

**POTTER COUNTY, TEXAS**

**Comprehensive Annual  
Financial Report**

**For the Year Ended  
September 30, 2020**

POTTER COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR YEAR ENDED SEPTEMBER 30, 2020

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## **INTRODUCTORY SECTION**

**County of Potter**  
**State of Texas**  
**900 S. Polk, Suite 716**  
**Amarillo, Texas 79101-3412**



**Kerry Hood**  
**County Auditor**  
**aukeh@co.potter.tx.us**

**806-349-4800**  
**Fax: 806-349-4808**

March 15, 2021

Honorable District Judges of Potter County  
Honorable Members of the Potter County Commissioners' Court  
Citizens of Potter County and the Financial Community:

The Comprehensive Annual Financial Report of Potter County, Texas (the County) for the year ended September 30, 2020 is submitted herewith. This report is submitted in accordance with Section 114.025 of the Local Government Code.

This report consists of management's representations concerning the finances of Potter County, Texas. Management assumes full responsibility for both the accuracy of the data and the completeness and fairness of this report, including all disclosures. To provide a reasonable basis of making these representations, Potter County management has established a comprehensive internal control framework designed both to protect governmental assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements. The internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the reliability of financial reporting, the effectiveness and efficiency of operations, and compliance with existing law and regulations. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

These financial statements and supplemental financial information have been audited by Doshier, Pickens & Francis, LLC, a firm of licensed certified public accountants engaged by the Potter County Commissioners' Court. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2020, are free of material misstatement. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended September 30, 2020 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Potter County was part of the broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Other Supplemental Information sections of the financial report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to compliment MD&A and should be read in conjunction with it. Potter County's MD&A can be found immediately following the report of the independent auditors.

***Profile of Potter County***

Potter County, created in 1876 from Bexar District, was organized in 1887 and named for a Republic of Texas leader, Robert Potter. The County consists of approximately 591,577 acres of mostly level plain, broken by the Canadian River

and its tributaries. Potter County is located in the Texas Panhandle with the City of Amarillo as the county seat. Due to its strategic location, the County, along with Randall County to the south, has become a trade center for a five-state area. The County is traversed from east and west by Interstate Highway 40 and from north and south by U.S. 287/87 along with State Highway 136. Railroads and an international airport serve the County along with bus lines and other motor-freight carriers.

Potter County, operating as specified under the Constitution and statutes, is governed by a Commissioners' Court, which consists of the County Judge and four Commissioners, one from each of the four geographical precincts and elected for staggered four year terms. Commissioners' Court duties include setting the County Ad Valorem tax rate, approval of the budget, calling certain elections, approval and awarding contracts, issuance of bonds, and appointing or participating in the appointment of certain county officials and boards.

The County, as a political subdivision of the State of Texas provides services allowed, or implied, by the State Constitution or statutes. The County serves an estimated 2020 population of 116,874 and provides a full range of county services normally associated with a Texas county, including administration of general government, adult and juvenile justice programs, assistance to indigents, courts, elections, fire protection, jails, law enforcement, law library, and recording offices, as well as the construction and maintenance of roads, bridges and other infrastructure.

The annual budget serves as the foundation of Potter County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Judge, who serves as the Budget Officer. The County Judge uses these requests as the starting point for developing a proposed budget, with revenue estimates provided by the County Auditor. The appropriated budget is adopted by fund, then by department, then by the categories of salaries and benefits, travel, contract services, general operations, prisoner care, equipment/vehicle maintenance, building repairs/maintenance, special expense, juvenile services and other. The County's budgetary system is fully integrated with the accounting and financial system to allow for the matching of budget appropriations with actual expenditures, obligations, and encumbrances on a daily basis. 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***

Although Potter County's economy has greatly diversified, historically, major industries in the Amarillo area include grains, cattle, beef processing, natural gas, oil, helium and other petroleum by-products, refining operations and nuclear weapons processing. A significant portion of its economy is still based upon this important economic activity. In addition to these industries, today, our economy also includes food processing, defense industry, manufacturing, distribution, traffic and transportation, general retail, banking, criminal justice, medical facilities and higher education.

### ***Long-term Financial Planning and Relevant Financial Policies***

The County has an important responsibility to the citizen of Potter County to carefully account for public funds and to plan for adequate funding of services. To meet this responsibility, policies and procedures are in place to achieve responsible stewardship and full disclosure, such as compliance with Local Government Code 111.003 to maintain a balanced budget; a fund balance policy requiring 90 days of operating expense held in reserve; a system of budgetary control using monitoring and encumbrance accounting to ensure budget compliance; a purchasing policy to ensure cost-effective purchasing; and an investment policy that ensures the safety of the County's funds.

### ***Major Initiatives***

The County has contracted with architects Hellmuth, Obata & Kassabaum, Inc. and general contractors Adolfson and Peterson Construction to build a new District Courts Building that will house our District Offices along with the Child Protection Services Court and Commissioners' Court. A records center is also included in the structure. Project completion is estimated for early 2023. A Fire Station in the Bushland community was completed in October, 2020. This station houses 4 fire apparatus and serves an area of approximately 10,000 residents. Public Indigent Defense is an ongoing area of concern for the County. A team has been assembled to study the specific needs in Potter County and to recommend options to meet the identified needs, including possible funding through grants.

### *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 Potter County for its comprehensive annual financial report for the fiscal year ended September 30, 2019. This was the twenty-seventh consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. 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 preparation of this report would not be possible without the efficient and dedicated services of the entire staff of the County Auditor's Office and the professional services provided by our independent auditors, Doshier, Pickens & Francis, LLC. I sincerely appreciate the loyalty and dedication of my staff for their extra efforts to produce timely and accurate records for Potter County. Credit also must be given to the District Judges, the Commissioners' Court and all the elected officials and department heads for their interest and support in planning and conducting the financial operations of Potter County in a responsible manner.

This financial report is designed to provide an overview of the County's finances for individuals who are interested in this information. Questions concerning any of the data provided in this report or requests for additional financial information should be addressed to the Potter County Auditor, 900 S. Polk, Suite 716, Amarillo, Texas 79101 or emailed to [auditor@co.potter.tx.us](mailto:auditor@co.potter.tx.us).

Respectfully submitted,



Kerry Hood  
Potter County Auditor



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Potter County  
Texas**

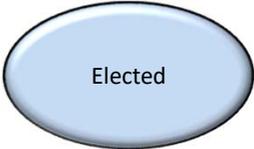
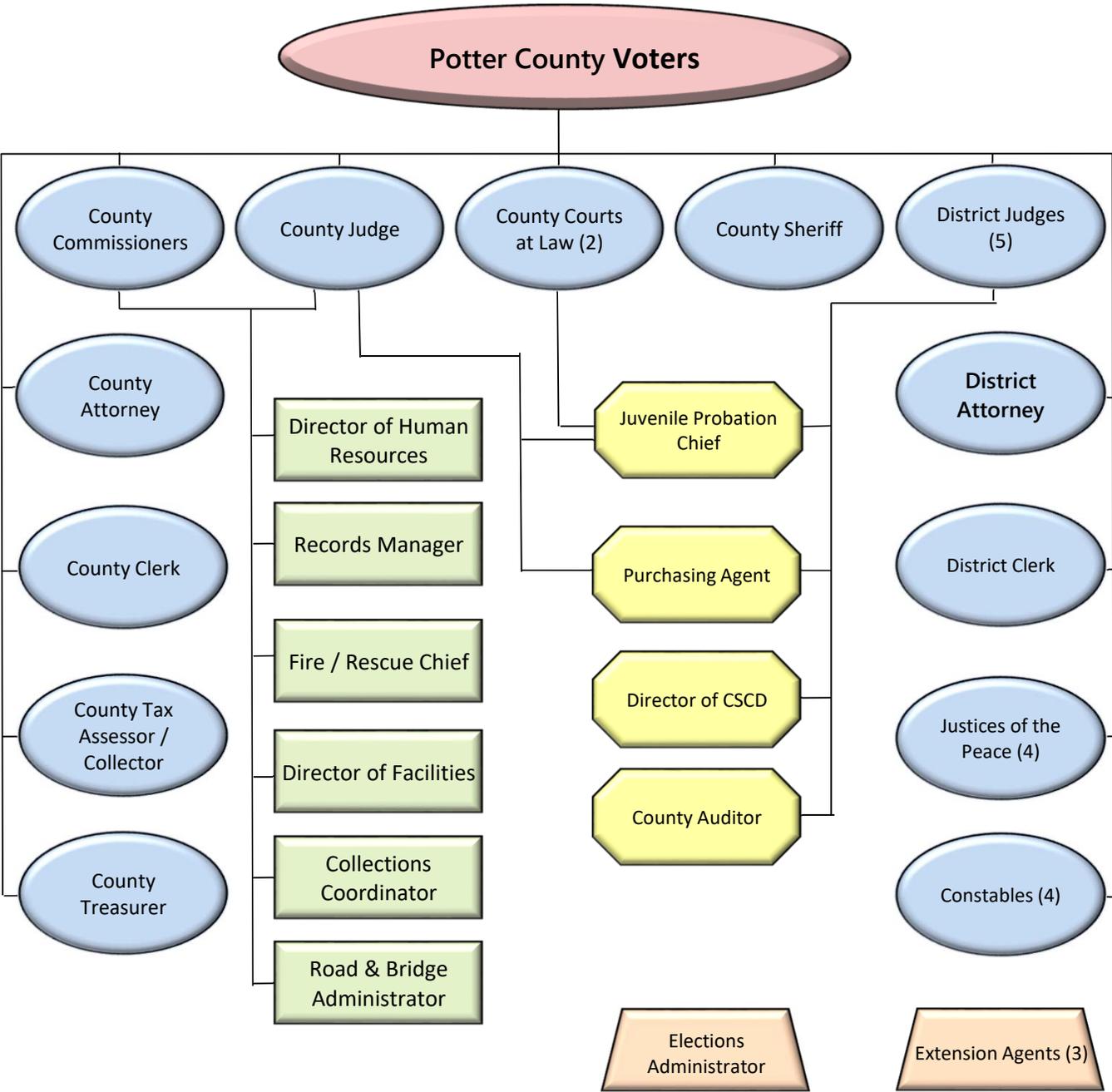
For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

September 30, 2019

*Christopher P. Morill*

Executive Director/CEO

# Potter County, Texas Organization Chart



**POTTER COUNTY, TEXAS  
PRINCIPAL COUNTY OFFICIALS  
SEPTEMBER 30, 2020**

Nancy Tanner	County Judge
H.R. Kelly	Commissioner, Precinct #1
Mercy Murguia	Commissioner, Precinct #2
Leon Church	Commissioner, Precinct #3
Alphonso Vaughn	Commissioner, Precinct #4
Dan Schaap	Judge, 47 <sup>th</sup> District Court
Douglas Woodburn	Judge, 108 <sup>th</sup> District Court
John Board	Judge, 181 <sup>st</sup> District Court
Ana Estevez	Judge, 251 <sup>st</sup> District Court
Pamela C. Sirmon	Judge, 320 <sup>th</sup> District Court
Walt Weaver	Judge, County Court-at-Law #1
Matt Hand	Judge, County Court-at-Law #2
Randall Sims	District Attorney
Carley Snider	District Clerk
Scott Brumley	County Attorney
Julie Smith	County Clerk
Sherri Aylor	County Tax Assessor/Collector
Leann Jennings	County Treasurer
Brian Thomas	County Sheriff
Debbie Horn	Justice of the Peace, Precinct #1
Robert Taylor	Justice of the Peace, Precinct #2
Gary Jackson	Justice of the Peace, Precinct #3
Thomas Jones	Justice of the Peace, Precinct #4
Darryl Wertz	Constable, Precinct #1
Georgia Estrada	Constable, Precinct #2
Mike Duval	Constable, Precinct #3
Idella Jackson	Constable, Precinct #4
Kerry Hood	County Auditor
Chris Lonning	Purchasing Agent

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## **FINANCIAL SECTION**



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

## INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Potter County, Texas, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise Potter County, Texas'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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Potter County, Texas, as of September 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof 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 (pages 3 – 11), budgetary comparison schedule for the General Fund; Schedule of Changes in Net Pension Liability and Related Ratios – TCDRS; Schedule of Employer Contributions – TCDRS; and Schedule of Changes in Total OPEB Liability and Related Ratios (pages 56 – 59) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2021, on our consideration of Potter County, Texas's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Potter County, Texas's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Potter County, Texas' internal control over financial reporting and compliance.

*DOSHIER, PICKENS & FRANCIS, L.L.C.*

DOSHIER, PICKENS & FRANCIS, LLC

Amarillo, Texas

March 15, 2021

## Management's Discussion and Analysis

As management of Potter County, we offer readers of Potter County's financial statements this narrative overview and analysis of the financial activities of Potter County for the fiscal year ended September 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iv - vi of this report.

### Financial Highlights

- The assets and deferred outflows of resources of Potter County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$103.32 million (*net position*). Of this amount, \$23.58 million represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- Potter County's total net position increased \$6.08 million. Charges for services decreased \$716 thousand, operating grants increased \$507 thousand and property taxes increased \$3.94 million. Interest on long-term debt increased \$1.80 million and judicial expenditures decreased by \$1.54 million.
- At the close of the current fiscal year, Potter County's governmental funds reported combined fund balances of \$106.24 million, a decrease of \$92 thousand from the prior year. Approximately 26% of the fund balance (\$27.19 million) is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the general fund was \$28.86 million or approximately 53.4% of total general fund expenditures.
- Potter County's total outstanding long-term bonded debt decreased by \$1.95 million during the current fiscal year.

### Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to Potter County's basic financial statements. Potter County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

**Government-wide Financial Statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of Potter County's finances, in a manner similar to a private-sector business.

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

The *statement of activities* presents information showing how Potter County'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 for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements report functions of Potter County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of Potter County include general government, judicial, public safety and correctional, health and human services, roads and bridges, and facilities.

The government-wide financial statements can be found on pages 12-14 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. Potter 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 Potter County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows 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 assessing a government'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 a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The basic governmental fund financial statements can be found on pages 15-18 of this report.

**Proprietary Funds.** Potter County maintains only one proprietary fund. An *internal service fund* is an accounting device used to accumulate and allocate costs internally among Potter County's various functions. Potter County uses an internal service fund to account for the management of its self-insured fund for employee health benefits.

The proprietary fund financial statements can be found on pages 19-21 of this report.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds *are* not available to support Potter County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Potter County maintains one type of fiduciary funds. The *Agency funds* report resources held by Potter County in a custodial capacity for individuals, private organizations and other governments.

The fiduciary fund financial statements can be found on page 22 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is necessary to acquire 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 23-55 of this report.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following notes to the financial statements. Combining and individual fund statements and schedules can be found beginning on page 56 of this report.

### 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 Potter County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$103.32 million at the close of the most recent fiscal year.

### Potter County's Net Position (in thousands)

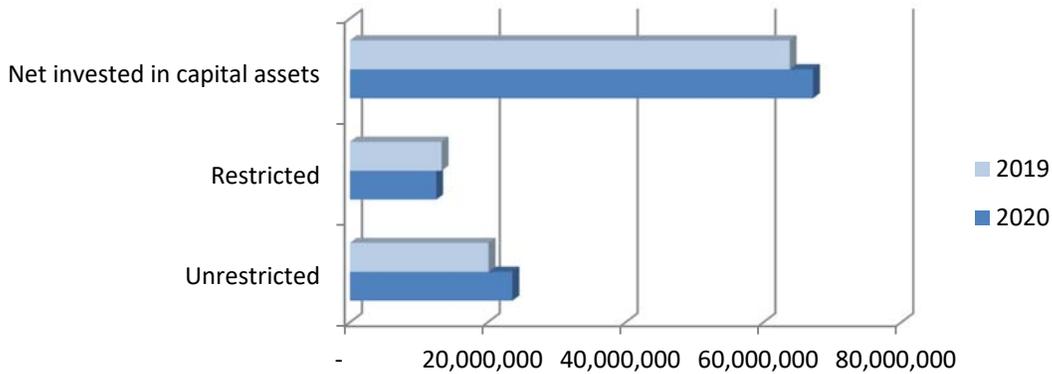
	Governmental Activities	
	2020	2019
Current and other assets	\$ 114,128	\$ 113,102
Capital assets	93,175	88,940
Total assets	\$ 207,303	\$ 202,042
Deferred Outflows-Pension and OPEB	\$ 4,891	\$ 15,464
Noncurrent liabilities outstanding	\$ 94,548	\$ 83,422
Net Pension Liability	14,397	28,319
Other liabilities	7,454	6,660
Total liabilities	\$ 102,002	\$ 118,401
Deferred Inflows-Pension and OPEB	\$ 6,873	\$ 1,863
Net position:		
Net investment in capital assets	\$ 67,199	\$ 63,816
Restricted	\$ 12,538	\$ 13,307
Unrestricted	\$ 23,582	\$ 20,119
Total net position	\$ 103,319	\$ 97,242

By far, the largest portion of Potter County's net position (65%) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. Potter County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although Potter 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.

An additional portion of Potter County's net position (12.14%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$23.58 million is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

At the end of the current fiscal year, Potter County is able to report positive balances in all reported categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

**Potter County Net Position  
September 30, 2019 and 2020**

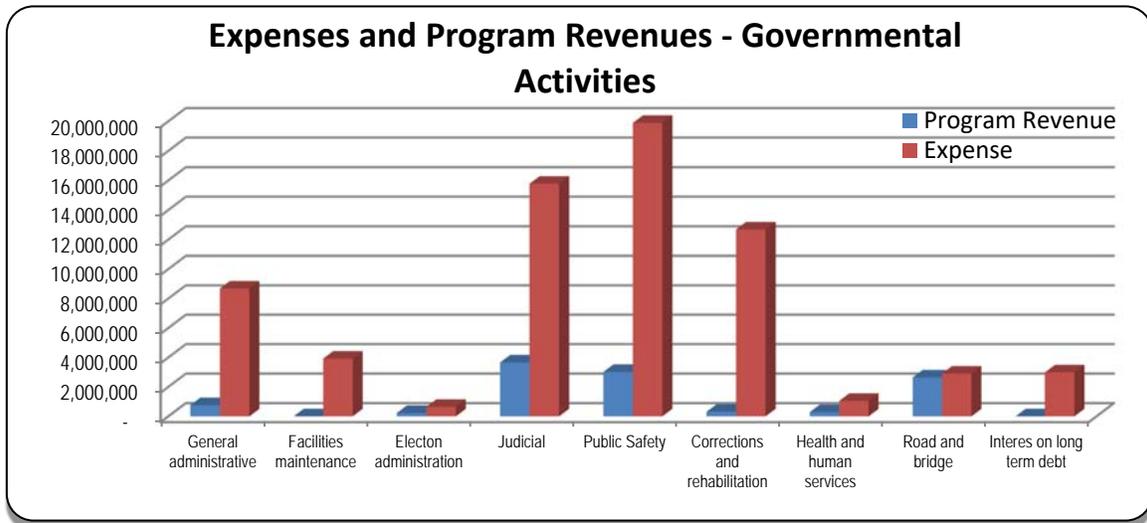


- Governmental Activities.** During the current fiscal year, net position for governmental activities increased \$6.08 million from the prior fiscal year for an ending balance of \$103.32 million. Charges for services decreased \$716 thousand, operating grants increased \$507 thousand and property taxes increased \$3.94 million. Overall expenses increased due to the interest on long-term debt (\$1.8 million) and a 2% cost of living increase to all employees. General administrative expenses increased \$734 thousand in large part from the County transitioning from an in-house information technology department to contracted services. Judicial expenditures decreased \$1.5 million due to the coronavirus pandemic delaying court proceedings.

**Potter County's Changes in Net Position (in thousands)**

	<b>Governmental activities</b>	
	<b>2020</b>	<b>2019</b>
Charges for services	\$ 5,329	\$ 6,045
Operating grants and contributions	5,003	4,496
Capital grants and contributions	580	1,673
Property taxes	56,468	52,524
Other taxes	3,928	3,766
Other	3,319	4,379
Total revenues	74,627	72,883
General administrative	8,681	7,947
Facilities maintenance	3,920	4,141
Election administration	644	523
Judicial	15,781	17,324
Public safety	19,894	19,598
Corrections and rehabilitation	12,688	13,102
Health and human services	1,049	1,019
Road and bridge	2,905	2,868
Interest on long term debt	2,988	1,184
Total expenses	\$ 68,550	\$ 67,706
Increase (decrease) in net position	6,077	5,177
Net position – beginning	97,242	90,223
Prior period adjustment	0	1,842
Net position – ending	\$ 103,319	\$ 97,242

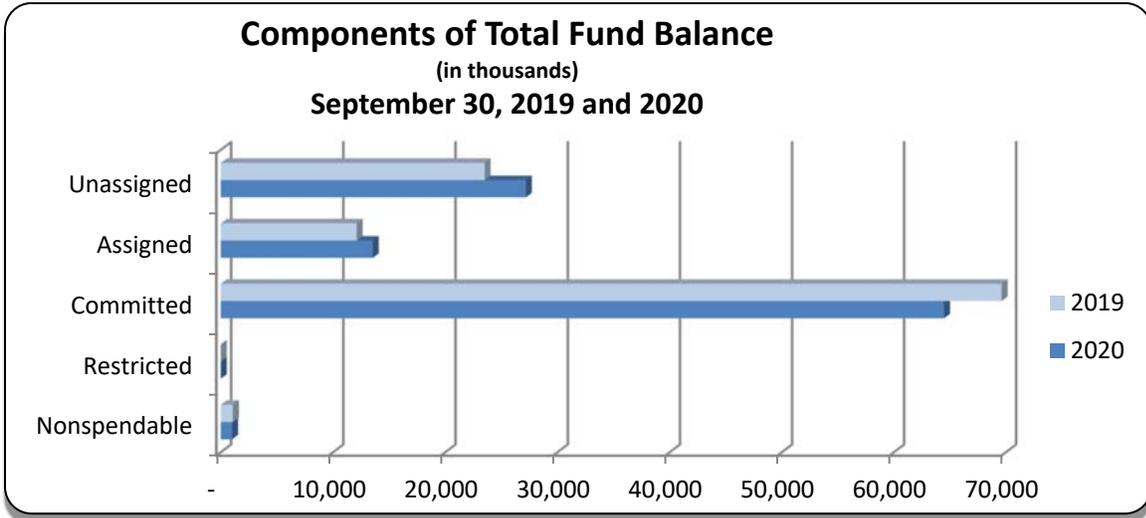
## Financial Analysis of Governmental Funds



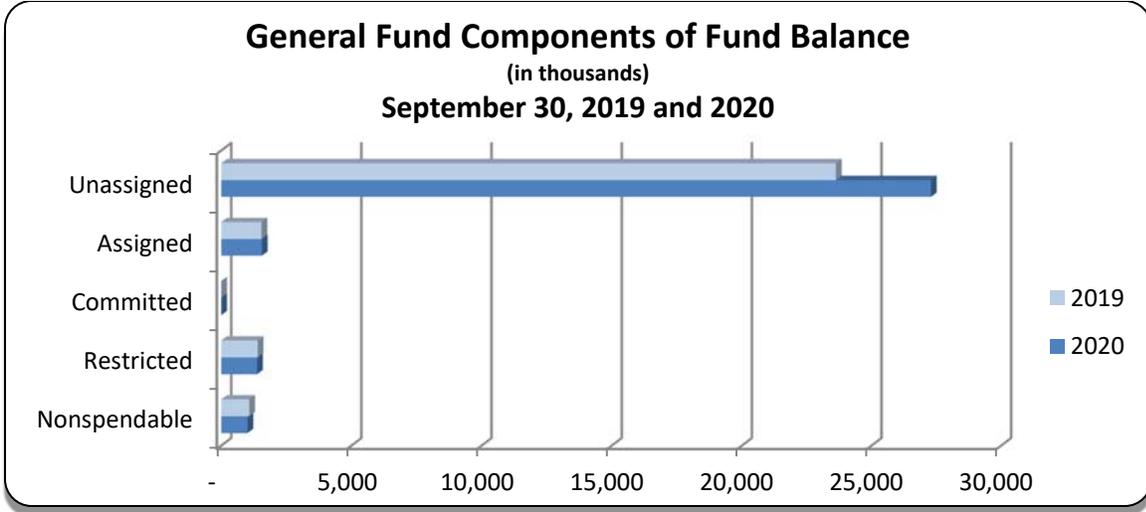
As noted earlier, Potter County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

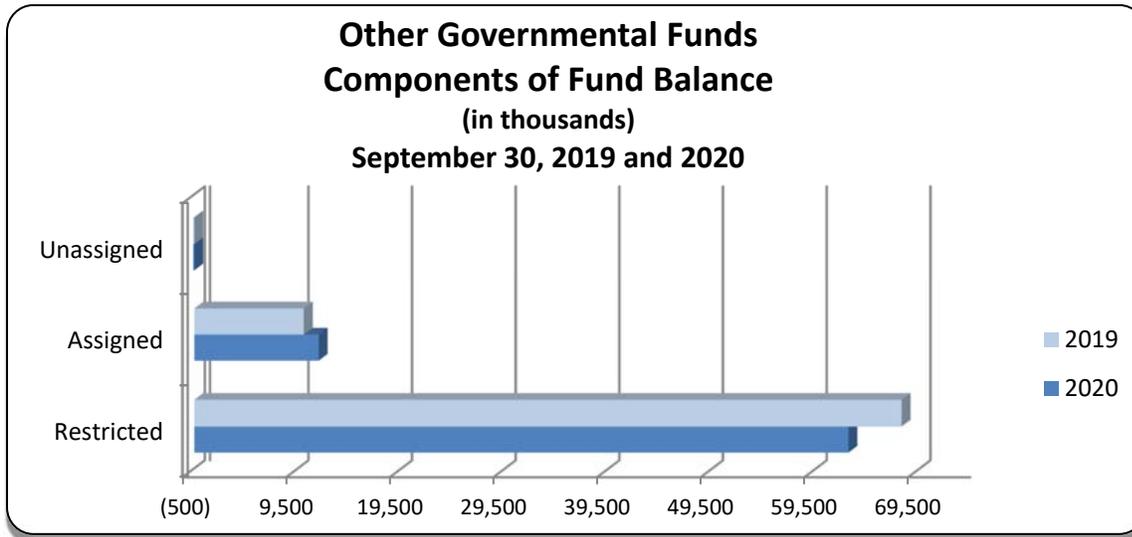
**Governmental Funds.** The focus of Potter County’s *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Potter County’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, Potter County itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by Potter County’s Commissioners’ Court.

At September 30, 2020, Potter County’s governmental funds reported combined fund balances of \$106.2 million, a decrease of \$100 thousand in comparison with the prior year. Approximately 25.6% of this amount (\$27.2 million) constitutes *unassigned fund balance*, which is available for spending at the government’s discretion. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned* to indicate that it is 1) not in spendable form (\$1 million), 2) restricted for particular purposes (\$64.5 million), 3) committed for particular purposes (\$0), or 4) assigned for particular purposes (\$13.5 million).



The general fund is the chief operating fund of Potter County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$27.3 million, while total fund balance increased to \$31.2 million. As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 50.5% of total general fund expenditures, while total fund balance represents approximately 57.9% of that same amount.





Potter County’s fund balance of the general fund increased by \$3.6 million during the fiscal year.

The District Courts Building fund, a major governmental fund, was established to account for proceeds from the 2019 sale of certificates of obligation issued to construct a new District Courts facility. The fund had expenditures of \$2.71 million during the fiscal year, leaving a fund balance of \$51.9 million.

**Proprietary Funds.** Potter County’s proprietary fund for employee health insurance provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the fund at the end of the year was \$2.68 million. The increase in net position was \$1.33 million.

**General Fund Budgetary Highlights**

**Original budget compared to final budget.** During the year, there were multiple adjustments between budget categories, but there were no significant amendments changing the total budget.

**Final budget compared to actual results.** The most significant differences between estimated revenues and actual revenues were as follows:

Estimated Revenue source (in thousands)	Budgeted revenues	Actual revenues	Difference
Intergovernmental	\$ 2,610	\$ 2,726	\$ 116
Fine & Forfeitures	1,001	742	(259)
Investment Earnings	1,075	494	(581)

The excess in Intergovernmental revenues is due to various grants and interlocal agreements with other governmental entities. Fine & forfeitures were lower than anticipated due to the shutdown of the courts for the pandemic. The investment earnings were much less than anticipated due to the drop in interest rates, again as a result of the pandemic.

A review of actual expenditures compared to the appropriations in the final budget yields significant variances in the following categories: salaries and fringe benefits are below budget by \$2.07 million as a result of employee turnover, services in the judicial section (court appointed attorneys, capital cases and

visiting judges) were \$1.8 million under budget, county-wide general operating expenditures were expensed \$540 thousand less than budget, and building operation costs had a remaining budget of \$607 thousand.

### Capital Assets and Debt Administration

**Capital assets.** Potter County’s investment in capital assets for its governmental and business-type activities as of September 30, 2020, amounts to \$93 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery, equipment, vehicles, roads, and bridges.

#### Potter County’s Capital Assets (net of depreciation, in thousands)

	Governmental activities	
	2020	2019
Land	\$ 4,912	\$ 5,020
Buildings and improvements	61,492	63,443
Streets and bridges	11,257	11,078
Furniture and equipment	9,589	8,372
Construction in progress	5,925	1,027
Total	\$ 93,175	\$ 88,940

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

- Purchased 3 fire apparatus (\$1,15M)
- Purchased road equipment – Loader (\$185K), a pothole patcher (\$190K) and a Broce broom (\$62K)
- Construction of a new fire station in the Bushland community was 93% complete during the fiscal year (\$2.4M)
- Work continued on the new District Courts Building (\$2.7M)

Additional information on Potter County’s capital assets can be found in Note 7 on page 38 of this report.

