

# **WILBARGER COUNTY, TEXAS**

## **ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

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# WILBARGER COUNTY, TEXAS

## ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2023

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## *FINANCIAL SECTION*



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### Independent Auditor's Report

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

#### **Report on the Audit of the Financial Statements**

##### ***Opinions***

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, 2023 and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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, 2023, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

##### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

##### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## ***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 identified in the table of contents as Required Supplementary Information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information

and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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  
September 12, 2024

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Wilbarger County, Texas, we offer readers of the County's Annual Financial Report this narrative overview and analysis of the County's financial performance during the fiscal year ended September 30, 2023. Please read it in conjunction with the County's financial statements, which follow this section.

### FINANCIAL HIGHLIGHTS

- The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at September 30, 2023 by \$14,424,183 (net position). Of this amount, \$6,127,452 (unrestricted net position) may be used to meet the County's obligations.
- During the year, the County's total net position increased by \$380,125. The County's expenses, which totaled \$10,705,122, were less than the County's program revenues of \$2,603,674, general revenues of \$8,474,170, and prior period adjustment for the implementation of GASB Statement 96 of \$7,403.
- The General Fund reported a fund balance this year of \$3,934,961, which is an increase of \$144,080 in comparison with the prior year amount.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$3,811,297, or 55% of the 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 are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains required supplementary information in addition to the basic financial statements.

#### Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers a broad overview of the County's finances in a manner similar to a private-sector business.

All of the County's services are reported in the government-wide financial statements, including general government and airport. Property taxes and sales taxes finance most of the general government activities. User charges finance the airport activities. Additionally, all capital and debt financing activities are reported here.

The *statement of net position* presents information on all the County's assets, deferred outflows of resources, liabilities, 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 County's financial position is improving or deteriorating.



The *statement of activities* details how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Therefore, 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 property taxes).

## **Fund Financial Statements**

The County uses fund accounting to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the County's most significant *funds* – not the County as a whole. Some funds are required by State law and or bond covenants. Other funds may be established by the County to control and manage money for particular purposes or to evidence appropriate use of certain taxes, grants, and other special revenues.

All the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary 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 short-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 the County's short-term financing requirements.

Because the focus on *governmental funds* is narrower than that of 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 County's short-term financing decisions. Reconciliations are provided for both the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances. These reconciliations facilitate the comparison between *governmental funds* and *governmental activities*.

The County maintained multiple governmental funds in the current year. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balance for the General Fund, Road and Bridge Fund, and ARPA Fund, which are considered to be the major funds. Financial data for the other governmental funds are combined into a single, aggregated presentation.

A **proprietary fund** is used to account for operations that are financed similar to those in the private sector. This fund provides both long- and short-term financial information. The County uses this fund to report the activities for airport services.

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's programs. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The County's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position.

## **Notes to the Basic Financial Statements**

The notes to the basic financial statements provide additional information that is essential to obtain a full understanding of the data provided in the government-wide and fund financial statements.

## Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* that further explains and supports the information in the financial statements.

## Government-wide Financial Analysis

As noted previously, net position may serve over time as a useful indicator of a government's financial position. Exhibited below in Table 1 is the County's net position summarized for both *governmental activities* and *business-type activities*.

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

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 9,996,632	\$10,870,262	\$ 165,250	\$ 211,132	\$10,161,882	\$11,081,394
Capital assets, net	7,360,631	7,320,945	928,415	944,090	8,289,046	8,265,035
<b>Total Assets</b>	<b>17,357,263</b>	<b>18,191,207</b>	<b>1,093,665</b>	<b>1,155,222</b>	<b>18,450,928</b>	<b>19,346,429</b>
<b>Deferred Outflows</b>	<b>1,120,820</b>	<b>1,084,726</b>	<b>23,920</b>	<b>24,219</b>	<b>1,144,740</b>	<b>1,108,945</b>
Current liabilities	2,369,409	2,253,135	21,794	3,672	2,391,203	2,256,807
Noncurrent liabilities	2,364,459	796,399	42,938	5,825	2,407,397	802,224
<b>Total Liabilities</b>	<b>4,733,868</b>	<b>3,049,534</b>	<b>64,732</b>	<b>9,497</b>	<b>4,798,600</b>	<b>3,059,031</b>
<b>Deferred Inflows</b>	<b>310,973</b>	<b>3,199,833</b>	<b>61,912</b>	<b>152,452</b>	<b>372,885</b>	<b>3,352,285</b>
Net position:						
Net investment in capital assets	6,783,510	6,712,109	928,415	944,090	7,711,925	7,656,199
Restricted	584,806	485,537	-	-	584,806	485,537
Unrestricted	6,064,926	5,828,920	62,526	73,402	6,127,452	5,902,322
<b>Total Net Position</b>	<b>\$13,433,242</b>	<b>\$13,026,566</b>	<b>\$ 990,941</b>	<b>\$1,017,492</b>	<b>\$14,424,183</b>	<b>\$14,044,058</b>

Net investment in capital assets (e.g. land, buildings, furniture, and equipment less any related debt used to acquire those assets that is still outstanding) is \$7,711,925. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

A portion of the County's net position, \$584,806, represents resources that are subject to external restrictions on how they may be used. The remaining balance of net position of \$6,127,452 may be used to meet the County's ongoing obligations.

## Changes in Net Position

The County's total revenues were \$11,077,844. The governmental activities generated revenues of \$10,679,585, or 96%, including 15% from charges for services, 54% from property tax, and 7% from sales taxes. The remaining 4%, or \$398,259, comes from the business-type activities which was almost entirely charges for services. Table 2 shows the County's revenues for the years ended September 30, 2023 and 2022.

**Table 2 - County's Revenues**

	2023	Percent	2022	Percent
<b>Governmental Activities</b>				
Charges for services	\$ 1,701,194	15%	\$ 1,675,595	15%
Operating grants and contributions	403,080	4%	1,186,426	11%
Capital grants and contributions	120,000	1%	-	0%
Property taxes	5,953,052	54%	5,970,976	55%
Sales taxes	828,421	7%	805,475	7%
Other taxes	21,099	0%	20,459	0%
Investment earnings	451,453	4%	90,306	1%
Miscellaneous	1,201,286	11%	774,318	7%
Total governmental activities	10,679,585	96%	10,523,555	96%
<b>Business-type activities</b>				
Charges for services	373,349	4%	404,050	4%
Operating grants and contributions	6,051	0%	12,448	0%
Investment earnings	5,293	0%	3,544	0%
Miscellaneous	13,566	0%	13,566	0%
Total business-type activities	398,259	4%	433,608	4%
Total revenues	\$ 11,077,844	100%	\$ 10,957,163	100%

The total cost of all programs and services was \$10,705,122. The County's expenses cover a range of services with the most significant being 25% related to road and bridge, 21% for public facilities, 14% for general government, 12% for judicial and 13% for public safety. Exhibited below in Table 3 are the County's expenses for the years ended September 30, 2023 and 2022.

**Table 3 - County's Expenses**

	2023	Percent	2022	Percent
<b>Governmental activities</b>				
General government	\$ 1,547,021	14%	\$ 1,221,377	12%
Judicial	1,280,755	12%	1,190,628	12%
Legal	273,782	3%	238,959	2%
Financial	581,418	5%	476,190	5%
Public facilities	2,268,914	21%	2,002,438	20%
Public safety	1,344,514	13%	1,113,994	11%
Health and welfare	108,699	1%	87,671	1%
Conservation	178,436	2%	124,919	1%
Road and bridge	2,626,674	25%	3,028,227	29%
ARPA	-	0%	160,651	2%
Interest and fiscal charges	20,099	0%	20,997	0%
Total governmental activities	10,230,312	96%	9,666,051	95%
<b>Business-type activities</b>				
Airport	474,810	4%	497,550	5%
Total business-type activities	474,810	4%	497,550	5%
Total expenses	\$ 10,705,122	100%	\$ 10,163,601	100%

## Governmental and Business-Type Activities

Table 4 presents the various revenue categories and gross costs of each of the County's functional areas for both the current and prior year. Following the table, we provide explanations for the significant or unusual fluctuations between the two years.

**Table 4 - Changes in Net Position**

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 1,701,194	\$ 1,675,595	\$ 373,349	\$ 404,050	\$ 2,074,543	\$ 2,079,645
Operating grants and contributions	403,080	1,186,426	6,051	12,448	409,131	1,198,874
Capital grants and contributions	120,000	-	-	-	120,000	-
General revenues:						
Property taxes	5,953,052	5,970,976	-	-	5,953,052	5,970,976
Sales taxes	828,421	805,475	-	-	828,421	805,475
Other taxes	21,099	20,459	-	-	21,099	20,459
Investment earnings	451,453	90,306	5,293	3,544	456,746	93,850
Miscellaneous	1,201,286	774,318	13,566	13,566	1,214,852	787,884
Total revenues	<u>10,679,585</u>	<u>10,523,555</u>	<u>398,259</u>	<u>433,608</u>	<u>11,077,844</u>	<u>10,957,163</u>
Expenses:						
General government	1,547,021	1,221,377	-	-	1,547,021	1,221,377
Judicial	1,280,755	1,190,628	-	-	1,280,755	1,190,628
Legal	273,782	238,959	-	-	273,782	238,959
Financial	581,418	476,190	-	-	581,418	476,190
Public facilities	2,268,914	2,002,438	-	-	2,268,914	2,002,438
Public safety	1,344,514	1,113,994	-	-	1,344,514	1,113,994
Health and welfare	108,699	87,671	-	-	108,699	87,671
Conservation	178,436	124,919	-	-	178,436	124,919
Road and bridge	2,626,674	3,028,227	-	-	2,626,674	3,028,227
ARPA	-	160,651	-	-	-	160,651
Interest and fiscal charges	20,099	20,997	-	-	20,099	20,997
Airport	-	-	474,810	497,550	474,810	497,550
Total expenses	<u>10,230,312</u>	<u>9,666,051</u>	<u>474,810</u>	<u>497,550</u>	<u>10,705,122</u>	<u>10,163,601</u>
Special item - gain on sale of capital assets	-	-	-	6,750	-	6,750
Transfers	<u>(50,000)</u>	<u>(61,000)</u>	<u>50,000</u>	<u>61,000</u>	<u>-</u>	<u>-</u>
Change in net position	<u>\$ 399,273</u>	<u>\$ 796,504</u>	<u>\$ (26,551)</u>	<u>\$ 3,808</u>	<u>\$ 372,722</u>	<u>\$ 800,312</u>
Prior period adjustment	<u>\$ 7,403</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,228)</u>	<u>\$ 7,403</u>	<u>\$ (12,228)</u>

- Total revenues increased \$120,681 over the prior year. The most significant changes were as follows:
  - Operating grants and contributions decreased \$789,743 due to fewer ARPA grant funds earned in the current year and CETRZ grant funding ended in the prior year.
  - Investment earnings increased \$362,896 mostly due to significantly higher interest rates in the current year compared to the prior year.
  - Miscellaneous revenue increased \$426,968 mostly due to additional payments in lieu of taxes due to a new tax abatement agreement effective for 2022-23 and insurance proceeds for the exhibit hall roof damage.
- Total expenses increased \$541,521 over the prior year. The most significant fluctuations were as follows:

- General government expenses increased \$325,644 mostly due to two years of audit costs and additional consulting costs, additional ambulance service third-party costs, additional legislative consulting, DA forfeiture, HAVA grant, coronavirus relief expense increases, and smaller GASB 68 downward expense adjustment in the current year.
- Public facilities expenses increased \$266,476 mostly due to new Priddy library funding technology costs and smaller GASB 68 downward expense adjustment in the current year.
- Public safety expenses increased \$230,520 due to additional juvenile service costs and smaller GASB 68 downward expense adjustment in the current year.
- Road and bridge expenses decreased \$401,553 due to the CETRZ grant ending in the prior year offset by a smaller GASB 68 downward expense adjustment in the current year.
- ARPA expenses decreased \$160,651 due to no ARPA grant funds being expended in the current year.
- Transfers from governmental activities to business-type activities decreased \$11,000 over the prior year due to fewer funds needed to offset the operating deficit.

Table 5 presents the net cost of the County's governmental functions (total cost less fees generated by the activities). The net cost reflects what was funded by local tax dollars and other miscellaneous general revenues.

