

CALDWELL COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED
SEPTEMBER 30, 2019



DEPARTMENT ISSUING REPORT

Caldwell County Auditor's Office
Barbara Gonzales, County Auditor



CALDWELL COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2019

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CALDWELL COUNTY, TEXAS
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PRINCIPAL OFFICIALS

COUNTY JUDGE.....HOPPY HADEN
COMMISSIONER, PRECINCT 1 B.J. WESTMORELAND
COMMISSIONER, PRECINCT 2 BARBARA SHELTON
COMMISSIONER, PRECINCT 3 EDWARD THERIOT
COMMISSIONER, PRECINCT 4 JOE ROLAND
COUNTY AUDITOR..... BARBARA GONZALES
COUNTY TREASURER ANGELA MEUTH RAWLINSON
ASSESSOR-COLLECTOR OF TAXES.....DARLA LAW
COUNTY CLERK TERESA RODRIGUEZ
DISTRICT CLERKJUANITA ALLEN
SHERIFF DANIEL C. LAW
COUNTY ATTORNEY FRED WEBER
COUNTY COURT-AT-LAW JUDGEBARBARA L. MOLINA

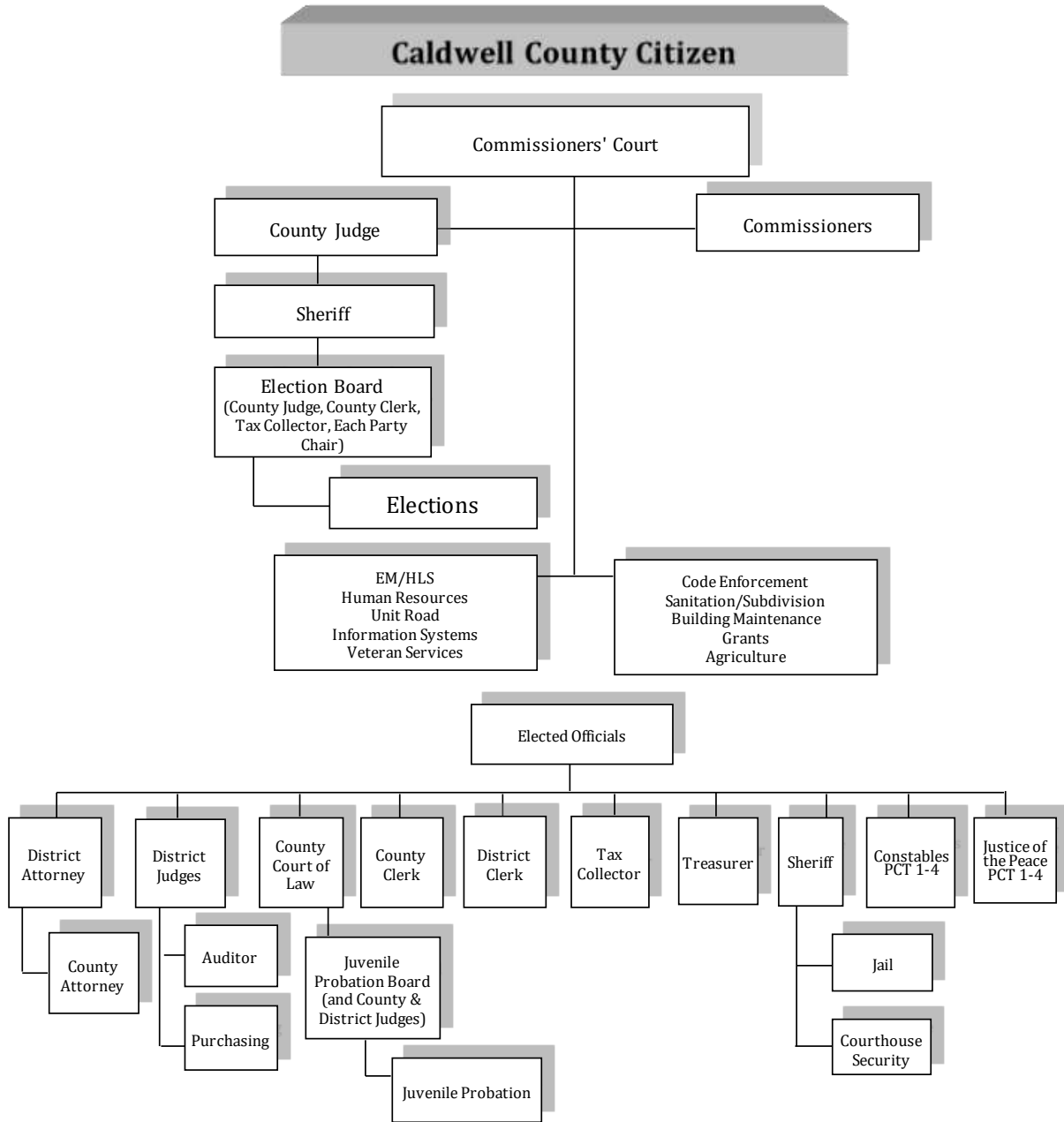
OFFICIAL ISSUING REPORT

COUNTY AUDITOR



CALDWELL COUNTY

Organizational Chart





Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Judge and
Members of the Commissioners' Court
Caldwell County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Caldwell County, as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Caldwell County's 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.

Auditor's 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Caldwell County, as of September 30, 2019, 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.

Emphasis of Matter

Change in Accounting Estimate

As discussed in Note C of the financial statements, in 2019 the County changed the policy for estimated allowance for uncollected receivables for Municipal Court Receivables based on current collection rates. This resulted in a prior period adjustment as noted in Note J to the financial statements.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, schedule of changes – net pension liability and related ratios, the schedule of County Contributions, and related ratios listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on management's discussion and analysis, budgetary comparison information and schedule of changes – net pension liability and related ratios, and the schedule of County's Contributions 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 Caldwell County's basic financial statements. The comparative statements and combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative financial statements and combining nonmajor fund financial statements 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 comparative financial statements and the combining nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

June 9, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Caldwell County, Texas (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended September 30, 2019. We encourage readers to consider the information presented here in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

Highlights for Government-wide Financial Statements

The government-wide financial statements report financial information about the County as a whole using the economic resources measurement focus and accrual basis of accounting.

- The total government-wide assets and deferred outflows of resources of the County exceeded the liabilities and deferred inflows of resources at September 30, 2019 by \$32.9 million (net position), an increase from the previous year of 7.5%.
- During the year, the County's expenses were \$24.4 million, which was \$2.5 million less than the \$26.9 million generated in taxes and other revenues for governmental activities.
- Total revenue from all sources was \$26.9 million. The primary revenue sources for governmental activities were property (ad valorem) taxes (\$18.3 million), charges for services (\$4.3 million), and sales tax (2.0 million). These three revenue sources accounted for 68%, 11%, and 8% respectively, or 67% of total governmental activities revenues.
- Total expenses for governmental activities were \$24.4 million. The largest functional expenses were public safety (\$8.9 million), public transportation (\$4.8 million), and general government (\$3.2 million).

Highlights for Fund Financial Statements

- The fund financial statements report financial information about the County's major, or most significant funds, using the current financial resources measurement focus and modified accrual basis of accounting.

Fund Balance

- The County's General Fund reported a fund balance of \$13.5 million, an increase of \$2.6 million from September 30, 2018.
- Of the total fund balance for General Fund (\$13.5 million), the unassigned fund balance of \$13.5 million equals 9.2 months of the 2019 general fund expenditures.

Highlights on Revenue

Sales Tax

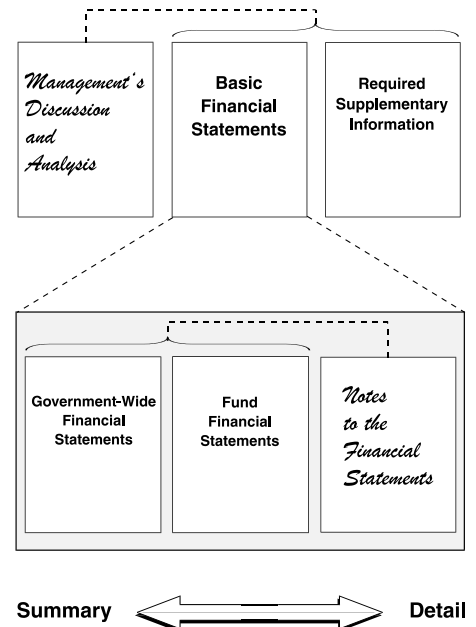
- Sales tax collections for the fiscal year were \$2.0 million, which were 7.5% lower than the previous year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County’s overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the County’s operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending.
- *Proprietary fund* statements offer *short-* and *long-term* financial information about the activities the government operates *like businesses*, such as self-funded employee medical insurance.

Figure A-1, Required Components of the County’s Annual Financial Report



Fiduciary fund statements provide information about the financial relationships in which the County acts solely as a *trustee or agent* for the benefit of others, to whom the resources in question belong

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Government-wide Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the County’s finances, in a manner similar to a private-sector business. They present the financial picture of the County from an economic resource measurement focus using the accrual basis of accounting. These statements include all assets of the County and all liabilities. Additionally, certain adjustments have occurred to eliminate interfund transactions.

The statement of net assets includes all of the government’s assets and liabilities. All of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County’s net position and how they have changed. Net assets—the difference between the County’s assets and liabilities—is one way to measure the County’s financial health or *position*.

- Over time, increases or decreases in the County’s net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County, one needs to consider additional nonfinancial factors such as changes in the County’s tax base.

The government-wide financial statements of the County include the *Governmental activities*. Most of the County’s basic services are included here, such as general government, judicial, public safety, infrastructure, etc. Property taxes and charges for services finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant *funds*—not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The County establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has the following kinds of funds:

- *Governmental funds*—Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Fiduciary funds*—The County is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Statement of Net Position

The County's net position was \$32.9 million at September 30, 2019. (See Table A-1).

Table A-1
Caldwell County's Net Position

	Governmental Activities	
	2019	2018*
ASSETS		
Cash and Investments	\$ 21,978,104	\$ 19,373,919
Receivables (net of allowances for uncollectibles):		
Taxes	1,818,231	1,643,441
Fines	715,701	9,283,889
Accounts	27,793	16,059
Intergovernmental	690,254	958,569
Due from Fiduciary	-	645,236
Prepaid Items	52,098	(195,435)
Inventory	14,595	112,429
Capital Assets:	27,467,969	26,000,861
Net Pension Asset	-	702,410
TOTAL ASSETS	<u>52,764,745</u>	<u>58,541,378</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	1,552,691	1,095,353
Deferred Outflows - Charge on Refunding	64,591	68,391
	<u>1,617,282</u>	<u>1,163,744</u>
LIABILITIES		
Accounts Payable	1,668,544	962,502
Wages, Salaries & Benefits Payable	376,874	326,596
Due to Other Governments	935,417	#REF!
<i>Noncurrent Liabilities:</i>		
Net Pension Liability	806,409	-
Due Within One Year	901,035	958,030
Due in More Than One Year	15,904,978	17,028,915
TOTAL LIABILITIES	<u>21,230,123</u>	<u>#REF!</u>
DEFERRED INFLOWS OF RESOURCES		
Unearned Revenue	20	11,155
Deferred Inflows - Pension Related	286,145	1,034,245
	<u>286,165</u>	<u>1,045,400</u>
NET POSITION:		
Net Investment in Capital Assets	10,661,956	12,541,451
Restricted Net Position:		
Debt Service	1,066,387	1,108,020
Capital Acquisition and Contractual Obligation	5,786,656	-
Unrestricted Net Position	15,350,740	16,709,286
TOTAL NET POSITION	<u>\$ 32,865,739</u>	<u>\$ 30,358,757</u>

*Comparative Information has been restated for prior period adjustments. See Note J for more detail.

The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$32.8 million at the close of the current fiscal year. Of this amount, \$10.7 million represents the portion the County has invested in capital assets (e.g. land, buildings, machinery, and equipment), net of accumulated depreciation less any outstanding debt used to construct or acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these funds are not available for future spending.

Statement of Activities

Table A-2 indicates changes in net position for governmental activities. (Note: The County does not have any business-type activities.)

