

ATASCOSA COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended

December 31, 2019

Atascosa County, Texas
Annual Financial Report
For the Fiscal Year Ended December 31, 2019

TABLE OF CONTENTS

FINANCIAL SECTION

1. Independent Auditor's Report
3. Management's Discussion and Analysis

Basic Financial Statements:

Government-wide Financial Statements:

12. Statement of Net Position
13. Statement of Activities

Fund Financial Statements:

14. Balance Sheet - Governmental Funds
15. Reconciliation of the Government Funds
16. Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
17. Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
18. Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - General Fund
20. Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Road and Bridge Fund
21. Statement of Net Position - Proprietary Funds
22. Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds
23. Statement of Cash Flows - Proprietary Funds
25. Statement of Fiduciary Net Position - Fiduciary Funds
27. Notes to the Financial Statements

Required Supplementary Information:

69. Schedule of Funding Progress - Public Employees Retirement System

Combining and Individual Fund Statements and Schedules:

73. Combining Balance Sheet - Road and Bridge Funds
74. Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Road and Bridge Funds
75. Combining Balance Sheet - Non-major Governmental Funds
83. Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-major
Governmental Funds

FINANCIAL SECTION

BEYER & Co.
CERTIFIED PUBLIC ACCOUNTANTS

Wayne R. Beyer, C.P.A.

P.O. Box 366 / 442 West Oaklawn
Pleasanton, Texas 78064
Phone: (830) 569-8781 ~ Fax: (830) 569-6776
E-mail: beyerandco@sbcglobal.net

111 North Odem
Sinton, Texas 78387

Please reply to Pleasanton address

INDEPENDENT AUDITOR'S REPORT

To the County Judge and Commissioner's Court
Atascosa County, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Atascosa County, Texas, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Atascosa County, Texas, as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Road and Bridge funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

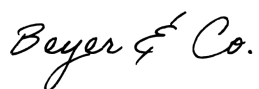
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Employees Retirement System Information on pages 3–11, and 69-72 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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



BEYER & COMPANY
Certified Public Accountants
June 27, 2020

Management's Discussion and Analysis

Financial Highlights

- . The assets of Atascosa County, Texas exceeded its liabilities at the close of the most recent fiscal year by \$76,463,131 (net position). Of this amount, \$24,612,528 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- . The government's total net position decreased by \$11,150,647. This decrease is attributable, in large part, to a substantial amount of depreciation expensed in the transportation function (\$9,040,436), construction expenses of \$6,770,917, and careful budget management.
- . As of the close of the current fiscal year, Atascosa County, Texas' governmental funds reported combined ending fund balances of \$7,181,173, a decrease of \$10,324,664 in comparison with the prior year. Approximately 0% of this total amount, (\$548,007), is available for spending at the government's discretion (unassigned fund balance). This decrease is attributable to construction expenditures of \$6,770,917, an increase in Public Safety of \$2,066,693, and an increase in Transportation of \$3,118,646.
- . At the end of the current fiscal year, the unassigned fund balance for the general fund was \$757,116, or 3 percent of total general fund expenditures, the restricted fund balance for the road and bridge fund was \$3,564,717 or 38 percent of total road and bridge fund expenditures, the restricted fund balance for the general permanent improvement jail fund was \$69,291, or 4 percent of total general permanent improvement jail fund expenditures.
- . Atascosa County, Texas' total debt increased by \$3,928,257 (15 percent) during the current fiscal year. The key factor in this increase was the issuance capital leases of \$2,200,119 an increase in GASB 68 payable of \$3,329,182.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Atascosa County, Texas' basic financial statements. Atascosa County, Texas' basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of Atascosa County, Texas' finances, in a manner like a private-sector business.

The statement of net position presents information on all of Atascosa County, Texas' assets, and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Atascosa County, Texas is improving or deteriorating.

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

The government-wide financial statements distinguish functions of Atascosa County, Texas that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Atascosa County, Texas include general administration, public safety, environmental protection, public transportation, health and welfare, public facilities, legal, elections, financial administration, conservation, capital projects, and culture and recreation. The business-type activities of Atascosa County, Texas include a self-insurance fund.

The government-wide financial statements include only Atascosa County, Texas itself (known as the primary government),

The government-wide financial statements can be found on pages 12-13 of this report.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Atascosa County, Texas, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds:

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Atascosa County, Texas maintains sixty-six (66) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the road and bridge fund, and the general permanent improvement jail fund, all of which are considered to be major funds. Data from the other sixty-three (63) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Atascosa County, Texas adopts an annual appropriated budget for its general fund and road and bridge fund. A budgetary comparison statement has been provided for the general fund and the road and bridge fund.

The basic governmental fund financial statements can be found on pages 14-20 of this report. The basic proprietary fund financial statements can be found on pages 21-24 of this report.

Proprietary funds: Atascosa County, Texas maintains one type of proprietary fund. Internal Service funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Internal Service fund is an accommodation to the County. Atascosa County, Texas uses the Internal Service fund to account for monies used to implement itself insurance program. The Internal Service fund is a major fund of the County.

Atascosa County, Texas also has three agency funds and two trust funds presented in this report. Such funds are not included in the county-wide statement but are shown separately on pages 25-26.

Notes to the financial statements:

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27-68 of this report.

Other information:

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Atascosa County, Texas' progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 69-72 of this report.

The combining statements referred to earlier in connection with major road and bridge funds and non-major governmental funds and internal service fund are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 73-90 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Atascosa County, Texas, assets exceeded liabilities by \$76,463,131 at the close of the most recent fiscal year.

By far the largest portion of Atascosa County, Texas' net position (58 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, infrastructure, and equipment); less any related debt used to acquire those assets that are still outstanding. Atascosa County, Texas uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Atascosa County, Texas' investment in its 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 the capital assets themselves cannot be used to liquidate these liabilities.

ATASCOSA COUNTY, TEXAS NET POSITION

	Governmental Activities		Total	
	2019	2018	2019	2018
Current and Other Assets	\$43,188,825	\$51,530,983	\$43,188,825	\$51,530,983
Capital Assets:	70,411,904	69,864,804	70,411,904	69,864,804
Total Assets	113,600,729	121,395,787	113,600,729	121,395,787
Total Deferred Outflows of Resources	5,390,014	2,558,340	5,390,014	2,558,340
Long-Term Liabilities	30,453,374	26,525,117	30,453,374	26,525,117
Other Liabilities	1,530,080	2,175,685	1,530,080	2,175,685
Total Liabilities	31,983,454	28,700,802	31,983,454	28,700,802
Total Deferred Inflows of Resources	10,544,158	7,639,547	10,544,158	7,639,547
Invested in Capital Assets, Net of Related Debt	44,719,944	51,333,601	44,719,944	51,333,601
Restricted	7,130,659	8,051,383	7,130,659	8,051,383
Unrestricted	24,612,528	28,228,794	24,612,528	28,228,794
Total Net Position	\$76,463,131	\$87,613,778	\$76,463,131	\$87,613,778

An additional portion of Atascosa County, Texas' net position (9 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$24,612,528) may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, Atascosa County, Texas reported a positive balance in all three parts of the governmental activities net position. For the prior fiscal year, Atascosa County, Texas reported a positive balance in all three parts of the governmental activities net position.

Governmental activities:

Governmental activities decreased Atascosa County, Texas' net position by \$11,150,647, thereby accounting for 100 percent of the total decline in the net position of Atascosa County, Texas.

**ATASCOSA COUNTY, TEXAS
CHANGE IN NET POSITION**

	Governmental Activities		Total	
	2019	2018	2019	2018
Revenues:				
Program Revenues:				
Charges for Services	\$10,151,493	\$8,892,571	\$10,151,493	\$8,892,571
Operating Grants and Contributions	1,668,308	1,570,753	1,668,308	1,570,753
Capital Grants and Contributions	53,917	3,000	53,917	3,000
General Revenues:				
Maintenance and Operations Taxes	23,396,994	25,067,241	23,396,994	25,067,241
Sales Taxes	7,514,314	8,106,857	7,514,314	8,106,857
Other Taxes	29,716	33,024	29,716	33,024
Oil Royalties	288,648	504,512	288,648	504,512
Unrestricted Investment Earnings	564,651	686,004	564,651	686,004
Miscellaneous	1,263,217	1,397,589	1,263,217	1,397,589
Total Revenue	44,931,258	46,261,551	44,931,258	46,261,551
Expenses:				
General Administration	11,332,195	11,090,216	11,332,195	11,090,216
Legal	921,446	892,858	921,446	892,858
Judicial	5,756,234	5,259,058	5,756,234	5,259,058
Financial Administration	1,769,811	1,690,926	1,769,811	1,690,926
Public Facilities	410,023	115,819	410,023	115,819
Public Safety	16,031,574	14,243,399	16,031,574	14,243,399
Public Transportation	16,677,249	15,532,005	16,677,249	15,532,005
Culture and Recreation	36,858	45,950	36,858	45,950
Health and Welfare	2,100,674	2,373,755	2,100,674	2,373,755
Conservation - Agriculture	262,687	205,644	262,687	205,644
Interest and Fiscal Charges	783,154	718,893	783,154	718,893
Total Expenses	56,081,905	52,168,523	56,081,905	52,168,523
Increase in Net Position Before Transfers and Special Items	(11,150,647)	(5,906,972)	(11,150,647)	(5,906,972)
Transfers	0	0	0	0
Increase in Net Position	(11,150,647)	(5,906,972)	(11,150,647)	(5,906,972)
Net Position at 12/31/2018 - Restated	87,613,778	93,520,750	87,613,778	93,520,750
Net Position at 12/31/2019	\$76,463,131	\$87,613,778	\$76,463,131	\$87,613,778

The government's total net position decreased by \$11,150,647 during the current fiscal year. This decrease is attributable, in large part, to a substantial amount of depreciation expensed in the transportation function \$9,040,436, construction expenses of \$6,770,917, and careful budget management.

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Government Activities:				
General Administration	\$11,332,195	\$5,716,140	\$179,396	\$0
Legal	921,446	38,271	28,000	
Judicial	5,756,234	670,334	1,237,580	
Financial Administration	1,769,811	856,016		
Public Facilities	410,023			53,917
Public Safety	16,031,574	1,995,337	101,344	
Public Transportation	16,677,249	795,145	42,444	
Culture and Recreation	36,858			
Health and Welfare	2,100,674	80,250	79,544	
Conservation - Agriculture	262,687			
Interest and Fiscal Charges	783,154			
Total Government Activities	<u>\$56,081,905</u>	<u>\$10,151,493</u>	<u>\$1,668,308</u>	<u>\$53,917</u>

Revenues by Source - Governmental Activities

	REVENUES	%
Charges for Services	\$10,151,493	23%
Operating Grants and Contributions	1,668,308	4%
Capital Grants and Contributions	53,917	0%
Maintenance and Operations Taxes	23,396,994	51%
Sales Taxes	7,514,314	17%
Other Taxes	29,716	0%
Oil Royalties	288,648	1%
Unrestricted Investment Earnings	564,651	1%
Miscellaneous	1,263,217	3%
	<u>\$44,931,258</u>	<u>100%</u>

For the most part, except as provided above, increases, or decreases in expenses closely paralleled inflation, growth in population, the recession, or demand for services.

Business-Type Activities

There were no business-type activities since the only internal service fund was blended into the governmental activities.

Financial Analysis of the Government's Funds

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

Governmental funds:

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

As of the end of the current fiscal year, Atascosa County, Texas' governmental funds reported combined ending fund balances of \$7,181,173, a decrease of \$10,324,664 in comparison with the prior year. Approximately 0 percent of this total amount, (\$548,007), constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is non-spendable, restricted, or committed.

The general fund is the chief operating fund of Atascosa County, Texas. At the end of the current fiscal year, unassigned fund balance of the general fund was \$757,116, while total fund balance reached \$784,819. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 3 percent of total general fund expenditures, while total fund balance represents 3 percent of that same amount.

The fund balance of Atascosa County, Texas' general fund decreased by \$3,033,747 during the current fiscal year. Key factors in this decrease are as follows:

- . This decrease is attributable to a transfer out of \$9,631,800 to various funds for operations.

At the end of the current fiscal year, restricted fund balance of the road and bridge fund was \$3,564,717, while total fund balance reached \$3,609,232. As a measure of the road and bridge fund's liquidity, it may be useful to compare both restricted fund balance and total fund balance to total fund expenditures. Restricted fund balance represents 38 percent of total road and bridge fund expenditures, while total fund balance represents 39 percent of that same amount.

The fund balance of Atascosa County, Texas' road and bridge fund decreased by \$966,390 during the current fiscal year. Key factors in this decrease are as follows:

- . road and bridge expenditures increased by \$1,798,128.

There is no analysis for the general permanent improvement jail fund because it is a construction fund and any analysis would be futile.

Budgetary Highlights

There was an increase between the general fund original budget and the final amended budget of \$42,120. This increase is immaterial.

Capital Asset and Debt Administration

Capital assets:

Atascosa County, Texas' investment in capital assets for its governmental activities as of December 31, 2019, amounts to \$70,411,904 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, and infrastructure items such as roads, highways, and bridges. The total increase in Atascosa County, Texas' investment in capital assets for the current fiscal year was .78 percent.

There were several equipment purchases and construction of the New Justice Center, the New Jail Addition, new Justice of the Peace No. 3 Building, and the Animal Control Center during the year.

ATASCOSA COUNTY, TEXAS CAPITAL ASSETS (Net of Depreciation)

	Governmental Activities		Total	
	2019	2018	2019	2018
Land	\$1,545,531	\$1,545,531	\$1,545,531	\$1,545,531
Construction in Progress	30,801,117	24,030,200	30,801,117	24,030,200
Building and Improvements	5,184,116	5,760,951	5,184,116	5,760,951
Machinery and Equipment	9,734,025	7,205,424	9,734,025	7,205,424
Infrastructure	22,551,434	31,322,698	22,551,434	31,322,698
Intangible	595,681	0	595,681	0
Total	<u>\$70,411,904</u>	<u>\$69,864,804</u>	<u>\$70,411,904</u>	<u>\$69,864,804</u>

Additional information on Atascosa County, Texas' capital assets can be found in note IV C on page 42 of this report.

Long-term debt:

At the end of the current fiscal year, Atascosa County, Texas had the following bonded debt.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>	<u>Due After One Year</u>
<u>Governmental Activities:</u>						
General Obligation Bonds	\$24,565,000	\$0	\$990,000	\$23,575,000	\$1,235,000	\$22,340,000
	<u>24,565,000</u>	<u>0</u>	<u>990,000</u>	<u>23,575,000</u>	<u>1,235,000</u>	<u>22,340,000</u>
 Grand Total	 \$24,565,000	 \$0	 \$990,000	 \$23,575,000	 \$1,235,000	 \$22,340,000

Atascosa County, Texas' total bonded debt decreased by \$990,000 (4 percent) during the current fiscal year. The key factor in this decrease was the payment of bonds of \$990,000.

Additional information on Atascosa County, Texas' long-term debt can be found in note IV F on pages 44-46 of this report.

Economic Factors

The Eagle Ford Oil and Gas Shale has brought in an increase in construction and an increase in property values.

