

EDWARDS COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2015

EDWARDS COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
for the Year Ended September 30, 2015

TABLE OF CONTENTS

	<u>Page</u>
FINANCIAL SECTION	
<u>Independent Auditor's Report</u>	5
Management Discussion and Analysis (Required Supplementary Information)	7
<u>Basic Financial Statements:</u>	
Government-wide Financial Statements:	
Statement of Net Position	14
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet – Governmental Funds	20
Reconciliation of the Government Funds Balance Sheet to the Statement of Net Position.....	22
Statement of Revenues, Expenditures and Changes In Fund Balances – Governmental Funds	24
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	26
Statement of Fiduciary Net Position – Fiduciary Funds	27
Notes to the Financial Statements	28
 <u>Required Supplementary Information</u>	
General Fund – Budget Comparison Schedule.....	44
Road and Bridge Fund – Budget Comparison Schedule.....	45
Schedule of Changes in Net Pension Liability and Related Ratios.....	47
Schedule of Employer Contributions.....	48
 <u>Combining and Individual Fund Statements and Schedules</u>	
Combining Balance Sheet – Non-Major Governmental Fund.....	50
Combining Statement of Revenues, Expenditures and Changes In Fund Balances – Non-Major Governmental Fund.....	54

This page intentionally left blank

FINANCIAL SECTION

This page intentionally left blank

EDE & COMPANY, LLC
Certified Public Accountants

Eric Ede
Donna Ede Jones

P. O. Box 219
Knippa, Texas 78870
Telephone (830) 934-2148
Fax (830) 934-2799
Email: edecpa@hotmail.com

INDEPENDENT AUDITOR'S REPORT

To the Honorable Judge and Members
Of the Commissioners' Court
Edwards County, Texas
P. O. Box 193
Rocksprings, TX 78880

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 Edwards County, Texas, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 Edwards County, Texas, as of September 30, 2015, 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 Principal

During fiscal year 2015, the County adopted GASB Statement No. 68 for Accounting and Reporting for Pensions. With GASB 68, the County must record the Net Pension Liability of the Texas County & District Retirement System. Our opinion is not modified with respect to this matter.

Other Matters

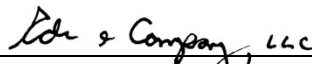
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of Changes in Net Pension Liability and Related Ratios, the schedule of Employer Contributions, and the schedule of Funding Progress, as 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 the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements and budgetary comparison schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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


Ede & Company, LLC
Certified Public Accountants
Knippa, Texas

September 12, 2016

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of Edwards County’s annual financial report presents our discussion and analysis of the County’s financial performance during the fiscal year ended September 30, 2015. Please read it in conjunction with the County’s financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The County’s total combined Governmental Fund net position was \$4,514,758 at September 30, 2015.
- During the year, the County’s income was \$642,808 more than the \$3,363,155 generated in taxes and other revenues for governmental activities.
- The general fund reported a fund balance this year of \$264,889.

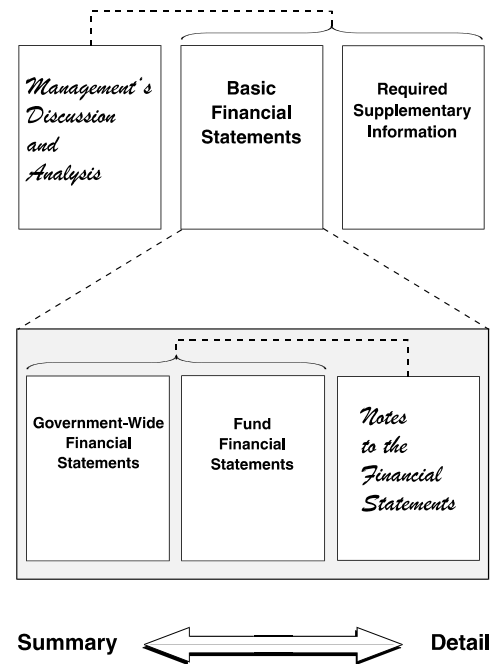
OVERVIEW OF THE FINANCIAL STATEMENTS

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.
- *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.

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



Government-wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net position 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 position, 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

Both of these Government-Wide Financial Statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, environmental protection, public transportation, health and welfare, public facilities, legal, elections, financial administration, conservation, capital projects, and culture and recreation. These activities are financed primarily by property taxes.

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 groupings of related accounts that the County uses to keep track of specific sources of funding and spending for particular purposes. Edwards County, like other state and local governments, uses funds to show compliance with finance-related legal requirements as well as to control and manage money for other particular purposes. The County has two kinds of funds: governmental and fiduciary.

- **Governmental funds** – Most of the County's basic services are included in governmental funds, which focus on short-term inflows and outflows of available resources and the balances of these resources that are available at the end of the year. Because the focus of governmental funds is narrower than that of the Government-Wide Financial Statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the Government-Wide Financial Statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between government funds and governmental activities.

The County maintains sixteen individual governmental funds. Information is presented separately in the governmental fund statements for the General Fund and Road and Bridge Fund, Grant Funds, and the Interest & Sinking Fund, which are considered to be major funds. Individual fund data for non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General Fund, County, and Road & Bridge Fund. Budgetary comparison schedules have been provided on pages 44-45 to demonstrate compliance with this budget.

- **Fiduciary funds** – The County is the trustee, or fiduciary, for certain funds. 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 position and statement of changes in fiduciary net position, found on page 27. Fiduciary funds are not reflected in the government-wide financial statements because the County cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

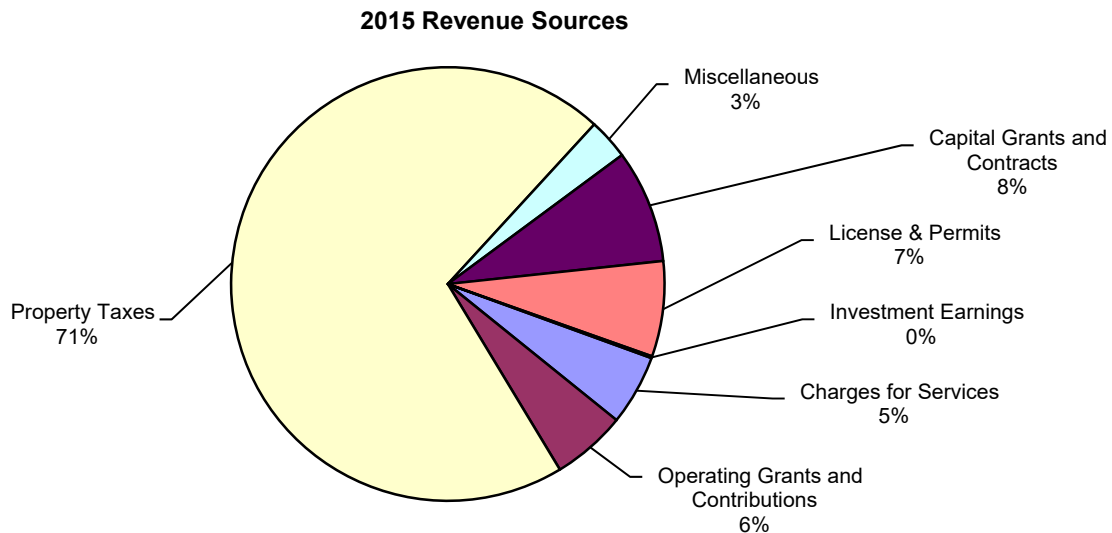
Edwards County's combined net position was approximately \$4.51 million at September 30, 2015. By far the largest portion of the County's net position reflects its investment in capital assets (e.g. land, buildings, machinery, equipment), less accumulated depreciation and any related outstanding debt. An additional portion of the County's net position (approximately 21%) represent resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the County's ongoing obligations to citizens and creditors.