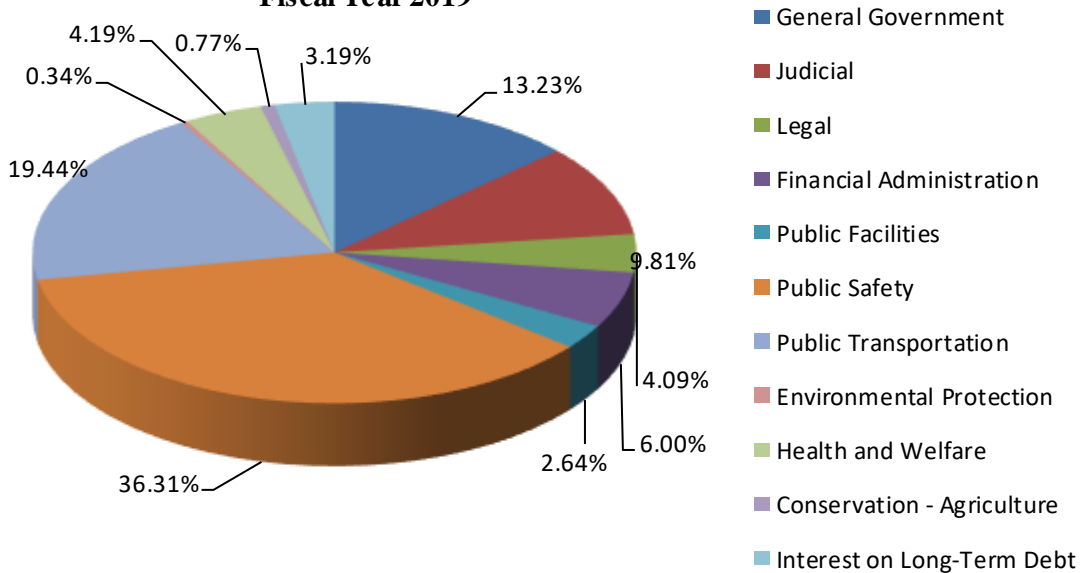
Table A-2
Changes in Caldwell County's Net Position

	Governmental Activities	
	2019	2018*
Revenues		
Program Revenues:		
Charges for Services	\$ 4,254,262	\$ 4,158,517
Operating Grants and Contributions	427,270	306,597
Capital Grants and Contributions	750,476	962,602
General Revenues:		
Property Taxes	18,302,726	16,536,151
Sales Tax and Other Tax	2,038,694	2,205,962
Investment Earnings	552,118	254,132
Miscellaneous	619,184	179,587
Total Revenues	<u>26,944,730</u>	<u>24,603,548</u>
Expenses:		
General Government	3,232,430	3,414,732
Judicial	2,398,280	2,243,260
Legal	1,000,470	965,159
Financial Administration	1,467,106	1,353,204
Public Facilities	643,965	556,193
Public Safety	8,872,737	7,478,049
Public Transportation	4,751,196	3,763,636
Environmental Protection	82,723	70,618
Health and Welfare	1,023,246	686,841
Conservation - Agriculture	187,097	108,510
Interest on Long-Term Debt	778,498	512,427
Total Expenses	<u>24,437,748</u>	<u>21,152,629</u>
Increase (Decrease) in Net Position	<u>\$ 2,506,982</u>	<u>\$ 3,450,919</u>

*Comparative Information has not been restated for prior period adjustments. See Note J for more detail.

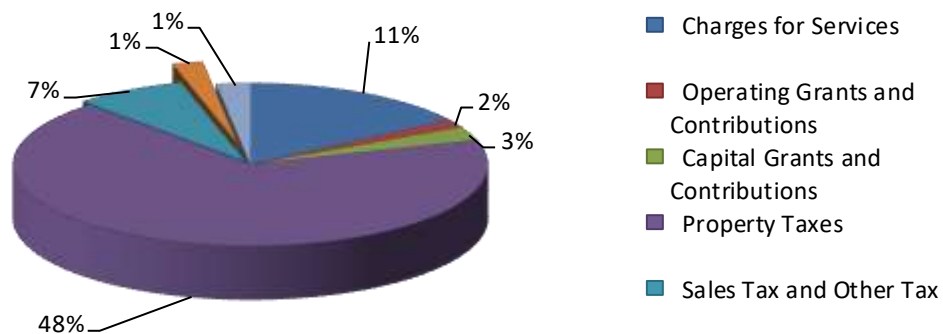
Expenditures. The total cost of all programs and services was \$24.4 million (see Figure A-3).

Figure A-3 County Expenditures for Fiscal Year 2019



- General Government includes County Court, Commissioners’ Court, County Clerk, Information Technology, Non Departmental, Human Resources, County Auditor, Treasurer, Tax Office, Maintenance, and Airport.
- Judicial includes County Judge, County Court at Law, Court Compliance, District Courts, Crime Victims’ Rights, District Attorneys, District Clerk, Justice of the Peace, County Attorney, Juvenile Probation, and Adult Probation.
- Legal includes the County Law Library.
- Financial Administration includes the Treasurer and Auditor’s Offices.
- Public Facilities includes Jail and Juvenile Detention.
- Public Safety includes Constables, Sheriff and Department of Public Safety.
- Public Transportation includes roads and bridges.
- Environmental Protection includes Environmental Health
- Health and Welfare includes Health & Emergency Services, Animal Control, Fire Protection and Indigent Health.

Figure A-4 County Revenues for Fiscal Year 2019



Revenues. The County’s total revenues were \$26.8 million. A significant portion, 56%, of the County’s revenue comes from taxes, including primarily property tax and sales tax. (See Figure A-4.) Other revenue sources include 11% from charges for services.

Changes in Net Position. Table A-3 presents the cost of each of the County’s largest functions as well as each function’s net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by state revenues as well as local tax dollars.

- The cost of all *governmental* activities this year was \$24.4 million.
- However, the amount that our taxpayers paid for these activities through property taxes was \$17.9 million and \$2.0 million through sales tax.
- The cost paid by those who directly benefited from the programs was \$4.3 million.

The total received by the County for grants and contributions was \$1.2 million.

Table A-3
Net Cost of Selected County Functions

	Total Cost of Services		Net Cost of Services	
	2019	2018*	2019	2018*
General Government	\$ 3,232,430	\$ 3,414,732	\$ (2,677,459)	\$ (2,891,765)
Judicial	2,398,280	2,243,260	(384,534)	(561,922)
Legal	1,000,470	965,159	(965,414)	(869,990)
Financial Administration	1,467,106	1,353,204	(1,113,490)	(861,072)
Public Facilities	643,965	556,193	(643,965)	(556,193)
Public Safety	8,872,737	7,478,049	(7,458,956)	(6,044,218)
Public Transportation	4,751,196	3,763,636	(3,957,379)	(2,818,992)
Environmental Protection	82,723	70,618	184,298	187,020
Health and Welfare	1,023,246	686,841	(1,023,246)	(686,841)
Conservation - Agriculture	187,097	108,510	(187,097)	(108,510)
Interest and Bond Issuance Costs	778,498	512,427	(778,498)	(512,427)

*Comparative Information has not been restated for prior period adjustments. See Note J for more detail.

FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS

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

Governmental funds. The focus of the County’s *governmental funds* is to provide information on near-term inflows, outflows and balances of spendable resources. This information is useful in assessing the County’s financing requirements. Specifically, unreserved fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the County’s governmental funds reported combined ending fund balance approximating \$19.9 million, an increase of \$559 thousand in comparison with the prior year.

The County’s major general governmental funds are contained in the General Fund, Unit Road Fun and Building Construction Fund.

General Fund. The General Fund is the chief operating fund of the County. The total fund balance for general fund was \$13.5 million with the unassigned fund balance of the General Fund at \$13.5 million.

As a measure of the general fund’s liquidity, it may be useful to compare both unreserved fund balance to total general fund expenditures. Unassigned fund balance for fiscal year 2019 represents 80% of total General Fund actual expenditures. This significant fund balance to total expenditure ratio indicates a healthy financial position.

Expenditures in the General Fund increased by approximately \$1.6 million or about 11.0% over the prior year. Increases in the majority of functions are a result of an across the board cost of living pay increase and increased expenditures in different classifications as needed.

Unit Road Fund. The Unit Road Fund is the primary fund responsible for maintaining County roads. At the end of the current fiscal year, the fund balance in the Unit Road Fund was \$2.2 million, an increase over the previous fiscal year by \$525 thousand or 32%.

Building Construction Fund. The Building Construction Fund accounts for disbursements for the County’s major projects.

Budgetary Highlights

The County revised its original budget for the general fund several times to adjust for changes resulting in an overall increase of \$47 thousand in revenues and increase of \$40 thousand in expenses. As part of the budget revisions, increases were made to the other revenue and the related expenditures based on the source of the funds.

Additionally, the County revised its original budget for the Unit Road fund several times to adjust for changes resulting in an overall increase of \$850 thousand in revenues and increase of \$850 thousand in expenses. As part of the budget revisions, increases were made to intergovernmental revenue and the related expenditures based on the source of the funds.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2019, the County had invested \$57.0 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) This amount represents a net increase (including additions and deductions) of \$3.1 million or 6.0% percent more than last year.

Table A-4
County's Capital Assets

	Governmental Activities	
	2019	2018*
Land	\$ 584,029	\$ 584,029
Infrastructure	14,357,000	14,357,000
Buildings and Improvements	29,691,073	29,691,073
Equipment, Machinery and Furniture	12,568,824	9,513,686
Construction In Progress	27,000	-
Totals at Historical Cost	<u>57,227,926</u>	<u>54,145,788</u>
Total Accumulate Depreciation	<u>(29,759,957)</u>	<u>(28,144,927)</u>
Net Capital Assets	<u>\$ 27,467,969</u>	<u>\$ 26,000,861</u>

*Comparative Information has been restated for prior period adjustments.
See Note J for more detail.

Note: More detailed information on capital assets can be found in the notes to the financial statements (NOTE H – CAPITAL ASSETS).

Long Term Debt

At year-end the County had \$16.5 million in bonds and notes outstanding as shown in Table A-5.

Bond Ratings

The County’s bonds presently carry “AA” ratings with underlying ratings as follows: Standard & Poors “AA”.

Table A-5
County's Long Term Debt

	Governmental Activities	
	2019	2018*
Certificates of Obligation, Series 2007	\$ -	\$ 3,165,000
Certificates of Obligation, Series 2010	-	785,000
Limited Tax Refund Bonds, Series 2014	7,055,000	7,505,000
Combined Limited Pledged Revenue		
Certificates of Obligation, Series 2018	5,955,000	5,955,000
Limited Tax Refunding Bonds, Series 2019	3,530,000	-
Total Outstanding Debt	<u>\$ 16,540,000</u>	<u>\$ 17,410,000</u>

*Comparative Information has been restated for prior period adjustments. See Note J for more detail.

Note: More detailed information on capital assets can be found in the notes to the financial statements (NOTE I – LONG-TERM DEBT).

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

With several major developments planned for the area, Caldwell County is poised for continued growth in the tax base over the next several years. Investments in infrastructure will be required as well as a cohesive strategy for managing this growth.

Caldwell County is experiencing the same economic issues that other counties are in the state of Texas with Senate Bill 2 and nationally with the COVID-19 pandemic. These two major concerns will have to be taken into consideration when working with the FY 2021 budget.

Some key factors to consider in the upcoming future budgets:

With anticipated growth in the rural areas of Caldwell County there will be significant needs throughout the County.

Caldwell County is proactively preparing by strategically planning through a budget-neutral energy savings performance contracting program that will have a positive impact on major improvements for facilities County wide.

Although Caldwell County is designated as economically disadvantaged, this has its benefits. They include, the county being the recipient of over fifteen (15) grants with some of the more material funding mechanisms coming from FEMA, GLO, SH130 Concession funds. Capital Improvement Projects of maintaining the infrastructure of the roads after receiving thirteen (13) of the fifteen (15) road projects completed after receipt of funds from Hurricane Harvey FEMA funds and capital from issuing debt to procure the equipment are major ongoing improvements.

Other strategic planning will be aligned with performance measures on departmental budgets assisting in the accountability of overall performance and maintenance of budget versus actual revenues and/or expenditures within budgets to assist in maintaining the above factors.

Caldwell County continues funding Unit Road's new projects such as repairs of bridges and mowing contracts. Caldwell County fleet funding mechanism needs are maintained through a systematic retention and replacement of county wide vehicles.

Continued increase in health insurance due to rising health care costs of County employees continues to be a priority for the County.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor's Office at:

Caldwell County, Texas
Office of County Auditor
Main Historic Courthouse
110 South Main
Caldwell, Texas 78644
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CALDWELL COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2019

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government – wide financial statements
- Fund financial statements:
 - Governmental funds
 - Fiduciary funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

CALDWELL COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

	Governmental Activities
ASSETS	
Cash and Investments	\$ 21,978,104
Receivables (net of allowances for uncollectibles):	
Taxes	1,818,231
Fines	715,701
Accounts	27,793
Intergovernmental	690,254
Prepaid Items	52,098
Inventory	14,595
Capital Assets:	
Land	584,029
Infrastructure, net	1,296,388
Buildings, net	21,114,802
Machinery and Equipment, net	4,445,750
Construction in Progress	27,000
TOTAL ASSETS	52,764,745
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows - Pension Related	1,552,691
Deferred Outflows - Charge on Refunding	64,591
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 1,617,282

See accompanying notes to basic financial statements.

