

*ANNUAL FINANCIAL REPORT*

of

**TYLER COUNTY, TEXAS**

For the Year Ended  
December 31, 2015

(This page intentionally left blank.)

# TYLER COUNTY, TEXAS

## TABLE OF CONTENTS

December 31, 2015

### INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	1
List of Elected and Appointed Officials	7

### FINANCIAL SECTION

<b>Independent Auditors' Report</b>	11
<b>Management's Discussion and Analysis (Required Supplementary Information)</b>	17

### BASIC FINANCIAL STATEMENTS

<b>Government-Wide Financial Statements</b>	
Statement of Net Position	27
Statement of Activities	28
<b>Governmental Funds Financial Statements</b>	
Balance Sheet – Governmental Funds	31
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	33
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	35
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	37
<b>Fiduciary Funds Financial Statements</b>	
Statement of Fiduciary Net Position – Agency Funds	39
<b>Notes to Financial Statements</b>	41

### REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	62
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Road and Bridge Fund	65
Schedule of Changes in Net Pension Liability and Related Ratios – Texas County and District Retirement System	67
Schedule of Contributions – Texas County and District Retirement System	69
Schedule of Funding Progress – Post Employment Healthcare Benefits	71

### COMBINING STATEMENTS AND SCHEDULES

Combining Balance Sheet – Nonmajor Governmental Funds	74
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	80

# TYLER COUNTY, TEXAS

## TABLE OF CONTENTS (Continued)

December 31, 2015

	<u>Page</u>
Combining Balance Sheet – General Fund Sub-funds	86
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – General Fund Sub-funds	90
Combining Balance Sheet – Road and Bridge Funds	94
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Road and Bridge Funds	96
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Road and Bridge Funds	99
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Governmental Funds	105
Combining Statement of Fiduciary Net Position – Agency Funds	112

## ***INTRODUCTORY SECTION***

(This page intentionally left blank.)



# TYLER COUNTY AUDITOR

*Jackie Skinner*

---

100 W. Bluff Room 110 Woodville, Texas 75979  
409.283.3652 fax: 409.283.6305 jskinner.aud@co.tyler.tx.us

September 26, 2016

To the Honorable County Judge,  
Members of the Commissioners' Court,  
and Management of  
Tyler County, Texas:

The annual financial report (AFR) of the County of Tyler, Texas (the "County") for the fiscal year ended December 31, 2015 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

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

The AFR is presented in two sections: Introductory and Financial. The Introductory Section includes this transmittal letter and a list of principal officials. The Financial Section includes the MD&A, the basic financial statements, budgetary comparison schedules, required supplementary information other than MD&A, as well as the independent auditors' report, financial statements, and schedules.

The financial reporting entity, the County, includes all the funds of the primary government (i.e., Tyler County as legally defined), as well as any component units. Component units are legally separate entities for which the primary government is financially accountable. Currently, the County does not have a component unit.

The County provides a full range of services complemented by statute or charter. This includes police protection, legal and judicial services, construction and maintenance of roads and bridges, and waste management.

## **TYLER COUNTY HISTORY**

Tyler County was organized in 1846. It covered an area of 923 square miles. It was named for President John Tyler, who signed the resolution to annex Texas to the United States. An election was held to choose a County Seat. Although Town Bluff was popular, a more centrally located place was preferable. Josiah Wheat offered 200 acres of his land in the forks of Turkey Creek for a town site. His generous offer was accepted. Woodville was named for Governor George T. Wood who guided the bill creating the County successfully through the State Legislature while he was a State Senator. The town was surveyed, laid off in blocks and lots, and citizens began to clear the timber from the public square.

Tyler County, Texas  
Letter of Transmittal  
December 31, 2015

The census taken in 1850 records a population of 4,515. In 1960, the County's population had grown to 10,666. In 1990, the census count lists the population of the County at 16,646, and in 2000, the population increased by 25.4 percent to 20,871.

The County Courthouse, a three story brick building, was originally built in 1891. An annex housing the Tax Office was added in 1962 on the Courthouse Square. The County's Justice Center was completed in 1988 with a 43 inmate capacity County Jail. It is located on Highway 69 and 287 north of Woodville. Another annex was purchased in 1992 at 1001 West Bluff to house the Tax Office, Veterans' Service, and Drivers' License Office. The Criminal District Attorney moved into the first annex and other offices filled its vacancy in the Courthouse.

The County owns and maintains a Collection Center, Rodeo Arena, and a small Airport. In 1989, Tyler County began construction on the Tyler County Human Resource Center at 201 Willow, Woodville, Texas. Funded by a Texas Department of Comptroller Grant, donations from Temple-Inland, and a land lease from the Veterans of Foreign Wars, the Center was completed in 1990. Serving as accommodations for the Tyler County Aging Services, it has become a vital part of our community. In 1999, the County Extension Offices were moved from the County Courthouse building to the Center to accommodate more room for other offices in the Courthouse. In 2005, the Veterans' Service Office relocated to the Tyler County Human Resource Center, also known as Tyler County Nutrition (Senior Citizens) Center, for better accommodations to the veterans of the County. Several organizations now lease office space in this building and assist the County in many ways. In 2006, the County purchased the J. B. Best Building, a County landmark, to house the County Clerk's Office.

## **MAJOR INITIATIVES**

### For the Year

The Jail Commission of Texas informed the County that its jail was out of compliance on population and inmates were being housed in other counties. Sheriff Bryan Weatherford along with his staff and department worked hard to correct the problems with the jail and were issued a certificate of compliance on the jail. Inmates are still being housed elsewhere but due to overcrowding and not due to noncompliance. The Department of Public Safety and Parks and Wildlife were relocated to the Tyler County Nutrition Center and the Sheriff's Office is utilizing the extra office space.

The County also purchased the old Brookshire Brother's building to provide much needed space to house all of the County Commissioners and their staff to eliminate the lease expense. This new location is now called the Tyler County Office Complex. Renovations were completed and the Commissioners, along with Justices of the Peace and Adult Probation, moved in the last quarter of 2015.

### For the Future

At this time, the County has established an Emergency Operations Center in the Tyler County Nutrition (Senior Citizens) Building. Here, the operations will have much needed room to operate during another disaster if needed. The disaster grants continue to be a major item for consideration. They have assisted so many of the County's needs.

The Tyler Collection Center (garbage transfer station) is located west of Woodville. It was established in 1993 and much of the original equipment is still being used.



### General Government Functions

The Commissioners' Court is the governing body of the County. The Texas Constitution specifies that the Court consists of a County Judge, who is elected at large and serves as presiding officer, and four County Commissioners elected by the voters of their individual precinct. The Court exercises the powers provided by law to conduct the varied business of the County. The Local Government Code prescribes the duties and grants authority to the Commissioners' Court and other County officers relating to financial management. In compliance with state statutes, the Commissioners' Court maintains budgetary control to ensure that provisions embodied within the annually appropriated budget are met for most County functions. According to the budget laws of the State of Texas, expenditures may not exceed the amount appropriated for each fund.

### The Budget Process

The County Judge serves as the Budget Officer and, along with the County Auditor, prepares an annual budget for presentation and approval by the Commissioners' Court. Departments submit budget requests for budget revisions and amendments to the County Auditor, who reviews for conformity to statutes, appropriateness within the scope of budget objectives and makes recommendations to the Commissioners' Court as required. The Commissioners' Court maintains sole authority for revising or amending the budget.

Notices, budget request forms, and a proposed budget planning calendar are distributed to elected officials and department heads who are responsible for preparing a departmental budget request and submitting the same to the County Judge, along with supporting documentation.

The County Auditor estimates historical revenues and beginning balances in conjunction with information obtained from various County offices. The County Judge compiles and analyzes budget requests and estimated revenues, conducting budget review meetings with departments and the County Auditor.

A preliminary budget is submitted to the Commissioners' Court and budget workshops are held with individual departments, if requested. A proposed budget is filed with the County Clerk for public inspection and a tax rate is proposed to support that budget, based upon the Tax Assessor/Collector's publication of the "Effective Tax Rate." Notices of the proposed tax rate are published in the local newspaper and public hearings are held to receive comments on the proposed budget and on the proposed tax rate. Changes warranted by law and required in the interest of the taxpayers are made, the budget is adopted, and a tax rate is set. The approved budget is filed with the County Clerk and the County Auditor.

The County Auditor monitors expenditures of the various departments to prevent expenditures from exceeding budget appropriations and sends a monthly financial report to the Commissioners' Court and the District Judges. The County Auditor provides a budget to actual expenditures report to each department on a monthly basis.

Departments may receive added incentives for efforts in cost effective measures during the budget year. Certain budget balances are carried forward (through the budget process) to allow and encourage departments to save toward larger expenditures. Road and bridge departments are probably the most affected by the budget carry forward issue, as larger balances may occur.

### Internal Control Structure

The County's accounting records for general government operations are maintained and the financial statements are presented on the modified accrual basis of accounting. The financial operating controls are shared by the Commissioners' Court, which is the governing body, and the County Auditor, who is appointed by the District Judges.

The County Auditor has the basic responsibility for maintaining the records of all financial transactions of the County and examining, auditing, and approving all disbursements from County funds prior to submission to Commissioners' Court for payment.

The Commissioners' Court sets the tax rate, establishes policies for County operations, approves contracts for the County and develops and adopts the County budget within the resources as estimated by the County Auditor.

In developing the County's accounting systems, consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of the financial records for preparing financial statements and maintaining accountability of assets. The concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived therefrom, and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. The County's internal accounting controls are believed to adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

### Cash Management

The County Treasurer, by statute, serves as the custodian of County funds and is responsible for the receipt and disbursement of all monies owed to or by the County. The County Treasurer is required to maintain accurate records of all transactions of his/her office and to regularly report to the Commissioners' Court.

The Commissioners' Court selected qualified banks to serve as the County depositories, in which the County Treasurer deposits all monies received. The County's investment policy was revised to meet the changes in the Public Funds Investment Act. Investment strategies were identified for each group of funds.

### Risk Management

The County participates in the Texas Association of Counties' Workers' Compensation Pool to cover job related risk. The development of a limited risk management program has resulted in significant savings in workers' compensation insurance premiums. These savings are passed on to all County employees in the form of cost of living and merit salary increases. Additionally, the County annually reviews with its carrier all liability coverage, making necessary amendments and/or adjustments to policy deductibles and limits.

Tyler County, Texas  
Letter of Transmittal  
December 31, 2015

## **OTHER INFORMATION**

### Independent Audit

The County requires an annual audit of the books of accounts, financial records, and transactions of all departments of the County by an independent certified public accountant. The accounting firm of Belt Harris Pechacek, LLLP, *Certified Public Accountants* was selected by the Commissioners' Court as the County's auditors, and their opinion letter on the basic financial statements is included in the Financial Section of this report.

### Acknowledgements

The preparation of this report was accomplished with the efficient and dedicated services of the entire staff of the County Auditor's office. We would like to express our appreciation to all members of the departments who assisted and contributed to its preparation. We would also like to thank the County Judge, members of the Commissioners' Court, and the department heads for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink that reads "Jackie Skinner". The signature is written in a cursive, flowing style.

Jackie Skinner  
Tyler County Auditor

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**LIST OF ELECTED AND APPOINTED OFFICIALS**  
December 31, 2015

**COMMISSIONERS' COURT:**

Jacques L. Blanchette	County Judge
Martin Nash	Commissioner, Precinct #1
Rusty Hughes	Commissioner, Precinct #2
Mike Marshall	Commissioner, Precinct #3
Jack Walston	Commissioner, Precinct #4

**JUDICIAL:**

Lou Ann Cloy	District Attorney
Chryl Pounds	District Clerk

**COUNTY COURT AT LAW:**

Donece Gregory	County Clerk
----------------	--------------

**JUSTICE COURTS:**

Trisher Ford	Justice of Peace, Precinct #1
Greg Dawson	Justice of Peace, Precinct #2
Milton Powers	Justice of Peace, Precinct #3
Jim Moore	Justice of Peace, Precinct #4

**LAW ENFORCEMENT:**

Bryan Weatherford	County Sheriff
Dale Freeman	Constable, Precinct #1
John Fuller	Constable, Precinct #2
Wade Skinner	Constable, Precinct #3
Jim Zachary	Constable, Precinct #4

**FINANCIAL ADMINISTRATION:**

Lynette Cruse	Tax Assessor/Collector
Sue Saunders	County Treasurer
Jackie Skinner	County Auditor*

\*Designated appointed official. All others are elected.

(This page intentionally left blank.)

***FINANCIAL SECTION***

(This page intentionally left blank.)





## INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and  
Members of the Commissioners' Court of  
Tyler 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 Tyler County, Texas (the "County"), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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.

---

#### Partners

Robert Belt, CPA  
Stephanie E. Harris, CPA  
Nathan Krupke, CPA

#### Houston

3210 Bingle Rd., Ste. 300  
Houston, TX 77055  
713.263.1123

#### Bellville

P.O. Box 826  
Bellville, TX 77418  
713.263.1123

#### Austin

100 Congress Ave., Ste. 2000  
Austin, TX 78701  
512.381.0222

#### All Offices

www.texasauditors.com  
info@txauditors.com  
713.263.1550 fax



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

## **Opinions**

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

## **Emphasis of Matter**

### *Change in Accounting Principle*

In 2015, the County adopted new accounting guidance, Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, schedule of changes in net pension liability and related ratios, schedule of contributions, and schedule of funding progress, identified as Required Supplementary Information on the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Required Supplementary Information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section and combining statements and schedules are presented for purposes of additional analysis and are not required parts of the basic financial statements.

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

with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

*BELT HARRIS PECHACEK, LLLP*

Belt Harris Pechacek, LLLP  
*Certified Public Accountants*  
Houston, Texas  
September 26, 2016

(This page intentionally left blank.)

