

BEE COUNTY, TEXAS  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2018

ISSUED BY:  
BEE COUNTY AUDITOR'S OFFICE



BEE COUNTY, TEXAS  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

TABLE OF CONTENTS

	Page
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal . . . . .	iii
GFOA Certificate of Achievement . . . . .	ix
Organizational Chart . . . . .	xi
List of Elected and Appointed Officials . . . . .	xiii
 <b>FINANCIAL SECTION</b>	
Independent Auditor’s Report . . . . .	3
Management’s Discussion and Analysis . . . . .	7
 <b>Basic Financial Statements:</b>	
Government-wide Financial Statements:	
Statement of Net Position . . . . .	18
Statement of Activities . . . . .	19
Fund Financial Statements:	
Balance Sheet – Governmental Funds . . . . .	22
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position . . . . .	25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds . . . . .	26
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities . . . . .	29
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund . . . . .	31
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Road & Bridge Fund . . . . .	32
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Healthcare Fund I . . . . .	33
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Healthcare Fund II . . . . .	35
Statement of Net Position – Proprietary Funds . . . . .	36
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds . . . . .	37
Statement of Cash Flows – Proprietary Funds . . . . .	39
Statement of Fiduciary Net Position – Fiduciary Funds . . . . .	41
Notes to the Financial Statements . . . . .	45
 <b>Required Supplementary Information:</b>	
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios – Texas County and District Retirement System . . . . .	74
Schedule of Employer Pension Contributions – Texas County and District Retirement System	75
Schedule of Changes in Net OPEB Liability and Related Ratios – Retiree Group Term Life Program . . . . .	76
Schedule of Employer Contributions – Retiree Group Term Life Program . . . . .	77



BEE COUNTY, TEXAS  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

TABLE OF CONTENTS  
 (Continued)

**Combining and Individual Fund Financial Statements and Schedules:**

**Governmental Funds:**

Schedule of Revenues, Expenditures, and Changes in Fund Balances – General Fund - Budget and Actual – Detailed Expenditures . . . . .	80
Description of Non-Major Funds . . . . .	85
Combining Balance Sheet – Nonmajor Governmental Funds . . . . .	88
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds . . . . .	92
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – District Clerk Records Management Fund . . . . .	97
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – County Clerk Records Management Fund . . . . .	98
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Election Fund . . . . .	99
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Courthouse Security Fund . . . . .	100
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Road Tax Fund . . . . .	101
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Court Reporter Service Fund . . . . .	102
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Farm to Market Lateral Road Fund . . . . .	103
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – County Records Management Fund . . . . .	104
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – District Attorney Fund . . . . .	105
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Abandoned Vehicle Fund . . . . .	106
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Law Library Fund . . . . .	107
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – County Hotel Occupancy Tax Fund . . . . .	108
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Pre-Trial Intervention Fund . . . . .	109
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – County Attorney Check Collection Fund . . . . .	110
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Debt Service Fund . . . . .	111
<b>Proprietary Funds:</b>	
Combining Statement of Net Position – Internal Service Funds . . . . .	113
Combining Statement of Revenues, Expenses, and Changes in Net Position – Internal Service Funds . . . . .	114
Combining Statement of Cash Flows – Internal Service Funds . . . . .	115
<b>Agency Funds:</b>	
Combining Statement of Changes in Assets and Liabilities . . . . .	118



BEE COUNTY, TEXAS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

TABLE OF CONTENTS  
(Continued)

**STATISTICAL SECTION**

Statistical Section Table of Contents . . . . .	123
Financial Trends:	
Net Position by Component . . . . .	124
Changes in Net Position . . . . .	126
Fund Balances – Governmental Funds . . . . .	128
Changes in Fund Balances – Governmental Funds . . . . .	130
Revenue Capacity:	
Assessed and Estimated Actual Value of Taxable Property . . . . .	132
Property Tax Rates – All Direct and Overlapping Governments – Per \$100 Assessed Value . . . . .	134
Principal Property Taxpayers . . . . .	136
Property Tax Levies . . . . .	138
Property Tax Levies and Collections . . . . .	140
Debt Capacity:	
Ratios of Outstanding Debt by Type . . . . .	141
Ratios of Net General Bonded Debt . . . . .	142
Computation of Direct and Estimated Overlapping Debt . . . . .	143
Legal Debt Margin Information . . . . .	144
Demographic and Economic Information:	
Demographic and Economic Statistics . . . . .	146
Principal Employers . . . . .	149
Operating Information:	
Full-Time Equivalent Employees by Function/Program . . . . .	150
Court Operating Indicators . . . . .	152
Capital Asset Statistics by Function/Program . . . . .	155





# **INTRODUCTORY SECTION**

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**COUNTY JUDGE:**  
*Stephanie A. Moreno*  
**COUNTY CLERK:**  
*Nickelle Clark Gonzales*  
**DISTRICT CLERK:**  
*Zenaida R. Silva*  
**COUNTY ATTORNEY:**  
*Mike Knight*  
**SHERIFF:**  
*Alden E. Southmayd*  
**TAX ASSESSOR-COLLECTOR:**  
*Linda G. Bridge*



## COUNTY OF BEE

**COMMISSIONER PRECINCT 1:**  
*Carlos Salazar, Jr.*  
**COMMISSIONER PRECINCT 2:**  
*Dennis DeWitt*  
**COMMISSIONER PRECINCT 3:**  
*Sammy G. Farias*  
**COMMISSIONER PRECINCT 4:**  
*Ken Haggard*  
**COUNTY AUDITOR:**  
*April A. Cantu*

March 1, 2019

The Honorable District Judges  
Janna K. Whatley, 343<sup>rd</sup> Judicial District  
Starr B. Bauer, 36<sup>th</sup> Judicial District  
Patrick L. Flanigan, 156<sup>th</sup> Judicial District

The Honorable Commissioners' Court, Bee County, Texas  
Stephanie A. Moreno, County Judge  
Carlos Salazar, County Commissioner, Precinct 1  
Dennis DeWitt, County Commissioner, Precinct 2  
Sammy Farias, County Commissioner, Precinct 3  
Ken Haggard, County Commissioner, Precinct 4

The Citizens of Bee County

Ladies, Gentlemen, and Citizens:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the Comprehensive Annual Financial Report of Bee County for fiscal year ending September 30, 2018 is hereby issued.

This report consists of management's representations concerning the finances of Bee County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Bee County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Bee County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Bee County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As financial management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Bee County's financial statements have been audited by Singleton, Clark & Company, PC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Bee County for fiscal year ending September 30, 2018, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; testing the compliance of self-imposed policies, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Bee County's financial statements for the fiscal year ended September 30, 2018, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Bee County's MD&A can be found immediately following the report of the independent auditors.

### **Profile of Bee County**

Bee County is in the Rio Grande plain of south central Texas, fifty miles northwest of Corpus Christi and 146 miles southeast of Austin. It is bordered on the north by Karnes and Goliad counties, on the east by Refugio County, on the south by San Patricio County, and on the west by Live Oak County. Beeville is the county's largest town and seat of government. An airport built in 1966 serves Beeville and the surrounding region.

Bee County covers 866 square miles that slope gently to the coast. The elevation ranges from 200 to 300 feet. Geologically northern Bee County is in the Rio Grande embayment; the Lissie and Beaumont formations extend into the southern part of the county to form a broad, flat, and fertile plain. Blanco, Medio, and Aransas creeks and their tributaries, which flow in a southeasterly direction, drain the county. The southwest corner of the county has cracking clayey soils or loamy surfaces with cracking clayey subsoils. The northern two-thirds of the county has dark, alkaline soils, with loamy surface layers and cracking clayey subsoils, while the remainder of the county has light-colored acidic soils, with loamy surface layers and cracking clayey subsoils. Between 41 to 50 percent of the land in the county is considered prime farmland.

Bee County was established shortly after the settlement of the Cart War, which originated ten miles east of the site of Beeville. The county, named for Barnard E. Bee, Sr., was formed from San Patricio, Goliad, Refugio, Live Oak, and Karnes counties on December 8, 1857, and officially organized on January 25, 1858, when the first officers were elected. Beeville, the first county seat, was on Medio Creek, near Medio Hill, where the first post office had been established in 1857. In 1860 Maryville became the county seat; this community was later designated Beeville-on-the-Poesta to distinguish it from the former county seat.

Bee County is a public corporation and political subdivision of the State of Texas. The county seat is the City of Beeville. The general governing body of the County is the elected five-member Commissioners' Court in accordance with Article 5, Paragraph 18 of the Texas Constitution. Commissioners serve four years staggered terms, two members elected every two years. The county judge is elected at large to serve a four-year term. Therefore, the Court makes decisions and imposes policies to benefit the entire County of Bee and the citizens therein.

The Commissioners' Court sets the tax rates, establishes policies for the County operations, approves contracts for the County, develops and adopts the County budget within the resources as estimated by the County Auditor. The Commissioners' Court is also responsible for development of policies and orders, approving financial commitments and appointment of various department heads. The management and leadership provided by members of the Commissioners' Court and the elected and appointed officials of other departments are crucial to the success of the County's financial management and growth.

The County Auditor has responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing, and approving" all disbursements from County funds prior to their submission to the Commissioners' Court for approval. The County Auditor is appointed by the council of district judges for a two year term.

The County provides many varied services for the public it serves. These services include operation of the district, county and justices of the peace judicial systems, voting operations for national, state and some local elections, maintenance on and construction of county owned roads and bridges, recording functions relating to property rights and vital statistics, operation of the law enforcement agencies (sheriff and constables), operation of the county jail, assistance to indigents, the provision of juvenile health and education and welfare services involving the care and correction of dependent or delinquent children as well as property tax collections for multiple agencies.

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriations to the County Judge and the County Auditor on or before the last week of May 31<sup>st</sup> of each year. The County Auditor uses these requests as the starting point for developing a base line budget, without any tax increases. The County Auditor then presents this base line budget to the Commissioners' Court for review prior to July. The Commissioners' Court holds several budget workshops to discuss priorities or meet with department heads. A copy of the proposed budget is filed with the county clerk, county auditor, and posted on official county website. The Commissioners' Court then must hold a public hearing on a day within seven calendar days after the date the proposed budget is filed, but before September 30<sup>th</sup> of the current year. The Commissioners' Court must take action on the proposed budget at the conclusion of the public hearing.

The Commissioners' Court may levy taxes only in accordance with the budget. After final approval of the budget, the Commissioners' Court may spend County funds only in strict compliance with the budget, except in any emergency. The Commissioners' Court may authorize an emergency expenditure as an amendment to the original budget only in case of grave public necessity to meet an unusual and unforeseen condition that could not have been included in the original budget through the use of reasonable diligent thought and attention. If the court amends the original budget to meet an emergency, the court must file a copy of its order amending the budget with the County Clerk and the clerk shall attach the copy to the original budget. Only the Commissioners' Court may amend the budget and shift funds from one budget account to another.

The original budget is adopted by Commissioners' Court. Amendments are made during the year and approved by Commissioners' Court. The budget should not be exceeded in any expenditures category under state law. The budget was amended to reflect as closely as possible revenues and expenditures for the twelve-month period. Certain categories exceeded the budget estimates. These variances were due to the fluctuations in revenues and expenditures as opposed to the prorated budget estimates. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

The County Judge is, by statute, the Budget Officer of the County. She usually requests and relies on the assistance of the County Auditor to prepare the annual budget. After being furnished budget guidelines by Commissioners' Court, the County Judge, with the help of the County Auditor, prepares an estimate of revenues and a compilation of requested departmental expenditures and submits this data to Commissioners' Court. The County's legally adopted budget is at the function level. For internal management purposes, the budgets are detailed by line-item and entered into the accounting records. Comparisons of actual expenditures to budget are made on an ongoing basis. Formal budgetary integration is not employed for Capital Project Funds because of budgetary control achieved through legally binding contracts. Budgetary integration is not employed for the internal service fund because expenses are not controllable by management.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates. The risk of large unfunded unforeseen expenses is reduced by the County since insurance coverage is obtained through a risk pool against catastrophic losses to infrastructure or property. The County has also changed up the way it handles inmate medical and inmate food expenses which have increased in recent years with new contracts in place to help reduce costs. Mental Health is also a factor in the county's responsibility with unfunded mandates. The TIDC grant for our TRLA services has recognized this need and added a component to the grant for a mental health professional. A new cyber liability insurance policy was added due to unpredictable internet liability. The County elected to provide employee group medical and prescription coverage with a fully insured plan. The Texas Association of Counties Health and Employee Benefits Pool program is owned by county entities that have chosen the Pool to provide health coverage for their employees. Another, beneficial financial forecasting tool is the utilization of the Texas County and District Retirement System (TCDRS) pension plan. The County provides retirement, disability, and death benefits for all of its regular employees through a nontraditional defined benefit pension plan with high returns (over 7%) for retirees.

## **Local Economy**

Bee County experienced a slight increase to property values in 2018, resulting in a modest tax decrease for the fiscal 2018-2019 budget. Sales tax revenue has increased during the 2017-2018 fiscal year. The local economy had slight growth, with most industry remaining in farming and ranching.

The County currently has seen some economic development in the area with a new wind farm being constructed, pipelines being laid and new businesses opening their doors. Bee County on the up side is still reaping an increase of real property tax collections and still some increase in the market value of real property. The region does have a varied industrial base which assists in the stability of employment here in Bee County.

## **Long-term Financial Planning**

Bee County, in partnership with the City of Beeville, Coastal Bend College, and the Bee Development Authority invested in an economic development strategy that created a public private partnership that will be electing its board in the coming months. The purpose of the partnership is to focus all entities in Bee County around the same goals of business retention and development while providing the business community a vote on the board.

Bee County also approved a tax abatement to Pacific Wind Development, LLC. The abatement will contribute to the economic development of the county and provide new property values, jobs, and increased sales taxes to the region beginning in 2020.

In 2017, the County purchased Certificates of Obligation, Series 2017 with no opposition in the amount of \$25,000,000 for the purpose of building a new law enforcement center. This law enforcement center will consist of a new sheriff's office to be named "Carlos Carrizales Law Enforcement Center" and a new jail that will retain the same name of "Bob Horn Jail". Through a couple of years of research and studies of the existing sheriff's office and jail it was deemed by the Commissioners Court to move forward with building a new facility. The Commissioners Court have secured a project manager through ECM and an architect firm Brinkley Sargent Wiginton (BSW) to assist in this huge undertaking. The Carlos Carrizales Law Enforcement Center and Bob Horn Jail is slated to open this summer of 2019. The existing Combination Tax and Revenue Certificates of Obligation, Series 2012 and the new C.O's, Series 2017 have been combined and amortized with the help of the County's financial advisor Victor Quiroga, Jr through Frost Bank. The certificates will be paid back over the next 30 years. State statutes limit the amount of debt a governmental entity may issue at 25 percent of its total assessment valuation of real property. The County is within its debt limits.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bee County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2017. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. The CAFR must satisfy both accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last twenty-seven years (fiscal year ended 1991 through 2017). The current report continues to conform to the Certificate of Achievement program requirements and is submitted to the GFOA.

The presentation of the CAFR could not have been accomplished without the efficient and dedicated services of the staff at the County Auditor's office. Appreciation is extended to the Commissioners' Court, county officials, and all county employees who have given their support in planning and conducting the financial operations of the County. Also, much appreciation is extended to the District Judges for their continued support and guidance.

Respectfully submitted,



Stephanie A. Moreno  
Bee County Judge



April A. Cantu  
Bee County Auditor

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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Bee County**  
**Texas**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

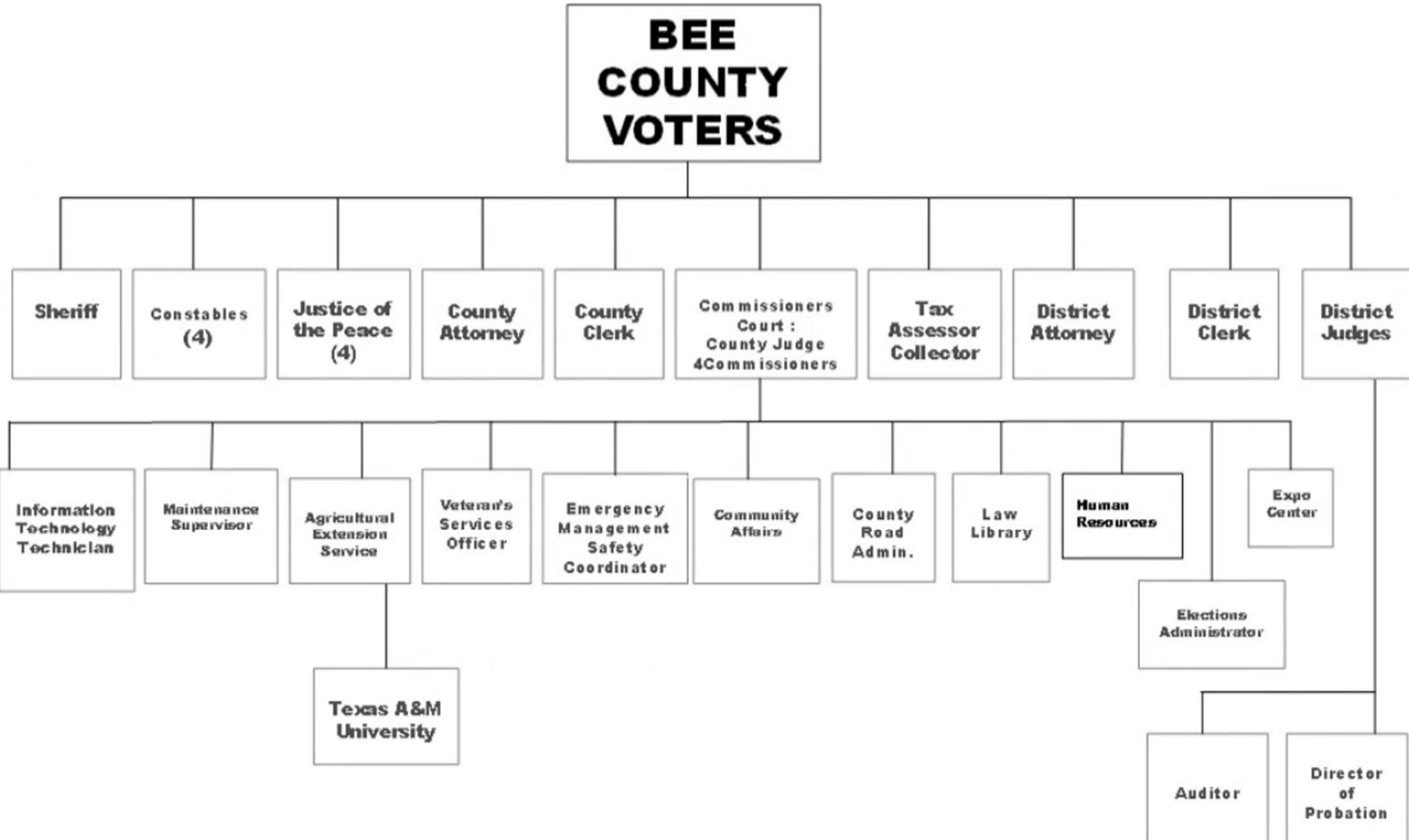
**September 30, 2017**

*Christopher P. Morrill*

Executive Director/CEO

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# BEE COUNTY ORGANIZATIONAL CHART



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BEE COUNTY, TEXAS  
LIST OF ELECTED AND APPOINTED OFFICIALS  
SEPTEMBER 30, 2018

DISTRICT COURT

Starr Bauer  
Patrick L. Flanigan  
Janna Whatley  
Jose Aliseda  
Zenaida Silva

Judge, 36<sup>th</sup> Judicial County  
Judge, 156<sup>th</sup> Judicial County  
Judge, 343<sup>rd</sup> Judicial County  
District Attorney  
District Clerk

COMMISSIONERS COURT

Stephanie Moreno  
Carlos Salazar Jr.  
Dennis DeWitt  
Samuel Farias  
Ken Haggard

County Judge  
Commissioner, Precinct No. 1  
Commissioner, Precinct No. 2  
Commissioner, Precinct No. 3  
Commissioner, Precinct No. 4

OTHER COUNTY OFFICIALS

Alden Southmayd  
Mirella E. Davis  
Linda Bridge  
Michael Knight  
April A. Cantu

Sheriff  
County Clerk  
Tax Assessor-Collector  
County Attorney  
County Auditor

JUSTICES OF THE PEACE

Susana Contreras  
Amy Shanklin  
Abel Suniga  
Esther Castro

Precinct No. 1  
Precinct No. 2  
Precinct No. 3  
Precinct No. 4

CONSTABLES

Johnny Saucedo  
Micaela Ochoa  
Kirk Delgado  
Ronnie Olivares

Precinct No. 1  
Precinct No. 2  
Precinct No. 3  
Precinct No. 4

OTHER OFFICIALS

Raynaldo Gonzales  
Robbin Reininger  
Johnny Carabajal  
Edward Salazar  
Jaime Coronado

Road & Bridge Administrator  
Extension Agent  
Community Affairs  
Adult Probation Director  
Juvenile Probation Director

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# **FINANCIAL SECTION**

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## **INDEPENDENT AUDITOR'S REPORT**

Honorable Judge, Members of Commissioners Court, and Citizens of  
Bee County, Texas

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bee County, Texas (the "County") as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Bee County, Texas as of September 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund and each major special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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## ***Other Matters***

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis section which precedes the basic financial statements and the pension and other post-employment benefits related schedules following the notes section 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 this information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Supplementary Information*

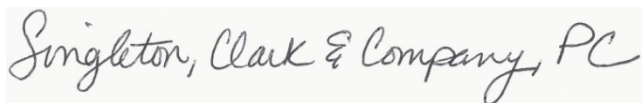
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 2019 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting.



Singleton, Clark & Company, PC  
Cedar Park, Texas  
February 12, 2019

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## Management's Discussion and Analysis

As management of Bee County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2018. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iii-vii of this report.

### Financial Highlights

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$42,688,817 (*net position*). Of this amount, \$5,486,785 represents unrestricted net position, which may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position increased by \$1,114,295 as a result of current year activities. This increase was primarily due to favorable budget variances within revenues and expenditures in the General Fund.
- At the close of the current fiscal year, the County's governmental funds reported combined fund balances of \$29,108,152, a decrease of \$4,170,956 in comparison to the prior year, primarily due to expenditures from the Capital Project Fund on the new jail construction. Of the ending fund balance amount, \$4,111,084 is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the General Fund was \$4,111,084, which represents 37% of total General Fund expenditures.

### Overview of the Financial Statements

The discussion and analysis provided here is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required supplementary information and other supplementary information intended to furnish additional detail to support the basic financial statements themselves.

**Government-wide Financial 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.

The *statement of net position* presents financial information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial health of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements are designed to distinguish functions of a governmental organization that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). However, the County currently only engages in governmental activities.

The governmental activities of the County include general government, public safety, judicial system, highways and streets, public facilities, health and welfare, culture and recreation, and conservation and development.