CALDWELL COUNTY, TEXAS
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2019

	Governmental Activities
LIABILITIES	
Accounts Payable	\$ 1,668,544
Wages, Salaries & Benefits Payable	376,874
Compensated Absences	549,266
Interest Payable	87,600
Due to Other Governments	935,417
<i>Noncurrent Liabilities:</i>	
Net Pension Liability	806,409
Due Within One Year	901,035
Due in More Than One Year	15,904,978
TOTAL LIABILITIES	21,230,123
 DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows - Grant Revenue	20
Deferred Inflows - Pension Related	286,145
TOTAL DEFERRED INFLOWS OF RESOURCES	286,165
 NET POSITION:	
Net Investment in Capital Assets	10,661,956
Restricted Net Position:	
Debt Service	1,066,387
Capital Acquisition and Contractual Obligation	5,786,656
Unrestricted Net Position	15,350,740
TOTAL NET POSITION	\$ 32,865,739

See accompanying notes to basic financial statements.

CALDWELL COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

<u>Functions and Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental Activities:				
General Government	\$ 3,232,430	\$ 514,425	\$ 18,682	\$ 21,864
Judicial	2,398,280	1,763,482	250,264	-
Legal	1,000,470	23,623	-	11,433
Financial Administration	1,467,106	353,616	-	-
Public Facilities	643,965	-	-	-
Public Safety	8,872,737	1,255,457	158,324	-
Public Transportation	4,751,196	76,638	-	717,179
Environmental Protection	82,723	267,021	-	-
Health and Welfare	1,023,246	-	-	-
Conservation - Agriculture	187,097	-	-	-
Interest and Bond Insurance Costs	778,498	-	-	-
Total Governmental Activities	<u>\$ 24,437,748</u>	<u>\$ 4,254,262</u>	<u>\$ 427,270</u>	<u>\$ 750,476</u>
General Revenues:				
Taxes				
General Property Taxes				
Unit Road Property Taxes				
Sales Taxes				
Interest and Investment Earnings				
Miscellaneous				
Total General Revenues				
Change in Net Position				
Net Position at Beginning of Year				
Prior Period Adjustment				
Net Position at End of Year				

See accompanying notes to basic financial statements.

Net (Expense)
Revenue and
Changes in
Net Position

Governmental
Activities

\$ (2,677,459)
(384,534)
(965,414)
(1,113,490)
(643,965)
(7,458,956)
(3,957,379)
184,298
(1,023,246)
(187,097)
(778,498)

(19,005,740)

17,908,716
394,010
2,038,694
552,118
619,184

21,512,722

2,506,982

30,341,539

17,218

\$ 32,865,739

CALDWELL COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	General Fund	Building Construction	Unit Road Fund
ASSETS			
Cash and Cash Equivalents	\$ 14,802,975	\$ 3,145,390	\$ 2,299,262
Taxes Receivable, net	1,649,413	-	488
Fines Receivables, net	715,701	-	-
Accounts Receivables	27,793	-	-
Intergovernmental Receivables	679,683	-	-
Due from/(to) Other Funds	469,617	-	-
Inventories	1,649	-	12,946
Prepaid Items	52,098	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 18,398,929</u>	<u>\$ 3,145,390</u>	<u>\$ 2,312,696</u>

See accompanying notes to basic financial statements.

Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,730,477	\$ 21,978,104
168,330	1,818,231
-	715,701
-	27,793
10,571	690,254
(469,617)	-
-	14,595
-	52,098
\$ 1,439,761	\$ 25,296,776

CALDWELL COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
SEPTEMBER 30, 2019

	General Fund	Building Construction	Unit Road Fund
	<u> </u>	<u> </u>	<u> </u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts Payable	\$ 1,325,659	\$ 133,611	\$ 151,810
Accrued Liabilities and other Payables	376,874	-	-
Due to Other Governments	935,417	-	-
<i>Total Liabilities</i>	<u>2,637,950</u>	<u>133,611</u>	<u>151,810</u>
<i>Deferred Inflows of Resources</i>			
Deferred Tax Revenue	1,541,247	-	470
Deferred Fine Revenue	715,701	-	-
Unearned Grant Revenue	20	-	-
<i>Total Deferred Inflows of Resources</i>	<u>2,256,968</u>	<u>-</u>	<u>470</u>
<i>Fund Balances:</i>			
Nonspendable Fund Balance:			
Prepaid Items	53,747	-	12,946
Unassigned Fund Balance	13,450,264	-	-
Restricted Fund Balance:			
Debt Services	-	-	-
Capital Acquisition and Contractual Obligation	-	3,011,779	2,147,470
<i>Total Fund Balances</i>	<u>13,504,011</u>	<u>3,011,779</u>	<u>2,160,416</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS & FUND BALANCES	 <u>\$ 18,398,929</u>	 <u>\$ 3,145,390</u>	 <u>\$ 2,312,696</u>

See accompanying notes to basic financial statements.

<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 57,464	\$ 1,668,544
-	376,874
-	935,417
<u>57,464</u>	<u>2,980,835</u>
158,233	1,699,950
-	715,701
-	20
<u>158,233</u>	<u>2,415,671</u>
-	66,693
(469,730)	12,980,534
1,066,387	1,066,387
627,407	5,786,656
<u>1,224,064</u>	<u>19,900,270</u>
<u>\$ 1,439,761</u>	<u>\$ 25,296,776</u>



CALDWELL COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS \$ 19,900,270

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

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 27,467,969

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. 2,415,671

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, not reported in the funds.

Deferred Outflows - Charge on Refunding	64,591	
Accrued Compensated Absences	(549,266)	
Accrued Interest	(87,620)	
Bonds and Premium Payable	<u>(16,806,013)</u>	(17,378,308)

The governmental funds report pension and other postemployment benefit contributions as expenditures when paid. However, in the statement of activities differences between pension plan and other postemployment benefit contributions and costs for the year are reported as an asset or obligation.

Net Pension Liability	(806,409)	
Deferred Outflows - Pension Related	1,552,691	
Deferred Inflows - Pension Related	<u>(286,145)</u>	<u>460,137</u>

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$ 32,865,739

CALDWELL COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	<u>General Fund</u>	<u>Building Construction</u>	<u>Unit Road Fund</u>
REVENUES			
Taxes:			
Property Taxes	\$ 16,242,010	\$ -	\$ 2,384
Other Taxes	2,019,131	-	391,160
Intergovernmental Revenue	1,378,765	-	760,408
Fees of Office	1,283,222	-	-
Fines	951,722	-	-
Licenses and Permits	619,980	-	714
Investment Earnings	403,466	125,334	-
Miscellaneous Revenue	615,812	-	33,410
TOTAL REVENUES	<u>23,514,108</u>	<u>125,334</u>	<u>1,188,076</u>
EXPENDITURES			
General Administration	2,290,108	-	-
Judicial	2,051,103	-	-
Legal	982,499	-	-
Financial Administration	1,444,890	-	-
Public Facilities	628,414	-	-
Public Safety	8,322,835	-	-
Public Transportation	-	-	4,169,409
Environmental Protection	109,056	-	-
Health and Welfare	883,849	-	-
Conservation - Agriculture	212,080	-	-
Capital Outlay	-	2,893,586	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Bond Issuance Costs	84,460	-	-
TOTAL EXPENDITURES	<u>17,009,294</u>	<u>2,893,586</u>	<u>4,169,409</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 6,504,814</u>	<u>\$ (2,768,252)</u>	<u>\$ (2,981,333)</u>

See accompanying notes to basic financial statements.

Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,489,773	\$ 17,734,167
-	2,410,291
163,197	2,302,370
261,773	1,544,995
-	951,722
-	620,694
23,316	552,116
3,317	652,539
<u>1,941,376</u>	<u>26,768,894</u>
559,974	2,850,082
76,093	2,127,196
-	982,499
-	1,444,890
-	628,414
89,962	8,412,797
-	4,169,409
-	109,056
96,616	980,465
-	212,080
-	2,893,586
4,400,000	4,400,000
674,918	674,918
-	84,460
<u>5,897,563</u>	<u>29,969,852</u>
<u>\$ (3,956,187)</u>	<u>\$ (3,200,958)</u>

CALDWELL COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	General Fund	Building Construction	Unit Road Fund
	<u> </u>	<u> </u>	<u> </u>
OTHER FINANCING SOURCES (USES)			
Transfers In	\$ 8,024	\$ -	\$ 3,506,739
Transfers Out	(3,971,025)	-	-
Insurance Proceeds	89,574	-	-
Proceeds on Bond Sale	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,873,427)</u>	<u>-</u>	<u>3,506,739</u>
 Net Change in Fund Balance	 2,631,387	 (2,768,252)	 525,406
 Fund Balances at Beginning of Year	 <u>10,661,374</u>	 <u>5,780,031</u>	 <u>1,635,010</u>
 Prior Period Adjustment	 211,250	 -	 -
 Fund Balances at End of Year	 <u><u>\$ 13,504,011</u></u>	 <u><u>\$ 3,011,779</u></u>	 <u><u>\$ 2,160,416</u></u>

See accompanying notes to basic financial statements.

Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 464,286	\$ 3,979,049
(8,024)	(3,979,049)
-	89,574
<u>3,670,747</u>	<u>3,670,747</u>
<u>4,127,009</u>	<u>3,760,321</u>
170,822	559,363
<u>1,053,242</u>	<u>19,129,657</u>
-	211,250
<u>\$ 1,224,064</u>	<u>\$ 19,900,270</u>

CALDWELL 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, 2019

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 559,363

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

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.

Current Year Additions	3,082,138	
Current Period Depreciation	<u>(1,615,030)</u>	1,467,108

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Accrued District and County Court Fines Receivable	(1,559)	
Change in Property Taxes Receivable Not Collected within 60 Days of Year End	<u>176,951</u>	175,392

The issuance of long-term-debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.

Bond Principal Payments and Capital Lease Payments	4,400,000	
Bond Proceeds	<u>(3,670,748)</u>	729,252

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.

Compensated Absences	(104,546)	
Amortization of Bond Discount	(6,960)	
Interest Payable	<u>(9,246)</u>	(120,752)

Governmental funds report required contributions to employee pensions as expenditures. However, in the Statement of Activities the cost of the pension is recorded based on the actuarially determined cost of the plan. This is the amount that the actuarially determined pension expense exceeded contributions.

(303,381)

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES	<u><u>\$ 2,506,982</u></u>
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CALDWELL COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2019

	Agency Funds
ASSETS	
Cash and Cash Equivalents	\$ 2,447,251
Other Receivables	351
Intergovernmental	118,746
TOTAL ASSETS	\$ 2,566,348
 LIABILITIES	
Accounts Payable	\$ 49,906
Due to Governmental Funds	452,913
Due to Other Governments	86,553
Due to Others	1,976,976
TOTAL LIABILITIES	\$ 2,566,348

See accompanying notes to basic financial statements.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The more significant of the County's accounting policies are described below:

1. REPORTING ENTITY

Primary Government

Caldwell County (the County) 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 government (e.g. administration, judicial & legal, elections administration, and financial administration), public safety (fire protection, law enforcement and corrections), infrastructure (highways and streets), social services and conservation.

In evaluating how to define the government, for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement 14, "The Financial Reporting Entity". The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government.

The **government-wide financial statements** include the statement of net assets and the statement of activities. Government-wide statements report information on all of the activities of the County (except for County fiduciary activity). The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and charges for services.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

Separate **fund financial statements** are provided for governmental funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. The General Fund, Unit Road (Special Revenue) Fund, and Building Construction Fund meet the criteria as *major governmental funds*. Each major fund is reported in separate columns in the fund financial statements. Nonmajor funds include other Special Revenue and Debt Service funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for nonmajor funds are presented within Combining Fund Statements and Schedules.

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The **government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting. This measurement focus is also used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Major revenue types, which have been accrued, are revenue from the investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Governmental fund level financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. However, sales tax is considered collectible for only 30 days.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured and payment is due.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued.)

The government reports the following major governmental funds:

The General Fund is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, social services, and capital acquisition.

Unit Road Fund accounts for taxes assessed, along with fines and forfeitures associated with the support of the development and maintenance of County highways, streets and bridges.