**Edwards County, Texas
Net Position**

	Governmental Activities		
	2015	2014	% Change 2015-2014
Current & Other Assets	\$ 1,482,674	\$ 1,058,062	40.1%
Capital Assets	4,293,341	4,087,893	5.0%
Total Assets	<u>5,776,015</u>	<u>5,145,955</u>	<u>12.2%</u>
Deferred Outflows of Resources			
Deferred Outflow - Pensions	104,109	-	100.0%
Total Deferred Outflows of Resources	<u>104,109</u>	<u>-</u>	<u>100.0%</u>
Current Liabilities	122,658	133,040	-7.8%
Net Pension Liability	6,403	-	100.0%
Long Term Liabilities	1,204,359	1,231,643	-2.2%
Total Liabilities	<u>1,333,420</u>	<u>1,364,683</u>	<u>-2.3%</u>
Deferred Inflows of Resources			
Deferred Inflow - Pensions	31,946	-	100.0%
Total Deferred Outflows of Resources	<u>31,946</u>	<u>-</u>	<u>100.0%</u>
Net Position			
Invested in Capital Assets, net of related debt	3,005,116	2,811,805	6.9%
Restricted	935,912	673,781	38.9%
Unrestricted	573,730	295,686	94.0%
Total net position	<u>4,514,758</u>	<u>3,781,272</u>	<u>19.4%</u>

A portion of the County's net position \$935.9 thousand, represents resources that are subject to external restriction on how they may be used. The remaining balance \$573.7 thousand of unrestricted net position may be used to meet the County's ongoing obligation to citizens and creditors in accordance with the County's fund designation and fiscal policies. The overall financial condition of the county increases from FY2014 to FY2015.

Governmental Activities – Total revenues for the fiscal year ended September 30, 2015 were 3.4 million. Approximately 71% of the County's revenue comes from taxes. The graph below shows the sources of revenues for FY2015. Table A-2 shows the changes in Net Position between FY2014 and FY2015.



2015 Expenses

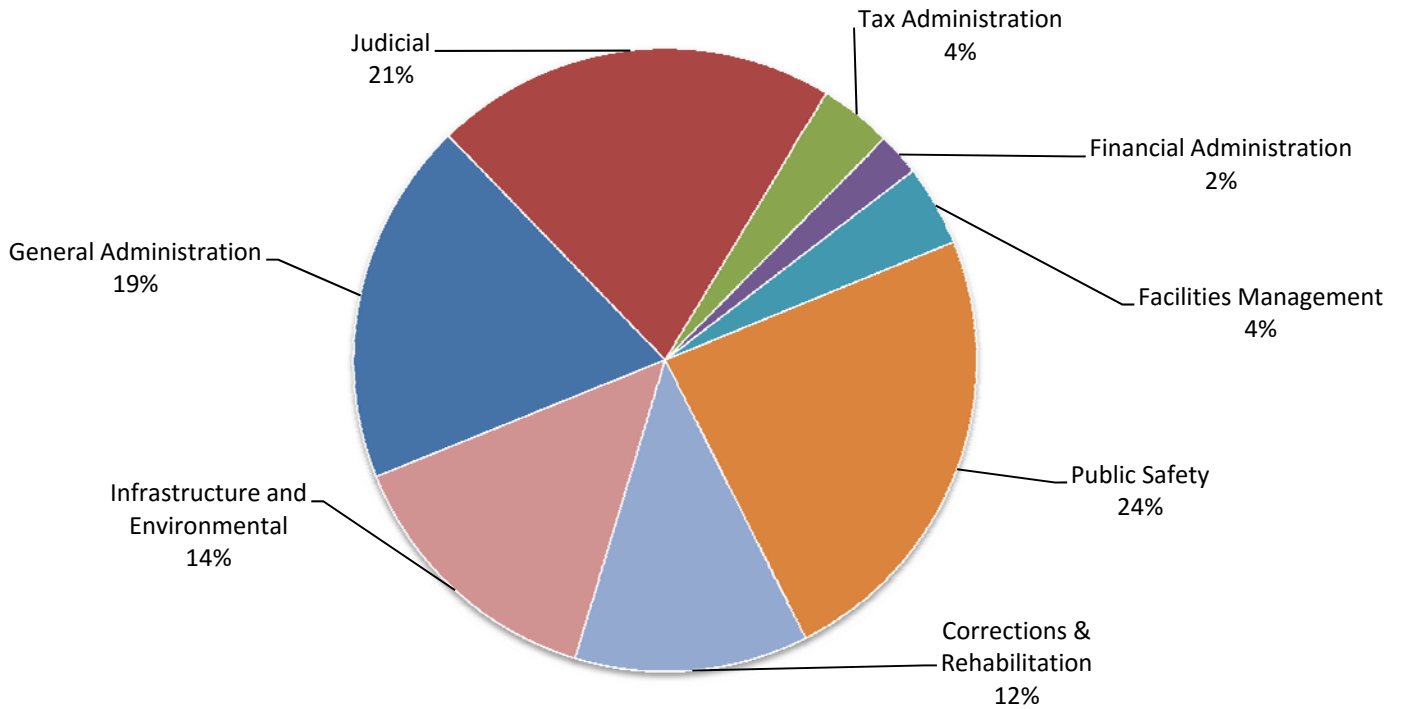


Table A-2
EDWARDS COUNTY TX
CHANGE IN NET POSITION

	Governmental Activities		
	2015	2014	% Change 2015-2014
Revenues:			
Program Revenues:			
Charges for Services	\$ 176,544	\$ 105,562	67.2%
Operating Grants	186,567	88,993	109.6%
Capital Grants	283,704	1,148,398	100.0%
General Revenue			
Property Taxes	2,369,975	2,308,899	2.6%
License & Permits	239,362	299,207	-20.0%
Investment Earnings	4,724	9,879	-52.2%
Other	102,278	320,373	-68.1%
Total Revenue	3,363,154	4,281,311	-21.4%
Expenses:			
General Administration	482,525	366,654	31.6%
Financial Administration	56,382	175,753	-67.9%
Tax Administration	96,322	124,009	-22.3%
Facilities Management	107,248	286,114	-62.5%
Judicial	533,395	438,910	21.5%
Public Safety	606,318	855,087	-29.1%
Corrections & Rehabilitation	309,510	-	100.0%
Infrastructure and Environment	363,359	493,787	-26.4%
Public Health	16,634	68,673	-75.8%
Community and Economic Dev.	99,071	76,488	29.5%
Interest and Fiscal Charges	49,583	50,304	-1.4%
Total Expense	2,720,347	2,935,779	-7.3%
Increase (Decrease) in Net Position	642,807	1,345,532	-52.2%
Net Position- Beginning	3,845,552	2,435,740	57.9%
Prior Period Adjustment	26,398	-	-100.0%
Net Position - Ending	4,514,757	3,781,272	19.4%

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental Funds:

As of the end of the fiscal year, Edwards County's governmental funds reported a combined fund balance of \$1,200.8 thousand, a increase of \$468.6 thousand in comparison with the prior year. Approximately 22% of this total amount (\$264.9 thousand) is unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted fund balance of \$935.9 thousand. The County's ability to spend each of these types of fund balance is more limited than with the unassigned fund balance, and the limitations on spending are discussed more fully in the notes to the financial statements.

