

WILBARGER COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2019

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WILBARGER COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2019

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FINANCIAL SECTION



EDGIN, PARKMAN, FLEMING & FLEMING, PC

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Independent Auditor's Report

To The Honorable County Judge and County Commissioners
Wilbarger County, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Wilbarger County, Texas, as of and for the year ended September 30, 2019 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit 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 the 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 accounting principles used and the reasonableness of significant estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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, the business-type activities, each major fund, and the aggregate remaining fund information of Wilbarger County, Texas as of September 30, 2019, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the budgetary comparison information, Schedule of Changes in Net Pension Liability (Asset) and Related Ratios – Texas County and District Retirement System, Schedule of Employer Contributions – Texas County and District Retirement System, and Schedule of Changes in Total OPEB Liability and Related Ratios – Wilbarger County Retiree Health Care Plan be presented to supplement the basic financial statements. Such information, although not a required 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 the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements 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 nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Edgin, Parkman, Fleming & Fleming, PC

EDGIN, PARKMAN, FLEMING & FLEMING, PC

Wichita Falls, Texas
July 15, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Wilbarger 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, 2019.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year ended September 30, 2019, by \$12,470,577 (net position). Of this amount, \$3,396,085 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- During the year, the County's total net position increased by \$166,443, before the prior period adjustment. The County's expenses, which totaled \$9,768,104, were less than the County's program revenues of \$2,541,926 and general revenues of \$7,392,621.
- The total cost of the County's programs increased \$286,838 or 3% from the prior year, mostly due additional expenditures to complete the various CETRZ Grant projects.
- The County's governmental funds reported combined ending fund balances of \$4,782,265, an increase of \$774,975 in comparison to the previous year, after the prior period adjustment.
- The unassigned portion of the General Fund balance at September 30, 2019 was \$2,378,571 or 41% of total fiscal year 2019 General Fund Expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise four components: 1) government-wide financial statements, 2) fund financial statements, 3) fiduciary financial statements, and 4) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Wilbarger County's finances. This is done in a manner similar to a private-sector business. Two statements, the Statement of Net Position and the Statement of Activities, are utilized to provide this financial overview.

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

The Statement of Activities presents information showing how the government'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 the cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide statements distinguish between governmental activities and business-type activities. Governmental activities basically account for those activities supported by taxes and intergovernmental revenues. On the other hand, business-type activities are basically supported by user fees and charges. Most County services are reported in governmental activities while business-type activities are reported in the Enterprise fund.

Fund Financial Statements. The County, like other state and local governments, utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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. All of the funds of the County can be divided into two categories: governmental funds and proprietary 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 the 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 evaluating 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 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 eight 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 and Road & Bridge Fund, both are considered to be major funds. Data from the other six funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Fund. The County maintains one type of proprietary fund, an enterprise fund. The Enterprise fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses the enterprise fund to account for its Airport operations.

Proprietary funds financial statements provide the same type of information as the government-wide financial statements, only in more detail.

Fiduciary Funds. The County maintains funds used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support County programs.

Notes to Financial Statements. The notes provide additional information that is essential to gain a full understanding of the data provided in the government-wide, fund financial statements and fiduciary fund statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found after the notes to the financial statements. The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information.

Government-wide Financial Analysis

At the end of fiscal year 2019, the County's net position (assets and deferred outflows of resources exceeding liabilities and deferred inflows of resources) totaled \$12,470,577. This analysis focuses on the net position (Table 1) and changes in net position (Table 2).

Net Position. The largest portion of the County's net position, \$8,765,785 or 70%, reflects its net investment in capital assets (land and improvements, buildings, infrastructure, machinery and equipment, less any related debt used to acquire

those assets that is still outstanding). The County uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County reports its capital assets net of related debt, the resources needed 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, \$308,707 or 2%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$3,396,085, or 28%, may be used to meet the government's ongoing obligations to citizens and creditors.

Table 1
Condensed Statement of Net Position

	Governmental Activities		Business-type Activities		Total	
	09-30-19	09-30-18	09-30-19	09-30-18	09-30-19	09-30-18
Current and other assets	\$5,541,161	\$5,000,258	\$68,092	\$110,428	\$5,609,253	\$5,110,686
Capital Assets	8,286,101	8,865,939	1,076,023	939,777	9,362,124	9,805,716
Total Assets	13,827,262	13,866,197	1,144,115	1,050,205	14,971,377	14,916,402
Pension Plan Deferred Outflow:	1,570,667	505,957	35,332	11,382	1,605,999	517,339
Long term Liabilities	3,436,129	2,028,479	76,124	51,889	3,512,253	2,080,368
Other Liabilities	296,914	459,509	6,616	17,762	303,530	477,271
Total Liabilities	3,733,043	2,487,988	82,740	69,651	3,815,783	2,557,639
Pension Plan Deferred Inflow:	284,614	494,326	6,402	11,120	291,016	505,446
Net Position:						
Net investment in capital assets	7,700,186	8,168,453	1,065,599	919,151	8,765,785	9,087,604
Restricted for: Special Services	308,707	269,395	--	--	308,707	269,395
Jury Duty	--	--	--	--	--	--
Unrestricted	3,371,379	2,951,992	24,706	61,665	3,396,085	3,013,657
Total Net Position	\$11,380,272	\$11,389,840	\$1,090,305	\$980,816	\$12,470,577	\$12,370,656

Changes in Net Position: The ending government-wide net position of the County for fiscal year 2019 was \$99,921 more than the ending net position from fiscal year 2018.

Governmental Activities: Governmental activities decreased the County's net position by \$9,568 from fiscal year 2018.

Business-type Activities: Net position from business-type activities increased by \$109,489 from fiscal year 2018.

Table 2
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	09-30-19	09-30-18	09-30-19	09-30-18	09-30-19	09-30-18
Revenues:						
Program Revenues:						
Charges for services	\$1,852,827	\$1,879,870	\$276,037	\$260,521	\$2,128,864	\$2,140,391
Operating grants & contributions	392,923	248,728	20,139	22,355	413,062	271,083
Capital Grants & contributions	--	--	--	--	--	--
General Revenues:						
Property taxes	6,011,648	5,524,944	--	--	6,011,648	5,524,944
Sales Tax	743,611	687,872	--	--	743,611	687,872
Other taxes	17,632	10,843	--	--	17,632	10,843
Investment earnings	169,489	66,889	507	362	169,996	67,251
Miscellaneous	434,504	402,339	15,230	15,230	449,734	417,569
Gain on Sale of Capital Assets	--	102,201	--	--	--	102,201
Total Revenues	9,622,634	8,923,686	311,913	298,468	9,934,547	9,222,154
Expenditures:						
General Government	1,225,866	1,256,294	--	--	1,225,866	1,256,294
Judicial	1,127,498	1,068,151	--	--	1,127,498	1,068,151
Legal	247,803	234,621	--	--	247,803	234,621
Financial	592,372	556,821	--	--	592,372	556,821
Public Facilities	1,790,168	1,700,953	--	--	1,790,168	1,700,953
Public Safety	1,178,424	1,194,798	--	--	1,178,424	1,194,798
Health & Welfare	89,054	127,107	--	--	89,054	127,107
Conservation	171,678	167,989	--	--	171,678	167,989
Road & Bridge	2,893,641	2,732,258	--	--	2,893,641	2,732,258
Interest and Fiscal Charges	18,676	12,526	--	--	18,676	12,526
Airport Operations	--	--	432,924	429,748	432,924	429,748
Total Expenditures	9,335,180	9,051,518	432,924	429,748	9,768,104	9,481,266
Change in net position						
Before transfers	287,454	(127,832)	(121,011)	(131,280)	166,443	(259,112)
Transfers	(230,500)	(124,200)	230,500	124,200	--	--
Prior period adjustment	(66,522)	--	--	--	(66,522)	--
Net Position-Beginning of year	11,389,840	11,641,872	980,816	987,896	12,370,656	12,629,768
Net Position-End of year	\$11,380,272	\$11,389,840	\$1,090,305	\$ 980,816	\$12,470,577	\$12,370,656

Governmental Activities. Governmental activities decreased Wilbarger County's net position by \$9,568. Key elements of this decrease are as follows:

- Operating Grants for fiscal year 2019 were \$144,195 more than fiscal year 2018 due to the completion of several CETRZ Grant projects.
- Property Tax revenues for fiscal year 2019 were \$486,704 more than in fiscal year 2018, a 9% increase, mainly due to an increase in the tax rate between years.
- Sales Tax revenues were \$55,739 more than in fiscal year 2018, an 8% increase.
- Transfers increased \$106,300 due to the matching requirement of the County's Airport construction grant in fiscal year 2019.

Business-type Activities. Business-type activities increased Wilbarger County's net position by \$109,489. The airport sold 55,927 gallons of fuel during fiscal year 2019, a 118-gallon increase compared to fiscal year 2018. The fuel sales profit margin per gallon increased slightly. Transfers totaling \$230,500 from the General Fund were needed to satisfy the 10% match TxDOT required for the upcoming runway renovation project.

Financial Analysis of the Government's Funds

Government 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, unreserved fund balances may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

As of the end of fiscal year 2019, the County's governmental funds reported combined fund balances of \$4,782,265, which is an increase of \$774,975 compared to fiscal year 2018, after the prior period adjustment.

The General Fund is the main operating fund of the County. At the end of fiscal year 2019, the General Fund unassigned fund balance was \$2,378,571 which is an increase of \$564,727 compared to fiscal year 2018. Items of note concerning the General Fund are as follows.

- General Fund total revenues increased by \$943,868 and total expenditures increased by \$149,100 compared to fiscal year 2018.
- Fiscal year 2019 property tax revenues increased by \$773,064 compared to fiscal year 2018. There was an 18% increase in the General Fund ad valorem tax rate, along with a 3% increase in the net taxable values, when compared to fiscal year 2018.
- Transfers out of the General Fund increased \$127,300 due to the matching requirement of the County's airport construction grant.

For the 2019 fiscal year, the Road & Bridge Fund had an increase in fund balance of \$139,261. Items to note relative to the Road & Bridge Fund are as follow:

- Total revenues decreased by \$228,301 compared to fiscal year 2018. Property tax collections for fiscal year 2019 were \$265,319 less than in fiscal year 2018. There was a 17% decrease in the Road and Bridge ad valorem tax rate, along with a 3% increase in the net taxable values, when compared to fiscal year 2018.
- Road and Bridge total expenditures decreased by \$1,579,469 from the prior year. The primary cause for this increase was the purchase of equipment during fiscal year 2018.
- Capital asset sales proceeds were \$100,820 for fiscal year 2019 compared to \$972,007 for fiscal year 2018.

The other non-major governmental funds recognized an increase in fund balance of \$109,483 and the total fund balance at year-end was \$509,070. Basically all of the fund balance is restricted or committed for specific uses.

Proprietary funds. The County's proprietary fund provides the same type of information found in the government-wide statements, but in more detail.

Budgetary Highlights. Each year the County performs periodic reviews of the budget. State law prohibits increasing total budgeted expenditures except during an emergency, however, an amount budgeted for one line item can be transferred to another budgeted item without authorizing an emergency expenditure.

Notable budget variances include:

- Actual sales tax collections were \$73,611 more than budgeted. Combined property taxes collections were \$5,203 less than budgeted for General and Road & Bridge Funds together.
- Fees and commissions revenues collected were \$51,173 less than budgeted for the combined General and Road & Bridge Funds. The following revenue items accounted for the vast majority of this unexpected shortfall: County Clerk fees, Sheriff fees, County Attorney fees, and Other Attorney fees.
- The combined total positive budgeted expenditure variance was \$366,658.