**Long-term Debt.** At the end of our fiscal year, Potter County had total outstanding bonded debt of \$74,560,000. This amount is paid from ad valorem taxes.

#### Potter County’s Outstanding Debt (in thousands)

	Governmental activities	
	2020	2019
2017 Certificates of Obligation	\$ 18,740	\$ 19,660
2018 Tax Notes	\$ 3,700	\$ 4,585
2019 Certificates of Obligation	\$ 50,375	\$ 50,375
Total	\$ 72,815	\$ 74,620

Potter County’s total debt decreased by \$1.81 million during the current fiscal year. Potter County has an “AA-” rating from Standard & Poor’s for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5 percent of the assessed valuation of real property. The current debt limitation for Potter County is \$410.4 million which is significantly in excess of Potter County’s outstanding general obligation debt.

Additional information on Potter County's long-term debt can be found in Note 10 on pages 41 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

The following economic factors currently affect Potter County and were considered in developing the 2020-2021 fiscal year budget.

The unemployment rate for Potter County is currently 5.4%, which is an increase from a rate of 2.5% a year ago. Potter County continues to remain below the National average of 6.5% and the State average of 7.1%

Growth in the taxable assessed value used to budget for fiscal year 2021 was \$224.7 million or 2.74% compared to fiscal year 2020.

Interest rates are expected to increase throughout fiscal year 2021.

On the expenditure side, increases are expected in health insurance premiums, as well as pension and other employee benefit costs. Juvenile Probation services are expected to increase significantly due to the increase in the cost of residential placement. Continuation of the construction of a new District Courts building will be the major project for 2021. Potter County continues to purchase a catastrophic liability insurance policy to protect itself from unforeseen losses in excess of \$1 million.

At the end of the current fiscal year, the unassigned fund balance in the general fund was \$27.3 million.

### **Requests for Information**

This financial report is designed to provide a general overview of Potter County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Potter County Auditor's Office, 900 S. Polk, Suite 716, Amarillo, Texas 79101-3412.

## **BASIC FINANCIAL STATEMENTS**

**POTTER COUNTY, TEXAS  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2020**

		Governmental Activities
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$	109,477,580
Receivables (net of allowances for uncollectible):		
Taxes		735,841
Accounts		2,309,454
Due from other governments		594,067
Prepaid items		1,011,171
		114,128,113
Noncurrent assets:		
Capital assets:		
Land		4,911,954
Roads and bridges		38,974,159
Buildings and improvements		98,590,041
Furniture and equipment		23,915,162
Construction in progress		5,924,984
		172,316,300
Less accumulated depreciation		(79,141,445)
		93,174,855
Total noncurrent assets		93,174,855
Total assets		207,302,968
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension contributions		3,818,741
Pension economic/demographic losses		108,182
Pension assumption changes		175,769
Other post employment benefit assumption changes		788,361
		4,891,053

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2020**

Continuation	<b>LIABILITIES</b>	<u>Governmental Activities</u>
Current liabilities:		
Accounts payable		\$ 3,118,390
Accrued payroll		697,526
Unearned revenue		70,125
Bonds payable, current		2,585,000
Capital lease payable, current		379,988
Compensated absences, current		192,500
Accrued interest		410,582
Total current liabilities		<u>7,454,111</u>
Noncurrent liabilities:		
Bonds payable and net issuance premiums		74,272,217
Capital lease payable		771,016
Compensated absences		1,732,441
Net pension liability		14,396,542
Total other post employment benefit liability		<u>3,375,676</u>
Total noncurrent liabilities		<u>94,547,892</u>
Total liabilities		<u>102,002,003</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Pension economic/demographic gains		718,424
Pension excess earnings		4,607,937
OPEB economic/demographic gains		833,073
OPEB assumption changes		713,749
Total deferred inflows of resources		<u>6,873,183</u>
<b>NET POSITION</b>		
Net investment in capital assets		67,198,596
Restricted for:		
Debt service		4,170,306
By enabling legislation for:		
Special projects		8,367,956
Unrestricted		<u>23,581,977</u>
Total net position		<u><u>\$ 103,318,835</u></u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Net Position</u>
					<u>Primary</u>
					<u>Government</u>
					<u>Governmental</u>
					<u>Activities</u>
<b>Primary Government:</b>					
Governmental activities:					
Administrative	\$ 8,681,381	\$ 536,552	\$ 224,726	\$ -	\$ (7,920,103)
Judicial	15,781,055	1,929,713	1,729,155	-	(12,122,187)
Elections	644,344	4,013	224,577	-	(415,754)
Public facilities	3,920,155	-	-	-	(3,920,155)
Public safety	19,893,774	810,181	2,208,716	-	(16,874,877)
Corrections and rehabilitation	12,688,181	-	311,934	-	(12,376,247)
Road and bridge	2,904,957	2,043,547	18,962	579,788	(262,660)
Health and human services	1,048,989	5,430	284,522	-	(759,037)
Interest on long-term debt	2,987,527	-	-	-	(2,987,527)
<b>Total</b>	<b>\$ 68,550,363</b>	<b>\$ 5,329,436</b>	<b>\$ 5,002,592</b>	<b>\$ 579,788</b>	<b>(57,638,547)</b>
<b>General revenues:</b>					
Taxes:					
Property taxes, levied for general purposes					52,425,776
Property taxes, levied for debt service					4,041,547
Payments in lieu of taxes					101,638
Mixed beverage taxes					487,636
Sales tax					3,338,698
Investment earnings					1,440,300
Miscellaneous					1,879,454
					<u>63,715,049</u>
					6,076,502
					<u>97,242,333</u>
					<u>\$ 103,318,835</u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

	<u>General</u>	<u>District Courts Building</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 30,658,780	\$ 52,031,961	\$ 12,054,551	\$ 11,516,940	\$ 106,262,232
Taxes receivable, net	683,345	-	-	52,496	735,841
Due from other funds	100,280	-	-	160,139	260,419
Receivable from other governments	-	-	-	594,067	594,067
Other receivables	2,283,095	-	-	24,112	2,307,207
Prepaid items	1,011,171	-	-	-	1,011,171
	<u>34,736,671</u>	<u>52,031,961</u>	<u>12,054,551</u>	<u>12,347,754</u>	<u>111,170,937</u>
Total assets	<u>\$ 34,736,671</u>	<u>\$ 52,031,961</u>	<u>\$ 12,054,551</u>	<u>\$ 12,347,754</u>	<u>\$ 111,170,937</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 1,328,270	\$ 86,045	\$ 60,857	\$ 1,101,877	\$ 2,577,049
Due to other funds	139,273	-	-	121,146	260,419
Accrued payroll	654,217	-	-	43,309	697,526
Deferred revenue	70,125	-	-	-	70,125
	<u>2,191,885</u>	<u>86,045</u>	<u>60,857</u>	<u>1,266,332</u>	<u>3,605,119</u>
Total liabilities	<u>2,191,885</u>	<u>86,045</u>	<u>60,857</u>	<u>1,266,332</u>	<u>3,605,119</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue-property taxes	397,639	-	-	30,548	428,187
Unavailable revenue-receivables	896,011	-	-	-	896,011
	<u>1,293,650</u>	<u>-</u>	<u>-</u>	<u>30,548</u>	<u>1,324,198</u>
Total deferred inflows of resources	<u>1,293,650</u>	<u>-</u>	<u>-</u>	<u>30,548</u>	<u>1,324,198</u>
<b>FUND BALANCES</b>					
Nonspendable:					
Prepaid items	1,011,171	-	-	-	1,011,171
Restricted for:					
Debt service	-	-	-	4,170,306	4,170,306
Capital projects	-	51,945,916	-	-	51,945,916
Special projects	736,822	-	-	-	736,822
Administrative	-	-	-	3,639,744	3,639,744
Judicial	-	-	-	1,689,544	1,689,544
Elections	-	-	-	225,256	225,256
Public safety	-	-	-	1,433,436	1,433,436
Drug court programs	71,441	-	-	-	71,441
Preservation and restoration of county records	347,666	-	-	-	347,666
Law enforcement continuing education	10,312	-	-	-	10,312
Bail bond board	44,046	-	-	-	44,046
Victim assistance contributions	19,484	-	-	-	19,484
State criminal alien assistance program	150,205	-	-	-	150,205
Assigned to:					
Capital projects	1,561,580	-	11,993,694	-	13,555,274
Unassigned (deficit)	27,298,409	-	-	(107,412)	27,190,997
	<u>31,251,136</u>	<u>51,945,916</u>	<u>11,993,694</u>	<u>11,050,874</u>	<u>106,241,620</u>
Total fund balances	<u>31,251,136</u>	<u>51,945,916</u>	<u>11,993,694</u>	<u>11,050,874</u>	<u>106,241,620</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 34,736,671</u>	<u>\$ 52,031,961</u>	<u>\$ 12,054,551</u>	<u>\$ 12,347,754</u>	<u>\$ 111,170,937</u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2020**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total fund balance, governmental funds	\$	106,241,620
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		93,174,855
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		1,324,198
Long-term liabilities, including bonds payable, capital lease payable, accrued interest, net pension liability, total other post employment benefit liability, and compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds.		(98,115,962)
Pension and OPEB losses, deficit earnings, and assumption changes are shown as deferred outflows of resources in the government-wide financial statements:		
Pension economic/demographic losses		108,182
Pension assumption changes		175,769
OPEB assumption changes		788,361
Pension and OPEB gains and excess earnings are shown as deferred inflows of resources in the government-wide financial statements:		
Pension economic/demographic gains		(718,424)
Pension excess earnings		(4,607,937)
OPEB economic/demographic gains		(833,073)
OPEB assumption changes		(713,749)
Pension and OPEB contributions paid after the measurement date, December 31, 2019, and before September 30, 2020 are expensed in the governmental funds and shown as deferred outflows of resources in the government-wide financial statements:		
Pension contributions		3,818,741
The internal service fund is used by management to charge the costs of health insurance to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the Statement of Net Position.		2,676,254
Net Position of Governmental Activities in the Statement of Net Position	\$	103,318,835

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	<u>General</u>	<u>District Courts Building</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Taxes	\$ 52,529,636	\$ -	\$ -	\$ 4,038,020	\$ 56,567,656
Sales and miscellaneous taxes	589,274	-	-	3,338,698	3,927,972
Licenses and fees	4,043,703	-	-	630,271	4,673,974
Fines and forfeitures	742,364	-	-	-	742,364
Intergovernmental	2,676,874	-	-	2,325,718	5,002,592
Interest	494,253	643,526	116,687	164,660	1,419,126
Miscellaneous	1,553,084	-	-	357,587	1,910,671
Total revenues	<u>62,629,188</u>	<u>643,526</u>	<u>116,687</u>	<u>10,854,954</u>	<u>74,244,355</u>
<b>EXPENDITURES</b>					
Current:					
Administrative	7,943,382	-	-	809,539	8,752,921
Judicial	14,927,477	-	-	322,581	15,250,058
Elections	485,421	-	-	134,627	620,048
Public facilities	2,282,322	-	179,049	-	2,461,371
Public safety	11,564,929	-	-	7,502,968	19,067,897
Corrections and rehabilitation	12,588,069	-	-	-	12,588,069
Road and bridge	2,314,814	-	-	-	2,314,814
Health and human services	1,047,482	-	-	-	1,047,482
Capital outlay	631,597	2,713,468	3,500	4,004,894	7,353,459
Debt service:					
Principal	225,810	-	-	1,805,000	2,030,810
Interest	-	-	-	3,352,217	3,352,217
Total expenditures	<u>54,011,303</u>	<u>2,713,468</u>	<u>182,549</u>	<u>17,931,826</u>	<u>74,839,146</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>8,617,885</u>	<u>(2,069,942)</u>	<u>(65,862)</u>	<u>(7,076,872)</u>	<u>(594,791)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from sale of assets	94,863	-	-	-	94,863
Proceeds from capital leases	407,780	-	-	-	407,780
Transfers in	13,231	-	1,500,000	6,359,381	7,872,612
Transfers out	(5,546,789)	-	-	(2,325,823)	(7,872,612)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(5,030,915)</u>	<u>-</u>	<u>1,500,000</u>	<u>4,033,558</u>	<u>502,643</u>
<b>NET CHANGE IN FUND BALANCES</b>	3,586,970	(2,069,942)	1,434,138	(3,043,314)	(92,148)
<b>FUND BALANCES - BEGINNING</b>	<u>27,664,166</u>	<u>54,015,858</u>	<u>10,559,556</u>	<u>14,094,188</u>	<u>106,333,768</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 31,251,136</u>	<u>\$ 51,945,916</u>	<u>\$ 11,993,694</u>	<u>\$ 11,050,874</u>	<u>\$ 106,241,620</u>

The notes to the financial statements are an integral part of this statement.

**POTTER 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 SEPTEMBER 30, 2020**

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds	\$	(92,148)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		3,415,184
The net effect of other transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net changes in fund balance.		820,000
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		(199,932)
Internal service fund is used to account for the health self-insurance program of the County. The net income of certain activities of internal service funds is reported with governmental activities.		1,328,674
The issuance of long term debt provides current financial resources to governmental funds, while repayment of long term debt principal consumes current financial resources of governmental funds. Governmental funds report the effect of premiums and discounts when debt is first issued; these amounts are deferred and amortized in the statement of activities. This amount is the net effect of the differences in the treatment of long term debt.		1,403,529
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		<u>(598,805)</u>
Change in net position of governmental activities	\$	<u><u>6,076,502</u></u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS  
STATEMENT OF NET POSITION  
PROPRIETARY FUND  
SEPTEMBER 30, 2020**

	<u>Governmental Activities Internal Service Fund</u>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 3,215,348
Receivables	<u>2,247</u>
Total current assets /total assets	<u><u>\$ 3,217,595</u></u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable - claims	<u>\$ 541,341</u>
Total current liabilities/total liabilities	<u>541,341</u>
<b>NET POSITION</b>	
Unrestricted	<u>2,676,254</u>
Total liabilities and net position	<u><u>\$ 3,217,595</u></u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	<u>Governmental Activities Internal Service Fund</u>
<b>OPERATING REVENUES</b>	
Healthcare contributions	\$ 7,738,413
Miscellaneous revenue	<u>15,386</u>
Total operating revenues	<u>7,753,799</u>
<b>OPERATING EXPENSES</b>	
Operating expenses	<u>6,446,299</u>
Total operating expenses	<u>6,446,299</u>
<b>NET OPERATING INCOME (LOSS)</b>	1,307,500
<b>NON-OPERATING REVENUES</b>	
Interest	<u>21,174</u>
<b>CHANGE IN NET POSITION</b>	1,328,674
<b>TOTAL NET POSITION - BEGINNING</b>	<u>1,347,580</u>
<b>TOTAL NET POSITION - ENDING</b>	<u><u>\$ 2,676,254</u></u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	<u>Governmental Activities Internal Service Fund</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from internal services provided	\$ 7,820,791
Payments for claims	<u>(6,166,472)</u>
Net cash provided by operating activities	<u>1,654,319</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Changes in interfund receivables/payables	<u>831</u>
Net cash provided by noncapital financing activities	<u>831</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest from cash deposits	<u>21,174</u>
Net cash provided by investing activities	<u>21,174</u>
<b>NET INCREASE IN CASH</b>	1,676,324
<b>CASH, BEGINNING</b>	<u>1,539,024</u>
<b>CASH, ENDING</b>	<u><u>\$ 3,215,348</u></u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Net operating income	\$ 1,307,500
Adjustments to reconcile net operating income to net cash flows from operating activities:	
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	66,992
Increase (decrease) in accounts payable	<u>279,827</u>
Net cash provided by operating activities	<u><u>\$ 1,654,319</u></u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS**  
**SEPTEMBER 30, 2020**

**ASSETS**

Cash and cash equivalents	\$ 5,931,450
Accounts receivable	<u>62,631</u>
Total assets	<u><u>\$ 5,994,081</u></u>

**LIABILITIES**

Accounts payable	\$ 80,879
Due to other governments	2,590,347
Deposits	<u>3,322,855</u>
Total liabilities	<u><u>\$ 5,994,081</u></u>

The notes to the financial statements are an integral part of this statement.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Potter County, Texas (the County) included in the accompanying basic financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following notes to the financial statements are an integral part of the County’s Basic Financial Statements.

**A. Financial Reporting Entity**

Potter County, Texas is a public corporation and political subdivision of the State of Texas. The Commissioners’ Court, which is made up of four commissioners and the County Judge, is the general governing body of the County in accordance with Article 5, Paragraph 18 of the Texas Constitution. The County provides the following services as authorized by the statutes of the State of Texas: general administration, tax and recording (e.g. tax collection), judicial (courts, juries, etc.), legal (district attorney, county attorney, etc.) public safety (sheriff, jail, etc.), transportation, facilities, and public service (e.g. rural fire protection and emergency management).

The County’s basic financial statements include the accounts of all its operations. The County evaluated whether any other entity should be included in these financial statements. The criteria for including organizations as component units within the County’s reporting entity, as set forth in GASB Statement No. 14, as amended, “The Financial Reporting Entity,” include whether:

1. the organization is legally separate (can sue and be sued in its name)
2. the County holds the corporate powers of the organization
3. the County appoints a voting majority of the organization’s board
4. the County is able to impose its will on the organization
5. the organization has the potential to impose a financial benefit/burden on the County
6. there is fiscal dependency by the organization on the County
7. the exclusion of the organization would result in misleading or incomplete financial statements

The County also evaluated each legally separate, tax-exempt organization whose resources are used principally to provide support to the County to determine if its omission from the reporting entity would result in financial statements which are misleading or incomplete. GASB Statement No. 14, as amended, requires inclusion of such an organization as a component unit when 1) the economic resources received or held by the organization are entirely or almost entirely for the direct benefit of the County, its component units or its constituents; 2) the County or its component units is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the organization; and 3) such economic resources are significant to the County.

Based on these criteria, the County has no component units. Additionally, the County is not a component unit of any other reporting entity as defined by the GASB Statement.

**B. Financial Statement Presentation, Measurement Focus and Basis of Accounting**

Government-wide Statements

Government-wide financial statements consist of the Statement of Net Position and the Statement of Activities. These statements report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenue, are reported separately from *business-like activities*, which rely to a significant extent on fees and charges for support.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**B. Financial Statement Presentation, Measurement Focus and Basis of Accounting** – Continuation

Likewise, the *primary government* is reported separately from certain legally separate *component unit* for which the primary government is financially accountable. The County has no business-like activities, except the internal service fund.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Under this measurement focus, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of cash flows. Property taxes are recognized as revenues in the year for which they are levied. Fines and forfeitures are recognized when they have been assessed and adjudicated and earned. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

The Statement of Activities demonstrates the degree to which the direct expenses of the County’s programs are offset by those programs’ revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Certain indirect costs have been included as part of the program expenses reported for the various functional activities. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by the program and 2) grants and contributions that are restricted to meeting the operational and/or capital requirements of a particular program. Taxes and other items not included among program revenue are reported instead as *general revenue*. In miscellaneous general revenues are non-program specific contributions including capital assets contributions.

Fiduciary funds are excluded in the government-wide presentation of the financial statements.

Fund-level Statements

All governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes and other revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on governmental long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Grant and entitlement revenues are also susceptible to accrual. These funds are accounted for on a spending “financial flow” measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of “available spendable resources.” Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

All proprietary funds, including internal service and fiduciary funds, including agency funds, are accounted for using the accrual basis of accounting. Revenues are recognized when earned, and expenses when they are incurred. Claims incurred but not reported are included in payables and expenses. These funds are accounted for using an economic resources measurement focus. The agency funds are custodial in nature and involve no measurement of results of operations.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**B. Financial Statement Presentation, Measurement Focus and Basis of Accounting – Continuation**

The accounts of the County are organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled.

Funds are classified into three categories: Governmental, Proprietary and Fiduciary.

The County reports the following major governmental funds:

**General Fund** – The *General Fund* is the County’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**District Courts Building** – The *District Courts Building Fund* accounts for the financial resources to be used for the acquisition and construction of the new District Courts Building, including demolition of the existing facility and parking.

**Capital Projects Fund** – The *Capital Projects Fund* accounts for the financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, the County reports the following fund types:

**Special Revenue Funds** – *Special Revenue Funds* account for the proceeds of specific revenue sources (other than fiduciary funds) that are legally restricted to expenditures for specified purposes.

**Debt Service Funds** – The *Debt Service Funds* account for the accumulation and disbursement of resources associated with the County’s debt obligations. Property taxes and interest income provide the resources necessary to pay the annual principal and interest payments.

Proprietary Fund Types:

**Internal Service Fund** – The *Internal Service Fund* accounts for revenues and expenses related to services provided to parties inside the County. These funds facilitate distribution of support costs to the users of support services on a cost-reimbursement basis. The internal service fund is used to account for the provision of health insurance to employees of the County. The general fund is contingently liable for liabilities of this fund. Because the principal users of the internal services are the County’s governmental activities, this fund type is included in the “Governmental Activities” column of the government-wide financial statements.

Fiduciary Fund Types:

**Agency Funds** – *Agency Funds* account for assets received by the governmental unit in its capacity as trustee or agent for the County, other governmental entities or individuals. The receipts and disbursements of such funds are governed by the terms of the statutes, ordinances, regulations or other authority. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**B. Financial Statement Presentation, Measurement Focus and Basis of Accounting – Continuation**

The County's *Agency Funds* consist of amounts collected by the individual County fee offices for state court costs, state vehicle registration fees, victim restitution payments, merchant hot check fees, inmate trust funds, and District and County Clerk trust beneficiaries.

All of the County's fiduciary funds are agency funds and are reported in the agency fund financial statements. However, because their assets are held in a trustee or agent capacity and therefore not available to support County programs, these funds are not included in the government-wide statements.

**C. Deposits and Investments**

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, government securities, money market funds, and the Texas Local Government Investment Pool. State statutes authorize the County to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool.

The County records investments at fair value in accordance with provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. All investment income is recognized as revenue in the appropriate fund's statement of revenues, expenditures and changes in fund balance. Deposit and Investment Risk Disclosures are in accordance with GASB Statement No. 40.

The County is required by Government Code Chapter 2256, The Public Funds Investment Act ("Act"), to adopt, and publicize an investment policy. That policy must be written, primarily emphasize safety of principal and liquidity, address investment diversification, yield, and maturity and the quality and capability of investment management, and include a list of the types of authorized investments in which the investing entity's funds may be invested, and the maximum allowable stated maturity of any individual investment owned by the entity.

**D. Receivables and Payables**

All trade and property tax receivables are shown net of an allowance for uncollectible. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectible. The property tax receivable allowance is equal to 71 percent of outstanding property taxes at September 30, 2020.

Property taxes are levied on October 1 and attach as an enforceable lien on property as of January 1. Statements are mailed on October 1, or as soon thereafter as possible, and are due upon receipt. All unpaid taxes become delinquent if not paid before February 1 of the following year.

Payables consist of vendor obligations for goods and services and funds payable to others when the criteria for their release have been met.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**E. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The County uses the consumption method to record its prepaid items which requires reporting these items as assets and deferring the recognition of expenditures until the period in which prepaid items are used or consumed. In the fund financial statements, they are offset by a designation of non-spendable fund balance which indicates they do not represent “available spendable resources”.

**F. Inter-fund Transactions**

During the course of normal operations, the County has many transactions between funds. The accompanying fund level financial statements reflect as transfers the resources provided and expenditures used to provide services, construct assets and meet employee health claims in excess of budgeted amounts. Inter-fund services provided and used are not eliminated in the government-wide presentation. The effect of all other inter-fund activity has been eliminated in the government-wide financial statements.

**G. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure (e.g. roads, bridges, sidewalks and similar items), are reported in the governmental column in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Buildings, plant, equipment and infrastructure are depreciated using the straight-line method over the following useful lives:

Assets	Years
Infrastructure (roads and bridges)	15 – 50
Buildings and improvements	40
Vehicles	5 – 15
Furniture and equipment	5

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**H. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The government reports 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. Additionally, the government reports deferred amounts related to the pension plan and the other post-employment benefits reported in the government-wide statement of net position. These deferred amounts include pension and OPEB contributions, economic/demographic losses, assumption changes and deficient earnings.

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 governmental fund has only one type of item, which arises only under a modified accrual basis of accounting, which 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. Additionally, the government reports deferred amounts related to the pension plan and the other post-employment benefits reported in the government-wide statement of net position. These deferred amounts include economic/demographic gains and assumption changes.

**I. Compensated Absences**

A liability for unused vacation and comp time for all full-time employees is calculated and reported in the government-wide statements. For financial reporting, the following criteria must be met to be considered as compensated absences:

1. Leave or compensation is attributable to service already rendered
2. Leave or compensation is not contingent on a specific event (such as illness)

Per GASB Interpretation No. 6, liabilities for compensated absences are recognized in the fund financial statements to the extent the liabilities are expected to be expensed using available financial resources. Compensated absences are accrued as long-term debt in the government-wide statements.

Upon termination from the County's employment, an employee shall be entitled to payment for total accrued but unused days of vacation not accumulated beyond two years. Comp time earned, but not taken, is paid at termination, but cannot accumulate beyond 100 hours per eligible employee. Sick leave accrues at one day per month with no maximum limit, but compensation is paid only for an illness-related absence. Unused sick leave is non-vesting and will not be paid on termination, thus vacation and comp time are the only accrued compensation liabilities recorded. Compensated absences will be liquidated through salary expenses in the funds which the employees are paid.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**J. Long-term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred. The County has no business-type activities, except the internal service fund.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs withheld from the actual debt proceeds received are reported as debt service expenditures.

**K. Pensions and Other Post-Employment Benefits**

For purposes of measuring the net pension asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County's Texas County and District Retirement System Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the other post-employment benefit (OPEB) asset or liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the County's Healthcare Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**L. Government-wide Net Position**

In the government-wide financial statements, equity is classified as net position and displayed in three categories.

**Net Investment in Capital Assets** – This amount consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds.

**Restricted Net Position** – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments, enabling legislation, or constitutional provisions.

**Unrestricted Net Position** – This amount includes all net position that does not meet the definition of “net investment in capital assets” or “restricted net position.”

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**M. Governmental Fund Balances**

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balance for governmental funds can consist of the following:

**Non-spendable Fund Balance** – includes amounts that are (a) not in spendable forms, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

**Restricted Fund Balance** – includes amounts that are restricted for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of the resource providers.

**Committed Fund Balance** – includes amounts that can only be established, modified, or rescinded by a formal action of the County’s highest level of decision-making authority, the Commissioners’ Court.

**Assigned Fund Balance** – includes amounts intended to be used by the County for specific purposes that are neither restricted nor committed. The Commissioners’ Court has the authority to determine and designate the purpose for fund balance to be assigned.

**Unassigned Fund Balance** – this classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

**N. Fund Balance Policies**

When the County incurs an expenditure for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first, then unrestricted funds. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Committed fund balance amounts may be used for other purposes with appropriate action by the Commissioners’ Court to either modify or rescind a fund balance commitment. Commitments are typically done through adoption and amendment of the budget.

The County’s highest level of decision-making authority is the Commissioners’ Court. The Court has delegated the authority to assign fund balance amounts to the County Auditor and County Judge.

Continued

**POTTER COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continuation**

**O. Funds Balances Restricted**

Restricted Fund Balances:

- 1) Administrative – management, preservation, restoration and technology requirements of public records, and vehicle inventory tax,
- 2) Judicial – maintenance of County Law Library and community educational programs, justice court technological enhancements, and disbursement of forfeited funds.
- 3) Elections – for contracted elections for various municipalities and schools as allowed by the Secretary of State.
- 4) Public safety – law enforcement grants, as well as disbursement of forfeited funds from the Sheriff’s office.
- 5) Bail Bonds – provide organization and training of the Bail Bond Board.

