



# COUNTY AUDITOR'S COMPREHENSIVE ANNUAL FINANCIAL REPORT



FISCAL YEAR ENDED  
DECEMBER 31, 2012  
PANOLA COUNTY, TEXAS

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**PANOLA COUNTY, TEXAS**

**FOR THE YEAR ENDED DECEMBER 31, 2012**

**Prepared by:**

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

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

**TABLE OF CONTENTS**

	<b>PAGE</b>
<b><u>INTRODUCTORY SECTION</u></b>	
County Auditor’s Letter of Transmittal	3
Certificate of Achievement for Excellence in Financial Reporting	8
Directory of Officials	9
Organizational Chart	11
<b><u>FINANCIAL SECTION</u></b>	
Independent Auditor’s Report	15
Management’s Discussion and Analysis	17
<b><u>Basic Financial Statements:</u></b>	
<b>Government-Wide Financial Statements:</b>	
Statement of Net Position	29
Statement of Activities	30
<b>Fund Financial Statements:</b>	
Balance Sheet – Governmental Funds	31
Reconciliation of the Balance Sheet of Governmental Funds to Statement of Net Position	32
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	33
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	34
Statement of Net Position – Fiduciary Funds	35
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	36
Notes to the Financial Statements	37
<b><u>Required Supplementary Information:</u></b>	
Budgetary Information	55
Schedule of Funding Progress for the Retirement Plan for the Employees of Panola County	56
Schedule of Funding Progress – Other Post-Employment Benefits (OPEB) Plan	57
Schedule of Employer Contributions – Other Post-Employment Benefits (OPEB) Plan	58
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual – General Fund	59
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual – Road and Bridge Special Revenue Fund	60
<b><u>Supplementary Financial Information:</u></b>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual – General Fund	67

**PANOLA COUNTY, TEXAS  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

**Table of Contents (continued)**

	<b>PAGE</b>
<b><u>Combining and Individual Fund Statements and Schedules:</u></b>	
Combining Balance Sheet – Non-Major Governmental Funds	87
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds	88
Combining Balance Sheet – Non-Major Governmental Funds – Non-Major Special Revenue funds	92
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds – Non-Major Special Revenue Funds	100
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget (GAAP Basis) and Actual – Non-Major Special Revenue Funds	109
Combining Balance Sheet – Non-Major Governmental Funds – Non-Major Capital Projects Funds	145
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds – Non-Major Capital Projects Funds	146
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget (GAAP Basis) and Actual – Non-Major Capital Projects Funds	147
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	155
Capital Assets Used in the Operation of Governmental Funds:	
Schedule by Source	163
Schedule by Function and Activity	165
Schedule of Changes by Function and Activity	167
 <b><u>STATISTICAL DATA (UNAUDITED)</u></b>	
TABLE 1 - Net Position By Component	173
TABLE 2 - Changes in Net Position	175
TABLE 3 - Fund Balances – Governmental Funds	179
TABLE 4 - Changes in Fund Balances – Governmental Funds	180
TABLE 5 - Assessed Value and Estimated Actual Value of Taxable Property	181
TABLE 6 - Direct and Overlapping Property Tax Rates	182
TABLE 7 - Principal Property Taxpayers	185
TABLE 8 - Property Tax Levies and Collections	186
TABLE 9 - Ratio of Outstanding Debt by Type	188
TABLE 10 - Direct and Overlapping Governmental Debt	189
TABLE 11 - Legal Debt Margin Information	190
TABLE 12 - Demographic and Economic Statistics	191
TABLE 13 - Principal Employers by Industry	193
TABLE 14 - Full-Time Equivalent County Government Employees	194
TABLE 15 - Capital Assets by Function/Program	196
TABLE 16 - Operating Indicators by Function/Program	197
TABLE 17 - Schedule of Insurance in Force	198

**PANOLA COUNTY, TEXAS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**Table of Contents (continued)**

	<b>PAGE</b>
<b><u>OVERALL COMPLIANCE AND INTERNAL CONTROL SECTION</u></b>	
<b><u>Independent Auditor's Report:</u></b>	
<b>Report on Internal Control Over Financial Reporting and on Compliance and     Other Matters Based on an Audit of Financial Statements Performed in Accordance     with <i>Government Auditing Standards</i></b>	<b>207</b>
<b>Report on Compliance for Each Major Program and on Internal Control Required by     <i>The State of Texas Single Audit Circular</i></b>	<b>209</b>
<b>Schedule of Findings and Questioned Costs</b>	<b>211</b>
<b><u>SUPPLEMENTARY GRANT REVENUE AND EXPENSE SCHEDULES</u></b>	
<b>Schedule of Expenditures of Federal and State Awards</b>	<b>217</b>
<b>Notes to the Schedules of Expenditures of Federal and State Awards</b>	<b>219</b>

**THIS PAGE LEFT BLANK INTENTIONALLY**

# **INTRODUCTORY SECTION**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**SIDNEY BURNS  
AUDITOR**



**JENNIFER STACY  
1ST ASSISTANT AUDITOR  
DONNA BURCHETT  
2ND ASSISTANT AUDITOR**

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

**June 21, 2013**

**Honorable District Judge Charles Dickerson  
Honorable County Judge David L. Anderson,  
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, 2012. 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, 2012 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, 2012, 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 24,020.

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 new 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 changed somewhat due to a general 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 2013 will minimize the cost to future taxpayers.

In 2012 Panola County began the renovation of the old Armory Building for use as the County library. This renovation was completed in 2013.

Various costs associated with increased health care premiums for active and retired employees had a significant effect on the financial statements in 2012. The County continues to participate in the 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, 2011.

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



**Donna Burchett**  
2<sup>nd</sup> Assistant Auditor

# 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, 2011

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



*Christopher P. Moynell*  
President

*Jeffrey R. Egan*  
Executive Director

**PANOLA COUNTY, TEXAS  
DIRECTORY OF OFFICIALS  
DECEMBER 31, 2012**

**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 David L. Anderson, County Judge  
The Honorable Ronnie LaGrone, Commissioner Precinct #1  
The Honorable John Gradberg, Commissioner Precinct #2  
The Honorable Frank Langley, Jr., Commissioner Precinct #3  
The Honorable Dale LaGrone, Commissioner Precinct #4  
Lee Ann Jones, Administrative Assistant**

**COUNTY COURT AT LAW:**

**The Honorable Terry Bailey, Judge  
Karen A. Clark, Court Reporter**

**COUNTY AUDITOR:**

**Sidney Burns**

**ASSISTANT COUNTY AUDITORS:**

**Jennifer Stacy  
Donna Burchett**

**COUNTY CLERK:**

**Clara Jones**

**COUNTY SHERIFF:**

**Kevin Lake**

**COUNTY SURVEYOR:**

**Don Austin**

**COUNTY TAX ASSESSOR-COLLECTOR:**

**Debbie Crawford**

**COUNTY TREASURER:**

**Gloria Portman**

**PANOLA COUNTY, TEXAS  
DIRECTORY OF OFFICIALS  
DECEMBER 31, 2012**

**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**



**THIS PAGE LEFT BLANK INTENTIONALLY**

## **FINANCIAL SECTION**

**THIS PAGE LEFT BLANK INTENTIONALLY**



**Richard P Loughlin**  
Certified Public Accountant

Telephone: 903.657.0240  
Fax: 903.655.1324

116 S Marshall  
P O Box 1716  
Henderson TX 75654

**INDEPENDENT AUDITOR'S REPORT**

June 20, 2013

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, 2012, 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.

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, 2012, 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.

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 17-26; the Schedule of Funding Progress for the Retirement Plan for Employees of Panola County on page 56; the

MEMBER

Schedule of Funding Progress – Other Post-Employment (OPEB) Plan on page 57; the Schedule of Employer Contributions – Other Post-Employment (OPEB) Plan on page 58; and budgetary comparison information on pages 59-63, 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 accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the State of Texas Single Audit Circular, and is also not a required part of the basic financial statements of the County.

The combining and individual nonmajor fund financial statements, supplementary financial information and the Schedule of Expenditures of Federal and State Awards 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, supplementary financial information and the Schedule of Expenditures of Federal and State Awards 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 express no opinion on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 20, 2013, 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.



Richard P. Loughlin  
Certified Public Accountant

**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2012**

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, 2012. 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 of Panola County, Texas exceeded its liabilities at December 31, 2012 by \$61,907,531 (net position). Of this amount, \$37,884,578, (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position increased by \$2,591,425.
- At December 31, 2012, the County's governmental funds reported combined ending fund balances of \$25,918,956, an increase of \$1,446,613 over the prior year. Of this amount, \$29,129 is nonspendable, \$10,942,194 is restricted, \$2,032,738 is committed, and \$12,914,895 is unassigned. Unassigned fund balance is available for spending at the County's discretion.
- At December 31, 2012, unassigned fund balance for the general fund was \$12,914,895, or 103.17% of total general fund expenditures.
- The County issued no new debt during the year ended December 31, 2012.

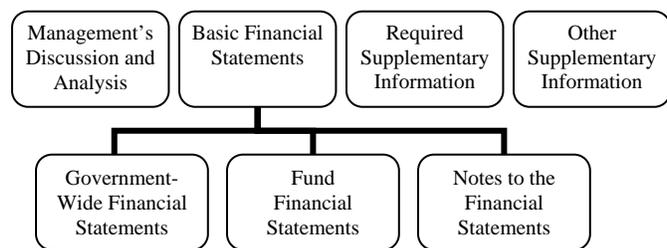
**OVERVIEW OF THE FINANCIAL STATEMENTS**

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, 2012

**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 29 - 30 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 43 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Road and Bridge special revenue fund, which are considered to be major funds. Data from the other 41 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2012

The County adopts an annual appropriated budget for 41 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 31 - 34 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 2012 totaled \$1,790,318. 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 35 - 36 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 37 – 52 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 87-168 of this report.

#### **Single Audit**

The County expended in excess of \$500,000 in state financial assistance during the year ended December 31, 2012. As a result, a single audit in accordance with the State of Texas *Single Audit Circular* was required. The Overall Compliance and Internal Controls section of this report begins on page 207.

#### **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, 2012 and December 31, 2011 are summarized and analyzed on the following page.

Assets exceeded liabilities and deferred inflows of resources by \$61,907,531 as of December 31, 2012, and by \$59,316,106 as of December 31, 2011, an increase of \$2,591,425. As of December 31, 2012, the County's total assets were \$81,538,424. Capital assets, which include land, construction in progress, buildings and improvements, machinery, equipment, furniture, and infrastructure less any related debt used to acquire those assets that is still outstanding, represent 38.8% of total net position.

An amount of \$37,884,578 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, 2012**

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

	<u>2012</u>	<u>2011</u>
<b>Current and Other Assets</b>		
Capital Assets	\$ 57,515,471	\$ 54,467,427
Total Assets	<u>24,022,953</u>	<u>23,802,873</u>
	<u>81,538,424</u>	<u>78,270,300</u>
<b>Long-Term Liabilities Outstanding</b>	176,348	160,540
<b>Other Liabilities</b>	641,412	498,627
Total Liabilities	<u>817,760</u>	<u>659,167</u>
<b>Total Deferred Inflows of Resources</b>	<u>18,813,133</u>	<u>18,295,027</u>
<b>Net Position:</b>		
Net Investment in Capital Assets	24,022,953	23,802,873
Unrestricted	37,884,578	35,513,233
Total Net Position	<u>\$ 61,907,531</u>	<u>\$ 59,316,106</u>

Governmental activities increased the County's net position by \$2,591,425 in 2012. Total revenues for Panola County were \$23,405,849 and \$23,512,337 in 2012 and 2011, respectively. Total expenses were \$20,814,424 and \$20,442,616 in 2012 and 2011, 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 remained relatively constant, increasing only \$41,185, or 1.09%. Charges for services declined by 6.2% from 2011. Operating grants and contributions increased by \$197,050. 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 were also virtually unchanged.
- 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, decreased slightly by \$368,520, or 1.97%. Other revenues increased by \$220,847 principally due to increased revenue from the County's airport and significant sales of capital assets.
- Public safety, public transportation, and general administration are the three largest programs, in terms of expenses. These three activities accounted for 75.5% of total expenses.
- General administration activities for 2012 decreased by \$280,604 from the prior year. Significant among the cause for the decrease was a County-wide computer upgrade in the prior year.
- Public safety and public transportation activity expenses were virtually unchanged from 2011, each increasing less than 3%.
- Health and paupers care activities for 2012 increased by \$301,742 as a result of the County's participation in the Texas Health and Human Services Commission's Rural Public Hospital Supplement Payments Program.

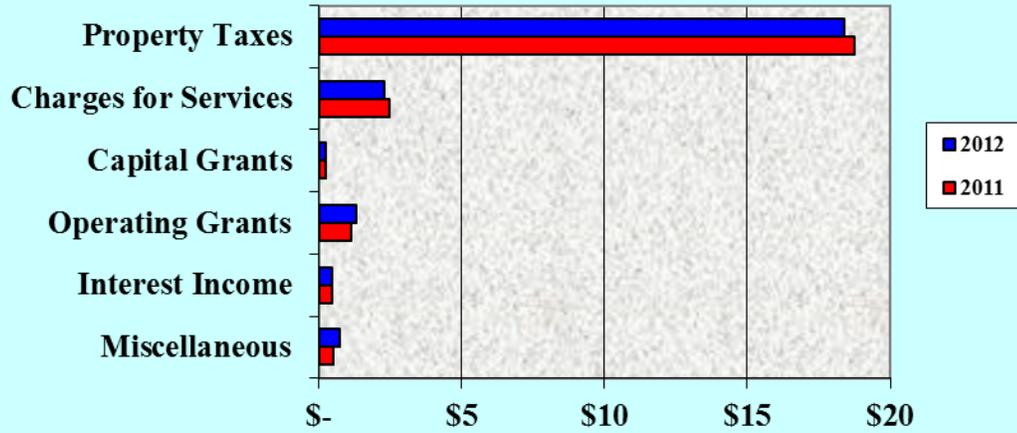
**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2012**

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

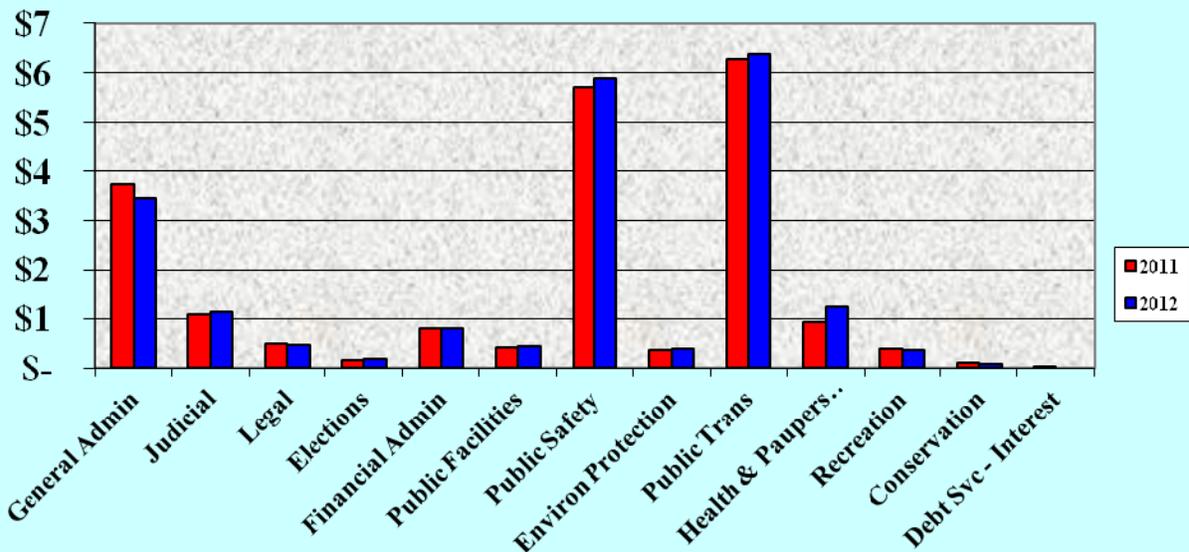
	<u>2012</u>	<u>2011</u>
<b>Revenues:</b>		
<b>Program Revenues:</b>		
Charges for Services	\$ 2,305,349	\$ 2,457,156
Operating Grants and Contributions	1,306,587	1,109,537
Capital Grants and Contributions	218,882	222,940
<b>General Revenues:</b>		
Property Taxes	18,374,211	18,742,731
Other	1,200,820	979,973
<b>Total Revenues</b>	<u>23,405,849</u>	<u>23,512,337</u>
<b>Expenses:</b>		
General administration	\$ 3,447,218	3,727,822
Judicial	1,136,940	1,091,066
Legal	467,497	483,307
Elections	186,869	153,511
Financial administration	794,223	786,036
Public facilities	435,721	417,517
Public safety	5,889,883	5,713,426
Environmental protection	392,801	363,458
Public transportation	6,378,730	6,279,662
Health & paupers care	1,233,431	931,689
Recreation	363,850	384,378
Conservation	87,261	93,050
Debt Service - Interest	-	17,694
	<u>20,814,424</u>	<u>20,442,616</u>
<b>Increase in Net Position</b>	<b>2,591,425</b>	<b>3,069,721</b>
<b>Net Position - Beginning</b>	<b>59,316,106</b>	<b>56,246,385</b>
<b>Net Position - Ending</b>	<b>\$ 61,907,531</b>	<b>\$ 59,316,106</b>

**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2012**

**Governmental Activities - Revenues by Source**  
**For the Years Ended December 31**  
**(in millions)**



**Governmental Activities - Expenses by Function**  
**For the Years Ended December 31**  
**(in millions)**



**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2012

**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.

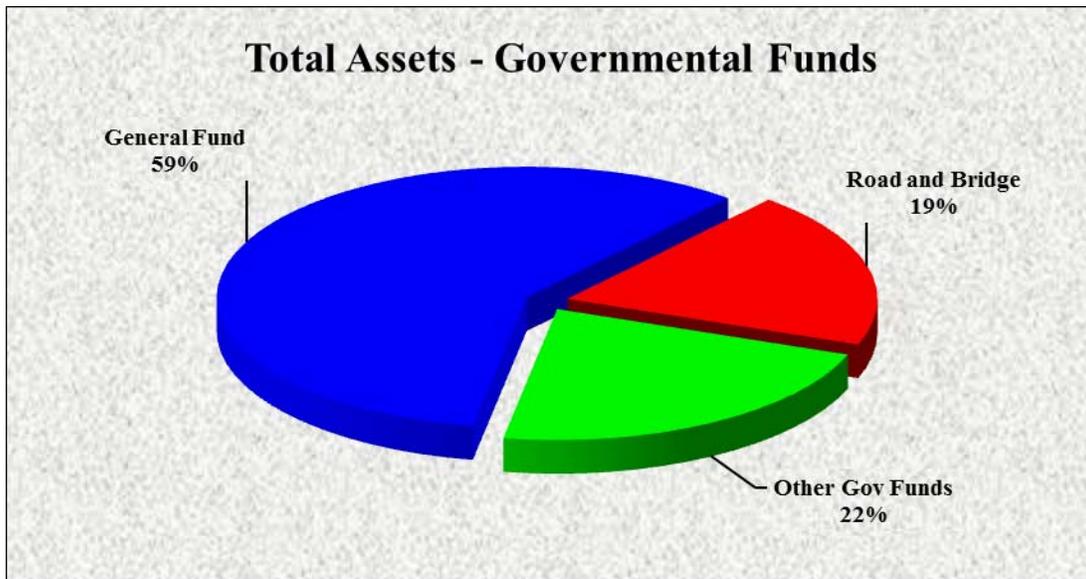
**Governmental Funds**

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, 2012, the County's governmental funds reported combined ending fund balances of \$25,918,956, an increase of \$1,446,613 over the prior year. Approximately 49.8% of this amount, \$12,914,895 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, 2012, 100% of the General Fund's total fund balance, or \$12,914,895, is unassigned. Total fund balance for the General Fund decreased by \$238,007, or 1.81% from the prior year. The reason for the decline in fund balance was the a result of a \$2,000,000 transfer to establish the Library Renovation Fund. 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 103.17% of total General Fund expenditures. Key factors in the change in fund balance in the General Fund are as follows: revenues were relatively consistent with the prior year and exceeded the estimated amounts and the County continued to spend well within its budget. The change in fund balance in the Road and Bridge Fund increased by \$556,175 principally due to sales of Road and Bridge heavy equipment at auction.

As shown below, as of December 31, 2012, total assets in the General Fund amounted to \$26,810,620, accounting for 58% of total governmental fund assets. The Road and Bridge special revenue fund, the County's other major fund's total asset amount is \$8,898,338. Together, these major funds account for 78%, of total governmental fund assets.



**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2012

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Differences between the original budget and the final amended budget amounted to a net increase in appropriations of \$42,873. Significant among the amendments were:

- General Administration – Budgetary transfers from the \$400,000 contingency line item to various other line items limited the increase in overall appropriations.
- Public Safety – Decreased appropriations of \$104,923 as a result of lower prisoner food and medical costs.
- Health and Paupers Care – Increased appropriations for indigent health care of \$128,000.
- Recreation – Increased appropriations for youth programs of \$28,206.
- Capital Outlay – Increased appropriations for capital expenditures in Non-departmental, Elections, and Public Safety totaling \$396,303.

General Fund revenues exceeded the final budget by \$1,056,507. The majority of this increase was attributable to property taxes exceeding the final budget by \$405,490. Also, interest and miscellaneous revenues exceeded anticipated amounts by \$317,565. Fees of office exceeded the final budget by \$260,383, principally due to additional fees collected by the Tax Assessor-Collector.

General Fund expenditures were \$700,986 less than final budgeted expenditures. Major contributors to lower than budgeted expenditures are as follows:

- Expenditures for public safety activities were \$184,008 less than final budgeted expenditures due to less than expected expenditures in the Sheriff's Office and Detention Center.
- Expenditures for legal activities decreased \$56,655 as a result of less expenditures needed for prosecution and defending the County against litigation.
- Expenditures for general administration activities were \$245,434 less than final budgeted expenditures due to the timing of the County's computer upgrade completed the previous year.
- Expenditures for health and paupers care activities were \$72,771 less than final budgeted expenditures, due to less than expected attorney's fees.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The County's investment in capital assets for its governmental activities as of December 31, 2012, amounts to \$24,022,953 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, machinery and equipment, furniture, and infrastructure. The net increase in the County's investment in capital assets, after depreciation expense of \$1,757,975, for the current year was \$220,080.

This year's additions included construction in progress for the County's library totaling \$721,480 and machinery and equipment totaling \$1,460,462, which included additional rolling stock for the Sheriff's Department and heavy equipment purchases for the Road and Bridge Department.

Capital assets as of December 31, 2012 and 2011 are summarized on the following page.

Additional information on the County's capital assets can be found in Note 3, D on pages 44-45 of this report.

**PANOLA COUNTY, TEXAS**  
**Management's Discussion and Analysis**  
**December 31, 2012**

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

	<b>2012</b>	<b>2011</b>
Land	\$ 1,289,889	\$ 1,289,889
Buildings	19,062,848	19,074,843
Improvements other than buildings	259,303	259,303
Machinery and equipment	10,074,642	9,713,790
Infrastructure	10,371,442	10,371,442
Construction in Progress	721,480	-
Total Capital Assets	41,779,604	40,709,267
Less: Accumulated Depreciation	(17,756,651)	(16,906,394)
Total Capital Assets	\$ 24,022,953	\$ 23,802,873

**Long-Term Debt**

As of December 31, 2012, the County has no outstanding bonded debt. The only debt outstanding is in the form of accrued compensated absences.

Additional information on the County's long-term debt can be found in Note 3, I on page 50 of this report.

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

The following factors were considered in preparing the County's budget for 2013.

- The percentage decrease in total property assessed value for FY 2012 was 4.19% (FY 2011 decrease was 10.3%).
- Property tax receipts for FY 2012 were \$18.3 million, an decrease of 2.1% from receipts of \$18.7 million for FY 2011.
- The County has consistently maintained an ad valorem tax collection rate over 97.5% for the last few years.
- The percentage increase in medical insurance premiums for employees was 0.6% for FY 2012 (FY 2011 increase was 5.9%).
- Fluctuating energy costs have affected the price of fuel and road surfacing materials.
- Property and liability insurance costs increased 13.8% for FY 2012 compared to an increase of 1.7% for FY 2011.

