

ANNUAL FINANCIAL REPORT

of

TYLER COUNTY, TEXAS

**For the Year Ended
December 31, 2022**

(This page intentionally left blank.)

TYLER COUNTY, TEXAS

TABLE OF CONTENTS

December 31, 2022

<u>INTRODUCTORY SECTION</u>	<u>Page</u>
List of Elected and Appointed Officials	1
<u>FINANCIAL SECTION</u>	
Independent Auditors' Report	5
Management's Discussion and Analysis (Required Supplementary Information)	11
<u>BASIC FINANCIAL STATEMENTS</u>	
Government-Wide Financial Statements	
Statement of Net Position	21
Statement of Activities	22
Governmental Funds Financial Statements	
Balance Sheet – Governmental Funds	24
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	27
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	28
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	31
Fiduciary Funds Financial Statements	
Statement of Fiduciary Net Position – Custodial Funds	33
Statement of Changes in Fiduciary Net Position – Custodial Funds	35
Notes to Financial Statements	37
<u>REQUIRED SUPPLEMENTARY INFORMATION</u>	
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 Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Emergency Disaster Relief Fund	67
Schedule of Changes in Net Pension Liability and Related Ratios – Texas County and District Retirement System	68
Schedule of Contributions – Texas County and District Retirement System	70
Schedule of Changes in Total Other Postemployment Benefits Liability and Related Ratios – Retiree Healthcare Plan	72

TYLER COUNTY, TEXAS

TABLE OF CONTENTS (Continued)

December 31, 2022

<u>COMBINING STATEMENTS AND SCHEDULES</u>	<u>Page</u>
Combining Balance Sheet – Nonmajor Governmental Funds	76
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	84
Combining Balance Sheet – General Fund Sub-funds	92
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – General Fund Sub-funds	96
Combining Balance Sheet – Road and Bridge Funds	100
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Road and Bridge Funds	102
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Road and Bridge Funds	105
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Governmental Funds	110
Combining Statement of Fiduciary Net Position – Custodial Funds	114
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds	116

INTRODUCTORY SECTION

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
LIST OF ELECTED AND APPOINTED OFFICIALS
December 31, 2022

COMMISSIONERS' COURT:

Donald "Milton" Powers	County Judge
Joe Blacksher	Commissioner, Precinct #1
Doug Hughes	Commissioner, Precinct #2
Mike Marshall	Commissioner, Precinct #3
Charles "Buck" Hudson	Commissioner, Precinct #4

JUDICIAL:

Lucas Babin	District Attorney
Pamela Renee Crews	District Clerk

COUNTY COURT AT LAW:

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

JUSTICE COURTS:

Tina Self	Justice of Peace, Precinct #1
Ken Jobe	Justice of Peace, Precinct #2
Michael Hughes	Justice of Peace, Precinct #3
Jim Moore	Justice of Peace, Precinct #4

LAW ENFORCEMENT:

Bryan Weatherford	County Sheriff
Ronald Ford	Constable, Precinct #1
Casey Whitworth	Constable, Precinct #2
Tony Reynolds	Constable, Precinct #3
Anthony Ross	Constable, Precinct #4

FINANCIAL ADMINISTRATION:

Melissa Carson	Tax Assessor/Collector
Leann Monk	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:

Opinions

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, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2022, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note I.F.12. to the financial statements, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, *Leases*, in fiscal year 2022. Our opinion is not modified with respect to this matter.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and

maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

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

information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining statements and schedules are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2023 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

The logo for Belt Harris Pechacek, LLP features the company name in a stylized, cursive font. The letters 'B', 'H', and 'P' are significantly larger and more ornate than the other letters, which are in a smaller, simpler font. The full name 'BELT HARRIS PECHACEK, LLP' is written in all caps.

Belt Harris Pechacek, LLLP
Certified Public Accountants
Houston, Texas
October 25, 2023

(This page intentionally left blank.)

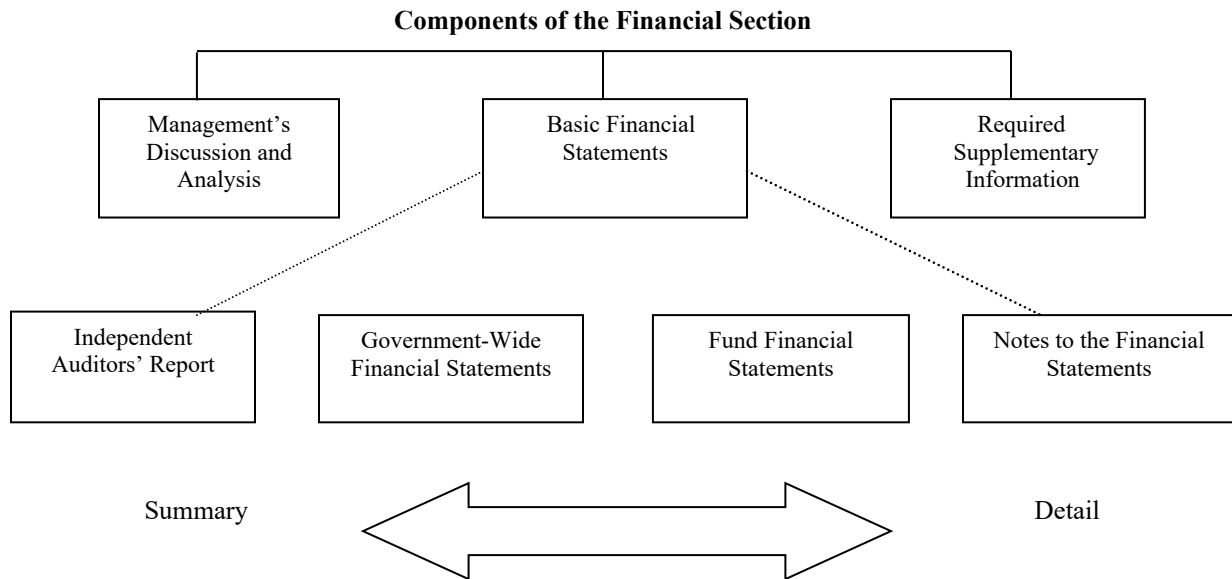
MANAGEMENT'S DISCUSSION AND ANALYSIS

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022

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, 2022. 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 at the front of this report 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 outflows/inflows 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 nonfinancial 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.

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

TYLER COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended December 31, 2022

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* – 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. Property tax, sales 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 34 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, road and bridge, and emergency disaster relief funds, which are considered to be major funds for reporting purposes. The American Rescue Plan Act fund is not considered a major fund for reporting purposes, however, the County elected to present it as a major due to its significance.

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 funds are not available to support the County's own programs. The County maintains 4 fiduciary funds. The County's fiduciary activities are reported separately in a statement of fiduciary net position and statement of changes in fiduciary net position.

TYLER COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended December 31, 2022

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, road and bridge, and emergency disaster relief funds, as well as schedules of changes in net pension and total other postemployment benefits (OPEB) liability and related ratios and a schedule of contributions for the Texas County and District Retirement System. 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 \$29,947,480 as of December 31, 2022. This compares with \$28,900,282 from the prior fiscal year. A portion of the County's net position, 39 percent, reflects its investments in capital assets (e.g., land, 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, 2022

Statement of Net Position

The following table reflects the condensed Statement of Net Position:

	Governmental Activities	
	2022	2021
Current and other assets	\$ 31,530,974	\$ 29,016,648
Noncurrent assets	19,612,534	15,311,138
Total Assets	51,143,508	44,327,786
Deferred outflows - pensions	1,312,939	1,677,096
Deferred outflows - OPEB	164,374	201,461
Total Deferred Outflows of Resources	1,477,313	1,878,557
Long-term liabilities	3,740,117	3,613,377
Other liabilities	2,795,368	1,476,591
Total Liabilities	6,535,485	5,089,968
Deferred inflows - property taxes	10,808,949	10,626,328
Deferred inflows - leases	92,000	122,667
Deferred inflows - grant funds	272,321	-
Deferred inflows - pensions	4,414,233	1,305,844
Deferred inflows - OPEB	550,353	161,254
Total Deferred Inflows of Resources	16,137,856	12,216,093
Net Position:		
Net investment in capital assets	11,851,612	12,423,887
Restricted	7,756,159	7,943,297
Unrestricted	10,339,709	8,533,098
Total Net Position	\$ 29,947,480	\$ 28,900,282

A portion of the County's net position, \$7,756,159 or 26 percent, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position, \$10,339,709 or 35 percent, may be used to meet the County's ongoing obligation to citizens and creditors.

Total assets increased by \$6,815,722, as a result of an increase in the net pension asset. There was a decrease in deferred outflows of resources of \$401,244. Both deferred outflows of resources from pensions and OPEB decreased due to changes in investment assumptions.

Total liabilities had an increase of \$1,445,517, which is related to changes in leases that were incurred during the fiscal year. Other liabilities increased primarily due to the increase in unearned revenue from the American Rescue Plan Act. Deferred inflows of resources also increased over prior year by \$3,921,763. The largest increase was in deferred inflows for pensions, which is related to the projected and actual investment earnings.

The County's total net position increased by \$1,047,198 during the current fiscal year.

TYLER COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended December 31, 2022

Statement of Activities

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

	<u>Governmental Activities</u>	
	<u>2022</u>	<u>2021</u>
Revenues		
Program revenues:		
Charges for services	\$ 1,409,732	\$ 1,732,197
Operating grants and contributions	1,554,823	1,370,437
Capital grants and contributions	392,696	264,112
General revenues:		
Taxes	12,001,258	11,486,381
Investment income	182,272	69,636
Other revenues	745,007	613,432
Total Revenues	<u>16,285,788</u>	<u>15,536,195</u>
Expenses		
General government	4,831,625	5,310,579
Administration of justice	925,946	1,076,548
Roads and bridges	4,705,810	4,312,552
Public safety	2,752,475	2,885,432
Health and human services	1,619,614	1,079,725
Community enrichment	90,720	414,971
Tax administration	281,915	307,467
Interest on long-term debt	30,486	61,729
Total Expenses	<u>15,238,590</u>	<u>15,449,003</u>
Change in Net Position	1,047,198	87,192
Beginning net position	<u>28,900,282</u>	<u>28,813,090</u>
Ending Net Position	<u>\$ 29,947,480</u>	<u>\$ 28,900,282</u>

Overall, governmental activities revenues increased \$749,593 as the County experienced an increase in taxes, investment earnings, capital grants and contributions, and other revenue. Taxes increased by \$514,877 and is related to an increase in property tax values in the County and increased sales tax revenue for the year. Other revenue also increased for the County, primarily due to the sale of equipment in the road and bridge fund. Total expenses decreased slightly from the prior year by \$210,413, which can be associated with a decrease in payroll-related costs.

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.

TYLER COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended December 31, 2022

The County's governmental funds reflect a combined fund balance of \$14,732,835. Of this, \$5,363,802 is unassigned and available for day-to-day operations of the County, \$12,748 is nonspendable, \$1,600,126 is assigned for various purposes, \$1,570,333 is restricted for road and bridge projects, and \$6,185,826 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 \$5,363,802. 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 59 percent of total general fund expenditures, while total fund balance represents 77 percent of total fund expenditures.

There was an increase in the general fund balance of \$516,454. Compared to prior year, general fund revenues decreased by \$392,650. Investment revenue increased over the prior year which can be attributed to the increase in investments for the County. Overall expenditures decreased for the County during the year by \$1,840,009, primarily due to the decrease in capital outlay.

The road and bridge fund experienced a decrease in fund balance of \$94,982, which can be attributed to an increase in road material and fuel costs during the year. The emergency disaster relief fund experienced a \$4,677 increase to fund balance. The increase is primarily the result of an increase in investment income, as well as limited expenditures during the year. The American Rescue Plan Act fund has \$2,257,269 in unearned revenue; only \$959,907 was recognized as grant revenues during the 2022 fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Actual general fund revenues were over final budgeted revenues by \$689,285 during the year. This net positive variance is attributable to property taxes, intergovernmental, interest, and other revenues exceeding the anticipated amount in the final budget projections. General fund disbursements were under the final budget by \$1,939,447.

CAPITAL ASSETS

At the end of year 2022, the County had invested \$13,701,098 in a variety of capital assets and infrastructure (net of accumulated depreciation). Major capital asset events during the current year include the following:

- Courthouse improvements of \$109,564
- Road improvements of \$287,396
- Road and bridge equipment of \$111,571
- Buyout acquisitions of \$197,166

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

LONG-TERM DEBT

At the end of the year, the County reported total leases payable of \$1,849,486. In addition, the County reported other long-term liabilities of \$1,890,631 related to a total OPEB liability and compensated absences.