General Fund Budgetary Highlights – The County amend the budget during the year. Even with these amendments actual revenues were \$420 more than budgeted amounts. Actual expenses were \$164.8 thousand less the amounts budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2015, the County had invested \$7,941.4 thousand in a broad range of capital assets, including land, equipment, buildings, roads, bridges and vehicles. (See Table A-4.) This amount represents a net increase (including additions and deductions) of 6.0 percent from last year.

Table A-4
Edwards County's Capital Assets

	Governmental Activities		
	2015	2014	% Change 2015-2014
Land	\$ 116,045	\$ 116,045	0.0%
Construction in Progress	269,311	1,592,782	-83.1%
Infrastructure	428,800	428,800	0.0%
Building and Improvements	4,879,145	3,154,624	54.7%
Intangibles	202,129	202,129	0.0%
Machinery & Equipment	2,046,018	2,000,003	2.3%
Totals at historical cost	7,941,448	7,494,383	6.0%
Total Accumulated Depreciation	(3,648,106)	(3,406,488)	7.1%
Net Capital Assets	\$ 4,293,342	\$ 4,087,895	5.0%

Long Term Debt – At the end of the fiscal year, the County had one outstanding Certificate of Obligation in the amount of \$1,193,000 and two Note Payable in the amounts of \$84,658.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The taxable value used for the FY2016 budget preparation is estimated to be up slightly from FY2015.
- The tax rate established for the FY2016 budget is \$.5579, which is the effective rate.
- Inflationary trends in the region are comparable to national indices.

These factors and others were taken into consideration when preparing the General Fund budget for the 2016 fiscal year. If these estimates are realized, the County's budgetary General Fund balance is expected to remain the same.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of Edwards County's finances and to demonstrate the County's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to the County Judge's Office, P.O. Box 348, Rocksprings, Texas 78880.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

EDWARDS COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2015

	Governmental Activities	Primary Government Total
ASSETS		
Cash and Cash Equivalents	\$ 1,221,756	\$ 1,221,756
Receivable (net of allowances for uncollectible)	260,918	260,918
Due from Other Governments	-	-
Capital Assets		
Land	116,045	116,045
Infrastructure (Net)	-	-
Buildings (Net)	3,566,891	3,566,891
Intangibles (Net)	72,445	72,445
Machinery and Equipment (Net)	268,649	268,649
Construction in Progress	269,311	269,311
Total Assets	<u>5,776,015</u>	<u>5,776,015</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension	104,109	104,109
Total Deferred Outflow of Resources	<u>104,109</u>	<u>104,109</u>
LIABILITIES		
Accounts Payable	\$ 25,359	\$ 25,359
Accrued Wages Payable	11,851	11,851
Accrued Payroll Liabilities	1,582	1,582
Noncurrent Liabilities:		
Due Within One Year	83,866	83,866
Net Pension Liability	6,403	6,403
Due in More Than One Year	1,204,359	1,204,359
Total Liabilities	<u>1,333,420</u>	<u>1,333,420</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows - Pension	31,946	31,946
Total Deferred Inflow of Resources	<u>31,946</u>	<u>31,946</u>
NET POSITION		
Invested in Capital Assets, Net of Related Debt	3,005,116	3,005,116
Restricted for:		
Administration	232	232
Archives	55,605	55,605
Construction	89,370	89,370
Debt Service	68,879	68,879
Judicial	9,304	9,304
Public Safety	45,612	45,612
Public Transportation	666,910	666,910
Unrestricted	573,730	573,730
Total Net Position	<u>\$ 4,514,758</u>	<u>\$ 4,514,758</u>

The accompanying notes are an integral part of this statement.

This page intentionally left blank

EDWARDS COUNTY, TEXAS
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
General Government				
General Administration	482,525	138,301	-	-
Financial Administration	56,382	-	-	-
Tax Administration	96,322	-	-	-
Facilities Management	107,248	7,800	-	-
Judicial System	533,395	26,486	40,481	-
Public Safety	606,318	-	127,522	-
Corrections and Rehabilitation	309,510	3,957	-	-
Health and Human Services				
Health Care	-	-	-	-
Public Health	16,634			
Human Services	-			
Community and Economic Development	99,071			
Infrastructure and Environmental Services	363,359		18,565	283,704
Interest and Fiscal Charges	49,583	-	-	-
Total primary governmental activities	<u>2,720,347</u>	<u>176,544</u>	<u>186,567</u>	<u>283,704</u>

General revenues:

Taxes:

 Property Taxes, Levied for General Purposes

 License and Permits

 Investment earnings

 Special Transfers

 Miscellaneous Revenue

 Total general revenues, and transfers

 Change in net position

Net position—beginning

Prior Period Adjustment

Net position—ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and
Changes in Net Position
Primary Government

Governmental
Activities

(344,224)
(56,382)
(96,322)
(99,448)
(466,429)
(478,796)
(305,553)

-
(16,634)

-
(99,071)
(61,090)
(49,583)

(2,073,532)

2,369,975
239,362
4,724

-
102,278

2,716,340

642,808
3,845,552
26,398

\$ 4,514,758

This page intentionally left blank

FUND FINANCIAL STATEMENTS

EDWARDS COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2015

	General Fund	Road and Bridge Funds	Grant Funds	Interest & Sinking Fund
ASSETS				
Cash and Cash Equivalents	\$ 295,281	\$ 664,513	\$ 79,680	\$ 68,780
Taxes Receivable	216,018	48,200	-	-
Allowance for Uncollectible Taxes (Credit)	(17,281)	(3,856)	-	-
Receivables (Net)	2,955	5,093	9,690	99
Due from Other Governments	-	-	-	-
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 496,972</u>	<u>\$ 713,951</u>	<u>\$ 89,370</u>	<u>\$ 68,879</u>
LIABILITIES				
Accounts Payable	\$ 21,379	\$ 3,980	\$ -	\$ -
Accrued Wages Payable	10,605	1,246	-	-
Payroll Liabilities	1,363	219	-	-
Bank Overdraft	-	-	-	-
Short-Term Line of Credit	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Total Liabilities	<u>33,347</u>	<u>5,445</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOW OF RESOURCES				
Unavailable Revenue- Property Taxes	<u>198,736</u>	<u>44,344</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>198,736</u>	<u>44,344</u>	<u>-</u>	<u>-</u>
FUND BALANCE				
Restricted For:				
Administration	-	-	-	-
Archives	-	-	-	-
Construction	-	-	89,370	-
Debt Service	-	-	-	68,879
Judicial	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	664,162	-	-
Unassigned	264,889	-	-	-
Total Fund Balances	<u>264,889</u>	<u>664,162</u>	<u>89,370</u>	<u>68,879</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 496,972</u>	<u>\$ 713,951</u>	<u>\$ 89,370</u>	<u>\$ 68,879</u>

The accompanying notes are an integral part of this statement.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 113,502	\$ 1,221,756
-	264,218
-	(21,137)
-	17,837
-	-
-	-
<u>\$ 113,502</u>	<u>\$ 1,482,674</u>
\$ -	\$ 25,359
-	11,851
-	1,582
-	-
-	-
-	-
<u>-</u>	<u>38,792</u>
-	243,081
<u>-</u>	<u>243,081</u>
232	232
55,605	55,605
-	89,370
-	68,879
9,304	9,304
45,612	45,612
2,749	666,910
-	264,889
<u>113,502</u>	<u>1,200,801</u>
<u>\$ 113,502</u>	<u>\$ 1,482,674</u>

EDWARDS COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
SEPTEMBER 30, 2015

Total Fund Balances - Governmental Funds \$ 1,200,801

Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$7,494,383 and accumulate depreciation was \$3,424,518. In addition, long-term liabilities including bonds payable are not due and payable in the current period, and therefore are not reported as liabilities in the funds. The long -term debt was \$1,276,088. The net effect of including the beginning balances for the capital assets (net of depreciation) and long-term debt in the governmental activities is to increase net position. 2,793,777

Current year capital outlays and long-term debt principal payments are expended in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of including the 2015 capital outlays and debt principal payments is to increase net position. 480,943

Included in the items related to debt is the recognition of the District's net pension liability required by GASB 68 in the amount of \$6,403, Deferred Resources Inflows of \$31,946, and Deferred Resource Outflow of \$104,109. This resulted in a Increase in Net Position 65,760

The 2015 depreciation expense increased accumulate Depreciation. The net effect on the current year's depreciation is to decrease net position. (223,589)

Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, eliminating interfund transactions, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net position. 197,066

Net Position of Governmental Activities \$ 4,514,758

The accompanying notes are an integral part of this statement.