The government-wide financial statements can be found on pages 18-19 of this report.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains 32 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Fund, Healthcare Fund I, Healthcare Fund II, Jail Construction Fund, and Debt Service Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The County adopts annual appropriated budgets for the General Fund, all of the major special revenue funds, as well as for several others. Budgetary comparisons have been provided for each of the major funds, with the exception of the Jail Construction Fund and Debt Service Fund, as part of the basic financial statements. The Debt Service Fund budget is presented within the combining and individual fund financial statements section of the report. The Jail Construction Fund budget is not presented due to it being adopted on a project, rather than fiscal year, basis.

The basic governmental fund financial statements can be found on pages 22-35 of this report.

**Proprietary Funds.** Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The County has the option of maintaining two different types of proprietary funds.

*Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. However, the County is not currently utilizing any enterprise type funds.

*Internal service funds* are an accounting device used to accumulate and allocate costs internally among an organization's functions. The County is currently utilizing two internal service funds. The Fuel Service Fund is used to track fuel costs for the County as a whole and allocate the costs to County departments. The Group Insurance Service Fund is used to track and allocate health insurance costs.

Because the services provided by internal service funds predominantly benefit governmental rather than business-type functions, they are included within *governmental activities* in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 36-39 of this report.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The County maintains one type of fiduciary fund, those being agency funds. *Agency Funds* report resources held by the County in a custodial capacity, primarily for the activities of elected officials prior to those funds being officially remitted to the County treasury.

The fiduciary fund financial statement can be found on page 41 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 45-71 of this report.

**Required Supplementary Information.** In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the County's participation in the Texas County and District Retirement System pension program and Group Term Life Insurance program for its employees and retirees. The required supplementary information can be found on pages 74-77 of this report.

**Combining and Individual Fund Financial Statements and Schedules.** The combining and individual fund financial statements and schedules referred to earlier in connection with nonmajor governmental funds and budgetary comparison information are presented immediately following the required supplementary information.

Combining and individual fund statements and schedules can be found on pages 88-121 of this report.

## Government-wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government's financial health. In the case of the County, assets exceeded liabilities by \$42,688,817 at the close of the most recent fiscal year.

### Bee County, Texas Net Position

	Governmental Activities 2018	Governmental Activities 2017	Change
<b>ASSETS</b>			
Current & Other Assets	\$ 39,165,826	\$ 41,566,838	\$ (2,401,012)
Capital Assets	41,028,468	36,549,924	4,478,544
Total Assets	80,194,294	78,116,762	2,077,532
<b>DEFERRED OUTFLOWS</b>			
Deferred Outflows	328,997	1,695,329	(1,366,332)
<b>LIABILITIES</b>			
Current Liabilities	902,461	1,456,846	(554,385)
Long-term Liabilities	29,422,834	30,002,540	(579,706)
Total Liabilities	30,325,295	31,459,386	(1,134,091)
<b>DEFERRED INFLOWS</b>			
Deferred Inflows	7,509,179	7,090,654	418,525
<b>NET POSITION</b>			
Net Investment in Capital Assets, net of Related Debt	30,467,154	30,384,160	82,994
Restricted	6,734,878	5,739,380	995,498
Unrestricted	5,486,785	5,138,511	348,274
Total Net Position	\$ 42,688,817	\$ 41,262,051	\$ 1,426,766

By far, the largest portion of the County's net position, \$30,467,154 reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position, \$6,734,878 represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$5,486,785 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors. At the end of the current fiscal year, the County is able to report positive balances in all reported categories of net position. The same situation held true for the prior fiscal year.



**Governmental Activities.** During the current fiscal year, net position for governmental activities increased by \$1,114,295 from current operations. This increase was primarily related to favorable budget variances in the General Fund for the year. In addition, beginning net position was restated in conjunction with the implementation of a new accounting standard related to other post-employment benefits (GASB-75), and the reclassification of fund types for four funds, for a cumulative restatement of \$312,471. After the current year increase and beginning balance restatement, net position ended the year at \$42,688,817.

**Bee County, Texas  
Changes in Net Position**

	Governmental Activities 2018	Governmental Activities 2017	Change
Revenues:			
Program Revenues:			
Charges for Services	\$ 3,268,520	\$ 2,964,290	\$ 304,230
Operating Grants & Contributions	1,790,381	1,354,593	435,788
Capital Grants and Contributions	70,550	39,925	30,625
General Revenues:			
Property Taxes	10,504,790	8,462,780	2,042,010
General Sales and Use Taxes	1,635,661	1,477,416	158,245
Investment Earnings	927,827	323,367	604,460
Miscellaneous	508,178	365,027	143,151
<b>Total Revenue</b>	<b>18,705,907</b>	<b>14,987,398</b>	<b>3,718,509</b>
Expenses:			
General Government	3,967,079	4,042,224	(75,145)
Public Safety	4,402,166	5,175,650	(773,484)
Judicial System	4,003,755	2,482,462	1,521,293
Highways and Streets	1,482,465	2,359,648	(877,183)
Public Facilities	635,449	500,851	134,598
Health and Welfare	1,576,252	1,249,401	326,851
Culture and Recreation	100,956	335,554	(234,598)
Conservation and Development	387,895	151,665	236,230
Interest on Long-Term Debt	1,035,595	484,000	551,595
<b>Total Expenses</b>	<b>17,591,612</b>	<b>16,781,455</b>	<b>810,157</b>
<b>Increase (Decrease) in Net Position</b>	<b>1,114,295</b>	<b>(1,794,057)</b>	<b>2,908,352</b>
Net Position - Beginning (as restated 2018)	41,574,522	43,056,108	(1,481,586)
<b>Net Position - Ending</b>	<b>\$ 42,688,817</b>	<b>\$ 41,262,051</b>	<b>\$ 1,426,766</b>

## Financial Analysis of Governmental 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. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, an entity itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by Commissioners Court.

At September 30, 2018, the County's governmental funds reported combined fund balances of \$29,108,152, a decrease of \$4,170,956 in comparison with the prior year. Approximately 14% of this amount, or \$4,111,084, constitutes *unassigned fund balance*, which is available for spending at the County's discretion. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned* to indicate that it is 1) not in spendable form \$17,296, 2) restricted for particular purposes \$24,902,633, 3) committed for particular purposes \$77,139, or 5) assigned for particular purposes \$0.

The General Fund is the main operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,111,084, while total fund balance increased to \$4,128,380. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. As of year end both categories approximated 37% of total General Fund expenditures.

The fund balance of the General Fund increased by \$960,921 during the current fiscal year. The increase was primarily due to the General Fund reporting higher than expected sales tax revenue for the year and insurance recoveries revenues being certified. All of the Justice of the Peace fines and forfeitures revenues increase as well as the turn-over in the Sheriff's office and jail that helped to contribute to the increase. The Healthcare II fund transfer out was also reduced because of the re-negotiated hospital contract that made allowable an intra fund interest transfer.

The Road and Bridge Fund, a major fund, experienced a \$150,999 decrease in fund balance during the current fiscal year to end at \$229,097. The decrease in fund balance was mainly due to lower than expected revenues and transfers in for the year. They have also been purchasing very needed heavy equipment and work trucks utilizing this fund balance.

The Healthcare Fund I, a major fund, reported a \$324,558 increase in fund balance during the current fiscal year to end at \$4,298,007. The increase in fund balance was due to the Healthcare Fund I fund having no capital projects to fund and report for the year.

The Healthcare Fund II, a major fund, reported a small increase in fund balance of \$36,189. This fund has been subsidized during the year by the General Fund to assist in the payments of indigent and inmate medical expenses as well as emergency services for County residents.

The Jail Construction Fund, a major fund, reported a \$5,439,711 decrease in fund balance during the current fiscal year to end at \$18,167,756. The decrease in fund balance was the result of planned construction beginning on the new County jail.

The Debt Service Fund, a major fund, reported a fund balance increase of \$291,552, to end the year with a fund balance of \$781,817. This increase is due to slightly better than expected tax collections for the year.

**Proprietary Funds.** The County’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The County’s proprietary funds consist of two internal service funds which are shown in a combined single column within the basic financial statements in accordance with presentation requirements for internal service funds. This column is expanded however in the combining and individual fund statements to show a Fuel Service Fund and a Group Insurance Fund.

The net position of the Fuel Service Fund at the end of the year was \$66,749, reflecting an increase of \$36,565. The Group Insurance Service Fund decreased net position by \$22,513 to end at \$30,090. The moderate net position fluctuations in these funds were simply the results of operations.

### General Fund Budgetary Highlights

**Original budget compared to final budget.** During the year there, some of the more significant budget amendments were as follows:

The majority were the County Auditor certifying additional revenues to help in the mirrored expense line items. The General Fund also aided the county fuel farm with a \$30k transfer for a shortfall that has been coming for a couple of years due to past maintenance and repairs bills. The district court had a gross increase in civil and criminal public defense of \$75k as well as an error in funding for the Sheriff’s office vehicle purchase from 2017 moved to 2018 for \$65k.

### Capital Assets and Debt Administration

**Capital assets.** The County’s investment in capital assets for its governmental activities as of September 30, 2018, amounted to \$41,028,468 (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery, equipment, vehicles, roads, highways, and bridges. Capital assets for the current fiscal year increased by approximately 12%, primarily due to construction in progress on the new jail.

### Capital Assets of Bee County, Texas

	Governmental Activities 2018	Governmental Activities 2017	Change
Land	\$ 312,892	\$ 312,892	\$ -
Construction in Progress	7,900,026	4,055,698	3,844,328
Buildings	36,392,744	34,601,185	1,791,559
Furniture and Equipment	4,441,203	4,012,066	429,137
Infrastructure	27,977,238	27,026,178	951,060
Total	<u>77,024,103</u>	<u>70,008,019</u>	<u>7,016,084</u>
Less Accumulated Depreciation	<u>(35,995,635)</u>	<u>(33,458,095)</u>	<u>(2,537,540)</u>
Capital assets, net of depreciation	<u>\$ 41,028,468</u>	<u>\$ 36,549,924</u>	<u>\$ 4,478,544</u>

Additional information on the County’s capital assets can be found in Note III.D on page 56 of this report.

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**Long-term Debt.** At the end of the current fiscal year, the County had total bonded debt outstanding of \$28,633,319. The remainder of County long-term debt obligations consisted of capital leases and compensated absences.

**Outstanding Debt of Bee County, Texas**

	Governmental Activities 2018	Governmental Activities 2017	Change
General Obligation Bonds	\$ 3,910,000	\$ 4,410,000	\$ (500,000)
Certificates of Obligation Bonds	24,723,319	25,327,571	(604,252)
Capital Leases Payable	95,751	35,660	60,091
Compensated Absences	228,634	229,309	(675)
Total	<u>\$ 28,957,704</u>	<u>\$ 30,002,540</u>	<u>\$ (1,044,836)</u>

Long-term debt decreased overall by approximately 3% as a result of the County making scheduled debt payments during the year.

The County maintains an “AA-” rating from Standard & Poor’s for general obligation debt.

Additional information on the County’s long-term debt can be found in Note III.J on pages 67-69 of this report.

**Economic Factors and Next Year’s Budgets and Rates**

The following economic factors currently affect the County and were considered in developing the 2018-2019 fiscal year budget:

- Property tax rate decrease of .33% resulting in decreased revenue of \$32,375.
- Bee County acquired \$25 million dollars in certificates of obligation for the new jail construction in 2017. In 2019 doors will open to this new facility with an increase in inmate beds which means an increase in staff.
- Sales tax increased this last year which has led to the increase in that revenue line.
- Unfunded mandates imposed by the State Legislature continue to impact the local tax rate.

**Requests for Information**

This financial report is designed to provide a general overview of the County finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor’s Office, 111 N. St. Mary’s Street, Suite 101, Beeville, Texas 78102, or by calling (361) 621-1550.

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

BEE COUNTY, TEXAS  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2018

	Primary Government Governmental Activities
<b>ASSETS</b>	
Cash and Temporary Investments	\$ 23,744,804
Investments	5,827,023
Property Taxes Receivable	542,915
Allowance for Uncollectible Taxes	(54,291)
Accounts Receivable	803,807
Due from Other funds	5,791
Notes Receivable	6,552,397
Inventories	17,342
Deferred Expenditures	17,296
Net Pension Asset	1,708,742
Capital Assets not Being Depreciated:	
Land	312,892
Construction in Progress	7,900,026
Capital Assets, Being Depreciated	
Buildings and Improvements	36,392,744
Infrastructure	27,522,298
Machinery, Equipment, and Vehicles	4,896,143
Accumulated Depreciation	(35,995,635)
Total Assets	80,194,294
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension Plan Items	303,699
Other Post-Employment Benefit Items	25,298
Total Deferred Outflows of Resources	328,997
<b>LIABILITIES</b>	
Accounts Payable	485,321
Interest Payable	137,192
Accrued Salaries and Wages	212,107
Due to Others	10,763
Unearned Revenues	57,078
Long-Term Liabilities:	
Current Portion of Long-Term Debt	1,079,610
Bonds Payable	27,718,319
Capital Leases Payable	45,458
Other Long-Term Debt	114,317
Other Post-Employment Benefits Liability	465,130
Total Liabilities	30,325,295
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Long-Term Lease Receivable	6,998,199
Pension Plan Items	482,178
Other Post-Employment Benefit Items	28,802
Total Deferred Inflows of Resources	7,509,179
<b>NET POSITION</b>	
Net Investment in Capital Assets	30,467,154
Restricted for State and Federal Programs	4,334,196
Restricted for Debt Service	781,816
Restricted for Roads and Bridges	229,098
Restricted for Other Purposes	1,389,768
Unrestricted	5,486,785
Total Net Position	\$ 42,688,817

The notes to the financial statements are an integral part of this statement.



BEE COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

Functions/Programs:	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities
<b>Primary Government:</b>					
Governmental Activities:					
General Government	\$ 3,967,079	\$ 906,098	\$ 82,334	\$ -	\$ (2,978,647)
Public Safety	4,402,166	714,313	533,088	-	(3,154,765)
Judicial System	4,003,755	368,525	1,096,717	-	(2,538,513)
Highways and Streets	1,482,465	660,852	78,242	-	(743,371)
Public Facilities	635,449	25,054	-	-	(610,395)
Health and Welfare	1,576,252	476,897	-	-	(1,099,355)
Culture and Recreation	100,956	53,343	-	-	(47,613)
Conservation and Development	387,895	63,438	-	70,550	(253,907)
Debt Interest	1,035,595	-	-	-	(1,035,595)
Total Governmental Activities:	<u>\$ 17,591,612</u>	<u>\$ 3,268,520</u>	<u>\$ 1,790,381</u>	<u>\$ 70,550</u>	<u>(12,462,161)</u>

General Revenues:

Property Taxes	10,504,790
General Sales and Use Taxes	1,635,661
Investment Income	927,827
Other Revenue	508,178
Total General Revenues	<u>13,576,456</u>
Change in Net Position	1,114,295
Net Position - Beginning (as restated)	<u>41,574,522</u>
Net Position - Ending	<u>\$ 42,688,817</u>

The notes to the financial statements are an integral part of this statement.

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FUND BASIS FINANCIAL STATEMENTS

BEE COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2018

	<u>012</u>	<u>020</u>	<u>023</u>	<u>083</u>
	General Fund	Road & Bridge Fund	Healthcare Fund - I	Healthcare Fund - II
<b>ASSETS</b>				
Cash and Temporary Investments	\$ 1,781,346	\$ 397,857	\$ 790,333	\$ 299,592
Investments	2,301,932	3,220	3,517,918	1,986
Property Taxes Receivable	399,822	-	-	-
Allowance for Uncollectible Taxes	(39,982)	-	-	-
Accounts Receivable	587,011	60,861	-	-
Due from Other funds	234,463	-	217,779	150,000
Notes Receivable	-	-	2,864,186	3,688,211
Due from Others	-	-	-	30,000
Deferred Expenditures	17,296	-	-	-
Total Assets	<u>\$ 5,281,888</u>	<u>\$ 461,938</u>	<u>\$ 7,390,216</u>	<u>\$ 4,169,789</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 355,130	\$ 19,801	\$ -	\$ 9,831
Accrued Salaries and Wages	171,729	26,948	-	-
Due to Other Funds	198,968	186,092	-	217,779
Due to Others	10,763	-	-	-
Unearned Revenues	57,078	-	-	-
Total Liabilities	<u>793,668</u>	<u>232,841</u>	<u>-</u>	<u>227,610</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Inflows - Property Taxes	359,840	-	-	-
Deferred Inflows - Unavailable Revenue	-	-	3,092,209	3,905,990
Total Deferred Inflows of Resources	<u>359,840</u>	<u>-</u>	<u>3,092,209</u>	<u>3,905,990</u>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable:				
Deferred Expenditures	17,296	-	-	-
Restricted for:				
Health and Welfare	-	-	4,298,007	36,189
Roads and Bridges	-	229,097	-	-
Debt Service	-	-	-	-
Capital Projects	-	-	-	-
Other Purposes	-	-	-	-
Committed for:				
Other Purposes	-	-	-	-
Unassigned	4,111,084	-	-	-
Total Fund Balances	<u>4,128,380</u>	<u>229,097</u>	<u>4,298,007</u>	<u>36,189</u>
Total Liabilities and Fund Balances	<u>\$ 5,281,888</u>	<u>\$ 461,938</u>	<u>\$ 7,390,216</u>	<u>\$ 4,169,789</u>

The notes to the financial statements are an integral part of this statement.

<u>071</u>		<u>060</u>		
Jail Construction Fund	Debt Service Fund	Total Non- Major Funds	Total Governmental Funds	
\$ 18,231,108	\$ 634,295	\$ 1,539,880	\$ 23,674,411	
-	62	1,306	5,826,424	
-	80,764	62,329	542,915	
-	(8,076)	(6,233)	(54,291)	
-	-	111,198	759,070	
-	147,460	-	749,702	
-	-	-	6,552,397	
-	-	-	30,000	
-	-	-	17,296	
<u>\$ 18,231,108</u>	<u>\$ 854,505</u>	<u>\$ 1,708,480</u>	<u>\$ 38,097,924</u>	
\$ 63,352	\$ -	\$ 30,975	\$ 479,089	
-	-	13,430	212,107	
-	-	141,072	743,911	
-	-	-	10,763	
-	-	-	57,078	
<u>63,352</u>	<u>-</u>	<u>185,477</u>	<u>1,502,948</u>	
-	72,688	56,097	488,625	
-	-	-	6,998,199	
<u>-</u>	<u>72,688</u>	<u>56,097</u>	<u>7,486,824</u>	
-	-	-	17,296	
-	-	-	4,334,196	
-	-	-	229,097	
-	781,817	-	781,817	
18,167,756	-	338	18,168,094	
-	-	1,389,429	1,389,429	
-	-	77,139	77,139	
-	-	-	4,111,084	
<u>18,167,756</u>	<u>781,817</u>	<u>1,466,906</u>	<u>29,108,152</u>	
<u>\$ 18,231,108</u>	<u>\$ 854,505</u>	<u>\$ 1,708,480</u>	<u>\$ 38,097,924</u>	

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BEE COUNTY, TEXAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2018

Amounts reported for governmental activities in the statement of net position are different because:

Total Fund Balances - Governmental Funds		\$ 29,108,152
<p>Internal service funds are used by management to charge the costs of health insurance and fuel to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities column on the Statement of Net Position.</p>		
		96,839
<p>Capital assets and related accumulated depreciation used in governmental activities are not current financial resources, and therefore not reported in the funds. These are detailed as follows:</p>		
Governmental activities capital assets	77,024,103	
Less accumulated depreciation	<u>(35,995,635)</u>	41,028,468
<p>Net pension and other post-employment assets or liabilities as well as related deferred inflows and outflows are not reported in the governmental funds, but are reported on the Statement of Net Position. These amounts are detailed as follows:</p>		
Current pension funding asset	1,708,742	
Deferred outflows related to pensions	303,699	
Deferred inflows related to pensions	(482,178)	
Other post-employment benefits liability	(465,130)	
Deferred outflows related to other post-employment benefits	25,298	
Deferred inflows related to other post-employment benefits	<u>(28,802)</u>	1,061,629
<p>Uncollected property taxes are not available to pay for current operations and are therefore not recorded within the fund balance of the governmental funds. These amounts are however recorded in the statement of net position, net of an allowance for uncollectible amounts.</p>		
		488,625
<p>Long-term liabilities, such as bonds and notes payable, are not due and payable in the current period, and therefore not reported as liabilities in the governmental funds. These are detailed as follows:</p>		
Bonds payable	(28,797,929)	
Capital leases	(45,458)	
Compensated absences	<u>(114,317)</u>	(28,957,704)
<p>Accrued interest on long-term debt related to governmental activities is not due and payable in the current period and therefore not reported in the governmental funds but is reported on the Statement of Net Position</p>		
		<u>(137,192)</u>
Net Position of Governmental Activities		<u><u>\$ 42,688,817</u></u>

The notes to the financial statements are an integral part of this statement.

BEE COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2018

	<u>012</u>	<u>020</u>	<u>023</u>
	General Fund	Road & Bridge Fund	Healthcare Fund - I
<b>REVENUES</b>			
Property Taxes	\$ 7,192,033	\$ -	\$ -
General Sales and Use Taxes	1,557,189	-	-
Fines, Fees, and Permits	271,347	703,236	-
Charges for Services	1,020,919	10,958	-
Rent and Lease Revenue	594,929	-	271,901
Investment Income	86,974	6,657	259,619
Intergovernmental Revenues	1,288,911	54,233	-
Other Revenue	281,364	1,368	-
Total Revenues	<u>12,293,666</u>	<u>776,452</u>	<u>531,520</u>
<b>EXPENDITURES</b>			
Current:			
General Government	3,224,747	-	-
Public Safety	3,478,820	-	-
Judicial System	2,411,302	-	-
Highways and Streets	-	1,232,562	-
Public Facilities	422,729	-	-
Health and Welfare	506,917	-	6,962
Culture and Recreation	85,000	-	-
Conservation and Development	284,347	-	-
Debt Service:			
Principal	50,293	35,660	-
Interest	-	977	-
Fees	-	-	-
Capital Outlay	559,253	670,268	-
Total Expenditures	<u>11,023,408</u>	<u>1,939,467</u>	<u>6,962</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>1,270,258</u>	<u>(1,163,015)</u>	<u>524,558</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Capital Leases Issued	146,044	-	-
Transfers In	229,593	1,023,428	-
Transfers Out	(684,974)	(11,412)	(200,000)
Total Other Financing Sources (Uses)	<u>(309,337)</u>	<u>1,012,016</u>	<u>(200,000)</u>
Net Change in Fund Balance	960,921	(150,999)	324,558
Fund Balance - Beginning (as restated)	3,167,459	380,096	3,973,449
Fund Balance - Ending	<u>\$ 4,128,380</u>	<u>\$ 229,097</u>	<u>\$ 4,298,007</u>

The notes to the financial statements are an integral part of this statement.