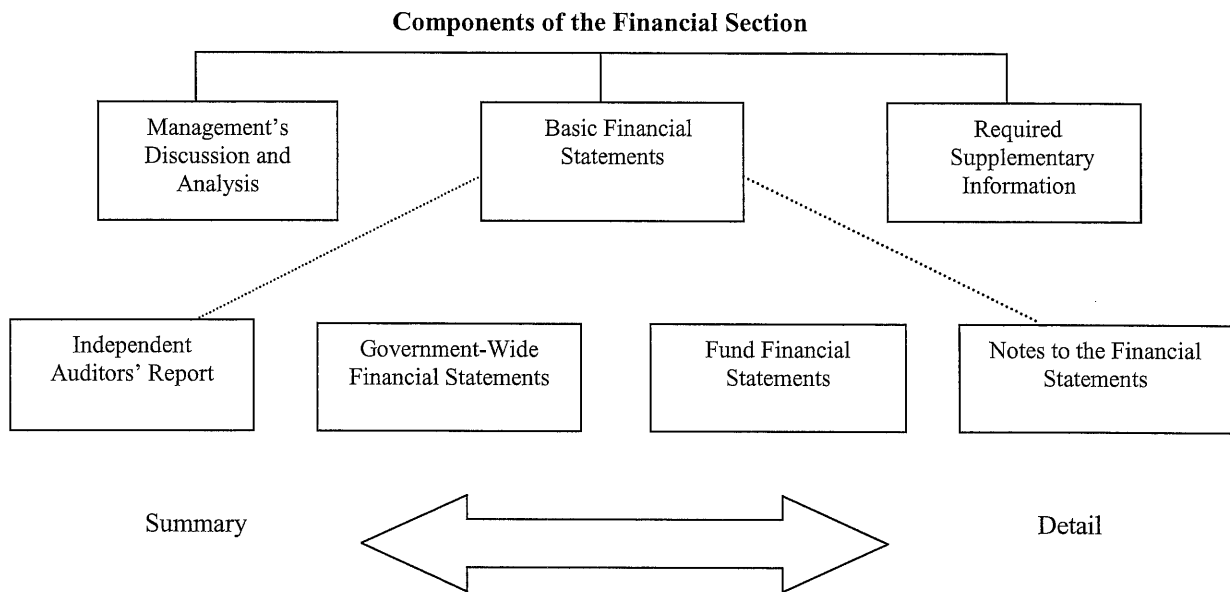
***MANAGEMENT'S DISCUSSION AND ANALYSIS***

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
For the Year Ended December 31, 2015

The purpose of the Management's Discussion and Analysis (MD&A) is to give the readers an objective and easily readable analysis of the financial activities of Tyler County, Texas (the "County") for the year ending December 31, 2015. The analysis is based on currently known facts, decisions, or economic conditions. It presents short and long-term analysis of the County's activities, compares current year results with those of the prior year, and discusses the positive and negative aspects of that comparison. Please read the MD&A in conjunction with the transmittal letter and the County's financial statements, which follow this section.

**THE STRUCTURE OF OUR ANNUAL REPORT**



The County's basic financial statements include (1) government-wide financial statements, (2) individual fund financial statements, and (3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

**Government-Wide Statements**

The government-wide statements report information for the County as a whole. These statements include transactions and balances relating to all assets, including infrastructure capital assets. These statements are designed to provide information about cost of services, operating results, and financial position of the County as an economic entity. The Statement of Net Position and the Statement of Activities, which appear first in the County's financial statements, report information on the County's activities that enable the reader to understand the financial condition of the County. These statements are prepared using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account even if cash has not yet changed hands.

The Statement of Net Position presents information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Other non-financial factors, such as the County's property tax base and the condition of the County's infrastructure, need to be considered in order to assess the overall health of the County.

**TYLER COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended December 31, 2015

The Statement of Activities presents information showing how the County's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows – the accrual method rather than modified accrual that is used in the fund level statements.

The Statement of Net Position and the Statement of Activities are reported as one class of activity:

1. *Governmental Activities* – Most of the County's basic services are reported here including general government, administration of justice, road and bridges, public safety, health and human services, community enrichment, and tax administration. Interest payments on the County's debt are also reported here. Sales tax, property tax, court fines, and other fees finance most of these activities.

The government-wide financial statements can be found after the MD&A.

## **FUND FINANCIAL STATEMENTS**

Funds may be considered as operating companies of the parent corporation, which is the County. They are usually segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance-related legal reporting requirements. The two categories of County funds are governmental and fiduciary.

### **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 year. Such information may be useful in evaluating the County'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 County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains 28 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 and road and bridge funds, which are considered to be major funds for reporting purposes.

The County adopts an annual appropriated budget for its general, road and bridge, and select special revenue funds. Budgetary comparison schedules have been provided for the general, road and bridge, and select special revenue funds to demonstrate compliance with their budgets.

### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those



**TYLER COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2015**

funds are not available to support the County's own programs. The County maintains 37 fiduciary funds. The County's fiduciary activities are reported separately in a statement of fiduciary net position.

**Notes to Financial Statements**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are the last section of the basic financial statements.

**Other Information**

In addition to basic financial statements, this MD&A, and accompanying notes, this report also presents certain Required Supplementary Information (RSI). The RSI includes budgetary comparison schedules for the general and road and bridge funds, as well as a schedule of changes in net pension liability and related ratios, schedule of contributions, and the schedule of funding progress. RSI can be found after the notes to the basic financial statements.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve, over time, as a useful indicator of the County's financial position. Assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$29,258,118 as of December 31, 2015. This compares with \$25,925,150 from the prior fiscal year. A portion of the County's net position, 46 percent, reflects its investments in capital assets (e.g., construction in progress, building, equipment, and infrastructure) less any debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the assets themselves cannot be used to liquidate these liabilities.

**TYLER COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended December 31, 2015

**Statement of Net Position:**

The following table reflects the condensed Statement of Net Position:

	<b>Governmental Activities</b>	
	<b>2015</b>	<b>2014</b>
Current and other assets	\$ 26,439,596	\$ 26,249,809
Capital assets, net	14,417,515	11,637,619
<b>Total Assets</b>	<b>40,857,111</b>	<b>37,887,428</b>
Deferred outflows - pension	686,406	564,955
<b>Total Deferred Outflows of Resources</b>	<b>686,406</b>	<b>564,955</b>
Long-term liabilities	2,415,105	1,835,016
Other liabilities	281,170	1,382,652
<b>Total Liabilities</b>	<b>2,696,275</b>	<b>3,217,668</b>
Deferred inflows - property tax	9,522,970	9,309,565
Deferred inflows - pension	66,154	-
<b>Total Deferred Inflows of Resources</b>	<b>9,589,124</b>	<b>9,309,565</b>
<b>Net Position:</b>		
Net investment in capital assets	13,535,430	11,179,360
Restricted	7,436,198	6,760,386
Unrestricted	8,286,490	7,985,404
<b>Total Net Position</b>	<b>\$ 29,258,118</b>	<b>\$ 25,925,150</b>

A portion of the County's net position, \$7,436,198 or 26 percent, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position, \$8,286,490 or 28 percent, may be used to meet the County's ongoing obligation to citizens and creditors.

The County's total net position increased by \$3,332,968 during the current fiscal year. This was primarily a result of an increase in capital assets due to construction projects completed during the year, as well as purchases of equipment for County use.

**TYLER COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended December 31, 2015

**Statement of Activities:**

The following table provides a summary of the County's changes in net position:

	<b>Governmental Activities</b>	
	<b>2015</b>	<b>2014</b>
<b>Revenues</b>		
Program revenues:		
Charges for services	\$ 1,916,741	\$ 2,022,037
Operating grants and contributions	772,767	3,953,384
Capital grants and contributions	1,281,019	-
General revenues:		
Taxes	9,832,776	9,615,342
Investment income	96,322	47,897
Other revenues	909,312	509,011
<b>Total Revenues</b>	<b>14,808,937</b>	<b>16,147,671</b>
<b>Expenses</b>		
General government	3,063,693	3,977,055
Administration of justice	802,514	844,879
Roads and bridges	4,743,326	3,198,126
Public safety	2,255,438	2,602,824
Health and human services	308,854	317,605
Community enrichment	43,158	31,226
Tax administration	248,033	216,375
Interest on long term debt	10,953	2,228
<b>Total Expenses</b>	<b>11,475,969</b>	<b>11,190,318</b>
<b>Change in Net Position</b>	<b>3,332,968</b>	<b>4,957,353</b>
Beginning net position	25,925,150	20,967,797
<b>Ending Net Position</b>	<b>\$ 29,258,118</b>	<b>\$ 25,925,150</b>

Overall, governmental activities revenue decreased \$1,338,734 primarily as a result of a decrease in charges for services and operating grants and contributions, which was offset by an increase in property tax revenue during the year. Total expenses increased over the prior year by \$285,651 which is primarily associated with road and bridge projects and personnel expenses.

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

As noted earlier, fund accounting is used to demonstrate and ensure compliance with finance-related legal requirements.

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

The County's governmental funds reflect a combined fund balance of \$14,957,057. Of this, \$5,883,669 is unassigned and available for day-to-day operations of the County, \$1,637,190 is assigned for various

**TYLER COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2015**

purposes, \$3,346,815 is restricted for road and bridge projects, and \$4,089,383 is restricted within the County's special revenue funds.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$5,883,669. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 62 percent of total general fund expenditures, while total fund balance represents 80 percent of total fund expenditures.

There was an increase in the combined fund balance of \$1,017,955 over the prior year. The general fund and road and bridge fund experienced increases of \$342,143 and \$177,084, respectively. The increases to fund balance are the result of increases in property tax, due to an increase in property tax base, and also an increase in other revenue resulting from various reimbursements to the County.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Actual general fund revenues were over final budgeted revenues by \$1,037,920 during the year. This net positive variance is attributable to taxes exceeding the anticipated amount in the original budget projections and additional rental income from Dollar General included with other revenues. General fund disbursements were under the final budget by \$1,580,327.

**CAPITAL ASSETS**

At the end of year 2015, the County had invested \$14,417,515 in a variety of capital assets and infrastructure (net of accumulated depreciation). Major capital asset events during the current year include the following:

- Road improvement completion in the amount of \$4,267,441
- Six vehicles for the sheriff's department in the amount of \$197,300
- Road and bridge equipment in the amount of \$775,546

More detailed information on the County's capital assets can be found in note III.C. to the financial statements.

**LONG-TERM DEBT**

At the end of the year, the County reported total capital leases of \$882,085. The County obtained \$509,746 in capital lease financing during fiscal year 2015. In addition, the County reported other long-term liabilities of \$1,533,020 related to net pension liability, compensated absences and a net other post-employment benefit obligation.

More detailed information on the County's long-term liabilities can be found in note III.D. to the financial statements.

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

The County has met with some challenges this year. The new industries that had come into the County did not realize the income that was predicted therefore, the County did not receive the anticipated increase in revenue. The County experienced a loss of revenue in other various departments causing a decrease in those collections as well. The tax collection rate however, has remained steady at 95 percent collection. Commissioners' Court has continued to maintain the same tax rate while maintaining the same level of

**TYLER COUNTY, TEXAS**  
***MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)***  
**For the Year Ended December 31, 2015**

services to the residents. The 2017 budget will be met with challenges from new federal guidelines as well as the state of the economy, but the County is committed to work to offer the same level of services to its citizens.

**CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the finances of the County. Questions concerning this report or requests for additional financial information should be directed to Jackie Skinner, County Auditor, Tyler County, 100 West Bluff, Woodville, TX, 75979; telephone 409-283-3652.

(This page intentionally left blank.)

***BASIC FINANCIAL STATEMENTS***

(This page intentionally left blank.)



# TYLER COUNTY, TEXAS

## STATEMENT OF NET POSITION

December 31, 2015

	<u>Primary Government Governmental Activities</u>
<b><u>Assets</u></b>	
Cash and cash equivalents	\$ 13,555,996
Investments	2,204,554
Receivables, net	8,855,955
Due from other governments	1,823,091
<b>Total Current Assets</b>	<u>26,439,596</u>
Capital assets:	
Net depreciable capital assets	14,417,515
<b>Total Noncurrent Assets</b>	<u>14,417,515</u>
<b>Total Assets</b>	<u>40,857,111</u>
<b><u>Deferred Outflows of Resources</u></b>	
Deferred outflows - pensions	686,406
<b>Total Deferred Outflows of Resources</b>	<u>686,406</u>
<b><u>Liabilities</u></b>	
Current liabilities:	
Accounts payable and accrued liabilities	281,170
	<u>281,170</u>
Noncurrent liabilities:	
Long-term liabilities due within one year	322,104
Long-term liabilities due in more than one year	2,093,002
	<u>2,415,105</u>
<b>Total Liabilities</b>	<u>2,696,275</u>
<b><u>Deferred Inflows of Resources</u></b>	
Property taxes	9,522,970
Deferred inflows - pension	66,154
<b>Total Deferred Inflows of Resources</b>	<u>9,589,124</u>
<b><u>Net Position</u></b>	
Net investment in capital assets	13,535,430
Restricted for:	
Road and bridge	3,346,815
Other purposes	4,089,383
Unrestricted	8,286,490
<b>Total Net Position</b>	<u>\$ 29,258,118</u>

See Notes to Financial Statements.

# TYLER COUNTY, TEXAS

## STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
General government	\$ 3,063,693	\$ 1,360,292	\$ 772,767	\$ 1,281,019
Administration of justice	802,514	62,108	-	-
Roads and bridges	4,743,326	482,602	-	-
Public safety	2,255,438	11,739	-	-
Health and human services	308,854	-	-	-
Community enrichment	43,158	-	-	-
Tax administration	248,033	-	-	-
Interest and fiscal charges	10,953	-	-	-
<b>Total Governmental Activities</b>	<b>\$ 11,475,969</b>	<b>\$ 1,916,741</b>	<b>\$ 772,767</b>	<b>\$ 1,281,019</b>

**General Revenues:**

- Property taxes
- Sales taxes
- Investment income
- Other revenues

**Total General Revenues**

**Change in Net Position**

Beginning net position

**Ending Net Position**

See Notes to Financial Statements.

