

EDWARDS COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2021

EDWARDS COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
for the Year Ended September 30, 2021

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FINANCIAL SECTION

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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, 2021, 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, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

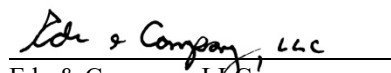
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, 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

June 13, 2022

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, 2021. 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 \$8,144,827 at September 30, 2021.
- During the year, the County's income was \$1,523,472 more than the \$6,015,296 generated in taxes and other revenues for governmental activities.
- The general fund reported a fund balance this year of \$2,779,101.

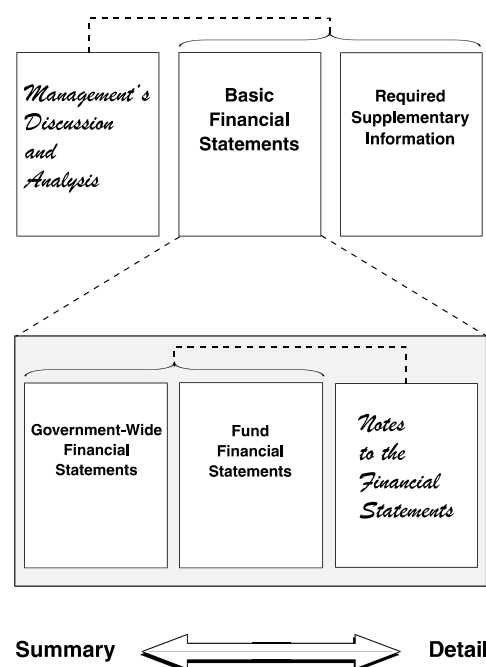
OVERVIEW OF THE FINANCIAL STATEMENTS

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, as listed in the table of contents. 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

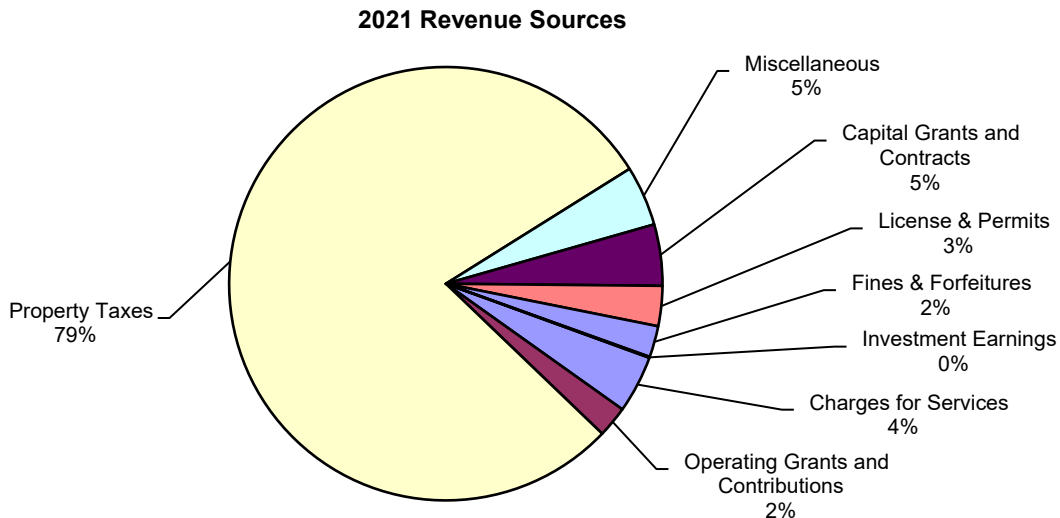
Edwards County's combined net position was approximately \$8.14 million at September 30, 2021. By far the largest portion of the County's net position (approximately 54%) reflects its investment in capital assets (e.g. land, buildings, machinery, equipment), less accumulated depreciation and any related outstanding debt. An additional portion of the County's net position (approximately 8%) 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		
	2021	2020	% Change 2021-2020
Current & Other Assets	\$ 3,696,021	\$ 3,313,195	11.6%
Deferred charge on refunding	-	6,361	-100.0%
Net Pension Asset	11,599	123,681	-90.6%
Capital Assets	4,429,564	4,362,505	1.5%
Total Assets	8,137,184	7,805,742	4.2%
Deferred Outflows of Resources			
Deferred Outflow - Pensions	266,153	104,112	155.6%
Total Deferred Outflows of Resources	266,153	104,112	100.0%
Current Liabilities	80,238	104,646	-23.3%
Net Pension Liability	-	-	0.0%
Long Term Liabilities	-	1,075,000	-100.0%
Total Liabilities	80,238	1,179,646	-93.2%
Deferred Inflows of Resources			
Deferred Inflow - Pensions	178,272	163,049	9.3%
Total Deferred Outflows of Resources	178,272	163,049	9.3%
Net Position			
Invested in Capital Assets, net of related debt	4,410,684	3,276,401	34.6%
Restricted	686,485	1,135,494	-39.5%
Unrestricted	3,047,658	2,155,264	41.4%
Total net position	8,144,827	6,567,159	24.0%

A portion of the County's net position \$686.5 thousand, represents resources that are subject to external restriction on how they may be used. The remaining balance \$3,047.7 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 FY2020 to FY2021.

Governmental Activities – Total revenues for the fiscal year ended September 30, 2021 were 6.0 million. Approximately 79% of the County's revenue comes from taxes. The graph below shows the sources of revenues for FY2021. Table A-2 shows the changes in Net Position between FY2020 and FY2021.



