

CALHOUN COUNTY, TEXAS

***ANNUAL
FINANCIAL REPORT***

***FISCAL YEAR ENDED
DECEMBER 31, 2016***

DEPARTMENT ISSUING REPORT

Calhoun County Auditor's Office
Cindy Mueller, County Auditor



CALHOUN COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016

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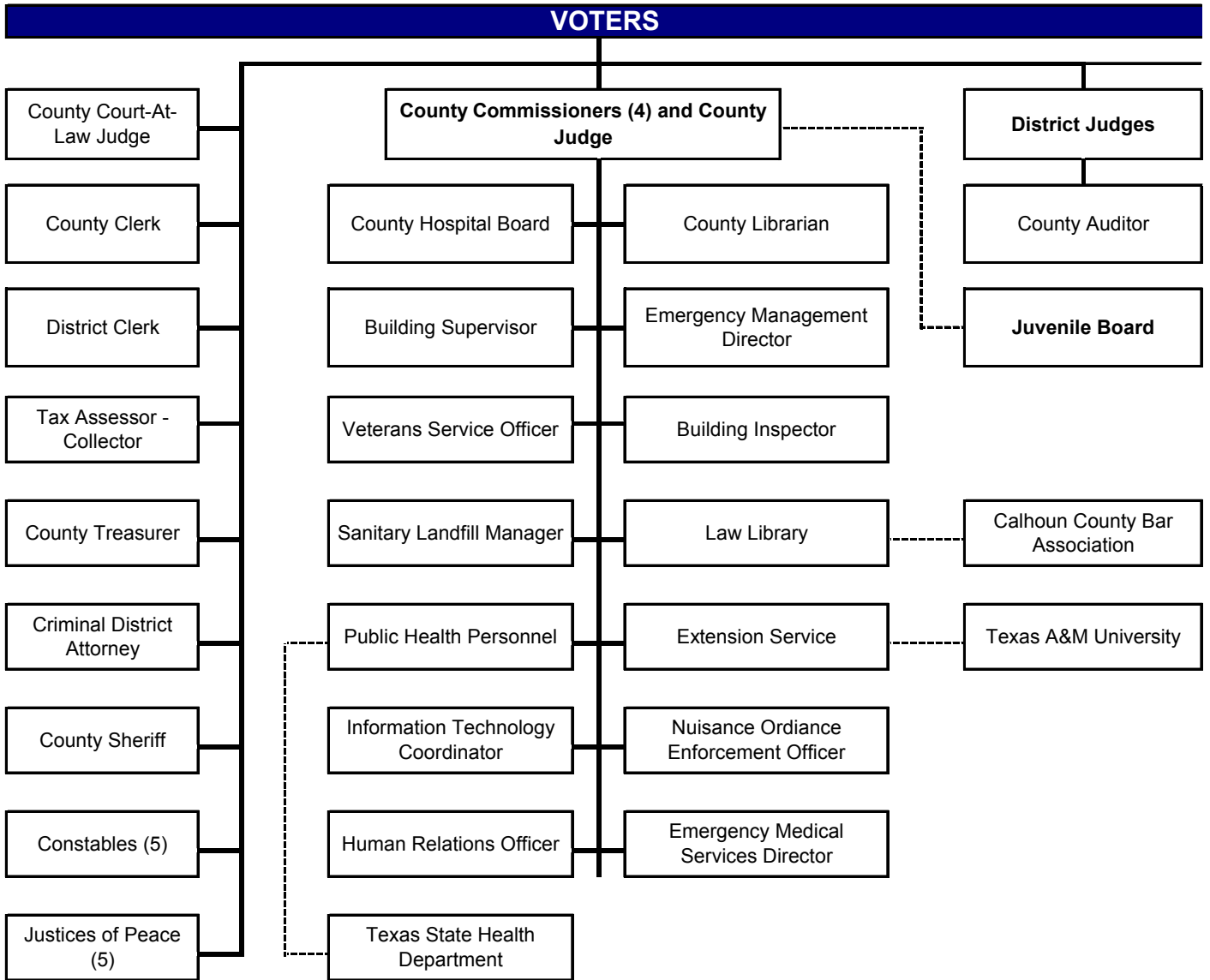
PRINCIPAL OFFICIALS

COUNTY JUDGE MICHAEL J. PFEIFER
COMMISSIONER, PRECINCT 1 ROGER GALVAN
COMMISSIONER, PRECINCT 2 VERNON LYSSY
COMMISSIONER, PRECINCT 3 NEIL FRITSCH
COMMISSIONER, PRECINCT 4 KENNETH FINSTER
COUNTY AUDITOR..... CINDY MUELLER
COUNTY TREASURER RHONDA KOKENA
ASSESSOR-COLLECTOR OF TAXES..... GLORIA A. OCHOA
COUNTY CLERK..... ANNA GOODMAN
DISTRICT CLERK ANNA KABELA
SHERIFF BOBBIE VICKERY
DISTRICT ATTORNEY DAN HEARD
COUNTY COURT-AT-LAW JUDGE ALEX HERNANDEZ

OFFICIAL ISSUING REPORT

COUNTY AUDITOR

CALHOUN COUNTY ORGANIZATIONAL CHART







INDEPENDENT AUDITOR'S REPORT

The Honorable Judge and
Members of the Commissioner's Court
Calhoun County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, discretely presented component units, each major fund, and the aggregate remaining fund information of Calhoun County, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Memorial Medical Center, which represent 100 percent of the assets, net position, and revenues of the discretely presented component unit. The financial statements of the Memorial Medical Center were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Memorial Medical Center, 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 from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, discretely presented component unit, each major fund, and the aggregate remaining fund information of Calhoun County, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

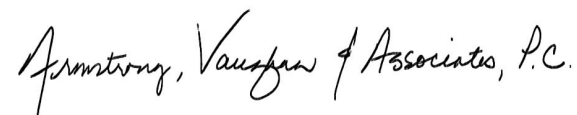
Required Supplementary Information

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

Other Information

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

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



Armstrong, Vaughan & Associates, P.C.

June 30, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Calhoun County, Texas (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

Highlights for Government-wide Financial Statements

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

- The total government-wide assets of the County exceeded the liabilities at December 31, 2016 by \$62.3 million (net position), an increase from the previous year of 0.9%.
- During the year, the County's expenses were \$24.3 million, which was \$533 thousand less than the \$24.8 million generated in taxes and other revenues for governmental activities.
- Total revenue from all sources was \$24.8 million. The primary revenue sources for governmental activities were property (ad valorem) taxes (\$16.9 million), sales tax (\$3.1 million), and charges for services (\$2.8 million). These three revenue sources accounted for 68.1%, 12.5%, and 11.3% respectively, or 91.9% of total governmental activities revenues.
- Total expenditures for governmental activities were \$24.3 million. The largest functional expenses were public safety (\$6.2 million), roads and bridges (\$5.9 million), and health and welfare (\$3.3 million).

Highlights for Fund Financial Statements

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

Fund Balance

- The County's General Fund reported a fund balance of \$25.2 million, an increase of \$3.0 million from December 31, 2015.
- Of the total fund balance for General Fund (\$25.2 million), the unassigned fund balance of \$22.5 million equals 89.3% of the fiscal year 2016 total general fund balance.
- At December 31, 2016, the County's nonmajor funds reported a fund balance of \$4.4 million, a decrease of \$1.9 million from December 31, 2015.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

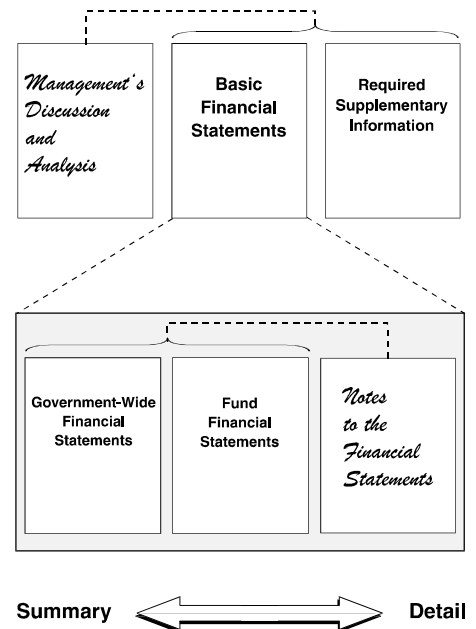
The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County’s overall financial status.

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

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

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

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



Government-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The County has the following kinds of funds:

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

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Statement of Net Position

The County's combined net position were \$62.3 million at December 31, 2016. (See Table A-1).

**Table A-1
Calhoun County's Net Position**

	Governmental Activities			Discretely Presented Component Unit		
	2016	2015	% Change	2016	2015	% Change
ASSETS						
Cash and Cash Equivalents	\$ 27,764,373	\$ 24,639,225	12.7%	\$ 4,168,930	\$ 4,575,917	-8.89%
Receivables (Net of Allowance)	7,933,865	9,072,857	-12.6%	7,077,204	7,960,791	-11.10%
Due from Others	1,481,631	1,487,104	-0.4%	143,851	-	100.0%
Inventories	498,831	585,119	-14.7%	780,989	-	100.0%
Prepaid Items and Other Current Assets	170,577	165,520	3.1%	5,633,490	7,375,445	-23.62%
Loan to Component Unit	1,475,000	3,381,759	-56.4%	-	-	0.0%
Restricted Cash and Cash Equivalents	10,322,459	10,621,281	-2.8%	-	-	0.0%
Capital Assets (Net of Accumulated Depreciation)	37,944,475	39,020,169	-2.8%	7,010,054	7,618,709	-7.99%
TOTAL ASSETS	<u>87,591,211</u>	<u>88,973,034</u>	-1.6%	<u>24,814,518</u>	<u>27,530,862</u>	-9.87%
DEFERRED OUTFLOWS OF RESOURCES						
	<u>4,725,372</u>	<u>1,853,019</u>	155.0%	<u>3,742,679</u>	<u>1,193,358</u>	213.63%
LIABILITIES						
Accounts Payable	507,949	499,524	1.7%	1,054,656	7,760,825	-86.41%
Accrued and Other Liabilities	473,905	439,669	7.8%	8,599,770	3,680,808	133.64%
Due to Others	1,670,837	2,130,501	-21.6%	-	-	0.0%
Accrued Interest	122,574	108,577	12.9%	-	-	0.0%
Due Within One Year	1,160,125	1,102,328	5.2%	1,676,510	3,647,391	-54.04%
Due in More Than One Year	6,579,157	7,640,224	-13.9%	275,744	477,254	-42.22%
Net Pension Liability	3,511,122	717,418	389.4%	2,803,027	135,344	1971.04%
TOTAL LIABILITIES	<u>14,025,669</u>	<u>12,638,241</u>	11.0%	<u>14,409,707</u>	<u>15,701,622</u>	-8.23%
DEFERRED INFLOWS OF RESOURCES						
	<u>15,986,677</u>	<u>16,416,685</u>	-2.6%	<u>154,280</u>	<u>-</u>	100.0%
NET POSITION:						
Net Investment in Capital Assets	30,696,037	30,440,718	0.8%	6,532,800	6,875,823	-4.99%
Restricted Net Position	1,080,762	1,102,736	-2.0%	-	-	0.0%
Unrestricted Net Position	30,527,438	30,227,673	1.0%	7,460,410	6,146,775	21.37%
TOTAL NET POSITION	<u>\$ 62,304,237</u>	<u>\$ 61,771,127</u>	0.9%	<u>\$ 13,993,210</u>	<u>\$ 13,022,598</u>	7.45%

The County's assets exceeded liabilities by \$62.3 million at the close of the current fiscal year. Of this amount, \$30.7 million represents the portion the County has invested in capital assets (e.g. land, buildings, machinery, and equipment), net of accumulated depreciation less any outstanding debt used to construct or acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these funds are not available for future spending.

Statement of Activities

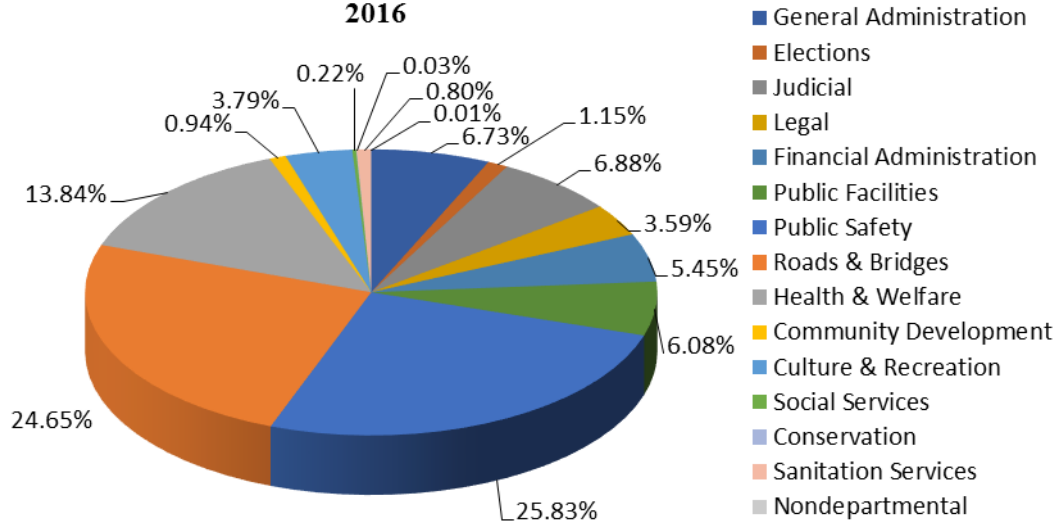
Table A-2 indicates changes in net position for governmental activities. (Note: The County does not have any business-type activities.)

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

	Governmental Activities		% Change
	2016	2015	
Revenues			
Program Revenues:			
Charges for Services	\$ 2,813,242	\$ 2,966,408	-5.16%
Operating Grants and Contributions	748,253	385,867	93.91%
Capital Grants and Contributions	210,418	1,164,391	-81.93%
General Revenues:			
Property Taxes	16,905,958	17,382,874	-2.74%
Sales Tax and Other Tax	3,106,683	3,376,372	-7.99%
Other Taxes	50,826	28,998	75.27%
Investment Earnings	60,173	65,238	-7.76%
Miscellaneous Revenues	943,458	334,361	182.17%
Total Revenues	24,839,011	25,704,509	-3.37%
Expenses:			
General Administration	1,620,108	2,026,708	-20.06%
Elections	276,666	-	100.00%
Judicial	1,655,003	1,839,126	-10.01%
Legal	864,005	798,722	8.17%
Financial Administration	1,312,262	1,264,131	3.81%
Public Facilities	1,487,031	1,081,088	37.55%
Public Safety	6,213,881	5,794,436	7.24%
Roads & Bridges	5,931,391	5,153,347	15.10%
Health & Welfare	3,330,505	4,976,156	-33.07%
Community Development	225,356	175,833	28.16%
Culture & Recreation	887,807	874,490	1.52%
Social Services	52,349	50,915	2.82%
Conservation	7,750	7,750	0.00%
Sanitation Services	192,658	173,894	10.79%
Nondepartmental	3,000	160,938	-98.14%
Interest & Fiscal Charges	246,129	290,585	-15.30%
Total Expenses	24,305,901	24,668,119	-1.47%
Increase (Decrease) in Net Position	\$ 533,110	\$ 1,036,390	-48.56%

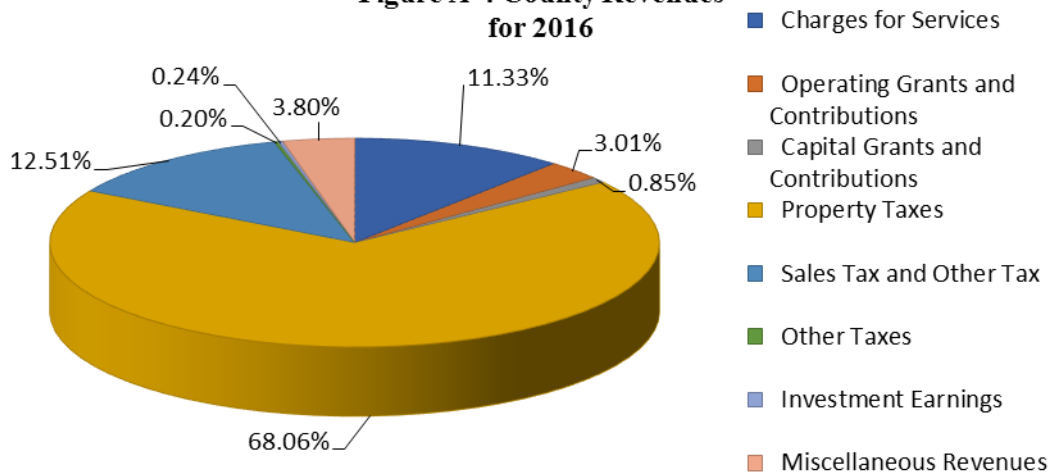
Expenditures. The total cost of all programs and services was \$24.3 million (see Figure A-3).

Figure A-3 County Expenditures for 2016



- General Administration includes County Judge, Commissioners Court, County Clerk, Information Technology and Human Resources.
- Financial Services includes County Auditor, Treasurer, and Tax Office.
- Judicial includes County Court at Law, District Courts, District Clerk, Justice of the Peace and Juvenile Court.
- Health and Welfare includes Emergency Medical Services and Indigent Health
- Culture and Recreation includes Museum, Library and Parks.
- Public Safety includes Constables, Sheriff, Jail Operations, Fire Protection and Juvenile Probation.
- Public Facilities includes Building Maintenance, Airport and Port O'Connor Community Center.

Figure A-4 County Revenues for 2016



Revenues. The County’s total revenues were \$24.8 million. A significant portion, 81%, of the County’s revenue comes from taxes, including primarily property tax and sales tax. (See Figure A-4.) Other revenue sources include 11% from charges for services, with only 4% from grants and contributions.