Building Construction Fund accounts for money transferred from the general fund and the bond proceeds to account for construction projects.

Nonmajor funds include special revenue and debt service funds.

Fiduciary fund level financial statements include fiduciary funds which are classified into private purpose trust and agency funds. Agency funds do not involve a formal trust agreement. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

4. CASH AND INVESTMENTS

Cash and investments include amounts in demand deposits, short-term certificates of deposit with a maturity date within three months of the date acquired by the government, and deposits in local government investment pools.

State statutes authorize the government to invest in obligations of the U.S. Government, federal agency and instrumentality obligations, and certificates of deposit collateralized by obligations of the U.S. Treasury. Investments are stated at fair market value, except for deposits in local government investment pools and participating interest-earning investment contracts (U.S. Treasuries) that have a remaining maturity at time of purchase of one year or less. Those investments are stated at amortized cost.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 and become due October 1st and past due after January 31st. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior year's levy are shown net of an allowance for uncollectible.

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

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

6. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the fund statements.

7. INVENTORIES AND PREPAID ITEMS

Inventories of consumable supplies are valued at cost, which approximates market, using the first in/first out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

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 and in the fund financial statements are offset by a reservation of fund balance which indicates they do not represent "available spendable resources".

8. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, such as equipment, are defined as assets with a cost of \$5,000 or more. Infrastructure assets include County-owned streets, sidewalks, curbs and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

CALDWELL COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. CAPITAL ASSETS (Continued)

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. Interest has not been capitalized during the construction period on property, plant and equipment.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

ASSETS	YEARS
Buildings and improvements	50 years
Improvements	20 years
Infrastructure	30 years
Machinery and equipment	5 to 10 years

9. DEFERRED INFLOWS/OUTFLOWS

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 County has the following items that qualify for reporting in this category: deferred pension related costs which will be included in the subsequent actuarial valuation.

Deferred inflows of resources represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource (revenue) until that time. The County has deferred pension in OPEB related revenues which will be included in subsequent actuarial valuation. Unavailable revenue is reported only in the governmental funds balance sheet under a modified accrual basis of accounting. Unavailable revenues from property tax and court fines is deferred and recognized as an inflow of resource in the period the amounts become available.

10. COMPENSATED ABSENCES

The County permits employees to accumulate earned but unused vacation and compensatory benefits. When an employee leaves the service of the county for any reason other than gross misconduct, he or she will be paid for all accrued but unused vacation leave upon retirement. Vacation for full-time employees can be accrued up to 240 hours and for Law Enforcement up to 360 hours. The rate of pay will be determined by the salary rate in effect at the time of separation. Unused sick leave may be accumulated to certain limits. In the event of termination, no reimbursement is made for accumulated sick leave. No liability is reported for unpaid accumulated sick leave.

Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. UNEARNED REVENUE

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Grant and reimbursement revenues received in advance of expenses/expenditures are reflected as unearned revenue.

12. INTERFUND TRANSFERS

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

13. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities. On new bond issues, bond premiums and discounts, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

14. PENSIONS

The net pension liability, deferred outflows related to pensions, and pension expense, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS), and additions to and deductions from TCDRS' fiduciary net position have been determined on the same basis as they are reported by TCDRS. 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.

15. FUND EQUITY

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – pre-paid items or inventories; or (b) legally or contractually required to be maintained intact.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. FUND EQUITY (Continued)

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance. This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Commissioners' Court – the government's highest level of decision making authority. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (by adoption of another resolution) to remove or revise the limitation.

Assigned fund balance. This classification reflects the amounts constrained by the County's "intent" to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed. Assigned fund balances are established by the County commissioners through adoption or amendment of the budget as intended for specific purpose (such as the purchase of property and equipment, construction, debt service or other purposes.

Unassigned fund balance. This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the County's policy to use externally restricted resources first, then unrestricted resources – committed, assigned, and unassigned – in order as needed.

16. NET POSITION

Net position represents the difference between assets and liabilities. Net investment in capital assets 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. Net positions are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

17. USE OF ESTIMATES

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

18. COMPARATIVE DATA/RECLASSIFICATIONS

Comparative data for the prior year has been provided for the General Fund and Unit Road Fund in the fund financial statements in order to provide an understanding of the changes in the financial position and operation of these funds.

Certain reclassifications have been made to the 2018 financial statements to conform to the 2019 financial statement presentation. The reclassifications had no effect on the changes in financial position.

19. SUBSEQUENT PRIVATE SECTOR GUIDANCE

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business type activities subject to this same limitation. The County has elected not to follow subsequent private sector guidance.

20. ADOPTION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENT

For the ending September 30, 2019, the County implemented GASB Statement No. 88 related to accounting for Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements. This Statement establishes new note disclosure requirements for long-term debt, including direct borrowing and placements. In addition, this Statement requires that a government should disclose in the notes to the financial statements summarized information about the following items: (1) amount of unused lines of credit, (2) assets pledged as collateral for debt, (3) terms specified in debt agreements with finance related consequences such as: (a) events of default, (b) termination events, and (c) subjective acceleration clauses. This Statement also requires that disclosures for direct borrowings and placements be distinct from other debt disclosures. See Note I.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

21. NEW ACCOUNTING PRONOUNCEMENTS

The Government Accounting Standards Board has issued the following statements:

Statement No. 84, Fiduciary Activities – The requirements of this Statement will take effect for reporting periods beginning after December 15, 2018. The Statement establishes criteria for identifying fiduciary activities of all state and local governments. An activity meeting certain criteria will be reported in a fiduciary fund in the basic financial statements. The County has not early adopted this pronouncement.

Statement No. 87, Leases – The requirements of this Statement will take effect for reporting periods beginning after December 15, 2019. A lessee will be required to recognize the assets and liabilities for leases with lease terms of more than 12 months. The County has not early adopted this pronouncement.

Statement No. 89, Accounting for Interest Cost Incurred before the End of Construction Period – The requirements of this statement will take effect for financial statements starting with the fiscal year ended December 31, 2020. This statement no longer requires interest costs to be capitalized.

Statement No. 90, Majority Equity Interests – an Amendment of GASB Statements No. 14 and No. 67 – The requirements of this statement will take effect for financial statements starting with fiscal year ended December 31, 2019. This statement requires that a majority equity interest in legally separate organizations be reported as an investment if a government's holding of the equity interest meets the definition of an investment.

NOTE B - DEPOSITS AND INVESTMENTS

The County's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the County's agent bank approved pledge securities in an amount sufficient to protect County funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

State statutes authorize the County to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d).

CALDWELL COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2019

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

Statutes also allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations. Investments in local government investment pools are reported at share price, which approximates fair value. All investments are valued at net asset value (Level 1). The County investments are as follows:

	Fair Value
Logic (Government Sponsored Investment Pool)	\$ 8,271,068
Texas Class (Government Sponsored Investment Pool)	1,192,206
TexPool (Local Government Investment Pool)	8,789,428
Total	\$ 18,252,702

Investment Rate Risk. The County manages investment rate risk by limiting the weighted average maturity of its investments to less than one year.

Credit Risk. The County’s investment policy limits investments to obligations of the United States or its instrumentalities; direct obligation of the State of Texas, the principle and interest that are unconditionally guaranteed or insured by this state or state rated as to investment quality of not less than AAA by a nationally recognized investment rating firm.

The County may also invest its funds in state law authorized government investment pools provided the pool maintains an AAA rating, the pool maintains a stable asset value, and the average dollar weighted maturity does not exceed 90 days, and Commissioners’ Court must approve of the investment. As of September 30, 2019, the investment in TexPool was rated AAAM.

The County may also invest in certificates of deposit or share certificates issued by a depository institution which has its main office or a branch office in this state and is guaranteed or insured by FDIC or the NCUSIC, or is secured by collateral or other method provided for by state law.

Custodial Credit Risk - Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government’s deposits may not be returned to it.

Custodial Credit Risk - Investment. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of September 30, 2019, the County’s investments were held in government investment pools.

NOTE C – COURT FINES AND FEES RECEIVABLE

The county has determined the amount of court fines and fees receivable at September 30, 2019 to be \$14,314,024 which represents amounts owed and outstanding for the last 10 years. In 2019, the County changed the policy for estimating the allowance based on historical collection rates for the various courts. The County has booked an allowance for uncollectible court fines and fees of \$13,598,323 resulting in a net receivable of \$715,701.

CALDWELL COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2019

NOTE D – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at September 30, 2019 consisted of the following:

	Receivable	Payable
General Fund	469,617	-
Nonmajor Fund	-	469,617
	\$ 469,617	\$ 469,617

Interfund transfers at September 30, 2019 consisted of the following:

Transfer In	Transfers	Purpose
Unit Road Fund	\$ 3,506,739	Property Tax Revenue
Nonmajor Funds	464,286	Supplement Other Funding
General Funds	8,024	Supplement Other Funding
Total	\$ 3,979,049	

NOTE E - PROPERTY TAX CALENDAR

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are payable in full by the following January 31. The County bills and collects its own property taxes and also the taxes for several other taxing agencies. The County acts only as an intermediary in the collection and distribution of property taxes to other entities. Tax collections deposited for the County are distributed as collected to the General, Unit Road and Debt Service Funds of the County. The distribution is based upon the tax rate established for each fund by Commissioners' Court for the tax year for which the collections are made.

The County is authorized by the tax laws for the State of Texas to levy taxes up to .80 per \$100 of the assessed valuation for general government invoices and the payment of principal and interest on certain permanent improvement long-term debt. Taxes may be levied in unlimited amounts for the payment of principal and interest on road bond long-term debt issued under article 3, Section 52 of the Texas Constitution. Net taxes receivable at the end of the fiscal year are treated as deferred outflows of resources.

The combined tax rate assessed on the 2018 tax roll (Caldwell County and Farm to Market Road) to finance operations and debt service for the fiscal year ended September 30, 2019, was \$.5000 per \$100 assessed valuation. The total tax levy for the fiscal year 2019 was \$18,115,271 of which \$1,246,621 remained outstanding in delinquent taxes as of September 30, 2019.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE F – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2019, was as follows:

<i>Governmental Activities</i>	Balance 10/01/18*	Additions/ Transfers	Disposals/ Transfers	Balance 9/30/19
<i>Capital Assets Not Depreciated:</i>				
Construction in Progress	\$ -	\$ 27,000	\$ -	\$ 27,000
Land	584,029	-	-	584,029
<i>Total Capital Assets Not Depreciated</i>	<u>584,029</u>	<u>27,000</u>	<u>-</u>	<u>611,029</u>
<i>Capital Assets Being Depreciated:</i>				
Infrastructure	14,357,000	-	-	14,357,000
Buildings and Improvements	29,691,073	-	-	29,691,073
Equipment, Machinery and Furniture	9,513,686	3,055,138	-	12,568,824
<i>Total Capital Assets Depreciated</i>	<u>53,561,759</u>	<u>3,055,138</u>	<u>-</u>	<u>56,616,897</u>
Totals at Historical Cost	<u>54,145,788</u>	<u>3,082,138</u>	<u>-</u>	<u>57,227,926</u>
<i>Less Accumulated Depreciation:</i>				
Infrastructure	(12,869,187)	(191,425)	-	(13,060,612)
Buildings and Improvements	(7,989,902)	(586,369)	-	(8,576,271)
Equipment	(7,285,838)	(837,236)	-	(8,123,074)
<i>Total Accumulated Depreciation</i>	<u>(28,144,927)</u>	<u>(1,615,030)</u>	<u>-</u>	<u>(29,759,957)</u>
Governmental Capital Assets, Net	<u>\$ 26,000,861</u>	<u>\$ 1,467,108</u>	<u>\$ -</u>	<u>\$ 27,467,969</u>

*Comparative Information has not been restated for prior period adjustments. See Note J for more detail.