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may negatively affect the financial position, results of operations and cash flows of the County. The duration of these uncertainties and the ultimate financial effects cannot be reasonably estimated at this time.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with an overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County's business office, 1 Courthouse Circle, Jourdanton, Texas 78026.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

ATASCOSA COUNTY, TEXAS
STATEMENT OF NET POSITION
DECEMBER 31, 2019

	Primary Government Governmental Activities	Total
<i>ASSETS</i>		
Cash and Cash Equivalents	\$18,650,559	\$18,650,559
Receivables (net of allowance for uncollectibles)	24,464,146	24,464,146
Inventory	36,461	36,461
Prepaid Expenses	37,659	37,659
Capital Assets Not Being Depreciated:		
Land	1,545,531	1,545,531
Construction in Progress	30,801,117	30,801,117
Total Capital Assets Being Depreciated, Net		
Building and Improvements	5,184,116	5,184,116
Machinery and Equipment	9,734,025	9,734,025
Infrastructure	22,551,434	22,551,434
Intangible	595,681	595,681
Total Assets	<u>\$113,600,729</u>	<u>\$113,600,729</u>
<i>DEFERRED OUTFLOWS OF RESOURCES</i>		
GASB 68		
Deferred Outflow of Resources-Contributions (after 12/31/18)	2,448,503	2,448,503
Net difference between projected and actual earnings	2,750,450	2,750,450
Changes of assumptions	191,061	191,061
Loss on Bond Refunding	0	0
Total Deferred Outflows of Resources	<u>5,390,014</u>	<u>5,390,014</u>
<i>LIABILITIES:</i>		
Accounts Payable	\$1,086,347	\$1,086,347
Accrued Wages Payable	120,692	120,692
Accrued Interest Payable	216,923	216,923
Unearned Revenues	106,118	106,118
Noncurrent Liabilities:		
Due Within One Year	2,019,267	2,019,267
Due in More Than One Year	28,434,107	28,434,107
Total Liabilities	<u>31,983,454</u>	<u>31,983,454</u>
<i>DEFERRED INFLOWS OF RESOURCES</i>		
GASB 68		
Differences between expected and actual experience	911,199	911,199
Unavailable Revenue - Advanced Tax Collections	9,632,959	9,632,959
Total Deferred Inflows of Resources	<u>10,544,158</u>	<u>10,544,158</u>
<i>NET POSITION</i>		
Invested in Capital Assets, Net of Related Debt	44,719,944	44,719,944
Restricted		
Construction	70,202	70,202
Debt Service	79,055	79,055
Elections	59,509	59,509
Financial Administration	6,231	6,231
General Administration	434,375	434,375
Health and Welfare	13,786	13,786
Judicial	496,903	496,903
Judicial - District Attorney	369,380	369,380
Public Safety	1,076,368	1,076,368
Public Safety - Sheriff	150,655	150,655
Public Transportation	3,598,287	3,598,287
Records Archives	775,908	775,908
Unrestricted	24,612,528	24,612,528
Total Net Position	<u>\$76,463,131</u>	<u>\$76,463,131</u>

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2019

Functions/Programs	Expenses	Program Revenues		Governmental Activities	Net (Expense)	Net (Expense)
		Charges for Services	Operating Grants and Contributions		Revenue and Changes in Net Position	Revenue and Changes in Net Position
Primary Government						
Government Activities:						
General Administration	\$11,332,195	\$5,716,140	\$179,396	\$0	(\$5,436,659)	(\$5,436,659)
Legal	921,446	38,271	28,000		(855,175)	(855,175)
Judicial	5,756,234	670,334	1,237,580		(3,848,320)	(3,848,320)
Financial Administration	1,769,811	856,016			(913,795)	(913,795)
Public Facilities	410,023			53,917	(356,106)	(356,106)
Public Safety	16,031,574	1,995,337	101,344		(13,934,893)	(13,934,893)
Public Transportation	16,677,249	795,145	42,444		(15,839,660)	(15,839,660)
Culture and Recreation	36,858				(36,858)	(36,858)
Health and Welfare	2,100,674	80,250	79,544		(1,940,880)	(1,940,880)
Conservation - Agriculture	262,687				(262,687)	(262,687)
Interest and Fiscal Charges	783,154				(783,154)	(783,154)
Total Government Activities	<u>56,081,905</u>	<u>10,151,493</u>	<u>1,668,308</u>	<u>53,917</u>	<u>(44,208,187)</u>	<u>(44,208,187)</u>
Total Primary Government	<u>\$56,081,905</u>	<u>\$10,151,493</u>	<u>\$1,668,308</u>	<u>\$53,917</u>	<u>(44,208,187)</u>	<u>(44,208,187)</u>
General Revenues						
Property Taxes, Levies for General Purposes					23,396,994	23,396,994
Sales Taxes					7,514,314	7,514,314
Other Taxes					29,716	29,716
Oil Royalties					288,648	288,648
Unrestricted Investment Earnings					564,651	564,651
Miscellaneous					1,263,217	1,263,217
Total General Revenues and Transfers					<u>33,057,540</u>	<u>33,057,540</u>
Change in Net Position					(11,150,647)	(11,150,647)
Net Position - Beginning - Restated					87,613,778	87,613,778
Net Position - Ending					<u>\$76,463,131</u>	<u>\$76,463,131</u>

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

ATASCOSA COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2019

	General Fund	Road and Bridge	General Permanent Improvement Jail	Other Governmental Funds	Total Governmental Funds
<i>ASSETS</i>					
Cash and Cash Equivalents	\$8,013,357	\$5,194,598	\$69,291	\$4,997,976	\$18,275,222
Receivables (net of allowance for uncollectibles)	15,166,499	3,016,705		1,631,732	19,814,936
Inventory		36,461			36,461
Prepaid Items	27,703	8,054		1,902	37,659
Total Assets	<u>\$23,207,559</u>	<u>\$8,255,818</u>	<u>\$69,291</u>	<u>\$6,631,610</u>	<u>\$38,164,278</u>
<i>LIABILITIES AND FUND BALANCES:</i>					
<i>Liabilities</i>					
Accounts Payable	\$459,564	\$137,600		\$489,183	\$1,086,347
Accrued Wages Payable	8,386	5,100		120,692	134,178
Bank Overdraft				900,502	900,502
Deferred Revenue				106,118	106,118
Total Liabilities	<u>467,950</u>	<u>142,700</u>	<u>0</u>	<u>1,616,495</u>	<u>2,227,145</u>
<i>DEFERRED INFLOWS OF RESOURCES</i>					
Unavailable Revenue - Advanced Tax Collections	7,397,049	1,497,330		738,580	9,632,959
Deferred Property Taxes	14,557,741	3,006,556		1,558,704	19,123,001
Total Deferred Inflows of Resources	<u>21,954,790</u>	<u>4,503,886</u>	<u>0</u>	<u>2,297,284</u>	<u>28,755,960</u>
<i>Fund Balances:</i>					
<i>Non-Spendable</i>					
Inventory		36,461			36,461
Prepaid Items	27,703	8,054		523,707	559,464
<i>Restricted</i>					
Construction			69,291	911	70,202
Debt Service				79,055	79,055
Elections				59,509	59,509
Financial Administration				6,231	6,231
General Administration				434,375	434,375
Health and Welfare				13,786	13,786
Judicial				496,903	496,903
Judicial - District Attorney				369,380	369,380
Public Safety				1,076,368	1,076,368
Public Safety - Sheriff				150,655	150,655
Public Transportation		3,564,717		33,570	3,598,287
Records Archives				775,908	775,908
<i>Committed</i>					
Elections					0
Public Safety - Sheriff				2,596	2,596
Unassigned	757,116			(1,305,123)	(548,007)
Total Fund Balance	<u>784,819</u>	<u>3,609,232</u>	<u>69,291</u>	<u>2,717,831</u>	<u>7,181,173</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$23,207,559</u>	<u>\$8,255,818</u>	<u>\$69,291</u>	<u>\$6,631,610</u>	<u>\$38,164,278</u>

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2019

Total Fund Balances - governmental funds balance sheet	\$7,181,173
Amounts reported for governmental activities in the statement of Net Position ("SNA") are different because:	
Capital assets used in governmental activities are not reported in the funds.	70,411,904
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	4,649,210
GASB 68	
Deferred Outflow of Resources-Contribution	2,448,503
Net difference between projected and actual earnings	2,750,450
Changes of assumptions	191,061
Differences between expected and actual experience	(911,199)
Internal Service funds are used by management to account for funds for Self-Insurance. The assets and liabilities of internal service funds are included in governmental activities in the Statement of Net Position.	1,289,325
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds (net of allowance for uncollectibles).	19,123,001
Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	(30,670,297)
Net Position of Governmental Activities - Statement of Net Position	<u>\$76,463,131</u>
The accompanying notes are an integral part of this statement.	

ATASCOSA COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2019

	General Fund	Road and Bridge	General Permanent Improvement Jail	Other Governmental Funds	Total Governmental Funds
<i>REVENUES</i>					
Taxes					
Property	\$18,166,346	\$3,927,085		\$1,917,123	\$24,010,554
Sales	7,514,314				7,514,314
Other	29,716				29,716
Intergovernmental	178,929	42,444		1,500,852	1,722,225
Licenses and Permits		649,354			649,354
Charges for Services	1,908,320			1,533,121	3,441,441
Fines and Forfeitures	370,192	145,791		22,316	538,299
Oil Royalties	288,648				288,648
Interest	259,172	149,060	11,073	119,882	539,187
Miscellaneous	605,184	21,688		636,345	1,263,217
Total Revenues	29,320,821	4,935,422	11,073	5,729,639	39,996,955
<i>EXPENDITURES</i>					
Current:					
General Administration	4,856,668			404,178	5,260,846
Legal	863,291				863,291
Judicial	2,799,773			1,964,690	4,764,463
Financial Administration	1,697,002				1,697,002
Public Facilities	1,268,318				1,268,318
Public Safety	11,334,274			4,893,408	16,227,682
Public Transportation	1,320,518	9,339,126			10,659,644
Culture and Recreation	36,858				36,858
Health and Welfare	12,600			2,083,823	2,096,423
Conservation - Agriculture	217,429			45,258	262,687
Capital Projects -					
Capital Outlay and Other			1,887,677	4,962,736	6,850,413
Debt Service					
Principal Retirement	493,241			1,048,272	1,541,513
Interest Retirement	22,915			969,683	992,598
Total Expenditures	24,922,887	9,339,126	1,887,677	16,372,048	52,521,738
Excess (Deficiency) of Revenues Over (Under)					
Expenditures	4,397,934	(4,403,704)	(1,876,604)	(10,642,409)	(12,524,783)
<i>OTHER FINANCING SOURCES (USES):</i>					
Capital Lease Proceeds	2,200,119			0	2,200,119
Operating Transfers In		10,611,066		6,228,146	16,839,212
Operating Transfers Out	(9,631,800)	(7,173,752)		(33,660)	(16,839,212)
Total Other Financing Sources (Uses)	(7,431,681)	3,437,314	0	6,194,486	2,200,119
Net Changes in Fund Balances	(3,033,747)	(966,390)	(1,876,604)	(4,447,923)	(10,324,664)
Fund Balances - Beginning	3,818,566	4,575,622	1,945,895	7,165,754	17,505,837
Fund Balances - Ending	784,819	3,609,232	69,291	2,717,831	7,181,173

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
DECEMBER 31, 2019

Net Changes in Fund Balances - Total Governmental Funds (\$10,324,664)

Amounts reported for governmental activities in the Statement of Net Position
("SNA") are different because:

Governmental funds report capital outlays as expenditures. However, in the statement
of activities the cost of those assets is allocated over their estimated useful lives
and reported as depreciation expense. This is the amount by which capital outlays
exceeded depreciation in the current period. 547,100

Other long-term assets are not available to pay for current period
expenditures and, therefore, are deferred in the funds. This is the change in these amounts this year. 418,022

GASB 68

Deferred Outflow of Resources-Contribution. This is the change in these amounts this year. 204,522
Net difference between projected and actual earnings. This is the change in these amounts this year. 3,201,059
Changes of assumptions. This is the change in these amounts this year. (120,798)
Differences between expected and actual experience. This is the change in these amounts this year. (409,085)
(Increase) decrease in Net Pension Liability from beginning of period to end of period. (3,329,182)

Amortization of Loss on Refunded Bonds (2,500)

Amortization of Bond Premium 56,002

Bond Issuance Proceeds (2,200,119)

(Increase) decrease in accrued interest payable from beginning of period to end of period. 3,529

Certain property tax revenues are deferred in the funds. This is the change in these amounts this year. 155,942

Internal Service funds are used by management to account for funds for self-insurance. (613,560)

The net revenue of certain activities of Internal Service funds is reported with
governmental activities. (278,428)

Repayment of loan principal is an expenditure in the funds but not an expense in the SOA. 1,541,513

Change in Net Position of Governmental Activities - Statement of Activities (\$11,150,647)

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETARY BASIS AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2019

	Budgeted Amounts		Budgetary	Variance with
	Original	Final	Basis	Final Budget - Positive (Negative)
REVENUES				
Taxes				
Property	\$18,174,927	\$18,174,927	\$18,166,346	(\$8,581)
Sales	5,500,000	5,500,000	7,514,314	2,014,314
Other	33,000	33,000	29,716	(3,284)
Intergovernmental	171,400	171,400	178,929	7,529
Charges for Services	1,549,181	1,549,181	1,908,320	359,139
Fines and Forfeitures	395,300	395,300	370,192	(25,108)
Oil Royalties	600,000	600,000	288,648	(311,352)
Interest	130,000	130,000	259,172	129,172
Miscellaneous	412,500	424,616	605,184	180,568
Total Revenues	26,966,308	26,978,424	29,320,821	2,342,397
EXPENDITURES				
Current:				
General Administration				
County Clerk	982,473	982,033	842,791	139,242
County Commissioners	175,598	182,599	182,258	341
County Judge	240,697	240,698	227,294	13,404
Elections	256,496	335,524	322,983	12,541
IT Department	242,416	242,415	237,598	4,817
Non-Departmental	3,446,529	3,286,718	2,869,318	417,400
Statutory County Judge	384,693	395,092	394,984	108
Veterans Service	224,956	223,956	209,919	14,037
Legal				
County Attorney	914,453	944,453	863,291	81,162
Judicial				
Child Protection Court	5,400	5,400	2,256	3,144
County Court	1,025,000	1,037,008	1,036,130	878
Court Expense	186,197	231,101	225,100	6,001
District Clerk	536,492	536,492	498,931	37,561
District Judge	3,500	5,974	5,974	0
Justice of the Peace	1,126,575	1,128,815	1,031,382	97,433
Financial Administration				
County Auditor	374,207	378,647	375,811	2,836
County Treasurer	373,061	372,621	359,188	13,433
Tax Assessor-Collector	1,031,267	1,031,267	962,003	69,264
Public Facilities				
Buildings and Yards	855,907	855,907	781,027	74,880
Utility	548,200	548,200	487,291	60,909
Public Safety				
Animal Control	640,160	640,162	614,190	25,972
Constables	536,350	536,349	471,918	64,431
Crimestoppers	58,022	58,022	57,700	322
D.P.S.	140,226	140,226	137,460	2,766
Emergency Management	275,134	275,134	260,589	14,545
Fire	204,500	204,500	164,000	40,500
Jail	4,267,318	4,266,518	3,817,157	449,361
Juvenile Probation	577,834	577,834	577,834	0
Reserve Deputies	133,672	133,672	103,263	30,409
Rural Addressing - 911	26,954	26,954	20,855	6,099
Sheriff	3,839,177	3,851,293	3,600,655	250,638
Sheriff - 911	770,312	770,312	714,731	55,581
(continued)				

