

**COLORADO COUNTY, TEXAS**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended December 31, 2014*

Prepared by  
Raymie Kana  
County Auditor

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**COLORADO COUNTY, TEXAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**TABLE OF CONTENTS**

	<u>Page</u>	<u>Exhibit/Table</u>
<b>INTRODUCTORY SECTION</b>		
Letter of Transmittal.....	1	
GFOA Certificate of Achievement.....	4	
Organizational Chart.....	5	
List of Elected and Appointed Officials .....	6	
<b>FINANCIAL SECTION</b>		
Independent Auditors' Report.....	11	
Management's Discussion and Analysis (Required Supplementary Information).....	15	
<b><u>Basic Financial Statements</u></b>		
Government-wide Financial Statements:		
Statement of Net Position.....	27	Exhibit A-1
Statement of Activities.....	28	Exhibit A-2
Fund Financial Statements:		
Balance Sheet - Governmental Funds.....	30	Exhibit A-3
Reconciliation of the Governmental Funds		
Balance Sheet to the Statement of Net Position.....	31	Exhibit A-4
Statement of Revenues, Expenditures, and Changes in		
Fund Balances - Governmental Funds.....	32	Exhibit A-5
Reconciliation of the Statement of Revenues, Expenditures, and Changes in		
Fund Balances of Governmental Funds to the Statement of Activities.....	33	Exhibit A-6
Statement of Fiduciary Net Position - Fiduciary Funds.....	34	Exhibit A-7
Notes to the Financial Statements .....	35	
<b><u>Required Supplementary Information</u></b>		
Budgetary Comparison Schedules:		
General Fund.....	56	Exhibit B-1
Combining Statements and Budgetary Comparison Schedules as Supplementary Information:		
Combining Balance Sheet - All Nonmajor Governmental Funds.....	68	Exhibit C-1
Combining Statement of Revenues, Expenditures and Changes in		
Fund Balances - All Nonmajor Governmental Funds.....	69	Exhibit C-2
Special Revenue Funds:		
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	70	Exhibit C-3
Combining Statement of Revenues, Expenditures and Changes		
in Fund Balances - Nonmajor Special Revenue Funds.....	74	Exhibit C-4

**COLORADO COUNTY, TEXAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**TABLE OF CONTENTS**

	<u>Page</u>	<u>Exhibit/Table</u>
<b>Budgetary Comparison Schedules:</b>		
Records Preservation.....	78	Exhibit C-5
Airport Fund.....	79	Exhibit C-6
Road & Bridge Precinct Number 1.....	80	Exhibit C-7
Road & Bridge Precinct Number 2.....	81	Exhibit C-8
Road & Bridge Precinct Number 3.....	82	Exhibit C-9
Road & Bridge Precinct Number 4.....	83	Exhibit C-10
Security Fund.....	84	Exhibit C-11
Law Library.....	85	Exhibit C-12
Justice Court Technology Fund.....	86	Exhibit C-13
County and District Court Technology Fund.....	87	Exhibit C-14
<b>Debt Service Funds:</b>		
<b>Budgetary Comparison Schedule:</b>		
Debt Service Fund.....	88	Exhibit C-15
<b>Capital Projects Funds:</b>		
Combining Balance Sheet - Nonmajor Capital Projects Funds.....	89	Exhibit C-16
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	90	Exhibit C-17
<b>Fiduciary Funds:</b>		
<b>Agency Funds:</b>		
Combining Statement of Fiduciary Assets and Liabilities.....	92	Exhibit C-18
Combining Statement of Changes in Assets and Liabilities.....	94	Exhibit C-19
<b>STATISTICAL SECTION</b>		
Net Position by Component.....	98	Table D-1
Expenses, Program Revenues, and Net (Expense)/Revenue.....	100	Table D-2
General Revenues and Total Change in Net Position.....	102	Table D-3
Fund Balances of Governmental Funds.....	104	Table D-4
Changes in Fund Balances of Governmental Funds.....	105	Table D-5
Tax Revenues by Source, Governmental Funds.....	106	Table D-6
Assessed Value and Estimated Actual Value of Taxable Property.....	107	Table D-7
Direct and Overlapping Property Tax Rates.....	108	Table D-8
Principal Property Tax Payers.....	110	Table D-9
Property Tax Levies and Collections.....	111	Table D-10
Taxable Sales by Category.....	112	Table D-11
Direct and Overlapping Sales Tax Rates.....	114	Table D-12
Principal Sales Tax Remitters.....	115	Table D-13
Ratios of Outstanding Debt by Type.....	116	Table D-14

**COLORADO COUNTY, TEXAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**TABLE OF CONTENTS**

	<u>Page</u>	<u>Exhibit/Table</u>
Ratios of General Bonded Debt Outstanding.....	117	Table D-15
Direct and Overlapping Governmental Activities Debt.....	118	Table D-16
Legal Debt Margin Information.....	120	Table D-17
Demographic and Economic Statistics.....	122	Table D-18
Principal Employers.....	123	Table D-19
Full-Time-Equivalent Employees by Function/Program.....	124	Table D-20
Operating Indicators By Function/Program.....	125	Table D-21
Capital Asset Statistics by Function/Program.....	126	Table D-22

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## Introductory Section

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## Colorado County, Texas

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raymie.kana@co.colorado.tx.us

Raymie Kana  
*County Auditor*

318 Spring Street, Ste. 104  
Columbus, Texas 78934

May 7, 2015

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, 2014.

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 unqualified ("clean") opinion on Colorado County's financial statements for the year ended December 31, 2014. 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 auditors' 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 20,874. 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 are 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 its location in a region with a varied economic base, unemployment had been relatively stable. During the past ten years, the unemployment rate lowered slightly from 4.0 percent (2005) to 3.4 percent for the current year (2014). 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 2014 was 3.4 percent compared to 5.4 percent nationally. The decreases in unemployment rates during the current year reflect the positive economic growth. Bank deposits county-wide totaled \$362 million at December 31, 2014 compared to \$353 million at December 31, 2013.

Median household incomes within the County are slightly lower than for the state and nation as a whole. According to the year 2013 census, the County's median family income was \$45,146, while the state's was \$51,900 and the nation's was \$53,046.

The County's location within the Eagle Ford shale development in Southern Texas has led to new economic opportunities. 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 18% 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 undesignated fund balance levels (unreserved net assets) 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 over liabilities 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 2015 budget, the Court must remain cautious in planning for the budget in fiscal year 2016 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 completion of the restoration of the courthouse interior funded with certificates of obligation and Texas Historical Commission Grant funds. The re-dedication ceremony was held 5/17/14.

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

The County generated initiatives to more effectively collect various county fines and fees.

The County will actively pursue legal representation in regards 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 TxDOT aviation assistance to install an Automated Weather Observing System at the Robert R. Wells, Jr. Airport.

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

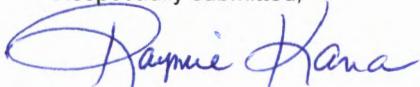
#### AWARDS AND ACKNOWLEDGEMENTS

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, 2013. This was the twentieth 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**

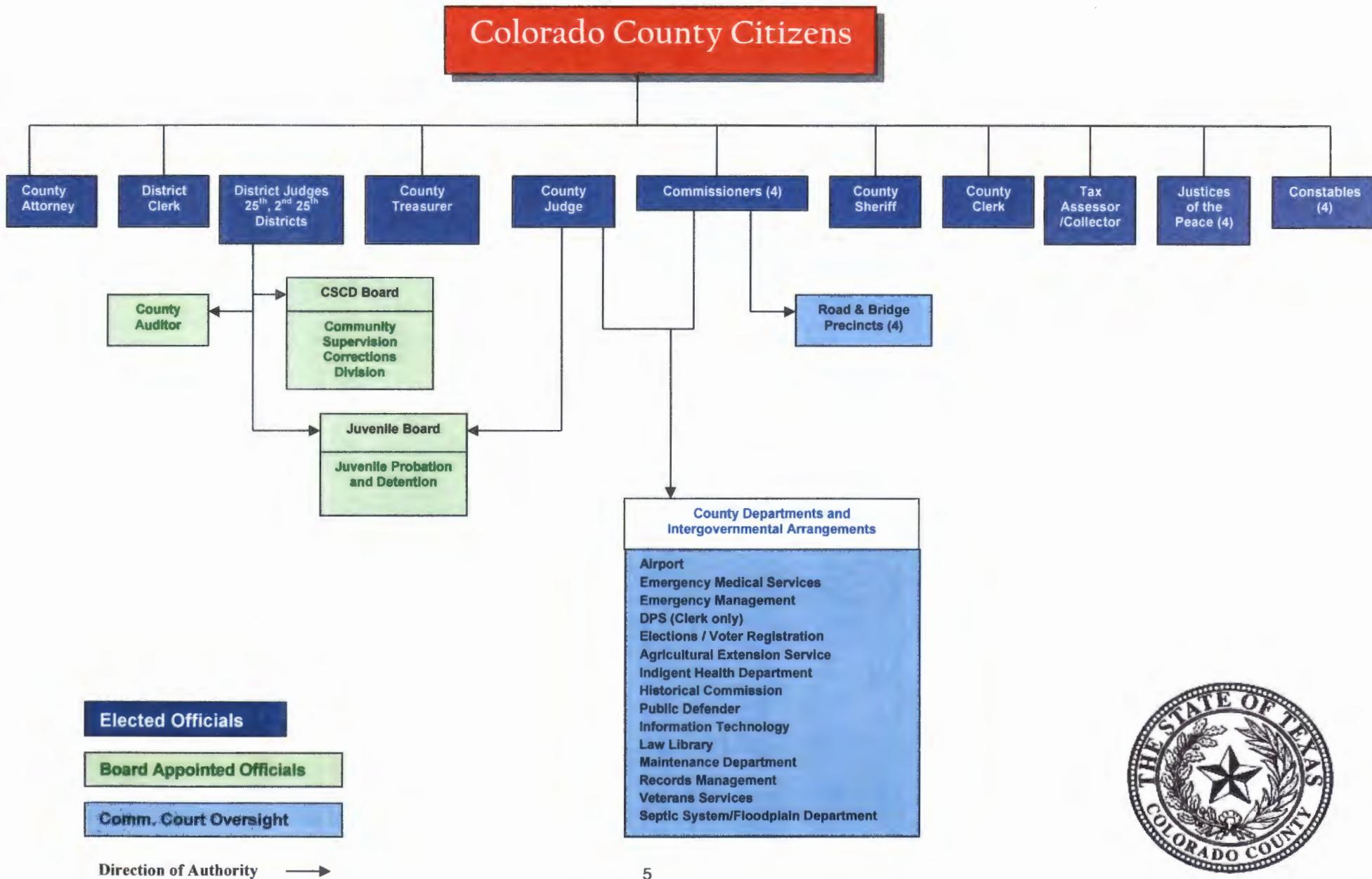
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2013**

A handwritten signature in black ink, appearing to read "Jeffrey P. Evans".

Executive Director/CEO

# Colorado County, Texas Organization Chart December 31, 2014



**COLORADO COUNTY, TEXAS**  
**LIST OF ELECTED AND APPOINTED OFFICIALS**  
*December 31, 2014*

---

**Elected Officials**

---

County Judge	Daniel "Ty" Pause
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	William C Kirkendall
Tax Assessor-Collector	Mary Jane Poenitzsch
County Clerk	Darlene Hayek
County/District Attorney	Jay Johannes
District Clerk	Harvey Vornsand
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	George Cason
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	Robert Zajicek

**COLORADO COUNTY, TEXAS**

**LIST OF ELECTED AND APPOINTED OFFICIALS**

*December 31, 2014*

**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	Marty Maloney
Adult Probation Officer	Richard Wessels
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	Janis Pfeffer
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 as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

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

**Auditors' Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, 2014, 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 and budgetary comparison information, 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 which collectively comprise Colorado County, Texas' financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the 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 financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the financial statements as a whole.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated May 7, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Rutledge Ording Company, PC". The signature is fluid and cursive, with "Rutledge" and "Ording" connected by a single stroke, and "Company, PC" in a slightly more formal, printed-style font.

May 7, 2015

## Management's Discussion and Analysis

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## COLORADO COUNTY, TEXAS

### *Management's Discussion and Analysis*

December 31, 2014

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, 2014. Please read it in conjunction with the County's financial statements, which follow this section.

### **Financial Highlights**

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$27,579,827 (net position). Of this amount, \$533,774 (restricted net position) may only be used to pay down the county's debt.
- The County's total net position increased \$941,559 during the current fiscal year.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$7,967,645, a decrease of \$12,107 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 \$2,850,275 or 30% of total general fund expenditures which is 2% lower than last year.
- The County's total debt decreased by \$325,543 during the current fiscal year.

### **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 regards 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 27 and 28 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.

**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
*December 31, 2014*

**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, sixteen special revenue funds, a debt service fund, and a capital projects fund. 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 35 through 54 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 \$27,579,827 at the close of the most recent fiscal year.

By far, the largest portion of the County's net position (\$18,176,143 or 65.9%) reflects its investment in capital assets (e.g., land, construction in progress, buildings and improvements, equipment, and infrastructure), less any related outstanding debt that was 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 \$47,846,003 reflect an increase of \$786,647 during the fiscal year.

**COLORADO COUNTY, TEXAS**

*Management's Discussion and Analysis*

December 31, 2014

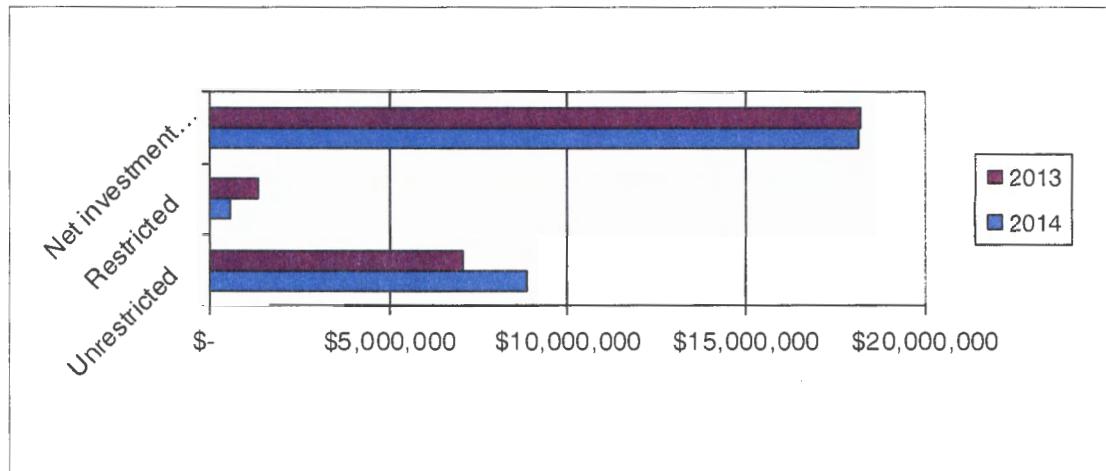
An additional portion of the County's net position (\$533,774 or 2.0%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$8,869,910 or 32.1% is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

The County's condensed net assets for fiscal year ended December 31, 2014 are summarized as follows:

	Colorado County Net Position		
	Governmental Activities		
	2014	2013	Change
Current and other assets	\$ 21,948,495	\$ 21,845,785	\$ 102,710
Capital assets (net of accumulated depreciation)	25,897,508	25,213,571	683,937
<b>Total assets</b>	<b>47,846,003</b>	<b>47,059,356</b>	<b>786,647</b>
Deferred outflows of resources		1,301	(1,301)
Current and other liabilities	3,173,892	3,593,177	(419,285)
Long-term liabilities	7,988,588	8,314,131	(325,543)
<b>Total liabilities</b>	<b>11,162,480</b>	<b>11,907,308</b>	<b>(744,828)</b>
Deferred inflows of resources	9,103,696	8,515,082	588,614
Net position:			
Invested in capital assets, net of related debt	18,176,143	18,220,825	(44,682)
Restricted	533,774	1,350,657	(816,883)
Unrestricted	8,869,910	7,066,786	1,803,124
<b>Total net position</b>	<b>\$ 27,579,827</b>	<b>\$ 26,638,268</b>	<b>\$ 941,559</b>

2013 Restated - See Notes to Financial Statements

**Colorado County Net Position – December 31, 2013 and 2014**



**Governmental Activities.** During the current fiscal year, net position for governmental activities increased \$941,559 from the prior fiscal year for an ending balance of \$27,579,827. Key elements of this increase are as follows:

During the current fiscal year, the total reported revenues of \$15,219,600 represented a decrease of \$224,511 over the prior year mainly due to the completion of the interior restoration of the Colorado County courthouse and for new

**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
 December 31, 2014

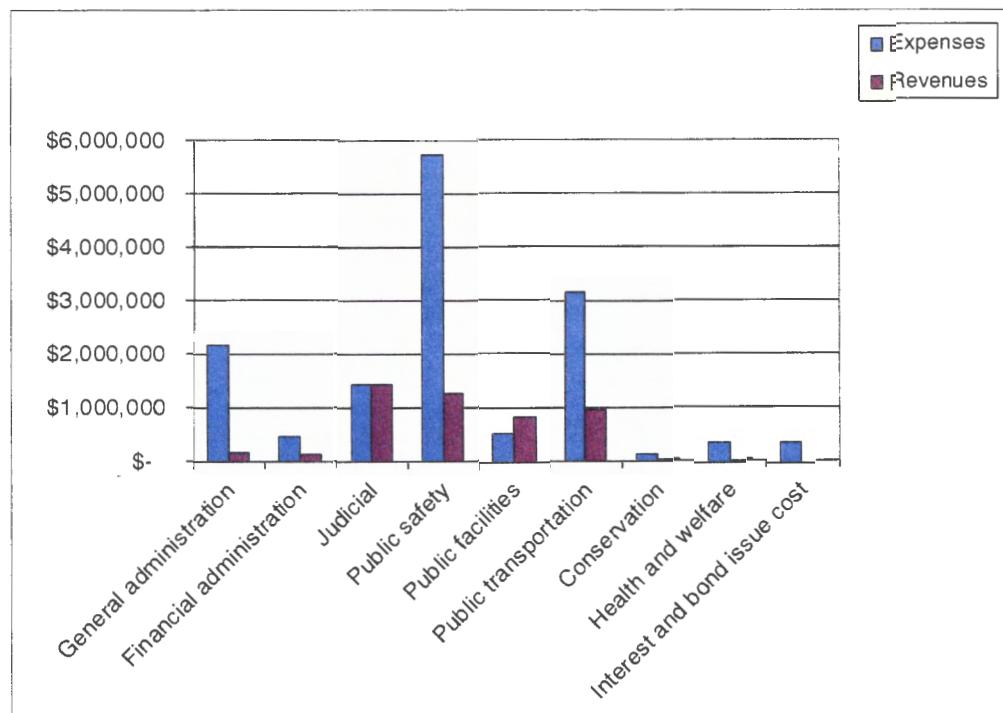
radio tower sites to improve public safety where the county had received funds from the Texas Historical Commission and Homeland Security Program. The main increase is in charges for services mainly due to a greater amount of traffic tickets issued throughout the county and the county receiving more gross weight fees.