2021 Expenses

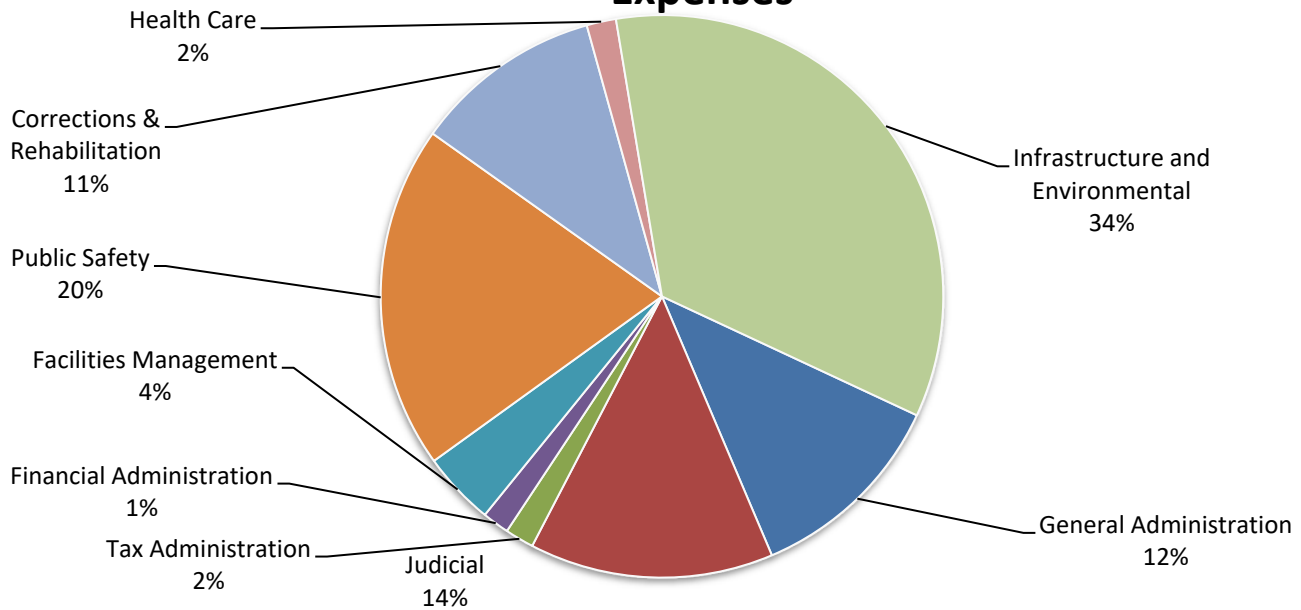


Table A-2
EDWARDS COUNTY TX
CHANGE IN NET POSITION

	Governmental Activities		
	2021	2020	% Change 2021-2020
Revenues:			
Program Revenues:			
Charges for Services	\$ 258,201	\$ 212,994	21.2%
Operating Grants	139,714	87,333	60.0%
Capital Grants	275,000	109,105	152.1%
General Revenue			
Property Taxes	4,748,893	3,815,661	24.5%
License & Permits	180,339	161,628	11.6%
Fines & Forfeitures	139,893	165,345	-15.4%
Investment Earnings	4,384	14,157	-69.0%
Other	268,872	212,161	26.7%
Total Revenue	6,015,296	4,778,384	25.9%
Expenses:			
General Administration	493,336	463,741	6.4%
Financial Administration	65,298	65,620	-0.5%
Tax Administration	70,447	72,660	-3.0%
Facilities Management	178,053	127,469	39.7%
Judicial	593,150	616,252	-3.7%
Public Safety	836,670	847,311	-1.3%
Corrections & Rehabilitation	459,149	443,588	3.5%
Infrastructure and Environment:	1,462,195	1,379,383	6.0%
Health Care	71,321	11,387	100.0%
Public Health	7,900	17,625	-55.2%
Community and Economic Dev.	115,560	124,945	-7.5%
Interest and Fiscal Charges	138,745	37,140	273.6%
Total Expense	4,491,824	4,207,121	6.8%
Increase (Decrease) in Net Positio	1,523,472	571,263	166.7%
Net Position- Beginning	6,621,355	5,995,896	10.4%
Net Position - Ending	8,144,827	6,567,159	24.0%

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 \$3,399.9 thousand, an increase of \$379.0 thousand in comparison with the prior year. Approximately 79.8% of this total amount (\$2,713.4 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 \$686.5 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 \$432,281 more than budgeted amounts. Actual expenses were \$430,194 less the amounts budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2021, the County had invested \$10,370.9 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 0.4 percent from last year.

Table A-4
Edwards County's Capital Assets

	Governmental Activities		% Change 2021-2020
	2021	2020	
Land	\$ 116,045	\$ 116,045	0.0%
Construction in Progress	-	-	0.0%
Infrastructure	1,260,368	1,260,368	0.0%
Building and Improvements	5,154,145	4,879,145	5.6%
Intangibles	260,057	260,057	0.0%
Machinery & Equipment	3,580,262	3,443,749	4.0%
Totals at historical cost	10,370,877	9,959,364	4.1%
Total Accumulated Depreciation	(5,941,314)	(5,596,859)	6.2%
Net Capital Assets	<u>\$ 4,429,563</u>	<u>\$ 4,362,505</u>	<u>1.5%</u>

Long Term Debt – At the end of the fiscal year, the County had no Long Term Debt

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The taxable value used for the FY2022 budget preparation is estimated to be approximately 3.8% higher than FY2021.
- The tax rate established for the FY2022 budget is \$.6522, a decreased from \$.6471 in FY2021.
- FY2022 General Fund Revenues are budgeted at 4,290,042.
- FY2021 General Fund Expenditures are budgeted at 3,469,864.
- 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 2022 fiscal year. If these estimates are realized, the County's budgetary General Fund balance is expected increase.

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, 2021

	Primary Government	
	Governmental Activities	Total
ASSETS		
Cash and Cash Equivalents	\$ 3,427,219	\$ 3,427,219
Receivable (net of allowances for uncollectible)	268,802	268,802
Deferred charge on refunding	-	-
Capital Assets		
Land	116,045	116,045
Infrastructure (Net)	666,370	666,370
Buildings (Net)	3,326,614	3,326,614
Intangibles (Net)	-	-
Machinery and Equipment (Net)	320,535	320,535
Net Pension Asset	11,599	11,599
Total Assets	<u>8,137,184</u>	<u>8,137,184</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension	266,153	266,153
Total Deferred Outflow of Resources	<u>266,153</u>	<u>266,153</u>
LIABILITIES		
Accounts Payable	\$ 43,298	\$ 43,298
Accrued Wages Payable	13,986	13,986
Accrued Payroll Liabilities	22,954	22,954
Noncurrent Liabilities:		
Due Within One Year	-	-
Due in More Than One Year	-	-
Net Pension Liability	-	-
Total Liabilities	<u>80,238</u>	<u>80,238</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows - Pension	178,272	178,272
Total Deferred Inflow of Resources	<u>178,272</u>	<u>178,272</u>
NET POSITION		
Invested in Capital Assets, Net of Related Debt	4,410,684	4,410,684
Restricted for:		
Administration	723	723
Archives	124,287	124,287
Debt Service	51,818	51,818
Judicial	11,735	11,735
Public Safety	64,909	64,909
Public Transportation	433,013	433,013
Unrestricted	3,047,658	3,047,658
Total Net Position	<u>\$ 8,144,827</u>	<u>\$ 8,144,827</u>

The accompanying notes are an integral part of this statement.