**NOTE 2 – 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 reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains, “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this difference are as follows:

Bonds and capital lease payable	\$ (78,008,221)
Accrued interest payable	(410,582)
Net pension liability	(14,396,542)
Total other post employment benefit liability	(3,375,676)
Compensated absences	<u>(1,924,941)</u>
 Net adjustment to decrease fund balance - total governmental funds to arrive at net position - governmental activities	 <u>\$ (98,115,962)</u>

**Explanation of Certain Differences Between the Governmental Fund Statement of Revenue, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities**

The governmental fund statement of revenues, expenditures and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental fund* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.” The details of this difference are as follows:

Capital outlay	\$ 7,353,459
Depreciation expense	<u>(3,938,275)</u>
 Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	 <u>\$ 3,415,184</u> Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS –**  
Continuation

Another element of that reconciliation states, “The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net changes in fund balance.” The details of this difference are as follows:

Proceeds from disposal of assets	\$ (94,863)
Gain / (Loss) on disposal of assets	(32,895)
Enterprise fleet vehicles	367,970
Donation of infrastructure assets	<u>579,788</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ 820,000</u></u>

Another element of that reconciliation states, “Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.” The details of this are as follows:

Property tax	\$ (100,332)
Fines and fees	(68,383)
Paving lien assessments	<u>(31,217)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ (199,932)</u></u>

Another element of that reconciliation states, “Debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, the repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of Net Position.” Neither transaction, however, has any effect on net position. The details of this difference are as follows:

Debt Issued:	
Capital leases	\$ (407,780)
Enterprise Fleet capital lease	(367,970)
Repayment of principal	2,030,810
Amortization of bonds premium	<u>148,469</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ 1,403,529</u></u>

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS –**  
Continuation

Another element of that reconciliation states, “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this difference are as follows:

Change in estimated liability for compensated absences	\$ (157,623)
Change in accrued interest	216,219
Change in net pension liability	13,922,137
Change in deferred outflows of resources - pension contributions	203,141
Change in deferred outflows of resources - pension economic/demographic losses	65,235
Change in deferred inflows of resources - pension economic/demographic gains	749,040
Change in deferred outflows of resources - pension deficient earnings	(10,328,986)
Change in deferred inflows of resources - pension excess earnings	(4,607,937)
Change in deferred outflows of resources - pension assumption changes	(404,649)
Change in total other post employment benefit liability	1,004,139
Change in deferred inflows of resources - OPEB economic/demographic gains	(610,670)
Change in deferred outflows of resources - OPEB assumption changes	(107,995)
Change in deferred inflows of resources - OPEB assumption changes	<u>(540,856)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ (598,805)</u></u>

**NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgetary Information**

Annual budgets are adopted on a basis consistent with GAAP for the General Fund, District Courts Building, Capital Projects Fund, County Assistance District, Vehicle Inventory Tax Interest, Law Library, Courthouse Security, Justice Courts Building Security, Graffiti Eradication, Child Abuse Prevention, County Clerk Records Management, Election, Voter Registration, Court Records Management, District Clerk Records Management, Justice Court Technology, County Clerk/District Clerk Technology, County Attorney Hot Check, County Attorney Forfeiture, County Attorney Federal Forfeiture, County Attorney Pretrial Diversion, District Attorney Hot Check, DA Forfeiture Release, DA Federal Forfeiture, Auto Burglary and Theft Prevention, Sheriff Federal Forfeiture, Law Enforcement Grants, Sheriff Office Forfeiture, Drug Court, DA Pretrial Diversion, Juvenile Probation, CARES Act – HAVA Grant, CARES Act – Sheriff Grants, Buffett-McCain Initiative, Series 2016 Certificates of Obligation, Series 2017 Tax Notes, and Series 2019 Certificates of Obligation. All annual appropriations lapse at fiscal year-end.

Prior to the beginning of the fiscal year, the County prepares a budget for the next succeeding fiscal year. The budget includes proposed expenditures and the means of financing them. Meetings of the Commissioners’ Court are held to discuss the proposed budget. These meetings are open to public discussion and require at least ten days’ notice of the meeting.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continuation**

The appropriated budget is prepared by fund and department on the category level. Transfers of appropriations between department, fund and category require the approval of the Commissioners’ Court. The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is the category level. Supplemental budgetary appropriations in other funds were not considered material.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

**NOTE 4 – DEPOSITS AND INVESTMENTS**

The County’s demand deposits are fully covered by collateral held in the County’s name by the County’s agents. The County’s collateral agreements require the market value of securities held by its agents to exceed the total amount of cash and investments held at depository banks at all times.

A reconciliation of cash, as shown in the Governmental Funds, Internal Service Fund and Agency Funds Balance Sheets for the primary government is as follows:

Cash on hand - governmental funds	\$ 10,250
Carrying amount of bank deposits - governmental funds	22,204,724
Carrying amount of TexPool deposits - governmental funds	20,163,296
Carrying amount of Texas CLASS deposits - governmental funds	<u>63,883,962</u>
 Total governmental funds	 <u>106,262,232</u>
 Carrying amount of bank deposits - internal service funds	 3,181,893
Carrying amount of TexPool deposits - internal service funds	<u>33,455</u>
 Total internal service funds	 <u>3,215,348</u>
 Carrying amount of bank deposits - agency funds	 4,023,433
Carrying amount of TexPool deposits - agency funds	<u>1,908,017</u>
 Total agency funds	 <u>5,931,450</u>
 Total	 <u><u>\$ 115,409,030</u></u>

The County’s investment policies are in accordance with the laws of the State of Texas. The policies identify authorized investments and investment terms, collateral requirements and safekeeping requirements for collateral.

***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 investment portfolio to less than 365 days. The maximum allowable stated maturity of any individual investment owned by the County shall not exceed three years.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 4 – DEPOSITS AND INVESTMENTS – Continuation**

***Credit Risk***

The County is authorized by statute and by depository contract to invest in obligations of the United States of America, direct obligations of the State of Texas, obligations of state agencies, counties, cities, and other political subdivisions of any state having been rated not less than “A” or its equivalent, certificates of deposit issued by state and national banks that are guaranteed insured or secured by obligations described above having a market value of not less than 110% of the principal amount of the certificates, money market mutual funds regulated by the SEC with a dollar weighted average portfolio maturity of 90 days or less and eligible investment pools organized and operating in compliance with the Public Funds Investment Act that have been approved by the Commissioners’ Court.

As of September 30, 2020 the County had \$20,163,296 and \$63,883,962 invested with the Texas Treasury Safekeeping Trust Company (TexPool) and the Texas Cooperative Liquid Assets Securities System (Texas CLASS), respectively. The Interlocal Cooperation Act, chapter 791 of the Texas Government Code, and the Public Funds Investment Act, chapter 2256 of the Texas Government Code, provide for the creation of public funds investment pools, such as TexPool and Texas CLASS, through which political subdivisions and other entities may invest public funds.

The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure.

Texas CLASS is a local government pool emphasizing safety, liquidity, convenience, and competitive yields. Since 1966, Texas CLASS has provided Texas public entities a safe and competitive investment alternative. The pool is governed by a board of trustees, elected annually by its participants.

Both investment pools use amortized cost to value portfolio assets and follows the criteria for GASB Statement No. 79 for use of amortized cost. TexPool and Texas CLASS do not place any limitations or restrictions such as notice periods or maximum transaction amounts, on withdrawals. Both pools have a credit rating of AAAM from Standard & Poor’s Financial Services. Local government investment pools in this rating category meet the highest standards for credit quality, conservative investment policies, and safety of principle. TexPool and Texas CLASS each invest in a quality portfolio of debt securities investments that are legally permissible for local governments in the state.

***Concentrations of Credit Risk***

The County’s investment policy does not limit investments in any one issuer except that the investment portfolio shall be diversified in terms of investment instruments, maturity scheduling, and financial institutions to reduce the risk of loss resulting from overconcentration of assets in a specific class of investments, specific maturity, or specific issuer.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 5 – OTHER RECEIVABLES**

Receivables as of year-end for the County’s general, other major and non-major governmental and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Other Governmental	Internal Service Fund	Total
Receivables:				
Accounts	\$ 1,387,085	\$ 24,112	\$ 2,247	\$ 1,413,444
Fines and fees	33,050,636	-	-	33,050,636
Paving liens	109,462	-	-	109,462
Gross receivables	34,547,183	24,112	2,247	34,573,542
Less: allowance for uncollectible	32,264,088	-	-	32,264,088
Net total accounts receivable, net	<u>\$ 2,283,095</u>	<u>\$ 24,112</u>	<u>\$ 2,247</u>	<u>\$ 2,309,454</u>

Governmental funds report *deferred inflows of resources* in connection with receivables for revenue that is 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 *deferred revenue* and *unearned revenue* reported in the governmental funds were for delinquent property taxes receivable and miscellaneous unearned revenues.

**NOTE 6 – INTER-FUND BALANCES AND ACTIVITY**

	Inter-fund Transfers In	Inter-fund Transfers Out
General Fund	\$ 13,231	\$ 5,546,789
Special Revenue Funds:		
Graffiti Eradication	-	2,729
Child Abuse Prevention	-	10,502
Auto Burglary and Theft Prevention	48,100	-
Juvenile Probation	3,998,689	-
Capital Projects Funds:		
Capital Projects Fund	1,500,000	-
Sheriff Admin Construction Fund	-	2,312,592
Debt Service Funds:		
Series 2016 Certificates of Obligation	1,812,592	-
Series 2017 Tax Notes	500,000	-
	<u>\$ 7,872,612</u>	<u>\$ 7,872,612</u>

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 6 – INTER-FUND BALANCES AND ACTIVITY – Continuation**

The General Fund transferred various amounts to the Auto Burglary and Theft Prevention, Juvenile Probation, and Capital Projects Funds for the purpose of funding current year operations in all three funds. The transfer to the Capital Projects Fund also served to build fund balance for future projects. The Sheriff Admin Construction Fund completed the capital outlay project during the year. As a result, the fund transferred its remaining balances to the Series 2016 Certificates of Obligation and Series 2017 Tax Notes for the future payment of those debt obligations.

	Inter-fund Receivables	Inter-fund Payables
General Fund	\$ 100,280	\$ 139,273
Special Revenue Funds:		
County Assistance District	1,868	7,591
Law Library	4,546	-
Courthouse Security	3,980	-
Justice Courts Building Security	25	-
County Clerk Records Management	9,318	-
Election	420	1,092
Court Records Management	1,681	-
District Clerk Records Management	2,622	-
Justice Court Technology	924	-
County Clerk / District Clerk Technology	205	-
County Attorney Hot Check	143	525
County Attorney Forfeiture	302	955
County Attorney Federal Forfeiture	122,581	-
County Attorney Pretrial Diversion Fund	5,261	1,332
District Attorney Hot Check	-	19
District Attorney Payroll	406	1,285
Auto Burglary and Theft Prevention	5,281	84,442
Sheriff Federal Forfeiture	-	585
CARES Act - HAVA Grant	338	15,352
CARES Act - Sheriff Grants	238	7,968
	<u>\$ 260,419</u>	<u>\$ 260,419</u>

In the fund financial statements, inter-fund balances are the result of normal transactions between funds and will be liquidated in the subsequent fiscal year.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 7 – CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Increases	Decreases	Transfers/ Reclassifications	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 5,019,784	\$ -	\$ (107,830)	\$ -	\$ 4,911,954
Construction in progress	1,026,731	5,151,373	-	(253,120)	5,924,984
Total capital assets not being depreciated	<u>6,046,515</u>	<u>5,151,373</u>	<u>(107,830)</u>	<u>(253,120)</u>	<u>10,836,938</u>
Capital assets, being depreciated:					
Infrastructure (roads and bridges)	38,396,707	577,452	-	-	38,974,159
Buildings and improvements	98,336,921	-	-	253,120	98,590,041
Furniture and equipment	21,511,450	2,616,778	(213,066)	-	23,915,162
Total capital assets being depreciated	<u>158,245,078</u>	<u>3,194,230</u>	<u>(213,066)</u>	<u>253,120</u>	<u>161,479,362</u>
Less accumulated depreciation:					
Infrastructure (roads and bridges)	(27,318,376)	(398,374)	-	-	(27,716,750)
Buildings and improvements	(34,893,645)	(2,204,835)	-	-	(37,098,480)
Furniture and equipment	(13,139,901)	(1,335,066)	148,752	-	(14,326,215)
Total accumulated depreciation	<u>(75,351,922)</u>	<u>(3,938,275)</u>	<u>148,752</u>	<u>-</u>	<u>(79,141,445)</u>
Total capital assets, being depreciated, net	<u>82,893,156</u>	<u>(744,045)</u>	<u>(64,314)</u>	<u>253,120</u>	<u>82,337,917</u>
Governmental activities capital assets, net	<u>\$ 88,939,671</u>	<u>\$ 4,407,328</u>	<u>\$ (172,144)</u>	<u>\$ -</u>	<u>\$ 93,174,855</u>

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

Governmental activities:	
Administrative	\$ 197,968
Judicial	117,962
Elections	32,815
Public facilities	1,476,703
Public safety	1,513,634
Road and bridge	599,193
Total depreciation expense - governmental activities	<u>\$ 3,938,275</u>

The County has active construction projects as of September 30, 2020. The projects are as follows:

The County has begun the construction of a new District Courts Building, as well as a renovated Fire Station #1. Costs spent to date on these projects totaled \$3,347,697 and \$2,577,287, respectively.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 8 – LEASES**

**Operating Leases**

The County is committed under non-cancelable operating leases for equipment. Future minimum operating lease commitments are as follows:

Year Ending September 30,	
2021	\$ 105,131
2022	105,131
2023	97,736
2024	95,271
2025	23,818
Total Future Minimum Payments	\$ 427,087

Rent expenditures were \$81,313 for the year ended September 30, 2020.

**Capital Lease**

The County has entered into a capital lease with Enterprise Fleet Management for a county-wide commercial fleet. The obligations under capital lease have been recorded in the accompanying financial statements at the present value of future minimum lease payments, discounted at an interest rate of 0%. The cost of the equipment financed by this capital lease obligation is \$1,040,098 and accumulated depreciation of \$251,451.

The County has entered into a capital lease with Dell Financial for servers and related equipment. The obligations under capital lease have been recorded in the accompanying financial statements at the present value of future minimum lease payments, discounted at an interest rate of 0%. The cost of the equipment financed by this capital lease obligation is \$270,812 and accumulated depreciation of \$0.

Commitments under capitalized lease and asset purchase agreements provide for minimum future rental payments as of September 30, 2020, as follows:

Year Ending September 30,	
2021	\$ 379,988
2022	319,267
2023	228,799
2024	136,312
2025	86,638
Total future minimum lease payments	1,151,004
Less amount representing interest	-
Future Minimum Payments	\$ 1,151,004

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 9 – GENERAL OBLIGATION AND CERTIFICATES OF OBLIGATION BONDS**

During the year ended September 30, 2016, the County issued \$21,470,000 of Certificates of Obligation, Series 2016 to provide resources for the purposes of paying contractual obligations incurred for constructing the Sheriff administrative, enforcement and maintenance facility. Principal payments on the Certificates of Obligation, Series 2016 are made annually, each August 1 with interest payments made semi-annually, each February 1 and August 1 until maturity on August 1, 2036. Interest rates range from 1.25% to 3.00% on the Certificates of Obligation, Series 2016.

During the year ended September 30, 2017, the County issued \$5,625,000 of Tax Notes, Series 2017 to provide resources for the purposes of paying contractual obligations incurred for the purchase of equipment for an emergency radio system. Principal payments on the Certificates of Obligation, Series 2017 are made annually, each August 1 with interest payments made semi-annually, each February 1 and August 1 until maturity on August 1, 2024. The interest rate is stated at 1.91% on the Tax Notes, Series 2017.

During the year ended September 30, 2019, the County issued \$50,375,000 of Certificates of Obligation, Series 2019 to provide resources for the purposes of paying contractual obligations incurred for constructing, and equipping the District Courts Building. Principal payments on the Certificates of Obligation, Series 2019 are made annually, each August 1 with interest payments made semi-annually, each February 1 and August 1 until maturity on August 1, 2049. Interest rates range from 3.25% to 5.00% on the Certificates of Obligation, Series 2019.

The annual requirements to amortize all debt outstanding as of September 30, 2020, are as follows:

Years Ending September 30,	Total	Certificates of Obligation Series 2016		Tax Notes Series 2017		Certificates of Obligation Series 2019	
		Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 5,224,451	\$ 935,000	\$ 545,838	\$ 900,000	\$ 62,075	\$ 750,000	\$ 2,031,538
2022	5,478,605	955,000	519,825	915,000	44,742	1,050,000	1,994,038
2023	5,519,337	985,000	490,725	935,000	27,074	1,140,000	1,941,538
2024	5,069,336	1,015,000	460,725	950,000	9,073	750,000	1,884,538
2025	5,081,863	1,045,000	429,825	-	-	1,760,000	1,847,038
2026-2030	21,753,113	5,725,000	1,651,425	-	-	6,160,000	8,216,688
2031-2035	21,811,538	6,630,000	726,450	-	-	7,725,000	6,730,088
2036-2040	15,926,838	1,450,000	21,750	-	-	9,325,000	5,130,088
2041-2045	14,457,650	-	-	-	-	11,225,000	3,232,650
2046-2050	11,559,600	-	-	-	-	10,490,000	1,069,600
Total	<u>\$ 111,882,331</u>	<u>\$ 18,740,000</u>	<u>\$ 4,846,563</u>	<u>\$ 3,700,000</u>	<u>\$ 142,964</u>	<u>\$ 50,375,000</u>	<u>\$ 34,077,804</u>

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 10 – LONG TERM DEBT**

Change in long-term debt is summarized below:

	Balance October 1, 2019	Additions	Retirements	Balance September 30, 2020	Due Within One Year
Certificates of Obligation, Series 2016	\$ 19,660,000	\$ -	\$ (920,000)	\$ 18,740,000	\$ 935,000
Tax Notes, Series 2017	4,585,000	-	(885,000)	3,700,000	900,000
Certificates of Obligation, Series 2019	50,375,000	-	-	50,375,000	750,000
Deferred issuance premiums	4,190,686	-	(148,469)	4,042,217	
Total bonds payable	78,810,686	-	(1,953,469)	76,857,217	2,585,000
Capital lease obligation	601,063	775,751	(225,810)	1,151,004	379,988
Estimated liability for compensated absences	1,767,318	1,657,866	(1,500,243)	1,924,941	192,500
Net pension liability	28,318,679	-	(13,922,137)	14,396,542	-
Total other post employment benefit liability	4,379,815	-	(1,004,139)	3,375,676	-
Total	<u>\$ 113,877,561</u>	<u>\$ 2,433,617</u>	<u>\$ (18,605,798)</u>	<u>\$ 97,705,380</u>	<u>\$ 3,157,488</u>

The County incurred interest expense of \$2,987,527 during the year ended September 30, 2020.

**NOTE 11 – COMPENSATED ABSENCES**

The cost of the County’s liability for compensated absences is calculated at the end of the fiscal year based on the employee’s pay rate and the accumulated vacation hours earned but not taken. Typically, the General Fund has been used to liquidate the liability for compensated absences.

**NOTE 12 – RISK MANAGEMENT**

The County is exposed to various risks of loss relating to general liability, the accidental loss of real and personal property, damage to County assets, errors and omissions and personnel risks which relate to workers’ compensation. The County provides for the management of risks through a combination of self-insurance and traditional insurance. Amounts of coverage for the above types of risk have not been subject to a significant reduction in the past year. The amounts of settlements have not exceeded insurance coverage for the past three fiscal years.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 13 – HEALTH INSURANCE**

The County has established the Health and Life Insurance Fund to account for its health and life program. The Plan accumulates resources to pay the insured healthcare costs for the County employees and their covered dependents and was established with the intent to provide appropriate healthcare insurance to employees and minimize total health insurance cost to the County.

The Plan activities are carried on and accounted for in the Health and Life Insurance Fund, an Internal Service Fund.

The County Contributed \$1,029 per month, per employee. Employees may authorize payroll withholding to pay for premium costs for dependent coverage.

The health insurance premiums are paid to the Health and Life Insurance Fund. These inter-fund transactions are treated as operating expenditures by the General Fund as it makes the aggregate premium payments. These premiums are treated as operating revenue by the Health and Life Insurance Fund as they are received or accrued.

A third-party Plan Administrator processes claims and pays bills weekly, gathers experience and cost data, and makes tentative premium calculation using the experience and cost factors it has developed. The administrative fees paid to the Plan Administrator and the services provided by the Administrator are provided by contractual agreement.

During the current year, the self-funded Health and Life Insurance Fund had stop-loss coverage in effect for all claims per individual exceeding \$125,000 and for an aggregate loss of \$6,960,496. This stop-loss insurance coverage is provided by Holmes, Murphy and Associates. Holmes Murphy and Associates is a commercial insurer licensed to do business in Texas in accordance with the Texas Insurance Code. The Plan purchases “15/12 month” insurance, re-insurance, and stop-loss insurance to provide protection for claims, or losses, arising in one insurance period that must be paid in the following insurance period. The provision for unpaid self-insurance health losses at year end is included in claims payable in the internal services fund. It is based upon actual prior claim cost experience and average time lags in settling such claims and actual claims paid after year end. There has been no significant reduction in insurance coverage from coverage in the prior year by major category of risk.

Changes in the Healthcare Insurance Fund’s claims liability were as follows:

<u>Balance</u> <u>10/1/2018</u>	<u>Incurred</u> <u>Claims</u>	<u>Claim</u> <u>Payments</u>	<u>Balance</u> <u>9/30/2019</u>
\$ 616,458	\$ 5,609,012	\$ 5,963,956	\$ 261,514
<u>Balance</u> <u>10/1/2019</u>	<u>Incurred</u> <u>Claims</u>	<u>Claim</u> <u>Payments</u>	<u>Balance</u> <u>9/30/2020</u>
\$ 261,514	\$ 4,822,243	\$ 4,542,416	\$ 541,341

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN**

*Plan Description*

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 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 and is available at [www.tcdrs.org](http://www.tcdrs.org).

*Benefits Provided*

The Plan provisions are adopted by the governing body of the County (employer), within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the Plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

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

*Employees Covered by Benefit Terms*

The following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	381
Inactive employees entitled to but not yet receiving benefits	323
Active employees	590

*Contributions*

The County has elected the annually determined contribution rate (ADCR) Plan provisions of the TCDRS Act. The Plan is funded by monthly contributions from both employee members and the County based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the County is actuarially determined annually.

The County contributed using the actuarially determined rate of 15.62% for calendar year 2020, and 14.79% for calendar year 2019. The contribution rate payable by the employee members is 7.0% for fiscal year 2020 as adopted by the governing body of the County. The employee contribution rate and the employer contribution rate may be changed by the governing body of the County within the options available in the TCDRS Act.

Continued

**POTTER COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN – Continuation**

*Net Pension Liability*

The County’s net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability or asset was determined by an actuarial valuation as of that date.

*Actuarial Assumptions*

The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

All actuarial assumptions that determined the total pension liability as of December 31, 2019 were based on the results of an actuarial experience study for the period January 1, 2013 – December 31, 2016, except where required to be different by GASB 68.

In the 2017 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection scale, 130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

**TCDRS system-wide economic assumptions:**

Real rate of return	5.25%
Inflation	2.75%
Long-term investment return	8.00%

The assumed long-term investment return of 8% is net after investment and administrative expenses. It is assumed returns will equal the nominal annual rate of 8% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.25% (made up of 2.75% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.6% per year for a career employee.

**Employer-specific economic assumptions:**

Growth in membership	0.00%
Payroll growth for funding calculations	3.25%

The payroll growth assumption is for the aggregate covered payroll of an employer.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN – Continuation**

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on April 2020 information for a 10 year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation (1)	Geometric Real Rate of Return (Expected Minus Inflation) (2)
US Equities	Dow Jones U.S. Total Stock Market Index	14.50%	5.20%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (3)	20.00%	8.20%
Global Equities	MSCI World (net) Index	2.50%	5.50%
International Equities - Developed	MSCI World Ex USA (net) Index	7.00%	5.20%
International Equities - Emerging	MSCI Emerging Markets (net) Index	7.00%	5.70%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.20%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	12.00%	3.14%
Direct Lending	S&P/LSTA Leveraged Loan Index	11.00%	7.16%
Distressed Debt	Cambridge Associates Distressed Securities Index (4)	4.00%	6.90%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	3.00%	4.50%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	8.40%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (5)	6.00%	5.50%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Funds of Funds Composite Index	8.00%	2.30%

(1) Target asset allocation adopted at the June 2020 TCDRS Board Meeting.

(2) Geometric real rates of return equal the expected return minus the assumed inflation rate of 1.80%, per Cliffwater's 2020 capital market assumptions.

(3) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN – Continuation**

*Discount Rate*

The discount rate used to measure the total pension liability was 8.10%. The discount rate is the single rate of return that, when applied to all projected benefit payments results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using the long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not included in (1), calculated using the municipal bond rate.

Therefore, if plan investments in a given future year are greater than projected benefit payments in that year and are invested such that they are expected to earn the long-term rate of return, the discount rate applied to projected benefit payments in that year should be the long-term expected rate of return on plan investments. If future years exist where this is not the case, then an index rate reflecting the yield on a 20-year, tax-exempt municipal bond should be used to discount the projected benefit payments for those years.

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future date, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternatives methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN – Continuation**

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 8.10%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 8.00%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

*Changes in the Net Pension Liability / (Asset)*

	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a) - (b)
	<u>          </u>	<u>          </u>	<u>          </u>
Balances as of December 31, 2018	\$ 191,071,561	\$ 162,752,882	\$ 28,318,679
Changes for the year:			
Service cost	4,184,777	-	4,184,777
Interest on total pension liability (1)	15,436,690	-	15,436,690
Effect of plan changes (2)	-	-	-
Effect of economic/demographic gains or losses	99,437	-	99,437
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	(509,847)	(509,847)	-
Benefit payments	(9,035,837)	(9,035,837)	-
Administrative expenses	-	(142,387)	142,387
Member contributions	-	2,286,269	(2,286,269)
Net investment income	-	26,729,739	(26,729,739)
Employer contributions	-	4,826,681	(4,826,681)
Other (3)	-	(57,261)	57,261
	<u>          </u>	<u>          </u>	<u>          </u>
Balances as of December 31, 2019	<u>\$ 201,246,781</u>	<u>\$ 186,850,239</u>	<u>\$ 14,396,542</u>

(1) Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

(2) No plan changes valued.

(3) Relates to allocation of system-wide items.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN – Continuation**

*Sensitivity of the Net Pension Liability / (Asset) to Changes in the Discount Rate*

The following presents the net pension liability of the County, calculated using the discount rate of 8.10%, as well as what the County’s net pension liability / (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease 7.10%	Current Discount Rate 8.10%	1% Increase 9.10%
Total pension liability	\$ 226,859,714	\$ 201,246,781	\$ 179,681,948
Fiduciary net position	186,850,239	186,850,239	186,850,239
Net pension liability / (asset)	\$ 40,009,475	\$ 14,396,542	\$ (7,168,291)

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan’s fiduciary net position is available in the separately issued TCDRS financial report.

*Pension Expense / (Income)*

	January 1, 2019 to December 31, 2019
Service cost	\$ 4,184,777
Interest on total pension liability (1)	15,436,690
Effect of plan changes	-
Administrative expenses	142,387
Member contributions	(2,286,269)
Expected investment return net of investment expenses	(13,078,448)
Recognition of deferred inflows/outflows of resources	
Recognition of economic/demographic gains or losses	(714,838)
Recognition of assumption changes or inputs	404,649
Recognition of investment gains or losses	1,285,632
Other (2)	57,261
Pension expense / (income)	\$ 5,431,841

(1) Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

(2) Relates to allocation of system-wide items.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 14 – RETIREMENT PLAN – Continuation**

*Deferred Inflows / Outflows of Resources*

As of September 30, 2020, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 718,424	\$ 108,182
Changes of assumptions	-	175,769
Net difference between projected and actual earnings	4,607,937	-
Contributions made subsequent to measurement date	N/A	3,818,741

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expense as follows:

Year ended December 31:	
2020	\$ (1,436,037)
2021	(1,363,343)
2022	467,340
2023	(2,710,370)
2024	-
Thereafter	-

**NOTE 15 – POSTEMPLOYMENT DEFINED BENEFIT GROUP TERM LIFE INSURANCE PLAN**

*Plan Description*

Potter County, Texas participates in a cost-sharing multiple-employer defined-benefit group-term life insurance plan operated by the Texas County & District Retirement System (TCDRS). This plan is referred to as the Group Term Life Fund (GLTF). This optional plan provides group term life insurance coverage to current eligible employees.

The Group Term Life Fund (GTLF) is a separate trust administered by the TCERS board of trustees. TCERS issues a public available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for the GTLF. This report is available at [www.tcdrs.org](http://www.tcdrs.org). TCERS' CAFR may also be obtained by writing to the Texas County & District System, P.O. Box 2034, Austin, TX 78768-2034, or by calling 800-823-7782.

*Funding Policy*

Each participating employer contributes to the GTLF at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is determined using the unit credit method for providing one-year term life insurance. Potter County, Texas contributions to the GTLF for the year ended September 30, 2020 and 2019 was \$49,638 and \$46,513, respectively, which equaled the contractually required contributions.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

*Plan Description*

The County provides other post-employment benefits (OPEB) to all of its full-time employees through a single-employer defined benefit OPEB plan. The Plan provides that an employee who meets the retirement eligibility requirements of the Texas County and District Retirement System, and who leaves the employ of the County may, upon retirement, elect to remain on the County’s health care plan, as well as to continue existing spouse and dependent coverage. Coverage ceases for the member, the spouse and dependents upon the member becoming eligible for Medicare at age 65.

*Benefits Provided*

An employee who meets the retirement eligibility requirements of the Texas County and District Retirement System (TCDRS), and who leaves the employment of Potter County after 20 years of service, or at age 60 with eight (8) years of service, or when the retirees age plus years of service equals 75 is eligible to continue health care coverage when they retire from Potter County. The eligible retiring employee may also continue the existing coverage for spouses and dependents. The retiree pays 100% of the total monthly premium prescribed in the current health plan for active employees and dependents. Premiums are determined annually by estimating the amount needed to cover projected claims. Eligible retirees and their spouse and/or dependents covered by the Potter County Health Care group receive the same health and dental care benefits as active employees, as described in the current health manual.

*Employees Covered by Benefit Terms*

The following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	9
Inactive employees entitled to but not yet receiving benefits	0
Active employees	488

*Total OPEB Liability*

The County’s total OPEB liability was measured as of September 30, 2020, and was determined by an actuarial valuation as of that date.