**Net (Expense)  
Revenue and  
Changes in Net  
Position**

---

\$ 350,385  
(740,406)  
(4,260,724)  
(2,243,699)  
(308,854)  
(43,158)  
(248,033)  
(10,953)  

---

(7,505,442)

9,213,077  
619,699  
96,322  
909,312  

---

10,838,410

3,332,968  
  

---

25,925,150  
  

---

\$ 29,258,118

(This page intentionally left blank.)

# TYLER COUNTY, TEXAS

## BALANCE SHEET

### GOVERNMENTAL FUNDS

December 31, 2015

	General	Road and Bridge	Nonmajor Governmental	Total Governmental Funds
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 6,210,175	\$ 3,561,773	\$ 3,784,048	\$ 13,555,996
Investments	1,897,033	-	307,521	2,204,554
Receivables, net	6,495,529	2,217,330	-	8,712,859
Due from other governments	1,357,751	465,340	-	1,823,091
<b>Total Assets</b>	<b>\$ 15,960,488</b>	<b>\$ 6,244,443</b>	<b>\$ 4,091,569</b>	<b>\$ 26,296,500</b>
<b><u>Liabilities</u></b>				
Accounts payable	\$ 222,554	\$ 56,430	\$ 2,186	\$ 281,170
<b>Total Liabilities</b>	<b>222,554</b>	<b>56,430</b>	<b>2,186</b>	<b>281,170</b>
<b><u>Deferred Inflows of Resources</u></b>				
Unavailable revenue - property taxes	8,217,075	2,841,198	-	11,058,273
<b><u>Fund Balances</u></b>				
Restricted:				
Road and bridge	-	3,346,815	-	3,346,815
Special revenue funds	-	-	4,089,383	4,089,383
Assigned:				
Airport	21,820	-	-	21,820
Rodeo arena/fairgrounds	34,153	-	-	34,153
Economic development	44,902	-	-	44,902
Benevolence	282	-	-	282
Waste collection center	340,780	-	-	340,780
County right of way	531,007	-	-	531,007
Emergency operations center	90,659	-	-	90,659
Nutrition center	131,438	-	-	131,438
Courthouse restoration	439,474	-	-	439,474
Legislative	2,675	-	-	2,675
Unassigned	5,883,669	-	-	5,883,669
<b>Total Fund Balances</b>	<b>7,520,859</b>	<b>3,346,815</b>	<b>4,089,383</b>	<b>14,957,057</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 15,960,488</b>	<b>\$ 6,244,443</b>	<b>\$ 4,091,569</b>	<b>\$ 26,296,500</b>

(This page intentionally left blank.)

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

Fund balances - total governmental funds		\$ 14,957,057
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, not reported in the governmental funds.		
Depreciable capital assets, net		14,417,515
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.		
Deferred inflows - property tax		1,535,303
Deferred outflows and deferred inflows related to pension activity during the current period.		
Deferred outflows		686,406
Deferred inflows		(66,154)
Long-term liabilities, including compensated absences, are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Long-term liabilities due within one year		(322,104)
Long-term liabilities due in more than one year		(2,093,002)
Court fines receivable, net of related allowance, are not current financial resources and, therefore, are not reported in the governmental funds.		
		143,096
	<b>Net Position of Governmental Activities</b>	<u>\$ 29,258,118</u>

See Notes to Financial Statements.

(This page intentionally left blank.)



**TYLER COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
For the Year Ended December 31, 2015

	<u>General</u>	<u>Road and Bridge</u>	<u>Nonmajor Governmental</u>	<u>Total Governmental Funds</u>
<b><u>Revenues</u></b>				
Taxes	\$ 7,470,622	\$ 2,323,466	\$ -	\$ 9,794,088
Intergovernmental	220,186	35,025	1,798,575	2,053,786
Auto registration	-	458,597	-	458,597
Other fees	1,254,733	24,005	158,185	1,436,923
Investment income	78,988	9,183	8,151	96,322
Other revenues	764,432	-	4,181	768,613
<b>Total Revenues</b>	<u>9,788,961</u>	<u>2,850,276</u>	<u>1,969,092</u>	<u>14,608,329</u>
<b><u>Expenditures</u></b>				
General government	4,328,078	-	1,343,552	5,671,630
Administration of justice	768,456	-	16,503	784,959
Roads and bridges	-	2,659,053	-	2,659,053
Public safety	2,211,937	-	26,834	2,238,771
Health and human services	272,325	-	-	272,325
Community enrichment	43,173	-	-	43,173
Tax administration	248,119	-	-	248,119
<b>Debt service:</b>				
Principal	70,891	15,029	-	85,920
Interest	8,115	2,838	-	10,953
<b>Capital outlay</b>	1,501,381	721,291	3,244	2,225,916
<b>Total Expenditures</b>	<u>9,452,475</u>	<u>3,398,211</u>	<u>1,390,133</u>	<u>14,240,819</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	336,486	(547,935)	578,959	367,510
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	198,030	311,716	-	509,746
Transfers in	89,064	272,604	8,833	370,501
Transfers (out)	(281,437)	-	(89,064)	(370,501)
Sale of capital assets	-	140,699	-	140,699
<b>Total Other Financing Sources (Uses)</b>	<u>5,657</u>	<u>725,019</u>	<u>(80,231)</u>	<u>650,445</u>
<b>Net Change in Fund Balances</b>	342,143	177,084	498,728	1,017,955
Beginning fund balances	7,178,716	3,169,731	3,590,655	13,939,102
<b>Ending Fund Balances</b>	<u>\$ 7,520,859</u>	<u>\$ 3,346,815</u>	<u>\$ 4,089,383</u>	<u>\$ 14,957,057</u>

See Notes to Financial Statements.

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2015**

Net changes in fund balances – total governmental funds \$ 1,017,955

Amounts reported for governmental activities in the Statement of Activities are different because:

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

Capital outlay	3,684,049
Depreciation expense	(882,100)
Net effect of capital disposals	(22,053)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Deferred revenue	38,688
------------------	--------

Court fines receivable, net of related allowance, are not current financial resources and, therefore, are not reported in the governmental funds.

21,221

Net pension liability and deferred outflows and deferred inflows related to the net pension liability are not reported in the governmental funds.

Net pension liability	(51,153)
Deferred outflows	121,451
Deferred inflows	(66,154)

The issuance of long-term debt (e.g., bonds, leases, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when it is first issued; whereas, these amounts are deferred and amortized in the Statement of Activities.

Principal payments	85,920
Debt issued	(509,746)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. This adjustment reflects the net change in the OPEB obligation and compensated absences.

Net OPEB obligation	(73,946)
Compensated absences	(31,164)

<b>Change in Net Position of Governmental Activities</b>	<b>\$ 3,332,968</b>
--	---------------------

See Notes to Financial Statements.

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS**  
**December 31, 2015**

		<u>Total Agency Funds</u>
<b><u>Assets</u></b>		
Cash and cash equivalents		\$ 6,017,625
	<b>Total Assets</b>	<u>\$ 6,017,625</u>
<b><u>Liabilities</u></b>		
Due to other units		\$ 6,017,625
	<b>Total Liabilities</b>	<u>\$ 6,017,625</u>

See Notes to Financial Statements.

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
For the Year Ended December 31, 2015

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

Tyler County, Texas (the “County”) is an independent government entity created in 1846 from Liberty County by an act of the Texas Legislature. The County is governed by Commissioners’ Court, composed of four County Commissioners and the County Judge, all of whom are elected officials.

The County’s financial statements include the accounts of all County operations. The County provides a vast array of services including administration of general government, justice, road and bridges, public safety, health and human services, community enrichment, and tax administration.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the County’s financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the County is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the County’s financial reporting entity status is that of a primary government are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The County’s basic financial statements include the primary government only. The County has no oversight responsibility for any other entities since they are not considered financially accountable to the County. Financial accountability is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing body.

**B. Government-Wide Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. The County has no business-type activities.

**C. Basis of Presentation – Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**D. Basis of Presentation – Fund Financial Statements**

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following governmental funds:

The *general fund* is used to account for and report all financial transactions not accounted for and reported in another fund. The principal sources of receipts include local property taxes, fees, fines and forfeitures, and charges for services. Disbursements include general government, administration of justice, public safety, health and human services, community enrichment, and tax administration. The general fund is always considered a major fund for reporting purposes.

The *special revenue funds* are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The following special revenue fund is considered a major fund for reporting purposes:

*Road & bridge fund* – This fund is used to account for receipts of property taxes levied and vehicle registration fees. Uses of funds are restricted for the maintenance of roads, bridges, and the operations of related facilities. All precinct operations, as well as permanent road monies, are accounted for in this fund.

Additionally, the County reports the following fund types:

*Fiduciary funds* are used to account for and report resources held for the benefit of parties outside the County. The County maintains one type of fiduciary fund, agency funds. The agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

During the course of operations, the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.



**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**E. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, licenses, 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the County.

**F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Cash and Cash Equivalents**

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The County maintains a pooled cash account. Each fund whose monies are deposited in the pooled cash account has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at the previous month end. Amounts on deposit in interest bearing accounts and other investments are displayed on the combined balance sheet as "cash and cash equivalents."

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**2. Investments**

The Public Funds Investment Act, Chapter 2256 of the Local Government Code of Texas authorizes the County to invest in:

- (a) obligations of the United States or its agencies and instrumentalities;
- (b) direct obligations of the State of Texas or its agencies and instrumentalities;
- (c) collateral mortgage obligations, although significantly limited;
- (d) other obligations, the principal and interest on which are unconditionally guaranteed or insured or backed by the full faith and credit of the State of Texas or the United States or their respective agencies and instrumentalities;
- (e) obligations of state, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm of not less than "A" or its equivalent;
- (f) certificates of deposit issued by state and national banks or savings and loan domiciled in Texas in accordance with specific criteria;
- (g) fully collateralized repurchase agreements, bankers' acceptances, commercial paper, mutual funds, and investment pools all of which are required to meet certain restrictive criteria.

**3. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. In accordance with GASB Statement No. 34, infrastructure has been capitalized retroactively. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

Property, plant, and equipment of the County are depreciated using the straight-line method over the following estimated useful years:

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Equipment	5 to 10 years
Buildings and improvements	10 to 50 years
Infrastructure	20 to 50 years

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**4. 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 two items that qualify for reporting in this category. A deferred charge has been recognized for employer pension plan contributions that were made subsequent to the measurement date through the end of the County's fiscal year. This amount is deferred and recognized as a reduction to the net pension liability during the measurement period in which the contributions were made. Another deferred charge has been recognized for the difference between the projected and actual investment earnings on the pension plan assets. This amount is deferred and amortized over a period of five years.

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. Deferred charges are recognized as a result of differences between the actuarial expectations and the actual economic experience related to the County's defined benefit pension plan. This amount is deferred and amortized over the average of the expected service lives of pension plan members. At the government-wide level, the County reports a deferred inflow of resources for that portion of property taxes that was collected for use in the subsequent period. At the fund level, the County has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

**5. Compensated Employee Absences**

It is the County's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. Additionally, Sheriff's department employees are allowed to accumulate holidays. No liability is reported for unpaid accumulated sick leave since it does not vest. Vacation, compensatory time, and holiday pay that is expected to be liquidated with expendable, available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it when it matures or becomes due. Amounts of vested or accumulated vacation leave and compensatory time that are not expected to be liquidated with expendable, available financial resources are maintained separately and represent a reconciling item between the fund and government-wide presentations.

**6. Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method, if material. Bonds payable are reported net of the applicable bond premium or discount.

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,

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2015**

whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

The property tax rate is allocated each year between the general and road and bridge funds.

Assets acquired under the terms of a capital lease are recorded as liabilities and capitalized in the government-wide financial statements at the present value of net minimum lease payments at inception of the lease. In the year of acquisition, capital lease transactions are recorded as other financing sources and as capital outlay expenditures in the applicable fund. Lease payments representing both principal and interest are recorded as expenditures in the general and road and bridge funds upon payment with an appropriate reduction of principal recorded in the government-wide financial statements.

**7. Net Position Flow Assumption**

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

**8. Fund Balance Flow Assumptions**

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund 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 fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**9. Fund Balance Policies**

Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact are classified as nonspendable fund balance. Amounts that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions are classified as restricted.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision-making authority. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted,

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2015**

the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The County Judge may also assign fund balance as when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**10. Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**11. Pensions**

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

**G. Revenues and Expenditures/Expenses**

**1. Program Revenues**

Amounts reported as *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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**2. Property Taxes**

General property taxes are recorded as receipts when levied for the current year and due, payable, and collected in the current year.

The property tax calendar dates are:

- Levy date and due date – October 1
- Collection dates – October 1 through June 30
- Lien date – July 1

The County bills and collects its own taxes and those for certain government entities within the County. Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the tax assessor’s agency fund. Tax collections deposited for the County are distributed on a periodic basis to the general and road and bridge funds of the County. This distribution is based upon the tax rate established for each fund by order of the Commissioners’ Court for the tax year for which the collections are made.

The appraisal of property within the County is the responsibility of the County-wide appraisal district, which is required under the Property Tax Code to assess all property within the appraisal district on the basis of 100 percent of its appraised value and is prohibited from applying any assessment ratios. The appraisal district must review the value of the property within the County every three years unless the County, at its own discretion, requires more frequent reviews. The County may challenge the appraised values through various appeals and, if necessary, legal action. Under this legislation, the County sets tax rates on County property.

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

The original budget is adopted by the Commissioners’ Court prior to the beginning of the year. The legal level of control is the department level as defined by State statute. Management is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total disbursements of any fund must be approved by the Commissioners’ Court.

Budgets are adopted on a GAAP basis for all budgeted funds. Several supplemental budget appropriations were made for the year ended December 31, 2015.

**III. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

As of December 31, 2015, the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposit	<u>\$ 2,204,554</u>	0.57
Portfolio weighted average maturity		0.57

*Interest rate risk.* In accordance with its investment policy, the County manages its exposure to declines in fair market values by limiting the stated maturity of its investment portfolio to no more than two years.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

*Custodial credit risk – deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the County’s deposits may not be returned to it. The County’s investment policy requires funds on deposit at the depository bank to be collateralized by securities and FDIC insurance. As of December 31, 2015, bank balances at two banks exceeded pledged securities and FDIC insurance.