Depreciation was charged to the governmental functions as follows:

General Government	\$ 331,046
Judicial	233,312
Financial Administration	388
Public Facilities	9,946
Public Safety	477,770
Public Transportation	549,698
Environmental Protection	8,484
Conservation - Agriculture	4,386
Total Depreciation Expense - Governmental Activities	<u>\$ 1,615,030</u>

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE G - LONG-TERM DEBT

The County had the following changes in long-term debt outstanding for the year ended September 30, 2019:

	Balance Outstanding 10/1/18	Added During Year	Retired During Year	Balance Outstanding 9/30/19	Due Within One Year
<i>Governmental Activities:</i>					
Certificates of Obligation, Series 2007	\$ 3,165,000	\$ -	\$ (3,165,000)	\$ -	\$ -
Certificates of Obligation, Series 2010	785,000	-	(785,000)	-	-
Limited Tax Refund Bonds, Series 2014	7,505,000	-	(450,000)	7,055,000	455,000
Combined Limited Pledged Revenue					
Certificates of Obligation, Series 2018	5,955,000	-	-	5,955,000	-
Discount	132,225	-	(6,960)	125,265	6,960
Limited Tax Refunding Bonds, Series 2019	-	3,530,000	-	3,530,000	425,000
Premium	-	140,748	-	140,748	14,075
Subtotal	<u>17,542,225</u>	<u>3,670,748</u>	<u>(4,406,960)</u>	<u>16,806,013</u>	<u>901,035</u>
Compensated Absences	444,720	495,144	(390,598)	549,266	549,266
<i>Total Governmental Activities</i>	<u>\$ 17,986,945</u>	<u>\$ 4,165,892</u>	<u>\$ (4,797,558)</u>	<u>\$ 17,355,279</u>	<u>\$ 1,450,301</u>

In August of 2019, the county issued \$3,530,000 in Limited Tax Refunding Bonds, Series 2019. The proceeds were used within 60 days of issuance to pay off the outstanding balance of the Certificates of Obligation, Series 2007 and the Certificates of Obligation Bond, Series 2010 in the amounts of \$3,165,000 and \$785,000 respectively. The refunding resulted in net present value savings of \$158,655 and a current loss of \$45,294.

The annual requirements for principal and interest on the outstanding certificates obligation and tax notes are as follow:

Year Ending September 30,	Principal	Interest	Annual Requirements
2020	\$ 880,000	\$ 522,683	\$ 1,402,683
2021	890,000	506,619	1,396,619
2022	925,000	479,125	1,404,125
2023	1,020,000	448,356	1,468,356
2024	1,070,000	413,688	1,483,688
2025-2029	5,455,000	1,507,150	6,962,150
2030-2034	4,185,000	638,516	4,823,516
2035-2039	2,115,000	140,156	2,255,156
TOTAL	<u>\$ 16,540,000</u>	<u>\$ 4,656,293</u>	<u>\$ 21,196,293</u>

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE G - LONG-TERM DEBT (Continued)

The County has no direct or private placement long-term debt. The following are public offerings:

<u>Certificates of Obligation and Notes Payable</u>	<u>Balance at 9/30/19</u>	<u>Due Within One Year</u>
Limited Tax Refund Bonds, Series 2014 Original issue amount of \$8,555,000, interest rate varies between 2.00-3.75%, With final maturity date of February 1, 2032	\$ 7,055,000	\$ 455,000
Combined Limited Pledged Revenue Certificates of Obligation, Series 2018 Original Issue amount of \$5,955,000, interest rate varies between 3.00%-4.00%, With final maturity date of February 1, 2038.	5,955,000	-
Limited Tax Refunding Bonds, Series 2019 Original Issue amount of \$3,530,000, interest rate varies between 2.50%-4.00%, With final maturity date of February 1, 2029	3,530,000	425,000
TOTAL CERTIFICATES OF OBLIGATION AND NOTES PAYABLE	<u><u>\$ 16,540,000</u></u>	<u><u>\$ 880,000</u></u>

NOTE H - EMPLOYEES' RETIREMENT SYSTEM

Texas County and District Retirement System

Plan Description

The County participates as one of 700 plans in the nontraditional, defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). TCDRS is an agency created by the state of Texas and administered in accordance with the TCDRS Act as an agent multiple-employer retirement system for County and District employees in the State of Texas. The Board of Trustees of TCDRS is responsible for the administration and management of the system. 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 PO Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS. Members can retire at age 60 and above with 8 or more years of service or with 30 years regardless of age or when the sum of their age and years of service equals 75 or more. A member is vested after 8 years but must leave his accumulated contributions in the plan. Members who withdraw their personal contributions in a partial lump sum are entitled to any amounts contributed by the employer.

CALDWELL COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2019

NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Plan Description (Continued)

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 District within the actuarial constraints imposed by the TCDRS Act so the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute.

At retirement, death or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Contributions

The County has elected the annually determined contribution rate plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the District is actuarially determined annually. The District contributed using the actuarially determined rate of 4.44% for the months of the calendar year 2018, and 4.33% for the months of the calendar year in 2019.

The contribution rate payable by the employee members for 2018 and 2019 is the rate of 5% as adopted by the governing body of the District. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Benefits Provided

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

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the District-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

At the December 31, 2018 valuation and measurement date, the following employees were covered by the benefit terms:

	12/31/2017	12/31/2018
Inactive Employees Receiving Benefits	112	123
Inactive Employees	253	265
Active Employees	240	236
	605	624

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Net Pension Liability

The District's Net Pension Liability (NPL) was measured as of December 31, 2018, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.75%
Overall Payroll Growth	3.25%
Investment Rate of Return	8.10%

Depositing Members	90% of the RP-2014 Active Employee Mortality Table for males and 90% of the RP-2014 Active Employee Mortality Table for females, projected with 110% of the MP-2014 Ultimate scale after 2014.
Service Retirees, Beneficiaries and Non-Depositing Members	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.
Disable Retirees	130% of the RP-2014 Disabled Annuitant Mortality Table for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

Assumptions are reviewed annually. No additional changes were made for the 2017 valuation. Updated mortality assumptions were adopted in 2016. All other actuarial assumptions that determined the total pension liability as of December 31, 2017 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.

The long-term expected rate of return on pension plan investments is 8.10%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TCDRS.

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 January 2018 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. See Milliman's TCDRS Investigation of Experience report for the period January 1, 2013 – December 31, 2016 for more details.

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Actuarial Assumptions (Continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Real Rate of Return (Geometric)</u>
US Equities	10.50%	5.40%
Private Equity	18.00%	8.40%
Global Equities	2.50%	5.70%
International Equities - Developed	10.00%	5.40%
International Equities - Emerging	7.00%	5.90%
Investment-Grade Bonds	3.00%	1.60%
Strategic Credit	12.00%	4.39%
Direct Lending	11.00%	7.95%
Distressed Debt	2.00%	7.20%
REIT Equities	2.00%	4.15%
Master Limited Partnerships (MLPs)	3.00%	5.35%
Private Real Estate Partnerships	6.00%	6.30%
Hedge Funds	13.00%	3.90%
	100.00%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 8.10%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Discount Rate Sensitivity Analysis

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 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:

	Discount Rate 7.10%	Discount Rate 8.10%	Discount Rate 9.10%
Total pension liability	\$ 22,954,562	\$ 20,165,283	\$ 17,855,961
Fiduciary net position	19,358,874	19,358,874	19,358,874
Net Pension Liability/(asset)	\$ 3,595,688	\$ 806,409	\$ (1,502,913)

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Changes in Net Pension Liability

The below schedule presents the changes in the Net Pension Liability as of December 31, 2018:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2017	\$ 19,033,970	\$ 19,736,379	\$ (702,409)
Changes for the year:			
Service Cost	763,771	-	763,771
Interest on total pension liability	1,568,765	-	1,568,765
Change of Benefit Terms	-	-	-
Economic/Demographic gains or losses	(323,580)	-	(323,580)
Changes of Assumptions	-	-	-
Refund of Contributions	(195,188)	(195,188)	-
Benefit Payments	(682,455)	(682,455)	-
Administrative Expense	-	(15,549)	15,549
Member Contributions	-	471,084	(471,084)
Net Investment Income	-	(367,645)	367,645
Employer Contributions	-	418,322	(418,322)
Other	-	(6,074)	6,074
Net Changes	<u>1,131,313</u>	<u>(377,505)</u>	<u>1,508,818</u>
Balance at December 31, 2018	<u>\$ 20,165,283</u>	<u>\$ 19,358,874</u>	<u>\$ 806,409</u>

Pension Plan Fiduciary Net Position

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

CALDWELL COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2019

NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2019, the County recognized pension expense of \$711,455. Also as of September 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Outflows of	Deferred Inflows Inflows of
Differences between Expected and Actual Economic Experience	\$ 10,409	\$ 286,145
Changes in Actuarial Assumptions	38,531	
Differences Between Projected and Actual Investment Earnings	-	-
Net difference between projected and Actual Earnings	1,229,051	-
Contributions Subsequent to the Measurement Date	274,700	-
	\$ 1,552,691	\$ 286,145

Deferred outflows of resources in the amount of \$274,700 is related to pensions resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2019. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Year ended December 31,	
2019	\$ 371,255
2020	137,313
2021	90,098
2022	393,180
	\$ 991,846

NOTE I - COMMITMENTS AND CONTINGENCIES

Litigation

The County is the subject of various claims and litigation that have arisen in the course of its operations. Management is of the opinion that the County's liability in these cases, if decided adversely to the County, will not have a material effect on the County's financial position.

Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County carries commercial insurance for all such risks. During the year ended September 30, 2019, settled claims resulting from these risks did not exceed commercial insurance coverage. .

CALDWELL COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2019

NOTE I - COMMITMENTS AND CONTINGENCIES (Continued)

Construction Commitments

	Total Commitment	Incurred Through September 30, 2019	Estimated Future Commitment
Jail Facility Repairs	\$ 487,839	\$ 27,000	\$ 460,839
	<u>\$ 487,839</u>	<u>\$ 27,000</u>	<u>\$ 460,839</u>

NOTE J - PRIOR PERIOD ADJUSTMENT

	<u>Government-Wide</u>	
	<u>Governmental Activities</u>	<u>General Fund</u>
Beginning Net Position/Fund Balance	\$ 30,341,539	\$ 10,661,374
Understated Prepaid Insurance	211,250	211,250
Understated Fixed Assets	1,765,613	-
	<u>32,318,402</u>	<u>10,872,624</u>
Change in policy of estimate of allowance for court fines	(1,959,645)	-
Restated Beginning Net Position/Fund Balance	<u>\$ 30,358,757</u>	<u>\$ 10,872,624</u>

NOTE K – SUBSEQUENT EVENT

The County’s ongoing activities may experience instability and estimates included in the financial statements may change due to current political and economic conditions as a result of public health concerns related to the novel coronavirus, or COVID-19. The duration and intensity of these impacts and resulting disruption to which these events affect the County’s activities will depend on future developments, which are highly uncertain and cannot be predicted at this time.



REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedules – General Fund
- Budgetary Comparison Schedule – Unit Road Fund
- Notes to Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
- Net Pension Liability and Related Ratios
- Schedule of Contributions and Related Notes

CALDWELL COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With Final Budget - Positive	2018 Actual
	Original	Final		(Negative)	
REVENUES					
Taxes:					
Property Taxes	\$ 16,358,109	\$ 16,358,109	\$ 16,242,010	\$ (116,099)	\$ 15,078,444
Other Taxes	1,775,000	1,775,000	2,019,131	244,131	1,825,049
Intergovernmental Revenue	2,021,651	2,022,657	1,378,765	(643,892)	1,347,255
Fees of Office	933,950	933,950	1,283,222	349,272	992,867
Fines	754,000	754,000	951,722	197,722	931,435
Licenses and Permits	606,000	606,000	619,980	13,980	596,066
Investment Earnings	209,000	209,000	403,466	194,466	227,814
Miscellaneous Revenue	192,000	238,352	615,812	377,460	109,354
TOTAL REVENUES	<u>22,849,710</u>	<u>22,897,068</u>	<u>23,514,108</u>	<u>617,040</u>	<u>21,108,284</u>
EXPENDITURES					
General Administration	3,004,166	2,838,987	2,290,108	548,879	2,465,447
Judicial	2,260,008	2,260,008	2,051,103	208,905	1,815,669
Legal	1,013,056	1,013,056	982,499	30,557	925,328
Financial Administration	1,436,870	1,506,981	1,444,890	62,091	1,328,677
Public Facilities	698,205	715,105	628,414	86,691	540,975
Public Safety	9,088,724	9,099,492	8,322,835	776,657	7,449,362
Environmental Protection	151,836	151,836	109,056	42,780	64,889
Health and Welfare	930,624	1,032,724	883,849	148,875	684,721
Conservation - Agriculture	218,839	223,435	212,080	11,355	105,875
Debt Service:					
Bond Issuance Costs	86,093	87,035	84,460	2,575	-
TOTAL EXPENDITURES	<u>18,888,421</u>	<u>18,928,659</u>	<u>17,009,294</u>	<u>1,919,365</u>	<u>15,380,943</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures					
	3,961,289	3,968,409	6,504,814	2,536,405	5,727,341
OTHER FINANCING SOURCES (USES)					
Transfers In	8,024	8,024	8,024	-	24,441
Transfers Out	(3,989,313)	(4,003,747)	(3,971,025)	32,722	(3,240,235)
Insurance Proceeds	20,000	27,304	89,574	62,270	90,397
Sale of Capital Assets	-	-	-	-	44,340
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,961,289)</u>	<u>(3,968,419)</u>	<u>(3,873,427)</u>	<u>94,992</u>	<u>(3,081,057)</u>
Net Change in Fund Balance	-	(10)	2,631,387	2,631,397	2,646,284
Fund Balances at Beginning of Year	10,661,374	10,872,624	10,872,624	-	8,015,090
Prior Period Adjustment	-	-	-	-	211,250
Fund Balances at End of Year	<u>\$ 10,661,374</u>	<u>\$ 10,872,614</u>	<u>\$ 13,504,011</u>	<u>\$ 2,631,397</u>	<u>\$ 10,872,624</u>