Continued

**POTTER COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2020**

**NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continuation**

*Actuarial Assumptions*

The total OPEB liability in the September 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Actuarial cost method	Individual Entry-Age Normal
Discount rate	2.41% as of September 30, 2020
Inflation	2.50%
Salary increases	0.50% to 5.00%, not including wage inflation of 3.25%
Demographic Assumptions	Based on the experience study covering the four-year period ending December 31, 2016 as conducted for the Texas County and District Retirement System (TCDRS)
Mortality	For healthy retirees, the gender-district RP-2014 Healthy Annuitant Mortality Tables are used with male rates multiplied by 130% and female rates multiplied by 110%. Those rates are projected on a fully generational basis based on 110% of the ultimate rates of Scale MP-2014.
Health Care Trend Rates	Initial rate of 7.00% declining to an ultimate rate of 4.15% after 15 years
Participation Rates	15% for eligible retirees

*Discount Rate*

For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 2.41% (based on the daily rate closest to but not later than the measurement date of the Fidelity “20-Year Municipal GO AA Index”). The discount rate was 2.66% as of the prior measurement date.

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continuation**

*Changes in the Total OPEB Liability*

	Changes in Total OPEB Liability
Balances as of September 30, 2019	\$ 4,379,815
Changes for the year:	
Service cost	318,294
Interest on total OPEB liability	119,444
Changes of benefit terms	-
Difference between expected and actual experience	(710,159)
Changes in assumption	(634,535)
Benefit payments	(97,183)
Balances as of September 30, 2020	\$ 3,375,676

Changes of assumptions reflect updated claims, trends, mortality tables, and discount rate from the October 1, 2018 valuation.

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

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discounted rate of 2.41%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

	1% Decrease 1.41%	Current Discount Rate 2.41%	1% Increase 3.41%
Total OPEB liability	\$ 3,690,454	\$ 3,375,676	\$ 3,087,187

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continuation**

*Sensitivity of the Total OPEB Liability to the Healthcare Cost Trend Rate Assumption*

Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
Total OPEB liability	\$ 2,948,997	\$ 3,375,676	\$ 3,893,867

*OPEB Expense / (Income)*

	October 1, 2019 to September 30, 2020
Service cost	\$ 318,294
Interest on total OPEB liability	119,444
Current period benefit changes	-
OPEB Plan administrative expense	-
Recognition of Deferred Inflows/Outflows of Resources	
Recognition of economic/demographic gains or losses	(137,643)
Recognition of assumption changes or inputs	51,778
OPEB expense / (income)	\$ 351,873

*Deferred Inflows / Outflows of Resources*

As of September 30, 2020, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 833,073	\$ -
Changes of assumptions	713,749	788,361

Continued

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) – Continuation**

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, excluding contributions made subsequent to the measurement date, will be recognized in pension expense as follows:

Year ended December 31:	
2020	\$ (85,865)
2021	(85,865)
2022	(85,865)
2023	(85,865)
2024	(82,925)
Thereafter	(332,076)

**NOTE 17 – TAX ABATEMENT AGREEMENTS**

The County has entered into a tax abatement agreement which is authorized and governed by the Property Redevelopment and Tax Abatement Act, Chapter 312, Texas Tax Code with Bell Helicopter Textron, Inc. The Company is to construct a “qualified facility” on an approximate 20 acre parcel of land within the Reinvestment Zone No. 8 as established by the City of Amarillo, Texas. The County will abate 100% of the ad valorem taxes on this development for a period of ten years beginning on January 1, 2014.

The County has entered into a tax abatement agreement which is authorized and governed by the Property Redevelopment and Tax Abatement Act, Chapter 312, Texas Tax Code with Coca-Cola Refreshments USA, Inc. The Company is to operate and renovate a premises on an approximate 9.76 acres within the Reinvestment Zone No. 7 as established by the City of Amarillo, Texas. The County will abate 100% of the ad valorem taxes on this development for a period of ten years beginning on January 1, 2016.

The County has entered into a tax abatement agreement which is authorized and governed by the Property Redevelopment and Tax Abatement Act, Chapter 312, Texas Tax Code with Gestamp Wind Steel US, Inc. The Company is to operate and renovate a premises on an approximate 48 acres within the Reinvestment Zone No. 7 as established by the City of Amarillo, Texas. The County will abate 100% of the ad valorem taxes on this development for a period of ten years beginning on January 1, 2017.

Chapter 312 of the Texas Tax Code allows for the designation of tax reinvestment zones and the negotiation of tax abatement agreements with applicants. These abatement agreements authorize the Potter-Randall County Appraisal District to reduce the assessed value of the taxpayer’s property by a percentage specified in the agreement, and the taxpayer will pay taxes on the lower assessed value during the term of the agreement. Property taxes abated by Potter County under this program, in accordance with the above agreements, were \$856,847 for the year ended September 30, 2020.

**POTTER COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**NOTE 18 – COMMITMENTS, CONTINGENCIES AND SUBSEQUENT EVENTS**

The County is the defendant in a number of lawsuits arising principally in the normal course of operations. In the opinion of the management of the County the outcome of these lawsuits will not have a material adverse effect on the accompanying basic financial statements and accordingly, no provision for losses has been recorded.

The County participates in numerous state and federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at September 30, 2020, may be impaired. In the opinion of the County, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

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**REQUIRED SUPPLEMENTARY INFORMATION  
(UNAUDITED)**

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**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 52,488,256	\$ 52,488,256	\$ 52,529,636	\$ 41,380
Sales and miscellaneous taxes	768,700	768,700	589,274	(179,426)
Licenses and fees	4,105,326	4,105,326	4,043,703	(61,623)
Fines and forfeitures	1,000,900	1,000,900	742,364	(258,536)
Intergovernmental	2,138,250	2,561,556	2,676,874	115,318
Interest	1,075,000	1,075,000	494,253	(580,747)
Miscellaneous	1,187,500	1,187,900	1,553,084	365,184
<b>Total revenues</b>	<b>62,763,932</b>	<b>63,187,638</b>	<b>62,629,188</b>	<b>(558,450)</b>
<b>EXPENDITURES</b>				
Current:				
Administrative	9,068,229	9,040,468	7,943,382	1,097,086
Judicial	17,528,308	17,656,721	14,927,477	2,729,244
Elections	598,711	598,711	485,421	113,290
Public facilities	2,923,493	2,934,723	2,282,322	652,401
Public safety	12,263,538	12,339,785	11,564,929	774,856
Corrections and rehabilitation	13,275,471	13,392,980	12,588,069	804,911
Road and bridge	2,675,369	2,670,369	2,314,814	355,555
Health and human services	1,115,166	1,127,337	1,047,482	79,855
Capital outlay	142,335	466,030	631,597	(165,567)
Debt service:				
Principal	310,738	310,738	225,810	84,928
<b>Total expenditures</b>	<b>59,901,358</b>	<b>60,537,862</b>	<b>54,011,303</b>	<b>6,526,559</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,862,574</b>	<b>2,649,776</b>	<b>8,617,885</b>	<b>5,968,109</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of assets	-	-	94,863	94,863
Proceeds from capital leases	-	-	407,780	407,780
Transfers in	-	-	13,231	13,231
Transfers out	(3,998,689)	(3,998,689)	(5,546,789)	(1,548,100)
<b>Total other financing sources (uses)</b>	<b>(3,998,689)</b>	<b>(3,998,689)</b>	<b>(5,030,915)</b>	<b>(1,032,226)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(1,136,115)</b>	<b>(1,348,913)</b>	<b>3,586,970</b>	<b>4,935,883</b>
<b>FUND BALANCES - BEGINNING</b>	<b>27,664,166</b>	<b>27,664,166</b>	<b>27,664,166</b>	<b>-</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 26,528,051</b>	<b>\$ 26,315,253</b>	<b>\$ 31,251,136</b>	<b>\$ 4,935,883</b>

**POTTER COUNTY, TEXAS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**Last 10 Years (will ultimately be displayed as available)**

	Year Ended December 31,			
	2019	2018	2017	2016
<b>Total Pension Liability:</b>				
Service cost	\$ 4,184,777	\$ 4,231,120	\$ 4,273,814	\$ 4,352,352
Interest on total pension liability	15,436,690	14,703,036	13,871,195	13,037,017
Effect of plan changes	-	-	-	-
Effect of assumption changes or inputs	-	-	439,421	-
Effect of economic/demographic (gains) or losses	99,437	(775,543)	71,577	(1,265,495)
Benefit payments/refunds of contributions	(9,545,684)	(8,582,682)	(8,113,787)	(7,822,670)
Net change in total pension liability	10,175,220	9,575,931	10,542,220	8,301,204
Total pension liability, beginning	191,071,561	181,495,630	170,953,410	162,652,206
Total pension liability, ending (a)	<u>\$ 201,246,781</u>	<u>\$ 191,071,561</u>	<u>\$ 181,495,630</u>	<u>\$ 170,953,410</u>
<b>Fiduciary Net Position:</b>				
Employer contributions	\$ 4,826,681	\$ 4,625,757	\$ 4,318,705	\$ 4,074,113
Member contributions	2,286,269	2,190,217	2,109,629	2,068,086
Investment income net of investment expenses	26,729,739	(3,146,419)	21,585,568	10,342,613
Benefit payments/refunds of contributions	(9,545,684)	(8,582,682)	(8,113,787)	(7,822,670)
Administrative expenses	(142,387)	(130,724)	(111,613)	(112,476)
Other	(57,261)	(35,776)	(23,400)	(361,045)
Net change in fiduciary net position	24,097,357	(5,079,627)	19,765,102	8,188,621
Fiduciary net position, beginning	162,752,882	167,832,509	148,067,407	139,878,786
Fiduciary net position, ending (b)	<u>\$ 186,850,239</u>	<u>\$ 162,752,882</u>	<u>\$ 167,832,509</u>	<u>\$ 148,067,407</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$ 14,396,542</u>	<u>\$ 28,318,679</u>	<u>\$ 13,663,121</u>	<u>\$ 22,886,003</u>
Fiduciary net position as a % of total pension liability	92.85%	85.18%	92.47%	86.61%
Pensionable covered payroll	\$ 32,634,836	\$ 31,288,811	\$ 30,137,563	\$ 29,544,082
Net pension liability as a % of covered payroll	44.11%	90.51%	45.34%	77.46%

Year Ended December 31,

2015	2014	2013	2012	2011	2010
\$ 4,127,523	\$ 4,108,621	\$ N/A	\$ N/A	\$ N/A	\$ N/A
12,402,512	11,669,923	N/A	N/A	N/A	N/A
(728,256)	-	N/A	N/A	N/A	N/A
1,583,826	-	N/A	N/A	N/A	N/A
(1,704,163)	(268,856)	N/A	N/A	N/A	N/A
<u>(7,265,790)</u>	<u>(6,536,622)</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
8,415,652	8,973,066	N/A	N/A	N/A	N/A
<u>154,236,554</u>	<u>145,263,488</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>\$ 162,652,206</u>	<u>\$ 154,236,554</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>
\$ 3,944,278	\$ 3,899,238	\$ N/A	\$ N/A	\$ N/A	\$ N/A
2,009,470	1,984,119	N/A	N/A	N/A	N/A
(641,974)	9,074,869	N/A	N/A	N/A	N/A
(7,265,790)	(6,536,622)	N/A	N/A	N/A	N/A
(101,332)	(106,048)	N/A	N/A	N/A	N/A
143,195	29,017	N/A	N/A	N/A	N/A
(1,912,153)	8,344,573	N/A	N/A	N/A	N/A
<u>141,790,759</u>	<u>133,446,186</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>\$ 139,878,606</u>	<u>\$ 141,790,759</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>
<u>\$ 22,773,600</u>	<u>\$ 12,445,795</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>	<u>\$ N/A</u>
86.00%	91.93%	N/A	N/A	N/A	N/A
\$ 28,706,709	\$ 28,296,592	\$ N/A	\$ N/A	\$ N/A	\$ N/A
79.33%	43.98%	N/A	N/A	N/A	N/A



**POTTER COUNTY, TEXAS**  
**POTTER COUNTY HEALTHCARE PLAN**  
**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**  
**Last 10 Years (will ultimately be displayed as available)**

	Year Ended September 30,			
	2020	2019	2018	2017
<b>Total OPEB Liability:</b>				
Service cost	\$ 318,294	\$ 181,073	\$ 196,351	\$ N/A
Interest on total OPEB liability	119,444	148,114	129,989	N/A
Changes in benefit terms	-	-	-	N/A
Difference between expected and actual experience of the total OPEB liability	(710,159)	(249,198)	-	N/A
Changes in assumptions	(634,535)	1,004,351	(232,428)	N/A
Benefit payments	(97,183)	(132,327)	(81,049)	N/A
Net change in total OPEB liability	(1,004,139)	952,013	12,863	N/A
Total OPEB liability, beginning	4,379,815	3,427,802	3,414,939	N/A
Total OPEB liability, ending	<u>\$ 3,375,676</u>	<u>\$ 4,379,815</u>	<u>\$ 3,427,802</u>	<u>\$ N/A</u>
Covered employee payroll	\$ 29,348,897	\$ 24,802,020	\$ 25,795,275	\$ N/A
Total OPEB liability as a % of covered employee payroll	11.50%	17.66%	13.29%	N/A

**Notes to Schedule:**

Changes of assumptions reflect the effects of changes in the discount rate each period.  
The following are the discount rates used in each period:

December 31, 2019	2.41 %
December 31, 2018	2.66 %
December 31, 2017	3.31 %
December 31, 2016	3.81 %

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**OTHER SUPPLEMENTARY INFORMATION**

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 52,488,256	\$ 52,488,256	\$ 52,529,636	\$ 41,380
Miscellaneous taxes	768,700	768,700	589,274	(179,426)
Licenses and fees	4,105,326	4,105,326	4,043,703	(61,623)
Fines and forfeitures	1,000,900	1,000,900	742,364	(258,536)
Intergovernmental	2,138,250	2,561,556	2,676,874	115,318
Interest	1,075,000	1,075,000	494,253	(580,747)
Miscellaneous	1,187,500	1,187,900	1,553,084	365,184
Total revenues	<u>62,763,932</u>	<u>63,187,638</u>	<u>62,629,188</u>	<u>(558,450)</u>
<b>EXPENDITURES</b>				
<b>ADMINISTRATIVE</b>				
County Judge				
Salaries and fringe benefits	248,505	248,505	248,008	497
Travel and uniforms	3,000	3,000	-	3,000
General operations	4,400	4,705	4,701	4
Equipment/vehicle maintenance	800	550	564	(14)
Total County Judge	<u>256,705</u>	<u>256,760</u>	<u>253,273</u>	<u>3,487</u>
Commissioners' Court				
Salaries and fringe benefits	255,842	255,842	231,370	24,472
Travel and uniforms	12,000	12,000	3,180	8,820
General operations	4,700	4,700	4,240	460
Total Commissioners' Court	<u>272,542</u>	<u>272,542</u>	<u>238,790</u>	<u>33,752</u>
Human resources				
Salaries and fringe benefits	356,844	356,844	314,534	42,310
Travel and uniforms	3,000	3,000	378	2,622
Contract services	3,331	3,331	3,331	-
General operations	6,343	9,218	7,229	1,989
Equipment/vehicle maintenance	3,500	3,500	2,532	968
Total Human resources	<u>373,018</u>	<u>375,893</u>	<u>328,004</u>	<u>47,889</u>

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>ADMINISTRATIVE</b>				
Information technology				
Contract services	\$ 1,546,433	\$ 1,643,329	\$ 1,766,010	\$ (122,681)
General operations	538,890	570,627	563,089	7,538
Equipment/vehicle maintenance	650	650	390	260
Total Information technology	<u>2,085,973</u>	<u>2,214,606</u>	<u>2,329,489</u>	<u>(114,883)</u>
Information and records management				
Salaries and fringe benefits	539,823	539,823	484,207	55,616
Travel and uniforms	4,000	4,000	1,768	2,232
Contract services	6,000	6,000	1,790	4,210
General operations	25,400	25,400	8,054	17,346
Equipment/vehicle maintenance	2,000	2,000	364	1,636
Total Information and records management	<u>577,223</u>	<u>577,223</u>	<u>496,183</u>	<u>81,040</u>
General administrative				
Salaries and fringe benefits	15,000	16,900	16,863	37
Contract services	605,000	603,100	554,320	48,780
General operations	1,294,565	1,152,881	619,116	533,765
Equipment/vehicle maintenance	305,000	286,958	186,315	100,643
Total General administrative	<u>2,219,565</u>	<u>2,059,839</u>	<u>1,376,614</u>	<u>683,225</u>
County Auditor				
Salaries and fringe benefits	585,388	585,388	577,123	8,265
Travel and uniforms	10,000	10,000	2,711	7,289
Contract services	134,000	134,000	133,815	185
General operations	7,000	7,000	5,244	1,756
Equipment/vehicle maintenance	1,800	1,800	1,696	104
Total County Auditor	<u>738,188</u>	<u>738,188</u>	<u>720,589</u>	<u>17,599</u>

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>ADMINISTRATIVE</b>				
County Treasurer				
Salaries and fringe benefits	\$ 243,479	\$ 243,479	\$ 239,855	\$ 3,624
Travel and uniforms	5,000	5,000	730	4,270
General operations	11,250	11,250	3,819	7,431
Equipment/vehicle maintenance	2,200	2,200	1,810	390
Total County Treasurer	261,929	261,929	246,214	15,715
Purchasing Agent				
Salaries and fringe benefits	476,494	476,494	370,802	105,692
Travel and uniforms	15,000	15,000	3,932	11,068
General operations	11,800	11,800	4,770	7,030
Equipment/vehicle maintenance	4,500	4,500	2,485	2,015
Total Purchasing Agent	520,294	520,294	391,489	128,805
Collections				
Salaries and fringe benefits	211,856	211,856	207,749	4,107
Travel and uniforms	3,500	3,500	-	3,500
Contract services	3,745	3,745	3,600	145
General operations	18,650	17,990	13,504	4,486
Equipment/vehicle maintenance	1,500	1,500	695	805
Total Collections	239,251	238,591	225,548	13,043
Tax Assessor/Collector				
Salaries and fringe benefits	1,351,941	1,351,941	1,189,056	162,885
Travel and uniforms	8,000	8,000	3,887	4,113
Contract services	63,000	63,000	58,892	4,108
General operations	96,400	97,462	82,197	15,265
Equipment/vehicle maintenance	4,200	4,200	3,157	1,043
Total Tax Assessor/Collector	1,523,541	1,524,603	1,337,189	187,414
Total Administrative	9,068,229	9,040,468	7,943,382	1,097,086

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>JUDICIAL</b>				
County Clerk				
Salaries and fringe benefits	\$ 1,014,161	\$ 1,014,161	\$ 983,515	\$ 30,646
Travel and uniforms	6,000	6,000	1,918	4,082
Contract services	131,545	131,545	186,236	(54,691)
General operations	37,100	41,440	30,560	10,880
Equipment/vehicle maintenance	8,000	8,000	4,183	3,817
Total County Clerk	1,196,806	1,201,146	1,206,412	(5,266)
District Clerk				
Salaries and fringe benefits	1,308,033	1,308,033	1,169,999	138,034
Travel and uniforms	9,000	9,000	5,503	3,497
Contract services	21,250	75,250	21,168	54,082
General operations	52,900	39,790	29,438	10,352
Equipment/vehicle maintenance	12,000	12,000	10,851	1,149
Total District Clerk	1,403,183	1,444,073	1,236,959	207,114
Court of appeals				
Salaries and fringe benefits	10,333	10,333	9,829	504
Total Court of appeals	10,333	10,333	9,829	504
47th District Court				
Salaries and fringe benefits	364,794	364,794	339,869	24,925
Travel and uniforms	11,250	11,250	1,149	10,101
General operations	11,100	11,605	6,471	5,134
Equipment/vehicle maintenance	1,500	1,500	491	1,009
Total 47th District Court	388,644	389,149	347,980	41,169
108th District Court				
Salaries and fringe benefits	364,794	364,794	364,234	560
Travel and uniforms	11,250	11,250	1,260	9,990
General operations	9,700	10,037	7,220	2,817
Equipment/vehicle maintenance	1,500	1,500	1,151	349
Total 108th District Court	387,244	387,581	373,865	13,716

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>JUDICIAL</b>				
181st District Court				
Salaries and fringe benefits	\$ 364,988	\$ 364,988	\$ 324,224	\$ 40,764
Travel and uniforms	11,250	11,250	1,013	10,237
General operations	11,100	11,269	7,809	3,460
Equipment/vehicle maintenance	1,500	1,500	385	1,115
Total 181st District Court	388,838	389,007	333,431	55,576
251st District Court				
Salaries and fringe benefits	364,794	364,794	356,673	8,121
Travel and uniforms	11,250	11,250	1,831	9,419
General operations	11,100	13,236	8,211	5,025
Equipment/vehicle maintenance	1,500	1,500	511	989
Total 251st District Court	388,644	390,780	367,226	23,554
320th District Court				
Salaries and fringe benefits	364,794	364,794	360,527	4,267
Travel and uniforms	11,250	11,250	275	10,975
General operations	9,700	9,700	4,519	5,181
Equipment/vehicle maintenance	1,500	1,500	508	992
Total 320th District Court	387,244	387,244	365,829	21,415
Associate judge - Child support				
General operations	1,200	1,497	923	574
Total Associate judge - Child support	1,200	1,497	923	574
Associate judge - Child abuse				
Salaries and fringe benefits	31,231	31,231	-	31,231
General operations	2,000	2,000	200	1,800
Equipment/vehicle maintenance	-	-	110	(110)
Total Associate judge - Child abuse	33,231	33,231	310	32,921

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>JUDICIAL</b>				
County Court-at-Law #1				
Salaries and fringe benefits	\$ 556,357	\$ 556,357	\$ 536,669	\$ 19,688
Travel and uniforms	9,650	9,650	2,483	7,167
General operations	7,500	7,500	6,452	1,048
Equipment/vehicle maintenance	600	600	363	237
Total County Court-at-Law #1	574,107	574,107	545,967	28,140
County Court-at-Law #2				
Salaries and fringe benefits	556,357	556,357	537,118	19,239
Travel and uniforms	9,650	9,650	43	9,607
General operations	7,500	7,500	4,523	2,977
Equipment/vehicle maintenance	400	400	284	116
Total County Court-at-Law #2	573,907	573,907	541,968	31,939
Justice of the Peace, Precinct #1				
Salaries and fringe benefits	290,108	290,108	273,798	16,310
Travel and uniforms	3,500	3,500	839	2,661
Contract services	17,000	17,000	16,987	13
General operations	10,457	12,825	12,723	102
Equipment/vehicle maintenance	1,223	1,058	1,370	(312)
Total Justice of the Peace Precinct #1	322,288	324,491	305,717	18,774
Justice of the Peace, Precinct #2				
Salaries and fringe benefits	233,083	233,083	220,840	12,243
Travel and uniforms	3,500	3,500	716	2,784
Contract services	17,000	17,000	16,987	13
General operations	8,830	9,170	7,252	1,918
Equipment/vehicle maintenance	1,000	1,000	734	266
Total Justice of the Peace Precinct #2	263,413	263,753	246,529	17,224

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>JUDICIAL</b>				
Justice of the Peace, Precinct #3				
Salaries and fringe benefits	\$ 295,026	\$ 295,026	\$ 280,905	\$ 14,121
Travel and uniforms	3,500	3,500	563	2,937
Contract services	17,000	17,000	16,987	13
General operations	13,530	13,870	11,024	2,846
Equipment/vehicle maintenance	2,500	2,500	1,321	1,179
Total Justice of the Peace Precinct #3	<u>331,556</u>	<u>331,896</u>	<u>310,800</u>	<u>21,096</u>
Justice of the Peace, Precinct #4				
Salaries and fringe benefits	233,085	233,085	220,715	12,370
Travel and uniforms	3,500	3,500	929	2,571
Contract services	17,000	17,000	16,987	13
General operations	8,660	8,835	8,831	4
Equipment/vehicle maintenance	1,200	1,200	1,584	(384)
Total Justice of the Peace Precinct #4	<u>263,445</u>	<u>263,620</u>	<u>249,046</u>	<u>14,574</u>
Jury				
Salaries and fringe benefits	202,268	202,268	186,083	16,185
Travel and uniforms	2,500	2,500	-	2,500
Contract services	115,500	116,685	54,754	61,931
General operations	43,000	41,815	18,814	23,001
Equipment/vehicle maintenance	4,000	4,000	3,116	884
Total Jury	<u>367,268</u>	<u>367,268</u>	<u>262,767</u>	<u>104,501</u>
County Attorney				
Salaries and fringe benefits	2,539,152	2,604,576	2,448,722	155,854
Travel and uniforms	32,800	35,622	8,768	26,854
Contract services	38,550	38,550	22,561	15,989
General operations	45,880	44,980	41,624	3,356
Equipment/vehicle maintenance	18,500	18,500	7,830	10,670
Total County Attorney	<u>2,674,882</u>	<u>2,742,228</u>	<u>2,529,505</u>	<u>212,723</u>

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>JUDICIAL</b>				
District Attorney				
Salaries and fringe benefits	\$ 3,596,465	\$ 3,596,465	\$ 3,273,948	\$ 322,517
Travel and uniforms	32,000	33,307	12,661	20,646
Contract services	142,474	142,474	37,877	104,597
General operations	65,120	64,220	43,790	20,430
Equipment/vehicle maintenance	14,500	14,500	8,211	6,289
Total District Attorney	<u>3,850,559</u>	<u>3,850,966</u>	<u>3,376,487</u>	<u>474,479</u>
Bail Bond Board Administration				
Travel and uniforms	1,500	1,500	750	750
General operations	500	500	130	370
Total Bail Bond Board Administration	<u>2,000</u>	<u>2,000</u>	<u>880</u>	<u>1,120</u>
General judicial				
Contract services	2,992,500	2,992,500	2,188,102	804,398
General operations	727,016	735,944	126,945	608,999
Total General judicial	<u>3,719,516</u>	<u>3,728,444</u>	<u>2,315,047</u>	<u>1,413,397</u>
Total Judicial	<u>17,528,308</u>	<u>17,656,721</u>	<u>14,927,477</u>	<u>2,729,244</u>
<b>ELECTIONS</b>				
Election administration				
Salaries and fringe benefits	420,761	420,761	415,162	5,599
Travel and uniforms	6,000	6,000	632	5,368
Contract services	75,000	75,000	21,508	53,492
General operations	93,750	93,750	44,082	49,668
Equipment/vehicle maintenance	3,200	3,200	4,037	(837)
Total Elections administration	<u>598,711</u>	<u>598,711</u>	<u>485,421</u>	<u>113,290</u>
Total Elections	<u>598,711</u>	<u>598,711</u>	<u>485,421</u>	<u>113,290</u>

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>PUBLIC FACILITIES</b>				
Facilities maintenance				
Salaries and fringe benefits	\$ 1,590,211	\$ 1,590,211	\$ 1,469,330	\$ 120,881
Travel and uniforms	18,500	18,500	5,108	13,392
General operations	75,720	75,720	49,533	26,187
Equipment/vehicle maintenance	24,880	24,880	11,005	13,875
Total Facilities maintenance	1,709,311	1,709,311	1,534,976	174,335
Courthouse				
General operations	250,200	255,000	140,029	114,971
Total Courthouse	250,200	255,000	140,029	114,971
Courts building				
General operations	297,805	300,235	154,226	146,009
Total Courts building	297,805	300,235	154,226	146,009
Library building				
General operations	10,100	10,100	7,829	2,271
Total Library building	10,100	10,100	7,829	2,271
Extension service building				
General operations	23,450	23,450	12,662	10,788
Total Extension service building	23,450	23,450	12,662	10,788
Santa Fe building				
General operations	431,189	435,189	286,555	148,634
Total Santa Fe building	431,189	435,189	286,555	148,634
Baseball stadium				
General operations	7,000	7,000	2,705	4,295
Total Baseball stadium	7,000	7,000	2,705	4,295

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>PUBLIC FACILITIES</b>				
JP #3 office				
General operations	\$ 14,700	\$ 14,700	\$ 12,068	\$ 2,632
Total JP #3 office	14,700	14,700	12,068	2,632
Bowie Annex				
General operations	23,000	23,000	11,626	11,374
Total Bowie Annex	23,000	23,000	11,626	11,374
West 6th Street Annex				
General operations	4,850	5,520	5,512	8
Total West 6th Street Annex	4,850	5,520	5,512	8
Law Enforcement Center				
General operations	113,038	110,418	80,455	29,963
Total Law Enforcement Center	113,038	110,418	80,455	29,963
Vehicle maintenance garage				
General operations	22,000	23,950	23,930	20
Total Vehicle maintenance garage	22,000	23,950	23,930	20
Fire Station #3				
General operations	16,850	16,850	9,749	7,101
Total Fire Station #3	16,850	16,850	9,749	7,101
Total Public Facilities	2,923,493	2,934,723	2,282,322	652,401