**PANOLA COUNTY, TEXAS**  
Management's Discussion and Analysis  
December 31, 2012

Original budgeted expenditures for FY 2013 are \$21.3 million, a decrease of 12.7% over original budgeted expenditures of \$24.4 million for FY 2012. Property taxes account for the bulk of the revenues, as approximately 91.5% 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 \$0.4611/\$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. The natural gas production should minimize these increases.
- 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**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS  
STATEMENT OF NET POSITION  
DECEMBER 31, 2012**

	<u>Governmental Activities</u>
<b>ASSETS:</b>	
Cash and Cash Equivalents	\$ 3,644,378
Investments	38,400,000
Receivables (net of allowance for uncollectible taxes):	
Property Taxes	2,863,376
Due from Other Governments	624,253
Miscellaneous	279,261
Inventory	29,129
Capital Assets (not being depreciated):	
Land	1,289,889
Construction in Progress	721,480
Capital Assets (net of accumulated depreciation):	
Buildings	14,768,234
Improvements other than buildings	210,638
Machinery and equipment	4,717,417
Infrastructure	2,315,295
Negative net OPEB obligation asset	11,667,474
Other Assets	7,600
<b>Total Assets</b>	<b><u>81,538,424</u></b>
 <b>LIABILITIES:</b>	
Accounts Payable-Trade	641,412
Noncurrent liabilities:	
Due Within One Year	17,053
Due In More Than One Year	159,295
<b>Total Liabilities</b>	<b><u>817,760</u></b>
 <b>DEFERRED INFLOWS OF RESOURCES:</b>	
Unearned Revenues	18,813,133
<b>Total Deferred Inflows of Resources</b>	<b><u>18,813,133</u></b>
 <b>NET POSITION:</b>	
Net Investment in Capital Assets	24,022,953
Unrestricted	37,884,578
<b>Total Net Position</b>	<b><u>\$ 61,907,531</u></b>

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

**PANOLA COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Assets</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	\$ 3,447,218	\$ 320,353	\$ -	\$ -	\$ (3,126,865)
Judicial	1,136,940	464,969	75,000	-	(596,971)
Legal	467,497	37,505	38,199	15,657	(376,136)
Elections	186,869	4,450	-	-	(182,419)
Financial administration	794,223	830,492	-	-	36,269
Public facilities	435,721	-	-	163,133	(272,588)
Public safety	5,889,883	453,190	573,135	40,092	(4,823,466)
Environmental protection	392,801	-	-	-	(392,801)
Public transportation	6,378,730	38,894	29,620	-	(6,310,216)
Health & paupers care	1,233,431	1,375	590,633	-	(641,423)
Recreation	363,850	152,856	-	-	(210,994)
Conservation	87,261	1,265	-	-	(85,996)
<b>Total primary government</b>	<b>\$ 20,814,424</b>	<b>\$ 2,305,349</b>	<b>\$ 1,306,587</b>	<b>\$ 218,882</b>	<b>\$ (16,983,606)</b>

<b>General Revenues:</b>	
Property Taxes	\$ 18,374,211
Interest Income	454,697
Gain on the Sale of Capital Assets	236,219
Miscellaneous	509,904
<b>Total general revenues and transfers</b>	<b>19,575,031</b>
<b>Change in net assets</b>	<b>2,591,425</b>
<b>Net position, Beginning of Year</b>	<b>59,316,106</b>
<b>Net position, End of Year</b>	<b>\$ 61,907,531</b>

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

**PANOLA COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2012**

	<b>General Fund</b>	<b>Road and Bridge</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 1,013,057	\$ 365,831	\$ 2,265,490	\$ 3,644,378
Investments	23,198,822	7,564,796	7,636,382	38,400,000
Receivables (net of allowance for uncollectibles)				
Current Taxes	1,669,062	647,214	72,605	2,388,881
Delinquent Taxes	331,441	128,523	14,531	474,495
Due from Other Governments	435,329	166,527	22,397	624,253
Miscellaneous	155,309	25,447	98,505	279,261
Inventory	-	-	29,129	29,129
Other Assets	7,600	-	-	7,600
<b>Total Assets</b>	<b>26,810,620</b>	<b>8,898,338</b>	<b>10,139,039</b>	<b>45,847,997</b>
<b>LIABILITIES</b>				
Accounts Payable-Trade	402,071	4,157	235,184	641,412
<b>Total Liabilities</b>	<b>402,071</b>	<b>4,157</b>	<b>235,184</b>	<b>641,412</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unearned Revenue	11,493,151	4,431,323	499,779	16,424,253
Unearned Deferred Revenue	2,000,503	775,737	87,136	2,863,376
<b>Total Deferred Inflows of Resources</b>	<b>13,493,654</b>	<b>5,207,060</b>	<b>586,915</b>	<b>19,287,629</b>
<b>FUND BALANCES</b>				
Nonspendable	-	-	29,129	29,129
Restricted	-	3,687,121	7,255,073	10,942,194
Committed	-	-	2,032,738	2,032,738
Unassigned	12,914,895	-	-	12,914,895
<b>Total Fund Balances</b>	<b>12,914,895</b>	<b>3,687,121</b>	<b>9,316,940</b>	<b>25,918,956</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 26,810,620</b>	<b>\$ 8,898,338</b>	<b>\$ 10,139,039</b>	<b>\$ 45,847,997</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, 2012**

<b>Total Fund Balances - Governmental Funds</b>	<b>\$ 25,918,956</b>
 <b>Amounts reported for governmental activities in the statement of net position are different because:</b>	
<b>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</b>	<b>24,022,953</b>
<b>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.</b>	<b>11,667,474</b>
<b>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.</b>	<b>474,496</b>
<b>Long-term liabilities (Compensated Absences) are not due and payable in the current period and therefore are not reported in the funds.</b>	<u><b>(176,348)</b></u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u><u><b>\$ 61,907,531</b></u></u>

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, 2012**

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Property Taxes	\$ 12,740,566	\$ 5,061,975	\$ 561,574	\$ 18,364,115
Licenses	-	367,773	-	367,773
Intergovernmental Receipts	397,289	68,514	770,648	1,236,451
Fees of Office	771,919	-	582,780	1,354,699
Fines	-	311,936	-	311,936
Miscellaneous	545,120	529,827	889,719	1,964,666
<b>TOTAL REVENUES</b>	<b>14,454,894</b>	<b>6,340,025</b>	<b>2,804,721</b>	<b>23,599,640</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	3,476,053	-	106,702	3,582,755
Judicial	1,169,242	-	-	1,169,242
Legal	351,455	-	145,905	497,360
Elections	153,178	-	7,614	160,792
Financial Administration	851,633	-	-	851,633
Public Facilities	271,371	-	166,634	438,005
Public Safety	4,435,476	-	1,298,442	5,733,918
Environmental Protection	386,527	-	-	386,527
Public Transportation	-	3,623,172	626,614	4,249,786
Health and Paupers Care	432,129	-	733,666	1,165,795
Recreation	385,146	-	-	385,146
Conservation	91,770	-	-	91,770
Capital Outlay	513,749	2,160,678	765,871	3,440,298
<b>TOTAL EXPENDITURES</b>	<b>12,517,729</b>	<b>5,783,850</b>	<b>3,851,448</b>	<b>22,153,027</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,937,165	556,175	(1,046,727)	1,446,613
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	2,423,518	2,423,518
Transfers Out	(2,175,172)	-	(248,346)	(2,423,518)
<b>Total Other Financing Sources (Uses)</b>	<b>(2,175,172)</b>	<b>-</b>	<b>2,175,172</b>	<b>-</b>
Net Change in Fund Balances	(238,007)	556,175	1,128,445	1,446,613
<b>FUND BALANCE-BEGINNING</b>	<b>13,152,902</b>	<b>3,130,946</b>	<b>8,188,495</b>	<b>24,472,343</b>
<b>FUND BALANCE-ENDING</b>	<b>\$ 12,914,895</b>	<b>\$ 3,687,121</b>	<b>\$ 9,316,940</b>	<b>\$ 25,918,956</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, 2012**

<b>Net Change in Fund Balances - Governmental Funds</b>	<b>\$ 1,446,613</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>220,080</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 position)</b>	<b>930,444</b>
<b>Delinquent property tax collections provide current financial resources to the funds but has no effect on net position.</b>	<b>(432,554)</b>
<b>Delinquent property taxes receivable, which do not provide current financial resources, are not reported as revenue in the funds.</b>	<b>442,650</b>
<b>The increase in accrued compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</b>	<b><u>(15,808)</u></b>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 2,591,425</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, 2012**

	<b>Panola County Retiree Health Benefits Trust Fund</b>	<b>Agency Funds</b>
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$      473,474	\$      5,766,284
Investments (Certificates of Deposit)	15,400,000	264,654
Interest receivable	137,430	-
<b>Total Assets</b>	<u>16,010,904</u>	<u>6,030,938</u>
 <b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable-Trade	3,761	-
Due to Other Governments	-	3,762,053
Court Ordered Deposits	-	128,850
Court Ordered Trust Funds	-	2,135,757
Other Payables	-	4,278
<b>Total Liabilities</b>	<u>3,761</u>	<u>\$      6,030,938</u>
 <b>NET POSITION</b>		
Held in trust for OPEB benefits	<u>16,007,143</u>	
<b>Total Net Position</b>	<u>\$      16,007,143</u>	

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, 2012**

	<u>Panola County Retiree Health Benefits Trust Fund</u>
<b>ADDITIONS</b>	
<b>Contributions:</b>	
Reimbursement from Medicare	\$ 41,773
Employer Contributions	<u>1,790,318</u>
<b>Total Employer Contributions</b>	<u>1,832,091</u>
<b>Total Contributions</b>	<u>1,832,091</u>
<b>Investment Income:</b>	
Interest earnings	<u>191,141</u>
<b>Total Investment Income</b>	<u>191,141</u>
<b>TOTAL ADDITIONS</b>	<u>2,023,232</u>
<b>DEDUCTIONS</b>	
Benefit Payments	<u>602,846</u>
<b>TOTAL DEDUCTIONS</b>	<u>602,846</u>
<b>CHANGE IN NET POSITION</b>	1,420,386
<b>NET POSITION - BEGINNING OF YEAR</b>	<u>14,586,757</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$ 16,007,143</u></u>

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

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

**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. For the fiscal year ended December 31, 2012, the County implemented the new reporting requirements of GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 1989 FASB and AICPA Pronouncements, GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, and early implemented GASB Statement No. 65, Items Previously Reported as Assets and Liabilities. 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

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012

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 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.

**Debt Service Fund** – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**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.

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

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 "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, 2012.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursement 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.

Reimbursements 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.

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

The inventory amount of \$29,129 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 or more 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.

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 no items 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 one item that qualifies for reporting in this category. Unearned Revenue is reported both in the government-wide Statement of Net Position and the governmental fund Balance Sheet. 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. Therefore, all collections of current taxes during this period and all current taxes receivable as of December 31 are recorded as Unearned Revenue, respectively. These liabilities are reflected both in the Government-wide financial statements and the Fund Financial Statements, since the tax revenue has not been earned as of December 31, 2012.

**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

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

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.

As of December 31, 2012, long-term debt outstanding consists of compensatory time payable.

**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 formal action by the Commissioners' Court. Committed amounts cannot be used for any other purpose unless the Commissioners' Court removes those constraints by taking the same type of formal action. 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,

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

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.

**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.

**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 \$220,080 difference are as follows:

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012

Capital Outlay	\$ 2,181,942
Depreciation Expense	(1,757,975)
Capital Asset Retirements	<u>(203,887)</u>
Net Adjustment to Decrease Net Changes in Fund Balance-	
Total Governmental Funds to Arrive at Changes in Net Assets-	
Governmental Activities	<u>\$ 220,080</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 2012 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.

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, 2012, 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.

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

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, 2012 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	\$ 1,794,690	\$ 695,929	\$ 78,069	\$ 2,568,688
Delinquent Property Taxes	414,302	160,654	18,164	593,120
Due from Other Governments	435,329	166,527	22,397	624,253
Miscellaneous	155,309	25,447	98,505	279,261
	<u>                  </u>	<u>                  </u>	<u>                  </u>	<u>                  </u>
Total Gross Receivables	\$ 2,799,630	\$ 1,048,557	\$ 217,135	\$ 4,065,322
Less: Allowance for Uncollectible Tax	(208,489)	(80,846)	(9,097)	(298,432)
	<u>                  </u>	<u>                  </u>	<u>                  </u>	<u>                  </u>
Net Total Receivables	<u>\$ 2,591,141</u>	<u>\$ 967,711</u>	<u>\$ 208,038</u>	<u>\$ 3,766,890</u>

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 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 governmental-wide statements was as follows:

	<u>General Fund</u>	<u>Road &amp; Bridge Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Net Current Property Taxes Receivable	\$ 1,669,062	\$ 647,214	\$ 72,604	\$ 2,388,880
Advanced Tax Collections	11,493,151	4,431,323	499,779	16,424,253
	<u>                  </u>	<u>                  </u>	<u>                  </u>	<u>                  </u>
Total Deferred Revenue	<u>\$ 13,162,213</u>	<u>\$ 5,078,537</u>	<u>\$ 572,383</u>	<u>\$ 18,813,133</u>

**D. Capital Assets**

Capital asset activity for the year ended December 31, 2012 was as follows:

**PANOLA COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

	Balance January 1, <u>2012</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2012</u>
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 1,289,889	\$ -	\$ -	\$ 1,289,889
Construction in Progress	-	721,480	-	721,480
<b>Total Capital Assets Not Being Depreciated</b>	<u>\$ 1,289,889</u>	<u>\$ 721,480</u>	<u>\$ -</u>	<u>\$ 2,011,369</u>
<b>Capital Assets Being Depreciated:</b>				
Buildings	\$ 19,074,843	\$ -	\$ 11,995	\$ 19,062,848
Improvements other than Buildings	259,303	-	-	259,303
Machinery & Equipment	9,713,790	1,460,462	1,099,610	10,074,642
Infrastructure	10,371,442	-	-	10,371,442
<b>Total Capital Assets Being Depreciated</b>	<u>\$ 39,419,378</u>	<u>\$ 1,460,462</u>	<u>\$ 1,111,605</u>	<u>\$ 39,768,235</u>
<b>Less Accumulated Depreciation for:</b>				
Buildings	\$ 3,927,707	\$ 370,038	\$ 3,131	\$ 4,294,614
Improvements other than Buildings	44,433	4,232	-	48,665
Machinery & Equipment	5,316,716	945,096	904,587	5,357,225
Infrastructure	7,617,538	438,609	-	8,056,147
<b>Total Accumulated Depreciation</b>	<u>\$ 16,906,394</u>	<u>\$ 1,757,975</u>	<u>\$ 907,718</u>	<u>\$ 17,756,651</u>
<b>Total Capital Assets Being Depreciated, Net</b>	<u>\$ 22,512,984</u>	<u>\$ (297,513)</u>	<u>\$ 203,887</u>	<u>\$ 22,011,584</u>
<b>Governmental Activities Capital Assets, Net</b>	<u>\$ 23,802,873</u>	<u>\$ 423,967</u>	<u>\$ 203,887</u>	<u>\$ 24,022,953</u>

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

General Administration	\$ 36,470
Judicial	42,839
Elections	33,889
Public Facilities	2,070
Public Safety	452,451
Environmental Protection	6,274
Public Transportation	1,116,346
Health & Paupers Care	67,636
<b>Total Depreciation Expense</b>	<u>\$ 1,757,975</u>

**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 Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 624 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

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 2012. 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.

**Annual Pension Cost**

For the employer's accounting year ending December 31, 2012, the annual pension cost for the TCDRS plan for its employees was \$1,546,054, and the actual contributions were \$1,546,054.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2010, the basis for determining the contribution rate for calendar year 2012. The December 31, 2011 actuarial valuation is the most recent valuation.

**Funded Status and Funding Progress**

As of December 31, 2011, the most recent actuarial valuation date, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$	28,342,073
Actuarial Value of Plan Assets	\$	24,288,189
Unfunded Actuarial Accrued Liability (UAAL)	\$	4,053,884
Funded Ratio		85.70%
Covered Payroll	\$	6,332,494
UAAL as a Percentage of Covered Payroll		64.02%

PANOLA COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 DECEMBER 31, 2012

The required schedule of funded 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 relative to the actuarial accrued liability for benefits over time.

	<u>Acuarial Valuation Information</u>		
	12/31/09	12/31/10	12/31/11
Actuarial Valuation Date	Entry Age	Entry Age	Entry Age
Actuarial Cost Method	Level Percentage of	Level Percentage of	Level Percentage of
Amortization Method	Payroll, Closed	Payroll, Closed	Payroll, Closed
Amortization Period in Years	5.4	4.7	4.1
Asset Valuation Method	SAF: 10-yr	SAF: 10-yr	SAF: 10-yr
	Smoothed Value	Smoothed Value	Smoothed Value
	ESF: Fund value	ESF: Fund value	ESF: Fund value
<b>Assumptions:</b>			
Investment Return (**)	8%	8%	8%
Projected Salary Increases (**)	5.4%	5.4%	5.4%
Inflation	3.5%	3.5%	3.5%
Cost-of-Living Adjustments	0%	0%	0%

(\*\*) Includes inflation at the stated rate

<u>Trend Information for the Retirement Plan for the Employees of Panola County</u>			
Accounting	Annual	Percentage	Net
Year	Pension	of APC	Pension
<u>Ending</u>	<u>Cost (APC)</u>	<u>Contributed</u>	<u>Obligation</u>
12/31/10	\$ 1,473,763	100%	\$ -
12/31/11	\$ 1,502,630	100%	\$ -
12/31/12	\$ 1,546,054	100%	\$ -

**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 No. 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 supplementary information for the RHBT. However the financial statements and the required supplementary information are included in the County's comprehensive annual financial report at pages 35 - 36 (financial statements) and pages 57-58 (required supplementary

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

information).

At December 31, 2012 the RHBT had 70 retirees receiving benefits and has a total of 168 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, 2012, the estimated past-service actuarially determined liabilities for active and retired employees amounted to \$15,344,796.

**Annual OPEB Cost and Net OPEB Obligations**

For 2012, the County's annual required contribution for the RHBT was \$628,491. Contributions of \$1,790,318 were made by the County. The activity for the year is shown in tabular form below.

Annual Required Contribution	\$	628,491
Interest on Net OPEB Obligation		(429,481)
Amortization of Prior Year OPEB Obligation		660,864
Annual OPEB Cost (Expense)	\$	859,874
Contributions Made		(1,790,318)
Change in OPEB Obligation	\$	(930,444)
Net OPEB Obligation (Asset) - Beginning of Year		(10,737,030)
Net OPEB Obligation (Asset) - End of Year	\$	(11,667,474)

**Trend Information**

<u>Fiscal Year</u>	<u>Annual OPEB Cost</u>	<u>Actual Employer Contribution</u>	<u>Percentage Contributed</u>	<u>Net OPEB (Obligation) Asset</u>
2010	\$ 974,227	\$ 908,548	93.26%	\$ 10,118,668
2011	\$ 1,073,960	\$ 1,692,323	157.58%	\$ 10,737,030
2012	\$ 859,874	\$ 1,790,318	208.21%	\$ 11,667,474

**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 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

PANOLA COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 DECEMBER 31, 2012

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, 2012, the unprojected unit credit cost method was used. The actuarial assumptions used included a 4.0% investment rate of return, compounded annually, net of investment expenses. The annual healthcare cost trend of 10%, 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 actuarial accrued liability (UAAL) is being amortized at a level (decreasing yearly) over a 30-year closed period. At December 31, 2012, the remaining amortization period is 25 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
12/31/12	\$ 16,010,904	\$ 15,344,796	\$ (666,108)	104.34%	\$ 5,868,494	(11.35%)

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, 2012.

<u>Year Ending December 31</u>	<u>Governmental Activities</u>
2013	\$ 31,015
2014	13,177
2015	8,923
2016	2,030
Total minimum lease payments	<u>\$ 55,145</u>

Total cost for these leases for the year ended December 31, 2012 was \$39,165.

PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012

**I. Long-Term Debt**

**Changes in Long-Term Debt**

Long-term debt activity for the year ended December 31, 2012 was as follows:

	Balance January 1, <u>2012</u>	<u>Additions</u>	<u>Reductions</u>	Balance December 31, <u>2012</u>	Due Within <u>One Year</u>
Compensated Absences	\$ 160,540	\$ 36,212	\$ 20,404	\$ 176,348	\$ 17,053
Total Governmental Activity					
Long-Term Liabilities	<u>\$ 160,540</u>	<u>\$ 36,212</u>	<u>\$ 20,404</u>	<u>\$ 176,348</u>	<u>\$ 17,053</u>

Compensated absences are liquidated by 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, 2012 are as follows:

	General <u>Fund</u>	Major Special <u>Revenue Fund</u> Road & Bridge <u>Fund</u>	Other <u>Funds</u>	<u>Total</u>
<b>Nonspendable:</b>				
Inventory	\$ -	\$ -	\$ 29,129	\$ 29,129
<b>Restricted:</b>				
Road & Bridge maintenance	-	3,687,121	1,380,752	5,067,873
Law Library	-	-	31,258	31,258
Juvenile Delinquency Prevention	-	-	154	154
Courthouse Security	-	-	222,585	222,585
Records Management & Preservation	-	-	532,217	532,217
Court Technology	-	-	76,706	76,706
VIT Interest	-	-	6,176	6,176
Elections	-	-	12,290	12,290
Adult Probation	-	-	479,217	479,217
Juvenile Probation	-	-	398,831	398,831
Law Enforcement	-	-	149,513	149,513
District Attorney	-	-	192,736	192,736
Child Protective Services	-	-	74,249	74,249
Health	-	-	3,405,861	3,405,861
Airport	-	-	292,528	292,528
<b>Committed:</b>				
Library Construction	-	-	1,336,915	1,336,915
Right-of-Way Purchases	-	-	269,902	269,902
Airport Improvements	-	-	216,258	216,258
Jail Improvement	-	-	209,663	209,663
<b>Unassigned</b>	<b>12,914,895</b>	<b>-</b>	<b>-</b>	<b>12,914,895</b>
<b>Total Fund Balances</b>	<b>\$ 12,914,895</b>	<b>\$ 3,687,121</b>	<b>\$ 9,316,940</b>	<b>\$ 25,918,956</b>

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

**K. Interfund Transfers**

Interfund transfers for the year ended December 31, 2012 were as follows:

	<u>Transfers In</u>				<u>Totals</u>
	<u>Nonmajor Governmental Funds</u>				
	<u>Juvenile Services Fund</u>	<u>Child Protective Services Fund</u>	<u>Library Construction Fund</u>	<u>Jail Improvement Fund</u>	
<u>Transfers Out</u>					
General Fund	\$ 145,172	\$ 30,000	\$ 2,000,000	\$ -	\$ 2,175,172
Sheriff's Renovation	-	-	39,751	-	39,751
Debt Service Fund	-	-	-	208,595	208,595
<b>Total</b>	<u>\$ 145,172</u>	<u>\$ 30,000</u>	<u>\$ 2,039,751</u>	<u>\$ 208,595</u>	<u>\$ 2,423,518</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 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, 2012 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.

**PANOLA COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

**The County has active construction projects as of December 31, 2012. At year end, the County's remaining commitments with contractors totaled \$1,083,658.**

## **REQUIRED SUPPLEMENTARY INFORMATION**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2012**

**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, 2012, the following funds had legally adopted budgets:

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

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2012**

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

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liabilities (AAL) (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Annual Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll (b-a)/c)</b>
12/31/09	\$ 19,387,325	\$ 24,085,046	\$ 4,697,721	80.50%	\$ 5,785,813	81.19%
12/31/10	\$ 22,181,886	\$ 26,595,557	\$ 4,413,671	83.40%	\$ 6,141,094	71.87%
12/31/11	\$ 24,288,189	\$ 28,342,073	\$ 4,053,884	85.70%	\$ 6,332,694	64.02%

<sup>1</sup> The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

<sup>2</sup> Funding information may differ from prior year compliance data due to plan changes effective 01/01/07.

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2012**

**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)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/(c))
12/31/10	\$ 13,232,438	\$ 15,588,645	\$ 2,356,207	84.89%	\$ 5,743,487	41.02%
12/31/11	\$ 14,590,761	\$ 14,058,743	\$ (532,018)	103.78%	\$ 5,865,144	(9.07)%
12/31/12	\$ 16,010,904	\$ 15,344,796	\$ (666,108)	104.34%	\$ 5,868,494	(11.35)%

**NOTES TO THE SCHEDULE OF FUNDING PROGRESS**

Valuation Date	12/31/10	12/31/11	12/31/12
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*	4.50% per annum	4.00% per annum	4.00% per annum
Health Care Cost Trend	10% Pre-Medicare, grading to 5% ultimate	10% Pre-Medicare, grading to 5% ultimate	10% Pre-Medicare, grading to 5% ultimate

\*Includes inflation of 2.5%

**PANOLA COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2012**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>Year Ended December 31</b>	<b>Actuarial Annual Required Contribution</b>	<b>Employer Contributions</b>	<b>Percentage Contributed</b>
2010	\$ 974,227	\$ 908,548	93.26%
2011	\$ 1,073,960	\$ 1,692,323	157.58%
2012	\$ 859,874	\$ 1,790,318	208.21%

**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, 2012**

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
Property Taxes	\$ 12,335,076	\$ 12,335,076	\$ 12,740,566	\$ 405,490
Intergovernmental Receipts	294,151	324,220	397,289	73,069
Fees of Office	508,611	511,536	771,919	260,383
Total Miscellaneous	211,176	227,555	545,120	317,565
<b>Total Revenues</b>	<b>13,349,014</b>	<b>13,398,387</b>	<b>14,454,894</b>	<b>1,056,507</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	4,157,433	3,721,487	3,476,053	245,434
Judicial	1,210,528	1,217,181	1,169,242	47,939
Legal	418,110	408,110	351,455	56,655
Elections	147,161	159,559	153,178	6,381
Financial Administration	867,428	869,083	851,633	17,450
Public Facilities	290,354	285,354	271,371	13,983
Public Safety	4,724,604	4,619,681	4,435,476	184,205
Environmental Protection	360,000	386,527	386,527	-
Health and Paupers Care	376,900	504,900	432,129	72,771
Recreation	364,388	392,594	385,146	7,448
Conservation	102,337	101,337	91,770	9,567
Capital Outlay	156,599	552,902	513,749	39,153
<b>Total Expenditures</b>	<b>13,175,842</b>	<b>13,218,715</b>	<b>12,517,729</b>	<b>700,986</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>173,172</b>	<b>179,672</b>	<b>1,937,165</b>	<b>1,757,493</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers Out	(2,173,172)	(2,175,172)	(2,175,172)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(2,173,172)</b>	<b>(2,175,172)</b>	<b>(2,175,172)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>(2,000,000)</b>	<b>(1,995,500)</b>	<b>(238,007)</b>	<b>1,757,493</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>13,152,902</b>	<b>13,152,902</b>	<b>13,152,902</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 11,152,902</b>	<b>\$ 11,157,402</b>	<b>\$ 12,914,895</b>	<b>\$ 1,757,493</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, 2012

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>Property Taxes:</b>				
Current	\$ 4,814,860	\$ 4,814,860	\$ 4,942,618	\$ 127,758
Delinquent	85,889	85,889	119,357	33,468
Total Property Taxes	<u>4,900,749</u>	<u>4,900,749</u>	<u>5,061,975</u>	<u>161,226</u>
<b>Licenses:</b>				
Motor Vehicle Registration	<u>350,000</u>	<u>350,000</u>	<u>367,773</u>	<u>17,773</u>
<b>Intergovernmental Receipts:</b>				
State Lateral Road Fund	29,000	29,000	29,620	620
Weight and Axle Fees	27,000	27,000	38,894	11,894
Total Intergovernmental Receipts	<u>56,000</u>	<u>56,000</u>	<u>68,514</u>	<u>12,514</u>
<b>Fines:</b>				
County and District Court Fines	<u>260,000</u>	<u>260,000</u>	<u>311,936</u>	<u>51,936</u>
<b>Miscellaneous:</b>				
Interest Earned	36,905	36,905	72,863	35,958
Miscellaneous	-	450,789	456,964	6,175
Total Miscellaneous	<u>36,905</u>	<u>487,694</u>	<u>529,827</u>	<u>42,133</u>
<b>Total Revenues</b>	<u>5,603,654</u>	<u>6,054,443</u>	<u>6,340,025</u>	<u>285,582</u>
<b>EXPENDITURES</b>				
<b>PUBLIC TRANSPORTATION</b>				
<b>MAINTENANCE-ROADS AND BRIDGES</b>				
<b>PRECINCT 1</b>				
Salaries - Road and Bridge Department	387,895	387,895	374,236	13,659
Benefits Termination Pay	3,506	3,506	2,128	1,378
Social Security Taxes	29,943	29,943	26,915	3,028
Group Insurance	108,240	108,240	104,617	3,623
Retirement and Death Benefits	93,937	93,937	86,982	6,955
Workers Compensation	36,004	36,004	15,019	20,985
Unemployment Insurance	1,946	1,946	338	1,608
Other Post Employment	56,910	56,910	52,697	4,213
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	119,846	148,185	148,016	169
Parts and Supplies	56,750	38,328	38,021	307
Rentals and Leases	-	900	900	-
<b>TOTAL PRECINCT 1</b>	<u>990,131</u>	<u>1,000,948</u>	<u>945,023</u>	<u>55,925</u>

