

***GUADALUPE COUNTY, TEXAS***

***COMPREHENSIVE ANNUAL  
FINANCIAL REPORT***

***FISCAL YEAR ENDED  
SEPTEMBER 30, 2010***

DEPARTMENT ISSUING REPORT

Guadalupe County Auditor's Office  
Kristen Klein, County Auditor



GUADALUPE COUNTY, TEXAS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

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March 9, 2011

The Honorable Dwight E. Peschel, Judge, 25<sup>th</sup> Judicial District Court  
The Honorable W.C. Kirkendall, Judge, 2<sup>nd</sup> 25<sup>th</sup> Judicial District Court  
The Honorable Gary Steel, Judge, 274<sup>th</sup> Judicial District Court  
Honorable County Commissioners' Court  
    Mike Wiggins, County Judge  
    Roger K. Baenziger, County Commissioner, Precinct 1  
    Kyle Kutscher, County Commissioner, Precinct 2  
    Jim Wolverton, County Commissioner, Precinct 3  
    Judy Cope, County Commissioner, Precinct 4

Dear Judges and Commissioners:

The County Auditor's office is pleased to present the Comprehensive Annual Financial Report (CAFR) of the County of Guadalupe, Texas, (County) for the fiscal year ended September 30, 2010. The accompanying financial statements were prepared in accordance with generally accepted accounting principles (GAAP) as promulgated by the Government Accounting Standards Board (GASB) and this report submitted is in compliance with Section 114.025, Vernon's Texas Codes Annotated (V.T.C.A.), Local Government Code which requires a complete set of audited financial statements annually.

The purpose of this report is to provide the District Judges of Guadalupe County, the Guadalupe County Commissioners' Court, citizens, representatives of financial institutions and others with detailed information concerning the financial condition and performance of the County. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County.

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that those objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefit likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management. We believe that the information presented is accurate in all material respects and reported in a manner designed to show the financial position and operating results of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have also been included.

Armstrong, Vaughan, & Associates, P.C., a firm of licensed certified public accountants, has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the County, for the fiscal year ended September 30, 2010, are free of material misstatement. The examination was conducted in accordance with generally accepted governmental auditing standards. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; assessing the accounting principles used; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unqualified ("clean") opinion that the County's financial statements for the fiscal year ended September 30, 2010 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Immediately following the independent auditors report is a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The independent audit of the financial statements of the County was part of the broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and legal requirements involving the administration of federal awards. These reports are included in the Single Audit section of this report.

#### Profile of Guadalupe County

Guadalupe County is located approximately one hundred miles inland from the Gulf of Mexico in south central Texas and is bounded by Comal, Hays, Caldwell, Gonzales, Wilson, and Bexar counties and is a component of the "San Antonio Area Metropolitan Statistical Area" (MSA) by the Texas Comptroller of Public Accounts. The County covers 715 square miles of flat to rolling terrain with local depressions and escarpments, and its elevation ranges from 450 to 800 feet above sea level. The area has a mild subtropical climate, with temperatures ranging from an average high of 96° in July and an average low of 42° in January.



**History.** The central Texas region, including Guadalupe County, has supported human habitation for several thousand years. Archaeologists believe some of the artifacts found in the area to be from the Archaic Period (ca. 5000 B.C. to 500 A.D.); other pieces are more recent, dating from 1200 to 1500 A.D. Indian tribes in the area included the Karankawas, Tonkawas, Comanches, and Lipan Apaches.

Guadalupe County takes its name from the Guadalupe River, which Alonso de Leon named in 1689 in honor of the Lady of Guadalupe depicted on his standard. In 1838 a group of former Texas Rangers and other settlers founded the community of Walnut Springs, which changed its name to Seguin in 1839 to honor Juan Nepumocemo Seguin, a hero in the Texas Revolution, who had served as mayor of San Antonio and had been a senator for the Republic of Texas. When Texas became part of the Union in 1846, the Texas legislature established Guadalupe County from parts of Bexar and Gonzales counties with Seguin as its county seat.

**Population.** The County population has grown significantly since 1850. In 1850 the U.S. Census Bureau shows the County population at 1511, by 1900 the population had grown to 21,835, and in 2000 the population was 89,023 and the 2010 population is 131,553. The increased growth is evident in the increased demand for service at the county level.

**Highway System.** The County is traversed, along its northwestern border, by Interstate Highway 35 and bisected centrally by Interstate Highway 10 (east to west). US highway 90 and US Highway 90A both branch off Interstate Highway 10 in Seguin and continue eastward to the county line toward Luling and Gonzales, respectively. Additionally, the County has two major state highways (State Highway 46 and State Highway 123) that both bisect the County (north to south). Currently under construction with an estimated completion date of 2012, is State Highway 130, a toll road, which is meant to divert traffic on Interstate Highway 35 around Austin. State Highway 130 begins in Georgetown and travels east of Austin, coming into Guadalupe County on the northeast boundary and connecting to Interstate Highway 10 east of Seguin.

**Governmental Entity.** Guadalupe County is a public corporation and political subdivision of the State of Texas. The county seat is the City of Seguin. The general governing body of the County is an elected five-member Commissioners' Court (Court) in accordance with Article 5, Paragraph 18 of the Texas Constitution. The Court is comprised of the County Judge, who is the presiding officer, and four Commissioners. The County Judge is elected at large to serve a four-year term. Commissioners serve four-year staggered terms, two members elected every two years.

The Court, which generally meets three times per month, sets the calendar for regularly scheduled commissioners court dates on an annual basis. This calendar is available from the County Judge's office or from the County Clerk.

The Court sets the tax rate, approves contracts for the County, and adopts the County budget within the resources as estimated by the County Auditor. The Court is also responsible for development of policies, approves financial commitments, and makes appointments of various department heads. The management and leadership provided by members of the Court, and elected and appointed officials of other departments, is crucial to the success of the County's financial management and growth.

The County Auditor has responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing and approving" all disbursements from County funds prior to their submission to the Commissioners' Court for approval. The district judges of Guadalupe County appoint the County Auditor for a two-year term.

The County serves a population based on the 2010 census of 131,533 and provides many varied services for the public it serves. These services include, but are not limited to, the operation of the district, county and justices of the peace judicial systems, voting operations for national, state and some local elections, maintenance on and construction of county owned roads and bridges, recording functions relating to property rights and vital statistics, operation of law enforcement agencies (sheriff and constables), operation of the county jail, property tax collections for multiple agencies and general governmental administration. The County, while not directly providing the service, does provide funding for Emergency Medical Services (EMS), Volunteer Fire Departments, and Libraries.

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Judge during May each year. The County Judge, whom is the budget officer for the County, then uses these requests as the starting point for developing the County Judge's Recommended Budget. This budget is presented to the County Commissioners for their review. From the County Judge's Recommended Budget, the County Commissioners and the County Judge prepare the proposed budget which is filed with the County Clerk. The Court then holds the public hearings on the proposed budget. The County is required to adopt a final budget by the first day of the new fiscal year. The appropriated budget is prepared by fund, department, and

budget summary (personnel, operations, and capital outlay). The Court approves the budget on a summary line basis with any changes to personnel or capital outlay required to be approved by commissioners' court. A more detailed, line item, budget is included with the adopted budget for informational purposes.

Budget-to-actual comparisons are provided in this report for each individual government fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the Supplemental Nonmajor Governmental Funds subsection of this report.

#### Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

**Cash management policies and practices.** The Court has adopted a formal investment policy for the County and has designated the County Treasurer as the County's investment officer. The general objectives set forth in the policy provide for financial security and optimum liquidity of County funds while achieving the maximum yield on funds invested and maximum levels of invested funds.

The County's policy further seeks to maximize interest yield in light of the above. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held in the County's name at the financial institution's trust department. All the deposits and investments held by the County at September 30, 2010 are properly collateralized or are invested in TexPool or TexasCLASS.

**Risk Management.** The County provides for the management of risks through a combination of self-insurance and traditional insurance. The County insures through private carriers against catastrophic losses to its infrastructure and certain major items of personal property. Items so insured include buildings and contents, data media and valuable papers.

The County has elected to self-insure against risks from claim health and dental insurance. Third-party coverage is currently maintained to protect against excess and/or catastrophic loss.

The current claims for workers' compensation are covered under a pooled policy through the Texas Association of Counties. Claims prior to January 2008 are processed by the Texas Association of Counties but paid directly by the County as part of the previous self-insurance program.

**Pension and other post employment benefits.** The County provides retirement, disability, and death benefits for all of its regular employees through a nontraditional, joint-contributory, defined contribution pension plan in the statewide Texas County and District Retirement System (TCDRS).

The County, within the options available in the state statutes governing TCDRS, adopts specific plan provisions. Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer financed monetary credits. The level of these monetary credits is adopted within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed. The employer contributed using the actuarially determined rate of 9.08% for the calendar year 2009, and 9.47% for the calendar year 2010. The contribution rate payable by the employee members for 2009 and 2010 is the rate of 7% as adopted by the governing body of the employer (Guadalupe County).

Guadalupe County makes available post-retirement group health benefits to retired eligible employees eligible to draw monthly retirement checks from TCDRS and who applied to TCDRS for benefits. Currently the retired employee pays the COBRA rates, but this is subject to change and Guadalupe County is under no

legal obligation to supplement, directly or indirectly, the retiree health coverage, and the decision to rescind these benefits may be made by the Commissioners Court at any time.