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EDWARDS COUNTY, TEXAS
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2021

		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
General Government				
General Adminstration	493,336	194,761	-	-
Financial Adminstration	65,298	-	-	-
Tax Adminstration	70,447	-	-	-
Facilities Management	178,053	10,045	-	-
Judicial System	593,150	22,538	91,642	-
Public Safety	836,670	11,904	34,669	-
Corrections and Rehabilitation	459,149	18,953	-	-
Health and Human Services				
Health Care	71,321	-	-	275,000
Public Health	7,900			
Human Services	-			
Community and Economic Development	115,560		-	
Infrastrucure and Environmental Services	1,462,195		-	-
Interest and Fiscal Charges	138,745	-	13,403	-
Total primary governmental activities	4,491,824	258,201	139,714	275,000

General revenues:

Taxes:

Property Taxes, Levied for General Purposes

License and Permits

Investment earnings

Fines & Forfeitures

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

(298,575)
(65,298)
(70,447)
(168,008)
(478,970)
(790,097)
(440,196)

203,679
(7,900)

-
(115,560)
(1,462,195)
(125,342)

(3,818,909)

4,748,893
180,339
4,384
139,893
268,872

5,342,381

1,523,472

6,621,355

-

\$ 8,144,827

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FUND FINANCIAL STATEMENTS

EDWARDS COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	General Fund	Road and Bridge Funds	Grant Funds	Interest & Sinking Fund
ASSETS				
Cash and Cash Equivalents	\$ 2,571,345	\$ 386,030	\$ 42,252	\$ 39,314
Taxes Receivable	207,670	47,506	-	-
Allowance for Uncollectible Taxes (Credit)	(16,614)	(3,801)	-	-
Receivables (Net)	16,700	16,157	-	174
Due from Other Governments	-	-	-	12,330
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 2,779,101</u>	<u>\$ 445,892</u>	<u>\$ 42,252</u>	<u>\$ 51,818</u>
LIABILITIES				
Accounts Payable	\$ 33,414	\$ 9,884	\$ -	\$ -
Accrued Wages Payable	10,633	3,353	-	-
Payroll Liabilities	5,886	(1,812)	-	-
Bank Overdraft	-	-	-	-
Due to Other Funds	12,330	-	-	-
Due to Other Governments	-	-	-	-
Total Liabilities	<u>62,263</u>	<u>11,425</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOW OF RESOURCES				
Unavailable Revenue- Property Taxes	<u>191,056</u>	<u>43,706</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>191,056</u>	<u>43,706</u>	<u>-</u>	<u>-</u>
FUND BALANCE				
Restricted For:				
Administration	-	-	-	-
Archives	-	-	-	-
Construction	-	-	-	-
Debt Service	-	-	-	51,818
Judicial	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	390,761	42,252	-
Unassigned	<u>2,525,782</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>2,525,782</u>	<u>390,761</u>	<u>42,252</u>	<u>51,818</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 2,779,101</u>	<u>\$ 445,892</u>	<u>\$ 42,252</u>	<u>\$ 51,818</u>

The accompanying notes are an integral part of this statement.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 388,278	\$ 3,427,219
-	255,176
-	(20,415)
1,010	34,041
-	12,330
-	-
<u>\$ 389,288</u>	<u>\$ 3,708,351</u>
\$ -	\$ 43,298
-	13,986
-	4,074
-	-
-	12,330
-	-
<u>-</u>	<u>73,688</u>
-	234,762
-	234,762
723	723
124,287	124,287
-	-
-	51,818
11,735	11,735
64,909	64,909
-	433,013
<u>187,634</u>	<u>2,713,416</u>
<u>389,288</u>	<u>3,399,901</u>
<u>\$ 389,288</u>	<u>\$ 3,708,351</u>

EDWARDS COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

Total Fund Balances - Governmental Funds	\$ 3,399,901
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 \$9,959,365 and accumulate depreciation was \$5,596,859. 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 \$1,086,104. 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.	3,276,401
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 2021 capital outlays and debt principal payments is to increase net position.	1,520,358
Included in the items related to debt is the recognition of the District's net pension asset required by GASB 68 in the amount of \$11,599, Deferred Resources Inflows of \$178,272, and Deferred Resource Outflow of \$266,153. This resulted in a Increase in Net Position	99,480
The 2021 depreciation expense increased accumulate Depreciation. The net effect on the current year's depreciation is to decrease net position.	(386,075)
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.	234,762
Net Position of Governmental Activities	<u><u>\$ 8,144,827</u></u>

The accompanying notes are an integral part of this statement.

