

ANNUAL FINANCIAL REPORT

of

AUSTIN COUNTY, TEXAS

For the Year Ended
September 30, 2014

**Prepared by:
County Auditor's Office**

**Betty Jez
County Auditor**

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AUSTIN COUNTY, TEXAS

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and
Members of the Commissioners' Court of
Austin County, Texas:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Austin County, Texas (the "County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and schedules of funding progress, identified as Required Supplementary Information on the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Required Supplementary Information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining statements and schedules are presented for purposes of additional analysis and are not required parts of the financial statements.

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

BELT HARRIS PECHACEK, LLLP

Belt Harris Pechacek, LLLP
Certified Public Accountants
Houston, Texas
August 21, 2015

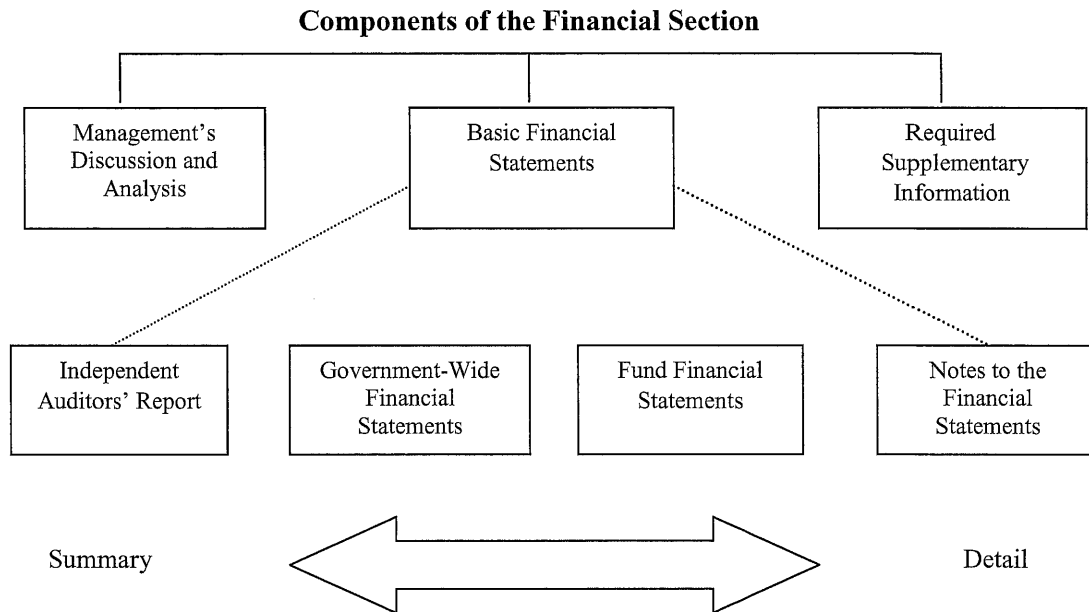
MANAGEMENT'S DISCUSSION AND ANALYSIS

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AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2014

The purpose of the Management's Discussion and Analysis (MD&A) is to give the readers an objective and easily readable analysis of the financial activities of Austin County, Texas (the "County") for the year ending September 30, 2014. The analysis is based on currently known facts, decisions, or economic conditions. It presents short and long-term analysis of the County's activities, compares current year results with those of the prior year, and discusses the positive and negative aspects of that comparison. Please read the MD&A in conjunction with the transmittal letter at the front of this report and the County's financial statements, which follow this section.

THE STRUCTURE OF OUR ANNUAL REPORT



The County's basic financial statements include (1) government-wide financial statements, (2) individual fund financial statements, and (3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information for the County as a whole. These statements include transactions and balances relating to all assets, including infrastructure capital assets. These statements are designed to provide information about cost of services, operating results, and financial position of the County as an economic entity. The Statement of Net Position and the Statement of Activities, which appear first in the County's financial statements, report information on the County's activities that enable the reader to understand the financial condition of the County. These statements are prepared using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account even if cash has not yet changed hands.

The Statement of Net Position presents information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Other non-financial factors, such as the County's property tax base and the condition of the County's infrastructure, need to be considered in order to assess the overall health of the County.

AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2014

The Statement of Activities presents information showing how the County's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows – the accrual method rather than modified accrual that is used in the fund level statements.

The Statement of Net Position and the Statement of Activities are reported as two classes of activity:

1. *Governmental Activities* – Most of the County's basic services are reported here including general government, financial administration, justice system, health and welfare, culture and recreational, law enforcement and public safety, and transportation. Interest payments on the County's debt are also reported here. Property tax, fees, fines and forfeitures and other revenue finance most of these activities.
2. *Business-Type Activities* – Services involving a fee for those services are reported within this class. These services include the County's solid waste collection, airport, and golf course.

The government-wide financial statements can be found after the MD&A.

FUND FINANCIAL STATEMENTS

Funds may be considered as operating companies of the parent corporation, which is the County. They are usually segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance related legal reporting requirements. The three categories of County funds are governmental, proprietary, and fiduciary.

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 year. Such information may be useful in evaluating the County'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 County'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 49 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, road and bridge, and later road and bridge, which are considered to be major funds for reporting purposes.

The County adopts an annual appropriated budget for its general, road and bridge, lateral road and bridge, and debt service funds. Budgetary comparison schedules have been provided for the general, road and bridge, lateral road and bridge, and debt service funds to demonstrate compliance with these budgets.

AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2014

Proprietary Funds

The County maintains one type of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses an internal service fund to account for its medical benefits. This internal service fund has been included within governmental activities in the government-wide financial statements.

Fiduciary Funds

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

Notes to Financial Statements

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

Other Information

In addition to basic financial statements, this MD&A, and accompanying notes, this report also presents certain Required Supplementary Information (RSI). The RSI includes budgetary comparison schedules for the general, road and bridge, and lateral road and bridge funds and schedule of funding progress for the Texas County and District Retirement System. RSI can be found after the notes to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. Assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$28,146,326 as of September 30, 2014. This compares with \$28,896,039 from the prior fiscal year. A portion of the County's net position, 38 percent, reflects its investments in capital assets (e.g., construction in progress, building, equipment, and infrastructure) less any debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the assets themselves cannot be used to liquidate these liabilities.

AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2014

Statement of Net Position:

The following table reflects the condensed Statement of Net Position:

	Governmental Activities	
	2014	2013
Current and other assets	\$ 18,435,109	\$ 16,888,329
Capital assets, net	19,361,100	22,150,735
Total Assets	37,796,209	39,039,064
Long-term liabilities	8,404,333	9,586,366
Other liabilities	1,245,550	556,659
Total Liabilities	9,649,883	10,143,025
Net Position:		
Net investment in capital		
assets	10,747,580	12,984,489
Restricted	6,517,643	6,292,236
Unrestricted	10,881,103	9,619,314
Total Net Position	\$ 28,146,326	\$ 28,896,039

A portion of the County's net position, \$6,517,643 or 23 percent, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position was \$10,881,103, or 39 percent, and may be used to meet the County's ongoing obligation to citizens and creditors.

The County's total net position decreased by \$749,713 during the current fiscal year. This was mainly the result of depreciation of the County capital assets.

AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2014

Statement of Activities

The following table provides a summary of the County's changes in net position:

	Governmental Activities	
	2014	2013
Revenues		
Program revenues:		
Charges for services	\$ 4,018,626	\$ 3,926,163
Operating grants and contributions	507,740	756,125
General revenues:		
Property taxes	13,192,801	13,004,423
Sales taxes	1,516,415	1,422,996
Interest income	61,597	50,827
Other revenues	860,529	1,098,989
Total Revenues	20,157,708	20,259,523
Expenses		
General administration	2,868,217	3,658,956
Judicial	1,644,559	335,119
Legal	406,064	1,393,089
Financial administration	798,135	532,745
Public facilities	710,408	704,865
Public safety	6,526,903	6,244,949
Public transportation	7,220,767	5,093,431
Culture and recreation	132,058	132,312
Health and welfare	84,138	220,015
Conservation	156,885	181,098
Interest and fiscal agent fees	359,287	389,550
Total Expenses	20,907,421	18,886,129
Change in Net Position	(749,713)	1,373,394
Beginning net position	28,896,039	27,522,645
Ending Net Position	\$ 28,146,326	\$ 28,896,039

For the year ended September 30, 2014, revenues from governmental activities totaled \$20,157,708, compared with \$20,259,523 in the prior year. This net decrease of \$101,815 occurred as the result of decrease in operating grants and contributions.