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

- The cost of all *governmental* activities this year was \$24.3 million.

- However, the amount that our taxpayers paid for these activities through property taxes was \$16.9 million and \$3.1 million through sales tax.
- The cost paid by those who directly benefited from the programs was \$2.8 million.

The total received by the County for grants and contributions was \$0.7 million.

Table A-3
Net Cost of Selected County Functions

	Total Cost of Services		Net Cost of Services	
	2016	2015	2016	2015
General Administration	\$ 1,620,108	\$ 2,026,708	\$ (1,245,397)	\$ (1,519,658)
Elections	276,666	-	(214,139)	-
Judicial	1,655,003	1,839,126	(1,167,580)	(1,366,064)
Legal	864,005	798,722	(820,305)	(781,305)
Financial Administration	1,312,262	1,264,131	(773,314)	(717,173)
Public Facilities	1,487,031	1,081,088	(1,431,792)	(1,046,690)
Public Safety	6,213,881	5,794,436	(6,054,217)	(5,458,124)
Roads & Bridges	5,931,391	5,153,347	(5,471,520)	(3,548,113)
Health & Welfare	3,330,505	4,976,156	(2,491,082)	(4,112,137)
Community Development	225,356	175,833	(225,356)	(175,833)
Culture & Recreation	887,807	874,490	(784,557)	(793,352)
Social Services	52,349	50,915	(52,349)	(49,667)
Conservation	7,750	7,750	(7,750)	13,385
Sanitation Services	192,658	173,894	(162,055)	(145,764)
Nondepartmental	3,000	160,938	613,554	(160,373)

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

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

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balance approximating \$29.6 million, an increase of \$1.1 million in comparison with the prior year. The increase can be attributed to several capital projects being completed in the prior year.

The County's major general governmental fund is the General Fund.

General Fund. The General Fund is the chief operating fund of the County. The total fund balance for general fund was \$25.2 million with the unassigned fund balance of the General Fund at \$22.5 million.

As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance to total general fund expenditures. Unassigned fund balance for fiscal year 2016 represents 103.7% of total General Fund actual expenditures. This significant fund balance to total expenditure ratio indicates a healthy financial position.

Expenditures in the General Fund increased by approximately \$1.3 million or about 6.4% over the prior year. Increases in the majority of functions are a result of an across the board cost of living pay increase and increased expenditures in different classifications as needed.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2016, the County had invested \$37.9 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) This amount represents a net decrease (including additions and deductions) of \$1.1 million or 2.7% percent less than last year.

Table A-4
County's Capital Assets

	Governmental Activities		Discretely Presented Component Unit	
	2016	2015	2016	2015
Land	\$ 5,817,322	\$ 5,790,233	\$ 320,593	\$ 320,593
Infrastructure	21,027,579	21,018,424	-	-
Buildings and Improvements	22,591,791	22,434,817	13,209,688	9,544,361
Improvements Other Than Buildings	10,669,040	10,628,707	-	-
Furniture, Fixtures, and Equipment	16,488,419	15,587,285	13,486,223	12,912,338
Construction In Progress	1,028,231	1,157,072	-	3,796,074
Lease Assets			2,578,397	2,578,397
Totals at Historical Cost	<u>77,622,382</u>	<u>76,616,538</u>	<u>29,594,901</u>	<u>29,151,763</u>
Total Accumulate Depreciation	<u>(39,677,907)</u>	<u>(37,596,369)</u>	<u>(22,584,847)</u>	<u>(21,533,054)</u>
Net Capital Assets	<u>\$ 37,944,475</u>	<u>\$ 39,020,169</u>	<u>\$ 7,010,054</u>	<u>\$ 7,618,709</u>

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

Long Term Debt

At year-end the County had \$7.2 million in bonds and notes outstanding as shown in Table A-5.

Table A-5
County's Long Term Debt

	Governmental Activities		Discretely Presented Component Unit	
	2016	2015	2016	2015
Refunding Bond, Series 2010	\$ 3,480,000	\$ 3,855,000	\$ -	\$ -
Refunding Bond, Series 2012	3,725,000	4,270,000	-	-
Capital Lease Obligation	-	-	477,254	742,886
Total Outstanding Debt	<u>\$ 7,205,000</u>	<u>\$ 8,125,000</u>	<u>\$ 477,254</u>	<u>\$ 742,886</u>

Bond Ratings

The County's bonds presently carry "AAA" ratings with underlying ratings as follows: Moody's Investor Services "Aa2" and Standard & Poors "AA".

Note: More detailed information on long term debt can be found in the notes to the financial statements (NOTE H – LONG-TERM DEBT).

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The annual budget is developed to provide efficient, effective, and economic uses of the County's resources, as well as a means to accomplish the highest priority objectives. Through the budget, the Commissioners Court sets the direction of the county, allocates its resources, and establishes its priorities.

The 2016 property tax rate adopted by the Commissioners Court, \$.49 per hundred dollar valuation, was identical to the 2015 tax rate. The total tax levy for the 2017 fiscal year was \$16,228,320. Before the adjustment for newly added property, the effective tax rate adjusts to only allow the county to receive the same tax levy as the previous year. Therefore, additional property tax revenue is generated from new property and tax rate increases in accordance with the State of Texas' Truth-In Taxation laws.

The general operating fund spending increased in the 2017 budget to \$24.1 million from \$22.8 million in the 2016 budget. This is a 5.8% increase. The largest increases are raises for existing employees and elected officials, and an increase to capital projects funds.

In order to help fund current increases, the County adopted a general operating fund budget with the intent that there would be a net decrease in estimated fund balance between budgeted revenues and budgeted expenditures. Even with the use of current fund balance, the County estimated the remaining fund balance will be above 25% of the budgeted expenditures at year end.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

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

Calhoun County, Texas
Office of County Auditor
202 S. Ann Street, Suite B
Port Lavaca, Texas 77979
(361) 553-4610

For additional information on the Memorial Medical Center please contact:

Memorial Medical Center
815 N. Virginia Street
Port Lavaca, TX 77979
(361) 552-6713



BASIC FINANCIAL STATEMENTS

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

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

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

CALHOUN COUNTY, TEXAS
STATEMENT OF NET POSITION
DECEMBER 31, 2016

	Primary Government	Component Unit
	Governmental Activities	Memorial Medical Center
ASSETS		
Cash and Cash Equivalents	\$ 27,764,373	\$ 4,168,930
Receivables (Net of Allowance for Uncollectibles)	7,933,865	7,077,204
Due from Others	1,481,631	143,851
Inventories	498,831	780,989
Prepaid Items and Other Current Assets	170,577	5,633,490
Loan to Component Unit	1,475,000	-
Restricted Assets:		
Cash and Cash Equivalents	10,322,459	-
Capital Assets (Net of Accumulated Depreciation)		
Land	5,817,322	320,593
Construction in Progress	1,028,231	-
Buildings	15,215,231	4,733,262
Improvements Other than Buildings	4,750,609	-
Furniture, Fixtures and Equipment	5,131,675	1,492,126
Infrastructure	6,001,407	-
Lease Assets	-	464,073
TOTAL ASSETS	87,591,211	24,814,518
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	4,408,200	3,742,679
Deferred Outflows - Debt Refundings	317,172	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 4,725,372	\$ 3,742,679

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF NET POSITION (CONTINUED)
DECEMBER 31, 2016

	Primary Government	Component Unit
	Governmental Activities	Memorial Medical Center
LIABILITIES		
Accounts Payable	\$ 507,949	\$ 1,054,656
Accrued and Other Liabilities	473,905	8,599,770
Due to Others	1,670,837	-
Interest Payable	122,574	-
<i>Noncurrent Liabilities:</i>		
Due in One Year	1,160,125	1,676,510
Due in More Than One Year	6,579,157	275,744
Net Pension Liability	3,511,122	2,803,027
TOTAL LIABILITIES	14,025,669	14,409,707
 DEFERRED OUTFLOWS OF RESOURCES		
Property Taxes Levied For Future Periods	15,627,293	-
Deferred Outflows - Pension Related	359,384	154,280
TOTAL DEFERRED OUTFLOWS OF RESOURCES	15,986,677	154,280
 NET POSITION:		
Net Investment in Capital Assets	30,696,037	6,532,800
Restricted For:		
Debt Service	108,349	-
Capital Projects	972,413	-
Unrestricted	30,527,438	7,460,410
TOTAL NET POSITION	\$ 62,304,237	\$ 13,993,210

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016

<u>Functions and Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental Activities:				
General Administration	\$ (1,620,108)	\$ 193,322	\$ 150,383	\$ 31,006
Elections	(276,666)	62,527	-	-
Judicial	(1,655,003)	356,514	130,909	-
Legal	(864,005)	14,590	29,110	-
Financial Administration	(1,312,262)	538,948	-	-
Public Facilities	(1,487,031)	45,391	9,848	-
Public Safety	(6,213,881)	158,834	830	-
Roads & Bridges	(5,931,391)	-	280,459	179,412
Health & Welfare	(3,330,505)	781,689	57,734	-
Community Development	(225,356)	-	-	-
Culture & Recreation	(887,807)	18,052	85,198	-
Social Services	(52,349)	-	-	-
Conservation	(7,750)	-	-	-
Sanitation Services	(192,658)	30,603	-	-
Nondepartmental	(3,000)	612,772	3,782	-
Interest & Fiscal Charges	(246,129)	-	-	-
Total Governmental Activities	<u>\$ (24,305,901)</u>	<u>\$ 2,813,242</u>	<u>\$ 748,253</u>	<u>\$ 210,418</u>
Component Unit:				
Memorial Medical Center	<u>\$ (78,236,001)</u>	<u>\$ 74,508,723</u>	<u>\$ 4,668,502</u>	<u>\$ 24,000</u>
General Revenues:				
Taxes				
General Property Taxes				
Sales Taxes				
Other Taxes				
Interest and Investment Earnings				
Miscellaneous				
Total General Revenues				
Change in Net Position				
Net Position at Beginning of Year				
Net Position at End of Year				

See accompanying notes to basic financial statements.

Net (Expense) Revenues and Changes in Net Assets	
<u>Primary Government</u>	<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Memorial Medical Center</u>
\$ (1,245,397)	
(214,139)	
(1,167,580)	
(820,305)	
(773,314)	
(1,431,792)	
(6,054,217)	
(5,471,520)	
(2,491,082)	
(225,356)	
(784,557)	
(52,349)	
(7,750)	
(162,055)	
613,554	
(246,129)	
<u>(20,533,988)</u>	
	<u>\$ 965,224</u>
16,905,958	-
3,106,683	-
50,826	-
60,173	5,388
943,458	-
<u>21,067,098</u>	<u>5,388</u>
533,110	970,612
<u>61,771,127</u>	<u>13,022,598</u>
<u>\$ 62,304,237</u>	<u>\$ 13,993,210</u>

CALHOUN COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 20,686,448	\$ 7,077,925	\$ 27,764,373
Receivables (Net of Allowance for Uncollectibles):			
Taxes	4,599,857	350,192	4,950,049
Accounts	2,706,707	277,110	2,983,817
Due from Others	1,346,578	135,051	1,481,629
Due from Other Funds	2,678,901	10,000	2,688,901
Inventories	498,831	-	498,831
Prepaid Items and Other Current Assets	169,642	935	170,577
Loan to Component Unit	1,475,000	-	1,475,000
Restricted Assets:			
Cash and Cash Equivalents	9,489,405	833,054	10,322,459
TOTAL ASSETS	<u><u>\$ 43,651,369</u></u>	<u><u>\$ 8,684,267</u></u>	<u><u>\$ 52,335,636</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
<i>Liabilities:</i>			
Accounts Payable	\$ 422,505	\$ 85,444	\$ 507,949
Accrued and Other Liabilities	461,774	12,132	473,906
Due to Other Funds	10,000	2,678,901	2,688,901
Due to Others	1,607,947	62,890	1,670,837
<i>Total Liabilities</i>	<u>2,502,226</u>	<u>2,839,367</u>	<u>5,341,593</u>
<i>Deferred Inflows of Resources</i>			
Deferred Revenues	15,993,081	1,419,909	17,412,990
<i>Total Deferred Inflows of Resources</i>	<u>15,993,081</u>	<u>1,419,909</u>	<u>17,412,990</u>
<i>Fund Balances:</i>			
Nonspendable	2,143,473	935	2,144,408
Restricted	-	3,718,572	3,718,572
Committed	-	129,910	129,910
Assigned	525,000	575,574	1,100,574
Unassigned Fund Balance	22,487,589	-	22,487,589
<i>Total Fund Balances</i>	<u>25,156,062</u>	<u>4,424,991</u>	<u>29,581,053</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 43,651,369</u></u>	<u><u>\$ 8,684,267</u></u>	<u><u>\$ 52,335,636</u></u>

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2016

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS \$ 29,581,053

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

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 37,944,475

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. 1,785,699

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

Accrued Compensated Absences	(173,673)	
Deferred Outflows - Debt Refundings	317,172	
Bonds, Capital Lease and Premium Payable	<u>(7,565,609)</u>	(7,422,110)

The governmental funds report pension contributions to employee pensions as expenditures when paid. However, in the Statement of Activities the differences between pension plan contributions and actuarially determined costs for the year are reported as an asset or obligation.

Net Pension Liability	(3,511,122)	
Deferred Inflows - Pension Related	(359,384)	
Deferred Outflows - Pension Related	<u>4,408,200</u>	537,694

Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds. (122,574)

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$ 62,304,237

CALHOUN COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes:			
Ad Valorem Taxes	\$ 15,717,798	\$ 1,171,802	\$ 16,889,600
Sales Taxes	3,106,683	-	3,106,683
Other Taxes	51,255	-	51,255
Intergovernmental	213,065	489,258	702,323
Charges for Service	1,855,369	490,324	2,345,693
Permits & Licenses	12,783	263,797	276,580
Fines & Forfeitures	213,233	56,288	269,521
Interest	54,388	5,785	60,173
Gifts & Contributions	-	119,068	119,068
Rents & Leases	17,756	20,425	38,181
Miscellaneous	349,538	17,512	367,050
TOTAL REVENUES	21,591,868	2,634,259	24,226,127
EXPENDITURES			
<i>Current:</i>			
General Administration	1,618,816	91,950	1,710,766
Elections	186,271	64,329	250,600
Judicial	1,605,272	18,167	1,623,439
Legal	829,228	25,577	854,805
Financial Administration	1,280,909	-	1,280,909
Public Facilities	1,106,622	62,122	1,168,744
Public Safety	5,503,731	274,289	5,778,020
Roads & Bridges	5,376,038	316,553	5,692,591
Health & Welfare	3,114,805	48,031	3,162,836
Community Development	175,425	-	175,425
Culture and Recreation	629,345	132,756	762,101
Social Services	52,349	-	52,349
Conservation	7,750	15,000	22,750
Sanitation Services	192,423	-	192,423
Nondepartmental	-	23,957	23,957
<i>Debt Service:</i>			
Principal	-	920,000	920,000
Interest and Fiscal Charges	-	265,884	265,884
TOTAL EXPENDITURES	21,678,984	2,258,615	23,937,599
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (87,116)	\$ 375,644	\$ 288,528

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	\$ 2,733,603	\$ 512,808	\$ 3,246,411
Transfers Out (Uses)	(481,960)	(2,764,451)	(3,246,411)
Insurance Proceeds	829,867	-	829,867
Proceeds from Sale of Capital Assets	4,256	-	4,256
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,085,766</u>	<u>(2,251,643)</u>	<u>834,123</u>
Net Change in Fund Balance	2,998,650	(1,875,999)	1,122,651
Fund Balances at Beginning of Year	<u>22,157,412</u>	<u>6,300,990</u>	<u>28,458,402</u>
Fund Balances at End of Year	<u><u>\$ 25,156,062</u></u>	<u><u>\$ 4,424,991</u></u>	<u><u>\$ 29,581,053</u></u>

See accompanying notes to basic financial statements.

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, 2016

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS		\$ 1,122,651
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation.</p>		
Current Year Additions	1,981,519	
Additions Previously Reported as Construction in Progress	(585,057)	
Current Period Depreciation	<u>(2,439,313)</u>	(1,042,851)
<p>The statement of activities reports gains arising from the disposal of capital assets as the difference between the proceeds from disposal and the net book value of the assets. The governmental funds report only the proceeds from disposal. This amount represents the net book value of capital assets disposed during the year.</p>		
		(32,843)
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Accrued District and County Court Fines Receivable	(90,750)	
EMS Receivables	(128,259)	
Change in Property Taxes Receivable Not Collected within 60 Days of Year End	<u>(3,377)</u>	(222,386)
<p>The issuance of long-term-debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.</p>		
Bond Principal Payments	920,000	
Amortization of Loss Refunding	(60,091)	
Amortization of Bond Premium	<u>93,842</u>	953,751
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Compensated Absences	(10,572)	
Accrued Interest on Bond	<u>(13,996)</u>	(24,568)
<p>Governmental funds report required contributions to employee pensions as expenditures. However, in the Statement of Activities the cost of the pension is recorded based on the actuarially determined cost of the plan. This is the amount that contributions exceeded the actuarially determined pension expense</p>		
		(220,644)
CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES		<u><u>\$ 533,110</u></u>

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2016

	Agency Funds
ASSETS	
Cash and Investments	\$ 1,867,091
Receivables (Net of Allowances for Uncollectibles):	
Accounts	3,501
Due from Other Funds	20,558
Due from Others	10,482
TOTAL ASSETS	\$ 1,901,632
 LIABILITIES	
Accounts Payable	\$ 290
Due to Other Funds	82,888
Due to Other Governments	1,378,617
Due to Others	439,837
TOTAL LIABILITIES	\$ 1,901,632

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

1. REPORTING ENTITY

Primary Government

Calhoun County(the County) is a public corporation and political subdivision of the State of Texas. The Commissioners Court, which is made up of four commissioners and the County Judge, is the general governing body of the County in accordance with Article 5, Paragraph 18 of the Texas Constitution. The County provides the following services as authorized by the statutes of the State of Texas: general government (e.g. administration, judicial & legal, elections administration, and financial administration), public safety (fire protection, law enforcement and corrections), infrastructure (road and bridge maintenance and construction), social services, conservation and sanitation services.