<i>083</i>	<i>071</i>	<i>060</i>		Total
Healthcare Fund - II	Jail Construction Fund	Debt Service Fund	Total Non- Major Funds	Governmental Funds
\$ -	\$ -	\$ 2,301,927	\$ 986,133	\$ 10,480,093
-	-	-	78,472	1,635,661
-	-	-	-	974,583
-	-	-	190,234	1,222,111
204,996	-	-	-	1,071,826
231,455	314,350	12,806	15,966	927,827
-	-	-	517,787	1,860,931
10,044	51,873	-	163,529	508,178
<u>446,495</u>	<u>366,223</u>	<u>2,314,733</u>	<u>1,952,121</u>	<u>18,681,210</u>
-	-	-	47,327	3,272,074
-	-	-	176,578	3,655,398
-	-	-	898,304	3,309,606
-	-	-	-	1,232,562
-	-	-	107,038	529,767
810,306	-	-	-	1,324,185
-	-	-	-	85,000
-	-	-	40,202	324,549
-	-	1,020,000	-	1,105,953
-	-	1,000,081	-	1,001,058
-	-	3,100	-	3,100
-	5,805,934	-	25,688	7,061,143
<u>810,306</u>	<u>5,805,934</u>	<u>2,023,181</u>	<u>1,295,137</u>	<u>22,904,395</u>
<u>(363,811)</u>	<u>(5,439,711)</u>	<u>291,552</u>	<u>656,984</u>	<u>(4,223,185)</u>
-	-	-	-	146,044
400,000	-	-	335,159	1,988,180
-	-	-	(1,185,609)	(2,081,995)
<u>400,000</u>	<u>-</u>	<u>-</u>	<u>(850,450)</u>	<u>52,229</u>
36,189	(5,439,711)	291,552	(193,466)	(4,170,956)
-	23,607,467	490,265	1,660,372	33,279,108
<u>\$ 36,189</u>	<u>\$ 18,167,756</u>	<u>\$ 781,817</u>	<u>\$ 1,466,906</u>	<u>\$ 29,108,152</u>

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BEE COUNTY, TEXAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

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

Net Change in Fund Balances - Total Governmental Funds \$ (4,170,956)

Internal service funds are used by management to charge the costs of certain activities, such as health insurance and fuel service, to individual funds. The net revenue of certain internal service funds is reported with governmental activities. 14,052

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. In addition, depreciation expense is only reported on the Statement of Activities.

Expenditures for capitalized assets	7,061,144	
Less current year depreciation	<u>(2,577,890)</u>	4,483,254

Since capital assets are not recorded and depreciated in the governmental funds, any related gains or losses on disposals are also not recorded in the governmental funds. (4,710)

Long-term liabilities, such as bonds and notes payable, are not recorded within the governmental funds due to them not representing current liabilities. When principal repayments are made on these obligations, they represent expenditures in the governmental funds and reduce long-term liabilities in the statement of activities.

Payments on long-term debt	1,105,953	
Issuance of new long-term debt	(146,044)	
Amortization of premiums on long-term debt	84,252	
Change in long-term liabilities for compensated absences	<u>675</u>	1,044,836

Accrued interest on long-term debt is not recognized in the governmental funds until paid. However, it is recognized in the Statement of Activities as it accrues. (115,689)

Revenues in the statements of activities for property taxes are recognized in the period levied, not collected. Therefore the uncollected property taxes of the current period increase the change in net position 24,697

Governmental funds report pension and other post-employment benefit contributions as current year expenditures. However, these costs are measured actuarially in the statement of activities. These differences in recognition between the governmental funds and Statement of Activities for these items is as follows:

Current year pension expense	(140,452)	
Current year other post-employment benefits expense	<u>(20,737)</u>	(161,189)

Change in Net Position- Governmental Activities \$ 1,114,295

The notes to the financial statements are an integral part of this statement.

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BEE COUNTY, TEXAS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL – GENERAL FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		012 General Fund	Variance with Final Budget
	Original	Final	Actual	
<b>REVENUES</b>				
Property Taxes	\$ 7,109,000	\$ 7,109,000	\$ 7,192,033	\$ 83,033
General Sales and Use Taxes	1,350,000	1,377,000	1,557,189	180,189
Fines, Fees, and Permits	177,000	175,000	271,347	96,347
Charges for Services	922,650	988,593	1,020,919	32,326
Rent and Lease Revenue	704,044	552,253	594,929	42,676
Investment Income	70,000	70,000	86,974	16,974
Intergovernmental Revenues	1,149,227	1,171,381	1,288,911	117,530
Other Revenue	123,143	250,692	281,364	30,672
Total Revenues	<u>11,605,064</u>	<u>11,693,919</u>	<u>12,293,666</u>	<u>599,747</u>
<b>EXPENDITURES</b>				
Current:				
General Government	3,577,127	3,358,381	3,224,747	133,634
Public Safety	3,798,537	3,766,214	3,478,820	287,394
Judicial System	2,364,072	2,440,232	2,411,302	28,930
Public Facilities	402,202	435,208	422,729	12,479
Health and Welfare	518,326	526,255	506,917	19,338
Culture and Recreation	85,000	85,000	85,000	-
Conservation and Development	281,717	298,300	284,347	13,953
Debt Service:				
Principal	-	50,293	50,293	-
Capital Outlay	-	614,494	559,253	55,241
Total Expenditures	<u>11,026,981</u>	<u>11,574,377</u>	<u>11,023,408</u>	<u>550,969</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>578,083</u>	<u>119,542</u>	<u>1,270,258</u>	<u>1,150,716</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital Leases	-	151,791	146,044	5,747
Transfers In	227,000	249,593	229,593	(20,000)
Transfers Out	(805,083)	(691,031)	(684,974)	6,057
Total Other Financing Sources (Uses)	<u>(578,083)</u>	<u>(289,647)</u>	<u>(309,337)</u>	<u>(19,690)</u>
Net Change in Fund Balance	-	(170,105)	960,921	1,131,026
Fund Balance - Beginning	3,167,459	3,167,459	3,167,459	-
Fund Balance - Ending	<u>\$ 3,167,459</u>	<u>\$ 2,997,354</u>	<u>\$ 4,128,380</u>	<u>\$ 1,131,026</u>

The notes to the financial statements are an integral part of this statement.

BEE COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – ROAD & BRIDGE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		020 Road & Bridge Fund	Variance with Final Budget
	Original	Final	Actual	
	<b>REVENUES</b>			
Fines, Fees, and Permits	\$ 694,500	\$ 694,500	\$ 703,236	\$ 8,736
Charges for Services	-	5,000	10,958	5,958
Investment Income	2,500	2,500	6,657	4,157
Intergovernmental Revenues	-	32,828	54,233	21,405
Other Revenue	10,078	5,078	1,368	(3,710)
Total Revenues	<u>707,078</u>	<u>739,906</u>	<u>776,452</u>	<u>36,546</u>
<b>EXPENDITURES</b>				
Current:				
Highways and Streets	1,781,041	1,258,990	1,232,562	26,428
Debt Service:				
Principal	-	35,660	35,660	-
Interest	-	977	977	-
Capital Outlay	130,557	706,090	670,268	35,822
Total Expenditures	<u>1,911,598</u>	<u>2,001,717</u>	<u>1,939,467</u>	<u>62,250</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(1,204,520)</u>	<u>(1,261,811)</u>	<u>(1,163,015)</u>	<u>98,796</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	1,034,520	1,089,520	1,023,428	(66,092)
Transfers Out	-	(11,412)	(11,412)	-
Total Other Financing Sources (Uses)	<u>1,034,520</u>	<u>1,078,108</u>	<u>1,012,016</u>	<u>(66,092)</u>
Net Change in Fund Balance	(170,000)	(183,703)	(150,999)	32,704
Fund Balance - Beginning	380,096	380,096	380,096	-
Fund Balance - Ending	<u>\$ 210,096</u>	<u>\$ 196,393</u>	<u>\$ 229,097</u>	<u>\$ 32,704</u>

The notes to the financial statements are an integral part of this statement.

BEE COUNTY, TEXAS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL – HEALTHCARE FUND I  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Healthcare Fund - I	Variance with Final Budget
	Original	Final	Actual	
	023			
<b>REVENUES</b>				
Rent and Lease Revenue	\$ -	\$ 271,901	\$ 271,901	\$ -
Investment Income	496,048	224,147	259,619	35,472
Total Revenues	<u>496,048</u>	<u>496,048</u>	<u>531,520</u>	<u>35,472</u>
<b>EXPENDITURES</b>				
Current:				
Health and Welfare	7,200	7,200	6,962	238
Capital Outlay	500,000	500,000	-	500,000
Total Expenditures	<u>507,200</u>	<u>507,200</u>	<u>6,962</u>	<u>500,238</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(11,152)</u>	<u>(11,152)</u>	<u>524,558</u>	<u>535,710</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	-	(200,000)	(200,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>
Net Change in Fund Balance	(11,152)	(211,152)	324,558	535,710
Fund Balance - Beginning	3,973,449	3,973,449	3,973,449	-
Fund Balance - Ending	<u>\$ 3,962,297</u>	<u>\$ 3,762,297</u>	<u>\$ 4,298,007</u>	<u>\$ 535,710</u>

The notes to the financial statements are an integral part of this statement.

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BEE COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – HEALTHCARE FUND II  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		083 Healthcare Fund - II	Variance with Final Budget
	Original	Final	Actual	
<b>REVENUES</b>				
Rent and Lease Revenue	\$ -	\$ 217,480	\$ 204,996	\$ (12,484)
Investment Income	436,800	218,620	231,455	12,835
Other Revenue	-	-	10,044	10,044
Total Revenues	<u>436,800</u>	<u>436,100</u>	<u>446,495</u>	<u>10,395</u>
<b>EXPENDITURES</b>				
Current:				
Health and Welfare	786,000	790,000	810,306	(20,306)
Total Expenditures	<u>786,000</u>	<u>790,000</u>	<u>810,306</u>	<u>(20,306)</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(349,200)</u>	<u>(353,900)</u>	<u>(363,811)</u>	<u>(9,911)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	349,200	353,900	400,000	46,100
Total Other Financing Sources (Uses)	<u>349,200</u>	<u>353,900</u>	<u>400,000</u>	<u>46,100</u>
Net Change in Fund Balance	-	-	36,189	36,189
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,189</u>	<u>\$ 36,189</u>

The notes to the financial statements are an integral part of this statement.

BEE COUNTY, TEXAS  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
SEPTEMBER 30, 2018

	Governmental Activities
	Internal Service Funds
<b>ASSETS</b>	
Cash and Temporary Investments	\$ 70,393
Investments	599
Accounts Receivable	14,737
Inventory	17,342
Total Assets	103,071
<b>LIABILITIES</b>	
Accounts Payable	6,232
Total Liabilities	6,232
<b>NET POSITION (DEFICITS)</b>	
Restricted for Participants	30,090
Unrestricted	66,749
Total Net Position	\$ 96,839

The notes to the financial statements are an integral part of this statement.

BEE COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Governmental Activities
	Internal Service Funds
<b>OPERATING REVENUES</b>	
Charges for Services	\$ 178,572
Other Revenue	1,477,818
Total Revenues	1,656,390
<b>OPERATING EXPENSES</b>	
Purchased Insurance	1,347,271
Supplies	386,767
Other Operating	2,998
Total Expenses	1,737,036
Operating Income/(Loss)	(80,646)
<b>NON-OPERATING REVENUES/(EXPENSES)</b>	
Investment Earnings	883
Transfers In	93,815
Total Non-Operating Revenues/(Expenses)	94,698
Change in Net Position	14,052
Net Position - Beginning	82,787
Net Position - Ending	\$ 96,839

The notes to the financial statements are an integral part of this statement.

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BEE COUNTY, TEXAS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Governmental Activities
	Total
	Internal
	Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash Received from User Charges	\$ 1,673,529
Cash Payments to Suppliers	(1,755,354)
Cash Payments for Other Operating Expenses	(2,998)
Net Cash Provided by (used for) Operating Activities	(84,823)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Transfers from Other Funds	93,815
Net Cash Provided by (Used for) Capital and Financing Activities	93,815
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchases of Investments	(9)
Interest on Investments	883
Net Cash Provided by Investing Activities	874
Net Increase (Decrease) in Cash and Cash Equivalents	9,866
Cash and Cash Equivalents - Beginning	60,527
Cash and Cash Equivalents - Ending	\$ 70,393
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:</b>	
Operating Income (Loss)	\$ (80,646)
Adjustments to Reconcile to Cash Provided by (Used for) Operating Activities:	
(Increase) Decrease in Accounts Receivable	17,139
(Increase) Decrease in Inventories	514
(Decrease) Increase in Accounts Payable	(21,830)
Total Adjustments	(4,177)
Net Cash Provided by (Used for) Operating Activities	\$ (84,823)

The notes to the financial statements are an integral part of this statement.

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BEE COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2018

	<u>Fiduciary Funds</u>
	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 1,706,782
Total Assets	1,706,782
 <b>LIABILITIES</b>	
Due to Others	1,706,782
Total Liabilities	\$ 1,706,782

The notes to the financial statements are an integral part of this statement.

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NOTES TO THE FINANCIAL STATEMENTS

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BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**I. Summary of significant accounting policies**

**A. Reporting entity**

Bee County, Texas (the “County”) is the primary government reported within these financial statements and is governed by an elected county judge and four-member Commissioners Court. The accompanying financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units are, in substance, part of a primary government’s operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

Based on the criteria for determining and including component units within the financial statements of a primary government, no blended or discretely presented component units have been included within the County’s financial statements.

**B. Description of government-wide financial statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

**C. Basis of presentation – government-wide financial statements**

The governmental activities column on the statement of activities consolidates data from governmental funds and internal service funds, and also adds long-term assets and liabilities, such as capital assets and bonds payable. The business-type activities column consolidates data from the government’s enterprise funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**D. Basis of presentation – fund financial statements**

The fund financial statements provide information about the County’s funds, including its fiduciary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental funds.

The County reports the following major governmental funds:

The *General Fund* is the County’s primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**I. Summary of significant accounting policies (continued)**

**D. Basis of presentation – fund financial statements (continued)**

The *Road & Bridge Fund* is a special revenue fund that was established to comply with Article 6790, Vernon’s Civil Statutes, which authorized counties to levy, assess and collect ad valorem taxes (property taxes & special road & bridge tax) for the purpose of constructing and maintaining special roads and bridges within the County. This fund also accounts for the motor vehicle license fee and the state lateral road credit allocation revenue.

The *Healthcare Fund I* is a special revenue fund used to account for the lease of a county-owned hospital building to the Spohn Health System, a hospital operator, and to isolate accumulated lease revenue for use on approved renovations and repairs of the hospital building itself. The lease agreement spans 30 years and carries a 6% interest rate.

The *Healthcare Fund II* is a special revenue fund used to account for additional expansion costs related to the county-owned hospital building leased by the Spohn Health System hospital operator. This fund accounts for two lease agreements which span 30 years and carry a 6% interest rate. The accumulated lease revenue is intended to be used on approved further renovations and repairs to the hospital building.

The *Jail Construction Fund* is a capital projects fund used to account for the construction during the year of a new jail financed by the issuance of Certificates of Obligation, Series 2017.

The *Debt Service Fund* is used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on long-term obligations of governmental funds.

Additionally, the government reports the following fund types:

*Special Revenue Funds* are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes.

*Capital Projects Funds* account for the acquisition and construction of major capital facilities, often those financed with bonded debt or state and federal grants.

The *Agency Fund* accounts for cash collections held by the various offices of elected County officials that have either yet to be turned in to the County Auditor or can be used by the elected official in accordance with State law.

The County reports the following proprietary funds:

The *Group Insurance Service Fund* accounts for and finances the County’s uninsured risks of loss from workers’ compensation coverage, general liability, and group health insurance. Revenues are derived from County contributions, employee and retiree/COBRA premiums, investment income, and premiums from some external entities. Expenses are for benefits, claims and administrative expenses.

The *Fuel Service Fund* accounts for and finances the County’s fuel purchases. Revenues are derived from County departments and from some external entities. Expenses are for fuel expenses.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**I. Summary of significant accounting policies (continued)**

**D. Basis of presentation – fund financial statements (continued)**

During the course of operations the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds or advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

**E. Measurement focus and basis of accounting**

The accounting and financial reporting treatment for a given fund or activity is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**I. Summary of significant accounting policies (continued)**

**E. Measurement focus and basis of accounting (continued)**

Property taxes, sales taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

Agency funds have no measurement focus but utilize the *accrual basis of accounting* for reporting its assets and liabilities.

**F. Budgetary information**

**1. Budgetary basis of accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the following funds:

General Fund	Court Reporting Fund
Road & Bridge Fund	Farm to Market Lateral Road Fund
Healthcare Fund I	County Records Management Fund
Healthcare Fund II	District Attorney Fund
Debt Service Fund	Abandoned Vehicles Fund
District Clerk Records Management Fund	Law Library Fund
County Clerk Records Management Fund	County Hotel Occupancy Tax Fund
Election Equipment Fund	Pre-Trial Intervention Fund
Courthouse Security Fund	County Attorney Check Collection Fund
Special Road Tax Fund	

Other special revenue funds do not have appropriated budgets since other means control the use of these resources (e.g., grant awards and endowment requirements) and sometimes span a period of more than one fiscal year.

The appropriated budget is prepared by fund and department. The County's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Commissioners' Court. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**I. Summary of significant accounting policies (continued)**

**F. Budgetary information (continued)**

***1. Budgetary basis of accounting (continued)***

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations. As of year end there were no outstanding encumbrances.

**G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance**

***1. Cash and cash equivalents***

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

***2. Investments***

Investments for the County are reported at fair value (generally based on quoted market prices) except for positions in Local Government Investment Pools when applicable. In accordance with state law, these investment pools operate in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Accordingly, the pools qualify as 2a7-like pools and are reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. The pools are subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

***3. Inventories and prepaid items***

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies. The cost of such inventories is recorded as expenditures/expenses 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 the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance  
(continued)**

***4. Capital assets***

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of more than one year.

As the County constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets, donated works of art and similar items, and capital assets received in a concession arrangement are recorded at acquisition value.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Capital Asset Classes	Lives
Buildings	40
Machinery and Equipment	7-15
Vehicles	6
Improvements	20
Infrastructure	20

***5. Deferred outflows/inflows of resources***

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. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

***6. Net position flow assumption***

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.



BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance  
(continued)**

***7. Fund balance flow assumptions***

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

***8. Fund balance policies***

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The governing court is the highest level of decision-making authority for the County that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The court has by resolution authorized the County Judge to assign fund balance. The Commissioners' Court may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**H. Revenues and expenditures/expenses**

***1. Program revenues***

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**H. Revenues and expenditures/expenses (continued)**

***2. Proprietary funds operating and nonoperating revenues and expenses***

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

***3. Property taxes***

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The County levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the year following the October 1 levy date. The assessed taxable value of the property tax roll of January 1, 2017, upon which the levy for the 2017-2018 fiscal year was based, was \$1,567,523,920. Taxes are delinquent if not paid by February 1st of the following calendar year. Delinquent taxes are subject to both penalty and interest charges plus 15% delinquent collection fees for attorney costs.

The tax rates assessed for the year ended September 30, 2018, to finance the General Fund, Road & Bridge Fund, Debt Service Fund, and Farm to Market Lateral Road Fund operations were \$0.47065, \$0.06101, \$0.15043, and \$0.00542, respectively, for a total tax rate of \$0.68751 per \$100 valuation. The total tax levy for the General Fund, Road & Bridge Fund, Debt Service Fund, and Farm to Market Lateral Road Fund for the 2017-2018 fiscal year was \$10,423,063. Tax collections on the current levy for the year ended September 30, 2018, were 97% of the year end adjusted tax levy. Delinquent tax collections are prorated between the four taxing activities based on the rates in effect for the year of the levy. Allowances for uncollectible taxes within the General Fund, Road & Bridge, Debt Service and Farm to Market Lateral Road Funds are estimates based on historical experience in collecting taxes.

***4. Compensated absences***

Vacation

County policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from County service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

The County's policy for vacation leave allows up to 20 working days of vacation leave depending on the number of years of service. Vacation leave accumulates up to 160 hours and then is lost. However, any unused vacation days up 160 hours is paid to an employee upon separation from service. Compensatory time is granted at the rate of one and one-half hour time off for every hour of overtime worked and can be carried forward up to 60 hours.

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**H. Revenues and expenditures/expenses (continued)**

**4. Compensated absences (continued)**

Sick Leave

Accumulated sick leave lapses when employees leave the employment of the County and, upon separation from service, no monetary obligation exists.

**5. Pensions and other post-employment benefits**

For purposes of measuring the net pension and other post-employment benefits (OPEB) liabilities, the economic resources measurement focus and full accrual basis of accounting have been used. This includes deferred inflows and outflows of resources related to pensions, OPEB, pension expense, and OPEB expense, and information about assets, liabilities, and additions to/deductions from the net position of the pension plan. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

**II. Stewardship, compliance and accountability**

**A. Deficit fund equity**

The County did not report any deficit fund balances as of year end.

**III. Detailed notes on all activities and funds**

**A. Cash deposits with financial institutions**

*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. The County does not have a deposit policy for custodial credit risk. However, State law requires governmental entity deposits to be completely insured with FDIC and pledged securities coverage at all times. As of September 30, 2018, the County's combined bank balances were \$26,191,947, and of that amount \$250,000 was covered by FDIC insurance and the remaining amount was covered by pledged collateral. In addition, FDIC and pledged securities coverage was adequate at all times during the year.

**B. Investments**

As of September 30, 2018, the County had the following investments:

Investment Type	Maturity Time in Years				Totals
	Less than 1	1-5	6-10	More Than 10	
Cash and Cash Alternatives	\$ 6,900	\$ 49,682	\$ -	\$ -	\$ 56,582
Tax-Exempt Bonds	-	20,208	-	-	20,208
Taxable Bonds	-	5,741,247	-	-	5,741,247
TexPool Investment Pool	12,331	-	-	-	12,331
Total Investments	\$ 19,231	\$ 5,811,137	\$ -	\$ -	\$ 5,830,368

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**B. Investments (continued)**

TexPool operates in a manner consistent with the criteria set forth in Governmental Accounting Standards Board Statement No. 79 (GASB 79) and therefore uses amortized cost to report net assets to compute share prices. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure. TexPool does not have any restrictions or limitations on withdrawals. TexPool maintains a Net Asset Value of approximately \$1 per share and, as allowed by GASB 79, uses amortized cost to report net assets. TexPool does not have any restrictions or limitations on withdrawals. The Standard and Poor's investment rating for TexPool as of September 30, 2018 was AAAM.

*Interest rate risk.* In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than ten months.

*Credit risk.* State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the government's policy to limit its investments in these investment types to the top rating issued by NRSROs. As of September 30, 2018, the government's investment in the State Treasurer's investment pool was rated AAAM by Standard & Poor's, Taxable Bonds were rated AA+ by Standard & Poor's, and Tax-Exempt Bonds were rated AA- to AAA by Standard & Poor's.

*Concentration of credit risk.* The County's investment policy does not allow for an investment in any one issuer that is in excess of 5 percent of the government's total investments. This restriction however does not apply to government investment pools due to the low risk nature of this type of investment.

