

CALHOUN COUNTY, TEXAS
Annual Financial Report
For the Fiscal Year Ended December 31, 2006

Prepared by

Cindy Mueller,
County Auditor

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Calhoun County, Texas
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INTRODUCTORY SECTION

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CINDY MUELLER
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, 2006.

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

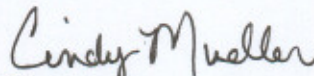
The Calhoun County Commissioners Court selected the firm of Rutledge Crain & Company, PC, Certified Public Accountants, to make an independent audit for the fiscal year 2006 and their report is included in this annual report.

GENERAL REMARKS

I wish to express my appreciation for the cooperation given me by the members of 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, 2006, 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,



Cindy Mueller
County Auditor

CALHOUN COUNTY, TEXAS
DIRECTORY OF OFFICIALS AND DEPARTMENT HEADS
December 31, 2006

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
Calhoun County Courthouse
Port Lavaca, Texas

County Court-at-Law Judge

Alex R. Hernandez
Calhoun County Courthouse
Port Lavaca, Texas

County Auditor

Cindy Mueller
Calhoun County Courthouse Annex
Port Lavaca, Texas

Elected County Officials

County Judge

Michael J. Pfeifer
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

Neil E. Fritsch
701 Willowick Dr.
Port Lavaca, Texas

Commissioner, Precinct Four

Kenneth Finster
P.O. Box 640
Seadrift, Texas

Tax Assessor-Collector

Gloria Ochoa
Calhoun County Courthouse
Port Lavaca, Texas

District Clerk

Pamela Martin Hartgrove
Calhoun County Courthouse
Port Lavaca, Texas

County Clerk

Anita Fricke
Calhoun County Courthouse
Port Lavaca, Texas

County Sheriff

Burnard B. Browning
Calhoun County Courthouse
Port Lavaca, Texas

County Treasurer

Rhonda S. Kokena
Calhoun County Courthouse Annex
Port Lavaca, Texas

CALHOUN COUNTY, TEXAS
DIRECTORY OF OFFICIALS AND DEPARTMENT HEADS
December 31, 2006

Elected Precinct Officials

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

Appointed Personnel

Building Inspector

Melvin O. Strong
Calhoun County Courthouse
Port Lavaca, Texas

Building Superintendent

Charles V. Crober
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

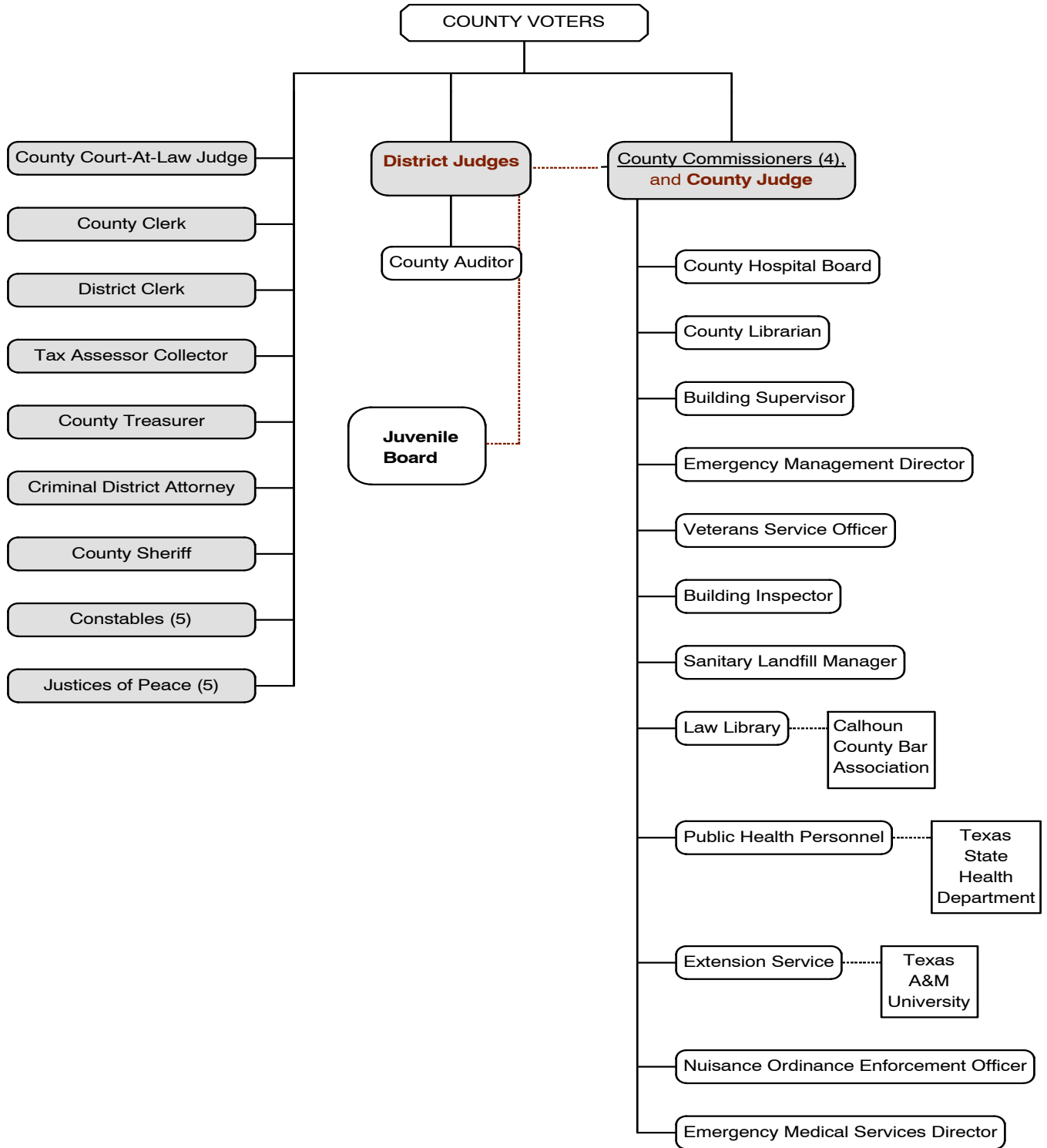
Hospital Administrator (Appointed by
Board of Memorial Medical Center)

Elwood Currier
815 N. Virginia
Port Lavaca, Texas

CALHOUN COUNTY, TEXAS
DIRECTORY OF OFFICIALS AND DEPARTMENT HEADS
December 31, 2006

County Agricultural Agent	Allen Z. Matthies P.O. Box 86 Port Lavaca, Texas
County CEAFCs Agent	Bethany I. Bowman P.O. Box 86 Port Lavaca, Texas
County Marine Agent	William D. Harvey P.O. Box 86 Port Lavaca, Texas
County Librarian	Noemi Cruz 200 W. Mahan Port Lavaca, Texas
County Librarian, Seadrift	Carol J. Garriott 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 Calhoun County Courthouse Port Lavaca, Texas
County Nuisance Ordinance enforcement Officer	Bruce A. Blevins 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, 2006



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FINANCIAL SECTION

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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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Calhoun County, Texas as of and for the year ended December 31, 2006, 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 opinions on these financial statements based on our audit. We did not audit the financial statements of the discrete component unit, Memorial Medical Center ("MMC"), which statements reflect 100% of the assets and revenues of the County's discretely presented component units as of and for the year ended December 31, 2006. 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. 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Calhoun County, Texas as of December 31, 2006, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary information on pages 3 through 13 and 48 through 49, identified as Required Supplementary Information in the table of contents are not a required part of the basic financial statements but are 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 and schedules 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 and schedules 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.

Rutledge Crain & Company, PC

May 4, 2007

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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 assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$28,502,903 (net assets). Of this amount, \$10,064,629 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$10,292,377. The amount which is available for spending at the government's discretion (unreserved, undesignated fund balance) is \$9,786,639.
- At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$6,565,505, or 39 percent of total general fund expenditures.
- The County's total debt decreased by \$821,301 during the current fiscal year. The key factors in this decrease were principal payments of \$820,000.

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.
- 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.
- Discrete component unit statements (Proprietary fund) offer short- and long-term financial information about the activities the government operates like businesses.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

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

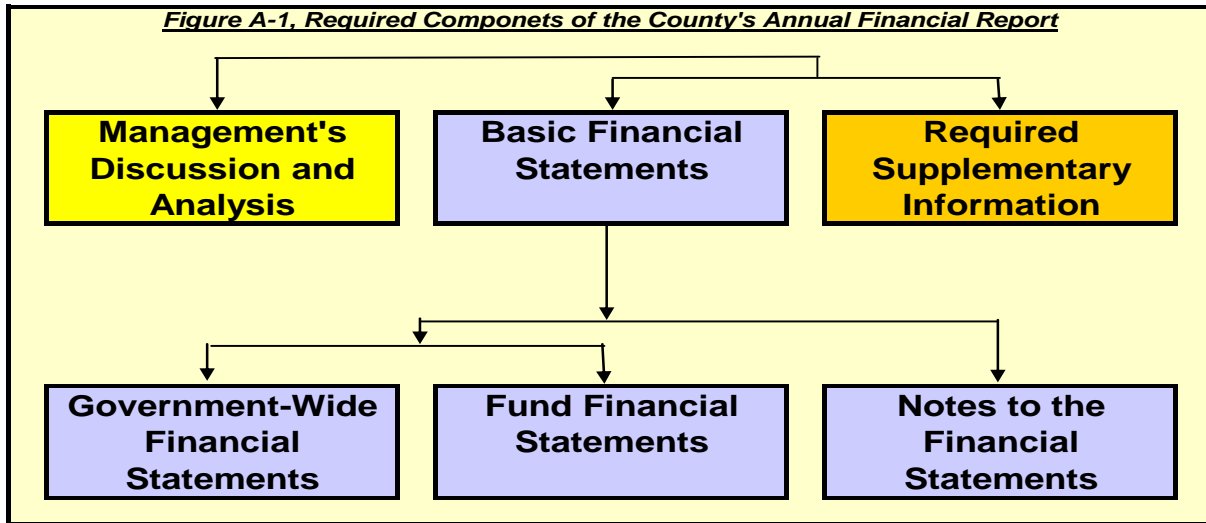


Figure A-2 summarizes the major features of the County's financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each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

CALHOUN COUNTY, TEXAS

Management's Discussion and Analysis

December 31, 2006

(Unaudited)

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE:

Net assets. The County's combined net assets were \$28,502,903 at the end of the current year. (See Table A-1)

County's Net Assets				
	2006	2005	Change	% Change
Current assets				
Cash and cash equivalents	\$12,571,571	\$16,601,746	(\$4,030,175)	-24.28%
Receivables (net of allowance for uncollectibles)	6,597,748	6,118,763	478,985	7.83%
Intergovernmental receivable	1,112,669	1,000,234	112,435	11.24%
Inventories	83,200	117,579	(34,379)	-29.24%
Prepaid items and other current assets	168,219	157,200	11,019	7.01%
Restricted assets:				
Cash and cash equivalents	11,144,844	8,968,527	2,176,317	24.27%
Deferred charges	285,310	318,240	(32,930)	-10.35%
Total current assets	31,963,561	33,282,289	(1,318,728)	-3.96%
Noncurrent assets				
Capital assets (net, where applicable, of accumulated depreciation)				
Land	1,849,557	1,806,280	43,277	2.40%
Construction in progress	15,978,137	9,887,286	6,090,851	61.60%
Buildings	4,538,495	5,015,268	(476,773)	-9.51%
Improvements	2,455,906	2,268,752	187,154	8.25%
Equipment	3,222,015	3,254,566	(32,551)	-1.00%
Infrastructure	6,493,204	6,862,282	(369,078)	-5.38%
Total noncurrent assets	34,537,314	29,094,434	5,442,880	18.71%
Total assets	66,500,875	62,376,723	4,124,152	6.61%
Current Liabilities				
Accounts payable	712,002	1,052,800	(340,798)	-32.37%
Accrued and other liabilities	1,200,477	968,264	232,213	23.98%
Due to other governments	353,169	317,386	35,783	11.27%
Due to others	213,271	182,678	30,593	16.75%
Unearned revenue	17,730,719	15,063,165	2,667,554	17.71%
Total current liabilities	20,209,638	17,584,293	2,625,345	14.93%
Noncurrent Liabilities				
Due in one year	1,210,826	909,598	301,228	33.12%
Due in more than one year	16,577,508	17,700,037	(1,122,529)	-6.34%
Total noncurrent liabilities	17,788,334	18,609,635	(821,301)	-4.41%
Total Liabilities	37,997,972	36,193,928	1,804,044	4.98%
Net assets				
Invested in capital assets, net of related debt	16,837,276	17,396,867	(559,591)	-3.22%
Restricted for:				
Debt service	440,608	409,841	30,767	7.51%
Capital projects	1,160,390	6,358,730	(5,198,340)	-81.75%
Unrestricted	10,064,629	2,017,357	8,047,272	398.90%
Total net assets	\$28,502,903	\$26,182,795	\$2,320,108	8.86%

Approximately 27.52% or \$440,608 of the County's restricted net assets represents amounts restricted for debt service while the remaining 72.48% or \$1,160,390 is restricted for capital projects. Of the \$1,160,390 restricted for capital projects, the courthouse mold remediation/renovation project accounts for \$444,249 or 38.28% and nonmajor capital projects account for the remaining \$716,141 or 61.72%. The \$10,064,629 of unrestricted net assets represents resources available to fund the programs of the County next year.

CALHOUN COUNTY, TEXAS
Management's Discussion and Analysis
 December 31, 2006
 (Unaudited)

Changes in net assets. The County's total revenues were \$21,341,894. A significant portion, \$16,425,974, of the County's revenue comes from taxes.

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

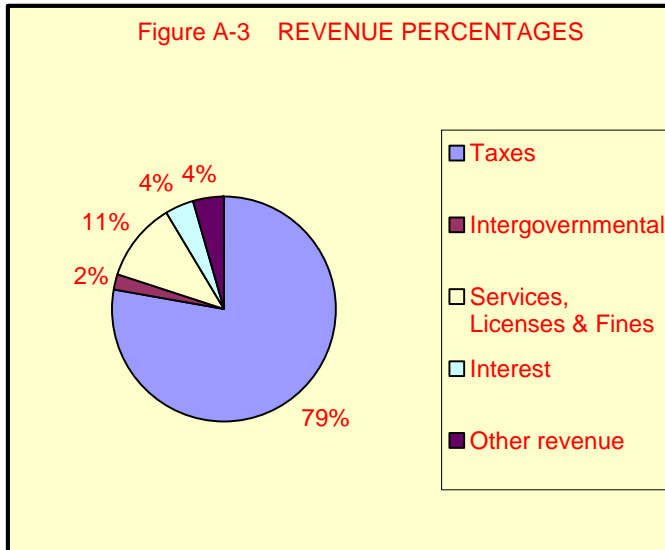
Table A-2				
County's Program Revenues				
Programs	2006	2005	Change	% Change
General administration	\$343,422	\$611,491	(\$268,069)	-43.84%
Judicial	359,562	262,087	97,475	37.19%
Legal	52,912	46,089	6,823	14.80%
Financial administration	114,481	87,615	26,866	30.66%
Public facilities	25,731	77,135	(51,404)	-66.64%
Public safety	379,625	288,931	90,694	31.39%
Roads and bridges	875,046	724,642	150,404	20.76%
Health and welfare	1,045,346	945,109	100,237	10.61%
Culture and recreation	538,560	194,613	343,947	176.73%
Conservation	17,466	-	17,466	0.00%
Sanitation services	16,965	14,294	2,671	18.69%
Nondepartmental	54,362	86,417	(32,055)	-37.09%
Total Revenues	\$3,823,478	\$3,338,423	\$485,055	14.53%

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

Table A-3				
County's General Revenues				
Programs	2006	2005	Change	% Change
Advalorem taxes	\$15,443,598	\$14,774,345	\$669,253	4.53%
Sales Taxes	957,976	1,061,161	(103,185)	-9.72%
Other Taxes	24,400	24,523	(123)	-0.50%
Unrestricted investment earnings	914,168	755,179	158,989	21.05%
Miscellaneous	112,828	166,075	(53,247)	-32.06%
Gain on asset sales	65,446	(75,382)	140,828	-186.82%
Total Revenues	\$17,518,416	\$16,705,901	\$812,515	4.86%

CALHOUN COUNTY, TEXAS
Management's Discussion and Analysis
 December 31, 2006
 (Unaudited)

An analysis of the revenue percentages is shown in Figure A-3 below.



