

COLORADO COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 2017

Prepared by
Raymie Kana
County Auditor

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Colorado County, Texas
 Comprehensive Annual Financial Report
 For The Year Ended December 31, 2017

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Introductory Section

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Colorado County, Texas

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County Auditor
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318 Spring Street, Ste. 104
Columbus, Texas 78934

June 12, 2018

Honorable 25th and 2nd 25th District Judges,
the Honorable Commissioners' Court, and
the Citizens of Colorado County

State law requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2017.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Rutledge Crain & Company, PC, a firm of licensed certified public accountants, have issued an unmodified opinion on Colorado County's financial statements for the year ended December 31, 2017. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF COLORADO COUNTY

Colorado County, incorporated in 1836, is located in south/central Texas, midway between San Antonio and Houston on Interstate 10 and is one of 13 counties in the Gulf Coast Region. Colorado County, created in 1836, is one of the original counties established in Texas by Stephen F. Austin. The County is a rural county approximately 963 square miles in area with a 2010 census population of 20,883. The largest incorporated cities located within the County are Columbus (the County seat), Eagle Lake and Weimar. The County is empowered to levy a property tax on real property located within its boundaries.

The County is a public corporation and political subdivision of the State of Texas. The County operates as specified under the Constitution of the State of Texas and Vernon's Texas Code Annotated, which provide for a Commissioners Court consisting of the County Judge and four Commissioners, one from each of four geographical precincts. The County Judge is elected for a term of four years and the Commissioners for four-year staggered terms with two Commissioners elected every two years. Policy-making authority is vested in the Commissioners Court and the Commissioners Court is responsible, among other things, for adopting the budget and for setting the County's annual tax rate, along with setting county policies.

The County provides a full range of services authorized by statute. Such services include general government functions such as recording and licensing, maintaining the County and District Court systems, maintaining public facilities, ensuring public safety, maintaining public health and welfare, aiding conservation, and maintaining county roads and bridges. The costs associated with these services are presented within the financial statements in detail and summary form.

Budget

The annual budget serves as the foundation for Colorado County's financial planning and control. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Commissioners' Court. Activities of the General Fund, Special Revenue Funds and Debt Service Fund are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level within each fund. All transfers of appropriations, either between departments or within an individual

department's budget, require the approval of the Commissioners' Court. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

Local Economy

The County's economy is based primarily on agribusiness, oil-field services and equipment manufacturing, minerals processing and gravel mining. Rice, corn, sorghums and livestock play a major role in the area's economy. The school districts and the County also have a significant economic presence, employing in total more than 700 teachers, professionals, and support staff. One of the most important sectors of the area's economy is tourism. Tourism dollars represented by restaurant sales, hotel occupancy and specialty shop sales are a significant contributor to the overall economy.

Because of the County's location in a region with a varied economic base, unemployment had been relatively stable. During the past ten years, the unemployment rate has slightly decreased from 3.7 percent (2008) to 3.4 percent for the current year (2017). Although unemployment rates have declined nationwide over the last year, the County continues to experience unemployment rates consistently lower than national averages. The County's unemployment rate as of December 2017 was 3.4 percent compared to 4.1 percent nationally. Bank deposits county-wide totaled \$411 million at December 31, 2017 compared to \$378 million at December 31, 2016.

Median household incomes within the County are slightly lower than for the state and nation as a whole. According to the data provided for 2015, the County's median family income was \$46,745, while the state's was \$55,653 and the nation's was \$55,775.

The County's location within the Eagle Ford shale development in Southern Texas has led to new economic opportunities even though the oil and gas production has decreased. Although the County currently produces only minor amounts of oil and natural gas, there is potential for economic opportunities in neighboring counties and for the county to benefit from increased retail trade, housing and personnel. The renewed attraction of Colorado County as a favorable business environment, coupled with continued moderately low interest rates, continues to stimulate local construction activity. The tax base is diverse, with the 10 leading taxpayers accounting for 21% of assessed value. Countywide tax abatement plans, which give reduced property taxes for a number of years, are being offered to industries to locate in the County. The County has one existing tax abatement.

Long Term Financial Planning

County strategies and plans are integrated into all departmental budgets to ensure unified efforts within County government to achieve the goals and objectives of the County. Texas county government operates under a balanced budget as required by law. This does not mean that estimated revenues must always be exactly equal to expenditures. In most of the annual operating budgets, the Commissioners' Court members usually decide to use a portion of fund balances reserves to balance the revenues to appropriations. As a sound financial management practice, members of Commissioners Court consistently emphasize maintaining sufficient unassigned fund balance levels (unrestricted net position) to meet first quarter obligations of payroll and operating costs and furthermore, this assists in maintaining financial stability and retaining or enhancing the County's bond ratings.

Fund balance refers to the excess of assets and deferred outflows of resources over liabilities and deferred inflows of resources in governmental funds. For the purpose of financial planning, fund balance is defined as the cumulative surpluses or deficits resulting from the difference between expenditures and revenues in any one fiscal year. The cumulative effect of yearly fund balance amounts is furthermore addressed as a fund balance reserve. When evaluating fund balance reserves, it is vitally important to maintain sufficient positive fund balance reserves in order to avoid borrowing to meet short term operating needs.

Finally, as a result of the trend of shifting of unfunded mandates by both federal and state levels to local government, it is anticipated that additional financial burden will continue to be experienced by the County and ultimately local taxpayers if other sources of funding are not identified. The County will be tasked with identifying new or additional revenues to counter these expenditures. At its discretion, the Court will probably continue to utilize some amount of fund balance, which is healthy in the sense that it keeps the County from building up excessive reserves and reduces a future burden on taxpayers. Based on the amount of fund balance utilized to balance the 2017 budget, the Court must remain cautious in planning for the budget in fiscal year 2018 in the absence of either continued cost containment initiatives or significant additional revenue enhancement efforts. It is imperative that County government continually strive to maintain steady increases in revenue while costs are on the rise.

Major Initiatives

The County completed several projects and made improvements throughout the year that were needed to meet citizen's demands for services. One of those major projects was the implementation of allowing internet access to view county records including criminal, probate and civil records.

The County approved an agreement with the Texas Department of Transportation for a \$451,205 grant for road improvements throughout the county.

The County participated in the 2017 Great Texas Warrant Roundup to effectively collect outstanding warrants.

The County will actively pursue legal representation in regard to the pending application by Clean Harbors with TCEQ to construct and operate a Class C land disposal cell at the Altair facility.

The County received disaster assistance from FEMA to help pay for repairs to county roads damaged by flooding and heavy rains. This disaster came almost one year after the flood disaster of 2015.

The County replaced a bridge on Ehlinger Road at Moelkel Branch.

The County received TxCDBG assistance to upgrade the sewer and water lines in the unincorporated areas of Garwood.

The County received a \$50,000 grant from the Wintermann Foundation to purchase equipment for the Sheriff's Department.

In order to protect and preserve the history of Colorado County, Commissioners' Court restored and preserved various indexes and record books of the County Clerk's Office.

In order to protect the citizens of Colorado County and the integrity of the deputies, the Sheriff's Department purchased tasers, in-car video camera systems and body-worn cameras.

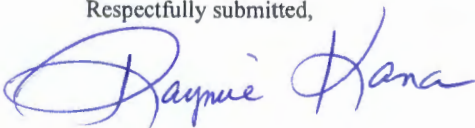
AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Colorado County for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2016. This was the twenty-third consecutive year that Colorado County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The production of this report would not have been possible without the skill, effort, and dedication of the County Auditor's staff. The preparation of this comprehensive annual financial report could not have been accomplished without the assistance from our outside auditing firm, Rutledge Crain & Company, PC. I would like to express my appreciation to all the members of the Commissioners' Court for their unfailing support in maintaining the highest standards of professionalism in the management of the Colorado County's finances. I express my sincere thanks to all other County officials, Department Heads, and employees for their assistance in providing the data necessary to prepare this report.

Respectfully submitted,



Raymie Kana
County Auditor



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Colorado County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

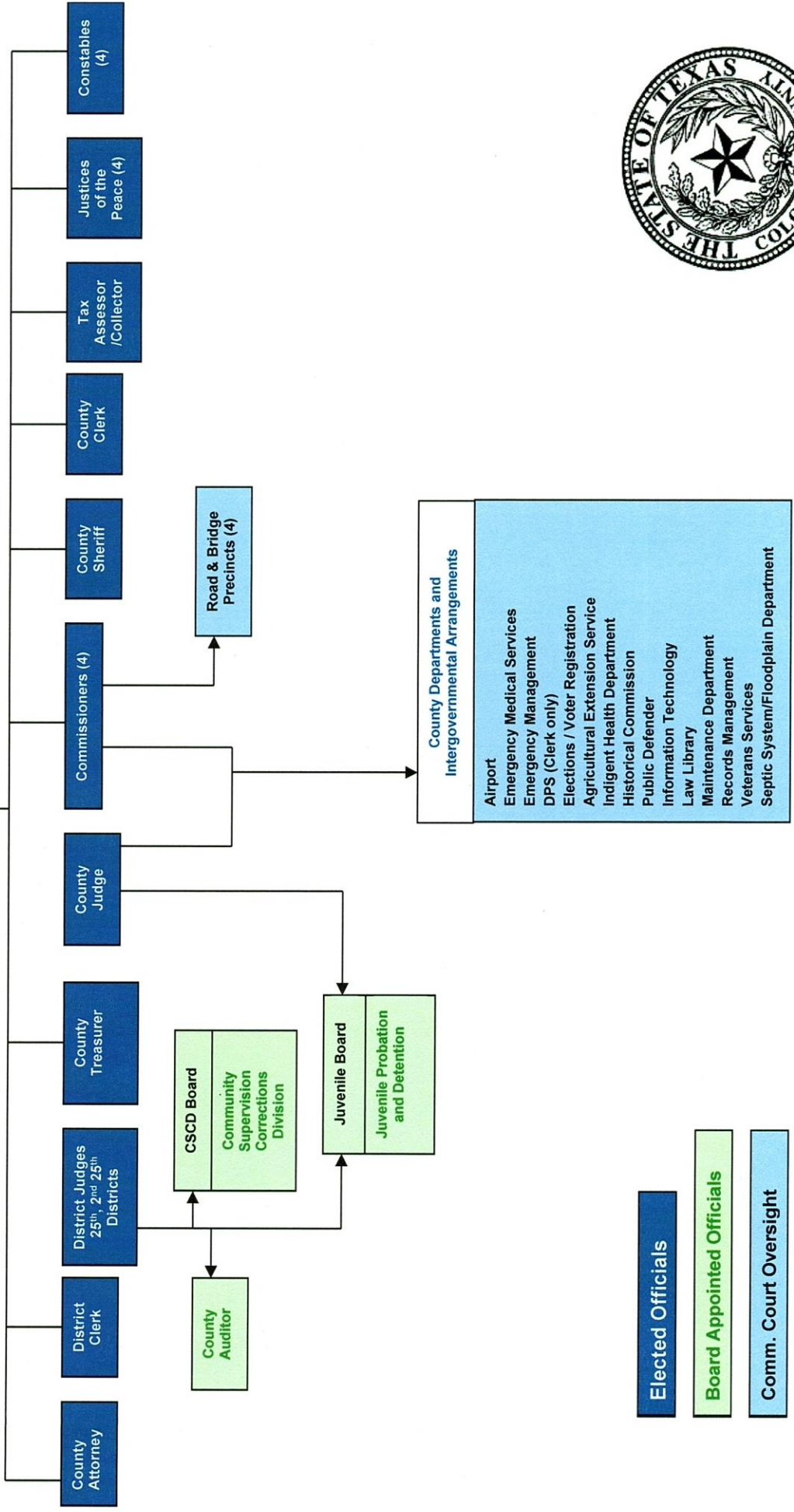
December 31, 2016

Christopher P. Morrill

Executive Director/CEO

Colorado County, Texas
 Organization Chart
 December 31, 2017

Colorado County Citizens



Elected Officials

Board Appointed Officials

Comm. Court Oversight

Direction of Authority →

COLORADO COUNTY, TEXAS
LIST OF PRINCIPAL OFFICIALS
December 31, 2017

Elected Officials

County Judge	Daniel "Ty" Prause
Commissioners	
Precinct No. 1	Doug Wessels
Precinct No. 2	Darrell Kubesch
Precinct No. 3	Tommy Hahn
Precinct No. 4	Darrell Gertson
25th Judicial District Judge	William Old III
2nd 25th Judicial District Judge	Jessica Crawford
Tax Assessor-Collector	Mary Jane Poenitzsch
County Clerk	Kimberly Menke
County/District Attorney	Jay Johannes
District Clerk	Linda Holman
County Treasurer	Joyce Stancik
County Sheriff	R.H. "Curly" Wied, III
Justices of Peace	
Precinct No. 1	Billy Hefner
Precinct No. 2	James C. Maddux
Precinct No. 3	Francis Truchard
Precinct No. 4	Stan Warfield
Constable No. 1	Richard J. LaCourse Jr
Constable No. 2	Lonnie Hinze
Constable No. 3	Ivan Menke
Constable No. 4	Darrell Stancik
County Surveyor	Matthew Loessin
County Engineer	Kirk Lowe

COLORADO COUNTY, TEXAS
LIST OF PRINCIPAL OFFICIALS
December 31, 2017

Appointed Officials

Veterans' Service Officer	Eddie Hernandez
Public Defenders	Kevin Dunn Louis Gimbert
County Auditor	Raymie Kana
Adult Probation District Director	Rosann Mikes
Juvenile Probation District Director	Keith Garner
Adult Probation Officer	Steve Heffley
Juvenile Probation Officer	Valerie Steffek
Juvenile Probation Officer	Trenessa Sewell
Local Health Authority	Alyssa Molina, M.D.
County Extension Office	
County Ag Agent	Stephen Janak
Consumer and Family Science	Hannah Krebs
Medical Director	Alyssa Molina, M.D.

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Financial Section

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RUTLEDGE CRAIN & COMPANY, PC
CERTIFIED PUBLIC ACCOUNTANTS

2401 Garden Park Court, Suite B
Arlington, Texas 76013

INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and Commissioners
Comprising the Commissioners' Court of
Colorado County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Colorado County, Texas (the "County") as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Colorado County, Texas as of December 31, 2017, 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.

Other-Matters

Required Supplementary Information

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

Other Information

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

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Rutledge Croen & Company, PC

June 12, 2018

Management's Discussion and Analysis

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COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2017

As management of Colorado County (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial performance of the County for the fiscal year ended December 31, 2017. Please read it in conjunction with the County's financial statements, which follow this section.

Financial Highlights

- Combined County assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$26,944,241 (net position). Of this amount, \$104,920 (restricted net position) may only be used to pay down the county's debt.
- The County's total net position decreased \$329,489 during the current fiscal year. The significance of the negative net position is attributed to the continued implementation of GASB 68 Accounting and Financial Reporting for Pensions and significantly due to the change in actuarial valuations of pension liability and a prior period adjustment for overstated government receivables reported in the general fund. The implementation of these standards requires governments to calculate and report the costs and obligations associated with pensions in their basic financial statements. Employers are required to recognize amounts for all benefits provided through the plan which include the net pension asset or liability, deferred outflows of resources, deferred inflows of resources and pension expense.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$8,487,659, a decrease of \$209,973 in comparison with the prior year. The amount which is available for spending at the government's discretion (unassigned fund balance) in the general fund is \$2,946,851 or 24.85% of total general fund expenditures which is 3.65% lower than last year.
- The County's total debt decreased by \$505,196 during the current fiscal year mainly attributed to the continued implementation of GASB 68 and change in actuarial valuations of the County's pension liability.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Colorado County's basic financial statements. Colorado County's basic financial statements comprise four components: 1) government-wide financial statements, 2) fund financial statements, 3) fiduciary financial statements, and 4) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. They present the financial picture of the County from an economic resources measurement focus using the accrual basis of accounting. The statements include all assets of the County (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain eliminations have occurred as prescribed by GASB Statement No. 34 in regard to interfund activity, payables and receivables.

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

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other business functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the County include general administration, financial administration, judicial, public safety, public facilities, public transportation, conservation, and health and welfare.

The government-wide financial statements are presented on pages 25 and 26 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: governmental funds and fiduciary funds.

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

The County maintains a general fund, seventeen special revenue funds, a debt service fund, and two capital projects funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, which is considered to be a major fund. Data from the other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The County's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. These activities are excluded from the County's other financial statements since the County cannot use these assets to finance its operations. The accounting used for fiduciary funds is much like that used for proprietary funds. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

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

The notes to the financial statements can be found on pages 33 through 52 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparison schedules for the General Fund.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on the General Fund Budget.

Government-wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of Colorado County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$26,944,241 at December 31, 2017.

The largest portion of the County's net position in the amount of \$17,766,705 reflects its net investment in capital assets such as land, buildings and improvements, equipment, and infrastructure (roads and bridges) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Total assets of \$50,076,773 reflect a decrease of \$166,671 during the fiscal year.

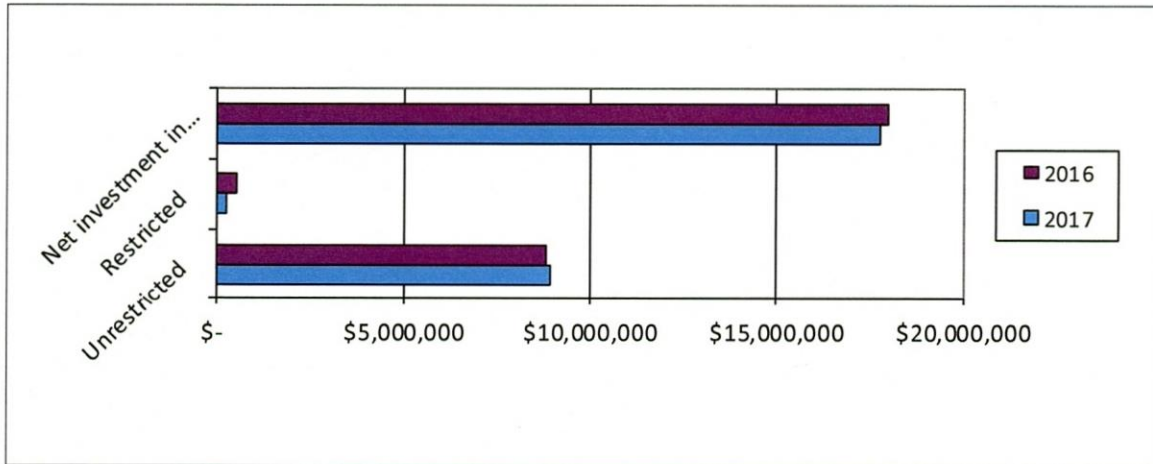
An additional portion of the County's net position in the amount of \$234,767 represents resources that are subject to external restrictions, constitutional provisions, or enabling legislation regarding how they may be used. The remaining balance of \$8,942,769 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
 December 31, 2017

The County's condensed net position for the fiscal year ended December 31, 2017 is summarized as follows:

	Colorado County Net Position		
	Governmental Activities		
	2017	2016	Change
Current and other assets	\$ 25,644,889	\$ 25,228,066	\$ 416,823
Capital assets (net of accumulated depreciation)	24,431,884	25,015,378	(583,494)
Total assets	50,076,773	50,243,444	(166,671)
Deferred outflows of resources	2,319,253	2,602,495	(283,242)
Current and other liabilities	3,714,054	3,821,291	(107,237)
Long-term liabilities	10,001,105	10,496,301	(495,196)
Total liabilities	13,715,159	14,317,592	(602,433)
Deferred inflows of resources	11,736,626	11,244,614	492,012
Net position:			
Net investment in capital assets	17,766,705	17,961,710	(195,005)
Restricted	234,767	501,882	(267,115)
Unrestricted	8,942,769	8,820,141	122,628
Total net position	\$ 26,944,241	\$ 27,283,733	\$ (339,492)

