



# COUNTY AUDITOR'S COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED  
DECEMBER 31, 2015  
PANOLA COUNTY, TEXAS

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**PANOLA COUNTY, TEXAS**

**FOR THE YEAR ENDED DECEMBER 31, 2015**

**Prepared by:**

**Office of the County Auditor  
Panola County, Texas**

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**PANOLA COUNTY, TEXAS  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2015**

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# **INTRODUCTORY SECTION**

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SIDNEY BURNS  
AUDITOR



JENNIFER STACY  
1ST ASSISTANT AUDITOR  
BROOKE LIPSEY  
2ND ASSISTANT AUDITOR

OFFICE OF  
**PANOLA COUNTY AUDITOR**  
COURTHOUSE ANNEX • ROOM 213A  
CARTHAGE, TEXAS 75633  
903-693-0320

June 24, 2016

Honorable District Judge Charles Dickerson  
Honorable County Judge Lee Ann Jones,  
Honorable County Commissioners,  
and Taxpayers and Citizens of Panola County

Conforming to statutory requirements of the duties of the County Auditor, submitted herewith is the Comprehensive Annual Financial Report for Panola County, Texas, for the fiscal year ended December 31, 2015. The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board, and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed public accountants.

This report consists of management's representations concerning the finances of Panola County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Panola County has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of Panola County have been audited by Richard P. Loughlin, CPA, a licensed certified public accountant. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the year ended December 31, 2015 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion on Panola County's financial statements for the year ended December 31, 2015, and that they are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to compliment MD&A and should be read in conjunction with it. Panola County's MD&A can be found immediately following the Independent Auditor's Report.

## **PROFILE OF THE GOVERNMENT**

Located in East Texas, Panola County, Texas, was organized in 1846. Panola County currently occupies a land area of 801 square miles and serves a population of 23,766.

The County operates as specified under a County Judge – Commissioners’ Court type of government, consisting of one County Judge and four Commissioners. The County Judge is the presiding officer of the Commissioners’ Court, the governing body of the County, and is elected for a four-year term by the voters of the County. Each Commissioner represents one of the four Commissioner precincts into which the County is divided and is elected by the voters of his precinct for a four-year term. The Commissioners’ Court has only powers expressly granted to it by the legislature and powers necessarily implied from such grant. Among other duties, it proposes and approves the County budget, determines the County tax rates, approves contracts in the name of the County, determines whether a proposition to issue bonds should be submitted to the voters, appoints certain County officials, and makes other decisions concerning the operation of the County.

Panola County provides a full range of services, including public safety, public transportation (highways and roads), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administrative services.

### **Budgets and Budgetary Controls**

The annual budget serves as the foundation for Panola County’s financial planning and control. The County Judge is by statute the County Budget Officer and is responsible for determining the Commissioners’ Court guidelines for the proposed County budget. After being furnished the budget guidelines by the County Judge, the County Auditor prepares an estimate of revenues and a compilation of expenditures as set out in the guidelines. The proposed budget is filed in the office of the County Clerk as public record.

A public hearing is held on the budget by the Commissioners’ Court. Department heads and any other interested citizens may appear. Before determining the final budget, the Commissioners’ Court may increase or decrease the amounts as proposed in the budget. Expenditure amounts finally budgeted may not exceed the estimated revenues and available cash. A tax rate is then set which will generate the estimated ad valorem tax revenues in the budget.

When the final budget has been adopted by the Commissioners’ Court, the County Auditor is responsible for monitoring the expenditures of the various departments to prevent expenditures from exceeding budgeted appropriations and for keeping the Commissioners’ Court advised of the condition of the various funds and accounts.

Each fund is budgeted on an annual basis, by the primary activities of salaries and benefits, supplies, other services and charges, and capital outlay. Budget to actual comparisons are provided in this report for the General Fund and all major special revenue funds.

### **Financial Administration**

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

The Tax Assessor-Collector is elected for a four-year term and is responsible for collecting ad valorem taxes and collecting certain State and County fees and other taxes for the County. Duties of the County Treasurer, who is also elected for a four-year term, include depositing monies received by the County into the depository selected by the Commissioners’ Court, signing and registering all of the County’s checks (except certain agency funds), preparation of payroll, maintenance and

compilation of all personnel records, preparation of quarterly and monthly state, county, and federal reports and other financial functions.

The County Auditor is appointed for a two-year term by the State District Judge having jurisdiction within the County. The County Auditor is responsible for the accounting practices and audit control functions of county finances. His responsibilities include those for accounting, auditing, accounting systems design, assisting with financial planning and operations, financial reporting, insurance, budget preparation as instructed by the Commissioners' Court, preparation of claims for approval by Commissioners' Court and various other financial related activities. The County Auditor also serves as fiscal officer for the Community Supervision Corrections Department and the Juvenile Probation Department.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Panola County operates.

### **Local Economy**

Panola County continues to rank as one of the leading natural gas producers in East Texas. Continued lignite mining activities along with natural gas wells contributed greatly to economic activities. Timber, poultry and cattle production also continue to contribute to the local economy. All of these activities have had a positive impact on employment and the County tax base. A great deal of credit should be given to the industrial, civic, and governmental leaders for these positive conditions.

Over the past few years, Panola County has faced the same problems as other smaller rural counties in Texas. Revenue sources have tended to be limited, while demand for services remained constant. Economic growth during the year slowed somewhat due to a decrease in natural gas prices.

The position of the County has continued to be sound over the past year. Some of the factors which enabled the County to maintain this constant level were:

1. All departments and agencies operated within budget appropriations.
2. Estimated revenue was achieved or exceeded.
3. Ad valorem taxes continued to be collected at a high percent.

Looking ahead, Panola County can expect to have some years of economic growth at the state and local level. Careful financial operation and planning will enable the County to remain financially sound. A spirit of cooperation will help to ensure that the future needs of the citizens of Panola County can be met.

### **Long-term Financial Planning**

The Commissioners' Court continues to be very active in budgeting financial resources to rehabilitate all County maintained infrastructure over a number of years in the most economical way. Various capital outlays for road and bridge equipment have been made and are planned to ensure that the department stays updated to meet future repair needs. In addition, the Commissioners' Court continued to fund the Other Post-Employment Benefits (OPEB) Trust Fund in compliance with Government Accounting Standards Board Statement 45 (GASB 45). Compliance with this accounting standard and funding in 2015 will minimize the cost to future taxpayers.

Various costs associated with fringe benefit expenses for active and retired employees had a significant effect on the financial statements in 2015. The County continues to participate in the health insurance program provided through the Texas Association of Counties. This insurance pool allows the County to limit increases in premiums at an amount less than the national average.

The County continues to maintain adequate financial resources in the Road Bond 1971 capital projects fund to meet the County's share of cost associated with new state highway construction. The County also maintains adequate financial resources in the Airport special revenue fund and in the Permanent Improvement capital projects fund for the County's match of grant programs for airport improvements and maintenance.

Also, Panola County continues the long-term lease of the county-owned hospital to East Texas Medical Center Regional Healthcare System. This financial agreement has provided very reasonable, low-cost indigent care program that provides needed health benefits for qualified citizens. The County maintains the Health Fund at an adequate balance to provide health care to indigent County residents.

Since the adoption of a Comprehensive Fund Balance Policy in 2011, the County has been successful in maintaining or exceeding the goals as defined in the policy. The Commissioners' Court's continuing fiscal restraints has resulted in the maintenance of stable fund balances to be available for future emergencies and revenue shortfalls. As a result of the trend of unfunded mandates by both Federal and State government, it is vitally important that the Commissioners' Court remain focused on maintaining the financial stability that now exists. This continued positive action will reduce the financial burden for future taxpayers.

#### **AWARDS AND ACKNOWLEDGEMENTS**

##### **Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a "Certificate of Achievement for Excellence in Financial Reporting" to Panola County, Texas, for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014.

The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards of preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

**Acknowledgements**

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of all County Departments. We would like to express our appreciation to all members of the County Departments that assisted and contributed to its preparation.

Respectfully submitted,



**Sidney Burns  
County Auditor**



**Jennifer Stacy  
1<sup>st</sup> Assistant Auditor**



**Brooke Lipsey  
2<sup>nd</sup> Assistant Auditor**



Government Finance Officers Association

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

Presented to

**Panola County  
Texas**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO

**PANOLA COUNTY, TEXAS  
DIRECTORY OF OFFICIALS  
DECEMBER 31, 2015**

**DISTRICT COURT: 123rd Judicial District**

**The Honorable Charles Dickerson, District Judge  
The Honorable Danny Buck Davidson, Criminal District Attorney  
Terri Hudson, Court Reporter  
Debra Johnson, District Clerk  
Bradley Wilburn, CSCD Director  
Tracy Anderson, Chief Juvenile Probation Officer**

**COMMISSIONERS COURT:**

**The Honorable Lee Ann Jones, County Judge  
The Honorable Ronnie LaGrone, Commissioner Precinct #1  
The Honorable John Gradberg, Commissioner Precinct #2  
The Honorable Frank Langle, Jr., Commissioner Precinct #3  
The Honorable Dale LaGrone, Commissioner Precinct #4  
Vicki Heinkel, Administrative Assistant**

**COUNTY COURT AT LAW:**

**The Honorable Terry Bailey, Judge  
Sherri Murphy, Court Reporter**

**COUNTY AUDITOR:**

**Sidney Burns**

**ASSISTANT COUNTY AUDITORS:**

**Jennifer Stacy  
Brooke Lipsey**

**COUNTY CLERK:**

**Bobbie Davis**

**COUNTY SHERIFF:**

**Kevin Lake**

**COUNTY SURVEYOR:**

**Don Austin**

**COUNTY TAX ASSESSOR-COLLECTOR:**

**Debbie Crawford**

**COUNTY TREASURER:**

**Joni Reed**

**PANOLA COUNTY, TEXAS  
DIRECTORY OF OFFICIALS  
DECEMBER 31, 2015**

**COUNTY VETERAN SERVICE OFFICER:**

**Jim Young**

**JUSTICES OF THE PEACE:**

**Lora Taylor, Precincts #2 and #3**

**David Gray, Precincts #1 and #4**

**CONSTABLES:**

**Bryan Murff, Precincts #1 and #4**

**Mitch Norton, Precincts #2 and #3**

**ELECTIONS ADMINISTRATOR:**

**Cheyenne Lampley**



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## **FINANCIAL SECTION**

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P O Box 1716  
Henderson TX 75653

## INDEPENDENT AUDITOR'S REPORT

Panola County Commissioners' Court  
Panola County, Texas

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Panola County, Texas, ("County") as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

MEMBER

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Panola County, Texas, as of December 31, 2015, and the respective changes in financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## Emphasis of Matter

### *Change in Accounting Principle*

As discussed in Note 1 to the financial statements, in 2015, Panola County adopted new accounting guidance, Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for contributions made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 19-28; the Schedule of Funding Progress – Other Post-Employment (OPEB) Plan on page 60; the Schedule of Employer Contributions – Other Post-Employment (OPEB) Plan on page 61; the Schedule of Changes in Net Pension Liability and Related Ratios on page 62; the Schedule of Contributions on page 63; and budgetary comparison information on pages 65-69, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that comprise Panola County, Texas', basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, statistical section and schedules listed in the accompanying table of contents under supplementary financial information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and supplementary financial information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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

supplementary financial information are fairly stated in all material respects in relation to the financial statements as a whole.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2016, on our consideration of Panola County, Texas, internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



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**Richard P. Loughlin**  
**Certified Public Accountant**

**Henderson, Texas**  
**June 23, 2016**

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**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2015**

As management of Panola County, Texas (the County), we offer readers of the Panola County, Texas financial statements this narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2015. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers of this discussion and analysis should consider the information presented here in conjunction with additional information that we have furnished in our accompanying letter of transmittal, and in the basic financial statements and notes to the financial statements (which immediately follow this discussion).

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of Panola County, Texas exceeded its liabilities and deferred inflows of resources at December 31, 2015 by \$64,193,428 (net position). Of this amount, \$40,913,998, (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position increased by \$3,771,090.
- At December 31, 2015, the County's governmental funds reported combined ending fund balances of \$26,875,142, a decrease of \$454,762 over the prior year. Of this amount, \$6,740 is nonspendable, \$13,524,120 is restricted, \$715,382 is committed, and \$12,628,900 is unassigned. Unassigned fund balance is available for spending at the County's discretion.
- At December 31, 2015, unassigned fund balance for the general fund was \$12,628,900, or 71.89% of total general fund expenditures.
- The County issued no new debt during the year ended December 31, 2015.

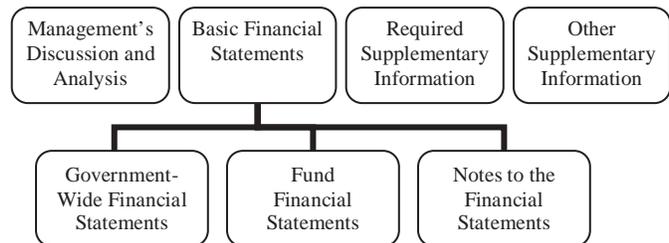
**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the Panola County, Texas', basic financial statements. The County's Comprehensive Annual Financial Report has been prepared in compliance with the financial reporting requirements of GASB Statement No. 34, Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments, as well as GASB Statement No. 37, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus, and GASB Statement No. 38, Certain Financial Statement Note Disclosures.

The financial section of the annual report presented herein includes four sections, consisting of the following:

- 1) Management's Discussion and Analysis
- 2) Basic Financial Statements
- 3) Required Supplementary Information
- 4) Other Supplementary Information

**Components of the Financial Section**



The basic financial statements are presented in two different formats. The government-wide statements are required under GASB Statement No. 34 reporting requirements. The government-wide statements report information about the County as a whole using the accrual basis of accounting and the economic resources measurement focus. The fund financial statements provide more detailed information about the County's most significant funds. Fund financial statements use the modified accrual basis of accounting and the current financial resources measurement focus.

**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2015

**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 private-sector business.

The statement of net position presents information on all of the County's assets, liabilities, and deferred inflows/outflows of resources with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Panola County is improving or deteriorating, respectively.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. Because the statement of activities separates program revenue (revenue generated by specific programs through charges for services, fees, licenses, grants received, and other contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program), it shows to what extent each program relies on general revenues for funding.

All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Panola County has no separately identified discretely-presented component units included in the government-wide financial statements.

The government-wide financial statements can be found on pages 31 - 32 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 two categories: governmental funds and fiduciary funds.

**Governmental Funds**

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

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

The County maintains 38 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 the Road and Bridge special revenue fund, which are considered to be major funds. Data from the other 36 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2015

The County adopts an annual appropriated budget for 38 of its governmental funds. The Required Supplementary Information contains budget comparisons for the General Fund and the Road and Bridge special revenue fund. A budgetary comparison statement has been provided to demonstrate compliance with the budget, as both originally adopted and as finally amended.

The basic governmental fund financial statements can be found on pages 33 - 36 of this report.

#### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County's fiduciary funds consist of agency funds and the Retiree Health Benefits Trust Fund (RHBT). Agency funds are used as clearing accounts for assets held by the County in its role as custodian until the funds are allocated to the parties, organizations, or other government agencies to which they belong. The RHBT Fund was created in November 2007 for the purpose of funding for the County's obligation under GASB 45 regarding other post-employment benefits (OPEB) for eligible retired employees. Contributions by the County during 2015 totaled \$4,702,047. The RHBT will be used to provide for the future payment of health care insurance premiums for eligible retired employees.

The basic fiduciary fund financial statement can be found on pages 37 - 38 of this report.

#### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 39 – 56 of this report.

#### **Other Information**

In addition to the Basic Financial Statements and accompanying Notes, this report also presents Combining and Individual Fund Financial Statements and Schedules. These statements and schedules provide greater detail in connection with Governmental Funds, Fiduciary Funds, and Capital Assets Used in the Operation of Governmental Funds. The Combining and Individual Fund Financial Statements and Schedules may be found on pages 91-170 of this report.

#### **Single Audit**

The County did not expend in excess of \$750,000 in state financial assistance during the year ended December 31, 2015. As a result, a single audit in accordance with the State of Texas *Single Audit Circular* was not required. The Overall Compliance and Internal Controls section of this report begins on page 209.

#### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Net position of the County as of December 31, 2015 and December 31, 2014 are summarized and analyzed on the following page.

Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$64,193,428 as of December 31, 2015, and by \$60,422,238 (restated) as of December 31, 2014, an increase of \$3,771,190. As of December 31, 2015, the County's total assets were \$91,492,439. Capital assets, which include land, buildings and improvements, machinery, equipment, furniture, and infrastructure less any related debt used to acquire those assets that is still outstanding, represent 36.26% of total net position.

An amount of \$40,913,998 of the County's net position is unrestricted net position. This amount may be used to meet the County's ongoing obligations.

**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2015**

**Panola County, Texas**  
**Net Position of Governmental Activities**  
**(Table 1)**

	<u>2015</u>	<u>2014</u> (As Restated)
Current and Other Assets	\$ 68,213,009	\$ 64,748,274
Capital Assets	23,279,430	23,542,376
Total Assets	<u>91,492,439</u>	<u>88,290,650</u>
 Total Deferred Outflows of Resources	 <u>3,057,118</u>	 <u>3,353,570</u>
Net Pension Liability	7,601,864	9,050,691
Long-Term Liabilities Outstanding	200,413	206,054
Other Liabilities	1,296,679	1,097,004
Total Liabilities	<u>9,098,956</u>	<u>10,353,749</u>
 Total Deferred Inflows of Resources	 <u>21,257,173</u>	 <u>20,868,133</u>
 Net Position:		
Net Position, Investment in Capital Assets	23,279,430	23,542,376
Unrestricted	40,913,998	36,879,962
Total Net Position	<u>\$ 64,193,428</u>	<u>\$ 60,422,338</u>

The change in net position for the County's activities for the year was an increase of \$3,771,090. The restatement due to implementing GASB 68 was a decrease in net position in the amount of \$5,697,121, for a net change in net position of \$1,926,031. Total revenues for Panola County were \$27,439,405 and \$26,519,111 in 2015 and 2014, respectively. Total expenses were \$23,668,315 and \$23,781,932 in 2015 and 2014, respectively. Key elements of these changes are summarized below:

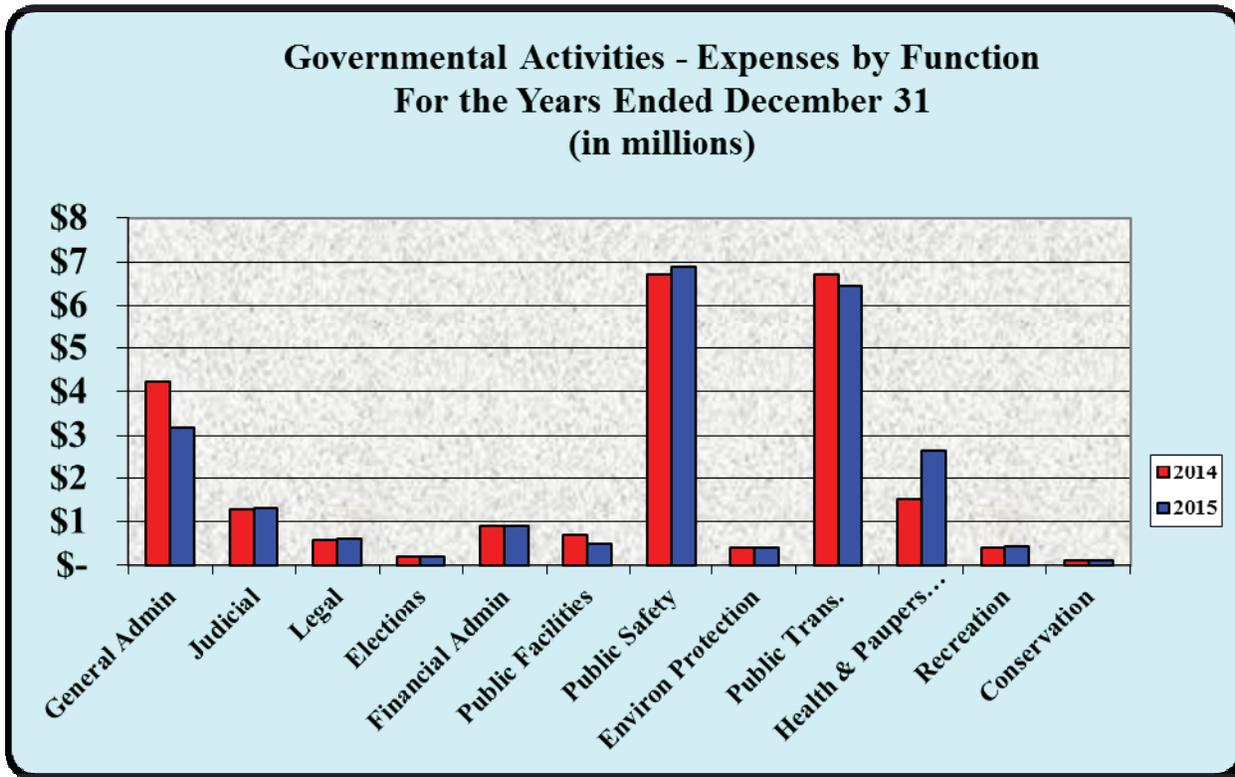
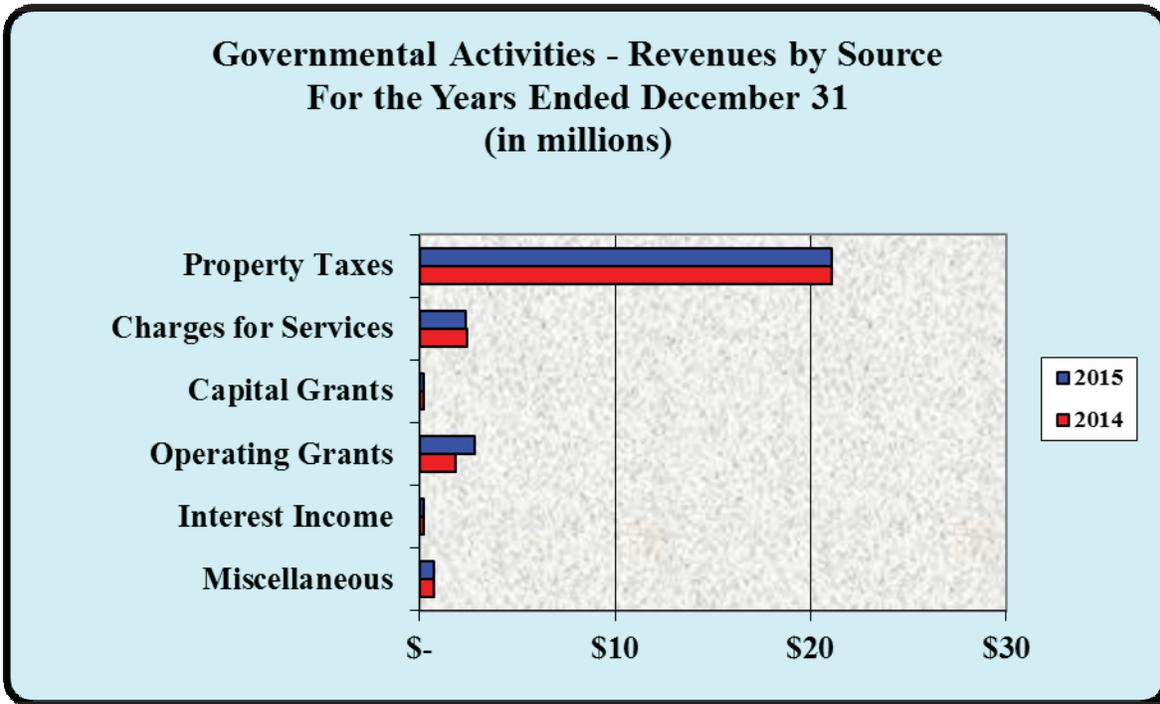
- Program revenues include charges for services, fines and forfeitures, as well as both operating and capital grants and contributions. Program revenues from governmental activities increased 20.96% or \$937,945. Charges for services decreased slightly, by \$29,459. Operating grants and contributions increased by \$1,003,400. The principal reason for the increase was the receipt of a larger payment from the County owned hospital in the current year. Capital grants and contributions decreased \$35,996.
- General revenues consist of taxes and interest not allocable to specific programs, as well as miscellaneous transactions that are not attributable to a specific program. The largest of these revenues, taxes, increased by \$22,613. Other revenues decreased by \$40,264 principally due to decreased interest revenue.
- Public safety, public transportation, and general administration are the three largest programs, in terms of expenses. These three activities accounted for 69.85% of total expenses.
- General administration expenses decreased \$1,030,994, due to the County making a larger additional payment to fund future retirement expenses in the prior year.

**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2015**

**Panola County, Texas**  
**Changes in Net Position of Governmental Activities**  
**(Table 2)**

	<u>2015</u>	<u>2014</u>
<b>Revenues:</b>		
<b>Program Revenues:</b>		
Charges for Services	\$ 2,370,966	\$ 2,400,425
Operating Grants and Contributions	2,847,265	1,843,865
Capital Grants and Contributions	195,394	231,390
<b>General Revenues:</b>		
Property Taxes	21,094,822	21,072,209
Other	930,958	971,222
<b>Total Revenues</b>	<u>27,439,405</u>	<u>26,519,111</u>
<b>Expenses:</b>		
General administration	\$ 3,188,949	\$ 4,219,943
Judicial	1,313,677	1,288,251
Legal	618,330	589,841
Elections	213,282	206,776
Financial administration	900,619	913,259
Public facilities	493,979	695,814
Public safety	6,892,775	6,724,721
Environmental protection	417,769	397,717
Public transportation	6,450,555	6,713,665
Health & paupers care	2,640,645	1,519,237
Recreation	428,808	409,735
Conservation	108,927	102,973
	<u>23,668,315</u>	<u>23,781,932</u>
<b>Increase in Net Position</b>	<b>3,771,090</b>	<b>2,737,179</b>
<b>Net Position - Beginning</b>	<b>66,119,459</b>	<b>63,382,280</b>
<b>Restatement - Pensions</b>	<b>(5,697,121)</b>	<b>-</b>
<b>Net Position - Beginning, as restated</b>	<u><b>60,422,338</b></u>	<u><b>63,382,280</b></u>
<b>Net Position - Ending</b>	<u><b>\$ 64,193,428</b></u>	<u><b>\$ 66,119,459</b></u>

**PANOLA COUNTY, TEXAS**  
 Management's Discussion and Analysis  
 December 31, 2015



**FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS**

As noted earlier, Panola County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Following is an analysis of the County's governmental funds.

**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2015

**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.

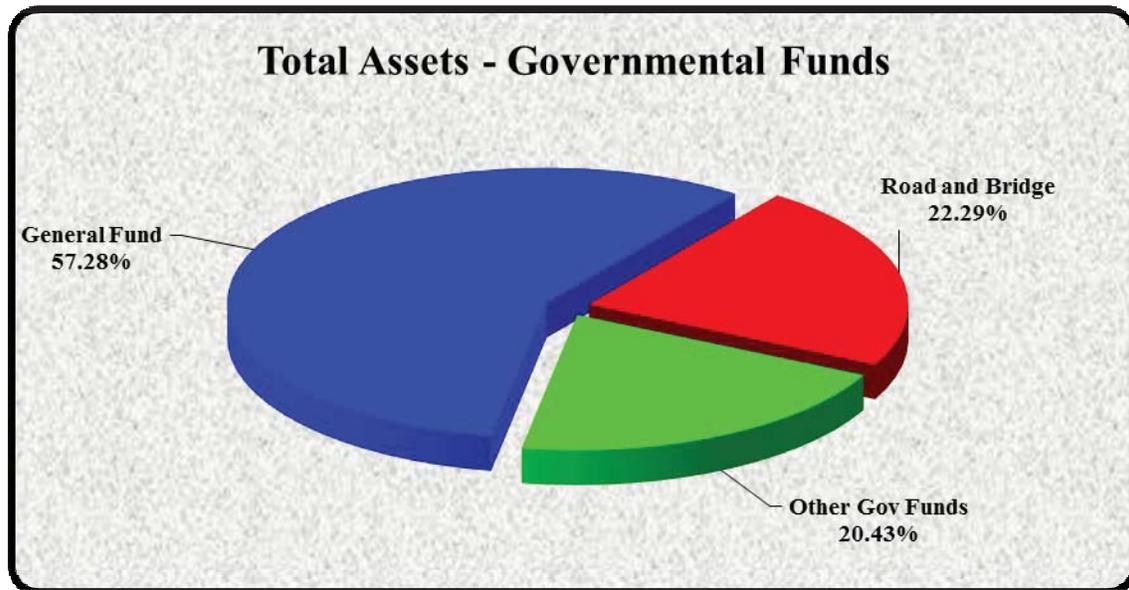
As of December 31, 2015, the County's governmental funds reported combined ending fund balances of \$26,875,142, a decrease of \$454,762 over the prior year. Approximately 47% of this amount, \$12,628,900 constitutes unassigned fund balance, which is available for spending at the County's discretion.

The General Fund is the chief operating fund of the County. At December 31, 2015, 100% of the General Fund's total fund balance, or \$12,628,900, is unassigned. Total fund balance for the General Fund decreased by \$1,072,293, or 7.83% from the prior year. 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, which equals total fund balance, represents 71.89% of total General Fund expenditures.

Originally, the County anticipated having to use approximately \$3,200,000 of fund balances. However, General Fund revenues exceeded budgeted amounts by approximately \$1,100,000, and actual expenditures were \$1,040,079 below budgeted expenditures.

Fund balance in the Road and Bridge Fund increased by \$472,431, due to higher than anticipated revenues and a general savings in all categories.

As shown below, as of December 31, 2015 total assets in the General Fund amounted to \$28,401,087, accounting for 57.28% of total governmental fund assets. The Road and Bridge special revenue fund, the County's other major fund's total asset amount is \$11,053,584. Together, these major funds account for 79.57%, of total governmental fund assets.



**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2015

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Differences between the original budget and the final amended budget amounted to a net increase in appropriations of \$193,775. Significant among the amendments were:

- General Administration – Budgetary transfers from the \$400,000 contingency line item to various other line items eliminated the need to increase overall appropriations and resulted in an overall decrease of \$342,775.
- Public Facilities – Increased appropriations of \$95,534 as a result of increases in utilities and repairs and renovations for building maintenance.
- Health and Paupers Care – Increased appropriations of \$81,551 as a result of an increase in attorney fees.
- Sheriff – Increased appropriations for additional capital outlay of \$119,042.

General Fund revenues exceeded the final budget by \$1,107,892. The majority of this increase was attributable to property taxes exceeding the final budget by \$806,801. Also, interest and miscellaneous revenues exceeded anticipated amounts by \$178,278. Fees of office exceeded the final budget by \$91,360, principally due to additional fees collected by the Tax Assessor-Collector and Justices of the Peace.

General Fund expenditures were \$1,040,079 less than final budgeted expenditures. Major contributors to lower than budgeted expenditures are as follows:

- Expenditures for general administration activities were \$297,336 less than final budgeted expenditures. In addition to general savings in most budgeted categories, there were significant savings in the County Clerk's office, insurance, and computer services expenditures.
- Expenditures for public safety activities were \$299,478 less than final budgeted expenditures due to less than expected expenditures in the Sheriff's Office and Corrections.
- Expenditures for Health and Paupers Care were \$153,220 below budgeted amounts as a result of less expenditures needed for indigent health care.
- Expenditures for public facility expenditures were \$63,434 less than final budgeted expenditures due to less than expected expenditures for professional services.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The County's investment in capital assets for its governmental activities as of December 31, 2015, amounts to \$23,279,431 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, furniture, and infrastructure. The net decrease in the County's investment in capital assets, after depreciation expense of \$1,810,438, for the current year was \$262,945.

This year's additions totaled \$1,870,992. Included in the additions were various technology upgrades, purchases of machinery and equipment, purchases of land, and construction improvements at the airport began.

Capital assets as of December 31, 2015 and 2014 are summarized on the following page.

Additional information on the County's capital assets can be found in Note 3, D on pages 47-48 of this report.

**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2015**

**Capital Assets**  
**As of December 31**

	<u>2015</u>	<u>2014</u>
Land	\$ 1,722,016	\$ 1,289,889
Construction in Progress	5,561	-
Buildings	20,906,963	20,932,815
Improvements other than buildings	259,303	259,303
Machinery and equipment	11,407,123	11,001,733
Infrastructure	<u>10,371,442</u>	<u>10,371,442</u>
<b>Total Capital Assets</b>	<b>44,672,408</b>	<b>43,855,182</b>
Less: Accumulated Depreciation	<u>(21,392,977)</u>	<u>(20,312,806)</u>
<b>Total Capital Assets</b>	<b><u>\$ 23,279,431</u></b>	<b><u>\$ 23,542,376</u></b>

**Long-Term Debt**

As of December 31, 2015, the County has no outstanding bonded debt. The only debt outstanding is in the form of accrued compensated absences and the net pension liability.

