

FANNIN COUNTY, TEXAS

*ANNUAL FINANCIAL REPORT*

*FOR THE YEAR ENDED SEPTEMBER 30, 2012*



**FANNIN COUNTY, TEXAS**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2012**

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*Financial Section*

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**RUTLEDGE CRAIN & COMPANY, PC**  
CERTIFIED PUBLIC ACCOUNTANTS

2401 Garden Park Court, Suite B  
Arlington, Texas 76013

**Independent Auditors' Report on Financial Statements**

To the Honorable County Judge and Commissioners Comprising the  
Commissioners' Court of Fannin County  
Bonham, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fannin County, Texas, as of and for the year ended September 30, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Fannin County, Texas' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Fannin County, Texas, as of September 30, 2012, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 11 and 36 through 38 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fannin County, Texas' financial statements as a whole. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Rutledge Crain & Company, PC*

March 29, 2013

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*Management's Discussion and Analysis*

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**FANNIN COUNTY, TEXAS**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*September 30, 2012*

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As management of Fannin County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2012. We encourage readers to consider the information presented herein with the County's financial statements, which follow this section.

**Financial Highlights**

The assets of the County exceeded its liabilities at the close of the fiscal year ended September 30, 2012 by \$19,351,800 (net assets). Of this amount, \$8,364,728 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

County's total net assets increased by \$2,274,603. The majority of this increase is attributable to the increased investments, increased infrastructure, and increase of receivables (net of allowances from collectibles) and reduction of total liabilities.

The County's governmental funds reported combined ending fund balances of \$6,702,762, an increase of \$893,901 in comparison to the previous year mainly due to an increase in fees of office, fees of tax collection, and a reduction of expenses of public safety, general administration, and health and welfare.

The unreserved portion of the General Fund fund balance at the end of the year was \$4,557,126 or 50% of total General Fund expenditures for fiscal year 2012.

**Overview of the Financial Statements**

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

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

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

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets 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 vacation leave).

In addition, the statement of activities highlights government activities supported by taxes and intergovernmental revenues, along with program revenues classified to the corresponding government activity.

## FANNIN COUNTY, TEXAS

### MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2012

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

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

The County maintains 48 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 which is considered to be a major fund. Data from the other 47 funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

*Fiduciary funds.* Fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. Private Purpose Trust funds account for assets held by the government under the terms of a formal trust agreement.

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

*Other Information.* In addition to the basic financial statements and accompanying notes, this report also presents other supplementary information following the notes to the financial statements. The other supplementary information includes combining and individual statements and schedules.

### Government-wide Financial Analysis

At the end of fiscal year 2012, the County's net assets (assets exceeding liabilities) totaled \$19,351,800. This analysis focuses on the net assets (Table 1) and changes in net assets (Table 2). This is an increase of \$2,274,603, mainly due to an increase in property taxes, increased investments, infrastructure and other receivables.

**Net Assets.** The largest portion of the County's net assets, \$10,733,768 or 55.5%, reflects its investment in capital assets (land, buildings, infrastructure, machinery and equipment, construction in progress), less accumulated depreciation and any related debt used to acquire those assets that is still outstanding. The County uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County reports its capital assets net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**FANNIN COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**September 30, 2012**

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Net assets of \$253,304 or 1.3% of total assets, in the debt service fund, are restricted for future debt service payments.

The remaining balance of unrestricted net assets, \$8,364,728 or 43.2%, may be used to meet the government's ongoing obligations to citizens and creditors.

EXHIBIT A-1

Table 1  
Condensed Statement of Net Assets

	9/30/12	9/30/11
<b>ASSETS</b>		
Current and other assets	\$ 10,109,365	\$ 8,868,933
Capital assets	12,151,169	11,457,223
Total assets	<u>22,260,534</u>	<u>20,326,156</u>
<b>LIABILITIES</b>		
Long-term liabilities	1,318,363	1,101,738
Other liabilities	1,590,371	2,147,221
Total liabilities	<u>2,908,734</u>	<u>3,248,959</u>
<b>NET ASSETS</b>		
Invested in capital assets net of related debt	10,733,768	9,629,822
Restricted	253,304	271,739
Unrestricted	8,364,728	7,175,636
	<u>\$ 19,351,800</u>	<u>\$ 17,077,197</u>

**Changes in Net Assets.** The net assets of the County increased by \$2,274,603 for the fiscal year ended September 30, 2012. This increase is mainly due to an increase in investments, infrastructure, other receivables, and reduction of liabilities.

**FANNIN COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**September 30, 2012**

Table 2  
Changes in Net Assets

Program Revenues:	9/30/12	9/30/11
Charges for services	\$ 3,255,200	\$ 3,011,736
Operating grants and contributions	274,715	205,849
Capital grants and contributions	1,242,310	154,372
General Revenues		
Taxes	9,488,881	9,528,154
Unrestricted Investment Earnings	7,723	8,067
Miscellaneous	175,527	718,483
Gain (loss) on sale of capital assets	140,918	130,266
Total Revenues	14,585,274	13,756,927
Expenses:		
General Administration	706,043	774,452
Judicial	1,165,477	1,136,427
Legal	684,672	651,691
Financial Administration	640,516	625,039
Public Facilities	448,445	391,361
Public Safety	3,873,466	4,140,911
Public Transportation	3,187,747	3,024,082
Health and Welfare	840,830	891,668
Non Departmental	699,661	627,381
Debt Service	66,253	90,042
Total Expenses	12,310,671	12,353,054
Increase in net assets	2,274,603	1,403,873
Net assets - October 1	17,077,197	15,673,324
Net assets - September 30	\$ 19,351,800	\$ 17,077,197

**Financial Analysis of the Government's Funds**

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

As of the end of the current fiscal year, the County's governmental funds reported combined fund balances of \$6,702,762.

The General Fund is the main operating fund of the County. At the end of the current fiscal year, unreserved fund balance was \$4,557,126. This is an increase of \$819,914 over last year with the primary reason due to the increase in cash and investments of \$812,888.

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

## **FANNIN COUNTY, TEXAS**

### *MANAGEMENT'S DISCUSSION AND ANALYSIS*

*September 30, 2012*

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Ad Valorem taxes were above budget by \$295,783 due to higher delinquent tax collection.

Other tax revenue was above budget by \$60,209, mainly due to the increased collection of sales tax.

Fees of Office revenue was over budget by \$153,298 mainly due to the Fannin County Detention Center revenues which were \$83,712 over budget which were returned to County.

Fees of Tax Collector was over budget by \$64,035 mainly due to commission on sales tax up \$43,115.

Miscellaneous income was above budget by \$78,258 mainly due to unexpected income from energy rebate, contribution from Indigent Health Care Trust, and TDCJ reimbursements.

The final amended budget increased appropriations by approximately \$11,235 due to the unexpected energy rebate.

The Public Safety budget was under budget by \$232,285 mainly due jail operations below budget by \$144,714 and Sheriff Operations below budget by \$50,251. County Sheriff Office expenditures were below final appropriations budget by \$50,251 and above last year expenditures by \$79,047. The Jail Operations expenditures were under final appropriations budget by \$144,714 and below last year by \$451,175 mainly due to the decreased number of inmates.

Overall, expenditures were less than the original budget by \$702,727 and less than final appropriations budget by \$713,962. Overall expenditures were \$135,276 over last year due to the early \$310,000 payment of the 2018 bond which reduced the total 98 Series jail bond debt.

Total Health and Welfare was below budget by \$314,117 mainly due to Indigent Health Care being below budget by \$288,404.

District Court expenditures were above budget by \$27,424 mainly due to continued increased indigent attorney defense cost.

District and County Attorney expenditures were above final appropriations budget by \$1,331 and above original budget by \$6,785.

### **Capital Assets and Debt Administration**

*Capital Assets.* The County's investment in capital assets as of September 30, 2012, amounts to \$12,151,169 (net of accumulated depreciation). The investment in capital assets includes land, buildings, machinery and equipment, and infrastructure.

**FANNIN COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**September 30, 2012**

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Table 3  
 Capital Assets at Year End  
 Net of Accumulated Depreciation

	9/30/12	9/30/11
Land	\$ 341,560	\$ 341,560
Buildings	1,949,156	2,066,923
Machinery and equipment	1,295,117	1,252,953
Infrastructure	8,565,336	7,795,787
	<u>\$ 12,151,169</u>	<u>\$ 11,457,223</u>

Additional information on the County's capital assets can be found in the notes to the financial statements.

*Debt Administration.* At the end of the current fiscal year, Fannin County had total debt outstanding of \$1,590,372, including compensated absences. Of this amount, \$1,335,000 comprises General Obligation Debt for Public Improvement Bonds, with principal due annually through 2017 with interest due semiannually. This amount is backed by the full faith and credit of Fannin County.

From time to time Fannin County issues short term notes payable to finance equipment purchases in the General Fund and Road & Bridge Fund. The County's notes payable decreased by \$152,194. Compensated absences increased by \$5,345 mainly due to increased Sheriff personnel compensated time.

Table 4  
 Outstanding Debt at Year End

Type of Debt	9/30/12	9/30/11
General Obligation Bonds	\$ 1,335,000	\$ 1,745,000
Notes Payable	82,401	234,595
Compensated Absences	172,971	167,626
Total	<u>\$ 1,590,372</u>	<u>\$ 2,147,221</u>

Additional information on the County's long-term debt can be found in the notes to the financial statements.

The County's total outstanding debt decreased by \$556,849 due to a decrease in general obligation bonds by early payment of the 2018 bond payment out of available funds in current year in order to reduce future interest payments, and a net decrease in notes payable.



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

The Fannin County economy showed stability this year, with a projection of zero growth for the next year. This forecast is due to the present economic conditions that are effecting local governments, state government, and our nation. In the future years, we foresee some slow growth in our county coming from the Dallas/Fort Worth Metroplex area. Overall our property values should remain the same.

Some key factors to look for in future budgets:

Significant reduction of state funding for state mandated services due to state budget shortfalls.

Increase in health insurance due to rising health care costs of County employees.

Continued increase in property insurance due to major increase of replacement cost values and increased claims.

Major increase in employee retirement cost due to the decreased value of retirement fund.

Possible major increase in law enforcement payroll cost due to pressures from higher competitive salaries.

**Requests for Information**

This financial report is designed to provide a general overview of Fannin County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, 101 E. Sam Rayburn, Suite 303, Bonham, Texas 75418.

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*Basic Financial Statements*

**FANNIN COUNTY, TEXAS**

## STATEMENT OF NET ASSETS

SEPTEMBER 30, 2012

	Governmental Activities
<b>ASSETS</b>	
<i>Cash and cash equivalents</i>	\$ 2,197,851
<i>Investments</i>	4,628,754
Receivables (net of allowances for uncollectibles):	
<i>Taxes</i>	718,896
<i>Accounts</i>	203,401
<i>Fines</i>	2,217,052
<i>Intergovernmental</i>	143,411
Capital assets (net of accumulated depreciation)	
<i>Land</i>	341,560
<i>Buildings</i>	1,949,156
<i>Machinery and equipment</i>	1,295,117
<i>Infrastructure</i>	8,565,336
<b>Total Assets</b>	<u>22,260,534</u>
<b>LIABILITIES</b>	
<i>Accounts payable</i>	330,903
<i>Accrued liabilities</i>	133,764
<i>Interest payable</i>	6,606
<i>Due to other governments</i>	532,453
<i>Due to others</i>	314,637
Noncurrent liabilities:	
<i>Due within one year</i>	495,371
<i>Due in more than one year</i>	1,095,000
<b>Total Liabilities</b>	<u>2,908,734</u>
<b>NET ASSETS</b>	
Invested in Capital Assets, Net of Related Debt	10,733,768
Restricted For:	
Debt Service	253,304
Unrestricted	8,364,728
<b>Total Net Assets</b>	<u>\$ 19,351,800</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2012**