Total reported expenses of \$14,278,041 represented a decrease of \$496,994 over the prior year. The largest decrease in expenses was public safety of \$410,955 which was primarily due to the upgrading of the County's radio system with three new tower sites in 2013. Health & Welfare was the next largest decrease due to the completion of the water improvements to the town of Rock Island and its neighbors in 2013.

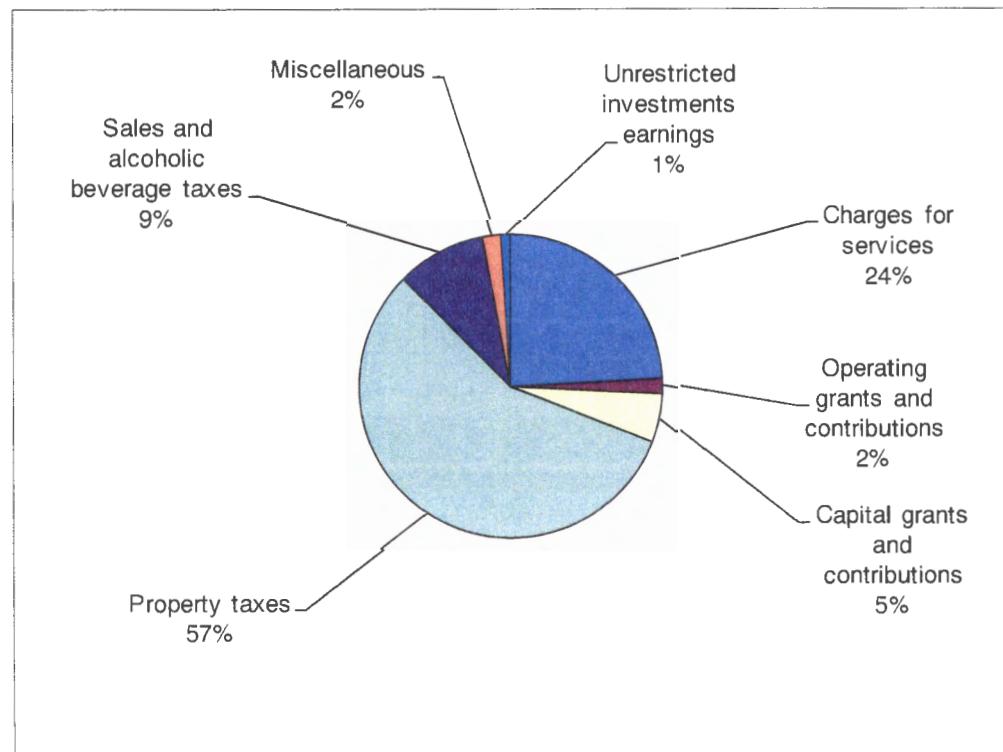
<b>Colorado County Changes in Net Position</b>			
Governmental Activities			
	2014	2013	Change
<b>Revenues:</b>			
Net Program Revenues:			
Charges for services	\$ 3,571,796	\$ 2,565,738	\$ 1,006,058
Operating grants and contributions	248,263	987,162	(738,899)
Capital grants and contributions	899,704	1,708,987	(809,283)
General Revenues:			
Property taxes	8,612,739	8,405,951	206,788
Sales and alcoholic beverage taxes	1,443,890	1,324,076	119,814
Miscellaneous	286,693	284,860	1,833
Unrestricted investments earnings	156,515	167,337	(10,822)
Special item inflow	-	-	-
<b>Total revenues</b>	<b>15,219,600</b>	<b>15,444,111</b>	<b>(224,511)</b>
<b>Expenses:</b>			
General administration			
Financial administration	2,162,103	1,980,651	181,452
Judicial	459,549	428,606	30,943
Public safety	1,416,035	1,415,006	1,029
Public facilities	5,712,409	6,123,364	(410,955)
Public transportation	526,491	393,525	132,966
Conservation	3,164,962	3,374,189	(209,227)
Health and welfare	133,229	172,892	(39,663)
Debt principal and interest	350,977	610,479	(259,502)
	352,286	276,323	75,963
<b>Total expenses</b>	<b>14,278,041</b>	<b>14,775,035</b>	<b>(496,994)</b>
<b>Change in net position</b>	<b>941,559</b>	<b>669,076</b>	<b>\$ 272,483</b>
<b>Net position - beginning</b>	<b>26,638,268</b>	<b>25,969,192</b>	
<b>Net position - ending</b>	<b>\$ 27,579,827</b>	<b>\$ 26,638,268</b>	

2013 Restated - See Notes to Financial Statements

**Expenses and Program Revenues – Governmental Activities**



**Revenues by Source – Governmental Activities**



## **COLORADO COUNTY, TEXAS**

*Management's Discussion and Analysis*  
December 31, 2014

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

Property taxes of \$8,612,739 equaled 60.3% of governmental expenses of \$14,278,041. As expected, general revenues (\$10,499,837) provided the required support and coverage for expenses.

Over one-half of the expenses are Public Safety and Public Transportation (\$8,877,371) while these categories consumed about 58.3% of total revenues of \$15,219,600.

The next largest category of expenses is General Administration \$2,162,103, or 15.1%.

Property taxes (\$8,612,739) comprised about 56.6% of total revenues. Operating and capital grants and contributions showed the largest decrease from the previous year mainly due to the county restoring the interior of the County courthouse and upgrading the County's radio system by installing three tower sites throughout the county for better radio coverage during 2013. Charges for Services showed an increase from the previous year mainly due to an increase in traffic tickets and bond forfeitures.

### **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, unreserved 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 \$7,967,645, a decrease of \$12,107.

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 increased \$371,400 to \$2,850,275 from the prior year amount of \$2,478,875 (restated). Unassigned fund balance represents 29.3 percent of total general fund expenses.

### **General Fund Budgetary Highlights**

Significant Differences in Original vs. Final Budget:

During the year there was a \$490,250 increase in appropriations between the original and final amended budget. Following are the main components of the increase:

\$20,000 supplemental appropriation for the upgrade of the County's radio communications equipment;

\$112,000 supplemental appropriation for the upgrade to the CAD system/mobile dispatch software to allow the county to mobile dispatch all agencies in Colorado County;

\$32,000 supplemental appropriation for short-term juvenile detention services.

\$255,000 supplemental appropriation for contingencies for capital outlay for the courthouse interior restoration not covered by the Texas Historical Commission Grant Program.

The increase was possible because of additional anticipated receipts. Those receipts included an increase in sales tax (\$101,000), an increase in licenses and permits (\$11,000), an increase in fines and forfeitures (\$50,000), an increase in intergovernmental (\$123,000), and an increase in miscellaneous receipts (\$100,750).

**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
December 31, 2014

**Significant Budget Variances:**

General Administration - Commissioners Court – the county saves on workers compensation and other risk management insurance due to our carrier, Texas Association of Counties, issuing refunds, discounts, and rebates on various county policies.

General Administration - Elections – the County had a general election and two special elections.

General Administration – Capital Outlay; the county did not spend any capital outlay designated for the courthouse after the restoration due to remaining funds in the certificates of obligation.

Public Safety - Emergency Medical Services – Personnel Services was less than budget by \$67,907 due to the way the Director scheduled the various EMS stations.

Public Safety - County Sheriff – Personnel Services was less than budget by \$76,412; several authorized positions were not filled for most of the year.

Public Safety – Operation of Jail – Personnel Services and Services and Charges were less than budget by \$115,118; several authorized positions were not filled for most of the year and there were fewer inmates requiring major medical care during the year.

Public Facilities – Services and Charges were less than budget by \$70,658 due to the county having less repairs to the courthouse due to the recent restoration process and the annex being just a couple of years old.

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 \$25,897,508 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, equipment, and infrastructure.

	Balance 12/31/14	Balance 12/31/13
Capital assets, not being depreciated:		
Land	\$ 501,410	\$ 501,410
Construction in progress	-	4,036,460
Capital assets, being depreciated		
Buildings and improvements	15,366,194	10,664,976
Equipment	2,527,711	2,552,531
Infrastructure	<u>7,502,193</u>	<u>7,458,194</u>
	<u><u>\$ 25,897,508</u></u>	<u><u>\$ 25,213,571</u></u>

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

Purchased a Cat backhoe loader and (2) pneumatic rollers for road and bridge precincts.

Purchased a tractor and z-track mower for road and bridge precincts.

Purchased an automated weather observing system (AWOS) for the Robert R. Wells, Jr. Airport.

Purchased a new 2013 Ford Transit Van for IT department.

**COLORADO COUNTY, TEXAS**  
*Management's Discussion and Analysis*  
*December 31, 2014*

Purchase of (4) new Dodge Charger's for the sheriff's department.

Purchased (2) smartboard monitors for county and district court rooms.

Purchased a AVAYA phone system for the courthouse, annex, and JP#3 which enables the various departments to transfer calls between departments or dial an extension without tying up the phone lines.

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 \$7,550,000.

	12/31/14	12/31/13
<b>GOVERNMENTAL ACTIVITIES:</b>		
Certificates of obligation	\$ 7,550,000	\$ 7,875,000
Bond premium	-	1,020
Bond discount	(20,286)	(23,495)
Notes payable	-	17,834
Compensated absences payable	174,510	171,719
OPEB obligation	284,364	272,053
	<hr/> <u>\$ 7,988,588</u>	<hr/> <u>\$ 8,314,131</u>

The County's total debt decreased by \$325,543 during the current fiscal year.

The County made the final payment for the general obligation debt, series 1994, that was issued to build a new 96-bed jail.

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 \$181,329,735, 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 5.2 percent for the prior fiscal year. This compares favorably to the state's average unemployment rate of 4.60 percent and the national rate of 5.4 percent.

Future economic growth related to the Eagle Ford Shale development.

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 \$2.8 and \$3.7 million or about 19% - 24% of annual expenditures.

An increase in the rates for septic system permits and commercial development permits.

On the expenditure side, increases are expected in health insurance premiums.

## **COLORADO COUNTY, TEXAS**

### *Management's Discussion and Analysis*

December 31, 2014

In calculating the taxes for the fiscal year 2014 budget, Colorado County had a net taxable appraised value of \$1,891,281,659, which was an increase of \$132,210,572 from the previous year. This is a result of increased oil and gas activity along with increased residential and commercial growth.

All of these factors were considered in preparing the County's budget for the 2015 fiscal year. The property tax rate for the 2014 budget was set at the same tax rate as the 2014 tax rate of \$0.48206 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. This is the fifth consecutive year that the county adopted the same tax rate which was considerably lower than the rollback tax rate of \$0.49886.

### **Acknowledgements**

For their assistance and cooperation during the year, I thank the District Judges, Commissioners' Court, elected officials, department heads, and employees in the various departments with whom we work. The interest and support of the Commissioners' Court in planning and conducting the financial operations of the county is appreciated. Those officials and employees exercising responsible and progressive management of the County's assets have contributed to the current status of Colorado County's financial condition.

### **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.

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# Basic Financial Statements

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**COLORADO COUNTY, TEXAS****STATEMENT OF NET POSITION****DECEMBER 31, 2014**

	Governmental Activities
<b>ASSETS</b>	
<i>Cash</i>	\$ 7,771,120
<i>Receivables (net of allowances for uncollectibles):</i>	
<i>Taxes</i>	6,032,291
<i>Accounts</i>	4,122,997
<i>Due from other governments</i>	552,170
<i>Restricted assets:</i>	
<i>Cash</i>	2,223,395
<i>Due from other governments</i>	1,246,520
<i>Capital assets not being depreciated:</i>	
<i>Land</i>	501,410
<i>Capital assets (net of accumulated depreciation):</i>	
<i>Buildings and improvements</i>	15,366,194
<i>Equipment</i>	2,527,711
<i>Infrastructure</i>	7,502,193
<i>Total Assets</i>	<u>47,846,001</u>
<b>LIABILITIES</b>	
<i>Accounts payable</i>	243,859
<i>Due to others</i>	1,338,202
<i>Due to other governments</i>	1,591,830
<i>Noncurrent liabilities:</i>	
<i>Due within one year</i>	558,316
<i>Due in more than one year</i>	7,430,272
<i>Total Liabilities</i>	<u>11,162,479</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
<i>Unearned revenue</i>	<u>9,103,695</u>
<i>Total Deferred Inflows of Resources</i>	<u>9,103,695</u>
<b>NET POSITION:</b>	
<i>Net Investment in Capital Assets</i>	18,176,143
<i>Restricted For:</i>	
<i>Debt Service</i>	290,360
<i>Capital Projects</i>	243,414
<i>Unrestricted</i>	8,869,910
<i>Total Net Position</i>	<u>\$ 27,579,827</u>

The accompanying notes are an integral part of this statement.

**COLORADO COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
<b>Governmental Activities:</b>				
General administration	\$ 2,162,103	\$ 80,075	\$ 67,089	\$ --
Financial administration	459,549	107,592	--	--
Judicial	1,416,035	1,269,336	150,635	--
Public safety	5,712,409	1,229,594	28,027	--
Public facilities	526,491	30,000	--	794,054
Public transportation	3,164,962	827,116	2,512	105,650
Conservation	133,229	2,180	--	--
Health and welfare	350,977	25,903	--	--
Principal and interest on long-term debt	352,286	--	--	--
Total Governmental Activities	<u>14,278,041</u>	<u>3,571,796</u>	<u>248,263</u>	<u>899,704</u>
<b>Total Primary Government</b>	<u><u>\$ 14,278,041</u></u>	<u><u>\$ 3,571,796</u></u>	<u><u>\$ 248,263</u></u>	<u><u>\$ 899,704</u></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

\$	(2,014,939)
	(351,957)
	3,936
	(4,454,788)
	297,563
	(2,229,684)
	(131,049)
	(325,074)
	(352,286)
	<u>(9,558,278)</u>
	<u>(9,558,278)</u>

8,612,739
1,427,836
16,054
286,693
156,515
<u>10,499,837</u>
941,559
27,453,842
(815,574)
<u>\$ 27,579,827</u>

**COLORADO COUNTY, TEXAS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2014**

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>			
<i>Cash</i>	\$ 2,785,063	\$ 4,985,585	\$ 7,770,648
<b>Receivables (net of allowances for uncollectibles):</b>			
<i>Taxes</i>	3,905,707	2,126,584	6,032,291
<i>Accounts</i>	4,085,743	37,254	4,122,997
<i>Due from other governments</i>	375,762	176,408	552,170
<b>Restricted assets:</b>			
<i>Cash</i>	1,443,428	779,967	2,223,395
<i>Due from other governments</i>	809,241	437,279	1,246,520
<b>Total Assets</b>	<u>\$ 13,404,944</u>	<u>\$ 8,543,077</u>	<u>\$ 21,948,021</u>
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ 95,910	\$ 51,629	\$ 147,539
<i>Due to others</i>	1,337,735	--	1,337,735
<i>Due to other governments</i>	1,591,830	--	1,591,830
<b>Total Liabilities</b>	<u>3,025,475</u>	<u>51,629</u>	<u>3,077,104</u>
<b>Deferred Inflows of Resources</b>			
<i>Deferred revenue</i>	7,529,194	3,374,078	10,903,272
<b>Total Deferred Inflows of Resources</b>	<u>7,529,194</u>	<u>3,374,078</u>	<u>10,903,272</u>
<b>Fund Balances:</b>			
<i>Restricted</i>	--	1,158,194	1,158,194
<i>Committed</i>	--	3,959,176	3,959,176
<i>Unassigned</i>	2,850,275	--	2,850,275
<b>Total Fund Balances</b>	<u>2,850,275</u>	<u>5,117,370</u>	<u>7,967,645</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 13,404,944</u>	<u>\$ 8,543,077</u>	<u>\$ 21,948,021</u>

The accompanying notes are an integral part of this statement.

**COLORADO COUNTY, TEXAS**

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
 TO THE STATEMENT OF NET POSITION  
 DECEMBER 31, 2014

Total fund balances - governmental funds balance sheet	\$ 7,967,645
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	25,897,508
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	368,603
Payables for bond principal which are not due in the current period are not reported in the funds.	(7,529,715)
Payables for bond interest which are not due in the current period are not reported in the funds.	(96,316)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(174,510)
Court fines receivable unavailable to pay for current period expenditures are deferred in the funds.	1,032,452
Ambulance receivables unavailable to pay for current period expenditures are deferred in the funds.	398,524
OPEB obligation is not reported in the funds.	(284,364)
Net position of governmental activities - Statement of Net Position	\$ <u>27,579,827</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, 2014**

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>			
<i>Ad valorem taxes, penalty and interest</i>	\$ 5,590,563	\$ 3,027,321	\$ 8,617,884
<i>Other taxes</i>	1,443,890	--	1,443,890
<i>Licenses and permits</i>	29,083	781,429	810,512
<i>Fines and forfeitures</i>	919,891	37,084	956,975
<i>Charges for services</i>	1,642,412	213,859	1,856,271
<i>Intergovernmental</i>	203,062	924,494	1,127,556
<i>Contributions</i>	--	20	20
<i>Miscellaneous</i>	326,277	138,834	465,111
<b>Total revenues</b>	<b>10,155,178</b>	<b>5,123,041</b>	<b>15,278,219</b>
<b>Expenditures:</b>			
Current:			
<i>General administration</i>	1,754,572	12,175	1,766,747
<i>Financial administration</i>	457,817	--	457,817
<i>Judicial</i>	1,341,136	55,984	1,397,120
<i>Public safety</i>	5,297,492	66,859	5,364,351
<i>Public facilities</i>	437,021	604	437,625
<i>Public transportation</i>	--	3,252,792	3,252,792
<i>Conservation</i>	132,459	--	132,459
<i>Health and welfare</i>	323,281	15,674	338,955
<i>Capital outlay</i>	--	1,551,057	1,551,057
Debt service:			
<i>Principal</i>	--	325,000	325,000
<i>Interest and fiscal charges</i>	--	266,403	266,403
<b>Total expenditures</b>	<b>9,743,778</b>	<b>5,546,548</b>	<b>15,290,326</b>
Excess (deficiency) of revenues over (under) expenditures	411,400	(423,507)	(12,107)
<b>Other financing sources (uses):</b>			
<i>Transfers in</i>	--	884,338	884,338
<i>Transfers out</i>	(40,000)	(844,338)	(884,338)
<b>Total other financing sources (uses)</b>	<b>(40,000)</b>	<b>40,000</b>	<b>--</b>
Net change in fund balance	371,400	(383,507)	(12,107)
Fund balances, January 1	3,294,449	5,500,877	8,795,326
Prior period adjustment	(815,574)	--	(815,574)
<b>Fund balances, December 31</b>	<b>\$ 2,850,275</b>	<b>\$ 5,117,370</b>	<b>\$ 7,967,645</b>

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, 2014

Net change in fund balances - total governmental funds	\$ (12,107)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	2,544,650
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,862,114)
The gain or loss on the sale of capital assets is not reported in the funds.	1,402
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	(5,144)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	325,000
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	17,834
Bond issuance costs and similar items are amortized in the SOA but not in the funds.	(1,301)
(Increase) decrease in accrued interest from beginning of period to end of period.	1,916
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(2,788)
Certain fine revenues are deferred in the funds. This is the change in these amounts this year.	(5,886)
Certain ambulance receivables are deferred in the funds. This is the change in these amounts this year.	(47,590)
Changes in OPEB obligation reported as the amount earned in the SOA but as the amount paid in the funds.	(12,313)
Change in net position of governmental activities - Statement of Activities	\$ 941,559

The accompanying notes are an integral part of this statement.