Governmental expenses increased by \$2,021,292. This increase is primarily due to increases in costs for services during the year.

AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2014

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, fund accounting is used to demonstrate and ensure compliance with finance-related legal requirements.

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

The County's governmental funds reflect a combined fund balance of \$13,547,623. Of this, \$7,014,314 is unassigned and available for day-to-day operations of the County, \$737,819 is restricted for debt service, \$2,231,511 is restricted for road and bridge, \$1,186,025 is restricted for special projects and \$2,350,271 is restricted for lateral road and bridge. The County also has \$27,683 classified as nonspendable for prepaids.

There was an increase in the combined fund balance of \$1,489,832 from the prior year. The road and bridge fund and lateral road and bridge fund experienced increase and decrease of \$371,983 and \$345,078, respectively.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$7,014,314, and total fund balance was \$7,041,997. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 58 percent of total general fund expenditures.

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

GENERAL FUND BUDGETARY HIGHLIGHTS

Actual general fund revenues were more than final budgeted revenues by \$1,088,605 during the year. This positive variance is primarily attributable to more taxes and other revenues received than the anticipated amount in the final budget. Actual expenditures were \$1,106,284 less than budgeted.

CAPITAL ASSETS

At the end of the year, the County's governmental and business type activities funds had invested \$19,361,100 in a variety of capital assets and infrastructure (net of accumulated depreciation).

Major capital asset events during the year included the following:

- New equipment and improvements for the County of \$600,565

More detailed information about the County's capital assets is presented in note III.C to the financial statements.

AUSTIN COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2014

LONG-TERM DEBT

At the end of the year, the County reported total general obligation bonds and capital leases outstanding of \$9,087,711, net of deferred amounts.

All of the County's bond issues have been successful in qualifying for bond insurance resulting in a rating of "AA" by Standard and Poor's.

More detailed information about the County's long-term liabilities is presented in the note III. D to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The County expects its finances to remain approximately the same as in the past. Inflation will play a factor but will affect both revenues and expenditures equally. There are no major events planned in the future.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the County's finances. Questions concerning this report or requests for additional financial information should be directed to Betty Jez, County Auditor, Austin County Courthouse, One East Main Street, Bellville, Texas 77418-1521 or (979) 865-5911.

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BASIC FINANCIAL STATEMENTS

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AUSTIN COUNTY, TEXAS

STATEMENT OF NET POSITION

September 30, 2014

	<u>Governmental Activities</u>
<u>Assets</u>	
Cash and cash equivalents	\$ 14,385,021
Receivables, net	4,013,206
Due from others	9,199
Prepaid items	27,683
	<u>18,435,109</u>
Capital assets:	
Nondepreciable	536,829
Depreciable capital assets, net	18,824,271
	<u>19,361,100</u>
Total Assets	<u>37,796,209</u>
<u>Liabilities</u>	
Accounts payable	231,884
Accrued wages payable	297,394
Accrued interest	32,894
Long-term liabilities due within one year	683,378
	<u>1,245,550</u>
Noncurrent liabilities:	
Long-term debt due in more than one year	8,143,325
Compensated absences	261,008
	<u>8,404,333</u>
Total Liabilities	<u>9,649,883</u>
<u>Net Position</u>	
Net investment in capital assets	10,747,580
Restricted for:	
Road and bridge	2,231,511
Lateral road and bridge	2,350,271
Debt service	749,836
Other governmental funds	1,186,025
Unrestricted	10,881,103
Total Net Position	<u>\$ 28,146,326</u>

See Notes to Financial Statements.

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AUSTIN COUNTY, TEXAS

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2014

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Primary Government				
Governmental Activities				
General administration	\$ 2,868,217	\$ 865,223	\$ 476,920	\$ (1,526,074)
Judicial	1,644,559	1,860,819	-	216,260
Legal	406,064	-	-	(406,064)
Financial administration	798,135	-	-	(798,135)
Public facilities	710,408	-	-	(710,408)
Public safety	6,526,903	-	-	(6,526,903)
Public transportation	7,220,767	894,135	30,820	(6,295,812)
Culture and recreation	132,058	-	-	(132,058)
Health and welfare	84,138	-	-	(84,138)
Miscellaneous	-	398,449	-	398,449
Interest and fiscal agent fees	359,287	-	-	(359,287)
Total Governmental Activities	20,907,421	4,018,626	507,740	(16,381,055)
Total Primary Government	\$ 20,907,421	\$ 4,018,626	\$ 507,740	(16,381,055)
 General Revenues:				
				13,192,801
				1,516,415
				61,597
				860,529
			Total General Revenues	15,631,342
			Change in Net Position	(749,713)
			Beginning net position	28,896,039
			Ending Net Position	\$ 28,146,326

See Notes to Financial Statements.

AUSTIN COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2014

	<u>General</u>	<u>Road and Bridge</u>	<u>Lateral Road and Bridge</u>	<u>Non Major Governmental</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 7,360,148	\$ 2,261,214	\$ 2,421,454	\$ 1,656,780
Receivables, net	412,016	128,023	84,641	286,287
Prepaid items	27,683	-	-	-
Due from other funds	-	9,523	-	5,305
Total Assets	<u>\$ 7,799,847</u>	<u>\$ 2,398,760</u>	<u>\$ 2,506,095</u>	<u>\$ 1,948,372</u>
<u>Liabilities</u>				
Accounts payable	\$ 119,685	\$ 13,658	\$ 74,013	\$ 24,528
Accrued wages payable	251,002	46,392	-	-
Due to other funds	5,629	-	-	-
Total Liabilities	<u>376,316</u>	<u>60,050</u>	<u>74,013</u>	<u>24,528</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	381,534	107,199	81,811	-
<u>Fund Balances</u>				
Nonspendable:				
Prepaid items	27,683	-	-	-
Restricted:				
Debt service fund	-	-	-	737,819
Road and bridge fund	-	2,231,511	-	-
Lateral road and bridge fund	-	-	2,350,271	-
Other governmental funds	-	-	-	1,186,025
Unassigned:				
General fund	7,014,314	-	-	-
Total Fund Balances	<u>7,041,997</u>	<u>2,231,511</u>	<u>2,350,271</u>	<u>1,923,844</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,799,847</u>	<u>\$ 2,398,760</u>	<u>\$ 2,506,095</u>	<u>\$ 1,948,372</u>

See Notes to Financial Statements.

**Total
Governmental
Funds**

\$ 13,699,596
910,967
27,683
14,828
\$ 14,653,074

\$ 231,884
297,394
5,629
534,907

570,544

27,683

737,819
2,231,511
2,350,271
1,186,025

7,014,314
13,547,623

\$ 14,653,074

AUSTIN COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2014

Total fund balances for Governmental funds \$ 13,547,623

Adjustments for the Statement of Net Position:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.

Nondepreciable capital assets	536,829	
Depreciable capital assets	97,328,962	
Accumulated depreciation	<u>(78,504,691)</u>	
		19,361,100

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred or accrued in the governmental funds.

Receivables - fines	3,102,239	
Unavailable revenue - property taxes	<u>570,544</u>	
		3,672,783

Internal service funds are used by management to charge the costs of certain expenses to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.

685,425

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.

Long-term debt due within one year	(683,378)	
Long-term debt due in more than one year	(8,143,325)	
Accrued interest payable	(32,894)	
Compensated absences	<u>(261,008)</u>	
		<u>(9,120,605)</u>

Net Position of Governmental Activities \$ 28,146,326

See Notes to Financial Statements.