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EDWARDS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED SEPTEMBER 30, 2021

	General Fund	Road and Bridge Funds	Grant Funds
REVENUES:			
Taxes			
Property Taxes	\$ 3,763,525	\$ 950,834	\$ -
Intergovernmental	81,298	18,487	-
Licenses & Permits	-	180,339	-
Charges for services	228,879	-	-
Fines & Forfeitures	139,250	-	-
Interest	4,021	363	-
Grant Revenue		-	314,929
Miscellaneous	266,074	9,031	-
Total Revenue	<u>4,483,047</u>	<u>1,159,054</u>	<u>314,929</u>
EXPENDITURES:			
Current:			
General Government			
General Administration	471,093	-	-
Financial Administration	65,961	-	-
Tax Administration	71,344	-	-
Facilities Management	136,691	-	-
Judicial System	583,921	-	10,344
Public Safety	862,658	-	34,669
Corrections and Rehabilitation	473,081	-	-
Health and Human Services			
Health Care	71,321		275,000
Human Services	-	-	-
Community and Economic Development	115,560	-	-
Infrastructure and Environmental Services	-	1,023,246	252,210
Debt Service:			
Debt Service - Principal on long-term debt	-	-	-
Debt Service - Interest on long-term debt			
Debt Service - Bond issuance cost	-	-	-
Total Expenditures	<u>2,851,630</u>	<u>1,023,246</u>	<u>572,223</u>
Excess (Deficiency) Revenues Over Expenditures	<u>1,631,417</u>	<u>135,808</u>	<u>(257,294)</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers In	-	39,028	-
Operating Transfers Out	(991,032)	-	-
Loan Proceeds	-	-	-
Payment to bond refunding escrow agent	-	-	-
Total Other Financing Sources (Uses)	<u>(991,032)</u>	<u>39,028</u>	<u>-</u>
Net Change in Fund Balances	640,385	174,836	(257,294)
Fund Balance - October 1 (Beginning)	1,885,397	215,925	299,546
Prior Period Adjustment	-	-	-
Fund Balance - September 30 (Ending)	<u>\$ 2,525,782</u>	<u>\$ 390,761</u>	<u>\$ 42,252</u>

The accompanying notes are an integral part of this statement.

Interest & Sinking Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 59,091	\$ -	\$ 4,773,450
-	-	99,785
-	-	180,339
-	29,322	258,201
-	643	139,893
-	-	4,384
-	-	314,929
-	4,521	279,626
<u>59,091</u>	<u>34,486</u>	<u>6,050,607</u>
-	-	471,093
-	-	65,961
-	-	71,344
-	-	136,691
-	16,383	610,648
-	731	898,058
-	-	473,081
-	-	346,321
-	-	-
-	-	115,560
-	-	1,275,456
1,075,000	-	1,075,000
132,384	-	132,384
-	-	-
<u>1,207,384</u>	<u>17,114</u>	<u>5,671,597</u>
<u>(1,148,293)</u>	<u>17,372</u>	<u>379,010</u>
760,230	191,774	991,032
-	-	(991,032)
-	-	-
-	-	-
<u>760,230</u>	<u>191,774</u>	<u>-</u>
(388,063)	209,146	379,010
439,881	180,142	3,020,891
-	-	-
<u>\$ 51,818</u>	<u>\$ 389,288</u>	<u>\$ 3,399,901</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, 2021

Total Net Change in Fund Balances - Governmental Funds	\$ 379,010
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 2021 capital outlays and debt principal payments is to increase net position.	1,520,358
Current year changes due to GASB 68 required credits to expenses in the amount of \$34,736 resulting in a increase in net position.	34,736
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.	(386,075)
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 decrease net position.	(24,557)
Change in Net Position of Governmental Activities	<u><u>\$ 1,523,472</u></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, 2021

	Total Custodial Funds
<hr/>	
ASSETS:	
Cash & Cash Equivalents	\$ 169,879
Due to Other Funds	-
Total Assets	<u>\$ 169,879</u>
NET POSITION	
Restricted for Other Purposes	\$ 169,879
Total Net Position	<u>\$ 169,879</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED SEPTEMBER 30, 2021

	Total Custodial Funds
<hr/>	
ADDITIONS:	
Collections From Other Governments and Others	\$ 547,686
Total Additions	<u>547,686</u>
DEDUCTIONS:	
Ditributions To Other Governemts and Others	<u>501,490</u>
Total Deductions	<u>501,490</u>
Changes in Fiduciary Net Positions	46,195
Total Net Position - October 1 (Beginning)	-
Prior Period Adjustment	123,684
Total Net Position - September 30 (Ending)	<u>\$ 169,879</u>

The accompanying notes are an integral part of this statement.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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, 2021

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, 2021

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:

Custodial 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. Custodial 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, 2021

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:

Assets	Years
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, 2021

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 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, 2021

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 Edwards property are a lien against such property until paid. The County may foreclose Edwards 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, 2021, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$3,597,098 and the bank balance was \$3,684,615.

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.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 4: DEPOSITS, SECURITIES, AND INVESTMENTS- Continued

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) 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, 2021:

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, 2020 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 balances and interfund transfers during the year ended September 30, 2021 consisted of the following:

	From <u>Other Funds</u>	To <u>Other Funds</u>
Interfund Balances		
General Fund:		
Interest & Sinking Fund	\$ -	\$ 12,330
Total General Fund	<u> -</u>	<u> 12,330</u>
Interest & Sinking		
General Fund	<u> 12,330</u>	<u> -</u>
Total Interest & Sinking Fund	<u> 12,330</u>	<u> -</u>
TOTAL	<u><u> 12,330</u></u>	<u><u> 12,330</u></u>

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 5: INTERFUND BALANCES AND TRANSFERS- Continued

	<u>From Other Funds</u>	<u>To Other Funds</u>
Interfund Transfers		
General Fund:		
Road & Bridge Fund	\$ -	\$ 39,028
Interest & Sinking Fund	-	760,230
Grant Fund	-	-
Non Major Fund	-	191,774
Total General Fund	<u>-</u>	<u>991,032</u>
Road & Bridge Fund		
General Fund	<u>39,028</u>	<u>-</u>
Total Road & Bridge Fund	<u>39,028</u>	<u>-</u>
Interest & Sinking Fund		
General Fund	<u>760,230</u>	<u>-</u>
Total Interest & Sinking Fund	<u>760,230</u>	<u>-</u>
Grant Fund		
General Fund	<u>-</u>	<u>-</u>
Total Grant Fund	<u>-</u>	<u>-</u>
Non Major Funds		
General Fund	<u>191,774</u>	<u>-</u>
Total Interest & Sinking Fund	<u>191,774</u>	<u>-</u>
TOTAL	<u><u>\$ 991,032</u></u>	<u><u>\$ 991,032</u></u>