Capital Assets and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2019 amounts to \$9,362,124 (net of accumulated depreciation). The investment in capital assets includes land, buildings and improvements, machinery and equipment and infrastructure. The total decrease in the County's investment in capital assets for fiscal year 2019 compared to fiscal year 2018 was 5%. More detailed information on capital asset activity is available in the notes to the financial statements.

Table 3
Capital Assets at Year End
Net of Accumulated Depreciation

Assets	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Land	\$ 307,699	\$ 307,699	\$33,137	\$33,137	\$ 340,836	\$ 340,836
Const. in Progress	--	--	486,713	304,033	486,713	304,033
Bldgs & Improvmts	1,836,457	1,929,326	427,530	452,512	2,263,987	2,381,838
Mach & Equipment	3,261,459	3,224,262	84,160	62,974	3,345,619	3,287,236
Infrastructure	2,880,486	3,404,652	44,483	87,121	2,924,969	3,491,773
	<u>\$8,286,101</u>	<u>\$8,865,939</u>	<u>\$1,076,023</u>	<u>\$939,777</u>	<u>\$9,362,124</u>	<u>\$9,805,716</u>

Debt Administration. During fiscal year 2019, Wilbarger County made \$121,773 in regular capital-lease payments and did not issue any additional debt, which explains the decrease in total outstanding debt between years.

Table 4

Outstanding Debt at Year End

Type of Debt	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Leases Payable	\$585,915	\$697,486	\$10,424	\$20,626	\$596,339	\$718,112
Comp Absences	71,963	68,243	5,952	5,336	77,915	73,579
Totals	\$657,878	\$765,729	\$16,376	\$25,962	\$674,254	\$791,691

Wilbarger County does not have a current bond rating from either Standard & Poor Corporation or Moody's Investor Service. More detailed information concerning debt activity is available in the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The Wilbarger County economy remains relatively stable compared to the national economy. According to the Bureau of Labor Statistics Wilbarger County's unemployment rate as of September 30, 2019 was 3.2%, which is very similar to the state and national average. Fiscal year 2019 sales tax collections for Wilbarger County totaled \$743,611 which was an increase of \$55,739 or 8.1% compared to fiscal 2018. Economic development initiatives are in progress and there is interest in Wilbarger County due to its central location between Amarillo, Fort Worth and Lubbock, Texas and Oklahoma City, Oklahoma. The City of Vernon is recognized as a Texas Main Street City.

During fiscal year 2019, unassigned fund balance in the General Fund increased by \$564,727. The fiscal year 2020 adopted budget reflects a 4.6% decrease in General Fund revenue and a 2.8% increase in General Fund expenditures compared to the fiscal year 2019 final amended budget.

The County ad valorem tax rate increased for fiscal year 2020 from fiscal year 2019. The tax rate levied in October 2019 to fund the fiscal year 2020 budget of \$0.51796 was \$0.00644 less than the rate adopted September 2018 for the 2019 fiscal year budget. The County had a 98.8% General Fund collection rate of current taxes levied in October 2018, which was an increase from the General Fund collection rate of 97.6% for taxes levied in October 2017.

Should the budgeted revenues be realized and the budgeted expenditures be incurred, the General Fund's fund balance will increase \$93,744 by September 30, 2020.

Requests for Information

This financial report is designed to provide a general overview of Wilbarger County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, 1700 Wilbarger, Room 10, Vernon, Texas 76384.

BASIC FINANCIAL STATEMENTS

WILBARGER COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	\$ 2,436,855	\$ 1,631	\$ 2,438,486
Investments	2,244,051	-	2,244,051
Receivables, net:			
Property taxes	193,658	-	193,658
Accounts	-	6,095	6,095
Fines	268,324	-	268,324
Intergovernmental	161,037	-	161,037
Other	22,199	2,423	24,622
Due from fiduciaries	83,753	-	83,753
Inventories	25,654	49,087	74,741
Prepaid items	105,630	8,856	114,486
Capital assets, net	8,286,101	1,076,023	9,362,124
Total assets	<u>13,827,262</u>	<u>1,144,115</u>	<u>14,971,377</u>
Deferred outflows of resources:			
Pension plan related	<u>1,570,667</u>	<u>35,332</u>	<u>1,605,999</u>
Liabilities			
Accounts payable	169,943	4,295	174,238
Salaries payable	95,079	2,321	97,400
Due to others	1,027	-	1,027
Unearned revenue	30,865	-	30,865
Long-term liabilities:			
Due within one year	304,380	16,376	320,756
Due in more than one year	353,498	-	353,498
Net pension liability	2,656,005	59,748	2,715,753
Net OPEB liability	122,246	-	122,246
Total liabilities	<u>3,733,043</u>	<u>82,740</u>	<u>3,815,783</u>
Deferred inflows of resources:			
Pension plan related	<u>284,614</u>	<u>6,402</u>	<u>291,016</u>
Net Position			
Net investment in capital assets	7,700,186	1,065,599	8,765,785
Restricted for:			
Special services	308,707	-	308,707
Unrestricted	3,371,379	24,706	3,396,085
Total net position	<u>\$ 11,380,272</u>	<u>\$ 1,090,305</u>	<u>\$ 12,470,577</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Primary Government:			
General government	\$ 1,225,866	\$ 316,601	\$ 29,450
Judicial	1,127,498	284,829	45,528
Legal	247,803	48,938	23,333
Financial	592,372	325,076	-
Public facilities	1,790,168	43,625	-
Public safety	1,178,424	287,953	53,880
Health and welfare	89,054	-	20,093
Conservation	171,678	-	-
Road and bridge	2,893,641	545,805	220,639
Interest and fiscal charges	18,676	-	-
Total governmental activities	<u>9,335,180</u>	<u>1,852,827</u>	<u>392,923</u>
Business-type Activities:			
Airport	<u>432,924</u>	<u>276,037</u>	<u>20,139</u>
Total primary government	<u>\$ 9,768,104</u>	<u>\$ 2,128,864</u>	<u>\$ 413,062</u>

General revenues and transfers:
 Property taxes, levied for general purposes
 Sales taxes
 Other taxes
 Investment earnings
 Miscellaneous
Transfers
 Total general revenues and transfers

Change in net position

Net position - beginning, as originally stated

Prior period adjustment

Net position - beginning, as restated

Net position - ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (879,815)	\$ -	\$ (879,815)
(797,141)	-	(797,141)
(175,532)	-	(175,532)
(267,296)	-	(267,296)
(1,746,543)	-	(1,746,543)
(836,591)	-	(836,591)
(68,961)	-	(68,961)
(171,678)	-	(171,678)
(2,127,197)	-	(2,127,197)
(18,676)	-	(18,676)
<u>(7,089,430)</u>	<u>-</u>	<u>(7,089,430)</u>
-	(136,748)	(136,748)
<u>(7,089,430)</u>	<u>(136,748)</u>	<u>(7,226,178)</u>
6,011,648	-	6,011,648
743,611	-	743,611
17,632	-	17,632
169,489	507	169,996
434,504	15,230	449,734
(230,500)	230,500	-
<u>7,146,384</u>	<u>246,237</u>	<u>7,392,621</u>
<u>56,954</u>	<u>109,489</u>	<u>166,443</u>
11,389,840	980,816	12,370,656
<u>(66,522)</u>	<u>-</u>	<u>(66,522)</u>
<u>11,323,318</u>	<u>980,816</u>	<u>12,304,134</u>
<u>\$ 11,380,272</u>	<u>\$ 1,090,305</u>	<u>\$ 12,470,577</u>

WILBARGER COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	General Fund	Road & Bridge	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 1,110,501	\$ 819,817	\$ 506,537	\$ 2,436,855
Investments	1,288,273	955,778	-	2,244,051
Receivables, net:				
Property taxes	131,022	62,636	-	193,658
Fines	259,432	-	8,892	268,324
Intergovernmental	123,605	25,907	11,525	161,037
Other	19,158	3,041	-	22,199
Due from other funds	74,803	2,963	15,103	92,869
Inventories	-	25,654	-	25,654
Prepaid items	89,779	15,851	-	105,630
Total assets	<u>\$ 3,096,573</u>	<u>\$ 1,911,647</u>	<u>\$ 542,057</u>	<u>\$ 5,550,277</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ 134,230	\$ 16,101	\$ 12,713	\$ 163,044
Salaries payable	72,382	21,316	1,381	95,079
Due to others	-	-	1,027	1,027
Due to other funds	292	6,749	8,974	16,015
Unearned revenue	30,865	-	-	30,865
Total liabilities	<u>237,769</u>	<u>44,166</u>	<u>24,095</u>	<u>306,030</u>
Deferred inflows of resources:				
Unavailable revenues	<u>390,454</u>	<u>62,636</u>	<u>8,892</u>	<u>461,982</u>
Fund balances:				
Nonspendable	89,779	41,505	-	131,284
Restricted	-	-	308,707	308,707
Committed	-	1,763,340	200,555	1,963,895
Unassigned	2,378,571	-	(192)	2,378,379
Total fund balances	<u>2,468,350</u>	<u>1,804,845</u>	<u>509,070</u>	<u>4,782,265</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,096,573</u>	<u>\$ 1,911,647</u>	<u>\$ 542,057</u>	<u>\$ 5,550,277</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

Total fund balances - governmental funds (Exhibit A-3)		\$ 4,782,265
Amounts reported for <i>governmental activities</i> in the Statement of Net Position (Exhibit A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds. Capital assets at year-end consist of:		
Gross capital assets	\$ 26,118,866	
Related accumulated depreciation	<u>17,832,765</u>	8,286,101
Property tax receivables and fines receivables are not available to pay for current period expenditures and therefore are deferred in the funds.		461,982
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:		
Capital leases payable	585,915	
Accrued compensated absences	<u>71,963</u>	(657,878)
The County's net pension liability and related deferred outflows and inflows related to its participation in the Texas County & District Retirement System and the OPEB liability related to the County-provided retiree medical coverage do not meet the criteria to be reported in the governmental funds financial statements. These items consist of:		
Net pension liability	(2,656,005)	
Deferred outflows - pension related items	1,570,667	
Deferred inflows - pension related items	(284,614)	
Net OPEB liability	<u>(122,246)</u>	<u>(1,492,198)</u>
Total net position - governmental activities (Exhibit A-1)		<u>\$ 11,380,272</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	General Fund	Road & Bridge	Other Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	\$ 4,243,738	\$ 1,777,793	\$ -	\$ 6,021,531
Sales taxes	743,611	-	-	743,611
Other taxes	17,632	-	-	17,632
Payments in lieu of taxes	349,715	1,981	-	351,696
Fees and commissions	794,272	545,805	99,281	1,439,358
Fines and forfeitures	164,180	-	20,579	184,759
Intergovernmental	137,943	19,022	414,766	571,731
Investment return	104,467	53,897	11,125	169,489
Miscellaneous	119,130	6,589	1,348	127,067
Total revenues	<u>6,674,688</u>	<u>2,405,087</u>	<u>547,099</u>	<u>9,626,874</u>
Expenditures				
Current:				
General government	1,043,449	58,128	81,137	1,182,714
Judicial	1,074,112	-	14,026	1,088,138
Legal	230,936	-	5,730	236,666
Financial	568,725	-	-	568,725
Public facilities	1,706,814	-	-	1,706,814
Public Safety	935,245	-	212,985	1,148,230
Health and welfare	77,467	-	-	77,467
Conservation	163,051	-	-	163,051
Road and bridge	-	2,218,551	201,616	2,420,167
Debt service:				
Principal	-	113,616	-	113,616
Interest and fiscal charges	-	16,631	-	16,631
Total expenditures	<u>5,799,799</u>	<u>2,406,926</u>	<u>515,494</u>	<u>6,722,219</u>
Excess (deficiency) of revenues over (under) expenditures	<u>874,889</u>	<u>(1,839)</u>	<u>31,605</u>	<u>904,655</u>
Other sources (uses):				
Transfers in	4,122	-	85,500	89,622
Transfers out	(312,500)	-	(7,622)	(320,122)
Proceeds from sale of capital assets	-	100,820	-	100,820
Total other sources (uses)	<u>(308,378)</u>	<u>100,820</u>	<u>77,878</u>	<u>(129,680)</u>
Net change in fund balances	<u>566,511</u>	<u>98,981</u>	<u>109,483</u>	<u>774,975</u>
Fund balances, beginning of year, as originally reported	1,901,839	1,772,386	399,587	4,073,812
Prior period adjustment	-	(66,522)	-	(66,522)
Fund balances, beginning of year, as adjusted	<u>1,901,839</u>	<u>1,705,864</u>	<u>399,587</u>	<u>4,007,290</u>
Fund balances, end of year	<u>\$ 2,468,350</u>	<u>\$ 1,804,845</u>	<u>\$ 509,070</u>	<u>\$ 4,782,265</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

