

***REPORT OF EXAMINATION***

**COUNTY OF BLANCO,  
TEXAS**

***Johnson City, Texas***

**For the Year Ended  
September 30, 2009**

BLANCO COUNTY, TEXAS

BASIC FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2009

BLANCO COUNTY, TEXAS  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2009

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Independent Auditor's Report

Honorable Judge and County Commissioners  
County of Blanco, Texas  
Johnson City, TX 78636

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of County of Blanco as of and for the year ended September 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of County of Blanco's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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 of Blanco as of September 30, 2009, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages (3 through 9) and budgetary comparison information (pages 35 through 36) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2010 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 grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Blanco's basic financial statements. The combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Neffendorf, Knopp, Dooss & Company, P.C.*

NEFFENDORF, KNOPP, DOSS & COMPANY, P.C.  
Fredericksburg, Texas

March 30, 2010

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Blanco County, Texas, we offer readers of the County's financial statements this narrative overview and analysis of the financial statements of the County for the year ended September 30, 2009. Please read it in conjunction with the independent auditors' report on page 1, and County's Basic Financial Statements which begin on page 10.

### FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$10,168,900 (net assets). Of this amount, \$4,404,299 (unrestricted net assets) may be used to meet the County's ongoing obligations to citizen's and creditors.
- The County's net assets increased by \$932,966 as a result of this year's operations.
- At September 30, 2009, the County's governmental funds reported combined ending fund balances of \$11,623,234, an increase of \$6,903,996 in comparison with the prior year.
- At September 30, 2009, the unreserved fund balance of the general fund was \$4,005,978, or 108 percent of total general fund expenditures.
- In April 2009, the County issued \$6,500,000 Certificates of Obligation, Series 2009 for the construction of a new jail.

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Assets and the Statement of Activities (on pages 10 and 11). These provide information about the activities of the County as a whole and present a longer-term view of the County's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (on pages 10 & 11) report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. The remaining statements, fiduciary statements, provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the County.

The notes to the financial statements (starting on page 21) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The Budgetary Comparison Schedules (operating fund) are presented as required supplementary information on pages 35-36. The combining statements (starting on page 37) for nonmajor funds contain even more information about the County's individual funds.

## **Reporting the County as a Whole**

### ***The Statement of Net Assets and the Statement of Activities***

The analysis of the County's overall financial condition and operations begins on page 10. Its primary purpose is to show whether the County is better off or worse off as a result of the year's activities. The Statement of Net Assets includes all the County's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the County's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The County's revenues are divided into those provided by outside parties who pay for the costs of some programs and grants provided by the outside parties and agencies (program revenues), and revenues provided by the taxpayers or other unrestricted sources (general revenues). All the County's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the County's net assets and changes in them. The County's net assets (the difference between assets and liabilities) provide one measure of the County's financial health, or financial position. Over time, increases or decreases in the County's net assets are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the County, however, you should consider other factors as well, such as changes in the County's customers or its property tax base and the condition of the County's facilities.

In the Statement of Net Assets and the Statement of Activities, the County has one kind of activity:

➤ Governmental activity - Most of the County's basic services are reported here, including the public safety, roads and bridges, justice system, juvenile services, health and human services, culture and recreation, conservation and development and administration. Property taxes, grants, user charges, sales tax and other tax finance most of these activities.

## **Reporting the County's Most Significant Funds**

### ***Fund Financial Statements***

The fund financial statements on pages 10 & 11 provide detailed information about the most significant funds - not the County as a whole. Laws and contracts require the County to establish some funds, such as grants received from a government agency. The County's administration establishes many other funds to help it control and manage money for particular purposes.

➤ Governmental funds - Most of the County's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the County's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

Our analysis focuses on the net assets (Table I) and changes in net assets (Table II) of the County's governmental activities.

Net assets of the County's governmental activities increased from \$9,235,934 to \$10,168,900. Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - was \$4,404,299 at September 30, 2009. This increase in governmental net assets was the result of three factors. First, the County's revenues exceeded the expenditures by \$403,995. Second, the County retired long-term debt in the amount of \$446,044 and acquired capital assets in the amount of \$584,073. Third, the County recorded depreciation in the amount of \$418,187. Fourth, the County issued certificates of obligation of \$6,500,000.

**Table I**  
**Blanco County, Texas**

**NET ASSETS**  
in thousands

	Governmental Activities	
	2009	2008
Current and Other Assets	\$ 12,231	\$ 5,318
Capital Assets	4,746	4,580
Total Assets	<u>\$ 16,977</u>	<u>\$ 9,898</u>
Long-Term Liabilities	\$ 6,490	\$ 321
Other Liabilities	318	341
Total Liabilities	<u>\$ 6,808</u>	<u>\$ 662</u>
Net Assets:		
Invested in Capital Assets		
Net of Related Debt	\$ 4,510	\$ 4,130
Restricted	1,255	1,133
Unrestricted	4,404	3,973
Total Net Assets	<u>\$ 10,169</u>	<u>\$ 9,236</u>



**Table II**  
**Blanco County, Texas**

**CHANGES IN NET ASSETS**  
in thousands

	Governmental Activities	
	2009	2008
<b>Revenues:</b>		
Charges for Services	\$ 997	\$ 915
Property Taxes	3,530	3,525
Sales Tax	312	321
Other Taxes	9	10
Penalty and Interest	66	55
Investment Earnings	211	198
Miscellaneous	69	69
Grants	156	188
<b>Total Revenue</b>	<b>\$ 5,350</b>	<b>\$ 5,281</b>
<b>Expenses:</b>		
Financial Administration	\$ 83	\$ 81
Public Safety	1,315	1,313
General Administration	385	414
Tax Administration	332	321
Facilities Management	203	221
Roads and Bridges	639	511
Sanitation	91	91
Justice System	901	765
Juvenile Services	54	43
Health and Human Services	142	248
Culture and Recreation	-	8
Conservation and Development	88	86
Debt Service	184	30
<b>Total Expenses</b>	<b>\$ 4,417</b>	<b>\$ 4,132</b>
Special Item	-	(70)
Increase in Net Assets		
Before Transfers	\$ 933	\$ 1,079
Net Assets - Beginning of Year	9,236	8,157
Net Assets - End of Year	<b>\$ 10,169</b>	<b>\$ 9,236</b>

The cost of all governmental activities this year was \$4,417,290. However, as shown in the Statement of Activities on page 11, the amount that our taxpayers ultimately financed for these activities through County taxes was only \$3,529,955 because the other costs were paid by sales tax (\$311,424), capital grants (\$19,404), operating grants (\$119,989), user charges (\$997,260), investment earnings (\$211,387) and other miscellaneous (\$160,835).

#### THE COUNTY'S FUNDS

As the County completed the year, its governmental funds (as presented in the balance sheet on page 10) reported a combined fund balance of \$11,623,234 (including \$6,500,000 proceeds from certificates of obligation), which is more than last year's total of \$4,719,238. Included in this year's total change in fund balance is an increase of \$419,963 in the County's General Fund.