(continued)

(continued)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Culture and Recreation				
County Library	\$37,000	\$37,000	\$36,858	\$142
Health and Welfare				
Pauper	20,000	20,000	12,600	7,400
Conservation - Agriculture				
Agriculture Extension Service	223,140	223,140	217,429	5,711
Total Expenditures	24,683,916	24,726,036	22,722,768	2,003,268
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	2,282,392	2,252,388	6,598,053	4,345,665
OTHER FINANCING SOURCES (USES):				
Operating Transfers Out	(2,282,392)	(2,282,392)	(9,631,800)	(7,349,408)
Total Other Financing Sources (Uses)	(2,282,392)	(2,282,392)	(9,631,800)	(7,349,408)
Net Changes in Fund Balances - Cash Basis	\$0	(\$30,004)	(3,033,747)	(\$3,003,743)
Reconciliation from cash basis to modified accrual basis:				
Capital Lease Proceeds			2,200,119	
Various Equipment Purchases			(2,200,119)	
Net Changes in Fund Balances - Modified Accrual Basis			(3,033,747)	
Fund Balances - Beginning			3,818,566	
Fund Balances - Ending			\$784,819	

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS
ROAD AND BRIDGE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2019

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes				
Property	\$4,047,138	\$4,047,138	\$3,927,085	(\$120,053)
Intergovernmental	0	0	42,444	42,444
Licenses and Permits	680,000	686,500	649,354	(37,146)
Fines and Forfeitures	460,000	460,000	145,791	(314,209)
Interest	65,800	118,936	149,060	30,124
Miscellaneous	36,400	41,775	21,688	(20,087)
Total Revenues	<u>5,289,338</u>	<u>5,354,349</u>	<u>4,935,422</u>	<u>(418,927)</u>
EXPENDITURES				
Current				
Public Transportation				
Road and Bridge	8,724,152	8,724,152	9,339,126	(614,974)
Total Expenditures	<u>8,724,152</u>	<u>8,724,152</u>	<u>9,339,126</u>	<u>(614,974)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,434,814)	(3,369,803)	(4,403,704)	(1,033,901)
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	10,611,066	10,611,066	10,611,066	0
Operating Transfers Out	(7,173,752)	(7,173,752)	(7,173,752)	0
Total Other Financing Sources (Uses)	<u>3,437,314</u>	<u>3,437,314</u>	<u>3,437,314</u>	<u>0</u>
Net Changes in Fund Balances	2,500	67,511	(966,390)	(1,033,901)
Fund Balances - Beginning	4,572,622	4,572,622	4,575,622	0
Fund Balances - Ending	<u>\$4,575,122</u>	<u>\$4,640,133</u>	<u>\$3,609,232</u>	<u>(\$1,033,901)</u>

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

ATASCOSA COUNTY, TEXAS
 COMBINING STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2019

	Internal Service Self Insurance Current Year	Internal Service Self Insurance Prior Year	Total Proprietary Funds Current Year
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$1,289,325	\$1,631,064	\$1,289,325
Receivables (net of allowance for uncollectibles)			0
Total Current Assets	1,289,325	1,631,064	1,289,325
TOTAL ASSETS	<u>\$1,289,325</u>	<u>\$1,631,064</u>	<u>\$1,289,325</u>
LIABILITIES, FUND EQUITY AND OTHER CREDITS			
Liabilities			
Current Liabilities (payable from current assets)		\$63,311	\$0
Total Current Liabilities	0	63,311	0
TOTAL LIABILITIES	0	63,311	0
NET POSITION			
Restricted - Expendable	1,289,325	1,567,753	1,289,325
TOTAL NET POSITION	<u>\$1,289,325</u>	<u>\$1,567,753</u>	<u>\$1,289,325</u>

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

ATASCOSA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Internal Service Self Insurance Current Year	Internal Service Self Insurance Prior Year	Total Proprietary Funds Current Year
OPERATING REVENUES:			
Charges for Services (User Fees)	\$5,104,377	\$4,261,830	\$5,104,377
TOTAL OPERATING REVENUES	5,104,377	4,261,830	5,104,377
OPERATING EXPENSES			
Insurance Costs	4,934,414	4,298,741	4,934,414
Administrative Fees	473,469	736,266	473,469
Other	386	523	386
TOTAL OPERATING EXPENSES	5,408,269	5,035,530	5,408,269
OPERATING INCOME (LOSS)	(303,892)	(773,700)	(303,892)
NON-OPERATING REVENUES (EXPENSES):			
Interest Income	25,464	31,381	25,464
TOTAL NON-OPERATING REVENUES (EXPENSES)	25,464	31,381	25,464
Income Before Transfers	(278,428)	(742,319)	(278,428)
Transfers In (Out)	0	0	0
Change in Net Position	(278,428)	(742,319)	(278,428)
Total Net Position - Beginning	1,567,753	2,310,072	1,567,753
Total Net Position - Ending	\$1,289,325	\$1,567,753	\$1,289,325

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

ATASCOSA COUNTY, TEXAS
 COMBINING STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2019

	Internal Service Self Insurance Current Year	Internal Service Self Insurance Prior Year	Total Proprietary Funds Current Year
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$5,104,377	\$4,261,830	\$5,104,377
Payments to Suppliers	(5,471,580)	(4,972,219)	(5,471,580)
Net Cash Provided (Used) By Operating Activities:	(367,203)	(710,389)	(367,203)
Cash Flows from Non-Capital and Related Financing Activities			
Transfers In	0	0	0
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	0	0	0
Cash Flows from Investing Activities			
Interest Received	25,464	31,381	25,464
Net Cash Provided (Used) By Investing Activities	25,464	31,381	25,464
Net Increase (Decrease) in Cash Equivalents	(341,739)	(679,008)	(341,739)
Cash and Cash Equivalents at Beginning of Year	1,631,064	2,310,072	1,631,064
Cash and Cash Equivalents at End of Year	\$1,289,325	\$1,631,064	\$1,289,325

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

(continued)

(continued)

	Internal Service Self Insurance	Internal Service Self Insurance	Total Proprietary Funds
	Current Year	Prior Year	Current Year
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	(\$303,892)	(\$773,700)	(\$303,892)
Changes in Current Items			
Decrease (Increase) in Accounts Receivable	0	0	0
Increase (Decrease) in Accounts Payable	(63,311)	63,311	(63,311)
Net Cash Provided (Used) by Operating Activities	<u>(\$367,203)</u>	<u>(\$710,389)</u>	<u>(\$367,203)</u>

Noncash Investing, Capital, and Financing Activities: None

Note: The above funds are all Enterprise Funds.

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

ATASCOSA COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Agency Funds			Private Purpose Trust Funds	
	Unem- ployment Fund	Court Costs	County Offices	Historical Society	Permanent School Fund
ASSETS					
Cash and Cash Equivalents	\$7,191	\$208,419	\$5,181,835	\$24,533	\$36,867
Receivables (net of allowance for uncollectibles)		50,646	0		
Total Assets	\$7,191	\$259,065	\$5,181,835	\$24,533	\$36,867
LIABILITIES					
Accounts Payable	\$774	\$0	\$0	\$284	
Due to Others		259,065	5,181,835		
Total Liabilities	774	259,065	5,181,835	284	0
NET POSITION					
Restricted for:					
Held in Trust-Unexpendable				10,000	10,000
Unemployment	6,417				
Historical Purposes				14,249	
Public School Purposes					26,867
Total Net Position	\$6,417	\$0	\$0	\$24,249	\$36,867

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

ATASCOSA COUNTY, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Agency Funds			Private Purpose Trust Funds	
	Unemployment Fund	Court Costs	County Offices	Historical Society	Permanent School Fund
ADDITIONS					
Contributions:					
Private Donations				\$1,220	
County Officer Fees			5,181,835		
Court Fees		712,963			
Intergovernmental					
Total Contributions	0	712,963	5,181,835	1,220	0
Investment Earnings:					
Interest Received	575			350	799
Total Investment Earnings	575	0	0	350	799
Less Investment Expense					
Net Investment Earnings	575	0	0	350	799
TOTAL ADDITIONS	575	712,963	5,181,835	1,570	799
DEDUCTIONS					
Benefits	34,812				
Distributions to other governments and others			4,605,091		
Distributions to other governments		536,542			
Culture and Recreation-History				2,433	
Total Deductions	34,812	536,542	4,605,091	2,433	0
Change in Net Position	(34,237)	176,421	576,744	(863)	799
Net Position-Beginning	40,654	82,644	4,605,091	25,112	36,068
Net Position-Ending	\$6,417	\$259,065	\$5,181,835	\$24,249	\$36,867

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

ATASCOSA COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

I. Summary of Significant Accounting Policies

A. Reporting entity

Atascosa County operates under a County Judge – Commissioners’ Court type of government and provides the following services throughout the County: public safety (fire, ambulance, and law enforcement), environmental protections (sanitation), public transportation (highways and roads), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administrative services. The accounting policies of Atascosa County, Texas, (the County) conform to generally accepted accounting principles.

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

B. Government-Wide and Fund Financial Statements

The County’s government-wide financial statements include a statement of net position and a statement of activities. These statements present summaries of governmental activities for the County accompanied by a total column. Fiduciary activities of the County are not included in these statements.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the County’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying statement of net position. The statement of activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the County are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

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

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities, which are presented as internal balances and eliminated in the total primary government column. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Governmental fund financial statements include a balance sheet and a statement of revenues, expenditures and changes in fund balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the government-wide financial statements. The County has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheets. The statement of revenues, expenditures and changes in fund balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the County, are property tax, sales tax, intergovernmental revenues and charges for services. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

The government reports the following major governmental funds:

The general fund is the government'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 government's road and bridge operations. The general permanent improvement jail fund accounts for the 2017 bond proceeds for the construction of an extension to the county jail.

Proprietary fund financial statements include a statement of net position, a statement of revenues, expenses and changes in fund net position, and a statement of cash flows for each major proprietary fund and for the non-major funds aggregated.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the statement of net position. The statement of revenues, expenses and changes in fund net position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

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 self insurance fund are charges to employees for their health insurance. Operating expenses for enterprise funds include the cost of insurance premiums. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first, then unrestricted resources as they are needed.

The government reports the following major proprietary funds: The self insurance fund accounts for the monies used for the County’s self insurance program.

Fiduciary Funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. As such, fiduciary funds are not reported in the government-wide statements. The County’s fiduciary funds include the following: The county officer accounts, the unemployment insurance fund, and the court costs fund are used to account for the fines and fees collected and remitted by the County officers in the course of their operations. The Historical Society fund is used to administer monies for the benefit of Atascosa County history maintenance. The permanent school fund is used to administer monies for construction.

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

The government'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 Government and the District to invest in obligations of the U.S. Treasury. Investments for the Government are reported at fair value. For purposes of the statement of cash flows, the County considers all highly liquid investments (including restricted assets) with a maturity when purchased of three months or less and all local government investment pools to be cash equivalents.

D. Assets, Liabilities, and Net Position or Equity (continued)

2. 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 non-current 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".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to a total of 1 percent of the current outstanding property taxes at December 31, 2019 and 10 percent of the delinquent outstanding property taxes at December 31, 2019.

Property is appraised and a lien on such property becomes enforceable as of January 1, subject to certain procedures for rendition, appraisal, appraisal review and judicial review. Traditionally, property taxes are levied October 1, of the year in which assessed or as soon thereafter as practicable. Taxes are due and payable when levied since that is when the County bills the taxpayers. The County begins to collect the taxes as soon as the taxpayers are billed.

3. 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 the government-wide and fund financial statements.

4. Compensated Absences, Comp. Time, and Sick Pay

It is the government's policy to permit employees to accumulate earned but unused vacation, comp. time, and sick pay benefits.

There is not a liability for sick pay benefits since the government does not have a policy to pay these amounts when employees separate from service with the government.

All vacation pay and comp. time is accrued when incurred in the government-wide financial statements. A liability for this amount is reported in government-wide financial statements.

5. Restricted Assets

The County had no restricted assets at December 31, 2019.

6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 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 date of donation.

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

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. There were several equipment purchases and construction of the New Justice Center, the New Jail Addition, new Justice of the Peace No. 3 Building, and the Animal Control Center during the year.

.

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Buildings	50
Building Improvements	20
Public Domain Infrastructure	50
System Infrastructure	30
Vehicles	5
Office Equipment	5
Computer Equipment	5

7. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is deferred under GASB 68.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. We have included advanced tax collections and deferred property taxes as deferred inflows in the fund financial statements. We have also included items that qualify for reporting under GASB 68.

The County reports unearned revenue on its fund financial statements. Unearned revenues arise when potential revenue does not meet both the “measureable” and “available” criteria for recognition in the current period (fund financial statements). Unearned revenues also arise when resources are unearned by the County and received before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures (fund financial statements and government-wide financial statements). In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed from the applicable financial statement and revenue is recognized. We have included advanced tax collections and deferred property taxes as deferred inflows in the fund financial statements.

9. Net position flow assumption

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

10. Fund balance flow assumptions

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

11. Fund Balances – Governmental Funds

As of December 31, 2019, fund balances are composed of the following:

Fund Balances:	
Non-Spendable	
Inventory	\$36,461
Prepaid Items	559,464
Restricted	
Construction	70,202
Debt Service	79,055
Elections	59,509
Financial Administration	6,231
General Administration	434,375
Health and Welfare	13,786
Judicial	496,903
Judicial - District Attorney	369,380
Public Safety	1,076,368
Public Safety - Sheriff	150,655
Public Transportation	3,598,287
Records Archives	775,908
Committed	
Elections	0
Public Safety - Sheriff	2,596
Unassigned	<u>(548,007)</u>
Total Fund Balance	<u><u>\$7,181,173</u></u>

As of December 31, 2019, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted — amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed — amounts that can be used only for specific purposes determined by a formal action of Commissioners' Court. Commissioners' Court is the highest level of decision-making authority for the County. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Commissioners' Court.

Unassigned — all other spendable amounts.

When an expenditure is incurred for purposes 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, as needed, unless Commissioners' Court or the finance committee has provided otherwise in its commitment or assignment actions.

In fiscal year 2011, the Commissioners' Court adopted a minimum fund balance policy for the General Fund. The policy requires the unassigned fund balance at fiscal year end to be at least equal to 25 to 35 percent of the subsequent year's budgeted General Fund expenditures.

12. Comparative data/reclassifications

Comparative total data for the prior year have been presented only for individual enterprise funds in the fund financial statements to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

II. Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position.