**COLORADO COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2014**

	Agency Funds
<b>ASSETS</b>	
<i>Cash</i>	<u>\$ 1,161,274</u>
<b>Total Assets</b>	<u>\$ 1,161,274</u>
<b>LIABILITIES</b>	
<i>Due to others</i>	<u>\$ 657,631</u>
<i>Due to other governments</i>	<u>503,643</u>
<b>Total Liabilities</b>	<u>\$ 1,161,274</u>

The accompanying notes are an integral part of this statement.

# **COLORADO COUNTY, TEXAS**

## **NOTES TO FINANCIAL STATEMENTS**

*Year Ended December 31, 2014*

### **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

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

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 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,

Courthouse Preservation Fund - This fund is used to account for projects conducted to preserve and restore the historical heritage of the courthouse.

Additionally, the County reports the following fund types:

Sixteen 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, 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

## COLORADO COUNTY, TEXAS

### NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

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 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, 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 takes action 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

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

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	\$ 520,250	*/***
<b>Special Revenue Funds</b>		
County Attorney Forfeiture	28,970	*
Sheriff Forfeiture	600	*
Airport	117,000	*
Road & Bridge Precinct No. 2	15,800	*
Road & Bridge Precinct No. 3	100,000	*
Road & Bridge Precinct No. 4	3,500	*
LEOSE	10,300	*

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

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

\*\*\*    Funded with grant proceeds.

### **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	\$ 293,871
Adjustments to GAAP basis	
Revenue recognition differences	68,620
Expenditure recognition differences	8,909
Other sources (uses)	-
Change in net assets - GAAP Basis	<u><u>\$ 371,400</u></u>

### **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.

## **COLORADO COUNTY, TEXAS**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended December 31, 2014**

#### **G. 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 2015.

##### **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.

##### **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

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

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

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 In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported 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. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government 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 two sources: property taxes and special assessments. 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.

### 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.

## **COLORADO COUNTY, TEXAS**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended December 31, 2014**

#### **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.

## **H. 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 following the assessment. The County is prohibited

## **COLORADO COUNTY, TEXAS**

### **NOTES TO FINANCIAL STATEMENTS**

*Year Ended December 31, 2014*

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 assets as reported in the government-wide statement of net assets. 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	\$ 182,837	
District clerk fines	206,015	
Justice of peace fines	<u>643,600</u>	
		<u>\$ 1,032,452</u>

## **COLORADO COUNTY, TEXAS**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended December 31, 2014**

### **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 Judge - Personnel services	\$ 255
Commissioners Court - Personnel services	712
Elections - Personnel services	1,741
Elections - Other	15,886
Information Technology - Personnel services	393
County Treasurer - Personnel services	121
District Clerk - Personnel services	134
Justice of Peace No. 3 - Personnel services	424
Justice of Peace No. 4 - Personnel services	196

### **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, 2014. At year end, the carrying amount of the County's deposits was \$11,155,791 (including \$2,223,395 restricted) and the respective bank balance was \$11,364,153. 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 \$15,628,121 and fair value of \$16,020,466.

#### **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, 2014. 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.G.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

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

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.

### A. 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.

Receivables for individual major funds and nonmajor funds in the aggregate at December 31, 2014 were as follows:

	Major Fund General	Non-Major Funds	Total
Taxes receivable	\$ 3,905,707	\$ 2,126,584	\$ 6,032,291
Accounts receivable	10,349,205	139,143	10,488,348
Allowance for uncollectible accounts	(6,263,462)	(101,889)	(6,365,351)
	4,085,743	37,254	4,122,997
Due from other governments	375,762	176,408	552,170
Total	\$ 8,367,212	\$ 2,340,246	\$ 10,707,458

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

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	Unearned	Total
<b>General Fund</b>			
Delinquent ad valorem taxes receivable	\$ 229,199	\$ -	\$ 229,199
Ambulance receivable	398,524	-	398,524
Fines and fees receivable	984,015	-	984,015
Taxes collected in advance	-	2,252,669	2,252,669
Current ad valorem taxes receivable	-	3,664,787	3,664,787
	<u>1,611,738</u>	<u>5,917,456</u>	<u>7,529,194</u>
<b>Non-Major Funds</b>			
Delinquent ad valorem taxes receivable	139,404	-	139,404
Fines and fees receivable	48,435	-	48,435
Taxes collected in advance	-	1,217,246	1,217,246
Current ad valorem taxes receivable	-	1,968,993	1,968,993
	<u>187,839</u>	<u>3,186,239</u>	<u>3,374,078</u>

### B. 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.

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.

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

The following is a summary of capital asset activity for the year ended December 31, 2014:

	Balance 12/31/13	Additions	Retirements	Transfers and Completed Construction	Balance 12/31/14
<b>GOVERNMENTAL ACTIVITIES:</b>					
Capital assets, not being depreciated:					
Land	\$ 501,410	\$ -	\$ -	\$ -	\$ 501,410
Construction in progress	4,036,460	-	-	(4,036,460)	-
<b>Total capital assets not being depreciated</b>	<b>4,537,870</b>	<b>-</b>	<b>-</b>	<b>(4,036,460)</b>	<b>501,410</b>
Capital assets, being depreciated					
Buildings and improvements	19,768,050	1,356,779	-	4,036,460	25,161,289
Equipment	9,117,408	631,881	(284,568)	-	9,464,721
Infrastructure	98,858,896	555,989	(1,011,775)	-	98,403,110
<b>Total capital assets being depreciated</b>	<b>127,744,354</b>	<b>2,544,649</b>	<b>(1,296,343)</b>	<b>4,036,460</b>	<b>133,029,120</b>
Less accumulated depreciation for:					
Buildings and improvements	(9,103,074)	(692,021)	-	-	(9,795,095)
Equipment	(6,564,877)	(658,103)	285,970	-	(6,937,010)
Infrastructure	(91,400,702)	(511,990)	1,011,775	-	(90,900,917)
<b>Total accumulated depreciation</b>	<b>(107,068,653)</b>	<b>(1,862,114)</b>	<b>1,297,745</b>	<b>-</b>	<b>(107,633,022)</b>
<b>Total capital assets being depreciated, net</b>	<b>20,675,701</b>	<b>682,535</b>	<b>1,402</b>	<b>4,036,460</b>	<b>25,396,098</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 25,213,571</b>	<b>\$ 682,535</b>	<b>\$ 1,402</b>	<b>\$ -</b>	<b>\$ 25,897,508</b>

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

General administration	\$ 414,333
Judicial	15,910
Public safety	483,567
Public transportation	936,637
Health and welfare	11,667
	<b>\$ 1,862,114</b>

### C. Pension obligations

#### Texas County and District Retirement System (TCDRS)

**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. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of over 600 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas, 78768-2034.

The plan provisions are adopted by the 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 20 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

## **COLORADO COUNTY, TEXAS**

### **NOTES TO FINANCIAL STATEMENTS**

**Year Ended December 31, 2014**

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.

*Funding Policy.* The County has elected the annually determined contribution rate (Variable-Rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 12.11% for 2014.

The contribution rate payable by the employee members for calendar year 2014 is the rate of 7% as adopted by the County Commissioners' Court. The employee contribution rate and the employer contribution rate may be changed by the County Commissioners' Court within the options available in the TCDRS Act.

*Annual Pension Cost.* For the County's fiscal year ended December 31, 2014, the annual pension cost for the TCDRS plan for its employees was \$686,163 and the actual contributions were \$686,163. The general fund reports County contributions to TCDRS which are allocated to the respective departments used for payroll expenditures.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2013, the basis for determining the contribution rate for calendar year 2014. The December 31, 2013 actuarial valuation is the most recent valuation.

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

### Actuarial Valuation Information

	12/31/11	12/31/12	12/31/13
Actuarial valuation date	entry age	entry age	entry age
Actuarial cost method	level percentage	level percentage	level percentage
Amortization method	of payroll, closed	of payroll, closed	of payroll, closed
Amortization period in years	20.0	20.0	20.0
	SAF: 10-yr	SAF: 10-yr	SAF: 5-yr
	smoothed value;	smoothed value;	smoothed value;
Asset valuation method	ESF: Fund value	ESF: Fund value	ESF: Fund value
Assumptions:			
Investment return	8.0%	8.0%	8.0%
Projected salary increases	5.4%	5.4%	4.9%
Inflation	3.5%	3.5%	3.0%
Cost of living adjustments	0.0%	0.0%	0.0%

### Trend Information

	12/31/12	12/31/13	12/31/14
Accounting Year Ending			
Annual Pension Cost (APC)	\$ 584,303	\$ 686,163	\$ 697,017
Percentage of APC contributed	100.0%	100.0%	100.0%
Net Pension Obligation	\$ -	\$ -	\$ -

### SCHEDULE OF FUNDING INFORMATION

	12/31/11	12/31/12	12/31/13
Actuarial valuation date			
Actuarial value of assets	\$ 12,017,814	\$ 13,256,125	\$ 15,021,718
Actuarial accrued liability (AAL)	\$ 15,270,516	\$ 16,636,168	\$ 18,186,188
Unfunded actuarial accrued liability (UAAL)	\$ 3,252,702	\$ 3,380,043	\$ 3,164,470
Funded ratio	78.7%	79.7%	82.6%
Annual covered payroll (actuarial)	\$ 5,268,191	\$ 5,555,102	\$ 5,722,796
UAAL as percentage of covered payroll	61.7%	60.8%	55.3%

### D. 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, 2014

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 actuarial valuation performed as of December 31, 2014. The actuarial valuation 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	4.0% per annum compounded annually net after investment expense.
Mortality rates for males and females	RP 2000 Projection AA 2015
Retirement, disablement and separation rates	Graduated rates based on age (detailed in actuary's report).
Actuarial cost method	The 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	Open 30 year period

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

The County's net OPEB liability for fiscal years ended December 31, 2014, 2013, and 2012 are as follows:

	2014	2013	2012
Annual Required Contribution (ARC)	\$ 17,426	\$ 17,733	\$ 16,719
Interest on net OPEB (NOPEB)	12,242	11,407	10,619
Adjustment to ARC	(11,343)	(10,569)	(9,839)
Annual OPEB cost	18,325	18,571	17,499
Employer contributions	(6,014)	-	-
Change in OPEB	12,311	18,571	17,499
NOPEB - January 1	272,053	253,482	235,983
NOPEB - December 31	<u>\$ 284,364</u>	<u>\$ 272,053</u>	<u>\$ 253,482</u>

*Funded status and funding progress.* As of December 31, 2013, the most recent actuarial valuation date, the funded status of the plan was as follows:

Actuarial Valuation of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Asset (Liability)	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
\$ -	\$ 163,146	\$ 163,146	0.0%	\$ 5,555,102	2.9%

### E. 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.

### F. 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>
2014	\$ 23,986
2015	21,876
2016	9,684
2017	8,719
2018	4,821

## COLORADO COUNTY, TEXAS

### NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

#### H. 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, 2014, the County had the following outstanding bonded debt:

Purpose	Original Amount	Year of Issue	Final Maturity	Average Annual Payment	Interest Rate	Balance 12/31/2014
GOVERNMENTAL ACTIVITIES DEBT						
Certificates of Obligation:						
Building restoration	\$ 5,000,000	2008	2028	424,500	1.25% - 3.92%	\$ 4,800,000
Building restoration Bond premium/discount	2,750,000	2012	2031	187,000	3.92%	2,750,000 (20,286)
Total Governmental Activities Debt						\$ 7,529,714

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

Year Ending December 31,	Principal	Interest	Total
2015	385,000	253,610	638,610
2016	425,000	240,918	665,918
2017	435,000	227,138	662,138
2018	445,000	212,966	657,966
2019	455,000	198,402	653,402
2020 - 2024	2,480,000	756,336	3,236,336
2025 - 2029	2,525,000	296,309	2,821,309
2030 - 2031	400,000	17,250	417,250
	<u>\$ 7,550,000</u>	<u>\$ 2,202,929</u>	<u>\$ 9,752,929</u>

Interest incurred and charged to expense totaled \$272,179. Payments for this debt are made by the debt service fund.

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

Changes in long-term liabilities for the year ended December 31, 2014 are as follows:

	12/31/2013	Additions	Retirements	12/31/2014	Due in One Year
<b>GOVERNMENTAL ACTIVITIES:</b>					
Certificates of obligation	\$ 7,875,000	\$ -	\$ (325,000)	\$ 7,550,000	\$ 385,000
Bond premium	1,020	-	(1,020)	-	-
Bond discount	(23,495)	-	3,209	(20,286)	(1,194)
Capital lease obligation	17,834	-	(17,834)	-	-
Compensated absences payable	171,719	2,791	-	174,510	174,510
OPEB obligation	272,053	12,311	-	284,364	-
	<b>\$ 8,314,131</b>	<b>\$ 15,102</b>	<b>\$ (340,645)</b>	<b>\$ 7,988,588</b>	<b>\$ 558,316</b>

### I. Fund balance

In government-wide statements, net assets are classified into three categories as follows:

1. *Invested In Capital Assets, Net of Related Debt* – This component of net assets 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 assets consists of net 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 assets consists of those assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

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.
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.

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

	General Fund	Other Funds	Total
<b>Fund Balances:</b>			
<b>Restricted for:</b>			
Debt service	\$ -	\$ 268,717	\$ 268,717
Justice administration	-	364,737	364,737
Preservation	-	424,306	424,306
County administration facilities	-	163,996	163,996
Capital projects	-	89,926	89,926
<b>Committed to:</b>			
Airport operations	-	12,665	12,665
Road & bridge maintenance	-	3,791,864	3,791,864
Preservation	-	1,159	1,159
Unassigned:	<u>2,850,275</u>	-	<u>2,850,275</u>
	<u>\$ 2,850,275</u>	<u>\$ 5,117,370</u>	<u>\$ 7,967,645</u>

### J. Interfund transfers

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

	Transfers In	Transfers Out
General Fund	\$ -	\$ (40,000)
Nonmajor governmental funds	<u>884,338</u>	<u>(844,338)</u>
Total	<u>\$ 884,338</u>	<u>\$ (884,338)</u>

Transfers were made primarily to support and courthouse preservation.

### K. 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.

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.

# COLORADO COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2014

### M. Restatement of Prior Year Amounts

Prior year financial statements have been restated to recognize reimbursement to General Fund by Capital Projects Fund of project costs incurred before issuance of debt. The effect, which affects only funds financial statements follows.