**Table 5 - Net Cost of Governmental Activities**

	Governmental Activities			
	2023	Percent	2022	Percent
General government	\$ 963,978	12%	\$ 946,192	14%
Judicial	1,001,384	13%	876,183	13%
Legal	205,190	3%	165,480	2%
Financial	322,011	4%	199,699	3%
Public facilities	2,187,180	27%	1,944,307	28%
Public safety	967,158	12%	790,198	12%
Health and welfare	82,909	1%	62,490	1%
Conservation	178,436	2%	124,919	2%
Road and bridge	2,095,193	26%	2,108,965	31%
ARPA	(17,500)	0%	(435,400)	-6%
Interest and fiscal charges	20,099	0%	20,997	0%
Total governmental activities	<u>\$8,006,038</u>	<u>100%</u>	<u>\$6,804,030</u>	<u>100%</u>

### Financial Analysis of the County's Funds

As previously stated, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and segregation for particular purposes.

#### General Fund

The focus of the County's General Fund is to provide information on short-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the ending fund balance for the General Fund was \$3,934,961, of which \$123,664 was nonspendable related to prepaid expenditures and \$3,811,297 was unassigned. The unassigned fund balance represents 55% of the total General Fund expenditures. The total fund balance increased \$144,080 in the current fiscal year.

General Fund revenues totaled \$7,272,603, an increase of \$626,710 or 9% over the preceding year. The most significant changes between years were payments in lieu of taxes which increased \$344,563 or 48%, investment return which increased \$176,464 or 372%, and miscellaneous revenues which increased \$123,886 or 115%. The increase in payment in lieu of taxes is due to a new tax abatement agreement in the current year. The increase in investment return is due to a significant increase in the interest rates in the current year compared to the prior year. The increase in miscellaneous revenue is due to insurance proceeds for the exhibit hall roof damage and a one-time donation for the sheriff department in the current year.

General Fund expenditures totaled \$6,970,189, an increase of \$383,313 or 6% from the preceding year. The only expenditure functional area with a significant change was general government which increased \$169,275 or 15%. General government expenditures increased due to two years of audit costs, additional accounting and legal consulting costs, and additional ambulance service third-party costs in the current year.

General Fund total other financing sources and uses changed from net other sources of \$270,700 to net other uses of \$158,334 mostly because there were additional transfers in from the ARPA Fund in the prior year for grant expenditures paid by the General Fund.

### **Road and Bridge Fund**

The Road and Bridge Fund consists of the revenues and expenditures to maintain the County's road and bridge infrastructure. At the end of the current fiscal year, the ending fund balance for the Road and Bridge Fund was \$2,428,035, of which \$85,187 was nonspendable related to prepaid expenditures and inventory and the remaining \$2,342,848 was committed for road and bridge activity. The total fund balance increased \$119,714 in the current fiscal year.

Road and Bridge Fund revenues totaled \$2,682,239, an increase of \$84,282 or 3% over the preceding year. The only individual revenue category with a significant change was investment return which increased \$89,391 or 452% due to a significant increase in the interest rate in the current year compared to the prior year.

Road and Bridge Fund expenditures totaled \$2,860,337, an increase of \$325,906 or 13% from the preceding year. The only expenditure functional area with a significant change was road and bridge expenditures which increased \$302,390 or 13% due to an increase in equipment purchases and vehicle maintenance less a decline in construction supplies.

Road and Bridge Fund total other financing sources and uses increased from net other sources of \$62,980 to net other sources of \$297,812 due to proceeds from the issuance of debt and proceeds from the sale of capital assets in the current year less no need for transfers in to help supplement operations in the current year.

### **ARPA Fund**

The ARPA fund consists of the revenues and expenditures for the COVID-19 relief ARPA grant funding. At the end of the current fiscal year, the ending fund balance for the ARPA fund was \$105,173, all of which was restricted to the ARPA grant requirements. The total fund balance increased \$87,188 in the current fiscal year.



ARPA Fund revenues totaled \$104,688, a decrease of \$508,491 or 83% over the preceding year. The individual revenue categories with significant changes were intergovernmental which decreased \$578,550 or 97% and investment return which increased \$70,059 or 409%. Intergovernmental decreased because the County only expended a small amount of the ARPA funds in the current year. Investment return increased due to a significant increase in the interest rate in the current year compared to the prior year.

ARPA Fund expenditures totaled \$17,500, a decrease of \$143,151 or 89% from the preceding year. The only expenditure functional area with a significant change was ARPA expenditures which decreased \$160,651 or 100% because the only ARPA funds expended in the current year were for SBITA principal and interest payments.

ARPA Fund total other financing sources and uses changed from net other sources of \$435,400 to \$0 due to ARPA expenditures paid by the General Fund in the prior year that required a transfer out of funds from the ARPA fund.

### **Other Governmental Funds**

Other Governmental Funds consist of the various special revenue funds and the capital projects fund. The total ending fund balance was \$737,131, an increase of \$27,203 from the previous year. Of the ending fund balance, \$411,846 was restricted for special services, \$65,506 was restricted for grants, \$2,281 was restricted for jury, \$245,505 was committed for capital projects and \$11,993 was committed for juvenile services.

Other governmental funds revenues totaled \$678,884, a decrease of \$61,988 or 8% over the preceding year. The most significant changes between years were intergovernmental revenue which decreased \$229,758 or 37% and miscellaneous revenue which increased \$124,702 or 20,111%. Intergovernmental revenue decreased due to the CETRZ grant ending in the prior year less the new HAVA grant in the current year. Miscellaneous revenue increased due to one-time Priddy Foundation library funding received in the current year.

Other Governmental Funds expenditures totaled \$760,015, an increase of \$28,962 or 4% from the preceding year. The functional areas with significant changes were general government which increased \$258,220 or 386%, public facilities which increased from \$0 to \$122,224, public safety which increased \$34,849 or 14% and road and bridge which decreased \$385,267 or 100%. General government expenditures increased due to increased district attorney forfeiture, HAVA grant and coronavirus grant expenditures in the current year. Public facilities expenditures increased due to one-time Priddy Foundation library funding in the current year. Public safety increased due to additional juvenile justice costs in the current year. Road and bridge expenditures decreased because the CETRZ grant funding ended in the prior year.

Other Governmental Funds total other financing sources and uses increased from net other sources of \$40,720 to net other sources of \$108,334. This increase was due to the increase in transfers in from the General Fund in the current year.

### **General Fund Budgetary Highlights**

Over the course of the year, the County revised its General Fund budget several times. Actual expenditures were \$528,355 less than the final budget. The expenditure functional areas with significant budget variances were general government which was \$208,788 below budgeted expenditures due to conservative budgeting, judicial which was \$148,622 below budgeted expenditures due to conservative budgeting and public facilities which was \$102,305 below budgeted expenditures due to conservative budgeting. Negative budget variances of \$8,623 and \$17,575 also occurred in the health and welfare expenditures and debt service functional areas, respectively.

On the other hand, revenues were \$294,483 above the final budgeted amount. The significant positive variances were payments in lieu of taxes of \$343,658, investment return of \$183,854, and miscellaneous revenues of \$132,990, while there were significant negative variances in property taxes of \$243,869 and fees and commissions of \$202,076 due to the budget not amended for collections below budgeted amounts.

The budgeted areas that changed significantly from the original to the final budget were property taxes (\$202,750), general government (\$101,955), and public facilities (\$231,750). Property taxes were increased in anticipation of greater collections. General government expenditures were reduced due to fewer county clerk costs than originally anticipated. Public facilities expenditures were increased due to unanticipated expenditures.

### **Road and Bridge Fund Budgetary Highlights**

Over the course of the year, the County revised its Road and Bridge Fund budget to allow for \$120,500 in additional expenditures. Actual expenditures were \$307,382 below the final budget. The significant budget variances were in the functional areas of road and bridge (\$345,091) and debt service (\$46,507). The variance in road and bridge was due to conservative budgeting. The variance in debt service was due to additional principal and interest payments required from new debt issued in the current year that was not budgeted.

On the other hand, revenues were \$22,944 above the final budgeted amount. The significant positive variance was investment return of \$99,182 due to higher interest rates than budgeted, while the significant negative variance was property taxes due to less collections than budgeted.

The budgeted areas that changed significantly from the original to the final budget were property taxes (\$120,500) and road and bridge (\$120,500). Property taxes were increased in anticipation of greater collections. Road and bridge expenditures were increased due to unanticipated expenditures.

## **CAPITAL ASSETS AND DEBT ADMINISTRATION**

### **Capital Assets**

At September 30, 2023, the County had invested in a broad range of capital assets totaling \$8,289,046, net of accumulated depreciation, including land, buildings and improvements, infrastructure, machinery and equipment, and SBITA assets. See Table 6 below.

**Table 6 - Capital Assets, Net**

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Land	\$ 312,699	\$ 307,699	\$ 33,137	\$ 33,137	\$ 345,836	\$ 340,836
Buildings and improvements	1,635,339	1,666,824	332,312	355,881	1,967,651	2,022,705
Infrastructure	2,721,079	2,850,637	520,930	536,256	3,242,009	3,386,893
Machinery and equipment	2,667,885	2,495,785	42,036	18,816	2,709,921	2,514,601
SBITA assets	23,629	-	-	-	23,629	-
<b>Totals</b>	<b>\$ 7,360,631</b>	<b>\$ 7,320,945</b>	<b>\$ 928,415</b>	<b>\$ 944,090</b>	<b>\$ 8,289,046</b>	<b>\$ 8,265,035</b>

Capital assets, net of accumulated depreciation, increased \$24,011 or less than 1% from the previous year. Additional information about the County's capital assets is presented in the notes to the financial statements.



## Long-term Debt

At September 30, 2023, the County had \$690,566 in long-term obligations outstanding as shown in Table 7 below.

**Table 7 - Long-term Debt**

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Notes payable	\$ 560,454	\$ 608,836	\$ -	\$ -	\$ 560,454	\$ 608,836
SBITA liabilities	16,667	-	-	-	16,667	-
Compensated absences	104,406	89,269	9,039	5,825	113,445	95,094
Totals	\$ 681,527	\$ 698,105	\$ 9,039	\$ 5,825	\$ 690,566	\$ 703,930

Total long-term obligations decreased \$13,364 or 2%. Additional information about the County's long-term debt is presented in the notes to the financial statements.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Appraised value used for the 2023-24 General Fund budget preparation is \$1,389,132,534, an increase of \$296,480,765, or 27% from the prior year taxable values. The General Fund tax rate adopted is \$0.33070 per \$100 valuation, a decrease of \$0.02082 per \$100 valuation.

Revenues in the General Fund's budget are \$7,844,516, an increase of \$571,913 or 8% more than the final 2022-23 actual revenues of \$7,272,603. The increase is mostly due to additional property taxes budgeted to be collected from increased taxable values.

General Fund expenditures are budgeted at \$7,627,451, an increase of \$657,262 or 9% from final 2022-23 expenditures of \$6,970,189. The increase is mostly due to increases in budgeted administrative expenditures for contingency, budgeted district court expenditures for attorney fees, budgeted auditorium expenditures for planned capital improvements, budgeted sheriff expenditures for school resource officer, and budgeted jail expenditures for capital improvements and professional services.

General Fund other sources and uses are budgeted at net other sources of \$677,500 compared to net other uses of \$158,334 in 2022-23. The increase is mostly due to \$670,000 budgeted for net transfers in from other funds than actual \$158,334 net transfers out to other funds in during 2022-23.

If these estimates are realized, the fund balance of the County's General Fund will increase \$894,565 by September 30, 2024.

Appraised value used for the 2023-24 Road and Bridge Fund budget preparation is \$1,381,583,274, an increase of \$296,342,235, or 27% from the prior year taxable values. The Road and Bridge Fund tax rate adopted is \$0.1449 per \$100 valuation, a decrease of \$0.03753 per \$100 valuation.

Revenues in the Road and Bridge Fund's budget are \$2,671,556, a decrease of \$10,683 or less than 1% more than the final 2022-23 actual revenues of \$2,682,239. There were no individual revenue categories budgeted to change significantly from the prior year.

Road and Bridge Fund expenditures are budgeted at \$3,590,039, an increase of \$729,702 or 26% from final 2022-23 expenditures of \$2,860,337. The increase is due to the purchase of equipment expected in 2023-24 which did not occur in 2022-23 and increased wages to road hands.

Road and Bridge Fund other sources and uses are budgeted at net other sources of \$150,000 compared to net other sources of \$297,812 in 2022-23 mostly due to a decline in proceeds from the sale of capital assets and issuance of debt offset somewhat by transfers in to help support operations.

If these estimates are realized, the fund balance of the County's Road and Bridge Fund will decrease \$768,483 by September 30, 2024.