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 6: CAPITAL ASSET ACTIVITY

Capital asset activity for the County for the year ended September 30, 2021 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<u>Governmental activities:</u>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 116,045	\$ -	\$ -	\$ 116,045
Construction in Progress	-	-	-	-
Total capital assets not being depreciated	<u>116,045</u>	<u>-</u>	<u>-</u>	<u>116,045</u>
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	4,879,145	275,000	-	5,154,145
Machinery, Equipment and Vehicles	3,443,749	188,888	52,375	3,580,262
Intangibles	260,057	-	-	260,057
Infrastructure	1,260,368	-	-	1,260,368
Total capital assets being depreciated	<u>9,843,319</u>	<u>463,888</u>	<u>52,375</u>	<u>10,254,832</u>
Less accumulated depreciation for:				
Buildings and Improvements	1,737,068	90,463	-	1,827,531
Machinery, Equipment and Vehicles	3,033,455	267,893	41,621	3,259,727
Intangibles	260,057	-	-	260,057
Infrastructure	566,279	27,719	-	593,998
Total accumulated depreciation	<u>5,596,859</u>	<u>386,075</u>	<u>41,621</u>	<u>5,941,313</u>
Total capital assets being depreciated, net	<u>4,246,460</u>	<u>77,813</u>	<u>10,754</u>	<u>4,313,519</u>
Governmental activities capital assets, net	<u>\$ 4,362,505</u>	<u>\$ 77,813</u>	<u>\$ 10,754</u>	<u>\$ 4,429,564</u>

Depreciation was charged to functions as follows:

Governmental Activities:

General Administration	\$ 52,243
Financial Administration	-
Facilities Management	42,350
Judicial	370
Public Safety	77,981
Corrections and Rehabilitation	9,787
Human Services	7,900
Infrastructure and Environmental	195,444
	<u>\$ 386,075</u>

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7: LONG-TERM DEBT

Certificates of Obligation

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

On April 6, 2017, the County issued \$1,210,000 Limited Tax Refunding Bonds, Series 2017 to refund debt callable on April 12, 2017 for the Certificates of Obligation, Series 2008 and to pay costs relating to the issuance of the bonds. The interest rate on the bonds is 4.125% with a final maturity due February 15, 2037.

These bonds were paid in full on December 10, 2020

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities</u>					
Series 2017 Refunding Bonds	1,075,000	-	1,075,000	-	-
	1,075,000	-	1,075,000	-	-
Compensated Absences	17,465	18,880	17,465	18,880	-
Total governmental activities	\$ 1,092,465	\$ 18,880	\$ 1,092,465	\$ 18,880	\$ -

NOTE 8: 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 9: 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 - \$18,880. 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.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 10: PENSION PLAN

Plan Description.

Edwards County provides retirement, disability, and survivor benefits for all of its employees (excluding temporary) through a non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System ("TCDRS"). This is accounted for as an agent multiple-employer defined benefit pension plan. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement 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 P.O. Box 2034, Austin, Texas 78768-2034 or the website at www.TCDRS.org.

Benefits Provided

The plan provisions are adopted by Commissioners of the County, within the options available in the state statutes governing TCDRS ("TCDRS Act"). Members can retire at ages 60 and above with eight or more years of service, with 30 years of service regardless of age, when the sum of their age and years of service equals 75 or more, or if they become disabled. Members are vested after eight years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County. Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest and employer-financed monetary credits. The level of these monetary credits is adopted by Commissioners Court, within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. By law, employee accounts earn 7% interest. 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. The County's current match is 200%

Employees Covered by Benefit Terms

At the measurement date, the following employees were covered by the benefit terms of the Edwards County plan:

Membership Information		
<u>Members</u>	<u>Dec.31,2019</u>	<u>Dec.31,2020</u>
Number of inactive employees entitled to but not yet receiving benefits:	64	65
Number of active employees:	45	44
Average monthly salary*:	\$ 2,358	\$ 2,515
Average age*:	48.91	49.08
Average length of service in years*:	7.44	7.75
 <u>Inactive Employees (or their Beneficiaries) Receiving Benefits</u>		
Number of benefit recipients:	21	21
Average monthly benefit:	\$488	\$527

*Averages reported for all active and inactive employees.
Average service includes all proportionate service.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 11: PENSION PLAN- Continued

Contributions

The County has elected the annually determined contribution rate (variable-rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 9.01% for the months of the accounting year in 2020, and 8.280% for the months of the accounting year in 2021. The deposit rate payable by the employee members for calendar year 2020 and 2021 is the rate of 7.0% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Actuarial assumptions:

For the County's fiscal year ending September 30, 2021, the net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

TCDRS system-wide economic assumptions:

Edwards rate of return	5.00% per year
Inflation	2.50% per year
Long-term investment return	7.5%

Employer-specific economic assumptions:

Growth in membership	0.00%
Payroll growth for funding calculations	1.50%

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

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term Edwards 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 2021 information for a 10 year time horizon and are re-assessed at a minimum of every four years, and is set based on a long-term time horizon; the most recent analysis was performed in 2021 and reviewed annually for continued compliance with relevant standards of practice. The following target asset allocation was adopted by the TCDRS board in March 2021. The geometric Edwards rate of return is net of inflation, assumed at 2.0%

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 11: PENSION PLAN- Continued

Asset Class	Benchmark	Target Allocation⁽¹⁾	Geometric Edwards Rate of Return⁽²⁾
U.S. Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.25%
Global Equities	MSCI World (net) Index	2.50%	4.55%
Int'l Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	4.25%
Int'l Equities - Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.75%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	2.11%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.70%
Distressed Debt	Cambridge Associates Distressed Securities Index(3)	4.00%	5.70%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.45%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	5.10%
Private Edwards Estate Partnerships	Cambridge Associates Edwards Estate Index(4)	6.00%	4.90%
Private Equity	Cambridge Associates Global Private Equity Venture Capital Index(5)	25.00%	7.25%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds	6.00%	1.85%
Cash Equivalents	90-Day U.S. Treasury	2.00%	-0.70%

(1) Target asset allocation adopted at the March 2021 TCDRS Board meeting.