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>PUBLIC SAFETY</b>				
Forensic science lab				
Contract services	\$ 497,500	\$ 522,500	\$ 386,293	\$ 136,207
Total Forensic science lab	497,500	522,500	386,293	136,207
Constable, Precinct #1				
Salaries and fringe benefits	81,179	81,179	81,051	128
Travel and uniforms	4,000	6,132	180	5,952
Contract services	1,250	1,250	1,199	51
General operations	4,400	3,218	2,124	1,094
Equipment/vehicle maintenance	4,700	4,700	2,757	1,943
Total Constable, Precinct #1	95,529	96,479	87,311	9,168
Constable, Precinct #2				
Salaries and fringe benefits	81,179	81,179	80,716	463
Travel and uniforms	4,250	6,056	2,982	3,074
Contract services	1,248	1,248	1,199	49
General operations	5,370	4,205	4,205	-
Equipment/vehicle maintenance	5,000	4,983	2,109	2,874
Total Constable, Precinct #2	97,047	97,671	91,211	6,460
Constable, Precinct #3				
Salaries and fringe benefits	81,179	81,179	80,963	216
Travel and uniforms	2,700	5,566	162	5,404
Contract services	1,400	1,400	1,199	201
General operations	5,880	4,698	3,125	1,573
Equipment/vehicle maintenance	5,000	5,000	1,656	3,344
Total Constable, Precinct #3	96,159	97,843	87,105	10,738

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>PUBLIC SAFETY</b>				
Constable, Precinct #4				
Salaries and fringe benefits	\$ 81,179	\$ 81,179	\$ 80,987	\$ 192
Travel and uniforms	4,000	4,685	2,186	2,499
Contract services	1,248	1,248	1,199	49
General operations	5,500	4,318	2,796	1,522
Equipment/vehicle maintenance	4,000	4,000	3,342	658
Total Constable, Precinct #4	95,927	95,430	90,510	4,920
Sheriff				
Salaries and fringe benefits	8,364,825	8,349,650	8,233,146	116,504
Travel and uniforms	120,000	160,043	136,715	23,328
Contract services	195,450	195,450	177,715	17,735
General operations	153,830	176,176	101,228	74,948
Equipment/vehicle maintenance	330,000	330,000	248,554	81,446
Total Sheriff	9,164,105	9,211,319	8,897,358	313,961
Public services				
General operations	1,235,242	1,235,242	1,089,885	145,357
Total Public services	1,235,242	1,235,242	1,089,885	145,357
Fire / rescue department				
Salaries and fringe benefits	364,439	364,439	350,882	13,557
Travel and uniforms	66,000	59,718	46,432	13,286
Contract services	35,000	35,000	11,720	23,280
General operations	163,580	171,134	140,082	31,052
Equipment/vehicle maintenance	295,750	295,750	249,244	46,506
Building maintenance	57,260	57,260	36,896	20,364
Total Fire / rescue department	982,029	983,301	835,256	148,045
Total Public Safety	12,263,538	12,339,785	11,564,929	774,856

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>CORRECTIONS AND REHABILITATION</b>				
Detention center				
Salaries and fringe benefits	\$ 10,841,941	\$ 10,857,116	\$ 10,485,490	\$ 371,626
Contract services	45,250	66,552	52,487	14,065
General operations	1,625,720	1,626,644	1,347,796	278,848
Equipment/vehicle maintenance	37,500	37,500	22,910	14,590
Building maintenance	528,000	608,108	526,749	81,359
Total Detention center	<u>13,078,411</u>	<u>13,195,920</u>	<u>12,435,432</u>	<u>760,488</u>
Community Supervision and Corrections				
General operations	13,000	13,000	-	13,000
Equipment/vehicle maintenance	15,000	15,000	13,259	1,741
Total Community Supervision and Corrections	<u>28,000</u>	<u>28,000</u>	<u>13,259</u>	<u>14,741</u>
Court Supervised Release Program				
Salaries and fringe benefits	145,560	145,560	137,662	7,898
Travel and uniforms	7,500	7,500	319	7,181
General operations	13,000	13,000	242	12,758
Equipment/vehicle maintenance	3,000	3,000	1,155	1,845
Total Court Supervised Release Program	<u>169,060</u>	<u>169,060</u>	<u>139,378</u>	<u>29,682</u>
Total Corrections and Rehabilitation	<u>13,275,471</u>	<u>13,392,980</u>	<u>12,588,069</u>	<u>804,911</u>

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>ROAD AND BRIDGE</b>				
Road and Bridge				
Salaries and fringe benefits	\$ 1,556,876	\$ 1,556,876	\$ 1,450,669	\$ 106,207
Travel and uniforms	15,700	16,700	16,653	47
Contract services	27,557	27,557	24,408	3,149
General operations	659,801	662,701	574,845	87,856
Equipment/vehicle maintenance	332,254	323,354	195,976	127,378
Building maintenance	83,181	83,181	52,263	30,918
Total Road and Bridge	<u>2,675,369</u>	<u>2,670,369</u>	<u>2,314,814</u>	<u>355,555</u>
Total Road and Bridge	<u>2,675,369</u>	<u>2,670,369</u>	<u>2,314,814</u>	<u>355,555</u>
<b>HEALTH AND HUMAN SERVICES</b>				
Mental health - community service				
Salaries and fringe benefits	76,484	76,484	74,928	1,556
Travel and uniforms	2,000	2,000	-	2,000
Contract services	8,500	8,500	7,259	1,241
General operations	500	500	-	500
Total Mental health - community service	<u>87,484</u>	<u>87,484</u>	<u>82,187</u>	<u>5,297</u>
Mental health and specialty service				
Salaries and fringe benefits	88,010	88,010	87,668	342
Travel and uniforms	2,000	2,545	2,540	5
General operations	5,550	9,405	8,609	796
Equipment/vehicle maintenance	5,000	5,000	-	5,000
Total Mental health and specialty service	<u>100,560</u>	<u>104,960</u>	<u>98,817</u>	<u>6,143</u>
County extension services				
Salaries and fringe benefits	221,343	221,343	193,630	27,713
Travel and uniforms	10,500	10,500	5,307	5,193
General operations	16,390	19,270	17,759	1,511
Equipment/vehicle maintenance	19,000	19,000	12,909	6,091
Total County extension services	<u>267,233</u>	<u>270,113</u>	<u>229,605</u>	<u>40,508</u>

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>HEALTH AND HUMAN SERVICES</b>				
Family crime unit				
Salaries and fringe benefits	\$ 350,615	\$ 355,506	\$ 342,383	\$ 13,123
Travel and uniforms	1,200	1,200	-	1,200
General operations	5,900	5,900	4,624	1,276
Total Family crime unit	357,715	362,606	347,007	15,599
Victim Assistance - VOCA				
Salaries and fringe benefits	226,119	226,119	221,506	4,613
Travel and uniforms	4,000	1,300	-	1,300
Contract services	-	2,700	2,607	93
General operations	1,440	1,440	1,358	82
Total VOCA	231,559	231,559	225,471	6,088
Victim Assistance - VLCG				
Salaries and fringe benefits	68,615	68,615	64,395	4,220
Travel and uniforms	2,000	2,000	-	2,000
Total VLCG	70,615	70,615	64,395	6,220
Total Health and Human Services	1,115,166	1,127,337	1,047,482	79,855
<b>CAPITAL OUTLAY</b>	142,335	466,030	631,597	(165,567)
<b>DEBT SERVICE</b>				
Principal	310,738	310,738	225,810	84,928
Total expenditures	59,901,358	60,537,862	54,011,303	6,526,559
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	2,862,574	2,649,776	8,617,885	5,968,109

Continued

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>OTHER FINANCING SOURCES</b>				
<b>(USES)</b>				
Proceeds from sale of assets	\$ -	\$ -	\$ 94,863	\$ 94,863
Proceeds from capital leases	-	-	407,780	407,780
Transfers in	-	-	13,231	13,231
Transfers out	(3,998,689)	(3,998,689)	(5,546,789)	(1,548,100)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(3,998,689)</b>	<b>(3,998,689)</b>	<b>(5,030,915)</b>	<b>(1,032,226)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(1,136,115)</b>	<b>(1,348,913)</b>	<b>3,586,970</b>	<b>4,935,883</b>
<b>FUND BALANCES - BEGINNING</b>	<b>27,664,166</b>	<b>27,664,166</b>	<b>27,664,166</b>	<b>-</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 26,528,051</b>	<b>\$ 26,315,253</b>	<b>\$ 31,251,136</b>	<b>\$ 4,935,883</b>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DISTRICT COURTS BUILDING**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ 300,000	\$ 300,000	\$ 643,526	\$ 343,526
Total revenues	300,000	300,000	643,526	343,526
<b>EXPENDITURES</b>				
Capital outlay	23,505,000	23,505,000	2,713,468	20,791,532
Total expenditures	23,505,000	23,505,000	2,713,468	20,791,532
<b>NET CHANGE IN FUND BALANCES</b>	(23,205,000)	(23,205,000)	(2,069,942)	21,135,058
<b>FUND BALANCES - BEGINNING</b>	54,015,858	54,015,858	54,015,858	-
<b>FUND BALANCES - ENDING</b>	<u>\$ 30,810,858</u>	<u>\$ 30,810,858</u>	<u>\$ 51,945,916</u>	<u>\$ 21,135,058</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ 175,000	\$ 175,000	\$ 116,687	\$ (58,313)
Total revenues	175,000	175,000	116,687	(58,313)
<b>EXPENDITURES</b>				
Current:				
Public facilities	1,250,000	1,518,500	179,049	1,339,451
Capital outlay	250,000	72,500	3,500	69,000
Total expenditures	1,500,000	1,591,000	182,549	1,408,451
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,325,000)</u>	<u>(1,416,000)</u>	<u>(65,862)</u>	<u>1,350,138</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	1,500,000	1,500,000
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>1,500,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	(1,325,000)	(1,416,000)	1,434,138	2,850,138
<b>FUND BALANCES - BEGINNING</b>	<u>10,559,556</u>	<u>10,559,556</u>	<u>10,559,556</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 9,234,556</u>	<u>\$ 9,143,556</u>	<u>\$ 11,993,694</u>	<u>\$ 2,850,138</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**BUDGET TO ACTUAL**  
**PROPRIETARY - INTERNAL SERVICE FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>OPERATING REVENUES</b>				
Healthcare contributions	\$ 8,444,000	\$ 8,444,000	\$ 7,738,413	\$ (705,587)
Miscellaneous revenue	-	-	15,386	15,386
 Total operating revenues	 8,444,000	 8,444,000	 7,753,799	 (690,201)
<b>OPERATING EXPENSES</b>				
Operating expenses	8,398,000	8,398,000	6,446,299	1,951,701
<b>NET OPERATING INCOME / (LOSS)</b>	46,000	46,000	1,307,500	1,261,500
<b>NON-OPERATING REVENUES</b>				
Interest	15,000	15,000	21,174	6,174
<b>CHANGE IN NET POSITION</b>	61,000	61,000	1,328,674	1,267,674
<b>TOTAL NET POSITION - BEGINNING</b>	1,347,580	1,347,580	1,347,580	-
<b>TOTAL NET POSITION - ENDING</b>	<u>\$ 1,408,580</u>	<u>\$ 1,408,580</u>	<u>\$ 2,676,254</u>	<u>\$ 1,267,674</u>

**COMBINING AND INDIVIDUAL NONMAJOR  
FUND STATEMENTS AND SCHEDULES**

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

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

**County Assistance District** – The County Assistance District Fund accounts for the 2% sales and use tax collected from the unincorporated areas of Potter County. The revenue is restricted to be used to providing firefighting, fire prevention, and rescue operations in the same unincorporated areas of the County.

**Vehicle Inventory Tax Interest** – The Vehicle Inventory Tax Interest Fund accounts for revenue derived from interest earned on tax deposits for which the Tax A/C may utilize for office expenditures.

**Law Library** – The Law Library Fund accounts for statutory fees collected in civil cases filed in County and District Courts. These fees are dedicated by law to provide and maintain a County Law Library.

**Courthouse Security** – The Courthouse Security Fund accounts for statutory filing fees collected by the District and County Clerks which are dedicated by law to maintain the security of the Courthouse.

**Justice Courts Building Security** – The Justice Courts Building Security Fund accounts for statutory filing fees collected by the District and County Clerks which are dedicated by law to maintain the security of the Justice Courts Building.

**Graffiti Eradication** – The Graffiti Eradication Fund accounts for statutory fees collected by the District and County Clerks which are dedicated by law to fund the Juvenile Delinquency Prevention program which aims to, among other items, repair damage caused by the commission of offenses, and provide educational and intervention programs and materials.

**Child Abuse Prevention** – The Child Abuse Prevention Fund accounts for statutory fees collected by the District and County Clerks which are dedicated by law to fund child abuse prevention programs in the County where the court is located.

**County Clerk Records Management** – The County Clerk Records Management Fund accounts for revenue from fees collected by the Clerk on court cases. The revenue is to be used for specific records management projects of the office.

**Election** – The Election Fund accounts for revenues from local political parties, funds received from the Help Americans Vote Act and transfers from the General Fund. The revenues are to be used to pay only those expenses related to elections.

**Voter Registration Fund** – The Voter Registration Fund accounts for the allocation from State of Texas. The revenues are to be used to pay only those expenses related to voter registration.

**Court Records Management** – The Court Records Management Fund accounts for statutory fees collected by the District and County Clerks dedicated by law to maintain County records.

**District Clerk Records Management** – The District Clerk Records Management Fund accounts for revenues from fees collected by the District Clerk on Court cases. The revenue is to be used for specific records management projects of the office.

**Justice Court Technology** – The Justice Court Technology Funds account for money charged to a defendant convicted of a misdemeanor in a justice court. It is designated for the purpose of financing the purchase of technological enhancements for a justice court.

**County Clerk / District Clerk Technology** – The County Clerk / District Clerk Technology Fund accounts for revenues derived from the fees charged to a defendant convicted of a criminal offense in a county court, statutory court, or a district court. The revenues are restricted by law to be used for continuing education or enhancements regarding technology.

**County Attorney Hot Check** – The County Attorney Hot Check Fund accounts for funds received from hot check fees collected by the County Attorney to statutorily supplement the cost of the County Attorney’s office.

**County Attorney Forfeiture** – The County Attorney Forfeiture Fund accounts for seized funds that have been released to the County Attorney through a judgement in Court. Proceeds are to be used for the benefit of the County Attorney’s office, to be used solely for the official purpose of that office after a budget for the expenditure of the proceeds has been submitted to the Commissioners’ Court.

**County Attorney Federal Forfeiture** – The County Attorney Federal Forfeiture Fund accounts for the assets received through the Federal Equitable Sharing program through the United States Department of the Treasury. The funds are to be used according to the guidelines set forth by the Treasury Department in their “Guide to Equitable Sharing for Foreign Countries, Federal, State and Local Law Enforcement Agencies.”

**County Attorney Pre-Trial Diversion** – The County Attorney Pre-Trial Diversion Fund is used by the County Attorney to account for fees collected for application to a pre-trial intervention program. The fees support the cost to administer the program.

**District Attorney Hot Check** – The District Attorney Hot Check Fund accounts for funds received from hot check fees collected by the Criminal District Attorney to statutorily supplement the cost of the District Attorney’s office.

**District Attorney Payroll** – The District Attorney Payroll Fund accounts for funds received from the State of Texas to supplement the salaries of the personnel serving within the Criminal District Attorney’s office.

**DA Forfeiture Release** – The DA Forfeiture Release Fund accounts for seized funds that have been released to the District Attorney through a judgement in Court. Proceeds are to be used for the benefit of the District Attorney’s office, to be used solely for the official purpose of that office after a budget for the expenditure of the proceeds has been submitted to the Commissioners’ Court.

**District Attorney Crime Victim** – The District Attorney Crime Victim Fund accounts for donations received by the County. The donations are restricted to be used solely for victim assistance programs.

**DA Federal Forfeiture** – The DA Federal Forfeiture Fund accounts for the assets received through the Federal Equitable Sharing program through the United States Department of the Treasury. The funds are to be used according to the guidelines set forth by the Treasury Department in their “Guide to Equitable Sharing for Foreign Countries, Federal, State and Local Law Enforcement Agencies.”

**Auto Burglary and Theft Prevention** – The Auto Burglary and Theft Prevention Fund accounts for State grants received from the Auto Burglary and Theft Prevention Authority to participate in a statewide collaborative network to combat motor vehicle burglary and theft and to fund education campaigns to inform automobile owners of methods of preventing automobile burglary or theft.

**Sheriff Federal Forfeiture** – The Sheriff Federal Forfeiture Fund accounts for the assets received through the Federal Equitable Sharing program through the United States Department of the Treasury. The funds are to be used according to the guidelines set forth by the Treasury Department in their “Guide to Equitable Sharing for Foreign Countries, Federal, State and Local Law Enforcement Agencies.”

**Law Enforcement Grants** – The Law Enforcement Grants Fund accounts for federal funds received by the Sheriff to be used to enhance operations for specific projects approved by the Bureau of Justice Administration and other granting agencies.

**Sheriff Office Forfeiture** – The Sheriff Office Forfeiture Fund accounts for seized funds that have been released to the Sheriff through a judgement in Court. Proceeds are to be used for the benefit of the Sheriff's office, to be used solely for the official purpose of that office after a budget for the expenditure of the proceeds has been submitted to the Commissioners' Court.

**Sheriff Office Commissary** – The Sheriff Office Commissary Fund accounts for inmate purchases of food, toiletry items or other supplies. Revenue generated from this fund may be used to purchase items for the benefit of the inmate population.

**Drug Court** – The Drug Court Fund accounts for the fees assessed for certain intoxication and drug convictions. The funds are to be used exclusively for the development and maintenance of drug court programs operated within the County.

**DA Pre-Trial Diversion Fund** – The DA Pre-Trial Diversion Fund is used by the District Attorney to account for fees collected for application to a pre-trial intervention program. The fees support the cost to administer the program.

**Juvenile Probation Department** – The Juvenile Probation Department Fund accounts for grants received from the Texas Juvenile Probation Commission in addition to operating transfers from the General Fund for the purpose of providing juvenile probation services.

**CARES Act – HAVA and Sheriff Grants** – The CARES Act HAVA and Sheriff Grant Funds accounts for grants received through various federal agencies passed through the State of Texas. The pass-thru grants were used to reimburse the County for incurred costs as well as purchased qualified equipment related to the COVID-19 pandemic.

**Buffett-McCain Initiative** – The Buffett-McCain Initiative Fund accounts for grants received from the Buffett-McCain Institute to be used by the 47<sup>th</sup> District Attorney to be able to effectively, fairly, and efficiently handle forced labor and labor exploitation cases.

## **CAPITAL PROJECTS FUNDS**

The Capital Projects Funds account for financial resources designated for acquisition of fixed assets and construction projects.

**Sheriff Admin Construction Fund** – The Sheriff Admin Construction Fund accounts for the financial resources to be used for the construction of the Sheriff administrative, enforcement, and maintenance facilities.

## **DEBT SERVICE FUNDS**

The Debt Service Funds accounts for the accumulation and disbursement of resources associated with the County's debt obligations. Property taxes and interest income provide the resources necessary to pay the annual principal and interest payments.

**POTTER COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

	<b>Special Revenue</b>								
	<b>County Assistance District</b>	<b>Vehicle Inventory Tax Interest</b>	<b>Law Library</b>	<b>Courthouse Security</b>	<b>Justice Courts Building Security</b>	<b>Graffiti Eradication</b>	<b>Child Abuse Prevention</b>	<b>County Clerk Records Management</b>	<b>Election</b>
<b>ASSETS</b>									
Cash and cash equivalents	\$ 2,627,709	\$ 150,103	\$ 145,154	\$ 93,493	\$ 47,174	\$ -	\$ -	\$ 422,091	\$ 216,080
Taxes receivable, net	-	-	-	-	-	-	-	-	-
Due from other funds	1,868	-	4,546	3,980	25	-	-	9,318	420
Receivable from other governments	571,611	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 3,201,188</b>	<b>\$ 150,103</b>	<b>\$ 149,700</b>	<b>\$ 97,473</b>	<b>\$ 47,199</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 431,409</b>	<b>\$ 216,500</b>
<b>LIABILITIES</b>									
Accounts payable	\$ 392,094	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	7,591	-	-	-	-	-	-	-	1,092
Accrued payroll	1,868	-	-	-	-	-	-	-	419
<b>Total liabilities</b>	<b>401,553</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,511</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>									
Restricted for:									
Debt service	-	-	-	-	-	-	-	-	-
Administrative	2,799,635	150,103	-	-	-	-	-	431,409	-
Judicial	-	-	149,700	-	-	-	-	-	-
Elections	-	-	-	-	-	-	-	-	214,989
Public safety	-	-	-	97,473	47,199	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>2,799,635</b>	<b>150,103</b>	<b>149,700</b>	<b>97,473</b>	<b>47,199</b>	<b>-</b>	<b>-</b>	<b>431,409</b>	<b>214,989</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 3,201,188</b>	<b>\$ 150,103</b>	<b>\$ 149,700</b>	<b>\$ 97,473</b>	<b>\$ 47,199</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 431,409</b>	<b>\$ 216,500</b>

Continued

**POTTER COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

Continuation

	<b>Special Revenue</b>								
	<b>Voter Registration</b>	<b>Court Records Management</b>	<b>District Clerk Records Management</b>	<b>Justice Court Technology</b>	<b>County Clerk / District Clerk Technology</b>	<b>County Attorney Hot Check</b>	<b>County Attorney Forfeiture</b>	<b>County Attorney Federal Forfeiture</b>	<b>County Attorney Pretrial Diversion Fund</b>
<b>ASSETS</b>									
Cash and cash equivalents	\$ 10,268	\$ 20,550	\$ 233,744	\$ 163,345	\$ 47,511	\$ 51,897	\$ 219,263	\$ 31,421	\$ 40,943
Taxes receivable, net	-	-	-	-	-	-	-	-	-
Due from other funds	-	1,681	2,622	924	205	143	302	122,581	5,261
Receivable from other governments	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 10,268</b>	<b>\$ 22,231</b>	<b>\$ 236,366</b>	<b>\$ 164,269</b>	<b>\$ 47,716</b>	<b>\$ 52,040</b>	<b>\$ 219,565</b>	<b>\$ 154,002</b>	<b>\$ 46,204</b>
<b>LIABILITIES</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ 203	\$ -	\$ 44	\$ 60	-	\$ -
Due to other funds	-	-	-	-	-	525	955	-	1,332
Accrued payroll	-	-	-	-	-	144	302	-	353
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>203</b>	<b>-</b>	<b>713</b>	<b>1,317</b>	<b>-</b>	<b>1,685</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>									
Restricted for:									
Debt service	-	-	-	-	-	-	-	-	-
Administrative	-	22,231	236,366	-	-	-	-	-	-
Judicial	-	-	-	164,066	47,716	51,327	218,248	154,002	44,519
Elections	10,268	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>10,268</b>	<b>22,231</b>	<b>236,366</b>	<b>164,066</b>	<b>47,716</b>	<b>51,327</b>	<b>218,248</b>	<b>154,002</b>	<b>44,519</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 10,268</b>	<b>\$ 22,231</b>	<b>\$ 236,366</b>	<b>\$ 164,269</b>	<b>\$ 47,716</b>	<b>\$ 52,040</b>	<b>\$ 219,565</b>	<b>\$ 154,002</b>	<b>\$ 46,204</b>

Continued

**POTTER COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

Continuation

	<b>Special Revenue</b>								
	<b>District Attorney Hot Check</b>	<b>District Attorney Payroll</b>	<b>DA Forfeiture Release</b>	<b>District Attorney Crime Victim</b>	<b>DA Federal Forfeiture</b>	<b>Auto Burglary and Theft Prevention</b>	<b>Sheriff Federal Forfeiture</b>	<b>Law Enforcement Grants</b>	<b>Sheriff Office Forfeiture</b>
<b>ASSETS</b>									
Cash and cash equivalents	\$ 116,615	\$ 14	\$ 646,240	\$ 44,427	\$ 43,113	\$ -	\$ 166,105	\$ 55,728	\$ 83,257
Taxes receivable, net	-	-	-	-	-	-	-	-	-
Due from other funds	-	406	-	-	-	5,281	-	-	-
Receivable from other governments	-	-	-	-	-	-	-	-	-
Other receivables	-	7,500	-	-	-	984	1,206	-	-
<b>Total assets</b>	<b>\$ 116,615</b>	<b>\$ 7,920</b>	<b>\$ 646,240</b>	<b>\$ 44,427</b>	<b>\$ 43,113</b>	<b>\$ 6,265</b>	<b>\$ 167,311</b>	<b>\$ 55,728</b>	<b>\$ 83,257</b>
<b>LIABILITIES</b>									
Accounts payable	\$ 190	\$ -	\$ -	\$ -	\$ -	\$ 8,420	\$ -	\$ -	\$ -
Due to other funds	19	1,285	-	-	-	84,442	585	-	-
Accrued payroll	-	405	-	-	-	5,282	-	-	-
<b>Total liabilities</b>	<b>209</b>	<b>1,690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>98,144</b>	<b>585</b>	<b>-</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>									
Restricted for:									
Debt service	-	-	-	-	-	-	-	-	-
Administrative	-	-	-	-	-	-	-	-	-
Judicial	116,406	6,230	646,240	44,427	43,113	-	-	-	-
Elections	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	166,726	55,728	83,257
Unassigned (deficit)	-	-	-	-	-	(91,879)	-	-	-
<b>Total fund balances</b>	<b>116,406</b>	<b>6,230</b>	<b>646,240</b>	<b>44,427</b>	<b>43,113</b>	<b>(91,879)</b>	<b>166,726</b>	<b>55,728</b>	<b>83,257</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 116,615</b>	<b>\$ 7,920</b>	<b>\$ 646,240</b>	<b>\$ 44,427</b>	<b>\$ 43,113</b>	<b>\$ 6,265</b>	<b>\$ 167,311</b>	<b>\$ 55,728</b>	<b>\$ 83,257</b>

Continued

**POTTER COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

Continuation

	Special Revenue							Capital Projects	
	Sheriff Office Commissary	Drug Court	DA Pretrial Diversion Fund	Juvenile Probation	CARES Act - HAVA Grant	CARES Act - Sheriff Grants	Buffett- McCain Initiative	Total	Sheriff Admin Construction Fund
<b>ASSETS</b>									
Cash and cash equivalents	\$ 182,692	\$ -	\$ 3,549	\$ 1,350,910	\$ 166,488	\$ -	\$ -	\$ 7,379,884	\$ -
Taxes receivable, net	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	338	238	-	160,139	-
Receivable from other governments	-	17,186	-	5,270	-	-	-	594,067	-
Other receivables	-	-	-	3,120	-	-	-	12,810	-
Total assets	<u>\$ 182,692</u>	<u>\$ 17,186</u>	<u>\$ 3,549</u>	<u>\$ 1,359,300</u>	<u>\$ 166,826</u>	<u>\$ 238</u>	<u>\$ -</u>	<u>\$ 8,146,900</u>	<u>\$ -</u>
<b>LIABILITIES</b>									
Accounts payable	\$ -	\$ 23,476	\$ -	\$ 673,091	\$ 4,300	\$ -	\$ -	\$ 1,101,878	\$ -
Due to other funds	-	-	-	-	15,352	7,968	-	121,146	-
Accrued payroll	-	1,513	-	32,684	338	-	-	43,308	-
Total liabilities	<u>-</u>	<u>24,989</u>	<u>-</u>	<u>705,775</u>	<u>19,990</u>	<u>7,968</u>	<u>-</u>	<u>1,266,332</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>									
Restricted for:									
Debt service	-	-	-	-	-	-	-	-	-
Administrative	-	-	-	-	-	-	-	3,639,744	-
Judicial	-	-	3,549	-	-	-	-	1,689,543	-
Elections	-	-	-	-	-	-	-	225,257	-
Public safety	182,692	-	-	653,525	146,836	-	-	1,433,436	-
Unassigned (deficit)	<u>-</u>	<u>(7,803)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,730)</u>	<u>-</u>	<u>(107,412)</u>	<u>-</u>
Total fund balances	<u>182,692</u>	<u>(7,803)</u>	<u>3,549</u>	<u>653,525</u>	<u>146,836</u>	<u>(7,730)</u>	<u>-</u>	<u>6,880,568</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 182,692</u>	<u>\$ 17,186</u>	<u>\$ 3,549</u>	<u>\$ 1,359,300</u>	<u>\$ 166,826</u>	<u>\$ 238</u>	<u>\$ -</u>	<u>\$ 8,146,900</u>	<u>\$ -</u>

Continued

**POTTER COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

Continuation

	<b>Debt Service</b>				<b>Total Non-major Governmental Funds</b>
	<b>Series 2016 Certificates of Obligation</b>	<b>Series 2017 Tax Notes</b>	<b>Series 2019 Certificates of Obligation</b>	<b>Total</b>	
<b>ASSETS</b>					
Cash and cash equivalents	\$ 3,500,921	\$ 220,855	\$ 415,280	\$ 4,137,056	\$ 11,516,940
Taxes receivable, net	6,399	6,744	39,353	52,496	52,496
Due from other funds	-	-	-	-	160,139
Receivable from other governments	-	-	-	-	594,067
Other receivables	1,378	1,452	8,472	11,302	24,112
	<u>\$ 3,508,698</u>	<u>\$ 229,051</u>	<u>\$ 463,105</u>	<u>\$ 4,200,854</u>	<u>\$ 12,347,754</u>
Total assets					
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 1,101,878
Due to other funds	-	-	-	-	121,146
Accrued payroll	-	-	-	-	43,308
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,266,332</u>
Total liabilities					
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - property taxes	3,724	3,924	22,900	30,548	30,548
	<u>3,724</u>	<u>3,924</u>	<u>22,900</u>	<u>30,548</u>	<u>30,548</u>
Total deferred inflows of resources					
<b>FUND BALANCES</b>					
Restricted for:					
Debt service	3,504,974	225,127	440,205	4,170,306	4,170,306
Administrative	-	-	-	-	3,639,744
Judicial	-	-	-	-	1,689,543
Elections	-	-	-	-	225,257
Public safety	-	-	-	-	1,433,436
Unassigned (deficit)	-	-	-	-	(107,412)
	<u>3,504,974</u>	<u>225,127</u>	<u>440,205</u>	<u>4,170,306</u>	<u>11,050,874</u>
Total fund balances					
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,508,698</u>	<u>\$ 229,051</u>	<u>\$ 463,105</u>	<u>\$ 4,200,854</u>	<u>\$ 12,347,754</u>