Description	Government Activities	General Fund
Net Position/Fund Balance - as reported 12/31/13	<u>\$ 27,453,842</u>	<u>\$ 3,294,449</u>
<b>Adjustments:</b>		
Correction of amount reported as fines receivable	<u>(815,574)</u>	<u>(815,574)</u>
Net Position/Fund Balance - as restated 12/31/13	<u><u>\$ 26,638,268</u></u>	<u><u>\$ 2,478,875</u></u>

## 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**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT B-1**

Page 1 of 6

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Receipts:</b>				
Ad valorem taxes, penalty and interest	\$ 5,582,196	\$ 5,582,196	\$ 5,607,659	\$ 25,463
Other taxes	1,215,350	1,316,350	1,355,235	38,885
Licenses and permits	19,000	30,000	30,573	573
Fines and forfeitures	889,850	939,850	920,268	(19,582)
Charges for services	1,522,150	1,650,650	1,653,005	2,355
Intergovernmental	122,000	245,000	202,390	(42,610)
Miscellaneous	179,454	280,204	317,428	37,224
<b>Total receipts</b>	<b>9,530,000</b>	<b>10,044,250</b>	<b>10,086,558</b>	<b>42,308</b>
<b>Disbursements:</b>				
Current:				
General Administration				
County Judge				
Personnel services	181,095	181,095	181,350	(255)
Supplies	3,500	3,750	4,175	(425)
Services and charges	7,150	7,150	4,897	2,253
Capital outlay	2,500	4,750	4,635	115
<b>Total County Judge</b>	<b>194,245</b>	<b>196,745</b>	<b>195,057</b>	<b>1,688</b>
Commissioners' Court				
Personnel services	278,075	278,075	278,787	(712)
Supplies	65,000	70,000	69,076	924
Services and charges	450,750	465,750	416,537	49,213
<b>Total Commissioners' Court</b>	<b>793,825</b>	<b>813,825</b>	<b>764,400</b>	<b>49,425</b>
County Clerk				
Personnel services	342,550	342,550	340,830	1,720
Supplies	17,200	16,450	12,535	3,915
Services and charges	22,250	23,000	16,039	6,961
Capital outlay	5,000	5,000	613	4,387
<b>Total County Clerk</b>	<b>387,000</b>	<b>387,000</b>	<b>370,017</b>	<b>16,983</b>
Elections				
Personnel services	--	2,700	4,441	(1,741)
Supplies	12,000	12,000	12,554	(554)
Services and charges	23,000	23,000	38,332	(15,332)
<b>Total Elections</b>	<b>35,000</b>	<b>37,700</b>	<b>55,327</b>	<b>(17,627)</b>
Veteran Service Officer				
Personnel services	17,705	17,705	17,705	--
Supplies	1,000	1,000	349	651
Services and charges	1,750	1,750	809	941
<b>Total Veteran Service Officer</b>	<b>20,455</b>	<b>20,455</b>	<b>18,863</b>	<b>1,592</b>
Information Technology				
Personnel services	62,700	62,700	62,369	331
Supplies	1,500	1,500	1,289	211
Services and charges	89,000	99,000	87,031	11,969
Capital outlay	16,200	17,000	16,994	6
<b>Total Information Technology</b>	<b>169,400</b>	<b>180,200</b>	<b>167,683</b>	<b>12,517</b>

**COLORADO COUNTY, TEXAS**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT B-1**

Page 2 of 6

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Nondepartmental</b>				
<b>Personnel services</b>	\$ 85,740	\$ 83,040	\$ 56,669	\$ 26,371
<b>Supplies</b>	38,500	38,500	30,967	7,533
<b>Services and charges</b>	150,950	160,950	83,975	76,975
<b>Capital outlay</b>	100,000	355,000	--	355,000
<b>Total Nondepartmental</b>	<b>375,190</b>	<b>637,490</b>	<b>171,611</b>	<b>465,879</b>
<b>Total General Administration</b>	<b>1,975,115</b>	<b>2,273,415</b>	<b>1,742,958</b>	<b>530,457</b>
<b>Financial Administration</b>				
<b>County Auditor</b>				
<b>Personnel services</b>	176,965	176,965	176,875	90
<b>Supplies</b>	3,200	3,200	1,818	1,382
<b>Services and charges</b>	5,950	5,950	5,420	530
<b>Capital outlay</b>	2,000	2,000	1,243	757
<b>Total County Auditor</b>	<b>188,115</b>	<b>188,115</b>	<b>185,356</b>	<b>2,759</b>
<b>County Treasurer</b>				
<b>Personnel services</b>	42,810	42,810	42,931	(121)
<b>Supplies</b>	1,550	1,550	1,199	351
<b>Services and charges</b>	2,250	2,250	1,331	919
<b>Capital outlay</b>	1,500	1,500	742	758
<b>Total County Treasurer</b>	<b>48,110</b>	<b>48,110</b>	<b>46,203</b>	<b>1,907</b>
<b>Tax Assessor - Collector</b>				
<b>Personnel services</b>	242,580	242,580	219,134	23,446
<b>Supplies</b>	2,500	3,500	3,218	282
<b>Services and charges</b>	7,500	7,700	4,302	3,398
<b>Capital outlay</b>	1,200	--	--	--
<b>Total Tax Assessor - Collector</b>	<b>253,780</b>	<b>253,780</b>	<b>226,654</b>	<b>27,126</b>
<b>Total Financial Administration</b>	<b>490,005</b>	<b>490,005</b>	<b>458,213</b>	<b>31,792</b>
<b>Judicial</b>				
<b>County Court</b>				
<b>Services and charges</b>	37,000	37,000	12,879	24,121
<b>Total County Court</b>	<b>37,000</b>	<b>37,000</b>	<b>12,879</b>	<b>24,121</b>
<b>Public Defender</b>				
<b>Personnel services</b>	151,950	151,950	149,343	2,607
<b>Supplies</b>	3,000	3,750	3,916	(166)
<b>Services and charges</b>	5,000	4,250	3,916	334
<b>Capital outlay</b>	--	2,500	936	1,564
<b>Total Public Defender</b>	<b>159,950</b>	<b>162,450</b>	<b>158,111</b>	<b>4,339</b>
<b>25th Judicial District</b>				
<b>Supplies</b>	250	250	--	250
<b>Services and charges</b>	25,150	25,150	19,260	5,890
<b>Total 25th Judicial District</b>	<b>25,400</b>	<b>25,400</b>	<b>19,260</b>	<b>6,140</b>

**COLORADO COUNTY, TEXAS**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT B-1**

Page 3 of 6

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<i>2nd 25th Judicial District</i>				
<i>Supplies</i>	\$ 250	\$ 250	\$ --	\$ 250
<i>Services and charges</i>	25,150	25,150	19,011	6,139
<i>Total 2nd 25th Judicial District</i>	<u>25,400</u>	<u>25,400</u>	<u>19,011</u>	<u>6,389</u>
<i>District Court</i>				
<i>Services and charges</i>	81,000	86,000	72,471	13,529
<i>Total District Court</i>	<u>81,000</u>	<u>86,000</u>	<u>72,471</u>	<u>13,529</u>
<i>District Clerk</i>				
<i>Personnel services</i>	159,745	159,745	159,879	(134)
<i>Supplies</i>	6,000	4,700	3,331	1,369
<i>Services and charges</i>	2,700	4,000	3,422	578
<i>Capital outlay</i>	5,000	5,000	3,959	1,041
<i>Total District Clerk</i>	<u>173,445</u>	<u>173,445</u>	<u>170,591</u>	<u>2,854</u>
<i>Justice of the Peace Number 1</i>				
<i>Personnel services</i>	131,810	131,810	123,441	8,369
<i>Supplies</i>	4,000	4,000	2,090	1,910
<i>Services and charges</i>	10,050	10,050	6,301	3,749
<i>Capital outlay</i>	2,000	2,000	--	2,000
<i>Total Justice of the Peace Number 1</i>	<u>147,860</u>	<u>147,860</u>	<u>131,832</u>	<u>16,028</u>
<i>Justice of the Peace Number 2</i>				
<i>Personnel services</i>	125,375	125,375	125,192	183
<i>Supplies</i>	4,000	4,000	3,075	925
<i>Services and charges</i>	13,000	12,850	10,079	2,771
<i>Capital outlay</i>	2,000	2,150	2,125	25
<i>Total Justice of the Peace Number 2</i>	<u>144,375</u>	<u>144,375</u>	<u>140,471</u>	<u>3,904</u>
<i>Justice of the Peace Number 3</i>				
<i>Personnel services</i>	127,350	127,350	127,774	(424)
<i>Supplies</i>	5,500	5,500	1,042	4,458
<i>Services and charges</i>	7,250	7,250	3,431	3,819
<i>Capital outlay</i>	3,000	3,000	812	2,188
<i>Total Justice of the Peace Number 3</i>	<u>143,100</u>	<u>143,100</u>	<u>133,059</u>	<u>10,041</u>
<i>Justice of the Peace Number 4</i>				
<i>Personnel services</i>	86,700	86,700	86,896	(196)
<i>Supplies</i>	4,200	3,450	1,619	1,831
<i>Services and charges</i>	14,400	15,150	12,518	2,632
<i>Capital outlay</i>	2,000	2,000	--	2,000
<i>Total Justice of the Peace Number 4</i>	<u>107,300</u>	<u>107,300</u>	<u>101,033</u>	<u>6,267</u>
<i>County Attorney</i>				
<i>Personnel services</i>	382,000	382,000	365,256	16,744
<i>Services and charges</i>	26,000	23,000	20,881	2,119
<i>Capital outlay</i>	2,000	5,000	--	5,000
<i>Total County Attorney</i>	<u>410,000</u>	<u>410,000</u>	<u>386,137</u>	<u>23,863</u>
<i>Total Judicial</i>	<u>1,454,830</u>	<u>1,462,330</u>	<u>1,344,855</u>	<u>117,475</u>

**COLORADO COUNTY, TEXAS**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT B-1**

Page 4 of 6

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>	
	<b>Original</b>	<b>Final</b>	<b>Actual</b>		
<b>Public Safety</b>					
<i>Emergency Management</i>					
Personnel services	\$ 39,060	\$ 39,060	\$ 38,486	\$ 574	
Supplies	2,000	2,000	1,409	591	
Services and charges	38,950	38,950	24,950	14,000	
Capital outlay	40,000	40,000	--	40,000	
Other	20,000	40,500	32,727	7,773	
<i>Total Emergency Management</i>	<u>140,010</u>	<u>160,510</u>	<u>97,572</u>	<u>62,938</u>	
<i>EMS Director/Ambulance</i>					
Personnel services	1,136,300	1,136,300	1,068,393	67,907	
Supplies	128,000	142,500	138,722	3,778	
Services and charges	142,700	158,200	131,546	26,654	
Capital outlay	105,000	75,000	23,865	51,135	
<i>Total EMS Director/Ambulance</i>	<u>1,512,000</u>	<u>1,512,000</u>	<u>1,362,526</u>	<u>149,474</u>	
<i>Constables</i>					
Personnel services	86,940	86,940	86,324	616	
Services and charges	14,200	14,550	9,326	5,224	
Capital outlay	4,000	3,650	1,748	1,902	
<i>Total Constables</i>	<u>105,140</u>	<u>105,140</u>	<u>97,398</u>	<u>7,742</u>	
<i>911 Rural Addressing</i>					
Personnel services	88,670	88,670	88,540	130	
Supplies	8,500	8,500	5,207	3,293	
Services and charges	11,400	12,400	7,659	4,741	
Capital outlay	8,000	8,000	2,701	5,299	
<i>Total 911 Rural Addressing</i>	<u>116,570</u>	<u>117,570</u>	<u>104,107</u>	<u>13,463</u>	
<i>County Sheriff</i>					
Personnel services	1,654,900	1,654,900	1,578,488	76,412	
Supplies	162,750	169,750	144,441	25,309	
Services and charges	198,300	291,800	264,719	27,081	
Capital outlay	130,000	141,500	141,213	287	
<i>Total County Sheriff</i>	<u>2,145,950</u>	<u>2,257,950</u>	<u>2,128,861</u>	<u>129,089</u>	
<i>Operation of Jail</i>					
Personnel services	1,015,775	1,015,775	956,086	59,689	
Supplies	153,500	155,000	146,052	8,948	
Services and charges	286,000	285,250	229,819	55,431	
Capital outlay	5,000	5,000	1,524	3,476	
<i>Total Operation of Jail</i>	<u>1,460,275</u>	<u>1,461,025</u>	<u>1,333,481</u>	<u>127,544</u>	
<i>Correction - Probation Juvenile</i>					
Personnel services	15,088	15,088	13,893	1,195	
Services and charges	100,552	133,552	134,551	(999)	
<i>Total Correction - Probation Juvenile</i>	<u>115,640</u>	<u>148,640</u>	<u>148,444</u>	<u>196</u>	

**COLORADO COUNTY, TEXAS**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT B-1**

Page 5 of 6

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<i>Department of Public Safety</i>				
<i>Personnel services</i>	\$ 42,540	\$ 42,540	\$ 42,226	\$ 314
<i>Supplies</i>	1,000	1,500	1,088	412
<i>Services and charges</i>	2,300	2,300	1,769	531
<i>Capital outlay</i>	4,500	4,000	--	4,000
<i>Total Department of Public Safety</i>	<u>50,340</u>	<u>50,340</u>	<u>45,083</u>	<u>5,257</u>
<i>Total Public Safety</i>	<u>5,645,925</u>	<u>5,813,175</u>	<u>5,317,472</u>	<u>495,703</u>
<i>Public Facilities</i>				
<i>Courthouse Building</i>				
<i>Personnel services</i>	157,715	157,715	145,684	12,031
<i>Supplies</i>	29,500	40,000	33,455	6,545
<i>Services and charges</i>	309,000	311,000	240,342	70,658
<i>Capital outlay</i>	3,000	9,500	8,032	1,468
<i>Total Courthouse Building</i>	<u>499,215</u>	<u>518,215</u>	<u>427,513</u>	<u>90,702</u>
<i>Total Public Facilities</i>	<u>499,215</u>	<u>518,215</u>	<u>427,513</u>	<u>90,702</u>
<i>Conservation</i>				
<i>Agriculture Extension Service</i>				
<i>Personnel services</i>	120,890	120,890	112,623	8,267
<i>Supplies</i>	6,000	6,000	4,284	1,716
<i>Services and charges</i>	20,650	20,650	14,858	5,792
<i>Capital outlay</i>	2,000	2,000	550	1,450
<i>Total Agriculture Extension Service</i>	<u>149,540</u>	<u>149,540</u>	<u>132,315</u>	<u>17,225</u>
<i>Total Conservation</i>	<u>149,540</u>	<u>149,540</u>	<u>132,315</u>	<u>17,225</u>
<i>Health and Welfare</i>				
<i>Septic System - Flood Plain</i>				
<i>Personnel services</i>	12,935	26,735	26,136	599
<i>Supplies</i>	3,400	3,400	700	2,700
<i>Services and charges</i>	23,200	8,400	1,735	6,665
<i>Capital outlay</i>	3,000	3,000	--	3,000
<i>Total Septic System - Flood Plain</i>	<u>42,535</u>	<u>41,535</u>	<u>28,571</u>	<u>12,964</u>
<i>Mental Health and Alcohol</i>				
<i>Services and charges</i>	39,180	31,180	18,615	12,565
<i>Total Mental Health and Alcohol</i>	<u>39,180</u>	<u>31,180</u>	<u>18,615</u>	<u>12,565</u>
<i>Health Services</i>				
<i>Personnel services</i>	20,125	20,125	20,093	32
<i>Total Health Services</i>	<u>20,125</u>	<u>20,125</u>	<u>20,093</u>	<u>32</u>
<i>Contract Services</i>				
<i>Services and charges</i>	114,880	114,880	88,815	26,065
<i>Other</i>	26,500	26,500	26,500	--
<i>Total Contract Services</i>	<u>141,380</u>	<u>141,380</u>	<u>115,315</u>	<u>26,065</u>

**COLORADO COUNTY, TEXAS**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT B-1**

Page 6 of 6

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<i>Indigent Health Care</i>				
Personnel services	\$ 40,650	\$ 40,650	\$ 34,682	\$ 5,968
Supplies	1,000	1,000	154	846
Services and charges	285,500	285,500	101,548	183,952
Capital outlay	1,000	1,000	--	1,000
<i>Total Indigent Health Care</i>	<u>328,150</u>	<u>328,150</u>	<u>136,384</u>	<u>191,766</u>
<i>Parks and Recreation</i>				
Services and charges	4,000	11,200	10,383	817
<i>Total Parks and Recreation</i>	<u>4,000</u>	<u>11,200</u>	<u>10,383</u>	<u>817</u>
<i>Total Health and Welfare</i>	<u>575,370</u>	<u>573,570</u>	<u>329,361</u>	<u>244,209</u>
<i>Total disbursements</i>	<u>10,790,000</u>	<u>11,280,250</u>	<u>9,752,687</u>	<u>1,527,563</u>
<i>Excess (deficiency) of receipts over (under) disbursements</i>	<u>(1,260,000)</u>	<u>(1,236,000)</u>	<u>333,871</u>	<u>1,569,113</u>
<i>Other financing sources (uses):</i>				
Transfers out	(20,000)	(50,000)	(40,000)	(10,000)
<i>Total other financing sources (uses)</i>	<u>(20,000)</u>	<u>(50,000)</u>	<u>(40,000)</u>	<u>(10,000)</u>
<i>Net change in cash</i>	<u>(1,280,000)</u>	<u>(1,286,000)</u>	<u>293,871</u>	<u>1,579,113</u>
<i>Cash, January 1</i>	<u>2,491,193</u>	<u>2,491,193</u>	<u>2,491,193</u>	<u>--</u>
<i>Cash, December 31</i>	<u>\$ 1,211,193</u>	<u>\$ 1,205,193</u>	<u>\$ 2,785,064</u>	<u>\$ 1,579,113</u>

**COLORADO COUNTY, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Year Ended December 31, 2014**

**1. 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	\$ 293,871
Adjustments to GAAP basis	
Revenue recognition differences	68,620
Expenditure recognition differences	8,909
Other sources (uses)	-
Change in net assets - GAAP Basis	<u>\$ 371,400</u>

**2. Employee Retirement Plan Funding Progress**

**Colorado County, Texas**  
**Participation in Texas County and District Retirement System**  
**Schedule of Funding Progress**

Valuation Date				Unfunded Actuarial	Annual Covered Payroll	UAAL as % of Payroll
	Actuarial Valuation of Assets (AVA)	Actuarial Accrued Liability (AAL)	Accrued Asset (Liability) (UAAL)	Funded Ratio		
December 31, 2013	\$ 15,021,718	\$ 18,186,188	\$ 3,164,470	82.60%	\$ 5,722,796	55.30%
December 31, 2012	13,256,125	16,636,168	3,380,043	79.68%	5,555,102	60.85%
December 31, 2011	12,017,814	15,270,516	3,252,702	78.70%	5,268,191	61.74%

**3. Employee Other Post Employment Benefit Plan Funding Progress**

**Colorado County, Texas**  
**Colorado County Retiree Health Care Plan**  
**Schedule of Funding Progress**

Valuation Date				Unfunded Actuarial	Annual Covered Payroll	UAAL as % of Payroll
	Actuarial Valuation of Assets (AVA)	Actuarial Accrued Liability (AAL)	Accrued Asset (Liability) (UAAL)	Funded Ratio		
December 31, 2014	\$ -	\$ 181,072	\$ 181,072	0.0%	\$ 5,801,302	3.1%
December 31, 2013	-	163,146	163,146	0.0%	5,555,102	2.9%
December 31, 2012	-	235,983	235,983	0.0%	5,268,191	4.5%

# **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.

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.