Additional information on the County's long-term debt can be found in Note 3, I on page 54 of this report.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The following factors were considered in preparing the County's budget for 2016.

- FY2015 total property assessed value remained relatively constant, only decreasing .87% over the prior year. FY2014 had an increase in assessed value of 10.7%.
- Property tax receipts for FY2015 also remained constant at \$21.03 million compared to \$21.05 million for FY2014.
- The County has consistently maintained an ad valorem tax collection rate over 97% for the last few years.
- The percentage increase in medical insurance premiums for employees was 8.25% for FY 2015 (FY 2014 increase was 6.68%).
- Fluctuating energy costs have affected the price of fuel and road surfacing materials.
- Property and liability insurance costs increased only 0.3% for FY 2015 compared to an increase of 7.1% for FY 2014.

**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2015

Original budgeted revenues for FY 2016 are \$23.9 million, an increase of 2.13% over original budgeted revenues of \$23.4 million for FY 2015. Property taxes account for the bulk of the revenues, as approximately 92.2% of the total budgeted revenues for the General Fund are related to property taxes.

The tax rate for the new fiscal year was set at \$0.4837/\$100. The continued natural gas production value allows the County to maintain a relatively low tax rate for the maintenance and operations budget.

Several other factors are expected to have an impact on the budgetary process in the next few years:

- Decreased taxable value due to the lower price of natural gas will have an impact on the budget for the next year.
- Continued pressure from rising health insurance costs, demand for services, increased fuel costs and road maintenance costs will cause the County to adjust the tax rate in years to come.
- In spite of the demand for County services, the County enjoys a healthy tax base relying primarily on the natural gas field for a substantial amount of tax revenues. The County conservatively manages its resources and is in a sound financial position to meet the needs of citizens for years to come.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of Panola County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Panola County Auditor's Office, Courthouse Annex Room 213A, Carthage, Texas 75633.

## **BASIC FINANCIAL STATEMENTS**

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**PANOLA COUNTY, TEXAS  
STATEMENT OF NET POSITION  
DECEMBER 31, 2015**

	<u>Governmental Activities</u>
<b>ASSETS:</b>	
Cash and Cash Equivalents	\$ 6,839,305
Investments	37,732,644
Receivables (net of allowance for uncollectible taxes):	
Property Taxes	3,301,372
Due from Other Governments	731,260
Miscellaneous	968,176
Inventory	6,740
Capital Assets (not being depreciated):	
Land	1,722,016
Construction in Progress	5,561
Capital Assets (net of accumulated depreciation):	
Buildings	15,412,040
Improvements other than buildings	197,942
Machinery and equipment	4,730,843
Infrastructure	1,211,028
Negative net OPEB obligation asset	18,625,912
Other Assets	7,600
<b>Total Assets</b>	<u><u>91,492,439</u></u>
 <b>DEFERRED OUTFLOWS OF RESOURCES:</b>	
Deferred Outflows of Resources - Pensions	<u>3,057,118</u>
	<u><u>3,057,118</u></u>
 <b>LIABILITIES:</b>	
Accounts Payable-Trade	1,296,679
Noncurrent liabilities:	
Due Within One Year	22,045
Due In More Than One Year	178,368
Net Pension Liability	7,601,864
<b>Total Liabilities</b>	<u><u>9,098,956</u></u>
 <b>DEFERRED INFLOWS OF RESOURCES:</b>	
Deferred Revenue - Advance Tax	20,775,961
Deferred Inflows - Pensions	481,212
<b>Total Deferred Inflows of Resources</b>	<u><u>21,257,173</u></u>
 <b>NET POSITION:</b>	
Net Position, Investment in Capital Assets	23,279,430
Unrestricted	40,913,998
<b>Total Net Position</b>	<u><u>\$ 64,193,428</u></u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2015

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
<b>Primary Government:</b>					
<b>Government Activities:</b>					
General administration	\$ 3,188,949	\$ 358,984	\$ -	\$ -	\$ (2,829,965)
Judicial	1,313,677	435,198	85,500	-	(792,979)
Legal	618,330	28,229	30,343	24,735	(535,023)
Elections	213,282	-	4,656	-	(208,626)
Financial administration	900,619	854,162	-	-	(46,457)
Public facilities	493,979	-	-	97,636	(396,343)
Public safety	6,892,775	374,660	686,415	73,023	(5,758,677)
Environmental protection	417,769	-	-	-	(417,769)
Public transportation	6,450,555	130,661	29,575	-	(6,290,319)
Health & paupers care	2,640,645	1,110	2,010,776	-	(628,759)
Recreation	428,808	187,112	-	-	(241,696)
Conservation	108,927	850	-	-	(108,077)
<b>Total primary government</b>	<b>\$ 23,668,315</b>	<b>\$ 2,370,966</b>	<b>\$ 2,847,265</b>	<b>\$ 195,394</b>	<b>\$ (18,254,690)</b>

**General Revenues:**

Property Taxes	\$ 21,094,822
Interest Income	199,770
Miscellaneous	731,188

Total general revenues and transfers 22,025,780

Change in net position 3,771,090

Net position, Beginning of Year 66,119,459

Restatement - Pensions (5,697,121)

Net position, Beginning of Year, as restated 60,422,338

Net position, End of Year \$ 64,193,428

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2015

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 2,862,837	\$ 1,741,956	\$ 2,234,512	\$ 6,839,305
Investments	22,557,914	8,279,909	6,894,821	37,732,644
Receivables (net of allowance for uncollectibles)				
Current Taxes	1,911,665	674,287	76,105	2,662,057
Delinquent Taxes	458,353	161,672	19,290	639,315
Due from Other Governments	526,297	184,036	20,927	731,260
Miscellaneous	76,421	11,724	880,031	968,176
Inventory	-	-	6,740	6,740
Other Assets	7,600	-	-	7,600
<b>Total Assets</b>	<b>28,401,087</b>	<b>11,053,584</b>	<b>10,132,426</b>	<b>49,587,097</b>
<b>LIABILITIES</b>				
Accounts Payable-Trade	369,958	53,700	873,021	1,296,679
<b>Total Liabilities</b>	<b>369,958</b>	<b>53,700</b>	<b>873,021</b>	<b>1,296,679</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable Revenue	13,032,211	4,563,945	517,748	18,113,904
Unearned Deferred Revenue	2,370,018	835,958	95,396	3,301,372
<b>Total Deferred Inflows of Resources</b>	<b>15,402,229</b>	<b>5,399,903</b>	<b>613,144</b>	<b>21,415,276</b>
<b>FUND BALANCES</b>				
Nonspendable	-	-	6,740	6,740
Restricted	-	5,599,981	7,924,139	13,524,120
Committed	-	-	715,382	715,382
Unassigned	12,628,900	-	-	12,628,900
<b>Total Fund Balances</b>	<b>12,628,900</b>	<b>5,599,981</b>	<b>8,646,261</b>	<b>26,875,142</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 28,401,087</b>	<b>\$ 11,053,584</b>	<b>\$ 10,132,426</b>	<b>\$ 49,587,097</b>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS  
RECONCILIATION OF THE BALANCE SHEET OF THE  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2015**

<b>Total Fund Balances - Governmental Funds</b>	<b>\$ 26,875,142</b>
 <b>Amounts reported for governmental activities in the statement of net position are different because:</b>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	23,279,430
Negative net OPEB obligation assets created by contributions made by the County to its OPEB plan to retire part of its unfunded obligations are not recognized in the funds.	18,625,912
Net Delinquent Property Taxes Receivable is a "long-term asset" and not available to pay for current period expenditures and therefore is deferred in the funds.	639,315
The Net Pension Liability and related deferred outflows and deferred inflows of resources are not reported in the funds.	(5,025,958)
Long-term liabilities (Compensated Absences) are not due and payable in the current period and therefore are not reported in the funds.	<u>(200,413)</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 64,193,428</u></u></b>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Property Taxes	\$ 14,998,673	\$ 5,420,742	\$ 608,887	\$ 21,028,302
Licenses	-	335,099	-	335,099
Intergovernmental Receipts	452,973	93,804	818,845	1,365,622
Fees of Office	798,492	-	548,366	1,346,858
Fines	-	295,881	-	295,881
Miscellaneous	446,602	419,250	2,135,271	3,001,123
<b>TOTAL REVENUES</b>	<b>16,696,740</b>	<b>6,564,776</b>	<b>4,111,369</b>	<b>27,372,885</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	6,910,361	-	42,541	6,952,902
Judicial	1,342,386	-	-	1,342,386
Legal	629,414	-	20,109	649,523
Elections	160,810	-	-	160,810
Financial Administration	955,794	-	-	955,794
Public Facilities	378,695	-	97,636	476,331
Public Safety	5,204,519	-	1,421,850	6,626,369
Environmental Protection	411,495	-	-	411,495
Public Transportation	-	3,620,106	540,860	4,160,966
Health and Paupers Care	527,231	-	2,046,373	2,573,604
Recreation	411,917	-	-	411,917
Conservation	112,089	-	-	112,089
<b>Capital Outlay</b>	<b>521,222</b>	<b>2,472,239</b>	<b>-</b>	<b>2,993,461</b>
<b>TOTAL EXPENDITURES</b>	<b>17,565,933</b>	<b>6,092,345</b>	<b>4,169,369</b>	<b>27,827,647</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(869,193)</b>	<b>472,431</b>	<b>(58,000)</b>	<b>(454,762)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	203,100	203,100
Transfers Out	(203,100)	-	-	(203,100)
<b>Total Other Financing Sources (Uses)</b>	<b>(203,100)</b>	<b>-</b>	<b>203,100</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(1,072,293)</b>	<b>472,431</b>	<b>145,100</b>	<b>(454,762)</b>
<b>FUND BALANCE-BEGINNING</b>	<b>13,701,192</b>	<b>5,127,550</b>	<b>8,501,162</b>	<b>27,329,904</b>
<b>FUND BALANCE-ENDING</b>	<b>\$ 12,628,899</b>	<b>\$ 5,599,981</b>	<b>\$ 8,646,262</b>	<b>\$ 26,875,142</b>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2015**

<b>Net Change in Fund Balances - Governmental Funds</b>	<b>\$ (454,762)</b>
 <b>Amounts reported for governmental activities in the statement of activities are different because:</b>	
<b>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. (See Note 2)</b>	<b>(262,946)</b>
<b>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (Increase in Net OPEB Asset)</b>	<b>3,745,475</b>
<b>Delinquent property tax collections provide current financial resources to the funds but has no effect on net position.</b>	<b>(517,893)</b>
<b>Delinquent property taxes receivable, which do not provide current financial resources, are not reported as revenue in the funds.</b>	<b>584,413</b>
<b>Negative pension expense relating to GASB 68 is recorded in the statement of activities but not in the funds.</b>	<b>671,163</b>
<b>The decrease in accrued compensated absences did not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</b>	<b><u>5,640</u></b>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 3,771,090</u></u></b>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2015**

	<b>Panola County Retiree Health Benefits Trust Fund</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$ 603,734	\$ 4,524,251
Certificates of Deposit	23,300,000	295,759
Interest receivable	48,683	-
	-	
Total Assets	23,952,417	4,820,010
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable-Trade	5,610	-
Due to Other Governments	-	3,204,883
Court Ordered Deposits	-	400,960
Court Ordered Trust Funds	-	1,206,514
Other Payables	-	7,653
Total Liabilities	5,610	\$ 4,820,010
<b>NET POSITION</b>		
Held in trust for OPEB benefits	23,946,807	
Total Net Position	\$ 23,946,807	

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Panola County Retiree Health Benefits Trust Fund</u>
<b>ADDITIONS</b>	
<b>Contributions:</b>	
Reimbursements- Medicare and insurance	\$ 51,631
Employer Contributions	<u>4,702,047</u>
<b>Total Employer Contributions</b>	<u>4,753,678</u>
<b>Total Contributions</b>	<u>4,753,678</u>
<b>Investment Income:</b>	
Interest earnings	<u>109,545</u>
<b>Total Investment Income</b>	<u>109,545</u>
<b>TOTAL ADDITIONS</b>	<u>4,863,223</u>
<b>DEDUCTIONS</b>	
Benefit Payments	<u>928,609</u>
<b>TOTAL DEDUCTIONS</b>	<u>928,609</u>
<b>CHANGE IN NET POSITION</b>	3,934,614
<b>NET POSITION - BEGINNING OF YEAR</b>	<u>20,012,193</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$ 23,946,807</u></u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015

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

The financial statements of Panola County, Texas have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

**A. Reporting Entity**

Panola County, Texas (the County) was organized in 1846. The County operates under a County Judge – Commissioners' Court type of government and provides the following services: public safety, public transportation (highways and roads), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administration. The accompanying basic financial statements present the County's primary government and component units over which the County exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the County. There are no component units included within the reporting entity.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report consolidated information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of the government-wide consolidation. Governmental activities are primarily supported by taxes, intergovernmental, and fees of office revenues.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The General Fund and Road and Bridge special revenue fund meet the criteria and are reported as major governmental funds. Non-major funds include other special revenue, capital projects, and the debt service funds. The combined amounts for these funds are reflected in a single column in the fund financial statements. Detailed statements for non-major funds are presented within the combining and individual fund statements and schedules.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. However, the Agency funds are custodial in nature and thus have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015

generally are recorded when a liability is incurred, as under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payments are due.

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

The government reports the following major governmental funds:

**General Fund** – The General Fund is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

**Road and Bridge Special Revenue Fund** – The Road and Bridge special revenue fund is used to account for monies designated for use in road and bridge work of the County. Primary sources of revenues include ad valorem taxes, automobile registration fees, County and District fees, and State allotments of road funds. Revenues are used for public transportation maintenance and construction purposes.

Additionally, the government reports the following fund types:

**Special Revenue Funds** - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

**Capital projects funds** – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

**Retiree Health Benefit Trust Fund** – The Panola County, Texas Retiree Health Benefit Trust fund is used to account for the single employer defined benefit healthcare plan administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

**Agency funds** – Agency funds are used to account for situations in which the County acts in a custodial capacity for individuals, firms, and State and local governments. Funds on hand in the County's agency funds may be funds held for legal reason, tax collections for other governmental entities, or fees collected on behalf of the State or other governmental entities. As a result, all assets reported in an agency fund are offset by a liability to the party on whose behalf the assets are held.

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

#### D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

##### 1. Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit with an original maturity of less than 90 days.

Panola County is legally authorized to invest in certificates of deposit, obligations of the United States or its agencies, direct obligations of the State of Texas or its agencies, and other obligations, the principal and interest of which are guaranteed by the State of Texas or the United States. The County may also invest in the obligations of states and the political subdivisions of any state having received a rating of not less than

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
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"A" by a nationally recognized investment rating firm, fully collateralized direct repurchase agreements secured by obligations of the United States or its agencies, and highly rated domestic "commercial paper" with a maturity of 90 days or less (as authorized by Public Funds Investment Act of 1987). The County reporting entity considers highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments for the County are reported at fair value. All investment income is recognized as revenue in the appropriate fund's statement of activity and/or statement of revenues, expenditures and changes in fund balance.

## 2. Receivables and Payables

Property Taxes Receivable are shown net of an allowance for uncollectible taxes. The allowance is equal to seven (7) percent of current property taxes receivable plus twenty (20) percent of delinquent taxes receivable at December 31, 2015.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements have been met and reimbursable costs are incurred.

Revenue for services performed are recorded as receivables and revenues when they become eligible for accrual in the government-wide statements. Included are fines and costs assessed by court action and billable services. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements.

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 inter-fund loans) or "transfers to/from other funds" (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as "due to/from other funds." Inter-fund activity reflected in "due to/from other funds" is eliminated on the government-wide financial statements.

## 3. Inventories

Inventories of supplies on hand have not been recorded; such supplies are of an expendable nature and are expensed when purchased. As these amounts do not seem to fluctuate a great deal from year to year, the exclusion of inventories does not materially affect either the financial position or results of operations of these funds.

The inventory amount of \$6,740 in the Airport Special Revenue Fund consists of jet fuel held for consumption stated at cost on a first-in, first-out basis. Reported inventories are offset by nonspendable fund balance, which indicates that they are "not in spendable form" even though they are a component of net current assets.

## 4. Capital Assets

Capital assets, which include land, buildings and improvements, machinery and equipment, and infrastructure are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of greater than 1 year. Infrastructure assets include County-owned roads and bridges. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
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Capital assets and infrastructure are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	50
Computers and peripheral equipment	5
Machinery and equipment	10 to 50
Vehicles	5 to 10
Facilities and improvements	40
Furniture	10
Infrastructure – Roads	20
Infrastructure – Bridges	25 to 35

**5. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has deferred outflows of resources related to pensions that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category. Deferred inflows of resources are reported for advance tax collections and pensions.

Any current taxes levied and collected between October 1 and December 31 are not available for use until January 1, the beginning of the next fiscal year. Availability only affects the recognition of revenue in governmental funds. Therefore, all collections of current taxes during this period and all current taxes receivable as of December 31 are recorded as Unavailable Revenue and Deferred Revenue in the fund statements and the government-wide statements, respectively. Each of these reported amounts are listed in the Deferred Inflows section of their respective financial statements.

**6. Net Position Flow Assumption**

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

**7. Long-Term Obligations**

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses in the year incurred.

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

**PANOLA COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

As of December 31, 2015, long-term debt outstanding consists of compensatory time payable and net pension liability.

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 Pension of the Texas County and District Retirement System (the "TCDRS") and additions to/deductions from TCERS' Fiduciary Net Position have been determined on the same basis as they are reported to TCERS. 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.

#### **8. Fund Balances – Governmental Funds**

Fund balances of the governmental funds are classified as follows:

**Nonspendable Fund Balance** - represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaids) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

**Restricted Fund Balance** - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

**Committed Fund Balance** - represents amounts that can only be used for a specific purpose because of a majority vote (adoption of an order) by the Commissioners' Court. Committed amounts cannot be used for any other purpose unless the Commissioners' Court removes those constraints by a majority vote. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of an order prior to the end of the fiscal year, commit fund balance.

**Assigned Fund Balance** - represents amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Commissioners' Court or by an official or body to which the Commissioners' Court delegates the authority. The Court, by order, has authorized the County Judge to assign fund balance. Specific amounts that are not restricted or committed in a special revenue, capital projects, or debt service fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the fund itself.

**Unassigned Fund Balance** - represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

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

#### **E. Revenues and Expenditures/Expenses**

##### **1. Program Revenues**

Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
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**2. Property Taxes**

Property taxes are recognized as revenues in the period for which the taxes are levied, regardless of the lien date. Property taxes for the County are levied based on taxable value on the lien date of January 1 prior to December 31 of the same year. They become due January 1 of the following year and delinquent after June 30 of the following year. Accordingly, receivables and revenues for prior-year levies delinquent at year-end are reflected on the government-wide statement based on the full accrual method of accounting and under the modified accrual method in the fund statements.

**3. Compensated Absences**

It is the County's policy to permit employees to accumulate earned but unused vacation benefits. Vacation benefits are accrued by County employees in accordance with guidelines suggested in the County's personnel policy. Since various departments are supervised by elected and appointed officials, departmental policies established within the guidelines vary by department.

Employees may accumulate a maximum of fifteen days of vacation leave and are not paid for any unused leave upon termination of employment. Consequently, no provision is made for accrued vacation in the financial statements.

Sick pay policies are uniform throughout the departments. Unused sick leave is non-vesting and terminates upon cessation of employment. Accordingly, no provision is made for accrued sick leave at year end.

Compensatory time is accrued by employees in lieu of paid overtime. Any compensatory time is accumulated and carried forward from year to year. Employees are paid for any accrued compensatory time upon termination. Consequently, a liability has been recorded in the government wide financial statements.

**F. New Accounting Standards Adopted**

In fiscal year 2015, the County adopted two new statements of financial accounting standards issued by the Governmental Accounting Standards Board (GASB):

--Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*

--Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*

1. Statement No. 68 establishes standards of accounting and financial reporting, but no funding or budgetary standards, for defined benefit pensions and defined contribution pensions provided to the employees of state and local government employers through pension plans that are administered through trusts or equivalent arrangements criteria detailed above in the description of Statement No 67. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans within the scope of the Statement.

The requirements of Statement No. 68 apply to the financial statements of all state and local governmental employers whose employees are provided with pensions through pension plans that are administered through trusts or equivalent arrangements as described above, and to the financial statements of state and local governmental nonemployer contributing entities that have a legal obligation to make contributions directly to such pension plans. This Statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures related to pensions. Note disclosure and RSI requirements about pensions also are addressed. For defined benefit pension plans, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
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present value to periods of employee service.

The adoption of Statement No. 68 has no impact on the County’s governmental fund financial statements, which continue to report expenditures in the contribution amount determined legislatively for the TCDRS plan. The calculation of pension contributions is unaffected by the change. However, the adoption has resulted in the restatement of the County’s beginning net position of the fiscal year 2014 government-wide financial statements to reflect the reporting of net pension liability and deferred inflows of resources and deferred outflows of resources for its qualified pension plan and the recognition of pension expense in accordance with the provisions of the Statement.

2. Statement No. 71 amends Statement No. 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Since the measurement date of the pension plan was different than the County’s final year-end, the effects from the County’s reported contributions to the plan subsequent to the respective measurement date of the plan as an increase in deferred outflow of resources and an increase in net position.

**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$262,946 difference are as follows:

Capital Outlay	\$ 1,870,992
Depreciation Expense	(1,810,438)
Capital Asset Retirements	<u>(323,500)</u>
Net Adjustment to Decrease Net Changes in Fund Balance-	
Total Governmental Funds to Arrive at Changes in Net Position-	
Governmental Activities	<u><u>\$ (262,946)</u></u>

**NOTE 3 – DETAILED NOTES ON ALL FUNDS**

**A. Authorized Investments**

Panola County is authorized to invest in obligations and instruments as defined in the Public Funds Act (Sec. 2256.001 Texas Government Code). Such investments include (1) obligations of the United States or its agencies, (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than A by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute. The investments of the County are in compliance with these investment policies.

**B. Deposits and Investments**

During the 2015 fiscal year, all deposits and investments were comprised of bank demand deposits and bank time deposits. The County’s demand deposits and time deposits are fully covered by federal depository insurance and collateral held by the County’s agent, First State Bank & Trust Co., in the name of the County.

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
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**Policies Governing Deposits and Investments**

In compliance with the Public Funds Investment Act, the County has adopted a deposit and investment policy. Specific policies applicable to deposits and investments of the County and the risks of such are described below.

*Interest rate risk.* This is the risk that changes in interest rates will adversely affect the fair value of an investment. The County does not have a specific policy regarding interest rate risk, as it does not contemplate the investment of funds in such instruments. During the year, the County was not exposed to interest rate risk.

*Credit risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At December 31, 2015, and throughout the year, the County's only investments were certificates of deposit and was not exposed to credit risk.

*Concentration of credit risk.* This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. As discussed above, the County's only investments were certificates of deposit and consequently was not exposed to concentration of credit risk.

*Custodial credit risk.* Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the County's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the County's name, and are held by either the counterparty or the counterparty's trust department or agent but not in the County's name.

The County was not exposed to custodial credit risk.

*Foreign currency risk.* This is the risk that exchange rates will adversely affect the fair value of an investment. The County does not engage in foreign currency transactions. The County was not exposed to foreign currency risk.

**C. Receivables**

Receivables at December 31, 2015 for the County's individual major funds and nonmajor governmental funds in the aggregate, including the applicable allowances for uncollectibles, are as follows:

	<u>General Fund</u>	<u>Road &amp; Bridge Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Current Property Taxes	\$ 2,055,554	\$ 725,040	\$ 81,834	\$ 2,862,428
Delinquent Property Taxes	572,941	202,089	24,113	799,143
Due from Other Governments	526,297	184,036	20,927	731,260
Miscellaneous	76,421	11,724	880,031	968,176
	<hr/>	<hr/>	<hr/>	<hr/>
Total Gross Receivables	\$ 3,231,213	\$ 1,122,889	\$ 1,006,905	\$ 5,361,007
Less: Allowance for Uncollectible Taxes	(258,477)	(91,171)	(10,552)	(360,200)
	<hr/>	<hr/>	<hr/>	<hr/>
Net Total Receivables	\$ 2,972,736	\$ 1,031,718	\$ 996,353	\$ 5,000,807

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer

PANOLA COUNTY, TEXAS  
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revenue recognition in connection with resources that have been received, but not yet earned. At the end of the year, the various components of unearned revenue reported in the government-wide statements was as follows:

	<u>General</u> <u>Fund</u>	<u>Road &amp;</u> <u>Bridge</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u>
Net Current Property Taxes Receivable	\$ 1,911,665	\$ 674,287	\$ 76,105	\$ 2,662,057
Advanced Tax Collections	<u>13,032,211</u>	<u>4,563,945</u>	<u>517,749</u>	<u>18,113,905</u>
<b>Total Deferred Revenue</b>	<b><u>\$ 14,943,876</u></b>	<b><u>\$ 5,238,232</u></b>	<b><u>\$ 593,854</u></b>	<b><u>\$ 20,775,962</u></b>

**D. Capital Assets**

Capital asset activity for the year ended December 31, 2015 was as follows:

	<u>Balance</u> <u>January 1,</u> <u>2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>December 31,</u> <u>2015</u>
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 1,289,889	\$ 432,127	\$ -	\$ 1,722,016
Construction in Progress	-	<u>5,561</u>	-	<u>5,561</u>
<b>Total Capital Assets Not Being Depreciated</b>	<b><u>\$ 1,289,889</u></b>	<b><u>\$ 432,127</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,722,016</u></b>
<b>Capital Assets Being Depreciated:</b>				
Buildings	\$ 20,932,815	\$ -	\$ 25,852	\$ 20,906,963
Improvements other than Buildings	259,303	-	-	259,303
Machinery & Equipment	11,001,733	1,433,304	1,027,915	11,407,122
Infrastructure	<u>10,371,442</u>	<u>-</u>	<u>-</u>	<u>10,371,442</u>
<b>Total Capital Assets Being Depreciated</b>	<b><u>\$ 42,565,293</u></b>	<b><u>\$ 1,433,304</u></b>	<b><u>\$ 1,053,767</u></b>	<b><u>\$ 42,944,830</u></b>
<b>Less Accumulated Depreciation for:</b>				
Buildings	\$ 5,093,905	\$ 407,437	\$ 6,420	\$ 5,494,922
Improvements other than Buildings	57,129	4,232	-	61,361
Machinery & Equipment	6,333,225	1,066,902	723,847	6,676,280
Infrastructure	<u>8,828,548</u>	<u>331,867</u>	<u>-</u>	<u>9,160,415</u>
<b>Total Accumulated Depreciation</b>	<b><u>\$ 20,312,807</u></b>	<b><u>\$ 1,810,438</u></b>	<b><u>\$ 730,267</u></b>	<b><u>\$ 21,392,978</u></b>
<b>Total Capital Assets Being Depreciated, Net</b>	<b><u>\$ 22,252,486</u></b>	<b><u>\$ (377,134)</u></b>	<b><u>\$ 323,500</u></b>	<b><u>\$ 21,551,852</u></b>
<b>Governmental Activities Capital Assets, Net</b>	<b><u>\$ 23,542,375</u></b>	<b><u>\$ 54,993</u></b>	<b><u>\$ 323,500</u></b>	<b><u>\$ 23,273,868</u></b>

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

General Administration	\$ 49,191
Judicial	43,958
Elections	48,727
Public Facilities	2,070
Public Safety	490,040
Environmental Protection	6,274
Public Transportation	1,065,143
Health & Paupers Care	67,636
Recreation	37,399
	\$ 1,810,438
Total Depreciation Expense	\$ 1,810,438

**E. Pension Plan**

**Plan Description**

Panola County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The system serves 677 actively participating counties and districts throughout Texas. Each employer has its own defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the payment of benefits to the members of that employer's plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered qualified under Section 401(a) of the Internal Revenue Code. All employees (except temporary staff) of a participating employer must be enrolled in the plan. The TCDRS issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034. The CAFR is also available at [www.tcdrs.org](http://www.tcdrs.org).

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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

**Funding Policy**

The County has elected the annually determined contribution rate (variable-rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the County is actuarially determined annually. It was 23.50% for calendar year 2014 and 2015. The contribution rate payable by the employee members is the rate of 7.00% as adopted by the Commissioners' Court of the County. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

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**Discount Rate**

The discount rate used to measure the total pension liability was 8.1%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term rate of return on pension plan investments is 8.1%. The long-term expected rate of return 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 shown below are based on January 2015 information for a 7-10 year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2013.

Asset Class	Benchmark	Target Allocation (1)	Geometric Real Rate of Return (Expected minus Inflation) (2)
US Equities	Dow Jones U.S. Total Stock Market Index	16.50%	5.35%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (3)	12.00%	8.35%
Global Equities	MSCI World (net) Index	1.50%	5.65%
International Equities-Developed	50% MSCI World Ex USA (net) + 50% MSCI World ex USA 100% Hedged to USD (net) Index	11.00%	5.35%
International Equities-Emerging	50% MSCI World EM Standard (net) Index + 50% 50% MSCI EM 100% Hedged to USD (net) Index	9.00%	6.35%
Investment-Grade Bonds	Barclays Capital Aggregate Bond Index	3.00%	3.75%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.75%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	5.00%	5.54%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	2.00%	5.80%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	6.75%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	2.00%	4.00%
Commodities	Bloomberg Commodities Index	2.00%	-0.20%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	5.30%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (4)	3.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	25.00%	5.15%
		100.00%	

(1) Target asset allocation adopted at the April 2015 TCDRS Board meeting.

(2) Geometric real rates of return in addition to assumed inflation of 1.7%, per Cliffwater's 2015 capital market assumptions.

(3) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

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**Changes in the Net Pension Liability**

At December 31, 2014, the County reported a net pension liability of \$9,050,691. The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/13	\$ 51,916,406	\$ 42,865,715	\$ 9,050,691
Changes for the year:			
Service cost	1,429,368		1,429,368
Interest	4,184,774		4,184,774
Change in benefit terms	-		-
Diff between expected/actual experience	(601,515)		(601,515)
Changes of assumptions	-		-
Contributions - employer		3,353,570	(3,353,570)
Contributions - employee		505,905	(505,905)
Net investment income		2,863,212	(2,863,212)
Benefit payments, including refunds of employee contributions	(1,944,467)	(1,944,467)	-
Administrative expenses		(34,814)	34,814
Other charges		(226,419)	226,419
Net changes	3,068,160	4,516,987	(1,448,827)
Balance at 12/31/14	\$ 54,984,566	\$ 47,382,702	\$ 7,601,864

The net pension liability was measured as of December 31, 2014 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date and for the year then ended.

There were no changes of assumptions or other inputs that affected measurement of the total pension liability during the measurement period.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

**Discount Rate Sensitivity Analysis**

The following shows the net pension liability calculated using the discount rate of 8.1%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease in Discount Rate (7.1%)	Discount Rate (8.1%)	1% Increase in Discount Rate (9.1%)
County's net pension liability	\$ 14,302,042	\$ 7,601,864	\$ 2,049,248

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**Pension Expense and Deferred Outflows of Resources and Deferred Inflows Related to Pensions**

For the year ended December 31, 2015, the County recognized pension expense of \$1,819,776.

At December 31, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience (net of current year amortization)	\$ -	\$ 481,212
Changes in actuarial assumptions	-	-
Differences between projected and actual investment earnings (net of current year amortization)	567,519	-
Contributions subsequent to the measurement date	2,489,599	-
Total	\$ 3,057,118	\$ 481,212

\$2,489,599 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended December 31, 2015. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows.

Year ended December 31,	
2015	\$ 21,577
2016	21,577
2017	21,577
2018	21,577
2019	-
Thereafter	-

**F. Other Post Employment Benefits Plan**

**Plan Description**

By order 2007-23, dated November 26, 2007, enacted by the Commissioners' Court of Panola County, the County has established the Panola County, Texas Retiree Health Benefit Trust (RHBT) providing for the payment of the health care insurance premiums for eligible retired employees. The plan is a continuation of a policy in effect for approximately twenty five years whereby the County provided certain group medical insurance continuation benefits to retirees of the County on a "pay-as-you-go" basis.