In evaluating how to define the government, for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. The definition of the reporting entity is based primarily on the concept of financial accountability. The primary government is deemed to be financially responsible 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.

Included in the Governmental Wide Statements for the Reporting Entity:

Discretely presented component unit – The relationship between the following component unit and the County is such that they meet the criteria, as set for in GASB Statement No. 14, for inclusion as discretely presented component units in the reporting entity:

Memorial Medical Center (“MMC”) operates a primary critical care hospital. MMC is committed to providing to all citizens of Calhoun County accessibility to the highest quality of healthcare in a caring, dignified, and cost-effective manner. 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.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Separate **fund financial statements** are provided for governmental funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. The General Fund meets the criteria as a **major governmental fund**. Nonmajor 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 Fund Statements and Schedules.

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

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

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

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

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government reports the following major governmental funds:

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

Nonmajor funds include special revenue funds, debt service funds and capital projects funds.

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

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

4. CASH AND INVESTMENTS

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

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

5. ACCOUNTS RECEIVABLE

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

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

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. ACCOUNTS RECEIVABLE (Continued)

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

MMC and nursing homes report patient accounts receivable for services rendered at net realizable amounts from third-party payers, patients and others. The Medical Center provides an allowance for uncollectible accounts based upon a review of outstanding receivables, historical collection information and existing economic conditions. The nursing homes provide an allowance for uncollectible accounts based upon a percentage of total revenue based on historical collection information.

6. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the fund statements. Interfund activity is eliminated on the government-wide statements.

7. INVENTORIES AND PREPAID ITEMS

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and in the fund financial statements are offset by a reservation of fund balance which indicates they do not represent “available spendable resources”.

8. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, such as equipment, are defined as assets with a cost of \$1,000 or more. Infrastructure assets include County-owned streets, sidewalks, curbs and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The Costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. CAPITAL ASSETS (Continued)

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

Capital Asset Class	Life in years	
	County	MMC
Buildings	15 - 50	25 - 40
Improvements Other than Buildings	45	25 - 40
Equipment	5 - 20	5 - 20
Infrastructure	35 - 40	N/A
Leased Assets	N/A	3 - 7

9. DEFERRED INFLOWS/OUTFLOWS

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has the following items that qualify for reporting in this category: deferred pension related costs which will be included in the subsequent actuarial valuation.

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

10. COMPENSATED ABSENCES

The County permits employees to accumulate earned but unused vacation pay benefits up to certain limits. When an employee leaves the service of the county, he or she will be paid for any accrued but unused vacation. The rate of pay will be determined by the salary rate in effect at the time of separation. Unused sick leave may be accumulated to certain limits. In the event of termination, no reimbursement is made for accumulated sick leave. No liability is reported for unpaid accumulated sick leave.

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

11. UNEARNED REVENUE

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

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. INTERFUND TRANSFERS

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

13. LONG-TERM OBLIGATIONS

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

14. PENSIONS

The net pension liability, deferred outflows related to pensions, and pension expense, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS), and additions to and deductions from TCERS' fiduciary net position have been determined on the same basis as they are reported by TCERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

15. FUND EQUITY

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

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

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

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. FUND EQUITY (Continued)

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

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

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

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

16. NET POSITION

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net positions are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

17. USE OF ESTIMATES

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

18. RECLASSIFICATIONS

Certain reclassifications have been made to the 2015 financial statements to conform to the 2016 financial statement presentation. The reclassifications had no effect on the changes in financial position.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

20. MMC – NET PATIENT SERVICE REVENUE

MMC has agreements with third-party payers that provide for payments to the Medical Center at amounts different from its established rates. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payers and others for services rendered and includes estimated retroactive revenue adjustments and a provision for uncollectible accounts. Retroactive adjustments are considered in the recognition of revenue on an estimated basis in the period the related services are rendered, and such estimated amounts are revised in future periods as adjustments become known.

Medicare – Inpatient acute care services and substantially all outpatient services rendered to Medicare program beneficiaries are paid based on a cost reimbursement methodology. MMC is reimbursed for certain services at tentative rates, with final settlement determined after submission of annual cost reports by MMC and audits thereof by the Medicare administrative contractor.

Medicaid – Inpatient and outpatient services rendered to Medicaid program beneficiaries are reimbursed under a cost reimbursement methodology. MMC is reimbursed for cost reimbursable services at tentative rates, with final settlement determined after submission of annual cost reports by MMC and audits thereof by the Medicaid administrative contractor.

21. MMC – GRANTS AND CONTRIBUTIONS

From time to time, MMC receives grants and contributions from individuals and private organization. Revenues from grants and contributions (including contributions of capital assets) are recognized when all eligibility requirements, including time requirements, are met. Grants and contributions may be restricted for either specific operating purposes or for capital purposes. Amounts used specifically for operations have been reported in other operating revenue. Amounts restricted to capital acquisitions are reported after nonoperating revenues and expenses.

22. MMC – CHARITY CARE

MMC provides care without charge or at amounts less than its established rates to patients meeting certain criteria under its charity care policy. Because MMC does not pursue collection of amounts determined to qualify as charity care, these amounts are not reported as net patient service revenue.

23. MMC – INCOME TAXES

As an essential government function of the County, MMC is generally exempt from federal and state income taxes under Section 115 of the Internal Revenue Code and a similar provision of state law. However, MMC is subject to federal income tax on any unrelated business taxable income.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE B - DEPOSITS AND INVESTMENTS

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

State statutes authorize the County to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d). MMC is included in the County's deposit policy for custodial credit risk which requires compliance with the provisions of state law. As of December 31, 2016, the County and MMC's deposits and investments were as follows:

	County	MMC
Cash	\$ 3,594,347	\$ 3,668,930
Short-term Investments	34,492,485	500,000
	\$ 38,086,832	\$ 4,168,930

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

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

Custodial Credit Risk - Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of December 31, 2016, the government's deposits were fully collateralized.

Custodial Credit Risk - Investment. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2016, the County's investments were held entirely in certificates of deposit at financial institutions.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE C – RECEIVABLES

Receivables as of year-end for the government’s individual major and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Nonmajor Funds	Total Primary Government	Component Unit
Receivables:				
Property Tax Receivables	\$ 4,841,955	\$ 368,623	\$ 5,210,578	\$ -
Less: Allowance for Uncollectible Accounts	(242,098)	(18,431)	(260,529)	-
Court Fines and Receivables	3,365,928	586,113	3,952,041	-
Less: Allowance for Uncollectible Accounts	(868,716)	(319,944)	(1,188,660)	-
EMS Receivables	5,470,820	-	5,470,820	-
Less: Allowance for Uncollectible Accounts	(5,299,447)	-	(5,299,447)	-
Patient Accounts	-	-	-	7,308,216
Less: Allowance for Uncollectible Accounts	-	-	-	(5,052,000)
Nursing Home Residents	-	-	-	5,648,988
Less: Allowance for Uncollectible Accounts	-	-	-	(828,000)
Other Receivables	38,123	10,941	49,064	-
Due From Others	1,346,578	135,051	1,481,629	-
Net Total Receivables	<u>\$ 8,653,143</u>	<u>\$ 762,353</u>	<u>\$ 9,415,496</u>	<u>\$ 7,077,204</u>

NOTE D – DEFERRED INFLOWS OF RESOURCES

Governmental funds report unavailable revenue in connection with receivables for revenue that is 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 year, unavailable revenue reported in the governmental funds was as follows:

	General	Nonmajor Funds	Total Primary Government
Property Taxes Levied for Future Periods	\$ 10,107,484	\$ 800,319	\$ 10,907,803
Delinquent Property Taxes	4,623,240	351,921	4,975,161
Court Fines	1,089,983	266,169	1,356,152
EMS Charges	171,372	-	171,372
Other Revenues	1,002	1,500	2,502
	<u>\$ 15,993,081</u>	<u>\$ 1,419,909</u>	<u>\$ 17,412,990</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE E – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at December 31, 2016 consisted of the following:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 2,678,901	\$ 10,000
Nonmajor Special Revenue Funds	-	208,467
Nonmajor Capital Projects Funds	10,000	2,470,434
Total	<u>\$ 2,688,901</u>	<u>\$ 2,688,901</u>

Interfund transfers at December 31, 2016 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 2,733,603	\$ 481,960
Nonmajor Special Revenue Funds	35,800	600,000
Nonmajor Capital Projects Funds	477,008	2,164,451
Total	<u>\$ 3,246,411</u>	<u>\$ 3,246,411</u>

The transfers are used for operations.

NOTE F - PROPERTY TAX CALENDAR

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

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

The combined tax rate assessed on the 2015 tax roll to finance operations and debt service for the fiscal year ended December 31, 2016, was \$.49 per \$100 assessed valuation. The total tax levy for the fiscal year 2016 was \$16,966,594 of which \$102,914 remained outstanding in delinquent taxes as of December 31, 2016.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE G – CAPITAL ASSETS

The County's capital asset activity for the year ended December 31, 2016, was as follows:

<u><i>Governmental Activities</i></u>	Balance 1/1/16	Additions/ Transfers	Disposals/ Transfers	Balance 12/31/16
<i>Capital Assets Not Depreciated:</i>				
Land	\$ 5,790,233	\$ 27,089	\$ -	\$ 5,817,322
Construction in Progress	1,157,072	456,216	(585,057)	1,028,231
<i>Total Capital Assets Not Depreciated</i>	<u>6,947,305</u>	<u>483,305</u>	<u>(585,057)</u>	<u>6,845,553</u>
<i>Capital Assets Being Depreciated:</i>				
Buildings	22,434,817	156,974	-	22,591,791
Improvements Other Than Buildings	10,628,707	63,591	(23,258)	10,669,040
Furniture, Fixtures, and Equipment	15,587,285	1,153,335	(252,201)	16,488,419
Infrastructure	21,018,424	124,314	(115,159)	21,027,579
<i>Total Capital Assets Depreciated</i>	<u>69,669,233</u>	<u>1,498,214</u>	<u>(390,618)</u>	<u>70,776,829</u>
Totals at Historical Cost	<u>76,616,538</u>	<u>1,981,519</u>	<u>(975,675)</u>	<u>77,622,382</u>
<i>Less Accumulated Depreciation:</i>				
Buildings	(6,848,465)	(528,095)	-	(7,376,560)
Improvements Other Than Buildings	(5,576,152)	(364,688)	22,409	(5,918,431)
Furniture, Fixtures, and Equipment	(10,523,556)	(1,053,395)	220,207	(11,356,744)
Infrastructure	(14,648,196)	(493,135)	115,159	(15,026,172)
<i>Total Accumulated Depreciation</i>	<u>(37,596,369)</u>	<u>(2,439,313)</u>	<u>357,775</u>	<u>(39,677,907)</u>
Governmental Capital Assets, Net	<u>\$ 39,020,169</u>	<u>\$ (457,794)</u>	<u>\$ (617,900)</u>	<u>\$ 37,944,475</u>

Depreciation was charged to the governmental functions as follows:

General Administrations	\$ 270,072
Judicial	38,401
Legal	861
Financial Administration	15,980
Public Facilities	255,261
Public Safety	547,287
Roads And Bridges	848,235
Health And Welfare	213,507
Community Development	1,014
Culture Recreation	232,965
Sanitation Services	15,730
Total Depreciation Expense - Governmental Activities	<u>\$ 2,439,313</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE G – CAPITAL ASSETS (Continued)

MMC’s capital Asset activity for the year ended December 31, 2016, was as follows:

<i>Governmental Activities</i>	Balance 1/1/16	Additions/ Transfers	Disposals/ Transfers	Balance 12/31/16
<i>Capital Assets Not Depreciated:</i>				
Land	\$ 320,593	\$ -	\$ -	\$ 320,593
Construction in Progress	3,796,074	70,190	(3,866,264)	-
<i>Total Capital Assets Not Depreciated</i>	<u>4,116,667</u>	<u>70,190</u>	<u>(3,866,264)</u>	<u>320,593</u>
<i>Capital Assets Being Depreciated:</i>				
Buildings and Improvements	9,544,361	18,600	3,646,727	13,209,688
Equipment, Machinery and Furniture	12,912,338	267,378	306,507	13,486,223
Leased Assets	2,578,397	-	-	2,578,397
<i>Total Capital Assets Depreciated</i>	<u>25,035,096</u>	<u>285,978</u>	<u>3,953,234</u>	<u>29,274,308</u>
Totals at Historical Cost	<u>29,151,763</u>	<u>356,168</u>	<u>86,970</u>	<u>29,594,901</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(8,134,727)	(341,699)	-	(8,476,426)
Equipment	(11,552,259)	(441,838)	-	(11,994,097)
Leased Assets	(1,846,068)	(268,256)	-	(2,114,324)
<i>Total Accumulated Depreciation</i>	<u>(21,533,054)</u>	<u>(1,051,793)</u>	<u>-</u>	<u>(22,584,847)</u>
Governmental Capital Assets, Net	<u>\$ 7,618,709</u>	<u>\$ (695,625)</u>	<u>\$ 86,970</u>	<u>\$ 7,010,054</u>

NOTE H - LONG-TERM DEBT

The County had the following changes in long-term debt outstanding for the year ended December 31, 2016:

<i>Governmental Activities:</i>	Balance Outstanding 1/1/16	Added During Year	Retired During Year	Balance Outstanding 12/31/16	Due Within One Year
Refunding Bond, Series 2010	\$ 3,855,000	\$ -	\$ (375,000)	\$ 3,480,000	\$ 385,000
Premium	218,226	-	(43,646)	174,580	21,823
Refunding Bond, Series 2012	4,270,000	-	(545,000)	3,725,000	560,000
Premium	236,225	-	(50,196)	186,029	26,576
Subtotal	<u>8,579,451</u>	<u>-</u>	<u>(1,013,842)</u>	<u>7,565,609</u>	<u>993,399</u>
Compensated Absences	163,101	167,149	(156,577)	173,673	166,726
<i>Total Governmental Activities</i>	<u>\$ 8,742,552</u>	<u>\$ 167,149</u>	<u>\$ (1,170,419)</u>	<u>\$ 7,739,282</u>	<u>\$ 1,160,125</u>
<i>Discrete Component Unit</i>					
Capital Lease Obligation	<u>\$ 742,886</u>	<u>\$ -</u>	<u>\$ (265,632)</u>	<u>\$ 477,254</u>	<u>\$ 201,510</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE H - LONG-TERM DEBT (Continued)

The annual requirements for principal and interest on the County's outstanding certificates obligation and tax notes are as follows:

General Obligation Bonds Payable	Balance at 12/31/2016	Due Within One Year
General Obligation Refunding Bond, Series 2010 Original issue amount of \$4,985,000, interest rate varies between 2.00-4.00%, With final maturity date of August 15, 2024	\$ 3,480,000	\$ 385,000
General Obligation Refunding Bond, Series 2012 Original issue amount of \$5,480,000, interest rate varies between 2.00-3.00%, With final maturity date of August 15, 2023	3,725,000	560,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE	\$ 7,205,000	\$ 945,000

Year Ending December 31,	Principal	Interest	Annual Requirements
2017	\$ 945,000	\$ 243,150	\$ 1,188,150
2018	970,000	214,800	1,184,800
2019	1,000,000	185,700	1,185,700
2020	1,035,000	151,650	1,186,650
2021	1,070,000	116,350	1,186,350
2022-2024	2,185,000	141,600	2,326,600
TOTAL	\$ 7,205,000	\$ 1,053,250	\$ 8,258,250

The annual requirements for principal and interest on MMC's outstanding capital leases are as follows:

Capital Lease Obligations	Balance at 12/31/16	Due Within One Year
<u>Wells Fargo Equipment Finance:</u> Capital lease obligations, at varying rates of 2.98% - 9.80%, collateralized by leased equipment with a cost of \$2,578,397 and accumulated depreciation of \$2,114,324.	\$ 477,254	\$ 201,510

Year Ended December 31,	General Long-Term Obligations
2017	\$ 222,775
2018	161,633
2019	87,366
2020	40,636
Total Minimum Lease Payments	512,410
Less Amount Representing Interest	(35,156)
Present Value of Lease Payments	\$ 477,254

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE I - LINE OF CREDIT

MMC has a noninterest-bearing line of credit payable on demand with the County in the amount of \$2,000,000 for the purpose of business improvements until state funding is received. As of December 31, 2016, \$1,475,000 has been drawn on this line of credit which is categorized as a short-term liability under the component unit and a loan to component unit for the primary government in the statement of net position.

NOTE J - EMPLOYEES' RETIREMENT SYSTEM

Texas County and District Retirement System

Plan Description

The County and MMC participate as two of 700 plans in the nontraditional, defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). TCDRS is an agency created by the state of Texas and administered in accordance with the TCDRS Act as an agent multiple-employer retirement system for County and District employees in the State of Texas. The Board of Trustees of TCDRS is responsible for the administration and management of the system. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at PO Box 2034, Austin, Texas 78768-2034.

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

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the County within the actuarial constraints imposed by the TCDRS Act so the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute.

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

CALHOUN COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2016

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Contributions

The County and MMC have elected the annually determined contribution rate plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the District is actuarially determined annually. The County contributed using the actuarially determined rate of 12.04% for the months of the accounting year 2015, and 10.48% for the months of the accounting year in 2016. MMC contributed using the actuarially determined rate of 8.02% for the months of the account year 2015 and 7.62% for the months of the accounting year 2016.