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
<b>PRIMARY GOVERNMENT</b>					
Governmental activities:					
<i>General administration</i>	\$ 706,043	\$ 305,320	\$ 21,332	\$ --	\$ (379,391)
<i>Judicial</i>	1,165,477	659,966	71,584	--	(433,927)
<i>Legal</i>	684,672	45,922	30,878	--	(607,872)
<i>Financial administration</i>	640,516	283,185	--	--	(357,331)
<i>Public facilities</i>	448,445	--	19,931	--	(428,514)
<i>Public safety</i>	3,873,466	882,569	45,333	132,086	(2,813,478)
<i>Public transportation</i>	3,187,747	1,023,732	36,478	1,105,224	(1,022,313)
<i>Health and welfare</i>	838,391	54,506	49,179	5,000	(729,706)
<i>Nondepartmental</i>	699,661	--	--	--	(699,661)
<i>Interest on long-term debt</i>	66,253	--	--	--	(66,253)
Total expenses	<u>12,310,671</u>	<u>3,255,200</u>	<u>274,715</u>	<u>1,242,310</u>	<u>(7,538,446)</u>
Total Primary Government	<u>\$ 12,310,671</u>	<u>\$ 3,255,200</u>	<u>\$ 274,715</u>	<u>\$ 1,242,310</u>	<u>(7,538,446)</u>
General Revenues:					
<i>Property Taxes</i>					8,594,386
<i>Other Taxes</i>					894,495
<i>Unrestricted Investment Earnings</i>					7,723
<i>Miscellaneous</i>					175,527
<i>Gain (Loss) on Disposal of Capital Assets</i>					140,918
Total General Revenues and Transfers					<u>9,813,049</u>
Change in Net Assets					2,274,603
Net Assets - Beginning					17,011,104
Prior Period Adjustment					66,093
Net Assets - Ending					<u>\$ 19,351,800</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**

## BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2012

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 1,119,957	\$ 1,077,893	\$ 2,197,850
<i>Investments</i>	3,513,114	1,115,640	4,628,754
Receivables (net of allowances for uncollectibles):			
<i>Taxes</i>	570,450	148,446	718,896
<i>Accounts</i>	203,401	--	203,401
<i>Fines</i>	2,217,052	--	2,217,052
<i>Intergovernmental</i>	117,635	25,776	143,411
<i>Due from other funds</i>	2,934	--	2,934
<b>Total Assets</b>	<b>\$ 7,744,543</b>	<b>\$ 2,367,755</b>	<b>\$ 10,112,298</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ 287,171	\$ 43,732	\$ 330,903
<i>Accrued liabilities</i>	96,266	37,497	133,763
<i>Due to other funds</i>	--	2,934	2,934
<i>Due to other governments</i>	532,453	--	532,453
<i>Due to others</i>	314,637	--	314,637
<i>Deferred revenue</i>	1,956,890	137,956	2,094,846
<b>Total Liabilities</b>	<b>3,187,417</b>	<b>222,119</b>	<b>3,409,536</b>
<b>Fund balances:</b>			
<i>Restricted</i>	--	1,079,620	1,079,620
<i>Committed</i>	--	1,069,830	1,069,830
<i>Unassigned</i>	4,557,126	(3,814)	4,553,312
<b>Total fund balances</b>	<b>4,557,126</b>	<b>2,145,636</b>	<b>6,702,762</b>
 <i>Total Liabilities and Fund Balances</i>	 <b>\$ 7,744,543</b>	 <b>\$ 2,367,755</b>	 <b>\$ 10,112,298</b>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
 TO THE STATEMENT OF NET ASSETS  
 SEPTEMBER 30, 2012

Total fund balances - governmental funds balance sheet	\$ 6,702,762
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not reported in the funds.	12,151,170
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	667,902
Payables for bond principal which are not due in the current period are not reported in the funds.	(1,335,000)
Payables for bond interest which are not due in the current period are not reported in the funds.	(6,606)
Payables for notes which are not due in the current period are not reported in the funds.	(82,401)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(172,970)
Court fines receivable unavailable to pay for current period expenditures are deferred in the funds.	<u>1,426,943</u>
Net assets of governmental activities - Statement of Net Assets	<u>\$ 19,351,800</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ 6,866,784	\$ 1,738,013	\$ 8,604,797
<i>Other taxes</i>	980,709	166,389	1,147,098
<i>Licenses and permits</i>	54,506	--	54,506
<i>Intergovernmental</i>	75,628	151,438	227,066
<i>Fees of office</i>	1,180,973	54,528	1,235,501
<i>Fees of tax collector</i>	283,035	738,846	1,021,881
<i>Fines</i>	54,853	272,974	327,827
<i>Interest</i>	5,720	2,003	7,723
<i>Miscellaneous</i>	342,643	263,987	606,630
<b>Total revenues</b>	<u>9,844,851</u>	<u>3,388,178</u>	<u>13,233,029</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>General administration</i>	555,566	92,609	648,175
<i>Judicial</i>	1,159,180	5,525	1,164,705
<i>Legal</i>	669,972	14,546	684,518
<i>Financial administration</i>	639,707	--	639,707
<i>Public facilities</i>	473,324	2,240	475,564
<i>Public safety</i>	3,692,573	164,245	3,856,818
<i>Public transportation</i>	--	2,982,271	2,982,271
<i>Health and welfare</i>	829,568	10,000	839,568
<i>Nondepartmental</i>	699,161	500	699,661
<b>Debt service:</b>			
<i>Principal</i>	310,000	100,000	410,000
<i>Interest and fiscal charges</i>	6,781	72,750	79,531
<b>Total expenditures</b>	<u>9,035,832</u>	<u>3,444,686</u>	<u>12,480,518</u>
Excess (deficiency) of revenues over (under) expenditures	809,019	(56,508)	752,511
<b>Other financing sources (uses):</b>			
<i>Sale of capital assets</i>	10,895	130,495	141,390
<b>Total other financing sources (uses)</b>	<u>10,895</u>	<u>130,495</u>	<u>141,390</u>
<b>Net change in fund balances</b>	819,914	73,987	893,901
Fund balances, October 1	3,737,212	2,071,649	5,808,861
Fund balances, September 30	<u>\$ 4,557,126</u>	<u>\$ 2,145,636</u>	<u>\$ 6,702,762</u>

The accompanying notes are an integral part of this statement.



**FANNIN COUNTY, TEXAS**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

Net change in fund balances - total governmental funds	\$ 893,901
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	452,144
The depreciation of capital assets used in governmental activities is not reported in the funds.	(852,426)
The gain or loss on the sale of capital assets is not reported in the funds.	(472)
Donations of capital assets increase net assets in the SOA but not in the funds.	1,094,699
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	(10,410)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	410,000
Repayment of loan principal is an expenditure in the funds but is not an expense in the SOA.	152,194
(Increase) decrease in accrued interest from beginning of period to end of period.	13,280
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(5,346)
Certain fine revenues are deferred in the funds. This is the change in these amounts this year.	127,039
Change in net assets of governmental activities - Statement of Activities	<u>\$ 2,274,603</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**  
 STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 SEPTEMBER 30, 2012

	Agency Funds
<b>ASSETS</b>	
<i>Cash and cash equivalents</i>	\$ 1,246,992
<b>Total Assets</b>	<u>\$ 1,246,992</u>
<b>LIABILITIES</b>	
<i>Due to other governments</i>	\$ 446,688
<i>Due to others</i>	800,304
<b>Total Liabilities</b>	<u>\$ 1,246,992</u>

The accompanying notes are an integral part of this statement.

# FANNIN COUNTY, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Reporting Entity

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

The accounting policies of Fannin County, Texas, conform to generally accepted accounting principals issued by the Governmental Accounting Standards Board which is the recognized financial accounting standard setting body for governmental entities. The notes to the financial statements are an integral part of the County's basic financial statements.

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

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

#### B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes, charges for services, and intergovernmental revenues.

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

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

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

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

# FANNIN COUNTY, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

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

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

The County reports the following major governmental funds:

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

Additionally, the County reports the following fund types:

The Special Revenue Funds account for specific revenue sources that are legally restricted to expenditures for specified purposes (not including private purpose trusts or major capital projects).

The Debt Service Fund accounts for the accumulation of resources to be used for the payment of principal and interest.

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

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes, miscellaneous revenue, and interest income.

### D. Budgetary Information

1. Annual budgets are adopted on the GAAP basis of accounting for the general fund, certain special revenue funds, and the debt service fund. All annual appropriations lapse at fiscal year end. The following special revenue funds were not budgeted:

- Surety Bail Bond Fee
- Sheriff Work Release
- Courthouse Restoration
- Animal Control Shelter
- Contraband Seizure
- IHC Co-op Gin
- Solid Waste
- Grand Jury Coordinator
- HAVA
- Child Abuse Investigator Grant
- Investigative Fund
- Right of Way

# FANNIN COUNTY, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

### TCDP Grant

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

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

The appropriated budget is prepared by fund. Any transfers of appropriations are first approved by the Commissioners' Court. Thus, the legal level of budgetary control is at the fund level. Several supplemental appropriations were required during the year.

### 2. Excess of Expenditures Over Appropriations

For the year ended September 30, 2012, expenditures exceeded appropriations in the following funds:

#### Special Revenue Funds:

Probate Judges Fund	\$701
Fannin County Bees	110
J.P. #1 Justice Court Technology	2,333
Law Library	6,482
Election Equipment Fund	3,446
Law Enforcement Education	4,428
Community Service Coordinator	32,471

These excess expenditures were funded by available fund balance and anticipated revenues.

### 3. Deficit Fund Balances

The following fund had a deficit fund balance at 9/30/12

Community Service Coordinator	\$3,814
-------------------------------	---------

## E. Assets, liabilities, and net assets or equity

### 1. Deposits and investments

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

State statutes authorize the County to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance

# FANNIN COUNTY, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

Corporation, or its successor; or, (B) secured by obligations that are described by (1) - (4); or, (6) fully collateralized direct repurchase agreements having a defined termination date, secured by obligations described by (1), pledged with third party selected or approved by the County, and placed through a primary government securities dealer.

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

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

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

### 3. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. 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.

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

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

## FANNIN COUNTY, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

#### 4. Compensated absences

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

#### 5. Long-term obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight line method which approximate 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.

#### 6. Fund equity

**Nonspendable Fund Balance** Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

**Restricted Fund Balance** - Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

**Committed Fund Balance** - Amounts that can only be used for specific purposes pursuant to constraints imposed by the Commissioners Court through legislation, resolution or court order, unless the Commissioners Court removes or changes the specified use by taking the same type of action used to commit the amounts.

**Assigned Fund Balance** - Amounts that are constrained by the Commissioners Court, or by another County official or the County Auditor to which the Commissioners Court has delegated authority, that are to be used for specific purposes but are neither restricted nor committed.

**Unassigned Fund Balance** - Amounts that are available for any purpose; these amounts can be reported only in the County's General Fund.

Fund balance amounts represent the nature of the net resources that are reported in a governmental fund. The County fund balance classifications include non-spendable resources, restricted, and non-restricted (committed, assigned and unassigned) amounts. When the County incurs an expenditure and both restricted and unrestricted amounts are available, the County considers restricted amounts to have been spent. When the County incurs an expenditure for an unrestricted amount, committed amounts are reduced first, followed by assigned amounts and then unassigned amounts for purposes in which any of those unrestricted fund balance classifications could be used.

# FANNIN COUNTY, TEXAS

NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED SEPTEMBER 30, 2012

## II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets:

The governmental fund balance sheet includes a reconciliation between *fund balance-total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "Court fines receivable unavailable to pay for current period expenditures are deferred in the funds, however, the net change in the deferred fines revenue is recognized as revenue in the Statement of Activities." The details of this \$1,426,942 difference are as follows:

County clerk fines	\$398,545
District clerk fines	927,679
Justice of the peace fines	<u>100,718</u>
Total	<u>\$1,426,942</u>

## III. DETAILED NOTES ON ALL FUNDS

### A. Deposits and investments

#### Cash

At year end, the carrying amount of the County's cash on hand and deposits was \$3,444,839. All of the bank balance of \$3,735,106, was covered by federal deposit insurance and collateralized by the pledging financial institution with marketable securities held by an agent in the bank's name.

#### Investments

As of September 30, 2012, the County had the following investments:

Investment type	Credit Rating	Fair Value	Days to Maturity
Government sponsored investment pool (TexPool)	AAAm	<u>\$4,628,755</u>	<60
Total Fair Value		<u><u>\$4,628,755</u></u>	

\* Standard and Poors

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

**Credit Risk.** State law limits investments as described previously in Note I D 1.

**Concentration of Credit Risk.** The County's investment policy does not allow for an investment in any one issuer (other than investment pools) that is in excess of five percent of the fair value of the County's total investments.

**Custodial Credit Risk – Deposits.** In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County requires all deposits to be covered by Federal Depository Insurance Corporation (FDIC) insurance and/or collateralized by qualified securities pledged by the County's depository in the County's name and held by the depository's agent.

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



## FANNIN COUNTY, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

TexPool is an external investment pool and is not SEC registered. The Texas Interlocal Cooperation Act and the Texas Public Funds Investment Act provide for creation of public funds investments pools and permit eligible governmental entities to jointly invest their funds in authorized investments. The fair value of investments in the pool is independently reviewed monthly. At September 30, 2012 the fair value of the position in TexPool approximates the fair value of the shares.

