

**COLORADO COUNTY, TEXAS**

ANNUAL COMPREHENSIVE  
FINANCIAL REPORT

For the Fiscal Year Ended  
December 31, 2022

COLORADO COUNTY, TEXAS  
COLORADO COUNTY AUDITOR'S OFFICE  
318 Spring Street, Room 104  
Columbus, TX 78934



**COLORADO COUNTY, TEXAS**

*Annual Comprehensive Financial Report*  
For the Year Ended December 31, 2022

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**INTRODUCTORY SECTION**





**THE OFFICE OF THE COUNTY AUDITOR**

Colorado County Courthouse Annex  
318 Spring Street, Room 104  
Columbus, Texas 78934

Phone: [979] 732-2791  
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June 7, 2023

To the Honorable 25<sup>th</sup> and 2<sup>nd</sup> 25<sup>th</sup> District Judges,  
To the Honorable Commissioners' Court  
To the Citizens of Colorado County, Texas

The Annual Comprehensive Financial Report ("Annual Report") of Colorado County, Texas, for the fiscal year ended December 31, 2022, is submitted herewith in accordance with Chapter 114.025 of the State of Texas Local Government Code. The accompanying financial statements were prepared in accordance with generally accepted accounting principles ("GAAP") in the United States of America as promulgated by the Governmental Accounting Standards Board ("GASB") and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed public accountants. Chapter 115.045 of the Local Government Code of the State of Texas requires the issuance within six months of the close of each fiscal year a complete set of financial statements. Pursuant to that requirement, this annual comprehensive financial report is issued for the fiscal year ended December 31, 2022.

**Assumption of Responsibility:** This report consists of management's representations concerning the finances of Colorado County, Texas. Management assumes full responsibility for the completeness and reliability of the information presented in this report.

**Internal Control:** To provide a reasonable basis for making these representations, Colorado County ("the County") has established a comprehensive framework of internal control that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Colorado County's financial statements in conformity with GAAP. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The County asserts, to the best of its knowledge and belief, this financial report is complete and reliable in all material respects.

**Independent Audit:** The County's financial statements have been audited by KM&L, LLC, certified public accountants. The objective of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2022, are free from material misstatements. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded there was a reasonable basis for rendering an unmodified opinion on the County's financial statements for the fiscal year ended December 31, 2022, and are fairly presented in conformity with GAAP. The independent auditors' report is located at the beginning of the Financial Section of this report.

**Reference to MD & A:** GAAP requires the County to provide a narrative introduction, overview, and analysis to accompany this report's basic financial statements in the form of Management's Discussion and Analysis ("MD & A") This letter of transmittal is designed to complement MD & A and should be read in conjunction with the financial statements. The MD & A can be found immediately following the report of the independent auditors. The financial section also includes government-wide financial statements, fund financial statements, notes, required supplementary information and the combining and individual fund financial statements and schedules. The statistical section of the report includes selected financial and demographic information, which is generally presented on a multi-year basis.

## ***PROFILE OF COLORADO COUNTY GOVERNMENT***

Colorado County, incorporated in 1836, is in south/central Texas, midway between San Antonio and Houston on Interstate 10 and is one of 13 counties in the Gulf Coast Region. Colorado County, created in 1836, is one of the original counties established in Texas by Stephen F. Austin. The County is a rural county of approximately 963 square miles in area with a 2020 census population of 20,557 and an estimated 2022 population of 20,754. The largest incorporated cities located within the County are Columbus (the County seat), Eagle Lake and Weimar. The County is empowered to levy a property tax on real property located within its boundaries.

The County is a public corporation and political subdivision of the State of Texas. The County operates as specified under the Constitution of the State of Texas and Vernon's Texas Code Annotated. The Colorado County, Texas Commissioner's Court is the County's governing body. The Commissioner's Court is elected by county voters for staggered four-year terms and comprises the County Judge (the presiding officer elected at large to serve a four-year term) and four commissioners. Each of the four commissioners represents one of the four geographical precincts into which the county is divided. The Commissioner's Court has certain powers granted to it by the state legislature. Its duties include adoption of the budget, setting of the tax rates, approval of contracts, appointment of certain county officials and the development of policies and orders. The Commissioner's Court shares the financial controls of the County with the County Auditor who is appointed according to Texas State statutes for two-year terms by the District Judges. The County Auditor holds the basic responsibilities for established accounting policies and procedures, maintaining the records of all financial transactions of the County, and "examining and approving" disbursements from county funds prior to their submission of the Commissioner's Court for payment. Policy-making authority is vested in the Commissioners Court and the Commissioners Court is responsible, among other things, for adopting the budget and for setting the County's annual tax rate, along with setting county policies.

The County provides a full range of services authorized by statute. Such services include general government functions such as recording and licensing, maintaining the County and District Court systems, maintaining public facilities, ensuring public safety, maintaining public health and welfare, aiding conservation, and maintaining county roads and bridges. The costs associated with these services are presented within the financial statements in detail and summary form.

The County has two medical facilities. Columbus Community Hospital has been named in the top 100 rural and community hospitals in the nation for the last five years. The hospital is a 40-bed acute care medical and surgical facility. The construction of the Columbus Wellness Center was completed in 2022. It is a state-of-the-art facility that will offer expanded physical therapy resources, exercise equipment, cardiac rehabilitation services, pool, physician office space, and community education classrooms, including a demonstration kitchen. Later in 2023, additional clinic renovations will take place to add more exam rooms, parking, and other facilities to enhance and expand our primary and specialty care offerings. Additional construction is scheduled to be completed in 2023. In addition, Rice Medical Center is a 25-bed Critical Access hospital with a Trauma IV designation and is in Eagle Lake, Texas.

## **Budget**

The annual budget serves as the foundation for Colorado County's financial planning and control. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Commissioners' Court. The activities of the General Fund, Special Revenue Funds and Debt Service Fund are included in the annual appropriated budget. The legal level of budgetary control is at the personnel services category level within each department and the department level overall. All transfers of appropriations, either between departments or within an individual department's budget, require the approval of the Commissioners' Court. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

## **Local Economy**

The County's economy is based primarily on agribusiness, oil-field services and equipment manufacturing, minerals processing and gravel mining. Rice, corn, sorghum, and livestock play a major role in the area's economy. The school districts and the County also have a significant economic presence, employing in total more than 800 teachers, professionals, and support staff. One of the most important sectors of the area's economy is tourism. Tourism dollars represented by restaurant sales, hotel occupancy and specialty shop sales are a significant contributor to the overall economy.

Because of the County's location in a region with a varied economic base, unemployment has been relatively stable. During the past ten years, the unemployment rate had increased to 6.1 percent due to the COVID-19 pandemic (2020) from the lowest unemployment rate of 3.0 (2019). This year's unemployment rate recovered and is below both the national and state average rates. The County's unemployment rate as of December 2022 was 3.5 percent compared to 3.9 percent for the state and 3.6 percent nationally.

Median household incomes within the County are slightly lower than for the state and nation. According to the U.S. Census Bureau, the County's median family income was \$62,004, compared with Texas was \$67,321 and the nation was \$69,021.

Population growth is noticeable throughout all sections of the County. Even the smaller communities have experienced impressive residential development and several new subdivisions have been approved and are underway.

The County's location within the Eagle Ford shale development in Southern Texas has led to new economic opportunities even though oil and gas production has decreased. Although the County currently produces only minor amounts of oil and natural gas, there is potential for economic opportunities in neighboring counties and for the county to benefit from increased retail trade, housing, and personnel. The renewed attraction of Colorado County as a favorable business environment, coupled with continued moderately low interest rates, continues to stimulate local construction activity. The tax base is diverse, with the 10 leading taxpayers accounting for 21.75% of assessed value. Countywide tax abatement plans, which give reduced property taxes for several years, are being offered to industries to locate in the County. The County has one existing tax abatement.

### **Long Term Financial Planning**

County strategies and plans are integrated into all departmental budgets to ensure unified efforts within County government to achieve the goals and objectives of the County. Texas county government operates under a balanced budget as required by law. This does not mean that estimated revenues must always be exactly equal to expenditures. In most of the annual operating budgets, the Commissioners' Court members usually decide to use a portion of fund balance reserves to balance the revenues to appropriations. As a sound financial management practice, members of Commissioners Court consistently emphasize maintaining sufficient undesignated fund balance levels (unrestricted net position) to meet first quarter obligations of payroll and operating costs and furthermore, this assists in maintaining financial stability and retaining or enhancing the County's bond ratings.

Fund balance refers to the excess of assets over liabilities in governmental funds. For financial planning, fund balance is defined as the cumulative surpluses or deficits resulting from the difference between expenditures and revenues in any one fiscal year. The cumulative effect of yearly fund balance amounts is furthermore addressed as a fund balance reserve. When evaluating fund balance reserves, it is vitally important to maintain sufficient positive fund balance reserves to avoid borrowing to meet short-term operating needs.

Finally, because of the trend of shifting of unfunded mandates by both federal and state levels to local government, it is anticipated that additional financial burden will continue to be experienced by the County and ultimately local taxpayers if other sources of funding are not identified. The County will be tasked with identifying new or additional revenues to counter these expenditures. At its discretion, the Court may continue to utilize some amount of fund balance, which is healthy in the sense that it keeps the County from building up excessive reserves and reduces a future burden on taxpayers. Based on the amount of fund balance utilized to balance the 2022 budget, the Court must remain cautious in planning for the budget in fiscal year 2023 in the absence of either continued cost containment initiatives or significant additional revenue enhancement efforts. It is imperative that the County government continually strive to maintain steady increases in revenue while costs are on the rise.

### **Major Initiatives**

The County received the second tranche of funds from the U.S. Treasury in the amount of \$2,087,382 (for a total of \$4,174,764) in Coronavirus State and Local Fiscal Recovery Funds (SLFRF) as part of the American Rescue Plan Act (ARPA) to respond to the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19) or its negative economic impacts. The County is considering various proposals for the expenditure of the funds over the next 24 months.

The County has been awarded a \$78,450 grant allocation from the Houston-Galveston Area Council to hold a Household Hazardous Waste Collection Event in the spring of 2023, to encourage proper management of household hazardous waste to minimize risk to human health and the environment.

The County received a \$50,000 allocation from the Local Assistance and Tribal Consistency Fund (LATCF) in 2022. The funding will be expended in 2023 for governmental purposes related to the Road and Bridge funds. An additional award of \$50,000 is expected in 2023.

The County received approximately \$163,000 in donations to establish a Mental Health Deputy Program within the Sheriff's Department.

The County received funding from TxDOT for a Transportation Infrastructure Fund Grant for improving county roads, bridges, and culverts, intended to alleviate degradation caused by the exploration, development or production of oil or gas.

The County is actively participating in a multi-jurisdictional flood early warning and flood inundation project with a grant from the Texas Water Development Board.

## **FINANCIAL POLICIES**

The County has adopted an investment policy as required by state law and in conformity with state investment statutes. The investment policy as adopted by the County employs the prudent person concept in that priorities were established as to the investment vehicles the County would use. Compliance with the laws of the State of Texas and Safety were established as first priorities, followed by liquidity and low risk with a management philosophy of maintaining high professional and ethical standards.

The County Treasurer is responsible for administering all the investment of idle funds in the County. During the fiscal year, the County earned approximately \$562,000 interest on the funds invested.

The County is responsible for establishing its tax rate. For the fiscal year ended December 31, 2022, the tax rate to finance general governmental services (the tax rate approved in 2021 to fund the 2022 fiscal year) was \$0.477934 per \$100 valuation and the tax rate for the payment of principal and interest on long-term debt was \$.021665 per \$100 of valuation.

## **AWARDS AND ACKNOWLEDGEMENTS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Colorado County for its Annual Comprehensive financial report (ACFR) for the fiscal year ended December 31, 2021. This was the twenty-eighth consecutive year that Colorado County has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, the County believes the current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and is being submitted to the GFOA to determine its eligibility for another certificate.

The production of this report would not have been possible without the skill, effort, and dedication of the County Auditor's staff. The preparation of this Annual Comprehensive Financial Report could not have been accomplished without the assistance of the County's outside auditing firm, KM&L, LLC. Appreciation is expressed to all the members of the Commissioners' Court for support in maintaining the highest standards of professionalism in the management of Colorado County's finances. Sincere thanks to all other County Officials, Department Heads, and employees for the assistance in providing the data necessary to prepare this report.

Respectfully submitted,

Colorado County, Texas



Government Finance Officers Association

Certificate of  
Achievement for  
Excellence in  
Financial  
Reporting

Presented to

**Colorado County  
Texas**

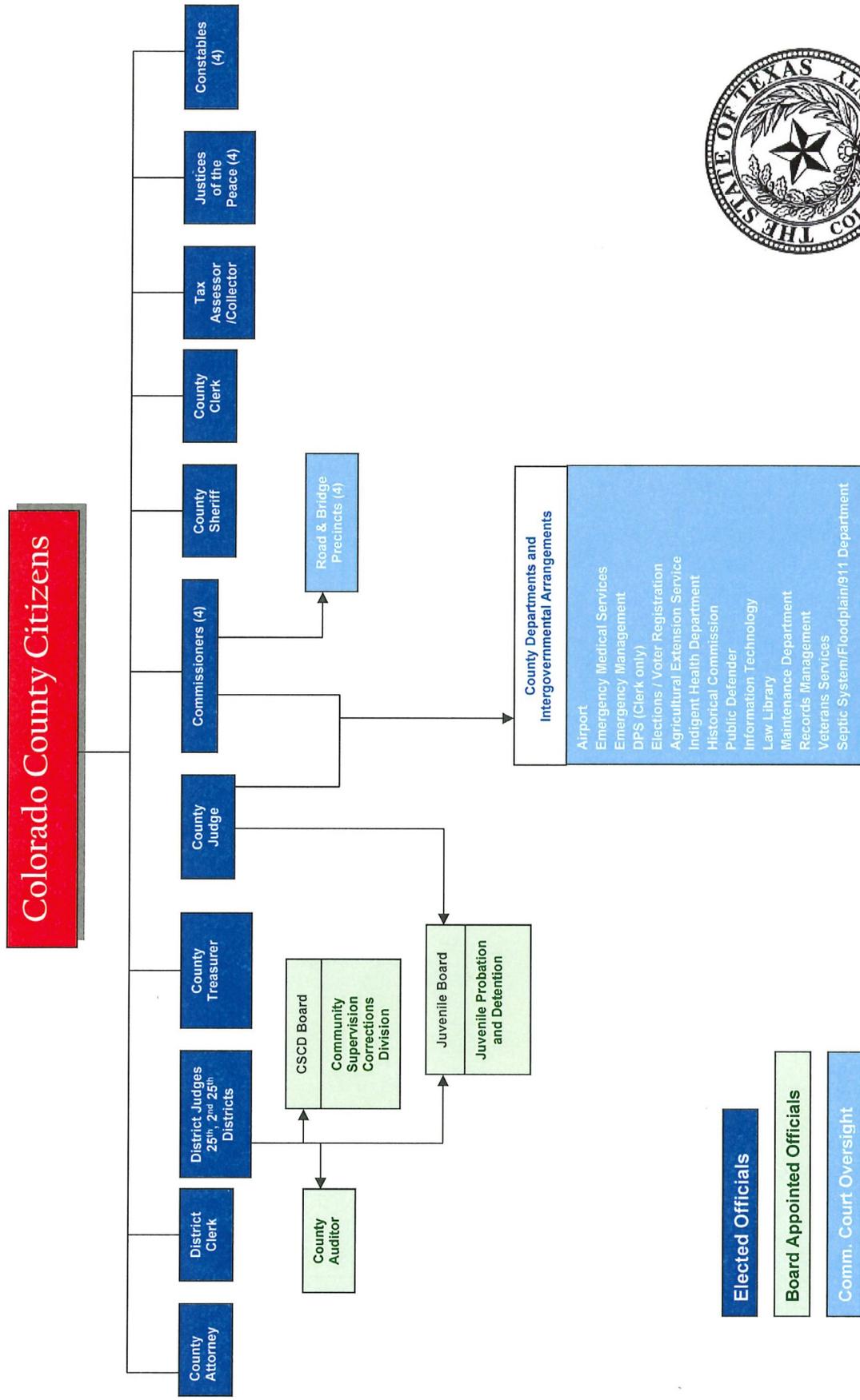
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2021

*Christopher P. Morill*

Executive Director/CEO

# Colorado County Organization Chart



**Elected Officials** (Blue box)

**Board Appointed Officials** (Green box)

**Comm. Court Oversight** (Blue box)

Direction of Authority →

Colorado County, Texas  
Elected and Appointed Officials  
December 31, 2022

Elected Officials

---

County Judge	Daniel "Ty" Prause
Commissioner Precinct No. 1	Doug Wessels
Commissioner Precinct No. 2	Darrell Kubesch
Commissioner Precinct No. 3	Keith Neuendorff
Commissioner Precinct No. 4	Darrell Gertson
25 <sup>th</sup> Judicial District Judge	William Old III
2 <sup>nd</sup> 25 <sup>th</sup> Judicial District Judge	Jessica Crawford
Tax Assessor-Collector	Erica Kollaja
County Clerk	Kimberly Menke
County/District Attorney	Jay Johannes
District Clerk	Valerie Harmon
County Treasurer	Joyce Guthmann
County Sheriff	R.H. "Curly" Wied, III
Justice of Peace Precinct No. 1	Billy Hefner
Justice of Peace Precinct No. 2	Boe Reeves
Justice of Peace Precinct No. 3	Francis Truchard
Justice of Peace Precinct No. 4	Stan Warfield
Constable No. 1	Richard J. LaCourse Jr
Constable No. 2	Lonnie Hinze
Constable No. 3	Ivan Menke
Constable No. 4	Darrell Stancik
County Surveyor	Matthew Loessin
County Engineer	Kirk Lowe

Appointed Officials

---

Veterans' Service Officer	Charlotte Alger
Public Defenders	Kevin Dunn
	Louis Gimbert
County Auditor	Raymie Kana
Adult Probation District Director	Roderick James
Juvenile Probation District Director	Tricia Becker
Adult Probation Officer	Justin Jones
Adult Probation Officer	Kimberly Newton
Adult Probation Officer	Brittany Krenek
Juvenile Probation Officer	Kathryn Faber
Juvenile Probation Officer	Michael Krhovjak
Local Health Authority	Bart Klaus, M.D.
County Extension Office	
County Ag Agent	Laramie Kettler
Consumer and Family Science	Ja'Shae Carter
Medical Director	Lindsey Tijerina, M.D.
Asst Medical Director	Raymond Russell Thomas, Jr., M.D.
Asst Medical Director	Curtis Van Houten, M.D.
Asst Medical Director	Ray Cantu, M.D.



## **FINANCIAL SECTION**





## Independent Auditor's Report

To the Honorable County Judge  
and Members of Commissioners Court  
Colorado County, Texas

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Colorado County, Texas (the "County"), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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 December 31, 2022, 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.

#### ***Basis for Opinions***

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

**Lake Jackson**  
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Lake Jackson, TX 77566  
979-297-4075

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201 W. Webb St.  
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**Angleton**  
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**Bay City**  
2245 Avenue G  
Bay City, TX 77414  
979-245-9236



The Honorable County Judge,  
and Members of Commissioners Court  
Colorado County, Texas

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

The Honorable County Judge,  
and Members of Commissioners Court  
Colorado County, Texas

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, required pension schedules and required OPEB schedules on pages 5 through 16 and pages 63 through 70, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

### ***Supplementary 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 accompanying combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

The Honorable County Judge,  
and Members of Commissioners Court  
Colorado County, Texas

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 7, 2023, 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 solely 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 effectiveness of the County's 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.

***KM&L, LLC***

Lake Jackson, Texas  
June 7, 2023

## **COLORADO COUNTY, TEXAS**

### *Management's Discussion and Analysis For the Year Ended December 31, 2022*

As management of Colorado County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - vi of this report.

#### **Financial Highlights**

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year for governmental activities by \$ 35,447,210 (net position). Of this amount, unrestricted net position is \$ 8,930,074.
- The County's total net position increased for governmental activities by \$ 2,392,921.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 15,643,178. 46.67% of this amount, \$ 7,300,634 (unassigned fund balance), was available for use within the County's fund designations. Of the governmental funds amount, \$ 7,811,218 has been restricted or committed for specific uses.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 7,300,634 or 49.73% of the total general fund expenditures.

#### **Overview of the Financial Statements**

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

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of 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, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four 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 County's net position changed during the fiscal year. All changes in net position are reported when 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 the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

## COLORADO COUNTY, TEXAS

### *Management's Discussion and Analysis For the Year Ended December 31, 2022*

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The *governmental activities* of the County include general administration, financial administration, judicial, public safety, public facilities, public transportation, conservation and health and welfare. The County has no *business-type activities*.

The government-wide financial statements can be found on pages 18 and 19 of this report.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. 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 three categories: governmental funds, proprietary 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 current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The County maintains twenty-three (23) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and American Rescue Plan Fund, which are considered to be major funds. Data from the other twenty-one (21) funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 20 through 23 of this report.

- **Proprietary Funds.** The County maintains no proprietary funds.

## COLORADO COUNTY, TEXAS

### *Management's Discussion and Analysis For the Year Ended December 31, 2022*

**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 operations. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The County's basic fiduciary financial statements can be found on pages 24 through 25.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 through 60 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 63 through 70 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information on pensions. Combining and individual statements and schedules can be found on pages 74 through 105 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 and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$ 35,447,210 as of December 31, 2022. This is an increase in net position of \$ 2,392,921 which is primarily due to an increase in charges for services, capital grants and contributions and property taxes.

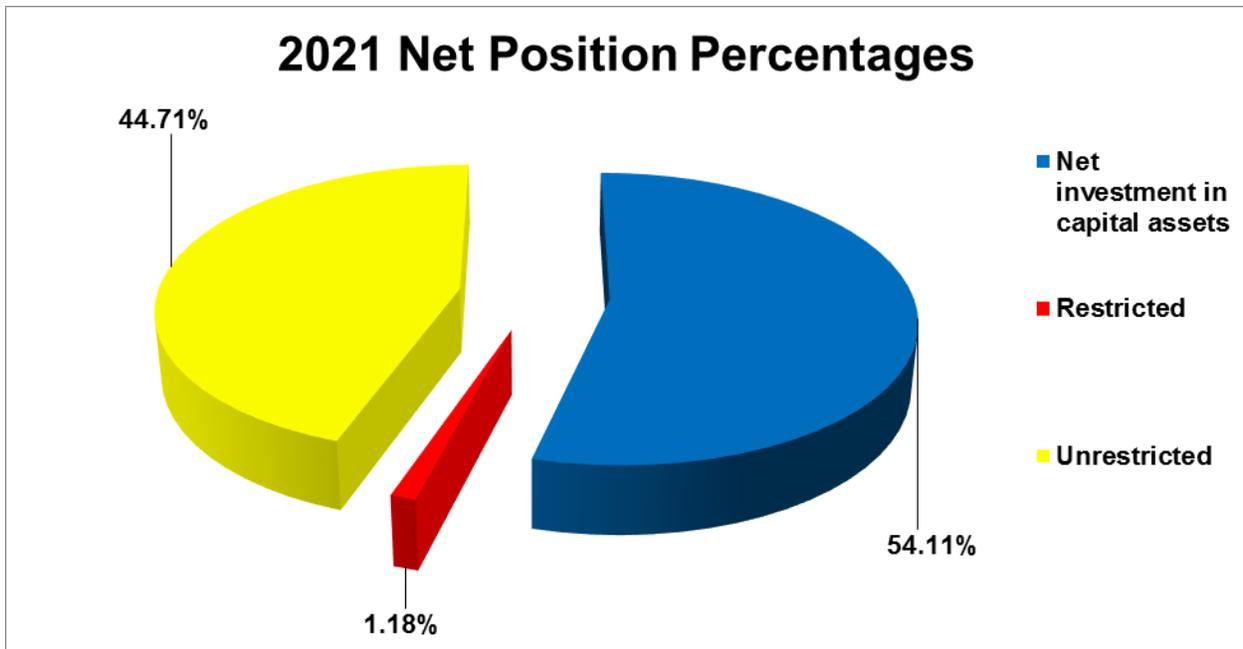
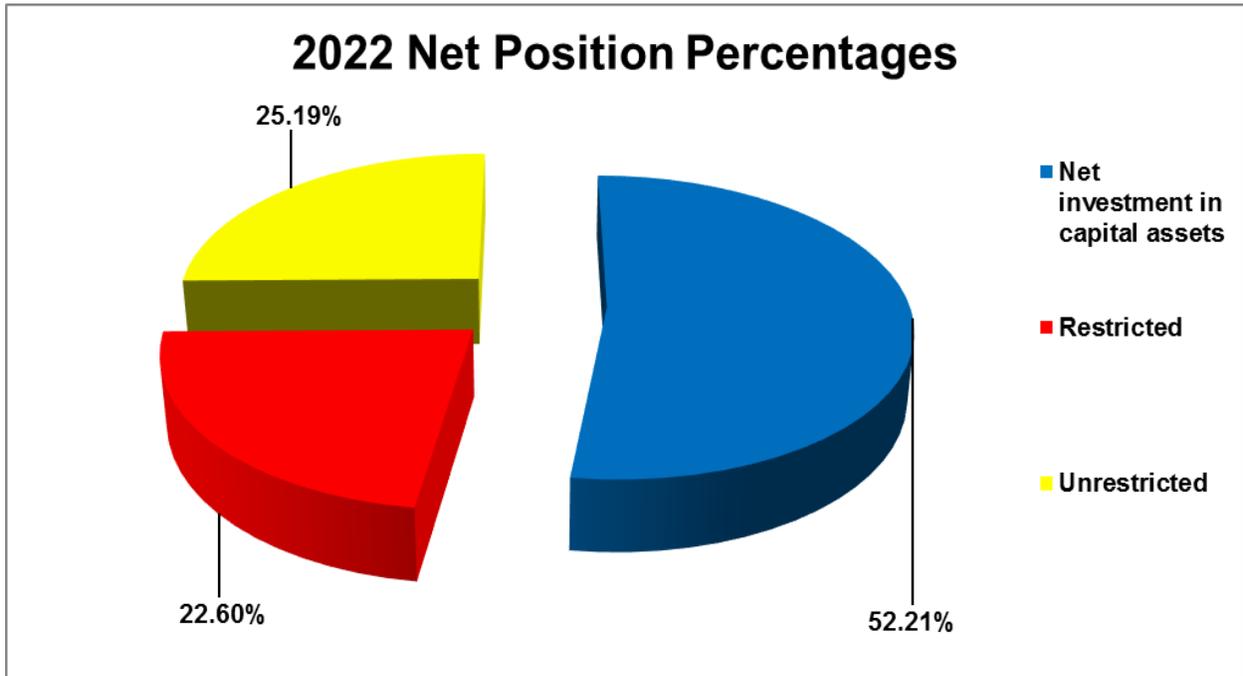
The largest portion of the County's net position of \$ 18,504,879 reflects its investments in capital assets (e.g., land; buildings and improvements, equipment and infrastructure), less any debt used to acquire those assets that is still outstanding. The County uses capital assets to provide service to citizens and 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. Net investment in capital assets increased by \$ 620,098 due to an increase in capital grants and contributions for the current fiscal year.