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

TYLER COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended December 31, 2022

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The 2024 budget was met with challenges, but we were able to stay with the “no new revenue” rate to fund the budget. We are working tirelessly to bring economic development to Tyler County to further help relieve as much of the tax burden to the residents as possible. We have new subdivisions coming on the tax rolls that will help tremendously with our efforts to maintain quality services to our citizens. The Governor has also introduced legislation to assist with property taxes, as well as passing Senate Bill 22, which will greatly relieve expenses for law enforcement, as well as help the County. We are also working hard to obtain grants to further assist in our efforts to continue to help Tyler County grow and provide the best services possible to our residents. We look forward to 2024 seeing positive changes coming.

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, 2022

	<u>Primary Government Governmental Activities</u>
<u>Assets</u>	
Current assets:	
Cash and cash equivalents	\$ 7,061,039
Investments	10,617,173
Receivables, net	11,539,932
Due from other governments	2,300,082
Prepays	12,748
Total Current Assets	31,530,974
Noncurrent assets:	
Net pension asset	5,911,436
Nondepreciable	2,276,651
Net depreciable capital assets	11,424,447
Total Noncurrent Assets	19,612,534
	Total Assets 51,143,508
<u>Deferred Outflows of Resources</u>	
Deferred outflows - pensions	1,312,939
Deferred outflows - OPEB	164,374
Total Deferred Outflows of Resources	1,477,313
<u>Liabilities</u>	
Current liabilities:	
Accounts payable and accrued liabilities	509,237
Unearned revenue	2,286,131
Total Current Liabilities	2,795,368
Noncurrent liabilities:	
Long-term liabilities due within one year	629,432
Long-term liabilities due in more than one year	3,110,685
Total Noncurrent Liabilities	3,740,117
	Total Liabilities 6,535,485
<u>Deferred Inflows of Resources</u>	
Deferred inflows - property taxes	10,808,949
Deferred inflows - leases	92,000
Deferred inflows - grant funds	272,321
Deferred inflows - pensions	4,414,233
Deferred inflows - OPEB	550,353
Total Deferred Inflows of Resources	16,137,856
<u>Net Position</u>	
Net investment in capital assets	11,851,612
Restricted for:	
Road and bridge	1,570,333
Other purposes	6,185,826
Unrestricted	10,339,709
Total Net Position	\$ 29,947,480

See Notes to Financial Statements.

TYLER COUNTY, TEXAS

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General government	\$ 4,831,625	\$ 798,667	\$ 194,248	\$ -
Administration of justice	925,946	27,109	9,166	-
Roads and bridges	4,705,810	555,324	28,707	-
Public safety	2,752,475	28,632	362,795	392,696
Health and human services	1,619,614	-	959,907	-
Community enrichment	90,720	-	-	-
Tax administration	281,915	-	-	-
Interest and fiscal charges	30,486	-	-	-
Total Governmental Activities	\$ 15,238,590	\$ 1,409,732	\$ 1,554,823	\$ 392,696

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**

\$ (3,838,710)
(889,671)
(4,121,779)
(1,968,352)
(659,707)
(90,720)
(281,915)
(30,486)

(11,881,339)

10,826,253
1,175,005
182,272
745,007

12,928,537

1,047,198

28,900,282

\$ 29,947,480

TYLER COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

December 31, 2022

	<u>General</u>	<u>Road and Bridge</u>	<u>Emergency Disaster Relief</u>	<u>American Rescue Plan Act</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 1,850,767	\$ 1,376,250	\$ 120,663	\$ 2,289,269
Investments	5,659,795	303,580	4,047,729	-
Receivables, net	8,057,231	3,083,671	-	-
Due from other governments	1,661,362	638,720	-	-
Prepays	12,748	-	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 17,241,903	\$ 5,402,221	\$ 4,168,392	\$ 2,289,269
<u>Liabilities</u>				
Accounts payable	\$ 323,388	\$ 70,526	\$ 22	\$ -
Due to other funds	33,787	-	-	-
Unearned revenue	-	-	-	2,257,269
Total Liabilities	357,175	70,526	22	2,257,269
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - leases	92,000	-	-	-
Unavailable revenue - property taxes	9,816,052	3,761,362	-	-
Unavailable revenue - grant funds	-	-	-	-
Total Deferred Inflows of Resources	9,908,052	3,761,362	-	-
<u>Fund Balances</u>				
Nonspendable:				
Prepays	12,748	-	-	-
Restricted:				
Road and bridge funds	-	1,570,333	-	-
Other purposes	-	-	4,168,370	32,000
Assigned:				
Rodeo arena/fairgrounds	7,974	-	-	-
Economic development	60,184	-	-	-
Benevolence	4,464	-	-	-
Waste collection center	322,494	-	-	-
County right-of-way	710,280	-	-	-
Emergency operations center	255,066	-	-	-
Nutrition center	31,690	-	-	-
Courthouse restoration	139,310	-	-	-
Legislative services	68,664	-	-	-
Unassigned	5,363,802	-	-	-
Total Fund Balances	6,976,676	1,570,333	4,168,370	32,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 17,241,903	\$ 5,402,221	\$ 4,168,392	\$ 2,289,269

See Notes to Financial Statements.

<u>Nonmajor Governmental</u>	<u>Total Governmental Funds</u>
\$ 1,424,090	\$ 7,061,039
606,069	10,617,173
337,994	11,478,896
-	2,300,082
-	12,748
33,787	33,787
<u>\$ 2,401,940</u>	<u>\$ 31,503,725</u>
\$ 115,301	\$ 509,237
-	33,787
28,862	2,286,131
<u>144,163</u>	<u>2,829,155</u>
-	92,000
-	13,577,414
272,321	272,321
<u>272,321</u>	<u>13,941,735</u>
-	12,748
-	1,570,333
1,985,456	6,185,826
-	7,974
-	60,184
-	4,464
-	322,494
-	710,280
-	255,066
-	31,690
-	139,310
-	68,664
-	5,363,802
<u>1,985,456</u>	<u>14,732,835</u>
<u>\$ 2,401,940</u>	<u>\$ 31,503,725</u>

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
THE STATEMENT OF NET POSITION
December 31, 2022

Fund balances - total governmental funds \$ 14,732,835

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, are not reported in the governmental funds.

Nondepreciable capital assets	2,276,651
Depreciable capital assets, net	11,424,447

Other long-term assets are not available to pay for current period expenditures and, therefore, are either not recognized or are deferred in the governmental funds.

Court fines receivable	61,036
Deferred inflows - property taxes	2,768,465

Net pension asset, deferred outflows, and deferred inflows related to pension activity and other postemployment benefits (OPEB) are not current financial resources and, therefore, are not reported in the governmental funds.

Net pension asset	5,911,436
Deferred outflows - pensions	1,312,939
Deferred inflows - pensions	(4,414,233)
Deferred outflows - OPEB	164,374
Deferred inflows - OPEB	(550,353)

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	(629,432)
Long-term liabilities due in more than one year	(3,110,685)

Net Position of Governmental Activities \$ 29,947,480

See Notes to Financial Statements.

TYLER COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2022

	<u>General</u>	<u>Road and Bridge</u>	<u>Emergency Disaster Relief</u>	<u>American Rescue Plan Act</u>
<u>Revenues</u>				
Taxes	\$ 8,780,082	\$ 2,816,772	\$ -	\$ -
Intergovernmental	184,849	28,707	-	959,907
Auto registration	-	535,294	-	-
Other fees	777,869	15,343	-	-
Investment income	80,500	7,247	51,706	32,000
Other revenues	370,837	1,356	13,051	-
Total Revenues	<u>10,194,137</u>	<u>3,404,719</u>	<u>64,757</u>	<u>991,907</u>
<u>Expenditures</u>				
General government	4,953,647	-	-	-
Administration of justice	974,187	-	-	-
Road and bridges	-	3,571,756	-	-
Public safety	2,401,947	-	80	-
Health and human services	183,417	-	-	959,907
Community enrichment	90,720	-	-	-
Tax administration	307,570	-	-	-
Debt service:				
Principal	81,929	439,530	-	-
Interest	3,816	26,670	-	-
Capital outlay	117,860	1,066,901	-	-
Total Expenditures	<u>9,115,093</u>	<u>5,104,857</u>	<u>80</u>	<u>959,907</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,079,044	(1,700,138)	64,677	32,000
<u>Other Financing Sources (Uses)</u>				
Lease proceeds	-	955,329	-	-
Transfers in	57,781	294,800	-	-
Transfers (out)	(620,371)	-	(60,000)	-
Sale of capital assets	-	355,027	-	-
Total Other Financing Sources (Uses)	<u>(562,590)</u>	<u>1,605,156</u>	<u>(60,000)</u>	<u>-</u>
Net Change in Fund Balances	516,454	(94,982)	4,677	32,000
Beginning fund balances	<u>6,460,222</u>	<u>1,665,315</u>	<u>4,163,693</u>	<u>-</u>
Ending Fund Balances	<u>\$ 6,976,676</u>	<u>\$ 1,570,333</u>	<u>\$ 4,168,370</u>	<u>\$ 32,000</u>

See Notes to Financial Statements.

<u>Nonmajor Governmental</u>	<u>Total Governmental Funds</u>
\$ -	\$ 11,596,854
774,056	1,947,519
-	535,294
76,539	869,751
10,819	182,272
4,736	389,980
866,150	15,521,670
160,867	5,114,514
32,888	1,007,075
-	3,571,756
421,843	2,823,870
194,785	1,338,109
-	90,720
-	307,570
-	521,459
-	30,486
512,390	1,697,151
1,322,773	16,502,710
(456,623)	(981,040)
-	955,329
385,571	738,152
(57,781)	(738,152)
-	355,027
327,790	1,310,356
(128,833)	329,316
2,114,289	14,403,519
\$ 1,985,456	\$ 14,732,835

(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, 2022

Net changes in fund balances – total governmental funds \$ 329,316

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	1,695,583
Depreciation expense	(1,652,633)
Net effect of capital disposals	(181,355)

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

Property taxes	404,404
Court fines receivable	4,687

Net pension asset and total other postemployment benefits (OPEB) liability and deferred outflows and deferred inflows related to the County's pension and OPEB plans are not reported in the governmental funds.

Net pension asset	4,439,801
Deferred outflows - pensions	(364,157)
Deferred inflows - pensions	(3,108,389)
Total OPEB liability	344,154
Deferred outflows - OPEB	(37,087)
Deferred inflows - OPEB	(389,099)

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	304,758
Lease payments	216,701
Lease proceeds	(955,329)

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.

Accrued interest payable	32,867
Compensated absences	(37,024)

Change in Net Position of Governmental Activities	\$ 1,047,198
--	---------------------

See Notes to Financial Statements.

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
December 31, 2022

		<u>Total Custodial Funds</u>
<u>Assets</u>		
Cash and cash equivalents		\$ 8,044,680
	Total Assets	<u>8,044,680</u>
<u>Liabilities</u>		
Accounts payable		6,619
Due to other units		4,342,672
	Total Liabilities	<u>4,349,291</u>
<u>Net Position</u>		
Restricted for:		
Individuals, organizations or other governments		3,695,389
	Total Net Position	<u><u>\$ 3,695,389</u></u>

See Notes to Financial Statements.

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
For the Year Ended December 31, 2022

	<u>Total Custodial Funds</u>
<u>Additions</u>	
Intergovernmental	\$ 546,343
Taxes collected	28,927,175
Fees	2,643,670
Miscellaneous	85,969
Investment income	9,659
Total Additions	<u>32,212,816</u>
<u>Deductions</u>	
Distributions to others	32,197,246
Operating expenses	545,311
Total Deductions	<u>32,742,557</u>
Change in Net Position	(529,741)
Beginning net position	4,225,130
Ending Net Position	<u><u>\$ 3,695,389</u></u>

See Notes to Financial Statements.

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

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 general government, administration of 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 in a separate statement of fiduciary net position and statement of changes in fiduciary net position. *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, 2022

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 funds are considered major funds for reporting purposes:

Road and 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.

Emergency disaster relief fund – This fund is used to account for funds to be used for future disasters.

American Rescue Plan Act fund – This fund is used to account for funds related to the Coronavirus state and local fiscal funds grant. This fund is not considered a major fund for reporting purposes, however, the County elected to present it as a major fund due to its significance.

Additionally, the County reports the following fund types:

The *fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The County has the following types of fiduciary funds:

The *custodial funds* are custodial in nature and do not present results of operations or have a measurement focus. Custodial 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 a custodial 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.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

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.

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 right-to-use 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, 2022

2. Investments

Investments, except for certain investment pools, commercial paper, money market funds, and investment contracts, are reported at fair value. The investment pools operate in accordance with appropriate state laws and regulations and are reported at amortized cost. Investments in nonparticipating interest earning contracts, such as certificates of deposit, are reported at cost.