*Custodial credit risk-investments.* For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**C. Receivables**

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. Below is a detail of receivables for the major and nonmajor funds of both the governmental and proprietary funds of the government, including the applicable allowances for uncollectible accounts:

Governmental Funds:

Receivables	General Fund	Road & Bridge	Healthcare Fund - I	Healthcare Fund - II	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
Property Taxes	\$ 399,822	\$ -	\$ -	\$ -	\$ 80,764	\$ 62,329	\$ 542,915
Accounts Receivable	587,011	60,861	-	-	-	111,198	759,070
Notes Receivable	-	-	2,864,186	3,688,211	-	-	6,552,397
Gross receivables	986,833	60,861	2,864,186	3,688,211	80,764	173,527	7,854,382
Allowance for Uncoll.	(39,982)	-	-	-	(8,076)	(6,233)	(54,291)
Net receivables	\$ 946,851	\$ 60,861	\$ 2,864,186	\$ 3,688,211	\$ 72,688	\$ 167,294	\$ 7,800,091

Proprietary Funds:

Receivables	Fuel Service
Accounts Receivable	\$ 14,737
Net Receivables	\$ 14,737

**D. Capital assets**

Capital assets activity for the year ended September 30, 2018, was as follows:

Governmental Activities:

	Balance 10/1/17	Increases	Decreases	Balance 9/30/18
Capital assets, not being depreciated:				
Land	\$ 312,892	\$ -	\$ -	\$ 312,892
Construction-in-progress	4,055,698	6,098,304	(2,253,976)	7,900,026
Total capital assets, not being depreciated	4,368,590	6,098,304	(2,253,976)	8,212,918
Capital assets, being depreciated:				
Buildings and improvements	34,601,185	37,583	1,753,976	36,392,744
Machinery and equipment	4,012,066	429,137	-	4,441,203
Infrastructure	27,026,178	496,120	454,940	27,977,238
Total capital assets, being depreciated	65,639,429	962,840	2,208,916	68,811,185
Less accumulated depreciation for:				
Buildings and improvements	(13,623,612)	(943,071)	-	(14,566,683)
Machinery and equipment	(3,144,253)	(279,187)	-	(3,423,440)
Infrastructure	(16,690,230)	(1,355,632)	40,350	(18,005,512)
Total accumulated depreciation	(33,458,095)	(2,577,890)	40,350	(35,995,635)
Total capital assets being depreciated, net	32,181,334	(1,615,050)	2,249,266	32,815,550
Governmental activities capital assets, net	\$ 36,549,924	\$ 4,483,254	\$ (4,710)	\$ 41,028,468

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**D. Capital assets (continued)**

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

General Government	\$	614,211
Public Safety		686,166
Judicial System		621,256
Highways and Streets		231,368
Public Facilities		99,444
Health and Welfare		248,567
Culture and Recreation		15,956
Conservation and Development		60,922
Total Depreciation Expense - Governmental Activities	<u>\$</u>	<u>2,577,890</u>

**E. Accounts payable and accrued liabilities**

Accounts payable and accrued liabilities reported by governmental and proprietary funds at September 30, 2018, were as follows:

Governmental Funds:

	General Fund	Road & Bridge	Healthcare Fund II	Jail Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
Accounts Payable	\$ 355,130	\$ 19,801	\$ 9,831	\$ 63,352	\$ 30,975	\$ 479,089
Accrued Liabilities	171,729	26,948	-	-	13,430	212,107
Total	<u>\$ 526,859</u>	<u>\$ 46,749</u>	<u>\$ 9,831</u>	<u>\$ 63,352</u>	<u>\$ 44,405</u>	<u>\$ 691,196</u>

Proprietary Funds:

	Fuel Service Fund
Accounts Payable	\$ 6,232
Total	<u>\$ 6,232</u>

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**F. Pension obligations**

Texas County and District Retirement System (TCDRS)

*Plan Description*

The County provides pension, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit plan within the Texas County and District Retirement System (TCDRS). TCDRS is a statewide, agent multiple-employer, public employee retirement system administered by a Board of Directors. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis.

This CAFR is available online at [www.tcdrs.org/newsandpublications](http://www.tcdrs.org/newsandpublications)

The plan provisions are adopted by the governing body of the County, within the options available in the Texas state statutes governing TCDRS. Members can retire at age 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amount contributed by their employer.

*Benefits Provided*

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 employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. 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.

*Membership Information*

At the December 31, 2017 valuation and measurement date, the following employees were covered by the benefit terms:

Members	12/31/2016	12/31/2017
Number of inactive employees entitled to but not yet receiving benefits:	357	353
Number of active employees	176	179
Average monthly salary:*	\$ 2,633	\$ 2,603
Average age:*	48.33	47.20
Average length of service in years:*	9.78	9.25
<hr/>		
<b>Inactive Employees (or their Beneficiaries) Receiving Benefits</b>		
Number of benefit recipients:	124	120
Average monthly benefit:	\$ 770	\$ 814

\*Averages reported for active employees.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**F. Pension obligations (continued)**

*Funding Policy*

As an agent, multiple-employer plan, each participating employer in TCDRS funds its plan independently. A combination of three elements funds each employer's plan as described below.

1. Employee Deposits

The governing body of the employers has the option of adopting a deposit rate in the plan for employees of 4%, 5%, 6%, or 7% of compensation. Bee County had an adopted deposit rate for employees of 7% in effect for the years ended September 30, 2017 and 2018.

2. Employer Contributions

Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer's plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees. Bee County had required employer deposit rates in effect for the years ended September 30, 2017 and 2018 of 6.9% and 5.9%, respectively.

3. Investment Income

Income on invested employee and employer contributions funds a large part of the benefits that employees earn.

Pursuant to state law, employers participating in the system must pay 100% of their actuarially determined required contributions on an annual basis.

*Net Pension Liability/(Asset)*

The County's Net Pension Liability (NPL) was measured as of December 31, 2017, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.



BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**F. Pension obligations (continued)**

*Actuarial Methods and Assumptions Used for Calculations*

The TPL in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions:

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age Normal (1)
Amortization Method	
Recognition of economic/ demographic gains or losses	Straight -Line amortization over expected working life
Recognition of assumptions changes or inputs	Straight -Line amortization over expected working life
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Inflation	2.75%
Salary Increases	3.25%
Investment Rate of Return	8.1% (Gross of administrative expenses)
Cost-of-Living Adjustments	Cost-of-Living Adjustments for Bee County are not considered to be substantively automatic under GASB-68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Bee County specific table
Turnover	Bee County specific table
Mortality	RP-2000 Mortality Table

*(1) Individual entry age normal cost method, as required by GASB 68, used for GASB calculations. Note that a slightly different version of the entry age normal cost method is used for the funding actuarial valuation.*

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**F. Pension obligations (continued)**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation	Geometric Real Rate of Return
US Equities	Dow Jones U.S. Total Stock Market Index	11.5%	4.55%
Private Equity	Cambridge Assoc. Global Priv. Eq. & Venture Cap. Index	16.0%	7.55%
Global Equities	MSCI World (net) Index	1.5%	4.85%
Int'l Equities-Developed Mkts	MSCI World Ex USA (net)	11.0%	4.55%
Int'l Equities-Emerging Mkts	MSCI Emerging Markets (net) Index	8.0%	5.55%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.0%	0.75%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	8.0%	4.12%
Direct Lending	S&P/LSTA Leveraged Loan Index	10.0%	8.06%
Distressed Debt	Cambridge Assoc. Distressed Securities Index	2.0%	6.30%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.0%	4.05%
Master Limited Partnerships	Alerian MLP Index	3.0%	6.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.0%	6.25%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Composite Index	18.0%	4.10%
		100%	

*Discount Rate*

The discount rate used to measure the Total Pension Liability was 8.1%. 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.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**F. Pension obligations (continued)**

*Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate*

The following presents the net pension liability of the County, calculated using the discount rate of 8.1%, 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, 7.1%, or 1-percentage-point higher, 9.1%, than the current rate:

	Discount Rate (7.1%)	Discount Rate 8.1%	Discount Rate (9.1%)
Total Pension Liability	\$ 29,041,680	\$ 25,893,034	\$ 23,230,618
Fiduciary Net Position	27,601,777	27,601,776	27,601,777
Net Pension Liability/(Asset)	\$ 1,439,903	\$ (1,708,742)	\$ (4,371,159)

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at [www.tmrs.com](http://www.tmrs.com).

A detail of the changes in the Net Pension Liability/(Asset) of the County is as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability/(Asset)
Balances as of December 31, 2016	\$ 24,666,999	\$ 24,703,747	\$ (36,748)
Changes for the year:			
Service cost	736,472	-	736,472
Interest on total pension liability	2,002,795	-	2,002,795
Effect of plan changes	-	-	-
Effect of economic/demographic gains/losses	(227,347)	-	(227,347)
Effect of assump. changes or inputs	96,233	-	96,233
Refund of contributions	(159,990)	(159,990)	-
Benefit payments	(1,222,128)	(1,222,128)	-
Administrative expenses	-	(18,356)	18,356
Member contributions	-	397,431	(397,431)
Net investment income	-	3,595,114	(3,595,114)
Employer contributions	-	315,105	(315,105)
Other	-	(9,147)	9,147
Balances as of December 31, 2017	\$ 25,893,034	\$ 27,601,776	\$ (1,708,742)

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**F. Pension obligations (continued)**

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

For the year ended September 30, 2018, the County recognized pension expense of (\$140,452).

At September 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 151,565
Changes of assumptions	64,155	-
Net Difference between projected and actual investment earnings	-	330,613
Contributions made subsequent to the measurement date	239,544	-
Total	\$ 303,699	\$ 482,178

Deferred outflows of resources for contributions subsequent to the measurement date shown above will be recognized as a reduction of the net pension liability in the subsequent pension plan measurement year. All other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense in the pension plan measurement year as follows:

Measurement Year Ended December 31,	Pension Expense Amount
2018	\$ 133,270
2019	68,947
2020	(295,880)
2021	(324,360)
2022	-
Thereafter	-

**G. Other Post-Employment Benefits (OPEB) – Group Term Life Insurance**

*Plan Description*

Bee County participates in the retiree Group Term Life (GTL) program for the Texas County & District Retirement System (TCDRS), which is a statewide, multiple-employer, public employee retirement system. Contributions made to the retiree GTL program are held in the GTL fund. The GTL fund does not meet the requirements of a trust under Paragraph 4b of GASB 75, as the assets of the GTL fund can be used to pay active GTL benefits which are not part of the OPEB plan.

Benefit terms are established under the TCERS Act. Participation in the retiree GTL program is optional and the employer may elect to opt out of (or opt into) coverage as of Jan. 1 each year. The County's contribution rate for the retiree GTL program is calculated annually on an actuarial basis, and is equal to the cost of providing a one-year death benefit equal to \$5,000.

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**G. Other Post-Employment Benefits (OPEB) (continued)**

*Benefits Provided*

- 1) All full and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year and are eligible for the TCDRS pension plan. Only employers that have elected participation in the retiree Group Term Life program are included in the OPEB plan.
- 2) The plan provides a \$5,000 post-retirement death benefit to beneficiaries of service retirees and disability retirees of employers that have elected participation in the retiree GTL program.
- 3) The OPEB benefit is a fixed \$5,000 lump-sum benefit.
- 4) No future increases are assumed in the \$5,000 benefit amount.

*Membership Information*

At the December 31, 2017 valuation and measurement date, the following employees were covered by the benefit terms:

Members	12/31/2016	12/31/2017
Number of inactive employees entitled to but not yet receiving benefits (1):	65	66
Number of active employees:	176	179
Average age of active employees:	48.33	47.20
Average length of service in years for active employees:	9.78	9.25
<hr/>		
Inactive Employees Receiving Benefits (1)	-	-
Number of benefit recipients (1):	93	92

(1) "Receiving Benefits" indicates the member is retired and receiving monthly pension benefits, and his or her beneficiary is eligible for the \$5,000 lump sum life insurance benefit upon the retiree's death.

*Funding Policy*

For GASB-75 purposes, the OPEB plan is not a cost sharing plan as the employer's benefit payments for the year are treated as being equal to its annual retiree GTL contributions. Employers in the TCDRS GLT Program make a combined contribution for both the active and retiree coverage, however, only the retiree coverage is considered an OPEB plan and therefore only the contributions associated with retiree coverage are included under GASB-75.

The following shows a breakdown of the employer's contributions to the GTL program for the calendar year 2017. Contributions for retiree GTL coverage are assigned to the OPEB plan under GASB-75. Contributions for active coverage are not considered an OPEB benefit under GASB-75.

Coverage Type	2017	
	GTL Rate	Amount
Active Member GTL Benefit	0.25%	\$ 14,194
Retiree GTL Benefit	0.18%	10,220

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**G. Other Post-Employment Benefits (OPEB) (continued)**

*Total OPEB Liability*

For the Texas County and District Retirement System (TCDRS), the GTL program is treated as an unfunded trust, because the GTL trust covers both actives and retirees and is not segregated. As such, the Total OPEB Liability is required to be reported as a liability for OPEB obligations on the statement of net position.

The following is the Total OPEB Liability for both the current and prior measurement year:

	<u>12/31/2016</u>	<u>12/31/2017</u>
Total OPEB Liability	\$455,562	\$465,130

*Actuarial Methods and Assumptions Used for Calculations*

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age Normal
Amortization Method	
Recognition of economic/ demographic gains or losses	Straight -Line amortization over expected working life
Recognition of assumptions changes or inputs	Straight -Line amortization over expected working life
Asset Valuation Method	Does not apply
Inflation	Does not apply
Salary Increases	Does not apply
Investment Rate of Return	3.44%
	20-year Bond GO Index published by bondbuyer.com as of 12/31/17
Cost-of-Living Adjustments	Does not apply
Disability	Bee County specific table
Mortality	Bee County specific table
Retireemnet	Bee County specific table
Other Termination of Employment	Bee County specific table

*Discount Rate*

The TCDRS GTL program is treated as an unfunded OPEB plan because the GTL trust covers both actives and retirees and the assets are not segregated for these groups. Under GASB-75 (paragraph 155), the discount rate for an unfunded OPEB plan should be based on 20-year tax-exempt AA or higher Municipal Bonds. Therefore, a discount rate of 3.44% based on the 20 Year Bond GO Index published by bondbuyer.com is used as of the measurement date of December 31, 2017. At transition, GASB-75 also requires that the Total OPEB Liability (TOL) as of the prior fiscal year end be estimated based on the 20 Year Bond Go Index as of the prior fiscal year end. The TOL as of December 31, 2016 was estimated using a discount rate of 3.78% as of December 31, 2016.

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**G. Other Post-Employment Benefits (OPEB) (continued)**

*Sensitivity of the Net OPEB Liability to Changes in the Discount Rate*

The following presents the net pension liability of the County, calculated using the discount rate of 8.1%, 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, 7.1%, or 1-percentage-point higher, 9.1%, than the current rate:

	1% Decrease	Current	1% Increase
Discount Rate	2.44%	3.44%	4.44%
Total OPEB Liability	\$ 562,514	\$ 465,130	\$ 390,772

*Changes in the Total OPEB Liability*

A detail of the changes in the Total OPEB Liability of the County is as follows:

	Changes in Total OPEB Liability
Balances as of December 31, 2016	\$ 455,562
Changes for the year:	
Service cost	16,111
Interest on total OPEB liability (1)	17,638
Changes in benefit terms (2)	-
Effect of economic/demographic experience	(36,002)
Effect of assumptions changes or inputs (3)	22,041
Benefit payments	(10,220)
Balances as of December 31, 2017	<u>\$ 465,130</u>

*OPEB Expense and Deferred Inflows and Outflows of Resources*

For the year ended September 30, 2018, the County recognized OPEB expense of (\$20,737).

At September 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 28,802
Changes of assumptions	17,633	-
Net Difference between projected and actual investment earnings	-	-
Contributions made subsequent to the measurement date	7,665	-
Total	\$ 25,298	\$ 28,802

BEE COUNTY, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**G. Other Post-Employment Benefits (OPEB) (continued)**

Deferred outflows of resources for contributions subsequent to the measurement date shown above will be recognized as a reduction of the Total OPEB Liability in the subsequent pension plan measurement year. All other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense in the OPEB plan measurement year as follows:

Measurement Year Ended December 31,	OPEB Expense
2018	\$ (2,792)
2019	(2,792)
2020	(2,792)
2021	(2,793)
2022	-
Thereafter	-

**H. Deferred Compensation Plan**

The County offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The funds in the plan are held by Nationwide Retirement Solutions, Inc. of Columbus, Ohio as the plan administrator for the County. The funds are held in trust for the exclusive benefits of the employees and their beneficiaries who will receive these funds directly remitted by Nationwide Retirement Solutions, Inc. to the County employees and their beneficiaries. The County no longer owns the amounts deferred by the employees or related income on these amounts. Therefore, since the plan does not qualify to be included with the County's fiduciary funds there are not any plan assets included in the County's financial statements.

**I. Lease Receivables**

The County has entered into three direct financing leases with Spohn Health System of Corpus Christi, Texas. The County is the lessor in the contracts. The three leases are for 30 years each and related to a County-owned hospital building within the County. For these the County has set up notes receivable accounts. The County recognized the receivable with a contra account set for deferred inflow lease principal. When rents are received the principal and interest of the lease are recognized as revenue. The Bee County Health Care Special Revenue Funds I and II account for the hospital lease payments received.

In the event of the lessee defaulting on the contract then all property, equipment, and improvements will remain with the County. It is expected that the lease will be renegotiated at the end of 30 years.



BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**I. Lease Receivables (continued)**

The following is a schedule of the future lease payments to be received by the County for each lease as of September 30, 2018.

Year Ending September 30,	Hospital Building Lease	Hospital Improvement Lease-I	Hospital Improvement Lease-II	Total
2019	\$ 288,459	\$ 109,483	\$ 107,997	\$ 505,939
2020	306,027	116,150	114,574	536,751
2021	324,664	123,223	121,552	569,439
2022	344,436	130,728	128,955	604,119
2023	365,412	138,689	136,808	640,909
2024-2028	1,235,188	830,908	819,937	2,886,033
2029-2031	-	407,217	401,990	809,207
	<u>\$ 2,864,186</u>	<u>\$ 1,856,398</u>	<u>\$ 1,831,813</u>	<u>\$ 6,552,397</u>

**J. Long-Term Liabilities**

General Obligation Bonds

In fiscal year 2012, the County authorized \$6,350,000 of General Obligation Refunding Bonds to refund the 2003 Combination Tax & Limited Tax Pledge Revenue Certificates of Obligation Bonds. Remaining principal installments range from \$500,000 to \$610,000 each year with interest rates from 0.625% to 3.5%. Amounts are payable semi-annually on February 15 and August 15 of each year.

In fiscal year 2017, the County authorized \$22,800,000 in Certificates of Obligation, Series 2017, for the construction of a new County jail. Remaining principal installments range from \$520,000 to \$1,315,000 each year with interest rates ranging from 4.0% to 5.0%. Amounts are payable on February 15 and August 15 of each year.

Details of long-term debt obligations outstanding at September 30, 2018 are as follows:

Governmental Activities:

Type	Issue Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 9/30/18
<b>Bonds Payable</b>					
Gen. Obligation Refunding Bonds, Series 21	2012	\$ 6,350,000	0.625%-3.05%	2025	\$ 3,910,000
Certificates of Obligation, Series 2017	2017	22,800,000	4.0%-5.0%	2047	22,280,000
Total Bonds Payable					<u>\$ 26,190,000</u>
<b>Capital Leases Payable</b>					
Capital Lease - VM Ware	2018	\$ 146,000	3.33%	2020	\$ 95,751
Total Capital Leases Payable					<u>\$ 95,751</u>

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**J. Long-Term Liabilities (continued)**

Changes in long-term liabilities

Changes in the government's long-term liabilities for the year ended September 30, 2018 are as follows:

Governmental Activities:

Description	Balance 10/1/17	Additions	Deletions	Balance 9/30/18	Due in One Year
<b>Bonds Payable</b>					
General Oblig. Ref. Bonds, Series 2012	\$ 4,410,000	\$ -	\$ (500,000)	\$ 3,910,000	\$ 500,000
Certificates of Obligation, Series 2017	22,800,000	-	(520,000)	22,280,000	415,000
Premium on Issuance, Series 2017 Bonds	2,527,571	-	(84,252)	2,443,319	-
<b>Total Bonds Payable</b>	<b>29,737,571</b>	<b>-</b>	<b>(1,104,252)</b>	<b>28,633,319</b>	<b>915,000</b>
<b>Capital Leases Payable</b>					
Capital Lease - Truck	35,660	-	(35,660)	-	-
Capital Lease - VM Ware	-	146,044	(50,293)	95,751	50,293
<b>Total Capital Leases</b>	<b>35,660</b>	<b>146,044</b>	<b>(85,953)</b>	<b>95,751</b>	<b>50,293</b>
<b>Other Long-Term Debt</b>					
Compensated Absences	229,309	228,634	(229,309)	228,634	114,317
<b>Total Other Long-Term Debt</b>	<b>229,309</b>	<b>228,634</b>	<b>(229,309)</b>	<b>228,634</b>	<b>114,317</b>
<b>Gov. Activities Long-term Liabilities</b>	<b>\$ 30,002,540</b>	<b>\$ 374,678</b>	<b>\$ (1,419,514)</b>	<b>\$ 28,957,704</b>	<b>\$ 1,079,610</b>

The compensated absences liabilities will be liquidated from the applicable fund where the expenditure occurred. The General Fund and special revenue funds are the applicable funds where expenditures are usually utilized to record compensated absences.

Debt service requirements for the County's bonds and capital leases are as follows:

Year Ended September 30,	Governmental Activities				Total	
	Bonds Payable		Capital Leases		Governmental Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 915,000	\$ 1,091,575	\$ 47,090	\$ 3,203	\$ 962,090	\$ 1,094,778
2020	950,000	1,064,125	48,661	1,633	998,661	1,065,758
2021	990,000	1,031,375	-	-	990,000	1,031,375
2022	1,020,000	997,225	-	-	1,020,000	997,225
2023	1,060,000	957,425	-	-	1,060,000	957,425
2024-2028	3,940,000	4,246,325	-	-	3,940,000	4,246,325
2029-2033	3,330,000	3,590,000	-	-	3,330,000	3,590,000
2034-2038	4,045,000	2,869,400	-	-	4,045,000	2,869,400
2039-2043	5,035,000	1,876,700	-	-	5,035,000	1,876,700
2044-2047	4,905,000	627,750	-	-	4,905,000	627,750
<b>Totals</b>	<b>\$ 26,190,000</b>	<b>\$ 18,351,900</b>	<b>\$ 95,751</b>	<b>\$ 4,836</b>	<b>\$ 26,285,751</b>	<b>\$ 18,356,736</b>

BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**K. Fund Balance**

**Minimum fund balance policy.** The Commissioners' Court has adopted a financial policy to maintain a minimum level of unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the General Fund. The target level is set at three months of General Fund annual revenues (approximately 20-30%). This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially as a "revenue" source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a three-year period. The County considers a balance of less than 15% to be cause for concern, barring unusual or deliberate circumstances, and a balance of more than 75% as excessive.