Net change in fund balances - total governmental funds (Exhibit A-5) \$ 774,975

Amounts reported for *governmental activities* in the Statement of Activities (Exhibit A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. The net difference between the two is as follows:

Capital outlay during the year	\$ 323,257	
Depreciation expense for the year	<u>802,990</u>	(479,733)

Proceeds from the sale of capital assets are recorded as revenues when received in the governmental funds. In the Statement of Activities, the difference between the proceeds and the book value of the capital asset is reported as a gain (loss) from sale. (100,105)

Because property tax and fines receivables will not be collected for several months after the County's fiscal year ends, they are not considered 'available' revenues and are deferred in the governmental funds. Deferred inflows of resources changed by this amount this year. (4,955)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. The long-term debt principal paid during the year was: 111,571

Included in long-term debt are obligations for accrued vacation and sick leave. The changes in this obligation are not included in the governmental fund financial statements, but are included in the government-wide financial statements. The change in this long-term obligation was: (3,720)

Included in long-term liabilities is the net other post-employment benefit obligation related to the County's retiree health care plan. The increase in this obligation was: (12,042)

The County participates in an agent multiple-employer defined benefit pension plan. Contributions to the plan are expenditures at the fund level when payments are due. At the government-wide level, pension expenses are recognized on an actuarial basis. The actuarial expense exceeded the plan contributions in the current year. (229,037)

Change in net position of governmental activities (Exhibit A-2) \$ 56,954

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF NET POSITION
ENTERPRISE FUND
SEPTEMBER 30, 2019

	Enterprise Fund <u>Airport</u>
Assets	
Current assets:	
Cash and cash equivalents	\$ 1,631
Receivables, net:	
Accounts	6,095
Others	2,423
Inventories	49,087
Prepaid items	8,856
Total current assets	<u>68,092</u>
Capital assets, net	1,076,023
Total assets	<u>1,144,115</u>
Deferred Outflows of Resources	
Pension plan related	<u>35,332</u>
Liabilities	
Current liabilities:	
Accounts payable	4,295
Salaries payable	2,321
Compensated absences - current portion	5,952
Capital lease payable - current portion	10,424
Total current liabilities	<u>22,992</u>
Noncurrent liabilities:	
Net pension liability	59,748
Total noncurrent liabilities	<u>59,748</u>
Total liabilities	<u>82,740</u>
Deferred Inflows of Resources	
Pension plan related	<u>6,402</u>
Net Position	
Net investment in capital assets	1,065,599
Unrestricted	24,706
Total net position	<u>\$ 1,090,305</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION - ENTERPRISE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Enterprise Fund <u>Airport</u>
Operating Revenues	
Sale of fuel	\$ 214,834
Hangar rentals	59,812
Other revenues	1,391
Total Operating Revenues	<u>276,037</u>
Operating Expenses	
Salaries and related costs	125,743
Other supplies and charges	157,854
Repairs and maintenance	66,157
Insurance	13,849
Utilities	22,424
Depreciation	46,434
Total Operating Expenses	<u>432,461</u>
Operating Loss	<u>(156,424)</u>
Non-Operating Revenues (Expenses)	
Intergovernmental revenue	20,139
Farmland lease	15,230
Interest revenue	507
Interest expense	(463)
Total Non-operating Revenues (Expenses)	<u>35,413</u>
Transfers In	<u>230,500</u>
Change in net position	109,489
Net position, beginning of year	<u>980,816</u>
Net position, end of year	<u>\$ 1,090,305</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Enterprise Fund <u>Airport</u>
Cash Flows from Operating Activities:	
Cash received from customers	\$ 280,161
Cash payments to employees for services	(119,436)
Cash payments to other suppliers for goods and services	(280,795)
Net cash used by operating activities	<u>(120,070)</u>
Cash Flows from Non-Capital Financing Activities:	
Interfund transfers	230,500
Intergovernmental grants	20,139
Farmland lease	15,230
Net cash provided by non-capital financing activities	<u>265,869</u>
Cash Flows from Capital and Related Financing Activities:	
Purchase of capital assets	(182,680)
Interest paid	(463)
Principal paid	(10,202)
Net cash used by capital and related financing activities	<u>(193,345)</u>
Cash Flows from Investing Activities:	
Interest on investments	<u>507</u>
Net Decrease in Cash and Cash Equivalents	(47,039)
Cash and Cash Equivalents at Beginning of Year	48,670
Cash and Cash Equivalents at End of Year	<u>\$ 1,631</u>
Reconciliation of Operating Loss to Net Cash	
Used by Operating Activities:	
Operating Loss	\$ (156,424)
Adjustments to Reconcile Operating Loss to Net Cash	
Used by Operating Activities:	
Depreciation	46,434
Change in Assets and Liabilities:	
Decrease (Increase):	
Accounts receivables	615
Other receivables	3,509
Inventories	(7,446)
Prepaid expenses	(1,381)
Deferred outflows of resources	(23,950)
Increase (Decrease):	
Accounts payable	(11,684)
Salaries payable	538
Compensated absences	616
Deferred inflows of resources	(4,718)
Net pension liability	33,821
Total adjustments	<u>36,354</u>
Net cash used by operating activities	<u>\$ (120,070)</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
SEPTEMBER 30, 2019

	Agency Funds
	<u> </u>
Assets	
Cash and cash equivalents	\$ 1,298,526
Investments	36,965
Due from others	254
Due from other funds	18,510
Total assets	<u>\$ 1,354,255</u>
Liabilities	
Accounts payable	\$ 375
Due to other funds	95,364
Due to other governments	545,821
Due to others	712,695
Total liabilities	<u>\$ 1,354,255</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting Entity

Wilbarger County, Texas (County), a political subdivision of the State of Texas is governed by an elected judge and four county commissioners which comprise the Commissioners' Court. The County's operational activities include general administrative services, judicial, public safety, the construction and maintenance of roads, health and welfare assistance, permanent records preservation, and conservation.

The accounting policies of the County conform to generally accepted accounting principles issued by the Governmental Accounting Standards Board (GASB) which is the recognized financial accounting standards setting body for governmental entities. The notes to the financial statements are an integral part of the County's basic financial statements.

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "The Financial Reporting Entity," as amended by GASB Statements No. 39 and No. 61, in that the financial statements include all organizations, activities, functions and component units for which the County (the "primary government") is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the County's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the County.

There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements. Accordingly, the basic financial statements present the County only.

2. Government-wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds have no measurement focus. 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 soon as all eligibility requirements imposed by the provider have been met.

Government 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 government 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.

Property taxes associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fines and permits, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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 general government, except those required to be accounted for in another fund.

The *Road and Bridge Fund* accounts for the activities of the Road and Bridge department.

Other Governmental Funds are a summarization of all the nonmajor governmental funds.

The County reports the following major proprietary fund:

The *Airport Fund* accounts for the operations of the County's airport.

Additionally, the County reports the following fund types:

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, and/or other agency funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Airport enterprise fund are charges to customers for sales and services. Operating expenses for enterprise 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.

4. Assets, Liabilities, and Net Position or Equity

a. Deposits and Investments

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.

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

Investments maturing within one year of date of purchase are stated at cost or amortized cost, all other investments are stated at fair value which is based on quoted market prices.

b. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 60 days comprise the trade accounts receivable allowance for uncollectibles.

Property taxes are levied on October 1 by the County based on the January 1 property values as appraised by the Wilbarger County Appraisal District. Taxes are due without penalty until January 31 of the next calendar year. After January 31 the County has an enforceable lien with respect to both real and personal property. Under state law, property taxes levied on real property constitute a perpetual lien on the real property which cannot be forgiven without specific approval of the State Legislature. Taxes applicable to personal property can be deemed uncollectible by the County.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

c. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the governmental activities column in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the time received.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital assets of the primary government are depreciated using the straight line method over the following estimated useful lives:

Buildings	30 - 40 years
Infrastructure	20 - 45 years
Machinery and Equipment	5 - 10 years

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The amounts reported by the County in this category related to the County's participation in the Texas County and District Retirement System (TCDRS).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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. The County has items that qualify for reporting in this category. The amounts reported by the County in this category include amounts related to the County's participation in TCERS as well as property taxes receivable and fines and fees receivable that are unavailable and therefore cannot be recognized as revenue in the governmental funds until they are received.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

The following is a summary of the deferred outflows/inflows of resources at September 30, 2019:

	Statement of Net Position – Governmental Activities	Statement of Net Position – Business-type Activities & Enterprise Fund	Balance Sheet – Governmental Funds
Deferred outflows of resources:			
Pension plan related	<u>\$1,570,667</u>	<u>\$35,332</u>	<u>\$ -</u>
Deferred inflows of resources:			
Pension plan related	\$284,614	\$6,402	\$ -
Unavailable revenues:			
Property taxes	-	-	193,658
Fines and fees	<u>-</u>	<u>-</u>	<u>268,324</u>
	<u>\$ 284,614</u>	<u>\$ 6,402</u>	<u>\$461,982</u>

7. **Compensated Absences**

Employees accumulate earned but unused vacation and compensatory time. All vacation and compensatory pay is accrued when incurred in the government-wide statements. A liability is reported for these amounts in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

8. **Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Premiums and discounts on long-term obligations are deferred and amortized over the life of the debt using the straight-line method which approximates the effective interest method. Long-term obligations payable is reported net of the applicable premium or discount. Issuance costs are expensed in the period the debt is issued.

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

9. **Fund Balances – Governmental Funds**

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance – represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance – represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Committed Fund Balance – represents amounts that can only be used for a specific purpose because of a formal action by the County’s Commissioners’ Court. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the governing board. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance – represents amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the governing board or by an official or body to which the governing board delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund’s primary purpose. Assignments within the General Fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the County itself.

Unassigned Fund Balance – represents amounts which are unconstrained in that they may be spent for any purpose. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

10. Transactions Between Funds

Outstanding balances between funds are reported as “due to/from other funds.” Nonrecurring or non-routine transfers of equity between funds are accounted for as transfers.

11. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

12. Concentration Risk

The two largest property taxpayers accounted for 31% of the County’s total tax values for the 2018 tax year.