The governmental fund balance sheet includes reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$30,670,297 difference are as follows:

Bonds Payable	\$23,575,000
Capital Lease	2,116,960
Bond Issuance Premium	785,156
Accrued Interest Payable	216,923
Net Pension Payable	3,800,095
Compensated Absences	176,163
	<u>\$30,670,297</u>

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position. (continued)

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds" report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this \$70,411,904 difference are as follows:

Capital Assets Not Being Depreciated	\$32,346,648
Capital Assets Being Depreciated	384,812,057
Depreciation Expense	(346,746,801)
Net Adjustment to Increase Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$70,411,904</u>

The governmental fund balance sheet includes reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds (net of allowance for uncollectibles.*)" The details of this \$19,123,001 difference are as follows:

Property Taxes Receivable	\$19,602,310
Allowance for Doubtful Accounts	<u>(479,309)</u>
Net	<u>\$19,123,001</u>

The governmental fund balance sheet includes reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds." The details of this \$4,649,210 difference are as follows:

Fines and Fees Receivable	\$14,633,096
Allowance for Doubtful Accounts	<u>(9,983,886)</u>
Net	<u>\$4,649,210</u>

- B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities. The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this \$547,100 difference are as follows:

Capital Outlay - Additions - Not Being Depreciated	\$6,770,917
Capital Outlay - Additions - Being Depreciated	6,005,930
Capital Outlay - Deletions	(169,422)
Depreciation Expense	(12,060,325)
Net Adjustment to Increase Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$547,100</u>

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

The original budget is adopted by the Commissioners' Court and filed with the County Clerk. Amendments are made during the year on approval by the Commissioners' Court. The final amended budget is used in this report. The budget should not be exceeded in any expenditure category under State law. Unused appropriations lapse at the end of each year. The County Judge is, by statute, the Budget Officer of the County. He usually requests and relies on the assistance of the County Auditor to prepare the annual budget. After being furnished budget guidelines by the Commissioners' Court, the County Auditor prepares an estimate of revenues and a compilation of requested departmental expenditures and submits this data to the Commissioners' Court. The Commissioners' Court invites various department heads to appear for a hearing concerning the departments' budget requests. 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 County Auditor's estimate of revenues and available cash. The final budget can be legally amended by the Commissioners' Court to whatever extent the Court desires as long as the amended figures do not exceed the County Auditor's estimate of revenues and available cash.

When 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 the members of the Commissioners' Court advised of the condition of the various funds and accounts. The level of control for each legally adopted annual operating budget is the fund. Budgets for all budgeted General and Special Revenue Funds are adopted on a budgetary basis which is in conformity with generally accepted accounting principles (GAAP). Budgets for the 2019 fiscal year were adopted for the General Fund and the Road and Bridge Funds.

B. Excess of Expenditures over Appropriations

For the year ended December 31, 2019, expenditures did not exceed appropriations in any fund except in the road and bridge fund where actual expenditures of \$9,339,126 exceeded budgeted expenditures of \$8,724,152 by \$614,974.

C. Deficit Fund Equity

The County had no deficit fund balances as of December 31, 2019 except for the following: General Permanent Improvement Annex - \$363,948, General Permanent Improvement - \$323,869, Alternate Education Program Fund - \$12,288, Ambulance Fund - \$332,753, Border Prosecution Fund - \$17,807, Generation Trailer Grant Fund - \$333, Hot Check Fund - \$145, Hazard Mitigation Program - \$73,590, Indigent Health Care fund - \$214,286, Special Elections Fund - \$2,128, WOOF Grant - \$45,258, and the Victims Assistant Grant II - \$7,300. These deficits are expected to be liquidated by future resources of the respective funds.

IV. Detailed Notes on All Funds

A. Deposits and investments

Legal and Contractual Provisions Governing Deposits and Investments:

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the County to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the County to invest in (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, (10) and common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in substantial compliance with the requirements of the Act and with local policies.

In compliance with the Public Funds Investment Act, the County has adopted a deposit and investment policy. That policy does address the following risks:

Deposits:

Custodial credit risk - deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government has an investment policy for custodial credit risk. As of December 31, 2019, the government's bank balance of \$12,020,889 was not exposed to custodial credit risk. The fair market value of the securities pledged is \$12,123,169; the FDIC coverage is \$757,455. The book balance of the deposits was \$4,733,098. The collateral is securities held by the pledging financial institution's trust department or agent, in the government's name.

Investments:

The Interlocal Cooperation Act, chapter 791 of the Texas Government Code, and the Public Funds Investment Act, chapter 2256 of the Texas Government Code, provide for the creation of public funds investment pools, such as TexPool, through which political subdivisions and other entities may invest public funds.

TexPool uses amortized cost to value portfolio assets and follows the criteria for GASB Statement No. 79 for use of amortized cost. TexPool does not place any limitations or restrictions such as notice periods or maximum transaction amounts, on withdrawals. TexPool has a credit rating of AAAM from Standard & Poor’s Financial Services. Local government investment pools in this rating category meet the highest standards for credit quality, conservative investment policies, and safety of principal. TexPool invests in a high quality portfolio of debt securities investments that are legally permissible for local governments in the state.

All funds participate in a pooling of cash and investment income in order to maximize investment opportunities. Each fund may liquidate its equity in the pool on demand.

The County’s investments are authorized by County resolutions, bond ordinances, and State statutes. The County is authorized to invest in obligations of the U.S. Government and its agencies or instrumentalities; direct obligations of Texas and its agencies and instrumentalities; obligations of states, agencies, counties, cities and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent rating; insured or collateralized certificates of deposit; fully collateralized repurchase agreements; and government pools.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The County’s investments by fair value level are classified in Level 2 of the fair value hierarchy and are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices. The County has no Level 1 investments (investments valued using prices quoted in active markets for identical securities) or Level 3 investments (investments valued using significant unobservable inputs). As of December 31, 2019, the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity (Years)</u>	<u>Weighted Average</u>
TexPool Funds	\$13,917,461	Less than 1 year	Less than 1 year

Interest Rate Risk. In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year.

Credit Risk. The County’s investment policy is to apply the “prudent investor” standard: “Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.” The County’s investments were rated as follows: TexPool Funds AAAM.

IV. Detailed Notes on All Funds (continued)

A. Deposits and investments (continued)

Concentration of Credit Risk. The County places no limit on the amount that may be invested in any one issuer. The County's portfolio is 100 invested in an external investment pool.

B. Receivables

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

	General	Road and Bridge	Other Govern- mental	Total
<u>Receivables</u>				
Taxes	\$14,919,670	\$3,085,184	\$1,597,456	\$19,602,310
Intergovernmental				0
Fees and Fines	14,633,096			14,633,096
Accounts	608,758	10,149	73,028	691,935
Gross Receivables	30,161,524	3,095,333	1,670,484	34,927,341
Less: Allowance for Uncollectibles	10,345,815	78,628	38,752	10,463,195
Net Total Receivables	<u>\$19,815,709</u>	<u>\$3,016,705</u>	<u>\$1,631,732</u>	<u>\$24,464,146</u>

C. Capital Assets

Capital asset activity for the year ended December 31, 2019 was as follows:

	Beginning			Ending
Capital assets not being depreciated:	Balances	Increases	Decreases	Balances
Land	\$1,545,531			\$1,545,531
Construction in Progress	24,030,200	6,770,917		30,801,117
Total capital assets not being depreciated:	25,575,731	6,770,917	0	32,346,648
Capital assets being depreciated:				
Building and Improvements	12,414,343	908,073	4,260	13,318,156
Machinery and Equipment	15,326,652	4,353,256	943,590	18,736,318
Infrastructure	352,012,982			352,012,982
Intangible		744,601		744,601
Total capital assets being depreciated:	379,753,977	6,005,930	947,850	384,812,057
Less: Accumulated Depreciation for:				
Building and Improvements	6,653,392	1,481,159	511	8,134,040
Machinery and Equipment	8,121,228	1,658,982	777,917	9,002,293
Infrastructure	320,690,284	8,771,264		329,461,548
Intangible		148,920		148,920
Total Accumulated Depreciation	335,464,904	12,060,325	778,428	346,746,801
Total Capital Assets Depreciated, Net	44,289,073	(6,054,395)	169,422	38,065,256
Governmental Activities capital assets, Net	\$69,864,804	\$716,522	\$169,422	\$70,411,904

Depreciation charged to the functions is as follows:

Governmental Activities	
General Administration	\$558,000
Legal	37,532
Judicial	1,360,974
Financial Administration	43,044
Public Facilities	2,667
Public Safety	1,015,899
Public Transportation	9,040,436
Health and Welfare	1,773
Total Depreciation Expense - Governmental Activities	<u>\$12,060,325</u>

Construction commitments

There were several equipment purchases and construction of the New Justice Center, the New Jail Addition, new Justice of the Peace No. 3 Building, and the Animal Control Center during the year.

D. Interfund Receivables, Payables, and Transfers

There were no advances at December 31, 2019.

There were no due to/from other funds at December 31, 2019.

Transfers for the year ended December 31, 2019 are as follows:

INTERFUND	
ACCOUNT	AMOUNT
GENERAL FUND	
TRANSFER TO AMBULANCE	\$1,209,938
TRANSFER TO COURT COORDINATOR	88,894
TRANSFER TO COURT SECURITY FUND	469,156
TRANSFER TO DISTRICT ATTORNEY SPECIAL FUND	540,883
TRANSFER TO FROST BANK LEGAL LEASE	7,200
TRANSFER TO INDIGENT HEALTH CARE	1,758,095
TRANSFER TO JURY FUND	45,000
TRANSFER TO RMPF - DISTRICT	75,000
TRANSFER TO ROAD AND BRIDGE FUND	3,437,314
TRANSFER TO YOUTH SERVICE CENTER	2,033,980
	<u>\$9,665,460</u>
INTRAFUND	
ROAD AND BRIDGE GENERAL	
TRANSFER TO ROAD AND BRIDGE PRECINCTS	<u>7,173,752</u>
	<u>\$7,173,752</u>

The above transfers are recurring. All the above transfers are for operating capital purposes.

E. Leases

Operating Leases

The government leases equipment under non-cancelable operating leases. Total costs for such leases were \$102,341 for the year ended December 31, 2019. Rent expenditures were \$9,600 for the year ended December 31, 2019. Sublease rental income was \$600 for the year ended December 31, 2019. Rental income was \$0 for the year ended December 31, 2019.

The future minimum lease payments for these leases are as follows:

Year Ending	<u>Amount</u>
Dec. 31, 2020	\$50,927
2021	22,940
2022	3,141
2023	<u>715</u>
Total	<u>\$77,723</u>

F. Long-Term Debt

Bonds

The government issued bonds to provide funds for the courthouse renovation. These bonds were refunded with Refunding Bonds, Series 2010 in the amount of \$2,885,000. The amount of the bonds refunded were Series 1998 - \$1,840,000 and Series 2000 - \$1,020,000. The loss on the refunding was \$25,000 but the present value of the overall savings from the refunding was \$267,253. The original amount of the bonds issued were \$3,500,000 and \$2,050,000, respectively. The balance at December 31, 2019 is \$270,000.

The County issued Tax Notes, Series 2016 in the amount of \$9,725,000. The proceeds from these notes were used to pay for future projects of the County. The balance at December 31, 2019 is \$9,240,000.

The County issued Tax Notes, Series 2017 in the amount of \$9,540,000. The proceeds from these notes were used to pay for future projects of the County. The balance at December 31, 2019 is \$9,195,000.

The County issued Tax Notes, Series 2019 in the amount of \$4,870,000. The proceeds from these notes were used to pay for future projects of the County. The balance at December 31, 2019 is \$4,870,000.

The bonds are direct obligations and pledge the full faith and credit of the government.

Bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Rates</u>	<u>Amount</u>
Refunding Bonds - Series 2010	2.00% to 3.25%	270,000
Tax Notes - Series 2016	2.50% to 2.75%	9,240,000
Tax Notes - Series 2017	3.00% to 4.00%	9,195,000
Tax Notes - Series 2019	3.00% to 4.00%	4,870,000

The following is a summary of debt service requirements to maturity.

Year Ending December 31,	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2020	\$1,235,000	\$739,398
2021	1,265,000	697,210
2022	1,310,000	653,585
2023	1,355,000	606,435
2024	1,105,000	561,610
2025-2029	6,125,000	2,181,100
2030-2034	6,815,000	1,140,622
2035-2038	4,365,000	234,340
TOTALS	<u>\$23,575,000</u>	<u>\$6,814,300</u>

Capital Leases: The government has entered into several capital lease agreements as a lessee for financing the acquisition of machinery and equipment as set forth below. These lease agreements qualify as a capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. The security pledged for the capital lease is the equipment financed.

Assets acquired through capital leases are as follows:

Asset:	7		6	SPILLMAN		
	POWER PRO AMBULANCES	VOTING EQUIP- MENT	MOTOR GRADERS	LAW ENFORCEMENT SOFTWARE	DISPATCH CONSOLES	TOTAL
Cost	\$291,360	\$442,490	\$1,320,518	\$744,601	\$135,000	\$2,933,969
Less: Accumulated Depreciation	174,816	176,996	264,104	148,920	27,000	791,836
Total	<u>\$116,544</u>	<u>\$265,494</u>	<u>\$1,056,414</u>	<u>\$595,681</u>	<u>\$108,000</u>	<u>\$2,142,133</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2019, were as follows:

YEAR	7 POWER PRO AMBULANCES	VOTING EQUIP- MENT	6 MOTOR GRADERS	SPILLMAN LAW ENFORCEMENT SOFTWARE	DISPATCH CONSOLES	TOTAL
2020	\$58,272	\$148,952	\$281,525	\$149,164	\$25,679	\$663,592
2021	58,272		281,525	149,164	25,679	514,640
2022			281,525	149,164	25,679	456,368
2023			281,525	149,164	25,679	456,368
2024				149,164	25,679	174,843
Total Minimum Lease Payments	116,544	148,952	1,126,100	745,820	128,395	2,265,811
Less: Amount Representing Interest	0	1,460	87,107	44,370	15,914	148,851
Present Value of Net Minimum Lease Payments	\$116,544	\$147,492	\$1,038,993	\$701,450	\$112,481	\$2,116,960

The above debt is to be serviced by the General Fund and the Ambulance Fund.

Changes in long-term liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
<u>Governmental Activities:</u>						
General Obligation Bonds	\$24,565,000	\$0	\$990,000	\$23,575,000	\$1,235,000	\$22,340,000
Bond Issuance Premium	841,158		56,002	785,156	0	785,156
Capital Lease	468,354	2,200,119	551,513	2,116,960	608,104	1,508,856
Net Pension Payable	470,913	3,329,182		3,800,095	0	3,800,095
Compensated Absences	179,692	176,163	179,692	176,163	176,163	0
Grand Total	\$26,525,117	\$5,705,464	\$1,777,207	\$30,453,374	\$2,019,267	\$28,434,107

The above bonds are serviced by the debt service funds established for the purpose of servicing the bonded debt. The capital leases are serviced by the general fund and the ambulance fund.. The compensated absences are funded by the general and road and bridge funds.

The general and road and bridge funds are used to service the compensated absences. The estimated amount due in the 2020 year is \$176,163.

The government-wide statement of activities includes \$2,019,267 as "noncurrent liabilities, due within one year".

V. Other Information

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Claim liabilities are estimated considering the effects of inflation, recent claim settlement trends (including frequency and amounts of payouts) and other economic and social factors (including the effects of specific, incremental claim adjustment expense, salvage and subrogation).

	Year ended <u>12/31/19</u>	Year ended <u>12/31/18</u>
Unpaid Claims, Beginning of Fiscal Year	\$ -0-	\$ -0-
Incurred Claims (including IBNRs)		
Claim Payments		
Unpaid Claims, End of Fiscal Year	<u>\$ -0-</u>	<u>\$ -0-</u>

1. General Liability Insurance

The County is insured for general, police officers and automobile liability.

The County has joined together with other governments in the Texas Association of Counties Risk Management Pool. The County pays an annual premium to Risk Management for auto vehicle insurance coverage. The agreement with Risk Management provides that Risk Management will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$100,000 to \$300,000 for each insurance event. The County anticipates no contingent losses.