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, continued  
FOR THE YEAR ENDED DECEMBER 31, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>PRECINCT 2</b>				
Salaries - Road and Bridge Department	\$ 321,762	\$ 321,762	\$ 320,932	\$ 830
Benefits Termination Pay	3,506	3,506	-	3,506
Social Security Taxes	24,884	24,884	22,612	2,272
Group Insurance	88,560	88,560	86,775	1,785
Retirement and Death Benefits	78,065	78,065	73,763	4,302
Workers Compensation	36,004	36,004	12,563	23,441
Unemployment Insurance	1,617	1,617	288	1,329
Other Post Employment	47,294	47,294	44,689	2,605
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	120,756	126,688	126,467	221
Parts and Supplies	56,750	30,263	30,262	1
<b>TOTAL PRECINCT 2</b>	<b>874,352</b>	<b>853,797</b>	<b>813,505</b>	<b>40,292</b>
<b>PRECINCT 3</b>				
Salaries - Road and Bridge Department	383,978	383,978	383,551	427
Benefits Termination Pay	3,506	3,506	-	3,506
Social Security Taxes	29,643	29,643	28,160	1,483
Group Insurance	108,240	108,240	107,048	1,192
Retirement and Death Benefits	92,997	92,997	88,688	4,309
Workers Compensation	36,004	36,004	15,223	20,781
Unemployment Insurance	1,962	1,962	344	1,618
Other Post Employment	56,341	56,341	53,731	2,610
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	119,846	123,979	123,888	91
Parts and Supplies	56,250	17,300	17,293	7
Miscellaneous Supplies	500	-	-	-
<b>TOTAL PRECINCT 3</b>	<b>984,421</b>	<b>949,104</b>	<b>913,080</b>	<b>36,024</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, continued  
FOR THE YEAR ENDED DECEMBER 31, 2012

	BUDGET			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET POSITIVE (NEGATIVE)
<b>PRECINCT 4</b>				
Salaries - Road and Bridge Department	\$ 437,391	\$ 432,569	\$ 375,257	\$ 57,312
Benefits Termination Pay	3,506	8,328	6,037	2,291
Social Security Taxes	33,729	33,729	27,395	6,334
Group Insurance	127,920	127,920	104,622	23,298
Retirement and Death Benefits	105,816	105,816	88,202	17,614
Workers Compensation	36,004	36,004	17,506	18,498
Unemployment Insurance	2,126	2,126	344	1,782
Other Post Employment	64,107	64,107	53,437	10,670
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	119,086	164,245	163,733	512
Parts and Supplies	56,750	19,878	19,877	1
<b>TOTAL PRECINCT 4</b>	<b>1,081,589</b>	<b>1,089,876</b>	<b>951,564</b>	<b>138,312</b>
<b>Total Maintenance-Roads and Bridges</b>	<b>3,930,493</b>	<b>3,893,725</b>	<b>3,623,172</b>	<b>270,553</b>
<b>CAPITAL OUTLAY-ROAD AND BRIDGES</b>				
<b>PRECINCT 1</b>				
Furniture & Equipment	139,515	161,522	161,522	-
Road Oil	238,977	263,699	263,699	-
Lumber, Piling and Culverts	13,500	2,500	2,465	35
<b>TOTAL PRECINCT 1</b>	<b>391,992</b>	<b>427,721</b>	<b>427,686</b>	<b>35</b>
<b>PRECINCT 2</b>				
Building	-	21,796	21,796	-
Furniture & Equipment	319,515	589,684	589,684	-
Road Oil	150,467	254,939	254,938	-
Lumber, Piling and Culverts	8,500	-	-	-
<b>TOTAL PRECINCT 2</b>	<b>478,482</b>	<b>866,419</b>	<b>866,418</b>	<b>-</b>
<b>PRECINCT 3</b>				
Furniture & Equipment	139,515	219,142	219,142	-
Road Oil	212,424	175,474	175,471	3
Lumber, Piling and Culverts	12,000	9,178	9,177	1
<b>TOTAL PRECINCT 3</b>	<b>363,939</b>	<b>403,794</b>	<b>403,790</b>	<b>4</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, continued**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>PRECINCT 4</b>				
Furniture & Equipment	\$ 139,515	\$ 88,745	\$ 88,745	\$ -
Road Oil	283,233	372,133	372,133	-
Lumber, Piling and Culverts	16,000	1,906	1,906	-
<b>TOTAL PRECINCT 4</b>	<u>438,748</u>	<u>462,784</u>	<u>462,784</u>	<u>-</u>
<b>Total Construction and Capital Outlay</b>	<u>1,673,161</u>	<u>2,160,718</u>	<u>2,160,678</u>	<u>39</u>
<b>Total Expenditures</b>	<u>5,603,654</u>	<u>6,054,443</u>	<u>5,783,850</u>	<u>270,592</u>
<b>Net Change in Fund Balances</b>	-	-	556,175	556,174
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>3,130,946</u>	<u>3,130,946</u>	<u>3,130,946</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 3,130,946</u>	<u>\$ 3,130,946</u>	<u>\$ 3,687,121</u>	<u>\$ 556,174</u>

Note: See accompanying independent auditor's report.

**THIS PAGE LEFT BLANK INTENTIONALLY**

## **SUPPLEMENTAL FINANCIAL INFORMATION**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>PROPERTY TAXES</b>				
Current	\$ 12,118,894	\$ 12,118,894	\$ 12,440,155	\$ 321,261
Delinquent	216,182	216,182	300,411	84,229
<b>Total Property Taxes</b>	<b>12,335,076</b>	<b>12,335,076</b>	<b>12,740,566</b>	<b>405,490</b>
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Judicial	33,000	33,000	75,000	42,000
City - Public Library	152,851	152,851	152,856	5
Housing Prisoners	-	-	13,120	13,120
Exposition Building	-	22,200	23,355	1,155
SAVNS Program	7,750	5,659	5,659	-
Federal Grant-Homeland Security	-	9,960	10,092	132
Indigent Defense Services Grant	3,000	3,000	15,657	12,657
Carthage and Gary School Tax				
Collection Contract	63,250	63,250	63,250	-
City of Carthage Tax				
Collection Contract	8,300	8,300	8,300	-
State 911 Rural Addressing	26,000	26,000	30,000	4,000
<b>Total Intergovernmental Receipts</b>	<b>294,151</b>	<b>324,220</b>	<b>397,289</b>	<b>73,069</b>
<b>FEES OF OFFICE</b>				
County Judge	1,000	1,000	10,185	9,185
Sheriff	20,000	20,000	36,998	16,998
District Attorney	4,000	4,000	5,713	1,713
County Clerk	200,611	203,536	209,251	5,715
Tax Assessor-Collector	174,000	174,000	371,691	197,691
District Clerk	50,000	50,000	54,048	4,048
County Treasurer	16,000	16,000	19,478	3,478
Justices of the Peace	43,000	43,000	64,555	21,555
<b>Total Fees of Office</b>	<b>508,611</b>	<b>511,536</b>	<b>771,919</b>	<b>260,383</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 159,176	\$ 159,176	\$ 265,059	\$ 105,883
Hospital Collections	-	-	1,375	1,375
Time Payment EFTIC	-	-	1,204	1,204
Exposition Building	-	-	1,265	1,265
Vital Archive - County Clerk	-	-	635	635
Judiciary Support Fee	-	-	1,718	1,718
Miscellaneous	52,000	68,379	270,153	201,774
County Clerk Civil	-	-	1,954	1,954
Family Protection Fee	-	-	1,500	1,500
Child Abuse Prevention	-	-	16	16
Miscellaneous Unclaimed Funds	-	-	241	241
<b>Total Miscellaneous</b>	<b>211,176</b>	<b>227,555</b>	<b>545,120</b>	<b>317,565</b>
<b>Total Revenues</b>	<b>13,349,014</b>	<b>13,398,387</b>	<b>14,454,894</b>	<b>1,056,507</b>
<b>EXPENDITURES</b>				
<b>CURRENT</b>				
<b>GENERAL ADMINISTRATION</b>				
<b>COUNTY JUDGE</b>				
Salary - County Judge	58,231	58,231	58,231	-
Salary - Co. Judge Admin. Assist	35,396	35,396	35,396	-
Social Security	7,163	7,163	7,013	150
Group Medical Insurance	19,680	19,680	19,463	217
Retirement and Death Benefits	22,471	22,471	22,471	-
Worker's Compensation	461	461	441	20
Unemployment Insurance	178	178	32	146
Other Post Employment Benefits	13,614	13,614	13,613	1
Office Supplies, Postage & Repairs	1,200	1,200	876	324
Law Books	2,000	2,000	1,974	26
Communication Telephone	400	400	52	348
Conferences and Dues	2,000	2,000	570	1,430
Miscellaneous	150	150	-	150
<b>Total County Judge</b>	<b>162,944</b>	<b>162,944</b>	<b>160,132</b>	<b>2,812</b>

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, 2012

	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	\$ 188,236	\$ 188,236	\$ 188,236	\$ -
Salaries - Secretaries	27,395	27,395	27,394	1
Social Security Taxes	16,496	16,496	15,417	1,079
Group Insurance	49,200	49,200	48,639	561
Retirement and Death Benefits	51,752	51,752	51,752	-
Worker's Compensation	6,699	6,699	1,032	5,667
Unemployment Insurance	137	137	25	112
Other Post Employment Benefits	31,353	31,353	31,353	-
Office Supplies, Postage and Repairs	1,200	1,200	616	584
Communication Telephone	800	800	55	745
Miscellaneous	600	600	38	562
Conferences and Dues	6,000	6,000	4,559	1,441
<b>Total Commissioners</b>	<b>379,868</b>	<b>379,868</b>	<b>369,116</b>	<b>10,752</b>
<b>COUNTY CLERK</b>				
Salary - County Clerk	47,059	47,059	47,059	-
Salary - Deputies	140,838	140,838	135,061	5,777
Social Security	14,375	14,375	13,160	1,215
Group Medical Insurance	59,040	59,040	56,769	2,271
Retirement and Death Benefits	45,096	45,096	43,709	1,387
Worker's Compensation	908	908	908	-
Unemployment Insurance	702	702	311	391
Other Post Employment Benefits	27,321	27,321	26,480	841
Office Supplies, Postage & Repairs	14,500	13,000	13,000	-
Communication Telephone	850	850	520	330
Professional Services	-	4,479	4,478	1
Rentals, Microfilming & Indexing	85,621	77,621	75,871	1,750
Copy Machine Rental	8,000	8,000	4,983	3,017
Conferences & Dues	1,400	2,900	2,288	612
Miscellaneous	250	250	193	57
<b>Total County Clerk</b>	<b>445,960</b>	<b>442,439</b>	<b>424,790</b>	<b>17,649</b>

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, 2012

	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	\$ 34,078	\$ 34,078	\$ 34,078	\$ -
Salary - Secretary	27,395	27,395	27,395	-
Social Security	4,703	4,703	4,703	-
Group Medical Insurance	19,680	19,680	19,463	217
Retirement and Death Benefits	14,754	14,754	14,753	1
Worker's Compensation	302	302	289	13
Unemployment Insurance	153	153	55	98
Other Post Employment Benefits	8,938	8,938	8,938	-
Office Supplies, Postage & Repairs	600	600	362	238
Communication Telephone	500	500	118	382
Conferences and Dues	800	1,250	1,241	9
Programming & Computer	1,300	850	700	150
Miscellaneous	250	120	21	99
Total Vet. Service Officer	113,453	113,323	112,116	1,207
<b>AIRPORT</b>				
Airport Manager	34,891	34,891	34,890	1
Travel Allowance	1,200	1,200	1,200	-
Social Security	2,761	2,761	2,747	14
Group Insurance	9,840	9,840	9,732	108
Retirement	8,662	8,662	8,662	-
Worker's Compensation	1,563	1,563	1,025	538
Unemployment Insurance	180	180	32	148
Other Post Employment Benefits	5,248	5,248	5,248	-
Office Supplies	1,500	2,500	2,117	383
Professional Services	5,000	1,751	1,292	459
Communication Telephone	1,700	2,400	2,201	199
Conferences, Dues & Transports	400	-	-	-
Utilities	10,200	12,199	12,198	1
Repairs and Renovation	4,245	6,295	6,290	5
Rentals and Leases	2,200	3,200	3,087	113
Total Airport	89,590	92,690	90,721	1,969

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>GENERAL ADMINISTRATION (con'td.)</b>				
<b>MISCELLANEOUS AND NON-DEPARTMENTAL</b>				
Floating Secretary	\$ 27,395	\$ 27,395	\$ 27,395	\$ -
Emergency Management Coordinator	6,000	6,000	6,000	-
Benefits Termination Pay	10,851	19,851	17,123	2,728
Social Security	3,385	4,075	3,851	224
Group Insurance	9,840	9,840	9,732	108
Retirement	10,620	12,780	12,125	655
Worker's Compensation	5,307	5,307	1,497	3,810
Unemployment Insurance	222	222	45	177
Other Post Employment	6,434	7,744	7,345	399
Retiree Medical Insurance Trust	630,000	630,000	630,000	-
Optional Retirement	350,000	350,000	350,000	-
Advertising and Publications	12,000	12,000	8,088	3,912
Appraisal District	230,000	228,203	225,434	2,769
Outside Audit	39,000	36,000	35,920	80
Economic Development	14,000	23,695	23,672	23
Computer Services	690,000	594,749	442,285	152,464
Professional Services	20,000	37,125	28,483	8,642
Postage	70,000	69,473	67,169	2,304
Emergency Management	5,000	4,200	4,198	2
Physicals & Drug Screening	2,000	2,000	1,648	352
Dues, Memberships & Fees	7,500	8,500	7,524	976
Insurance	285,000	311,000	303,056	7,944
Historical Markers	1,000	1,000	-	1,000
Historical Commission	6,564	6,564	2,815	3,749
Miscellaneous	404,500	4,500	2,830	1,670
Copy Machine Rental & Supplies	24,000	23,000	18,196	4,804
Soil and Conservation Contract	1,000	1,000	1,000	-
Communication Telephone	55,000	53,000	45,164	7,836
Animal Control	36,000	41,000	36,583	4,417
Loss Control	3,000	-	-	-
Total Miscellaneous and Non-Depart.	<u>2,965,618</u>	<u>2,530,223</u>	<u>2,319,178</u>	<u>211,045</u>
<b>Total General Administration</b>	<u>4,157,433</u>	<u>3,721,487</u>	<u>3,476,053</u>	<u>245,434</u>

**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, 2012**

	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	\$ 30,613	\$ 30,613	\$ 30,613	\$ -
Salary - Secretary	34,771	34,771	34,771	-
Social Security	5,002	5,002	4,462	540
Group Medical Insurance	19,680	19,680	19,463	217
Retirement and Death Benefits	15,693	15,693	15,693	-
Worker's Compensation	311	311	311	-
Unemployment Insurance	328	328	60	268
Other Post Employment	9,507	9,507	9,507	-
Office Supplies, Postage & Repairs	1,000	1,000	865	135
Professional Services	2,500	2,500	1,833	667
Telephone	800	800	662	138
Conference and Dues	1,500	1,500	924	576
Visiting Court Reporters	750	750	750	-
Law Books for Law Library	2,900	2,900	2,314	586
Miscellaneous	600	600	385	215
Total District Court	125,955	125,955	122,613	3,342
<b>COUNTY COURT AT LAW</b>				
Salary - County Court at Law Judge	125,000	125,000	125,000	-
Salary - Court Reporter	53,381	53,381	53,381	-
Visiting Judges	1,000	3,708	3,016	692
Social Security	13,647	13,647	12,394	1,253
Group Medical Insurance	19,680	19,680	19,463	217
Retirement and Death Benefits	42,812	42,812	42,810	2
Worker's Compensation	1,053	1,053	845	208
Unemployment Insurance	268	268	46	222
Other Post Employment	25,937	25,937	25,935	2
Office Supplies, Postage & Repairs	1,400	1,400	1,348	52
Law Books	2,000	2,000	2,000	-
Telephone	750	750	420	330
Conferences and Dues	1,100	1,100	781	319
Miscellaneous	300	300	297	3
Total County Court at Law	288,328	291,036	287,736	3,300

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (cont'd.)</b>				
<b>JUDICIAL (con'td.)</b>				
<b>DISTRICT CLERK</b>				
Salary - District Clerk	\$ 47,059	\$ 47,059	\$ 47,059	\$ -
Salaries - Deputies	140,838	140,838	140,836	2
Social Security	14,375	14,375	13,431	944
Group Medical Insurance	59,040	59,040	58,390	650
Retirement and Death Benefits	45,096	45,096	45,096	-
Worker's Compensation	908	908	908	-
Unemployment Insurance	702	702	127	575
Other Post Employment	27,321	27,321	27,321	-
Office Supplies, Postage & Repairs	13,000	14,500	13,768	732
Telephone	400	800	595	205
Conferences and Dues	2,000	4,500	3,524	976
Rentals, Microfilming, & Indexing	35,800	35,800	24,952	10,848
Miscellaneous	300	300	-	300
<b>Total District Clerk</b>	<b>386,839</b>	<b>391,239</b>	<b>376,007</b>	<b>15,232</b>
<b>JUSTICE OF THE PEACE PCT. 1 &amp; 4</b>				
Salaries - Justice of the Peace	47,059	47,059	47,059	-
Salaries - Secretary	41,093	41,093	41,092	1
Social Security	6,744	6,744	6,432	312
Group Medical Insurance	24,600	24,600	24,329	271
Retirement and Death Benefits	21,157	21,157	21,156	1
Worker's Compensation	406	406	406	-
Unemployment Insurance	205	205	37	168
Other Post Employment	12,818	12,818	12,817	1
Office Supplies and Repairs	3,500	4,000	4,000	-
Professional Services	4,000	4,191	3,958	233
Telephone	1,000	1,000	861	139
Travel	1,250	1,250	430	820
Conferences and Dues	1,800	1,800	1,342	458
Miscellaneous	200	200	160	40
<b>Total Justices of the Peace Pct. 1 and 4</b>	<b>165,832</b>	<b>166,523</b>	<b>164,079</b>	<b>2,444</b>

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, 2012

	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	\$ 47,059	\$ 47,059	\$ 47,059	\$ -
Salaries - Secretary	41,093	41,093	41,092	1
Social Security	6,744	6,744	6,612	132
Group Medical Insurance	24,600	24,600	24,329	271
Retirement	21,157	21,157	21,156	1
Worker's Compensation	406	406	406	-
Unemployment Insurance	205	205	37	168
Other Post Employment	12,818	12,818	12,817	1
Office Supplies and Repairs	4,000	4,300	4,133	167
Computer Replacement	1,000	-	-	-
Professional Services	4,078	4,191	4,132	59
Telephone	1,200	641	474	167
Travel	2,000	2,000	1,313	687
Conferences and Dues	2,000	2,000	1,747	253
Miscellaneous	200	200	153	47
Total Justices of the Peace Pct. 2 and 3	168,560	167,414	165,460	1,954
<b>BAILIFFS AND JURORS</b>				
Bailiffs	22,212	22,212	22,211	1
Social Security Taxes	1,700	1,700	1,612	88
Group Medical Insurance	9,840	9,840	9,732	108
Retirement	5,331	5,331	5,331	-
Worker's Compensation	690	690	656	34
Unemployment Insurance	111	111	20	91
Other Post Employment	3,230	3,230	3,230	-
Telephone	800	800	494	306
Conferences and Dues	1,000	1,000	130	870
Jurors, District & County	30,000	30,000	9,879	20,121
Miscellaneous	100	100	52	48
Total - Bailiffs, Jurors and Law Books	75,014	75,014	53,347	21,667
<b>Total Judicial</b>	1,210,528	1,217,181	1,169,242	47,939

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>LEGAL</b>				
<b>DISTRICT ATTORNEY</b>				
Salary - Assistant District Attorney	\$ 74,318	\$ 74,318	\$ 74,318	\$ -
Administrative Assistant	4,719	4,719	4,719	-
Salary - Secretaries	82,185	82,185	79,560	2,625
Court Coordinator	31,416	31,416	31,416	-
Social Security	14,737	14,737	14,302	435
Group Medical Insurance	39,360	39,360	39,360	-
Retirement and Death Benefits	46,234	46,234	45,888	346
Worker's Compensation	1,218	1,218	1,218	-
Unemployment Insurance	963	963	176	787
Other Post Employment	28,010	28,010	27,800	210
Office Supplies and Repairs	12,000	12,000	4,666	7,334
Professional Services	36,450	29,450	5,867	23,583
Witness Expense	5,000	4,000	-	4,000
Telephone	2,000	2,000	1,740	260
Conference & Dues	5,000	5,000	2,680	2,320
Law Enforcement Officer Standard Traini	1,000	1,000	-	1,000
Law Books	10,000	17,000	16,572	428
Miscellaneous	1,000	2,000	1,173	827
Total District Attorney	395,610	395,610	351,455	44,155
<b>LAWSUITS AGAINST PANOLA COUNTY</b>				
Attorney Fees	12,500	7,500	-	7,500
Settlements and Other	10,000	5,000	-	5,000
Total Lawsuits	22,500	12,500	-	12,500
<b>Total Legal</b>	418,110	408,110	351,455	56,655
<b>ELECTIONS</b>				
<b>ELECTION JUDGES, CLERKS AND SUPPLIES</b>				
Election Judges and Clerks	16,000	12,363	9,314	3,049
Social Security	1,224	1,224	-	1,224
Worker's Compensation	182	182	75	107
Professional Services	6,000	21,335	21,021	314
Polling Place Rent	900	900	385	515
Supplies and Miscellaneous	3,034	3,034	2,555	479
Total Election Judges, Clerks, and Supplies	27,340	39,038	33,350	5,688

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>ELECTIONS (Cont'd.)</b>				
<b>VOTER REGISTRATION</b>				
Salary - Voter Registrar	\$ 32,803	\$ 32,803	\$ 32,802	\$ 1
Deputies	27,395	27,395	27,395	-
Social Security	4,606	4,606	4,528	78
Group Medical Insurance	19,680	19,680	19,463	217
Retirement and Death Benefits	14,448	14,448	14,447	1
Worker's Compensation	281	281	281	-
Unemployment Insurance	300	300	54	246
Other Post Employment	8,753	8,753	8,753	-
Office Supplies and Repairs	2,500	2,200	2,200	-
Telephone	500	992	874	118
Internet Service	7,200	7,068	7,068	-
Conferences and Dues	1,000	1,700	1,668	32
Miscellaneous	355	295	295	-
Total Voter Registration	<u>119,821</u>	<u>120,521</u>	<u>119,828</u>	<u>693</u>
<b>Total Elections</b>	<u>147,161</u>	<u>159,559</u>	<u>153,178</u>	<u>6,381</u>
 <b>FINANCIAL ADMINISTRATION</b>				
<b>AUDITOR</b>				
Salary - Auditor	58,231	58,231	58,231	-
Salaries - Assistant Auditors	87,901	87,901	87,901	-
Social Security	11,180	11,180	10,033	1,147
Group Medical Insurance	29,520	29,520	29,195	325
Retirement and Death Benefits	35,072	35,072	35,072	-
Worker's Compensation	730	730	688	42
Unemployment Insurance	732	732	131	601
Other Post Employment	21,248	21,248	21,248	-
Office Supplies and Repairs	2,000	2,600	2,389	211
Professional Computer Services	1,700	100	-	100
Telephone	600	800	600	200
Conferences and Dues	5,000	7,000	5,993	1,007
Re-creation, printing	1,600	1,600	1,496	104
Miscellaneous	376	376	-	376
Total Auditor	<u>255,890</u>	<u>257,090</u>	<u>252,977</u>	<u>4,113</u>

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>EXPENDITURES (Cont'd.)</b>				
<b>FINANCIAL ADMINISTRATION (Cont'd.)</b>				
<b>TREASURER</b>				
Salary - Treasurer	\$ 47,059	\$ 47,059	\$ 47,059	\$ -
Salary - Deputies	58,653	58,653	58,652	1
Social Security	8,087	8,087	7,668	419
Group Medical Insurance	29,520	29,520	29,195	325
Retirement and Death Benefits	25,371	25,371	25,371	-
Worker's Compensation	518	518	498	20
Unemployment Insurance	293	293	53	240
Other Post Employment	15,371	15,371	15,370	1
Office Supplies and Repairs	2,400	3,908	3,376	532
Telephone	500	500	498	2
Miscellaneous	200	-	-	-
Conferences and Dues	4,000	3,147	3,146	1
Total Treasurer	<u>191,972</u>	<u>192,427</u>	<u>190,886</u>	<u>1,541</u>
<b>TAX ASSESSOR-COLLECTOR</b>				
Salaries - Tax Assessor-Collector	47,059	47,059	47,059	-
Salaries - Deputies	172,096	172,096	170,660	1,436
Salaries - Extra Help	10,923	10,923	10,923	-
Social Security	17,601	17,601	16,911	690
Group Medical Insurance	68,880	68,880	67,311	1,569
Retirement and Death Benefits	55,219	55,219	52,253	2,966
Worker's Compensation	1,107	1,107	1,083	24
Unemployment Insurance	912	912	163	749
Other Post Employment	33,454	33,454	31,656	1,798
Office Supplies and Repairs	3,925	4,268	4,267	1
Telephone	1,390	1,390	1,362	28
Conference and Dues	4,000	4,000	2,121	1,879
Professional Services	2,500	2,500	1,862	638
Miscellaneous	500	157	139	18
Total Tax Assessor-Collector	<u>419,566</u>	<u>419,566</u>	<u>407,770</u>	<u>11,796</u>
<b>Total Financial Administration</b>	<u>867,428</u>	<u>869,083</u>	<u>851,633</u>	<u>17,450</u>

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, 2012

	BUDGET			VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL	ACTUAL	POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>PUBLIC FACILITIES</b>				
<b>BUILDING MAINTENANCE</b>				
Salary - Building Superintendent	\$ 34,629	\$ 34,629	\$ 34,629	\$ -
Travel Allowance	1,200	1,200	1,200	-
Social Security	2,741	2,741	2,741	-
Group Medical Insurance	9,840	9,840	9,721	119
Retirement	8,599	8,599	8,599	-
Worker's Compensation	2,272	2,272	1,103	1,169
Unemployment Insurance	181	181	32	149
Other Post Employment	5,210	5,210	5,209	1
S.W.E.A.T. Supplies	5,000	5,000	3,288	1,712
Operating Supplies	30,000	27,000	25,972	1,028
Repair and Maintenance Supplies	19,720	8,720	5,762	2,958
Professional Services	70,006	89,256	88,748	508
Telephone	800	800	444	356
Utilities	60,000	58,750	53,339	5,411
Repairs and Renovations	40,000	31,000	30,522	478
Miscellaneous	156	156	62	94
Total Building Maintenance	290,354	285,354	271,371	13,983
<b>Total Public Facilities</b>	<b>290,354</b>	<b>285,354</b>	<b>271,371</b>	<b>13,983</b>
<b>PUBLIC SAFETY</b>				
<b>SHERIFF</b>				
Salary - Sheriff	47,179	47,179	47,179	-
Salary - Chief Deputy	45,527	45,527	45,527	-
Salary - Administrative Deputy	30,856	30,856	30,558	298
Salaries - Secretaries	55,030	55,030	55,019	11
Salaries - Juvenile Investigator	40,991	40,991	40,546	445
Salaries - Communication Officers	281,038	281,878	279,131	2,747
Salaries - Patrol and Investigative Deputies	447,372	447,372	442,281	5,091
Criminal Investigators	122,929	122,929	121,630	1,299
Captain	42,937	42,937	42,937	-
S.W.E.A.T. Coordinator	40,594	40,594	40,189	405
Social Security	88,316	88,381	84,390	3,991
Group Medical Insurance	305,040	305,040	300,451	4,589
Retirement and Death Benefits	277,069	277,271	274,799	2,472
Worker's Compensation	50,980	50,980	34,427	16,553
Unemployment Insurance	5,493	5,493	1,179	4,314
Other Post Employment	167,858	167,980	166,482	1,498
Office Supplies	24,500	28,300	26,028	2,272
911 Supplies & Repairs	2,000	2,250	-	2,250
Canine Expense	3,000	3,000	2,394	606