#### **CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

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

## *BASIC FINANCIAL STATEMENTS*

**WILBARGER COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2023**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash	\$ 8,250,571	\$ 41,423	\$ 8,291,994
Investments	811,920	-	811,920
Receivables, net:			
Property taxes	292,715	-	292,715
Accounts	-	19,641	19,641
Fines	129,208	-	129,208
Intergovernmental	245,486	-	245,486
Other	1,294	-	1,294
Right-to-use leases receivable	-	57,083	57,083
Internal balances	(756)	756	-
Due from fiduciaries	57,343	-	57,343
Inventories	64,144	33,475	97,619
Prepaid items	144,707	12,872	157,579
Capital assets not being depreciated	312,699	33,137	345,836
Capital assets being depreciated, net	7,047,932	895,278	7,943,210
Total assets	<u>17,357,263</u>	<u>1,093,665</u>	<u>18,450,928</u>
<b>Deferred outflows of resources:</b>			
Pension plan related	1,115,084	23,920	1,139,004
OPEB plan related	5,736	-	5,736
Total deferred outflows of resources	<u>1,120,820</u>	<u>23,920</u>	<u>1,144,740</u>
<b>Liabilities</b>			
Accounts payable	333,442	1,545	334,987
Salaries payable	148,895	3,464	152,359
Due to others	225	-	225
Unearned revenue	1,886,847	16,785	1,903,632
Long-term liabilities:			
Due within one year	243,261	9,039	252,300
Due in more than one year	438,266	-	438,266
Net pension liability	1,580,326	33,899	1,614,225
Total OPEB liability	102,606	-	102,606
Total liabilities	<u>4,733,868</u>	<u>64,732</u>	<u>4,798,600</u>
<b>Deferred inflows of resources:</b>			
Pension plan related	274,855	5,895	280,750
OPEB plan related	36,118	-	36,118
Right-to-use leases receivable related	-	56,017	56,017
Total deferred inflows of resources	<u>310,973</u>	<u>61,912</u>	<u>372,885</u>
<b>Net Position</b>			
Net investment in capital assets	6,783,510	928,415	7,711,925
Restricted for:			
Jury duty	2,281	-	2,281
Special services	411,846	-	411,846
Grants	170,679	-	170,679
Unrestricted	6,064,926	62,526	6,127,452
Total net position	<u>\$ 13,433,242</u>	<u>\$ 990,941</u>	<u>\$ 14,424,183</u>

The accompanying notes are an integral part of this statement.

**WILBARGER COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
General government	\$ 1,547,021	\$ 313,980	\$ 149,063	\$ 120,000
Judicial	1,280,755	228,121	51,250	-
Legal	273,782	40,592	28,000	-
Financial	581,418	259,407	-	-
Public facilities	2,268,914	81,734	-	-
Public safety	1,344,514	264,733	112,623	-
Health and welfare	108,699	-	25,790	-
Conservation	178,436	-	-	-
Road and bridge	2,626,674	512,627	18,854	-
ARPA	-	-	17,500	-
Interest and fiscal charges	20,099	-	-	-
Total governmental activities	<u>10,230,312</u>	<u>1,701,194</u>	<u>403,080</u>	<u>120,000</u>
Business-type Activities:				
Airport	<u>474,810</u>	<u>373,349</u>	<u>6,051</u>	<u>-</u>
Total primary government	<u>\$ 10,705,122</u>	<u>\$ 2,074,543</u>	<u>\$ 409,131</u>	<u>\$ 120,000</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>
\$ (963,978)	\$ -	\$ (963,978)
(1,001,384)	-	(1,001,384)
(205,190)	-	(205,190)
(322,011)	-	(322,011)
(2,187,180)	-	(2,187,180)
(967,158)	-	(967,158)
(82,909)	-	(82,909)
(178,436)	-	(178,436)
(2,095,193)	-	(2,095,193)
17,500	-	17,500
(20,099)	-	(20,099)
<u>(8,006,038)</u>	<u>-</u>	<u>(8,006,038)</u>
<u>-</u>	<u>(95,410)</u>	<u>(95,410)</u>
<u>(8,006,038)</u>	<u>(95,410)</u>	<u>(8,101,448)</u>
5,953,052	-	5,953,052
828,421	-	828,421
21,099	-	21,099
451,453	5,293	456,746
1,201,286	13,566	1,214,852
(50,000)	50,000	-
<u>8,405,311</u>	<u>68,859</u>	<u>8,474,170</u>
<u>399,273</u>	<u>(26,551)</u>	<u>372,722</u>
13,026,566	1,017,492	14,044,058
<u>7,403</u>	<u>-</u>	<u>7,403</u>
<u>13,033,969</u>	<u>1,017,492</u>	<u>14,051,461</u>
<u>\$ 13,433,242</u>	<u>\$ 990,941</u>	<u>\$ 14,424,183</u>

**WILBARGER COUNTY, TEXAS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2023**

	General Fund	Road & Bridge Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ 3,453,016	\$ 1,967,095	\$ 1,971,851	\$ 760,142	\$ 8,152,104
Investments	428,518	383,402	-	-	811,920
Receivables, net:					
Property taxes	194,029	98,686	-	-	292,715
Fines	126,199	-	-	3,009	129,208
Intergovernmental	170,935	23,745	-	50,806	245,486
Other	1,294	-	-	-	1,294
Due from other funds	114,651	6,575	-	50,050	171,276
Inventories	-	64,144	-	-	64,144
Prepaid items	123,664	21,043	-	-	144,707
Total assets	<u>\$ 4,612,306</u>	<u>\$ 2,564,690</u>	<u>\$ 1,971,851</u>	<u>\$ 864,007</u>	<u>\$ 10,012,854</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ 201,606	\$ 9,281	\$ -	\$ 24,088	\$ 234,975
Salaries payable	120,207	28,688	-	-	148,895
Due to others	-	-	-	225	225
Due to other funds	32,439	-	-	82,250	114,689
Unearned revenue	2,865	-	1,866,678	17,304	1,886,847
Total liabilities	<u>357,117</u>	<u>37,969</u>	<u>1,866,678</u>	<u>123,867</u>	<u>2,385,631</u>
Deferred inflows of resources:					
Unavailable revenues	<u>320,228</u>	<u>98,686</u>	<u>-</u>	<u>3,009</u>	<u>421,923</u>
Fund balances:					
Nonspendable	123,664	85,187	-	-	208,851
Restricted	-	-	105,173	479,633	584,806
Committed	-	2,342,848	-	257,498	2,600,346
Unassigned	3,811,297	-	-	-	3,811,297
Total fund balances	<u>3,934,961</u>	<u>2,428,035</u>	<u>105,173</u>	<u>737,131</u>	<u>7,205,300</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,612,306</u>	<u>\$ 2,564,690</u>	<u>\$ 1,971,851</u>	<u>\$ 864,007</u>	<u>\$ 10,012,854</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, 2023**

Total fund balances - governmental funds (Exhibit A-3)	\$ 7,205,300
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Amounts reported for *governmental activities* 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	\$ 27,176,421	
Related accumulated depreciation	<u>19,815,790</u>	7,360,631

Property tax receivables and fines receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	421,923
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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:

Notes payable	560,454	
SBITA liabilities	16,667	
Accrued compensated absences	<u>104,406</u>	(681,527)

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	(1,580,326)	
Deferred outflows - pension related items	1,115,084	
Deferred inflows - pension related items	(274,855)	
Total OPEB liability	(102,606)	
Deferred outflows - OPEB related items	5,736	
Deferred inflows - OPEB related items	<u>(36,118)</u>	<u>(873,085)</u>

Total net position - governmental activities (Exhibit A-1)	<u>\$ 13,433,242</u>
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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, 2023**

	General Fund	Road & Bridge Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Property taxes	\$ 3,960,993	\$ 2,038,501	\$ -	\$ -	\$ 5,999,494
Sales taxes	828,421	-	-	-	828,421
Other taxes	21,099	-	-	-	21,099
Payments in lieu of taxes	1,063,658	2,493	-	-	1,066,151
Fees and commissions	636,874	512,627	-	88,650	1,238,151
Fines and forfeitures	164,321	-	-	49,891	214,212
Intergovernmental	141,285	18,854	17,500	384,412	562,051
Investment return	223,854	109,182	87,188	31,229	451,453
Miscellaneous	232,098	582	-	124,702	357,382
Total revenues	<u>7,272,603</u>	<u>2,682,239</u>	<u>104,688</u>	<u>678,884</u>	<u>10,738,414</u>
<b>Expenditures</b>					
Current:					
General government	1,328,113	55,302	-	325,050	1,708,465
Judicial	1,296,767	-	-	23,750	1,320,517
Legal	264,962	-	-	6,470	271,432
Financial	565,608	-	-	-	565,608
Public facilities	2,123,431	-	-	122,224	2,245,655
Public safety	1,060,556	-	-	282,521	1,343,077
Health and welfare	143,167	-	-	-	143,167
Conservation	170,010	-	-	-	170,010
Road and bridge	-	2,653,028	-	-	2,653,028
Debt service:					
Principal	17,066	134,035	15,873	-	166,974
Interest and fiscal charges	509	17,972	1,627	-	20,108
Total expenditures	<u>6,970,189</u>	<u>2,860,337</u>	<u>17,500</u>	<u>760,015</u>	<u>10,608,041</u>
Excess of revenues over (under) expenditures	<u>302,414</u>	<u>(178,098)</u>	<u>87,188</u>	<u>(81,131)</u>	<u>130,373</u>
Other sources (uses):					
Transfers in	-	-	-	108,334	108,334
Transfers out	(158,334)	-	-	-	(158,334)
Issuance of debt	-	85,662	-	-	85,662
Proceeds from sale of capital assets	-	212,150	-	-	212,150
Total other sources (uses)	<u>(158,334)</u>	<u>297,812</u>	<u>-</u>	<u>108,334</u>	<u>247,812</u>
Net change in fund balances	144,080	119,714	87,188	27,203	378,185
Fund balances, beginning of year	<u>3,790,881</u>	<u>2,308,321</u>	<u>17,985</u>	<u>709,928</u>	<u>6,827,115</u>
Fund balances, end of year	<u>\$ 3,934,961</u>	<u>\$ 2,428,035</u>	<u>\$ 105,173</u>	<u>\$ 737,131</u>	<u>\$ 7,205,300</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, 2023**

Net change in fund balances - total governmental funds (Exhibit A-5) \$ 378,185

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, net of trade ins	\$ 855,303	
Depreciation expense for the year	<u>714,756</u>	140,547

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. (157,870)

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. (58,829)

Proceeds from the issuance of debt are recorded as other sources when received in the governmental funds. In the Statement of Net Position, the proceeds are recorded as a liability. The amount of notes payable proceeds during the year was: (85,662)

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 as follows:

Notes payable	134,044	
SBITA liabilities	<u>32,939</u>	166,983

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: (15,137)

Included in long-term liabilities is the net other post-employment benefit obligation related to the County's retiree health care plan. The decrease in this obligation was: 3,189

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 plan contributions exceeded the actuarial expense in the current year. 27,867

Change in net position of governmental activities (Exhibit A-2) \$ 399,273

The accompanying notes are an integral part of this statement.