This page intentionally left blank

EDWARDS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED SEPTEMBER 30, 2015

	General Fund	Road and Bridge Funds	Grant Funds
REVENUES:			
Taxes			
Property Taxes	\$ 1,951,543	\$ 425,471	\$ -
Intergovernmental	40,481	18,565	-
Licenses & Permits	28,613	156,199	-
Charges for services	138,301	-	-
Fines & Forfeitures	80,423	-	-
Interest	2,962	1,762	-
Grant Revenue	127,522	-	283,704
Grant Donations / County Match	-	-	-
Miscellaneous	46,117	40,314	-
Total Revenue	<u>2,415,963</u>	<u>642,311</u>	<u>283,704</u>
EXPENDITURES:			
Current:			
General Government			
General Administration	443,338	-	-
Financial Administration	54,477	-	-
Tax Administration	98,685	-	-
Facilities Management	73,805	-	-
Judicial System	538,290	-	-
Public Safety	621,733	-	-
Corrections and Rehabilitation	301,145	-	-
Health and Human Services			
Health Care	-	-	-
Public Health	14,234	-	-
Human Services	-	-	-
Community and Economic Development	100,113	-	-
Infrastructure and Environmental Services	-	292,080	401,050
Debt Service:			
Debt Service - Principal on long-term debt	-	-	-
Debt Service - Interest on long-term debt	-	-	-
Total Expenditures	<u>2,245,820</u>	<u>292,080</u>	<u>401,050</u>
Excess (Deficiency) Revenues Over Expenditures	<u>170,143</u>	<u>350,231</u>	<u>(117,346)</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers In	-	-	9,690
Operating Transfers Out	(9,690)	-	-
Proceeds from Loans	46,015	-	-
Total Other Financing Sources (Uses)	<u>36,325</u>	<u>-</u>	<u>9,690</u>
Net Change in Fund Balances	206,469	350,231	(107,656)
Fund Balance - October 1 (Beginning)	58,420	313,931	197,026
Prior Period Adjustment	-	-	-
Fund Balance - September 30 (Ending)	<u>\$ 264,889</u>	<u>\$ 664,162</u>	<u>\$ 89,370</u>

The accompanying notes are an integral part of this statement.

Interest & Sinking Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 69,454	\$ -	\$ 2,446,468
-	-	59,045
-	-	184,812
-	26,486	164,787
-	1,730	82,153
-	-	4,724
-	-	411,227
-	-	-
-	-	86,432
<u>69,454</u>	<u>28,216</u>	<u>3,439,648</u>
-	330	443,669
-	-	54,477
-	-	98,685
-	-	73,805
-	3,225	541,515
-	6,974	628,706
-	-	301,145
-	-	-
-	-	14,234
-	-	-
-	-	100,113
-	-	693,130
18,000	-	18,000
49,583	-	49,583
<u>67,583</u>	<u>10,529</u>	<u>3,017,063</u>
<u>1,871</u>	<u>17,686</u>	<u>422,585</u>
-	-	9,690
-	-	(9,690)
-	-	46,015
-	-	46,015
1,871	17,686	468,600
67,008	95,815	732,201
-	-	-
<u>\$ 68,879</u>	<u>\$ 113,502</u>	<u>\$ 1,200,801</u>

EDWARDS COUNTY, TEXAS
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
 REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED SEPTEMBER 30, 2015

Total Net Change in Fund Balances - Governmental Funds	\$ 468,600
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the 2015 capital outlays and debt principal payments is to increase net position.	480,943
The implementation of GASB 68 required that certain expenditures made after the measurement date of 12/30/2014 be de-expended and recorded as deferred resource outflows. The District recorded their pension expense during the measurement period as part of the net pension liability. The impact of all of these is to increase net position.	39,362
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect on the current year's depreciation is to decrease net position.	(223,589)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net position.	(122,508)
 Change in Net Position of Governmental Activities	 <u>\$ 642,808</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED SEPTEMBER 30, 2015

	Agency Funds
ASSETS:	
Cash & Cash Equivalents	\$ 169,845
Due to Other Funds	-
Total Assets	<u>\$ 169,845</u>
LIABILITIES:	
Due to Others	<u>\$ 169,845</u>
Total Liabilities	<u>\$ 169,845</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The authority of county governments and their specific functions and responsibilities are created by and dependent upon laws and legal regulations of the Texas State Constitution and V.A.C.S. Edwards County (the County) operates under a county judge/commissioners court type of government as provided by state statute. The financial and reporting policies of the County conform to accounting principles generally accepted in the United States of America ("GAAP") applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments include those principles prescribed by the Governmental Accounting Standards Board ("GASB"), which includes all statements and interpretations of the National Council on Governmental Accounting unless modified by the GASB, and those principles prescribed by the American Institute of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units*.

A. Reporting Entity

The Commissioners' Court has governance responsibilities over all activities related to Edwards County, Texas. The County receives funding from local, state and federal government sources and must comply with the concomitant requirements of these funding source entities. However, the County is not included in any other governmental "reporting entity" as defined by Governmental Accounting Standards Board ("GASB"), Statement No. 14, "The Financial Reporting Entity", since County Commissioners and the County Judge are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. There are no separate organizations for which the County is financially accountable. There are no separate organizations for which the nature and significance of their relationship with the County are such that exclusion would cause Edwards County's financial statements to be misleading or incomplete.

The County provides the following services to its citizens: public safety (law enforcement and detention, fire and ambulance), public transportation (roads and bridges), health and welfare (pauper care, health clinic facilities, meals for the elderly and indigent health care), culture and recreation facilities, conservation, public facilities, judicial and legal, election functions, and general and financial administrative services.

B. Government-wide and fund financial statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the Edwards County nonfiduciary activities with most of the interfund activities removed. Interfund services provided and used are not eliminated in the process of consolidation. Governmental Activities include programs supported primarily by taxes, fines and fees, grants and other intergovernmental revenues.

The Statement of Activities presents a comparison between expenses and program revenues for each function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include a) fees, fines and charges paid by the recipients of goods and services offered by the program, and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

All interfund transactions between governmental funds are eliminated on the government-wide statements.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

The fund financial statements provide reports on the financial condition and results of operations for three fund categories – governmental, proprietary and fiduciary. Since the resources in the fiduciary funds cannot be used for County operations, they are not included in the government-wide statements. The County considers some governmental funds major and reports their financial condition and results of operations in a separate column.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting, as do the proprietary fund financial statements. Fiduciary funds also utilize the accrual basis of accounting; however, the economic resources measurement focus is not applicable to agency funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become susceptible to accrual – that is, when they become both *measurable* and *available*. Available means collectible within the current period or expected to be collected within 60 days after year-end to be used to pay liabilities of the current period. Expenditures are generally recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes are susceptible to accrual and have been recognized as revenues of the current fiscal period. Licenses and permits, fines and forfeits, and miscellaneous revenues are recorded as revenues when received because they are generally not measurable and available until cash is received by the government. Investment earnings are recorded on the accrual basis in all funds.