Governmental Activities

There was no change in the County's tax rate per \$100 valuation, while general fund tax rates increased by \$0.0014 or 0.30% and debt service tax rates decreased by (\$0.0014) or (2.56)%. Assessed valuation this year was \$3,000,147,386 and last year's assessed valuation was \$2,847,394,274, an increase of \$152,753,112 or 5.36%. Total ad valorem taxes for this year amounted to \$15,443,598 while total ad valorem taxes for last year amounted to \$14,774,345, or an increase of \$669,253 or 4.53%.

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 as well as local tax dollars.

Function	Total Cost of Services			Net Cost of Services		
	2006	2005	Percentage Change	2006	2005	Percentage Change
General administration	\$1,270,142	\$1,351,600	-6.03%	\$926,720	\$740,109	25.21%
Judicial	1,131,693	1,021,263	0	772,131	759,176	1.71%
Legal	511,948	510,844	0	459,036	464,755	-1.23%
Financial administration	810,062	786,969	0	695,581	699,354	-0.54%
Public facilities	813,681	773,873	0	787,950	696,738	13.09%
Public safety	4,945,545	4,293,571	0	4,565,920	4,004,640	14.02%
Roads and bridges	3,641,029	3,908,191	(0)	2,765,983	3,183,549	-13.12%
Health and welfare	3,512,193	3,423,178	0	2,466,847	2,478,069	-0.45%
Community development	143,538	147,527	(0)	143,538	147,527	-2.70%
Culture and recreation	659,071	549,515	0	120,511	354,902	-66.04%
Social services	46,015	45,469	0	46,015	45,469	1.20%
Conservation	7,750	69,568	(1)	(9,716)	69,568	-113.97%
Sanitation services	146,622	178,462	(0)	129,657	164,168	-21.02%
Nondepartmental	569,300	583,945	(0)	514,938	497,528	3.50%
Interest and fiscal charges	813,197	788,791	0	813,197	788,791	3.09%
Total costs	\$19,021,786	\$18,432,766	3.20%	\$15,198,308	\$15,094,343	0.69%

CALHOUN COUNTY, TEXAS

Management's Discussion and Analysis

December 31, 2006

(Unaudited)

- As of the close of the year, the County's governmental funds expenditures were (\$4,102,625) less than the \$21,072,412 generated in taxes and other revenues for governmental activities.
- The general fund reported a fund balance this year of \$6,646,013.
- The total cost of the County's programs changed from last year as follows:

COUNTY PROGRAMS			
PROGRAM NAME	2006	2005	CHANGE
General Administration	\$1,358,389	\$1,634,275	(\$275,886)
Judicial	1,217,992	1,009,782	208,210
Legal	505,641	517,425	(11,784)
Financial administration	812,599	787,394	25,205
Public facilities	5,670,370	2,117,837	3,552,533
Public safety	5,891,372	9,039,906	(3,148,534)
Roads and bridges	3,295,998	3,631,450	(335,452)
Health and welfare	3,510,763	3,338,530	172,233
Community development	141,219	168,251	(27,032)
Culture and recreation	937,763	456,997	480,766
Social services	45,882	45,155	727
Conservation	7,750	69,568	(61,818)
Sanitation services	131,699	159,046	(27,347)
Nondepartmental	79,197	128,109	(48,912)
Interest and fiscal charges	748,403	810,759	(62,356)
Debt service	820,000	740,000	80,000
Totals	\$25,175,037	\$24,654,484	\$520,553

There were no new programs added in the current year.

Major changes in programs included:

- General administration expenditures increased approximately \$108,000 for records automation project for County Clerk and decreased approximately \$373,000 for last year's purchase of election machines with Help America Vote Act grant funds.
- Public facilities expenditures increased approximately \$3,685,000 for construction costs for courthouse renovation and decreased approximately \$136,000 for airport improvements that were completed last year.
- Public safety expenditures decreased approximately \$3,700,000 for construction costs of the new jail as the project approached completion, increased approximately \$500,000 for operation of the new jail for 6-1/2 months and approximately \$70,000 for contributions to expense for Juvenile Probation and Boot Camp/JJAEP.
- Road and bridge expenditures decreased approximately \$296,000 for the fourth of four installments to the State of Texas for Highway 87 right-of-way acquisition.
- Health and welfare program expenditures increased approximately \$181,000 for Emergency Medical Services salaries and benefits, uniforms, continuing education and one vehicle, increased approximately \$40,000 for defibrillators for volunteer ambulance services and approximately \$16,000 for Health Department salaries and benefits and decreased approximately \$65,000 for indigent health care.
- Culture and recreation expenditures increased approximately \$395,000 for Six Mile pier/boat ramp improvements and Magnolia Beach jetty/boat ramp improvements conveyed to the County by Alcoa Remediation Management and approximately \$43,000 for Boggy Bayou nature park/wetlands property conveyed to the County by Matagorda Pipeline Partnership.

CALHOUN COUNTY, TEXAS

Management's Discussion and Analysis

December 31, 2006

(Unaudited)

- Conservation expenditures decreased approximately \$61,800 due to the expiration of a NOAA grant.
- Interest and fiscal charges decreased approximately \$30,000 for debt service on the courthouse renovation certificates of obligation issued in 2004 and decreased approximately \$32,000 on new jail bonds, refunding bonds, hospital revenue and tax certificates of obligation and a capital lease for road and bridge equipment.
- Debt service expenditures increased \$45,000 for the 2004 courthouse renovation certificates of obligation, \$25,000 for the 2003 new jail bonds and \$10,000 for the 1998 combination hospital revenue and tax certificates of obligation.

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*. 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.
- **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. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

CALHOUN COUNTY, TEXAS

Management's Discussion and Analysis

December 31, 2006

(Unaudited)

- Discrete Component Unit (Proprietary fund)—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.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues from governmental fund types totaled \$21,072,412, an increase of \$839,768 over the preceding year. The increase in local revenues is comprised of approximately \$600,000 in ad valorem taxes resulting from the increase in assessed valuation, approximately \$300,000 in charges for services, approximately \$100,000 interest, and a decrease of approximately \$200,000 in intergovernmental, gifts and contributions. Expenditures from governmental fund types totaled \$25,175,037, an increase of \$520,553 over the preceding year. The change in local expenditures is explained in the preceding *Governmental Activities* section of this discussion.

General Fund Budgetary Highlights

A General Fund budget analysis follows in Table A-5.

Table A-5 Budget Analysis					
General Fund	Original Budget	Budget Revisions	Final Budget	Actual	Variance with Final Budget
REVENUES:					
AD VALOREM TAXES	\$13,947,000	\$5,787	\$13,952,787	\$13,848,754	(\$104,033)
SALES TAXES	650,000	-	650,000	957,976	\$307,976
OTHER TAXES	10,000	-	10,000	10,188	\$188
INTERGOVERNMENTAL	134,500	331	134,831	385,769	\$250,938
CHARGES FOR SERVICES	815,480	29,035	844,515	1,233,600	\$389,085
PERMITS AND LICENSES	10,500	-	10,500	14,652	\$4,152
FINES AND FORFEITURES	226,000	-	226,000	188,650	(\$37,350)
INTEREST	250,000	-	250,000	617,985	\$367,985
GIFTS AND CONTRIBUTIONS	4,000	-	4,000	6,667	\$2,667
RENTS AND LEASES	7,800	-	7,800	228,847	\$221,047
MISCELLANEOUS	4,200	4,027	8,227	125,907	\$117,680
TOTAL REVENUES	16,059,480	39,180	16,098,660	17,618,995	\$1,520,335
EXPENDITURES:					
CURRENT:					
GENERAL ADMINISTRATION	1,447,761	23,323	1,471,084	1,228,580	\$242,504
JUDICIAL	1,092,828	86,593	1,179,421	1,110,641	\$68,780
LEGAL	485,705	14,230	499,935	478,426	\$21,509
FINANCIAL ADMINISTRATION	833,230	13,208	846,438	812,599	\$33,839
PUBLIC FACILITIES	804,403	5,985	810,388	753,333	\$57,055
PUBLIC SAFETY	4,367,098	635,789	5,002,887	4,874,495	\$128,392
ROADS AND BRIDGES	3,557,116	(61,515)	3,495,601	3,266,275	\$229,326
HEALTH AND WELFARE	3,297,593	467,336	3,764,929	3,510,763	\$254,166
COMMUNITY DEVELOPMENT	178,971	169	179,140	141,219	\$37,921
CULTURE AND RECREATION	445,691	34,566	480,257	467,276	\$12,981
SOCIAL SERVICES	48,143	376	48,519	45,882	\$2,637
CONSERVATION	7,750	-	7,750	7,750	\$0
SANITATION SERVICES	162,191	415	162,606	131,699	\$30,907
TOTAL EXPENDITURES	16,728,480	1,220,475	17,948,955	16,828,938	\$1,120,017
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(669,000)	(1,181,295)	(1,850,295)	790,057	\$2,640,352
OTHER FINANCING SOURCES (USES):					
TRANSFERS IN	600,000	-	600,000	600,000	\$0
TRANSFERS OUT	(76,000)	(405,242)	(481,242)	(480,615)	\$627
GAIN ON SALE OF FIXED ASSETS	(28,000)	19,743	(8,257)	23,381	\$31,638
TOTAL OTHER FINANCING SOURCES (USES)	496,000	(385,499)	110,501	142,766	\$32,265
NET CHANGE IN FUND BALANCES	(\$173,000)	(\$1,566,794)	(\$1,739,794)	\$932,823	\$2,672,617

CALHOUN COUNTY, TEXAS

Management's Discussion and Analysis

December 31, 2006

(Unaudited)

Over the course of the year the County revised its General Fund budget 6 times. The original budget revenues amounted to \$16,059,480 and the final budget revenues amounted to \$16,098,660 or an increase of \$39,180 in revenues, comprised of approximately \$26,000 in auction proceeds and \$13,000 in fees and miscellaneous revenues. The original budget expenditures amounted to \$16,728,480 and the final budget expenditures amounted to \$17,948,955 or an increase of \$1,220,475 in expenditures. Significant items causing the expenditure budget increases were a \$630,000 increase in indigent healthcare, a \$379,000 increase in transfers out to fund a capital project for upgrading the emergency communication system and an increase of approximately \$180,000 for salaries and benefits.

Significant variances between budgeted and actual revenues were primarily positive. It is the County's policy to budget uncertain revenue sources very conservatively. For example, sales tax revenues can change significantly if the state determines during its audit of businesses and industries that sales taxes were remitted on items that should not have been taxed; the County must then refund the excess, usually in the form of reductions in future allocations.

- Ad valorem tax revenues negative variance of approximately \$104,000 resulted from tax collections being less than anticipated.
- Sales taxes exceeded the anticipated amount by approximately \$307,000.
- Intergovernmental revenues are subject to change from year to year based on state and federal funding levels. Positive variances in this category are comprised of approximately \$141,000 tobacco settlement, \$26,000 judiciary reimbursement, \$18,000 federal pass-through grants for the health department, \$27,000 federal pass-through grant for emergency management, and \$18,000 indigent defense grant.
- Charges for services approximate positive variances were as follows: \$164,000 prisoner lodging (new jail opened mid-June), \$112,000 County Clerk fees, \$50,000 Sheriff fees and auction proceeds, \$14,000 Tax Collector fees, and \$11,000 Emergency Medical Service fees.
- Interest earned on the County's deposits exceeded the estimate by approximately \$368,000 due to an increase in the interest rate and an increase in investments.
- Rents and leases collected were greater than budgeted by approximately \$220,000 as a result of the County's operation of Memorial Medical Plaza.
- Positive variances in miscellaneous revenues included approximately \$30,000 refunds of prior year workers compensation and unemployment premiums, \$20,000 litigation recovery, \$16,000 workers compensation reimbursement and \$15,000 commission on jail telephones.

The following were significant variances between expenditure budgets and actual expenditures:

- General administration expenditures were less than budgeted by approximately \$89,000 for personnel vacancies, \$51,000 for property and liability insurance premiums, \$50,000 for equipment, maintenance and other services and \$34,000 for telephone services.
- Judicial expenditures were less than budgeted by approximately \$30,000 in office supplies, services and equipment, \$11,000 related to personnel vacancies and \$24,000 unexpended for jurors and court services.
- Public facilities expenditures were under budget approximately \$50,000 for group insurance, workers compensation and personnel vacancies.
- Public Safety positive expenditure variance of approximately \$130,000 resulted from the mid-year opening of the new jail.
- The positive variance of approximately \$220,000 in expenditures for roads and bridges resulted from employment vacancies, actual costs of group and workers compensation insurance less than estimates, and cyclical variations in the need for supplies and materials.
- Health and welfare positive variance of approximately \$153,000 was due to the unpredictable nature of indigent healthcare expenditures and approximately \$53,000 was not expended for workers compensation, group insurance, supplies and services in Emergency Medical Services.

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	2006	2005	Change
Land	\$1,849,557	\$1,806,280	\$43,277
Buildings	4,538,495	5,015,268	(\$476,773)
Improvements	2,455,906	2,268,752	\$187,154
Furniture, Fixtures & Equipment	3,222,015	3,254,566	(\$32,551)
Construction in Progress	15,978,137	9,887,286	\$6,090,851
Infrastructure	6,493,204	6,862,282	(\$369,078)
Total	\$34,537,314	\$29,094,434	\$5,442,880

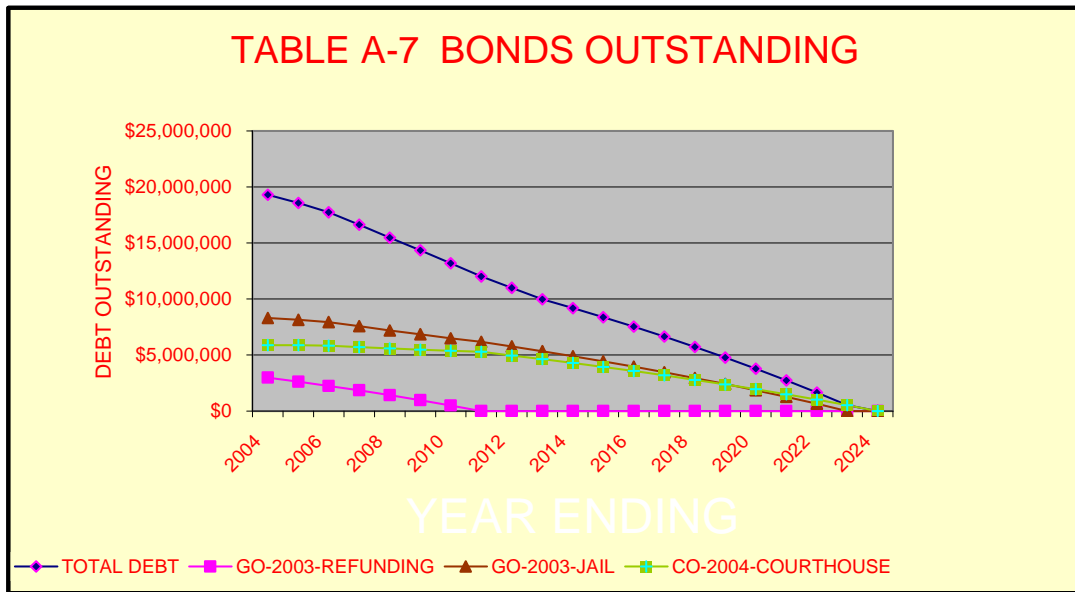
Construction of the County's new 144 bed jail culminated in the opening of the facility in June 2006 at a cost of approximately \$8,800,000. Renovation of the County Courthouse will be completed in early 2007, with project costs totaling approximately \$6,800,000. More detail information concerning the County's capital assets is presented in the notes to the financial statements.