Additional information on Guadalupe County's pension arrangements and postemployment benefits can be found in the notes G and I respectively, in the notes to the financial statement.

**Local economy.** The County is transitioning from a primarily rural community to a suburban community servicing the San Antonio/Austin corridor. The population has grown by an estimated 36% since the 2000 census and by 87% since the 1990 census. Most of the large-scale growth has been in the northwestern region of the County, primarily in the cities of Schertz and Cibolo. However, homebuilding in this area has slowed in the past two years.

There had been double-digit growth in sales tax revenue years past, however for the past three years sales tax has shown no growth, and remained flat. The half-cent (.005) County sales tax adopted by the voters of the County directly reduces the County property taxes.

While Guadalupe County has had an increase in the unemployment rate, it has not been as severe as other areas of the State of Texas or the nation. In September 2010, Guadalupe County had an unemployment rate of 6.6% compared to the national rate of 9.6% and 8.1% for the State of Texas. While residential homebuilding did slow, major commercial construction projects, such a new Caterpillar plant and expansion project by Guadalupe Regional Medical Center, significantly contributed to the lower unemployment rate.

The economic outlook for Guadalupe County remains cautiously optimistic for the near future. In 2010, Caterpillar completed construction on a new plant that manufactures diesel engines and is projected to employ over 1,000 people. Additionally, the local hospital, Guadalupe Regional Medical Center is in the process of completing \$100 million expansion project nearly doubling its size. Additionally, the construction of the State toll road State Highway 130, which begins in Georgetown and will intersect with Interstate Highway 10 in Seguin, is scheduled to be completed in 2010. This additional infrastructure, which is intended to divert traffic on Interstate Highway 35 around Austin, should be additional economic growth to Guadalupe County.

**Acknowledgments.** The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Auditor's Office, and the professional services provide by our Independent Auditors, Armstrong, Vaughan & Associates, P.C. We also wish to commend the county officials, department heads, and all members of the departments who assisted and contributed to the preparation of this report. Furthermore, it is important to recognize the members of the Commissioners Court for their interest and support in planning and conducting the financial operations of the County. I should also like to thank the District Judges of Guadalupe County for their unwavering support, enabling this office to perform its duties in a responsible and progressive manner. I am very honored to serve the citizens of this County and work with the outstanding officials and employees that help make Guadalupe County one of the best in Texas.

**Request for information.** This financial report is designated to provide an overview of the County's finances for individuals who are interested in this information. Questions concerning any of the data provided in this report or requests for additional financial information should be addressed to the Guadalupe County Auditor, 307 W. Court, Suite 205, Seguin, Texas 78155.

Respectfully submitted,



Kristen Klein, CPA  
Guadalupe County Auditor



GUADALUPE COUNTY, TEXAS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

PRINCIPAL OFFICIALS

COUNTY JUDGE ..... MIKE WIGGINS  
COMMISSIONER, PRECINCT 1 ..... ROGER BAENZIGER  
COMMISSIONER, PRECINCT 2 ..... CESAREO GUADARRAMA III  
COMMISSIONER, PRECINCT 3 ..... JIM WOLVERTON  
COMMISSIONER, PRECINCT 4 ..... JUDY COPE  
COUNTY AUDITOR..... KRISTEN KLEIN  
COUNTY TREASURER.....LINDA DOUGLASS  
ASSESSOR-COLLECTOR OF TAXES ..... TAVIE MURPHY  
COUNTY CLERK ..... TERESA KIEL  
DISTRICT CLERK ..... DEBRA CROW  
SHERIFF..... ARNOLD ZWICKE  
COUNTY ROAD ADMINISTRATOR.....LARRY TIMMERMANN  
COUNTY ATTORNEY ..... ELIZABETH MURRAY-KOLB  
DISTRICT ATTORNEY ..... HEATHER MILLER  
COUNTY COURT-AT-LAW JUDGE..... LINDA Z. JONES  
COUNTY COURT-AT-LAW JUDGE NO. 2 .....FRANK FOLLIS