Texas Association of Counties Risk Management Pool has published its own financial report that can be obtained from the Texas Association of Counties Risk Management Pool.

The County continues to carry commercial fidelity bonds for elected officials and for management.

2. Property and Casualty Insurance

Property, casualty, mobile equipment insurance is provided by Texas Association of Counties Risk Management Pool.

3. Workers' Compensation Insurance

The County insures against workers' compensation claims through Texas Association of Counties Risk Management Pool.

4. Group Health and Life Insurance

Atascosa County maintains a self-funded stop/loss health insurance plan for active employees and their eligible dependents. The stop/loss amounts for the year 2019 are \$150,000 per individual and \$5,411,441 aggregate. Costs are recorded in the fund from which the employees' compensation is paid.

5. Unemployment Compensation Insurance

The County insures for unemployment compensation claims through an agreement with the Texas Workforce Commission (TWC).

B. Related Party Transaction

Rick Luna (Constable, Precinct No. 3) owns Luna Tire Shop in Charlotte, Texas. The amount paid to Mr. Luna for the year is \$21,036.56.

Laura Pawelek (County Treasurer) and Jackie Boden (Justice of the Peace No. 4) are sisters.

Wayne Stratton (Sheriff Dept. Investigator) – Sister owns Rocking B Tile. The amount paid for the year is \$23,090.57

Orlando Carrasco (Justice of the Peace No. 3) – Brother-in-law, Sergio Chapa, owns SureCo Construction. The amount paid for the year is \$8,000.00.

Terry Carrasco, (Chief County Deputy Clerk) and Orlando Carrasco (Justice of the Peace No. 3) - Brother and Sister in Laws

In all of the above, there were no amounts owed at December 31, 2019.

C. Subsequent Events

There were no subsequent events of a material nature.

D. Contingent Liabilities

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

The County had no litigation at December 31, 2019.

E. Other Post Employment Benefits

The County does not participate in any Other Post Employment Benefit plan with the exception of COBRA. The County's participation in COBRA is considered to be immaterial and therefore is not included in the government-wide financial statements.

F. Prior Period Adjustments

The County has determined that certain transactions were recorded incorrectly in a prior year. The County had a prior period adjustment whereby governmental activities' Net Position was restated upward by \$293,538; due to the County including Voting Equipment as a capital asset.

The County also had a prior period adjustment whereby governmental activities' Net Position was restated downward by \$353,992 due to the County recording voting equipment as a capital lease.

The restatement had the corresponding effect on the beginning net position, as follows:

	Net Assets, as Previously Reported	Capital Asset - Voting Equipment	Capital Lease - Voting Equipment	Net Assets As Restated
Governmental Activities:				
Net Assets	\$87,553,324	\$353,992	(\$293,538)	\$87,613,778
Total Governmental Activities	<u>\$87,553,324</u>	<u>\$353,992</u>	<u>(\$293,538)</u>	<u>\$87,613,778</u>

G. Summary of TCDRS Funding Policy

Net Pension Liability / (Asset)	Net Pension Liability / (Asset)	
	December 31, 2017	December 31, 2018
Total pension liability	\$44,327,770	\$46,821,328
Fiduciary net position	43,856,857	43,021,233
Net pension liability/(asset)	470,913	3,800,095
Fiduciary net position as a % of total pension liability	98.94%	91.88%
Pensionable covered payroll	\$15,790,509	\$16,439,316
Net Pension liability as a % of covered payroll	2.98%	23.12%

The total pension liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below.

Note: Rounding differences may exit above or in other tables in this report.

Discount Rate

Discount rate	8.10%	8.10%
Long-term expected rate of return, net of investment expense	8.10%	8.10%
Municipal bond rate	Does not apply	Does not apply

Other Key Actuarial Assumptions

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

See Appendix B of this report (Actuarial Methods and Assumptions Used for GASB Calculations) for a listing of key assumptions used in the calculation of the total pension liability and other GASB 68 metrics.

See Appendix C (Actuarial Methods and Assumptions Used for Funding Valuation) of this report for a full description of the actuarial assumptions used in the funding valuation.

	Beginning Date	Ending Date
Valuation date	December 31, 2017	December 31, 2018
Measurement date	December 31, 2017	December 31, 2018
Employer's fiscal year	January 1, 2019	December 31, 2019

Long-Term Expected Rate of Return

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

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017. See Milliman's TCDRS Investigation of Experience report for the period January 1, 2013 — December 31, 2016 for more details.

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

Depletion of Plan Assets / GASB Discount Rate

The discount rate is the single rate of return that, when applied to all projected benefit payments results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using the long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not included in (1), calculated using the municipal bond rate.

Therefore, if plan investments in a given future year are greater than projected benefit payments in that year and are invested such that they are expected to earn the long-term rate of return, the discount rate applied to projected benefit payments in that year should be the long-term expected rate of return on plan investments. If future years exist where this is not the case, then an index rate reflecting the yield on a 20-year, tax-exempt municipal bond should be used to discount the projected benefit payments for those years.

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future date, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternative methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, 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. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 8.10%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 8.00%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

As additional documentation for auditing purposes, we have shown the projection of the Fiduciary Net Position in the following exhibit ("Projection of Fiduciary Net Position").

Projection of Fiduciary Net Position

Calendar Year Ending	Projected Beginning Fiduciary Net Position	Projected Total Contributions	Projected Benefit Payments	Projected Administrative Expenses	Projected Investment Earnings	Projected Ending Fiduciary Net Position (a)+(b)-(c)- (d)+(e)
	(a)	(b)	(c)	(d)	(e)	
2019	\$43,021,233	\$2,244,299	\$2,953,065	\$43,021	\$3,454,865	\$45,724,311
2020	45,724,311	2,147,510	2,586,215	45,724	3,684,432	48,924,313
2021	48,924,313	2,075,595	2,717,415	48,924	3,935,439	52,169,007
2022	52,169,007	2,091,257	2,893,369	52,169	4,191,765	55,506,491
2023	55,506,491	2,115,123	3,064,090	55,506	4,456,137	58,958,154
2024	58,958,154	2,149,979	3,241,894	58,958	4,729,908	62,537,189
2025	62,537,189	2,110,669	3,433,687	62,537	5,010,490	66,162,124
2026	66,162,124	2,079,153	3,637,649	66,162	5,294,614	69,832,080
2027	69,832,080	2,047,575	3,882,531	69,832	5,580,757	73,508,049
2028	73,508,049	2,019,709	4,166,606	73,508	5,865,976	77,153,620
2038	107,131,424	1,509,466	6,886,255	107,131	8,459,871	110,107,374
2048	133,700,280	1,391,754	9,502,575	133,700	10,502,320	135,958,078
2058	159,937,748	1,573,527	10,015,151	159,938	12,613,377	163,949,563
2068	232,732,258	2,079,618	7,520,688	232,732	18,625,998	245,684,454
2078	444,424,467	2,857,926	4,119,872	444,424	35,930,619	478,648,715
2088	963,272,687	3,935,062	1,398,207	963,273	78,087,577	1,042,933,846
2098	2,134,215,876	5,418,164	169,092	2,134,216	172,995,182	2,310,325,914

Changes in Net Pension Liability / (Asset)

Changes in Net Pension Liability / (Asset)	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a) - (b)
Balances as of December 31, 2017	\$44,327,770	\$43,856,857	\$470,913
Changes of the year:			
Service cost	1,754,568		\$1,754,568
Interest on total pension liability	3,644,000		\$3,644,000
Effect of plan changes	0		\$0
Effect of economic/demographic gains or losses	(672,163)		(\$672,163)
Effect of assumptions changes or inputs	0		\$0
Refund of contributions	(245,059)	(245,059)	\$0
Benefit payments	(1,987,788)	(1,987,788)	\$0
Administrative expenses		(34,555)	\$34,555
Member contributions		986,359	(\$986,359)
Net investment income		(816,921)	\$816,921
Employer contributions		1,257,603	(\$1,257,603)
Other	0	4,736	(\$4,736)
Balances as of December 31, 2018	\$46,821,328	\$43,021,233	\$3,800,095

Sensitivity Analysis

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

	1% Decrease 7.10%	Current Discount Rate 8.10%	1% Increase 9.10%
Total pension liability	\$53,289,912	\$46,821,328	\$41,441,068
Fiduciary net position	43,021,233	43,021,233	43,021,233
Net pension liability/(asset)	\$10,268,679	\$3,800,095	(\$1,580,165)

Pension Expense / (Income)

Pension Expense / (Income)	January 1, 2018 to December 31, 2018
Service cost	\$1,754,568
Interest on total pension liability	3,644,000
Effect of plan changes	0
Administrative expenses	34,555
Member contributions	(986,359)
Expected investment return net of investment expenses	(3,551,663)
Recognition of deferred inflows/outflows of resources	
Recognition of economic/demographic gains or losses	(263,079)
Recognition of assumption changes or inputs	120,798
Recognition of investment gains or losses	1,167,524
Other	(4,736)
Pension expense	<u>\$1,915,607</u>

As of December 31, 2018, the deferred inflows and outflows of resources are as follows:

Deferred Inflows/Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$926,615	\$15,416
Changes of assumptions	0	191,061
Net difference between projected and actual earnings	0	2,750,450
Contributions made subsequent to measurement date	N/A	Employer determined

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:

Year ending December 31:	
2019	\$902,254
2020	221,026
2021	167,748
2022	739,284
2023	0
Thereafter	0

Schedule of Deferred Inflows and Outflows of Resources

Expense / (Income) Calculation				Balances of Deferred Inflows and Outflows as of 12/31/2018	
Original Amount (a)	Date Established (b)	Original Recognition Period (c)	Amount Recognized for 2018 (a) / (c)	Inflows	Outflows
Investment (gains) or losses					
\$4,368,583	12/31/2018	5.0	\$873,717	\$0	\$3,494,866
(2,484,363)	12/31/2017	5.0	(496,873)	1,490,618	0
266,398	12/31/2016	5.0	53,280	0	106,559
3,198,215	12/31/2015	5.0	639,643	0	639,643
488,787	12/31/2014	5.0	97,757	0	0
Economic/demographic (gains) or losses					
(672,163)	12/31/2018	5.0	(134,433)	537,730	0
(548,979)	12/31/2017	5.0	(109,796)	329,387	0
61,665	12/31/2016	4.0	15,416	0	15,416
(297,489)	12/31/2015	5.0	(59,498)	59,498	0
126,159	12/31/2014	5.0	25,232	0	0
Assumption changes or inputs					
0	12/31/2018	5.0	0	0	0
175,659	12/31/2017	5.0	35,132	0	105,395
0	12/31/2016	4.0	0	0	0
428,329	12/31/2015	5.0	85,666	0	85,666
0	12/31/2014	5.0	0	0	0

Schedule of Changes in Net Pension Liability and Related Ratios

	Year Ended December 31					2013 -
	2018	2017	2016	2015	2014	2009
Total Pension Liability						
Service cost	\$1,754,568	\$1,868,029	\$1,831,080	\$1,576,943	\$1,380,945	N/A
Interest on total pension liability	3,644,000	3,429,615	3,101,142	2,883,286	2,653,162	N/A
Effect of plan changes	0	0	0	(338,868)	190,807	N/A
Effect of assumption changes or inputs	0	175,659	0	428,329	0	N/A
Effect of economic/demographic (gains) or losses	(672,163)	(548,979)	61,665	(297,489)	126,159	N/A
Benefit payments/refunds of contributions	<u>(2,232,847)</u>	<u>(2,098,045)</u>	<u>(1,727,141)</u>	<u>(1,562,785)</u>	<u>(1,550,316)</u>	<u>N/A</u>
Net change in total pension liability	2,493,557	2,826,279	3,266,746	2,689,417	2,800,757	<u>N/A</u>
Total pension liability, beginning	<u>44,327,770</u>	<u>41,501,491</u>	<u>38,234,745</u>	<u>35,545,329</u>	<u>32,744,572</u>	<u>N/A</u>
Total pension liability, ending (a)	<u>\$46,821,328</u>	<u>\$44,327,770</u>	<u>\$41,501,491</u>	<u>\$38,234,745</u>	<u>\$35,545,329</u>	<u>N/A</u>
Fiduciary Net Position						
Employer contributions	\$1,257,603	\$1,207,969	\$1,217,536	\$1,110,610	\$1,007,343	N/A
Member contributions	986,359	947,431	954,934	871,066	790,073	N/A
Investment income net of investment expenses	(816,921)	5,583,334	2,600,415	(318,552)	2,183,243	N/A
Benefit payments/refunds of contributions	(2,232,847)	(2,098,045)	(1,727,141)	(1,562,785)	(1,550,316)	N/A
Administrative expenses	(34,555)	(29,166)	(28,310)	(25,272)	(26,021)	N/A
Other	<u>4,736</u>	<u>494</u>	<u>76,717</u>	<u>57,299</u>	<u>109,101</u>	<u>N/A</u>
Net change in fiduciary net position	(835,624)	5,612,016	3,094,152	132,367	2,513,422	N/A
Fiduciary net position, beginning	<u>43,856,857</u>	<u>38,244,841</u>	<u>35,150,688</u>	<u>35,018,321</u>	<u>32,504,899</u>	<u>N/A</u>
Fiduciary net position, ending (b)	<u>\$43,021,233</u>	<u>\$43,856,857</u>	<u>\$38,244,841</u>	<u>\$35,150,688</u>	<u>\$35,018,321</u>	<u>N/A</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$3,800,095</u>	<u>\$470,913</u>	<u>\$3,256,651</u>	<u>\$3,084,057</u>	<u>\$527,007</u>	<u>N/A</u>
Fiduciary net position as a % of total pension liability	91.88%	98.94%	92.15%	91.93%	98.52%	N/A
Pensionable covered payroll	\$16,439,316	\$15,790,509	\$3,256,651	\$14,517,768	\$13,167,876	N/A
Net pension liability/(asset) as % of covered payroll	23.12%	2.98%	92.15%	21.24%	4.00%	N/A

Schedule of Employer Contributions

Year Ending December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2009	\$514,749	\$629,938	\$(115,189)	\$8,999,112	7.0%
2010	655,379	655,379	0	9,166,133	7.1%
2011	679,973	679,973	0	10,007,592	6.8%
2012	716,113	716,113	0	9,891,098	7.2%
2013	868,747	868,747	0	11,356,161	7.7%
2014	1,003,392	1,007,343	(3,951)	13,167,876	7.7%
2015	1,072,863	1,110,610	(37,747)	14,517,768	7.7%
2016	1,120,456	1,217,536	(97,080)	15,915,574	7.6%
2017	1,143,233	1,207,969	(64,736)	15,790,509	7.6%
2018	1,229,661	1,257,603	(27,942)	16,439,316	7.6%

Notes to Schedule

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	9.8 years (based on contribution rate calculated in 12/31/2018 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.00%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions	2015: Employer contributions reflect that a 2% flat COLA was adopted. 2016: No changes in plan provisions were reflected in the Schedule. 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017. 2018: No changes in plan provisions were reflected in the Schedule.