An additional portion of the County's net position of \$ 8,012,257 represents resources that are subject to external restrictions on how they may be used. The remaining balance is \$ 8,930,074, which represents unrestricted net position.

**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2022*

**COLORADO COUNTY'S NET POSITION**

	<u>Governmental Activities</u>		Net Change
	<u>2022</u>	<u>Restated 2021</u>	
<b>ASSETS</b>			
Current and other assets	\$ 39,679,173	\$ 37,458,469	\$ 2,220,704
Capital assets	<u>22,286,444</u>	<u>22,352,849</u>	( 66,405)
Total assets	<u>61,965,617</u>	<u>59,811,318</u>	<u>2,154,299</u>
Total deferred outflows of resources	<u>2,360,799</u>	<u>3,766,983</u>	( 1,406,184)
<b>LIABILITIES</b>			
Current and other liabilities	4,616,694	4,364,475	252,219
Long-term liabilities	<u>4,365,413</u>	<u>7,151,097</u>	( 2,785,684)
Total liabilities	<u>8,982,107</u>	<u>11,515,572</u>	( 2,533,465)
Total deferred inflows of resources	<u>19,897,099</u>	<u>19,008,440</u>	<u>888,649</u>
<b>NET POSITION</b>			
Net investment in capital assets	18,504,879	17,884,781	620,098
Restricted	8,012,257	390,559	7,621,698
Unrestricted	<u>8,930,074</u>	<u>14,778,949</u>	( 5,848,875)
Total net position	<u>\$ 35,447,210</u>	<u>\$ 33,054,289</u>	<u>\$ 2,392,921</u>

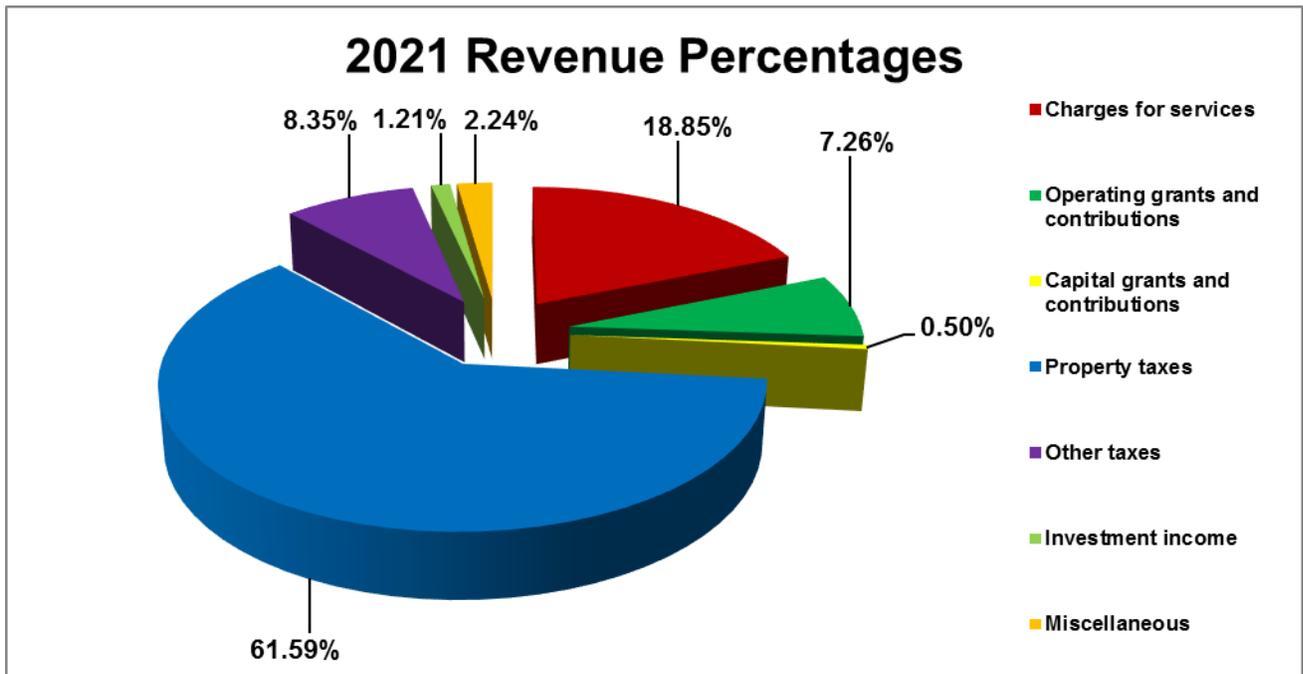
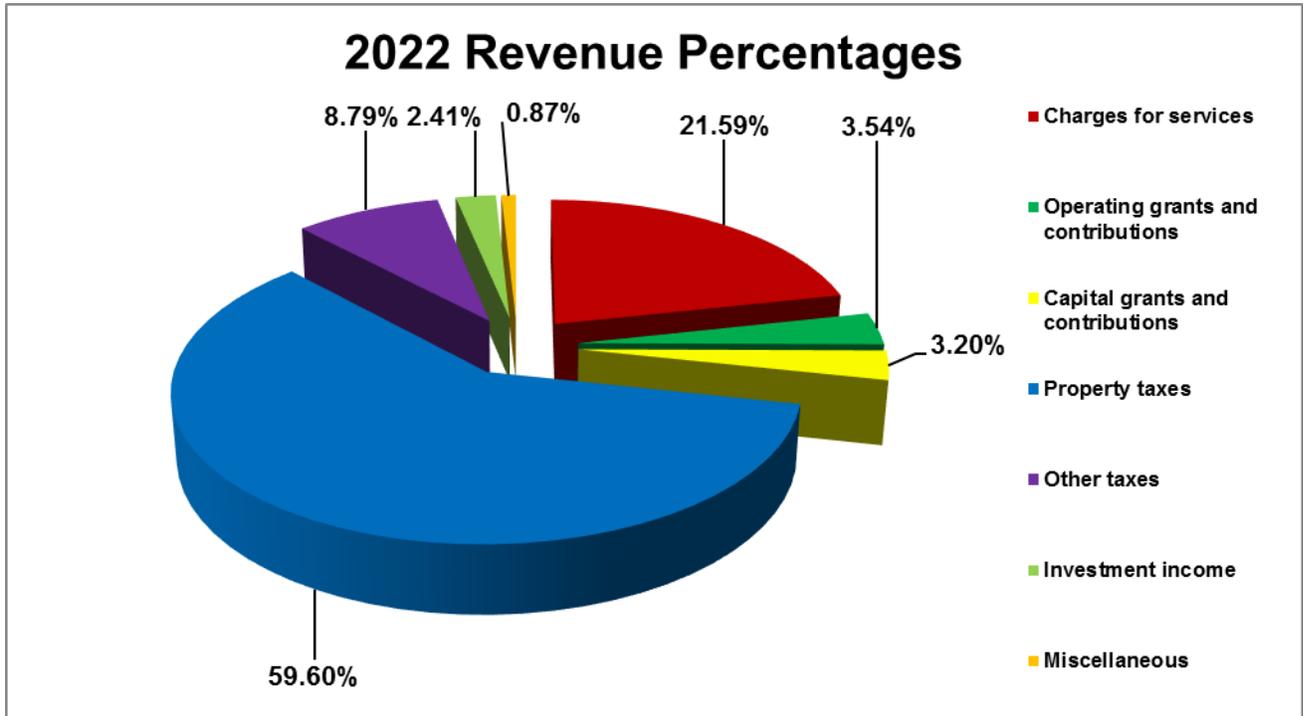


**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2022*

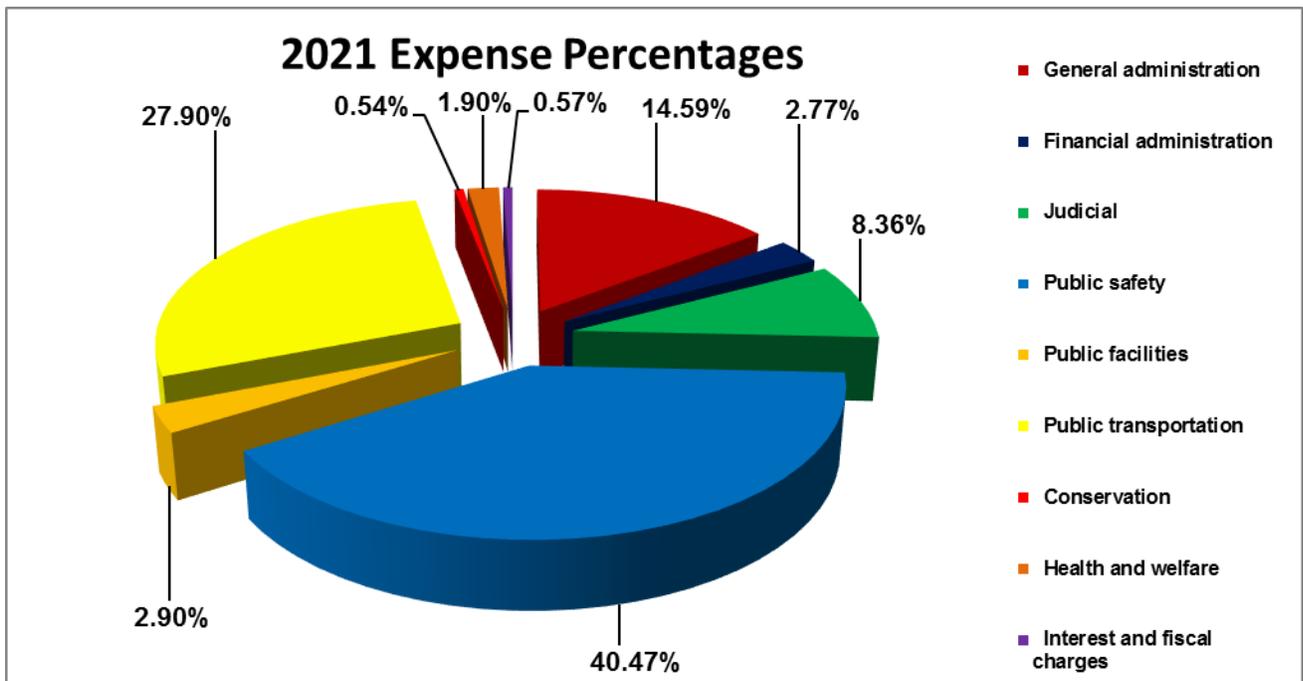
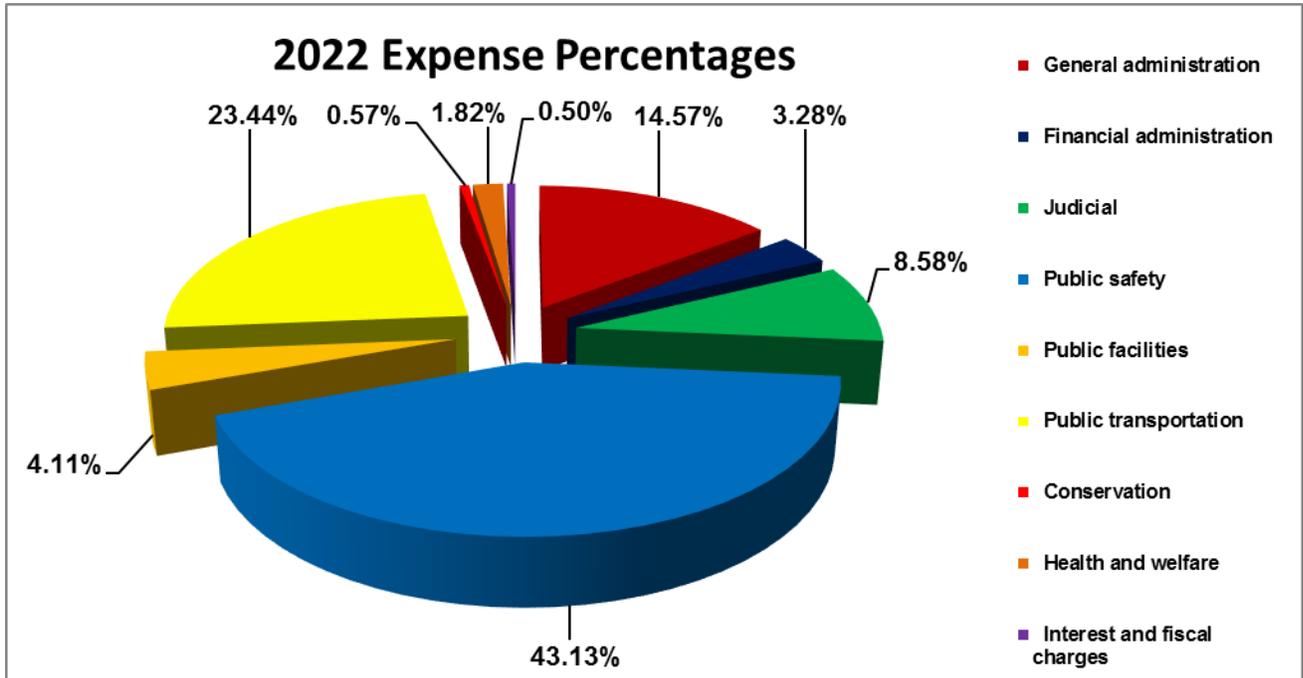
**Analysis of the County's Operations.** Governmental activities reported an increase in net position in the amount of \$ 2,392,921 due to increased charges for services, capital grants and contributions and property taxes. The following table provides a summary of the County's operations for the year ended December 31, 2022.

**COLORADO COUNTY'S CHANGES IN NET POSITION**

	<u>Governmental Activities</u>		<u>Net Change</u>
	<u>2022</u>	<u>Restated 2021</u>	
Revenues:			
Program Revenues:			
Charges for services	\$ 5,046,609	\$ 4,047,342	\$ 999,267
Operating grants and contributions	827,830	1,559,470	( 731,640)
Capital grants and contributions	748,010	107,308	640,702
General Revenues:			
Property taxes	13,929,498	13,223,334	706,164
Other taxes	2,054,911	1,792,931	261,980
Investment income	562,171	260,833	301,338
Miscellaneous	<u>203,850</u>	<u>480,258</u>	<u>( 276,408)</u>
Total revenues	<u>23,372,879</u>	<u>21,471,476</u>	<u>1,901,403</u>
Expenses:			
General administration	3,056,478	2,859,344	197,134
Financial administration	688,116	543,169	144,947
Judicial	1,801,007	1,637,670	163,337
Public safety	9,047,632	7,932,546	1,115,086
Public facilities	862,220	569,348	292,872
Public transportation	4,916,894	5,467,749	( 550,855)
Conservation	119,787	105,428	14,359
Health and welfare	381,952	371,724	10,228
Interest and fiscal charges	<u>105,872</u>	<u>111,125</u>	<u>( 5,253)</u>
Total expenses	<u>20,979,958</u>	<u>19,598,103</u>	<u>1,381,855</u>
Change in net position	2,392,921	1,873,373	519,548
Net position - beginning (restated)	<u>33,054,289</u>	<u>31,180,916</u>	<u>1,873,373</u>
Net position - ending	<u>\$ 35,447,210</u>	<u>\$ 33,054,289</u>	<u>\$ 2,392,921</u>



**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2022*



**COLORADO COUNTY, TEXAS**  
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**Financial Analysis of the County'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, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 15,643,178. The unassigned fund balance of \$ 7,300,634 constitutes 46.67% of ending fund balance. The fund balance is categorized as 1) nonspendable of \$ 531,326, 2) restricted of \$ 1,675,913, 3) committed of \$ 6,135,305, and 4) unassigned of \$ 7,300,634.

The General Fund is the chief operating fund of the County. Fund balance of the General Fund increased by \$ 772,903; the American Rescue Plan Fund increased by \$ 81,819, and other governmental funds increased by \$ 802,487. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 49.73% of total general fund expenditures, and total fund balance represents 50.95% of that same amount.

The fund balance of the County's general fund increased by \$ 772,903 compared to a net increase of \$ 1,817,744 in the prior year due to increased property tax revenue and increased expenditures.

**General Fund Budgetary Highlights.** The County budget is prepared by the County Judge's Office and presented to Commissioners Court for approval. The County operates within this budget for the fiscal year with expenditure amendments made as needed.

The Commissioners Court approved increases to budgeted revenue of \$ 1,116,000 and appropriations of \$ 1,414,500. Various grant awards were also allocated to revenue and expenditures during the year as necessary.

Total General Fund revenue exceeded the budget by approximately 0.60% and total General Fund expenditures were under budget by approximately 12.20%.

**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
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**Capital Assets**

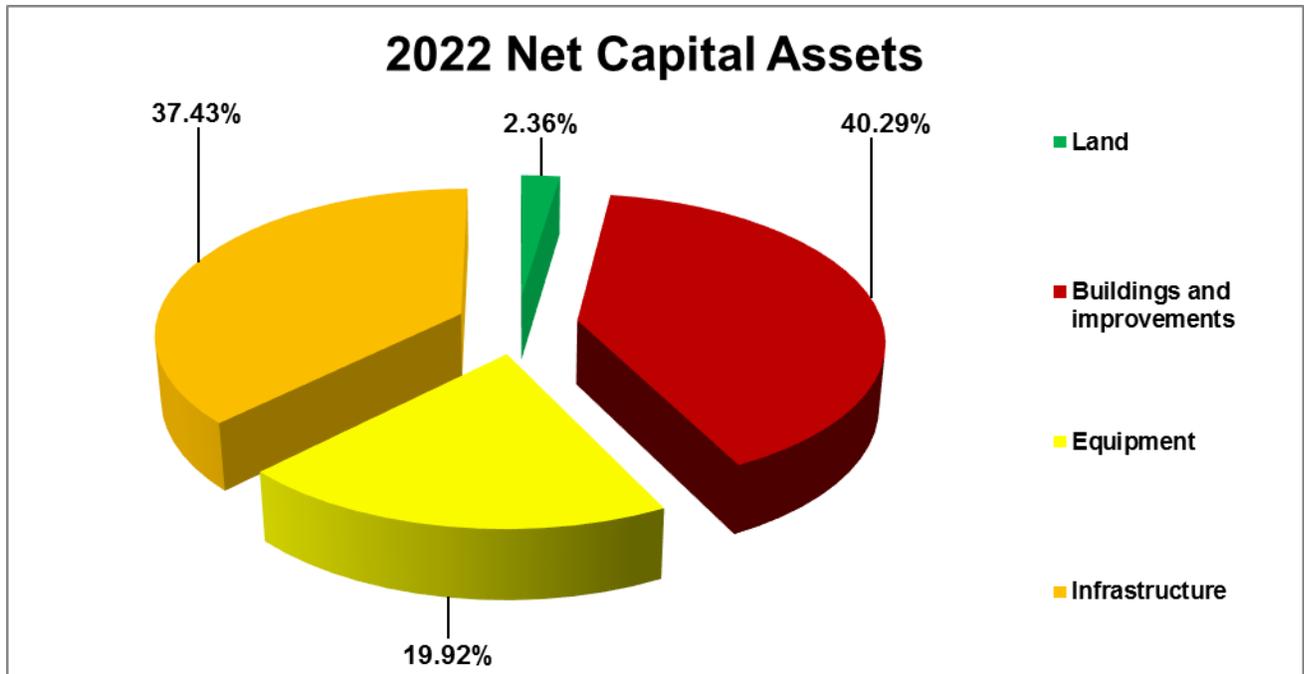
This investment in capital assets includes land; buildings and improvements; equipment and infrastructure.

Major capital asset events during the current fiscal year included the following:

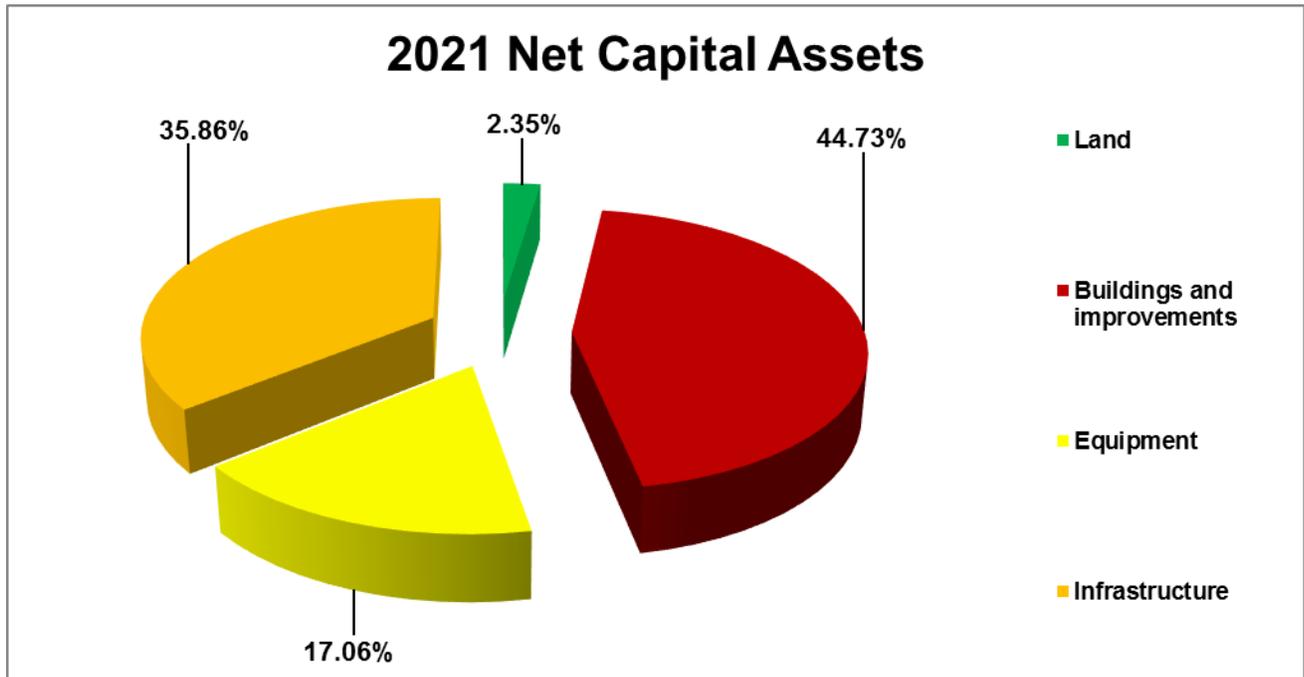
- Acquisition of new vehicles and several large road and bridge equipment.
- Road and bridge improvements are continuous.

**COLORADO COUNTY'S CAPITAL ASSETS**  
**Net of Accumulated Depreciation**

	Governmental Activities		Net Change
	2022	2021	
Land	\$ 526,022	\$ 526,022	\$ -
Buildings and improvements	8,979,969	9,998,213	( 1,018,244)
Equipment	4,438,494	3,812,038	626,456
Infrastructure	<u>8,341,959</u>	<u>8,016,576</u>	<u>325,383</u>
Total	<u>\$ 22,286,444</u>	<u>\$ 22,352,849</u>	<u>\$ ( 66,405)</u>



**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2022*



Additional information on the County's capital assets can be found in Note 5 on pages 44 through 45 of this report.