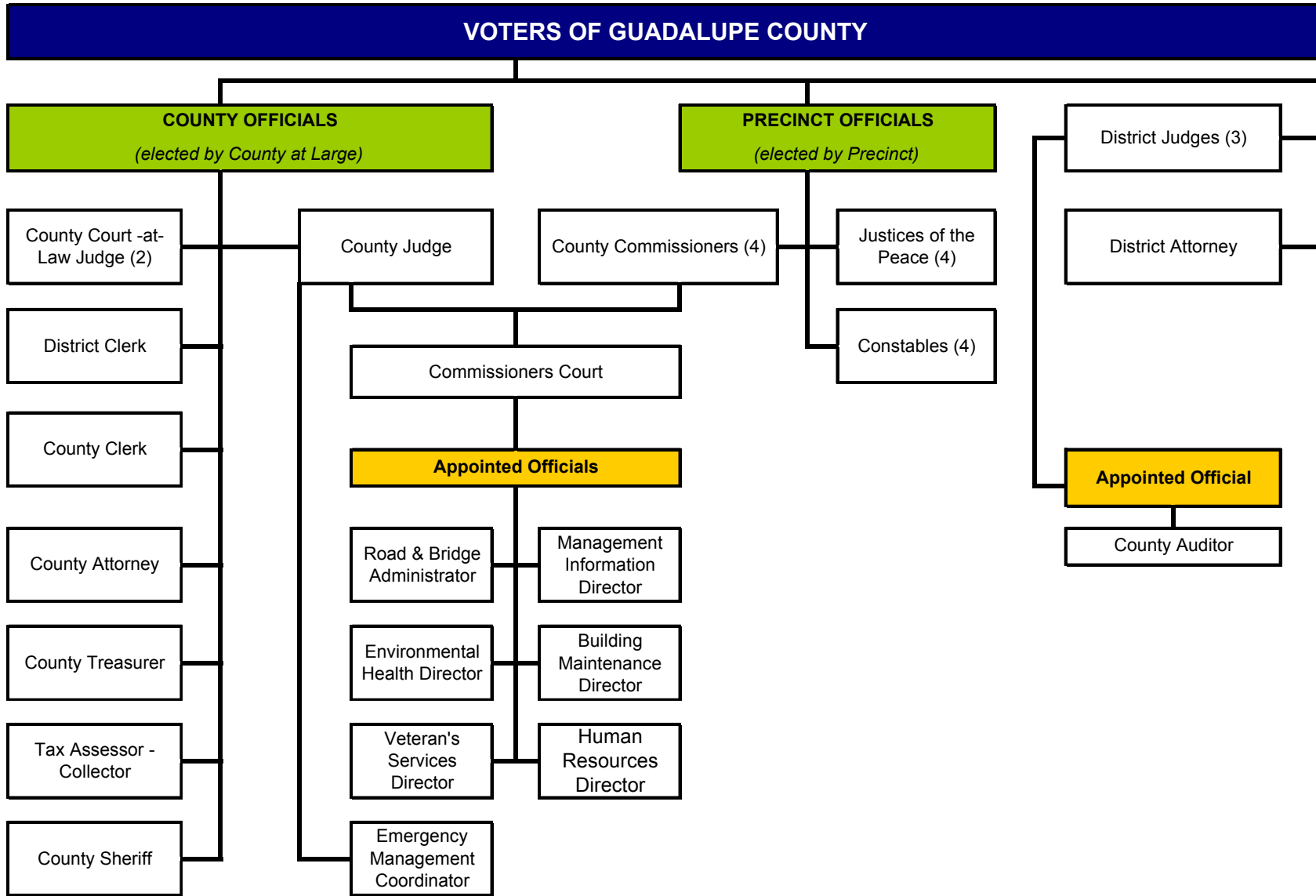
OFFICIAL ISSUING REPORT

COUNTY AUDITOR

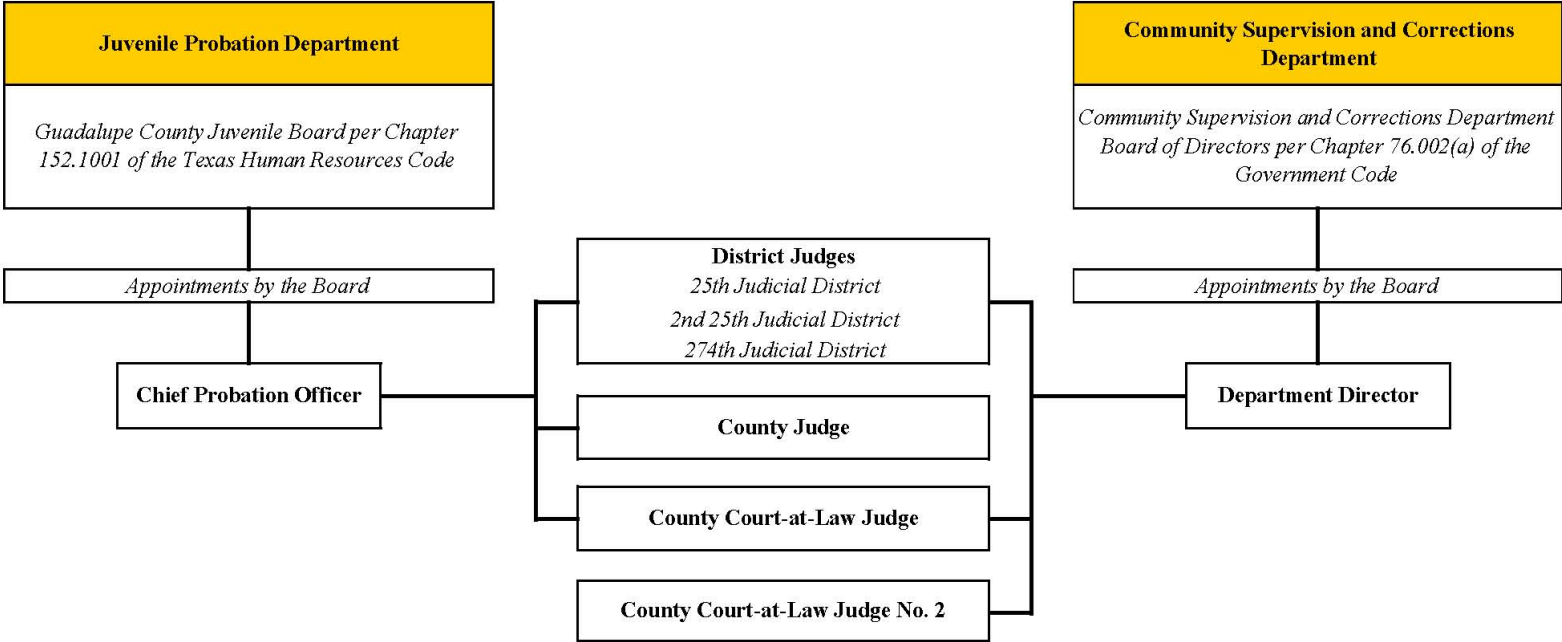




# GUADALUPE COUNTY ORGANIZATIONAL CHART



**SPECIALIZED LOCAL ENTITIES ORGANIZATIONAL CHART**



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## INDEPENDENT AUDITOR'S REPORT

The Honorable Judge and  
Members of the Commissioner's Court  
Guadalupe County, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Guadalupe County, Texas, as of and for the year ended September 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Guadalupe County, Texas', management. Our responsibility is to express an opinion 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Guadalupe County, Texas, as of September 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 09, 2011, on our consideration of Guadalupe County, Texas', internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison, infrastructure assets (roads) under the modified approach and schedule of funding progress information on pages 3 through 14 and 52 through 59 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Guadalupe County, Texas' financial statements as a whole. The introductory section, other supplementary information section, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The other supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.



Armstrong, Vaughan & Assoc., P.C.

March 09, 2011

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Guadalupe County, Texas (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended September 30, 2010. We encourage readers to consider the information presented here in conjunction with the accompanying transmittal letter, basic financial statements, and the accompanying notes to those financial statements.

### FINANCIAL HIGHLIGHTS

#### Highlights for Government-wide Financial Statements

The government-wide financial statements report financial information about the County as a whole using the economic resources measurement focus and accrual basis of accounting.

- The total government-wide assets of the County exceeded the liabilities at September 30, 2010 by \$63,406,155 (net assets), an increase from the previous year of 4%.
- Of this amount, \$256,729 is restricted for debt service, \$36,383,013 is invested in capital assets, net of related debt, and \$26,766,413 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- During the year, the County's expenses were \$45,818,214, which was \$2,580,676 less than the \$48,398,890 generated in taxes and other revenues for governmental activities.
- Total revenue from all sources was \$48.4 million. The primary revenue sources for governmental activities were property (ad valorem) taxes (\$30.5 million), charges for services (\$8.6 million), and sales tax (\$4.7 million). These three revenue sources accounted for 63.0%, 17.8%, and 9.7% respectively, or 90.5% of total governmental activities revenues.
- Total expenditures for governmental activities were \$45.8 million. The largest functional expenses were public safety (\$17.7 million), judicial (\$9.1 million), and general government (\$8.7 million).

#### Highlights for Fund Financial Statements

The fund financial statements report financial information about the County's major, or most significant funds, using the current financial resources measurement focus and modified accrual basis of accounting.

#### **Fund Balance**

- The County's General Fund reported a fund balance of \$13.0 million, an increase of \$182,350 from September 30, 2009.
- Of the total fund balance for General Fund (\$13.0 million), the unreserved fund balance of \$12.7 million equals 33% of the fiscal year 2010 total general fund original budget. The county's target budgetary fund balance is 25% to 33% (three to four months) of operating revenue. (A portion of the unreserved fund balance is planned to be used to reduce the property tax rate to offset the increase from the tax anticipation notes and to cover the cost of additional construction projects such as the remodeling of the County Administration Building and Courthouse.)

#### Highlights on Revenue

#### **Sales Tax**

- Sales tax collections for the fiscal year were \$4.7 million, which were minimally (less than one percent) higher than the previous year.

Note: January 1, 1988 the voters of Guadalupe County enacted a ½ cents (.005) sales and use tax for property tax relief. The county tax is collected in addition to state tax and any other local taxes (city, transit, and special purpose district) when applicable.

**Inmate Board Bills**

- Revenues from Inmate Board Bills (out of county paying inmates at the Adult Detention Facility) were \$2,475,000, which exceeded the original budget by \$775,000. The amount of funds received from inmate board bills in fiscal year 2009-2010 was \$382,000 less than fiscal year 2008-2009.

**Highlights on Long-term Debt**

LONG-TERM DEBT

- In February 2010 the County made its last payment on the 1999 Certificates of Obligation. The remaining debt is for the General Obligation Refunding Bonds Series 2005 and the Tax Notes Series 2009.
- The total principal amount of long term debt outstanding, for the two outstanding debt issues, was \$18,680,000 as of September 30, 2010.

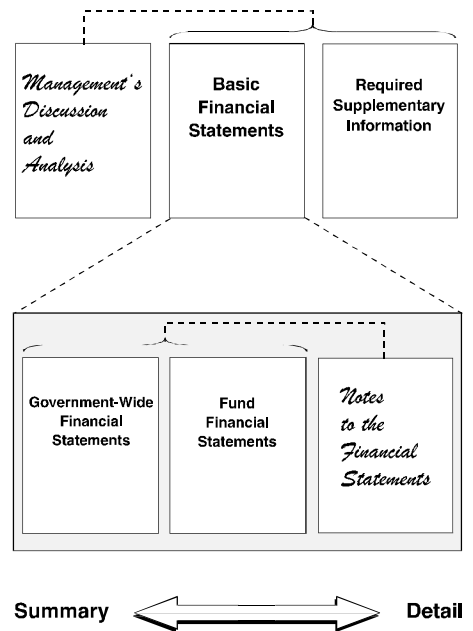
Note: More detailed information on long-term debt activity can be found in the notes to the financial statements (NOTE E – LONG-TERM DEBT).

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts—management’s discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County’s overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the County’s operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending.
- *Proprietary fund* statements offer *short- and long-term* financial information about the activities the government operates *like businesses*, such as self-funded employee medical insurance.

**Figure A-1, Required Components of the County’s Annual Financial Report**



*Fiduciary fund* statements provide information about the financial relationships in which the County acts solely as a *trustee or agent* for the benefit of others, to whom the resources in question belong

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Figure A-2 summarizes the major features of the County’s financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

**Figure A-2. Major Features of the County's Government-wide and Fund Financial Statements**

<b>Fund Statements</b>				
<i>Type of Statements</i>	Government-wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
<i>Scope</i>	Entire County's government (except fiduciary funds) and the County's component units	The activities of the County that are not proprietary or fiduciary	Activities the County operates similar to private businesses: self insurance	Instances in which the county is the trustee or agent for someone else's resources
<i>Required financial statements</i>	• Statement of net assets	• Balance Sheet	• Statement of net assets	• Statement of fiduciary net assets
	• Statement of activities	• Statement of revenues, expenditures & changes in fund balances	• Statement of revenues, expenses & changes in fund net assets • Statement of cash flows	Statement of changes in fiduciary net assets
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term, the Agency's funds do not currently contain capital assets, although they can
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter.	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

**Government-wide Statements**

The *government-wide financial statements* are designed to provide readers with a broad overview of the County’s finances, in a manner similar to a private-sector business. They present the financial picture of the County from an economic resource measurement focus using the accrual basis of accounting. These statements include all assets of the County (except for infrastructure) and all liabilities. Additionally, certain adjustments have occurred to eliminate interfund transactions.

The statement of net assets includes all of the government’s assets and liabilities. All of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County’s net assets and how they have changed. Net assets—the difference between the County’s assets and liabilities—is one way to measure the County’s financial health or *position*.

- Over time, increases or decreases in the County’s net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County, one needs to consider additional nonfinancial factors such as changes in the County’s tax base.

The government-wide financial statements of the County include the *Governmental activities*. Most of the County’s basic services are included here, such as general government, judicial, public safety, infrastructure, etc. Property taxes and charges for services finance most of these activities.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the County’s most significant *funds*—not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The County establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has the following kinds of funds:

- *Governmental funds*—Most of the County’s basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County’s programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- We use *internal service funds* to report activities that provide supplies and services for the County’s other programs and activities.
- *Fiduciary funds*—The County is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County’s fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the County’s government-wide financial statements because the County cannot use these assets to finance its operations.