The County has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, Texas Government Code. In summary, the County is authorized to invest in the following:

- Direct obligations of the U.S. Government or U.S. Government agencies
- Fully collateralized certificates of deposit
- Money market mutual funds that meet certain criteria
- Bankers' acceptances
- Statewide investment pools

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

4. 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 (or \$25,000 for infrastructure) 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 acquisition 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	5 to 50 years
Infrastructure	5 to 50 years

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. 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 outflows/inflows of resources are amortized as follows:

- Deferred outflows/inflows from pension/other postemployment benefits (OPEB) activities are amortized over the average of the expected service lives of pension/OPEB plan members, except for the net differences between the projected and actual investment earnings on the pension/OPEB plan assets, which are amortized over a period of five years.
- For employer pension/OPEB plan contributions that were made subsequent to the measurement date through the end of the County's fiscal year, the amount is deferred and recognized as a reduction to the net pension/OPEB liability during the measurement period in which the contributions were made.
- For property taxes assessed for the next budget or fiscal year, the amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.
- For leases, the amounts are amortized over the terms of the leases.

At the fund level, the County has two types of items, which arise only under a modified accrual basis of accounting, that qualify for reporting in this category. Accordingly, the items, unavailable revenue, are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from leases and property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. 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.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

7. 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 straight-line 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, 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 right-to-use 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, 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.

8. 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.

9. 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.

10. 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).

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

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, 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.

11. 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, 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.

12. Leases

Lessee

The County is a lessee for noncancellable leases of equipment. The County recognizes a lease liability and an intangible, right-to-use lease asset (the "lease asset") in the government-wide financial statements. The County recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and the purchase option price that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the Statement of Net Position.

Lessor

The County is a lessor for a noncancellable lease. The County recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the County determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The County uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflow of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

13. Pensions

For the purposes of measuring the net pension liability/(asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS) and additions to/deductions from 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.

14. Other Postemployment Benefits

The County administers a single-employer, defined benefit OPEB plan. The County plan provides certain healthcare benefits for retired employees. Substantially all of the County's employees become eligible for the health benefits if they reach normal retirement age while working for the County. The County is currently following a pay-as-you-go approach, paying an amount each year equal to the claims paid. This means no assets are accumulated in a trust that meets the criteria in paragraph 4 of

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.*

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.

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 elected officials custodial 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 Generally Accepted Accounting Principles basis for all budgeted funds. Several supplemental budget appropriations were made for the year ended December 31, 2022.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As of December 31, 2022, the County had the following investments:

Investment Type	Value	Weighted Average Maturity (Years)
Certificates of deposit	\$ 10,613,961	0.34
TexPool	558	0.04
Texas CLASS	34	0.21
	\$ 10,614,553	
Portfolio weighted average maturity		0.34

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.

Credit risk. State law limits investments to obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than “A” or its equivalent. Furthermore, commercial paper must be rated not less than “A-1” or “P-1” or an equivalent rating by at least two nationally recognized credit rating agencies. As of December 31, 2022, the County’s investments in the investment pools were rated “AAAm” by Standard & Poor’s.

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, 2022, bank balances did not exceed the market values of pledged securities and FDIC insurance.

TexPool

TexPool was established as a trust company with the Treasurer of the State of Texas (the “State”) as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. Finally, Standard & Poor’s rates TexPool ‘AAAm’. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor’s, as well as to the office of the Comptroller of Public Accounts, for review.

TexPool is an external investment pool measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, TexPool must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity, and diversification requirements within TexPool. TexPool transacts at a net asset value of \$1.00 per share, has weighted average maturities of 60 days or less, and weighted average lives of 120 days or less. Investments held are highly rated by nationally recognized statistical rating organizations, have no more than five percent of portfolio with one issuer (excluding U.S. government securities), and can meet reasonably foreseeable redemptions. TexPool has a redemption notice period of one day and may redeem daily. TexPool may only impose restrictions on redemptions in

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

the event of a general suspension of trading on major securities markets, general banking moratorium, or national state of emergency that affects TexPool’s liquidity.

Texas CLASS

The Texas Cooperative Liquid Assets Securities System Trust (CLASS) is a public funds investment pool under Section 2256.016 of the Public Funds Investment Act, Texas Government Code, as amended. CLASS is created under an amended and restated trust agreement, dated as of December 14, 2011 (the “Agreement”), among certain Texas governmental entities investing in CLASS (the “Participants”), with Cutwater Investor Services Corporation as program administrator and Wells Fargo Bank Texas, NA as custodian. CLASS is not SEC registered and is not subject to regulation by the State. Under the Agreement, however, CLASS is administered and supervised by a seven-member board of trustees (the “Board”), whose members are investment officers of the Participants, elected by the Participants for overlapping two-year terms. In the Agreement and by resolution of the Board, CLASS has contracted with Cutwater Investors Service Corporation to provide for the investment and management of the public funds of CLASS. Separate financial statements for CLASS may be obtained from CLASS’ website at www.texasclass.com.

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:

	General	Road and Bridge	Nonmajor Governmental	Total
Property taxes	\$ 7,837,772	\$ 2,992,266	\$ -	\$ 10,830,038
Other taxes	232,883	-	-	232,883
Other receivables	93,232	130,458	337,994	561,684
Allowance for uncollectibles	(106,656)	(39,053)	-	(145,709)
	<u>\$ 8,057,231</u>	<u>\$ 3,083,671</u>	<u>\$ 337,994</u>	<u>\$ 11,478,896</u>

C. Leases Receivable

The County has entered into a lease (the “Agreement”) as a lessor for the use of their property. The Agreement is for five years. An initial lease receivable and deferred inflow of resources from leases are recorded in the amounts of \$122,667 at the beginning of the fiscal year. As of December 31, 2022, the value of the lease receivable is \$93,232. The lease revenue that was recorded for fiscal year 2022 was \$33,902, which consists of the interest payments on the lease receivable of \$3,235 and the amortization of the deferred inflow of resources from the lease of \$30,667.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

D. Capital Assets

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

	<u>Beginning Balance*</u>	<u>Increases</u>	<u>(Decreases)</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 121,553	\$ 197,166	\$ -	\$ 318,719
Construction in progress	1,560,673	397,259	-	1,957,932
Total capital assets not being depreciated	<u>1,682,226</u>	<u>594,425</u>	<u>-</u>	<u>2,276,651</u>
Other capital assets:				
Equipment	6,964,640	145,829	(925,943)	6,184,526
Buildings and improvements	4,855,369	-	-	4,855,369
Infrastructure	62,264,338	-	-	62,264,338
Right-to-use assets	1,110,858	955,329	-	2,066,187
Total other capital assets	<u>75,195,205</u>	<u>1,101,158</u>	<u>(925,943)</u>	<u>75,370,420</u>
Less accumulated depreciation for:				
Equipment	(5,675,125)	(474,947)	744,588	(5,405,484)
Buildings and improvements	(1,778,081)	(126,136)	-	(1,904,217)
Infrastructure	(55,584,722)	(499,209)	-	(56,083,931)
Right-to-use assets	-	(552,341)	-	(552,341)
Total accumulated depreciation	<u>(63,037,928)</u>	<u>(1,652,633)</u>	<u>744,588</u>	<u>(63,945,973)</u>
Other capital assets, net	<u>12,157,277</u>	<u>(551,475)</u>	<u>(181,355)</u>	<u>11,424,447</u>
Governmental Activities Capital Assets, Net	<u>\$ 13,839,503</u>	<u>\$ 42,950</u>	<u>\$ (181,355)</u>	<u>\$ 13,701,098</u>
			Less associated debt	<u>(1,849,486)</u>
			Net Investment in Capital Assets	<u>\$ 11,851,612</u>

* Beginning balances have been restated.

Depreciation was charged to governmental functions as follows:

General government	\$ 114,984
Roads and bridges	1,132,045
Health and human services	289,873
Public safety	115,731
Total Governmental Activities Depreciation Expense	<u>\$ 1,652,633</u>

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

E. 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, 2022. 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.

	<u>Beginning Balance*</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Notes payable	\$ 304,758	\$ -	\$ (304,758)	\$ -	\$ -
Leases payable	1,110,858	955,329	(216,701)	1,849,486 *	421,432
	<u>1,415,616</u>	<u>955,329</u>	<u>(521,459)</u>	<u>1,849,486</u>	<u>421,432</u>
Other:					
Compensated absences	194,087	205,144	(168,120)	231,111	208,000
Total OPEB liability	<u>2,003,674</u>	<u>-</u>	<u>(344,154)</u>	<u>1,659,520</u>	<u>-</u>
	2,197,761	205,144	(512,274)	1,890,631	208,000
Total Governmental Activities	<u>\$ 3,830,410</u>	<u>\$ 1,160,473</u>	<u>\$ (728,975)</u>	<u>\$ 3,740,117</u>	<u>\$ 629,432</u>

Long-term debt due in more than one year \$ 3,110,685

* Beginning balances have been restated.

* **Debt associated with capital assets** \$ 1,849,486

The County has entered into 23 various lease agreements for vehicles, printers, and copiers. These leases span in length from three to five years in term. An initial lease liability was recorded in the amount of \$1,110,858, with an addition of \$955,329 during the current fiscal year. As of December 31, 2022, the value of the lease liability was \$1,849,486. The value of the right-to-use assets as of the end of the current fiscal year was \$2,066,187 and had accumulation amortization of \$552,341. The future principal and interest payments related to these leases as of December 31, 2022 are as follows:

<u>Year Ending Dec. 31</u>	<u>Governmental Activities</u>	
	<u>Leases Payable</u>	
	<u>Principal</u>	<u>Interest</u>
2023	\$ 421,432	\$ 57,818
2024	511,422	43,132
2025	442,490	27,393
2026	132,098	14,503
2027	204,135	10,531
2028	137,909	4,068
Total	<u>\$ 1,849,486</u>	<u>\$ 157,445</u>

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

F. Interfund Transfers

Transfers between the primary governmental funds during the 2022 year were as follows:

<u>Transfers in</u>	<u>Transfers out</u>	<u>Amounts</u>
Road and bridge fund	Emergency disaster relief fund	\$ 60,000
General fund	Nonmajor governmental funds	57,781
Road and bridge fund	General fund	234,800
Nonmajor governmental funds	General fund	385,571
	Total	<u><u>\$ 738,152</u></u>

Amounts transferred between funds relate to amounts collected by the general fund, nonmajor governmental funds, and the emergency disaster fund for various governmental disbursements.

The composition of interfund balances as of December 31, 2022 is as follows:

<u>Due to</u>	<u>Due from</u>	<u>Amounts</u>
Nonmajor governmental funds	General fund	<u><u>\$ 33,787</u></u>

Amounts recorded as due to/from are considered to be temporary loans and will be repaid during the following year.

G. Restatement of Net Position/Fund Balance

Beginning net position and fund balance has been restated for the implementation of GASB 87, *Leases*. This restatement had no effect on beginning fund balance of the general fund.

	<u>Governmental Activities</u>	<u>General Fund</u>
Beginning net position/fund balance - as reported	\$ 28,977,619	\$ 6,460,222
Leases receivable	122,667	122,667
Deferred inflows of resources - leases	(122,667)	(122,667)
Right-to-use assets	1,110,858	-
Leases payable	(1,110,858)	-
Notes payable	1,327,891	-
Capital assets	(2,357,181)	-
Accumulated depreciation	951,953	-
Beginning Net Position/Fund Balance - Restated	<u><u>\$ 28,900,282</u></u>	<u><u>\$ 6,460,222</u></u>

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

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' (TAC) Workers' Compensation Self-Insurance Fund (the "Pool"). TAC created this Pool in 1974 to insure the County for workers' compensation related claims. The County also provides its employees benefits, including medical and life insurance, which the County obtains through the TAC's Insurance Trust Fund.

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 grant 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 amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

The County reports liabilities 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 claim liabilities are reported at year end.

C. Pension Plan

Texas County and District Retirement System

Plan Description

TCDRS is a statewide, agent multiple-employer, public-employee retirement system. TCDRS serves 780 actively participating counties and districts throughout Texas. Each employer maintains its own customized plan of benefits. Plan provisions are adopted by the governing body of each employer, within the options available in the TCDRS 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. TCDRS issues a publicly available annual comprehensive financial report that can be obtained at www.tcdrs.org.

All eligible employees of the County must be enrolled in the TCDRS.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

Benefits Provided

TCDRS provides retirement, disability, and death benefits. The benefit 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 TCDRS, 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 Commissioners' Court adopted the rate of seven percent as the contributed rate payable by the employee members for calendar year 2022. 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, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	102
Inactive employees entitled to, but not yet receiving, benefits	121
Active employees	157
Total	<u><u>380</u></u>

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 actuarial cost method.
- Investment income funds a large part of the benefits employees earn.

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.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

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 8.52 percent and 6.89 percent in calendar years 2022 and 2021, respectively. The County's contributions to TCDRS for the fiscal year ended December 31, 2022 was \$477,940 which were less than the required contributions.