Appendix A— GASB 68 Plan Description for Atascosa County

A description of the pension plan pursuant to Paragraph 40 of GASB Statement No. 68 is as follows:

- a. Atascosa County participates in the Texas County & District Retirement System (TCDRS), which is a statewide, agent multiple-employer, public employee retirement system.
- b. A brief description of benefit terms:
 - 1) All full- and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year. Employees in a temporary position are not eligible for membership.
 - 2) The plan provides retirement, disability and survivor benefits.
 - 3) TCERS is a savings-based plan. For the county's plan, 7% of each employee's pay is deposited into his or her TCERS account. By law, employee accounts earn 7% interest on beginning of year balances annually. At retirement, the account is matched at an employer set percentage (current match is 150%) and is then converted to an annuity.
 - 4) There are no automatic COLAs. Each year, the county may elect an ad hoc COLA for its retirees (if any). There are two COLA types, each limited by actual inflation.
 - 5) Benefit terms are established under the TCERS Act. They may be amended as of Jan. 1 each year, but must remain in conformity with the Act.
- c. Membership information is shown in the chart below.
- d. The county's contribution rate is calculated annually on an actuarial basis, although the employer may elect to contribute at a higher rate. The Atascosa County contribution rate is based on the TCERS funding policy adopted by the TCERS Board of Trustees and must conform with the TCERS Act. The employee contribution rates are set by the county and are currently 7%. Contributions to the pension plan from the county for 2018 are shown in the Schedule of Employer Contributions.
- e. The most recent comprehensive annual financial report for TCERS can be found at the following link, www.tcers.org.

Membership Information

Members	Dec. 31, 2017	Dec. 31, 2018
Number of inactive employees entitled to but not yet receiving benefits:	285	295
Number of active employees:	362	366
Average monthly salary:	\$3,617	\$3,751
Average age:	45.12	44.90
Average length of service in years:	8.83	9.19
Inactive Employees (or their Beneficiaries) Receiving Benefits		
Number of benefit recipients:	126	134
Average monthly benefit:	\$1,217	\$1,187

Appendix B—Actuarial Methods and Assumptions Used for GASB Calculations

All actuarial methods and assumptions used for this GASB analysis were the same as those used in the December 31, 2018 funding valuation (see Appendix C, following, for details), except as noted below and throughout this report. Please see the Atascosa County December 31, 2018 Summary Valuation Report for further details.

The following are the key assumptions and methods used in this GASB analysis.

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported,
Actuarial Cost Method	Entry Age Normal
Amortization Method	
Recognition of economic/demographic gains or losses	Straight-Line amortization over Expected Working Life
Recognition of assumptions changes or inputs	Straight-Line amortization over Expected Working Life
Asset Valuation Method	5 years
Smoothing period	Non-asymptotic
Recognition method	None
Corridor Inflation	Same as funding valuation: See Appendix C
Salary Increases	Same as funding valuation: See Appendix C
Investment Rate of Return	8.10% (Gross of administrative expenses)
Cost-of-Living Adjustments	Cost-of-Living Adjustments for Atascosa County are not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Same as funding valuation: See Appendix C
Turnover	Same as funding valuation: See Appendix C
Mortality	Same as funding valuation: See Appendix C

Appendix C—Actuarial Methods and Assumptions Used for Funding Valuation

Except where indicated in the section of this GASB 68 report entitled "Actuarial Methods and Assumptions Used for GASB Calculations", the assumptions used in this analysis for the December 31, 2018 financial reporting metrics are the same as those used in the December 31, 2018 actuarial valuation analysis for Atascosa County.

The following is a description of the assumptions used in the December 31, 2018 actuarial valuation analysis for Atascosa County. This information may also be found in the Atascosa County December 31, 2018 Summary Valuation Report.

Economic Assumptions

TCDRS system-wide economic assumptions:

Real rate of return	5.25%
Inflation	2.75%
Long-term investment return	8.00%

The assumed long-term investment return of 8% is net after investment and administrative expenses. It is assumed returns will equal the nominal annual rate of 8% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.25% (made up of 2.75% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.6% per year for a career employee. (See Table 1 for Merit Salary Increases.)

Employer-specific economic assumptions:

Growth in membership	0.00%
Payroll growth for funding calculations	3.25%

The payroll growth assumption is for the aggregate covered payroll of an employer.

Table 1
Merit Salary Increase

Years of Service	Entry Age			
	Before 30	Ages 30- 39	Ages 40- 49	50 and later
0	5.00%	4.50%	4.00%	3.50%
1	4.25	3.75	3.25	2.75
2	3.85	3.35	2.85	2.35
3	3.50	3.00	2.50	2.00
4	3.15	2.65	2.25	1.85
5	2.90	2.55	2.15	1.70
6	2.65	2.30	1.95	1.55
7	2.45	2.10	1.75	1.40
8	2.30	1.95	1.60	1.25
9	2.15	1.80	1.45	1.10
10	2.00	1.70	1.40	1.05
11	1.90	1.50	1.25	1.00
12	1.80	1.50	1.15	0.95
13	1.70	1.40	1.05	0.90
14	1.60	1.30	0.95	0.85
15	1.50	1.23	0.90	0.80
16	1.40	1.15	0.85	0.75
17	1.30	1.05	0.80	0.70
18	1.23	0.97	0.75	0.65
19	1.15	0.90	0.70	0.60
20	1.10	0.85	0.65	0.55
21	1.05	0.80	0.60	0.50
22	1.00	0.75	0.55	0.50
23	0.95	0.70	0.50	0.50
24	0.90	0.65	0.50	0.50
25	0.85	0.60	0.50	0.50
26	0.80	0.60	0.50	0.50
27	0.75	0.60	0.50	0.50
28	0.70	0.60	0.50	0.50
29	0.65	0.60	0.50	0.50
30 & up	0.60	0.60	0.50	0.50

Demographic Assumptions

TCDRS system-wide demographic assumptions:

Replacement of Terminated Members — New employees are assumed to replace any terminated members and have similar entry ages.

Disability — The rates of disability used in this valuation are illustrated in Table 2. Members who become disabled are eligible to commence benefit payments regardless of age. Rates of disability are in a custom table based on TCDRS experience.

Table 2
Annual Rates of Disability

Age	Work Related Male and Female	All Other Causes Male and Female	Age	Work Related Male and Female	All Other Causes Male and Female
less than			43	0.004%	0.058%
25	0.000%	0.000%	44	0.004	0.063
25	0.000	0.000	45	0.004	0.069
26	0.000	0.000	46	0.005	0.076
27	0.000	0.000	47	0.006	0.084
28	0.000	0.008	48	0.007	0.095
29	0.000	0.008	49	0.009	0.109
30	0.000	0.009	50	0.010	0.125
31	0.000	0.010	51	0.012	0.142
32	0.000	0.010	52	0.013	0.162
33	0.000	0.011	53	0.015	0.183
34	0.000	0.014	54	0.018	0.203
35	0.001	0.018	55	0.018	0.222
36	0.001	0.022	56	0.018	0.238
37	0.002	0.028	57	0.018	0.250
38	0.002	0.033	58	0.018	0.259
39	0.002	0.038	59	0.018	0.270
40	0.002	0.042	60 & Above	0.018	0.000
41	0.003	0.047			
42	0.003	0.053			

Mortality

Depositing members	90% of the RP-2014 Active Employee Mortality Table for males and 90% of the RP-2014 Active Employee Mortality Table for females, projected with 110% of the MP-2014 Ultimate scale after 2014.
Service retirees, beneficiaries and non-depositing members	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Disabled retirees	130% of the RP-2014 Disabled Annuitant Mortality Table for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014

Family Composition — For current retirees, beneficiary information is supplied by TCDRS. For purposes of calculating the Survivor Benefit for current depositing and non-depositing members, male members are assumed to have a female beneficiary who is three years younger. Female members are assumed to have a male beneficiary who is three years older.

Service Retirement — Members eligible for service retirement are assumed to retire at the rates shown in Table 3.

Table 3
Annual Rates of Service Retirement

Age	Male	Female	Age	Male	Female
40-44	4.5%	4.5%	62	20.0%	20.0%
45-40	9.0	9.0	63	15.0	15.0
50	10.0	10.0	64	15.0	15.0
51	9.0	9.0	65	25.0	25.0
52	9.0	9.0	66	25.0	25.0
53	9.0	9.0	67	22.0	22.0
54	10.0	10.0	68	20.0	20.0
55	10.0	10.0	69	20.0	20.0
56	10.0	10.0	70	22.0	22.0
57	10.0	10.0	71	22.0	22.0
58	12.0	12.0	72	22.0	22.0
59	12.0	12.0	73	22.0	22.0
60	12.0	12.0	74	22.0	22.0
61	12.0	12.0			

Employer-specific demographic assumptions:

Other Terminations of Employment — The rate of assumed future termination from active participation in the plan for reasons other than death, disability or retirement are illustrated in Table 4. The rates vary by length of service, entry-age group (age at hire) and gender. No termination after eligibility for retirement is assumed.

Table 4
Annual Rates of Termination

Years of Service	Entry Age 20		Entry Age 30		Entry Age 40		Entry Age 50	
	Male	Female	Male	Female	Male	Female	Male	Female
0	36.7%	39.8%	30.6%	33.2%	26.1%	28.2%	24.5%	26.5%
1	25.1	27.3	21.1	22.9	17.9	19.5	16.9	18.3
2	18.7	20.2	15.8	17.2	13.4	14.6	12.7	13.8
3	14.9	16.1	12.7	13.8	10.8	11.7	10.1	11.0
4	12.2	13.3	10.6	11.4	9.0	9.7	8.5	9.1
5	10.9	11.9	9.5	10.3	8.0	8.8	7.6	8.3
6	9.7	10.5	8.5	9.1	7.2	7.8	6.7	7.4
7	8.6	9.4	7.6	8.3	6.5	7.0	6.1	6.6
8	7.2	7.7	6.4	6.8	5.4	5.8	5.1	5.5
9	6.8	7.4	6.2	6.6	5.2	5.6	5.0	5.3
10	6.1	6.5	5.5	5.9	4.6	5.1	4.4	4.7
11	5.3	5.7	4.8	5.3	4.2	4.5	3.9	4.2
12	4.8	5.2	4.4	4.8	3.7	4.1	3.5	3.9
13	4.3	4.6	4.0	4.4	3.4	3.7	3.2	3.5
14	3.9	4.1	3.6	3.9	3.1	3.3	2.9	3.1
15	3.3	3.6	3.2	3.4	2.6	3.0	2.5	2.8
16	2.9	3.1	2.8	3.0	2.3	2.5	2.2	2.4
17	2.5	2.8	2.4	2.6	2.1	2.2	2.0	2.1
18	2.2	2.3	2.1	2.3	1.8	2.0	1.7	1.9
19	1.9	2.1	1.9	2.1	1.7	1.8	1.5	1.7
20	1.7	2.0	1.7	2.0	1.5	1.6	1.4	1.5
21	1.6	1.8	1.6	1.8	1.4	1.5	1.3	1.4
22	1.4	1.7	1.4	1.7	1.2	1.3	1.2	1.3
23	1.4	1.5	1.4	1.5	1.1	1.3	1.1	1.2
24	1.3	1.4	1.3	1.4	1.1	1.2	1.1	1.1
25	1.2	1.3	1.2	1.3	1.0	1.1	1.0	1.1
26	1.2	1.2	1.2	1.2	1.0	1.1	1.0	1.0
27	1.1	1.1	1.1	1.1	0.9	1.0	0.9	0.9
28	1.0	1.0	1.0	1.0	0.8	0.9	0.8	0.8
29	1.0	0.9	1.0	0.9	0.8	0.9	0.8	0.7
30 & Later	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Withdrawals — Members who terminate may either elect to leave their account with TCDRS or withdraw their funds. The probability that a member elects a withdrawal varies by length of service and vesting schedule. Rates applied to your plan are shown in Table 5. For non-depositing members who are not vested, 100% are assumed to elect a withdrawal.

Table 5
Probability of Withdrawal

Years of Service	Probability	Years of Service	Probability
0	100%	15	40
1	100	16	38
2	100	17	36
3	100	18	33
4	100	19	30
5	100	20	28
6	100	21	26
7	100	22	24
8	47	23	22
9	46	24	20
10	45	25	18
11	44	26	16
12	43	27	14
13	42	28	12
14	41	29	10

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Changes in Net Pension Liability and Related Ratios

	Year Ended December 31					2013 -
	2018	2017	2016	2015	2014	2009
Total Pension Liability						
Service cost	\$1,754,568	\$1,868,029	\$1,831,080	\$1,576,943	\$1,380,945	N/A
Interest on total pension liability	3,644,000	3,429,615	3,101,142	2,883,286	2,653,162	N/A
Effect of plan changes	0	0	0	(338,868)	190,807	N/A
Effect of assumption changes or inputs	0	175,659	0	428,329	0	N/A
Effect of economic/demographic (gains) or losses	(672,163)	(548,979)	61,665	(297,489)	126,159	N/A
Benefit payments/refunds of contributions	<u>(2,232,847)</u>	<u>(2,098,045)</u>	<u>(1,727,141)</u>	<u>(1,562,785)</u>	<u>(1,550,316)</u>	<u>N/A</u>
Net change in total pension liability	2,493,557	2,826,279	3,266,746	2,689,417	2,800,757	<u>N/A</u>
Total pension liability, beginning	<u>44,327,770</u>	<u>41,501,491</u>	<u>38,234,745</u>	<u>35,545,329</u>	<u>32,744,572</u>	<u>N/A</u>
Total pension liability, ending (a)	<u>\$46,821,328</u>	<u>\$44,327,770</u>	<u>\$41,501,491</u>	<u>\$38,234,745</u>	<u>\$35,545,329</u>	<u>N/A</u>
Fiduciary Net Position						
Employer contributions	\$1,257,603	\$1,207,969	\$1,217,536	\$1,110,610	\$1,007,343	N/A
Member contributions	986,359	947,431	954,934	871,066	790,073	N/A
Investment income net of investment expenses	(816,921)	5,583,334	2,600,415	(318,552)	2,183,243	N/A
Benefit payments/refunds of contributions	(2,232,847)	(2,098,045)	(1,727,141)	(1,562,785)	(1,550,316)	N/A
Administrative expenses	(34,555)	(29,166)	(28,310)	(25,272)	(26,021)	N/A
Other	<u>4,736</u>	<u>494</u>	<u>76,717</u>	<u>57,299</u>	<u>109,101</u>	<u>N/A</u>
Net change in fiduciary net position	(835,624)	5,612,016	3,094,152	132,367	2,513,422	N/A
Fiduciary net position, beginning	<u>43,856,857</u>	<u>38,244,841</u>	<u>35,150,688</u>	<u>35,018,321</u>	<u>32,504,899</u>	<u>N/A</u>
Fiduciary net position, ending (b)	<u>\$43,021,233</u>	<u>\$43,856,857</u>	<u>\$38,244,841</u>	<u>\$35,150,688</u>	<u>\$35,018,321</u>	<u>N/A</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$3,800,095</u>	<u>\$470,913</u>	<u>\$3,256,651</u>	<u>\$3,084,057</u>	<u>\$527,007</u>	<u>N/A</u>
Fiduciary net position as a % of total pension liability	91.88%	98.94%	92.15%	91.93%	98.52%	N/A
Pensionable covered payroll	\$16,439,316	\$15,790,509	\$3,256,651	\$14,517,768	\$13,167,876	N/A
Net pension liability/(asset) as % of covered payroll	23.12%	2.98%	92.15%	21.24%	4.00%	N/A

Schedule of Employer Contributions

Year Ending December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2009	\$514,749	\$629,938	\$(115,189)	\$8,999,112	7.0%
2010	655,379	655,379	0	9,166,133	7.1%
2011	679,973	679,973	0	10,007,592	6.8%
2012	716,113	716,113	0	9,891,098	7.2%
2013	868,747	868,747	0	11,356,161	7.7%
2014	1,003,392	1,007,343	(3,951)	13,167,876	7.7%
2015	1,072,863	1,110,610	(37,747)	14,517,768	7.7%
2016	1,120,456	1,217,536	(97,080)	15,915,574	7.6%
2017	1,143,233	1,207,969	(64,736)	15,790,509	7.6%
2018	1,229,661	1,257,603	(27,942)	16,439,316	7.6%

Notes to Schedule

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	9.8 years (based on contribution rate calculated in 12/31/2018 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.00%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality and other assumptions were reflected.
	2017: New mortality assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions	2015: Employer contributions reflect that a 2% flat COLA was adopted.
	2016: No changes in plan provisions were reflected in the Schedule.
	2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.
	2018: No changes in plan provisions were reflected in the Schedule.