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, 2012

	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	\$ 10,000	\$ 11,510	\$ 11,503	\$ 7
Repair and Maintenance	3,000	3,000	1,429	1,571
Telephone and Radio Communications	11,000	20,000	19,173	827
Criminal Investigation	8,000	9,731	9,472	259
Animal Control	5,000	23,973	21,593	2,380
Utilities	30,000	25,517	18,444	7,073
Gasoline, Auto Parts and Repairs	225,000	215,468	215,468	-
Conference and Dues	22,000	22,000	18,579	3,421
Law Enforcement Officer Standard Traini	9,000	9,000	7,353	1,647
Miscellaneous	7,800	5,469	5,442	27
Total Sheriff	<u>2,409,509</u>	<u>2,429,656</u>	<u>2,363,603</u>	<u>66,053</u>
<b>CONSTABLE PCT. 1 AND 4</b>				
Salary - Constable Precinct #1	45,013	45,013	45,013	-
Part-Time Deputy	22,929	22,929	22,156	773
Social Security	5,198	5,198	4,958	240
Group Medical Insurance	9,840	9,840	9,732	108
Retirement and Death Benefits	16,306	16,306	16,121	185
Worker's Compensation	3,387	3,387	2,658	729
Unemployment	114	114	20	94
Other Post Employment	6,545	6,545	6,545	-
Law Enforcement Officer Standard Traini	1,000	1,000	538	462
Parts & Repairs	10,000	13,500	12,878	622
Telephone	800	800	609	191
Ammunition	1,000	-	-	-
Uniforms	880	941	940	1
Conferences & Dues	1,000	1,000	792	208
Miscellaneous	500	565	548	17
Total Constable Pct. 1 & 4	<u>124,512</u>	<u>127,138</u>	<u>123,508</u>	<u>3,630</u>
<b>CONSTABLE PCT. 2 AND 3</b>				
Salary - Constable Precinct #2	45,013	45,013	45,013	-
Part-Time Deputy	22,929	22,929	22,924	5
Social Security	5,198	5,198	5,028	170
Group Medical Insurance	9,840	9,840	9,732	108
Retirement and Death Benefits	16,306	16,306	16,305	1
Worker's Compensation	3,387	3,387	2,658	729
Unemployment	114	114	21	93
Other Post Employment	6,545	6,545	6,545	-
Ammunition	1,000	-	-	-
Uniforms	630	376	376	-
Telephone	800	700	624	76
Law Enforcement Officer Standard Traini	1,000	1,000	105	895
Parts & Repairs	10,565	21,226	20,629	597
Conferences & Dues	1,000	400	109	291
Total Constable Pct. 2 & 3	<u>124,327</u>	<u>133,034</u>	<u>130,069</u>	<u>2,965</u>

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>EXPENDITURES (Cont'd.)</b>				
<b>PUBLIC SAFETY (Cont'd.)</b>				
<b>CORRECTIONS</b>				
Salary - Sergeant and Jailors	\$ 715,334	\$ 715,334	\$ 686,458	\$ 28,876
Social Security	54,724	54,724	51,288	3,436
Group Medical Insurance	226,320	226,320	216,567	9,753
Retirement	171,681	171,681	164,749	6,932
Worker's Compensation	26,715	26,715	16,569	10,146
Unemployment Insurance	3,492	3,492	807	2,685
Other Post Employment	104,010	104,010	99,811	4,199
Clothing and Bedding	6,000	6,000	3,371	2,629
Jail Laundry	6,000	8,000	7,193	807
Office Supplies	3,000	3,000	2,994	6
Jail Board - Prisoners	175,000	150,217	134,896	15,321
Telephone	5,000	5,000	1,503	3,497
Medical - Prisoners	186,500	106,600	96,856	9,744
Utilities	100,000	68,000	60,842	7,158
Jail Repairs and Maintenance	21,000	24,078	24,046	32
Jail Repairs and Renovations	20,000	30,000	29,975	25
Rentals	3,600	1,100	402	698
Miscellaneous Supplies	40,000	28,332	28,331	1
Miscellaneous	5,000	5,000	4,947	53
Total Corrections	<u>1,873,376</u>	<u>1,737,603</u>	<u>1,631,605</u>	<u>105,998</u>
<b>RURAL ADDRESSING</b>				
Salaries - Coordinators	65,136	65,136	65,135	1
Social Security	4,983	4,983	4,756	227
Group Medical Insurance	19,680	19,680	19,463	217
Retirement	15,633	15,633	15,633	-
Worker's Compensation	679	679	153	526
Unemployment Insurance	335	335	58	277
Other Post Employment	9,471	9,471	9,470	1
Office Supplies	1,200	570	515	55
Signs & Posts	10,000	10,203	10,203	-
Software & Supplies	1,800	1,800	-	1,800
Telephone	1,600	1,600	1,083	517
Conferences & Dues	400	197	-	197
Rental	3,900	3,900	3,900	-
Miscellaneous	500	500	500	-
Total Rural Addressing	<u>135,317</u>	<u>134,687</u>	<u>130,869</u>	<u>3,818</u>

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, 2012

EXPENDITURES (Cont'd.)	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>PUBLIC SAFETY (Cont'd.)</b>				
<b>HIGHWAY PATROL</b>				
Salary - Secretary	\$ 27,395	\$ 27,395	\$ 27,395	\$ -
Social Security	2,096	2,096	2,096	-
Group Medical Insurance	9,840	9,840	9,731	109
Retirement and Death Benefits	6,575	6,575	6,575	-
Worker's Compensation	137	137	129	8
Unemployment Insurance	136	136	25	111
Other Post Employment	3,984	3,984	3,983	1
Telephone	1,000	1,000	223	777
Game Warden's Supplies	500	500	-	500
Highway Patrol's Cellular Phone	2,200	2,200	2,106	94
Office Supplies and Repairs	1,700	1,700	1,601	99
Miscellaneous	500	500	458	42
<b>Total Highway Patrol</b>	<b>56,063</b>	<b>56,063</b>	<b>54,322</b>	<b>1,741</b>
<b>FIRE SAFETY</b>				
Fire Services	1,500	1,500	1,500	-
<b>Total Fire Safety</b>	<b>1,500</b>	<b>1,500</b>	<b>1,500</b>	<b>-</b>
<b>Total Public Safety</b>	<b>4,724,604</b>	<b>4,619,681</b>	<b>4,435,476</b>	<b>184,205</b>
<b>ENVIRONMENTAL PROTECTION</b>				
Trash Disposal	360,000	386,527	386,527	-
<b>Total Trash Disposal</b>	<b>360,000</b>	<b>386,527</b>	<b>386,527</b>	<b>-</b>
<b>Total Environmental Protection</b>	<b>360,000</b>	<b>386,527</b>	<b>386,527</b>	<b>-</b>
<b>HEALTH AND PAUPERS CARE</b>				
Medical Indigent	15,000	15,000	2,535	12,465
Aging Match	3,200	3,200	-	3,200
Indigent Health Care	-	130,000	123,963	6,037
Mental Health/Mental Retardation	28,000	28,000	28,000	-
Statements of Facts	14,000	14,000	100	13,900
Autopsies, Inquests, & Burials	70,000	70,000	59,552	10,448
Mental Evaluation of Prisoners	5,000	5,000	1,500	3,500
Retarded Citizens Association	6,500	6,500	6,500	-
Alcohol Abuse Program	4,000	4,000	2,000	2,000
Attorney Fees -Juveniles	20,000	18,000	14,216	3,784
Attorney Fees	200,000	200,000	182,763	17,237
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>	<b>376,900</b>	<b>504,900</b>	<b>432,129</b>	<b>72,771</b>

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>RECREATION</b>				
<b>LIBRARY</b>				
Salaries - Librarians	\$ 176,179	\$ 176,179	\$ 176,177	\$ 2
Temporary Librarian	7,940	7,950	7,950	-
Social Security	14,085	14,085	13,893	192
Group Medical Insurance	59,040	59,040	58,390	650
Retirement & Death Benefits	42,283	42,283	42,283	-
Worker's Compensation	1,391	1,391	711	680
Unemployment Insurance	853	853	165	688
Other Post Employment Benefits	25,617	25,617	25,616	1
Supplies & Books	10,000	9,990	9,988	2
Software & Supplies	3,000	2,861	2,861	-
Insurance	2,000	2,139	2,139	-
<b>Total Library</b>	<b>342,388</b>	<b>342,388</b>	<b>340,173</b>	<b>2,215</b>
<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	-
Exposition Bldg.-Maintenance	5,000	33,206	32,973	233
Boys and Girls Club	2,000	2,000	-	2,000
<b>Total Youth Programs</b>	<b>22,000</b>	<b>50,206</b>	<b>44,973</b>	<b>5,233</b>
<b>Total Recreation</b>	<b>364,388</b>	<b>392,594</b>	<b>385,146</b>	<b>7,448</b>
<b>CONSERVATION</b>				
<b>AGRICULTURAL EXTENSION SERVICE</b>				
Salary - County Extension Agent	14,321	14,321	14,321	-
Salary - Home Extension Agent	14,321	14,321	14,321	-
Expense Allowances - Agents	11,100	11,100	11,100	-
Salaries - Secretaries	27,395	27,395	23,924	3,471
Social Security	5,136	5,136	4,527	609
Group Medical Insurance	9,840	9,840	8,111	1,729
Retirement and Death Benefit	6,575	6,575	5,742	833
Worker's Compensation	1,779	1,779	129	1,650
Unemployment Insurance	337	337	57	280
Other Post Employment	3,983	3,983	3,479	504
Office Supplies, Postage & Repairs	1,350	1,862	1,855	7
Telephone	600	800	768	32
Travel	3,500	2,051	2,050	1
Conferences and Dues	1,500	1,088	1,087	1
Miscellaneous Supplies	372	521	119	402
Miscellaneous	228	228	180	48
<b>Total Extension Service</b>	<b>102,337</b>	<b>101,337</b>	<b>91,770</b>	<b>9,567</b>
<b>Total Conservation</b>	<b>102,337</b>	<b>101,337</b>	<b>91,770</b>	<b>9,567</b>

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>CAPITAL OUTLAY</b>				
<b>GENERAL ADMINISTRATION</b>				
County Judge	\$ 650	\$ 650	\$ -	\$ 650
Commissioners	250	250	250	-
County Clerk	8,128	8,128	8,119	9
Veterans Service Officer	300	430	420	10
Airport	-	900	889	11
Miscellaneous and Non-Departmental	5,000	102,300	101,224	1,076
<b>JUDICIAL</b>				
District Court	3,500	3,500	2,333	1,167
County Court at Law	3,650	3,650	2,333	1,317
District Clerk	7,628	3,228	-	3,228
Justice of the Peace Pct. 1 & 4	695	195	-	195
Justice of the Peace Pct. 2 & 3	495	1,754	1,753	1
<b>LEGAL</b>				
District Attorney	4,250	4,250	950	3,300
<b>ELECTIONS</b>				
Election Judges, Clerks and Supplies	-	127,846	127,845	1
Voter Registration	-	5,702	5,701	1
<b>FINANCIAL ADMINISTRATION</b>				
Auditor	3,300	2,100	2,096	4
Treasurer	500	1,690	1,690	-
<b>PUBLIC FACILITIES</b>				
Building Maintenance	-	23,699	23,025	674
<b>PUBLIC SAFETY</b>				
Sheriff	100,000	221,336	212,677	8,659
Constable Pct. 1 and 4	5,000	8,374	7,750	624
Constable Pct. 2 and 3	1,253	517	517	-
Corrections	8,000	26,773	10,928	15,845
Rural Addressing	-	630	629	1
Highway Patrol	3,000	3,000	621	2,379
<b>CONSERVATION</b>				
Agriculture Extension Service	1,000	2,000	1,999	1
<b>Total Capital Outlay</b>	<b>156,599</b>	<b>552,902</b>	<b>513,749</b>	<b>39,153</b>
<b>Total Expenditures</b>	<b>13,175,842</b>	<b>13,218,715</b>	<b>12,517,729</b>	<b>700,986</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>173,172</b>	<b>179,672</b>	<b>1,937,165</b>	<b>1,757,493</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers Out	(2,173,172)	(2,175,172)	(2,175,172)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(2,173,172)</u>	<u>(2,175,172)</u>	<u>(2,175,172)</u>	-
 Net Change in Fund Balance	 (2,000,000)	 (1,995,500)	 (238,007)	 1,757,493
<b>FUND BALANCE, BEGINNING</b>	<u>13,152,902</u>	<u>13,152,902</u>	<u>13,152,902</u>	-
<b>FUND BALANCE, ENDING</b>	<u>\$ 11,152,902</u>	<u>\$ 11,157,402</u>	<u>\$ 12,914,895</u>	<u>\$ 1,757,493</u>

**COMBINING AND INDIVIDUAL  
FUND STATEMENTS AND SCHEDULES**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS  
COMBINED BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2012**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Other Governmental Funds</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 1,430,241	\$ -	\$ 835,249	\$ 2,265,490
Investments	6,308,382	-	1,328,000	7,636,382
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	72,605	-	-	72,605
Delinquent Taxes	14,531	-	-	14,531
Due from Other Governments	22,397	-	-	22,397
Miscellaneous	95,731	-	2,774	98,505
Inventory	29,129	-	-	29,129
<b>Total Assets</b>	<u><u>7,973,016</u></u>	<u><u>-</u></u>	<u><u>2,166,023</u></u>	<u><u>10,139,039</u></u>
<b>LIABILITIES:</b>				
Accounts Payable-Trade	101,899	-	133,285	235,184
<b>Total Liabilities</b>	<u>101,899</u>	<u>-</u>	<u>133,285</u>	<u>235,184</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unearned Revenue	499,779	-	-	499,779
Unearned Deferred Revenue	87,136	-	-	87,136
<b>Total Deferred Inflows of Resources</b>	<u>586,915</u>	<u>-</u>	<u>-</u>	<u>586,915</u>
<b>FUND BALANCES:</b>				
Nonspendable	29,129	-	-	29,129
Restricted	7,255,073	-	-	7,255,073
Committed	-	-	2,032,738	2,032,738
<b>Total Fund Balances</b>	<u>7,284,202</u>	<u>-</u>	<u>2,032,738</u>	<u>9,316,940</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u><u>\$ 7,973,016</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,166,023</u></u>	<u><u>\$ 10,139,039</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, 2012**

	Special Revenue	Debt Service	Capital Projects	Total Other Governmental Funds
<b>REVENUES</b>				
Property Taxes	\$ 561,574	\$ -	\$ -	\$ 561,574
Intergovernmental Receipts	770,648	-	-	770,648
Fees of Office	582,780	-	-	582,780
Miscellaneous	863,360	1,039	25,320	889,719
<b>TOTAL REVENUES</b>	<u>2,778,362</u>	<u>1,039</u>	<u>25,320</u>	<u>2,804,721</u>
<b>EXPENDITURES</b>				
Current:				
General Administration	106,702	-	-	106,702
Legal	145,905	-	-	145,905
Elections	7,614	-	-	7,614
Public Facilities	166,634	-	-	166,634
Public Safety	1,298,442	-	-	1,298,442
Public Transportation	626,614	-	-	626,614
Health & Paupers Care	733,666	-	-	733,666
Capital Outlay:				
General Administration	28,364	-	-	28,364
Public Safety	10,210	-	-	10,210
Public Transportation	5,817	-	-	5,817
Recreation	-	-	721,480	721,480
<b>TOTAL EXPENDITURES</b>	<u>3,129,968</u>	<u>-</u>	<u>721,480</u>	<u>3,851,448</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(351,606)</u>	<u>1,039</u>	<u>(696,160)</u>	<u>(1,046,727)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	175,172	-	2,248,346	2,423,518
Transfers Out	-	(208,595)	(39,751)	(248,346)
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>175,172</u>	<u>(208,595)</u>	<u>2,208,595</u>	<u>2,175,172</u>
<b>NET CHANGE IN FUND BALANCES</b>	(176,434)	(207,556)	1,512,435	1,128,445
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>7,460,636</u>	<u>207,556</u>	<u>520,303</u>	<u>8,188,495</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ 7,284,202</u>	<u>\$ -</u>	<u>\$ 2,032,738</u>	<u>\$ 9,316,940</u>

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. 1 & 4 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**

**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.

**DEADWOOD 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).

**HURRICANE GENERATORS GRANT FUND** – This fund is used to account for funds received from the State to be used for disaster generators for the Gary and Deadwood Water Systems. The grant monies were awarded from the Texas Community Development Block Grant Program (TXCDBG).

**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).

**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, 2012**

	<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	\$ 4,316	\$ 154	\$ 47,277	\$ 29,828
Investments	28,000	-	174,000	112,000
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	193	-	1,308	765
Inventory	-	-	-	-
<b>Total Assets</b>	<b><u>32,509</u></b>	<b><u>154</u></b>	<b><u>222,585</u></b>	<b><u>142,593</u></b>
<b>LIABILITIES:</b>				
Accounts Payable-Trade	<u>1,251</u>	-	-	-
<b>Total Liabilities</b>	<b><u>1,251</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	<u>31,258</u>	<u>154</u>	<u>222,585</u>	<u>142,593</u>
<b>Total Fund Balances</b>	<b><u>31,258</u></b>	<b><u>154</u></b>	<b><u>222,585</u></b>	<b><u>142,593</u></b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b><u>\$ 32,509</u></b>	<b><u>\$ 154</u></b>	<b><u>\$ 222,585</u></b>	<b><u>\$ 142,593</u></b>

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION	RECORDS ARCHIVE FEES
\$ 1,571	\$ 10,138	\$ 1,753	\$ 3,358	\$ 122,019	\$ 24,870
-	-	-	-	209,000	20,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6	20	10	10	1,346	263
-	-	-	-	-	-
<u>1,577</u>	<u>10,158</u>	<u>1,763</u>	<u>3,368</u>	<u>332,365</u>	<u>45,133</u>
-	-	-	-	1,400	-
-	-	-	-	1,400	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,577	10,158	1,763	3,368	330,965	45,133
<u>1,577</u>	<u>10,158</u>	<u>1,763</u>	<u>3,368</u>	<u>330,965</u>	<u>45,133</u>
\$ <u>1,577</u>	\$ <u>10,158</u>	\$ <u>1,763</u>	\$ <u>3,368</u>	\$ <u>332,365</u>	\$ <u>45,133</u>

**PANOLA COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NON-MAJOR GOVERNMENTAL FUNDS  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 DECEMBER 31, 2012**

	<b>JUSTICE COURT TECHNOLOGY</b>	<b>VIT INTEREST</b>	<b>ELECTION SERVICES CONTRACT</b>
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 13,106	\$ 6,176	\$ 11,490
Investments	60,000	-	-
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	260	-	800
Inventory	-	-	-
	<b>73,366</b>	<b>6,176</b>	<b>12,290</b>
<b>Total Assets</b>	<b>73,366</b>	<b>6,176</b>	<b>12,290</b>
 <b>LIABILITIES:</b>			
Accounts Payable-Trade	-	-	-
<b>Total Liabilities</b>	-	-	-
 <b>DEFERRED INFLOWS OF RESOURCES:</b>			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
<b>Total Deferred Inflows of Resources</b>	-	-	-
 <b>FUND BALANCES:</b>			
Nonspendable	-	-	-
Restricted	73,366	6,176	12,290
<b>Total Fund Balances</b>	<b>73,366</b>	<b>6,176</b>	<b>12,290</b>
 <b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 73,366</b>	<b>\$ 6,176</b>	<b>\$ 12,290</b>

<b>FM &amp; LATERAL</b>	<b>COMMUNITY SUPERVISION AND CORRECTIONS</b>	<b>DRUG COURT GRANT</b>	<b>JUVENILE PROBATION</b>	<b>OLD PROBATION</b>	<b>HOT CHECK FEE</b>	<b>SHERIFF'S STATE FORFEITURE</b>
\$ 50,851	\$ 295,953	\$ 62,932	\$ 193,821	\$ 769	\$ 38,704	\$ 64,760
1,800,382	100,000	-	200,000	10,000	47,000	76,000
72,605	-	-	-	-	-	-
14,531	-	-	-	-	-	-
22,397	-	-	-	-	-	-
10,928	31,853	4,509	728	31	580	2,932
-	-	-	-	-	-	-
<b>1,971,694</b>	<b>427,806</b>	<b>67,441</b>	<b>394,549</b>	<b>10,800</b>	<b>86,284</b>	<b>143,692</b>
4,027	4,724	11,306	6,518	-	10	-
4,027	4,724	11,306	6,518	-	10	-
499,779	-	-	-	-	-	-
87,136	-	-	-	-	-	-
586,915	-	-	-	-	-	-
-	-	-	-	-	-	-
1,380,752	423,082	56,135	388,031	10,800	86,274	143,692
1,380,752	423,082	56,135	388,031	10,800	86,274	143,692
<b>\$ 1,971,694</b>	<b>\$ 427,806</b>	<b>\$ 67,441</b>	<b>\$ 394,549</b>	<b>\$ 10,800</b>	<b>\$ 86,284</b>	<b>\$ 143,692</b>

**PANOLA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
NON-MAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2012**

	JAIL COMM	DIST ATTY LONGEVITY PAY SUPPLEMENT	D.A. FORFEITURE	STATE APPORTION- MENT - DA
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 4,616	\$ 108	\$ 1,619	\$ 603
Investments	-	-	48,000	-
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	-	-	178	-
Inventory	-	-	-	-
<b>Total Assets</b>	<b>4,616</b>	<b>108</b>	<b>49,797</b>	<b>603</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	4,616	108	49,797	603
<b>Total Fund Balances</b>	<b>4,616</b>	<b>108</b>	<b>49,797</b>	<b>603</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 4,616</b>	<b>\$ 108</b>	<b>\$ 49,797</b>	<b>\$ 603</b>

<u>CONSTABLE PCT. 1&amp;4 STATE FORFEITURES</u>	<u>CONSTABLE PCT. 2 &amp; 3 STATE FORFEITURES</u>	<u>CDA FEDERAL FORFEITURE</u>	<u>CONSTABLE PCT. 1&amp;4 FEDERAL FORFEITURES</u>	<u>CONSTABLE PCT. 2 &amp; 3 FEDERAL FORFEITURES</u>	<u>DEADWOOD WATER SUPPLY CORPORATION</u>
\$ 185	\$ 989	\$ 55,954	\$ -	\$ 31	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>185</u>	<u>989</u>	<u>55,954</u>	<u>-</u>	<u>31</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>185</u>	<u>989</u>	<u>55,954</u>	<u>-</u>	<u>31</u>	<u>-</u>
<u>185</u>	<u>989</u>	<u>55,954</u>	<u>-</u>	<u>31</u>	<u>-</u>
<u>\$ 185</u>	<u>\$ 989</u>	<u>\$ 55,954</u>	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ -</u>

**PANOLA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
NON-MAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2012**

	<b>GENERATOR GRANT</b>	<b>GARY WATER SUPPLY CORPORATION</b>	<b>CHILD PROTECTIVE SERVICES</b>	<b>HEALTH FUND</b>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ -	\$ 6,450	\$ 29,921	\$ 281,635
Investments	-	-	38,000	3,160,000
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	-	6,037	6,328	23,979
Inventory	-	-	-	-
<b>Total Assets</b>	<b>-</b>	<b>12,487</b>	<b>74,249</b>	<b>3,465,614</b>
<b>LIABILITIES:</b>				
Accounts Payable-Trade	-	12,487	-	59,753
<b>Total Liabilities</b>	<b>-</b>	<b>12,487</b>	<b>-</b>	<b>59,753</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	-	-	74,249	3,405,861
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>74,249</b>	<b>3,405,861</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ -</b>	<b>\$ 12,487</b>	<b>\$ 74,249</b>	<b>\$ 3,465,614</b>

<u>AIRPORT</u>	<u>NON-MAJOR SPECIAL REVENUE FUNDS TOTAL</u>
\$ 64,284	\$ 1,430,241
226,000	6,308,382
-	72,605
-	14,531
-	22,397
2,667	95,731
<u>29,129</u>	<u>29,129</u>
<u>322,080</u>	<u>7,973,016</u>
<u>423</u>	<u>101,899</u>
<u>423</u>	<u>101,899</u>
-	499,779
-	87,136
<u>-</u>	<u>586,915</u>
29,129	29,129
292,528	7,255,073
<u>321,657</u>	<u>7,284,202</u>
<u>\$ 322,080</u>	<u>\$ 7,973,016</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, 2012**

	<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	15,299	-	21,383	9,295
Miscellaneous	372	2	2,844	1,609
<b>TOTAL REVENUES</b>	<u>15,671</u>	<u>2</u>	<u>24,227</u>	<u>10,904</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	-	-	23,456	-
Legal	14,417	-	-	-
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
<b>Capital Outlay</b>				
General Administration	-	-	28,364	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>14,417</u>	<u>-</u>	<u>51,820</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,254</u>	<u>2</u>	<u>(27,593)</u>	<u>10,904</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>1,254</b>	<b>2</b>	<b>(27,593)</b>	<b>10,904</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>30,004</u>	<u>152</u>	<u>250,178</u>	<u>131,689</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ 31,258</u>	<u>\$ 154</u>	<u>\$ 222,585</u>	<u>\$ 142,593</u>

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION	RECORDS ARCHIVE FEES
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
841	3,006	850	1,797	44,363	36,255
13	95	15	28	3,638	817
<u>854</u>	<u>3,101</u>	<u>865</u>	<u>1,825</u>	<u>48,001</u>	<u>37,072</u>
-	-	-	-	21,950	54,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	21,950	54,000
<u>854</u>	<u>3,101</u>	<u>865</u>	<u>1,825</u>	<u>26,051</u>	<u>(16,928)</u>
-	-	-	-	-	-
-	-	-	-	-	-
854	3,101	865	1,825	26,051	(16,928)
<u>723</u>	<u>7,057</u>	<u>898</u>	<u>1,543</u>	<u>304,914</u>	<u>62,061</u>
<u>\$ 1,577</u>	<u>\$ 10,158</u>	<u>\$ 1,763</u>	<u>\$ 3,368</u>	<u>\$ 330,965</u>	<u>\$ 45,133</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, 2012**