## **FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

### **Statement of Net Assets**

The County’s combined net assets were \$63,406,155 at September 30, 2010. (See Table A-1).



**Table A-1**  
**Guadalupe County's Net Assets**  
*(In millions/thousands dollars)*

	Governmental Activities		Total	
	2010	2009	2010	2009
<i>Current Assets:</i>				
Cash and cash equivalents	\$ 26.8	\$ 32.0	\$ 26.8	\$ 32.0
<i>Receivables:</i>				
Taxes	1.5	1.4	1.5	1.4
Accounts	2.0	1.9	2.0	1.9
Due from Other Governments	0.1	-	0.1	-
Prepaid Expenses	0.4	0.3	0.4	0.3
Deferred Charges	0.2	0.2	0.2	0.2
Deposits				
Inventories - Supplies and Materials (at Cost)	0.1	0.2	0.1	0.2
Bond Issue Costs	-	-	-	-
<i>Total Current Assets:</i>	<u>31.1</u>	<u>36.0</u>	<u>31.1</u>	<u>36.0</u>
<i>Non-Current Assets:</i>				
Land	1.3	1.3	1.3	1.3
Infrastructure - Roads	20.0	18.4	20.0	18.4
Infrastructure - Bridges	1.4	1.4	1.4	1.4
Buildings and Improvements	40.7	28.7	40.7	28.7
Furniture and Equipment	12.0	11.7	12.0	11.7
Construction in Progress	0.4	6.0	0.4	6.0
Less: Accumulated Depreciation	<u>(20.8)</u>	<u>(19.4)</u>	<u>(20.8)</u>	<u>(19.4)</u>
<i>Total Non-Current Assets:</i>	<u>55.0</u>	<u>48.1</u>	<u>55.0</u>	<u>48.1</u>
Total Assets	<u>\$ 86.1</u>	<u>\$ 84.1</u>	<u>\$ 86.1</u>	<u>\$ 84.1</u>
<i>Current Liabilities:</i>				
<i>Accounts Payable and</i>				
Accrued Liabilities	\$ 1.8	\$ 1.6	\$ 1.8	\$ 1.6
Accrued Wages & Benefits	1.1	0.7	-	-
Deferred/Unearned Revenue	0.1	0.1	0.1	0.1
Accrued Interest Payable	0.1	0.1	0.1	0.1
Due to Other Governments	-	-	-	-
<i>Total Current Liabilities</i>	<u>3.1</u>	<u>2.5</u>	<u>3.1</u>	<u>2.5</u>
<i>Long-Term Liabilities:</i>				
Long Term Debt	<u>19.5</u>	<u>20.6</u>	<u>19.5</u>	<u>20.6</u>
<i>Total Liabilities</i>	<u>22.6</u>	<u>23.1</u>	<u>22.6</u>	<u>23.1</u>
<i>Net Assets:</i>				
Invested in Capital Assets	36.4	28.2	36.4	28.2
Reserved for Inventory	-	-	-	-
Reserved for Debt Service	0.3	0.2	0.3	0.2
Restricted for Prepaid Insurance	-	-	-	-
Restricted for Workers Comp Claims	-	-	-	-
Unrestricted	<u>26.7</u>	<u>32.4</u>	<u>26.7</u>	<u>32.4</u>
<i>Total Net Assets</i>	<u>\$ 63.4</u>	<u>\$ 60.8</u>	<u>\$ 63.4</u>	<u>\$ 60.8</u>

The County's assets exceeded liabilities by \$63.4 million at the close of the current fiscal year. Of this amount, \$36.4 million represents the portion the County has invested in capital assets (e.g. land, buildings, machinery, and equipment), net of accumulated depreciation less any outstanding debt used to construct or acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these funds are not available for future spending. An additional portion of the County's net assets, \$256,729, represents funds that are restricted to the Debt Service Fund. These proceeds are raised from property taxes

and are restricted for payment of the long-term debt (certificates of obligation and bonds) owed by the County.

**Statement of Activities**

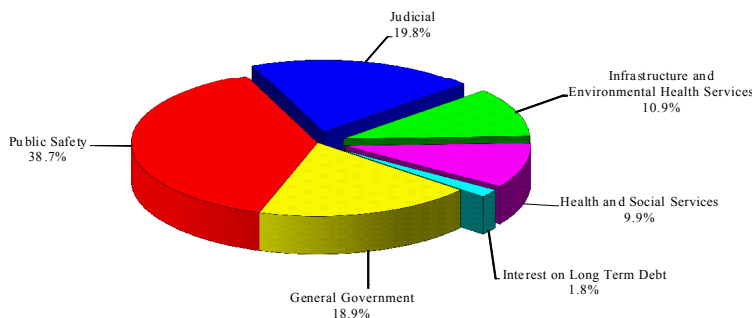
Table A-2 indicates changes in net assets for governmental activities. (Note: The County does not have any business-type activities.)

**Table A-2**  
Changes in Guadalupe County's Net Assets  
(In millions/thousands dollars)

	Governmental Activities		Total	
	2010	2009	2010	2009
Program Revenues:				
Charges for Services	\$ 8.6	\$ 8.3	\$ 8.6	\$ 8.3
Operating Grants and Contributions	3.0	2.8	3.0	2.8
Capital Grants and Contributions	-	-	-	-
General Revenues:				
Property Taxes	30.5	29.5	30.5	29.5
Sales Tax	4.7	4.7	4.7	4.7
Other Taxes	1.1	2.3	1.1	2.3
Investment Earnings	0.3	0.5	0.3	0.5
Special Item-Loss on Disposal of Capital Assets	0.1	-	0.1	-
Other	0.1	0.1	0.1	0.1
<b>Total Program Revenues:</b>	<b>48.4</b>	<b>48.2</b>	<b>48.4</b>	<b>48.2</b>
General Government	8.7	7.8	8.7	7.8
Judicial	9.1	8.6	9.1	8.6
Public Safety	17.7	16.7	17.7	16.7
Health and Social Services	4.5	4.2	4.5	4.2
Infrastructure and Environmental Services	5.0	4.5	5.0	4.5
Interest on Long Term Debt	0.8	0.7	0.8	0.7
<b>Total Expenses</b>	<b>45.8</b>	<b>42.5</b>	<b>45.8</b>	<b>42.5</b>
Increase (Decrease) in Net Assets	<u>\$ 2.6</u>	<u>\$ 5.7</u>	<u>\$ 2.6</u>	<u>\$ 5.7</u>

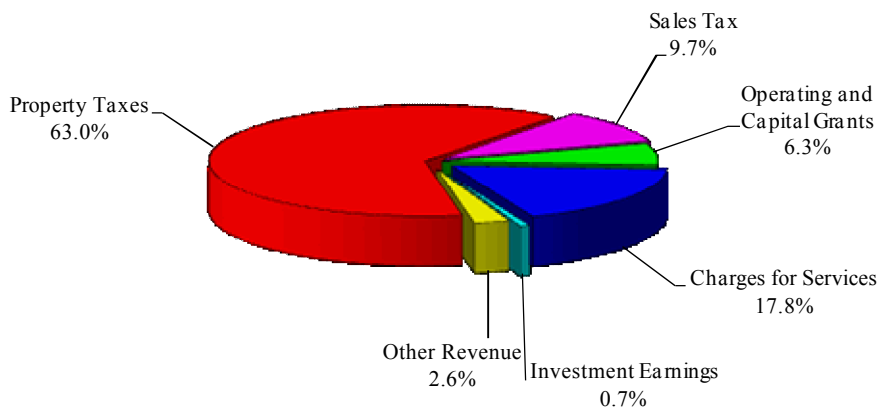
**Expenditures.** The total cost of all programs and services was \$45,818,214. Of these costs 39% are for Public Safety, 20% for Judicial, 19% for General Government and 11% for Infrastructure and Environmental Services (see Figure A-3).

**Figure A-3 County Expenditures for Fiscal Year 2010**



- General Government includes the general administration, Commissioners Court, Auditor’s Office, County Treasurer, Tax Assessor Collector, and Elections Administration.
- Public Safety includes the Sheriff’s office, Constables, County Jail, Community Supervision and Corrections (Adult Probation), Juvenile Probation and Detention Service, Fire Protection costs, Emergency Management and County’s expenses related to the Department of Public Safety.
- Judicial includes the judicial branch (justice, county and district courts)
- Infrastructure and Environmental Services includes the Road and Bridge department and Environmental Health Department.
- Health and Social Services includes EMS, indigent health care, Veteran’s Services Office, Senior Volunteers, Animal Control, and Citizens’ Collection Stations.
- Conservation includes Agricultural Extension Service and Soil and Water Conservation departments.

**Figure A-4 County Revenues  
for Fiscal Year 2010**



**Revenues.** The County’s total revenues were \$48,398,888. A significant portion, 75%, of the County’s revenue comes from taxes, including primarily property tax and sales tax. (See Figure A-4.) Other revenue sources include 18% from charges for services, with only 6% from grants and contributions.

**Changes in Net Assets.** Table A-3 presents the cost of each of the County’s largest functions as well as each function’s net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by state revenues as well as local tax dollars.

- The cost of all *governmental* activities this year was \$45.8 million.
- However, the amount that our taxpayers paid for these activities through property taxes was \$30.5 million and \$4.7 million through sales tax.
- The cost paid by those who directly benefited from the programs was \$8.6 million.