Long Term Debt

At year end the County had \$17,745,000 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 issued no new bonds during the year.

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 \$3,000,147,386 while \$3,727,587,616 was used for next year's budget preparation. This represents an increase of \$727,440,230 or 24.25%. General fund tax rates for next year were set at \$0.4452, a decrease of \$0.0226 or 5.08% below this year's general fund tax rate of \$0.4678. The increase in appraised value for 2007 was largely from expiring tax abatements of approximately \$585,000,000 coming onto the rolls. The Commissioners Court budgeted \$1,300,000 for Capital Improvement Projects in 2007, while maintaining a projected fund balance of approximately 22% of expenditures. Tax abatements coming on the tax rolls are estimated for the year 2008 at \$76,500,000.

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Cindy Mueller, County Auditor, 201 W. Austin Street, Port Lavaca, Texas, 77979.

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BASIC FINANCIAL STATEMENTS

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CALHOUN COUNTY, TEXAS

STATEMENT OF NET ASSETS

DECEMBER 31, 2006

	Primary Governmental Governmental Activities	Component Unit
ASSETS		
Cash and cash equivalents	\$ 12,571,571	412,003
Investments	--	1,600,000
Receivables (net of allowances for uncollectibles):	6,597,748	3,467,127
Intergovernmental receivable	1,112,669	--
Inventories	83,200	--
Prepaid items and other current assets	168,219	919,646
Restricted assets:		
Cash and cash equivalents	11,144,844	14,352
Deferred charges	285,310	--
Capital assets (net, where applicable, of accumulated depreciation)		
Land	1,849,557	32,143
Construction in progress	15,978,137	--
Buildings	4,538,495	2,532,510
Improvements other than buildings	2,455,906	--
Furniture, fixtures and equipment	3,222,015	2,300,796
Infrastructure	6,493,204	--
Total Assets	<u>66,500,875</u>	<u>11,278,577</u>
LIABILITIES		
Accounts payable	712,002	437,093
Accrued and other liabilities	1,200,477	952,162
Due to other governments	353,169	--
Due to others	213,271	--
Unearned revenue	17,730,719	--
Noncurrent liabilities:		
Due in one year	1,210,826	568,951
Due in more than one year	16,577,508	165,505
Total Liabilities	<u>37,997,972</u>	<u>2,123,711</u>
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	16,837,276	4,467,489
Restricted For:		
Debt Service	440,608	--
Capital Projects	1,160,390	--
Unrestricted	10,064,629	4,687,377
Total Net Assets	<u>\$ 28,502,903</u>	<u>9,154,866</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2006

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
General administration	\$ 1,270,142	\$ 343,393	\$ 29	\$ --
Judicial	1,131,693	289,746	69,816	--
Legal	511,948	52,912	--	--
Financial administration	810,062	114,481	--	--
Public facilities	813,681	25,731	--	--
Public safety	4,945,545	321,947	39,650	18,028
Roads and bridges	3,641,029	870,046	5,000	--
Health and welfare	3,512,193	760,432	284,914	--
Community development	143,538	--	--	--
Culture and recreation	659,071	10,683	132,754	395,123
Social services	46,015	--	--	--
Conservation	7,750	--	17,466	--
Sanitation services	146,622	16,965	--	--
Nondepartmental	569,300	19,246	35,116	--
Interest and fiscal charges	813,197	--	--	--
Total governmental activities	<u>19,021,786</u>	<u>2,825,582</u>	<u>584,745</u>	<u>413,151</u>
Total Primary Government	<u>\$ 19,021,786</u>	<u>\$ 2,825,582</u>	<u>\$ 584,745</u>	<u>\$ 413,151</u>
COMPONENT UNIT:				
Memorial Medical Center	<u>\$ 21,983,963</u>	<u>\$ 21,529,243</u>	<u>\$ 138,206</u>	<u>\$ 84,866</u>

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
 Net Assets - Ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and
Changes in Net Assets

Governmental Activities	Component Unit
\$ (926,720)	
(772,131)	
(459,036)	
(695,581)	
(787,950)	
(4,565,920)	
(2,765,983)	
(2,466,847)	
(143,538)	
(120,511)	
(46,015)	
9,716	
(129,657)	
(514,938)	
(813,197)	
(15,198,308)	
(15,198,308)	
	\$ (231,648)
15,443,598	--
957,976	--
24,400	--
914,168	76,166
112,828	--
65,446	150,066
17,518,416	226,232
2,320,108	(5,416)
26,182,795	9,160,282
\$ 28,502,903	\$ 9,154,866

CALHOUN COUNTY, TEXASBALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2006

	General Fund	Courthouse Renovation	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 6,774,499	\$ 866,026	\$ 4,931,048	\$ 12,571,573
Receivables (net of allowances for uncollectibles):				
Taxes	4,561,145	--	454,767	5,015,912
Accounts	1,353,459	--	228,377	1,581,836
Intergovernmental receivable	1,024,561	--	88,108	1,112,669
Due from other funds	230,695	--	2,396	233,091
Inventories	80,507	--	2,693	83,200
Restricted assets:				
Cash and cash equivalents	11,144,826	--	18	11,144,844
Total Assets	\$ 25,169,692	\$ 866,026	\$ 5,707,407	\$ 31,743,125
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 511,647	\$ 161,789	\$ 38,566	\$ 712,002
Accrued and other liabilities	316,050	259,251	364,171	939,472
Due to other funds	1,577	737	230,777	233,091
Due to other governments	353,169	--	--	353,169
Due to others	204,049	--	9,222	213,271
Deferred revenue	17,137,187	--	1,862,556	18,999,743
Total Liabilities	18,523,679	421,777	2,505,292	21,450,748
Fund balances:				
Reserved for:				
Debt service	--	--	422,537	422,537
Inventory	80,508	--	2,693	83,201
Unreserved, reported in:				
General fund	6,565,505	--	--	6,565,505
Special revenue funds	--	--	2,060,744	2,060,744
Capital projects funds	--	444,249	716,141	1,160,390
Total fund balances	6,646,013	444,249	3,202,115	10,292,377
Total Liabilities & Fund Balances	\$ 25,169,692	\$ 866,026	\$ 5,707,407	\$ 31,743,125

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2006

Total fund balances - governmental funds balance sheet	\$ 10,292,377
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.	34,537,313
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	236,020
Payables for bond principal which are not due in the current period are not reported in the funds.	(17,700,038)
Payables for bond interest which are not due in the current period are not reported in the funds.	(261,005)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(88,296)
Other long-term assets are not available to pay for current-period expenditures and are deferred in the funds.	453,529
Court fines receivable unavailable to pay for current period expenditures are deferred in the funds.	858,705
Ambulance receivables unavailable to pay for current period expenditures are deferred in the funds.	<u>174,298</u>
Net assets of governmental activities - statement of net assets	<u>\$ 28,502,903</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXASSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	General Fund	Courthouse Renovation	Other Governmental Funds	Total Governmental Funds
Revenues:				
Ad valorem taxes	\$ 13,848,754	\$ --	\$ 1,571,896	\$ 15,420,650
Sales taxes	957,976	--	--	957,976
Other taxes	10,188	--	14,212	24,400
Intergovernmental	385,769	--	48,548	434,317
Charges for services	1,233,600	--	163,314	1,396,914
Permits and licenses	14,652	--	631,703	646,355
Fines and forfeitures	188,650	--	153,976	342,626
Interest	617,985	155,321	140,863	914,169
Gifts and contributions	6,667	--	549,127	555,794
Rents and leases	228,847	--	20,325	249,172
Miscellaneous	125,907	--	4,132	130,039
Total revenues	<u>17,618,995</u>	<u>155,321</u>	<u>3,298,096</u>	<u>21,072,412</u>
Expenditures:				
Current:				
General administration	1,228,580	--	129,809	1,358,389
Judicial	1,110,641	--	107,351	1,217,992
Legal	478,426	--	27,215	505,641
Financial administration	812,599	--	--	812,599
Public facilities	753,333	4,891,122	25,915	5,670,370
Public safety	4,874,495	--	1,016,877	5,891,372
Roads and bridges	3,266,275	--	29,723	3,295,998
Health and welfare	3,510,763	--	--	3,510,763
Community development	141,219	--	--	141,219
Culture and recreation	467,276	--	470,487	937,763
Social services	45,882	--	--	45,882
Conservation	7,750	--	--	7,750
Sanitation services	131,699	--	--	131,699
Nondepartmental	--	--	79,197	79,197
Debt service:				
Principal	--	--	820,000	820,000
Interest and fiscal charges	--	--	748,403	748,403
Total expenditures	<u>16,828,938</u>	<u>4,891,122</u>	<u>3,454,977</u>	<u>25,175,037</u>
Excess (deficiency) of revenues over (under) expenditures	790,057	(4,735,801)	(156,881)	(4,102,625)
Other financing sources (uses):				
Transfers in	600,000	78,723	656,196	1,334,919
Transfers out	(480,615)	--	(854,304)	(1,334,919)
Gain on sale of capital assets	23,381	--	--	23,381
Total other financing sources (uses)	<u>142,766</u>	<u>78,723</u>	<u>(198,108)</u>	<u>23,381</u>
Net change in fund balances	932,823	(4,657,078)	(354,989)	(4,079,244)
Fund balances, January 1	<u>5,713,190</u>	<u>5,101,327</u>	<u>3,557,104</u>	<u>14,371,621</u>
Fund balances, December 31	<u>\$ 6,646,013</u>	<u>\$ 444,249</u>	<u>\$ 3,202,115</u>	<u>\$ 10,292,377</u>

The accompanying notes are an integral part of this statement.

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, 2006

Net change in fund balances - total governmental funds	\$ (4,079,244)
Amounts reported for governmental activities in the statement of activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	7,145,693
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,762,902)
The gain or loss on the sale of capital assets is not reported in the funds.	42,065
Property tax revenues are deferred in the funds. This is the change in these amounts this year.	22,947
Revenues in the SOA not providing current financial resources are not reported as revenues in the funds.	18,028
Expenses not requiring the use of current financial resources are not reported as expenditures in the funds.	11,483
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	820,000
Bond issuance costs and similar items are amortized in the SOA but not in the funds.	(4,659)
(Increase) decrease in accrued interest from beginning of period to end of period.	(60,135)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	3,770
Certain ambulance receivables are deferred in the funds. This is the change in these amounts this year.	35,441
Uncollected court fines are not recorded as revenue in the funds.	<u>127,621</u>
Change in net assets of governmental activities - statement of activities	<u>\$ 2,320,108</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

STATEMENT OF NET ASSETS

ENTERPRISE FUND

DECEMBER 31, 2006

	Enterprise Fund <u>Memorial Medical Center</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 412,003
Investments	1,600,000
Receivables (net of allowances for uncollectibles):	
Accounts	3,467,127
Prepaid items and other current assets	919,646
Total current assets	<u>6,398,776</u>
Noncurrent assets	
Restricted assets:	
Cash and cash equivalents	14,352
Capital assets :	
Land	32,143
Buildings	2,532,510
Equipment	2,300,796
Total Assets	<u>11,278,577</u>
LIABILITIES	
Current liabilities:	
Accounts payable	437,093
Accrued and other liabilities	952,162
Compensated absences payable	336,496
Capital leases payable - current portion	232,455
Total current liabilities	<u>1,958,206</u>
Noncurrent liabilities:	
Capital leases payable	165,505
Total noncurrent liabilities	<u>165,505</u>
Total Liabilities	<u>2,123,711</u>
NET ASSETS	
Invested in capital assets, net of related debt	4,467,489
Unrestricted	4,687,377
Total Net Assets	<u>\$ 9,154,866</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, 2006

	Enterprise Fund <u>Memorial Medical Center</u>
OPERATING REVENUES:	
Patient service revenues (net)	\$ 21,380,340
Other operating revenues	148,903
Total Operating Revenues	<u>21,529,243</u>
OPERATING EXPENSES:	
Operating expenses	20,727,632
Depreciation and amortization	1,227,365
Total Operating Expenses	<u>21,954,997</u>
Operating Income (Loss)	<u>(425,754)</u>
NON-OPERATING REVENUES (EXPENSES):	
Interest revenue	76,166
Operating grants and contributions	138,206
Interest expense	(28,966)
Gain on sale of capital assets	150,066
Total Non-operating Revenues (Expenses)	<u>335,472</u>
Net Income (Loss) before Capital Contributions	<u>(90,282)</u>
CAPITAL CONTRIBUTIONS:	
Capital contributions	84,866
Total Capital Contributions	<u>84,866</u>
Increase (decrease) in net assets	(5,416)
Net assets, January 1	<u>9,160,282</u>
Net assets, December 31	<u>\$ 9,154,866</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS

STATEMENT OF CASH FLOWS

ENTERPRISE FUND

FOR THE YEAR ENDED DECEMBER 31, 2006

	Enterprise Fund <u>Memoral Medical Center</u>
Cash Flows from Operating Activities:	
Cash received from patients and third-party payors	\$ 20,343,066
Other receipts and payments from operations, net	148,903
Cash paid to suppliers	(10,241,805)
Cash paid to employees	(8,002,002)
Cash paid for employee benefits and payroll taxes	(2,173,312)
Net Cash Provided (Used) by Operating Activities	<u>74,850</u>
Cash Flows from Non-capital Financing Activities:	
Noncapital grants and contributions	138,206
Net Cash Provided (Used) by Non-capital Financing Activities	<u>138,206</u>
Cash Flows from Capital and Related Financing Activities:	
Capital grants and contributions	84,866
Principal payments on long-term debt and notes payable	(311,740)
Interest payments on long-term debt and notes payable	(28,966)
Purchase of capital assets	(473,824)
Net Cash Provided (Used) for Capital & Related Financing Activities	<u>(729,664)</u>
Cash Flows from Investing Activities:	
Investment earnings	76,166
Purchase of investments	(1,600,000)
Net Cash Provided (Used) for Investing Activities	<u>(1,523,834)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(2,040,442)
Cash and Cash Equivalents at Beginning of Year	<u>2,466,797</u>
Cash and Cash Equivalents at End of Year	<u>\$ 426,355</u>
Reconciliation of Cash and Cash Equivalents to Balance Sheet	
Cash and cash equivalents	\$ 412,003
Restricted cash and cash equivalents	<u>14,352</u>
	<u>\$ 426,355</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ (425,754)
Adjustments to Reconcile Operating Income to Net Cash	
Provided by Operating Activities	
Depreciation	1,227,365
Change in Assets and Liabilities:	
Decrease (Increase) in receivables	(339,084)
Decrease (Increase) in other assets	(315,100)
Increase (Decrease) in accounts payable and accrued expenses	625,162
Increase (Decrease) in third-party payor settlements	(697,739)
Total Adjustments	<u>500,604</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 74,850</u>

The accompanying notes are an integral part of this statement.

CALHOUN COUNTY, TEXAS
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 DECEMBER 31, 2006

	<u>Agency Funds</u>
ASSETS	
Assets:	
Cash and cash equivalents	\$ 9,290,505
Receivables (net of allowances for uncollectibles):	
Accounts	395
Intergovernmental receivable	114,574
Due from other funds	111,686
Due from others	<u>31,364</u>
Total Assets	<u>\$ 9,548,524</u>
LIABILITIES	
Accounts payable	\$ 20,172
Due to other funds	111,685
Due to other governments	313,641
Due to others	<u>9,103,026</u>
Total Liabilities	<u>\$ 9,548,524</u>

The accompanying notes are an integral part of this statement.

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CALHOUN COUNTY, TEXAS

Notes to Basic Financial Statements
December 31, 2006

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. The County's discretely presented component unit, 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."

Discretely presented component unit - 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.

Memorial Medical Center ("MMC") operates a primary critical care hospital. The County Commissioners' Court appoints MMC's board, approves its annual budget, regularly scheduled payment of bills, and major capital additions. MMC is reported as a discretely presented component unit because its services are provided entirely to the public. Separate financial statements are available from hospital management at Memorial Medical Center, 815 North Virginia, Port Lavaca, Texas, 77979.