**B. Receivables**

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. Below is the detail of receivables for the general fund and road and bridge fund, including the applicable allowances for uncollectible accounts:

	<b>General</b>	<b>Road and Bridge</b>	<b>Total</b>
Property taxes	\$ 6,440,668	\$ 2,239,691	\$ 8,680,359
Other taxes	113,305	-	113,305
Allowance for uncollectible	(58,444)	(22,361)	(80,805)
	\$ 6,495,529	\$ 2,217,330	\$ 8,712,859

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**C. Capital Assets**

A summary of changes in capital assets for the year end is as follows:

	<b>Beginning Balance*</b>	<b>Increases</b>	<b>(Decreases)</b>	<b>Ending Balance</b>
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Construction in progress	\$ 2,716,825	\$ 1,550,616	\$ (4,267,441)	\$ -
Total capital assets not being depreciated	2,716,825	1,550,616	(4,267,441)	-
Other capital assets:				
Equipment	5,295,400	972,975	(451,732)	5,816,643
Buildings and improvements	3,215,473	1,160,458	-	4,375,931
Infrastructure	57,940,680	4,267,441	-	62,208,121
Total other capital assets	66,451,553	6,400,874	(451,732)	72,400,695
Less accumulated depreciation for:				
Equipment	(3,959,603)	(505,729)	429,679	(4,035,653)
Buildings and improvements	(1,278,029)	(79,131)	-	(1,357,160)
Infrastructure	(52,293,127)	(297,240)	-	(52,590,367)
Total accumulated depreciation	(57,530,759)	(882,100)	429,679	(57,983,180)
Other capital assets, net	8,920,794	5,518,774	(22,053)	14,417,515
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 11,637,619</b>	<b>\$ 7,069,390</b>	<b>\$ (4,289,494)</b>	<b>14,417,515</b>
			Less associated debt	(882,085)
			<b>Net Investment in Capital Assets</b>	<b>\$ 13,535,430</b>

\*Beginning balances have been restated.

Depreciation was charged to governmental functions as follows:

General government	\$ 17,828
Roads and bridges	612,775
Health and human services	36,624
Public safety	214,873
<b>Total Governmental Activities Depreciation Expense</b>	<b>\$ 882,100</b>

**D. Long-Term Debt**

The following is a summary of changes in the County's total governmental long-term liabilities for the year ended December 31, 2015. In general, the County uses the general and road and bridge funds to liquidate governmental long-term liabilities.

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.



**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental Activities:</b>					
Capital leases	\$ 458,259	\$ 509,746	\$ (85,920)	\$ 882,085	\$ 163,852
	<u>458,259</u>	<u>509,746</u>	<u>(85,920)</u>	<u>882,085</u>	<u>* 163,852</u>
Other:					
Compensated absences	144,671	162,917	(131,753)	175,835	158,252
Net pension liability	652,534	51,153	-	703,687	-
Net OPEB obligation	579,552	73,946	-	653,498	-
	<u>1,376,757</u>	<u>288,016</u>	<u>(131,753)</u>	<u>1,533,020</u>	<u>158,252</u>
<b>Total Governmental Activities</b>	<u>\$ 1,835,016</u>	<u>\$ 797,762</u>	<u>\$ (217,673)</u>	<u>\$ 2,415,105</u>	<u>\$ 322,104</u>

**Long-term debt due in more than one year** \$ 2,093,002

\* Debt associated with capital assets \$ 882,085

Long-term debt obligations of the County as of December 31, 2015 are as follows:

	Interest Rate	Original Amount	Balance
<b>Capital leases</b>			
First National Bank Southlake	2.55%	\$ 157,600	\$ 151,174
First National Bank Southlake	2.55%	167,600	158,996
First National Bank Southlake	2.55%	198,100	198,100
First National Bank Southlake	2.55%	56,808	56,808
First National Bank Southlake	2.55%	56,808	56,808
First National Bank Southlake	3.25%	25,590	15,549
First National Bank Southlake	3.25%	27,590	16,764
First National Bank Southlake	3.25%	28,340	17,220
First National Bank Southlake	3.25%	28,340	17,220
First National Bank Southlake	3.25%	28,490	17,311
First National Bank Southlake	3.25%	28,490	17,311
First National Bank Southlake	3.25%	32,645	26,182
First National Bank Southlake	3.25%	32,645	26,182
First National Bank Southlake	3.25%	33,185	26,615
First National Bank Southlake	3.25%	33,185	26,615
First National Bank Southlake	3.25%	33,185	26,615
First National Bank Southlake	3.25%	33,185	26,615
		<u>Total Capital leases</u>	<u>\$ 882,085</u>

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

Future minimum payments, including interest, to retire capital leases are as follows:

Year Ending Dec. 31	Capital Leases	
	Principal	Interest
2016	\$ 163,852	\$ 21,133
2017	397,256	19,644
2018	279,327	12,912
2019	41,650	1,354
<b>Total</b>	<b>\$ 882,085</b>	<b>\$ 55,043</b>

Machinery and equipment acquired under current capital lease obligations totaled \$1,213,400 and accumulated depreciation totaled \$184,797.

**E. Interfund Transfers**

Transfers between the primary governmental funds during the 2015 year were as follows:

Transfers in	Transfers out	Amounts
General fund	Nonmajor governmental funds	\$ 89,064
Road and bridge fund	General fund	272,604
Nonmajor governmental funds	General fund	8,833
	<b>Total</b>	<b>\$ 370,501</b>

Amounts transferred between funds relate to amounts collected by general, road and bridge, and special revenue funds for various governmental disbursements.

**F. Restatement of Net Position**

The County implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. As a result, the County has restated beginning net position to account for a net pension liability as of the measurement date, December 31, 2013. In addition, the County has restated beginning net position to record a deferred outflow for contributions made to the pension plan between the initial measurement date and the end of the prior fiscal year, December 31, 2014. The County also has restated beginning net position due to the addition of capital assets and associated depreciation at the government-wide level as required by generally accepted accounting principles. The beginning net position was restated as follows:

	<b>Governmental Activities</b>
Beginning net position - as reported	\$ 26,788,408
Change in reporting of capital assets	(367,714)
Change in reporting of depreciation	(407,965)
Restatement - Net pension liability	(652,534)
Restatement - Deferred outflows	564,955
<b>Beginning Net Position - Restated</b>	<b>\$ 25,925,150</b>

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

**IV. OTHER INFORMATION**

**A. 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; and natural disasters for which the County carries commercial insurance. In addition, the County participates along with 279 other entities in the Texas Association of Counties' Workers' Compensation Self-Insurance Fund (the "Pool"). The Pool was created by the Texas Association of Counties in 1974 to insure the County for workers' compensation related claims. This Pool purchases commercial insurance at group rates for participants in the Pool. The County has no additional risk or responsibility to the Pool in which it participates, outside of payment of insurance premiums. The County has not significantly reduced insurance coverage or had settlements that exceeded coverage amounts for the past three fiscal years.

**B. Contingent Liabilities**

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amounts 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.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors. No claims are reported at year end.

**C. Pension Plan**

**Texas County and District Retirement System**

Plan Description

The Texas County and District Retirement System (TCDRS) is a statewide, agent multiple-employer, public-employee retirement system. TCERS serves 677 actively participating counties and districts throughout Texas. Each employer maintains its own customized plan of benefits. Plan provisions are adopted by the Board of Directors of each employer, within the options available in the TCERS Act. Because of that, the County has the flexibility and local control to select benefits and pay for those benefits based on its needs and budgets.

Each employer has a defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the payment of benefits to the members of that employer's plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TCERS issues a publicly available comprehensive annual financial report that can be obtained at [www.tcders.org](http://www.tcders.org).

All eligible employees (except temporary staff) of the County must be enrolled in the plan.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

Benefits Provided

TCDRS provides retirement, disability, and death benefits. The benefits provisions are adopted by the Commissioners' Court within the options available in Texas state statutes governing TCDRS. Members can retire at age 60 and above with eight 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 eight years of service, but must leave their accumulated contributions in the plan to receive any County-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

Benefit amounts are determined by the sum of the employee's contribution to the plan, with interest, and County-financed monetary credits. The level of these monetary credits is adopted by the Commissioners' Court within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the County'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 County-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

The Commissioner's Court adopted the rate of seven percent as the contributed rate payable by the employee members for calendar year 2015. The Commissioners' Court may change the employee contribution rate and the County contribution rate within the options available in the TCDRS Act.

Employees Covered by Benefit Terms

At the December 31, 2014 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	101
Inactive employees entitled to, but not yet receiving benefits	79
Active employees	139
Total	319

Contributions

A combination of three elements funds each employer's plan: employee deposits, employer contributions, and investment income.

- The deposit rate for employees is four percent, five percent, six percent, or seven percent of compensation, as adopted by the employer's governing body.
- Participating employers are required, by law, to contribute at actuarially determined rates, which are determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method.
- Investment income funds a large part of the benefits employees earn.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2015**

Employers have the option of paying more than the required contribution rate each year. Extra contributions can help employers “prefund” benefit increases, such as a cost-of-living adjustment to retirees, and they can be used to help offset or mitigate future increases in the required rate due to negative plan experience. There are two approaches for making extra contributions:

- (a) paying an elected contribution rate higher than the required rate and
- (b) making an extra lump-sum contribution to the employer account.

Employees for the County were required to contribute seven percent of their annual gross earnings during the fiscal year. The contribution rates for the County were 11.06 percent and 11.08 percent in calendar years 2014 and 2015, respectively. The County’s contributions to TCDRS for the fiscal year ended December 31, 2015 were \$507,797 and were less than the required contributions.

Net Pension Liability

The County’s Net Pension Liability (NPL) was measured as of December 31, 2014 and the Total Pension Liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The actuarial assumptions that determined the TPL as of December 31, 2014 were based on the results of an actuarial experience study for the period January 1, 2009 through October 31, 2012, except where required to be different by GASB 68.

Key assumptions used in the December 31, 2014 actuarial valuation are as follows:

Valuation Timing	Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in the which the contributions are reported.
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Salary Increases	None
Investment Rate of Return	8.10%
Cost of Living Adjustments	Cost-of-living adjustments for the County are not considered to be substantively automatic under GASB 68. Therefore, an assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

The long-term expected rate of return of TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The target allocation and best estimate of geometric real rate of return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation	Geometric Real Rate of Return (Expected minus Inflation)
US Equities	Dow Jones U.S. Total Stock Market Index	16.50%	5.35%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	12.00%	8.35%
Global Equities	MSCI World (net) Index	1.50%	5.65%
International Equities - Developed	50% MSCI World Ex USA (net) + 50% MSCI World ex USA 100% Hedged to USD (net) Index	11.00%	5.35%
International Equities - Emerging	50% MSCI EM Standard (net) Index + 50% MSCI EM 100% Hedged to USD (net) Index	9.00%	6.35%
Investment-Grade Bonds	Barclays Capital Aggregate Bond Index	3.00%	0.55%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.75%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	5.00%	5.54%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	2.00%	5.80%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	6.75%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	2.00%	4.00%
Commodities	Bloomberg Commodities Index	2.00%	-0.20%
Master Limited Partnerships (MLP)	Alerian MLP Index	2.00%	5.30%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	3.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	25.00%	5.15%

Discount Rate

The discount rate used to measure the TPL was 8.1 percent. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

Changes in the NPL

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Changes for the year:			
Service cost	\$ 627,951	\$ -	\$ 627,951
Interest	1,436,071	-	1,436,071
Change of benefit terms	(788)	-	(788)
Difference between expected and actual experience	(88,205)	-	(88,205)
Refund of contribution	(41,517)	(41,517)	-
Contributions - employer	-	564,834	(564,834)
Contributions - employee	-	303,700	(303,700)
Net investment income	-	1,178,307	(1,178,307)
Benefit payments, including refunds of employee contributions	(831,703)	(831,703)	-
Administrative expense	-	(13,651)	13,651
Other changes	-	(109,315)	109,315
<b>Net changes</b>	<b>1,101,809</b>	<b>1,050,655</b>	<b>51,153</b>
Balance at December 31, 2013	17,849,900	17,197,366	652,534
<b>Balance at December 31, 2014</b>	<b>\$ 18,951,709</b>	<b>\$ 18,248,021</b>	<b>\$ 703,687</b>

Sensitivity of the NPL to Changes in the Discount Rate

The following presents the NPL of the County, calculated using the discount rate of 8.1 percent, as well as what the County's NPL would be if it were calculated using a discount rate that is one percentage point lower (7.1%) or one percentage point higher (9.1%) than the current rate:

	1% Decrease in Discount Rate (7.10%)	Discount Rate (8.10%)	1% Increase in Discount Rate (9.10%)
County's Net Pension Liability	\$ 3,011,271	\$ 703,687	\$ (1,207,966)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in a separately-issued TCDRS financial report. That report may be obtained on the Internet at [www.tcdrs.org](http://www.tcdrs.org).

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

For the fiscal year ended December 31, 2015, the County recognized pension expense of \$503,532.

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2015**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 66,154
Changes in actuarial assumptions	-	-
Difference between projected and actual investment earnings	178,609	-
Contributions subsequent to the measurement date	507,797	-
Total	<u>\$ 686,406</u>	<u>\$ 66,154</u>

\$507,797 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the NPL for the fiscal year ending December 31, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31:</u>	Pension Expense Amount
2016	\$ 22,601
2017	22,601
2018	22,601
2019	44,652
2020	-
Thereafter	-
Total	<u>\$ 112,455</u>

**D. Other Post Employment Benefits**

Plan Description

In order to recognize and reward long-term employees, as well as to provide an incentive for remaining in the County's employment, the County administers a single-employer defined benefit other post employment benefits (OPEB) plan, known as Tyler County Retiree Health Care Plan (the "Plan").

Retirees who meet the criteria are eligible for health coverage that is 100 percent paid for by the County. Retirees must be 62 years of age and have eight years of continuous service with the County. Retirees who retire before age 62 are eligible for health coverage that is 80 percent paid for by the County based on the following eligibility rule of 25 years of continuous service with the County and meet the 75 points rule. Health coverage ends at age 65 and four months. Members terminating before normal retirement conditions are not eligible for retiree health care.