The Commissioner's Court adopted the General Fund Budget and Road and Bridge Fund Budgets. Actual expenditures in the General Fund and Road and Bridge Fund were less than the budgeted amounts.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

At the end of 2009, the County had \$9,428,485 invested in a broad range of capital assets, including land, buildings, vehicles and equipment and other improvements. This amount represents a net increase of \$519,903, or 6 percent, more than last year.

#### CAPITAL ASSETS in thousands

	Governmental Activities	
	2009	2008
Land	\$ 1,256	\$ 1,234
Buildings	3,013	2,978
Improvements	1,539	1,243
Machinery & Equipment	3,102	3,095
Vehicles	403	342
Construction in Progress	116	17
Total Capital Assets	\$ 9,429	\$ 8,909
Accumulated Depreciation	4,683	4,329
Capital Assets, Net	\$ 4,746	\$ 4,580

This year's major additions included:

Right of Way Acquisition	\$	22,000
Machinery & Equipment		70,849
Vehicles		61,065
Building Improvements		35,156
Road Improvements		295,804
Construction in Progress		<u>99,199</u>
 Totaling	\$	<u><u>584,073</u></u>

More detailed information about the County's capital assets is presented in Note 3.D. to the financial statements.

**DEBT**

At September 30, 2009, the County had the following outstanding debt:

**OUTSTANDING DEBT**  
in thousands

	Governmental Activities	
	<u>2009</u>	<u>2008</u>
Bonds Payable	\$ 6,500	\$ 200
Loans Payable	-	246
Total Outstanding Debt	<u>\$ 6,500</u>	<u>\$ 446</u>

In April, 2009, the County issued \$6,500,000 Certificates of Obligation, Series 2009 for the construction of a new jail.

At year-end the County had \$6,500,000 in certificates of obligation outstanding, an increase in total debt of 6,053,956 from the previous year. The County paid \$446,044 in principal on the outstanding long-term debt.

More detailed information about the County's long-term liabilities is presented in Note 3.F. to the financial statements.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County's elected and appointed officials considered many factors when setting the fiscal-year 2010 budget and tax rates. The major factors are the economy and population growth. These indicators were taken into account when adopting the General Fund and Road and Bridge Fund budgets for 2010. Amounts available for appropriation in the General Fund budget are \$5,840,240 and expenditures are estimated to be \$5,831,481. Estimated revenues for the Road and Bridge Fund are \$816,326 (including transfer from the general fund of \$241,626) and expenditures are estimated to be \$813,756.

If these estimates are realized, the County's budgetary General Fund and Road and Bridge Fund balances are expected to remain the same by the close of 2010.

## CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County's business office, at Blanco County, Texas, Johnson City, Texas.

**BASIC FINANCIAL STATEMENTS**

BLANCO COUNTY  
STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2009

EXHIBIT A-1

	Primary Government
	Governmental Activities
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 1,121,777
Investments - Current	10,550,226
Receivables (net of allowance for uncollectibles)	492,912
Capitalized Debt Issuance Costs	66,720
Capital Assets:	
Land	1,255,789
Buildings, net	923,343
Improvements other than Buildings, net	1,406,799
Machinery and Equipment, net	1,043,531
Construction in Progress	116,173
Total Assets	16,977,270
<b>LIABILITIES</b>	
Accounts Payable	78,884
Intergovernmental Payable	62,766
Accrued Interest Payable	166,720
Bonds Payable - Current	10,000
Noncurrent Liabilities	
Due in More Than One Year	6,490,000
Total Liabilities	6,808,370
<b>NET ASSETS</b>	
Invested in Capital Assets, Net of Related Debt	4,509,983
Restricted for:	
Restricted for Special Revenue	387,479
Restricted for Capital Projects	1,133
Restricted for Debt Service	866,006
Unrestricted Net Assets	4,404,299
Total Net Assets	\$ 10,168,900

The notes to the Financial Statements are an integral part of this statement.

BLANCO COUNTY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
<b>Primary Government:</b>			
<b>GOVERNMENTAL ACTIVITIES:</b>			
Financial Administration	\$ 82,588	\$ -	\$ -
General Administration	385,457	64,170	-
Tax Administration	332,415	16,092	-
Facilities Management	202,888	-	-
Public Safety	1,315,329	82,874	42,546
Roads & Bridges	638,983	427,215	17,248
Sanitation	91,368	36,008	5,000
Justice System	900,596	350,008	42,546
Juvenile Services	54,266	-	-
Health & Human Services	141,693	-	-
Culture and Recreation	200	-	-
Conservation and Development	87,917	18,337	12,649
Bond Interest	181,579	-	-
Fiscal Agent's Fees	700	-	-
Issuance Costs	1,310	-	-
<b>TOTAL PRIMARY GOVERNMENT:</b>	<b>\$ 4,417,289</b>	<b>\$ 994,704</b>	<b>\$ 119,989</b>

General Revenues:

Taxes:

Property Taxes, Levied for General Purposes

Property Taxes, Levied for Debt Service

Sales Taxes

Other Taxes

Penalty and Interest

Grants and Contributions Not Restricted

Miscellaneous Revenue

Investment Earnings

Total General Revenues

Change in Net Assets

Net Assets--Beginning

Net Assets--Ending

The notes to the Financial Statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Assets	
Capital Grants and Contributions	Primary Government Governmental
\$ -	\$ (82,588)
-	(321,287)
-	(316,323)
-	(202,888)
11,014	(1,178,895)
-	(194,520)
8,390	(41,970)
-	(508,042)
-	(54,266)
-	(141,693)
-	(200)
-	(56,931)
-	(181,579)
-	(700)
-	(1,310)
<u>\$ 19,404</u>	<u>(3,283,192)</u>

3,006,846
523,109
311,424
8,977
66,146
16,589
71,679
<u>211,388</u>
<u>4,216,158</u>
932,966
<u>9,235,934</u>
<u>\$ 10,168,900</u>



BLANCO COUNTY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2009

	General Fund	Road & Bridge Fund	Debt Service Fund
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 441,042	\$ 50,340	\$ 1,526
Investments - Current	4,500,000	-	-
Taxes Receivable	169,509	-	27,266
Allowance for Uncollectible Taxes (credit)	(8,475)	-	(1,363)
Receivables (Net)	62,513	2,738	-
Intergovernmental Receivables	27,450	-	-
Due from Other Funds	-	-	864,480
<b>Total Assets</b>	<b>\$ 5,192,039</b>	<b>\$ 53,078</b>	<b>\$ 891,909</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 58,560	\$ 6,684	\$ -
Wages and Salaries Payable	10,290	-	-
Intergovernmental Payable	62,766	-	-
Due to Other Funds	893,411	-	-
Deferred Revenues	161,034	-	25,903
<b>Total Liabilities</b>	<b>1,186,061</b>	<b>6,684</b>	<b>25,903</b>
<b>Fund Balances:</b>			
<b>Unreserved and Undesignated:</b>			
Reported in the General Fund	4,005,978	-	-
Reported in the Special Revenue Fund	-	46,394	-
Reported in the Debt Service Fund	-	-	866,006
Reported in the Capital Projects Fund	-	-	-
<b>Total Fund Balances</b>	<b>4,005,978</b>	<b>46,394</b>	<b>866,006</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 5,192,039</b>	<b>\$ 53,078</b>	<b>\$ 891,909</b>

The notes to the Financial Statements are an integral part of this statement.