The contribution rate payable by the employee members for 2015 and 2016 is the rate of 7% as adopted by the governing body of the County. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Benefits Provided

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

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

At the December 31, 2015 valuation and measurement date, the following employees were covered by the benefit terms:

	County	MMC
Inactive Employees Receiving Benefits	107	91
Inactive Employees	128	315
Active Employees	220	250
	455	656

At the December 31, 2014 valuation and measurement date, the following employees were covered by the benefit terms:

	County	MMC
Inactive Employees Receiving Benefits	106	85
Inactive Employees	5	297
Active Employees	208	230
	319	612

Net Pension Liability

The County and MMC's Net Pension Liability (NPL) was measured as of December 31, 2015, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Actuarial Assumptions

The Total Pension Liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions:

Inflation	3.00%
Overall Payroll Growth	3.50% to 8.93%
Investment Rate of Return	8.10%

Assumptions are reviewed annually. No additional changes were made for the 2014 valuation. Updated mortality assumptions were adopted in 2015. All other actuarial assumptions that determined the total pension liability as of December 31, 2015 were based on the results of an actuarial experience study for the period January 1, 2009 – December 31, 2012, except where required to be different by GASB 68.

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

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2016 information for a 7-10 year time horizon.

Not that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2013. See Milliman's TCDRS Investigation of Experience report for the period January 1, 2009 – December 31, 2012 for more details.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Actuarial Assumptions (Continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Real Rate of Return (Geometric)</u>
US Equities	14.50%	5.45%
Private Equity	14.00%	8.45%
Global Equities	1.50%	5.75%
International Equities - Developed	10.00%	5.45%
International Equities - Emerging	8.00%	6.45%
Investment-Grade Bonds	3.00%	1.00%
High-Yield Bonds	3.00%	5.10%
Opportunistic Credit	2.00%	5.09%
Direct Lending	5.00%	6.40%
Distressed Debt	3.00%	8.10%
REIT Equities	3.00%	4.00%
Master Limited Partnerships (MLPs)	3.00%	6.80%
Private Real Estate Partnerships	5.00%	6.90%
Hedge Funds	25.00%	5.25%
	<u>100.00%</u>	

Discount Rate

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

Discount Rate Sensitivity Analysis

The following presents the net pension liability of the County and MMC, calculated using the discount rate of 8.10%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (7.10%) or 1-percentage point higher (9.10%) than the current rate:

Calhoun County, Texas

	Discount Rate 7.10%	Discount Rate 8.10%	Discount Rate 9.10%
Net Pension Liability	\$ 8,856,693	\$ 3,511,122	\$ (943,879)

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Discount Rate Sensitivity Analysis (Continued)

Memorial Medical Center

	Discount Rate 7.10%	Discount Rate 8.10%	Discount Rate 9.10%
Net Pension Liability	\$ 7,848,010	\$ 2,803,027	\$ (1,331,588)

Changes in Net Pension Liability

The below schedule presents the changes in the Net Pension Liability as of December 31, 2015:

Calhoun County

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2014	\$ 39,043,357	\$ 38,325,939	\$ 717,418
Changes for the year:			
Service Cost	1,290,719	-	1,290,719
Interest on total pension liability	3,165,609	-	3,165,609
Change of Benefit Terms	(156,017)	-	(156,017)
Economic/Demographic gains or losses	(449,230)	-	(449,230)
Changes of Assumptions	476,786	-	476,786
Refund of Contributions	(167,062)	(167,062)	-
Benefit Payments	(1,366,427)	(1,366,427)	-
Administrative Expense	-	(27,584)	27,584
Member Contributions	-	658,802	(658,802)
Net Investment Income	-	(211,871)	211,871
Employer Contributions	-	1,039,019	(1,039,019)
Other	-	75,797	(75,797)
Net Changes	2,794,378	674	2,793,704
Balance at December 31, 2015	\$ 41,837,735	\$ 38,326,613	\$ 3,511,122

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Changes in Net Pension Liability (Continued)

Memorial Medical Center

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2014	\$ 33,181,974	\$ 33,046,630	\$ 135,344
Changes for the year:			
Service Cost	1,172,884	-	1,172,884
Interest on total pension liability	2,690,911	-	2,690,911
Change of Benefit Terms	(276,726)	-	(276,726)
Economic/Demographic gains or losses	(205,707)	-	(205,707)
Changes of Assumptions	512,424	-	512,424
Refund of Contributions	(197,895)	(197,895)	-
Benefit Payments	(1,130,829)	(1,130,829)	-
Administrative Expense	-	(23,738)	23,738
Member Contributions	-	683,488	(683,488)
Net Investment Income	-	(138,800)	138,800
Employer Contributions	-	783,080	(783,080)
Other Changes	-	(77,927)	77,927
Net Changes	<u>2,565,062</u>	<u>(102,621)</u>	<u>2,667,683</u>
Balance at December 31, 2015	<u>\$ 35,747,036</u>	<u>\$ 32,944,009</u>	<u>\$ 2,803,027</u>

Pension Plan Fiduciary Net Position

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

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

For the year ended December 31, 2016, the County and MMC recognized pension expense of \$1,238,025 and \$1,056,573, respectively. For the year December 31, 2015, the County and MMC recognized pension expense of 755,413 and \$486,486, respectively. Also as of December 31, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Calhoun County

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 2,978,645	\$ -
Changes in Actuarial Assumptions	381,429	
Differences Between Projected and Actual Investment Earnings	30,745	359,384
Contributions Subsequent to the Measurement Date	1,017,381	-
	<u>\$ 4,408,200</u>	<u>\$ 359,384</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

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

Memorial Medical Center

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 47,033	\$ 154,280
Changes in Actuarial Assumptions	384,317	-
Differences Between Projected and Actual Investment Earnings	2,527,398	-
Contributions Subsequent to the Measurement Date	783,931	-
	\$ 3,742,679	\$ 154,280

Deferred outflows of resources in the amount of \$1,017,381 and \$783,931 for the County and MMC, respectively, are related to pensions resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Plan Year ended December 31,	County	MMC
2016	\$ 785,155	\$ 753,278
2017	785,155	753,278
2018	785,155	729,762
2019	675,970	568,150
	\$ 3,031,435	\$ 2,804,468

NOTE K - COMMITMENTS AND CONTINGENCIES

Litigation

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

Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County carries commercial insurance for all such risks. During the year ended December 31, 2016, settled claims resulting from these risks did not exceed commercial insurance coverage.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE L - FUND BALANCES

Fund balances by classification as of December 31, 2016 pursuant to GASB No. 54 are as follows:

	<u>General</u>	<u>Nonmajor Funds</u>	<u>Total Primary Government</u>
Fund Balances:			
Nonspendable:			
Inventory	\$ 498,831	\$ -	\$ 498,831
Prepaid Items	169,642	935	170,577
Loan to MMC	1,475,000	-	1,475,000
Restricted for:			
Airport Operations	-	18,578	18,578
Capital Projects	-	396,839	396,839
Culture and Recreation	-	90,764	90,764
Debt Service	-	96,066	96,066
Justice Administration	-	459,729	459,729
Legal Administration	-	236,390	236,390
Preservation	-	463,787	463,787
Public Facilities	-	54,124	54,124
Public Safety	-	150,118	150,118
Road & Bridge Maintenance	-	1,669,759	1,669,759
Other Purposes	-	82,418	82,418
Committed for:			
Election Services	-	73,240	73,240
Public Safety	-	1,937	1,937
Culture & Recreation	-	54,733	54,733
Assigned to:			
Capital Projects	-	575,574	575,574
Future Loan to MMC	525,000	-	525,000
Unassigned:	22,487,589	-	22,487,589
Total Fund Balances	<u>\$ 25,156,062</u>	<u>\$ 4,424,991</u>	<u>\$ 29,581,053</u>

NOTE M - TAX ABATEMENT DISCLOSURES

Calhoun County negotiates property tax abatement agreements on an individual basis. The agreements freeze property tax revenues received from the paying entity at current levels and deprives the County of a percentage of future increases in ad valorem property tax revenues that otherwise would have resulted from increases in assessed valuation in such areas until the tax increment financing obligations issued are repaid or the tax abatement period terminates. As of December 31, 2016, the County has tax abatement agreements with four entities. The gross amount of property tax abated during 2016 was \$548,523.

NGL Crude Terminals, LLC – A tax abatement agreement was entered into on August 27, 2015 with Pelorus Investments, LLC for the construction and operation of its bulk liquid marine and trucking terminal valued at an estimated cost of \$30,000,000. The agreement began on January 1, 2015 and is effective through December 31, 2021. On October 25, 2016, Pelorus Investments, LLC assigned all of its rights and obligations under the Tax Abatement Agreement to NGL Crude Terminals, LLC.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE M - TAX ABATEMENT DISCLOSURES (Continued)

Formosa Plastics Corporation - A tax abatement agreement was entered into on January 26, 2012 with Formosa Plastics Corporation (Formosa) for its Hydrocarbon Fractionation Project valued at an estimated \$150,000,000. The effective date of the agreement began on January 1, 2012 and will expire on December 31, 2019. As part of the agreement, Formosa was obligated to donate to the County a covered sports arena prior to June 30, 2014. The amount of property tax abated during 2016 per the agreement was \$410,436.

A tax abatement agreement was entered into on August 14, 2014 with Formosa for the construction of its (1) Olefins III Unit, (2) Propane Dehydrogenation Unit, (3) Polyethylene Resin Unit and (4) Power Generation Unit, valued at an estimated \$2,000,000,000. The effective date of the agreement began on January 1, 2016 and will expire on December 31, 2025. Per the terms of the agreement, Formosa made a \$2,000,000 contribution to the construction of the Memorial Medical Center Rural Health Clinic prior to December 31, 2014. The total amount of property tax abated during 2016 per the agreement was \$138,087.

Novus International, Inc. - A tax abatement agreement was entered into on July 28, 2016 with Novus International, Inc. for its planned production of animal nutrition products valued at an estimated cost of \$360,000,000. The effective date of the agreement shall commence on January 1, 2019 and expire on December 31, 2028.

Union Carbide Corporation - A tax abatement agreement was entered into on July 28, 2016 with Union Carbide Corporation for the construction of its (1) Catalyst Plant Facility, (2) Administration Building, (3) Cylinder Storage Area, (4) LP2 Lab Area and (5) Warehouse Expansion and Loading Facility valued at an estimated cost of \$130,000,000. The effective date of the agreement shall commence on January 1, 2018 and will expire on December 31, 2023.

These agreements were negotiated under the Property Tax Abatement Act of the State of Texas, which allows cities, counties and special districts to attract new industries and to encourage the retention and development of existing businesses through property tax exemptions or reductions. Each abatement is a local agreement between a taxpayer and a taxing unit that exempts all or part of the increase in the value of the real property and/or tangible personal property from taxation for a period not to exceed 10 years. The state law provides for the recapture of abated taxes in the event an abatement recipient does not fulfill the commitment it makes in return for the tax abatement.

The County has not made any commitments as part of the agreements other than to reduce property taxes. The County is not subject to any tax abatement agreements entered into by other governmental entities.

NOTE N – DISCLOSURES SPECIFIC TO MEDICAL MEMORIAL CENTER

Related Party

MMC collaborates with the Service Organization of South East Texas (the Service Organization), a nonprofit corporation, to access Medicaid supplemental payments through the State of Texas' private UPL program. MMC has one representative who serves on the Board of Directors of the Service Organization. The Service Organization funded certain health care services on behalf of MMC in the amount of approximately \$4,661,000 during the year ended December 31, 2016. These on-behalf payments are reflected as nonoperating revenues in the accompanying Enterprise Fund – Statements of Revenues, Expenses and Changes in Net Position.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE N – DISCLOSURES SPECIFIC TO MEDICAL MEMORIAL CENTER (Continued)

Nursing Home Revenue

In February 2015, MMC entered into a series of lease and management agreements with a nursing facility operator that resulted in MMC becoming the legal license holder and operator of five nursing homes. The lease agreements call for annual payments approximating \$5,280,000, the payment of which will be solely made from the operations of the nursing homes. Under the terms of the management agreements, the third-party manager provide all services necessary to operate the facilities including personnel and oversight of the actual operations. These manager also provide all accounting functions for the facilities, including the billing and collection services. All patient revenue from the facilities is paid to MMC and recorded as such by MMC. MMC transfers cash from these patient revenues to the managers so the managers can pay all facility related costs on behalf of MMC. In addition, MMC utilizes the nursing home cash receipts to pay a management fee to the manager pursuant to the agreements.

MMC participated in the Texas Minimum Payment amounts to Qualified Nursing Facilities (MPAP in 2016 and 2015, which allowed these facilities to receive Medicare Part A reimbursement rates for their Medicaid residents. In order to receive this additional funding, MMC is required to make quarterly Intergovernmental transfer (IGT) payments to the State of Texas that are equal to approximately 42 percent of the additional expected reimbursement. As of December 31, 2016, revenues recognized under this program were approximately \$6,984,000 and expenses were \$3,020,000 and are included in nursing home resident revenue and nursing home expenses respectively.

In August 2016, the Texas Centers for Medicare and Medicaid Services (CMS) prohibited the Texas Health and Human Services Commission (HHSC) from continuing MPAP beyond the Texas fiscal year ended August 31, 2016. Although amounts accrued but unpaid under the program for dates of service on or before August 31, 2016, continued to be paid in full to providers, no additional revenue was earned under MPAP for subsequent dates of service. However, HHSC is in the process of developing a new program to replace MPAP, which will allow participating providers to receive additional reimbursement if they either reach a national benchmark level or they make quarterly improvement in up to four predetermined quality measures. HHSC received CMS's approval for this quality program (Quality Improvement Payment Program) and the program will begin on September 1, 2017. While it is unknown the actual reimbursement to received, funding under the new Quality Improvement Payment Program is expected to be significantly less than the funding received under the MPAP.

Medical Malpractice Claims

Memorial Medical Center (MMC) is a unit of government covered by the Texas Tort Claims Acts which, by statute, limits its liability to \$100,000 per individual/\$300,000 in the aggregate. These limits coincide with the malpractice insurance coverage which is purchased under a claims-made policy on a fixed premium basis. Accounting principles generally accepted in the United States of America require a health care provider to accrue the expense of its share of malpractice claims costs, if any, for any reported and unreported incidents of potential improper professional service occurring during the year by estimating the probably ultimate costs of the incidents. Based upon MMC's claims experience, no such accrual has been made. It is reasonable possible that this estimate could change materially in the near term.

MMC may be subject to claims and suits for other damages as well. In the opinion of management, the ultimate resolution of the above types of legal proceedings will not have a material effect on MMC's financial position or results of operations.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016

NOTE N – DISCLOSURES SPECIFIC TO MEDICAL MEMORIAL CENTER (Continued)

Employee Health Claims

Substantially all of MMC’s employees and their dependents are eligible to participate in MMC’s employee health insurance plan. MMC is self-insured for health claims of participating employees and dependents up to an annual aggregate amount of \$60,000. Commercial stop-loss insurance coverage is purchased for claims in excess of the aggregate annual amount. A provision is accrued for self-insured employee health claims, including both claims reported and claims incurred but not yet reported. The accrual is estimated based on consideration of prior claims experience, recently settled claims, frequency of claims, and other economic and social factors. It is reasonably possible that MMC’s estimate could change by a material amount in the near term. Activity in MMC’s accrued employee health claims liability during 2016 and 2015, which is included in accrued expenses in the accompanying statement of net position, is summarized as follows:

	2016	2015
Liability at Beginning of Year	\$ 280,000	\$ 208,054
Current Year Claims and Changes in Estimates	1,453,305	1,620,284
Claims Payments	(1,575,305)	(1,548,338)
Liability at End of Year	\$ 158,000	\$ 280,000

REQUIRED SUPPLEMENTARY INFORMATION

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

- Budgetary Comparison Schedules – General Fund
- Net Pension Liability and Related Ratios
- Schedule of Contributions and Related Notes

CALHOUN COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Ad Valorem Taxes	\$ 15,447,000	\$ 15,487,700	\$ 15,717,798	\$ 230,098
Sales Taxes	1,800,000	1,800,000	3,106,683	1,306,683
Other Taxes	27,000	27,000	51,255	24,255
Intergovernmental	170,320	173,320	213,065	39,745
Charges for Service	1,311,650	1,311,650	1,855,369	543,719
Permits & Licences	9,510	9,510	12,783	3,273
Fines & Forfeitures	194,100	194,100	213,233	19,133
Interest	40,000	40,000	54,388	14,388
Rents & Leases	9,100	9,100	17,756	8,656
Miscellaneous	214,195	215,403	349,538	134,135
TOTAL REVENUES	19,222,875	19,267,783	21,591,868	2,324,085
EXPENDITURES				
<i>Current:</i>				
General Administration	2,139,662	2,045,059	1,618,816	426,243
Elections	225,780	236,060	186,271	49,789
Judicial	1,732,027	1,786,456	1,605,272	181,184
Legal	823,172	859,386	829,228	30,158
Financial Administration	1,255,276	1,304,371	1,280,909	23,462
Public Facilities	1,110,783	1,183,584	1,106,622	76,962
Public Safety	6,090,135	6,116,845	5,503,731	613,114
Roads & Bridges	4,587,329	5,463,907	5,376,038	87,869
Health & Welfare	3,385,590	3,403,480	3,114,805	288,675
Community Development	196,759	195,481	175,425	20,056
Culture & Recreation	634,476	652,011	629,345	22,666
Social Services	54,599	54,599	52,349	2,250
Conservation	7,750	7,750	7,750	-
Sanitation Services	184,207	206,502	192,423	14,079
<i>Debt Service:</i>				
Principal	1	1	-	1
Interest and Fiscal Charges	1	1	-	1
TOTAL EXPENDITURES	22,427,547	23,515,493	21,678,984	1,836,509
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,204,672)	(4,247,710)	(87,116)	4,160,594