Colorado County Net Position – December 31, 2017 and 2016

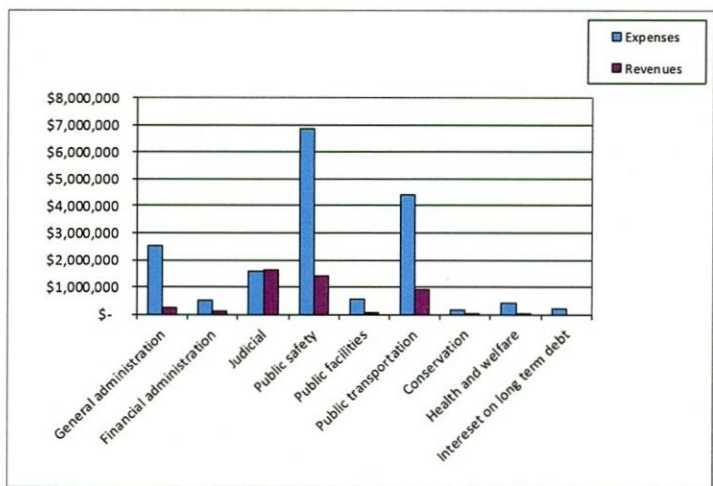


COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
 December 31, 2017

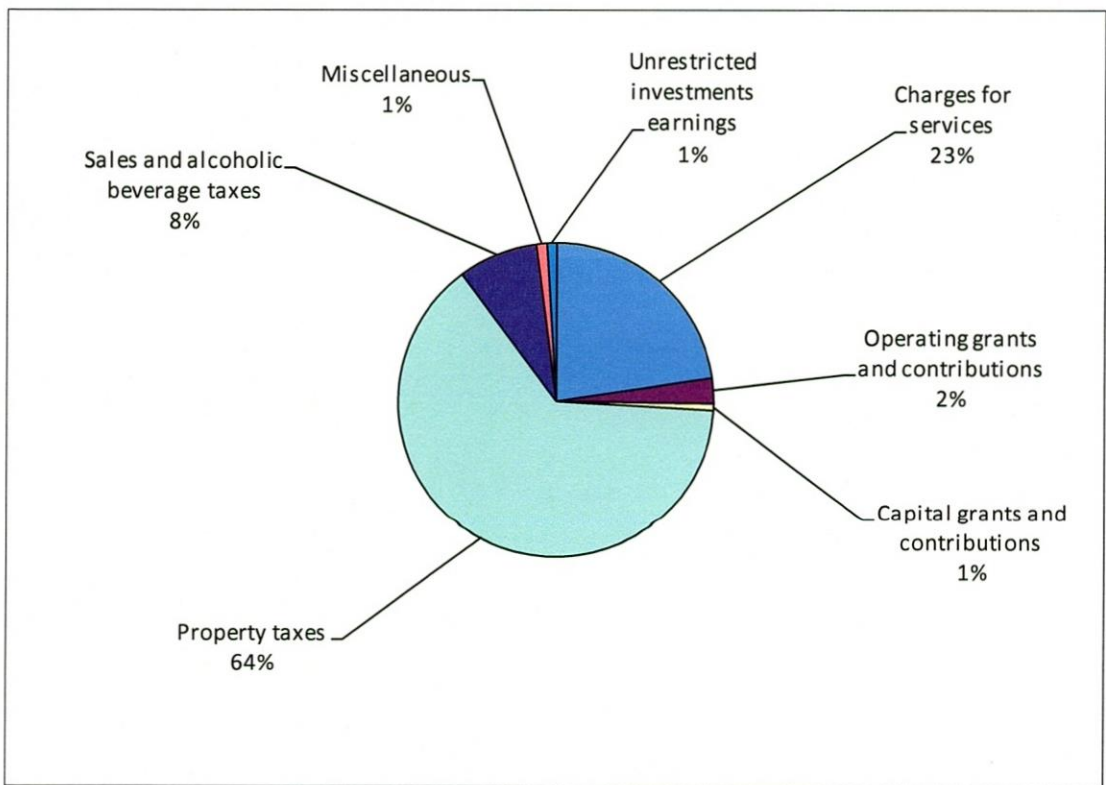
Governmental Activities. During the current fiscal year, net position for governmental activities decreased \$195,783 from the restated prior fiscal year for an ending balance of \$26,944,241. Key elements of this increase are as follows:

	Colorado County Changes in Net Position		
	Governmental Activities		
	2017	2016	Change
Revenues:			
Net Program Revenues:			
Charges for services	\$ 3,871,179	\$ 3,663,666	\$ 207,513
Operating grants and contributions	440,769	555,741	(114,972)
Capital grants and contributions	119,618	1,116,966	(997,348)
General Revenues:			
Property taxes	10,921,368	10,337,097	584,271
Sales and alcoholic beverage taxes	1,409,995	1,584,961	(174,966)
Miscellaneous	187,301	239,698	(52,397)
Unrestricted investments earnings	169,920	149,166	20,754
Special item inflow	-	-	-
Total revenues	17,120,150	17,647,295	(527,145)
Expenses:			
General administration	2,519,517	2,670,074	(150,557)
Financial administration	521,050	489,706	31,344
Judicial	1,592,174	1,495,389	96,785
Public safety	6,849,340	6,574,194	275,146
Public facilities	573,028	503,157	69,871
Public transportation	4,424,685	4,001,005	423,680
Conservation	168,526	147,488	21,038
Health and welfare	442,271	677,278	(235,007)
Interest on long term debt	225,342	229,800	(4,458)
Total expenses	17,315,933	16,788,091	527,842
Change in net position	(195,783)	859,204	\$ (1,054,987)
Net position - beginning	27,273,730	26,424,529	
Prior period adjustment	(133,706)	-	
Net position - ending	\$ 26,944,241	\$ 27,283,733	

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



Key elements of the analysis of government-wide revenues and expenses reflect the following:

Capital grants and contributions showed the largest decrease from the previous year mainly due to the county receiving FEMA disaster funds for the flooding that occurred during 2015 and 2016. Charges for Services showed slight increase from the previous year.

Property tax revenue increased \$584,271 partially due to new improvements that was added to the tax roll. Additionally, Commissioners' Court approved a Maintenance and Operations tax rate of \$0.47834, which exceeded the effective Maintenance and Operations tax rate of \$0.46757 by 2.3 percent.

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The Effective Tax Rate is the tax rate that will produce the same total revenue for the current tax year that was generated for the previous tax year from the same properties on the tax roll. Therefore, for any given fiscal year, if a tax rate is set at the Effective Tax Rate, then any additional revenue for that fiscal year must come from new properties added to the tax roll.

Expenses increased \$527,842 or 3.14%. The majority of this increase is due to the following:

An increase in Public Safety due to EMS scheduling change which required more personnel to staff all three EMS stations and a transfer truck.

Commissioners' Court approved the addition of two full time paramedics at EMS which also contributed to the increase.

An increase in Public Transportation of \$423,680 due to maintaining and repairing county roads after another year of heavy rainfall and flooding.

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund accounting budget controls and fiscal responsibility is the framework of the County's strong fiscal management and accountability. Colorado County's bond rating was raised from A+ to AA in December of 2013.

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 annual financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$8,487,659 a decrease of \$209,973.

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 decreased \$198,979 to \$2,946,851 from the prior year amount of \$3,145,830. Unassigned fund balance represents 24.85 percent of total general fund expenses.

General Fund Budgetary Highlights

Significant Differences in Original vs. Final Budget:

During the year there was a \$337,800 increase in appropriations between the original and final amended budget. Following are the main components of the increase:

\$75,000 supplemental appropriation for outside legal services for various County legal issues.

\$125,000 supplemental appropriation for increased prisoner food and medical expenses at the jail.

\$85,000 supplemental appropriation for the purchase of a new transit van for EMS transfers.

\$120,000 supplemental appropriation for overtime paid to EMS personnel due to a schedule change and call-offs.

The increase was possible because of additional anticipated receipts. Those receipts included an increase in ambulance fees (\$120,000) and an increase in intergovernmental (\$112,500).

Significant Budget Variances:

General Administration – Commissioners Court – the county saved on risk management insurance due to the carrier, Texas Association of Counties, issuing discounts and the Central Appraisal District issuing a credit for the County's portion of the CAD's budget surplus at the end of fiscal year 2016.

General Administration – Personnel Services; the county budgeted a full-time floater position but did not hire during the year.

Financial Administration – Tax Assessor-Collector – Personnel Services was less than budget by \$26,838 due to a vacant position not being filled until mid-year.

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Public Facilities – Services and Charges were less by \$65,393; less repairs required to county buildings.

Public Safety – Emergency Management – Capital Outlay was budgeted at \$20,000 but no purchases were made along with less maintenance expenses for current radio equipment.

Public Safety - County Sheriff – Personnel Services was less than budget by \$72,451; several authorized positions were not filled for most of the year.

Public Safety – County Sheriff – Supplies and Services & Charges were less due to less repair costs of patrol vehicles.

Indigent Health Care – Services and Charges; diligent indigent screening resulted in fewer qualified applicants and reduced related costs.

Capital Asset and Debt Administration

Capital assets. The County’s investment in capital assets for its governmental activities for the current fiscal year amounts to \$24,431,884 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, equipment, and infrastructure.

	Balance 12/31/17	Balance 12/31/16
Capital assets, not being depreciated:		
Land	\$ 504,022	\$ 504,022
Capital assets, being depreciated		
Buildings and improvements	13,003,639	13,787,349
Equipment	3,076,714	2,859,100
Infrastructure	7,847,509	7,864,907
	<u>\$ 24,431,884</u>	<u>\$ 25,015,378</u>

Major capital asset events during the current fiscal year included the following:

Purchased three dump trucks, a chip spreader, two shredders, and a Broce sweeper for road and bridge precincts.

Purchased a used Chev ¾ ton truck for road and bridge precinct number two.

Purchased a Lifepak AED and a power pro ambulance cot for EMS.

Purchased a new Ford Transit Van for the EMS to handle transfers more cost effective.

Purchased five Ford Explorers and a Chevrolet Truck for the sheriff’s department.

Rebuilt a bridge located on Ehlinger Road at Moeckel Branch.

Purchased seventeen in-car video systems and body-worn cameras for the sheriff’s department.

Built a helicopter pad behind the Columbus EMS station for life flight situations.

Additional information on Colorado County’s capital assets can be found in note IV. D. of this report.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$6,305,000.

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	<u>12/31/17</u>	<u>12/31/16</u>
GOVERNMENTAL ACTIVITIES:		
Certificates of obligation	\$ 6,315,000	\$ 6,750,000
Bond premium	-	-
Bond discount	(16,705)	(17,899)
Capital lease obligations	30,015	39,284
Compensated absences payable	205,204	188,946
OPEB obligation	366,884	331,567
Net pension liability	3,100,707	3,214,403
	<u>\$ 10,001,105</u>	<u>\$ 10,506,301</u>

The County's total debt decreased \$505,196 during the current fiscal year mainly attributed to the change in actuarial valuations of the County's pension liability.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the County is \$219,210,513, which is significantly in excess of the County's outstanding general obligation debt.

Additional information on Colorado County's long-term debt may be found in Note IV. I. of this report.

Economic Factors and Next Year's Budgets and Rates

The annual budget is developed to provide efficient, effective and economic uses of the County's resources, as well as a means to accomplish the highest priority objectives. Through the budget, the Commissioners Court set the direction of the County, allocate its resources and establish its priorities.

The current year annual unemployment rate for Colorado County was 3.4 percent, down from 4.6 percent for the prior fiscal year. This compares favorably to the state's average unemployment rate of 4.0 percent and the national rate of 4.1 percent.

The county's financial performance and position are very strong. Over the last four years, the county has maintained year-end general fund balances between \$2.9 and \$3.7 million or about 19% - 28.5% of annual expenditures.

Sales and use tax revenues has reflected positive continued growth.

Total assessed property valuation increased 7.12 percent.

On the expenditure side, increases are expected in public transportation.

In calculating the taxes for the fiscal year 2018 budget, Colorado County had a net taxable appraised value of \$2,254,228,624, which was an increase of \$160,468,843 from the previous year. This is a result of new improvements along with increased land and commercial values.

All of these factors were considered in preparing the County's budget for the 2018 fiscal year. The property tax rate for the 2017 budget was set at \$0.5100 per hundred dollar valuation. Before the adjustment for newly added property, the effective tax rate adjusts to only allow the county to receive the same tax levy as the previous year. Therefore, additional property tax revenue is generated from new property and tax rate increases in accordance with the State of Texas' Truth-in-Taxation laws.

Request for Information

This financial report is designed to provide a general overview of Colorado County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Raymie Kana, County Auditor, 318 Spring St., Suite 104, Columbus, Texas 78934.

Basic Financial Statements

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COLORADO COUNTY, TEXAS
STATEMENT OF NET POSITION
DECEMBER 31, 2017

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 8,225,881
Receivables (net of allowances for uncollectibles):	
Taxes	8,040,330
Accounts	301,256
Fines	4,772,437
Due from other governments	361,310
Restricted assets:	
Cash	2,303,218
Due from other governments	1,640,457
Capital assets not being depreciated:	
Land	504,022
Capital assets (net of accumulated depreciation):	
Buildings and improvements	13,003,639
Equipment	3,076,714
Infrastructure	7,847,509
Total Assets	<u>50,076,773</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charges	2,319,253
Total Outflows of Resources	<u>2,319,253</u>
LIABILITIES	
Accounts payable	218,831
Due to others	1,571,893
Due to other governments	1,923,330
Noncurrent liabilities:	
Due within one year	645,791
Due in more than one year	9,355,314
Total Liabilities	<u>13,715,159</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenue	11,736,626
Total Deferred Inflows of Resources	<u>11,736,626</u>
NET POSITION:	
Net Investment in Capital Assets	17,766,705
Restricted For:	
Debt Service	104,920
Capital Projects	129,847
Unrestricted	8,942,769
Total Net Position	<u>\$ 26,944,241</u>

The accompanying notes are an integral part of this statement.

COLORADO COUNTY, TEXAS
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities:				
General administration	\$ 2,519,517	\$ 153,613	\$ 105,134	\$ --
Financial administration	521,050	128,200	--	--
Judicial	1,592,174	1,381,007	253,030	--
Public safety	6,849,340	1,323,267	82,605	--
Public facilities	573,028	52,097	--	--
Public transportation	4,424,685	791,585	--	119,618
Conservation	168,526	2,280	--	--
Health and welfare	442,271	39,130	--	--
Interest on long-term debt	225,342	--	--	--
Total Governmental Activities	<u>17,315,933</u>	<u>3,871,179</u>	<u>440,769</u>	<u>119,618</u>
Total Primary Government	<u>\$ 17,315,933</u>	<u>\$ 3,871,179</u>	<u>\$ 440,769</u>	<u>\$ 119,618</u>

General Revenues:
 Ad valorem taxes, penalty and interest
 Sales taxes
 Alcoholic beverage taxes
 Miscellaneous
 Unrestricted investment earnings
 Total General Revenues and Transfers
 Change in Net Position
 Net Position - Beginning
 Prior Period Adjustment
 Net Position - Ending

The accompanying notes are an integral part of this statement.

Net (Expense)
Revenue and
Changes in
Net Position

Governmental
Activities

\$ (2,260,770)
 (392,850)
 41,863
 (5,443,468)
 (520,931)
 (3,513,482)
 (166,246)
 (403,141)
 (225,342)

 (12,884,367)

 (12,884,367)

10,921,368
 1,392,811
 17,184
 187,301
 169,920

 12,688,584
 (195,783)
 27,273,730
 (133,706)

 \$ 26,944,241

COLORADO COUNTY, TEXAS
 BALANCE SHEET - GOVERNMENTAL FUNDS
 DECEMBER 31, 2017

	General Fund	Other Governmental Funds	Total Governmental Funds
Assets:			
Cash	\$ 2,784,182	\$ 5,441,701	\$ 8,225,883
Receivables (net of allowances for uncollectibles):			
Taxes	5,357,900	2,682,430	8,040,330
Accounts	298,736	2,520	301,256
Fines	4,733,370	39,067	4,772,437
Due from other governments	266,911	94,399	361,310
Restricted assets:			
Cash	1,539,084	764,133	2,303,217
Due from other governments	1,096,087	544,370	1,640,457
Total Assets	\$ 16,076,270	\$ 9,568,620	\$ 25,644,890
Liabilities:			
Accounts payable	\$ 133,934	\$ 5,035	\$ 138,969
Due to others	1,571,893	--	1,571,893
Due to other governments	1,923,330	--	1,923,330
Total Liabilities	3,629,157	5,035	3,634,192
Deferred Inflows of Resources			
Deferred revenue	9,500,262	4,022,777	13,523,039
Total Deferred Inflows of Resources	9,500,262	4,022,777	13,523,039
Fund Balances:			
Restricted	--	1,105,146	1,105,146
Committed	--	4,435,662	4,435,662
Unassigned	2,946,851	--	2,946,851
Total Fund Balances	2,946,851	5,540,808	8,487,659
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 16,076,270	\$ 9,568,620	\$ 25,644,890

The accompanying notes are an integral part of this statement.

COLORADO COUNTY, TEXASRECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2017

Total fund balances - governmental funds balance sheet	\$ 8,487,659
Amounts reported for governmental activities in the Statement of Net Position ("SNP") are different because:	
Capital assets used in governmental activities are not reported in the funds.	24,431,884
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	457,265
Payables for bond principal which are not due in the current period are not reported in the funds.	(6,315,000)
Payables for capital leases which are not due in the current period are not reported in the funds.	(30,015)
Payables for bond interest which are not due in the current period are not reported in the funds.	(79,862)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(205,204)
Court fines receivable unavailable to pay for current period expenditures are deferred in the funds.	1,364,530
Ambulance receivables unavailable to pay for current period expenditures are deferred in the funds.	224,479
Recognition of other post employment benefits liability is not reported in the funds.	(366,884)
Recognition of the County's proportionate share of the net pension liability is not reported in the funds.	(3,100,707)
Deferred Resource Inflows related to the pension plan are not reported in the funds.	(259,862)
Deferred Resource Outflows related to the pension plan are not reported in the funds.	2,319,253
Bond premiums and discounts are amortized in the SNA but not in the funds.	<u>16,705</u>
Net position of governmental activities - Statement of Net Position	<u>\$ 26,944,241</u>

The accompanying notes are an integral part of this statement.

COLORADO COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
Ad valorem taxes, penalty and interest	\$ 7,037,758	\$ 3,891,762	\$ 10,929,520
Other taxes	1,409,995	--	1,409,995
Licenses and permits	27,948	751,074	779,022
Fines and forfeitures	800,254	84,016	884,270
Charges for services	1,928,304	185,748	2,114,052
Intergovernmental	388,069	157,644	545,713
Contributions	--	31	31
Miscellaneous	208,753	195,175	403,928
Total revenues	<u>11,801,081</u>	<u>5,265,450</u>	<u>17,066,531</u>
Expenditures:			
Current:			
General administration	1,975,662	3,605	1,979,267
Financial administration	505,090	--	505,090
Judicial	1,527,607	37,217	1,564,824
Public safety	6,826,230	69,440	6,895,670
Public facilities	532,961	15,052	548,013
Public transportation	--	4,386,300	4,386,300
Conservation	158,093	--	158,093
Health and welfare	330,711	110,364	441,075
Debt service:			
Principal and interest	--	664,463	664,463
Total expenditures	<u>11,856,354</u>	<u>5,286,441</u>	<u>17,142,795</u>
Excess (deficiency) of revenues over (under) expenditures	(55,273)	(20,991)	(76,264)
Other financing sources (uses):			
Transfers in	40,000	141,587	181,587
Transfers out	(50,000)	(131,587)	(181,587)
Total other financing sources (uses)	<u>(10,000)</u>	<u>10,000</u>	<u>--</u>
Net change in fund balance	(65,273)	(10,991)	(76,264)
Fund balances, January 1	3,145,830	5,551,799	8,697,629
Prior period adjustment	(133,706)	--	(133,706)
Fund balances, December 31	<u>\$ 2,946,851</u>	<u>\$ 5,540,808</u>	<u>\$ 8,487,659</u>

The accompanying notes are an integral part of this statement.

COLORADO 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, 2017

Net change in fund balances - total governmental funds	\$ (76,264)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	1,548,377
The depreciation of capital assets used in governmental activities is not reported in the funds.	(2,119,590)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(12,281)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	(8,152)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	435,000
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	9,269
(Increase) decrease in accrued interest from beginning of period to end of period.	4,121
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(16,260)
Certain fine revenues are deferred in the funds. This is the change in these amounts this year.	206,766
Certain ambulance receivables are deferred in the funds. This is the change in these amounts this year.	(132,712)
Change in OPEB is not reported in the funds.	(28,560)
Implementing GASB 68 required certain expenditures to be de-expended and recorded as deferred resource outflows.	1,261
Change in OPEB liability is not reported in the funds.	<u>(6,758)</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ (195,783)</u>

The accompanying notes are an integral part of this statement.

COLORADO COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2017

	<u>Agency Funds</u>
ASSETS	
Cash	\$ 1,383,410
Total Assets	\$ <u>1,383,410</u>
LIABILITIES	
Accounts payable	\$ 10,928
Due to others	1,003,090
Due to other governments	<u>369,392</u>
Total Liabilities	\$ <u>1,383,410</u>

The accompanying notes are an integral part of this statement.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the government-wide financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. All fiduciary activities are reported only in the fund financial statements. Governmental activities normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions. The County has no legally separate component units.

B. Reporting Entity

The County is governed by an elected judge and four county commissioners which comprise the commissioners court.

The Colorado County Commissioners' Court is the level of government which has oversight responsibility and control over all activities of the County. The Court is composed of four commissioners, one elected from each of the four precincts in the County, and the County Judge elected from the entire County. The members are elected by the public and have decision making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. The County's operational activities include general and financial administration, judicial, public safety, public facilities, construction and maintenance of roads, conservation and health and welfare assistance. Although the County receives funding from local, state and federal government entities, it is not included in any other government's "reporting entity."

For financial reporting 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 GAAP. The criteria used are as follows:

Financial Accountability - The primary government is deemed to be financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the primary government. Additionally, the primary government may be financially accountable if an organization is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government or a jointly appointed board. There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements. Accordingly, the financial statements present the County only.

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.

D. Basis of presentation – fund financial statements

The fund financial statements provide information about the government'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. Major individual governmental funds are reported as separate columns in the fund financial statements.

The government reports the following major governmental funds:

The *general* fund is the County's primary operating fund and is always classified as a major fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Major

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

revenue sources include property and other taxes, intergovernmental revenues, charges for services, and investment of idle funds. Primary expenditures are for general and financial administration, judicial, public safety, public facilities, conservation and health and welfare assistance,

Additionally, the County reports the following fund types:

Seventeen nonmajor *special revenue* funds account for specific revenue sources that are legally restricted to expenditures for specialized purposes.

The *debt service* fund is used to account for the payment of principal and interest on general long-term bonded debt of the City. Payments of principal and interest on equipment, financing used in general activities of the City and other financing are serviced by the General Fund.