The County does not provide death-in-service benefits to a surviving spouse of an employee. Surviving spouses are eligible for Consolidated Omnibus Budget Reconciliation Act (COBRA) benefits only.

Unless qualified based on normal retirement benefits above, the County does not provide health benefits to a disabled retiree. Disabled retirees are eligible for COBRA benefits only.

Effective August 1, 2006, retirees will have a flat \$10,000 life benefit with no age reduction. This coverage is offered at no cost to the retiree.



**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2015

Retirees may purchase health care coverage for eligible spouses and dependents at their own expense.

Funding Policy

The County has elected to finance the OPEB plan on a pay-as-you-go basis.

Annual OPEB Cost

The County's annual other post employment benefits (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of accrual that, if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excesses) over a period not to exceed thirty years.

The County's annual OPEB cost for the fiscal year ending December 31, 2015 is as follows:

Annual required contribution	\$ 162,577
Interest on OPEB obligation	26,080
Adjustment to ARC	<u>(24,163)</u>
Annual OPEB cost (expense) end of year	164,494
Net estimated employer contributions	<u>(90,548)</u>
Increase in net OPEB obligation	73,946
Net OPEB obligation - as of beginning of the year	<u>579,552</u>
Net OPEB obligation - as of end of the year	<u><u>\$ 653,498</u></u>

The County's annual OPEB cost, the amount contributed by the employer, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year ending December 31, 2015 and the preceding two fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Amount Contributed	Percentage Contributed	Net OPEB Obligation
2013	\$ 154,483	\$ 44,231	28.6%	\$ 484,571
2014	\$ 159,445	\$ 64,464	40.4%	\$ 579,552
2015	\$ 164,494	\$ 90,548	55.0%	\$ 653,498

Funded Status

The funded status of the County's retiree health care plan under GASB Statement No. 45 as of December 31, 2013 is as follows:

Actuarial Valuation Date as of	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (d)	Ratio of UAAL to Annual Covered Payroll (b-a)/d
12/31/11	\$ -	\$1,287,498	\$1,287,498	0.0%	\$3,977,658	32.4%
12/31/13	\$ -	\$1,218,944	\$1,218,944	0.0%	\$4,286,957	28.4%

Under the reporting parameters, the County's retiree health care plan is zero percent funded with an estimated actuarial accrued liability exceeding actuarial assets by \$1,218,944 at December 31, 2013. As

**TYLER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2015**

of the most recent valuation, the ratio of the unfunded actuarial accrued liability to annual covered payroll is 28.4 percent.

Actuarial Methods and Assumptions

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

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

Inflation rate	3.00% per annum
Investment rate of return	4.50% net of expenses
Actuarial cost method	Projected Unit Credit Cost Method
Amortization method	Level as a percentage of employee payroll
Amortization period	30-year open amortization
Payroll growth	3.00% per annum
Healthcare cost trend rate	Initial rate of 7.50% declining to an ultimate rate of 5.50% after 8 years

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

***REQUIRED SUPPLEMENTARY INFORMATION***

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Page 1 of 2)**  
**GENERAL FUND**

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 7,290,732	\$ 7,290,732	\$ 7,470,622	\$ 179,890
Intergovernmental	221,000	220,186	220,186	-
Other fees	1,102,423	1,102,423	1,254,733	152,310
Interest	17,150	17,150	78,988	61,838
Other revenues	120,550	120,550	764,432	643,882
<b>Total Revenues</b>	<b>8,751,855</b>	<b>8,751,041</b>	<b>9,788,961</b>	<b>1,037,920</b>
<b>Expenditures</b>				
<b>General Government:</b>				
General operations	3,133,887	3,468,881	2,993,858	475,023
County judge	166,817	165,888	136,410	29,478
County treasurer	65,094	94,043	94,043	-
County auditor	167,178	165,199	137,138	28,061
County clerk	272,566	282,052	282,052	-
Maintenance	443,969	452,290	452,290	-
County court	297,650	297,650	232,287	65,363
	<b>4,547,161</b>	<b>4,926,003</b>	<b>4,328,078</b>	<b>597,925</b>
<b>Administration of Justice:</b>				
Justice of the peace	266,514	268,159	268,159	-
District attorney	343,559	337,498	241,831	95,667
1-A/88th judicial district	80,703	79,887	66,179	13,708
District clerk	200,310	198,514	192,287	6,227
	<b>891,086</b>	<b>884,058</b>	<b>768,456</b>	<b>115,602</b>
<b>Public Safety:</b>				
DPS	34,911	31,174	6,793	24,381
Sheriff's department jail	461,991	462,168	427,819	34,349
Sheriff's department office	1,555,638	1,554,738	1,461,660	93,078
Constables	161,475	163,681	160,558	3,123
Emergency operations center	182,487	184,487	155,107	29,380
	<b>2,396,502</b>	<b>2,396,248</b>	<b>2,211,937</b>	<b>184,311</b>
<b>Health and Human Services:</b>				
Veterans services	47,418	45,046	29,337	15,709
County extension	43,435	41,744	32,801	8,943
Waste collection center	205,621	205,621	160,636	44,985
Health and sanitation	25,000	25,000	20,000	5,000
Nutrition center	40,769	40,769	29,551	11,218
	<b>362,243</b>	<b>358,180</b>	<b>272,325</b>	<b>85,855</b>

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Page 2 of 2)**  
**GENERAL FUND**

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Expenditures (continued)</u></b>				
<b>Community Enrichment</b>				
Airport	\$ 11,357	\$ 11,357	\$ 5,787	\$ 5,570
Rodeo arena/fairgrounds	22,530	30,350	30,143	207
Economic development	10,600	10,600	5,250	5,350
Benevolence	1,000	1,000	243	757
Legislative services	10,500	10,500	1,750	8,750
County right of way	501,000	501,000	-	501,000
Courthouse restoration	75,000	75,000	-	75,000
	<u>631,987</u>	<u>639,807</u>	<u>43,173</u>	<u>596,634</u>
<b>Tax Administration</b>				
Tax assessor collector	238,903	248,119	248,119	-
	<u>238,903</u>	<u>248,119</u>	<u>248,119</u>	<u>-</u>
<b>Debt Service</b>				
Principal	-	70,891	70,891	-
Interest and fiscal charges	-	8,115	8,115	-
	<u>-</u>	<u>79,006</u>	<u>79,006</u>	<u>-</u>
<b>Capital Outlay</b>				
	<u>213,039</u>	<u>1,501,381</u>	<u>1,501,381</u>	<u>-</u>
<b>Total Expenditures</b>	<u>9,280,921</u>	<u>11,032,802</u>	<u>9,452,475</u>	<u>1,580,327</u>
<b>Excess (Deficiency) of</b>				
<b>Revenues Over (Under) Expenditures</b>	<u>(529,066)</u>	<u>(2,281,761)</u>	<u>336,486</u>	<u>2,618,247</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	-	-	198,030	198,030
Transfers in	3,200	82,498	89,064	6,566
Transfers (out)	(195,700)	(292,645)	(281,437)	11,208
<b>Total Other Financing Sources (Uses)</b>	<u>(192,500)</u>	<u>(210,147)</u>	<u>5,657</u>	<u>215,804</u>
<b>Net Change in Fund Balance</b>	<u>\$ (721,566)</u>	<u>\$ (2,491,908)</u>	<u>342,143</u>	<u>\$ 2,834,051</u>
Beginning fund balance			<u>7,178,716</u>	
<b>Ending Fund Balance</b>			<u>\$ 7,520,859</u>	

**Notes to Required Supplementary Information:**

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND**  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Property taxes	\$ 2,253,948	\$ 2,253,948	\$ 2,323,466	\$ 69,518
Intergovernmental	23,000	24,010	35,025	11,015
Auto registration	470,000	458,597	458,597	-
Other fees	23,600	16,795	24,005	7,210
Investment income	4,400	4,400	9,183	4,783
<b>Total Revenues</b>	<u>2,774,948</u>	<u>2,757,750</u>	<u>2,850,276</u>	<u>92,526</u>
<b><u>Expenditures</u></b>				
Roads and bridges	2,923,455	3,150,163	2,659,053	491,110
Capital outlay	216,337	721,292	721,291	1
Principal	25,000	25,000	15,029	9,971
Interest charges	-	2,838	2,838	-
<b>Total Expenditures</b>	<u>3,164,792</u>	<u>3,899,293</u>	<u>3,398,211</u>	<u>501,082</u>
<b>(Deficiency) of Revenues</b>				
<b>(Under) Expenditures</b>	<u>(389,844)</u>	<u>(1,141,543)</u>	<u>(547,935)</u>	<u>593,608</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	-	-	311,716	311,716
Transfers in	3,009,235	3,009,235	3,140,107	130,872
Transfers (out)	(2,804,977)	(2,872,243)	(2,867,503)	4,740
Sale of capital asset	-	57,790	140,699	82,909
<b>Total Other Financing Sources</b>	<u>204,258</u>	<u>194,782</u>	<u>725,019</u>	<u>530,237</u>
<b>Net Change in Fund Balance</b>	<u>\$ (185,586)</u>	<u>\$ (946,761)</u>	177,084	<u>\$ 1,123,845</u>
Beginning fund balance			<u>3,169,731</u>	
<b>Ending Fund Balance</b>			<u>\$ 3,346,815</u>	

**Notes to Required Supplementary Information:**

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
2. Transfers between subfunds have not been eliminated in order to more accurately demonstrate compliance with budgeted amounts.

(This page intentionally left blank.)



**TYLER COUNTY, TEXAS**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
For the Year Ended December 31, 2015

	<b>Measurement Year*</b>
	<b>2014</b>
<b>Total Pension Liability</b>	
Service cost	\$ 627,951
Interest (on the total pension liability)	1,436,071
Changes of benefit terms	(788)
Difference between expected and actual experience	(88,205)
Benefit payments, including refunds of employee contributions	(873,220)
<b>Net Change in Total Pension Liability</b>	<b>1,101,809</b>
 Beginning total pension liability	 17,849,900
<b>Ending Total Pension Liability</b>	<b>\$ 18,951,709</b>
<b>Plan Fiduciary Net Position</b>	
Contributions - employer	\$ 564,834
Contributions - employee	303,700
Net investment income	1,178,307
Benefit payments, including refunds of employee contributions	(873,219)
Administrative expense	(13,651)
Other	(109,315)
<b>Net Change in Plan Fiduciary Net Position</b>	<b>1,050,656</b>
 Beginning plan fiduciary net position	 17,197,366
<b>Ending Plan Fiduciary Net Position</b>	<b>\$ 18,248,022</b>
<b>Net Pension Liability</b>	<b>\$ 703,687</b>
 <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	 96.29%
 <b>Covered Employee Payroll</b>	 \$ 4,338,577
 <b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	 16.22%

Notes to Schedule:

\*Only one year of information is currently available. The County will build this schedule over the next nine-year period.

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF CONTRIBUTIONS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
**For the Year Ended December 31, 2015**

	Fiscal Year*	
	2014	2015
Actuarially determined contribution	\$ 479,848	\$ 508,143
Contributions in relation to the actuarially determined contribution	564,955	507,797
Contribution deficiency (excess)	\$ (85,107)	\$ 346
 Covered employee payroll	 \$ 4,338,577	 \$ 4,586,125
 Contributions as a percentage of covered employee payroll	 13.02%	 11.07%

\*Only two years of information is currently available. The County will build this schedule over the next eight-year period.

Notes to Required Supplementary Information:

There were no benefit changes during the year.

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF FUNDING PROGRESS**  
**POST EMPLOYMENT HEALTHCARE BENEFITS<sup>1</sup>**  
For the Year Ended December 31, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/11	\$ -	\$ 1,287,498	\$ 1,287,498	0.0%	\$ 3,977,658	32.4%
12/31/13	\$ -	\$ 1,218,944	\$ 1,218,944	0.0%	\$ 4,286,957	28.4%

<sup>1</sup>Valuations are performed every three years in accordance with GASB Statement No. 45 parameters.

(This page intentionally left blank.)