13. Pensions

The fiduciary net position of the TCDRS has been determined using the flow of economic resources measurement focus and full accrual basis of accounting, the same basis as is reported by TCDRS in their Comprehensive Annual Financial Report. This includes for purposes of measuring the net pension asset (liability), deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TCDRS’s fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

14. Other Post-Employment Benefits

The fiduciary net position of the County's Retiree Health Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from the County's Retiree Health Care Plan fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go-plan and all cash is held in a cash account.

B. COMPLIANCE AND ACCOUNTABILITY

1. Finance-Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, "Certain Financial Statement Note Disclosures", there were no violations of finance-related legal and contractual provisions required to be reported, except for over-expending its budget in the General Fund and Road and Bridge Fund. The General Fund had one area over-expended by \$2,875 and the Road and Bridge Fund had two areas over-expended ranging from \$7 to \$32,902.

2. Deficit Fund Balance or Fund Net Position of Individual Funds

The Jury Fund, a special revenue fund, has a deficit fund balance at September 30, 2019 of \$192. The deficit will be eliminated by future operations.

C. DEPOSITS AND INVESTMENTS

1. Deposits

Deposits, except for those held in trust by the County Clerk, District Clerk, and others were held with the contracted depository banks in interest bearing accounts which were secured at the balance sheet date by FDIC coverage and by pledged government securities in the name of the depository banks. At September 30, 2019, the carrying amount of the County's deposits was \$4,682,537 and the balance per the bank was \$4,853,873. Included in the carrying amount and bank balance are money market savings account and certificates of deposit (recorded as investments) totaling \$2,244,051.

The County Clerk, District Clerk, and others hold deposit accounts and investments as trustees under court orders in various banks. The accounts are styled for the benefit of the individual beneficiaries and do not actually belong to the County. The investments consist of interest-bearing demand deposits and certificates of deposit whose carrying value and market value are the same. The carrying amounts of agency funds held by the County at September 30, 2019 were \$1,335,491 and the balance per the bank was \$1,362,319. All deposits and investments were secured by FDIC coverage.

2. Investments

The County is required by Government Code Chapter 2256, The Public Funds Investment Act (Act) to adopt, implement, and publicize an investment policy. That policy must be written; primarily emphasize safety of principal and liquidity; address investment diversification, yield, maturity and the quality and capability of investment management; include a list of the types of authorized investments in which the investing entity's funds may be invested; and the maximum allowable stated maturity of any individual investment owned by the entity.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

The Act requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the financial statements disclosed that in the areas of investment practices, management reports, and establishment of appropriate policies, the County adhered to the requirements of the Act. Additionally, investment practices of the County were in accordance with local policies.

The Act determines the types of investments which are allowable for the County. These include, with certain restrictions, (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers' acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds.

The County's investments at September 30, 2019 are shown below:

<u>Investment or Investment Type</u>	<u>Weighted Maturity (Months)</u>	<u>Fair Value</u>
Money Market Savings Accounts	N/A	\$ 65,141
Certificates of Deposit	58	<u>2,178,910</u>
Total Investments		<u>\$2,244,051</u>

The County categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below. In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The County's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The County values its certificates of deposit using Level 2 inputs.

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the County was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the County was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the County's name.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
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Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the County's name.

At year end, the County was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the County was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the County was exposed to interest rate risk due to the long-term nature of some of its investments.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the County was not exposed to foreign currency risk.

D. PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1 of the prior year. Taxes are levied on October 1 and do not begin to accrue interest until February 1. The County is permitted by the Municipal Finance Law of the State of Texas to levy taxes (exclusive of those amounts levied to service long-term debt) up to \$.80 per \$100 of assessed valuation for general services, permanent improvements, road and bridge and jury fund purposes. The combined tax rate to finance general government (exclusive of long-term debt service and Special Road & Bridge) for the year ended September 30, 2019, was \$0.36927 per \$100 valuation.

An additional ad valorem tax may be levied and collected for further maintenance of public roads, provided that a majority of the qualified property taxpaying voters shall vote such tax, not to exceed fifteen cents (.15) per \$100 valuation. Wilbarger County has such a tax and the levy for fiscal year 2019 was \$0.00518. The total tax rate for Wilbarger County for fiscal year 2019 also includes a Farm to Market Right of Way with a tax rate of \$0.14995. The total tax rate for Wilbarger County for fiscal year 2019 was \$0.52440.

Allowances for uncollectible tax receivables within the General and Road & Bridge Funds are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the County is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

At September 30, 2019, net property taxes receivable is calculated as follows:

Gross property taxes receivable	\$326,050
Allowance for uncollectible taxes	(132,392)
Net property taxes receivable	<u>\$193,658</u>

Of the \$193,658 of net property taxes receivable at September 30, 2019, the County expects to collect approximately \$60,000 within a year. This is similar to the delinquent taxes received in previous years.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

E. FINES RECEIVABLE

Fines receivable represent amounts due to the County for outstanding citations.

The allowance for uncollectible fines receivable within the funds is based upon historical experience collecting fines. Uncollectible fines are periodically written off.

At September 30, 2019, net fines receivable is calculated as follows:

Gross fines receivable	\$3,184,411
Allowance for uncollectible fines	<u>(2,916,087)</u>
Net fines receivable	<u>\$ 268,324</u>

Of the \$268,324 of net fines receivable at September 30, 2019, the County expects to collect approximately \$50,000 within a year. This is similar to the delinquent fines receivable collected in the current year.

F. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2019 was as follows:

Governmental Activities:	Balance <u>10/1/2018</u>	Additions	Retirements	Transfers	Balance <u>9/30/2019</u>
Capital assets not being depreciated:					
Land	\$ 307,699	\$ -	\$ -	\$ -	\$ 307,699
Construction in progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets not being depreciated	<u>307,699</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>307,699</u>
Capital assets being depreciated:					
Buildings and improvements	4,375,780	-	-	-	4,375,780
Infrastructure	14,273,098	-	-	-	14,273,098
Machinery and equipment	<u>7,025,820</u>	<u>323,257</u>	<u>(186,788)</u>	<u>-</u>	<u>7,162,289</u>
Total capital assets being depreciated	<u>25,674,698</u>	<u>323,257</u>	<u>(186,788)</u>	<u>-</u>	<u>25,811,167</u>
Less accumulated depreciation for:					
Buildings and improvements	2,446,454	92,869	-	-	2,539,323
Infrastructure	10,868,446	143,193	-	-	11,011,639
Machinery and equipment	<u>3,801,558</u>	<u>566,928</u>	<u>(86,683)</u>	<u>-</u>	<u>4,281,803</u>
Total accumulated depreciation	<u>17,116,458</u>	<u>802,990</u>	<u>(86,683)</u>	<u>-</u>	<u>17,832,765</u>
Total capital assets being depreciated, net	<u>8,558,240</u>	<u>(479,733)</u>	<u>(100,105)</u>	<u>-</u>	<u>7,978,402</u>
Governmental activities capital assets, net	<u>\$ 8,865,939</u>	<u>(\$ 479,733)</u>	<u>(\$100,105)</u>	<u>\$ -</u>	<u>\$ 8,286,101</u>

At September 30, 2019, machinery and equipment with a cost of \$1,352,678 and accumulated depreciation of \$310,089 is financed under capital leases.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

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

Governmental activities:	
General government	\$ 10,859
Judicial	3,248
Financial	2,732
Public facilities	97,747
Public safety	41,185
Health and welfare	8,923
Conservation	7,125
Road and bridge	<u>631,171</u>
 Total governmental depreciation	 <u>\$802,990</u>

Business-Type Activities:	Balance <u>10/1/2018</u>	Additions	Retirements	Balance <u>9/30/2019</u>
Capital assets not being depreciated:				
Land	\$ 33,137	\$ -	\$ -	\$ 33,137
Construction in progress	<u>304,033</u>	<u>182,680</u>	<u>-</u>	<u>486,713</u>
Total capital assets not being depreciated	<u>337,170</u>	<u>182,680</u>	<u>-</u>	<u>519,850</u>
Capital assets being depreciated:				
Buildings and improvements	1,077,614	-	-	1,077,614
Infrastructure	2,012,302	-	-	2,012,302
Machinery and equipment	<u>413,566</u>	<u>-</u>	<u>-</u>	<u>413,566</u>
Total capital assets being depreciated	<u>3,503,482</u>	<u>-</u>	<u>-</u>	<u>3,503,482</u>
Less accumulated depreciation for:				
Buildings and improvements	625,102	24,982	-	650,084
Infrastructure	1,925,181	2,961	-	1,928,142
Machinery and equipment	<u>350,592</u>	<u>18,491</u>	<u>-</u>	<u>369,083</u>
Total accumulated depreciation	<u>2,900,875</u>	<u>46,434</u>	<u>-</u>	<u>2,947,309</u>
Total capital assets being depreciated, net	<u>602,607</u>	<u>(46,434)</u>	<u>-</u>	<u>556,173</u>
Business-type activities capital assets, net	<u>\$ 939,777</u>	<u>\$136,246</u>	<u>-</u>	<u>\$1,076,023</u>

At September 30, 2019, machinery and equipment with a cost of \$114,500 and accumulated depreciation of \$95,417 is financed under capital leases.

G. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Balances due to and from other funds at September 30, 2019 were as follows:

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

<u>Due To Fund</u>	<u>Due From Fund</u>	<u>Payable</u>	<u>Reason</u>
General Fund	Road & Bridge Fund	\$ 6,749	Short-term loan
General Fund	Other Governmental Funds	8,974	Short-term loan
General Fund	Agency Funds	59,080	Short-term loan
Road & Bridge Fund	Agency Funds	2,963	Short-term loan
Other Governmental Funds	Agency Funds	15,103	Short-term loan
Agency Funds	Agency Funds	<u>18,510</u>	Short-term loan
	Total	<u>\$111,379</u>	

All of the above amounts are expected to be repaid within one year.

Interfund transfers during the year ended September 30, 2019 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Other Governmental Funds	\$ 82,000	Supplement other resources
General Fund	Airport Fund	230,500	Supplement other resources
Other Governmental Funds	General Fund	4,122	Supplement other resources
Other Governmental Funds	Other Governmental Funds	<u>3,500</u>	Supplement other resources
	Total	<u>\$320,122</u>	

H. LONG-TERM LIABILITIES

The County issues general obligation bonds, certificates of obligation bonds, notes payable and capital lease obligations to provide funds for the acquisition and construction of major capital facilities. These issues are direct obligations and pledge the full faith and credit of the County.