Intergovernmental revenues are recorded on a basis applicable to the legal and contractual requirements of the individual grant programs. If funds must be expended on the specific purpose or project before any amounts will be paid to the county, revenues are recognized as the expenditures or expenses recorded. If funds are virtually unrestricted and irrevocable, except for failure to comply with required compliance requirements, revenues are recognized when received or susceptible to accrual. Federal and State grants awarded on the basis of entitlement periods are recorded as intergovernmental receivables and revenues when entitlement occurs. All other federal reimbursable-type grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred.

The County reports the following major governmental funds:

General Fund – The General Fund is the County’s primary operating fund. It accounts for and reports all financial resources not accounted for and reported in another fund. The General Fund balance is available for any purpose, provided it is expended or transferred in accordance with the legally adopted budget of the County.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Road & Bridge Fund – The Road & Bridge Fund is a special revenue fund that accounts for and reports the financial resources received from a designated part of the annual property tax levy and auto registration fees and traffic fines, which are used for operating and maintaining County owned roads and bridges.

Grant Fund – The Grant Fund is used to account for grant proceeds and expenditures from state and federal sources.

Interest & Sinking Fund – The Interest & Sinking Fund is used to account for the payment of the long-term debt of the County.

Additionally, the County reports the following fund types:

Governmental Funds:

Special Revenue Funds – The County uses these funds to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Fiduciary Funds:

Trust and Agency Funds – The County accounts for and reports resources held for others in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurements of results of operations. Agency funds are used to account bond money received and held for others as a result of action in the County or District Courts, and to account for monies received and held in trust for other individuals or entities as a result of action in County and District Courts.

D. Assets, liabilities, and net assets of equity

1. Deposits and investments

The County considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

Investments for the County are recorded at fair value for all funds.

2. Receivables and payables

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position.

In the fund financial statements, governmental fund types recognized bond premiums and discounts as well as bond issuance costs, during the current period. The face amount of the 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.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

3. Inventories and prepaid items

Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed.

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.

4. Capital Assets

Capital assets include land, buildings, furniture and equipment and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The County depreciates capital assets using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	50
Buildings	50
Improvements (Other than Buildings)	20
Vehicles and Road Equipment	5
Office Equipment	5
Computer Equipment	5

5. Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. Vacation pay is accrued in the government-wide financial statements. Comp time is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the government-wide financial statements.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary information

The County follows these procedures in establishing the budgetary data reflected in these basic financial statements:

1. The County Judge, as budget officer, with the assistance of the County Treasure, prepares a budget to cover all proposed expenditures and the means of financing them, for the succeeding year and delivers the proposed budget to Commissioners' Court.
2. Commissioners' Court holds budget sessions with each department head.
3. Commissioners' Court holds budget hearings for the public at which all interested persons' comments concerning the budget are heard.
4. Commissioners' Court formally adopts the budget in an open court meeting. Annual budgets are legally adopted for the General Fund, and the Road and Bridge Fund. The budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America.
5. The adopted budget becomes the authorization for all legal expenditures for the County for the fiscal year. Unencumbered appropriation balances lapse at year end and revert to the respective funds from which they were originally appropriated, thus becoming available for future appropriation.

Expenditures may not legally exceed appropriations at the departmental level for each legally adopted annual operating budget. Amendments to the 2013 budget were approved by the Commissioners' Court as provided by law. The reported budgetary data has been revised for amendments legally authorized during the year.

6. The formally adopted budget may legally be amended by commissioners in accordance with article 689A-11 or 689A-20 of Vernon's Annotated Civil Statutes. Management does not amend the budget above the departmental level without approval by the Commissioners' Court. The legal level of budgetary control is at the fund level.

NOTE 3 PROPERTY TAXES

Property taxes are levied by October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed.

Legislation was passed in 1979 and amended in 1981 by the Texas Legislature which affects the methods of property assessment and tax collection in the County. This legislation, with certain exceptions, exempts intangible personal property, household goods and family-owned automobiles from taxation. In addition, this legislation creates a "Property Tax Code" and provides, among other things, for the establishment of county-wide appraisal districts and for the State Property Tax Board which commenced operation in January, 1980.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 3 PROPERTY TAXES, continued

As of October 1, 1981, the appraisal of property within the County was the responsibility of the county-wide appraisal district. The Appraisal District is required under the Property Tax Code to assess all property within the Appraisal District on the basis of 100% of its appraised value and is prohibited from applying any assessment ratios. Beginning January 1, 1984, the value of property within the Appraisal District must be reappraised every three years. The County may challenge appraised values established by the Appraisal District through various appeals and, if necessary, legal action. Under this legislation, the County continues to set tax rates on County property.

However, if the effective tax rates for bonds and other contractual obligations and adjustments for new improvements, exceeds the rate for the previous year by more than 8%, qualified voters of the County may petition for an election to determine whether to limit the tax rate to no more than 8% above the effective tax rate of the previous year. The Appraisal District is governed by a Board of Directors elected by the governing bodies of the taxing entities within the District. The Board of Directors appoints a Chief Appraiser to act as Chief Administrator of the Appraisal District and an Appraisal Review Board to equalize appraised values.

The County's taxes on real property are a lien against such property until paid. The County may foreclose real property upon which it has a lien for unpaid taxes. Although the County makes little effort to collect delinquent taxes through foreclosure proceedings, delinquent taxes on property not otherwise collected are generally paid when there is a sale or transfer of the title on property.

Property tax revenues are recognized in the accounting period in which they become both measurable and available. Property tax revenues are considered measurable at the time of levy and are recognized as deferred revenue and taxes receivable, net of an allowance for estimated uncollectible taxes, at that time. Property tax revenues are considered available if collected within 60 days subsequent to year end.

NOTE 4: DEPOSITS, SECURITIES, AND INVESTMENTS

Legal and Contractual Provisions Governing Deposits and Investments

The funds of the County must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. The depository bank places approved pledged securities for safekeeping and trust with the County's agent bank 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.

At September 30, 2015, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$1,391,601 and the bank balance was \$1,463,698.

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the County to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit.

Statutes authorize the County to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5)

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in compliance with the requirements of the Act and with local policies.

The County had the following investments at September 30, 2015:

None

Policies Governing Deposits and Investments

In compliance with the Public Funds Investment Act, the County has adopted a deposit and investment policy. That policy does address the following risks:

Custodial Credit Risk – Deposits: This is the risk that in the event of bank failure, the County’s deposits may not be returned to it. The County’s policy regarding types of deposits allowed and collateral requirements is to deposit funds in FDIC insurance banks which have sufficient pledged collateral. The County was not exposed to custodial credit risk since its deposits at year-end and during the year ended September 30, 2015 was covered by depository insurance or by pledged collateral held by the County’s agent bank in the County’s name.