**POTTER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Special Revenue								
	County Assistance District	Vehicle Inventory Tax Interest	Law Library	Courthouse Security	Justice Courts Building Security	Graffiti Eradication	Child Abuse Prevention	County Clerk Records Management	Election
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales tax	3,338,698	-	-	-	-	-	-	-	-
Licenses and fees	-	-	64,501	44,177	1,242	13	861	96,838	4,013
Intergovernmental	-	-	-	-	-	-	-	-	-
Interest	37,291	14,668	2,185	1,094	1,076	39	143	4,003	2,327
Miscellaneous	399	-	-	-	-	-	-	15,713	58,689
Total revenues	<u>3,376,388</u>	<u>14,668</u>	<u>66,686</u>	<u>45,271</u>	<u>2,318</u>	<u>52</u>	<u>1,004</u>	<u>116,554</u>	<u>65,029</u>
<b>EXPENDITURES</b>									
Current:									
Administrative	674,744	48,677	-	-	-	-	-	80,215	-
Judicial	-	-	43,522	-	-	-	-	-	-
Elections	-	-	-	-	-	-	-	-	64,201
Public safety	-	-	-	1,802	-	-	-	-	-
Capital outlay	3,806,298	-	-	-	-	-	-	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>4,481,042</u>	<u>48,677</u>	<u>43,522</u>	<u>1,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,215</u>	<u>64,201</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,104,654)</u>	<u>(34,009)</u>	<u>23,164</u>	<u>43,469</u>	<u>2,318</u>	<u>52</u>	<u>1,004</u>	<u>36,339</u>	<u>828</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(2,729)	(10,502)	-	-
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,729)</u>	<u>(10,502)</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(1,104,654)</u>	<u>(34,009)</u>	<u>23,164</u>	<u>43,469</u>	<u>2,318</u>	<u>(2,677)</u>	<u>(9,498)</u>	<u>36,339</u>	<u>828</u>
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>	<u>3,904,289</u>	<u>184,112</u>	<u>126,536</u>	<u>54,004</u>	<u>44,881</u>	<u>2,677</u>	<u>9,498</u>	<u>395,070</u>	<u>214,161</u>
<b>FUND BALANCES - ENDING (DEFICIT)</b>	<u>\$ 2,799,635</u>	<u>\$ 150,103</u>	<u>\$ 149,700</u>	<u>\$ 97,473</u>	<u>\$ 47,199</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 431,409</u>	<u>\$ 214,989</u>

Continued

**POTTER COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation

	<b>Special Revenue</b>								
	<b>Voter Registration</b>	<b>Court Records Management</b>	<b>District Clerk Records Management</b>	<b>Justice Court Technology</b>	<b>County Clerk / District Clerk Technology</b>	<b>County Attorney Hot Check</b>	<b>County Attorney Forfeiture</b>	<b>County Attorney Federal Forfeiture</b>	<b>County Attorney Pretrial Diversion Fund</b>
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and miscellaneous taxes	-	-	-	-	-	-	-	-	-
Licenses and fees	-	27,436	33,556	10,666	3,315	4,170	-	-	15,250
Intergovernmental	4,290	-	-	-	-	-	-	-	-
Interest	185	683	2,450	2,349	740	-	2,029	1,258	780
Miscellaneous	-	-	-	-	-	-	107,431	-	-
Total revenues	<u>4,475</u>	<u>28,119</u>	<u>36,006</u>	<u>13,015</u>	<u>4,055</u>	<u>4,170</u>	<u>109,460</u>	<u>1,258</u>	<u>16,030</u>
<b>EXPENDITURES</b>									
Current:									
Administrative	-	4,134	-	-	-	-	-	-	-
Judicial	-	-	43,841	1,462	-	9,159	25,363	28,878	17,908
Elections	9,983	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Capital outlay	-	55,920	-	-	-	-	-	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>9,983</u>	<u>60,054</u>	<u>43,841</u>	<u>1,462</u>	<u>-</u>	<u>9,159</u>	<u>25,363</u>	<u>28,878</u>	<u>17,908</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(5,508)</u>	<u>(31,935)</u>	<u>(7,835)</u>	<u>11,553</u>	<u>4,055</u>	<u>(4,989)</u>	<u>84,097</u>	<u>(27,620)</u>	<u>(1,878)</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(5,508)</u>	<u>(31,935)</u>	<u>(7,835)</u>	<u>11,553</u>	<u>4,055</u>	<u>(4,989)</u>	<u>84,097</u>	<u>(27,620)</u>	<u>(1,878)</u>
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>	<u>15,776</u>	<u>54,166</u>	<u>244,201</u>	<u>152,513</u>	<u>43,661</u>	<u>56,316</u>	<u>134,151</u>	<u>181,622</u>	<u>46,397</u>
<b>FUND BALANCES - ENDING (DEFICIT)</b>	<u>\$ 10,268</u>	<u>\$ 22,231</u>	<u>\$ 236,366</u>	<u>\$ 164,066</u>	<u>\$ 47,716</u>	<u>\$ 51,327</u>	<u>\$ 218,248</u>	<u>\$ 154,002</u>	<u>\$ 44,519</u>

Continued

**POTTER COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation

	Special Revenue								
	District Attorney Hot Check	District Attorney Payroll	DA Forfeiture Release	District Attorney Crime Victim	DA Federal Forfeiture	Auto Burglary and Theft Prevention	Sheriff Federal Forfeiture	Law Enforcement Grants	Sheriff Office Forfeiture
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and miscellaneous taxes	-	-	-	-	-	-	-	-	-
Licenses and fees	310	-	-	-	-	18,520	-	-	-
Intergovernmental	-	22,500	-	-	-	370,635	22,111	152,840	-
Interest	-	-	6,266	465	461	-	1,889	413	738
Miscellaneous	-	-	35,672	110	-	12,000	64,376	-	17,403
Total revenues	<u>310</u>	<u>22,500</u>	<u>41,938</u>	<u>575</u>	<u>461</u>	<u>401,155</u>	<u>88,376</u>	<u>153,253</u>	<u>18,141</u>
<b>EXPENDITURES</b>									
Current:									
Administrative	-	-	-	-	-	-	-	-	-
Judicial	1,788	21,151	128,601	-	908	-	-	-	-
Elections	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	432,694	98,901	97,527	5,201
Capital outlay	-	-	-	-	-	-	66,088	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>1,788</u>	<u>21,151</u>	<u>128,601</u>	<u>-</u>	<u>908</u>	<u>432,694</u>	<u>164,989</u>	<u>97,527</u>	<u>5,201</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,478)</u>	<u>1,349</u>	<u>(86,663)</u>	<u>575</u>	<u>(447)</u>	<u>(31,539)</u>	<u>(76,613)</u>	<u>55,726</u>	<u>12,940</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers in	-	-	-	-	-	48,100	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,100</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(1,478)</u>	<u>1,349</u>	<u>(86,663)</u>	<u>575</u>	<u>(447)</u>	<u>16,561</u>	<u>(76,613)</u>	<u>55,726</u>	<u>12,940</u>
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>	<u>117,884</u>	<u>4,881</u>	<u>732,903</u>	<u>43,852</u>	<u>43,560</u>	<u>(108,440)</u>	<u>243,339</u>	<u>2</u>	<u>70,317</u>
<b>FUND BALANCES - ENDING (DEFICIT)</b>	<u>\$ 116,406</u>	<u>\$ 6,230</u>	<u>\$ 646,240</u>	<u>\$ 44,427</u>	<u>\$ 43,113</u>	<u>\$ (91,879)</u>	<u>\$ 166,726</u>	<u>\$ 55,728</u>	<u>\$ 83,257</u>

Continued

**POTTER COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation	<b>Special Revenue</b>							<b>Capital Projects</b>	
	<b>Sheriff Office Commissary</b>	<b>Drug Court</b>	<b>DA Pretrial Diversion Fund</b>	<b>Juvenile Probation</b>	<b>CARES Act - HAVA Grant</b>	<b>CARES Act - Sheriff Grants</b>	<b>Buffett- McCain Initiative</b>	<b>Total</b>	<b>Sheriff Admin Construction Fund</b>
<b>REVENUES</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and miscellaneous taxes	-	-	-	-	-	-	-	3,338,698	-
Licenses and fees	303,620	-	1,500	283	-	-	-	630,271	-
Intergovernmental	-	99,154	-	1,423,448	220,287	9,401	1,052	2,325,718	-
Interest	6,250	-	43	23,174	392	-	-	113,391	4,028
Miscellaneous	6,088	-	-	-	-	-	-	317,881	-
Total revenues	<u>315,958</u>	<u>99,154</u>	<u>1,543</u>	<u>1,446,905</u>	<u>220,679</u>	<u>9,401</u>	<u>1,052</u>	<u>6,725,959</u>	<u>4,028</u>
<b>EXPENDITURES</b>									
Current:									
Administrative	-	-	-	-	-	-	1,052	808,822	-
Judicial	-	-	-	-	-	-	-	322,581	-
Elections	-	-	-	-	60,443	-	-	134,627	-
Public safety	703,531	99,532	-	6,046,649	-	17,131	-	7,502,968	-
Capital outlay	63,188	-	-	-	13,400	-	-	4,004,894	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>766,719</u>	<u>99,532</u>	<u>-</u>	<u>6,046,649</u>	<u>73,843</u>	<u>17,131</u>	<u>1,052</u>	<u>12,773,892</u>	<u>-</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(450,761)</u>	<u>(378)</u>	<u>1,543</u>	<u>(4,599,744)</u>	<u>146,836</u>	<u>(7,730)</u>	<u>-</u>	<u>(6,047,933)</u>	<u>4,028</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers in	-	-	-	3,998,689	-	-	-	4,046,789	-
Transfers out	-	-	-	-	-	-	-	(13,231)	(2,312,592)
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,998,689</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,033,558</u>	<u>(2,312,592)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(450,761)</u>	<u>(378)</u>	<u>1,543</u>	<u>(601,055)</u>	<u>146,836</u>	<u>(7,730)</u>	<u>-</u>	<u>(2,014,375)</u>	<u>(2,308,564)</u>
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>	<u>633,453</u>	<u>(7,425)</u>	<u>2,006</u>	<u>1,254,580</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,894,943</u>	<u>2,308,564</u>
<b>FUND BALANCES - ENDING (DEFICIT)</b>	<u>\$ 182,692</u>	<u>\$ (7,803)</u>	<u>\$ 3,549</u>	<u>\$ 653,525</u>	<u>\$ 146,836</u>	<u>\$ (7,730)</u>	<u>\$ -</u>	<u>\$ 6,880,568</u>	<u>\$ -</u>

Continued

**POTTER COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Continuation

	<b>Debt Service</b>				<b>Total Non-major Governmental Funds</b>
	<b>Series 2016 Certificates of Obligation</b>	<b>Series 2017 Tax Notes</b>	<b>Series 2019 Certificates of Obligation</b>	<b>Total</b>	
<b>REVENUES</b>					
Taxes	\$ 489,224	\$ 517,074	\$ 3,031,722	\$ 4,038,020	\$ 4,038,020
Sales and miscellaneous taxes	-	-	-	-	3,338,698
Licenses and fees	-	-	-	-	630,271
Intergovernmental	-	-	-	-	2,325,718
Interest	47,241	-	-	47,241	164,660
Miscellaneous	4,840	5,100	29,766	39,706	357,587
Total revenues	<u>541,305</u>	<u>522,174</u>	<u>3,061,488</u>	<u>4,124,967</u>	<u>10,854,954</u>
<b>EXPENDITURES</b>					
Current:					
Administrative	400	-	317	717	809,539
Judicial	-	-	-	-	322,581
Elections	-	-	-	-	134,627
Public safety	-	-	-	-	7,502,968
Capital outlay	-	-	-	-	4,004,894
Debt service:					
Principal	920,000	885,000	-	1,805,000	1,805,000
Interest	564,425	79,075	2,708,717	3,352,217	3,352,217
Total expenditures	<u>1,484,825</u>	<u>964,075</u>	<u>2,709,034</u>	<u>5,157,934</u>	<u>17,931,826</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(943,520)</u>	<u>(441,901)</u>	<u>352,454</u>	<u>(1,032,967)</u>	<u>(7,076,872)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	1,812,592	500,000	-	2,312,592	6,359,381
Transfers out	-	-	-	-	(2,325,823)
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>1,812,592</u>	<u>500,000</u>	<u>-</u>	<u>2,312,592</u>	<u>4,033,558</u>
<b>NET CHANGE IN FUND BALANCES</b>	869,072	58,099	352,454	1,279,625	(3,043,314)
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>	<u>2,635,902</u>	<u>167,028</u>	<u>87,751</u>	<u>2,890,681</u>	<u>14,094,188</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 3,504,974</u>	<u>\$ 225,127</u>	<u>\$ 440,205</u>	<u>\$ 4,170,306</u>	<u>\$ 11,050,874</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY ASSISTANCE DISTRICT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Sales tax	\$ 2,580,000	\$ 3,030,000	\$ 3,338,698	\$ 308,698
Interest	42,000	42,000	37,291	(4,709)
Miscellaneous	-	-	399	399
	<u>2,622,000</u>	<u>3,072,000</u>	<u>3,376,388</u>	<u>304,388</u>
Total revenues				
<b>EXPENDITURES</b>				
Current:				
Administrative	479,799	734,299	674,744	59,555
Capital outlay	4,835,000	5,636,474	3,806,298	1,830,176
	<u>5,314,799</u>	<u>6,370,773</u>	<u>4,481,042</u>	<u>1,889,731</u>
Total expenditures				
<b>NET CHANGE IN FUND BALANCES</b>	(2,692,799)	(3,298,773)	(1,104,654)	2,194,119
<b>FUND BALANCES - BEGINNING</b>	<u>3,904,289</u>	<u>3,904,289</u>	<u>3,904,289</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 1,211,490</u></u>	<u><u>\$ 605,516</u></u>	<u><u>\$ 2,799,635</u></u>	<u><u>\$ 2,194,119</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**VEHICLE INVENTORY TAX INTEREST**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ 3,500	\$ 3,500	\$ 14,668	\$ 11,168
Total revenues	<u>3,500</u>	<u>3,500</u>	<u>14,668</u>	<u>11,168</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	<u>5,000</u>	<u>5,000</u>	<u>48,677</u>	<u>(43,677)</u>
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>48,677</u>	<u>(43,677)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(1,500)	(1,500)	(34,009)	(32,509)
<b>FUND BALANCES - BEGINNING</b>	<u>184,112</u>	<u>184,112</u>	<u>184,112</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 182,612</u></u>	<u><u>\$ 182,612</u></u>	<u><u>\$ 150,103</u></u>	<u><u>\$ (32,509)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**LAW LIBRARY**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 80,000	\$ 80,000	\$ 64,501	\$ (15,499)
Interest	2,500	2,500	2,185	(315)
Total revenues	<u>82,500</u>	<u>82,500</u>	<u>66,686</u>	<u>(15,814)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	70,000	70,000	43,522	26,478
Total expenditures	<u>70,000</u>	<u>70,000</u>	<u>43,522</u>	<u>26,478</u>
<b>NET CHANGE IN FUND BALANCES</b>	12,500	12,500	23,164	10,664
<b>FUND BALANCES - BEGINNING</b>	<u>126,536</u>	<u>126,536</u>	<u>126,536</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 139,036</u></u>	<u><u>\$ 139,036</u></u>	<u><u>\$ 149,700</u></u>	<u><u>\$ 10,664</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COURTHOUSE SECURITY**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 46,000	\$ 46,000	\$ 44,177	\$ (1,823)
Interest	1,000	1,000	1,094	94
Total revenues	<u>47,000</u>	<u>47,000</u>	<u>45,271</u>	<u>(1,729)</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	<u>34,000</u>	<u>34,000</u>	<u>1,802</u>	<u>32,198</u>
Total expenditures	<u>34,000</u>	<u>34,000</u>	<u>1,802</u>	<u>32,198</u>
<b>NET CHANGE IN FUND BALANCES</b>	13,000	13,000	43,469	30,469
<b>FUND BALANCES - BEGINNING</b>	<u>54,004</u>	<u>54,004</u>	<u>54,004</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 67,004</u></u>	<u><u>\$ 67,004</u></u>	<u><u>\$ 97,473</u></u>	<u><u>\$ 30,469</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**JUSTICE COURTS BUILDING SECURITY**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 3,000	\$ 3,000	\$ 1,242	\$ (1,758)
Interest	1,200	1,200	1,076	(124)
Total revenues	<u>4,200</u>	<u>4,200</u>	<u>2,318</u>	<u>(1,882)</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	10,000	10,000	-	10,000
Capital outlay	5,000	5,000	-	5,000
Total expenditures	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	(10,800)	(10,800)	2,318	13,118
<b>FUND BALANCES - BEGINNING</b>	<u>44,881</u>	<u>44,881</u>	<u>44,881</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 34,081</u>	<u>\$ 34,081</u>	<u>\$ 47,199</u>	<u>\$ 13,118</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GRAFFITI ERADICATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 50	\$ 50	\$ 13	\$ (37)
Interest	75	75	39	(36)
	<u>125</u>	<u>125</u>	<u>52</u>	<u>(73)</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>125</u>	<u>125</u>	<u>52</u>	<u>(73)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	-	-	(2,729)	(2,729)
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>(2,729)</u>	<u>(2,729)</u>
<b>NET CHANGE IN FUND BALANCES</b>	125	125	(2,677)	(2,802)
<b>FUND BALANCES - BEGINNING</b>	<u>2,677</u>	<u>2,677</u>	<u>2,677</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 2,802</u></u>	<u><u>\$ 2,802</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (2,802)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CHILD ABUSE PREVENTION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 1,600	\$ 1,600	\$ 861	\$ (739)
Interest	250	250	143	(107)
Total revenues	<u>1,850</u>	<u>1,850</u>	<u>1,004</u>	<u>(846)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total expenditures	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>850</u>	<u>850</u>	<u>1,004</u>	<u>154</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>-</u>	<u>-</u>	<u>(10,502)</u>	<u>(10,502)</u>
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>(10,502)</u>	<u>(10,502)</u>
<b>NET CHANGE IN FUND BALANCES</b>	850	850	(9,498)	(10,348)
<b>FUND BALANCES - BEGINNING</b>	<u>9,498</u>	<u>9,498</u>	<u>9,498</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 10,348</u></u>	<u><u>\$ 10,348</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (10,348)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY CLERK RECORDS MANAGEMENT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 96,000	\$ 96,000	\$ 96,838	\$ 838
Interest	8,000	8,000	4,003	(3,997)
Miscellaneous	15,000	15,000	15,713	713
Total revenues	<u>119,000</u>	<u>119,000</u>	<u>116,554</u>	<u>(2,446)</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	101,000	101,000	80,215	20,785
Capital outlay	35,000	35,000	-	35,000
Total expenditures	<u>136,000</u>	<u>136,000</u>	<u>80,215</u>	<u>55,785</u>
<b>NET CHANGE IN FUND BALANCES</b>	(17,000)	(17,000)	36,339	53,339
<b>FUND BALANCES - BEGINNING</b>	<u>395,070</u>	<u>395,070</u>	<u>395,070</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 378,070</u></u>	<u><u>\$ 378,070</u></u>	<u><u>\$ 431,409</u></u>	<u><u>\$ 53,339</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**ELECTION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 10,000	\$ 10,000	\$ 4,013	\$ (5,987)
Interest	4,000	4,000	2,327	(1,673)
Miscellaneous	93,000	93,000	58,689	(34,311)
Total revenues	<u>107,000</u>	<u>107,000</u>	<u>65,029</u>	<u>(41,971)</u>
<b>EXPENDITURES</b>				
Current:				
Elections	<u>147,100</u>	<u>147,100</u>	<u>64,201</u>	<u>82,899</u>
Total expenditures	<u>147,100</u>	<u>147,100</u>	<u>64,201</u>	<u>82,899</u>
<b>NET CHANGE IN FUND BALANCES</b>	(40,100)	(40,100)	828	40,928
<b>FUND BALANCES - BEGINNING</b>	<u>214,161</u>	<u>214,161</u>	<u>214,161</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 174,061</u></u>	<u><u>\$ 174,061</u></u>	<u><u>\$ 214,989</u></u>	<u><u>\$ 40,928</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**VOTER REGISTRATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 18,500	\$ 18,500	\$ 4,290	\$ (14,210)
Interest	200	200	185	(15)
Total revenues	<u>18,700</u>	<u>18,700</u>	<u>4,475</u>	<u>(14,225)</u>
<b>EXPENDITURES</b>				
Current:				
Elections	<u>18,500</u>	<u>18,500</u>	<u>9,983</u>	<u>8,517</u>
Total expenditures	<u>18,500</u>	<u>18,500</u>	<u>9,983</u>	<u>8,517</u>
<b>NET CHANGE IN FUND BALANCES</b>	200	200	(5,508)	(5,708)
<b>FUND BALANCES - BEGINNING</b>	<u>15,776</u>	<u>15,776</u>	<u>15,776</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 15,976</u></u>	<u><u>\$ 15,976</u></u>	<u><u>\$ 10,268</u></u>	<u><u>\$ (5,708)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COURT RECORDS MANAGEMENT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 41,000	\$ 41,000	\$ 27,436	\$ (13,564)
Interest	1,800	1,800	683	(1,117)
Total revenues	<u>42,800</u>	<u>42,800</u>	<u>28,119</u>	<u>(14,681)</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	2,000	2,000	4,134	(2,134)
Capital outlay	<u>60,055</u>	<u>60,055</u>	<u>55,920</u>	<u>4,135</u>
Total expenditures	<u>62,055</u>	<u>62,055</u>	<u>60,054</u>	<u>2,001</u>
<b>NET CHANGE IN FUND BALANCES</b>	(19,255)	(19,255)	(31,935)	(12,680)
<b>FUND BALANCES - BEGINNING</b>	<u>54,166</u>	<u>54,166</u>	<u>54,166</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 34,911</u></u>	<u><u>\$ 34,911</u></u>	<u><u>\$ 22,231</u></u>	<u><u>\$ (12,680)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DISTRICT CLERK RECORDS MANAGEMENT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 39,000	\$ 39,000	\$ 33,556	\$ (5,444)
Interest	5,000	5,000	2,450	(2,550)
Total revenues	<u>44,000</u>	<u>44,000</u>	<u>36,006</u>	<u>(7,994)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	29,250	51,855	43,841	8,014
Total expenditures	<u>29,250</u>	<u>51,855</u>	<u>43,841</u>	<u>8,014</u>
<b>NET CHANGE IN FUND BALANCES</b>	14,750	(7,855)	(7,835)	20
<b>FUND BALANCES - BEGINNING</b>	<u>244,201</u>	<u>244,201</u>	<u>244,201</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 258,951</u></u>	<u><u>\$ 236,346</u></u>	<u><u>\$ 236,366</u></u>	<u><u>\$ 20</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**JUSTICE COURT TECHNOLOGY**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 13,500	\$ 13,500	\$ 10,666	\$ (2,834)
Interest	4,800	4,800	2,349	(2,451)
Total revenues	<u>18,300</u>	<u>18,300</u>	<u>13,015</u>	<u>(5,285)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	57,000	57,000	1,462	55,538
Total expenditures	<u>57,000</u>	<u>57,000</u>	<u>1,462</u>	<u>55,538</u>
<b>NET CHANGE IN FUND BALANCES</b>	(38,700)	(38,700)	11,553	50,253
<b>FUND BALANCES - BEGINNING</b>	<u>152,513</u>	<u>152,513</u>	<u>152,513</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 113,813</u></u>	<u><u>\$ 113,813</u></u>	<u><u>\$ 164,066</u></u>	<u><u>\$ 50,253</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY CLERK / DISTRICT CLERK TECHNOLOGY**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 4,400	\$ 4,400	\$ 3,315	\$ (1,085)
Interest	1,200	1,200	740	(460)
Total revenues	<u>5,600</u>	<u>5,600</u>	<u>4,055</u>	<u>(1,545)</u>
<b>NET CHANGE IN FUND BALANCES</b>	5,600	5,600	4,055	(1,545)
<b>FUND BALANCES - BEGINNING</b>	<u>43,661</u>	<u>43,661</u>	<u>43,661</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 49,261</u></u>	<u><u>\$ 49,261</u></u>	<u><u>\$ 47,716</u></u>	<u><u>\$ (1,545)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY ATTORNEY HOT CHECK**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 9,000	\$ 9,000	\$ 4,170	\$ (4,830)
Total revenues	9,000	9,000	4,170	(4,830)
<b>EXPENDITURES</b>				
Current:				
Judicial	42,536	42,536	9,159	33,377
Total expenditures	42,536	42,536	9,159	33,377
<b>NET CHANGE IN FUND BALANCES</b>	(33,536)	(33,536)	(4,989)	28,547
<b>FUND BALANCES - BEGINNING</b>	56,316	56,316	56,316	-
<b>FUND BALANCES - ENDING</b>	\$ 22,780	\$ 22,780	\$ 51,327	\$ 28,547

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY ATTORNEY FORFEITURE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ -	\$ -	\$ 2,029	\$ 2,029
Miscellaneous	-	-	107,431	107,431
	<u>-</u>	<u>-</u>	<u>109,460</u>	<u>109,460</u>
Total revenues	<u>-</u>	<u>-</u>	<u>109,460</u>	<u>109,460</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	103,506	103,506	25,363	78,143
	<u>103,506</u>	<u>103,506</u>	<u>25,363</u>	<u>78,143</u>
Total expenditures	<u>103,506</u>	<u>103,506</u>	<u>25,363</u>	<u>78,143</u>
<b>NET CHANGE IN FUND BALANCES</b>	(103,506)	(103,506)	84,097	187,603
<b>FUND BALANCES - BEGINNING</b>	<u>134,151</u>	<u>134,151</u>	<u>134,151</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 30,645</u></u>	<u><u>\$ 30,645</u></u>	<u><u>\$ 218,248</u></u>	<u><u>\$ 187,603</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY ATTORNEY FEDERAL FORFEITURE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ -	\$ -	\$ 1,258	\$ 1,258
Total revenues	-	-	1,258	1,258
<b>EXPENDITURES</b>				
Current:				
Judicial	-	31,683	28,878	2,805
Capital outlay	31,683	-	-	-
Debt service:				
Principal	-	5,628	-	5,628
Total expenditures	31,683	37,311	28,878	8,433
<b>NET CHANGE IN FUND BALANCES</b>	(31,683)	(37,311)	(27,620)	9,691
<b>FUND BALANCES - BEGINNING</b>	181,622	181,622	181,622	-
<b>FUND BALANCES - ENDING</b>	\$ 149,939	\$ 144,311	\$ 154,002	\$ 9,691