The County established the RHBT in order to restructure the manner in which it funds post-employment benefits so as to more accurately reflect the accounting of such benefits in accordance with Governmental Accounting Standards Board Statement 45 (GASB45).

The RHBT is a single employer defined benefit healthcare plan administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

The County does not issue a separate financial report that includes financial statements and required

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supplementary information for the RHBT. However the financial statements and the required supplementary information is included in the County's comprehensive annual financial report at pages 37 - 38 (financial statements) and page 60 (required supplementary information).

At December 31, 2015 the RHBT had 84 retirees receiving benefits and has a total of 178 active participants who are not yet eligible to receive benefits. Order 2007-23 of Panola County assigned the authority to establish and amend benefit provisions to the Commissioners' Court.

The RHBT was initially funded in December 2007 by transferring from the governmental funds and proprietary funds of the County a total of \$9,992,132 into the RHBT. The \$9,992,132 was an initial funding toward an estimated \$12,429,768 in past-service actuarially determined liabilities for active and retired employees. Based on a new actuarial valuation as of December 31, 2015, the estimated past-service actuarially determined liabilities for active and retired employees amounted to \$21,676,987.

**Annual OPEB Cost and Net OPEB Obligations**

For 2015, the County's annual OPEB cost for the RHBT was \$956,572. Contributions of \$4,702,047 were made by the County. The activity for the year is shown in tabular form below.

Annual Required Contribution	\$ 561,685
Interest on OPEB Obligation	(595,217)
Amortization of Prior Year OPEB Obligation	990,140
Annual OPEB Cost	956,572
Contributions made	(4,702,047)
Change in OPEB Obligation	(3,745,475)
Net OPEB Obligation (asset), beginning of year	(14,880,437)
Net OPEB Obligation (asset), end of year	\$ (18,625,912)

**Trend Information**

Year Ended	Annual OPEB Cost	Actual Employer Contribution	Percentage Contributed	Net Ending (OPEB) Obligation Asset
12/31/13	\$ 899,730	\$ 1,301,049	144.60%	\$ 12,068,793
12/31/14	\$ 922,149	\$ 3,733,793	404.90%	\$ 14,880,437
12/31/15	\$ 956,572	\$ 4,702,047	491.55%	\$ 18,625,912

**Funding Policy**

The County funds the entire cost of retiree health insurance premiums. Retiree dependents or surviving spouses are able to remain in the plan, but at no cost to the County. Dependent and surviving spouses are eligible for coverage, but the retiree is responsible for the entire cost. There is no direct RHBT subsidy. Dependent premiums are collected from the participants and remitted to the insurance provider on a monthly basis.

**Actuarial Methods and Assumptions**

Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of plan costs. The actuarial methods and

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assumptions used are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspectives of the calculations. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective.

The actuarial valuation for December 31, 2015, the unprojected unit credit cost method was used. The actuarial assumptions used included a 3.5% investment rate of return, compounded annually, net of investment expenses. The annual healthcare cost trend of 8.5%, grading down to an ultimate 5% rate. Both the rate of return and the healthcare cost rate include and assumed inflation rate of 2.5%. The actuarial valuation of RHBT assets was set at fair market value of the cash and certificates of deposit comprising the investment account at the measurement date.

The RHBT's initial unfunded accrued liability (UAAL) is being amortized at a level (decreasing yearly) over a 30-year closed period. At December 31, 2015, the remaining amortization period is 22 years.

Funded Status						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/15	\$ 23,952,417	\$ 21,676,987	\$ (2,275,430)	110.50%	\$ 6,797,320	(33.48%)

The required schedule of funding progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limits.

**G. Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. At no time during the last three fiscal years have claims exceeded commercial coverage.

**H. Operating Leases**

The County is obligated under certain leases for equipment accounted for as operating leases. General revenues of the General Fund will be used to pay these leases. The following is a schedule by years of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one (1) year as of December 31, 2015.

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<u>Year Ending December 31</u>	<u>Governmental Activities</u>
2016	\$ 26,154
2017	23,998
2018	16,408
2019	5,394
2020	1,009
Total minimum lease payments	<u>\$ 72,963</u>

Total cost for these leases for the year ended December 31, 2015 was \$31,596.

**I. Long-Term Liabilities**

**Changes in Long-Term Liabilities**

Long-term liability activity for the year ended December 31, 2015 was as follows:

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 206,053	\$ -	\$ 5,640	\$ 200,413	\$ 22,045
Net Pension Liability	<u>9,050,691</u>	<u>-</u>	<u>1,448,827</u>	<u>7,601,864</u>	<u>-</u>
Total Governmental Activity					
Long-Term Liabilities	<u>\$ 9,256,744</u>	<u>\$ -</u>	<u>\$ 1,454,467</u>	<u>\$ 7,802,277</u>	<u>\$ 22,045</u>

Compensated absences are liquidated by the fund that records the employee's salary.

**J. Governmental Fund Balances**

Components of nonspendable fund balance and specific purposes for restricted and committed fund balances as of December 31, 2015 are as follows:

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NOTES TO THE FINANCIAL STATEMENTS  
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	<u>General Fund</u>	<u>Major Special Revenue Fund Road &amp; Bridge Fund</u>	<u>Other Funds</u>	<u>Total</u>
<b>Nonspendable:</b>				
Inventory	\$ -	\$ -	\$ 6,740	\$ 6,740
<b>Restricted:</b>				
Road & Bridge maintenance	-	5,599,981	1,882,448	7,482,429
Law Library	-	-	46,975	46,975
Juvenile Delinquency Prevention	-	-	156	156
Courthouse Security	-	-	218,236	218,236
Records Management & Preservation	-	-	858,266	858,266
Court Technology	-	-	90,030	90,030
VIT Interest	-	-	4,415	4,415
Elections	-	-	20,755	20,755
Adult Probation	-	-	248,962	248,962
Juvenile Probation	-	-	389,643	389,643
Law Enforcement	-	-	104,398	104,398
District Attorney	-	-	105,480	105,480
Child Protective Services	-	-	102,479	102,479
Health	-	-	3,510,598	3,510,598
Airport	-	-	341,298	341,298
<b>Committed:</b>				
Right-of-Way Purchases	-	-	280,887	280,887
Airport Improvements	-	-	220,742	220,742
Jail Improvement	-	-	213,753	213,753
Unassigned	12,628,900	-	-	12,628,900
<b>Total Fund Balances</b>	<u>\$ 12,628,900</u>	<u>\$ 5,599,981</u>	<u>\$ 8,646,261</u>	<u>\$ 26,875,142</u>

**K. Interfund Transfers**

Interfund transfers for the year ended December 31, 2015 were as follows:

	<u>Transfers In</u>		
	<u>Nonmajor Governmental Funds</u>		
	<u>Juvenile Services Fund</u>	<u>Child Protective Services Fund</u>	<u>Totals</u>
<u>Transfers Out</u>			
General Fund	\$ 175,100	\$ 28,000	\$ 203,100
Total	<u>\$ 175,100</u>	<u>\$ 28,000</u>	<u>\$ 203,100</u>

The purpose of these transfers was to supplement revenue.

**L. Contingent Liabilities**

The County is contingently liable in respect of law suits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would require appropriation of revenues yet to be realized. The County's liability in specific cases is limited because of the Tort Claims Act to \$100,000. The County's legal counsel is of the opinion that, should the plaintiff prevail in any cases, the County's liability would be limited by the Tort Claims Act and would be covered by insurance.

The former Panola General Hospital adopted a program of self-insurance for professional liability pursuant

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**NOTES TO THE FINANCIAL STATEMENTS**  
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to a resolution adopted by the Panola County Commissioners' Court. The former Hospital had no history of professional liability claims upon which to base an accrual; therefore, a provision for accrued liability claims is not provided for in the financial statements. Any claims successfully asserted against the former Hospital are planned to be paid from the County Health Care Special Revenue Fund.

The County is not a member of a public entity risk pool as defined by GASB Statement No. 10. The County manages and finances risk by purchasing commercial insurance and by retaining the risk of loss. All known claims related to the year ending December 31, 2015 have been accrued and expensed in the current financial statements. Disclosure of loss contingencies will be made when there is a reasonable possibility that a loss has been incurred. There have been no significant reductions in insurance coverage in the current year.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

**M. Commitments**

During the course of routine business of the County, contract and agreements are entered into for various products and services. Although appropriations lapse at the end of the budget year, the County intends to honor any existing commitments and provide for future expenditures by inclusion in the next budget period.

**N. Restatement**

During the year ended December 31, 2015, the County adopted GASB Statement No. 68 for Accounting and Reporting Pensions. With GASB 68, the County must report the net pension liability, pension expense, and related deferred inflows and outflows of resources associated with providing retirement benefits to their employees (and former employees) in their basic financial statements. The implementation must occur retroactively. A net pension liability of \$9,050,691 and deferred resource outflows of \$3,353,570 is required to be restated as of December 31, 2014. The total amount of the prior period adjustment is a reduction of net position in the amount of \$5,697,121.

## **REQUIRED SUPPLEMENTARY INFORMATION**

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**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2015**

**STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Budgetary Information**

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 budgeting procedures, the County Judge sets forth budget guidelines and recommendations to the Commissioners' Court. The County's budget is prepared annually on a modified accrual basis.

A public hearing is held on the budget by the Commissioners' Court. Department heads and any other interested citizens may appear. Before adopting the final budget, the Commissioners' Court may increase or decrease the amounts requested by the Judge. Amounts finally budgeted may not exceed the estimate of revenues and available cash. All appropriations lapse at fiscal year-end.

When the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping the members of the Commissioners' Court advised of the condition of the various funds and accounts. The level of control (the level on which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is on a line-item basis by department.

Budgeting is done in accordance with GAAP. The County does not utilize a formal encumbrance accounting system.

Amendments may not be made during the year without approval by the Commissioners' Court. The final amended budget is used in this report. Supplemental budgetary appropriations were approved during the year. During the year ended December 31, 2015, the following funds had legally adopted budgets:

<b>General Fund</b>	<b>Old Probation Fund</b>
<b>Road and Bridge Fund</b>	<b>Hot Check Fee Fund</b>
<b>Law Library Fund</b>	<b>Sheriff's State Forfeiture Fund</b>
<b>County Juvenile Delinquency Prevention Fund</b>	<b>Jail Commissary Fund</b>
<b>Courthouse Security Fund</b>	<b>District Attorney Longevity Pay Supplement Fund</b>
<b>Records Management Fund</b>	<b>District Attorney Forfeiture Fund</b>
<b>County &amp; District Court Tech Fund</b>	<b>State Apportionment - District Attorney Fund</b>
<b>Court Record Preservation Fund</b>	<b>Constable Pct. #1 &amp; 4 State Forfeiture Fund</b>
<b>District Court Records Technology Fund</b>	<b>Constable Pct. #2 &amp; 3 State Forfeiture Fund</b>
<b>District Clerk Records Management &amp; Preservation Fund</b>	<b>CDA Federal Forfeiture Fund</b>
<b>Records Preservation Fund</b>	<b>Constable Pct. #2 &amp; 3 Federal Forfeiture Fund</b>
<b>Records Archive Fees Fund</b>	<b>Gary WSC Fund</b>
<b>Justice Court Technology Fund</b>	<b>South Murvaul WSC</b>
<b>VIT Interest Fund</b>	<b>Child Protective Services Fund</b>
<b>Election Services Contract Fund</b>	<b>Health Fund</b>
<b>Farm to Market and Lateral Road Fund</b>	<b>Airport Fund</b>
<b>Community Supervision and Corrections Fund</b>	<b>Road Bond 1971 Fund</b>
<b>Drug Court Grant Fund</b>	<b>Permanent Improvement Fund</b>
<b>Juvenile Probation Fund</b>	<b>Jail Improvement Fund</b>

**PANOLA COUNTY, TEXAS  
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DECEMBER 31, 2015**

**SCHEDULE OF FUNDING PROGRESS  
OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Projected Unit Cost (b)	Unfunded (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as % of covered Payroll (b-a)/c
12/31/2013	\$ 16,856,180	\$ 16,190,854	\$ (665,326)	104.11%	\$ 6,110,077	(10.89%)
12/31/2014	20,015,702	17,769,730	(2,245,972)	112.64%	6,454,393	(34.80%)
12/31/2015	23,952,417	21,676,987	(2,275,430)	110.50%	6,797,320	(33.48%)

**NOTES TO SCHEDULE OF FUNDING PROGRESS**

Valuation Date	12/31/13	12/31/14	12/31/15
Actuarial Cost Method	Unprojected Unit Credit	Unprojected Unit Credit	Unprojected Unit Credit
Amortization Method	Decreasing Yearly	Decreasing Yearly	Decreasing Yearly
Asset Valuation Method	Market Value	Market Value	Market Value
Actuarial Assumptions: Investment Rate of Return*	4.00% per annum	4.00% per annum	3.5% per annum
Health Care Cost Trend	8.5% Pre-Medicare, grading to 5% ultimate	8.5% Pre-Medicare, grading to 5% ultimate	8.5% Pre-Medicare, grading to 5% ultimate

\*Includes inflation of 2.5%

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
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**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN  
FOR THE YEAR ENDED DECEMBER 31, 2015**

<b>Year Ended December 31</b>	<b>Actuarial Annual Required Contribution</b>	<b>Employer Contributions</b>	<b>Percentage Contributed</b>
2013	\$ 630,628	\$ 1,301,049	206.31%
2014	\$ 623,805	\$ 3,733,793	598.55%
2015	\$ 561,685	\$ 4,702,047	837.13%

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2015**

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>2014</u>
<b>Total Pension Liability</b>	
Service cost	\$ 1,429,368
Interest (on the total pension liability)	4,184,774
Changes of benefit terms	-
Difference between expected and actual experience	(601,515)
Change of assumptions	-
Benefit payments, including refunds of employee contributions	(1,944,467)
<b>Net Change in Total Pension Liability</b>	<u>3,068,160</u>
<b>Total Pension Liability - Beginning</b>	<u>51,916,406</u>
<b>Total Pension Liability - Ending (a)</b>	<u><u>\$ 54,984,566</u></u>
<b>Plan Fiduciary Net Position</b>	
Contributions - employer	\$ 3,353,570
Contributions - employee	505,905
Net investment income	2,863,212
Benefit payments, including refunds of employee contributions	(1,944,467)
Administrative expense	(34,814)
Other	(226,419)
<b>Net Change in Plan Fiduciary Net Position</b>	<u>4,516,987</u>
<b>Plan Fiduciary Net Position - Beginning</b>	<u>42,865,715</u>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<u><u>\$ 47,382,702</u></u>
<b>Net Pension Liability - Ending (a) - (b)</b>	<u><u>\$ 7,601,864</u></u>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	<b>86.17%</b>
<b>Covered Employee Payroll</b>	<b>\$ 7,227,213</b>
<b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	<b>105.18%</b>

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2015**

**SCHEDULE OF CONTRIBUTIONS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

	2015	2014
Actuarially determined contribution	\$ 2,489,599	\$ 3,353,570
Contributions in relation to actuarially determined contribution	(2,489,599)	(3,353,570)
Contribution deficiency (excess)	\$ -	\$ -
Covered employee payroll	\$ 7,593,216	\$ 7,227,213
Contributions as a percentage of covered employee payroll	32.79%	46.40%

**PANOLA COUNTY, TEXAS  
NOTES TO SCHEDULE OF CONTRIBUTIONS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**Valuation Date:** Actuarially determined contribution rates are calculated as of December 31 and become effective in January, 13 months later.

**Methods and Assumptions Used to Determine Contribution Rates:**

<b>Actuarial Cost Method</b>	<b>Entry age</b>
<b>Amortization Method</b>	<b>Level percentage of payroll, open</b>
<b>Remaining Amortization Period</b>	<b>30 years</b>
<b>Asset Valuation Method</b>	<b>5-yr smoothed value; Fund value</b>
<b>Inflation</b>	<b>3.0%</b>
<b>Salary Increases</b>	<b>3.5%</b>
<b>Investment Rate of Return</b>	<b>8.10%</b>
<b>Retirement Age</b>	<b>Members can retire at ages 60 and above with 8 or more years of service or with 30 years regardless of age, or when the sum of their age and years of service equals 75 or more. A member is vested after 8 years but must leave his accumulated contributions in the plan to receive any employer-financed benefit.</b>
<b>Mortality</b>	<b>The RP2000 Active Employee Mortality Table for males with a two-year set-forward and a four-year setback for females with the projection scale AA.</b>
<b>Other Information:</b>	<b>There were no benefit changes during the year.</b>

PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
Property Taxes	\$ 14,191,872	\$ 14,191,872	\$ 14,998,673	\$ 806,801
Intergovernmental Receipts	363,777	429,901	452,973	23,072
Fees of Office	710,912	707,132	798,492	91,360
Total Miscellaneous	133,000	259,943	446,602	186,659
<b>Total Revenues</b>	<b>15,399,561</b>	<b>15,588,848</b>	<b>16,696,740</b>	<b>1,107,892</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	7,550,471	7,207,696	6,910,360	297,336
Judicial	1,381,673	1,384,711	1,342,386	42,325
Legal	654,859	656,697	629,414	27,283
Elections	184,564	185,164	160,810	24,354
Financial Administration	978,688	977,927	955,794	22,133
Public Facilities	346,595	442,129	378,695	63,434
Public Safety	5,496,851	5,503,997	5,204,519	299,478
Environmental Protection	425,000	425,000	411,495	13,505
Health and Paupers Care	598,900	680,451	527,231	153,220
Recreation	409,965	421,850	411,917	9,933
Conservation	112,269	114,519	112,089	2,430
Capital Outlay	272,401	605,870	521,222	84,648
<b>Total Expenditures</b>	<b>18,412,236</b>	<b>18,606,011</b>	<b>17,565,932</b>	<b>1,040,079</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(3,012,675)</b>	<b>(3,017,163)</b>	<b>(869,192)</b>	<b>2,147,971</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	-	-
Transfers Out	(203,100)	(203,100)	(203,100)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(203,100)</b>	<b>(203,100)</b>	<b>(203,100)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>(3,215,775)</b>	<b>(3,220,263)</b>	<b>(1,072,292)</b>	<b>2,147,971</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>13,701,192</b>	<b>13,701,192</b>	<b>13,701,192</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 10,485,417</b>	<b>\$ 10,480,929</b>	<b>\$ 12,628,900</b>	<b>\$ 2,147,971</b>

Note: See accompanying independent auditor's report.

PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
ROAD AND BRIDGE SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>Property Taxes:</b>				
Current	\$ 5,039,191	\$ 5,039,191	\$ 5,287,312	\$ 248,121
Delinquent	89,891	89,891	133,430	43,539
<b>Total Property Taxes</b>	<b>5,129,082</b>	<b>5,129,082</b>	<b>5,420,742</b>	<b>291,660</b>
<b>Licenses:</b>				
Motor Vehicle Registration	350,000	335,000	335,099	99
<b>Intergovernmental Receipts:</b>				
State Lateral Road Fund	29,000	29,000	29,575	575
Weight and Axle Fees	32,828	32,828	64,229	31,401
<b>Total Intergovernmental Receipts</b>	<b>61,828</b>	<b>61,828</b>	<b>93,804</b>	<b>31,976</b>
<b>Fines:</b>				
County and District Court Fines	300,000	295,700	295,881	181
<b>Miscellaneous:</b>				
Interest Earned	20,135	38,135	39,289	1,154
Miscellaneous	-	370,473	379,960	9,487
<b>Total Miscellaneous</b>	<b>20,135</b>	<b>408,608</b>	<b>419,249</b>	<b>10,641</b>
<b>Total Revenues</b>	<b>5,861,045</b>	<b>6,230,218</b>	<b>6,564,775</b>	<b>334,557</b>
<b>EXPENDITURES</b>				
<b>PUBLIC TRANSPORTATION</b>				
<b>MAINTENANCE-ROADS AND BRIDGES</b>				
<b>PRECINCT 1</b>				
Salaries - Road and Bridge Department	432,094	432,094	417,333	14,761
Benefits Termination Pay	3,908	4,008	-	4,008
Social Security Taxes	33,355	33,355	30,598	2,757
Group Insurance	126,500	126,500	123,863	2,637
Retirement and Death Benefits	104,728	104,728	98,064	6,664
Workers Compensation	37,980	37,980	11,852	26,128
Unemployment Insurance	2,065	2,065	960	1,105
Other Post Employment	42,685	42,685	40,857	1,828
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Miscellaneous Supplies	500	400	-	400
Repairs and Maintenance	118,946	118,826	65,310	53,516
Parts and Supplies	31,250	41,354	37,563	3,791
Rentals and Leases	900	1,020	1,020	-
Contingency	25,000	-	-	-
<b>TOTAL PRECINCT 1</b>	<b>1,055,065</b>	<b>1,040,169</b>	<b>922,574</b>	<b>117,595</b>

Note: See accompanying independent auditor's report.

(Continued)

PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
ROAD AND BRIDGE SPECIAL REVENUE FUND, continued  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET POSITIVE (NEGATIVE)
<b>PRECINCT 2</b>				
Salaries - Road and Bridge Department	\$ 358,426	\$ 352,854	\$ 349,191	\$ 3,663
Benefits Termination Pay	3,908	9,980	4,354	5,626
Social Security Taxes	27,719	27,719	25,701	2,018
Group Insurance	103,500	103,500	102,099	1,401
Retirement and Death Benefits	87,033	87,033	82,683	4,350
Workers Compensation	37,980	37,980	9,908	28,072
Unemployment Insurance	1,716	1,716	813	903
Other Post Employment	35,473	35,473	34,186	1,287
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	120,756	104,141	76,030	28,111
Parts and Supplies	31,250	31,250	29,318	1,932
Miscellaneous Supplies	500	-	-	-
Contingency	25,000	-	-	-
<b>TOTAL PRECINCT 2</b>	<b>928,415</b>	<b>886,800</b>	<b>809,437</b>	<b>77,363</b>
<b>PRECINCT 3</b>				
Salaries - Road and Bridge Department	427,732	435,640	434,663	977
Benefits Termination Pay	3,908	-	-	-
Social Security Taxes	33,021	33,328	31,968	1,360
Group Insurance	126,500	126,500	124,802	1,698
Retirement and Death Benefits	103,680	104,641	100,653	3,988
Workers Compensation	37,980	37,980	11,990	25,990
Unemployment Insurance	2,082	2,082	1,000	1,082
Other Post Employment	42,258	42,650	42,554	96
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	118,846	118,826	77,530	41,296
Parts and Supplies	31,250	31,250	28,601	2,649
Miscellaneous Supplies	500	-	-	-
Contingency	25,000	-	-	-
Contractor Services	1,000	4,000	3,900	100
Rentals and Leases	1,000	1,020	1,020	-
<b>TOTAL PRECINCT 3</b>	<b>1,049,911</b>	<b>1,033,071</b>	<b>953,835</b>	<b>79,236</b>

Note: See accompanying independent auditor's report.

(Continued)

PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
ROAD AND BRIDGE SPECIAL REVENUE FUND, continued  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>PRECINCT 4</b>				
Salaries - Road and Bridge Department	\$ 481,860	\$ 481,860	\$ 414,953	\$ 66,907
Benefits Termination Pay	9,279	9,279	2,466	6,813
Social Security Taxes	37,573	37,573	29,807	7,766
Group Insurance	149,500	149,500	125,748	23,752
Retirement and Death Benefits	117,972	117,972	100,263	17,709
Workers Compensation	37,980	37,980	13,617	24,363
Unemployment Insurance	2,256	2,256	960	1,296
Other Post Employment	48,083	48,083	40,876	7,207
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	119,086	118,846	85,182	33,664
Parts and Supplies	31,250	31,250	25,235	6,015
Miscellaneous Supplies	500	500	-	500
Contingency	25,000	76	-	76
<b>TOTAL PRECINCT 4</b>	<b>1,155,493</b>	<b>1,130,329</b>	<b>934,261</b>	<b>196,068</b>
<b>Total Maintenance-Roads and Bridges</b>	<b>4,188,884</b>	<b>4,090,369</b>	<b>3,620,107</b>	<b>470,262</b>
<b>CAPITAL OUTLAY-ROAD AND BRIDGES</b>				
<b>PRECINCT 1</b>				
Furniture & Equipment	319,515	515,248	505,320	9,928
Road Oil, Premix, and Gravel	238,977	238,977	210,509	28,468
Lumber, Piling, and Culverts	13,500	3,396	3,395	1
<b>TOTAL PRECINCT 1</b>	<b>571,992</b>	<b>757,621</b>	<b>719,224</b>	<b>38,397</b>
<b>PRECINCT 2</b>				
Furniture & Equipment	100,000	164,749	164,744	5
Road Oil, Premix, and Gravel	189,982	219,667	218,563	1,104
Lumber, Piling, and Culverts	8,500	2,135	2,134	1
<b>TOTAL PRECINCT 2</b>	<b>298,482</b>	<b>386,551</b>	<b>385,441</b>	<b>1,110</b>
<b>PRECINCT 3</b>				
Land	800	432,135	432,127	8
Furniture & Equipment	139,515	132,653	101,358	31,295
Road Oil, Premix, and Gravel	212,424	297,324	260,110	37,214
Lumber, Piling, and Culverts	10,200	29,540	29,271	269
<b>TOTAL PRECINCT 3</b>	<b>362,939</b>	<b>891,652</b>	<b>822,866</b>	<b>68,786</b>

Note: See accompanying independent auditor's report.

(Continued)

**PANOLA COUNTY, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**ROAD AND BRIDGE SPECIAL REVENUE FUND, continued**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>PRECINCT 4</b>				
Furniture & Equipment	\$ 139,515	\$ 195,449	\$ 195,442	\$ 7
Road Oil, Premix, and Gravel	283,233	327,511	327,491	20
Lumber, Piling, and Culverts	16,000	21,780	21,775	5
<b>TOTAL PRECINCT 4</b>	<u>438,748</u>	<u>544,740</u>	<u>544,708</u>	<u>32</u>
<b>Total Construction and Capital Outlay</b>	<u>1,672,161</u>	<u>2,580,564</u>	<u>2,472,239</u>	<u>108,325</u>
<b>Total Expenditures</b>	<u>5,861,045</u>	<u>6,670,933</u>	<u>6,092,346</u>	<u>578,587</u>
<b>Net Change in Fund Balances</b>	-	(440,715)	472,429	913,144
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>5,127,550</u>	<u>5,127,550</u>	<u>5,127,550</u>	-
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 5,127,550</u>	<u>\$ 4,686,835</u>	<u>\$ 5,599,979</u>	<u>\$ 913,144</u>

Note: See accompanying independent auditor's report.

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## **SUPPLEMENTAL FINANCIAL INFORMATION**