Net Pension Liability/(Asset)

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

Actuarial Assumptions

The actuarial assumptions that determined the TPL as of December 31, 2021 were based on the results of an actuarial experience study for the period January 1, 2013 through December 31, 2016, except where required to be different by GASB Standard No. 68, *Accounting and Financial Reporting for Pensions* (GASB 68).

Key assumptions used in the December 31, 2021 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
Amortization Method	Level percentage of payroll, closed
Asset Valuation Method	5-year smoothed market
Inflation	2.5%
Salary Increases	Varies by age and service. 4.7% average over career, including inflation
Investment Rate of Return	7.5%
Cost-of-Living Adjustments	Cost-of-living adjustments for the County are not considered to be substantively automatic under GASB 68. Therefore, no 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, 2022

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	11.50%	3.80%
Global Equities	MSCI World (net) Index	2.50%	4.10%
International Equities - Developed	MSCI World Ex USA (net) Index	5.00%	3.80%
International Equities - Emerging	MSCI Emerging Markets (net) Index	6.00%	4.30%
Investment - Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	1.77%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.25%
Distressed Debt	Cambridge Associates Distressed Securities Index	4.00%	4.50%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.10%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	3.85%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.00%	5.10%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	25.00%	6.80%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	1.55%
Cash Equivalents	90-Day U.S. Treasury	2.00%	-1.05%

Discount Rate

The discount rate used to measure the TPL was 7.6 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, TCDRS'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, 2022

Changes in the NPL(A)

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
	(A)	(B)	(A) - (B)
Changes for the year:			
Service cost	\$ 881,351	\$ -	\$ 881,351
Interest	2,176,184	-	2,176,184
Change of benefit terms	-	-	-
Difference between expected and actual experience	(140,622)	-	(140,622)
Changes in assumptions	(77,825)	-	(77,825)
Contributions - employer	-	395,750	(395,750)
Contributions - employee	-	402,066	(402,066)
Net investment income	-	6,502,570	(6,502,570)
Benefit payments, including refunds of employee contributions	(1,160,470)	(1,160,470)	-
Administrative expense	-	(19,429)	19,429
Other changes	-	(2,069)	2,069
Net changes	1,678,618	6,118,418	(4,439,800)
Balance at December 31, 2020	28,322,254	29,793,889	(1,471,636)
Balance at December 31, 2021	\$ 30,000,872	\$ 35,912,307	\$ (5,911,436)

Sensitivity of the NPL/(A) to Changes in the Discount Rate

The following presents the NPL/(A) of the County, calculated using the discount rate of 7.6 percent, as well as what the County's NPL/(A) would be if it were calculated using a discount rate that is one percentage point lower 6.6% or one percentage point higher 8.6% than the current rate:

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
	(6.6%)	(7.6%)	(8.6%)
County's Net Pension (Asset)	\$ (2,088,123)	\$ (5,911,436)	\$ (9,137,632)

Pension Plan Fiduciary Net Position

Detailed information about the TCDRS 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.

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

For the fiscal year ended December 31, 2022, the County recognized pension income of \$490,346.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

At December 31, 2022, 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	\$ 55,638	\$ 276,923
Changes in actuarial assumptions	779,361	51,883
Difference between projected and actual investment earnings	-	4,085,427
Contributions subsequent to the measurement date	477,940	-
Total	\$ 1,312,939	\$ 4,414,233

\$477,940 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(A) for the fiscal year ending December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December	Pension Expense
2023	\$ (604,847)
2024	(1,149,042)
2025	(974,831)
2026	(850,514)
Thereafter	-
Total	\$ (3,579,234)

D. Other Postemployment 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 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 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.

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

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

The following provides a summary of the number of participants in the plan as of December 31, 2021:

Inactive employees or beneficiaries currently receiving benefits	34
Inactive employees entitled to, but not yet receiving, benefits	-
Active employees	<u>112</u>
Total	<u><u>146</u></u>

Total OPEB Liability

The County's total OPEB liability of \$1,659,520 was determined by an actuarial valuation as of December 31, 2022.

Actuarial Assumptions and Other Inputs

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

Actuarial cost method	Individual Entry - Age Normal
Inflation	2.50%
Salary increases	0.40% to 5.25%, not including wage inflation of 3.00%
Discount rate*	4.05% as of December 31, 2022
Demographic assumptions	Based on the experience study covering the four-year period ending December 31, 2020 as conducted for the TCDRS. For the OPEB valuation, the standard TCDRS retirement rates were adjusted to reflect the impact of the County's retiree medical plan design.
Mortality	For healthy retirees, the Pub-2010 General Retirees Tables for males and females are used with male rates multiplied by 135% and female rates multiplied by 120%. Those rates are projected on a fully generational basis based on 100% of the ultimate rates of mortality improvement scale MP-2021.
Healthcare trend rates	Initial rate of 7.00% declining to an ultimate rate of 4.25% after 15 years
Participation rates	95% for retirees eligible for a subsidy; 100% for retirees electing life insurance; 10% of retirees with coverage elect two-person coverage

*The discount rate changed from 1.84% as of December 31, 2021 to 4.05% as of December 31, 2022.

Funding Policy

The County has elected to finance the Plan on a pay-as-you-go basis, paying an amount each year equal to the claims paid.

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

Changes in the Total OPEB Liability

		Increase (Decrease)	Total OPEB Liability
Changes for the year:			
Service cost	\$	163,276	
Interest		38,018	
Change of benefit terms		-	
Difference between expected and actual experience		(211,707)	
Changes of assumptions		(295,530)	
Benefit payments		(38,211)	
	Net Changes		(344,154)
Balance at December 31, 2021			2,003,674
	Balance at December 31, 2022		\$ 1,659,520

Changes of assumptions reflect a change in the discount rate from 1.84% as of December 31, 2021 to 4.05% as of December 31, 2022.

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

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (3.05%)	Discount Rate (4.05%)	1% Increase (5.05%)
County's Total OPEB Liability	<u>\$ 1,816,005</u>	<u>\$ 1,659,520</u>	<u>\$ 1,521,238</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate:

	1% Decrease	Healthcare Trend Rate	1% Increase
County's Total OPEB Liability	<u>\$ 1,531,035</u>	<u>\$ 1,659,520</u>	<u>\$ 1,810,248</u>

TYLER COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended December 31, 2022

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended December 31, 2022, the County recognized OPEB expense of \$120,243.

The County reported deferred outflows/inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 8,068	\$ 258,661
Changes in actuarial assumptions	156,306	291,692
Total	\$ 164,374	\$ 550,353

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

Year Ended December 31	OPEB Expense Amount
2023	\$ (81,051)
2024	(81,051)
2025	(68,767)
2026	(66,121)
2027	(64,498)
Thereafter	(24,491)
Total	\$ (385,979)

E. Subsequent Events

On April 10, 2023, the County entered into three new leases for equipment totaling \$415,156, with interest rates ranging from 5.35 to 5.65 percent and maturity dates of April 14, 2026, May 14, 2027, and April 14, 2028. On May 22, 2023, the County entered into four leases for a total of \$172,940 for four 2023 Chevrolet Tahoes with an interest rate of 5.85 percent and a maturity date of December 15, 2027.

(This page intentionally left blank.)

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, 2022

	<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>		
<u>Revenues</u>				
Taxes	\$ 8,191,480	\$ 8,191,480	\$ 8,780,082	\$ 588,602
Intergovernmental	157,000	157,000	184,849	27,849
Other fees	904,325	904,325	777,869	(126,456)
Interest	30,780	30,780	80,500	49,720
Other revenues	221,267	221,267	370,837	149,570
Total Revenues	9,504,852	9,504,852	10,194,137	689,285
<u>Expenditures</u>				
General Government:				
General operations	3,620,468	3,620,468	3,219,559	400,909
County judge	162,219	162,219	155,647	6,572
County treasurer	104,800	105,191	105,191	-
County auditor	225,533	225,533	211,335	14,198
County clerk	408,545	439,148	439,148	-
Maintenance	645,843	645,843	554,440	91,403
County court	241,914	320,914	268,327	52,587
	<u>5,409,322</u>	<u>5,519,316</u>	<u>4,953,647</u>	<u>565,669</u>
Administration of Justice:				
Justice of the peace	329,986	329,986	307,361	22,625
District attorney	410,961	410,961	347,988	62,973
Judicial	84,965	84,965	66,677	18,288
District clerk	272,128	272,128	252,161	19,967
	<u>1,098,040</u>	<u>1,098,040</u>	<u>974,187</u>	<u>123,853</u>
Public Safety:				
Department of Public Safety	38,222	38,648	38,648	-
Sheriff's department jail	516,309	516,309	497,912	18,397
Sheriff's department office	1,722,353	1,722,353	1,586,550	135,803
Constables	201,641	201,641	180,306	21,335
Emergency operations center	186,334	186,334	98,531	87,803
	<u>2,664,859</u>	<u>2,665,285</u>	<u>2,401,947</u>	<u>263,338</u>
Health and Human Services:				
Veterans services	59,351	59,351	49,758	9,593
County extension	114,968	114,968	90,744	24,224
Health and sanitation	19,000	19,000	50	18,950
Nutrition center	63,200	63,200	42,865	20,335
	<u>256,519</u>	<u>256,519</u>	<u>183,417</u>	<u>73,102</u>

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, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Expenditures (continued)</u>				
Community Enrichment				
Airport	\$ 22,941	\$ 28,186	\$ 28,186	\$ -
Rodeo arena/fairgrounds	40,942	45,249	45,249	-
Economic development	10,600	10,600	5,750	4,850
Benevolence	1,000	1,000	60	940
Legislative services	10,500	10,500	-	10,500
County right-of-way	501,000	501,000	11,475	489,525
	<u>586,983</u>	<u>596,535</u>	<u>90,720</u>	<u>505,815</u>
Tax Administration				
Tax assessor/collector	320,707	320,707	307,570	13,137
	<u>320,707</u>	<u>320,707</u>	<u>307,570</u>	<u>13,137</u>
Debt Service				
Principal	26,710	81,929	81,929	-
Interest and fiscal charges	1,986	3,816	3,816	-
	<u>28,696</u>	<u>85,745</u>	<u>85,745</u>	<u>-</u>
Capital Outlay				
	<u>512,393</u>	<u>512,393</u>	<u>117,860</u>	<u>394,533</u>
Total Expenditures	<u>10,877,519</u>	<u>11,054,540</u>	<u>9,115,093</u>	<u>1,939,447</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	<u>(1,372,667)</u>	<u>(1,549,688)</u>	<u>1,079,044</u>	<u>2,628,732</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	1,100	1,100	57,781	56,681
Transfers (out)	<u>(305,000)</u>	<u>(627,091)</u>	<u>(620,371)</u>	<u>6,720</u>
Total Other Financing (Uses)	<u>(303,900)</u>	<u>(625,991)</u>	<u>(562,590)</u>	<u>63,401</u>
Net Change in Fund Balance	<u>\$ (1,676,567)</u>	<u>\$ (2,175,679)</u>	516,454	<u>\$ 2,692,133</u>
Beginning fund balance			<u>6,460,222</u>	
Ending Fund Balance			<u>\$ 6,976,676</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, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 2,551,870	\$ 2,551,870	\$ 2,816,772	\$ 264,902
Intergovernmental	127,000	127,000	28,707	(98,293)
Auto registration	510,000	510,000	535,294	25,294
Other fees	27,859	27,859	15,343	(12,516)
Investment income	5,700	5,700	7,247	1,547
Other revenue	250	250	1,356	1,106
Total Revenues	<u>3,222,679</u>	<u>3,222,679</u>	<u>3,404,719</u>	<u>182,040</u>
Expenditures				
Current:				
Roads and bridges	3,426,730	3,642,132	3,571,756	70,376
Debt Service				
Principal	271,303	439,530	439,530	-
Interest charges	59,766	59,766	26,670	33,096
	<u>331,069</u>	<u>499,296</u>	<u>466,200</u>	<u>33,096</u>
Capital Outlay	292,823	1,181,902	1,066,901	115,001
Total Expenditures	<u>4,050,622</u>	<u>5,323,330</u>	<u>5,104,857</u>	<u>218,473</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(827,943)</u>	<u>(2,100,651)</u>	<u>(1,700,138)</u>	<u>400,513</u>
Other Financing Sources (Uses)				
Lease proceeds	-	-	955,329	955,329
Transfers in	3,357,677	3,374,655	3,762,103	387,448
Transfers (out)	(3,148,408)	(3,467,303)	(3,467,303)	-
Sale of capital assets	-	-	355,027	355,027
Total Other Financing Sources	<u>209,269</u>	<u>(92,648)</u>	<u>1,605,156</u>	<u>1,697,804</u>
Net Change in Fund Balance	<u>\$ (618,674)</u>	<u>\$ (2,193,299)</u>	<u>(94,982)</u>	<u>\$ 2,098,317</u>
Beginning fund balance			<u>1,665,315</u>	
Ending Fund Balance			<u>\$ 1,570,333</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 REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
EMERGENCY DISASTER RELIEF FUND