Governmental Activities

Changes in long-term liabilities for the year ended September 30, 2019 were as follows:

	<u>Balance</u> <u>10/1/2018</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>09/30/2019</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities:					
Capital lease obligations	\$697,486	\$ -	\$111,571	\$585,915	\$232,417
Compensated absences	<u>68,243</u>	<u>100,266</u>	<u>96,546</u>	<u>71,963</u>	<u>71,963</u>
Total long-term liabilities – governmental activities	<u>\$765,729</u>	<u>\$100,266</u>	<u>\$208,117</u>	<u>\$657,878</u>	<u>\$304,380</u>

For the governmental activities, compensated absences and other post-employment benefit obligations are generally liquidated by the General Fund.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Capital Lease Obligations

Capital lease obligations at September 30, 2019 are as follows:

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Lease</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/2019</u>
2016 Peterbilt Dump Truck – Precinct #4	\$ 61,981	1/15/16	1/15/20	2.70%	\$ 16,108
2016 Mack Dump Truck – Precinct #1	106,183	3/29/19	3/29/22	3.65%	53,491
2017 Wheel Loader – Precinct #1	150,660	5/31/17	5/31/20	2.55%	129,530
2017 CAT 140M Motor Grader – Precinct #1	99,565	11/21/17	11/21/20	2.69%	67,254
2018 JD 672 Motor Grader – Precinct #3	126,708	11/21/17	11/21/20	2.69%	100,538
2018 JD 672 Motor Grader – Precinct #3	135,378	11/21/17	11/21/20	2.69%	109,497
2018 JD 672 Motor Grader – Precinct #3	135,378	11/21/17	11/21/20	2.69%	<u>109,497</u>
Total Capital Lease Obligations					<u>\$585,915</u>

Capital lease obligation debt service requirements to maturity are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$232,417	\$16,977	\$249,394
2021	335,024	8,084	343,108
2022	<u>18,474</u>	<u>874</u>	<u>19,348</u>
Totals	<u>\$585,915</u>	<u>\$25,935</u>	<u>\$611,850</u>

Business-Type Activities

Changes in long-term liabilities for the year ended September 30, 2019 were as follows:

	<u>Balance 10/1/2018</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 9/30/2019</u>	<u>Due Within One Year</u>
Capital lease obligation	\$20,626	\$ -	\$ 10,202	\$10,424	\$10,424
Compensated absences	<u>5,336</u>	<u>3,280</u>	<u>2,664</u>	<u>5,952</u>	<u>5,952</u>
Total long-term liabilities – business-type activities	<u>\$25,962</u>	<u>\$3,280</u>	<u>\$12,866</u>	<u>\$16,376</u>	<u>\$16,376</u>

Capital Lease Obligation

Capital lease obligation at September 30, 2019 is as follows:

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Lease</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/2019</u>
Fuel Truck - Airport	\$ 59,585	2/18/14	11/15/19	2.25%	<u>\$10,424</u>

Capital lease obligation debt service requirements to maturity are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	<u>\$10,424</u>	<u>\$ 242</u>	<u>\$10,666</u>

I. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various nature. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (Pool) which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage.

J. CONTINGENT LIABILITIES AND COMMITMENTS

Federal and State Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Litigation

The County periodically is a defendant in various lawsuits. At September 30, 2019, the County is not aware of any pending litigation.

Trust Funds

The District Clerk has invested trust funds at various financial institutions in accordance with court orders. The County has a fiduciary responsibility over these funds until their final disposition.

TxDOT Grant

The County applied for and was awarded a TxDOT grant for reconstructing and/or rehabilitating the existing pavements at the airport, add a connecting taxiway, and replacing and upgrading the runway lights and navigation aids. The estimated grant award is \$5,675,806, of which the County will match \$567,581. Through the year ended September 30, 2019, the County incurred \$486,714 of matching expenditures leaving a balance due of \$80,867.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

K. DEFINED BENEFIT PENSION PLAN

1. Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional, defined benefit pension plan in the statewide TCDRS. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 677 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis that is publicly available at www.tcdrs.org.

The plan provisions are adopted by the governing body of the County, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or with 30 years 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 amounts contributed by the County.

2. Benefits Provided

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

Employees Covered by Benefit Terms

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

Inactive employees or beneficiaries currently receiving benefits	71
Inactive employees entitled to but not yet receiving benefits	20
Active employees	97

3. Contributions

The County has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the County based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The County contributed using the actuarially determined rate of 12.05% for the months of the accounting year in 2018, and 11.89% for the months of the accounting year in 2019.

The contribution rate payable by the employee members for calendar year 2018 is the rate of 7% as adopted by the Commissioners' Court of the County. The employee contribution rate and the County contribution rate may be changed by the Commissioners' Court of the County within the options available in the TCDRS Act.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

4. Net Pension Liability

The County's Net Pension Liability (NPL) was measured as of December 31, 2018, and the Total Pension Liability used to calculate the Net Pension Liability was determined by an actuarial valuation.

Actuarial Assumptions

The actuarial assumptions that determined the total pension liability as of December 31, 2018 were based on the results of an actuarial experience study for the period January 1, 2013 through December 31, 2016, except where required to be different by GASB 68.

Real rate of return	5.25% per year
Inflation	2.75% per year
Long-term investment return	8.00% per year, net of pension plan investments expenses
Growth in membership	0.00% per year
Payroll growth	3.25% per year

Salary increases were based on a service-related table. The mortality rates for active members were based on 90% of the RP-2014 Active Employee Mortality Table for males and females, projected with 110% of the MP-2014 Ultimate scale after 2014 for both. The mortality rate for service retirees, beneficiaries, and non-depositing members was based on 130% of the RP-2014 Healthy 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. The mortality rates for disabled retirees were based on 130% of the RP-2014 Disabled Annuitant Mortality Table for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are based on January 2019 information for a 10-year time horizon.

The valuation assumption for long-term expected return is re-assessed a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017.

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

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

<u>Asset Class</u>	<u>Benchmark</u>	<u>Target Allocation ⁽¹⁾</u>	<u>Geometric Real Rate of Return (Expected minus Inflation) ⁽²⁾</u>
US Equities	Dow Jones U.S. Total Stock Market Index	10.50%	5.40%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽³⁾	18.00%	8.40%
Global Equities	MSCI World (net) Index	2.50%	5.70%
International Equities – Developed	MSCI World Ex USA (net)	10.00%	5.40%
International Equities – Emerging	MSCI Emerging Markets (net) Index	7.00%	5.90%
Investment-Grade Bonds	Barclays U.S. Aggregate Bond Index	3.00%	1.60%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	12.00%	4.39%
Direct Lending	S&P/LSTA Leveraged Loan Index	11.00%	7.95%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽⁴⁾	2.00%	7.20%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.15%
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	5.35%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁵⁾	6.00%	6.30%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	13.00%	3.90%

⁽¹⁾ Target asset allocation adopted at the April 2019 TCDRS Board Meeting.

⁽²⁾ Geometric real rates of return equal the expected return minus the assumed inflation rate of 1.70%, per Cliffwater's 2019 capital market assumptions.

⁽³⁾ Includes vintage years 2006 – present of Quarter Pooled Horizon IRRs.

⁽⁴⁾ Includes vintage years 2005 – present of Quarter Pooled Horizon IRRs.

⁽⁵⁾ Includes vintage years 2007 – present of Quarter Pooled Horizon IRRs.

Discount Rate

The projected fiduciary net position was determined to be sufficient compared to projected benefit payments. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be sufficient to pay projected benefit payments in all future years. Therefore, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments (8.10%).

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Changes in Net Pension Liability / (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a) – (b)
Balances as of December 31, 2017	\$19,914,798	\$18,736,325	\$1,178,473
Changes for the year:			
Service cost	455,721	-	455,721
Interest on total pension liability	1,611,912	-	1,611,912
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	(173,236)	-	(173,236)
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	(2,453)	(2,453)	-
Benefit payments	(956,958)	(956,958)	-
Administrative expenses	-	(14,565)	14,565
Member contributions	-	267,623	(267,623)
Net investment income	-	(351,635)	351,635
Employer contributions	-	460,698	(460,698)
Other changes	-	(5,005)	5,005
Balances as of December 31, 2018	<u>\$20,849,783</u>	<u>\$18,134,030</u>	<u>\$2,715,753</u>

Sensitivity Analysis

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

	1% Decrease 7.10%	Current Discount Rate 8.10%	1% Increase 9.10%
Net pension liability	<u>\$5,222,819</u>	<u>\$2,715,753</u>	<u>\$578,538</u>

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Pension Expense

	<u>January 1, 2018 to December 31, 2018</u>
Service cost	\$ 455,721
Interest on total pension liability ⁽¹⁾	1,611,912
Effect of plan changes	-
Administrative expenses	14,565
Member contributions	(267,623)
Expected investment return net of investment expenses	(1,507,688)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	(149,884)
Recognition of assumption changes or inputs	56,131
Recognition of investment gains or losses	482,387
Other ⁽²⁾	<u>5,003</u>
 Pension expense	 <u>\$ 700,524</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ Relates to allocation of system-wide items.

Deferred Outflows / Inflows of Resources

As of September 30, 2019, the deferred outflows and inflows of resources are as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 7,882	\$291,016
Change in assumptions	95,781	-
Net difference between projected and actual earnings	1,147,039	-
Contributions made subsequent to measurement date	<u>355,297</u>	<u>-</u>
 Total	 <u>\$1,605,999</u>	 <u>\$291,016</u>

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expense as follows:

<u>Year Ended December 31:</u>	
2019	\$373,696
2020	135,110
2021	113,665
2022	337,215

For the year ended December 31, 2018, there were no changes to the Plan relative to assumptions and benefit terms, except for updated mortality assumptions.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

L. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN

The County administers the Wilbarger County Retiree Health Care Plan for retired employees.

1. *Plan Description*

Any employee who meets the retirement eligibility requirements of the Texas County and District Retirement System, and who leaves the employ of the County may, upon retirement, elect to remain on the County's group medical. The retired employee may continue coverage for dependents as well. Premiums for the retired employee and any dependents are paid by the retired employee. Premiums are determined annually by estimating the amount needed to cover projected claims. The benefit is subject to annual appropriations by the Commissioners' Court.

2. *Demographic Information*

<u>Status</u>	<u>9/30/18</u>	<u>9/30/19</u>
Active – Employee Only	60	60
Active – Employee and Dependent	19	19
Retired – Employee Only	0	0
Retired – Employee and Dependent	0	0

3. *Actuarial Methods and Assumptions Used for GASB Calculations*

GASB accounting methodology were used to determine the post-retirement medical benefit obligations.

Actuarial Method	Individual Entry Age Normal Cost Method – Level Percentage of Projected Salary
Service Cost	Determined for each employee as the Actuarial Present Value of Benefits allocated to the valuation year. The benefit attributed to the valuation year is that incremental portion of the total projected benefit earned during the year in accordance with the plan's benefit formula. This allocation is based on each participant's service between date of hire and date expected termination.
Total OPEB Liability	The Actuarial Present Value of Benefits allocated to all periods prior to the valuation year.
Discount Rate	4.06% (1.06% real rate of return plus 3.00% inflation)
Average Per Capita Claim Cost	The medical claim cost ranges from \$10,495 at age 50 to \$14,830 at age 64.
Health Care Cost Trend	Level 5.00%
Effect of ACA	The excess coverage excise tax penalty of the Affordable Care Act has been postponed until the plan year beginning in 2022 and is not included in the projection of benefits in this valuation. This plan has current medical costs well under the limits in current law. Current legislative discussion include both repeal of the excise tax and postponement beyond 2022.
Mortality	RPH-2014 Total Table with Projection MP-2018

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Turnover	Rates varying based on gender, age and select and ultimate at 15 years. Rates are based on the TCDRS actuarial assumptions from the 2017 retirement plan valuation report. The rates vary by entry age, gender and years. For males the rates range from 2.4% to 33.4% and for females the rates range from 2.7% to 36.2%.
Disability	None assumed
Retirement Rates	The retirement rates were developed from the assumption used in the 2017 actuarial report for the TCDRS retirement plans. The rates are unisex and range from 10% at age 50 to 25% at age 65.
Retiree Contributions	The retiree pays the full contribution rate for the medical and dental coverage.
Salary Scale	3.50%
Data Assumptions - Coverage	100% of all retirees who currently have healthcare coverage will continue with the same coverage until eligibility for Medicare. 25% of all actives who currently have healthcare coverage will continue with coverage upon retirement. For those with family coverage 25% will elect to continue with coverage including the spouse and the remainder will elect individual coverage. It is assumed that coverage is not continued beyond eligibility for Medicare.
Valuation Date	September 30, 2019
Measurement Date	September 30, 2019

4. *Changes in Total OPEB Liability*

	<u>Changes in Total OPEB Liability</u>
Balances as of September 30, 2018	\$ 110,204
Changes for the year:	
Service cost	7,568
Interest cost	4,474
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	-
Other changes	-
Contributions-employer	-
Net investment income	-
Benefit payments	-
Administrative expense	-
	<hr/>
Balance as of September 30, 2019	<u>\$122,246</u>

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

Sensitivity Analysis of the Discount and Trend Rate

Discount Rate

The following presents the total OPEB liability of the County, calculated using the discount rate of 4.06%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.06%) or 1 percentage point higher (5.06%) than the current rate.