(2) Geometric Edwards rates of return equal the expected return minus the assumed inflation rate of 2.00%, per Cliffwater's 2021 capital market assumptions.

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

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

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

Discount Rate

The discount rate used to measure the total pension liability was 7.6%. Using the alternative method, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments based on the funding requirements under the County's funding policy and the legal requirements under the TCDRS Act.:

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

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 11: PENSION PLAN- Continued

4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable..

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments.

Changes in the Net Pension Liability

	Total Pension Liability (a)	Increase (Decrease) Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances as of December 31, 2019	\$ 3,968,505	\$ 4,092,186	\$ (123,681)
Changes for the year:			
Service cost	169,910	-	169,910
Interest on total pension liability	329,369	-	329,369
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	(1,252)	-	(1,252)
Effect of assumptions changes or inputs	258,833	-	258,833
Refund of Contributions	(17,771)	(17,771)	-
Benefit payments	(129,346)	(129,346)	-
Administrative expenses		(3,358)	3,358
Member contributions		97,324	(97,324)
Net investment income		422,904	(422,904)
Employer contributions		125,270	(125,270)
Other	-	2,639	(2,639)
Balances as of December 31, 2020	\$ 4,578,248	\$ 4,589,848	\$ (11,600)

Sensitivity Analysis

The following presents the net pension liability of the County, calculated using the discount rate of 7.60%, as well as what the County net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.60%) or 1 percentage point higher (8.6%) than the current rate.

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Total pension liability	\$ 5,172,490	\$ 4,578,249	\$ 4,077,879
Fiduciary net position	4,589,848	4,589,848	4,589,848
Net pension liability/(Asset)	\$ 582,642	\$ (11,599)	\$ (511,969)

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 County recognized pension expense of \$85,775.

EDWARDS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 11: PENSION PLAN- Continued

As of December 31, 2020, the deferred inflows and outflows of resources are as follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 34,417	\$ -
Changes in assumptions	-	172,555
Net difference between projected and actual earnings	143,855	-
Contributions made subsequent to measurement date	N/A	93,597
Total	<u>\$ 178,272</u>	<u>\$ 266,152</u>

Amounts currently reported 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:

2021	7,563
2022	80,421
2023	(76,008)
2024	(17,693)
2025	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 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 2021, the County adopted GASB Statement No. 84 for Accounting and Reporting for Fiduciary Activities. All funds were evaluated to determine if the County had administrative control. The funds where the County didn't have administrative control continue to be reported as a fiduciary "custodial" fund. Adoption of GASB 84 required a prior period adjustment to report the effect of GASB 84 retroactively. The amount of the prior period adjustment in the fiduciary funds is \$123,684 with a restated beginning net position of \$123,684.

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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, 2021

	Budgeted Amounts		Actual Amounts	Variance With
	Original	Final	GAAP Basis	Final Budget Positive (Negative)
REVENUES:				
Taxes				
Property Taxes	\$ 3,761,449	\$ 3,761,449	\$ 3,763,525	\$ 2,076
Intergovernmental	48,533	48,533	81,298	32,765
Licenses & Permits	-	-	-	-
Charges for services	115,000	115,000	228,879	113,879
Fines & Forfeitures	100,000	100,000	139,250	39,250
Interest	10,000	10,000	4,021	(5,979)
Grant Revenue	-	-	-	-
Miscellaneous	15,784	15,784	266,074	250,290
Total Revenue	<u>4,050,766</u>	<u>4,050,766</u>	<u>4,483,047</u>	<u>432,281</u>
EXPENDITURES:				
Current:				
General Government				
General Administration	923,387	923,387	471,093	452,294
Financial Administration	84,579	84,579	65,961	18,618
Tax Administration	79,694	79,694	71,344	8,350
Facilities Management	68,467	68,467	136,691	(68,224)
Judicial System	656,001	656,001	583,921	72,080
Public Safety	734,072	781,790	862,658	(80,868)
Corrections and Rehabilitation	452,850	452,850	473,081	(20,231)
Health and Human Services				
Health Care	110,590	110,590	71,321	39,269
Human Services	-	-	-	-
Community and Economic Development	124,466	124,466	115,560	8,906
Total Expenditures	<u>3,234,106</u>	<u>3,281,824</u>	<u>2,851,630</u>	<u>430,194</u>
Excess (Deficiency) Revenues Over Expenditures	<u>816,660</u>	<u>768,942</u>	<u>1,631,417</u>	<u>862,475</u>
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	-	(991,032)	(991,032)
Proceeds from Loans	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(991,032)</u>	<u>(991,032)</u>
Net Change in Fund Balances	816,660	768,942	640,385	(128,557)
Fund Balance - October 1 (Beginning)	1,885,397	1,885,397	1,885,397	-
Fund Balance - September 30 (Ending)	<u>\$ 2,702,057</u>	<u>\$ 2,654,339</u>	<u>\$ 2,525,782</u>	<u>\$ (128,557)</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, 2021

	Budgeted Amounts		Actual Amounts	Variance With
	Original	Final	GAAP Basis	Final Budget Positive (Negative)
REVENUES:				
Taxes				
Property Taxes	\$ 957,136	\$ 957,136	\$ 950,834	\$ (6,302)
Intergovernmental	18,527	18,527	18,487	(40)
Licenses & Permits	150,000	150,000	180,339	30,339
Charges for services	-	-	-	-
Fines & Forfeitures	-	-	-	-
Interest	1,000	1,000	363	(637)
Miscellaneous	1,000	1,000	9,031	8,031
Total Revenue	<u>1,127,663</u>	<u>1,127,663</u>	<u>1,159,054</u>	<u>31,391</u>
EXPENDITURES:				
Current:				
Infratructure and Environmental Services	<u>1,127,663</u>	<u>1,127,663</u>	<u>1,023,246</u>	<u>104,417</u>
Total Expenditures	<u>1,127,663</u>	<u>1,127,663</u>	<u>1,023,246</u>	<u>104,417</u>
Excess (Deficiency) Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>135,808</u>	<u>135,808</u>
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	-	-	39,028	39,028
Operating Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>39,028</u>	<u>39,028</u>
Net Change in Fund Balances	-	-	174,836	174,836
Fund Balance - October 1 (Beginning)	<u>215,925</u>	<u>215,925</u>	<u>215,925</u>	<u>-</u>
Fund Balance - September 30 (Ending)	<u>\$ 215,925</u>	<u>\$ 215,925</u>	<u>\$ 390,761</u>	<u>\$ 174,836</u>

The accompanying notes are an integral part of this statement.