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>PROPERTY TAXES</b>				
Current	\$ 13,943,148	\$ 13,943,148	\$ 14,629,485	\$ 686,337
Delinquent	248,724	248,724	369,188	120,464
<b>Total Property Taxes</b>	<b>14,191,872</b>	<b>14,191,872</b>	<b>14,998,673</b>	<b>806,801</b>
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Judicial	77,000	78,608	85,500	6,892
State Voter Registration	-	4,491	4,656	165
City - Public Library	175,227	175,227	175,227	-
Law Enforcement Officer Standard	-	-	5,857	5,857
Housing Prisoners	-	-	5,040	5,040
Exposition Building	-	7,891	11,885	3,994
SAVNS Program	-	-	-	-
Indigent Defense Services Grant	10,000	24,735	24,735	-
Carthage and Gary School Tax				
Collection Contract	63,250	58,750	58,750	-
City of Carthage Tax				
Collection Contract	8,300	8,300	8,300	-
State 911 Rural Addressing	30,000	71,899	73,023	1,124
<b>Total Intergovernmental Receipts</b>	<b>363,777</b>	<b>429,901</b>	<b>452,973</b>	<b>23,072</b>
<b>FEES OF OFFICE</b>				
County Judge	7,000	7,000	7,302	302
Sheriff	26,400	26,400	30,579	4,179
District Attorney	4,000	3,940	3,943	3
County Clerk	195,000	194,380	194,383	3
Tax Assessor-Collector	357,512	357,512	436,202	78,690
District Clerk	52,000	50,100	50,151	51
County Treasurer	17,000	15,800	15,811	11
Justices of the Peace	52,000	52,000	60,121	8,121
<b>Total Fees of Office</b>	<b>710,912</b>	<b>707,132</b>	<b>798,492</b>	<b>91,360</b>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 79,000	\$ 79,000	\$ 117,655	\$ 38,655
Hospital Collections	-	-	1,110	1,110
Time Payment EFTIC	-	-	1,157	1,157
Exposition Building	-	-	850	850
Vital Archive - County Clerk	-	-	624	624
Judiciary Support Fee	-	-	1,363	1,363
Miscellaneous	52,000	179,393	319,016	139,623
County Clerk Civil	-	-	1,980	1,980
Family Protection Fee	2,000	1,550	1,561	11
Child Abuse Prevention	-	-	142	142
Miscellaneous Unclaimed Funds	-	-	1,144	1,144
<b>Total Miscellaneous</b>	<b>133,000</b>	<b>259,943</b>	<b>446,602</b>	<b>186,659</b>
<b>Total Revenues</b>	<b>15,399,561</b>	<b>15,588,848</b>	<b>16,696,740</b>	<b>1,107,892</b>
<b>EXPENDITURES</b>				
<b>CURRENT</b>				
<b>GENERAL ADMINISTRATION</b>				
<b>COUNTY JUDGE</b>				
Salary - County Judge	64,867	64,867	64,867	-
Salary - Co. Judge Admin. Assist	39,430	39,430	39,430	-
Social Security	7,979	7,979	7,599	380
Group Medical Insurance	23,000	23,000	22,692	308
Retirement and Death Benefits	25,053	25,053	25,052	1
Worker's Compensation	535	535	374	161
Unemployment Insurance	312	312	91	221
Other Post Employment Benefits	10,211	10,211	10,211	-
Office Supplies, Postage & Repairs	1,200	1,200	1,113	87
Law Books	2,000	2,400	2,386	14
Communication Telephone	400	200	20	180
Conferences and Dues	2,000	4,800	3,614	1,186
Miscellaneous	150	150	40	110
<b>Total County Judge</b>	<b>177,137</b>	<b>180,137</b>	<b>177,489</b>	<b>2,648</b>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>GENERAL ADMINISTRATION (con'td.)</b>				
<b>COMMISSIONERS</b>				
Salaries - Commissioners	\$ 209,692	\$ 209,692	\$ 209,692	\$ -
Salaries - Secretaries	-	-	-	-
Social Security Taxes	16,042	16,042	15,032	1,010
Group Insurance	46,000	46,000	45,384	616
Retirement and Death Benefits	50,369	50,369	50,369	-
Worker's Compensation	1,200	1,200	949	251
Unemployment Insurance	-	-	-	-
Other Post Employment Benefits	20,529	20,529	20,529	-
Office Supplies, Postage and Repairs	1,200	1,200	12	1,188
Communication Telephone	800	800	1	799
Miscellaneous	600	600	-	600
Conferences and Dues	7,500	7,500	4,994	2,506
Total Commissioners	<u>353,932</u>	<u>353,932</u>	<u>346,962</u>	<u>6,970</u>
<b>COUNTY CLERK</b>				
Salary - County Clerk	52,423	52,423	52,423	-
Salary - Deputies	157,041	157,041	123,710	33,331
Social Security	16,024	16,024	11,996	4,028
Group Medical Insurance	69,000	69,000	52,107	16,893
Retirement and Death Benefits	50,314	50,314	42,284	8,030
Worker's Compensation	1,053	1,053	752	301
Unemployment Insurance	575	575	326	249
Other Post Employment Benefits	20,507	20,754	17,249	3,505
Office Supplies, Postage & Repairs	14,500	14,500	8,825	5,675
Communication Telephone	850	850	379	471
Rentals, Microfilming & Indexing	85,621	85,621	80,790	4,831
Copy Machine Rental	8,000	8,000	3,559	4,441
Conferences & Dues	3,000	3,000	3,000	-
Miscellaneous	250	250	88	162
Professional Services	-	-	-	-
Total County Clerk	<u>479,158</u>	<u>479,405</u>	<u>397,488</u>	<u>81,917</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>GENERAL ADMINISTRATION (con'td.)</b>				
<b>VETERANS SERVICE OFFICER</b>				
Salary - Service Officer	\$ 37,963	\$ 37,963	\$ 37,963	\$ -
Salary - Secretary	30,548	30,548	30,547	1
Social Security	5,242	5,242	5,241	1
Group Medical Insurance	23,000	23,000	21,144	1,856
Retirement and Death Benefits	16,457	16,457	16,456	1
Worker's Compensation	351	351	246	105
Unemployment Insurance	250	250	158	92
Other Post Employment Benefits	6,708	6,708	6,708	-
Office Supplies, Postage & Repairs	600	600	374	226
Communication Telephone	500	500	22	478
Conferences and Dues	1,300	1,300	678	622
Programming & Computer	800	800	700	100
Miscellaneous	250	250	-	250
Total Vet. Service Officer	<u>123,969</u>	<u>123,969</u>	<u>120,237</u>	<u>3,732</u>
<b>AIRPORT</b>				
Airport Manager	38,900	38,900	38,900	-
Travel Allowance	1,200	1,200	1,200	-
Social Security	3,068	3,068	2,973	95
Group Insurance	11,500	11,500	11,346	154
Retirement	9,633	9,633	9,632	1
Worker's Compensation	1,100	1,100	1,058	42
Unemployment Insurance	192	192	92	100
Other Post Employment Benefits	3,926	3,926	3,926	-
Office Supplies	1,500	2,000	1,648	352
Repair and Maintenance Supplies	1,400	1,900	1,572	328
Professional Services	4,500	4,500	4,218	282
Communication Telephone	1,700	1,700	1,653	47
Conferences, Dues & Transports	400	400	-	400
Contractor Services	3,500	1,700	210	1,490
Utilities	12,945	13,745	13,082	663
Repairs and Renovation	-	-	-	-
Rentals and Leases	1,800	1,800	1,144	656
Total Airport	<u>97,264</u>	<u>97,264</u>	<u>92,654</u>	<u>4,610</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
MISC AND NON-DEPT				
Floating Secretary	\$ 30,548	\$ 30,548	\$ 25,564	\$ 4,984
Emergency Management Coordinator	6,000	6,000	6,000	-
Benefits Termination Pay	12,000	22,000	19,098	2,902
Social Security	3,714	4,479	3,874	605
Group Insurance	11,500	11,500	11,354	146
Retirement	11,662	14,064	12,186	1,878
Worker's Compensation	5,851	5,851	766	5,085
Unemployment Insurance	15,000	56,555	36,690	19,865
Other Post Employment	4,753	5,000	5,000	-
Retiree Medical Insurance Trust	3,724,819	3,724,819	3,724,819	-
Optional Retirement	550,000	550,000	550,000	-
Advertising and Publications	12,000	12,000	5,531	6,469
Appraisal District	250,000	250,000	240,397	9,603
Outside Audit	39,000	39,000	33,835	5,165
Economic Development	17,400	25,987	25,920	67
Contingency	400,000	-	-	-
Computer Services	590,000	479,922	452,985	26,937
Professional Services	24,000	118,500	108,789	9,711
Postage	70,000	70,000	57,526	12,474
Emergency Management	5,000	5,000	4,545	455
Physicals & Drug Screening	2,000	5,000	3,916	1,084
Dues, Memberships & Fees	7,700	7,700	7,046	654
Insurance	380,000	380,000	313,146	66,854
Historical Markers	1,000	1,000	-	1,000
Historical Commission	6,564	6,564	1,665	4,899
Miscellaneous	4,500	4,500	1,937	2,563
Copy Machine Rental & Supplies	24,000	27,000	25,862	1,138
Soil and Conservation Contract	2,000	2,000	2,000	-
Communication Telephone	55,000	55,000	49,443	5,557
Animal Control	50,000	50,000	45,636	4,364
Loss Control	3,000	3,000	-	3,000
Total Miscellaneous and Non-Depart.	<u>6,319,011</u>	<u>5,972,989</u>	<u>5,775,530</u>	<u>197,459</u>
Total General Administration	<u>7,550,471</u>	<u>7,207,696</u>	<u>6,910,360</u>	<u>297,336</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>JUDICIAL</b>				
<b>DISTRICT COURT</b>				
Salary - Court Reporter	\$ 34,102	\$ 34,102	\$ 34,102	\$ -
Salary - Secretary	38,735	38,735	38,735	-
Social Security	5,573	5,573	4,858	715
Group Medical Insurance	23,000	23,000	22,692	308
Retirement and Death Benefits	17,496	17,496	17,496	-
Worker's Compensation	344	344	261	83
Unemployment Insurance	250	250	168	82
Other Post Employment	7,131	7,131	7,131	-
Office Supplies, Postage & Repairs	3,000	3,000	2,896	104
Professional Services	2,500	2,250	467	1,783
Insurance	1,500	1,500	-	1,500
Conference and Dues	2,500	2,500	200	2,300
Visiting Court Reporter	750	750	500	250
Communication Telephone	800	800	371	429
Law Books for Law Library	3,500	4,750	4,747	3
Miscellaneous	600	600	526	74
Total District Court	<u>141,781</u>	<u>142,781</u>	<u>135,150</u>	<u>7,631</u>
<b>COUNTY COURT AT LAW</b>				
Salary - County Court at Law Judge	140,000	140,000	140,000	-
Salary - Court Reporter	59,465	59,465	57,889	1,576
Visiting Judges	1,000	1,000	673	327
Social Security	15,260	15,260	13,680	1,580
Group Medical Insurance	23,000	23,000	21,751	1,249
Retirement and Death Benefits	47,912	47,912	47,533	379
Worker's Compensation	1,162	1,162	716	446
Unemployment Insurance	200	200	133	67
Other Post Employment	19,528	19,528	19,373	155
Office Supplies, Postage & Repairs	1,400	1,400	1,400	-
Law Books	2,000	3,210	3,210	-
Telephone	750	540	8	532
Conferences and Dues	1,100	1,100	857	243
Miscellaneous	300	300	300	-
Total County Court at Law	<u>313,077</u>	<u>314,077</u>	<u>307,523</u>	<u>6,554</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>JUDICIAL (con'td.)</b>				
<b>DISTRICT CLERK</b>				
Salary - District Clerk	\$ 52,423	\$ 52,423	\$ 52,423	\$ -
Salaries - Deputies	157,041	157,041	157,038	3
Social Security	16,024	16,024	14,287	1,737
Group Medical Insurance	69,000	69,000	68,076	924
Retirement and Death Benefits	50,314	50,314	50,313	1
Worker's Compensation	1,053	1,053	752	301
Unemployment Insurance	575	575	361	214
Other Post Employment	20,507	20,507	20,507	-
Office Supplies, Postage & Repairs	13,000	11,000	10,777	223
Telephone	400	400	382	18
Conferences and Dues	2,000	2,000	629	1,371
Rentals, Microfilming, & Indexing	35,800	35,800	35,000	800
Miscellaneous	300	300	-	300
Total District Clerk	<u>418,437</u>	<u>416,437</u>	<u>410,545</u>	<u>5,892</u>
<b>JUSTICE OF THE PEACE PCT. 1 &amp; 4</b>				
Salaries - Justice of the Peace	52,423	52,423	52,423	-
Salaries - Secretary	61,096	61,096	60,452	644
Social Security	8,685	8,685	8,490	195
Group Medical Insurance	34,500	34,500	33,539	961
Retirement and Death Benefits	27,268	27,268	27,113	155
Worker's Compensation	500	500	408	92
Unemployment Insurance	200	200	139	61
Other Post Employment	11,114	11,114	11,050	64
Office Supplies and Repairs	4,000	4,000	3,980	20
Professional Services	5,250	6,575	6,270	305
Telephone	1,000	1,000	364	636
Travel	1,000	1,000	525	475
Conferences and Dues	2,750	3,138	2,907	231
Miscellaneous	200	200	-	200
Total Justices of the Peace Pct. 1 and 4	<u>209,986</u>	<u>211,699</u>	<u>207,660</u>	<u>4,039</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>JUDICIAL (con'td.)</b>				
<b>JUSTICE OF THE PEACE PCT. 2 &amp; 3</b>				
Salaries - Justice of the Peace	\$ 52,423	\$ 52,423	\$ 52,423	\$ -
Salaries - Secretary	61,096	61,096	60,451	645
Social Security	8,685	8,685	8,327	358
Group Medical Insurance	34,500	34,500	33,539	961
Retirement	27,268	27,268	27,112	156
Worker's Compensation	500	500	408	92
Unemployment Insurance	200	200	139	61
Other Post Employment	11,114	11,114	11,050	64
Office Supplies and Repairs	6,000	6,000	5,854	146
Computer Replacement	1,000	1,000	-	1,000
Professional Services	5,250	6,575	6,318	257
Telephone	1,200	1,200	369	831
Travel	2,500	2,500	1,564	936
Conferences and Dues	3,500	3,500	3,061	439
Miscellaneous	200	200	-	200
Total Justices of the Peace Pct. 2 and 3	215,436	216,761	210,615	6,146
<b>BAILIFFS AND JURORS</b>				
Bailiffs	27,384	27,384	27,383	1
Social Security Taxes	2,095	2,095	2,094	1
Group Medical Insurance	11,500	11,500	10,405	1,095
Retirement	6,578	6,578	6,577	1
Worker's Compensation	700	700	502	198
Unemployment Insurance	118	118	64	54
Other Post Employment	2,681	2,681	2,680	1
Telephone	800	800	-	800
Conferences and Dues	1,000	1,000	-	1,000
Jurors, District & County	30,000	30,000	21,155	8,845
Miscellaneous	100	100	33	67
Total - Bailiffs, Jurors and Law Books	82,956	82,956	70,893	12,063
<b>Total Judicial</b>	1,381,673	1,384,711	1,342,386	42,325

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>EXPENDITURES (Cont'd.)</b>				
<b>LEGAL</b>				
<b>DISTRICT ATTORNEY</b>				
Salary - Assist. DAs & DA Supplement	\$ 161,538	\$ 162,755	\$ 155,614	\$ 7,141
Administrative Assistant	39,430	39,430	39,421	9
Salary - Secretaries	61,096	66,246	65,980	266
Part-time Secretary	18,376	11,344	10,697	647
Court Coordinator	43,082	43,082	43,082	-
Social Security	27,564	27,749	26,019	1,730
Group Medical Insurance	69,000	69,995	68,130	1,865
Retirement and Death Benefits	86,547	87,129	84,136	2,993
Worker's Compensation	2,750	2,760	2,096	664
Unemployment Insurance	1,550	1,553	803	750
Other Post Employment	33,476	33,974	33,278	696
Office Supplies and Repairs	12,000	12,230	11,185	1,045
Insurance	4,000	4,500	4,409	91
Professional Services	36,450	35,500	33,135	2,365
Witness Expense	5,000	1,000	-	1,000
Telephone	2,000	2,000	1,688	312
Conference & Dues	5,000	8,085	6,942	1,143
Law Enforcement Officer Standard Traini	1,000	1,000	-	1,000
Law Books	17,000	20,865	20,862	3
Transportaion	4,500	2,000	933	1,067
Miscellaneous	1,000	1,000	286	714
Total District Attorney	632,359	634,197	608,696	25,501
<b>LAWSUITS AGAINST PANOLA COUNTY</b>				
Attorney Fees	12,500	22,500	20,718	1,782
Settlements and Other	10,000	-	-	-
Total Lawsuits	22,500	22,500	20,718	1,782
<b>Total Legal</b>	654,859	656,697	629,414	27,283
<b>ELECTIONS</b>				
<b>ELECTION JUDGES, CLERKS AND SUPPLIES</b>				
Election Judges and Clerks	16,000	16,000	6,700	9,300
Social Security	1,224	1,224	-	1,224
Worker's Compensation	182	182	57	125
Professional Services	18,000	18,000	12,820	5,180
Polling Place Rent	900	900	710	190
Hardware Maintenance	21,000	21,000	14,304	6,696
Supplies and Miscellaneous	3,034	3,034	2,986	48
Total Election Judges, Clerks, and Supplies	60,340	60,340	37,577	22,763

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>EXPENDITURES (Cont'd.)</b>				
<b>ELECTIONS (Cont'd.)</b>				
<b>VOTER REGISTRATION</b>				
Salary - Voter Registrar	\$ 36,582	\$ 36,582	\$ 36,582	\$ -
Deputies	30,548	30,548	30,547	1
Social Security	5,136	5,136	4,880	256
Group Medical Insurance	23,000	23,000	22,692	308
Retirement and Death Benefits	16,125	16,125	16,125	-
Worker's Compensation	386	386	241	145
Unemployment Insurance	319	319	154	165
Other Post Employment	6,573	6,573	6,573	-
Office Supplies and Repairs	2,500	2,500	2,500	-
Telephone	900	1,500	1,405	95
Internet Service	-	-	-	-
Conferences and Dues	1,800	1,800	1,374	426
Miscellaneous	355	355	160	195
Total Voter Registration	<u>124,224</u>	<u>124,824</u>	<u>123,233</u>	<u>1,591</u>
<b>Total Elections</b>	<u>184,564</u>	<u>185,164</u>	<u>160,810</u>	<u>24,354</u>
<b>FINANCIAL ADMINISTRATION</b>				
<b>AUDITOR</b>				
Salary - Auditor	64,867	64,867	64,867	-
Salaries - Assistant Auditors	97,920	97,920	95,899	2,021
Social Security	12,454	12,454	11,048	1,406
Group Medical Insurance	34,500	34,500	33,097	1,403
Retirement and Death Benefits	39,102	39,102	38,616	486
Worker's Compensation	903	903	584	319
Unemployment Insurance	777	777	370	407
Other Post Employment	15,937	15,937	15,743	194
Office Supplies and Repairs	2,600	3,600	2,639	961
Professional Computer Services	1,700	700	102	598
Telephone	700	700	413	287
Conferences and Dues	6,000	6,000	3,708	2,292
Re-creation, printing	1,700	1,700	1,697	3
Miscellaneous	376	376	341	35
Total Auditor	<u>279,536</u>	<u>279,536</u>	<u>269,124</u>	<u>10,412</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>FINANCIAL ADMINISTRATION (Cont'd.)</b>				
<b>TREASURER</b>				
Salary - Treasurer	\$ 52,423	\$ 52,423	\$ 52,423	\$ -
Salary - Deputies	65,397	65,397	65,396	1
Social Security	9,014	9,014	8,423	591
Group Medical Insurance	34,500	34,500	34,038	462
Retirement and Death Benefits	28,301	28,301	28,300	1
Worker's Compensation	600	600	423	177
Unemployment Insurance	400	400	150	250
Other Post Employment	11,535	11,535	11,535	-
Office Supplies and Repairs	2,800	2,754	2,505	249
Telephone	600	390	361	29
Miscellaneous	200	103	103	-
Conferences and Dues	4,200	3,792	3,791	1
Total Treasurer	<u>209,970</u>	<u>209,209</u>	<u>207,448</u>	<u>1,761</u>
<b>TAX ASSESSOR-COLLECTOR</b>				
Salaries - Tax Assessor-Collector	52,423	52,423	52,423	-
Salaries - Deputies	191,890	191,890	191,887	3
Salaries - Extra Help	36,752	36,752	33,913	2,839
Social Security	21,502	21,502	20,497	1,005
Group Medical Insurance	80,500	80,500	78,481	2,019
Retirement and Death Benefits	67,512	67,512	66,829	683
Worker's Compensation	1,400	1,400	1,009	391
Unemployment Insurance	969	969	519	450
Other Post Employment	23,919	23,919	23,919	-
Office Supplies and Repairs	3,925	3,925	3,455	470
Telephone	1,390	1,390	1,170	220
Conference and Dues	4,000	4,000	3,190	810
Professional Services	2,000	2,000	1,865	135
Printing and Binding	500	500	-	500
Miscellaneous	500	500	65	435
Total Tax Assessor-Collector	<u>489,182</u>	<u>489,182</u>	<u>479,222</u>	<u>9,960</u>
<b>Total Financial Administration</b>	<u>978,688</u>	<u>977,927</u>	<u>955,794</u>	<u>22,133</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>PUBLIC FACILITIES</b>				
<b>BUILDING MAINTENANCE</b>				
Salary - Building Superintendent	\$ 38,895	\$ 38,895	\$ 38,895	\$ -
Travel Allowance	1,200	1,200	1,200	-
Social Security	3,068	3,068	3,067	1
Group Medical Insurance	11,500	11,500	11,333	167
Retirement	9,631	9,631	9,631	-
Worker's Compensation	2,506	2,506	1,205	1,301
Unemployment Insurance	193	193	92	101
Other Post Employment	3,926	3,926	3,925	1
S.W.E.A.T. Supplies	5,000	5,000	3,859	1,141
Operating Supplies	30,000	30,000	22,962	7,038
Repair and Maintenance Supplies	19,720	19,720	10,703	9,017
Professional Services	120,000	120,000	86,144	33,856
Telephone	800	800	104	696
Utilities	60,000	73,000	71,766	1,234
Repairs and Renovations	40,000	122,534	113,809	8,725
Miscellaneous	156	156	-	156
Total Building Maintenance	<u>346,595</u>	<u>442,129</u>	<u>378,695</u>	<u>63,434</u>
Total Public Facilities	<u>346,595</u>	<u>442,129</u>	<u>378,695</u>	<u>63,434</u>
<b>PUBLIC SAFETY</b>				
<b>SHERIFF</b>				
Salary - Sheriff	52,663	52,663	52,663	-
Salary - Chief Deputy	50,823	50,823	50,823	-
Salary - Administrative Deputy	38,279	38,279	38,001	278
Salaries - Secretaries	63,434	63,434	63,433	1
Salaries - Communication Officers	276,217	276,217	265,449	10,768
Salaries - Patrol and Investigative Deputies	721,658	754,728	738,640	16,088
Criminal Investigators	182,528	182,528	181,206	1,322
Social Security	105,999	108,529	102,865	5,664
Group Medical Insurance	379,500	388,050	371,769	16,281
Retirement and Death Benefits	332,822	340,765	333,926	6,839
Worker's Compensation	56,206	56,553	26,083	30,470
Unemployment Insurance	4,157	4,233	3,080	1,153
Other Post Employment	135,651	138,889	136,102	2,787
Office Supplies	24,500	22,700	17,652	5,048
911 Supplies & Repairs	2,000	2,000	-	2,000
Canine Expense	3,000	3,000	1,725	1,275

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>EXPENDITURES (Cont'd.)</b>				
<b>PUBLIC SAFETY (Cont'd.)</b>				
<b>SHERIFF (Cont'd)</b>				
Uniforms	\$ 7,000	\$ 11,000	\$ 9,944	\$ 1,056
Repair and Maintenance	3,000	3,000	2,752	248
Telephone and Radio Communications	11,000	19,800	18,004	1,796
Criminal Investigation	8,000	8,120	8,119	1
Animal Control	15,000	8,000	2,110	5,890
Utilities	26,000	26,000	21,365	4,635
Gasoline, Auto Parts and Repairs	250,000	166,625	129,129	37,496
Conference and Dues	15,000	15,000	14,284	716
Law Enforcement Officer Standard Traini	4,000	4,000	3,725	275
Miscellaneous	5,800	5,680	3,691	1,989
<b>Total Sheriff</b>	<b>2,774,237</b>	<b>2,750,616</b>	<b>2,596,540</b>	<b>154,076</b>
<b>CONSTABLE PCT. 1 AND 4</b>				
Salary - Constable Precinct #1	50,250	50,250	50,250	-
Part-Time Deputy	25,674	25,674	20,116	5,558
Social Security	5,809	5,809	5,265	544
Group Medical Insurance	11,500	11,500	11,346	154
Retirement and Death Benefits	18,237	18,237	16,902	1,335
Worker's Compensation	3,734	3,734	1,392	2,342
Unemployment	200	200	46	154
Other Post Employment	4,920	4,920	4,920	-
Law Enforcement Officer Standard Traini	1,000	1,000	327	673
Parts & Repairs	20,000	20,000	11,149	8,851
Telephone	800	800	736	64
Ammunition	1,000	1,000	843	157
Uniforms	880	880	-	880
Conferences & Dues	1,000	1,000	1,000	-
Miscellaneous	500	500	335	165
<b>Total Constable Pct. 1 &amp; 4</b>	<b>145,504</b>	<b>145,504</b>	<b>124,627</b>	<b>20,877</b>
<b>CONSTABLE PCT. 2 AND 3</b>				
Salary - Constable Precinct #2	50,250	50,250	50,250	-
Deputy	44,790	44,790	42,806	1,984
Social Security	7,271	7,271	6,709	562
Group Medical Insurance	23,000	23,000	22,692	308
Retirement and Death Benefits	22,829	22,829	22,352	477
Worker's Compensation	3,734	3,734	1,743	1,991
Unemployment	200	200	99	101
Other Post Employment	9,305	9,305	9,109	196
Law Enforcement Officer Standard Traini	1,000	1,000	310	690
Parts & Repairs	20,000	20,000	17,819	2,181
Telephone	800	800	713	87
Office Supplies	500	500	380	120
Ammunition	1,000	500	467	33
Uniforms	880	1,380	1,362	18
Canine Expense	1,500	1,500	713	787
Miscellaneous	565	565	195	370
Conferences & Dues	1,000	1,000	978	22
<b>Total Constable Pct. 2 &amp; 3</b>	<b>188,624</b>	<b>188,624</b>	<b>178,697</b>	<b>9,927</b>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>EXPENDITURES (Cont'd.)</b>				
<b>PUBLIC SAFETY (Cont'd.)</b>				
<b>CORRECTIONS</b>				
Salary - Sergeant and Jailors	\$ 927,800	\$ 935,926	\$ 909,569	\$ 26,357
Social Security	70,977	71,600	68,437	3,163
Group Medical Insurance	310,500	310,500	296,140	14,360
Retirement	222,858	224,812	218,480	6,332
Worker's Compensation	31,042	31,042	16,696	14,346
Unemployment Insurance	3,788	3,788	2,090	1,698
Other Post Employment	90,832	91,629	89,047	2,582
Clothing and Bedding	6,000	-	-	-
Jail Laundry	3,000	2,000	596	1,404
Office Supplies	3,000	3,000	2,973	27
Jail Board - Prisoners	160,000	134,000	128,176	5,824
Telephone	2,000	2,000	872	1,128
Medical - Prisoners	159,500	249,500	235,719	13,781
Utilities	95,000	73,000	72,161	839
Jail Repairs and Maintenance	25,000	10,000	9,627	373
Jail Repairs and Renovations	20,000	22,000	21,465	535
Rentals	3,000	2,000	-	2,000
Miscellaneous Supplies	38,000	38,000	38,000	-
Miscellaneous	5,000	3,000	2,700	300
Total Corrections	<u>2,177,297</u>	<u>2,207,797</u>	<u>2,112,748</u>	<u>95,049</u>
<b>RURAL ADDRESSING</b>				
Salaries - Coordinators	72,615	72,615	72,614	1
Social Security	5,556	5,556	5,555	1
Group Medical Insurance	23,000	23,000	22,692	308
Retirement	17,443	17,443	17,441	2
Worker's Compensation	750	750	215	535
Unemployment Insurance	356	356	167	189
Other Post Employment	7,110	7,110	7,109	1
Office Supplies	1,200	1,867	1,862	5
Computer Replacement Parts	1,000	1,000	58	942
Signs & Posts	10,000	10,000	4,785	5,215
Software & Supplies	800	800	617	183
Telephone	1,600	1,600	948	652
Professional Services	1,200	1,200	-	1,200
Parts	1,000	1,000	364	636
Conferences & Dues	400	400	-	400
Rental	3,900	3,900	-	3,900
Miscellaneous	500	100	-	100
Total Rural Addressing	<u>148,430</u>	<u>148,697</u>	<u>134,427</u>	<u>14,270</u>

(Continued)

PANOLA COUNTY, TEXAS  
SUPPLEMENTARY FINANCIAL INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND, continued  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>PUBLIC SAFETY (Cont'd.)</b>				
<b>HIGHWAY PATROL</b>				
Salary - Secretary	\$ 30,548	\$ 30,548	\$ 29,576	\$ 972
Social Security	2,337	2,337	2,229	108
Group Medical Insurance	11,500	11,500	10,405	1,095
Retirement and Death Benefits	7,338	7,338	7,104	234
Worker's Compensation	200	200	110	90
Unemployment Insurance	145	145	68	77
Other Post Employment	2,991	2,991	2,896	95
Telephone	1,000	1,000	296	704
Game Warden's Supplies	500	500	490	10
Highway Patrol's Cellular Phone	2,200	2,200	1,920	280
Office Supplies and Repairs	2,000	2,000	2,000	-
Miscellaneous	500	500	386	114
Total Highway Patrol	<u>61,259</u>	<u>61,259</u>	<u>57,480</u>	<u>3,779</u>
<b>FIRE SAFETY</b>				
Fire Services	1,500	1,500	-	1,500
Total Fire Safety	<u>1,500</u>	<u>1,500</u>	<u>-</u>	<u>1,500</u>
<b>Total Public Safety</b>	<u>5,496,851</u>	<u>5,503,997</u>	<u>5,204,519</u>	<u>299,478</u>
<b>ENVIRONMENTAL PROTECTION</b>				
Trash Disposal	425,000	425,000	411,495	13,505
Total Trash Disposal	<u>425,000</u>	<u>425,000</u>	<u>411,495</u>	<u>13,505</u>
<b>Total Environmental Protection</b>	<u>425,000</u>	<u>425,000</u>	<u>411,495</u>	<u>13,505</u>
<b>HEALTH AND PAUPERS CARE</b>				
Medical Indigent	15,000	15,000	2,271	12,729
Aging Match	3,200	3,200	-	3,200
Indigent Health Care	210,000	180,000	67,707	112,293
Mental Health/Mental Retardation	28,000	28,000	28,000	-
Statements of Facts	14,000	14,000	5,098	8,902
Autopsies, Inquests, & Burials	80,000	90,000	85,636	4,364
Mental Evaluation of Prisoners	5,000	10,000	6,469	3,531
Retarded Citizens Association	6,500	6,500	6,500	-
Alcohol Abuse Program	4,000	4,000	4,000	-
Child Advocacy	2,000	2,000	2,000	-
Attorney Fees -Juveniles	20,000	20,000	14,323	5,677
Attorney Fees	200,000	296,551	294,227	2,324
Open Door/Juvenile Care	5,000	5,000	5,000	-
Miscellaneous	200	200	-	200
Health Officer	6,000	6,000	6,000	-
<b>Total Health and Paupers Care</b>	<u>598,900</u>	<u>680,451</u>	<u>527,231</u>	<u>153,220</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>RECREATION</b>				
<b>LIBRARY</b>				
Salaries - Librarians	\$ 196,415	\$ 196,415	\$ 195,900	\$ 515
Temporary Librarian	13,188	13,188	11,062	2,126
Social Security	16,035	16,035	15,575	460
Group Medical Insurance	69,000	69,000	68,076	924
Retirement & Death Benefits	50,347	50,347	49,712	635
Worker's Compensation	1,500	1,500	736	764
Unemployment Insurance	900	900	476	424
Other Post Employment Benefits	19,230	19,230	19,185	45
Supplies & Books	10,000	10,000	10,000	-
Software & Supplies	2,850	2,850	2,850	-
Insurance	8,500	8,500	8,463	37
Total Library	<u>387,965</u>	<u>387,965</u>	<u>382,035</u>	<u>5,930</u>
<b>YOUTH PROGRAMS</b>				
Carthage	10,000	10,000	10,000	-
Beckville	3,000	3,000	3,000	-
Gary	2,000	2,000	2,000	-
After School	2,000	2,000	-	2,000
Exposition Bldg.-Maintenance	5,000	16,885	14,882	2,003
Total Youth Programs	<u>22,000</u>	<u>33,885</u>	<u>29,882</u>	<u>4,003</u>
<b>Total Recreation</b>	<u>409,965</u>	<u>421,850</u>	<u>411,917</u>	<u>9,933</u>
<b>CONSERVATION</b>				
<b>AGRICULTURAL EXTENSION SERVIC</b>				
Salary - County Extension Agent	15,954	15,954	15,954	-
Salary - Home Extension Agent	15,954	15,954	15,954	-
Expense Allowances - Agents	12,100	12,100	12,100	-
Salaries - Secretaries	30,548	30,548	30,547	1
Social Security	5,704	5,704	5,684	20
Group Medical Insurance	11,500	11,500	11,346	154
Retirement and Death Benefit	7,338	7,338	7,337	1
Worker's Compensation	1,900	1,900	680	1,220
Unemployment Insurance	358	358	172	186
Other Post Employment	2,991	2,991	2,991	-
Office Supplies, Postage & Repairs	1,650	2,130	2,129	1
Telephone	600	2,850	2,619	231
Travel	3,500	3,500	3,365	135
Conferences and Dues	1,500	1,500	1,019	481
Miscellaneous Supplies	372	-	-	-
Miscellaneous	300	192	192	-
Total Extension Service	<u>112,269</u>	<u>114,519</u>	<u>112,089</u>	<u>2,430</u>
<b>Total Conservation</b>	<u>112,269</u>	<u>114,519</u>	<u>112,089</u>	<u>2,430</u>

(Continued)

PANOLA COUNTY, TEXAS  
 SUPPLEMENTARY FINANCIAL INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL FUND, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>CAPITAL OUTLAY</b>				
<b>GENERAL ADMINISTRATION</b>				
County Judge	\$ 650	\$ 1,294	\$ 1,292	\$ 2
Commissioners	250	250	-	250
County Clerk	8,128	8,128	5,915	2,213
Veterans Service Officer	300	300	-	300
Miscellaneous and Non-Departmental	10,000	208,481	164,058	44,423
<b>JUDICIAL</b>				
District Court	4,900	3,900	2,333	1,567
County Court at Law	3,650	2,650	2,589	61
District Clerk	7,628	9,628	9,244	384
Justice of the Peace Pct. 1 & 4	1,000	612	609	3
Justice of the Peace Pct. 2 & 3	495	495	162	333
<b>LEGAL</b>				
District Attorney	4,250	4,520	4,518	2
<b>FINANCIAL ADMINISTRATION</b>				
Auditor	3,300	3,300	1,438	1,862
Treasurer	2,000	2,761	2,760	1
Tax Assessor-Collector	1,850	1,850	1,770	80
<b>PUBLIC SAFETY</b>				
Sheriff	125,000	244,042	218,446	25,596
Constable Pct. 1 and 4	40,500	47,761	42,396	5,365
Constable Pct. 2 and 3	45,000	51,614	50,380	1,234
Corrections	8,000	1,500	1,360	140
Rural Addressing	-	7,284	7,283	1
Highway Patrol	3,500	3,500	2,670	830
<b>CONSERVATION</b>				
Agriculture Extension Service	2,000	2,000	1,999	1
<b>Total Capital Outlay</b>	<b>272,401</b>	<b>605,870</b>	<b>521,222</b>	<b>84,648</b>
<b>Total Expenditures</b>	<b>18,412,236</b>	<b>18,606,011</b>	<b>17,565,932</b>	<b>1,040,079</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(3,012,675)</b>	<b>(3,017,163)</b>	<b>(869,192)</b>	<b>2,147,971</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	-	-
Transfers Out	(203,100)	(203,100)	(203,100)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(203,100)</b>	<b>(203,100)</b>	<b>(203,100)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>(3,215,775)</b>	<b>(3,220,263)</b>	<b>(1,072,292)</b>	<b>2,147,971</b>
<b>FUND BALANCE, BEGINNING</b>	<b>13,701,192</b>	<b>13,701,192</b>	<b>13,701,192</b>	<b>-</b>
<b>FUND BALANCE, ENDING</b>	<b>\$ 10,485,417</b>	<b>\$ 10,480,929</b>	<b>\$ 12,628,900</b>	<b>\$ 2,147,971</b>

(Continued)

**COMBINING AND INDIVIDUAL  
FUND STATEMENTS AND SCHEDULES**

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**PANOLA COUNTY, TEXAS  
COMBINED BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2015**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Other Governmental Funds</u>
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 2,063,582	\$ 170,930	\$ 2,234,512
Investments	6,350,821	544,000	6,894,821
Receivables (net of allowance for uncolletable taxes)			
Current Taxes	76,105	-	76,105
Delinquent Taxes	19,290	-	19,290
Due from Other Governments	20,927	-	20,927
Miscellaneous	879,579	452	880,031
Inventory	6,740	-	6,740
<b>Total Assets</b>	<u><u>9,417,044</u></u>	<u><u>715,382</u></u>	<u><u>10,132,426</u></u>
<b>LIABILITIES:</b>			
Accounts Payable-Trade	873,021	-	873,021
<b>Total Liabilities</b>	<u>873,021</u>	<u>-</u>	<u>873,021</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Unearned Revenue	517,748	-	517,748
Unearned Deferred Revenue	95,396	-	95,396
<b>Total Deferred Inflows of Resources</b>	<u>613,144</u>	<u>-</u>	<u>613,144</u>
<b>FUND BALANCES:</b>			
Nonspendable	6,740	-	6,740
Restricted	7,924,139	-	7,924,139
Committed	-	715,382	715,382
<b>Total Fund Balances</b>	<u>7,930,879</u>	<u>715,382</u>	<u>8,646,261</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u><u>\$ 9,417,044</u></u>	<u><u>\$ 715,382</u></u>	<u><u>\$ 10,132,426</u></u>

**PANOLA COUNTY, TEXAS**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	Special Revenue	Capital Projects	Total Other Governmental Funds
<b>REVENUES</b>			
Property Taxes	\$ 608,887	\$ -	\$ 608,887
Intergovernmental Receipts	818,845	-	818,845
Fees of Office	548,366	-	548,366
Miscellaneous	2,131,819	3,452	2,135,271
<b>TOTAL REVENUES</b>	<b>4,107,917</b>	<b>3,452</b>	<b>4,111,369</b>
<b>EXPENDITURES</b>			
<b>Current:</b>			
General Administration	42,541	-	42,541
Legal	20,109	-	20,109
Elections	-	-	-
Public Facilities	97,636	-	97,636
Public Safety	1,421,850	-	1,421,850
Public Transportation	540,860	-	540,860
Health & Paupers Care	2,046,373	-	2,046,373
<b>Capital Outlay:</b>			
General Administration	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
Recreation	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>4,169,369</b>	<b>-</b>	<b>4,169,369</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(61,452)</b>	<b>3,452</b>	<b>(58,000)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	203,100	-	203,100
Transfers Out	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>203,100</b>	<b>-</b>	<b>203,100</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>141,648</b>	<b>3,452</b>	<b>145,100</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<b>7,789,231</b>	<b>711,931</b>	<b>8,501,162</b>
<b>FUND BALANCE-END OF YEAR</b>	<b>\$ 7,930,879</b>	<b>\$ 715,383</b>	<b>\$ 8,646,262</b>

PANOLA COUNTY, TEXAS  
NON-MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS

**LAW LIBRARY FUND** – This fund is used to account for the maintenance and operations of a library open to all residents of the County. Financing is provided by fees collected in connection with court costs.