***COMBINING STATEMENTS  
AND SCHEDULES***

**TYLER COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 1 of 3)**  
December 31, 2015

		<u>Special Revenue Funds</u>			
		<u>District Clerk Appropriations</u>	<u>County Clerk RMP</u>	<u>County District Attorney Forfeiture</u>	<u>Sheriff Forfeiture</u>
<b><u>Assets</u></b>					
Cash and cash equivalents		\$ 48,647	\$ 463,505	\$ 15,067	\$ 1,432
Investments		-	-	-	-
<b>Total Assets</b>		<u>\$ 48,647</u>	<u>\$ 463,505</u>	<u>\$ 15,067</u>	<u>\$ 1,432</u>
<b><u>Liabilities</u></b>					
Accounts payable		\$ -	\$ 145	\$ -	\$ -
<b>Total Liabilities</b>		<u>-</u>	<u>145</u>	<u>-</u>	<u>-</u>
<b><u>Fund Balances</u></b>					
Restricted		48,647	463,360	15,067	1,432
<b>Total Fund Balances</b>		<u>48,647</u>	<u>463,360</u>	<u>15,067</u>	<u>1,432</u>
<b>Total Liabilities and Fund Balances</b>		<u>\$ 48,647</u>	<u>\$ 463,505</u>	<u>\$ 15,067</u>	<u>\$ 1,432</u>



**Special Revenue Funds**

<b>District Clerk RMP</b>	<b>Law Library</b>	<b>Jail Interest and Sinking</b>	<b>Violence Against Women</b>	<b>Small Business Loan</b>	<b>Peace Officer Service Fee</b>
\$ -	\$ 1,656	\$ 655,011	\$ -	\$ -	\$ 32,075
-	-	307,521	-	-	-
<u>\$ -</u>	<u>\$ 1,656</u>	<u>\$ 962,532</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,075</u>
\$ -	\$ 1,655	\$ -	\$ -	\$ -	\$ -
-	1,655	-	-	-	-
-	1	962,532	-	-	32,075
-	1	962,532	-	-	32,075
<u>\$ -</u>	<u>\$ 1,656</u>	<u>\$ 962,532</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,075</u>

**TYLER COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 2 of 3)**  
December 31, 2015

		Special Revenue Funds			
		Courthouse Security	County RMP	State Child Abuse Prevention	County District Attorney Fees
<b>Assets</b>					
Cash and cash equivalents		\$ 25,880	\$ 81,195	\$ 300	\$ 9,798
Investments		-	-	-	-
<b>Total Assets</b>		<u>\$ 25,880</u>	<u>\$ 81,195</u>	<u>\$ 300</u>	<u>\$ 9,798</u>
<b>Liabilities</b>					
Accounts payable		\$ 386	\$ -	\$ -	\$ -
<b>Total Liabilities</b>		<u>386</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>					
Restricted		25,494	81,195	300	9,798
<b>Total Fund Balances</b>		<u>25,494</u>	<u>81,195</u>	<u>300</u>	<u>9,798</u>
<b>Total Liabilities and Fund Balances</b>		<u>\$ 25,880</u>	<u>\$ 81,195</u>	<u>\$ 300</u>	<u>\$ 9,798</u>

**Special Revenue Funds**

<b>Civil Fees</b>	<b>Homeland Security</b>	<b>Child Welfare Board</b>	<b>Child Safety</b>	<b>DETCOG Social Services Block Grant</b>	<b>District Court Technology</b>
\$ 45,793	\$ 9,788	\$ 1,349	\$ 45,931	\$ 278	\$ 15,930
-	-	-	-	-	-
<u>\$ 45,793</u>	<u>\$ 9,788</u>	<u>\$ 1,349</u>	<u>\$ 45,931</u>	<u>\$ 278</u>	<u>\$ 15,930</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
45,793	9,788	1,349	45,931	278	15,930
45,793	9,788	1,349	45,931	278	15,930
<u>\$ 45,793</u>	<u>\$ 9,788</u>	<u>\$ 1,349</u>	<u>\$ 45,931</u>	<u>\$ 278</u>	<u>\$ 15,930</u>

**TYLER COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 3 of 3)**  
December 31, 2015

		Special Revenue Funds			
		Emergency Disaster Relief	Moving Violation Fees	TC Chapter 19	TC Special Trust
<b><u>Assets</u></b>					
Cash and cash equivalents		\$ 2,322,542	\$ 41	\$ 5,000	\$ 2,830
Investments		-	-	-	-
<b>Total Assets</b>		\$ 2,322,542	\$ 41	\$ 5,000	\$ 2,830
<b><u>Liabilities</u></b>					
Accounts payable		\$ -	\$ -	\$ -	\$ -
<b>Total Liabilities</b>		-	-	-	-
<b><u>Fund Balances</u></b>					
Restricted		2,322,542	41	5,000	2,830
<b>Total Fund Balances</b>		2,322,542	41	5,000	2,830
<b>Total Liabilities and Fund Balances</b>		\$ 2,322,542	\$ 41	\$ 5,000	\$ 2,830

**Special Revenue Funds**

<b>TX CDBG Grant - 220191</b>	<b>CVA Coordinating Team</b>	<b>Total Nonmajor Governmental Funds</b>
\$ -	\$ -	\$ 3,784,048
<u>-</u>	<u>-</u>	<u>307,521</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,091,569</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,186</u>
<u>-</u>	<u>-</u>	<u>2,186</u>
<u>-</u>	<u>-</u>	<u>4,089,383</u>
<u>-</u>	<u>-</u>	<u>4,089,383</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,091,569</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 1 of 3)**  
For the Year Ended December 31, 2015

	<u>Special Revenue Funds</u>			
	<u>District Clerk Appropriations</u>	<u>County Clerk RMP</u>	<u>County District Attorney Forfeiture</u>	<u>Sheriff Forfeiture</u>
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Other fees	-	101,136	-	-
Investment income	106	916	33	7
Other revenues	-	-	-	-
<b>Total Revenues</b>	<u>106</u>	<u>102,052</u>	<u>33</u>	<u>7</u>
<b><u>Expenditures</u></b>				
General government	-	9,070	603	-
Administration of justice	-	-	-	-
Public safety	-	-	-	3,575
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>9,070</u>	<u>603</u>	<u>3,575</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>106</u>	<u>92,982</u>	<u>(570)</u>	<u>(3,568)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>106</u>	<u>92,982</u>	<u>(570)</u>	<u>(3,568)</u>
Beginning fund balances	<u>48,541</u>	<u>370,378</u>	<u>15,637</u>	<u>5,000</u>
<b>Ending Fund Balances</b>	<u>\$ 48,647</u>	<u>\$ 463,360</u>	<u>\$ 15,067</u>	<u>\$ 1,432</u>

**Special Revenue Funds**

<b>District Clerk RMP</b>	<b>Law Library</b>	<b>Jail Interest and Sinking</b>	<b>Violence Against Women</b>	<b>Small Business Loan</b>	<b>Peace Officer Service Fee</b>
\$ -	\$ -	\$ -	\$ 19,042	\$ 6,690	\$ -
2,040	6,530	-	-	-	8,235
2	-	2,224	-	-	63
-	-	350	-	-	-
<u>2,042</u>	<u>6,530</u>	<u>2,574</u>	<u>19,042</u>	<u>6,690</u>	<u>8,298</u>
3,418	-	-	-	6,690	-
-	15,173	-	-	-	-
-	-	17,602	-	-	4,350
-	-	-	-	-	-
<u>3,418</u>	<u>15,173</u>	<u>17,602</u>	<u>-</u>	<u>6,690</u>	<u>4,350</u>
<u>(1,376)</u>	<u>(8,643)</u>	<u>(15,028)</u>	<u>19,042</u>	<u>-</u>	<u>3,948</u>
189	8,644	-	-	-	-
-	-	-	(19,042)	-	-
<u>189</u>	<u>8,644</u>	<u>-</u>	<u>(19,042)</u>	<u>-</u>	<u>-</u>
(1,187)	1	(15,028)	-	-	3,948
<u>1,187</u>	<u>-</u>	<u>977,560</u>	<u>-</u>	<u>-</u>	<u>28,127</u>
<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 962,532</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,075</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 2 of 3)**  
For the Year Ended December 31, 2015

	Special Revenue Funds			
	Courthouse Security	County RMP	State Child Abuse Prevention	County District Attorney Fees
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Other fees	11,539	4,357	200	907
Investment income	84	182	-	-
Other revenues	-	-	-	-
<b>Total Revenues</b>	<b>11,623</b>	<b>4,539</b>	<b>200</b>	<b>907</b>
<b>Expenditures</b>				
General government	37,673	4,702	-	-
Administration of justice	-	-	-	1,330
Public safety	-	-	-	-
Capital outlay	3,150	94	-	-
<b>Total Expenditures</b>	<b>40,823</b>	<b>4,796</b>	<b>-</b>	<b>1,330</b>
<b>Excess (Deficiency) of</b>				
<b>Revenues Over (Under) Expenditures</b>	<b>(29,200)</b>	<b>(257)</b>	<b>200</b>	<b>(423)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	(24,476)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24,476)</b>
<b>Net Change in Fund Balances</b>	<b>(29,200)</b>	<b>(257)</b>	<b>200</b>	<b>(24,899)</b>
Beginning fund balances	54,694	81,452	100	34,697
<b>Ending Fund Balances</b>	<b>\$ 25,494</b>	<b>\$ 81,195</b>	<b>\$ 300</b>	<b>\$ 9,798</b>



**Special Revenue Funds**

	<b>Civil Fees</b>	<b>Homeland Security</b>	<b>Child Welfare Board</b>	<b>Child Safety</b>	<b>DETCOG Social Services Block Grant</b>	<b>District Court Technology</b>
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	3,408	-	-	17,105	-	2,662
	37	21	2	82	-	32
	25	-	1,258	958	-	-
	<u>3,470</u>	<u>21</u>	<u>1,260</u>	<u>18,145</u>	<u>-</u>	<u>2,694</u>
	1,618	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>1,618</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	1,852	21	1,260	18,145	-	2,694
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,852	21	1,260	18,145	-	2,694
	43,941	9,767	89	27,786	278	13,236
\$	<u>45,793</u>	<u>9,788</u>	<u>1,349</u>	<u>45,931</u>	<u>278</u>	<u>15,930</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 3 of 3)**  
**For the Year Ended December 31, 2015**

<b>Special Revenue Funds</b>				
	<b>Emergency Disaster Relief</b>	<b>Moving Violation Fees</b>	<b>TC Chapter 19</b>	<b>TC Special Trust</b>
<b>Revenues</b>				
Intergovernmental	\$ 474,506	\$ -	\$ -	\$ -
Other fees	-	66	-	-
Investment income	4,356	-	-	4
Other revenues	-	-	1,548	42
<b>Total Revenues</b>	<b>478,862</b>	<b>66</b>	<b>1,548</b>	<b>46</b>
<b>Expenditures</b>				
General government	-	-	-	-
Administration of justice	-	-	-	-
Public safety	-	66	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>66</b>	<b>-</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>478,862</b>	<b>-</b>	<b>1,548</b>	<b>46</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Transfers (out)	(28,226)	(2)	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(28,226)</b>	<b>(2)</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>450,636</b>	<b>(2)</b>	<b>1,548</b>	<b>46</b>
Beginning fund balances	1,871,906	43	3,452	2,784
<b>Ending Fund Balances</b>	<b>\$ 2,322,542</b>	<b>\$ 41</b>	<b>\$ 5,000</b>	<b>\$ 2,830</b>

**Special Revenue Funds**

<b>TX CDBG Grant - 220191</b>	<b>CVA Coordinating Team</b>	<b>Total Nonmajor Governmental Funds</b>
\$ 1,281,019	\$ 17,318	\$ 1,798,575
-	-	158,185
-	-	8,151
-	-	4,181
<u>1,281,019</u>	<u>17,318</u>	<u>1,969,092</u>
1,279,778	-	1,343,552
-	-	16,503
1,241	-	26,834
-	-	3,244
<u>1,281,019</u>	<u>-</u>	<u>1,390,133</u>
-	17,318	578,959
-	-	8,833
-	(17,318)	(89,064)
-	(17,318)	(80,231)
-	-	498,728
-	-	3,590,655
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,089,383</u>

**TYLER COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**GENERAL FUND SUB-FUNDS (Page 1 of 2)**  
**December 31, 2015**

	<u>General</u>	<u>Airport</u>	<u>Rodeo Arena Fairgrounds</u>	<u>Economic Development</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 4,561,757	\$ 22,116	\$ 35,028	\$ 44,902
Investments	1,897,033	-	-	-
Receivables, net	6,495,529	-	-	-
Due from other governments	1,357,751	-	-	-
<b>Total Assets</b>	<b>\$ 14,312,070</b>	<b>\$ 22,116</b>	<b>\$ 35,028</b>	<b>\$ 44,902</b>
<b><u>Liabilities</u></b>				
Accounts payable	\$ 211,326	\$ 296	\$ 875	\$ -
<b>Total Liabilities</b>	<b>211,326</b>	<b>296</b>	<b>875</b>	<b>-</b>
<b><u>Deferred Inflows of Resources</u></b>				
Unavailable revenue - property taxes	8,217,075	-	-	-
<b><u>Fund Balances</u></b>				
Assigned	-	21,820	34,153	44,902
Unassigned	5,883,669	-	-	-
<b>Total Fund Balances</b>	<b>5,883,669</b>	<b>21,820</b>	<b>34,153</b>	<b>44,902</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 14,312,070</b>	<b>\$ 22,116</b>	<b>\$ 35,028</b>	<b>\$ 44,902</b>

<u>Benevolence</u>	<u>Collection Center</u>	<u>County Right of Way</u>	<u>Emergency Operations</u>	<u>Nutrition Center</u>	<u>Courthouse Restoration</u>
\$ 342	\$ 345,393	\$ 531,007	\$ 94,267	\$ 133,214	\$ 439,474
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 342</u>	<u>\$ 345,393</u>	<u>\$ 531,007</u>	<u>\$ 94,267</u>	<u>\$ 133,214</u>	<u>\$ 439,474</u>
<u>\$ 60</u>	<u>\$ 4,613</u>	<u>\$ -</u>	<u>\$ 3,608</u>	<u>\$ 1,776</u>	<u>\$ -</u>
<u>60</u>	<u>4,613</u>	<u>-</u>	<u>3,608</u>	<u>1,776</u>	<u>-</u>
-	-	-	-	-	-
282	340,780	531,007	90,659	131,438	439,474
-	-	-	-	-	-
<u>282</u>	<u>340,780</u>	<u>531,007</u>	<u>90,659</u>	<u>131,438</u>	<u>439,474</u>
<u>\$ 342</u>	<u>\$ 345,393</u>	<u>\$ 531,007</u>	<u>\$ 94,267</u>	<u>\$ 133,214</u>	<u>\$ 439,474</u>

( This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**GENERAL FUND SUB-FUNDS (Page 2 of 2)**  
December 31, 2015

	<u>Legislative Services</u>	<u>Interfund Activity Elimination</u>	<u>Total General Funds</u>
<b><u>Assets</u></b>			
Cash and cash equivalents	\$ 2,675	\$ -	\$ 6,210,175
Investments	-	-	1,897,033
Receivables, net	-	-	6,495,529
Due from other governments	-	-	1,357,751
<b>Total Assets</b>	<b>\$ 2,675</b>	<b>\$ -</b>	<b>\$ 15,960,488</b>
<b><u>Liabilities</u></b>			
Accounts payable	\$ -	\$ -	\$ 222,554
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>222,554</b>
<b><u>Deferred Inflows of Resources</u></b>			
Unavailable revenue - property taxes	-	-	8,217,075
<b><u>Fund Balances</u></b>			
Assigned	2,675	-	1,637,190
Unassigned	-	-	5,883,669
<b>Total Fund Balances</b>	<b>2,675</b>	<b>-</b>	<b>7,520,859</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 2,675</b>	<b>\$ -</b>	<b>\$ 15,960,488</b>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**GENERAL FUND SUB-FUNDS (Page 1 of 2)**  
For the Year Ended December 31, 2015

