



April 26, 2018

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Potter County, Texas (the County) for the year ended September 30, 2017, and have issued our report dated April 26, 2018. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated September 15, 2017. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2017. We noted no transactions entered into by the County during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the County's financial statements were:

Management's estimate of its net pension liability is based on reports received from the Texas County & District Retirement System (TCDRS). The net pension liability reported by TCDRS is based on actuarial valuations that utilize various assumptions including the remaining amortization period, discount rate, expected rates of investment return, salary increases, payroll growth rates and mortality rates. The financial statements of the TCDRS plan were audited by KPMG, LLP. These financial statements received an unmodified opinion. We evaluated the audited financial statements, census data submitted by the District to TCDRS and the District's controls over the census submission process that were used to develop the estimate of its net pension liability to determine that the estimate is reasonable in relation to the financial statements taken as a whole.

Management's estimate of its other postretirement employee benefits (OPEB) is based on reports received from Milliman, an independent actuary. The OPEB reported by Milliman is based on actuarial valuations that utilize various assumptions including the remaining amortization period, discount rate, inflation rate and healthcare cost trends. We evaluated the key assumptions used to develop the estimate of the other post retirement employee benefits to determine that the estimate is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the allowance for uncollectible taxes and fines receivable is based on knowledge and experience about past and current events and assumptions about future events. We evaluated the key factors and assumptions used to develop the allowance for uncollectible taxes and fines receivable in determining that they are reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

The disclosure of the defined benefit pension plan in Note 9 to the financial statements is a sensitive disclosure. The disclosure is based on various reports provided by TCDRS. The reports are based on the audited financial statements of the pension plan and actuarial reports provided by a third party.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. See Appendix A for a summary of material audit adjustments detected as a result of audit procedures.

In addition, there were no unrecorded misstatements detected as a result of audit procedures that were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 26, 2018.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We have reported a material weakness in internal control over financial reporting. Refer to the Government Auditing Standards report for more information regarding this material weakness.

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to management's discussion and analysis, budgetary comparison schedules, schedule of changes in net pension liability and related ratios and schedule of employer contributions, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual nonmajor fund financial statements, including the budgetary comparison schedules for nonmajor funds, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the introductory section and statistical section, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the Commissioners' Court and management of Potter County, Texas and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Abilene, Texas

Potter County, Texas
Appendix A
Journal Entries

We adjusted the Government-wide Financial Statements for routine entries related to fixed assets and related long term debt and the net pension liability that are normally adjusted after the preparation of the fund financial statements. Additionally, we made various reclassifications and adjustments that were considered immaterial.

The following are the adjusting journal entries from the audit of the financial statements of Potter County, Texas as of September 30, 2017 and for the year then ended:

Adjusting Journal Entries JE # 1

To reverse 2006 transfers to roll net assets

110.0000.32200	TRANSFER FROM COURT HOUSE SECURITY	\$	70,000.00	\$	
110.0000.44100	UNRESTRICTED FUND BALANCE		3,897,000.00		
215.0000.32000	TRANSFER FROM GENERAL FUND		65,000.00		
220.0000.44100	UNRESTRICTED FUND BALANCE		95,000.00		
236.0000.32000	TRANSFER FROM GENERAL FUND		400,000.00		
400.0000.32000	TRANSFER FROM GENERAL FUND		502,000.00		
400.0000.32200	TRANSFER FROM COURT HOUSE SECURITY		25,000.00		
410.0000.32000	TRANSFER FROM GENERAL FUND		3,000,000.00		
110.0000.35200	TRANSFER TO LAW LIBRARY				65,000.00
110.0000.35600	TRANSFER TO ELECTION FUND				400,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS				502,000.00
110.0000.35650	TRANSFER TO COURTHOUSE PRES				3,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE				65,000.00
220.0000.35100	TRANSFER TO GENERAL FUND				70,000.00
220.0000.35620	TRANSFER TO CAPITAL PROJECTS				25,000.00
236.0000.44100	UNRESTRICTED FUND BALANCE				400,000.00
400.0000.44100	UNRESTRICTED FUND BALANCE				527,000.00
410.0000.44100	UNRESTRICTED FUND BALANCE				3,000,000.00
Total			8,054,000.00		8,054,000.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 2