**JUVENILE DELINQUENCY PREVENTION FUND** – This fund is used to account for fees collected for the prevention of juvenile delinquency and graffiti eradication.

**COURTHOUSE SECURITY FUND** – This fund was created to finance the cost of providing security services for buildings housing a district or county court. It is funded by fees collected on felony or misdemeanor convictions.

**RECORDS MANAGEMENT FUND** – This fund is to be used for the management of the County records and is similar to the Records Preservation Fund.

**COUNTY & DISTRICT COURT TECHNOLOGY FUND** – This fund is used to account for fees paid by defendants in county and district courts to be used to fund costs of education and training regarding technological enhancements and for purchase and maintenance of technological enhancements, including computer systems, networks, hardware, software, imaging systems, electronic kiosks, and docket management systems.

**COURT RECORD PRESERVATION FUND** – This fund is used to account for fees paid in each civil case filed in a county or district court to be used only to digitize court records to preserve them from natural disasters.

**DISTRICT COURT RECORDS TECHNOLOGY FUND** – This fund is used to account for fees paid by defendants in district court to be used to fund costs of education and training regarding technological enhancements and for purchase and maintenance of technological enhancements, including computer systems, networks, hardware, software, imaging systems, electronic kiosks, and docket management systems.

**DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION FUND** – This fund is used to account for the collection of the District Clerk’s statutory document preservation fee and the expenditure of those fees for records management and preservation services.

**RECORDS PRESERVATION FUND** – This fund is to be used for records preservation services performed by the County Clerk after the filing and recording of a document in the records of the office of the clerk.

**RECORD ARCHIVE FEES FUND** – This fund is used to account for the preservation and restoration services of any instrument, document, or paper maintained by the County Clerk. According to statutes governing this fee, “record archive” means public documents filed with the county clerk before January 1, 1990.

**JUSTICE COURT TECHNOLOGY FUND** – This fund was created to finance the purchase of technological enhancements for a justice court. It is funded by fees on misdemeanor convictions.

**VIT INTEREST FUND** – This fund was created to account for interest earned on the County’s vehicle inventory tax escrow account, which is used for the administration of the prepayment procedure.

**ELECTION SERVICES CONTRACT FUND** – This fund is used to account for the revenues and expenditures associated with various contracts with other local governments in which County provides election services.

**FARM TO MARKET AND LATERAL ROAD FUND** – This fund is similar to the Road and Bridge Fund. Primary sources of revenues are ad valorem taxes. These taxes are authorized by the State and allow counties to include in their tax rates ad valorem taxes levied by the State in previous years.

**COMMUNITY SUPERVISION AND CORRECTIONS FUND** – This fund is used to account for the revenues and expenditures generated by the Community Supervision and Correction Department in the supervision and administration of probationers reportable to the 123rd jurisdiction. Financing is provided by probation fees collected by the department and funding by the State of Texas based on probationers' supervision caseloads. Payment of operating expenditures is administered by the County.

PANOLA COUNTY, TEXAS  
NON-MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS

**DRUG COURT GRANT FUND** – This fund is used to account for the revenues and expenditures associated with the Drug Court Program initiated by Panola and Shelby Counties. Financing is provided by federal grant monies and funding from both Panola and Shelby Counties. This program is operated by the 123<sup>rd</sup> Judicial District – Community Supervision and Correction Department.

**JUVENILE PROBATION FUND** – This fund is used to account for the revenues and expenditures associated with the supervision and administration of juvenile probationers reportable in Panola County. Financing is provided by State aid. Fiscal services are provided by the County.

**OLD PROBATION FUND** – This fund represents remaining carryover funds from the old tri-county probation system before the jurisdiction of probation departments in the State were placed under the authority of the Texas Adult Probation Commission. Current revenues are primarily from interest earnings on invested funds. Certain capital outlay expenditures and certain repairs to capital items are not authorized in the adult probation fund. This fund is used to account for these types of expenditures.

**HOT CHECK FEE FUND** – The scope of the District Attorney's responsibilities include the collection of "hot checks" issued to merchants and others in the County. A fee is assessed to the maker of the "hot check." These fees are generally available for use at the discretion of the District Attorney without Commissioners' Court approval.

**SHERIFF'S STATE FORFEITURE FUND** – This fund is used to account for funds allocated by the State from drug money confiscated within County boundaries.

**JAIL COMMISARY FUND** – This fund is used to account for proceeds received from the sale of goods to inmates and expenditures of same.

**DISTRICT ATTORNEY LONGEVITY PAY SUPPLEMENT FUND** – This fund is used to account for funds received from the Criminal Justice Division. These funds are used to supplement the salary of the Assistant District Attorney.

**DISTRICT ATTORNEY FORFEITURE FUND** – This fund is used to account for the funds received after forfeiture proceedings are final involving drug cases where cash or property has been seized. State statutes governing these funds allow the monies to be used for illegal drug investigation matters. The funds do not require approval by the Commissioners' Court. However, the District Attorney is required to submit a budget to the Court before expenditures are made.

**STATE APPORTIONMENT D.A. FUND** – This fund is used to account for revenues and expenditures used for purposes of the Criminal District Attorney's Office. It is used primarily to defray salary expenses of the District Attorney Office employees. Funding is provided by the State of Texas.

**CONSTABLE PCT. 1 & 4 STATE FORFEITURE FUND** – This fund is used to account for state funds received after forfeiture proceedings are final involving cases where cash or property has been seized. State statutes governing these funds allow the monies to be used for investigation matters.

**CONSTABLE PCT. 2 & 3 STATE FORFEITURE FUND** – This fund is used to account for state funds received after forfeiture proceedings are final involving cases where cash or property has been seized. State statutes governing these funds allow the monies to be used for investigation matters.

**CDA FEDERAL FORFEITURE FUND** – This fund is used to account for funds received from the federal government. These funds represent cash seized and forfeited relative to certain drug cases. Federal statutes governing these funds allow the monies to be used for investigation matters.

**CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURE FUND** – This fund is used to account for federal funds received after forfeiture proceedings are final involving cases where cash or property has been seized. Federal statutes governing these funds allow the monies to be used for investigation matters.

**PANOLA COUNTY, TEXAS  
NON-MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS**

**GARY WATER SUPPLY CORPORATION FUND** – This fund is used to account for funds received from the State to be used for a water improvement system. The grant monies were awarded from the Texas Community Development Block Grant Program (TXCDBG).

**SOUTH MURVAUL WATER SUPPLY CORPORATION FUND** – This fund is used to account for funds received from the State to be used to provide first-time water service to 44 households within the South Murvaul Water Supply Corporation service area. The grant monies were awarded from the Texas Community Development Block Grant Program (TXCDBG).

**CHILD PROTECTIVE SERVICES FUND** – This fund is used to account for services which are provided to meet the needs of dependent and neglected children; children with special needs; and children in danger of being judged delinquent. Child Protective Services are governed by the Children’s Services Board, which is funded in part by the County and is dependent upon the County for accomplishment of its purposes.

**HEALTH FUND** – This fund is used only to finance items related to providing health care to County residents, including indigent residents.

**AIRPORT FUND** – This fund is used to account for hangar rentals and miscellaneous upkeep of Sharpe Field, the airport serving Panola County. The Panola County Airport Authority Board serves as an advisory Board and is appointed by the Commissioners’ Court.

**PANOLA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
NON-MAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2015**

	<u>LAW LIBRARY</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>COURT- HOUSE SECURITY</u>	<u>RECORDS MANAGEMENT</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 13,078	\$ 156	\$ 49,029	\$ 47,377
Investments	35,000	-	169,000	123,000
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	133	-	207	227
Inventory	-	-	-	-
<b>Total Assets</b>	<b><u>48,211</u></b>	<b><u>156</u></b>	<b><u>218,236</u></b>	<b><u>170,604</u></b>
<b>LIABILITIES:</b>				
Accounts Payable-Trade	1,236	-	-	-
<b>Total Liabilities</b>	<b><u>1,236</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unearned Revenue	-	-	-	-
Unearned Deferred Revenue	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>FUND BALANCES:</b>				
Nonspendable	-	-	-	-
Restricted	46,975	156	218,236	170,604
<b>Total Fund Balances</b>	<b><u>46,975</u></b>	<b><u>156</u></b>	<b><u>218,236</u></b>	<b><u>170,604</u></b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b><u>\$ 48,211</u></b>	<b><u>\$ 156</u></b>	<b><u>\$ 218,236</u></b>	<b><u>\$ 170,604</u></b>

<b>COUNTY &amp; DISTRICT COURT TECH</b>	<b>COURT RECORD PRESERVATION</b>	<b>DISTRICT COURT RECORDS TECHNOLOGY</b>	<b>DISTRICT CLERK RECORDS MANAGEMENT &amp; PRESERVATION</b>	<b>RECORDS PRESERVATION</b>
\$ 3,908	\$ 18,265	\$ 4,848	\$ 8,083	\$ 157,280
-	-	-	-	339,000
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
13	30	10	15	622
-	-	-	-	-
<b>3,921</b>	<b>18,295</b>	<b>4,858</b>	<b>8,098</b>	<b>496,902</b>
-	-	-	-	2,800
-	-	-	-	2,800
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
3,921	18,295	4,858	8,098	494,102
3,921	18,295	4,858	8,098	494,102
<b>\$ 3,921</b>	<b>\$ 18,295</b>	<b>\$ 4,858</b>	<b>\$ 8,098</b>	<b>\$ 496,902</b>

**PANOLA COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2015**

	RECORDS ARCHIVE FEES	JUSTICE COURT TECHNOLOGY	VIT INTEREST
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 113,846	\$ 15,195	\$ 4,218
Investments	53,000	66,000	-
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	321	56	197
Inventory	-	-	-
	<b>167,167</b>	<b>81,251</b>	<b>4,415</b>
<b>Total Assets</b>	<b>167,167</b>	<b>81,251</b>	<b>4,415</b>
 <b>LIABILITIES:</b>			
Accounts Payable-Trade	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
 <b>DEFERRED INFLOWS OF RESOURCES:</b>			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>
 <b>FUND BALANCES:</b>			
Nonspendable	-	-	-
Restricted	167,167	81,251	4,415
<b>Total Fund Balances</b>	<b>167,167</b>	<b>81,251</b>	<b>4,415</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 167,167</b>	<b>\$ 81,251</b>	<b>\$ 4,415</b>

<u>ELECTION SERVICES CONTRACT</u>	<u>FM &amp; LATERAL</u>	<u>COMMUNITY SUPERVISION AND CORRECTIONS</u>	<u>DRUG COURT GRANT</u>	<u>JUVENILE PROBATION</u>	<u>OLD PROBATION</u>
\$ 20,755	\$ 484,541	\$ 97,496	\$ 69,435	\$ 200,373	\$ -
-	1,896,821	50,000	-	200,000	-
-	76,105	-	-	-	-
-	19,290	-	-	-	-
-	20,927	-	-	-	-
-	1,533	19,967	26,885	336	-
-	-	-	-	-	-
<u>20,755</u>	<u>2,499,217</u>	<u>167,463</u>	<u>96,320</u>	<u>400,709</u>	<u>-</u>
-	3,625	4,496	10,325	11,066	-
-	3,625	4,496	10,325	11,066	-
-	517,748	-	-	-	-
-	95,396	-	-	-	-
-	613,144	-	-	-	-
-	-	-	-	-	-
<u>20,755</u>	<u>1,882,448</u>	<u>162,967</u>	<u>85,995</u>	<u>389,643</u>	<u>-</u>
<u>20,755</u>	<u>1,882,448</u>	<u>162,967</u>	<u>85,995</u>	<u>389,643</u>	<u>-</u>
<u>\$ 20,755</u>	<u>\$ 2,499,217</u>	<u>\$ 167,463</u>	<u>\$ 96,320</u>	<u>\$ 400,709</u>	<u>\$ -</u>

**PANOLA COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2015**

	HOT CHECK FEE	SHERIFF'S STATE FORFEITURE	JAIL COMM	DIST ATTY LONGEVITY PAY SUPPLEMENT
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 35,907	\$ 48,052	\$ 11,081	\$ 343
Investments	-	44,000	-	-
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	499	39	-	-
Inventory	-	-	-	-
<b>Total Assets</b>	<b>36,406</b>	<b>92,091</b>	<b>11,081</b>	<b>343</b>
<b>LIABILITIES:</b>				
Accounts Payable-Trade	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unearned Revenue	-	-	-	-
Unearned Deferred Revenue	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES:</b>				
Nonspendable	-	-	-	-
Restricted	36,406	92,091	11,081	343
<b>Total Fund Balances</b>	<b>36,406</b>	<b>92,091</b>	<b>11,081</b>	<b>343</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 36,406</b>	<b>\$ 92,091</b>	<b>\$ 11,081</b>	<b>\$ 343</b>

<u>D.A.</u> <u>FORFEITURE</u>	<u>STATE</u> <u>APPORTION-</u> <u>MENT - DA</u>	<u>CONSTABLE</u> <u>PCT. 1&amp;4</u> <u>STATE</u> <u>FORFEITURES</u>	<u>CONSTABLE</u> <u>PCT. 2 &amp; 3</u> <u>STATE</u> <u>FORFEITURES</u>	<u>CDA</u> <u>FEDERAL</u> <u>FORFEITURE</u>	<u>CONSTABLE</u> <u>PCT. 2 &amp; 3</u> <u>FEDERAL</u> <u>FORFEITURES</u>
\$ 11,253	\$ 660	\$ 188	\$ 1,006	\$ 56,882	\$ 32
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,253</u>	<u>660</u>	<u>188</u>	<u>1,006</u>	<u>56,882</u>	<u>32</u>
64	-	-	-	-	-
<u>64</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,189</u>	<u>660</u>	<u>188</u>	<u>1,006</u>	<u>56,882</u>	<u>32</u>
<u>11,189</u>	<u>660</u>	<u>188</u>	<u>1,006</u>	<u>56,882</u>	<u>32</u>
<u>\$ 11,253</u>	<u>\$ 660</u>	<u>\$ 188</u>	<u>\$ 1,006</u>	<u>\$ 56,882</u>	<u>\$ 32</u>

**PANOLA COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2015**

	<u>GARY WATER SUPPLY CORPORATION</u>	<u>SOUTH MURVAUL WATER SUPPLY CORPORATION</u>	<u>CHILD PROTECTIVE SERVICES</u>
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ -	\$ -	\$ 39,766
Investments	-	-	60,000
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	-	61,800	2,713
Inventory	-	-	-
<b>Total Assets</b>	<u>-</u>	<u>61,800</u>	<u>102,479</u>
<b>LIABILITIES:</b>			
Accounts Payable-Trade	-	61,800	-
<b>Total Liabilities</b>	<u>-</u>	<u>61,800</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
<b>Total Deferred Inflows of Resources</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES:</b>			
Nonspendable	-	-	-
Restricted	-	-	102,479
<b>Total Fund Balances</b>	<u>-</u>	<u>-</u>	<u>102,479</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ -</u>	<u>\$ 61,800</u>	<u>\$ 102,479</u>

HEALTH FUND	AIRPORT	NON-MAJOR SPECIAL REVENUE FUNDS TOTAL
\$ 345,926	\$ 204,603	\$ 2,063,582
3,179,000	136,000	6,350,821
-	-	76,105
-	-	19,290
-	-	20,927
763,281	695	879,579
-	6,740	6,740
<u>4,288,207</u>	<u>348,038</u>	<u>9,417,044</u>
<u>777,609</u>	-	<u>873,021</u>
<u>777,609</u>	-	<u>873,021</u>
-	-	517,748
-	-	95,396
-	-	613,144
-	6,740	6,740
<u>3,510,598</u>	<u>341,298</u>	<u>7,924,139</u>
<u>3,510,598</u>	<u>348,038</u>	<u>7,930,879</u>
<u>\$ 4,288,207</u>	<u>\$ 348,038</u>	<u>\$ 9,417,044</u>

**PANOLA COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>LAW LIBRARY</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>COURT- HOUSE SECURITY</u>	<u>RECORDS MANAGEMENT</u>
<b>REVENUES</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-	-
Fees of Office	14,742	-	17,963	7,729
Miscellaneous	211	-	1,036	795
<b>TOTAL REVENUES</b>	<u>14,953</u>	<u>-</u>	<u>18,999</u>	<u>8,524</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	-	-	19,693	-
Legal	7,297	-	-	-
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
<b>Capital Outlay</b>				
General Administration	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>7,297</u>	<u>-</u>	<u>19,693</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,656</u>	<u>-</u>	<u>(694)</u>	<u>8,524</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<b>7,656</b>	<b>-</b>	<b>(694)</b>	<b>8,524</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>39,319</u>	<u>156</u>	<u>218,930</u>	<u>162,080</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ 46,975</u>	<u>\$ 156</u>	<u>\$ 218,236</u>	<u>\$ 170,604</u>

(Continued)

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
737	2,622	1,172	1,536	74,178
15	71	18	31	2,210
<u>752</u>	<u>2,693</u>	<u>1,190</u>	<u>1,567</u>	<u>76,388</u>
-	-	-	-	16,800
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	16,800
<u>752</u>	<u>2,693</u>	<u>1,190</u>	<u>1,567</u>	<u>59,588</u>
-	-	-	-	-
-	-	-	-	-
752	2,693	1,190	1,567	59,588
<u>3,169</u>	<u>15,602</u>	<u>3,668</u>	<u>6,531</u>	<u>434,514</u>
<u>\$ 3,921</u>	<u>\$ 18,295</u>	<u>\$ 4,858</u>	<u>\$ 8,098</u>	<u>\$ 494,102</u>

(Continued)

**PANOLA COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>RECORDS ARCHIVE FEES</u>	<u>JUSTICE COURT TECHNOLOGY</u>	<u>VIT INTEREST</u>
<b>REVENUES</b>			
Property Taxes	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-
Fees of Office	65,380	8,344	-
Miscellaneous	606	373	215
<b>TOTAL REVENUES</b>	<u>65,986</u>	<u>8,717</u>	<u>215</u>
<b>EXPENDITURES</b>			
Current			
General Administration	-	5,507	851
Legal	-	-	-
Elections	-	-	-
Public Facilities	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
Health & Paupers Care	-	-	-
Capital Outlay			
General Administration	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>5,507</u>	<u>851</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>65,986</u>	<u>3,210</u>	<u>(636)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<b>65,986</b>	<b>3,210</b>	<b>(636)</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>101,181</u>	<u>78,041</u>	<u>5,051</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ 167,167</u>	<u>\$ 81,251</u>	<u>\$ 4,415</u>

(Continued)

ELECTION SERVICES CONTRACT	FM & LATERAL	COMMUNITY SUPERVISION AND CORRECTIONS	DRUG COURT GRANT	JUVENILE PROBATION	OLD PROBATION
\$ -	\$ 608,887	\$ -	\$ -	\$ -	\$ -
-	-	384,759	92,426	198,191	-
-	-	339,771	4,309	340	-
86	12,140	2,004	293	1,958	41
<u>86</u>	<u>621,027</u>	<u>726,534</u>	<u>97,028</u>	<u>200,489</u>	<u>41</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	880,434	92,735	401,339	11,005
-	480,931	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	480,931	880,434	92,735	401,339	11,005
86	140,096	(153,900)	4,293	(200,850)	(10,964)
-	-	-	-	175,100	-
-	-	-	-	175,100	-
86	140,096	(153,900)	4,293	(25,750)	(10,964)
20,669	1,742,353	316,867	81,702	415,392	10,964
<u>\$ 20,755</u>	<u>\$ 1,882,449</u>	<u>\$ 162,967</u>	<u>\$ 85,995</u>	<u>\$ 389,642</u>	<u>\$ -</u>

(Continued)

**PANOLA COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	<b>HOT CHECK FEE</b>	<b>SHERIFF'S STATE FORFEITURE</b>	<b>JAIL COMM</b>	<b>DIST ATTY LONGEVITY PAY SUPPLEMENT</b>
<b>REVENUES</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-	2,843
Fees of Office	9,543	-	-	-
Miscellaneous	-	10,512	4,062	1
<b>TOTAL REVENUES</b>	<b>9,543</b>	<b>10,512</b>	<b>4,062</b>	<b>2,844</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	-	-	-	-
Legal	8,468	-	-	2,614
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	8,528	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
Capital Outlay	-	-	-	-
General Administration	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>8,468</b>	<b>8,528</b>	<b>-</b>	<b>2,614</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<b>1,075</b>	<b>1,984</b>	<b>4,062</b>	<b>230</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>1,075</b>	<b>1,984</b>	<b>4,062</b>	<b>230</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<b>35,331</b>	<b>90,107</b>	<b>7,019</b>	<b>113</b>
<b>FUND BALANCE-END OF YEAR</b>	<b>\$ 36,406</b>	<b>\$ 92,091</b>	<b>\$ 11,081</b>	<b>\$ 343</b>

(Continued)

D.A. FORFEITURE	STATE APPORTION- MENT - DA	CONSTABLE PCT. 1&4 STATE FORFEITURES	CONSTABLE PCT. 2 & 3 STATE FORFEITURES	CDA FEDERAL FORFEITURE	CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURES
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	27,500	-	-	-	-
-	-	-	-	-	-
10,139	15	1	4	235	-
<u>10,139</u>	<u>27,515</u>	<u>1</u>	<u>4</u>	<u>235</u>	<u>-</u>
-	-	-	-	-	-
1,730	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	27,499	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,730</u>	<u>27,499</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8,409	16	1	4	235	-
<u>8,409</u>	<u>16</u>	<u>1</u>	<u>4</u>	<u>235</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
8,409	16	1	4	235	-
<u>2,780</u>	<u>644</u>	<u>187</u>	<u>1,002</u>	<u>56,647</u>	<u>32</u>
<u>\$ 11,189</u>	<u>\$ 660</u>	<u>\$ 188</u>	<u>\$ 1,006</u>	<u>\$ 56,882</u>	<u>\$ 32</u>

(Continued)

**PANOLA COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	<b>GARY WATER SUPPLY CORPORATION</b>	<b>SOUTH MURVAUL WATER SUPPLY CORPORATION</b>	<b>CHILD PROTECTIVE SERVICES</b>
<b>REVENUES</b>			
Property Taxes	\$ -	\$ -	\$ -
Intergovernmental Receipts	8,700	88,936	2,545
Fees of Office	-	-	-
Miscellaneous	-	-	4,118
<b>TOTAL REVENUES</b>	<b>8,700</b>	<b>88,936</b>	<b>6,663</b>
<b>EXPENDITURES</b>			
<b>Current</b>			
General Administration	-	-	-
Legal	-	-	-
Elections	-	-	-
Public Facilities	8,700	88,936	-
Public Safety	-	-	-
Public Transportation	-	-	-
Health & Paupers Care	-	-	34,805
<b>Capital Outlay</b>			
General Administration	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>8,700</b>	<b>88,936</b>	<b>34,805</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(28,142)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	-	28,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>-</b>	<b>-</b>	<b>28,000</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>(142)</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>102,621</b>
<b>FUND BALANCE-END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 102,479</b>

(Continued)

HEALTH FUND	AIRPORT	NON-MAJOR SPECIAL REVENUE FUNDS TOTAL
\$ -	\$ -	\$ 608,887
12,945	-	818,845
-	-	548,366
2,012,742	67,887	2,131,819
<u>2,025,687</u>	<u>67,887</u>	<u>4,107,917</u>
-	-	42,851
-	-	20,109
-	-	-
-	-	97,636
-	-	1,421,540
-	59,929	540,860
2,011,568	-	2,046,373
-	-	-
-	-	-
-	-	-
<u>2,011,568</u>	<u>59,929</u>	<u>4,169,369</u>
<u>14,119</u>	<u>7,958</u>	<u>(61,452)</u>
<u>-</u>	<u>-</u>	<u>203,100</u>
<u>-</u>	<u>-</u>	<u>203,100</u>
14,119	7,958	141,648
3,496,479	340,080	7,789,231
<u>\$ 3,510,598</u>	<u>\$ 348,038</u>	<u>\$ 7,930,879</u>

(Continued)

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**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**LAW LIBRARY SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Law Library Fees	\$ 14,000	\$ 14,000	\$ 14,742	\$ 742
<b>MISCELLANEOUS</b>				
Interest Earnings	125	125	211	86
<b>Total Revenues</b>	<u>14,125</u>	<u>14,125</u>	<u>14,953</u>	<u>828</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Legal	14,125	14,125	7,297	6,828
<b>Total Expenditures</b>	<u>14,125</u>	<u>14,125</u>	<u>7,297</u>	<u>6,828</u>
<b>Net Change in Fund Balances</b>	-	-	7,656	7,656
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>39,319</u>	<u>39,319</u>	<u>39,319</u>	-
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 39,319</u>	<u>\$ 39,319</u>	<u>\$ 46,975</u>	<u>\$ 7,656</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**COUNTY JUVENILE DELINQUENCY PREVENTION SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Law Library Fees	\$ -	\$ -	\$ -	\$ -
<b>MISCELLANEOUS</b>				
Interest Earnings	<u>1</u>	<u>1</u>	-	<u>(1)</u>
<b>Total Revenues</b>	<u>1</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Legal	<u>1</u>	<u>1</u>	-	<u>1</u>
<b>Total Expenditures</b>	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>156</u>	<u>156</u>	<u>156</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 156</u>	<u>\$ 156</u>	<u>\$ 156</u>	<u>\$ -</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**COURTHOUSE SECURITY SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 1,000	\$ 1,500	\$ 1,511	\$ 11
County Clerk Fees	10,000	8,100	8,105	5
JP Offices	10,000	8,346	8,347	1
<b>Total Fees of Office</b>	<b>21,000</b>	<b>17,946</b>	<b>17,963</b>	<b>17</b>
<b>MISCELLANEOUS</b>				
Interest Earnings	814	1,004	1,036	32
<b>Total Revenues</b>	<b>21,814</b>	<b>18,950</b>	<b>18,999</b>	<b>49</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Baliff and Security	15,138	13,738	13,708	30
Social Security Taxes	1,159	1,043	1,041	2
Retirement & Death Benefits	3,637	3,293	3,293	-
Workers Compensation	317	278	278	-
Unemployment Insurance	80	31	30	1
Other Post Employment	1,483	1,344	1,343	1
<b>Total Expenditures</b>	<b>21,814</b>	<b>19,727</b>	<b>19,693</b>	<b>34</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>(777)</b>	<b>(694)</b>	<b>83</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>218,930</b>	<b>218,930</b>	<b>218,930</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 218,930</b>	<b>\$ 218,153</b>	<b>\$ 218,236</b>	<b>\$ 83</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**RECORDS MANAGEMENT SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 2,888	\$ 2,838	\$ 2,841	\$ 3
County Clerk Fees	5,189	4,879	4,888	9
<b>Total Fees of Office</b>	<u>8,077</u>	<u>7,717</u>	<u>7,729</u>	<u>12</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	570	770	795	25
<b>Total Revenues</b>	<u>8,647</u>	<u>8,487</u>	<u>8,524</u>	<u>37</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Seasonal Help	-	-	-	-
Retirement	-	-	-	-
Social Security Taxes	-	-	-	-
Workers Compensation	-	-	-	-
Unemployment Insurance	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>8,647</u>	<u>8,487</u>	<u>8,524</u>	<u>37</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>162,080</u>	<u>162,080</u>	<u>162,080</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 170,727</u>	<u>\$ 170,567</u>	<u>\$ 170,604</u>	<u>\$ 37</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**COUNTY & DISTRICT COURT TECH SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 50	\$ 50	\$ 153	\$ 103
County Clerk Fees	100	100	584	484
Total Fees of Office	<u>150</u>	<u>150</u>	<u>737</u>	<u>587</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	1	1	15	14
Total Revenues	<u>151</u>	<u>151</u>	<u>752</u>	<u>601</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
General Administration	151	151	-	151
Total Expenditures	<u>151</u>	<u>151</u>	<u>-</u>	<u>151</u>
Net Change in Fund Balances	-	-	752	752
FUND BALANCE, BEGINNING OF YEAR	<u>3,169</u>	<u>3,169</u>	<u>3,169</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 3,169</u>	<u>\$ 3,169</u>	<u>\$ 3,921</u>	<u>\$ 752</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**COURT RECORD PRESERVATION SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 1,790	\$ 1,790	\$ 2,622	\$ 832
Total Fees of Office	<u>1,790</u>	<u>1,790</u>	<u>2,622</u>	<u>832</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	10	10	71	61
Total Revenues	<u>1,800</u>	<u>1,800</u>	<u>2,693</u>	<u>893</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
General Administration	1,800	1,800	-	1,800
Total Expenditures	<u>1,800</u>	<u>1,800</u>	<u>-</u>	<u>1,800</u>
Net Change in Fund Balances	-	-	2,693	2,693
FUND BALANCE, BEGINNING OF YEAR	<u>15,602</u>	<u>15,602</u>	<u>15,602</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 15,602</u>	<u>\$ 15,602</u>	<u>\$ 18,295</u>	<u>\$ 2,693</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DISTRICT COURT RECORDS TECHNOLOGY SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 600	\$ 600	\$ 1,172	\$ 572
Total Fees of Office	<u>600</u>	<u>600</u>	<u>1,172</u>	<u>572</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	18	18
Total Revenues	<u>600</u>	<u>600</u>	<u>1,190</u>	<u>590</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
General Administration	600	600	-	600
Total Expenditures	<u>600</u>	<u>600</u>	<u>-</u>	<u>600</u>
Net Change in Fund Balances	-	-	1,190	1,190
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>3,668</u>	<u>3,668</u>	<u>3,668</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 3,668</u>	<u>\$ 3,668</u>	<u>\$ 4,858</u>	<u>\$ 1,190</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 600	\$ 600	\$ 1,536	\$ 936
Total Fees of Office	<u>600</u>	<u>600</u>	<u>1,536</u>	<u>936</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	31	31
Total Revenues	<u>600</u>	<u>600</u>	<u>1,567</u>	<u>967</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
General Administration	600	600	-	600
Total Expenditures	<u>600</u>	<u>600</u>	<u>-</u>	<u>600</u>
Net Change in Fund Balances	-	-	1,567	1,567
FUND BALANCE, BEGINNING OF YEAR	<u>6,531</u>	<u>6,531</u>	<u>6,531</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 6,531</u>	<u>\$ 6,531</u>	<u>\$ 8,098</u>	<u>\$ 1,567</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**RECORDS PRESERVATION SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
County Clerks Fees	\$ 35,324	\$ 35,324	\$ 74,178	\$ 38,854
Total Fees of Office	<u>35,324</u>	<u>35,324</u>	<u>74,178</u>	<u>38,854</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	1,323	1,323	2,210	887
Total Revenues	<u>36,647</u>	<u>36,647</u>	<u>76,388</u>	<u>39,741</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Seasonal Help	7,966	7,966	-	7,966
Social Security Taxes	610	610	-	610
Retirement	-	-	-	-
Workers Compensation	40	40	-	40
Unemployment Insurance	31	31	-	31
Rentals, Microfilm	24,400	24,400	16,800	7,600
Internet Download	3,600	3,600	-	3,600
Total Expenditures	<u>36,647</u>	<u>36,647</u>	<u>16,800</u>	<u>19,847</u>
Net Change in Fund Balances	-	-	59,588	59,588
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>434,514</u>	<u>434,514</u>	<u>434,514</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 434,514</u>	<u>\$ 434,514</u>	<u>\$ 494,102</u>	<u>\$ 59,588</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**RECORDS ARCHIVE FEES SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
County Clerk Fees	\$ 29,800	\$ 29,800	\$ 65,380	\$ 35,580
Total Fees of Office	<u>29,800</u>	<u>29,800</u>	<u>65,380</u>	<u>35,580</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	200	200	606	406
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>65,986</u>	<u>35,986</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Digitizing	30,000	30,000	-	30,000
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Net Change in Fund Balances	-	-	65,986	65,986
FUND BALANCE, BEGINNING OF YEAR	<u>101,181</u>	<u>101,181</u>	<u>101,181</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 101,181</u>	<u>\$ 101,181</u>	<u>\$ 167,167</u>	<u>\$ 65,986</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**JUSTICE COURT TECHNOLOGY SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
JP Offices	\$ 9,708	\$ 8,338	\$ 8,344	\$ 6
Total Fees of Office	<u>9,708</u>	<u>8,338</u>	<u>8,344</u>	<u>6</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	<u>292</u>	<u>292</u>	<u>373</u>	<u>81</u>
Total Revenues	<u>10,000</u>	<u>8,630</u>	<u>8,717</u>	<u>87</u>
<b>EXPENDITURES</b>				
Current:				
General Administration:				
Professional Services	5,000	4,630	4,000	630
Supplies	<u>5,000</u>	<u>4,000</u>	<u>1,507</u>	<u>2,493</u>
Total Expenditures	<u>10,000</u>	<u>8,630</u>	<u>5,507</u>	<u>3,123</u>
Net Change in Fund Balances	-	-	3,210	3,210
FUND BALANCE, BEGINNING OF YEAR	<u>78,041</u>	<u>78,041</u>	<u>78,041</u>	-
FUND BALANCE, END OF YEAR	<u>\$ 78,041</u>	<u>\$ 78,041</u>	<u>\$ 81,251</u>	<u>\$ 3,210</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**VIT INTEREST SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
Miscellaneous Revenue:				
Interest Earnings	\$ -	\$ -	\$ 215	\$ 215
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>215</b>	<b>215</b>
<b>EXPENDITURES</b>				
Current:				
Deputy Supplement	-	606	605	1
Social Security Taxes	-	47	41	6
Retirement	-	146	145	1
Workers Compensation	-	10	-	10
Unemployment Insurance	-	4	1	3
Other Post Employment	-	60	59	1
<b>Total Expenditures</b>	<b>-</b>	<b>873</b>	<b>851</b>	<b>22</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>(873)</b>	<b>(636)</b>	<b>237</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>5,051</b>	<b>5,051</b>	<b>5,051</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 5,051</b>	<b>\$ 4,178</b>	<b>\$ 4,415</b>	<b>\$ 237</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**ELECTION SERVICES CONTRACT SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Election Services	\$ -	\$ -	\$ -	\$ -
Total Fees of Office	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	\$ -	\$ -	\$ 86	\$ 86
Total Revenues	<u>-</u>	<u>-</u>	<u>86</u>	<u>86</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Elections	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	86	86
FUND BALANCE, BEGINNING OF YEAR	<u>20,669</u>	<u>20,669</u>	<u>20,669</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 20,669</u></u>	<u><u>\$ 20,669</u></u>	<u><u>\$ 20,755</u></u>	<u><u>\$ 86</u></u>