AUSTIN COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended September 30, 2014

	<u>General</u>	<u>Road and Bridge</u>	<u>Lateral Road and Bridge</u>	<u>Non Major Governmental</u>
<u>Revenues</u>				
Property taxes	\$ 8,632,888	\$ 1,598,321	\$ 1,939,780	\$ 927,594
Sales tax	1,516,415	-	-	-
Intergovernmental	476,920	-	30,820	-
Charges for services	865,223	-	-	398,449
Fines and forfeitures	1,192,005	147,386	-	521,428
Interest	49,602	5,510	4,824	1,661
Permits and licenses	55,860	793,576	44,699	-
Miscellaneous	588,250	32,281	208,708	31,290
Total Revenues	<u>13,377,163</u>	<u>2,577,074</u>	<u>2,228,831</u>	<u>1,880,422</u>
<u>Expenditures</u>				
Current:				
General administration	2,625,727	-	-	119,563
Judicial	1,468,879	-	-	164,366
Legal	315,293	-	-	90,771
Financial administration	769,558	-	-	-
Public facilities	691,079	-	-	-
Public safety	5,759,528	-	-	476,085
Public transportation	-	2,175,331	2,462,493	-
Culture and recreation	132,058	-	-	-
Health and welfare	69,840	-	-	11,088
Conservation	124,270	-	-	31,587
Debt service:				
Principal	44,306	25,416	103,330	540,000
Interest and fiscal agent fees	5,046	4,344	8,086	355,614
Capital outlay	-	-	176,203	-
Total Expenditures	<u>12,005,584</u>	<u>2,205,091</u>	<u>2,750,112</u>	<u>1,789,074</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	<u>1,371,579</u>	<u>371,983</u>	<u>(521,281)</u>	<u>91,348</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	-	-	-	81,000
Transfers (out)	(81,000)	-	-	-
Capital leases	-	-	176,203	-
Total Other Financing Sources (Uses)	<u>(81,000)</u>	<u>-</u>	<u>176,203</u>	<u>81,000</u>
Net Change in Fund Balances	1,290,579	371,983	(345,078)	172,348
Beginning fund balances	5,751,418	1,859,528	2,695,349	1,751,496
Ending Fund Balances	<u>\$ 7,041,997</u>	<u>\$ 2,231,511</u>	<u>\$ 2,350,271</u>	<u>\$ 1,923,844</u>

See Notes to Financial Statements.

**Total
Governmental
Funds**

\$ 13,098,583
1,516,415
507,740
1,263,672
1,860,819
61,597
894,135
860,529
20,063,490

2,745,290
1,633,245
406,064
769,558
691,079
6,235,613
4,637,824
132,058
80,928
155,857

713,052
373,090
176,203
18,749,861

1,313,629

81,000
(81,000)
176,203
176,203

1,489,832

12,057,791

\$ 13,547,623

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AUSTIN 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, 2014

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

Net changes in fund balances - total government funds	\$	1,489,832
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay		600,565
Depreciation expense		(2,955,856)
Disposal of capital assets net of accumulated depreciation		(434,344)
Internal service funds are used by management to charge the cost of expenses to individual funds. The net revenue (expense) is reported with governmental activities.		
		(54,800)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		
Changes in unavailable revenue - fines and fees		-
Changes in unavailable revenue - property taxes		94,218
Long-term debt proceeds and other debt provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position.		
Debt issued		(176,203)
Principal payments		745,016
Changes in accrued interest expense		12,017
Changes in compensated absences		(70,158)
		(749,713)
Change in Net Position of Governmental Activities	\$	(749,713)

See Notes to Financial Statements.

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AUSTIN COUNTY, TEXAS

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

September 30, 2014

	<u>Governmental Activities Internal Service</u>
<u>Assets</u>	
Current assets:	
Cash and cash equivalents	\$ 685,425
Total Current Assets	<u>685,425</u>
 <u>Net Position</u>	
Unrestricted	<u>685,425</u>
Total Net Position	<u>\$ 685,425</u>

See Notes to Financial Statements.

AUSTIN COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS

For the Year Ended September 30, 2014

	<u>Governmental Activities</u>
	<u>Internal Service</u>
<u>Operating Revenues</u>	
Charges for services	\$ 234,275
Total Operating Revenues	<u>234,275</u>
<u>Operating Expenses</u>	
Administration	55,588
Claims	1,378,676
Premiums	354,748
Other	1,500
Total Operating Expenses	<u>1,790,512</u>
Operating Income (Loss)	<u>(1,556,237)</u>
<u>Nonoperating Revenues (Expenses)</u>	
Investment income	1,437
Total Nonoperating Revenues	<u>1,437</u>
Income (Loss) Before Transfers	(1,554,800)
Transfers in	<u>1,500,000</u>
Change in Net Position	(54,800)
Beginning net position	<u>740,225</u>
Ending Net Position	<u>\$ 685,425</u>

See Notes to Financial Statements.

AUSTIN COUNTY, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended September 30, 2014

	<u>Governmental Activities</u>
	<u>Internal Service</u>
<u>Cash Flows from Operating Activities</u>	
Receipts from premium revenues	\$ 234,275
Payments for other expenses	(356,248)
Payments for claims	(1,378,676)
Payments for administration fees	(55,588)
Net Cash (Used) by Operating Activities	<u>(1,556,237)</u>
<u>Cash Flows from Noncapital Financing Activities</u>	
Transfers from other funds	<u>1,500,000</u>
Net Cash Provided by Noncapital Financing Activities	<u>1,500,000</u>
<u>Cash Flows from Investing Activities</u>	
Interest on investments	<u>1,437</u>
Net Cash Provided by Investing Activities	<u>1,437</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(54,800)
Beginning cash and cash equivalents	<u>740,225</u>
Ending Cash and Cash Equivalents	<u><u>\$ 685,425</u></u>

See Notes to Financial Statements.

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AUSTIN COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2014

		<u>Total Fiduciary Funds</u>
<u>Assets</u>		
Cash and cash equivalents	\$	2,085,866
Receivables		37,465
Total Assets	\$	<u>2,123,331</u>
 <u>Liabilities</u>		
Accounts payable	\$	253,552
Due to others		1,869,779
Total Liabilities	\$	<u>2,123,331</u>

See Notes to Financial Statements.

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AUSTIN COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

For the Year Ended September 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Austin County, Texas (the “County”) is an independent government entity created by an act of the Texas Legislature. The County is governed by Commissioners’ Court, composed of four County Commissioners and the County Judge, all of whom are elected officials.

The County provides a vast array of services including general government, financial administration, justice system, health and welfare, culture and recreational, law enforcement and public safety, and transportation.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the County’s financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the County is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the County’s financial reporting entity status is that of a primary government are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

Depending on the significance of the County’s financial and operational relationships with various separate entities, the organizations are classified as blended or discrete component units, related organizations, joint ventures, or jointly governed organizations, and the financial disclosure is treated accordingly.

B. Government-Wide Financial Statements

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

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the County’s enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following governmental funds:

The *general fund* is used to account for and report all financial resources not accounted for and reported in another fund. The principal sources of revenues include local property taxes, fees, fines and forfeitures, and investment income. Disbursements include general government, financial administration, justice system, health and human welfare, culture and recreational, law enforcement and public safety, and transportation. The general fund is always considered a major fund for reporting purposes.

The *debt service fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The primary source of revenue for debt service is local property taxes. The debt service fund is considered a nonmajor fund for reporting purposes.

The *special revenue funds* are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

The following *special revenue funds* are considered major funds for reporting purposes:

Road and Bridge Fund – This fund is used to account for receipts of property taxes levied and vehicle registration fees. Uses of funds are restricted for the maintenance of roads, bridges, and the operations of related facilities. All precinct operations, as well as permanent road monies, are accounted for in this fund.

Lateral Road and Bridge Fund – This fund is used to account for receipts of property taxes levied and vehicle registration fees. Uses of funds are restricted for the maintenance of lateral roads, bridges, and the operations of related facilities. All precinct operations, as well as lateral road monies, are accounted for in this fund.

Additionally, the County reports the following fund types:

Internal service funds account for and report revenues and expenses related to the County's medical and dental self-insurance program in accordance with Chapter 172 of the Texas Government Code. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with ongoing operations. Revenues are derived from County contributions, employee and retiree/COBRA premiums, and investment of idle funds. Expenses are for claims, premiums, and administrative costs. The general fund is contingently liable for liabilities of the internal service fund. Sub-fund accounting is employed to maintain the integrity of the self-insurance activities of the County.

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

Fiduciary funds are used to account for and report resources held for the benefits of parties outside the County. The County maintains one type of fiduciary funds, agency funds. The agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

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

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

E. Measurement Focus and Basis of Accounting

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

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

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

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the County.

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

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

2. Investments

The County has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, Texas Government Code. In summary, the County is authorized invest in:

- a) obligations of the United States or its agencies and instrumentalities;
- b) direct obligations of the State of Texas or its agencies and instrumentalities;
- c) other obligations, the principal and interest on which are unconditionally guaranteed or insured or backed by the full faith and credit of the State of Texas or the United States or their respective agencies and instrumentalities;
- d) certificates of deposit issued by state and national banks or savings and loans domiciled in Texas in accordance with specific criteria;
- e) Public funds investment pools.

3. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when the related liability is incurred (i.e., the purchase method).

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

4. Restricted Assets

Certain proceeds of bonds, as well as other resources set aside for specific purposes, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants or contractual agreements. Restricted assets of the permanent fund are restricted for specific purposes.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental type 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 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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.

Property, plant, and equipment of the County are depreciated using the straight-line method over the following estimated useful years.

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Infrastructure	10 to 35 years
Buildings and improvements	5 to 50 years
Intangibles	10 years
Machinery and equipment	3 to 50 years

The costs of a significant portion of capital assets have been estimated based on management's estimated historical cost.

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. At the government-wide level, the County reports a deferred inflow of resources for that portion of property taxes that was collected for use in the subsequent period.

7. Compensated Employee Absences

The County maintains a record of accumulated comp time and vacation time by department. Any additional accruals for unused sick pay are no longer paid upon retirement or death of an employee. However, the employee will be paid upon retirement or death for any unused sick pay up to certain maximums accrued prior to April 1, 1994. The accumulated sick pay obligation is computed at specified rates for all employees. It is the County's policy to permit employees to accumulate earned but unused vacation benefits. Vacation and sick time that is expected to be liquidated with expendable, available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave and compensatory time that are not

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

expected to be liquidated with expendable, available financial resources are maintained separately and represent a reconciling item between the fund and government-wide presentations.

8. Long-Term Obligations

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

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.

The property tax rate is allocated each year between the general, road and bridge, school equalization, and debt service funds. The full amount estimated to be required for debt service on general obligation debt is provided by the tax along with the interest earned in the debt service fund.

Assets acquired under the terms of a capital lease are recorded as liabilities and capitalized in the government-wide financial statements at the present value of net minimum lease payments at inception of the lease. In the year of acquisition, capital lease transactions are recorded as other financing sources and as capital outlay expenditures in the applicable fund. Lease payments representing both principal and interest are recorded as expenditures in the general fund upon payment with an appropriate reduction of principal recorded in the government-wide financial statements.

9. Net Position Flow Assumption

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

10. Fund Balance Flow Assumptions

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

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

11. Fund Balance Policies

Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact are classified as nonspendable fund balance. Amounts that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions are classified as restricted.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision-making authority. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The Commissioners' Court has, by resolution, authorized the County Auditor to assign fund balance to a specific purpose as approved by the County's fund balance policy. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

The County must maintain a minimum of 25 percent of annual operating expenditures in unassigned fund balance in the general fund.

12. Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

G. Revenues and Expenditures/Expenses

1. Program Revenues

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

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

2. Property Taxes

General property taxes are recorded as receipts when levied for the current year and due, payable, and collected in the current year.

The property tax calendar dates are:

- Levy date and due date – October 1
- Collection dates – October 1 through June 30
- Lien date – July 1

The County bills and collects its own taxes and those for certain government entities within the County. Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the tax assessor's agency fund. Tax collections deposited for the County are distributed on a periodic basis to the general, road and bridge, and debt service funds of the County. This distribution is based upon the tax rate established for each fund by order of the Commissioners' Court for the tax year for which the collections are made.

The appraisal of property within the County is the responsibility of the County-wide appraisal district, which is required under the Property Tax Code to assess all property within the appraisal district on the basis of 100 percent of its appraised value and is prohibited from applying any assessment ratios. The appraisal district must review the value of the property within the County every three years unless the County, at its own discretion, requires more frequent reviews. The County may challenge the appraised values through various appeals and, if necessary, legal action. Under this legislation, the County sets tax rates on County property.

3. Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund and internal service fund are charges to customers for sales and services. Operating expenses for the enterprise fund and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Annual budgets are adopted on a basis consistent with generally accepted account principles (GAAP). The original budget is adopted by the Commissioners' Court prior to the beginning of the fiscal year. The legal level of control is the department level for all funds. Management may not amend the budget without the approval of Commissioners' Court.

Budgets are adopted on a GAAP basis for all budgeted funds. Several supplemental budget appropriations were made for the year ended September 30, 2014.

A. Deficit Fund Balance

At year end the County had a deficit fund balance in CDA hot check fund.

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As of September 30, 2014, the County did not have any investments.

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

Credit risk. State law and the County’s investment policy limits investments to obligations of states, agencies, counties, cities and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than “A” or its equivalent. Further, commercial paper must be rated not less than “A-1” or “P-1” or an equivalent rating by at least two nationally recognized credit rating agencies.

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’s investment policy requires funds on deposit at the depository bank to be collateralized by securities and FDIC insurance. As of September 30, 2014, market values of pledged securities and FDIC insurance exceeded bank balances.

B. Receivables

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectible) line for certain funds and aggregated columns.

The following comprise receivable balances at year end:

	<u>General</u>	<u>Road and Bridge</u>	<u>Lateral Road and Bridge</u>	<u>Nonmajor</u>	<u>Total</u>
Intergovernmental	\$ -	\$ -	\$ -	\$ 286,287	\$ 286,287
Taxes receivable	416,516	128,023	84,641	-	629,180
	<u>\$ 416,516</u>	<u>\$ 128,023</u>	<u>\$ 84,641</u>	<u>\$ 286,287</u>	<u>\$ 915,467</u>

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

C. Capital Assets

A summary of changes in capital assets for the year ended September 30, 2014 is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases / Reclassifications</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 305,462	\$ -	\$ -	\$ 305,462
Construction in process	231,367	-	-	231,367
Total capital assets not being depreciated	<u>536,829</u>	<u>-</u>	<u>-</u>	<u>536,829</u>
Other capital assets:				
Buildings and improvements	10,830,044	-	-	10,830,044
Infrastructure	75,457,423	-	-	75,457,423
Intangibles	12,470	-	-	12,470
Machinery and equipment	12,909,797	600,565	(2,481,337)	11,029,025
Total other capital assets	<u>99,209,734</u>	<u>600,565</u>	<u>(2,481,337)</u>	<u>97,328,962</u>
Less accumulated depreciation for:				
Buildings and improvements	(5,304,601)	(234,981)	-	(5,539,582)
Infrastructure	(62,705,209)	(1,681,438)	-	(64,386,647)
Intangibles	(3,563)	(1,781)	-	(5,344)
Machinery and equipment	(9,582,455)	(1,037,656)	2,046,993	(8,573,118)
Total accumulated depreciation	<u>(77,595,828)</u>	<u>(2,955,856)</u>	<u>2,046,993</u>	<u>(78,504,691)</u>
Other capital assets, net	<u>21,613,906</u>	<u>(2,355,291)</u>	<u>(434,344)</u>	<u>18,824,271</u>
Governmental Activities				
Capital Assets, Net	<u>\$ 22,150,735</u>	<u>\$ (2,355,291)</u>	<u>\$ (434,344)</u>	<u>19,361,100</u>
			Less associated debt	<u>(8,613,520)</u>
			Net Investment in Capital Assets	<u>\$ 10,747,580</u>

Depreciation was charged to governmental functions as follows:

General administration	\$ 14,056
Judicial	11,314
Financial administration	28,577
Public facilities	33,420
Public safety	715,652
Public transportation	2,148,599
Culture and recreation	3,210
Conservation - agriculture	1,028
	<u>\$ 2,955,856</u>

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

D. Long-Term Debt

The following is a summary of changes in the County's total long-term liabilities for the year ended September 30, 2014. In general, the County uses the general and debt service funds to liquidate governmental long-term liabilities.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
General obligation bonds	\$ 8,660,000	\$ -	\$ (540,000)	\$ 8,120,000 *	\$ 560,000
Premium	61,072	-	(1,786)	59,286 *	
Capitalized lease obligations	445,174	176,203	(187,143)	434,234 *	101,325
Sales tax payable to State	229,270	-	(16,087)	213,183	22,053
Compensated absences	190,850	261,008	(190,850)	261,008	-
Total Governmental Activities	<u>\$ 9,586,366</u>	<u>\$ 437,211</u>	<u>\$ (935,866)</u>	<u>\$ 9,087,711</u>	<u>\$ 683,378</u>
Long-term debt due in more than one year				<u>\$ 8,404,333</u>	
*Debt associated with governmental activity capital assets				<u>\$ 8,613,520</u>	

The County is not obligated in any manner for special assessment debt.

