

CALHOUN COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2003

Calhoun County, Texas
Annual Financial Report
For The Year Ended December 31, 2003

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Introductory Section

BEN H. COMISKEY, JR., C.P.A.
COUNTY AUDITOR, CALHOUN COUNTY
COUNTY COURTHOUSE ANNEX - 201 W. AUSTIN
PORT LAVACA, TEXAS 77979
(361) 553-4610

Honorable Joseph P. Kelly
Judge, 24th Judicial District

Honorable Stephen Williams
Judge, 135th Judicial District

Honorable Skipper Koetter
Judge, 267th Judicial District

Honorable Members of Commissioners' Court
Calhoun County, Texas

Gentlemen:

In compliance with the statutory duties of the County Auditor as prescribed by Vernon's Texas Codes Annotated - Local Government Code, Title 3, Subtitle B, Chapter 84, I submit herewith the annual financial report of the government of Calhoun County, Texas, for the fiscal year ended December 31, 2003.

This report covers only the finances of the government of Calhoun County and does not include financial information or financial statements on various dependent agencies, boards or commissions which may utilize the prefix of "Calhoun County" in their corporate or assumed name.

ACCOUNTING SYSTEMS AND REPORTS

The accounts and financial records of Calhoun County, Texas, are maintained in conformance with Vernon's Texas Codes Annotated - Local Government Code. This report is prepared in accordance with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board.

Additional details about the accounting system are provided in Note 1 of the "Notes to Financial Statements".

INDEPENDENT AUDIT

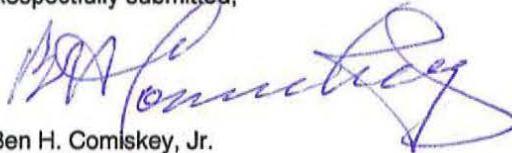
The Calhoun County Commissioners' Court selected the firm of Rutledge Crain & Company, PC, Certified Public Accountants, to make an independent audit for the fiscal year 2003 and their report is included in this annual report.

GENERAL REMARKS

I wish to express my appreciation for the cooperation given me by the members of the Commissioners' Court and by all officials, department heads and employees in all matters related to the operation of this office.

I hereby state that, to the best of my knowledge, this report is a true and correct statement of the financial position of Calhoun County, Texas, as of December 31, 2003, and the results of the County's operations and transactions for the year then ended, in accordance with generally accepted accounting principles applicable to governmental entities, subject to the notes to the financial statements.

Respectfully submitted,



Ben H. Comiskey, Jr.
County Auditor

CALHOUN COUNTY, TEXAS
DIRECTORY OF OFFICIALS AND DEPARTMENT HEADS
December 31, 2003

District Courts

Judge, 24th Judicial District

Joseph P. Kelly
Victoria County Courthouse
Victoria, Texas

Judge, 135th Judicial District

Stephen Williams
Victoria County Courthouse
Victoria, Texas

Judge, 267th Judicial District

Skipper Koetter
Victoria County Courthouse
Victoria, Texas

Criminal District Attorney

Dan W. Heard
Room 104
Calhoun County Courthouse
Port Lavaca, Texas

County Court-at-Law

Judge

Alex R. Hernandez
Room 201
Calhoun County Courthouse
Port Lavaca, Texas

County Auditor

Ben H. Comiskey, Jr., C.P.A.
Calhoun County Courthouse Annex
Port Lavaca, Texas

Elected County Officials

County Judge

Michael J. Pfeifer
Third Floor
Calhoun County Courthouse
Port Lavaca, Texas

Commissioner, Precinct One

Roger C. Galvan
2213 Vail
Port Lavaca, Texas

Commissioner, Precinct Two

Michael Balajka
344 Hartman Road
Port Lavaca, Texas

Commissioner, Precinct Three

W. H. Floyd III
702 Brookhollow Dr.
Port Lavaca, Texas

Commissioner, Precinct Four

Kenneth Finster
P.O. Box 640
Seadrift, Texas

Tax Assessor-Collector

Gloria Ochoa
First Floor Lobby
Calhoun County Courthouse
Port Lavaca, Texas

District Clerk

Pamela Martin Hartgrove
Room 203
Calhoun County Courthouse
Port Lavaca, Texas

County Clerk

Anita Fricke
First Floor Lobby
Calhoun County Courthouse
Port Lavaca, Texas

County Sheriff

Burnard B. Browning
Room 105
Calhoun County Courthouse
Port Lavaca, Texas

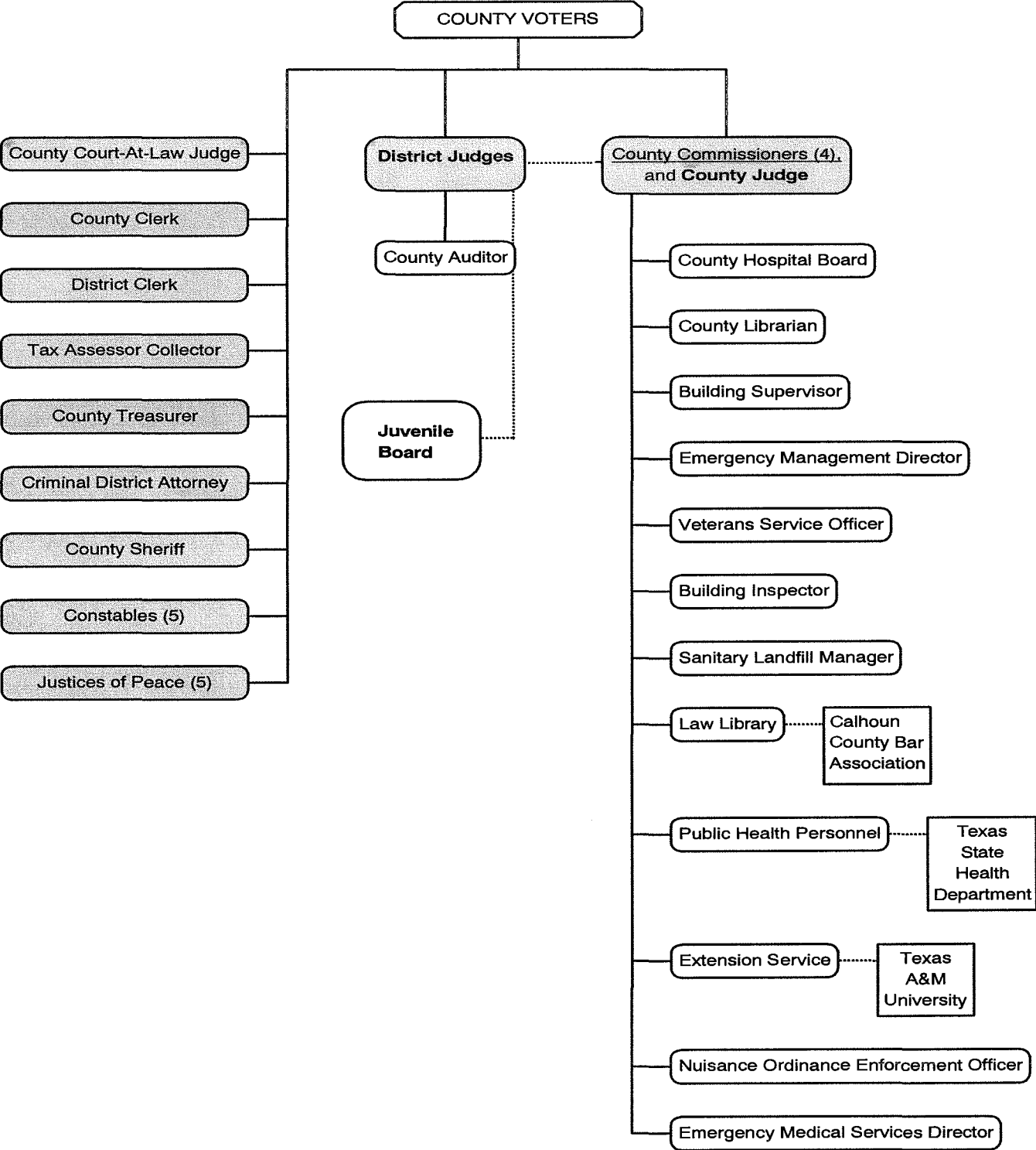
CALHOUN COUNTY, TEXAS
DIRECTORY OF OFFICIALS AND DEPARTMENT HEADS
December 31, 2003

County Treasurer	Rhonda S. McMahan Calhoun County Courthouse Annex Port Lavaca, Texas
<u>Elected Precinct Officials</u>	
Justice of Peace, Precinct One	Celestine V. Menchaca P.O. Box 254 Port Lavaca, Texas
Justice of Peace, Precinct Two	James W. Duckett P.O. Box 1307 Port Lavaca, Texas
Justice of Peace, Precinct Three	Gary W. Noska P.O. Box 543 Point Comfort, Texas
Justice of Peace, Precinct Four	James Dworaczyk P.O. Box 141 Seadrift, Texas
Justice of Peace, Precinct Five	Nancy J. Pomykal P.O. Box 454 Port O'Connor, Texas
Constable, Precinct One	Gregory Falcon 1500 Avalon Port Lavaca, Texas
Constable, Precinct Two	Kenneth W. Wenske 1521 W. Jackson Port Lavaca, Texas
Constable, Precinct Three	Bruce A. Blevins 826 Westwood Port Lavaca, Texas
Constable, Precinct Four	Fritz G. Wilke 1911-A Sweetwater Road Port Lavaca, Texas
Constable, Precinct Five	Virgil Redding P.O. Box 486 Port O'Connor, Texas
<u>Appointed Personnel</u>	
Building Inspector	Melvin O. Strong Third Floor Calhoun County Courthouse Port Lavaca, Texas
Building Superintendent	Charles V. Crober Basement Calhoun County Courthouse Port Lavaca, Texas
Chief Probation Officer	Claudine Saenz Calhoun County Courthouse Annex Port Lavaca, Texas
Juvenile Probation Officer	Cynthia L. Rains Calhoun County Courthouse Annex Port Lavaca, Texas
Veterans Service Officer	John H. Clegg, Jr. 502 Tommy Drive Port Lavaca, Texas
Hospital Administrator (Appointed by Board of Memorial Medical Center)	Elwood Currier 815 N. Virginia Port Lavaca, Texas

CALHOUN COUNTY, TEXAS
DIRECTORY OF OFFICIALS AND DEPARTMENT HEADS
December 31, 2003

County Agricultural Agent	Allen Z. Matthies P.O. Box 86 Port Lavaca, Texas
County CEAFCOS Agent	Vacant P.O. Box 86 Port Lavaca, Texas
County Marine Agent	John P. O'Connell P.O. Box 86 Port Lavaca, Texas
County Librarian	Noemi Cruz 200 W. Mahan Port Lavaca, Texas
County Librarian, Seadrift	Carol J. Gurriot Seadrift Library Seadrift, Texas
County Librarian, Point Comfort	Grace Bradley Point Comfort Library Point Comfort, Texas
County Librarian, Port O'Connor	Shirley H. Gordon Port O'Connor Library Port O'Connor, Texas
County Health Officer	Bain C. Cate, M.D.. 117 West Ash Port Lavaca, Texas
County Waste Management Supervisor	Patricia Kalisek Rosenbaum Road Port Lavaca, Texas
County Election Administrator	Dora E. Garcia First Floor Lobby Calhoun County Courthouse Port Lavaca, Texas
County Nuisance Ordinance enforcement Officer	Kenneth W. Wenske Second Floor Calhoun County Courthouse Port Lavaca, Texas
Emergency Medical Services Director	Henry J. Barber 216 E. Mahan Port Lavaca, Texas

CALHOUN COUNTY ORGANIZATION CHART
 December 31, 2003



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Financial Section

RUTLEDGE CRAIN & COMPANY, PC
CERTIFIED PUBLIC ACCOUNTANTS

2401 Garden Park Court, Suite B
Arlington, Texas 76013

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Calhoun County, Texas as of and for the year ended December 31, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Calhoun County, Texas' management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Memorial Medical Center ("MMC"), which statements reflect 100% of the assets and revenues of the County's business-type activities as of and for the year ended December 31, 2003. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for MMC, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Calhoun County, Texas as of December 31, 2003, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in note 1 B, the County has implemented a new financial reporting model, as required by the Governmental Accounting Standards Board ("GASB") GASB Statement 34, Basic Financial Statements - and Management's Discussion and Analysis for State and Local Governments, GASB Statement 37, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments - Omnibus, and GASB Statement 38, Certain Financial Statement Note Disclosures, effective for the year ended December 31, 2003.

In accordance with Government Auditing Standards, we have also issued our report dated June 18, 2004, on our consideration of Calhoun County, Texas' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis identified as Required Supplementary Information in the table of contents is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements which collectively comprise Calhoun County, Texas' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.


June 18, 2004

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MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Calhoun County's annual financial report presents our discussion and analysis of the County's financial performance during the current year. Please read it in conjunction with the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS:

- The County's total combined net assets were \$36,734,459 at the end of the current year.
- During the year, the County's governmental activities expenses were \$108,244 less than the \$17,287,414 revenue generated by taxes and other revenues.
- The general fund reported a fund balance this year of \$3,134,674.
- The total cost of the County's programs changed from last year as follows (all governmental funds):

COUNTY PROGRAMS			
PROGRAM NAME	LAST YEAR	THIS YEAR	CHANGE
General Administration	\$ 1,237,820	\$ 1,146,067	\$ (91,753)
Judicial	1,006,433	980,253	(26,180)
Legal	446,161	490,593	44,432
Financial administration	756,166	746,456	(9,710)
Public facilities	744,588	573,515	(171,073)
Public safety	3,941,859	4,344,682	402,823
Roads and bridges	3,246,073	3,176,256	(69,817)
Health and welfare	2,410,198	2,816,940	406,742
Community development	138,935	149,377	10,442
Culture and recreation	375,631	452,529	76,898
Social services	46,786	44,049	(2,737)
Conservation	31,829	7,750	(24,079)
Sanitation services	186,852	209,056	22,204
Nondepartmental	131,988	826,853	694,865
Capital outlay	835,758	1,091,806	256,048
Interest and fiscal charges	209,395	324,270	114,875
Debt service	1,241,937	1,345,000	103,063
Current refunding escrow	-	3,278,587	3,278,587
Total	\$ 16,988,409	\$ 22,004,039	\$ 5,015,630

There were no new programs added in the current year.

- The County issued \$11,830,000 of general obligation bonds during the year. \$3,260,000 of those bonds were refunding bonds that defeased other outstanding bonds.

OVERVIEW OF THE FINANCIAL STATEMENTS:

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

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

Figure A-1 shows how the required parts of this annual report are arranged and related one to another.

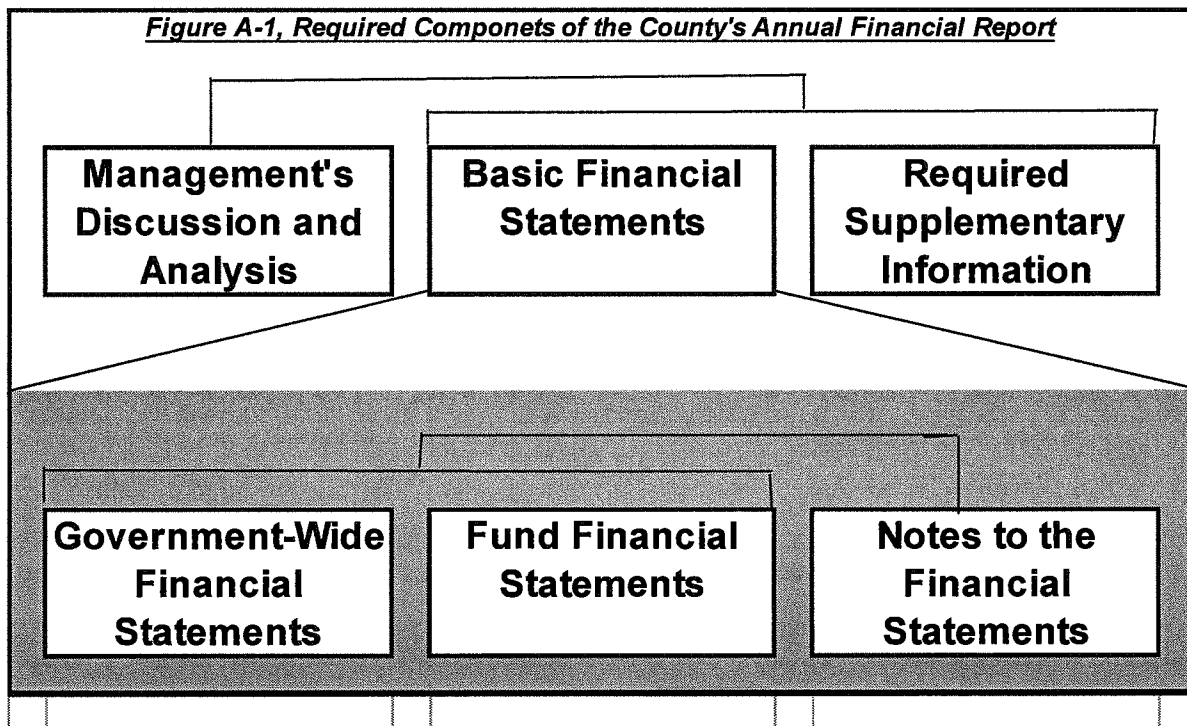


Figure A-2 summarizes the major features of the County's financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-2				
Major features of the County's Government Wide and Fund Financial Statements				
TYPE OF STATEMENT	GOVERNMENT-WIDE	GOVERNMENTAL FUNDS	PROPRIETARY FUNDS	FIDUCIARY FUNDS
<i>Scope</i>	Entire Government (except fiduciary funds) and the County's component units	The activities of the County that are not proprietary or fiduciary	Activities the County operates similar to private businesses or self insurance	Instances in which the County is the trustee or agent for someone else's resources
<i>Required Financial Statements</i>	Statement of Net Assets. Statement of Activities	Balance Sheet, Statement of Revenues, Expenditures and Fund Balances	Statement of Net Assets, Statement of Revenues, Expenditures and Changes in Fund Net Assets, Statement of Cash Flows	Statement of Net Assets, Statement of Changes in Fiduciary Net Assets.
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial resources focus.	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Types of accountability information</i>	All assets and liabilities, both financial and capital, short-term and long-term.	Only assets expected to be used up and liabilities that become due during the year or soon thereafter. No capital assets included.	All assets and liabilities, both financial and capital, and short-term and long-term.	All assets and liabilities both short-term and long-term; the County's funds do not currently include capital assets, although they can.
<i>Types of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid.	Revenue for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter.	All revenues and expenses during year, regardless of when cash is received or paid.	All revenues and expenses during year, regardless of when cash is received or paid.