The *capital projects* fund is used to account for revenues and expenditures related to the acquisition and/or the restoration of public facilities and infrastructure improvements.

Nine *agency* funds account for assets held by the County as an agent for individuals, private organizations, other governments and other fiduciary funds. Agency funds do not involve a formal trust agreement. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations; these funds are used by the County Clerk, District Clerk, JP #1, JP #2, JP #3, JP #4, County Sheriff, County Attorney, County Tax Assessor/Collector, County Attorney, and for Payroll Clearing.

During the course of operations, the government 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 are eliminated so that only the net amount is included as internal balances in the governmental activities column.

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

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 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 has been incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, sales taxes, 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

COLORADO COUNTY, TEXAS

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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 government.

Agency funds have no measurement focus but utilize the accrual basis of accounting for reporting their assets and liabilities.

F. Budgetary information

1. Budgetary basis of accounting

Annual budgets are adopted on the cash basis for the general fund, debt service fund and certain special revenue funds. Other special revenue funds do not have appropriated budgets since other means control the use of these resources (e.g. state law or specific authorization by the Commissioners Court). The capital projects funds are appropriated on a project-length basis. Cash received in the current year, representing collection of the tax levy intended to finance the subsequent fiscal year's operations, is not included in revenue.

Cash representing property tax collected/received in advance of the fiscal year it is intended to finance is omitted from beginning and ending cash balances on budgetary schedules.

Annual budgets were not adopted for the following special revenue funds: County Attorney Forfeiture, Sheriff Forfeiture, Garwood Water and Sewer Project, LEOSE, Historical Commission, Hot Check, and the County Attorney Salary Supplement.

The County Judge is, by statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, each department submits a budget request to the County Judge. The County Judge reviews budget requests and holds informal hearings when needed. Before October 1, a proposed budget is presented to the Commissioners' Court. A public hearing is then held, and the Commissioners' Court acts on the proposed budget. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available cash.

Once the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping members of the Commissioners' Court advised of the conditions of the various funds and accounts.

The appropriated budget is prepared by fund, department and category. Any transfers of appropriations are first approved by the Commissioners' Court. Department heads may approve line item transfers for expenditures of their respective departments. However, no amendments for the personnel services category may be made without Commissioners' Court approval to the total budget. Thus, the legal level of budgetary control is at the personnel services category level within each department and the department level overall. Expenditures can exceed appropriations as long as they do not exceed available revenues and cash balances.

The Commissioners' Court made several supplemental budgetary appropriations throughout the year. Supplementary budgetary appropriations were made for the general fund and certain special revenue funds. Approximate changes were as follows:

General Fund	\$ 337,800	*/***
Special Revenue Funds		
County Attorney Forfeiture	8,590	*
Sheriff Forfeiture	15,052	*
Road & Bridge Precinct No. 1	155,000	*
Road & Bridge Precinct No. 2	121,000	*
Road & Bridge Precinct No. 3	56,050	*
Road & Bridge Precinct No. 4	102,500	*
LEOSE	6,823	*

* Funded with available fund balance and/or additional miscellaneous income.

** Funded with available fund balance and charges for services.

*** Funded with grant proceeds.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

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2. Budget/GAAP reconciliation

The following is a reconciliation of budget basis to GAAP basis for the General Fund:

	General Fund
Change in net unrestricted cash and investments	
- Budget Basis	\$ (253,347)
Adjustments to GAAP basis	
Revenue recognition differences	164,352
Expenditure recognition differences	23,722
Net change in fund balance - GAAP Basis	<u>\$ (65,273)</u>

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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 expenses/expenditures during the reporting period. Actual results could differ from those estimates.

H. 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.

Restricted cash is reported in funds receiving ad valorem tax revenue for taxes levied for use in fiscal year 2017.

2. Investments

The County's investment policy authorizes the County to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (B) secured by obligations that are described by (1) - (4); (6) money market mutual funds regulated by the Securities and Exchange Commission with a dollar weighted average portfolio maturity of 90 days or less; (7) eligible investment pools organized and operating in compliance with the Public Funds Investment Act that have been authorized by the Commissioner's Court, and whose investment philosophy and strategy are consistent with the Policy and the County's ongoing investment strategy.

Investments maturing within one year of date of purchase are stated at cost or amortized cost; all other investments are stated at fair value which is based on quoted market prices. All investment income is recognized in the appropriate fund's statement of activity and or statement of revenues, expenditures and changes in fund balance.

3. Receivables and Payables

Due from Other Governments - Due from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the grantor have been met.

Reimbursements for services performed are recorded as receivables and revenue when they are earned in the government-wide statements. Included are fines and costs assessed by court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements. Receivables are shown net of an allowance for uncollectibles.

COLORADO COUNTY, TEXAS

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4. Capital assets

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets (e.g., roads and bridges), are reported in the government-wide financial statements. Capital assets (except for grant assets with lower thresholds) are defined as assets with a cost of \$5,000 or more. Infrastructure assets include County-owned roads and bridges. Capital assets are recorded at historical costs if purchased or constructed.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the government chose to include all such items regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life.

Donated capital assets, donated works of art and similar items, and capital assets received in a service concession agreement are reported at acquisition value rather than fair value.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Buildings and improvements	30 years
Equipment	3 - 10 years
Infrastructure	20 - 45 years

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. Within this category, the County reports deferred charge on refunding and deferred pension outflows in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price and is amortized over the shorter of the life of the refunded or refunding debt. The deferred pension outflows represent pension related investment and economic/demographic losses and pension contributions subsequent to the last measurement date.

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. Within this category, the County reports deferred ad valorem taxes receivable, taxes collected in advance of the fiscal year they may be used to finance activities, and pension experience gains. has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, special assessments, and deferred pension inflows. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Net position flow assumption

Sometimes the government 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 government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

COLORADO COUNTY, TEXAS

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Year Ended December 31, 2017

7. Fund balance flow assumptions

Sometimes the government 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 government'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.

8. Fund balance policies

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

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 court order prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the court order remains in place until a similar action is taken (the adoption of another court order) 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 Commissioners Court has by court order authorized the county auditor to assign fund balance. The Commissioners Court may also assign fund balance as it does 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.

The County has adopted a minimum fund balance policy as follows:

- General Fund – Unassigned fund balance of approximately 18 – 25% of current year budgeted expenditures.
- Road and Bridge Funds – Assigned fund balance of approximately 18 – 25% of current year budgeted expenditures.
- Debt Service Fund – Restricted fund balance of approximately 25 – 50% of the following year's debt service requirements.

All funds had fund balance above their respective required minimum amounts.

I. 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

The appraisal of property within the County is the responsibility of the Colorado County Appraisal District as required by legislation passed by the Texas Legislature. The Appraisal District is required under such legislation to assess all property within the Appraisal District on the basis of 100% of its appraised value and is prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every five years; however, the county may, at its own expense, require annual reviews of appraised values. The County may challenge appraised values established by the appraisal district through various appeals and, if necessary, legal action.

The County's property tax is levied and recorded as a receivable each October 1, on the assessed value listed as of the prior January 1, for all real and business property located in the County. Taxes are delinquent on February 1 following the October 1 levy date. A statutory lien becomes effective on all property with unpaid taxes as of January 1 of the year

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

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following the assessment. The County is prohibited from using taxes collected between October 1 and December 31 until the first day of the budget year for which the taxes are levied. As a result, taxes collected between these dates are shown as restricted cash and deferred revenue on the balance sheets of the General and Debt Service Funds.

3. Compensated absences

Vacation

The County's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Sick Leave

Accumulated sick leave lapses when employees leave the employ of the County and, upon separation from service, no monetary obligation exists.

Liabilities for compensated absences are liquidated by the General fund and the four Road and Bridge funds.

II. Reconciliation of government-wide and fund financial statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balances for total governmental funds and net position as reported in the government-wide statement of net position. The details of the difference are as follows:

Court fines receivable are unavailable to pay for current period expenditures

Deferred fines and fee revenue	
County clerk fines	\$ 280,759
District clerk fines	355,340
Justice of peace fines	<u>728,431</u>
	<u>\$ 1,364,530</u>

III. Stewardship, compliance, and accountability

Excess of expenditures over appropriations

The following funds had excess of expenditures over appropriations for personnel services within a department or for a department/fund:

General Fund	
County Commissioners' Court - Personnel services	\$ (46)
Veteran Service Officer - Personnel services	(1)
County Attny	(228)
EMS Director/Ambulance - Personnel services	(12,955)
Correction - Probation Juvenile	(1,812)
HGAC Solid Waste Grant	(3,664)
Health and Welfare, Septic System - Personnel services	(30)

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

IV. Detailed notes on all activities and funds

A. Cash deposits with financial institutions

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 requires all deposits to be covered by Federal Depository Insurance Corporation (FDIC) insurance and/or collateralized by qualified securities pledged by the County's depository in the County's name and held by the depository's agent.

State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. The County's deposits, including certificates of deposit, were fully insured or collateralized as required by the state statutes at December 31, 2017. At year end, the carrying amount of the County's deposits was \$11,912,509 (including \$2,303,218 restricted and \$1,383,410 in agency funds) and the respective bank balance was \$12,366,869. The bank balance was collateralized with securities held by the pledging financial institution's agent in the County's name. At year end, the County's depository had pledged securities, with a par value of \$17,575,528 and fair value of \$17,902,990.

B. Investments

State statutes, County bond ordinances and Commissioners Court orders authorize the County's investments. Although the County was actively investing during the year, there were no investments at December 31, 2017. The County has elected to disclose the various investment risks it is exposed to along with deposit risk.

Interest Rate Risk. – In accordance with its investment policy, the County manages its exposure to declines in fair value by limiting the weighted average maturity of its portfolios as follows:

- Operating portfolio - less than 270 days.
- Surplus funds portfolio – up to 5 years.
- Construction and capital improvements portfolios – up to 5 years.
- Special revenue fund portfolios – up to 2 years.
- Registry and state agency funds – up to 90 days.

Credit Risk – The County's investment policy limits investments as described previously in Note I.H.2.

Concentration of Credit Risk – With the exception of U.S. Government securities (100%), as authorized, and authorized local government investment pools (up to 60%), no more than 50% of the total investment portfolio may be invested in any one security type or with a single financial institution. Investments in money market mutual funds are limited to 10% of the County's total portfolio.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of a 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 the outside party.

C. Receivables

Governmental fund type receivables consist of amounts due for property taxes or amounts due for services (net of allowance for uncollectibles). Any portion of receivables that does not meet the criteria for revenue recognition is recorded as deferred revenue.

Concentrations of Credit Risk. - Governmental fund type accounts and taxes receivable are due from citizens and businesses within the County's boundaries. Risk of loss is immaterial due to wide dispersion of receivables and because of policies which address procedures for approving credit and filing property tax liens.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

Receivables for individual major funds and nonmajor funds in the aggregate at December 31, 2017 were as follows:

	Major Fund General	Non-Major Funds	Total
Taxes receivable	\$ 5,357,900	\$ 2,682,430	\$ 8,040,330
Ambulance receivable	594,793	2,520	597,313
Allowance for uncollectible accounts	(296,057)	-	(296,057)
	<u>298,736</u>	<u>2,520</u>	<u>301,256</u>
Fines receivable	8,320,594	146,141	8,466,735
Allowance for uncollectible accounts	(3,587,224)	(107,074)	(3,694,298)
	<u>4,733,370</u>	<u>39,067</u>	<u>4,772,437</u>
Total	<u>\$ 10,390,006</u>	<u>\$ 2,724,017</u>	<u>\$ 13,114,023</u>

Governmental funds report *deferred inflows of resources* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unavailable revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Deferred	Difference
Governmental Activities			
Deferred pension inflows	\$ -	\$ 259,862	\$ (259,862)
General Fund			
Ambulance receivable	224,480	-	224,480
Fines and fees receivable	1,302,042	(3,314)	1,305,356
Taxes collected in advance	2,632,896	2,632,896	-
Current ad valorem taxes receivable	5,340,844	5,049,368	291,476
	<u>9,500,262</u>	<u>7,678,950</u>	<u>1,821,312</u>
Non-Major Funds			
Fines and fees receivable	39,067	(20,106)	59,173
Taxes collected in advance	1,310,795	1,310,795	-
Current ad valorem taxes receivable	2,672,915	2,507,125	165,790
	<u>4,022,777</u>	<u>3,797,814</u>	<u>224,963</u>
Total	<u>\$ 13,523,039</u>	<u>\$ 11,736,626</u>	<u>\$ 1,786,413</u>

The current ad valorem taxes receivable represents taxes levied on October 1 to be used to finance activities for the following fiscal year beginning on January 1.

D. Capital assets

Capital assets are recorded at cost or, if donated, at fair market value at the date of receipt. In accordance with GASB-34, depreciation policies were adopted to include useful lives and classification by function. Infrastructure assets are listed at estimated or actual historical costs. General capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in governmental-type activities. Donated capital assets are valued at their estimated fair market value on the date of donation.

The County uses the following criteria to classify capital assets:

Useful life exceeds one year, and cost equals \$5,000 or more for assets acquired by governmental funds.

COLORADO COUNTY, TEXAS

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

Depreciation and amortization of capital assets are estimated using the straight-line method over estimated useful lives and are charged as an expense against operations. Accumulated depreciation and amortization are reported for governmental activities.

The following is a summary of capital asset activity for the year ended December 31, 2017:

	Balance 12/31/16	Additions	Retirements	Transfers and Completed Construction	Balance 12/31/17
GOVERNMENTAL ACTIVITIES:					
Capital assets, not being depreciated:					
Land	\$ 504,022	\$ -	\$ -	\$ -	\$ 504,022
Total capital assets not being depreciated	504,022	-	-	-	504,022
Capital assets, being depreciated					
Buildings and improvements	25,168,789	9,618	(30,000)	-	25,148,407
Equipment	10,600,089	966,208	(461,178)	-	11,105,119
Infrastructure	98,535,311	572,551	(924,175)	-	98,183,687
Total capital assets being depreciated	134,304,189	1,548,377	(1,415,353)	-	134,437,213
Less accumulated depreciation for:					
Buildings and improvements	(11,381,440)	(793,329)	30,000	-	(12,144,769)
Equipment	(7,740,989)	(736,312)	448,896	-	(8,028,405)
Infrastructure	(90,670,399)	(589,949)	924,175	-	(90,336,173)
Total accumulated depreciation	(109,792,828)	(2,119,590)	1,403,071	-	(110,509,347)
Total capital assets being depreciated, net	24,511,361	(571,213)	(12,282)	-	23,927,866
Governmental activities capital assets, net	\$ 25,015,383	\$ (571,213)	\$ (12,282)	\$ -	\$ 24,431,888

Depreciation expense was charged to governmental activities functions/programs of the primary government as follows:

Functions/Programs	
General Administration	\$ 513,409
Public Safety	545,349
Judicial	12,786
Health & Welfare	11,667
Public Transportation	1,036,379
	<u>\$ 2,119,590</u>

COLORADO COUNTY, TEXAS

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Year Ended December 31, 2017

E. Pension obligations

Texas County and District Retirement System (TCDRS)

1. Plan Description.

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit plan in the state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multi-employer public employee retirement system consisting of 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.

The plan provisions are adopted by the County commissioners' court, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or with 30 years regardless of age or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years 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 County commissioners' court within the 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 contribution and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

2. Benefits.

TCDRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS.

At the December 31, 2016 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees (or their beneficiaries) currently receiving benefits	79
Inactive employees entitled to but not yet receiving benefits	177
Active employees	194
	<hr/>
	450
	<hr/> <hr/>

3. Contributions.

The contribution rate for employees in TCDRS is 7% of employee gross earnings, and the County percentage is 12.00%, both as adopted by the governing body of the County. Under the state law governing TCDRS, the contribution rate for each County is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The County's contributions to TCDRS for the year ended December 31, 2017, were \$774,297 or \$7,734 in excess of the required contributions of \$766,563.

4. Net Pension Liability.

The County's Net Pension Liability (NPL) was measured as of December 31, 2016, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment

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expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates 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	13.50%	4.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	16.00%	7.70%
Global Equities	MSCI World (net) Index	1.50%	5.00%
International Equities - Developed	MSCI World Ex USA (net)	10.00%	4.70%
International Equities - Emerging	MSCI EM Standard (net) Index	7.00%	5.70%
Investment-Grade Bonds	Bloomberg Barclays Capital Aggregate Bond Index	3.00%	0.60%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.70%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	2.00%	3.83%
Direct Lending	S&P/LSTA Leveraged Loan Index	10.00%	8.15%
Distressed Debt	Cambridge Associates Distressed Securities Index 67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	3.00%	6.70%
REIT Equities		2.00%	3.85%
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	5.60%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	20.00%	3.85%
		<u>100.00%</u>	

5. Discount Rate

The discount rate used to measure the Total Pension Liability (Asset) was 8.1%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability (Asset).

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

6. Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c)
Balance at 12/31/2015	\$ 24,446,734	\$ 21,232,330	\$ 3,214,404
Changes for the year:			
Service cost	836,962		836,962
Interest on total pension liability	1,979,662		1,979,662
Effect of plan changes	-		-
Effect of economic/demographic gains or losses	(5,710)		(5,710)
Effect of assumptions changes or inputs	-		-
Refund of contributions	(163,484)	(163,484)	-
Benefit payments	(686,661)	(686,661)	-
Administrative expense		(17,101)	17,101
Member contributions		451,679	(451,679)
Net investment income		1,574,645	(1,574,645)
Employer contributions		774,297	(774,297)
Other	-	141,090	(141,090)
Net changes	1,960,769	2,074,465	(113,696)
Balance at 12/31/2016	\$ 26,407,503	\$ 23,306,795	\$ 3,100,708

7. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the County, calculated using the discount rate of 8.1%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7.1%) or 1 percentage point higher (9.1%) than the current rate:

	1% Decrease 7.1%	Current Discount Rate 8.1%	1% Increase 9.1%
Total Pension Liability	\$ 29,669,304	\$ 26,407,503	\$ 23,683,001
Fiduciary Net Position	23,306,795	23,306,795	23,306,795
Net Pension Liability / (Asset)	\$ 6,362,509	\$ 3,100,708	\$ 376,206

8. Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TCDRS financial report. That report may be obtained on the Internet at www.tcdrs.org.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

9. Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions

For the year ended December 31, 2017, the County recognized pension expense of \$852,542. At December 31, 2017, the County reported deferred outflows and inflows of resources related to pensions from the following sources:

	Original Amount	Date Established	Original Recognition Period	Amount Recognized in 12/30/16 Expense	Balance of Deferred Inflows 12/31/2016	Balance of Deferred Outflows 12/31/2016
Investment (gains) or losses	\$ 165,022	12/31/2016	5.0	\$ 33,004	\$ -	\$ 132,018
	1,873,036	12/31/2015	5.0	374,607	-	1,123,822
	277,000	12/31/2014	5.0	55,400	-	110,800
Economic/demographic (gains) or losses	(5,710)	12/31/2016	4.0	(1,428)	4,283	-
	(321,956)	12/31/2015	4.0	(80,489)	160,978	-
	(378,403)	12/31/2014	4.0	(94,601)	94,601	-
Assumptions changes or inputs	-	12/31/2016	4.0	-	-	-
	259,033	12/31/2015	4.0	64,758	-	129,517
	-	12/31/2014	5.0	-	-	-
Employer contributions made subsequent to measurement date						823,097
				<u>\$ 351,251</u>	<u>\$ 259,862</u>	<u>\$ 2,319,254</u>

\$743,592 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 net pension liability for the year ending December 31, 2018. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,

2017	\$ 351,252
2018	445,853
2019	406,184
2020	33,004
2021	-
Thereafter	-
	<u>\$ 1,236,293</u>

F. Other postemployment benefit (OPEB) obligations

Colorado County Retiree Health Care Plan

Plan Description. The Colorado County Retiree Health Care Plan is not a formal document detailing the specific terms of the plan but is a substantive plan - loosely defined as the benefits covered by the plan as understood by the employer and plan members at the time of each actuarial valuation.

Plan Eligibility. Permanent full-time employees who retire drawing a monthly county pension from the Texas County & District Retirement System (TCDRS) are eligible to participate in the Texas Association of Counties HEBP health care plan at the expense of the retiree.

Members are eligible for retirement in TCDRS at age 60 with 8 years of service credit or at any age with 20 years of service credit or when member's age plus service credit totals 75. Members terminating before normal retirement conditions are not eligible. Benefits include dental/vision coverage, and life insurance.

Retirees who terminate employment before normal retirement conditions are not eligible.

Retiree's surviving spouses are eligible for death-in-service benefits if the spouse was enrolled in the TAC HEBP health care plan at the time of the retiree's death at the expense of the surviving spouse.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

Employees who become eligible for disability retirement also are eligible to participate in the plan at the expense of the retiree.

TAC HEBP health care coverage terminates once the retiree is eligible for Medicare. The retiree is then eligible for the County Silver Choice Plan at the retiree's expense. Spouses and dependents of a Medicare eligible retiree may continue TAC HEBP health care coverage for up to 18 months through COBRA.

Health Care and Other Benefits. Retiree medical coverage for retirees is the same as coverage provided to active County employees in accordance with the terms and conditions of the current TAC HEBP health care coverage if they were enrolled at the time of death. Benefits include medical and prescription drug, vision/dental coverage, and life insurance (\$10,000 without AD&D until age 65). All benefits are provided at the expense of the retiree.