For the Year Ended December 31, 2022

	<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>		
<u>Revenues</u>				
Other revenues	\$ -	\$ -	\$ 13,051	\$ 13,051
Investment income	5,000	5,000	51,706	46,706
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>64,757</u>	<u>59,757</u>
<u>Expenditures</u>				
Current:				
Public safety	760,277	760,277	80	760,197
Capital Outlay	44,723	44,723	-	44,723
Total Expenditures	<u>805,000</u>	<u>805,000</u>	<u>80</u>	<u>804,920</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	-	(60,000)	(60,000)	-
Total Other Financing Uses	<u>-</u>	<u>(60,000)</u>	<u>(60,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (800,000)</u>	<u>\$ (860,000)</u>	4,677	<u>\$ 864,677</u>
Beginning fund balance			<u>4,163,693</u>	
Ending Fund Balance			<u>\$ 4,168,370</u>	

Notes to Required Supplementary Information:

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

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, 2022

	Measurement Year*			
	2014	2015	2016	2017
Total Pension Liability				
Service cost	\$ 627,951	\$ 629,956	\$ 699,629	\$ 699,930
Interest (on the total pension liability)	1,436,071	1,524,880	1,600,432	1,713,281
Changes in benefit terms	(788)	(101,284)	-	-
Difference between expected and actual experience	(88,205)	(329,236)	(309,551)	1,496
Changes in assumptions	-	211,853	-	122,989
Benefit payments, including refunds of employee contributions	(873,220)	(997,586)	(968,610)	(939,297)
Net Change in Total Pension Liability	1,101,809	938,583	1,021,900	1,598,399
Beginning total pension liability	17,849,900	18,951,709	19,890,292	20,912,192
Ending Total Pension Liability	\$ 18,951,709	\$ 19,890,292	\$ 20,912,192	\$ 22,510,591
Plan Fiduciary Net Position				
Contributions - employer	\$ 564,834	\$ 508,134	\$ 534,233	\$ 3,358,420
Contributions - employee	303,700	321,025	339,349	348,893
Net investment income	1,178,307	(31,270)	1,328,129	2,820,121
Benefit payments, including refunds of employee contributions	(873,219)	(997,586)	(968,610)	(939,296)
Administrative expense	(13,651)	(13,044)	(14,490)	(16,376)
Other	(109,315)	(3,960)	(234,439)	36,940
Net Change in Plan Fiduciary Net Position	1,050,656	(216,701)	984,172	5,608,702
Beginning plan fiduciary net position	17,197,366	18,248,022	18,031,321	19,015,493
Ending Plan Fiduciary Net Position	\$ 18,248,022	\$ 18,031,321	\$ 19,015,493	\$ 24,624,195
Net Pension Liability/(Asset)	\$ 703,687	\$ 1,858,971	\$ 1,896,699	\$ (2,113,604)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability/(Asset)	96.29%	90.65%	90.93%	109.39%
Covered Payroll	\$ 4,338,577	\$ 4,586,125	\$ 4,848,558	\$ 4,984,180
Net Pension Liability/(Asset) as a Percentage of Covered Payroll	16.22%	40.53%	39.12%	-42.41%

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

Measurement Year*			
2018	2019	2020	2021
\$ 680,217	\$ 649,436	\$ 766,469	\$ 881,351
1,837,198	1,927,217	2,074,942	2,176,184
-	-	-	-
(314,521)	222,553	(366,349)	(140,622)
-	-	1,558,722	(77,825)
(1,038,918)	(1,083,508)	(1,101,796)	(1,160,470)
1,163,976	1,715,698	2,931,988	1,678,618
22,510,591	23,674,567	25,390,265	28,322,253
<u>\$ 23,674,567</u>	<u>\$ 25,390,265</u>	<u>\$ 28,322,253</u>	<u>\$ 30,000,871</u>
\$ 332,076	\$ 330,716	\$ 396,337	\$ 395,750
374,320	375,117	402,774	402,066
(462,457)	3,909,269	2,820,127	6,502,570
(1,038,918)	(1,083,508)	(1,101,795)	(1,160,470)
(19,118)	(20,807)	(21,801)	(19,429)
(7,354)	(8,956)	(6,329)	(2,069)
(821,451)	3,501,831	2,489,313	6,118,418
24,624,195	23,802,744	27,304,575	29,793,888
<u>\$ 23,802,744</u>	<u>\$ 27,304,575</u>	<u>\$ 29,793,888</u>	<u>\$ 35,912,306</u>
<u>\$ (128,177)</u>	<u>\$ (1,914,310)</u>	<u>\$ (1,471,635)</u>	<u>\$ (5,911,436)</u>
100.54%	107.54%	105.20%	119.70%
\$ 5,347,426	\$ 5,358,814	\$ 5,753,918	\$ 5,743,804
-2.40%	-35.72%	-25.58%	-102.92%

TYLER COUNTY, TEXAS
SCHEDULE OF CONTRIBUTIONS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
For the Year Ended December 31, 2022

	Fiscal Year*			
	2014	2015	2016	2017
Actuarially determined contribution	\$ 479,834	\$ 508,134	\$ 534,233	\$ 535,301
Contributions in relation to the actuarially determined contribution	564,834	508,134	534,233	3,358,420
Contribution deficiency (excess)	<u>\$ (85,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,823,119)</u>
Covered payroll	\$ 4,338,577	\$ 4,586,068	\$ 4,847,844	\$ 4,984,180
Contributions as a percentage of covered payroll	13.02%	11.08%	11.02%	67.38%

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

Notes to Required Supplementary Information:

1. Valuation Date:

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

2. Methods and Assumptions Used to Determine Contribution Rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	0 years
Asset valuation method	5-year smoothed market
Inflation	2.5%
Salary increases	Varies by age and service. 4.7% average over career, including inflation
Investment rate of return	7.5%
Retirement age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

3. Other Information:

There were no benefit changes during the year.

Fiscal Year*				
2018	2019	2020	2021	2022
\$ 332,076	\$ 330,639	\$ 354,441	\$ 365,880	\$ 478,772
332,076	330,716	396,337	395,750	477,940
<u>\$ -</u>	<u>\$ (77)</u>	<u>\$ (41,896)</u>	<u>\$ (29,870)</u>	<u>\$ 832</u>
\$ 5,347,426	\$ 5,358,814	\$ 5,753,918	\$ 5,743,804	\$ 5,619,395
6.21%	6.17%	6.89%	6.89%	8.51%

TYLER COUNTY, TEXAS
SCHEDULE OF CHANGES IN TOTAL OTHER POSTEMPLOYMENT BENEFITS
LIABILITY AND RELATED RATIOS - RETIREE HEALTHCARE PLAN
For the Year Ended December 31, 2022

	Measurement Year*			
	2018	2019	2020	2021
Total OPEB Liability				
Service cost	\$ 114,465	\$ 120,529	\$ 152,790	\$ 166,206
Interest (on the total OPEB liability)	47,639	53,975	45,497	35,903
Difference between expected and actual experience	-	8,199	(139,850)	6,013
Change of assumptions	(134,460)	29,196	115,361	106,348
Benefit payments**	(7,121)	(23,000)	(33,877)	(45,700)
Net Change in Total OPEB Liability	<u>20,523</u>	<u>188,899</u>	<u>139,921</u>	<u>268,770</u>
Beginning total OPEB liability	<u>1,385,561</u>	<u>1,406,084</u>	<u>1,594,983</u>	<u>1,734,904</u>
Ending Total OPEB Liability	<u>\$ 1,406,084</u>	<u>\$ 1,594,983</u>	<u>\$ 1,734,904</u>	<u>\$ 2,003,674</u>
Covered Payroll	\$ 4,066,755	\$ 5,636,202	\$ 6,046,347	\$ 5,297,542
Total OPEB Liability as a Percentage of Covered Payroll	34.58%	28.30%	28.69%	37.82%

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

** Due to the Plan being considered an unfunded OPEB plan under GASB 75, benefit payments are treated as being equal to the employer's yearly contributions for retirees.

Notes to Required Supplementary Information:

Changes in Assumptions:

Changes in assumptions reflect a change in the discount rate from 1.84% as of December 31, 2021 to 4.05% as of December 31, 2022.

Changes in Benefits:

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

Measurement
Year*
2022

\$ 163,276
38,018
(211,707)
(295,530)
(38,211)
(344,154)

2,003,674

\$ 1,659,520

\$ 5,060,734

32.79%

(This page intentionally left blank.)

***COMBINING STATEMENTS
AND SCHEDULES***

TYLER COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 1 of 4)
December 31, 2022

	Special Revenue Funds			
	District Clerk Appropriations	County Clerk RMP	County District Attorney Forfeiture	State Juvenile and Delinquency
<u>Assets</u>				
Cash and cash equivalents	\$ 49,623	\$ 87,196	\$ 9,177	\$ 330
Investments	-	606,069	-	-
Receivables	-	-	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 49,623	\$ 693,265	\$ 9,177	\$ 330
<u>Liabilities</u>				
Accounts payable	\$ -	\$ 399	\$ -	\$ -
Unearned revenue	-	-	-	-
Total Liabilities	-	399	-	-
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - grant funds	-	-	-	-
<u>Fund Balances</u>				
Restricted	49,623	692,866	9,177	330
Total Fund Balances	49,623	692,866	9,177	330
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 49,623	\$ 693,265	\$ 9,177	\$ 330

Special Revenue Funds

District Clerk RMP	Law Library	Jail Interest and Sinking	CDA Trust	Small Business Loan	Peace Officer Service Fee
\$ 8,726	\$ 74,273	\$ 528,788	\$ 15,826	\$ -	\$ 103,510
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 8,726</u>	<u>\$ 74,273</u>	<u>\$ 528,788</u>	<u>\$ 15,826</u>	<u>\$ -</u>	<u>\$ 103,510</u>
\$ -	\$ 1,120	\$ 6,678	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	<u>1,120</u>	<u>6,678</u>	-	-	-
-	-	-	-	-	-
8,726	73,153	522,110	15,826	-	103,510
<u>8,726</u>	<u>73,153</u>	<u>522,110</u>	<u>15,826</u>	<u>-</u>	<u>103,510</u>
<u>\$ 8,726</u>	<u>\$ 74,273</u>	<u>\$ 528,788</u>	<u>\$ 15,826</u>	<u>\$ -</u>	<u>\$ 103,510</u>

TYLER COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 2 of 4)
December 31, 2022

	<u>Special Revenue Funds</u>			
	<u>Courthouse Security</u>	<u>County RMP</u>	<u>TX CDBG DRS 220191</u>	<u>County District Attorney Fees</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 54,393	\$ 101,264	\$ -	\$ 662
Investments	-	-	-	-
Receivables	-	-	272,321	-
Due from other funds	-	-	33,787	-
Total Assets	\$ 54,393	\$ 101,264	\$ 306,108	\$ 662
<u>Liabilities</u>				
Accounts payable	\$ 3,974	\$ -	\$ 33,787	\$ -
Unearned revenue	-	-	-	-
Total Liabilities	3,974	-	33,787	-
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - grant funds	-	-	272,321	-
<u>Fund Balances</u>				
Restricted	50,419	101,264	-	662
Total Fund Balances	50,419	101,264	-	662
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 54,393	\$ 101,264	\$ 306,108	\$ 662

Special Revenue Funds

Civil Fees	Homeland Security	Child Welfare Board	Child Safety	Help America Vote Grant	District Court Technology
\$ 60,290	\$ 9,985	\$ 9,121	\$ 51,646	\$ 28,862	\$ 34,299
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 60,290</u>	<u>\$ 9,985</u>	<u>\$ 9,121</u>	<u>\$ 51,646</u>	<u>\$ 28,862</u>	<u>\$ 34,299</u>
\$ -	\$ -	\$ -	\$ 82	\$ -	\$ -
-	-	-	-	28,862	-
-	-	-	82	28,862	-
-	-	-	-	-	-
60,290	9,985	9,121	51,564	-	34,299
<u>60,290</u>	<u>9,985</u>	<u>9,121</u>	<u>51,564</u>	<u>-</u>	<u>34,299</u>
<u>\$ 60,290</u>	<u>\$ 9,985</u>	<u>\$ 9,121</u>	<u>\$ 51,646</u>	<u>\$ 28,862</u>	<u>\$ 34,299</u>

TYLER COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 3 of 4)
December 31, 2022

Special Revenue Funds

	TC Chapter 19	CDA State Appropriations	Alternate Dispute Resolutions	Harvey Round 1 (CDBG) 20-065-087-C248
<u>Assets</u>				
Cash and cash equivalents	\$ 5,000	\$ 78,251	\$ 32,933	\$ 3,430
Investments	-	-	-	-
Receivables	-	-	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 5,000	\$ 78,251	\$ 32,933	\$ 3,430
<u>Liabilities</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ 3,430
Unearned revenue	-	-	-	-
Total Liabilities	-	-	-	3,430
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - grant funds	-	-	-	-
<u>Fund Balances</u>				
Restricted	5,000	78,251	32,933	-
Total Fund Balances	5,000	78,251	32,933	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,000	\$ 78,251	\$ 32,933	\$ 3,430