Appendix B—Actuarial Methods and Assumptions Used for GASB Calculations

All actuarial methods and assumptions used for this GASB analysis were the same as those used in the December 31, 2018 funding valuation (see Appendix C, following, for details), except as noted below and throughout this report. Please see the Atascosa County December 31, 2018 Summary Valuation Report for further details.

The following are the key assumptions and methods used in this GASB analysis.

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported,
Actuarial Cost Method	Entry Age Normal
Amortization Method	
Recognition of economic/demographic gains or losses	Straight-Line amortization over Expected Working Life
Recognition of assumptions changes or inputs	Straight-Line amortization over Expected Working Life
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor Inflation	None
Salary Increases	Same as funding valuation: See Appendix C
Investment Rate of Return	Same as funding valuation: See Appendix C
Cost-of-Living Adjustments	8.10% (Gross of administrative expenses)
	Cost-of-Living Adjustments for Atascosa County are not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Same as funding valuation: See Appendix C
Turnover	Same as funding valuation: See Appendix C
Mortality	Same as funding valuation: See Appendix C

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

ATASCOSA COUNTY, TEXAS
BALANCE SHEET - ROAD AND BRIDGE FUND
DECEMBER 31, 2019

	Road and Bridge General	Road and Bridge No. 1	Road and Bridge No. 2	Road and Bridge No. 3	Road and Bridge No. 4	Right of Way Fund	Total Road and Bridge
<i>ASSETS</i>							
Cash and Cash Equivalents	\$1,183,598	\$581,544	\$592,985	\$1,447,484	\$944,558	\$444,429	\$5,194,598
Receivables (net of allowance for uncollectibles)	3,016,705						3,016,705
Inventory		8,712	9,205	12,450	6,094		36,461
Prepaid Insurance		2,464	1,696	2,170	1,724		8,054
Total Assets	<u>\$4,200,303</u>	<u>\$592,720</u>	<u>\$603,886</u>	<u>\$1,462,104</u>	<u>\$952,376</u>	<u>\$444,429</u>	<u>8,255,818</u>
<i>LIABILITIES AND FUND BALANCES:</i>							
Liabilities:							
Accounts Payable	\$91,335	\$5,532	\$26,000	\$6,944	\$7,789		\$137,600
Accrued Wages			\$5,100				\$5,100
Total Liabilities	<u>91,335</u>	<u>5,532</u>	<u>31,100</u>	<u>6,944</u>	<u>7,789</u>	<u>0</u>	<u>142,700</u>
<i>DEFERRED INFLOWS OF RESOURCES</i>							
Unavailable Revenue - Advanced Tax Collections	1,497,330						1,497,330
Deferred Property Taxes	3,006,556						3,006,556
Total Deferred Inflows of Resources	<u>4,503,886</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,503,886</u>
<i>Fund Balances:</i>							
Non-Spendable							
Inventory		8,712	9,205	12,450	6,094		36,461
Prepaid Insurance		2,464	1,696	2,170	1,724		8,054
Restricted							
Public Transportation	(394,918)	576,012	561,885	1,440,540	936,769	444,429	3,564,717
Total Fund Balance	<u>(394,918)</u>	<u>587,188</u>	<u>572,786</u>	<u>1,455,160</u>	<u>944,587</u>	<u>444,429</u>	<u>3,609,232</u>
Total Liabilities and Fund Balances	<u>\$4,200,303</u>	<u>\$592,720</u>	<u>\$603,886</u>	<u>\$1,462,104</u>	<u>\$952,376</u>	<u>\$444,429</u>	<u>\$8,255,818</u>

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - ROAD AND BRIDGE FUNDS
YEAR ENDED DECEMBER 31, 2019

	Road and Bridge General	Road and Bridge No. 1	Road and Bridge No. 2	Road and Bridge No. 3	Road and Bridge No. 4	Right of Way Fund	Total Road and Bridge
<i>REVENUES</i>							
Taxes							
Property	\$3,927,085						\$3,927,085
Intergovernmental	42,444						42,444
Licenses and Permits	634,854				14,500		649,354
Fines and Forfeitures	145,791						145,791
Interest	15,669	24,469	18,847	47,474	36,193	6,408	149,060
Miscellaneous	8,725	1,833	5,441	5,013	676		21,688
Total Revenues	<u>4,774,568</u>	<u>26,302</u>	<u>24,288</u>	<u>52,487</u>	<u>51,369</u>	<u>6,408</u>	<u>4,935,422</u>
<i>EXPENDITURES</i>							
Current:							
Public Transportation							
Road and Bridge	1,306,501	2,021,741	1,273,549	2,516,947	2,220,388		9,339,126
Total Expenditures	<u>1,306,501</u>	<u>2,021,741</u>	<u>1,273,549</u>	<u>2,516,947</u>	<u>2,220,388</u>	<u>0</u>	<u>9,339,126</u>
Excess (Deficiency) of Revenues Over (Under)							
Expenditures	<u>3,468,067</u>	<u>(1,995,439)</u>	<u>(1,249,261)</u>	<u>(2,464,460)</u>	<u>(2,169,019)</u>	<u>6,408</u>	<u>(4,403,704)</u>
<i>OTHER FINANCING SOURCES (USES):</i>							
Operating Transfers In	3,437,314	1,927,035	1,319,429	1,990,013	1,937,275		10,611,066
Operating Transfers Out	(7,173,752)						(7,173,752)
Total Other Financing Sources (Uses)	<u>(3,736,438)</u>	<u>1,927,035</u>	<u>1,319,429</u>	<u>1,990,013</u>	<u>1,937,275</u>	<u>0</u>	<u>3,437,314</u>
Net Changes in Fund Balances	(268,371)	(68,404)	70,168	(474,447)	(231,744)	6,408	(966,390)
Fund Balances - Beginning	(126,547)	655,592	502,618	1,929,607	1,176,331	438,021	4,575,622
Fund Balances - Ending	<u>(\$394,918)</u>	<u>\$587,188</u>	<u>\$572,786</u>	<u>\$1,455,160</u>	<u>\$944,587</u>	<u>\$444,429</u>	<u>\$3,609,232</u>

The accompanying notes are an integral part of this statement.

ATASCOSA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019

	SPECIAL REVENUE						
	ALCOHOL REHAB & TRAINING	ALTERNATE EDUCATION PROGRAM	AMBULANCE FUND	AMENDMENT 15	ARCHIVE FEE	BORDER PROSEC- UTION	CHAPTER 18
ASSETS							
Cash and Cash Equivalents	\$26,846			\$862	\$656,015		\$61,042
Receivables (net of allowance for uncollectibles)			25,552		7,970		
Prepaid Insurance			1,418				
TOTAL ASSETS	\$26,846	\$0	\$26,970	\$862	\$663,985	\$0	\$61,042
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable			\$147,115			\$47	
Accrued Wages			103,612				
Bank Overdraft		12,288	108,996			17,760	
Deferred Revenue							
Total Liabilities	0	12,288	359,723	0	0	17,807	0
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Advanced Tax Collections							
Deferred Property Taxes							
Total Deferred Inflows of Resources	0	0	0	0	0	0	0
Fund Balances							
Non-Spendable							
Prepaid Items			1,418				
Restricted							
Construction							
Debt Service							
Elections							
Financial Administration							
General Administration				862			
Health and Welfare							
Judicial	26,846						
Judicial - District Attorney							
Public Safety							
Public Safety - Sheriff							61,042
Public Transportation							
Records Archives					663,985		
Committed							
Public Safety - Sheriff							
Unassigned		(12,288)	(334,171)			(17,807)	
Total Fund Balances	26,846	(12,288)	(332,753)	862	663,985	(17,807)	61,042
TOTAL LIABILITIES AND FUND BALANCES	\$26,846	\$0	\$26,970	\$862	\$663,985	\$0	\$61,042

(continued)

SPECIAL REVENUE										
CHAPTER 19	CHAPTER 47	CHILD SAFETY	CHILD WELFARE	CHILD WELFARE SERVICE	CONSTABLE PCT. 1 LEOSE	CONSTABLE PCT. 1 TOBACCO GRANT	CONSTABLE PCT. 2 L.E.S.E.	CONSTABLE PCT. 3 LEOSE	CONSTABLE PCT. 4 L.E.S.E.	COUNTY COURT TECH- NICAL
\$21,017	\$6,713	\$12,719	\$13,786	\$6	\$1,887	\$310	\$2,274	\$4,845	\$1,117	\$10,783
										68
\$21,017	\$6,713	\$12,719	\$13,786	\$6	\$1,887	\$310	\$2,274	\$4,845	\$1,117	\$10,851
\$61										
61	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0
			13,786	6	1,887	310	2,274	4,845	1,117	
20,956	6,713	12,719								10,851
20,956	6,713	12,719	13,786	6	1,887	310	2,274	4,845	1,117	10,851
\$21,017	\$6,713	\$12,719	\$13,786	\$6	\$1,887	\$310	\$2,274	\$4,845	\$1,117	\$10,851

ATASCOSA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019
(continued)

	SPECIAL REVENUE						
	COUNTY JUDICIAL EDUCATION	COUNTY RECORDS MGMT	COURT COORD- INATOR	COURTHOUSE SECURITY	D A FORFEITURE	D A HOT CHECK	D A LEOSE
ASSETS							
Cash and Cash Equivalents	\$19,327	\$106,532	\$70,158	\$171,355	\$520,619	\$150	\$489
Receivables (net of allowance for uncollectibles)	15	1,145		2,226	1,387		
Prepaid Insurance					288		
TOTAL ASSETS	\$19,342	\$107,677	\$70,158	\$173,581	\$522,294	\$150	\$489
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable		\$6,605	\$1,612	\$17	\$201		
Accrued Wages			840				
Bank Overdraft							
Deferred Revenue			16,553				
Total Liabilities	0	6,605	19,005	17	201	0	0
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Advanced Tax Collections							
Deferred Property Taxes							
Total Deferred Inflows of Resources	0	0	0	0	0	0	0
Fund Balances							
Non-Spendable							
Prepaid Items					522,093		
Restricted							
Construction							
Debt Service							
Elections							
Financial Administration							
General Administration							
Health and Welfare							
Judicial	19,342		51,153				
Judicial - District Attorney						150	489
Public Safety				173,564			
Public Safety - Sheriff							
Public Transportation							
Records Archives		101,072					
Committed							
Public Safety - Sheriff							
Unassigned							
Total Fund Balances	19,342	101,072	51,153	173,564	522,093	150	489
TOTAL LIABILITIES AND FUND BALANCES	\$19,342	\$107,677	\$70,158	\$173,581	\$522,294	\$150	\$489

(continued)

SPECIAL REVENUE										
DISTRICT ATTORNEY SPECIAL	DISTRICT COURT ARCHIVE	FIRE MARSHALL L.E.S.E	FROST BANK LEGAL LEASE	GENERATION TRAILER GRANT	HAVA GRANT	HAZARD MITIGATION PROGRAM	HOT CHECK FUND	INDIGENT HEALTH CARE	J.P. COURTHOUSE SECURITY	JURY FAMILY VIOLENCE
\$497,725	\$56,229	\$728	\$8,791		\$59,509				\$35,300	\$2,154
	8								324	
\$497,725	\$56,237	\$728	\$8,791	\$0	\$59,509	\$0	\$0	\$0	\$35,624	\$2,154
\$43,898								\$98,430		
				333		73,590	145	2,558		
89,565								113,298		
133,463	0	0	0	333	0	73,590	145	214,286	0	0
0	0	0	0	0	0	0	0	0	0	0
					59,509					
364,262	56,237		8,791						35,624	2,154
		728								
				(333)		(73,590)	(145)	(214,286)		
364,262	56,237	728	8,791	(333)	59,509	(73,590)	(145)	(214,286)	35,624	2,154
\$497,725	\$56,237	\$728	\$8,791	\$0	\$59,509	\$0	\$0	\$0	\$35,624	\$2,154

ATASCOSA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019
(continued)

	SPECIAL REVENUE						
	JURY FUND	JUSTICE TECH- NOLOGY FUND	JUVENILE FEES	PRESER- VATION OF VITAL STATISTICS	PRE- TRIAL DIVERSION	RADIO INTER- OPERABILITY	RECORDS MANAGE- MENT
ASSETS							
Cash and Cash Equivalents	\$74,210	\$44,824	\$10,501	\$49,827	\$176,255		\$384,390
Receivables (net of allowance for uncollectibles)	166	1,295		235			8,130
Prepaid Insurance							
TOTAL ASSETS	\$74,376	\$46,119	\$10,501	\$50,062	\$176,255	\$0	\$392,520
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts Payable							\$4,690
Accrued Wages							4,379
Bank Overdraft							
Deferred Revenue							
Total Liabilities	0	0	0	0	0	0	9,069
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Advanced Tax Collections							
Deferred Property Taxes							
Total Deferred Inflows of Resources	0	0	0	0	0	0	0
Fund Balances							
Non-Spendable							
Prepaid Items							
Restricted							
Construction							
Debt Service							
Elections							
Financial Administration							
General Administration				50,062			383,451
Health and Welfare							
Judicial	74,376	46,119			176,255		
Judicial - District Attorney							
Public Safety			10,501				
Public Safety - Sheriff							
Public Transportation							
Records Archives							
Committed							
Public Safety - Sheriff							
Unassigned							
Total Fund Balances	74,376	46,119	10,501	50,062	176,255	0	383,451
TOTAL LIABILITIES AND FUND BALANCES	\$74,376	\$46,119	\$10,501	\$50,062	\$176,255	\$0	\$392,520

(continued)

SPECIAL REVENUE										
RMPF FUND	SHERIFF ABANDONED VEHICLE	SHERIFF'S AUCTION	SHERIFF DRUG SEIZURE	SHERIFF FEDERAL FORFEITURE	SHERIFF LEOSE	SPECIAL ELECTIONS	TRUANCY COURT FINES	VEHICLE INVENTORY TAX	VICTIM ASSIS- TANCE GRANT II	WOOF GRANT
\$32,104	\$2,596		\$47,764	\$1,097	\$429		\$4,479	\$6,231		
1,466					11				4,790	
\$33,570	\$2,596	\$0	\$47,764	\$1,097	\$440	\$0	\$4,479	\$6,231	\$4,790	\$0
			\$76			\$266 160 1,702			4,790 7,300	45,258
0	0	0	76	0	0	2,128	0	0	12,090	45,258
0	0	0	0	0	0	0	0	0	0	0
								6,231		
							4,479			
33,570			47,688	1,097	440					
	2,596					(2,128)			(7,300)	(45,258)
33,570	2,596	0	47,688	1,097	440	(2,128)	4,479	6,231	(7,300)	(45,258)
\$33,570	\$2,596	\$0	\$47,764	\$1,097	\$440	\$0	\$4,479	\$6,231	\$4,790	\$0