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

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

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

The government-wide financial statements of the County include the *Governmental activities and Business-type activities*. Most of the County's basic services are included here, such as general government, public safety, highways and streets, sanitation, economic development, culture and recreation, and interest on long-term debt. Property taxes and grants finance most of these activities.

Fund Financial Statements:

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

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

The County has the following kinds of funds:

- *Governmental funds*—Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Proprietary funds*—Services for which the County charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.
- *Internal service funds*—Activities that provide supplies and services for the County's other programs and activities are usually reported in internal service funds. The County, at present, has no internal service funds.
- *Fiduciary funds*—The County is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE:

Net assets. The County's combined net assets were \$36,734,455 at the end of the current year. (See Table A-1)

Table A-1 County's Net Assets							
	Governmental Activities		Business-type Activities		Total		Total Percentage
	This Year	Last Year	This Year	Last Year	This Year	Last Year	Change
Current assets							
Cash and cash equivalents	\$ 8,024,303	(a)	\$ 935,379	(a)	\$ 8,959,682	(a)	(a)
Receivables (net of allowance for uncollectibles)	6,037,020	(a)	2,790,536	(a)	8,827,556	(a)	(a)
Intergovernmental receivable	385,958	(a)	-	(a)	385,958	(a)	(a)
Prepaid items and other current assets	182,679	(a)	820,527	(a)	1,003,206	(a)	(a)
Restricted assets:							
Cash and cash equivalents	17,221,058	(a)	13,701	(a)	17,234,759	(a)	(a)
Deferred charges	13,126	(a)	-	(a)	13,126	(a)	(a)
Total current assets	31,864,144	(a)	4,560,143	(a)	36,424,287	(a)	(a)
Noncurrent assets							
Capital assets (net, where applicable, of accumulated depreciation)							
Land	7,696,084	(a)	-	(a)	7,696,084	(a)	(a)
Construction in progress	2,410,388	(a)	-	(a)	2,410,388	(a)	(a)
Buildings	569,464	(a)	-	(a)	569,464	(a)	(a)
Improvements	1,001,616	(a)	-	(a)	1,001,616	(a)	(a)
Equipment	3,027,988	(a)	7,338,836	(a)	10,366,824	(a)	(a)
Infrastructure	6,762,206	(a)	-	(a)	6,762,206	(a)	(a)
Total noncurrent assets	21,467,746	(a)	7,338,836	(a)	28,806,582	(a)	(a)
Total assets	53,331,890	(a)	11,898,979	(a)	65,230,869	(a)	(a)
Current Liabilities							
Accounts payable	923,455	(a)	542,885	(a)	1,466,340	(a)	(a)
Accrued and other liabilities	481,309	(a)	1,030,420	(a)	1,511,729	(a)	(a)
Due to other governments	283,507	(a)	-	(a)	283,507	(a)	(a)
Due to others	89,141	(a)	-	(a)	89,141	(a)	(a)
Unearned revenue	9,784,328	(a)	-	(a)	9,784,328	(a)	(a)
Total current liabilities	11,561,740	(a)	1,573,305	(a)	13,135,045	(a)	(a)
Noncurrent Liabilities							
Due in one year	725,000	(a)	-	(a)	725,000	(a)	(a)
Due in more than one year	13,547,267	(a)	1,089,098	(a)	14,636,365	(a)	(a)
Total noncurrent liabilities	14,272,267	(a)	1,089,098	(a)	15,361,365	(a)	(a)
Total Liabilities	25,834,007	(a)	2,662,403	(a)	28,496,410	(a)	(a)
Net assets							
Invested in capital assets, net of related debt	15,128,826	(a)	6,249,738	(a)	21,378,564	(a)	(a)
Restricted for:		(a)		(a)		(a)	(a)
Debt service	547,410	(a)	-	(a)	547,410	(a)	(a)
Capital projects	8,827,374	(a)	-	(a)	8,827,374	(a)	(a)
Unrestricted	2,994,273	(a)	2,986,838	(a)	5,981,111	(a)	(a)
Total net assets	\$ 27,497,883	(a)	\$ 9,236,576	(a)	\$ 36,734,459	(a)	(a)

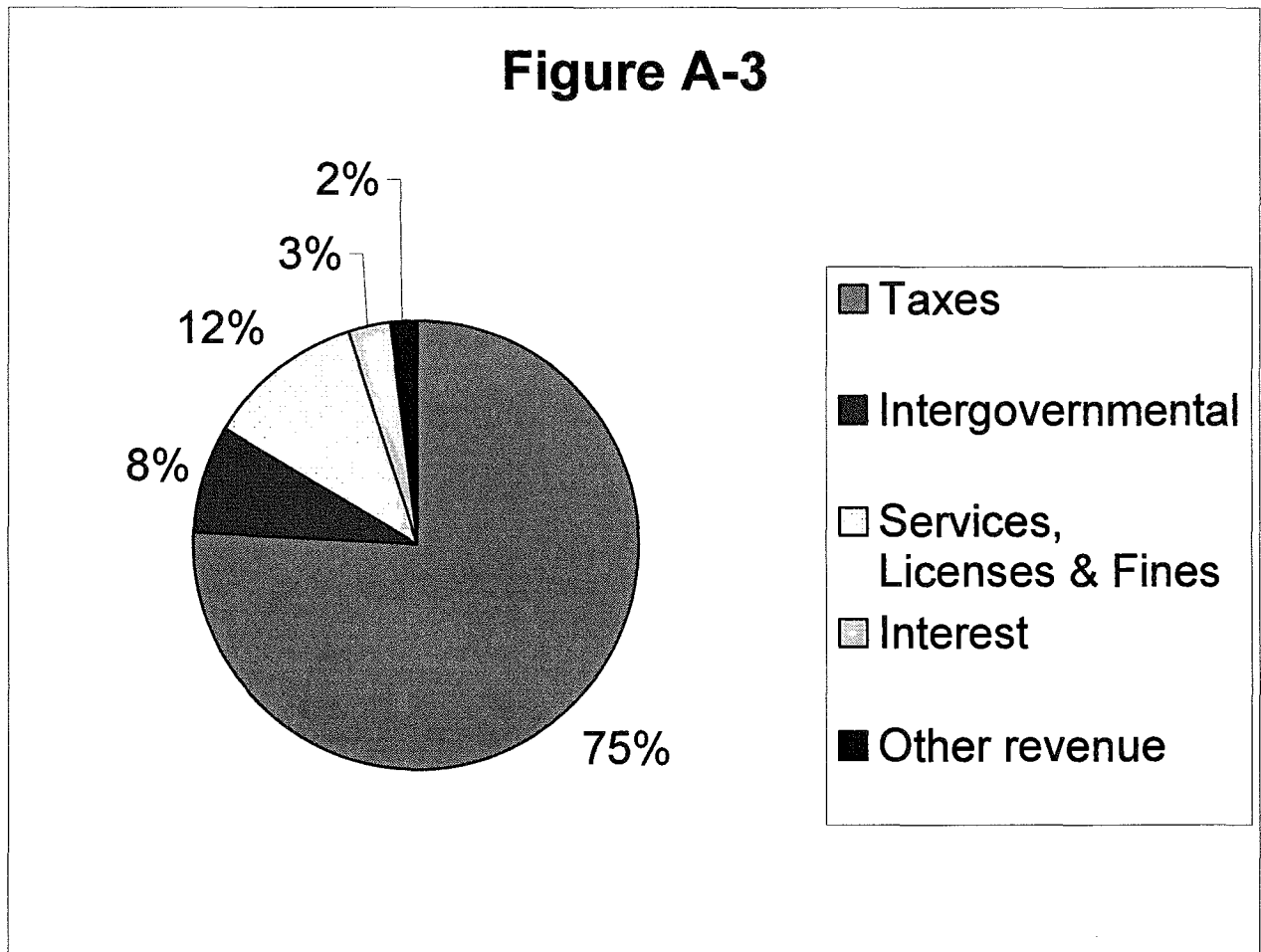
(a) The County did not restate its 2002 financial statements in this first year of implementation of GASB 34. Comparative information will be provided in future years.

Approximately 5.89161% or \$547,410 of the County's restricted net assets represents amounts restricted for debt service while the remaining 94.10839% or \$8,827,374 is restricted for capital projects. Of the \$8,827,374 restricted for capital projects, the new jail construction accounts for \$7,841,671 or 89.68127%. The \$3,169,183 of unrestricted

net assets in the governmental activities represents resources available to fund the programs of the County next year.

Changes in net assets. The County's total governmental activities revenue was \$17,287,414. A significant portion of the County's revenue, \$12,982,846, comes from taxes. An analysis of the revenue percentages is shown in Figure A-3 below.

Governmental Activities



Total property tax rates increased by \$0.09660 per \$100 assessed value or 22.76%, while general fund tax rates increased by \$0.06970 or 17.56% and debt service tax rates increased by \$0.02690 or 98.18%. Assessed valuation for this year was \$2,903,517,427 and last years assessed valuation was \$2,832,498,662 or an increase of \$71,018,765 or 2,50728%. Total ad valorem taxes for this year amounted to \$10,589,931 while total ad valorem taxes for last year amounted to \$10,730,554, or a decrease of (\$140,623) or -1.31%.

Table A-2 below shows an analysis of the County's program revenues.

Programs	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	This Year	Last Year	This Year	Last Year	This Year	Last Year	
General administration	\$ 224,960	(a)	\$ -	(a)	\$ 224,960	(a)	(a)
Judicial	742,606	(a)	-	(a)	742,606	(a)	(a)
Legal	73,084	(a)	-	(a)	73,084	(a)	(a)
Financial administration	186,091	(a)	-	(a)	186,091	(a)	(a)
Public facilities	19,314	(a)	-	(a)	19,314	(a)	(a)
Public safety	433,712	(a)	-	(a)	433,712	(a)	(a)
Roads and bridges	677,471	(a)	-	(a)	677,471	(a)	(a)
Health and welfare	162,892	(a)	19,003,907	(a)	19,166,799	(a)	(a)
Community development	2,149	(a)	-	(a)	2,149	(a)	(a)
Culture and recreation	605,555	(a)	-	(a)	605,555	(a)	(a)
Social services	-	(a)	-	(a)	-	(a)	(a)
Conservation	42,500	(a)	-	(a)	42,500	(a)	(a)
Sanitation services	16,108	(a)	-	(a)	16,108	(a)	(a)
Nondepartmental	401,999	(a)	-	(a)	401,999	(a)	(a)
Interest and fiscal charges	-	(a)	-	(a)	-	(a)	(a)
Total Revenues	\$ 3,588,441	(a)	\$ 19,003,907	(a)	\$ 22,592,348	(a)	(a)

(a) The County did not restate its 2002 financial statements in this first year of implementation of GASB 34. Comparative information will be provided in future years.

Table A-3 below shows an analysis of the County's general revenues.

Programs	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	This Year	Last Year	This Year	Last Year	This Year	Last Year	
Advalorem taxes	\$ 12,060,379	(a)	\$ -	(a)	\$ 12,060,379	(a)	(a)
Sales taxes	897,871	(a)	-	(a)	897,871	(a)	(a)
Other taxes	24,596	(a)	-	(a)	24,596	(a)	(a)
Unrestricted investment earnings	526,290	(a)	38,695	(a)	564,985	(a)	(a)
Miscellaneous	184,503	(a)	-	(a)	184,503	(a)	(a)
Gain on asset sales	5,334	(a)	-	(a)	5,334	(a)	(a)
Total Revenues	\$ 13,698,973	(a)	\$ 38,695	(a)	\$ 13,737,668	(a)	(a)

(a) The County did not restate its 2002 financial statements in this first year of implementation of GASB 34. Comparative information will be provided in future years.

Table A-4, below, presents the cost of each of the County's largest functions as well as each function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by intergovernmental revenues and charges for services.

Table A-4
County's Functions Costs

	Total Cost of Services			Net Cost of Services		
	This Year	Last Year	Percentage	This Year	Last Year	Percentage
			Change			Change
General administration	\$ 1,137,098	(a)	(a)	\$ 912,138	(a)	(a)
Judicial	995,951	(a)	(a)	253,345	(a)	(a)
Legal	502,834	(a)	(a)	429,750	(a)	(a)
Financial administration	754,762	(a)	(a)	568,671	(a)	(a)
Public facilities	574,343	(a)	(a)	555,029	(a)	(a)
Public safety	4,507,879	(a)	(a)	4,074,167	(a)	(a)
Roads and bridges	3,741,337	(a)	(a)	3,063,866	(a)	(a)
Health and welfare	3,316,685	(a)	(a)	3,153,793	(a)	(a)
Community development	152,735	(a)	(a)	150,586	(a)	(a)
Culture and recreation	565,946	(a)	(a)	(39,610)	(a)	(a)
Social services	65,362	(a)	(a)	65,362	(a)	(a)
Conservation	7,750	(a)	(a)	(34,750)	(a)	(a)
Sanitation services	217,229	(a)	(a)	201,121	(a)	(a)
Nondepartmental	221,269	(a)	(a)	(180,729)	(a)	(a)
Interest and fiscal charges	417,990	(a)	(a)	417,990	(a)	(a)
Total costs	\$ 17,179,170	(a)	(a)	\$ 13,590,729	(a)	(a)

(a) The County did not restate its 2002 financial statements in this first year of implementation of GASB 34. Comparative information will be provided in future years.

Business-type Activities

Revenues of the County's business-type activities (Memorial Medical Center, a hospital) showed an increase of \$1,091,772 or 5.53720% over last year and an increase in expenses of \$580,154 or 2.72376%. Total revenues for the current year were \$19,042,602 and total expenses were \$19,697,663 resulting in a net loss of \$665,061 for the current year as compared to a loss for the prior year of \$1,582,695 or a loss reduction of -57.9792%.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues from governmental fund types totaled \$17,172,636 an increase of \$582,898 over the preceding year. The increase in local revenues is a result of receiving approximately \$900,000 in additional property taxes due to an increased tax rate and the collection of prior taxes from one of the County's ten largest taxpayers who had previously declared bankruptcy and is now again operating. Expenditures from government fund types totaled \$22,004,039 an increase of \$5,015,630 over the preceding year. The increase in local expenditures is a result of the current escrow refunding to defease outstanding bonded debt in the amount of \$3,278,587 and capital expenditures of \$633,961 for the Matagorda Island Lighthouse; capital expenditures of \$664,138 for the new County jail; an increase of \$406,742 for health and welfare, mostly due to the County's take over of the Emergency Medical Service (from Memorial Medical Center); and an increase of \$380,969 for public safety mostly caused by the closure of the County jail.

General Fund Budgetary Highlights

Over the course of the year the County revised its General Fund budget 7 times. The original budget expenditures amounted to \$14,650,034 and the final budget expenditures amounted to \$16,178,087 or an increase of \$1,528,053 in expenditures. Significant items causing the budget increases were a \$100,000 increase in the Port Lavaca Fire Budget, a \$520,532 increase in the cost of Indigent Healthcare, a \$254,832 increase in Road and Bridge expenditures and a \$284,658 increase in the Sheriff's expenditures. A General Fund budget analysis follows in Table A-5.

Management's Discussion and Analysis
December 31, 2003

Table A-5 Budget Analysis				
General Fund Department	Final Budget	Original Budget	Budget Revisions	Revision Percentages
ADULT PROBATION	\$ 7,101	\$ 7,101	\$ -	0.00%
AID TO AGING	20,000	20,000	-	0.00%
AMBULANCE OPERATIONS-GENERAL	9,500	7,001	2,499	35.69%
AMBULANCE OPERATIONS-MAGNOLIA BEACH	2,601	2,601	-	0.00%
AMBULANCE OPERATIONS-OLIVIA/PORT ALTO	2,501	2,501	-	0.00%
AMBULANCE OPERATIONS-POINT COMFORT	2,001	2,001	-	0.00%
AMBULANCE OPERATIONS-PORT O'CONNOR	2,250	2,250	-	0.00%
AMBULANCE OPERATIONS-SEADRIFT	3,464	2,551	913	35.79%
APPEALS COURT	941	941	-	0.00%
BUILDING MAINTENANCE	825,511	779,922	45,589	5.85%
COMMISSIONERS COURT	226,307	154,007	72,300	46.95%
CONSTABLE-PRECINCT #1	14,500	13,748	752	5.47%
CONSTABLE-PRECINCT #2	14,186	13,962	224	1.60%
CONSTABLE-PRECINCT #3	13,911	13,687	224	1.64%
CONSTABLE-PRECINCT #4	13,888	13,664	224	1.64%
CONSTABLE-PRECINCT #5	13,862	13,638	224	1.64%
CONTENGENCIES	8,748	27,500	(18,752)	-68.19%
COUNTY AUDITOR	220,822	207,082	13,740	6.64%
COUNTY CLERK	351,080	350,026	1,054	0.30%
COUNTY COURT	5,750	5,750	-	0.00%
COUNTY COURT-AT-LAW	229,790	221,812	7,978	3.60%
COUNTY JUDGE	139,351	124,975	14,376	11.50%
COUNTY TAX COLLECTOR	247,136	209,024	38,112	18.23%
COUNTY TREASURER	157,386	157,072	314	0.20%
CRIME VICTIMS ASSISTANCE	28,517	18	28,499	158327.78%
DEBT SERVICE	20,208	20,183	25	0.12%
DISTRICT ATTORNEY	436,856	395,000	41,856	10.60%
DISTRICT CLERK	263,288	290,537	(27,249)	-9.38%
DISTRICT COURT	160,876	134,263	26,613	19.82%
ELECTIONS	77,049	75,316	1,733	2.30%
EMERGENCY MANAGEMENT	72,676	70,795	1,881	2.66%
EMERGENCY MEDICAL SERVICES	1,233,987	1,214,156	19,831	1.63%
EXTENSION SERVICE	158,626	153,301	5,325	3.47%
FIRE PROTECTION-MAGNOLIA BEACH	7,501	7,501	-	0.00%
FIRE PROTECTION-OLIVIA/PORT ALTO	7,501	7,501	-	0.00%
FIRE PROTECTION-POINT COMFORT	7,501	7,501	-	0.00%
FIRE PROTECTION-PORT LAVACA	175,001	75,001	100,000	133.33%
FIRE PROTECTION-PORT O'CONNOR	7,502	7,502	-	0.00%
FIRE PROTECTION-SEADRIFT	6,588	7,501	(913)	-12.17%
FLOOD PLAIN ADMINISTRATION	8,058	8,000	58	0.73%
HEALTH DEPARTMENT	333,591	307,163	26,428	8.60%
HIGHWAY PATROL	41,242	37,380	3,862	10.33%
HISTORICAL COMMISSION	6,802	6,802	-	0.00%
INDIGENT HEALTH CARE	1,456,032	935,500	520,532	55.64%
JAIL OPERATIONS	2,089,768	2,137,962	(48,194)	-2.25%
JUSTICE OF PEACE-PRECINCT #1	53,429	50,507	2,922	5.79%
JUSTICE OF PEACE PRECINCT #2	71,228	66,214	5,014	7.57%
JUSTICE OF PEACE-PRECINCT #3	53,846	52,477	1,369	2.61%
JUSTICE OF PEACE-PRECINCT #4	65,124	63,056	2,068	3.28%
JUSTICE OF PEACE-PRECINCT #5	52,847	50,947	1,900	3.73%
JUSTICE OF THE PEACE-GENERAL	1,026	2,305	(1,279)	-55.49%
JUVENILE BOOT CAMP	3,946	25,000	(21,054)	-84.22%
JUVENILE COURT	117,769	117,738	31	0.03%
JUVENILE PROBATION	38,050	30,000	8,050	26.83%
LIBRARY	346,041	316,186	29,855	9.44%
MISCELLANEOUS	410,500	403,000	7,500	1.86%
MUSEUM	67,391	43,759	23,632	54.00%
NUISANCE ORDINANCE ENFORCEMENT	55,254	48,511	6,743	13.90%
ROAD AND BRIDGE-PRECINCT #1	632,720	576,231	56,489	9.80%
ROAD AND BRIDGE-PRECINCT #2	677,325	630,413	46,912	7.44%
ROAD AND BRIDGE-PRECINCT #3	664,531	605,853	58,678	9.69%
ROAD AND BRIDGE-PRECINCT #4	1,380,068	1,287,315	92,753	7.21%
SHERIFF	1,943,547	1,658,889	284,658	17.16%
SOIL AND WATER CONSERVATION	7,750	7,750	-	0.00%
TAX APPRAISAL DISTRICT	154,438	154,438	-	0.00%
VETERANS SERVICES	24,613	22,743	1,870	8.22%
WASTE MANAGEMENT	224,887	185,003	39,884	21.56%
TOTALS	\$ 16,178,087	\$ 14,650,034	\$ 1,528,053	10.43%

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of the current year the County had invested in a broad range of capital assets, including land, buildings, equipment, infrastructure and other. (See Table A-6).