B. 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

CALHOUN COUNTY, TEXAS

Notes to Basic Financial Statements
December 31, 2006

results could differ from those estimates.

C. 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 are supported by taxes and intergovernmental revenues.

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 fiduciary funds even though the later are excluded from the government-wide financial statements. The General Fund and Courthouse Renovation 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.

D. 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, 2006 are intended to finance the County's budget for the fiscal year beginning January 1, 2007; accordingly, recognition of revenue from this levy has been deferred to the next fiscal year.

CALHOUN COUNTY, TEXAS

Notes to Basic Financial Statements

December 31, 2006

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. 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 Courthouse Renovation Capital Projects Fund accounts for the resources received and expended for the renovation of the county courthouse. Proceeds were provided from insurance proceeds received during 2003 and proceeds from certificates of obligation issued during 2004.

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. MMC, the County's discrete component unit, is a proprietary fund 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 fiduciary 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.

E. 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 proprietary 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.

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 2006, 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 \$1,000 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 - 50 years
Improvements other than buildings	45 years
Equipment	5 - 20 years
Leased assets	3 - 7 years
Infrastructure	35 - 40 years

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.

Vested or accumulated vacation leave and compensation time that is expected to be paid with expendable available financial resources is reported as expenditures and fund liabilities of the General Fund. Amounts of vested or accumulated vacation leave and compensation time that are not expected to be paid with expendable available financial resources are reported in the in the government wide statement of assets and expense is recorded for the net change in the government wide statement of changes in net assets. A liability for these amounts is reported in governmental funds only if they are matured, for example, unused reimbursable leave payable as a result of employee resignations and retirements.

7. Fund Equity

In government-wide statements, net assets are classified into 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.”

CALHOUN COUNTY, TEXAS

Notes to Basic Financial Statements

December 31, 2006

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:

Deferred bond issue costs	\$ 278,747
Deferred loss on refunding	6,563
Prepaid insurance	<u>168,219</u>
	\$ <u>453,529</u>

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:

Revenues in the Statement of Activity not providing current financial resources are not recorded as revenues in the funds:

Capital contributions	\$ <u>18,028</u>
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Expenses not requiring the use of current financial resources are not reported as expenditures in the funds:

Change in prepaid insurance	\$ <u>11,483</u>
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III. DEPOSITS, INVESTMENTS AND INVESTMENT POLICIES

A. Deposits

At year end, the carrying amount of the County's cash and cash equivalents was \$33,006,920 and the bank balance was \$33,669,585. The bank balance was collateralized with securities held by the County's depository's agent in the County's name. At year end, the County's depository had pledged securities, with a par value of \$62,350,717 and fair value of \$61,555,280.

Custodial Credit Risk – Deposits. In the case of deposits this is the risk, that in the event of a bank failure, the County's deposits may not be returned to it. The County requires all deposits to be covered by Federal Depository Insurance Corporation (FDIC) insurance and/or collateralized by qualified securities pledged by the County's depository in the County's name and held by the depository's agent.

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
 December 31, 2006

B. Investments

During 2006, the County's investing activities were limited to certificates of deposit which are classified as cash.

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 for individual major funds and nonmajor funds in the aggregate at December 31, 2006 were as follows:

	<u>General</u>	<u>Courthouse Renovation</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Taxes receivable	\$ 4,801,205	\$ -	\$ 478,702	\$ 5,279,907
Allowance for uncollectible taxes	<u>(240,060)</u>	<u>-</u>	<u>(23,935)</u>	<u>(263,995)</u>
	<u>4,561,145</u>	<u>-</u>	<u>454,767</u>	<u>5,015,912</u>
Accounts receivable	2,197,152	-	536,028	2,733,180
Allowance for uncollectible	<u>(843,693)</u>	<u>-</u>	<u>(307,651)</u>	<u>(1,151,344)</u>
	<u>1,353,459</u>	<u>-</u>	<u>228,377</u>	<u>1,581,836</u>
Total	<u>\$ 5,914,604</u>	<u>\$ -</u>	<u>\$ 683,144</u>	<u>\$ 6,597,748</u>

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
 December 31, 2006

Discrete Component Unit

Receivables at December 31, 2006 were as follows:

	<u>MMC</u>
Accounts receivable	\$ 5,355,173
Allowance for uncollectible	<u>(1,888,046)</u>
Total	<u>\$ 3,467,127</u>

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Total</u>
Tax levy receivable			
General Fund	\$ 217,950	\$ 4,321,297	\$ 4,539,247
Memorial Medical Center Debt Service	3,986	57,207	61,193
2003-A Jail Bonds Debt Service	6,223	149,320	155,543
2003-B GO Refinancing Bonds Debt Service	5,111	124,110	129,221
2004 Courthouse Renovation Debt Service	2,751	103,748	106,499
Taxes collected in advance			
General Fund	-	11,819,108	11,819,108
Memorial Medical Plaza Debt Service	-	156,632	156,632
2003-A Jail Bonds Debt Service	-	408,837	408,837
2003-B GO Refinancing Bonds Debt Service	-	339,813	339,813
2004 Courthouse Renovation Debt Service	-	284,062	284,062
Fines receivable			
General Fund	640,999	-	640,999
Courthouse Security	859	-	859
Pretrial Services	3,386	-	3,386
Records Management and Preservation	4,234	-	4,234
Road and Bridge	209,227	-	209,227
Ambulance fees receivable			
General Fund	174,298	-	174,298
Other revenue collected in advance			
General Fund	-	(36,465)	(36,465)
Port O'Connor Community Center	-	3,050	3,050
	<u>\$ 1,269,024</u>	<u>\$ 17,730,719</u>	<u>\$ 18,999,743</u>

CALHOUN COUNTY, TEXAS

*Notes to Basic Financial Statements
December 31, 2006*

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. 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 \$1,000 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.

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
 December 31, 2006

The following is a summary of capital asset activity for the year ended December 31, 2006:

	Balance 12/31/2005	Additions	Retirements	Transfers and Completed Construction	Balance 12/31/2006
GOVERNMENTAL ACTIVITIES:					
Capital assets, not being depreciated:					
Land	\$ 1,806,280	\$ 43,277	\$ -	\$ -	\$ 1,849,557
Construction in progress	9,887,286	6,090,851	-	-	15,978,137
Total capital assets not being depreciated	<u>11,693,566</u>	<u>6,134,128</u>	<u>-</u>	<u>-</u>	<u>17,827,694</u>
Capital assets, being depreciated					
Buildings	10,754,982	7,758	-	-	10,762,740
Improvements other than buildings	5,633,245	363,984	-	-	5,997,229
Furniture, fixtures and equipment	9,592,643	586,900	(289,749)	-	9,889,794
Infrastructure	16,993,139	70,951	-	-	17,064,090
Total capital assets being depreciated	<u>42,974,009</u>	<u>1,029,593</u>	<u>(289,749)</u>	<u>-</u>	<u>43,713,853</u>
Less accumulated depreciation for:					
Buildings	(5,739,717)	(484,528)	-	-	(6,224,245)
Improvements other than buildings	(3,364,493)	(176,830)	-	-	(3,541,323)
Furniture, fixtures and equipment	(6,338,077)	(661,516)	331,814	-	(6,667,779)
Infrastructure	(10,130,857)	(440,029)	-	-	(10,570,886)
Total accumulated depreciation	<u>(25,573,144)</u>	<u>(1,762,903)</u>	<u>331,814</u>	<u>-</u>	<u>(27,004,233)</u>
Total capital assets being depreciated, net	<u>17,400,865</u>	<u>(733,310)</u>	<u>42,065</u>	<u>-</u>	<u>16,709,620</u>
Governmental activities capital assets, net	<u>\$ 29,094,431</u>	<u>\$ 5,400,818</u>	<u>\$ 42,065</u>	<u>\$ -</u>	<u>\$ 34,537,314</u>

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

Functions/Programs	
General administration	\$ 39,241
Judicial	11,228
Legal	8,916
Financial administration	1,837
Public facilities	48,030
Public safety	253,261
Roads and bridges	622,721
Health and welfare	86,277
Community development	5,939
Culture and recreation	178,886
Social services	309
Sanitation services	14,788
Nondepartmental	491,470
Total expenditures	<u>\$ 1,762,903</u>

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
 December 31, 2006

Discretely Presented Component Unit

	Balance 12/31/2005	Additions	Retirements	Transfers and Completed Construction	Balance 12/31/2005
BUSINESS-TYPE ACTIVITIES:					
Capital assets, not being depreciated:					
Land	\$ 32,143	\$ -	\$ -	\$ -	\$ 32,143
Capital assets, being depreciated					
Buildings and improvements	8,871,117	50,008	-	-	8,921,125
Equipment	12,146,031	422,188	(131,460)	-	12,436,759
Leased assets	2,156,405	-	(826,000)	-	1,330,405
Total capital assets being depreciated	23,173,553	472,196	(957,460)	-	22,688,289
Less accumulated depreciation for:					
Buildings and improvements	(6,064,544)	(324,071)	-	-	(6,388,615)
Equipment	(10,226,059)	(636,206)	123,000	-	(10,739,265)
Leased assets	(930,169)	(265,000)	468,066	-	(727,103)
Total accumulated depreciation	(17,220,772)	(1,225,277)	591,066	-	(17,854,983)
Total capital assets being depreciated, net	5,952,781	(753,081)	(366,394)	-	4,833,306
Business-type activities capital assets, net	<u>\$ 5,984,924</u>	<u>\$ (753,081)</u>	<u>\$ (366,394)</u>	<u>\$ -</u>	<u>\$ 4,865,449</u>

Construction commitments

During 2006, the County continued construction of a new jail and mold remediation and renovation of the county courthouse. The County is also participating in the Highway 87 expansion with the Texas Department of Transportation (TxDOT).

Description	Commitment	Cost Incurred	Remainder
Courthouse renovation	\$ 5,937,477	\$ 5,870,382	\$ 67,095
Highway 87 expansion	1,500,000	1,204,237	295,763
	<u>\$ 7,437,477</u>	<u>\$ 7,074,619</u>	<u>\$ 362,858</u>

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

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
 December 31, 2006

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, 2006, 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 12/31/2006</u>
GOVERNMENTAL TYPE ACTIVITIES DEBT						
General Obligation Bonds:						
Buildings	\$ 8,490,000	2003	2023	\$ 660,000	3.45 % - 4.65%	\$ 7,940,000
Bond premium/discount						8,574
Refunding	3,340,000	2003	2011	490,000	2.00 % - 4.00%	<u>2,240,000</u>
						<u>10,188,574</u>
Certificates of Obligation:						
Buildings	3,130,000	1996	2006	293,000	4.35% - 7.00%	1,720,000
Buildings	5,890,000	2004	2024	477,000	3.00% - 4.55%	5,845,000
Bond premium/discount						<u>(53,536)</u>
						<u>7,511,464</u>
Total Governmental Type Activities Debt						<u>\$ 17,700,038</u>

Annual debt service requirements to maturity for general debt:

<u>Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 1,125,000	\$ 722,264	\$ 1,847,264
2008	1,135,000	685,547	1,820,547
2009	1,145,000	646,384	1,791,384
2010	1,155,000	605,467	1,760,467
2011	1,165,000	562,572	1,727,572
2012 - 2016	4,490,000	2,194,923	6,684,923
2017 - 2021	4,785,000	1,281,727	6,066,727
2022 - 2024	2,745,000	225,301	2,970,301
	<u>\$ 17,745,000</u>	<u>\$ 6,924,185</u>	<u>\$ 24,669,185</u>

The County uses its debt service funds to pay its debt obligations.

CALHOUN COUNTY, TEXAS
Notes to Basic Financial Statements
 December 31, 2006

B. Obligations under Capital Lease

Discrete Component Unit

The County also finances acquisition of equipment through capital leases which are paid by the fund acquiring the underlying asset. At December 31, 2006 MMC had the following obligations under capital lease:

Various lease obligations are due at varying rates of imputed interest and are collateralized by equipment with a net amortized cost of \$988,598. \$ 397,960

Annual debt service requirements to maturity for capital lease obligations:

Year Ending December 31,	Business-Type Activities
2007	\$ 240,876
2008	<u>167,445</u>
	408,321
Less: interest	<u>(10,361)</u>
	<u>\$ 397,960</u>

D. Schedule of Changes in Long-Term Debt

Description	December 31, 2005	Additions	Retirements	December 31, 2006	Due Within One Year
Primary Government:					
General obligation bonds	\$ 10,759,078	\$ -	\$ (570,504)	\$ 10,188,574	\$ 760,504
Certificates of obligation	<u>7,758,489</u>	-	<u>(247,025)</u>	7,511,464	<u>362,026</u>
Total bonds payable	18,517,567	-	(817,529)	17,700,038	1,122,530
Accrued compensated absences	<u>92,068</u>	-	<u>(3,772)</u>	88,296	<u>88,296</u>
	<u>\$ 18,609,635</u>	\$ -	<u>\$ (821,301)</u>	<u>\$ 17,788,334</u>	<u>\$ 1,210,826</u>
Discrete Component Unit:					
Capital lease obligation	\$ 1,225,700	\$ -	\$ (827,740)	\$ 397,960	\$ 232,455
Accrued compensated absences	<u>292,330</u>	<u>44,166</u>	<u>-</u>	<u>336,496</u>	<u>336,496</u>
	<u>\$ 1,518,030</u>	<u>\$ 44,166</u>	<u>\$ (827,740)</u>	<u>\$ 734,456</u>	<u>\$ 568,951</u>

Business-type activities compensated absences are included in accrued liabilities.

VII. INTERFUND RECEIVABLES, PAYABLE BALANCES, AND OPERATING TRANSFERS

Interfund receivables and payables at December 31, 2006 were as follows:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 230,695	\$ 1,577
Courthouse Renovation	-	737
Nonmajor governmental type funds	<u>2,396</u>	<u>230,777</u>
Total Due From/To Other Funds	<u>\$ 233,091</u>	<u>\$ 233,091</u>

The General Fund provided money to various capital projects funds in advance of revenue received from other sources in subsequent years.

Operating transfers during 2006 were as follows:

	Operating Transfers	
	In	Out
General Fund	\$ 600,000	\$ 480,615
Courthouse Renovation	78,723	0
Nonmajor governmental funds	<u>656,196</u>	<u>854,304</u>
	<u>\$ 1,334,919</u>	<u>\$ 1,334,919</u>

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

VIII. RETIREMENT COMMITMENTS

A. Plan Description

The County and Memorial Medical Center (MMC) provide retirement, disability, and death benefits for all of their respective full-time employees through nontraditional defined benefit plans 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 575 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 County Commissioners' Court and the MMC Board, 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 plans 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.

CALHOUN COUNTY, TEXAS

Notes to Basic Financial Statements
December 31, 2006

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 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 and MMC have elected the annually determined contribution rate (Variable-Rate) plan provisions of the TCDRS Act. The plans are 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 9.50% and 4.27%, respectively for the County and MMC for 2006.

The contribution rate payable by the employee members for calendar year 2006 is the rate of 7% as adopted by the County Commissioners' Court and MMC's Board. The employee contribution rate and the employer contribution rate may be changed by the County Commissioners' Court and MMC's Board within the options available in the TCDRS Act.

C. Annual Pension Cost

For the fiscal year ended December 31, 2006, the annual pension cost for the TCDRS plans for employees and the employer's actual contributions were \$506,318 and \$431,223, respectively, for the County and MMC.

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, 2004, the basis for determining the contribution rate for calendar year 2006. The December 31, 2005 actuarial valuation is the most recent valuation.