**WILBARGER COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
**ENTERPRISE FUND**  
**SEPTEMBER 30, 2023**

	Enterprise Fund Airport
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 41,423
Receivables, net:	
Accounts	19,641
Right-to-use leases receivable	57,083
Due from other funds	756
Inventories	33,475
Prepaid items	12,872
Total current assets	<u>165,250</u>
Capital assets not being depreciated	33,137
Capital assets being depreciated, net	895,278
Total capital assets, net	<u>928,415</u>
Total assets	<u>1,093,665</u>
<b>Deferred Outflows of Resources</b>	
Pension plan related	<u>23,920</u>
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	1,545
Salaries payable	3,464
Unearned revenues	16,785
Compensated absences - current portion	9,039
Total current liabilities	<u>30,833</u>
Noncurrent liabilities:	
Net pension liability	33,899
Total noncurrent liabilities	<u>33,899</u>
Total liabilities	<u>64,732</u>
<b>Deferred Inflows of Resources</b>	
Pension plan related	5,895
Right-to-use leases receivable related	56,017
Total deferred inflows of resources	<u>61,912</u>
<b>Net Position</b>	
Net investment in capital assets	928,415
Unrestricted	62,526
Total net position	<u>\$ 990,941</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, 2023**

	Enterprise Fund Airport
<b>Operating Revenues</b>	
Sale of fuel	\$ 307,884
Hangar rentals	64,833
Other revenues	632
Total Operating Revenues	<u>373,349</u>
<b>Operating Expenses</b>	
Salaries and related costs	128,394
Other supplies and charges	236,768
Repairs and maintenance	22,784
Insurance	19,403
Utilities	24,536
Depreciation	42,925
Total Operating Expenses	<u>474,810</u>
<b>Operating Loss</b>	<u>(101,461)</u>
<b>Non-Operating Revenues</b>	
Intergovernmental revenue	6,051
Farmland lease	13,566
Interest revenue	5,293
Total Non-operating Revenues	<u>24,910</u>
<b>Transfers In</b>	<u>50,000</u>
<b>Change in net position</b>	(26,551)
<b>Net position - beginning</b>	1,017,492
<b>Net position - ending</b>	<u>\$ 990,941</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, 2023**

	Enterprise Fund Airport
<b>Cash Flows from Operating Activities:</b>	
Cash received from customers	\$ 362,265
Cash payments to employees for services	(126,196)
Cash payments to other suppliers for goods and services	(286,969)
Net cash used by operating activities	<u>(50,900)</u>
<b>Cash Flows from Non-Capital Financing Activities:</b>	
Interfund borrowings	(756)
Interfund transfers	50,000
Intergovernmental grants	6,051
Farmland lease	13,566
Net cash provided by non-capital financing activities	<u>68,861</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>	
Purchase of capital assets	<u>(27,250)</u>
<b>Cash Flows from Investing Activities:</b>	
Interest on investments	<u>5,293</u>
Net Decrease in Cash and Cash Equivalents	(3,996)
Cash and Cash Equivalents at Beginning of Year	45,419
Cash and Cash Equivalents at End of Year	<u><u>\$ 41,423</u></u>
<b>Reconciliation of Operating Loss to Net Cash</b>	
<b>Used by Operating Activities:</b>	
Operating Loss	\$ (101,461)
Adjustments to Reconcile Operating Loss to Net Cash	
Used by Operating Activities:	
Depreciation	42,925
Change in Assets and Liabilities:	
Decrease (Increase):	
Accounts receivables	(11,684)
Other receivables	600
Right-to-use leases receivable	28,575
Inventories	(2,435)
Prepaid expenses	(1,866)
Deferred outflows of resources - pension plan related	299
Net pension asset	29,452
Increase (Decrease):	
Accounts payable	1,072
Salaries payable	385
Unearned revenues	16,665
Compensated absences	3,214
Deferred inflows of resources - pension plan related	(65,051)
Deferred inflows of resources - right-to-use leases receivable related	(25,489)
Net pension liability	<u>33,899</u>
Total adjustments	<u>50,561</u>
Net cash used by operating activities	<u><u>\$ (50,900)</u></u>

The accompanying notes are an integral part of this statement.

**WILBARGER COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**SEPTEMBER 30, 2023**

	Custodial Funds
<b>Assets</b>	
Cash and cash equivalents	\$ 1,502,178
Investments	223,553
Due from other funds	12,262
Total assets	<u>1,737,993</u>
<b>Liabilities</b>	
Accounts payable	1,803
Due to other funds	69,605
Due to other governments	306,220
Total liabilities	<u>377,628</u>
<b>Net Position</b>	
Restricted for other purposes	1,360,365
Total net position	<u><u>\$ 1,360,365</u></u>

The accompanying notes are an integral part of this statement.

**WILBARGER COUNTY, TEXAS**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Custodial Funds
<b>Additions</b>	
Juvenile Probation	\$ 1,364,442
Sheriff's Department	124,766
Tax Assessor Collector	29,065,110
County Clerk	86,444
District Clerk	760,754
County and District Attorneys	62,164
Justices of the Peace	170,947
Miscellaneous	284,388
Total additions	<u>31,919,015</u>
<b>Deductions</b>	
Juvenile Probation	1,255,358
Sheriff's Department	134,848
Tax Assessor Collector	28,564,898
County Clerk	71,349
District Clerk	215,025
County and District Attorneys	239,582
Justices of the Peace	171,373
Miscellaneous	269,467
Total deductions	<u>30,921,900</u>
<b>Change in net position</b>	997,115
<b>Net position - beginning</b>	<u>363,250</u>
<b>Net position - ending</b>	<u><u>\$ 1,360,365</u></u>

The accompanying notes are an integral part of this statement.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2023**

**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, 2023**

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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the 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.

The *American Rescue Plan Act (ARPA) Grant Fund* is a special revenue fund used to account for the federal American Rescue Plan Act COVID-19 relief grant funds.

The County reports the following nonmajor governmental funds as 'Nonmajor Governmental Funds':

The *Special Revenue Funds* account for proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

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

The County reports the following major enterprise fund:

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

Additionally, the County reports the following fund types:

*Custodial Funds* are used to report cash and investments and other resources held in a purely custodial capacity. Custodial funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments. The

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

assets are held in a trustee or custodial capacity and are not available to support County programs; therefore, these funds are not included in the government-wide financial statements.

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.

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.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

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.

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.

d. Right-to-Use Lease Receivable

The County is the lessor in agreements to lease farmland and airport hangar space. The farmland lease commenced in August 2019 with an initial lease term of five years and an interest rate of 5.00%. The airport hangar lease commenced in July 2022 with an initial lease term of five years and an interest rate of 5.00%. The lease payments received during the year totaled \$32,900 including \$4,325 of interest. The total lease receivable at September 30, 2023 was \$57,083.

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 and Improvements	15 - 40 years
Infrastructure	20 - 40 years
Machinery and Equipment	5 - 15 years
SBITA Assets	2 - 3 years

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**6. Subscription-Based Information Technology Agreements (SBITAs)**

The County has a noncancellable contract with a SBITA vendor for the right-to-use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The County recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The County recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a SBITA, the County initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial implementation costs. Subsequently the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying IT assets.

Key estimates and judgments related to SBITAs include how the County determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

The County uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.

The subscription term includes the noncancellable period of the SBITA.

Subscription payments included in the measurement of the subscription liability is composed of fixed payments and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The County monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

**7. 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 TCDRS and its right-to-use leases receivable 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, 2023**

The following is a summary of the deferred outflows/inflows of resources at September 30, 2023:

	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	\$1,115,084	\$23,920	\$ -
OPEB plan related	<u>5,736</u>	<u>-</u>	<u>-</u>
	<u>\$1,120,820</u>	<u>\$23,920</u>	<u>\$ -</u>
Deferred inflows of resources:			
Pension plan related	\$ 274,855	\$ 5,895	\$ -
OPEB plan related	36,118	-	-
Lease receivable	-	56,017	-
Unavailable revenues:			
Property taxes	-	-	292,715
Fines and fees	<u>-</u>	<u>-</u>	<u>129,208</u>
	<u>\$ 310,973</u>	<u>\$61,912</u>	<u>\$421,923</u>

**8. 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.

**9. 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.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**10. 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.

**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 County 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.

**11. 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.

**12. 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.



**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**13. Concentration Risk**

The two largest property taxpayers accounted for 24% of the County's total tax values for the 2022 tax year.

**14. 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 Annual Comprehensive 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.

**15. 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.

**16. New Accounting Standard Adoption**

For fiscal year 2023, the County implemented GASB Statement No. 96, "Subscription-Based Information Technology Arrangements (SBITAs)." GASB No. 96 requires recognition of subscription assets and liabilities for long-term SBITAs in the financial statements. Implementation of this standard resulted in the recognition of prior year SBITAs as SBITA assets and SBITA liabilities. This reclassification resulted in the restatement of the County's statement of net position and statement of activities.

**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 six areas over-expended ranging from \$50 to \$17,066. The Road and Bridge Fund had one area over-expended by \$49,035. The ARPA Fund had two areas over-expended ranging from \$1,627 to \$15,873.

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

The County has no funds with a deficit fund balance or net position at September 30, 2023.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**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, 2023, the carrying amount of the County's deposits was \$9,103,914 and the balance per the bank was \$9,129,863. Included in the carrying amount and bank balance are money market savings account and certificates of deposit (recorded as investments) totaling \$811,920.

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, 2023 were \$1,725,731 and the balance per the bank was \$1,799,422. 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.

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, 2023 are shown below:

<u>Investment or Investment Type</u>	<u>Weighted Maturity (Days)</u>	<u>Fair Value</u>
Money Market Savings Accounts	N/A	<u>\$811,920</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



**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

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 money market savings accounts using Level 2 inputs (statements from the County's depository).

**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.

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.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

Investment Accounting Policy

The County's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate charges. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

**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, 2023, was \$0.35152 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 2023 was \$0.02716. The total tax rate for Wilbarger County for fiscal year 2023 also includes a Farm to Market Right of Way with a tax rate of \$0.15527. The total tax rate for Wilbarger County for fiscal year 2023 was \$0.53395.

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, 2023, net property taxes receivable is calculated as follows:

Gross property taxes receivable	\$446,073
Allowance for uncollectible taxes	( 153,358)
Net property taxes receivable	<u>\$292,715</u>

Of the \$292,715 of net property taxes receivable at September 30, 2023, the County expects to collect approximately \$90,000 within a year. This is similar to the delinquent taxes received in previous years.

**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.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

At September 30, 2023, net fines receivable is calculated as follows:

Gross fines receivable	\$1,528,871
Allowance for uncollectible fines	( 1,399,663)
Net fines receivable	<u>\$ 129,208</u>

Of the \$129,208 of net fines receivable at September 30, 2023, the County expects to collect approximately \$40,000 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, 2023 was as follows:

<b>Governmental Activities:</b>	<b>Restated Balance 10/1/2022</b>	<b>Additions</b>	<b>Retirements</b>	<b>Transfers</b>	<b>Balance 9/30/2023</b>
Capital assets not being depreciated:					
Land	<u>\$ 307,699</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 312,699</u>
Capital assets being depreciated:					
Buildings and improvements	4,449,839	57,750	-	-	4,507,589
Infrastructure	14,273,098	-	-	-	14,273,098
Machinery and equipment	7,654,739	792,553	414,296	-	8,032,996
SBITA assets	<u>83,439</u>	<u>-</u>	<u>33,400</u>	<u>-</u>	<u>50,039</u>
Total capital assets being depreciated	<u>26,461,115</u>	<u>850,303</u>	<u>447,696</u>	<u>-</u>	<u>26,863,722</u>
Less accumulated depreciation for:					
Buildings and improvements	2,783,015	89,235	-	-	2,872,250
Infrastructure	11,422,461	129,558	-	-	11,552,019
Machinery and equipment	5,158,954	462,583	256,426	-	5,365,111
SBITA assets	<u>26,430</u>	<u>33,380</u>	<u>33,400</u>	<u>-</u>	<u>26,410</u>
Total accumulated depreciation	<u>19,390,860</u>	<u>714,756</u>	<u>289,826</u>	<u>-</u>	<u>19,815,790</u>
Total capital assets being depreciated, net	<u>7,070,255</u>	<u>135,547</u>	<u>157,870</u>	<u>-</u>	<u>7,047,932</u>
Governmental activities capital assets, net	<u>\$ 7,377,954</u>	<u>\$ 140,547</u>	<u>\$157,870</u>	<u>\$ -</u>	<u>\$ 7,360,631</u>

At September 30, 2023, machinery and equipment with a cost of \$1,023,951 and accumulated depreciation of \$276,541 is financed under notes payable.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

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

Governmental activities:	
General government	\$ 38,666
Judicial	10,444
Financial	17,038
Public facilities	93,313
Public safety	55,741
Health and welfare	7,825
Conservation	8,173
Road and bridge	<u>483,556</u>
Total governmental depreciation	<u>\$714,756</u>

Business-Type Activities:	Balance 10/1/2022	Additions	Retirements	Transfers	Balance 9/30/2023
Capital assets not being depreciated:					
Land	\$ 33,137	\$ -	\$ -	\$ -	\$ 33,137
Total capital assets not being depreciated	<u>33,137</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,137</u>
Capital assets being depreciated:					
Buildings and improvements	1,077,614	-	-	-	1,077,614
Infrastructure	2,506,875	-	-	-	2,506,875
Machinery and equipment	<u>357,756</u>	<u>27,250</u>	<u>-</u>	<u>-</u>	<u>385,006</u>
Total capital assets being depreciated	<u>3,942,245</u>	<u>27,250</u>	<u>-</u>	<u>-</u>	<u>3,969,495</u>
Less accumulated depreciation for:					
Buildings and improvements	721,733	23,569	-	-	745,302
Infrastructure	1,970,619	15,326	-	-	1,985,945
Machinery and equipment	<u>338,940</u>	<u>4,030</u>	<u>-</u>	<u>-</u>	<u>342,970</u>
Total accumulated depreciation	<u>3,031,292</u>	<u>42,925</u>	<u>-</u>	<u>-</u>	<u>3,074,217</u>
Total capital assets being depreciated, net	<u>910,953</u>	<u>( 15,675)</u>	<u>-</u>	<u>-</u>	<u>895,278</u>
Business-type activities capital assets, net	<u>\$ 944,090</u>	<u>(\$15,675)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 928,415</u>