**DEBT ADMINISTRATION**

At the end of the current fiscal year, the County had a total bonded debt of \$ 3,955,000, which, comprises bonded and debt backed by the full faith and credit of the County agreement. The bonds will be retired with revenues from property taxes.

**COLORADO COUNTY'S LONG-TERM DEBT**

	Governmental Activities		Net Change
	2022	2021	
Certificates of obligation	\$ 3,955,000	\$ 4,480,000	\$ ( 525,000)
Bond discount	( 8,641)	( 11,933)	3,292
Compensated absences	224,124	238,726	( 14,602)
Net pension liability	-	2,259,134	( 2,259,134)
Total OPEB liability	<u>194,930</u>	<u>185,170</u>	<u>9,760</u>
<b>Total</b>	<b><u>\$ 4,365,413</u></b>	<b><u>\$ 7,151,097</u></b>	<b><u>\$ ( 2,785,684)</u></b>

## **COLORADO COUNTY, TEXAS**

*Management's Discussion and Analysis  
For the Year Ended December 31, 2022*

During the fiscal year, the County's total debt decreased by \$ 2,785,684 or 38.95%. The net decrease was due primarily to the decreased valuation on the net pension liability.

All of the outstanding Bonds of the County payable from its limited taxes are insured and are, therefore, rated "AA" by Standard & Poor's ("S&P"). State statutes limit the amount of general obligation debt a government may issue to 25% of its total assessed valuation. The current limitation for the County significantly exceeds the outstanding general obligation debt.

Additional information on the County's long-term debt can be found in Note 7 on pages 46 through 48 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

The annual budget is developed to provide efficient, effective and controlled use of the County's resources. Through the budget the County Commissioners set the direction of the County, allocate its resources and establish its priorities. The 2023 budget was adopted August 22, 2022 with General Fund expenditures of \$ 16,904,000 and a revenue budget of \$ 15,561,000.

The Commissioners' Court adopted a maintenance and operation tax rate of \$ 0.346298, road & bridge tax rate of \$ 0.130000 and a debt service tax rate of \$ 0.020653 per \$ 100 assessed valuation, respectively.

### **Request for Information**

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Colorado County Auditor, 318 Spring Street, Room 104, Columbus, Texas, 78934.

## **BASIC FINANCIAL STATEMENTS**

**COLORADO COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
December 31, 2022

Exhibit 1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and temporary investments	\$ 21,251,468
Receivables (net of allowance for uncollectibles):	
Taxes	11,454,498
Accounts	2,824,507
Due from other governments	1,964,239
Inventories	186,850
Prepaid expenses	344,476
Net pension asset	1,653,135
Capital Assets:	
Land	526,022
Buildings and improvements (net)	8,979,969
Equipment (net)	4,438,494
Infrastructure (net)	<u>8,341,959</u>
Total assets	<u>61,965,617</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows of resources	<u>2,360,799</u>
Total deferred outflows of resources	<u>2,360,799</u>
<b>LIABILITIES</b>	
Accounts and accrued liabilities payable	358,655
Accrued interest payable	33,276
Unearned revenue	4,224,763
Noncurrent liabilities:	
Due within one year	735,184
Due in more than one year:	
Other long-term liabilities	3,435,299
Total OPEB liability	<u>194,930</u>
Total liabilities	<u>8,982,107</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows of resources	<u>19,897,099</u>
Total deferred inflows of resources	<u>19,897,099</u>
<b>NET POSITION</b>	
Net investment in capital assets	18,504,879
Restricted:	
Public transportation	6,251,408
Other	1,760,849
Unrestricted	<u>8,930,074</u>
Total net position	<u>\$ 35,447,210</u>

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

**COLORADO COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
For the Year Ended December 31, 2022

Exhibit 2

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities:					
General administration	\$ 3,056,478	\$ 520,616	\$ 118,721	\$ 18,630	\$( 2,398,511)
Financial administration	688,116	484,731	52,952	-	( 150,433)
Judicial	1,801,007	1,270,931	157,745	-	( 372,331)
Public safety	9,047,632	1,778,166	15,193	-	( 7,254,273)
Public facilities	862,220	-	190,499	-	( 671,721)
Public transportation	4,916,894	934,415	292,720	729,380	( 2,960,379)
Conservation	119,787	-	-	-	( 119,787)
Health and welfare	381,952	57,750	-	-	( 324,202)
Interest and fiscal charges	105,872	-	-	-	( 105,872)
Total governmental activities	<u>20,979,958</u>	<u>5,046,609</u>	<u>827,830</u>	<u>748,010</u>	<u>( 14,357,509)</u>
General Revenue:					
Property taxes					13,929,498
Other taxes					2,054,911
Investment income					562,171
Miscellaneous					<u>203,850</u>
Total general revenue					<u>16,750,430</u>
Change in net position					2,392,921
Net position - beginning (restated)					<u>33,054,289</u>
Net position - ending					<u>\$ 35,447,210</u>

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

**COLORADO COUNTY, TEXAS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
December 31, 2022

Exhibit 3

	General Fund	American Rescue Plan Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>				
Cash and temporary investments	\$ 8,773,651	\$ 4,267,774	\$ 8,210,043	\$ 21,251,468
Receivables (net of allowance for uncollectibles):				
Taxes	7,980,064	-	3,474,434	11,454,498
Accounts	117,866	-	4,830	122,696
Due from other governments	1,292,044	-	672,195	1,964,239
Due from other funds	3,690	-	192,974	196,664
Inventories	-	-	186,850	186,850
Prepaid expenditures	<u>179,682</u>	<u>-</u>	<u>164,794</u>	<u>344,476</u>
 Total assets	 <u>\$ 18,346,997</u>	 <u>\$ 4,267,774</u>	 <u>\$ 12,906,120</u>	 <u>\$ 35,520,891</u>
 <b>Liabilities, Deferred Inflows of Resources and Fund Balance</b>				
<b>Liabilities:</b>				
Accounts and accrued liabilities payable	\$ 344,284	\$ -	\$ 14,371	\$ 358,655
Due to other funds	3,300	-	193,364	196,664
Unearned revenue	<u>-</u>	<u>4,174,763</u>	<u>50,000</u>	<u>4,224,763</u>
 Total liabilities	 <u>347,584</u>	 <u>4,174,763</u>	 <u>257,735</u>	 <u>4,780,082</u>
 <b>Deferred Inflows of Resources:</b>				
Deferred inflows of resources	<u>10,519,097</u>	<u>-</u>	<u>4,578,534</u>	<u>15,097,631</u>
 Total deferred inflows of resources	 <u>10,519,097</u>	 <u>-</u>	 <u>4,578,534</u>	 <u>15,097,631</u>
 <b>Fund Balance:</b>				
Nonspendable	179,682	-	351,644	531,326
Restricted	-	93,011	1,582,902	1,675,913
Committed	-	-	6,135,305	6,135,305
Unassigned	<u>7,300,634</u>	<u>-</u>	<u>-</u>	<u>7,300,634</u>
 Total fund balance	 <u>7,480,316</u>	 <u>93,011</u>	 <u>8,069,851</u>	 <u>15,643,178</u>
 Total liabilities, deferred inflows of resources and fund balance	 <u>\$ 18,346,997</u>	 <u>\$ 4,267,774</u>	 <u>\$ 12,906,120</u>	 <u>\$ 35,520,891</u>

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

**COLORADO COUNTY, TEXAS**

Exhibit 3R

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE GOVERNMENTAL ACTIVITIES STATEMENT OF NET POSITION**

December 31, 2022

Total fund balance - governmental funds balance sheet (Exhibit 3) \$ 15,643,178

**Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because:**

Capital assets used in governmental activities are not financial resources and therefore, are not reported as assets in the governmental funds. Those assets consist of:

Capital assets	\$ 139,446,765	
Accumulated depreciation	( 117,160,321 )	22,286,444

Some of the County's assets are not available to pay for the current period's expenditures and therefore, are reported as unavailable revenue in the funds. These assets consist of:

Property taxes receivable	\$ 151,237	
Judicial receivables	2,071,015	
Ambulance receivables	<u>630,796</u>	2,853,048

Some liabilities are not due and payable in the current period and therefore, are not reported as liabilities in the funds. Liabilities at year-end related to such items consist of:

Deferred outflows - pension	\$ 2,324,383	
Deferred outflows - OPEB	36,416	
Bond discount	8,641	
Accrued interest on bonds	( 33,276 )	
Bonds payable	( 3,955,000 )	
Compensated absences	( 224,124 )	
Net pension asset	1,653,135	
Total OPEB liability	( 194,930 )	
Deferred inflows - pension	( 4,903,957 )	
Deferred inflows - OPEB	<u>( 46,748 )</u>	<u>( 5,335,460 )</u>

Net position of governmental activities - statement of net position (Exhibit 1) \$ 35,447,210

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

**COLORADO COUNTY, TEXAS**

Exhibit 4

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE**

**GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2022

	General Fund	American Rescue Plan Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 11,878,309	\$ -	\$ 4,523,260	\$ 16,401,569
Intergovernmental	208,397	-	590,969	799,366
Licenses and permits	36,117	-	776,198	812,315
Charges for services	2,241,191	-	378,492	2,619,683
Fines and forfeitures	676,700	-	728	677,428
Investment income	265,219	81,819	215,133	562,171
Miscellaneous	257,307	-	47,094	304,401
	<u>15,563,240</u>	<u>81,819</u>	<u>6,531,874</u>	<u>22,176,933</u>
<b>EXPENDITURES</b>				
Current:				
General administration	2,249,186	-	271,085	2,520,271
Financial administration	674,522	-	-	674,522
Judicial	1,725,482	-	44,561	1,770,043
Public safety	8,167,025	-	95,929	8,262,954
Public facilities	551,862	-	303,713	855,575
Public transportation	-	-	3,733,315	3,733,315
Conservation	118,292	-	-	118,292
Health and welfare	379,682	-	-	379,682
Capital outlay	815,965	-	762,207	1,578,172
Debt service:				
Principal	-	-	525,000	525,000
Interest and fiscal charges	-	-	101,898	101,898
	<u>14,682,016</u>	<u>-</u>	<u>5,837,708</u>	<u>20,519,724</u>
Excess of revenues over expenditures	<u>881,224</u>	<u>81,819</u>	<u>694,166</u>	<u>1,657,209</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	221,535	221,535
Transfers out	( 108,321)	-	( 113,214)	( 221,535)
	<u>( 108,321)</u>	<u>-</u>	<u>108,321</u>	<u>-</u>
Change in fund balance	772,903	81,819	802,487	1,657,209
Fund balance - beginning (restated)	<u>6,707,413</u>	<u>11,192</u>	<u>7,267,364</u>	<u>13,985,969</u>
Fund balance - ending	<u>\$ 7,480,316</u>	<u>\$ 93,011</u>	<u>\$ 8,069,851</u>	<u>\$ 15,643,178</u>

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

**COLORADO COUNTY, TEXAS**

Exhibit 4R

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

For the Year Ended December 31, 2022

Change in fund balance - total governmental funds (Exhibit 4)	\$ 1,657,209
---	--------------

**Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:**

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$ 1,578,172	
Capital contributions	729,380	
Depreciation expense	<u>( 2,373,957 )</u>	( 66,405 )

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect on premiums and similar items when debt is issued, whereas these amounts are amortized in the statement of activities.

Principal payments on bonds payable	\$ 525,000	
Change in accrued interest	( 682 )	
Change in compensated absences	14,603	
Amortization of bond premium	<u>( 3,292 )</u>	535,629

The net change in net pension liability, deferred outflows and deferred inflows is reported in the statement of activities but does not require the use of current resources and, therefore, is not reported as expenditures in the governmental funds. The net change consists of the following:

Net pension liability decreased	\$ 3,912,268	
Deferred outflows decreased	( 1,442,601 )	
Deferred inflows increased	<u>( 2,668,787 )</u>	( 199,120 )

The net change in total OPEB liability, deferred outflows and deferred inflows is reported in the statement of activities but does not require the use of current resources and, therefore, is not reported as expenditure in the governmental funds. The net change consists of the following:

Total OPEB liability increased	\$( 9,760 )	
Deferred outflows increased	36,416	
Deferred inflows increased	<u>( 27,614 )</u>	( 958 )

Because some property tax receivable, special assessments receivables and judicial receivables will not be collected for several months after the County's fiscal year ends, they are not considered available revenues in the governmental funds.

466,566

Change in net position of governmental activities (see Exhibit 2)	\$ <u>2,392,921</u>
---	---------------------

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

**COLORADO COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
 December 31, 2022

Exhibit 5

	<u>Custodial Funds</u>
<b>ASSETS</b>	
Cash and temporary investments	\$ <u>3,314,155</u>
Total assets	<u>3,314,155</u>
<b>LIABILITIES</b>	
Held for others	2,677,885
Due to other governments	<u>351,084</u>
Total liabilities	<u>3,028,969</u>
<b>NET POSITION</b>	
Individuals, organizations and other governments	<u>285,186</u>
Total net position	<u>\$ 285,186</u>

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

**COLORADO COUNTY, TEXAS**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
For the Year Ended December 31, 2022

Exhibit 6

	<u>Custodial Funds</u>
ADDITIONS	
Tax collections for other governments	\$ 10,538,245
Held for others	1,818,353
Investment income	<u>1,074</u>
Total additions	<u>12,357,672</u>
DEDUCTIONS	
Payments to individuals	551,223
Payments to other governments	<u>11,818,286</u>
Total deductions	<u>12,369,509</u>
Net change in net position	( 11,837)
Net position - beginning	<u>297,023</u>
Net position - ending	<u>\$ 285,186</u>

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



**COLORADO COUNTY, TEXAS**  
*Notes to the Financial Statements*  
For The Year Ended December 31, 2022

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## COLORADO COUNTY, TEXAS

### Notes to the Financial Statements

For The Year Ended December 31, 2022

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### Reporting Entity

Colorado County, Texas (the "County") was established in 1836 by the Republic of Texas. Commissioners Court is the level of government which has oversight responsibility and control over all activities of the County. The Commissioners Court is composed of four commissioners, each elected from the four precincts in the County and the County Judge elected from the entire County. The members are elected by the public and have decision making authority, the power to designate management, the ability to influence operations and primary accountability for fiscal matters.

In evaluating how to define the government, for financial reporting purposes, 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 generally accepted account principles. Based upon the application of these criteria, the following is a brief review addressed in defining the County's reporting entity.

Financial accountability - The primary government is deemed to be financially accountable if it appoints a voting majority of an Organization's governing body and 1) is able to impose its will on that Organization or 2) there is a potential for the Organization to provide specific financial benefits or impose specific financial burdens on the primary government. Additionally, the primary government may be financially accountable if an Organization is fiscally dependent on the primary government, regardless of whether the Organization has a separately elected governing board, a governing board appointed by a higher level of government or a jointly appointed board. There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements.

##### Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. For the most part, interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given program 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 program and 2) operating or capital grants and contributions that are restricted to meeting operational or capital requirements of a particular program. 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 are excluded from government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The County has no enterprise funds.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

##### 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 funds financial statements. 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 revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. 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 fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues from property and other taxes, grants and contracts, fees (charges for services), fines (including forfeitures), and interest associated with the current fiscal period are all considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

Revenue from investments, including governmental external investment pools, is based upon fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt investments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until the related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the County to refund all or part of the unused amount.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, and 2) operating and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

## COLORADO COUNTY, TEXAS

### Notes to the Financial Statements

For The Year Ended December 31, 2022

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

##### Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - Continued

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.

The County has presented the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the general fund.

The *American Rescue Plan Fund* is the County's fund used to account for federally sourced revenue used to replace County revenue lost due to the COVID-19 public health emergency.

The County reports the following fiduciary funds:

The *Custodial Funds* account for assets that the government holds on behalf of others as their agent. The County's custodial funds include County Attorney Seizure, County Clerk, District Clerk, Justice of the Peace #2, Justice of the Peace #4, Sheriff, County Attorney and Tax Collector funds.

##### New Pronouncements

GASB issues statements on a routine basis with the intent to provide authoritative guidance on the preparation of financial statements and to improve governmental accounting and financial reporting of governmental entities. Management reviews these statements to ensure that preparation of its financial statements are in conformity with generally accepted accounting principles and to anticipate changes in those requirements. The following recent GASB Statements reflect the action and consideration of management regarding these requirements:

GASB Statement No. 87 "Leases" was issued in June 2017. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after June 15, 2021.

GASB Statement No. 88 "Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements" was issued in April 2018. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2020.

GASB Statement No. 89 "Accounting for Interest Cost Incurred before the End of a Construction Period" was issued in June 2018. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2020.

GASB Statement No. 91 "Conduit Debt Obligations" was issued in May 2019. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2021.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

##### New Pronouncements - Continued

GASB Statement No. 92 “Omnibus 2020” was issued in January 2020. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

GASB Statement No. 94 “Public-Private and Public-Public Partnerships and Availability Payment Arrangements” was issued in March 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 96 “Subscription-Based Information Technology Arrangements” was issued in May 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 97 “Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans” was issued in June 2020. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

GASB Statement No. 98 “The Annual Comprehensive Financial Report” was issued in October 2021. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods ending after December 15, 2021.

GASB Statement No. 99 “Omnibus 2022” was issued in April 2022. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 100 “Accounting Changes and Error Corrections - an amendment to GASB Statement No. 62” was issued in June 2022. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2023.

GASB Statement No. 101 “Compensated Absences” was issued in June 2022. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2023.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

##### Budgetary Data

The budget law of the State of Texas provides that amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in the funds, plus the anticipated revenues for the current year as estimated by the County Auditor. The legal level of budgetary control is at the category or line item level (salaries and wages and employee benefits, and operating expenditures) within departments of each fund. Any expenditure, which alters the total budgeted amounts of a fund must be approved by Commissioners Court, and the budget amended. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Annual appropriated budgets are adopted for the General fund, certain special revenue funds (Records Preservation Fund, Airport Fund, Road & Bridge Precinct Number 1 Fund, Road & Bridge Precinct Number 2 Fund, Road & Bridge Precinct Number 3 Fund, Road & Bridge Precinct Number 4 Fund, Security Fund, Law Library Fund, Justice Court Technology Fund and County and District Court Technology Fund), and the Debt Service Fund.

The County Judge is, by statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budget procedures, each department submits a budget request to the County Judge. The County Judge reviews budget requests and holds informal hearings as necessary. Before September 1, a proposed budget is presented to the Commissioners Court. A public hearing is then held, and the Commissioners Court acts on the proposed budget. Before determining the final budget, the Commissioners Court may increase or decrease the amounts requested by the various departments. Amounts budgeted may not exceed the estimate of revenues and available cash.

Once the budget has been adopted by Commissioners Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding appropriations and for keeping members of Commissioners Court advised of the conditions of the various funds and accounts.

The appropriated budget is prepared by fund, department and category. Any transfers of appropriations are first approved by the Commissioners Court. Department heads may approve line item transfers for expenditures of their respective department. However, no amendments for the personnel services category may be made without Commissioners Court approval to the total budget. Thus, the legal level of budgetary control is at the personnel services category level within each department and the department level overall. Expenditures can exceed appropriations as long as they do not exceed the available revenues and cash balances.

##### Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. As of December 31, 2022, the County had \$ 569,457 of outstanding encumbrances in the General Fund unassigned fund balance and \$ 1,036,077 in the Other Governmental Funds committed fund balance.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

##### Cash and Investments

Cash and temporary investments include amounts in demand deposits and short-term investments with a maturity date within three months of the date acquired by the County. For purposes of the cash flow statement, cash and temporary investments are considered cash equivalents. In accordance with GASB Statement 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", investments are stated at fair value.

The County maintains cash that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as cash and temporary investments under each fund's caption. Funds are allowed to exceed the amount of their equity in the pooled cash account. Funds with overdrawn accounts are disclosed as an interfund payable in the liability section of the balance sheet.

##### Property Taxes

Property taxes are levied as of October 1st of each year with statements prepared and mailed at that date or soon thereafter. The tax levy is based upon appraised property values as of each previous January 1st for all taxable property within the County. Payments are due and payable when taxes are levied and may be timely paid through January 31st. On February 1st, taxes become delinquent and subject to penalty and interest charges. After June 30th, any uncollected taxes are subject to tax suit and additional charges to offset related legal costs. The lien date for property taxes is July 1st.

The appraisal of property within the County is the responsibility of the Colorado County Appraisal District. The Texas Legislature established the Appraisal District and the related Appraisal Review Board in 1979 through the adoption of a comprehensive Property Tax Code. The Appraisal District is required under the Code to assess property at 100% of its appraised value. Real property is reappraised at least every four years. Under certain circumstances, taxpayers and taxing units including the County, may challenge orders of the Appraisal Review Board through various appeals and, if necessary, legal action.

Under the Code, the Commissioners Court will continue to set annual tax rates on the property. The Code also provides that, if approved by the qualified voters in the Appraisal District, collection functions may be placed with the Appraisal District. The County bills and collects its property taxes and those of certain other taxing entities. Collections of those taxes pending distribution are accounted for in a custodial fund.

The County is permitted by Article VIII, Section 9 of the State of Texas Constitution to levy taxes up to \$ 0.80 per \$ 100 assessed valuation for general governmental services including payment of principal and interest on general long-term debt and maintenance of roads and bridges. Article 6790 of Vernon's Civil Statutes permits the County to collect an additional \$0.15 per \$ 100 valuation for road and bridge purposes. Article 7048a of Vernon's Civil Statutes permits the County to collect \$ 0.30 per \$ 100 valuation for road, bridge and flood control purposes.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

Property Taxes - Continued

The County's 2022 tax levy, supporting the 2023 fiscal period budget, totaled \$ 0.496951 per \$ 100 valuation and was comprised as follows:

General Fund	\$ 0.346298
Road and Bridge Funds	0.130000
Debt Service Fund	<u>0.020653</u>
Combined tax rate	<u>\$ 0.496951</u>

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All outstanding balances between funds are reported as "due to/from other funds". The County had no advances between funds. All activity between funds was for short-term cash flow requirements. See Note 4 for additional discussion of interfund receivables and payables.

Inventories and Prepaid Items

The County utilizes the consumption method to account for inventory and prepaid expenditures. Under this method, inventory and prepaid expenditures are considered an expenditure when used rather than when purchased. Significant inventories are reported on the balance sheet at cost, using the first-in, first-out method, with an offsetting reservation of fund balance in the governmental fund financial statements since they do not constitute "available spendable resources" even though they are a component of current assets. Inventories in the governmental funds are comprised of road materials, bulk fuel, parts, and chemicals. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in government-wide and prepaid expenditures in the fund financial statements.

Capital Assets

Capital assets, which include land, construction in progress, vehicles and equipment, buildings and improvements, and infrastructure are reported in the governmental activities column in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical is not available. Donated assets are valued at their acquisition value on the date of donation. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest cost to be capitalized on assets with tax-exempt borrowing is equal to the cost of the borrowing less interest earned on the related tax-exempt borrowing. During the year ended December 31, 2022, no capitalized interest was included in the cost of capital assets under construction.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

Capital Assets - Continued

Assets capitalized have an original cost of \$ 5,000 or more and over two years of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Leased assets are depreciated over the lesser of the term of the related lease or the estimated useful lives of the assets. Estimated useful lives are as follows:

Buildings and improvements	30 Years
Equipment	3-10 Years
Infrastructure	20-45 Years

Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the governmental funds only if the liability is matured as a result of employee resignation or retirement.

Accumulated sick leave lapses when employees leave the employ of the county and, upon separation from service, no monetary obligation exists.

The liability for compensated absences disclosed in the financial statements represents accumulated vacation and compensatory time at December 31, 2022, computed at pay rates in effect at that time was \$ 224,124.

Deferred Outflows and Inflows of Resources

Guidance for deferred outflows of resources and deferred inflows of resources is provided by GASB No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". Concepts Statement No. 4, Elements of Financial Statements, introduced and defined those elements as a consumption of net assets by the government that is applicable to a future reporting period, and an acquisition of net assets by the government that is applicable to a future period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Further, GASB No. 65, "Items Previously Reported as Assets and Liabilities", had an objective to either (a) properly classify certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or (b) recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

Pension Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas County and District Retirement System (TCDRS) and additions to/deductions from TCDRS's Fiduciary Net Position have been determined on the same basis as they are reported by TCDRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

##### Other Post-Employment Benefits

The fiduciary net position of the Colorado County Retiree Health Care Plan (the "Plan") has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from the Plan's total OPEB liability. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no assets as this is a pay-as-you-go plan.

##### Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as interest and fiscal charge expenses.