Special Revenue Funds

<u>Tyler Search and Rescue</u>	<u>Justice Court Technology</u>	<u>CDBG GLO 22-119-009-D419</u>	<u>Supplement Court Guardianship</u>	<u>Water Improvement Grant - Fred</u>	<u>Sheriff Forfeiture</u>
\$ 202	\$ 48,429	\$ -	\$ 27,425	\$ -	\$ 449
-	-	-	-	-	-
-	-	50,173	-	15,500	-
-	-	-	-	-	-
<u>\$ 202</u>	<u>\$ 48,429</u>	<u>\$ 50,173</u>	<u>\$ 27,425</u>	<u>\$ 15,500</u>	<u>\$ 449</u>
\$ -	\$ 158	\$ 50,173	\$ -	\$ 15,500	\$ -
-	-	-	-	-	-
-	158	50,173	-	15,500	-
-	-	-	-	-	-
202	48,271	-	27,425	-	449
202	48,271	-	27,425	-	449
<u>\$ 202</u>	<u>\$ 48,429</u>	<u>\$ 50,173</u>	<u>\$ 27,425</u>	<u>\$ 15,500</u>	<u>\$ 449</u>

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 4 of 4)
December 31, 2022

	Total Nonmajor Governmental Funds
<u>Assets</u>	
Cash and cash equivalents	\$ 1,424,090
Investments	606,069
Receivables	337,994
Due from other funds	33,787
Total Assets	\$ 2,401,940
<u>Liabilities</u>	
Accounts payable	\$ 115,301
Unearned revenue	28,862
Total Liabilities	144,163
<u>Deferred Inflows of Resources</u>	
Unavailable revenue - grant funds	272,321
<u>Fund Balances</u>	
Restricted	1,985,456
Total Fund Balances	1,985,456
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,401,940

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 1 of 4)
For the Year Ended December 31, 2022

	Special Revenue Funds			
	District Clerk Appropriations	County Clerk RMP	County District Attorney Forfeiture	State Juvenile and Delinquency
Revenues				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Other fees	-	15,952	-	330
Investment income	130	6,891	24	-
Other revenues	-	-	-	-
Total Revenues	130	22,843	24	330
Expenditures				
Current:				
General government	-	35,024	-	-
Administration of justice	-	-	-	-
Public safety	-	-	-	-
Health and human services	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	35,024	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	130	(12,181)	24	330
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	130	(12,181)	24	330
Beginning fund balances	49,493	705,047	9,153	-
Ending Fund Balances	\$ 49,623	\$ 692,866	\$ 9,177	\$ 330

Special Revenue Funds

District Clerk RMP	Law Library	Jail Interest and Sinking	CDA Trust	Small Business Loan	Peace Officer Service Fee
\$ -	\$ -	\$ -	\$ -	\$ 6,796	\$ -
5,055	7,439	-	-	-	13,259
17	196	1,628	-	-	261
-	-	148	1,911	-	-
<u>5,072</u>	<u>7,635</u>	<u>1,776</u>	<u>1,911</u>	<u>6,796</u>	<u>13,520</u>
-	-	-	-	7,354	-
-	28,473	-	1,911	-	-
-	-	20,055	-	-	3,255
-	-	-	-	-	-
-	-	26,160	-	-	-
<u>-</u>	<u>28,473</u>	<u>46,215</u>	<u>1,911</u>	<u>7,354</u>	<u>3,255</u>
<u>5,072</u>	<u>(20,838)</u>	<u>(44,439)</u>	<u>-</u>	<u>(558)</u>	<u>10,265</u>
-	25,000	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	25,000	-	-	-	-
<u>5,072</u>	<u>4,162</u>	<u>(44,439)</u>	<u>-</u>	<u>(558)</u>	<u>10,265</u>
<u>3,654</u>	<u>68,991</u>	<u>566,549</u>	<u>15,826</u>	<u>558</u>	<u>93,245</u>
<u>\$ 8,726</u>	<u>\$ 73,153</u>	<u>\$ 522,110</u>	<u>\$ 15,826</u>	<u>\$ -</u>	<u>\$ 103,510</u>

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 2 of 4)
For the Year Ended December 31, 2022

	<u>Special Revenue Funds</u>			
	<u>Courthouse Security</u>	<u>County RMP</u>	<u>TX CDBG DRS 220191</u>	<u>County District Attorney Fees</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ 8,700	\$ -
Other fees	9,171	2,422	-	-
Investment income	207	264	-	-
Other revenues	-	-	-	-
Total Revenues	<u>9,378</u>	<u>2,686</u>	<u>8,700</u>	<u>-</u>
Expenditures				
Current:				
General government	115,716	-	-	-
Administration of justice	-	-	-	488
Public safety	-	-	82,487	-
Health and human services	-	-	-	-
Capital Outlay	-	-	198,534	-
Total Expenditures	<u>115,716</u>	<u>-</u>	<u>281,021</u>	<u>488</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(106,338)</u>	<u>2,686</u>	<u>(272,321)</u>	<u>(488)</u>
Other Financing Sources (Uses)				
Transfers in	75,200	-	272,321	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>75,200</u>	<u>-</u>	<u>272,321</u>	<u>-</u>
Net Change in Fund Balances	(31,138)	2,686	-	(488)
Beginning fund balances	81,557	98,578	-	1,150
Ending Fund Balances	<u>\$ 50,419</u>	<u>\$ 101,264</u>	<u>\$ -</u>	<u>\$ 662</u>

Special Revenue Funds

Civil Fees	Homeland Security	Child Welfare Board	Child Safety	Help America Vote Grant	District Court Technology
\$ -	\$ -	\$ -	\$ -	\$ 2,603	\$ -
2,424	-	-	18,683	-	596
154	26	23	152	-	89
1,697	-	980	-	-	-
<u>4,275</u>	<u>26</u>	<u>1,003</u>	<u>18,835</u>	<u>2,603</u>	<u>685</u>
170	-	-	-	2,603	-
-	-	-	-	-	-
-	-	-	38,686	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>170</u>	<u>-</u>	<u>-</u>	<u>38,686</u>	<u>2,603</u>	<u>-</u>
<u>4,105</u>	<u>26</u>	<u>1,003</u>	<u>(19,851)</u>	<u>-</u>	<u>685</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,105	26	1,003	(19,851)	-	685
<u>56,185</u>	<u>9,959</u>	<u>8,118</u>	<u>71,415</u>	<u>-</u>	<u>33,614</u>
<u>\$ 60,290</u>	<u>\$ 9,985</u>	<u>\$ 9,121</u>	<u>\$ 51,564</u>	<u>\$ -</u>	<u>\$ 34,299</u>

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 3 of 4)
For the Year Ended December 31, 2022

Special Revenue Funds

	<u>TC</u> <u>Chapter 19</u>	<u>CDA</u> <u>State</u> <u>Appropriations</u>	<u>Alternate</u> <u>Dispute</u> <u>Resolutions</u>	<u>Harvey</u> <u>Round 1 (CDBG)</u> <u>20-065-087-C248</u>
Revenues				
Intergovernmental	\$ -	\$ 9,166	\$ -	\$ 159,310
Other fees	-	-	-	-
Investment income	-	235	320	-
Other revenues	-	-	-	-
Total Revenues	<u>-</u>	<u>9,401</u>	<u>320</u>	<u>159,310</u>
Expenditures				
Current:				
General government	-	-	-	-
Administration of justice	-	-	-	-
Public safety	-	-	-	172,360
Health and human services	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>172,360</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	<u>-</u>	<u>9,401</u>	<u>320</u>	<u>(13,050)</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	13,050
Transfers (out)	-	(57,781)	-	-
Total Other Financing	<u>-</u>	<u>(57,781)</u>	<u>-</u>	<u>13,050</u>
Sources (Uses)	<u>-</u>	<u>(57,781)</u>	<u>-</u>	<u>13,050</u>
Net Change in Fund Balances	<u>-</u>	<u>(48,380)</u>	<u>320</u>	<u>-</u>
Beginning fund balances	<u>5,000</u>	<u>126,631</u>	<u>32,613</u>	<u>-</u>
Ending Fund Balances	<u>\$ 5,000</u>	<u>\$ 78,251</u>	<u>\$ 32,933</u>	<u>\$ -</u>

Special Revenue Funds

Tyler Search and Rescue	Justice Court Technology	CDBG GLO 22-119-009-D419	Supplement Court Guardianship	Water Improvement Grant - Fred	Sheriff Forfeiture
\$ -	\$ -	\$ 392,696	\$ -	\$ 194,785	\$ -
-	421	-	339	-	448
1	128	-	72	-	1
-	-	-	-	-	-
<u>1</u>	<u>549</u>	<u>392,696</u>	<u>411</u>	<u>194,785</u>	<u>449</u>
-	-	-	-	-	-
-	2,016	-	-	-	-
-	-	105,000	-	-	-
-	-	-	-	194,785	-
-	-	287,696	-	-	-
<u>-</u>	<u>2,016</u>	<u>392,696</u>	<u>-</u>	<u>194,785</u>	<u>-</u>
<u>1</u>	<u>(1,467)</u>	<u>-</u>	<u>411</u>	<u>-</u>	<u>449</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1	(1,467)	-	411	-	449
201	49,738	-	27,014	-	-
<u>\$ 202</u>	<u>\$ 48,271</u>	<u>\$ -</u>	<u>\$ 27,425</u>	<u>\$ -</u>	<u>\$ 449</u>

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 4 of 4)
For the Year Ended December 31, 2022

	Total Nonmajor Governmental Funds
<u>Revenues</u>	
Intergovernmental	\$ 774,056
Other fees	76,539
Investment income	10,819
Other revenues	4,736
Total Revenues	866,150
 <u>Expenditures</u>	
Current:	
General government	160,867
Administration of justice	32,888
Public safety	421,843
Health and human services	194,785
Capital Outlay	512,390
Total Expenditures	1,322,773
Excess (Deficiency) of Revenues Over (Under) Expenditures	(456,623)
 <u>Other Financing Sources (Uses)</u>	
Transfers in	385,571
Transfers (out)	(57,781)
Total Other Financing Sources (Uses)	327,790
Net Change in Fund Balances	(128,833)
Beginning fund balances	2,114,289
Ending Fund Balances	\$ 1,985,456

TYLER COUNTY, TEXAS
COMBINING BALANCE SHEET
GENERAL FUND SUB-FUNDS (Page 1 of 2)
December 31, 2022

	<u>General</u>	<u>Airport</u>	<u>Rodeo Arena/ Fairgrounds</u>	<u>Economic Development</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 247,491	\$ 354	\$ 8,698	\$ 60,184
Investments	5,659,795	-	-	-
Receivables, net	8,057,231	-	-	-
Due from other governments	1,661,362	-	-	-
Prepays	12,748	-	-	-
Total Assets	\$ 15,638,627	\$ 354	\$ 8,698	\$ 60,184
<u>Liabilities</u>				
Accounts payable	\$ 320,246	\$ 346	\$ 724	\$ -
Due to other funds	33,787	-	-	-
Total Liabilities	354,033	346	724	-
<u>Deferred Inflows of Resources</u>				
Deferred inflows of resources - leases	92,000	-	-	-
Unavailable revenue - property taxes	9,816,052	-	-	-
Total Deferred Inflows of Resources	9,908,052	-	-	-
<u>Fund Balances</u>				
Nonspendable	12,748	-	-	-
Assigned	-	-	7,974	60,184
Unassigned	5,363,794	8	-	-
Total Fund Balances	5,376,542	8	7,974	60,184
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 15,638,627	\$ 354	\$ 8,698	\$ 60,184

Benevolence	Waste Collection Center	County Right-of-Way	Emergency Operations Center	Nutrition Center	Courthouse Restoration
\$ 4,464	\$ 322,494	\$ 710,280	\$ 257,064	\$ 31,764	\$ 139,310
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 4,464</u>	<u>\$ 322,494</u>	<u>\$ 710,280</u>	<u>\$ 257,064</u>	<u>\$ 31,764</u>	<u>\$ 139,310</u>
\$ -	\$ -	\$ -	\$ 1,998	\$ 74	\$ -
-	-	-	-	-	-
-	-	-	1,998	74	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,464	322,494	710,280	255,066	31,690	139,310
-	-	-	-	-	-
<u>4,464</u>	<u>322,494</u>	<u>710,280</u>	<u>255,066</u>	<u>31,690</u>	<u>139,310</u>
<u>\$ 4,464</u>	<u>\$ 322,494</u>	<u>\$ 710,280</u>	<u>\$ 257,064</u>	<u>\$ 31,764</u>	<u>\$ 139,310</u>

(This page intentionally left blank.)