NOTE 5: INTERFUND BALANCES AND TRANSFERS

Interfund transfers during the year ended September 30, 2015 consisted of the following:

<u>Governmental Funds</u>	<u>Transfer To Other Funds</u>	<u>Transfer From Other Funds</u>
General Fund	\$ 9,690	
Grant Funds	-	9,690
	\$ 9,690	\$ 9,690

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 6: CAPITAL ASSET ACTIVITY

Capital asset activity for the County for the year ended September 30, 2015 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<i>Governmental activities:</i>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 116,045	\$ -	\$ -	\$ 116,045
Construction in Progress	1,592,782	401,050	1,724,521	269,311
Total capital assets not being depreciated	<u>1,708,827</u>	<u>401,050</u>	<u>1,724,521</u>	<u>385,356</u>
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	3,154,624	1,724,521	-	4,879,145
Machinery, Equipment and Vehicles	2,000,003	46,015	-	2,046,018
Intangibles	202,129	-	-	202,129
Infrastructure	428,800	-	-	428,800
Total capital assets being depreciated	<u>5,785,556</u>	<u>1,770,536</u>	<u>-</u>	<u>7,556,092</u>
Less accumulated depreciation for:				
Buildings and Improvements	1,227,291	84,963	-	1,312,254
Machinery, Equipment and Vehicles	1,679,169	98,200	-	1,777,369
Intangibles	89,258	40,426	-	129,684
Infrastructure	428,800	-	-	428,800
Total accumulated depreciation	<u>3,424,518</u>	<u>223,589</u>	<u>-</u>	<u>3,648,107</u>
Total capital assets being depreciated, net	<u>2,361,038</u>	<u>1,546,947</u>	<u>-</u>	<u>3,907,985</u>
Governmental activities capital assets, net	<u>\$ 4,069,865</u>	<u>\$ 1,947,997</u>	<u>\$ 1,724,521</u>	<u>\$ 4,293,341</u>

Depreciation was charged to functions as follows:

Governmental Activities:

General Administration	\$ 38,956
Financial Administration	\$ 3,250
Facilities Management	34,790
Judicial	370
Public Safety	49,058
Corrections and Rehabilitation	15,057
Human Services	2,400
Infrastructure and Environmental	79,708
	<u>\$ 223,589</u>

EDWARDS COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2015

NOTE 7: COMMITMENTS UNDER LEASES

Operating Leases

Commitments under operating (non-capitalized) lease agreements for equipment provide for minimum future rental payments as of September 30th as follows:

<u>Year Ending September 30</u>	<u>Amount</u>
2016	3,669
2017	917
Total Minimum Rentals	<u>\$ 4,586</u>
Rental Expenditures in Current Year	<u>\$ 4,313</u>

NOTE 8: LONG-TERM DEBT

Certificates of Obligation

Current requirements for Certificates of Obligation of the County are accounted for in the Interest & Sinking Fund.

The County issued \$1,304,000 in Certificates of Obligation, to provide for the building of the Courthouse annex. The interest rate for the Certificates of Obligations is 4.125%. The Certificates of Obligation were issued through USDA.

Notes Payable

Current requirements for Notes Payable of the County are accounted for in the Interest & Sinking Fund.

The County issued \$73,895.05 in Notes Payable, to finance the purchase of CopSync 911 system. The interest rate for the Note is 4.99%..

The following table summarizes the annual debt service requirements at September 30, 2015 to maturity:

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2016	83,866	50,748	134,614
2017	38,792	49,023	87,815
2018	20,000	47,231	67,231
2019	21,000	46,386	67,386
2020	22,000	45,499	67,499
2021-2025	125,000	212,747	337,747
2026-2030	152,000	184,305	336,305
2031-2035	186,000	157,059	343,059
2036-2040	227,000	107,023	334,023
2041-2045	278,000	55,193	333,193
2046-2047	124,000	5,074	129,074
Totals	<u>\$ 1,277,658</u>	<u>\$ 960,287</u>	<u>\$ 2,237,945</u>

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

NOTE 8: LONG-TERM DEBT- Continued

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities</u>					
Certificates of Obligation	\$ 1,211,000	\$ -	\$ 18,000	\$ 1,193,000	\$ 19,000
Notes Payable	52,265	46,015	13,622	84,658	64,866
	1,263,265	46,015	31,622	1,277,658	83,866
Compensated Absences	12,823	10,567	12,823	10,567	-
Total governmental activities	\$ 1,276,088	\$ 56,582	\$ 44,445	\$ 1,288,225	\$ 83,866

NOTE 9: RISK MANAGEMENT

The County's risk management program includes coverage for property, general liability, automobile liability, law enforcement liability, public officials' liability and employee dishonesty bonds. The County carries commercial insurance.

NOTE 10: COMPENSATED ABSENCES

Accumulated unpaid annual leave is not accrued in governmental funds using the modified accrual basis of accounting, but is reflected in the Government-Wide Statement of Net Position. At September 30th, accrued employee benefits recorded on the Statement of Net Position were as follows: Annual leave pay - \$10,567. All unpaid employee leave is due to active employees. Any unpaid leave due to an employee who is terminated is paid immediately upon the termination. The liability has typically been liquidated primarily in the General Fund and Road and Bridge Fund.

NOTE 11: EMPLOYEES' RETIREMENT PLAN

A. Plan Description

Edwards County provides retirement, disability, and death benefits for all of its full-time employees through a non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The board of trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public retirement system consisting of 677 non-traditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at Post Office Box 2034. Austin, TX 78768-2034.

B. 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.

C. Contributions

The contribution rates for employees is 4%, 5% 6% or 7% of compensation as adopted by the governing body of the district. Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer's plan. Employer contribution rates are determined annually

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

and approved by the TCDRS Board of Trustees. Pursuant to state law, employers participating in the system must pay 100% of their actuarially determined required contributions on an annually basis.

Employees of the district were required to contribute 7% of their annual gross earnings during the fiscal year. The district's contribution to TCDRS for the year ended September 30, 2015 were \$97,801 and were equal to the required contribution.

D. Net Pension Liability

The district's Net Pension Liability (NPL) was measured as of December 31, 2014, 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, 2014 actuarial valuation was determined using the following actuarial assumptions:

Inflation	3.0% per year
Overall payroll growth	2.5% per year
Investment rate of return	8.0%

The annual salary increase rates assumed for individual members vary by length of service and by the entry-age group. The annual rates consist of a general wage inflation component of 3.5% (made up of 3.0% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.4% per year for a career employee.

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.

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-yr time horizon; the most recent analysis was performed in 2013.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

Asset Class	Benchmark	Target Allocation	Geometric Real Rate of Return (Expected minus Inflation)
US Equities	Dow Jones U.S. Total Stock Market Index	16.50%	5.35%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	12.00%	8.35%
Global Equities	MSCI World (net) Index	15.0%	5.65%
International Equities - Developed	50% MSCI World Ex USA (net) + 50% MSCI World ex USA 100% Hedged to USD (net) Index	11.00%	5.35%
International Equities - Emerging	50% MSCI EM Standard (net) Index + 50% MSCI EM 100% Hedged to USD (net) Index	9.00%	6.35%
Investment-Grade Bonds	Barclay's Capital Aggregate Bond Index	3.00%	0.55%
High Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.70%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	5.00%	5.54%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	2.00%	5.80%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	6.75%
REIT Equities	67% FTSE NAREIT Equity REIT; Index + 33% FRSE EPRA/NAREIT Global Real Estate Fund	2.00%	4.00%
Commodities	Bloomberg Commodities Index	2.00%	-0.20%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	5.30%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	3.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFR) Fund of Funds Composite Index	25.00%	5.15%

E. Discount Rate

The discount rate used to measure the Total Pension Liability was 8.1%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 8.00%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

Changes in the Net Pension Liability

	Increase (Decrease)		Net Pension Liability/(Asset)
	Total Pension Liability	Fiduciary Net Position	
	(a)	(b)	(a) - (b)
Balances as of December 31, 2013	\$ 2,603,811	\$ 2,556,392	\$ 47,419
Changes for the year:			
Service cost	133,968	-	133,968
Interest on total pension liability	211,608	-	211,608
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	(47,920)	-	(47,920)
Effect of assumptions changes or inputs	-	-	-
Refund of Contributions	(43,532)	(43,532)	-
Benefit payments	(72,828)	(72,828)	-
Administrative expenses	-	(2,056)	2,056
Member contributions	-	67,503	(67,503)
Net investment income	-	168,941	(168,941)
Employer contributions	-	101,351	(101,351)
Other	-	2,933	(2,933)
Balances as of December 31, 2014	\$ 2,785,107	\$ 2,778,704	\$ 6,403

Sensitivity Analysis

The following presents the net pension liability of the district, calculated using the discount rate of 8.10%, as well as what the Edwards County 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.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

	1% Decrease	Current Discount Rate	1% Increase
	7.10%	8.10%	9.10%
Total pension liability	\$ 3,143,580	\$ 2,785,107	\$ 2,489,432
Fiduciary net position	2,778,704	2,778,704	2,778,704
Net pension liability/(Asset)	\$ 364,876	\$ 6,403	\$ (289,272)

Pension Plan Fiduciary Net Position

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

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

For the current year, the district recognized pension expense of \$58,439.