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

##### Fund Balance

The County's Commissioners Court meets on a regular basis to manage and review cash financial activities and to ensure compliance with established policies. The County's unassigned General Fund Balance is maintained to provide the County with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. The unassigned General Fund Balance may only be appropriated by resolution of the County's Commissioners Court. Fund Balance of the County may be committed for a specific source by formal action of the County's Commissioners Court. Amendments or modifications of the committed fund balance must also be approved by formal action by the County's Commissioners Court. When it is appropriate for fund balance to be assigned, the County's Commissioners Court has delegated authority to the County Judge or the County Auditor. In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended are as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

The *nonspendable* fund balance includes a portion of net resources that cannot be spent because of their form or because they must be maintained intact. Resources not in spendable form include inventories, prepaid expenditures and long-term receivables.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

##### Fund Balance - Continued

The *restricted* fund balance includes net resources that can be spent only for the specific purposes stipulated by constitution, external resource providers (creditors, grantors, and contributors), laws and regulations of other governments, or through enabling legislation. The enabling legislation authorizes the County to access, levy, charge or otherwise mandate payment of resources from external resource providers; those resources can be used only for the specific purposes stipulated in the legislation. The County's fee revenue generated through enabling legislations include auto registration fees, birth/death certificate fees, adult bond supervision fees, child abuse protection fees, court technology fees, election service fees, family protection fees, financial security fees, juvenile case management fees, law library fees, records archive fees, and records management and preservation fees reported under Non-Major Special Revenue Funds, and auto registration fees, certificates of title, and gross weight and axle fees reported under the Road & Bridge Precinct Funds.

The *committed* fund balance includes spendable net resources that can only be used for specific purposes pursuant to constraints imposed by formal Commissioners Court actions, no later than the close of the fiscal year. These actions must be in the form of a resolution approved by Commissioners Court. Those constraints remain binding unless removed or changed in the same manner employed to previously commit those resources. At December 31, 2022, the Commissioners agreed to commit fund balances for the Airport Fund, each of the Road & Bridge Precinct Funds and Historical Commission Fund.

The *assigned* fund balance includes amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Such intent should be expressed by Commissioners Court or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Commissioners Court actions. At December 31, 2022, there are no assignments of fund balance.

The *unassigned* Fund Balance represents spendable net resources that have not been restricted, committed, or assigned to specific purposes. The general fund is the only fund that reports a positive unassigned fund balance amount.

**COLORADO COUNTY, TEXAS**

Notes to the Financial Statements

For The Year Ended December 31, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

Fund Balance - Continued

Governmental Fund Financial Statements:

The following schedule presents details of fund balance components at December 31, 2022:

	<u>General Fund</u>	<u>American Rescue Plan Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Activities</u>
Fund Balance:				
Nonspendable:				
Inventories	\$ -	\$ -	\$ 186,850	\$ 186,850
Prepaid expenditures	179,682	-	164,794	344,476
Restricted:				
Court improvements and operations	-	-	107,625	107,625
Debt service	-	-	162,848	162,848
Election services	-	-	21,933	21,933
Federal and state grants	-	93,011	-	93,011
Library services	-	-	141,531	141,531
Public safety services	-	-	81,954	81,954
Records management	-	-	746,098	746,098
County/District attorney services	-	-	320,913	320,913
Committed:				
Airport operations	-	-	105,863	105,863
Public transportation	-	-	6,023,557	6,023,557
Historical preservation	-	-	5,885	5,885
Unassigned	<u>7,300,634</u>	<u>-</u>	<u>-</u>	<u>7,300,634</u>
 Total fund balance	 <u>\$ 7,480,316</u>	 <u>\$ 93,011</u>	 <u>\$ 8,069,851</u>	 <u>\$ 15,643,178</u>

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets net of accumulated depreciation and the outstanding balances of any borrowing spent for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

Net Position - Continued

	<u>Governmental Activities</u>
Net Position:	
Net investment in capital assets	\$ 18,504,879
Restricted:	
Public transportation	6,251,408
Other:	
Airport operations	105,863
County/District Attorney services	320,913
Court improvements and operations	107,625
Debt service	136,036
Election services	21,933
Federal grants	93,011
Historical preservations	5,885
Library services	141,531
Public safety services	81,954
Records management	746,098
Unrestricted	<u>8,930,074</u>
 Total net position	 <u>\$ 35,447,210</u>

**NOTE 2 - DEPOSITS AND INVESTMENTS**

The County classifies deposits and investments for financial statement purposes as cash and temporary investments, and investments based upon both liquidity (demand deposits) and maturity date (deposits and investments) of the asset at the date of purchase. For this purpose, a temporary investment is one that when purchased had a maturity date of three months or less. Investments are classified as either short-term investments or investments. Short-term investments have a maturity of one year or less and investments are those that have a maturity of one year or more. See Note 1 for additional Governmental Accounting Standards Board Statement No. 31 disclosures.

Deposits

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned to them. The County requires that all deposits with financial institutions be collateralized in an amount equal to 110 percent of uninsured balances.

At year-end, the carrying amount of the County's financial institution deposits, was \$ 24,565,623, while the financial institution balances totaled \$ 25,245,961. Of these balances, \$ 276,142 was covered by federal depository insurance coverage and \$ 24,969,819 was covered by collateral held by the County's agent in the County's name.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 2 - DEPOSITS AND INVESTMENTS - Continued**

##### Investments

Chapter 2256 of the Texas Government Code (the Public Funds Investment Act) authorizes the County to invest its funds under a written investment policy. The investment policy primarily emphasizes safety of principal and liquidity, addresses investment diversification, yield, and maturity and also addresses the quality and capability of investment personnel. This investment policy defines what constitutes the legal list of investments allowed under the policy, which excludes certain instruments allowed under the Public Funds Investment Act.

The County's investment policy authorizes the County to invest in 1) obligations of the United States or its agencies and instrumentalities; 2) direct obligations of the State of Texas or its agencies; 3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; 4) obligations of states, agencies, counties, cities and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; 5) certificates of deposit by state and national banks domiciled in the state that are guaranteed or insured by the Federal Deposit Insurance Corporation or secured by obligations that are described in 1) through 4); 6) money market mutual funds regulated by the Securities and Exchange Commission with a dollar weighted average portfolio maturity of 90 days or less; 7) eligible investment pools organized and operating in compliance with the Public Funds Investment Act that have been authorized by Commissioners Court, and whose investment philosophy and strategy are consistent with the Policy and the County's ongoing investment strategy.

The County's Investment Officer submits an investment report quarterly to Commissioners Court. The report details the investment position and transactions of the County and the compliance of the investment portfolio as it relates to both the adopted investment strategy and Texas state law.

For the year ending December 31, 2022, the County did not have any investments.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES**

Receivables and Allowances

Receivables as of December 31, 2022, for the government’s individual governmental major and nonmajor funds, internal service funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>Major Funds</u>	<u>Non-Major Funds</u>	
	General Fund	Other Governmental Funds	Total Governmental Funds
Receivables:			
Taxes	\$ 8,291,321	\$ 3,628,755	\$ 11,920,076
Accounts	117,866	4,830	122,696
Due from other governments	<u>1,292,044</u>	<u>672,195</u>	<u>1,964,239</u>
Gross receivables	9,701,231	4,305,780	14,007,011
Less allowance for uncollectibles:			
Property taxes	<u>311,257</u>	<u>154,321</u>	<u>465,578</u>
Net receivables	<u>\$ 9,389,974</u>	<u>\$ 4,151,459</u>	<u>\$ 13,541,433</u>

Receivables From Other Governments

The County participates in a variety of federal and state programs from which it receives grants to, partially or fully, finance certain activities. In addition, the County receives entitlements from the State through the legislative actions and taxes collected by the State on behalf of the County (other taxes). All federal grants shown below are either direct or passed through state or local agencies and are reported on the financial statements as due from other governments.

Amounts due from federal, state, and local governments as of December 31, 2022 are summarized below:

	<u>Federal Grants</u>	<u>State Grants</u>	<u>Other</u>	<u>Total</u>
Major Governmental Funds:				
General Fund	\$ 3,422	\$ 8,137	\$ 1,280,485	\$ 1,292,044
Non-major governmental funds	<u>202,010</u>	<u>85,233</u>	<u>384,952</u>	<u>672,195</u>
Total	<u>\$ 205,432</u>	<u>\$ 93,370</u>	<u>\$ 1,665,437</u>	<u>\$ 1,964,239</u>

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued**

Judicial and Emergency Medical Service Receivables

Judicial and Emergency Medical Service receivables are reported in the governmental activities statement of net position. Since these receivables do not represent current available resources, they are not reported in the governmental funds balance sheet. The allowance for uncollectible receivables related to the County's various court assessments and emergency medical service is determined based on historical experience and evaluation of collectability in relation to the aging of customer accounts. The following is a summary of the receivable and allowance for uncollectible as of December 31, 2022:

	<u>Gross Receivable</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivable</u>
Judicial Receivables:			
Justices of the Peace	\$ 5,296,250	\$ 4,840,043	\$ 456,207
County Courts	1,070,052	513,929	556,123
District Courts	2,092,270	1,033,585	1,058,685
Emergency medical service	<u>952,897</u>	<u>322,101</u>	<u>630,796</u>
Total	<u>\$ 9,411,469</u>	<u>\$ 6,709,658</u>	<u>\$ 2,701,811</u>

Deferred Outflows and Inflows of Resources and Unearned Revenue

Governmental Funds

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. As of December 31, 2022, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued**

Deferred Inflows of Resources and Unearned Revenue - Continued

Governmental Funds - Continued

	<u>General Fund</u>	<u>American Rescue Plan Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Deferred Inflows of Resources:				
Current property taxes collected (October 1, 2022 Levy)	\$ 2,563,649	\$ -	\$ 1,115,287	\$ 3,678,936
Current property taxes receivable (October 1, 2022 Levy)	7,851,676	-	3,415,782	11,267,458
Delinquent property taxes (October 1, 2021 and prior)	103,772	-	47,465	151,237
Unearned Revenue:				
Federal grants	<u>-</u>	<u>4,174,763</u>	<u>50,000</u>	<u>4,224,763</u>
Total	<u>\$ 10,519,097</u>	<u>\$ 4,174,763</u>	<u>\$ 4,628,534</u>	<u>\$ 19,322,394</u>

Governmental Activities

Governmental activities defer the recognition of pension expense for contributions made from the measurement date to the current year end of December 31, 2022 and report these as deferred outflows of resources. Governmental activities also defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a deferred inflow of resources. Further, for governmental activities, like governmental funds, defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

As of December 31, 2022, the various components of deferred outflows and inflows of resources and unearned revenue reported in the governmental activities were as follows:

<u>Governmental Activities:</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Unearned Revenue</u>
Pension Related:			
Differences between expected and actual experience	\$ 194,746	\$ -	-
Net differences between projected and actual investment earning	-	4,808,834	-
Changes in assumptions	1,024,846	95,123	-
Subsequent contributions	1,104,791	-	-
OPEB related:			
Differences between expected and actual experience	36,416	10,617	-
Changes in assumptions	-	36,131	-
Current property taxes collected (October 1, 2022 Levy)	-	3,678,936	-
Current property taxes receivable (October 1, 2022 Levy)	-	11,267,458	-
Unearned Revenue:			
Federal grants	<u>-</u>	<u>-</u>	<u>4,224,763</u>
Totals	<u>\$ 2,360,799</u>	<u>\$ 19,897,099</u>	<u>\$ 4,224,763</u>

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 4 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

Interfund receivables and payables at December 31, 2022 consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>12-31-22</u>
General Fund	Other Governmental Funds	\$ 3,690
Other Governmental Funds	General Fund	3,300
Other Governmental Funds	Other Governmental Funds	<u>189,674</u>
Total		<u>\$ 196,664</u>

Interfund receivables and payables represent short-term borrowings primarily for cash flow purposes. These include short-term borrowings for reimbursement grants and some revenue or expenditures/expense adjustments between funds at or near year-end.

Interfund transfers for the year ended December 31, 2022 consisted of the following individual fund transfers in and transfers out:

<u>Transferring Fund</u>	<u>Receiving Fund</u>	<u>12-31-22</u>
General Fund	Other Governmental Funds	\$ 108,321
Other Governmental Funds	Other Governmental Funds	<u>113,214</u>
Total		<u>\$ 221,535</u>

The Commissioners Court approved these transfers, as transfers of operational funds to cover planned expenditures.

**NOTE 5 - CAPITAL ASSETS**

Capital Transactions

	<u>Balance 01-01-22</u>	<u>Additions</u>	<u>Retirements</u>	<u>Adjustments &amp; Transfers</u>	<u>Balance 12-31-22</u>
Governmental Activities:					
Capital Assets, Not Depreciated:					
Land	\$ <u>526,022</u>	\$ -	\$ -	\$ -	\$ <u>526,022</u>
Total capital assets not being depreciated	<u>526,022</u>	-	-	-	<u>526,022</u>
Capital Assets, Being Depreciated:					
Buildings and improvements	25,302,835	-	239,278	-	25,063,557
Furniture, equipment and vehicles	13,959,192	1,265,697	-	-	15,224,889
Infrastructure	<u>97,598,334</u>	<u>1,041,855</u>	<u>7,892</u>	-	<u>98,632,297</u>
Total capital assets being depreciated	<u>136,860,361</u>	<u>2,307,552</u>	<u>247,170</u>	-	<u>138,920,743</u>

(continued)

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 5 - CAPITAL ASSETS - Continued**

Capital Transactions - Continued

	Balance 01-01-22	Additions	Retirements	Adjustments & Transfers	Balance 12-31-22
Less Accumulated Depreciation For:					
Buildings and improvements	\$ 15,304,622	\$ 778,966	\$ -	\$ -	\$ 16,083,588
Furniture, equipment and vehicle	10,147,154	878,519	239,278	-	10,786,395
Infrastructure	<u>89,581,758</u>	<u>716,472</u>	<u>7,892</u>	-	<u>90,290,338</u>
Total accumulated depreciation	<u>115,033,534</u>	<u>2,373,957</u>	<u>247,170</u>	-	<u>117,160,321</u>
Total capital assets being depreciated, net	<u>21,826,827</u>	<u>( 66,405)</u>	-	-	<u>21,760,422</u>
Governmental activities capital assets, net	<u>\$ 22,352,849</u>	<u>\$( 66,405)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,286,444</u>

During the year ended December 31, 2022, the County received infrastructure from various sources totaling \$ 729,380.

Depreciation

Depreciation expense was charged as direct expense to functional categories of the County as follows:

	<u>12-31-22</u>
Governmental Activities:	
General government	\$ 512,616
Judicial	5,914
Public safety	678,712
Public facilities	2,812
Public transportation	1,172,606
Health and welfare	<u>1,297</u>
Total depreciation expense	<u>\$ 2,373,957</u>

Construction Commitments

There were no construction commitments as of December 31, 2022.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 6 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE**

Accounts and accrued liabilities payable as of December 31, 2022, for the government's individual governmental major and nonmajor funds in the aggregate are as follows:

	Governmental Funds		
	General Fund	Other Governmental Funds	Total
Accounts and accrued liabilities payable:			
Vendors	\$ 128,946	\$ 13,651	\$ 142,597
Accrued compensation	35,336	720	36,056
Other governments	165	-	165
Due to others	179,837	-	179,837
 Total	 \$ 344,284	 \$ 14,371	 \$ 358,655

**NOTE 7 - LONG-TERM DEBT**

Certificate of Obligation Bonded Debt

Certificates of obligations payable at December 31, 2022, are summarized as follows:

	Series Dates			Bonds Outstanding 12-31-22
	Interest Rate %	Maturity	Callable	
Combination Tax and Revenue Bonds, Series 2012	2.28	2018	2025	\$ 450,000
Limited Tax Refunding Bonds Series 2019	2.08	2019	2031	3,505,000
 Total				 \$ 3,955,000

Certificates of obligation bond transactions for the year ended December 31, 2022 were as follows:

Bonds outstanding, January 1, 2022	\$ 4,480,000
Maturities	( 525,000)
 Bonds outstanding, December 31, 2022	 \$ 3,955,000

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 7 - LONG-TERM DEBT - Continued**

Certificate of Obligation Bonded Debt - Continued

The bond ordinances require that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. The current year tax levy was set to utilize the excess fund balance above the bond ordinance requirement. For the year ended December 31, 2022, the amount of ad valorem taxes collected for interest and sinking were \$ 628,841, while the debt service requirements for principal and interest was \$ 626,898. The bond resolutions provide no express remedies in the event of default and make no provision for acceleration of maturity of the bonds.

The following is a summary of certificate of obligation bond requirements by year as of December 31, 2022:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
2023	\$ 535,000	\$ 88,736	\$ 623,736
2024	545,000	76,776	621,776
2025	555,000	64,367	619,367
2026	585,000	51,736	636,736
2027	595,000	38,690	633,690
2028-2031	<u>1,140,000</u>	<u>49,506</u>	<u>1,189,506</u>
 Total	 \$ <u>3,955,000</u>	 \$ <u>369,811</u>	 \$ <u>4,324,811</u>

Bonds payable are liquidated through the debt service fund. Compensated absences are liquidated through the general fund and other non-major governmental funds.

Changes in Long-Term Debt

Transactions for the year ended December 31, 2022 are summarized as follows:

	<u>Balance 01-01-22</u>	<u>Issues or Additions</u>	<u>Payments or Expenditures</u>	<u>Balance 12-31-22</u>	<u>Due Within One Year</u>
Governmental Type Activities:					
Bonds payable	\$ 4,480,000	\$ -	\$ 525,000	\$ 3,955,000	\$ 535,000
Bond discount	( 11,933)	-	( 3,292)	( 8,641)	( 3,292)
Compensated absences	238,726	334,973	349,575	224,124	203,476
Net pension liability	2,259,134	5,455,391	7,714,525	-	-
Total OPEB liability	<u>185,170</u>	<u>65,350</u>	<u>55,590</u>	<u>194,930</u>	<u>-</u>
 Total governmental activities	 \$ <u>7,151,097</u>	 \$ <u>5,855,714</u>	 \$ <u>8,641,398</u>	 \$ <u>4,365,413</u>	 \$ <u>735,184</u>

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 7 - LONG-TERM DEBT - Continued**

Changes in Long-Term Debt - Continued

Bonded debt is funded primarily by property taxes from the Debt Service Fund. Compensated absences are payable by the fund in which the individual positions are budgeted. General Fund and the various special revenue funds have been used to fund current pension and OPEB costs.

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN**

*Plan Description* - The County provides retirement, disability, and death benefits for all of its full-time employees through a non-traditional 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 more than 830 non-traditional defined benefit plans. TCDRS in the aggregate issues a annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, TX 79768-2034.

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 age 60 and above with 8 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

All eligible employees of the County are required to participate in TCDRS.

The plan provisions are adopted by Commissioner’s Court of the County, within the options available in the state statutes governing TCDRS. Plan provisions for the County were as follows:

	<u>Plan Year 2022</u>	<u>Plan Year 2021</u>
Employee deposit rate	7.00%	7.00%
Employer deposit rate	13.20%	12.00%
Matching ratio (County to employee)	2 to 1	2 to 1
Years required for vesting	8	8
Service retirement eligibility (expressed as age/years of service)	60/8, 0/20	60/8, 0/20

Employees Covered by Benefit Terms:

At the December 31, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	99
Inactive employees entitled to but not yet receiving benefits	211
Active employees	<u>208</u>
	<u><u>518</u></u>

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

*Contributions* - The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee compensation, and the employer matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the employer. Under the state laws governing TCDRS, the contribution rate for each employer is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. Participating employers are required to contribute at the actuarially determined rates to ensure adequate funding for each employer’s plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees.

Each employer has the opportunity to make additional contributions in excess of its annual required contribution rate either by adopting an elected rate that is higher than the required rate or by making additional contributions on an ad hoc basis. Employers may make additional contributions to pay down their liabilities faster, pre-fund benefit enhancements and/or buffer against future adverse experience. In addition, employers annually review their plans and may adjust benefits and costs based on their local needs and budgets. Although accrued benefits may not be reduced, employers may reduce future benefit accruals and immediately reduce costs.

Employees of the County were required to contribute 7.00% of their annual compensation during the fiscal year. The County’s required contribution rates of 13.20% and 10.65% in calendar years 2022 and 2021, respectively. The County’s contributions to TCDRS for the year ended December 31, 2022 were \$ 1,099,799.

*Net Pension Asset* - The County’s Net Pension Asset was measured as of December 31, 2021, and the Total Pension Liability (TPL) used to calculate the Net Pension Asset was determined by an actuarial valuation as of that date.

Actuarial Assumptions:

The Total Pension Liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	3.00% per year
Investment Rate of Return	7.50%, net of pension plan investment expense, including inflation

Except where indicated in the section of this GASB 68 report entitled “Actuarial Methods and Assumptions Used for GASB Calculations”, the assumptions used in this analysis for the December 31, 2021 financial reporting metrics are the same as those used in the December 31, 2021 actuarial valuation analysis for the County.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

Following is a description of the assumptions used in the December 31, 2021 actuarial valuation analysis for the County. This information may also be found in the Colorado County December 31, 2021 Summary Valuation Report.

Economic Assumptions:

TCDRS System-Wide Economic Assumptions

Real rate of return	5.00%
Inflation	2.50%
Long-term investment return	7.50%

The assumed long-term investment return of 7.50% is net after investment and administrative expenses. It is assumed returns will equal the nominal annual rate of 7.50% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.00% (made up of 2.50% inflation and 0.50% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.70% per year for a career employee.

Employer Specific Economic Assumptions

Growth in membership	0.00%
Payroll growth	3.00%

The payroll growth assumption is for the aggregate covered payroll of an employer.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers are based on January 2022 information for a 10-year time horizon.

The valuation assumption for long-term expected return is re-assessed in detail at a minimum of every four years, and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

Asset Class	Benchmark	Target Allocation <sup>(1)</sup>	Geometric Real Rate of Return (Expected minus Inflation) <sup>(2)</sup>
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	3.80%
Global Equities	MSCI World (net) Index	2.50%	4.10%
International Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	3.80%
International Equities - Emerging Markets	MSCI Emerging Markets Standard (net) Index	6.00%	4.30%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	1.77%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.25%
Distressed Debt	Cambridge Associates Distressed Securities Index <sup>(3)</sup>	4.00%	4.50%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.10%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	3.85%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index <sup>(4)</sup>	6.00%	5.10%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index <sup>(5)</sup>	25.00%	6.80%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	1.55%
Cash Equivalents	90-Day U.S. Treasury	2.00%	-1.05%

<sup>(1)</sup> Target asset allocation adopted at the March 2022 TCDRS Board meeting.

<sup>(2)</sup> Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.60%, per Cliffwater's 2022 capital market assumptions

<sup>(3)</sup> Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

<sup>(4)</sup> Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

<sup>(5)</sup> Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

**Discount Rate** - The discount rate is the single rate of return that, when applied to all projected benefit payments results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using the long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not include in (1), calculated using the municipal bond rate.

## **COLORADO COUNTY, TEXAS**

### *Notes to the Financial Statements*

For The Year Ended December 31, 2022

#### **NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

Therefore, if plan investments in a given future year are greater than projected benefit payments in that year and are invested such that they are expected to earn the long-term rate of return, the discount rate applied to projected benefit payments in that year should be the long-term expected rate of return on plan investments. If future years exist where this is not the case, then an index rate reflecting the yield on a 20-year, tax-exempt municipal bond should be used to discount the projected benefit payments for those years.

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future value, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternative methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 7.60%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 7.50%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

**COLORADO COUNTY, TEXAS**

Notes to the Financial Statements

For The Year Ended December 31, 2022

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a)-(b)
Balance as of December 31, 2020	\$ 37,432,528	\$ 35,173,395	\$ 2,259,133
Changes for the Year:			
Service cost	1,003,528	-	1,003,528
Interest on total pension liability <sup>(1)</sup>	2,867,237	-	2,867,237
Effect of plan changes <sup>(2)</sup>	1,473,293	-	1,473,293
Effect of economic/demographic gains or losses	88,107	-	88,107
Effect of assumptions changes or inputs	( 142,685)	-	( 142,685)
Refunds of contributions	( 116,407)	( 116,407)	-
Employer contributions	-	937,164	( 937,164)
Member contributions	-	546,685	( 546,685)
Net investment income	-	7,730,337	( 7,730,337)
Benefit payment,	( 1,328,547)	( 1,328,547)	-
Administrative expense	-	( 23,226)	23,226
Other changes <sup>(3)</sup>	-	10,788	( 10,788)
Balance as of December 31, 2021	<u>\$ 41,277,054</u>	<u>\$ 42,930,189</u>	<u>\$( 1,653,135)</u>

<sup>(1)</sup> Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

<sup>(2)</sup> No plan changes valued.

<sup>(3)</sup> Relates to allocation of system-wide items.

**Sensitivity Analysis** - The following presents the net pension liability of the county, calculated using the discount rate of 7.60%, as well as what the County's net pension liability would be if it were calculated using a discount rate of 1 percentage-point lower (6.60%) or 1 percentage-point higher (8.60%) than the current rate:

	1% Decrease In Discount Rate (6.60%)	Discount Rate (7.60%)	1% Increase In Discount Rate (8.60%)
Total pension liability	\$ 46,591,860	\$ 41,277,054	\$ 36,819,860
Fiduciary net position	<u>42,930,189</u>	<u>42,930,189</u>	<u>42,930,189</u>
Net pension liability / (asset)	<u>\$ 3,661,671</u>	<u>\$( 1,653,135)</u>	<u>\$( 6,110,329)</u>

**COLORADO COUNTY, TEXAS**  
*Notes to the Financial Statements*  
For The Year Ended December 31, 2022

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

<i>Pension Expense:</i>	<u>Year Ended 12-31-21</u>
Service cost	\$ 1,003,528
Interest on total pension liability <sup>(1)</sup>	2,867,237
Effect of plan changes	1,473,293
Administrative expenses	23,226
Member contributions	( 546,685)
Expected investment return net of investment expenses	( 2,674,165)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	58,149
Recognition of assumption changes or inputs	464,862
Recognition of investment gains or losses	( 1,354,746)
Other <sup>(2)</sup>	<u>( 10,788)</u>
<b>Pension expense</b>	<b><u>\$ 1,303,911</u></b>

<sup>(1)</sup> Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

<sup>(2)</sup> Related to allocation of system-wide items.