PANOLA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
FARM TO MARKET AND LATERAL ROAD SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>PROPERTY TAXES</b>				
Current	\$ 565,106	\$ 565,106	\$ 593,612	\$ 28,506
Delinquent	10,081	10,081	15,275	5,194
<b>Total Property Taxes</b>	<b>575,187</b>	<b>575,187</b>	<b>608,887</b>	<b>33,700</b>
<b>MISCELLANEOUS</b>				
Interest Earned	5,506	5,506	10,039	4,533
Miscellaneous	-	351	2,101	1,750
<b>Total Miscellaneous</b>	<b>5,506</b>	<b>5,857</b>	<b>12,140</b>	<b>6,283</b>
<b>Total Revenues</b>	<b>580,693</b>	<b>581,044</b>	<b>621,027</b>	<b>39,983</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Transportation</b>				
Salaries - Road and Bridge Department	115,781	115,781	82,273	33,508
Benefits Termination	1,522	1,522	-	1,522
Social Security Taxes	8,974	8,974	6,140	2,834
Group Insurance	23,000	23,000	22,692	308
Retirement and Death Benefits	28,177	28,177	19,762	8,415
Other Post Employment	11,484	11,484	8,053	3,431
Retiree Medical Insurance Trust	14,604	14,604	14,604	-
Workers Compensation	7,000	7,000	1,816	5,184
Optional Retirement	29,961	29,961	29,961	-
Unemployment Insurance	1,368	1,368	189	1,179
Repair and Maintenance	31,627	31,978	26,818	5,160
Parts and Repairs	20,000	20,000	15,293	4,707
Contingency	14,145	3,056	-	3,056
Conferences and Dues	900	900	-	900
Utilities	15,000	21,500	19,164	2,336
Contractor Service	8,000	8,000	6,165	1,835
Physicals and Drug	3,500	3,500	1,292	2,208
Rentals and Leases	5,000	5,000	4,038	962
Beaver Control	32,400	32,400	32,400	-
Liability and Other Insurance	190,000	190,000	180,756	9,244
Miscellaneous	1,250	3,388	2,913	475
Furniture and Equipment	1,000	5,451	5,445	6
<b>Capital Outlay:</b>				
Public Transportation	16,000	14,000	1,158	12,842
<b>Total Expenditures</b>	<b>580,693</b>	<b>581,044</b>	<b>480,932</b>	<b>100,112</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>140,095</b>	<b>140,095</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>1,742,353</b>	<b>1,742,353</b>	<b>1,742,353</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 1,742,353</b>	<b>\$ 1,742,353</b>	<b>\$ 1,882,448</b>	<b>\$ 140,095</b>

PANOLA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
COMMUNITY SUPERVISION AND CORRECTION DEPARTMENT SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Aid	\$ 243,592	\$ 243,592	\$ 243,592	\$ -
C.S.R. Coordinator	34,040	34,040	34,040	-
CSCD Sex Offender	10,480	10,480	10,480	-
Indirect Services	50,028	50,028	50,028	-
Specialized Caseload-Sex Offender	46,619	46,619	46,619	-
<b>Total Intergovernmental Receipts</b>	<b>384,759</b>	<b>384,759</b>	<b>384,759</b>	<b>-</b>
<b>FEEES OF OFFICE</b>				
Probation Fees	339,771	339,771	339,771	-
<b>Total Fees of Office</b>	<b>339,771</b>	<b>339,771</b>	<b>339,771</b>	<b>-</b>
<b>MISCELLANEOUS</b>				
Interest Earned	1,300	1,300	1,300	-
Miscellaneous	704	704	704	-
<b>Total Miscellaneous</b>	<b>2,004</b>	<b>2,004</b>	<b>2,004</b>	<b>-</b>
<b>Total Revenues</b>	<b>726,534</b>	<b>726,534</b>	<b>726,534</b>	<b>-</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Supervision	732,195	732,195	732,195	-
Civil Supervision	-	-	-	-
C.S.R. Coordination	38,916	38,916	38,916	-
Indirect Services	50,381	50,381	50,381	-
Specialized Caseload	47,664	47,664	47,664	-
CSCD Sex Offender	11,278	11,278	11,278	-
<b>Total Expenditures</b>	<b>880,434</b>	<b>880,434</b>	<b>880,434</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(153,900)</b>	<b>(153,900)</b>	<b>(153,900)</b>	<b>-</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>316,867</b>	<b>316,867</b>	<b>316,867</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 162,967</b>	<b>\$ 162,967</b>	<b>\$ 162,967</b>	<b>\$ -</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**DRUG COURT GRANT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Aid	\$ 92,426	\$ 92,426	\$ 92,426	\$ -
Total Intergovernmental Receipts	<u>92,426</u>	<u>92,426</u>	<u>92,426</u>	<u>-</u>
<b>FEEs OF OFFICE</b>				
Drug Court Fees	4,309	4,309	4,309	-
Total Fees of Office	<u>4,309</u>	<u>4,309</u>	<u>4,309</u>	<u>-</u>
<b>MISCELLANEOUS</b>				
Interest Earned	293	293	293	-
Total Miscellaneous	<u>293</u>	<u>293</u>	<u>293</u>	<u>-</u>
Total Revenues	<u>97,028</u>	<u>97,028</u>	<u>97,028</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Salaries - Officers	31,971	31,971	31,971	-
Social Security	2,611	2,611	2,611	-
Group Medical Insurance	9,141	9,141	9,141	-
Retirement	8,879	8,879	8,879	-
Unemployment Insurance	85	85	85	-
Workers Compensation	678	678	678	-
Prosecutor	4,995	4,995	4,995	-
Contractual & Professional Services	33,790	33,790	33,790	-
U/A Supplies	585	585	585	-
Total Expenditures	<u>92,735</u>	<u>92,735</u>	<u>92,735</u>	<u>-</u>
Net Change in Fund Balances	4,293	4,293	4,293	-
FUND BALANCE, BEGINNING OF YEAR	<u>81,702</u>	<u>81,702</u>	<u>81,702</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 85,995</u>	<u>\$ 85,995</u>	<u>\$ 85,995</u>	<u>\$ -</u>

PANOLA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
JUVENILE PROBATION SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS:</b>				
C.C.A.P. Program Funding	\$ 173,333	\$ 173,333	\$ 173,333	\$ -
Commitment Reduction Program	11,463	11,463	11,463	-
Mental Health Services	13,395	13,395	13,395	-
Federal Title IV-E Funding	-	-	-	-
<b>Total Intergovernmental Receipts</b>	<b>198,191</b>	<b>198,191</b>	<b>198,191</b>	<b>-</b>
<b>FEES OF OFFICE</b>				
Probation Fees	340	340	340	-
<b>Total Fees of Office</b>	<b>340</b>	<b>340</b>	<b>340</b>	<b>-</b>
<b>MISCELLANEOUS</b>				
Interest Earned	1,958	1,958	1,958	-
<b>Total Miscellaneous</b>	<b>1,958</b>	<b>1,958</b>	<b>1,958</b>	<b>-</b>
<b>Total Revenues</b>	<b>200,489</b>	<b>200,489</b>	<b>200,489</b>	<b>-</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Local Match Expenditures	174,622	174,622	174,622	-
TJPC/A	203,910	203,910	203,910	-
Federal Title IV-E Funding	9,183	9,183	9,183	-
Mental Health Services	4,980	4,980	4,980	-
Commitment Reduction Program	8,643	8,643	8,643	-
<b>Total Expenditures</b>	<b>401,338</b>	<b>401,338</b>	<b>401,338</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(200,849)	(200,849)	(200,849)	-
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	175,100	175,100	175,100	-
<b>Total Other Financing Sources (Uses)</b>	<b>175,100</b>	<b>175,100</b>	<b>175,100</b>	<b>-</b>
Net Change in Fund Balances	(25,749)	(25,749)	(25,749)	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>415,392</b>	<b>415,392</b>	<b>415,392</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 389,643</b>	<b>\$ 389,643</b>	<b>\$ 389,643</b>	<b>\$ -</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**OLD PROBATION SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ 41	\$ 41	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>41</u>	<u>41</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Miscellaneous	10,960	11,006	11,005	1
<b>Total Expenditures</b>	<u>10,960</u>	<u>11,006</u>	<u>11,005</u>	<u>1</u>
<b>Net Change in Fund Balances</b>	(10,960)	(10,965)	(10,964)	1
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>10,964</u>	<u>10,964</u>	<u>10,964</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 4</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**HOT CHECK FEE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Hot Check Fees	\$ 6,950	\$ 8,510	\$ 9,543	\$ 1,033
Total Fees of Office	<u>6,950</u>	<u>8,510</u>	<u>9,543</u>	<u>1,033</u>
<b>Total Revenues</b>	<u>6,950</u>	<u>8,510</u>	<u>9,543</u>	<u>1,033</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Legal:</b>				
Appointed Official	-	1,560	1,519	41
Secretaries	5,722	5,722	5,721	1
Social Security Taxes	223	223	223	-
Group Medical & Life Insurance	-	-	-	-
Retirement	698	698	698	-
Workers Compensation	13	13	13	-
Unemployment Insurance	9	9	9	-
Other Post Employment	285	285	285	-
Professional Liability Insurance	-	-	-	-
Cellular Phone	-	-	-	-
Miscellaneous	-	-	-	-
Total Hot Check Fee	<u>6,950</u>	<u>8,510</u>	<u>8,468</u>	<u>42</u>
Net Change in Fund Balances	-	-	1,075	1,075
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>35,331</u>	<u>35,331</u>	<u>35,331</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 35,331</u>	<u>\$ 35,331</u>	<u>\$ 36,406</u>	<u>\$ 1,075</u>

PANOLA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP) BASIS AND ACTUAL  
SHERIFF'S STATE FORFEITURE SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Forfeitures/Auction & Seizure	\$ -	\$ -	\$ 10,114	\$ 10,114
Interest Earnings	-	-	398	398
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>10,512</b>	<b>10,512</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Deputies and Patrol	-	-	-	-
Secretaries	1,859	1,859	1,859	-
Jail Administrator	-	-	-	-
Social Security Taxes	143	143	130	13
Group Medical & Life Benefits	-	-	-	-
Retirement & Death Benefits	447	447	446	1
Workers Compensation	25	25	5	20
Unemployment Insurance	10	10	4	6
Other Post Employment Benefits	182	182	182	-
Ammunition for Department	5,000	5,000	4,902	98
Conferences and Dues	-	-	-	-
Supplies and Equipment	1,000	1,000	-	1,000
Uniforms	4,000	4,000	-	4,000
Criminal Investigation	5,000	5,000	1,000	4,000
K/9 Drug Dog	-	-	-	-
<b>Capital Outlay:</b>				
Public Safety	25,000	25,000	-	25,000
<b>Total Expenditures</b>	<b>42,666</b>	<b>42,666</b>	<b>8,528</b>	<b>9,138</b>
<b>Net Change in Fund Balances</b>	<b>(42,666)</b>	<b>(42,666)</b>	<b>1,984</b>	<b>44,650</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>90,107</b>	<b>90,107</b>	<b>90,107</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 47,441</b>	<b>\$ 47,441</b>	<b>\$ 92,091</b>	<b>\$ 44,650</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**JAIL COMMISSARY SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Commissary Profits	\$ -	\$ -	\$ 4,021	\$ 4,021
Interest Earnings	-	-	41	41
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>4,062</u>	<u>4,062</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
Public Safety	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	-	-	4,062	4,062
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>7,019</u>	<u>7,019</u>	<u>7,019</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u><u>\$ 7,019</u></u>	<u><u>\$ 7,019</u></u>	<u><u>\$ 11,081</u></u>	<u><u>\$ 4,062</u></u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DISTRICT ATTORNEY LONGEVITY PAY SUPPLEMENT SPECIAL REVNUVE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Longevity Funds	\$ 6,480	\$ 2,843	\$ 2,843	\$ -
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	1	1
<b>Total Revenues</b>	<b>6,480</b>	<b>2,843</b>	<b>2,844</b>	<b>1</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
Legal	6,480	2,843	2,614	229
<b>Total Expenditures</b>	<b>6,480</b>	<b>2,843</b>	<b>2,614</b>	<b>229</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>230</b>	<b>230</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>113</b>	<b>113</b>	<b>113</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 113</b>	<b>\$ 113</b>	<b>\$ 343</b>	<b>\$ 230</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DISTRICT ATTORNEY FORFEITURE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Forfeitures	\$ -	\$ -	\$ 10,114	\$ 10,114
Interest Earnings	-	-	25	25
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>10,139</u>	<u>10,139</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Legal:</b>				
Appointed Official	-	-	-	-
Court Coordinator and Spec.	-	-	-	-
Social Security Taxes	-	-	-	-
Group Insurance	-	-	-	-
Retirement	-	-	-	-
Workers Compensation	-	-	-	-
Unemployment Insurance	-	-	-	-
Other Post Employment	-	-	-	-
Parts, Repairs & Gas	-	-	-	-
Office Supplies	-	-	-	-
Advertising and Publications	500	500	-	500
Cellular Phone	1,200	1,200	778	422
Miscellaneous	2,000	2,000	952	1,048
<b>Total Expenditures</b>	<u>3,700</u>	<u>3,700</u>	<u>1,730</u>	<u>1,970</u>
<b>Net Change in Fund Balances</b>	(3,700)	(3,700)	8,409	12,109
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>2,780</u>	<u>2,780</u>	<u>2,780</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ (920)</u>	<u>\$ (920)</u>	<u>\$ 11,189</u>	<u>\$ 12,109</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**STATE APPORTIONMENT - DISTRICT ATTORNEY SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Comptroller Payments	\$ 27,499	\$ 27,499	\$ 27,500	\$ 1
<b>Total Intergovernmental Receipts</b>	<b>27,499</b>	<b>27,499</b>	<b>27,500</b>	<b>1</b>
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	15	15
<b>Total Revenues</b>	<b>27,499</b>	<b>27,499</b>	<b>27,515</b>	<b>16</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
<b>Public Safety:</b>				
Appointed Official	6,600	6,600	6,600	-
Administrative Assistant	4,636	4,636	4,636	-
Secretaries	4,866	4,866	4,866	-
Court Coordinator & Specialist	11,387	11,387	11,387	-
Social Security Taxes	10	10	10	-
<b>Total Expenditures</b>	<b>27,499</b>	<b>27,489</b>	<b>27,499</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>10</b>	<b>16</b>	<b>16</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>644</b>	<b>644</b>	<b>644</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 644</b>	<b>\$ 654</b>	<b>\$ 660</b>	<b>\$ 6</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**CONSTABLE PCT. 1 & 4 STATE FORFEITURE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ 1	\$ 1
Total Miscellaneous Receipts	-	-	1	1
<b>Total Revenues</b>	-	-	1	1
<b>EXPENDITURES</b>				
<b>Current</b>				
Public Safety				
Furniture & Equipment	-	-	-	-
Total Expenditures	-	-	-	-
<b>Net Change in Fund Balances</b>	-	-	1	1
<b>FUND BALANCE, BEGINNING OF YEAR</b>	187	187	187	-
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 187</u>	<u>\$ 187</u>	<u>\$ 188</u>	<u>\$ 1</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**CONSTABLE PCT. 2 & 3 STATE FORFEITURE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ 4	\$ 4
Total Miscellaneous Receipts	-	-	4	-
<b>Total Revenues</b>	-	-	4	-
<b>EXPENDITURES</b>				
<b>Current</b>				
Public Safety				
Uniforms	-	-	-	-
Total Expenditures	-	-	-	-
<b>Net Change in Fund Balances</b>	-	-	4	4
<b>FUND BALANCE, BEGINNING OF YEAR</b>	997	997	1,002	5
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 997</u>	<u>\$ 997</u>	<u>\$ 1,006</u>	<u>\$ 9</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**CDA FEDERAL FORFEITURE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ 235	\$ 235
Total Miscellaneous Receipts	-	-	235	235
<b>Total Revenues</b>	-	-	235	235
<b>EXPENDITURES</b>				
Capital Outlay				
Legal	10,000	10,000	-	10,000
Total Expenditures	10,000	10,000	-	10,000
<b>Net Change in Fund Balances</b>	(10,000)	(10,000)	235	10,235
<b>FUND BALANCE, BEGINNING OF YEAR</b>	56,647	56,647	56,647	-
<b>FUND BALANCE, END OF YEAR</b>	\$ 46,647	\$ 46,647	\$ 56,882	\$ 10,235

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ -	\$ -
Total Miscellaneous Receipts	-	-	-	-
<b>Total Revenues</b>	-	-	-	-
<b>EXPENDITURES</b>				
<b>Current</b>				
Public Safety				
Uniforms	-	-	-	-
Total Expenditures	-	-	-	-
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	32	32	32	-
<b>FUND BALANCE, END OF YEAR</b>	\$ 32	\$ 32	\$ 32	\$ -

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**GARY WATER SUPPLY CORPORATION GRANT SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal Receipts	\$ -	\$ 8,700	\$ 8,700	\$ -
Total Intergovernmental Receipts	-	8,700	8,700	-
<b>Total Revenues</b>	-	8,700	8,700	-
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Facilities	-	8,700	8,700	-
Total Expenditures	-	8,700	8,700	-
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	-	-	-	-
<b>FUND BALANCE, END OF YEAR</b>	\$ -	\$ -	\$ -	\$ -

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**SOUTH MURVAUL WATER SUPPLY CORPORATION GRANT SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal Receipts	\$ -	\$ 88,936	\$ 88,936	\$ -
Total Intergovernmental Receipts	-	88,936	88,936	-
<b>Total Revenues</b>	-	88,936	88,936	-
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Facilities	-	88,936	88,936	-
Total Expenditures	-	88,936	88,936	-
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	-	-	-	-
<b>FUND BALANCE, END OF YEAR</b>	\$ -	\$ -	\$ -	\$ -

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**CHILD PROTECTIVE SERVICES SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal receipts	\$ -	\$ -	\$ 2,545	\$ 2,545
Total Intergovernmental Receipts	-	-	2,545	2,545
<b>MISCELLANEOUS</b>				
Interest Earned	-	-	443	443
Donations	-	-	3,675	3,675
Total Miscellaneous Receipts	-	-	4,118	4,118
Total Revenues	-	-	6,663	6,663
<b>EXPENDITURES</b>				
<b>Current</b>				
Health & Paupers Care	28,000	28,000	34,805	(6,805)
Total Expenditures	28,000	28,000	34,805	(6,805)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,000)	(28,000)	(28,142)	(142)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	28,000	28,000	28,000	-
Total Other Financing Sources (Uses)	28,000	28,000	28,000	-
Net Change in Fund Balances	-	-	(142)	(142)
FUND BALANCE, BEGINNING OF YEAR	102,621	102,621	102,621	-
FUND BALANCE, END OF YEAR	\$ 102,621	\$ 102,621	\$ 102,479	\$ (142)

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**HEALTH CARE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Tobacco Settlement	\$ 20,000	\$ 12,900	\$ 12,945	\$ 45
Total Intergovernmental Receipts	<u>20,000</u>	<u>12,900</u>	<u>12,945</u>	<u>45</u>
<b>MISCELLANEOUS</b>				
Hospital Lease	1,200,000	1,995,285	1,995,286	1
Miscellaneous	-	-	-	-
Interest Earnings	20,000	17,453	17,456	3
Total Miscellaneous Revenue	<u>1,220,000</u>	<u>2,012,738</u>	<u>2,012,742</u>	<u>4</u>
Total Revenues	<u>1,240,000</u>	<u>2,025,638</u>	<u>2,025,687</u>	<u>49</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
Health & Paupers Care	1,240,000	2,025,638	2,011,568	14,070
Total Expenditures	<u>1,240,000</u>	<u>2,025,638</u>	<u>2,011,568</u>	<u>14,070</u>
Net Change in Fund Balances	-	-	14,119	14,119
FUND BALANCE, BEGINNING OF YEAR	<u>3,496,479</u>	<u>3,496,479</u>	<u>3,496,479</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 3,496,479</u>	<u>\$ 3,496,479</u>	<u>\$ 3,510,598</u>	<u>\$ 14,119</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**AIRPORT SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Miscellaneous	\$ 154,100	\$ 66,400	\$ 66,432	\$ 32
Interest Earned	900	900	1,455	555
<b>Total Revenues</b>	<u>155,000</u>	<u>67,300</u>	<u>67,887</u>	<u>587</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
Public Transportation	282,000	194,300	59,929	134,371
<b>Total Expenditures</b>	<u>282,000</u>	<u>194,300</u>	<u>59,929</u>	<u>134,371</u>
<b>Net Change in Fund Balances</b>	(127,000)	(127,000)	7,958	134,958
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>340,080</u>	<u>340,080</u>	<u>340,080</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 213,080</u>	<u>\$ 213,080</u>	<u>\$ 348,038</u>	<u>\$ 134,958</u>

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## CAPITAL PROJECT FUNDS

**1971 ROAD BOND FUND**– This fund is used to account for funds remaining from bonds that were issued in 1971 and have been retired. Remaining funds represent the excess of bond proceeds and accumulated earnings on investments over debt retirement and expenditures. The remaining funds are used primarily for right of way purchases and utility adjustments.

**PERMANENT IMPROVEMENT FUND** - Currently, this fund is used to account for grants from the State and Federal Aviation Administration to be used for capital outlay expenditures of the County's airport.

**JAIL IMPROVEMENT FUND** - This fund is used to account for funds that are available for future improvements to the County Jail.

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**PANOLA COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**DECEMBER 31, 2015**

	<u>ROAD BOND</u> <u>1971</u>	<u>PERMANENT</u> <u>IMPROVEMENT</u>	<u>JAIL</u> <u>IMPROVEMENT</u>	<u>NON-MAJOR</u> <u>CAPITAL</u> <u>PROJECTS</u> <u>FUNDS</u> <u>TOTAL</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 63,708	\$ 51,600	\$ 55,622	\$ 170,930
Investments	217,000	169,000	158,000	544,000
Receivables (net of allowance for uncollectibles)				
Miscellaneous	179	142	131	452
<b>Total Assets</b>	<u><u>\$ 280,887</u></u>	<u><u>\$ 220,742</u></u>	<u><u>\$ 213,753</u></u>	<u><u>\$ 715,382</u></u>
<b>LIABILITIES:</b>				
Accounts Payable-Trade	-	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES:</b>				
Committed	280,887	220,742	213,753	715,382
<b>Total Fund Balances</b>	<u>280,887</u>	<u>220,742</u>	<u>213,753</u>	<u>715,382</u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 280,887</u></u>	<u><u>\$ 220,742</u></u>	<u><u>\$ 213,753</u></u>	<u><u>\$ 715,382</u></u>

**PANOLA COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	ROAD BOND 1971	PERMANENT IMPROVEMENT	JAIL IMPROVEMENT	NON-MAJOR CAPITAL PROJECTS FUNDS TOTAL
<b>REVENUES</b>				
Miscellaneous	\$ 1,356	\$ 1,068	\$ 1,028	\$ 3,452
<b>TOTAL REVENUES</b>	<u>1,356</u>	<u>1,068</u>	<u>1,028</u>	<u>3,452</u>
<b>EXPENDITURES</b>				
Capital Outlay				
Recreation	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues</b>				
Over (Under) Expenditures	<u>1,356</u>	<u>1,068</u>	<u>1,028</u>	<u>3,452</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	1,356	1,068	1,028	3,452
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>279,531</u>	<u>219,674</u>	<u>212,726</u>	<u>711,931</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ 280,887</u>	<u>\$ 220,742</u>	<u>\$ 213,754</u>	<u>\$ 715,383</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**1971 ROAD BOND CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 1,250	\$ 1,250	\$ 1,357	\$ 107
<b>Total Revenues</b>	<u>1,250</u>	<u>1,250</u>	<u>1,357</u>	<u>107</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Transportation	1,250	1,250	-	1,250
<b>Total Expenditures</b>	<u>1,250</u>	<u>1,250</u>	<u>-</u>	<u>1,250</u>
 Net Change in Fund Balances	-	-	1,357	1,357
 FUND BALANCE, BEGINNING OF YEAR	<u>279,531</u>	<u>279,531</u>	<u>279,531</u>	<u>-</u>
 FUND BALANCE, END OF YEAR	<u>\$ 279,531</u>	<u>\$ 279,531</u>	<u>\$ 280,888</u>	<u>\$ 1,357</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**PERMANENT IMPROVEMENT CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 1,000	\$ 1,000	\$ 1,068	\$ 68
<b>Total Miscellaneous Revenues</b>	<u>1,000</u>	<u>1,000</u>	<u>1,068</u>	<u>68</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
General Administration	1,000	1,000	-	1,000
<b>Total Expenditures</b>	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
 Net Change in Fund Balances	 -	 -	 1,068	 1,068
 FUND BALANCE, BEGINNING OF YEAR	 <u>219,674</u>	 <u>219,674</u>	 <u>219,674</u>	 <u>-</u>
 FUND BALANCE, END OF YEAR	 <u>\$ 219,674</u>	 <u>\$ 219,674</u>	 <u>\$ 220,742</u>	 <u>\$ 1,068</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**JAIL IMPROVEMENT CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 900	\$ 900	\$ 1,027	\$ 127
<b>Total Miscellaneous Revenues</b>	<u>900</u>	<u>900</u>	<u>1,027</u>	<u>127</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
Public Safety	900	900	-	900
<b>Total Expenditures</b>	<u>900</u>	<u>900</u>	<u>-</u>	<u>900</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>1,027</u>	<u>1,027</u>
<b>Net Change in Fund Balances</b>	-	-	1,027	1,027
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>212,726</u>	<u>212,726</u>	<u>212,726</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 212,726</u>	<u>\$ 212,726</u>	<u>\$ 213,753</u>	<u>\$ 1,027</u>

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PANOLA COUNTY, TEXAS  
AGENCY FUNDS

**AUTOMOBILE REGISTRATION** – This fund is used to account for activities related to automobile registration collections. The collections flow through to the general and special revenue funds as the character of the collections dictate. Those collections for which the County acts as an agent are remitted to other local governments and the State.

**TAX ASSESSOR - COLLECTOR** – This fund is used to account for activities related to ad valorem taxes. The portion of these collections designated for Panola County flow through to the general, special revenue, or debt service funds as the character of the collections dictate. Those collections for which the County acts as an agent are remitted to other local governments and the State.

**COUNTY CLERK** – This fund is used to account for transactions for two types of funds maintained by the County Clerk: operating and court cost deposits. The operating fund is used to account for the transactions that ultimately flow through to the general or special revenue funds as the character of the transaction dictates. The court cost account represents those monies placed into the court registry pending final disposition of matters in the court docket.

**DISTRICT CLERK** – This fund is used to account for transactions for three types of funds maintained by the District Clerk: "trust" funds, court cost deposits, and child support funds. The "trust" funds represent monies placed into the registry of the court pending final disposition of matters in litigation involving parties who have petitioned the court. Court cost deposits are maintained until final disposition of cases at which time the funds are recorded as revenues into the general or special revenue funds. The child support funds represent monies collected from those individuals whom the court has ordered child support payments be made through the court. As monies are collected, they are remitted to the intended recipient.

**COMMUNITY SUPERVISION AND CORRECTION DEPARTMENT** – This fund is used to account for the collection of probationers' fees, fines, restitution and attorney fees. Fees for the ultimate use of the County flow through to the general or special revenue funds. Restitution and attorney fees are remitted to those parties for whom the monies are intended.

**JUVENILE PROBATION** – This fund is used to account for the collection of restitution by the Juvenile Probation Department from juvenile offenders. These collections are then remitted to the damaged parties.

**CRIMINAL DISTRICT ATTORNEY FORFEITURE** – This fund, which is maintained by the Criminal District Attorney, is used to account for the processing of forfeited funds, pending court ordered distribution.

**CRIMINAL DISTRICT ATTORNEY RESTITUTION** – The restitution fund, also maintained by the Criminal District Attorney, is used to collect and remit to merchants proceeds of collection of "hot checks."

**SHERIFF** – This fund is used to account for the collection of monies by the Sheriff's office, for other county jurisdictions, other local governments, and fees of office. Fees of office flow through to the general or special revenue funds. Those monies collected for other governments are remitted directly to the other government.

**JAIL INMATE** – This fund is used to account for proceeds received from the sale of goods to inmates and other expenditures of the same.

