



CALHOUN COUNTY, TEXAS

***ANNUAL
FINANCIAL REPORT***

***FISCAL YEAR ENDED
DECEMBER 31, 2017***

DEPARTMENT ISSUING REPORT

Calhoun County Auditor's Office
Cindy Mueller, County Auditor

CALHOUN COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

TABLE OF CONTENTS

INTRODUCTORY SECTION

	<u>PAGE</u>
TABLE OF CONTENTS	i
PRINCIPAL OFFICIALS	iii
ORGANIZATIONAL CHARTS.....	iv

FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT	1
MANAGEMENT’S DISCUSSION AND ANALYSIS	3
BASIC FINANCIAL STATEMENTS	12
STATEMENT OF NET POSITION.....	13
STATEMENT OF ACTIVITIES.....	15
BALANCE SHEET - GOVERNMENTAL FUNDS	17
RECONCILIATION OF THE GOVERNMENTAL FUNDS - BALANCE SHEET TO THE STATEMENT OF NET POSITION	18
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS.....	19
RECONCILIATION OF THE STATEMENT OF REVENUES EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES.....	21
STATEMENT OF FIDUCIARY NET POSITION.....	22
NOTES TO BASIC FINANCIAL STATEMENTS.....	23
REQUIRED SUPPLEMENTARY INFORMATION	48
GENERAL FUND - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	49
NOTES TO SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	51
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM - NET PENSION LIABILITY AND RELATED RATIOS	52
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM - SCHEDULE OF CONTRIBUTIONS AND RELATED NOTES	54
SUPPLEMENTARY INFORMATION	56
COMBINING FINANCIAL STATEMENTS - NON-MAJOR GOVERNMENTAL FUNDS.....	57
NONMAJOR GOVERNMENTAL FUNDS - COMBINING BALANCE SHEET	61
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES.....	62
NONMAJOR SPECIAL REVENUE FUNDS - COMBINING BALANCE SHEET.....	63
NONMAJOR SPECIAL REVENUE FUNDS - COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES.....	72
AIRPORT - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	81

CALHOUN COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017 2017

TABLE OF CONTENTS (CONTINUED)

FINANCIAL SECTION (CONTINUED)

	<u>PAGE</u>
APPELLATE JUDICIAL SYSTEM - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	82
COASTAL PROTECTION - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	83
COUNTY & DISTRICT COURT TECHNOLOGY - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	84
COUNTY CHILD ABUSE PREVENTION - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	85
COUNTY CHILD WELFARE BOARD - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	86
COURT HOUSE SECURITY FUND - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	87
COURT INITIATED GUARDIANSHIP - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	88
COURT RECORDS PRESERVATION - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	89
COUNTY CLERK RECORDS ARCHIVE - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	90
DISTRICT ATTORNEY FORFEITURE - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	91
DRUG/DWI COURT PROGRAM - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	92
JUVENILE CASE MANAGER - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	93
FAMILY PROTECTION - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	94
JUVENILE DELINQUENCY PREVENTION - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	95
JUSTICE COURT TECHNOLOGY - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	96
JUSTICE COURT BUILDING SECURITY - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	97
LATERAL ROAD FUND PRECINCT #1 - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	98
LATERAL ROAD FUND PRECINCT #2 - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	99
LATERAL ROAD FUND PRECINCT #3 - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	100
LATERAL ROAD FUND PRECINCT #4 - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	101
PRETRIAL SERVICES - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	102
LAW LIBRARY FUND - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	103

CALHOUN COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

TABLE OF CONTENTS (CONTINUED)

FINANCIAL SECTION (CONTINUED)

	<u>PAGE</u>
PORT O'CONNOR COMMUNITY CENTER - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	104
RECORD MANAGEMENT/PRESERVATION DISTRICT CLERK - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	105
COUNTY CLERK RECORDS MANAGEMENT - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	106
RECORDS MANAGEMENT AND PREVENTION - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	107
ROAD AND BRIDGE FUND GENERAL - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	108
SHERIFF FORFEITED PROPERTY - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	109
6 MILE PIER/BOAT RAMP INSURANCE/MAINTENANCE (ALCOA) - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	110
NONMAJOR DEBT SERVICE FUNDS - COMBINING BALANCE SHEET	111
NONMAJOR DEBT SERVICE FUNDS - COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	112
DEBT SERVICE REFUNDING 2010 FUND - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	113
DEBT SERVICE REFUNDING 2012 FUND - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	114
NONMAJOR CAPITAL PROJECTS FUNDS - COMBINING BALANCE SHEET.....	115
NONMAJOR CAPITAL PROJECTS FUNDS - COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	118
AGENCY FUNDS - COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES..	121
DISCRETELY PRESENTED COMPONENT UNIT - STATEMENT OF NET POSITION	123
DISCRETELY PRESENTED COMPONENT UNIT - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION.....	124
DISCRETELY PRESENTED COMPONENT UNIT - STATEMENT OF CASH FLOWS.....	125

CALHOUN COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

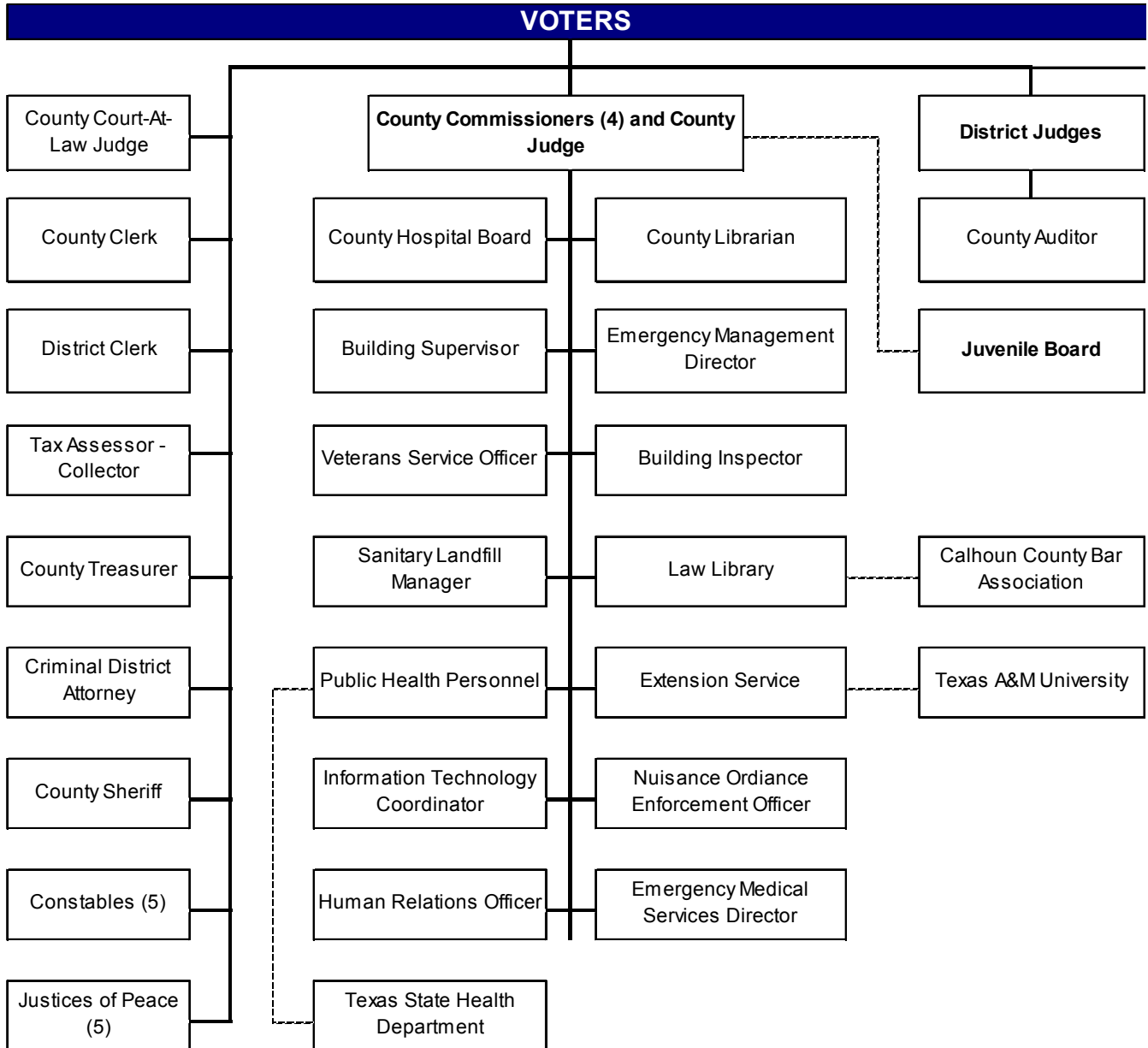
PRINCIPAL OFFICIALS

COUNTY JUDGE MICHAEL J. PFEIFER
COMMISSIONER, PRECINCT 1 DAVID HALL
COMMISSIONER, PRECINCT 2 VERNON LYSSY
COMMISSIONER, PRECINCT 3 CLYDE SYMA
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 unit, each major fund, and the aggregate remaining fund information of Calhoun County, as of and for the year ended December 31, 2017, 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, 2017, 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

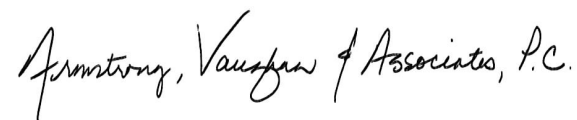
Required Supplementary Information

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 changes - net pension liability and related ratios, and the schedule of County Contributions 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 comparative statements and combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative financial statements and combining nonmajor fund financial 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 comparative financial statements and 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, 2018

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, 2017. 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, 2017 by \$66.7 million (net position), an increase from the previous year of 7.5%.
- The total assets of Medical Memorial Center exceeded the liabilities at December 31, 2017 by \$12.5 million (net position), a decrease from the previous year of 10.9%.
- During the year, the County's expenses were \$25.5 million, which was \$4.4 million less than the \$29.8 million generated in taxes and other revenues for governmental activities.
- Total revenue from all sources was \$29.8 million. The primary revenue sources for governmental activities were property (ad valorem) taxes (\$16.0 million), sales tax (\$3.6 million), capital grants and contributions (\$5.1 million), and charges for services (\$3.4 million). These three revenue sources accounted for 53.7%, 12.2%, 17.0, and 11.3% respectively, or 94.2% of total governmental activities revenues.
- Total expenditures for governmental activities were \$25.5 million. The largest functional expenses were public safety (\$7.4 million), roads and bridges (\$5.1 million), and health and welfare (\$3.5 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 \$19.8 million, a decrease of \$1.3 million from December 31, 2016.
- Of the total fund balance for General Fund (\$19.8 million), the unassigned fund balance of \$19.0 million equals 96.0% of the fiscal year 2017 total general fund balance.
- At December 31, 2017, the County's nonmajor funds reported a fund balance of \$12.7 million, an increase of \$4.3 million from December 31, 2016.

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:

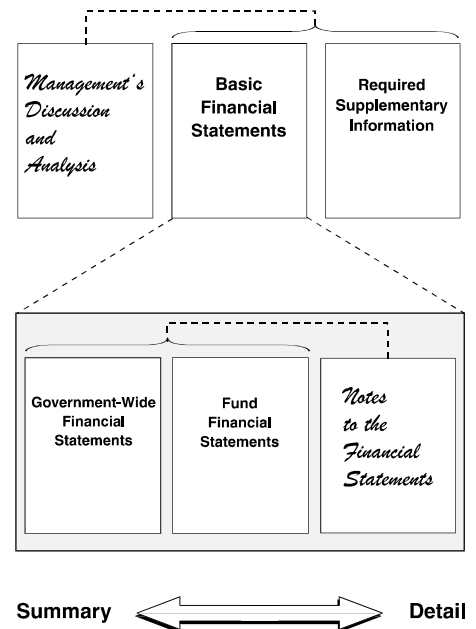
The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County’s overall financial status.

- 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 \$66.7 million at December 31, 2017. (See Table A-1).

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

	Governmental Activities			Discretely Presented Component Unit		
	2017	2016	% Change	2017	2016	% Change
ASSETS						
Cash and Cash Equivalents	\$ 32,361,203	\$ 27,764,373	16.6%	\$ 3,043,924	\$ 4,168,930	-26.99%
Receivables (Net of Allowance)	9,375,482	7,933,865	18.2%	9,935,579	7,077,204	40.39%
Due from Others	2,000,406	1,481,631	35.0%	262,499	143,851	82.48%
Inventories	622,033	498,831	24.7%	670,519	780,989	-14.14%
Prepaid Items and Other Current Assets	180,121	170,577	5.6%	4,818,373	5,633,490	-14.47%
Loan to Component Unit	-	1,475,000	-100.0%	-	-	0.0%
Restricted Cash and Cash Equivalents	9,610,791	10,322,459	-6.9%	-	-	0.0%
Capital Assets (Net of Accumulated Depreciation)	38,730,863	37,944,475	2.1%	7,207,942	7,010,054	2.82%
TOTAL ASSETS	<u>92,880,899</u>	<u>87,591,211</u>	6.0%	<u>25,938,836</u>	<u>24,814,518</u>	4.53%
DEFERRED OUTFLOWS OF RESOURCES						
	<u>4,106,193</u>	<u>4,725,372</u>	-13.1%	<u>3,137,330</u>	<u>3,742,679</u>	-16.17%
LIABILITIES						
Accounts Payable	835,778	507,949	64.5%	1,483,220	1,054,656	40.64%
Accrued and Other Liabilities	553,492	473,905	16.8%	10,756,544	8,599,770	25.08%
Due to Others	2,218,803	1,670,837	32.8%	-	-	0.0%
Accrued Interest	108,283	122,574	-11.7%	-	-	0.0%
Due Within One Year	1,204,040	1,160,125	3.8%	364,341	1,676,510	-78.27%
Due in More Than One Year	5,561,546	6,579,157	-15.5%	929,155	275,744	236.96%
Net Pension Liability	3,495,176	3,511,122	-0.5%	2,730,075	2,803,027	-2.60%
TOTAL LIABILITIES	<u>13,977,118</u>	<u>14,025,669</u>	-0.3%	<u>16,263,335</u>	<u>14,409,707</u>	12.86%
DEFERRED INFLOWS OF RESOURCES						
	<u>16,332,939</u>	<u>15,986,677</u>	2.2%	<u>344,267</u>	<u>154,280</u>	123.14%
NET POSITION:						
Net Investment in Capital Assets	32,432,973	30,696,037	5.7%	5,914,446	6,532,800	-9.47%
Restricted Net Position	5,476,534	1,080,762	406.7%	-	-	0.0%
Unrestricted Net Position	28,767,528	30,527,438	-5.8%	6,554,118	7,460,410	-12.15%
TOTAL NET POSITION	<u>\$ 66,677,035</u>	<u>\$ 62,304,237</u>	7.0%	<u>\$ 12,468,564</u>	<u>\$ 13,993,210</u>	-10.90%

The County's assets exceeded liabilities by \$66.7 million at the close of the current fiscal year. Of this amount, \$32.4 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

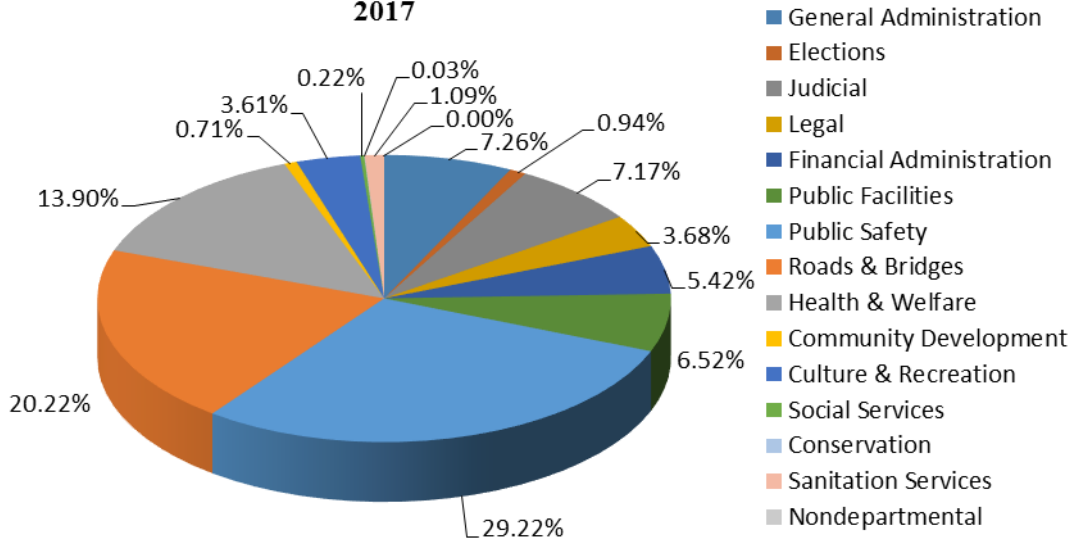
Table A-2 indicates changes in net position for governmental activities. (Note: The County does not have any business-type activities.)