	<u>JUSTICE COURT TECHNOLOGY</u>	<u>VIT INTEREST</u>	<u>ELECTION SERVICES CONTRACT</u>
<b>REVENUES</b>			
Property Taxes	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-
Fees of Office	10,528	-	4,450
Miscellaneous	787	481	160
<b>TOTAL REVENUES</b>	<u>11,315</u>	<u>481</u>	<u>4,610</u>
<b>EXPENDITURES</b>			
<b>Current</b>			
General Administration	6,500	796	-
Legal	-	-	-
Elections	-	-	7,614
Public Facilities	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
Health & Paupers Care	-	-	-
<b>Capital Outlay</b>			
General Administration	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>6,500</u>	<u>796</u>	<u>7,614</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 <u>4,815</u>	 <u>(315)</u>	 <u>(3,004)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<b>4,815</b>	<b>(315)</b>	<b>(3,004)</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>68,551</u>	<u>6,491</u>	<u>15,294</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ 73,366</u>	<u>\$ 6,176</u>	<u>\$ 12,290</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>	<u>HOT CHECK FEE</u>	<u>SHERIFF'S STATE FORFEITURE</u>
\$ 561,574	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	295,616	64,830	199,570	-	-	-
-	413,626	2,384	2,210	-	16,493	-
31,963	6,841	566	4,779	131	-	6,133
<u>593,537</u>	<u>716,083</u>	<u>67,780</u>	<u>206,559</u>	<u>131</u>	<u>16,493</u>	<u>6,133</u>
-	-	-	-	-	-	-
-	-	-	-	-	8,057	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	795,679	75,229	352,216	640	-	74,116
458,769	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	6,529
5,817	-	-	-	-	-	-
<u>464,586</u>	<u>795,679</u>	<u>75,229</u>	<u>352,216</u>	<u>640</u>	<u>8,057</u>	<u>80,645</u>
<u>128,951</u>	<u>(79,596)</u>	<u>(7,449)</u>	<u>(145,657)</u>	<u>(509)</u>	<u>8,436</u>	<u>(74,512)</u>
-	-	-	145,172	-	-	-
-	-	-	145,172	-	-	-
128,951	(79,596)	(7,449)	(485)	(509)	8,436	(74,512)
<u>1,251,801</u>	<u>502,678</u>	<u>63,584</u>	<u>388,516</u>	<u>11,309</u>	<u>77,838</u>	<u>218,204</u>
<u>\$ 1,380,752</u>	<u>\$ 423,082</u>	<u>\$ 56,135</u>	<u>\$ 388,031</u>	<u>\$ 10,800</u>	<u>\$ 86,274</u>	<u>\$ 143,692</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, 2012**

	JAIL COMM	DIST ATTY LONGEVITY PAY SUPPLEMENT	D.A. FORFEITURE	STATE APPORTION- MENT - DA
<b>REVENUES</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	5,040	-	27,500
Fees of Office	-	-	-	-
Miscellaneous	3,866	3	6,294	39
<b>TOTAL REVENUES</b>	<b>3,866</b>	<b>5,043</b>	<b>6,294</b>	<b>27,539</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	-	-	-	-
Legal	-	5,040	90,891	27,500
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
<b>Capital Outlay</b>				
General Administration	-	-	-	-
Public Safety	3,681	-	-	-
Public Transportation	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>3,681</b>	<b>5,040</b>	<b>90,891</b>	<b>27,500</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	185	3	(84,597)	39
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>185</b>	<b>3</b>	<b>(84,597)</b>	<b>39</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<b>4,431</b>	<b>105</b>	<b>134,394</b>	<b>564</b>
<b>FUND BALANCE-END OF YEAR</b>	<b>\$4,616</b>	<b>\$ 108</b>	<b>\$ 49,797</b>	<b>\$ 603</b>

CONSTABLE PCT. 1&4 STATE FORFEITURES	CONSTABLE PCT. 2 & 3 STATE FORFEITURES	CDA FEDERAL FORFEITURE	CONSTABLE PCT. 1&4 FEDERAL FORFEITURES	CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURES	DEADWOOD WATER SUPPLY CORPORATION
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	110,182
-	-	-	-	-	-
2	11	595	1	-	14,437
<u>2</u>	<u>11</u>	<u>595</u>	<u>1</u>	<u>-</u>	<u>124,619</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	128,119
118	125	-	319	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>118</u>	<u>125</u>	<u>-</u>	<u>319</u>	<u>-</u>	<u>128,119</u>
<u>(116)</u>	<u>(114)</u>	<u>595</u>	<u>(318)</u>	<u>-</u>	<u>(3,500)</u>
-	-	-	-	-	-
-	-	-	-	-	-
(116)	(114)	595	(318)	-	(3,500)
301	1,103	55,359	318	31	3,500
<u>\$ 185</u>	<u>\$ 989</u>	<u>\$ 55,954</u>	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ -</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, 2012**

	GENERATOR GRANT	GARY WATER SUPPLY CORPORATION	CHILD PROTECTIVE SERVICES	HEALTH FUND
<b>REVENUES</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	26,028	12,487	6,242	23,153
Fees of Office	-	-	-	-
Miscellaneous	-	-	1,406	603,255
<b>TOTAL REVENUES</b>	<b>26,028</b>	<b>12,487</b>	<b>7,648</b>	<b>626,408</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General Administration	-	-	-	-
Legal	-	-	-	-
Elections	-	-	-	-
Public Facilities	26,028	12,487	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	30,571	703,095
<b>Capital Outlay</b>				
General Administration	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>26,028</b>	<b>12,487</b>	<b>30,571</b>	<b>703,095</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(22,923)	(76,687)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	30,000	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>-</b>	<b>-</b>	<b>30,000</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>7,077</b>	<b>(76,687)</b>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<b>-</b>	<b>-</b>	<b>67,172</b>	<b>3,482,548</b>
<b>FUND BALANCE-END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 74,249</b>	<b>\$ 3,405,861</b>

<u>AIRPORT</u>	<u>NON-MAJOR SPECIAL REVENUE FUNDS TOTAL</u>
\$ -	\$ 561,574
-	770,648
-	582,780
<u>172,177</u>	<u>863,360</u>
<u>172,177</u>	<u>2,778,362</u>
-	106,702
-	145,905
-	7,614
-	166,634
-	1,298,442
167,845	626,614
-	733,666
-	28,364
-	10,210
-	5,817
<u>167,845</u>	<u>3,129,968</u>
<u>4,332</u>	<u>(351,606)</u>
<u>-</u>	<u>175,172</u>
<u>-</u>	<u>175,172</u>
4,332	(176,434)
<u>317,325</u>	<u>7,460,636</u>
<u>\$ 321,657</u>	<u>\$ 7,284,202</u>

**THIS PAGE LEFT BLANK INTENTIONALLY**

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Law Library Fees	\$ 16,000	\$ 15,299	\$ 15,299	\$ -
<b>MISCELLANEOUS</b>				
Interest Earnings	200	200	372	172
<b>Total Revenues</b>	<u>16,200</u>	<u>15,499</u>	<u>15,671</u>	<u>172</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Legal	16,200	15,499	14,417	1,082
<b>Total Expenditures</b>	<u>16,200</u>	<u>15,499</u>	<u>14,417</u>	<u>1,082</u>
<b>Net Change in Fund Balances</b>	-	-	1,254	1,254
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>30,004</u>	<u>30,004</u>	<u>30,004</u>	-
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 30,004</u>	<u>\$ 30,004</u>	<u>\$ 31,258</u>	<u>\$ 1,254</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Law Library Fees	\$ 80	\$ -	\$ -	\$ -
<b>MISCELLANEOUS</b>				
Interest Earnings	-	1	2	1
<b>Total Revenues</b>	<u>80</u>	<u>1</u>	<u>2</u>	<u>1</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Legal	80	1	-	1
<b>Total Expenditures</b>	<u>80</u>	<u>1</u>	<u>-</u>	<u>1</u>
<b>Net Change in Fund Balances</b>	-	-	2	2
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>152</u>	<u>152</u>	<u>152</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 152</u>	<u>\$ 152</u>	<u>\$ 154</u>	<u>\$ 2</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 2,000	\$ 1,769	\$ 1,769	\$ -
County Clerk Fees	10,000	9,063	9,063	-
JP Offices	9,000	10,211	10,551	340
<b>Total Fees of Office</b>	<u>21,000</u>	<u>21,043</u>	<u>21,383</u>	<u>340</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	2,800	2,757	2,844	87
<b>Total Revenues</b>	<u>23,800</u>	<u>23,800</u>	<u>24,227</u>	<u>427</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Baliff and Security	15,828	15,828	15,827	1
Social Security Taxes	1,211	1,211	1,149	62
Retirement & Death Benefits	3,799	3,799	3,798	1
Workers Compensation	403	403	367	36
Unemployment Insurance	79	79	14	65
Other Post Employment	2,301	2,301	2,301	-
<b>Capital Outlay:</b>				
General Administration	30,179	30,179	28,364	1,815
<b>Total Expenditures</b>	<u>53,800</u>	<u>53,800</u>	<u>51,820</u>	<u>1,980</u>
<b>Net Change in Fund Balances</b>	(30,000)	(30,000)	(27,593)	2,407
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>250,178</u>	<u>250,178</u>	<u>250,178</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 220,178</u>	<u>\$ 220,178</u>	<u>\$ 222,585</u>	<u>\$ 2,407</u>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 3,367	\$ 2,938	\$ 2,939	\$ 1
County Clerk Fees	5,109	5,538	6,356	818
<b>Total Fees of Office</b>	<b>8,476</b>	<b>8,476</b>	<b>9,295</b>	<b>819</b>
<b>MISCELLANEOUS</b>				
Interest Earnings	986	986	1,609	623
<b>Total Revenues</b>	<b>9,462</b>	<b>9,462</b>	<b>10,904</b>	<b>1,442</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Seasonal Help	7,139	7,139	-	7,139
Retirement	546	546	-	546
Social Security Taxes	1,713	1,713	-	1,713
Workers Compensation	33	33	-	33
Unemployment Insurance	31	31	-	31
<b>Total Expenditures</b>	<b>9,462</b>	<b>9,462</b>	<b>-</b>	<b>9,462</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>10,904</b>	<b>10,904</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>131,689</b>	<b>131,689</b>	<b>131,689</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 131,689</b>	<b>\$ 131,689</b>	<b>\$ 142,593</b>	<b>\$ 10,904</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 50	\$ 50	\$ 67	\$ 17
County Clerk Fees	100	100	774	674
<b>Total Fees of Office</b>	<u>150</u>	<u>150</u>	<u>841</u>	<u>691</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	1	1	13	12
<b>Total Revenues</b>	<u>151</u>	<u>151</u>	<u>854</u>	<u>703</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
General Administration	151	151	-	151
<b>Total Expenditures</b>	<u>151</u>	<u>151</u>	<u>-</u>	<u>151</u>
<b>Net Change in Fund Balances</b>	-	-	854	854
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>723</u>	<u>723</u>	<u>723</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 723</u>	<u>\$ 723</u>	<u>\$ 1,577</u>	<u>\$ 854</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, 2012**

	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	\$ 3,006	\$ 1,216
Total Fees of Office	<u>1,790</u>	<u>1,790</u>	<u>3,006</u>	<u>1,216</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	10	10	95	85
Total Revenues	<u>1,800</u>	<u>1,800</u>	<u>3,101</u>	<u>1,301</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	-	-	3,101	3,101
FUND BALANCE, BEGINNING OF YEAR	<u>7,057</u>	<u>7,057</u>	<u>7,057</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 7,057</u>	<u>\$ 7,057</u>	<u>\$ 10,158</u>	<u>\$ 3,101</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 800	\$ 800	\$ 850	\$ 50
Total Fees of Office	<u>800</u>	<u>800</u>	<u>850</u>	<u>50</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	15	15
Total Revenues	<u>800</u>	<u>800</u>	<u>865</u>	<u>65</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
General Administration	800	800	-	800
Total Expenditures	<u>800</u>	<u>800</u>	<u>-</u>	<u>800</u>
Net Change in Fund Balances	-	-	865	865
FUND BALANCE, BEGINNING OF YEAR	<u>898</u>	<u>898</u>	<u>898</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 898</u>	<u>\$ 898</u>	<u>\$ 1,763</u>	<u>\$ 865</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
District Clerk Fees	\$ 600	\$ 600	\$ 1,797	\$ 1,197
Total Fees of Office	<u>600</u>	<u>600</u>	<u>1,797</u>	<u>1,197</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	28	28
Total Revenues	<u>600</u>	<u>600</u>	<u>1,825</u>	<u>1,225</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	-	-	1,825	1,825
FUND BALANCE, BEGINNING OF YEAR	<u>1,543</u>	<u>1,543</u>	<u>1,543</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,543</u>	<u>\$ 1,543</u>	<u>\$ 3,368</u>	<u>\$ 1,825</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
County Clerks Fees	\$ 35,183	\$ 35,183	\$ 44,363	\$ 9,180
Total Fees of Office	<u>35,183</u>	<u>35,183</u>	<u>44,363</u>	<u>9,180</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	2,284	2,284	3,638	1,354
Total Revenues	<u>37,467</u>	<u>37,467</u>	<u>48,001</u>	<u>10,534</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Seasonal Help	7,139	7,139	-	7,139
Social Security Taxes	546	546	-	546
Retirement	1,713	1,713	-	1,713
Workers Compensation	38	38	-	38
Unemployment Insurance	31	31	-	31
Rentals, Microfilm	24,400	24,400	21,950	2,450
Internet Download	3,600	3,600	-	3,600
Total Expenditures	<u>37,467</u>	<u>37,467</u>	<u>21,950</u>	<u>15,517</u>
Net Change in Fund Balances	-	-	26,051	26,051
FUND BALANCE, BEGINNING OF YEAR	<u>304,914</u>	<u>304,914</u>	<u>304,914</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 304,914</u>	<u>\$ 304,914</u>	<u>\$ 330,965</u>	<u>\$ 26,051</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
County Clerk Fees	\$ 40,000	\$ 36,255	\$ 36,255	\$ -
<b>Total Fees of Office</b>	<b>40,000</b>	<b>36,255</b>	<b>36,255</b>	<b>-</b>
<b>MISCELLANEOUS</b>				
Interest Earnings	500	814	817	3
<b>Total Revenues</b>	<b>40,500</b>	<b>37,069</b>	<b>37,072</b>	<b>3</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>General Administration:</b>				
Digitizing	54,000	54,000	54,000	-
<b>Total Expenditures</b>	<b>54,000</b>	<b>54,000</b>	<b>54,000</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(13,500)</b>	<b>(16,931)</b>	<b>(16,928)</b>	<b>3</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>62,061</b>	<b>62,061</b>	<b>62,061</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 48,561</b>	<b>\$ 45,130</b>	<b>\$ 45,133</b>	<b>\$ 3</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
JP Offices	\$ 9,500	\$ 9,500	\$ 10,528	\$ 1,028
Total Fees of Office	<u>9,500</u>	<u>9,500</u>	<u>10,528</u>	<u>1,028</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	500	500	787	287
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>11,315</u>	<u>1,315</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>    General Administration:</b>				
Professional Services	5,000	5,000	4,000	1,000
Supplies	5,000	5,000	2,500	2,500
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>6,500</u>	<u>3,500</u>
Net Change in Fund Balances	-	-	4,815	4,815
FUND BALANCE, BEGINNING OF YEAR	<u>68,551</u>	<u>68,551</u>	<u>68,551</u>	-
FUND BALANCE, END OF YEAR	<u><u>\$ 68,551</u></u>	<u><u>\$ 68,551</u></u>	<u><u>\$ 73,366</u></u>	<u><u>\$ 4,815</u></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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Miscellaneous Revenue:				
Interest Earnings	\$ 70	\$ 70	\$ 481	\$ 411
<b>Total Revenues</b>	<u>70</u>	<u>70</u>	<u>481</u>	<u>411</u>
<b>EXPENDITURES</b>				
Current:				
Deputy Supplement	543	543	543	-
Social Security Taxes	42	42	41	1
Retirement	131	131	130	1
Workers Compensation	13	13	2	11
Unemployment Insurance	3	3	1	2
Other Post Employment	79	79	79	-
<b>Total Expenditures</b>	<u>811</u>	<u>811</u>	<u>796</u>	<u>15</u>
<b>Net Change in Fund Balances</b>	(741)	(741)	(315)	426
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>6,491</u>	<u>6,491</u>	<u>6,491</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 5,750</u>	<u>\$ 5,750</u>	<u>\$ 6,176</u>	<u>\$ 426</u>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Election Services	\$ -	\$ -	\$ 4,450	\$ 4,450
<b>Total Fees of Office</b>	<u>-</u>	<u>-</u>	<u>4,450</u>	<u>4,450</u>
<b>MISCELLANEOUS</b>				
Interest Earnings	\$ -	\$ -	\$ 160	\$ 160
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>4,610</u>	<u>4,610</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Elections	10,559	10,559	7,614	2,945
<b>Total Expenditures</b>	<u>10,559</u>	<u>10,559</u>	<u>7,614</u>	<u>2,945</u>
<b>Net Change in Fund Balances</b>	(10,559)	(10,559)	(3,004)	7,555
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>15,294</u>	<u>15,294</u>	<u>15,294</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 4,735</u>	<u>\$ 4,735</u>	<u>\$ 12,290</u>	<u>\$ 7,555</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>PROPERTY TAXES</b>				
Current	\$ 534,113	\$ 534,113	\$ 548,788	\$ 14,675
Delinquent	9,528	9,528	12,786	3,258
<b>Total Property Taxes</b>	<b>543,641</b>	<b>543,641</b>	<b>561,574</b>	<b>17,933</b>
<b>MISCELLANEOUS</b>				
Interest Earned	19,599	18,908	18,948	40
Miscellaneous	-	11,402	13,015	1,613
<b>Total Miscellaneous</b>	<b>19,599</b>	<b>30,310</b>	<b>31,963</b>	<b>1,653</b>
<b>Total Revenues</b>	<b>563,240</b>	<b>573,951</b>	<b>593,537</b>	<b>19,586</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Transportation</b>				
Salaries - Road and Bridge Department	131,370	131,370	100,407	30,963
Benefits Termination	1,365	1,365	-	1,365
Social Security Taxes	10,154	10,154	7,603	2,551
Group Insurance	29,520	29,520	19,463	10,057
Retirement and Death Benefits	31,856	31,856	24,098	7,758
Other Post Employment	19,300	19,300	10,039	9,261
Retiree Medical Insurance Trust	14,604	14,604	14,604	-
Workers Compensation	33,471	33,471	1,273	32,198
Optional Retirement	29,961	29,961	29,961	-
Unemployment Insurance	1,289	1,289	90	1,199
Repair and Maintenance	12,400	34,900	33,246	1,654
Parts and Repairs	30,000	11,000	8,885	2,115
Conferences and Dues	900	900	775	125
Utilities	12,000	15,000	14,881	119
Contractor Service	8,000	-	-	-
Physicals and Drug	1,000	2,500	1,832	668
Rentals and Leases	5,000	5,000	2,100	2,900
Beaver Control	28,800	28,800	28,800	-
Liability and Other Insurance	145,000	164,000	159,652	4,348
Miscellaneous	1,250	1,061	1,060	1
<b>Capital Outlay:</b>				
Public Transportation	16,000	7,900	5,817	2,083
<b>Total Expenditures</b>	<b>563,240</b>	<b>573,951</b>	<b>464,586</b>	<b>109,365</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>128,951</b>	<b>128,951</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>1,251,801</b>	<b>1,251,801</b>	<b>1,251,801</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 1,251,801</b>	<b>\$ 1,251,801</b>	<b>\$ 1,380,752</b>	<b>\$ 128,951</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Aid	\$ 170,917	\$ 170,917	\$ 170,917	\$ -
C.S.R. Coordinator	35,378	35,378	35,378	-
Absconder Caseload	8,837	8,837	8,837	-
Indirect Services	33,194	33,194	33,194	-
Specialized Caseload-Sex Offender	47,290	47,290	47,290	-
<b>Total Intergovernmental Receipts</b>	<u>295,616</u>	<u>295,616</u>	<u>295,616</u>	<u>-</u>
<b>FEEs OF OFFICE</b>				
Probation Fees	413,626	413,626	413,626	-
<b>Total Fees of Office</b>	<u>413,626</u>	<u>413,626</u>	<u>413,626</u>	<u>-</u>
<b>MISCELLANEOUS</b>				
Interest Earned	5,249	5,249	5,249	-
Miscellaneous	1,592	1,592	1,592	-
<b>Total Miscellaneous</b>	<u>6,841</u>	<u>6,841</u>	<u>6,841</u>	<u>-</u>
<b>Total Revenues</b>	<u>716,083</u>	<u>716,083</u>	<u>716,083</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Supervision	672,845	672,845	672,845	
C.S.R. Coordination	34,261	34,261	34,261	
Indirect Services	25,892	25,892	25,892	
Specialized Caseload	46,677	46,677	46,677	
Absconder Caseload	16,004	16,004	16,004	
<b>Total Expenditures</b>	<u>795,679</u>	<u>795,679</u>	<u>795,679</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(79,596)	(79,596)	(79,596)	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>502,678</u>	<u>502,678</u>	<u>502,678</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 423,082</u>	<u>\$ 423,082</u>	<u>\$ 423,082</u>	<u>\$ -</u>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Aid	\$ 64,830	\$ 64,830	\$ 64,830	\$ -
<b>Total Intergovernmental Receipts</b>	<b>64,830</b>	<b>64,830</b>	<b>64,830</b>	<b>-</b>
<b>FEES OF OFFICE</b>				
Drug Court Fees	2,384	2,384	2,384	-
<b>Total Fees of Office</b>	<b>2,384</b>	<b>2,384</b>	<b>2,384</b>	<b>-</b>
<b>MISCELLANEOUS</b>				
Interest Earned	566	566	566	-
<b>Total Miscellaneous</b>	<b>566</b>	<b>566</b>	<b>566</b>	<b>-</b>
<b>Total Revenues</b>	<b>67,780</b>	<b>67,780</b>	<b>67,780</b>	<b>-</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Salaries - Officers	19,338	19,338	19,338	-
Social Security	1,850	1,850	1,850	-
Group Medical Insurance	3,068	3,068	3,068	-
Retirement	5,842	5,842	5,842	-
Unemployment Insurance	22	22	22	-
Workers Compensation	661	661	661	-
Prosecutor	10,893	10,893	10,893	-
Contractual & Professional Services	33,555	33,555	33,555	-
<b>Total Expenditures</b>	<b>75,229</b>	<b>75,229</b>	<b>75,229</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(7,449)</b>	<b>(7,449)</b>	<b>(7,449)</b>	<b>-</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>63,584</b>	<b>63,584</b>	<b>63,584</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 56,135</b>	<b>\$ 56,135</b>	<b>\$ 56,135</b>	<b>\$ -</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS:</b>				
C.C.A.P. Program Funding	\$ 177,871	\$ 177,871	\$ 177,871	\$ -
Commitment Reduction Program	12,821	12,821	12,821	-
Federal Title IV-E Funding	8,878	8,878	8,878	-
<b>Total Intergovernmental Receipts</b>	<u>199,570</u>	<u>199,570</u>	<u>199,570</u>	<u>-</u>
<b>FEES OF OFFICE</b>				
Probation Fees	2,210	2,210	2,210	-
<b>Total Fees of Office</b>	<u>2,210</u>	<u>2,210</u>	<u>2,210</u>	<u>-</u>
<b>MISCELLANEOUS</b>				
Interest Earned	4,779	4,779	4,779	-
<b>Total Miscellaneous</b>	<u>4,779</u>	<u>4,779</u>	<u>4,779</u>	<u>-</u>
<b>Total Revenues</b>	<u>206,559</u>	<u>206,559</u>	<u>206,559</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Local Match Expenditures	149,146	149,146	149,146	-
TJPC/A	196,748	196,748	196,748	-
Commitment Reduction Program	6,322	6,322	6,322	-
<b>Total Expenditures</b>	<u>352,216</u>	<u>352,216</u>	<u>352,216</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(145,657)</u>	<u>(145,657)</u>	<u>(145,657)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	145,172	145,172	145,172	-
<b>Total Other Financing Sources (Uses)</b>	<u>145,172</u>	<u>145,172</u>	<u>145,172</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(485)	(485)	(485)	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>388,516</u>	<u>388,516</u>	<u>388,516</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u><u>\$ 388,031</u></u>	<u><u>\$ 388,031</u></u>	<u><u>\$ 388,031</u></u>	<u><u>\$ -</u></u>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 165	\$ 129	\$ 131	\$ 2
<b>Total Revenues</b>	<u>165</u>	<u>129</u>	<u>131</u>	<u>2</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Miscellaneous	690	654	640	14
<b>Total Expenditures</b>	<u>690</u>	<u>654</u>	<u>640</u>	<u>14</u>
<b>Net Change in Fund Balances</b>	(525)	(525)	(509)	16
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>11,309</u>	<u>11,309</u>	<u>11,309</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u><u>\$ 10,784</u></u>	<u><u>\$ 10,784</u></u>	<u><u>\$ 10,800</u></u>	<u><u>\$ 16</u></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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>FEES OF OFFICE</b>				
Hot Check Fees	\$ -		\$ 16,493	\$ 16,493
Total Fees of Office	-	-	16,493	16,493
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>16,493</b>	<b>16,493</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Legal:</b>				
Secretaries	3,070	3,070	3,069	1
Social Security Taxes	235	235	226	9
Retirement	735	735	735	-
Workers Compensation	16	16	16	-
Unemployment Insurance	13	13	3	10
Other Post Employment	447	447	446	1
Professional Liability Insurance	6,000	6,000	3,332	2,668
Cellular Phone	1,200	1,200	230	970
Miscellaneous	500	500		500
Total Hot Check Fee	12,216	12,216	8,057	4,159
<b>Net Change in Fund Balances</b>	<b>(12,216)</b>	<b>(12,216)</b>	<b>8,436</b>	<b>20,652</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>77,838</b>	<b>77,838</b>	<b>77,838</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 65,622</b>	<b>\$ 65,622</b>	<b>\$ 86,274</b>	<b>\$ 20,652</b>