**G. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

Balances due to and from other funds at September 30, 2023 were as follows:

<u>Due To Fund</u>	<u>Due From Fund</u>	<u>Payable</u>	<u>Reason</u>
General Fund	Custodial Funds	\$ 43,659	Short-term loan
General Fund	Other Governmental Funds	53,028	Short-term loan
General Fund	General Fund	17,964	Short-term loan
Road & Bridge Fund	Custodial Funds	6,575	Short-term loan
Other Governmental Funds	Custodial Funds	6,353	Short-term loan
Other Governmental Funds	General Fund	14,475	Short-term loan
Other Governmental Funds	Other Governmental Funds	29,222	Short-term loan
Airport Fund	Custodial Funds	756	Short-term loan
Custodial Funds	Custodial Funds	<u>12,262</u>	Short-term loan
	Total	<u>\$184,294</u>	

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

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

Interfund transfers during the year ended September 30, 2023 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Other Governmental Funds	\$108,334	Supplement other resources
General Fund	Airport Fund	<u>50,000</u>	Supplement other resources
	Total	<u>\$158,334</u>	

**H. LONG-TERM LIABILITIES**

The County issues notes payable 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, 2023 were as follows:

	<u>Restated Balance 10/1/2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 09/30/2023</u>	<u>Due Within One Year</u>
Governmental Activities:					
Notes payable	\$608,836	\$ 85,662	\$134,044	\$560,454	\$122,188
SBITA liabilities	49,606	-	32,939	16,667	16,667
Compensated absences	<u>89,269</u>	<u>118,786</u>	<u>103,649</u>	<u>104,406</u>	<u>104,406</u>
Total long-term liabilities – governmental activities	<u>\$747,711</u>	<u>\$204,448</u>	<u>\$270,632</u>	<u>\$681,527</u>	<u>\$243,261</u>

For the governmental activities, compensated absences are generally liquidated by the General Fund and the Road and Bridge Fund.

Debt service requirements on long-term debt at September 30, 2023 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$138,855	\$18,550	\$157,405
2025	89,042	12,930	101,972
2026	<u>349,224</u>	<u>10,302</u>	<u>359,526</u>
Totals	<u>\$577,121</u>	<u>\$41,782</u>	<u>\$618,903</u>

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

Notes Payable

Obligations under notes payable at September 30, 2023 are as follows:

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Obligation</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/2023</u>
2017 Wheel Loader – Precinct #1	\$123,860	6/8/20	6/12/25	2.95%	\$ 51,680
2021 JD 672 Motor Grader – Precinct #3	190,396	12/18/20	12/18/25	2.95%	151,057
2021 JD 672 Motor Grader – Precinct #3	199,802	12/18/20	12/18/25	2.95%	161,027
2021 JD 672 Motor Grader – Precinct #3	199,802	12/18/20	12/18/25	2.95%	161,027
2012 Peterbilt Truck – Precinct #4	85,663	5/8/23	5/8/24	6.25%	<u>35,663</u>
Total Notes Payable					<u>\$560,454</u>

Notes payable debt service requirements to maturity are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$122,188	\$17,717	\$139,905
2025	89,042	12,930	101,972
2026	<u>349,224</u>	<u>10,302</u>	<u>359,526</u>
Totals	<u>\$560,454</u>	<u>\$40,949</u>	<u>\$601,403</u>

SBITA Liabilities

In October 2021, the County entered into a SBITA for a computer system software with a future value of \$34,850 and an initial computed value of \$33,400. Eight quarterly payments of \$4,319 are due each quarter beginning in October 2021. The SBITA is computed at the County's incremental borrowing rate of 5.00%. The final payment under the SBITA was made in July 2023.

In February 2022, the County entered into a SBITA for Hosting software with a future value of \$52,500 and an initial computed value of \$50,040. Three annual payments of \$17,500 are due each year beginning February 2022. The SBITA is computed at the County's incremental borrowing rate of 5.00%. The balance at September 30, 2023 is \$16,667.

The SBITA assets and related accumulated amortization at September 30, 2023 are included in SBITA assets in Note F.

SBITA liabilities debt service requirements to maturity are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$16,667</u>	<u>\$833</u>	<u>\$17,500</u>

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**Business-Type Activities**

Changes in long-term liabilities for the year ended September 30, 2023 were as follows:

	<u>Balance</u> <u>10/1/2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>9/30/2023</u>	<u>Due Within</u> <u>One Year</u>
Compensated absences	<u>\$5,825</u>	<u>\$7,715</u>	<u>\$4,501</u>	<u>\$9,039</u>	<u>\$9,039</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, 2023, 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.

**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 over 800 nontraditional defined benefit pension plans. TCDRS in the aggregate issues an Annual Comprehensive Financial Report (ACFR) on a calendar year basis that is publicly available at [www.tcdrs.org](http://www.tcdrs.org).



# WILBARGER COUNTY, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

### SEPTEMBER 30, 2023

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, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	82
Inactive employees entitled to but not yet receiving benefits	46
Active employees	86

#### 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 13.19% for the months of the accounting year in 2022, and 12.18% for the months of the accounting year in 2023.

The contribution rate payable by the employee members for calendar year 2022 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.

#### 4. Net Pension Liability

The County's Net Pension Liability (NPL) was measured as of December 31, 2022, and the Total Pension Liability used to calculate the Net Pension Liability was determined by an actuarial valuation.



**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

*Actuarial Assumptions*

The actuarial assumptions that determined the total pension liability as of December 31, 2022 were based on the results of an actuarial experience investigation of TCDRS over the years 2017-2020, except where required to be different by GASB 68.

Real rate of return	5.00% per year
Inflation	2.50% per year
Long-term investment return	7.50% per year, net of pension plan investments expenses
Growth in membership	0.00% per year
Payroll growth	3.00% per year

Salary increases were based on a service-related table. The mortality rates for active members were based on 135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010. The mortality rate for service retirees, beneficiaries, and non-depositing members was based on 135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010. The mortality rates for disabled retirees were based on 160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

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 2023 information for a 10-year time horizon.

The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting.

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, 2023**

<u>Asset Class</u>	<u>Benchmark</u>	<u>Target Allocation <sup>(1)</sup></u>	<u>Geometric Real Rate of Return (Expected minus Inflation) <sup>(2)</sup></u>
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.95%
Global Equities	MSCI World (net) Index	2.50%	4.95%
International Equities – Developed Markets	MSCI World Ex USA (net) Index	5.00%	4.95%
International Equities – Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.95%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	2.40%
Strategic Credit	FTSE High-Yield Cash-Pay Index	9.00%	3.39%
Direct Lending	Morningstar LSTA US Leveraged Loan TR USD Index	16.00%	6.95%
Distressed Debt	Cambridge Associates Distressed Securities Index <sup>(3)</sup>	4.00%	7.60%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.15%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	5.30%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index <sup>(4)</sup>	6.00%	5.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index <sup>(5)</sup>	25.00%	7.95%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	2.90%
Cash Equivalents	90-Day U.S. Treasury	2.00%	0.20%

<sup>(1)</sup> Target asset allocation adopted at the March 2023 TCDRS Board Meeting.

<sup>(2)</sup> Geometric real rates of return equal the expected return minus the assumed inflation of 2.3%, per Cliffwater's 2023 capital market assumptions

<sup>(3)</sup> Includes vintage years 2005 – present of Quarter Pooled Horizon IRRs.

<sup>(4)</sup> Includes vintage years 2007 – present of Quarter Pooled Horizon IRRs.

<sup>(5)</sup> Includes vintage years 2006 – 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 (7.60%).

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

*Changes in Net Pension Liability / (Asset)*

	Increase (Decrease)		
	Total Pension Liability	Fiduciary Net Position	Net Pension Liability / (Asset)
	(a)	(b)	(a) – (b)
Balances as of December 31, 2021	\$25,502,048	\$26,840,760	(\$1,338,712)
Changes for the year:			
Service cost	506,790	-	506,790
Interest on total pension liability	1,924,993	-	1,924,993
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	( 276,383)	-	( 276,383)
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	( 55,701)	( 55,701)	-
Benefit payments	( 1,329,617)	( 1,329,617)	-
Administrative expenses	-	( 14,450)	14,450
Member contributions	-	277,502	( 277,502)
Net investment income	-	( 1,523,565)	1,523,565
Employer contributions	-	522,897	( 522,897)
Other changes	-	( 59,921)	59,921
Balances as of December 31, 2022	<u>\$26,272,130</u>	<u>\$24,657,905</u>	<u>\$1,614,225</u>

*Sensitivity Analysis*

The following presents the net pension liability (asset) of the County, calculated using the discount rate of 7.60%, 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 (6.60%) or 1 percentage point higher (8.60%) than the current rate.

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Net pension liability (asset)	<u>\$4,749,629</u>	<u>\$1,614,225</u>	<u>(\$1,044,312)</u>

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

Pension Expense

	<u>January 1, 2022 to December 31, 2022</u>
Service cost	\$ 506,790
Interest on total pension liability <sup>(1)</sup>	1,924,993
Effect of plan changes	-
Administrative expenses	14,450
Member contributions	( 277,502)
Expected investment return net of investment expenses	( 2,015,303)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	( 90,828)
Recognition of assumption changes or inputs	313,812
Recognition of investment gains or losses	( 40,479)
Other <sup>(2)</sup>	<u>59,921</u>
Pension expense	<u>(\$ 395,854)</u>

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

<sup>(2)</sup> Relates to allocation of system-wide items.

Deferred Outflows / Inflows of Resources

As of September 30, 2023, 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	\$ 27,891	\$250,636
Change in assumptions	328,868	30,114
Net difference between projected and actual earnings	418,414	-
Contributions made subsequent to measurement date	<u>363,831</u>	<u>-</u>
Total	<u>\$1,139,004</u>	<u>\$280,750</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>	
2023	( \$80,452)
2024	( 132,841)
2025	( 57)
2026	707,773

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**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>9/30/22</u>	<u>9/30/23</u>
Active – Employee Only	45	65
Active – Employee and Dependent	30	15
Retired – Employee Only	1	3
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	4.77% (2.27% real rate of return plus 2.50% inflation)
Average Per Capita Claim Cost	The medical claim cost ranges from \$13,272 at age 50 to \$18,753 at age 64.
Health Care Cost Trend	Level 4.50%
Mortality	RPH-2014 Total Table with Projection MP-2021

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

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, 2023
Measurement Date	September 30, 2023

4. *Changes in Total OPEB Liability*

	<u>Changes in Total OPEB Liability</u>
Balances as of September 30, 2022	\$ 98,294
Changes for the year:	
Service cost	6,597
Interest cost	4,834
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	-
Other changes	-
Contributions-employer	-
Net investment income	-
Benefit payments	( 7,119)
Administrative expense	-
Balance as of September 30, 2023	<u>\$102,606</u>

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

*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 4.77%, 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 (3.77%) or 1 percentage point higher (5.77%) than the current rate.

	1% Decrease 3.77%	Current Discount Rate 4.77%	1% Increase 5.77%
Total OPEB liability	<u>\$111,409</u>	<u>\$102,606</u>	<u>\$94,560</u>

Trend Rate

The following presents the total OPEB liability of the County, calculated using the healthcare cost trend rate of 4.50%, 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 (3.50%) or 1 percentage point higher (5.50%) than the current rate.