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. The governmental activities compensated absences are generally liquidated by the general fund. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

A summary of the County's debt service requirements, including interest, are as follows:

	<u>Percentage Interest Rate</u>	<u>Balance</u>
2007 Certificates of Obligation	4.25%	\$ 3,095,000
2009 Unlimited Tax Road Bonds	4.625%	5,025,000
Total Certificates of Obligation		<u>\$ 8,120,000</u>
Capital Leases		
Caterpillar Pct. 1	3.70%	\$ 37,568
Caterpillar Pct. 4	3.70%	111,572
Caterpillar Pct. 3	3.70%	32,993
Caterpillar Pct. 1	3.70%	56,680
2012 Tahoes	3.36%	37,257
2013 Tahoes	2.25%	27,653
Volvo grader	2.48%	130,511
Total Capital Leases		<u>\$ 434,234</u>

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

Annual debt service requirements to maturity for the bonds are as follows:

Fiscal Year	Governmental Activities		
	General obligations bonds		
	Principal	Interest	Total
2015	\$ 560,000	\$ 331,722	\$ 891,722
2016	590,000	308,309	898,309
2017	615,000	284,479	899,479
2018	650,000	259,687	909,687
2019	675,000	233,622	908,622
2020-2024	2,925,000	749,338	3,674,338
2025-2029	2,105,000	250,803	2,355,803
Total	\$ 8,120,000	\$ 2,417,960	\$ 10,537,960

Future minimum payments to retire capital lease obligations are as follows:

Fiscal Year	Governmental Activities		
	Capital Leases		
	Principal	Interest	Total
2015	\$ 142,633	\$ 9,045	\$ 151,678
2016	135,127	6,133	141,260
2017	99,963	3,004	102,967
2018	56,511	587	57,098
Total	\$ 434,234	\$ 18,769	\$ 453,003

Machinery and equipment acquired under current capital lease obligations totaled \$434,650.

Federal Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed correctly, a substantial liability to the County could result. Although the County does not anticipate that it will have any arbitrage liability, it periodically engages an arbitrage consultant to perform the calculations in accordance with the rules and regulations of the IRS.

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

E. Interfund Transactions

The composition of interfund balances as of year end was as follows:

	Due From	Due To
General fund	\$ -	\$ 5,629
Road and bridge fund	9,523	-
Other governmental funds	5,305	-
Fiduciary funds	-	9,199
	\$ 14,828	\$ 14,828

Amounts recorded as due to/from are considered to be temporary loans and will be repaid during the following year.

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; errors and omissions; and natural disasters for which the County carries commercial insurance. In addition, the County participates along with 279 other entities in the Texas Association of Counties Workers' Compensation Self-Insurance Fund. This pool was created by the Texas Association of Counties in 1974 to insure the County for workers' compensation related claims. This pool purchases commercial insurance at group rates for participants in the pool. The County has no additional risk or responsibility to either of the pools in which it participates, outside of payment of insurance premiums. The County has not significantly reduced insurance coverage or had settlements that exceeded coverage amounts for the past three fiscal years.

The County maintains a self-insured health plan (the "Plan") for all eligible employees and retirees. Group medical benefits have an annually negotiated specific and aggregate stop-loss policy. The fund provides the first dollar coverage of claims up to the casualty insurance policy's deductible amounts. This policy also contains aggregate excess loss coverage for claims in excess of approximately \$150,000 less any amounts reimbursed on the individual stop-loss insurance.

Such activities are reported in an internal service fund, the medical benefit fund. The contract between the County and the third party administrator, Aetna Life Insurance Company, acting on behalf of the Plan, is renewable November 1 and terms, as well as costs of coverage, are included in the contractual provisions. Revenues are recognized from payroll deductions for employee dependent coverage and from County contributions for employee coverage.

The County had zero unpaid claims for the year ended 2012, 2013, and 2014, respectively.

B. Contingent Liabilities

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

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. No claim liabilities are reported at year-end.

C. Pension Plans

Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 656 non-traditional 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 78768-2034.

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

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

Funding Policy

The County has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The County contributed using the actuarially determined rate of 14.54 percent for calendar year 2014.

The Commissioners' Court adopted the rate of seven percent as the contribution rate payable by the employee members for calendar year 2014. The Commissioners' Court may change the employee contribution rate and the employer contribution rate within the options available in the TCDRS Act.

AUSTIN COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2014

Annual Pension Costs

The required contribution was determined as part of the December 31, 2013 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2013 included (a) 8.0 percent investment rate of return (net of administrative expenses) and (b) projected salary increases of 4.9 percent. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a ten-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2013 was 20 years.

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Actuarial Valuation Date	12/31/2013	12/31/2012	12/31/2011
Actuarial Cost Method	Entry age	Entry age	Entry age
Amortization Method	Level % of payroll	Level % of payroll	Level % of payroll
Remaining Amortization Period	20 years, Closed period	20 years, Closed period	20 years, Closed period
Asset Valuation Method	SAF: 5-yrs smoothed value	SAF: 10-yrs smoothed value	SAF: 10-yrs smoothed value
Investment Rate of Return	8.0%	8.0%	8.0%
Projected Salary Increases	5.4%	5.4%	5.4%
Inflation	3.0%	3.5%	3.5%
Cost of Living Adjustments	n/a	n/a	n/a

	<u>2014</u>
Actuarial Valuation Date	12/31/2012
Actuarial Value of Assets	\$ 19,005,599
Actuarial Accrued Liability	\$ 21,034,808
Percentage Funded	90.4%
Unfunded Actuarial Accrued Liability (UAAL)	\$ 2,029,209
Annual Covered Payroll	\$ 6,652,456
UAAL as a Percentage of Covered Payroll	30.5%

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the plan was 90.4 percent funded. The actuarial accrued liability for benefits was \$21,034,808 and the actuarial value of assets was \$19,005,599, resulting in a UAAL of \$2,029,209. The covered payroll (annual payroll of active employees covered by the plan) was \$6,652,456 and the ratio of the UAAL to the covered payroll was 30.5 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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REQUIRED SUPPLEMENTARY INFORMATION

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AUSTIN COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenue				
Property taxes	\$ 8,663,270	\$ 8,663,270	\$ 8,632,888	\$ (30,382)
Sales tax	1,010,000	1,010,000	1,516,415	506,415
Intergovernmental	95,200	95,200	476,920	381,720
Charges for services	816,000	816,000	865,223	49,223
Licenses and permits	53,000	53,000	55,860	2,860
Fines and forfeitures	1,230,545	1,230,545	1,192,005	(38,540)
Interest	18,010	18,010	49,602	31,592
Miscellaneous	402,533	402,533	588,250	185,717
Total Revenues	<u>12,288,558</u>	<u>12,288,558</u>	<u>13,377,163</u>	<u>1,088,605</u>
Expenditures				
Current:				
General administration	2,741,591	2,741,591	2,625,727	115,864
Judicial	1,947,869	1,947,869	1,468,879	478,990
Legal	320,375	320,375	315,293	5,082
Financial administration	795,684	795,684	769,558	26,126
Public facilities	796,734	796,734	691,079	105,655
Public safety	5,926,352	5,926,352	5,759,528	166,824
Culture and recreation	140,623	140,623	132,058	8,565
Health and welfare	226,640	226,640	69,840	156,800
Conservation	130,000	130,000	124,270	5,730
Miscellaneous	36,000	36,000	-	36,000
Debt service:				
Principal	45,000	44,500	44,306	194
Interest and fiscal agent fees	5,000	5,500	5,046	454
Total Expenditures	<u>13,111,868</u>	<u>13,111,868</u>	<u>12,005,584</u>	<u>1,106,284</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(823,310)</u>	<u>(823,310)</u>	<u>1,371,579</u>	<u>2,194,889</u>
Other Financing Sources (Uses)				
Transfers in	48,000	48,000	-	(48,000)
Transfers (out)	-	-	(81,000)	(81,000)
Total Other Financing Sources (Uses)	<u>48,000</u>	<u>48,000</u>	<u>(81,000)</u>	<u>(129,000)</u>
Net Change in Fund Balance	<u>\$ (775,310)</u>	<u>\$ (775,310)</u>	1,290,579	<u>\$ 2,065,889</u>
Beginning fund balance			<u>5,751,418</u>	
Ending Fund Balance			<u>\$ 7,041,997</u>	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