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PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Balance January 1, 2015	Additions	Deductions	Balance December 31, 2015
<b>AUTOMOBILE REGISTRATION FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 422,321	\$ 5,085,788	\$ 5,130,730	\$ 377,379
<b>Total Assets</b>	<b>\$ 422,321</b>	<b>\$ 5,085,788</b>	<b>\$ 5,130,730</b>	<b>\$ 377,379</b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 422,321	\$ 5,085,788	\$ 5,130,730	\$ 377,379
<b>Total Liabilities</b>	<b>\$ 422,321</b>	<b>\$ 5,085,788</b>	<b>\$ 5,130,730</b>	<b>\$ 377,379</b>
<b>TAX ASSESSOR-COLLECTOR ADVALOREM TAX FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 4,819,244	\$ 82,503,958	\$ 84,495,698	\$ 2,827,504
<b>Total Assets</b>	<b>\$ 4,819,244</b>	<b>\$ 82,503,958</b>	<b>\$ 84,495,698</b>	<b>\$ 2,827,504</b>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 4,819,244	\$ 82,503,958	\$ 84,495,698	\$ 2,827,504
<b>Total Liabilities</b>	<b>\$ 4,819,244</b>	<b>\$ 82,503,958</b>	<b>\$ 84,495,698</b>	<b>\$ 2,827,504</b>
<b>COUNTY CLERK FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 105,215	\$ 47,166	\$ 21,233	\$ 131,148
<b>Total Assets</b>	<b>\$ 105,215</b>	<b>\$ 47,166</b>	<b>\$ 21,233</b>	<b>\$ 131,148</b>
<b>LIABILITIES</b>				
Court Ordered Deposits	\$ 7,079	\$ 31,960	\$ 9,500	\$ 29,539
Court Ordered Trust Funds	98,136	15,206	11,733	101,609
<b>Total Liabilities</b>	<b>\$ 105,215</b>	<b>\$ 47,166</b>	<b>\$ 21,233</b>	<b>\$ 131,148</b>

(Continued)

**PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2015</u>
<b>DISTRICT CLERK FUNDS</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 1,077,472	\$ 742,227	\$ 895,529	\$ 924,170
Investments	295,759	68,444	44,107	320,096
<b>Total Assets</b>	<u>\$ 1,373,231</u>	<u>\$ 810,671</u>	<u>\$ 939,636</u>	<u>\$ 1,244,266</u>
<b>LIABILITIES</b>				
Court Ordered Deposits	\$ 371,421	\$ 25,632	\$ 20,301	\$ 376,752
Court Ordered Trust Funds	1,001,810	785,039	919,335	867,514
<b>Total Liabilities</b>	<u>\$ 1,373,231</u>	<u>\$ 810,671</u>	<u>\$ 939,636</u>	<u>\$ 1,244,266</u>
<b>COMMUNITY SUPERVISION AND CORRECTIONS DEPARTMENT FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 14,612	\$ 754,203	\$ 755,352	\$ 13,462
<b>Total Assets</b>	<u>\$ 14,612</u>	<u>\$ 754,203</u>	<u>\$ 755,352</u>	<u>\$ 13,462</u>
<b>LIABILITIES</b>				
Court Ordered Trust Funds	\$ 14,612	\$ 754,203	\$ 755,352	\$ 13,462
<b>Total Liabilities</b>	<u>\$ 14,612</u>	<u>\$ 754,203</u>	<u>\$ 755,352</u>	<u>\$ 13,462</u>

(Continued)

**PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2015</u>
<b>JUVENILE PROBATION FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 632	\$ 1,124	\$ 1,636	\$ 120
<b>Total Assets</b>	<u>\$ 632</u>	<u>\$ 1,124</u>	<u>\$ 1,636</u>	<u>\$ 120</u>
<b>LIABILITIES</b>				
Court Ordered Trust Funds	\$ 632	\$ 1,124	\$ 1,636	\$ 120
<b>Total Liabilities</b>	<u>\$ 632</u>	<u>\$ 1,124</u>	<u>\$ 1,636</u>	<u>\$ 120</u>
<b>CRIMINAL DISTRICT ATTORNEY FORFEITURE FUNDS</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 91,050	\$ 11,937	\$ 13,474	\$ 89,512
<b>Total Assets</b>	<u>\$ 91,050</u>	<u>\$ 11,937</u>	<u>\$ 13,474</u>	<u>\$ 89,512</u>
<b>LIABILITIES</b>				
Court Ordered Trust Funds	\$ 91,050	\$ 11,937	\$ 13,474	\$ 89,512
<b>Total Liabilities</b>	<u>\$ 91,050</u>	<u>\$ 11,937</u>	<u>\$ 13,474</u>	<u>\$ 89,512</u>
<b>CRIMINAL DISTRICT ATTORNEY RESTITUTION FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	\$ 94,784	\$ 94,784	\$ -
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 94,784</u>	<u>\$ 94,784</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Restitution Payable	\$ -	\$ 94,784	\$ 94,784	\$ -
<b>Total Liabilities</b>	<u>\$ -</u>	<u>\$ 94,784</u>	<u>\$ 94,784</u>	<u>\$ -</u>

(Continued)

**PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2015</u>
<b>SHERIFF COLLECTIONS FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 10,000	\$ 2,774	\$ 12,774	\$ 0
<b>Total Assets</b>	<u>\$ 10,000</u>	<u>\$ 2,774</u>	<u>\$ 12,774</u>	<u>\$ 0</u>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 10,000	\$ 2,774	\$ 12,774	\$ -
<b>Total Liabilities</b>	<u>\$ 10,000</u>	<u>\$ 2,774</u>	<u>\$ 12,774</u>	<u>\$ -</u>
<b>JAIL INMATE FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 7,499	\$ 80,736	\$ 80,581	\$ 7,654
<b>Total Assets</b>	<u>\$ 7,499</u>	<u>\$ 80,736</u>	<u>\$ 80,581</u>	<u>\$ 7,654</u>
<b>LIABILITIES</b>				
Other Payables	\$ 7,499	\$ 80,736	\$ 80,581	\$ 7,654
<b>Total Liabilities</b>	<u>\$ 7,499</u>	<u>\$ 80,736</u>	<u>\$ 80,581</u>	<u>\$ 7,654</u>

(Continued)

PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Balance January 1, 2015	Additions	Deductions	Balance December 31, 2015
<b>TOTAL ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 6,701,347	\$ 89,324,696	\$ 91,501,792	\$ 4,524,251
Investments	271,422	68,444	44,107	295,759
<b>Total Assets</b>	<b>\$ 6,972,769</b>	<b>\$ 89,393,140</b>	<b>\$ 91,545,899</b>	<b>\$ 4,820,010</b>
<b>LIABILITIES</b>				
Due to Other Governments	5,251,565	87,592,520	89,639,202	3,204,883
Court Ordered Deposits	373,169	57,592	29,801	400,960
Court Ordered Trust Funds	1,340,536	1,567,508	1,701,531	1,206,514
Restitution Payable	-	94,784	94,784	-
Other Payables	7,499	80,736	80,582	7,653
<b>Total Liabilities</b>	<b>\$ 6,972,769</b>	<b>\$ 89,393,140</b>	<b>\$ 91,545,899</b>	<b>\$ 4,820,010</b>

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**CAPITAL ASSETS  
USED IN THE OPERATION  
OF GOVERNMENTAL FUNDS**

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**PANOLA COUNTY, TEXAS**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE BY SOURCE**  
**DECEMBER 31, 2015**

**CAPITAL ASSETS:**

<b>Land</b>	\$ 1,722,016
<b>Construction in Progress</b>	5,561
<b>Buildings</b>	20,906,963
<b>Improvements Other Than Buildings</b>	259,303
<b>Machinery and Equipment</b>	11,407,124
<b>Infrastructure</b>	<u>10,371,442</u>
 <b>Total Capital Assets</b>	 <u><u>\$ 44,672,409</u></u>

**INVESTMENTS IN CAPITAL ASSETS:**

<b>Current Revenues - Current Year</b>	\$ 817,227
<b>Current Revenues - Prior Years</b>	33,420,476
<b>Capital Assets of Former Panola General Hospital</b>	3,879,706
<b>General Obligation Debt - Prior Years</b>	5,555,000
<b>Certificates of Obligation - Prior Years</b>	<u>1,000,000</u>
	 <u><u>\$ 44,672,409</u></u>

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PANOLA COUNTY, TEXAS  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY FUNCTION AND ACTIVITY  
DECEMBER 31, 2015

	Total	Land	Construction in Progress	Buildings	Improvements Other than Buildings	Machinery and Equipment	Infrastructure
<b>GENERAL ADMINISTRATION</b>							
County Clerk	\$ 31,371	\$ -	\$ -	\$ -	\$ -	\$ 31,371	\$ -
<b>Total General Administration</b>	<b>31,371</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31,371</b>	<b>-</b>
<b>JUDICIAL</b>							
District Court	892,484	-	-	892,484	-	-	-
County Court at Law	892,487	-	-	892,487	-	-	-
District Clerk	16,623	-	-	-	-	16,623	-
Peace Justices	18,772	-	-	-	-	18,772	-
<b>Total Judicial</b>	<b>1,820,366</b>	<b>-</b>	<b>-</b>	<b>1,784,971</b>	<b>-</b>	<b>35,395</b>	<b>-</b>
<b>LEGAL</b>							
District Attorney	356,995	-	-	356,995	-	-	-
<b>Total Legal</b>	<b>356,995</b>	<b>-</b>	<b>-</b>	<b>356,995</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>ELECTIONS</b>							
Voter Registration	360,084	-	-	-	-	360,084	-
<b>Total Elections</b>	<b>360,084</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>360,084</b>	<b>-</b>
<b>PUBLIC TRANSPORTATION</b>							
Road and Bridge	19,386,391	571,783	-	11,778	-	8,431,388	10,371,442
Airport	593,526	188,639	5,561	315,909	-	83,417	-
<b>Total Public Transportation</b>	<b>19,979,917</b>	<b>760,422</b>	<b>5,561</b>	<b>327,687</b>	<b>-</b>	<b>8,514,805</b>	<b>10,371,442</b>
<b>PUBLIC FACILITIES</b>							
Courthouse	1,602,609	815,452	-	597,262	-	189,895	-
Miscellaneous & Non-Departmental	439,826	-	-	-	169,270	270,556	-
<b>Total Public Facilities</b>	<b>2,042,435</b>	<b>815,452</b>	<b>-</b>	<b>597,262</b>	<b>169,270</b>	<b>460,451</b>	<b>-</b>

(Continued)

PANOLA COUNTY, TEXAS  
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE BY FUNCTION AND ACTIVITY, continued  
 DECEMBER 31, 2015

	Total	Land	Construction in Progress	Buildings	Improvements Other than Buildings	Machinery and Equipment	Infrastructure
<b>PUBLIC SAFETY</b>							
Sheriff	\$ 1,619,701	\$ -	\$ -	\$ 537,675	\$ -	\$ 1,082,026	\$ -
Constables	232,780	-	-	-	-	232,780	-
Corrections and Jail	11,425,614	60,754	-	11,211,314	-	153,546	-
Emergency Management	144,286	-	-	-	-	144,286	-
911 Rural Addressing	53,977	-	-	-	-	53,977	-
Probation Services - Adult	301,734	-	-	-	-	301,734	-
Probation Services - Juvenile	36,669	-	-	-	-	36,669	-
<b>Total Public Safety</b>	<b>13,814,761</b>	<b>60,754</b>	<b>-</b>	<b>11,748,989</b>	<b>-</b>	<b>2,005,018</b>	<b>-</b>
<b>HEALTH AND WELFARE</b>							
Hospital	3,879,706	32,138	-	3,757,535	90,033	-	-
Incinerator	401,782	53,250	-	348,532	-	-	-
<b>Total Health and Welfare</b>	<b>4,281,488</b>	<b>85,388</b>	<b>-</b>	<b>4,106,067</b>	<b>90,033</b>	<b>-</b>	<b>-</b>
<b>CULTURE AND RECREATION</b>							
Exposition Center	115,025	-	-	115,025	-	-	-
Library	1,869,967	-	-	1,869,967	-	-	-
<b>Total Culture and Recreation</b>	<b>1,984,992</b>	<b>-</b>	<b>-</b>	<b>1,984,992</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL CAPITAL ASSETS</b>	<b>\$ 44,672,409</b>	<b>\$ 1,722,016</b>	<b>\$ 5,561</b>	<b>\$ 20,906,963</b>	<b>\$ 259,303</b>	<b>\$ 11,407,124</b>	<b>\$ 10,371,442</b>

(Continued)

**PANOLA COUNTY, TEXAS**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	General Capital Assets January 1, 2015	Additions	Deductions	Transfers	General Capital Assets December 31, 2015
<b>GENERAL ADMINISTRATION</b>					
County Clerk	\$ 31,371	\$ -	\$ -	\$ -	\$ 31,371
Total General Administration	<u>31,371</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,371</u>
<b>JUDICIAL</b>					
District Court	892,484	-	-	-	892,484
County Court at Law	892,487	-	-	-	892,487
District Clerk	16,623	-	-	-	16,623
Peace Justices	18,772	-	-	-	18,772
Total Judicial	<u>1,820,366</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,820,366</u>
<b>LEGAL</b>					
District Attorney	356,995	-	-	-	356,995
Total Legal	<u>356,995</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>356,995</u>
<b>ELECTIONS</b>					
Voter Registration	360,084	-	-	-	360,084
Total Elections	<u>360,084</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>360,084</u>
<b>PUBLIC TRANSPORTATION</b>					
Road and Bridge-Equipment	8,451,733	983,020	851,931	-	8,582,822
Road and Bridge-Land	-	432,127	-	-	432,127
Road and Bridge-Infrastructure	10,371,442	-	-	-	10,371,442
Airport	587,965	5,561	-	-	593,526
Total Public Transportation	<u>19,411,140</u>	<u>1,420,708</u>	<u>851,931</u>	<u>-</u>	<u>19,979,917</u>
<b>PUBLIC FACILITIES</b>					
Courthouse	1,628,461	-	25,852	-	1,602,609
Miscellaneous and Non- Departmental	316,398	123,428	-	-	439,826
Total Public Facilities	<u>1,944,859</u>	<u>123,428</u>	<u>25,852</u>	<u>-</u>	<u>2,042,435</u>

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**PANOLA COUNTY, TEXAS**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY, continued**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

	General Capital Assets January 1, 2015	Additions	Deductions	Transfers	General Capital Assets December 31, 2015
<b>PUBLIC SAFETY</b>					
Sheriff	\$ 1,606,189	\$ 189,495	\$ 175,983	\$ -	\$ 1,619,701
Constables	158,294	74,486	-	-	232,780
Corrections and Jail	11,425,614	-	-	-	11,425,614
Emergency Management	144,286	-	-	-	144,286
911 Rural Addressing	47,681	6,296	-	-	53,977
Probation Services - Adult	245,154	56,580	-	-	301,734
Probation Services - Juvenile	36,669	-	-	-	36,669
Criminal Investigations	-	-	-	-	-
<b>Total Public Safety</b>	<b>13,663,887</b>	<b>326,857</b>	<b>175,983</b>	<b>-</b>	<b>13,814,761</b>
<b>HEALTH AND WELFARE</b>					
Hospital	3,879,706	-	-	-	3,879,706
Incinerator	401,782	-	-	-	401,782
<b>Total Health and Welfare</b>	<b>4,281,488</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,281,488</b>
<b>CULTURE AND RECREATION</b>					
Exposition Center	115,025	-	-	-	115,025
Library	1,869,967	-	-	-	1,869,967
<b>Total Culture and Recreation</b>	<b>1,984,992</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,984,992</b>
<b>TOTAL GENERAL CAPITAL ASSETS</b>	<b>\$ 43,855,182</b>	<b>\$ 1,870,993</b>	<b>\$ 1,053,766</b>	<b>\$ -</b>	<b>\$ 44,672,409</b>

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**STATISTICAL DATA SECTION  
(UNAUDITED)**

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## Panola County, Texas Statistical Section Overview

The Statistical Section of the comprehensive annual financial report of Panola County, Texas provides additional information and details to assist users in understanding and assessing the overall economic condition of the County. The Statistical Section is organized in five sections, listed below.

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### Financial Trends:

These schedules compile information reported in the comprehensive annual financial report over the past ten years. These schedules report how the County's financial position and well-being have changed over time.

- TABLE 1 – Net Position by Component
- TABLE 2 – Changes in Net Position
- TABLE 3 – Fund Balances, Governmental Funds
- TABLE 4 – Net Changes in Fund Balance, Governmental Funds

### Revenue Capacity Information:

These schedules provide information regarding the County's major own-source revenue (property taxes) and the stability and growth of that revenue.

- TABLE 5 – Assessed Value and Estimated Actual Value of Taxable Property
- TABLE 6 – Direct and Overlapping Property Tax Rates
- TABLE 7 – Principal Property Taxpayers
- TABLE 8 – Property Tax Levies and Collections

### Debt Capacity Information:

These schedules provide information regarding the County's outstanding debt, the ability to repay the debt, and the ability to issue new debt.

- TABLE 9 – Ratio of Outstanding Debt by Type
- TABLE 10 – Direct and Overlapping Governmental Debt
- TABLE 11 – Legal Debt Margin Information

### Demographic and Economic Information:

These schedules provide information regarding the County's socioeconomic environment, specifically its taxpayers and employers, and the changes to those groups over the past ten years.

- TABLE 12 – Demographic and Economic Statistics
- TABLE 13 – Principle Employers by Industry

### Operating Information:

These schedules provide information regarding the County's employees, operations, and facilities.

- TABLE 14 – Full-Time Equivalent County Government Employees
- TABLE 15 – Capital Assets by Function/Program
- TABLE 16 – Operating Indicators by Function/Program
- TABLE 17 – Schedule of Insurance Policies in Force

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PANOLA COUNTY, TEXAS  
 NET POSITION BY COMPONENT  
 LAST TEN FISCAL YEARS  
 (Unaudited)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities:										
Net Investment in Capital Assets	\$ 23,279,430	\$ 23,542,376	\$ 24,340,108	\$ 24,022,953	\$ 23,802,873	\$ 22,812,862	\$ 21,868,287	\$ 18,861,947	\$ 16,661,147	\$ 16,881,438
Restricted for Debt Service	-	-	-	-	-	224,103	161,924	93,036	2,610	-
Restricted for Capital Projects	-	-	-	-	-	-	491,596	3,212,248	4,750,323	-
Restricted for Other Purposes	-	-	-	-	-	-	15,994	-	-	-
Unrestricted	40,913,998	42,577,083	39,042,172	37,884,578	35,513,233	33,209,420	29,525,131	26,134,625	13,814,903	25,740,509
Total governmental activities net position	\$ 64,193,428	\$ 66,119,459	\$ 63,382,280	\$ 61,907,531	\$ 59,316,106	\$ 56,246,385	\$ 52,062,932	\$ 48,301,856	\$ 35,228,983	\$ 42,621,947

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TABLE 2

PANOLA COUNTY, TEXAS  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Expenses:</b>										
<b>Governmental Activities:</b>										
General administration	\$ 3,188,949	\$ 4,219,943	\$ 3,654,495	\$ 3,447,218	\$ 3,727,822	\$ 3,267,777	\$ 2,814,331	\$ 3,358,623	\$ 3,096,305	\$ 2,524,507
Judicial	1,313,677	1,288,251	1,226,565	1,136,940	1,091,066	1,120,449	1,134,624	953,205	931,862	922,265
Legal	618,330	589,841	507,415	467,497	483,307	490,452	350,538	377,261	346,592	400,559
Elections	213,282	206,776	189,931	186,869	153,511	163,105	167,952	137,636	139,319	128,458
Financial administration	900,619	913,259	852,036	794,223	786,036	766,574	755,563	630,297	648,448	617,867
Public facilities	493,979	695,814	582,996	435,721	417,517	297,677	258,652	238,315	225,256	272,874
Public safety	6,892,775	6,724,721	6,351,980	5,889,883	5,713,426	5,573,574	5,364,448	4,175,436	4,183,927	4,232,178
Environmental protection	417,769	397,717	426,905	392,801	363,458	361,383	363,925	339,837	307,438	382,184
Public transportation	6,450,555	6,713,665	6,918,240	6,378,730	6,279,662	6,333,001	5,642,668	5,825,025	5,604,489	4,963,793
Health and Paupers care	2,640,645	1,519,237	1,568,289	1,233,431	931,689	2,402,045	734,454	618,051	581,604	564,173
Recreation	428,808	409,735	381,777	363,850	384,378	320,529	305,744	278,591	263,934	247,134
Conservation	108,927	102,973	94,640	87,261	93,050	92,987	90,679	73,981	76,901	77,840
Debt Service - Interest	-	-	-	-	17,694	69,800	119,877	167,161	138,052	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
<b>Total Governmental Activities Expenses</b>	<b>\$ 23,668,315</b>	<b>\$ 23,781,932</b>	<b>\$ 22,755,269</b>	<b>\$ 20,814,424</b>	<b>\$ 20,442,616</b>	<b>\$ 21,258,353</b>	<b>\$ 18,103,455</b>	<b>\$ 17,173,419</b>	<b>\$ 16,544,127</b>	<b>\$ 15,333,832</b>
<b>Program Revenues:</b>										
<b>Governmental Activities:</b>										
Charges for Services										
General administration	\$ 358,984	\$ 378,308	\$ 355,323	\$ 320,353	\$ 339,152	\$ 348,974	\$ 383,448	\$ 421,277	\$ 380,871	\$ 396,728
Judicial	435,198	396,268	453,591	464,969	460,165	453,019	116,763	136,563	139,673	156,932
Legal	28,229	29,702	32,428	37,505	37,671	45,235	77,514	134,391	61,487	269,754
Elections	-	7,050	1,150	4,450	-	5,061	2,400	22,203	200	11,712
Financial administration	854,162	854,313	822,522	830,492	807,132	758,081	338,835	291,567	266,226	245,162
Public facilities	-	-	-	-	-	-	8,658	1,053	-	3,158
Public safety	374,660	431,121	463,719	453,190	482,476	520,674	531,439	501,528	428,739	842,383
Environmental protection	-	-	-	-	-	-	-	871	14,425	15,082
Public transportation	130,661	139,891	139,815	38,894	182,614	176,809	748,835	795,779	808,936	849,388
Health and Paupers care	1,110	965	1,006	1,375	1,525	1,400	5,351	19,966	114,372	121,428
Recreation	187,112	162,407	156,724	152,856	144,471	136,592	136,024	121,372	114,718	105,137
Conservation	850	400	400	1,265	1,950	4,132	-	-	-	-
<b>Total Charges for Services</b>	<b>\$ 2,370,966</b>	<b>\$ 2,400,425</b>	<b>\$ 2,426,678</b>	<b>\$ 2,305,349</b>	<b>\$ 2,457,156</b>	<b>\$ 2,449,977</b>	<b>\$ 2,349,267</b>	<b>\$ 2,446,570</b>	<b>\$ 2,329,647</b>	<b>\$ 3,016,864</b>

PANOLA COUNTY  
CHANGES IN NET POSITION, Continued  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Operating Grants and Contributions</b>										
Judicial	\$ 85,500	\$ 84,102	\$ 77,250	\$ 75,000	\$ 80,489	\$ 85,889	\$ 74,192	\$ 67,116	\$ 33,766	\$ 38,304
Legal	30,343	33,500	33,020	38,199	74,543	63,391	4,320	4,080	3,840	3,600
Elections	4,656	362	5,829	-	988	47,669	12,337	-	10,561	6,250
Financial administration	-	-	-	-	-	-	-	-	-	-
Public facilities	-	-	-	-	-	-	-	-	-	-
Public safety	686,415	684,681	638,384	573,135	652,019	662,193	963,272	904,822	806,355	86,642
Environmental protection	-	-	-	-	-	-	-	-	-	978,516
Public transportation	29,575	29,676	30,441	29,620	30,041	30,222	30,279	30,284	30,276	30,905
Health and Paupers care	2,010,776	1,011,544	934,370	590,633	271,457	1,980,960	69,548	101,349	72,308	58,249
Recreation	-	-	-	-	-	-	-	-	-	-
<b>Total Operating Grants and Contributions</b>	\$ 2,847,265	\$ 1,843,865	\$ 1,719,294	\$ 1,306,587	\$ 1,109,537	\$ 2,870,324	\$ 1,153,948	\$ 1,107,651	\$ 1,061,066	\$ 1,202,466
<b>Program Revenues, Continued:</b>										
Capital Grants and Contributions										
Legal	\$ 24,735	\$ 37,913	\$ 23,342	\$ 15,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Facilities	97,636	149,126	144,321	163,133	144,558	31,650	-	-	-	-
Public Safety	73,023	44,351	30,000	40,092	78,382	200,468	-	-	-	-
<b>Total Capital Grants and Contrib</b>	\$ 195,394	\$ 231,390	\$ 197,663	\$ 218,882	\$ 222,940	\$ 232,118	\$ -	\$ -	\$ -	\$ -
<b>Total Governmental Activities Program Revenues</b>	\$ 5,413,625	\$ 4,475,680	\$ 4,343,635	\$ 3,830,818	\$ 3,789,633	\$ 5,552,419	\$ 3,503,215	\$ 3,554,221	\$ 3,390,713	\$ 4,219,330
<b>Net (Expense) Revenue Governmental Activities:</b>	\$ (18,254,690)	\$ (19,306,252)	\$ (18,411,634)	\$ (16,983,606)	\$ (16,652,983)	\$ (15,705,934)	\$ (14,600,240)	\$ (13,619,198)	\$ (13,153,414)	\$ (11,114,502)

PANOLA COUNTY  
 CHANGES IN NET POSITION, Continued  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes	\$ 21,094,822	\$ 21,072,209	\$ 18,908,177	\$ 18,374,211	\$ 18,742,731	\$ 18,542,362	\$ 16,744,039	\$ 15,328,340	\$ 12,714,869	\$ 11,324,789
Interest Income	199,770	232,059	409,659	454,697	483,015	470,991	826,889	962,442	1,572,387	1,343,345
Gain on Sale of Capital Assets	-	-	(73,459)	236,219	-	-	90,507	-	-	-
Miscellaneous	731,188	739,163	642,006	509,904	496,958	729,736	699,881	1,232,637	641,846	687,062
Total Governmental Activities	\$ 22,025,780	\$ 22,043,431	\$ 19,886,383	\$ 19,575,031	\$ 19,722,704	\$ 19,743,089	\$ 18,361,316	\$ 17,523,419	\$ 14,929,102	\$ 13,355,196
Increase in Net Position Before Transfers	3,771,090	2,737,179	1,474,749	2,591,425	3,069,721	4,037,155	3,761,076	3,904,221	1,775,688	2,240,694
Transfers	-	-	-	-	-	-	-	-	(9,168,652)	-
Change in Net Position	\$ 3,771,090	\$ 2,737,179	\$ 1,474,749	\$ 2,591,425	\$ 3,069,721	\$ 4,037,155	\$ 3,761,076	\$ 3,904,221	\$ (7,392,964)	\$ 2,240,694
Total Primary Government	\$ 3,771,090	\$ 2,737,179	\$ 1,474,749	\$ 2,591,425	\$ 3,069,721	\$ 4,037,155	\$ 3,761,076	\$ 3,904,221	\$ (7,392,964)	\$ 2,240,694
% Change from Prior Year	37.77%	85.60%	(43.09%)	(15.58%)	(23.96%)	7.34%	(3.67%)	152.81%	(429.94%)	#DIV/0!

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TABLE 3

PANOLA COUNTY, TEXAS  
 FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund:										
Committed	\$ -	\$ -	\$ -	\$ -	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	12,628,900	13,701,192	14,386,419	12,914,895	11,152,902	11,572,586	9,427,291	6,918,110	5,354,493	13,021,195
<b>Total General Fund</b>	<b>12,628,900</b>	<b>13,701,192</b>	<b>14,386,419</b>	<b>12,914,895</b>	<b>13,152,902</b>	<b>11,572,586</b>	<b>9,427,291</b>	<b>6,918,110</b>	<b>5,354,493</b>	<b>13,021,195</b>
All Other Governmental Funds:										
Nonspendable, Reported in:										
Special Revenue Funds	6,740	20,014	17,036	29,129	16,053	24,346	15,994	47,998	35,022	27,068
Restricted, Reported in:										
Special Revenue Funds	13,524,120	12,896,767	11,505,906	10,942,194	10,575,529	10,582,426	9,980,628	9,315,359	8,496,426	10,435,845
Debt Service Fund	-	-	-	-	207,556	201,590	161,924	93,036	2,610	-
Capital Projects Funds	-	-	-	-	-	-	-	2,734,465	8,844,339	-
Committed, Reported in:										
Capital Projects Funds	715,382	711,931	702,640	2,032,738	520,303	647,974	491,596	477,783	461,548	441,702
<b>Total All Other Governmental Funds</b>	<b>14,246,242</b>	<b>13,628,712</b>	<b>12,225,582</b>	<b>13,004,061</b>	<b>11,319,441</b>	<b>11,456,336</b>	<b>10,650,142</b>	<b>12,668,641</b>	<b>17,839,945</b>	<b>10,904,615</b>
<b>Total Governmental Funds</b>	<b>\$ 26,875,142</b>	<b>\$ 27,329,904</b>	<b>\$ 26,612,001</b>	<b>\$ 25,918,956</b>	<b>\$ 24,472,343</b>	<b>\$ 23,028,922</b>	<b>\$ 20,077,433</b>	<b>\$ 19,586,751</b>	<b>\$ 23,194,438</b>	<b>\$ 23,925,810</b>
% Change from Prior Year	(1.66%)	2.70%	2.67%	5.91%	6.27%	14.70%	2.51%	(15.55%)	(3.06%)	N/A

TABLE 4

PANOLA COUNTY, TEXAS  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>REVENUES</b>										
Property Taxes	\$ 21,028,302	\$ 21,053,992	\$ 18,828,094	\$ 18,364,115	\$ 18,708,889	\$ 18,316,629	\$ 16,745,188	\$ 15,320,932	\$ 12,723,922	\$ 11,325,188
Licenses	335,099	377,382	401,952	367,773	416,086	413,439	449,020	448,726	455,247	455,632
Inter-Governmental	1,365,622	1,384,707	1,289,263	1,236,451	1,362,230	1,367,929	1,297,019	1,317,459	1,274,782	1,526,620
Fees of Office	1,346,858	1,366,538	1,347,853	1,354,699	1,325,782	1,333,598	1,316,252	1,351,374	1,218,383	1,248,867
Fines	295,881	275,040	300,696	311,936	309,141	295,442	267,732	316,701	325,430	369,783
Miscellaneous	3,001,123	2,043,236	2,056,617	1,964,666	1,399,682	3,423,614	1,783,828	2,373,096	2,257,336	2,611,688
Total Revenues	27,372,885	26,500,895	24,224,475	23,599,640	23,521,810	25,150,651	21,859,039	21,128,288	18,255,100	17,537,778
<b>EXPENDITURES</b>										
General Administration	6,952,902	6,970,773	3,992,090	3,582,755	3,798,181	3,231,245	2,831,669	3,581,289	3,067,307	2,487,117
Judicial	1,342,386	1,244,293	1,183,353	1,169,242	1,098,165	1,072,245	1,111,988	940,346	879,692	864,318
Legal	649,523	589,841	507,415	497,360	503,153	488,344	358,200	392,174	345,467	398,169
Elections	160,810	158,049	141,204	160,792	135,413	139,068	146,889	118,052	114,875	100,937
Financial Administration	955,794	913,259	852,036	851,633	824,190	762,011	763,587	661,127	643,287	615,465
Public Facilities	476,331	693,744	582,006	438,005	418,341	295,300	257,823	231,189	489,745	270,839
Public Safety	6,626,369	6,242,852	5,866,187	5,733,918	5,473,887	5,138,215	7,262,290	3,019,226	4,482,400	4,060,125
Environmental Protection	411,495	391,443	420,631	386,527	357,184	355,109	357,651	333,563	301,164	375,910
Conservation	112,089	102,973	94,640	91,770	96,046	92,668	91,964	76,540	76,719	77,868
Public Transportation	4,160,966	4,298,754	4,382,791	4,249,786	4,268,009	3,784,509	4,603,800	4,374,680	4,565,117	4,033,234
Health & Paupers Care	2,573,604	1,451,601	1,500,653	1,165,795	864,053	2,334,409	666,818	291,280	513,968	496,537
Culture & Recreation	411,917	372,336	359,961	385,146	1,340,000	1,285,000	1,240,000	1,190,000	263,064	247,265
Debt Service - Principal	-	-	-	-	-	78,308	128,041	174,995	104,773	-
Debt Service - Interest	2,993,461	2,353,074	3,648,463	3,440,298	2,476,771	2,824,234	1,239,539	810,738	831,170	954,181
Capital Outlay	27,827,647	25,782,992	23,531,430	22,153,027	22,078,389	22,199,163	21,368,357	16,271,739	16,751,668	14,981,965
Total Expenditures	(454,762)	717,903	693,045	1,446,613	1,443,421	2,951,488	490,682	4,856,549	1,503,432	2,555,813
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>										
OTHER FINANCING SOURCES (USES)										
Proceeds from Capital Lease	-	-	-	-	-	-	-	-	-	-
Financing Agreement	-	-	-	-	-	-	-	-	-	-
Proceeds from Sale of Bonds	203,100	198,000	254,757	2,423,518	266,000	567,482	523,977	-	4,174,944	-
Transfers In	(203,100)	(198,000)	(254,757)	(2,423,518)	(266,000)	(567,482)	(523,977)	-	(11,464,748)	-
Transfers Out	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	\$ (454,762)	\$ 717,903	\$ 693,045	\$ 1,446,613	\$ 1,443,421	\$ 2,951,488	\$ 490,682	\$ 4,856,549	\$ (731,372)	\$ 2,555,813
Debt Service as a percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%	6.61%	6.55%	6.80%	8.83%	1.12%	0.00%