Actuarial Valuation Information

	<u>12/31/03</u>	<u>12/31/04</u>	<u>12/31/05</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			
County	20	20	20
MMC	30	30	30
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%	5.5%
Inflation	3.5%	3.5%	3.5%
Cost of living adjustments	0.0%	0.0%	0.0%

Schedule of Funding Progress

Actuarial valuation date	12/31/03	12/31/04	12/31/05
County			
Actuarial value of assets	\$ 10,480,204	\$ 11,376,655	\$ 12,469,092
Actuarial accrued liability (AAL)	\$ 12,342,465	\$ 13,328,007	\$ 14,378,215
Unfunded actuarial accrued liability (UAAL)	\$ 1,862,261	\$ 1,951,352	\$ 1,909,123
Funded ratio	84.9%	85.4%	86.7%
Annual covered payroll (actuarial)	\$ 5,296,682	\$ 5,237,650	\$ 5,505,705
UAAL as percentage of covered payroll	35.2%	37.3%	34.7%
MMC			
Actuarial value of assets	\$ 10,510,221	\$ 11,575,171	\$ 12,636,002
Actuarial accrued liability (AAL)	\$ 9,455,283	\$ 10,464,422	\$ 11,514,716
Unfunded actuarial accrued liability (UAAL)	\$ (1,054,938)	\$ (1,110,749)	\$ (1,121,286)
Funded ratio	111.2%	110.6%	109.7%
Annual covered payroll (actuarial)	\$ 6,352,220	\$ 6,029,716	\$ 6,181,048
UAAL as percentage of covered payroll	-16.6%	-18.4%	-18.1%

Trend Information

Fiscal Year Ended	12/31/04	12/31/05	12/31/06
Annual Pension Cost (APC)			
County	\$ 495,645	\$ 506,318	\$ -
MMC	\$ 422,081	\$ 431,223	\$ -
Percentage of APC Contributed	100.0%	100.0%	100.0%
Net Pension Obligation	\$ -	\$ -	\$ -

IX. RISK MANAGEMENT

Primary Government

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 financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess insurance coverage. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's financial statements.

Discrete Component Unit

MMC participates in an interlocal pool (the "Pool") of approximately 34 Texas rural governmental hospitals sharing risk for workers compensation injuries. The Pool calculates a minimum pool contribution which is funded initially for participation and additionally calculates an expected level of claim development both based on payroll and claim estimates of MMC. If MMC experiences claim losses above this claim expectation, the required pool contribution may increase up to a second threshold. The pool may also assess supplementary assessments to member hospitals not to exceed 100% of annual payment for any previous year MMC was a participant. The Pool maintains specific excess insurance on a per occurrence basis and also aggregates excess insurance that provide some mitigation of overall member losses. However, it is not possible to determine if these changes will be sufficient to maintain the loss pool without additional assessments to MMC. At December 31, 2006, MMC does not believe that a reserve for any assessments is necessary.

CALHOUN COUNTY, TEXAS

*Notes to Basic Financial Statements
December 31, 2006*

MMC is partially self-insured for employee health claims. Additionally, insurance covers aggregate expenses in excess of \$1,000,000. An estimated liability of \$586,008 has been recorded for claims that are unpaid at December 31, 2006, as well as for those that are incurred but not reported. These estimates are based on an analysis of claims filed subsequent in conjunction with the above noted excess insurance. At year-end, MMC had a stop-loss insurance receivable of \$156,682.

	<u>2005</u>	<u>2005</u>
Liability at beginning of year	\$ 150,000	\$ 131,053
Current year claims and changes in estimates	1,706,945	1,066,631
Claims payments	<u>(1,270,937)</u>	<u>(1,047,684)</u>
Liability at end of year	<u>\$ 586,008</u>	<u>\$ 150,000</u>

X. COMMITMENTS AND CONTINGENCIES

Primary Government and Discrete Component Unit

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.

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 expects such amounts, if any, to be immaterial.

Discrete Component Unit

Memorial Medical Center (MMC) 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 MMC's management, their resolution will not have a material adverse effect on the financial condition of MMC.

MMC leases various equipment and facilities under operating leases expiring at various dates through October 2010. Total rental expense in 2006 for all operating leases was approximately \$630,807.

MMC has 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 \$230,315 under these agreements with an unamortized balance due at December 31, 2006 of \$61,186.

XI. OTHER DISCLOSURES

A. Patient Revenue

Discrete Component Unit

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, 2006 was \$16,895,123.

CALHOUN COUNTY, TEXAS

Notes to Basic Financial Statements

December 31, 2006

B. Concentrations of Credit Risk / Business Concentrations

Primary Government

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.

Discrete Component Unit

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.

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.

REQUIRED SUPPLEMENTARY INFORMATION

CALHOUN COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT B-1

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 13,947,000	\$ 13,952,787	\$ 13,848,754	\$ (104,033)
Sales taxes	650,000	650,000	957,976	307,976
Other taxes	10,000	10,000	10,188	188
Intergovernmental	134,500	134,831	385,769	250,938
Charges for services	815,480	844,515	1,233,600	389,085
Permits and licenses	10,500	10,500	14,652	4,152
Fines and forfeitures	226,000	226,000	188,650	(37,350)
Interest	250,000	250,000	617,985	367,985
Gifts and contributions	4,000	4,000	6,667	2,667
Rents and leases	7,800	7,800	228,847	221,047
Miscellaneous	4,200	8,227	125,907	117,680
Total revenues	<u>16,059,480</u>	<u>16,098,660</u>	<u>17,618,995</u>	<u>1,520,335</u>
Expenditures:				
Current:				
General administration	1,447,761	1,471,084	1,228,580	242,504
Judicial	1,092,828	1,179,421	1,110,641	68,780
Legal	485,705	499,935	478,426	21,509
Financial administration	833,230	846,438	812,599	33,839
Public facilities	804,403	810,388	753,333	57,055
Public safety	4,367,098	5,002,887	4,874,495	128,392
Roads and bridges	3,557,116	3,495,601	3,266,275	229,326
Health and welfare	3,297,593	3,764,929	3,510,763	254,166
Community development	178,971	179,140	141,219	37,921
Culture and recreation	445,691	480,257	467,276	12,981
Social services	48,143	48,519	45,882	2,637
Conservation	7,750	7,750	7,750	--
Sanitation services	162,191	162,606	131,699	30,907
Total expenditures	<u>16,728,480</u>	<u>17,948,955</u>	<u>16,828,938</u>	<u>1,120,017</u>
Excess (deficiency) of revenues over (under) expenditures	(669,000)	(1,850,295)	790,057	2,640,352
Other financing sources (uses):				
Transfers in	600,000	600,000	600,000	--
Transfers out	(76,000)	(481,242)	(480,615)	627
Gain on sale of capital assets	(28,000)	(8,257)	23,381	31,638
Total other financing sources (uses)	<u>496,000</u>	<u>110,501</u>	<u>142,766</u>	<u>32,265</u>
Net change in fund balances	(173,000)	(1,739,794)	932,823	2,672,617
Fund balances, January 1	<u>3,800,000</u>	<u>4,871,456</u>	<u>5,713,190</u>	<u>841,734</u>
Fund balances, December 31	<u>\$ 3,627,000</u>	<u>\$ 3,131,662</u>	<u>\$ 6,646,013</u>	<u>\$ 3,514,351</u>

CALHOUN COUNTY, TEXAS

*Notes to Required Supplementary Information
December 31, 2006*

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. Amounts shown in the original adopted budget column as beginning fund balance represent estimated available cash. Amounts shown in the final adopted budget column as beginning fund balance represent actual cash available less adjustments for prior year accruals. 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.
7. The following funds had ending fund deficit balances:

Special Revenue Fund	
TEAM Compatibility (HAVA)	\$ 1,250
Capital Projects Fund	
Airport Improvements II	\$ 30,880

These deficits will be restored by future earnings or transfers from other funds.

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**SUPPLEMENTARY INFORMATION – NON-MAJOR COMBINING
AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2006

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS				
Cash and cash equivalents	\$ 2,129,961	\$ 1,544,518	\$ 1,256,569	\$ 4,931,048
Receivables (net of allowances for uncollectibles):				
Taxes	--	454,767	--	454,767
Accounts	227,950	--	427	228,377
Intergovernmental receivable	23,073	65,035	--	88,108
Due from other funds	2,396	--	--	2,396
Inventories	2,693	--	--	2,693
Restricted assets:				
Cash and cash equivalents	--	18	--	18
 Total Assets	 <u>\$ 2,386,073</u>	 <u>\$ 2,064,338</u>	 <u>\$ 1,256,996</u>	 <u>\$ 5,707,407</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 14,160	\$ --	\$ 24,406	\$ 38,566
Accrued and other liabilities	168	--	364,003	364,171
Due to other funds	78,330	1	152,446	230,777
Due to others	9,222	--	--	9,222
Deferred revenue	220,756	1,641,800	--	1,862,556
Total Liabilities	<u>322,636</u>	<u>1,641,801</u>	<u>540,855</u>	<u>2,505,292</u>
Fund balances:				
Reserved for:				
Debt service	--	422,537	--	422,537
Inventory	2,693	--	--	2,693
Unreserved, reported in:				
Special revenue funds	2,060,744	--	--	2,060,744
Capital projects funds	--	--	716,141	716,141
Total fund balances	<u>2,063,437</u>	<u>422,537</u>	<u>716,141</u>	<u>3,202,115</u>
 Total Liabilities & Fund Balances	 <u>\$ 2,386,073</u>	 <u>\$ 2,064,338</u>	 <u>\$ 1,256,996</u>	 <u>\$ 5,707,407</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:				
Ad valorem taxes	\$ --	\$ 1,571,896	\$ --	\$ 1,571,896
Other taxes	14,212	--	--	14,212
Intergovernmental	48,548	--	--	48,548
Charges for services	163,314	--	--	163,314
Permits and licenses	631,703	--	--	631,703
Fines and forfeitures	153,976	--	--	153,976
Interest	82,958	23,763	34,142	140,863
Gifts and contributions	549,127	--	--	549,127
Rents and leases	20,325	--	--	20,325
Miscellaneous	4,132	--	--	4,132
Total revenues	<u>1,668,295</u>	<u>1,595,659</u>	<u>34,142</u>	<u>3,298,096</u>
Expenditures:				
Current:				
General administration	21,964	--	107,845	129,809
Judicial	16,331	--	91,020	107,351
Legal	27,215	--	--	27,215
Public facilities	25,915	--	--	25,915
Public safety	16,440	--	1,000,437	1,016,877
Roads and bridges	29,723	--	--	29,723
Culture and recreation	470,487	--	--	470,487
Nondepartmental	79,197	--	--	79,197
Debt service:				
Principal	--	820,000	--	820,000
Interest and fiscal charges	--	748,403	--	748,403
Total expenditures	<u>687,272</u>	<u>1,568,403</u>	<u>1,199,302</u>	<u>3,454,977</u>
Excess (deficiency) of revenues over (under) expenditures	981,023	27,256	(1,165,160)	(156,881)
Other financing sources (uses):				
Transfers in	32,300	--	623,896	656,196
Transfers out	(854,304)	--	--	(854,304)
Total other financing sources (uses)	<u>(822,004)</u>	<u>--</u>	<u>623,896</u>	<u>(198,108)</u>
Net change in fund balances	159,019	27,256	(541,264)	(354,989)
Fund balances, January 1	<u>1,904,418</u>	<u>395,281</u>	<u>1,257,405</u>	<u>3,557,104</u>
Fund balances, December 31	<u>\$ 2,063,437</u>	<u>\$ 422,537</u>	<u>\$ 716,141</u>	<u>\$ 3,202,115</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2006

	Special Airport Fund	Appellate Judicial System	C.A.W.S. Animal Control	Chamber Tourism Center
ASSETS				
Cash and cash equivalents	\$ 11,914	\$ 868	\$ 145	\$ 234
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	--	--
Intergovernmental receivable	--	--	--	--
Due from other funds	--	--	--	--
Inventories	--	--	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 11,914</u>	<u>\$ 868</u>	<u>\$ 145</u>	<u>\$ 234</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 5,507	\$ 713	\$ --	\$ --
Accrued and other liabilities	--	--	--	--
Due to other funds	--	--	--	--
Due to others	--	--	--	--
Deferred revenue	--	--	--	--
Total Liabilities	<u>5,507</u>	<u>713</u>	<u>--</u>	<u>--</u>
Fund balances (deficit):				
Reserved for:				
Inventory	--	--	--	--
Unreserved	6,407	155	145	234
Total fund balances (deficit)	<u>6,407</u>	<u>155</u>	<u>145</u>	<u>234</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities & Fund Balances	<u>\$ 11,914</u>	<u>\$ 868</u>	<u>\$ 145</u>	<u>\$ 234</u>

County Child Welfare Board	Court House Security Fund	District Attorney Forfeiture	D.A. Gun Violence Prosecution Program	DA Hot Check
\$ 1,081	\$ 117,554	\$ 36,783	\$ 8,000	\$ 24,287
--	859	--	--	--
--	--	188	--	--
--	736	--	--	1,660
--	--	--	--	--
<u>\$ 1,081</u>	<u>\$ 119,149</u>	<u>\$ 36,971</u>	<u>\$ 8,000</u>	<u>\$ 25,947</u>
\$ --	\$ --	\$ --	\$ --	\$ 486
--	--	--	--	--
--	--	--	--	83
--	--	--	--	--
--	859	--	--	--
<u>--</u>	<u>859</u>	<u>--</u>	<u>--</u>	<u>569</u>
--	--	--	--	--
1,081	118,290	36,971	8,000	25,378
<u>1,081</u>	<u>118,290</u>	<u>36,971</u>	<u>8,000</u>	<u>25,378</u>
<u>\$ 1,081</u>	<u>\$ 119,149</u>	<u>\$ 36,971</u>	<u>\$ 8,000</u>	<u>\$ 25,947</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2006

	<u>Donations</u>	<u>Family Protection</u>	<u>Graffiti Eradication</u>	<u>Grants</u>
ASSETS				
Cash and cash equivalents	\$ 157,178	\$ 1,115	\$ 7,523	\$ 80,470
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	--	--
Intergovernmental receivable	--	--	--	12,808
Due from other funds	--	--	--	--
Inventories	--	--	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 157,178</u>	<u>\$ 1,115</u>	<u>\$ 7,523</u>	<u>\$ 93,278</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 255	\$ --	\$ --	\$ 969
Accrued and other liabilities	101	--	--	--
Due to other funds	--	--	--	70,247
Due to others	--	--	--	--
Deferred revenue	--	--	--	--
Total Liabilities	<u>356</u>	<u>--</u>	<u>--</u>	<u>71,216</u>
Fund balances (deficit):				
Reserved for:				
Inventory	--	--	--	--
Unreserved	156,822	1,115	7,523	22,062
Total fund balances (deficit)	<u>156,822</u>	<u>1,115</u>	<u>7,523</u>	<u>22,062</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities & Fund Balances	<u>\$ 157,178</u>	<u>\$ 1,115</u>	<u>\$ 7,523</u>	<u>\$ 93,278</u>

Highway 87 FM 1090	Justice Court Technology	Justice Court Building Security	Lateral Road Fund Precinct #1	Lateral Road Fund Precinct #2
\$ 548,161	\$ 18,513	\$ 1,998	\$ 3,638	\$ 3,638
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>548,161</u>	<u>18,513</u>	<u>1,998</u>	<u>3,638</u>	<u>3,638</u>
\$ --	\$ 3,600	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>3,600</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--
548,161	14,913	1,998	3,638	3,638
<u>548,161</u>	<u>14,913</u>	<u>1,998</u>	<u>3,638</u>	<u>3,638</u>
\$ <u>548,161</u>	\$ <u>18,513</u>	\$ <u>1,998</u>	\$ <u>3,638</u>	\$ <u>3,638</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2006

	Lateral Road Fund Precinct #3	Lateral Road Fund Precinct #4	Pretrial Services	Law Library Fund
ASSETS				
Cash and cash equivalents	\$ 3,638	\$ 3,652	\$ 27,158	\$ 87,016
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	3,387	--
Intergovernmental receivable	--	--	--	--
Due from other funds	--	--	--	--
Inventories	--	--	--	--
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 3,638</u>	<u>\$ 3,652</u>	<u>\$ 30,545</u>	<u>\$ 87,016</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ --	\$ --	\$ --	\$ --
Accrued and other liabilities	--	--	--	--
Due to other funds	--	--	--	--
Due to others	--	--	--	--
Deferred revenue	--	--	3,386	--
Total Liabilities	<hr/> <u>--</u>	<hr/> <u>--</u>	<hr/> <u>3,386</u>	<hr/> <u>--</u>
Fund balances (deficit):				
Reserved for:				
Inventory	--	--	--	--
Unreserved	3,638	3,652	27,159	87,016
Total fund balances (deficit)	<hr/> <u>3,638</u>	<hr/> <u>3,652</u>	<hr/> <u>27,159</u>	<hr/> <u>87,016</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities & Fund Balances	<u>\$ 3,638</u>	<u>\$ 3,652</u>	<u>\$ 30,545</u>	<u>\$ 87,016</u>