Table A-6
County's Capital Assets (Net of accumulated depreciation, where applicable)

Description	Governmental Activities		Business-type Activities		Total	
	This Year	Last Year	This Year	Last Year	This Year	Last Year
Land	\$1,736,805	\$1,538,015	\$32,143	\$224,776	\$1,768,948	\$1,762,791
Buildings	\$6,528,743	\$4,492,389	\$3,456,014	\$8,314,154	\$9,984,757	\$12,806,543
Improvements	\$1,001,616	\$4,164,127	\$0	\$0	\$1,001,616	\$4,164,127
Furniture, Fixtures & Equipment	\$3,027,988	\$8,474,307	\$2,761,581	\$2,819,746	\$5,789,569	\$11,294,053
Leased Assets	\$0	\$0	\$1,089,098	\$1,501,740	\$1,089,098	\$1,501,740
Construction in Progress	\$2,410,388	\$642,464	\$0	\$0	\$2,410,388	\$642,464
Infrastructure	\$6,762,206	\$7,180,575	\$0	\$0	\$6,762,206	\$7,180,575
Total	\$21,467,746	\$26,491,877	\$7,338,836	\$12,860,416	\$28,806,582	\$39,352,293

As of 1/1/03 the Memorial Medical Plaza was transferred from Memorial Medical Center to the County. The amount of this transfer was Land-\$192,633 and Building-\$6,151,912. The County did not restate its 2002 financial statements in this first year of implementation of GASB-34.

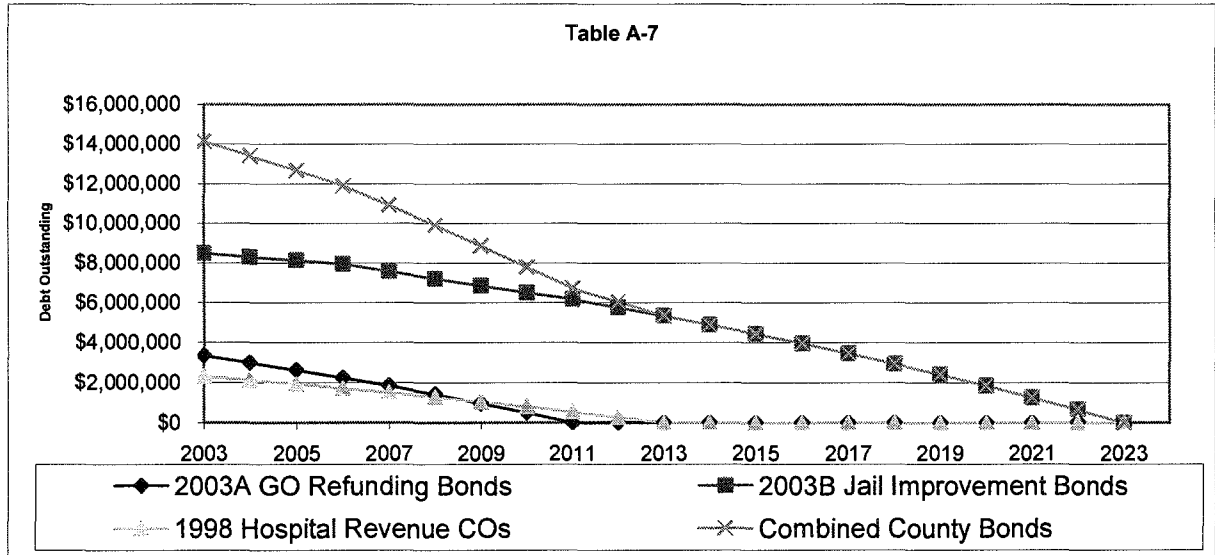
The County's next year capital budget projects spending \$9,183,629 for capital projects, principally for the construction of a new jail (\$8,500,000) and the following year for mold remediation and renovation in the County courthouse (\$5,900,000). The County will use \$8,500,000 general obligation bonds that were issued during the current year for the jail and insurance proceeds recovered from a prior year for the mold remediation plus an anticipated certificate of obligation issue of \$5,900,000. More detailed information concerning the County's capital assets is presented in the notes to the financial statements.

Long Term Debt

At year end the County had \$14,140,000 in bonds outstanding as shown in Table A-7. More detailed information about the County's debt is presented in the notes to the financial statements. The County anticipates that additional debt will be issued next year to finance the remediation and remodeling of the County courthouse.

The County's bonds presently carry "AAA" ratings (insured) with underlying ratings as follows:

Moody's Investor Services A1
 Standard & Poor's A+



ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Appraised value used for this year's budget was \$2,903,517,427 while \$2,924,647,249 was used for next year's budget preparation. This represents a increase of \$21,129,822 or (0.72772)%. General fund tax rates for next year were set at \$0.4667 an increase of \$0.0697 or 17.55668% over this year's general fund tax rate of \$0.3970. This increase in taxes was due to the decrease in appraised values, the decline in sales tax revenues and the additional funds required to finance the Emergency Medical Services and the farming out of County prisoners while the jail is constructed.

General fund expenditures were budgeted for the current year at \$16,183,548 while general fund expenditures for next year were budgeted at \$14,577,200, a decrease of \$1,606,348 or 9.9258%. The Commissioners' Court is trying to maintain a level amount in expenditures while increasing taxes in order to maintain a balanced budget or increase the fund balance slightly until the next tax abatement comes on the rolls in the year 2006. Tax abatements coming on the tax rolls are estimated for the year 2006 at \$90,900,000, for the year 2007 at \$585,000,000 and for the year 2008 at \$76,500,000.

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Basic Financial Statements

CALHOUN COUNTY, TEXAS
STATEMENT OF NET ASSETS
DECEMBER 31, 2003

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 8,024,303	\$ 935,379	\$ 8,959,682
Receivables (net of allowances for uncollectibles):	6,037,020	2,790,536	8,827,556
Intergovernmental receivable	385,958	--	385,958
Prepaid items and other current assets	182,679	820,527	1,003,206
Restricted assets:			
Cash and cash equivalents	17,221,058	13,701	17,234,759
Deferred charges	13,126	--	13,126
Capital assets (net, where applicable, of accumulated depreciation)			
Land	1,736,805	32,143	1,768,948
Construction in progress	2,410,388	--	2,410,388
Buildings	6,528,743	3,456,014	9,984,757
Improvements other than buildings	1,001,616	--	1,001,616
Furniture, fixtures and equipment	3,027,988	3,850,679	6,878,667
Infrastructure	6,762,206	--	6,762,206
Total Assets	<u>53,331,890</u>	<u>11,898,979</u>	<u>65,230,869</u>
LIABILITIES			
Accounts payable	923,455	542,885	1,466,340
Accrued and other liabilities	481,309	745,777	1,227,086
Due to other governments	283,507	--	283,507
Due to others	89,141	--	89,141
Unearned revenue	9,784,328	--	9,784,328
Noncurrent liabilities:			
Due in one year	816,676	521,622	1,338,298
Due in more than one year	13,455,591	852,119	14,307,710
Total Liabilities	<u>25,834,007</u>	<u>2,662,403</u>	<u>28,496,410</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	15,128,826	6,249,738	21,378,564
Restricted For:			
Debt Service	547,410	--	547,410
Capital Projects	8,827,374	--	8,827,374
Unrestricted	2,994,273	2,986,838	5,981,111
Total Net Assets	<u>\$ 27,497,883</u>	<u>\$ 9,236,576</u>	<u>\$ 36,734,459</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2003

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
General administration	\$ 1,137,098	\$ 224,960	\$ --	\$ --
Judicial	995,951	701,197	41,409	--
Legal	502,834	72,116	968	--
Financial administration	754,762	186,091	--	--
Public facilities	574,343	9,309	10,005	--
Public safety	4,507,879	156,182	277,530	--
Roads and bridges	3,741,337	664,900	12,571	--
Health and welfare	3,316,685	21,681	141,211	--
Community development	152,735	2,126	23	--
Culture and recreation	565,946	25,393	8,635	571,528
Social services	65,362	--	--	--
Conservation	7,750	--	--	42,500
Sanitation services	217,229	16,108	--	--
Nondepartmental	221,269	45,165	122,965	233,868
Interest and fiscal charges	417,990	--	--	--
Total expenditures	17,179,170	2,125,228	615,317	847,896
Business-type Activities:				
Memorial Medical Center	19,697,663	18,587,891	416,016	--
Total Primary Government	\$ 36,876,833	\$ 20,713,119	\$ 1,031,333	\$ 847,896

General Revenues:
 Ad valorem taxes
 Sales taxes
 Other taxes
 Unrestricted Investment Earnings
 Miscellaneous
 Gain on Sale of Capital Assets
 Total General Revenues
 Change in Net Assets
 Net Assets - Beginning
 Residual equity transfers
 Net Assets - Ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Assets

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (912,138)		\$ (912,138)
(253,345)		(253,345)
(429,750)		(429,750)
(568,671)		(568,671)
(555,029)		(555,029)
(4,074,167)		(4,074,167)
(3,063,866)		(3,063,866)
(3,153,793)		(3,153,793)
(150,586)		(150,586)
39,610		39,610
(65,362)		(65,362)
34,750		34,750
(201,121)		(201,121)
180,729		180,729
(417,990)		(417,990)
<u>(13,590,729)</u>		<u>(13,590,729)</u>
--	\$ (693,756)	(693,756)
<u>(13,590,729)</u>	<u>(693,756)</u>	<u>(14,284,485)</u>
12,060,379	--	12,060,379
897,871	--	897,871
24,596	--	24,596
526,290	38,695	564,985
184,503	--	184,503
5,334	--	5,334
<u>13,698,973</u>	<u>38,695</u>	<u>13,737,668</u>
108,244	(655,061)	(546,817)
25,120,677	12,160,599	37,281,276
2,268,962	(2,268,962)	--
<u>\$ 27,497,883</u>	<u>\$ 9,236,576</u>	<u>\$ 36,734,459</u>

CALHOUN COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2003

	General Fund	2003-B GO Refinancing Bonds
ASSETS		
Cash and cash equivalents	\$ 3,448,081	\$ 63,995
Receivables (net of allowances for uncollectibles):		
Taxes	4,175,364	137,835
Accounts	8,195	--
Intergovernmental receivable	294,141	--
Due from other funds	792,633	--
Restricted assets:		
Cash and cash equivalents	8,404,803	288,965
 Total Assets	 \$ 17,123,217	 \$ 490,795
 LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 796,411	\$ --
Accrued and other liabilities	270,710	--
Due to other funds	7	--
Due to other governments	4,106	--
Due to others	556	--
Deferred revenue	12,916,753	444,552
Total Liabilities	13,988,543	444,552
 Fund balances:		
Reserved	87,500	--
Unreserved, undesignated	3,047,174	46,243
Total fund balances	3,134,674	46,243
 Total Liabilities, & Fund Balances	 \$ 17,123,217	 \$ 490,795

The accompanying notes are an integral part of this statement.

New Jail Building	Other Governmental Funds	Total Governmental Funds
\$ 507,279	\$ 4,004,944	\$ 8,024,299
--	340,300	4,653,499
--	50	8,245
--	91,847	385,988
--	205	792,838
<u>7,841,671</u>	<u>685,619</u>	<u>17,221,058</u>
<u>\$ 8,348,950</u>	<u>\$ 5,122,965</u>	<u>\$ 31,085,927</u>
\$ 7,279	\$ 119,765	\$ 923,455
--	32,386	303,096
500,000	292,831	792,838
--	362	4,468
--	88,585	89,141
--	1,065,254	14,426,559
<u>507,279</u>	<u>1,599,183</u>	<u>16,539,557</u>
--	--	87,500
<u>7,841,671</u>	<u>3,523,782</u>	<u>14,458,870</u>
<u>7,841,671</u>	<u>3,523,782</u>	<u>14,546,370</u>
<u>\$ 8,348,950</u>	<u>\$ 5,122,965</u>	<u>\$ 31,085,927</u>

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CALHOUN COUNTY, TEXAS
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET ASSETS
 DECEMBER 31, 2003**

Total fund balances - governmental funds balance sheet	\$ 14,546,370
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not reported in the funds.	21,467,745
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	4,642,232
Payables for bond principal which are not due in the current period are not reported in the funds.	(14,136,961)
Payables for capital leases which are not due in the current period are not reported in the funds.	(30,505)
Payables for bond interest which are not due in the current period are not reported in the funds.	(178,213)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(91,676)
Other long-term assets are not available to pay for current-period expenditures and are deferred in the funds.	182,649
Certain receivables are not recorded in the funds.	<u>1,096,242</u>
Net assets of governmental activities - statement of net assets	<u>\$ 27,497,883</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2003

	General Fund	2003-B GO Refinancing Bonds
Revenues:		
Ad valorem taxes	\$ 11,285,029	\$ 644
Sales taxes	897,871	--
Other taxes	10,288	--
Intergovernmental	472,241	--
Charges for services	891,384	--
Permits and licenses	16,531	--
Fines and forfeitures	262,132	--
Interest	365,989	1,577
Gifts and contributions	--	--
Rents and leases	14,922	--
Miscellaneous	180,703	--
Total revenues	14,397,090	2,221
Expenditures:		
Current:		
General administration	1,132,715	--
Judicial	980,253	--
Legal	435,509	--
Financial administration	742,815	3,037
Public facilities	545,383	--
Public safety	4,318,734	--
Roads and bridges	3,136,423	--
Health and welfare	2,816,940	--
Community development	149,377	--
Culture and recreation	413,185	--
Social services	44,049	--
Conservation	7,750	--
Sanitation services	209,056	--
Nondepartmental	52,532	--
Debt service:		
Principal	--	--
Interest and fiscal charges	20,207	37,729
Current refunding escrow	--	3,278,587
Total expenditures	15,004,928	3,319,353
Excess (deficiency) of revenues over (under) expenditures	(607,838)	(3,317,132)
Other financing sources (uses):		
Operating transfers in	691,924	36,697
Operating transfers out	(23,701)	--
Gain on sale of fixed assets	5,334	--
Proceeds of bonds	--	--
Proceeds of refunding bonds	--	3,326,678
Total other financing sources (uses)	673,557	3,363,375
Excess of revenues and other financing sources over (under) expenditures and other financing uses	65,719	46,243
Fund balances, January 1	3,068,955	--
Fund balances, December 31	\$ 3,134,674	\$ 46,243

The accompanying notes are an integral part of this statement.