CALDWELL COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
UNIT ROAD FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With Final Budget	2018 Actual
	Original	Final		Positive (Negative)	
REVENUES					
Taxes:					
Property Taxes	\$ 2,495	\$ 2,495	\$ 2,384	\$ (111)	\$ 2,505
Other Taxes	330,000	330,000	391,160	61,160	364,325
Intergovernmental Revenue	61,000	911,294	760,408	(150,886)	565,193
Licenses and Permits	34,494	34,494	714	(33,780)	42,079
Miscellaneous Revenue	3,000	3,000	33,410	30,410	21,907
TOTAL REVENUES	430,989	1,281,283	1,188,076	(93,207)	996,009
EXPENDITURES					
<i>Capital Outlay</i>					
Public Transportation	3,967,450	4,817,744	4,169,409	648,335	3,406,597
TOTAL EXPENDITURES	3,967,450	4,817,744	4,169,409	648,335	3,406,597
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,536,461)	(3,536,461)	(2,981,333)	555,128	(2,410,588)
OTHER FINANCING SOURCES (USES)					
Transfers In	3,536,461	3,536,461	3,506,739	(29,722)	2,794,869
TOTAL OTHER FINANCING SOURCES (USES)	3,536,461	3,536,461	3,506,739	(29,722)	2,794,869
Net Change in Fund Balance	-	-	525,406	525,406	384,281
Fund Balance at Beginning of Year	1,635,010	1,635,010	1,635,010	-	1,250,729
Fund Balance at End of Year	\$ 1,635,010	\$ 1,635,010	\$ 2,160,416	\$ 525,406	\$ 1,635,010

CALDWELL COUNTY, TEXAS
NOTES TO SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL
SEPTEMBER 30, 2019

Budget and Budgetary Accounting

An annual budget is adopted for substantially all governmental funds of the County. Actual expenditures may not legally exceed budgeted appropriations at the expense summary classification level.

The procedures followed by Caldwell County in establishing the budgetary data reflected in the financial statements are as follows:

Budget Preparation – The County Judge, assisted by the County Auditor, prepares a proposed operating budget for the fiscal year beginning the following October 1, and files the proposed budget with the County Clerk in whose office it is available for public inspection. The operating budget includes proposed expenditures and the means of financing them.

Public Hearing – After proper publication of notice, a budget hearing is conducted by the Commissioners' Court to obtain taxpayer comments.

Budget Adoption – During a regular term of the Commissioners' Court the budget is adopted through the passage of an order. A separate order is provided in the budget.

Amendments to Budget – Amendments to the budget to transfer budgeted amounts from one budget classification (summary line) to another may be made by the Commissioners' Court at its discretion. Amendments to provide for items not included in the original budget may be made by the Commissioners' Court upon finding and declaring the existence of an emergency sufficient to require such action. The final amended budget is presented in this report.

Formal Budgetary Integration – Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Debt Service and Building Construction.

Budgets on GAAP Basis – The Budgets for all governmental fund types are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

Expenditure Classifications – Budget is adopted by department for personnel services, operations and capital outlay. For management purposes, however, accounting records are maintained to match actual expenditures against several more detailed classifications within each of the budget categories.

Lapse of Appropriations – All budget appropriations lapse at the end of each fiscal period. Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances lapse at the end of each year and do not constitute expenditures or liabilities because the commitments must be reappropriated and honored during the subsequent year.

CALDWELL COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
NET PENSION LIABILITY AND RELATED RATIOS
LAST FIVE PLAN YEARS

Total Pension Liability					
	2014	2015	2016	2017	2018
Service Cost	\$ 661,894	\$ 699,158	\$ 735,926	\$ 709,330	\$ 763,772
Interest (on the Total Pension Liability)	1,104,107	1,204,758	1,295,217	1,422,180	1,568,765
Changes of Benefit Terms	-	(123,589)	-	316,503	-
Difference between Expected and Actual Experience	14,581	(234,308)	(173,840)	20,818	(323,580)
Change of Assumptions	-	171,772	-	77,063	-
Benefit Payments, Including Refunds of Employee Contributions	(543,659)	(617,525)	(572,411)	(706,990)	(877,643)
Net Change in Total Pension Liability	1,236,923	1,100,266	1,284,892	1,838,904	1,131,314
Total Pension Liability - Beginning	13,572,985	14,809,908	15,910,174	17,195,066	19,033,970
Total Pension Liability - Ending	<u>\$ 14,809,908</u>	<u>\$ 15,910,174</u>	<u>\$ 17,195,066</u>	<u>\$ 19,033,970</u>	<u>\$ 20,165,284</u>
Plan Fiduciary Net Position					
	2014	2015	2016	2017	2018
Contributions - Employer	\$ 326,662	\$ 333,197	\$ 337,091	\$ 361,461	\$ 418,322
Contributions - Employee	408,329	416,496	421,365	457,059	471,084
Net Investment Income	990,419	(90,925)	1,174,886	2,502,740	(367,645)
Benefit Payments, Including Refunds of Employee Contributions	(543,659)	(617,525)	(572,411)	(706,990)	(877,643)
Administrative Expense	(11,711)	(11,390)	(12,768)	(13,125)	(15,549)
Other	(17,254)	58,418	(75,001)	1,371	(6,074)
Net Change in Plan Fiduciary Net Position	1,152,786	88,271	1,273,162	2,602,516	(377,505)
Plan Fiduciary Net Position - Beginning	14,619,645	15,772,431	15,860,702	17,133,864	19,736,380
Net Pension Liability - Ending	<u>\$ 15,772,431</u>	<u>\$ 15,860,702</u>	<u>\$ 17,133,864</u>	<u>\$ 19,736,380</u>	<u>\$ 19,358,875</u>
Net Pension Liability - Ending	\$ (962,523)	\$ 49,472	\$ 61,202	\$ (702,410)	\$ 806,409
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.50%	99.69%	99.64%	103.69%	96.00%
Covered Payroll	\$ 8,166,575	\$ 8,329,910	\$ 8,427,292	\$ 9,036,531	\$ 9,421,683
Net Pension Liability as a Percentage of Employee Payroll	-11.79%	0.59%	0.73%	-7.77%	8.56%

This schedule is presented to illustrate the requirements for 10 years. However, the recalculations of prior years are not required, and if prior years are not reported in accordance with GASB 68 they should not be shown here. Therefore only the years shown have been implemented for the GASB statements.

CALDWELL COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS AND RELATED NOTES
LAST FIVE FISCAL YEARS

	2014	2015	2016	2017	2018
Actuarially Determined Contribution	\$ 358,350	\$ 326,662	\$ 337,091	\$ 353,533	\$ 411,418
Contributions in Relation to the Actuarially Determined Contribution	(358,350)	(326,662)	(337,091)	(353,533)	(411,418)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 7,673,455	\$ 8,301,131	\$ 8,292,576	\$ 8,835,056	\$ 9,510,392
Contributions as a Percentage of Covered Payroll	4.7%	3.9%	4.1%	4.0%	4.3%

This schedule is presented to illustrate the requirements for 10 years. However, the recalculations of prior years are not required, and if prior years are not reported in accordance with GASB 68 they should not be shown here. Therefore only the years shown have been implemented for the GASB statements.

Notes to Schedule of Contributions

Valuation Date:

Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	11.9 years (based on contribution rate calculated in 12/31/18 valuation)
Asset Valuation Method	5 year smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.00%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	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
Changes in Plan Provisions	2015: No changes in plan provisions were reflected in the Schedule. 2016: No changes in plan provisions were reflected in the Schedule. 2017: New Annuity Purchas Rates were reflected for benefits earned 2018: Employer contributions reflect that the current service matching rate was increased to 175% for future benefits.

SUPPLEMENTARY INFORMATION

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Comparative Statement – General Fund – Balance Sheet
- Comparative Statement – Unit Road Fund – Balance Sheet
- Comparative Statement – Building Construction Fund
- Combining Statement – Nonmajor Governmental Funds
- Combining Statement – Special Revenue Funds
- Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Nonmajor Governmental Funds
- Combining Statement – Agency Funds

CALDWELL COUNTY, TEXAS
GENERAL FUND
COMPARATIVE BALANCE SHEET
SEPTEMBER 30, 2019 AND 2018

	2019	2018*
ASSETS		
Cash and Cash Equivalents	\$ 14,802,975	\$ 11,420,666
Taxes Receivable	1,792,840	1,611,264
Allowance for Uncollectible Taxes (Credit)	(143,427)	(128,949)
Fines Receivables, net	14,314,023	14,345,202
Allowance for Fines (Credit)	(13,598,322)	(7,020,958)
Accounts Receivables	27,793	16,059
Intergovernmental Receivables	679,683	527,915
Due from Other Funds	469,617	-
Inventories	1,649	1,434
Prepaid Items	52,098	15,815
	\$ 18,398,929	\$ 20,788,448
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 1,325,659	\$ 293,108
Accrued Liabilities and other Payables	376,874	247,576
Due to Other Governments	935,417	4,283,939
Due to Others	-	1,244,196
<i>Total Liabilities</i>	2,637,950	6,068,819
<i>Deferred Inflows of Resources</i>		
Deferred Tax Revenue	1,541,247	1,371,995
Deferred Fine Revenue	715,701	2,676,905
Unearned Grant Revenue	20	9,355
<i>Total Deferred Inflows of Resources</i>	2,256,968	4,058,255
<i>Fund Balances:</i>		
Nonspendable Fund Balance:		
Prepaid Items	53,747	17,249
Committed Fund Balance	-	216,500
Unassigned Fund Balance	13,450,264	10,427,625
<i>Total Fund Balances</i>	13,504,011	10,661,374
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 18,398,929	\$ 20,788,448

*Comparative Information has not been restated for prior period adjustments. See Note L for more detail.

CALDWELL COUNTY, TEXAS
UNIT ROAD FUND
COMPARATIVE BALANCE SHEET
SEPTEMBER 30, 2019 AND 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	\$ 2,299,262	\$ 221,302
Intergovernmental Receivables	-	327,764
Due from Other Funds	-	509,104
Due from Agency Funds	-	645,236
Inventories	12,946	110,995
Taxes Recievables - Net	488	21
	\$ 2,312,696	\$ 1,814,422
 LIABILITIES, DEFERRED INFLOW AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 151,810	\$ 179,408
<i>Total Liabilities</i>	151,810	179,408
 <i>Deferred Inflows of Resources:</i>		
Deferred Tax Revenue	470	4
<i>Total Deferred Inflows of Resources:</i>	470	4
 <i>Fund Balances:</i>		
Restricted:		
Capital Acquisition and Contractual Obligation	2,160,416	1,635,010
<i>Total Fund Balances</i>	2,160,416	1,635,010
	\$ 2,312,696	\$ 1,814,422
TOTAL LIABILITIES, DEFERRED INFLOW AND FUND BALANCES	\$ 2,312,696	\$ 1,814,422

CALDWELL COUNTY, TEXAS
 BUILDING CONSTRUCTION FUND
 COMPARATIVE BALANCE SHEET
 SEPTEMBER 30, 2019 AND 2018

	2019	2018
ASSETS		
Cash and Cash Equivalents	\$ 3,145,390	\$ 6,279,860
TOTAL ASSETS	\$ 3,145,390	\$ 6,279,860
LIABILITIES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 133,611	\$ 499,829
<i>Total Liabilities</i>	133,611	499,829
<i>Fund Balances:</i>		
Restricted for Capital Projects	3,011,779	5,780,031
<i>Total Fund Balances</i>	3,011,779	5,780,031
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,145,390	\$ 6,279,860

CALDWELL COUNTY, TEXAS
BUILDING CONSTRUCTION FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCE
SEPTEMBER 30, 2019 AND 2018