LEOSE Education	Port O'Conner Community Center	District Clerk Records Mgmt/ Preservation	County Clerk Records Management	Records Management and Preservation
\$ 16,501	\$ 7,968	\$ 941	\$ 38,867	\$ 15,183
--	--	--	52	4,235
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 16,501</u>	<u>\$ 7,968</u>	<u>\$ 941</u>	<u>\$ 38,919</u>	<u>\$ 19,418</u>
\$ --	\$ 1,040	\$ --	\$ --	\$ --
--	--	--	20	--
--	--	--	--	--
--	--	--	--	--
--	3,050	--	--	4,234
<u>--</u>	<u>4,090</u>	<u>--</u>	<u>20</u>	<u>4,234</u>
--	--	--	--	--
16,501	3,878	941	38,899	15,184
<u>16,501</u>	<u>3,878</u>	<u>941</u>	<u>38,899</u>	<u>15,184</u>
<u>\$ 16,501</u>	<u>\$ 7,968</u>	<u>\$ 941</u>	<u>\$ 38,919</u>	<u>\$ 19,418</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2006

	Road and Bridge Fund General	Road and Bridge Fund Precinct #3	Road Maintenance Precinct #4	Sheriff Forfeited Property
ASSETS				
Cash and cash equivalents	\$ 734,861	\$ 11,972	\$ 568	\$ 18,345
Receivables (net of allowances for uncollectibles):				
Accounts	209,228	--	--	466
Intergovernmental receivable	10,077	--	--	--
Due from other funds	--	--	--	--
Inventories	--	--	--	2,693
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 954,166</u>	<u>\$ 11,972</u>	<u>\$ 568</u>	<u>\$ 21,504</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ --	\$ --	\$ --	\$ --
Accrued and other liabilities	--	--	--	--
Due to other funds	--	--	--	--
Due to others	--	--	--	9,222
Deferred revenue	209,227	--	--	--
Total Liabilities	<u>209,227</u>	<u> </u>	<u> </u>	<u>9,222</u>
Fund balances (deficit):				
Reserved for:				
Inventory	--	--	--	2,693
Unreserved	744,939	11,972	568	9,589
Total fund balances (deficit)	<u>744,939</u>	<u>11,972</u>	<u>568</u>	<u>12,282</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities & Fund Balances	<u>\$ 954,166</u>	<u>\$ 11,972</u>	<u>\$ 568</u>	<u>\$ 21,504</u>

Sheriff Jail Division	6 Mile Pier/Boat Ramp Insurance/ Maintenance	Team Compatability (HAVA)	Dist. Attny. Gun Violence Pros. Prg.	Election Services Contract
\$ 6,148	\$ 65,790	\$ 6,750	\$ 1,667	\$ 6,794
--	--	--	--	9,723
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 6,148</u>	<u>\$ 65,790</u>	<u>\$ 6,750</u>	<u>\$ 1,667</u>	<u>\$ 16,517</u>
\$ --	\$ --	\$ --	\$ --	\$ 1,590
--	--	--	--	47
--	--	8,000	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>8,000</u>	<u>--</u>	<u>1,637</u>
--	--	--	--	--
6,148	65,790	(1,250)	1,667	14,880
<u>6,148</u>	<u>65,790</u>	<u>(1,250)</u>	<u>1,667</u>	<u>14,880</u>
<u>\$ 6,148</u>	<u>\$ 65,790</u>	<u>\$ 6,750</u>	<u>\$ 1,667</u>	<u>\$ 16,517</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2006

	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
ASSETS			
Cash and cash equivalents	\$ 1,937	\$ 51,105	\$ 2,129,961
Receivables (net of allowances for uncollectibles):			
Accounts	--	--	227,950
Intergovernmental receivable	--	--	23,073
Due from other funds	--	--	2,396
Inventories	--	--	2,693
	<u>1,937</u>	<u>51,105</u>	<u>2,386,073</u>
Total Assets	<u>\$ 1,937</u>	<u>\$ 51,105</u>	<u>\$ 2,386,073</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ --	\$ --	\$ 14,160
Accrued and other liabilities	--	--	168
Due to other funds	--	--	78,330
Due to others	--	--	9,222
Deferred revenue	--	--	220,756
Total Liabilities	<u>--</u>	<u>--</u>	<u>322,636</u>
Fund balances (deficit):			
Reserved for:			
Inventory	--	--	2,693
Unreserved	1,937	51,105	2,060,744
Total fund balances (deficit)	<u>1,937</u>	<u>51,105</u>	<u>2,063,437</u>
	<u>1,937</u>	<u>51,105</u>	<u>2,386,073</u>
Total Liabilities & Fund Balances	<u>\$ 1,937</u>	<u>\$ 51,105</u>	<u>\$ 2,386,073</u>

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CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Special Airport Fund	Appellate Judicial System	C.A.W.S. Animal Control	Chamber Tourism Center
Revenues:				
Other taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	--
Charges for services	--	2,020	--	--
Permits and licenses	--	--	--	--
Fines and forfeitures	--	--	--	--
Interest	847	36	6	10
Gifts and contributions	--	--	--	--
Rents and leases	3,600	--	--	--
Miscellaneous	--	--	--	--
Total revenues	<u>4,447</u>	<u>2,056</u>	<u>6</u>	<u>10</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	1,901	--	--
Legal	--	--	--	--
Public facilities	25,915	--	--	--
Public safety	--	--	--	--
Roads and bridges	--	--	--	--
Culture and recreation	--	--	--	--
Nondepartmental	--	--	--	--
Debt service:				
Total expenditures	<u>25,915</u>	<u>1,901</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	(21,468)	155	6	10
Other financing sources (uses):				
Transfers in	17,000	--	--	--
Transfers out	--	--	--	--
Total other financing sources (uses)	<u>17,000</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	(4,468)	155	6	10
Fund balances, January 1	<u>10,875</u>	<u>--</u>	<u>139</u>	<u>224</u>
Fund balances, December 31	<u>\$ 6,407</u>	<u>\$ 155</u>	<u>\$ 145</u>	<u>\$ 234</u>

County Child Welfare Board	Court House Security Fund	District Attorney Forfeiture	D.A. Gun Violence Prosecution Program	DA Hot Check
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	16,854	--	--	29,285
--	--	--	--	--
--	--	4,972	--	--
23	7,702	499	--	--
--	--	--	--	--
--	--	--	--	--
1,058	--	--	--	828
<u>1,081</u>	<u>24,556</u>	<u>5,471</u>	<u>--</u>	<u>30,113</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	--	15,290
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>15,290</u>
1,081	24,556	5,471	--	14,823
--	--	--	8,000	--
--	(78,723)	--	--	--
<u>--</u>	<u>(78,723)</u>	<u>--</u>	<u>8,000</u>	<u>--</u>
1,081	(54,167)	5,471	8,000	14,823
--	172,457	31,500	--	10,555
<u>\$ 1,081</u>	<u>\$ 118,290</u>	<u>\$ 36,971</u>	<u>\$ 8,000</u>	<u>\$ 25,378</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Donations	Family Protection	Graffiti Eradication	Grants
Revenues:				
Other taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	33,870
Charges for services	--	390	--	--
Permits and licenses	--	--	--	--
Fines and forfeitures	--	--	--	--
Interest	6,309	33	329	2,532
Gifts and contributions	131,741	--	--	21,250
Rents and leases	--	--	--	--
Miscellaneous	1,980	--	--	--
Total revenues	<u>140,030</u>	<u>423</u>	<u>329</u>	<u>57,652</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	--	--	--
Legal	--	--	--	--
Public facilities	--	--	--	--
Public safety	3,176	--	--	--
Roads and bridges	--	--	--	--
Culture and recreation	118,058	--	--	--
Nondepartmental	--	--	--	73,566
Debt service:				
Total expenditures	<u>121,234</u>	<u>--</u>	<u>--</u>	<u>73,566</u>
Excess (deficiency) of revenues over (under) expenditures	18,796	423	329	(15,914)
Other financing sources (uses):				
Transfers in	2,000	--	--	--
Transfers out	(2,000)	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	18,796	423	329	(15,914)
Fund balances, January 1	<u>138,026</u>	<u>692</u>	<u>7,194</u>	<u>37,976</u>
Fund balances, December 31	<u>\$ 156,822</u>	<u>\$ 1,115</u>	<u>\$ 7,523</u>	<u>\$ 22,062</u>

Highway 87 FM 1090	Justice Court Technology	Justice Court Building Security	Lateral Road Fund Precinct #1	Lateral Road Fund Precinct #2
\$ --	\$ --	\$ --	\$ 3,553	\$ 3,553
--	--	--	--	--
--	8,217	1,661	--	--
--	--	--	--	--
--	--	--	--	--
23,995	702	44	179	179
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>23,995</u>	<u>8,919</u>	<u>1,705</u>	<u>3,732</u>	<u>3,732</u>
--	--	--	--	--
--	14,430	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	3,731	3,731
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>14,430</u>	<u>--</u>	<u>3,731</u>	<u>3,731</u>
23,995	(5,511)	1,705	1	1
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
23,995	(5,511)	1,705	1	1
524,166	20,424	293	3,637	3,637
<u>\$ 548,161</u>	<u>\$ 14,913</u>	<u>\$ 1,998</u>	<u>\$ 3,638</u>	<u>\$ 3,638</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Lateral Road Fund Precinct #3	Lateral Road Fund Precinct #4	Pretrial Services	Law Library Fund
Revenues:				
Other taxes	\$ 3,553	\$ 3,553	\$ --	\$ --
Intergovernmental	--	--	--	--
Charges for services	--	--	19,890	14,195
Permits and licenses	--	--	--	--
Fines and forfeitures	--	--	--	--
Interest	179	193	521	3,791
Gifts and contributions	--	--	--	--
Rents and leases	--	--	--	--
Miscellaneous	--	--	--	--
Total revenues	<u>3,732</u>	<u>3,746</u>	<u>20,411</u>	<u>17,986</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	--	--	--
Legal	--	--	--	11,925
Public facilities	--	--	--	--
Public safety	--	--	--	--
Roads and bridges	3,731	3,731	--	--
Culture and recreation	--	--	--	--
Nondepartmental	--	--	--	--
Debt service:				
Total expenditures	<u>3,731</u>	<u>3,731</u>	<u>--</u>	<u>11,925</u>
Excess (deficiency) of revenues over (under) expenditures	1	15	20,411	6,061
Other financing sources (uses):				
Transfers in	--	--	--	--
Transfers out	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	1	15	20,411	6,061
Fund balances, January 1	<u>3,637</u>	<u>3,637</u>	<u>6,748</u>	<u>80,955</u>
Fund balances, December 31	<u>\$ 3,638</u>	<u>\$ 3,652</u>	<u>\$ 27,159</u>	<u>\$ 87,016</u>

LEOSE Education	Port O'Conner Community Center	District Clerk Records Mgmt/ Preservation	County Clerk Records Management	Records Management and Preservation
\$ --	\$ --	\$ --	\$ --	\$ --
5,110	--	--	--	--
--	--	--	32,893	7,957
--	--	--	--	--
--	--	910	--	--
460	226	18	1,825	1,134
--	--	--	--	--
--	16,725	--	--	--
217	20	--	29	--
<u>5,787</u>	<u>16,971</u>	<u>928</u>	<u>34,747</u>	<u>9,091</u>
--	--	--	3,516	407
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
1,460	--	--	--	--
--	--	--	--	--
--	21,416	--	--	--
--	--	--	--	--
<u>1,460</u>	<u>21,416</u>	<u>--</u>	<u>3,516</u>	<u>407</u>
4,327	(4,445)	928	31,231	8,684
--	5,300	--	--	--
--	--	(500)	(103,060)	(70,021)
--	<u>5,300</u>	<u>(500)</u>	<u>(103,060)</u>	<u>(70,021)</u>
4,327	855	428	(71,829)	(61,337)
12,174	3,023	513	110,728	76,521
<u>\$ 16,501</u>	<u>\$ 3,878</u>	<u>\$ 941</u>	<u>\$ 38,899</u>	<u>\$ 15,184</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Road and Bridge Fund General	Road and Bridge Fund Precinct #3	Road Maintenance Precinct #4	Sheriff Forfeited Property
Revenues:				
Other taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	7,901	--	--	--
Charges for services	--	--	--	--
Permits and licenses	631,703	--	--	--
Fines and forfeitures	142,790	--	--	5,304
Interest	26,619	524	568	440
Gifts and contributions	--	--	--	--
Rents and leases	--	--	--	--
Miscellaneous	--	--	--	--
Total revenues	<u>809,013</u>	<u>524</u>	<u>568</u>	<u>5,744</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	--	--	--
Legal	--	--	--	--
Public facilities	--	--	--	--
Public safety	--	--	--	11,804
Roads and bridges	--	--	14,799	--
Culture and recreation	--	--	--	--
Nondepartmental	--	--	--	--
Debt service:				
Total expenditures	<u>--</u>	<u>--</u>	<u>14,799</u>	<u>11,804</u>
Excess (deficiency) of revenues over (under) expenditures	809,013	524	(14,231)	(6,060)
Other financing sources (uses):				
Transfers in	--	--	--	--
Transfers out	(600,000)	--	--	--
Total other financing sources (uses)	<u>(600,000)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	209,013	524	(14,231)	(6,060)
Fund balances, January 1	<u>535,926</u>	<u>11,448</u>	<u>14,799</u>	<u>18,342</u>
Fund balances, December 31	<u>\$ 744,939</u>	<u>\$ 11,972</u>	<u>\$ 568</u>	<u>\$ 12,282</u>

Sheriff Jail Division	6 Mile Pier/Boat Ramp Insurance/ Maintenance	Team Compatability (HAVA)	Dist. Attny. Gun Violence Pros. Prg.	Election Services Contract
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	1,667	--
--	--	--	--	29,952
--	--	--	--	--
--	814	--	--	138
--	395,123	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>395,937</u>	<u>--</u>	<u>1,667</u>	<u>30,090</u>
--	--	--	--	18,041
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	330,147	--	--	--
4,381	--	1,250	--	--
<u>4,381</u>	<u>330,147</u>	<u>1,250</u>	<u>--</u>	<u>18,041</u>
(4,381)	65,790	(1,250)	1,667	12,049
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--
(4,381)	65,790	(1,250)	1,667	12,049
<u>10,529</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,831</u>
<u>\$ 6,148</u>	<u>\$ 65,790</u>	<u>\$ (1,250)</u>	<u>\$ 1,667</u>	<u>\$ 14,880</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenues:			
Other taxes	\$ --	\$ --	\$ 14,212
Intergovernmental	--	--	48,548
Charges for services	--	--	163,314
Permits and licenses	--	--	631,703
Fines and forfeitures	--	--	153,976
Interest	--	2,083	82,958
Gifts and contributions	--	1,013	549,127
Rents and leases	--	--	20,325
Miscellaneous	--	--	4,132
Total revenues	<u>--</u>	<u>3,096</u>	<u>1,668,295</u>
Expenditures:			
Current:			
General administration	--	--	21,964
Judicial	--	--	16,331
Legal	--	--	27,215
Public facilities	--	--	25,915
Public safety	--	--	16,440
Roads and bridges	--	--	29,723
Culture and recreation	--	866	470,487
Nondepartmental	--	--	79,197
Debt service:			
Total expenditures	<u>--</u>	<u>866</u>	<u>687,272</u>
Excess (deficiency) of revenues over (under) expenditures	--	2,230	981,023
Other financing sources (uses):			
Transfers in	--	--	32,300
Transfers out	--	--	(854,304)
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>(822,004)</u>
Net change in fund balances	--	2,230	159,019
Fund balances, January 1	<u>1,937</u>	<u>48,875</u>	<u>1,904,418</u>
Fund balances, December 31	<u>\$ 1,937</u>	<u>\$ 51,105</u>	<u>\$ 2,063,437</u>