#### B. Receivables

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

	General	NonMajor and Other	Total
Taxes receivable	\$570,450	\$148,446	\$718,896
Other	\$203,401	\$ --	\$203,401
Fines receivable	\$3,610,422	\$ --	\$3,610,422
Allowance	(1,393,370)	--	(1,393,370)
Net fines receivable	\$2,217,052	\$ --	\$2,217,052
Intergovernmental	\$117,635	\$25,776	\$143,411

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Total
Deferred tax revenue (General Fund)	\$529,947	\$ --	\$529,947
Deferred fines revenue (General Fund)	\$1,426,943	--	\$1,426,943
Deferred tax revenue (NonMajor Funds)	137,956	--	137,956
Total deferred/unearned revenue for governmental funds	\$2,094,846	\$ --	\$2,094,846

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2012**

C. Capital assets

Capital asset activity for the year ended September 30, 2012:

	Balance 9/30/11	Additions	Retirements	Inventory Adjustment	Balance 9/30/12
<b>GOVERNMENTAL ACTIVITIES:</b>					
Capital assets, not being depreciated:					
Land	\$341,560	\$ --	\$ --	\$ --	\$341,560
Construction in progress	--	--	--	--	--
Total capital assets not being depreciated	341,560	--	--	--	341,560
Capital assets, being depreciated:					
Buildings	4,737,000	--	--	--	4,737,000
Infrastructure	23,134,076	1,144,191	(20,812)	--	24,257,455
Machinery and equipment	5,530,205	402,652	(402,806)	--	5,530,051
Total capital assets being depreciated	33,401,281	1,546,843	(423,618)	--	34,524,506
Less accumulated depreciation for:					
Buildings	(2,670,077)	(117,767)	--	--	(2,787,844)
Infrastructure	(15,338,288)	(374,171)	20,340	--	(15,692,119)
Machinery and equipment	(4,277,253)	(360,487)	402,806	--	(4,234,934)
Total accumulated depreciation	(22,285,618)	(852,425)	423,146	--	(22,714,897)
Total capital assets being depreciated, net	11,115,663	694,418	(472)	--	11,809,609
Governmental activities capital assets, net	<u>\$11,457,223</u>	<u>\$694,418</u>	<u>(\$472)</u>	<u>\$ --</u>	<u>\$12,151,169</u>

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

Governmental activities:

General administration	\$60,094
Public facilities	72,181
Public safety	131,780
Public transportation	588,370
Total depreciation expense - governmental activities	<u>\$852,425</u>

**FANNIN COUNTY, TEXAS**

NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED SEPTEMBER 30, 2012

D. Interfund receivables, payables, and transfers

The composition of interfund balances as of September 30, 2012, is as follows:

Fund	Receivable	Payable
Major Funds		
General Fund	\$2,934	\$ --
Nonmajor Funds		
Community Service Coordinator	--	2,934
Total Governmental Funds	\$2,934	\$2,934

E. Joint Venture

The County participates (20%) with Cooke and Grayson counties in the Cooke, Fannin and Grayson County Juvenile Detention Center. Under the interlocal agreement governing the joint venture, the County shares in the cost of operations, construction and maintenance of the joint venture. The agreement requires maintenance of a minimum fund balance and returns excess assets to the venturers. Separate financial statements of the joint venture are available from the Grayson County Auditor, Sherman, Texas. An equity interest in the joint venture has not been recorded because the terms of the interlocal agreement governing the joint venture provide that, under certain circumstances, withdrawing venturers forfeit all rights, title and interest in property of the joint venture. Following is unaudited summary information of the operations of the joint venture for the year ended September 30, 2012 under the modified accrual basis of accounting:

	<u>Unaudited</u>
Total revenues	\$108,641
Total expenses	(572,241)
Change in net assets	(463,600)
Contributions from joint venturers	463,600
Net assets - September 30, 2011	182,061
Net assets - September 30, 2012	\$182,061

F. Long-term debt

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

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2012**

General Debt Currently Outstanding:

Purpose	Original Amount	Year of Issue	Final Maturity	Interest Rate	Balance 9/30/12
General Long-Term Debt Issues					
General Obligation Bonds:					
General Obligation Bonds	\$2,675,000	8/01/98	9/1/18	5.4% - 6.4%	\$1,335,000
Notes Payable:					
Bank Time Warrant	\$52,457	5/25/10	8/25/13	2.00%	17,928
Bank Time Warrant	\$361,528	2/05/08	2/13/13	2.50%	64,473
					82,401
Total General Long-Term Debt					<u>\$1,417,401</u>

Annual debt service requirements to maturity for general debt:

Year	General Obligation Bonds		Notes Payable		Total
	Principal	Interest	Principal	Interest	
2013	\$240,000	\$60,987	\$82,401	\$1,632	\$385,020
2014	255,000	50,188	--	--	305,188
2015	265,000	38,330	--	--	303,330
2016	280,000	25,875	--	--	305,875
2017	295,000	13,275	--	--	308,275
Total	<u>\$1,335,000</u>	<u>\$188,655</u>	<u>\$82,401</u>	<u>\$1,632</u>	<u>\$1,607,688</u>

CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2012, was as follows:

	Balance 09/30/11	Additions	Retirements	Balance 09/30/12	Due Within One Year
<b>Governmental activities:</b>					
General Obligation Bonds	\$1,745,000	\$ --	(\$410,000)	\$1,335,000	\$240,000
Notes payable	234,595	--	(152,194)	82,401	82,401
Compensated absences	167,626	172,971	(167,626)	172,971	172,970
Governmental activity Long-Term Liabilities	<u>\$2,147,221</u>	<u>\$172,971</u>	<u>(\$729,820)</u>	<u>\$1,590,372</u>	<u>\$495,371</u>

For the governmental activities, claims and judgements and compensated absences are generally liquidated by the general fund.

## **FANNIN COUNTY, TEXAS**

### *NOTES TO THE FINANCIAL STATEMENTS*

*YEAR ENDED SEPTEMBER 30, 2012*

#### Authorized and Unissued Debt

The County had no authorized but unissued debt at 9/30/12.

#### Conduit Debt Obligations

Certain revenue bonds entitled the Fannin County Public Facility Corporation Project Revenue Bonds, Series 2008, were issued to provide financial assistance to a nonprofit public corporation to provide funds to finance a project that consists of the development, design, construction, furnishing and equipping of a multi-classification secure detention center on real property in Fannin County. The bonds are secured by the property financed and are payable by the issuer solely from the rental payments, which are in turn payable by the County solely from the project revenues and other funds pledged therefor pursuant to the indenture. The County is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of September 30, 2012, the principal amount payable was \$29,760,000.

#### Advance Refunding

The County paid the 2018 bond payment out of available funds in the current year in order to reduce future interest payments.

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

### **B. Contingent Liabilities and Commitments**

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

The County periodically is defendant in various lawsuits. As of September 30, 2012, after consultation with the County's attorney, the County is not aware of any pending or threatened litigation which would have a material effect on the financial statements.

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

# FANNIN COUNTY, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2012

### C. Employee Retirement Systems and Pension Plans

#### 1. Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit plan in the state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multi-employer public employee retirement system consisting of nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas, 78768-20343.

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

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the County commissioners' court within the constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contribution and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

#### 2. Funding Policy

The County has elected the annually determined contribution rate (Variable Rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 9.48% for the months of the accounting year in 2011 and 9.88% for the months of the accounting year in 2012.

The contribution rate payable by the employee members is the rate of 7% as adopted by the commissioners' court. The employee contribution rate and the employer contribution rate may be changed by the commissioners' court with the options available in the TCDRS Act.

#### 3. Annual Pension Cost

For the County's accounting year ended September 30, 2012, the annual pension cost for the TCDRS plan for its employees was \$419,248 and the actual contributions were \$419,248.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 2010, the basis for determining the contribution rates for fiscal year 2012. The December 31, 2011 actuarial valuation is the most recent valuation.

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2012**

**Actuarial Valuation Information**

Actuarial valuation date	12/31/09	12/31/10	12/31/11
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of payroll, closed	Level percentage of payroll, closed	Level percentage of payroll, closed
Amortization period in years	20	20	20
Actuarial valuation method	SAF: 10-yr smoothed value. ESF: Fund Value.	SAF: 10-yr smoothed value. ESF: Fund Value.	SAF: 10-yr smoothed value. ESF: Fund Value.
Actuarial assumptions:			
Investment return	8.00%	8.00%	8.00%
Projected salary increases	5.40%	5.40%	5.40%
Inflation	3.50%	3.50%	3.50%
Cost-of-living adjustments	0.00%	0.00%	0.00%

**Trend Information**

Accounting year ended	9/30/10	9/30/11	9/30/12
Annual Pension Cost (APC)	\$385,999	\$393,933	\$419,248
Percentage of APC Contributed	100.00%	100.00%	100.00%
Net Pension Obligation	\$ --	\$ --	\$ --

**D. Concentrations of Credit Risk**

Taxes receivable are due from citizens and businesses within the County's boundaries. Risk of loss is immaterial due to wide dispersion of receivables and because of policies which address procedures for filing property tax liens. Fines receivable are due from citizens primarily within the County's boundaries. Risk of loss is reduced by an allowance for uncollectibles and collection policies.

**E. Subsequent Event**

On November 8, 2012 the County received a refund of \$175,798 from the Fannin County Central Appraisal District. The one time payment was the County's portion of a buildup of excess funds at the Appraisal District resulting from the contributions to expense paid by the entities served by the District.

**F. Restatement**

In the year ended September 30, 2011, accrued interest payable on bonds was overstated by \$66,093. The basic financial statements for the year ended September 30, 2011 have been corrected to decrease accrued interest payable and to increase net assets by \$66,093.

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### *Required Supplementary Information*

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

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**FANNIN COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenue:</b>				
Ad valorem taxes	\$ 6,571,001	\$ 6,571,001	\$ 6,866,784	\$ 295,783
Other taxes	920,500	920,500	980,709	60,209
Licenses and permits	46,500	46,500	54,506	8,006
Intergovernmental	35,283	35,283	75,628	40,345
Fees of office	1,027,675	1,027,675	1,180,973	153,298
Fees of tax collector	219,000	219,000	283,035	64,035
Fines	32,900	32,900	54,853	21,953
Interest	5,000	5,000	5,720	720
Miscellaneous	253,150	264,385	342,643	78,258
<b>Total revenues</b>	<b>9,111,009</b>	<b>9,122,244</b>	<b>9,844,851</b>	<b>722,607</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General administration</i>				
County Judge	118,744	118,969	118,394	575
911 Coordinator	13,000	13,000	13,000	--
County Clerk	346,142	346,623	316,824	29,799
Elections	37,946	39,454	38,515	939
Court Administration	137,330	137,330	68,833	68,497
<b>Total General administration</b>	<b>653,162</b>	<b>655,376</b>	<b>555,566</b>	<b>99,810</b>
<i>Judicial</i>				
District Court	519,483	519,778	547,202	(27,424)
District Clerk	347,807	348,430	342,763	5,667
Justice of the Peace Number One	126,865	127,093	127,288	(195)
Justice of the Peace Number Two	101,943	102,115	101,777	338
Justice of the Peace Number Three	39,728	39,852	40,150	(298)
<b>Total Judicial</b>	<b>1,135,826</b>	<b>1,137,268</b>	<b>1,159,180</b>	<b>(21,912)</b>
<i>Legal</i>				
District and County Attorney	663,187	668,641	669,972	(1,331)
<b>Total Legal</b>	<b>663,187</b>	<b>668,641</b>	<b>669,972</b>	<b>(1,331)</b>
<i>Financial administration</i>				
County Auditor	203,433	203,389	183,110	20,279
County Purchasing	62,359	62,480	61,033	1,447
County Treasurer	108,647	108,856	108,429	427
Tax Assessor Collector	240,437	241,248	240,733	515
Computer/IT Department	47,292	47,375	46,402	973
<b>Total Financial administration</b>	<b>662,168</b>	<b>663,348</b>	<b>639,707</b>	<b>23,641</b>
<i>Public facilities</i>				
Courthouse	379,234	423,717	400,095	23,622
County Office Building	11,700	16,066	16,454	(388)
Co-op Office Building	11,150	22,385	18,273	4,112
Courthouse South Annex	34,793	34,620	29,775	4,845
Old County Jail Building	1,000	2,599	2,171	428
Windom County Building	6,349	7,010	6,556	454
<b>Total Public facilities</b>	<b>444,226</b>	<b>506,397</b>	<b>473,324</b>	<b>33,073</b>