The total received by the County for grants and contributions was \$3.0 million.

**Table A-3**  
 Net Cost of Selected County Functions  
*(In millions of dollars)*

	Total Cost of Services		Net Cost of Services	
	2010	2009	2010	2009
General Government	8.7	8.0	(7.0)	(6.3)
Judicial	9.1	8.6	(5.9)	(5.4)
Public Safety	17.7	16.7	(13.9)	(12.3)
Infrastructure and Environmental Services	5.0	4.5	(3.3)	(3.8)
Health and Social Services	4.5	4.2	(3.3)	(3.1)

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate 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. This information is useful in assessing the County's financing requirements. Specifically, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balance approximating \$21.1 million, a decrease of \$5.2 million in comparison with the prior year. The decrease can be attributed to the Capital Project fund which received funding from Tax Anticipation Note proceeds received during fiscal year 2009 that were used to renovate the future Justice Center and for the construction of a parking garage during fiscal year 2010. Additionally, the fund balance in the General Fund increased minimally (less than \$200,000 or 1%) from the prior period.

The County's major general governmental funds are contained in the General Fund, Road and Bridge Fund, Juvenile Services Fund, and Capital Projects Fund.

**General Fund.** The General Fund is the chief operating fund of the County. The total fund balance for general fund was \$13.0 million with the unreserved, undesignated fund balance of the General Fund at \$12.7 million, an increase of \$182,350, or an increase of 1% from the prior year.

As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance to total general fund expenditures. Unreserved fund balance for fiscal year 2010 represents 38% of total General Fund actual expenditures. This significant fund balance to total expenditure ratio indicates a healthy financial position.

At September 30, 2010, the General Fund reported revenues of \$37,931,728, an increase of \$286,783 or about 0.8% over the prior year. The small increase is a combined effect of an increase in taxes and a reduction in charges for services. Actual revenues for General Fund were \$577,000 over the 2010 budget. This variance is a combination of increased inmate board bills and decreased fines revenue.

Sales tax growth for the area had increased at double-digit rates steadily from 2004 through 2007. In 2008 sales tax increased only by 1.3%, decreased in 2009 by 1.6%, and increased in 2010 by less than 1%.

Decreased interest rates continued to impact interest income. Interest income was \$261,674 for 2010, a decrease from the prior year of 26%. As shown below, interest income has significantly decreased from 2007 to 2010, as a result of the decreased federal funds rate.

Interest Income				
2006	2007	2008	2009	2010
\$ 598,249	\$ 846,692	\$ 641,815	\$ 353,305	\$ 261,674

Expenditures in the General Fund increased by approximately \$1,001,823 or about 3.1% over the prior year. Increases in the majority of functions are a result of an across the board cost of living pay increase and increased expenditures in different classifications as needed.

**Road and Bridge Fund.** The Road and Bridge Fund is the primary fund responsible for maintaining County roads. At the end of the current fiscal year, the unreserved, undesignated fund balance in the Road and Bridge Fund was \$1.5 million, a decrease over the previous fiscal year by \$200,055 or 12%.

Key factors in the fund balance change in the Road and Bridge fund are as follows:

- Additional costs due to third party damage to a county bridge (Admiral Benbow Bridge, McQueeney, Texas) during fiscal year 2010.

**Juvenile Services Fund.** The Juvenile Services Fund is the primary fund responsible for the Juvenile Probation and Detention Department. The department is funded by a combination of County funds, probation fees, and grants funds from Texas Juvenile Probation Commission and the Governor’s Office.

At the end of the current fiscal year, the unreserved, undesignated fund balance in the Juvenile Services Fund was \$2.4 million, a decrease of the previous fiscal year by \$105,541 or 4%.

**Capital Projects Fund.** The Capital Projects Fund accounts for disbursements for the County’s major projects, and include proceeds from Tax Anticipation Notes issued in 2009 (for the renovation of the new Justice Center and the construction of a parking garage).

During 2010 the County completed the renovation of the Justice Center and construction of the Parking Garage and continued the implementation of new software package for the Odyssey software system for the Court and Justice (law enforcement, prosecutor’s office, detention, court administration, judicial and court clerks). The County also began plans for the remodel of the second floor of the Administration building which houses the County Treasurer and County Auditor.

At the end of the current fiscal year, the unreserved, undesignated fund balance in the Capital Projects Fund was \$1.0 million, a decrease from the previous fiscal year of \$6.4 million. This decrease is attributable to the use of Tax Anticipation Note issued in 2009 for the renovation of the Justice Center and construction of the Parking Garage in fiscal year 2010.

**General Fund Budgetary Highlights**

The legal level of budgetary control of the General Fund is the level at which the budget is adopted; that is, the budget is adopted by department and in total according to four major categories:

- Personnel Services
- Operations
- Other Services
- Capital Outlay

The final amended budget for expenditure appropriations was \$34.8 million, or \$98,997 higher than the original approved budget. Actual expenditures were \$33.0 million, or 5% less than the final budget.

General Fund revenues exceeded the final expenditures by \$182,000. Revenues would have exceeded expenditures by a greater amount, except the County had budgeted for major capital projects such as the renovation of the Administrative Building and the implementation of the Odyssey software system for the Court and Justice from the current period. Also, budgeted were funds transferred to the Debt Service Fund to reduce the Debt Service property tax rate.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At the end of 2010, the County had invested \$55.0 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) This amount represents a net increase (including additions and deductions) of \$6.8 million or 14% percent more than last year.

**Table A-4**  
County's Long-Term Debt  
(In thousands dollars)

	Governmental Activities		Total	
	2010	2009	2010	2009
Land	\$ 1.3	\$ 1.3	\$ 1.3	\$ 1.3
Infrastructure - Roads	20.0	18.4	20.0	18.4
Infrastructure - Bridges	1.4	1.4	1.4	1.4
Buildings and Improvements	40.7	28.7	40.7	28.7
Construction In Progress	0.4	6.1	0.4	6.1
Equipment	12.0	11.7	12.0	11.7
Totals at Historical Cost	75.8	67.6	75.8	67.6
Total Accumulate Depreciation	(20.8)	(19.4)	(20.8)	(19.4)
Net Capital Assets	<u>\$ 55.0</u>	<u>\$ 48.2</u>	<u>\$ 55.0</u>	<u>\$ 48.2</u>

The County has elected to report infrastructure using the depreciation method for the bridges and the "Modified Approach," as defined by the Government Accounting Standards Board Statement No. 34, for reporting the 693 miles county roads, right-of-way and culverts.

In order to meet the requirements of the "Modified Approach," the Guadalupe County Road and Bridge Department performs condition assessments of county road continually throughout the year and evaluates and prioritizes the results annually. The condition of the road pavement is measured using the Pavement Condition Ratings and Images (PCR) management system, which is based on a weighted average of six distress factors found in pavement surfaces. The County has made a commitment to incur the maintenance expenses necessary to preserve 80% of its road system at a good (3.3) or better condition level, on a scale of zero to five with five as the highest. For the 2010 fiscal year, the County had 97.5% of the County paved roads at this level or above.

Note: More detailed information on capital assets can be found in the notes to the financial statements (NOTE D – CAPITAL ASSETS) and the *Infrastructure Assets (Roads) Under the Modified Approach* in the Required Supplementary Information after the Notes.

**CAPITAL PROJECTS/EXPENDITURES FOR FY11**

The County’s fiscal year 2011 Capital Projects Fund estimates spending \$7.6 million for capital projects, the major projects are as follows:

Continuing Multi-Year Projects

- \$511,000 – Odyssey Software package for Law Enforcement and Court System
- \$500,000 – Remodel County Administration Building

There are currently no new budgeted projects. The County will consider the renovation and remodel of the county Courthouse during the fiscal year 2012 budget process.

**Long Term Debt**

At year-end the County had \$19.2 million in bonds and notes outstanding as shown in Table A-5.

**Bond Ratings**

The County’s bonds presently carry “AAA” ratings with underlying ratings as follows: Moody’s Investor Services “A1” and Standard & Pools “AAA”.

**Table A-5**  
County's Long Term Debt  
*(In millions of dollars)*

	Governmental Activities		Total	
	2010	2009	2010	2009
1999 Certificates of Obligation	\$ -	\$ 0.8	\$ -	\$ 0.8
2005 Refunding Bonds	9.3	9.3	9.3	9.3
2009 Tax Notes	9.4	9.9	9.4	9.9
Compensated Absences	0.5	0.5	0.5	0.5
	<u>\$ 19.20</u>	<u>\$ 20.50</u>	<u>\$ 19.20</u>	<u>\$ 20.50</u>

Note: More detailed information on capital assets can be found in the notes to the financial statements (NOTE E – LONG-TERM DEBT).

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES**

The annual budget is developed to provide efficient, effective, and economic uses of the County’s resources, as well as a means to accomplish the highest priority objectives. Through the budget, the Commissioners Court sets the direction of the county, allocates its resources, and establishes its priorities.

In calculating the taxes for the fiscal year 2010 budget, as of July 25, 2010, Guadalupe County had a net taxable appraised value, freeze adjusted, of \$6.9 billion, which was \$84 million more than the previous year, a 1.2% decrease. The increase is a combined effect of reduced property value and slower growth offset by two power plants coming off of a ten year tax abatement and being included in the net taxable appraised value for 2010.