CALHOUN COUNTY, TEXAS
 AIRPORT FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 847	\$ 847
Rents and leases	--	--	3,600	3,600
Total revenues	<u>--</u>	<u>--</u>	<u>4,447</u>	<u>4,447</u>
Expenditures:				
Current:				
Public facilities	28,239	28,239	25,915	2,324
Total expenditures	<u>28,239</u>	<u>28,239</u>	<u>25,915</u>	<u>2,324</u>
Excess (deficiency) of revenues over (under) expenditures	(28,239)	(28,239)	(21,468)	6,771
Other financing sources (uses):				
Transfers in	17,000	17,625	17,000	(625)
Total other financing sources (uses)	<u>17,000</u>	<u>17,625</u>	<u>17,000</u>	<u>(625)</u>
Net change in fund balances	(11,239)	(10,614)	(4,468)	6,146
Fund balances, January 1	<u>11,500</u>	<u>10,875</u>	<u>10,875</u>	<u>--</u>
Fund balances, December 31	<u>\$ 261</u>	<u>\$ 261</u>	<u>\$ 6,407</u>	<u>\$ 6,146</u>

CALHOUN COUNTY, TEXAS
 COUNTY CHILD WELFARE BOARD FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 23	\$ 23
Miscellaneous	--	150	1,058	908
Total revenues	<u>--</u>	<u>150</u>	<u>1,081</u>	<u>931</u>
Expenditures:				
Current:				
Nondepartmental	--	150	--	150
Total expenditures	<u>--</u>	<u>150</u>	<u>--</u>	<u>150</u>
Net change in fund balances	--	--	1,081	1,081
Fund balances, January 1	--	--	--	--
Fund balances, December 31	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,081</u>	<u>\$ 1,081</u>

CALHOUN COUNTY, TEXAS
 COURT HOUSE SECURITY FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ --	\$ --	\$ 16,854	\$ 16,854
Interest	--	--	7,702	7,702
Total revenues	<u>--</u>	<u>--</u>	<u>24,556</u>	<u>24,556</u>
Expenditures:				
Current:				
Nondepartmental	153,000	153,000	--	153,000
Total expenditures	<u>153,000</u>	<u>153,000</u>	<u>--</u>	<u>153,000</u>
Excess (deficiency) of revenues over (under) expenditures	(153,000)	(153,000)	24,556	177,556
Other financing sources (uses):				
Transfers out	--	(78,723)	(78,723)	--
Total other financing sources (uses)	<u>--</u>	<u>(78,723)</u>	<u>(78,723)</u>	<u>--</u>
Net change in fund balances	(153,000)	(231,723)	(54,167)	177,556
Fund balances, January 1	<u>170,000</u>	<u>171,953</u>	<u>172,457</u>	<u>504</u>
Fund balances, December 31	<u>\$ 17,000</u>	<u>\$ (59,770)</u>	<u>\$ 118,290</u>	<u>\$ 178,060</u>

CALHOUN COUNTY, TEXAS**EXHIBIT C-8**D.A. GUN VIOLENCE PROSECUTION PROGRAM FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers in	\$ 8,000	\$ 8,000	\$ 8,000	\$ --
Total other financing sources (uses)	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>--</u>
Net change in fund balances	8,000	8,000	8,000	--
Fund balances, January 1	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances, December 31	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ --</u>

CALHOUN COUNTY, TEXAS
HIGHWAY 87 FM 1090 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 23,995	\$ 23,995
Total revenues	<u>--</u>	<u>--</u>	<u>23,995</u>	<u>23,995</u>
Expenditures:				
Current:				
Roads and bridges	295,763	295,763	--	295,763
Total expenditures	<u>295,763</u>	<u>295,763</u>	<u>--</u>	<u>295,763</u>
Net change in fund balances	(295,763)	(295,763)	23,995	319,758
Fund balances, January 1	<u>800,000</u>	<u>524,166</u>	<u>524,166</u>	<u>--</u>
Fund balances, December 31	<u>\$ 504,237</u>	<u>\$ 228,403</u>	<u>\$ 548,161</u>	<u>\$ 319,758</u>

CALHOUN COUNTY, TEXAS
 JUSTICE COURT TECHNOLOGY
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 5	\$ 7,669	\$ 8,217	\$ 548
Interest	1	702	702	--
Total revenues	<u>6</u>	<u>8,371</u>	<u>8,919</u>	<u>548</u>
Expenditures:				
Current:				
Judicial	6	28,161	14,430	13,731
Total expenditures	<u>6</u>	<u>28,161</u>	<u>14,430</u>	<u>13,731</u>
Net change in fund balances	--	(19,790)	(5,511)	14,279
Fund balances, January 1	<u>10</u>	<u>19,790</u>	<u>20,424</u>	<u>634</u>
Fund balances, December 31	<u>\$ 10</u>	<u>\$ --</u>	<u>\$ 14,913</u>	<u>\$ 14,913</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #1
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,800	\$ 3,800	\$ 3,553	\$ (247)
Interest	--	--	179	179
Total revenues	<u>3,800</u>	<u>3,800</u>	<u>3,732</u>	<u>(68)</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Total expenditures	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Net change in fund balances	--	--	1	1
Fund balances, January 1	<u>3,700</u>	<u>3,637</u>	<u>3,637</u>	<u>--</u>
Fund balances, December 31	<u>\$ 3,700</u>	<u>\$ 3,637</u>	<u>\$ 3,638</u>	<u>\$ 1</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #2
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-12

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,800	\$ 3,800	\$ 3,553	\$ (247)
Interest	--	--	179	179
Total revenues	<u>3,800</u>	<u>3,800</u>	<u>3,732</u>	<u>(68)</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Total expenditures	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Net change in fund balances	--	--	1	1
Fund balances, January 1	<u>3,700</u>	<u>3,637</u>	<u>3,637</u>	<u>--</u>
Fund balances, December 31	<u>\$ 3,700</u>	<u>\$ 3,637</u>	<u>\$ 3,638</u>	<u>\$ 1</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #3
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-13

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,800	\$ 3,800	\$ 3,553	\$ (247)
Interest	--	--	179	179
Total revenues	<u>3,800</u>	<u>3,800</u>	<u>3,732</u>	<u>(68)</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Total expenditures	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Net change in fund balances	--	--	1	1
Fund balances, January 1	<u>3,700</u>	<u>3,637</u>	<u>3,637</u>	<u>--</u>
Fund balances, December 31	<u>\$ 3,700</u>	<u>\$ 3,637</u>	<u>\$ 3,638</u>	<u>\$ 1</u>

CALHOUN COUNTY, TEXAS
 LATERAL ROAD FUND PRECINCT #4
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-14

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other taxes	\$ 3,800	\$ 3,800	\$ 3,553	\$ (247)
Interest	--	--	193	193
Total revenues	<u>3,800</u>	<u>3,800</u>	<u>3,746</u>	<u>(54)</u>
Expenditures:				
Current:				
Roads and bridges	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Total expenditures	<u>3,800</u>	<u>3,800</u>	<u>3,731</u>	<u>69</u>
Net change in fund balances	--	--	15	15
Fund balances, January 1	<u>3,700</u>	<u>3,637</u>	<u>3,637</u>	<u>--</u>
Fund balances, December 31	<u>\$ 3,700</u>	<u>\$ 3,637</u>	<u>\$ 3,652</u>	<u>\$ 15</u>

CALHOUN COUNTY, TEXAS
LAW LIBRARY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-15

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ --	\$ --	\$ 14,195	\$ 14,195
Interest	--	--	3,791	3,791
Total revenues	--	--	17,986	17,986
Expenditures:				
Current:				
Legal	26,400	26,400	11,925	14,475
Total expenditures	26,400	26,400	11,925	14,475
Net change in fund balances	(26,400)	(26,400)	6,061	32,461
Fund balances, January 1	50,000	80,955	80,955	--
Fund balances, December 31	\$ 23,600	\$ 54,555	\$ 87,016	\$ 32,461

CALHOUN COUNTY, TEXAS
 PORT O'CONNOR COMMUNITY CENTER
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-16

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 226	\$ 226
Rents and leases	4,000	15,925	16,725	800
Miscellaneous	--	--	20	20
Total revenues	<u>4,000</u>	<u>15,925</u>	<u>16,971</u>	<u>1,046</u>
Expenditures:				
Current:				
Culture and recreation	12,167	24,314	21,416	2,898
Total expenditures	<u>12,167</u>	<u>24,314</u>	<u>21,416</u>	<u>2,898</u>
Excess (deficiency) of revenues over (under) expenditures	(8,167)	(8,389)	(4,445)	3,944
Other financing sources (uses):				
Transfers in	--	5,300	5,300	--
Total other financing sources (uses)	<u>--</u>	<u>5,300</u>	<u>5,300</u>	<u>--</u>
Net change in fund balances	(8,167)	(3,089)	855	3,944
Fund balances, January 1	<u>9,000</u>	<u>3,922</u>	<u>3,023</u>	<u>(899)</u>
Fund balances, December 31	<u>\$ 833</u>	<u>\$ 833</u>	<u>\$ 3,878</u>	<u>\$ 3,045</u>

CALHOUN COUNTY, TEXAS**EXHIBIT C-17**DISTRICT CLERK RECORDS MGMT/PRESERVATION FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 1,650	\$ 1,650	\$ 910	\$ (740)
Interest	1	1	18	17
Total revenues	<u>1,651</u>	<u>1,651</u>	<u>928</u>	<u>(723)</u>
Other financing sources (uses):				
Transfers out	<u>(1,650)</u>	<u>(500)</u>	<u>(500)</u>	<u>--</u>
Total other financing sources (uses)	<u>(1,650)</u>	<u>(500)</u>	<u>(500)</u>	<u>--</u>
Net change in fund balances	1	1,151	428	(723)
Fund balances, January 1	<u>--</u>	<u>513</u>	<u>513</u>	<u>--</u>
Fund balances, December 31	<u>\$ 1</u>	<u>\$ 1,664</u>	<u>\$ 941</u>	<u>\$ (723)</u>

CALHOUN COUNTY, TEXAS
 COUNTY CLERK RECORDS MANAGEMENT FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-18

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ --	\$ --	\$ 32,893	\$ 32,893
Interest	--	--	1,825	1,825
Miscellaneous	--	--	29	29
Total revenues	<u>--</u>	<u>--</u>	<u>34,747</u>	<u>34,747</u>
Expenditures:				
Current:				
General administration	7,630	7,631	3,516	4,115
Total expenditures	<u>7,630</u>	<u>7,631</u>	<u>3,516</u>	<u>4,115</u>
Excess (deficiency) of revenues over (under) expenditures	(7,630)	(7,631)	31,231	38,862
Other financing sources (uses):				
Transfers out	<u>(35,000)</u>	<u>(103,060)</u>	<u>(103,060)</u>	<u>--</u>
Total other financing sources (uses)	<u>(35,000)</u>	<u>(103,060)</u>	<u>(103,060)</u>	<u>--</u>
Net change in fund balances	(42,630)	(110,691)	(71,829)	38,862
Fund balances, January 1	<u>70,000</u>	<u>110,690</u>	<u>110,728</u>	<u>38</u>
Fund balances, December 31	<u>\$ 27,370</u>	<u>\$ (1)</u>	<u>\$ 38,899</u>	<u>\$ 38,900</u>

CALHOUN COUNTY, TEXAS

RECORDS MANAGEMENT AND PRESERVATION FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-19

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ --	\$ --	\$ 7,957	\$ 7,957
Interest	--	--	1,134	1,134
Total revenues	<u>--</u>	<u>--</u>	<u>9,091</u>	<u>9,091</u>
Expenditures:				
Current:				
General administration	6,500	6,500	407	6,093
Total expenditures	<u>6,500</u>	<u>6,500</u>	<u>407</u>	<u>6,093</u>
Excess (deficiency) of revenues over (under) expenditures	(6,500)	(6,500)	8,684	15,184
Other financing sources (uses):				
Transfers out	<u>(20,500)</u>	<u>(70,021)</u>	<u>(70,021)</u>	<u>--</u>
Total other financing sources (uses)	<u>(20,500)</u>	<u>(70,021)</u>	<u>(70,021)</u>	<u>--</u>
Net change in fund balances	(27,000)	(76,521)	(61,337)	15,184
Fund balances, January 1	<u>60,000</u>	<u>76,521</u>	<u>76,521</u>	<u>--</u>
Fund balances, December 31	<u>\$ 33,000</u>	<u>\$ --</u>	<u>\$ 15,184</u>	<u>\$ 15,184</u>

CALHOUN COUNTY, TEXAS
ROAD AND BRIDGE FUND GENERAL
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-20

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ --	\$ --	\$ 7,901	\$ 7,901
Permits and licenses	435,000	435,000	631,703	196,703
Fines and forfeitures	60,000	60,000	142,790	82,790
Interest	7,500	7,500	26,619	19,119
Total revenues	<u>502,500</u>	<u>502,500</u>	<u>809,013</u>	<u>306,513</u>
Expenditures:				
Current:				
Roads and bridges	1	1	--	1
Total expenditures	<u>1</u>	<u>1</u>	<u>--</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	502,499	502,499	809,013	306,514
Other financing sources (uses):				
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>
Net change in fund balances	(97,501)	(97,501)	209,013	306,514
Fund balances, January 1	<u>100,000</u>	<u>535,926</u>	<u>535,926</u>	<u>--</u>
Fund balances, December 31	<u>\$ 2,499</u>	<u>\$ 438,425</u>	<u>\$ 744,939</u>	<u>\$ 306,514</u>

CALHOUN COUNTY, TEXAS
ROAD AND BRIDGE FUND PRECINCT #3
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-21

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 524	\$ 524
Total revenues	<u>--</u>	<u>--</u>	<u>524</u>	<u>524</u>
Expenditures:				
Current:				
Roads and bridges	10,825	11,448	--	11,448
Total expenditures	<u>10,825</u>	<u>11,448</u>	<u>--</u>	<u>11,448</u>
Net change in fund balances	(10,825)	(11,448)	524	11,972
Fund balances, January 1	<u>10,900</u>	<u>11,448</u>	<u>11,448</u>	<u>--</u>
Fund balances, December 31	<u>\$ 75</u>	<u>\$ --</u>	<u>\$ 11,972</u>	<u>\$ 11,972</u>

CALHOUN COUNTY, TEXAS
ROAD MAINTENANCE FUND PRECINCT #4
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-22

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ --	\$ 568	\$ 568
Total revenues	<u> --</u>	<u> --</u>	<u> 568</u>	<u> 568</u>
Expenditures:				
Current:				
Roads and bridges	13,994	14,799	14,799	--
Total expenditures	<u>13,994</u>	<u>14,799</u>	<u>14,799</u>	<u>--</u>
Net change in fund balances	(13,994)	(14,799)	(14,231)	568
Fund balances, January 1	<u>14,000</u>	<u>14,799</u>	<u>14,799</u>	<u>--</u>
Fund balances, December 31	<u>\$ 6</u>	<u>\$ --</u>	<u>\$ 568</u>	<u>\$ 568</u>

CALHOUN COUNTY, TEXAS

EXHIBIT C-23

6 MILE PIER/BOAT RAMP INSUR/MAINT (ALCOA) FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ --	\$ 1	\$ 814	\$ 813
Gifts and contributions	--	395,123	395,123	--
Total revenues	<u>--</u>	<u>395,124</u>	<u>395,937</u>	<u>813</u>
Expenditures:				
Current:				
Culture and recreation	--	395,123	330,147	64,976
Debt service:				
Total expenditures	<u>--</u>	<u>395,123</u>	<u>330,147</u>	<u>64,976</u>
Net change in fund balances	--	1	65,790	65,789
Fund balances, January 1	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances, December 31	<u>\$ --</u>	<u>\$ 1</u>	<u>\$ 65,790</u>	<u>\$ 65,789</u>