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

	Governmental Activities			Discretely Presented Component Unit		
	2017	2016	% Change	2017	2016	% Change
Revenues						
Program Revenues:						
Charges for Services	\$ 3,369,042	\$ 2,813,242	19.8%	\$ 71,821,211	\$ 74,508,723	-3.6%
Operating Grants and Contributions	877,949	748,253	17.3%	455,741	4,668,502	-90.2%
Capital Grants and Contributions	5,076,473	210,418	2312.6%	22,000	24,000	-8.3%
General Revenues:						
Property Taxes	15,999,977	16,905,958	-5.4%	-	-	0.0%
Sales Tax and Other Tax	3,634,887	3,106,683	17.0%	-	-	0.0%
Other Taxes	59,920	50,826	17.9%	-	-	0.0%
Investment Earnings	114,600	60,173	90.5%	9,570	5,388	77.62%
Miscellaneous Revenues	690,479	943,458	-26.8%	-	-	0.0%
Total Revenues	<u>29,823,327</u>	<u>24,839,011</u>	20.1%	<u>72,308,522</u>	<u>79,206,613</u>	0.0%
Expenses:						
General Administration	1,811,980	1,620,108	11.8%	-	-	0.0%
Elections	238,450	276,666	-13.8%	-	-	0.0%
Judicial	1,809,889	1,655,003	9.4%	-	-	0.0%
Legal	928,362	864,005	7.4%	-	-	0.0%
Financial Administration	1,368,378	1,312,262	4.3%	-	-	0.0%
Public Facilities	1,646,392	1,487,031	10.7%	-	-	0.0%
Public Safety	7,378,546	6,213,881	18.7%	-	-	0.0%
Roads & Bridges	5,104,698	5,931,391	-13.9%	-	-	0.0%
Health & Welfare	3,509,743	3,330,505	5.4%	-	-	0.0%
Community Development	178,960	225,356	-20.6%	-	-	0.0%
Culture & Recreation	912,512	887,807	2.8%	-	-	0.0%
Social Services	55,455	52,349	5.9%	-	-	0.0%
Conservation	7,750	7,750	0.0%	-	-	0.0%
Sanitation Services	275,532	192,658	43.0%	-	-	0.0%
Nondepartmental	-	3,000	-100.0%	-	-	0.0%
Interest & Fiscal Charges	223,882	246,129	-9.0%	-	-	0.0%
Memorial Medical Center	-	-	0.0%	73,833,168	78,236,001	-5.6%
Total Expenses	<u>25,450,529</u>	<u>24,305,901</u>	4.7%	<u>73,833,168</u>	<u>78,236,001</u>	-5.6%
Increase (Decrease) in Net Position	<u>\$ 4,372,798</u>	<u>\$ 533,110</u>	720.2%	<u>\$ (1,524,646)</u>	<u>\$ 970,612</u>	-257.1%

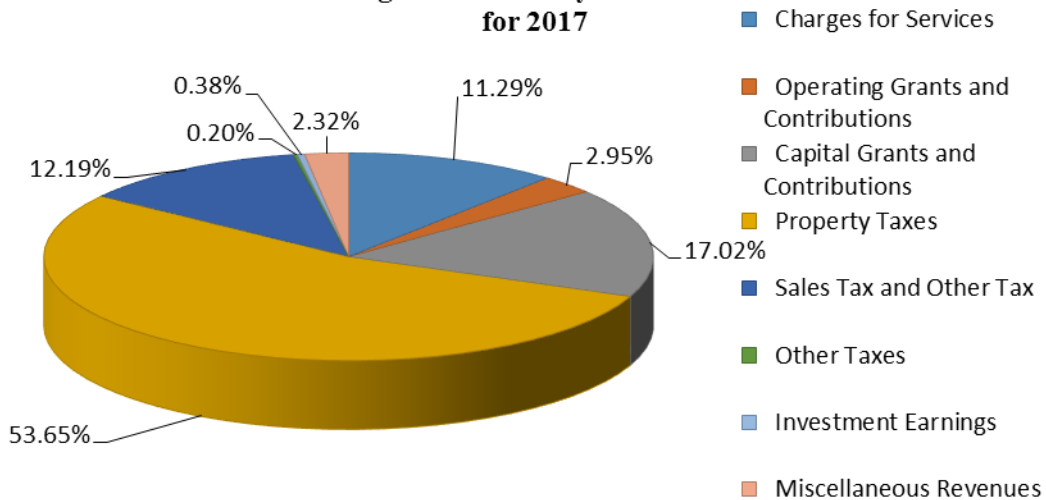
Expenditures. The total cost of all programs and services was \$25.5 million (see Figure A-3).

Figure A-3 County Expenditures for 2017



- 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 2017



Revenues. The County’s total revenues were \$29.8 million. A significant portion, 65.8%, of the County’s revenue comes from taxes, including primarily property tax and sales tax. (See Figure A-4.) Other revenue sources include 11.3% from charges for services, with 20.0% 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 \$25.5 million.
- However, the amount that our taxpayers paid for these activities through property taxes was \$16.0 million and \$3.6 million through sales tax.
- The cost paid by those who directly benefited from the programs was \$3.4 million.

The total received by the County for grants and contributions was \$6.0 million, of which \$3.0 million was received from Formosa for improvements to the City of Point Comfort’s water treatment facility and \$1.5 million was donated from Formosa for the purchase of six fire trucks and safety equipment.

Table A-3
Net Cost of Selected County Functions

	Total Cost of Services		Net Cost of Services	
	2017	2016	2017	2016
General Administration	\$ 1,811,980	\$ 1,620,108	\$ (1,185,779)	\$ (1,519,658)
Elections	238,450	-	(215,499)	-
Judicial	1,809,889	1,655,003	(1,236,362)	(1,366,064)
Legal	928,362	864,005	(874,770)	(781,305)
Financial Administration	1,368,378	1,312,262	(892,076)	(717,173)
Public Facilities	1,646,392	1,487,031	(1,587,694)	(1,046,690)
Public Safety	7,378,546	6,213,881	(6,938,429)	(5,458,124)
Roads & Bridges	5,104,698	5,931,391	559,921	(3,548,113)
Health & Welfare	3,509,743	3,330,505	(2,183,307)	(4,112,137)
Community Development	178,960	225,356	(178,960)	(175,833)
Culture & Recreation	912,512	887,807	(870,741)	(793,352)
Social Services	55,455	52,349	(55,455)	(49,667)
Conservation	7,750	7,750	(7,750)	13,385
Sanitation Services	275,532	192,658	(236,282)	(145,764)
Nondepartmental	-	3,000	-	(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 of \$32.5 million, an increase of \$3.0 million in comparison with the prior year. The increase can be attributed to the receipt of several grants in the current year to be used for hurricane relief.

The County’s major 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 \$23.8 million with the unassigned fund balance of the General Fund at \$19.0 million.

As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance to total general fund expenditures. Unassigned fund balance for fiscal year 2017 represents 84.4% 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 \$858 thousand or about 4.0% 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 2017, the County had invested \$38.7 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) This amount represents a net increase (including additions and deductions) of \$786 thousand or 2.0% percent more than last year.

Table A-4
County's Capital Assets

	Governmental Activities		Discretely Presented Component Unit	
	2017	2016	2017	2016
Land	\$ 5,817,322	\$ 5,817,322	\$ 320,593	\$ 320,593
Infrastructure	21,821,352	21,027,579	-	-
Buildings and Improvements	22,594,531	22,591,791	13,209,688	13,209,688
Improvements Other Than Buildings	10,728,865	10,669,040	-	-
Furniture, Fixtures, and Equipment	17,411,717	16,488,419	13,611,805	13,486,223
Construction In Progress	2,182,159	1,028,231	-	-
Lease Assets	-	-	3,640,521	2,578,397
Totals at Historical Cost	<u>80,555,946</u>	<u>77,622,382</u>	<u>30,782,607</u>	<u>29,594,901</u>
Total Accumulate Depreciation	<u>(41,825,083)</u>	<u>(39,677,907)</u>	<u>(23,574,665)</u>	<u>(22,584,847)</u>
Net Capital Assets	<u>\$ 38,730,863</u>	<u>\$ 37,944,475</u>	<u>\$ 7,207,942</u>	<u>\$ 7,010,054</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 \$6.3 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	
	2017	2016	2017	2016
Refunding Bond, Series 2010	\$ 3,095,000	\$ 3,480,000	\$ -	\$ -
Refunding Bond, Series 2012	3,165,000	3,725,000	-	-
Capital Lease Obligation	-	-	1,293,496	477,254
Total Outstanding Debt	<u>\$ 6,260,000</u>	<u>\$ 7,205,000</u>	<u>\$ 1,293,496</u>	<u>\$ 477,254</u>

Bond Ratings

The County's bonds presently carry "AAA" ratings with underlying ratings as follows: Moody's Investor Services "Aa3" 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).

Budgetary Highlights

The County revised its original budget for the general fund several times to adjust for changes resulting in an overall increase of \$23.3 thousand in revenues and increase of \$1.3 million in expenses. Hurricane Harvey was the major driver of budget revisions in expenses. As part of the budget revisions, increases were made to other revenue and related expenditures based on the source of the funds.

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 2017 property tax rate adopted by the Commissioners Court, \$.49 per hundred dollar valuation, was identical to the 2016 tax rate. The total tax levy for the 2018 fiscal year was \$16,214,090. 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 decreased in the 2018 budget to \$24.3 million from \$24.1 million in the 2017 budget. This is a 1% increase. The largest increases are to employee salaries.

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, 2017

	Primary Government	Component Unit
	Governmental Activities	Memorial Medical Center
ASSETS		
Cash and Cash Equivalents	\$ 32,361,203	\$ 3,043,924
Receivables (Net of Allowance for Uncollectibles)	9,375,482	9,935,579
Due from Others	2,000,406	262,499
Inventories	622,033	670,519
Prepaid Items and Other Current Assets	180,121	4,818,373
Restricted Assets:		
Cash and Cash Equivalents	9,610,791	-
Capital Assets (Net of Accumulated Depreciation)		
Land	5,817,322	320,593
Construction in Progress	2,182,159	-
Buildings	14,686,290	4,396,087
Improvements Other than Buildings	4,442,013	-
Furniture, Fixtures and Equipment	5,311,481	1,187,301
Infrastructure	6,291,598	-
Lease Assets	-	1,303,961
TOTAL ASSETS	92,880,899	25,938,836
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	3,831,872	3,137,330
Deferred Outflows - Debt Refundings	274,321	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 4,106,193	\$ 3,137,330

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF NET POSITION (CONTINUED)
DECEMBER 31, 2017

	Primary Government	Component Unit
	Governmental Activities	Memorial Medical Center
LIABILITIES		
Accounts Payable	\$ 835,778	\$ 1,483,220
Accrued and Other Liabilities	553,492	10,756,544
Due to Others	2,218,803	-
Interest Payable	108,283	-
<i>Noncurrent Liabilities:</i>		
Due in One Year	1,204,040	364,341
Due in More Than One Year	5,561,546	929,155
Net Pension Liability	3,495,176	2,730,075
TOTAL LIABILITIES	13,977,118	16,263,335
 DEFERRED INFLOWS OF RESOURCES		
Property Taxes Levied For Future Periods	15,718,010	-
Deferred Inflows - Pension Related	614,929	344,267
TOTAL DEFERRED INFLOWS OF RESOURCES	16,332,939	344,267
 NET POSITION:		
Net Investment in Capital Assets	32,432,973	5,914,446
Restricted For:		
Debt Service	97,745	-
Capital Projects	5,378,789	-
Unrestricted	28,767,528	6,554,118
TOTAL NET POSITION	\$ 66,677,035	\$ 12,468,564

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

Functions and Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Administration	\$ (1,811,980)	\$ 458,821	\$ 146,383	\$ 20,997
Elections	(238,450)	22,951	-	-
Judicial	(1,809,889)	445,293	128,234	-
Legal	(928,362)	14,387	39,205	-
Financial Administration	(1,368,378)	476,302	-	-
Public Facilities	(1,646,392)	41,475	17,223	-
Public Safety	(7,378,546)	440,117	-	-
Roads & Bridges	(5,104,698)	250,670	358,473	5,055,476
Health & Welfare	(3,509,743)	1,160,233	166,203	-
Community Development	(178,960)	-	-	-
Culture & Recreation	(912,512)	19,543	22,228	-
Social Services	(55,455)	-	-	-
Conservation	(7,750)	-	-	-
Sanitation Services	(275,532)	39,250	-	-
Interest & Fiscal Charges	(223,882)	-	-	-
Total Governmental Activities	<u>\$ (25,450,529)</u>	<u>\$ 3,369,042</u>	<u>\$ 877,949</u>	<u>\$ 5,076,473</u>
Component Unit:				
Memorial Medical Center	<u>\$ (73,833,168)</u>	<u>\$ 71,821,211</u>	<u>\$ 455,741</u>	<u>\$ 22,000</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.