TYLER COUNTY, TEXAS
COMBINING BALANCE SHEET
GENERAL FUND SUB-FUNDS (Page 2 of 2)
December 31, 2022

	<u>Legislative Services</u>	<u>Interfund Activity Elimination</u>	<u>Total General Fund Sub-funds</u>
<u>Assets</u>			
Cash and cash equivalents	\$ 68,664	\$ -	\$ 1,850,767
Investments	-	-	5,659,795
Receivables, net	-	-	8,057,231
Due from other governments	-	-	1,661,362
Prepays	-	-	12,748
Total Assets	\$ 68,664	\$ -	\$ 17,241,903
<u>Liabilities</u>			
Accounts payable	\$ -	\$ -	\$ 323,388
Due to other funds	-	-	33,787
Total Liabilities	-	-	357,175
<u>Deferred Inflows of Resources</u>			
Deferred inflows of resources - leases	-	-	92,000
Unavailable revenue - property taxes	-	-	9,816,052
Total Deferred Inflows of Resources	-	-	9,908,052
<u>Fund Balances</u>			
Nonspendable	-	-	12,748
Assigned	68,664	-	1,600,126
Unassigned	-	-	5,363,802
Total Fund Balances	68,664	-	6,976,676
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 68,664	\$ -	\$ 17,241,903

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, 2022

	<u>General</u>	<u>Airport</u>	<u>Rodeo Arena/ Fairgrounds</u>	<u>Economic Development</u>
<u>Revenues</u>				
Taxes	\$ 8,780,082	\$ -	\$ -	\$ -
Intergovernmental	184,849	-	-	-
Other fees	773,139	4,730	-	-
Investment income	69,619	8	56	162
Other revenues	368,172	-	-	-
Total Revenues	<u>10,175,861</u>	<u>4,738</u>	<u>56</u>	<u>162</u>
<u>Expenditures</u>				
Current:				
General government	4,953,647	-	-	-
Administration of justice	974,187	-	-	-
Public safety	2,303,416	-	-	-
Health and human services	140,552	-	-	-
Community enrichment	-	28,186	45,249	5,750
Tax administration	307,570	-	-	-
Debt Service:				
Principal	81,929	-	-	-
Interest	3,816	-	-	-
Capital Outlay				
	8,296	-	-	-
Total Expenditures	<u>8,773,413</u>	<u>28,186</u>	<u>45,249</u>	<u>5,750</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,402,448</u>	<u>(23,448)</u>	<u>(45,193)</u>	<u>(5,588)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	57,781	21,244	20,200	10,500
Transfers (out)	(901,623)	-	-	-
Total Other Financing Sources (Uses)	<u>(843,842)</u>	<u>21,244</u>	<u>20,200</u>	<u>10,500</u>
Net Change in Fund Balances	558,606	(2,204)	(24,993)	4,912
Beginning fund balances	4,817,936	2,212	32,967	55,272
Ending Fund Balances	<u>\$ 5,376,542</u>	<u>\$ 8</u>	<u>\$ 7,974</u>	<u>\$ 60,184</u>

<u>Benevolence</u>	<u>Waste Collection Center</u>	<u>County Right-of-Way</u>	<u>Emergency Operations Center</u>	<u>Nutrition Center</u>	<u>Courthouse Restoration</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	843	9,016	670	126	-
-	-	-	765	1,900	-
<u>-</u>	<u>843</u>	<u>9,016</u>	<u>1,435</u>	<u>2,026</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	98,531	-	-
-	-	-	-	42,865	-
60	-	11,475	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	109,564
<u>60</u>	<u>-</u>	<u>11,475</u>	<u>98,531</u>	<u>42,865</u>	<u>109,564</u>
<u>(60)</u>	<u>843</u>	<u>(2,459)</u>	<u>(97,096)</u>	<u>(40,839)</u>	<u>(109,564)</u>
1,000	-	-	162,808	10,000	75,000
<u>-</u>	<u>-</u>	<u>(30,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,000</u>	<u>-</u>	<u>(30,000)</u>	<u>162,808</u>	<u>10,000</u>	<u>75,000</u>
940	843	(32,459)	65,712	(30,839)	(34,564)
<u>3,524</u>	<u>321,651</u>	<u>742,739</u>	<u>189,354</u>	<u>62,529</u>	<u>173,874</u>
<u>\$ 4,464</u>	<u>\$ 322,494</u>	<u>\$ 710,280</u>	<u>\$ 255,066</u>	<u>\$ 31,690</u>	<u>\$ 139,310</u>

(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, 2022

	Legislative Services	Interfund Activity Elimination	Total General Fund Sub-funds
Revenues			
Taxes	\$ -	\$ -	\$ 8,780,082
Intergovernmental	-	-	184,849
Other fees	-	-	777,869
Investment income	-	-	80,500
Other revenues	-	-	370,837
Total Revenues	-	-	10,194,137
Expenditures			
Current:			
General government	-	-	4,953,647
Administration of justice	-	-	974,187
Public safety	-	-	2,401,947
Health and human services	-	-	183,417
Community enrichment	-	-	90,720
Tax administration	-	-	307,570
Debt Service:			
Principal	-	-	81,929
Interest	-	-	3,816
Capital Outlay	-	-	117,860
Total Expenditures	-	-	9,115,093
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	1,079,044
Other Financing Sources (Uses)			
Transfers in	10,500	(311,252)	57,781
Transfers (out)	-	311,252	(620,371)
Total Other Financing Sources (Uses)	10,500	-	(562,590)
Net Change in Fund Balances	10,500	-	516,454
Beginning fund balances	58,164	-	6,460,222
Ending Fund Balances	\$ 68,664	\$ -	\$ 6,976,676

TYLER COUNTY, TEXAS

COMBINING BALANCE SHEET

ROAD AND BRIDGE FUNDS

December 31, 2022

	Road and Bridge General	Road and Bridge Precinct No. 1	Road and Bridge Precinct No. 2	Road and Bridge Precinct No. 3
<u>Assets</u>				
Cash and cash equivalents	\$ 317,550	\$ 388,078	\$ 2,367	\$ 290,913
Investments	-	-	-	-
Receivables, net	2,953,213	1,225	67,033	57,200
Due from other governments	638,720	-	-	-
Due from other funds	-	-	2,432	-
Total Assets	\$ 3,909,483	\$ 389,303	\$ 71,832	\$ 348,113
<u>Liabilities</u>				
Accounts payable	\$ -	\$ 13,485	\$ 16,055	\$ 18,554
Due to other funds	2,432	-	-	-
Total Liabilities	2,432	13,485	16,055	18,554
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	3,761,362	-	-	-
<u>Fund Balances</u>				
Restricted	145,689	375,818	55,777	329,559
Total Fund Balances	145,689	375,818	55,777	329,559
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,909,483	\$ 389,303	\$ 71,832	\$ 348,113

Road and Bridge Precinct No. 4	Interfund Activity Elimination	Total Road and Bridge Funds
\$ 377,342	\$ -	\$ 1,376,250
303,580	-	303,580
5,000	-	3,083,671
-	-	638,720
-	(2,432)	-
<u>\$ 685,922</u>	<u>\$ (2,432)</u>	<u>\$ 5,402,221</u>
\$ 22,432	\$ -	\$ 70,526
-	(2,432)	-
<u>22,432</u>	<u>(2,432)</u>	<u>70,526</u>
-	-	3,761,362
663,490	-	1,570,333
<u>663,490</u>	<u>-</u>	<u>1,570,333</u>
\$ 685,922	\$ (2,432)	\$ 5,402,221

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
ROAD AND BRIDGE FUNDS
For the Year Ended December 31, 2022

	Road and Bridge General	Road and Bridge Precinct No. 1	Road and Bridge Precinct No. 2	Road and Bridge Precinct No. 3
Revenues				
Property taxes	\$ 2,816,772	\$ -	\$ -	\$ -
Intergovernmental	28,707	-	-	-
Auto registration	535,294	-	-	-
Other fees	15,343	-	-	-
Investment income	-	1,432	213	213
Other revenue	-	-	-	59
Total Revenues	3,396,116	1,432	213	272
Expenditures				
Current:				
Roads and bridges	-	721,453	855,109	1,045,886
Debt Service:				
Principal	-	49,135	244,756	98,378
Interest charges	-	1,996	13,474	4,461
Capital Outlay	-	30,499	337,931	378,708
Total Expenditures	-	803,083	1,451,270	1,527,433
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,396,116	(801,651)	(1,451,057)	(1,527,161)
Other Financing Sources (Uses)				
Lease proceeds	-	-	256,859	378,708
Transfers in	-	783,782	1,026,937	1,029,557
Transfers (out)	(3,304,276)	(115,000)	(19,039)	(9,674)
Sale of capital assets	-	31,825	242,077	58,400
Total Other Financing Sources (Uses)	(3,304,276)	700,607	1,506,834	1,456,991
Net Change in Fund Balances	91,840	(101,044)	55,777	(70,170)
Beginning fund balances	53,849	476,862	-	399,729
Ending Fund Balances	\$ 145,689	\$ 375,818	\$ 55,777	\$ 329,559

Road and Bridge Precinct No. 4	Interfund Activity Elimination	Total Road and Bridge Funds
\$ -	\$ -	\$ 2,816,772
-	-	28,707
-	-	535,294
-	-	15,343
5,389	-	7,247
1,297	-	1,356
<u>6,686</u>	<u>-</u>	<u>3,404,719</u>
949,308	-	3,571,756
47,261	-	439,530
6,739	-	26,670
319,763	-	1,066,901
<u>1,323,071</u>	<u>-</u>	<u>5,104,857</u>
<u>(1,316,385)</u>	<u>-</u>	<u>(1,700,138)</u>
319,762	-	955,329
921,827	(3,467,303)	294,800
(19,314)	3,467,303	-
22,725	-	355,027
<u>1,245,000</u>	<u>-</u>	<u>1,605,156</u>
(71,385)	-	(94,982)
734,875	-	1,665,315
<u>\$ 663,490</u>	<u>\$ -</u>	<u>\$ 1,570,333</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, 2022

	<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>		
<u>Revenues</u>				
Property taxes	\$ 2,551,870	\$ 2,551,870	\$ 2,816,772	\$ 264,902
Intergovernmental	22,000	22,000	28,707	6,707
Auto registration	510,000	510,000	535,294	25,294
Other fees	27,859	27,859	15,343	(12,516)
Total Revenues	<u>3,111,729</u>	<u>3,111,729</u>	<u>3,396,116</u>	<u>284,387</u>
Excess of Revenues				
Over Expenditures				
	<u>3,111,729</u>	<u>3,111,729</u>	<u>3,396,116</u>	<u>284,387</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	<u>(3,111,729)</u>	<u>(3,304,276)</u>	<u>(3,304,276)</u>	-
Total Other Financing (Uses)	<u>(3,111,729)</u>	<u>(3,304,276)</u>	<u>(3,304,276)</u>	-
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (192,547)</u>	91,840	<u>\$ 284,387</u>
Beginning fund balance			<u>53,849</u>	
Ending Fund Balance			<u>\$ 145,689</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, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Investment income	\$ 1,800	\$ 1,800	\$ 1,432	\$ (368)
Other revenue	100	100	-	(100)
Total Revenues	<u>1,900</u>	<u>1,900</u>	<u>1,432</u>	<u>(468)</u>
<u>Expenditures</u>				
Current:				
Roads and bridges	684,874	739,874	721,453	18,421
Debt Service:				
Principal	40,282	49,135	49,135	-
Interest charges	10,850	10,850	1,996	8,854
Capital Outlay	<u>50,000</u>	<u>145,500</u>	<u>30,499</u>	<u>115,001</u>
Total Expenditures	<u>786,006</u>	<u>945,359</u>	<u>803,083</u>	<u>142,276</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(784,106)</u>	<u>(943,459)</u>	<u>(801,651)</u>	<u>141,808</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	756,258	773,236	783,782	10,546
Transfers (out)	-	(115,000)	(115,000)	-
Sale of capital assets	-	-	31,825	31,825
Total Other Financing Sources	<u>756,258</u>	<u>658,236</u>	<u>700,607</u>	<u>42,371</u>
Net Change in Fund Balance	<u>\$ (27,848)</u>	<u>\$ (285,223)</u>	<u>(101,044)</u>	<u>\$ 184,179</u>
Beginning fund balance			<u>476,862</u>	
Ending Fund Balance			<u>\$ 375,818</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, 2022