**FANNIN COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2012**

**EXHIBIT B-1**  
**Page 2 of 2**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Public safety</i>				
Emergency Management	\$ 47,947	\$ 48,034	\$ 47,760	\$ 274
Ambulance Service	550,000	550,000	550,000	--
Fire Protection	66,500	66,500	65,950	550
Constables Precinct Number One	36,030	35,722	35,455	267
Constables Precinct Number Two	26,042	25,892	25,457	435
Constables Precinct Number Three	16,356	16,223	15,647	576
Texas Vine Program	18,283	18,283	18,283	--
County Sheriff	1,471,948	1,475,265	1,425,014	50,251
Jail Operations	1,885,899	1,558,119	1,413,405	144,714
Adult Probation	2,300	2,300	2,132	168
Juvenile Probation	127,720	127,720	93,470	34,250
Animal Control Officer	800	800	--	800
<b>Total Public safety</b>	<b>4,249,825</b>	<b>3,924,858</b>	<b>3,692,573</b>	<b>232,285</b>
<i>Health and welfare</i>				
Veterans Service	28,605	28,668	27,751	917
Medical Corps Coordinator	394,366	394,974	375,855	19,119
Health Inspector	67,685	67,573	65,917	1,656
County Welfare	63,303	63,303	62,074	1,229
Health Officer	2,400	2,400	2,400	--
Indigent Health Care	506,497	506,615	218,206	288,409
County Agents	80,076	80,152	77,365	2,787
<b>Total Health and welfare</b>	<b>1,142,932</b>	<b>1,143,685</b>	<b>829,568</b>	<b>314,117</b>
<i>Nondepartmental</i>				
Non-departmental	634,232	654,865	696,661	(41,796)
Contingency	150,000	75,574	--	75,574
Donations and Allocations	3,000	3,000	2,500	500
<b>Total Nondepartmental</b>	<b>787,232</b>	<b>733,439</b>	<b>699,161</b>	<b>34,278</b>
<i>Debt Service:</i>				
Principal	--	310,000	310,000	--
Interest and fiscal charges	--	6,781	6,781	--
<b>Total expenditures</b>	<b>9,738,559</b>	<b>9,749,794</b>	<b>9,035,832</b>	<b>713,962</b>
Excess (deficiency) of revenues over (under) expenditures	(627,550)	(627,550)	809,019	1,436,569
<i>Other financing sources (uses):</i>				
Sale of capital assets	10,000	10,000	10,895	895
<b>Total other financing sources (uses)</b>	<b>10,000</b>	<b>10,000</b>	<b>10,895</b>	<b>895</b>
<b>Net change in fund balances</b>	<b>(617,550)</b>	<b>(617,550)</b>	<b>819,914</b>	<b>1,437,464</b>
Fund balances, October 1	3,737,212	3,737,212	3,737,212	--
<b>Fund balances, September 30</b>	<b>\$ 3,119,662</b>	<b>\$ 3,119,662</b>	<b>\$ 4,557,126</b>	<b>\$ 1,437,464</b>

**FANNIN COUNTY, TEXAS**  
 SCHEDULE OF FUNDING PROGRESS  
 Year Ended September 30, 2012

**SCHEDULE B-2**

**Actuarial Valuation Information**

Actuarial valuation date	12/31/09	12/31/10	12/31/11
Actuarial value of assets	\$9,439,430	\$10,429,387	\$10,828,684
Actuarial Accrued Liability (AAL)	\$10,521,231	\$11,695,780	\$12,321,555
Unfunded AAL (UAAL)	\$1,081,804	\$1,266,393	\$1,492,871
Funded Ratio	89.72%	89.17%	87.88%
Annual Covered Payroll (actuarial)	\$4,651,759	\$4,417,994	\$4,487,688
UAAL as a Percentage of Covered Payroll	23.26%	28.66%	33.27%

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*Combining Statements and Budget Comparisons  
as Supplementary Information*

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

**FANNIN COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2012**

	Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds (See Exhibit A-3)
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 954,930	\$ 122,963	\$ 1,077,893
<i>Investments</i>	1,001,746	113,894	1,115,640
Receivables (net of allowances for uncollectibles):			
<i>Taxes</i>	132,177	16,269	148,446
<i>Intergovernmental</i>	25,598	178	25,776
<b>Total Assets</b>	<b>\$ 2,114,451</b>	<b>\$ 253,304</b>	<b>\$ 2,367,755</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ 43,732	\$ --	\$ 43,732
<i>Accrued liabilities</i>	37,497	--	37,497
<i>Due to other funds</i>	2,934	--	2,934
<i>Deferred revenue</i>	122,849	15,107	137,956
<b>Total Liabilities</b>	<b>207,012</b>	<b>15,107</b>	<b>222,119</b>
<b>Fund balances:</b>			
<i>Restricted</i>	841,423	238,197	1,079,620
<i>Committed</i>	1,069,830	--	1,069,830
<i>Unassigned</i>	(3,814)	--	(3,814)
<b>Total fund balances</b>	<b>1,907,439</b>	<b>238,197</b>	<b>2,145,636</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,114,451</b>	<b>\$ 253,304</b>	<b>\$ 2,367,755</b>



**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds (See Exhibit A-5)
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ 1,583,000	\$ 155,013	\$ 1,738,013
<i>Other taxes</i>	164,990	1,399	166,389
<i>Intergovernmental</i>	151,438	--	151,438
<i>Fees of office</i>	54,528	--	54,528
<i>Fees of tax collector</i>	738,846	--	738,846
<i>Fines</i>	272,974	--	272,974
<i>Interest</i>	1,781	222	2,003
<i>Miscellaneous</i>	263,987	--	263,987
<b>Total revenues</b>	<u>3,231,544</u>	<u>156,634</u>	<u>3,388,178</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>General administration</i>	92,609	--	92,609
<i>Judicial</i>	5,525	--	5,525
<i>Legal</i>	14,546	--	14,546
<i>Public facilities</i>	2,240	--	2,240
<i>Public safety</i>	164,245	--	164,245
<i>Public transportation</i>	2,982,271	--	2,982,271
<i>Health and welfare</i>	10,000	--	10,000
<i>Nondepartmental</i>	500	--	500
<b>Debt service:</b>			
<i>Principal</i>	--	100,000	100,000
<i>Interest and fiscal charges</i>	--	72,750	72,750
<b>Total expenditures</b>	<u>3,271,936</u>	<u>172,750</u>	<u>3,444,686</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(40,392)</b>	<b>(16,116)</b>	<b>(56,508)</b>
<b>Other financing sources (uses):</b>			
<i>Sale of capital assets</i>	130,495	--	130,495
<b>Total other financing sources (uses)</b>	<u>130,495</u>	<u>--</u>	<u>130,495</u>
<b>Net change in fund balances</b>	<b>90,103</b>	<b>(16,116)</b>	<b>73,987</b>
<b>Fund balances, October 1</b>	<b>1,817,336</b>	<b>254,313</b>	<b>2,071,649</b>
<b>Fund balances, September 30</b>	<u><u>\$ 1,907,439</u></u>	<u><u>\$ 238,197</u></u>	<u><u>\$ 2,145,636</u></u>

**FANNIN COUNTY, TEXAS**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 SEPTEMBER 30, 2012

	Courthouse Security	County Clerk Vital Statistics	Justice Court Building Security	County Judge Excess Supplement
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 92,761	\$ 13,644	\$ 9,580	\$ 15,117
<i>Investments</i>	--	--	--	--
Receivables (net of allowances for uncollectibles):				
<i>Taxes</i>	--	--	--	--
<i>Intergovernmental</i>	--	--	--	--
<b>Total Assets</b>	<u>\$ 92,761</u>	<u>\$ 13,644</u>	<u>\$ 9,580</u>	<u>\$ 15,117</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
<i>Accounts payable</i>	\$ --	\$ --	\$ --	\$ --
<i>Accrued liabilities</i>	--	--	--	--
<i>Due to other funds</i>	--	--	--	--
<i>Deferred revenue</i>	--	--	--	--
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund balances:</b>				
<i>Restricted</i>	92,761	13,644	9,580	15,117
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	--	--	--	--
<b>Total fund balances</b>	<u>92,761</u>	<u>13,644</u>	<u>9,580</u>	<u>15,117</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 92,761</u>	<u>\$ 13,644</u>	<u>\$ 9,580</u>	<u>\$ 15,117</u>

Probate Judges Education	County Clerk Records Management	District Clerk Records Management	County Offices Records Management	Road and Bridge Number One
\$ 2,372	\$ 135,784	\$ 8,919	\$ 54,361	\$ 63,332
--	--	--	--	77,204
--	--	--	--	29,339
--	--	--	--	5,423
<u>\$ 2,372</u>	<u>\$ 135,784</u>	<u>\$ 8,919</u>	<u>\$ 54,361</u>	<u>\$ 175,298</u>
\$ --	\$ --	\$ --	\$ --	\$ 7,729
--	1,242	--	118	8,818
--	--	--	--	--
--	--	--	--	27,289
<u>--</u>	<u>1,242</u>	<u>--</u>	<u>118</u>	<u>43,836</u>
2,372	134,542	8,919	54,243	--
--	--	--	--	131,462
--	--	--	--	--
<u>2,372</u>	<u>134,542</u>	<u>8,919</u>	<u>54,243</u>	<u>131,462</u>
<u>\$ 2,372</u>	<u>\$ 135,784</u>	<u>\$ 8,919</u>	<u>\$ 54,361</u>	<u>\$ 175,298</u>

**FANNIN COUNTY, TEXAS**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 SEPTEMBER 30, 2012

	Road and Bridge Number Two	Road and Bridge Number Three	Road and Bridge Number Four	Fannin County Bees
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 72,731	\$ 108,336	\$ 60,491	\$ 1,490
<i>Investments</i>	276,742	226,486	226,434	--
Receivables (net of allowances for uncollectibles):				
<i>Taxes</i>	31,274	46,077	25,487	--
<i>Intergovernmental</i>	5,744	9,275	5,156	--
<b>Total Assets</b>	<u>\$ 386,491</u>	<u>\$ 390,174</u>	<u>\$ 317,568</u>	<u>\$ 1,490</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
<i>Accounts payable</i>	\$ 5,745	\$ 20,999	\$ 7,247	\$ --
<i>Accrued liabilities</i>	7,418	11,552	7,344	--
<i>Due to other funds</i>	--	--	--	--
<i>Deferred revenue</i>	29,076	42,757	23,727	--
<b>Total Liabilities</b>	<u>42,239</u>	<u>75,308</u>	<u>38,318</u>	<u>--</u>
Fund balances:				
<i>Restricted</i>	--	--	--	1,490
<i>Committed</i>	344,252	314,866	279,250	--
<i>Unassigned</i>	--	--	--	--
<b>Total fund balances</b>	<u>344,252</u>	<u>314,866</u>	<u>279,250</u>	<u>1,490</u>
 <i>Total Liabilities and Fund Balances</i>	 <u>\$ 386,491</u>	 <u>\$ 390,174</u>	 <u>\$ 317,568</u>	 <u>\$ 1,490</u>

J.P. #1 Justice Court Technology	J.P. #2 Justice Court Technology	J.P. #3 Justice Court Technology	Sheriff Work Release	Courthouse Restoration
\$ 44,662	\$ 10,928	\$ 4,113	\$ 983	\$ 115
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 44,662</u>	<u>\$ 10,928</u>	<u>\$ 4,113</u>	<u>\$ 983</u>	<u>\$ 115</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
44,662	10,928	4,113	983	115
--	--	--	--	--
--	--	--	--	--
<u>44,662</u>	<u>10,928</u>	<u>4,113</u>	<u>983</u>	<u>115</u>
<u>\$ 44,662</u>	<u>\$ 10,928</u>	<u>\$ 4,113</u>	<u>\$ 983</u>	<u>\$ 115</u>

**FANNIN COUNTY, TEXAS**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 SEPTEMBER 30, 2012

	Bail Bondsman App. Fees	District Clerk Technology Fee	Law Library	District Attorney Fee Account
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 6,862	\$ 7,974	\$ 63,565	\$ 33,195
<i>Investments</i>	--	--	--	--
Receivables (net of allowances for uncollectibles):				
<i>Taxes</i>	--	--	--	--
<i>Intergovernmental</i>	--	--	--	--
<b>Total Assets</b>	<u>\$ 6,862</u>	<u>\$ 7,974</u>	<u>\$ 63,565</u>	<u>\$ 33,195</u>
 <b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
<i>Accounts payable</i>	\$ --	\$ --	\$ --	\$ --
<i>Accrued liabilities</i>	--	--	--	125
<i>Due to other funds</i>	--	--	--	--
<i>Deferred revenue</i>	--	--	--	--
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>125</u>
 <b>Fund balances:</b>				
<i>Restricted</i>	6,862	7,974	63,565	33,070
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	--	--	--	--
<b>Total fund balances</b>	<u>6,862</u>	<u>7,974</u>	<u>63,565</u>	<u>33,070</u>
 <i>Total Liabilities and Fund Balances</i>	<u>\$ 6,862</u>	<u>\$ 7,974</u>	<u>\$ 63,565</u>	<u>\$ 33,195</u>