	2019 Actual	2018 Actual
REVENUES		
Investment Earnings	\$ 125,334	\$ 9,462
TOTAL REVENUES	125,334	9,462
EXPENDITURES		
<i>Debt Service</i>		
Bond Issuance Cost	-	85,847
<i>Capital Outlay</i>	2,893,586	499,829
TOTAL EXPENDITURES	2,893,586	585,676
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,768,252)	(576,214)
OTHER FINANCING SOURCES (USES)		
Proceeds of Bond Issuance	-	5,955,000
Premiums on Bonds Sold	-	132,605
TOTAL OTHER FINANCING SOURCES (USES)	(2,768,252)	5,511,391
Net Change in Fund Balance	5,780,031	268,640
Fund Balance at Beginning of Year	\$ 3,011,779	\$ 5,780,031
Fund Balance at End of Year	\$ 3,011,779	\$ 5,780,031

CALDWELL COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2019

	Debt Fund	Total Special Revenue Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 1,056,290	\$ 674,187	\$ 1,730,477
Taxes Receivable	182,967	-	182,967
Allowance for Uncollectible Taxes (Credit)	(14,637)	-	(14,637)
Intergovernmental Receivables	-	10,571	10,571
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 1,224,620</u>	<u>\$ 684,758</u>	<u>\$ 1,909,378</u>
 LIABILITIES AND FUND BALANCE			
<i>Liabilities:</i>			
Accounts Payable	\$ -	\$ 57,464	\$ 57,464
Due to Other Funds	-	469,617	469,617
<i>Total Liabilities</i>	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
 DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	158,233	-	158,233
<i>Total Deferred Inflows of Resources</i>	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
 <i>Fund Balance:</i>			
Restricted Fund Balance			
Debt Services	1,066,387	-	1,066,387
Other Purposes	-	627,407	627,407
Unrestricted Fund Balance	-	(469,730)	(469,730)
<i>Total Fund Balance</i>	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	<u>\$ 1,224,620</u>	<u>\$ 684,758</u>	<u>\$ 1,909,378</u>

CALDWELL COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
SEPTEMBER 30, 2019

	Debt Fund	Total Special Revenue Funds	Total Nonmajor Governmental Funds
REVENUES			
Property Tax Revenue	\$ 1,489,773	\$ -	\$ 1,489,773
Intergovernmental	-	163,197	163,197
Fees of Office	-	261,773	261,773
Investment Earnings	23,316	-	23,316
Miscellaneous Revenue	-	3,317	3,317
	TOTAL REVENUES	428,287	1,941,376
EXPENDITURES			
General Administration	-	559,974	559,974
Judicial	-	76,093	76,093
Public Safety	-	89,962	89,962
Health and Welfare	-	96,616	96,616
Debt Service:			
Principal	4,400,000	-	4,400,000
Interest and Fiscal Charges	674,918	-	674,918
	TOTAL EXPENDITURES	822,645	5,897,563
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,561,829)	(394,358)	(3,956,187)
OTHER FINANCING SOURCES (USES):			
Transfers In	-	464,286	464,286
Transfers Out	-	(8,024)	(8,024)
Proceeds on Bonds Sold	3,670,747	-	3,670,747
TOTAL OTHER FINANCING SOURCES (USES)	3,670,747	456,262	4,127,009
Net Change in Fund Balance	108,918	61,904	170,822
Fund Balance at Beginning of Year	957,469	95,773	1,053,242
Fund Balance at End of Year	\$ 1,066,387	\$ 157,677	\$ 1,224,064



CALDWELL COUNTY, TEXAS
COMBINING FINANCIAL STATEMENTS
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for resources which are legally restricted to expenditures for specified current operating purposes, or to the acquisition of furniture, fixtures, machinery, equipment, or other relatively minor or comparatively short – lived fixed assets. The Special Revenue Funds used by the County are as follows:

Grants Fund – A special revenue fund to account for Grant revenue from various sources.

LEOSE Constable Fund – To account for fees collected from the Law Enforcement Officer Standards and Education Fund. These funds must be used to provide continuing education for law enforcement officers.

Justice Court Technology Fund – To account for the fees collected from a defendant convicted of a misdemeanor offense in Justice Court. The expenses may be used to purchase technological enhancements for the Justice Courts.

District Records Management Fee Fund – To account for the fees collected by the County Clerk and District Clerk. These funds must be spent on records management and preservation in line with Local Government Code Section 118.0216 and 118.0546.

Records Preservation Fund – To account for receipts and expenditures for records management.

Law Library Fund – To account for receipts and expenditures for the law library.

Sheriff Forfeiture Fund – To account for federal and state forfeitures restricted to expenditures for law enforcement.

Hot Check Fund – To account for receipts and expenditures for hot checks.

District Attorney Forfeiture Fund – To account for federal and state forfeitures restricted to expenditures for law enforcement.

Records Management Fund – To account for receipts and expenditures for records management.

Courthouse Security Fund – A special revenue fund to account for the fees collected by the County Clerk and District Clerk. These expenses must be spent in accordance with the Code of Criminal Procedures, Section 102.017.

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2019

	Grant	LEOSE Constables Fund	Justice Court Technology	DRC Program	Records Preservation Fund
ASSETS					
Cash and Cash Equivalents	\$ -	\$ 10,704	14,395	61	\$ 79,759
Intergovernmental Recievables	10,571	-	-	-	-
TOTAL ASSETS	<u>\$ 10,571</u>	<u>\$ 10,704</u>	<u>\$ 14,395</u>	<u>\$ 61</u>	<u>\$ 79,759</u>
LIABILITIES AND FUND BALANCE					
<i>Liabilities:</i>					
Accounts Payable	\$ 9,690	\$ -	\$ -	635	\$ 46,320
Due to Other Funds	426,471	-	-	-	-
<i>Total Liabilities</i>	<u>436,161</u>	<u>-</u>	<u>-</u>	<u>635</u>	<u>46,320</u>
<i>Fund Balance:</i>					
Restricted Fund Balance	-	10,704	14,395	-	33,439
Unassigned Fund Balance	(425,590)	-	-	(574)	-
<i>Total Fund Balance</i>	<u>(425,590)</u>	<u>10,704</u>	<u>14,395</u>	<u>(574)</u>	<u>33,439</u>
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	<u>\$ 10,571</u>	<u>\$ 10,704</u>	<u>\$ 14,395</u>	<u>\$ 61</u>	<u>\$ 79,759</u>

<u>Law Library</u>	<u>Sheriff's Forfeiture</u>	<u>Hot Check</u>	<u>DA Forfeiture Fund</u>	<u>Records Management</u>	<u>Courthouse Security</u>	<u>Special Revenue Subtotals</u>
\$ -	\$ 28,164	\$ 63,696	\$ 31,291	\$ 59,138	\$ 386,979	\$ 674,187
-	-	-	-	-	-	10,571
<u>\$ -</u>	<u>\$ 28,164</u>	<u>\$ 63,696</u>	<u>\$ 31,291</u>	<u>\$ 59,138</u>	<u>\$ 386,979</u>	<u>\$ 684,758</u>
\$ 420	\$ -	\$ 375	\$ -	\$ 23	\$ 1	\$ 57,464
43,146	-	-	-	-	-	469,617
<u>43,566</u>	<u>-</u>	<u>375</u>	<u>-</u>	<u>23</u>	<u>1</u>	<u>527,081</u>
-	28,164	63,321	31,291	59,115	386,978	627,407
(43,566)	-	-	-	-	-	(469,730)
<u>(43,566)</u>	<u>28,164</u>	<u>63,321</u>	<u>31,291</u>	<u>59,115</u>	<u>386,978</u>	<u>157,677</u>
<u>\$ -</u>	<u>\$ 28,164</u>	<u>\$ 63,696</u>	<u>\$ 31,291</u>	<u>\$ 59,138</u>	<u>\$ 386,979</u>	<u>\$ 684,758</u>

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Grant	LEOSE Constables Fund	Justice Court Technology	DRC Program	Records Preservation Fund
REVENUES					
Intergovernmental	\$ 154,124	\$ 9,073	\$ -	\$ -	\$ -
Fees of Office	-	-	26,066	5,142	150,152
Miscellaneous Revenue	-	-	-	-	-
TOTAL REVENUES	<u>154,124</u>	<u>9,073</u>	<u>26,066</u>	<u>5,142</u>	<u>150,152</u>
EXPENDITURES					
General Administration	21,270	-	-	-	171,405
Judicial Expenses	17,413	-	36,136	6,729	-
Public Safety Expenses	88,232	1,730	-	-	-
Health and Welfare	96,616	-	-	-	-
TOTAL EXPENDITURES	<u>223,531</u>	<u>1,730</u>	<u>36,136</u>	<u>6,729</u>	<u>171,405</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(69,407)</u>	<u>7,343</u>	<u>(10,070)</u>	<u>(1,587)</u>	<u>(21,253)</u>
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	8,046	-	20,770
Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>8,046</u>	<u>-</u>	<u>20,770</u>
Net Change in Fund Balance	(69,407)	7,343	(2,024)	(1,587)	(483)
Fund Balance at Beginning of Year	(356,183)	3,361	16,419	1,013	33,922
Fund Balance at End of Year	<u>\$ (425,590)</u>	<u>\$ 10,704</u>	<u>\$ 14,395</u>	<u>\$ (574)</u>	<u>\$ 33,439</u>

<u>Law Library</u>	<u>Sheriff's Forfeiture</u>	<u>Hot Check</u>	<u>DA Forfeiture Fund</u>	<u>Records Management</u>	<u>Courthouse Security</u>	<u>Special Revenue Subtotals</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 163,197
21,814	-	1,810	-	14,975	41,814	261,773
-	61	542	2,714	-	-	3,317
<u>21,814</u>	<u>61</u>	<u>2,352</u>	<u>2,714</u>	<u>14,975</u>	<u>41,814</u>	<u>428,287</u>
5,040	-	3,840	11,217	-	347,202	559,974
-	-	-	-	15,815	-	76,093
-	-	-	-	-	-	89,962
-	-	-	-	-	-	96,616
<u>5,040</u>	<u>-</u>	<u>3,840</u>	<u>11,217</u>	<u>15,815</u>	<u>347,202</u>	<u>822,645</u>
<u>16,774</u>	<u>61</u>	<u>(1,488)</u>	<u>(8,503)</u>	<u>(840)</u>	<u>(305,388)</u>	<u>(394,358)</u>
-	-	-	-	-	435,470	464,286
<u>(8,024)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,024)</u>
<u>(8,024)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>435,470</u>	<u>456,262</u>
8,750	61	(1,488)	(8,503)	(840)	130,082	61,904
<u>(52,316)</u>	<u>28,103</u>	<u>64,809</u>	<u>39,794</u>	<u>59,955</u>	<u>256,896</u>	<u>95,773</u>
<u>\$ (43,566)</u>	<u>\$ 28,164</u>	<u>\$ 63,321</u>	<u>\$ 31,291</u>	<u>\$ 59,115</u>	<u>\$ 386,978</u>	<u>\$ 157,677</u>

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS - GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With Final Budget - Positive (Negative)	2018 Actual
	Original	Final			
REVENUES					
Intergovernmental Revenue	\$ 241,002	\$ 466,432	\$ 154,124	\$ (312,308)	\$ 451,465
TOTAL REVENUES	241,002	466,432	154,124	(312,308)	451,465
EXPENDITURES					
General Administration	-	25,350	21,270	4,080	131,551
Judicial	89,215	89,215	17,413	71,802	56,739
Public Safety	36,987	128,017	88,232	39,785	652
Public Transportation	-	-	-	-	118,052
Health and Welfare	114,800	226,850	96,616	130,234	-
TOTAL EXPENDITURES	241,002	469,432	223,531	245,901	306,994
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(3,000)	(69,407)	(66,407)	144,471
OTHER FINANCING SOURCES (USES)					
Transfers In	-	3,000	-	(3,000)	20,000
TOTAL OTHER FINANCING SOURCES (USES)	-	3,000	-	(3,000)	20,000
Net Change in Fund Balance	-	-	(69,407)	(69,407)	164,471
Fund Balances at Beginning of Year	(356,183)	(356,183)	(356,183)	-	(520,654)
Fund Balances at End of Year	\$ (356,183)	\$ (356,183)	\$ (425,590)	\$ (69,407)	\$ (356,183)