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EDWARDS COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
SEPTEMBER 30, 2021

	Year Ended December 31									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total Pension Liability										
Service cost	\$ 169,910	173,495	177,626	159,288	147,508	127,862	133,968	N/A	N/A	N/A
Interest on total pension liability	329,369	311,604	289,578	263,066	236,820	226,340	211,608	N/A	N/A	N/A
Effect of plan changes	-	-	-	-	-	(19,506)	-	N/A	N/A	N/A
Effect of assumption changes or input	258,833	-	-	19,967	-	28,755	-	N/A	N/A	N/A
Effect of economic gains or losses	(1,252)	(89,332)	(15,213)	13,638	(5,241)	(107,883)	(47,920)	N/A	N/A	N/A
Benefit payments/refund of contributions	(147,117)	(197,604)	(155,105)	(139,178)	(144,779)	(118,308)	(116,360)	N/A	N/A	N/A
Net change in total pension liability	609,743	198,163	296,886	316,781	234,308	137,260	181,296	N/A	N/A	N/A
Total pension liability, beginning	3,968,505	3,770,343	3,473,457	3,156,676	2,922,368	2,785,107	2,603,811	N/A	N/A	N/A
Total pension liability, ending	\$ 4,578,248	3,968,506	3,770,343	3,473,457	3,156,676	2,922,367	2,785,107	N/A	N/A	N/A
Fiduciary Net Position										
Employer contributions	\$ 125,270	114,393	109,923	102,342	99,461	97,591	101,351	N/A	N/A	N/A
Member contributions	97,324	93,765	90,207	84,381	77,444	71,523	67,503	N/A	N/A	N/A
Investment income net of investment expenses	422,904	576,037	(65,244)	444,347	206,271	(46,424)	168,941	N/A	N/A	N/A
Benefit payments/refunds of contributions	(147,117)	(197,604)	(155,105)	(139,178)	(144,779)	(118,308)	(116,360)	N/A	N/A	N/A
Administrative expenses	(3,358)	(3,118)	(2,817)	(2,347)	(2,240)	(2,003)	(2,056)	N/A	N/A	N/A
Other	2,639	931	1,694	615	21,191	532	2,933	N/A	N/A	N/A
Net change in fiduciary net position	497,662	584,404	(21,342)	490,160	257,348	2,911	222,312	N/A	N/A	N/A
Fiduciary net position, beginning	4,092,186	3,507,792	3,529,124	3,038,963	2,781,616	2,778,704	2,556,392	N/A	N/A	N/A
Fiduciary net position, ending	\$ 4,589,848	4,092,196	3,507,782	3,529,123	3,038,964	2,781,615	2,778,704	N/A	N/A	N/A
Net pension liability/asset	\$ (11,600)	(123,690)	262,561	(55,666)	117,712	140,752	N/A	N/A	N/A	N/A
Fiduciary net position as a % of total pension liability	100.25%	103.12%	93.04%	101.60%	96.27%	95.18%	N/A	N/A	N/A	N/A
Pension covered payroll	\$ 1,390,344	1,339,501	1,288,668	1,205,443	1,106,343	964,328	N/A	N/A	N/A	N/A
Net pension liability as a % of covered payroll	-0.83%	-9.23%	20.37%	-4.62%	10.64%	14.60%	N/A	N/A	N/A	N/A

EDWARDS COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
SEPTEMBER 30, 2021

Year Ending December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pension Covered Payroll (1)	Actual Contribution as a % of Covered Payroll
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%
2015	97,578	97,591	(13)	1,021,763	9.6%
2016	99,461	99,461	-	1,106,343	9.0%
2017	102,342	102,342	-	1,205,443	8.5%
2018	109,923	109,923	-	1,288,668	8.5%
2019	114,393	114,393	-	1,339,501	8.5%
2020	125,270	125,270	-	1,390,344	9.0%

(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, 2021

	77 CLERK TECHNOLOGY FUND	40 CONSTABLE TRAINING FUND	45 COURTHOUSE SECURITY FUND
ASSETS			
Cash and Cash Equivalents	\$ 723	\$ 1,113	\$ 4,987
Taxes Receivable	-	-	-
Allowance for Uncollectible Taxes (Credit)	-	-	-
Receivables (Net)	-	-	80
Due from Other Governments	-	-	-
Due from Other Funds	-	-	-
Total Assets	<u>\$ 723</u>	<u>\$ 1,113</u>	<u>\$ 5,067</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	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE			
Restricted For:			
Administration	723	-	-
Archives	-	-	-
Construction	-	-	-
Judicial	-	-	-
Public Safety	-	1,113	5,067
Public Transportation	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>723</u>	<u>1,113</u>	<u>5,067</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 723</u>	<u>\$ 1,113</u>	<u>\$ 5,067</u>

50 JP TECHNOLOGY FUND	60 LAW ENFORCEMENT TRAINING FUND	70 LAW LIBRARY FUND	75 RECORDS MANAGEMENT FUND	63 WRIT OF EXECUTION FUND
\$ 9,187	\$ 5,683	\$ 263	\$ 123,564	\$ 120
-	-	-	-	-
-	-	-	-	-
8	-	-	720	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 9,195</u>	<u>\$ 5,683</u>	<u>\$ 263</u>	<u>\$ 124,284</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>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9,195	-	263	-	120
-	5,683	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>9,195</u>	<u>5,683</u>	<u>263</u>	<u>124,284</u>	<u>120</u>
<u>\$ 9,195</u>	<u>\$ 5,683</u>	<u>\$ 263</u>	<u>\$ 124,284</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, 2021