Contraband Seizure	IHC Co-op Gin	IHC B.R. Cooper	Medical Reserves Corps. Grant	Election Equipment
\$ 4,408	\$ 525	\$ 7,889	\$ 12,903	\$ 20,124
--	18,108	6,036	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 4,408</u>	<u>\$ 18,633</u>	<u>\$ 13,925</u>	<u>\$ 12,903</u>	<u>\$ 20,124</u>
\$ 2,012	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>2,012</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
2,396	18,633	13,925	12,903	20,124
--	--	--	--	--
--	--	--	--	--
<u>2,396</u>	<u>18,633</u>	<u>13,925</u>	<u>12,903</u>	<u>20,124</u>
<u>\$ 4,408</u>	<u>\$ 18,633</u>	<u>\$ 13,925</u>	<u>\$ 12,903</u>	<u>\$ 20,124</u>

**FANNIN COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2012**

	County & District Court Technology	Court Records Preservation	Investigative Fund
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 2,205	\$ 14,292	\$ 69
<i>Investments</i>	--	--	--
Receivables (net of allowances for uncollectibles):			
<i>Taxes</i>	--	--	--
<i>Intergovernmental</i>	--	--	--
<b>Total Assets</b>	<u>\$ 2,205</u>	<u>\$ 14,292</u>	<u>\$ 69</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ --	\$ --	\$ --
<i>Accrued liabilities</i>	--	--	--
<i>Due to other funds</i>	--	--	--
<i>Deferred revenue</i>	--	--	--
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund balances:</b>			
<i>Restricted</i>	2,205	14,292	69
<i>Committed</i>	--	--	--
<i>Unassigned</i>	--	--	--
<b>Total fund balances</b>	<u>2,205</u>	<u>14,292</u>	<u>69</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 2,205</u>	<u>\$ 14,292</u>	<u>\$ 69</u>



Law Enforcement Education	Fannin County Sheriff's Forfeiture	Sheriff K-9 Unit	Drug Court	Right of Way
\$ 3,520	\$ 37,874	\$ 595	\$ 12,604	\$ 23,437
--	--	--	--	131,716
--	--	--	--	--
--	--	--	--	--
<u>\$ 3,520</u>	<u>\$ 37,874</u>	<u>\$ 595</u>	<u>\$ 12,604</u>	<u>\$ 155,153</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
3,520	37,874	595	12,604	155,153
--	--	--	--	--
--	--	--	--	--
<u>3,520</u>	<u>37,874</u>	<u>595</u>	<u>12,604</u>	<u>155,153</u>
<u>\$ 3,520</u>	<u>\$ 37,874</u>	<u>\$ 595</u>	<u>\$ 12,604</u>	<u>\$ 155,153</u>

**FANNIN COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2012**

	Community Service Coordinator	Statzler Expendable Trust	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ --	\$ 3,170	\$ 954,930
<i>Investments</i>	--	39,020	1,001,746
Receivables (net of allowances for uncollectibles):			
<i>Taxes</i>	--	--	132,177
<i>Intergovernmental</i>	--	--	25,598
<b>Total Assets</b>	<b>\$ --</b>	<b>\$ 42,190</b>	<b>\$ 2,114,451</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
<i>Accounts payable</i>	\$ --	\$ --	\$ 43,732
<i>Accrued liabilities</i>	880	--	37,497
<i>Due to other funds</i>	2,934	--	2,934
<i>Deferred revenue</i>	--	--	122,849
<b>Total Liabilities</b>	<b>3,814</b>	<b>--</b>	<b>207,012</b>
<b>Fund balances:</b>			
<i>Restricted</i>	--	42,190	841,423
<i>Committed</i>	--	--	1,069,830
<i>Unassigned</i>	(3,814)	--	(3,814)
<b>Total fund balances</b>	<b>(3,814)</b>	<b>42,190</b>	<b>1,907,439</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ --</b>	<b>\$ 42,190</b>	<b>\$ 2,114,451</b>

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**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Courthouse Security	County Clerk Vital Statistics	Justice Court Building Security	County Judge Excess Supplement
<b>Revenue:</b>				
<i>Ad valorem taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Other taxes</i>	--	--	--	--
<i>Intergovernmental</i>	--	--	--	--
<i>Fees of office</i>	15,196	--	--	--
<i>Fees of tax collector</i>	--	--	--	--
<i>Fines</i>	--	--	--	--
<i>Interest</i>	41	6	--	--
<i>Miscellaneous</i>	--	835	1,258	974
<b>Total revenues</b>	<u>15,237</u>	<u>841</u>	<u>1,258</u>	<u>974</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General administration</i>	--	--	--	703
<i>Judicial</i>	--	--	--	--
<i>Legal</i>	--	--	--	--
<i>Public facilities</i>	2,205	--	--	--
<i>Public safety</i>	353	--	--	--
<i>Public transportation</i>	--	--	--	--
<i>Health and welfare</i>	--	--	--	--
<i>Nondepartmental</i>	--	--	--	--
<b>Total expenditures</b>	<u>2,558</u>	<u>--</u>	<u>--</u>	<u>703</u>
 Excess (deficiency) of revenues over (under) expenditures	 12,679	 841	 1,258	 271
<b>Other financing sources (uses):</b>				
<i>Sale of capital assets</i>	--	--	--	--
<b>Total other financing sources (uses)</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
 Net change in fund balances	 12,679	 841	 1,258	 271
 Fund balances, October 1	 80,082	 12,803	 8,322	 14,846
<b>Fund balances, September 30</b>	<u>\$ 92,761</u>	<u>\$ 13,644</u>	<u>\$ 9,580</u>	<u>\$ 15,117</u>

Probate Judges Education	County Clerk Records Management	District Clerk Records Management	County Offices Records Management	Road and Bridge Number One
\$ --	\$ --	\$ --	\$ --	\$ 348,101
--	--	--	--	36,346
--	--	--	--	--
671	--	--	--	--
--	--	--	--	162,472
--	--	--	--	47,376
--	61	10	23	235
--	60,755	3,096	18,779	29,300
<u>671</u>	<u>60,816</u>	<u>3,106</u>	<u>18,802</u>	<u>623,830</u>
1,101	74,993	--	10,387	--
--	--	1,544	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	674,955
--	--	--	--	--
<u>1,101</u>	<u>74,993</u>	<u>1,544</u>	<u>10,387</u>	<u>674,955</u>
(430)	(14,177)	1,562	8,415	(51,125)
--	--	--	--	--
<u>(430)</u>	<u>(14,177)</u>	<u>1,562</u>	<u>8,415</u>	<u>(51,125)</u>
2,802	148,719	7,357	45,828	182,587
<u>\$ 2,372</u>	<u>\$ 134,542</u>	<u>\$ 8,919</u>	<u>\$ 54,243</u>	<u>\$ 131,462</u>

# FANNIN COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Road and Bridge Number Two	Road and Bridge Number Three	Road and Bridge Number Four	Fannin County Bees
<b>Revenue:</b>				
<i>Ad valorem taxes</i>	\$ 372,955	\$ 563,548	\$ 298,396	\$ --
<i>Other taxes</i>	38,919	58,672	31,053	--
<i>Intergovernmental</i>	--	--	--	--
<i>Fees of office</i>	--	--	--	--
<i>Fees of tax collector</i>	174,072	263,029	139,273	--
<i>Fines</i>	50,758	76,696	40,610	--
<i>Interest</i>	370	351	330	--
<i>Miscellaneous</i>	36,768	56,951	27,974	751
<b>Total revenues</b>	<u>673,842</u>	<u>1,019,247</u>	<u>537,636</u>	<u>751</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General administration</i>	--	--	--	--
<i>Judicial</i>	--	--	--	--
<i>Legal</i>	--	--	--	--
<i>Public facilities</i>	--	--	--	--
<i>Public safety</i>	--	--	--	--
<i>Public transportation</i>	677,281	1,037,894	591,231	910
<i>Health and welfare</i>	--	--	--	--
<i>Nondepartmental</i>	--	--	--	--
<b>Total expenditures</b>	<u>677,281</u>	<u>1,037,894</u>	<u>591,231</u>	<u>910</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(3,439)</b>	<b>(18,647)</b>	<b>(53,595)</b>	<b>(159)</b>
<b>Other financing sources (uses):</b>				
<i>Sale of capital assets</i>	31,640	71,750	27,105	--
<b>Total other financing sources (uses)</b>	<u>31,640</u>	<u>71,750</u>	<u>27,105</u>	<u>--</u>
<b>Net change in fund balances</b>	<b>28,201</b>	<b>53,103</b>	<b>(26,490)</b>	<b>(159)</b>
<b>Fund balances, October 1</b>	<b>316,051</b>	<b>261,763</b>	<b>305,740</b>	<b>1,649</b>
<b>Fund balances, September 30</b>	<u><b>\$ 344,252</b></u>	<u><b>\$ 314,866</b></u>	<u><b>\$ 279,250</b></u>	<u><b>\$ 1,490</b></u>

J.P. #1 Justice Court Technology	J.P. #2 Justice Court Technology	J.P. #3 Justice Court Technology	Sheriff Work Release	Courthouse Restoration
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
21	5	2	--	--
<u>4,254</u>	<u>598</u>	<u>257</u>	<u>--</u>	<u>--</u>
<u>4,275</u>	<u>603</u>	<u>259</u>	<u>--</u>	<u>--</u>
--	--	--	--	--
2,233	1,350	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>2,233</u>	<u>1,350</u>	<u>--</u>	<u>--</u>	<u>--</u>
2,042	(747)	259	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
2,042	(747)	259	--	--
42,620	11,675	3,854	983	115
<u>\$ 44,662</u>	<u>\$ 10,928</u>	<u>\$ 4,113</u>	<u>\$ 983</u>	<u>\$ 115</u>

**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Animal Control Shelter	Bail Bondsman App. Fees	District Clerk Technology Fee	Law Library
Revenue:				
Ad valorem taxes	\$ --	\$ --	\$ --	\$ --
Other taxes	--	--	--	--
Intergovernmental	--	--	--	--
Fees of office	--	500	--	17,112
Fees of tax collector	--	--	--	--
Fines	--	--	--	--
Interest	--	--	3	25
Miscellaneous	--	--	2,400	--
Total revenues	<u>--</u>	<u>500</u>	<u>2,403</u>	<u>17,137</u>
Expenditures:				
Current:				
General administration	--	--	--	--
Judicial	--	398	--	--
Legal	--	--	--	7,832
Public facilities	--	--	--	--
Public safety	2,550	--	--	--
Public transportation	--	--	--	--
Health and welfare	--	--	--	--
Nondepartmental	--	--	--	--
Total expenditures	<u>2,550</u>	<u>398</u>	<u>--</u>	<u>7,832</u>
Excess (deficiency) of revenues over (under) expenditures	(2,550)	102	2,403	9,305
Other financing sources (uses):				
Sale of capital assets	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	(2,550)	102	2,403	9,305
Fund balances, October 1	2,550	6,760	5,571	54,260
Fund balances, September 30	<u>\$ --</u>	<u>\$ 6,862</u>	<u>\$ 7,974</u>	<u>\$ 63,565</u>



District Attorney Fee Account	Contraband Seizure	IHC Co-op Gin	IHC B.R. Cooper	Medical Reserves Corps. Grant
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	5,000
8,946	--	--	--	--
--	--	--	--	--
20,859	--	--	--	--
9	40	20	8	--
1,111	--	--	7,428	--
<u>30,925</u>	<u>40</u>	<u>20</u>	<u>7,436</u>	<u>5,000</u>
--	--	--	--	--
--	--	--	--	--
5,617	--	--	--	--
--	--	--	--	--
--	--	--	--	3,482
--	--	--	--	--
--	--	--	--	--
<u>5,617</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,482</u>
25,308	40	20	7,436	1,518
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
25,308	40	20	7,436	1,518
7,762	2,356	18,613	6,489	11,385
<u>\$ 33,070</u>	<u>\$ 2,396</u>	<u>\$ 18,633</u>	<u>\$ 13,925</u>	<u>\$ 12,903</u>