New Jail Building	Other Governmental Funds	Total Governmental Funds
\$ --	\$ 774,705	\$ 12,060,378
--	--	897,871
--	14,308	24,596
--	896,300	1,368,541
--	130,965	1,022,349
--	523,517	540,048
--	156,434	418,566
49,641	150,157	567,364
--	96,811	96,811
--	17,762	32,684
--	3,800	184,503
<u>49,641</u>	<u>2,764,759</u>	<u>17,213,711</u>
--	13,352	1,146,067
--	--	980,253
--	55,084	490,593
--	2,023	747,875
--	28,132	573,515
--	25,948	4,344,682
--	39,833	3,176,256
--	--	2,816,940
--	--	149,377
--	39,344	452,529
--	--	44,049
--	--	7,750
--	--	209,056
654,053	1,212,074	1,918,659
--	1,345,000	1,345,000
--	305,990	363,926
--	--	3,278,587
<u>654,053</u>	<u>3,066,780</u>	<u>22,045,114</u>
(604,412)	(302,021)	(4,831,403)
--	1,568,049	2,296,670
--	(2,272,969)	(2,296,670)
--	--	5,334
8,490,000	--	8,490,000
--	--	3,326,678
<u>8,490,000</u>	<u>(704,920)</u>	<u>11,822,012</u>
7,885,588	(1,006,941)	6,990,609
<u>(43,917)</u>	<u>4,530,723</u>	<u>7,555,761</u>
<u>\$ 7,841,671</u>	<u>\$ 3,523,782</u>	<u>\$ 14,546,370</u>

CALHOUN COUNTY, TEXAS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2003

Net change in fund balances - total governmental funds	\$ 6,990,609
Amounts reported for governmental activities in the statement of activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	1,969,258
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,673,283)
Expenses not requiring the use of current financial resources are not reported as expenditures in the funds.	6,150
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	4,641,502
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	2,964
Expense recognition deferred to future periods.	(111,635)
Certain revenues are not reported in the funds.	109,442
Proceeds received from bond issuance has no effect on net assets.	<u>(11,826,763)</u>
Change in net assets of governmental activities - statement of activities	<u>\$ 108,244</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

STATEMENT OF NET ASSETS

ENTERPRISE FUND

DECEMBER 31, 2003

	Enterprise Fund <u>Memorial Medical Center</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 935,379
Receivables (net of allowances for uncollectibles):	
Accounts	2,790,536
Prepaid items and other current assets	820,527
Total current assets	<u>4,546,442</u>
Noncurrent assets	
Restricted assets:	
Cash and cash equivalents	13,701
Capital assets :	
Equipment	7,338,836
Total Assets	<u>11,898,979</u>
LIABILITIES	
Current liabilities:	
Accounts payable	542,885
Accrued and other liabilities	745,777
Compensated absences payable	284,643
Capital leases payable - current portion	236,979
Total current liabilities	<u>1,810,284</u>
Noncurrent liabilities:	
Capital leases payable	852,119
Total noncurrent liabilities	<u>852,119</u>
Total Liabilities	<u>2,662,403</u>
NET ASSETS	
Unrestricted	9,236,576
Total Net Assets	<u>\$ 9,236,576</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET ASSETS - ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2003

	Enterprise Fund
	Memorial Medical Center
OPERATING REVENUES:	
Patient revenues	\$ 17,884,577
Other operating revenues	703,314
Total Operating Revenues	<u>18,587,891</u>
OPERATING EXPENSES:	
Operating expenses	18,184,357
Depreciation and amortization	1,491,510
Total Operating Expenses	<u>19,675,867</u>
Operating Income (Loss)	<u>(1,087,976)</u>
NON-OPERATING REVENUES (EXPENSES):	
Interest revenue	38,695
Interest expense	(21,796)
Total Non-operating Revenues (Expenses)	<u>16,899</u>
Net Income (Loss) before Capital Contributions	<u>(1,071,077)</u>
CAPITAL CONTRIBUTIONS	
Capital contributions	416,016
Total Capital Contributions	<u>416,016</u>
Net income (Loss)	(655,061)
Retained earnings, January 1	12,160,599
Residual equity transfer	<u>(2,268,962)</u>
Retained earnings, December 31	<u>\$ 9,236,576</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Enterprise Fund <u>Memoral Medical Center</u>
Cash Flows from Operating Activities:	
Cash received from patients and third-party payors	\$ 17,411,871
Other receipts and payments from operations, net	253,875
Cash paid to suppliers	(8,472,081)
Cash paid to employees	(7,341,833)
Cash paid for employee benefits and payroll taxes	(2,127,929)
Net Cash Provided (Used) by Operating Activities	<u>(276,097)</u>
Cash Flows from Non-capital Financing Activities:	
Noncapital grants and contributions	416,016
Net Cash Provided (Used) by Non-capital Financing Activities	<u>416,016</u>
Cash Flows from Capital and Related Financing Activities:	
Principal payments on long-term debt and notes payable	(386,826)
Interest payments on long-term debt and notes payable	(50,064)
Purchase of capital assets	(668,313)
Net Cash Provided (Used) for Capital & Related Financing Activities	<u>(1,105,203)</u>
Cash Flows from Investing Activities:	
Investment earnings	38,695
Net Cash Provided (Used) for Investing Activities	<u>38,695</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(926,589)
Cash and Cash Equivalents at Beginning of Year	<u>1,875,669</u>
Cash and Cash Equivalents at End of Year	<u>\$ 949,080</u>
Reconciliation of Cash and Cash Equivalents to Balance Sheet	
Cash and cash equivalents	\$ 935,379
Restricted cash and cash equivalents	<u>13,701</u>
	<u>\$ 949,080</u>
Reconciliation of Operating Income to Net Cash	
Provided by Operating Activities:	
Operating Income (Loss)	\$ (1,087,976)
Adjustments to Reconcile Operating Income to Net Cash	
Provided by Operating Activities	
Depreciation	1,491,510
Change in Assets and Liabilities:	
Decrease (Increase) in receivables	(219,154)
Decrease (Increase) in other assets	13,506
Increase (Decrease) in accounts payable and accrued expenses	(220,431)
Increase (Decrease) in third-party payor settlements	(253,552)
Total Adjustments	<u>811,879</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (276,097)</u>
Schedule of Noncash Capital and Related Financing Activities:	
Transfer of capital assets to County	\$ (4,698,383)
Transfer of debt to County	<u>2,429,421</u>
	<u>\$ (2,268,962)</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 DECEMBER 31, 2003

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 536,595
Intergovernmental receivable	455,328
Due from other funds	85,787
Due from others	<u>429</u>
Total Assets	<u>\$ 1,078,139</u>
LIABILITIES	
Due to other funds	\$ 85,787
Due to other governments	489,700
Due to others	<u>502,652</u>
Total Liabilities	<u>\$ 1,078,139</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with accounting principles generally accepted (GAAP) in the United States of America as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB Statement No. 20 "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting" provides guidance on accounting standards to be applied by proprietary funds. Memorial Medical Center (MMC), is a proprietary type fund and has elected to apply all applicable GASB pronouncements as well as FASB Statements and Interpretations, APB Opinions, and ARBs pronouncements unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the County's accounting policies are described below.

A. Reporting Entity

The County of Calhoun, Texas was organized by the State of Texas in 1846 from parts of Jackson, Matagorda, and Victoria counties and is governed under the laws of the State of Texas. The County provides the following services: general and financial administration, judicial and legal, public facilities and road and bridge maintenance and construction, public safety, health and welfare, community development, culture and recreation, social services, and conservation and sanitation services.

The Calhoun County Commissioners' Court is the level of government which has oversight responsibility and control over all activities of the County. The Court is composed of four commissioners, one elected from each of the four precincts in the County, and the County Judge elected from the entire County. The members are elected by the public and have decision making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. Although the County receives funding from local, state and federal government entities, the Commissioners' Court is not included in any other government "reporting entity."

For financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The criteria used are as follows:

Financial Accountability - The primary government is deemed to be financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the primary government. Additionally, the primary government may be financially accountable if an organization is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government or a jointly appointed board. There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements. Accordingly, the general purpose financial statements present the County only.

B. Implementation of Governmental Accounting Standards Board Statements 34, 37 and 38

Effective for the year ended December 31, 2003, the County implemented GASB Statement 34, *Basic Financial Statements - and Management's Discussion and Analysis for State and Local Governments*, GASB Statement 37, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments - Omnibus*, and GASB Statement 38, *Certain Financial Statement Note Disclosures*. GASB-34 established a new reporting model for state and local governments. The primary effects of implementation on the County's financial statements are the addition of management's discussion and analysis as required supplementary information, the classification of net asset categories, use of the direct method of cash flow statements and certain modifications to footnote disclosures.

C. Use of Estimates

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

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

D. Government-wide and Fund Financial Statements

The **government-wide financial statements** (i.e. the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support.

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

Separate **fund financial statements** are provided for governmental funds and proprietary funds and fiduciary funds even though the later are excluded from the government-wide financial statements. The General Fund, 2003-B GO Refinancing Bonds debt service fund and the New Jail Building capital projects fund meet criteria as **major governmental funds**. Each fund is reported in separate columns in the fund financial statements. Non-major funds include Special Revenue, Debt Service, and Capital Projects funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for nonmajor funds are presented within Combining and Individual Fund Statements and Schedules.

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs and investment earnings.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. Property taxes which were levied and due October 1, 2003 are intended to finance the County's budget for the fiscal year beginning January 1, 2004; accordingly, recognition of revenue from this levy has been deferred to the next fiscal year.

Expenditures generally are recorded when a 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.

The County reports the following major governmental funds:

The General Fund is the County's general operating fund and is always classified as a major fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

Major revenue sources include property and other taxes, intergovernmental revenues, charges for services, and investment of idle funds. Primary expenditures are for general administration, judicial and legal, public facilities and road and bridge maintenance and construction, public safety, and health and welfare.

The 2003-B GO Refinancing Bonds debt service fund accounts for the resources accumulated and payments made for a refunding of prior existing debt principal and interest and continuing for new debt. Initially, revenue was provided by the new debt proceeds and an expenditure made to the current refunding escrow. In the future, revenues will be provided by property taxes specifically levied for debt principal and interest payments.

The New Jail Building capital project fund accounts for the resources received and expended for the construction of the County's new jail. Resources were provided from proceeds of a bond issue during 2003.

Other Fund types include special revenue and fiduciary funds which are considered as nonmajor funds. Nonmajor funds include special revenue, debt service, and capital projects funds.

Proprietary fund financial statements are used to account for activities, which are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position and cash flows. The County's only proprietary fund is Memorial Medical Center used to account for hospital operations. Major revenues are provided by charges for services. Primary expenses are for health care.

The proprietary fund is accounted for using the accrual basis of accounting as follows:

1. Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.
2. Current-year contributions, health care expenses and administrative expenses which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are charges to customers for services. Operating expenses for the funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary fund financial statements include fiduciary funds which are classified into private purpose trust and agency funds. The County has only agency funds which are used to account for assets held by the County as an agent for individuals, private organizations, other governments and other funds. Agency funds do not involve a formal trust agreement. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

F. Assets, liabilities, and net assets or equity

1. Cash and Cash Equivalents

Cash consists of demand and time deposits. For purposes of presentation of MMC's cash flows, all investments with a maturity of 3 months or less at acquisition have been classified as cash equivalents.

2. Interest Capitalization

Interest costs incurred by the enterprise fund for the acquisition and/or construction of capital assets are subject to capitalization when the following conditions are present:

Expenditures for the capital asset have been made.

Activities that are necessary to get the capital asset ready for intended use are in progress.

Interest cost is being incurred.

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

The amount of interest cost to be capitalized is based on the weighted average amount of accumulated expenditures for the period multiplied by the interest rate for the obligation incurred specifically to finance the construction of the capital asset net of interest earned on funds borrowed to finance the project. During 2003, MMC capitalized no interest.

3. Investments

State statutes authorize the county to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (B) secured by obligations that are described by (1) - (4); or, (6) fully collateralized direct repurchase agreements having a defined termination date, secured by obligations described by (1), pledged with a third party selected or approved by the county, and placed through a primary government securities dealer.

Investments maturing within one year of date of purchase are stated at cost or amortized cost, all other investments are stated at fair value which is based on quoted market prices. All investment income is recognized in the appropriate fund's statement of activity and or statement of revenues, expenditures and changes in fund balance.

4. Receivables and Payables

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

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

Due From or Due to Other Funds - Lending or borrowing between funds is reflected as "due from or due to" (current portion) or "advances to or advances from other funds" (non-current). Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation and are not expendable available financial resources. Interfund activity reflected in "due from or due to" is eliminated on the government-wide statements.

5. Capital Assets

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets (e.g., roads and bridges) are reported in the government-wide financial statements. Capital assets (except for grant assets with lower thresholds) are defined as assets with a cost of \$5,000 or more. Infrastructure assets include County-owned roads and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets except for infrastructure are depreciated using the straight line method over the following estimated useful lives:

Buildings	15 - 40 years
Improvements other than buildings	45 years
Equipment	5 - 20 years
Leased assets	5 - 7 years
Infrastructure	35 - 40 years

Infrastructure assets include assets acquired prior to June 30, 1980 through the current period.

6. Compensated Absences

A liability for unused vacation (two weeks vacation benefits annually (three weeks after ten years of employment)) and compensation time for all full time employees is calculated and reported in the government-wide statements. For financial reporting, the following criteria must be met to be considered as compensated absences:

- leave or compensation is attributed to services already rendered,
- leave or compensation is not contingent on a specific event.

Per GASB-34 Interpretation No. 6, liabilities for compensated absences are recognized in the fund statements to the extent liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements. The General Fund and MMC Proprietary Fund typically have been used to liquidate the liability for compensated absences.

7. Fund Equity

In government-wide statements, net assets are classified in three categories as follows:

- a. **Invested in capital assets, net of related debt** – This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, leases, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. **Restricted** – This component of net assets consists of net assets whose use is restricted by contributors, laws or regulations of other governments, or by laws through constitutional provisions or enabling legislation.
- c. **Unrestricted** – This component of net assets consists of those assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or legally restricted by outside parties for a specific purpose. Fund reservations include debt service, capital projects, and prepaid assets.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets:

The governmental fund balance sheet includes a reconciliation between fund balances for total governmental funds and net assets as reported in the government-wide statement of net assets. The details of the difference are as follows:

Other long-term assets which are not available to pay for current-period expenditures and are deferred in the funds.

Prepaid insurance	\$ <u>182,649</u>
-------------------	-------------------

Certain receivables are not recorded in the funds.

JP fines receivable	\$ 653,813
County Court fines receivable	50,397
District Court fines receivable	<u>392,032</u>
	\$ <u>1,096,242</u>

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. Government funds report capital expenditures; however, in the statement of activities, the cost of capital assets is allocated over their estimate useful lives and reported as depreciation expense. The details of the difference are as follows:

Expense recognition is deferred to future periods.

Change in accrued interest payable \$ (111,635)

Certain revenues are not recorded in the funds.

JP fines	\$ 116,896
County Court fines	(8,886)
District Court fines	<u>1,430</u>
	<u>\$ 109,442</u>

III. DEPOSITS, INVESTMENTS AND INVESTMENT POLICIES

A. Deposits

At year end, the carrying amount of the County's cash and cash equivalents was \$27,731,032 (including \$17,234,759 restricted) and the bank balance was \$27,824,911. The bank balance is classified into three categories of credit risk: 1) cash that is insured or collateralized with securities held by County or by its agent in the County's name, 2) cash collateralized with securities held by the pledging financial institution's trust department or agent in the County's name, and 3) uncollateralized bank accounts. At year end, the County's depository had pledged securities, with a face value of \$38,464,818 and fair value of \$39,167,191.

The County's deposits are classified as follows at December 31, 2003:

<u>Category</u>	
1	\$ 27,824,911
2	-
3	<u>-</u>
Total	<u>\$ 27,824,911</u>

Cash is restricted for the following purposes at December 31, 2003

Restricted for use in next fiscal year.	\$ 9,379,387
Restricted for capital asset construction/construction	<u>7,855,372</u>
	<u>\$ 17,234,759</u>

B. Investments

During 2003, the County's investing activities were limited to certificates of deposit which are classified as deposits.

IV. PROPERTY TAXES AND OTHER RECEIVABLES

A. Property Tax Calendar/Taxes Collected In Advance

The County's property tax is levied and recorded as a receivable each October 1, on the assessed value listed as of the prior January 1, for all real and business property located in the County. Taxes are delinquent on February 1 following the October 1 levy date. A statutory lien becomes effective on all property with unpaid taxes as of January 1 of the year following the assessment. The County is prohibited from using taxes collected between October 1 and December 31 until the first day of the budget year for which the taxes are levied. As a result, taxes collected between these dates are shown as restricted cash and deferred revenue on the balance sheets of the General and Debt Service Funds.

The appraisal of property within the County is the responsibility of the Calhoun County Appraisal District as required by legislation passed by the Texas Legislature. The Appraisal District is required under such legislation 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. The value of property within the appraisal district must be reviewed every five years; however, the county may, at its own expense, require annual reviews of appraised values. The County may challenge appraised values established by the appraisal district through various appeals and, if necessary, legal action. Property taxes attach as an enforceable lien on property as of January 1, following the levy date. Taxes are due by January 31, following the levy date.

B. Receivables

Governmental fund type receivables consist of amounts due for property taxes or amounts due for services (net of allowance for uncollectibles). Any portion of receivables that do not meet the criteria for revenue recognition are recorded as deferred revenue.

Receivables at the government-wide level at December 31, 2003 were as follows:

	General	2003-B Refinancing Bonds	Nonmajor Funds	Total Government Activities	Business- Type Activities	Total
Taxes receivable	\$ 4,395,120	\$ 145,089	\$ 358,210	\$ 4,898,419	\$ -	\$ 4,898,419
Allowance for uncollectible taxes	<u>(219,756)</u>	<u>(7,254)</u>	<u>(17,910)</u>	<u>(244,920)</u>	-	<u>(244,920)</u>
	<u>4,175,364</u>	<u>137,835</u>	<u>340,300</u>	<u>4,653,499</u>	-	<u>4,653,499</u>
Accounts receivable	2,155,225	-	50	2,155,275	5,112,328	7,267,603
Allowance for uncollectible	<u>(771,754)</u>	-	-	<u>(771,754)</u>	<u>(2,321,792)</u>	<u>(3,093,546)</u>
	<u>1,383,471</u>	-	50	<u>1,383,521</u>	<u>2,790,536</u>	<u>4,174,057</u>
Total	<u><u>\$ 5,558,835</u></u>	<u><u>\$ 137,835</u></u>	<u><u>\$ 340,350</u></u>	<u><u>\$ 6,037,020</u></u>	<u><u>\$ 2,790,536</u></u>	<u><u>\$ 8,827,556</u></u>

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

V. CAPITAL ASSETS

Capital assets are recorded at cost or, if donated, at fair market value at the date of receipt. In accordance with GASB-34, depreciation policies were adopted to include useful lives and classification by function. Infrastructure assets are listed at estimated or actual historical costs. General capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in governmental-type activities. All purchased fixed assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date of donation.

The County uses the following criteria to classify capital assets:

- Useful life exceeds one year,
- Cost equals \$5,000 or more for assets acquired by governmental funds,
- Cost equals \$500 or more for assets acquired by proprietary funds.

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

Depreciation and amortization of capital assets are estimated using the straight line method over estimated useful lives and are charged as an expense against operations for proprietary funds and governmental activities. Accumulated depreciation and amortization are reported for proprietary funds and governmental activities.