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, 2012

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Forfeitures/Auction & Seizure	\$ -	\$ -	\$ 4,030	\$ 4,030
Interest Earnings	-	-	2,103	2,103
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>6,133</b>	<b>6,133</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Public Safety:</b>				
Narcotics Investigator & Deputies	80,716	80,716	39,698	41,018
Social Security Taxes	3,088	3,088	2,589	499
Group Medical & Life Benefits	19,680	19,680	9,288	10,392
Retirement & Death Benefits	19,372	19,372	9,528	9,844
Workers Compensation	2,309	2,309	1,769	540
Unemployment Insurance	392	392	36	356
Other Post Employment Benefits	11,737	11,737	5,772	5,965
Parts Repairs Gas and Trans Exp	14,000	14,000	-	14,000
Cellular Phone	4,291	4,291	-	4,291
Conference & Dues	5,700	5,700	43	5,657
Criminal Investigation	5,000	5,000	2,248	2,752
Body Armor	1,000	1,000	-	1,000
Film Processing	2,000	2,000	-	2,000
Special Team Response Clothing	1,500	1,500	-	1,500
Prevention	2,000	2,000	-	2,000
Miscellaneous	7,675	7,675	2,680	4,995
Other Supplies	4,100	4,100	465	3,635
<b>Capital Outlay:</b>				
Public Safety	6,735	6,735	6,529	206
<b>Total Expenditures</b>	<b>191,295</b>	<b>191,295</b>	<b>80,645</b>	<b>69,426</b>
<b>Net Change in Fund Balances</b>	<b>(191,295)</b>	<b>(191,295)</b>	<b>(74,512)</b>	<b>116,783</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>218,204</b>	<b>218,204</b>	<b>218,204</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 26,909</b>	<b>\$ 26,909</b>	<b>\$ 143,692</b>	<b>\$ 116,783</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Commissary Profits	\$ 3,000	\$ 3,000	\$ 3,801	\$ 801
Interest Earnings	-	-	65	65
<b>Total Revenues</b>	<u>3,000</u>	<u>3,000</u>	<u>3,866</u>	<u>866</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
Public Safety	4,000	4,000	3,681	319
<b>Total Expenditures</b>	<u>4,000</u>	<u>4,000</u>	<u>3,681</u>	<u>319</u>
<b>Net Change in Fund Balances</b>	(1,000)	(1,000)	185	1,185
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>4,431</u>	<u>4,431</u>	<u>4,431</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 3,431</u>	<u>\$ 3,431</u>	<u>\$ 4,616</u>	<u>\$ 1,185</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DISTRICT ATTORNEY LONGEVITY PAY SUPPLEMENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Longevity Funds	\$ 5,040	\$ 4,800	\$ 5,040	\$ 240
<b>MISCELLANEOUS</b>				
Interest Earnings	-	-	3	3
<b>Total Revenues</b>	<b>5,040</b>	<b>4,800</b>	<b>5,043</b>	<b>243</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
Legal	5,040	4,800	5,040	(240)
<b>Total Expenditures</b>	<b>5,040</b>	<b>4,800</b>	<b>5,040</b>	<b>(240)</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>3</b>	<b>3</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>105</b>	<b>105</b>	<b>105</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 105</b>	<b>\$ 105</b>	<b>\$ 108</b>	<b>\$ 3</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DISTRICT ATTORNEY FORFEITURE SPECIAL REVENUE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Forfeitures	\$ 1,000	\$ 1,000	\$ 5,136	\$ 4,136
Interest Earnings	-	-	1,158	1,158
<b>Total Revenues</b>	<u>1,000</u>	<u>1,000</u>	<u>6,294</u>	<u>5,294</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
<b>Legal:</b>				
Appointed Official	5,923	5,923	5,923	-
Administrator/Secr	25,286	25,286	25,265	21
Court Coordinator and Spec.	3,343	3,343	3,343	-
Social Security Taxes	5,133	5,133	5,133	-
Group Insurance	19,680	19,680	18,967	713
Retirement	16,103	16,103	15,913	190
Workers Compensation	600	600	600	-
Unemployment Insurance	355	355	56	299
Other Post Employment	9,755	9,755	9,640	115
Parts, Repairs & Gas	4,500	4,500	3,228	1,272
Office Supplies	1,500	1,500	914	586
Advertising and Publications	500	500	-	500
Cellular Phone	2,200	2,200	-	2,200
Miscellaneous	3,409	3,409	1,909	1,500
<b>Total Expenditures</b>	<u>98,287</u>	<u>98,287</u>	<u>90,891</u>	<u>7,375</u>
<b>Net Change in Fund Balances</b>	(97,287)	(97,287)	(84,597)	12,690
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>134,394</u>	<u>134,394</u>	<u>134,394</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 37,107</u>	<u>\$ 37,107</u>	<u>\$ 49,797</u>	<u>\$ 12,690</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
State Comptroller Payments	\$ 27,500	\$ 27,500	\$ 27,500	\$ -
<b>Total Intergovernmental Receipts</b>	<b>27,500</b>	<b>27,500</b>	<b>27,500</b>	<b>-</b>
<b>MISCELLANEOUS</b>				
Interest Earnings	1	1	39	38
<b>Total Revenues</b>	<b>27,501</b>	<b>27,501</b>	<b>27,539</b>	<b>38</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
<b>Public Safety:</b>				
Administrative Assistant	13,364	13,364	13,363	1
Court Coordinator & Specialist	14,137	14,137	14,137	-
<b>Total Expenditures</b>	<b>27,501</b>	<b>27,501</b>	<b>27,500</b>	<b>1</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>39</b>	<b>37</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>564</b>	<b>564</b>	<b>564</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 564</b>	<b>\$ 564</b>	<b>\$ 603</b>	<b>\$ 39</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 1	\$ 1	\$ 2	\$ 1
Total Miscellaneous Receipts	<u>1</u>	<u>1</u>	<u>2</u>	<u>1</u>
<b>Total Revenues</b>	<u>1</u>	<u>1</u>	<u>2</u>	<u>1</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
<b>Public Safety</b>				
Furniture & Equipment	302	302	118	184
Total Expenditures	<u>302</u>	<u>302</u>	<u>118</u>	<u>184</u>
<b>Net Change in Fund Balances</b>	(301)	(301)	(116)	185
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>301</u>	<u>301</u>	<u>301</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 185</u>	<u>\$ 185</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ 11	\$ 11
Total Miscellaneous Receipts	-	-	11	-
<b>Total Revenues</b>	-	-	11	-
<b>EXPENDITURES</b>				
<b>Current</b>				
<b>Public Safety</b>				
Uniforms	126	126	125	1
Total Expenditures	126	126	125	1
<b>Net Change in Fund Balances</b>	(126)	(126)	(114)	12
<b>FUND BALANCE, BEGINNING OF YEAR</b>	1,103	1,103	1,103	-
<b>FUND BALANCE, END OF YEAR</b>	\$ 977	\$ 977	\$ 989	\$ 12

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ 595	\$ 595
Total Miscellaneous Receipts	-	-	595	595
<b>Total Revenues</b>	-	-	595	595
<b>EXPENDITURES</b>				
<b>Capital Outlay</b>				
Legal	10,000	10,000	-	10,000
<b>Total Expenditures</b>	10,000	10,000	-	10,000
<b>Net Change in Fund Balances</b>	(10,000)	(10,000)	595	10,595
<b>FUND BALANCE, BEGINNING OF YEAR</b>	55,359	55,359	55,359	-
<b>FUND BALANCE, END OF YEAR</b>	\$ 45,359	\$ 45,359	\$ 55,954	\$ 10,595

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**CONSTABLE PCT. 1 & 4 FEDERAL FORFEITURE SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 2	\$ 2	\$ 1	\$ (1)
Total Miscellaneous Receipts	<u>2</u>	<u>2</u>	<u>1</u>	<u>(1)</u>
<b>Total Revenues</b>	<u>2</u>	<u>2</u>	<u>1</u>	<u>(1)</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
<b>Public Safety</b>				
Furniture & Equipment	320	2,792	319	2,473
Total Expenditures	<u>320</u>	<u>2,792</u>	<u>319</u>	<u>2,473</u>
<b>Net Change in Fund Balances</b>	(318)	(2,790)	(318)	2,472
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>318</u>	<u>318</u>	<u>318</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ (2,472)</u>	<u>\$ -</u>	<u>\$ 2,472</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**DEADWOOD WATER SUPPLY CORPORATION SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal Receipts	\$ 110,183	\$ 110,183	\$ 110,182	\$ (1)
<b>Total Intergovernmental Receipts</b>	<b>110,183</b>	<b>110,183</b>	<b>110,182</b>	<b>(1)</b>
<b>MISCELLANEOUS</b>				
Deadwood WSC Local Match	14,436	14,436	14,437	1
<b>Total Miscellaneous Receipts</b>	<b>14,436</b>	<b>14,436</b>	<b>14,437</b>	<b>1</b>
<b>Total Revenues</b>	<b>124,619</b>	<b>124,619</b>	<b>124,619</b>	<b>-</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Facilities	128,119	128,119	128,119	-
<b>Total Expenditures</b>	<b>128,119</b>	<b>128,119</b>	<b>128,119</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(3,500)</b>	<b>(3,500)</b>	<b>(3,500)</b>	<b>-</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>3,500</b>	<b>3,500</b>	<b>3,500</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP) BASIS AND ACTUAL**  
**HURRICANE GENERATORS GRANT SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal Receipts	\$ 26,028	\$ 26,028	\$ 26,028	\$ -
Total Intergovernmental Receipts	<u>26,028</u>	<u>26,028</u>	<u>26,028</u>	<u>-</u>
<b>Total Revenues</b>	<u>26,028</u>	<u>26,028</u>	<u>26,028</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Facilities	26,028	26,028	26,028	-
Total Expenditures	<u>26,028</u>	<u>26,028</u>	<u>26,028</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal Receipts	\$ 12,488	\$ 12,488	\$ 12,487	\$ (1)
Total Intergovernmental Receipts	<u>12,488</u>	<u>12,488</u>	<u>12,487</u>	<u>(1)</u>
<b>Total Revenues</b>	<u>12,488</u>	<u>12,488</u>	<u>12,487</u>	<u>(1)</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Facilities	12,488	12,488	12,487	1
Total Expenditures	<u>12,488</u>	<u>12,488</u>	<u>12,487</u>	<u>1</u>
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Federal receipts	\$ -	\$ -	\$ 6,242	\$ 6,242
<b>Total Intergovernmental Receipts</b>	<b>-</b>	<b>-</b>	<b>6,242</b>	<b>6,242</b>
<b>MISCELLANEOUS</b>				
Interest Earned		845	850	5
Donations		546	556	10
<b>Total Miscellaneous Receipts</b>	<b>-</b>	<b>1,391</b>	<b>1,406</b>	<b>15</b>
<b>Total Revenues</b>	<b>-</b>	<b>1,391</b>	<b>7,648</b>	<b>6,257</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
Health & Paupers Care	28,000	31,391	30,571	820
<b>Total Expenditures</b>	<b>28,000</b>	<b>31,391</b>	<b>30,571</b>	<b>820</b>
<b>Excess (Deficiency) of Revenues</b>				
Over (Under) Expenditures	(28,000)	(30,000)	(22,923)	7,077
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	28,000	30,000	30,000	2,000
<b>Total Other Financing Sources (Uses)</b>	<b>28,000</b>	<b>30,000</b>	<b>30,000</b>	<b>2,000</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>7,077</b>	<b>7,077</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>67,172</b>	<b>67,172</b>	<b>67,172</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 67,172</b>	<b>\$ 67,172</b>	<b>\$ 74,249</b>	<b>\$ 7,077</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>INTERGOVERNMENTAL RECEIPTS</b>				
Tobacco Settlement	\$ -	\$ -	\$ 23,153	\$ 23,153
<b>Total Intergovernmental Receipts</b>	<b>-</b>	<b>-</b>	<b>23,153</b>	<b>23,153</b>
<b>MISCELLANEOUS</b>				
Hospital Lease	2,400,000	561,238	561,238	-
Interest Earnings	40,000	40,000	42,017	2,017
<b>Total Miscellaneous Revenue</b>	<b>2,440,000</b>	<b>601,238</b>	<b>603,255</b>	<b>2,017</b>
<b>Total Revenues</b>	<b>2,440,000</b>	<b>601,238</b>	<b>626,408</b>	<b>25,170</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
Health & Paupers Care	2,550,000	711,238	703,095	8,143
<b>Total Expenditures</b>	<b>2,550,000</b>	<b>711,238</b>	<b>703,095</b>	<b>8,143</b>
<b>Net Change in Fund Balances</b>	<b>(110,000)</b>	<b>(110,000)</b>	<b>(76,687)</b>	<b>33,313</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>3,482,548</b>	<b>3,482,548</b>	<b>3,482,548</b>	<b>-</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 3,372,548</b>	<b>\$ 3,372,548</b>	<b>\$ 3,405,861</b>	<b>\$ 33,313</b>

**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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Miscellaneous	\$ 167,000	\$ 168,843	\$ 168,843	\$ -
Interest Earned	3,000	3,000	3,334	334
<b>Total Revenues</b>	<u>170,000</u>	<u>171,843</u>	<u>172,177</u>	<u>334</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
Public Transportation	185,000	186,843	167,845	18,998
<b>Total Expenditures</b>	<u>185,000</u>	<u>186,843</u>	<u>167,845</u>	<u>18,998</u>
<b>Net Change in Fund Balances</b>	(15,000)	(15,000)	4,332	19,332
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>317,325</u>	<u>317,325</u>	<u>317,325</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 302,325</u>	<u>\$ 302,325</u>	<u>\$ 321,657</u>	<u>\$ 19,332</u>

## CAPITAL PROJECT FUNDS

**SHERIFF'S DEPARTMENT RENOVATION CONSTRUCTION FUND** – This fund is used to account for funds used to renovate the old Panola County Jail into offices for the Sheriff's Department.

**LIBRARY CONSTRUCTION FUND** – This fund is used to account for the funds used to renovate the Old Armory into the County library.

**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.

**THIS PAGE LEFT BLANK INTENTIONALLY**

PANOLA COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NON-MAJOR GOVERNMENTAL FUNDS  
 NON-MAJOR CAPITAL PROJECTS FUNDS  
 DECEMBER 31, 2012

	SHERIFF'S RENOVATION CONSTRUCTION	LIBRARY CONSTRUCTION	ROAD BOND 1971	PERMANENT IMPROVEMENT	JAIL IMPROVEMENT	NON-MAJOR CAPITAL PROJECTS FUNDS TOTAL
<b>ASSETS:</b>						
Cash and Cash Equivalents	\$ -	\$ 759,305	\$ 34,087	\$ 30,374	\$ 11,483	\$ 835,249
Investments	-	710,000	235,000	185,000	198,000	1,328,000
Receivables (net of allowance for uncollectibles)	-					
Miscellaneous	-	895	815	884	180	2,774
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 1,470,200</u>	<u>\$ 269,902</u>	<u>\$ 216,258</u>	<u>\$ 209,663</u>	<u>\$ 2,166,023</u>
<b>LIABILITIES:</b>						
Accounts Payable-Trade	-	133,285	-	-	-	133,285
<b>Total Liabilities</b>	<u>-</u>	<u>133,285</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,285</u>
<b>FUND BALANCES:</b>						
Committed	-	1,336,915	269,902	216,258	209,663	2,032,738
<b>Total Fund Balances</b>	<u>-</u>	<u>1,336,915</u>	<u>269,902</u>	<u>216,258</u>	<u>209,663</u>	<u>2,032,738</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ -</u>	<u>\$ 1,470,200</u>	<u>\$ 269,902</u>	<u>\$ 216,258</u>	<u>\$ 209,663</u>	<u>\$ 2,166,023</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, 2012

	SHERIFF'S RENOVATION CONSTRUCTION	LIBRARY CONSTRUCTION	ROAD BOND 1971	PERMANENT IMPROVEMENT	JAIL IMPROVEMENT	NON-MAJOR CAPITAL PROJECTS FUNDS TOTAL
<b>REVENUES</b>						
Miscellaneous	\$ -	\$ 18,644	\$ 3,078	\$ 2,530	\$ 1,068	\$ 25,320
<b>TOTAL REVENUES</b>	<u>-</u>	<u>18,644</u>	<u>3,078</u>	<u>2,530</u>	<u>1,068</u>	<u>25,320</u>
<b>EXPENDITURES</b>						
Capital Outlay						
Recreation	-	721,480	-	-	-	721,480
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>721,480</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>721,480</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>(702,836)</u>	<u>3,078</u>	<u>2,530</u>	<u>1,068</u>	<u>(696,160)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	-	2,039,751	-	-	208,595	2,248,346
Transfers Out	(39,751)	-	-	-	-	(39,751)
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>(39,751)</u>	<u>2,039,751</u>	<u>-</u>	<u>-</u>	<u>208,595</u>	<u>2,208,595</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(39,751)</u>	<u>1,336,915</u>	<u>3,078</u>	<u>2,530</u>	<u>209,663</u>	<u>1,512,435</u>
<b>FUND BALANCE-BEGINNING OF YEAR</b>	<u>39,751</u>	<u>-</u>	<u>266,824</u>	<u>213,728</u>	<u>-</u>	<u>520,303</u>
<b>FUND BALANCE-END OF YEAR</b>	<u>\$ -</u>	<u>\$ 1,336,915</u>	<u>\$ 269,902</u>	<u>\$ 216,258</u>	<u>\$ 209,663</u>	<u>\$ 2,032,738</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**SHERIFF'S RENOVATION CONSTRUCTION CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ -	\$ -
<b>Total Miscellaneous Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
Public Safety	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(39,751)	(39,751)	(39,751)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(39,751)</u>	<u>(39,751)</u>	<u>(39,751)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(39,751)	(39,751)	(39,751)	-
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>39,751</u>	<u>39,751</u>	<u>39,751</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**LIBRARY CONSTRUCTION CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ -	\$ -	\$ 18,644	\$ 18,644
<b>Total Miscellaneous Revenues</b>	<u>-</u>	<u>-</u>	<u>18,644</u>	<u>18,644</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
Recreation	-	721,482	721,480	2
<b>Total Expenditures</b>	<u>-</u>	<u>721,482</u>	<u>721,480</u>	<u>2</u>
<b>Excess (Deficiency) of Revenues</b>				
Over (Under) Expenditures	<u>-</u>	<u>(721,482)</u>	<u>(702,836)</u>	<u>18,646</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	2,039,751	2,039,751	2,039,751	-
<b>Total Other Financing Sources (Uses)</b>	<u>2,039,751</u>	<u>2,039,751</u>	<u>2,039,751</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	2,039,751	1,318,269	1,336,915	18,646
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 2,039,751</u>	<u>\$ 1,318,269</u>	<u>\$ 1,336,915</u>	<u>\$ 18,646</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 3,086	\$ 3,042	\$ 3,078	\$ 36
<b>Total Revenues</b>	<u>3,086</u>	<u>3,042</u>	<u>3,078</u>	<u>36</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public Transportation	3,086	3,042	-	3,042
<b>Total Expenditures</b>	<u>3,086</u>	<u>3,042</u>	<u>-</u>	<u>3,042</u>
Net Change in Fund Balances	-	-	3,078	3,078
FUND BALANCE, BEGINNING OF YEAR	<u>266,824</u>	<u>266,824</u>	<u>266,824</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 266,824</u>	<u>\$ 266,824</u>	<u>\$ 269,902</u>	<u>\$ 3,078</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned	\$ 2,208	\$ 2,208	\$ 2,530	\$ 322
<b>Total Miscellaneous Revenues</b>	<u>2,208</u>	<u>2,208</u>	<u>2,530</u>	<u>322</u>
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
General Administration	2,208	2,208	-	2,208
<b>Total Expenditures</b>	<u>2,208</u>	<u>2,208</u>	<u>-</u>	<u>2,208</u>
Net Change in Fund Balances	-	-	2,530	2,530
FUND BALANCE, BEGINNING OF YEAR	<u>213,728</u>	<u>213,728</u>	<u>213,728</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 213,728</u>	<u>\$ 213,728</u>	<u>\$ 216,258</u>	<u>\$ 2,530</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, 2012**

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
<b>REVENUES</b>				
<b>MISCELLANEOUS</b>				
Interest Earned			\$ 1,068	\$ 1,068
<b>Total Miscellaneous Revenues</b>	-	-	1,068	1,068
<b>EXPENDITURES</b>				
<b>Capital Outlay:</b>				
General Administration			-	-
<b>Total Expenditures</b>	-	-	-	-
<b>Excess (Deficiency) of Revenues</b>				
Over (Under) Expenditures	-	-	1,068	1,068
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	208,595	208,595	208,595	-
<b>Total Other Financing Sources (Uses)</b>	208,595	208,595	208,595	-
<b>Net Change in Fund Balances</b>	208,595	208,595	209,663	1,068
<b>FUND BALANCE, BEGINNING OF YEAR</b>	-	-	-	-
<b>FUND BALANCE, END OF YEAR</b>	\$ 208,595	\$ 208,595	\$ 209,663	\$ 1,068

**THIS PAGE LEFT BLANK INTENTIONALLY**

**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.

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
<b>AUTOMOBILE REGISTRATION FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 498,533	\$ 5,931,155	\$ 6,030,108	\$ 399,580
<b>Total Assets</b>	<u>\$ 498,533</u>	<u>\$ 5,931,155</u>	<u>\$ 6,030,108</u>	<u>\$ 399,580</u>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 498,533	\$ 5,931,155	\$ 6,030,108	\$ 399,580
<b>Total Liabilities</b>	<u>\$ 498,533</u>	<u>\$ 5,931,155</u>	<u>\$ 6,030,108</u>	<u>\$ 399,580</u>
<b>TAX ASSESSOR-COLLECTOR ADVALOREM TAX FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 3,283,525	\$ 69,842,584	\$ 69,763,636	\$ 3,362,473
<b>Total Assets</b>	<u>\$ 3,283,525</u>	<u>\$ 69,842,584</u>	<u>\$ 69,763,636</u>	<u>\$ 3,362,473</u>
<b>LIABILITIES</b>				
Due to Other Governments	\$ 3,283,525	\$ 69,842,584	\$ 69,763,636	\$ 3,362,473
<b>Total Liabilities</b>	<u>\$ 3,283,525</u>	<u>\$ 69,842,584</u>	<u>\$ 69,763,636</u>	<u>\$ 3,362,473</u>
<b>COUNTY CLERK FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 244,601	\$ 5,206	\$ 66,593	\$ 183,214
<b>Total Assets</b>	<u>\$ 244,601</u>	<u>\$ 5,206</u>	<u>\$ 66,593</u>	<u>\$ 183,214</u>
<b>LIABILITIES</b>				
Court Ordered Deposits	\$ 18,829	\$ 3,500	\$ 16,750	\$ 5,579
Court Ordered Trust Funds	225,772	1,706	49,843	177,635
<b>Total Liabilities</b>	<u>\$ 244,601</u>	<u>\$ 5,206</u>	<u>\$ 66,593</u>	<u>\$ 183,214</u>

**PANOLA COUNTY, TEXAS  
COMBINING STATEMENT OF CHANGES  
IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS, continued  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
<b>DISTRICT CLERK FUNDS</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 1,423,511	\$ 733,171	\$ 473,729	\$ 1,682,953
Investments	232,016	63,057	30,419	264,654
<b>Total Assets</b>	<u><u>\$ 1,655,527</u></u>	<u><u>\$ 796,228</u></u>	<u><u>\$ 504,148</u></u>	<u><u>\$ 1,947,607</u></u>
<b>LIABILITIES</b>				
Court Ordered Deposits	\$ 92,382	\$ 242,721	\$ 211,832	\$ 123,271
Court Ordered Trust Funds	1,563,145	553,507	292,316	1,824,336
<b>Total Liabilities</b>	<u><u>\$ 1,655,527</u></u>	<u><u>\$ 796,228</u></u>	<u><u>\$ 504,148</u></u>	<u><u>\$ 1,947,607</u></u>
<b>COMMUNITY SUPERVISION AND CORRECTIONS DEPARTMENT FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 8,196	\$ 905,607	\$ 903,852	\$ 9,951
<b>Total Assets</b>	<u><u>\$ 8,196</u></u>	<u><u>\$ 905,607</u></u>	<u><u>\$ 903,852</u></u>	<u><u>\$ 9,951</u></u>
<b>LIABILITIES</b>				
Restitution Payable	\$ 8,028	\$ 227	\$ 8,255	\$ 0
Court Ordered Trust Funds	168	905,380	895,597	9,951
<b>Total Liabilities</b>	<u><u>\$ 8,196</u></u>	<u><u>\$ 905,607</u></u>	<u><u>\$ 903,852</u></u>	<u><u>\$ 9,951</u></u>

**PANOLA COUNTY, TEXAS  
COMBINING STATEMENT OF CHANGES  
IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS, continued  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
<b>JUVENILE PROBATION FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 940	\$ 2,941	\$ 3,791	\$ 90
<b>Total Assets</b>	<u>\$ 940</u>	<u>\$ 2,941</u>	<u>\$ 3,791</u>	<u>\$ 90</u>
<b>LIABILITIES</b>				
Court Ordered Trust Funds	\$ 940	\$ 2,941	\$ 3,791	\$ 90
<b>Total Liabilities</b>	<u>\$ 940</u>	<u>\$ 2,941</u>	<u>\$ 3,791</u>	<u>\$ 90</u>
<b>CRIMINAL DISTRICT ATTORNEY FORFEITURE FUNDS</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 154,537	\$ 12,918	\$ 43,710	\$ 123,745
<b>Total Assets</b>	<u>\$ 154,537</u>	<u>\$ 12,918</u>	<u>\$ 43,710</u>	<u>\$ 123,745</u>
<b>LIABILITIES</b>				
Court Ordered Trust Funds	\$ 154,537	\$ 12,918	\$ 43,710	\$ 123,745
<b>Total Liabilities</b>	<u>\$ 154,537</u>	<u>\$ 12,918</u>	<u>\$ 43,710</u>	<u>\$ 123,745</u>
<b>CRIMINAL DISTRICT ATTORNEY RESTITUTION FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	\$ 171,592	\$ 171,592	\$ -
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 171,592</u>	<u>\$ 171,592</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Restitution Payable	\$ -	\$ 171,592	\$ 171,592	\$ -
<b>Total Liabilities</b>	<u>\$ -</u>	<u>\$ 171,592</u>	<u>\$ 171,592</u>	<u>\$ -</u>

**PANOLA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES  
 IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS, continued  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
<b>SHERIFF COLLECTIONS FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	\$ 59,943	\$ 59,943	\$ -
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 59,943</u>	<u>\$ 59,943</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Due to Other Governments	\$ -	\$ 59,943	\$ 59,943	\$ -
<b>Total Liabilities</b>	<u>\$ -</u>	<u>\$ 59,943</u>	<u>\$ 59,943</u>	<u>\$ -</u>
<b>JAIL INMATE FUND</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 4,278	\$ 86,772	\$ 86,772	\$ 4,278
<b>Total Assets</b>	<u>\$ 4,278</u>	<u>\$ 86,772</u>	<u>\$ 86,772</u>	<u>\$ 4,278</u>
<b>LIABILITIES</b>				
Other Payables	\$ 4,278	\$ 86,772	\$ 86,772	\$ 4,278
<b>Total Liabilities</b>	<u>\$ 4,278</u>	<u>\$ 86,772</u>	<u>\$ 86,772</u>	<u>\$ 4,278</u>

**PANOLA COUNTY, TEXAS  
COMBINING STATEMENT OF CHANGES  
IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS, continued  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<b>Balance January 1, 2012</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance December 31, 2012</b>
<b>TOTAL ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 5,618,121	\$ 77,751,889	\$ 77,603,726	\$ 5,766,284
Investments	232,016	63,057	30,419	264,654
<b>Total Assets</b>	<b>\$ 5,850,137</b>	<b>\$ 77,814,946</b>	<b>\$ 77,634,145</b>	<b>\$ 6,030,938</b>
<b>LIABILITIES</b>				
Due to Other Governments	3,782,058	75,833,682	75,853,687	3,762,053
Court Ordered Deposits	111,211	246,221	228,582	128,850
Court Ordered Trust Funds	1,944,562	1,476,452	1,285,257	2,135,757
Restitution Payable	8,028	171,819	179,847	0
Other Payables	4,278	86,772	86,772	4,278
<b>Total Liabilities</b>	<b>\$ 5,850,137</b>	<b>\$ 77,814,946</b>	<b>\$ 77,634,145</b>	<b>\$ 6,030,938</b>