**Deferred Inflows and Outflows** - At December 31, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ 194,746	\$ -
Net difference between projected and actual investment earnings	-	4,808,834
Changes in assumptions	1,024,846	95,123
Contributions subsequent to the measurement date <sup>(3)</sup>	<u>1,104,791</u>	<u>-</u>
<b>Totals</b>	<b><u>\$ 2,324,383</u></b>	<b><u>\$ 4,903,957</u></b>

**COLORADO COUNTY, TEXAS**  
*Notes to the Financial Statements*  
 For The Year Ended December 31, 2022

**NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expenses as follows:

<u>Year Ended</u> <u>December 31,</u>	
2023	\$ ( 484,245)
2024	( 1,039,003)
2025	( 1,149,881)
2026	( 1,011,236)
2027	-
Thereafter <sup>(4)</sup>	-

<sup>(3)</sup> Any eligible employer contributions were made subsequent to the measurement date through the employer's fiscal year end, the employer should reflect these contributions, adjusted as outlined in GASB No. 71.

<sup>(4)</sup> Total remaining balance to be recognized in future years, if any. Note that additional deferred inflows and outflows of resources may impact these numbers.

**NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**

*Plan Description* - The County's defined benefit OPEB plan, Colorado County Retiree Health Care Plan (CCRHCP), provides medical benefits to plan members of the County. CCRHCP is a single-employer defined benefit OPEB plan administered by the County. Local Government Code Section 157.101 assigns the authority to establish and amend benefit provisions to Commissioners Court. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided* - Plan participants are full-time regular employees who, at the time they leave County employment, are:

1. Eligible for retirement benefits under Texas County and District Retirement guidelines, and
2. Have a total of 20 years of service with the County, of which at least 8 years are continuous service, and
3. Are covered under the County group health insurance program at the time of the separation, and
4. Are not Medicare eligible.

Coverage for dependents who are not Medicare eligible and who are participants in the County's group health insurance plan at the time of the employee's separation may also be continued. In the event of the retiree's death, covered dependents may continue coverage until they become Medicare eligible provided they make required premium payments on a timely basis. Dental and life insurance benefits are also available to the retiree at the retiree's cost. The life insurance benefit is a level \$10,000. Any dependent coverage the retiree may have will be at the retiree's cost.

The following table provides a summary of the number of participants in the plan as of December 31, 2022:

Inactive plan members or beneficiaries currently receiving benefits	3
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>146</u>
	<u>149</u>

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued**

*Contributions* - Local Government Code Section 157.102 assigns to Commissioners Court the authority to establish and amend contribution requirements of the plan members. The County may contribute all, part of, or none of the premium payment. The County's contribution, if any, will be determined annually by Commissioners Court during the County budget process and will be effective on a fiscal year basis. The County does not contribute toward the cost of coverage for retirees who do not meet the eligibility requirements. The County pays no more for retiree healthcare than the premium it pays for active employees for each rate tier structure (retiree only, retiree + spouse, retiree + child, retiree + children, retiree + family).

The plan is funded on a pay-as-you-go basis. For the year ended September 30, 2022, the total benefit payments made to the plan was \$ 9,760.

*Total OPEB Liability* - The County's total OPEB liability of \$ 194,930 was measured as of December 31, 2022 utilizing the actuarial valuation performed as of December 31, 2022.

*Actuarial assumptions and other inputs* - The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual Entry Age
Discount rate	4.31%
Inflation	2.50%
Salary increases	3.50%
Health care trend rates	Level 4.50%

The RP-2014 Total Mortality Tables are used with the ultimate rates of Scale MP-2021.

The actuarial assumptions used in the December 31, 2022 valuation were based on the experience study covering the four-year period ending December 31, 2017, as conducted for the Texas County and District Retirement System.

*Discount Rate* - For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on S&P municipal bond 20 year grade rate index as of the measurement date. For the purpose of this valuation, the municipal bond rate is 4.31%. The discount rate was 2.12% as of the prior measurement date.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued**

*Changes in Total OPEB Liability* - The changes in the total OPEB liability as of December 31, 2022 are as follows:

	<u>Total OPEB Liability</u>
Service cost	\$ 18,447
Interest on total OPEB liability	4,120
Difference between expected and actual experience of the total OPEB liability	42,783
Changes in assumptions	( 37,048)
Benefit payments	<u>( 18,542)</u>
Net change in total OPEB liability	9,760
Total OPEB liability, December 31, 2021	<u>185,170</u>
Total OPEB liability, December 31, 2022	<u>\$ 194,930</u>

Changes in assumptions reflect a change in the discount rate from 2.12% as of December 31, 2021 to 4.31% as of December 31, 2022.

*Sensitivity of the total OPEB liability to changes in the discount rate* - The following presents the total OPEB liability of the County, calculated using the discount rate of 4.31%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate of 1 percentage-point lower (3.31%) or 1 percentage-point higher (5.31%) than the current rate:

	<u>1% Decrease In Discount Rate (3.31%)</u>	<u>Discount Rate (4.31%)</u>	<u>1% Increase In Discount Rate (5.31%)</u>
Total OPEB liability	\$ 210,845	\$ 194,930	\$ 180,630

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates* - The following presents the total OPEB liability of the County, calculated using the healthcare cost trend rate of 4.50%, as well as what the County's total OPEB liability would be if it were calculated using a healthcare cost trend rate of 1 percentage-point lower (3.50%) or 1 percentage-point higher (5.50%) than the current rate:

	<u>1% Decrease In Trend Rate (3.50%)</u>	<u>Trend Rate (4.50%)</u>	<u>1% Increase In Trend Rate (5.50%)</u>
Total OPEB liability	\$ 176,276	\$ 194,930	\$ 217,546

**COLORADO COUNTY, TEXAS**  
*Notes to the Financial Statements*  
 For The Year Ended December 31, 2022

**NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued**

<i>OPEB Expense:</i>	<u>Year Ended 12-31-22</u>
Service cost	\$ 18,447
Interest on the total OPEB liability	4,120
Difference between expected and actual experience	3,630
Changes in assumptions or other inputs	<u>( 6,697)</u>
OPEB expense	<u>\$ 19,500</u>

*Deferred Inflows and Outflows* - At December 31, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 36,416	\$ 10,617
Changes in assumptions	<u>-</u>	<u>36,131</u>
Totals	<u>\$ 36,416</u>	<u>\$ 46,748</u>

The County did not have any contributions subsequent to the measurement date due to the measurement date and the date of this report both ending as of December 31, 2022.

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended December 31,</u>	
2023	\$( 3,067)
2024	( 3,067)
2025	( 3,067)
2026	( 2,596)
2027	854
Thereafter	611

**NOTE 10 - CONTINGENCIES**

The County is contingently liable in respect to lawsuits and other claims in the ordinary course of its operations. Such lawsuits include various civil claims that are currently between the stages of discovery and pleadings. The outcome of these lawsuits and other claims are not presently determinable and the resolutions of these matters are not expected to have a material effect on the financial condition of the County.

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 11 - GRANTS, ENTITLEMENTS AND SHARED REVENUES**

During the year ended December 31, 2022, the County applied for and received federal and state grants related to various activities. The operations of these grants are reported in the general fund and various special revenue funds. For the most part, these grants are reimbursement type grants, therefore, revenues equal expenditures. Grant revenues are classified as intergovernmental revenues. The federal financial assistance programs are covered by the requirements of the Single Audit Act and the Uniform Guidance.

The state financial assistance programs are covered by the State of Texas Single Audit Circular (Uniform Grant Management Standards). A single audit was not performed on the federal or state financial assistance programs as the federal and state financial assistance programs did not meet the \$ 750,000 threshold, respectively.

**NOTE 12 - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, business interruption, errors and omissions, injuries to employees, employee health benefits and other claims of various natures. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (the "Pool") which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported from unsettled or incurred but not reported, are believed to be insignificant to the County's basic financial statement. For the year ended December 31, 2022, there were no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage. Any losses reported but unsettled or incurred and not reported are believed to be insignificant to the County's basic financial statements.

**NOTE 13 - PRIOR PERIOD ADJUSTMENT**

The beginning fund balance of the Road & Bridge Precinct Number 2 Fund has been restated on the fund basis financial statements to record a prior period adjustment to correct due from other governments recorded in prior years. A reconciliation of the prior period ending fund balance to the current year beginning fund balance for the Road & Bridge Precinct Number 2 Fund is as follows:

Beginning fund balance	\$ 927,416
Adjustment to correct due from other governments	( <u>165,657</u> )
Beginning fund balance, as restated	\$ <u>761,759</u>

The beginning net position of the Governmental Activities in the government-wide statement of Net Position has also been restated to record a prior period adjustment to correct the County's due from other governments. A reconciliation of the prior ending net position to the current year beginning net position for the Governmental Activities is as follows:

Beginning net position	\$ 33,219,946
Adjustment to correct due from other governments	( <u>165,657</u> )
Beginning net position, as restated	\$ <u>33,054,289</u>

**COLORADO COUNTY, TEXAS**

*Notes to the Financial Statements*

For The Year Ended December 31, 2022

**NOTE 14 - EVALUATION OF SUBSEQUENT EVENTS**

The County has evaluated subsequent events through June 7, 2023, the date which the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY  
INFORMATION**



**COLORADO COUNTY, TEXAS**

Exhibit 7

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - GENERAL FUND**

For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 11,294,670	\$ 11,799,670	\$ 11,878,309	\$ 78,639
Intergovernmental	181,200	251,200	208,397	( 42,803)
Licenses and permits	25,000	36,500	36,117	( 383)
Charges for services	2,065,550	2,302,550	2,241,191	( 61,359)
Fines and forfeitures	561,250	595,750	676,700	80,950
Investment income	124,030	224,030	265,219	41,189
Miscellaneous	102,500	260,500	257,307	( 3,193)
<b>Total revenues</b>	<b>14,354,200</b>	<b>15,470,200</b>	<b>15,563,240</b>	<b>93,040</b>
<b>Expenditures</b>				
Current:				
General administration	2,626,525	2,695,875	2,231,582	464,293
Financial administration	708,815	711,565	674,522	37,043
Judicial	1,869,735	1,878,785	1,725,482	153,303
Public safety	8,196,085	8,737,435	8,167,025	570,410
Public facilities	573,710	676,210	537,972	138,238
Conservation	125,435	128,935	118,292	10,643
Health and welfare	617,895	657,895	379,682	278,213
Capital outlay	589,000	1,235,000	847,459	387,541
<b>Total expenditures</b>	<b>15,307,200</b>	<b>16,721,700</b>	<b>14,682,016</b>	<b>2,039,684</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>( 953,000)</b>	<b>( 1,251,500)</b>	<b>881,224</b>	<b>2,132,724</b>
<b>Other Financing Uses:</b>				
Transfers out	( 86,000)	( 108,000)	( 108,321)	( 321)
<b>Total other financing uses</b>	<b>( 86,000)</b>	<b>( 108,000)</b>	<b>( 108,321)</b>	<b>( 321)</b>
<b>Change in fund balance</b>	<b>( 1,039,000)</b>	<b>( 1,359,500)</b>	<b>772,903</b>	<b>2,132,403</b>
<b>Fund balance - beginning</b>	<b>6,707,413</b>	<b>6,707,413</b>	<b>6,707,413</b>	<b>-</b>
<b>Fund balance - ending</b>	<b>\$ 5,668,413</b>	<b>\$ 5,347,913</b>	<b>\$ 7,480,316</b>	<b>\$ 2,132,403</b>

**COLORADO COUNTY, TEXAS**

*REQUIRED SUPPLEMENTARY INFORMATION*

*TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM*

*SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS*

With a measurement date of December 31,

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Pension Liability				
Service cost	\$ 1,003,528	\$ 892,782	\$ 875,414	\$ 843,016
Interest on total pension liability	2,867,237	2,676,791	2,477,862	2,320,499
Effect of plan changes	1,473,293	-	151,471	-
Effect of assumption changes or inputs	( 142,685)	2,049,694	-	-
Effect of economic/demographic (gains) or losses	88,107	244,044	55,941	( 184,870)
Benefit payments/refunds of contributions	( 1,444,954)	( 1,147,271)	( 1,097,969)	( 1,039,762)
Net Change in Total Pension Liability	3,844,526	4,716,040	2,462,719	1,938,883
Total Pension Liability - beginning	<u>37,432,528</u>	<u>32,716,488</u>	<u>30,253,769</u>	<u>28,314,886</u>
Total Pension Liability - ending (a)	<u>\$ 41,277,054</u>	<u>\$ 37,432,528</u>	<u>\$ 32,716,488</u>	<u>\$ 30,253,769</u>
Fiduciary Net Position				
Employer contributions	\$ 937,164	\$ 928,353	\$ 906,348	\$ 857,019
Member contributions	546,685	541,545	528,707	499,932
Investment income net of investment expense	7,730,337	3,265,027	4,410,498	( 500,431)
Benefit payments/refunds of contributions	( 1,444,954)	( 1,147,271)	( 1,097,969)	( 1,039,762)
Administrative expense	( 23,226)	( 25,737)	( 24,079)	( 21,574)
Other	<u>10,788</u>	<u>12,679</u>	<u>15,943</u>	<u>12,168</u>
Net Change in Fiduciary Net Position	7,756,794	3,574,596	4,739,448	( 192,648)
Fiduciary Net Position - beginning	<u>35,173,395</u>	<u>31,598,799</u>	<u>26,859,351</u>	<u>27,051,999</u>
Fiduciary Net Position - ending (b)	<u>\$ 42,930,189</u>	<u>\$ 35,173,395</u>	<u>\$ 31,598,799</u>	<u>\$ 26,859,351</u>
Net Pension Liability/(Asset), ending (a)-(b)	<u>\$( 1,653,135)</u>	<u>\$ 2,259,133</u>	<u>\$ 1,117,689</u>	<u>\$ 3,394,418</u>
Fiduciary Net Position as a Percentage of Total Pension Liability	104.00%	93.96%	96.58%	88.78%
Pensionable covered payroll	\$ 7,809,779	\$ 7,736,362	\$ 7,552,964	\$ 7,141,886
Net Pension Liability as a Percentage of Covered Payroll	( 21.17%)	29.20%	14.80%	47.53%

Note - This schedule is presented to illustrate the requirements to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 67/68, they should not be shown here. Therefore, we have shown only years for which the new GASB statements have been implemented.

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 853,142	\$ 836,962	\$ 773,517	\$ 761,630
2,170,299	1,979,662	1,840,828	1,710,490
-	-	67,051	-
140,390	-	259,033	-
( 304,240)	( 5,710)	( 321,956)	( 378,403)
( <u>952,208</u> )	( <u>850,145</u> )	( <u>704,127</u> )	( <u>598,520</u> )
1,907,383	1,960,769	1,914,346	1,495,197
<u>26,407,503</u>	<u>24,446,734</u>	<u>22,532,388</u>	<u>21,037,191</u>
<u>\$ 28,314,886</u>	<u>\$ 26,407,503</u>	<u>\$ 24,446,734</u>	<u>\$ 22,532,388</u>
\$ 823,098	\$ 774,297	\$ 743,592	\$ 697,017
480,145	451,679	432,322	402,904
3,407,625	1,574,645	( 144,583)	1,312,625
( 952,208)	( 850,145)	( 704,127)	( 598,520)
( 17,990)	( 17,101)	( 15,190)	( 15,490)
<u>4,534</u>	<u>141,090</u>	( <u>14,179</u> )	( <u>116,887</u> )
3,745,204	2,074,465	297,835	1,681,649
<u>23,306,795</u>	<u>21,232,330</u>	<u>20,934,495</u>	<u>19,252,846</u>
<u>\$ 27,051,999</u>	<u>\$ 23,306,795</u>	<u>\$ 21,232,330</u>	<u>\$ 20,934,495</u>
<u>\$ 1,262,887</u>	<u>\$ 3,100,708</u>	<u>\$ 3,214,404</u>	<u>\$ 1,597,893</u>
95.54%	88.26%	86.85%	92.91%
\$ 6,859,208	\$ 6,452,554	\$ 6,176,023	\$ 5,755,766
18.41%	48.05%	52.05%	27.76%

**COLORADO COUNTY, TEXAS**

Exhibit 9

*REQUIRED SUPPLEMENTARY INFORMATION  
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM  
SCHEDULE OF EMPLOYER CONTRIBUTIONS*  
For the Ten Years Ended December 31,

	<u>Actuarially Determined Contribution<sup>(1)</sup></u>	<u>Actual Employer Contribution<sup>(1)</sup></u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll<sup>(2)</sup></u>	<u>Actual Contribution as a % of Covered Payroll</u>
2013	\$ 686,155	\$ 686,155	\$ -	\$ 5,722,796	12.0%
2014	697,017	697,017	-	5,755,766	12.1%
2015	743,592	743,592	-	6,176,023	12.0%
2016	766,563	774,297	( 7,734)	6,452,554	12.0%
2017	790,181	823,098	( 32,917)	6,859,208	12.0%
2018	812,747	857,019	( 44,272)	7,141,866	12.0%
2019	824,028	906,507	( 82,479)	7,552,964	12.0%
2020	849,453	928,353	( 78,900)	7,736,362	12.0%
2021	857,514	937,174	( 79,660)	7,809,778	12.0%
2022	1,099,799	1,099,799	-	8,331,813	13.2%

<sup>(1)</sup> TCDRS calculates actuarially determined contributions on a calendar year basis. GASB Statement No. 68 indicates the employer should report employer contribution amounts on a fiscal year basis.

<sup>(2)</sup> Payroll is calculated based on contributions as reported to TCDRS.



**COLORADO COUNTY, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**TOTAL OPEB LIABILITY AND RELATED RATIOS**  
**COLORADO COUNTY RETIREE HEALTH CARE PLAN**  
With a Measurement Date of December 31,

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB liability				
Service cost	\$ 18,447	\$ 18,447	\$ 14,978	\$ 14,978
Interest	4,120	3,844	7,477	6,003
Differences between expected and actual experiences	42,783	-	( 18,828)	-
Changes in assumptions	( 37,048)	-	( 8,148)	-
Benefit payments	<u>( 18,542)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in total OPEB liability	9,760	22,291	( 4,521)	20,981
Total OPEB liability - beginning	<u>185,170</u>	<u>162,879</u>	<u>167,400</u>	<u>146,419</u>
Total OPEB liability - ending	<u>\$ 194,930</u>	<u>\$ 185,170</u>	<u>\$ 162,879</u>	<u>\$ 167,400</u>
Covered-employee payroll	<u>\$ 6,752,177</u>	<u>\$ 6,199,266</u>	<u>\$ 6,199,266</u>	<u>\$ 5,857,109</u>
Total OPEB liability as a percentage of covered employee payroll	<u>2.89%</u>	<u>2.99%</u>	<u>2.63%</u>	<u>2.86%</u>

There are no assets accumulated in a trust that meets the criteria of GASB to pay related benefits for the OPEB plan.

Notes to schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 67/68, they should not be shown here. Therefore, we have shown only years for which the new GASB statements have been implemented.

	<u>2018</u>
\$	14,388
	5,767
	-
	-
	<u>-</u>
	20,155
	<u>126,264</u>
\$	<u>146,419</u>
\$	<u>5,857,109</u>
	2.50%

## COLORADO COUNTY, TEXAS

Notes to the Required Supplementary Information  
For The Year Ended December 31, 2022

### NOTE 1 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS

Valuation Date Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.

#### Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	17.1 years (based on contribution rate calculated in 12/31/2021 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.50%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Changes in Assumptions and Schedule of Employer Contributions*	2015: New inflation, mortality and other assumption were reflected 2017: New mortality assumptions were reflected. 2019: New inflation, mortality and other assumption were reflected
Changes in Plan Provisions Schedule of Employer Contributions*	2015: No changes in plan provisions were reflected in the schedule. 2016: Employer contributions reflect that a 30% CPI COLA was adopted. 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017. 2018: No changes in plan provisions were reflected in the schedule. 2019: No changes in plan provisions were reflected in the schedule. 2020: Employer contributions reflect that 2% flat COLA was adopted. 2021: No changes in plan provision were reflected in the schedules.

\* Only changes that affect the benefit amount and that are effective 2015 and later are shown in the Notes to the Schedule.

**COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

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

**County Attorney Forfeiture Fund** - This fund is used to account for forfeitures awarded as part of Article 59.06 of the code of Criminal Procedures and may be disbursed solely for expenditures of office.

**Records Preservation Fund** - This fund is used to account for the records management and preservation fee received by the County Clerk. Funds generated from this fee may only be used for special records preservation and automation projects.

**Airport Fund** - This fund is used to account for the County's revenues (user fees and fuel commissions) and expenditures related to the maintenance of the Robert R. Wells, Jr. Airport.

**Sheriff Forfeiture Fund** - This fund is used to account for forfeitures awarded as part of Article 59.06 of the Texas Code of Criminal Procedures and may be disbursed solely for expenditures of law enforcement purposes.

**Road and Bridge Precinct Number 1 Fund** - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #1.

**Road and Bridge Precinct Number 2 Fund** - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #2.

**Road and Bridge Precinct Number 3 Fund** - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #3.

**Road and Bridge Precinct Number 4 Fund** - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #4.

**Harvey Disaster Recovery Fund** - This fund is used to account for federal source revenues used for drainage and road improvements in unincorporated areas of the County related to Hurricane Harvey.

**Election Services Contract Fund** - This fund is used to account for revenues and expenditures related to the costs to conduct and supervise a political subdivision's election.

**HAVA Cares Act Fund** - This fund is used to account for federal source revenues used to improve the administration of elections for federal office including to enhance election technology and make election security improvements.

**LEOSE Fund** - This fund is used to account for revenues and expenditures related to the continuing education of licensed individuals under Chapter 1701 of the Occupations Code.

**Security Fund** - This fund is used to account for revenues and expenditures related to improving and maintaining courtroom and general courthouse security.

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

**Law Library Fund** - This fund is used to account for revenues and expenditures related to the maintenance of a library for use by members of the Texas Bar Association.

**Justice Court Technology Fund** - This fund is used to account for revenues and expenditures related to the purchase and maintenance of technology enhancements for justice courts.

**County and District Court Technology Fund** - This fund is used to account for revenues and expenditures related to the purchase of technology enhancements for County and District Courts.

**Historical Commission Fund** - This fund is used to account for programs conducted to preserve the historical heritage of the County.

**Hot Check Fund** - This fund is used to account for "hot check" fees received by the County Attorney and County Clerk.

**County Attorney Salary Supplemental Fund** - This fund is used to account for state source revenues used to supplement salaries and other expenditures of the County Attorney's office.

### Debt Service Funds

Debt service funds account for the accumulation of resources from governmental resources and the payments of general obligation debt principal, interest and related costs.

**Debt Service Fund** - This fund is used to account for and report financial resources that are restricted to the payments of principal and interest expenditures.

### Capital Projects Funds

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

**Capital Projects Fund** - This fund is used to account for revenues and expenditures related to the acquisition and/or restoration of public facilities and infrastructure.