CALHOUN COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 22,712,760	\$ 9,648,443	\$ 32,361,203
Receivables (Net of Allowance for Uncollectibles):			
Taxes	4,923,605	386,573	5,310,178
Accounts	3,751,358	313,946	4,065,304
Due from Others	1,805,557	194,849	2,000,406
Due from Other Funds	1,016,548	1,254	1,017,802
Inventories	622,033	-	622,033
Prepaid Items and Other Current Assets	179,164	957	180,121
Restricted Assets:			
Cash and Cash Equivalents	8,830,144	780,647	9,610,791
TOTAL ASSETS	\$ 43,841,169	\$ 11,326,669	\$ 55,167,838
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
<i>Liabilities:</i>			
Accounts Payable	\$ 720,068	\$ 115,710	\$ 835,778
Accrued and Other Liabilities	547,460	6,032	553,492
Due to Other Funds	1,254	1,016,548	1,017,802
Due to Others	2,198,127	20,676	2,218,803
<i>Total Liabilities</i>	<i>3,466,909</i>	<i>1,158,966</i>	<i>4,625,875</i>
 <i>Deferred Inflows of Resources</i>			
Deferred Revenues	16,531,426	1,464,790	17,996,216
<i>Total Deferred Inflows of Resources</i>	<i>16,531,426</i>	<i>1,464,790</i>	<i>17,996,216</i>
 <i>Fund Balances:</i>			
Nonspendable	801,197	957	802,154
Restricted	-	7,958,342	7,958,342
Committed	-	132,773	132,773
Assigned	4,000,000	610,841	4,610,841
Unassigned Fund Balance	19,041,637	-	19,041,637
<i>Total Fund Balances</i>	<i>23,842,834</i>	<i>8,702,913</i>	<i>32,545,747</i>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 43,841,169	\$ 11,326,669	\$ 55,167,838

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, 2017

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS		\$	32,545,747
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>			
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			38,730,863
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.			2,278,206
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	(193,376)		
Deferred Outflows - Debt Refundings	274,321		
Bonds, Capital Lease and Premium Payable	<u>(6,572,210)</u>		(6,491,265)
<p>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.</p>			
Net Pension Liability	(3,495,176)		
Deferred Inflows - Pension Related	(614,929)		
Deferred Outflows - Pension Related	<u>3,831,872</u>		(278,233)
Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds.			<u>(108,283)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES		\$	<u><u>66,677,035</u></u>

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Taxes:			
Ad Valorem Taxes	\$ 14,758,165	\$ 1,195,293	\$ 15,953,458
Sales Taxes	3,634,887	-	3,634,887
Other Taxes	64,225	-	64,225
Intergovernmental	335,412	874,902	1,210,314
Charges for Service	1,808,150	431,774	2,239,924
Permits & Licenses	13,891	262,518	276,409
Fines & Forfeitures	181,520	74,786	256,306
Interest	102,932	10,280	113,212
Gifts & Contributions	-	4,625,697	4,625,697
Rents & Leases	19,160	14,975	34,135
Miscellaneous	310,825	110,427	421,252
TOTAL REVENUES	<u>21,229,167</u>	<u>7,600,652</u>	<u>28,829,819</u>
EXPENDITURES			
<i>Current:</i>			
General Administration	1,799,772	567,698	2,367,470
Elections	176,082	17,951	194,033
Judicial	1,694,131	12,588	1,706,719
Legal	856,288	28,526	884,814
Financial Administration	1,299,229	-	1,299,229
Public Facilities	1,116,634	153,688	1,270,322
Public Safety	6,483,383	613,562	7,096,945
Roads & Bridges	4,686,207	550,468	5,236,675
Health & Welfare	3,227,555	591,299	3,818,854
Community Development	181,519	-	181,519
Culture and Recreation	625,671	69,147	694,818
Social Services	54,317	-	54,317
Conservation	7,750	57,786	65,536
Sanitation Services	306,158	-	306,158
<i>Debt Service:</i>			
Principal	-	945,000	945,000
Interest and Fiscal Charges	-	243,720	243,720
TOTAL EXPENDITURES	<u>22,514,696</u>	<u>3,851,433</u>	<u>26,366,129</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (1,285,529)</u>	<u>\$ 3,749,219</u>	<u>\$ 2,463,690</u>

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, 2017

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	\$ 601,998	\$ 1,378,469	\$ 1,980,467
Transfers Out (Uses)	(1,130,701)	(849,766)	(1,980,467)
Insurance Proceeds	359,004	-	359,004
Proceeds from Sale of Capital Assets	<u>142,000</u>	<u>-</u>	<u>142,000</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(27,699)</u>	<u>528,703</u>	<u>501,004</u>
 Net Change in Fund Balance	 (1,313,228)	 4,277,922	 2,964,694
 Fund Balances at Beginning of Year	 <u>25,156,062</u>	 <u>4,424,991</u>	 <u>29,581,053</u>
Fund Balances at End of Year	<u>\$ 23,842,834</u>	<u>\$ 8,702,913</u>	<u>\$ 32,545,747</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, 2017

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 2,964,694

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

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.

Current Year Additions	4,225,381	
Additions Previously Reported as Construction in Progress	(823,114)	
Current Period Depreciation	(2,516,387)	885,880

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. (99,492)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Accrued District and County Court Fines Receivable	250,073	
EMS Receivables	219,796	
Change in Property Taxes Receivable Not Collected within 60 Days of Year End	22,638	492,507

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.

Bond Principal Payments	945,000	
Amortization of Loss Refunding	(42,851)	
Amortization of Bond Premium	48,399	950,548

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.

Compensated Absences	(19,703)	
Accrued Interest on Bond	14,291	(5,412)

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 pension expense exceeded the actuarially determined contributions. (815,927)

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 4,372,798

CALHOUN COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2017

	Agency Funds
ASSETS	
Cash and Investments	\$ 977,918
Receivables (Net of Allowances for Uncollectibles):	
Accounts	12,281
Accounts Receivable - County	17,438
Due from Other Governments	875,872
Due from Others	8,885
TOTAL ASSETS	\$ 1,892,394
 LIABILITIES	
Accounts Payable - County	\$ 71,830
Due to Other Governments	1,343,306
Due to Others	477,258
TOTAL LIABILITIES	\$ 1,892,394

See accompanying notes to basic financial statements.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2017

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 and is governed by a legally separate board. 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, 2017

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, 2017

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 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, 2017

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, 2017

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, 2017

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 TCDRS' fiduciary net position have been determined on the same basis as they are reported by TCDRS. 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, 2017

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 2016 financial statements to conform to the 2017 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, 2017

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, 2017

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, 2017, the County and MMC’s deposits and investments were as follows:

	County	MMC
Cash	\$ 15,449,912	\$ 2,543,924
Certificates of Deposit	27,500,000	500,000
	\$ 42,949,912	\$ 3,043,924

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, 2017, 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, 2017, the County’s investments were held entirely in certificates of deposit at financial institutions.

As of December 31, 2017, the County had \$9,610,791 in restricted cash and cash equivalents. \$780,647 of this money represents funds held to pay for the County’s annual debt service obligations. The remaining \$8,830,144 represents property taxes collected in advance to fund the 2018 budget.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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:

	<u>General</u>	<u>Nonmajor Funds</u>	<u>Total Primary Government</u>	<u>Component Unit</u>
Receivables:				
Property Tax Receivables	\$ 5,182,742	\$ 406,919	\$ 5,589,661	\$ -
Less: Allowance for Uncollectible Accounts	(259,137)	(20,346)	(279,483)	-
Court Fines and Receivables	4,421,945	706,186	5,128,131	-
Less: Allowance for Uncollectible Accounts	(1,139,559)	(392,240)	(1,531,799)	-
EMS Receivables	6,291,624	-	6,291,624	-
Less: Allowance for Uncollectible Accounts	(5,900,455)	-	(5,900,455)	-
Patient Accounts	-	-	-	7,199,148
Less: Allowance for Uncollectible Accounts	-	-	-	(5,099,000)
Nursing Home Residents	-	-	-	9,051,431
Less: Allowance for Uncollectible Accounts	-	-	-	(1,216,000)
Other Receivables	77,803	-	77,803	-
Due From Others	1,805,557	194,849	2,000,406	-
Net Total Receivables	<u>\$ 10,480,520</u>	<u>\$ 895,368</u>	<u>\$ 11,375,888</u>	<u>\$ 9,935,579</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:

	<u>General</u>	<u>Nonmajor Funds</u>	<u>Total Primary Government</u>
Property Taxes Levied for Future Periods	\$ 9,885,711	\$ 756,034	\$ 10,641,745
Delinquent Property Taxes	4,946,988	388,302	5,335,290
Court Fines	1,292,278	318,304	1,610,582
EMS Charges	391,169	-	391,169
Other Revenues	15,280	2,150	17,430
	<u>\$ 16,531,426</u>	<u>\$ 1,464,790</u>	<u>\$ 17,996,216</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

NOTE E – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at December 31, 2017 consisted of the following:

Due From Other Funds	Due To Other Funds	Amount	Purpose
Nonmajor Special Revenue Funds	General Fund	\$ 1,254	Coastal Protection Grant
General Fund	Nonmajor Special Revenue Funds	490,804	Homeland Security Grants
General Fund	Nonmajor Capital Projects Funds	525,744	Reimbursement of capital projects costs

Interfund transfers at December 31, 2017 consisted of the following:

Transfers In	Transfers Out	Amount	Purpose
General Fund	Nonmajor Capital Projects Funds	\$ 61	Closeout completed capital project fund
General Fund	Nonmajor Special Revenue Funds	601,937	Transfer to supplement capital projects
Nonmajor Capital Projects Funds	General Fund	1,090,701	Transfer to supplement operations
Nonmajor Special Revenue Funds	General Fund	40,000	Transfer to supplement operations
Nonmajor Special Revenue Funds	Nonmajor Special Revenue Funds	62,768	Correction of recorded revenues
Nonmajor Capital Projects Funds	Nonmajor Special Revenue Funds	185,000	Odyssey Case Management Project
		<u>\$ 1,980,467</u>	

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 2016 tax roll to finance operations and debt service for the fiscal year ended December 31, 2017, was \$.49 per \$100 assessed valuation. The total tax levy for the fiscal year 2017 was \$16,243,534 of which \$118,204 remained outstanding in delinquent taxes as of December 31, 2017.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

NOTE G – CAPITAL ASSETS

The County's capital asset activity for the year ended December 31, 2017, was as follows:

<i>Governmental Activities</i>	Balance 1/1/17	Additions/ Transfers	Disposals/ Transfers	Balance 12/31/17
<i>Capital Assets Not Depreciated:</i>				
Land	\$ 5,817,322	\$ -	\$ -	\$ 5,817,322
Construction in Progress	1,028,231	1,977,042	(823,114)	2,182,159
<i>Total Capital Assets Not Depreciated</i>	<u>6,845,553</u>	<u>1,977,042</u>	<u>(823,114)</u>	<u>7,999,481</u>
<i>Capital Assets Being Depreciated:</i>				
Buildings	22,591,791	2,740	-	22,594,531
Improvements Other Than Buildings	10,669,040	60,915	(1,090)	10,728,865
Furniture, Fixtures, and Equipment	16,488,419	1,390,911	(467,613)	17,411,717
Infrastructure	21,027,579	793,773	-	21,821,352
<i>Total Capital Assets Depreciated</i>	<u>70,776,829</u>	<u>2,248,339</u>	<u>(468,703)</u>	<u>72,556,465</u>
Totals at Historical Cost	<u>77,622,382</u>	<u>4,225,381</u>	<u>(1,291,817)</u>	<u>80,555,946</u>
<i>Less Accumulated Depreciation:</i>				
Buildings	(7,376,560)	(531,681)	-	(7,908,241)
Improvements Other Than Buildings	(5,918,431)	(369,511)	1,090	(6,286,852)
Furniture, Fixtures, and Equipment	(11,356,744)	(1,111,613)	368,121	(12,100,236)
Infrastructure	(15,026,172)	(503,582)	-	(15,529,754)
<i>Total Accumulated Depreciation</i>	<u>(39,677,907)</u>	<u>(2,516,387)</u>	<u>369,211</u>	<u>(41,825,083)</u>
Governmental Capital Assets, Net	<u>\$ 37,944,475</u>	<u>\$ 1,708,994</u>	<u>\$ (922,606)</u>	<u>\$ 38,730,863</u>

Depreciation was charged to the governmental functions as follows:

General Administrations	\$ 292,021
Judicial	41,831
Legal	849
Financial Administration	15,745
Public Facilities	254,537
Public Safety	568,870
Roads And Bridges	873,818
Health And Welfare	218,852
Community Development	994
Culture Recreation	236,270
Sanitation Services	12,600
Total Depreciation Expense - Governmental Activities	<u>\$ 2,516,387</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

NOTE G – CAPITAL ASSETS (Continued)

MMC’s capital Asset activity for the year ended December 31, 2017, was as follows:

<i>Governmental Activities</i>	Balance 1/1/17	Additions/ Transfers	Disposals/ Transfers	Balance 12/31/17
<i>Capital Assets Not Depreciated:</i>				
Land	\$ 320,593	\$ -	\$ -	\$ 320,593
<i>Total Capital Assets Not Depreciated</i>	<u>320,593</u>	<u>-</u>	<u>-</u>	<u>320,593</u>
<i>Capital Assets Being Depreciated:</i>				
Buildings and Improvements	13,209,688	-	-	13,209,688
Equipment, Machinery and Furniture	13,486,223	125,582	-	13,611,805
Leased Assets	<u>2,578,397</u>	<u>1,062,124</u>	<u>-</u>	<u>3,640,521</u>
<i>Total Capital Assets Depreciated</i>	<u>29,274,308</u>	<u>1,187,706</u>	<u>-</u>	<u>30,462,014</u>
Totals at Historical Cost	<u>29,594,901</u>	<u>1,187,706</u>	<u>-</u>	<u>30,782,607</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(8,476,426)	(337,175)	-	(8,813,601)
Equipment	(11,994,097)	(430,453)	-	(12,424,550)
Leased Assets	<u>(2,114,324)</u>	<u>(222,190)</u>	<u>-</u>	<u>(2,336,514)</u>
<i>Total Accumulated Depreciation</i>	<u>(22,584,847)</u>	<u>(989,818)</u>	<u>-</u>	<u>(23,574,665)</u>
Governmental Capital Assets, Net	<u>\$ 7,010,054</u>	<u>\$ 197,888</u>	<u>\$ -</u>	<u>\$ 7,207,942</u>

NOTE H - LONG-TERM DEBT

The County had the following changes in long-term debt outstanding for the year ended December 31, 2017:

<i>Governmental Activities:</i>	Balance Outstanding 1/1/17	Added During Year	Retired During Year	Balance Outstanding 12/31/17	Due Within One Year
Refunding Bond, Series 2010	\$ 3,480,000	\$ -	\$ (385,000)	\$ 3,095,000	\$ 395,000
Premium	174,580	-	(21,823)	152,757	21,823
Refunding Bond, Series 2012	3,725,000	-	(560,000)	3,165,000	575,000
Premium	186,029	-	(26,576)	159,453	26,576
Subtotal	<u>7,565,609</u>	<u>-</u>	<u>(993,399)</u>	<u>6,572,210</u>	<u>1,018,399</u>
Compensated Absences	173,673	186,429	(166,726)	193,376	185,641
<i>Total Governmental Activities</i>	<u>\$ 7,739,282</u>	<u>\$ 186,429</u>	<u>\$ (1,160,125)</u>	<u>\$ 6,765,586</u>	<u>\$ 1,204,040</u>
<i>Discrete Component Unit</i>					
Capital Lease Obligation	<u>\$ 477,254</u>	<u>\$ 1,062,124</u>	<u>\$ (245,882)</u>	<u>\$ 1,293,496</u>	<u>\$ 364,341</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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 12/31/2017	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	\$ 3,095,000	\$ 395,000
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	3,165,000	575,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE	\$ 6,260,000	\$ 970,000

Year Ending December 31,	Principal	Interest	Annual Requirements
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	1,110,000	79,850	1,189,850
2023-2024	1,075,000	61,750	1,136,750
TOTAL	\$ 6,260,000	\$ 810,100	\$ 7,070,100

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

Capital Lease Obligations	Balance at 12/31/17	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.	<u>\$ 1,293,496</u>	<u>\$ 364,341</u>

Year Ended December 31,	General Long-Term Obligations
2018	\$ 408,254
2019	272,360
2020	274,853
2021	234,257
2022	212,288
Total Minimum Lease Payments	1,402,012
Less Amount Representing Interest	(108,516)
Present Value of Lease Payments	<u>\$ 1,293,496</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

NOTE I - LINE OF CREDIT

MMC has a noninterest-bearing line of credit payable on demand with the County in the amount of \$4,000,000 for the purpose of business improvements until state funding is received. As of December 31, 2017, no amount has been drawn on this line of credit.