## 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, 2014**

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
<b>Assets:</b>				
<i>Cash</i>	\$ 4,628,062	\$ 267,597	\$ 89,926	\$ 4,985,585
<b>Receivables (net of allowances for uncollectibles):</b>				
<i>Taxes</i>	1,763,761	362,823	—	2,126,584
<i>Accounts</i>	37,254	—	—	37,254
<i>Due from other governments</i>	—	—	176,408	176,408
<b>Restricted assets:</b>				
<i>Cash</i>	645,896	134,071	—	779,967
<i>Due from other governments</i>	362,114	75,165	—	437,279
<b>Total Assets</b>	<u>\$ 7,437,087</u>	<u>\$ 839,656</u>	<u>\$ 266,334</u>	<u>\$ 8,543,077</u>
<b>Liabilities:</b>				
<i>Accounts payable</i>	\$ 28,709	\$ —	\$ 22,920	\$ 51,629
<b>Total Liabilities</b>	<u>\$ 28,709</u>	<u>\$ —</u>	<u>\$ 22,920</u>	<u>\$ 51,629</u>
<b>Deferred Inflows of Resources</b>				
<i>Deferred revenue</i>	2,803,139	570,939	—	3,374,078
<b>Total Deferred Inflows of Resources</b>	<u>2,803,139</u>	<u>570,939</u>	<u>—</u>	<u>3,374,078</u>
<b>Fund Balances:</b>				
<i>Restricted</i>	799,551	268,717	89,926	1,158,194
<i>Committed</i>	3,805,688	—	153,488	3,959,176
<i>Total Fund Balances</i>	<u>4,605,239</u>	<u>268,717</u>	<u>243,414</u>	<u>5,117,370</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 7,437,087</u>	<u>\$ 839,656</u>	<u>\$ 266,334</u>	<u>\$ 8,543,077</u>

**COLORADO COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2014

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
<b>Revenues:</b>				
<i>Ad valorem taxes, penalty and interest</i>	\$ 2,506,238	\$ 521,083	\$ --	\$ 3,027,321
<i>Licenses and permits</i>	781,429	--	--	781,429
<i>Fines and forfeitures</i>	37,084	--	--	37,084
<i>Charges for services</i>	213,859	--	--	213,859
<i>Intergovernmental</i>	130,440	--	794,054	924,494
<i>Contributions</i>	20	--	--	20
<i>Miscellaneous</i>	126,241	6,214	6,379	138,834
<b>Total revenues</b>	<b>3,795,311</b>	<b>527,297</b>	<b>800,433</b>	<b>5,123,041</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General administration</i>	12,175	--	--	12,175
<i>Judicial</i>	55,984	--	--	55,984
<i>Public safety</i>	66,859	--	--	66,859
<i>Public facilities</i>	604	--	--	604
<i>Public transportation</i>	3,252,792	--	--	3,252,792
<i>Health and welfare</i>	15,674	--	--	15,674
<b>Capital outlay</b>	<b>--</b>	<b>--</b>	<b>1,551,057</b>	<b>1,551,057</b>
<b>Debt service:</b>				
<i>Principal</i>	--	325,000	--	325,000
<i>Interest and fiscal charges</i>	--	266,403	--	266,403
<b>Total expenditures</b>	<b>3,404,088</b>	<b>591,403</b>	<b>1,551,057</b>	<b>5,546,548</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>391,223</b>	<b>(64,106)</b>	<b>(750,624)</b>	<b>(423,507)</b>
<b>Other financing sources (uses):</b>				
<i>Transfers in</i>	40,000	--	844,338	884,338
<i>Transfers out</i>	--	--	(844,338)	(844,338)
<b>Total other financing sources (uses)</b>	<b>40,000</b>	<b>--</b>	<b>--</b>	<b>40,000</b>
<b>Net change in fund balance</b>	<b>431,223</b>	<b>(64,106)</b>	<b>(750,624)</b>	<b>(383,507)</b>
<b>Fund balances, January 1</b>	<b>4,174,016</b>	<b>332,823</b>	<b>994,038</b>	<b>5,500,877</b>
<b>Fund balances, December 31</b>	<b>\$ 4,605,239</b>	<b>\$ 268,717</b>	<b>\$ 243,414</b>	<b>\$ 5,117,370</b>

**COLORADO COUNTY, TEXAS**

**COMBINING BALANCE SHEET**

**NONMAJOR SPECIAL REVENUE FUNDS**

**DECEMBER 31, 2014**

	County Attorney Forfeiture	Records Preservation	Airport	Sheriff Forfeiture
<b>Assets:</b>				
<i>Cash</i>	\$ 258,452	\$ 424,306	\$ 12,665	\$ 25,065
<b>Receivables (net of allowances for uncollectibles):</b>				
<i>Taxes</i>	--	--	--	--
<i>Accounts</i>	--	7,361	--	--
<b>Restricted assets:</b>				
<i>Cash</i>	--	--	--	--
<i>Due from other governments</i>	--	--	--	--
<b>Total Assets</b>	<u>\$ 258,452</u>	<u>\$ 431,667</u>	<u>\$ 12,665</u>	<u>\$ 25,065</u>
<b>Liabilities:</b>				
<i>Accounts payable</i>	\$ --	\$ --	\$ --	\$ --
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Deferred Inflows of Resources</b>				
<i>Deferred revenue</i>	--	7,361	--	--
<b>Total Deferred Inflows of Resources</b>	<u>--</u>	<u>7,361</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>				
<i>Restricted</i>	258,452	424,306	--	25,065
<i>Committed</i>	--	--	12,665	--
<b>Total Fund Balances</b>	<u>258,452</u>	<u>424,306</u>	<u>12,665</u>	<u>25,065</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 258,452</u>	<u>\$ 431,667</u>	<u>\$ 12,665</u>	<u>\$ 25,065</u>

Road & Bridge Precinct Number 1	Road & Bridge Precinct Number 2	Road & Bridge Precinct Number 3	Road & Bridge Precinct Number 4	LEOSE
\$ 840,632	\$ 993,038	\$ 908,085	\$ 1,072,767	\$ 10,508
440,714	445,300	512,491	365,256	--
--	--	--	--	--
161,409	163,089	187,697	133,701	--
90,492	91,434	105,230	74,958	--
<u>\$ 1,533,247</u>	<u>\$ 1,692,861</u>	<u>\$ 1,713,503</u>	<u>\$ 1,646,682</u>	<u>\$ 10,508</u>
\$ 12,951	\$ 3,074	\$ 7,583	\$ 4,936	\$ --
12,951	3,074	7,583	4,936	--
691,244	698,447	803,813	572,381	--
691,244	698,447	803,813	572,381	--
--	--	--	--	10,508
829,052	991,340	902,107	1,069,365	--
829,052	991,340	902,107	1,069,365	<u>10,508</u>
<u>\$ 1,533,247</u>	<u>\$ 1,692,861</u>	<u>\$ 1,713,503</u>	<u>\$ 1,646,682</u>	<u>\$ 10,508</u>

**COLORADO COUNTY, TEXAS**

**COMBINING BALANCE SHEET**

**NONMAJOR SPECIAL REVENUE FUNDS**

**DECEMBER 31, 2014**

	<u>Security</u>	<u>Law Library</u>	<u>Justice Court Technology</u>
<b>Assets:</b>			
<i>Cash</i>	\$ 5,875	\$ 43,014	\$ 11,483
<b>Receivables (net of allowances for uncollectibles):</b>			
<i>Taxes</i>	--	--	--
<i>Accounts</i>	16,240	--	13,653
<b>Restricted assets:</b>			
<i>Cash</i>	--	--	--
<i>Due from other governments</i>	--	--	--
<b>Total Assets</b>	<u>\$ 22,115</u>	<u>\$ 43,014</u>	<u>\$ 25,136</u>
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ 90	\$ --	\$ --
<b>Total Liabilities</b>	<u>\$ 90</u>	<u>\$ --</u>	<u>\$ --</u>
<b>Deferred Inflows of Resources</b>			
<i>Deferred revenue</i>	16,240	--	13,653
<b>Total Deferred Inflows of Resources</b>	<u>16,240</u>	<u>--</u>	<u>13,653</u>
<b>Fund Balances:</b>			
<i>Restricted</i>	5,785	43,014	11,483
<i>Committed</i>	--	--	--
<b>Total Fund Balances</b>	<u>5,785</u>	<u>43,014</u>	<u>11,483</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 22,115</u>	<u>\$ 43,014</u>	<u>\$ 25,136</u>

County and District Court Technology	Historical Commission	Hot Check	County Attorney Salary Supplement	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
\$ 6,677	\$ 1,159	\$ 10,716	\$ 3,620	\$ 4,628,062
--	--	--	--	1,763,761
--	--	--	--	37,254
--	--	--	--	645,896
--	--	--	--	362,114
<u>\$ 6,677</u>	<u>\$ 1,159</u>	<u>\$ 10,716</u>	<u>\$ 3,620</u>	<u>\$ 7,437,087</u>
\$ --	\$ --	\$ 75	\$ --	\$ 28,709
--	--	75	--	28,709
--	--	--	--	2,803,139
--	--	--	--	2,803,139
6,677	--	10,641	3,620	799,551
--	1,159	--	--	3,805,688
<u>6,677</u>	<u>1,159</u>	<u>10,641</u>	<u>3,620</u>	<u>4,605,239</u>
<u>\$ 6,677</u>	<u>\$ 1,159</u>	<u>\$ 10,716</u>	<u>\$ 3,620</u>	<u>\$ 7,437,087</u>

**COLORADO COUNTY, TEXAS**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2014*

	County Attorney Forfeiture	Records Preservation	Airport	Sheriff Forfeiture
<b>Revenues:</b>				
Ad valorem taxes, penalty and interest	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--
Fines and forfeitures	13,083	--	--	--
Charges for services	--	110,238	42,120	18,067
Intergovernmental	--	--	93,162	--
Contributions	--	--	--	--
Miscellaneous	3,241	4,796	15,148	4,839
<b>Total revenues</b>	<b>16,324</b>	<b>115,034</b>	<b>150,430</b>	<b>22,906</b>
<b>Expenditures:</b>				
Current:				
General administration	--	9,612	--	--
Judicial	28,970	--	--	--
Public safety	--	--	--	--
Public facilities	--	--	--	604
Public transportation	--	--	173,514	--
Health and welfare	--	--	--	--
<b>Total expenditures</b>	<b>28,970</b>	<b>9,612</b>	<b>173,514</b>	<b>604</b>
Excess (deficiency) of revenues over (under) expenditures	(12,646)	105,422	(23,084)	22,302
Other financing sources (uses):				
Transfers in	--	--	10,000	--
Total other financing sources (uses)	--	--	10,000	--
Net change in fund balance	(12,646)	105,422	(13,084)	22,302
Fund balances, January 1	271,098	318,884	25,749	2,763
Fund balances, December 31	\$ 258,452	\$ 424,306	\$ 12,665	\$ 25,065

Road & Bridge Precinct Number 1	Road & Bridge Precinct Number 2	Road & Bridge Precinct Number 3	Road & Bridge Precinct Number 4	LEOSE
\$ 626,324	\$ 632,593	\$ 728,425	\$ 518,896	\$ --
196,577	197,099	225,789	161,964	--
--	--	--	--	--
--	--	--	--	1,040
--	--	--	3,567	6,211
--	--	--	--	--
19,252	39,594	18,068	16,394	195
842,153	869,286	972,282	700,821	7,446
745,589	749,920	996,819	586,950	--
--	--	--	--	--
745,589	749,920	996,819	586,950	10,266
96,564	119,366	(24,537)	113,871	(2,820)
--	--	--	--	--
96,564	119,366	(24,537)	113,871	(2,820)
732,488	871,974	926,644	955,494	13,328
\$ 829,052	\$ 991,340	\$ 902,107	\$ 1,069,365	\$ 10,508

**COLORADO COUNTY, TEXAS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**

**AND CHANGES IN FUND BALANCES**

**NONMAJOR SPECIAL REVENUE FUNDS**

**FOR THE YEAR ENDED DECEMBER 31, 2014**

	<u>Security</u>	<u>Law Library</u>	<u>Justice Court Technology</u>
<b>Revenues:</b>			
<i>Ad valorem taxes, penalty and interest</i>	\$ --	\$ --	\$ --
<i>Licenses and permits</i>	--	--	--
<i>Fines and forfeitures</i>	--	--	20,478
<i>Charges for services</i>	31,100	11,294	--
<i>Intergovernmental</i>	--	--	--
<i>Contributions</i>	--	--	--
<i>Miscellaneous</i>	11	--	139
<b>Total revenues</b>	<b>31,111</b>	<b>11,294</b>	<b>20,617</b>
<b>Expenditures:</b>			
Current:			
<i>General administration</i>	--	--	--
<i>Judicial</i>	--	270	--
<i>Public safety</i>	56,593	--	--
<i>Public facilities</i>	--	--	--
<i>Public transportation</i>	--	--	--
<i>Health and welfare</i>	--	--	15,674
<b>Total expenditures</b>	<b>56,593</b>	<b>270</b>	<b>15,674</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(25,482)</b>	<b>11,024</b>	<b>4,943</b>
Other financing sources (uses):			
<i>Transfers in</i>	30,000	--	--
<b>Total other financing sources (uses)</b>	<b>30,000</b>	<b>--</b>	<b>--</b>
<b>Net change in fund balance</b>	<b>4,518</b>	<b>11,024</b>	<b>4,943</b>
<b>Fund balances, January 1</b>	<b>1,267</b>	<b>31,990</b>	<b>6,540</b>
<b>Fund balances, December 31</b>	<b>\$ 5,785</b>	<b>\$ 43,014</b>	<b>\$ 11,483</b>

County and District Court Technology	Historical Commission	Hot Check	County Attorney Salary Supplement	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$ --	\$ --	\$ --	\$ --	\$ 2,506,238
--	--	--	--	781,429
3,523	--	--	--	37,084
--	--	--	--	213,859
--	--	--	27,500	130,440
--	20	--	--	20
62	575	3,927	--	126,241
<b>3,585</b>	<b>595</b>	<b>3,927</b>	<b>27,500</b>	<b>3,795,311</b>
 --	 2,563	 --	 --	 12,175
--	--	1,012	25,732	55,984
--	--	--	--	66,859
--	--	--	--	604
--	--	--	--	3,252,792
--	--	--	--	15,674
--	<b>2,563</b>	<b>1,012</b>	<b>25,732</b>	<b>3,404,088</b>
 3,585	 (1,968)	 2,915	 1,768	 391,223
 --	 --	 --	 --	 40,000
--	--	--	--	40,000
 3,585	 (1,968)	 2,915	 1,768	 431,223
 3,092	 3,127	 7,726	 1,852	 4,174,016
 <b>\$ 6,677</b>	 <b>\$ 1,159</b>	 <b>\$ 10,641</b>	 <b>\$ 3,620</b>	 <b>\$ 4,605,239</b>

**COLORADO COUNTY, TEXAS**  
**RECORDS PRESERVATION**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-5**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
<b>Receipts:</b>			
Charges for services	\$ 60,200	\$ 110,239	\$ 50,039
Miscellaneous	2,800	4,796	1,996
Total receipts	<u>63,000</u>	<u>115,035</u>	<u>52,035</u>
<b>Disbursements:</b>			
Current:			
General Administration			
Records Preservation			
Services and charges	55,000	6,476	48,524
Capital outlay	8,000	3,137	4,863
Total Records Preservation	<u>63,000</u>	<u>9,613</u>	<u>53,387</u>
Total General Administration	<u>63,000</u>	<u>9,613</u>	<u>53,387</u>
Total disbursements	<u>63,000</u>	<u>9,613</u>	<u>53,387</u>
Excess (deficiency) of receipts over (under) disbursements	--	105,422	105,422
Net change in cash	--	105,422	105,422
Cash, January 1	<u>318,884</u>	<u>318,884</u>	--
Cash, December 31	<u>\$ 318,884</u>	<u>\$ 424,306</u>	<u>\$ 105,422</u>

**COLORADO COUNTY, TEXAS**  
**AIRPORT FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-6**

	Budget	Actual	Variance Positive (Negative)
<b>Receipts:</b>			
Charges for services	\$ 45,000	\$ 42,120	\$ (2,880)
Intergovernmental	92,000	93,162	1,162
Miscellaneous	15,100	15,146	46
Total receipts	<u>152,100</u>	<u>150,428</u>	<u>(1,672)</u>
<b>Disbursements:</b>			
Current:			
<i>Public Transportation</i>			
<i>Airport</i>			
<i>Personnel services</i>	7,100	7,185	(85)
<i>Supplies</i>	30,400	27,102	3,298
<i>Services and charges</i>	16,600	10,016	6,584
<i>Other</i>	135,000	128,910	6,090
<i>Total Airport</i>	<u>189,100</u>	<u>173,213</u>	<u>15,887</u>
<i>Total Public Transportation</i>	<u>189,100</u>	<u>173,213</u>	<u>15,887</u>
Total disbursements	<u>189,100</u>	<u>173,213</u>	<u>15,887</u>
Excess (deficiency) of receipts over (under) disbursements	(37,000)	(22,785)	14,215
Other financing sources (uses):			
<i>Transfers in</i>	20,000	10,000	(10,000)
<i>Total other financing sources (uses)</i>	<u>20,000</u>	<u>10,000</u>	<u>(10,000)</u>
Net change in cash	(17,000)	(12,785)	4,215
Cash, January 1	<u>25,450</u>	<u>25,450</u>	--
Cash, December 31	<u>\$ 8,450</u>	<u>\$ 12,665</u>	<u>\$ 4,215</u>

**COLORADO COUNTY, TEXAS**

**ROAD & BRIDGE PRECINCT NUMBER 1**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**

**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-7**

	Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Receipts:</b>			
<i>Ad valorem taxes, penalty and interest</i>	\$ 624,170	\$ 628,284	\$ 4,114
<i>Licenses and permits</i>	183,376	195,605	12,229
<i>Miscellaneous</i>	21,454	19,768	(1,686)
<b>Total receipts</b>	<b>829,000</b>	<b>843,657</b>	<b>14,657</b>
<b>Disbursements:</b>			
Current:			
<i>Public Transportation</i>			
<i>Road and Bridge</i>			
<i>    Personnel services</i>	340,475	329,878	10,597
<i>    Supplies</i>	242,575	198,346	44,229
<i>    Services and charges</i>	156,450	120,179	36,271
<i>    Capital outlay</i>	89,500	85,000	4,500
<i>Total Road and Bridge</i>	<b>829,000</b>	<b>733,403</b>	<b>95,597</b>
<i>Total Public Transportation</i>	<b>829,000</b>	<b>733,403</b>	<b>95,597</b>
<b>Total disbursements</b>	<b>829,000</b>	<b>733,403</b>	<b>95,597</b>
<b>Net change in cash</b>	--	<b>110,254</b>	<b>110,254</b>
<b>Cash, January 1</b>	<b>730,379</b>	<b>730,379</b>	--
<b>Cash, December 31</b>	<b>\$ 730,379</b>	<b>\$ 840,633</b>	<b>\$ 110,254</b>

**COLORADO COUNTY, TEXAS**
**ROAD & BRIDGE PRECINCT NUMBER 2**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT C-8**

	Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Receipts:</b>			
<i>Ad valorem taxes, penalty and interest</i>	\$ 630,662	\$ 634,660	\$ 3,998
<i>Licenses and permits</i>	185,275	196,013	10,738
<i>Miscellaneous</i>	39,063	40,031	968
<b>Total receipts</b>	<b>855,000</b>	<b>870,704</b>	<b>15,704</b>
<b>Disbursements:</b>			
<b>Current:</b>			
<i>Public Transportation</i>			
<i>Road and Bridge</i>			
<i>Personnel services</i>	374,250	343,726	30,524
<i>Supplies</i>	264,950	213,281	51,669
<i>Services and charges</i>	139,800	116,259	23,541
<i>Capital outlay</i>	76,000	75,949	51
<b>Total Road and Bridge</b>	<b>855,000</b>	<b>749,215</b>	<b>105,785</b>
<b>Total Public Transportation</b>	<b>855,000</b>	<b>749,215</b>	<b>105,785</b>
<b>Total disbursements</b>	<b>855,000</b>	<b>749,215</b>	<b>105,785</b>
<b>Net change in cash</b>	<b>--</b>	<b>121,489</b>	<b>121,489</b>
<b>Cash, January 1</b>	<b>871,549</b>	<b>871,549</b>	<b>--</b>
<b>Cash, December 31</b>	<b>\$ 871,549</b>	<b>\$ 993,038</b>	<b>\$ 121,489</b>