	80 CHILD SAFETY FUND	55 SHERIFF K-9 FUND	65 LAW ENFORCEMENT FORFITURE FUND
ASSETS			
Cash and Cash Equivalents	\$ 29,081	\$ 1,513	\$ 4,634
Taxes Receivable	-	-	-
Allowance for Uncollectible Taxes (Credit)	-	-	-
Receivables (Net)	202	-	-
Due from Other Governments	-	-	-
Due from Other Funds	-	-	-
Total Assets	<u>\$ 29,283</u>	<u>\$ 1,513</u>	<u>\$ 4,634</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	29,283	1,513	4,634
Public Transportation	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>29,283</u>	<u>1,513</u>	<u>4,634</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 29,283</u>	<u>\$ 1,513</u>	<u>\$ 4,634</u>

85 CLERK TECHNOLOGY FUND	43 AMERICAN RESCUE PLAN FUND	64 STRAY LIVESTOCK FUND	67 PRE-TRIAL DIVERSION FUND	78 COURT REPOORTER FUND	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
\$ 3	\$ 187,634	\$ 4,521	\$ 13,095	\$ 2,157	\$ 388,278
-	-	-	-	-	-
-	-	-	-	-	1,010
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 3</u>	<u>\$ 187,634</u>	<u>\$ 4,521</u>	<u>\$ 13,095</u>	<u>\$ 2,157</u>	<u>\$ 389,288</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>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	723
3	-	-	-	-	124,287
-	-	-	-	-	-
-	-	-	-	2,157	11,735
-	-	4,521	13,095	-	64,909
-	-	-	-	-	-
-	187,634	-	-	-	187,634
<u>3</u>	<u>187,634</u>	<u>4,521</u>	<u>13,095</u>	<u>2,157</u>	<u>389,288</u>
<u>\$ 3</u>	<u>\$ 187,634</u>	<u>\$ 4,521</u>	<u>\$ 13,095</u>	<u>\$ 2,157</u>	<u>\$ 389,288</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, 2021

	77 CLERK TECHNOLOGY FUND	40 CONSTABLE TRAINING FUND	45 COURTHOUSE SECURITY FUND
REVENUES:			
Taxes			
Property Taxes	\$ -	\$ -	\$ -
Other Taxes	-	-	-
Intergovernmental	-	-	-
Licenses & Permits	-	-	-
Charges for services	44	-	2,581
Fines & Forfeitures	-	643	-
Interest	-	-	-
Miscellaneous	-	-	-
Total Revenue	<u>44</u>	<u>643</u>	<u>2,581</u>
EXPENDITURES:			
Current:			
General Government			
General Administration	-	-	-
Financial Administration	-	-	-
Tax Administration	-	-	-
Facilities Management	-	-	-
Judicial System	-	-	10,610
Public Safety	-	420	-
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>420</u>	<u>10,610</u>
Excess (Deficiency) Revenues Over Expenditures	<u>44</u>	<u>223</u>	<u>(8,029)</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	44	223	(8,029)
Fund Balance - October 1 (Beginning)	679	890	13,096
Prior Period Adjustment	-	-	-
Fund Balance -September 30 (Ending)	<u>\$ 723</u>	<u>\$ 1,113</u>	<u>\$ 5,067</u>

50 JP TECHNOLOGY FUND	60 LAW ENFORCEMENT TRAINING FUND	70 LAW LIBRARY FUND	75 RECORDS MANAGEMENT FUND	63 WRIT OF EXECUTION FUND
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
163	887	1,295	21,046	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>163</u>	<u>887</u>	<u>1,295</u>	<u>21,046</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,563	120	1,696	411	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,563</u>	<u>120</u>	<u>1,696</u>	<u>411</u>	<u>-</u>
<u>(1,400)</u>	<u>767</u>	<u>(401)</u>	<u>20,635</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>(1,400)</u>	<u>767</u>	<u>(401)</u>	<u>20,635</u>	<u>-</u>
10,595	4,916	664	103,649	120
-	-	-	-	-
<u>\$ 9,195</u>	<u>\$ 5,683</u>	<u>\$ 263</u>	<u>\$ 124,284</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, 2021

	80	55	65
	CHILD SAFETY FUND	SHERIFF K-9 FUND	LAW ENFORCEMENT FORFITURE FUND
REVENUES:			
Taxes			
Property Taxes	\$ -	\$ -	\$ -
Other Taxes	-	-	-
Intergovernmental	-	-	-
Licenses & Permits	-	-	-
Charges for services	2,309	197	-
Fines & Forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
Total Revenue	<u>2,309</u>	<u>197</u>	<u>-</u>
EXPENDITURES:			
Current:			
General Government			
General Administration	-	-	-
Financial Administration	-	-	-
Tax Administration	-	-	-
Facilities Management	-	-	-
Judicial System	-	-	-
Public Safety	-	311	-
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>311</u>	<u>-</u>
Excess (Deficiency) Revenues Over Expenditures	<u>2,309</u>	<u>(114)</u>	<u>-</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	2,309	(114)	-
Fund Balance - October 1 (Beginning)	26,974	1,627	4,634
Prior Period Adjustment	-	-	-
Fund Balance -September 30 (Ending)	<u>\$ 29,283</u>	<u>\$ 1,513</u>	<u>\$ 4,634</u>

43					
85 CLERK TECHNOLOGY FUND	AMERICAN RESCUE PLAN FUND	64 STRAY LIVESTOCK FUND	67 PRE-TRIAL DIVERSION FUND	78 COURT REPOORTER FUND	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	800	-	29,322
-	-	-	-	-	643
-	-	-	-	-	-
-	-	4,521	-	-	4,521
-	-	4,521	800	-	34,486
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,983	16,383
-	-	-	-	-	731
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,983	17,114
-	-	4,521	800	(1,983)	17,372
-	187,634	-	-	4,140	191,774
-	-	-	-	-	-
-	187,634	-	-	4,140	191,774
-	187,634	4,521	800	2,157	209,146
3	-	-	12,295	-	180,142
-	-	-	-	-	-
\$ 3	\$ 187,634	\$ 4,521	\$ 13,095	\$ 2,157	\$ 389,288

The accompanying notes are an integral part of this statement.