The following is a summary of capital asset activity for the year ended December 31, 2003:

	Balance 12/31/2002	Additions	Retirements	Transfers and Completed Construction	Balance 12/31/2003
GOVERNMENTAL ACTIVITIES:					
Capital assets, not being depreciated:					
Land	\$ 1,538,015	\$ 6,157	\$ -	\$ 192,633	\$ 1,736,805
Construction in progress	694,070	1,749,805	(33,487)	-	2,410,388
Total capital assets not being depreciated	2,232,085	1,755,962	(33,487)	192,633	4,147,193
Capital assets, being depreciated					
Buildings	4,487,094	22,770	(5,212)	6,151,912	10,656,564
Improvements other than buildings	4,058,231	31,495	-	-	4,089,726
Furniture, fixtures and equipment	8,474,307	194,439	(87,814)	-	8,580,932
Infrastructure	16,040,501	-	-	-	16,040,501
Total capital assets being depreciated	33,060,133	248,704	(93,026)	6,151,912	39,367,723
Less accumulated depreciation for:					
Buildings	(2,393,959)	(533,859)	1,520	(1,201,523)	(4,127,821)
Improvements other than buildings	(2,997,081)	(91,029)	-	-	(3,088,110)
Furniture, fixtures and equipment	(4,999,720)	(630,024)	76,800	-	(5,552,944)
Infrastructure	(8,859,927)	(418,368)	-	-	(9,278,295)
Total accumulated depreciation	(19,250,687)	(1,673,280)	78,320	(1,201,523)	(22,047,170)
Total capital assets being depreciated, net	13,809,446	(1,424,576)	(14,706)	4,950,389	17,320,553
Governmental activities capital assets, net	\$ 16,041,531	\$ 331,386	\$ (48,193)	\$ 5,143,022	\$ 21,467,746

CALHOUN COUNTY, TEXAS
Notes to the Basic Financial Statements
 December 31, 2003

	Balance 12/31/2002	Additions	Retirements	Transfers and Completed Construction	Balance 12/31/2003
BUSINESS-TYPE ACTIVITIES:					
Capital assets, not being depreciated:					
Land	\$ 224,776	\$ -	\$ (192,633)	\$ -	\$ 32,143
Capital assets, being depreciated					
Buildings and improvements	14,960,720	28,937	(6,151,912)	-	8,837,745
Equipment	10,168,480	1,029,823	-	-	11,198,303
Leased assets	2,425,225	-	(395,325)	-	2,029,900
Total capital assets being depreciated	27,554,425	1,058,760	(6,547,237)	-	22,065,948
Less accumulated depreciation for:					
Buildings and improvements	(6,646,566)	(314,187)	1,579,022	-	(5,381,731)
Equipment	(7,348,734)	(1,087,988)	-	-	(8,436,722)
Leased assets	(923,485)	(412,642)	395,325	-	(940,802)
Total accumulated depreciation	(14,918,785)	(1,814,817)	1,974,347	-	(14,759,255)
Total capital assets being depreciated, net	12,635,640	(756,057)	(4,572,890)	-	7,306,693
Business-type activities capital assets, net	\$ 12,860,416	\$ (756,057)	\$ (4,765,523)	\$ -	\$ 7,338,836

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

Functions/Programs	
General administration	\$ 3,051
Judicial	15,459
Legal	11,055
Financial administration	8,807
Public facilities	9,508
Public safety	247,941
Roads and bridges	617,719
Health and welfare	509,892
Community development	3,073
Culture and recreation	119,974
Social services	22,854
Sanitation services	15,762
Nondepartmental	88,185
Total expenditures	\$ 1,673,280

Construction commitments

The County had no major active construction projects as of December 31, 2003. However, there was an intent to renovate the county courthouse (future bond proceeds) and construct a new county jail (2003A GO bond proceeds placed in the New Jail Building capital project fund).

Land acquisition and building construction/renovation are being financed by bond proceeds.

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements

December 31, 2003

VI. LONG-TERM DEBT

A. General Obligation Debt

The County finances acquisition or construction of facilities with general obligation debt which is repaid by the debt service funds. At December 31, 2003, the County had the following outstanding bonded debt:

<u>Purpose</u>	<u>Original Amount</u>	<u>Year of Issue</u>	<u>Final Maturity</u>	<u>Average Annual Payment</u>	<u>Interest Rate</u>	<u>Balance 9/30/2003</u>
GOVERNMENTAL TYPE ACTIVITIES DEBT						
General Obligation Bonds:						
Buildings	\$ 8,490,000	2003	2023	\$ 647,000	3.45 % - 4.65%	\$ 8,490,000
Bond premium						10,085
Refunding	3,340,000	2003	2011	482,000	2.00 % - 4.00%	<u>3,340,000</u>
						<u>11,840,085</u>
Certificates of Obligation:						
Buildings	3,130,000	1996	2006	290,000	4.35% - 7.00%	<u>2,310,000</u>
						<u>2,310,000</u>
Total Governmental Type Activities Debt						<u><u>\$ 14,150,085</u></u>

Annual debt service requirements to maturity for general debt:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2004	\$ 725,000	\$ 563,127	\$ 1,288,127
2005	740,000	523,717	1,263,717
2006	775,000	501,687	1,276,687
2007	975,000	478,444	1,453,444
2008	1,025,000	446,227	1,471,227
2009 - 2013	4,565,000	1,666,433	6,231,433
2014 - 2018	2,385,000	977,986	3,362,986
2019 - 2023	<u>2,950,000</u>	<u>418,913</u>	<u>3,368,913</u>
	<u><u>\$ 14,140,000</u></u>	<u><u>\$ 5,576,534</u></u>	<u><u>\$ 19,716,534</u></u>

CALHOUN COUNTY, TEXAS
Notes to the Basic Financial Statements
 December 31, 2003

B. Obligations Under Capital Lease

The County also finances acquisition of equipment through capital leases which are paid by the fund acquiring the underlying asset. At December 31, 2003 the County had the following obligations under capital lease:

Governmental-Type Activities

\$88,192 due in monthly instalments of \$1,682, including interest accruing at 5.62%, maturing in July, 2005 and secured by equipment costing \$88,192. \$ 30,505

Business-Type Activities

Various lease obligations are due at varying rates of imputed interest and are collateralized by equipment with a net amortized cost of \$1,501,740. 1,089,098

\$ 1,552,612

Annual debt service requirements to maturity for capital lease obligations:

Year Ending December 31,	Governmental Activities	Business-Type Activities	Total
2004	\$ 20,184	\$ 264,500	\$ 284,684
2005	11,774	240,878	252,652
2006	-	240,879	240,879
2007	-	240,879	240,879
2008	-	176,854	176,854
	<u>31,958</u>	<u>1,163,990</u>	<u>1,195,948</u>
Less: interest	<u>(1,453)</u>	<u>(74,892)</u>	<u>(76,345)</u>
	<u>\$ 30,505</u>	<u>\$ 1,089,098</u>	<u>\$ 1,119,603</u>

D. Schedule Of Changes In Long-Term Debt

Description	December 31, 2002	Additions	Retirements	December 31, 2003	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 3,075,000	\$ 11,840,085	\$ (3,075,000)	\$ 11,840,085	\$ 535,000
Certificates of obligation	-	2,490,000	(180,000)	2,310,000	190,000
Tax anticipation notes	809,042	40,958	(850,000)	-	-
Total bonds payable	<u>3,884,042</u>	<u>14,371,043</u>	<u>(4,105,000)</u>	<u>14,150,085</u>	<u>725,000</u>
Capital lease obligation	48,420	-	(17,915)	30,505	-
Accrued compensated absences	94,638	-	(2,961)	91,677	91,677
	<u>\$ 4,027,100</u>	<u>\$ 14,371,043</u>	<u>\$ (4,125,876)</u>	<u>\$ 14,272,267</u>	<u>\$ 816,677</u>
Business-type activities					
Certificates of obligation	\$ 2,471,710	-	\$ (2,471,710)	-	-
Capital lease obligation	1,504,192	247,147	(662,241)	1,089,098	236,979
Accrued compensated absences	295,613	638,872	(649,842)	284,643	284,643
	<u>\$ 4,271,515</u>	<u>\$ 886,019</u>	<u>\$ (3,783,793)</u>	<u>\$ 1,373,741</u>	<u>\$ 521,622</u>

CALHOUN COUNTY, TEXAS

Notes to the Basic Financial Statements
December 31, 2003

VII. INTERFUND RECEIVABLES, PAYABLE BALANCES, AND OPERATING TRANSFERS

Interfund receivables and payables at December 31, 2003 were as follows:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 792,633	\$ 7
New Jail Building	-	500,000
Nonmajor governmental type funds	205	292,831
	792,838	792,838
Agency funds	126,652	126,652
Total Due From/To Other Funds	\$ 919,490	\$ 919,490

Operating transfers during 2003 were as follows:

	Operating Transfers	
	In	Out
General Fund	\$ 691,924	\$ 23,701
2003-B GO Refinancing Bonds	36,697	-
Nonmajor governmental funds	1,568,049	2,272,969
	\$ 2,296,670	\$ 2,296,670

Operating transfers were made to provide for road and bridge maintenance, debt service, and courthouse renovation.

VIII. RETIREMENT COMMITMENTS

A. Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit plan in the state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 535 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas, 78768-2034.

The plan provisions are adopted by the County Commissioners' Court, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or with 30 years regardless of age or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years 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 their employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the County Commissioners' Court within the constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by

CALHOUN COUNTY, TEXAS*Notes to the Basic Financial Statements**December 31, 2003*

converting the sum of the employee's accumulated contribution and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

B. Funding Policy

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. It was 9.12% for 2003.

The contribution rate payable by the employee members for calendar year 2003 is the rate of 7% as adopted by the County Commissioners' Court. The employee contribution rate and the employer contribution rate may be changed by the County Commissioners' Court within the options available in the TCDRS Act.

C. Annual Pension Cost

For the County's fiscal year ended December 31, 2003, the annual pension cost for the TCDRS plan for its employees was \$436,168 and the actual contributions were \$436,168.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2001, the basis for determining the contribution rate for calendar year 2003. The December 31, 2002 actuarial valuation is the most recent valuation.

Actuarial Valuation Information

	<u>12/31/02</u>	<u>12/31/01</u>	<u>12/31/00</u>
Actuarial valuation date	entry age	entry age	entry age
Actuarial cost method	level percentage	level percentage	level percentage of
Amortization method	of payroll, open	of payroll, open	payroll, open
Amortization period in years	20	20	20
Asset valuation method	long-term	long-term	long-term
	appreciation with	appreciation with	appreciation with
	adjustment	adjustment	adjustment
Assumptions:			
Investment return	8.0%	8.0%	8.0%
Projected salary increases	5.5%	5.5%	5.9%
Inflation	3.5%	3.5%	4.0%
Cost of living adjustments	0.0%	0.0%	0.0%

Schedule of Funding Progress

	<u>12/31/02</u>	<u>12/31/01</u>	<u>12/31/00</u>
Actuarial valuation date			
Actuarial value of assets	\$ 9,326,584	\$ 9,517,698	\$ 8,442,406
Actuarial accrued liability (AAL)	\$ 11,265,573	\$ 11,152,619	\$ 9,928,043
Unfunded actuarial accrued liability (UAAL)	\$ 1,938,989	\$ 1,634,921	\$ 1,485,637
Funded ratio	82.8%	85.3%	85.0%
Annual covered payroll (actuarial)	\$ 4,915,031	\$ 4,348,756	\$ 4,310,518
UAAL as percentage of covered payroll	39.5%	37.6%	34.5%

Trend Information

Fiscal Year Ended	<u>12/31/03</u>	<u>12/31/02</u>	<u>12/31/01</u>
Annual Pension Cost (APC)	\$483,273	\$436,168	\$387,039
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation	--	--	--

IX. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various nature. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements.

X. COMMITMENTS AND CONTINGENCIES

The County is a party in lawsuits occurring in the normal course of business. Although the outcome of these matters is not presently determinable, in the opinion of the County's management, their resolution will not have a material adverse effect on the financial condition of the County.

During 2000 through 2003, Memorial Medical Center entered into minimum income guarantees with physicians in return for their continued practice in the surrounding area. The physicians repay the advances when their net income exceeds agreed minimums. Unpaid advances may be forgiven for practice continued beyond the initial term. MMC has advanced \$312,215 under these agreements with an unamortized balance due at December 31, 2003 of \$126,505.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. 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 County expends such amounts, if any, to be immaterial.

XI. OTHER DISCLOSURES

A. Patient Revenue

Uncompensated care - Memorial Medical Center patient revenue is reported net of adjustments for Medicare and Medicaid contractual adjustments, other third-party payors, and charity care. Uncompensated care for the year ended December 31, 2003 was \$14,974,630.

B. Concentrations of Credit Risk/Business Concentrations

Governmental fund type accounts and taxes receivable are due from citizens and businesses within the County's boundaries. Risk of loss is immaterial due to wide dispersion of receivables and because of policies which address procedures for approving credit and filing property tax liens. Memorial Medical Center receivable concentrations are primarily due from Medicare/Medicaid (37%), other third-party payors (31%), and patients (32%).

Suppliers - MMC is dependent on a supplier for primarily all of its pharmaceutical supplies. Failure to obtain favorable renewal terms or to locate alternative suppliers could result in a future disruption of service to patients.

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
December 31, 2003

Physicians - MMC is dependent upon local physicians practicing in its service area to provide admissions (patients) and to utilize the hospital for outpatient services. A decrease in the number of physicians providing these services or change in their utilization patterns may have an adverse effect on hospital operations.

C. Subsequent Events

During March, 2004 the County Commissioners' Court approved a contract (approximately \$6,950,000) to construct a new county jail.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

CALHOUN COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT B-1

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Ad valorem taxes	\$ 11,577,000	\$ 11,606,892	\$ 11,285,029	\$ (321,863)
Sales taxes	900,000	650,000	897,871	247,871
Other taxes	7,000	7,000	10,288	3,288
Intergovernmental	179,951	392,353	472,241	79,888
Charges for services	875,272	875,792	891,384	15,592
Permits and licenses	13,500	13,500	16,531	3,031
Fines and forfeitures	206,500	206,500	262,132	55,632
Interest	425,000	425,000	365,989	(59,011)
Rents and leases	133,000	133,000	14,922	(118,078)
Miscellaneous	203,542	251,875	180,703	(71,172)
Total revenues	<u>14,520,765</u>	<u>14,561,912</u>	<u>14,397,090</u>	<u>(164,822)</u>
Expenditures:				
Current:				
General administration	1,134,824	1,213,035	1,132,715	80,320
Judicial	1,056,547	1,075,914	980,253	95,661
Legal	395,017	465,373	435,509	29,864
Financial administration	727,616	779,782	742,815	36,967
Public facilities	779,922	825,511	545,383	280,128
Public safety	4,204,844	4,541,582	4,318,734	222,848
Roads and bridges	3,099,812	3,354,644	3,136,423	218,221
Health and welfare	2,475,724	3,045,927	2,816,940	228,987
Community development	153,301	158,626	149,377	9,249
Culture and recreation	366,747	420,234	413,185	7,049
Social services	42,744	44,614	44,049	565
Conservation	7,750	7,750	7,750	--
Sanitation services	185,003	224,887	209,056	15,831
Nondepartmental	--	--	52,532	(52,532)
Debt service:				
Interest and fiscal charges	20,183	20,208	20,207	1
Total expenditures	<u>14,650,034</u>	<u>16,178,087</u>	<u>15,004,928</u>	<u>1,173,159</u>
Excess (deficiency) of revenues over (under) expenditures	(129,269)	(1,616,175)	(607,838)	1,008,337
Other financing sources (uses):				
Operating transfers in	600,000	685,612	691,924	6,312
Operating transfers out	--	(18,240)	(23,701)	(5,461)
Gain (loss) on sale of fixed assets	--	(5,461)	5,334	10,795
Total other financing sources (uses)	<u>600,000</u>	<u>661,911</u>	<u>673,557</u>	<u>11,646</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	470,731	(954,264)	65,719	1,019,983
Fund balances, January 1	<u>3,068,955</u>	<u>3,068,955</u>	<u>3,068,955</u>	<u>--</u>
Fund balances, December 31	<u>\$ 3,539,686</u>	<u>\$ 2,114,691</u>	<u>\$ 3,134,674</u>	<u>\$ 1,019,983</u>

Budgetary Data

The County Judge serves as the budget officer for the Commissioners' Court and submits the annual budget for approval where the legal level of control is by fund. Following is a summary of the budget procedures:

1. Prior to August 1, the County Judge submits a proposed operating budget to the Commissioners' Court for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at the County Courthouse to obtain taxpayer comments.
3. Prior to October 1, the budget is legally enacted through passage by the Commissioners' Court.
4. No budget amendments can be made without holding public hearings and appropriate action by the Commissioners' Court. The Commissioners' Court may, by order, authorize an emergency expenditure as an amendment to the original budget only in a case of grave public necessity to meet an unusual and unforeseen condition that could not have been included in the original budget through the use of reasonable diligent thought and attention. The Commissioners' Court may issue an order to amend the budget by transferring an amount budgeted for one line item to another budgeted line item without authorizing an emergency expenditure.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service and Capital Projects Funds. No expenditures in excess of budgeted amounts can be made.
6. Budgets are adopted on the GAAP basis of accounting. Annual appropriated budgets are adopted for the general fund, certain special revenue or debt service funds. Capital projects funds are budgeted on a project length basis rather than on a fiscal year basis. All annual appropriations lapse at fiscal year end.