CALHOUN COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		Actual Amounts	Variance With Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
OTHER FINANCING SOURCES (USES)				
Transfers In	2,600,001	2,733,604	2,733,603	(1)
Transfers Out	(360,804)	(481,964)	(481,960)	4
Insurance Proceeds	100	731,455	829,867	98,412
Proceeds From Sale of Capital Assets	1,000	1,000	4,256	3,256
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,240,297</u>	<u>2,984,095</u>	<u>3,085,766</u>	<u>101,671</u>
Net Change in Fund Balance	(964,375)	(1,263,615)	2,998,650	4,262,265
Fund Balance, January 1	22,157,412	22,157,412	22,157,412	-
Fund Balance, December 31	<u><u>\$ 21,193,037</u></u>	<u><u>\$ 20,893,797</u></u>	<u><u>\$ 25,156,062</u></u>	<u><u>\$ 4,262,265</u></u>

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

Calhoun County

Total Pension Liability		
	2014	2015
Service Cost	\$ 1,143,758	\$ 1,290,719
Interest (on the Total Pension Liability)	2,931,096	3,165,609
Changes of Benefit Terms	-	(156,017)
Difference between Expected and Actual Experience	51,241	(449,230)
Change of Assumptions	-	476,786
Benefit Payments, Including Refunds of Employee Contributions	(1,389,667)	(1,533,490)
Net Change in Total Pension Liability	2,736,428	2,794,377
Total Pension Liability - Beginning	36,306,930	39,043,358
Total Pension Liability - Ending	<u>\$ 39,043,358</u>	<u>\$ 41,837,735</u>
Plan Fiduciary Net Position		
	2014	2015
Contributions - Employer	\$ 1,040,410	\$ 1,039,019
Contributions - Employee	627,920	658,802
Net Investment Income	2,434,843	(211,871)
Benefit Payments, Including Refunds of Employee Contributions	(1,389,667)	(1,533,490)
Administrative Expense	(28,531)	(27,584)
Other	(100,287)	75,798
Net Change in Plan Fiduciary Net Position	2,584,688	674
Plan Fiduciary Net Position - Beginning	35,741,251	38,325,939
Plan Fiduciary Net Position - Ending	<u>\$ 38,325,939</u>	<u>\$ 38,326,613</u>
Net Pension Liability - Ending	\$ 717,419	\$ 3,511,122
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	98.16%	91.61%
Covered Employee Payroll	\$ 8,970,286	\$ 9,411,452
Net Pension Liability as a Percentage of Covered Employee Payroll	8.00%	37.31%

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

CALHOUN COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)
LAST TWO PLAN YEARS

Memorial Medical Center

Total Pension Liability		
	2014	2015
Service Cost	\$ 1,060,724	\$ 1,172,884
Interest (on the Total Pension Liability)	2,483,007	2,690,911
Changes of Benefit Terms	-	(276,726)
Difference between Expected and Actual Experience	94,066	(205,707)
Change of Assumptions	-	512,424
Benefit Payments, Including Refunds of Employee Contributions	(1,157,854)	(1,328,724)
Net Change in Total Pension Liability	2,479,943	2,565,062
Total Pension Liability - Beginning	30,702,031	33,181,974
Total Pension Liability - Ending	<u>\$ 33,181,974</u>	<u>\$ 35,747,036</u>
Plan Fiduciary Net Position		
	2014	2015
Contributions - Employer	\$ 708,827	\$ 783,080
Contributions - Employee	620,401	683,488
Net Investment Income	2,098,712	(138,800)
Benefit Payments, Including Refunds of Employee Contributions	(1,157,854)	(1,328,724)
Administrative Expense	(24,573)	(23,738)
Other	46,496	(77,927)
Net Change in Plan Fiduciary Net Position	2,292,009	(102,621)
Plan Fiduciary Net Position - Beginning	30,754,621	33,046,630
Plan Fiduciary Net Position - Ending	<u>\$ 33,046,630</u>	<u>\$ 32,944,009</u>
Net Pension Liability - Ending	\$ 135,344	\$ 2,803,027
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	99.59%	92.16%
Covered Employee Payroll	\$ 8,623,215	\$ 9,764,116
Net Pension Liability as a Percentage of Covered Employee Payroll	1.57%	28.71%

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

CALHOUN COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
 SCHEDULE OF CONTRIBUTIONS AND RELATED NOTES
 LAST TWO CALENDAR YEARS

Calhoun County

	2015	2016
Actuarially Determined Contribution	\$ 1,040,410	\$ 1,039,019
Contributions in Relation to the Actuarially Determined Contribution	1,040,410	1,039,019
Contribution Deficiency (Excess)	\$ -	\$ -
 Covered Employee Payroll	 \$ 8,970,286	 \$ 9,411,452
 Contributions as a Percentage of Covered Employee Payroll	 11.6%	 11.0%

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

Valuation Timing:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	13.6 (based on contribution rate calculated in 12/31/2015 valuation)
Asset Valuation Method	5 Year Smoothed Market
Inflation	3.00%
Salary Increases	Varies by age and service. 4.9% over career including inflation.
Investment Rate of Return	8.00%, net of investments expenses, including inflation.
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	In the 2015 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection scale (110% of the MP-2014 Ultimate Scale) for 2014 and later. Previously Scale AA had been used. The base table is the RP-2000 tables projected with Scale AA to 2014.
Changes in Plan Provisions Reflected in the Schedule	No changes in plan provisions are reflected in the Schedule of Employer Contributions.

CALHOUN COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
 SCHEDULE OF CONTRIBUTIONS AND RELATED NOTES (CONTINUED)
 LAST TWO CALENDAR YEARS

Memorial Medical Center

	2015	2016
Actuarially Determined Contribution	\$ 708,827	\$ 783,080
Contributions in Relation to the Actuarially Determined Contribution	708,827	783,080
Contribution Deficiency (Excess)	\$ -	\$ -
 Covered Employee Payroll	 \$ 8,623,215	 \$ 9,764,090
 Contributions as a Percentage of Covered Employee Payroll	 8.2%	 8.0%

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

Valuation Timing:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	15.6 (based on contribution rate calculated in 12/31/2015 valuation)
Asset Valuation Method	5 Year Smoothed Market
Inflation	3.00%
Salary Increases	Varies by age and service. 4.9% over career including inflation.
Investment Rate of Return	8.00%, net of investments expenses, including inflation.
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	In the 2015 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection scale (110% of the MP-2014 Ultimate Scale) for 2014 and later. Previously Scale AA had been used. The base table is the RP-2000 tables projected with Scale AA to 2014.
Changes in Plan Provisions Reflected in the Schedule	No changes in plan provisions are reflected in the Schedule of Employer Contributions.



SUPPLEMENTARY INFORMATION

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

Such statements and schedule include:

- Combining Statement – Nonmajor Governmental Funds
- Combining Statement – Agency Funds

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

SPECIAL REVENUE FUNDS

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

Airport Fund – To account for fees and expenditures related to operating and maintaining the public-use Calhoun County Airport.

Appellate Judicial System Fund – To account for court fees collected in the county court, probate court, or district court in the county to be used for expenditures by the courts of appeals for the court of appeals district courts.

Coastal Protection Fund – To account for fees and expenditures related to coastal preservation within the County.

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

County Child Abuse Prevention Fund – Fees and expenses related to child abuse prevention.

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

Court Initiated Guardianship Fund – To account for fee revenues and expenditures related to the appointment of guardians for minors in Probate cases.

Court Records Preservation Fund – To account for the fee collected on the filing of all vital statistic records, including birth, death, marriage, divorce and annulment records and for the preservation of those records.

County Clerk Records Archive Fund – To account for the collection of fees and expenses for the preservation and restoration of the clerk’s records archive.

District Attorney Forfeiture Fund – To account for federal and state forfeitures restricted to expenditures for the District Attorney’s office.

DA Hot Check Fund – To account for fees collected for administration of the collection of “hot checks.”

Donations Fund – To account for third party donations accepted by the Commissioners Court and related expenditures for designated purposes and programs.

Drug/DWI Court Program Fund – To account for fee revenue and expenditures related to operations of mandated programs for monitoring and rehabilitation violators of State drug and alcohol abuse laws.

Juvenile Case Manager Fund – To account for fee revenue and expenditures related to juvenile social workers in the Justices of the Peace offices.

CALHOUN COUNTY, TEXAS
COMBINING FINANCIAL STATEMENTS (CONTINUED)
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

Family Protection Fund – To account for fee revenue imposed by the State on petitions for divorce to fund services to prevent family violence or child abuse.

Juvenile Delinquency Prevention Fund – To account for fee revenue and expenditures related to graffiti eradication.

Grants Fund – To account for expenditures of funds received as grants-in-aid from various non-governmental sources and from Federal and State agencies for specific programs.

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

Lateral Road Fund Precinct #1 Fund – To account for the allocation of gas tax from the state for Precinct #1.

Lateral Road Fund Precinct #2 Fund – To account for the allocation of gas tax from the state for Precinct #2.

Lateral Road Fund Precinct #3 Fund – To account for the allocation of gas tax from the state for Precinct #3.

Lateral Road Fund Precinct #4 Fund – To account for the allocation of gas tax from the state for Precinct #4.

Pretrial Services Fund – To account for the fees collected and expenditures related to preparing cases for trial in court.

Law Library Fund – To account for fees collected on civil cases filed in the county courts. These funds must be used to enhance the law library.

LEOSE Education Fund – To account for State revenues provided for education of law enforcement officer and related expenditures.

Port O'Connor Community Center Fund – To account for revenues and expenditures used for operating and maintaining County owned community center.

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

County Clerk Records Management Fund – To account for fee revenue and expenditures related to recording documents in the County Clerk's Office. These funds must be spent on records management and preservation in line with Local Government Code Section 118.0216 and 118.0546.

CALHOUN COUNTY, TEXAS
COMBINING FINANCIAL STATEMENTS (CONTINUED)
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

Records Management & Preservation Fund – To account for monies resulting from fees assessed for County and District Court records, including civil, probate and criminal court actions. Monies are to be used for the records management and preservation services performed by the County.

Road and Bridge General Fund – To account for revenues and expenditures used for operating and maintaining County owned roads and bridges.

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

6 Mile Pier/Boat Ramp Insur/Maint (Alcoa) Fund – To account for revenues and expenditures used for operating and maintaining County owned pier.

Election Services Contract Fund - A special revenue fund to account for direct costs associated with Contracted Elections, fees and surpluses from the elections and can be used only to defray expenses in the County Election Office.

Law Enforcement Block Grant Trust Fund - To account for federal and state forfeitures restricted to expenditures for law enforcement. Also accounts for revenues and expenditures of the Law Enforcement Block Grant.

Library Gift Memorial Fund – To account for library donations received for future memorial projects.

Juror Donations – County Humane Society Fund – To account for donations and expenditures for the County Humane Society.

DEBT SERVICE FUNDS

Debt Service Refunding 2010 Fund – To account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on the Refunding Bond, Series 2010.

Debt Service Refunding 2012 Fund – To account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on the Refunding Bond, Series 2012.

CAPITAL PROJECTS FUNDS

Precinct #1 Ocean Drive Improvements/TCDBG DRS010020 – To account for federal monies received for improvements to Ocean Drive.

Road and Bridge Infrastructure – To account for monies received for the maintenance and improvements of county owned roads and bridges.

County Energy TRZ #1 – To account for monies received from the County's Energy Transportation Reinvestment Zone Program. The monies are set aside for future transportation projects.

Airport Runway Improvements – To account for construction and improvements to the County owned Airport.

CALHOUN COUNTY, TEXAS
COMBINING FINANCIAL STATEMENTS (CONTINUED)
NON-MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS (CONTINUED)

Capital Projects County Road 101 – To account for monies received for the improvement of county owned roads.

EMS Substation – To account for monies received for the maintenance and improvement of the Emergency Medical Services Substation.

Emergency Communications System – To account for monies received for the maintenance and improvement of the emergency communication system.

Green Lake Park – To account for monies received for the improvement of Green Lake Park and the related expenditures.

Haterius Park/Boat Ramp – To account for monies received for the improvement of Olivia Haterius Park/Harbor and the related expenditures.

Port Alto Public Beach – To account for monies received for the expansion and improvement of the Port Alto Public Beach.

Capital Improvements Projects – To account for monies set aside for future capital improvement projects.

Port O'Connor Library – To account for monies received for the improvement of the Port O'Connor Public Library.

MMC Nursing Home UPL Program Loan – To account for the loan made to Memorial Medical Center for their Upper-Payment Limit Program.

CALHOUN COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
ASSETS				
Cash and Cash Equivalents	\$ 3,605,969	\$ -	\$ 3,471,956	\$ 7,077,925
Receivables (Net of Allowances for Uncollectibles:)				
Accounts	277,110	-	-	277,110
Taxes	-	350,192	-	350,192
Intergovernmental Receivable	64,314	65,061	5,676	135,051
Due from Other Funds	-	-	10,000	10,000
Prepaid Items and Other Current Assets	935	-	-	935
Restricted Assets:				
Cash and Cash Equivalents	-	833,054	-	833,054
TOTAL ASSETS	<u><u>\$ 3,948,328</u></u>	<u><u>\$ 1,248,307</u></u>	<u><u>\$ 3,487,632</u></u>	<u><u>\$ 8,684,267</u></u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 40,659	\$ -	\$ 44,785	\$ 85,444
Accrued and Other Liabilities	12,132	-	-	12,132
Due to Other Funds	208,467	-	2,470,434	2,678,901
Due to Others	62,890	-	-	62,890
<i>Total Liabilities</i>	<u>324,148</u>	<u>-</u>	<u>2,515,219</u>	<u>2,839,367</u>
 <i>Deferred Inflows of Resources</i>	<u>267,669</u>	<u>1,152,240</u>	<u>-</u>	<u>1,419,909</u>
 <i>Fund Balances:</i>				
Nonspendable	935	-	-	935
Restricted	3,225,666	96,067	396,839	3,718,572
Committed	129,910	-	-	129,910
Assigned	-	-	575,574	575,574
Unassigned	-	-	-	-
<i>Total Fund Balances</i>	<u>3,356,511</u>	<u>96,067</u>	<u>972,413</u>	<u>4,424,991</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 3,948,328</u></u>	<u><u>\$ 1,248,307</u></u>	<u><u>\$ 3,487,632</u></u>	<u><u>\$ 8,684,267</u></u>

CALHOUN COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
DECEMBER 31, 2016

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Ad Valorem Taxes	\$ -	\$ 1,171,802	\$ -	\$ 1,171,802
Intergovernmental	308,471	1,375	179,412	489,258
Charges for Services	490,324	-	-	490,324
Permits & Licenses	263,797	-	-	263,797
Fines & Forfeitures	56,288	-	-	56,288
Interest	5,785	-	-	5,785
Gifts & Contributions	120,235	-	(1,167)	119,068
Rents & Leases	20,425	-	-	20,425
Miscellaneous	17,512	-	-	17,512
TOTAL REVENUES	<u>1,282,837</u>	<u>1,173,177</u>	<u>178,245</u>	<u>2,634,259</u>
EXPENDITURES:				
Current:				
General Administration	91,950	-	-	91,950
Elections	64,329	-	-	64,329
Judicial	13,612	-	4,555	18,167
Legal	25,577	-	-	25,577
Public Facilities	62,122	-	-	62,122
Public Safety	267,408	-	6,881	274,289
Roads & Bridges	17,304	-	299,249	316,553
Health & Welfare	-	-	48,031	48,031
Culture & Recreation	125,064	-	7,692	132,756
Conservation	-	-	15,000	15,000
Nondepartmental	-	-	23,957	23,957
Debt Service:				
Principal	-	920,000	-	920,000
Interest & Fiscal Charges	-	265,884	-	265,884
TOTAL EXPENDITURES	<u>667,366</u>	<u>1,185,884</u>	<u>405,365</u>	<u>2,258,615</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	615,471	(12,707)	(227,120)	375,644
OTHER FINANCING				
SOURCES (USES)				
Transfers In	35,800	-	477,008	512,808
Transfers Out	(600,000)	-	(2,164,451)	(2,764,451)
TOTAL OTHER FINANCING	<u>-</u>	<u>-</u>	<u>(1,687,443)</u>	<u>(1,687,443)</u>
SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(1,687,443)</u>	<u>(1,687,443)</u>
Net Change in Fund Balance	51,271	(12,707)	(1,914,563)	(1,875,999)
Fund Balance, January 1	3,305,240	108,774	2,886,976	6,300,990
Fund Balance, December 31	<u>\$ 3,356,511</u>	<u>\$ 96,067</u>	<u>\$ 972,413</u>	<u>\$ 4,424,991</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016

	2610	2620	2660	2663
	Airport	Appellate Judicial System	Coastal Protection	County & District Court Technology
ASSETS				
Cash and Cash Equivalents	\$ 21,218	\$ 1,941	\$ 42,279	\$ 3,852
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	-	-	1,116
Due From Others	-	156	-	62
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 21,218	\$ 2,097	\$ 42,279	\$ 5,030
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 2,640	\$ 1,940	\$ 11	\$ 1
Accrued and Other Liabilities	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>2,640</u>	<u>1,940</u>	<u>11</u>	<u>1</u>
<i>Deferred Inflows of Resources</i>	-	-	-	1,116
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	18,578	157	42,268	3,913
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>18,578</u>	<u>157</u>	<u>42,268</u>	<u>3,913</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND AND FUND BALANCE	\$ 21,218	\$ 2,097	\$ 42,279	\$ 5,030

2667	2668	2670	2672	2673
County Child Abuse Prevention	County Child Welfare Board	Court House Security Fund	Court Initiated Guardianship	Court Records Preservation
\$ 508	\$ 3,189	\$ 256,384	\$ 5,564	\$ 15,890
-	-	15,220	-	-
4	-	879	40	386
-	-	-	-	-
<u>\$ 512</u>	<u>\$ 3,189</u>	<u>\$ 272,483</u>	<u>\$ 5,604</u>	<u>\$ 16,276</u>
\$ -	\$ 1	\$ 64	\$ 1	\$ 4
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>1</u>	<u>64</u>	<u>1</u>	<u>4</u>
-	-	15,220	-	-
-	-	-	-	-
512	3,188	257,199	5,603	16,272
-	-	-	-	-
<u>512</u>	<u>3,188</u>	<u>257,199</u>	<u>5,603</u>	<u>16,272</u>
<u>\$ 512</u>	<u>\$ 3,189</u>	<u>\$ 272,483</u>	<u>\$ 5,604</u>	<u>\$ 16,276</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2016