**L. Interfund Receivables and Payables**

The composition of interfund balances as of September 30, 2018 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	General Fund-Claims	\$ 48,968
	Road and Bridge Fund	179,704
	Agency Funds	5,791
Total General Fund		<u>234,463</u>
Healthcare Fund - I	Healthcare Fund - II	217,779
Healthcare Fund - II	General Fund	150,000
Debt Service Fund	Road and Bridge Fund	6,388
	Non-Major Governmental Funds	141,072
Total Debt Service Fund		<u>147,460</u>
Total		<u>\$ 749,702</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These amounts also include balances of working capital loans made to several nonmajor governmental funds which the General Fund expects to collect in the subsequent year.

**M. Interfund Transfers**

The composition of interfund transfers for the year ended September 30, 2018 is as follows:

	<u>Transfer in to:</u>					<u>Total</u>
	<u>Governmental Funds</u>				<u>Proprietary</u>	
	General Fund	Road & Bridge	Healthcare Fund - II	Nonmaj. Gov. funds	Internal Svc. Funds	
<b>Transfer out from:</b>						
General Fund	\$ -	\$ 56,000	\$ 200,000	\$ 335,021	\$ 93,815	\$ 684,836
Road & Bridge	11,412	-	-	-	-	11,412
Healthcare Fund - I	-	-	200,000	-	-	200,000
Nonmajor Gov. Funds	218,181	967,428	-	138	-	1,185,747
Total	<u>\$ 229,593</u>	<u>\$1,023,428</u>	<u>\$ 400,000</u>	<u>\$ 335,159</u>	<u>\$ 93,815</u>	<u>\$2,081,995</u>

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BEE COUNTY, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

**III. Detailed notes on all activities and funds (continued)**

**M. Interfund Transfers (continued)**

During the year, recurring transfers are used to 1) move revenues from a fund with collection authority to another fund with related expenditure requirements, 2) move General Fund resources to provide subsidies to other funds as needs arise, and 3) move resources to the internal service funds from the governmental funds to compensate for services received.

**N. 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. For workers' compensation the County retains the risk for the first \$1,000,000 of an individual claim. Excess insurance coverage is purchased to cover individual claims in excess of \$1,000,000. Insurance policies are purchased for public officials and employment practices liability, boiler and machinery, employee faithful performance, and an excess liability insurance policy (County retains risks up to \$1,000,000). There were no settlements in excess of the insurance coverage in any of the three prior fiscal years.

**O. Contingencies**

The County participates in various federal grant programs, the principal of which are subject to program compliance audits pursuant to the Single Audit Act as amended. Accordingly, the government's compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County anticipates such amounts, if any, will be immaterial.

**P. Restatement of Beginning Fund Balance and Net Position**

Beginning fund balance and net position have been restated as follows:

	Non-Maj. Gov. Funds	Total Gov. Funds	Governmental Activities
	<u>Fund Balance</u>	<u>Fund Balance</u>	<u>Net Position</u>
Fund Balance/Net Position as Previously Stated at 9/30/17	\$ 1,390,269	\$ 32,518,740	\$ 41,262,051
Classification change of selected Agency Funds to Special Revenue Funds:			
Pre-Trial Supervision Fund	22,501	22,501	22,501
Sheriff's Forfeiture Fund	109,281	109,281	109,281
Sheriff's Federal Drug Forfeiture Fund	54,101	54,101	54,101
District Attorney Forfeiture Fund	574,485	574,485	574,485
Implementation of OPEB Accounting Standard (GASB-75)	-		(447,897)
Cumulative Restatements	<u>760,368</u>	<u>760,368</u>	<u>312,471</u>
Debt Service Fund reported as major fund in current year	(490,265)	-	-
Fund Balance/Net Position as Restated at 9/30/17	<u>\$ 1,660,372</u>	<u>\$ 33,279,108</u>	<u>\$ 41,574,522</u>

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REQUIRED SUPPLEMENTARY INFORMATION

BEE COUNTY, TEXAS  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS  
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Measurement Date			
	2014	2015	2016	2017
Total Pension Liability				
Service Cost	\$ 789,550	\$ 634,623	\$ 795,927	\$ 736,472
Interest on Total Pension Liability	1,767,325	1,806,467	1,873,652	2,002,795
Effect of Plan Changes	-	(98,151)	-	-
Effect of Assumption Changes or Inputs	-	(449,565)	-	(227,347)
Effect of Economic/Demographic (Gains)/Losses	(771,138)	232,713	(122,722)	96,232
Benefit Payments/Refunds of Contributions	(1,191,612)	(1,397,431)	(1,218,583)	(1,382,117)
Net Change in Total Pension Liability	594,125	728,656	1,328,274	1,226,035
Total Pension Liability, Beginning	22,015,944	22,610,069	23,338,725	24,666,999
Total Pension Liability, Ending (a)	22,610,069	23,338,725	24,666,999	25,893,034
Fiduciary Net Position				
Employer Contributions	\$ 434,656	\$ 381,493	\$ 322,317	\$ 315,105
Member Contributions	405,139	405,671	383,063	397,431
Investment Income Net of Investment Expenses	1,545,239	(92,077)	1,739,024	3,595,115
Benefit Payments/Refunds of Contributions	(1,191,612)	(1,397,431)	(1,218,583)	(1,382,117)
Administrative Expenses	(18,192)	(17,146)	(18,889)	(18,356)
Other	(46,992)	43,836	16,805	(9,147)
Net Change in Fiduciary Net Position	1,128,238	(675,654)	1,223,737	2,898,031
Fiduciary Net Position, Beginning	23,027,425	24,155,663	23,480,009	24,703,746
Fiduciary Net Position, Ending (b)	\$ 24,155,663	\$ 23,480,009	\$ 24,703,746	\$ 27,601,777
Net Pension Liability/(Asset), Ending = (a) - (b)	\$ (1,545,594)	\$ (141,284)	\$ (36,747)	\$ (1,708,743)
Fiduciary Net Position as a % of Total Pension Liab.	106.84%	100.61%	100.15%	106.60%
Pension Covered Payroll	\$ 5,787,594	\$ 5,536,927	\$ 5,472,325	\$ 5,677,579
Net Pension Liability as a % of Covered Payroll	-26.71%	-2.55%	-0.67%	-30.1%



BEE COUNTY, TEXAS  
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS  
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

Fiscal Year Ending September 30,	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2013	\$ 439,488	\$ 439,488	\$ -	\$ 5,979,492	7.3%
2014	453,307	453,307	-	6,485,732	7.0%
2015	367,839	367,839	-	5,787,694	6.4%
2016	336,705	336,705	-	5,536,927	6.1%
2017	316,065	316,065	-	7,374,329	4.3%
2018	327,475	327,475	-	7,999,124	4.1%

*Only six years of information are currently available. This schedule will be fully completed over subsequent periods to display a ten year presentation.*

Notes to the Schedule:

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amort. Period	16.8 years (based on contribution rate calculated in 12/31/2017 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation
Investment Rate of Return	8%, net of administrative and investment 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	130% of the RP-2014 Health Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality and other assumptions were reflected 2017: New mortality assumptions were reflected
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions	2015: No changes in plan provisions were reflected in the Schedule 2016: No changes in plan provisions were reflected in the Schedule 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017

BEE COUNTY, TEXAS  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS  
RETIREE GROUP TERM LIFE PROGRAM  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Measurement Year Ending <u>12/31/2017</u>
Total OPEB Liability	
Service Cost	\$ 16,111
Interest on Total OPEB Liability	17,638
Effect of Plan Changes	-
Effect of Assumption Changes or Inputs	22,041
Effect of Economic/Demographic (Gains)/Losses	(36,002)
Benefit Payments	<u>(10,220)</u>
Net Change in Total OPEB Liability	<u>9,568</u>
Total OPEB Liability, Beginning	<u>455,562</u>
Total OPEB Liability, Ending (a)	<u><u>\$ 465,130</u></u>
Pensionable Covered Payroll	\$ 5,677,579
Net OPEB Liability as a % of Covered Payroll	8.19%

BEE COUNTY, TEXAS  
 SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 RETIREE GROUP TERM LIFE PROGRAM  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

Fiscal Year Ending September 30,	Employer Contribution Rate Applicable to Retirees	Contributions	Pensionable Covered Payroll
2018	0.18%	\$ 10,724	\$ 7,999,124

*Historical information is not currently available. This schedule will be fully completed over subsequent periods to display a ten year presentation.*

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COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

**BEE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –**  
**GENERAL FUND- BUDGET AND ACTUAL – DETAILED EXPENDITURES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2018**

	012			
	General Fund			Variance With Final Budget
	Budgeted Amounts		Actual	
Original	Final			
<b>REVENUES</b>				
Property Taxes	\$ 7,109,000	\$ 7,109,000	\$ 7,192,033	\$ 83,033
General Sales and Use Taxes	1,350,000	1,377,000	1,557,189	180,189
Fines, Fees, and Permits	177,000	175,000	271,347	96,347
Charges for Services	922,650	988,593	1,020,919	32,326
Rent and Lease Revenue	704,044	552,253	594,929	42,676
Investment Income	70,000	70,000	86,974	16,974
Intergovernmental Revenues	1,149,227	1,171,381	1,288,910	117,529
Other Revenue	123,143	250,692	281,365	30,673
Total Revenues	<u>11,605,064</u>	<u>11,693,919</u>	<u>12,293,666</u>	<u>599,747</u>
<b>EXPENDITURES</b>				
Current:				
General Government:				
Commissioners Court	441,411	442,134	435,300	6,834
County Clerk	339,131	339,131	322,781	16,350
Veterans Service	49,951	49,951	47,325	2,626
Risk Management	13,611	13,611	9,457	4,154
Non-Departmental	569,278	501,154	477,072	24,082
Human Resources	161,782	161,782	138,991	22,791
Information Technology	333,123	86,032	121,327	(35,295)
District Clerk	337,620	337,620	326,861	10,759
County Attorney	199,292	199,292	187,243	12,049
Elections Administrator	152,850	165,780	163,611	2,169
County Auditor	376,395	376,395	373,970	2,425
Motor Vehicle Registration	206,630	206,362	202,287	4,075
Tax Assessor/Collector	226,215	226,483	217,162	9,321
Appraisal District	169,838	201,360	201,360	-
Total General Government	<u>3,577,127</u>	<u>3,307,087</u>	<u>3,224,747</u>	<u>82,340</u>
Public Safety:				
Emergency Management	98,089	98,089	88,528	9,561
Constable - Pct. #1	20,647	20,701	19,899	802
Constable - Pct. #2	20,647	20,647	20,532	115
Constable - Pct. #3	20,647	20,647	19,646	1,001
Constable - Pct. #4	20,630	20,684	12,912	7,772
911 Addressing	31,979	31,979	31,516	463
Sheriff's Department	1,744,218	1,760,481	1,683,686	76,795
Correctional Facility	1,797,136	1,798,735	1,558,781	239,954
Highway Patrol	39,044	39,044	38,020	1,024
Highway Patrol License and Weight	5,500	5,500	5,300	200
Total Public Safety	<u>3,798,537</u>	<u>3,816,507</u>	<u>3,478,820</u>	<u>337,687</u>

BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 GENERAL FUND- BUDGET AND ACTUAL - DETAILED  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>Judicial System:</b>				
County Court	63,699	63,699	52,046	11,653
District Court	1,472,134	1,557,934	1,552,030	5,904
Justice of the Peace - Pct. #3	135,189	135,189	133,012	2,177
Justice of the Peace - Pct. #1	107,751	107,751	105,199	2,552
Justice of the Peace - Pct. #2	108,057	108,057	99,592	8,465
Justice of the Peace - Pct. #4	120,805	112,165	112,917	(752)
Victims Assistance	70,628	70,628	69,306	1,322
Juvenile Board	57,462	57,462	58,853	(1,391)
Probation	228,347	228,347	228,347	-
Total Judicial System	2,364,072	2,441,232	2,411,302	29,930
<b>Public Facilities:</b>				
County Courthouse	65,000	83,016	77,458	5,558
Elections Building	4,800	4,800	4,115	685
Probation Buildings	25,500	23,909	23,569	340
Maintenance and Custodial	273,102	287,092	281,829	5,263
Courthouse Annex	9,300	9,300	9,421	(121)
Justice Center	13,500	15,091	14,910	181
Dougherty Building	6,000	7,000	7,015	(15)
Old Jail	5,000	5,000	4,412	588
Total Public Facilities	402,202	435,208	422,729	12,479
<b>Health and Welfare:</b>				
Community Affairs	115,468	115,468	111,058	4,410
Waste Management	214,515	214,515	212,370	2,145
Public Assistance	188,343	196,272	183,489	12,783
Total Health and Welfare	518,326	526,255	506,917	19,338
<b>Culture and Recreation:</b>				
County Library	85,000	85,000	85,000	-
Total Culture and Recreation	85,000	85,000	85,000	-
<b>Conservation and Development:</b>				
Economic Development	-	10,000	10,000	-
AgriLife Extension Office	93,578	93,578	78,571	15,007
Bee County Expo Center	188,139	194,722	195,776	(1,054)
Total Conservation and Dev.	281,717	298,300	284,347	13,953

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BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
GENERAL FUND- BUDGET AND ACTUAL - DETAILED  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Debt Service:				
Principal	-	50,293	50,293	-
Total Debt Service	-	50,293	50,293	-
Capital Outlay:				
Buildings and Improvements	-	135,010	130,411	4,599
Equipment	-	305,630	254,988	50,642
Infrastructure	-	173,854	-	173,854
Construction in Progress	-	-	173,854	(173,854)
Total Capital Outlay	-	614,494	559,253	55,241
 Total Expenditures	 11,026,981	 11,574,376	 11,023,408	 550,968
 Excess (Deficiency) of Revenues Over Expenditures	 578,083	 119,543	 1,270,258	 48,779
 <b>OTHER FINANCING SOURCES (USES)</b>				
Other Sources:				
Capital Leases	-	151,791	146,044	(5,747)
Transfers In	227,000	249,593	229,593	(20,000)
Other Uses:				
Transfers Out	(805,083)	(691,031)	(684,974)	(6,057)
Total Other Financing Sources (Uses)	(578,083)	(289,647)	(309,337)	598,984
 Net Change in Fund Balances	 -	 (170,104)	 960,921	 1,131,025
Fund Balance - Beginning	3,167,459	3,167,459	3,167,459	-
Fund Balance - Ending	\$ 3,167,459	\$ 2,997,355	\$ 4,128,380	\$ 1,131,025

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## Description of Nonmajor Governmental Funds

### Special Revenue Funds

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes.

District Clerk Records Management Fund - Accounts for District Clerk records management fees that are to be used for records management purposes.

County Clerk Records Management Fund - Accounts for County Clerk records management fees that are to be used for records management purposes.

Election Equipment Fund- Accounts for the County Clerk and Tax Collector elections equipment, training, and voting accessibility.

Courthouse Security Fund - Accounts for County Clerk fees that are to be used for courthouse security purposes.

Special Road Tax Fund- Established with the *Road & Bridge Fund* to comply with Article 6790, Vernon's Civil Statutes, which authorized counties to levy, assess and collect ad valorem taxes (property taxes & special road & bridge tax) for the purpose of constructing and maintaining special roads and bridges within the County. These funds also account for the motor vehicle license fee and the state lateral road credit allocation revenue.

Court Reporting Service Fund – Accounts for charges received for the provision of court reporter services and the related expenditure of those funds on court related items.

Farm to Market Lateral Road Fund- Established to comply with Article 6674, Vernon's Civil Statutes and receives ad valorem tax revenues for the purpose of constructing and maintaining farm to market road for flood control.

County Records Management Fund- Accounts for County fees that are to be used for records management purposes.

District Attorney Fund- Accounts for District Attorney fees and charges for various collections.

Sheriff Projects Fund- Accounts for grant proceeds used for tobacco age enforcement.

Border Star Fund - Accounts for grant proceeds used by the Sheriff Department for border security.

Abandoned Vehicle Fund - Accounts for proceeds for sales or abandoned or seized vehicles.

Border Star Initiative Fund - Accounts for grant proceeds used by the Sheriff Department for border patrol.

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Law Library Fund - accounts for the cost of operating and maintaining a law library for public use. Financing is provided through fees charged as part of court costs for civil cases processed through the County Court.

County HOT Tax Fund - accounts for hotel occupancy tax funds to account for funds for Expo Center renovations.

Jail Restoration Fund - accounts for donations received from individuals or organizations for the restoration of the County jail.

Technology Fund - accounts for grant proceeds for technology enhancements.

Pre-Trial Intervention Fund - accounts for funds received and related expenditures for pre-trial intervention services.

Pre-Trial Supervision Fund – accounts for funds received and related expenditures for pre-trial supervision services.

Border Prosecution Grant Fund - accounts for the grant funds used to increase the effectiveness of the consolidated efforts of the border security by federal, state, and local law enforcement agencies.

County Attorney Check Collection Fund - accounts for County Attorney fees and charges for hot check collections.

Sheriff's Forfeiture – accounts for funds received by the Sheriff's office through state forfeiture laws.

Sheriff's Federal Drug Forfeiture – accounts for funds received by the Sheriff's office through federal drug forfeiture laws.

DA Forfeiture - accounts for funds received by the District Attorney's office through state forfeiture laws.

### **Debt Service Fund**

The Debt Service Fund is used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on long-term obligations of County funds.

### **Capital Projects Funds**

Capital projects fund are used to account for the acquisition and construction of the government's major capital facilities, other than those financed by proprietary funds.

Right of Way Fund – Established to account for the revenue and expenditures related to the right-of-way improvement project.

Colonia CDBG – Administered through the Texas Department of Agriculture for the Texas Community Development Block Grant Program under Title I of the Housing and Community Development, which awards funds to undertake eligible community and/or economic development activities in a non-entitlement area.

BEE COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<i>013</i>	<i>014</i>	<i>015</i>	<i>017</i>	<i>021</i>	<i>024</i>
	SPECIAL REVENUE FUNDS					
	District Clerk Records Management	County Clerk Records Management	Election Equipment	Courthouse Security	Special Road Tax Fund	Court Reporting Service
<b>ASSETS</b>						
Cash and Temporary Investments	\$ 34,137	\$ 328,569	\$ 29,707	\$ 36,235	\$ 16,744	\$ 14,233
Investments	-	132	-	33	-	-
Property Taxes Receivable	-	-	-	-	58,026	-
Allowance for Uncollectible Taxes	-	-	-	-	(5,803)	-
Accounts Receivable	503	14,621	-	2,593	-	575
Total Assets	<u>\$ 34,640</u>	<u>\$ 343,322</u>	<u>\$ 29,707</u>	<u>\$ 38,861</u>	<u>\$ 68,967</u>	<u>\$ 14,808</u>
<b>LIABILITIES</b>						
Accounts Payable	\$ -	\$ 10	\$ -	\$ 2,327	\$ -	\$ -
Accrued Salaries and Wages	-	758	-	2,636	-	-
Due to Other Funds	-	-	-	-	16,743	-
Total Liabilities	<u>-</u>	<u>768</u>	<u>-</u>	<u>4,963</u>	<u>16,743</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Inflows - Property Taxes	-	-	-	-	52,224	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>52,224</u>	<u>-</u>
<b>FUND BALANCES</b>						
Restricted for:						
Capital Projects	-	-	-	-	-	-
Other Purposes	34,640	342,554	29,707	33,898	-	-
Committed for:						
Other Purposes	-	-	-	-	-	14,808
Total Fund Balances	<u>34,640</u>	<u>342,554</u>	<u>29,707</u>	<u>33,898</u>	<u>-</u>	<u>14,808</u>
Total Liabilities and Fund Balances	<u>\$ 34,640</u>	<u>\$ 343,322</u>	<u>\$ 29,707</u>	<u>\$ 38,861</u>	<u>\$ 68,967</u>	<u>\$ 14,808</u>

025	026	027	028	029	030	031	047
SPECIAL REVENUE FUNDS							
Farm to Market Lateral Road	County Records Management	District Attorney Fund	Sheriff Projects	Border Star Fund	Abandoned Vehicles Fund	Border Star Initiative	Law Library Fund
\$ 19,053	\$ 25,656	\$ 148,309	\$ -	\$ 15,114	\$ 62,322	\$ 33,057	\$ 96,550
21	515	-	-	-	9	-	229
4,303	-	-	-	-	-	-	-
(430)	-	-	-	-	-	-	-
-	668	2,500	-	-	-	25,225	2,105
<u>\$ 22,947</u>	<u>\$ 26,839</u>	<u>\$ 150,809</u>	<u>\$ -</u>	<u>\$ 15,114</u>	<u>\$ 62,331</u>	<u>\$ 58,282</u>	<u>\$ 98,884</u>
\$ -	\$ -	\$ 1,905	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	10,036	-	-	-	-	-
19,074	-	-	-	15,114	-	58,282	-
<u>19,074</u>	<u>-</u>	<u>11,941</u>	<u>-</u>	<u>15,114</u>	<u>-</u>	<u>58,282</u>	<u>-</u>
3,873	-	-	-	-	-	-	-
<u>3,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	26,839	138,868	-	-	-	-	98,884
-	-	-	-	-	62,331	-	-
-	26,839	138,868	-	-	62,331	-	98,884
<u>\$ 22,947</u>	<u>\$ 26,839</u>	<u>\$ 150,809</u>	<u>\$ -</u>	<u>\$ 15,114</u>	<u>\$ 62,331</u>	<u>\$ 58,282</u>	<u>\$ 98,884</u>

BEE COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	070	072	082	087	093	088
	SPECIAL REVENUE FUNDS					
	County HOT Tax Fund	Jail Restoration Fund	Technology Fund	Pre-Trial Intervention Fund	Pre-Trail Supervision Fund	Border Prosecution Fund
<b>ASSETS</b>						
Cash and Temporary Investments	\$ 66,623	\$ 79	\$ 56,093	\$ 25,459	\$ 23,186	\$ 15,702
Investments	-	-	101	-	-	-
Property Taxes Receivable	-	-	-	-	-	-
Allowance for Uncollectible Taxes	-	-	-	-	-	-
Accounts Receivable	19,150	-	1,368	-	-	16,340
Total Assets	<u>\$ 85,773</u>	<u>\$ 79</u>	<u>\$ 57,562</u>	<u>\$ 25,459</u>	<u>\$ 23,186</u>	<u>\$ 32,042</u>
<b>LIABILITIES</b>						
Accounts Payable	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 183
Accrued Salaries and Wages	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	31,859
Total Liabilities	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,042</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Inflows - Property Taxes	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>						
Restricted for:						
Capital Projects	-	-	-	-	-	-
Other Purposes	84,773	79	57,562	25,459	23,186	-
Committed for:						
Other Purposes	-	-	-	-	-	-
Total Fund Balances	<u>84,773</u>	<u>79</u>	<u>57,562</u>	<u>25,459</u>	<u>23,186</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 85,773</u>	<u>\$ 79</u>	<u>\$ 57,562</u>	<u>\$ 25,459</u>	<u>\$ 23,186</u>	<u>\$ 32,042</u>