Capital Projects Funds	Other Funds	Total Governmental Funds
\$ 316,895	\$ 311,974	\$ 1,121,777
6,050,226	-	10,550,226
-	-	196,775
-	-	(9,838)
-	180	65,431
-	-	27,450
-	28,931	893,411
<u>\$ 6,367,121</u>	<u>\$ 341,085</u>	<u>\$ 12,845,232</u>
\$ 3,350	\$ -	\$ 68,594
-	-	10,290
-	-	62,766
-	-	893,411
-	-	186,937
<u>3,350</u>	<u>-</u>	<u>1,221,998</u>
-	-	4,005,978
-	341,085	387,479
-	-	866,006
<u>6,363,771</u>	<u>-</u>	<u>6,363,771</u>
<u>6,363,771</u>	<u>341,085</u>	<u>11,623,234</u>
<u>\$ 6,367,121</u>	<u>\$ 341,085</u>	<u>\$ 12,845,232</u>

BLANCO COUNTY  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
 STATEMENT OF NET ASSETS  
 SEPTEMBER 30, 2009

<b>Total Fund Balances - Governmental Funds</b>	\$ 11,623,234
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$8,908,582 and the accumulated depreciation was \$4,328,834. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt in the governmental activities is to increase net assets.	4,133,704
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of including the 2009 capital outlays and debt principal payments is to increase net assets.	1,030,118
The 2009 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net assets.	(418,187)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, eliminating interfund transactions, reclassifying the proceeds of bond sales as an increase in bonds payable, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to decrease net assets.	(6,199,969)
<b>Net Assets of Governmental Activities</b>	\$ 10,168,900

The notes to the Financial Statements are an integral part of this statement.

**BLANCO COUNTY  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Fund	Fund	Fund	
	Debt	Road &	General	Service
	Fund	Bridge	Fund	Fund
	-	-	-	-
<b>REVENUES:</b>				
Taxes:				
Property Taxes	528,960	-	3,040,478	\$
General Sales and Use Taxes	-	-	311,424	\$
Other Taxes	-	-	8,977	
Licenses and Permits	-	-	28,427	
Intergovernmental Revenue and Grants	-	14,754	141,228	
Charges for Services	-	-	330,238	
Fines	-	144,031	-	
Investment Earnings	-	-	199,231	
Rents and Royalties	-	-	17,631	
Other Revenue	-	-	39,206	
<b>Total Revenues</b>	<b>528,960</b>	<b>586,000</b>	<b>4,116,840</b>	
<b>EXPENDITURES:</b>				
Current:				
General Government:				
Financial Administration	-	-	74,429	
General Administration	-	-	324,779	
Tax Administration	-	-	299,574	
Facilities Management	-	-	182,844	
Public Safety	-	-	1,178,407	
Roads & Bridges	-	575,854	-	
Sanitation	-	-	82,341	
Justice System	-	-	781,470	
Juvenile Services	-	-	48,905	
Health & Human Services	-	-	120,124	
Culture and Recreation	-	-	200	
Conservation and Development	-	-	79,231	
Debt Service:				
Bond Principal	446,044	-	-	
Bond Interest	18,564	-	-	
Fiscal Agent's Fees	300	-	-	
Issuance Costs	-	-	-	
Capital Outlay:				
Capital Outlay	-	-	-	
Capital Outlay	-	333,804	167,475	
<b>Total Expenditures</b>	<b>464,908</b>	<b>909,658</b>	<b>3,339,779</b>	
Excess (Deficiency) of Revenues Over (Under) Expenditures	64,052	(323,658)	777,061	
<b>OTHER FINANCING SOURCES (USES):</b>				
Capital-related Debt Issued (Regular Bonds)	-	-	5,000	
Transfers In	-	362,099	-	
Transfers Out (Use)	-	-	(362,099)	
Total Other Financing Sources (Uses)	-	362,099	(357,099)	
Net Change in Fund Balances	64,052	38,441	419,962	
Fund Balance - October 1 (Beginning)	801,954	7,953	3,586,016	
Fund Balance - September 30 (Ending)	\$ 866,006	\$ 46,394	\$ 4,005,978	

The notes to the Financial Statements are an integral part of this statement.  
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Capital Projects Funds	Other Funds	Total Governmental Funds
\$ -	\$ -	\$ 3,569,438
-	-	311,424
-	-	8,977
-	-	455,642
-	-	155,982
-	92,964	423,202
-	-	144,031
12,157	-	211,388
-	-	17,631
-	-	39,206
<u>12,157</u>	<u>92,964</u>	<u>5,336,921</u>
-	-	74,429
-	22,849	347,628
-	-	299,574
-	-	182,844
-	7,950	1,186,357
-	-	575,854
-	-	82,341
-	30,692	812,162
-	-	48,905
-	7,570	127,694
-	-	200
-	-	79,231
-	-	446,044
-	-	18,564
400	-	700
68,030	-	68,030
<u>81,089</u>	<u>-</u>	<u>582,368</u>
<u>149,519</u>	<u>69,061</u>	<u>4,932,925</u>
<u>(137,362)</u>	<u>23,903</u>	<u>403,996</u>
6,500,000	-	6,500,000
-	-	367,099
-	(5,000)	(367,099)
<u>6,500,000</u>	<u>(5,000)</u>	<u>6,500,000</u>
6,362,638	18,903	6,903,996
1,133	322,182	4,719,238
<u>\$ 6,363,771</u>	<u>\$ 341,085</u>	<u>\$ 11,623,234</u>

BLANCO COUNTY  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

<b>Total Net Change in Fund Balances - Governmental Funds</b>	\$	6,903,996
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the 2009 capital outlays and debt principal payments is to increase net assets.		1,030,118
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net assets.		(418,187)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, reclassifying the proceeds of bond sales, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to decrease net assets.		(6,582,961)
<b>Change in Net Assets of Governmental Activities</b>	<b>\$</b>	<b>932,966</b>

The notes to the Financial Statements are an integral part of this statement.