**COLORADO COUNTY, TEXAS**
**ROAD & BRIDGE PRECINCT NUMBER 3**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**
**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT C-9**

	Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Receipts:</b>			
Ad valorem taxes, penalty and interest	\$ 725,824	\$ 730,876	\$ 5,052
Licenses and permits	213,080	224,540	11,460
Miscellaneous	21,096	18,572	(2,524)
<b>Total receipts</b>	<b>960,000</b>	<b>973,988</b>	<b>13,988</b>
<b>Disbursements:</b>			
Current:			
<i>Public Transportation</i>			
<i>Road and Bridge</i>			
Personnel services	407,525	367,352	40,173
Supplies	266,700	262,951	3,749
Services and charges	175,775	153,634	22,141
Capital outlay	210,000	209,680	320
<i>Total Road and Bridge</i>	<b>1,060,000</b>	<b>993,617</b>	<b>66,383</b>
<i>Total Public Transportation</i>	<b>1,060,000</b>	<b>993,617</b>	<b>66,383</b>
<b>Total disbursements</b>	<b>1,060,000</b>	<b>993,617</b>	<b>66,383</b>
Net change in cash	(100,000)	(19,629)	80,371
Cash, January 1	<b>927,714</b>	<b>927,714</b>	--
Cash, December 31	<b>\$ 827,714</b>	<b>\$ 908,085</b>	<b>\$ 80,371</b>

**COLORADO COUNTY, TEXAS**
**ROAD & BRIDGE PRECINCT NUMBER 4**
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**
**IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2014**
**EXHIBIT C-10**

	Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Receipts:</b>			
Ad valorem taxes, penalty and interest	\$ 517,019	\$ 520,128	\$ 3,109
Licenses and permits	155,069	161,074	6,005
Intergovernmental	3,550	3,567	17
Miscellaneous	20,912	16,751	(4,161)
<b>Total receipts</b>	<b>696,550</b>	<b>701,520</b>	<b>4,970</b>
<b>Disbursements:</b>			
Current:			
Public Transportation			
Road and Bridge			
Personnel services	353,600	298,412	55,188
Supplies	172,400	157,571	14,829
Services and charges	131,550	125,051	6,499
Capital outlay	39,000	3,775	35,225
Total Road and Bridge	696,550	584,809	111,741
Total Public Transportation	696,550	584,809	111,741
<b>Total disbursements</b>	<b>696,550</b>	<b>584,809</b>	<b>111,741</b>
Net change in cash		—	116,711
Cash, January 1		956,057	956,057
Cash, December 31	<b>\$ 956,057</b>	<b>\$ 1,072,768</b>	<b>\$ 116,711</b>

**COLORADO COUNTY, TEXAS**  
**SECURITY FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-11**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
<b>Receipts:</b>			
Charges for services	\$ 35,000	\$ 31,097	\$ (3,903)
Miscellaneous	100	656	556
Total receipts	<u>35,100</u>	<u>31,753</u>	<u>(3,347)</u>
<b>Disbursements:</b>			
<b>Current:</b>			
<b>Public Safety</b>			
<b>Security</b>			
Personnel services	11,980	12,145	(165)
Services and charges	2,000	514	1,486
Total Security	<u>13,980</u>	<u>12,659</u>	<u>1,321</u>
<b>Courthouse Security</b>			
Personnel services	38,120	43,036	(4,916)
Services and charges	3,000	1,450	1,550
Total Courthouse Security	<u>41,120</u>	<u>44,486</u>	<u>(3,366)</u>
<b>Total Public Safety</b>	<u>55,100</u>	<u>57,145</u>	<u>(2,045)</u>
Total disbursements	<u>55,100</u>	<u>57,145</u>	<u>(2,045)</u>
Excess (deficiency) of receipts over (under) disbursements	(20,000)	(25,392)	(5,392)
<b>Other financing sources (uses):</b>			
<b>Transfers in</b>	20,000	30,000	10,000
Total other financing sources (uses)	<u>20,000</u>	<u>30,000</u>	<u>10,000</u>
Net change in cash	--	4,608	4,608
Cash, January 1	<u>1,267</u>	<u>1,267</u>	--
Cash, December 31	<u>\$ 1,267</u>	<u>\$ 5,875</u>	<u>\$ 4,608</u>

**COLORADO COUNTY, TEXAS**

LAW LIBRARY

SPECIAL REVENUE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED DECEMBER 31, 2014

**EXHIBIT C-12**

	Budget	Actual	Variance Positive (Negative)
<b>Receipts:</b>			
Charges for services	\$ 12,500	\$ 11,294	\$ (1,206)
Total receipts	<u>12,500</u>	<u>11,294</u>	<u>(1,206)</u>
<b>Disbursements:</b>			
Current:			
<i>Law Library</i>			
<i>Services and charges</i>	12,500	270	12,230
<i>Total Law Library</i>	<u>12,500</u>	<u>270</u>	<u>12,230</u>
<i>Total Judicial</i>	12,500	270	12,230
<i>Total disbursements</i>	<u>12,500</u>	<u>270</u>	<u>12,230</u>
Net change in cash	--	11,024	11,024
Cash, January 1	<u>31,990</u>	<u>31,990</u>	<u>--</u>
Cash, December 31	<u>\$ 31,990</u>	<u>\$ 43,014</u>	<u>\$ 11,024</u>

The accompanying notes are an integral part of this statement.

**COLORADO COUNTY, TEXAS**  
**JUSTICE COURT TECHNOLOGY FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-13**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
<b>Receipts:</b>			
<i>Fines and forfeitures</i>	\$ 20,000	\$ 20,474	\$ 474
<i>Miscellaneous</i>	500	139	(361)
<b>Total receipts</b>	<b>20,500</b>	<b>20,613</b>	<b>113</b>
<b>Disbursements:</b>			
Current:			
<i>Tobacco Settlement</i>			
<i>Services and charges</i>	20,500	15,669	4,831
<i>Total Tobacco Settlement</i>	<u>20,500</u>	<u>15,669</u>	<u>4,831</u>
<i>Total Health and Welfare</i>	20,500	15,669	4,831
<b>Total disbursements</b>	<b>20,500</b>	<b>15,669</b>	<b>4,831</b>
Net change in cash	—	4,944	4,944
Cash, January 1	6,539	6,539	—
<b>Cash, December 31</b>	<b>\$ 6,539</b>	<b>\$ 11,483</b>	<b>\$ 4,944</b>

**COLORADO COUNTY, TEXAS**  
**COUNTY AND DISTRICT COURT TECHNOLOGY FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-14**

	Budget	Actual	Variance Positive (Negative)
<b>Receipts:</b>			
<i>Fines and forfeitures</i>	\$ 3,050	\$ 3,523	\$ 473
<i>Miscellaneous</i>	50	61	11
<b>Total receipts</b>	<b>3,100</b>	<b>3,584</b>	<b>484</b>
<b>Disbursements:</b>			
Current:			
<i>Public Transportation</i>			
<i>Road and Bridge</i>			
<i>    Services and charges</i>	5,000	--	5,000
<i>    Total Road and Bridge</i>	<u>5,000</u>	<u>--</u>	<u>5,000</u>
<i>Total Public Transportation</i>	<u>5,000</u>	<u>--</u>	<u>5,000</u>
<b>Total disbursements</b>	<b><u>5,000</u></b>	<b><u>--</u></b>	<b><u>5,000</u></b>
Net change in cash	(1,900)	3,584	5,484
Cash, January 1	3,093	3,093	--
Cash, December 31	\$ 1,193	\$ 6,677	\$ 5,484

**COLORADO COUNTY, TEXAS**  
**DEBT SERVICE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

**EXHIBIT C-15**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
<b>Receipts:</b>			
<i>Ad valorem taxes, penalty and interest</i>	\$ 520,359	\$ 522,830	\$ 2,471
<i>Miscellaneous</i>	9,641	6,214	(3,427)
<b>Total receipts</b>	<b>530,000</b>	<b>529,044</b>	<b>(956)</b>
<b>Disbursements:</b>			
<b>Debt service:</b>			
<i>Principal</i>	325,000	325,000	--
<i>Interest and fiscal charges</i>	266,500	266,401	99
<b>Total disbursements</b>	<b>591,500</b>	<b>591,401</b>	<b>99</b>
<b>Net change in cash</b>	<b>(61,500)</b>	<b>(62,357)</b>	<b>(857)</b>
<b>Cash, January 1</b>	<b>329,955</b>	<b>329,955</b>	<b>--</b>
<b>Cash, December 31</b>	<b>\$ 268,455</b>	<b>\$ 267,598</b>	<b>\$ (857)</b>

**COLORADO COUNTY, TEXAS****COMBINING BALANCE SHEET****NONMAJOR CAPITAL PROJECTS FUNDS**

DECEMBER 31, 2014

	THC / Courthouse Preservation	Capital Projects	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
<b>Assets:</b>			
<i>Cash</i>	\$ --	\$ 89,926	\$ 89,926
<i>Due from other governments</i>	<u>176,408</u>	<u>--</u>	<u>176,408</u>
<b>Total Assets</b>	<b><u>176,408</u></b>	<b><u>89,926</u></b>	<b><u>266,334</u></b>
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ 22,920	\$ --	\$ 22,920
<b>Total Liabilities</b>	<b><u>22,920</u></b>	<b><u>--</u></b>	<b><u>22,920</u></b>
<b>Fund Balances:</b>			
<i>Restricted</i>	--	89,926	89,926
<i>Committed</i>	<u>153,488</u>	<u>--</u>	<u>153,488</u>
<b>Total Fund Balances</b>	<b><u>153,488</u></b>	<b><u>89,926</u></b>	<b><u>243,414</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>176,408</u></b>	<b><u>89,926</u></b>	<b><u>266,334</u></b>

**COLORADO COUNTY, TEXAS***COMBINING STATEMENT OF REVENUES, EXPENDITURES,**AND CHANGES IN FUND BALANCES**NONMAJOR CAPITAL PROJECTS FUNDS**FOR THE YEAR ENDED DECEMBER 31, 2014*

	THC / Courthouse Preservation	Capital Projects	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
<b>Revenues:</b>			
<i>Intergovernmental</i>	\$ 794,054	\$ --	\$ 794,054
<i>Miscellaneous</i>	--	6,379	6,379
<b>Total revenues</b>	<b>794,054</b>	<b>6,379</b>	<b>800,433</b>
<b>Expenditures:</b>			
Capital outlay	1,434,725	116,332	1,551,057
<b>Total expenditures</b>	<b>1,434,725</b>	<b>116,332</b>	<b>1,551,057</b>
Excess (deficiency) of revenues over (under) expenditures	(640,671)	(109,953)	(750,624)
<b>Other financing sources (uses):</b>			
<i>Transfers in</i>	844,338	--	844,338
<i>Transfers out</i>	--	(844,338)	(844,338)
<b>Total other financing sources (uses)</b>	<b>844,338</b>	<b>(844,338)</b>	<b>--</b>
Net change in fund balance	203,667	(954,291)	(750,624)
Fund balances, January 1	(50,179)	1,044,217	994,038
Fund balances, December 31	\$ 153,488	\$ 89,926	\$ 243,414

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**COLORADO COUNTY, TEXAS****COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES****AGENCY FUNDS****DECEMBER 31, 2014**

	County Clerk	District Clerk	Sheriff
<b>ASSETS</b>			
<i>Cash</i>	\$ 129,330	\$ 510,916	\$ 16,619
<b>Total Assets</b>	<b>\$ 129,330</b>	<b>\$ 510,916</b>	<b>\$ 16,619</b>
<b>LIABILITIES</b>			
<i>Due to others</i>	\$ 129,330	\$ 510,916	\$ 16,619
<i>Due to other governments</i>	--	--	--
<b>Total Liabilities</b>	<b>\$ 129,330</b>	<b>\$ 510,916</b>	<b>\$ 16,619</b>

Tax Collector	County Attorney Seizure	Payroll Clearing Fund	Total Agency Funds (See Exhibit A-7)
\$ 504,080	\$ 467	\$ (138)	\$ 1,161,274
\$ 504,080	\$ 467	\$ (138)	\$ 1,161,274
\$ 437 503,643	\$ 467 --	\$ (138) --	\$ 657,631 503,643
\$ 504,080	\$ 467	\$ (138)	\$ 1,161,274

**COLORADO COUNTY, TEXAS**
**EXHIBIT C-19**
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**
**ALL AGENCY FUNDS**
**YEAR ENDED DECEMBER 31, 2013**

	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
<b>COUNTY CLERK</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 117,067	\$ 656,351	\$ 644,088	\$ 129,330
Total Assets	<u>\$ 117,067</u>	<u>\$ 656,351</u>	<u>\$ 644,088</u>	<u>\$ 129,330</u>
<b>LIABILITIES</b>				
Due to Others	\$ 117,067	\$ 656,351	\$ 644,088	\$ 129,330
Total Liabilities	<u>\$ 117,067</u>	<u>\$ 656,351</u>	<u>\$ 644,088</u>	<u>\$ 129,330</u>
<b>DISTRICT CLERK</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 378,786	\$ 206,074	\$ 73,944	\$ 510,916
Total Assets	<u>\$ 378,786</u>	<u>\$ 206,074</u>	<u>\$ 73,944</u>	<u>\$ 510,916</u>
<b>LIABILITIES</b>				
Due to Others	\$ 378,786	\$ 206,074	\$ 73,944	\$ 510,916
Total Liabilities	<u>\$ 378,786</u>	<u>\$ 206,074</u>	<u>\$ 73,944</u>	<u>\$ 510,916</u>
<b>JUSTICE OF THE PEACE NUMBER 2</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ --	\$ 314,475	\$ 314,475	\$ --
Total Assets	<u>\$ --</u>	<u>\$ 314,475</u>	<u>\$ 314,475</u>	<u>\$ --</u>
<b>LIABILITIES</b>				
Due to Others	\$ --	\$ 314,475	\$ 314,475	\$ --
Total Liabilities	<u>\$ --</u>	<u>\$ 314,475</u>	<u>\$ 314,475</u>	<u>\$ --</u>
<b>JUSTICE OF THE PEACE NUMBER 4</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ --	\$ 112,198	\$ 112,198	\$ --
Total Assets	<u>\$ --</u>	<u>\$ 112,198</u>	<u>\$ 112,198</u>	<u>\$ --</u>
<b>LIABILITIES</b>				
Due to Others	\$ --	\$ 112,198	\$ 112,198	\$ --
Total Liabilities	<u>\$ --</u>	<u>\$ 112,198</u>	<u>\$ 112,198</u>	<u>\$ --</u>
<b>SHERIFF</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 17,645	\$ 126,057	\$ 127,083	\$ 16,619
Total Assets	<u>\$ 17,645</u>	<u>\$ 126,057</u>	<u>\$ 127,083</u>	<u>\$ 16,619</u>
<b>LIABILITIES</b>				
Due to Others	\$ 17,645	\$ 126,057	\$ 127,083	\$ 16,619
Total Liabilities	<u>\$ 17,645</u>	<u>\$ 126,057</u>	<u>\$ 127,083</u>	<u>\$ 16,619</u>
<b>COUNTY ATTORNEY</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ --	\$ 38,690	\$ 38,690	\$ --
Total Assets	<u>\$ --</u>	<u>\$ 38,690</u>	<u>\$ 38,690</u>	<u>\$ --</u>
<b>LIABILITIES</b>				
Due to Others	\$ --	\$ 38,690	\$ 38,690	\$ --
Total Liabilities	<u>\$ --</u>	<u>\$ 38,690</u>	<u>\$ 38,690</u>	<u>\$ --</u>

**COLORADO COUNTY, TEXAS**
**EXHIBIT C-19**
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**
**ALL AGENCY FUNDS**
**YEAR ENDED DECEMBER 31, 2013**

	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
<b>TAX COLLECTOR</b>				
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 409,844	\$ 5,675,435	\$ 5,581,199	\$ 504,080
<i>Total Assets</i>	<u>\$ 409,844</u>	<u>\$ 5,675,435</u>	<u>\$ 5,581,199</u>	<u>\$ 504,080</u>
<b>LIABILITIES</b>				
<i>Due to Others</i>	\$ 1,096	\$ --	\$ 659	\$ 437
<i>Due to Other Governments</i>	408,748	5,675,435	5,580,540	503,643
<i>Total Liabilities</i>	<u>\$ 409,844</u>	<u>\$ 5,675,435</u>	<u>\$ 5,581,199</u>	<u>\$ 504,080</u>
<b>COUNTY ATTORNEY SEIZURE</b>				
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 45,539	\$ --	\$ 45,072	\$ 467
<i>Total Assets</i>	<u>\$ 45,539</u>	<u>\$ --</u>	<u>\$ 45,072</u>	<u>\$ 467</u>
<b>LIABILITIES</b>				
<i>Due to Others</i>	\$ 45,539	\$ --	\$ 45,072	\$ 467
<i>Total Liabilities</i>	<u>\$ 45,539</u>	<u>\$ --</u>	<u>\$ 45,072</u>	<u>\$ 467</u>
<b>PAYROLL CLEARING FUND</b>				
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 1,153	\$ --	\$ 1,291	\$ (138)
<i>Total Assets</i>	<u>\$ 1,153</u>	<u>\$ --</u>	<u>\$ 1,291</u>	<u>\$ (138)</u>
<b>LIABILITIES</b>				
<i>Due to Others</i>	\$ 1,153	\$ --	\$ 1,291	\$ (138)
<i>Total Liabilities</i>	<u>\$ 1,153</u>	<u>\$ --</u>	<u>\$ 1,291</u>	<u>\$ (138)</u>
<b>TOTAL AGENCY FUNDS:</b>				
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 970,034	\$ 7,129,280	\$ 6,938,040	\$ 1,161,274
<i>Accounts receivable (net)</i>	--	--	--	--
<i>Total Assets</i>	<u>\$ 970,034</u>	<u>\$ 7,129,280</u>	<u>\$ 6,938,040</u>	<u>\$ 1,161,274</u>
<b>LIABILITIES</b>				
<i>Due to Others</i>	\$ 561,286	\$ 1,453,845	\$ 1,357,500	\$ 657,631
<i>Due to Other Governments</i>	408,748	5,675,435	5,580,540	503,643
<i>Total Liabilities</i>	<u>\$ 970,034</u>	<u>\$ 7,129,280</u>	<u>\$ 6,938,040</u>	<u>\$ 1,161,274</u>

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# 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	Page
Financial Trends	98
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
Revenue Capacity	106
These schedules contain trend information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.	
Debt Capacity	116
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.	
Demographic and Economic Information	122
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	
Operating Information	125
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.	