	2675	2690	2695	2697
	County Clerk Records Archive	District Attorney Forfeiture	DA Hot Check	Donations
ASSETS				
Cash and Cash Equivalents	\$ 145,620	\$ 31,354	\$ 2,857	\$ 73,176
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	-	-	-
Due From Others	2,870	3,499	240	-
Prepaid Items and Other Current Assets	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u><u>\$ 148,490</u></u>	<u><u>\$ 34,853</u></u>	<u><u>\$ 3,097</u></u>	<u><u>\$ 73,176</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 33	\$ -	\$ 79	\$ 3,664
Accrued and Other Liabilities	-	-	-	245
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>33</u>	<u>-</u>	<u>79</u>	<u>3,909</u>
<i>Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	148,457	34,853	3,018	69,267
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>148,457</u>	<u>34,853</u>	<u>3,018</u>	<u>69,267</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u><u>\$ 148,490</u></u>	<u><u>\$ 34,853</u></u>	<u><u>\$ 3,097</u></u>	<u><u>\$ 73,176</u></u>

2698	2699	2706	2715	2716
Drug/DWI Court Program	Juvenile Case Manager	Family Protection	Juvenile Delinquency Prevention	Grants
\$ 12,798	\$ 9,606	\$ 7,852	\$ 8,618	\$ 198,150
667	2,314	-	-	-
257	10	105	-	43,550
-	-	-	-	-
<u>\$ 13,722</u>	<u>\$ 11,930</u>	<u>\$ 7,957</u>	<u>\$ 8,618</u>	<u>\$ 241,700</u>
\$ 3	\$ 2	\$ 2	\$ 2	\$ 8,686
-	49	-	-	11,396
-	-	-	-	208,467
-	-	-	-	-
<u>3</u>	<u>51</u>	<u>2</u>	<u>2</u>	<u>228,549</u>
<u>667</u>	<u>2,314</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
13,052	9,565	7,955	8,616	13,151
-	-	-	-	-
<u>13,052</u>	<u>9,565</u>	<u>7,955</u>	<u>8,616</u>	<u>13,151</u>
<u>\$ 13,722</u>	<u>\$ 11,930</u>	<u>\$ 7,957</u>	<u>\$ 8,618</u>	<u>\$ 241,700</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2016

	2719	2720	2721	2722
	Justice Court Technology	Justice Court Building Security	Lateral Road Fund Precinct #1	Lateral Road Fund Precinct #2
ASSETS				
Cash and Cash Equivalents	\$ 73,153	\$ 2,930	\$ 4,321	\$ 4,321
Receivables (Net of Allowances for Uncollectibles):				
Accounts	14,747	1,141	-	-
Due From Others	437	109	-	-
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 88,337	\$ 4,180	\$ 4,321	\$ 4,321
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 881	\$ 1	\$ 1	\$ 1
Accrued and Other Liabilities	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>881</u>	<u>1</u>	<u>1</u>	<u>1</u>
<i>Deferred Inflows of Resources</i>	<u>14,747</u>	<u>1,141</u>	<u>-</u>	<u>-</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	72,709	3,038	4,320	4,320
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>72,709</u>	<u>3,038</u>	<u>4,320</u>	<u>4,320</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 88,337	\$ 4,180	\$ 4,321	\$ 4,321

2723	2724	2729	2731	2733
Lateral Road Fund Precinct #3	Lateral Road Fund Precinct #4	Pretrial Services	Law Library Fund	LEOSE Education
\$ 4,321	\$ 4,321	\$ 73,940	\$ 199,141	\$ 38,305
-	-	1,025	-	-
-	-	300	1,058	-
-	-	-	-	-
<u>\$ 4,321</u>	<u>\$ 4,321</u>	<u>\$ 75,265</u>	<u>\$ 200,199</u>	<u>\$ 38,305</u>
\$ 1	\$ 1	\$ 18	\$ 1,681	\$ 8
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1</u>	<u>1</u>	<u>18</u>	<u>1,681</u>	<u>8</u>
-	-	1,025	-	-
-	-	-	-	-
4,320	4,320	74,222	198,518	38,297
-	-	-	-	-
<u>4,320</u>	<u>4,320</u>	<u>74,222</u>	<u>198,518</u>	<u>38,297</u>
<u>\$ 4,321</u>	<u>\$ 4,321</u>	<u>\$ 75,265</u>	<u>\$ 200,199</u>	<u>\$ 38,305</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2016

	2736	2737	2738	2739
	Port O'Connor Community Center	Records Management/ Preservation District Clerk	County Clerk Records Management	Records Management & Prevention
ASSETS				
Cash and Cash Equivalents	\$ 57,042	\$ 5,683	\$ 41,461	\$ 256,765
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	322	908	11,070
Due From Others	-	147	2,984	602
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 57,042	\$ 6,152	\$ 45,353	\$ 268,437
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 977	\$ 1	\$ 8,518	\$ 65
Accrued and Other Liabilities	442	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>1,419</u>	<u>1</u>	<u>8,518</u>	<u>65</u>
<i>Deferred Inflows of Resources</i>	<u>1,500</u>	<u>322</u>	<u>908</u>	<u>11,070</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	54,123	5,829	35,927	257,302
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>54,123</u>	<u>5,829</u>	<u>35,927</u>	<u>257,302</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 57,042	\$ 6,152	\$ 45,353	\$ 268,437

2740	2860	2865	2870	7400
Road and Bridge Fund General	Sheriff Forfeited Property	Sheriff Jail Division	6 Mile Pier/Boat Ramp Insur/ Maint (Alcoa)	Election Services Contract
\$ 1,646,248	\$ 50,665	\$ 83,402	\$ 48,509	\$ 113,901
217,639	-	-	-	10,941
6,619	-	-	-	-
-	-	-	935	-
<u>\$ 1,870,506</u>	<u>\$ 50,665</u>	<u>\$ 83,402</u>	<u>\$ 49,444</u>	<u>\$ 124,842</u>
\$ 388	\$ -	\$ -	\$ 13	\$ 10,957
-	-	-	-	-
-	-	-	-	-
-	22,245	-	-	40,645
<u>388</u>	<u>22,245</u>	<u>-</u>	<u>13</u>	<u>51,602</u>
<u>217,639</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	935	-
1,652,479	28,420	83,402	48,496	-
-	-	-	-	73,240
<u>1,652,479</u>	<u>28,420</u>	<u>83,402</u>	<u>49,431</u>	<u>73,240</u>
<u>\$ 1,870,506</u>	<u>\$ 50,665</u>	<u>\$ 83,402</u>	<u>\$ 49,444</u>	<u>\$ 124,842</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2016

	7680	7730	7518	
	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Juror Donations County Humane Society	Total Nonmajor Special Revenue Funds
ASSETS				
Cash and Cash Equivalents	\$ 1,937	\$ 54,389	\$ 358	\$ 3,605,969
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	-	-	277,110
Due From Others	-	-	-	64,314
Prepaid Items and Other Current Assets	-	-	-	935
TOTAL ASSETS	\$ 1,937	\$ 54,389	\$ 358	\$ 3,948,328
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ 14	\$ -	\$ 40,659
Accrued and Other Liabilities	-	-	-	12,132
Due to Other Funds	-	-	-	208,467
Due to Others	-	-	-	62,890
<i>Total Liabilities</i>	<u>-</u>	<u>14</u>	<u>-</u>	<u>324,148</u>
<i>Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>267,669</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	935
Restricted Fund Balance	-	-	-	3,225,666
Committed	1,937	54,375	358	129,910
<i>Total Fund Balance</i>	<u>1,937</u>	<u>54,375</u>	<u>358</u>	<u>3,356,511</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 1,937	\$ 54,389	\$ 358	\$ 3,948,328



CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2016

	2610	2620	2660	2663
	Airport	Appellate Judicial System	Coastal Protection	County & District Court Technology
REVENUES				
Intergovernmental	\$ 9,848	\$ -	\$ -	\$ -
Charges for Services	-	1,969	-	757
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	-	-	-
Interest	69	2	80	7
Gifts and Contributions	-	-	-	-
Rents and Leases	1,200	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>11,117</u>	<u>1,971</u>	<u>80</u>	<u>764</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	-
Elections	-	-	-	-
Judicial	-	1,940	-	-
Legal	-	-	-	-
Public Facilities	37,476	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	-	-
Culture and Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>37,476</u>	<u>1,940</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,359)	31	80	764
OTHER FINANCING SOURCES (USES)				
Transfers In	25,800	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>25,800</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(559)	31	80	764
Fund Balance, January 1	19,137	126	42,188	3,149
Fund Balance, December 31	<u>\$ 18,578</u>	<u>\$ 157</u>	<u>\$ 42,268</u>	<u>\$ 3,913</u>

2667	2668	2670	2672	2673
County Child Abuse Prevention	County Child Welfare Board	Court House Security Fund	Court Initiated Guardianship	Court Records Preservation
\$ -	\$ -	\$ -	\$ -	\$ -
143	-	13,683	1,360	4,042
-	-	-	-	-
-	-	-	-	-
1	5	485	10	26
-	120	-	-	-
-	-	-	-	-
-	1,182	-	-	-
<u>144</u>	<u>1,307</u>	<u>14,168</u>	<u>1,370</u>	<u>4,068</u>
-	-	4,200	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>4,200</u>	<u>-</u>	<u>-</u>
144	1,307	9,968	1,370	4,068
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
144	1,307	9,968	1,370	4,068
368	1,881	247,231	4,233	12,204
<u>\$ 512</u>	<u>\$ 3,188</u>	<u>\$ 257,199</u>	<u>\$ 5,603</u>	<u>\$ 16,272</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2016

	2675	2690	2695	2697
	County Clerk Records Archive	District Attorney Forfeiture	DA Hot Check	Donations
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for Services	42,800	13,256	1,335	-
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	-	-	-
Interest	235	-	-	146
Gifts and Contributions	-	-	-	118,232
Rents and Leases	-	-	-	-
Miscellaneous	-	-	-	2,151
TOTAL REVENUES	<u>43,035</u>	<u>13,256</u>	<u>1,335</u>	<u>120,529</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	-
Elections	-	-	-	-
Judicial	-	-	-	-
Legal	-	15,473	867	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	-	-
Culture and Recreation	-	-	-	125,064
TOTAL EXPENDITURES	<u>-</u>	<u>15,473</u>	<u>867</u>	<u>125,064</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	43,035	(2,217)	468	(4,535)
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 Balance	43,035	(2,217)	468	(4,535)
Fund Balance, January 1	105,422	37,070	2,550	73,802
Fund Balance, December 31	<u>\$ 148,457</u>	<u>\$ 34,853</u>	<u>\$ 3,018</u>	<u>\$ 69,267</u>

2698	2699	2706	2715	2716
Drug/DWI Court Program	Juvenile Case Manager	Family Protection	Juvenile Delinquency Prevention	Grants
\$ -	\$ -	\$ -	\$ -	\$ 246,610
2,380	231	915	-	-
-	-	-	-	-
-	-	-	-	-
22	18	14	17	25
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>2,402</u>	<u>249</u>	<u>929</u>	<u>17</u>	<u>246,635</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	250,089
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,089</u>
2,402	249	929	17	(3,454)
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
2,402	249	929	17	(3,454)
10,650	9,316	7,026	8,599	16,605
<u>\$ 13,052</u>	<u>\$ 9,565</u>	<u>\$ 7,955</u>	<u>\$ 8,616</u>	<u>\$ 13,151</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2016

	2719	2720	2721	2722
	Justice Court Technology	Justice Court Building Security	Lateral Road Fund Precinct #1	Lateral Road Fund Precinct #2
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 4,318	\$ 4,318
Charges for Services	7,888	-	-	-
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	1,901	-	-
Interest	135	13	7	7
Gifts and Contributions	-	-	-	-
Rents and Leases	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>8,023</u>	<u>1,914</u>	<u>4,325</u>	<u>4,325</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	-
Elections	-	-	-	-
Judicial	1,672	10,000	-	-
Legal	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	4,326	4,326
Culture and Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>1,672</u>	<u>10,000</u>	<u>4,326</u>	<u>4,326</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,351	(8,086)	(1)	(1)
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 Balance	6,351	(8,086)	(1)	(1)
Fund Balance, January 1	66,358	11,124	4,321	4,321
Fund Balance, December 31	<u>\$ 72,709</u>	<u>\$ 3,038</u>	<u>\$ 4,320</u>	<u>\$ 4,320</u>

2723	2724	2729	2731	2733
Lateral Road Fund Precinct #3	Lateral Road Fund Precinct #4	Pretrial Services	Law Library Fund	LEOSE Education
\$ 4,318	\$ 4,318	\$ -	\$ -	\$ 7,606
-	-	4,900	13,172	-
-	-	-	-	-
-	-	-	-	-
7	7	138	380	60
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>4,325</u>	<u>4,325</u>	<u>5,038</u>	<u>13,552</u>	<u>7,666</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	9,237	-
-	-	-	-	-
-	-	-	-	-
4,326	4,326	-	-	-
-	-	-	-	-
<u>4,326</u>	<u>4,326</u>	<u>-</u>	<u>9,237</u>	<u>-</u>
(1)	(1)	5,038	4,315	7,666
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1)	(1)	5,038	4,315	7,666
4,321	4,321	69,184	194,203	30,631
<u>\$ 4,320</u>	<u>\$ 4,320</u>	<u>\$ 74,222</u>	<u>\$ 198,518</u>	<u>\$ 38,297</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2016

	2736	2737	2738	2739
	Port O'Connor Community Center	Records Management/ Preservation District Clerk	County Clerk Records Management	Records Management & Prevention
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	1,726	25,724	25,880
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	-	-	-
Interest	118	11	108	476
Gifts and Contributions	-	-	-	-
Rents and Leases	19,225	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>19,343</u>	<u>1,737</u>	<u>25,832</u>	<u>26,356</u>
EXPENDITURES				
Current:				
General Administration	-	2,500	82,666	-
Elections	-	-	-	-
Judicial	-	-	-	-
Legal	-	-	-	-
Public Facilities	24,646	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	-	-
Culture and Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>24,646</u>	<u>2,500</u>	<u>82,666</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,303)	(763)	(56,834)	26,356
OTHER FINANCING				
SOURCES (USES)				
Transfers In	10,000	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	4,697	(763)	(56,834)	26,356
Fund Balance, January 1	49,426	6,592	92,761	230,946
Fund Balance, December 31	<u>\$ 54,123</u>	<u>\$ 5,829</u>	<u>\$ 35,927</u>	<u>\$ 257,302</u>

2740	2860	2865	2870	7400
Road and Bridge Fund General	Sheriff Forfeited Property	Sheriff Jail Division	6 Mile Pier/Boat Ramp Insur/ Maint (Alcoa)	Election Services Contract
\$ 27,135	\$ -	\$ -	\$ -	\$ -
265,636	-	-	-	62,527
263,797	-	-	-	-
39,930	14,457	-	-	-
2,816	2	-	98	136
-	-	-	-	-
-	-	-	-	-
-	66	13,403	710	-
<u>599,314</u>	<u>14,525</u>	<u>13,403</u>	<u>808</u>	<u>62,663</u>
-	-	-	2,584	-
-	-	-	-	64,329
-	-	-	-	-
-	-	-	-	-
-	8,830	8,489	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>8,830</u>	<u>8,489</u>	<u>2,584</u>	<u>64,329</u>
599,314	5,695	4,914	(1,776)	(1,666)
-	-	-	-	-
(600,000)	-	-	-	-
<u>(600,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(686)	5,695	4,914	(1,776)	(1,666)
1,653,165	22,725	78,488	51,207	74,906
<u>\$ 1,652,479</u>	<u>\$ 28,420</u>	<u>\$ 83,402</u>	<u>\$ 49,431</u>	<u>\$ 73,240</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2016

	7680	7730	7518	
	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Juror Donations County Humane Society	Total Nonmajor Special Revenue Funds
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ 308,471
Charges for Services	-	-	-	490,324
Permits and Licenses	-	-	-	263,797
Fines and Forfeitures	-	-	-	56,288
Interest	-	104	-	5,785
Gifts and Contributions	-	1,525	358	120,235
Rents and Leases	-	-	-	20,425
Miscellaneous	-	-	-	17,512
TOTAL REVENUES	<u>-</u>	<u>1,629</u>	<u>358</u>	<u>1,282,837</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	91,950
Elections	-	-	-	64,329
Judicial	-	-	-	13,612
Legal	-	-	-	25,577
Public Facilities	-	-	-	62,122
Public Safety	-	-	-	267,408
Roads and Bridges	-	-	-	17,304
Culture and Recreation	-	-	-	125,064
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>667,366</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	1,629	358	615,471
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	35,800
Transfers Out	-	-	-	(600,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(564,200)</u>
Net Change in Fund Balance	-	1,629	358	51,271
Fund Balance, January 1	1,937	52,746	-	3,305,240
Fund Balance, December 31	<u>\$ 1,937</u>	<u>\$ 54,375</u>	<u>\$ 358</u>	<u>\$ 3,356,511</u>