	1% Decrease 3.50%	Current Health Care Trend Rate 4.50%	1% Increase 5.50%
Total OPEB liability	<u>\$91,668</u>	<u>\$102,606</u>	<u>\$115,520</u>

5. *OPEB Expense*

	October 1, 2022 to September 30, 2023
Service cost at October 1, 2022	\$6,597
Interest cost (including interest on Service Cost)	4,834
Changes of benefit terms	-
Current recognized deferred outflows (inflows)	-
Difference between expected and actual experience	( 6,089)
Changes in assumptions or other inputs	( 1,412)
Other changes, if significant	-
Difference of projected investment earnings	-
Total OPEB expense as of September 30, 2023	<u>\$3,930</u>

6. *Deferred Outflows / Inflows of Resources*

As of September 30, 2023, the deferred outflows and inflows of resources are as follows:

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$21,154
Changes of assumptions/inputs	5,736	14,964
Net difference between projected and actual investments	-	-
Contributions made subsequent to measurement date	<u>-</u>	<u>-</u>
Total	<u>\$5,736</u>	<u>\$36,118</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 September 30:</u>	
2024	(\$7,501)
2025	( 7,501)
2026	( 7,663)
2027	( 7,717)

**M. FUND BALANCES**

The Governmental Funds' fund balances consisted of the following at September 30, 2023:

	<u>General Fund</u>	<u>Road &amp; Bridge</u>	<u>ARPA Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<b>Nonspendable:</b>					
Inventories	\$ -	\$ 64,144	\$ -	\$ -	\$ 64,144
Prepaid items	<u>123,664</u>	<u>21,043</u>	<u>-</u>	<u>-</u>	<u>144,707</u>
Total nonspendable	<u>123,664</u>	<u>85,187</u>	<u>-</u>	<u>-</u>	<u>208,851</u>
<b>Restricted:</b>					
Jury	-	-	-	2,281	2,281
Special services	-	-	-	411,846	411,846
Grants	<u>-</u>	<u>-</u>	<u>105,173</u>	<u>65,506</u>	<u>170,679</u>
Total restricted	<u>-</u>	<u>-</u>	<u>105,173</u>	<u>479,633</u>	<u>584,806</u>
<b>Committed:</b>					
Road and bridge	-	2,342,848	-	-	2,342,848
Juvenile probation	-	-	-	11,993	11,993
Capital projects	<u>-</u>	<u>-</u>	<u>-</u>	<u>245,505</u>	<u>245,505</u>
Total committed	<u>-</u>	<u>2,342,848</u>	<u>-</u>	<u>257,498</u>	<u>2,600,346</u>
Unassigned	<u>3,811,297</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,811,297</u>
Total fund balances	<u>\$3,934,961</u>	<u>\$2,428,035</u>	<u>\$105,173</u>	<u>\$737,131</u>	<u>\$7,205,300</u>



**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**N. TAX ABATEMENT AGREEMENTS**

The County has approved six 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 Electra Wind LLC dated May 11, 2015, the fourth agreement is with Lockett Wind, LLC dated November 13, 2017, the fifth agreement is with Blue Summitt II Wind LLC dated December 18, 2018, and the sixth agreement is with Western Trail Wind LLC dated January 1, 2022. All agreements were issued pursuant to the Property Redevelopment and Tax Abatement Act, as amended, in V.T.C.A. Tax Code, Chapter 313. It was noted that one other agreement 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 tenth year of the agreement, and the total value loss was \$356,607. The reduction in M&O taxes was \$1,179 and I&S taxes was \$517.

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 tenth year of the agreement, and the total value loss was \$20,881,529. The reduction in M&O taxes was \$69,055 and I&S taxes was \$30,257.

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 sixth year of the agreement, and the total value loss was \$143,971,845. The reduction in M&O taxes was \$476,115 and I&S taxes was \$208,615.

The Lockett 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 \$225,000 due in years 1 through 4, \$262,500 due in years 5 through 7 and \$300,000 due in years 8 through 10. This is the third year of the agreement and the total value loss was \$162,961,103. The reduction in M&O taxes was \$538,912 and I&S taxes was \$236,130.

The Blue Summit II 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 \$93,600 due in years 1 through 5 and \$117,000 due in years 6 through 10. This is the fourth year of the agreement and the total value loss was \$32,636,304. The reduction in M&O taxes was \$107,928 and I&S taxes was \$47,290.

The Western Trail 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 \$342,630 due in years 1 through 4, \$399,735 due in years 5 through 7, and \$456,840 due in years 8 through 10. This is the first year of the agreement and the total value loss was \$99,754,761. The reduction in M&O taxes was \$329,889 and I&S taxes was \$144,545.

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. ECONOMIC DEPENDENCY**

The County's top two taxpayers' taxable values equal \$258,924,997, or approximately 24% of the total taxable value for 2022-23. A significant decline in taxable values from one or both of those entities could have a material adverse effect on the County's operations.

**WILBARGER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2023**

**P. PRIOR PERIOD ADJUSTMENT**

During fiscal year 2023, the County adopted GASB Statement No. 96, "Subscription-Based Information Technology Arrangements (SBITAs)." Prior to the implementation of GASB 96, long-term County SBITAs were expensed as service was provided. After the implementation of GASB 96, these long-term SBITAs were reported as SBITA assets and liabilities and amortized over the life of the arrangement. The effect of the change in the reporting of these long-term SBITAs was an increase to SBITA assets, net by \$57,009 and an increase to SBITA liabilities by \$49,606 in the statement of net position and an increase to beginning net position by \$7,403 in the statement of activities.

## *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, 2023**

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property taxes	\$ 4,002,112	\$ 4,204,862	\$ 3,960,993	\$ (243,869)
Sales taxes	775,000	775,000	828,421	53,421
Other taxes	16,000	16,000	21,099	5,099
Payments in lieu of taxes	720,000	720,000	1,063,658	343,658
Fees and commissions	838,950	838,950	636,874	(202,076)
Fines and forfeitures	150,000	150,000	164,321	14,321
Intergovernmental	134,200	134,200	141,285	7,085
Investment return	40,000	40,000	223,854	183,854
Miscellaneous	83,300	99,108	232,098	132,990
Total revenues	<u>6,759,562</u>	<u>6,978,120</u>	<u>7,272,603</u>	<u>294,483</u>
<b>Expenditures</b>				
Current:				
General government:				
County Judge	242,335	242,335	215,338	26,997
County Clerk	498,230	398,230	305,298	92,932
Veterans service	11,500	11,500	10,626	874
Non-departmental	886,791	884,836	796,851	87,985
Total General government	<u>1,638,856</u>	<u>1,536,901</u>	<u>1,328,113</u>	<u>208,788</u>
Judicial:				
Law library	55,723	65,723	62,712	3,011
Justice of the Peace #1	141,794	141,794	138,077	3,717
Justice of the Peace #2	178,936	178,936	174,253	4,683
District Attorney	287,470	327,470	315,955	11,515
District Clerk	236,808	236,808	230,934	5,874
District Court	494,658	494,658	374,836	119,822
Total Judicial	<u>1,395,389</u>	<u>1,445,389</u>	<u>1,296,767</u>	<u>148,622</u>
Legal:				
County Attorney	<u>263,572</u>	<u>270,527</u>	<u>264,962</u>	<u>5,565</u>
Financial:				
Tax Collector	293,228	304,228	276,747	27,481
Treasurer	104,852	104,852	93,642	11,210
County Auditor	199,095	199,095	195,219	3,876
Total Financial	<u>597,175</u>	<u>608,175</u>	<u>565,608</u>	<u>42,567</u>
Public facilities:				
Courthouse	241,612	318,362	328,836	(10,474)
Jail	1,183,894	1,183,894	1,165,246	18,648
Auditorium	350,334	350,334	343,856	6,478
Arena	218,146	373,146	285,493	87,653
Total Public facilities	<u>1,993,986</u>	<u>2,225,736</u>	<u>2,123,431</u>	<u>102,305</u>

**WILBARGER COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Public Safety:				
Constable #1	85,116	84,655	84,627	28
Constable #2	81,102	81,563	81,613	(50)
Juvenile probation	35,000	35,000	(2,040)	37,040
Sheriff	812,631	828,439	829,371	(932)
Civil defense	74,435	74,435	66,085	8,350
Department of Public Safety	1,000	1,000	900	100
Community supervision	50	50	-	50
Total Public Safety	1,089,334	1,105,142	1,060,556	44,586
Health and Welfare:				
Health and welfare	104,544	109,544	108,763	781
Outreach services	25,000	25,000	34,404	(9,404)
Total Health and Welfare	129,544	134,544	143,167	(8,623)
Conservation:				
Extension service	172,130	172,130	170,010	2,120
Debt Service:				
Principal	-	-	17,066	(17,066)
Interest and fiscal charges	-	-	509	(509)
Total Debt Service	-	-	17,575	(17,575)
Total expenditures	7,279,986	7,498,544	6,970,189	528,355
Excess of revenues over (under) expenditures	(520,424)	(520,424)	302,414	822,838
Other sources (uses):				
Transfers in	715,000	715,000	-	(715,000)
Transfers out	(200,000)	(200,000)	(158,334)	41,666
Proceeds from sale of capital assets	7,500	7,500	-	(7,500)
Total other sources (uses)	522,500	522,500	(158,334)	(680,834)
Net change in fund balances	2,076	2,076	144,080	142,004
Fund balances, beginning of year	3,790,881	3,790,881	3,790,881	-
Fund balances, end of year	\$ 3,792,957	\$ 3,792,957	\$ 3,934,961	\$ 142,004

**WILBARGER COUNTY, TEXAS**  
**ROAD AND BRIDGE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property taxes	\$ 1,974,095	\$ 2,094,595	\$ 2,038,501	\$ (56,094)
Payments in lieu of taxes	2,600	2,600	2,493	(107)
Fees and commissions	530,000	530,000	512,627	(17,373)
Intergovernmental	19,100	19,100	18,854	(246)
Investment return	10,000	10,000	109,182	99,182
Miscellaneous	3,000	3,000	582	(2,418)
Total revenues	<u>2,538,795</u>	<u>2,659,295</u>	<u>2,682,239</u>	<u>22,944</u>
<b>Expenditures</b>				
Current:				
General government:				
Road and bridge administration	64,100	64,100	55,302	8,798
Total General government	<u>64,100</u>	<u>64,100</u>	<u>55,302</u>	<u>8,798</u>
Road and Bridge:				
Precinct Number One	849,884	874,384	860,839	13,545
Precinct Number Two	600,880	600,880	516,737	84,143
Precinct Number Three	665,675	665,675	516,473	149,202
Precinct Number Four	761,180	857,180	758,979	98,201
Total Road and Bridge	<u>2,877,619</u>	<u>2,998,119</u>	<u>2,653,028</u>	<u>345,091</u>
Debt service:				
Principal	85,000	85,000	134,035	(49,035)
Interest and fiscal charges	20,500	20,500	17,972	2,528
Total Debt Service	<u>105,500</u>	<u>105,500</u>	<u>152,007</u>	<u>(46,507)</u>
Total expenditures	<u>3,047,219</u>	<u>3,167,719</u>	<u>2,860,337</u>	<u>307,382</u>
Excess of revenues over (under) expenditures	<u>(508,424)</u>	<u>(508,424)</u>	<u>(178,098)</u>	<u>330,326</u>
Other financing sources:				
Transfers in	410,000	410,000	-	(410,000)
Issuance of debt	-	-	85,662	85,662
Proceeds from sale of capital assets	100,000	100,000	212,150	112,150
Total other financing sources	<u>510,000</u>	<u>510,000</u>	<u>297,812</u>	<u>(212,188)</u>
Net change in fund balances	1,576	1,576	119,714	118,138
Fund balances - beginning	<u>2,308,321</u>	<u>2,308,321</u>	<u>2,308,321</u>	<u>-</u>
Fund balances - ending	<u>\$ 2,309,897</u>	<u>\$ 2,309,897</u>	<u>\$ 2,428,035</u>	<u>\$ 118,138</u>

**WILBARGER COUNTY, TEXAS**  
**ARPA FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 17,500	\$ 17,500
Investment return	7,000	7,000	87,188	80,188
Total revenues	7,000	7,000	104,688	97,688
<b>Expenditures</b>				
Current:				
ARPA related	150,000	150,000	-	150,000
Debt service:				
Principal	-	-	15,873	(15,873)
Interest and fiscal charges	-	-	1,627	(1,627)
Total expenditures	150,000	150,000	17,500	132,500
Excess of revenues over (under) expenditures	(143,000)	(143,000)	87,188	230,188
Other financing sources (uses):				
Transfers in	1,240,115	1,240,115	-	(1,240,115)
Transfers out	(1,000,000)	(1,000,000)	-	1,000,000
Total other financing sources (uses)	240,115	240,115	-	(240,115)
Net change in fund balances	97,115	97,115	87,188	(9,927)
Fund balances - beginning	17,985	17,985	17,985	-
Fund balances - ending	\$ 115,100	\$ 115,100	\$ 105,173	\$ (9,927)