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY ATTORNEY PRETRIAL DIVERSION FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 30,000	\$ 30,000	\$ 15,250	\$ (14,750)
Interest	500	500	780	280
Total revenues	<u>30,500</u>	<u>30,500</u>	<u>16,030</u>	<u>(14,470)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	18,617	18,617	17,908	709
Total expenditures	<u>18,617</u>	<u>18,617</u>	<u>17,908</u>	<u>709</u>
<b>NET CHANGE IN FUND BALANCES</b>	11,883	11,883	(1,878)	(13,761)
<b>FUND BALANCES - BEGINNING</b>	<u>46,397</u>	<u>46,397</u>	<u>46,397</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 58,280</u></u>	<u><u>\$ 58,280</u></u>	<u><u>\$ 44,519</u></u>	<u><u>\$ (13,761)</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DISTRICT ATTORNEY HOT CHECK**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ -	\$ -	\$ 310	\$ 310
Total revenues	-	-	310	310
<b>EXPENDITURES</b>				
Current:				
Judicial	3,500	3,500	1,788	1,712
Total expenditures	3,500	3,500	1,788	1,712
<b>NET CHANGE IN FUND BALANCES</b>	(3,500)	(3,500)	(1,478)	2,022
<b>FUND BALANCES - BEGINNING</b>	117,884	117,884	117,884	-
<b>FUND BALANCES - ENDING</b>	<u>\$ 114,384</u>	<u>\$ 114,384</u>	<u>\$ 116,406</u>	<u>\$ 2,022</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DA FORFEITURE RELEASE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ 10,000	\$ 10,000	\$ 6,266	\$ (3,734)
Miscellaneous	16,000	16,000	35,672	19,672
Total revenues	<u>26,000</u>	<u>26,000</u>	<u>41,938</u>	<u>15,938</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	538,254	538,254	128,601	409,653
Capital outlay	30,000	30,000	-	30,000
Total expenditures	<u>568,254</u>	<u>568,254</u>	<u>128,601</u>	<u>439,653</u>
<b>NET CHANGE IN FUND BALANCES</b>	(542,254)	(542,254)	(86,663)	455,591
<b>FUND BALANCES - BEGINNING</b>	<u>732,903</u>	<u>732,903</u>	<u>732,903</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 190,649</u>	<u>\$ 190,649</u>	<u>\$ 646,240</u>	<u>\$ 455,591</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DA FEDERAL FORFEITURE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ -	\$ -	\$ 461	\$ 461
Total revenues	-	-	461	461
<b>EXPENDITURES</b>				
Current:				
Judicial	2,000	2,910	908	2,002
Capital outlay	5,000	4,090	-	4,090
Total expenditures	7,000	7,000	908	6,092
<b>NET CHANGE IN FUND BALANCES</b>	(7,000)	(7,000)	(447)	6,553
<b>FUND BALANCES - BEGINNING</b>	43,560	43,560	43,560	-
<b>FUND BALANCES - ENDING</b>	<u>\$ 36,560</u>	<u>\$ 36,560</u>	<u>\$ 43,113</u>	<u>\$ 6,553</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**AUTO BURGLARY AND THEFT PREVENTION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ -	\$ -	\$ 18,520	\$ 18,520
Intergovernmental	361,705	361,705	370,635	8,930
Miscellaneous	12,000	12,000	12,000	-
Total revenues	<u>373,705</u>	<u>373,705</u>	<u>401,155</u>	<u>27,450</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	<u>438,532</u>	<u>438,532</u>	<u>432,694</u>	<u>5,838</u>
Total expenditures	<u>438,532</u>	<u>438,532</u>	<u>432,694</u>	<u>5,838</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>				
	<u>(64,827)</u>	<u>(64,827)</u>	<u>(31,539)</u>	<u>33,288</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>-</u>	<u>-</u>	<u>48,100</u>	<u>48,100</u>
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>				
	<u>-</u>	<u>-</u>	<u>48,100</u>	<u>48,100</u>
<b>NET CHANGE IN FUND BALANCES</b>				
	(64,827)	(64,827)	16,561	81,388
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>				
	<u>(108,440)</u>	<u>(108,440)</u>	<u>(108,440)</u>	<u>-</u>
<b>FUND BALANCES - ENDING (DEFICIT)</b>				
	<u><u>\$ (173,267)</u></u>	<u><u>\$ (173,267)</u></u>	<u><u>\$ (91,879)</u></u>	<u><u>\$ 81,388</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SHERIFF FEDERAL FORFEITURE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 10,000	\$ 10,000	\$ 22,111	\$ 12,111
Interest	4,000	4,000	1,889	(2,111)
Miscellaneous	-	64,375	64,376	1
	<u>14,000</u>	<u>78,375</u>	<u>88,376</u>	<u>10,001</u>
Total revenues				
<b>EXPENDITURES</b>				
Current:				
Public safety	115,000	139,050	98,901	40,149
Capital outlay	50,000	130,600	66,088	64,512
	<u>165,000</u>	<u>269,650</u>	<u>164,989</u>	<u>104,661</u>
Total expenditures				
<b>NET CHANGE IN FUND BALANCES</b>	(151,000)	(191,275)	(76,613)	114,662
<b>FUND BALANCES - BEGINNING</b>	<u>243,339</u>	<u>243,339</u>	<u>243,339</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 92,339</u></u>	<u><u>\$ 52,064</u></u>	<u><u>\$ 166,726</u></u>	<u><u>\$ 114,662</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**LAW ENFORCEMENT GRANTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 152,835	\$ 152,840	\$ 5
Interest	-	-	413	413
Total revenues	<u>-</u>	<u>152,835</u>	<u>153,253</u>	<u>418</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	97,535	97,527	8
Total expenditures	<u>-</u>	<u>97,535</u>	<u>97,527</u>	<u>8</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	55,300	55,726	426
<b>FUND BALANCES - BEGINNING</b>	<u>2</u>	<u>2</u>	<u>2</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 2</u></u>	<u><u>\$ 55,302</u></u>	<u><u>\$ 55,728</u></u>	<u><u>\$ 426</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SHERIFF OFFICE FORFEITURE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Interest	\$ 1,500	\$ 1,500	\$ 738	\$ (762)
Miscellaneous	15,000	15,000	17,403	2,403
Total revenues	<u>16,500</u>	<u>16,500</u>	<u>18,141</u>	<u>1,641</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	42,000	42,000	5,201	36,799
Total expenditures	<u>42,000</u>	<u>42,000</u>	<u>5,201</u>	<u>36,799</u>
<b>NET CHANGE IN FUND BALANCES</b>	(25,500)	(25,500)	12,940	38,440
<b>FUND BALANCES - BEGINNING</b>	<u>70,317</u>	<u>70,317</u>	<u>70,317</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 44,817</u></u>	<u><u>\$ 44,817</u></u>	<u><u>\$ 83,257</u></u>	<u><u>\$ 38,440</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DRUG COURT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 105,767	\$ 105,767	\$ 99,154	\$ (6,613)
Total revenues	<u>105,767</u>	<u>105,767</u>	<u>99,154</u>	<u>(6,613)</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	105,767	105,767	99,532	6,235
Total expenditures	<u>105,767</u>	<u>105,767</u>	<u>99,532</u>	<u>6,235</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	(378)	(378)
<b>FUND BALANCES - BEGINNING (DEFICIT)</b>	<u>(7,425)</u>	<u>(7,425)</u>	<u>(7,425)</u>	<u>-</u>
<b>FUND BALANCES - ENDING (DEFICIT)</b>	<u>\$ (7,425)</u>	<u>\$ (7,425)</u>	<u>\$ (7,803)</u>	<u>\$ (378)</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**DA PRETRIAL DIVERSION FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ 40,000	\$ 40,000	\$ 1,500	\$ (38,500)
Interest	100	100	43	(57)
Total revenues	<u>40,100</u>	<u>40,100</u>	<u>1,543</u>	<u>(38,557)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	<u>40,025</u>	<u>40,025</u>	<u>-</u>	<u>40,025</u>
Total expenditures	<u>40,025</u>	<u>40,025</u>	<u>-</u>	<u>40,025</u>
<b>NET CHANGE IN FUND BALANCES</b>	75	75	1,543	1,468
<b>FUND BALANCES - BEGINNING</b>	<u>2,006</u>	<u>2,006</u>	<u>2,006</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 2,081</u></u>	<u><u>\$ 2,081</u></u>	<u><u>\$ 3,549</u></u>	<u><u>\$ 1,468</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**JUVENILE PROBATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and fees	\$ -	\$ -	\$ 283	\$ 283
Intergovernmental	1,086,642	1,086,642	1,423,448	336,806
Interest	-	-	23,174	23,174
<b>Total revenues</b>	<b>1,086,642</b>	<b>1,086,642</b>	<b>1,446,905</b>	<b>360,263</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	6,025,331	6,025,331	6,046,649	(21,318)
<b>Total expenditures</b>	<b>6,025,331</b>	<b>6,025,331</b>	<b>6,046,649</b>	<b>(21,318)</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(4,938,689)</b>	<b>(4,938,689)</b>	<b>(4,599,744)</b>	<b>338,945</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	4,938,689	4,938,689	3,998,689	(940,000)
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<b>4,938,689</b>	<b>4,938,689</b>	<b>3,998,689</b>	<b>(940,000)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>(601,055)</b>	<b>(601,055)</b>
<b>FUND BALANCES - BEGINNING</b>	<b>1,254,580</b>	<b>1,254,580</b>	<b>1,254,580</b>	<b>-</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 1,254,580</b>	<b>\$ 1,254,580</b>	<b>\$ 653,525</b>	<b>\$ (601,055)</b>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CARES ACT - HAVA GRANT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 220,250	\$ 220,287	\$ 37
Interest	-	-	392	392
	<u>-</u>	<u>220,250</u>	<u>220,679</u>	<u>429</u>
Total revenues				
<b>EXPENDITURES</b>				
Current:				
Elections	-	29,900	60,443	(30,543)
Capital outlay	-	29,350	13,400	15,950
	<u>-</u>	<u>59,250</u>	<u>73,843</u>	<u>(14,593)</u>
Total expenditures				
<b>NET CHANGE IN FUND BALANCES</b>	-	161,000	146,836	(14,164)
<b>FUND BALANCES - BEGINNING</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ -</u>	<u>\$ 161,000</u>	<u>\$ 146,836</u>	<u>\$ (14,164)</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CARES ACT - SHERIFF GRANTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 17,375	\$ 9,401	\$ (7,974)
Total revenues	-	17,375	9,401	(7,974)
<b>EXPENDITURES</b>				
Current:				
Public safety	-	17,375	17,131	244
Total expenditures	-	17,375	17,131	244
<b>NET CHANGE IN FUND BALANCES</b>	-	-	(7,730)	(7,730)
<b>FUND BALANCES - BEGINNING</b>	-	-	-	-
<b>FUND BALANCES - ENDING (DEFICIT)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,730)</u>	<u>\$ (7,730)</u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**BUFFETT-MCCAIN INITIATIVE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 1,053	\$ 1,052	\$ (1)
Total revenues	-	1,053	1,052	(1)
<b>EXPENDITURES</b>				
Current:				
Administrative	-	1,053	1,052	1
Total expenditures	-	1,053	1,052	1
<b>NET CHANGE IN FUND BALANCES</b>	-	-	-	-
<b>FUND BALANCES - BEGINNING</b>	-	-	-	-
<b>FUND BALANCES - ENDING</b>	\$ -	\$ -	\$ -	\$ -

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SERIES 2016 CERTIFICATES OF OBLIGATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 440,425	\$ 440,425	\$ 489,224	\$ 48,799
Interest	20,000	20,000	47,241	27,241
Miscellaneous	-	-	4,840	4,840
Total revenues	<u>460,425</u>	<u>460,425</u>	<u>541,305</u>	<u>80,880</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	1,000	1,000	400	600
Debt service:				
Principal	920,000	920,000	920,000	-
Interest	564,425	564,425	564,425	-
Total expenditures	<u>1,485,425</u>	<u>1,485,425</u>	<u>1,484,825</u>	<u>600</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,025,000)</u>	<u>(1,025,000)</u>	<u>(943,520)</u>	<u>81,480</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	1,812,592	1,812,592
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>1,812,592</u>	<u>1,812,592</u>
<b>NET CHANGE IN FUND BALANCES</b>	(1,025,000)	(1,025,000)	869,072	1,894,072
<b>FUND BALANCES - BEGINNING</b>	<u>2,635,902</u>	<u>2,635,902</u>	<u>2,635,902</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 1,610,902</u></u>	<u><u>\$ 1,610,902</u></u>	<u><u>\$ 3,504,974</u></u>	<u><u>\$ 1,894,072</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SERIES 2017 TAX NOTES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 464,122	\$ 464,122	\$ 517,074	\$ 52,952
Miscellaneous	-	-	5,100	5,100
	<u>464,122</u>	<u>464,122</u>	<u>522,174</u>	<u>58,052</u>
Total revenues				
	<u>464,122</u>	<u>464,122</u>	<u>522,174</u>	<u>58,052</u>
<b>EXPENDITURES</b>				
Current:				
Administrative	1,000	1,000	-	1,000
Debt service:				
Principal	885,000	885,000	885,000	-
Interest	79,122	79,122	79,075	47
	<u>965,122</u>	<u>965,122</u>	<u>964,075</u>	<u>1,047</u>
Total expenditures				
	<u>965,122</u>	<u>965,122</u>	<u>964,075</u>	<u>1,047</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(501,000)</u>	<u>(501,000)</u>	<u>(441,901)</u>	<u>59,099</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	500,000	500,000
	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>500,000</u>
<b>TOTAL OTHER FINANCING SOURCES / (USES)</b>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>500,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	(501,000)	(501,000)	58,099	559,099
<b>FUND BALANCES - BEGINNING</b>	<u>167,028</u>	<u>167,028</u>	<u>167,028</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ (333,972)</u></u>	<u><u>\$ (333,972)</u></u>	<u><u>\$ 225,127</u></u>	<u><u>\$ 559,099</u></u>

**POTTER COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SERIES 2019 CERTIFICATES OF OBLIGATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 2,708,717	\$ 2,708,717	\$ 3,031,722	\$ 323,005
Interest	10,000	10,000	-	(10,000)
Miscellaneous	-	-	29,766	29,766
	<u>2,718,717</u>	<u>2,718,717</u>	<u>3,061,488</u>	<u>342,771</u>
Total revenues				
<b>EXPENDITURES</b>				
Current:				
Administrative	1,000	1,000	317	683
Debt service:				
Principal	2,708,717	-	-	-
Interest	-	2,708,717	2,708,717	-
	<u>2,709,717</u>	<u>2,709,717</u>	<u>2,709,034</u>	<u>683</u>
Total expenditures				
<b>NET CHANGE IN FUND BALANCES</b>	9,000	9,000	352,454	343,454
<b>FUND BALANCES - BEGINNING</b>	<u>87,751</u>	<u>87,751</u>	<u>87,751</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 96,751</u>	<u>\$ 96,751</u>	<u>\$ 440,205</u>	<u>\$ 343,454</u>

## FIDUCIARY FUNDS

### AGENCY FUNDS

The Agency Funds account for assets received in the capacity of trustee or agent for the County, other governmental entity or individual.

**State and County Collections** – The State and County Collections Fund accounts for fees of office collected by the various Officials to be remitted to the State and County.

**Tax Assessor Collector** – The Tax Assessor Collector Fund accounts for money collected by the Tax Assessor Collector and remitted to various taxing jurisdictions.

**Bail Security Fund** – The Bail Security Fund accounts for bail securities being held by the Bail Bond Board.

**State Court Costs** – The State Court Costs Fund accounts for courts costs collected by the various courts to be remitted to the State of Texas and other agencies.

**District Registry Fund** – The District Registry Fund accounts for registry funds held by the District Clerk.

**County Registry Fund** – The County Registry Fund accounts for registry funds held by the County Clerk.

**County Attorney Restitution** – The County Attorney Restitution Fund accounts for fund being held by the County Attorney for restitution to victims.

**District Attorney Restitution** – The District Attorney Restitution Fund accounts for fund being held by the District Attorney for restitution to victims.

**District Attorney Seizure** – The District Attorney Seizure Fund accounts for seized assets collected by the District Attorney

**Detention Center Trust Fund** – The Detention Center Trust Fund accounts for the money of inmates held in the Potter County Jail.

**Detention Center Bond Fund** – The Detention Center Bond Fund accounts for the money received from cash bonds.

**Unclaimed Property** – The Unclaimed Property Fund accounts for outstanding checks from offices that are older than one year.

**POTTER COUNTY, TEXAS  
COMBINING BALANCE SHEET  
AGENCY FUNDS  
SEPTEMBER 30, 2020**

	<u>State and County Collections</u>	<u>Tax Assessor/ Collector</u>	<u>Bail Security Fund</u>	<u>State Court Costs</u>	<u>District Registry Fund</u>	<u>County Registry Fund</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 316,641	\$ 2,101,977	\$ 39,537	\$ 128,335	\$ 2,630,909	\$ 260,505
Accounts receivable	<u>180</u>	<u>225</u>	<u>-</u>	<u>61,148</u>	<u>-</u>	<u>-</u>
Total assets	<u><u>\$ 316,821</u></u>	<u><u>\$ 2,102,202</u></u>	<u><u>\$ 39,537</u></u>	<u><u>\$ 189,483</u></u>	<u><u>\$ 2,630,909</u></u>	<u><u>\$ 260,505</u></u>
<b>LIABILITIES</b>						
Accounts payable	\$ 16,069	\$ -	\$ -	\$ 2,090	\$ -	\$ -
Due to other governments	300,752	2,102,202	-	187,393	-	-
Deposits	<u>-</u>	<u>-</u>	<u>39,537</u>	<u>-</u>	<u>2,630,909</u>	<u>260,505</u>
Total liabilities	<u><u>\$ 316,821</u></u>	<u><u>\$ 2,102,202</u></u>	<u><u>\$ 39,537</u></u>	<u><u>\$ 189,483</u></u>	<u><u>\$ 2,630,909</u></u>	<u><u>\$ 260,505</u></u>

<u>County Attorney Restitution</u>	<u>District Attorney Restitution</u>	<u>District Attorney Seizure</u>	<u>Detention Center Trust Fund</u>	<u>Detention Center Bond Fund</u>	<u>Unclaimed Property</u>	<u>Total</u>
\$ 58,631	\$ 13,067	\$ 62,720	\$ 55,882	\$ 10,000	\$ 253,246	\$ 5,931,450
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,078</u>	<u>62,631</u>
<u>\$ 58,631</u>	<u>\$ 13,067</u>	<u>\$ 62,720</u>	<u>\$ 55,882</u>	<u>\$ 10,000</u>	<u>\$ 254,324</u>	<u>\$ 5,994,081</u>
\$ -	\$ -	\$ 62,720	\$ -	\$ -	\$ -	\$ 80,879
-	-	-	-	-	-	2,590,347
<u>58,631</u>	<u>13,067</u>	<u>-</u>	<u>55,882</u>	<u>10,000</u>	<u>254,324</u>	<u>3,322,855</u>
<u>\$ 58,631</u>	<u>\$ 13,067</u>	<u>\$ 62,720</u>	<u>\$ 55,882</u>	<u>\$ 10,000</u>	<u>\$ 254,324</u>	<u>\$ 5,994,081</u>

**POTTER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
<b>STATE &amp; COUNTY COLLECTIONS</b>				
Assets				
Cash and investments	\$ 431,674	\$ 3,654,999	\$ 3,770,032	\$ 316,641
Accounts receivable	9,745	5,020	14,585	180
Total assets	<u>\$ 441,419</u>	<u>\$ 3,660,019</u>	<u>\$ 3,784,617</u>	<u>\$ 316,821</u>
Liabilities				
Accounts payable	\$ 97,299	\$ 249,924	\$ 331,154	\$ 16,069
Due to other governments	344,120	300,752	344,120	300,752
Total liabilities	<u>\$ 441,419</u>	<u>\$ 550,676</u>	<u>\$ 675,274</u>	<u>\$ 316,821</u>
<b>TAX ASSESSOR/COLLECTOR</b>				
Assets				
Cash and investments	\$ 2,354,696	\$ 226,051,801	\$ 226,304,520	\$ 2,101,977
Accounts receivable	225			225
Total assets	<u>\$ 2,354,921</u>	<u>\$ 226,051,801</u>	<u>\$ 226,304,520</u>	<u>\$ 2,102,202</u>
Liabilities				
Due to other governments	\$ 2,354,921	\$ 226,051,801	\$ 226,304,520	\$ 2,102,202
Total liabilities	<u>\$ 2,354,921</u>	<u>\$ 226,051,801</u>	<u>\$ 226,304,520</u>	<u>\$ 2,102,202</u>
<b>BAIL SECURITY FUND</b>				
Assets				
Cash and investments	\$ 32,500	\$ 7,037	\$ -	\$ 39,537
Total assets	<u>\$ 32,500</u>	<u>\$ 7,037</u>	<u>\$ -</u>	<u>\$ 39,537</u>
Liabilities				
Deposits	\$ 32,500	\$ 7,037	\$ -	\$ 39,537
Total liabilities	<u>\$ 32,500</u>	<u>\$ 7,037</u>	<u>\$ -</u>	<u>\$ 39,537</u>

Continued

**POTTER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
<b>Continuation</b>				
<b>STATE COURT COSTS</b>				
<b>Assets</b>				
Cash and investments	\$ 174,984	\$ 809,695	\$ 856,344	\$ 128,335
Accounts receivable	79,544	61,148	79,544	61,148
Total assets	<u>\$ 254,528</u>	<u>\$ 870,843</u>	<u>\$ 935,888</u>	<u>\$ 189,483</u>
<b>Liabilities</b>				
Accounts payable	\$ 234,366	\$ 557,835	\$ 790,111	\$ 2,090
Due to other governments	20,162	187,393	20,162	187,393
Total liabilities	<u>\$ 254,528</u>	<u>\$ 745,228</u>	<u>\$ 810,273</u>	<u>\$ 189,483</u>
<b>DISTRICT REGISTRY FUND</b>				
<b>Assets</b>				
Cash and investments	\$ 3,420,249	\$ 1,703,193	\$ 2,492,533	\$ 2,630,909
Total assets	<u>\$ 3,420,249</u>	<u>\$ 1,703,193</u>	<u>\$ 2,492,533</u>	<u>\$ 2,630,909</u>
<b>Liabilities</b>				
Deposits	\$ 3,420,249	\$ 1,703,193	\$ 2,492,533	\$ 2,630,909
Total liabilities	<u>\$ 3,420,249</u>	<u>\$ 1,703,193</u>	<u>\$ 2,492,533</u>	<u>\$ 2,630,909</u>
<b>COUNTY REGISTRY FUND</b>				
<b>Assets</b>				
Cash and investments	\$ 251,140	\$ 39,531	\$ 30,166	\$ 260,505
Total assets	<u>\$ 251,140</u>	<u>\$ 39,531</u>	<u>\$ 30,166</u>	<u>\$ 260,505</u>
<b>Liabilities</b>				
Deposits	\$ 251,140	\$ 39,531	\$ 30,166	\$ 260,505
Total liabilities	<u>\$ 251,140</u>	<u>\$ 39,531</u>	<u>\$ 30,166</u>	<u>\$ 260,505</u>

Continued

**POTTER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
<b>Continuation</b>				
<b>COUNTY ATTORNEY</b>				
<b>RESTITUTION</b>				
Assets				
Cash and investments	\$ 46,917	\$ 69,916	\$ 58,202	\$ 58,631
Total assets	<u>\$ 46,917</u>	<u>\$ 69,916</u>	<u>\$ 58,202</u>	<u>\$ 58,631</u>
Liabilities				
Deposits	\$ 46,917	\$ 54,596	\$ 42,882	\$ 58,631
Total liabilities	<u>\$ 46,917</u>	<u>\$ 54,596</u>	<u>\$ 42,882</u>	<u>\$ 58,631</u>
<b>DISTRICT ATTORNEY</b>				
<b>RESTITUTION</b>				
Assets				
Cash and investments	\$ 16,222	\$ 380	\$ 3,535	\$ 13,067
Total assets	<u>\$ 16,222</u>	<u>\$ 380</u>	<u>\$ 3,535</u>	<u>\$ 13,067</u>
Liabilities				
Deposits	\$ 16,222	\$ 380	\$ 3,535	\$ 13,067
Total liabilities	<u>\$ 16,222</u>	<u>\$ 380</u>	<u>\$ 3,535</u>	<u>\$ 13,067</u>
<b>DISTRICT ATTORNEY SEIZURE</b>				
Assets				
Cash and investments	\$ 115,460	\$ 98,020	\$ 150,760	\$ 62,720
Total assets	<u>\$ 115,460</u>	<u>\$ 98,020</u>	<u>\$ 150,760</u>	<u>\$ 62,720</u>
Liabilities				
Accounts payable	\$ 115,460	\$ 98,020	\$ 150,760	\$ 62,720
Total liabilities	<u>\$ 115,460</u>	<u>\$ 98,020</u>	<u>\$ 150,760</u>	<u>\$ 62,720</u>

Continued

**POTTER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
<b>Continuation</b>				
<b>DETENTION CENTER</b>				
<b>TRUST FUND</b>				
Assets				
Cash and investments	\$ 43,016	\$ 842,876	\$ 830,010	\$ 55,882
Total assets	<u>\$ 43,016</u>	<u>\$ 842,876</u>	<u>\$ 830,010</u>	<u>\$ 55,882</u>
Liabilities				
Deposits	\$ 43,016	\$ 842,876	\$ 830,010	\$ 55,882
Total liabilities	<u>\$ 43,016</u>	<u>\$ 842,876</u>	<u>\$ 830,010</u>	<u>\$ 55,882</u>
<b>DETENTION CENTER</b>				
<b>BOND FUND</b>				
Assets				
Cash and investments	\$ 43,500	\$ 38,500	\$ 72,000	\$ 10,000
Total assets	<u>\$ 43,500</u>	<u>\$ 38,500</u>	<u>\$ 72,000</u>	<u>\$ 10,000</u>
Liabilities				
Deposits	\$ 43,500	\$ 38,500	\$ 72,000	\$ 10,000
Total liabilities	<u>\$ 43,500</u>	<u>\$ 38,500</u>	<u>\$ 72,000</u>	<u>\$ 10,000</u>
<b>UNCLAIMED PROPERTY</b>				
Assets				
Cash and investments	\$ 212,312	\$ 44,483	\$ 3,549	\$ 253,246
Accounts receivable	-	2,156	1,078	1,078
Total assets	<u>\$ 212,312</u>	<u>\$ 46,639</u>	<u>\$ 4,627</u>	<u>\$ 254,324</u>
Liabilities				
Deposits	\$ 212,312	\$ 53,710	\$ 11,698	\$ 254,324
Total liabilities	<u>\$ 212,312</u>	<u>\$ 53,710</u>	<u>\$ 11,698</u>	<u>\$ 254,324</u>

Continued

**POTTER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
Continuation				
<b>TOTALS - ALL AGENCY FUNDS</b>				
Assets				
Cash and investments	\$ 7,142,670	\$ 233,360,431	\$ 234,571,651	\$ 5,931,450
Accounts receivable	89,514	68,324	95,207	62,631
Total assets	<u>\$ 7,232,184</u>	<u>\$ 233,428,755</u>	<u>\$ 234,666,858</u>	<u>\$ 5,994,081</u>
Liabilities				
Accounts payable	\$ 447,125	\$ 905,779	\$ 1,272,025	\$ 80,879
Due to other governments	2,719,203	226,539,946	226,668,802	2,590,347
Deposits	4,065,856	2,739,823	3,482,824	3,322,855
Total liabilities	<u>\$ 7,232,184</u>	<u>\$ 230,185,548</u>	<u>\$ 231,423,651</u>	<u>\$ 5,994,081</u>

**STATISTICAL SECTION  
(UNAUDITED)**

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**POTTER COUNTY, TEXAS  
STATISTICAL SECTION  
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

This part of the Potter 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.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> <i>These tables contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	<b>129-132</b>
<b>Revenue Capacity</b> <i>These tables contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	<b>133-136</b>
<b>Debt Capacity</b> <i>These tables present 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.</i>	<b>137-140</b>
<b>Demographic and Economic Information</b> <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	<b>141-142</b>
<b>Operating Information</b> <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	<b>143-145</b>

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

**POTTER COUNTY, TEXAS  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)  
(amounts expressed in thousands)**

Table 1

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Governmental activities										
Net investment in capital assets	\$ 56,127	\$ 63,177	\$ 61,999	\$ 65,492	\$ 66,473	\$ 68,307	\$ 67,559	\$ 64,693	\$ 63,816	\$ 67,199
Restricted	2,439	2,178	2,759	3,226	4,038	3,915	3,906	5,739	13,307	12,538
Unrestricted	<u>24,775</u>	<u>22,080</u>	<u>25,101</u>	<u>27,409</u>	<u>19,228</u>	<u>19,494</u>	<u>20,180</u>	<u>19,791</u>	<u>20,119</u>	<u>23,582</u>
Total governmental activities net position	<u>\$ 83,341</u>	<u>\$ 87,435</u>	<u>\$ 89,859</u>	<u>\$ 96,127</u>	<u>\$ 89,739</u>	<u>\$ 91,716</u>	<u>\$ 91,645</u>	<u>\$ 90,223</u>	<u>\$ 97,242</u>	<u>\$ 103,319</u>

**POTTER COUNTY, TEXAS  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)  
(amounts expressed in thousands)**

Table 2

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses</b>										
Governmental activities:										
Administrative	\$ 5,328	\$ 6,237	\$ 5,843	\$ 6,966	\$ 6,666	\$ 7,264	\$ 7,885	\$ 7,344	\$ 7,947	\$ 8,681
Judicial	12,958	13,705	13,432	14,145	14,607	15,209	16,951	16,512	17,325	15,781
Elections	336	333	343	400	445	486	685	823	523	644
Public facilities	3,228	3,107	3,891	3,941	3,743	4,580	4,298	4,086	4,141	3,920
Public safety	7,847	7,804	8,675	9,130	8,806	11,528	10,816	16,500	19,598	19,894
Corrections and rehabilitation	12,136	12,919	12,971	13,994	13,765	15,061	15,739	15,693	13,102	12,688
Road and bridge	3,290	3,790	3,413	3,876	3,303	2,570	2,531	2,753	2,867	2,905
Health and human services	659	752	746	799	758	636	661	735	1,019	1,049
Interest on long-term debt	445	564	139	86	58	570	470	652	1,184	2,988
Total governmental activities expenses	<u>46,227</u>	<u>49,211</u>	<u>49,453</u>	<u>53,337</u>	<u>52,151</u>	<u>57,904</u>	<u>60,036</u>	<u>65,098</u>	<u>67,706</u>	<u>68,550</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services										
Administrative	779	856	1,014	1,677	1,028	2,091	1,519	899	646	537
Judicial	3,632	3,579	3,734	3,785	3,623	3,585	3,255	3,165	2,373	1,930
Elections	-	-	-	1	-	-	1	-	9	4
Public safety	738	892	814	793	810	721	726	926	968	810
Corrections and rehabilitation	37	37	75	109	432	356	256	403	-	-
Road and bridge	1,823	1,915	1,990	2,094	2,110	2,111	2,050	2,035	2,043	2,043
Health and human services	9	10	18	14	21	21	21	57	6	5
Operating grants and contributions	1,638	1,680	1,458	1,848	1,662	3,094	2,307	3,141	4,496	5,003
Capital grants and contributions	1,887	3,266	581	5,539	10	231	62	-	1,673	580
Total governmental activities program revenues	<u>10,543</u>	<u>12,235</u>	<u>9,684</u>	<u>15,860</u>	<u>9,696</u>	<u>12,210</u>	<u>10,197</u>	<u>10,626</u>	<u>12,214</u>	<u>10,912</u>
Net (expense) revenue	(35,684)	(36,976)	(39,769)	(37,477)	(42,455)	(45,694)	(49,839)	(54,472)	(55,492)	(57,638)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes										
Property taxes, levied for general purposes	35,437	38,072	38,770	40,524	41,868	44,378	45,341	46,490	49,799	52,426
Property taxes, levied for debt service	2,331	2,309	2,199	2,091	2,166	2,163	2,906	4,542	2,725	4,041
Payments in lieu of taxes	-	-	-	-	-	-	-	-	99	102
Mixed beverage taxes	429	388	436	556	594	611	598	656	688	488
Sales and other taxes	218	213	240	236	228	236	270	184	2,978	3,339
Investment earnings	71	89	89	76	91	283	653	1,046	2,290	1,440
Gain on disposal of assets	-	-	90	28	-	-	-	-	-	-
Miscellaneous	370	-	368	235	60	-	-	-	2,089	1,879
Total governmental activities	<u>38,856</u>	<u>41,071</u>	<u>42,192</u>	<u>43,746</u>	<u>45,007</u>	<u>47,671</u>	<u>49,768</u>	<u>52,918</u>	<u>60,668</u>	<u>63,715</u>
<b>Change in Net Position</b>										
Governmental activities	<u>\$ 3,172</u>	<u>\$ 4,095</u>	<u>\$ 2,423</u>	<u>\$ 6,269</u>	<u>\$ 2,552</u>	<u>\$ 1,977</u>	<u>\$ (71)</u>	<u>\$ (1,554)</u>	<u>\$ 5,176</u>	<u>\$ 6,077</u>