These indicators were taken into account when adopting the general fund budget for 2011. The property tax rate for the 2011 budget was set at .3999 less than the effective tax rate. The tax rate adopted by the Commissioners Court, \$.3999 per hundred dollar valuation, was 0.4% less than the effective tax rate of \$.4017 per hundred dollar valuation. Before the adjustment for newly added property, the effective tax rate adjusts to only allow the county to receive the same tax levy as the previous year. Therefore, additional

property tax revenue is generated from new property and tax rate increases in accordance with the State of Texas' Truth-In Taxation laws.

The general operating fund spending increases in the 2011 budget to \$39.8 from \$38.9 million in the 2010 budget. This is a 2.4% increase. The largest increases are raises for existing employees, increased cost of employee benefits.

In order to help fund current and future construction and renovation projects, the County adopted a budget with the intent that there would be a net increase estimated in fund balance between budgeted revenues and budgeted expenditures. The additional funds, a portion of the current fund balance, and debt will be used to fund current and future construction and renovation projects.

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

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

County of Guadalupe, Texas  
Office of County Auditor  
County Administration Building  
307 W. Court, Suite 205  
Seguin, Texas 78155  
(830) 303-4188 Ext. 328.



GUADALUPE COUNTY  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED SEPTEMBER 30, 2010

**BASIC FINANCIAL STATEMENTS**

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government – wide financial statements
- Fund financial statements:
  - Governmental funds
  - Proprietary (Internal Service) funds
  - Fiduciary funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

GUADALUPE COUNTY, TEXAS  
STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2010

<b>ASSETS</b>	<u>Governmental Activities</u>
Cash and Investments	\$ 26,800,858
Receivables (Net of Allowances for Uncollectibles)	
Taxes	1,450,552
Other Receivables	2,006,547
Due From Other Governments	93,655
Inventories	142,836
Prepays	357,967
Deferred Charges	181,663
Capital Assets:	
Land	1,285,650
Infrastructure:	
Roads	20,079,008
Bridges	1,399,641
Buildings and Improvements	40,675,265
Equipment	11,964,754
Construction in Progress	403,470
Accumulated Depreciation	<u>(20,828,276)</u>
 <b>TOTAL ASSETS</b>	 <b><u>\$ 86,013,590</u></b>

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
STATEMENT OF NET ASSETS (CONTINUED)  
SEPTEMBER 30, 2010

<b>LIABILITIES AND NET ASSETS</b>	<u>Governmental Activities</u>
<i>Liabilities:</i>	
<i>Current Liabilities</i>	
Accounts Payable and	
Other Current Liabilities	\$ 1,845,191
Accrued Wages & Benefits	1,135,265
Net Other Post Employment Benefit Obligations	395,686
Due to Other Governments	10,423
Deferred/Unearned Revenue	38,554
Accrued Interest Payable	124,471
<i>Total Current Liabilities</i>	<u>3,549,590</u>
<i>Noncurrent Liabilities:</i>	
Due Within One Year	1,599,463
Due in More than One Year	17,458,382
<i>Total Noncurrent Liabilities</i>	<u>19,057,845</u>
<i>Total Liabilities</i>	<u>22,607,435</u>
 <i>Net Assets:</i>	
Invested in Capital Assets,	
Net of Related Debt	36,383,013
Restricted for:	
Debt Service	256,729
Unrestricted	26,766,413
<i>Total Net Assets</i>	<u>63,406,155</u>
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	 <u><u>\$ 86,013,590</u></u>

See accompanying notes to basic financial statements.



GUADALUPE COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

<u>Functions and Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			Net (Expense) Revenue and Changes in Net Assets
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
<b>Governmental Activities:</b>					
General Government	\$ 8,674,334	\$ 1,560,440	\$ 133,034	\$ -	\$ (6,980,860)
Judicial	9,089,541	2,203,309	949,811	-	(5,936,421)
Public Safety	17,710,994	3,243,420	608,525	-	(13,859,049)
Infrastructure & Environmental Services	5,007,359	1,519,542	187,701	-	(3,300,116)
Health and Social Services	4,517,483	79,179	1,150,734	-	(3,287,570)
Interest on Long-Term Debt	818,503	-	-	-	(818,503)
<b>Total Governmental Activities</b>	<u>\$ 45,818,214</u>	<u>\$ 8,605,890</u>	<u>\$ 3,029,805</u>	<u>\$ -</u>	<u>(34,182,519)</u>
<b>General Revenues:</b>					
Taxes					
General Property Taxes					30,476,717
Sales Taxes					4,671,993
Other Taxes					1,099,123
Interest and Investment Earnings					339,255
Miscellaneous					98,877
Gain (Loss) on Disposal of Capital Assets					77,230
<b>Total General Revenues</b>					<u>36,763,195</u>
<b>Change in Net Assets</b>					2,580,676
<b>Net Assets at Beginning of Year</b>					60,825,479
<b>Net Assets at End of Year</b>					<u>\$ 63,406,155</u>

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2010

<b>ASSETS</b>	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Juvenile Services Fund</u>	<u>Capital Projects Fund</u>
Cash and Investments	\$ 13,064,982	\$ 1,775,829	\$ 2,434,260	\$ 1,166,136
Receivables (Net of Allowances for Uncollectibles):				
Taxes	1,177,217	202,081	-	-
Other	1,357,354	39,144	22,683	-
Due from Other Funds	181,068	-	-	-
Inventories	-	124,492	-	-
Prepaid Items	<u>279,507</u>	<u>10,051</u>	<u>820</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 16,060,128</u></u>	<u><u>\$ 2,151,597</u></u>	<u><u>\$ 2,457,763</u></u>	<u><u>\$ 1,166,136</u></u>
 <b>LIABILITIES AND FUND BALANCES</b>				
<i>Liabilities:</i>				
Accounts Payable and Other				
Current Liabilities	\$ 877,419	\$ 241,819	\$ 60,930	\$ 123,581
Due to Other Governments	10,423	-	34	-
Accrued Wages & Benefits	1,095,001	7,467	14,319	-
Due to Other Funds	-	88,825	82,912	-
Deferred/Unearned Revenues	<u>1,119,823</u>	<u>185,657</u>	<u>-</u>	<u>-</u>
<i>Total Liabilities</i>	<u><u>3,102,666</u></u>	<u><u>523,768</u></u>	<u><u>158,195</u></u>	<u><u>123,581</u></u>
 <i>Fund Balances:</i>				
Reserved for:				
Inventory & Prepays	279,507	134,543	-	-
Debt Service	-	-	-	-
Unreserved, reported in:				
General Fund	12,677,955	-	-	-
Road & Bridge Fund	-	1,493,286	-	-
Special Revenue Funds	-	-	2,299,568	-
Capital Projects Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,042,555</u>
<i>Total Fund Balances</i>	<u><u>12,957,462</u></u>	<u><u>1,627,829</u></u>	<u><u>2,299,568</u></u>	<u><u>1,042,555</u></u>
 <b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	 <u><u>\$ 16,060,128</u></u>	 <u><u>\$ 2,151,597</u></u>	 <u><u>\$ 2,457,763</u></u>	 <u><u>\$ 1,166,136</u></u>

See accompanying notes to basic financial statements.

Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 3,135,274	\$ 21,576,481
71,254	1,450,552
103,345	1,522,526
-	181,068
18,344	142,836
<u>1,075</u>	<u>291,453</u>
<u>\$ 3,329,292</u>	<u>\$ 25,164,916</u>

\$ 57,395	\$ 1,361,144
-	10,457
699	1,117,486
9,331	181,068
<u>66,756</u>	<u>1,372,236</u>
<u>134,181</u>	<u>4,042,391</u>

19,419	433,469
190,723	190,723
-	12,677,955
-	1,493,286
2,984,969	5,284,537
-	1,042,555
<u>3,195,111</u>	<u>21,122,525</u>

<u>\$ 3,329,292</u>	<u>\$ 25,164,916</u>
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GUADALUPE COUNTY, TEXAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2010

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS \$ 21,122,525

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

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 54,979,512

Internal service funds are used by management to charge costs related to employee insurance. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets. 4,881,215

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. 1,333,682

Outstanding receivables for the district and county clerks are not considered a current financial resource and therefore not represented in the fund statements 485,560

Unamortized bond issue costs are not available to pay for current-period expenditures and, therefore, are not reported in the funds. 181,663

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, not reported in the funds. (19,057,845)

Accrued Compensated Absences	(461,346)
Bonds Payable	(18,680,000)
Bond Premium	(193,888)
Deferred Difference on Bond Refunding	277,389

The governmental funds report pension and other postemployment benefit contributions as expenditures when paid. However, in the statement of activities differences between pension plan and other postemployment benefit contributions and costs for the year are reported as an asset or obligation. (395,686)

Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds. (124,471)