**COLORADO COUNTY, TEXAS**  
**COMBINING BALANCE SHEET -**  
**NONMAJOR GOVERNMENTAL FUNDS**  
December 31, 2022

	Special		
	County Attorney Forfeiture Fund	Records Preservation Fund	Airport Fund
<b>Assets:</b>			
Cash and temporary investments	\$ 299,465	\$ 746,098	\$ 105,897
Receivables (net of allowance for uncollectibles):			
Taxes	-	-	-
Accounts	-	-	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 299,465</u>	<u>\$ 746,098</u>	<u>\$ 105,897</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balance</b>			
<b>Liabilities:</b>			
Accounts and accrued liabilities payable	\$ -	\$ -	\$ 34
Due to other funds	-	-	-
Unearned revenue	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>-</u>	<u>-</u>	<u>34</u>
<b>Deferred Inflows of Resources:</b>			
Deferred inflows of resources	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance:</b>			
Nonspendable	-	-	-
Restricted	299,465	746,098	-
Committed	-	-	105,863
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balance	<u>299,465</u>	<u>746,098</u>	<u>105,863</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 299,465</u>	<u>\$ 746,098</u>	<u>\$ 105,897</u>

Revenue Funds

Sheriff Forfeiture Fund	Road & Bridge Precinct Number 1 Fund	Road & Bridge Precinct Number 2 Fund	Road & Bridge Precinct Number 3 Fund	Road & Bridge Precinct Number 4 Fund	Harvey Disaster Recovery Fund
\$ 49,987	\$ 1,585,933	\$ 1,130,819	\$ 1,780,256	\$ 1,920,833	\$ -
-	749,204	757,036	871,347	620,467	-
-	1,207	1,219	1,404	1,000	-
-	83,006	83,874	176,714	68,743	202,010
-	25,354	-	-	167,620	-
-	66,224	22,662	50,509	47,455	-
-	-	-	-	-	-
<u>\$ 49,987</u>	<u>\$ 2,510,928</u>	<u>\$ 1,995,610</u>	<u>\$ 2,880,230</u>	<u>\$ 2,826,118</u>	<u>\$ 202,010</u>
\$ -	\$ 4	\$ 712	\$ 165	\$ 692	\$ 12,336
-	-	-	-	-	189,674
-	<u>12,500</u>	<u>12,500</u>	<u>12,500</u>	<u>12,500</u>	-
-	<u>12,504</u>	<u>13,212</u>	<u>12,665</u>	<u>13,192</u>	<u>202,010</u>
-	<u>987,319</u>	<u>997,640</u>	<u>1,148,282</u>	<u>817,665</u>	-
-	<u>987,319</u>	<u>997,640</u>	<u>1,148,282</u>	<u>817,665</u>	-
-	66,224	22,662	50,509	47,455	-
49,987	-	-	-	-	-
-	<u>1,444,881</u>	<u>962,096</u>	<u>1,668,774</u>	<u>1,947,806</u>	-
<u>49,987</u>	<u>1,511,105</u>	<u>984,758</u>	<u>1,719,283</u>	<u>1,995,261</u>	-
<u>\$ 49,987</u>	<u>\$ 2,510,928</u>	<u>\$ 1,995,610</u>	<u>\$ 2,880,230</u>	<u>\$ 2,826,118</u>	<u>\$ 202,010</u>

(Continued)

**COLORADO COUNTY, TEXAS**  
**COMBINING BALANCE SHEET -**  
**NONMAJOR GOVERNMENTAL FUNDS - Continued**  
December 31, 2022

	Special		
	Election Services Contract Fund	HAVA Cares Act Fund	LEOSE Fund
<b>Assets:</b>			
Cash and temporary investments	\$ 21,933	\$ 3,902	\$ 26,909
Receivables (net of allowance for uncollectibles):			
Taxes	-	-	-
Accounts	-	-	-
Due from other governments	-	-	5,058
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	-
	<u>21,933</u>	<u>3,902</u>	<u>26,909</u>
<b>Total assets</b>	<b>\$ <u>21,933</u></b>	<b>\$ <u>3,902</u></b>	<b>\$ <u>31,967</u></b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balance</b>			
<b>Liabilities:</b>			
Accounts and accrued liabilities payable	\$ -	\$ 212	\$ -
Due to other funds	-	3,690	-
Unearned revenue	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>3,902</u></b>	<b><u>-</u></b>
<b>Deferred Inflows of Resources:</b>			
Deferred inflows of resources	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total deferred inflows of resources</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Fund Balance:</b>			
Nonspendable	-	-	-
Restricted	21,933	-	31,967
Unassigned	-	-	-
	<u>21,933</u>	<u>-</u>	<u>31,967</u>
<b>Total fund balance</b>	<b><u>21,933</u></b>	<b><u>-</u></b>	<b><u>31,967</u></b>
<b>Total liabilities, deferred inflows of resources and fund balance</b>	<b>\$ <u>21,933</u></b>	<b>\$ <u>3,902</u></b>	<b>\$ <u>31,967</u></b>

Revenue Funds

Security Fund	Law Library Fund	Justice Court Technology Funds	County and District Court Technology Fund	Historical Commission Fund	Hot Check Funds
\$ 59,342	\$ 141,531	\$ 15,313	\$ 33,070	\$ 5,885	\$ 12,821
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>59,342</u>	<u>141,531</u>	<u>15,313</u>	<u>33,070</u>	<u>5,885</u>	<u>12,821</u>
\$ 100	\$ -	\$ -	\$ -	\$ -	\$ 116
-	-	-	-	-	-
<u>100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>116</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
59,242	141,531	15,313	33,070	-	12,705
-	-	-	-	<u>5,885</u>	-
<u>59,242</u>	<u>141,531</u>	<u>15,313</u>	<u>33,070</u>	<u>5,885</u>	<u>12,705</u>
<u>\$ 59,342</u>	<u>\$ 141,531</u>	<u>\$ 15,313</u>	<u>\$ 33,070</u>	<u>\$ 5,885</u>	<u>\$ 12,821</u>

(Continued)

**COLORADO COUNTY, TEXAS**

*COMBINING BALANCE SHEET -*

*NONMAJOR GOVERNMENTAL FUNDS - Continued*

December 31, 2022

	Special Revenue Funds		
	County Attorney Salary Supplemental Fund	Total Special Revenue Funds	Debt Service Fund
<b>Assets:</b>			
Cash and temporary investments	\$ 8,743	\$ 7,948,737	\$ 261,306
Receivables (net of allowance for uncollectibles):			
Taxes	-	2,998,054	476,380
Accounts	-	4,830	-
Due from other governments	-	619,405	52,790
Due from other funds	-	192,974	-
Inventories	-	186,850	-
Prepaid expenditures	-	-	-
	8,743	11,950,850	790,476
<b>Total assets</b>	<b>\$ 8,743</b>	<b>\$ 11,950,850</b>	<b>\$ 790,476</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balance</b>			
<b>Liabilities:</b>			
Accounts and accrued liabilities payable	\$ -	\$ 14,371	\$ -
Due to other funds	-	193,364	-
Unearned revenue	-	50,000	-
	-	257,735	-
<b>Total liabilities</b>	<b>-</b>	<b>257,735</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>			
Deferred inflows of resources	-	3,950,906	627,628
	-	3,950,906	627,628
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>3,950,906</b>	<b>627,628</b>
<b>Fund Balance:</b>			
Nonspendable	-	186,850	-
Restricted	8,743	1,420,054	162,848
Unassigned	-	6,135,305	-
	8,743	7,742,209	162,848
<b>Total fund balance</b>	<b>8,743</b>	<b>7,742,209</b>	<b>162,848</b>
<b>Total liabilities, deferred inflows of resources and fund balance</b>	<b>\$ 8,743</b>	<b>\$ 11,950,850</b>	<b>\$ 790,476</b>

Capital Projects Fund	Total Nonmajor Governmental Funds
\$ -	\$ 8,210,043
-	3,474,434
-	4,830
-	672,195
-	192,974
-	186,850
<u>164,794</u>	<u>164,794</u>
<u>\$ 164,794</u>	<u>\$ 12,906,120</u>
\$ -	\$ 14,371
-	193,364
<u>-</u>	<u>50,000</u>
<u>-</u>	<u>257,735</u>
<u>-</u>	<u>4,578,534</u>
<u>-</u>	<u>4,578,534</u>
164,794	351,644
-	1,582,902
<u>-</u>	<u>6,135,305</u>
<u>164,794</u>	<u>8,069,851</u>
<u>\$ 164,794</u>	<u>\$ 12,906,120</u>

**COLORADO COUNTY, TEXAS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE  
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2022

	Special		
	County Attorney Forfeiture Fund	Records Preservation Fund	Airport Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	7,878
Licenses and permits	-	-	-
Charges for services	-	139,459	158,217
Fines and forfeitures	728	-	-
Investment income	7,156	18,950	2,413
Miscellaneous	-	-	-
<b>Total revenues</b>	<b>7,884</b>	<b>158,409</b>	<b>168,508</b>
Expenditures:			
Current:			
General administration	-	118,286	-
Judicial	8,086	-	-
Public safety	-	-	-
Public facilities	-	-	-
Public transportation	-	-	124,770
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
<b>Total expenditures</b>	<b>8,086</b>	<b>118,286</b>	<b>124,770</b>
Excess (deficiency) of revenue over expenditures	( 202 )	40,123	43,738
Other Financing Sources (Uses):			
Transfers in	-	-	-
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Change in fund balance	( 202 )	40,123	43,738
Fund balance - beginning (restated)	299,667	705,975	62,125
Fund balance - ending	<u>\$ 299,465</u>	<u>\$ 746,098</u>	<u>\$ 105,863</u>

Revenue Funds

Sheriff Forfeiture Fund	Road & Bridge Precinct Number 1 Fund	Road & Bridge Precinct Number 2 Fund	Road & Bridge Precinct Number 3 Fund	Road & Bridge Precinct Number 4 Fund	Harvey Disaster Recovery Fund
\$ -	\$ 973,217	\$ 983,330	\$ 1,131,703	\$ 806,169	\$ -
-	78,187	1,987	82,163	81,488	190,499
-	193,897	196,308	225,779	160,214	-
-	-	-	-	-	-
-	-	-	-	-	-
1,239	41,492	29,298	47,336	51,069	-
5,050	429	24,366	2,605	13,617	-
<u>6,289</u>	<u>1,287,222</u>	<u>1,235,289</u>	<u>1,489,586</u>	<u>1,112,557</u>	<u>190,499</u>
-	-	-	-	-	-
-	-	-	-	-	-
12,682	-	-	-	-	-
-	-	-	-	-	303,713
-	1,040,548	961,979	875,598	730,420	-
-	46,385	50,311	489,942	156,939	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,682</u>	<u>1,086,933</u>	<u>1,012,290</u>	<u>1,365,540</u>	<u>887,359</u>	<u>303,713</u>
( 6,393 )	200,289	222,999	124,046	225,198	( 113,214 )
-	-	-	-	-	113,214
-	( 74,434 )	-	-	( 38,780 )	-
-	( 74,434 )	-	-	( 38,780 )	113,214
( 6,393 )	125,855	222,999	124,046	186,418	-
<u>56,380</u>	<u>1,385,250</u>	<u>761,759</u>	<u>1,595,237</u>	<u>1,808,843</u>	<u>-</u>
<u>\$ 49,987</u>	<u>\$ 1,511,105</u>	<u>\$ 984,758</u>	<u>\$ 1,719,283</u>	<u>\$ 1,995,261</u>	<u>\$ -</u>

(Continued)

**COLORADO COUNTY, TEXAS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE  
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2022

	Special		
	Election Services Contract Fund	HAVA Cares Act Fund	Leose Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	5,135	105,989	10,143
Licenses and permits	-	-	-
Charges for services	27,020	-	-
Fines and forfeitures	-	-	-
Investment income	555	1,053	413
Miscellaneous	-	-	-
Total revenues	<u>32,710</u>	<u>107,042</u>	<u>10,556</u>
Expenditures:			
Current:			
General administration	33,531	106,328	-
Judicial	-	-	-
Public safety	-	-	3,050
Public facilities	-	-	-
Public transportation	-	-	-
Capital outlay	-	18,630	-
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>33,531</u>	<u>124,958</u>	<u>3,050</u>
Excess (deficiency) of revenue over expenditures	<u>( 821 )</u>	<u>( 17,916 )</u>	<u> 7,506</u>
Other Financing Sources (Uses):			
Transfers in	-	16,321	22,000
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>16,321</u>	<u>22,000</u>
Change in fund balance	<u>( 821 )</u>	<u>( 1,595 )</u>	<u> 29,506</u>
Fund balance - beginning (restated)	<u>22,754</u>	<u>1,595</u>	<u>2,461</u>
Fund balance - ending	<u>\$ 21,933</u>	<u>\$ -</u>	<u>\$ 31,967</u>

Revenue Funds

Security Fund	Law Library Fund	Justice Court Technology Funds	County and District Court Technology Fund	Historical Commission Fund	Hot Check Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
29,146	12,533	11,047	900	-	170
-	-	-	-	-	-
883	-	370	798	-	-
-	-	-	-	1,027	-
<u>30,029</u>	<u>12,533</u>	<u>11,417</u>	<u>1,698</u>	<u>1,027</u>	<u>170</u>
-	-	-	-	-	-
-	696	8,060	-	-	1,003
80,197	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>80,197</u>	<u>696</u>	<u>8,060</u>	<u>-</u>	<u>-</u>	<u>1,003</u>
<u>( 50,168 )</u>	<u>11,837</u>	<u>3,357</u>	<u>1,698</u>	<u>1,027</u>	<u>( 833 )</u>
70,000	-	-	-	-	-
-	-	-	-	-	-
<u>70,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
19,832	11,837	3,357	1,698	1,027	( 833 )
<u>39,410</u>	<u>129,694</u>	<u>11,956</u>	<u>31,372</u>	<u>4,858</u>	<u>13,538</u>
<u>\$ 59,242</u>	<u>\$ 141,531</u>	<u>\$ 15,313</u>	<u>\$ 33,070</u>	<u>\$ 5,885</u>	<u>\$ 12,705</u>

(Continued)

**COLORADO COUNTY, TEXAS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE  
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2022

	Special Revenue Funds		
	County Attorney Salary Supplemental Fund	Total Special Revenue Funds	Debt Service Fund
Revenues:			
Taxes	\$ -	\$ 3,894,419	\$ 628,841
Intergovernmental	27,500	590,969	-
Licenses and permits	-	776,198	-
Charges for services	-	378,492	-
Fines and forfeitures	-	728	-
Investment income	-	203,025	9,277
Miscellaneous	-	47,094	-
Total revenues	<u>27,500</u>	<u>5,890,925</u>	<u>638,118</u>
Expenditures:			
Current:			
General administration	-	258,145	-
Judicial	26,716	44,561	-
Public safety	-	95,929	-
Public facilities	-	303,713	-
Public transportation	-	3,733,315	-
Capital outlay	-	762,207	-
Debt service:			
Principal	-	-	525,000
Interest and fiscal charges	-	-	101,898
Total expenditures	<u>26,716</u>	<u>5,197,870</u>	<u>626,898</u>
Excess (deficiency) of revenue over expenditures	<u>784</u>	<u>693,055</u>	<u>11,220</u>
Other Financing Sources (Uses):			
Transfers in	-	221,535	-
Transfers out	-	( 113,214 )	-
Total other financing sources (uses)	<u>-</u>	<u>108,321</u>	<u>-</u>
Change in fund balance	784	801,376	11,220
Fund balance - beginning (restated)	<u>7,959</u>	<u>6,940,833</u>	<u>151,628</u>
Fund balance - ending	<u>\$ 8,743</u>	<u>\$ 7,742,209</u>	<u>\$ 162,848</u>

Capital Projects Fund	Total Nonmajor Governmental Funds
\$ -	\$ 4,523,260
-	590,969
-	776,198
-	378,492
-	728
2,831	215,133
-	47,094
<u>2,831</u>	<u>6,531,874</u>
12,940	271,085
-	44,561
-	95,929
-	303,713
-	3,733,315
-	762,207
-	525,000
-	101,898
<u>12,940</u>	<u>5,837,708</u>
( 10,109 )	694,166
-	221,535
-	( 113,214 )
-	108,321
( 10,109 )	802,487
<u>174,903</u>	<u>7,267,364</u>
<u>\$ 164,794</u>	<u>\$ 8,069,851</u>

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT  
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND  
For the Year Ended December 31, 2022**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
General Administration:				
County Judge:				
Salaries and wages, and employee benefits	\$ 210,620	\$ 210,620	\$ 210,859	\$( 239)
Operating expenditures	13,700	15,200	10,729	4,471
Total County Judge	224,320	225,820	221,588	4,232
Commissioners Court:				
Salaries and wages, and employee benefits	435,760	435,760	429,465	6,295
Operating expenditures	823,600	851,100	688,646	162,454
Total Commissioners Court	1,259,360	1,286,860	1,118,111	168,749
County Clerk:				
Salaries and wages, and employee benefits	349,175	349,175	275,880	73,295
Operating expenditures	29,000	29,000	16,961	12,039
Total County Clerk	378,175	378,175	292,841	85,334
Elections:				
Salaries and wages, and employee benefits	116,860	116,860	115,948	912
Operating expenditures	56,500	95,000	87,813	7,187
Total Elections	173,360	211,860	203,761	8,099
Veteran Service Officer:				
Salaries and wages, and employee benefits	22,420	22,420	20,434	1,986
Operating expenditures	2,500	2,500	1,845	655
Total Veteran Service Officer	24,920	24,920	22,279	2,641
Information Technology:				
Salaries and wages, and employee benefits	75,950	75,950	76,074	( 124)
Operating expenditures	152,000	177,500	112,021	65,479
Capital outlay expenditures	2,000	4,000	-	4,000
Total Information Technology	229,950	257,450	188,095	69,355
Nondepartmental:				
Salaries and wages, and employee benefits	64,290	95,990	49,805	46,185
Operating expenditures	274,150	218,800	152,706	66,094
Total Nondepartmental	338,440	314,790	202,511	112,279
Total General Administration	2,628,525	2,699,875	2,249,186	450,689
Financial Administration:				
County Auditor:				
Salaries and wages, and employee benefits	291,565	291,565	273,016	18,549
Operating expenditures	10,350	10,350	8,756	1,594
Total County Auditor	301,915	301,915	281,772	20,143

(Continued)

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT  
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**  
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Financial Administration - Continued:				
County Treasurer:				
Salaries and wages, and employee benefits	\$ 82,185	\$ 82,185	\$ 82,228	\$( 43)
Operating expenditures	<u>7,500</u>	<u>7,500</u>	<u>5,303</u>	<u>2,197</u>
Total County Treasurer	<u>89,685</u>	<u>89,685</u>	<u>87,531</u>	<u>2,154</u>
Tax Assessor - Collector:				
Salaries and wages, and employee benefits	302,965	302,965	294,748	8,217
Operating expenditures	<u>14,250</u>	<u>17,000</u>	<u>10,471</u>	<u>6,529</u>
Total Tax Assessor - Collector	<u>317,215</u>	<u>319,965</u>	<u>305,219</u>	<u>14,746</u>
Total Financial Administration	<u>708,815</u>	<u>711,565</u>	<u>674,522</u>	<u>37,043</u>
Judicial:				
County Court:				
Operating expenditures	<u>32,000</u>	<u>32,000</u>	<u>11,623</u>	<u>20,377</u>
Total County Court	<u>32,000</u>	<u>32,000</u>	<u>11,623</u>	<u>20,377</u>
Public Defender:				
Salaries and wages, and employee benefits	201,830	201,830	201,806	24
Operating expenditures	<u>12,000</u>	<u>12,000</u>	<u>6,996</u>	<u>5,004</u>
Total Public Defender	<u>213,830</u>	<u>213,830</u>	<u>208,802</u>	<u>5,028</u>
25 <sup>th</sup> Judicial District:				
Operating expenditures	<u>26,900</u>	<u>26,900</u>	<u>24,831</u>	<u>2,069</u>
Total 25 <sup>th</sup> Judicial District	<u>26,900</u>	<u>26,900</u>	<u>24,831</u>	<u>2,069</u>
2 <sup>nd</sup> 25 <sup>th</sup> Judicial District:				
Operating expenditures	<u>26,900</u>	<u>26,900</u>	<u>24,108</u>	<u>2,792</u>
Total 2 <sup>nd</sup> 25 <sup>th</sup> Judicial District	<u>26,900</u>	<u>26,900</u>	<u>24,108</u>	<u>2,792</u>
District Court:				
Operating expenditures	<u>90,000</u>	<u>91,500</u>	<u>65,912</u>	<u>25,588</u>
Total District Court	<u>90,000</u>	<u>91,500</u>	<u>65,912</u>	<u>25,588</u>
District Clerk:				
Salaries and wages, and employee benefits	212,075	212,075	213,437	( 1,362)
Operating expenditures	<u>18,750</u>	<u>18,750</u>	<u>13,310</u>	<u>5,440</u>
Total District Clerk	<u>230,825</u>	<u>230,825</u>	<u>226,747</u>	<u>4,078</u>
Justice of the Peace Number 1:				
Salaries and wages, and employee benefits	173,785	173,785	163,700	10,085
Operating expenditures	<u>13,500</u>	<u>13,750</u>	<u>11,191</u>	<u>2,559</u>
Total Justice of the Peace Number 1	<u>187,285</u>	<u>187,535</u>	<u>174,891</u>	<u>12,644</u>

(Continued)

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT  
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**  
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Judicial - Continued:				
Justice of the Peace Number 2:				
Salaries and wages, and employee benefits	\$ 164,800	\$ 164,800	\$ 163,586	\$ 1,214
Operating expenditures	19,000	19,000	10,614	8,386
Total Justice of the Peace Number 2	183,800	183,800	174,200	9,600
Justice of the Peace Number 3:				
Salaries and wages, and employee benefits	167,630	167,630	167,861	( 231 )
Operating expenditures	16,000	16,000	12,121	3,879
Total Justice of the Peace Number 3	183,630	183,630	179,982	3,648
Justice of the Peace Number 4:				
Salaries and wages, and employee benefits	146,040	146,040	135,386	10,654
Operating expenditures	20,500	20,500	15,949	4,551
Total Justice of the Peace Number 4	166,540	166,540	151,335	15,205
County Attorney:				
Salaries and wages, and employee benefits	497,125	504,425	451,232	53,193
Operating expenditures	30,900	30,900	31,819	( 919 )
Total County Attorney	528,025	535,325	483,051	52,274
Total Judicial	1,869,735	1,878,785	1,725,482	153,303
Public Safety:				
Emergency Management:				
Salaries and wages, and employee benefits	91,960	91,960	80,727	11,233
Operating expenditures	107,750	110,550	62,992	47,558
Total Emergency Management	199,710	202,510	143,719	58,791
EMS Director/Ambulance:				
Salaries and wages, and employee benefits	2,130,640	2,306,140	2,266,868	39,272
Operating expenditures	429,500	460,750	410,101	50,649
Capital outlay expenditures	230,000	735,000	459,835	275,165
Total EMS Director/Ambulance	2,790,140	3,501,890	3,136,804	365,086
Constable Precinct #1:				
Salaries and wages, and employee benefits	35,370	35,370	35,500	( 130 )
Operating expenditures	3,950	6,950	6,252	698
Total Constable Precinct #1	39,320	42,320	41,752	568
Constable Precinct #2:				
Salaries and wages, and employee benefits	35,370	35,370	34,860	510
Operating expenditures	7,450	7,450	3,116	4,334
Total Constable Precinct #2	42,820	42,820	37,976	4,844

(Continued)

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT  
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**  
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Public Safety - Continued:				
Constable Precinct #3:				
Salaries and wages, and employee benefits	\$ 35,370	\$ 35,370	\$ 35,479	\$( 109)
Operating expenditures	3,350	3,350	1,247	42,103
Total Constable Precinct #3	38,720	38,720	36,726	1,994
Constable Precinct #4:				
Salaries and wages, and employee benefits	35,370	35,370	34,842	528
Operating expenditures	2,350	2,350	-	2,350
Total Constable Precinct #4	37,720	37,720	34,842	2,878
911 Rural Addressing:				
Salaries and wages, and employee benefits	125,195	129,495	129,707	( 212)
Operating expenditures	44,750	44,750	13,057	31,693
Total 911 Rural Addressing	169,945	174,245	142,764	31,481
County Sheriff:				
Salaries and wages, and employee benefits	2,403,460	2,462,460	2,219,607	242,853
Capital outlay expenditures	401,000	481,500	547,875	( 66,375)
Operating expenditures	347,000	486,000	356,130	129,870
Total County Attorney	3,151,460	3,429,960	3,123,612	306,348
Operation of Jail:				
Salaries and wages, and employee benefits	1,432,620	1,446,620	1,249,466	197,154
Operating expenditures	642,000	737,000	744,277	( 7,277)
Total Juvenile Probation	2,074,620	2,183,620	1,993,743	189,877
Correction - Probation Juvenile:				
Salaries and wages, and employee benefits	14,018	14,018	14,017	1
Operating expenditures	157,052	233,052	221,062	11,990
Total Juvenile Probation	171,070	247,070	235,079	11,991
Department of Public Safety:				
Salaries and wages, and employee benefits	53,860	53,860	53,369	491
Operating expenditures	3,700	3,700	2,604	1,096
Total Department of Public Safety	57,560	57,560	55,973	1,587
Total Public Safety	8,773,085	9,958,435	8,982,990	975,445
Public Facilities:				
Courthouse Building:				
Salaries and wages, and employee benefits	223,460	223,460	206,909	16,551
Operating expenditures	350,250	452,750	344,953	107,797
Capital outlay expenditures	10,000	10,000	-	10,000
Total Courthouse Building	583,710	686,210	551,862	134,348
Total Public Facilities	583,710	686,210	551,862	134,348

(Continued)

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT  
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**