**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	CERT	Homeland Security	Chapter 19 Funds	Election Equipment
<b>Revenue:</b>				
<i>Ad valorem taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Other taxes</i>	--	--	--	--
<i>Intergovernmental</i>	2,532	111,338	977	--
<i>Fees of office</i>	--	--	--	12,103
<i>Fees of tax collector</i>	--	--	--	--
<i>Fines</i>	--	--	--	--
<i>Interest</i>	--	--	--	--
<i>Miscellaneous</i>	--	--	--	--
<b>Total revenues</b>	<u>2,532</u>	<u>111,338</u>	<u>977</u>	<u>12,103</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General administration</i>	--	--	882	4,543
<i>Judicial</i>	--	--	--	--
<i>Legal</i>	--	--	--	--
<i>Public facilities</i>	--	--	--	--
<i>Public safety</i>	58	111,338	--	--
<i>Public transportation</i>	--	--	--	--
<i>Health and welfare</i>	--	--	--	--
<i>Nondepartmental</i>	--	--	--	--
<b>Total expenditures</b>	<u>58</u>	<u>111,338</u>	<u>882</u>	<u>4,543</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,474</b>	<b>--</b>	<b>95</b>	<b>7,560</b>
<b>Other financing sources (uses):</b>				
<i>Sale of capital assets</i>	--	--	--	--
<b>Total other financing sources (uses)</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Net change in fund balances</b>	<b>2,474</b>	<b>--</b>	<b>95</b>	<b>7,560</b>
<b>Fund balances, October 1</b>	<b>(2,474)</b>	<b>--</b>	<b>(95)</b>	<b>12,564</b>
<b>Fund balances, September 30</b>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 20,124</u>

Child Abuse Investigator Grant	County & District Court Technology	Court Records Preservation	Investigative Fund	Law Enforcement Education
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	5	--	1
--	1,394	5,121	--	--
<u>--</u>	<u>1,394</u>	<u>5,126</u>	<u>--</u>	<u>1</u>
--	--	--	--	--
--	--	--	--	--
1,097	--	--	--	--
--	--	--	--	--
--	--	--	--	2,618
--	--	--	--	--
--	--	--	--	--
<u>1,097</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,618</u>
(1,097)	1,394	5,126	--	(2,617)
--	--	--	--	--
--	--	--	--	--
(1,097)	1,394	5,126	--	(2,617)
1,097	811	9,166	69	6,137
<u>\$ --</u>	<u>\$ 2,205</u>	<u>\$ 14,292</u>	<u>\$ 69</u>	<u>\$ 3,520</u>

**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Fannin County Sheriff's Forfeiture	Sheriff K-9 Unit	Drug Court
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ --	\$ --	\$ --
<i>Other taxes</i>	--	--	--
<i>Intergovernmental</i>	--	--	--
<i>Fees of office</i>	--	--	--
<i>Fees of tax collector</i>	--	--	--
<i>Fines</i>	36,675	--	--
<i>Interest</i>	12	--	5
<i>Miscellaneous</i>	--	--	3,423
<b>Total revenues</b>	<u>36,687</u>	<u>--</u>	<u>3,428</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>General administration</i>	--	--	--
<i>Judicial</i>	--	--	--
<i>Legal</i>	--	--	--
<i>Public facilities</i>	35	--	--
<i>Public safety</i>	8,441	--	--
<i>Public transportation</i>	--	--	--
<i>Health and welfare</i>	--	--	--
<i>Nondepartmental</i>	--	--	--
<b>Total expenditures</b>	<u>8,476</u>	<u>--</u>	<u>--</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>28,211</b>	<b>--</b>	<b>3,428</b>
<b>Other financing sources (uses):</b>			
<i>Sale of capital assets</i>	--	--	--
<b>Total other financing sources (uses)</b>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Net change in fund balances</b>	<b>28,211</b>	<b>--</b>	<b>3,428</b>
<b>Fund balances, October 1</b>	<b>9,663</b>	<b>595</b>	<b>9,176</b>
<b>Fund balances, September 30</b>	<u><u>\$ 37,874</u></u>	<u><u>\$ 595</u></u>	<u><u>\$ 12,604</u></u>

	Right of Way	Community Service Coordinator	Statzler Expendable Trust	TCDP Grant	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$	--	\$ --	\$ --	\$ --	\$ 1,583,000
	--	--	--	--	164,990
	--	31,591	--	--	151,438
	--	--	--	--	54,528
	--	--	--	--	738,846
	--	--	--	--	272,974
	154	--	44	--	1,781
	--	--	560	--	263,987
	<u>154</u>	<u>31,591</u>	<u>604</u>	<u>--</u>	<u>3,231,544</u>
	--	--	--	--	92,609
	--	--	--	--	5,525
	--	--	--	--	14,546
	--	--	--	--	2,240
	--	35,405	--	--	164,245
	--	--	--	--	2,982,271
	--	--	--	10,000	10,000
	--	--	500	--	500
	<u>--</u>	<u>35,405</u>	<u>500</u>	<u>10,000</u>	<u>3,271,936</u>
	154	(3,814)	104	(10,000)	(40,392)
	--	--	--	--	130,495
	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>130,495</u>
	154	(3,814)	104	(10,000)	90,103
	154,999	--	42,086	10,000	1,817,336
\$	<u>155,153</u>	<u>(3,814)</u>	<u>42,190</u>	<u>--</u>	<u>1,907,439</u>

**FANNIN COUNTY, TEXAS**  
 COURTHOUSE SECURITY  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-5

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Fees of office</i>	\$ 15,500	\$ 15,196	\$ (304)
<i>Interest</i>	100	41	(59)
Total revenues	<u>15,600</u>	<u>15,237</u>	<u>(363)</u>
Expenditures:			
Current:			
<i>Public facilities</i>			
<i>Courthouse</i>	6,766	2,205	4,561
Total Public facilities	<u>6,766</u>	<u>2,205</u>	<u>4,561</u>
<i>Public safety</i>			
<i>County Sheriff</i>	8,834	353	8,481
Total Public safety	<u>8,834</u>	<u>353</u>	<u>8,481</u>
Total expenditures	<u>15,600</u>	<u>2,558</u>	<u>13,042</u>
Net change in fund balances	--	12,679	12,679
Fund balances, October 1	80,082	80,082	--
Fund balances, September 30	<u>\$ 80,082</u>	<u>\$ 92,761</u>	<u>\$ 12,679</u>

**FANNIN COUNTY, TEXAS**  
 COUNTY CLERK VITAL STATISTICS  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-6

	Budget	Actual	Variance Positive (Negative)
Revenue:			
Interest	\$ --	\$ 6	\$ 6
Miscellaneous	1,000	835	(165)
Total revenues	<u>1,000</u>	<u>841</u>	<u>(159)</u>
Expenditures:			
Current:			
General administration			
County Clerk	1,000	--	1,000
Total General administration	<u>1,000</u>	<u>--</u>	<u>1,000</u>
Total expenditures	<u>1,000</u>	<u>--</u>	<u>1,000</u>
Net change in fund balances	--	841	841
Fund balances, October 1	12,803	12,803	--
Fund balances, September 30	<u>\$ 12,803</u>	<u>\$ 13,644</u>	<u>\$ 841</u>

**FANNIN COUNTY, TEXAS**  
 JUSTICE COURT BUILDING SECURITY  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-7

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Miscellaneous</i>	\$ 1,500	\$ 1,258	\$ (242)
Total revenues	<u>1,500</u>	<u>1,258</u>	<u>(242)</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>District Court</i>	1,500	--	1,500
Total Judicial	<u>1,500</u>	<u>--</u>	<u>1,500</u>
Total expenditures	<u>1,500</u>	<u>--</u>	<u>1,500</u>
Net change in fund balances	--	1,258	1,258
Fund balances, October 1	8,322	8,322	--
Fund balances, September 30	<u>\$ 8,322</u>	<u>\$ 9,580</u>	<u>\$ 1,258</u>



**FANNIN COUNTY, TEXAS**  
 COUNTY JUDGE EXCESS SUPPLEMENT  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-8

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Miscellaneous</i>	\$ 2,500	\$ 974	\$ (1,526)
Total revenues	<u>2,500</u>	<u>974</u>	<u>(1,526)</u>
Expenditures:			
Current:			
<i>General administration</i>			
County Judge	2,500	703	1,797
Total General administration	<u>2,500</u>	<u>703</u>	<u>1,797</u>
Total expenditures	<u>2,500</u>	<u>703</u>	<u>1,797</u>
Net change in fund balances	--	271	271
Fund balances, October 1	14,846	14,846	--
Fund balances, September 30	<u>\$ 14,846</u>	<u>\$ 15,117</u>	<u>\$ 271</u>

**FANNIN COUNTY, TEXAS**  
 PROBATE JUDGES EDUCATION  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-9

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Fees of office</i>	\$ 400	\$ 671	\$ 271
Total revenues	<u>400</u>	<u>671</u>	<u>271</u>
Expenditures:			
Current:			
<i>General administration</i>			
County Judge	400	1,101	(701)
Total General administration	<u>400</u>	<u>1,101</u>	<u>(701)</u>
Total expenditures	<u>400</u>	<u>1,101</u>	<u>(701)</u>
Net change in fund balances	--	(430)	(430)
Fund balances, October 1	2,802	2,802	--
Fund balances, September 30	<u>\$ 2,802</u>	<u>\$ 2,372</u>	<u>\$ (430)</u>

**FANNIN COUNTY, TEXAS**  
 COUNTY CLERK RECORDS MANAGEMENT  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-10

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenue:			
<i>Interest</i>	\$ 180	\$ 61	\$ (119)
<i>Miscellaneous</i>	68,076	60,755	(7,321)
<b>Total revenues</b>	<u>68,256</u>	<u>60,816</u>	<u>(7,440)</u>
Expenditures:			
Current:			
<i>General administration</i>			
<i>County Clerk Record Management</i>	76,052	74,993	1,059
<i>Total General administration</i>	<u>76,052</u>	<u>74,993</u>	<u>1,059</u>
<b>Total expenditures</b>	<u>76,052</u>	<u>74,993</u>	<u>1,059</u>
Net change in fund balances	(7,796)	(14,177)	(6,381)
Fund balances, October 1	148,719	148,719	--
Fund balances, September 30	<u>\$ 140,923</u>	<u>\$ 134,542</u>	<u>\$ (6,381)</u>

**FANNIN COUNTY, TEXAS**  
 DISTRICT CLERK RECORDS MANAGEMENT  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-11

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ 10	\$ 10	\$ --
<i>Miscellaneous</i>	3,500	3,096	(404)
Total revenues	<u>3,510</u>	<u>3,106</u>	<u>(404)</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>District Clerk</i>	3,510	1,544	1,966
Total Judicial	<u>3,510</u>	<u>1,544</u>	<u>1,966</u>
Total expenditures	<u>3,510</u>	<u>1,544</u>	<u>1,966</u>
Net change in fund balances	--	1,562	1,562
Fund balances, October 1	7,357	7,357	--
Fund balances, September 30	<u>\$ 7,357</u>	<u>\$ 8,919</u>	<u>\$ 1,562</u>

**FANNIN COUNTY, TEXAS**  
 COUNTY OFFICES RECORDS MANAGEMENT  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-12

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ 50	\$ 23	\$ (27)
<i>Miscellaneous</i>	15,000	18,779	3,779
<b>Total revenues</b>	<u>15,050</u>	<u>18,802</u>	<u>3,752</u>
Expenditures:			
Current:			
<i>General administration</i>			
<i>County Offices Record Management</i>	15,050	10,387	4,663
<b>Total General administration</b>	<u>15,050</u>	<u>10,387</u>	<u>4,663</u>
<b>Total expenditures</b>	<u>15,050</u>	<u>10,387</u>	<u>4,663</u>
Net change in fund balances	--	8,415	8,415
Fund balances, October 1	45,828	45,828	--
Fund balances, September 30	<u>\$ 45,828</u>	<u>\$ 54,243</u>	<u>\$ 8,415</u>

**FANNIN COUNTY, TEXAS**  
ROAD AND BRIDGE NUMBER ONE  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-13

	Budget	Actual	Variance Positive (Negative)
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ 332,228	\$ 348,101	\$ 15,872
<i>Other taxes</i>	29,935	36,346	6,411
<i>Fees of tax collector</i>	180,000	162,472	(17,528)
<i>Fines</i>	37,548	47,376	9,828
<i>Interest</i>	400	235	(165)
<i>Miscellaneous</i>	29,000	29,300	300
<b>Total revenues</b>	<u>609,111</u>	<u>623,830</u>	<u>14,719</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>Public transportation</i>			
<i>Road and Bridge Number One</i>	697,943	663,679	34,264
<i>Road and Bridge Administrative</i>	11,168	11,276	(108)
<b>Total Public transportation</b>	<u>709,111</u>	<u>674,955</u>	<u>34,156</u>
<b>Total expenditures</b>	<u>709,111</u>	<u>674,955</u>	<u>34,156</u>
<b>Net change in fund balances</b>	(100,000)	(51,125)	48,875
<b>Fund balances, October 1</b>	182,587	182,587	--
<b>Fund balances, September 30</b>	<u>\$ 82,587</u>	<u>\$ 131,462</u>	<u>\$ 48,875</u>