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

	2022	2021	2020	2019
<b>Total Pension Liability</b>				
Service cost	\$ 506,790	\$ 503,896	\$ 457,281	\$ 477,872
Interest on total pension liability	1,924,993	1,858,668	1,781,093	1,686,730
Effect of plan changes	-	-	-	97,731
Effect of assumption changes or inputs	-	(60,230)	1,315,478	-
Effect of economic/demographic (gains) or losses	(276,383)	(86,699)	111,561	26,810
Benefit payments/refunds of contributions	(1,385,318)	(1,307,751)	(1,182,511)	(1,027,666)
Net change in total pension liability	770,082	907,884	2,482,902	1,261,477
Total pension liability (asset), beginning	25,502,048	24,594,164	22,111,262	20,849,785
Total pension liability (asset), ending (a)	<u>\$ 26,272,130</u>	<u>\$ 25,502,048</u>	<u>\$ 24,594,164</u>	<u>\$ 22,111,262</u>
<b>Fiduciary Net Position</b>				
Employer contributions	\$ 522,897	\$ 500,769	\$ 496,626	\$ 464,008
Member contributions	277,502	271,945	280,805	273,173
Investment income net of investment expenses	(1,523,565)	4,884,002	2,147,840	2,978,265
Benefit payments/refunds of contributions	(1,385,317)	(1,307,751)	(1,182,511)	(1,027,666)
Administrative expenses	(14,450)	(14,521)	(16,475)	(15,850)
Other	(59,922)	(8,957)	(9,926)	(7,048)
Net change in fiduciary net position	(2,182,855)	4,325,487	1,716,359	2,664,882
Fiduciary net position, beginning	26,840,760	22,515,273	20,798,914	18,134,032
Fiduciary net position, ending (b)	<u>\$ 24,657,905</u>	<u>\$ 26,840,760</u>	<u>\$ 22,515,273</u>	<u>\$ 20,798,914</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$ 1,614,225</u>	<u>\$ (1,338,712)</u>	<u>\$ 2,078,891</u>	<u>\$ 1,312,348</u>
Fiduciary net position as a % of total pension liability	<u>93.86%</u>	<u>105.25%</u>	<u>91.55%</u>	<u>94.06%</u>
Pensionable covered payroll	<u>\$ 3,964,309</u>	<u>\$ 3,884,929</u>	<u>\$ 4,011,503</u>	<u>\$ 3,902,478</u>
Net pension liability as a % of covered payroll	<u>40.72%</u>	<u>-34.46%</u>	<u>51.82%</u>	<u>33.63%</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 implemented.



2018	2017	2016	2015	2014	2013
\$ 455,721	\$ 454,669	\$ 477,053	\$ 473,833	\$ 470,346	N/A
1,611,912	1,529,309	1,423,069	1,364,294	1,290,558	N/A
-	-	-	(63,363)	-	N/A
-	99,121	-	181,537	-	N/A
(173,236)	(135,869)	31,531	(354,534)	(125,195)	N/A
(959,410)	(898,732)	(785,156)	(853,111)	(719,553)	N/A
934,987	1,048,498	1,146,497	748,656	916,156	N/A
19,914,798	18,866,300	17,719,803	16,971,147	16,054,991	N/A
<u>\$ 20,849,785</u>	<u>\$ 19,914,798</u>	<u>\$ 18,866,300</u>	<u>\$ 17,719,803</u>	<u>\$ 16,971,147</u>	<u>N/A</u>
\$ 460,698	\$ 425,505	\$ 442,766	\$ 442,847	\$ 440,759	N/A
267,623	259,452	262,915	256,828	254,256	N/A
(351,635)	2,412,699	1,143,738	(46,804)	1,014,994	N/A
(959,411)	(898,731)	(785,156)	(853,111)	(719,553)	N/A
(14,565)	(12,460)	(12,426)	(11,232)	(11,821)	N/A
(5,003)	(2,983)	23,444	(101,807)	(114,370)	N/A
(602,293)	2,183,482	1,075,281	(313,279)	864,265	N/A
18,736,325	16,552,843	15,477,562	15,790,841	14,926,576	N/A
<u>\$ 18,134,032</u>	<u>\$ 18,736,325</u>	<u>\$ 16,552,843</u>	<u>\$ 15,477,562</u>	<u>\$ 15,790,841</u>	<u>N/A</u>
<u>\$ 2,715,753</u>	<u>\$ 1,178,473</u>	<u>\$ 2,313,457</u>	<u>\$ 2,242,241</u>	<u>\$ 1,180,306</u>	<u>N/A</u>
<u>86.97%</u>	<u>94.08%</u>	<u>87.74%</u>	<u>87.35%</u>	<u>93.05%</u>	<u>N/A</u>
<u>\$ 3,823,186</u>	<u>\$ 3,706,463</u>	<u>\$ 3,733,218</u>	<u>\$ 3,668,973</u>	<u>\$ 3,632,223</u>	<u>N/A</u>
<u>71.03%</u>	<u>31.80%</u>	<u>61.97%</u>	<u>61.11%</u>	<u>32.50%</u>	<u>N/A</u>

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

<u>Year Ending September 30,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Employer Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll (1)</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2014	\$ 440,589	\$ 440,759	\$ (170)	\$ 3,632,223	12.1%
2015	442,847	442,847	-	3,668,973	12.1%
2016	442,847	442,847	-	3,668,973	12.1%
2017	427,464	427,464	-	3,694,147	11.6%
2018	453,080	453,080	-	3,802,615	11.9%
2019	466,334	466,334	-	3,909,673	11.9%
2020	473,351	473,351	-	3,867,754	12.2%
2021	498,916	498,916	-	3,912,415	12.8%
2022	513,489	513,489	-	3,916,424	13.1%
2023	506,078	506,078	-	4,065,544	12.4%

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

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

	2023	2022	2021
<b>Total OPEB Liability</b>			
Service cost	\$ 6,597	\$ 9,367	\$ 9,367
Interest cost	4,834	3,269	3,124
Change of benefit terms	-	-	-
Difference between expected and actual experience	-	(24,254)	-
Changes in assumptions	-	(22,468)	-
Other changes	-	-	-
Contributions-employer	-	-	-
Net investment income	-	-	-
Benefit payments	(7,119)	(7,119)	(4,957)
Administrative expense	-	-	-
Net change in total OPEB liability	4,312	(41,205)	7,534
Total OPEB liability, beginning	98,294	139,499	131,965
Total OPEB liability, ending	<u>\$ 102,606</u>	<u>\$ 98,294</u>	<u>\$ 139,499</u>
Covered payroll	<u>\$ 3,032,450</u>	<u>\$ 3,032,450</u>	<u>\$ 2,859,072</u>
Total OPEB liability as a % of covered payroll	<u>3.38%</u>	<u>3.24%</u>	<u>4.88%</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.

2020	2019	2018	2017	2016	2015	2014
\$ 7,568	\$ 7,568	\$ 7,273	N/A	N/A	N/A	N/A
5,170	4,474	4,300	N/A	N/A	N/A	N/A
-	-	-	N/A	N/A	N/A	N/A
(13,158)	-	-	N/A	N/A	N/A	N/A
15,096	-	-	N/A	N/A	N/A	N/A
-	-	-	N/A	N/A	N/A	N/A
-	-	-	N/A	N/A	N/A	N/A
-	-	-	N/A	N/A	N/A	N/A
(4,957)	-	-	N/A	N/A	N/A	N/A
-	-	-	N/A	N/A	N/A	N/A
9,719	12,042	11,573	N/A	N/A	N/A	N/A
122,246	110,204	98,631	N/A	N/A	N/A	N/A
<u>\$ 131,965</u>	<u>\$ 122,246</u>	<u>\$ 110,204</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>\$ 2,859,072</u>	<u>\$ 3,045,379</u>	<u>\$ 3,045,379</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>4.62%</u>	<u>4.01%</u>	<u>3.62%</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

**WILBARGER COUNTY, TEXAS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**YEAR ENDED SEPTEMBER 30, 2023**

**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 project 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:	
Courthouse	\$10,474
Constable #2	50
Sheriff	932
Outreach services	9,404
Principal	17,066
Interest	509
Road and Bridge Fund:	
Principal	49,035
ARPA Fund:	
Principal	15,873
Interest	1,627

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

**WILBARGER COUNTY, TEXAS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**YEAR ENDED SEPTEMBER 30, 2023**

**B. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**

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.
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Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	17.8 years (based on contribution rate calculated in 12/31/2022 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.50%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected. 2019: New inflation, mortality and other assumptions were reflected. 2022: New investment return and inflation assumptions were changed.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions	2017: New Annuity Purchase Rates were reflected for benefits earned after 2017. 2020: Employer contributions reflect that a 1% flat COLA was adopted.

**C. WILBARGER COUNTY RETIREE HEALTH CARE PLAN**

There were no changes in the assumptions and methods or plan provisions since the last measurement date.

***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.

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, 2023**

	Special Revenue Funds				Total Nonmajor Governmental Funds (See Exhibit A-3)
	Jury Fund	Special Services Fund	Grant Fund	Juvenile Services Fund	Capital Projects Fund
<b>Assets</b>					
Cash and cash equivalents	\$ 2,281	\$ 407,557	\$ 92,085	\$ 12,714	\$ 245,505
Receivables, net:					
Fines	-	3,009	-	-	-
Intergovernmental	-	27	-	50,779	-
Due from other funds	-	6,354	14,475	29,221	-
Total assets	<u>\$ 2,281</u>	<u>\$ 416,947</u>	<u>\$ 106,560</u>	<u>\$ 92,714</u>	<u>\$ 245,505</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ -	\$ 2,092	\$ 23,750	\$ (1,754)	\$ -
Due to others	-	-	-	225	-
Due to other funds	-	-	-	82,250	-
Unearned revenues	-	-	17,304	-	-
Total liabilities	<u>-</u>	<u>2,092</u>	<u>41,054</u>	<u>80,721</u>	<u>-</u>
Deferred inflows of resources:					
Unavailable revenues	-	3,009	-	-	-
Fund balances:					
Restricted	2,281	411,846	65,506	-	-
Committed	-	-	-	11,993	245,505
Total fund balances	<u>2,281</u>	<u>411,846</u>	<u>65,506</u>	<u>11,993</u>	<u>245,505</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,281</u>	<u>\$ 416,947</u>	<u>\$ 106,560</u>	<u>\$ 92,714</u>	<u>\$ 245,505</u>

**WILBARGER COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Special Revenue Funds				Total Nonmajor Governmental Funds (See Exhibit A-5)
	Jury Fund	Special Services Fund	Grant Fund	Juvenile Services Fund	Capital Projects Fund
<b>Revenues</b>					
Fees and commissions	\$ -	\$ 84,009	\$ -	\$ 4,641	\$ -
Fines and forfeitures	-	49,891	-	-	-
Intergovernmental	1,224	-	186,185	197,003	-
Investment return	139	17,271	-	2,963	10,856
Miscellaneous	2,477	-	122,225	-	-
Total revenues	<u>3,840</u>	<u>151,171</u>	<u>308,410</u>	<u>204,607</u>	<u>10,856</u>
<b>Expenditures</b>					
Current:					
General government	-	108,446	216,604	-	-
Judicial	-	-	23,750	-	-
Legal	6,470	-	-	-	-
Public facilities	-	-	122,224	-	-
Public safety	-	-	47,091	235,430	-
Total expenditures	<u>6,470</u>	<u>108,446</u>	<u>409,669</u>	<u>235,430</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,630)</u>	<u>42,725</u>	<u>(101,259)</u>	<u>(30,823)</u>	<u>10,856</u>
Other sources:					
Transfers in	5,000	-	68,334	35,000	-
Total other sources	<u>5,000</u>	<u>-</u>	<u>68,334</u>	<u>35,000</u>	<u>-</u>
Net change in fund balances	2,370	42,725	(32,925)	4,177	10,856
Fund balances, beginning of year	<u>(89)</u>	<u>369,121</u>	<u>98,431</u>	<u>7,816</u>	<u>234,649</u>
Fund balances, end of year	<u>\$ 2,281</u>	<u>\$ 411,846</u>	<u>\$ 65,506</u>	<u>\$ 11,993</u>	<u>\$ 245,505</u>

**WILBARGER COUNTY, TEXAS**  
**JURY FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 3,000	\$ 3,000	\$ 1,224	\$ (1,776)
Investment return	50	50	139	89
Miscellaneous	-	-	2,477	2,477
Total revenues	<u>3,050</u>	<u>3,050</u>	<u>3,840</u>	<u>790</u>
<b>Expenditures</b>				
Current:				
Legal	<u>21,000</u>	<u>21,000</u>	<u>6,470</u>	<u>14,530</u>
Excess of revenues over (under) expenditures	(17,950)	(17,950)	(2,630)	15,320
Other source:				
Transfers in	<u>20,000</u>	<u>20,000</u>	<u>5,000</u>	<u>(15,000)</u>
Net change in fund balances	2,050	2,050	2,370	320
Fund balances, beginning of year	(89)	(89)	(89)	-
Fund balances, end of year	<u>\$ 1,961</u>	<u>\$ 1,961</u>	<u>\$ 2,281</u>	<u>\$ 320</u>