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.

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 10.48% for the months of the accounting year 2016, and 10.63% for the months of the accounting year in 2017. MMC contributed using the actuarially determined rate of 7.62% for the months of the account year 2016 and 7.00% for the months of the accounting year 2017.

The contribution rate payable by the employee members for 2016 and 2017 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.

CALHOUN COUNTY, TEXAS
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2017

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

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, 2016 valuation and measurement date, the following employees were covered by the benefit terms:

	County	MMC
Inactive Employees Receiving Benefits	113	98
Inactive Employees	133	346
Active Employees	215	246
	461	690

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

Net Pension Liability

The County and MMC's Net Pension Liability (NPL) was measured as of December 31, 2016, 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, 2017

NOTE J - EMPLOYEES' RETIREMENT SYSTEM (Continued)

Texas County and District Retirement System (Continued)

Actuarial Assumptions

The Total Pension Liability in the December 31, 2016 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, 2016 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 2017 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, 2017

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	13.50%	4.70%
Private Equity	16.00%	7.70%
Global Equities	1.50%	5.00%
International Equities - Developed	10.00%	4.70%
International Equities - Emerging	7.00%	5.70%
Investment-Grade Bonds	3.00%	0.60%
High-Yield Bonds	3.00%	3.70%
Opportunistic Credit	2.00%	3.83%
Direct Lending	10.00%	8.15%
Distressed Debt	3.00%	6.70%
REIT Equities	2.00%	3.85%
Master Limited Partnerships (MLPs)	3.00%	5.60%
Private Real Estate Partnerships	6.00%	7.20%
Hedge Funds	20.00%	3.85%
	<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

	<u>Discount Rate 7.10%</u>	<u>Discount Rate 8.10%</u>	<u>Discount Rate 9.10%</u>
Net Pension Liability	\$ 9,033,148	\$ 3,495,176	\$ (1,127,334)

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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	\$ 8,059,722	\$ 2,730,075	\$ (1,633,136)

Changes in Net Pension Liability

The below schedule presents the changes in the Net Pension Liability as of December 31, 2016:

Calhoun County, Texas

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2015	\$ 41,837,735	\$ 38,326,613	\$ 3,511,122
Changes for the year:			
Service Cost	1,379,555	-	1,379,555
Interest on total pension liability	3,378,480	-	3,378,480
Change of Benefit Terms	-	-	-
Economic/Demographic gains or losses	(460,522)	-	(460,522)
Changes of Assumptions	-	-	-
Refund of Contributions	(99,259)	(99,259)	-
Benefit Payments	(1,541,594)	(1,541,594)	-
Administrative Expense	-	(30,836)	30,836
Member Contributions	-	679,388	(679,388)
Net Investment Income	-	2,826,439	(2,826,439)
Employer Contributions	-	1,017,384	(1,017,384)
Other	-	(178,916)	178,916
Net Changes	2,656,660	2,672,606	(15,946)
Balance at December 31, 2016	\$ 44,494,395	\$ 40,999,219	\$ 3,495,176

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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, 2015	\$ 35,747,036	\$ 32,944,009	\$ 2,803,027
Changes for the year:			
Service Cost	1,364,536	-	1,364,536
Interest on total pension liability	2,890,913	-	2,890,913
Economic/Demographic gains or losses	(362,120)	-	(362,120)
Changes of Assumptions	-	-	-
Refund of Contributions	(242,518)	(242,518)	-
Benefit Payments	(1,237,767)	(1,237,767)	-
Administrative Expense	-	(26,488)	26,488
Member Contributions	-	715,252	(715,252)
Net Investment Income	-	2,433,062	(2,433,062)
Employer Contributions	-	803,931	(803,931)
Other Changes	-	40,524	(40,524)
Net Changes	2,413,044	2,485,996	(72,952)
Balance at December 31, 2016	\$ 38,160,080	\$ 35,430,005	\$ 2,730,075

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, 2017, the County and MMC recognized pension expense of \$1,017,381 and \$1,535,665, respectively. For the year December 31, 2016, the County and MMC recognized pension expense of \$1,238,025 and \$1,056,573, respectively.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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)

Also as of December 31, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Calhoun County, Texas

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between Expected and Actual Economic Experience	\$ 20,496	\$ 614,929
Changes in Actuarial Assumptions	286,072	-
Differences Between Projected and Actual Investment Earnings	2,426,776	-
Contributions Subsequent to the Measurement Date	1,098,528	-
	<u>\$ 3,831,872</u>	<u>\$ 614,929</u>

Memorial Medical Center

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between Expected and Actual Economic Experience	\$ 23,517	\$ 344,267
Changes in Actuarial Assumptions	256,212	-
Differences Between Projected and Actual Investment Earnings	2,064,319	-
Contributions Subsequent to the Measurement Date	793,282	-
	<u>\$ 3,137,330</u>	<u>\$ 344,267</u>

Deferred outflows of resources in the amount of \$1,098,528 and \$793,282 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, 2017. 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
	<u> </u>	<u> </u>
2017	\$ 724,406	\$ 680,073
2018	724,406	656,556
2019	615,221	615,651
2020	54,382	47,501
	<u>\$ 2,118,415</u>	<u>\$ 1,999,781</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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, 2017, settled claims resulting from these risks did not exceed commercial insurance coverage.

NOTE L - FUND BALANCES

Fund balances by classification as of December 31, 2017 pursuant to GASB No. 54 are as follows:

	<u>General</u>	<u>Nonmajor Funds</u>	<u>Total Primary Government</u>
Fund Balances:			
Nonspendable:			
Inventory	\$ 622,033	\$ -	\$ 622,033
Prepaid Items	179,164	957	180,121
Restricted for:			
Airport Operations	-	23,062	23,062
Capital Projects	-	4,767,948	4,767,948
Culture and Recreation	-	89,571	89,571
Debt Service	-	105,650	105,650
Justice Administration	-	477,037	477,037
Legal Administration	-	244,278	244,278
Preservation	-	329,639	329,639
Public Facilities	-	28,562	28,562
Public Safety	-	123,583	123,583
Road & Bridge Maintenance	-	1,678,029	1,678,029
Other Purposes	-	90,983	90,983
Committed for:			
Election Services	-	76,640	76,640
Public Safety	-	-	-
Culture & Recreation	-	56,133	56,133
Assigned to:			
Capital Projects	4,000,000	610,841	4,610,841
Unassigned:	19,041,637	-	19,041,637
Total Fund Balances	<u>\$ 23,842,834</u>	<u>\$ 8,702,913</u>	<u>\$ 32,545,747</u>

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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, 2017, the County has tax abatement agreements with four entities. The gross amount of property tax abated during 2017 was \$920,748.

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. The amount of property tax abated during 2017 per the agreement was \$46,244.

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 2017 per the agreement was \$325,316.

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 2017 per the agreement was \$549,185.

A tax abatement agreement was entered into on February 13, 2017 with Formosa for the expansion of their current plastic treatment plant valued at an estimated \$5,000,000,000, the improvement of the City of Point Comfort water treatment facility valued at an estimated \$3,000,000, and the purchase of fire trucks and safety equipment valued at an estimated \$1,500,000. The effective date of the agreement shall commence on January 1, 2018 and expires on December 31, 2027. On June 8, 2017, Formosa assigned all of its rights and obligations under the Tax Abatement Agreement to Nan Ya Plastics Corporation.

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.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

NOTE M - TAX ABATEMENT (Continued)

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 \$456,000 and \$4,661,000 during the years ended December 31, 2017 and 2016. These on-behalf payments are reflected as nonoperating revenues in the accompanying Enterprise Fund – Statements of Revenues, Expenses and Changes in Net Position.

Nursing Home Revenue

In February 2015 and April 2017, 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 \$6,134,000, 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 managers 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, which allowed these facilities to receive Medicare Part A reimbursement rates for their Medicaid residents. In order to receive this additional funding, In order to receive this additional funding in 2016, 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.

CALHOUN COUNTY, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2017

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

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. 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 developed a new program to replace MPAP that allows participating providers to receive additional reimbursement if they either reach a national benchmark level or they make quarterly improvements in up to four predetermined quality measures. HHSC received CMS approval for this quality program (Quality Improvement Payment Program) that began on September 1, 2017. At December 31, 2017, the Medical Center recorded prepaid expenses under the program of approximately \$1,345,000, which represents the prepaid intergovernmental transfers MMC is required to contribute in advance of receiving any gross proceeds. As of December 31, 2017, revenues recognized under this program for dates of service for the period of September 1, 2017 through December 31, 2017, were approximately \$1,205,000, and expenses were approximately \$674,000 and are included in nursing home resident revenue and nursing home expenses, respectively.

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.

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 2017 and 2016, which is included in accrued expenses in the accompanying statement of net position, is summarized as follows:

	2017	2016
Liability at Beginning of Year	\$ 158,000	\$ 280,000
Current Year Claims and Changes in Estimates	1,299,157	1,453,305
Claims Payments	<u>(1,172,268)</u>	<u>(1,575,305)</u>
Liability at End of Year	<u>\$ 284,889</u>	<u>\$ 158,000</u>

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
- Notes to Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
- 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, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance With Final Budget -
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
Taxes:				
Ad Valorem Taxes	\$ 14,863,000	\$ 14,881,500	\$ 14,758,165	\$ (123,335)
Sales Taxes	2,000,000	2,000,000	3,634,887	1,634,887
Other Taxes	27,000	27,000	64,225	37,225
Intergovernmental	170,320	173,576	335,412	161,836
Charges for Service	1,338,650	1,338,650	1,808,150	469,500
Permits & Licences	9,510	9,510	13,891	4,381
Fines & Forfeitures	194,100	194,100	181,520	(12,580)
Interest	27,000	27,000	102,932	75,932
Rents & Leases	9,600	9,600	19,160	9,560
Miscellaneous	206,208	207,783	310,825	103,042
TOTAL REVENUES	<u>18,845,388</u>	<u>18,868,719</u>	<u>21,229,167</u>	<u>2,360,448</u>
EXPENDITURES				
<i>Current:</i>				
General Administration	2,148,705	2,467,357	1,799,772	667,585
Elections	227,865	239,842	176,082	63,760
Judicial	1,761,267	1,817,569	1,694,131	123,438
Legal	840,809	874,636	856,288	18,348
Financial Administration	1,285,872	1,320,545	1,299,229	21,316
Public Facilities	1,134,754	1,177,594	1,116,634	60,960
Public Safety	6,232,521	6,630,857	6,483,383	147,474
Roads & Bridges	4,987,995	5,116,618	4,686,207	430,411
Health & Welfare	3,396,713	3,559,159	3,227,555	331,604
Community Development	198,583	204,158	181,519	22,639
Culture & Recreation	643,437	650,786	625,671	25,115
Social Services	54,601	54,601	54,317	284
Conservation	7,750	7,750	7,750	-
Sanitation Services	220,933	307,773	306,158	1,615
TOTAL EXPENDITURES	<u>23,141,805</u>	<u>24,429,245</u>	<u>22,514,696</u>	<u>1,914,549</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (4,296,417)	\$ (5,560,526)	\$ (1,285,529)	\$ 4,274,997

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, 2017

	<u>Budgeted Amounts</u>		Actual Amounts	Variance With Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u></u>
OTHER FINANCING SOURCES (USES)				
Transfers In	\$ 2,600,002	\$ 600,063	\$ 601,998	\$ 1,935
Transfers Out	(975,005)	(3,180,707)	(1,130,701)	2,050,006
Insurance Proceeds	1	321,948	359,004	37,056
Proceeds From Sale of Capital Assets	1,000	143,000	142,000	(1,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,625,998</u>	<u>(2,115,696)</u>	<u>(27,699)</u>	<u>2,087,997</u>
Net Change in Fund Balance	(2,670,419)	(7,676,222)	(1,313,228)	6,362,994
Fund Balance, January 1	<u>25,156,062</u>	<u>25,156,062</u>	<u>25,156,062</u>	<u>-</u>
Fund Balance, December 31	<u><u>\$ 22,485,643</u></u>	<u><u>\$ 17,479,840</u></u>	<u><u>\$ 23,842,834</u></u>	<u><u>\$ 6,362,994</u></u>

CALHOUN COUNTY, TEXAS
NOTES TO SCHEDULES OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DECEMBER 31, 2017

General Fund Budget

The original expenditure category (appropriation only) budgets for the General Fund are adopted by the Commissioners' Court and filed with the Calhoun County Clerk. During a regular term of the Commissioners' Court, the budget is adopted through the passage of an order. A separate order is provided in the budget. The total budget for the General Fund cannot be increased once the budget is adopted unless the County Auditor certifies a new revenue source not considered during the setting of the original budget. Amendments to the budget to transfer budgeted amounts from one budget classification to another may be made by the Commissioners' Court at its discretion.

State law does not allow actual expenditures to exceed budgeted appropriations at the expense summary classification level. For the General Fund, an expenditure category is considered to be an activity (e.g., personnel, operations and capital outlay etc.)