ATASCOSA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019
(continued)

	SPECIAL REVENUE	CAPITAL PROJECTS				
	YOUTH SERVICE CENTER	BENTON CITY GRANT	CDBG PROJECT	GENERAL PERMANENT IMPROVEMENT	GENERAL PERMANENT IMPROVEMENT ANNEX	PERMANENT IMPROVEMENT I&S 1980
ASSETS						
Cash and Cash Equivalents	\$885,435	\$96				\$815
Receivables (net of allowance for uncollectibles)	18,240					
Prepaid Insurance	196					
TOTAL ASSETS	\$903,871	\$96	\$0	\$0	\$0	\$815
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts Payable	\$18,180			\$167,985		
Accrued Wages	4,353					
Bank Overdraft				155,884	363,948	
Deferred Revenue						
Total Liabilities	22,533	0	0	323,869	363,948	0
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Advanced Tax Collections						
Deferred Property Taxes						
Total Deferred Inflows of Resources	0	0	0	0	0	0
Fund Balances						
Non-Spendable						
Prepaid Items	196					
Restricted						
Construction		96				815
Debt Service						
Elections						
Financial Administration						
General Administration						
Health and Welfare						
Judicial						
Judicial - District Attorney						
Public Safety	881,142					
Public Safety - Sheriff						
Public Transportation						
Records Archives						
Committed						
Public Safety - Sheriff						
Unassigned				(323,869)	(363,948)	
Total Fund Balances	881,338	96	0	(323,869)	(363,948)	815
TOTAL LIABILITIES AND FUND BALANCES	\$903,871	\$96	\$0	\$0	\$0	\$815

(continued)

	DEBT SERVICE		
ROAD CONSTRUCTION ESCROW	PERMANENT IMPROVE- MENT I&S	ROAD AND BRIDGE I&S	NON-MAJOR GOVERN- MENTAL FUNDS
\$90,000	\$801,708	\$15,927	\$4,997,976
	1,558,704		1,631,732 1,902
\$90,000	\$2,360,412	\$15,927	\$6,631,610
			\$489,183 120,692 900,502 106,118
0	0	0	1,616,495
	738,580 1,558,704		738,580 1,558,704
0	2,297,284	0	2,297,284
			523,707 911 79,055 59,509 6,231 434,375 13,786 496,903 369,380 1,076,368 150,655 33,570 775,908 2,596 (1,305,123)
90,000			
90,000	63,128	15,927	2,717,831
\$90,000	\$2,360,412	\$15,927	\$6,631,610

ATASCOSA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	SPECIAL REVENUE						
	ALCOHOL REHAB & TRAINING	ALTERNATE EDUCATION PROGRAM	AMBULANCE FUND	AMENDMENT 15	ARCHIVE FEE	BORDER PROSEC- UTION	CHAPTER 18
<i>REVENUES</i>							
Taxes							
Property							
Intergovernmental							4,330
Charges for Services	904	68,310	718,584		89,160		
Fines and Forfeitures							
Interest	519	103	215		13,560		
Miscellaneous		103,089	70,373			142,684	
Total Revenues	1,423	171,502	789,172	0	102,720	142,684	4,330
<i>EXPENDITURES</i>							
Current:							
General Administration							
Records Management					130,080		
Elections							
Judicial							
Judicial							
Public Safety							
Constable							
Courthouse Security							
Emergency Operations			1,964,479				
Juvenile Probation							
Sheriff						135,119	9,711
Health and Welfare							
Health		199,644					
Conservation - Agriculture							
Conservation - Agriculture							
Capital Projects -							
Capital Outlay and Other							
Debt Service							
Principal Retirement			58,272				
Interest and Fiscal Charges							
Total Expenditures	0	199,644	2,022,751	0	130,080	135,119	9,711
Excess (Deficiency) of Revenues Over (Under)							
Expenditures	1,423	(28,142)	(1,233,579)	0	(27,360)	7,565	(5,381)
<i>OTHER FINANCING SOURCES (USES):</i>							
Bond Proceeds							
Bond Premium							
Operating Transfers In			1,209,938				
Operating Transfers Out							
Total Other Financing Sources (Uses)	0	0	1,209,938	0	0	0	0
Net Changes in Fund Balances	1,423	(28,142)	(23,641)	0	(27,360)	7,565	(5,381)
Fund Balances - Beginning	25,423	15,854	(309,112)	862	691,345	(25,372)	66,423
Fund Balances - Ending	\$26,846	(\$12,288)	(\$332,753)	\$862	\$663,985	(\$17,807)	\$61,042

(continued)

SPECIAL REVENUE										
CHAPTER	CHAPTER	CHILD	CHILD	CHILD	CONSTABLE	CONSTABLE	CONSTABLE	CONSTABLE	CONSTABLE	COUNTY
19	47	SAFETY	WELFARE	WELFARE	PCT. 1	PCT. 1	PCT. 2	PCT. 3	PCT. 4	COURT
				SERVICE	LEOSE	TOBACCO	L.E.S.E.	LEOSE	L.E.S.E.	TECH-
						GRANT				NICAL
2,966					681		682	682	682	
		425								1,312
	146	177								
			659							
2,966	146	602	659	0	681	0	682	682	682	1,312
					298					
								1,492	1,219	
2,442			1,410							
2,442	0	0	1,410	0	298	0	0	1,492	1,219	0
524	146	602	(751)	0	383	0	682	(810)	(537)	1,312
0	0	0	0	0	0	0	0	0	0	0
524	146	602	(751)	0	383	0	682	(810)	(537)	1,312
20,432	6,567	12,117	14,537	6	1,504	310	1,592	5,655	1,654	9,539
\$20,956	\$6,713	\$12,719	\$13,786	\$6	\$1,887	\$310	\$2,274	\$4,845	\$1,117	\$10,851

ATASCOSA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019
(continued)

	SPECIAL REVENUE						
	COUNTY JUDICIAL EDUCATION	COUNTY RECORDS MGMT	COURT COORD- INATOR	COURTHOUSE SECURITY	D A FORFEITURE	D A HOT CHECK	D A LEOSE
<i>REVENUES</i>							
Taxes							
Property							
Intergovernmental			162,013				796
Charges for Services	600	12,347		30,922			
Fines and Forfeitures							
Interest	303	594	1,890	4,621	8,043		
Miscellaneous					27,397		
Total Revenues	903	12,941	163,903	35,543	35,440	0	796
<i>EXPENDITURES</i>							
Current:							
General Administration							
Records Management		6,605					
Elections							
Judicial							
Judicial			242,676		8,914		
Public Safety							
Constable							
Courthouse Security				486,094			
Emergency Operations							
Juvenile Probation							
Sheriff							1,146
Health and Welfare							
Health							
Conservation - Agriculture							
Conservation - Agriculture							
Capital Projects -							
Capital Outlay and Other							
Debt Service							
Principal Retirement							
Interest and Fiscal Charges							
Total Expenditures	0	6,605	242,676	486,094	8,914	0	1,146
Excess (Deficiency) of Revenues Over (Under)							
Expenditures	903	6,336	(78,773)	(450,551)	26,526	0	(350)
<i>OTHER FINANCING SOURCES (USES):</i>							
Bond Proceeds							
Bond Premium							
Operating Transfers In			88,894	469,156			
Operating Transfers Out							
Total Other Financing Sources (Uses)	0	0	88,894	469,156	0	0	0
Net Changes in Fund Balances	903	6,336	10,121	18,605	26,526	0	(350)
Fund Balances - Beginning	18,439	94,736	41,032	154,959	495,567	150	839
Fund Balances - Ending	\$19,342	\$101,072	\$51,153	\$173,564	\$522,093	\$150	\$489

(continued)

SPECIAL REVENUE										
DISTRICT ATTORNEY SPECIAL	DISTRICT COURT ARCHIVE	FIRE MARSHALL L.E.S.E	FROST BANK LEGAL LEASE	GENERATION TRAILER GRANT	HAVA GRANT	HAZARD MITIGATION PROGRAM	HOT CHECK FUND	INDIGENT HEALTH CARE	J.P. COURTHOUSE SECURITY	JURY FAMILY VIOLENCE
988,598	8			22,667	12,884	68,310		79,544	4,927	
21,201								105		
7,727								18,898		438
16,333					18,927					
1,033,859	8	0	0	22,667	31,811	68,310	0	98,547	4,927	438
1,564,318			5,704							
				23,000		63,360			2,433	
								1,884,179		
1,564,318	0	0	5,704	23,000	0	63,360	0	1,884,179	2,433	0
(530,459)	8	0	(5,704)	(333)	31,811	4,950	0	(1,785,632)	2,494	438
540,883			7,200					1,758,095		
						(33,660)				
540,883	0	0	7,200	0	0	(33,660)	0	1,758,095	0	0
10,424	8	0	1,496	(333)	31,811	(28,710)	0	(27,537)	2,494	438
353,838	56,229	728	7,295	0	27,698	(44,880)	(145)	(186,749)	33,130	1,716
\$364,262	\$56,237	\$728	\$8,791	(\$333)	\$59,509	(\$73,590)	(\$145)	(\$214,286)	\$35,624	\$2,154

ATASCOSA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019
(continued)

	SPECIAL REVENUE						
	JURY FUND	JUSTICE TECH- NOLOGY FUND	JUVENILE FEES	PRESER- VATION OF VITAL STATISTICS	PRE- TRIAL DIVERSION	RADIO INTER- OPERABILITY	RECORDS MANAGE- MENT
<i>REVENUES</i>							
Taxes							
Property							
Intergovernmental	16,864					40,645	
Charges for Services	2,440	19,755	4,904	3,180	34,170		93,464
Fines and Forfeitures							
Interest			32		1,078		7,087
Miscellaneous							
Total Revenues	19,304	19,755	4,936	3,180	35,248	40,645	100,551
<i>EXPENDITURES</i>							
Current:							
General Administration							
Records Management							126,191
Elections							
Judicial							
Judicial	43,285	5,751			42,000		
Public Safety							
Constable							
Courthouse Security							
Emergency Operations						40,645	
Juvenile Probation			2,748				
Sheriff							
Health and Welfare							
Health							
Conservation - Agriculture							
Conservation - Agriculture							
Capital Projects -							
Capital Outlay and Other							
Debt Service							
Principal Retirement							
Interest and Fiscal Charges							
Total Expenditures	43,285	5,751	2,748	0	42,000	40,645	126,191
Excess (Deficiency) of Revenues Over (Under)							
Expenditures	(23,981)	14,004	2,188	3,180	(6,752)	0	(25,640)
OTHER FINANCING SOURCES (USES):							
Bond Proceeds							
Bond Premium							
Operating Transfers In	45,000						
Operating Transfers Out							
Total Other Financing Sources (Uses)	45,000	0	0	0	0	0	0
Net Changes in Fund Balances	21,019	14,004	2,188	3,180	(6,752)	0	(25,640)
Fund Balances - Beginning	53,357	32,115	8,313	46,882	183,007		409,091
Fund Balances - Ending	\$74,376	\$46,119	\$10,501	\$50,062	\$176,255	\$0	\$383,451

(continued)

SPECIAL REVENUE										
RMPF FUND	SHERIFF ABANDONED VEHICLE	SHERIFF'S AUCTION	SHERIFF DRUG SEIZURE	SHERIFF FEDERAL FORFEITURE	SHERIFF LEOSE	SPECIAL ELECTIONS	TRUANCY COURT FINES	VEHICLE INVENTORY TAX	VICTIM ASSIS- TANCE GRANT II	WOOF GRANT
26,030					5,428	46,872			44,599	
			1,035				650	465		
	1,000	142,716	2,617	1,214				415		
26,030	1,000	142,716	3,652	1,214	5,428	46,872	650	880	44,599	0
74,837						66,465			51,744	
	1,556	142,736	20,043	9,810	5,000					
										45,258
74,837	1,556	142,736	20,043	9,810	5,000	66,465	0	0	51,744	45,258
(48,807)	(556)	(20)	(16,391)	(8,596)	428	(19,593)	650	880	(7,145)	(45,258)
75,000										
75,000	0	0	0	0	0	0	0	0	0	0
26,193	(556)	(20)	(16,391)	(8,596)	428	(19,593)	650	880	(7,145)	(45,258)
7,377	3,152	20	64,079	9,693	12	17,465	3,829	5,351	(155)	0
\$33,570	\$2,596	\$0	\$47,688	\$1,097	\$440	(\$2,128)	\$4,479	\$6,231	(\$7,300)	(\$45,258)

ATASCOSA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019
(continued)

	SPECIAL REVENUE	CAPITAL PROJECTS				
	YOUTH SERVICE CENTER	BENTON CITY GRANT	CDBG PROJECT	GENERAL PERMANENT IMPROVEMENT	GENERAL PERMANENT IMPROVEMENT ANNEX	PERMANENT IMPROVEMENT I&S 1980
<i>REVENUES</i>						
Taxes						
Property						
Intergovernmental	30,115		31,250			
Charges for Services	361,923					
Fines and Forfeitures						
Interest	20,396	1		51,361		
Miscellaneous						
Total Revenues	412,434	1	31,250	51,361	0	0
<i>EXPENDITURES</i>						
Current:						
General Administration						
Records Management						
Elections						
Judicial						
Judicial						
Public Safety						
Constable						
Courthouse Security						
Emergency Operations						
Juvenile Probation	1,978,965					
Sheriff						
Health and Welfare						
Health						
Conservation - Agriculture						
Conservation - Agriculture						
Capital Projects -						
Capital Outlay and Other			31,250	4,931,486		
Debt Service						
Principal Retirement						
Interest and Fiscal Charges						
Total Expenditures	1,978,965	0	31,250	4,931,486	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,566,531)	1	0	(4,880,125)	0	0
<i>OTHER FINANCING SOURCES (USES):</i>						
Bond Proceeds						
Bond Premium						
Operating Transfers In	2,033,980					
Operating Transfers Out						
Total Other Financing Sources (Uses)	2,033,980	0	0	0	0	0
Net Changes in Fund Balances	467,449	1	0	(4,880,125)	0	0
Fund Balances - Beginning	413,889	95	0	4,556,256	(363,948)	815
Fund Balances - Ending	\$881,338	\$96	\$0	(\$323,869)	(\$363,948)	\$815

	DEBT SERVICE		
ROAD CONSTRUCTION ESCROW	PERMANENT IMPROVE- MENT I&S	ROAD AND BRIDGE I&S	NON-MAJOR GOVERN- MENTAL FUNDS
	\$1,916,193	\$930	\$1,917,123
			1,500,852
			1,533,121
			22,316
	474		119,882
90,000			636,345
90,000	1,916,667	930	5,729,639
			337,713
			66,465
			1,964,690
			2,711
			488,527
			2,091,484
			1,981,713
			328,973
			2,083,823
			45,258
			4,962,736
	990,000		1,048,272
	969,683		969,683
0	1,959,683	0	16,372,048
90,000	(43,016)	930	(10,642,409)
			0
			0
			6,228,146
			(33,660)
0	0	0	6,194,486
90,000	(43,016)	930	(4,447,923)
0	106,144	14,997	7,165,754
\$90,000	\$63,128	\$15,927	\$2,717,831