Sources: Unless otherwise noted, the information in these schedules is derived from comprehensive annual financial reports for the relevant year. The County began implementing Statement 34 in fiscal year 2004.

**COLORADO COUNTY, TEXAS**

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

(Unaudited)

	2005	2006	2007	2008
Governmental Activities				
Net Net of Related Debt	\$ 11,554,162	\$ 13,322,684	\$ 13,474,958	\$ 14,460,052
Restricted	441,829	385,351	415,883	436,063
Unrestricted	4,079,388	2,028,146	2,859,339	2,577,292
Total Governmental Activities Net Position	<u>\$ 16,075,379</u>	<u>\$ 15,736,181</u>	<u>\$ 16,750,180</u>	<u>\$ 17,473,407</u>

## Note

(1) 2011 has been restated for implementation of GASB Statement No. 65  
(2) 2013 has been restated.

TABLE D-1

Fiscal Year					
2009	2010	2011 (1)	2012	2013 (2)	2014
\$ 16,110,062	\$ 16,147,180	\$ 16,537,203	\$ 16,794,252	\$ 18,220,825	\$ 18,176,143
2,096,369	1,165,307	426,104	947,852	1,350,657	533,774
(295,621)	2,303,419	4,520,767	8,227,087	7,066,786	8,869,910
<u>\$ 17,910,810</u>	<u>\$ 19,615,906</u>	<u>\$ 21,484,074</u>	<u>\$ 25,969,191</u>	<u>\$ 26,638,268</u>	<u>\$ 27,579,827</u>

## COLORADO COUNTY, TEXAS

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE  
 LAST TEN FISCAL YEARS  
 (ACCRUAL BASIS OF ACCOUNTING)  
 (Unaudited)

	2005	2006	2007
<b>Expenses</b>			
Governmental Activities:			
General administration	\$ 1,184,152	\$ 1,303,159	\$ 1,475,136
Financial administration	322,548	345,323	365,362
Judicial	969,523	1,018,680	1,091,521
Public safety	5,002,081	4,253,876	4,424,034
Public facilities	486,379	392,554	669,316
Public transportation	2,124,990	2,170,587	2,655,519
Conservation	108,301	113,944	119,156
Health and welfare	290,468	556,319	411,551
Interest and bond issue costs	73,371	68,122	60,785
Total Governmental Activities Expenses	<u>\$ 10,561,813</u>	<u>\$ 10,222,564</u>	<u>\$ 11,272,380</u>
Total Primary Government Expenses	<u>\$ 10,561,813</u>	<u>\$ 10,222,564</u>	<u>\$ 11,272,380</u>
Program Revenues			
Governmental Activities:			
Charges for Services:			
General administration	\$ 289,785	\$ 392,322	\$ 364,480
Financial administration	84,033	94,402	87,510
Judicial	905,676	936,224	1,361,126
Public safety	1,109,054	1,668,802	1,160,797
Public facilities	5,140	4,050	61,700
Public transportation	726,311	716,434	697,661
Conservation	--	--	--
Health and welfare	32,350	28,884	28,548
Operating Grants and Contributions	1,129,851	829,985	419,083
Capital Grants and Contributions	--	818,413	89,797
Total Governmental Activities Program Revenues	<u>\$ 4,282,200</u>	<u>\$ 5,489,516</u>	<u>\$ 4,270,702</u>
Total Primary Government Program Revenues	<u>\$ 4,282,200</u>	<u>\$ 5,489,516</u>	<u>\$ 4,270,702</u>
Net (Expense)/Revenue			
Governmental Activities	\$ (6,279,613)	\$ (4,733,048)	\$ (7,001,678)
Total Primary Government Net Expense	<u>\$ (6,279,613)</u>	<u>\$ (4,733,048)</u>	<u>\$ (7,001,678)</u>

Note:

(1) 2011 has been restated for implementation of GASB Statement No. 65  
 (2) 2013 has been restated.

TABLE D-2

Fiscal Year													
2008		2009		2010		2011 (1)		2012		2013		2014	
\$ 1,697,451	\$ 2,047,697	\$ 1,814,630	\$ 2,007,277	\$ 2,083,952	\$ 1,980,651	\$ 2,162,103							
378,346	403,415	414,065	384,320	399,197	428,606	459,549							
1,177,418	1,230,495	1,348,735	1,350,510	1,454,783	1,415,006	1,416,035							
4,669,271	5,535,790	5,513,286	5,492,809	5,353,159	5,307,790	5,712,409							
371,383	369,030	699,848	119,597	449,457	393,525	526,491							
3,090,878	3,105,659	3,169,758	2,991,089	3,428,401	3,374,189	3,164,962							
120,115	118,288	132,958	132,340	140,262	172,892	133,229							
503,328	335,413	374,564	344,277	362,306	610,479	350,977							
135,314	250,796	243,718	238,683	293,583	276,323	352,286							
<u>12,143,504</u>	<u>13,396,583</u>	<u>13,711,562</u>	<u>13,060,902</u>	<u>13,965,100</u>	<u>13,959,461</u>	<u>14,278,041</u>							
<u>\$ 12,143,504</u>	<u>\$ 13,396,583</u>	<u>\$ 13,711,562</u>	<u>\$ 13,060,902</u>	<u>\$ 13,965,100</u>	<u>\$ 13,959,461</u>	<u>\$ 14,278,041</u>							
\$ 298,926	\$ 994,088	\$ 221,373	\$ 280,616	\$ 291,444	\$ 76,229	\$ 80,075							
88,795	91,083	93,955	97,003	99,516	102,282	107,592							
1,178,098	1,457,621	1,126,978	1,503,738	1,772,298	1,178,373	1,269,336							
1,370,697	348,185	1,056,623	1,153,802	1,183,791	1,189,935	1,229,594							
12,510	6,471	80,465	--	--	--	30,000							
774,468	920,786	886,243	828,858	810,469	815,162	827,116							
--	1,560	2,380	2,020	2,300	2,280	2,180							
54,769	48,185	49,118	23,582	36,909	17,051	25,903							
358,008	908,277	1,971,857	585,262	380,257	987,162	248,263							
862,865	24,913	863,716	1,045,526	741,783	1,708,987	899,704							
<u>4,999,136</u>	<u>4,801,169</u>	<u>6,352,708</u>	<u>5,520,407</u>	<u>5,318,767</u>	<u>6,077,461</u>	<u>4,719,763</u>							
<u>\$ 4,999,136</u>	<u>\$ 4,801,169</u>	<u>\$ 6,352,708</u>	<u>\$ 5,520,407</u>	<u>\$ 5,318,767</u>	<u>\$ 6,077,461</u>	<u>\$ 4,719,763</u>							
\$ (7,144,368)	\$ (8,595,414)	\$ (7,358,854)	\$ (7,540,495)	\$ (8,646,333)	\$ (7,882,000)	\$ (9,558,278)							
<u>\$ (7,144,368)</u>	<u>\$ (8,595,414)</u>	<u>\$ (7,358,854)</u>	<u>\$ (7,540,495)</u>	<u>\$ (8,646,333)</u>	<u>\$ (7,882,000)</u>	<u>\$ (9,558,278)</u>							

# COLORADO COUNTY, TEXAS

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

	2005	2006	2007
<b>Net (Expense)/Revenue</b>			
Governmental Activities	\$ (5,875,863)	\$ (4,733,048)	\$ (7,001,678)
Total Primary Government Net Expense	<u>(5,875,863)</u>	<u>(4,733,048)</u>	<u>(7,001,678)</u>
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental Activities:			
General Revenues:			
Ad valorem taxes, penalty and interest	4,945,688	5,330,769	6,050,215
Sales taxes	835,531	910,110	1,101,018
Alcoholic beverage taxes	4,643	7,831	10,385
Miscellaneous	47,040	183,624	163,477
Unrestricted investment earnings	209,061	379,776	406,938
Special and Extraordinary Items			
Special item outflow	(403,750)	(2,550,000)	-
Total Governmental Activities	<u>5,638,213</u>	<u>4,262,110</u>	<u>7,732,033</u>
Total Primary Government	<u>5,638,213</u>	<u>4,262,110</u>	<u>7,732,033</u>
Change in Net Assets			
Governmental Activities	(237,650)	(470,938)	730,355
Total Primary Government	<u>\$ (237,650)</u>	<u>\$ (470,938)</u>	<u>\$ 730,355</u>

Note:

(1) 2011 has been restated for implementation of GASB Statement No. 65  
 (2) 2013 has been restated.

TABLE D-3

Fiscal Year						
2008	2009	2010	2011 (1)	2012	2013	2014
\$ (7,144,368)	\$ (8,595,414)	\$ (7,358,854)	\$ (7,540,495)	\$ (8,646,333)	\$ (7,882,000)	\$ (9,558,278)
<u>(7,144,368)</u>	<u>(8,595,414)</u>	<u>(7,358,854)</u>	<u>(7,540,495)</u>	<u>(8,646,333)</u>	<u>(7,882,000)</u>	<u>(9,558,278)</u>
6,606,623	7,665,967	7,787,259	7,891,027	7,861,818	8,405,951	8,612,739
944,413	1,138,789	877,256	1,259,778	1,625,828	1,309,716	1,427,836
8,796	16,047	14,369	12,223	12,283	14,360	16,054
103,068	161,253	356,086	209,875	522,535	284,860	286,693
204,695	50,758	32,550	90,845	155,236	167,337	156,515
—	—	—	—	2,953,750	—	—
7,867,595	9,032,814	9,067,520	9,463,748	13,131,450	10,182,224	10,499,837
<u>7,867,595</u>	<u>9,032,814</u>	<u>9,067,520</u>	<u>9,463,748</u>	<u>13,131,450</u>	<u>10,182,224</u>	<u>10,499,837</u>
723,227	437,400	1,708,666	1,923,253	4,485,117	2,300,224	941,559
<u>\$ 723,227</u>	<u>\$ 437,400</u>	<u>\$ 1,708,666</u>	<u>\$ 1,923,253</u>	<u>\$ 4,485,117</u>	<u>\$ 2,300,224</u>	<u>\$ 941,559</u>

TABLE D-4

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

(Unaudited)

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>General Fund</b>										
Unreserved Unassigned	\$ 2,563,983	\$ 2,444,410	\$ 2,806,959	\$ 2,787,641	\$ 3,087,737	\$ 3,527,545	\$ 3,651,382	\$ 3,610,885	\$ 3,294,449	\$ 2,850,275
Total General Fund	<u>\$ 2,563,983</u>	<u>\$ 2,444,410</u>	<u>\$ 2,806,959</u>	<u>\$ 2,787,641</u>	<u>\$ 3,087,737</u>	<u>\$ 3,527,545</u>	<u>\$ 3,651,382</u>	<u>\$ 3,610,885</u>	<u>\$ 3,294,449</u>	<u>\$ 2,850,275</u>
<b>All Other Governmental Funds</b>										
Reserved	\$ 335,309	\$ 364,412	\$ 395,552	\$ 406,890	\$ 417,573	\$ 429,394	\$ --	\$ --	\$ --	\$ --
Restricted	--	--	--	--	--	--	1,020,851	3,201,585	2,035,578	1,158,194
Committed	--	--	--	--	--	--	2,997,236	3,318,283	3,515,477	3,959,176
Unreserved, Reported In:										
Special Revenue Funds	1,690,244	1,828,272	2,306,330	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	<u>\$ 2,025,553</u>	<u>\$ 2,192,684</u>	<u>\$ 2,701,882</u>	<u>\$ 6,906,458</u>	<u>\$ 4,677,076</u>	<u>\$ 4,309,642</u>	<u>\$ 3,582,937</u>	<u>\$ 6,271,606</u>	<u>\$ 5,500,876</u>	<u>\$ 5,117,370</u>

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									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Revenues</b>										
Ad valorem taxes, penalty and interest	\$ 4,942,155	\$ 5,347,199	\$ 6,037,131	\$ 6,553,613	\$ 7,608,212	\$ 7,808,743	\$ 7,881,735	\$ 7,988,688	\$ 8,432,290	\$ 8,617,884
Other taxes	840,174	917,941	1,111,404	953,209	1,154,836	891,625	1,272,001	1,638,111	1,324,076	1,443,890
Licenses and permits	696,259	689,037	671,260	1,608,777	717,529	703,860	770,434	766,528	791,578	810,512
Fines and forfeitures	547,243	563,323	831,018	778,051	1,151,733	860,300	1,190,194	915,819	917,154	956,975
Charges for services	1,973,676	2,217,088	2,205,370	1,293,732	2,017,391	1,957,617	1,537,031	1,647,438	1,695,844	1,856,271
Intergovernmental	1,104,472	864,120	524,254	501,675	935,203	2,493,799	1,601,414	1,119,320	2,687,035	1,127,556
Contributions	--	--	--	--	--	225,000	--	--	15	20
Miscellaneous	340,796	603,679	634,693	345,116	242,144	490,453	327,823	549,510	440,448	465,111
<b>Total Revenues</b>	<b>10,444,775</b>	<b>11,202,387</b>	<b>12,015,130</b>	<b>12,034,173</b>	<b>13,827,048</b>	<b>15,431,397</b>	<b>14,580,632</b>	<b>14,625,414</b>	<b>16,288,440</b>	<b>15,278,219</b>
<b>Expenditures</b>										
<b>Current:</b>										
General administration	1,261,375	1,278,855	1,508,540	1,660,709	2,003,653	1,761,732	1,756,369	1,813,876	1,710,465	1,766,747
Financial administration	322,401	346,194	365,266	376,001	401,788	413,859	378,969	398,867	428,520	457,817
Judicial	1,002,249	1,016,937	1,087,482	1,167,298	1,224,696	1,343,507	1,322,302	1,433,191	1,388,484	1,397,120
Public safety	4,490,992	4,305,993	4,152,415	4,422,495	5,225,402	5,355,639	5,050,307	5,094,424	6,039,035	5,364,351
Public facilities	485,646	391,741	669,557	372,502	407,591	1,418,701	462,216	470,733	396,052	437,625
Public transportation	2,258,447	2,851,918	2,561,118	3,647,309	2,877,580	3,104,217	2,964,294	3,202,011	3,282,479	3,252,792
Conservation	107,273	133,551	119,202	119,555	140,451	132,192	132,509	139,870	170,716	132,459
Health and Welfare	276,148	555,981	401,394	490,952	321,289	361,119	356,603	369,379	598,227	338,955
Capital outlay	--	--	--	249,035	2,674,091	944,365	2,235,648	1,261,713	2,774,747	1,551,057
<b>Debt Service</b>										
Principal	210,000	210,000	220,000	230,000	235,000	285,000	295,000	305,000	310,000	325,000
Interest	68,909	63,659	58,409	52,909	244,792	237,284	229,285	231,357	276,881	266,403
Bond issue costs	--	--	--	60,150	--	1,410	--	41,522	--	--
<b>Total Expenditures</b>	<b>10,483,440</b>	<b>11,154,829</b>	<b>11,143,383</b>	<b>12,848,915</b>	<b>15,756,333</b>	<b>15,359,025</b>	<b>15,183,502</b>	<b>14,761,943</b>	<b>17,375,606</b>	<b>15,290,326</b>
<b>Excess of Revenues</b>										
Over (Under) Expenditures	(38,665)	47,558	871,747	(814,742)	(1,929,285)	72,372	(602,870)	(136,529)	(1,087,166)	(12,107)
<b>Other Financing Sources (Uses)</b>										
Bonds Issued	--	--	--	5,000,000	--	--	--	2,750,000	--	--
Refunding Bonds Issued	--	--	--	--	--	--	--	--	--	--
Payments to Escrow Agent	--	--	--	--	--	--	--	--	--	--
Bond Premium	--	--	--	--	--	--	--	--	--	--
Bond Discount	--	--	--	--	--	--	--	(22,672)	--	--
Note proceeds	--	--	--	--	--	--	--	57,375	--	--
Transfers In	12,000	365,000	20,000	313,371	221,479	310,526	164,112	731,988	1,268,673	884,338
Transfers Out	(12,000)	(365,000)	(20,000)	(313,371)	(221,479)	(310,526)	(164,112)	(731,988)	(1,268,673)	(884,338)
<b>Total Other Financing Sources (Uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>5,000,000</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>2,784,703</b>	<b>--</b>	<b>--</b>
<b>Net Change in Fund Balances</b>	<b>\$ (38,665)</b>	<b>\$ 47,558</b>	<b>\$ 871,747</b>	<b>\$ 4,185,258</b>	<b>\$ (1,929,285)</b>	<b>\$ 72,372</b>	<b>\$ (602,870)</b>	<b>\$ 2,648,174</b>	<b>\$ (1,087,166)</b>	<b>\$ (12,107)</b>

Debt Service As A Percentage  
Of Noncapital Expenditures

2.7% 2.5% 2.5% 2.2% 4.6% 3.9% 4.2% 4.8% 3.9% 5.2%

## 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
2005	\$ 4,945,913	\$ 835,341	\$ 257	\$ 5,764	\$ 5,787,275
2006	5,347,199	910,825	292	6,824	6,265,140
2007	6,037,131	1,100,663	356	10,385	7,148,535
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
Percent Change 2005-2014	74.2%	70.9%	N/A	171.4%	73.9%

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
2005	\$ 1,851,380,687	498,360,591	1,098,288,252	1,251,453,026	0.4270	1,251,453,026	100.0%
2006	2,072,490,160	585,653,591	1,252,969,173	1,405,174,578	0.4189	1,405,174,578	100.0%
2007	2,464,948,080	621,753,636	1,554,483,426	1,532,218,290	0.4300	1,532,218,290	100.0%
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%

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			
	General Obligation Debt Service		Total Direct Rate	Columbus ISD	School Districts			Municipalities				
	Operating Rate				Rice ISD	Weimar ISD		City of Columbus	City of Eagle Lake			
2005	\$ 0.4500	\$ 0.0220	\$ 0.4720	\$ 1.6150	\$ 1.4980	\$ 1.5700	\$ 0.2330	\$ 0.6610				
2006	0.3994	0.0195	0.4189	1.4975	1.3703	1.4574	0.2331	0.7549				
2007	0.4117	0.0183	0.4300	1.1900	1.2980	1.2200	0.2331	0.7783				
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				