Funding Policies. The County does not make annual contributions to the plan, but it records as expense, the change in the Net OPEB Obligation.

Under this funding policy, GASB 45 requires the use of a discount rate consistent with the investment return on the employer's general assets. In the valuation, the discount rate is 4.5%.

The actuarially determined contribution requirement for the County's fiscal year is computed through an interim actuarial projection performed as of December 31, 2015. The actuarial projection is performed to determine the adequacy of the contribution rate, to describe the current financial condition of OPEB and to analyze changes in conditions.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information (initiated in 2008) provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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

Significant Actuarial Assumptions

Actuarially assumed investment rate	4.5% net of expenses
Mortality rates for males and females	RP-2014 Total Table with Projection MP-2015
Retirement, disablement and separation rates	Graduated rates based on age (detailed in actuary's report).
Actuarial cost method	Projected unit credit cost method.
General inflation	3.0% per annum
Payroll growth rate	3.0% per annum
Health cost increase	5.0% per annum
Method used for determining actuarial value of assets	Market value of assets
Amortization method	Level percentage of compensation
Amortization period	Level period for 30 years

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

The County's net OPEB liability for fiscal years ended December 31, 2017, 2016, and 2015 are as follows:

	2017	2016	2015
Annual Required Contribution (ARC)	\$ 34,203	\$ 34,215	\$ 17,616
Interest on net OPEB (NOPEB)	14,921	13,337	12,796
Adjustment to ARC	(13,807)	(12,357)	(11,858)
Annual OPEB cost	35,317	35,195	18,554
Participant contributions	-	-	(6,546)
Change in OPEB	35,317	35,195	12,008
NOPEB - January 1	331,567	296,372	284,364
NOPEB - December 31	<u>\$ 366,884</u>	<u>\$ 331,567</u>	<u>\$ 296,372</u>

Year Ended	Annual OPEB Cost	County Contribution	Percentage Contributed	Net OPEB Cost
December 31, 2017	\$ 35,317	\$ -	0.0%	\$ 35,317
December 31, 2016	35,195	-	0.0%	35,195
December 31, 2015	18,554	6,546	35.3%	12,008

Funded status and funding progress. As of December 31, 2016, the most recent actuarial valuation date, the funded status of the plan was as follows:

(1) Valuation Date	(2) Actuarial Valuation of Assets (AVA)	(3) Actuarial Accrued Liability (AAL)	(4) (2)-(3) Unfunded Actuarial Accrued Asset (Liability) (UAAL)	(5) (2)/(3)) Funded Ratio	(6) Annual Covered Payroll	(7) (4)/(6)) UAAL as % of Payroll
December 31, 2017	\$ -	\$ 366,884	\$ 366,884	0.0%	\$ 6,452,554	5.7%
December 31, 2016	-	351,731	351,731	0.0%	6,543,840	5.4%
December 31, 2014	-	181,072	181,072	0.0%	5,787,578	3.1%

G. Risk management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various natures. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (Pool) which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess insurance coverage. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

H. Lease obligations

Operating Leases. The County has entered into operating leases for copy machines for various offices which monthly payments are made by the general fund.

<u>FY</u>	<u>Amount</u>
2018	\$ 63,735
2019	53,913
2020	53,253

I. Long-term liabilities

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds generally are repaid by the debt service funds.

At December 31, 2017, the County had the following outstanding bonded debt:

<u>Purpose</u>	<u>Original Amount</u>	<u>Year of Issue</u>	<u>Final Maturity</u>	<u>Average Annual Payment</u>	<u>Interest Rate</u>	<u>Balance 12/31/2017</u>
GOVERNMENTAL ACTIVITIES DEBT						
Certificates of Obligation:						
Building restoration	\$ 5,000,000	2008	2028	\$ 453,404	1.25% - 3.92%	\$ 3,990,000
Building restoration	2,750,000	2012	2031	200,630	3.92%	2,325,000
Bond discount						6,315,000
Capital lease obligations						(16,705)
						6,298,295
						30,015
Total Governmental Activities Debt						<u>\$ 6,328,310</u>

Annual debt service requirements to maturity for general debt are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 445,000	\$ 212,966	\$ 657,966
2019	455,000	198,402	653,402
2020	470,000	183,446	653,446
2021	480,000	167,902	647,902
2022	495,000	151,966	646,966
2023 - 2027	2,750,000	493,179	3,243,179
2028 - 2031	1,220,000	73,402	1,293,402
	<u>\$ 6,315,000</u>	<u>\$ 1,481,263</u>	<u>\$ 7,796,263</u>

Interest incurred and charged to expense totaled \$223,345. Payments for this debt are made by the debt service fund.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

Capital Lease Obligation

Capitalized lease obligations are comprised of leases which terms provide for a bargain purchase options at the end of the lease period or provide the rights of ownership during the economic useful life of the assets. The general fund is used to make payments as due.

\$49,352 due in monthly instalments of \$621 including interest accruing at 5.85%, maturing in August, 2016 and secured by equipment with an original cost of \$49,352 \$ 30,015

Annual scheduled lease payments are as follows:

Year Ending December 31,	Amount
2018	\$ 10,790
2019	10,789
2020	10,789
	<u>32,368</u>
Less interest	(2,353)
	<u>\$ 30,015</u>

Changes in long-term liabilities for the year ended December 31, 2017 are as follows:

	12/31/2016	Additions	Retirements	12/31/2017	Due in One Year
GOVERNMENTAL ACTIVITIES:					
Certificates of obligation	\$ 6,750,000	\$ -	\$ (435,000)	\$ 6,315,000	\$ 445,000
Bond premium	-	-	-	-	-
Bond discount	(17,898)	-	1,193	(16,705)	(1,193)
Capital lease obligation	39,284	-	(9,269)	30,015	9,268
Compensated absences payable	188,946	267,159	(250,901)	205,204	192,716
OPEB obligation	331,567	-	35,317	366,884	-
Net pension obligation	3,214,403	-	(113,696)	3,100,707	-
	<u>\$ 10,506,302</u>	<u>\$ 267,159</u>	<u>\$ (772,356)</u>	<u>\$ 10,001,105</u>	<u>\$ 645,791</u>

J. Fund balance

In government-wide statements, Net position is classified into three categories as follows:

1. *Net investment in capital assets* – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, leases, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. *Restricted* – This component of net position consists of assets whose use is restricted by contributors, laws or regulations of other governments, or by laws through constitutional provisions or enabling legislation.
3. *Unrestricted* – This component of net position consists of those assets that do not meet the definition of “restricted” or “net investment in capital assets.”

Governmental funds classify fund balances as follows:

1. *Nonspendable Fund Balances* – Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.
2. *Restricted Fund Balance* – Amounts that can be spent only for specific purposes because of constraints imposed by external providers or imposed by constitutional provisions or enabling legislation.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

3. *Committed Fund Balance* – Amounts that can only be used for specific purposes pursuant to constraints imposed by the Commissioners Court (the “Court”) by formal action through adoption of a resolution, unless the Court removes or changes the specified use by taking the same type of action used to commit the amounts.
4. *Assigned Fund Balance* – Amounts assigned to a specific purpose to which the Court has delegated authority to the County Auditor to determine the assigned amounts of each fund.
5. *Unassigned Fund Balance* – Amounts that are available for any purpose; these amounts can be reported only in the County’s General Fund or as deficits in other governmental funds.

Fund balance amounts represent the nature of the net resources that are reported in a governmental fund. The County fund balance classifications include non-spendable resources, restricted, and non-restricted (committed, assigned and unassigned) amounts. When the County incurs an expenditure for an unrestricted amount, committed amounts are reduced first, followed by assigned amounts and then unassigned amounts for purposes in which any of those unrestricted fund balance classifications could be used.

	General Fund	Other Funds	Total
Fund Balances:			
Restricted for:			
Debt service	\$ -	\$ 77,139	\$ 77,139
Justice administration	-	458,050	458,050
Preservation	-	432,398	432,398
County administration facilities	-	7,712	7,712
Capital projects	-	129,847	129,847
Committed to:			
Airport operations	-	1,383	1,383
County administration facilities	-	-	-
Road & bridge maintenance	-	4,431,302	4,431,302
Preservation	-	2,977	2,977
Unassigned:	2,946,851	-	2,946,851
	<u>\$ 2,946,851</u>	<u>\$ 5,540,808</u>	<u>\$ 8,487,659</u>

K. Interfund transfers

The composition of interfund transfers for the current fiscal year is as follows:

	Transfers In	Transfers Out
General Fund	\$ 40,000	\$ (50,000)
Nonmajor governmental funds	141,587	(131,587)
Total	<u>\$ 181,587</u>	<u>\$ (181,587)</u>

Transfers were made primarily to support public safety and courthouse preservation.

L. Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment. 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.

COLORADO COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2017

From time to time, the County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of County's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

M. Tax Abatements

The County negotiates property tax abatement agreements on an individual basis. The County has a tax abatement agreement with a manufacturing facility under the authority of the Texas Property Redevelopment Act. The County established an abatement policy with two tiers (\$250,000 to \$999,999 or \$1,000,000 or more) for the value of eligible improvements, and a requirement for creating or preventing the loss of 10 jobs. The tax abatement amount is determined by Colorado County Central Appraisal District (CCCAD) under the terms of the abatement agreement. An abatement factor (given by CCAD's Tax Abatement Registry) is used to determine the portion of assessed taxable value excluded to determine the taxable value subject to the County's tax rate. If a default of the abatement agreement occurs during the agreement period, the County may apply established procedures to recapture abated taxes. Generally, abatement recipients agree to make eligible improvements and meet proposed employment targets.

Certain property improvements made during the improvement period are exempt from property taxes according to a multiyear abatement schedule with decreasing amounts abated over a 5-year period. Property taxes assessed October 1, 2016 for fiscal year 2017 amounted to a 100% abatement or \$62,375. Property taxes assessed October 1, 2017 for fiscal year 2018 amounted to a 75% abatement or \$45,566.

Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

COLORADO COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT B-1
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	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Receipts:				
Ad valorem taxes, penalty and interest	\$ 6,881,853	\$ 6,881,853	\$ 7,046,864	\$ 165,011
Other taxes	1,475,500	1,478,000	1,410,157	(67,843)
Licenses and permits	20,000	25,000	26,996	1,996
Fines and forfeitures	848,100	848,100	800,710	(47,390)
Charges for services	1,737,900	1,891,200	1,894,014	2,814
Intergovernmental	178,500	291,000	327,371	36,371
Miscellaneous	208,147	232,647	130,617	(102,030)
Total receipts	11,350,000	11,647,800	11,636,729	(11,071)
Disbursements:				
Current:				
General Administration				
County Judge				
Personnel services	206,800	206,800	206,776	24
Supplies	2,500	3,000	3,345	(345)
Services and charges	6,650	6,150	3,522	2,628
Capital outlay	2,500	2,500	--	2,500
Total County Judge	218,450	218,450	213,643	4,807
Commissioners' Court				
Personnel services	306,275	306,275	306,321	(46)
Supplies	75,000	75,000	65,640	9,360
Services and charges	544,250	619,250	592,685	26,565
Total Commissioners' Court	925,525	1,000,525	964,646	35,879
County Clerk				
Personnel services	373,100	373,100	368,264	4,836
Supplies	14,000	18,000	15,797	2,203
Services and charges	20,000	16,000	7,992	8,008
Capital outlay	5,000	5,000	1,456	3,544
Total County Clerk	412,100	412,100	393,509	18,591
Elections				
Personnel services	--	1,725	1,700	25
Supplies	15,000	15,000	4,869	10,131
Services and charges	24,600	22,875	20,739	2,136
Total Elections	39,600	39,600	27,308	12,292
Veteran Service Officer				
Personnel services	19,325	19,325	19,326	(1)
Supplies	1,000	1,000	84	916
Services and charges	1,750	1,750	925	825
Total Veteran Service Officer	22,075	22,075	20,335	1,740
Information Technology				
Personnel services	67,855	67,855	60,944	6,911
Supplies	1,500	1,500	1,544	(44)
Services and charges	128,000	121,500	118,537	2,963
Capital outlay	2,000	13,000	13,576	(576)
Total Information Technology	199,355	203,855	194,601	9,254

COLORADO COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT B-1
Page 2 of 6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Nondepartmental				
Personnel services	\$ 95,435	\$ 95,435	\$ 22,055	\$ 73,380
Supplies	38,500	38,500	33,790	4,710
Services and charges	104,250	144,250	120,134	24,116
Capital outlay	100,000	--	--	--
Other	11,000	11,000	10,790	210
Total Nondepartmental	<u>349,185</u>	<u>289,185</u>	<u>186,769</u>	<u>102,416</u>
Total General Administration	<u>2,166,290</u>	<u>2,185,790</u>	<u>2,000,811</u>	<u>184,979</u>
Financial Administration				
County Auditor				
Personnel services	199,950	199,950	198,414	1,536
Supplies	3,450	3,450	2,765	685
Services and charges	6,000	6,000	5,311	689
Capital outlay	2,000	2,000	--	2,000
Total County Auditor	<u>211,400</u>	<u>211,400</u>	<u>206,490</u>	<u>4,910</u>
County Treasurer				
Personnel services	50,355	50,355	50,313	42
Supplies	1,500	1,850	2,096	(246)
Services and charges	2,000	1,650	1,493	157
Capital outlay	1,500	1,500	--	1,500
Total County Treasurer	<u>55,355</u>	<u>55,355</u>	<u>53,902</u>	<u>1,453</u>
Tax Assessor - Collector				
Personnel services	266,750	266,750	239,912	26,838
Supplies	3,500	3,500	2,002	1,498
Services and charges	8,000	8,000	3,280	4,720
Capital outlay	1,200	1,200	--	1,200
Total Tax Assessor - Collector	<u>279,450</u>	<u>279,450</u>	<u>245,194</u>	<u>34,256</u>
Total Financial Administration	<u>546,205</u>	<u>546,205</u>	<u>505,586</u>	<u>40,619</u>
Judicial				
County Court				
Services and charges	32,000	32,000	18,335	13,665
Total County Court	<u>32,000</u>	<u>32,000</u>	<u>18,335</u>	<u>13,665</u>
Public Defender				
Personnel services	172,240	172,240	169,998	2,242
Supplies	3,000	3,000	2,486	514
Services and charges	4,000	4,000	2,807	1,193
Capital outlay	1,000	1,000	--	1,000
Total Public Defender	<u>180,240</u>	<u>180,240</u>	<u>175,291</u>	<u>4,949</u>
25th Judicial District				
Supplies	250	250	143	107
Services and charges	25,400	25,400	21,055	4,345
Total 25th Judicial District	<u>25,650</u>	<u>25,650</u>	<u>21,198</u>	<u>4,452</u>

COLORADO COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT B-1
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	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
2nd 25th Judicial District				
Supplies	\$ 250	\$ 250	\$ 142	\$ 108
Services and charges	25,400	25,400	22,049	3,351
Total 2nd 25th Judicial District	25,650	25,650	22,191	3,459
District Court				
Services and charges	76,000	76,000	71,053	4,947
Total District Court	76,000	76,000	71,053	4,947
District Clerk				
Personnel services	170,750	170,750	170,457	293
Supplies	6,000	3,650	3,416	234
Services and charges	3,000	5,350	5,722	(372)
Capital outlay	5,000	5,000	4,598	402
Total District Clerk	184,750	184,750	184,193	557
Justice of the Peace Number 1				
Personnel services	149,690	149,690	138,875	10,815
Supplies	4,000	4,000	2,572	1,428
Services and charges	9,250	9,250	5,015	4,235
Capital outlay	2,000	2,000	1,438	562
Total Justice of the Peace Number 1	164,940	164,940	147,900	17,040
Justice of the Peace Number 2				
Personnel services	143,025	143,025	142,415	610
Supplies	4,000	3,250	2,782	468
Services and charges	11,500	12,250	10,371	1,879
Capital outlay	2,000	2,000	1,167	833
Total Justice of the Peace Number 2	160,525	160,525	156,735	3,790
Justice of the Peace Number 3				
Personnel services	144,700	144,700	144,652	48
Supplies	5,500	5,500	5,531	(31)
Services and charges	6,450	6,450	3,939	2,511
Capital outlay	3,000	3,000	--	3,000
Total Justice of the Peace Number 3	159,650	159,650	154,122	5,528
Justice of the Peace Number 4				
Personnel services	99,280	99,280	88,990	10,290
Supplies	4,000	3,000	1,489	1,511
Services and charges	13,750	14,750	12,920	1,830
Capital outlay	2,000	2,000	1,800	200
Total Justice of the Peace Number 4	119,030	119,030	105,199	13,831
County Attorney				
Personnel services	441,750	441,750	441,090	660
Services and charges	26,000	28,000	28,888	(888)
Capital outlay	2,000	--	--	--
Total County Attorney	469,750	469,750	469,978	(228)
Total Judicial	1,598,185	1,598,185	1,526,195	71,990

COLORADO COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT B-1
Page 4 of 6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Safety				
Emergency Management				
Personnel services	\$ 42,000	\$ 42,000	\$ 41,998	\$ 2
Supplies	3,000	3,000	114	2,886
Services and charges	39,950	39,950	15,234	24,716
Capital outlay	20,000	20,000	--	20,000
Other	40,000	40,000	23,622	16,378
Total Emergency Management	<u>144,950</u>	<u>144,950</u>	<u>80,968</u>	<u>63,982</u>
EMS Director/Ambulance				
Personnel services	1,483,900	1,603,900	1,616,855	(12,955)
Supplies	150,000	139,800	125,362	14,438
Services and charges	127,500	137,700	141,485	(3,785)
Capital outlay	145,000	230,000	222,982	7,018
Total EMS Director/Ambulance	<u>1,906,400</u>	<u>2,111,400</u>	<u>2,106,684</u>	<u>4,716</u>
Constables				
Personnel services	121,860	121,860	120,783	1,077
Services and charges	14,800	14,800	6,478	8,322
Capital outlay	2,000	2,000	895	1,105
Total Constables	<u>138,660</u>	<u>138,660</u>	<u>128,156</u>	<u>10,504</u>
911 Rural Addressing				
Personnel services	100,700	100,700	98,732	1,968
Supplies	3,000	5,250	4,681	569
Services and charges	15,900	13,650	4,883	8,767
Capital outlay	8,000	8,000	1,200	6,800
Total 911 Rural Addressing	<u>127,600</u>	<u>127,600</u>	<u>109,496</u>	<u>18,104</u>
County Sheriff				
Personnel services	1,845,500	1,845,500	1,773,049	72,451
Supplies	136,000	137,000	129,594	7,406
Services and charges	234,500	223,500	198,003	25,497
Capital outlay	225,000	225,000	220,714	4,286
Other	--	70,000	70,046	(46)
Total County Sheriff	<u>2,441,000</u>	<u>2,501,000</u>	<u>2,391,406</u>	<u>109,594</u>
Operation of Jail				
Personnel services	1,237,000	1,241,000	1,192,567	48,433
Supplies	153,500	215,000	228,086	(13,086)
Services and charges	301,000	360,500	387,375	(26,875)
Capital outlay	5,000	5,000	4,665	335
Total Operation of Jail	<u>1,696,500</u>	<u>1,821,500</u>	<u>1,812,693</u>	<u>8,807</u>
Correction - Probation Juvenile				
Personnel services	13,888	13,888	13,880	8
Services and charges	135,552	143,052	144,872	(1,820)
Total Correction - Probation Juvenile	<u>149,440</u>	<u>156,940</u>	<u>158,752</u>	<u>(1,812)</u>

COLORADO COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT B-1
Page 5 of 6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Department of Public Safety				
Personnel services	\$ 47,240	\$ 47,240	\$ 46,716	\$ 524
Supplies	1,000	1,000	503	497
Services and charges	2,000	2,000	2,028	(28)
Total Department of Public Safety	<u>50,240</u>	<u>50,240</u>	<u>49,247</u>	<u>993</u>
Total Public Safety	<u>6,654,790</u>	<u>7,052,290</u>	<u>6,837,402</u>	<u>214,888</u>
Public Facilities				
Courthouse Building				
Personnel services	224,450	224,450	209,539	14,911
Supplies	39,000	36,000	32,557	3,443
Services and charges	291,500	297,500	232,107	65,393
Capital outlay	6,000	13,000	9,852	3,148
Total Courthouse Building	<u>560,950</u>	<u>570,950</u>	<u>484,055</u>	<u>86,895</u>
HGAC Solid Waste Grant				
Services and charges	--	43,300	46,964	(3,664)
Total HGAC Solid Waste Grant	<u>--</u>	<u>43,300</u>	<u>46,964</u>	<u>(3,664)</u>
Total Public Facilities	<u>560,950</u>	<u>614,250</u>	<u>531,019</u>	<u>83,231</u>
Conservation				
Agriculture Extension Service				
Personnel services	133,600	133,600	131,648	1,952
Supplies	6,500	6,150	5,478	672
Services and charges	20,150	22,000	20,220	1,780
Capital outlay	2,000	500	500	--
Total Agriculture Extension Service	<u>162,250</u>	<u>162,250</u>	<u>157,846</u>	<u>4,404</u>
Total Conservation	<u>162,250</u>	<u>162,250</u>	<u>157,846</u>	<u>4,404</u>
Health and Welfare				
Septic System - Flood Plain				
Personnel services	29,300	29,300	29,330	(30)
Supplies	1,400	1,400	985	415
Services and charges	13,250	13,250	1,920	11,330
Capital outlay	2,000	2,000	--	2,000
Total Septic System - Flood Plain	<u>45,950</u>	<u>45,950</u>	<u>32,235</u>	<u>13,715</u>
Mental Health and Alcohol				
Services and charges	19,180	19,180	16,612	2,568
Total Mental Health and Alcohol	<u>19,180</u>	<u>19,180</u>	<u>16,612</u>	<u>2,568</u>
Contract Services				
Services and charges	108,880	126,380	131,064	(4,684)
Other	25,500	68,000	59,227	8,773
Total Contract Services	<u>134,380</u>	<u>194,380</u>	<u>190,291</u>	<u>4,089</u>