**FANNIN COUNTY, TEXAS**  
ROAD AND BRIDGE NUMBER TWO  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-14

	Budget	Actual	Variance Positive (Negative)
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ 355,551	\$ 372,955	\$ 17,404
<i>Other taxes</i>	32,395	38,919	6,524
<i>Fees of tax collector</i>	180,000	174,072	(5,928)
<i>Fines</i>	37,940	50,758	12,818
<i>Interest</i>	450	370	(80)
<i>Miscellaneous</i>	40,000	36,768	(3,232)
<b>Total revenues</b>	<u>646,336</u>	<u>673,842</u>	<u>27,506</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>Public transportation</i>			
<i>Road and Bridge Number Two</i>	760,168	665,967	94,201
<i>Road and Bridge Administrative</i>	11,168	11,314	(146)
<b>Total Public transportation</b>	<u>771,336</u>	<u>677,281</u>	<u>94,055</u>
<i>Nondepartmental</i>			
<i>Contingency</i>	20,000	--	20,000
<b>Total Nondepartmental</b>	<u>20,000</u>	<u>--</u>	<u>20,000</u>
<b>Total expenditures</b>	<u>791,336</u>	<u>677,281</u>	<u>114,055</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(145,000)</b>	<b>(3,439)</b>	<b>141,561</b>
<b>Other financing sources (uses):</b>			
<i>Sale of capital assets</i>	--	31,640	31,640
<b>Total other financing sources (uses)</b>	<u>--</u>	<u>31,640</u>	<u>31,640</u>
<b>Net change in fund balances</b>	<b>(145,000)</b>	<b>28,201</b>	<b>173,201</b>
<b>Fund balances, October 1</b>	<b>316,051</b>	<b>316,051</b>	<b>--</b>
<b>Fund balances, September 30</b>	<u><b>\$ 171,051</b></u>	<u><b>\$ 344,252</b></u>	<u><b>\$ 173,201</b></u>

**FANNIN COUNTY, TEXAS**  
ROAD AND BRIDGE NUMBER THREE  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-15

	Budget	Actual	Variance Positive (Negative)
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ 533,902	\$ 563,548	\$ 29,646
<i>Other taxes</i>	46,825	58,672	11,847
<i>Fees of tax collector</i>	300,000	263,029	(36,971)
<i>Fines</i>	58,868	76,696	17,828
<i>Interest</i>	400	351	(49)
<i>Miscellaneous</i>	46,000	56,951	10,951
<b>Total revenues</b>	<u>985,994</u>	<u>1,019,247</u>	<u>33,253</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>Public transportation</i>			
<i>Road and Bridge Number Three</i>	1,107,826	1,026,631	81,195
<i>Road and Bridge Administrative</i>	11,168	11,263	(95)
<b>Total Public transportation</b>	<u>1,118,994</u>	<u>1,037,894</u>	<u>81,100</u>
<b>Total expenditures</b>	<u>1,118,994</u>	<u>1,037,894</u>	<u>81,100</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(133,000)	(18,647)	114,353
<b>Other financing sources (uses):</b>			
<i>Sale of capital assets</i>	53,000	71,750	18,750
<b>Total other financing sources (uses)</b>	<u>53,000</u>	<u>71,750</u>	<u>18,750</u>
<b>Net change in fund balances</b>	(80,000)	53,103	133,103
<b>Fund balances, October 1</b>	261,763	261,763	--
<b>Fund balances, September 30</b>	<u>\$ 181,763</u>	<u>\$ 314,866</u>	<u>\$ 133,103</u>



**FANNIN COUNTY, TEXAS**  
ROAD AND BRIDGE NUMBER FOUR  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-16

	Budget	Actual	Variance Positive (Negative)
<b>Revenue:</b>			
<i>Ad valorem taxes</i>	\$ 284,842	\$ 298,396	\$ 13,554
<i>Other taxes</i>	26,025	31,053	5,028
<i>Fees of tax collector</i>	164,000	139,273	(24,727)
<i>Fines</i>	34,300	40,610	6,310
<i>Interest</i>	900	330	(570)
<i>Miscellaneous</i>	27,350	27,974	624
<b>Total revenues</b>	<u>537,417</u>	<u>537,636</u>	<u>219</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>Public transportation</i>			
<i>Road and Bridge Number Four</i>	680,199	579,968	100,231
<i>Road and Bridge Administrative</i>	11,168	11,264	(96)
<i>Road and Bridge Legal Advisor</i>	--	(1)	1
<b>Total Public transportation</b>	<u>691,367</u>	<u>591,231</u>	<u>100,136</u>
<i>Nondepartmental</i>			
<i>Contingency</i>	46,625	--	46,625
<b>Total Nondepartmental</b>	<u>46,625</u>	<u>--</u>	<u>46,625</u>
<b>Total expenditures</b>	<u>737,992</u>	<u>591,231</u>	<u>146,761</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(200,575)</b>	<b>(53,595)</b>	<b>146,980</b>
<b>Other financing sources (uses):</b>			
<i>Sale of capital assets</i>	25,575	27,105	1,530
<b>Total other financing sources (uses)</b>	<u>25,575</u>	<u>27,105</u>	<u>(1,530)</u>
<b>Net change in fund balances</b>	<b>(175,000)</b>	<b>(26,490)</b>	<b>148,510</b>
<b>Fund balances, October 1</b>	<b>305,740</b>	<b>305,740</b>	<b>--</b>
<b>Fund balances, September 30</b>	<u><u>\$ 130,740</u></u>	<u><u>\$ 279,250</u></u>	<u><u>\$ 148,510</u></u>

**FANNIN COUNTY, TEXAS**  
 FANNIN COUNTY BEES  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-17

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Miscellaneous</i>	\$ 800	\$ 751	\$ (49)
Total revenues	<u>800</u>	<u>751</u>	<u>(49)</u>
Expenditures:			
Current:			
<i>Public transportation</i>			
<i>Road and Bridge Administrative</i>	800	910	(110)
Total Public transportation	<u>800</u>	<u>910</u>	<u>(110)</u>
Total expenditures	<u>800</u>	<u>910</u>	<u>(110)</u>
Net change in fund balances	--	(159)	(159)
Fund balances, October 1	1,649	1,649	--
Fund balances, September 30	<u>\$ 1,649</u>	<u>\$ 1,490</u>	<u>\$ (159)</u>

**FANNIN COUNTY, TEXAS**

J.P. #1 JUSTICE COURT TECHNOLOGY

SPECIAL REVENUE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-18

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ --	\$ 21	\$ 21
<i>Miscellaneous</i>	4,060	4,254	194
Total revenues	<u>4,060</u>	<u>4,275</u>	<u>215</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>Justice of the Peace Number One</i>	--	2,233	(2,233)
Total Judicial	<u>--</u>	<u>2,233</u>	<u>(2,233)</u>
Total expenditures	<u>--</u>	<u>2,233</u>	<u>(2,233)</u>
Net change in fund balances	4,060	2,042	(2,018)
Fund balances, October 1	42,620	42,620	--
Fund balances, September 30	<u>\$ 46,680</u>	<u>\$ 44,662</u>	<u>\$ (2,018)</u>

**FANNIN COUNTY, TEXAS**  
*J.P. #2 JUSTICE COURT TECHNOLOGY*  
*SPECIAL REVENUE FUND*  
*BUDGETARY COMPARISON SCHEDULE*  
*FOR THE YEAR ENDED SEPTEMBER 30, 2012*

EXHIBIT C-19

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ 12	\$ 5	\$ (7)
<i>Miscellaneous</i>	1,200	598	(602)
Total revenues	<u>1,212</u>	<u>603</u>	<u>(609)</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>Justice of the Peace Number Two</i>	1,212	1,350	(138)
Total Judicial	<u>1,212</u>	<u>1,350</u>	<u>(138)</u>
Total expenditures	<u>1,212</u>	<u>1,350</u>	<u>(138)</u>
Net change in fund balances	--	(747)	(747)
Fund balances, October 1	11,675	11,675	--
Fund balances, September 30	<u>\$ 11,675</u>	<u>\$ 10,928</u>	<u>\$ (747)</u>

**FANNIN COUNTY, TEXAS**

J.P. #3 JUSTICE COURT TECHNOLOGY

SPECIAL REVENUE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-20

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ 10	\$ 2	\$ (8)
<i>Miscellaneous</i>	500	257	(243)
Total revenues	<u>510</u>	<u>259</u>	<u>(251)</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>Justice of the Peace Number Three</i>	510	--	510
Total Judicial	<u>510</u>	<u>--</u>	<u>510</u>
Total expenditures	<u>510</u>	<u>--</u>	<u>510</u>
Net change in fund balances	--	259	259
Fund balances, October 1	3,854	3,854	--
Fund balances, September 30	<u>\$ 3,854</u>	<u>\$ 4,113</u>	<u>\$ 259</u>

**FANNIN COUNTY, TEXAS**

BAIL BONDSMAN APP. FEES

SPECIAL REVENUE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-21

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Fees of office</i>	\$ 500	\$ 500	\$ --
Total revenues	<u>500</u>	<u>500</u>	<u>--</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>Special Bondsman App. Fees</i>	500	398	102
Total Judicial	<u>500</u>	<u>398</u>	<u>102</u>
Total expenditures	<u>500</u>	<u>398</u>	<u>102</u>
Net change in fund balances	--	102	102
Fund balances, October 1	6,760	6,760	--
Fund balances, September 30	<u>\$ 6,760</u>	<u>\$ 6,862</u>	<u>\$ 102</u>

**FANNIN COUNTY, TEXAS**  
 DISTRICT CLERK TECHNOLOGY FEE  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-22

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ --	\$ 3	\$ 3
<i>Miscellaneous</i>	--	2,400	2,400
Total revenues	<u>--</u>	<u>2,403</u>	<u>2,403</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>District Clerk</i>	4,500	--	4,500
Total Judicial	<u>4,500</u>	<u>--</u>	<u>4,500</u>
Total expenditures	<u>4,500</u>	<u>--</u>	<u>4,500</u>
Net change in fund balances	(4,500)	2,403	6,903
Fund balances, October 1	5,571	5,571	--
Fund balances, September 30	<u>\$ 1,071</u>	<u>\$ 7,974</u>	<u>\$ 6,903</u>

**FANNIN COUNTY, TEXAS**  
 LAW LIBRARY  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-23

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Fees of office</i>	\$ 16,200	\$ 17,112	\$ 912
<i>Interest</i>	--	25	25
Total revenues	<u>16,200</u>	<u>17,137</u>	<u>937</u>
Expenditures:			
Current:			
Legal			
<i>District and County Attorney</i>	1,350	7,832	(6,482)
Total Legal	<u>1,350</u>	<u>7,832</u>	<u>(6,482)</u>
Total expenditures	<u>1,350</u>	<u>7,832</u>	<u>(6,482)</u>
Net change in fund balances	14,850	9,305	(5,545)
Fund balances, October 1	54,260	54,260	--
Fund balances, September 30	<u>\$ 69,110</u>	<u>\$ 63,565</u>	<u>\$ (5,545)</u>



**FANNIN COUNTY, TEXAS**  
DISTRICT ATTORNEY FEE ACCOUNT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-24

	Budget	Actual	Variance Positive (Negative)
<b>Revenue:</b>			
<i>Fees of office</i>	\$ 10	\$ 8,946	\$ 8,936
<i>Fines</i>	--	20,859	20,859
<i>Interest</i>	--	9	9
<i>Miscellaneous</i>	6,906	1,111	(5,795)
<b>Total revenues</b>	<u>6,916</u>	<u>30,925</u>	<u>24,009</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<i>Legal</i>			
<i>District and County Attorney</i>	3,104	2,337	767
<i>District Attorney Seizure</i>	3,000	3,280	(280)
<b>Total Legal</b>	<u>6,104</u>	<u>5,617</u>	<u>487</u>
<b>Total expenditures</b>	<u>6,104</u>	<u>5,617</u>	<u>487</u>
<b>Net change in fund balances</b>	812	25,308	24,496
<b>Fund balances, October 1</b>	7,762	7,762	--
<b>Fund balances, September 30</b>	<u>\$ 8,574</u>	<u>\$ 33,070</u>	<u>\$ 24,496</u>