<i>091</i>	<i>092</i>	<i>098</i>	<i>106</i>	<i>073</i>	<i>101</i>	
SPECIAL REVENUE FUNDS				CAPITAL PROJ. FUNDS		
County Atty Check Collection	Sheriff's Forfeiture	Sheriffs Federal Drug Forfeiture	DA Forfeiture	Right of Way	Colonia CDBG	Total Non- Major Funds
\$ 3,982	\$ 159,761	\$ 54,549	\$ 274,688	\$ 72	\$ -	\$ 1,539,880
-	-	-	-	266	-	1,306
-	-	-	-	-	-	62,329
-	-	-	-	-	-	(6,233)
-	-	-	-	-	25,550	111,198
<u>\$ 3,982</u>	<u>\$ 159,761</u>	<u>\$ 54,549</u>	<u>\$ 274,688</u>	<u>\$ 338</u>	<u>\$ 25,550</u>	<u>\$ 1,708,480</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,550	\$ 30,975
-	-	-	-	-	-	13,430
-	-	-	-	-	-	141,072
-	-	-	-	-	25,550	185,477
-	-	-	-	-	-	56,097
-	-	-	-	-	-	56,097
-	-	-	-	338	-	338
3,982	159,761	54,549	274,688	-	-	1,389,429
-	-	-	-	-	-	77,139
<u>3,982</u>	<u>159,761</u>	<u>54,549</u>	<u>274,688</u>	<u>338</u>	<u>-</u>	<u>1,466,906</u>
<u>\$ 3,982</u>	<u>\$ 159,761</u>	<u>\$ 54,549</u>	<u>\$ 274,688</u>	<u>\$ 338</u>	<u>\$ 25,550</u>	<u>\$ 1,708,480</u>

BEE COUNTY, TEXAS  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	013	014	015	017	021	024
	SPECIAL REVENUE FUNDS					
	District Clerk Records Management	County Clerk Records Management	Election Equipment	Courthouse Security	Special Road Tax Fund	Court Reporting Service
<b>REVENUES</b>						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 934,285	\$ -
General Sales and Use Taxes	-	-	-	-	-	-
Charges for Services	5,520	79,814	-	25,052	-	5,455
Investment Income	381	3,108	215	578	2,775	-
Intergovernmental Revenues	-	-	23,328	-	-	-
Other Revenue	-	-	300	-	-	-
Total Revenues	5,901	82,922	23,843	25,630	937,060	5,455
<b>EXPENDITURES</b>						
Current:						
General Government	1,929	23,736	10,587	-	-	-
Public Safety	-	-	-	-	-	-
Judicial System	-	-	-	-	-	-
Public Facilities	-	-	-	101,486	-	-
Conservation and Development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	1,929	23,736	10,587	101,486	-	-
Excess (Deficiency) of Revenue Over Expenditures	3,972	59,186	13,256	(75,856)	937,060	5,455
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	-	-	-	89,306	-	-
Transfers Out	(24,000)	(17,300)	-	-	(937,060)	-
Total Other Financing Sources (Uses)	(24,000)	(17,300)	-	89,306	(937,060)	-
Net Change in Fund Balance	(20,028)	41,886	13,256	13,450	-	5,455
Fund Balance-Beginning (restated)	54,668	300,668	16,451	20,448	-	9,353
Fund Balance-Ending	\$ 34,640	\$ 342,554	\$ 29,707	\$ 33,898	\$ -	\$ 14,808

<i>025</i>	<i>026</i>	<i>027</i>	<i>028</i>	<i>029</i>	<i>030</i>	<i>031</i>	<i>047</i>
SPECIAL REVENUE FUNDS							
Farm to Market Lateral Road	County Records Management	District Attorney Fund	Sheriff Projects	Border Star Fund	Abandoned Vehicles Fund	Border Star Initiative	Law Library Fund
\$ 51,848	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	10,324	-	-	-	-	-	18,027
562	261	1,872	-	-	449	-	961
24,009	-	106,967	-	84,420	-	47,225	-
-	-	152	-	-	32,501	539	-
76,419	10,585	108,991	-	84,420	32,950	47,764	18,988
-	3,370	-	-	-	-	-	-
-	-	-	-	84,420	7,049	29,333	-
-	-	353,032	-	-	-	-	12,000
-	-	-	-	-	-	5,552	-
-	-	-	-	-	-	20,212	-
-	-	-	-	-	-	-	-
-	3,370	353,032	-	84,420	7,049	55,097	12,000
76,419	7,215	(244,041)	-	-	25,901	(7,333)	6,988
-	-	238,382	-	-	-	7,333	-
(91,368)	(15,000)	-	(6,181)	-	-	-	(10,000)
(91,368)	(15,000)	238,382	(6,181)	-	-	7,333	(10,000)
(14,949)	(7,785)	(5,659)	(6,181)	-	25,901	-	(3,012)
14,949	34,624	144,527	6,181	-	36,430	-	101,896
\$ -	\$ 26,839	\$ 138,868	\$ -	\$ -	\$ 62,331	\$ -	\$ 98,884

BEE COUNTY, TEXAS  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<i>070</i>	<i>072</i>	<i>082</i>	<i>087</i>	<i>093</i>	<i>088</i>
	SPECIAL REVENUE FUNDS					
	County HOT Tax Fund	Jail Restoration Fund	Technology Fund	Pre-Trial Intervention Fund	Pre-Trial Supervision Fund	Border Prosecution Fund
<b>REVENUES</b>						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
General Sales and Use Taxes	78,472	-	-	-	-	-
Charges for Services	-	-	22,394	4,900	12,858	-
Investment Income	508	-	105	233	69	-
Intergovernmental Revenues	-	-	-	-	-	206,288
Other Revenue	-	-	-	-	-	-
Total Revenues	78,980	-	22,499	5,133	12,927	206,288
<b>EXPENDITURES</b>						
Current:						
General Government	-	-	-	-	2,842	-
Public Safety	-	-	-	-	-	-
Judicial System	-	-	-	14	-	206,288
Public Facilities	-	-	-	-	-	-
Conservation and Development	19,990	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	19,990	-	-	14	2,842	206,288
Excess (Deficiency) of Revenue Over Expenditures	58,990	-	22,499	5,119	10,085	-
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	-	-	-	-	-	-
Transfers Out	(25,000)	-	(50,300)	-	(9,400)	-
Total Other Financing Sources (Uses)	(25,000)	-	(50,300)	-	(9,400)	-
Net Change in Fund Balance	33,990	-	(27,801)	5,119	685	-
Fund Balance-Beginning (restated)	50,783	79	85,363	20,340	22,501	-
Fund Balance-Ending	\$ 84,773	\$ 79	\$ 57,562	\$ 25,459	\$ 23,186	\$ -

<i>091</i>			<i>092</i>		<i>098</i>		<i>106</i>		<i>073</i>		<i>101</i>	
SPECIAL REVENUE FUNDS							CAPITAL PROJ. FUNDS					
County	Atty Check Collection	Sheriff's Forfeiture	Sheriffs Federal Drug Forfeiture	DA Forfeiture	Right of Way	Colonia CDBG	Total Non- Major Funds					
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 986,133					
	-	-	-	-	-	-	78,472					
	5,890	-	-	-	-	-	190,234					
	43	923	489	2,428	6	-	15,966					
	-	-	-	-	-	25,550	517,787					
	-	105,333	(41)	24,745	-	-	163,529					
	5,933	106,256	448	27,173	6	25,550	1,952,121					
	4,863	-	-	-	-	-	47,327					
	-	55,776	-	-	-	-	176,578					
	-	-	-	326,970	-	-	898,304					
	-	-	-	-	-	-	107,038					
	-	-	-	-	-	-	40,202					
	-	-	-	-	-	25,688	25,688					
	4,863	55,776	-	326,970	-	25,688	1,295,137					
	1,070	50,480	448	(299,797)	6	(138)	656,984					
	-	-	-	-	-	138	335,159					
	-	-	-	-	-	-	(1,185,609)					
	-	-	-	-	-	138	(850,450)					
	1,070	50,480	448	(299,797)	6	-	(193,466)					
	2,912	109,281	54,101	574,485	332	-	1,660,372					
	\$ 3,982	\$ 159,761	\$ 54,549	\$ 274,688	\$ 338	\$ -	\$ 1,466,906					

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BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – DISTRICT CLERK RECORDS MANAGEMENT FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<i>013</i>	Variance with Final Budget
	Original	Final	District Clerk Records Management	
			Actual	
<b>REVENUES</b>				
Charges for Services	\$ 3,900	3,900	\$ 5,520	\$ 1,620
Investment Income	120	120	381	261
Total Revenues	4,020	4,020	5,901	1,881
<b>EXPENDITURES</b>				
Current:				
General Government	2,000	2,000	1,929	71
Total Expenditures	2,000	2,000	1,929	71
Excess (Deficiency) of Revenue Over Expenditures	2,020	2,020	3,972	1,952
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(24,000)	(24,000)	(24,000)	-
Total Other Financing Sources (Uses)	(24,000)	(24,000)	(24,000)	-
Net Change in Fund Balance	(21,980)	(21,980)	(20,028)	1,952
Fund Balance - Beginning	54,668	54,668	54,668	-
Fund Balance - Ending	\$ 32,688	\$ 32,688	\$ 34,640	\$ 1,952

BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – COUNTY CLERK RECORDS MANAGEMENT FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<i>014</i>	Variance with Final Budget
	Original	Final	County Clerk Records Management	
			Actual	
<b>REVENUES</b>				
Charges for Services	\$ 68,700	68,700	\$ 79,814	\$ 11,114
Investment Income	800	800	3,108	2,308
Total Revenues	<u>69,500</u>	<u>69,500</u>	<u>82,922</u>	<u>13,422</u>
<b>EXPENDITURES</b>				
Current:				
General Government	69,500	52,200	23,736	28,464
Total Expenditures	<u>69,500</u>	<u>52,200</u>	<u>23,736</u>	<u>28,464</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>-</u>	<u>17,300</u>	<u>59,186</u>	<u>41,886</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	-	(17,300)	(17,300)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(17,300)</u>	<u>(17,300)</u>	<u>-</u>
Net Change in Fund Balance	-	-	41,886	41,886
Fund Balance - Beginning	300,668	300,668	300,668	-
Fund Balance - Ending	<u>\$ 300,668</u>	<u>\$ 300,668</u>	<u>\$ 342,554</u>	<u>\$ 41,886</u>



BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – ELECTION FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Election Equipment	Variance with Final Budget
	Original	Final	Actual	
<b>REVENUES</b>				
Investment Income	\$ 70	70	\$ 215	\$ 145
Intergovernmental Revenues	19,930	21,698	23,328	1,630
Other Revenue	-	-	300	300
Total Revenues	20,000	21,768	23,843	2,075
<b>EXPENDITURES</b>				
Current:				
General Government	-	21,768	10,587	11,181
Total Expenditures	-	21,768	10,587	11,181
Excess (Deficiency) of Revenue Over Expenditures	20,000	-	13,256	13,256
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(20,000)	-	-	-
Total Other Financing Sources (Uses)	(20,000)	-	-	-
Net Change in Fund Balance	-	-	13,256	13,256
Fund Balance - Beginning	16,451	16,451	16,451	-
Fund Balance - Ending	\$ 16,451	\$ 16,451	\$ 29,707	\$ 13,256

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – COURTHOUSE SECURITY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<u>017</u> Courthouse Security	Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES</b>				
Charges for Services	\$ 19,200	\$ 19,200	\$ 25,052	\$ 5,852
Investment Income	150	150	578	428
Total Revenues	19,350	19,350	25,630	6,280
<b>EXPENDITURES</b>				
Current:				
Public Facilities	108,656	108,656	101,486	7,170
Total Expenditures	108,656	108,656	101,486	7,170
Excess (Deficiency) of Revenue Over Expenditures	(89,306)	(89,306)	(75,856)	13,450
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	89,306	89,306	89,306	-
Total Other Financing Sources (Uses)	89,306	89,306	89,306	-
Net Change in Fund Balance	-	-	13,450	13,450
Fund Balance - Beginning	20,448	20,448	20,448	-
Fund Balance - Ending	\$ 20,448	\$ 20,448	\$ 33,898	\$ 13,450

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – SPECIAL ROAD TAX FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<u>Budgeted Amounts</u>		<u>Special Road</u> <u>Tax Fund</u>	<u>Variance with</u>
	Original	Final	Actual	Final Budget
<b>REVENUES</b>				
Property Taxes	\$ 928,000	\$ 988,000	\$ 934,285	\$ (53,715)
Investment Income	1,500	1,500	2,775	1,275
Total Revenues	929,500	989,500	937,060	(52,440)
<b>EXPENDITURES</b>				
Current:				
Highways and Streets	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	929,500	989,500	937,060	(52,440)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(929,500)	(989,500)	(937,060)	52,440
Total Other Financing Sources (Uses)	(929,500)	(989,500)	(937,060)	52,440
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ -	\$ -	\$ -

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – COURT REPORTER SERVICE  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<i>024</i>	Variance with Final Budget
	Original	Final	Court Reporting Service	
			Actual	
<b>REVENUES</b>				
Charges for Services	\$ 4,500	\$ 4,500	\$ 5,455	\$ 955
Total Revenues	4,500	4,500	5,455	955
<b>EXPENDITURES</b>				
Current:				
Judicial System	4,500	4,500	-	4,500
Total Expenditures	4,500	4,500	-	4,500
Excess (Deficiency) of Revenue Over Expenditures	-	-	5,455	5,455
Net Change in Fund Balance	-	-	5,455	5,455
Fund Balance - Beginning	9,353	9,353	9,353	-
Fund Balance - Ending	\$ 9,353	\$ 9,353	\$ 14,808	\$ 5,455

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – FARM TO MARKET LATERAL ROAD  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<u>025</u>	Variance with Final Budget
	Original	Final	Farm to Market Lateral Road	
			Actual	
<b>REVENUES</b>				
Property Taxes	\$ 80,851	\$ 80,851	\$ 51,848	\$ (29,003)
Investment Income	160	160	562	402
Intergovernmental Revenues	24,009	24,009	24,009	-
Total Revenues	105,020	105,020	76,419	(28,601)
<b>EXPENDITURES</b>				
Current:				
Highways and Streets	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	105,020	105,020	76,419	(28,601)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(105,020)	(105,020)	(91,368)	13,652
Total Other Financing Sources (Uses)	(105,020)	(105,020)	(91,368)	13,652
Net Change in Fund Balance	-	-	(14,949)	(14,949)
Fund Balance - Beginning	14,949	14,949	14,949	-
Fund Balance - Ending	\$ 14,949	\$ 14,949	\$ -	\$ (14,949)

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – COUNTY RECORDS MANAGEMENT FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<u>026</u>	Variance with Final Budget
	Original	Final	County Records Management	
			Actual	
<b>REVENUES</b>				
Charges for Services	\$ 6,500	6,500	\$ 10,324	\$ 3,824
Investment Income	100	100	261	161
Total Revenues	<u>6,600</u>	<u>6,600</u>	<u>10,585</u>	<u>3,985</u>
<b>EXPENDITURES</b>				
Current:				
General Government	5,000	5,000	3,370	1,630
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>3,370</u>	<u>1,630</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>1,600</u>	<u>1,600</u>	<u>7,215</u>	<u>5,615</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(15,000)	(15,000)	(15,000)	-
Total Other Financing Sources (Uses)	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>
Net Change in Fund Balance	(13,400)	(13,400)	(7,785)	5,615
Fund Balance - Beginning	34,624	34,624	34,624	-
Fund Balance - Ending	<u>\$ 21,224</u>	<u>\$ 21,224</u>	<u>\$ 26,839</u>	<u>\$ 5,615</u>

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – DISTRICT ATTORNEY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		027	Variance with Final Budget
	Original	Final	District Attorney Fund Actual	
<b>REVENUES</b>				
Investment Income	\$ 600	\$ 600	\$ 1,872	\$ 1,272
Intergovernmental Revenues	166,302	166,302	106,967	(59,335)
Other Revenue	-	-	152	152
Total Revenues	166,902	166,902	108,991	(57,911)
<b>EXPENDITURES</b>				
Current:				
Judicial System	405,284	405,284	353,032	52,252
Total Expenditures	405,284	405,284	353,032	52,252
Excess (Deficiency) of Revenue Over Expenditures	(238,382)	(238,382)	(244,041)	(5,659)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	238,382	238,382	238,382	-
Total Other Financing Sources (Uses)	238,382	238,382	238,382	-
Net Change in Fund Balance	-	-	(5,659)	(5,659)
Fund Balance - Beginning	144,527	144,527	144,527	-
Fund Balance - Ending	\$ 144,527	\$ 144,527	\$ 138,868	\$ (5,659)

BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – ABANDONED VEHICLE FUND  
 FOR THE YEAR ENDED SEPTEMBER 30,2018

	<u>Budgeted Amounts</u>		<u>Abandoned Vehicles Fund</u>	<u>Variance with Final Budget</u>
	Original	Final	Actual	
<u>030</u>				
<b>REVENUES</b>				
Investment Income	\$ 100	\$ 100	\$ 449	\$ 349
Other Revenue	10,000	10,000	32,501	22,501
Total Revenues	10,100	10,100	32,950	22,850
<b>EXPENDITURES</b>				
Current:				
Public Safety	10,100	8,500	7,049	1,451
Total Expenditures	10,100	8,500	7,049	1,451
Excess (Deficiency) of Revenue Over Expenditures	-	1,600	25,901	24,301
Net Change in Fund Balance	-	1,600	25,901	24,301
Fund Balance - Beginning	36,430	36,430	36,430	-
Fund Balance - Ending	\$ 36,430	\$ 38,030	\$ 62,331	\$ 24,301



BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – LAW LIBRARY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Law Library Fund	Variance with Final Budget
	Original	Final	Actual	
<u>047</u>				
<b>REVENUES</b>				
Charges for Services	\$ 14,500	\$ -	\$ 18,027	\$ 18,027
Investment Income	360	360	961	601
Total Revenues	14,860	360	18,988	18,628
<b>EXPENDITURES</b>				
Current:				
Judicial System	12,000	12,000	12,000	-
Total Expenditures	12,000	12,000	12,000	-
Excess (Deficiency) of Revenue Over Expenditures	2,860	(11,640)	6,988	18,628
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(10,000)	(10,000)	(10,000)	-
Total Other Financing Sources (Uses)	(10,000)	(10,000)	(10,000)	-
Net Change in Fund Balance	(7,140)	(21,640)	(3,012)	18,628
Fund Balance - Beginning	101,896	101,896	101,896	-
Fund Balance - Ending	\$ 94,756	\$ 80,256	\$ 98,884	\$ 18,628

BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – COUNTY HOTEL OCCUPANCY TAX FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<u>070</u>			
	<u>Budgeted Amounts</u>		County HOT Tax Fund	Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES</b>				
General Sales and Use Taxes	\$ 45,000	\$ 45,000	\$ 78,472	\$ 33,472
Investment Income	100	100	508	408
Total Revenues	<u>45,100</u>	<u>45,100</u>	<u>78,980</u>	<u>33,880</u>
<b>EXPENDITURES</b>				
Current:				
Conservation and Development	20,100	20,100	19,990	110
Total Expenditures	<u>20,100</u>	<u>20,100</u>	<u>19,990</u>	<u>110</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>25,000</u>	<u>25,000</u>	<u>58,990</u>	<u>33,990</u>
Transfers Out	(25,000)	(25,000)	(25,000)	-
Total Other Financing Sources (Uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
Net Change in Fund Balance	-	-	33,990	33,990
Fund Balance - Beginning	50,783	50,783	50,783	-
Fund Balance - Ending	<u>\$ 50,783</u>	<u>\$ 50,783</u>	<u>\$ 84,773</u>	<u>\$ 33,990</u>

BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – PRE-TRIAL INTERVENTION FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<i>087</i>	Variance with Final Budget
	Original	Final	Pre-Trial Intervention Fund	
			Actual	
<b>REVENUES</b>				
Charges for Services	\$ 3,006	\$ 3,006	\$ 4,900	\$ 1,894
Investment Income	60	60	233	173
Total Revenues	3,066	3,066	5,133	2,067
<b>EXPENDITURES</b>				
Current:				
Judicial System	3,066	3,066	14	3,052
Total Expenditures	3,066	3,066	14	3,052
Excess (Deficiency) of Revenue Over Expenditures	-	-	5,119	5,119
Net Change in Fund Balance	-	-	5,119	5,119
Fund Balance - Beginning	20,340	20,340	20,340	-
Fund Balance - Ending	\$ 20,340	\$ 20,340	\$ 25,459	\$ 5,119

BEE COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – COUNTY ATTORNEY CHECK COLLECTION FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		<i>091</i>	Variance with Final Budget
	Original	Final	County Atty Check Collection	
			Actual	
<b>REVENUES</b>				
Charges for Services	\$ 5,000	\$ 5,000	\$ 5,890	\$ 890
Investment Income	30	30	43	13
Total Revenues	5,030	5,030	5,933	903
<b>EXPENDITURES</b>				
Current:				
General Government	5,030	5,030	4,863	167
Total Expenditures	5,030	5,030	4,863	167
Excess (Deficiency) of Revenue Over Expenditures	-	-	1,070	1,070
Net Change in Fund Balance	-	-	1,070	1,070
Fund Balance - Beginning	2,912	2,912	2,912	-
Fund Balance - Ending	\$ 2,912	\$ 2,912	\$ 3,982	\$ 1,070

BEE COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – DEBT SERVICE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<i>060</i>			
	Budgeted Amounts		Debt Service Fund	Variance with Final Budget
	Original	Final	Actual	
<b>REVENUES</b>				
Property Taxes	\$ 2,213,083	\$ 2,213,083	\$ 2,301,927	\$ 88,844
Investment Income	2,000	2,000	12,806	10,806
Total Revenues	2,215,083	2,215,083	2,314,733	99,650
<b>EXPENDITURES</b>				
Current:				
Debt Service:				
Principal	1,025,000	1,025,000	1,020,000	5,000
Interest	1,187,283	1,187,283	1,000,081	187,202
Fees	2,800	2,800	3,100	(300)
Total Expenditures	2,215,083	2,215,083	2,023,181	191,902
Excess (Deficiency) of Revenue Over Expenditures	-	-	291,552	291,552
Net Change in Fund Balance	-	-	291,552	291,552
Fund Balance - Beginning	490,265	490,265	490,265	-
Fund Balance - Ending	\$ 490,265	\$ 490,265	\$ 781,817	\$ 291,552

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BEE COUNTY, TEXAS  
 COMBINING STATEMENT OF NET POSITION -  
 PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS  
 SEPTEMBER 30, 2018

	Governmental Activities		
	<i>022</i>	<i>095</i>	
	Fuel Service	Group Health Insurance Fund	Total Internal Service Funds
<b>ASSETS</b>			
Cash and Temporary Investments	\$ 40,877	\$ 29,516	\$ 70,393
Investments	25	574	599
Accounts Receivable	14,737	-	14,737
Inventory	17,342	-	17,342
Total Assets	<u>\$ 72,981</u>	<u>\$ 30,090</u>	<u>\$ 103,071</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 6,232	\$ -	\$ 6,232
Total Liabilities	<u>6,232</u>	<u>-</u>	<u>6,232</u>
<b>NET POSITION (DEFICITS)</b>			
Restricted for Participants	-	30,090	30,090
Unrestricted	66,749	-	66,749
Total Net Position	<u>\$ 66,749</u>	<u>\$ 30,090</u>	<u>\$ 96,839</u>