COLORADO COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT B-1
Page 6 of 6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Indigent Health Care				
Personnel services	\$ 44,070	\$ 44,070	\$ 42,115	\$ 1,955
Supplies	750	750	454	296
Services and charges	305,500	113,000	36,892	76,108
Capital outlay	1,000	1,000	--	1,000
Total Indigent Health Care	<u>351,320</u>	<u>158,820</u>	<u>79,461</u>	<u>79,359</u>
Parks and Recreation				
Services and charges	4,500	4,500	2,618	1,882
Total Parks and Recreation	<u>4,500</u>	<u>4,500</u>	<u>2,618</u>	<u>1,882</u>
Total Health and Welfare	<u>555,330</u>	<u>422,830</u>	<u>321,217</u>	<u>101,613</u>
Total disbursements	<u>12,244,000</u>	<u>12,581,800</u>	<u>11,880,076</u>	<u>701,724</u>
Excess (deficiency) of receipts over (under) disbursement:	(894,000)	(934,000)	(243,347)	690,653
Other financing sources (uses):				
Transfers in	--	40,000	40,000	--
Transfers out	(50,000)	(50,000)	(50,000)	--
Total other financing sources (uses)	<u>(50,000)</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>--</u>
Net change in cash	(944,000)	(944,000)	(253,347)	690,653
Cash, January 1	<u>3,037,530</u>	<u>3,037,530</u>	<u>3,037,530</u>	<u>--</u>
Cash, December 31	<u>\$ 2,093,530</u>	<u>\$ 2,093,530</u>	<u>\$ 2,784,183</u>	<u>\$ 690,653</u>

COLORADO COUNTY, TEXAS
SCHEDULE OF CHANGES IN THE COUNTY'S
NET PENSION LIABILITY AND RELATED RATIOS
COLORADO COUNTY PENSION PLAN
LAST TEN PLAN YEARS *

	Plan Year									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total pension liability:										
Service cost	\$ 836,962	\$ 773,517	\$ 761,630	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Interest	1,979,662	1,840,828	1,710,490	--	--	--	--	--	--	--
Changes of benefit terms	--	67,051	--	--	--	--	--	--	--	--
Differences between expected and actual experience	(5,710)	(321,956)	(378,403)	--	--	--	--	--	--	--
Changes of assumptions	--	259,033	--	--	--	--	--	--	--	--
Benefit payments, including refunds of employee contributions	(850,145)	(704,126)	(598,521)	--	--	--	--	--	--	--
Net change in total pension liability	1,960,769	1,914,347	1,495,196	--	--	--	--	--	--	--
Total pension liability - beginning	24,446,734	22,532,387	21,037,191	--	--	--	--	--	--	--
Total pension liability - ending (a)	\$ 26,407,503	\$ 24,446,734	\$ 22,532,387	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Plan fiduciary net position:										
Contributions - employer	\$ 774,297	\$ 743,592	\$ 697,017	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Contributions - employee	451,679	432,322	402,904	--	--	--	--	--	--	--
Net investment income	1,574,645	(144,583)	1,312,625	--	--	--	--	--	--	--
Benefit payments, including refunds of employee contributions	(850,145)	(704,127)	(598,521)	--	--	--	--	--	--	--
Administrative expense	(17,101)	(15,190)	(15,490)	--	--	--	--	--	--	--
Other	141,090	(14,178)	(116,887)	--	--	--	--	--	--	--
Net change in plan fiduciary net position	2,074,465	297,836	1,681,648	--	--	--	--	--	--	--
Plan fiduciary net position - beginning	21,232,330	20,934,494	19,252,846	--	--	--	--	--	--	--
Plan fiduciary net position - ending (b)	\$ 23,306,795	\$ 21,232,330	\$ 20,934,494	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
County's net pension liability - ending (a) - (b)	\$ 3,100,708	\$ 3,214,404	\$ 1,597,893	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Plan fiduciary net position as a percentage of the total pension liability	88.26%	86.85%	92.91%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered-employee payroll	\$ 6,452,554	\$ 6,176,023	\$ 5,755,766	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
County's net pension liability as a percentage of covered-employee payroll	48.05%	52.05%	27.76%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

COLORADO COUNTY, TEXAS
SCHEDULE OF COUNTY CONTRIBUTIONS
COLORADO COUNTY PENSION PLAN
LAST TEN FISCAL YEARS

	Fiscal Year									
	2016	2015	2014	2012	2011	2010	2009	2008	2007	2006
Actuarially determined contribution	\$ 766,563	\$ 743,592	\$ 697,017	\$ 686,155	\$ 586,614	\$ 542,091	\$ 556,516	\$ 387,201	\$ 352,340	\$ 298,391
Contributions in relation to the actuarially determined contribution	774,297	743,592	697,017	686,155	586,614	542,019	556,516	387,201	352,340	313,436
Contribution deficiency (excess)	\$ (7,734)	\$ --	\$ --	\$ --	\$ --	\$ 72	\$ --	\$ --	\$ --	\$ (15,045)
Covered-employee payroll	\$ 6,452,554	\$ 6,176,023	\$ 5,755,766	\$ 5,722,796	\$ 5,555,102	\$ 5,268,191	\$ 5,345,978	\$ 5,088,053	\$ 4,559,743	\$ 4,179,142
Contributions as a percentage of covered-employee payroll	12.0%	12.0%	12.1%	12.0%	10.6%	10.3%	10.4%	7.6%	7.7%	7.5%

Notes to Schedule

Valuation date: 12/31/16

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.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry age normal
- Amortization method: Level percentage of payroll, closed
- Remaining amortization period: 9.2 (based on contribution rate calculated in 12/31/16 valuation)
- Asset valuation method: 5-year smoothed market
- Inflation: 3.0%
- Salary increases: Varies by age and service. 4.9% average over career including inflation
- Investment rate of return: 8.0
- Retirement age: Members who are eligible for service retirement are assumed to commence receiving benefits based on age. The average age at service retirement for recent retirees is 61.
- Mortality: In the 2015 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection sale (110% of the MP-2014 Ultimate Scale AA had been used. The base table is the RP-2000 table projected with Scale AA to 2014.

COLORADO COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 Year Ended December 31, 2017

1. Budget/GAAP reconciliation

The following is a reconciliation of budget basis to GAAP basis for the General Fund:

	General Fund
	<hr/>
Change in net unrestricted cash and investments	
- Budget Basis	\$ (253,347)
Adjustments to GAAP basis	
Revenue recognition differences	164,352
Expenditure recognition differences	<hr/> 23,722
Net change in fund balance - GAAP Basis	<hr/> <hr/> \$ (65,273)

Combining Statement and Budget Comparisons as Other Supplementary Information

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board and considered a part of the basic financial statements, but are presented for purposes of additional analysis.

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SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes.

County Attorney Forfeiture Fund – This fund is used to account for forfeitures awarded as part of Article 59.06 of the Code of Criminal Procedure and may be expended solely for expenses of office.

Records Preservation Fund – This fund is used to account for the records management and preservation fee received by the County Clerk. Funds generated from this fee may only be used for special records preservation and automation projects.

Airport Fund – This fund is used to account for the County's revenues (user fees and fuel commissions) and expenditures related to the maintenance of the Robert R. Wells, Jr. Airport.

Sheriff Forfeiture Fund – This fund is used to account for forfeitures awarded as part of Article 59.06 of the Texas Code of Criminal Procedure and may be expended solely for law enforcement purposes.

Garwood Water & Sewer Project Fund – This fund is used to account for the receipts and expenditures of the Texas Community Development Program Grant passed through Texas Department of Agriculture – Office of Rural Affairs. This grant will provide water and sewer improvements to the unincorporated community of Garwood by replacing water valves and hydrants and sewer lines and rehabilitate manholes to prevent frequent maintenance issues and disruptions in service.

Road and Bridge Precinct Number 1 Fund – This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within County Precinct #1.

Road and Bridge Precinct Number 2 Fund – This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within County Precinct #2.

Road and Bridge Precinct Number 3 Fund – This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within County Precinct #3.

Road and Bridge Precinct Number 4 Fund – This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within County Precinct #4.

LEOSE - This fund is used to account for revenues and expenditures related to the continuing education of persons licensed under Chapter 1701, Occupations Code.

Security Fund – This fund is used to account for revenues and expenditures related to improving and maintaining courtroom and general courthouse security.

Law Library Fund – This fund is used to account for revenues and expenditures related to the maintenance of a library for use by members of the Texas Bar Association

Justice Court Technology – This fund is used to account for revenues and expenditures related to the purchase and maintenance of technology enhancements for justice courts.

County and District Court Technology Fund - This fund is used to account for revenues and expenditures related to the purchase and maintenance of technology enhancements for county and district courts.

Historical Commission Fund – This fund is used to account for programs conducted to preserve the historical heritage of the County.

Hot Check Fund – This fund is used to account for "hot check" fees received by the County Attorney and County Clerk.

County Attorney Salary Supplement – This fund is used to account for state source revenues use to supplement salaries and other expenditures of the County Attorney's office.

DEBT SERVICE FUND

Debt Service Fund – This fund is used to account for and report financial resources that are restricted to expenditures for principal and interest.

CAPITAL PROJECTS FUND

Capital Projects Fund – This fund is used to account for revenues and expenditures related to the acquisition and/or restoration of public facilities and infrastructure improvements.

THC/Courthouse Preservation Fund – This fund is used to account for receipts and expenditures of the Texas Historic Courthouse Preservation Program passed through the State Comptroller – Texas Historical Commission. This grant will preserve and/or restore the interior of the historic county courthouse.

AGENCY FUNDS

County Clerk - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

District Clerk - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

Justice of the Peace Number 2 - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

Justice of the Peace Number 4 - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

Sheriff - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

County Attorney - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

Tax Collector - This fund is used to account for receipts pending disposition to individuals and entities, the County or other governments.

County Attorney Seizure Fund – This fund is used to account for seizures pending final judgment rendered concerning contraband seized as part of Article 59.06 of the Texas Code of Criminal Procedure.

Payroll Clearing - This fund is used to account for amounts deposited for payment of net payroll checks, and withholding and County contributions for payroll taxes and employee benefits.

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COLORADO COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2017

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
Assets:				
Cash	\$ 5,234,409	\$ 77,445	\$ 129,847	\$ 5,441,701
Receivables (net of allowances for uncollectibles):				
Taxes	2,220,247	462,183	--	2,682,430
Accounts	2,120	400	--	2,520
Fines	39,067	--	--	39,067
Due from other governments	94,399	--	--	94,399
Restricted assets:				
Cash	632,258	131,875	--	764,133
Due from other governments	450,278	94,092	--	544,370
Total Assets	\$ 8,672,778	\$ 765,995	\$ 129,847	\$ 9,568,620
Liabilities:				
Accounts payable	\$ 5,035	\$ --	\$ --	\$ 5,035
Total Liabilities	5,035	--	--	5,035
Deferred Inflows of Resources				
Deferred revenue	3,333,921	688,856	--	4,022,777
Total Deferred Inflows of Resources	3,333,921	688,856	--	4,022,777
Fund Balances:				
Restricted	898,160	77,139	129,847	1,105,146
Committed	4,435,662	--	--	4,435,662
Total Fund Balances	5,333,822	77,139	129,847	5,540,808
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,672,778	\$ 765,995	\$ 129,847	\$ 9,568,620

COLORADO COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:				
Ad valorem taxes, penalty and interest	\$ 3,214,621	\$ 677,141	\$ --	\$ 3,891,762
Licenses and permits	751,074	--	--	751,074
Fines and forfeitures	84,016	--	--	84,016
Charges for services	185,748	--	--	185,748
Intergovernmental	157,644	--	--	157,644
Contributions	31	--	--	31
Miscellaneous	189,147	3,786	2,242	195,175
Total revenues	<u>4,582,281</u>	<u>680,927</u>	<u>2,242</u>	<u>5,265,450</u>
Expenditures:				
Current:				
General administration	3,605	--	--	3,605
Judicial	37,217	--	--	37,217
Public safety	69,440	--	--	69,440
Public facilities	15,052	--	--	15,052
Public transportation	4,386,300	--	--	4,386,300
Health and welfare	18,777	--	91,587	110,364
Debt service:				
Principal and interest	--	662,638	1,825	664,463
Total expenditures	<u>4,530,391</u>	<u>662,638</u>	<u>93,412</u>	<u>5,286,441</u>
Excess (deficiency) of revenues over (under) expenditures	51,890	18,289	(91,170)	(20,991)
Other financing sources (uses):				
Transfers in	50,000	--	91,587	141,587
Transfers out	(40,000)	--	(91,587)	(131,587)
Total other financing sources (uses)	<u>10,000</u>	<u>--</u>	<u>--</u>	<u>10,000</u>
Net change in fund balance	61,890	18,289	(91,170)	(10,991)
Fund balances, January 1	<u>5,271,932</u>	<u>58,850</u>	<u>221,017</u>	<u>5,551,799</u>
Fund balances, December 31	<u>\$ 5,333,822</u>	<u>\$ 77,139</u>	<u>\$ 129,847</u>	<u>\$ 5,540,808</u>

COLORADO COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2017

	County Attorney Forfeiture	Records Preservation	Airport	Sheriff Forfeiture
Assets:				
Cash	\$ 279,197	\$ 432,557	\$ 1,384	\$ 48,144
Receivables (net of allowances for uncollectibles):				
Taxes	--	--	--	--
Accounts	--	--	--	--
Fines	--	3,954	--	--
Due from other governments	--	--	--	--
Restricted assets:				
Cash	--	--	--	--
Due from other governments	--	--	--	--
Total Assets	\$ 279,197	\$ 436,511	\$ 1,384	\$ 48,144
Liabilities:				
Accounts payable	\$ --	\$ 160	\$ --	\$ --
Total Liabilities	--	160	--	--
Deferred Inflows of Resources				
Deferred revenue	--	3,954	--	--
Total Deferred Inflows of Resources	--	3,954	--	--
Fund Balances:				
Restricted	279,197	432,397	--	48,144
Committed	--	--	1,384	--
Total Fund Balances	279,197	432,397	1,384	48,144
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 279,197	\$ 436,511	\$ 1,384	\$ 48,144

Garwood Water & Sewer Project	Road & Bridge Precinct Number 1	Road & Bridge Precinct Number 2	Road & Bridge Precinct Number 3	Road & Bridge Precinct Number 4
\$ --	\$ 1,152,570	\$ 1,207,487	\$ 1,024,301	\$ 947,535
--	554,840	560,612	645,204	459,591
--	489	494	570	403
--	--	--	--	--
--	--	--	--	94,399
--	157,987	159,650	183,740	130,881
--	112,524	113,695	130,851	93,208
<u>\$ --</u>	<u>\$ 1,978,410</u>	<u>\$ 2,041,938</u>	<u>\$ 1,984,666</u>	<u>\$ 1,726,017</u>
<u>\$ --</u>	<u>\$ 241</u>	<u>\$ 800</u>	<u>\$ 988</u>	<u>\$ 2,846</u>
<u>--</u>	<u>241</u>	<u>800</u>	<u>988</u>	<u>2,846</u>
--	823,383	831,955	957,475	682,041
--	823,383	831,955	957,475	682,041
--	--	--	--	--
--	1,154,786	1,209,183	1,026,203	1,041,130
--	1,154,786	1,209,183	1,026,203	1,041,130
<u>\$ --</u>	<u>\$ 1,978,410</u>	<u>\$ 2,041,938</u>	<u>\$ 1,984,666</u>	<u>\$ 1,726,017</u>

COLORADO COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2017

	LEOSE	Security	Law Library	Justice Court Technology
Assets:				
Cash	\$ 7,712	\$ 6,944	\$ 77,840	\$ 7,860
Receivables (net of allowances for uncollectibles):				
Taxes	--	--	--	--
Accounts	--	--	--	--
Fines	--	19,827	--	15,286
Due from other governments	--	--	--	--
Restricted assets:				
Cash	--	--	--	--
Due from other governments	--	--	--	--
Total Assets	<u>\$ 7,712</u>	<u>\$ 26,771</u>	<u>\$ 77,840</u>	<u>\$ 23,146</u>
Liabilities:				
Accounts payable	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Deferred Inflows of Resources				
Deferred revenue	--	19,827	--	15,286
Total Deferred Inflows of Resources	<u>--</u>	<u>19,827</u>	<u>--</u>	<u>15,286</u>
Fund Balances:				
Restricted	7,712	6,944	77,840	7,860
Committed	--	--	--	--
Total Fund Balances	<u>7,712</u>	<u>6,944</u>	<u>77,840</u>	<u>7,860</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,712</u>	<u>\$ 26,771</u>	<u>\$ 77,840</u>	<u>\$ 23,146</u>

County and District Court Technology	Historical Commission	Hot Check	County Attorney Salary Supplement	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
\$ 19,016	\$ 2,976	\$ 13,963	\$ 4,923	\$ 5,234,409
--	--	--	--	2,220,247
--	--	164	--	2,120
--	--	--	--	39,067
--	--	--	--	94,399
--	--	--	--	632,258
--	--	--	--	450,278
<u>\$ 19,016</u>	<u>\$ 2,976</u>	<u>\$ 14,127</u>	<u>\$ 4,923</u>	<u>\$ 8,672,778</u>
<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 5,035</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>5,035</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,333,921</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,333,921</u>
19,016	--	14,127	4,923	898,160
--	2,976	--	--	4,435,662
<u>19,016</u>	<u>2,976</u>	<u>14,127</u>	<u>4,923</u>	<u>5,333,822</u>
<u>\$ 19,016</u>	<u>\$ 2,976</u>	<u>\$ 14,127</u>	<u>\$ 4,923</u>	<u>\$ 8,672,778</u>

COLORADO COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	County Attorney Forfeiture	Records Preservation	Airport	Sheriff Forfeiture
Revenues:				
Ad valorem taxes, penalty and interest	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--
Fines and forfeitures	29,642	--	--	9,718
Charges for services	--	135,861	36,319	--
Intergovernmental	--	--	12,099	--
Contributions	--	--	--	--
Miscellaneous	3,267	4,714	26	653
Total revenues	<u>32,909</u>	<u>140,575</u>	<u>48,444</u>	<u>10,371</u>
Expenditures:				
Current:				
General administration	--	3,605	--	--
Judicial	8,590	--	--	--
Public safety	--	--	--	--
Public facilities	--	--	--	15,052
Public transportation	--	--	58,104	--
Health and welfare	--	--	--	--
Total expenditures	<u>8,590</u>	<u>3,605</u>	<u>58,104</u>	<u>15,052</u>
Excess (deficiency) of revenues over (under) expenditures	24,319	136,970	(9,660)	(4,681)
Other financing sources (uses):				
Transfers in	--	--	7,000	--
Transfers out	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>7,000</u>	<u>--</u>
Net change in fund balance	24,319	136,970	(2,660)	(4,681)
Fund balances, January 1	<u>254,878</u>	<u>295,427</u>	<u>4,044</u>	<u>52,825</u>
Fund balances, December 31	<u>\$ 279,197</u>	<u>\$ 432,397</u>	<u>\$ 1,384</u>	<u>\$ 48,144</u>

Garwood Water & Sewer Project	Road & Bridge Precinct Number 1	Road & Bridge Precinct Number 2	Road & Bridge Precinct Number 3	Road & Bridge Precinct Number 4
\$ --	\$ 803,207	\$ 811,531	\$ 934,619	\$ 665,264
--	186,744	187,469	222,066	154,795
--	--	--	--	--
--	--	--	--	--
--	--	5,114	34	106,563
--	--	--	--	--
--	32,217	100,578	28,370	16,674
--	1,022,168	1,104,692	1,185,089	943,296
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	1,103,526	1,152,284	1,164,529	907,707
3,850	--	--	--	--
3,850	1,103,526	1,152,284	1,164,529	907,707
(3,850)	(81,358)	(47,592)	20,560	35,589
--	--	--	--	--
--	(10,000)	(10,000)	(10,000)	(10,000)
--	(10,000)	(10,000)	(10,000)	(10,000)
(3,850)	(91,358)	(57,592)	10,560	25,589
3,850	1,246,144	1,266,775	1,015,643	1,015,541
\$ --	\$ 1,154,786	\$ 1,209,183	\$ 1,026,203	\$ 1,041,130