**FANNIN COUNTY, TEXAS**

IHC B.R. COOPER

SPECIAL REVENUE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-25

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ --	\$ 8	\$ 8
<i>Miscellaneous</i>	--	7,428	7,428
Total revenues	<u>--</u>	<u>7,436</u>	<u>7,436</u>
Expenditures:			
Current:			
<i>Health and welfare</i>			
<i>Indigent Health Care</i>	1,010	--	1,010
Total Health and welfare	<u>1,010</u>	<u>--</u>	<u>1,010</u>
Total expenditures	<u>1,010</u>	<u>--</u>	<u>1,010</u>
Net change in fund balances	(1,010)	7,436	8,446
Fund balances, October 1	6,489	6,489	--
Fund balances, September 30	<u>\$ 5,479</u>	<u>\$ 13,925</u>	<u>\$ 8,446</u>

**FANNIN COUNTY, TEXAS**  
 MEDICAL RESERVES CORPS. GRANT  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-26

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Intergovernmental</i>	\$ 5,000	\$ 5,000	\$ --
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>--</u>
Expenditures:			
Current:			
<i>Public safety</i>			
<i>Cert Project Director</i>	8,000	3,482	4,518
Total Public safety	<u>8,000</u>	<u>3,482</u>	<u>4,518</u>
Total expenditures	<u>8,000</u>	<u>3,482</u>	<u>4,518</u>
Net change in fund balances	(3,000)	1,518	4,518
Fund balances, October 1	11,385	11,385	--
Fund balances, September 30	<u>\$ 8,385</u>	<u>\$ 12,903</u>	<u>\$ 4,518</u>

**FANNIN COUNTY, TEXAS**  
**CERT**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2012**

**EXHIBIT C-27**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenue:			
<i>Intergovernmental</i>	\$ 3,921	\$ 2,532	\$ (1,389)
<b>Total revenues</b>	<u>3,921</u>	<u>2,532</u>	<u>(1,389)</u>
Expenditures:			
Current:			
<i>Public safety</i>			
<i>CERT Grant</i>	3,921	58	3,863
<b>Total Public safety</b>	<u>3,921</u>	<u>58</u>	<u>3,863</u>
<b>Total expenditures</b>	<u>3,921</u>	<u>58</u>	<u>3,863</u>
<b>Net change in fund balances</b>	--	2,474	2,474
Fund balances, October 1	(2,474)	(2,474)	--
Fund balances, September 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 2,474</u>

**FANNIN COUNTY, TEXAS**  
 HOMELAND SECURITY  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Budget	Actual	Variance Positive (Negative)
Revenue:			
Intergovernmental	\$ 164,571	\$ 111,338	\$ (53,233)
Total revenues	<u>164,571</u>	<u>111,338</u>	<u>(53,233)</u>
Expenditures:			
Current:			
Public safety			
TEEX	164,571	111,338	53,233
Total Public safety	<u>164,571</u>	<u>111,338</u>	<u>53,233</u>
Total expenditures	<u>164,571</u>	<u>111,338</u>	<u>53,233</u>
Net change in fund balances	--	--	--
Fund balances, October 1	--	--	--
Fund balances, September 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

**FANNIN COUNTY, TEXAS**  
 CHAPTER 19 FUNDS  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-29

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenue:			
<i>Intergovernmental</i>	\$ --	\$ 977	\$ 977
Total revenues	<u>--</u>	<u>977</u>	<u>977</u>
Expenditures:			
Current:			
<i>General administration</i>			
County Clerk	2,375	882	1,493
Total General administration	<u>2,375</u>	<u>882</u>	<u>1,493</u>
Total expenditures	<u>2,375</u>	<u>882</u>	<u>1,493</u>
Net change in fund balances	(2,375)	95	2,470
Fund balances, October 1	(95)	(95)	--
Fund balances, September 30	<u>\$ (2,470)</u>	<u>\$ --</u>	<u>\$ 2,470</u>

**FANNIN COUNTY, TEXAS**  
 ELECTION EQUIPMENT FUND  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-30

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Fees of office</i>	\$ 2,450	\$ 12,103	\$ 9,653
Total revenues	<u>2,450</u>	<u>12,103</u>	<u>9,653</u>
Expenditures:			
Current:			
<i>General administration</i>			
County Clerk	1,097	4,543	(3,446)
Total General administration	<u>1,097</u>	<u>4,543</u>	<u>(3,446)</u>
Total expenditures	<u>1,097</u>	<u>4,543</u>	<u>(3,446)</u>
Net change in fund balances	1,353	7,560	6,207
Fund balances, October 1	12,564	12,564	--
Fund balances, September 30	<u>\$ 13,917</u>	<u>\$ 20,124</u>	<u>\$ 6,207</u>

**FANNIN COUNTY, TEXAS**  
 COUNTY & DISTRICT COURT TECHNOLOGY  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-31

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Miscellaneous</i>	\$ 500	\$ 1,394	\$ 894
Total revenues	<u>500</u>	<u>1,394</u>	<u>894</u>
Expenditures:			
Current:			
<i>General administration</i>			
<i>County &amp; Distric Court Technology</i>	500	--	500
Total General administration	<u>500</u>	<u>--</u>	<u>500</u>
Total expenditures	<u>500</u>	<u>--</u>	<u>500</u>
Net change in fund balances	--	1,394	1,394
Fund balances, October 1	811	811	--
Fund balances, September 30	<u>\$ 811</u>	<u>\$ 2,205</u>	<u>\$ 1,394</u>



**FANNIN COUNTY, TEXAS**  
 COURT RECORDS PRESERVATION  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ --	\$ 5	\$ 5
<i>Miscellaneous</i>	3,000	5,121	2,121
Total revenues	<u>3,000</u>	<u>5,126</u>	<u>2,126</u>
Expenditures:			
Current:			
<i>General administration</i>			
<i>County Offices Record Management</i>	3,000	--	3,000
Total General administration	<u>3,000</u>	<u>--</u>	<u>3,000</u>
Total expenditures	<u>3,000</u>	<u>--</u>	<u>3,000</u>
Net change in fund balances	--	5,126	5,126
Fund balances, October 1	9,166	9,166	--
Fund balances, September 30	<u>\$ 9,166</u>	<u>\$ 14,292</u>	<u>\$ 5,126</u>

**FANNIN COUNTY, TEXAS**  
 LAW ENFORCEMENT EDUCATION  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-33

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Revenue:			
Interest	\$ --	\$ 1	\$ 1
Miscellaneous	3,200	--	(3,200)
Total revenues	<u>3,200</u>	<u>1</u>	<u>(3,199)</u>
Expenditures:			
Current:			
Public safety			
County Sheriff	(1,810)	2,618	(4,428)
Total Public safety	<u>(1,810)</u>	<u>2,618</u>	<u>(4,428)</u>
Total expenditures	<u>(1,810)</u>	<u>2,618</u>	<u>(4,428)</u>
Net change in fund balances	5,010	(2,617)	(7,627)
Fund balances, October 1	6,137	6,137	--
Fund balances, September 30	<u>\$ 11,147</u>	<u>\$ 3,520</u>	<u>\$ (7,627)</u>

**FANNIN COUNTY, TEXAS**  
 SHERIFF'S FORFEITURE  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Fines</i>	\$ 21,603	\$ 36,675	\$ 15,072
<i>Interest</i>	10	12	2
Total revenues	<u>21,613</u>	<u>36,687</u>	<u>15,074</u>
Expenditures:			
Current:			
<i>Public safety</i>			
County Sheriff	21,613	8,476	13,137
Total Public safety	<u>21,613</u>	<u>8,476</u>	<u>13,137</u>
Total expenditures	<u>21,613</u>	<u>8,476</u>	<u>13,137</u>
Net change in fund balances	--	28,211	28,211
Fund balances, October 1	9,663	9,663	--
Fund balances, September 30	<u>\$ 9,663</u>	<u>\$ 37,874</u>	<u>\$ 28,211</u>

**FANNIN COUNTY, TEXAS**

DRUG COURT

SPECIAL REVENUE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-35

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Interest</i>	\$ --	\$ 5	\$ 5
<i>Miscellaneous</i>	2,000	3,423	1,423
Total revenues	<u>2,000</u>	<u>3,428</u>	<u>1,428</u>
Expenditures:			
Current:			
<i>General administration</i>			
<i>Court Administration</i>	2,000	--	2,000
Total General administration	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Total expenditures	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Net change in fund balances	--	3,428	3,428
Fund balances, October 1	9,176	9,176	--
Fund balances, September 30	<u>\$ 9,176</u>	<u>\$ 12,604</u>	<u>\$ 3,428</u>

**FANNIN COUNTY, TEXAS**  
 COMMUNITY SERVICE COORDINATOR  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-36

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Intergovernmental</i>	\$ 6,640	\$ 31,591	\$ 24,951
Total revenues	<u>6,640</u>	<u>31,591</u>	<u>24,951</u>
Expenditures:			
Current:			
<i>Public safety</i>			
<i>Juvenile Probation</i>	2,934	35,405	(32,471)
Total Public safety	<u>2,934</u>	<u>35,405</u>	<u>(32,471)</u>
Total expenditures	<u>2,934</u>	<u>35,405</u>	<u>(32,471)</u>
Net change in fund balances	3,706	(3,814)	(7,520)
Fund balances, October 1	--	--	--
Fund balances, September 30	<u>\$ 3,706</u>	<u>\$ (3,814)</u>	<u>\$ (7,520)</u>

**FANNIN COUNTY, TEXAS**  
 STATZLER EXPENDABLE TRUST FUND  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-37

	Budget	Actual	Variance Positive (Negative)
Revenue:			
Interest	\$ --	\$ 44	\$ 44
Miscellaneous	--	560	560
Total revenues	<u>--</u>	<u>604</u>	<u>604</u>
Expenditures:			
Current:			
Nondepartmental			
Non-departmental	610	500	110
Total Nondepartmental	<u>610</u>	<u>500</u>	<u>110</u>
Total expenditures	<u>610</u>	<u>500</u>	<u>110</u>
Net change in fund balances	(610)	104	714
Fund balances, October 1	42,086	42,086	--
Fund balances, September 30	<u>\$ 41,476</u>	<u>\$ 42,190</u>	<u>\$ 714</u>

**FANNIN COUNTY, TEXAS**  
 DEBT SERVICE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT C-38

	Budget	Actual	Variance Positive (Negative)
Revenue:			
<i>Ad valorem taxes</i>	\$ --	\$ 155,013	\$ 155,013
<i>Other taxes</i>	--	1,399	1,399
<i>Interest</i>	450	222	(228)
Total revenues	<u>450</u>	<u>156,634</u>	<u>156,184</u>
Expenditures:			
Debt Service:			
<i>Principal</i>	100,000	100,000	--
<i>Interest and fiscal charges</i>	78,500	72,750	5,750
Total expenditures	<u>178,500</u>	<u>172,750</u>	<u>5,750</u>
Net change in fund balances	(178,050)	(16,116)	161,934
Fund balances, October 1	254,313	254,313	--
Fund balances, September 30	<u>\$ 76,263</u>	<u>\$ 238,197</u>	<u>\$ 161,934</u>

**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

SEPTEMBER 30, 2012

	<u>County Clerk</u>	<u>District Clerk</u>	<u>Justice of the Peace Number One</u>
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 105,475	\$ 597,917	\$ 12,053
<b>Total Assets</b>	<u>\$ 105,475</u>	<u>\$ 597,917</u>	<u>\$ 12,053</u>
<b>LIABILITIES</b>			
<i>Due to other governments</i>	\$ 5	\$ 3	\$ --
<i>Due to others</i>	105,470	597,914	12,053
<b>Total Liabilities</b>	<u>\$ 105,475</u>	<u>\$ 597,917</u>	<u>\$ 12,053</u>



Justice of the Peace Number Two	Sheriff	District Attorney	Tax Assessor Collector
\$ 56	\$ 256,849	\$ 5,167	\$ 261,531
<u>\$ 56</u>	<u>\$ 256,849</u>	<u>\$ 5,167</u>	<u>\$ 261,531</u>
\$ 56	\$ 177,155	\$ 4	\$ 261,531
--	79,694	5,163	--
<u>\$ 56</u>	<u>\$ 256,849</u>	<u>\$ 5,167</u>	<u>\$ 261,531</u>

**FANNIN COUNTY, TEXAS**

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

SEPTEMBER 30, 2012

	Juvenile Probation	Surety Bail Bond Fee	Total Agency Funds (See Exhibit A-7)
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 2,424	\$ 5,520	\$ 1,246,992
<b>Total Assets</b>	<u>\$ 2,424</u>	<u>\$ 5,520</u>	<u>\$ 1,246,992</u>
<b>LIABILITIES</b>			
<i>Due to other governments</i>	\$ 2,414	\$ 5,520	\$ 446,688
<i>Due to others</i>	10	--	800,304
<b>Total Liabilities</b>	<u>\$ 2,424</u>	<u>\$ 5,520</u>	<u>\$ 1,246,992</u>