AUSTIN COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND
For the Year Ended September 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Revenues				
Property taxes	\$ 1,590,883	\$ 1,590,883	\$ 1,598,321	\$ 7,438
Permits and licenses	734,000	734,000	793,576	59,576
Fines and forfeitures	130,000	130,000	147,386	17,386
Interest	6,001	6,001	5,510	(491)
Miscellaneous	15,150	15,150	32,281	17,131
Total Revenues	<u>2,476,034</u>	<u>2,476,034</u>	<u>2,577,074</u>	<u>101,040</u>
Expenditures				
Current:				
Public transportation	2,476,034	2,476,034	2,175,331	300,703
Debt service:				
Principal	-	-	25,416	(25,416)
Interest and fiscal agent fees	-	-	4,344	(4,344)
Total Expenditures	<u>2,476,034</u>	<u>2,476,034</u>	<u>2,205,091</u>	<u>270,943</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	371,983	<u>\$ 371,983</u>
Beginning fund balance			<u>1,859,528</u>	
Ending Fund Balance			<u>\$ 2,231,511</u>	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

AUSTIN COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LATERAL ROAD AND BRIDGE FUND
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 1,919,862	\$ 1,919,862	\$ 1,939,780	\$ 19,918
Licenses and permits	-	-	44,699	44,699
Intergovernmental	26,000	26,000	30,820	4,820
Interest income	4,000	4,000	4,824	824
Miscellaneous	8,000	8,000	208,708	200,708
Total Revenues	<u>1,957,862</u>	<u>1,957,862</u>	<u>2,228,831</u>	<u>270,969</u>
Expenditures				
Current:				
Public transportation	1,957,862	2,757,862	2,462,493	295,369
Debt service:				
Principal	-	-	103,330	(103,330)
Interest and fiscal agent fees	-	-	8,086	(8,086)
Capital outlay	-	-	176,203	(176,203)
Total Expenditures	<u>1,957,862</u>	<u>2,757,862</u>	<u>2,750,112</u>	<u>7,750</u>
Excess (Deficiency) of Revenues (Under) Expenditures	<u>-</u>	<u>(800,000)</u>	<u>(521,281)</u>	<u>278,719</u>
Other Financing Sources (Uses)				
Capital leases	-	-	176,203	176,203
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>176,203</u>	<u>176,203</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (800,000)</u>	<u>(345,078)</u>	<u>\$ 454,922</u>
Beginning fund balance			<u>2,695,349</u>	
Ending Fund Balance			<u>\$ 2,350,271</u>	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- * 2. Expenditures exceeded appropriations at the legal level of control

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AUSTIN COUNTY, TEXAS
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
For the Year Ended September 30, 2014

The County's annual covered payroll and pension costs are actuarially valued on a calendar year basis. Because the County makes all the annually required contributions, no net pension obligation (NPO) exists. The information presented below represents the County's schedule of funding progress.

Fiscal Year	<u>2014</u>	<u>2013</u>	<u>2012</u>
Actuarial Valuation Date	12/31/2013	12/31/2012	12/31/2011
Actuarial Value of Assets	\$ 19,005,599	\$ 17,601,883	\$ 17,042,023
Actuarial Accrued Liability	\$ 21,034,808	\$ 19,779,866	\$ 19,197,702
Percentage Funded	90.35%	88.99%	88.77%
Unfunded Actuarial Accrued Liability (UAAL)	\$ 2,029,209	\$ 2,177,983	\$ 2,155,679
Annual Covered Payroll	\$ 6,652,456	\$ 6,328,404	\$ 6,156,098
UAAL % of Covered Payroll	30.50%	34.42%	35.02%
Net Pension Obligation (NPO)			
at the Beginning of Period	\$ -	\$ -	\$ -
Annual Req. Contrib. (ARC)	617,625	566,186	525,072
Contributions Made	617,625	566,186	525,072
NPO at the End of Period	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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***COMBINING STATEMENTS
AND SCHEDULES***

AUSTIN COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
CERTIFICATES OF OBLIGATION SERIES 2007
For the Year Ended September 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenue				
Property taxes	\$ 456,642	\$ 456,642	\$ 461,532	\$ 4,890
Interest	-	-	557	557
Total Revenues	<u>456,642</u>	<u>456,642</u>	<u>462,089</u>	<u>5,447</u>
Expenditures				
Current:				
Debt service:				
Principal	320,000	320,000	320,000	-
Interest and fiscal agent fees	136,642	136,642	130,595	6,047
Total Expenditures	<u>456,642</u>	<u>456,642</u>	<u>450,595</u>	<u>6,047</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	11,494	<u>\$ 11,494</u>
Beginning fund balance			<u>394,981</u>	
Ending Fund Balance			<u>\$ 406,475</u>	

Notes to Other Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

AUSTIN COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
TAX ROAD BONDS SERIES 2009
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Property taxes	\$ 439,457	\$ 439,457	\$ 443,432	\$ 3,975
Interest	5,662	5,662	593	(5,069)
Total Revenues	445,119	445,119	444,025	(1,094)
Expenditures				
Current:				
Debt service:				
Principal	220,000	220,000	220,000	-
Interest and fiscal agent fees	225,119	225,119	225,019	100
Total Expenditures	445,119	445,119	445,019	100
Net Change in Fund Balance	\$ -	\$ -	(994)	\$ (994)
Beginning fund balance			332,338	
Ending Fund Balance			\$ 331,344	

Notes to Other Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

AUSTIN COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 1 of 4)
September 30, 2014

		<u>Special Revenue Funds</u>			
		<u>2007 PSIC Grant</u>	<u>Abandoned Vehicles</u>	<u>ARRA JAG Grant</u>	<u>CDA Law Enforcement</u>
<u>Assets</u>					
Cash and cash equivalents		\$ (70,769)	\$ 1,015	\$ 320	\$ 149,551
Receivables, net		214,907	-	-	-
Due from other funds		-	-	-	-
Total Assets		<u>\$ 144,138</u>	<u>\$ 1,015</u>	<u>\$ 320</u>	<u>\$ 149,551</u>
<u>Liabilities</u>					
Accounts payable		\$ -	\$ -	\$ -	\$ -
Due to other funds		0	-	-	-
Total Liabilities		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balances</u>					
Restricted		144,138	1,015	320	149,551
Total Fund Balances		<u>144,138</u>	<u>1,015</u>	<u>320</u>	<u>149,551</u>
Total Liabilities and Fund Balances		<u>\$ 144,138</u>	<u>\$ 1,015</u>	<u>\$ 320</u>	<u>\$ 149,551</u>

Special Revenue Funds

<u>CC & DC Technology</u>	<u>Collection Fee/Estray</u>	<u>County and Lateral Road</u>	<u>Courthouse Security</u>	<u>Reporter Service</u>	<u>CDA Hot Check</u>
\$ 2,200	\$ 1,115	\$ -	\$ 141,356	\$ 36,185	\$ (62)
90	-	-	720	285	183
-	-	-	140	93	1
<u>\$ 2,290</u>	<u>\$ 1,115</u>	<u>\$ -</u>	<u>\$ 142,216</u>	<u>\$ 36,563</u>	<u>\$ 122</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,793
-	-	-	-	-	-
-	-	-	-	-	<u>1,793</u>
<u>2,290</u>	<u>1,115</u>	<u>-</u>	<u>142,216</u>	<u>36,563</u>	<u>(1,671)</u>
<u>2,290</u>	<u>1,115</u>	<u>-</u>	<u>142,216</u>	<u>36,563</u>	<u>(1,671)</u>
<u>\$ 2,290</u>	<u>\$ 1,115</u>	<u>\$ -</u>	<u>\$ 142,216</u>	<u>\$ 36,563</u>	<u>\$ 122</u>

AUSTIN COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 2 of 4)
September 30, 2014

Special Revenue Funds				
	CDA Forfeiture	Donations LEPC	E-Waste Collection	EMS/ Special
<u>Assets</u>				
Cash and cash equivalents	\$ 11,439	\$ 1,873	\$ (2,704)	\$ 41,487
Receivables, net	-	-	-	-
Due from other funds	-	-	3,000	-
Total Assets	\$ 11,439	\$ 1,873	\$ 296	\$ 41,487
<u>Liabilities</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Total Liabilities	-	-	-	-
<u>Fund Balances</u>				
Restricted	11,439	1,873	296	41,487
Total Fund Balances	11,439	1,873	296	41,487
Total Liabilities and Fund Balances	\$ 11,439	\$ 1,873	\$ 296	\$ 41,487