To reverse 2007 transfers to roll net assets

110.0000.32200	TRANSFER FROM COURT HOUSE SECURITY	35,000.00	
110.0000.33280	TRANSFER FROM I&S WALNUT HILLS	2,046.00	
110.0000.44100	UNRESTRICTED FUND BALANCE	2,117,954.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	55,000.00	
220.0000.44100	UNRESTRICTED FUND BALANCE	35,000.00	
320.0000.44100	UNRESTRICTED FUND BALANCE	2,046.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	100,000.00	
410.0000.32000	TRANSFER FROM GENERAL FUND	2,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		55,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		100,000.00
110.0000.35650	TRANSFER TO COURTHOUSE PRES		2,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		55,000.00
220.0000.35100	TRANSFER TO GENERAL FUND		35,000.00
320.0000.35100	TRANSFER TO GENERAL FUND		2,046.00
400.0000.44100	UNRESTRICTED FUND BALANCE		100,000.00
410.0000.44100	UNRESTRICTED FUND BALANCE		2,000,000.00
Total		4,347,046.00	4,347,046.00

Adjusting Journal Entries JE # 3

To reverse 2008 transfers to roll net assets

110.0000.44100	UNRESTRICTED FUND BALANCE	3,145,000.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	80,000.00	
220.0000.35100	TRANSFER TO GENERAL FUND	65,000.00	
340.0000.33300	TRANSFER FROM 1998 REFUND I&S	449,748.00	
340.0000.33310	TRANSFER FROM 1998 CO I&S	119,189.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	1,000,000.00	
410.0000.32000	TRANSFER FROM GENERAL FUND	2,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		80,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		65,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		1,000,000.00
110.0000.35650	TRANSFER TO COURTHOUSE PRES		2,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		80,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		65,000.00
340.0000.44100	UNRESTRICTED FUND BALANCE		568,937.00
400.0000.44100	UNRESTRICTED FUND BALANCE		1,000,000.00
410.0000.44100	UNRESTRICTED FUND BALANCE		2,000,000.00
Total		6,858,937.00	6,858,937.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 4

To reverse 2009 transfers to roll net assets

110.0000.33280	TRANSFER FROM I&S WALNUT HILLS	6,221.00	
110.0000.33400	TRANSFER FROM CAPITAL PROJECTS	5,630.00	
110.0000.44100	UNRESTRICTED FUND BALANCE	2,239,411.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	80,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	65,000.00	
220.0000.44100	UNRESTRICTED FUND BALANCE	65,000.00	
273.0000.32000	TRANSFER FROM GENERAL FUND	9,411.00	
300.0000.44100	UNRESTRICTED FUND BALANCE	449,748.00	
310.0000.44100	UNRESTRICTED FUND BALANCE	119,189.00	
320.0000.44100	UNRESTRICTED FUND BALANCE	6,221.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	100,000.00	
400.0000.44100	UNRESTRICTED FUND BALANCE	5,630.00	
410.0000.32000	TRANSFER FROM GENERAL FUND	2,050,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		80,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		100,000.00
110.0000.35650	TRANSFER TO COURTHOUSE PRES		2,050,000.00
110.0000.35730	TRANSFER TO SO FORFEITURE FUND		9,411.00
110.0000.44100	UNRESTRICTED FUND BALANCE		5,630.00
110.0000.44100	UNRESTRICTED FUND BALANCE		6,221.00
215.0000.44100	UNRESTRICTED FUND BALANCE		80,000.00
220.0000.35100	TRANSFER TO GENERAL FUND		65,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		65,000.00
273.0000.44100	UNRESTRICTED FUND BALANCE		9,411.00
300.0000.35340	TRANSFER TO 2008 REFUND I&S		449,748.00
310.0000.35340	TRANSFER TO 2008 REFUND I&S		119,189.00
320.0000.35100	TRANSFER TO GENERAL FUND		6,221.00
400.0000.35100	TRANSFER TO GENERAL FUND		5,630.00
400.0000.44100	UNRESTRICTED FUND BALANCE		100,000.00
410.0000.44100	UNRESTRICTED FUND BALANCE		2,050,000.00
Total		5,201,461.00	5,201,461.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 5