Combining Statements and Budget Comparisons as Supplementary Information

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

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CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2003

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS				
Cash and cash equivalents	\$ 2,619,858	\$ 80,996	\$ 1,304,090	\$ 4,004,944
Receivables (net of allowances for uncollectibles):				
Taxes	--	340,300	--	340,300
Accounts	50	--	--	50
Intergovernmental receivable	908	--	90,939	91,847
Due from other funds	205	--	--	205
Restricted assets:				
Cash and cash equivalents	--	685,619	--	685,619
 Total Assets	 <u>\$ 2,621,021</u>	 <u>\$ 1,106,915</u>	 <u>\$ 1,395,029</u>	 <u>\$ 5,122,965</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 10,584	\$ 3	\$ 109,178	\$ 119,765
Accrued and other liabilities	688	--	31,698	32,386
Due to other funds	24,380	--	268,451	292,831
Due to other governments	362	--	--	362
Due to others	88,585	--	--	88,585
Deferred revenue	101	1,065,153	--	1,065,254
Total Liabilities	<u>124,700</u>	<u>1,065,156</u>	<u>409,327</u>	<u>1,599,183</u>
Fund balances:				
Unreserved, undesignated	2,496,321	41,759	985,702	3,523,782
Total fund balances	<u>2,496,321</u>	<u>41,759</u>	<u>985,702</u>	<u>3,523,782</u>
 Total Liabilities, & Fund Balances	 <u>\$ 2,621,021</u>	 <u>\$ 1,106,915</u>	 <u>\$ 1,395,029</u>	 <u>\$ 5,122,965</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:				
Ad valorem taxes	\$ --	\$ 774,705	\$ --	\$ 774,705
Other taxes	14,308	--	--	14,308
Intergovernmental	39,820	--	856,480	896,300
Charges for services	130,965	--	--	130,965
Permits and licenses	523,517	--	--	523,517
Fines and forfeitures	156,434	--	--	156,434
Interest	91,868	58,289	--	150,157
Gifts and contributions	91,411	--	5,400	96,811
Rents and leases	17,762	--	--	17,762
Miscellaneous	3,800	--	--	3,800
Total revenues	<u>1,069,885</u>	<u>832,994</u>	<u>861,880</u>	<u>2,764,759</u>
Expenditures:				
Current:				
General administration	13,352	--	--	13,352
Legal	55,084	--	--	55,084
Financial administration	--	2,023	--	2,023
Public facilities	28,132	--	--	28,132
Public safety	25,948	--	--	25,948
Roads and bridges	39,833	--	--	39,833
Culture and recreation	39,344	--	--	39,344
Nondepartmental	120,268	--	1,091,806	1,212,074
Debt service:				
Principal	--	1,345,000	--	1,345,000
Interest and fiscal charges	--	305,990	--	305,990
Total expenditures	<u>321,961</u>	<u>1,653,013</u>	<u>1,091,806</u>	<u>3,066,780</u>
Excess (deficiency) of revenues over (under) expenditures	747,924	(820,019)	(229,926)	(302,021)
Other financing sources (uses):				
Operating transfers in	23,701	864,350	679,998	1,568,049
Operating transfers out	(600,000)	(972,153)	(700,816)	(2,272,969)
Total other financing sources (uses)	<u>(576,299)</u>	<u>(107,803)</u>	<u>(20,818)</u>	<u>(704,920)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	171,625	(927,822)	(250,744)	(1,006,941)
Fund balances, January 1	<u>2,324,696</u>	<u>969,581</u>	<u>1,236,446</u>	<u>4,530,723</u>
Fund balances, December 31	<u>\$ 2,496,321</u>	<u>\$ 41,759</u>	<u>\$ 985,702</u>	<u>\$ 3,523,782</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2003

	Special Airport Fund	Appellate Judicial System	C.A.W.S. Animal Control	CCISD/Seadrift/ County Road Project
ASSETS				
Cash and cash equivalents	\$ 6,488	\$ 1,394	\$ 139	\$ 14,852
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	--	--
Intergovernmental receivable	--	--	--	--
Due from other funds	--	--	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 6,488</u>	<u>\$ 1,394</u>	<u>\$ 139</u>	<u>\$ 14,852</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 655	\$ 1,239	\$ --	\$ --
Accrued and other liabilities	--	--	--	--
Due to other funds	--	--	--	--
Due to other governments	--	--	--	--
Due to others	--	--	--	--
Deferred revenue	101	--	--	--
Total Liabilities	<u>756</u>	<u>1,239</u>	<u>--</u>	<u>--</u>
Fund balances:				
Unreserved, undesignated	<u>5,732</u>	<u>155</u>	<u>139</u>	<u>14,852</u>
Total fund balances	<u>5,732</u>	<u>155</u>	<u>139</u>	<u>14,852</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, & Fund Balances	<u>\$ 6,488</u>	<u>\$ 1,394</u>	<u>\$ 139</u>	<u>\$ 14,852</u>

Chamber Tourism Center	Court House Security Fund	District Attorney Forfeiture	DA Hot Check	Donations
\$ 223	\$ 150,789	\$ 9,647	\$ 29,680	\$ 128,435
--	--	--	--	--
--	--	908	--	--
--	1	197	--	--
<u>\$ 223</u>	<u>\$ 150,790</u>	<u>\$ 10,752</u>	<u>\$ 29,680</u>	<u>\$ 128,435</u>
\$ --	\$ --	\$ --	\$ 313	\$ 694
--	--	--	250	183
--	--	--	113	2,216
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	676	3,093
223	150,790	10,752	29,004	125,342
<u>223</u>	<u>150,790</u>	<u>10,752</u>	<u>29,004</u>	<u>125,342</u>
<u>\$ 223</u>	<u>\$ 150,790</u>	<u>\$ 10,752</u>	<u>\$ 29,680</u>	<u>\$ 128,435</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2003

	Flood Control Fund Precinct 1	Graffiti Eradication	Grants	Highway 87 FM 1090
ASSETS				
Cash and cash equivalents	\$ --	\$ 6,744	\$ 70,752	\$ 1,352,449
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	--	--
Intergovernmental receivable	--	--	--	--
Due from other funds	--	--	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ --</u>	<u>\$ 6,744</u>	<u>\$ 70,752</u>	<u>\$ 1,352,449</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ --	\$ --	\$ 3,931	\$ --
Accrued and other liabilities	255	--	--	--
Due to other funds	--	--	--	--
Due to other governments	--	--	--	--
Due to others	--	--	--	--
Deferred revenue	--	--	--	--
Total Liabilities	<u>255</u>	<u>--</u>	<u>3,931</u>	<u>--</u>
Fund balances:				
Unreserved, undesignated	<u>(255)</u>	<u>6,744</u>	<u>66,821</u>	<u>1,352,449</u>
Total fund balances	<u>(255)</u>	<u>6,744</u>	<u>66,821</u>	<u>1,352,449</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, & Fund Balances	<u>\$ --</u>	<u>\$ 6,744</u>	<u>\$ 70,752</u>	<u>\$ 1,352,449</u>

Justice Court Technology	Lateral Road Fund Precinct #1	Lateral Road Fund Precinct #2	Lateral Road Fund Precinct #3	Lateral Road Fund Precinct #4
\$ 24,916	\$ 3,623	\$ 3,623	\$ 3,623	\$ 3,623
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 24,916</u>	<u>\$ 3,623</u>	<u>\$ 3,623</u>	<u>\$ 3,623</u>	<u>\$ 3,623</u>
\$ 2,500	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>2,500</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
22,416	3,623	3,623	3,623	3,623
<u>22,416</u>	<u>3,623</u>	<u>3,623</u>	<u>3,623</u>	<u>3,623</u>
\$ 24,916	\$ 3,623	\$ 3,623	\$ 3,623	\$ 3,623

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2003

	Law Library Fund	LEOSE Education	Port O'Conner Community Center	County Clerk Records Management
ASSETS				
Cash and cash equivalents	\$ 49,639	\$ 10,405	\$ 8,792	\$ 106,133
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	50	--
Intergovernmental receivable	--	--	--	--
Due from other funds	--	--	--	7
	<u>49,639</u>	<u>10,405</u>	<u>8,842</u>	<u>106,140</u>
Total Assets	<u>\$ 49,639</u>	<u>\$ 10,405</u>	<u>\$ 8,842</u>	<u>\$ 106,140</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ --	\$ --	\$ 584	\$ --
Accrued and other liabilities	--	--	--	--
Due to other funds	--	--	--	--
Due to other governments	--	--	--	--
Due to others	--	--	--	--
Deferred revenue	--	--	--	--
Total Liabilities	<u>--</u>	<u>--</u>	<u>584</u>	<u>--</u>
Fund balances:				
Unreserved, undesignated	<u>49,639</u>	<u>10,405</u>	<u>8,258</u>	<u>106,140</u>
Total fund balances	<u>49,639</u>	<u>10,405</u>	<u>8,258</u>	<u>106,140</u>
	<u>\$ 49,639</u>	<u>\$ 10,405</u>	<u>\$ 8,842</u>	<u>\$ 106,140</u>
Total Liabilities, & Fund Balances	<u>\$ 49,639</u>	<u>\$ 10,405</u>	<u>\$ 8,842</u>	<u>\$ 106,140</u>

Records Management and Preservation	Road and Bridge Fund General	Road and Bridge Fund Precinct #3	Road and Bridge Fund Precinct #4	Road Maintenance Precinct #4
\$ 60,029	\$ 346,601	\$ 10,825	\$ 25	\$ 13,994
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 60,029</u>	<u>\$ 346,601</u>	<u>\$ 10,825</u>	<u>\$ 25</u>	<u>\$ 13,994</u>
\$ 668	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>668</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
59,361	346,601	10,825	25	13,994
<u>59,361</u>	<u>346,601</u>	<u>10,825</u>	<u>25</u>	<u>13,994</u>
\$ 60,029	\$ 346,601	\$ 10,825	\$ 25	\$ 13,994

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2003

	Sheriff Forfeited Property	Sheriff Jail Division	Election Services Contract
ASSETS			
Cash and cash equivalents	\$ 97,522	\$ 11,209	\$ 4,212
Receivables (net of allowances for uncollectibles):			
Accounts	--	--	--
Intergovernmental receivable	--	--	--
Due from other funds	--	--	--
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 97,522</u>	<u>\$ 11,209</u>	<u>\$ 4,212</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ --	\$ --	\$ --
Accrued and other liabilities	--	--	--
Due to other funds	197	--	--
Due to other governments	--	--	--
Due to others	88,585	--	--
Deferred revenue	--	--	--
Total Liabilities	<u>88,782</u>	<u>--</u>	<u>--</u>
Fund balances:			
Unreserved, undesignated	<u>8,740</u>	<u>11,209</u>	<u>4,212</u>
Total fund balances	<u>8,740</u>	<u>11,209</u>	<u>4,212</u>
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, & Fund Balances	<u>\$ 97,522</u>	<u>\$ 11,209</u>	<u>\$ 4,212</u>

Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Sheriff Inmate Property	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
\$ 23,035	\$ 66,309	\$ 128	\$ 2,619,858
--	--	--	50
--	--	--	908
--	--	--	205
<u>\$ 23,035</u>	<u>\$ 66,309</u>	<u>\$ 128</u>	<u>\$ 2,621,021</u>
\$ --	\$ --	\$ --	\$ 10,584
--	--	--	688
21,854	--	--	24,380
362	--	--	362
--	--	--	88,585
--	--	--	101
<u>22,216</u>	<u>--</u>	<u>--</u>	<u>124,700</u>
819	66,309	128	2,496,321
<u>819</u>	<u>66,309</u>	<u>128</u>	<u>2,496,321</u>
<u>\$ 23,035</u>	<u>\$ 66,309</u>	<u>\$ 128</u>	<u>\$ 2,621,021</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Special Airport Fund	Appellate Judicial System	C.A.W.S. Animal Control	CCISD/Seadrift/ County Road Project
Revenues:				
Other taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	--
Charges for services	--	2,070	--	--
Permits and licenses	--	--	--	--
Fines and forfeitures	--	--	--	--
Interest	602	36	--	--
Gifts and contributions	--	--	--	--
Rents and leases	1,212	--	--	--
Miscellaneous	--	--	--	--
Total revenues	<u>1,814</u>	<u>2,106</u>	<u>--</u>	<u>--</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Legal	--	--	--	--
Public facilities	28,132	--	--	--
Public safety	--	--	--	--
Roads and bridges	--	--	--	--
Culture and recreation	--	--	--	--
Nondepartmental	--	2,106	--	--
Total expenditures	<u>28,132</u>	<u>2,106</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	(26,318)	--	--	--
Other financing sources (uses):				
Operating transfers in	23,701	--	--	--
Operating transfers out	--	--	--	--
Total other financing sources (uses)	<u>23,701</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,617)	--	--	--
Fund balances (deficit), January 1	<u>8,349</u>	<u>155</u>	<u>139</u>	<u>14,852</u>
Fund balances (deficit), December 31	<u>\$ 5,732</u>	<u>\$ 155</u>	<u>\$ 139</u>	<u>\$ 14,852</u>

Chamber Tourism Center	Court House Security Fund	District Attorney Forfeiture	DA Hot Check	Donations
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	22,962	--	31,011	--
--	--	--	--	--
--	--	14,592	--	--
--	5,194	211	--	5,243
--	--	--	968	8,635
--	--	--	--	--
--	--	--	1,477	2,323
<u>--</u>	<u>28,156</u>	<u>14,803</u>	<u>33,456</u>	<u>16,201</u>
--	--	--	--	--
--	--	18,640	27,853	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	24,294
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>18,640</u>	<u>27,853</u>	<u>24,294</u>
--	28,156	(3,837)	5,603	(8,093)
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	28,156	(3,837)	5,603	(8,093)
<u>223</u>	<u>122,634</u>	<u>14,589</u>	<u>23,401</u>	<u>133,435</u>
<u>\$ 223</u>	<u>\$ 150,790</u>	<u>\$ 10,752</u>	<u>\$ 29,004</u>	<u>\$ 125,342</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Flood Control Fund Precinct 1	Flood Control Fund Precinct #4	Graffiti Eradication	Grants
Revenues:				
Other taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	20,260
Charges for services	--	--	945	--
Permits and licenses	--	--	--	--
Fines and forfeitures	--	--	--	--
Interest	--	44	217	3,284
Gifts and contributions	--	--	--	77,394
Rents and leases	--	--	--	--
Miscellaneous	--	--	--	--
Total revenues	<u>--</u>	<u>44</u>	<u>1,162</u>	<u>100,938</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Legal	--	--	--	--
Public facilities	--	--	--	--
Public safety	--	2,161	--	--
Roads and bridges	--	--	--	--
Culture and recreation	--	--	--	--
Nondepartmental	--	--	--	110,700
Total expenditures	<u>--</u>	<u>2,161</u>	<u>--</u>	<u>110,700</u>
Excess (deficiency) of revenues over (under) expenditures	--	(2,117)	1,162	(9,762)
Other financing sources (uses):				
Operating transfers in	--	--	--	--
Operating transfers out	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	(2,117)	1,162	(9,762)
Fund balances (deficit), January 1	<u>(255)</u>	<u>2,117</u>	<u>5,582</u>	<u>76,583</u>
Fund balances (deficit), December 31	<u>\$ (255)</u>	<u>\$ --</u>	<u>\$ 6,744</u>	<u>\$ 66,821</u>

Highway 87 FM 1090	Justice Court Technology	Lateral Road Fund Precinct #1	Lateral Road Fund Precinct #2	Lateral Road Fund Precinct #3
\$ --	\$ --	\$ 3,577	\$ 3,577	\$ 3,577
--	--	--	--	--
--	14,429	--	--	--
--	--	--	--	--
--	--	--	--	--
52,326	728	149	149	149
--	--	--	--	--
--	--	--	--	--
<u>52,326</u>	<u>15,157</u>	<u>3,726</u>	<u>3,726</u>	<u>3,726</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	3,824	3,824	3,824
--	--	--	--	--
--	7,462	--	--	--
<u>--</u>	<u>7,462</u>	<u>3,824</u>	<u>3,824</u>	<u>3,824</u>
52,326	7,695	(98)	(98)	(98)
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
52,326	7,695	(98)	(98)	(98)
1,300,123	14,721	3,721	3,721	3,721
<u>\$ 1,352,449</u>	<u>\$ 22,416</u>	<u>\$ 3,623</u>	<u>\$ 3,623</u>	<u>\$ 3,623</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Lateral Road Fund Precinct #4	Law Library Fund	LEOSE Education	Port O'Conner Community Center
Revenues:				
Other taxes	\$ 3,577	\$ --	\$ --	\$ --
Intergovernmental	--	--	3,945	--
Charges for services	--	15,175	--	--
Permits and licenses	--	--	--	--
Fines and forfeitures	--	--	--	--
Interest	149	1,730	248	277
Gifts and contributions	--	--	889	--
Rents and leases	--	--	--	16,550
Miscellaneous	--	--	--	--
Total revenues	<u>3,726</u>	<u>16,905</u>	<u>5,082</u>	<u>16,827</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Legal	--	8,591	--	--
Public facilities	--	--	--	--
Public safety	--	--	1,933	--
Roads and bridges	3,824	--	--	--
Culture and recreation	--	--	--	14,685
Nondepartmental	--	--	--	--
Total expenditures	<u>3,824</u>	<u>8,591</u>	<u>1,933</u>	<u>14,685</u>
Excess (deficiency) of revenues over (under) expenditures	(98)	8,314	3,149	2,142
Other financing sources (uses):				
Operating transfers in	--	--	--	--
Operating transfers out	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(98)	8,314	3,149	2,142
Fund balances (deficit), January 1	<u>3,721</u>	<u>41,325</u>	<u>7,256</u>	<u>6,116</u>
Fund balances (deficit), December 31	<u>\$ 3,623</u>	<u>\$ 49,639</u>	<u>\$ 10,405</u>	<u>\$ 8,258</u>

County Clerk Records Management	Records Management and Preservation	Road and Bridge Fund General	Road and Bridge Fund Precinct #3	Road and Bridge Fund Precinct #4
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	5,526	--	--
33,510	8,684	--	--	--
--	--	523,517	--	--
--	--	141,383	--	--
3,284	2,185	10,424	419	690
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>36,794</u>	<u>10,869</u>	<u>680,850</u>	<u>419</u>	<u>690</u>
5,996	5,356	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	20,014
--	--	--	--	--
--	--	--	--	--
<u>5,996</u>	<u>5,356</u>	<u>--</u>	<u>--</u>	<u>20,014</u>
30,798	5,513	680,850	419	(19,324)
--	--	--	--	--
--	--	(600,000)	--	--
<u>--</u>	<u>--</u>	<u>(600,000)</u>	<u>--</u>	<u>--</u>
30,798	5,513	80,850	419	(19,324)
75,342	53,848	265,751	10,406	19,349
<u>\$ 106,140</u>	<u>\$ 59,361</u>	<u>\$ 346,601</u>	<u>\$ 10,825</u>	<u>\$ 25</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Road Maintenance Precinct #4	Sheriff Forfeited Property	Sheriff Jail Division
Revenues:			
Other taxes	\$ --	\$ --	\$ --
Intergovernmental	--	--	--
Charges for services	--	--	--
Permits and licenses	--	--	--
Fines and forfeitures	--	459	--
Interest	587	535	--
Gifts and contributions	--	--	--
Rents and leases	--	--	--
Miscellaneous	--	--	--
Total revenues	<u>587</u>	<u>994</u>	<u>--</u>
Expenditures:			
Current:			
General administration	--	--	--
Legal	--	--	--
Public facilities	--	--	--
Public safety	--	--	--
Roads and bridges	4,523	--	--
Culture and recreation	--	--	--
Nondepartmental	--	--	--
Total expenditures	<u>4,523</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	(3,936)	994	--
Other financing sources (uses):			
Operating transfers in	--	--	--
Operating transfers out	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(3,936)	994	--
Fund balances (deficit), January 1	<u>17,930</u>	<u>7,746</u>	<u>11,209</u>
Fund balances (deficit), December 31	<u>\$ 13,994</u>	<u>\$ 8,740</u>	<u>\$ 11,209</u>