As of December 31, 2014, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 31,946	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings	-	33,842
Contributions made subsequent to measurement date	N/A	70,267
Total	<u>\$ 31,946</u>	<u>\$ 104,109</u>

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

Year ended December 31:	
2015	(7,513)
2016	(7,513)
2017	8,461
2018	8,461
2019	0
Thereafter	0

NOTE 12: CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustments by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2015

which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

NOTE 13: PRIOR PERIOD ADJUSTMENT

During fiscal year 2015, the District adopted GASB Statement No. 68 for Accounting and Reporting for Pensions. With GASB 68, the District must report the Net Pension Liability with the Texas County & District Retirement System. Adoption of GASB 68 required a prior period adjustment to report the effect of GASB 68 retroactively.

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION

EDWARDS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Budgeted Amounts		Actual Amounts GAAP Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes				
Property Taxes	\$ 2,133,510	\$ 2,133,510	\$ 1,951,543	\$ (181,967)
Intergovernmental	38,333	38,333	40,481	2,148
Licenses & Permits	-	-	28,613	28,613
Charges for services	111,700	111,700	138,301	26,601
Fines & Forfeitures	125,000	125,000	80,423	(44,577)
Interest	5,000	5,000	2,962	(2,038)
Grant Revenue	-	-	127,522	127,522
Miscellaneous	2,000	2,000	46,117	44,117
Total Revenue	<u>2,415,543</u>	<u>2,415,543</u>	<u>2,415,963</u>	<u>420</u>
EXPENDITURES:				
Current:				
General Government				
General Administration	450,004	450,004	443,338	6,666
Financial Administration	63,440	63,440	54,477	8,963
Tax Administration	107,035	107,035	98,685	8,350
Facilities Management	85,588	85,588	73,805	11,783
Judicial System	646,629	646,629	538,290	108,339
Public Safety	552,766	552,766	621,733	(68,967)
Corrections and Rehabilitation	322,915	322,915	301,145	21,770
Health and Human Services				
Health Care	50,000	50,000	-	50,000
Public Health	16,440	16,440	14,234	2,206
Human Services	-	-	-	-
Community and Economic Development	115,421	115,421	100,113	15,308
Total Expenditures	<u>2,410,238</u>	<u>2,410,238</u>	<u>2,245,820</u>	<u>164,418</u>
Excess (Deficiency) Revenues Over Expenditures	<u>5,305</u>	<u>5,305</u>	<u>170,143</u>	<u>164,838</u>
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	-	(9,690)	(9,690)
Proceeds from Loans	-	-	46,015	46,015
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>36,326</u>	<u>36,326</u>
Net Change in Fund Balances	5,305	5,305	206,469	201,164
Fund Balance - October 1 (Beginning)	58,420	58,420	58,420	-
Prior Period Adjustment	-	-	-	-
Fund Balance - September 30 (Ending)	<u>\$ 63,725</u>	<u>\$ 63,725</u>	<u>\$ 264,889</u>	<u>\$ 201,164</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ROAD & BRIDGE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Budgeted Amounts		Actual Amounts GAAP Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes				
Property Taxes	\$ 461,971	\$ 461,971	\$ 425,471	\$ (36,500)
Intergovernmental	21,000	21,000	18,565	(2,435)
Licenses & Permits	140,000	140,000	156,199	16,199
Charges for services	-	-	-	-
Fines & Forfeitures	-	-	-	-
Interest	-	-	1,762	1,762
Miscellaneous	10,000	10,000	40,314	30,314
Total Revenue	632,971	632,971	642,311	9,340
EXPENDITURES:				
Current:				
Infratructure and Environmental Services	538,833	538,833	292,080	246,753
Total Expenditures	538,833	538,833	292,080	246,753
Excess (Deficiency) Revenues Over Expenditures	94,138	94,138	350,231	256,093
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	-	-	-
Proceeds from Issuance of Long-term Debt	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	94,138	94,138	350,231	256,093
Fund Balance - October 1 (Beginning)	313,931	313,931	313,931	-
Fund Balance - September 30 (Ending)	\$ 408,069	\$ 408,069	\$ 664,162	\$ 256,093

The accompanying notes are an integral part of this statement.

This page intentionally left blank

EDWARDS COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
SEPTEMBER 30, 2015

	Year Ended December 31									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Total Pension Liability										
Service cost	\$ 133,968	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on total pension liability	211,608	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of plan changes	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of assumption changes or input	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of economic gains or losses	(47,920)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit payments/refund of contributions	(116,360)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net change in total pension liability	181,296	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total pension liability, beginning	2,603,811	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total pension liability, ending	\$ 2,785,107	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position										
Employer contributions	\$ 101,351	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Member contributions	67,503	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Investment income net of investment expenses	168,941	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit payments/refunds of contributions	(116,360)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Administrative expenses	(2,056)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Other	2,933	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net change in fiduciary net position	222,312	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net position, beginning	2,556,392	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net position, ending	\$ 2,778,704	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability/asset	\$ 6,403	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net position as a % of total pension liability	99.77%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Pension covered payroll	\$ 964328	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability as a % of covered payroll	0.66%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

EDWARDS COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
SEPTEMBER 30, 2015

Year Ending December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pension Covered Payroll (1)	Actual Contribution as a % of Covered Payroll
2005	Not Available	Not Available	Not Available	Not Available	Not Available
2006	\$ 59,199	\$ 59,199	\$ -	\$ 631,120	9.4%
2007	82,091	82,091	-	723,904	11.3%
2008	95,840	95,840	-	867,333	11.0%
2009	92,297	92,297	-	913,835	10.1%
2010	97,653	97,653	-	973,611	10.0%
2011	104,861	104,861	-	1,037,202	10.1%
2012	105,727	105,727	-	1,027,473	10.3%
2013	102,970	102,970	-	1,013,488	10.2%
2014	101,351	101,351	-	964,328	10.5%

(1) Payroll is calculated based on contributions as reported to TCDRS

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

EDWARDS COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVENMENTAL FUNDS
 SEPTEMBER 30, 2015

	77 CLERK TECHNOLOGY FUND	40 CONSTABLE TRAINING FUND	45 COURTHOUSE SECURITY FUND
ASSETS			
Cash and Cash Equivalents	\$ 232	\$ 1,471	\$ 14,023
Taxes Receivable	-	-	-
Allowance for Uncollectible Taxes (Credit)	-	-	-
Receivables (Net)	-	-	-
Due from Other Governments	-	-	-
Due from Other Funds	-	-	-
Total Assets	<u>\$ 232</u>	<u>\$ 1,471</u>	<u>\$ 14,023</u>
LIABILITIES			
Accounts Payable	\$ -	\$ -	\$ -
Accrued Wages Payable	-	-	-
Bank Overdraft	-	-	-
Due to Other Funds	-	-	-
Due to Other Governments	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOW OF RESOURCES			
Unavailable Revenue- Property Taxes	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Restricted For:			
Administration	232	-	-
Archives	-	-	-
Construction	-	-	-
Judicial	-	-	-
Public Safety	-	1,471	14,023
Public Transportation	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>232</u>	<u>1,471</u>	<u>14,023</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 232</u>	<u>\$ 1,471</u>	<u>\$ 14,023</u>