For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Conservation:				
Agriculture Extension Service:				
Salaries and wages, and employee benefits	\$ 91,985	\$ 91,985	\$ 92,094	\$( 109)
Operating expenditures	<u>33,450</u>	<u>36,950</u>	<u>26,198</u>	<u>10,752</u>
Total Agriculture Extension Service	<u>125,435</u>	<u>128,935</u>	<u>118,292</u>	<u>10,643</u>
Total Conservation	<u>125,435</u>	<u>128,935</u>	<u>118,292</u>	<u>10,643</u>
Health and Welfare:				
Parks and Recreation:				
Operating expenditures	<u>5,000</u>	<u>5,000</u>	<u>1,784</u>	<u>3,216</u>
Total Veteran Service Officer	<u>5,000</u>	<u>5,000</u>	<u>1,784</u>	<u>3,216</u>
Septic System - Flood Plain:				
Salaries and wages, and employee benefits	33,960	33,960	33,432	528
Operating expenditures	<u>16,650</u>	<u>16,650</u>	<u>2,503</u>	<u>14,147</u>
Total Septic System - Flood Plain	<u>50,610</u>	<u>50,610</u>	<u>35,935</u>	<u>14,675</u>
Mental health and Alcohol:				
Operating expenditures	<u>19,180</u>	<u>19,180</u>	<u>15,517</u>	<u>3,663</u>
Total Mental health and Alcohol	<u>19,180</u>	<u>19,180</u>	<u>15,517</u>	<u>3,663</u>
Contract Services:				
Operating expenditures	<u>169,880</u>	<u>209,880</u>	<u>217,468</u>	<u>( 7,588)</u>
Total Contract Services	<u>169,880</u>	<u>209,880</u>	<u>217,468</u>	<u>( 7,588)</u>
Indigent Health Care:				
Salaries and wages, and employee benefits	19,975	19,975	19,358	617
Operating expenditures	<u>353,250</u>	<u>353,250</u>	<u>89,620</u>	<u>263,630</u>
Total Indigent health Care	<u>373,225</u>	<u>373,225</u>	<u>108,978</u>	<u>264,247</u>
Total Health and Welfare	<u>617,895</u>	<u>657,895</u>	<u>379,682</u>	<u>278,213</u>
Total Expenditures	\$ <u>15,307,200</u>	\$ <u>16,721,700</u>	\$ <u>14,682,016</u>	\$ <u>2,039,684</u>

**COLORADO COUNTY, TEXAS**

Exhibit 14

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - DEBT SERVICE FUND*

Legal Level of Budgetary Control

For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 621,504	\$ 621,504	\$ 628,841	\$ 7,337
Investment income	7,496	7,496	9,277	1,781
Total revenues	<u>629,000</u>	<u>629,000</u>	<u>638,118</u>	<u>9,118</u>
Expenditures:				
Debt service:				
Principal	525,000	525,000	525,000	-
Interest and fiscal charges	<u>100,800</u>	<u>100,800</u>	<u>101,898</u>	( 1,098 )
Total expenditures	<u>625,800</u>	<u>625,800</u>	<u>626,898</u>	( 1,098 )
Change in fund balance	3,200	3,200	11,220	8,020
Fund balance - beginning	<u>151,628</u>	<u>151,628</u>	<u>151,628</u>	-
Fund balance - ending	<u>\$ 154,828</u>	<u>\$ 154,828</u>	<u>\$ 162,848</u>	<u>\$ 8,020</u>

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)  
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL**

For the Year Ended December 31, 2022

	Records Preservation Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for services	107,000	107,000	139,459	32,459
Investment income	9,000	9,000	18,950	9,950
Total revenues	116,000	116,000	158,409	42,409
Expenditures:				
General Administration:				
Operating expenditures	125,000	125,000	118,286	6,714
Public Transportation:				
Operating expenditures	-	-	-	-
Total expenditures	125,000	125,000	118,286	6,714
Change in fund balance	( 9,000 )	( 9,000 )	40,123	49,123
Fund balance - beginning	705,975	705,975	705,975	-
Fund balance - ending	\$ 696,975	\$ 696,975	\$ 746,098	\$ 49,123

Airport Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 25,000	\$ 25,000	\$ 7,878	\$( 17,122 )
110,500	160,500	158,217	( 2,283 )
<u>500</u>	<u>500</u>	<u>2,413</u>	<u>1,913</u>
<u>136,000</u>	<u>186,000</u>	<u>168,508</u>	<u>( 17,492 )</u>
-	-	-	-
<u>126,000</u>	<u>176,000</u>	<u>124,770</u>	<u>51,230</u>
<u>126,000</u>	<u>176,000</u>	<u>124,770</u>	<u>51,230</u>
10,000	10,000	43,738	33,738
<u>62,125</u>	<u>62,125</u>	<u>62,125</u>	<u>-</u>
<u>\$ 72,125</u>	<u>\$ 72,125</u>	<u>\$ 105,863</u>	<u>\$ 33,738</u>

(Continued)

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued  
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL**

For the Year Ended December 31, 2022

	Road & Bridge Precinct Number 1 Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$ 962,510	\$ 962,510	\$ 973,217	\$ 10,707
Intergovernmental	-	90,500	78,187	( 12,313)
Licenses and permits	190,874	196,474	193,897	( 2,577)
Investment income	24,366	40,366	41,492	1,126
Miscellaneous	6,250	6,250	429	( 5,821)
Total revenues	<u>1,184,000</u>	<u>1,296,100</u>	<u>1,287,222</u>	<u>( 8,878)</u>
Expenditures:				
Public Transportation:				
Salaries and wages, and employee benefits	538,575	538,575	460,346	78,229
Operating expenditures	530,425	702,525	580,202	122,323
Capital outlay expenditures	<u>115,000</u>	<u>55,000</u>	<u>46,385</u>	<u>8,615</u>
Total expenditures	<u>1,184,000</u>	<u>1,296,100</u>	<u>1,086,933</u>	<u>209,167</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>200,289</u>	<u>200,289</u>
Other Financing Uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>( 74,434)</u>	<u>( 74,434)</u>
Total other financing uses	<u>-</u>	<u>-</u>	<u>( 74,434)</u>	<u>( 74,434)</u>
Change in fund balance	-	-	125,855	125,855
Fund balances - beginning (restated)	<u>1,385,250</u>	<u>1,385,250</u>	<u>1,385,250</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,385,250</u>	<u>\$ 1,385,250</u>	<u>\$ 1,511,105</u>	<u>\$ 125,855</u>

Road & Bridge Precinct Number 2 Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 972,525	\$ 972,525	\$ 983,330	\$ 10,805
-	14,500	1,987	( 12,513 )
192,849	198,549	196,308	( 2,241 )
14,172	24,172	29,298	5,126
<u>8,454</u>	<u>25,954</u>	<u>24,366</u>	<u>( 1,588 )</u>
<u>1,188,000</u>	<u>1,235,700</u>	<u>1,235,289</u>	<u>( 411 )</u>
498,040	498,040	409,037	89,003
585,960	724,160	552,942	171,218
<u>104,000</u>	<u>113,500</u>	<u>50,311</u>	<u>63,189</u>
<u>1,188,000</u>	<u>1,335,700</u>	<u>1,012,290</u>	<u>323,410</u>
<u>-</u>	<u>( 100,000 )</u>	<u>222,999</u>	<u>322,999</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>( 100,000 )</u>	<u>222,999</u>	<u>322,999</u>
<u>761,759</u>	<u>761,759</u>	<u>761,759</u>	<u>-</u>
<u>\$ 761,759</u>	<u>\$ 661,759</u>	<u>\$ 984,758</u>	<u>\$ 322,999</u>

(Continued)

**COLORADO COUNTY, TEXAS**

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued  
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL*

For the Year Ended December 31, 2022

	Road & Bridge Precinct Number 3 Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$ 1,119,270	\$ 1,119,270	\$ 1,131,703	\$ 12,433
Intergovernmental	-	14,500	82,163	67,663
Licenses and permits	221,798	228,298	225,779	( 2,519)
Investment income	25,206	41,706	47,336	5,630
Miscellaneous	3,726	3,726	2,605	( 1,121)
Total revenues	<u>1,370,000</u>	<u>1,407,500</u>	<u>1,489,586</u>	<u>82,086</u>
Expenditures:				
Public Transportation:				
Salaries and wages, and employee benefits	537,750	537,750	511,403	26,347
Operating expenditures	485,250	474,750	364,195	110,555
Capital outlay expenditures	<u>347,000</u>	<u>495,000</u>	<u>489,942</u>	<u>5,058</u>
Total expenditures	<u>1,370,000</u>	<u>1,507,500</u>	<u>1,365,540</u>	<u>141,960</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>( 100,000)</u>	<u>124,046</u>	<u>224,046</u>
Other Financing Uses:				
Transfers out	-	-	-	-
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	-	( 100,000)	124,046	224,046
Fund balances - beginning	<u>1,595,237</u>	<u>1,595,237</u>	<u>1,595,237</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,595,237</u>	<u>\$ 1,495,237</u>	<u>\$ 1,719,283</u>	<u>\$ 224,046</u>

Road & Bridge Precinct Number 4 Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 797,277	\$ 797,277	\$ 806,169	\$ 8,892
3,500	94,000	81,488	( 12,512 )
159,279	163,979	160,214	( 3,765 )
29,409	44,409	51,069	6,660
<u>3,535</u>	<u>14,535</u>	<u>13,617</u>	<u>( 918 )</u>
<u>993,000</u>	<u>1,114,200</u>	<u>1,112,557</u>	<u>( 1,643 )</u>
464,650	464,650	450,236	14,414
452,850	605,550	280,184	325,366
<u>75,500</u>	<u>44,000</u>	<u>156,939</u>	<u>( 112,939 )</u>
<u>993,000</u>	<u>1,114,200</u>	<u>887,359</u>	<u>226,841</u>
-	-	<u>225,198</u>	<u>225,198</u>
-	-	<u>( 38,780 )</u>	<u>( 38,780 )</u>
-	-	<u>( 38,780 )</u>	<u>( 38,780 )</u>
-	-	186,418	186,418
<u>1,808,843</u>	<u>1,808,843</u>	<u>1,808,843</u>	-
<u>\$ 1,808,843</u>	<u>\$ 1,808,843</u>	<u>\$ 1,995,261</u>	<u>\$ 186,418</u>

(Continued)

**COLORADO COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued  
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL**

For the Year Ended December 31, 2022

	Security Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 25,500	\$ 25,500	\$ 29,146	\$ 3,646
Investment income	<u>300</u>	<u>300</u>	<u>883</u>	<u>583</u>
Total revenues	<u>25,800</u>	<u>25,800</u>	<u>30,029</u>	<u>4,229</u>
Expenditures:				
Judicial:				
Operating expenditures	-	-	-	-
Public Safety:				
Salaries and wages, and employee benefits	89,900	89,900	73,937	15,963
Operating expenditures	<u>5,900</u>	<u>5,900</u>	<u>6,260</u>	( 360 )
Total expenditures	<u>95,800</u>	<u>95,800</u>	<u>80,197</u>	<u>15,603</u>
Excess (deficiency) of revenues over expenditures	( 70,000 )	( 70,000 )	( 50,168 )	<u>19,832</u>
Other Financing Sources:				
Transfers in	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	-
Total other financing sources	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	-
Change in fund balance	-	-	19,832	19,832
Fund balance - beginning	<u>39,410</u>	<u>39,410</u>	<u>39,410</u>	-
Fund balance - ending	<u>\$ 39,410</u>	<u>\$ 39,410</u>	<u>\$ 59,242</u>	<u>\$ 19,832</u>

Law Library Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 12,500	\$ 12,500	\$ 12,533	\$ 33
-	-	-	-
<u>12,500</u>	<u>12,500</u>	<u>12,533</u>	<u>33</u>
10,000	10,000	696	9,304
-	-	-	-
-	-	-	-
<u>10,000</u>	<u>10,000</u>	<u>696</u>	<u>9,304</u>
<u>2,500</u>	<u>2,500</u>	<u>11,837</u>	<u>9,337</u>
-	-	-	-
-	-	-	-
2,500	2,500	11,837	9,337
<u>129,694</u>	<u>129,694</u>	<u>129,694</u>	-
<u>\$ 132,194</u>	<u>\$ 132,194</u>	<u>\$ 141,531</u>	<u>\$ 9,337</u>

(Continued)

**COLORADO COUNTY, TEXAS**

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -  
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued  
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL*

For the Year Ended December 31, 2022

	Justice Court Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Charges for services	\$ 9,500	\$ 9,500	\$ 11,047	\$ 1,547
Investment income	100	100	370	270
Total revenues	<u>9,600</u>	<u>9,600</u>	<u>11,417</u>	<u>1,817</u>
Expenditures:				
Judicial:				
Operating expenditures	<u>14,600</u>	<u>14,600</u>	<u>8,060</u>	<u>6,540</u>
Total expenditures	<u>14,600</u>	<u>14,600</u>	<u>8,060</u>	<u>6,540</u>
Change in fund balance	( 5,000 )	( 5,000 )	3,357	8,357
Fund balance - beginning	<u>11,956</u>	<u>11,956</u>	<u>11,956</u>	<u>-</u>
Fund balance - ending	<u>\$ 6,956</u>	<u>\$ 6,956</u>	<u>\$ 15,313</u>	<u>\$ 8,357</u>

County and District Court Technology Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 4,000	\$ 4,000	\$ 900	\$( 3,100 )
<u>600</u>	<u>600</u>	<u>798</u>	<u>198</u>
<u>4,600</u>	<u>4,600</u>	<u>1,698</u>	<u>( 2,902 )</u>
<u>20,600</u>	<u>20,600</u>	<u>-</u>	<u>20,600</u>
<u>20,600</u>	<u>20,600</u>	<u>-</u>	<u>20,600</u>
( 16,000 )	( 16,000 )	1,698	17,698
<u>31,372</u>	<u>31,372</u>	<u>31,372</u>	<u>-</u>
<u>\$ 15,372</u>	<u>\$ 15,372</u>	<u>\$ 33,070</u>	<u>\$ 17,698</u>

**COLORADO COUNTY, TEXAS**

*COMBINING STATEMENT OF FIDUCIARY NET POSITION*

December 31, 2022

	County Attorney Seizure Fund	County Clerk Fund	District Clerk Fund	Justice of the Peace #2 Fund	Justice of the Peace #4 Fund	Sheriff Fund
<b>Assets</b>						
Cash and temporary investments	\$ 48,132	\$ 235,354	\$ 2,656,728	\$ -	\$ -	\$ 22,857
Total assets	<u>48,132</u>	<u>235,354</u>	<u>2,656,728</u>	<u>-</u>	<u>-</u>	<u>22,857</u>
<b>Liabilities</b>						
Held for others	-	110,436	2,567,449	-	-	-
Due to other governments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>110,436</u>	<u>2,567,449</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Position</b>						
Individual, organizations and other governments	<u>48,132</u>	<u>124,918</u>	<u>89,279</u>	<u>-</u>	<u>-</u>	<u>22,857</u>
Total net position	<u>\$ 48,132</u>	<u>\$ 124,918</u>	<u>\$ 89,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,857</u>

<u>County Attorney Fund</u>	<u>Tax Collector Fund</u>	<u>Total Custodial Funds</u>
\$ _____ -	\$ <u>351,084</u>	\$ <u>3,314,155</u>
_____ -	<u>351,084</u>	<u>3,314,155</u>
-	-	2,677,885
_____ -	<u>351,084</u>	<u>351,084</u>
_____ -	<u>351,084</u>	<u>3,028,969</u>
_____ -	_____ -	<u>285,186</u>
\$ <u>_____</u> -	\$ <u>_____</u> -	\$ <u>285,186</u>

**COLORADO COUNTY, TEXAS****COMBINING STATEMENT OF CHANGE IN FIDUCIARY NET POSITION**

For the Year Ended December 31, 2022

	County Attorney Seizure Fund	County Clerk Fund	District Clerk Fund	Justice of the Peace #2 Fund	Justice of the Peace #4 Fund	Sheriff Funds
Additions:						
Tax collections for other governments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Held for others	15,378	62,222	1,225,532	145,813	204,033	159,431
Investment income	<u>1,074</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total additions	<u>16,452</u>	<u>62,222</u>	<u>1,225,532</u>	<u>145,813</u>	<u>204,033</u>	<u>159,431</u>
Deductions:						
Payments to individuals	3,993	500	36,680	145,813	204,033	160,204
Payments to other governments	<u>-</u>	<u>41,518</u>	<u>1,224,579</u>	<u>-</u>	<u>-</u>	<u>8,000</u>
Total deductions	<u>3,993</u>	<u>42,018</u>	<u>1,261,259</u>	<u>145,813</u>	<u>204,033</u>	<u>168,204</u>
Net change in net position	12,459	20,204	( 35,727)	-	-	( 8,773)
Net position - beginning	<u>35,673</u>	<u>104,714</u>	<u>125,006</u>	<u>-</u>	<u>-</u>	<u>31,630</u>
Net position - ending	<u>\$ 48,132</u>	<u>\$ 124,918</u>	<u>\$ 89,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,857</u>

<u>County Attorney Fund</u>	<u>Tax Collector Fund</u>	<u>Total Custodial Funds</u>
\$ -	\$ 10,538,245	\$ 10,538,245
5,944	-	1,818,353
-	-	1,074
5,944	10,538,245	12,357,672
-	-	551,223
5,944	10,538,245	11,818,286
5,944	10,538,245	12,369,509
		( 11,837)
-	-	297,023
-	-	\$ 285,186



## **STATISTICAL SECTION**



# COLORADO COUNTY, TEXAS

Statistical Section  
(unaudited)

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

<u>Content</u>	<u>Page</u>
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<b>Financial Trends</b>	110-117
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These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

<b>Revenue Capacity</b>	118-123
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These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

<b>Debt Capacity</b>	124-127
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These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the government's ability to issue additional debt in the future.

<b>Demographic and Economic Indicators</b>	128-129
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

<b>Operating Information</b>	130-135
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These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

**COLORADO COUNTY, TEXAS**  
**NET POSITION BY COMPONENTS**  
 Last Ten Fiscal Years

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Governmental Activities:					
Net investment in capital assets	\$ 18,220,825	\$ 18,176,143	\$ 17,696,723	\$ 17,961,710	\$ 17,766,705
Restricted	1,350,657	533,774	436,660	501,883	234,767
Unrestricted	<u>7,066,786</u>	<u>8,869,910</u>	<u>8,291,146</u>	<u>8,820,141</u>	<u>8,942,769</u>
Total governmental activities net position	<u>\$ 26,638,268</u>	<u>\$ 27,579,827</u>	<u>\$ 26,424,529</u>	<u>\$ 27,283,734</u>	<u>\$ 26,944,241</u>

Source:

Annual Comprehensive Financial Report (Statement of Net Position)

Table 1

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 17,766,783	\$ 17,942,387	\$ 18,465,751	\$ 17,884,781	\$ 18,504,879
288,311	309,155	468,245	390,559	8,012,257
<u>10,097,505</u>	<u>10,695,119</u>	<u>12,690,366</u>	<u>14,778,949</u>	<u>8,930,074</u>
<u>\$ 28,152,599</u>	<u>\$ 28,946,661</u>	<u>\$ 31,624,362</u>	<u>\$ 33,054,289</u>	<u>\$ 35,447,210</u>

**COLORADO COUNTY, TEXAS**  
**CHANGES IN NET POSITION**  
Last Ten Fiscal Years

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Expenses</b>					
Governmental Activities:					
General government	\$ 1,980,651	\$ 2,162,103	\$ 2,556,203	\$ 2,670,074	\$ 2,519,517
Financial administration	428,606	459,549	496,903	489,706	521,050
Judicial	1,415,006	1,416,035	1,462,381	1,495,389	1,592,174
Public safety	5,307,790	5,712,409	5,860,304	6,574,194	6,849,340
Public facilities	393,525	526,491	500,725	503,157	573,028
Public transportation	3,374,189	3,164,962	3,437,890	4,001,005	4,424,685
Conservation	172,892	133,229	147,903	147,488	168,526
Health and welfare	610,479	350,977	384,969	677,278	442,271
Interest and fiscal charges	<u>276,323</u>	<u>352,286</u>	<u>269,343</u>	<u>229,800</u>	<u>225,342</u>
Total governmental activities expenses	<u>\$ 13,959,461</u>	<u>\$ 14,278,041</u>	<u>\$ 15,116,621</u>	<u>\$ 16,788,091</u>	<u>\$ 17,315,933</u>
<b>Program Revenues</b>					
Governmental Activities:					
Charges for Services:					
General administration	\$ 76,229	\$ 80,075	\$ 36,106	\$ 182,965	\$ 153,613
Financial administration	102,282	107,592	112,138	114,636	128,200
Judicial	1,178,373	1,269,336	1,115,887	1,226,657	1,381,007
Public safety	1,189,935	1,229,594	1,326,355	1,258,792	1,323,267
Public facilities	-	30,000	26,100	60,765	52,097
Public transportation	815,162	827,116	811,047	763,911	791,585
Conservation	2,280	2,180	1,898	1,615	2,280
Health and welfare	17,051	25,903	53,283	54,325	39,130
Operating grants and contributions	987,162	248,263	322,014	555,741	440,769
Capital grants and contributions	<u>1,708,987</u>	<u>899,704</u>	<u>113,798</u>	<u>1,116,966</u>	<u>119,618</u>
Total governmental activities program revenues	<u>6,077,461</u>	<u>4,719,763</u>	<u>3,918,626</u>	<u>5,336,373</u>	<u>4,431,566</u>
Net expense	<u>\$( 7,882,000)</u>	<u>\$( 9,558,278)</u>	<u>\$(11,197,995)</u>	<u>\$(11,451,718)</u>	<u>\$(12,884,367)</u>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental Activities:					
Property Taxes	\$ 8,405,951	\$ 8,612,739	\$ 9,186,462	\$ 10,337,097	\$ 10,921,368
Other taxes	1,324,076	1,443,890	1,458,846	1,584,961	1,409,995
Investment income	167,337	156,515	152,314	149,166	169,920
Miscellaneous	<u>284,860</u>	<u>286,693</u>	<u>197,937</u>	<u>239,698</u>	<u>187,301</u>
Total general revenues	<u>\$ 10,182,224</u>	<u>\$ 10,499,837</u>	<u>\$ 10,995,559</u>	<u>\$ 12,310,922</u>	<u>\$ 12,688,584</u>
Change in net position	<u>\$ 2,300,224</u>	<u>\$ 941,559</u>	<u>\$( 202,436)</u>	<u>\$ 859,204</u>	<u>\$( 195,783)</u>

Source: Annual Comprehensive Financial Report (Statement of Activities)

Table 2

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 3,208,021	\$ 2,876,697	\$ 3,099,645	\$ 2,859,344	\$ 3,056,478
520,734	556,050	549,501	543,169	688,116
1,542,689	1,691,833	1,640,857	1,637,670	1,801,007
7,270,095	7,895,915	8,035,740	7,932,546	9,047,632
496,434	598,378	562,221	569,348	862,220
4,292,146	4,385,782	4,188,364	5,467,749	4,916,894
133,475	162,403	117,195	105,428	119,787
468,919	332,043	890,916	371,724	381,952
<u>212,947</u>	<u>265,568</u>	<u>108,479</u>	<u>111,125</u>	<u>105,872</u>
<u>\$ 18,145,460</u>	<u>\$ 18,764,669</u>	<u>\$ 19,192,918</u>	<u>\$ 19,598,103</u>	<u>\$ 20,979,958</u>
\$ 351,557	\$ 179,331	\$ 232,313	\$ 286,813	\$ 520,616
116,060	130,054	270,355	385,632	484,731
791,399	975,369	785,618	940,280	1,270,931
1,819,034	1,875,788	1,662,070	1,469,761	1,778,166
-	-	2,220	2,920	-
881,732	938,398	913,264	913,251	934,415
1,960	2,240	-	-	-
37,605	60,911	55,510	48,685	57,750
1,406,392	1,052,443	1,688,917	1,559,470	827,830
<u>136,726</u>	<u>31,461</u>	<u>490,600</u>	<u>107,308</u>	<u>748,010</u>
<u>5,542,465</u>	<u>5,245,995</u>	<u>6,100,867</u>	<u>5,714,120</u>	<u>6,622,449</u>
<u>\$(12,602,995)</u>	<u>\$(13,518,674)</u>	<u>\$(13,092,051)</u>	<u>\$(13,883,983)</u>	<u>\$(14,357,509)</u>
\$ 11,590,137	\$ 11,889,285	\$ 12,887,029	\$ 13,223,334	\$ 13,929,498
1,496,060	1,865,186	2,163,193	1,792,931	2,054,911
325,703	390,120	244,028	260,833	562,171
<u>158,833</u>	<u>158,146</u>	<u>475,501</u>	<u>480,258</u>	<u>203,850</u>
<u>\$ 13,570,733</u>	<u>\$ 14,302,737</u>	<u>\$ 15,769,751</u>	<u>\$ 15,757,356</u>	<u>\$ 16,750,430</u>
\$ <u>967,738</u>	\$ <u>784,063</u>	\$ <u>2,677,700</u>	\$ <u>1,873,373</u>	\$ <u>2,392,921</u>

**COLORADO COUNTY, TEXAS**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	<u>3,294,449</u>	<u>2,850,275</u>	<u>2,953,235</u>	<u>3,145,830</u>	<u>2,946,851</u>
Total general fund	<u>\$ 3,294,449</u>	<u>\$ 2,850,275</u>	<u>\$ 2,953,235</u>	<u>\$ 3,145,830</u>	<u>\$ 2,946,851</u>
All Other Governmental Funds:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	2,035,578	1,158,194	960,496	1,001,236	1,105,146
Committed	3,515,477	3,959,176	4,353,829	4,550,566	4,435,662
Unassigned	<u>( 50,179)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 5,500,876</u>	<u>\$ 5,117,370</u>	<u>\$ 5,314,325</u>	<u>\$ 5,551,802</u>	<u>\$ 5,540,808</u>
Total all governmental funds	<u>\$ 8,795,325</u>	<u>\$ 7,967,645</u>	<u>\$ 8,267,560</u>	<u>\$ 8,697,632</u>	<u>\$ 8,487,659</u>