**POTTER COUNTY, TEXAS**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

Table 3

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Fund										
Non-spendable	\$ 62	\$ 52	\$ 53	\$ 23	\$ 17	\$ 521	\$ 1,030	\$ 1,014	\$ 1,078	\$ 1,011
Restricted	297	308	353	656	864	813	578	1,335	1,405	1,380
Committed	3,000	2,000	2,700	3,000	3,000	2,098	2,098	1,548	-	-
Assigned	-	-	-	-	-	-	-	-	1,548	1,562
Unassigned	12,608	14,022	14,496	14,102	13,237	16,397	17,999	20,831	23,633	27,298
Total General Fund	<u>15,967</u>	<u>16,382</u>	<u>17,602</u>	<u>17,781</u>	<u>17,118</u>	<u>19,829</u>	<u>21,705</u>	<u>24,728</u>	<u>27,664</u>	<u>31,251</u>
All other governmental funds										
Restricted										
Debt Service Fund	1,260	1,031	1,284	1,518	1,753	2,014	2,123	2,464	2,891	4,170
Special Revenue Funds	20	20	206	382	518	415	543	1,846	9,011	6,988
Capital Projects Funds	-	-	-	-	-	19,544	9,757	2,418	56,324	51,946
Assigned										
Debt Service Fund	-	-	-	-	-	-	-	-	-	-
Special Revenue Funds	3,352	3,098	3,352	3,522	3,351	3,735	3,409	3,459	-	-
Capital Projects Funds	5,130	3,219	5,060	7,680	9,223	7,854	9,544	9,101	10,560	11,993
Unassigned	-	-	(3)	-	(34)	(207)	(24)	(13)	(116)	(107)
Total all other governmental funds	<u>\$ 9,762</u>	<u>\$ 7,368</u>	<u>\$ 9,899</u>	<u>\$ 13,102</u>	<u>\$ 14,811</u>	<u>\$ 33,355</u>	<u>\$ 25,352</u>	<u>\$ 19,275</u>	<u>\$ 78,670</u>	<u>\$ 74,990</u>

**POTTER COUNTY, TEXAS**  
**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

Table 4

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues</b>										
Taxes	\$ 38,144	\$ 40,803	\$ 41,540	\$ 43,249	\$ 44,666	\$ 47,172	\$ 48,854	\$ 53,043	\$ 52,803	\$ 56,568
Licenses and fees	4,824	4,922	5,145	5,278	5,350	5,094	4,773	5,080	4,997	4,674
Fines and forfeitures	1,414	1,216	1,232	1,217	1,211	1,142	1,005	1,008	984	742
Intergovernmental	3,636	3,315	2,292	2,117	2,022	3,315	2,752	3,350	4,496	5,002
Interest	69	87	87	74	88	277	643	1,029	2,268	1,419
Sales and miscellaneous taxes	-	-	-	-	-	-	-	-	3,766	3,928
Miscellaneous	1,173	1,286	1,624	2,185	1,399	2,848	1,903	1,487	1,949	1,911
<b>Total revenues</b>	<b>49,260</b>	<b>51,629</b>	<b>51,920</b>	<b>54,120</b>	<b>54,736</b>	<b>59,848</b>	<b>59,930</b>	<b>64,997</b>	<b>71,263</b>	<b>74,244</b>
<b>Expenditures</b>										
Administrative	5,083	5,266	5,470	6,468	6,224	6,575	6,555	6,553	7,439	8,753
Judicial	12,888	13,369	13,307	13,882	14,556	14,645	15,696	15,888	15,971	15,250
Elections	335	327	342	388	449	474	544	492	483	620
Public facilities	2,549	2,063	2,593	2,387	2,463	3,241	2,722	2,609	2,424	2,461
Public safety	7,280	7,501	8,005	8,317	8,365	10,365	9,531	11,736	18,162	19,068
Corrections and rehabilitation	11,895	12,480	12,735	13,628	13,678	14,620	14,671	15,252	12,474	12,588
Road and Bridge	1,852	1,906	1,966	1,974	1,968	2,020	1,990	2,216	2,322	2,315
Health and human services	657	735	744	788	765	621	615	675	982	1,048
Capital outlay	7,827	7,398	1,052	1,038	3,253	5,595	16,487	8,852	1,886	7,353
Debt Service										
Principal	1,595	1,650	1,710	1,705	1,820	1,860	1,900	2,150	1,864	2,031
Interest	463	392	245	162	115	78	970	731	673	3,352
Bond issuance cost	-	-	-	-	-	375	-	-	221	-
<b>Total expenditures</b>	<b>52,424</b>	<b>53,087</b>	<b>48,169</b>	<b>50,737</b>	<b>53,656</b>	<b>60,469</b>	<b>71,681</b>	<b>67,154</b>	<b>64,901</b>	<b>74,839</b>
Excess of revenues over (under) expenditures	(3,164)	(1,458)	3,751	3,383	1,080	(621)	(11,751)	(2,157)	6,362	(595)
<b>Other financing sources (uses)</b>										
Transfers in	3,786	3,627	2,456	5,251	3,600	2,494	2,098	2,139	7,383	7,873
Transfers out	(3,786)	(3,627)	(2,456)	(5,251)	(3,600)	(2,494)	(2,098)	(2,389)	(7,383)	(7,873)
Sale of assets proceeds	-	-	-	-	-	-	-	-	33	95
Issuance of debt	-	-	-	-	-	21,875	5,625	-	50,375	408
Bond premiums	-	306	-	-	-	-	-	-	3,846	-
Refunded bond issued	-	7,220	-	-	-	-	-	-	-	-
Payment to refunded bonds escrow agent	-	(8,048)	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(522)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,875</b>	<b>5,625</b>	<b>(250)</b>	<b>54,254</b>	<b>503</b>
<b>Net change in fund balances</b>	<b>\$ (3,164)</b>	<b>\$ (1,980)</b>	<b>\$ 3,751</b>	<b>\$ 3,383</b>	<b>\$ 1,080</b>	<b>\$ 21,254</b>	<b>\$ (6,126)</b>	<b>\$ (2,407)</b>	<b>\$ 60,616</b>	<b>\$ (92)</b>
Debt Service as a percentage of noncapital expenditures	4.61%	4.47%	4.15%	3.76%	3.84%	3.53%	5.20%	4.94%	4.03%	7.98%

**POTTER COUNTY, TEXAS  
PROPERTY TAX RATES  
DIRECT & ALL OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS**

Table 5

Fiscal Year	Roll Year	Operations Rate Potter County	Debt Rate Potter County	Total Direct Rate Potter County	City of Amarillo	Amarillo Independent School District	Amarillo Junior College District
<b>TAX RATES/\$100 ASSESSED VALUATION</b>							
2011	2010	0.56198	0.03713	0.59911	0.31009	1.17000	0.18996
2012	2011	0.59713	0.03637	0.63350	0.32009	1.17000	0.18938
2013	2012	0.59327	0.03380	0.62707	0.32009	1.17000	0.18938
2014	2013	0.60272	0.03130	0.63402	0.34009	1.18900	0.19950
2015	2014	0.60270	0.03132	0.63402	0.34509	1.18900	0.20750
2016	2015	0.63306	0.03096	0.66402	0.35072	1.18900	0.20750
2017	2016	0.62393	0.04009	0.66402	0.35072	1.18900	0.20750
2018	2017	0.62773	0.04227	0.67000	0.36364	1.18900	0.20750
2019	2018	0.64998	0.03502	0.68500	0.36838	1.23900	0.20750
2020	2019	0.65099	0.05001	0.70100	0.38851	1.16900	0.22790

Source: Potter County Tax Office, Potter Randall Appraisal District

Note: Overlapping rates are those that apply to property owners within Potter County. Not all overlapping rates apply to all county property owners; for example, although the county property tax rates apply to all county property owners, the City of Amarillo rates apply only to those whose property is located within the city's geographic boundaries.

Fiscal Year	Roll Year	Bushland Independent School District	Highland Park Independent School District	River Road Independent School District	Village of Bishop Hills	Underground Water Preservation Districts
<b>TAX RATES/\$100 ASSESSED VALUATION</b>						
2011	2010	1.26862	1.18252	1.36000	0.08000	0.01691
2012	2011	1.26960	1.17289	1.35000	0.08000	0.01641
2013	2012	1.26960	1.16744	1.35000	0.08000	0.01641
2014	2013	1.29440	1.16750	1.35000	0.08000	0.01658
2015	2014	1.29000	1.16190	1.35000	0.08000	0.01604
2016	2015	1.26804	1.16190	1.35000	0.08000	0.01593
2017	2016	1.25433	1.16190	1.35000	0.08000	0.01652
2018	2017	1.23777	1.16190	1.35000	0.08000	0.01595
2019	2018	1.23371	1.18590	1.35000	0.08000	0.01576
2020	2019	1.16371	1.10330	1.27650	0.08000	0.01590

**POTTER COUNTY, TEXAS**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)

Table 6

Fiscal Year	Roll Year	Real Property Value		Personal Property Value		Total Value		Total Direct Tax Rate	Ratio of Total Assessed Value to Total Estimated Actual Value
		Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual		
2011	2010	\$ 6,257,274	\$ 6,506,527	\$ 1,469,795	\$ 1,469,829	\$ 7,727,069	\$ 7,976,356	0.59911	96.87%
2012	2011	6,499,571	6,754,319	1,626,148	1,625,163	8,125,719	8,379,482	0.63350	96.97%
2013	2012	6,647,265	6,893,284	1,687,907	1,687,907	8,335,172	8,581,191	0.62707	97.13%
2014	2013	6,690,462	6,935,556	1,631,586	1,631,586	8,322,048	8,567,142	0.63402	97.14%
2015	2014	6,921,060	7,172,364	1,727,791	1,727,791	8,648,851	8,900,155	0.63402	97.18%
2016	2015	7,107,807	7,357,630	1,752,275	1,752,275	8,860,082	9,109,905	0.66402	97.26%
2017	2016	7,192,330	7,449,131	1,848,664	1,848,664	9,040,994	9,297,795	0.66402	97.24%
2018	2017	7,564,639	7,841,179	1,917,145	1,917,145	9,481,784	9,758,324	0.67000	97.17%
2019	2018	7,863,970	8,126,646	1,943,631	1,943,631	9,807,601	10,070,277	0.68500	97.39%
2020	2019	8,279,646	8,608,172	1,986,271	1,986,271	10,265,917	10,594,443	0.70100	96.90%

Source: Potter Randall Appraisal District

Note: Direct tax rates are per \$100 of assessed value.

**POTTER COUNTY, TEXAS  
PRINCIPAL TAXPAYERS  
CURRENT AND NINE YEARS AGO  
SEPTEMBER 30, 2020**

Table 7

Taxpayer	Type of Business	2019 Assessed Valuation	Rank	Percentage of Total Assessed Valuation	2010 Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Southwestern Public Service (Xcel)	Electric Utility	\$ 446,711,410	1	5.40%	\$ 200,175,505	1	3.22%
BNSF Railway Company	Railroad	138,614,026	2	1.67%	73,570,233	6	1.19%
Bell Helicopter Textron	Osprey Production	138,320,670	3	1.67%			
BSA Hospital LLC	Healthcare	129,534,743	4	1.56%			
Sharyland Utilities	Electronic Transmission Line	91,273,740	5	1.10%			
Messer LLC	Helium	82,651,313	6	1.00%			
Northwest Texas Healthcare	Healthcare	82,269,785	7	0.99%	84,540,339	5	1.36%
Tyson Fresh Meats Inc.	Meat Packing	79,906,854	8	0.97%	86,230,349	4	1.39%
Amarillo Economic Development Corp.	Commercial/Economic Development	75,148,618	9	0.97%	34,988,427	10	0.56%
Amarillo Mall, LLC	Shopping Mall	60,524,708	10	0.73%	60,722,582	7	0.98%
Pioneer Natural Resources (USA)	Natural Gas Utility				105,626,898	2	1.70%
Asarco Inc.	Copper Refinery				90,299,924	3	1.45%
Wal Mart Real Estate	Retailer				48,175,393	8	0.78%
Ben E. Keith Company	Food Distribution				47,962,029	9	0.77%
		<u>\$ 1,324,955,867</u>		<u>16.06%</u>	<u>\$ 832,291,679</u>		<u>13.40%</u>

Source: Potter Randall Appraisal District

**POTTER COUNTY, TEXAS  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN TAX ROLL YEARS**

Table 8

Fiscal Year	Roll Year	Original Tax Levy	Adjustments	Adjusted Tax Levy	Collected in the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
					Collected Amount	Percent of Original Levy Collected		Total Collections	Percent of Adjusted Levy Collected
2011	2010	\$ 37,151,855	\$ -	\$ 37,151,855	\$ 36,511,897	98.28%	\$ 568,193	\$ 37,080,090	99.81%
2012	2011	39,788,918	-	39,788,918	39,101,638	98.27%	619,490	39,721,128	99.83%
2013	2012	40,409,642	-	40,409,642	39,698,578	98.24%	630,000	40,328,578	99.80%
2014	2013	42,066,200	-	42,066,200	41,545,818	98.76%	431,392	41,977,210	99.79%
2015	2014	43,446,569	-	43,446,569	42,961,582	98.88%	385,508	43,347,090	99.77%
2016	2015	46,009,549	-	46,009,549	45,445,342	98.77%	453,349	45,898,691	99.76%
2017	2016	47,820,877	-	47,820,877	47,232,286	98.77%	448,602	47,680,888	99.71%
2018	2017	50,535,016	-	50,535,016	49,853,961	98.65%	471,738	50,325,699	99.59%
2019	2018	53,148,726	-	53,148,726	52,523,561	98.82%	272,554	52,796,115	99.34%
2020	2019	56,460,173	-	56,460,173	55,452,872	98.22%	-	55,452,872	98.22%

Source: Potter County Tax Office

**POTTER COUNTY, TEXAS  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST 10 FISCAL YEARS  
SEPTEMBER 30, 2020**

Table 9

	GOVERNMENTAL ACTIVITIES				Total Primary Government	Percentage of Property Value (1)	Percentage of Personal Income (2)	\$ Per Capita (2)
	General Obligation Bonds	Certificates of Obligation	Tax Notes	Capital Lease				
2011	\$ 4,591,272	\$ 7,770,000	\$ -	\$ -	\$ 12,361,272	0.15%	0.30%	\$ 101
2012	10,407,628	-	-	-	10,407,628	0.12%	0.24%	85
2013	8,616,985	-	-	-	8,616,985	0.10%	0.20%	71
2014	6,845,324	-	-	-	6,845,324	0.08%	0.14%	56
2015	4,970,254	-	-	-	4,970,254	0.06%	0.10%	41
2016	3,030,221	21,887,782	-	-	24,918,003	0.27%	0.47%	204
2017	1,100,211	21,840,412	5,625,000	-	28,565,623	0.31%	0.55%	237
2018	-	20,922,350	5,450,000	-	26,372,350	0.27%	0.50%	220
2019	-	74,225,686	4,585,000	601,063	79,411,749	0.79%	1.47%	665
2020	-	73,157,217	3,700,000	1,151,004	78,008,221	0.74%	1.42%	667

Note:

(1) Property values are found in Table 6

(2) Personal income and population are found in Table 13

**POTTER COUNTY, TEXAS  
LEGAL DEBT MARGIN INFORMATION  
SEPTEMBER 30, 2020**

Table 10

Taxable assessed value	\$ 8,207,904,511
Debt limit (5% of taxable assessed value)	\$ 410,395,226
Debt applicable to limit:	
Total bonded debt	76,857,217
Less: amount set aside for repayment of debt	(4,137,056)
Net Indebtedness subject to debt limit	72,720,161
Net debt contracting margin	\$ 337,675,065
Percentage of net debt contraction margin available	82.28 %
Percentage of net debt contracting power exhausted	17.72 %

Last Ten Years

Fiscal Year	Constitutional Debt Limit	Net Outstanding Indebtedness September 30	Percentage of Net Debt Contracting Margin Available
2011	\$ 310,385,535	\$ 11,009,894	96.45%
2012	316,787,646	9,038,778	97.15%
2013	324,502,416	7,076,480	97.82%
2014	334,013,008	5,152,339	98.46%
2015	344,960,488	3,081,511	99.11%
2016	350,204,733	22,431,045	93.59%
2017	364,014,349	26,141,654	92.82%
2018	382,306,235	23,612,723	93.82%
2019	394,422,001	76,007,756	80.73%
2020	410,395,226	72,720,161	82.28%

**POTTER COUNTY, TEXAS**  
**RATIO OF GENERAL BONDED DEBT OUTSTANDING**  
**TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS**

Table 11

<u>Fiscal Year</u>	<u>Roll Year</u>	<u>Population</u>	<u>Assessed Value (in Thousands)</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Funds</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
2011	2010	122,421	\$ 7,976,356	\$ 12,361,272	\$ 1,260,106	\$ 11,101,166	1.392%	\$ 91
2012	2011	122,894	8,379,482	10,407,628	1,031,222	9,376,406	1.119%	76
2013	2012	122,146	8,581,191	8,616,985	1,283,520	7,333,465	0.855%	60
2014	2013	122,276	8,567,142	6,845,324	1,517,693	5,327,631	0.622%	44
2015	2014	121,374	8,900,155	4,970,254	1,753,489	3,216,765	0.361%	27
2016	2015	120,832	9,109,905	24,918,003	2,013,955	22,904,048	2.514%	190
2017	2016	120,458	9,297,795	28,565,623	2,122,859	26,442,764	2.844%	220
2018	2017	119,648	9,758,324	26,372,350	2,464,218	23,908,132	2.450%	200
2019	2018	119,066	10,070,277	78,810,686	2,802,930	76,007,756	7.548%	638
2020	2019	116,874	10,594,443	76,857,217	4,170,306	72,686,911	6.861%	622

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

**POTTER COUNTY, TEXAS  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
SEPTEMBER 30, 2020**

Table 12

Governmental Unit	Gross Debt	Estimated Percent Applicable	Potter County Share of Debt
Direct:			
Potter County, Texas	\$ 76,857,217	100.00%	<u>\$ 76,857,217</u>
Overlapping:			
Amarillo Independent School District	230,087,465	51.82%	119,231,324
Amarillo College District	58,277,402	46.27%	26,964,954
River Road Independent School District	9,250,841	100.00%	9,250,841
Highland Park Independent School District	18,390,000	100.00%	18,390,000
Bushland Independent School District	2,569,950	85.95%	2,208,872
City of Amarillo	143,736,999	46.15%	<u>66,334,625</u>
			<u>242,380,616</u>
Total Direct and Overlapping Debt			<u><u>\$ 319,237,833</u></u>

Source: Potter County Auditor's Office

Note: The percentage of overlapping debt applicable is estimated using taxable assessed property values. Percentages were calculated by determining the portion of the county's total taxable value that is within the entities' boundaries and dividing it by the County's total taxable assessed valuation.

**POTTER COUNTY, TEXAS  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

Table 13

Fiscal Year	Population	Personal Income (In Thousands)	Per Capita Income	Unemployment Rate
2011	122,285	\$ 4,071,704	\$ 33,358	5.90%
2012	122,335	4,248,586	34,707	5.30%
2013	122,146	4,344,796	35,712	5.00%
2014	121,627	4,950,950	40,706	4.10%
2015	121,857	4,950,949	42,334	3.20%
2016	122,082	5,341,958	43,749	3.30%
2017	120,346	5,220,203	43,249	2.90%
2018	119,648	5,257,978	43,945	2.70%
2019	119,471	5,392,605	44,403	2.50%
2020	116,874	5,487,450	46,952	5.80%

Source: Texas Workforce Commission Tracer

**POTTER COUNTY, TEXAS  
PRINCIPAL EMPLOYERS  
CURRENT AND NINE YEARS AGO**

Table 14

Employer	2020			Employer	2011		
	Employees	Rank	Percentage of County Employment		Employees	Rank	Percentage of County Employment
Amarillo ISD	5,300	1	4.12%	Amarillo ISD	4,139	1	3.11%
Tyson Foods	4,289	2	3.33%	Tyson Foods	3,700	2	2.78%
CNS Pantex	3,613	3	2.81%	BWXT Pantex	3,398	3	2.56%
United Supermarkets (all Amarillo stores)	3,500	4	2.72%	Baptist St. Anthony's Health Care System	2,700	4	2.03%
Baptist St. Anthony's Health Care System	3,150	5	2.45%	City of Amarillo	2,012	5	1.51%
Northwest Texas Healthcare System	1,950	6	1.52%	Northwest Texas Healthcare System	1,490	6	1.12%
Affiliated Foods/TriState Baking/Plains Dairy	1,470	7	1.14%	Xcek Energy	1,431	7	1.08%
City of Amarillo	1,439	8	1.12%	Bell Helicopter Textron Inc.	1,382	8	1.04%
Walmart Supercenters (4 locations)	1,359	9	1.06%	Texas Department of Criminal Justice	1,303	9	0.98%
Amarillo VA Health Care System	1,250	10	0.97%	Western National Life Insurance Company	1,035	10	0.78%
	<u>27,320</u>		<u>21.2%</u>		<u>22,590</u>		<u>17.0%</u>

Source: Amarillo Chamber of Commerce

**POTTER COUNTY, TEXAS**  
**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/ACTIVITY**  
**LAST TEN FISCAL YEARS**

Table 15

Activity	Full-time Equivalent Employees as of September 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>GENERAL FUND</b>										
General Administrative	64.0	64.5	63.8	64.3	66.8	67.8	69.0	68.0	67.0	59.0
Facilities Maintenance	26.0	26.0	27.0	27.0	27.0	28.0	28.0	29.0	28.0	25.0
Elections Administration	4.5	4.5	4.5	4.5	4.5	4.5	4.5	5.0	5.0	5.0
Judicial	144.0	144.0	145.5	143.5	147.0	150.5	149.5	151.5	149.0	148.0
Public Safety	86.5	86.5	87.0	89.0	89.0	89.0	89.0	100.0	104.0	104.0
Corrections and Rehabilitation	123.0	123.0	125.0	128.0	131.0	130.0	130.0	138.0	139.0	145.0
Health and Human Services	12.0	11.0	11.0	12.0	11.0	11.0	11.0	14.0	15.0	15.0
Road & Bridge	26.0	26.0	26.0	26.0	26.0	26.0	26.0	25.0	25.0	25.0
<b>TOTAL GENERAL FUND</b>	<b>486.0</b>	<b>485.5</b>	<b>489.8</b>	<b>494.3</b>	<b>502.3</b>	<b>506.8</b>	<b>507.0</b>	<b>530.5</b>	<b>532.0</b>	<b>526.0</b>
<b>OTHER GOVERNMENTAL FUNDS</b>										
Judicial	10.0	10.5	10.5	7.5	10.0	8.0	4.0	4.0	2.0	1.0
Public Safety	5.0	5.0	5.0	6.0	6.0	10.0	10.0	3.0	3.0	5.0
Corrections and Rehabilitation	22.0	22.0	22.0	22.0	22.0	22.0	23.5	24.0	24.0	24.0
<b>TOTAL OTHER GOVERNMENTAL FUNDS</b>	<b>37.0</b>	<b>37.5</b>	<b>37.5</b>	<b>35.5</b>	<b>38.0</b>	<b>40.0</b>	<b>37.5</b>	<b>31.0</b>	<b>29.0</b>	<b>30.0</b>
<b>TOTAL GOVERNMENTAL FUNDS</b>	<b>523.0</b>	<b>523.0</b>	<b>527.3</b>	<b>529.8</b>	<b>540.3</b>	<b>546.8</b>	<b>544.5</b>	<b>561.5</b>	<b>561.0</b>	<b>556.0</b>

Source: Potter County employee records

**POTTER COUNTY, TEXAS  
OPERATING INDICATORS BY FUNCTION/ACTIVITY  
LAST TEN FISCAL YEARS**

Table 16

Activity	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>General Government</b>										
<b>Tax Office</b>										
Auto titles issued	31,083	30,820	32,260	31,956	31,122	31,307	29,818	29,912	29,255	28,904
Auto registrations	101,487	102,890	103,780	104,742	108,774	102,417	104,397	105,106	104,311	102,311
<b>County Clerk</b>										
Marriage license applications	1,424	1,606	1,476	1,529	1,540	1,501	1,429	1,273	1,174	1,034
Real property documents filed	19,393	20,315	21,359	19,822	18,617	19,517	22,300	19,092	17,643	17,063
<b>Elections Administration</b>										
Registered voters	49,689	52,296	51,003	52,747	54,120	54,999	54,024	53,219	55,640	55,085
<b>Administration of Justice</b>										
<b>District Court Level</b>										
Civil cases filed	3,548	3,412	3,426	3,472	3,981	3,212	3,953	3,825	2,328	2,480
Civil case dispositions	3,851	3,578	3,259	3,477	3,229	3,420	2,971	4,154	2,393	2,484
Criminal cases filed	2,474	2,111	2,202	2,385	2,019	2,165	2,243	1,808	2,162	3,252
Criminal case dispositions	2,450	2,371	2,151	2,449	2,212	1,987	2,161	1,996	2,178	3,005
<b>County Court Level</b>										
Civil cases filed	1,109	1,070	922	1,065	977	805	834	981	1,063	881
Civil case dispositions	1,133	1,134	876	1,080	870	776	722	875	1,071	769
Criminal cases filed	3,103	3,319	3,011	2,342	2,816	2,556	2,231	2,201	1,470	1,889
Criminal case dispositions	3,151	3,339	3,200	3,189	2,597	2,793	1,991	2,069	1,926	833
<b>Justice of the Peace court level</b>										
Civil cases filed	1,819	2,045	2,117	2,032	2,291	2,517	2,386	2,526	2,592	2,235
Civil case dispositions	4,249	2,324	2,058	1,962	2,063	1,842	2,045	2,341	2,023	2,815
Criminal cases filed	7,420	8,316	8,038	9,209	6,954	5,716	4,588	5,379	5,347	5,916
Criminal case dispositions	9,176	8,508	8,374	7,680	9,617	5,249	7,244	4,874	4,902	5,216
<b>Public Safety &amp; Correctional</b>										
<b>Sheriff</b>										
Average Daily Jail Population	529	471	491	501	477	495	527	555	518	504
Average Daily Prisoner Cost	\$ 45.86	\$ 52.72	\$ 52.55	\$ 57.05	\$ 60.32	\$ 60.15	\$ 57.69	\$ 58.56	\$ 66.70	\$ 69.99

Sources: Potter County Offices, TxDOT and the Office of Court Administration

**POTTER COUNTY, TEXAS  
CAPITAL ASSET STATISTICS BY FUNCTION/ACTIVITY  
LAST TEN FISCAL YEARS**

Table 17

<u>Activity</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Government										
Office Buildings / Courthouses	7	7	7	7	7	7	7	7	7	7
Public Safety & Correctional										
Constables										
Patrol vehicles	2	2	4	4	4	4	4	4	4	4
Sheriff										
Enforcement vehicles	29	41	43	43	46	46	46	48	48	48
Corrections vehicles	11	11	10	10	8	8	8	8	8	8
Fire / Rescue										
Fire Stations	7	7	7	7	7	7	7	7	7	7
Transportation										
County Roads (miles)	301.09	282.6	287.86	291.56	291.56	291.37	291.37	291.37	301.46	301.46
Bridges	2	2	2	2	2	2	2	2	2	2

Source: Various County departments and County fixed asset reports

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## **COMPLIANCE**



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

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS*

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Potter County, Texas, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise Potter County, Texas' basic financial statements, and have issued our report thereon dated March 15, 2021.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Potter County, Texas' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Potter County, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of Potter County, Texas' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Potter County, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

DOSHIER, PICKENS & FRANCIS, L.L.C.

DOSHIER, PICKENS & FRANCIS, LLC

March 15, 2021