Special Revenue Funds

Environmental	Estray	Indigent Healthcare	Justice Court Building Security	Justice Court Technology	Juvenile Probation Parental Support
\$ 4,128	\$ 5,425	\$ 2,737	\$ 33,503	\$ 46,493	\$ 6,102
-	-	-	-	-	-
-	-	895	-	-	-
<u>\$ 4,128</u>	<u>\$ 5,425</u>	<u>\$ 3,632</u>	<u>\$ 33,503</u>	<u>\$ 46,493</u>	<u>\$ 6,102</u>
\$ -	\$ -	\$ 3,629	\$ -	\$ 2,159	\$ -
-	-	-	-	-	-
-	-	3,629	-	2,159	-
4,128	5,425	3	33,503	44,334	6,102
<u>4,128</u>	<u>5,425</u>	<u>3</u>	<u>33,503</u>	<u>44,334</u>	<u>6,102</u>
<u>\$ 4,128</u>	<u>\$ 5,425</u>	<u>\$ 3,632</u>	<u>\$ 33,503</u>	<u>\$ 46,493</u>	<u>\$ 6,102</u>

AUSTIN COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 3 of 4)
September 30, 2014

Special Revenue Funds				
	Law Library	POD Grant	Records Management County	Records Management Fees
<u>Assets</u>				
Cash and cash equivalents	\$ 467	\$ 6,650	\$ 8,858	\$ 40,797
Receivables, net	-	-	838	4,471
Due from other funds	588	-	172	382
Total Assets	\$ 1,055	\$ 6,650	\$ 9,868	\$ 45,650
<u>Liabilities</u>				
Accounts payable	\$ 1,047	\$ -	\$ -	\$ 174
Due to other funds	-	-	-	-
Total Liabilities	1,047	-	-	174
<u>Fund Balances</u>				
Restricted	8	6,650	9,868	45,476
Total Fund Balances	8	6,650	9,868	45,476
Total Liabilities and Fund Balances	\$ 1,055	\$ 6,650	\$ 9,868	\$ 45,650

Special Revenue Funds

Sheriff's Forfeiture	Special Donations/ Sheriff	Special Library Knox Library	Special Library W.E. Library	Tax Increment Finance Zone No. 1
\$ 236,189	\$ 555	\$ 22,172	\$ 9,640	\$ -
-	-	-	-	-
-	-	-	-	-
<u>\$ 236,189</u>	<u>\$ 555</u>	<u>\$ 22,172</u>	<u>\$ 9,640</u>	<u>\$ -</u>
\$ -	\$ 89	\$ 149	\$ 700	\$ -
-	-	-	-	-
-	89	149	700	-
236,189	466	22,023	8,940	-
236,189	466	22,023	8,940	-
<u>\$ 236,189</u>	<u>\$ 555</u>	<u>\$ 22,172</u>	<u>\$ 9,640</u>	<u>\$ -</u>

AUSTIN COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 4 of 4)
September 30, 2014

Special Revenue Funds			
	Capital Fund Grant	Tobacco Litigation/ Settlement	Traffic Fees/ Justice Court
<u>Assets</u>			
Cash and cash equivalents	\$ -	\$ 70,968	\$ 21,289
Receivables, net	64,788	-	-
Due from other funds	-	-	3
Total Assets	\$ 64,788	\$ 70,968	\$ 21,292
<u>Liabilities</u>			
Accounts payable	\$ 14,788	\$ -	\$ -
Due to other funds	-	-	-
Total Liabilities	14,788	-	-
<u>Fund Balances</u>			
Restricted	50,000	70,968	21,292
Total Fund Balances	50,000	70,968	21,292
Total Liabilities and Fund Balances	\$ 64,788	\$ 70,968	\$ 21,292

<u>Special Revenue</u>		<u>Debt Service</u>		<u>Total Nonmajor Governmental Funds</u>
<u>Video/Court Costs</u>	<u>Juvenile Case Management</u>	<u>Certificates of Obligation Series 2007</u>	<u>Tax Road Bonds Series 2009</u>	
\$ 6,293	\$ 83,689	\$ 406,475	\$ 331,344	\$ 1,656,780
5	-	-	-	286,287
21	10	-	-	5,305
<u>\$ 6,319</u>	<u>\$ 83,699</u>	<u>\$ 406,475</u>	<u>\$ 331,344</u>	<u>\$ 1,948,372</u>
\$ -	\$ -	\$ -	\$ -	\$ 24,528
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,528</u>
6,319	83,699	406,475	331,344	1,923,844
6,319	83,699	406,475	331,344	1,923,844
<u>\$ 6,319</u>	<u>\$ 83,699</u>	<u>\$ 406,475</u>	<u>\$ 331,344</u>	<u>\$ 1,948,372</u>

AUSTIN COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 1 of 4)
For the Year Ended September 30, 2014

<u>Special Revenue Funds</u>				
	<u>2007 PSIC Grant</u>	<u>Abandoned Vehicles</u>	<u>ARRA JAG Grant</u>	<u>CDA Law Enforcement</u>
Revenues				
Charges for services	-	-	\$ -	\$ 91,959
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	-	-	-	137
Miscellaneous	-	-	-	13,140
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>105,236</u>
Expenditures				
Current:				
General administration	-	-	-	-
Judicial	-	-	-	-
Legal	-	-	-	-
Public safety	-	-	-	37,158
Health and welfare	-	-	-	-
Conservation	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal agent fees	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,158</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,078</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers (out)	0	-	-	-
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,078</u>
Beginning fund balances	144,138	1,015	320	81,473
Ending Fund Balances	<u>\$ 144,138</u>	<u>\$ 1,015</u>	<u>\$ 320</u>	<u>\$ 149,551</u>

Special Revenue Funds

<u>CC & DC Technology</u>	<u>Collection Fee/Estray</u>	<u>County and Lateral Road</u>	<u>Courthouse Security</u>	<u>Reporter Service</u>	<u>CDA Hot Check</u>
\$ 1,559	\$ -	\$ -	\$ 31,000	\$ 5,472	\$ 58,029
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	6
-	-	-	-	-	-
<u>1,559</u>	<u>-</u>	<u>-</u>	<u>31,000</u>	<u>5,472</u>	<u>58,035</u>
-	-	-	-	-	-
-	-	-	-	4,307	-
-	-	-	-	-	69,358
-	-	-	48,926	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>48,926</u>	<u>4,307</u>	<u>69,358</u>
<u>1,559</u>	<u>-</u>	<u>-</u>	<u>(17,926)</u>	<u>1,165</u>	<u>(11,323)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,559	-	-	(17,926)	1,165	(11,323)
<u>731</u>	<u>1,115</u>	<u>-</u>	<u>160,142</u>	<u>35,398</u>	<u>9,652</u>
<u>\$ 2,290</u>	<u>\$ 1,115</u>	<u>\$ -</u>	<u>\$ 142,216</u>	<u>\$ 36,563</u>	<u>\$ (1,671)</u>

AUSTIN COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 2 of 4)
For the Year Ended September 30, 2014

<u>Special Revenue Funds</u>				
	<u>CDA Forfeiture</u>	<u>Donations LEPC</u>	<u>E-Waste Collection</u>	<u>EMS/ Special</u>
Revenues				
Charges for services	\$ -	\$ -	\$ 31,133	\$ 2,755
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeitures	1,024	-	-	-
Investment income	22	-	-	-
Miscellaneous	-	-	266	7,537
Total Revenues	<u>1,046</u>	<u>-</u>	<u>31,399</u>	<u>10,292</u>
Expenditures				
Current:				
General administration	-	-	-	-
Judicial	-	-	-	-
Legal	-	-	-	-
Public safety	8,638	-	-	3,432
Health and welfare	-	-	-	-
Conservation	-	-	31,087	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal agent fees	-	-	-	-
Total Expenditures	<u>8,638</u>	<u>-</u>	<u>31,087</u>	<u>3,432</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,592)</u>	<u>-</u>	<u>312</u>	<u>6,860</u>
Other Financing Sources (Uses)				
Transfers in	-	-	3,000	-
Transfers (out)	-	-	-	-
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Net Change in Fund Balances	<u>(7,592)</u>	<u>-</u>	<u>3,312</u>	<u>6,860</u>
Beginning fund balances	<u>19,031</u>	<u>1,873</u>	<u>(3,016)</u>	<u>34,627</u>
Ending Fund Balances	<u>\$ 11,439</u>	<u>\$ 1,873</u>	<u>\$ 296</u>	<u>\$ 41,487</u>