BEE COUNTY, TEXAS  
 COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
 PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Governmental Activities		
	<i>022</i>	<i>095</i>	
	Fuel Service	Group Health Insurance Fund	Total Internal Service Funds
<b>OPERATING REVENUES:</b>			
Charges for Services	\$ 178,572	\$ -	\$ 178,572
Other Revenue	208,899	1,268,919	1,477,818
Total Revenues	<u>387,471</u>	<u>1,268,919</u>	<u>1,656,390</u>
<b>OPERATING EXPENSES:</b>			
Purchased Insurance	-	1,347,271	1,347,271
Supplies	386,767	-	386,767
Other Operating	2,998	-	2,998
Total Expenses	<u>389,765</u>	<u>1,347,271</u>	<u>1,737,036</u>
Operating Income/(Loss)	(2,294)	(78,352)	(80,646)
<b>NON-OPERATING REVENUES</b>			
Investment Earnings	44	839	883
Transfers In	38,815	55,000	93,815
Total Non-Operating Revenues/(Expenses)	<u>38,859</u>	<u>55,839</u>	<u>94,698</u>
Change in Net Position	36,565	(22,513)	14,052
Net Position - Beginning	30,184	52,603	82,787
Net Position - Ending	<u>\$ 66,749</u>	<u>\$ 30,090</u>	<u>\$ 96,839</u>



BEE COUNTY, TEXAS  
 COMBINING SCHEDULE OF CASH FLOWS  
 PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Governmental Activities		
	022	095	
	Fuel Service	Group Insurance Fund	Total Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash Received from User Charges	\$ 404,610	\$ 1,268,919	\$ 1,673,529
Cash Payments to Suppliers	(408,083)	(1,347,271)	(1,755,354)
Cash Payments for Other Operating Expenses	(2,998)	-	(2,998)
Net Cash Provided by (used for) Operating Activities	(6,471)	(78,352)	(84,823)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from Other Funds	38,815	55,000	93,815
Net Cash Provided by (Used for) Capital and Financing Activities	38,815	55,000	93,815
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of Investments	-	(9)	(9)
Interest on Investments	44	839	883
Net Cash Provided by Investing Activities	44	830	874
Net Increase (Decrease) in Cash and Cash Equivalents	32,388	(22,522)	9,866
Cash and Cash Equivalents - Beginning	8,489	52,038	60,527
Cash and Cash Equivalents - Ending	\$ 40,877	\$ 29,516	\$ 70,393
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:</b>			
Operating Income (Loss)	\$ (2,294)	\$ (78,352)	\$ (80,646)
Adjustments to Reconcile to Cash Provided by (Used for) Operating Activities:			
(Increase) Decrease in Accounts Receivable	17,139	-	17,139
(Increase) Decrease in Inventories	514	-	514
(Decrease) Increase in Accounts Payable	(21,830)	-	(21,830)
Total Adjustments	(4,177)	-	(4,177)
Net Cash Provided by (Used for) Operating Activities	\$ (6,471)	\$ (78,352)	\$ (84,823)

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AGENCY FUNDS

BEE COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS – COUNTY OFFICES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Balance Beginning of Year	Additions	Deductions	Adjustments	Balance End of Year
<b>FLEXIBLE SPENDING ACCT - 033</b>					
Assets:					
Cash and Investments	\$ -	\$ 36,882	\$ 38,605	\$ 10,791	\$ 9,068
Liabilities:					
Due to Others	\$ -	\$ 36,882	\$ 38,605	\$ 10,791	\$ 9,068
<b>JP-1 ADMIN. ACCOUNT - 051</b>					
Assets:					
Cash and Investments	\$ 1,682	\$ 113,112	\$ 108,059	\$ -	\$ 6,735
Liabilities:					
Due to Others	\$ 1,682	\$ 113,112	\$ 108,059	\$ -	\$ 6,735
<b>JP-2 ADMIN. ACCOUNT - 052</b>					
Assets:					
Cash and Investments	\$ 12,312	\$ 110,064	\$ 114,635	\$ -	\$ 7,741
Liabilities:					
Due to Others	\$ 12,312	\$ 110,064	\$ 114,635	\$ -	\$ 7,741
<b>JP-3 ADMIN. ACCOUNT - 053</b>					
Assets:					
Cash and Investments	\$ 7,800	\$ 335,506	\$ 319,550	\$ -	\$ 23,756
Liabilities:					
Due to Others	\$ 7,800	\$ 335,506	\$ 319,550	\$ -	\$ 23,756
<b>JP-4 ADMIN. ACCOUNT - 054</b>					
Assets:					
Cash and Investments	\$ 12,153	\$ 169,932	\$ 170,753	\$ -	\$ 11,332
Liabilities:					
Due to Others	\$ 12,153	\$ 169,932	\$ 170,753	\$ -	\$ 11,332
<b>PERMANENT SCHOOL FUND - 080</b>					
Assets:					
Cash and Investments	\$ 49,174	\$ 44,413	\$ 43,442	\$ -	\$ 50,145
Liabilities:					
Due to Others	\$ 49,174	\$ 44,413	\$ 43,442	\$ -	\$ 50,145
<b>STATE AGENCY FUND - 081</b>					
Assets:					
Cash and Investments	\$ 28,837	\$ 394,998	\$ 356,889	\$ -	\$ 66,946
Liabilities:					
Due to Others	\$ 28,837	\$ 394,998	\$ 356,889	\$ -	\$ 66,946

BEE COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS – COUNTY OFFICES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Balance Beginning of Year	Additions	Deductions	Adjustments	Balance End of Year
<b>COUNTY CLERK BONDS - 084</b>					
Assets:					
Cash and Investments	\$ -	\$ 72,695	\$ 133,378	\$ 319,373	\$ 258,690
Liabilities:					
Due to Others	\$ -	\$ 72,695	\$ 133,378	\$ 319,373	\$ 258,690
<b>DISTRICT CLERK BONDS - 085</b>					
Assets:					
Cash and Investments	\$ -	\$ 13,543	\$ 20,397	\$ 35,232	\$ 28,378
Liabilities:					
Due to Others	\$ -	\$ 13,543	\$ 20,397	\$ 35,232	\$ 28,378
<b>CHILD ABUSE PREVENTION - 089</b>					
Assets:					
Cash and Investments	\$ -	\$ 1,164	\$ -	\$ 15,897	\$ 17,061
Liabilities:					
Due to Others	\$ -	\$ 1,164	\$ -	\$ 15,897	\$ 17,061
<b>DISTRICT CLERK FUND - 090</b>					
Assets:					
Cash and Investments	\$ -	\$ 1,528	\$ 2,346	\$ 4,250	\$ 3,432
Liabilities:					
Due to Others	\$ -	\$ 1,528	\$ 2,346	\$ 4,250	\$ 3,432
<b>DA HOT CHECK FUND - 107</b>					
Assets:					
Cash and Investments	\$ -	\$ 163	\$ -	\$ -	\$ 163
Liabilities:					
Due to Others	\$ -	\$ 163	\$ -	\$ -	\$ 163
<b>DISTRICT CLERK FUND - A01</b>					
Assets:					
Cash and Investments	\$ 520,047	\$ 478,393	\$ 658,753	\$ -	\$ 339,687
Liabilities:					
Due to Others	\$ 520,047	\$ 478,393	\$ 658,753	\$ -	\$ 339,687
<b>COUNTY CLERK FUND - A02</b>					
Assets:					
Cash and Investments	\$ 130,418	\$ 341,594	\$ 412,901	\$ -	\$ 59,111
Liabilities:					
Due to Others	\$ 130,418	\$ 341,594	\$ 412,901	\$ -	\$ 59,111

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BEE COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS – COUNTY OFFICES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Balance Beginning of Year	Additions	Deductions	Adjustments	Balance End of Year
<b>COUNTY ATTORNEY FUND - A03</b>					
Cash and Investments	\$ 3,722	\$ 7,264	\$ 6,928	\$ -	\$ 4,058
Liabilities:					
Due to Others	\$ 3,722	\$ 7,264	\$ 6,928	\$ -	\$ 4,058
<b>TAX OFFICE FUND - A04</b>					
Assets:					
Cash and Investments	\$ 426,029	\$ 46,811,844	\$ 46,748,447	\$ -	\$ 489,426
Liabilities:					
Due to Others	\$ 426,029	\$ 46,811,844	\$ 46,748,447	\$ -	\$ 489,426
<b>SHERIFF'S OFFICE - REGULAR - A05</b>					
Assets:					
Cash and Investments	\$ 332,595	\$ 855,255	\$ 959,033	\$ -	\$ 228,817
Liabilities:					
Due to Others	\$ 332,595	\$ 855,255	\$ 959,033	\$ -	\$ 228,817
<b>DISTRICT ATTORNEY FUND - A06</b>					
Assets:					
Cash and Investments	\$ 411,220	\$ 289,479	\$ 598,463	\$ -	\$ 102,236
Liabilities:					
Due to Others	\$ 411,220	\$ 289,479	\$ 598,463	\$ -	\$ 102,236
<b>TOTAL - ALL AGENCY FUNDS</b>					
Assets:					
Cash and Investments	\$ 1,935,989	\$ 50,077,829	\$ 50,692,579	\$ 385,543	\$ 1,706,782
Liabilities:					
Due to Others	\$ 1,935,989	\$ 50,077,829	\$ 50,692,579	\$ 385,543	\$ 1,706,782

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# STATISTICAL SECTION

This part of Bee County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

## **Contents:**

### **Financial Trends**

These schedules contain information to assist the reader in obtaining a better understanding of how the County's financial performance and well-being have changed over time.

### **Revenue Capacity**

These schedules contain information to assist the reader in obtaining a better understanding of the County's significant revenue source, the property tax.

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

BEE COUNTY, TEXAS  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)

	<b>Fiscal Year</b>			
	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
Governmental Activities				
Net investment in capital assets	\$ 41,822,317	\$ 40,955,239	\$ 41,821,810	\$ 41,322,138
Restricted	3,887,714	4,198,830	4,113,845	4,623,771
Unrestricted	1,977,566	1,772,410	2,402,546	3,775,045
Total Governmental Activities Net Position	<u>\$ 47,687,597</u>	<u>\$ 46,926,479</u>	<u>\$ 48,338,201</u>	<u>\$ 49,720,954</u>

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 33,193,325	\$ 31,354,226	\$ 32,216,144	\$ 31,859,432	\$ 30,384,160	\$ 30,467,154
6,389,880	5,977,517	5,184,696	5,577,056	5,739,380	6,734,878
4,005,525	4,391,013	6,455,433	5,619,620	5,138,511	5,486,785
<u>\$ 43,588,730</u>	<u>\$ 41,722,756</u>	<u>\$ 43,856,273</u>	<u>\$ 43,056,108</u>	<u>\$ 41,262,051</u>	<u>\$ 42,688,817</u>

BEE COUNTY, TEXAS  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)

	Fiscal Year			
	2009	2010	2011	2012
Expenses				
Governmental Activities:				
General government	\$ 2,229,012	\$ 2,492,643	\$ 3,215,156	\$ 2,263,799
Public safety	3,505,232	3,742,946	3,764,470	3,676,394
Judicial	1,341,834	1,519,379	1,720,670	1,550,319
Highway and streets	2,202,936	2,313,222	2,375,020	2,508,373
Public facilities	214,328	206,153	234,867	399,157
Health and welfare	6,581,537	8,585,583	7,869,975	6,649,993
Culture and recreation	75,913	78,568	79,220	65,795
Conservation and development	285,547	249,224	215,853	197,848
Interest on Long-Term Debt	346,879	355,397	322,045	412,700
Total Primary Gov. Expenses	<u>\$ 16,783,218</u>	<u>\$ 19,543,115</u>	<u>\$ 19,797,276</u>	<u>\$ 17,724,378</u>
Program Revenues				
Governmental Activities:				
General government	\$ 569,370	\$ 629,537	\$ 727,796	\$ 769,712
Public safety	372,978	360,284	440,294	478,179
Judicial	97,076	121,176	117,475	105,591
Highway and streets	724,251	716,097	699,870	755,244
Public facilities	50,404	49,155	55,391	71,175
Health and welfare	-	-	1,774	6,300
Culture and recreation	-	-	-	-
Conservation and development	-	-	-	-
Interest on Long-Term Debt	-	-	-	-
Operating Grants and Contributions	5,363,026	8,278,930	6,890,247	6,101,666
Capital Grants and Contributions	-	-	-	-
Total Gov. Activities Program Revenues	<u>7,177,105</u>	<u>10,155,179</u>	<u>8,932,847</u>	<u>8,287,867</u>
Total Primary Gov. Prog. Revenues	<u>7,177,105</u>	<u>10,155,179</u>	<u>8,932,847</u>	<u>8,287,867</u>
Net (Expense)/Revenue				
Governmental Activities	(9,606,113)	(9,387,936)	(10,864,429)	(9,436,511)
General Revenues and Other Changes				
In Net Position				
Governmental Activities				
General Revenues:				
Property taxes	5,789,426	5,766,916	6,499,133	7,681,657
Other taxes	21,782	21,809	24,153	26,481
Investment earnings	118,518	107,400	677,719	135,939
Miscellaneous	3,446,296	3,081,915	3,034,046	2,967,703
Special items	-	-	-	-
Total Gov. Activities Program Revenues and Other Changes in Net Position	<u>9,376,022</u>	<u>8,978,040</u>	<u>10,235,051</u>	<u>10,811,780</u>
Total Changes in Net Position	<u>\$ (230,091)</u>	<u>\$ (409,896)</u>	<u>\$ (629,378)</u>	<u>\$ 1,375,269</u>

TABLE 2

Fiscal Year					
2013	2014	2015	2016	2017	2018
\$ 3,023,152	\$ 3,298,802	\$ 3,842,471	\$ 4,224,032	\$ 4,042,224	\$ 3,967,079
4,213,093	4,476,845	4,735,086	4,694,869	5,175,650	4,402,166
1,569,256	1,104,220	1,955,130	2,183,595	2,091,733	4,003,755
2,032,675	2,944,429	1,751,228	2,179,780	2,983,313	1,482,465
410,416	492,334	540,409	357,556	267,915	635,449
7,712,280	4,690,192	1,339,563	1,295,769	1,249,401	1,576,252
214,976	210,951	233,215	201,929	335,554	100,956
75,494	76,877	100,705	823,343	151,664	387,895
208,239	169,310	165,866	157,938	484,000	1,035,595
<u>\$ 19,459,581</u>	<u>\$ 17,463,960</u>	<u>\$ 14,663,673</u>	<u>\$ 16,118,811</u>	<u>\$ 16,781,454</u>	<u>\$ 17,591,612</u>
\$ 1,745,917	\$ 703,974	\$ 1,809,406	\$ 1,678,918	\$ 2,564,171	\$ 988,432
228,027	807,554	191,863	353,004	579,311	1,247,401
133,774	484,431	398,395	1,007,261	509,293	1,465,242
-	638,880	572,182	715,008	703,037	739,094
-	-	1,136	841	1,461	25,054
-	891,607	-	190,849	1,535	476,897
47,219	84,688	-	-	-	53,343
-	54,926	-	398,756	-	133,988
-	-	-	-	-	-
6,614,801	5,252,810	1,123,524	-	-	-
-	-	1,100,115	-	-	-
<u>8,769,738</u>	<u>8,918,870</u>	<u>5,196,621</u>	<u>4,344,637</u>	<u>4,358,808</u>	<u>5,129,451</u>
<u>8,769,738</u>	<u>8,918,870</u>	<u>5,196,621</u>	<u>4,344,637</u>	<u>4,358,808</u>	<u>5,129,451</u>
(10,689,843)	(8,545,090)	(9,467,052)	(11,774,174)	(12,422,646)	(12,462,161)
5,254,944	6,055,784	7,159,576	8,081,447	8,462,780	10,504,790
2,150,977	2,279,263	1,911,716	1,579,603	1,477,416	1,635,661
116,938	113,228	578,445	377,317	323,367	927,827
3,421,099	433,058	594,320	935,642	365,026	508,178
-	(2,202,217)	-	-	-	-
<u>10,943,958</u>	<u>6,679,116</u>	<u>10,244,057</u>	<u>10,974,009</u>	<u>10,628,589</u>	<u>13,576,456</u>
<u>\$ 254,115</u>	<u>\$ (1,865,974)</u>	<u>\$ 777,005</u>	<u>\$ (800,165)</u>	<u>\$ (1,794,057)</u>	<u>\$ 1,114,295</u>

BEE COUNTY, TEXAS  
 FUND BALANCES – GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (Accrual Basis of Accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>General Fund</b>				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Unassigned	939,304	797,215	1,889,215	3,083,924
Total General Fund	<u>\$ 939,304</u>	<u>\$ 797,215</u>	<u>\$ 1,889,215</u>	<u>\$ 3,083,924</u>
 <b>All Other Governmental Funds</b>				
<b>Restricted for:</b>				
Nonspendable	\$ -	\$ -	\$ -	\$ 47,814
Restricted	-	-	-	4,780,440
Committed	-	-	-	-
Assigned	-	-	-	45,680
Unassigned	3,887,714	4,198,830	4,113,845	2,881,887
Total All Other Governmental Funds	<u>\$ 3,887,714</u>	<u>\$ 4,198,830</u>	<u>\$ 4,113,845</u>	<u>\$ 7,755,821</u>

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ -	\$ 14,869	\$ 14,040	\$ 14,771	\$ 16,843	\$ 17,296
3,839,094	4,241,346	4,002,692	3,224,000	3,150,616	4,111,084
<u>\$ 3,839,094</u>	<u>\$ 4,256,215</u>	<u>\$ 4,016,732</u>	<u>\$ 3,238,771</u>	<u>\$ 3,167,459</u>	<u>\$ 4,128,380</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5,904,622	5,478,280	5,595,447	5,577,056	29,299,317	24,902,633
9,445	16,107	43,156	56,645	51,964	77,139
-	-	-	-	-	-
-	-	-	(854)	-	-
<u>\$ 5,914,067</u>	<u>\$ 5,494,387</u>	<u>\$ 5,638,603</u>	<u>\$ 5,632,847</u>	<u>\$ 29,351,281</u>	<u>\$ 24,979,772</u>

BEE COUNTY, TEXAS  
 CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (Accrual Basis of Accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>Revenues</b>				
Property taxes	\$ 4,697,296	\$ 4,691,411	\$ 6,433,745	\$ 7,725,805
General sales and use taxes	1,095,737	1,058,919	-	-
Fines, fees, and permits	901,907	913,091	951,138	1,082,224
Charges for services	912,172	963,158	1,091,462	1,103,977
Rents and lease revenue	-	-	-	-
Investment earnings	117,361	107,399	676,664	131,672
Intergovernmental revenues	6,759,118	9,455,211	8,412,359	7,072,328
Miscellaneous income	2,050,204	1,843,745	1,387,627	1,962,315
<b>Total Revenues</b>	<b>16,533,795</b>	<b>57,064,250</b>	<b>38,031,316</b>	<b>19,078,321</b>
<b>Expenditures</b>				
General government	2,450,465	2,749,950	2,283,538	2,372,701
Public safety	3,232,219	3,400,954	3,326,322	3,235,088
Judicial	1,237,322	1,353,686	1,520,401	1,386,207
Highways and streets	2,031,355	1,968,916	2,098,591	2,238,815
Public facilities	197,635	176,246	207,531	383,211
Health and welfare	6,067,753	7,884,402	6,953,986	6,808,559
Culture and recreation	70,000	70,000	70,000	57,897
Conservation and development	263,307	222,045	190,730	174,099
Capital outlay	1,166,201	294,142	485,695	49,220
Debt Service				
Principal	310,000	405,698	380,000	415,000
Interest	344,529	353,041	355,785	479,936
Issuance costs and fees	2,350	2,350	2,350	-
<b>Total Expenditures</b>	<b>17,373,136</b>	<b>18,881,430</b>	<b>17,874,929</b>	<b>17,600,733</b>
Excess of Revenues				
Over (Under) Expenditures	(839,341)	38,182,820	20,156,387	1,477,588
<b>Other Financing Sources (Uses)</b>				
Transfers in	1,257,242	1,282,832	1,384,603	941,689
Transfers out	(1,257,242)	(1,282,832)	(1,366,542)	(941,689)
Issuance of long-term debt	-	-	-	6,350,000
Premium or discount on bonds issued	-	-	-	407,632
Capital lease	110,000	-	-	-
Payment to refunded bond escrow agent	-	-	-	(6,568,608)
Insurance recoveries	-	-	-	-
Sale of capital assets	-	-	-	-
<b>Total Other Financing</b>				
Sources (Uses)	110,000	-	18,061	189,024
<b>Net Change in Fund Balances</b>	<b>\$ (729,341)</b>	<b>\$ 38,182,820</b>	<b>\$ 20,174,448</b>	<b>\$ 1,666,612</b>
Debt Service as a Percentage of Noncapital Expenditures	4.0%	4.1%	4.2%	5.1%



TABLE 4

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 5,307,886	\$ 6,043,227	\$ 7,142,971	\$ 8,021,859	\$ 8,402,610	\$ 10,480,093
2,150,977	2,279,263	1,911,716	1,579,603	1,477,416	1,635,661
1,077,188	1,046,514	1,051,116	896,361	860,309	974,583
1,027,487	1,274,770	1,369,102	1,330,273	1,328,442	1,222,111
542,332	583,430	769,193	939,415	1,022,607	1,071,826
112,501	113,228	578,445	377,317	323,367	927,827
6,614,801	5,252,810	1,988,636	1,763,347	1,297,300	1,860,931
1,704,898	1,194,403	612,894	182,910	193,927	508,178
<u>18,538,070</u>	<u>17,787,645</u>	<u>15,424,073</u>	<u>15,091,085</u>	<u>14,905,978</u>	<u>18,681,210</u>
2,530,137	2,885,089	3,214,050	3,698,752	3,285,626	3,272,074
3,609,947	3,915,390	3,971,776	4,291,961	4,189,055	3,655,398
1,344,602	1,223,307	1,640,327	1,894,539	1,698,918	3,309,606
2,283,970	2,396,965	1,461,251	1,925,060	3,072,785	1,232,562
351,661	430,589	449,830	477,395	410,875	529,767
5,678,259	4,013,431	1,099,452	1,097,987	221,963	1,324,185
184,200	184,495	192,110	496,994	278,408	85,000
64,686	67,235	83,614	700,789	125,463	324,549
451,798	2,047,693	2,817,878	812,729	2,287,039	7,061,143
450,000	455,000	492,702	542,829	546,635	1,105,953
186,881	169,669	167,025	159,135	149,957	1,001,058
-	-	-	-	331,183	3,100
<u>17,136,141</u>	<u>17,788,863</u>	<u>15,590,015</u>	<u>16,098,170</u>	<u>16,597,907</u>	<u>22,904,395</u>
<u>1,401,929</u>	<u>(1,218)</u>	<u>(165,942)</u>	<u>(1,007,085)</u>	<u>(1,691,929)</u>	<u>(4,223,185)</u>
1,180,563	1,339,529	1,480,625	2,086,032	1,781,361	1,988,180
(1,148,263)	(1,341,663)	(1,505,777)	(2,179,465)	(1,811,361)	(2,081,995)
-	-	-	-	22,800,000	-
-	-	-	-	2,527,571	-
-	-	95,826	107,000	-	146,044
-	-	-	-	-	-
14,726	-	-	-	34,437	-
69,099	793	-	209,801	7,043	-
<u>116,125</u>	<u>(1,341)</u>	<u>70,674</u>	<u>223,368</u>	<u>25,339,051</u>	<u>52,229</u>
<u>\$ 1,518,054</u>	<u>\$ (2,559)</u>	<u>\$ (95,268)</u>	<u>\$ (783,717)</u>	<u>\$ 23,647,122</u>	<u>\$ (4,170,956)</u>
3.8%	4.0%	5.2%	4.9%	4.9%	13.3%