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

Calhoun County, Texas

Total Pension Liability			
	2014	2015	2016
Service Cost	\$ 1,143,758	\$ 1,290,719	\$ 1,379,555
Interest (on the Total Pension Liability)	2,931,096	3,165,609	3,378,480
Changes of Benefit Terms	-	(156,017)	-
Difference between Expected and Actual Experience	51,241	(449,230)	(460,522)
Change of Assumptions	-	476,786	-
Benefit Payments, Including Refunds of Employee Contributions	(1,389,667)	(1,533,490)	(1,640,853)
Net Change in Total Pension Liability	2,736,428	2,794,377	2,656,660
Total Pension Liability - Beginning	36,306,930	39,043,358	41,837,735
Total Pension Liability - Ending	<u>\$ 39,043,358</u>	<u>\$ 41,837,735</u>	<u>\$ 44,494,395</u>
Plan Fiduciary Net Position			
	2014	2015	2016
Contributions - Employer	\$ 1,040,410	\$ 1,039,019	\$ 1,017,384
Contributions - Employee	627,920	658,802	679,388
Net Investment Income	2,434,843	(211,871)	2,826,439
Benefit Payments, Including Refunds of Employee Contributions	(1,389,667)	(1,533,490)	(1,640,853)
Administrative Expense	(28,531)	(27,584)	(30,836)
Other	(100,287)	75,798	(178,916)
Net Change in Plan Fiduciary Net Position	2,584,688	674	2,672,606
Plan Fiduciary Net Position - Beginning	35,741,251	38,325,939	38,326,613
Plan Fiduciary Net Position - Ending	<u>\$ 38,325,939</u>	<u>\$ 38,326,613</u>	<u>\$ 40,999,219</u>
Net Pension Liability - Ending	\$ 717,419	\$ 3,511,122	\$ 3,495,176
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	98.16%	91.61%	92.14%
Covered Employee Payroll	\$ 8,970,286	\$ 9,411,452	\$ 9,705,546
Net Pension Liability as a Percentage of Covered Employee Payroll	8.00%	37.31%	36.01%

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 THREE PLAN YEARS

Memorial Medical Center

Total Pension Liability			
	2014	2015	2016
Service Cost	\$ 1,060,724	\$ 1,172,884	\$ 1,364,536
Interest (on the Total Pension Liability)	2,483,007	2,690,911	2,890,913
Changes of Benefit Terms	-	(276,726)	-
Difference between Expected and Actual Experience	94,066	(205,707)	(362,120)
Change of Assumptions	-	512,424	-
Benefit Payments, Including Refunds of Employee Contributions	(1,157,854)	(1,328,724)	(1,480,285)
Net Change in Total Pension Liability	2,479,943	2,565,062	2,413,044
Total Pension Liability - Beginning	30,702,031	33,181,974	35,747,036
Total Pension Liability - Ending	<u>\$ 33,181,974</u>	<u>\$ 35,747,036</u>	<u>\$ 38,160,080</u>
Plan Fiduciary Net Position			
	2014	2015	2016
Contributions - Employer	\$ 708,827	\$ 783,080	\$ 803,931
Contributions - Employee	620,401	683,488	715,252
Net Investment Income	2,098,712	(138,800)	2,433,062
Benefit Payments, Including Refunds of Employee Contributions	(1,157,854)	(1,328,724)	(1,480,285)
Administrative Expense	(24,573)	(23,738)	(26,488)
Other	46,496	(77,927)	40,524
Net Change in Plan Fiduciary Net Position	2,292,009	(102,621)	2,485,996
Plan Fiduciary Net Position - Beginning	30,754,621	33,046,630	32,944,009
Plan Fiduciary Net Position - Ending	<u>\$ 33,046,630</u>	<u>\$ 32,944,009</u>	<u>\$ 35,430,005</u>
Net Pension Liability - Ending	\$ 135,344	\$ 2,803,027	\$ 2,730,075
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	99.59%	92.16%	92.85%
Covered Employee Payroll	\$ 8,623,215	\$ 9,764,116	\$ 10,217,883
Net Pension Liability as a Percentage of Covered Employee Payroll	1.57%	28.71%	26.72%

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 THREE CALENDAR YEARS

Calhoun County, Texas

	2015	2016	2017
Actuarially Determined Contribution	\$ 1,039,019	\$ 1,017,381	\$ 1,098,527
Contributions in Relation to the Actuarially Determined Contribution	1,039,019	1,017,381	1,098,527
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 9,411,452	\$ 9,705,546	\$ 10,334,038
Contributions as a Percentage of Covered Employee Payroll	11.0%	10.5%	10.6%

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	13.0 (based on contribution rate calculated in 12/31/2016 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 THREE CALENDAR YEARS

Memorial Medical Center

	2015	2016	2017
Actuarially Determined Contribution	\$ 708,827	\$ 783,080	\$ 689,451
Contributions in Relation to the Actuarially Determined Contribution	708,827	783,080	689,451
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 8,623,215	\$ 9,764,090	\$ 9,849,300
Contributions as a Percentage of Covered Employee Payroll	8.2%	8.0%	7.0%

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	14.9 (based on contribution rate calculated in 12/31/2016 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.

County Child Welfare Board Fund - To account for fees and expenses related to supporting the Calhoun County Child Welfare Board.

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.

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

SPECIAL REVENUE FUNDS (CONTINUED)

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

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.

Justice Court Building Security 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 building security maintenance and 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.

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

SPECIAL REVENUE FUNDS (CONTINUED)

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.

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.

Sheriff Jail Division Fund – To account for revenues and expenditures used for operating and maintaining the County detention facility.

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.

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

CAPITAL PROJECTS FUNDS (CONTINUED)

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.

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

Fire Trucks & Safety Equipment – To account for monies received for the purchase of new fire safety equipment and vehicles.

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.

Odyssey Case Management System – To account for monies set aside for the purchase of the County’s new case management system.

Water Treatment Improvement – To account for monies set aside for future water treatment projects.

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.

CALHOUN COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2017

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 3,694,405	\$ -	\$ 5,954,038	\$ 9,648,443
Receivables (Net of Allowances for Uncollectibles:)				
Accounts	313,946	-	-	313,946
Taxes	-	386,573	-	386,573
Intergovernmental Receivable	89,183	82,766	22,900	194,849
Due from Other Funds	1,254	-	-	1,254
Prepaid Items and Other Current Assets	957	-	-	957
Restricted Assets:				
Cash and Cash Equivalents	-	780,647	-	780,647
TOTAL ASSETS	\$ 4,099,745	\$ 1,249,986	\$ 5,976,938	\$ 11,326,669
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 43,305	\$ -	\$ 72,405	\$ 115,710
Accrued and Other Liabilities	6,032	-	-	6,032
Due to Other Funds	490,804	-	525,744	1,016,548
Due to Others	20,676	-	-	20,676
<i>Total Liabilities</i>	560,817	-	598,149	1,158,966
<i>Deferred Inflows of Resources</i>	320,454	1,144,336	-	1,464,790
<i>Fund Balances:</i>				
Nonspendable	957	-	-	957
Restricted	3,084,744	105,650	4,767,948	7,958,342
Committed	132,773	-	-	132,773
Assigned	-	-	610,841	610,841
<i>Total Fund Balances</i>	3,218,474	105,650	5,378,789	8,702,913
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 4,099,745	\$ 1,249,986	\$ 5,976,938	\$ 11,326,669

CALHOUN COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
DECEMBER 31, 2017

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Ad Valorem Taxes	\$ -	\$ 1,195,293	\$ -	\$ 1,195,293
Intergovernmental	369,342	3,010	502,550	874,902
Charges for Services	431,774	-	-	431,774
Permits & Licenses	262,518	-	-	262,518
Fines & Forfeitures	74,786	-	-	74,786
Interest	10,280	-	-	10,280
Gifts & Contributions	72,771	-	4,552,926	4,625,697
Rents & Leases	14,975	-	-	14,975
Miscellaneous	110,427	-	-	110,427
TOTAL REVENUES	<u>1,346,873</u>	<u>1,198,303</u>	<u>5,055,476</u>	<u>7,600,652</u>
EXPENDITURES :				
Current:				
General Administration	52,222	-	515,476	567,698
Elections	17,951	-	-	17,951
Judicial	12,588	-	-	12,588
Legal	28,526	-	-	28,526
Public Facilities	153,688	-	-	153,688
Public Safety	442,510	-	171,052	613,562
Roads & Bridges	17,300	-	533,168	550,468
Health & Welfare	-	-	591,299	591,299
Culture & Recreation	13,188	-	55,959	69,147
Conservation	-	-	57,786	57,786
Debt Service:				
Principal	-	945,000	-	945,000
Interest & Fiscal Charges	-	243,720	-	243,720
TOTAL EXPENDITURES	<u>737,973</u>	<u>1,188,720</u>	<u>1,924,740</u>	<u>3,851,433</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	608,900	9,583	3,130,736	3,749,219
OTHER FINANCING SOURCES (USES)				
Transfers In	102,768	-	1,275,701	1,378,469
Transfers Out	(849,705)	-	(61)	(849,766)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(746,937)</u>	<u>-</u>	<u>1,275,640</u>	<u>528,703</u>
Net Change in Fund Balance	(138,037)	9,583	4,406,376	4,277,922
Fund Balance, January 1	3,356,511	96,067	972,413	4,424,991
Fund Balance, December 31	<u>\$ 3,218,474</u>	<u>\$ 105,650</u>	<u>\$ 5,378,789</u>	<u>\$ 8,702,913</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2017

	2610	2620	2660	2663
	Airport	Appellate Judicial System	Coastal Protection	County & District Court Technology
ASSETS				
Cash and Cash Equivalents	\$ 30,187	\$ 437	\$ 42,439	\$ 4,519
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	-	-	1,559
Due From Others	-	106	-	51
Due from Other Funds	-	-	1,254	-
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 30,187	\$ 543	\$ 43,693	\$ 6,129
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 7,125	\$ 435	\$ -	\$ -
Accrued and Other Liabilities	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>7,125</u>	<u>435</u>	<u>-</u>	<u>-</u>
<i>Deferred Inflows of Resources</i>	-	-	-	1,559
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	23,062	108	43,693	4,570
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>23,062</u>	<u>108</u>	<u>43,693</u>	<u>4,570</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND AND FUND BALANCE	\$ 30,187	\$ 543	\$ 43,693	\$ 6,129

2667	2668	2670	2672	2673
County Child Abuse Prevention	County Child Welfare Board	Court House Security Fund	Court Initiated Guardianship	Court Records Preservation
\$ 572	\$ 4,184	\$ 267,792	\$ 6,808	\$ 20,584
-	-	17,338	-	-
2	-	790	80	242
-	-	-	-	-
-	-	-	-	-
<u>\$ 574</u>	<u>\$ 4,184</u>	<u>\$ 285,920</u>	<u>\$ 6,888</u>	<u>\$ 20,826</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	17,338	-	-
-	-	-	-	-
574	4,184	268,582	6,888	20,826
-	-	-	-	-
<u>574</u>	<u>4,184</u>	<u>268,582</u>	<u>6,888</u>	<u>20,826</u>
<u>\$ 574</u>	<u>\$ 4,184</u>	<u>\$ 285,920</u>	<u>\$ 6,888</u>	<u>\$ 20,826</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017

	2675	2690	2695	2697
	County Clerk Records Archive	District Attorney Forfeiture	DA Hot Check	Donations
ASSETS				
Cash and Cash Equivalents	\$ 187,823	\$ 40,675	\$ 2,437	\$ 78,771
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	-	-	-
Due From Others	3,080	-	-	-
Due from Other Funds	-	-	-	-
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 190,903	\$ 40,675	\$ 2,437	\$ 78,771
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ 12	\$ 1,871
Accrued and Other Liabilities	-	-	-	240
Due to Other Funds	-	-	-	1
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<i>-</i>	<i>-</i>	<i>12</i>	<i>2,112</i>
<i>Deferred Inflows of Resources</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	190,903	40,675	2,425	76,659
Committed	-	-	-	-
<i>Total Fund Balance</i>	<i>190,903</i>	<i>40,675</i>	<i>2,425</i>	<i>76,659</i>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 190,903	\$ 40,675	\$ 2,437	\$ 78,771

2698	2699	2706	2715	2716
Drug/DWI Court Program	Juvenile Case Manager	Family Protection	Juvenile Delinquency Prevention	Grants
\$ 15,113	\$ 8,372	\$ 9,326	\$ 8,650	\$ 445,372
648	3,507	-	-	-
190	277	75	-	71,726
-	-	-	-	-
-	-	-	-	-
<u>\$ 15,951</u>	<u>\$ 12,156</u>	<u>\$ 9,401</u>	<u>\$ 8,650</u>	<u>\$ 517,098</u>
\$ -	\$ 1	\$ -	\$ -	\$ 2,473
-	223	-	-	5,140
-	-	-	-	490,803
-	-	-	-	-
<u>-</u>	<u>224</u>	<u>-</u>	<u>-</u>	<u>498,416</u>
<u>648</u>	<u>3,507</u>	<u>-</u>	<u>-</u>	<u>4,358</u>
-	-	-	-	-
15,303	8,425	9,401	8,650	14,324
-	-	-	-	-
<u>15,303</u>	<u>8,425</u>	<u>9,401</u>	<u>8,650</u>	<u>14,324</u>
<u>\$ 15,951</u>	<u>\$ 12,156</u>	<u>\$ 9,401</u>	<u>\$ 8,650</u>	<u>\$ 517,098</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017

	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	\$ 74,335	\$ 1,122	\$ 4,325	\$ 4,325
Receivables (Net of Allowances for Uncollectibles):				
Accounts	15,312	881	-	-
Due From Others	403	100	-	-
Due from Other Funds	-	-	-	-
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 90,050	\$ 2,103	\$ 4,325	\$ 4,325
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 430	\$ -	\$ -	\$ -
Accrued and Other Liabilities	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>430</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Deferred Inflows of Resources</i>	<u>15,312</u>	<u>881</u>	<u>-</u>	<u>-</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	74,308	1,222	4,325	4,325
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>74,308</u>	<u>1,222</u>	<u>4,325</u>	<u>4,325</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 90,050	\$ 2,103	\$ 4,325	\$ 4,325

2723	2724	2729	2731	2733
Lateral Road Fund Precinct #3	Lateral Road Fund Precinct #4	Pretrial Services	Law Library Fund	LEOSE Education
\$ 4,325	\$ 4,325	\$ 74,822	\$ 202,886	\$ 42,860
-	-	1,011	-	-
-	-	-	673	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 4,325</u>	<u>\$ 4,325</u>	<u>\$ 75,833</u>	<u>\$ 203,559</u>	<u>\$ 42,860</u>
\$ -	\$ -	\$ -	\$ 2,381	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>2,381</u>	<u>-</u>
-	-	1,011	-	-
-	-	-	-	-
4,325	4,325	74,822	201,178	42,860
-	-	-	-	-
<u>4,325</u>	<u>4,325</u>	<u>74,822</u>	<u>201,178</u>	<u>42,860</u>
<u>\$ 4,325</u>	<u>\$ 4,325</u>	<u>\$ 75,833</u>	<u>\$ 203,559</u>	<u>\$ 42,860</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017

	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	\$ 50,791	\$ 4,866	\$ 102,867	\$ 15,476
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	1,096	1,111	18,145
Due From Others	-	65	3,135	428
Due from Other Funds	-	-	-	-
Prepaid Items and Other Current Assets	-	-	-	-
TOTAL ASSETS	\$ 50,791	\$ 6,027	\$ 107,113	\$ 34,049
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 19,641	\$ -	\$ 8,936	\$ -
Accrued and Other Liabilities	438	-	(9)	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
<i>Total Liabilities</i>	<u>20,079</u>	<u>-</u>	<u>8,927</u>	<u>-</u>
<i>Deferred Inflows of Resources</i>	<u>2,150</u>	<u>1,096</u>	<u>1,111</u>	<u>18,145</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	-
Restricted Fund Balance	28,562	4,931	97,075	15,904
Committed	-	-	-	-
<i>Total Fund Balance</i>	<u>28,562</u>	<u>4,931</u>	<u>97,075</u>	<u>15,904</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 50,791	\$ 6,027	\$ 107,113	\$ 34,049

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
\$ 1,652,969	\$ 39,643	\$ 61,756	\$ 45,878	\$ 76,640
253,338	-	-	-	-
7,760	-	-	-	-
-	-	-	-	-
-	-	-	957	-
<u>\$ 1,914,067</u>	<u>\$ 39,643</u>	<u>\$ 61,756</u>	<u>\$ 46,835</u>	<u>\$ 76,640</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	20,676	-	-	-
<u>-</u>	<u>20,676</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>253,338</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	957	-
1,660,729	18,967	61,756	45,878	-
-	-	-	-	76,640
<u>1,660,729</u>	<u>18,967</u>	<u>61,756</u>	<u>46,835</u>	<u>76,640</u>
<u>\$ 1,914,067</u>	<u>\$ 39,643</u>	<u>\$ 61,756</u>	<u>\$ 46,835</u>	<u>\$ 76,640</u>

CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017

	7680	7730	7518 Juror	Total
	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Donations County Humane Society	Nonmajor Special Revenue Funds
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 54,795	\$ 1,338	\$ 3,694,405
Receivables (Net of Allowances for Uncollectibles):				
Accounts	-	-	-	313,946
Due From Others	-	-	-	89,183
Due from Other Funds	-	-	-	1,254
Prepaid Items and Other Current Assets	-	-	-	957
TOTAL ASSETS	\$ -	\$ 54,795	\$ 1,338	\$ 4,099,745
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ -	\$ 43,305
Accrued and Other Liabilities	-	-	-	6,032
Due to Other Funds	-	-	-	490,804
Due to Others	-	-	-	20,676
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>560,817</u>
<i>Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>320,454</u>
<i>Fund Balance:</i>				
Non-Spendable				
Prepaid Expenses	-	-	-	957
Restricted Fund Balance	-	-	-	3,084,744
Committed	-	54,795	1,338	132,773
<i>Total Fund Balance</i>	<u>-</u>	<u>54,795</u>	<u>1,338</u>	<u>3,218,474</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ -	\$ 54,795	\$ 1,338	\$ 4,099,745



CALHOUN COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2017

	2610	2620	2660	2663
	Airport	Appellate Judicial System	Coastal Protection	County & District Court Technology
REVENUES				
Intergovernmental	\$ 17,223	\$ -	\$ 1,250	\$ -
Charges for Services	-	1,928	-	640
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	-	-	-
Interest	109	6	175	17
Gifts and Contributions	-	-	-	-
Rents and Leases	1,100	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>18,432</u>	<u>1,934</u>	<u>1,425</u>	<u>657</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	-
Elections	-	-	-	-
Judicial	-	1,983	-	-
Legal	-	-	-	-
Public Facilities	43,948	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	-	-
Culture and Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>43,948</u>	<u>1,983</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(25,516)	(49)	1,425	657
OTHER FINANCING SOURCES (USES)				
Transfers In	30,000	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	4,484	(49)	1,425	657
Fund Balance, January 1	18,578	157	42,268	3,913
Fund Balance, December 31	<u>\$ 23,062</u>	<u>\$ 108</u>	<u>\$ 43,693</u>	<u>\$ 4,570</u>

2667	2668	2670	2672	2673
County Child Abuse Prevention	County Child Welfare Board	Court House Security Fund	Court Initiated Guardianship	Court Records Preservation
\$ -	\$ -	\$ -	\$ -	\$ -
60	-	12,019	1,260	4,477
-	-	-	-	-
-	-	-	-	-
2	16	1,063	25	77
-	-	-	-	-
-	-	-	-	-
-	980	-	-	-
<u>62</u>	<u>996</u>	<u>13,082</u>	<u>1,285</u>	<u>4,554</u>
-	-	1,699	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	1,699	-	-
<u>62</u>	<u>996</u>	<u>11,383</u>	<u>1,285</u>	<u>4,554</u>
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
62	996	11,383	1,285	4,554
512	3,188	257,199	5,603	16,272
<u>\$ 574</u>	<u>\$ 4,184</u>	<u>\$ 268,582</u>	<u>\$ 6,888</u>	<u>\$ 20,826</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, 2017

	2675	2690	2695	2697
	County Clerk Records Archive	District Attorney Forfeiture	DA Hot Check	Donations
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for Services	41,752	22,161	615	-
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	-	-	-
Interest	694	64	-	317
Gifts and Contributions	-	-	-	70,441
Rents and Leases	-	-	-	-
Miscellaneous	-	-	-	8,741
TOTAL REVENUES	<u>42,446</u>	<u>22,225</u>	<u>615</u>	<u>79,499</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	-
Elections	-	-	-	-
Judicial	-	-	-	-
Legal	-	16,403	1,208	-
Public Facilities	-	-	-	58,919
Public Safety	-	-	-	-
Roads and Bridges	-	-	-	-
Culture and Recreation	-	-	-	13,188
TOTAL EXPENDITURES	<u>-</u>	<u>16,403</u>	<u>1,208</u>	<u>72,107</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	42,446	5,822	(593)	7,392
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	42,446	5,822	(593)	7,392
Fund Balance, January 1	148,457	34,853	3,018	69,267
Fund Balance, December 31	<u>\$ 190,903</u>	<u>\$ 40,675</u>	<u>\$ 2,425</u>	<u>\$ 76,659</u>

2698	2699	2706	2715	2716
Drug/DWI Court Program	Juvenile Case Manager	Family Protection	Juvenile Delinquency Prevention	Grants
\$ -	\$ -	\$ -	\$ -	\$ 298,432
2,193	1,179	1,410	-	-
-	-	-	-	-
-	-	-	-	-
58	37	36	34	57
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>2,251</u>	<u>1,216</u>	<u>1,446</u>	<u>34</u>	<u>298,489</u>
-	-	-	-	-
-	2,356	-	-	-
-	-	-	-	-
-	-	-	-	297,316
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>2,356</u>	<u>-</u>	<u>-</u>	<u>297,316</u>
2,251	(1,140)	1,446	34	1,173
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
2,251	(1,140)	1,446	34	1,173
13,052	9,565	7,955	8,616	13,151
<u>\$ 15,303</u>	<u>\$ 8,425</u>	<u>\$ 9,401</u>	<u>\$ 8,650</u>	<u>\$ 14,324</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, 2017

	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	6,221	-	-	-
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	1,506	-	-
Interest	301	4	12	12
Gifts and Contributions	-	-	-	-
Rents and Leases	-	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>6,522</u>	<u>1,510</u>	<u>4,330</u>	<u>4,330</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	-
Elections	-	-	-	-
Judicial	4,923	3,326	-	-
Legal	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	4,325	4,325
Culture and Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>4,923</u>	<u>3,326</u>	<u>4,325</u>	<u>4,325</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,599	(1,816)	5	5
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	1,599	(1,816)	5	5
Fund Balance, January 1	72,709	3,038	4,320	4,320
Fund Balance, December 31	<u>\$ 74,308</u>	<u>\$ 1,222</u>	<u>\$ 4,325</u>	<u>\$ 4,325</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	\$ -	\$ -	\$ 9,926
-	-	300	12,763	-
-	-	-	-	-
-	-	-	-	-
12	12	300	812	153
-	-	-	-	-
-	-	-	-	-
-	-	-	-	500
<u>4,330</u>	<u>4,330</u>	<u>600</u>	<u>13,575</u>	<u>10,579</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	10,915	-
-	-	-	-	-
-	-	-	-	6,016
4,325	4,325	-	-	-
-	-	-	-	-
<u>4,325</u>	<u>4,325</u>	<u>-</u>	<u>10,915</u>	<u>6,016</u>
5	5	600	2,660	4,563
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
5	5	600	2,660	4,563
4,320	4,320	74,222	198,518	38,297
<u>\$ 4,325</u>	<u>\$ 4,325</u>	<u>\$ 74,822</u>	<u>\$ 201,178</u>	<u>\$ 42,860</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, 2017

	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	-	1,582	43,235	6,255
Permits and Licenses	-	-	-	-
Fines and Forfeitures	-	-	-	-
Interest	235	20	385	115
Gifts and Contributions	1,150	-	-	-
Rents and Leases	13,875	-	-	-
Miscellaneous	-	-	-	-
TOTAL REVENUES	<u>15,260</u>	<u>1,602</u>	<u>43,620</u>	<u>6,370</u>
EXPENDITURES				
Current:				
General Administration	-	2,500	45,240	-
Elections	-	-	-	-
Judicial	-	-	-	-
Legal	-	-	-	-
Public Facilities	50,821	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	-	-	-	-
Culture and Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>50,821</u>	<u>2,500</u>	<u>45,240</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35,561)	(898)	(1,620)	6,370
OTHER FINANCING SOURCES (USES)				
Transfers In	10,000	-	62,768	-
Transfers Out	-	-	-	(247,768)
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,000</u>	<u>-</u>	<u>62,768</u>	<u>(247,768)</u>
Net Change in Fund Balance	(25,561)	(898)	61,148	(241,398)
Fund Balance, January 1	54,123	5,829	35,927	257,302
Fund Balance, December 31	<u>\$ 28,562</u>	<u>\$ 4,931</u>	<u>\$ 97,075</u>	<u>\$ 15,904</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
\$ 25,239	\$ -	\$ -	\$ -	\$ -
250,670	-	-	-	21,054
262,518	-	-	-	-
65,554	7,726	-	-	-
4,269	28	119	187	297
-	-	-	-	-
-	-	-	-	-
-	-	100,206	-	-
<u>608,250</u>	<u>7,754</u>	<u>100,325</u>	<u>187</u>	<u>21,351</u>
-	-	-	2,783	-
-	-	-	-	17,951
-	-	-	-	-
-	-	-	-	-
-	17,207	121,971	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>17,207</u>	<u>121,971</u>	<u>2,783</u>	<u>17,951</u>
608,250	(9,453)	(21,646)	(2,596)	3,400
-	-	-	-	-
(600,000)	-	-	-	-
<u>(600,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8,250	(9,453)	(21,646)	(2,596)	3,400
1,652,479	28,420	83,402	49,431	73,240
<u>\$ 1,660,729</u>	<u>\$ 18,967</u>	<u>\$ 61,756</u>	<u>\$ 46,835</u>	<u>\$ 76,640</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, 2017

	7680	7730	7518/2726	
	Law Enforcement Block Grant Trust Fund	Library Gift Memorial	Juror Donations County Humane Society	Total Nonmajor Special Revenue Funds
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ 369,342
Charges for Services	-	-	-	431,774
Permits and Licenses	-	-	-	262,518
Fines and Forfeitures	-	-	-	74,786
Interest	-	220	-	10,280
Gifts and Contributions	-	200	980	72,771
Rents and Leases	-	-	-	14,975
Miscellaneous	-	-	-	110,427
TOTAL REVENUES	<u>-</u>	<u>420</u>	<u>980</u>	<u>1,346,873</u>
EXPENDITURES				
Current:				
General Administration	-	-	-	52,222
Elections	-	-	-	17,951
Judicial	-	-	-	12,588
Legal	-	-	-	28,526
Public Facilities	-	-	-	153,688
Public Safety	-	-	-	442,510
Roads and Bridges	-	-	-	17,300
Culture and Recreation	-	-	-	13,188
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>737,973</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	420	980	608,900
OTHER FINANCING				
SOURCES (USES)				
Transfers In	-	-	-	102,768
Transfers Out	(1,937)	-	-	(849,705)
TOTAL OTHER FINANCING	<u>(1,937)</u>	<u>-</u>	<u>-</u>	<u>(746,937)</u>
SOURCES (USES)	<u>(1,937)</u>	<u>-</u>	<u>-</u>	<u>(746,937)</u>
Net Change in Fund Balance	(1,937)	420	980	(138,037)
Fund Balance, January 1	1,937	54,375	358	3,356,511
Fund Balance, December 31	<u>\$ -</u>	<u>\$ 54,795</u>	<u>\$ 1,338</u>	<u>\$ 3,218,474</u>

CALHOUN COUNTY, TEXAS
 AIRPORT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 1,601	\$ 17,223	\$ 15,622
Interest	30	109	79
Rents and Leases	1,200	1,100	(100)
TOTAL REVENUES	<u>6,718</u>	<u>18,432</u>	<u>11,714</u>
EXPENDITURES			
Current:			
Public Facilities	43,960	43,948	12
TOTAL EXPENDITURES	<u>43,960</u>	<u>43,948</u>	<u>12</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(37,242)	(25,516)	11,726
OTHER FINANCING			
SOURCES (USES)			
Transfers In	30,001	30,000	(1)
TOTAL OTHER FINANCING	<u>30,001</u>	<u>30,000</u>	<u>(1)</u>
SOURCES (USES)	<u>30,001</u>	<u>30,000</u>	<u>(1)</u>
Net Change in Fund Balance	(7,241)	4,484	11,725
Fund Balance, January 1	18,578	18,578	-
Fund Balance, December 31	<u>\$ 11,337</u>	<u>\$ 23,062</u>	<u>\$ 11,725</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,650	\$ 1,928	\$ 278
Interest	3	6	3
TOTAL REVENUES	<u>1,653</u>	<u>1,934</u>	<u>281</u>
EXPENDITURES			
Current:			
Judicial	1,984	1,983	1
TOTAL EXPENDITURES	<u>1,984</u>	<u>1,983</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(331)	(49)	282
Fund Balance, January 1	157	157	-
Fund Balance, December 31	<u>\$ (174)</u>	<u>\$ 108</u>	<u>\$ 282</u>

CALHOUN COUNTY, TEXAS
 COASTAL PROTECTION
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ -	\$ 1,250	\$ 1,250
Interest	50	175	125
TOTAL REVENUES	<u>50</u>	<u>1,425</u>	<u>1,375</u>
EXPENDITURES			
Current:			
Conservation	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	50	1,425	1,375
Fund Balance, January 1	42,268	42,268	-
Fund Balance, December 31	<u>\$ 42,318</u>	<u>\$ 43,693</u>	<u>\$ 1,375</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 530	\$ 640	\$ 110
Interest	1	17	16
TOTAL REVENUES	<u>531</u>	<u>657</u>	<u>126</u>
 Net Change in Fund Balance	 531	 657	 126
 Fund Balance, January 1	 <u>3,913</u>	 <u>3,913</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 4,444</u>	<u>\$ 4,570</u>	<u>\$ 126</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, 2017

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 50	\$ 60	\$ 10
Interest	-	2	2
TOTAL REVENUES	<u>50</u>	<u>62</u>	<u>12</u>
 Net Change in Fund Balance	 50	 62	 12
 Fund Balance, January 1	 512	 512	 -
Fund Balance, December 31	<u>\$ 562</u>	<u>\$ 574</u>	<u>\$ 12</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 1	\$ 16	\$ 15
Miscellaneous	500	980	480
TOTAL REVENUES	<u>501</u>	<u>996</u>	<u>495</u>
 Net Change in Fund Balance	 501	 996	 495
 Fund Balance, January 1	 <u>3,188</u>	 <u>3,188</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 3,689</u>	<u>\$ 4,184</u>	<u>\$ 495</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 8,900	\$ 12,019	\$ 3,119
Interest	500	1,063	563
TOTAL REVENUES	<u>9,400</u>	<u>13,082</u>	<u>3,682</u>
EXPENDITURES			
Current:			
General Administration	140,000	1,699	138,301
TOTAL EXPENDITURES	<u>140,000</u>	<u>1,699</u>	<u>138,301</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(130,600)	11,383	141,983
Fund Balance, January 1	257,199	257,199	-
Fund Balance, December 31	<u>\$ 126,599</u>	<u>\$ 268,582</u>	<u>\$ 141,983</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, 2017