**THIS PAGE LEFT BLANK INTENTIONALLY**

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

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE BY SOURCE**  
**DECEMBER 31, 2012**

**CAPITAL ASSETS:**

<b>Land</b>	<b>\$ 1,289,889</b>
<b>Buildings</b>	<b>19,062,848</b>
<b>Improvements Other Than Buildings</b>	<b>259,303</b>
<b>Machinery and Equipment</b>	<b>10,074,642</b>
<b>Infrastructure</b>	<b>10,371,442</b>
<b>Construction in Progress</b>	<b><u>721,480</u></b>
 <b>Total Capital Assets</b>	 <b><u><u>\$ 41,779,604</u></u></b>

**INVESTMENTS IN CAPITAL ASSETS:**

<b>Current Revenues - Current Year</b>	<b>\$ 1,070,337</b>
<b>Current Revenues - Prior Years</b>	<b>30,274,561</b>
<b>Capital Assets of Former Panola General Hospital</b>	<b>3,879,706</b>
<b>General Obligation Debt - Prior Years</b>	<b>5,555,000</b>
<b>Certificates of Obligation - Prior Years</b>	<b><u>1,000,000</u></b>
	 <b><u><u>\$ 41,779,604</u></u></b>

**THIS PAGE LEFT BLANK INTENTIONALLY**

PANOLA COUNTY, TEXAS  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY FUNCTION AND ACTIVITY  
DECEMBER 31, 2012

	Total	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Infrastructure	Construction in Progress
<b>GENERAL ADMINISTRATION</b>							
County Clerk	\$ 20,645	\$ -	\$ -	\$ -	\$ 20,645	\$ -	\$ -
<b>Total General Administration</b>	<b>20,645</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,645</b>	<b>-</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	7,585	-	-	-	7,585	-	-
<b>Total Judicial</b>	<b>1,809,179</b>	<b>-</b>	<b>1,784,971</b>	<b>-</b>	<b>24,208</b>	<b>-</b>	<b>-</b>
<b>LEGAL</b>							
District Attorney	356,995	-	356,995	-	-	-	-
<b>Total Legal</b>	<b>356,995</b>	<b>-</b>	<b>356,995</b>	<b>-</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>360,084</b>	<b>-</b>	<b>-</b>
<b>PUBLIC TRANSPORTATION</b>							
Road and Bridge	18,107,699	139,656	11,778	-	7,584,823	10,371,442	-
Airport	587,965	188,639	315,909	-	83,417	-	-
<b>Total Public Transportation</b>	<b>18,695,664</b>	<b>328,295</b>	<b>327,687</b>	<b>-</b>	<b>7,668,240</b>	<b>10,371,442</b>	<b>-</b>
<b>PUBLIC FACILITIES</b>							
Courthouse	1,617,103	815,452	623,114	-	178,537	-	-
Miscellaneous & Non-Departmental	308,933	-	-	169,270	139,663	-	-
<b>Total Public Facilities</b>	<b>1,926,036</b>	<b>815,452</b>	<b>623,114</b>	<b>169,270</b>	<b>318,200</b>	<b>-</b>	<b>-</b>

PANOLA COUNTY, TEXAS  
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE BY FUNCTION AND ACTIVITY, continued  
 DECEMBER 31, 2012

	Total	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Infrastructure	Construction in Progress
<b>PUBLIC SAFETY</b>							
Sheriff	\$ 1,533,524	\$ -	\$ 537,675	\$ -	\$ 995,849	\$ -	\$ -
Constables	111,475	-	-	-	111,475	-	-
Corrections and Jail	11,396,564	60,754	11,211,314	-	124,496	-	-
Emergency Management	144,286	-	-	-	144,286	-	-
911 Rural Addressing	47,681	-	-	-	47,681	-	-
Probation Services - Adult	222,809	-	-	-	222,809	-	-
Probation Services - Juvenile	36,669	-	-	-	36,669	-	-
<b>Total Public Safety</b>	<b>13,493,008</b>	<b>60,754</b>	<b>11,748,989</b>	<b>-</b>	<b>1,683,265</b>	<b>-</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>4,106,067</b>	<b>90,033</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CULTURE AND RECREATION</b>							
Exposition Center	115,025	-	115,025	-	-	-	-
Library	721,480	-	-	-	-	-	721,480
<b>Total Culture and Recreation</b>	<b>836,505</b>	<b>-</b>	<b>115,025</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>721,480</b>
<b>TOTAL CAPITAL ASSETS</b>	<b>\$ 41,779,604</b>	<b>\$ 1,289,889</b>	<b>\$ 19,062,848</b>	<b>\$ 259,303</b>	<b>\$ 10,074,642</b>	<b>\$ 10,371,442</b>	<b>\$ 721,480</b>

**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, 2012**

	General Capital Assets January 1, 2012	Additions	Deductions	Transfers	General Capital Assets December 31, 2012
<b>GENERAL ADMINISTRATION</b>					
County Clerk	\$ 15,169	\$ 5,476	\$ -	\$ -	\$ 20,645
Total General Administration	<u>15,169</u>	<u>5,476</u>	<u>-</u>	<u>-</u>	<u>20,645</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	7,585	-	-	-	7,585
Total Judicial	<u>1,809,179</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,809,179</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	264,800	127,184	31,900	-	360,084
Total Elections	<u>264,800</u>	<u>127,184</u>	<u>31,900</u>	<u>-</u>	<u>360,084</u>
<b>PUBLIC TRANSPORTATION</b>					
Road and Bridge-Equipment	7,615,102	1,062,472	941,317	-	7,736,257
Road and Bridge-Infrastructure	10,371,442	-	-	-	10,371,442
Airport	587,965	-	-	-	587,965
Total Public Transportation	<u>18,574,509</u>	<u>1,062,472</u>	<u>941,317</u>	<u>-</u>	<u>18,695,664</u>
<b>PUBLIC FACILITIES</b>					
Courthouse	1,513,867	115,231	11,995	-	1,617,103
Miscellaneous and Non- Departmental	308,933	-	-	-	308,933
Total Public Facilities	<u>1,822,800</u>	<u>115,231</u>	<u>11,995</u>	<u>-</u>	<u>1,926,036</u>

**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, 2012**

	General Capital Assets January 1, 2012	Additions	Deductions	Transfers	General Capital Assets December 31, 2012
<b>PUBLIC SAFETY</b>					
Sheriff	\$ 1,488,940	\$ 150,099	\$ 126,393	\$ 20,878	\$ 1,533,524
Constables	132,353	-	-	(20,878)	111,475
Corrections and Jail	11,396,564	-	-	-	11,396,564
Emergency Management	144,286	-	-	-	144,286
911 Rural Addressing	47,681	-	-	-	47,681
Probation Services - Adult	222,809	-	-	-	222,809
Probation Services - Juvenile	36,669	-	-	-	36,669
Criminal Investigations	-	-	-	-	-
<b>Total Public Safety</b>	<b>13,469,302</b>	<b>150,099</b>	<b>126,393</b>	<b>-</b>	<b>13,493,008</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	-	721,480	-	-	721,480
<b>Total Culture and Recreation</b>	<b>115,025</b>	<b>721,480</b>	<b>-</b>	<b>-</b>	<b>836,505</b>
<b>TOTAL GENERAL CAPITAL ASSETS</b>	<b>\$ 40,709,267</b>	<b>\$ 2,181,942</b>	<b>\$ 1,111,605</b>	<b>\$ -</b>	<b>\$ 41,779,604</b>

**STATISTICAL DATA SECTION  
(UNAUDITED)**

**THIS PAGE LEFT BLANK INTENTIONALLY**

## 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.

---

### **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

**THIS PAGE LEFT BLANK INTENTIONALLY**

TABLE 1

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

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental activities:										
Net Investment in Capital Assets	\$ 24,022,953	\$ 23,802,873	\$ 22,812,862	\$ 21,868,287	\$ 18,861,947	\$ 16,661,147	\$ 16,881,438	\$ 17,299,813	\$ 17,438,024	\$ 17,777,789
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	37,884,578	35,513,233	33,209,420	29,525,131	26,134,625	13,814,903	25,740,509	23,081,440	21,556,174	19,994,783
Total governmental activities net position	\$ 61,907,531	\$ 59,316,106	\$ 56,246,385	\$ 52,062,932	\$ 48,301,856	\$ 35,228,983	\$ 42,621,947	\$ 40,381,253	\$ 38,994,198	\$ 37,772,572

**THIS PAGE LEFT BLANK INTENTIONALLY**

TABLE 2

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

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Expenses:</b>										
<b>Governmental Activities:</b>										
General administration	\$ 3,447,218	\$ 3,727,822	\$ 3,267,777	\$ 2,814,331	\$ 3,358,623	\$ 3,096,305	\$ 2,524,507	\$ 2,261,577	\$ 1,950,152	\$ 1,701,656
Judicial	1,136,940	1,091,066	1,120,449	1,134,624	953,205	931,862	922,265	839,466	818,993	743,435
Legal	467,497	483,307	490,452	350,538	377,261	346,592	400,559	369,369	294,366	313,788
Elections	186,869	153,511	163,105	167,952	137,636	139,319	128,458	121,455	120,751	93,132
Financial administration	794,223	786,036	766,574	755,563	630,297	648,448	617,867	582,235	539,091	508,942
Public facilities	435,721	417,517	297,677	258,652	238,315	225,256	272,874	245,345	266,789	217,472
Public safety	5,889,883	5,713,426	5,572,574	5,364,448	4,175,436	4,183,927	4,232,178	4,055,915	3,523,072	3,374,098
Environmental protection	392,801	363,458	361,383	363,925	339,837	307,438	382,184	354,714	301,933	289,887
Public transportation	6,378,730	6,279,662	6,333,001	5,642,668	5,825,025	5,604,489	4,963,793	4,884,111	4,391,725	4,176,987
Health and Paupers care	1,233,431	931,689	2,402,045	734,454	618,051	581,604	564,173	557,335	576,106	543,899
Recreation	363,850	384,378	320,529	305,744	278,591	263,934	247,134	257,177	287,491	215,439
Conservation	87,261	93,050	92,987	90,679	73,981	76,901	77,840	73,242	70,072	68,738
Debt Service - Interest	-	17,694	69,800	119,877	167,161	138,052	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	6,279
<b>Total Governmental Activities Expenses</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>\$ 14,601,941</b>	<b>\$ 13,140,541</b>	<b>\$ 12,253,752</b>
<b>Program Revenues:</b>										
<b>Governmental Activities:</b>										
Charges for Services										
General administration	\$ 320,353	\$ 339,152	\$ 348,974	\$ 383,448	\$ 421,277	\$ 380,871	\$ 396,728	\$ 302,054	\$ 314,748	\$ 287,103
Judicial	464,969	460,165	453,019	116,763	136,563	139,673	156,932	131,831	137,484	54,738
Legal	37,505	37,671	45,235	77,514	134,391	61,487	269,754	257,946	87,766	54,547
Elections	4,450	-	5,061	2,400	22,203	200	11,712	-	-	-
Financial administration	830,492	807,132	758,081	338,835	291,567	266,226	245,162	218,408	204,701	166,608
Public facilities	-	-	-	8,658	1,053	-	3,158	-	-	19,087
Public safety	453,190	482,476	520,674	531,439	501,528	428,739	842,383	739,526	442,640	420,850
Environmental protection	-	-	-	-	871	14,425	15,082	13,667	9,695	-
Public transportation	38,894	182,614	176,809	748,835	795,779	808,936	849,388	786,067	886,405	814,972
Health and Paupers care	1,375	1,525	1,400	5,351	19,966	114,372	121,428	109,346	100,729	153,968
Recreation	152,856	144,471	136,592	136,024	121,372	114,718	105,137	98,065	121,989	1,800
Conservation	1,265	1,950	4,132	-	-	-	-	-	-	-
<b>Total Charges for Services</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>	<b>\$ 2,656,910</b>	<b>\$ 2,306,157</b>	<b>\$ 1,973,673</b>

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

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Operating Grants and Contributions</b>										
Judicial	\$ 75,000	\$ 80,489	\$ 85,889	\$ 74,192	\$ 67,116	\$ 33,766	\$ 38,304	\$ 39,008	\$ 36,914	\$ 37,085
Legal	38,199	74,543	63,391	4,320	4,080	3,840	3,600	3,360	-	-
Elections	-	988	47,669	12,337	-	10,561	6,250	-	-	-
Financial administration	-	-	-	-	-	-	-	-	-	51,250
Public facilities	-	-	-	-	-	103,960	86,642	29,180	-	-
Public safety	573,135	652,019	662,193	963,272	904,822	806,355	978,516	949,305	1,072,061	691,565
Environmental protection	-	-	-	-	-	-	-	-	1,664	10,073
Public transportation	29,620	30,041	30,222	30,279	30,284	30,276	30,905	35,720	30,504	77,430
Health and Paupers care	590,633	271,457	1,980,960	69,548	101,349	72,308	58,249	87,591	43,574	39,707
Recreation	-	-	-	-	-	-	-	-	-	85,686
<b>Total Operating Grants and Contributions</b>	<b>\$ 1,306,587</b>	<b>\$ 1,109,537</b>	<b>\$ 2,870,324</b>	<b>\$ 1,153,948</b>	<b>\$ 1,107,651</b>	<b>\$ 1,061,066</b>	<b>\$ 1,202,466</b>	<b>\$ 1,144,164</b>	<b>\$ 1,184,717</b>	<b>\$ 992,796</b>
<b>Program Revenues, Continued:</b>										
<b>Capital Grants and Contributions</b>										
Elections	\$ 15,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,872	\$ -	\$ -
Public Facilities	163,133	144,558	31,650	-	-	-	-	-	-	-
Public Safety	40,092	78,382	200,468	-	-	-	-	-	-	-
<b>Total Capital Grants and Contrib</b>	<b>\$ 218,882</b>	<b>\$ 222,940</b>	<b>\$ 232,118</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 250,872</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Governmental Activities</b>										
Program Revenues	\$ 3,830,818	\$ 3,789,633	\$ 5,552,419	\$ 3,503,215	\$ 3,554,221	\$ 3,390,713	\$ 4,219,330	\$ 4,051,946	\$ 3,490,874	\$ 2,966,469
<b>Net (Expense) Revenue</b>										
Governmental Activities:	\$ (16,983,606)	\$ (16,652,983)	\$ (15,705,934)	\$ (14,600,240)	\$ (13,619,198)	\$ (13,153,414)	\$ (11,114,502)	\$ (10,549,995)	\$ (9,649,667)	\$ (9,287,283)

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

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Property Taxes	\$ 18,374,211	\$ 18,742,731	\$ 18,542,362	\$ 16,744,039	\$ 15,328,340	\$ 12,714,869	\$ 11,324,789	\$ 10,636,866	\$ 10,179,315	\$ 9,371,021
Interest Income	454,697	483,015	470,991	826,889	962,442	1,572,387	1,343,345	767,685	485,990	724,151
Gain on Sale of Capital Assets	236,219	-	-	90,507	-	-	-	-	-	-
Miscellaneous	509,904	496,958	729,736	699,881	1,232,637	641,846	687,062	532,499	205,988	174,500
<b>Total Governmental Activities</b>	<b>\$ 19,575,031</b>	<b>\$ 19,722,704</b>	<b>\$ 19,743,089</b>	<b>\$ 18,361,316</b>	<b>\$ 17,523,419</b>	<b>\$ 14,929,102</b>	<b>\$ 13,355,196</b>	<b>\$ 11,937,050</b>	<b>\$ 10,871,293</b>	<b>\$ 10,269,672</b>
Increase in Net Position Before Transfers	2,591,425	3,069,721	4,037,155	3,761,076	3,904,221	1,775,688	2,240,694	1,387,055	1,221,626	982,389
Transfers	-	-	-	-	-	(9,168,652)	-	-	-	-
<b>Change in Net Position Governmental Activities</b>	<b>\$ 2,591,425</b>	<b>\$ 3,069,721</b>	<b>\$ 4,037,155</b>	<b>\$ 3,761,076</b>	<b>\$ 3,904,221</b>	<b>\$ (7,392,964)</b>	<b>\$ 2,240,694</b>	<b>\$ 1,387,055</b>	<b>\$ 1,221,626</b>	<b>\$ 982,389</b>
<b>Total Primary Government</b>	<b>\$ 2,591,425</b>	<b>\$ 3,069,721</b>	<b>\$ 4,037,155</b>	<b>\$ 3,761,076</b>	<b>\$ 3,904,221</b>	<b>\$ (7,392,964)</b>	<b>\$ 2,240,694</b>	<b>\$ 1,387,055</b>	<b>\$ 1,221,626</b>	<b>\$ 982,389</b>
<b>% Change from Prior Year</b>	<b>(15.58%)</b>	<b>(23.96%)</b>	<b>7.34%</b>	<b>(3.67%)</b>	<b>152.81%</b>	<b>(429.94%)</b>	<b>61.54%</b>	<b>13.54%</b>	<b>24.35%</b>	<b>N/A</b>

**THIS PAGE LEFT BLANK INTENTIONALLY**

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

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>General Fund:</b>										
Committed	\$ -	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	12,914,895	11,152,902	11,572,586	9,427,291	6,918,110	5,354,493	13,021,195	11,584,311	10,704,447	9,612,242
<b>Total General Fund</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>	<b>11,584,311</b>	<b>10,704,447</b>	<b>9,612,242</b>
<b>All Other Governmental Funds:</b>										
Nonspendable, Reported in:										
Special Revenue Funds	29,129	16,053	24,346	15,994	47,998	35,022	27,068	30,668	10,996	7,266
Restricted, Reported in:										
Special Revenue Funds	10,942,194	10,575,529	10,582,426	9,980,628	9,315,359	8,496,426	10,435,845	9,140,388	8,563,498	7,828,623
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	2,032,738	520,303	647,974	491,596	477,783	461,548	441,702	422,175	410,687	811,609
<b>Total All Other Governmental Funds</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>9,593,231</b>	<b>8,985,181</b>	<b>8,647,498</b>
<b>Total Governmental Funds</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>	<b>\$ 21,177,542</b>	<b>\$ 19,689,628</b>	<b>\$ 18,259,740</b>
<b>% Change from Prior Year</b>	<b>5.91%</b>	<b>6.27%</b>	<b>14.70%</b>	<b>2.51%</b>	<b>(15.55%)</b>	<b>(3.06%)</b>	<b>12.98%</b>	<b>7.56%</b>	<b>7.83%</b>	<b>N/A</b>

TABLE 4

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

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>REVENUES</b>										
Property Taxes	\$ 18,364,115	\$ 18,708,889	\$ 18,316,629	\$ 16,745,188	\$ 15,320,932	\$ 12,723,922	\$ 11,325,188	\$ 10,652,164	\$ 10,073,746	\$ 9,413,140
Licenses	367,773	416,086	413,439	449,020	448,726	455,247	455,632	459,902	461,437	453,226
Inter-Governmental	1,236,451	1,362,230	1,367,929	1,297,019	1,317,459	1,274,782	1,526,620	1,578,406	1,366,830	992,796
Fees of Office	1,354,699	1,325,782	1,333,598	1,316,252	1,351,374	1,218,383	1,248,867	1,078,243	1,082,685	951,535
Fines	311,936	309,141	295,442	267,732	316,701	325,430	369,783	326,165	326,263	285,416
Miscellaneous	1,964,666	1,399,682	3,423,614	1,783,828	2,373,096	2,257,336	2,611,688	1,936,574	928,512	1,142,414
<b>Total Revenues</b>	<b>23,599,640</b>	<b>23,521,810</b>	<b>25,150,651</b>	<b>21,859,039</b>	<b>21,128,288</b>	<b>18,255,100</b>	<b>17,537,778</b>	<b>16,031,454</b>	<b>14,239,473</b>	<b>13,238,527</b>
<b>EXPENDITURES</b>										
General Administration	3,582,755	3,798,181	3,231,245	2,831,669	3,581,289	3,067,307	2,487,117	2,204,858	1,939,667	1,738,705
Judicial	1,169,242	1,098,165	1,072,245	1,111,988	940,346	879,692	864,318	791,433	776,783	726,208
Legal	497,360	503,153	488,344	358,200	392,174	345,467	398,169	364,125	294,651	314,042
Elections	160,792	135,413	139,068	146,889	118,052	114,875	100,937	117,570	120,832	93,203
Financial Administration	851,633	824,190	762,011	763,587	661,127	643,287	615,465	581,258	539,639	509,416
Public Facilities	438,005	418,341	295,300	257,823	231,189	489,745	270,839	243,352	264,801	215,507
Public Safety	5,733,918	5,473,887	5,138,215	7,262,290	3,019,226	4,482,400	4,060,125	3,940,628	3,613,004	3,426,371
Environmental Protection	386,527	357,184	355,109	357,651	333,563	301,164	375,910	348,440	295,659	283,613
Conservation	91,770	42,680,009	92,668	91,964	76,540	76,719	77,868	73,284	70,116	68,776
Public Transportation	4,249,786	864,053	3,784,509	4,603,800	4,374,680	4,565,117	4,033,234	4,079,484	3,868,038	4,108,066
Health & Paupers Care	1,165,795	398,531	2,334,409	666,818	291,280	513,968	496,537	189,699	508,470	484,263
Culture & Recreation	385,146	96,046	318,498	308,098	76,540	263,064	247,265	257,394	287,713	215,636
Debt Service - Principal	-	1,340,000	1,285,000	1,240,000	1,190,000	72,920	-	-	-	-
Debt Service - Interest	3,440,298	2,476,771	2,824,234	1,239,539	810,738	831,170	954,181	1,352,016	230,211	1,484,172
Capital Outlay	22,153,027	22,078,389	22,199,163	21,368,357	16,271,739	16,751,668	14,981,965	14,543,541	12,809,584	13,667,978
<b>Total Expenditures</b>	<b>1,446,613</b>	<b>1,443,421</b>	<b>2,951,488</b>	<b>490,682</b>	<b>4,856,549</b>	<b>1,503,432</b>	<b>2,555,813</b>	<b>1,487,913</b>	<b>1,429,889</b>	<b>(429,451)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>										
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from Capital Lease Financing Agreement	-	-	-	-	-	-	-	-	-	321,823
Proceeds from Sale of Bonds	2,423,518	266,000	567,482	523,977	-	5,055,000	-	-	-	-
Transfers In	(2,423,518)	(266,000)	(567,482)	(523,977)	-	(11,464,748)	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,234,804)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>321,823</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 1,446,613</b>	<b>\$ 1,443,421</b>	<b>\$ 2,951,488</b>	<b>\$ 490,682</b>	<b>\$ 4,856,549</b>	<b>\$ (731,372)</b>	<b>\$ 2,555,813</b>	<b>\$ 1,487,913</b>	<b>\$ 1,429,889</b>	<b>\$ (107,628)</b>
Debt Service as a percentage of Noncapital Expenditures	0.00%	6.87%	6.56%	6.80%	8.83%	1.12%	0.00%	0.00%	0.00%	0.00%

**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		
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
2005	2,981,872,892	418,440,315	114,613,060	3,285,700,147	0.3330
2004	2,511,868,481	387,538,653	111,254,590	2,788,152,544	0.3811
2003	2,128,641,879	323,531,404	105,682,080	2,346,491,203	0.4382

Source: Panola County Appraisal District

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

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b><u>Panola County Direct Rates</u></b>					
GENERAL	0.32210	0.29650	0.24926	0.23612	0.19374
SPECIAL REVENUE	0.13900	0.13090	0.11112	0.09938	0.08962
DEBT SERVICE	-	-	0.02832	0.02770	0.02624
TOTAL DIRECT RATE	<u>0.46110</u>	<u>0.42740</u>	<u>0.38870</u>	<u>0.36320</u>	<u>0.30960</u>
<b><u>Overlapping Rates</u></b>					
<b>City and Town Rates:</b>					
CARTHAGE	0.48000	0.46000	0.46000	0.41000	0.41000
BECKVILLE	0.38552	0.36430	0.31239	0.26044	0.22289
<b>School Districts Rates:</b>					
CARTHAGE ISD	1.14000	1.14000	1.14000	1.14000	1.14000
GARY ISD	1.24000	1.22900	1.18251	1.20459	1.13855
BECKVILLE ISD	1.10000	1.10000	1.06320	1.04000	1.05586
ELYSIAN FIELDS ISD	1.22500	1.21500	1.20000	1.20000	1.22110
TATUM ISD	1.17000	1.04000	1.04000	1.04000	1.04000
TENAHA ISD	1.18658	1.17937	1.21930	1.20438	1.41210
JOAQUIN ISD	1.54530	1.54700	1.55800	1.34110	1.12050
<b>Other Special District Rates:</b>					
PANOLA JR. COLLEGE	0.14519	0.13407	0.11813	0.10579	0.09593
PANOLA COUNTY ESD	0.02130	0.02130	0.01844	0.01605	0.01393
PANOLA GWCD	0.00855	0.00739	0.00612	0.00637	0.00637

Source: Various taxing entities

TABLE 6

<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>0.21039</b>	<b>0.19350</b>	<b>0.22450</b>	<b>0.25690</b>	<b>0.29210</b>
<b>0.10140</b>	<b>0.09340</b>	<b>0.10850</b>	<b>0.12420</b>	<b>0.14610</b>
<b>0.03231</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>0.34410</b>	<b>0.28690</b>	<b>0.33300</b>	<b>0.38110</b>	<b>0.43820</b>
<b>0.39000</b>	<b>0.45940</b>	<b>0.45940</b>	<b>0.55000</b>	<b>0.56000</b>
<b>0.26684</b>	<b>0.26000</b>	<b>0.27415</b>	<b>0.27260</b>	<b>0.26642</b>
<b>1.14000</b>	<b>1.50000</b>	<b>1.53000</b>	<b>1.53000</b>	<b>1.56000</b>
<b>1.12310</b>	<b>1.24560</b>	<b>1.36930</b>	<b>1.21480</b>	<b>1.51980</b>
<b>1.10865</b>	<b>1.36860</b>	<b>1.51314</b>	<b>1.46450</b>	<b>1.65545</b>
<b>1.26990</b>	<b>1.40800</b>	<b>1.53600</b>	<b>1.24500</b>	<b>1.57000</b>
<b>1.04000</b>	<b>1.37000</b>	<b>1.56840</b>	<b>1.56800</b>	<b>1.47000</b>
<b>1.39762</b>	<b>1.37000</b>	<b>1.50000</b>	<b>1.50000</b>	<b>1.50000</b>
<b>1.11010</b>	<b>1.28130</b>	<b>1.47620</b>	<b>1.51480</b>	<b>1.61030</b>
<b>0.10477</b>	<b>0.09430</b>	<b>0.10850</b>	<b>0.11717</b>	<b>0.13483</b>
<b>0.01515</b>	<b>0.01360</b>	<b>0.01571</b>	<b>0.01700</b>	<b>0.02000</b>

**THIS PAGE LEFT BLANK INTENTIONALLY**

TABLE 7

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

Name of Taxpayer	Fiscal Year 2012		Fiscal Year 2003	
	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Devon Energy Production Co LP	\$ 379,822	9.27 %	\$ -	-
Anadarko E&P Company LP	253,301	6.18 %	-	-
Markwest Eastern TX Gas Co LP	146,575	3.58 %	-	-
DCP Midstream LP	144,307	3.52 %	-	-
XTO Energy Inc.	110,701	2.70 %	-	-
Chevron USA	84,021	2.05 %	-	-
ETC Tiger Pipeline	82,903	2.02 %	-	-
Exxon Mobile Corp.	72,677	1.77 %	-	-
R. Lacy, Inc.	71,398	1.74 %	-	-
Luminant Mining Co LLC	61,504	1.50 %	-	-
Anadarko E&P Company LP	-	-	266,324	10.86 %
Chevron	-	-	182,068	8.11 %
Devon Energy Production Co LP	-	-	168,996	7.15 %
EOG Resources Inc	-	-	81,152	3.84 %
BP American Production	-	-	76,329	3.38 %
R. Lacy, Inc.	-	-	69,056	2.75 %
Exxon Mobile Corp.	-	-	66,193	2.70 %
Duke Energy	-	-	50,587	2.11 %
Ocean Energy	-	-	43,692	2.00 %
TXU Mining Co. LP	-	-	41,649	1.79 %
<b>Total</b>	<b>\$ 1,407,209</b>		<b>\$ 1,046,046</b>	
<b>Total Assessed Value and Percentage of Total</b>	<b>\$ 4,095,998</b>	<b>34.36 %</b>	<b>\$ 2,346,491</b>	<b>44.58 %</b>

Source: Panola County Appraisal District

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

<u>Fiscal Year</u>	<u>Tax Levy (1)</u>	<u>Current Tax Collection (2)</u>	<u>Percent Of Levy Collected</u>	<u>Delinquent Collections &amp; Adjustments (3)</u>	<u>Collections &amp; Adjustments</u>
2012	18,757,346	18,339,364	97.77%	214,699	18,554,063
2011	19,145,073	18,724,040	97.80%	221,829	18,945,869
2010	18,747,490	18,284,461	97.53%	350,380	18,634,841
2009	17,125,293	16,760,071	97.87%	312,944	17,073,015
2008	15,591,091	15,348,762	98.44%	208,468	15,557,230
2007	12,929,930	12,724,856	98.41%	181,051	12,905,907
2006	11,508,292	11,330,572	98.46%	159,003	11,489,575
2005	10,825,727	10,617,597	98.08%	191,209	10,808,806
2004	10,279,634	10,007,852	97.36%	252,042	10,259,894
2003	9,608,967	9,370,791	97.52%	223,592	9,594,383

Source: Tax Rolls

Notes:

- (1) Represents adjusted levy for property tax levy from the prior year. For example, the 2011 property tax year levy is to fund the 2012 fiscal year for the County.
- (2) Represents current tax collections from October of the prior year through June of the current fiscal year.
- (3) Represents delinquent tax collections for the property tax levy from the prior year. For example, the 2011 property tax year levy is to fund the 2012 fiscal year for the County.
- (4) Represents outstanding delinquent taxes receivable for the property tax levy from the prior year. For example, the 2011 property tax year levy is to fund the 2012 fiscal year for the County.