50 JP TECHNOLOGY FUND	60 LAW ENFORCEMENT TRAINING FUND	70 LAW LIBRARY FUND	75 RECORDS MANAGEMENT FUND	63 WRIT OF EXECUTION FUND
\$ 7,991	\$ 1,566	\$ 1,194	\$ 55,605	\$ 120
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 7,991</u>	<u>\$ 1,566</u>	<u>\$ 1,194</u>	<u>\$ 55,605</u>	<u>\$ 120</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
7,991	-	1,194	-	120
-	1,566	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>7,991</u>	<u>1,566</u>	<u>1,194</u>	<u>55,605</u>	<u>120</u>
<u>\$ 7,991</u>	<u>\$ 1,566</u>	<u>\$ 1,194</u>	<u>\$ 55,605</u>	<u>\$ 120</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVENMENTAL FUNDS - Continued
 SEPTEMBER 30, 2015

	80 CHILD SAFETY FUND	55 SHERIFF K-9 FUND	65 LAW ENFORCEMENT FORFITURE FUND
ASSETS			
Cash and Cash Equivalents	\$ 16,787	\$ 6,800	\$ 4,964
Taxes Receivable			
Allowance for Uncollectible Taxes (Credit)	-	-	-
Receivables (Net)	-	-	-
Due from Other Governments	-	-	-
Due from Other Funds	-	-	-
Total Assets	<u>\$ 16,787</u>	<u>\$ 6,800</u>	<u>\$ 4,964</u>
LIABILITIES			
Accounts Payable	\$ -	\$ -	\$ -
Accrued Wages Payable	-	-	-
Bank Overdraft	-	-	-
Due to Other Funds	-	-	-
Due to Other Governments	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOW OF RESOURCES			
Unavailable Revenue- Property Taxes	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Restricted For:			
Administration	-	-	-
Archives	-	-	-
Construction	-	-	-
Judicial	-	-	-
Public Safety	16,787	6,800	4,964
Public Transportation	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>16,787</u>	<u>6,800</u>	<u>4,964</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 16,787</u>	<u>\$ 6,800</u>	<u>\$ 4,964</u>

WORK ORDER FUND	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
\$ 2,749	\$ 113,502
-	-
-	-
-	-
-	-
<u>\$ 2,749</u>	<u>\$ 113,502</u>
\$ -	\$ -
-	-
-	-
-	-
-	-
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
-	-
<u>-</u>	<u>-</u>
-	232
-	55,605
-	-
-	9,304
-	45,612
2,749	2,749
-	-
<u>2,749</u>	<u>113,502</u>
<u>\$ 2,749</u>	<u>\$ 113,502</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED SEPTEMBER 30, 2015

	77 CLERK TECHNOLOGY FUND	40 CONSTABLE TRAINING FUND	45 COURTHOUSE SECURITY FUND
REVENUES:			
Taxes			
Property Taxes	\$ -	\$ -	\$ -
Other Taxes	-	-	-
Intergovernmental	-	-	-
Licenses & Permits	-	-	-
Charges for services	12	659	2,244
Fines & Forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
Total Revenue	<u>12</u>	<u>659</u>	<u>2,244</u>
EXPENDITURES:			
Current:			
General Government			
General Administration	-	-	-
Financial Administration	-	-	-
Tax Administration	-	-	-
Facilities Management	-	-	-
Judicial System	-	-	-
Public Safety	-	-	-
Corrections and Rehabilitation	-	-	-
Health and Human Services	-	-	-
Health Care	-	-	-
Public Health	-	-	-
Human Services	-	-	-
Community and Economic Development	-	-	-
Infrastructure and Environmental Services	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) Revenues Over Expenditures	<u>12</u>	<u>659</u>	<u>2,244</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	12	659	2,244
Fund Balance - October 1 (Beginning)	220	812	11,779
Prior Period Adjustment	-	-	-
Fund Balance -September 30 (Ending)	<u>\$ 232</u>	<u>\$ 1,471</u>	<u>\$ 14,023</u>

50 JP TECHNOLOGY FUND	60 LAW ENFORCEMENT TRAINING FUND	70 LAW LIBRARY FUND	RECORDS MANAGEMENT FUND	63 WRIT OF EXECUTION FUND
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
781	1,416	2,286	13,398	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>781</u>	<u>1,416</u>	<u>2,286</u>	<u>13,398</u>	<u>-</u>
-	-	-	330	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
562	-	2,663	-	-
-	702	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>562</u>	<u>702</u>	<u>2,663</u>	<u>330</u>	<u>-</u>
<u>219</u>	<u>714</u>	<u>(378)</u>	<u>13,068</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
219	714	(378)	13,068	-
7,772	852	1,571	42,537	120
-	-	-	-	-
<u>\$ 7,991</u>	<u>\$ 1,566</u>	<u>\$ 1,194</u>	<u>\$ 55,605</u>	<u>\$ 120</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS - Continued
YEAR ENDED SEPTEMBER 30, 2014

	80 CHILD SAFETY FUND	55 SHERIFF K-9 FUND	70 LAW ENFORCEMENT FORFITURE FUND
REVENUES:			
Taxes			
Property Taxes	\$ -	\$ -	\$ -
Other Taxes	-	-	-
Intergovernmental	-	-	-
Licenses & Permits	-	-	-
Charges for services	2,379	3,310	-
Fines & Forfeitures	-	-	1,730
Interest	-	-	-
Miscellaneous	-	-	-
Total Revenue	<u>2,379</u>	<u>3,310</u>	<u>1,730</u>
EXPENDITURES:			
Current:			
General Government			
General Administration	-	-	-
Financial Administration	-	-	-
Tax Administration	-	-	-
Facilities Management	-	-	-
Judicial System	-	-	-
Public Safety	-	6,272	-
Corrections and Rehabilitation	-	-	-
Health and Human Services	-	-	-
Health Care	-	-	-
Public Health	-	-	-
Human Services	-	-	-
Community and Economic Development	-	-	-
Infrastructure and Environmental Services	-	-	-
Total Expenditures	<u>-</u>	<u>6,272</u>	<u>-</u>
Excess (Deficiency) Revenues Over Expenditures	<u>2,379</u>	<u>(2,962)</u>	<u>1,730</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,379	(2,962)	1,730
Fund Balance - January 1 (Beginning)	14,408	9,762	3,234
Prior Period Adjustment	-	-	-
Fund Balance - December 31 (Ending)	<u>\$ 16,787</u>	<u>\$ 6,800</u>	<u>\$ 4,964</u>

WORK ORDER FUND	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
\$ -	\$ -
-	-
-	-
-	-
-	26,486
-	1,730
-	-
-	-
<u>-</u>	<u>28,216</u>
-	330
-	-
-	-
-	-
-	3,225
-	6,974
-	-
-	-
-	-
-	-
<u>-</u>	<u>10,529</u>
<u>-</u>	<u>17,686</u>
-	-
-	-
<u>-</u>	<u>-</u>
<u>-</u>	<u>17,686</u>
2,749	95,815
-	-
<u>\$ 2,749</u>	<u>\$ 113,502</u>

The accompanying notes are an integral part of this statement.