Special Revenue Funds

Environmental	Estray	Indigent Healthcare	Justice Court Building Security	Justice Court Technology	Juvenile Probation Parental Support
\$ 1,213	\$ 3,380	\$ -	\$ 7,095	\$ 27,048	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	200
-	-	-	-	-	4
-	-	83	-	-	-
<u>1,213</u>	<u>3,380</u>	<u>83</u>	<u>7,095</u>	<u>27,048</u>	<u>204</u>
-	-	-	-	-	-
-	-	85,857	1,200	19,982	13,338
-	-	-	-	-	-
-	5,220	-	-	-	-
-	-	-	-	-	-
500	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>500</u>	<u>5,220</u>	<u>85,857</u>	<u>1,200</u>	<u>19,982</u>	<u>13,338</u>
713	(1,840)	(85,774)	5,895	7,066	(13,134)
-	-	77,720	-	-	-
-	-	-	-	-	-
-	-	77,720	-	-	-
713	(1,840)	(8,054)	5,895	7,066	(13,134)
<u>3,415</u>	<u>7,265</u>	<u>8,057</u>	<u>27,608</u>	<u>37,268</u>	<u>19,236</u>
<u>\$ 4,128</u>	<u>\$ 5,425</u>	<u>\$ 3</u>	<u>\$ 33,503</u>	<u>\$ 44,334</u>	<u>\$ 6,102</u>

AUSTIN COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 3 of 4)
For the Year Ended September 30, 2014

	<u>Special Revenue Funds</u>			
	<u>Law Library</u>	<u>POD Grant</u>	<u>Records Management County</u>	<u>Records Management Fees</u>
Revenues				
Charges for services	\$ 41,436	\$ -	\$ 15,659	\$ 52,345
Property taxes	-	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	-	-	-	28
Miscellaneous	-	-	-	-
Total Revenues	<u>41,436</u>	<u>-</u>	<u>15,659</u>	<u>52,373</u>
Expenditures				
Current:				
General administration	-	-	22,430	74,503
Judicial	-	-	-	-
Legal	21,413	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Conservation	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal agent fees	-	-	-	-
Total Expenditures	<u>21,413</u>	<u>-</u>	<u>22,430</u>	<u>74,503</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,023</u>	<u>-</u>	<u>(6,771)</u>	<u>(22,130)</u>
Other Financing Sources (Uses)				
Transfers in	280	-	-	-
Transfers (out)	-	-	-	-
Total Other Financing (Uses)	<u>280</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	20,303	-	(6,771)	(22,130)
Beginning fund balances	(20,295)	6,650	16,639	67,606
Ending Fund Balances	<u>\$ 8</u>	<u>\$ 6,650</u>	<u>\$ 9,868</u>	<u>\$ 45,476</u>

Special Revenue Funds

Sheriff's Forfeiture	Special Donations/ Sheriff	Special Library Knox Library	Special Library W.E. Library	Tax Increment Finance Zone No. 1
\$ -	\$ 9,600	\$ -	\$ -	\$ -
-	-	-	-	22,630
-	-	-	-	-
496,533	-	-	-	-
244	-	13	-	-
-	-	4,343	5,921	-
<u>496,777</u>	<u>9,600</u>	<u>4,356</u>	<u>5,921</u>	<u>22,630</u>
-	-	-	-	22,630
-	-	-	-	-
-	-	-	-	-
350,426	12,860	-	-	-
-	-	4,070	7,018	-
-	-	-	-	-
-	-	-	-	-
<u>350,426</u>	<u>12,860</u>	<u>4,070</u>	<u>7,018</u>	<u>22,630</u>
<u>146,351</u>	<u>(3,260)</u>	<u>286</u>	<u>(1,097)</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
146,351	(3,260)	286	(1,097)	-
89,838	3,726	21,737	10,037	-
<u>\$ 236,189</u>	<u>\$ 466</u>	<u>\$ 22,023</u>	<u>\$ 8,940</u>	<u>\$ -</u>

AUSTIN COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 4 of 4)
For the Year Ended September 30, 2014

	Special Revenue Funds		
	Capital Fund Grant	Tobacco Litigation/ Settlement	Traffic Fees/ Justice Court
Revenues			
Charges for services	\$ -	\$ -	\$ 18,285
Property taxes			
Intergovernmental	-	-	-
Fines and forfeitures	-	21,705	-
Investment income	-	57	-
Miscellaneous	-	-	-
Total Revenues	-	21,762	18,285
Expenditures			
Current:			
General administration	-	-	-
Judicial	-	39,101	-
Legal	-	-	-
Public safety	-	-	9,425
Health and welfare	-	-	-
Conservation	-	-	-
Debt service:			
Principal	-	-	-
Interest and fiscal agent fees	-	-	-
Total Expenditures	-	39,101	9,425
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(17,339)	8,860
Other Financing Sources (Uses)			
Transfers in	-	-	-
Transfers (out)	-	-	-
Total Other Financing (Uses)	-	-	-
Net Change in Fund Balances	-	(17,339)	8,860
Beginning fund balances	50,000	88,307	12,432
Ending Fund Balances	\$ 50,000	\$ 70,968	\$ 21,292

<u>Special Revenue</u>		<u>Debt Service</u>		<u>Total</u>
<u>Video/Court</u>	<u>Juvenile</u>	<u>Certificates</u>	<u>Tax Road</u>	<u>Nonmajor</u>
<u>Costs</u>	<u>Case</u>	<u>of Obligation</u>	<u>Bonds</u>	<u>Governmental</u>
	<u>Management</u>	<u>Series 2007</u>	<u>Series 2009</u>	<u>Funds</u>
\$ 481	\$ -	\$ -	\$ -	\$ 398,449
-	-	461,532	443,432	927,594
-	1,966	-	-	-
-	-	557	593	521,428
-	-	-	-	1,661
481	1,966	462,089	444,025	31,290
				1,880,422
-	-	-	-	119,563
581	-	-	-	164,366
-	-	-	-	90,771
-	-	-	-	476,085
-	-	-	-	11,088
-	-	-	-	31,587
-	-	320,000	220,000	540,000
-	-	130,595	225,019	355,614
581	-	450,595	445,019	1,789,074
(100)	1,966	11,494	(994)	91,348
-	-	-	-	81,000
-	-	-	-	-
-	-	-	-	81,000
(100)	1,966	11,494	(994)	172,348
6,419	81,733	394,981	332,338	1,751,496
\$ 6,319	\$ 83,699	\$ 406,475	\$ 331,344	\$ 1,923,844

AUSTIN COUNTY, TEXAS
COMBINING STATEMENT OF NET POSITION
FIDUCIARY FUNDS
September 30, 2014

	<u>Juvenile Probation State</u>	<u>Drainage District No. 1</u>	<u>Court Costs</u>	<u>Bellville ISD Truancy</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 51,724	\$ 61,359	\$ 194,317	\$ 190
Receivables	30,168	-	7,297	-
Total Assets	<u>\$ 81,892</u>	<u>\$ 61,359</u>	<u>\$ 201,614</u>	<u>\$ 190</u>
<u>Liabilities</u>				
Accounts payable	\$ 81,892	\$ -	\$ 171,660	\$ -
Due to others	-	61,359	29,954	190
Total Liabilities	<u>\$ 81,892</u>	<u>\$ 61,359</u>	<u>\$ 201,614</u>	<u>\$ 190</u>

See Notes to Financial Statements.

<u>Sealy ISD Truancy</u>	<u>New Ulm WWTR Rehabilitation</u>	<u>County Officer Monies</u>	<u>Total Fiduciary Funds</u>
\$ 126	\$ -	\$ 1,778,150	\$ 2,085,866
-	-	-	37,465
<u>\$ 126</u>	<u>\$ -</u>	<u>\$ 1,778,150</u>	<u>\$ 2,123,331</u>
\$ -	\$ -	\$ -	\$ 253,552
126	-	1,778,150	1,869,779
<u>\$ 126</u>	<u>\$ -</u>	<u>\$ 1,778,150</u>	<u>\$ 2,123,331</u>

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