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
\$ 0.2570	\$ 0.1480	\$ 0.0820	\$ 0.3000	\$ 0.3000	\$ --	\$ 7.1360
0.2535	0.1268	0.0789	0.2915	0.3000	--	6.7828
0.2535	0.1329	0.0726	0.3059	0.3000	--	6.2143
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

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

Taxpayer	2014			2005			Percentage of Total County Taxable Assessed Value	
	Taxable Assessed Value	Rank	Percentage of Total County	Taxable Assessed Value	Rank			
			Taxable Assessed Value					
Copano Field Services	\$ 144,076,150	1	7.62%	\$ 15,285,660	4	1.22%		
LCRA Transmission Svcs Corp	34,184,670	2	1.81%					
Union Pacific Railroad	33,282,280	3	1.76%	17,181,703	3	1.37%		
XTO Energy Inc	32,580,949	4	1.72%					
Exterran Energy Solutions LP	27,300,330	5	1.44%	13,114,830	7	1.05%		
Utex Industries Inc.	17,252,690	6	0.91%					
Enterprise Crude Pipeline LLC	15,955,930	7	0.84%					
Devon Energy Product Co LP	14,534,910	8	0.77%	11,392,600	9	0.91%		
Hanson Aggregates Central	11,985,620	9	0.63%					
Black Creek Drilling Inc.	11,797,700	10	0.62%					
Peoples Energy Prod TX LP				12,298,430	8	0.98%		
Dominion Exploration & Production				75,635,770	1	6.04%		
Jamex II LTD, LLP				23,250,360	2	1.86%		
Southwestern Bell Telephone Co				13,497,780	6	1.08%		
AEP Central Power & Light				14,065,060	5	1.12%		
Newfield Exploration Co.				9,589,970	10	0.77%		
All other	342,951,229		18.13%	205,312,163		16.41%		
	1,548,330,430		81.87%	1,046,140,863		83.59%		
Total	\$ 1,891,281,659		100.00%	\$ 1,251,453,026		100.00%		

Source: Colorado County Central Appraisal District

TABLE D-10

**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
2005	\$ 5,350,962	\$ 1,831,246	\$ 34.22%	\$ 3,508,270	\$ 5,339,516	99.79%
2006	5,886,284	2,662,999	45.24%	3,211,691	5,874,690	99.80%
2007	6,588,540	2,360,373	35.83%	4,213,368	6,573,741	99.78%
2008	7,571,356	2,498,221	33.00%	5,045,290	7,543,511	99.63%
2009	7,632,707	2,643,784	34.64%	4,959,366	7,603,150	99.61%
2010	7,764,704	3,015,522	38.84%	4,720,652	7,736,174	99.63%
2011	7,866,492	3,323,275	42.25%	4,506,139	7,829,414	99.53%
2012	8,273,819	3,532,658	42.70%	4,688,111	8,220,769	99.36%
2013	8,485,357	3,331,818	39.27%	5,039,140	8,370,958	98.65%
2014	9,119,183	3,469,916	38.05%	--	3,469,916	38.05%

Source: Colorado County Central Appraisal District

# COLORADO COUNTY, TEXAS

TAXABLE SALES BY CATEGORY

LAST TEN CALENDAR YEARS

(Unaudited)

Category (1)	Calendar Year					
	2005	2006	2007	2008	2009	2010
Agriculture, Forestry,						
Fishing	\$ 556,475	\$ 638,860	\$ 695,806	\$ 661,698	\$ 614,552	\$ 778,347
Mining	243,425	350,814	1,713,216	2,615,311	1,525,315	1,262,729
Construction	4,405,212	3,490,766	3,761,468	4,188,611	6,364,106	3,243,601
Manufacturing	10,861,266	3,835,222	14,332,028	14,201,785	10,059,489	11,063,355
Transportation, Utilities & Communications	107,616	182,018	516,740	830,175	492,022	1,326,496
Wholesale Trade	2,485,273	4,059,671	5,197,200	5,857,772	5,070,318	5,226,897
Retail Trade	69,622,040	71,238,848	69,936,981	69,927,001	66,816,459	65,800,088
Finance, Insurance, Real Estate	4,326,523	8,392,851	10,293,410	12,452,886	7,411,654	6,620,588
Accomodations/ Food Services	17,305,972	17,994,287	18,396,074	19,415,232	19,644,873	20,806,731
Arts/Entertainment/ Recreation	1,371,726	1,982,640	1,995,317	2,116,838	2,491,612	1,758,850
Public Administration	1,155,313	1,253,606	1,259,292	1,276,531	1,279,567	1,275,138
Services	8,028,187	8,951,296	10,073,750	11,204,077	11,363,138	11,956,298
Other	944	--	--	--	--	--
<b>Total</b>	<b>\$ 120,469,972</b>	<b>\$ 122,370,879</b>	<b>\$ 138,171,282</b>	<b>\$ 144,747,917</b>	<b>\$ 133,133,105</b>	<b>\$ 131,119,118</b>

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.

TABLE D-11

	2011	2012	2013	2014
\$	669,497	822,297	1,004,196	1,106,605
954,773	860,198	1,276,172	4,733,722	
3,831,884	6,016,120	6,095,204	5,279,829	
12,953,765	16,998,336	20,898,675	28,161,189	
541,986	1,642,214	3,007,518	4,670,811	
6,227,154	7,754,632	8,582,231	10,849,153	
72,323,172	78,404,626	80,753,584	86,445,355	
13,496,055	20,961,229	15,894,213	16,838,001	
22,563,650	24,639,821	26,048,046	27,155,365	
2,322,773	2,543,020	3,432,539	4,282,332	
1,347,588	1,580,604	1,691,554	1,867,442	
14,194,354	15,345,604	13,788,464	14,118,353	
--	--	--	--	
\$ 151,426,651	\$ 177,568,701	\$ 182,472,396	\$ 205,508,157	
0.50%	0.50%	0.50%	0.50%	

TABLE D-12

**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
2005	0.50%	1.50%	1.00%	1.50%	0.50%
2006	0.50%	1.50%	1.00%	1.50%	0.50%
2007	0.50%	1.50%	1.00%	1.50%	0.50%
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%

Sources: Texas State Comptroller

**COLORADO COUNTY, TEXAS**TAXABLE SALES - *By Category*

CURRENT YEAR AND NINE YEARS AGO

(Unaudited)

Category (1)	2014			2005		
	Taxable Sales	Percentage of Total	# Remitters	Taxable Sales	Percentage of Total	# Remitters
Agriculture, Forestry, Fishing	\$ 1,106,605	0.54%	21	\$ 224,103	0.19%	19
Mining	4,733,722	2.30%	19	243,425	0.20%	13
Construction	5,279,829	2.57%	93	4,405,212	3.67%	73
Manufacturing	28,161,189	13.70%	88	10,861,266	9.04%	58
Transportation, Utilities & Communications	4,670,811	2.27%	19	97,456	0.08%	17
Wholesale Trade	10,849,153	5.28%	45	3,666,762	3.05%	43
Retail Trade	86,445,355	42.06%	352	68,440,551	56.97%	424
Finance, Insurance, Real Estate	16,838,001	8.19%	22	4,326,523	3.60%	22
Accommodation & Food Service	27,155,365	13.21%	82	17,305,972	14.41%	82
Arts, Entertainment, Recreation	4,282,332	2.08%	19	1,371,726	1.14%	20
Public Administration	1,867,442	0.91%	7	1,155,313	0.96%	6
Services	14,118,353	6.87%	217	8,039,291	6.69%	241
	<u>\$ 205,508,157</u>	<u>100.00%</u>	<u>984</u>	<u>\$ 120,137,600</u>	<u>100.00%</u>	<u>1,018</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.

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				
2005	2,215,000	403,750	--	2,618,750	0.21%	0.43%	128
2006	2,005,000	2,953,750	--	4,958,750	0.35%	0.76%	241
2007	1,785,000	2,953,750	--	4,738,750	0.31%	0.67%	230
2008	6,555,000	2,953,750	--	9,508,750	0.57%	1.22%	457
2009	6,320,000	2,953,750	--	9,273,750	0.56%	1.19%	447
2010	6,035,000	2,953,750	--	8,988,750	0.56%	1.17%	431
2011	5,740,000	2,953,750	--	8,693,750	0.53%	1.01%	419
2012	8,185,000	--	38,035	8,223,035	0.48%	0.91%	397
2013	7,852,525	--	17,834	7,870,359	0.45%	0.79%	377
2014	7,529,714	--	--	7,529,714	0.40%	0.76%	361

## 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)*

Fiscal Year	General Obligation Bonds	Less: Amounts Restricted to Repaying Principal	Total	Percentage of Actual Taxable Value of Property	Per Capita
2005	2,215,000	(335,640)	1,879,360	0.15%	92
2006	2,005,000	(364,412)	1,640,588	0.12%	80
2007	1,785,000	(395,552)	1,389,448	0.09%	67
2008	6,555,000	(406,890)	6,148,110	0.37%	295
2009	6,320,000	(417,573)	5,902,427	0.36%	285
2010	6,035,000	(429,394)	5,605,606	0.35%	268
2011	5,740,000	(400,291)	5,339,709	0.33%	257
2012	8,185,000	(369,204)	7,815,796	0.46%	378
2013	7,852,525	(332,823)	7,519,702	0.43%	360
2014	7,529,714	(268,717)	7,260,997	0.38%	348

## 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>
<b>Cities:</b>			
Eagle Lake	\$ 1,414,800	100.00%	\$ 1,414,800
Columbus	925,338	100.00%	925,338
<b>School Districts</b>			
Columbus	12,566,951	97.80%	12,290,478
Rice Consolidated	13,456,351	100.00%	13,456,351
Weimar	8,146,206	95.58%	7,786,144
<b>Special Districts</b>			
Glidden Fresh Water Supply District #1	545,650	100.00%	545,650
Colorado County Water Control & Improvement District #2	18,597	100.00%	18,597
<b>Subtotal, Overlapping Debt</b>			<b>36,437,358</b>
<b>County Direct Debt (net of unamortized premium/discount)</b>			<b>7,529,714</b>
<b>Total Direct and Overlapping Debt</b>			<b>\$ 43,967,072</b>

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				
	2005	2006	2007	2008	2009
Assessed Value of Property	\$ 1,251,453,026	\$ 1,405,174,578	\$ 1,532,218,290	\$ 1,659,490,327	\$ 1,642,792,091
Debt Limit, 10% of total assessed value	125,145,303	140,517,458	153,221,829	165,949,033	164,279,209
Amount of Debt Applicable to limit					
General obligation bonds (net of prem/disc)	2,215,000	2,005,000	1,785,000	6,555,000	6,320,000
Less resources restricted to repaying principal	335,640	364,412	395,552	406,890	417,573
Total net debt applicable to limit	<u>1,879,360</u>	<u>1,640,588</u>	<u>1,389,448</u>	<u>6,148,110</u>	<u>5,902,427</u>
Legal Debt Margin	<u>\$ 123,265,943</u>	<u>\$ 138,876,870</u>	<u>\$ 151,832,381</u>	<u>\$ 159,800,923</u>	<u>\$ 158,376,782</u>
Total Net Debt Applicable to the Limit					
As a Percentage of Debt Limit	1.5%	1.2%	0.9%	3.7%	3.6%

TABLE D-17

2010	2011	2012	2013	2014
\$ 1,610,732,004	\$ 1,631,847,545	\$ 1,716,225,401	\$ 1,759,081,087	\$ 1,891,281,659
161,073,200	163,184,755	171,622,540	175,908,109	189,128,166
6,035,000	5,740,000	8,160,932	7,852,525	7,529,714
429,394	400,291	369,204	332,823	(268,717)
<u>5,605,606</u>	<u>5,339,709</u>	<u>7,791,728</u>	<u>7,519,702</u>	<u>7,798,431</u>
<u>\$ 155,467,594</u>	<u>\$ 157,845,046</u>	<u>\$ 163,830,812</u>	<u>\$ 168,388,407</u>	<u>\$ 181,329,735</u>
3.5%	3.3%	4.5%	4.3%	4.1%
<b>Legal Debt Margin Calculation for the Current Fiscal Year</b>				
Assessed Value			\$ 1,891,281,659	
Debt Limit (10% of Assessed Value)			<u>189,128,166</u>	
Debt Applicable to Limit:				
General Obligation Bonds (net of prem/disc)			7,529,714	
Less: Amount Set Aside for Repayment of				
General Obligation Debt			(268,717)	
Total Net Debt Applicable to Limit			<u>7,798,431</u>	
Legal Debt Margin			<u>\$ 181,329,735</u>	

TABLE D-18

**COLORADO COUNTY, TEXAS**

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN CALENDAR YEARS

(Unaudited)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Population (1)	20,493	20,608	20,648	20,818	20,734	20,878	20,742	20,696	20,874	20,874
Personal Income (000's), (1)	\$ 605,158	\$ 650,471	\$ 709,858	\$ 776,386	\$ 780,656	\$ 769,438	\$ 858,449	\$ 907,809	\$ 990,993	\$ 913,521
Per Capita Personal Income (1)	\$ 29,530	\$ 31,564	\$ 34,379	\$ 37,294	\$ 37,651	\$ 36,854	\$ 41,387	\$ 43,864	\$ 47,475	\$ 44,021
Median Age (2)	39.3	39.3	39.3	39.3	39.3	42.0	44.0	43.7	43.7	43.7
Education Level in Years of Schooling										
Less than high school graduate	30.9%	30.9%	30.9%	30.9%	32.4%	30.9%	30.9%	30.9%	30.9%	30.9%
High school graduate	33.3%	33.3%	33.3%	33.3%	40.0%	33.3%	33.3%	33.3%	33.3%	33.3%
Some college - no degree	16.9%	16.9%	16.9%	16.9%	17.0%	16.9%	16.9%	16.9%	16.9%	16.9%
Associate's degree	4.4%	4.4%	4.4%	4.4%	6.0%	4.4%	4.4%	4.4%	4.4%	4.4%
Bachelor's degree	10.0%	10.0%	10.0%	10.0%	12.0%	10.0%	10.0%	10.0%	10.0%	9.5%
Graduate or professional degree	4.4%	4.4%	4.4%	4.4%	5.0%	4.4%	4.4%	4.4%	4.4%	4.4%
School Enrollment (3)	3,526	3,462	3,345	3,400	3,391	3,454	3,427	3,305	3,522	3,488
Unemployment (4)	4.0%	4.1%	3.4%	3.7%	6.4%	7.7%	7.0%	5.7%	5.2%	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	2014			2005			Percent of Total County Employment
	Employees	Rank	Percentage of Total County Employment	Employees	Rank		
Utex Industries	280	1	3.96%	255	1		3.87%
Columbus ISD	232	2	3.28%	225	2		3.42%
Exterran	205	3	2.90%	206	3		3.13%
Rice Consolidated ISD	200	4	2.83%	196	4		2.98%
Columbus Community Hospital	190	5	2.68%	180	5		2.73%
County of Colorado	142	6	2.01%	130	7		1.97%
River Oaks Convalescent	115	7	1.62%	117	9		1.78%
Weimar ISD	110	8	1.55%	105	10		1.59%
Drymalla Construction	100	9	1.41%	118	8		1.79%
Diversitech	85	10	1.20%				
Colorado-Fayette Medical Center				156	6		2.37%
<b>Total</b>	<b>1,659</b>		<b>23.44%</b>	<b>1,688</b>			<b>25.63%</b>

Source: The Texas Workforce Development Board

TABLE D-20

**COLORADO COUNTY, TEXAS***FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**LAST TEN FISCAL YEARS*

(Unaudited)

<u>Function/Program</u>	Full-Time-Equivalent Employees as of Year End									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
General administration	9	9	9	9	9	9	9	9	9	9
Financial administration	6	6	6	6	6	6	6	6	6	6
Judicial	16	16	17	17	17	17	16	16	16	16
Public Safety	67	64	69	67	66	65	65	65	65	66
Public Facilities	4	4	4	4	4	4	4	4	4	4
Public Transportation	31	29	29	29	30	30	30	30	30	30
Conservation	2	2	2	2	2	2	2	2	2	2
Health and welfare	--	1	1	1	1	1	1	1	1	1
Total	135	131	137	135	135	134	133	133	133	134

Source: The Workforce Development Board

TABLE D-21

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

<u>Function/Program</u>	<u>Fiscal Year</u>									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
Marriage license issued	132	142	160	143	137	136	136	133	144	144
Birth certificates	263	278	312	200	318	169	200	200	278	279
Death certificates	206	200	225	200	188	187	200	200	200	200
Judicial										
County Court										
Probate cases filed	82	107	91	106	107	115	102	112	110	118
Mental Health cases filed	--	--	7	--	5	5	5	6	1	5
Civil cases filed	91	153	87	71	63	66	67	66	60	70
Criminal cases filed	660	818	651	675	557	506	446	442	431	354
District Court										
Civil cases filed	362	364	271	289	520	398	431	344	292	285
Criminal cases filed	230	247	225	272	252	191	180	232	165	175
Justice Court										
Cases filed	9,459	9,543	9,224	10,086	9,792	9,003	7,573	6,450	4,348	5,655
Public Safety										
Jail bookings	2,073	1,749	1,673	1,785	1,703	1,541	1,250	1,498	1,488	1,181
Jail average daily occupancy	61	79	56	67	70	62	55	51	53	48
Emergency responses	1,106	1,036	1,109	1,113	1,146	1,133	1,329	1,393	1,459	1,389
Emergency transfers	237	353	379	380	294	336	379	309	297	345
Health & Welfare										
Septic permits issued	156	144	128	124	95	98	105	104	88	117
Building permits issued	--	--	--	--	--	--	148	171	206	273
Indigent health care active cases	27	26	27	26	30	30	24	13	18	21

Source: County records

TABLE D-22

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

<u>Function/Program</u>	<u>Fiscal Year</u>									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Public Safety										
Stations	1	1	1	1	1	1	1	1	1	1
Jails	1	1	1	1	1	1	1	1	1	1
Patrol Units	17	17	18	18	23	24	24	24	24	26
EMS Stations	3	3	3	3	3	3	3	3	3	3
Ambulance Units	8	9	10	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
Public Transportation										
Asphalt Roads (miles)	421.3	426.0	428.3	435.5	438.3	440.4	441.1	441.6	442.3	444.3
Gravel Roads (miles)	315.6	311.1	311.1	303.8	301.0	299.5	298.9	298.9	298.2	296.2
Dirt Roads (miles)	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Bridges	87	87	87	86	87	88	88	88	88	88

Sources: County records.