COLORADO COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	LEOSE	Security	Law Library	Justice Court Technology
Revenues:				
Ad valorem taxes, penalty and interest	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--
Fines and forfeitures	--	25,576	--	15,121
Charges for services	--	--	13,568	--
Intergovernmental	6,170	--	--	--
Contributions	--	--	--	--
Miscellaneous	137	105	--	46
Total revenues	<u>6,307</u>	<u>25,681</u>	<u>13,568</u>	<u>15,167</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	--	629	--
Public safety	6,823	62,617	--	--
Public facilities	--	--	--	--
Public transportation	--	--	--	--
Health and welfare	--	--	--	14,927
Total expenditures	<u>6,823</u>	<u>62,617</u>	<u>629</u>	<u>14,927</u>
Excess (deficiency) of revenues over (under) expenditures	(516)	(36,936)	12,939	240
Other financing sources (uses):				
Transfers in	--	43,000	--	--
Transfers out	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>43,000</u>	<u>--</u>	<u>--</u>
Net change in fund balance	(516)	6,064	12,939	240
Fund balances, January 1	<u>8,228</u>	<u>880</u>	<u>64,901</u>	<u>7,620</u>
Fund balances, December 31	<u>\$ 7,712</u>	<u>\$ 6,944</u>	<u>\$ 77,840</u>	<u>\$ 7,860</u>

County and District Court Technology	Historical Commission	Hot Check	County Attorney Salary Supplement	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$ --	\$ --	\$ --	\$ --	\$ 3,214,621
--	--	--	--	751,074
3,959	--	--	--	84,016
--	--	--	--	185,748
--	--	164	27,500	157,644
--	31	--	--	31
223	527	1,610	--	189,147
<u>4,182</u>	<u>558</u>	<u>1,774</u>	<u>27,500</u>	<u>4,582,281</u>
--	--	--	--	3,605
--	--	804	27,194	37,217
--	--	--	--	69,440
--	--	--	--	15,052
150	--	--	--	4,386,300
--	--	--	--	18,777
<u>150</u>	<u>--</u>	<u>804</u>	<u>27,194</u>	<u>4,530,391</u>
4,032	558	970	306	51,890
--	--	--	--	50,000
--	--	--	--	(40,000)
--	--	--	--	10,000
4,032	558	970	306	61,890
14,984	2,418	13,157	4,617	5,271,932
<u>\$ 19,016</u>	<u>\$ 2,976</u>	<u>\$ 14,127</u>	<u>\$ 4,923</u>	<u>\$ 5,333,822</u>

COLORADO COUNTY, TEXAS
 RECORDS PRESERVATION
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-5

	Budget	Actual	Variance Positive (Negative)
Receipts:			
Charges for services	\$ 100,500	\$ 135,862	\$ 35,362
Miscellaneous	3,500	4,714	1,214
Total receipts	<u>104,000</u>	<u>140,576</u>	<u>36,576</u>
Disbursements:			
Current:			
General Administration			
Records Preservation			
Services and charges	100,000	3,446	96,554
Capital outlay	4,000	--	4,000
Total Records Preservation	<u>104,000</u>	<u>3,446</u>	<u>100,554</u>
Total General Administration	<u>104,000</u>	<u>3,446</u>	<u>100,554</u>
Total disbursements	<u>104,000</u>	<u>3,446</u>	<u>100,554</u>
Excess (deficiency) of receipts over (under) disbursements	<u>--</u>	<u>137,130</u>	<u>137,130</u>
Net change in cash	<u>--</u>	<u>137,130</u>	<u>137,130</u>
Cash, January 1	<u>295,427</u>	<u>295,427</u>	<u>--</u>
Cash, December 31	<u>\$ 295,427</u>	<u>\$ 432,557</u>	<u>\$ 137,130</u>

COLORADO COUNTY, TEXAS

EXHIBIT C-6

AIRPORT FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Receipts:			
Charges for services	\$ 40,000	\$ 36,442	\$ (3,558)
Intergovernmental	5,000	15,304	10,304
Miscellaneous	100	26	(74)
Total receipts	<u>45,100</u>	<u>51,772</u>	<u>6,672</u>
Disbursements:			
Current:			
Public Transportation			
Airport			
Personnel services	7,200	7,179	21
Supplies	20,300	20,801	(501)
Services and charges	13,500	35,359	(21,859)
Other	10,000	1,045	8,955
Total Airport	<u>51,000</u>	<u>64,384</u>	<u>(13,384)</u>
Total Public Transportation	<u>51,000</u>	<u>64,384</u>	<u>(13,384)</u>
Total disbursements	<u>51,000</u>	<u>64,384</u>	<u>(13,384)</u>
Excess (deficiency) of receipts over (under) disbursements	(5,900)	(12,612)	(6,712)
Other financing sources (uses):			
Transfers in	--	7,000	7,000
Total other financing sources (uses)	<u>--</u>	<u>7,000</u>	<u>7,000</u>
Net change in cash	(5,900)	(5,612)	288
Cash, January 1	<u>6,996</u>	<u>6,996</u>	<u>--</u>
Cash, December 31	<u>\$ 1,096</u>	<u>\$ 1,384</u>	<u>\$ 288</u>

COLORADO COUNTY, TEXAS
ROAD & BRIDGE PRECINCT NUMBER 1
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-7

	Budget	Actual	Variance with Final Budget Positive (Negative)
Receipts:			
Ad valorem taxes, penalty and interest	\$ 785,114	\$ 804,206	\$ 19,092
Licenses and permits	184,627	187,014	2,387
Miscellaneous	25,259	32,375	7,116
Total receipts	<u>995,000</u>	<u>1,023,595</u>	<u>28,595</u>
Disbursements:			
Current:			
Public Transportation			
Road and Bridge			
Personnel services	425,275	386,808	38,467
Supplies	403,625	373,349	30,276
Services and charges	215,600	253,562	(37,962)
Capital outlay	100,500	100,414	86
Total Road and Bridge	<u>1,145,000</u>	<u>1,114,133</u>	<u>30,867</u>
Total Public Transportation	<u>1,145,000</u>	<u>1,114,133</u>	<u>30,867</u>
Total disbursements	<u>1,145,000</u>	<u>1,114,133</u>	<u>30,867</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(150,000)</u>	<u>(90,538)</u>	<u>59,462</u>
Net change in cash	(150,000)	(90,538)	59,462
Cash, January 1	<u>1,243,508</u>	<u>1,243,508</u>	--
Cash, December 31	<u>\$ 1,093,508</u>	<u>\$ 1,152,970</u>	<u>\$ 59,462</u>

COLORADO COUNTY, TEXAS
ROAD & BRIDGE PRECINCT NUMBER 2
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-8

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Receipts:			
Ad valorem taxes, penalty and interest	\$ 793,283	\$ 812,537	\$ 19,254
Licenses and permits	186,536	187,741	1,205
Intergovernmental	5,000	5,114	114
Miscellaneous	91,181	100,315	9,134
Total receipts	<u>1,076,000</u>	<u>1,105,707</u>	<u>29,707</u>
Disbursements:			
Current:			
Public Transportation			
Road and Bridge			
Personnel services	435,605	415,498	20,107
Supplies	354,850	350,550	4,300
Services and charges	265,045	328,468	(63,423)
Capital outlay	70,500	68,914	1,586
Total Road and Bridge	<u>1,126,000</u>	<u>1,163,430</u>	<u>(37,430)</u>
Total Public Transportation	<u>1,126,000</u>	<u>1,163,430</u>	<u>(37,430)</u>
Total disbursements	<u>1,126,000</u>	<u>1,163,430</u>	<u>(37,430)</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(50,000)</u>	<u>(57,723)</u>	<u>(7,723)</u>
Net change in cash	(50,000)	(57,723)	(7,723)
Cash, January 1	<u>1,265,210</u>	<u>1,265,210</u>	--
Cash, December 31	<u>\$ 1,215,210</u>	<u>\$ 1,207,487</u>	<u>\$ (7,723)</u>

COLORADO COUNTY, TEXAS
ROAD & BRIDGE PRECINCT NUMBER 3
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-9

	Budget	Actual	Variance with Final Budget Positive (Negative)
Receipts:			
Ad valorem taxes, penalty and interest	\$ 912,983	\$ 935,790	\$ 22,807
Licenses and permits	217,033	222,379	5,346
Intergovernmental	50	34	(16)
Miscellaneous	25,984	28,066	2,082
Total receipts	<u>1,156,050</u>	<u>1,186,269</u>	<u>30,219</u>
Disbursements:			
Current:			
Public Transportation			
Road and Bridge			
Personnel services	455,300	424,493	30,807
Supplies	337,950	305,377	32,573
Services and charges	247,800	283,312	(35,512)
Capital outlay	165,000	161,455	3,545
Total Road and Bridge	<u>1,206,050</u>	<u>1,174,637</u>	<u>31,413</u>
Total Public Transportation	<u>1,206,050</u>	<u>1,174,637</u>	<u>31,413</u>
Total disbursements	<u>1,206,050</u>	<u>1,174,637</u>	<u>31,413</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(50,000)</u>	<u>11,632</u>	<u>61,632</u>
Net change in cash	(50,000)	11,632	61,632
Cash, January 1	<u>1,012,670</u>	<u>1,012,670</u>	<u>--</u>
Cash, December 31	<u>\$ 962,670</u>	<u>\$ 1,024,302</u>	<u>\$ 61,632</u>

COLORADO COUNTY, TEXAS
ROAD & BRIDGE PRECINCT NUMBER 4
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-10

	Budget	Actual	Variance with Final Budget Positive (Negative)
Receipts:			
Ad valorem taxes, penalty and interest	\$ 650,335	\$ 666,075	\$ 15,740
Licenses and permits	153,104	155,019	1,915
Intergovernmental	6,000	12,164	6,164
Miscellaneous	18,061	16,458	(1,603)
Total receipts	<u>827,500</u>	<u>849,716</u>	<u>22,216</u>
Disbursements:			
Current:			
Public Transportation			
Road and Bridge			
Personnel services	380,550	380,520	30
Supplies	257,150	263,257	(6,107)
Services and charges	153,600	143,553	10,047
Capital outlay	136,200	132,199	4,001
Total Road and Bridge	<u>927,500</u>	<u>919,529</u>	<u>7,971</u>
Total Public Transportation	<u>927,500</u>	<u>919,529</u>	<u>7,971</u>
Total disbursements	<u>927,500</u>	<u>919,529</u>	<u>7,971</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(100,000)</u>	<u>(69,813)</u>	<u>30,187</u>
Net change in cash	(100,000)	(69,813)	30,187
Cash, January 1	<u>1,017,347</u>	<u>1,017,347</u>	--
Cash, December 31	<u>\$ 917,347</u>	<u>\$ 947,534</u>	<u>\$ 30,187</u>

COLORADO COUNTY, TEXAS
SECURITY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-11

	Budget	Actual	Variance Positive (Negative)
Receipts:			
Fines and forfeitures	\$ 30,000	\$ 25,596	\$ (4,404)
Miscellaneous	100	105	5
Total receipts	<u>30,100</u>	<u>25,701</u>	<u>(4,399)</u>
Disbursements:			
Current:			
Public Safety			
Security			
Personnel services	11,900	8,894	3,006
Services and charges	500	520	(20)
Total Security	<u>12,400</u>	<u>9,414</u>	<u>2,986</u>
Courthouse Security			
Personnel services	67,200	52,927	14,273
Services and charges	500	296	204
Total Courthouse Security	<u>67,700</u>	<u>53,223</u>	<u>14,477</u>
Total Public Safety	<u>80,100</u>	<u>62,637</u>	<u>17,463</u>
Total disbursements	<u>80,100</u>	<u>62,616</u>	<u>17,463</u>
Excess (deficiency) of receipts over (under) disbursements	(50,000)	(36,936)	13,064
Other financing sources (uses):			
Transfers in	50,000	43,000	(7,000)
Total other financing sources (uses)	<u>50,000</u>	<u>43,000</u>	<u>(7,000)</u>
Net change in cash	--	6,064	6,064
Cash, January 1	<u>880</u>	<u>880</u>	--
Cash, December 31	<u>\$ 880</u>	<u>\$ 6,944</u>	<u>\$ 6,064</u>

COLORADO COUNTY, TEXAS
 LAW LIBRARY
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-12

	Budget	Actual	Variance Positive (Negative)
Receipts:			
Charges for services	\$ 10,000	\$ 13,568	\$ 3,568
Total receipts	<u>10,000</u>	<u>13,568</u>	<u>3,568</u>
Disbursements:			
Current:			
Judicial			
Law Library			
Services and charges	10,000	629	9,371
Total Law Library	<u>10,000</u>	<u>629</u>	<u>9,371</u>
Total Judicial	<u>10,000</u>	<u>629</u>	<u>9,371</u>
Total disbursements	<u>10,000</u>	<u>629</u>	<u>9,371</u>
Excess (deficiency) of receipts over (under) disbursements	<u>--</u>	<u>12,939</u>	<u>12,939</u>
Net change in cash	--	12,939	12,939
Cash, January 1	<u>64,901</u>	<u>64,901</u>	<u>--</u>
Cash, December 31	<u>\$ 64,901</u>	<u>\$ 77,840</u>	<u>\$ 12,939</u>

COLORADO COUNTY, TEXAS
 JUSTICE COURT TECHNOLOGY FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-13

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Receipts:			
Fines and forfeitures	\$ 20,000	\$ 15,142	\$ (4,858)
Miscellaneous	100	46	(54)
Total receipts	<u>20,100</u>	<u>15,188</u>	<u>(4,912)</u>
Disbursements:			
Current:			
Health and Welfare			
Tobacco Settlement			
Services and charges	22,500	14,949	7,551
Total Tobacco Settlement	<u>22,500</u>	<u>14,949</u>	<u>7,551</u>
Total Health and Welfare	<u>22,500</u>	<u>14,949</u>	<u>7,551</u>
Total disbursements	<u>22,500</u>	<u>14,949</u>	<u>7,551</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(2,400)</u>	<u>239</u>	<u>2,639</u>
Net change in cash	(2,400)	239	2,639
Cash, January 1	<u>7,621</u>	<u>7,621</u>	<u>--</u>
Cash, December 31	<u>\$ 5,221</u>	<u>\$ 7,860</u>	<u>\$ 2,639</u>

COLORADO COUNTY, TEXAS
COUNTY AND DISTRICT COURT TECHNOLOGY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-14

	Budget	Actual	Variance Positive (Negative)
Receipts:			
Fines and forfeitures	\$ 4,950	\$ 3,959	\$ (991)
Miscellaneous	50	223	173
Total receipts	<u>5,000</u>	<u>4,182</u>	<u>(818)</u>
Disbursements:			
Current:			
Public Transportation			
Road and Bridge			
Services and charges	5,000	150	4,850
Total Road and Bridge	<u>5,000</u>	<u>150</u>	<u>4,850</u>
Total Public Transportation	<u>5,000</u>	<u>150</u>	<u>4,850</u>
Total disbursements	<u>5,000</u>	<u>150</u>	<u>4,850</u>
Excess (deficiency) of receipts over (under) disbursements	<u>--</u>	<u>4,032</u>	<u>4,032</u>
Net change in cash	--	4,032	4,032
Cash, January 1	<u>14,984</u>	<u>14,984</u>	<u>--</u>
Cash, December 31	<u>\$ 14,984</u>	<u>\$ 19,016</u>	<u>\$ 4,032</u>

COLORADO COUNTY, TEXAS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2017

EXHIBIT C-15

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Receipts:			
Ad valorem taxes, penalty and interest	\$ 661,044	\$ 677,865	\$ 16,821
Miscellaneous	3,956	3,786	(170)
Total receipts	<u>665,000</u>	<u>681,651</u>	<u>16,651</u>
Disbursements:			
Debt service:			
Principal and interest	663,000	662,712	288
Total disbursements	<u>663,000</u>	<u>662,712</u>	<u>288</u>
Excess (deficiency) of receipts over (under) disbursements	<u>2,000</u>	<u>18,939</u>	<u>16,939</u>
Net change in cash	2,000	18,939	16,939
Cash, January 1	<u>56,193</u>	<u>56,193</u>	<u>--</u>
Cash, December 31	<u>\$ 58,193</u>	<u>\$ 75,132</u>	<u>\$ 16,939</u>

COLORADO COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2017

	<u>Capital Projects</u>	<u>Total Nonmajor Capital Projects Funds (See Exhibit C-1)</u>
Assets:		
Cash	\$ 129,847	\$ 129,847
Total Assets	<u>\$ 129,847</u>	<u>\$ 129,847</u>
Fund Balances:		
Restricted	\$ 129,847	\$ 129,847
Total Fund Balances	<u>\$ 129,847</u>	<u>\$ 129,847</u>

COLORADO COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	THC / Courthouse Preservation	Capital Projects	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
Revenues:			
Miscellaneous	\$ --	\$ 2,242	\$ 2,242
Total revenues	<u> --</u>	<u> 2,242</u>	<u> 2,242</u>
Expenditures:			
Current:			
Health and welfare	91,587	--	91,587
Debt service:			
Principal and interest	--	1,825	1,825
Total expenditures	<u> 91,587</u>	<u> 1,825</u>	<u> 93,412</u>
Excess (deficiency) of revenues over (under) expenditures	(91,587)	417	(91,170)
Other financing sources (uses):			
Transfers in	91,587	--	91,587
Transfers out	--	(91,587)	(91,587)
Total other financing sources (uses)	<u> 91,587</u>	<u> (91,587)</u>	<u> --</u>
Net change in fund balance	--	(91,170)	(91,170)
Fund balances, January 1	<u> --</u>	<u> 221,017</u>	<u> 221,017</u>
Fund balances, December 31	<u> \$ --</u>	<u> \$ 129,847</u>	<u> \$ 129,847</u>

COLORADO COUNTY, TEXAS

EXHIBIT C-18

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED DECEMBER 31, 2017

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
COUNTY CLERK				
ASSETS				
Cash and cash equivalents	\$ 120,012	\$ 809,495	\$ 809,969	\$ 119,538
Total Assets	<u>\$ 120,012</u>	<u>\$ 809,495</u>	<u>\$ 809,969</u>	<u>\$ 119,538</u>
LIABILITIES				
Due to Others	\$ 120,012	\$ 809,495	\$ 809,969	\$ 119,538
Total Liabilities	<u>\$ 120,012</u>	<u>\$ 809,495</u>	<u>\$ 809,969</u>	<u>\$ 119,538</u>
DISTRICT CLERK				
ASSETS				
Cash and cash equivalents	\$ 683,069	\$ 894,465	\$ 730,602	\$ 846,932
Total Assets	<u>\$ 683,069</u>	<u>\$ 894,465</u>	<u>\$ 730,602</u>	<u>\$ 846,932</u>
LIABILITIES				
Due to Others	\$ 683,069	\$ 894,465	\$ 730,602	\$ 846,932
Total Liabilities	<u>\$ 683,069</u>	<u>\$ 894,465</u>	<u>\$ 730,602</u>	<u>\$ 846,932</u>
JUSTICE OF THE PEACE NUMBER 2				
ASSETS				
Cash and cash equivalents	\$ --	\$ 206,891	\$ 206,891	\$ --
Total Assets	<u>\$ --</u>	<u>\$ 206,891</u>	<u>\$ 206,891</u>	<u>\$ --</u>
LIABILITIES				
Due to Others	\$ --	\$ 206,891	\$ 206,891	\$ --
Total Liabilities	<u>\$ --</u>	<u>\$ 206,891</u>	<u>\$ 206,891</u>	<u>\$ --</u>
JUSTICE OF THE PEACE NUMBER 4				
ASSETS				
Cash and cash equivalents	\$ --	\$ 127,983	\$ 127,983	\$ --
Total Assets	<u>\$ --</u>	<u>\$ 127,983</u>	<u>\$ 127,983</u>	<u>\$ --</u>
LIABILITIES				
Due to Others	\$ --	\$ 127,983	\$ 127,983	\$ --
Total Liabilities	<u>\$ --</u>	<u>\$ 127,983</u>	<u>\$ 127,983</u>	<u>\$ --</u>
SHERIFF				
ASSETS				
Cash and cash equivalents	\$ 13,805	\$ 211,816	\$ 212,694	\$ 12,927
Total Assets	<u>\$ 13,805</u>	<u>\$ 211,816</u>	<u>\$ 212,694</u>	<u>\$ 12,927</u>
LIABILITIES				
Due to Others	\$ 13,805	\$ 211,816	\$ 212,694	\$ 12,927
Total Liabilities	<u>\$ 13,805</u>	<u>\$ 211,816</u>	<u>\$ 212,694</u>	<u>\$ 12,927</u>
COUNTY ATTORNEY				
ASSETS				
Cash and cash equivalents	\$ --	\$ 7	\$ 7	\$ --
Total Assets	<u>\$ --</u>	<u>\$ 7</u>	<u>\$ 7</u>	<u>\$ --</u>
LIABILITIES				
Due to Others	\$ --	\$ 7	\$ 7	\$ --
Total Liabilities	<u>\$ --</u>	<u>\$ 7</u>	<u>\$ 7</u>	<u>\$ --</u>

COLORADO COUNTY, TEXAS

EXHIBIT C-18

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED DECEMBER 31, 2017

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
TAX COLLECTOR				
ASSETS				
Cash and cash equivalents	\$ 312,884	\$ 5,334,176	\$ 5,276,825	\$ 370,235
Total Assets	<u>\$ 312,884</u>	<u>\$ 5,334,176</u>	<u>\$ 5,276,825</u>	<u>\$ 370,235</u>
LIABILITIES				
Due to Others	\$ 430	\$ 763	\$ 350	\$ 843
Due to Other Governments	312,454	5,333,413	5,276,475	369,392
Total Liabilities	<u>\$ 312,884</u>	<u>\$ 5,334,176</u>	<u>\$ 5,276,825</u>	<u>\$ 370,235</u>
COUNTY ATTORNEY SEIZURE				
ASSETS				
Cash and cash equivalents	\$ 15,986	\$ 101,830	\$ 94,966	\$ 22,850
Total Assets	<u>\$ 15,986</u>	<u>\$ 101,830</u>	<u>\$ 94,966</u>	<u>\$ 22,850</u>
LIABILITIES				
Due to Others	\$ 15,986	\$ 101,830	\$ 94,966	\$ 22,850
Total Liabilities	<u>\$ 15,986</u>	<u>\$ 101,830</u>	<u>\$ 94,966</u>	<u>\$ 22,850</u>
PAYROLL CLEARING FUND				
ASSETS				
Cash and cash equivalents	\$ 10,470	\$ 994,677	\$ 994,219	\$ 10,928
Total Assets	<u>\$ 10,470</u>	<u>\$ 994,677</u>	<u>\$ 994,219</u>	<u>\$ 10,928</u>
LIABILITIES				
Accounts payable	\$ 9,165	\$ 162,149	\$ 160,386	\$ 10,928
Due to Others	1,305	832,528	833,833	--
Total Liabilities	<u>\$ 10,470</u>	<u>\$ 994,677</u>	<u>\$ 994,219</u>	<u>\$ 10,928</u>
TOTAL AGENCY FUNDS:				
ASSETS				
Cash and cash equivalents	\$ 1,156,226	\$ 8,681,340	\$ 8,454,156	\$ 1,383,410
Accounts receivable (net)	--	--	--	--
Total Assets	<u>\$ 1,156,226</u>	<u>\$ 8,681,340</u>	<u>\$ 8,454,156</u>	<u>\$ 1,383,410</u>
LIABILITIES				
Accounts payable	\$ 9,165	\$ 162,149	\$ 160,386	\$ 10,928
Due to Others	834,607	3,185,778	3,017,295	1,003,090
Due to Other Governments	312,454	5,333,413	5,276,475	369,392
Total Liabilities	<u>\$ 1,156,226</u>	<u>\$ 8,681,340</u>	<u>\$ 8,454,156</u>	<u>\$ 1,383,410</u>

STATISTICAL SECTION

This part of Colorado County, Texas' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health. The tables herein, are unaudited.