CALHOUN COUNTY, TEXAS
AIRPORT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 2,805	\$ 9,848	\$ 7,043
Interest	30	69	39
Rents and Leases	1,200	1,200	-
TOTAL REVENUES	<u>6,718</u>	<u>11,117</u>	<u>4,399</u>
EXPENDITURES			
Current:			
Public Facilities	37,484	37,476	8
TOTAL EXPENDITURES	<u>51,952</u>	<u>37,476</u>	<u>14,476</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,234)	(26,359)	18,875
OTHER FINANCING SOURCES (USES)			
Transfers In	25,801	25,800	(1)
TOTAL OTHER FINANCING SOURCES (USES)	<u>25,801</u>	<u>25,800</u>	<u>(1)</u>
Net Change in Fund Balance	(19,433)	(559)	18,874
Fund Balance, January 1	19,137	19,137	-
Fund Balance, December 31	<u>\$ (296)</u>	<u>\$ 18,578</u>	<u>\$ 18,874</u>

CALHOUN COUNTY, TEXAS
 APPELLATE JUDICIAL SYSTEM
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,938	\$ 1,969	\$ 31
Interest	3	2	(1)
TOTAL REVENUES	<u>1,941</u>	<u>1,971</u>	<u>30</u>
EXPENDITURES			
Current:			
Judicial	1,940	1,940	-
TOTAL EXPENDITURES	<u>1,940</u>	<u>1,940</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1	31	30
Fund Balance, January 1	126	126	-
Fund Balance, December 31	<u>\$ 127</u>	<u>\$ 157</u>	<u>\$ 30</u>

CALHOUN COUNTY, TEXAS
 COASTAL PROTECTION
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ -	\$ -	\$ -
Interest	50	80	30
TOTAL REVENUES	<u>50</u>	<u>80</u>	<u>30</u>
EXPENDITURES			
Current:			
Conservation	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	50	80	30
Fund Balance, January 1	42,188	42,188	-
Fund Balance, December 31	<u>\$ 42,238</u>	<u>\$ 42,268</u>	<u>\$ 30</u>

CALHOUN COUNTY, TEXAS
COUNTY & DISTRICT COURT TECHNOLOGY
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 530	\$ 757	\$ 227
Interest	1	7	6
TOTAL REVENUES	<u>531</u>	<u>764</u>	<u>233</u>
Net Change in Fund Balance	531	764	233
Fund Balance, January 1	3,149	3,149	-
Fund Balance, December 31	<u>\$ 3,680</u>	<u>\$ 3,913</u>	<u>\$ 233</u>

CALHOUN COUNTY, TEXAS
COUNTY CHILD ABUSE PREVENTION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 50	\$ 143	\$ 93
Interest	-	1	1
TOTAL REVENUES	<u>50</u>	<u>144</u>	<u>94</u>
Net Change in Fund Balance	50	144	94
Fund Balance, January 1	368	368	-
Fund Balance, December 31	<u>\$ 418</u>	<u>\$ 512</u>	<u>\$ 94</u>

CALHOUN COUNTY, TEXAS
COUNTY CHILD WELFARE BOARD
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 1	\$ 5	\$ 4
Miscellaneous	<u>500</u>	<u>1,182</u>	<u>682</u>
TOTAL REVENUES	<u>501</u>	<u>1,307</u>	<u>806</u>
 Net Change in Fund Balance	 501	 1,307	 806
 Fund Balance, January 1	 <u>1,881</u>	 <u>1,881</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 2,382</u>	<u>\$ 3,188</u>	<u>\$ 806</u>

CALHOUN COUNTY, TEXAS
 COURT HOUSE SECURITY FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 8,900	\$ 13,683	\$ 4,783
Interest	500	485	(15)
TOTAL REVENUES	<u>9,400</u>	<u>14,168</u>	<u>4,768</u>
EXPENDITURES			
Current:			
General Administration	140,000	4,200	135,800
TOTAL EXPENDITURES	<u>140,000</u>	<u>4,200</u>	<u>135,800</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(130,600)	9,968	140,568
Fund Balance, January 1	247,231	247,231	-
Fund Balance, December 31	<u>\$ 116,631</u>	<u>\$ 257,199</u>	<u>\$ 140,568</u>

CALHOUN COUNTY, TEXAS
 COURT INITIATED GUARDIANSHIP
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,000	\$ 1,360	\$ 360
Interest	1	10	9
TOTAL REVENUES	<u>1,001</u>	<u>1,370</u>	<u>369</u>
Net Change in Fund Balance	1,001	1,370	369
Fund Balance, January 1	4,233	4,233	-
Fund Balance, December 31	<u>\$ 5,234</u>	<u>\$ 5,603</u>	<u>\$ 369</u>

CALHOUN COUNTY, TEXAS
 COURT RECORDS PRESERVATION
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,501	\$ 4,042	\$ 2,541
Interest	10	26	16
TOTAL REVENUES	<u>1,511</u>	<u>4,068</u>	<u>2,557</u>
 Net Change in Fund Balance	 1,511	 4,068	 2,557
 Fund Balance, January 1	 <u>12,204</u>	 <u>12,204</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 13,715</u>	<u>\$ 16,272</u>	<u>\$ 2,557</u>

CALHOUN COUNTY, TEXAS
COUNTY CLERK RECORDS ARCHIVE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 40,000	\$ 42,800	\$ 2,800
Interest	100	235	135
TOTAL REVENUES	<u>40,100</u>	<u>43,035</u>	<u>2,935</u>
Net Change in Fund Balance	(9,900)	43,035	52,935
Fund Balance, January 1	105,422	105,422	-
Fund Balance, December 31	<u>\$ 95,522</u>	<u>\$ 148,457</u>	<u>\$ 52,935</u>

CALHOUN COUNTY, TEXAS
DISTRICT ATTORNEY FORFEITURE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 5,001	\$ 13,256	\$ 8,255
TOTAL REVENUES	<u>5,001</u>	<u>13,256</u>	<u>8,255</u>
EXPENDITURES			
Current:			
Legal	37,621	15,473	22,148
TOTAL EXPENDITURES	<u>37,621</u>	<u>15,473</u>	<u>22,148</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(32,620)	(2,217)	30,403
Fund Balance, January 1	37,070	37,070	-
Fund Balance, December 31	<u>\$ 4,450</u>	<u>\$ 34,853</u>	<u>\$ 30,403</u>

CALHOUN COUNTY, TEXAS
 DRUG/DWI COURT PROGRAM
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,020	\$ 2,380	\$ 1,360
Interest	10	22	12
TOTAL REVENUES	<u>1,030</u>	<u>2,402</u>	<u>1,372</u>
Net Change in Fund Balance	990	2,402	1,412
Fund Balance, January 1	10,650	10,650	-
Fund Balance, December 31	<u>\$ 11,640</u>	<u>\$ 13,052</u>	<u>\$ 1,412</u>

CALHOUN COUNTY, TEXAS
 JUVENILE CASE MANAGER
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 600	\$ 231	\$ (369)
Interest	10	18	8
TOTAL REVENUES	<u>610</u>	<u>249</u>	<u>(361)</u>
Net Change in Fund Balance	608	249	(359)
Fund Balance, January 1	9,316	9,316	-
Fund Balance, December 31	<u>\$ 9,924</u>	<u>\$ 9,565</u>	<u>\$ (359)</u>

CALHOUN COUNTY, TEXAS
 FAMILY PROTECTION
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 400	\$ 915	\$ 515
Interest	10	14	4
TOTAL REVENUES	<u>410</u>	<u>929</u>	<u>519</u>
Net Change in Fund Balance	410	929	519
Fund Balance, January 1	7,026	7,026	-
Fund Balance, December 31	<u>\$ 7,436</u>	<u>\$ 7,955</u>	<u>\$ 519</u>

CALHOUN COUNTY, TEXAS
 JUVENILE DELINQUENCY PREVENTION
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 15	\$ 17	\$ 2
TOTAL REVENUES	<u>15</u>	<u>17</u>	<u>2</u>
 Net Change in Fund Balance	 15	 17	 2
 Fund Balance, January 1	 8,599	 8,599	 -
Fund Balance, December 31	<u>\$ 8,614</u>	<u>\$ 8,616</u>	<u>\$ 2</u>

CALHOUN COUNTY, TEXAS
JUSTIC COURT TECHNOLOGY
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 6,840	\$ 7,888	\$ 1,048
Interest	127	135	8
TOTAL REVENUES	<u>6,967</u>	<u>8,023</u>	<u>1,056</u>
EXPENDITURES			
Current:			
Judicial	72,831	1,672	71,159
TOTAL EXPENDITURES	<u>72,831</u>	<u>1,672</u>	<u>71,159</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(65,864)	6,351	72,215
Fund Balance, January 1	66,358	66,358	-
Fund Balance, December 31	<u>\$ 494</u>	<u>\$ 72,709</u>	<u>\$ 72,215</u>

CALHOUN COUNTY, TEXAS
JUSTICE COURT BUILDING SECURITY
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Fines and Forfeitures	\$ 2,250	\$ 1,901	\$ (349)
Interest	25	13	(12)
TOTAL REVENUES	<u>2,275</u>	<u>1,914</u>	<u>(361)</u>
EXPENDITURES			
Current:			
Judicial	10,000	10,000	-
TOTAL EXPENDITURES	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,725)	(8,086)	(361)
Fund Balance, January 1	11,124	11,124	-
Fund Balance, December 31	<u>\$ 3,399</u>	<u>\$ 3,038</u>	<u>\$ (361)</u>

CALHOUN COUNTY, TEXAS
LATERAL ROAD FUND PRECINCT #1
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	7	2
TOTAL REVENUES	<u>4,235</u>	<u>4,325</u>	<u>90</u>
EXPENDITURES			
Current:			
General Administration	-	-	-
Roads and Bridges	4,460	4,326	134
Culture and Recreation	-	-	-
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,326</u>	<u>134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	(1)	224
Fund Balance, January 1	4,321	4,321	-
Fund Balance, December 31	<u>\$ 4,096</u>	<u>\$ 4,320</u>	<u>\$ 224</u>

CALHOUN COUNTY, TEXAS
LATERAL ROAD FUND PRECINCT #2
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	7	2
TOTAL REVENUES	<u>4,235</u>	<u>4,325</u>	<u>90</u>
EXPENDITURES			
Current:			
Roads and Bridges	4,460	4,326	134
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,326</u>	<u>134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	(1)	224
Fund Balance, January 1	4,321	4,321	-
Fund Balance, December 31	<u>\$ 4,096</u>	<u>\$ 4,320</u>	<u>\$ 224</u>

CALHOUN COUNTY, TEXAS
LATERAL ROAD FUND PRECINCT #3
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	7	2
TOTAL REVENUES	<u>4,235</u>	<u>4,325</u>	<u>90</u>
EXPENDITURES			
Current:			
Roads and Bridges	4,460	4,326	134
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,326</u>	<u>134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	(1)	224
Fund Balance, January 1	4,321	4,321	-
Fund Balance, December 31	<u>\$ 4,096</u>	<u>\$ 4,320</u>	<u>\$ 224</u>

CALHOUN COUNTY, TEXAS
LATERAL ROAD FUND PRECINCT #4
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	7	2
TOTAL REVENUES	<u>4,235</u>	<u>4,325</u>	<u>90</u>
EXPENDITURES			
Current:			
Roads and Bridges	4,460	4,326	134
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,326</u>	<u>134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	(1)	224
Fund Balance, January 1	4,321	4,321	-
Fund Balance, December 31	<u>\$ 4,096</u>	<u>\$ 4,320</u>	<u>\$ 224</u>

CALHOUN COUNTY, TEXAS
 PRETRIAL SERVICES
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 3,000	\$ 4,900	\$ 1,900
Interest	150	138	(12)
TOTAL REVENUES	<u>3,150</u>	<u>5,038</u>	<u>1,888</u>
Net Change in Fund Balance	3,150	5,038	1,888
Fund Balance, January 1	69,184	69,184	-
Fund Balance, December 31	<u>\$ 72,334</u>	<u>\$ 74,222</u>	<u>\$ 1,888</u>

CALHOUN COUNTY, TEXAS
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 10,000	\$ 13,172	\$ 3,172
Interest	300	380	80
TOTAL REVENUES	<u>10,300</u>	<u>13,552</u>	<u>3,252</u>
EXPENDITURES			
Current:			
Legal	26,400	9,237	17,163
TOTAL EXPENDITURES	<u>26,400</u>	<u>9,237</u>	<u>17,163</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,100)	4,315	20,415
Fund Balance, January 1	194,203	194,203	-
Fund Balance, December 31	<u>\$ 178,103</u>	<u>\$ 198,518</u>	<u>\$ 20,415</u>

CALHOUN COUNTY, TEXAS
 PORT O'CONNOR COMMUNITY CENTER
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Interest	\$ 50	\$ 118	\$ 68
Rents and Leases	10,000	19,225	9,225
TOTAL REVENUES	<u>10,050</u>	<u>19,343</u>	<u>9,293</u>
EXPENDITURES			
Current:			
Public Facilities	47,483	24,646	22,837
TOTAL EXPENDITURES	<u>47,483</u>	<u>24,646</u>	<u>22,837</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(37,433)	(5,303)	32,130
OTHER FINANCING SOURCES (USES)			
Transfers In	10,000	10,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Net Change in Fund Balance	(27,433)	4,697	32,130
Fund Balance, January 1	49,426	49,426	-
Fund Balance, December 31	<u>\$ 21,993</u>	<u>\$ 54,123</u>	<u>\$ 32,130</u>

CALHOUN COUNTY, TEXAS
RECORD MANAGEMENT/PRESERVATION DISTRICT CLERK
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,000	\$ 1,726	\$ 726
Interest	1	11	10
TOTAL REVENUES	<u>1,001</u>	<u>1,737</u>	<u>736</u>
Net Change in Fund Balance	(1,499)	(763)	736
Fund Balance, January 1	6,592	6,592	-
Fund Balance, December 31	<u>\$ 5,093</u>	<u>\$ 5,829</u>	<u>\$ 736</u>

CALHOUN COUNTY, TEXAS
COUNTY CLERK RECORDS MANAGEMENT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,000	\$ 25,724	\$ 24,724
Interest	200	108	(92)
TOTAL REVENUES	<u>1,200</u>	<u>25,832</u>	<u>24,632</u>
EXPENDITURES			
Current:			
General Administration	92,833	82,666	10,167
TOTAL EXPENDITURES	<u>92,833</u>	<u>82,666</u>	<u>10,167</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(91,633)	(56,834)	34,799
Fund Balance, January 1	92,761	92,761	-
Fund Balance, December 31	<u>\$ 1,128</u>	<u>\$ 35,927</u>	<u>\$ 34,799</u>

CALHOUN COUNTY, TEXAS
RECORDS MANAGEMENT AND PREVENTION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 22,500	\$ 25,880	\$ 3,380
Interest	150	476	326
TOTAL REVENUES	<u>22,650</u>	<u>26,356</u>	<u>3,706</u>
EXPENDITURES			
Current:			
General Administration	6,500	-	6,500
TOTAL EXPENDITURES	<u>6,500</u>	<u>-</u>	<u>6,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	16,150	26,356	10,206
Fund Balance, January 1	230,946	230,946	-
Fund Balance, December 31	<u>\$ 247,096</u>	<u>\$ 257,302</u>	<u>\$ 10,206</u>

CALHOUN COUNTY, TEXAS
ROAD AND BRIDGE FUND GENERAL
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 10,000	\$ 27,135	\$ 17,135
Charges for Services	200,000	265,636	65,636
Permits and Licenses	260,000	263,797	3,797
Fines and Forfeitures	51,200	39,930	(11,270)
Interest	2,000	2,816	816
TOTAL REVENUES	<u>523,200</u>	<u>599,314</u>	<u>76,114</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(600,000)	(600,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(600,000)</u>	<u>(600,000)</u>	<u>-</u>
Net Change in Fund Balance	(76,800)	(686)	76,114
Fund Balance, January 1	1,653,165	1,653,165	-
Fund Balance, December 31	<u>\$ 1,576,365</u>	<u>\$ 1,652,479</u>	<u>\$ 76,114</u>

CALHOUN COUNTY, TEXAS
SHERIFF FORFEITED PROPERTY
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Fines and Forfeitures	\$ 9,390	\$ 14,457	\$ 5,067
Interest	2	2	-
Miscellaneous	1	66	65
TOTAL REVENUES	<u>9,393</u>	<u>14,525</u>	<u>5,132</u>
EXPENDITURES			
Current:			
Public Safety	14,504	8,830	5,674
TOTAL EXPENDITURES	<u>14,504</u>	<u>8,830</u>	<u>5,674</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,111)	5,695	10,806
Fund Balance, January 1	22,725	22,725	-
Fund Balance, December 31	<u>\$ 17,614</u>	<u>\$ 28,420</u>	<u>\$ 10,806</u>

CALHOUN COUNTY, TEXAS
6 MILE PIER/BOAT RAMP INSURANCE/MAINTENANCE (ALCOA)
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 60	\$ 98	\$ 38
TOTAL REVENUES	<u>60</u>	<u>808</u>	<u>748</u>
EXPENDITURES			
Current:			
General Administration	54,450	2,584	51,866
TOTAL EXPENDITURES	<u>54,450</u>	<u>2,584</u>	<u>51,866</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(54,390)	(1,776)	52,614
Fund Balance, January 1	51,207	51,207	-
Fund Balance, December 31	<u>\$ (3,183)</u>	<u>\$ 49,431</u>	<u>\$ 52,614</u>

CALHOUN COUNTY, TEXAS
NONMAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016

	4165	4170	Total Nonmajor Debt Service Funds (See Exhibit C-1)
	Debt Service Refunding 2010	Debt Service Refunding 2012	
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Receivables (Net of Allowances for Uncollectibles:)			
Taxes	\$ 151,922	\$ 198,270	\$ 350,192
Due From Others	28,156	36,905	65,061
Restricted Assets:	-	-	-
Cash and Cash Equivalents	<u>361,900</u>	<u>471,154</u>	<u>833,054</u>
 TOTAL ASSETS	 <u><u>\$ 541,978</u></u>	 <u><u>\$ 706,329</u></u>	 <u><u>\$ 1,248,307</u></u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
<i>Deferred Inflows of Resources</i>	498,861	653,379	1,152,240
 <i>Fund Balance:</i>			
Restricted	<u>43,117</u>	<u>52,950</u>	<u>96,067</u>
<i>Total Fund Balance</i>	<u><u>43,117</u></u>	<u><u>52,950</u></u>	<u><u>96,067</u></u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	 <u><u>\$ 541,978</u></u>	 <u><u>\$ 706,329</u></u>	 <u><u>\$ 1,248,307</u></u>