TABLE 5

**PANOLA COUNTY, TEXAS**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

Fiscal Year	Estimated Market Value			Total Taxable Assesed Value	Total Direct Tax Rate
	Real Property	Personal Property	Less: Tax-Exempt Property		
2015	3,088,945,555	1,429,501,180	190,325,020	4,328,121,715	0.4837
2014	3,154,126,118	1,402,523,190	190,458,950	4,366,190,358	0.4694
2013	2,708,044,440	1,425,049,578	188,983,380	3,944,110,638	0.4994
2012	2,879,044,410	1,414,793,228	197,839,570	4,095,998,068	0.4611
2011	3,217,848,326	1,247,184,966	189,749,780	4,275,283,512	0.4274
2010	3,906,344,700	1,022,545,130	162,767,220	4,766,122,610	0.3887
2009	3,989,087,500	1,143,264,835	151,231,090	4,981,121,245	0.3632
2008	4,443,456,210	995,452,149	129,631,210	5,309,277,149	0.3096
2007	3,845,247,267	634,948,073	123,038,850	4,357,156,490	0.3441
2006	3,894,896,147	479,011,483	118,394,230	4,255,513,400	0.2869

Source: Panola County Appraisal District

**PANOLA COUNTY, TEXAS  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b><u>Panola County Direct Rates</u></b>					
GENERAL	0.46980	0.45580	0.48420	0.32210	0.29650
SPECIAL REVENUE	0.01390	0.01360	0.01520	0.13900	0.13090
DEBT SERVICE	-	-	-	-	-
TOTAL DIRECT RATE	<u>0.48370</u>	<u>0.46940</u>	<u>0.49940</u>	<u>0.46110</u>	<u>0.42740</u>
<b><u>Overlapping Rates</u></b>					
<b>City and Town Rates:</b>					
CARTHAGE	0.52000	0.52000	0.50000	0.48000	0.46000
BECKVILLE	0.45603	0.45867	0.42723	0.38552	0.36430
<b>School Districts Rates:</b>					
CARTHAGE ISD	1.14000	1.14000	1.14000	1.14000	1.14000
GARY ISD	1.29000	1.29000	1.29000	1.24000	1.22900
BECKVILLE ISD	1.25655	1.12000	1.10000	1.10000	1.10000
ELYSIAN FIELDS ISD	1.32000	1.28300	1.23700	1.22500	1.21500
TATUM ISD	1.17000	1.17000	1.17000	1.17000	1.04000
TENAHA ISD	1.19249	1.18760	1.18000	1.18658	1.17937
JOAQUIN ISD	1.55970	1.45550	1.60600	1.54530	1.54700
<b>Other Special District Rates:</b>					
PANOLA JR. COLLEGE	0.20787	0.21483	0.21483	0.14519	0.13407
PANOLA COUNTY ESD	0.02130	0.02130	0.02130	0.02130	0.02130
PANOLA GWCD	0.01000	0.00970	0.00970	0.00855	0.00739

Source: Various taxing entities

TABLE 6

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
0.24926	0.23612	0.19374	0.21039	0.19350
0.11112	0.09938	0.08962	0.10140	0.09340
0.02832	0.02770	0.02624	0.03231	-
<u>0.38870</u>	<u>0.36320</u>	<u>0.30960</u>	<u>0.34410</u>	<u>0.28690</u>
0.46000	0.41000	0.41000	0.39000	0.45940
0.31239	0.26044	0.22289	0.26684	0.26000
1.14000	1.14000	1.14000	1.14000	1.50000
1.18251	1.20459	1.13855	1.12310	1.24560
1.06320	1.04000	1.05586	1.10865	1.36860
1.20000	1.20000	1.22110	1.26990	1.40800
1.04000	1.04000	1.04000	1.04000	1.37000
1.21930	1.20438	1.41210	1.39762	1.37000
1.55800	1.34110	1.12050	1.11010	1.28130
0.11813	0.10579	0.09593	0.10477	0.09430
0.01844	0.01605	0.01393	0.01515	0.01360
0.00612	0.00637	0.00637		

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TABLE 7

PANOLA COUNTY, TEXAS  
 PRINCIPAL PROPERTY TAXPAYERS  
 CURRENT YEAR AND TEN YEARS AGO  
 (Amounts expressed in thousands)  
 (UNAUDITED)

Name of Taxpayer	Fiscal Year 2015		Fiscal Year 2006	
	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Anadarko E&P Onshore LLC (MIN)	\$ 459,711	10.62 %	\$ -	-
Devon Energy Production Co LP	238,005	5.50 %	-	-
DCP East Tx Gathering LP-Plant	194,905	4.50 %	-	-
Markwest Energy E TX Gas CO LP	206,667	4.77 %	-	-
Anadarko E&P Onshore LLC (MI)	182,002	4.21 %	-	-
Markwest Energy E TX Gas CO LP	171,043	3.95 %	-	-
Markwest-Carthage Plant & East	121,463	2.81 %	-	-
Samson Lone Star Inc.	107,198	2.48 %	-	-
XTO Energy Inc (MIN)	98,537	2.28 %	-	-
Luminant Mining Co LLC	75,065	1.73 %	-	-
Devon Energy Production Co LP	-	-	603,854	11.41 %
Anadarko E&P Company LP	-	-	503,112	8.25 %
Chevron USD Inc	-	-	348,331	7.63 %
BP America Production Corp.	-	-	166,182	3.63 %
Lacy Operations Ltd.	-	-	145,098	3.03 %
Exxon Mobile Corp.	-	-	132,900	2.98 %
XTO Energy Inc (MIN)	-	-	121,321	2.85 %
EOG Resources Inc.	-	-	101,341	2.78 %
Samson Lone Star Inc.	-	-	86,305	2.16 %
Markwestern Eastern TX Gas Co LP	-	-	48,863	2.07 %
<b>Total</b>	<b>\$ 1,854,596</b>		<b>\$ 2,257,307</b>	
<b>Total Assessed Value and Percentage of Total</b>	<b>\$ 4,328,121</b>	<b>42.85 %</b>	<b>\$ 4,255,513</b>	<b>53.04 %</b>

Source: Panola County Appraisal District

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

<b>Fiscal Year</b>	<b>Tax Levy</b>	<b>Current Tax Collection</b>	<b>Percent Of Levy Collected</b>	<b>Collections in Subsequent Years (2)</b>	<b>Total Collections</b>
2015	21,460,930	20,910,280	97.43%	264,740	21,175,020
2014	21,378,495	20,839,267	97.48%	306,048	21,145,315
2013	19,264,186	18,740,914	97.28%	255,731	18,996,645
2012	18,757,346	18,339,364	97.77%	305,231	18,644,595
2011	19,145,073	18,724,040	97.80%	361,453	19,085,493
2010	18,747,490	18,284,461	97.53%	401,196	18,685,657
2009	17,125,293	16,760,071	97.87%	332,846	17,092,917
2008	15,591,091	15,348,762	98.45%	218,939	15,567,701
2007	12,929,930	12,724,856	98.41%	187,262	12,912,118
2006	11,508,292	11,330,572	98.46%	163,234	11,493,806

Source: Tax Rolls

Notes:

(1) Delinquent taxes are reported by levy year.

(2) Property taxes become due January 1 and become delinquent on July 1. The amount collected from January 1 - June 30 is the "Current Tax Collection." For fiscal year 2015, the amount that was collected from July 1 - December 31 is represented in the "Collections in Subsequent Years" column.

**TABLE 8**

<b>Percent Of Total Collections To Tax Levy</b>	<b>Outstanding Delinquent Taxes (1)</b>	<b>Percent of Delinquent Taxes to Tax Levy</b>
98.67%	255,910	1.19%
98.91%	232,880	1.09%
98.61%	267,541	1.39%
99.40%	112,751	0.60%
99.69%	59,580	0.31%
99.67%	61,833	0.33%
99.81%	32,376	0.19%
99.85%	23,390	0.15%
99.86%	17,812	0.14%
99.87%	14,486	0.13%

**PANOLA COUNTY, TEXAS  
RATIO OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Estimated Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Per Capita (2)
	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Other Obligations				
2015	-	-	-	-	-	-	-
2014	-	-	-	-	-	-	-
2013	-	-	-	-	-	-	-
2012	-	-	-	-	-	-	-
2011	-	-	-	-	-	-	-
2010	\$ 1,340,000	\$ 201,590	\$ -	\$ 1,138,410	0.03%	0.17%	49.06
2009	2,625,000	161,924	-	2,463,076	0.07%	0.40%	105.38
2008	3,865,000	93,036	-	3,771,964	0.14%	0.65%	165.92
2007	5,055,000	2,610	-	5,052,390	0.22%	0.94%	221.06
2006	-	-	72,920	72,920	0.00%	0.01%	3.23

**Notes:**

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

(1) See the schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 179.

(2) See the schedule of Demographic Statistics found on page 191 for personal income and population data.

TABLE 10

**PANOLA COUNTY, TEXAS  
DIRECT AND OVERLAPPING GOVERNMENTAL DEBT  
AS OF DECEMBER 31, 2015  
(UNAUDITED)**

<u>Jurisdiction</u>	<u>Net Debt Outstanding Amount (1)</u>	<u>Applicable to Panola County Percent (2)</u>	<u>Amount Applicable to Panola County</u>
<b>Cities:</b>			
Carthage	\$ 14,998,593	100.00%	\$ 14,998,593
<b>Total Cities</b>	<u>14,998,593</u>		<u>14,998,593</u>
<b>School Districts:</b>			
Carthage ISD	23,705,000	100.00%	23,705,000
Gary ISD	9,665,000	100.00%	9,665,000
Beckville ISD	3,387,600	100.00%	3,387,600
Elysian Fields ISD	9,040,000	52.55%	4,750,520
Tatum ISD	21,000,000	2.27%	476,700
Tenaha ISD	3,455,000	4.75%	164,113
Joaquin ISD	13,274,204	5.05%	670,347
<b>Total School Districts</b>	<u>83,526,804</u>		<u>42,819,280</u>
Panola Junior College	<u>34,913,676</u>	100.00%	<u>34,913,676</u>
<b>Subtotal, Overlapping Debt</b>	<b>133,439,073</b>		<b>92,731,549</b>
<b>Panola County (Direct Debt)</b>	<u>-</u>		<u>-</u>
<b>Total Direct and Overlapping Debt</b>	<u>\$ 133,439,073</u>		<u>\$ 92,731,549</u>

Note: Percentage of overlap is based on each entity's respective land area located within Panola County.

**Sources:**

- (1) Respective entities and auditors of respective entities.
- (2) Texas Municipal Reports

PANOLA COUNTY, TEXAS  
 LEGAL DEBT MARGIN INFORMATION  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

	Fiscal Year									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Debt Limit	1,129,611,684	1,163,580,582	724,256,955	769,022,995	851,899,527	\$ 1,017,277,980	\$ 1,035,079,648	\$ 1,143,271,855	\$ 988,691,307	\$ 963,182,428
Total net debt applicable to limit	-	-	-	-	-	1,340,000	2,625,000	3,865,000	5,055,000	-
Legal debt margin	1,129,611,684	1,163,580,582	724,256,955	769,220,995	851,899,527	\$ 1,015,937,980	\$ 1,032,454,648	\$ 1,139,406,855	\$ 983,636,307	\$ 963,182,428
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.13%	0.25%	0.34%	0.51%	0.00%	0.00%

192 Legal Debt Margin Calculation for Fiscal Year 2015

Assessed value	\$ 4,328,121,715
Add back: exempt real property	190,325,020
Total assessed value	\$ 4,518,446,735
Debt limit 25% of assessed value of real property (Article 3, Section 52, Constitution of the State of Texas)	\$ 1,129,611,684
Amount of Debt applicable to debt limit	-
Legal Debt Margin	\$ 1,129,611,684

Note: This constitutional limit applies only to the General Bonded Debt of the County

TABLE 12

**PANOLA COUNTY, TEXAS  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (in thousands)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>	<u>College &amp; School Enrollment</u>
2015	23,766	\$ 1,049,942	\$ 44,173	5.20%	6,516
2014	23,769	1,091,774	45,738	4.90%	6,574
2013	23,870	1,070,065	44,549	5.10%	6,932
2012	24,020	1,000,264	40,962	5.60%	6,502
2011	24,058	953,996	39,654	6.70%	6,265
2010	23,826	883,688	37,089	7.30%	6,181
2009	23,678	799,987	33,786	7.30%	5,806
2008	23,537	871,091	37,009	4.00%	5,732
2007	23,351	751,002	32,161	3.90%	5,342
2006	23,456	662,733	28,254	4.40%	5,613

Sources: United States Census Bureau, Various Education Entities, Bureau of Economic Analysis, and Texas Association of Counties

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TABLE 13

PANOLA COUNTY, TEXAS  
 PRINCIPAL EMPLOYERS BY INDUSTRY  
 CURRENT YEAR AND TEN YEARS AGO  
 (UNAUDITED)

TYPE OF EMPLOYER	Fiscal Year 2015		Fiscal Year 2006	
	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
Natural Resource and Mining	999	11.12 %	821	10.60 %
Construction	1,795	19.99 %	1,416	18.29 %
Manufacturing	910	10.13 %	922	11.91 %
Trade, Transportation, Utilities	1,543	17.18 %	1,372	17.72 %
Information	51	0.57 %	37	0.48 %
Financial Activities	255	2.84 %	237	3.06 %
Professional Business Services	562	6.26 %	427	5.51 %
Education Health Services	897	9.99 %	764	9.87 %
Leisure Hospitality	362	4.03 %	413	5.33 %
Other Services	181	2.02 %	163	2.11 %
Federal	70	0.78 %	73	0.94 %
State	58	0.65 %	68	0.88 %
Local	1,298	14.45 %	1,030	13.30 %
<b>Total</b>	<b>8,981</b>	<b>100.00 %</b>	<b>7,743</b>	<b>100.00 %</b>

Source: Texas Workforce Commission

**PANOLA COUNTY, TEXAS  
 FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)**

<b>Function/Program</b>	<b>Fiscal Year</b>					
	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
<b>General Administration</b>	<b>16</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>
<b>Judicial</b>	<b>17</b>	<b>17</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>16</b>
<b>Elections</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>2</b>
<b>Financial Administration</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>13</b>
<b>Legal</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>
<b>Public Facilities</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
<b>Public Safety</b>	<b>85</b>	<b>84</b>	<b>83</b>	<b>79</b>	<b>79</b>	<b>79</b>
<b>Public Transportation</b>	<b>47</b>	<b>47</b>	<b>47</b>	<b>47</b>	<b>47</b>	<b>47</b>
<b>Culture and Recreation</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>6</b>
<b>Conservation-Agriculture</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>3</b>
<b>Totals</b>	<b>196</b>	<b>196</b>	<b>194</b>	<b>190</b>	<b>190</b>	<b>190</b>

Source: Panola County Payroll History Report

**TABLE 14**

<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
17	17	17	17
16	16	16	16
2	2	2	2
13	13	13	13
6	6	6	6
1	1	1	1
79	66	65	61
47	47	46	45
6	6	6	6
3	3	3	3
<b>190</b>	<b>177</b>	<b>175</b>	<b>170</b>

TABLE 15

PANOLA COUNTY, TEXAS  
CAPITAL ASSETS BY FUNCTION/PROGRAM  
DECEMBER 31, 2015  
(UNAUDITED)

Function/Program	Fiscal Year										
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	
<b>General Administration</b>											
Furniture & Equipment	8	8	8	8	8	8	8	8	8	8	
Facilities	5	5	5	5	5	5	5	5	5	5	
Tracts of Land	10	10	10	10	10	10	10	10	10	9	
<b>Judicial</b>											
Furniture & Equipment	3	3	3	3	3	3	3	3	3	3	
Facilities	1	1	1	1	1	1	1	1	1	1	
<b>Elections</b>											
Equipment	2	2	2	2	2	2	2	2	2	2	
<b>Public Facilities</b>											
Facilities	1	1	1	1	1	1	1	1	1	1	
<b>Public Safety</b>											
Vehicles	45	45	45	45	45	45	45	45	41	41	
Equipment	14	14	13	13	13	13	13	13	13	13	
Facilities	2	2	2	2	2	2	2	1	1	1	
<b>Environmental Protection</b>											
Facilities	2	2	2	2	2	2	2	2	2	2	
Landfill	1	1	1	1	1	1	1	1	1	1	
<b>Public Transportation</b>											
Miles of County Roads	610	610	610	610	610	609	614	614	614	614	
Number of Bridges	15	12	12	12	12	12	12	12	12	12	
Facilities	5	5	5	5	5	5	5	5	5	5	
Equipment & Vehicles	137	137	138	138	138	138	141	141	134	134	
Tracts of Land	6	5	5	5	5	5	5	5	5	4	
<b>Health/Paupers Care</b>											
Facilities	2	2	2	2	2	2	2	2	2	2	
Tracts of Land	1	1	1	1	1	1	1	1	1	1	

Source: Panola County Capital Asset Inventory Listing

TABLE 16

PANOLA COUNTY, TEXAS  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
DECEMBER 31, 2013  
(UNAUDITED)

Function/Program	Fiscal Year										
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	
General Administration											
Official Public Records Filed	7,058	7,639	8,699	7,386	8,080	9,245	9,564	10,804	10,325	9,780	
Vital Statistics Filed	72	68	281	251	464	382	247	233	324	288	
Judicial											
Number of Civil Cases	703	525	685	437	793	719	679	742	696	754	
Number of Criminal Cases	813	849	880	828	842	854	1,669	1,031	431	1,347	
Legal											
Number of Convictions - Misdemeanor:	270	181	270	240	204	379	432	N/A	N/A	N/A	
Number of Convictions - Felony	245	120	212	131	174	276	381	95	94	353	
Elections											
Number of Registered Voters	15,647	15,775	15,708	15,894	15,667	15,779	15,648	15,658	16,197	15,924	
Number of Elections	1	4	1	4	1	3	3	3	2	3	
Financial Administration											
Number of mineral tax items	2,713,861	2,634,028	2,667,048	2,686,143	2,701,012	2,566,302	2,546,560	2,443,147	1,849,374	1,705,536	
Number of real estate tax items	177,271	176,480	175,413	173,608	174,490	171,175	170,678	168,619	136,656	137,864	
Number of registered vehicles	29,519	30,460	31,046	32,122	32,547	31,404	30,880	28,813	28,345	27,052	
Public Facilities											
Number of repair jobs	80	71	88	52	95	51	54	30	31	87	
Public Safety											
Number of emergency responses:	4,418	4,013	4,719	4,567	4,917	4,924	4,852	3,526	5,054	5,145	
Number of book-ins	1,233	1,410	1,285	1,242	932	1,328	1,522	1,706	1,756	1,593	
Environmental Protection											
Number of solid waste transfers(tons):	12,235	13,026	13,034	12,170	12,176	12,457	12,588	12,557	12,606	17,482	
Number of Diversions (tons)	387	308	389	340	621	650	510	512	711	867	
Public Transportation											
Miles of road resurfaced	9	7	21	11	12	13	14	11	17	53	
Number of repairs	390	350	380	107	416	401	387	361	338	117	
Health and Paupers Care											
Number of autopsies performed	31	40	29	21	32	27	28	23	37	29	
Number of indigent admissions	688	322	479	738	686	671	771	503	666	878	
Recreation											
Number of patrons to Library	11,113	8,921	13,779	12,591	11,669	10,617	9,329	8,294	10,635	9,537	
Number of books in library	45,270	50,727	57,548	52,323	58,434	53,485	53,201	49,907	51,083	41,117	
Number of programs	69	83	83	52	49	51	60	77	48	80	
Conservation											
Number of programs	275	149	70	285	189	171	30	42	51	26	
Number of radio programs	75	100	52	64	55	135	130	67	-	-	
County Extension mailouts & emails	23,500	18,906	8,534	10,584	10,400	10,234	5,102	4,152	5,955	5,754	

Source: Individual County Departments

**PANOLA COUNTY, TEXAS  
SCHEDULE OF INSURANCE IN FORCE  
DECEMBER 31, 2015  
(Unaudited)**

<u>Insurer or Name of Company</u>	<u>Number</u>	<u>Policy Period</u>	
		<u>From</u>	<u>To</u>
The St. Paul Ins. Co.	810-1171X911	1/1/2015	12/31/2015
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2015	12/31/2015
The St. Paul Ins. Co.	H6301171X911	1/1/2015	12/31/2015
The St. Paul Ins. Co.	ZAS-14P02174	1/1/2015	12/31/2015
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2015	12/31/2015
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2015	12/31/2015
The St. Paul Ins. Co.	H6301171X911	1/1/2015	12/31/2015
The St. Paul Ins. Co.	ZAS-14P02174	1/1/2015	12/31/2015
EBCO	UA00134783-13	12/31/2014	12/31/2015
Texas Association of Counties	#1830	1/1/2015	12/31/2015
Texas Association of Counties	#1830	1/1/2015	12/31/2015
Texas Association of Counties - BCBS	62946	12/1/2014	11/30/2015
The CIMA Companies, Inc.	SPS900305	7/1/2014	7/31/2015

- (1) 2015 Funding
- (2) As prescribed by law Art. #8309H
- (3) As prescribed by law - Texas Unemployment Compensation Act
- (4) For covered expenses - Lifetime maximum \$2,000,000

TABLE 17

<u>Building and/or Department &amp; Description</u>	<u>Amount of Coverage</u>	<u>Premiums &amp; Funding</u>	
Physical Damage-Comp. Limit PD; 500 Deduct; Bodily Injury - Limit; Comp. Auto liab. Ins. 1,000	\$ 2,000,000	\$ 110,496	
General Liability; 2,000,000	2,000,000	56,818	
Commercial Property and Equipment	2,817,502	67,219	
Commercial Umbrella Liability- 1,000,000 each occurrence Aggregate 1,000,000; Retention 10,000	2,000,000	22,282	
Law Enforcement Professional Liability; Each Person 1,000,000 Aggregate 3,000,000; Each occurrence 1,000,000	2,000,000	116,315	
2,000,000 Limit Each 2,000,000 Aggregate 25,000 retention; Public Officials and Employees Legal Liability	2,000,000	37,511	
Crime - Employee Theft, Forgery	2,000,000	INC. IN PKG.	
General Liability - Cyberfirst Liab.	2,000,000	2,842	
Property Damage 1,000,000; General Liability- Airport 1,000,000 each occurrence, 2,000,000 aggregate	2,000,000	2,850	
Workers Compensation Self-Funded Insurance through Texas Association of Counties	(2)	112,336	(1)
Unemployment Insurance Self-Funded through Texas Association of Counties	(3)	54,180	(1)
Employee Group Ins - TAC Health and Employee Benefit Pool 500 deductible - 2,000 co-ins; Emp Life Ins 10,000 & Acc Death/ Dsmb 10,000	(4)	3,153,819	
Volunteers Insurance Service Association (VIS) Work Release Volunteer Accident Insurance	25,000	1,890	

**PANOLA COUNTY, TEXAS  
SCHEDULE OF INSURANCE IN FORCE  
DECEMBER 31, 2015  
(Unaudited)**

<u>Insurer or Name of Company</u>	<u>Number</u>	<u>Policy Period</u>	
		<u>From</u>	<u>To</u>
Safeco Ins.	32S45483	1/1/2015	1/1/2019
Safeco Ins.	32S171170	1/1/2013	1/1/2017
	32S161126	1/1/2013	1/1/2017
Safeco Ins.	32S168657	1/1/2015	1/1/2019
	32S168658	1/1/2015	1/1/2019
Safeco Ins.	32S388163	1/1/2013	1/1/2017
	32S388164	1/1/2013	1/1/2017
Safeco Ins.	32S159904	1/1/2015	1/1/2019
	32S161129	12/31/2014	12/31/2016
Safeco Ins.	32S481409	9/1/2015	11/15/2016
Safeco Ins.	32S171102	12/31/2014	12/31/2018
RISC	MG841924	1/14/2015	1/14/2016
Safeco Ins.	32S159840	1/1/2015	1/1/2019
Safeco Ins.	32S160605	1/1/2015	1/1/2019
Safeco Ins.	6464731	1/1/2011	1/1/2015
RISC	MG841847	1/14/2015	1/14/2016
Travelers	6608010A867TCT	8/27/2015	8/27/2016
Safeco Ins.	32S163144	12/31/2014	12/31/2016
Safeco Ins.	32S17103	1/1/2015	1/1/2019
Safeco Ins.	32S171038	1/1/2015	1/1/2019
Safeco Ins.	32S162405	6/1/2015	6/1/2016
Safeco Ins.	32S171003	2/28/2015	2/28/2017
	32S159929	2/28/2015	2/28/2017
	32S474684	6/29/2015	2/28/2017
Safeco Ins.	32S454765	1/1/2015	1/1/2019
Safeco Ins.	32S429390	3/15/2015	3/15/2016
	32S434402	5/5/2014	5/5/2015

TABLE 17 (cont.)

<u>Building and/or Department &amp; Description</u>	<u>Amount of Coverage</u>	<u>Premiums &amp; Funding</u>
County Judge	\$ 1,000	\$ 325
Commissioner Precinct 1	3,000	355
	3,000	185
Commissioner Precinct 2	3,000	355
	3,000	355
Commissioner Precinct 3	3,000	325
	3,000	325
Commissioner Precinct 4	3,000	355
	3,000	270
County Clerk	150,000	606
Deputy County Clerks	160,000	1,988
County Clerk Errors & Omissions	500,000	650
County Court at Law Judge	1,000	355
District Clerk - Bond	100,000	1,244
District Clerk - Public Official Bond	100,000	1,243
District Clerk Errors & Omissions	500,000	2,031
Crime - Money & Securities - District Clerk	20,000	264
Justice of the Peace Pct 1&4	1,000	185
Justice of the Peace Pct 2&3	1,000	355
Criminal District Attorney	5,000	355
Elections Administrator	1,000	100
Auditor	5,000	185
1st Assistant Auditor	5,000	185
2nd Assistant Auditor	5,000	150
County Treasurer	1,000	325
Assistant Treasurer/Chief Deputy	25,000	125
Deputy Treasurer	25,000	125

**PANOLA COUNTY, TEXAS  
SCHEDULE OF INSURANCE IN FORCE  
DECEMBER 31, 2015  
(Unaudited)**

<b>Insurer or Name of Company</b>	<b>Number</b>	<b>Policy Period</b>	
		<b>From</b>	<b>To</b>
Safeco Ins.	32S376159	12/31/2012	1/1/2017
Safeco Ins.	32S376165	12/31/2012	1/1/2017
Safeco Ins.	01FL0122506	1/1/2013	1/1/2017
Safeco Ins.	32S401920	11/12/2014	12/31/2016
Safeco Ins.		1/1/2015	12/31/2016
Safeco Ins.	32S171169	1/1/2013	1/1/2017
Safeco Ins.	32S388169	1/1/2013	1/1/2017
The Travelers	660287X6078TIL15	12/30/2015	12/30/2016
The Travelers	660226X9543TIL15	12/30/2015	12/30/2016
Safeco Ins.	32s171012	1/1/2015	1/1/2019
Safeco Ins.	32S159887	09/01/15	09/01/16
Safeco Ins.	32S171050	8/29/2015	8/29/2016
Safeco Ins.	32S423142	1/7/2015	1/7/2016
Safeco Ins.	32S388257	1/1/2015	1/1/2016
	32S388262	1/1/2015	1/1/2016
	32S377966	8/22/2015	8/22/2016
Safeco Ins.	32S419755	11/8/2015	11/8/2016
	32S160070	12/31/2015	12/31/2016
Safeco Ins.	32S171051	12/31/2014	12/31/2018

TABLE 17 (cont.)

<b>Building and/or Department &amp; Description</b>	<b>Amount of Coverage</b>	<b>Premiums &amp; Funding</b>
<b>Tax Assessor/Collector (Ad Valorem Tax Office)</b>	<b>\$ 100,000</b>	<b>\$ 1,332</b>
<b>Tax Assessor for PC Auto Tax</b>	<b>100,000</b>	<b>1,500</b>
<b>Tax Assessor/Collector (Deputies) Crime Bond</b>	<b>35,000</b>	<b>1,287</b>
<b>Sheriff</b>	<b>30,000</b>	<b>205</b>
<b>Reserve Deputies - Twelve @ 2,000</b>	<b>24,000</b>	<b>100</b>
<b>Constable Precinct 2</b>	<b>1,000</b>	<b>355</b>
<b>Constable Precinct 1</b>	<b>1,000</b>	<b>185</b>
<b>123rd Judicial District Adult Probation</b>	<b>10,000</b>	<b>250</b>
<b>123rd Judicial District Juvenile Probation</b>	<b>10,000</b>	<b>250</b>
<b>County Surveyor</b>	<b>1,000</b>	<b>355</b>
<b>Special Prosecutor</b>	<b>2,500</b>	<b>100</b>
<b>Court Coordinator LE &amp; Forfeiture Spec.</b>	<b>2,000</b>	<b>100</b>
<b>Asst. District Attorney</b>	<b>5,000</b>	<b>100</b>
<b>Reserve Constable Deputy Pct. 1 - Three @ 2,000</b>	<b>6,000</b>	<b>300</b>
<b>Reserve Constable Deputy Pct. 2 - Two @ 2,000</b>	<b>4,000</b>	<b>100</b>
<b>Public Official Schedule</b>	<b>1,244</b>	<b>25,000</b>

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**OVERALL COMPLIANCE AND  
INTERNAL CONTROLS SECTION**

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

Panola County Commissioners' Court  
Panola County, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Panola County, Texas, ("County") as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 23, 2016.

**Internal Control over Financial Reporting**

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

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no

MEMBER

instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

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



---

**Richard P. Loughlin**  
Certified Public Accountant

Henderson, Texas  
June 23, 2016

**Panola County, Texas**  
**Summary of Auditor's Results and**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended December 31, 2015**

**A. Summary of Auditor's Results**

**1. Financial Statements**

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?        Yes   X   No

Significant deficiencies identified that are not considered to be material weaknesses?        Yes   X   None Reported

Noncompliance material to financial statements noted?        Yes   X   No

**2. State Awards**

Internal control over major programs:

Material weaknesses identified?        Yes   X   No

Significant deficiencies identified that are not considered to be material weaknesses?        Yes   X   None Reported

Type of auditor's report issued on compliance for major programs: Not Applicable - Single Audit Not Required

Any audit findings disclosed that are required to be reported in accordance with State of Texas Single Audit Circular?        Yes   X   N/A

Identification of major programs:  
Name of State Program or Cluster  
 Not Applicable

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

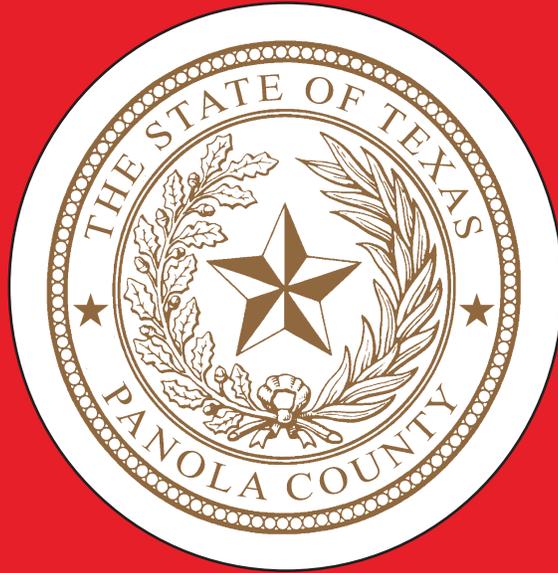
Auditee qualified as low-risk auditee?        Yes   X   N/A

**B. Financial Statement Findings**

NONE

**C. State Award Findings and Questioned Costs**

NONE



**Panola County**  
**Office of County Auditor**  
**Courthouse Annex Room 213A**  
**Carthage, TX 75633**