Contents

Tables

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

D-1 to D-5

Revenue Capacity

These schedules contain trend information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.

D-6 to D-13

Debt Capacity

These schedules contain trend information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

D-14 to D-17

Demographic and Economic Information

The schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time with other governments

D-18 to D-20

Operating Information

The schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.

D-21 to D-22

Sources: Unless otherwise noted, the information in these schedules is derived from comprehensive annual financial reports for the relevant year.

COLORADO COUNTY, TEXAS

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Governmental Activities				
Net Investment in Capital Assets	\$ 14,460,052	\$ 16,110,062	\$ 16,147,180	\$ 16,537,203
Restricted	436,063	2,096,369	1,165,307	426,104
Unrestricted	2,577,292	(295,621)	2,303,419	4,520,767
Total Governmental Activities Net Position	<u>\$ 17,473,407</u>	<u>\$ 17,910,810</u>	<u>\$ 19,615,906</u>	<u>\$ 21,484,074</u>

TABLE D-1

Fiscal Year					
2012	2013 (2)	2014	2015	2016	2017
\$ 16,794,252	\$ 18,220,825	\$ 18,176,143	\$ 17,696,723	\$ 17,961,710	\$ 17,766,705
947,852	1,350,657	533,774	436,660	501,883	234,767
8,227,087	7,066,786	8,869,910	8,291,146	8,820,141	8,942,769
<u>\$ 25,969,191</u>	<u>\$ 26,638,268</u>	<u>\$ 27,579,827</u>	<u>\$ 26,424,529</u>	<u>\$ 27,283,734</u>	<u>\$ 26,944,241</u>

COLORADO COUNTY, TEXAS

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

(Unaudited)

	2008	2009	2010
Expenses			
Governmental Activities:			
General administration	\$ 1,697,451	\$ 2,047,697	\$ 1,814,630
Financial administration	378,346	403,415	414,065
Judicial	1,177,418	1,230,495	1,348,735
Public safety	4,669,271	5,535,790	5,513,286
Public facilities	371,383	369,030	699,848
Public transportation	3,090,878	3,105,659	3,169,758
Conservation	120,115	118,288	132,958
Health and welfare	503,328	335,413	374,564
Interest and bond issue costs	135,314	250,796	243,718
Total Governmental Activities Expenses	<u>12,143,504</u>	<u>13,396,583</u>	<u>13,711,562</u>
Total Primary Government Expenses	<u>\$ 12,143,504</u>	<u>\$ 13,396,583</u>	<u>\$ 13,711,562</u>
Program Revenues			
Governmental Activities:			
Charges for Services:			
General administration	\$ 298,926	\$ 994,088	\$ 221,373
Financial administration	88,795	91,083	93,955
Judicial	1,178,098	1,457,621	1,126,978
Public safety	1,370,697	348,185	1,056,623
Public facilities	12,510	6,471	80,465
Public transportation	774,468	920,786	886,243
Conservation	--	1,560	2,380
Health and welfare	54,769	48,185	49,118
Operating Grants and Contributions	358,008	908,277	1,971,857
Capital Grants and Contributions	862,865	24,913	863,716
Total Governmental Activities Program Revenues	<u>4,999,136</u>	<u>4,801,169</u>	<u>6,352,708</u>
Total Primary Government Program Revenues	<u>\$ 4,999,136</u>	<u>\$ 4,801,169</u>	<u>\$ 6,352,708</u>
Net (Expense)/Revenue			
Governmental Activities	\$ (7,144,368)	\$ (8,595,414)	\$ (7,358,854)
Total Primary Government Net Expense	<u>\$ (7,144,368)</u>	<u>\$ (8,595,414)</u>	<u>\$ (7,358,854)</u>

TABLE D-2

Fiscal Year						
2011	2012	2013	2014	2015	2016	2017
\$ 2,007,277	\$ 2,083,952	\$ 1,980,651	\$ 2,162,103	\$ 2,556,203	\$ 2,670,074	\$ 2,519,517
384,320	399,197	428,606	459,549	496,903	489,706	521,050
1,350,510	1,454,783	1,415,006	1,416,035	1,462,381	1,495,389	1,592,174
5,492,809	5,353,159	5,307,790	5,712,409	5,860,304	6,574,194	6,849,340
119,597	449,457	393,525	526,491	500,725	503,157	573,028
2,991,089	3,428,401	3,374,189	3,164,962	3,437,890	4,001,005	4,424,685
132,340	140,262	172,892	133,229	147,903	147,488	168,526
344,277	362,306	610,479	350,977	384,969	677,278	442,271
238,683	293,583	276,323	352,286	269,343	229,800	225,342
<u>13,060,902</u>	<u>13,965,100</u>	<u>13,959,461</u>	<u>14,278,041</u>	<u>15,116,621</u>	<u>16,788,091</u>	<u>17,315,933</u>
\$ <u>13,060,902</u>	\$ <u>13,965,100</u>	\$ <u>13,959,461</u>	\$ <u>14,278,041</u>	\$ <u>15,116,621</u>	\$ <u>16,788,091</u>	\$ <u>17,315,933</u>
\$ 280,616	\$ 291,444	\$ 76,229	\$ 80,075	\$ 36,106	\$ 182,965	\$ 153,613
97,003	99,516	102,282	107,592	112,138	114,636	128,200
1,503,738	1,772,298	1,178,373	1,269,336	1,115,887	1,226,657	1,381,007
1,153,802	1,183,791	1,189,935	1,229,594	1,326,355	1,258,792	1,323,267
--	--	--	30,000	26,100	60,765	52,097
828,858	810,469	815,162	827,116	811,047	763,911	791,585
2,020	2,300	2,280	2,180	1,898	1,615	2,280
23,582	36,909	17,051	25,903	53,283	54,325	39,130
585,262	380,257	987,162	248,263	322,014	555,741	440,769
1,045,526	741,783	1,708,987	899,704	113,798	1,116,966	119,618
<u>5,520,407</u>	<u>5,318,767</u>	<u>6,077,461</u>	<u>4,719,763</u>	<u>3,918,626</u>	<u>5,336,373</u>	<u>4,431,566</u>
\$ <u>5,520,407</u>	\$ <u>5,318,767</u>	\$ <u>6,077,461</u>	\$ <u>4,719,763</u>	\$ <u>3,918,626</u>	\$ <u>5,336,373</u>	\$ <u>4,431,566</u>
\$ (7,540,495)	\$ (8,646,333)	\$ (7,882,000)	\$ (9,558,278)	\$ (11,197,995)	\$ (11,451,718)	\$ (12,884,367)
\$ <u>(7,540,495)</u>	\$ <u>(8,646,333)</u>	\$ <u>(7,882,000)</u>	\$ <u>(9,558,278)</u>	\$ <u>(11,197,995)</u>	\$ <u>(11,451,718)</u>	\$ <u>(12,884,367)</u>

COLORADO COUNTY, TEXAS

GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)

	<u>2008</u>	<u>2009</u>	<u>2010</u>
Net (Expense)/Revenue			
Governmental Activities	\$ (7,144,368)	\$ (8,595,414)	\$ (7,358,854)
Total Primary Government Net Expense	<u>(7,144,368)</u>	<u>(8,595,414)</u>	<u>(7,358,854)</u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
General Revenues:			
Ad valorem taxes, penalty and interest	6,606,623	7,665,967	7,787,259
Sales taxes	944,413	1,138,789	877,256
Alcoholic beverage taxes	8,796	16,047	14,369
Miscellaneous	103,068	161,253	356,086
Unrestricted investment earnings	204,695	50,758	32,550
Special and Extraordinary Items			
Special item outflow	--	--	--
Total Governmental Activities	<u>7,867,595</u>	<u>9,032,814</u>	<u>9,067,520</u>
Total Primary Government	<u>7,867,595</u>	<u>9,032,814</u>	<u>9,067,520</u>
Change in Net Position			
Governmental Activities	723,227	437,400	1,708,666
Total Primary Government	<u>\$ 723,227</u>	<u>\$ 437,400</u>	<u>\$ 1,708,666</u>

TABLE D-3

Fiscal Year						
2011	2012	2013	2014	2015	2016	2017
\$ (7,540,495)	\$ (8,646,333)	\$ (7,882,000)	\$ (9,558,278)	\$ (11,197,995)	\$ (11,451,718)	\$ (12,884,367)
<u>(7,540,495)</u>	<u>(8,646,333)</u>	<u>(7,882,000)</u>	<u>(9,558,278)</u>	<u>(11,197,995)</u>	<u>(11,451,718)</u>	<u>(12,884,367)</u>
7,891,027	7,861,818	8,405,951	8,612,739	9,186,462	10,337,097	10,921,368
1,259,778	1,625,828	1,309,716	1,427,836	1,441,541	1,560,280	1,392,811
12,223	12,283	14,360	16,054	17,305	24,681	17,184
209,875	522,535	284,860	286,693	197,937	239,698	187,301
90,845	155,236	167,337	156,515	152,314	149,166	169,920
--	2,953,750	--	--	--	--	--
<u>9,463,748</u>	<u>13,131,450</u>	<u>10,182,224</u>	<u>10,499,837</u>	<u>10,995,559</u>	<u>12,310,922</u>	<u>12,688,584</u>
<u>9,463,748</u>	<u>13,131,450</u>	<u>10,182,224</u>	<u>10,499,837</u>	<u>10,995,559</u>	<u>12,310,922</u>	<u>12,688,584</u>
1,923,253	4,485,117	2,300,224	941,559	(202,436)	859,204	(195,783)
\$ <u>1,923,253</u>	\$ <u>4,485,117</u>	\$ <u>2,300,224</u>	\$ <u>941,559</u>	\$ <u>(202,436)</u>	\$ <u>859,204</u>	\$ <u>(195,783)</u>

TABLE D-4

COLORADO COUNTY, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Unreserved	\$ 2,787,641	\$ 3,087,737	\$ 3,527,545	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Unassigned	--	--	--	3,651,382	3,610,885	3,294,449	2,850,275	2,953,235	3,145,830	2,946,851
Total General Fund	\$ 2,787,641	\$ 3,087,737	\$ 3,527,545	\$ 3,651,382	\$ 3,610,885	\$ 3,294,449	\$ 2,850,275	\$ 2,953,235	\$ 3,145,830	\$ 2,946,851
All Other Governmental Funds										
Reserved	\$ 406,890	\$ 417,573	\$ 429,394	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Restricted	--	--	--	1,020,851	3,201,585	2,035,578	1,158,194	960,496	1,001,236	1,105,146
Committed	--	--	--	2,997,236	3,318,283	3,515,477	3,959,176	4,353,829	4,550,566	4,435,662
Unreserved, Reported In:										
Special Revenue Funds	2,012,440	2,606,026	3,169,564	--	--	--	--	--	--	--
Capital Projects Funds	4,487,128	1,653,477	710,684	--	--	--	--	--	--	--
Unassigned	--	--	--	(435,150)	(248,262)	(50,179)	--	--	--	--
Total All Other Governmental Funds	\$ 6,906,458	\$ 4,677,076	\$ 4,309,642	\$ 3,582,937	\$ 6,271,606	\$ 5,500,876	\$ 5,117,370	\$ 5,314,325	\$ 5,551,802	\$ 5,540,808

Note - The County implemented the requirements of GASB-54 in 2011 and reports fund balances are classified as Unavailable, Restricted, Committed, Assigned, or Unassigned

TABLE D-5

COLORADO COUNTY, TEXAS
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (Unaudited)

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues										
Ad valorem taxes, penalty and interest	\$ 6,553,613	\$ 7,608,212	\$ 7,808,743	\$ 7,881,735	\$ 7,988,688	\$ 8,432,290	\$ 8,617,884	\$ 9,182,101	\$ 10,244,644	\$ 10,929,520
Other taxes	953,209	1,154,836	891,625	1,272,001	1,638,111	1,324,076	1,443,890	1,458,846	1,584,961	1,409,995
Licenses and permits	1,608,777	717,529	703,860	770,434	766,528	791,578	810,512	798,764	776,322	779,022
Fines and forfeitures	778,051	1,151,733	860,300	1,190,194	915,819	917,154	956,975	848,727	860,491	884,270
Charges for services	1,293,732	2,017,391	1,957,617	1,537,031	1,647,438	1,695,844	1,856,271	1,969,121	1,864,328	2,114,052
Intergovernmental	501,675	935,203	2,493,799	1,601,414	1,119,320	2,687,035	1,127,556	426,121	1,655,649	545,713
Contributions	--	--	225,000	--	--	15	20	30	25	31
Miscellaneous	345,116	242,144	490,453	327,823	549,510	440,448	465,111	370,626	414,591	403,928
Total Revenues	12,034,173	13,827,048	15,431,397	14,580,632	14,625,414	16,288,440	15,278,219	15,054,336	17,401,011	17,066,531
Expenditures										
Current:										
General administration	1,660,709	2,003,653	1,761,732	1,756,369	1,813,876	1,710,465	1,766,747	2,089,649	2,158,526	1,979,267
Financial administration	376,001	401,788	413,859	378,969	398,867	428,520	457,817	504,408	476,793	505,090
Judicial	1,167,298	1,224,696	1,343,507	1,322,302	1,433,191	1,388,484	1,397,120	1,471,363	1,523,571	1,564,824
Public safety	4,422,495	5,225,402	5,355,639	5,050,307	5,094,424	6,039,035	5,364,351	5,829,088	6,183,437	6,895,670
Public facilities	372,502	407,591	1,418,701	462,216	470,733	396,052	437,625	490,261	501,833	548,013
Public transportation	3,647,309	2,877,580	3,104,217	2,964,294	3,202,011	3,282,479	3,252,792	3,316,986	4,635,513	4,386,300
Conservation	119,555	140,451	132,192	132,509	139,870	170,716	132,459	149,665	146,393	158,093
Health and Welfare	490,952	321,289	361,119	356,603	369,379	598,227	338,955	377,386	674,149	441,075
Capital outlay	249,035	2,674,091	944,365	2,235,648	1,261,713	2,774,747	1,551,057	12,837	--	--
Debt Service										
Principal	230,000	235,000	285,000	295,000	305,000	310,000	325,000	393,064	429,309	435,000
Interest	52,909	244,792	237,284	229,285	231,357	276,881	266,403	254,110	241,418	229,463
Bond issue costs	60,150	--	1,410	--	41,522	--	--	--	--	--
Total Expenditures	12,848,915	15,756,333	15,359,025	15,183,502	14,761,943	17,375,606	15,290,326	14,888,817	16,970,942	17,142,795
Excess of Revenues	(814,742)	(1,929,285)	72,372	(602,870)	(136,529)	(1,087,166)	(12,107)	165,519	430,069	(76,264)
Other Financing Sources (Uses)										
Bonds issued	5,000,000	--	--	--	2,750,000	--	--	--	--	--
Bond Discount	--	--	--	--	(22,672)	--	--	--	--	--
Note proceeds	--	--	--	--	57,375	--	--	--	--	--
Transfers In	313,371	221,479	310,526	164,112	731,988	1,268,673	884,338	55,757	28,473	181,587
Transfers Out	(313,371)	(221,479)	(310,526)	(164,112)	(731,988)	(1,268,673)	(884,338)	(55,757)	(28,473)	(181,587)
Total Other Financing Sources (Uses)	5,000,000	--	--	--	2,784,703	--	--	--	--	--
Net Change in Fund Balances	\$ 4,185,258	\$ (1,929,285)	\$ 72,372	\$ (602,870)	\$ 2,648,174	\$ (1,087,166)	\$ (12,107)	\$ 165,519	\$ 430,069	\$ (76,264)
Debt Service As A Percentage										
Of Noncapital Expenditures	2.2%	4.6%	3.9%	4.2%	4.8%	3.9%	4.6%	4.8%	4.5%	4.4%

Note
 (2) 2013 has been restated.

COLORADO COUNTY, TEXAS

TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (Unaudited)

Fiscal Year	Property Tax	Sales & Use Tax	Amusement Tax	Mixed Drink Tax	Total
2008	\$ 6,553,613	\$ 944,121	\$ 292	\$ 8,796	\$ 7,506,822
2009	7,608,212	1,138,476	313	16,047	8,763,048
2010	7,808,743	876,957	299	14,369	8,700,368
2011	7,881,735	1,259,436	342	12,223	9,153,736
2012	7,988,688	1,625,486	342	12,283	9,626,799
2013	8,432,290	1,309,345	371	14,360	9,756,366
2014	8,617,884	1,427,836	413	15,641	10,061,774
2015	9,182,101	1,441,121	420	17,305	10,640,947
2016	10,244,644	1,560,280	--	24,681	11,829,605
2017	10,929,520	1,392,811	--	17,184	12,339,515
Percent Change 2008-2017	66.8%	47.5%	N/A	95.4%	64.4%

TABLE D-7

COLORADO COUNTY, TEXAS
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Real Property	Personal Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2008	\$ 2,877,840,686	\$ 656,114,063	\$ 1,874,464,422	\$ 1,659,490,327	\$ 0.4490	\$ 1,659,490,327	100.0%
2009	2,935,171,180	620,446,966	1,912,826,055	1,642,792,091	0.4643	1,642,792,091	100.0%
2010	3,061,113,616	551,083,041	2,001,464,653	1,610,732,004	0.4821	1,610,732,004	100.0%
2011	3,183,995,868	525,486,273	2,077,634,596	1,631,847,545	0.4821	1,631,847,545	100.0%
2012	3,301,378,915	555,948,288	2,141,101,802	1,716,225,401	0.4821	1,716,225,401	100.0%
2013	3,425,319,785	541,275,904	2,207,514,602	1,759,081,087	0.4821	1,759,081,087	100.0%
2014	3,680,161,570	565,338,064	2,354,217,975	1,891,281,659	0.4821	1,891,281,659	100.0%
2015	4,067,529,999	562,004,867	2,573,642,444	2,055,892,422	0.4821	2,055,892,422	100.0%
2016	4,242,923,782	533,002,569	2,682,166,570	2,093,759,781	0.4821	2,093,759,781	100.0%
2017	4,541,376,249	578,715,164	2,865,862,789	2,254,228,624	0.5100	2,254,228,624	100.0%

Source: Colorado County Central Appraisal District

COLORADO COUNTY, TEXAS
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	County Direct Rates			School Districts			Overlapping Rates Municipalities	
	Operating Rate	General Obligation Debt Service	Total Direct Rate	Columbus ISD	Rice ISD	Weimar ISD	City of Columbus	City of Eagle Lake
2008	\$ 0.4201	\$ 0.0289	\$ 0.4490	\$ 1.1900	\$ 1.2845	\$ 1.2200	\$ 0.2731	\$ 0.7759
2009	0.4325	0.0318	0.4643	1.1900	1.2845	1.2200	0.2731	0.8428
2010	0.4521	0.0300	0.4821	1.1900	1.2403	1.2200	0.2731	0.8248
2011	0.4521	0.0300	0.4821	1.1900	1.2575	1.2800	0.2731	0.8252
2012	0.4510	0.0311	0.4821	1.1900	1.2411	1.2800	0.2731	0.8105
2013	0.4530	0.0291	0.4821	1.1800	1.2311	1.2800	0.2731	0.8117
2014	0.4530	0.0290	0.4820	1.1800	1.2071	1.2600	0.2731	0.7851
2015	0.4571	0.0250	0.4821	1.1700	1.2125	1.2600	0.2731	0.7790
2016	0.4783	0.0317	0.5100	1.1600	1.2300	1.2600	0.2800	0.7601
2017	0.4808	0.0292	0.5100	1.1600	1.2200	1.2600	0.2800	0.7366