BLANCO COUNTY  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2009

	Private Purpose Trust Fund	Agency Fund
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 82,824	\$ 270,658
Investments - Current	36,500	-
Total Assets	<u>119,324</u>	<u>\$ 270,658</u>
<b>LIABILITIES</b>		
Accounts Payable	21,664	\$ -
Due to Others	-	270,658
Total Liabilities	<u>21,664</u>	<u>\$ 270,658</u>
<b>NET ASSETS</b>		
Unrestricted Net Assets	<u>97,660</u>	
Total Net Assets	<u>\$ 97,660</u>	

The accompanying notes are an integral part of this statement.

BLANCO COUNTY  
 STATEMENT OF CHANGES IN FIDUCIARY FUND NET ASSETS  
 FIDUCIARY FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Private Purpose Trust Fund
<b>ADDITIONS:</b>	
Investment Earnings	\$ 945
Rents and Royalties	9,659
Total Additions	<u>10,604</u>
<b>DEDUCTIONS:</b>	
Other Operating Expenses	<u>10,604</u>
Total Deductions	<u>10,604</u>
Change in Net Assets	-
Total Net Assets - October 1 (Beginning)	<u>97,660</u>
Total Net Assets - September 30 (Ending)	<u><u>\$ 97,660</u></u>

The notes to the Financial Statements are an integral part of this statement.



BLANCO COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Blanco County have been prepared in accordance with Generally Accepted Accounting Principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

1.A. FINANCIAL REPORTING ENTITY

The County is an independent unit and is managed by a governing body of elected officials. The accompanying financial statements present the County's primary government.

In evaluating how to define the government, for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement 14. The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Based on the foregoing criteria, there were no component units identified that would require inclusion in this report.

1.B. BASIS OF PRESENTATION

***Government-wide Financial Statements:***

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

***Fund Financial Statements:***

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the County or meets the following criteria.

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditure/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

**Governmental Funds**

General Fund

The General Fund, the primary operating fund of the County, is always classified as a major fund. It is the basic fund of the County and covers all activities for which a separate fund has not been established.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Debt Service Funds

The Debt Service Fund accounts for the accumulation of financial resources for and the payment of principal and interest on general long-term debt of the County other than debt service payments made by enterprise funds. Ad valorem taxes are used for the payment of principal and interest on the County's debt.

Capital Projects Fund - To account for financial resources to be used for the acquisition and construction of major capital facilities.

**Fiduciary Funds (Not included in government-wide statements)**

Agency Funds

Agency funds account for assets held by the County in a purely custodial capacity. The reporting entity includes one agency fund. Since agency funds are custodial in nature (i.e., assets equal liabilities), they do not involve the measurement of results of operations.

Private Purpose Trust Funds

Private Purpose Trust Funds report trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The reporting entity includes one private purpose trust fund.

**Major and Nonmajor Funds**

The funds are further classified as major or nonmajor. The major funds are as follows:

<b>Major Fund</b>	<b>Brief Description</b>
General	See above for description.
Special Revenue Fund: Road and Bridge	Accounts for all road and bridge construction and maintenance activity.

**Nonmajor funds** consist of special revenue funds, debt service fund and capital project fund and are detailed in the Combining and Individual Fund Statements - Nonmajor Funds.

## 1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

### **Measurement Focus**

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. Agency and Permanent Trust Funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

### **Basis of Accounting**

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expense, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statement, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized revenues when both "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectable within the current period or within 60 days after year end. Also under the modified accrual basis of accounting, expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

## 1.D. ASSETS, LIABILITIES AND EQUITY

### **Cash and Cash Investments**

For the purpose of the Statement of Net Assets, "Cash and Cash Equivalents" includes demand deposit accounts and government investment pools. All amounts are considered available upon demand and are considered to be "cash equivalents."

Several funds may be invested in an investment account and each fund has an equity interest therein. Interest earned on the Investment of these monies is allocated based upon relative equity at month end.

### **Receivables**

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances of uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. The major receivable balances for the governmental activities relate to property taxes and court fines and fees.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes, grants, and other intergovernmental revenues since they are usually both measurable and available. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available.

### **Fixed Assets**

#### Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable.

Donated assets are recorded at their estimated fair value at the date of donation.

Pursuant to GASB Statement Number 34, an extended period of deferral is available before the requirement to record and depreciate infrastructure assets (e.g., roads, bridges, and similar items) acquired before the implementation date becomes effective. Therefore, infrastructure assets acquired prior to October 1, 2002 have not yet been capitalized.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	25 - 50 years
Improvements	10 - 50 years
Machinery and Equipment	3 - 20 years
Infrastructure	25 - 50 years

#### Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

### **Long-term Debt**

All long term debt to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of bond and note payables and capital lease transactions.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

### **Compensated Absences**

Vacation and Sick Leave - Vacation and sick leave expenses are charged to operations when taken by the employees of the County. Accordingly, no accruals are reflected in the accounts for unpaid amounts of vacation and sick leave earned by employees. After one year of service an employee is entitled to two weeks of vacation.

If the employee does not take the vacation within the year, they will lose the benefit. If an employee is terminated for any reason they will be entitled to payment for the vacation they have earned. The liabilities for accumulated vacation and sick leave at September 30, 2009 are estimated to be insignificant and are not reflected in the accompanying financial statements.

### **Equity Classifications**

#### Government-wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

**Fund Statements**

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated.

**Use of Estimates**

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

**1.E. REVENUES, EXPENDITURES AND EXPENSES**

**Property Taxes**

The County contracted with the Blanco County Appraisal District for the appraisal of properties and collection of taxes. Property taxes are levied by October 1, in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1, of the year following the year in which imposed. On January 1, of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. For the 2008 tax roll, the total assessed valuation was \$923,664,004 and the taxes assessed amounted to \$3,620,344. The total tax rate was \$.3454 per \$100 valuation and allocated \$.2934 to the General Fund and \$.052 to the Debt Service Fund. The maximum tax levy allowed by State law for the above purposes is \$.80 per \$100 valuation.

In the fund financial statements, property taxes are recorded as revenue in the period levied to the extent they are collected within 60 days of year-end. Due to the immaterial amount of additional property taxes receivable after the 60-day period, no additional accrual is made in the government-wide financial statements.

**Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for governmental activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds - by Character:	Current (further classified by function)
	Debt Service
	Capital Outlay

In the fund financial statements, governmental funds report expenditures of financial resources.

**Interfund Transfers**

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

## NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government unit, the County is subject to various federal, state and local laws and contractual regulations. An analysis of the County's compliance with significant laws and regulations and demonstration of its stewardship over County resources follows.

### BUDGETARY INFORMATION

The County Judge and staff prepare the proposed budget, using revenue estimates furnished by the County Treasurer and submit the data to Commissioners Court. A public hearing is held on the budget by Commissioners Court. Before determining the final budget, Commissioners Court may increase or decrease the amounts requested by the various departments. In the final budget, which is usually adopted in September, expenditures for current operating funds cannot exceed the estimated available cash balances in such funds on October 1, plus the estimate of revenues for the ensuing year. At any time during the year, Commissioners Court may increase the budget for unexpected revenues. Commissioners Court may transfer amounts among individual budget line items within major expenditure categories during the year, but no such transfer may increase the overall total of the budget. Formal budgetary integration is employed for the General and Special Revenue operations. Budgets for these funds are prepared on a cash basis. Unused appropriations lapse at the end of each year.

## NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

### 3.A. Deposits and Investments

The funds of the County must be deposited and invested under the terms of a contract, contents of which are set out in the **Depository Contract Law**. The depository bank places approved pledged securities for safekeeping and trust with the County's agent bank in an amount sufficient to protect County funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

At September 30, 2009, the carrying amount of the County's deposits was \$1,205,980 and the bank balance was \$1,405,478. The County's cash deposits held at Blanco National Bank at September 30, 2009 and during the year ended September 30, 2009 were entirely covered by FDIC insurance or by pledged collateral held by the County's agent bank in the County's name.

The **Public Funds Investment Act** (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the County to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the County to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in substantial compliance with the requirements of the Act and with local policies.

The County's temporary investments at September 30, 2009 are shown below:

Name	Carrying Amount	Market Value	FDIC Coverage	Pledged Securities
<u>Certificates of Deposit -</u>				
Blanco National Bank	\$ 4,536,500	\$ 4,536,500	\$ 250,000	\$ 7,238,226
<u>Liquid Asset Portfolio -</u>				
TexPool	6,050,226	6,050,226	*	*
Total Governmental Activities	\$ 10,586,726	\$ 10,586,726	\$ 250,000	\$ 7,238,226

\* The investment in TexPool is considered a government pool investment. Government pool investments are not categorized in accordance with GASB Statement No. 3, because they are not evidenced by securities that exist in physical or book entry form. Also, investments in government investment pools are not required to disclose custodial credit risk, concentration of credit risk and interest rate risk in accordance with GASB Statement #40.

TexPool's portfolio has low market (credit) risk due to restrictions on weighted average maturity and maximum maturity of any one investment. The investment manager is required to maintain a stable \$1.00 net asset value and must take immediate action if the net asset value of the portfolio falls below \$.995 or rises above \$1.005.

Policies Governing Deposits and Investments

In compliance with the **Public Funds Investment Act**, the County has adopted a deposit and investment policy. That policy does address the following risks:

**Custodial Credit Risk - Deposits:** This is the risk that in the event of bank failure, the County's deposits may not be returned to it. The County was not exposed to custodial credit risk since its deposits at year-end were covered by depository insurance or by pledged collateral held by the County's agent bank in the County's name.

**Custodial Credit Risk - Investments:** This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investments (certificates of deposit) were secured by FDIC insurance and pledged securities.

**Other Credit Risk:** There is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. At September 30, 2009, the County was not exposed to concentration of credit risk or foreign currency risk.

3.B. **AD VALOREM TAXES RECEIVABLE**

Ad Valorem taxes have been reported in the financial statements net of the allowance for uncollectible taxes. Ad Valorem taxes are prorated between maintenance, debt service, and special revenues based on rates adopted for the year of the levy. Allowances for uncollectible within the General, Debt Service and Special Revenue Funds are based upon historical experience in collecting property taxes. The County is prohibited from writing off real property taxes without specific authority from the Texas Legislature.

Ad Valorem tax payments, received throughout the year, are recognized as revenue in the year received, except for those received within 60 days after year-end, which are recognized as revenue as of September 30, 2009.

The following is a summary, by major and nonmajor funds, of the gross taxes, the allowance for uncollectible taxes, and net taxes receivable.

	Taxes Receivable	Allowance for Uncollectible Taxes	Net Taxes Receivable
General Fund	\$ 169,509	\$ 8,475	\$ 161,034
Nonmajor Fund - Debt Service	27,266	1,363	25,903
<b>TOTAL - ALL FUNDS</b>	<b>\$ 196,775</b>	<b>\$ 9,838</b>	<b>\$ 186,937</b>

### 3.C. COURT FINES AND FEES RECEIVABLE

With the implementation of GASB Statement Number 34, the County has determined the amount of court fines and fees receivable to be \$651,532 which represents amounts owed and outstanding for the last 10 years. Based on historical collection rates for the various courts, the County has booked an allowance for uncollectible court fines and fees of \$438,438, resulting in a net receivable of \$213,044.

### 3.D. CAPITAL ASSETS

The following is a summary of capital asset activity for the year ended September 30, 2009.

	Balance 10/1/08	Additions	Deletions	Balance 9/30/09
<i>Governmental Activities:</i>				
Land	\$ 1,233,789	\$ 22,000	\$ -	\$ 1,255,789
Buildings	2,977,498	35,156	-	3,012,654
Improvements	1,243,225	295,804	-	1,539,029
Machinery & Equipment	3,095,243	70,849	64,170	3,101,922
Vehicles	341,853	61,065	-	402,918
Construction in Progress	16,974	99,199	-	116,173
<b>Totals at Historic Cost</b>	<b>\$ 8,908,582</b>	<b>\$ 584,073</b>	<b>\$ 64,170</b>	<b>\$ 9,428,485</b>
<i>Less Accumulated Depreciation:</i>				
Buildings	(2,029,644)	59,667	-	2,089,311
Improvements	(85,799)	46,431	-	132,230
Machinery & Equipment	(2,053,859)	246,977	64,170	2,236,666
Vehicles	(159,532)	65,112	-	224,644
<b>Total Accumulated Depreciation</b>	<b>\$ (4,328,834)</b>	<b>\$ (418,187)</b>	<b>\$ 64,170</b>	<b>\$ 4,682,851</b>
<b>Capital Assets, Net</b>	<b>\$ 4,579,748</b>	<b>\$ 165,886</b>	<b>\$ -</b>	<b>\$ 4,745,634</b>



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

Governmental Activities:	
Financial Administration	\$ 8,159
General Administration	37,829
Tax Administration	32,841
Facilities Management	20,044
Public Safety	130,078
Roads & Bridges	63,129
Sanitation	9,027
Justice System	89,034
Juvenile Services	5,361
Health & Human Services	13,999
Conservation & Development	<u>8,686</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 418,187</u>

3.E. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of September 30, 2009, is as follows:

**Due to/from other funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Nonmajor Governmental Funds	General	\$ 28,931
Debt Service	General	<u>864,480</u>
 TOTAL		 <u>\$ 893,411</u>

This balance results from the time lag between the dates that 1) interfund goods and services are provided on reimbursable expenditures, and 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Interfund Transfers:

	<u>Transfer In:</u>			
	<u>General Fund</u>	<u>Road &amp; Bridge Fund</u>	<u>Nonmajor Governmental Fund</u>	<u>Total</u>
<u>Transfer Out:</u>				
General Fund	\$ -	\$ 362,099	\$ -	\$ 362,099
Road & Bridge Fund	-	-	-	-
Nonmajor Governmental Fund	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
 TOTAL	 <u>\$ 5,000</u>	 <u>\$ 362,099</u>	 <u>\$ -</u>	 <u>\$ 367,099</u>