Election Services Contract	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Sheriff Inmate Property	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$ --	\$ --	\$ --	\$ --	\$ 14,308
--	10,089	--	--	39,820
2,179	--	--	--	130,965
--	--	--	--	523,517
--	--	--	--	156,434
--	507	2,501	--	91,868
--	--	3,525	--	91,411
--	--	--	--	17,762
--	--	--	--	3,800
<u>2,179</u>	<u>10,596</u>	<u>6,026</u>	<u>--</u>	<u>1,069,885</u>
2,000	--	--	--	13,352
--	--	--	--	55,084
--	--	--	--	28,132
--	21,854	--	--	25,948
--	--	--	--	39,833
--	--	365	--	39,344
--	--	--	--	120,268
<u>2,000</u>	<u>21,854</u>	<u>365</u>	<u>--</u>	<u>321,961</u>
179	(11,258)	5,661	--	747,924
--	--	--	--	23,701
--	--	--	--	(600,000)
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(576,299)</u>
179	(11,258)	5,661	--	171,625
4,033	12,077	60,648	128	2,324,696
<u>\$ 4,212</u>	<u>\$ 819</u>	<u>\$ 66,309</u>	<u>\$ 128</u>	<u>\$ 2,496,321</u>

CALHOUN COUNTY, TEXAS
AIRPORT FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ 350	\$ 350	\$ 602	\$ 252
Rents and leases	100	100	1,212	1,112
Total revenues	<u>450</u>	<u>450</u>	<u>1,814</u>	<u>1,364</u>
Expenditures:				
Current:				
Public facilities	<u>27,039</u>	<u>32,432</u>	<u>28,132</u>	<u>4,300</u>
Total expenditures	<u>27,039</u>	<u>32,432</u>	<u>28,132</u>	<u>4,300</u>
Excess (deficiency) of revenues over (under) expenditures	(26,589)	(31,982)	(26,318)	5,664
Other financing sources (uses):				
Operating transfers in	<u>--</u>	<u>23,701</u>	<u>23,701</u>	<u>--</u>
Total other financing sources (uses)	<u>--</u>	<u>23,701</u>	<u>23,701</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(26,589)	(8,281)	(2,617)	5,664
Fund balances, January 1	<u>8,349</u>	<u>8,349</u>	<u>8,349</u>	<u>--</u>
Fund balances (deficit), December 31	<u>\$ (18,240)</u>	<u>\$ 68</u>	<u>\$ 5,732</u>	<u>\$ 5,664</u>

CALHOUN COUNTY, TEXAS
 CCISD/SEADRIFT/COUNTY ROAD PROJECT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ 9,258	\$ 9,258	\$ --	\$ (9,258)
Total revenues	<u>9,258</u>	<u>9,258</u>	<u>--</u>	<u>(9,258)</u>
Expenditures:				
Current:				
Nondepartmental	9,258	9,258	--	9,258
Total expenditures	<u>9,258</u>	<u>9,258</u>	<u>--</u>	<u>9,258</u>
Excess (deficiency) of revenues over (under) expenditures	--	--	--	--
Fund balances, January 1	<u>14,852</u>	<u>14,852</u>	<u>14,852</u>	<u>--</u>
Fund balances, December 31	<u>\$ 14,852</u>	<u>\$ 14,852</u>	<u>\$ 14,852</u>	<u>\$ --</u>

CALHOUN COUNTY, TEXAS
COURT HOUSE SECURITY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 13,899	\$ 13,900	\$ 22,962	\$ 9,062
Interest	3,000	3,000	5,194	2,194
Total revenues	<u>16,899</u>	<u>16,900</u>	<u>28,156</u>	<u>11,256</u>
Expenditures:				
Current:				
Nondepartmental	1	3,000	--	3,000
Total expenditures	<u>1</u>	<u>3,000</u>	<u>--</u>	<u>3,000</u>
Excess (deficiency) of revenues over (under) expenditures	16,898	13,900	28,156	14,256
Fund balances, January 1	<u>122,634</u>	<u>122,634</u>	<u>122,634</u>	<u>--</u>
Fund balances, December 31	<u>\$ 139,532</u>	<u>\$ 136,534</u>	<u>\$ 150,790</u>	<u>\$ 14,256</u>

CALHOUN COUNTY, TEXAS
FLOOD CONTROL FUND PRECINCT #4
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-8

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ 60	\$ 60	\$ 44	\$ (16)
Total revenues	<u>60</u>	<u>60</u>	<u>44</u>	<u>(16)</u>
Expenditures:				
Current:				
Public safety	--	2,177	2,161	16
Total expenditures	<u>--</u>	<u>2,177</u>	<u>2,161</u>	<u>16</u>
Excess (deficiency) of revenues over (under) expenditures	60	(2,117)	(2,117)	--
Fund balances, January 1	<u>2,117</u>	<u>2,117</u>	<u>2,117</u>	<u>--</u>
Fund balances, December 31	<u>\$ 2,177</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

CALHOUN COUNTY, TEXAS
GRAFFITI ERADICATION FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ --	\$ --	\$ 945	\$ 945
Interest	120	120	217	97
Total revenues	<u>120</u>	<u>120</u>	<u>1,162</u>	<u>1,042</u>
Excess (deficiency) of revenues over (under) expenditures	120	120	1,162	1,042
Fund balances, January 1	<u>5,582</u>	<u>5,582</u>	<u>5,582</u>	<u>--</u>
Fund balances, December 31	<u>\$ 5,702</u>	<u>\$ 5,702</u>	<u>\$ 6,744</u>	<u>\$ 1,042</u>

CALHOUN COUNTY, TEXAS
HIGHWAY 87 FM 1090 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Interest	\$ 40,000	\$ 40,000	\$ 52,326	\$ 12,326
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>52,326</u>	<u>12,326</u>
Expenditures:				
Current:				
Nondepartmental	1,261,750	1,261,750	--	1,261,750
Total expenditures	<u>1,261,750</u>	<u>1,261,750</u>	<u>--</u>	<u>1,261,750</u>
Excess (deficiency) of revenues over (under) expenditures	(1,221,750)	(1,221,750)	52,326	1,274,076
Fund balances, January 1	<u>1,300,123</u>	<u>1,300,123</u>	<u>1,300,123</u>	<u>--</u>
Fund balances, December 31	<u>\$ 78,373</u>	<u>\$ 78,373</u>	<u>\$ 1,352,449</u>	<u>\$ 1,274,076</u>

CALHOUN COUNTY, TEXAS
LATERAL ROAD FUND PRECINCT #1
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,600	\$ 3,600	\$ 3,577	\$ (23)
Interest	110	110	149	39
Total revenues	<u>3,710</u>	<u>3,710</u>	<u>3,726</u>	<u>16</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Total expenditures	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Excess (deficiency) of revenues over (under) expenditures	(140)	(140)	(98)	42
Fund balances, January 1	<u>3,721</u>	<u>3,721</u>	<u>3,721</u>	--
Fund balances, December 31	<u>\$ 3,581</u>	<u>\$ 3,581</u>	<u>\$ 3,623</u>	<u>\$ 42</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #2
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-12

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,600	\$ 3,600	\$ 3,577	\$ (23)
Interest	110	110	149	39
Total revenues	<u>3,710</u>	<u>3,710</u>	<u>3,726</u>	<u>16</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Total expenditures	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Excess (deficiency) of revenues over (under) expenditures	(140)	(140)	(98)	42
Fund balances, January 1	<u>--</u>	<u>--</u>	<u>3,721</u>	<u>3,721</u>
Fund balances, December 31	<u>\$ (140)</u>	<u>\$ (140)</u>	<u>\$ 3,623</u>	<u>\$ 3,763</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #3
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-13

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,600	\$ 3,600	\$ 3,577	\$ (23)
Interest	110	110	149	39
Total revenues	<u>3,710</u>	<u>3,710</u>	<u>3,726</u>	<u>16</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Total expenditures	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Excess (deficiency) of revenues over (under) expenditures	(140)	(140)	(98)	42
Fund balances, January 1	<u>3,721</u>	<u>3,721</u>	<u>3,721</u>	--
Fund balances, December 31	<u>\$ 3,581</u>	<u>\$ 3,581</u>	<u>\$ 3,623</u>	<u>\$ 42</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #4
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-14

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,600	\$ 3,600	\$ 3,577	\$ (23)
Interest	110	110	149	39
Total revenues	<u>3,710</u>	<u>3,710</u>	<u>3,726</u>	<u>16</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Total expenditures	<u>3,850</u>	<u>3,850</u>	<u>3,824</u>	<u>26</u>
Excess (deficiency) of revenues over (under) expenditures	(140)	(140)	(98)	42
Fund balances, January 1	<u>3,721</u>	<u>3,721</u>	<u>3,721</u>	--
Fund balances, December 31	<u>\$ 3,581</u>	<u>\$ 3,581</u>	<u>\$ 3,623</u>	<u>\$ 42</u>

CALHOUN COUNTY, TEXAS
LAW LIBRARY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-15

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 11,000	\$ 11,000	\$ 15,175	\$ 4,175
Interest	900	900	1,730	830
Total revenues	<u>11,900</u>	<u>11,900</u>	<u>16,905</u>	<u>5,005</u>
Expenditures:				
Current:				
Legal	16,589	16,589	8,591	7,998
Total expenditures	<u>16,589</u>	<u>16,589</u>	<u>8,591</u>	<u>7,998</u>
Excess (deficiency) of revenues over (under) expenditures	(4,689)	(4,689)	8,314	13,003
Fund balances, January 1	<u>41,325</u>	<u>41,325</u>	<u>41,325</u>	<u>--</u>
Fund balances, December 31	<u>\$ 36,636</u>	<u>\$ 36,636</u>	<u>\$ 49,639</u>	<u>\$ 13,003</u>

CALHOUN COUNTY, TEXAS
 PORT O'CONNOR COMMUNITY CENTER
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-16

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ 75	\$ 75	\$ 277	\$ 202
Rents and leases	5,000	10,885	16,550	5,665
Total revenues	<u>5,075</u>	<u>10,960</u>	<u>16,827</u>	<u>5,867</u>
Expenditures:				
Current:				
Culture and recreation	4,560	15,445	14,685	760
Total expenditures	<u>4,560</u>	<u>15,445</u>	<u>14,685</u>	<u>760</u>
Excess (deficiency) of revenues over (under) expenditures	515	(4,485)	2,142	6,627
Fund balances, January 1	<u>6,116</u>	<u>6,116</u>	<u>6,116</u>	<u>--</u>
Fund balances, December 31	<u>\$ 6,631</u>	<u>\$ 1,631</u>	<u>\$ 8,258</u>	<u>\$ 6,627</u>

CALHOUN COUNTY, TEXAS
 COUNTY CLERK RECORDS MANAGEMENT FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-17

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 24,000	\$ 24,000	\$ 33,510	\$ 9,510
Interest	1,000	1,000	3,284	2,284
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>36,794</u>	<u>11,794</u>
Expenditures:				
Current:				
General administration	47,907	67,930	5,996	61,934
Total expenditures	<u>47,907</u>	<u>67,930</u>	<u>5,996</u>	<u>61,934</u>
Excess (deficiency) of revenues over (under) expenditures	(22,907)	(42,930)	30,798	73,728
Fund balances, January 1	<u>75,342</u>	<u>75,342</u>	<u>75,342</u>	--
Fund balances, December 31	<u>\$ 52,435</u>	<u>\$ 32,412</u>	<u>\$ 106,140</u>	<u>\$ 73,728</u>

CALHOUN COUNTY, TEXAS
 RECORDS MANAGEMENT AND PRESERVATION FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-18

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 3,798	\$ 3,798	\$ 8,684	\$ 4,886
Interest	1,500	1,500	2,185	685
Total revenues	<u>5,298</u>	<u>5,298</u>	<u>10,869</u>	<u>5,571</u>
Expenditures:				
Current:				
General administration	3,175	8,175	5,356	2,819
Total expenditures	<u>3,175</u>	<u>8,175</u>	<u>5,356</u>	<u>2,819</u>
Excess (deficiency) of revenues over (under) expenditures	2,123	(2,877)	5,513	8,390
Fund balances, January 1	<u>53,848</u>	<u>53,848</u>	<u>53,848</u>	<u>--</u>
Fund balances, December 31	<u>\$ 55,971</u>	<u>\$ 50,971</u>	<u>\$ 59,361</u>	<u>\$ 8,390</u>

CALHOUN COUNTY, TEXAS
ROAD AND BRIDGE FUND GENERAL
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-19

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 3,000	\$ 3,000	\$ --	\$ (3,000)
Intergovernmental	--	--	5,526	5,526
Permits and licenses	365,000	365,000	523,517	158,517
Fines and forfeitures	50,000	50,000	141,383	91,383
Interest	10,000	10,000	10,424	424
Total revenues	<u>428,000</u>	<u>428,000</u>	<u>680,850</u>	<u>252,850</u>
Excess (deficiency) of revenues over (under) expenditures	428,000	428,000	680,850	252,850
Other financing sources (uses):				
Operating transfers out	(600,000)	(600,000)	(600,000)	--
Total other financing sources (uses)	<u>(600,000)</u>	<u>(600,000)</u>	<u>(600,000)</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(172,000)	(172,000)	80,850	252,850
Fund balances, January 1	<u>265,751</u>	<u>265,751</u>	<u>265,751</u>	<u>--</u>
Fund balances, December 31	<u>\$ 93,751</u>	<u>\$ 93,751</u>	<u>\$ 346,601</u>	<u>\$ 252,850</u>

CALHOUN COUNTY, TEXAS
ROAD AND BRIDGE FUND PRECINCT #3
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-20

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 419	\$ 419
Total revenues	<u>--</u>	<u>--</u>	<u>419</u>	<u>419</u>
Expenditures:				
Current:				
Roads and bridges	<u>9,892</u>	<u>10,406</u>	<u>--</u>	<u>10,406</u>
Total expenditures	<u>9,892</u>	<u>10,406</u>	<u>--</u>	<u>10,406</u>
Excess (deficiency) of revenues over (under) expenditures	(9,892)	(10,406)	419	10,825
Fund balances, January 1	<u>10,406</u>	<u>10,406</u>	<u>10,406</u>	<u>--</u>
Fund balances, December 31	<u>\$ 514</u>	<u>\$ --</u>	<u>\$ 10,825</u>	<u>\$ 10,825</u>

CALHOUN COUNTY, TEXAS
ROAD MAINTENANCE FUND PRECINCT #4
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-21

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 587	\$ 587
Total revenues	<u> --</u>	<u> --</u>	<u> 587</u>	<u> 587</u>
Expenditures:				
Current:				
Roads and bridges	<u> --</u>	<u> 18,380</u>	<u> 4,523</u>	<u> 13,857</u>
Total expenditures	<u> --</u>	<u> 18,380</u>	<u> 4,523</u>	<u> 13,857</u>
Excess (deficiency) of revenues over (under) expenditures	<u> --</u>	<u> (18,380)</u>	<u> (3,936)</u>	<u> 14,444</u>
Fund balances, January 1	<u> 17,930</u>	<u> 17,930</u>	<u> 17,930</u>	<u> --</u>
Fund balances, December 31	<u>\$ 17,930</u>	<u>\$ (450)</u>	<u>\$ 13,994</u>	<u>\$ 14,444</u>

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CALHOUN COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2003

	Hospital Debt Service	Memorial Medical Plaza	Hospital Refinancing Debt Service
ASSETS			
Cash and cash equivalents	\$ --	\$ 16,783	\$ --
Receivables (net of allowances for uncollectibles):			
Taxes	6,663	122,617	4,696
Restricted assets:			
Cash and cash equivalents	--	254,864	--
 Total Assets	 \$ 6,663	 \$ 394,264	 \$ 4,696
 LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ --	\$ --	\$ --
Deferred revenue	4,618	390,458	6,535
Total Liabilities	4,618	390,458	6,535
Fund balances (deficits):			
Unreserved, undesignated	2,045	3,806	(1,839)
Total fund balances (deficits)	2,045	3,806	(1,839)
 Total Liabilities, & Fund Balances	 \$ 6,663	 \$ 394,264	 \$ 4,696

2003-A GO Jail Bonds	Tax Anticipation Notes Formosa	Tax Anticipation Notes Interest and Sinking	Total Nonmajor Debt Service Funds (See Exhibit C-1)
\$ 63,835	\$ 3	\$ 375	\$ 80,996
206,324	--	--	340,300
<u>430,755</u>	<u>--</u>	<u>--</u>	<u>685,619</u>
<u>\$ 700,914</u>	<u>\$ 3</u>	<u>\$ 375</u>	<u>\$ 1,106,915</u>
\$ --	\$ 3	\$ --	\$ 3
663,542	--	--	1,065,153
<u>663,542</u>	<u>3</u>	<u>--</u>	<u>1,065,156</u>
<u>37,372</u>	<u>--</u>	<u>375</u>	<u>41,759</u>
<u>37,372</u>	<u>--</u>	<u>375</u>	<u>41,759</u>
<u>\$ 700,914</u>	<u>\$ 3</u>	<u>\$ 375</u>	<u>\$ 1,106,915</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Hospital Debt Service	Memorial Medical Plaza	Hospital Refinancing Debt Service
Revenues:			
Ad valorem taxes	\$ 36,510	\$ 285,651	\$ 450,273
Interest	8,566	6,025	2,562
Total revenues	<u>45,076</u>	<u>291,676</u>	<u>452,835</u>
Expenditures:			
Current:			
Financial administration	--	--	2,023
Debt service:			
Principal	--	180,000	315,000
Interest and fiscal charges	30,750	113,965	154,123
Total expenditures	<u>30,750</u>	<u>293,965</u>	<u>471,146</u>
Excess (deficiency) of revenues over (under) expenditures	14,326	(2,289)	(18,311)
Other financing sources (uses):			
Operating transfers in	--	5,100	8,500
Operating transfers out	(47,546)	--	(2,751)
Total other financing sources (uses)	<u>(47,546)</u>	<u>5,100</u>	<u>5,749</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(33,220)	2,811	(12,562)
Fund balances, January 1	<u>35,265</u>	<u>995</u>	<u>10,723</u>
Fund balances (deficit), December 31	\$ <u>2,045</u>	\$ <u>3,806</u>	\$ <u>(1,839)</u>

2003-A GO Jail Bonds	Tax Anticipation Notes Formosa	Tax Anticipation Notes Interest and Sinking	Total Nonmajor Debt Service Funds (See Exhibit C-2)
\$ 2,271	\$ --	\$ --	\$ 774,705
39,628	--	1,508	58,289
<u>41,899</u>	<u>--</u>	<u>1,508</u>	<u>832,994</u>
--	--	--	2,023
--	--	850,000	1,345,000
4,527	2,250	375	305,990
<u>4,527</u>	<u>2,250</u>	<u>850,375</u>	<u>1,653,013</u>
37,372	(2,250)	(848,867)	(820,019)
--	--	850,750	864,350
--	(850,750)	(71,106)	(972,153)
<u>--</u>	<u>(850,750)</u>	<u>779,644</u>	<u>(107,803)</u>
37,372	(853,000)	(69,223)	(927,822)
--	853,000	69,598	969,581
<u>\$ 37,372</u>	<u>\$ --</u>	<u>\$ 375</u>	<u>\$ 41,759</u>