Source: Colorado County Central Appraisal District

TABLE D-8

City of Weimar	Rice Hospital District	Glidden Water Supply District	Colorado County WCID #2	Falls Municipal Utility District	Colorado County Grnd Water District	Total
\$ 0.2617	\$ 0.1431	\$ 0.1699	\$ 0.2868	\$ 0.3000	\$ 0.0200	\$ 6.3741
0.2880	0.1630	0.2265	0.2934	0.3150	0.0200	6.5806
0.2905	0.1820	0.2446	0.2649	0.3150	0.0185	6.5458
0.2905	0.1958	0.2667	0.2717	0.3150	0.0165	6.6641
0.2905	0.1823	0.1932	0.2776	0.3150	0.0150	6.5504
0.2905	0.1784	0.1858	0.2809	0.3150	0.0145	6.5231
0.2905	0.1596	0.1583	0.2673	0.3478	0.0145	6.4252
0.2905	0.1530	0.1473	0.2696	0.3781	0.0125	6.4276
0.2905	0.1750	0.1585	0.2785	0.4178	0.0115	6.5320
0.2905	0.1750	0.1434	0.2731	0.4228	0.1000	6.5713

COLORADO COUNTY, TEXAS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

Taxpayer	2017			2008		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Copano Field Services	\$ 231,066,480	1	10.25%	\$ 20,797,700	5	1.25%
Sky Global Power One LLC	47,047,690	2	2.09%			
Union Pacific Railroad	42,877,610	3	1.90%	18,122,326	6	1.09%
LCRA Transmission Svcs Corp	31,761,610	4	1.41%			
Alleyton Resource Company	28,028,830	5	1.24%			
Square Mile Energy LLC	24,957,954	6	1.11%			
Utex Industries Inc	21,419,240	7	0.95%			
Hanson Aggregates Central	21,127,820	8	0.94%			
KW International LLC	18,001,335	9	0.80%			
Enterprise Crude Pipeline LLC	16,963,790	10	0.75%			
XTO Energy Inc				133,011,680	1	8.02%
Exterran Energy Solutions LP				30,629,300	2	1.85%
Newfield Exploration				21,949,166	3	1.32%
Jamex II LTD, LLP				20,924,810	4	1.26%
Headwaters Construction Mat'l				15,647,610	7	0.94%
Great Southern Wood Preserving				13,359,790	8	0.81%
Williams Brothers Construction				12,720,500	9	0.77%
AEP Central Power & Light				12,107,200	10	0.73%
Total of principal taxpayers	483,252,359		21.44%	299,270,082		18.03%
All other	1,770,976,265		78.56%	1,360,220,245		81.97%
Total	<u>\$ 2,254,228,624</u>		<u>100.00%</u>	<u>\$ 1,659,490,327</u>		<u>100.00%</u>

Source: Colorado County Central Appraisal District

COLORADO COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year		Collected Within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
	Amount	Percentage of Levy	Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$ 7,571,356		\$ 2,498,221	33.00%	\$ 5,061,984	\$ 7,560,205	99.85%
2009	7,632,707		2,643,784	34.64%	4,975,643	7,619,427	99.83%
2010	7,764,704		3,015,522	38.84%	4,737,995	7,753,517	99.86%
2011	7,866,492		3,323,275	42.25%	4,529,604	7,852,879	99.83%
2012	8,273,819		3,532,658	42.70%	4,723,447	8,256,105	99.79%
2013	8,485,357		3,331,818	39.27%	5,131,279	8,463,097	99.74%
2014	9,119,183		3,469,916	38.05%	5,618,334	9,088,250	99.66%
2015	9,915,531		3,540,217	35.70%	6,326,968	9,867,185	99.51%
2016	10,679,842		3,579,851	33.52%	6,993,140	10,572,991	99.00%
2017	11,500,145		3,943,592	34.29%	--	3,943,592	34.29%

Source: Colorado County Central Appraisal District

COLORADO COUNTY, TEXAS

TAXABLE SALES BY CATEGORY LAST TEN CALENDAR YEARS (Unaudited)

Category (1)	Calendar Year					
	2008	2009	2010	2011	2012	2013
Agriculture, Forestry, Fishing	\$ 661,698	\$ 614,552	\$ 778,347	\$ 669,497	\$ 822,297	\$ 1,004,196
Mining	2,615,311	1,525,315	1,262,729	954,773	860,198	1,276,172
Construction	4,188,611	6,364,106	3,243,601	3,831,884	6,016,120	6,095,204
Manufacturing	14,201,785	10,059,489	11,063,355	12,953,765	16,998,336	20,898,675
Transportation, Utilities & Communications	830,175	492,022	1,326,496	541,986	1,642,214	3,007,518
Wholesale Trade	5,857,772	5,070,318	5,226,897	6,227,154	7,754,632	8,582,231
Retail Trade	69,927,001	66,816,459	65,800,088	72,323,172	78,404,626	80,753,584
Finance, Insurance, Real Estate	12,452,886	7,411,654	6,620,588	13,496,055	20,961,229	15,894,213
Accommodations/ Food Services	19,415,232	19,644,873	20,806,731	22,563,650	24,639,821	26,048,046
Arts/Entertainment/ Recreation	2,116,838	2,491,612	1,758,850	2,322,773	2,543,020	3,432,539
Public Administration Services	1,276,531	1,279,567	1,275,138	1,347,588	1,580,604	1,691,554
	11,204,077	11,363,138	11,956,298	14,194,354	15,345,604	13,788,464
Total	\$ 144,747,917	\$ 133,133,105	\$ 131,119,118	\$ 151,426,651	\$ 177,568,701	\$ 182,472,396
Direct Sales Tax Rate	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%

Source: Texas State Comptroller

Notes:

(1) Texas State Comptroller collects and remits sales taxes collected to the County. The state does not disclose information on identities of sales tax remitters.

(2) Information is limited to the three quarters available at the time of preparing the report.

TABLE D-11

	2014	2015	2016	2017 (2)
\$	1,106,605	\$ 964,714	\$ 965,014	\$ 715,368
	4,733,722	7,308,454	7,134,460	3,952,783
	5,279,829	5,433,929	8,279,670	5,138,911
	28,161,189	28,033,627	24,652,335	17,047,850
	4,670,811	4,029,110	4,042,296	2,807,916
	10,849,153	9,273,222	9,528,610	6,336,651
	86,445,355	87,714,657	91,690,218	67,838,717
	16,838,001	13,367,115	5,410,161	6,845,263
	27,155,365	27,358,625	28,906,878	22,513,757
	4,282,332	5,138,273	4,823,763	5,419,330
	1,867,442	1,989,001	1,902,541	1,459,007
	14,118,353	14,719,728	16,712,382	13,036,046
\$	<u>205,508,157</u>	<u>\$ 205,330,455</u>	<u>\$ 204,048,328</u>	<u>\$ 153,111,599</u>
	0.50%	0.50%	0.50%	0.50%

COLORADO COUNTY, TEXAS
 DIRECT AND OVERLAPPING SALES TAX RATES
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	County Direct Rate	City of Columbus	City of Eaglelake	City of Weimar	Rice Hospital District
2008	0.50%	1.50%	1.00%	1.50%	0.50%
2009	0.50%	1.50%	1.00%	1.50%	0.50%
2010	0.50%	1.50%	1.00%	1.50%	0.50%
2011	0.50%	1.50%	1.00%	1.50%	0.50%
2012	0.50%	1.50%	1.00%	1.50%	0.50%
2013	0.50%	1.50%	1.00%	1.50%	0.50%
2014	0.50%	1.50%	1.00%	1.50%	0.50%
2015	0.50%	1.50%	1.00%	1.50%	0.50%
2016	0.50%	1.50%	1.00%	1.50%	0.50%
2017	0.50%	1.50%	1.00%	1.50%	0.50%

Sources: Texas State Comptroller

COLORADO COUNTY, TEXAS
TAXABLE SALES BY CATEGORY
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

Category (1)	2017			2008		
	Taxable Sales (2)	Percentage of Total	# Remitters	Taxable Sales	Percentage of Total	# Remitters
Agriculture, Forestry, Fishing	\$ 715,368	0.47%	18	\$ 661,698	0.46%	26
Mining	3,952,783	2.58%	17	2,615,311	1.81%	15
Construction	5,138,911	3.36%	65	4,188,611	2.89%	92
Manufacturing	17,047,850	11.13%	46	14,201,785	9.81%	80
Transportation, Utilities & Communications	2,807,916	1.83%	14	830,175	0.57%	20
Wholesale Trade	6,336,651	4.14%	34	5,857,772	4.05%	56
Retail Trade	67,838,717	44.32%	253	69,927,001	48.32%	385
Finance, Insurance, Real Estate	6,845,263	4.47%	17	12,452,886	8.60%	24
Accommodation & Food Service	22,513,757	14.70%	76	19,415,232	13.41%	80
Arts, Entertainment, Recreation	5,419,330	3.54%	11	2,116,838	1.46%	19
Public Administration	1,459,007	0.95%	5	1,276,531	0.88%	5
Services	13,036,046	8.51%	142	11,204,077	7.74%	210
	<u>\$ 153,111,599</u>	<u>100.00%</u>	<u>698</u>	<u>\$ 144,747,917</u>	<u>100.00%</u>	<u>1,012</u>

Source: Texas State Comptroller

Notes:

(1) Texas State Comptroller collects and remits sales taxes collected to the County. The state does not disclose information on identities of sales tax remitters.

(2) Information is limited to the three quarters available at the time of preparing the report.

TABLE D-14

COLORADO COUNTY, TEXAS
 RATIOS OF OUTSTANDING DEBT BY TYPE
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	General Bonded Debt Outstanding				Total Primary Government	Percentage Actual Taxable Value of Property	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Contractual Obligations	Capital Lease Obligations					
2008	\$ 6,555,000	\$ 2,953,750	\$ --	\$ --	\$ 9,508,750	0.57%	1.36%	\$ 461
2009	6,320,000	2,953,750	--	--	9,273,750	0.56%	1.24%	445
2010	6,035,000	2,953,750	--	--	8,988,750	0.56%	1.19%	430
2011	5,740,000	2,953,750	--	--	8,693,750	0.53%	1.12%	416
2012	8,185,000	--	38,035	--	8,223,035	0.48%	0.96%	396
2013	7,852,525	--	17,834	--	7,870,359	0.45%	0.90%	381
2014	7,529,714	--	--	--	7,529,714	0.40%	0.83%	364
2015	7,145,907	--	--	--	7,145,907	0.35%	0.76%	346
2016	6,722,101	--	39,284	--	6,761,385	0.32%	0.69%	324
2017	6,299,488	--	30,015	--	6,329,503	0.28%	0.65%	301

Notes:

- (1) General obligation bonds presented net of unamortized premium and/or discount.
- (2) See the Schedule of Assessed and Estimated Actual Values of Taxable Property on Table D-7 for property value data.
- (3) Population data can be found in the Schedule of Demographics and Economic Statistics on Table D-18.

COLORADO COUNTY, TEXAS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
 LAST TEN FISCAL YEARS
 (Unaudited)

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Restricted to Repaying Principal</u>	<u>Total</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2008	\$ 6,555,000	\$ (406,890)	\$ 6,148,110	0.37%	\$ 298
2009	6,320,000	(417,573)	5,902,427	0.36%	284
2010	6,035,000	(429,394)	5,605,606	0.35%	268
2011	5,740,000	(400,291)	5,339,709	0.33%	256
2012	8,185,000	(369,204)	7,815,796	0.46%	376
2013	7,852,525	(332,823)	7,519,702	0.43%	364
2014	7,529,714	(268,717)	7,260,997	0.38%	351
2015	7,145,907	(188,564)	6,957,343	0.34%	337
2016	6,722,101	(58,850)	6,663,251	0.32%	319
2017	6,298,295	(77,139)	6,221,156	0.28%	296

Notes:

- (1) General obligation bonds presented net of unamortized premium and/or discount.
- (2) See the Schedule of Assessed and Estimated Actual Values of Taxable Property on page for property value data.
- (3) Population data can be found in the Schedule of Demographics and Economic Statistics on Table D-18.

COLORADO COUNTY, TEXAS

DIRECT AND OVERLAPPING
GOVERNMENTAL ACTIVITIES DEBT
(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Cities:			
Eagle Lake	\$ 1,085,000	100.00%	\$ 1,085,000
Columbus	745,059	100.00%	745,059
Weimar	2,044,103	100.00%	2,044,103
School Districts			
Columbus	9,869,828	95.69%	9,444,438
Rice Consolidated	19,898,319	100.00%	19,898,319
Weimar	6,517,611	93.95%	6,123,296
Special Districts			
Glidden Fresh Water Supply District #1	433,421	100.00%	<u>433,421</u>
Subtotal, Overlapping Debt			39,773,636
County Direct Debt (net of unamortized premium/discount)	6,328,310		<u>6,328,310</u>
Total Direct and Overlapping Debt			<u>\$ 46,101,946</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Colorado County Central Appraisal District. Debt outstanding data provided by each governmental unit.

Estimated percentage applicable is the ratio of the value of taxable property overlapping government vs. the value of taxable property for the County.

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COLORADO COUNTY, TEXAS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	Fiscal Year				
	2008	2009	2010	2011	2012
Assessed Value of Property	\$ 1,659,490,327	\$ 1,642,792,091	\$ 1,610,732,004	\$ 1,631,847,545	\$ 1,716,225,401
Debt Limit, 10% of total assessed value	165,949,033	164,279,209	161,073,200	163,184,755	171,622,540
Amount of Debt Applicable to limit					
General obligation bonds (net of prem/disc)	6,555,000	6,320,000	6,035,000	5,740,000	8,160,932
Less resources restricted to repaying principal	406,890	417,573	429,394	400,291	369,204
Total net debt applicable to limit	<u>6,148,110</u>	<u>5,902,427</u>	<u>5,605,606</u>	<u>5,339,709</u>	<u>7,791,728</u>
Legal Debt Margin	\$ <u>159,800,923</u>	\$ <u>158,376,782</u>	\$ <u>155,467,594</u>	\$ <u>157,845,046</u>	\$ <u>163,830,812</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	3.7%	3.6%	3.5%	3.3%	4.5%

TABLE D-17

2013	2014	2015	2016	2017
\$ 1,759,081,087	\$ 1,891,281,659	\$ 2,055,892,422	\$ 2,093,759,781	\$ 2,254,228,624
175,908,109	189,128,166	205,589,242	209,375,978	225,422,862
7,852,525	7,529,714	7,145,907	6,722,101	6,298,295
332,823	(268,717)	(188,564)	(58,850)	(77,139)
<u>7,519,702</u>	<u>7,798,431</u>	<u>6,957,343</u>	<u>6,663,251</u>	<u>6,221,156</u>
<u>\$ 168,388,407</u>	<u>\$ 181,329,735</u>	<u>\$ 198,631,899</u>	<u>\$ 202,712,727</u>	<u>\$ 219,201,706</u>
4.3%	4.1%	3.4%	3.2%	2.8%

Legal Debt Margin Calculation for the Current Fiscal Year

Assessed Value	\$ 2,254,228,624
Debt Limit (10% of Assessed Value)	<u>225,422,862</u>
Debt Applicable to Limit:	
General Obligation Bonds (net of prem/disc)	6,298,295
Less: Amount Set Aside for Repayment of	
General Obligation Debt	<u>(77,139)</u>
Total Net Debt Applicable to Limit	<u>6,221,156</u>
Legal Debt Margin	<u>\$ 219,201,706</u>

COLORADO COUNTY, TEXAS
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS
 (Unaudited)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Population (1)	20,648	20,818	20,883	20,883	20,789	20,684	20,706	20,669	20,880	21,019
Personal Income (000's), (1)	\$ 697,067	\$ 745,234	\$ 756,506	\$ 773,322	\$ 860,356	\$ 870,427	\$ 904,947	\$ 944,551	\$ 978,316	\$ 968,389
Per Capita Personal Income (1)	\$ 33,760	\$ 35,798	\$ 36,398	\$ 37,031	\$ 41,385	\$ 42,082	\$ 43,705	\$ 45,699	\$ 46,854	\$ 46,072
Median Age (2)	39.3	39.3	42.0	44.0	43.7	43.7	43.7	43.7	43.4	43.4
Education Level in Years of Schooling										
Less than high school graduate	30.9%	32.4%	30.9%	33.6%	34.9%	30.8%	35.2%	33.9%	23.1%	20.5%
High school graduate	33.3%	40.0%	33.3%	37.6%	42.5%	46.9%	37.2%	38.5%	35.6%	39.0%
Some college or associate's degree	16.9%	17.0%	16.9%	25.0%	17.5%	16.4%	21.6%	21.1%	29.4%	33.0%
Bachelor's degree or higher	4.4%	6.0%	4.4%	3.8%	5.2%	5.9%	6.0%	6.5%	11.9%	7.6%
School Enrollment (3)	3,400	3,391	3,454	3,427	3,305	3,522	3,488	3,500	3,593	3,467
Unemployment (4)	3.7%	6.4%	7.7%	7.0%	5.7%	5.2%	3.4%	3.9%	4.6%	3.4%

(1) Source: Bureau of Economic Analysis

(2) Source: U.S. Census Bureau

(3) Source: Columbus ISD, Rice CISD, Weimar ISD

(4) Source: Texas Workforce Commission

COLORADO COUNTY, TEXAS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

Employer	2017			2008		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percent of Total County Employment
Utex Industries	178	4	2.53%	300	1	2.86%
Columbus ISD	230	1	3.27%	211	4	2.01%
Exterran				200	3	1.91%
Rice Consolidated ISD	212	2	3.01%	230	2	2.20%
Columbus Community Hospital	205	3	2.92%	177	7	1.70%
County of Colorado	150	5	2.13%	135	8	1.28%
River Oaks Convalescent	100	8	1.42%	122	9	1.17%
Weimar ISD	100	9	1.42%	110		1.05%
Drymalla Construction	130	6	1.85%	161	6	1.54%
Rice Medical Center	118	7	1.68%		10	
Trucare Living Center	80	10	1.14%			
Colorado-Fayette Medical Center				211	5	2.01%
Total	<u>1,503</u>		<u>21.37%</u>	<u>1,857</u>		<u>17.73%</u>

Source: The Texas Workforce Development Board

COLORADO COUNTY, TEXAS
FULL-TIME-EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
 (Unaudited)

Function/Program	Full-Time-Equivalent Employees as of Year End									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government	9	9	9	9	9	9	9	9	9	9
General administration	6	6	6	6	6	6	6	6	6	6
Financial administration	17	17	17	16	16	16	16	17	17	17
Judicial	67	66	65	65	65	65	66	66	66	68
Public Safety	4	4	4	4	4	4	4	4	4	4
Public Facilities	29	30	30	30	30	30	30	30	30	30
Public Transportation	2	2	2	2	2	2	2	2	2	2
Conservation	1	1	1	1	1	1	1	1	1	1
Health and welfare										
Total	135	135	134	133	133	133	134	135	135	137

Source: The Workforce Development Board

COLORADO COUNTY, TEXAS
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)

Function/Program	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government										
Marriage license issued	143	137	136	136	133	144	144	131	120	140
Birth certificates	200	318	169	200	200	278	279	295	301	291
Death certificates	200	188	187	200	200	200	200	200	200	212
Judicial										
County Court										
Probate cases filed	106	107	115	102	112	110	118	96	91	130
Mental Health cases filed	--	5	5	5	6	1	5	2	3	2
Civil cases filed	71	63	66	67	66	60	70	55	82	156
Criminal cases filed	675	557	506	446	442	431	354	482	428	409
District Court										
Civil cases filed	289	520	398	431	344	292	285	324	354	371
Criminal cases filed	272	252	191	180	232	165	175	172	296	337
Justice Court										
Cases filed	10,086	9,792	9,003	7,573	6,450	4,348	5,655	5,845	6,475	4,662
Public Safety										
Jail bookings	1,785	1,703	1,541	1,250	1,498	1,488	1,181	1,393	1,329	1,204
Jail average daily occupancy	67	70	62	55	51	53	48	57	59	67
Emergency responses	1,113	1,146	1,133	1,329	1,393	1,459	1,389	1,684	1,520	1,791
Emergency transfers	380	294	336	379	309	297	345	418	408	584
Health & Welfare										
Septic permits issued	124	95	98	105	104	88	117	129	139	120
Building permits issued	--	--	--	148	171	206	273	290	138	225
Indigent health care active cases	26	30	30	24	13	18	21	22	16	16

Source: County records

COLORADO COUNTY, TEXAS
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)

Function/Program	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public Safety										
Stations	1	1	1	1	1	1	1	1	1	1
Jails	1	1	1	1	1	1	1	1	1	3
Patrol Units	18	23	24	24	24	24	26	29	29	30
EMS Stations	3	3	3	3	3	3	3	3	3	3
Ambulance Units	8	8	8	8	8	8	8	8	8	8
Public Facilities										
Courthouse	1	1	1	1	1	1	1	1	1	1
Annex	--	--	--	1	1	1	1	1	1	1
Public Transportation										
Asphalt Roads (miles)	435.5	438.3	440.4	441.1	441.6	442.3	444.3	446.3	449.1	449.1
Gravel Roads (miles)	303.8	301.0	299.5	298.9	298.9	298.2	296.2	294.2	291.4	291.4
Dirt Roads (miles)	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Bridges	86	87	88	88	88	88	88	88	88	89

Sources: County records.