Transfers are used to 1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) move restricted amounts from borrowings to the debt service fund to establish mandatory reserve accounts, 3) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

3.F. LONG-TERM DEBT

**Governmental Activities**

As of September 30, 2009, the governmental long-term debt consisted of the following:

**Changes in Long-Term Debt**

	Balance 10/1/08	Issued	Retired	Balance 9/30/09	Due Within One Year
Certificates of Obligation Payable -					
Series 1998	\$ 200,000	\$ -	\$ 200,000	\$ -	\$ -
Series 2009	-	6,500,000	-	6,500,000	10,000
Total Certificates of Obligation	<u>\$ 200,000</u>	<u>\$ 6,500,000</u>	<u>\$ 200,000</u>	<u>\$ 6,500,000</u>	<u>\$ 10,000</u>
Note Payable -					
Tax Note, Series 2007	\$ 246,044	\$ -	\$ 246,044	\$ -	\$ -
Total Notes Payable	<u>\$ 246,044</u>	<u>\$ -</u>	<u>\$ 246,044</u>	<u>\$ -</u>	<u>\$ -</u>
<b>TOTAL LONG TERM DEBT</b>	<u><u>\$ 446,044</u></u>	<u><u>\$ 6,500,000</u></u>	<u><u>\$ 446,044</u></u>	<u><u>\$ 6,500,000</u></u>	<u><u>\$ 10,000</u></u>

3.G. CERTIFICATES OF OBLIGATIONS AND TAX REFUNDING BONDS

Certificates of Obligation payable at September 30, 2009 consists of the following:

\$6,500,000 Combination Tax and Revenue Certificates of Obligation, Series 2009 due in annual installments of principal and interest through August 1, 2029; interest on remaining outstanding bonds at 5.90% to 6.40%.

	<u>\$ 6,500,000</u>
Total Certificates of Obligation	<u><u>\$ 6,500,000</u></u>

The annual requirements for principal and interest on the outstanding certificates of obligation are as follows:

Year Ended September 30	Principal	Interest	Total
2010	\$ 10,000	\$ 533,505	\$ 543,505
2011	185,000	399,520	584,520
2012	195,000	388,254	583,254
2013	210,000	376,378	586,378
2014	220,000	363,589	583,589
2015 – 2019	1,340,000	1,598,401	2,938,401
2020 – 2024	1,835,000	1,140,260	2,975,260
2025 - 2029	2,505,000	500,800	3,005,800
Totals	<u>\$ 6,500,000</u>	<u>\$ 5,300,707</u>	<u>\$ 11,800,707</u>

#### NOTE 4 - OTHER NOTES

##### 4.A. RETIREMENT PLAN

###### Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 586 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

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

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

### Funding Policy

The employer has elected the annually determined contribution rate (Variable-Rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 7.37% for the months of the accounting year in 2008, and 7.37% for the months of the accounting year in 2009.

The deposit rate payable by the employee members for the calendar years 2008 and 2009 is the rate of 7% as adopted by the governing body of the employer. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

### Annual Pension Cost

For the employer's accounting year ending September 30, 2009, the annual pension cost for the TCDRS plan for its employees was \$130,929, and the actual contributions were \$130,929.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2007 and December 31, 2008, the basis for determining the contribution rates for calendar years 2009 & 2010. The December 31, 2008 actuarial valuation is the most recent valuation.

#### ACTUARIAL VALUATION INFORMATION

Actuarial valuation date	12/31/08	12/31/07	12/31/06
Actuarial cost method	entry age	entry age	entry age
Asset valuation method	SAF: 10-yr smoothed value ESF: fund value	SAF: 10-yr smoothed value ESF: fund value	SAF: 10-yr smoothed value ESF: fund value
Amortization period	20	15	15
Amortization method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Actuarial Assumptions:			
Investment return <sup>1</sup>	8.0%	8.0%	8.0%
Projected salary Increases <sup>1</sup>	5.3%	5.3%	5.3%
Inflation	3.5%	3.5%	3.5%
Cost-of-living adjustments	0.0%	0.0%	0.0%

<sup>1</sup>Includes inflation at the stated rate

Trend Information for the Retirement Plan for the Employees of Blanco County

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
9/30/99	\$ 73,826	100%	\$ -0-
9/30/00	77,157	100%	-0-
9/30/01	83,514	100%	-0-
9/30/02	86,744	100%	-0-
9/30/03	92,251	100%	-0-
9/30/04	101,991	100%	-0-
9/30/05	101,145	100%	-0-
9/30/06	107,169	100%	-0-
9/30/07	116,474	100%	-0-
9/30/08	127,893	100%	-0-
9/30/09	130,929	100%	-0-

**SCHEDULE OF FUNDING PROGRESS FOR THE RETIREMENT PLAN FOR THE EMPLOYEES OF BLANCO COUNTY**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll <sup>1</sup> (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/98	\$ 1,143,220	\$ 1,336,185	\$ 192,965	85.56%	\$ 910,028	21.20%
12/31/99	1,245,751	1,447,685	201,934	86.05%	1,056,536	19.11%
12/31/00	1,455,599	1,669,529	213,930	87.19%	1,130,880	18.92%
12/31/01	1,670,273	1,932,916	262,643	86.41%	1,202,589	21.84%
12/31/02	1,730,373	2,047,389	317,016	84.52%	1,242,913	25.51%
12/31/03	1,932,477	2,226,550	294,073	86.79%	1,325,363	22.19%
12/31/04	2,181,881	2,522,207	340,326	86.51%	1,337,828	25.44%
12/31/05	2,503,489	2,872,010	368,521	87.17%	1,377,264	26.76%
12/31/06	2,880,567	3,160,257	279,690	91.15%	1,469,831	19.03%
12/31/07	3,038,373	3,316,255	277,882	91.62%	1,564,378	17.76%
12/31/08	3,180,974	3,674,205	493,231	86.58%	1,735,023	28.43%

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

4.B. RISK MANAGEMENT

The County is exposed to various risks of loss relating to general liability, the accidental loss of real and personal property, damage to County assets, error and omissions and personnel risks which relate to workers compensation. The county carries commercial insurance through the Texas Association of Counties in order to manage the above listed risks. The County also provides group health insurance coverage for full time employees through the Texas Association of Counties Insurance Trust (Blue Cross - Blue Shield).

#### 4.C. PERMANENT SCHOOL TRUST FUND

The Blanco County Permanent School Fund was established by State statute to receive and disburse funds earned from State lands and other investments granted to the County for educational purposes. Administration of the Fund vests in the office of the County Judge. Allocation of available funds to the County's independent school districts is according to the scholastic population of each district. The land owned by the Fund (738.96 acres located in Bailey County, Texas) was patented to Blanco County by certificate issued by the Commissioner of the General Land Office on January 4, 1906.