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 1,000	\$ 1,260	\$ 260
Interest	1	25	24
TOTAL REVENUES	<u>1,001</u>	<u>1,285</u>	<u>284</u>
 Net Change in Fund Balance	 1,001	 1,285	 284
 Fund Balance, January 1	 <u>5,603</u>	 <u>5,603</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 6,604</u>	<u>\$ 6,888</u>	<u>\$ 284</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,501	\$ 4,477	\$ 2,976
Interest	10	77	67
TOTAL REVENUES	<u>1,511</u>	<u>4,554</u>	<u>3,043</u>
 Net Change in Fund Balance	 1,511	 4,554	 3,043
 Fund Balance, January 1	 <u>16,272</u>	 <u>16,272</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 17,783</u>	<u>\$ 20,826</u>	<u>\$ 3,043</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 40,000	\$ 41,752	\$ 1,752
Interest	100	694	594
TOTAL REVENUES	<u>40,100</u>	<u>42,446</u>	<u>2,346</u>
 Net Change in Fund Balance	 (9,900)	 42,446	 52,346
 Fund Balance, January 1	 <u>148,457</u>	 <u>148,457</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 138,557</u>	<u>\$ 190,903</u>	<u>\$ 52,346</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 5,001	\$ 22,161	\$ 17,160
	1	64	63
TOTAL REVENUES	<u>5,001</u>	<u>22,225</u>	<u>17,224</u>
EXPENDITURES			
Current:			
Legal	20,622	16,403	4,219
TOTAL EXPENDITURES	<u>20,622</u>	<u>16,403</u>	<u>4,219</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,621)	5,822	21,443
Fund Balance, January 1	34,853	34,853	-
Fund Balance, December 31	<u>\$ 19,232</u>	<u>\$ 40,675</u>	<u>\$ 21,443</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,020	\$ 2,193	\$ 1,173
Interest	10	58	48
TOTAL REVENUES	<u>1,030</u>	<u>2,251</u>	<u>1,221</u>
 Net Change in Fund Balance	 990	 2,251	 1,261
 Fund Balance, January 1	 <u>13,052</u>	 <u>13,052</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 14,042</u>	<u>\$ 15,303</u>	<u>\$ 1,261</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 600	\$ 1,179	\$ 579
Interest	14	37	23
TOTAL REVENUES	<u>614</u>	<u>1,216</u>	<u>602</u>
EXPENDITURES			
Current:			
Judicial	<u>2,361</u>	<u>2,356</u>	<u>5</u>
TOTAL EXPENDITURES	<u>2,361</u>	<u>2,356</u>	<u>5</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,747)	(1,140)	607
Fund Balance, January 1	<u>9,565</u>	<u>9,565</u>	<u>-</u>
Fund Balance, December 31	<u>\$ 7,818</u>	<u>\$ 8,425</u>	<u>\$ 607</u>

CALHOUN COUNTY, TEXAS
 FAMILY PROTECTION
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 400	\$ 1,410	\$ 1,010
Interest	10	36	26
TOTAL REVENUES	<u>410</u>	<u>1,446</u>	<u>1,036</u>
 Net Change in Fund Balance	 410	 1,446	 1,036
 Fund Balance, January 1	 <u>7,955</u>	 <u>7,955</u>	 <u>-</u>
Fund Balance, December 31	<u>\$ 8,365</u>	<u>\$ 9,401</u>	<u>\$ 1,036</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 15	\$ 34	\$ 19
TOTAL REVENUES	<u>15</u>	<u>34</u>	<u>19</u>
 Net Change in Fund Balance	 15	 34	 19
 Fund Balance, January 1	 8,616	 8,616	 -
Fund Balance, December 31	<u>\$ 8,631</u>	<u>\$ 8,650</u>	<u>\$ 19</u>

CALHOUN COUNTY, TEXAS
 JUSTICE COURT TECHNOLOGY
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 5,793	\$ 6,221	\$ 428
Interest	255	301	46
TOTAL REVENUES	<u>6,048</u>	<u>6,522</u>	<u>474</u>
EXPENDITURES			
Current:			
Judicial	78,296	4,923	73,373
TOTAL EXPENDITURES	<u>78,296</u>	<u>4,923</u>	<u>73,373</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(72,248)	1,599	73,847
Fund Balance, January 1	72,709	72,709	-
Fund Balance, December 31	<u>\$ 461</u>	<u>\$ 74,308</u>	<u>\$ 73,847</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Fines and Forfeitures	\$ 1,400	\$ 1,506	\$ 106
Interest	10	4	(6)
TOTAL REVENUES	<u>1,410</u>	<u>1,510</u>	<u>100</u>
EXPENDITURES			
Current:			
Judicial	<u>3,929</u>	<u>3,326</u>	<u>603</u>
TOTAL EXPENDITURES	<u>3,929</u>	<u>3,326</u>	<u>603</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,519)	(1,816)	703
Fund Balance, January 1	3,038	3,038	-
Fund Balance, December 31	<u>\$ 519</u>	<u>\$ 1,222</u>	<u>\$ 703</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, 2017

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	12	7
TOTAL REVENUES	<u>4,235</u>	<u>4,330</u>	<u>95</u>
EXPENDITURES			
Current:			
Roads and Bridges	4,460	4,325	135
Culture and Recreation	-	-	-
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,325</u>	<u>135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	5	230
Fund Balance, January 1	4,320	4,320	-
Fund Balance, December 31	<u>\$ 4,095</u>	<u>\$ 4,325</u>	<u>\$ 230</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, 2017

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	12	7
TOTAL REVENUES	<u>4,235</u>	<u>4,330</u>	<u>95</u>
EXPENDITURES			
Current:			
Roads and Bridges	4,460	4,325	135
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,325</u>	<u>135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	5	230
Fund Balance, January 1	4,320	4,320	-
Fund Balance, December 31	<u>\$ 4,095</u>	<u>\$ 4,325</u>	<u>\$ 230</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	12	7
TOTAL REVENUES	<u>4,235</u>	<u>4,330</u>	<u>95</u>
EXPENDITURES			
Current:			
Roads and Bridges	4,460	4,325	135
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,325</u>	<u>135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	5	230
Fund Balance, January 1	4,320	4,320	-
Fund Balance, December 31	<u>\$ 4,095</u>	<u>\$ 4,325</u>	<u>\$ 230</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,230	\$ 4,318	\$ 88
Interest	5	12	7
TOTAL REVENUES	<u>4,235</u>	<u>4,330</u>	<u>95</u>
EXPENDITURES			
Current:			
Roads and Bridges	<u>4,460</u>	<u>4,325</u>	<u>135</u>
TOTAL EXPENDITURES	<u>4,460</u>	<u>4,325</u>	<u>135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(225)	5	230
Fund Balance, January 1	4,320	4,320	-
Fund Balance, December 31	<u>\$ 4,095</u>	<u>\$ 4,325</u>	<u>\$ 230</u>

CALHOUN COUNTY, TEXAS
 PRETRIAL SERVICES
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 3,000	\$ 300	\$ (2,700)
Interest	150	300	150
TOTAL REVENUES	<u>3,150</u>	<u>600</u>	<u>(2,550)</u>
 Net Change in Fund Balance	 3,150	 600	 (2,550)
 Fund Balance, January 1	 74,222	 74,222	 -
Fund Balance, December 31	<u>\$ 77,372</u>	<u>\$ 74,822</u>	<u>\$ (2,550)</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 10,000	\$ 12,763	\$ 2,763
Interest	300	812	512
TOTAL REVENUES	<u>10,300</u>	<u>13,575</u>	<u>3,275</u>
EXPENDITURES			
Current:			
Legal	<u>26,400</u>	<u>10,915</u>	<u>15,485</u>
TOTAL EXPENDITURES	<u>26,400</u>	<u>10,915</u>	<u>15,485</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,100)	2,660	18,760
Fund Balance, January 1	198,518	198,518	-
Fund Balance, December 31	<u>\$ 182,418</u>	<u>\$ 201,178</u>	<u>\$ 18,760</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 50	\$ 235	\$ 185
Gifts and Contributions	1,001	1,150	149
Rents and Leases	10,000	13,875	3,875
TOTAL REVENUES	<u>11,051</u>	<u>15,260</u>	<u>4,209</u>
EXPENDITURES			
Current:			
Public Facilities	52,127	50,821	1,306
TOTAL EXPENDITURES	<u>52,127</u>	<u>50,821</u>	<u>1,306</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,076)	(35,561)	5,515
OTHER FINANCING			
SOURCES (USES)			
Transfers In	10,000	10,000	-
TOTAL OTHER FINANCING	<u>10,000</u>	<u>10,000</u>	<u>-</u>
SOURCES (USES)	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Net Change in Fund Balance	(31,076)	(25,561)	5,515
Fund Balance, January 1	54,123	54,123	-
Fund Balance, December 31	<u>\$ 23,047</u>	<u>\$ 28,562</u>	<u>\$ 5,515</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 1,000	\$ 1,582	\$ 582
Interest	1	20	19
TOTAL REVENUES	<u>1,001</u>	<u>1,602</u>	<u>601</u>
EXPENDITURES			
Current:			
General Administration	<u>2,500</u>	<u>2,500</u>	<u>-</u>
TOTAL EXPENDITURES	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Net Change in Fund Balance	(1,499)	(898)	601
Fund Balance, January 1	<u>5,829</u>	<u>5,829</u>	<u>-</u>
Fund Balance, December 31	<u>\$ 4,330</u>	<u>\$ 4,931</u>	<u>\$ 601</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, 2017

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Charges for Services	\$ 39,951	\$ 43,235	\$ 3,284
Interest	200	385	185
TOTAL REVENUES	<u>40,151</u>	<u>43,620</u>	<u>3,469</u>
EXPENDITURES			
Current:			
General Administration	45,999	45,240	759
TOTAL EXPENDITURES	<u>45,999</u>	<u>45,240</u>	<u>759</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,848)	(1,620)	4,228
OTHER FINANCING SOURCES (USES)			
Transfers In	62,769	62,768	(1)
TOTAL OTHER FINANCING SOURCES (USES)	<u>62,769</u>	<u>62,768</u>	<u>(1)</u>
Net Change in Fund Balance	56,921	61,148	4,227
Fund Balance, January 1	35,927	35,927	-
Fund Balance, December 31	<u>\$ 92,848</u>	<u>\$ 97,075</u>	<u>\$ 4,227</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 5,500	\$ 6,255	\$ 755
Interest	150	115	(35)
TOTAL REVENUES	<u>5,650</u>	<u>6,370</u>	<u>720</u>
EXPENDITURES			
Current:			
General Administration	2,000	-	2,000
TOTAL EXPENDITURES	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,650</u>	<u>6,370</u>	<u>2,720</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	(247,769)	(247,768)	1
TOTAL OTHER FINANCING SOURCES (USES)	<u>(247,769)</u>	<u>(247,768)</u>	<u>1</u>
Net Change in Fund Balance	(244,119)	(241,398)	2,721
Fund Balance, January 1	257,302	257,302	-
Fund Balance, December 31	<u>\$ 13,183</u>	<u>\$ 15,904</u>	<u>\$ 2,721</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, 2017

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 10,000	\$ 25,239	\$ 15,239
Charges for Services	200,000	250,670	50,670
Permits and Licenses	260,000	262,518	2,518
Fines and Forfeitures	41,200	65,554	24,354
Interest	2,000	4,269	2,269
TOTAL REVENUES	<u>513,200</u>	<u>608,250</u>	<u>95,050</u>
OTHER FINANCING SOURCES (USES)			
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	(86,800)	8,250	95,050
Fund Balance, January 1	1,652,479	1,652,479	-
Fund Balance, December 31	<u>\$ 1,565,679</u>	<u>\$ 1,660,729</u>	<u>\$ 95,050</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Fines and Forfeitures	\$ 1	\$ 7,726	\$ 7,725
Interest	2	28	26
Miscellaneous	2	-	(2)
TOTAL REVENUES	<u>5</u>	<u>7,754</u>	<u>7,749</u>
EXPENDITURES			
Current:			
Public Safety	<u>22,585</u>	<u>17,207</u>	<u>5,378</u>
TOTAL EXPENDITURES	<u>22,585</u>	<u>17,207</u>	<u>5,378</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,580)	(9,453)	13,127
Fund Balance, January 1	28,420	28,420	-
Fund Balance, December 31	<u>\$ 5,840</u>	<u>\$ 18,967</u>	<u>\$ 13,127</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest	\$ 60	\$ 187	\$ 127
TOTAL REVENUES	<u>60</u>	<u>187</u>	<u>127</u>
EXPENDITURES			
Current:			
General Administration	49,546	2,783	46,763
TOTAL EXPENDITURES	<u>49,546</u>	<u>2,783</u>	<u>46,763</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,486)	(2,596)	46,890
Fund Balance, January 1	49,431	49,431	-
Fund Balance, December 31	<u>\$ (55)</u>	<u>\$ 46,835</u>	<u>\$ 46,890</u>



CALHOUN COUNTY, TEXAS
NONMAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2017

	4165	4170	Total
	Debt Service Refunding 2010	Debt Service Refunding 2012	Nonmajor Debt Service Funds
	<u>2010</u>	<u>2012</u>	<u>Funds</u>
ASSETS			
Receivables (Net of Allowances for Uncollectibles:)			
Taxes	\$ 168,521	\$ 218,052	\$ 386,573
Due From Others	36,024	46,742	82,766
Restricted Assets:			
Cash and Cash Equivalents	<u>338,731</u>	<u>441,916</u>	<u>780,647</u>
TOTAL ASSETS	<u><u>\$ 543,276</u></u>	<u><u>\$ 706,710</u></u>	<u><u>\$ 1,249,986</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
<i>Deferred Inflows of Resources</i>	512,320	632,016	1,144,336
<i>Fund Balance:</i>			
Restricted	<u>30,956</u>	<u>74,694</u>	<u>105,650</u>
<i>Total Fund Balance</i>	<u><u>30,956</u></u>	<u><u>74,694</u></u>	<u><u>105,650</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u><u>\$ 543,276</u></u>	<u><u>\$ 706,710</u></u>	<u><u>\$ 1,249,986</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, 2017

	4165	4170	Total
	Debt Service Refunding 2010	Debt Service Refunding 2012	Nonmajor Debt Service Funds
REVENUES			
Ad Valorem Taxes	\$ 503,170	\$ 692,123	\$ 1,195,293
Intergovernmental	1,304	1,706	3,010
TOTAL REVENUES	<u>504,474</u>	<u>693,829</u>	<u>1,198,303</u>
EXPENDITURES			
Debt Service:			
Principal	385,000	560,000	945,000
Interest and Fiscal Charges	131,635	112,085	243,720
TOTAL EXPENDITURES	<u>516,635</u>	<u>672,085</u>	<u>1,188,720</u>
<i>Excess (Deficiency) of Revenues</i>			
Over (Under) Expenditures	(12,161)	21,744	9,583
Fund Balance, January 1	43,117	52,950	96,067
Fund Balance, December 31	<u>\$ 30,956</u>	<u>\$ 74,694</u>	<u>\$ 105,650</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Ad Valorem Taxes	\$ 492,430	\$ 503,170	\$ 10,740
Intergovernmental	-	1,304	1,304
TOTAL REVENUES	<u>492,430</u>	<u>504,474</u>	<u>12,044</u>
EXPENDITURES			
Debt Service:			
Principal	385,000	385,000	-
Interest and Fiscal Charges	<u>132,400</u>	<u>131,635</u>	<u>765</u>
TOTAL EXPENDITURES	<u>517,400</u>	<u>516,635</u>	<u>765</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,970)	(12,161)	12,809
Fund Balance, January 1	43,117	43,117	-
Fund Balance, December 31	<u>\$ 18,147</u>	<u>\$ 30,956</u>	<u>\$ 12,809</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, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Ad Valorem Taxes	\$ 642,780	\$ 692,123	\$ 49,343
Intergovernmental	-	1,706	1,706
TOTAL REVENUES	<u>642,780</u>	<u>693,829</u>	<u>51,049</u>
EXPENDITURES			
Debt Service:			
Principal	560,000	560,000	-
Interest and Fiscal Charges	<u>112,750</u>	<u>112,085</u>	<u>665</u>
TOTAL EXPENDITURES	<u>672,750</u>	<u>672,085</u>	<u>665</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,970)	21,744	51,714
Fund Balance, January 1	52,950	52,950	-
Fund Balance, December 31	<u>\$ 22,980</u>	<u>\$ 74,694</u>	<u>\$ 51,714</u>

CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2017

	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	\$ -	\$ 56,418	\$ 370,908	\$ 78,472
Due From Others	-	-	-	-
Due from Other Funds	-	-	-	-
TOTAL ASSETS	\$ -	\$ 56,418	\$ 370,908	\$ 78,472
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	338,244	-
<i>Total Liabilities</i>	-	-	338,244	-
<i>Fund Balance:</i>				
Restricted Fund Balance	-	56,418	32,664	-
Assigned	-	-	-	78,472
<i>Total Fund Balance</i>	-	56,418	32,664	78,472
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ -	\$ 56,418	\$ 370,908	\$ 78,472

5188	5195	5225	5230	5232	5233
EMS Substation	Fire Trucks & Safety Equipment	Green Lake Park	Haterius Park/Boat Ramp	Odyssey Case Management System	Water Treatment Improvement
\$ 73,991	\$ 1,500,000	\$ 7,444	\$ 20,242	\$ 167,830	\$ 3,000,000
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 73,991</u>	<u>\$ 1,500,000</u>	<u>\$ 7,444</u>	<u>\$ 20,242</u>	<u>\$ 167,830</u>	<u>\$ 3,000,000</u>
\$ 7,006	\$ -	\$ 149	\$ -	\$ 63,306	\$ -
-	-	-	-	-	-
<u>7,006</u>	<u>-</u>	<u>149</u>	<u>-</u>	<u>63,306</u>	<u>-</u>
66,985	1,500,000	7,295	-	104,524	3,000,000
-	-	-	20,242	-	-
<u>66,985</u>	<u>1,500,000</u>	<u>7,295</u>	<u>20,242</u>	<u>104,524</u>	<u>3,000,000</u>
<u>\$ 73,991</u>	<u>\$ 1,500,000</u>	<u>\$ 7,444</u>	<u>\$ 20,242</u>	<u>\$ 167,830</u>	<u>\$ 3,000,000</u>

CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2017

	5235	5260	5262	Total Nonmajor Capital Projects Funds
	Port Alto Public Beach	Capital Improvements Projects	Port O'Connor Library	
ASSETS				
Cash and Cash Equivalents	\$ 204,117	\$ 474,554	\$ 62	\$ 5,954,038
Due From Others	22,900	-	-	22,900
Due from Other Funds	-	-	-	-
TOTAL ASSETS	\$ 227,017	\$ 474,554	\$ 62	\$ 5,976,938
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 1,944	\$ -	\$ -	\$ 72,405
Due to Other Funds	187,500	-	-	525,744
<i>Total Liabilities</i>	<u>189,444</u>	<u>-</u>	<u>-</u>	<u>598,149</u>
<i>Fund Balance:</i>				
Restricted Fund Balance	-	-	62	4,767,948
Assigned	37,573	474,554	-	610,841
Unassigned	-	-	-	-
<i>Total Fund Balance</i>	<u>37,573</u>	<u>474,554</u>	<u>62</u>	<u>5,378,789</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 227,017	\$ 474,554	\$ 62	\$ 5,976,938



CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2017

	5148	5150	5152	5172
	Pct #1 Ocean Dr Imprv/TCDBG DRS010020	Road and Bridge Infrastructure	County Energy TRZ #1	Airport Runway Improvements
REVENUES				
Intergovernmental	\$ -	\$ 433,105	\$ 40,571	\$ -
Gifts and Contributions	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>433,105</u>	<u>40,571</u>	<u>-</u>
EXPENDITURES				
Current:				
General Admission	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	-	-	-
Roads and Bridges	13,588	464,535	55,045	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation	-	-	-	-
Nondepartmental	-	-	-	-
TOTAL EXPENDITURES	<u>13,588</u>	<u>464,535</u>	<u>55,045</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,588)	(31,430)	(14,474)	-
OTHER FINANCING SOURCES (USES)				
Transfers In	-	52,600	-	-
Transfers Out	(61)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(61)</u>	<u>52,600</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(13,649)	21,170	(14,474)	-
Fund Balance, January 1	13,649	35,248	47,138	78,472
Fund Balance, December 31	<u>\$ -</u>	<u>\$ 56,418</u>	<u>\$ 32,664</u>	<u>\$ 78,472</u>

5188	5195	5225	5230	5232	5233
EMS Substation	Fire Truck & Safety Equipment	Green Lake Park	Haterius Park/Boat Ramp	Odyssey Case Management Software	Water Treatment Improvement
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15,000	1,500,000	-	-	-	3,000,000
<u>15,000</u>	<u>1,500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,000,000</u>
-	-	-	-	515,476	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
591,299	-	-	-	-	-
-	-	705	822	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>591,299</u>	<u>-</u>	<u>705</u>	<u>822</u>	<u>515,476</u>	<u>-</u>
(576,299)	1,500,000	(705)	(822)	(515,476)	3,000,000
350,480	-	-	-	620,000	-
-	-	-	-	-	-
<u>350,480</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>620,000</u>	<u>-</u>
(225,819)	1,500,000	(705)	(822)	104,524	3,000,000
292,804	-	8,000	21,064	-	-
<u>\$ 66,985</u>	<u>\$ 1,500,000</u>	<u>\$ 7,295</u>	<u>\$ 20,242</u>	<u>\$ 104,524</u>	<u>\$ 3,000,000</u>

CALHOUN COUNTY, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (CONT.)
FOR THE YEAR ENDED DECEMBER 31, 2017

	5235	5260	5262	Total Nonmajor Capital Projects Funds
	Port Alto Public Beach	Capital Improvements Projects	Port O'Connor Library	
REVENUES				
Intergovernmental	\$ 28,874	\$ -	\$ -	\$ 502,550
Gifts and Contributions	-	-	37,926	4,552,926
TOTAL REVENUES	<u>28,874</u>	<u>-</u>	<u>37,926</u>	<u>5,055,476</u>
EXPENDITURES				
Current:				
General Admission	-	-	-	515,476
Judicial	-	-	-	-
Public Safety	-	171,052	-	171,052
Roads and Bridges	-	-	-	533,168
Health and Welfare	-	-	-	591,299
Culture and Recreation	-	-	54,432	55,959
Conservation	57,786	-	-	57,786
Nondepartmental	-	-	-	-
TOTAL EXPENDITURES	<u>57,786</u>	<u>171,052</u>	<u>54,432</u>	<u>1,924,740</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,912)	(171,052)	(16,506)	3,130,736
OTHER FINANCING SOURCES (USES)				
Transfers In	65,000	171,053	16,568	1,275,701
Transfers Out	-	-	-	(61)
TOTAL OTHER FINANCING SOURCES (USES)	<u>65,000</u>	<u>171,053</u>	<u>16,568</u>	<u>1,275,640</u>
Net Change in Fund Balance	36,088	1	62	4,406,376
Fund Balance, January 1	1,485	474,553	-	972,413
Fund Balance, December 31	<u>\$ 37,573</u>	<u>\$ 474,554</u>	<u>\$ 62</u>	<u>\$ 5,378,789</u>



CALHOUN COUNTY, TEXAS
 AGENCY FUNDS
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 DECEMBER 31, 2017

	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	\$ 160,208	\$ 228,334	\$ 29,969	\$ 7,082
Receivables (Net of Allowances for Uncollectibles:)				
Accounts	-	-	-	-
Accounts Receivable - County	-	-	-	-
Due From Other Governments	-	-	-	-
Due from Others	6,841	360	1,684	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 167,049</u>	<u>\$ 228,694</u>	<u>\$ 31,653</u>	<u>\$ 7,082</u>
 LIABILITIES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable - County	\$ 26,980	\$ 8,046	\$ 23,567	\$ 13
Due to Other Governments	35	296	2,512	-
Due to Others	140,034	220,352	5,574	7,069
<i>Total Liabilities</i>	<u>\$ 167,049</u>	<u>\$ 228,694</u>	<u>\$ 31,653</u>	<u>\$ 7,082</u>

7870-7930	7810-7830	7100	Remaining Funds	
Tax Collector Funds	Sheriff Funds	County Auditor Funds	County Treasurer Funds	Total Agency Funds
\$ 396,229	\$ 27,396	\$ 51,050	\$ 77,650	\$ 977,918
-	-	-	12,281	12,281
-	-	-	17,438	17,438
875,827	-	-	45	875,872
-	-	-	-	8,885
<u>\$ 1,272,056</u>	<u>\$ 27,396</u>	<u>\$ 51,050</u>	<u>\$ 107,414</u>	<u>\$ 1,892,394</u>
\$ 2,404	\$ 2,679	\$ -	\$ 8,141	\$ 71,830
1,266,833	2,224	-	71,406	1,343,306
2,819	22,493	51,050	27,867	477,258
<u>\$ 1,272,056</u>	<u>\$ 27,396</u>	<u>\$ 51,050</u>	<u>\$ 107,414</u>	<u>\$ 1,892,394</u>

CALHOUN COUNTY, TEXAS
DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF NET POSITION
DECEMBER 31, 2017

	<u>Discretely Presented Component Unit</u>	
	<u>Memorial Medical Center</u>	
	<u>2017</u>	<u>2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 3,043,924	\$ 4,168,930
Receivables (Net of Allowance for Uncollectibles)	9,935,579	7,077,204
Prepaid Items and Other Current Assets	5,751,391	6,558,330
Capital Assets (Net of Accumulated Depreciation)		
Land	320,593	320,593
Construction in Progress	-	-
Buildings	4,396,087	4,733,262
Furniture, Fixtures and Equipment	1,187,301	1,492,126
Lease Assets	1,303,961	464,073
TOTAL ASSETS	<u>25,938,836</u>	<u>24,814,518</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	3,137,330	3,742,679
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 3,137,330</u>	<u>\$ 3,742,679</u>
LIABILITIES		
Accounts Payable	\$ 9,919,762	\$ 7,516,695
Accrued and Other Liabilities	2,320,002	2,137,731
<i>Noncurrent Liabilities:</i>		
Due in One Year	364,341	1,676,510
Due in More Than One Year	929,155	275,744
Net Pension Liability	2,730,075	2,803,027
TOTAL LIABILITIES	<u>16,263,335</u>	<u>14,409,707</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows - Pension Related	344,267	154,280
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>344,267</u>	<u>154,280</u>
NET POSITION:		
Net Investment in Capital Assets	5,914,446	6,532,800
Unrestricted	6,554,118	7,460,410
TOTAL NET POSITION	<u>\$ 12,468,564</u>	<u>\$ 13,993,210</u>

CALHOUN COUNTY, TEXAS
DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
DECEMBER 31, 2017

	<u>Discretely Presented Component Unit</u>	
	<u>Memorial Medical Center</u>	
	<u>2017</u>	<u>2016</u>
OPERATING REVENUES:		
Patient Service Revenues	\$ 24,526,362	\$ 23,844,072
Nursing Home Resident Revenue	46,522,139	50,125,184
Other Operating Revenues	772,710	539,467
TOTAL OPERATING REVENUES	<u>71,821,211</u>	<u>74,508,723</u>
OPERATING EXPENSES:		
Salaries and Wages	9,854,025	10,292,416
Employee Benefits	3,821,627	3,474,819
Purchased Services and Professional Fees	7,574,982	7,286,015
Insurance	46,258	65,329
Supplies	5,198,702	5,300,413
Nursing Home Expenses	46,319,956	48,143,452
Depreciation and Amortization	989,818	1,051,793
TOTAL OPERATING EXPENSES	<u>73,805,368</u>	<u>75,614,237</u>
Operating Income (Loss)	(1,984,157)	(1,105,514)
NONOPERATING REVENUES (EXPENSES)		
Noncapital Grants and Contributions	-	7,696
Investment Income	9,570	5,388
Interest Expnse	(27,800)	(35,729)
Private Upper Payment Limit Expense	-	(2,586,035)
On-behalf Payments	455,741	4,660,806
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>437,511</u>	<u>2,052,126</u>
Excess of Revenues Over Expenses Before Grants for Property and Equipment	(1,546,646)	946,612
GRANTS FOR PROPERTY AND EQUIPMENT	22,000	24,000
Change in Net Position	(1,524,646)	970,612
Net Position at Beginning of Year	<u>13,993,210</u>	<u>13,022,598</u>
Net Position at End of Year	<u>\$ 12,468,564</u>	<u>\$ 13,993,210</u>

CALHOUN COUNTY, TEXAS
DISCRETELY PRESENTED COMPONENT UNIT
STATEMENT OF CASH FLOWS
DECEMBER 31, 2017

	Discretely Presented Component Unit	
	Memorial Medical Center	
	2017	2016
Cash Flows From Operating Activities		
Receipts from On-behalf Patients	\$ 70,758,929	\$ 78,096,636
Payments to Suppliers and Contractors	(59,097,782)	(59,159,846)
Payments to Employees	(12,438,553)	(14,150,885)
Other Receipts, Net	1,495,094	812,109
Net Cash Provided (Used) By Operating Activities	<u>717,688</u>	<u>5,598,014</u>
Cash Flows From Noncapital Financing Activities		
Noncapital Grants and Contributions	-	7,696
Private Upper-Payment Limit Program Payments	-	(3,477,797)
Principal Paid on Notes Payable	(1,475,000)	(1,906,759)
Net Cash Provided (Used) By Noncapital Financing Activities	<u>(1,475,000)</u>	<u>(5,376,860)</u>
Cash Flows From Capital and Related Financing Activities		
Grants for Property and Equipment	22,000	24,000
Principal Paid on Long-term Debt	(245,882)	(265,632)
Interest Paid on Long-term Debt	(27,800)	(35,729)
Purchase of Capital Assets	(125,582)	(356,168)
Net Cash Provided (Used) for Capital And Related Financing Activities	<u>(377,264)</u>	<u>(633,529)</u>
Cash Flows From Investing Activities		
Interest on Investments	9,570	5,388
Net Cash Provided (Used) for Investing Activities	<u>9,570</u>	<u>5,388</u>
Net Increase (Decrease) in Cash And Cash Equivalents	(1,125,006)	(406,987)
Cash and Cash Equivalents, Beginning of Year	4,168,930	4,575,917
Cash and Cash Equivalents, End of Year	<u>\$ 3,043,924</u>	<u>\$ 4,168,930</u>

CALHOUN COUNTY, TEXAS
ENTERPRISE FUND
STATEMENT OF CASH FLOWS (CONTINUED)
DECEMBER 31, 2017

	<u>Discretely Presented Component Unit</u>	
	<u>Memorial Medical Center</u>	
	<u>2017</u>	<u>2016</u>
Reconciliation of Net Operating Revenues (Expenses) to		
Net Cash Provided by Operative Activities		
Operating Loss	\$ (1,984,157)	\$ (1,105,514)
Depreciation and Amortization	989,818	1,051,793
Provision for Uncollectible Accounts	8,761,000	8,263,000
On-behalf Payments	455,741	4,660,806
Changes in Operating Assets and Liabilities:		
Patient Accounts Receivables, Net	(11,619,375)	(7,379,413)
Estimated Amounts Due From and To Third-Party Payers	(118,648)	(212,802)
Accounts Payable and Accrued Expenses	2,585,338	(913,464)
Other Assets and Liabilities	1,647,971	1,233,608
Net Cash Provided (Used) By Operating Activities	<u>\$ 717,688</u>	<u>\$ 5,598,014</u>
 Supplemental Cash Flows Information		
Capital Lease Obligation Incurred for Capital Assets	\$ 1,062,124	\$ -