TOTAL NET ASSETS - GOVERNMENTAL ACTIVITIES \$ 63,406,155

GUADALUPE COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	General Fund	Road and Bridge Fund	Juvenile Services Fund	Capital Projects Fund
<b>REVENUES</b>				
Taxes	\$30,068,436	\$ 5,945,037	\$ -	\$ -
Licenses and Permits	129,083	81,337	-	-
Intergovernmental	1,575,243	4,113	686,949	-
Charges for Services	4,830,095	-	202,705	-
Fines and Forfeits	830,375	385,578	-	-
Miscellaneous	498,496	32,218	21,495	13,435
<b>TOTAL REVENUES</b>	<u>37,931,728</u>	<u>6,448,283</u>	<u>911,149</u>	<u>13,435</u>
<b>EXPENDITURES</b>				
<i>Current:</i>				
General Government	7,420,660	-	-	-
Judicial	5,097,388	-	3,526,810	-
Public Safety	15,553,808	-	-	-
Infrastructure & Environmental Services	-	6,340,086	-	-
Health and Social Services	4,595,073	-	-	-
Capital Projects/Outlay	380,140	275,566	74,590	6,711,229
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest and Other Charges	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>33,047,069</u>	<u>6,615,652</u>	<u>3,601,400</u>	<u>6,711,229</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,884,659</u>	<u>(167,369)</u>	<u>(2,690,251)</u>	<u>(6,697,794)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	2,584,310	1,356,951
Transfers (Out)	<u>(4,702,309)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(4,702,309)</u>	<u>-</u>	<u>2,584,310</u>	<u>1,356,951</u>
Net Change in Fund Balance	182,350	(167,369)	(105,941)	(5,340,843)
Fund Balances at Beginning of Year	<u>12,775,112</u>	<u>1,795,198</u>	<u>2,405,509</u>	<u>6,383,398</u>
Fund Balances at End of Year	<u>\$12,957,462</u>	<u>\$ 1,627,829</u>	<u>\$ 2,299,568</u>	<u>\$ 1,042,555</u>

See accompanying notes to basic financial statements.

Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,311,052	\$ 37,324,525
-	210,420
417,524	2,683,829
653,986	5,686,786
228,768	1,444,721
<u>276,160</u>	<u>841,804</u>
<u>2,887,490</u>	<u>48,192,085</u>
197,233	7,617,893
223,806	8,848,004
474,838	16,028,646
-	6,340,086
413,781	5,008,854
82,005	7,523,530
1,300,000	1,300,000
<u>770,907</u>	<u>770,907</u>
<u>3,462,570</u>	<u>53,437,920</u>
<u>(575,080)</u>	<u>(5,245,835)</u>
832,934	4,774,195
<u>(71,886)</u>	<u>(4,774,195)</u>
<u>761,048</u>	<u>-</u>
185,968	(5,245,835)
3,009,143	26,368,360
<u>\$ 3,195,111</u>	<u>\$ 21,122,525</u>

GUADALUPE 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, 2010

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ (5,245,835)

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

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

Current Year Additions	20,753,732	
Additions Previously Reported as Construction in Progress	(11,980,211)	
Current Period Depreciation	<u>(1,924,743)</u>	6,848,778

The statement of activities reports gains arising from the disposal of capital assets as the difference between the proceeds from disposal and the net book value of the assets. The governmental funds report only the proceeds from disposal. This amount represents the net book value of capital assets disposed during the year. (3,770)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Accrued District and County Court Fines Receivable	100,327	
Change in Property Taxes Receivable Not Collected within 60 Days of Year End	<u>53,166</u>	153,493

The issuance of long-term-debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.

Bond Principal Payments		1,300,000
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated Absences	31,656	
Other Post Employment Benefit Expenses	(196,763)	
Accrued Interest on Bond	4,865	
Amortization of Bond Issue Costs	(43,184)	
Amortization of Bond Premium	21,544	
Amortization of Deferred Difference on Refunding	<u>(30,821)</u>	(212,703)

Internal service funds are used by management to charge the costs of employee insurance to individual funds. The net revenue/(loss) is reported with governmental activities. (259,287)

CHANGE IN NET ASSETS - GOVERNMENTAL ACTIVITIES \$ 2,580,676

GUADALUPE COUNTY, TEXAS  
STATEMENT OF NET ASSETS – PROPRIETARY FUNDS  
SEPTEMBER 30, 2010

	Governmental Activities
	Internal Service Funds
<b>ASSETS</b>	
<i>Current Assets:</i>	
Cash and Investments	\$ 5,224,377
Receivables (Net of Allowances for Uncollectibles):	
Accounts	92,120
Prepaid Expense	66,514
<i>Total Current Assets</i>	5,383,011
 <i>Capital Assets:</i>	
Equipment	7,384
Accumulated Depreciation	(7,384)
<i>Total Capital Assets</i>	-
 <b>TOTAL ASSETS</b>	<b>\$ 5,383,011</b>
 <b>LIABILITIES AND NET ASSETS</b>	
<i>Current Liabilities:</i>	
Outstanding Claims and Payables	\$ 501,796
<b>TOTAL LIABILITIES</b>	<b>501,796</b>
 <i>Net Assets:</i>	
Restricted for Future Claims	3,864,507
Unrestricted	1,016,708
<b>TOTAL NET ASSETS</b>	<b>4,881,215</b>
 <b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>\$ 5,383,011</b>

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Governmental Activities
	Internal Service Funds
<b>OPERATING REVENUES</b>	
Premiums and Reimbursements	\$ 4,404,214
<b>TOTAL OPERATING REVENUES</b>	4,404,214
 <b>OPERATING EXPENSES</b>	
Claims Paid	3,492,932
Administrative Fees	538,242
Premiums for Excess Coverage	752,484
<b>TOTAL OPERATING EXPENSES</b>	4,783,658
 <b>OPERATING INCOME (LOSS)</b>	(379,444)
 <b>NONOPERATING REVENUES (EXPENSES)</b>	
Miscellaneous Income	86,325
Interest Income	33,832
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	120,157
 <b>CHANGE IN NET ASSETS</b>	(259,287)
 <b>NET ASSETS AT BEGINNING OF YEAR</b>	5,140,502
<b>NET ASSETS AT END OF YEAR</b>	\$ 4,881,215

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Governmental Activities
	Internal Service Funds
<b>Cash Flows From Operating Activities:</b>	
Cash Received From Participants	\$ 4,343,575
Cash Paid to Benefit Claims & Excess Coverage	(4,508,034)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(164,459)</b>
 <b>Cash Flows From Noncapital Financing Activities:</b>	
Miscellaneous Cash Receipts	86,325
Intefund Borrowings (Repayments)	(25,000)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<b>61,325</b>
 <b>Cash Flows From Investing Activities:</b>	
Interest Received	33,832
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>33,832</b>
 <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(69,302)</b>
 <b>Cash and Equivalents at Beginning of Year</b>	<b>5,293,679</b>
 <b>Cash and Equivalents at End of Year</b>	<b>\$ 5,224,377</b>

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONT.)  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Governmental Activities
	Internal Service Funds
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>	
Operating Income (Loss)	\$ (379,444)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:	
(Increase) Decrease in Operating Assets:	
Accounts Receivable	(60,639)
Prepaid Expenses	(46,513)
Increase (Decrease) in Operating Liabilities:	
Accounts Payable	322,137
Total Reconciling Adjustments	214,985
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (164,459)</b>

See accompanying notes to basic financial statements.



GUADALUPE COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET ASSETS  
SEPTEMBER 30, 2010

	<u>Private Purpose Trust Fund</u>	
<b>ASSETS</b>	<u>Bail Bond Security</u>	<u>Agency Funds</u>
Cash and Investments	\$ 160,082	\$ 4,139,202
Certificates of Deposit	<u>60,000</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 220,082</u></u>	<u><u>\$ 4,139,202</u></u>
 <b>LIABILITIES &amp; NET ASSETS</b>		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ -</u>	<u>\$ 4,139,202</u>
<i>Total Liabilities</i>	<u>-</u>	<u>4,139,202</u>
 <i>Net Assets</i>	 <u>220,082</u>	 <u>-</u>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<u><u>\$ 220,082</u></u>	<u><u>\$ 4,139,202</u></u>

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
SEPTEMBER 30, 2010

	<u>Private  Purpose  Trust Fund  Bail Bond  Security</u>
<b>ADDITIONS</b>	
Bail Bond Security Collateral	<u>\$ 220,082</u>
<b>DEDUCTIONS</b>	
Release of Collateral	<u>-</u>
<b>CHANGE IN NET ASSETS</b>	220,082
<b>NET ASSETS BEGINNING OF YEAR</b>	<u>-</u>
<b>NET ASSETS END OF YEAR</b>	<u><u>\$ 220,082</u></u>

See accompanying notes to basic financial statements.

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Proprietary type funds apply all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, APB opinions, and ARB pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

The more significant of the County's accounting policies are described below:

1. REPORTING ENTITY

***Primary Government***

Guadalupe County (the County) is a public corporation and political subdivision of the State of Texas. The Commissioners Court, which is made up of four commissioners and the County Judge, is the general governing body of the County in accordance with Article 5, Paragraph 18 of the Texas Constitution. The County provides the following services as authorized by the statutes of the State of Texas: general government (e.g. administration, judicial & legal, elections administration, and financial administration), public safety (fire protection, law enforcement and corrections), infrastructure (highways and streets), social services and conservation.

In evaluating how to define the government, for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement 14, "The Financial Reporting Entity." The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government.