	1% Decrease <u>3.06%</u>	Current Discount Rate <u>4.06%</u>	1% Increase <u>5.06%</u>
Total OPEB liability	<u>\$133,208</u>	<u>\$122,246</u>	<u>\$112,108</u>

Trend Rate

The following presents the total OPEB liability of the County, calculated using the healthcare cost trend rate of 5.00%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.00%) or 1 percentage point higher (6.00%) than the current rate.

	1% Decrease <u>4.00%</u>	Current Health Care Trend Rate <u>5.00%</u>	1% Increase <u>6.00%</u>
Total OPEB liability	<u>\$107,849</u>	<u>\$122,246</u>	<u>\$139,247</u>

5. *OPEB Expense*

	<u>October 1, 2018 to September 30, 2019</u>
Service cost at October 1, 2018	\$ 7,568
Interest cost (including interest on Service Cost)	4,474
Changes of benefit terms	-
Current recognized deferred outflows (inflows)	-
Difference between expected and actual experience	-
Changes in assumptions or other inputs	-
Other changes, if significant	-
Difference of projected investment earnings	<u>-</u>
Total OPEB expense as of September 30, 2019	<u>\$12,042</u>

6. *Deferred Outflows / Inflows of Resources*

As of September 30, 2019, the deferred outflows and inflows of resources are as follows:

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions/inputs	-	-
Net difference between projected and actual investments	-	-
Contributions made subsequent to measurement date	<u>-</u>	<u>-</u>
Total	<u>\$ -</u>	<u>\$ -</u>

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to OPEB benefits, excluding contributions made subsequent to the measurement date, will be recognized in OPEB expense as follows:

<u>Year Ended December 31:</u>	
2019	\$ -
2020	-
2021	-
2022	-
2023	-

M. FUND BALANCES

The Governmental Funds' fund balances consisted of the following at September 30, 2019:

	<u>General Fund</u>	<u>Road & Bridge</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Nonspendable:				
Inventories	\$ -	\$ 25,654	\$ -	\$ 25,654
Prepaid items	<u>89,779</u>	<u>15,851</u>	<u>-</u>	<u>105,630</u>
Total nonspendable	<u>89,779</u>	<u>41,505</u>	<u>-</u>	<u>131,284</u>
Restricted:				
Special services	-	-	308,707	308,707
Jury duty	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total restricted	<u>-</u>	<u>-</u>	<u>308,707</u>	<u>308,707</u>
Committed:				
Road and bridge	-	1,763,340	-	1,763,340
Juvenile probation	-	-	41,547	41,547
Capital projects	<u>-</u>	<u>-</u>	<u>159,008</u>	<u>159,008</u>
Total committed	<u>-</u>	<u>1,763,340</u>	<u>200,555</u>	<u>1,963,895</u>
Unassigned	<u>2,378,571</u>	<u>-</u>	<u>(192)</u>	<u>2,378,379</u>
Total fund balances	<u>\$2,468,350</u>	<u>\$1,804,845</u>	<u>\$509,070</u>	<u>\$4,782,265</u>

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

N. TAX ABATEMENT AGREEMENTS

The County has approved four tax abatement agreements. The first agreement is dated December 21, 2011 with Rhodia, Inc., the second agreement is with Blue Summit Wind LLC dated March 12, 2012, the third agreement is with Vernon Real Estate LLC dated May 7, 2013, and the fourth agreement is with Electra Wind LLC dated May 11, 2015. All agreements were issued pursuant to the Property Redevelopment and Tax Abatement Act, as amended, in V.T.C.A. Tax Code, Chapter 312. It was noted that two other agreements will come on-line in future years.

The Rhodia, Inc. agreement is a ten-year abatement of taxable mineral interest for 100% the first four years, 80% year five, 60% year six, 40% year seven, 30% year eight, 20% year nine, and 10% year ten. This is the sixth year of the agreement and the total value loss was \$4,498,330. The reduction in M&O taxes was \$16,611 and I&S taxes was \$6,978.

The Blue Summit Wind LLC agreement is a ten-year abatement of taxable real and personal property for 60% the first five years and 40% the last five years. This is the sixth year of the agreement and the total value loss was \$38,508,190. The reduction in M&O taxes was \$142,199 and I&S taxes was \$59,738.

The Vernon Real Estate LLC agreement is a five-year abatement of taxable real and personal property for 100% the first year, 80% year two, 60% year three, 40% year four, and 20% year five. This is the fourth year of the agreement and the total value loss was \$1,092,910. The reduction in M&O taxes was \$4,036 and I&S taxes was \$1,695.

The Electra Wind LLC agreement is a ten-year abatement of taxable real and personal property for 100% all years, with payments in lieu of taxes of \$345,000 due in years 1 through 7 and \$460,000 due in years 8 through 10. This is the second year of the agreement and the total value loss was \$236,992,800. The reduction in M&O taxes was \$875,143 and I&S taxes was \$367,647.

All of the agreements have early termination/default clauses that without the consent of the County or in the event that the company or its successor-in-interest fails to comply in any material respect with the terms of the agreement or to meet any material obligation under the agreement, then the County shall be entitled to the recapture of all ad valorem tax revenue lost as a result of the agreement together with the payment of 10% interest on that recaptured ad valorem tax revenue.

O. PRIOR PERIOD ADJUSTMENT

During the year ended September 30, 2019, the County discovered an error related to previously-reported grant revenue. Consequently, a prior period adjustment was required as follows:

	<u>Road and Bridge Fund</u>	<u>Governmental Activities</u>
Fund balance/net position, beginning of year, as originally stated	\$1,772,386	\$11,389,840
Prior period adjustment	(66,522)	(66,522)
Fund balance/net position, beginning of year, as restated	<u>\$1,705,864</u>	<u>\$11,323,318</u>

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2019

P. SUBSEQUENT EVENT

Beginning in December 2019, a novel coronavirus, now designated SAR-CoV2 which causes the disease COVID-19 was declared a global pandemic by the World Health Organization. The symptoms of COVID-19 can range from severe illness and can cause complications including death. On March 13, 2020, the Governor of the State of Texas issued a proclamation certifying that COVID-19 poses an imminent threat of disaster in Texas and declared a state of disaster for all counties in Texas. A state of disaster requires that certain emergency protective measures be taken pursuant to the Texas Disaster Act of 1975 relating to Emergency Management and Public Health, pursuant to Chapter 418 of the Texas Government Code.

On March 23, 2020, the County issued a local state of disaster for public health emergency and is hereby declared for the County pursuant to Section 418.108(a) of the Texas Government Code. This declaration activates the County's emergency management plan and authorizes the furnishing of aid and assistance. This declaration also authorizes the County to take any actions necessary to promote health and suppress the virus, including the quarantine of persons and occupied structures, examining and regulating hospitals, regulating ingress and egress from the County, regulating ingress and egress to occupied structures, establishment of quarantine stations, emergency hospitals, and other hospitals, and insuring compliance for those who do not comply with the County's rules, pursuant to Section 122.006 of the Health and Safety Code.

The financial impact on the County's efforts to combat the spread of COVID-19 is not known at this time.

REQUIRED SUPPLEMENTARY INFORMATION

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

WILBARGER COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 4,166,079	\$ 4,244,379	\$ 4,243,738	\$ (641)
Sales taxes	670,000	670,000	743,611	73,611
Other taxes	7,500	7,500	17,632	10,132
Payments in lieu of taxes	350,000	350,000	349,715	(285)
Fees and commissions	781,250	781,250	794,272	13,022
Fines and forfeitures	140,000	140,000	164,180	24,180
Intergovernmental	146,533	146,533	137,943	(8,590)
Investment return	85,000	85,000	104,467	19,467
Miscellaneous	175,000	185,000	119,130	(65,870)
Total revenues	<u>6,521,362</u>	<u>6,609,662</u>	<u>6,674,688</u>	<u>65,026</u>
Expenditures				
Current:				
General government:				
County Judge	229,161	229,161	210,729	18,432
County Clerk	347,033	297,033	264,630	32,403
Veterans service	13,500	13,500	10,590	2,910
Non-departmental	616,545	579,228	557,500	21,728
Total General government	<u>1,206,239</u>	<u>1,118,922</u>	<u>1,043,449</u>	<u>75,473</u>
Judicial:				
Law library	34,719	42,219	45,094	(2,875)
Justice of the Peace #1	139,724	129,691	127,609	2,082
Justice of the Peace #2	147,077	147,077	145,328	1,749
District Attorney	277,697	268,697	261,617	7,080
District Clerk	212,698	212,698	207,345	5,353
District Court	280,245	287,745	287,119	626
Total Judicial	<u>1,092,160</u>	<u>1,088,127</u>	<u>1,074,112</u>	<u>14,015</u>
Legal:				
County Attorney	234,865	234,865	230,936	3,929
Financial:				
Tax Collector	320,310	320,310	308,739	11,571
Treasurer	86,450	88,950	88,819	131
County Auditor	183,354	183,354	171,167	12,187
Total Financial	<u>590,114</u>	<u>592,614</u>	<u>568,725</u>	<u>23,889</u>
Public facilities:				
Courthouse	210,288	210,288	197,149	13,139
Jail	922,433	1,002,783	997,460	5,323
Auditorium	347,706	347,706	309,508	38,198
Arena	213,369	220,269	202,697	17,572
Total Public facilities	<u>1,693,796</u>	<u>1,781,046</u>	<u>1,706,814</u>	<u>74,232</u>

WILBARGER COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Public Safety:				
Constable #1	78,460	78,460	76,678	1,782
Constable #2	68,699	70,499	69,956	543
Juvenile probation	40,000	27,000	-	27,000
Sheriff	724,288	724,938	721,148	3,790
Civil defense	64,352	66,657	65,704	953
Department of Public Safety	2,000	2,000	1,759	241
Community supervision	500	500	-	500
Total Public Safety	<u>978,299</u>	<u>970,054</u>	<u>935,245</u>	<u>34,809</u>
Health and Welfare:				
Health and welfare	61,152	61,152	58,673	2,479
Outreach services	20,850	20,850	18,794	2,056
Total Health and Welfare	<u>82,002</u>	<u>82,002</u>	<u>77,467</u>	<u>4,535</u>
Conservation:				
Extension service	169,394	169,394	163,051	6,343
Total expenditures	<u>6,046,869</u>	<u>6,037,024</u>	<u>5,799,799</u>	<u>237,225</u>
Excess of revenues over (under) expenditures	<u>474,493</u>	<u>572,638</u>	<u>874,889</u>	<u>302,251</u>
Other sources (uses):				
Transfers in	-	-	4,122	4,122
Transfers out	(76,000)	(281,000)	(312,500)	(31,500)
Proceeds from sale of capital assets	20,000	20,000	-	(20,000)
Total other sources (uses)	<u>(56,000)</u>	<u>(261,000)</u>	<u>(308,378)</u>	<u>(47,378)</u>
Net change in fund balances	418,493	311,638	566,511	254,873
Fund balances, beginning of year	<u>1,901,839</u>	<u>1,901,839</u>	<u>1,901,839</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,320,332</u>	<u>\$ 2,213,477</u>	<u>\$ 2,468,350</u>	<u>\$ 254,873</u>