	<u>General</u>	<u>Airport</u>	<u>Rodeo Arena Fairgrounds</u>	<u>Economic Development</u>
<b><u>Revenues</u></b>				
Taxes	\$ 7,470,622	\$ -	\$ -	\$ -
Intergovernmental	220,186	-	-	-
Other fees	1,158,374	5,800	600	-
Investment income	76,354	19	117	100
Other revenues	433,867	-	-	-
<b>Total Revenues</b>	<u>9,359,403</u>	<u>5,819</u>	<u>717</u>	<u>100</u>
<b><u>Expenditures</u></b>				
General government	4,328,078	-	-	-
Administration of justice	768,456	-	-	-
Public safety	2,056,830	-	-	-
Health and human services	82,138	-	-	-
Community enrichment	-	5,786	30,143	5,250
Tax administration	248,119	-	-	-
<b>Debt service:</b>				
Principal	70,891	-	-	-
Interest	8,115	-	-	-
<b>Capital outlay</b>	<u>1,496,843</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures</b>	<u>9,059,470</u>	<u>5,786</u>	<u>30,143</u>	<u>5,250</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>299,933</u>	<u>33</u>	<u>(29,426)</u>	<u>(5,150)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	198,030	-	-	-
Transfers in	89,064	12,000	20,200	10,500
Transfers (out)	(729,941)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>(442,847)</u>	<u>12,000</u>	<u>20,200</u>	<u>10,500</u>
<b>Net Change in Fund Balances</b>	(142,914)	12,033	(9,226)	5,350
Beginning fund balances	<u>6,026,583</u>	<u>9,787</u>	<u>43,379</u>	<u>39,552</u>
<b>Ending Fund Balances</b>	<u>\$ 5,883,669</u>	<u>\$ 21,820</u>	<u>\$ 34,153</u>	<u>\$ 44,902</u>



<u>Benevolence</u>	<u>Collection Center</u>	<u>County Right of Way</u>	<u>Emergency Operations</u>	<u>Nutrition Center</u>	<u>Courthouse Restoration</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	89,959	-	-	-	-
-	772	1,030	299	297	-
-	-	329,160	-	1,405	-
-	90,731	330,190	299	1,702	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	155,107	-	-
-	160,636	-	-	29,551	-
244	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	2,648	1,890	-
244	160,636	-	157,755	31,441	-
(244)	(69,905)	330,190	(157,456)	(29,739)	-
-	-	-	-	-	-
100	150,000	-	192,808	58,500	75,000
-	-	(72,604)	-	-	-
100	150,000	(72,604)	192,808	58,500	75,000
(144)	80,095	257,586	35,352	28,761	75,000
426	260,685	273,421	55,307	102,677	364,474
\$ 282	\$ 340,780	\$ 531,007	\$ 90,659	\$ 131,438	\$ 439,474

( This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**GENERAL FUND SUB-FUNDS (Page 2 of 2)**  
**For the Year Ended December 31, 2015**

	<u>Legislative Services</u>	<u>Interfund Activity Elimination</u>	<u>Total General Funds</u>
<b><u>Revenues</u></b>			
Taxes	\$ -	\$ -	\$ 7,470,622
Intergovernmental	-	-	220,186
Other fees	-	-	1,254,733
Investment income	-	-	78,988
Other revenues	-	-	764,432
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>9,788,961</u>
<b><u>Expenditures</u></b>			
General government	-	-	4,328,078
Administration of justice	-	-	768,456
Public safety	-	-	2,211,937
Health and human services	-	-	272,325
Community enrichment	1,750	-	43,173
Tax administration	-	-	248,119
<b>Debt service:</b>			
Principal	-	-	70,891
Interest	-	-	8,115
<b>Capital outlay</b>			
	-	-	1,501,381
<b>Total Expenditures</b>	<u>1,750</u>	<u>-</u>	<u>9,452,475</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>			
	<u>(1,750)</u>	<u>-</u>	<u>336,486</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Capital leases	-	-	198,030
Transfers in	2,000	(521,108)	89,064
Transfers (out)	-	521,108	(281,437)
<b>Total Other Financing Sources (Uses)</b>	<u>2,000</u>	<u>-</u>	<u>5,657</u>
<b>Net Change in Fund Balances</b>			
	250	-	342,143
Beginning fund balances	<u>2,425</u>	<u>-</u>	<u>7,178,716</u>
<b>Ending Fund Balances</b>	<u>\$ 2,675</u>	<u>\$ -</u>	<u>\$ 7,520,859</u>

# TYLER COUNTY, TEXAS

## COMBINING BALANCE SHEET

### ROAD AND BRIDGE FUNDS

December 31, 2015

	Road and Bridge General	Road and Bridge Precinct No. 1	Road and Bridge Precinct No. 2	Road and Bridge Precinct No. 3
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ -	\$ 709,981	\$ 459,736	\$ 1,136,674
Receivables, net	2,217,330	-	-	-
Due from other governments	465,340	-	-	-
<b>Total Assets</b>	<b>\$ 2,682,670</b>	<b>\$ 709,981</b>	<b>\$ 459,736</b>	<b>\$ 1,136,674</b>
<b><u>Liabilities</u></b>				
Accounts payable	\$ -	\$ 17,082	\$ 12,198	\$ 12,910
<b>Total Liabilities</b>	<b>-</b>	<b>17,082</b>	<b>12,198</b>	<b>12,910</b>
<b><u>Deferred Inflows of Resources</u></b>				
Unavailable revenue - property taxes	2,841,198	-	-	-
<b><u>Fund Balances</u></b>				
Restricted	-	692,899	447,538	1,123,764
Unassigned	(158,528)	-	-	-
<b>Total Fund Balances</b>	<b>(158,528)</b>	<b>692,899</b>	<b>447,538</b>	<b>1,123,764</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 2,682,670</b>	<b>\$ 709,981</b>	<b>\$ 459,736</b>	<b>\$ 1,136,674</b>

<b>Road and Bridge Precinct No. 4</b>	<b>Interfund Activity Elimination</b>	<b>Total Road and Bridge Funds</b>
\$ 1,255,382	\$ -	\$ 3,561,773
-	-	2,217,330
-	-	465,340
<u>\$ 1,255,382</u>	<u>\$ -</u>	<u>\$ 6,244,443</u>
\$ 14,240	\$ -	\$ 56,430
<u>14,240</u>	<u>-</u>	<u>56,430</u>
-	-	2,841,198
1,241,142	-	3,505,343
-	-	(158,528)
<u>1,241,142</u>	<u>-</u>	<u>3,346,815</u>
<u>\$ 1,255,382</u>	<u>\$ -</u>	<u>\$ 6,244,443</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**ROAD AND BRIDGE FUNDS**  
For the Year Ended December 31, 2015

	<u>Road and Bridge General</u>	<u>Road and Bridge Precinct No. 1</u>	<u>Road and Bridge Precinct No. 2</u>	<u>Road and Bridge Precinct No. 3</u>
<b>Revenues</b>				
Property taxes	\$ 2,323,466	\$ -	\$ -	\$ -
Intergovernmental	28,904	6,121	-	-
Auto registration	458,597	-	-	-
Other fees	15,545	829	4,100	3,153
Investment income	-	1,769	1,210	2,906
<b>Total Revenues</b>	<u>2,826,512</u>	<u>8,719</u>	<u>5,310</u>	<u>6,059</u>
<b>Expenditures</b>				
Roads and bridges	-	559,123	625,591	857,908
Capital outlay	-	123,346	229,515	141,960
Principal	-	15,029	-	-
Interest charges	-	2,838	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>700,336</u>	<u>855,106</u>	<u>999,868</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>2,826,512</u>	<u>(691,617)</u>	<u>(849,796)</u>	<u>(993,809)</u>
<b>Other Financing Sources (Uses)</b>				
Capital leases	-	56,808	198,100	56,808
Transfers in	-	698,146	741,577	889,652
Transfers (out)	(2,835,564)	-	(17,453)	-
Sale of capital asset	-	75,389	19,297	27,686
<b>Total Other Financing Sources (Uses)</b>	<u>(2,835,564)</u>	<u>830,343</u>	<u>941,521</u>	<u>974,146</u>
<b>Net Change in Fund Balances</b>	(9,052)	138,726	91,725	(19,663)
Beginning fund balances	(149,476)	554,173	355,813	1,143,427
<b>Ending Fund Balances</b>	<u>\$ (158,528)</u>	<u>\$ 692,899</u>	<u>\$ 447,538</u>	<u>\$ 1,123,764</u>

<b>Road and Bridge Precinct No. 4</b>	<b>Interfund Activity Elimination</b>	<b>Total Road and Bridge Funds</b>
\$ -	\$ -	\$ 2,323,466
-	-	35,025
-	-	458,597
378	-	24,005
3,298	-	9,183
<u>3,676</u>	<u>-</u>	<u>2,850,276</u>
616,431	-	2,659,053
226,470	-	721,291
-	-	15,029
-	-	2,838
<u>842,901</u>	<u>-</u>	<u>3,398,211</u>
<u>(839,225)</u>	<u>-</u>	<u>(547,935)</u>
-	-	311,716
810,732	(2,867,503)	272,604
(14,486)	2,867,503	-
18,327	-	140,699
<u>814,573</u>	<u>-</u>	<u>725,019</u>
(24,652)	-	177,084
<u>1,265,794</u>	<u>-</u>	<u>3,169,731</u>
<u>\$ 1,241,142</u>	<u>\$ -</u>	<u>\$ 3,346,815</u>

(This page intentionally left blank.)



**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE GENERAL FUND**

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Property taxes	\$ 2,253,948	\$ 2,253,948	\$ 2,323,466	\$ 69,518
Intergovernmental	22,000	22,000	28,904	6,904
Auto registration	470,000	458,597	458,597	-
Other fees	22,350	15,545	15,545	-
<b>Total Revenues</b>	<u>2,768,298</u>	<u>2,750,090</u>	<u>2,826,512</u>	<u>76,422</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers (out)	(2,768,298)	(2,835,564)	(2,835,564)	-
<b>Total Other Financing (Uses)</b>	<u>(2,768,298)</u>	<u>(2,835,564)</u>	<u>(2,835,564)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (85,474)</u>	(9,052)	<u>\$ 76,422</u>
Beginning fund balance			(149,476)	
<b>Ending Fund Balance</b>			<u>\$ (158,528)</u>	

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

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ 1,000	\$ 2,010	\$ 6,121	\$ 4,111
Other fees	1,100	1,100	829	(271)
Investment income	850	850	1,769	919
<b>Total Revenues</b>	<u>2,950</u>	<u>3,960</u>	<u>8,719</u>	<u>4,759</u>
<b><u>Expenditures</u></b>				
Roads and bridges	639,060	652,005	559,123	92,882
Capital outlay	25,000	123,346	123,346	-
Principal	25,000	25,000	15,029	9,971
Interest charges	-	2,838	2,838	-
<b>Total Expenditures</b>	<u>689,060</u>	<u>803,189</u>	<u>700,336</u>	<u>102,853</u>
<b>(Deficiency) of Revenues</b>				
<b>(Under) Expenditures</b>	<u>(686,110)</u>	<u>(799,229)</u>	<u>(691,617)</u>	<u>107,612</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	-	-	56,808	56,808
Transfers in	686,110	686,110	698,146	12,036
Sale of capital asset	-	57,790	75,389	17,599
<b>Total Other Financing Sources</b>	<u>686,110</u>	<u>743,900</u>	<u>830,343</u>	<u>86,443</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (55,329)</u>	138,726	<u>\$ 194,055</u>
Beginning fund balance			<u>554,173</u>	
<b>Ending Fund Balance</b>			<u>\$ 692,899</u>	

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

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Other fees	\$ 150	\$ 150	\$ 4,100	\$ 3,950
Investment income	850	850	1,210	360
<b>Total Revenues</b>	<u>1,000</u>	<u>1,000</u>	<u>5,310</u>	<u>4,310</u>
<b><u>Expenditures</u></b>				
Roads and bridges	576,254	702,549	625,591	76,958
Capital outlay	61,337	229,515	229,515	-
<b>Total Expenditures</b>	<u>637,591</u>	<u>932,064</u>	<u>855,106</u>	<u>76,958</u>
<b>(Deficiency) of Revenues</b> <b>(Under) Expenditures</b>	<u>(636,591)</u>	<u>(931,064)</u>	<u>(849,796)</u>	<u>81,268</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	-	-	198,100	198,100
Transfers in	654,289	654,289	741,577	87,288
Transfers (out)	(18,829)	(18,829)	(17,453)	1,376
Sale of capital asset	-	-	19,297	19,297
<b>Total Other Financing Sources</b>	<u>635,460</u>	<u>635,460</u>	<u>941,521</u>	<u>306,061</u>
<b>Net Change in Fund Balance</b>	<u>\$ (1,131)</u>	<u>\$ (295,604)</u>	91,725	<u>\$ 387,329</u>
Beginning fund balance			<u>355,813</u>	
<b>Ending Fund Balance</b>			<u>\$ 447,538</u>	

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND PRECINCT NO. 3**  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Other fees	\$ -	\$ -	\$ 3,153	\$ 3,153
Investment income	1,500	1,500	2,906	1,406
<b>Total Revenues</b>	<u>1,500</u>	<u>1,500</u>	<u>6,059</u>	<u>4,559</u>
<b><u>Expenditures</u></b>				
Roads and bridges	862,998	950,466	857,908	92,558
Capital outlay	80,000	141,960	141,960	-
<b>Total Expenditures</b>	<u>942,998</u>	<u>1,092,426</u>	<u>999,868</u>	<u>92,558</u>
<b>(Deficiency) of Revenues</b> <b>(Under) Expenditures</b>	<u>(941,498)</u>	<u>(1,090,926)</u>	<u>(993,809)</u>	<u>97,117</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	-	-	56,808	56,808
Transfers in	876,150	876,150	889,652	13,502
Sale of capital asset	-	-	27,686	27,686
<b>Total Other Financing Sources</b>	<u>876,150</u>	<u>876,150</u>	<u>974,146</u>	<u>97,996</u>
<b>Net Change in Fund Balance</b>	<u>\$ (65,348)</u>	<u>\$ (214,776)</u>	<u>(19,663)</u>	<u>\$ 195,113</u>
Beginning fund balance			<u>1,143,427</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,123,764</u>	

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND PRECINCT NO. 4**  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Other fees	\$ -	\$ -	\$ 378	\$ 378
Investment income	1,200	1,200	3,298	2,098
<b>Total Revenues</b>	<u>1,200</u>	<u>1,200</u>	<u>3,676</u>	<u>2,476</u>
<b><u>Expenditures</u></b>				
Roads and bridges	845,143	845,143	616,431	228,712
Capital outlay	50,000	226,471	226,470	1
<b>Total Expenditures</b>	<u>895,143</u>	<u>1,071,614</u>	<u>842,901</u>	<u>228,713</u>
<b>(Deficiency) of Revenues</b> <b>(Under) Expenditures</b>	<u>(893,943)</u>	<u>(1,070,414)</u>	<u>(839,225)</u>	<u>231,189</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	792,686	792,686	810,732	18,046
Transfers (out)	(17,850)	(17,850)	(14,486)	3,364
Sale of capital assets	-	-	18,327	18,327
<b>Total Other Financing Sources</b>	<u>774,836</u>	<u>774,836</u>	<u>814,573</u>	<u>39,737</u>
<b>Net Change in Fund Balance</b>	<u>\$ (119,107)</u>	<u>\$ (295,578)</u>	<u>(24,652)</u>	<u>\$ 270,926</u>
Beginning fund balance			<u>1,265,794</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,241,142</u>	

(This page intentionally left blank.)