To reverse 2010 transfers to roll net assets

110.0000.32273	TRANSFER FROM SO FORFEITURE FUND	9,411.00	
110.0000.32310	TRANSFER FROM PROBATE CONT ED	14,889.00	
110.0000.44100	UNRESTRICTED FUND BALANCE	3,255,724.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	100,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	155,000.00	
230.0000.44100	UNRESTRICTED FUND BALANCE	14,889.00	
262.0000.44100	UNRESTRICTED FUND BALANCE	5,267.00	
266.0000.32262	TRANSFER FROM DA FORFEITURE FUND	5,267.00	
273.0000.32000	TRANSFER FROM GENERAL FUND	724.00	
273.0000.44100	UNRESTRICTED FUND BALANCE	9,411.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	1,000,000.00	
410.0000.32000	TRANSFER FROM GENERAL FUND	2,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		100,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		155,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		1,000,000.00
110.0000.35650	TRANSFER TO COURTHOUSE PRES		2,000,000.00
110.0000.35730	TRANSFER TO SO FORFEITURE FUND		724.00
110.0000.44100	UNRESTRICTED FUND BALANCE		9,411.00
110.0000.44100	UNRESTRICTED FUND BALANCE		14,889.00
215.0000.44100	UNRESTRICTED FUND BALANCE		100,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		155,000.00
230.0000.35100	TRANSFER TO GENERAL FUND		14,889.00
262.0000.35266	TRANSFER TO DA FEDERAL FORFEITURE		5,267.00
266.0000.44100	UNRESTRICTED FUND BALANCE		5,267.00
273.0000.35100	TRANSFER TO GENERAL FUND		9,411.00
273.0000.44100	UNRESTRICTED FUND BALANCE		724.00
400.0000.44100	UNRESTRICTED FUND BALANCE		1,000,000.00
410.0000.44100	UNRESTRICTED FUND BALANCE		2,000,000.00
600.0000.35201	TRANSFER TO UNCLAIMED FUND		
600.0000.44100	UNRESTRICTED FUND BALANCE		
Total		6,570,582.00	6,570,582.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 6

To reverse 2011 transfers to roll net assets

110.0000.44100	UNRESTRICTED FUND BALANCE	3,785,747.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	50,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	250,000.00	
256.0000.32000	TRANSFER FROM GENERAL FUND	485,747.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	2,000,000.00	
410.0000.32000	TRANSFER FROM GENERAL FUND	1,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		50,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		250,000.00
110.0000.35256	TRANSFER TO CA FORFEITURE FUND		485,747.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		2,000,000.00
110.0000.35650	TRANSFER TO COURTHOUSE PRES		1,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		50,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		250,000.00
256.0000.44100	UNRESTRICTED FUND BALANCE		485,747.00
400.0000.44100	UNRESTRICTED FUND BALANCE		2,000,000.00
410.0000.44100	UNRESTRICTED FUND BALANCE		1,000,000.00
Total		<u>7,571,494.00</u>	<u>7,571,494.00</u>

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 7

To reverse 2012 transfers to roll net assets

110.0000.32255	TRANSFER FROM CA CHECK FUND	15,000.00	
110.0000.32256	TRANSFER FROM CA FORFEITURE	15,000.00	
110.0000.44100	UNRESTRICTED FUND BALANCE	2,275,000.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	55,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	250,000.00	
255.0000.44100	UNRESTRICTED FUND BALANCE	15,000.00	
256.0000.44100	UNRESTRICTED FUND BALANCE	15,000.00	
260.0000.33750	TRANSFER FROM DA RESTITUTION	9,030.00	
330.0000.33340	TRANSFER FROM 2008 I&S	500,000.00	
330.0000.44100	UNRESTRICTED FUND BALANCE	792,172.00	
340.0000.44100	UNRESTRICTED FUND BALANCE	500,000.00	
345.0000.33330	TRANSFER FROM 2003 I&S	792,173.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	2,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		55,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		250,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		2,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		55,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		250,000.00
255.0000.35100	TRANSFER TO GENERAL FUND		15,000.00
256.0000.35100	TRANSFER TO GENERAL FUND		15,000.00
260.0000.44100	UNRESTRICTED FUND BALANCE		9,030.00
330.0000.35350	TRANSFER TO 2012 REFUND I&S		792,172.00
330.0000.44100	UNRESTRICTED FUND BALANCE		500,000.00
340.0000.35320	TRANSFER TO 2003 REFUND I&S		500,000.00
345.0000.44100	UNRESTRICTED FUND BALANCE		792,173.00
400.0000.44100	UNRESTRICTED FUND BALANCE		2,000,000.00
Total		<u>7,233,375.00</u>	<u>7,233,375.00</u>