CALHOUN COUNTY, TEXAS
NONMAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2016

	4165	4170	Total Nonmajor Debt Service Funds (See Exhibit C-1)
	Debt Service Refunding 2010	Debt Service Refunding 2012	
REVENUES			
Ad Valorem Taxes	\$ 508,502	\$ 663,300	\$ 1,171,802
Intergovernmental	597	778	1,375
TOTAL REVENUES	<u>509,099</u>	<u>664,078</u>	<u>1,173,177</u>
EXPENDITURES			
Debt Service:			
Principal	375,000	545,000	920,000
Interest and Fiscal Charges	142,850	123,034	265,884
TOTAL EXPENDITURES	<u>517,850</u>	<u>668,034</u>	<u>1,185,884</u>
<i>Excess (Deficiency) of Revenues</i>			
Over (Under) Expenditures	(8,751)	(3,956)	(12,707)
Fund Balance, January 1	51,868	56,906	108,774
Fund Balance, December 31	<u>\$ 43,117</u>	<u>\$ 52,950</u>	<u>\$ 96,067</u>

CALHOUN COUNTY, TEXAS
DEBT SERVICE REFUNDING 2010 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Ad Valorem Taxes	\$ 488,680	\$ 508,502	19,822
Intergovernmental	-	597	597
TOTAL REVENUES	<u>488,680</u>	<u>509,099</u>	<u>20,419</u>
EXPENDITURES			
Debt Service:			
Principal	375,000	375,000	-
Interest and Fiscal Charges	143,650	142,850	800
TOTAL EXPENDITURES	<u>518,650</u>	<u>517,850</u>	<u>800</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,970)	(8,751)	21,219
Fund Balance, January 1	51,868	51,868	-
Fund Balance, December 31	<u>\$ 21,898</u>	<u>\$ 43,117</u>	<u>\$ 21,219</u>

CALHOUN COUNTY, TEXAS
DEBT SERVICE REFUNDING 2012 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Ad Valorem Taxes	\$ 638,680	\$ 663,300	\$ 24,620
Intergovernmental	-	778	778
TOTAL REVENUES	<u>638,680</u>	<u>664,078</u>	<u>25,398</u>
EXPENDITURES			
Debt Service:			
Principal	545,000	545,000	-
Interest and Fiscal Charges	123,650	123,034	616
TOTAL EXPENDITURES	<u>668,650</u>	<u>668,034</u>	<u>616</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,970)	(3,956)	26,014
Fund Balance, January 1	56,906	56,906	-
Fund Balance, December 31	<u>\$ 26,936</u>	<u>\$ 52,950</u>	<u>\$ 26,014</u>



CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016

	5148	5150	5152	5172
	Pct #1 Ocean Dr Imprv/TCDBG DRS010020	Road and Bridge Infrastructure	County Energy TRZ #1	Airport Runway Improvements
ASSETS				
Cash and Cash Equivalents	\$ 174,904	\$ 35,248	\$ 385,382	\$ 78,472
Due From Others	5,676	-	-	-
Due from Other Funds	-	-	-	-
TOTAL ASSETS	\$ 180,580	\$ 35,248	\$ 385,382	\$ 78,472
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 34,741	\$ -	\$ -	\$ -
Due to Other Funds	132,190	-	338,244	-
<i>Total Liabilities</i>	<u>166,931</u>	<u>-</u>	<u>338,244</u>	<u>-</u>
<i>Fund Balance:</i>				
Restricted Fund Balance	13,649	35,248	47,138	-
Assigned	-	-	-	78,472
<i>Total Fund Balance</i>	<u>13,649</u>	<u>35,248</u>	<u>47,138</u>	<u>78,472</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 180,580	\$ 35,248	\$ 385,382	\$ 78,472

5185	5188	5190	5225	5230
Capital Proj. County Road 101	EMS Substation	Emergency Communications System	Green Lake Park	Haterius Park/Boat Ramp
\$ -	\$ 292,804	\$ -	\$ 8,044	\$ 21,064
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 292,804</u>	<u>\$ -</u>	<u>\$ 8,044</u>	<u>\$ 21,064</u>
\$ -	\$ -	\$ -	\$ 44	\$ -
-	-	-	-	-
-	-	-	44	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>44</u>	<u>-</u>
-	292,804	-	8,000	-
-	-	-	-	21,064
<u>-</u>	<u>292,804</u>	<u>-</u>	<u>8,000</u>	<u>21,064</u>
<u>\$ -</u>	<u>\$ 292,804</u>	<u>\$ -</u>	<u>\$ 8,044</u>	<u>\$ 21,064</u>

CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2016

	5235	5260	5262	5286	Total Nonmajor Capital Projects Funds
	Port Alto Public Beach	Capital Improvements Projects	Port O'Connor Library	MMC Nursing Home UPL Program Loan	
ASSETS					
Cash and Cash Equivalents	\$ 1,485	\$ 474,553	\$ -	\$ 2,000,000	\$ 3,471,956
Due From Others	-	-	-	-	5,676
Due from Other Funds	10,000	-	-	-	10,000
TOTAL ASSETS	\$ 11,485	\$ 474,553	\$ -	\$ 2,000,000	\$ 3,487,632
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE					
<i>Liabilities:</i>					
Accounts Payable	\$ 10,000	\$ -	\$ -	\$ -	\$ 44,785
Due to Other Funds	-	-	-	2,000,000	2,470,434
<i>Total Liabilities</i>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>	<u>2,515,219</u>
<i>Fund Balance:</i>					
Restricted Fund Balance	-	-	-	-	396,839
Assigned	1,485	474,553	-	-	575,574
Unassigned	-	-	-	-	-
<i>Total Fund Balance</i>	<u>1,485</u>	<u>474,553</u>	<u>-</u>	<u>-</u>	<u>972,413</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 11,485	\$ 474,553	\$ -	\$ 2,000,000	\$ 3,487,632



CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2016

	5148	5150	5152	5172
	Pct #1 Ocean Dr Imprv/TCDBG DRS010020	Road and Bridge Infrastructure	County Energy TRZ #1	Airport Runway Improvements
REVENUES				
Intergovernmental	\$ 124,995	\$ 54,417	\$ -	\$ -
Gifts and Contributions	-	-	-	-
TOTAL REVENUES	<u>124,995</u>	<u>54,417</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Judicial	-	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	221,346	76,743	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation	-	-	-	-
Nondepartmental	-	-	-	-
TOTAL EXPENDITURES	<u>221,346</u>	<u>76,743</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(96,351)	(22,326)	-	-
OTHER FINANCING SOURCES (USES)				
Transfers In	110,000	-	-	-
Transfers Out	-	(133,603)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>110,000</u>	<u>(133,603)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	13,649	(155,929)	-	-
Fund Balance, January 1	-	191,177	47,138	78,472
Prior Period Adjustment	-	-	-	-
Fund Balance, December 31	<u>\$ 13,649</u>	<u>\$ 35,248</u>	<u>\$ 47,138</u>	<u>\$ 78,472</u>

5185	5188	5190	5225	5230
Capital Proj. County Road 101	EMS Substation	Emergency Communications System	Green Lake Park	Haterius Park/Boat Ramp
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,160	-	-	-	-
-	48,031	-	-	-
-	-	-	7,692	-
-	-	-	-	-
-	-	-	-	-
1,160	48,031	-	7,692	-
(1,160)	(48,031)	-	(7,692)	-
1,160	-	-	-	-
-	-	(30,848)	-	-
1,160	-	(30,848)	-	-
-	(48,031)	(30,848)	(7,692)	-
-	340,835	30,848	15,692	21,064
-	-	-	-	-
\$ -	\$ 292,804	\$ -	\$ 8,000	\$ 21,064

CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (CONT.)
FOR THE YEAR ENDED DECEMBER 31, 2016

	5235	5260	5262	5286	Total Nonmajor Capital Projects Funds
	Port Alto Public Beach	Capital Improvements Projects	Port O'Connor Library	MMC Nursing Home UPL Program Loan	
REVENUES					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 179,412
Gifts and Contributions	-	-	(1,167)	-	(1,167)
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>(1,167)</u>	<u>-</u>	<u>178,245</u>
EXPENDITURES					
Current:					
Judicial	-	4,555	-	-	4,555
Public Safety	-	6,881	-	-	6,881
Roads and Bridges	-	-	-	-	299,249
Health and Welfare	-	-	-	-	48,031
Culture and Recreation	-	-	-	-	7,692
Conservation	15,000	-	-	-	15,000
Nondepartmental	-	23,957	-	-	23,957
TOTAL EXPENDITURES	<u>15,000</u>	<u>35,393</u>	<u>-</u>	<u>-</u>	<u>405,365</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,000)	(35,393)	(1,167)	-	(227,120)
OTHER FINANCING SOURCES (USES)					
Transfers In	10,000	355,848	-	-	477,008
Transfers Out	-	-	-	(2,000,000)	(2,164,451)
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,000</u>	<u>355,848</u>	<u>-</u>	<u>(2,000,000)</u>	<u>(1,687,443)</u>
Net Change in Fund Balance	(5,000)	320,455	(1,167)	(2,000,000)	(1,914,563)
Fund Balance, January 1	6,485	154,098	1,167	2,000,000	2,886,976
Fund Balance, December 31	<u>\$ 1,485</u>	<u>\$ 474,553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 972,413</u>



CALHOUN COUNTY, TEXAS
 AGENCY FUNDS
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 DECEMBER 31, 2016

	7120-7140	7320-7380	7541-7545	7310
	County Clerk Funds	District Clerk Funds	Justice of the Peace Funds	District Attorney Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
ASSETS				
Cash and Cash Equivalents	\$ 189,257	\$ 163,604	\$ 31,651	\$ 6,512
Receivables (Net of Allowances for Uncollectibles:)				
Accounts	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Others	7,961	565	1,910	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 197,218</u>	<u>\$ 164,169</u>	<u>\$ 33,561</u>	<u>\$ 6,512</u>
 LIABILITIES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	25,190	12,320	24,049	240
Due to Other Governments	45	662	3,998	-
Due to Others	171,983	151,187	5,514	6,272
<i>Total Liabilities</i>	<u>\$ 197,218</u>	<u>\$ 164,169</u>	<u>\$ 33,561</u>	<u>\$ 6,512</u>
	-	-	-	-

7870-7930	7810-7830	7100	Remaining Funds	
Tax Collector Funds	Sheriff Funds	County Auditor Funds	County Treasurer Funds	Total Agency Funds
\$ 1,313,782	\$ 18,878	\$ 70,653	\$ 72,754	\$ 1,867,091
-	-	-	3,501	3,501
-	-	-	20,558	20,558
46	-	-	-	10,482
<u>\$ 1,313,828</u>	<u>\$ 18,878</u>	<u>\$ 70,653</u>	<u>\$ 96,813</u>	<u>\$ 1,901,632</u>
\$ -	\$ -	\$ -	\$ 290	\$ 290
2,810	4,766	-	13,513	82,888
1,308,323	-	-	65,589	1,378,617
2,695	14,112	70,653	17,421	439,837
<u>\$ 1,313,828</u>	<u>\$ 18,878</u>	<u>\$ 70,653</u>	<u>\$ 96,813</u>	<u>\$ 1,901,632</u>

CALHOUN COUNTY, TEXAS
ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2016

	Discretely Presented Component Unit	
	Memorial Medical Center	
	2016	2015
ASSETS		
Cash and Cash Equivalents	\$ 4,168,930	\$ 4,575,917
Receivables (Net of Allowance for Uncollectibles)	7,077,204	7,960,791
Prepaid Items and Other Current Assets	6,558,330	7,375,445
Capital Assets (Net of Accumulated Depreciation)		
Land	320,593	320,593
Construction in Progress	-	3,796,074
Buildings	4,733,262	1,409,634
Furniture, Fixtures and Equipment	1,492,126	1,360,079
Lease Assets	464,073	732,329
TOTAL ASSETS	<u>24,814,518</u>	<u>27,530,862</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	3,742,679	1,193,358
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 3,742,679</u>	<u>\$ 1,193,358</u>
LIABILITIES		
Accounts Payable	\$ 7,516,695	\$ 7,760,825
Accrued and Other Liabilities	2,137,731	3,680,808
<i>Noncurrent Liabilities:</i>		
Due in One Year	1,676,510	3,647,391
Due in More Than One Year	275,744	477,254
Net Pension Liability	2,803,027	135,344
TOTAL LIABILITIES	<u>14,409,707</u>	<u>15,701,622</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	154,280	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>154,280</u>	<u>-</u>
NET POSITION:		
Net Investment in Capital Assets	6,532,800	6,433,047
Unrestricted	7,460,410	6,589,551
TOTAL NET POSITION	<u>\$ 13,993,210</u>	<u>\$ 13,022,598</u>

CALHOUN COUNTY, TEXAS
ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
DECEMBER 31, 2016

	Discretely Presented Component Unit	
	Memorial Medical Center	
	2016	2015
OPERATING REVENUES:		
Patient Service Revenues	\$ 23,844,072	\$ 22,118,675
Nursing Home Resident Revenue	50,125,184	44,789,016
Other Operating Revenues	539,467	658,550
TOTAL OPERATING REVENUES	74,508,723	67,566,241
OPERATING EXPENSES:		
Salaries and Wages	10,292,416	9,483,984
Employee Benefits	3,474,819	3,079,659
Purchased Services and Professional Fees	7,286,015	5,790,273
Insurance	65,329	83,245
Supplies	5,300,413	5,071,446
Nursing Home Expenses	48,143,452	43,684,866
Depreciation and Amortization	1,051,793	925,920
TOTAL OPERATING EXPENSES	75,614,237	68,119,393
Operating Income (Loss)	(1,105,514)	(553,152)
NONOPERATING REVENUES (EXPENSES)		
Noncapital Grants and Contributions	7,696	-
Investment Income	5,388	1,245
Interest Expnse	(35,729)	(43,727)
Private Upper Payment Limit Expense	(2,586,035)	(2,434,521)
On-behalf Payments	4,660,806	3,123,679
TOTAL NONOPERATING REVENUES (EXPENSES)	2,052,126	646,676
Excess of Revenues Over Expenses Before Grants for Property and Equipment	946,612	93,524
GRANTS FOR PROPERTY AND EQUIPMENT	24,000	1,740,236
Change in Net Position	970,612	1,833,760
Net Position at Beginning of Year	13,022,598	11,188,838
Net Position at End of Year	\$ 13,993,210	\$ 13,022,598

CALHOUN COUNTY, TEXAS
ENTERPRISE FUND
STATEMENT OF CASH FLOWS
DECEMBER 31, 2016

	Discretely Presented Component Unit	
	Memorial Medical Center	
	2016	2015
Cash Flows From Operating Activities		
Receipts from On-behalf Patients	\$ 78,096,636	\$ 58,014,144
Payments to Suppliers and Contractors	(59,159,846)	(44,966,784)
Payments to Employees	(14,150,885)	(12,496,813)
Other Receipts, Net	812,109	361,953
Net Cash Provided (Used) By Operating Activities	<u>5,598,014</u>	<u>912,500</u>
Cash Flows From Noncapital Financing Activities		
Noncapital Grants and Contributions	7,696	-
Private Upper-Payment Limit Program Payments	(3,477,797)	(1,679,501)
Principal Paid on Notes Payable	(1,906,759)	-
Proceeds from Issuance of Note Payable	-	2,881,759
Net Cash Provided (Used) By Noncapital Financing Activities	<u>(5,376,860)</u>	<u>1,202,258</u>
Cash Flows From Capital and Related Financing Activities		
Grants for Property and Equipment	24,000	1,740,236
Principal Paid on Long-term Debt	(265,632)	(260,365)
Interest Paid on Long-term Debt	(35,729)	(43,727)
Purchase of Capital Assets	(356,168)	(3,751,832)
Net Cash Provided (Used) for Capital And Related Financing Activities	<u>(633,529)</u>	<u>(2,315,688)</u>
Cash Flows From Investing Activities		
Interest on Investments	5,388	1,245
Net Cash Provided (Used) for Investing Activities	<u>5,388</u>	<u>1,245</u>
Net Increase (Decrease) in Cash And Cash Equivalents	(406,987)	(199,685)
Cash and Cash Equivalents, Beginning of Year	4,575,917	4,775,602
Cash and Cash Equivalents, End of Year	4,168,930	4,575,917

CALHOUN COUNTY, TEXAS
ENTERPRISE FUND
STATEMENT OF CASH FLOWS (CONTINUED)
DECEMBER 31, 2016

	Discretely Presented Component Unit	
	Memorial Medical Center	
	2016	2015
Reconciliation of Net Operating Revenues (Expenses) to		
Net Cash Provided by Operative Activities		
Operating Loss	\$ (1,105,514)	\$ (553,152)
Depreciation and Amortization	1,051,793	925,920
Provision for Uncollectible Accounts	8,263,000	7,879,000
On-behalf Payments	4,660,806	3,123,679
Changes in Operating Assets and Liabilities:		
Patient Accounts Receivables, Net	(7,379,413)	(13,380,144)
Estimated Amounts Due From and To Third-Party Payers	(212,802)	(369,083)
Accounts Payable and Accrued Expenses	(913,464)	7,452,389
Other Assets and Liabilities	1,233,608	(4,166,109)
Net Cash Provided (Used) By Operating Activities	\$ 5,598,014	\$ 912,500
 Supplemental Cash Flows Information		
Capital Lease Obligation Incurred for Capital Assets	\$ -	\$ 378,139