Source: Annual Comprehensive Financial Report (Balance Sheet - Governmental Funds)

Table 3

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ -	\$ -	\$ -	\$ -	\$ 179,682
<u>2,674,380</u>	<u>3,442,134</u>	<u>4,889,670</u>	<u>6,707,413</u>	<u>7,300,634</u>
<u>\$ 2,674,380</u>	<u>\$ 3,442,134</u>	<u>\$ 4,889,670</u>	<u>\$ 6,707,413</u>	<u>\$ 7,480,316</u>
\$ -	\$ -	\$ -	\$ -	\$ 351,644
1,333,317	1,492,463	1,806,515	1,657,522	1,675,913
5,363,228	5,132,094	5,481,015	5,621,034	6,135,305
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 6,696,545</u>	<u>\$ 6,624,557</u>	<u>\$ 7,287,530</u>	<u>\$ 7,278,556</u>	<u>\$ 8,162,862</u>
<u>\$ 9,370,925</u>	<u>\$ 10,066,691</u>	<u>\$ 12,177,200</u>	<u>\$ 13,985,969</u>	<u>\$ 15,643,178</u>

**COLORADO COUNTY, TEXAS**

*CHANGE IN FUND BALANCE, GOVERNMENTAL FUNDS*

Last Ten Fiscal Years

(modified accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Revenues:					
Taxes	\$ 9,756,366	\$ 10,061,774	\$ 10,640,947	\$ 11,829,605	\$ 12,339,515
Licenses and permits	791,578	810,512	798,764	776,322	779,022
Fines and forfeitures	917,154	956,975	848,727	860,491	884,270
Charges for services	1,695,844	1,856,271	1,969,121	1,864,328	2,114,052
Intergovernmental	2,687,035	1,127,556	426,121	1,655,649	545,713
Investment income	167,337	156,515	152,314	149,166	169,920
Miscellaneous	<u>273,126</u>	<u>308,616</u>	<u>218,342</u>	<u>265,450</u>	<u>234,039</u>
Total revenues	<u>16,288,440</u>	<u>15,278,219</u>	<u>15,054,336</u>	<u>17,401,011</u>	<u>17,066,531</u>
Expenditures:					
Current:					
General administration	1,710,465	1,766,747	2,089,649	2,158,526	1,979,267
Financial administration	428,520	457,817	504,408	476,793	505,090
Judicial	1,388,484	1,397,120	1,471,363	1,523,571	1,564,824
Public safety	6,039,035	5,364,351	5,829,088	6,183,437	6,895,670
Public facilities	396,052	437,625	490,261	501,833	548,013
Public transportation	3,282,479	3,252,792	3,316,986	4,635,513	4,386,300
Conservation	170,716	132,459	149,665	146,393	158,093
Health and welfare	598,227	338,955	377,386	674,149	441,075
Capital outlay	2,774,747	1,551,057	12,837	-	-
Debt Service:					
Principal	310,000	325,000	393,064	429,309	435,000
Interest and fiscal charges	<u>276,881</u>	<u>266,403</u>	<u>254,110</u>	<u>241,418</u>	<u>229,463</u>
Total expenditures	<u>17,375,606</u>	<u>15,290,326</u>	<u>14,888,817</u>	<u>16,970,942</u>	<u>17,142,795</u>
Excess (deficiency) of revenues over expenditures	<u>( 1,087,166)</u>	<u>( 12,107)</u>	<u>165,519</u>	<u>430,069</u>	<u>( 76,264)</u>
Other Financing Sources (Uses):					
Transfers in	1,268,673	884,338	55,757	28,473	181,587
Transfers out	( 1,268,673)	( 884,338)	( 55,757)	( 28,473)	( 181,587)
Issuance of bonds	-	-	-	-	-
Payment to escrow agent	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balances	<u>\$ ( 1,087,166)</u>	<u>\$ ( 12,107)</u>	<u>\$ 165,519</u>	<u>\$ 430,069</u>	<u>\$ ( 76,264)</u>
Debt service as a percentage of noncapital expenditures	4.0%	4.3%	4.4%	4.0%	3.9%

Source: Annual Comprehensive Financial Report (Statement of Revenues, Expenditures, and Change in Fund Balance).

Table 4

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 13,086,700	\$ 13,694,476	\$ 15,013,243	\$ 15,001,604	\$ 16,401,569
796,996	819,765	801,241	802,717	812,315
734,974	716,992	552,806	664,072	677,428
2,156,444	2,572,332	2,443,655	2,577,603	2,619,683
1,548,383	1,126,799	2,084,330	1,786,017	799,366
325,703	390,120	244,028	260,833	562,171
<u>448,559</u>	<u>192,985</u>	<u>735,077</u>	<u>484,628</u>	<u>304,401</u>
<u>19,097,759</u>	<u>19,513,469</u>	<u>21,874,380</u>	<u>21,577,474</u>	<u>22,176,933</u>
2,702,351	2,355,767	2,672,161	2,403,537	2,520,271
531,261	544,800	547,252	559,705	674,522
1,552,976	1,651,630	1,633,758	1,662,834	1,770,043
7,305,605	7,678,837	8,185,624	7,711,854	8,262,954
502,101	610,528	571,305	575,628	855,575
4,363,972	4,841,730	4,519,627	5,257,062	3,733,315
135,832	162,302	118,999	106,975	118,292
458,339	322,118	889,904	372,848	379,682
-	-	-	-	1,578,172
445,000	455,000	539,664	525,000	525,000
<u>217,216</u>	<u>269,042</u>	<u>85,582</u>	<u>103,167</u>	<u>101,898</u>
<u>18,214,653</u>	<u>18,891,754</u>	<u>19,763,876</u>	<u>19,278,610</u>	<u>20,519,724</u>
<u>883,106</u>	<u>621,715</u>	<u>2,110,504</u>	<u>2,298,864</u>	<u>1,657,209</u>
80,000	388,000	59,000	200,654	221,535
( 80,000)	( 388,000)	( 59,000)	( 200,654)	( 221,535)
-	4,640,000	-	-	-
-	( 4,566,049)	-	-	-
-	73,951	-	-	-
<u>\$ 883,106</u>	<u>\$ 695,666</u>	<u>\$ 2,110,504</u>	<u>\$ 2,298,864</u>	<u>\$ 1,657,209</u>
3.6%	3.8%	3.2%	3.3%	3.3%

**COLORADO COUNTY, TEXAS**

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
 Last Ten Fiscal Years

Table 5

Fiscal Year	Real Property	Personal Property	Less Homestead, Other Exemptions	Total Taxable Assessed Value	Estimated Actual Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
2013	\$ 3,425,319,785	\$ 541,275,904	\$ 2,207,514,602	\$ 1,759,081,087	\$ 1,759,081,087	0.482100	100.00%
2014	3,680,161,570	565,338,064	2,354,217,975	1,891,281,659	1,891,281,659	0.482100	100.00%
2015	4,067,529,999	562,004,867	2,573,642,444	2,055,892,422	2,055,892,422	0.482100	100.00%
2016	4,242,923,782	533,002,569	2,682,166,570	2,093,759,781	2,093,759,781	0.482100	100.00%
2017	4,541,376,249	578,715,164	2,865,862,789	2,254,228,624	2,254,228,624	0.510000	100.00%
2018	4,858,556,768	560,252,076	3,099,201,093	2,319,607,751	2,319,607,751	0.510000	100.00%
2019	5,056,234,489	599,411,200	3,217,008,284	2,438,637,405	2,438,637,405	0.520000	100.00%
2020	5,304,688,632	606,300,186	3,389,672,016	2,521,316,802	2,521,316,802	0.520000	100.00%
2021	5,837,402,269	827,388,942	3,801,069,395	2,863,721,816	2,863,721,816	0.499600	100.00%
2022	6,064,474,373	877,820,574	3,932,279,557	3,010,015,390	3,010,015,390	0.496951	100.00%

Source: Colorado County Central Appraisal District



## COLORADO COUNTY, TEXAS

### DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

(rate per \$100 of assessed value)

	2013 Tax Rate	2014 Tax Rate	2015 Tax Rate	2016 Tax Rate	2017 Tax Rate
Colorado County:					
Maintenance & operations	0.4530	0.4530	0.4571	0.4783	0.4808
Interest & sinking	<u>0.0291</u>	<u>0.0290</u>	<u>0.0250</u>	<u>0.0317</u>	<u>0.0292</u>
Total direct rate	0.4821	0.4820	0.4821	0.5100	0.5100
Cities:					
Columbus	0.2731	0.2731	0.2731	0.2800	0.2800
Eagle Lake	0.8117	0.7851	0.7790	0.7601	0.7366
Weimer	0.2905	0.2905	0.2905	0.2905	0.2905
School Districts:					
Columbus ISD	1.1800	1.1800	1.1700	1.1600	1.1600
Rice ISD	1.2311	1.2071	1.2125	1.2300	1.2200
Weimer ISD	1.2800	1.2600	1.2600	1.2600	1.2600
Special Districts:					
Colorado County Groundwater District	0.0145	0.0145	0.0145	0.0115	0.0100
Garwood Water District	0.2809	0.2673	0.2696	0.2785	0.2731
Glidden Fresh Water Supply District #1	0.1858	0.1583	0.1473	0.1585	0.1434
Rice Hospital District	0.1784	0.1596	0.1530	0.1750	0.1750
The Falls MUD	0.3150	0.3478	0.3781	0.4178	0.4228

Source: Colorado County Central Appraisal District

Table 6

<u>2018 Tax Rate</u>	<u>2019 Tax Rate</u>	<u>2020 Tax Rate</u>	<u>2021 Tax Rate</u>	<u>2022 Tax Rate</u>
0.4818	0.4935	0.4953	0.4779	0.4763
<u>0.0282</u>	<u>0.0265</u>	<u>0.0247</u>	<u>0.0217</u>	<u>0.0207</u>
0.5100	0.5200	0.5200	0.4996	0.4970
0.2850	0.2850	0.2839	0.2900	0.2923
0.6849	0.7262	0.6979	0.6970	0.6632
0.2905	0.2905	0.2896	0.2867	0.2820
1.1500	1.0800	1.0703	1.0375	1.0307
1.2900	1.2050	1.1914	1.0699	1.0593
1.2600	1.1900	1.1736	1.1636	1.1308
0.0100	0.0095	0.0093	0.0088	0.0083
0.2292	0.0979	0.0965	0.0926	0.0926
0.1238	0.1280	0.1140	0.0985	0.0872
0.1850	0.1850	0.2200	0.2590	0.2690
0.4541	0.4842	0.5000	0.5000	0.5000

**COLORADO COUNTY, TEXAS**  
**PRINCIPAL PROPERTY TAXPAYERS**  
 Current Year and Nine Years Ago

Table 7

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total Assessed Value	Taxable Assessed Value	Rank	% of Total Assessed Value
Cpano Field Services (Copano Processing)	\$ 230,712,740	1	7.66%	\$ 85,877,450	1	4.88%
Exxon Pipeline Co.	144,361,620	2	4.80%	-	-	-
Union Pacific Railroad	57,596,550	3	1.91%	30,909,980	4	1.76%
Alleyton Resource Company	43,403,480	4	1.44%	-	-	-
SKY Global Power One LLC	39,817,490	5	1.32%	-	-	-
LCRA Transmission Svcs Corp	34,071,100	6	1.13%	41,510,840	3	2.36%
Best Block LLC	31,661,440	7	1.05%	-	-	-
Square Mile Energy LLC	30,399,676	8	1.01%	-	-	-
Hanson Aggregates	22,440,560	9	0.75%	-	-	-
Texas Great Southern Wood LLC	20,304,632	10	0.67%	-	-	-
XTO Energy Inc.	-	-	-	41,810,520	2	2.38%
Exterran Energy Solutions LP	-	-	-	23,104,570	5	1.31%
Premier Natural Resources LLC	-	-	-	19,549,156	6	1.11%
Utex Industries Inc.	-	-	-	18,681,230	7	1.06%
Enerprise Crude Pipeline LLC	-	-	-	16,075,690	8	0.91%
Devn Energy Product Co Lp	-	-	-	13,894,644	9	0.79%
Black Creek Drilling Inc.	-	-	-	11,692,000	10	0.66%
<b>Total</b>	<b>\$ 654,769,288</b>		<b>21.74%</b>	<b>\$ 303,106,080</b>		<b>17.22%</b>
<b>Total Taxable Assessed Value</b>	<b>\$ 3,010,015,390</b>			<b>\$ 1,759,081,087</b>		

Source: Colorado County Central Appraisal District

**COLORADO COUNTY, TEXAS**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
 Last Ten Fiscal Years

Table 8

Fiscal Year	Tax Levy as of Fiscal Year End	Collected Within the Fiscal Year of the Levy		Subsequent Collections	Total Collections to Date	
		Amount Collected	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 8,485,357	\$ 3,331,818	39.27%	\$ 5,135,920	\$ 8,467,738	99.79%
2014	9,119,183	3,469,916	38.05%	5,631,684	9,101,600	99.81%
2015	9,915,531	3,540,217	35.70%	6,352,080	9,892,297	99.77%
2016	10,679,842	3,579,851	33.52%	7,028,955	10,608,806	99.33%
2017	11,500,145	3,943,592	34.29%	7,522,850	11,466,442	99.71%
2018	11,823,056	4,231,669	35.79%	7,540,538	11,772,207	99.57%
2019	12,827,301	4,478,928	34.92%	8,280,236	12,759,164	99.47%
2020	13,112,364	4,004,976	30.54%	9,012,144	13,017,120	99.27%
2021	14,308,805	3,813,300	26.65%	10,306,576	14,119,876	98.68%
2022	14,946,394	3,678,935	24.61%	-	3,678,935	24.61%

Source: Colorado County Central Appraisal District

**COLORADO COUNTY, TEXAS**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
 Last Ten Fiscal Years

Table 9

Fiscal Year	General Obligation Bonds <sup>1</sup>	Capital Leases	Total Outstanding Debt	Percentage of Personal Income <sup>2</sup>	Population <sup>3</sup>	Debt per Capita
2013	\$ 7,852,525	\$ 17,834	\$ 7,870,359	0.90%	20,717	379.90
2014	7,529,714	-	7,529,714	0.83%	20,695	363.84
2015	7,145,907	-	7,145,907	0.77%	20,946	341.16
2016	6,722,101	39,284	6,761,385	0.75%	21,091	320.58
2017	6,299,488	30,015	6,329,503	0.65%	21,301	297.15
2018	5,844,488	20,747	5,865,235	0.59%	21,317	275.14
2019	5,525,681	10,747	5,536,428	0.53%	21,467	257.90
2020	4,981,874	-	4,981,874	0.45%	21,610	230.54
2021	4,468,067	-	4,468,067	0.40%	21,610	206.76
2022	3,946,359	-	3,946,359	0.32%	20,754	190.15

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

<sup>1</sup> Presented net of original issuance premiums and/or discounts.

<sup>2</sup> Personal income is disclosed on page 128.

<sup>3</sup> Population can be found in the Schedule of Demographic and Economic Statistics on page 128.

**COLORADO COUNTY, TEXAS**

Table 10

**RATIO OF GENERAL BONDED DEBT OUTSTANDING**

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>General Obligation Bonds(1)</u>	<u>Less: Amounts Available in Debt Service Fund(2)</u>	<u>Net Debt</u>	<u>Percentage of Actual Taxable Value of Property(3)</u>	<u>Per Capita(4)</u>
2013	\$ 7,852,525	\$ 332,823	\$ 7,519,702	0.43%	362.97
2014	7,529,714	268,717	7,260,997	0.38%	350.86
2015	7,145,907	188,564	6,957,343	0.34%	332.16
2016	6,722,101	58,850	6,663,251	0.32%	315.93
2017	6,298,295	77,139	6,221,156	0.28%	292.06
2018	5,844,488	93,776	5,750,712	0.25%	269.77
2019	5,525,681	108,603	5,417,078	0.22%	252.34
2020	4,981,874	146,565	4,835,309	0.19%	223.75
2021	4,468,067	151,628	4,316,439	0.15%	199.74
2022	3,946,359	136,036	3,810,323	0.13%	183.59

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

- 1) This is the general bonded debt of both governmental activities, net of original issue premiums and/or discounts.
- 2) This is the amount restricted for debt service.
- 3) See the of Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 118 for property value data.
- 4) Population data can be found in the Schedule of Demographic and Economic Statistics on page 128.

**COLORADO COUNTY, TEXAS****COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

As of December 31, 2022

Table 11

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Amount Applicable to Colorado County</u>
City of Columbus	\$ 466,118	100.00%	\$ 4,603,968
City of Eagle Lake	195,000	100.00%	195,000
City of Weimar	1,325,000	100.00%	1,325,000
Columbus ISD	6,280,000	96.46%	6,057,688
Rice Consolidated ISD	26,434,840	100.00%	26,434,840
Weimar ISD	15,207,309	93.66%	14,243,166
Glidden Fresh Water Supply District #1	315,000	100.00%	<u>315,000</u>
Sub-total Overlapping Debt			53,174,662
Colorado County, Texas direct debt			<u>3,946,359</u>
Total Direct & Overlapping Debt			<u>\$ 57,121,021</u>

Source: Outstanding debt and applicable percentages provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt, of each overlapping government.

**COLORADO COUNTY, TEXAS**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
 Last Ten Fiscal Years

Table 12

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Assessed value of real property <sup>(1)</sup>	\$ 1,759,081,087	\$ 1,891,281,659	\$ 2,055,892,422	\$ 2,093,759,781	\$ 2,254,228,624
Debt limit	175,908,109	189,128,166	205,589,242	209,375,978	225,422,862
Amount of debt applicable to limit <sup>(2)</sup>					
Total bonded debt	7,852,525	7,529,714	7,145,907	6,722,101	6,298,295
Less: Assets in debt service fund	<u>332,823</u>	<u>268,717</u>	<u>188,564</u>	<u>58,850</u>	<u>77,139</u>
Total net debt applicable to limit	7,519,702	7,260,997	6,957,343	6,663,251	6,221,156
Legal debt margin	<u>\$ 168,388,407</u>	<u>\$ 181,867,169</u>	<u>\$ 198,631,899</u>	<u>\$ 202,712,727</u>	<u>\$ 219,201,706</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>4.27%</u>	<u>3.84%</u>	<u>3.38%</u>	<u>3.18%</u>	<u>2.76%</u>
	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Assessed value of real property <sup>(1)</sup>	\$ 2,319,607,751	\$ 2,438,637,405	\$ 2,521,316,802	\$ 2,863,721,816	\$ 3,010,015,390
Debt limit	231,960,775	243,863,741	252,131,680	286,372,182	301,001,539
Amount of debt applicable to limit <sup>(2)</sup>					
Total bonded debt	5,844,488	5,525,681	4,981,874	4,468,067	3,946,359
Less: Assets in debt service fund	<u>93,776</u>	<u>108,603</u>	<u>144,781</u>	<u>151,628</u>	<u>136,036</u>
Total net debt applicable to limit	5,750,712	5,417,078	4,837,093	4,316,439	3,810,323
Legal debt margin	<u>\$ 226,210,063</u>	<u>\$ 238,446,663</u>	<u>\$ 247,294,587</u>	<u>\$ 282,055,743</u>	<u>\$ 297,191,216</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>2.48%</u>	<u>2.22%</u>	<u>1.92%</u>	<u>1.51%</u>	<u>1.27%</u>

Sources:

<sup>1</sup> Colorado County Central Appraisal District.

<sup>2</sup> Annual Comprehensive Financial Report Statement of Net Position

**COLORADO COUNTY, TEXAS**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
 Last Ten Fiscal Years

Table 13

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2013	20,717	\$ 872,978	\$ 42,138	5.2%
2014	20,695	911,183	44,029	3.4%
2015	20,946	927,261	44,269	3.9%
2016	21,091	905,426	42,929	4.6%
2017	21,301	974,497	45,749	3.4%
2018	21,317	985,915	46,250	3.1%
2019	21,467	1,038,856	48,393	3.0%
2020	21,610	1,117,922	51,732	6.1%
2021	21,610	1,117,922	51,732	5.0%
2022	20,754	1,221,682	59,219	3.5%

Sources: (2021 and prior) Bureau of Economic Analysis  
 (2022) Texas Association of Cities

**COLORADO COUNTY, TEXAS**  
**PRINCIPAL EMPLOYERS**  
 Current Year and Nine Years Ago

Table 14

Employer	2022			2013		
	Number of Employees	Rank	% of Total County Employment	Number of Employees	Rank	% of Total County Employment
Utex industries	302	1	4.31%	280	1	4.11%
Rice Consolidated ISD	243	2	3.47%	218	3	3.20%
Columbus ISD	240	3	3.43%	242	2	3.55%
Colorado County	197	4	2.81%	140	6	2.05%
Columbus Community Hospital	187	5	2.67%	190	5	2.79%
Titan (formerly Exterran)	142	6	2.03 %	205	4	3.01%
Weimer ISD	125	7	1.78 %	115	8	1.69%
Drymalla Construction	122	8	1.74%	100	9	1.47%
Great Southern Woods (formerly Diversitech)	85	9	1.21%	82	10	1.20%
Columbus Oaks Health Care Community (formerly River Oaks)	79	10	1.13%	130	7	1.91%
Total	<u>1,722</u>		<u>24.58%</u>	<u>1,702</u>		<u>24.98%</u>

Source: Individual Company Human Resources Departments

**COLORADO COUNTY, TEXAS****FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION**

Last Ten Fiscal Years

Table 15

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General administration	9	9	9	9	9	14	15	15	15	13
Financial Administration	6	6	6	6	6	7	8	8	8	9
Judicial	16	16	17	17	17	24	24	24	23	22
Public safety	65	66	66	66	68	77	77	98	95	91
Public facilities	4	4	4	4	4	5	5	4	4	4
Public transportation	30	30	30	30	30	30	30	26	29	31
Conservation	2	2	2	2	2	2	2	1	1	1
Health and welfare	1	1	1	1	1	1	1	1	1	1
<b>Total</b>	<u>133</u>	<u>134</u>	<u>135</u>	<u>135</u>	<u>137</u>	<u>160</u>	<u>162</u>	<u>177</u>	<u>176</u>	<u>172</u>

Source: Human Resources and Auditor's Office



**COLORADO COUNTY, TEXAS**  
*OPERATING INDICATORS BY FUNCTION*  
 Last Ten Fiscal Years

Function	Fiscal Year				
	2013	2014	2015	2016	2017
<b>General Administration:</b>					
Marriage license issued	144	144	131	120	140
Birth certificates	278	279	265	301	291
Death certificates	200	200	200	200	212
<b>Judicial</b>					
<b>County Court</b>					
Probate cases filed	110	118	96	91	130
Mental health cases filed	1	5	2	3	2
Civil cases filed	60	70	55	82	156
Criminal cases filed	431	354	482	428	409
<b>District Court</b>					
Civil cases filed	292	285	324	354	371
Criminal cases filed	165	175	172	296	337
<b>Justice Court</b>					
Cases filed	4,348	5,655	5,845	6,475	4,662
<b>Public Safety</b>					
Jail bookings	1,488	1,181	1,393	1,329	1,204
Jail average daily occupancy	53	48	57	59	67
Emergency responses	1,459	1,389	1,684	1,520	1,791
Emergency transfers	297	345	418	408	584
<b>Health &amp; welfare</b>					
Septic permits issued	88	117	129	139	120
Building permits issued	206	273	290	138	225
Indigent health care active case	18	21	22	16	16

Sources: County records

Table 16

Fiscal Year					
2018	2019	2020	2021	2022	
121	120	151	125	111	
351	358	301	374	375	
195	221	238	247	242	
89	130	115	152	127	
6	3	1	4	4	
90	58	50	38	47	
351	278	217	197	230	
326	344	265	251	274	
192	141	169	171	227	
4,291	3,834	2,821	2,868	3,790	
1,320	1,126	780	903	1,010	
59	48	37	43	84	
1,587	1,754	2,455	2,424	2,494	
555	929	448	300	349	
128	150	193	183	199	
255	337	437	392	433	
11	13	9	10	13	

**COLORADO COUNTY, TEXAS**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
 Last Ten Fiscal Years

Function	Fiscal Year				
	2013	2014	2015	2016	2017
Public safety					
Stations	1	1	1	1	1
Jails	1	1	3	3	3
Patrol units	24	24	26	26	27
EMS stations	3	3	3	3	3
Ambulance units	8	8	8	8	8
Probations dept	1	1	1	1	1
Public Facilities					
Courthouse	1	1	1	1	1
Annex	1	1	1	1	1
Maintenance	1	1	1	1	1
Judicial					
JP offices	4	4	4	4	4
Conservation					
Agrilife	1	1	1	1	1
Public Transportation					
Asphalt roads (miles)	442	444	446	449	449
Gravel roads (miles)	298	296	294	291	291
Bridges	88	88	88	88	89

Sources: Various County department records

Table 17

2018	Fiscal Year				
	2019	2020	2021	2022	
1	1	1	1	1	1
3	3	3	3	1	1
27	27	27	27	29	32
3	3	3	3	3	3
8	10	10	11	11	11
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
4	4	4	4	4	4
1	1	1	1	1	1
452	457	458	458	461	
289	285	284	284	284	
92	93	93	93	95	