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 8

To reverse 2013 transfers to roll net assets

110.0000.32263	TRANSFER FROM DA WELFARE	86,304.00	
110.0000.44100	UNRESTRICTED FUND BALANCE	2,283,696.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	50,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	320,000.00	
263.0000.44100	UNRESTRICTED FUND BALANCE	86,304.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	2,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		50,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		320,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		2,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		50,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		320,000.00
263.0000.35100	TRANSFER TO GENERAL FUND		86,304.00
400.0000.44100	UNRESTRICTED FUND BALANCE		2,000,000.00
Total		4,826,304.00	4,826,304.00

Adjusting Journal Entries JE # 9

To reverse 2014 transfers to roll net assets

110.0000.44100	UNRESTRICTED FUND BALANCE	3,329,331.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	75,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	375,000.00	
236.0000.32000	TRANSFER FROM GENERAL FUND	179,331.00	
237.0000.32360	TRANSFER FROM ELECTION FUND	35,885.00	
340.0000.44100	UNRESTRICTED FUND BALANCE	1,211,082.00	
345.0000.33340	TRANSFER FROM 2008 I&S	1,211,082.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	2,700,000.00	
400.0000.33410	TRANSFER FROM COURT HOUSE PRESERVATION	674,258.00	
410.0000.44100	UNRESTRICTED FUND BALANCE	674,258.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		75,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		375,000.00
110.0000.35600	TRANSFER TO ELECTION FUND		179,331.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		2,700,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		75,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		375,000.00
236.0000.35237	TRANSFER TO VOTER REGISTRATION FUND		35,885.00
236.0000.44100	UNRESTRICTED FUND BALANCE		143,446.00
237.0000.44100	UNRESTRICTED FUND BALANCE		35,885.00
340.0000.35350	TRANSFER TO 2012 REFUND I&S		1,211,082.00
345.0000.44100	UNRESTRICTED FUND BALANCE		1,211,082.00
400.0000.44100	UNRESTRICTED FUND BALANCE		3,374,258.00
410.0000.35620	TRANSFER TO CAPITAL PROJECTS		674,258.00
Total		10,465,227.00	10,465,227.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 10

To reverse 2015 transfers to roll net assets

110.0000.44100	UNRESTRICTED FUND BALANCE	3,600,000.00	
215.0000.32000	TRANSFER FROM GENERAL FUND	85,000.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	425,000.00	
260.0000.44100	UNRESTRICTED FUND BALANCE	562.00	
268.0000.32000	TRANSFER FROM GENERAL FUND	90,000.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	3,000,000.00	
110.0000.35200	TRANSFER TO LAW LIBRARY		85,000.00
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		425,000.00
110.0000.35268	TRANSFER TO AUTO THEFT UNIT		90,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		3,000,000.00
215.0000.44100	UNRESTRICTED FUND BALANCE		85,000.00
220.0000.44100	UNRESTRICTED FUND BALANCE		425,000.00
260.0000.33750	TRANSFER FROM DA RESTITUTION		562.00
268.0000.44100	UNRESTRICTED FUND BALANCE		90,000.00
400.0000.44100	UNRESTRICTED FUND BALANCE		3,000,000.00
Total		7,200,562.00	7,200,562.00