On December 31, 1978, the effective date of the abolition of the County School Administrative Offices, the "corpus" of the nature amounted to \$36,416. The remaining fund balance at September 30, 2009 in excess of the permanent portion is carried forward to the subsequent fiscal periods as a State required reserve of sufficient amount to pay the ad valorem taxes.

In addition to the regular distribution of annual net revenues to the school districts each year, distributions of previously undistributed funds in excess of the permanent corpus and reserved ad valorem tax money may be distributed to each district.

#### 4.D. CONTINGENT LIABILITIES

Amounts received or receivable from grantor 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 agency cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

REQUIRED SUPPLEMENTARY INFORMATION

BLANCO COUNTY  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - GENERAL FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes:				
Property Taxes	\$ 3,480,875	\$ 3,480,875	\$ 3,040,478	\$ (440,397)
General Sales and Use Taxes	260,000	260,000	311,424	51,424
Other Taxes	5,000	5,000	8,977	3,977
Licenses and Permits	28,000	28,000	28,427	427
Intergovernmental Revenue and Grants	97,733	97,733	141,228	43,495
Charges for Services	289,300	289,300	330,238	40,938
Investment Earnings	150,000	150,000	199,231	49,231
Rents and Royalties	13,500	13,500	17,631	4,131
Other Revenue	84,635	84,635	39,206	(45,429)
<b>Total Revenues</b>	<b>4,409,043</b>	<b>4,409,043</b>	<b>4,116,840</b>	<b>(292,203)</b>
<b>EXPENDITURES:</b>				
Current:				
General Government:				
Financial Administration	84,789	84,789	74,429	10,360
General Administration	421,086	421,086	324,779	96,307
Tax Administration	318,646	318,646	299,574	19,072
Facilities Management	288,300	288,300	182,844	105,456
Public Safety	1,350,204	1,350,204	1,178,407	171,797
Sanitation	90,689	90,689	82,341	8,348
Justice System	935,929	935,929	781,470	154,459
Juvenile Services	45,398	45,398	48,905	(3,507)
Health & Human Services	306,278	306,278	120,124	186,154
Culture and Recreation	200	200	200	-
Conservation and Development	84,601	84,601	79,231	5,370
Capital Outlay:				
Capital Outlay	63,000	63,000	167,475	(104,475)
<b>Total Expenditures</b>	<b>3,989,120</b>	<b>3,989,120</b>	<b>3,339,779</b>	<b>649,341</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>419,923</b>	<b>419,923</b>	<b>777,061</b>	<b>357,138</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	5,000	5,000
Transfers Out (Use)	(362,099)	(362,099)	(362,099)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(362,099)</b>	<b>(362,099)</b>	<b>(357,099)</b>	<b>5,000</b>
<b>Net Change</b>	<b>57,824</b>	<b>57,823</b>	<b>419,962</b>	<b>362,139</b>
Fund Balance - October 1 (Beginning)	3,586,016	3,586,016	3,586,016	-
<b>Fund Balance - September 30 (Ending)</b>	<b>\$ 3,643,840</b>	<b>\$ 3,643,839</b>	<b>\$ 4,005,978</b>	<b>\$ 362,139</b>

The accompanying notes are an integral part of this statement.



BLANCO COUNTY

EXHIBIT C-6

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - SPECIAL REVENUE FUND-ROAD & BRIDGE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Budgeted Amounts		Actual	Variance With
	Original	Final	GAAP BASIS (See Note)	Final Budget Positive or (Negative)
<b>REVENUES:</b>				
Licenses and Permits	\$ 450,750	\$ 450,750	\$ 427,215	\$ (23,535)
Intergovernmental Revenue and Grants	14,700	14,700	14,754	54
Fines	85,000	85,000	144,031	59,031
<b>Total Revenues</b>	<b>550,450</b>	<b>550,450</b>	<b>586,000</b>	<b>35,550</b>
<b>EXPENDITURES:</b>				
Current:				
Roads & Bridges	912,549	912,549	575,854	336,695
Capital Outlay:				
Capital Outlay	-	-	333,804	(333,804)
<b>Total Expenditures</b>	<b>912,549</b>	<b>912,549</b>	<b>909,658</b>	<b>2,891</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(362,099)	(362,099)	(323,658)	38,441
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	362,099	362,099	362,099	-
<b>Total Other Financing Sources (Uses)</b>	<b>362,099</b>	<b>362,099</b>	<b>362,099</b>	<b>-</b>
Change in Fund Balance	-	-	38,441	38,441
Fund Balance - October 1 (Beginning)	7,953	7,953	7,953	-
<b>Fund Balance - September 30 (Ending)</b>	<b>\$ 7,953</b>	<b>\$ 7,953</b>	<b>\$ 46,394</b>	<b>\$ 38,441</b>

The accompanying notes are an integral part of this statement.

SUPPLEMENTARY INFORMATION

BLANCO COUNTY  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2009

	13	16	17	18
	Hot Check Fee	Records Management County Clerk	Records Preservation	Courthouse Security
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 8,326	\$ 9,008	\$ 56,937	\$ 40,248
Receivables (Net)	180	-	-	-
Due from Other Funds	-	2,804	10,790	5,355
Total Assets	<u>\$ 8,506</u>	<u>\$ 11,812</u>	<u>\$ 67,727</u>	<u>\$ 45,603</u>
Fund Balances:				
Unreserved and Undesignated:				
Reported in the Special Revenue Fund	<u>8,506</u>	<u>11,812</u>	<u>67,727</u>	<u>45,603</u>
Total Fund Balances	<u>8,506</u>	<u>11,812</u>	<u>67,727</u>	<u>45,603</u>
Total Liabilities and Fund Balances	<u>\$ 8,506</u>	<u>\$ 11,812</u>	<u>\$ 67,727</u>	<u>\$ 45,603</u>

The notes to the Financial Statements are an integral part of this statement.