**TABLE 8**

<b>Percent Of Total Collections and Adjustments To Tax Levy</b>	<b>Outstanding Delinquent Taxes (4)</b>	<b>Percent of Delinquent Taxes to Tax Levy</b>
98.92%	203,283	1.08%
98.96%	199,204	1.04%
99.40%	112,649	0.60%
99.69%	52,278	0.31%
99.78%	33,861	0.22%
99.81%	24,023	0.19%
99.84%	18,717	0.16%
99.84%	16,921	0.16%
99.81%	19,740	0.19%
99.85%	14,584	0.15%

**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				
2012	-	-	-	-	-	-	-
2011	-	-	-	-	-	-	-
2010	\$ 1,340,000	\$ 201,590	\$ -	\$ 1,138,410	0.02%	0.12%	49.30
2009	2,625,000	161,924	-	2,463,076	0.05%	0.29%	108.96
2008	3,865,000	93,036	-	3,771,964	0.07%	0.52%	163.40
2007	5,055,000	2,610	-	5,052,390	0.12%	0.74%	219.65
2006	-	-	72,920	72,920	0.00%	0.01%	3.14
2005	-	-	145,840	145,840	0.00%	0.02%	6.24
2004	-	-	287,171	287,171	0.01%	0.05%	12.63
2003	-	-	427,567	427,567	0.02%	0.08%	18.71

**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 181.

(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, 2012  
(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	\$ 16,375,000	100.00%	\$ 16,375,000
<b>Total Cities</b>	<u>16,375,000</u>		<u>16,375,000</u>
<b>School Districts:</b>			
Carthage ISD	19,954,634	100.00%	19,954,634
Gary ISD	6,155,000	100.00%	6,155,000
Beckville ISD	6,959,800	100.00%	6,959,800
Elysian Fields ISD	12,339,884	52.55%	6,484,609
Tatum ISD	28,540,000	2.27%	647,858
Tenaha ISD	3,710,000	4.75%	176,225
Joaquin ISD	14,550,000	5.05%	734,775
<b>Total School Districts</b>	<u>92,209,318</u>		<u>41,112,901</u>
<b>Panola Junior College</b>	<u>5,318,537</u>	100.00%	<u>5,318,537</u>
<b>Subtotal, Overlapping Debt</b>	<b>113,902,855</b>		<b>62,806,438</b>
<b>Panola County (Direct Debt)</b>	<u>-</u>		<u>-</u>
<b>Total Direct and Overlapping Debt</b>	<u>\$ 113,902,855</u>		<u>\$ 62,806,438</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									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt Limit	769,022,995	851,899,527	\$ 1,017,277,980	\$ 1,035,079,648	\$ 1,143,271,855	\$ 988,691,307	\$ 963,182,428	\$ 716,822,523	\$ 697,045,701	\$ 586,615,235
Total net debt applicable to limit	-	-	1,340,000	2,625,000	3,865,000	5,055,000	-	-	-	-
Legal debt margin	769,220,995	851,899,527	\$ 1,015,937,980	\$ 1,032,454,648	\$ 1,139,406,855	\$ 983,636,307	\$ 963,182,428	\$ 716,822,523	\$ 697,045,701	\$ 586,615,235
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.13%	0.25%	0.34%	0.51%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2011

Assessed value	\$ 2,879,044,410
Add back: exempt real property	197,839,570
Total assessed value	\$ 3,076,883,980
Debt limit 25% of assessed value of real property (Article 3, Section 52, Constitution of the State of Texas)	\$ 769,220,995
Amount of Debt applicable to debt limit	-
Legal Debt Margin	\$ 769,220,995

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)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Personal Income (in thousands)</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate</b>	<b>College &amp; School Enrollment</b>
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
2005	23,140	609,972	26,360	4.90%	5,630
2004	22,892	579,763	25,326	5.70%	5,683
2003	23,021	542,757	23,577	6.90%	5,367

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

**THIS PAGE LEFT BLANK INTENTIONALLY**

TABLE 13

**PANOLA COUNTY, TEXAS  
PRINCIPAL EMPLOYERS BY INDUSTRY  
CURRENT AND PRIOR FISCAL YEAR  
(UNAUDITED)**

<b>TYPE OF EMPLOYER</b>	<b>Fiscal Year 2012</b>		<b>Fiscal Year 2011</b>	
	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>
Natural Resource and Mining	1,302	13.25 %	1,058	12.77 %
Construction	1,938	19.72 %	1,515	18.29 %
Manufacturing	834	8.49 %	846	10.21 %
Trade, Transportation, Utilities	1,971	20.06 %	1,649	19.91 %
Information	58	0.59 %	53	0.64 %
Financial Activities	209	2.13 %	226	2.73 %
Professional Business Services	665	6.77 %	396	4.78 %
Education Health Services	806	8.20 %	846	10.21 %
Leisure Hospitality	411	4.18 %	4	0.05 %
Other Services	226	2.30 %	201	2.43 %
Federal	75	0.76 %	73	0.88 %
State	56	0.57 %	56	0.68 %
Local	1,275	12.98 %	1,360	16.42 %
<b>Total</b>	<b>9,826</b>	<b>100.00 %</b>	<b>8,283</b>	<b>100.00 %</b>

Source: Texas Workforce Commission

Note: GASB Statement 44 was implemented in fiscal year 2006; in future years, data from the period nine years prior to the report, rather than the prior fiscal year, will be presented.

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

<b>Function/Program</b>	<b>Fiscal Year</b>				
	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>General Administration</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>
<b>Judicial</b>	<b>16</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>Financial Administration</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>Public Facilities</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
<b>Public Safety</b>	<b>79</b>	<b>79</b>	<b>79</b>	<b>79</b>	<b>66</b>
<b>Public Transportation</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>Conservation-Agriculture</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>3</b>
<b>Totals</b>	<b>190</b>	<b>190</b>	<b>190</b>	<b>190</b>	<b>177</b>

Source: Panola County Payroll History Report

**TABLE 14**

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
17	17	17	17	17
16	16	16	16	16
2	2	2	2	2
13	13	13	12	12
6	6	6	6	6
1	1	2	2	2
65	61	65	63	63
46	45	48	48	48
6	6	6	6	6
3	3	3	3	3
<u>175</u>	<u>170</u>	<u>178</u>	<u>175</u>	<u>175</u>

PANOLA COUNTY, TEXAS  
CAPITAL ASSETS BY FUNCTION/PROGRAM  
DECEMBER 31, 2012  
(UNAUDITED)

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

Source: Panola County Capital Asset Inventory Listing

Note: GASB Statement 44 was implemented in fiscal year 2006; in future years, additional years will be reported, cumulating a ten-year presentation.

PANOLA COUNTY, TEXAS  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
DECEMBER 31, 2012  
(UNAUDITED)

Function/Program	Fiscal Year						
	2012	2011	2010	2009	2008	2007	2006
<b>General Administration</b>							
Official Public Records Filed	7,386	8,080	9,245	9,564	10,804	10,325	9,780
Vital Statistics Filed	251	464	382	247	233	324	288
<b>Judicial</b>							
Number of Civil Cases	437	793	719	679	742	696	754
Number of Criminal Cases	828	842	854	1,669	1,031	431	1,347
<b>Legal</b>							
Number of Convictions - Misdemeanors	240	204	379	432	N/A	N/A	N/A
Number of Convictions - Felony	131	174	276	381	95	94	353
<b>Elections</b>							
Number of Registered Voters	15,894	15,667	15,779	15,648	15,658	16,197	15,924
Number of Elections	4	1	3	3	3	2	3
<b>Financial Administration</b>							
Number of mineral tax items	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	173,608	174,490	171,175	170,678	168,619	136,656	137,864
Number of registered vehicles	32,122	32,547	31,404	30,880	28,813	28,345	27,052
<b>Public Facilities</b>							
Number of repair jobs	52	95	51	54	30	31	87
<b>Public Safety</b>							
Number of emergency responses	4,567	4,917	4,924	4,852	3,526	5,054	5,145
Number of book-ins	1,242	932	1,328	1,522	1,706	1,756	1,593
<b>Environmental Protection</b>							
Number of solid waste transfers(tons)	12,170	12,176	12,457	12,588	12,557	12,606	17,482
Number of Diversions (tons)	340	621	650	510	512	711	867
<b>Public Transportation</b>							
Miles of road resurfaced	11	12	13	14	11	17	53
Number of repairs	107	416	401	387	361	338	117
<b>Health and Paupers Care</b>							
Number of autopsies performed	21	32	27	28	23	37	29
Number of indigent admissions	738	686	671	771	503	666	878
<b>Recreation</b>							
Number of patrons to Library	12,591	11,669	10,617	9,329	8,294	10,635	9,537
Number of books in library	52,323	58,434	53,485	53,201	49,907	51,083	41,117
Number of programs	52	49	51	60	77	48	80
<b>Conservation</b>							
Number of programs	285	189	171	30	42	51	26
Number of radio programs	64	55	135	130	67	-	-
County Extension mailouts & emails	10,584	10,400	10,234	5,102	4,152	5,955	5,754

Source: Individual County Departments

Note: GASB Statement 44 was implemented in fiscal year 2006; in future years, additional years will be reported, cumulating a ten-year presentation.

**PANOLA COUNTY, TEXAS  
SCHEDULE OF INSURANCE IN FORCE  
DECEMBER 31, 2012  
(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.	H8101171X911	1/1/2012	12/31/2012
The St. Paul Ins. Co.	ZAS-14P02174-12	1/1/2012	12/31/2012
The St. Paul Ins. Co.	H6301171X911	1/1/2012	12/31/2012
The St. Paul Ins. Co.	ZAS-14P02174-12	1/1/2012	12/31/2012
The St. Paul Ins. Co.	ZAS-14P02174-12	1/1/2012	12/31/2012
The St. Paul Ins. Co.	ZAS-14P02174-12	1/1/2012	12/31/2012
The St. Paul Ins. Co.	H6301171X911	1/1/2012	12/31/2012
The St. Paul Ins. Co.	ZAS-14P02174-12	1/1/2012	12/31/2012
EBCO	UA00134783-10	12/31/2011	12/31/2012
Texas Association of Counties	#1830	1/1/2012	12/31/2012
Texas Association of Counties	#1830	1/1/2012	12/31/2012
Texas Association of Counties - BCBS	62946	12/1/2011	11/30/2012
The CIMA Companies, Inc.	SPS900305	7/1/2011	7/31/2012

- (1) 2012 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	\$ 100,992
General Liability; 2,000,000	2,000,000	63,504
Commercial Property and Equipment	3,767,647	113,009
Commercial Umbrella Liability- 1,000,000 each occurrence Aggregate 1,000,000; Retention 10,000	2,000,000	20,649
Law Enforcement Professional Liability; Each Person 1,000,000 Aggregate 3,000,000; Each occurrence 1,000,000	2,000,000	94,015
2,000,000 Limit Each 2,000,000 Aggregate 25,000 retention; Public Officials and Employees Legal Liability	2,000,000	58,193
Crime - Employee Theft, Forgery	2,000,000	INC. IN PKG.
General Liability - Cyberfirst Liab.	2,000,000	1,750
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)	136,315
Unemployment Insurance Self-Funded through Texas Association of Counties	(3)	6,391
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)	2,522,043
Volunteers Insurance Service Association (VIS) Work Release Volunteer Accident Insurance	25,000	1,389

**PANOLA COUNTY, TEXAS  
SCHEDULE OF INSURANCE IN FORCE  
DECEMBER 31, 2012  
(Unaudited)**

Insurer or Name of Company	Number	Policy Period	
		From	To
Safeco Ins.	6195460	1/1/2011	1/1/2015
Safeco Ins.	952904	1/1/2009	1/1/2013
	6510934	12/31/2010	12/31/2013
Safeco Ins.	6744589	1/1/2011	1/1/2015
	6744591	1/1/2011	1/1/2015
Safeco Ins.	5978951	1/1/2009	1/1/2013
	6510936	12/31/2010	12/31/2013
Safeco Ins.	6194986	1/1/2011	1/1/2015
	6510940	1/1/2011	1/1/2015
Safeco Ins.	6604896	1/1/2011	1/1/2015
Safeco Ins.	EX916865	12/31/2010	12/31/2014
RISC	MG833924	1/14/2012	1/14/2013
Safeco Ins.	6001533	1/1/2011	1/1/2015
Safeco Ins.	6464731	1/1/2011	1/1/2015
Safeco Ins.	E855300	12/31/2010	12/31/2012
RISC	EO84554	1/14/2012	1/14/2013
Travelers	6608010A867TCT	8/27/2012	8/27/2013
Safeco Ins.	6609553	11/12/2010	12/31/2012
Safeco Ins.	E879393	1/1/2011	1/1/2015
Safeco Ins.	E879390	1/1/2011	1/1/2015
Safeco Ins.	6575455	6/1/2012	6/1/2013
Safeco Ins.	E850592	2/28/2011	2/28/2013
	6224019	6/1/2012	6/1/2013
	32S163039	9/26/2012	9/26/2013
Safeco Ins.	EX879011	12/31/2010	12/31/2014
Safeco Ins.	6745617	12/28/2011	12/28/2012
	32S168102	9/27/2012	9/27/2013
Safeco Ins.	32S376165	9/1/2012	12/31/2012

TABLE 17 (cont.)

<b>Building and/or Department &amp; Description</b>	<b>Amount of Coverage</b>	<b>Premiums &amp; Funding</b>
County Judge	\$ 1,000	\$ 355
Commissioner Precinct 1	3,000	355
Commissioner Precinct 2	3,000	200
Commissioner Precinct 3	3,000	355
Commissioner Precinct 4	3,000	355
	3,000	200
	3,000	355
County Clerk	150,000	1,864
Deputy County Clerks	160,000	1,988
County Clerk Errors & Omissions	500,000	3,095
County Court at Law Judge	1,000	355
District Clerk - Bond	100,000	1,243
District Clerk - Public Official Bond	25,000	1,243
District Clerk Errors & Omissions	500,000	3,934
Crime - Money & Securities - District Clerk	20,000	264
Justice of the Peace Pct 1&4	1,000	198
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	100
2nd Assistant Auditor	5,000	100
County Treasurer	1,000	355
Assistant Treasurer/Chief Deputy	25,000	125
Deputy Treasurer	25,000	125
Tax Assessor/Collector (Auto Registration Office)	100,000	250

**PANOLA COUNTY, TEXAS  
SCHEDULE OF INSURANCE IN FORCE  
DECEMBER 31, 2012  
(Unaudited)**

<b>Insurer or Name of Company</b>	<b>Number</b>	<b>Policy Period</b>	
		<b>From</b>	<b>To</b>
Safeco Ins.	32S376159	9/1/2012	12/31/2012
Safeco Ins.	01FL0122505	1/1/2009	1/1/2013
Safeco Ins.	E850744	1/1/2009	1/1/2013
Safeco Ins.		12/31/2011	12/31/2012
Safeco Ins.	01EX952902	1/1/2009	1/1/2013
Safeco Ins.	6321576	12/31/2008	12/31/2012
The Travelers	660287X6078TCT12	12/30/2012	12/30/2013
The Travelers	660226X9543TCT12	12/30/2012	12/30/2013
Safeco Ins.	EX850916	1/1/2011	1/1/2015
Safeco Ins.	32S171192	9/2/2012	9/2/2013
Safeco Ins.	32S159887	9/1/2012	9/1/2013
Safeco Ins.	6273850	3/24/2012	3/24/2013
Safeco Ins.	32S171050	8/29/2012	8/29/2013
Safeco Ins.	32S159899	10/18/2011	10/18/2012
Safeco Ins.	32S171192	1/10/2012	1/10/2013
	6325834	1/1/2012	1/10/2013
	32S377966	8/22/2012	8/22/2013
Safeco Ins.	6572659	4/28/2012	4/8/2013

**TABLE 17 (cont.)**

<b>Building and/or Department &amp; Description</b>	<b>Amount of Coverage</b>	<b>Premiums &amp; Funding</b>
Tax Assessor/Collector (Ad Valorem Tax Office)	\$ 100,000	\$ 250
Tax Assessor/Collector (Deputies) Crime Bond	35,000	1,287
Sheriff	30,000	533
Reserve Deputies - Seventeen @ 2,000	34,000	100
Constable Precinct 2	1,000	355
Constable Precinct 1	1,000	355
123rd Judicial District Adult Probation	10,000	263
123rd Judicial District Juvenile Probation	10,000	250
County Surveyor	1,000	355
Road and Bridge Administrator	3,000	100
Special Prosecutor	2,500	100
Special Prosecutor	5,000	100
Court Coordinator LE & Forfeiture Spec.	2,000	100
Asst. District Attorney	5,000	100
Reserve Constable Deputy Pct. 1 - Two @ 2,000	6,000	200
Reserve Constable Deputy Pct. 2 - Two @ 2,000	2,000	200

**THIS PAGE LEFT BLANK INTENTIONALLY**

**OVERALL COMPLIANCE AND  
INTERNAL CONTROLS SECTION**

**THIS PAGE LEFT BLANK INTENTIONALLY**



**Richard P Loughlin**  
Certified Public Accountant

Telephone: 903.657.0240  
Fax: 903.655.1324

116 S Marshall  
P O Box 1716  
Henderson TX 75654

**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***

June 20, 2013

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, 2012, 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 20, 2013.

**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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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

MEMBER

**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.

A handwritten signature in cursive script, appearing to read "Richard P. Loughlin", is written over a horizontal line.

Richard P. Loughlin  
Certified Public Accountant



**Richard P Loughlin**  
Certified Public Accountant

Telephone: 903.657.0240  
Fax: 903.655.1324

116 S Marshall  
P O Box 1716  
Henderson TX 75654

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY STATE OF TEXAS SINGLE AUDIT CIRCULAR**

June 20, 2013

Panola County Commissioners' Court  
Panola County, Texas

**Report on Compliance for Each Major State Program**

We have audited Panola County, Texas' ("County") compliance with the types of compliance requirements described in the State of Texas Single Audit Circular that could have a direct and material effect on each of the County's major state programs for the year ended December 31, 2012. The County's major state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its major state programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State of Texas Single Audit Circular. Those standards and the State of Texas Single Audit Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of the County's compliance.

**Opinion on Each Major State Program**

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2012.

MEMBER

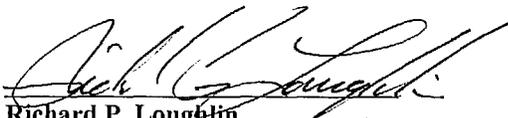
## Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance 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 noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

This purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of State of Texas Single Audit Circular. Accordingly, this report is not suitable for any other purpose.



Richard P. Loughlin  
Certified Public Accountant

**Panola County, Texas  
 Summary of Auditor's Results and  
 Schedule of Findings and Questioned Costs  
 For the Year Ended December 31, 2012**

**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:

Unqualified

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

       Yes   X   No

**Identification of major programs:**

Name of State Program or Cluster  
 Community Supervision & Correction Department CJAD Contracts.

Dollar threshold used to distinguish between type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?   X   Yes        No

**B. Financial Statement Findings**

NONE

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

NONE

**THIS PAGE LEFT BLANK INTENTIONALLY**

**FEDERAL AND STATE  
AWARD SECTION**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**SCHEDULE OF EXPENDITURES  
OF  
FEDERAL AND STATE AWARDS**

**THIS PAGE LEFT BLANK INTENTIONALLY**

**PANOLA COUNTY, TEXAS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS**  
**DECEMBER 31, 2012**

<u>Federal Grantor/ Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<b><u>FEDERAL FINANCIAL ASSISTANCE</u></b>			
<b>U.S. Department of Justice:</b>			
<b>Passed Through Office of the Governor, Criminal Justice Division:</b>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	DJ10A101747008	\$ 58,984
Edward Byrne Memorial Justice Assistance Grant Program	16.738	SF13A101747009	5,845
<b>Passed Through Office of the Attorney General of Texas:</b>			
Developing and Enhancing Statewide Automated Victim Information and Notification Programs	16.740	1130160	5,659
<b>Total U.S. Department of Justice</b>			<u>70,488</u>
<b>U.S. Department of Homeland Security:</b>			
<b>Passed Through Texas Department of Public Safety's Division of Emergency Management:</b>			
2010 Homeland Security Grant - 2010 SHSP	97.073	10-SR-48365-01	10,092
<b>Total U.S. Department of Homeland Security</b>			<u>10,092</u>
<b>U.S. Health and Human Services:</b>			
<b>Passed Through Texas Juvenile Probation Commission:</b>			
Title IV-E Foster Care Assistance	93.658	TJPC-E-2012-183	7,155
Title IV-E Foster Care Assistance	93.658	TJPC-E-2013-183	1,722
<b>Passed Through Texas Department of Family and Protective Services:</b>			
Title IV-E Foster Care Assistance	93.658	23939005	6,242
<b>Total U.S. Health &amp; Human Services:</b>			<u>15,119</u>
<b>U.S. Department of Housing and Urban Development:</b>			
<b>Passed Through Texas Department of Agriculture</b>			
Community Development Block Grant	14.228	710551	110,182
Community Development Block Grant	14.228	712016	12,487
Community Development Block Grant	14.228	DRS010136	26,027
			<u>148,696</u>
<b>TOTAL FEDERAL FINANCIAL ASSISTANCE</b>			<u>\$ 244,395</u>

See notes to Schedule of Federal and State Financial Assistance.

PANOLA COUNTY, TEXAS  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
DECEMBER 31, 2012

<u>Grantor/Program Title</u>	<u>Grantor's Number</u>	<u>Expenditures</u>
<b><u>STATE FINANCIAL ASSISTANCE</u></b>		
Texas Task Force on Indigent Defense:		
Direct Program:		
Indigent Defense Formula Grant	212-12-183	\$ 15,657
<b>Total Task Force on Indigent Defense</b>		<b><u>15,657</u></b>
Texas Department of Criminal Justice - Community Justice Assistance Division		
Direct Programs:		
Basic Supervision Program (*)	900-Panola-2012	71,742
Basic Supervision Program	900-Panola-2013	99,175
Community Corrections Program - Community Service Restitution	1-Panola-2012	17,344
Community Corrections Program - Community Service Restitutor	1-Panola-2013	18,034
Community Corrections Program - Absconder	9-Panola-2012	8,837
Diversionary Target Program - Specialized Caseload Sex Offender	13-Panola-2012	23,772
Diversionary Target Program - Specialized Caseload Sex Offender	13-Panola-2013	23,518
Indirect Services	20-Panola-2012	12,168
Indirect Services	20-Panola-2013	21,026
<b>Total Texas Department of Criminal Justice - Community Justice Assistance Divisior</b>		<b><u>295,616</u></b>
Texas Juvenile Probation Commission:		
Direct Programs:		
State Aid (*)	TJPC-A-2012-183	101,622
State Aid	TJPC-A-2013-183	76,249
Commitment Reduction (*)	TJPC-C-2012-183	7,206
Commitment Reduction	TJPC-C-2013-183	5,615
<b>Total Texas Juvenile Probation Commission</b>		<b><u>190,692</u></b>
Texas Commission on State Emergency Communications		
Passed Through East Texas Council of Governments:		
Rural Addressing Maintenance Reimbursement Program	2012-00609	30,000
<b>Total Texas Commission on State Emergency Communication</b>		<b><u>30,000</u></b>
Texas Department of State Health Services:		
Direct Program:		
Tobacco Settlement Funds	None	23,154
<b>Total Texas Department of State Health Services</b>		<b><u>23,154</u></b>
<b>TOTAL STATE FINANCIAL ASSISTANCE</b>		<b><u>\$ 555,119</u></b>

(\*) Includes reduction for prior year grant receipts refunded to granting agency.

See notes to Schedule of Federal and State Financial Assistance.

**PANOLA COUNTY, TEXAS  
NOTES TO THE SCHEDULES OF EXPENDITURES  
OF FEDERAL AND STATE AWARDS  
DECEMBER 31, 2012**

**The federal program activity reflected in the schedules present only the activity applicable to each program. No other assets (cash, accounts receivable) or residual fund balances originating from other than federal sources are included in the schedule.**

**The state grants and assistance reflect residual fund balances, if any, in the funds used to account for the various programs of assistance.**

**During the year ended December 31, 2012, Panola County did not expend any Federal awards in the form of non-cash assistance, loans or loan guarantees.**



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