**WILBARGER COUNTY, TEXAS**  
**SPECIAL SERVICES FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
<b>Revenues</b>				
Fees and commissions	\$ 153,500	\$ 153,500	\$ 84,009	\$ (69,491)
Fines and forfeitures	40,000	40,000	49,891	9,891
Investment return	3,000	3,000	17,271	14,271
Total revenues	<u>196,500</u>	<u>196,500</u>	<u>151,171</u>	<u>(45,329)</u>
<b>Expenditures</b>				
Current:				
General government	<u>196,360</u>	<u>196,360</u>	<u>108,446</u>	<u>87,914</u>
Excess of revenues over (under) expenditures	<u>140</u>	<u>140</u>	<u>42,725</u>	<u>42,585</u>
Net change in fund balances	140	140	42,725	42,585
Fund balances, beginning of year	369,121	369,121	369,121	-
Fund balances, end of year	<u>\$ 369,261</u>	<u>\$ 369,261</u>	<u>\$ 411,846</u>	<u>\$ 42,585</u>

**WILBARGER COUNTY, TEXAS**  
**GRANT FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental	\$ 194,992	\$ 306,477	\$ 186,185	\$ (120,292)
Investment return	100	100	-	(100)
Miscellaneous	-	122,224	122,225	1
Total revenues	195,092	428,801	308,410	(120,391)
<b>Expenditures</b>				
Current:				
General government	50,000	170,000	216,604	(46,604)
Judicial	22,082	22,082	23,750	(1,668)
Public facilities	-	122,224	122,224	-
Public safety	47,091	47,091	47,091	-
Health and welfare	-	17,304	-	17,304
Total expenditures	119,173	378,701	409,669	(30,968)
Excess of revenues over (under) expenditures	75,919	50,100	(101,259)	(151,359)
Other sources (uses):				
Transfers in	-	-	68,334	68,334
Transfers out	(50,000)	(50,000)	-	50,000
Total other sources (uses)	(50,000)	(50,000)	68,334	118,334
Net change in fund balances	25,919	100	(32,925)	(33,025)
Fund balances, beginning of year	98,431	98,431	98,431	-
Fund balances, end of year	\$ 124,350	\$ 98,531	\$ 65,506	\$ (33,025)

**WILBARGER COUNTY, TEXAS**  
**JUVENILE SERVICES FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Fees and commissions	\$ 2,500	\$ 2,500	\$ 4,641	\$ 2,141
Intergovernmental	297,352	297,352	197,003	(100,349)
Investment return	2,000	2,000	2,963	963
Total revenues	<u>301,852</u>	<u>301,852</u>	<u>204,607</u>	<u>(97,245)</u>
<b>Expenditures</b>				
Current:				
Public safety	301,852	301,852	235,430	66,422
Total expenditures	<u>301,852</u>	<u>301,852</u>	<u>235,430</u>	<u>66,422</u>
Excess of revenues over (under) expenditures	-	-	(30,823)	(30,823)
Other source:				
Transfers in	-	-	35,000	35,000
Net change in fund balances	-	-	4,177	4,177
Fund balances, beginning of year	7,816	7,816	7,816	-
Fund balances, end of year	<u>\$ 7,816</u>	<u>\$ 7,816</u>	<u>\$ 11,993</u>	<u>\$ 4,177</u>

**WILBARGER COUNTY, TEXAS**  
**CAPITAL PROJECTS FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Investment return	\$ 1,750	\$ 1,750	\$ 10,856	\$ 9,106
Total revenues	<u>1,750</u>	<u>1,750</u>	<u>10,856</u>	<u>9,106</u>
<b>Expenditures</b>				
Current:				
Public facilities	62,000	62,000	-	62,000
Total expenditures	<u>62,000</u>	<u>62,000</u>	<u>-</u>	<u>62,000</u>
Excess of revenues over (under) expenditures	(60,250)	(60,250)	10,856	71,106
Other source:				
Transfers in	<u>62,000</u>	<u>62,000</u>	<u>-</u>	<u>(62,000)</u>
Net change in fund balances	1,750	1,750	10,856	9,106
Fund balances, beginning of year	234,649	234,649	234,649	-
Fund balances, end of year	<u>\$ 236,399</u>	<u>\$ 236,399</u>	<u>\$ 245,505</u>	<u>\$ 9,106</u>

## FIDUCIARY FUNDS

Custodial funds are used to account for assets held by the government as a custodian for individuals, private organizations, or other governments.

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

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

County Attorney – 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 – This fund is used to account for receipts of fees by two justices of the peace pending disposition to individuals and entities, the County or other governments.

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

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

State Tax – 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 – This fund is used to account for the activity of the jail commissary.

Christmas Club Account – 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.

Justices of the Peace – 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.



**WILBARGER COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2023**

	Tax Assessor/ Collector	County Clerk	Sheriff	County Attorney	Justice of the Peace Fee Account
<b>Assets</b>					
Cash and cash equivalents	\$ 265,905	\$ 76,666	\$ 19,738	\$ 47,869	\$ 457
Investments	-	56,237	-	-	-
Due from other funds	-	-	-	-	-
Total assets	<u>265,905</u>	<u>132,903</u>	<u>19,738</u>	<u>47,869</u>	<u>457</u>
<b>Liabilities</b>					
Accounts payable	-	-	-	-	-
Due to other funds	256	30,697	3,277	-	-
Due to other governments	265,907	-	-	-	-
Total liabilities	<u>266,163</u>	<u>30,697</u>	<u>3,277</u>	<u>-</u>	<u>-</u>
<b>Net Position</b>					
Restricted for other purposes	(258)	102,206	16,461	47,869	457
Total net position	<u>\$ (258)</u>	<u>\$ 102,206</u>	<u>\$ 16,461</u>	<u>\$ 47,869</u>	<u>\$ 457</u>

District Clerk	District Attorney	Constable #1	Constable #2	State Tax	Jail Commissary
\$ 579,091	\$ 47,828	\$ 4,202	\$ 3,989	\$ 31,394	\$ 12,832
167,316	-	-	-	-	-
-	-	-	-	12,262	-
<u>746,407</u>	<u>47,828</u>	<u>4,202</u>	<u>3,989</u>	<u>43,656</u>	<u>12,832</u>
-	-	-	-	3,343	-
16,627	2,292	-	125	-	-
-	-	-	-	40,313	-
<u>16,627</u>	<u>2,292</u>	<u>-</u>	<u>125</u>	<u>43,656</u>	<u>-</u>
729,780	45,536	4,202	3,864	-	12,832
<u>\$ 729,780</u>	<u>\$ 45,536</u>	<u>\$ 4,202</u>	<u>\$ 3,864</u>	<u>\$ -</u>	<u>\$ 12,832</u>

**WILBARGER COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2023**

	Christmas Club Account	Probation Account	Historical Commission	Justices of the Peace	Total Custodial Funds (See Exhibit A-10)
<b>Assets</b>					
Cash and cash equivalents	\$ 74,367	\$ 306,613	\$ 14,540	\$ 16,687	\$ 1,502,178
Investments	-	-	-	-	223,553
Due from other funds	-	-	-	-	12,262
Total assets	<u>74,367</u>	<u>306,613</u>	<u>14,540</u>	<u>16,687</u>	<u>1,737,993</u>
<b>Liabilities</b>					
Accounts payable	(1,540)	-	-	-	1,803
Due to other funds	-	-	-	16,331	69,605
Due to other governments	-	-	-	-	306,220
Total liabilities	<u>(1,540)</u>	<u>-</u>	<u>-</u>	<u>16,331</u>	<u>377,628</u>
<b>Net Position</b>					
Restricted for other purposes	<u>75,907</u>	<u>306,613</u>	<u>14,540</u>	<u>356</u>	<u>1,360,365</u>
Total net position	<u>\$ 75,907</u>	<u>\$ 306,613</u>	<u>\$ 14,540</u>	<u>\$ 356</u>	<u>\$ 1,360,365</u>

**WILBARGER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	Tax Assessor/ Collector	County Clerk	Sheriff
<b>Additions</b>			
Juvenile Probation	\$ -	\$ -	\$ -
Sheriff's Department	-	-	124,766
Tax Assessor Collector	29,065,110	-	-
County Clerk	-	86,444	-
District Clerk	-	-	-
County and District Attorneys	-	-	-
Justice of the Peace	-	-	-
Miscellaneous	-	-	-
Total additions	<u>29,065,110</u>	<u>86,444</u>	<u>124,766</u>
<b>Deductions</b>			
Juvenile Probation	-	-	-
Sheriff's Department	-	-	134,848
Tax Assessor Collector	28,564,898	-	-
County Clerk	-	71,349	-
District Clerk	-	-	-
County and District Attorneys	-	-	-
Justice of the Peace	-	-	-
Miscellaneous	-	-	-
Total deductions	<u>28,564,898</u>	<u>71,349</u>	<u>134,848</u>
<b>Change in net position</b>	500,212	15,095	(10,082)
<b>Net position - beginning</b>	(500,470)	87,111	26,543
<b>Net position - ending</b>	<u>\$ (258)</u>	<u>\$ 102,206</u>	<u>\$ 16,461</u>

County Attorney	Justice of the Peace Fee Account	District Clerk	District Attorney	Constable #1	Constable #2
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	760,754	-	-	-
10,595	-	-	51,569	-	-
-	58,754	-	-	-	-
-	-	-	-	565	564
<u>10,595</u>	<u>58,754</u>	<u>760,754</u>	<u>51,569</u>	<u>565</u>	<u>564</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	215,025	-	-	-
5,612	-	-	233,970	-	-
-	59,536	-	-	-	-
-	-	-	-	-	744
<u>5,612</u>	<u>59,536</u>	<u>215,025</u>	<u>233,970</u>	<u>-</u>	<u>744</u>
4,983	(782)	545,729	(182,401)	565	(180)
42,886	1,239	184,051	227,937	3,637	4,044
<u>\$ 47,869</u>	<u>\$ 457</u>	<u>\$ 729,780</u>	<u>\$ 45,536</u>	<u>\$ 4,202</u>	<u>\$ 3,864</u>

**WILBARGER COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	State Tax	Jail Commissary	Christmas Club Account
<b>Additions</b>			
Juvenile Probation	\$ -	\$ -	\$ -
Sheriff's Department	-	-	-
Tax Assessor Collector	-	-	-
County Clerk	-	-	-
District Clerk	-	-	-
County and District Attorneys	-	-	-
Justice of the Peace	-	-	-
Miscellaneous	172,222	22,950	87,434
Total additions	<u>172,222</u>	<u>22,950</u>	<u>87,434</u>
<b>Deductions</b>			
Juvenile Probation	-	-	-
Sheriff's Department	-	-	-
Tax Assessor Collector	-	-	-
County Clerk	-	-	-
District Clerk	-	-	-
County and District Attorneys	-	-	-
Justice of the Peace	-	-	-
Miscellaneous	172,222	17,018	79,483
Total deductions	<u>172,222</u>	<u>17,018</u>	<u>79,483</u>
<b>Change in net position</b>	-	5,932	7,951
<b>Net position - beginning</b>	-	6,900	67,956
<b>Net position - ending</b>	<u>\$ -</u>	<u>\$ 12,832</u>	<u>\$ 75,907</u>

Probation Account	Historical Commission	Justices of the Peace	Total Custodial Funds (See Exhibit A-11)
\$ 1,364,442	\$ -	\$ -	\$ 1,364,442
-	-	-	124,766
-	-	-	29,065,110
-	-	-	86,444
-	-	-	760,754
-	-	-	62,164
-	-	112,193	170,947
-	653	-	284,388
<u>1,364,442</u>	<u>653</u>	<u>112,193</u>	<u>31,919,015</u>
1,255,358	-	-	1,255,358
-	-	-	134,848
-	-	-	28,564,898
-	-	-	71,349
-	-	-	215,025
-	-	-	239,582
-	-	111,837	171,373
-	-	-	269,467
<u>1,255,358</u>	<u>-</u>	<u>111,837</u>	<u>30,921,900</u>
109,084	653	356	997,115
197,529	13,887	-	363,250
<u>\$ 306,613</u>	<u>\$ 14,540</u>	<u>\$ 356</u>	<u>\$ 1,360,365</u>