CALHOUN COUNTY, TEXAS
 TEAM COMPATABILITY (HAVA) FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-24

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ --	\$ 8,000	\$ --	\$ (8,000)
Total revenues	<u> --</u>	<u> 8,000</u>	<u> --</u>	<u> (8,000)</u>
Expenditures:				
Current:				
Nondepartmental	<u> --</u>	<u> 8,000</u>	<u> 1,250</u>	<u> 6,750</u>
Total expenditures	<u> --</u>	<u> 8,000</u>	<u> 1,250</u>	<u> 6,750</u>
Net change in fund balances	--	--	(1,250)	(1,250)
Fund balances, January 1	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Fund balances, December 31	<u>\$ --</u>	<u>\$ --</u>	<u>\$ (1,250)</u>	<u>\$ (1,250)</u>

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CALHOUN COUNTY, TEXASCOMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2006

	Memorial Medical Plaza	2003-A GO Jail Bonds
ASSETS		
Cash and cash equivalents	\$ 273,206	\$ 582,613
Receivables (net of allowances for uncollectibles):		
Taxes	61,684	156,455
Intergovernmental receivable	8,639	22,346
Restricted assets:		
Cash and cash equivalents	<u> --</u>	<u> 7</u>
Total Assets	<u>\$ 343,529</u>	<u>\$ 761,421</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Due to other funds	\$ --	\$ --
Deferred revenue	<u>217,825</u>	<u>564,380</u>
Total Liabilities	<u>217,825</u>	<u>564,380</u>
Fund balances:		
Reserved for debt service	<u>125,704</u>	<u>197,041</u>
Total fund balances	<u>125,704</u>	<u>197,041</u>
Total Liabilities & Fund Balances	<u>\$ 343,529</u>	<u>\$ 761,421</u>

2003-B GO Refinancing Bonds	2004 Courthouse Renovation	Total Nonmajor Debt Service Funds (See Exhibit C-1)
\$ 393,956	\$ 294,743	\$ 1,544,518
130,004	106,624	454,767
18,589	15,461	65,035
<u>6</u>	<u>5</u>	<u>18</u>
<u>\$ 542,555</u>	<u>\$ 416,833</u>	<u>\$ 2,064,338</u>
\$ --	\$ 1	\$ 1
<u>469,034</u>	<u>390,561</u>	<u>1,641,800</u>
<u>469,034</u>	<u>390,562</u>	<u>1,641,801</u>
<u>73,521</u>	<u>26,271</u>	<u>422,537</u>
<u>73,521</u>	<u>26,271</u>	<u>422,537</u>
<u>\$ 542,555</u>	<u>\$ 416,833</u>	<u>\$ 2,064,338</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Memorial Medical Plaza	2003-A GO Jail Bonds
Revenues:		
Ad valorem taxes	\$ 292,502	\$ 528,794
Charges for services	--	9,071
Interest	5,737	--
Total revenues	<u>298,239</u>	<u>537,865</u>
Expenditures:		
Debt service:		
Principal	205,000	195,000
Interest and fiscal charges	88,273	333,187
Total expenditures	<u>293,273</u>	<u>528,187</u>
Net change in fund balances	4,966	9,678
Fund balances, January 1	<u>120,738</u>	<u>187,363</u>
Fund balances, December 31	<u>\$ 125,704</u>	<u>\$ 197,041</u>

2003-B GO Refinancing Bonds	2004 Courthouse Renovation	Total Nonmajor Debt Service Funds (See Exhibit C-2)
\$ 457,997	\$ 292,603	\$ 1,571,896
--	--	9,071
7,184	1,771	14,692
<u>465,181</u>	<u>294,374</u>	<u>1,595,659</u>
375,000	45,000	820,000
81,473	245,470	748,403
<u>456,473</u>	<u>290,470</u>	<u>1,568,403</u>
8,708	3,904	27,256
64,813	22,367	395,281
<u>\$ 73,521</u>	<u>\$ 26,271</u>	<u>\$ 422,537</u>

CALHOUN COUNTY, TEXAS
 MEMORIAL MEDICAL PLAZA
 DEBT SERVICE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-27

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 294,172	\$ 294,172	\$ 292,502	\$ (1,670)
Interest	1,750	1,751	5,737	3,986
Total revenues	<u>295,922</u>	<u>295,923</u>	<u>298,239</u>	<u>2,316</u>
Expenditures:				
Debt service:				
Principal	205,000	205,000	205,000	--
Interest and fiscal charges	89,172	89,173	88,273	900
Total expenditures	<u>294,172</u>	<u>294,173</u>	<u>293,273</u>	<u>900</u>
Net change in fund balances	1,750	1,750	4,966	3,216
Fund balances, January 1	<u>--</u>	<u>118,599</u>	<u>120,738</u>	<u>2,139</u>
Fund balances, December 31	<u>\$ 1,750</u>	<u>\$ 120,349</u>	<u>\$ 125,704</u>	<u>\$ 5,355</u>

CALHOUN COUNTY, TEXAS
 2003-A GO JAIL BONDS
 DEBT SERVICE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-28

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 529,364	\$ 529,364	\$ 528,794	\$ (570)
Interest	3,000	3,000	9,071	6,071
Total revenues	<u>532,364</u>	<u>532,364</u>	<u>537,865</u>	<u>5,501</u>
Expenditures:				
Debt service:				
Principal	195,000	195,000	195,000	--
Interest and fiscal charges	334,364	334,364	333,187	1,177
Total expenditures	<u>529,364</u>	<u>529,364</u>	<u>528,187</u>	<u>1,177</u>
Net change in fund balances	3,000	3,000	9,678	6,678
Fund balances, January 1	<u>184,330</u>	<u>184,330</u>	<u>187,363</u>	<u>3,033</u>
Fund balances, December 31	<u>\$ 187,330</u>	<u>\$ 187,330</u>	<u>\$ 197,041</u>	<u>\$ 9,711</u>

CALHOUN COUNTY, TEXAS
 2003-B GO REFINANCING BONDS
 DEBT SERVICE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-29

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 457,650	\$ 457,650	\$ 457,997	\$ 347
Interest	2,250	2,250	7,184	4,934
Total revenues	<u>459,900</u>	<u>459,900</u>	<u>465,181</u>	<u>5,281</u>
Expenditures:				
Debt service:				
Principal	375,000	375,000	375,000	--
Interest and fiscal charges	82,650	82,650	81,473	1,177
Total expenditures	<u>457,650</u>	<u>457,650</u>	<u>456,473</u>	<u>1,177</u>
Net change in fund balances	2,250	2,250	8,708	6,458
Fund balances, January 1	<u>--</u>	<u>61,918</u>	<u>64,813</u>	<u>2,895</u>
Fund balances, December 31	<u>\$ 2,250</u>	<u>\$ 64,168</u>	<u>\$ 73,521</u>	<u>\$ 9,353</u>

CALHOUN COUNTY, TEXAS
 2004 COURTHOUSE RENOVATION FUND
 DEBT SERVICE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2006

EXHIBIT C-30

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 291,670	\$ 291,670	\$ 292,603	\$ 933
Interest	750	750	1,771	1,021
Total revenues	<u>292,420</u>	<u>292,420</u>	<u>294,374</u>	<u>1,954</u>
Expenditures:				
Debt service:				
Principal	45,000	45,000	45,000	--
Interest and fiscal charges	246,670	246,670	245,470	1,200
Total expenditures	<u>291,670</u>	<u>291,670</u>	<u>290,470</u>	<u>1,200</u>
Net change in fund balances	750	750	3,904	3,154
Fund balances, January 1	<u>--</u>	<u>21,280</u>	<u>22,367</u>	<u>1,087</u>
Fund balances, December 31	<u>\$ 750</u>	<u>\$ 22,030</u>	<u>\$ 26,271</u>	<u>\$ 4,241</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2006

	EMS Building	New Jail Building	Parking Lot	Road & Bridge #2 Storm Repairs
ASSETS				
Cash and cash equivalents	\$ 19,196	\$ 486,488	\$ 80,544	\$ 17,796
Receivables (net of allowances for uncollectibles):				
Accounts	--	427	--	--
Total Assets	<u>\$ 19,196</u>	<u>\$ 486,915</u>	<u>\$ 80,544</u>	<u>\$ 17,796</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ --	\$ 22,837	\$ --	\$ --
Accrued and other liabilities	--	364,003	--	--
Due to other funds	--	--	--	--
Total Liabilities	<u>--</u>	<u>386,840</u>	<u>--</u>	<u>--</u>
Fund balances (deficit):				
Unreserved	19,196	100,075	80,544	17,796
Total fund balances (deficit)	<u>19,196</u>	<u>100,075</u>	<u>80,544</u>	<u>17,796</u>
Total Liabilities & Fund Balances	<u>\$ 19,196</u>	<u>\$ 486,915</u>	<u>\$ 80,544</u>	<u>\$ 17,796</u>

Road and Bridge Infrastructure	Swan Point Park	Airport Improvements II	Emergency Communication System	Mold Remediation
\$ 32,732	\$ 74,720	\$ 59,566	\$ 379,000	\$ 859
--	--	--	--	--
<u>\$ 32,732</u>	<u>\$ 74,720</u>	<u>\$ 59,566</u>	<u>\$ 379,000</u>	<u>\$ 859</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	62,000	90,446	--	--
<u>--</u>	<u>62,000</u>	<u>90,446</u>	<u>--</u>	<u>--</u>
32,732	12,720	(30,880)	379,000	859
<u>32,732</u>	<u>12,720</u>	<u>(30,880)</u>	<u>379,000</u>	<u>859</u>
<u>\$ 32,732</u>	<u>\$ 74,720</u>	<u>\$ 59,566</u>	<u>\$ 379,000</u>	<u>\$ 859</u>

CALHOUN COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2006

	Haterius Park Boat Ramp	Port Alto Public Beach
ASSETS		
Cash and cash equivalents	\$ 33,148	\$ 30,385
Receivables (net of allowances for uncollectibles):		
Accounts	<u> --</u>	<u> --</u>
Total Assets	<u>\$ 33,148</u>	<u>\$ 30,385</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ --	\$ --
Accrued and other liabilities	--	--
Due to other funds	--	--
Total Liabilities	<u> --</u>	<u> --</u>
Fund balances (deficit):		
Unreserved	<u>33,148</u>	<u>30,385</u>
Total fund balances (deficit)	<u>33,148</u>	<u>30,385</u>
Total Liabilities & Fund Balances	<u>\$ 33,148</u>	<u>\$ 30,385</u>

County Clerk's Records	District Clerk's Records	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
\$ 22,907	\$ 19,228	\$ 1,256,569
<u> --</u>	<u> --</u>	<u> 427</u>
<u>\$ 22,907</u>	<u>\$ 19,228</u>	<u>\$ 1,256,996</u>
\$ --	\$ 1,569	\$ 24,406
--	--	364,003
--	--	152,446
<u> --</u>	<u> 1,569</u>	<u> 540,855</u>
22,907	17,659	716,141
<u>22,907</u>	<u>17,659</u>	<u>716,141</u>
<u>\$ 22,907</u>	<u>\$ 19,228</u>	<u>\$ 1,256,996</u>

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Coastal Improvements	EMS Building	New Jail Building	Parking Lot
Revenues:				
Interest	\$ --	\$ --	\$ 34,142	\$ --
Total revenues	<u> --</u>	<u> --</u>	<u>34,142</u>	<u> --</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	--	--	--
Public safety	--	--	1,000,437	--
Total expenditures	<u> --</u>	<u> --</u>	<u>1,000,437</u>	<u> --</u>
Excess (deficiency) of revenues over (under) expenditures	--	--	(966,295)	--
Other financing sources (uses):				
Transfers in	5,151	--	--	--
Total other financing sources (uses)	<u>5,151</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net change in fund balances	5,151	--	(966,295)	--
Fund balances, January 1	<u>(5,151)</u>	<u>19,196</u>	<u>1,066,370</u>	<u>80,544</u>
Fund balances, December 31	<u>\$ --</u>	<u>\$ 19,196</u>	<u>\$ 100,075</u>	<u>\$ 80,544</u>

<u>Pct. 1 Road Reconstruction</u>	<u>Road & Bridge #2 Storm Repairs</u>	<u>Road and Bridge Infrastructure</u>	<u>Swan Point Park</u>	<u>Airport Improvements II</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
314	--	--	--	--
314	--	--	--	--
314	--	--	--	--
(314)	17,796	32,732	12,720	(30,880)
\$ --	\$ 17,796	\$ 32,732	\$ 12,720	\$ (30,880)

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Emergency Communication System	Mold Remediation	Haterius Park Boat Ramp
Revenues:			
Interest	\$ --	\$ --	\$ --
Total revenues	<u> --</u>	<u> --</u>	<u> --</u>
Expenditures:			
Current:			
General administration	--	--	--
Judicial	--	--	--
Public safety	--	--	--
Total expenditures	<u> --</u>	<u> --</u>	<u> --</u>
Excess (deficiency) of revenues over (under) expenditures	--	--	--
Other financing sources (uses):			
Transfers in	379,000	--	--
Total other financing sources (uses)	<u>379,000</u>	<u> --</u>	<u> --</u>
Net change in fund balances	379,000	--	--
Fund balances, January 1	<u> --</u>	<u> 859</u>	<u> 33,148</u>
Fund balances, December 31	<u>\$ 379,000</u>	<u>\$ 859</u>	<u>\$ 33,148</u>

Port Alto Public Beach	County Clerk's Records	District Clerk's Records	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
\$ --	\$ --	\$ --	\$ 34,142
--	--	--	34,142
--	107,845	--	107,845
--	--	91,020	91,020
--	--	--	1,000,437
--	107,845	91,020	1,199,302
--	(107,845)	(91,020)	(1,165,160)
--	130,752	108,679	623,896
--	130,752	108,679	623,896
--	22,907	17,659	(541,264)
30,385	--	--	1,257,405
\$ 30,385	\$ 22,907	\$ 17,659	\$ 716,141

CALHOUN COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

DECEMBER 31, 2006

	County Clerk Funds	District Clerk Funds	Justice of the Peace Funds	District Attorney Funds
ASSETS				
Assets:				
Cash and cash equivalents	\$ 155,297	\$ 223,297	\$ 14,442	\$ 29,057
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	395	--
Intergovernmental receivable	--	--	--	--
Due from other funds	--	--	--	--
Due from others	254	--	--	--
	<u>155,551</u>	<u>223,297</u>	<u>14,837</u>	<u>29,057</u>
Total Assets	\$ <u>155,551</u>	\$ <u>223,297</u>	\$ <u>14,837</u>	\$ <u>29,057</u>
LIABILITIES				
Accounts payable	\$ --	\$ --	\$ --	\$ --
Due to other funds	3,776	1,917	9,883	--
Due to other governments	94	405	3,005	--
Due to others	151,681	220,975	1,949	29,057
	<u>155,551</u>	<u>223,297</u>	<u>14,837</u>	<u>29,057</u>
Total Liabilities	\$ <u>155,551</u>	\$ <u>223,297</u>	\$ <u>14,837</u>	\$ <u>29,057</u>

Tax Collector Funds	Sheriff Funds	County Auditor Funds	County Treasurer Funds	Total Agency Funds (See Exhibit A-10)
\$ 443,899	\$ 181,355	\$ 326,939	\$ 7,916,219	\$ 9,290,505
--	--	--	--	395
114,574	--	--	--	114,574
--	--	--	111,686	111,686
31,110	--	--	--	31,364
<u>\$ 589,583</u>	<u>\$ 181,355</u>	<u>\$ 326,939</u>	<u>\$ 8,027,905</u>	<u>\$ 9,548,524</u>
\$ --	\$ 5,960	\$ --	\$ 14,212	\$ 20,172
94,369	1,740	--	--	111,685
167,213	--	--	142,924	313,641
328,001	173,655	326,939	7,870,769	9,103,026
<u>\$ 589,583</u>	<u>\$ 181,355</u>	<u>\$ 326,939</u>	<u>\$ 8,027,905</u>	<u>\$ 9,548,524</u>

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