BEE COUNTY, TEXAS  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS

Tax Year	Fiscal Year	Total Assessed Property Value	Less Exemptions	Net Taxable Assessed Property Value
2008	2009	\$ 1,962,721,770	\$ 1,000,109,465	\$ 962,612,305
2009	2010	2,071,450,120	965,528,151	1,105,921,969
2010	2011	2,001,739,340	961,514,905	1,040,224,435
2011	2012	1,984,037,000	974,991,055	1,009,045,945
2012	2013	2,074,402,370	979,752,970	1,094,649,400
2013	2014	2,295,279,910	989,818,340	1,305,461,570
2014	2015	2,823,613,390	1,217,216,190	1,606,397,200
2015	2016	2,956,559,820	1,291,972,980	1,664,586,840
2016	2017	2,922,479,910	1,252,043,840	1,670,436,070
2017	2018	2,839,130,440	1,271,606,520	1,567,523,920

	Estimated Net Actual Taxable Value	Total Direct Tax Rate	Taxable Assessed Value as a Percentage of Actual Taxable Value
\$	962,612,305	0.41428	100.00%
	1,105,921,969	0.42355	100.00%
	1,040,224,435	0.50066	100.00%
	1,009,045,945	0.54839	100.00%
	1,094,649,400	0.49824	100.00%
	1,305,461,570	0.46010	100.00%
	1,606,397,200	0.44564	100.00%
	1,664,586,840	0.47207	100.00%
	1,670,439,070	0.51792	100.00%
	1,567,523,920	0.98751	100.00%

BEE COUNTY, TEXAS  
PROPERTY TAX RATES – ALL DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUE  
LAST TEN FISCAL YEARS

Governmental Subdivisions	Percent Applicable to Bee County	Fiscal Year			
		2009	2010	2011	2012
Bee County	100.00%				
General Prop Tax		\$0.30196	\$0.29886	\$0.35503	\$0.39700
Debt Rate		0.05646	0.06750	0.07793	0.07561
Special Rd Tax		0.05395	0.05524	0.06539	0.07318
Farm-to-Market		0.00191	0.00195	0.00230	0.00260
Total Direct		<u>\$0.41428</u>	<u>\$0.42355</u>	<u>\$0.50065</u>	<u>\$0.54839</u>
<u>Overlapping Governments</u>					
<u>Cities</u>					
City of Beeville	100.00%	\$0.57431	\$0.58105	\$0.05484	\$0.49824
<u>School Districts</u>					
Beeville ISD	100.00%	1.31800	1.31806	1.29832	1.26553
Pawnee ISD	86.78%	1.21848	1.29102	1.29102	1.26910
Skidmore-Tynan ISD	83.89%	1.27701	1.27839	1.60512	1.55376
Pettus ISD	96.77%	1.04005	1.17009	1.17000	1.07515
<u>Colleges</u>					
Coastal Bend College	100.00%	0.16800	0.16800	0.16800	0.17067
<u>Water Districts</u>					
Pettus MUD	100.00%	0.18551	0.19000	0.19000	-
Beeville Water Supply District	100.00%	0.17127	0.14000	0.14000	0.19788
Bee Groundwater Cons. District	100.00%	0.01180	0.01180	0.01180	-
<u>Fire Districts</u>					
Emergency Services District No. 70	100.00%	0.01194	0.01275	0.01260	0.01260
Emergency Services District No. 71	100.00%	0.03633	0.03728	0.03728	0.03411
Emergency Services District No. 72	100.00%	0.03102	0.03102	0.03647	0.03922
Emergency Services District No. 73	100.00%	0.01832	0.01832	0.01832	0.01832
Total Overlapping		<u>\$6.06204</u>	<u>\$6.24778</u>	<u>\$6.03377</u>	<u>\$6.13458</u>

Note: The information above was obtained from each entity's financial office and the Texas Municipal Reports compiled and published by the Municipal Advisory Council of Texas.

TABLE 6

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 0.36850	\$ 0.34576	\$ 0.35113	\$ 0.37563	\$ 0.41451	\$ 0.47065
0.05999	0.05452	0.04175	0.04091	0.04086	0.15043
0.06477	0.05521	0.04871	0.05128	0.05779	0.06101
0.00498	0.00461	0.00405	0.00425	0.00476	0.00542
<u>\$ 0.49824</u>	<u>\$ 0.46010</u>	<u>\$ 0.44564</u>	<u>\$ 0.47207</u>	<u>\$ 0.51792</u>	<u>\$ 0.68751</u>
\$ 0.53270	\$ 0.44564	\$ 0.47207	\$ 0.51792	\$ 0.68751	\$ 0.61284
1.25423	1.25420	1.20540	1.20540	1.20540	1.20540
1.07577	1.08410	1.09410	1.18260	1.27200	1.24950
1.40225	1.46659	1.46070	1.48300	1.51880	1.50880
1.04000	1.04000	1.13560	1.23840	1.38500	1.38500
1.25423	0.17738	0.17738	0.18524	0.19570	0.19194
0.17000	0.17000	0.21000	0.17000	0.18500	0.20190
0.01702	0.08482	0.08190	-	-	-
0.00400	0.00700	0.00600	0.00500	0.00500	0.00475
0.01121	0.01011	0.01130	0.01152	0.01238	0.01262
0.03411	0.02130	0.01751	0.01744	0.01919	0.02075
0.03791	0.03777	0.04134	0.04760	0.05000	0.05390
0.01832	0.01832	0.01922	0.02577	0.02577	0.02378
<u>\$ 6.85175</u>	<u>\$ 5.81723</u>	<u>\$ 5.93252</u>	<u>\$ 6.08989</u>	<u>\$ 6.56175</u>	<u>\$ 6.47118</u>

BEE COUNTY, TEXAS  
 PRINCIPAL PROPERTY TAXPAYERS  
 CURRENT YEAR AND NINE YEARS AGO

Taxpayer	<b>2018</b>		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
TPL Southtex Processing Co.	\$ 142,582,430	1	5%
FL Rich Gas Services LP	118,113,030	2	4.00%
Marathon Oil Co.	45,988,090	3	1.60%
AEP Texas Central Company	43,686,990	4	1.50%
Pro Oilfield Services	36,043,510	5	1.23%
T2 Gas Utility	25,906,670	6	0.88%
Koch Pipeline Co. LP (Gathering)	25,442,750	7	0.88%
T-2 Gas Utility	22,333,880	8	0.76%
Pioneer Natural Resources	22,283,180	9	0.76%
Flint Hills Res. Corpus Christ	21,944,480	10	0.75%
<b>Total</b>	<b>\$ 504,325,010</b>		<b>17.16%</b>

Source: Bee County Tax Assessor/Collector

<b>2009</b>			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Walmart Stores Texas, LP	\$ 8,862,990	1	0.93%
Walmart Stores	8,162,650	2	0.86%
Beeville Investment Partners	7,766,020	3	0.82%
H. E. Butt Grocery Co.	5,386,870	4	0.57%
Enduring Resources LLC	4,184,240	5	0.44%
First National Bank of Beeville	2,599,050	6	0.27%
Dunn Howard L. Estates	2,296,500	7	0.24%
Aztec Chevrolet LLC	2,237,760	8	0.23%
Beeville Properties LLC	1,804,490	9	0.19%
SOTX Lodging Inc.	1,674,460	10	0.18%
<b>Total</b>	<b>\$ 44,975,030</b>		<b>4.73%</b>

BEE COUNTY, TEXAS  
PROPERTY TAX LEVIES  
LAST TEN FISCAL YEARS

	<b>Fiscal Year</b>			
	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
<b>Levy for Maintenance and Operations (M&amp;O):</b>				
General Fund	\$ 3,244,692	\$ 3,594,002	\$ 3,919,076	\$ 3,932,503
Road Fund	609,670	661,949	722,413	691,203
Total M & O Levy	<u>\$ 3,854,362</u>	<u>\$ 4,255,951</u>	<u>\$ 4,641,489</u>	<u>\$ 4,623,706</u>
 Levy for LTRD	 \$ 22,078	 \$ 23,745	 \$ 26,296	 \$ 54,027
<b>Levy for Debt Service (I&amp;S):</b>				
Debt Service	<u>\$ 656,879</u>	<u>\$ 761,089</u>	<u>\$ 774,677</u>	<u>\$ 733,413</u>
Total I & S Levy	<u>656,879</u>	<u>761,089</u>	<u>774,677</u>	<u>733,413</u>
 Total County Levy	 <u>\$ 4,533,319</u>	 <u>\$ 5,040,785</u>	 <u>\$ 5,442,462</u>	 <u>\$ 5,411,146</u>



<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 3,995,798	\$ 5,645,327	\$ 6,214,793	\$ 6,289,131	\$ 6,733,643	\$ 7,275,231
638,038	782,476	853,600	858,575	938,789	849,005
<u>\$ 4,633,836</u>	<u>\$ 6,427,803</u>	<u>\$ 7,068,393</u>	<u>\$ 7,147,706</u>	<u>\$ 7,672,432</u>	<u>\$ 8,124,236</u>
\$ 59,749	\$ 66,055	\$ 72,815	\$ 71,157	\$ 77,325	\$ 83,944
\$ 630,064	\$ 670,670	\$ 680,982	\$ 684,952	\$ 663,764	\$ 2,214,883
<u>630,064</u>	<u>670,670</u>	<u>680,982</u>	<u>684,952</u>	<u>663,764</u>	<u>2,214,883</u>
<u>\$ 5,323,649</u>	<u>\$ 7,164,528</u>	<u>\$ 7,822,190</u>	<u>\$ 7,903,815</u>	<u>\$ 8,413,521</u>	<u>\$ 10,423,063</u>

BEE COUNTY, TEXAS  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30	Taxes Levied for the Fiscal Year*	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2009	\$ 4,533,319	\$ 4,487,986	99.0%	\$ 36,691	\$4,524,677	99.8%
2010	5,040,785	4,950,051	98.2%	72,547	5,022,598	99.6%
2011	5,442,462	5,300,958	97.4%	122,927	5,423,885	99.7%
2012	5,411,146	5,319,157	98.3%	68,965	5,388,122	99.6%
2013	5,323,649	5,126,674	96.3%	193,278	5,319,952	99.9%
2014	7,164,528	6,906,605	96.4%	218,633	7,125,238	99.5%
2015	7,822,190	7,540,591	96.4%	238,684	7,779,275	99.5%
2016	7,903,815	7,666,701	97.0%	154,906	7,821,607	99.0%
2017	8,413,521	8,178,842	97.2%	83,788	8,262,630	98.2%
2018	10,423,063	10,119,895	97.1%	-	10,119,895	97.1%

\*Includes levy for General Fund, Road & Bridge, Lateral Road, and Debt Service

BEE COUNTY, TEXAS  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Capital Leases Payable</b>	<b>Total Gov. Act. Debt</b>	<b>Net Property Valuation</b>	<b>Ratio of Total Debt to Property Value</b>	<b>County Pop.</b>	<b>Total Debt per Capita</b>	<b>Total Debt to Personal Income</b>
2009	\$7,735,000	\$ -	\$7,735,000	\$ 962,612,305	0.80%	32,487	\$ 238	1.6%
2010	7,365,000	-	7,365,000	1,105,921,969	0.67%	32,487	227	1.5%
2011	6,985,000	-	6,985,000	1,040,224,435	0.67%	31,861	219	1.3%
2012	6,730,000	-	6,730,000	1,009,045,945	0.67%	32,095	210	1.2%
2013	6,280,000	-	6,280,000	1,094,649,400	0.57%	32,799	191	1.1%
2014	5,825,000	-	5,825,000	1,305,461,570	0.45%	31,861	183	1.1%
2015	5,365,000	63,124	5,428,124	1,606,397,200	0.34%	32,399	168	1.0%
2016	4,890,000	102,295	4,992,295	1,664,586,840	0.30%	31,921	156	0.9%
2017	29,737,571	35,660	29,773,231	1,670,436,070	1.78%	32,706	910	0.1%
2018	28,633,319	95,751	28,729,070	1,567,523,920	1.83%	32,563	882	0.1%

BEE COUNTY, TEXAS  
RATIOS OF NET GENERAL BONDED DEBT  
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Less Debt Service Funds	Net Bonded Debt	Estimated Actual Net Taxable Prop. Value	Ratio of Net Gen. Bonded Debt to Est. Prop. Value	Population	Net General Bonded Debt per Capita
2009	\$ 7,735,000	\$ 83,783	\$7,651,217	\$ 962,612,305	0.8%	32,487	236
2010	7,365,000	124,146	7,240,854	1,105,921,969	0.7%	32,487	223
2011	6,985,000	144,162	6,840,838	1,040,224,435	0.7%	31,861	215
2012	6,730,000	219,943	6,510,057	1,009,045,945	0.6%	32,631	200
2013	6,280,000	226,584	6,053,416	1,094,649,400	0.6%	32,799	185
2014	5,825,000	358,462	5,466,538	1,305,461,570	0.4%	31,861	172
2015	5,365,000	399,010	4,965,990	1,606,397,200	0.3%	32,399	153
2016	4,890,000	448,045	4,441,955	1,664,586,840	0.3%	31,921	139
2017	29,737,571	490,265	29,247,306	1,670,439,070	1.75%	32,706	894
2018	28,633,319	781,817	27,851,502	1,567,523,920	1.78%	32,563	855

BEE COUNTY, TEXAS  
COMPUTATION OF DIRECT AND ESTIMATED OVERLAPPING DEBT  
AS OF SEPTEMBER 30, 2018

Name of Governmental Unit	Fiscal Year End	General Obligation Debt Outstanding	Estimated Percent to Bee County	County Overlapping Tax Supported Debt
Bee County	09/30/18			
Governmental Activities:				
General Obligation Bonds		\$ 26,190,000	100.00%	\$ 26,190,000
Capital Leases		95,751	100.00%	95,751
Total Governmental Activities Debt		<u>26,285,751</u>	100.00%	<u>26,285,751</u>
Total Direct Debt		<u>26,285,751</u>		<u>26,285,751</u>
<u>Other Taxing Jurisdictions:</u>				
Cities				
Beeville	09/30/18	9,890,000	100.00%	9,890,000
School Districts				
Beeville ISD	09/30/18	14,044,686	100.00%	14,044,686
County-Line School Districts				
Mathis ISD	09/30/18	14,975,613	1.73%	233,620
Pawnee ISD	09/30/18	4,135,000	65.83%	2,136,141
Pettus ISD	09/30/18	28,270,000	79.35%	19,444,106
Skidmore-Tynan ISD	09/30/18	10,806,925	95.45%	10,438,409
Three Rivers ISD	09/30/18	27,295,000	96.00%	139,205
Refugio ISD	09/30/18	20,370,091	3.66%	437,957
Special Districts				
Coastal Bend College	09/30/18	<u>3,468,000</u>	100.00%	<u>3,468,000</u>
Total Overlapping Debt		<u>133,255,315</u>		<u>60,232,124</u>
Total Direct and Overlapping Debt		<u>\$ 159,541,066</u>		<u>\$ 86,517,875</u>

Source: Taxing jurisdictions, Bee County Appraisal District, and Municipal Advisory Council of Texas

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the County's residents and businesses using boundary maps. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

BEE COUNTY, TEXAS  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

	Fiscal Year			
	2009	2010	2011	2012
Taxable Assessed Valuation	\$ 962,612,305	\$ 1,105,921,969	\$ 1,040,224,435	\$ 1,009,045,945
Limit on Amount Designated for Debt Service:				
25% of Taxable Assessed Valuation	x .25	x .25	x .25	x .25
Legal Maximum Debt Level	<u>\$ 240,653,076</u>	<u>\$ 276,480,492</u>	<u>\$ 260,056,109</u>	<u>\$ 252,261,486</u>
Amount of Debt Applicable to Limit	<u>\$ 7,735,000</u>	<u>\$ 7,365,000</u>	<u>\$ 6,985,000</u>	<u>\$ 6,730,000</u>
Legal Debt Margin	<u>\$ 232,918,076</u>	<u>\$ 269,115,492</u>	<u>\$ 253,071,109</u>	<u>\$ 245,531,486</u>
Total Debt Applicable to the Limit as a Percentage of Debt Limit	3.21%	2.66%	2.69%	2.67%

Fiscal Year					
2013	2014	2015	2016	2017	2018
\$ 1,094,649,400	\$ 1,305,461,570	\$ 1,606,397,200	\$ 1,664,586,840	\$ 1,670,439,070	\$ 1,567,523,920
x .25	x .25	x .25	x .25	x .25	x .25
<u>\$ 273,662,350</u>	<u>\$ 326,365,393</u>	<u>\$ 401,599,300</u>	<u>\$ 416,146,710</u>	<u>\$417,609,767.50</u>	<u>\$ 391,880,980</u>
<u>\$ 6,280,000</u>	<u>\$ 5,825,000</u>	<u>\$ 5,428,124</u>	<u>\$ 4,992,295</u>	<u>\$ 27,245,660</u>	<u>\$ 26,285,751</u>
<u>\$ 267,382,350</u>	<u>\$ 320,540,393</u>	<u>\$ 396,171,176</u>	<u>\$ 411,154,415</u>	<u>\$ 390,364,108</u>	<u>\$ 365,595,229</u>
2.29%	1.78%	1.35%	1.20%	6.52%	6.71%

BEE COUNTY, TEXAS  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS

	<b>Fiscal Year</b>			
	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
Population	32,487	32,487	31,861	32,631
Personal Income (millions)	\$ 495,654,159	\$ 495,654,159	\$ 548,295,949	\$ 561,546,879
Per Capita Personal Income	\$ 15,257	\$ 15,257	\$ 17,209	\$ 17,209
School Enrollment	4,667	4,759	4,896	4,790
Unemployment Rate	9.3%	9.3%	9.1%	8.5%

Source: bestplaces.net



<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
32,799	31,861	32,399	31,921	32,706	32,563
\$ 564,437,991	\$ 548,295,949	\$ 557,554,391	\$ 549,328,489	\$ 572,485,824	\$ 593,284,932
\$ 17,209	\$ 17,209	\$ 17,209	\$ 17,209	\$ 17,504	\$ 17,826
4,780	4,796	5,704	7,631	8,295	12,174
7.0%	3.8%	4.0%	8.3%	6.1%	6.3%

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BEE COUNTY, TEXAS  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO

<b>2018</b>			
Employer	Employees	Rank	Percentage of Total County Employment
TDCJ - Garza	1,262	1	14.08%
TDCJ - McConnell	534	2	5.96%
Beeville ISD	529	3	5.90%
Coastal Bend College	518	4	5.78%
Mathis ISD	280	5	3.13%
Refugio ISD	178	6	1.99%
Bee County	176	9	1.96%
Skidmore-Tynan ISD	127	7	1.41%
City of Beeville	105	8	1.17%
Three Rivers ISD	104	10	1.16%
Total	<u>3,813</u>		<u>42.5%</u>

<b>2009</b>			
Employer	Employees	Rank	Percentage of Total County Employment
TDCJ - McConnell/Garza	1,785	1	Information not available
Beeville ISD	542	2	Information not available
Christus Spohn Hospital	306	3	Information not available
U. S. Army Aviation	300	4	Information not available
Walmart	300	5	Information not available
Coastal Bend College	257	6	Information not available
H. E. B. Grocery	187	7	Information not available
County of Bee	167	8	Information not available
Skidmore-Tynan ISD	116	9	Information not available
City of Beeville	110	10	Information not available
Total	<u>4,070</u>		

Source: Local employers

BEE COUNTY, TEXAS  
 FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM  
 LAST TEN FISCAL YEARS

Function/Program	<b>Full-Time Equivalent Employees as of Year End</b>			
	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
General Government	42	49	49	46
Public Safety	46	48	48	42
Judicial System	14	13	13	23
Highways and Streets	20	22	22	20
Public Facilities	4	5	5	7
Health and Welfare	105	96	96	100
Culture and Recreation	4	2	2	2
Conservation and development	2	2	2	1
<b>Total</b>	<b>237</b>	<b>237</b>	<b>237</b>	<b>241</b>

Source: 4th Quarter Unemployment Payment to Texas Association of Counties

<b>Full-Time Equivalent Employees as of Year End</b>						
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	
55	74	74	66	67	15	
34	36	57	62	56	68	
26	37	22	12	10	43	
18	19	18	23	30	32	
10	17	4	10	3	16	
89	0	3	1	0	1	
1	1	0	0	0	0	
1	0	1	3	2	3	
<b>234</b>	<b>184</b>	<b>179</b>	<b>177</b>	<b>168</b>	<b>178</b>	

BEE COUNTY, TEXAS  
COURT OPERATING INDICATORS  
LAST TEN FISCAL YEARS

	Fical Year			
	2009	2010	2010	2012
<b>Administration of Justice</b>				
<b>JP Courts:</b>				
Cases Filed	3,704	4,501	4,501	8,621
Cased Disposed	403	2,146	2,146	3,864
Cased Appealed	2	7	7	13
<b>County Courts at Law:</b>				
<b>Civil:</b>				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
<b>Criminal:</b>				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
<b>District Courts:</b>				
<b>Civil:</b>				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
<b>Criminal:</b>				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
<b>Juvenile:</b>				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-

Source: JP Courts and District Clerk

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
4,815	3,879	4,181	5,096	9,078	10,168
2,033	3,251	2,607	3,628	2,981	3,399
18	3	8	9	2	6
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	284	363	243	788	1,086
-	163	308	182	688	340
-	206	232	235	799	883
-	85	198	128	228	297
-	48	37	29	240	212
-	20	2	-	21	17

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BEE COUNTY, TEXAS  
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TWO FISCAL YEARS

Department	2016			2017			2018		
	Vehicles			Vehicles			Vehicles		
	Authorized	Inventory	Radios	Authorized	Inventory	Radios	Authorized	Inventory	Radios
<u>Law Enforcement</u>									
Sheriff	38	38	35	34	34	34	30	30	30
Constable 1	-	-	1	-	-	-	-	-	1
Constable 2	-	-	1	-	-	1	-	-	1
Constable 3	-	-	1	-	-	1	-	-	1
Constable 4	-	-	1	-	-	-	-	-	1
Road & Bridge	23	23	16	-	-	16	25	25	16
General Government	13	13	9	-	-	9	11	11	4
Social Services	-	-	-	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-	-	-	-
Agriculture	1	1	-	-	-	-	1	1	-

*Source: County Capital Assets Records*

*Historical information is not currently available. This schedule will be fully completed over subsequent periods to display a ten year presentation.*