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS – JUSTICE COURT TECHNOLOGY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	<u>Budgeted Amounts</u>		2019 Actual	Variance With Final Budget - Positive (Negative)	2018 Actual
	<u>Original</u>	<u>Final</u>			
REVENUES					
Fees of Office	\$ 26,450	\$ 26,450	\$ 26,066	\$ (384)	\$ 30,236
TOTAL REVENUES	<u>26,450</u>	<u>26,450</u>	<u>26,066</u>	<u>(384)</u>	<u>30,236</u>
EXPENDITURES					
Judicial	34,496	34,496	36,136	(1,640)	34,496
TOTAL EXPENDITURES	<u>34,496</u>	<u>34,496</u>	<u>36,136</u>	<u>(1,640)</u>	<u>34,496</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,046)	(8,046)	(10,070)	(2,024)	(4,260)
OTHER FINANCING SOURCES (USES)					
Transfers In	8,046	8,046	8,046	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>8,046</u>	<u>8,046</u>	<u>8,046</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	(2,024)	(2,024)	(4,260)
Fund Balances at Beginning of Year	16,419	16,419	16,419	-	20,679
Fund Balances at End of Year	<u>\$ 16,419</u>	<u>\$ 16,419</u>	<u>\$ 14,395</u>	<u>\$ (2,024)</u>	<u>\$ 16,419</u>

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS – RECORDS PRESERVATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	<u>Budgeted Amounts</u>		2019 Actual	Variance With	2018 Actual
	<u>Original</u>	<u>Final</u>		Final Budget - Positive (Negative)	
REVENUES					
Fees of Office	\$ 152,000	\$ 152,000	\$ 150,152	\$ (1,848)	\$ 164,090
TOTAL REVENUES	<u>152,000</u>	<u>152,000</u>	<u>150,152</u>	<u>(1,848)</u>	<u>164,090</u>
EXPENDITURES					
General Administration	172,770	172,770	171,405	1,365	155,950
TOTAL EXPENDITURES	<u>172,770</u>	<u>172,770</u>	<u>171,405</u>	<u>1,365</u>	<u>155,950</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,770)	(20,770)	(21,253)	(483)	8,140
OTHER FINANCING SOURCES (USES)					
Transfers In	20,770	20,770	20,770	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>20,770</u>	<u>20,770</u>	<u>20,770</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	(483)	(483)	8,140
Fund Balances at Beginning of Year	33,922	33,922	33,922	-	25,782
Fund Balances at End of Year	<u>\$ 33,922</u>	<u>\$ 33,922</u>	<u>\$ 33,439</u>	<u>\$ (483)</u>	<u>\$ 33,922</u>

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS – LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With Final Budget - Positive (Negative)	2018 Actual
	Original	Final			
REVENUES					
Fees of Office	\$ 12,500	\$ 12,500	\$ 21,814	\$ 9,314	\$ 15,789
TOTAL REVENUES	<u>12,500</u>	<u>12,500</u>	<u>21,814</u>	<u>9,314</u>	<u>15,789</u>
EXPENDITURES					
General Administration	4,476	4,476	5,040	(564)	4,788
TOTAL EXPENDITURES	<u>4,476</u>	<u>4,476</u>	<u>5,040</u>	<u>(564)</u>	<u>4,788</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,024	8,024	16,774	8,750	11,001
OTHER FINANCING SOURCES (USES)					
Transfers Out	(8,024)	(8,024)	(8,024)	-	(7,024)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(8,024)</u>	<u>(8,024)</u>	<u>(8,024)</u>	<u>-</u>	<u>(7,024)</u>
Net Change in Fund Balance	-	-	8,750	8,750	3,977
Fund Balances at Beginning of Year	(52,316)	(52,316)	(52,316)	-	(56,293)
Fund Balances at End of Year	<u>\$ (52,316)</u>	<u>\$ (52,316)</u>	<u>\$ (43,566)</u>	<u>\$ 8,750</u>	<u>\$ (52,316)</u>

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS – HOT CHECK FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With Final Budget - Positive (Negative)	2018 Actual
	Original	Final			
REVENUES					
Fees of Office	\$ 5,000	\$ 5,000	\$ 1,810	\$ (3,190)	\$ 8,280
Miscellaneous Revenue	540	540	542	2	521
TOTAL REVENUES	5,540	5,540	2,352	(3,188)	8,801
EXPENDITURES					
General Administration	5,540	5,540	3,840	1,700	8,183
TOTAL EXPENDITURES	5,540	5,540	3,840	1,700	8,183
Net Change in Fund Balance	-	-	(1,488)	1,488	618
Fund Balances at Beginning of Year	64,809	64,809	64,809	-	64,191
Fund Balances at End of Year	\$ 64,809	\$ 64,809	\$ 63,321	\$ 1,488	\$ 64,809

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS – RECORDS MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With Final Budget - Positive	2018 Actual
	Original	Final		(Negative)	
REVENUES					
Fees of Office	\$ 15,500	\$ 15,500	\$ 14,975	\$ (525)	\$ 14,926
TOTAL REVENUES	<u>15,500</u>	<u>15,500</u>	<u>14,975</u>	<u>(525)</u>	<u>14,926</u>
EXPENDITURES					
General Administration	1,100	1,100	-	1,100	1,077
Judicial	15,815	15,815	15,815	-	31,652
TOTAL EXPENDITURES	<u>16,915</u>	<u>16,915</u>	<u>15,815</u>	<u>1,100</u>	<u>32,729</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,415)	(1,415)	(840)	575	(17,803)
OTHER FINANCING SOURCES (USES)					
Transfers In	1,415	1,415	-	(1,415)	38,432
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,415</u>	<u>1,415</u>	<u>-</u>	<u>(1,415)</u>	<u>38,432</u>
Net Change in Fund Balance	-	-	(840)	(840)	20,629
Fund Balances at Beginning of Year	59,955	59,955	59,955	-	39,326
Fund Balances at End of Year	<u>\$ 59,955</u>	<u>\$ 59,955</u>	<u>\$ 59,115</u>	<u>\$ (840)</u>	<u>\$ 59,955</u>

CALDWELL COUNTY, TEXAS
SPECIAL REVENUE FUNDS – COURTHOUSE SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	<u>Budgeted Amounts</u>		2019 Actual	Variance With	2018 Actual
	<u>Original</u>	<u>Final</u>		Final Budget - Positive (Negative)	
REVENUES					
Fees of Office	\$ 11,700	\$ 11,700	\$ 41,814	\$ 30,114	\$ 40,592
TOTAL REVENUES	<u>11,700</u>	<u>11,700</u>	<u>41,814</u>	<u>30,114</u>	<u>40,592</u>
EXPENDITURES					
General Administration	435,736	447,170	347,202	99,968	361,291
TOTAL EXPENDITURES	<u>435,736</u>	<u>447,170</u>	<u>347,202</u>	<u>99,968</u>	<u>361,291</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(424,036)	(435,470)	(305,388)	130,082	(320,699)
OTHER FINANCING SOURCES (USES)					
Transfers In	424,036	435,470	435,470	-	386,934
TOTAL OTHER FINANCING SOURCES (USES)	<u>424,036</u>	<u>435,470</u>	<u>435,470</u>	<u>-</u>	<u>386,934</u>
Net Change in Fund Balance	-	-	130,082	130,082	66,235
Fund Balances at Beginning of Year	256,896	256,896	256,896	-	190,661
Fund Balances at End of Year	<u>\$ 256,896</u>	<u>\$ 256,896</u>	<u>\$ 386,978</u>	<u>\$ 130,082</u>	<u>\$ 256,896</u>

CALDWELL COUNTY, TEXAS
DEBT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)

	Budgeted Amounts		2019 Actual	Variance With	2018 Actual
	Original	Final		Final Budget - Positive (Negative)	
REVENUES					
Taxes	\$ 5,000	\$ 5,000	\$ 1,489,773	\$ 1,484,773	\$ 1,416,605
Investment earnings	540	540	23,316	22,776	15,673
TOTAL REVENUES	<u>5,540</u>	<u>5,540</u>	<u>1,513,089</u>	<u>1,507,549</u>	<u>1,432,278</u>
EXPENDITURES					
Debt Service:					
Principal	5,540	5,540	4,400,000	(4,394,460)	816,830
Interest and Fiscal Charges	5,540	5,540	674,918	(669,378)	402,822
TOTAL EXPENDITURES	<u>11,080</u>	<u>11,080</u>	<u>5,074,918</u>	<u>(5,063,838)</u>	<u>1,219,652</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,540)	(5,540)	(3,561,829)	3,556,289	212,626
OTHER FINANCING SOURCES (USES)					
Proceeds on Bonds Sold	424,036	435,470	3,670,747	3,235,277	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>424,036</u>	<u>435,470</u>	<u>3,670,747</u>	<u>3,235,277</u>	<u>-</u>
Net Change in Fund Balance	418,496	429,930	108,918	(321,012)	212,626
Fund Balances at Beginning of Year	957,469	957,469	957,469	-	744,843
Fund Balances at End of Year	<u>\$ 1,375,965</u>	<u>\$ 1,387,399</u>	<u>\$ 1,066,387</u>	<u>\$ (321,012)</u>	<u>\$ 957,469</u>

CALDWELL COUNTY, TEXAS
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 SEPTEMBER 30, 2019

	Beginning Balance <u>9/30/18</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>9/30/19</u>
DISTRICT OF ATTORNEY				
Assets:				
Cash and Cash Equivalents	\$ 36,136	\$ 145,659	\$ (96,658)	\$ 85,137
Liabilities:				
Due to Others	\$ 36,136	\$ 145,659	\$ (96,658)	\$ 85,137
DISTRICT CLERK				
Assets:				
Cash and Cash Equivalents	\$ 490,967	\$ 162,134	\$ (266,553)	\$ 386,548
Liabilities:				
Due to Others	\$ 490,967	\$ 162,134	\$ (266,553)	\$ 386,548
COUNTY CLERK				
Assets:				
Cash and Cash Equivalents	\$ 1,384,623	\$ 392,677	\$ (597,591)	\$ 1,179,709
Liabilities:				
Due to Others	\$ 1,384,623	\$ 392,677	\$ (597,591)	\$ 1,179,709
COUNTY SHERIFF				
Assets:				
Cash and Cash Equivalents	\$ 261,611	\$ 1,460,480	\$ (1,403,515)	\$ 318,576
Liabilities:				
Due to Others	\$ 261,611	\$ 1,460,480	\$ (1,403,515)	\$ 318,576
ELECTIONS				
Assets:				
Cash and Cash Equivalents	\$ 4,886	\$ 15,796	\$ (14,113)	\$ 6,569
Liabilities:				
Due to Others	\$ 4,886	\$ 15,796	\$ (14,113)	\$ 6,569

CALDWELL COUNTY, TEXAS
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 SEPTEMBER 30, 2019

	Beginning Balance <u>9/30/18</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>9/30/19</u>
UNCLAIMED MONEYS				
Assets:				
Cash and Cash Equivalents	\$ 634	\$ 5	\$ (30)	\$ 609
Liabilities:				
Due to Governmental Funds	\$ 172	\$ -	\$ -	\$ 172
Due to Others	462	5	(30)	437
Total Liabilities	<u>\$ 634</u>	<u>\$ 5</u>	<u>\$ (30)</u>	<u>\$ 609</u>
JUVENILE PROBATION				
Assets:				
Cash and Cash Equivalents	\$ 551,847	\$ 486,253	\$ (567,997)	\$ 470,103
Other Receivables	3,051	25,635	(28,335)	351
Intergovernmental	304,605	782,257	(968,116)	118,746
Total Assets	<u>\$ 859,503</u>	<u>\$ 1,294,145</u>	<u>\$ (1,564,448)</u>	<u>\$ 589,200</u>
Liabilities:				
Accounts Payable	\$ 82,690	\$ 754,851	\$ (787,635)	\$ 49,906
Due to Governmental Funds	645,064	452,741	(645,064)	452,741
Due to Other Governments	131,749	86,553	(131,749)	86,553
Total Liabilities	<u>\$ 859,503</u>	<u>\$ 1,294,145</u>	<u>\$ (1,564,448)</u>	<u>\$ 589,200</u>
TOTAL AGENCY FUNDS				
Assets:				
Cash and Cash Equivalents	\$ 2,730,704	\$ 2,663,004	\$ (2,946,457)	\$ 2,447,251
Other Receivables	3,051	25,635	(28,335)	351
Intergovernmental	304,605	782,257	(968,116)	118,746
Total Assets	<u>\$ 3,038,360</u>	<u>\$ 3,470,896</u>	<u>\$ (3,942,908)</u>	<u>\$ 2,566,348</u>
Liabilities:				
Accounts Payable	\$ 82,690	\$ 754,851	\$ (787,635)	\$ 49,906
Due to Governmental Funds	645,236	452,741	(645,064)	452,913
Due to Other Governments	131,749	86,553	(131,749)	86,553
Due to Others	2,178,685	2,176,751	(2,378,460)	1,976,976
Total Liabilities	<u>\$ 3,038,360</u>	<u>\$ 3,470,896</u>	<u>\$ (3,942,908)</u>	<u>\$ 2,566,348</u>