19 Child Safety Program	20 Records Management Dist. Clerk	21 Countywide Emergency Radio	22 FEMA Grant	24 Records Management Dist. Clerk	25 JP 1 Technology Fund	26 JP 2 Technology Fund	27 County Clerk Archive
\$ 97,605	\$ 1,182	\$ 5,000	\$ 13,543	\$ 4,915	\$ 15,548	\$ 7,438	\$ 46,344
-	-	-	-	-	-	-	-
9,982	-	-	-	-	-	-	-
<u>\$ 107,587</u>	<u>\$ 1,182</u>	<u>\$ 5,000</u>	<u>\$ 13,543</u>	<u>\$ 4,915</u>	<u>\$ 15,548</u>	<u>\$ 7,438</u>	<u>\$ 46,344</u>
107,587	1,182	5,000	13,543	4,915	15,548	7,438	46,344
<u>107,587</u>	<u>1,182</u>	<u>5,000</u>	<u>13,543</u>	<u>4,915</u>	<u>15,548</u>	<u>7,438</u>	<u>46,344</u>
<u>\$ 107,587</u>	<u>\$ 1,182</u>	<u>\$ 5,000</u>	<u>\$ 13,543</u>	<u>\$ 4,915</u>	<u>\$ 15,548</u>	<u>\$ 7,438</u>	<u>\$ 46,344</u>

BLANCO COUNTY  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2009

	28 Vital Statistics Preservation	29 Third Court of Appeals	30 Family Protection Plan	31 Chapter 19 Funds
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 2,665	\$ 285	\$ 2,600	\$ 330
Receivables (Net)	-	-	-	-
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 2,665</u>	<u>\$ 285</u>	<u>\$ 2,600</u>	<u>\$ 330</u>
<b>Fund Balances:</b>				
<b>Unreserved and Undesignated:</b>				
Reported in the Special Revenue Fund	2,665	285	2,600	330
Total Fund Balances	<u>2,665</u>	<u>285</u>	<u>2,600</u>	<u>330</u>
Total Liabilities and Fund Balances	<u>\$ 2,665</u>	<u>\$ 285</u>	<u>\$ 2,600</u>	<u>\$ 330</u>

The notes to the Financial Statements are an integral part of this statement.

33 Tower Maintenance & Repair	Total Nonmajor Special Revenue Funds	Total Nonmajor Governmental Funds
\$ -	\$ 311,974	\$ 311,974
-	180	180
-	28,931	28,931
<u>\$ -</u>	<u>\$ 341,085</u>	<u>\$ 341,085</u>
-	341,085	341,085
-	341,085	341,085
<u>\$ -</u>	<u>\$ 341,085</u>	<u>\$ 341,085</u>

BLANCO COUNTY  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	13	16	17	18
	Hot Check Fee	Records Management County Clerk	Records Preservation	Courthouse Security
<b>REVENUES:</b>				
Charges for Services	\$ 1,486	\$ 2,556	\$ 21,295	\$ 13,608
Total Revenues	<u>1,486</u>	<u>2,556</u>	<u>21,295</u>	<u>13,608</u>
<b>EXPENDITURES:</b>				
Current:				
General Government:				
General Administration	-	-	22,849	-
Public Safety	-	-	-	7,950
Justice System	900	-	-	-
Health & Human Services	-	-	-	-
Total Expenditures	<u>900</u>	<u>-</u>	<u>22,849</u>	<u>7,950</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>586</u>	<u>2,556</u>	<u>(1,554)</u>	<u>5,658</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers Out (Use)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	586	2,556	(1,554)	5,658
Fund Balance - October 1 (Beginning)	<u>7,920</u>	<u>9,256</u>	<u>69,281</u>	<u>39,945</u>
Fund Balance - September 30 (Ending)	<u>\$ 8,506</u>	<u>\$ 11,812</u>	<u>\$ 67,727</u>	<u>\$ 45,603</u>

The notes to the Financial Statements are an integral part of this statement.

19 Child Safety Program	20 Records Management Dist. Clerk	21 Countywide Emergency Radio	22 FEMA Grant	24 Records Management Dist. Clerk	25 JP 1 Technology Fund	26 JP 2 Technology Fund	27 County Clerk Archive
\$ 17,834	\$ -	\$ -	\$ -	\$ 1,023	\$ 7,868	\$ 3,201	\$ 21,115
<u>17,834</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>7,868</u>	<u>3,201</u>	<u>21,115</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	3,464	-	24,936
<u>7,570</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>7,570</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,464</u>	<u>-</u>	<u>24,936</u>
<u>10,264</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>4,404</u>	<u>3,201</u>	<u>(3,821)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>10,264</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>4,404</u>	<u>3,201</u>	<u>(3,821)</u>
<u>97,323</u>	<u>1,182</u>	<u>5,000</u>	<u>13,543</u>	<u>3,892</u>	<u>11,144</u>	<u>4,237</u>	<u>50,165</u>
\$ <u>107,587</u>	\$ <u>1,182</u>	\$ <u>5,000</u>	\$ <u>13,543</u>	\$ <u>4,915</u>	\$ <u>15,548</u>	\$ <u>7,438</u>	\$ <u>46,344</u>



BLANCO COUNTY  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	28 Vital Statistics Preservation	29 Third Court of Appeals	30 Family Protection Plan	31 Chapter 19 Funds
<b>REVENUES:</b>				
Charges for Services	\$ 753	\$ 870	\$ 790	\$ 565
Total Revenues	<u>753</u>	<u>870</u>	<u>790</u>	<u>565</u>
<b>EXPENDITURES:</b>				
Current:				
General Government:				
General Administration	-	-	-	-
Public Safety	-	-	-	-
Justice System	427	730	-	235
Health & Human Services	-	-	-	-
Total Expenditures	<u>427</u>	<u>730</u>	<u>-</u>	<u>235</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>326</u>	<u>140</u>	<u>790</u>	<u>330</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers Out (Use)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	326	140	790	330
Fund Balance - October 1 (Beginning)	<u>2,339</u>	<u>145</u>	<u>1,810</u>	<u>-</u>
Fund Balance - September 30 (Ending)	<u>\$ 2,665</u>	<u>\$ 285</u>	<u>\$ 2,600</u>	<u>\$ 330</u>

The notes to the Financial Statements are an integral part of this statement.

33 Tower Maintenance & Repair	Total Nonmajor Special Revenue Funds	Total Nonmajor Governmental Funds
\$ -	\$ 92,964	\$ 92,964
-	92,964	92,964
-	22,849	22,849
-	7,950	7,950
-	30,692	30,692
-	7,570	7,570
-	69,061	69,061
-	23,903	23,903
(5,000)	(5,000)	(5,000)
(5,000)	(5,000)	(5,000)
(5,000)	18,903	18,903
5,000	322,182	322,182
\$ -	\$ 341,085	\$ 341,085

BLANCO COUNTY  
 COMBINING SCHEDULE OF NET ASSETS  
 AGENCY FUNDS  
 SEPTEMBER 30, 2009

	BALANCE OCTOBER 1 2008	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30 2009
<b>OFFICIALS' FEES ACCOUNTS FUND</b>				
Assets:				
Cash and Cash Equivalents	\$ 192,352	\$ 3,471,547	\$ 3,393,241	\$ 270,658
Liabilities:				
Due to Others	\$ 192,352	\$ 3,471,547	\$ 3,393,241	\$ 270,658
 <b>TOTAL AGENCY FUNDS</b>				
Assets:				
Cash and Cash Equivalents	\$ 192,352	\$ 3,471,547	\$ 3,393,241	\$ 270,658
Liabilities:				
Due to Others	\$ 192,352	\$ 3,471,547	\$ 3,393,241	\$ 270,658

The notes to the Financial Statements are an integral part of this statement.