WILBARGER COUNTY, TEXAS
ROAD AND BRIDGE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 1,756,455	\$ 1,782,355	\$ 1,777,793	\$ (4,562)
Payments in lieu of taxes	-	-	1,981	1,981
Fees and commissions	610,000	610,000	545,805	(64,195)
Intergovernmental	19,100	19,100	19,022	(78)
Investment return	40,000	40,000	53,897	13,897
Miscellaneous	5,000	5,000	6,589	1,589
Total revenues	<u>2,430,555</u>	<u>2,456,455</u>	<u>2,405,087</u>	<u>(51,368)</u>
Expenditures				
Current:				
General government:				
Road and bridge administration	59,025	60,725	58,128	2,597
Total General government	<u>59,025</u>	<u>60,725</u>	<u>58,128</u>	<u>2,597</u>
Road and Bridge:				
Precinct Number One	745,489	745,489	778,391	(32,902)
Precinct Number Two	508,473	508,473	471,486	36,987
Precinct Number Three	550,324	550,324	438,690	111,634
Precinct Number Four	519,700	541,100	529,984	11,116
Total Road and Bridge	<u>2,323,986</u>	<u>2,345,386</u>	<u>2,218,551</u>	<u>126,835</u>
Debt service:				
Principal	111,672	113,609	113,616	(7)
Interest	18,576	16,639	16,631	8
Total Debt Service	<u>130,248</u>	<u>130,248</u>	<u>130,247</u>	<u>1</u>
Total expenditures	<u>2,513,259</u>	<u>2,536,359</u>	<u>2,406,926</u>	<u>129,433</u>
Excess of revenues over (under) expenditures	<u>(82,704)</u>	<u>(79,904)</u>	<u>(1,839)</u>	<u>78,065</u>
Other financing sources:				
Proceeds from sale of capital assets	95,000	95,000	100,820	5,820
Total other financing sources	<u>95,000</u>	<u>95,000</u>	<u>100,820</u>	<u>5,820</u>
Net change in fund balances	12,296	15,096	98,981	83,885
Fund balances - beginning	<u>1,705,864</u>	<u>1,705,864</u>	<u>1,705,864</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,718,160</u>	<u>\$ 1,720,960</u>	<u>\$ 1,804,845</u>	<u>\$ 83,885</u>

WILBARGER COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

	2014	2015	2016	2017	2018
Total Pension Liability					
Service cost	\$ 470,346	\$ 473,833	\$ 477,053	\$ 454,669	\$ 455,721
Interest on total pension liability	1,290,558	1,364,294	1,423,069	1,529,309	1,611,912
Effect of plan changes	-	(63,363)	-	-	-
Effect of assumption changes or inputs	-	181,537	-	99,121	-
Effect of economic/demographic (gains) or losses	(125,195)	(354,534)	31,531	(135,869)	(173,236)
Benefit payments/refunds of contributions	(719,553)	(853,111)	(785,156)	(898,732)	(959,410)
Net change in total pension liability	916,156	748,656	1,146,497	1,048,498	934,987
Total pension liability (asset), beginning	16,054,991	16,971,147	17,719,803	18,866,300	19,914,798
Total pension liability (asset), ending (a)	<u>\$ 16,971,147</u>	<u>\$ 17,719,803</u>	<u>\$ 18,866,300</u>	<u>\$ 19,914,798</u>	<u>\$ 20,849,785</u>
Fiduciary Net Position					
Employer contributions	\$ 440,759	\$ 442,847	\$ 442,766	\$ 425,505	\$ 460,698
Member contributions	254,256	256,828	262,915	259,452	267,623
Investment income net of investment expenses	1,014,994	(46,804)	1,143,738	2,412,699	(351,635)
Benefit payments/refunds of contributions	(719,553)	(853,111)	(785,156)	(898,731)	(959,411)
Administrative expenses	(11,821)	(11,232)	(12,426)	(12,460)	(14,565)
Other	(114,370)	(101,807)	23,444	(2,983)	(5,003)
Net change in fiduciary net position	864,265	(313,279)	1,075,281	2,183,482	(602,293)
Fiduciary net position, beginning	14,926,576	15,790,841	15,477,562	16,552,843	18,736,325
Fiduciary net position, ending (b)	<u>\$ 15,790,841</u>	<u>\$ 15,477,562</u>	<u>\$ 16,552,843</u>	<u>\$ 16,736,325</u>	<u>\$ 18,134,032</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$ 1,180,306</u>	<u>\$ 2,242,241</u>	<u>\$ 2,313,457</u>	<u>\$ 1,178,473</u>	<u>\$ 2,715,753</u>
Fiduciary net position as a % of total pension liability	<u>93.05%</u>	<u>87.35%</u>	<u>87.74%</u>	<u>94.08%</u>	<u>86.97%</u>
Pensionable covered payroll	<u>\$ 3,632,223</u>	<u>\$ 3,668,973</u>	<u>\$ 3,733,218</u>	<u>\$ 3,706,463</u>	<u>\$ 3,823,186</u>
Net pension liability as a % of covered payroll	<u>32.50%</u>	<u>61.11%</u>	<u>61.97%</u>	<u>31.80%</u>	<u>71.03%</u>

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 67/68, they should not be shown here. Therefore, we have shown only years for which the new GASB statements have been prepared.

WILBARGER COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

Year Ending December 31,	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll (1)	Actual Contribution as a % of Covered Payroll
2009	\$ 342,968	\$ 342,968	\$ -	\$ 3,223,385	10.6%
2010	367,663	367,663	-	3,227,950	11.4%
2011	351,892	351,892	-	3,310,321	10.6%
2012	384,895	384,895	-	3,428,852	11.2%
2013	413,912	413,912	-	3,501,755	11.8%
2014	440,589	440,759	(170)	3,632,223	12.1%
2015	442,847	442,847	-	3,668,973	12.1%
2016	442,766	442,766	-	3,733,218	11.9%
2017	425,505	425,505	-	3,706,463	11.5%
2018	460,698	460,698	-	3,823,186	12.1%

(1) Payroll is calculated based on contributions as reported to TCDRS.

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:

<i>Actuarial Cost Method</i>	Entry Age
<i>Amortization Method</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period</i>	11.4 years (based on contribution rate calculated in 12/31/17 valuation)
<i>Asset Valuation Method</i>	5-year smoothed market
<i>Inflation</i>	2.75%
<i>Salary increases</i>	Varies by age and service. 4.9% average over career including inflation
<i>Investment rate of return</i>	8.00%, net of administrative and investment expenses, including inflation
<i>Retirement age</i>	Members eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement of recent retirees is 61.
<i>Mortality</i>	130% of the RP-2014 Healthy 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.
<i>Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions</i>	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected.
<i>Changes in Plan Provisions Reflected in the Schedules</i>	2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.

WILBARGER COUNTY, TEXAS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
 WILBARGER COUNTY RETIREE HEALTH CARE PLAN

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total OPEB Liability										
Service cost	\$ 7,568	\$ 7,273	N/A							
Interest cost	4,474	4,300	N/A							
Change of benefit terms	-	-	N/A							
Difference between expected and actual experience	-	-	N/A							
Changes in assumptions	-	-	N/A							
Other changes	-	-	N/A							
Contributions-employer	-	-	N/A							
Net investment income	-	-	N/A							
Benefit payments	-	-	N/A							
Administrative expense	-	-	N/A							
Net change in total OPEB liability	12,042	11,573	N/A							
Total OPEB liability, beginning	110,204	98,631	N/A							
Total OPEB liability, ending	<u>\$ 122,246</u>	<u>\$ 110,204</u>	<u>N/A</u>							
Covered payroll	<u>\$ 3,045,379</u>	<u>\$ 3,045,379</u>	<u>N/A</u>							
Net OPEB liability as a % of covered payroll	<u>4.01%</u>	<u>3.62%</u>	<u>N/A</u>							

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 74/75, they should not be shown here. Therefore, we have shown only years for which the new GASB statements have been implemented.

WILBARGER COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED SEPTEMBER 30, 2019

A. BUDGETARY INFORMATION

Annual budgets are adopted on the GAAP basis of accounting for all governmental funds except capital project funds. Project-length budgets were adopted for all capital projects funds. All annual appropriations lapse at fiscal year end.

The County Judge is, by statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, each department submits a budget request to the County Judge. The County Judge reviews budget requests and holds informal hearings when needed. Before October 1, a proposed budget is presented to the Commissioners' Court. A public hearing is then held and the Commissioners' Court takes action on the proposed budget. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available fund balance.

Once the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping members of the Commissioners' Court advised of the conditions of the various funds and accounts.

The appropriated budget is prepared by fund. Any transfers of appropriations are first approved by the Commissioners' Court. No amendments may be made without Commissioners' Court approval to the total budget for each department within a fund. Thus, the legal level of budgetary control is at the department level. No supplemental appropriations were required during the year.

The County over-expended the final amended budget in the following funds and categories:

General Fund:	
Law library	\$ 2,875
Road and Bridge Fund:	
Precinct number one	32,902
Debt service – principal	7

Encumbrance accounting is not employed by the County because it is not considered necessary to assure effective budgetary control.

B. DEFINED BENEFIT PENSION PLAN

Texas County and District Retirement System

Changes of benefit terms or assumptions

There were no changes of benefit terms or actuarial assumptions that affected measurement of the total pension liability during the measurement period.

WILBARGER COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED SEPTEMBER 30, 2019

C. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLAN

Wilbarger County Retiree Health Care Plan

Changes in benefit terms or assumptions

There were no changes of benefit terms or actuarial assumptions that affected measurement of the total OPEB liability during the measurement period.

*COMBINING STATEMENTS AND BUDGET COMPARISONS
AS SUPPLEMENTARY INFORMATION*

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

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

CETRZ Fund – This fund is used to account for the costs associated with the County Energy Transportation Reinvestment Zone (CETRZ) grant funds.

Jury Fund – This fund is used to account for the cost of providing jury service for county and district courts.

Special Services Fund – This fund is used to account for special fees with specific purposes as set out by state legislation. Funding is provided by those specific fees.

Grant Fund – This fund is used to account for various individual grants received by Wilbarger County.

Juvenile Services Fund – This fund is used to account for the services of the 46th Juvenile Justice District and the related reimbursements received from the state.

CAPITAL PROJECTS FUND

Capital Projects Fund – This fund is used to account for the accumulation of resources for, and the payment of capital projects.