CALHOUN COUNTY, TEXAS
HOSPITAL DEBT SERVICE FUND
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-24

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Ad valorem taxes	\$ 30,750	\$ 30,750	\$ 36,510	\$ 5,760
Interest	--	--	8,566	8,566
Total revenues	<u>30,750</u>	<u>30,750</u>	<u>45,076</u>	<u>14,326</u>
Expenditures:				
Debt service:				
Interest and fiscal charges	30,750	30,750	30,750	--
Total expenditures	<u>30,750</u>	<u>30,750</u>	<u>30,750</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	--	--	14,326	14,326
Other financing sources (uses):				
Operating transfers out	--	(47,547)	(47,546)	1
Total other financing sources (uses)	<u>--</u>	<u>(47,547)</u>	<u>(47,546)</u>	<u>1</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	(47,547)	(33,220)	14,327
Fund balances, January 1	<u>35,265</u>	<u>35,265</u>	<u>35,265</u>	<u>--</u>
Fund balances, December 31	<u>\$ 35,265</u>	<u>\$ (12,282)</u>	<u>\$ 2,045</u>	<u>\$ 14,327</u>

CALHOUN COUNTY, TEXAS
HOSPITAL REFINANCING DEBT SERVICE FUND
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-25

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Ad valorem taxes	\$ 469,123	\$ 469,123	\$ 450,273	\$ (18,850)
Interest	--	--	2,562	2,562
Total revenues	<u>469,123</u>	<u>469,123</u>	<u>452,835</u>	<u>(16,288)</u>
Expenditures:				
Current:				
Financial administration	--	--	2,023	(2,023)
Debt service:				
Principal	315,000	315,000	315,000	--
Interest and fiscal charges	154,123	154,123	154,123	--
Total expenditures	<u>469,123</u>	<u>469,123</u>	<u>471,146</u>	<u>(2,023)</u>
Excess (deficiency) of revenues over (under) expenditures	--	--	(18,311)	(18,311)
Other financing sources (uses):				
Operating transfers in	--	8,500	8,500	--
Operating transfers out	--	(2,752)	(2,751)	1
Total other financing sources (uses)	<u>--</u>	<u>5,748</u>	<u>5,749</u>	<u>1</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	5,748	(12,562)	(18,310)
Fund balances, January 1	<u>10,723</u>	<u>10,723</u>	<u>10,723</u>	<u>--</u>
Fund balances, December 31	<u>\$ 10,723</u>	<u>\$ 16,471</u>	<u>\$ (1,839)</u>	<u>\$ (18,310)</u>

CALHOUN COUNTY, TEXAS
2003-B GO REFINANCING BONDS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-26

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ --	\$ --	\$ 644	\$ 644
Interest	--	--	1,577	1,577
Total revenues	<u>--</u>	<u>--</u>	<u>2,221</u>	<u>2,221</u>
Expenditures:				
Current:				
Financial administration	--	--	3,037	(3,037)
Debt service:				
Interest and fiscal charges	--	48,196	37,729	10,467
Current refunding escrow	--	3,278,587	3,278,587	--
Total expenditures	<u>--</u>	<u>3,326,783</u>	<u>3,319,353</u>	<u>7,430</u>
Excess (deficiency) of revenues over (under) expenditures	--	(3,326,783)	(3,317,132)	9,651
Other financing sources (uses):				
Operating transfers in	--	36,699	36,697	(2)
Proceeds of refunding bonds	--	3,326,677	3,326,678	1
Total other financing sources (uses)	<u>--</u>	<u>3,363,376</u>	<u>3,363,375</u>	<u>(1)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	36,593	46,243	9,650
Fund balances, January 1	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances, December 31	<u>\$ --</u>	<u>\$ 36,593</u>	<u>\$ 46,243</u>	<u>\$ 9,650</u>

CALHOUN COUNTY, TEXAS
TAX ANTICIPATION NOTES FORMOSA
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-27

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Interest	\$ 5,000	\$ 5,000	\$ --	\$ (5,000)
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>--</u>	<u>(5,000)</u>
Expenditures:				
Debt service:				
Interest and fiscal charges	--	--	2,250	(2,250)
Total expenditures	<u>--</u>	<u>--</u>	<u>2,250</u>	<u>(2,250)</u>
Excess (deficiency) of revenues over (under) expenditures	5,000	5,000	(2,250)	(7,250)
Other financing sources (uses):				
Operating transfers out	(850,750)	(850,750)	(850,750)	--
Total other financing sources (uses)	<u>(850,750)</u>	<u>(850,750)</u>	<u>(850,750)</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(845,750)	(845,750)	(853,000)	(7,250)
Fund balances, January 1	<u>--</u>	<u>--</u>	<u>853,000</u>	<u>853,000</u>
Fund balances, December 31	<u>\$ (845,750)</u>	<u>\$ (845,750)</u>	<u>\$ --</u>	<u>\$ 845,750</u>

CALHOUN COUNTY, TEXAS
TAX ANTICIPATION NOTES INTEREST AND SINKING
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2003

EXHIBIT C-28

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 1,508	\$ 1,508
Total revenues	<u>--</u>	<u>--</u>	<u>1,508</u>	<u>1,508</u>
Expenditures:				
Debt service:				
Principal	601,978	601,978	850,000	(248,022)
Interest and fiscal charges	248,772	248,772	375	248,397
Total expenditures	<u>850,750</u>	<u>850,750</u>	<u>850,375</u>	<u>375</u>
Excess (deficiency) of revenues over (under) expenditures	(850,750)	(850,750)	(848,867)	1,883
Other financing sources (uses):				
Operating transfers in	850,750	850,750	850,750	--
Operating transfers out	--	(71,106)	(71,106)	--
Total other financing sources (uses)	<u>850,750</u>	<u>779,644</u>	<u>779,644</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	(71,106)	(69,223)	1,883
Fund balances, January 1	<u>69,599</u>	<u>69,599</u>	<u>69,598</u>	<u>(1)</u>
Fund balances, December 31	<u>\$ 69,599</u>	<u>\$ (1,507)</u>	<u>\$ 375</u>	<u>\$ 1,882</u>

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CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2003

	<u>Coastal Improvements</u>	<u>Courthouse Renovation</u>	<u>Lighthouse</u>	<u>Little League Park Storm Repair</u>
ASSETS				
Cash and cash equivalents	\$ 2,226	\$ 557,798	\$ 275,606	\$ 5,139
Intergovernmental receivable	<u>7,500</u>	<u>--</u>	<u>83,439</u>	<u>--</u>
Total Assets	<u>\$ 9,726</u>	<u>\$ 557,798</u>	<u>\$ 359,045</u>	<u>\$ 5,139</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 8,893	\$ 15,875	\$ 63,052	\$ --
Accrued and other liabilities	--	--	31,698	--
Due to other funds	--	--	176,005	--
Total Liabilities	<u>8,893</u>	<u>15,875</u>	<u>270,755</u>	<u>--</u>
Fund balances (deficits):				
Unreserved, undesignated	833	541,923	88,290	5,139
Total fund balances (deficits)	<u>833</u>	<u>541,923</u>	<u>88,290</u>	<u>5,139</u>
Total Liabilities, & Fund Balances	<u>\$ 9,726</u>	<u>\$ 557,798</u>	<u>\$ 359,045</u>	<u>\$ 5,139</u>

EMS Building	Magnolia Beach Erosion Project	Road & Bridge #1 Piers Storm Repair	Road & Bridge #1 Bulkhead Storm Repair	Parking Lot
\$ 19,196	\$ 78,235	\$ 39,347	\$ 25,557	\$ 80,544
--	--	--	--	--
<u>\$ 19,196</u>	<u>\$ 78,235</u>	<u>\$ 39,347</u>	<u>\$ 25,557</u>	<u>\$ 80,544</u>
\$ --	\$ --	\$ --	\$ 18,436	\$ --
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>18,436</u>	<u>--</u>
19,196	78,235	39,347	7,121	80,544
<u>19,196</u>	<u>78,235</u>	<u>39,347</u>	<u>7,121</u>	<u>80,544</u>
<u>\$ 19,196</u>	<u>\$ 78,235</u>	<u>\$ 39,347</u>	<u>\$ 25,557</u>	<u>\$ 80,544</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2003

	Road & Bridge #1 Road Signs Storm Repair	Road & Bridge #2 Storm Repairs	Road and Bridge Infrastructure
ASSETS			
Cash and cash equivalents	\$ 13,984	\$ 13,205	\$ 32,732
Intergovernmental receivable	<u> --</u>	<u> --</u>	<u> --</u>
Total Assets	<u>\$ 13,984</u>	<u>\$ 13,205</u>	<u>\$ 32,732</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ --	\$ --	\$ --
Accrued and other liabilities	--	--	--
Due to other funds	<u> --</u>	<u> --</u>	<u> --</u>
Total Liabilities	<u> --</u>	<u> --</u>	<u> --</u>
Fund balances (deficits):			
Unreserved, undesignated	<u>13,984</u>	<u>13,205</u>	<u>32,732</u>
Total fund balances (deficits)	<u>13,984</u>	<u>13,205</u>	<u>32,732</u>
Total Liabilities, & Fund Balances	<u>\$ 13,984</u>	<u>\$ 13,205</u>	<u>\$ 32,732</u>

Swan Point Park	Swan Point Road Storm Repair	Airport Improvements II	Mold Remediation
\$ 74,721	\$ 5,516	\$ 11,845	\$ 3,903
--	--	--	--
<u>\$ 74,721</u>	<u>\$ 5,516</u>	<u>\$ 11,845</u>	<u>\$ 3,903</u>
\$ --	\$ --	\$ 2,551	\$ 371
--	--	--	--
62,000	--	30,446	--
<u>62,000</u>	<u>--</u>	<u>32,997</u>	<u>371</u>
12,721	5,516	(21,152)	3,532
<u>12,721</u>	<u>5,516</u>	<u>(21,152)</u>	<u>3,532</u>
<u>\$ 74,721</u>	<u>\$ 5,516</u>	<u>\$ 11,845</u>	<u>\$ 3,903</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2003

	Haterius Park Boat Ramp	Port Alto Public Beach	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
ASSETS			
Cash and cash equivalents	\$ 33,148	\$ 31,388	\$ 1,304,090
Intergovernmental receivable	--	--	90,939
Total Assets	<u>\$ 33,148</u>	<u>\$ 31,388</u>	<u>\$ 1,395,029</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ --	\$ --	\$ 109,178
Accrued and other liabilities	--	--	31,698
Due to other funds	--	--	268,451
Total Liabilities	<u>--</u>	<u>--</u>	<u>409,327</u>
Fund balances (deficits):			
Unreserved, undesignated	33,148	31,388	985,702
Total fund balances (deficits)	<u>33,148</u>	<u>31,388</u>	<u>985,702</u>
Total Liabilities, & Fund Balances	<u>\$ 33,148</u>	<u>\$ 31,388</u>	<u>\$ 1,395,029</u>

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CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Bauer Building Roof	Coastal Improvements	Courthouse Renovation	Lighthouse
Revenues:				
Intergovernmental	\$ --	\$ 42,500	\$ --	\$ 571,528
Gifts and contributions	--	--	--	--
Total revenues	<u>--</u>	<u>42,500</u>	<u>--</u>	<u>571,528</u>
Expenditures:				
Current:				
Nondepartmental	--	192,387	138,075	633,961
Total expenditures	<u>--</u>	<u>192,387</u>	<u>138,075</u>	<u>633,961</u>
Excess (deficiency) of revenues over (under) expenditures	--	(149,887)	(138,075)	(62,433)
Other financing sources (uses):				
Operating transfers in	--	--	679,998	--
Operating transfers out	(3,125)	--	--	--
Total other financing sources (uses)	<u>(3,125)</u>	<u>--</u>	<u>679,998</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(3,125)	(149,887)	541,923	(62,433)
Fund balances, January 1	<u>3,125</u>	<u>150,720</u>	<u>--</u>	<u>150,723</u>
Fund balances (deficits), December 31	<u>\$ --</u>	<u>\$ 833</u>	<u>\$ 541,923</u>	<u>\$ 88,290</u>

Little League Park Storm Repair	EMS Building	Magnolia Beach Erosion Project	Road & Bridge #1 Piers Storm Repair	Road & Bridge #1 Bulkhead Storm R
\$ 5,139	\$ --	\$ --	\$ 39,347	\$ 25,557
--	--	--	--	--
<u>5,139</u>	<u>--</u>	<u>--</u>	<u>39,347</u>	<u>25,557</u>
--	--	--	--	18,436
--	--	--	--	<u>18,436</u>
5,139	--	--	39,347	7,121
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
5,139	--	--	39,347	7,121
--	19,196	78,235	--	--
<u>\$ 5,139</u>	<u>\$ 19,196</u>	<u>\$ 78,235</u>	<u>\$ 39,347</u>	<u>\$ 7,121</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Parking Lot	Road & Bridge #1 Road Signs Storm Repair	Old Jail Demolition Project	Road & Bridge #2 Storm Repairs
Revenues:				
Intergovernmental	\$ --	\$ 13,984	\$ --	\$ 13,205
Gifts and contributions	--	--	--	--
Total revenues	<u>--</u>	<u>13,984</u>	<u>--</u>	<u>13,205</u>
Expenditures:				
Current:				
Nondepartmental	--	--	--	--
Total expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	--	13,984	--	13,205
Other financing sources (uses):				
Operating transfers in	--	--	--	--
Operating transfers out	--	--	(3,188)	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>(3,188)</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	13,984	(3,188)	13,205
Fund balances, January 1	<u>80,544</u>	<u>--</u>	<u>3,188</u>	<u>--</u>
Fund balances (deficits), December 31	<u>\$ 80,544</u>	<u>\$ 13,984</u>	<u>\$ --</u>	<u>\$ 13,205</u>

Road and Bridge Infrastructure	Swan Point Park	Swan Point Road Storm Repair	Airport Improvements	Airport Improvements II
\$ --	\$ --	\$ 14,016	\$ --	\$ 66,668
--	--	--	--	5,400
<u>--</u>	<u>--</u>	<u>14,016</u>	<u>--</u>	<u>72,068</u>
--	2,655	8,500	(1,992)	93,220
--	<u>2,655</u>	<u>8,500</u>	<u>(1,992)</u>	<u>93,220</u>
--	(2,655)	5,516	1,992	(21,152)
--	--	--	--	--
--	--	--	(14,505)	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>(14,505)</u>	<u>--</u>
--	(2,655)	5,516	(12,513)	(21,152)
32,732	15,376	--	12,513	--
<u>\$ 32,732</u>	<u>\$ 12,721</u>	<u>\$ 5,516</u>	<u>\$ --</u>	<u>\$ (21,152)</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Mold Remediation	Haterius Park Boat Ramp	Port Alto Public Beach	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
Revenues:				
Intergovernmental	\$ --	\$ 33,148	\$ 31,388	\$ 856,480
Gifts and contributions	--	--	--	5,400
Total revenues	<u>--</u>	<u>33,148</u>	<u>31,388</u>	<u>861,880</u>
Expenditures:				
Current:				
Nondepartmental	6,564	--	--	1,091,806
Total expenditures	<u>6,564</u>	<u>--</u>	<u>--</u>	<u>1,091,806</u>
Excess (deficiency) of revenues over (under) expenditures	(6,564)	33,148	31,388	(229,926)
Other financing sources (uses):				
Operating transfers in	--	--	--	679,998
Operating transfers out	(679,998)	--	--	(700,816)
Total other financing sources (uses)	<u>(679,998)</u>	<u>--</u>	<u>--</u>	<u>(20,818)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(686,562)	33,148	31,388	(250,744)
Fund balances, January 1	<u>690,094</u>	<u>--</u>	<u>--</u>	<u>1,236,446</u>
Fund balances (deficits), December 31	<u>\$ 3,532</u>	<u>\$ 33,148</u>	<u>\$ 31,388</u>	<u>\$ 985,702</u>

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CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

DECEMBER 31, 2003

	<u>County Clerk Funds</u>	<u>District Clerk Funds</u>	<u>Justice of the Peace Funds</u>
ASSETS			
Cash and cash equivalents	\$ 123,082	\$ 87,465	\$ 26,560
Intergovernmental receivable	--	--	--
Due from other funds	345	--	3,891
Due from others	--	--	--
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 123,427</u>	<u>\$ 87,465</u>	<u>\$ 30,451</u>
LIABILITIES			
Due to other funds	\$ 160	\$ 496	\$ 25,376
Due to other governments	2,518	1,005	880
Due to others	120,749	85,964	4,195
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>\$ 123,427</u>	<u>\$ 87,465</u>	<u>\$ 30,451</u>

District Attorney Funds	Tax Collector Funds	Sheriff Funds	County Auditor Funds	County Treasurer Funds
\$ 15,405	\$ --	\$ 60,865	\$ 170,319	\$ 40,193
--	449,981	--	--	5,347
--	593	40,865	--	71,863
--	429	--	--	--
<u>\$ 15,405</u>	<u>\$ 451,003</u>	<u>\$ 101,730</u>	<u>\$ 170,319</u>	<u>\$ 117,403</u>
\$ --	\$ 92,695	\$ 5,016	\$ --	\$ 2,909
--	358,288	--	--	105,208
15,405	20	96,714	170,319	9,286
<u>\$ 15,405</u>	<u>\$ 451,003</u>	<u>\$ 101,730</u>	<u>\$ 170,319</u>	<u>\$ 117,403</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2003

	Bail Bond Fees	State Traffic Fees	Total Agency Funds (See Exhibit A-10)
ASSETS			
Cash and cash equivalents	\$ 1,238	\$ 11,468	\$ 536,595
Intergovernmental receivable	--	--	455,328
Due from other funds	1,125	7,970	126,652
Due from others	--	--	429
	<u>2,363</u>	<u>19,438</u>	<u>1,119,004</u>
Total Assets	<u>\$ 2,363</u>	<u>\$ 19,438</u>	<u>\$ 1,119,004</u>
LIABILITIES			
Due to other funds	\$ --	\$ --	\$ 126,652
Due to other governments	2,363	19,438	489,700
Due to others	--	--	502,652
	<u>2,363</u>	<u>19,438</u>	<u>1,119,004</u>
Total Liabilities	<u>\$ 2,363</u>	<u>\$ 19,438</u>	<u>\$ 1,119,004</u>