	<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>		
<u>Revenues</u>				
Intergovernmental	\$ 105,000	\$ 105,000	\$ -	\$ (105,000)
Investment income	1,200	1,200	213	(987)
Other revenue	150	150	-	(150)
Total Revenues	<u>106,350</u>	<u>106,350</u>	<u>213</u>	<u>(106,137)</u>
<u>Expenditures</u>				
Current:				
Roads and bridges	728,839	855,109	855,109	-
Debt Service:				
Principal	101,461	244,756	244,756	-
Interest charges	21,904	21,904	13,474	8,430
Capital Outlay	<u>112,823</u>	<u>337,931</u>	<u>337,931</u>	<u>-</u>
Total Expenditures	<u>965,027</u>	<u>1,459,700</u>	<u>1,451,270</u>	<u>8,430</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(858,677)</u>	<u>(1,353,350)</u>	<u>(1,451,057)</u>	<u>(97,707)</u>
<u>Other Financing Sources (Uses)</u>				
Lease proceeds	-	-	256,859	256,859
Transfers in	755,739	755,739	1,026,937	271,198
Transfers (out)	(18,829)	(19,039)	(19,039)	-
Sale of capital assets	-	-	242,077	242,077
Total Other Financing Sources	<u>736,910</u>	<u>736,700</u>	<u>1,506,834</u>	<u>770,134</u>
Net Change in Fund Balance	<u>\$ (121,767)</u>	<u>\$ (616,650)</u>	<u>55,777</u>	<u>\$ 672,427</u>
Beginning fund balance			-	
Ending Fund Balance			<u>\$ 55,777</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, 2022

	<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>		
<u>Revenues</u>				
Investment income	\$ 1,500	\$ 1,500	\$ 213	\$ (1,287)
Other revenue	-	-	59	59
Total Revenues	<u>1,500</u>	<u>1,500</u>	<u>272</u>	<u>(1,228)</u>
<u>Expenditures</u>				
Current:				
Roads and bridges	1,011,754	1,045,886	1,045,886	-
Debt Service:				
Principal	86,458	98,378	98,378	-
Interest charges	16,113	16,113	4,461	11,652
Capital Outlay	<u>80,000</u>	<u>378,708</u>	<u>378,708</u>	<u>-</u>
Total Expenditures	<u>1,194,325</u>	<u>1,539,085</u>	<u>1,527,433</u>	<u>11,652</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(1,192,825)</u>	<u>(1,537,585)</u>	<u>(1,527,161)</u>	<u>10,424</u>
<u>Other Financing Sources (Uses)</u>				
Lease proceeds	-	-	378,708	378,708
Transfers in	976,466	976,466	1,029,557	53,091
Transfers (out)	-	(9,674)	(9,674)	-
Sale of capital assets	-	-	58,400	58,400
Total Other Financing Sources	<u>976,466</u>	<u>966,792</u>	<u>1,456,991</u>	<u>490,199</u>
Net Change in Fund Balance	<u>\$ (216,359)</u>	<u>\$ (570,793)</u>	<u>(70,170)</u>	<u>\$ 500,623</u>
Beginning fund balance			<u>399,729</u>	
Ending Fund Balance			<u>\$ 329,559</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, 2022

	<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>		
<u>Revenues</u>				
Investment income	\$ 1,200	\$ 1,200	\$ 5,389	\$ 4,189
Other revenue	-	-	1,297	1,297
Total Revenues	<u>1,200</u>	<u>1,200</u>	<u>6,686</u>	<u>5,486</u>
<u>Expenditures</u>				
Current:				
Roads and bridges	1,001,263	1,001,263	949,308	51,955
Debt Service:				
Principal	43,102	47,261	47,261	-
Interest charges	10,899	10,899	6,739	4,160
Capital Outlay	<u>50,000</u>	<u>319,763</u>	<u>319,763</u>	<u>-</u>
Total Expenditures	<u>1,105,264</u>	<u>1,379,186</u>	<u>1,323,071</u>	<u>56,115</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(1,104,064)</u>	<u>(1,377,986)</u>	<u>(1,316,385)</u>	<u>61,601</u>
<u>Other Financing Sources (Uses)</u>				
Lease proceeds	-	-	319,762	319,762
Transfers in	869,214	869,214	921,827	52,613
Transfers (out)	(17,850)	(19,314)	(19,314)	-
Sale of capital assets	-	-	22,725	22,725
Total Other Financing Sources	<u>851,364</u>	<u>849,900</u>	<u>1,245,000</u>	<u>395,100</u>
Net Change in Fund Balance	<u>\$ (252,700)</u>	<u>\$ (528,086)</u>	<u>(71,385)</u>	<u>\$ 456,701</u>
Beginning fund balance			<u>734,875</u>	
Ending Fund Balance			<u>\$ 663,490</u>	

TYLER COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DISTRICT CLERK STATE APPROPRIATIONS
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Investment income	\$ 100	\$ 100	\$ 130	\$ 30
Total Revenues	<u>100</u>	<u>100</u>	<u>130</u>	<u>30</u>
Expenditures				
Administration of justice	48,592	48,592	-	48,592
Total Expenditures	<u>48,592</u>	<u>48,592</u>	<u>-</u>	<u>48,592</u>
Net Change in Fund Balance	<u>\$ (48,492)</u>	<u>\$ (48,492)</u>	130	<u>\$ 48,622</u>
Beginning fund balance			49,493	
Ending Fund Balance			<u>\$ 49,623</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, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other fees	\$ 100,000	\$ 100,000	\$ 15,952	\$ (84,048)
Investment income	600	600	6,891	6,291
Total Revenues	<u>100,600</u>	<u>100,600</u>	<u>22,843</u>	<u>(77,757)</u>
Expenditures				
Current:				
General government	280,303	280,303	35,024	245,279
Capital Outlay	55,000	55,000	-	55,000
Total Expenditures	<u>335,303</u>	<u>335,303</u>	<u>35,024</u>	<u>300,279</u>
Net Change in Fund Balance	<u>\$ (234,703)</u>	<u>\$ (234,703)</u>	(12,181)	<u>\$ 222,522</u>
Beginning fund balance			705,047	
Ending Fund Balance			<u>\$ 692,866</u>	

TYLER COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DISTRICT CLERK RMP
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other fees	\$ 2,970	\$ 2,970	\$ 5,055	\$ 2,085
Investment income	-	-	17	17
Total Revenues	<u>2,970</u>	<u>2,970</u>	<u>5,072</u>	<u>2,102</u>
Expenditures				
General government	5,000	5,000	-	5,000
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Net Change in Fund Balance	<u>\$ (2,030)</u>	<u>\$ (2,030)</u>	5,072	<u>\$ 7,102</u>
Beginning fund balance			<u>3,654</u>	
Ending Fund Balance			<u>\$ 8,726</u>	

TYLER COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LAW LIBRARY
For the Year Ended December 31, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other fees	\$ 7,500	\$ 7,500	\$ 7,439	\$ (61)
Investment income	100	100	196	96
Total Revenues	<u>7,600</u>	<u>7,600</u>	<u>7,635</u>	<u>35</u>
Expenditures				
Administration of justice	32,600	32,600	28,473	4,127
Total Expenditures	<u>32,600</u>	<u>32,600</u>	<u>28,473</u>	<u>4,127</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(25,000)</u>	<u>(25,000)</u>	<u>(20,838)</u>	<u>4,162</u>
Other Financing Sources (Uses)				
Transfers in	25,000	25,000	25,000	-
Total Other Financing Sources	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	4,162	<u>\$ 4,162</u>
Beginning fund balance			<u>68,991</u>	
Ending Fund Balance			<u>\$ 73,153</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, 2022

	<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>		
<u>Revenues</u>				
Investment income	\$ 1,500	\$ 1,500	\$ 1,628	\$ 128
Other revenue	1,000	1,000	148	(852)
Total Revenues	<u>2,500</u>	<u>2,500</u>	<u>1,776</u>	<u>(724)</u>
<u>Expenditures</u>				
Current:				
Public Safety	100,000	100,000	20,055	79,945
Capital outlay	2,500	26,160	26,160	-
Total Expenditures	<u>102,500</u>	<u>126,160</u>	<u>46,215</u>	<u>79,945</u>
Net Change in Fund Balance	<u>\$ (100,000)</u>	<u>\$ (123,660)</u>	(44,439)	<u>\$ 79,221</u>
Beginning fund balance			566,549	
Ending Fund Balance			<u>\$ 522,110</u>	

TYLER COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COURTHOUSE SECURITY
For the Year Ended December 31, 2022

	<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>		
<u>Revenues</u>				
Other fees	\$ 18,000	\$ 18,000	\$ 9,171	\$ (8,829)
Investment income	240	240	207	(33)
Total Revenues	<u>18,240</u>	<u>18,240</u>	<u>9,378</u>	<u>(8,862)</u>
<u>Expenditures</u>				
General government	118,034	118,034	115,716	2,318
Total Expenditures	<u>118,034</u>	<u>118,034</u>	<u>115,716</u>	<u>2,318</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(99,794)</u>	<u>(99,794)</u>	<u>(106,338)</u>	<u>(6,544)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	75,200	75,200	75,200	-
Total Other Financing Sources	<u>75,200</u>	<u>75,200</u>	<u>75,200</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (24,594)</u>	<u>\$ (24,594)</u>	(31,138)	<u>\$ (6,544)</u>
Beginning fund balance			81,557	
Ending Fund Balance			<u>\$ 50,419</u>	

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

For the Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Other fees	\$ 4,000	\$ 4,000	\$ 2,422	\$ (1,578)
Investment income	350	350	264	(86)
Total Revenues	<u>4,350</u>	<u>4,350</u>	<u>2,686</u>	<u>(1,664)</u>
<u>Expenditures</u>				
Current:				
General government	44,850	44,850	-	44,850
Capital Outlay	14,500	14,500	-	14,500
Total Expenditures	<u>59,350</u>	<u>59,350</u>	<u>-</u>	<u>59,350</u>
Net Change in Fund Balance	<u>\$ (55,000)</u>	<u>\$ (55,000)</u>	2,686	<u>\$ 57,686</u>
Beginning fund balance			<u>98,578</u>	
Ending Fund Balance			<u>\$ 101,264</u>	

TYLER COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COUNTY DISTRICT ATTORNEY FEES

For the Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Other fees	\$ 12,000	\$ 12,000	\$ -	\$ (12,000)
Total Revenues	<u>12,000</u>	<u>12,000</u>	<u>-</u>	<u>(12,000)</u>
<u>Expenditures</u>				
Administration of justice	15,963	15,963	488	15,475
Total Expenditures	<u>15,963</u>	<u>15,963</u>	<u>488</u>	<u>15,475</u>
Net Change in Fund Balance	<u>\$ (3,963)</u>	<u>\$ (3,963)</u>	(488)	<u>\$ 3,475</u>
Beginning fund balance			<u>1,150</u>	
Ending Fund Balance			<u>\$ 662</u>	

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
December 31, 2022

	Elected Officials	Texas Juvenile Justice Department Title IV E	Juvenile Probation	Adult Probation
<u>Assets</u>				
Cash and cash equivalents	\$ 7,720,890	\$ 36,202	\$ 127,495	\$ 160,093
Total Assets	7,720,890	36,202	127,495	160,093
<u>Liabilities</u>				
Accounts payable	-	-	6,414	205
Due to other units	4,342,672	-	-	-
Total Liabilities	4,342,672	-	6,414	205
<u>Net Position</u>				
Restricted for:				
Individuals, organizations, or other governments	3,378,218	36,202	121,081	159,888
Total Net Position	\$ 3,378,218	\$ 36,202	\$ 121,081	\$ 159,888

See Notes to Financial Statements.

**Total Custodial
Funds**

\$ 8,044,680
8,044,680

6,619
4,342,672
4,349,291

3,695,389
\$ 3,695,389

TYLER COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
For the Year Ended December 31, 2022

	<u>Elected Officials</u>	<u>Texas Juvenile Justice Department Title IV E</u>	<u>Juvenile Probation</u>	<u>Adult Probation</u>
<u>Additions</u>				
Intergovernmental	\$ -	\$ -	\$ 309,272	\$ 237,071
Taxes collected	28,927,175	-	-	-
Fees	2,568,509	-	-	75,161
Miscellaneous	85,969	-	-	-
Investment income	8,502	95	417	645
Total Additions	<u>31,590,155</u>	<u>95</u>	<u>309,689</u>	<u>312,877</u>
<u>Deductions</u>				
Distributions to others	32,197,246	-	-	-
Operating expenses	-	-	286,672	258,639
Total Deductions	<u>32,197,246</u>	<u>-</u>	<u>286,672</u>	<u>258,639</u>
Change in Net Position	(607,091)	95	23,017	54,238
Beginning net position	3,985,309	36,107	98,064	105,650
Ending Net Position	<u>\$ 3,378,218</u>	<u>\$ 36,202</u>	<u>\$ 121,081</u>	<u>\$ 159,888</u>

See Notes to Financial Statements.

**Total Custodial
Funds**

\$ 546,343
28,927,175
2,643,670
85,969
9,659

32,212,816

32,197,246
545,311

32,742,557

(529,741)

4,225,130

\$ 3,695,389

(This page intentionally left blank.)