WILBARGER COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-3)
	CETRZ Fund	Jury Fund	Special Services Fund	Grant Fund	Juvenile Services Fund		
Assets							
Cash and cash equivalents	\$ -	\$ 665	\$ 315,291	\$ -	\$ 31,573	\$ 159,008	\$ 506,537
Receivables, net:							
Fines	-	-	8,892	-	-	-	8,892
Intergovernmental	-	-	-	-	11,525	-	11,525
Due from other funds	-	-	6,129	-	8,974	-	15,103
Total assets	<u>\$ -</u>	<u>\$ 665</u>	<u>\$ 330,312</u>	<u>\$ -</u>	<u>\$ 52,072</u>	<u>\$ 159,008</u>	<u>\$ 542,057</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 12,713	\$ -	\$ -	\$ -	\$ 12,713
Salaries payable	-	-	-	-	1,381	-	1,381
Due to others	-	857	-	-	170	-	1,027
Due to other funds	-	-	-	-	8,974	-	8,974
Total liabilities	<u>-</u>	<u>857</u>	<u>12,713</u>	<u>-</u>	<u>10,525</u>	<u>-</u>	<u>24,095</u>
Deferred inflows of resources:							
Unavailable revenues	-	-	8,892	-	-	-	8,892
Fund balances:							
Restricted	-	-	308,707	-	-	-	308,707
Committed	-	-	-	-	41,547	159,008	200,555
Unassigned	-	(192)	-	-	-	-	(192)
Total fund balances	<u>-</u>	<u>(192)</u>	<u>308,707</u>	<u>-</u>	<u>41,547</u>	<u>159,008</u>	<u>509,070</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ -</u>	<u>\$ 665</u>	<u>\$ 330,312</u>	<u>\$ -</u>	<u>\$ 52,072</u>	<u>\$ 159,008</u>	<u>\$ 542,057</u>

WILBARGER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-5)
	CETRZ Fund	Jury Fund	Special Services Fund	Grant Fund	Juvenile Services Fund		
Revenues							
Fees and commissions	\$ -	\$ -	\$ 96,285	\$ -	\$ 2,996	\$ -	\$ 99,281
Fines and forfeitures	-	-	20,579	-	-	-	20,579
Intergovernmental	201,616	816	-	14,026	198,308	-	414,766
Investment return	-	86	7,707	-	1,084	2,248	11,125
Miscellaneous	-	1,348	-	-	-	-	1,348
Total revenues	<u>201,616</u>	<u>2,250</u>	<u>124,571</u>	<u>14,026</u>	<u>202,388</u>	<u>2,248</u>	<u>547,099</u>
Expenditures							
Current:							
General government	-	-	81,137	-	-	-	81,137
Judicial	-	-	-	14,026	-	-	14,026
Legal	-	5,730	-	-	-	-	5,730
Public safety	-	-	-	-	212,985	-	212,985
Road and bridge	201,616	-	-	-	-	-	201,616
Total expenditures	<u>201,616</u>	<u>5,730</u>	<u>81,137</u>	<u>14,026</u>	<u>212,985</u>	<u>-</u>	<u>515,494</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(3,480)</u>	<u>43,434</u>	<u>-</u>	<u>(10,597)</u>	<u>2,248</u>	<u>31,605</u>
Other sources (uses):							
Transfers in	-	5,000	-	3,500	27,000	50,000	85,500
Transfers out	-	-	(4,122)	(3,500)	-	-	(7,622)
Total other sources (uses)	<u>-</u>	<u>5,000</u>	<u>(4,122)</u>	<u>-</u>	<u>27,000</u>	<u>50,000</u>	<u>77,878</u>
Net change in fund balances	-	1,520	39,312	-	16,403	52,248	109,483
Fund balances, beginning of year	-	(1,712)	269,395	-	25,144	106,760	399,587
Fund balances, end of year	<u>\$ -</u>	<u>\$ (192)</u>	<u>\$ 308,707</u>	<u>\$ -</u>	<u>\$ 41,547</u>	<u>\$ 159,008</u>	<u>\$ 509,070</u>

WILBARGER COUNTY, TEXAS
CETRZ FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 201,616	\$ 201,616
Total revenues	-	-	201,616	201,616
Expenditures				
Current:				
Road and bridge	-	-	201,616	(201,616)
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

WILBARGER COUNTY, TEXAS
JURY FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 3,000	\$ 3,000	\$ 816	\$ (2,184)
Investment return	75	75	86	11
Miscellaneous	-	-	1,348	1,348
Total revenues	<u>3,075</u>	<u>3,075</u>	<u>2,250</u>	<u>(825)</u>
Expenditures				
Current:				
Legal	<u>11,000</u>	<u>11,000</u>	<u>5,730</u>	<u>5,270</u>
Excess of revenues over (under) expenditures	(7,925)	(7,925)	(3,480)	4,445
Other source:				
Transfers in	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balances	(2,925)	(2,925)	1,520	4,445
Fund balances, beginning of year	(1,712)	(1,712)	(1,712)	-
Fund balances, end of year	<u>\$ (4,637)</u>	<u>\$ (4,637)</u>	<u>\$ (192)</u>	<u>\$ 4,445</u>

WILBARGER COUNTY, TEXAS
SPECIAL SERVICES FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Fees and commissions	\$ 95,550	\$ 95,550	\$ 96,285	\$ 735
Fines and forfeitures	10,000	10,000	20,579	10,579
Investment return	4,000	4,000	7,707	3,707
Total revenues	<u>109,550</u>	<u>109,550</u>	<u>124,571</u>	<u>15,021</u>
Expenditures				
Current:				
General government	<u>91,270</u>	<u>91,270</u>	<u>81,137</u>	<u>10,133</u>
Excess of revenues over (under) expenditures	18,280	18,280	43,434	25,154
Other use:				
Transfers out	<u>-</u>	<u>-</u>	<u>(4,122)</u>	<u>(4,122)</u>
Net change in fund balances	18,280	18,280	39,312	21,032
Fund balances, beginning of year	269,395	269,395	269,395	-
Fund balances, end of year	<u>\$ 287,675</u>	<u>\$ 287,675</u>	<u>\$ 308,707</u>	<u>\$ 21,032</u>

WILBARGER COUNTY, TEXAS
GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 15,000	\$ 15,000	\$ 14,026	\$ (974)
Total revenues	15,000	15,000	14,026	(974)
Expenditures				
Current:				
Judicial	15,000	15,000	14,026	974
Total expenditures	15,000	15,000	14,026	974
Excess of revenues over (under) expenditures	-	-	-	-
Other sources (uses):				
Transfers in	-	-	3,500	3,500
Transfers out	-	-	(3,500)	(3,500)
Total other sources (uses)	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

WILBARGER COUNTY, TEXAS
JUVENILE SERVICES FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Fees and commissions	\$ 4,000	\$ 3,000	\$ 2,996	\$ (4)
Intergovernmental	215,720	244,103	198,308	(45,795)
Investment return	600	950	1,084	134
Total revenues	<u>220,320</u>	<u>248,053</u>	<u>202,388</u>	<u>(45,665)</u>
Expenditures				
Current:				
Public safety	219,720	247,103	212,985	34,118
Total expenditures	<u>219,720</u>	<u>247,103</u>	<u>212,985</u>	<u>34,118</u>
Excess of revenues over (under) expenditures	600	950	(10,597)	(11,547)
Other source:				
Transfers in	-	-	27,000	27,000
Net change in fund balances	600	950	16,403	15,453
Fund balances, beginning of year	<u>25,144</u>	<u>25,144</u>	<u>25,144</u>	<u>-</u>
Fund balances, end of year	<u>\$ 25,744</u>	<u>\$ 26,094</u>	<u>\$ 41,547</u>	<u>\$ 15,453</u>

WILBARGER COUNTY, TEXAS
CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Investment return	\$ 1,500	\$ 1,500	\$ 2,248	\$ 748
Total revenues	<u>1,500</u>	<u>1,500</u>	<u>2,248</u>	<u>748</u>
Expenditures				
Current:				
Public facilities	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,500	1,500	2,248	748
Fund balances, beginning of year	106,760	106,760	106,760	-
Fund balances, end of year	<u>\$ 108,260</u>	<u>\$ 108,260</u>	<u>\$ 109,008</u>	<u>\$ 748</u>

FIDUCIARY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, or other governments.

Tax Assessor/Collector Agency – This fund is used to account for receipts of the tax assessor/collector pending disposition to individuals and entities, the County and other governments.

County Clerk Agency – This fund is used to account for receipts of the county clerk pending disposition to individuals and entities, the County or other governments.

Sheriff Agency – This fund is used to account for receipts of the sheriff pending disposition to individuals and entities, the County or other governments.

County Attorney Agency – This fund is used to account for receipts of the county attorney pending disposition to individuals and entities, the County or other governments.

Justice of the Peace Fee Account Agency – This fund is used to account for receipts of fines and court costs by two justices of the peace pending disposition to individuals and entities, the County or other governments.

District Clerk Agency – This fund is used to account for receipts of the District Clerk pending disposition to individuals and entities, the County or other governments.

District Attorney Agency – This fund is used to account for receipts of the District Attorney pending disposition to individuals and entities, the County or other governments.

Constable #1 Agency – This fund is used to account for training funds of Constable #1 pending disposition to individuals and others.

Constable #2 Agency – This fund is used to account for training funds of Constable #2 pending disposition to individuals and others.

State Tax Agency – This fund is used to account for receipts for state court costs and fees pending disposition to individuals and entities, the County or other governments.

Jail Commissary Agency – This fund is used to account for the activity of the jail commissary.

Christmas Club Account Agency – This fund is used as a savings account for the receipts withheld from employees' regular paychecks and held pending yearly distribution to the employees from which it was withheld.

Probation Account – This fund is used to account for funds held related to adult probation.

Historical Commission Account – This fund is used to account for funds held related to the Historical Commission.

WILBARGER COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2019

	Tax Assessor/ Collector Agency	County Clerk Agency	Sheriff Agency	County Attorney Agency	Justice of the Peace Fee Account
Assets					
Cash and cash equivalents	\$ 501,727	\$ 62,656	\$ 32,667	\$ 42,053	\$ 28,817
Investments	-	36,965	-	-	-
Due from others	-	-	-	-	254
Due from other funds	-	-	-	-	-
Total assets	<u>\$ 501,727</u>	<u>\$ 99,621</u>	<u>\$ 32,667</u>	<u>\$ 42,053</u>	<u>\$ 29,071</u>
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	5,498	28,689	99	9	29,071
Due to other governments	496,229	-	-	-	-
Due to others	-	70,932	32,568	42,044	-
Total liabilities	<u>\$ 501,727</u>	<u>\$ 99,621</u>	<u>\$ 32,667</u>	<u>\$ 42,053</u>	<u>\$ 29,071</u>

District Clerk Agency	District Attorney	Constable #1	Constable #2	State Tax Agency	Jail Commissary
\$ 363,322	\$ 55,347	\$ 2,233	\$ 2,774	\$ 36,776	\$ 2,271
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	18,510	-
<u>\$ 363,322</u>	<u>\$ 55,347</u>	<u>\$ 2,233</u>	<u>\$ 2,774</u>	<u>\$ 55,286</u>	<u>\$ 2,271</u>
\$ -	\$ -	\$ -	\$ -	\$ 375	\$ -
21,666	2,292	-	-	5,319	2,721
-	-	-	-	49,592	-
341,656	53,055	2,233	2,774	-	(450)
<u>\$ 363,322</u>	<u>\$ 55,347</u>	<u>\$ 2,233</u>	<u>\$ 2,774</u>	<u>\$ 55,286</u>	<u>\$ 2,271</u>

WILBARGER COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2019

	Christmas Club Account Agency	Probation Account	Historical Commission	Total Agency Funds (See Exhibit A-10)
Assets				
Cash and cash equivalents	\$ 76,911	\$ 77,420	\$ 13,552	\$ 1,298,526
Investments	-	-	-	36,965
Due from others	-	-	-	254
Due from other funds	-	-	-	18,510
Total assets	<u>\$ 76,911</u>	<u>\$ 77,420</u>	<u>\$ 13,552</u>	<u>\$ 1,354,255</u>
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 375
Due to other funds	-	-	-	95,364
Due to other governments	-	-	-	545,821
Due to others	76,911	77,420	13,552	712,695
Total liabilities	<u>\$ 76,911</u>	<u>\$ 77,420</u>	<u>\$ 13,552</u>	<u>\$ 1,354,255</u>