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LAW LIBRARY**

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Other fees	\$ 7,500	\$ 6,530	\$ 6,530	\$ -
Investment income	100	-	-	-
<b>Total Revenues</b>	<u>7,600</u>	<u>6,530</u>	<u>6,530</u>	<u>-</u>
<b><u>Expenditures</u></b>				
Administration of justice	2,600	15,173	15,173	-
<b>Total Expenditures</b>	<u>2,600</u>	<u>15,173</u>	<u>15,173</u>	<u>-</u>
<b>(Deficiency) of Revenues</b> <b>(Under) Expenditures</b>	<u>5,000</u>	<u>(8,643)</u>	<u>(8,643)</u>	<u>-</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	5,000	5,000	8,644	3,644
<b>Total Other Financing Sources</b>	<u>5,000</u>	<u>5,000</u>	<u>8,644</u>	<u>3,644</u>
<b>Net Change in Fund Balance</b>	<u>\$ 10,000</u>	<u>\$ (3,643)</u>	1	<u>\$ 3,644</u>
Beginning fund balance			-	
<b>Ending Fund Balance</b>			<u>\$ 1</u>	

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COURTHOUSE SECURITY**

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Other fees	\$ 18,000	\$ 18,000	\$ 11,539	\$ (6,461)
Investment income	200	200	84	(116)
<b>Total Revenues</b>	<u>18,200</u>	<u>18,200</u>	<u>11,623</u>	<u>(6,577)</u>
<b><u>Expenditures</u></b>				
General government	43,074	43,074	37,673	5,401
Capital outlay	18,000	18,000	3,150	14,850
<b>Total Expenditures</b>	<u>61,074</u>	<u>61,074</u>	<u>40,823</u>	<u>20,251</u>
<b>Net Change in Fund Balance</b>	<u>\$ (42,874)</u>	<u>\$ (42,874)</u>	(29,200)	<u>\$ 13,674</u>
Beginning fund balance			<u>54,694</u>	
<b>Ending Fund Balance</b>			<u>\$ 25,494</u>	



**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY CLERK RMP**

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Other fees	\$ 100,000	\$ 100,000	\$ 101,136	\$ 1,136
Investment income	600	600	916	316
<b>Total Revenues</b>	<u>100,600</u>	<u>100,600</u>	<u>102,052</u>	<u>1,452</u>
<b>Expenditures</b>				
General government	256,981	256,981	9,070	247,911
Capital outlay	55,000	55,000	-	55,000
<b>Total Expenditures</b>	<u>311,981</u>	<u>311,981</u>	<u>9,070</u>	<u>302,911</u>
<b>Net Change in Fund Balance</b>	<u>\$ (211,381)</u>	<u>\$ (211,381)</u>	92,982	<u>\$ 304,363</u>
Beginning fund balance			<u>370,378</u>	
<b>Ending Fund Balance</b>			<u>\$ 463,360</u>	

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY RMP**

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Other fees	\$ 4,000	\$ 4,000	\$ 4,357	\$ 357
Investment income	350	350	182	(168)
<b>Total Revenues</b>	<u>4,350</u>	<u>4,350</u>	<u>4,539</u>	<u>189</u>
<b><u>Expenditures</u></b>				
General government	44,850	44,850	4,702	40,148
Capital outlay	14,500	14,500	94	14,406
<b>Total Expenditures</b>	<u>59,350</u>	<u>59,350</u>	<u>4,796</u>	<u>54,554</u>
<b>Net Change in Fund Balance</b>	<u>\$ (55,000)</u>	<u>\$ (55,000)</u>	(257)	<u>\$ 54,743</u>
Beginning fund balance			<u>81,452</u>	
<b>Ending Fund Balance</b>			<u>\$ 81,195</u>	

**TYLER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**JAIL INTEREST AND SINKING**  
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Investment income	\$ 1,500	\$ 1,500	\$ 2,224	\$ 724
Other revenue	1,000	1,000	350	(650)
<b>Total Revenues</b>	<u>2,500</u>	<u>2,500</u>	<u>2,574</u>	<u>74</u>
<b>Expenditures</b>				
Public safety	100,000	100,000	17,602	82,398
Capital outlay	2,500	2,500	-	2,500
<b>Total Expenditures</b>	<u>102,500</u>	<u>102,500</u>	<u>17,602</u>	<u>84,898</u>
<b>Net Change in Fund Balance</b>	<u>\$ (100,000)</u>	<u>\$ (100,000)</u>	(15,028)	<u>\$ 84,972</u>
Beginning fund balance			<u>977,560</u>	
<b>Ending Fund Balance</b>			<u>\$ 962,532</u>	

# TYLER COUNTY, TEXAS

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL EMERGENCY DISASTER RELIEF

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 474,506	\$ 474,506
Investment income	5,000	5,000	4,356	(644)
<b>Total Revenues</b>	5,000	5,000	478,862	473,862
<b>Expenditures</b>				
Public safety	1,805,000	1,805,000	-	1,805,000
<b>Total Expenditures</b>	1,805,000	1,805,000	-	1,805,000
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(1,800,000)	(1,800,000)	478,862	2,278,862
<b>Other Financing (Uses)</b>				
Transfers (out)	-	(1,125,000)	(28,226)	1,096,774
<b>Total Other Financing (Uses)</b>	-	(1,125,000)	(28,226)	1,096,774
<b>Net Change in Fund Balance</b>	\$ (1,800,000)	\$ (2,925,000)	450,636	\$ 3,375,636
Beginning fund balance			1,871,906	
<b>Ending Fund Balance</b>			\$ 2,322,542	

# TYLER COUNTY, TEXAS

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL DISTRICT CLERK RMP

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Other fees	\$ 2,970	\$ 2,970	\$ 2,040	\$ (930)
Investment income	-	-	2	2
<b>Total Revenues</b>	2,970	2,970	2,042	(928)
<b><u>Expenditures</u></b>				
General government	5,000	5,000	3,418	1,582
<b>Total Expenditures</b>	5,000	5,000	3,418	1,582
<b>(Deficiency) of Revenues (Under) Expenditures</b>	(2,030)	(2,030)	(1,376)	654
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	189	189
<b>Total Other Financing Sources</b>	-	-	189	189
<b>Net Change in Fund Balance</b>	\$ (2,030)	\$ (2,030)	(1,187)	\$ 843
Beginning fund balance			1,187	
<b>Ending Fund Balance</b>			\$ -	

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS (page 1 of 4)**  
**December 31, 2015**

	<u>CDA Trust</u>	<u>CDA State Appropriations</u>	<u>Alternate Dispute Resolution</u>	<u>State DPS Arrest Fees</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 17,671	\$ 2,612	\$ 349	\$ 26,447
<b>Total Assets</b>	<u>\$ 17,671</u>	<u>\$ 2,612</u>	<u>\$ 349</u>	<u>\$ 26,447</u>
<b><u>Liabilities</u></b>				
Due to other units	\$ 17,671	\$ 2,612	\$ 349	\$ 26,447
<b>Total Liabilities</b>	<u>\$ 17,671</u>	<u>\$ 2,612</u>	<u>\$ 349</u>	<u>\$ 26,447</u>

<u>State General Revenue</u>	<u>Supplement Court Guardianship</u>	<u>State TLFTA</u>	<u>State Time Payment</u>	<u>State Fugitive</u>	<u>State CCC</u>
\$ 54	\$ 14,282	\$ 5,295	\$ 11,347	\$ 141	\$ 23,950
<u>\$ 54</u>	<u>\$ 14,282</u>	<u>\$ 5,295</u>	<u>\$ 11,347</u>	<u>\$ 141</u>	<u>\$ 23,950</u>
\$ 54	\$ 14,282	\$ 5,295	\$ 11,347	\$ 141	\$ 23,950
<u>\$ 54</u>	<u>\$ 14,282</u>	<u>\$ 5,295</u>	<u>\$ 11,347</u>	<u>\$ 141</u>	<u>\$ 23,950</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS (page 2 of 4)**  
**December 31, 2015**

	<u>State Appellate Judicial</u>	<u>State DNA Testing Fee</u>	<u>State Drug Court Programs</u>	<u>State Indigent Defense</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 5,219	\$ 1,067	\$ 4,190	\$ 827
<b>Total Assets</b>	<b>\$ 5,219</b>	<b>\$ 1,067</b>	<b>\$ 4,190</b>	<b>\$ 827</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 5,219	\$ 1,067	\$ 4,190	\$ 827
<b>Total Liabilities</b>	<b>\$ 5,219</b>	<b>\$ 1,067</b>	<b>\$ 4,190</b>	<b>\$ 827</b>



<u>State Juvenile Crime and Detention</u>	<u>Tyler County Search and Rescue</u>	<u>Justice Court Technology</u>	<u>Corrective Management Inst. TX</u>	<u>State Tertiary Care</u>	<u>State Traffic Fee</u>
\$ 14	\$ 198	\$ 44,120	\$ 84	\$ 36,890	\$ 6,075
<u>\$ 14</u>	<u>\$ 198</u>	<u>\$ 44,120</u>	<u>\$ 84</u>	<u>\$ 36,890</u>	<u>\$ 6,075</u>
\$ 14	\$ 198	\$ 44,120	\$ 84	\$ 36,890	\$ 6,075
<u>\$ 14</u>	<u>\$ 198</u>	<u>\$ 44,120</u>	<u>\$ 84</u>	<u>\$ 36,890</u>	<u>\$ 6,075</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS (page 3 of 4)**  
**December 31, 2015**

	<u>State Bail Bond</u>	<u>State EMS Trauma</u>	<u>State Judicial Support Fees</u>	<u>Jury Reimbursement Fee</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 1,905	\$ 1,681	\$ 55,678	\$ 4,387
<b>Total Assets</b>	<u>\$ 1,905</u>	<u>\$ 1,681</u>	<u>\$ 55,678</u>	<u>\$ 4,387</u>
<b><u>Liabilities</u></b>				
Due to other units	\$ 1,905	\$ 1,681	\$ 55,678	\$ 4,387
<b>Total Liabilities</b>	<u>\$ 1,905</u>	<u>\$ 1,681</u>	<u>\$ 55,678</u>	<u>\$ 4,387</u>

<u>State CVC</u>	<u>State Judicial Education</u>	<u>Sheriff Department Cash Bond</u>	<u>Sheriff Jail Commissary and Inmate Trust</u>	<u>District Clerk Fee</u>	<u>District Clerk Trust</u>
\$ 1,968	\$ 47	\$ 107,996	\$ 35,117	\$ 22,269	\$ 1,187,653
<u>\$ 1,968</u>	<u>\$ 47</u>	<u>\$ 107,996</u>	<u>\$ 35,117</u>	<u>\$ 22,269</u>	<u>\$ 1,187,653</u>
\$ 1,968	\$ 47	\$ 107,996	\$ 35,117	\$ 22,269	\$ 1,187,653
<u>\$ 1,968</u>	<u>\$ 47</u>	<u>\$ 107,996</u>	<u>\$ 35,117</u>	<u>\$ 22,269</u>	<u>\$ 1,187,653</u>

**TYLER COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS (page 4 of 4)**  
**December 31, 2015**

	District Attorney Investigative	Tax Assessor Tax	Tax Assessor Auto	Tax Assessor VIT
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 2,983	\$ 4,172,947	\$ 115,471	\$ 13,547
<b>Total Assets</b>	\$ 2,983	\$ 4,172,947	\$ 115,471	\$ 13,547
<b><u>Liabilities</u></b>				
Due to other units	\$ 2,983	\$ 4,172,947	\$ 115,471	\$ 13,547
<b>Total Liabilities</b>	\$ 2,983	\$ 4,172,947	\$ 115,471	\$ 13,547

<u>County Clerk General</u>	<u>County Clerk Trust</u>	<u>District Attorney Seizure</u>	<u>Total Agency Funds</u>
\$ 19,565	\$ 51,312	\$ 22,267	\$ 6,017,625
<u>\$ 19,565</u>	<u>\$ 51,312</u>	<u>\$ 22,267</u>	<u>\$ 6,017,625</u>
\$ 19,565	\$ 51,312	\$ 22,267	\$ 6,017,625
<u>\$ 19,565</u>	<u>\$ 51,312</u>	<u>\$ 22,267</u>	<u>\$ 6,017,625</u>

(This page intentionally left blank.)