Adjusting Journal Entries JE # 11

To reverse 2016 transfers to roll net assets

110.0000.33400	TRANSFER FROM CAPITAL PROJECTS	36,502.00	
110.0000.44100	UNRESTRICTED FUND BALANCE	2,420,998.00	
220.0000.32000	TRANSFER FROM GENERAL FUND	450,000.00	
400.0000.32000	TRANSFER FROM GENERAL FUND	2,007,500.00	
110.0000.35220	TRANSFER TO COURT HOUSE SECURITY		450,000.00
110.0000.35620	TRANSFER TO CAPITAL PROJECTS		2,007,500.00
220.0000.44100	UNRESTRICTED FUND BALANCE		450,000.00
256.0000.32000	TRANSFER FROM GENERAL FUND		
400.0000.35100	TRANSFER TO GENERAL FUND		36,502.00
400.0000.44100	UNRESTRICTED FUND BALANCE		1,970,998.00
400.0000.44100	UNRESTRICTED FUND BALANCE		
Total		4,915,000.00	4,915,000.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 12

To record receivables adjustment based on tax confirmation

110.0000.12400	DELINQUENT TAXES RECEIVABLE	28,120.00	
110.1300.51110	CURRENT PROPERTY TAX	37,430.00	
345.0000.12410	RES DELINQUENT TAXES REC	4,773.00	
345.0000.23000	UNEARNED REVENUE	2,428.00	
345.1150.51110	CURRENT PROPERTY TAX	2,404.00	
350.0000.12400	DELINQUENT TAXES RECEIVABLE	38,917.00	
110.0000.12410	RES DELINQUENT TAXES REC		23,358.00
110.0000.23000	UNEARNED REVENUE		42,192.00
345.0000.12400	DELINQUENT TAXES RECEIVABLE		9,605.00
350.0000.12410	RES DELINQUENT TAXES RECEIVABLE		20,967.00
350.0000.23000	Deferred Tax Revenue		15,917.00
350.1150.51110	CURRENT PROPERTY TAX		2,033.00
Total		114,072.00	114,072.00

Adjusting Journal Entries JE # 13

To remove reverse overdraft cash balance and reclass to AP.

268.0000.10100	CASH	101,183.00	
279.0000.10100	CASH	24,073.00	
268.0000.21000	ACCOUNTS PAYABLE		101,183.00
279.0000.21000	ACCOUNTS PAYABLE		24,073.00
Total		125,256.00	125,256.00

Adjusting Journal Entries JE # 14

To adjust IBNR

600.1150.79600	CLAIMS	85,228.00	
600.0000.22300	ACCOUNTS PAYABLE-CLAIMS		85,228.00
Total		85,228.00	85,228.00

Adjusting Journal Entries JE # 15

To adjust County Clerk Registry Investments

717.0000.22010	REGISTRY PAYABLE	17,861.00	
717.0000.10110	TIME DEPOSITS		17,861.00
Total		17,861.00	17,861.00

Potter County, Texas
Journal Entries

Adjusting Journal Entries JE # 19

To balance transfers

750.2270.78490	RESTITUTION	8,469.00	
750.0000.35260	TRANSFER TO DA CHECK		8,469.00
Total		8,469.00	8,469.00

Adjusting Journal Entries JE # 20

To adjust the time deposit and registry payable based on returned confirmations

716.0000.10110	TIME DEPOSITS	5,701.00	
716.0000.22010	REGISTRY PAYABLE		5,701.00
Total		5,701.00	5,701.00

Adjusting Journal Entries JE # 21

To adjust fines and fees receivable

110.0000.12170	ALLOWANCE FOR DOUBTFUL ACCOUNT	2,313,935.00	
110.0000.23051	UNEARNED REVENUE-FINES	69,630.00	
110.0000.12160	ACCOUNTS RECEIVABLE - DEPTS		2,383,565.00
Total		2,383,565.00	2,383,565.00

Adjusting Journal Entries JE # 25

To eliminate prior year bond proceeds

420.0000.39990	OTHER FINANCING SOURCES	21,875,189.00	
420.0000.39980	OTHER FINANCING USES		21,500,000.00
420.0000.44100	UNRESTRICTED FUND BALANCE		375,189.00
Total		21,875,189.00	21,875,189.00