Excluded from the Reporting Entity:

*Guadalupe Regional Medical Center.* The Hospital is governed by a Board of Directors, appointed by Guadalupe County and the City of Seguin. The annual budget is submitted for approval to both the Seguin City Council and the Guadalupe County Commissioner's Court. The Hospital is intended to be self-supporting, however, with the County and City contingently liable for operating losses. Therefore, financial information pertaining to the Hospital is included under Note L entitled Contingencies, rather than as part of this reporting entity as it is classified as a joint venture.

The **government-wide financial statements** include the statement of net assets and the statement of activities. Government-wide statements report information on all of the activities of the County (except for County fiduciary activity). The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and charges for services.

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statements. The General Fund, Road and Bridge (Special Revenue) Fund, Juvenile Services Fund (Special Revenue), and Capital Projects Fund meet the criteria as **major governmental funds**. Each major fund is reported in separate columns in the fund financial statements. Nonmajor funds include other Special Revenue and Debt Service funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for nonmajor funds are presented within Combining and Individual Fund Statements and Schedules.

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The **government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting. This measurement focus is also used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Major revenue types, which have been accrued, are revenue from the investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

**Governmental fund level financial statements** are reported using 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 available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured and payment is due.

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued.)

The government reports the following major governmental funds:

**The General Fund** is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, social services, and capital acquisition.

**Road and Bridge Fund** accounts for taxes assessed, along with fines and forfeitures associated with the support of the development and maintenance of County highways, streets and bridges.

**Juvenile Services Fund** accounts for federal and state grants and county match of grant funds for juvenile services within the County.

**Capital Projects Fund** accounts for money transferred from the general fund and the bond proceeds to account for the construction of the Justice Center, Election Building, A Hall and Computer Software Package.

Nonmajor funds include special revenue and debt service funds.

**Proprietary fund level financial statements** are used to account for activities, which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position and cash flows. The County's only proprietary fund is the Internal Service Fund used to account for the County's group medical insurance program and workers compensation benefits. Revenues are derived from charges for County contributions, employee and retiree/cobra premiums, investment of idle funds and stop loss collections. Expenses are claims, premiums for stop loss coverage and administrative expenses.

The **Proprietary Fund** is accounted for using the accrual basis of accounting as follows:

1. Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.
2. Current-year contributions, administrative expenses and benefit payments, which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from non-operating. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations (e.g. insurance payments).

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued.)

**Fiduciary fund level financial statements** include fiduciary funds which are classified into private purpose trust and agency funds. Agency funds do not involve a formal trust agreement. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business type activities subject to this same limitation. The County has elected not to follow subsequent private sector guidance.

4. CASH AND INVESTMENTS

Cash and investments include amounts in demand deposits, short-term certificates of deposit with a maturity date within three months of the date acquired by the government, and deposits in TexPool and MBIA, local government investment pools.

State statutes authorize the government to invest in obligations of the U.S. Government, federal agency and instrumentality obligations, and certificates of deposit collateralized by obligations of the U.S. Treasury. Investments are stated at fair market value, except for deposits in local government investment pools and participating interest-earning investment contracts (U.S. Treasuries) that have a remaining maturity at time of purchase of one year or less. Those investments are stated at amortized cost.

For purposes of the statement of cash flows, the Internal Service Funds consider all highly liquid investments including cash in banks, cash on hand, money market accounts, and deposits in local government investment pools to be cash equivalents.

5. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 and become due October 1, 2009 and past due after January 31, 2010. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior year's levy are shown net of an allowance for uncollectible.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

GUADALUPE COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

5. ACCOUNTS RECEIVABLE (Continued)

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by the court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements. Receivables are shown net of an allowance for uncollectibles.

6. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the fund statements.

7. INVENTORIES AND PREPAID ITEMS

Inventories of consumable supplies are valued at cost, which approximates market, using the first in/first out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and in the fund financial statements are offset by a reservation of fund balance which indicates they do not represent “available spendable resources”.

8. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, such as equipment, are defined as assets with a cost of \$5,000 or more. Infrastructure assets include County-owned streets, sidewalks, curbs and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The Costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>ASSETS</u>	<u>YEARS</u>
Buildings and improvements	20 to 40 years
Improvements other than buildings	20 to 40 years
Bridges	30 to 50 years
Machinery and equipment	5 to 15 years

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

8. CAPITAL ASSETS (Continued)

The County uses the modified approach to report its infrastructure assets in the government-wide statements of net assets. Road infrastructure assets in the government are listed at historical costs but they are not depreciated. Rather, under the modified approach allowed by GASB Statement No. 34, the County reports annual expenses for maintaining roads and the estimated costs for preserving them at a 3.3 level out of a 5.0 scale. Bridge infrastructure is recorded at historical costs and depreciated over the estimated life of the bridge.

9. COMPENSATED ABSENCES

The County permits employees to accumulate earned but unused vacation pay benefits. When an employee leaves the service of the county, he or she will be paid for all accrued but unused vacation leave upon retirement. Upon resignation or termination, a maximum of 80 hours of unused accrued vacation leave will be paid. In the event of death of an active employee, all unused accrued vacation leave will be paid (approved November 10, 2009) by Commissioner's Court. The rate of pay will be determined by the salary rate in effect at the time of separation. Any employee who leaves county employment for any reason during the first 12 months of employment will not be paid for any vacation leave. Unused sick leave may be accumulated to certain limits. In the event of termination, no reimbursement is made for accumulated sick leave. No liability is reported for unpaid accumulated sick leave.

Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

10. DEFERRED/UNEARNED REVENUE

Property tax revenues are recognized when they become both measurable and available in the fund statements. Available means when due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Property tax revenues not expected to be available for the current period are reflected as deferred revenue.

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Grant and reimbursement revenues received in advance of expenses/expenditures are reflected as unearned revenue.

11. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities. On new bond issues, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.



GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

11. LONG-TERM OBLIGATIONS (Continued)

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.

12. FUND EQUITY

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Fund reservations include encumbrances, capital projects, debt service, inventories and prepaids. Designation of fund balance represents tentative management plans that are subject to change.

13. NET ASSETS

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

14. USE OF 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 expenses during the reporting period. Actual results could differ from those estimates.

**NOTE B - DEPOSITS AND INVESTMENTS**

The County's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the County's agent bank approved pledge securities in an amount sufficient to protect County funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

State statutes authorize the County to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE B - CASH AND INVESTMENTS (Continued)**

States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d).

Statutes also allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations. Investments in local government investment pools are reported at share price, which approximates fair value. The County investments are as follows:

	Fair Value	Weighted Average Maturity (Years)
MBIA Texas Class Portfolio (Local Government Investment Pool)	\$ 2,434,201	0.12
TexPool (Local Government Investment Pool)	7,817,309	0.12
Certificates of Deposit	14,447,651	0.31
Total	\$ 24,699,161	0.23

*Investment Rate Risk.* The County manages investment rate risk by limiting the weighted average maturity of its investments to less than one year.

*Credit Risk.* The County’s investment policy limits investments to obligations of the United States or its instrumentalities; direct obligation of the State of Texas, the principle and interest that are unconditionally guaranteed or insured by this state or state rated as to investment quality of not less than AAA by a nationally recognized investment rating firm.

The County may also invest its funds in state law authorized government investment pools provided the pool maintains an AAA rating, the pool maintains a stable asset value, and the average dollar weighted maturity does not exceed 90 days, and Commissioner’s Court must approve of the investment. As of September 30, 2010, the investment in TexPool was rated AAAM and the investment in MBIA was rated AAA/VI+.

The County may also invest in certificates of deposit or share certificates issued by a depository institution which has its main office or a branch office in this state and is guaranteed or insured by FDIC or the NCUSIC, or is secured by collateral or other method provided for by state law.

*Custodial Credit Risk - Deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. As of September 30, 2010, the government’s deposits were fully collateralized.

*Custodial Credit Risk - Investment.* For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of September 30, 2010, the County’s investments were held in government investment pools.

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE C - PROPERTY TAX CALENDAR**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are payable in full by the following January 31. The County bills and collects its own property taxes and also the taxes for several other taxing agencies. The County acts only as an intermediary in the collection and distribution of property taxes to other entities. Tax collections deposited for the County are distributed as collected to the General, Road and Bridge and Debt Service Funds of the County. The distribution is based upon the tax rate established for each fund by Commissioner's Court for the tax year for which the collections are made.

The County is authorized by the tax laws for the State of Texas to levy taxes up to .80 per \$100 of the assessed valuation for general government invoices and the payment of principal and interest on certain permanent improvement long-term debt. Taxes may be levied in unlimited amounts for the payment of principal and interest on road bond long-term debt issued under article 3, Section 52 of the Texas Constitution. Net taxes receivable at the end of the fiscal year are treated as deferred revenues.

The combined tax rate assessed on the 2009 tax roll (Guadalupe County and Special Road) to finance operations and debt service for the fiscal year ended September 30, 2010, was \$.3895 per \$100 assessed valuation. The total tax levy for the fiscal year 2010 was \$29,973,693 of which \$566,954 remained outstanding in current delinquent taxes as of September 30, 2010.

**NOTE D - CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2010, was as follows:

<b><u>Governmental Activities</u></b>	<b><u>Balance 10/1/09</u></b>	<b><u>Additions/ Transfers</u></b>	<b><u>Disposals/ Transfers</u></b>	<b><u>Balance 9/30/10</u></b>
<i>Capital Assets Not Depreciated:</i>				
Construction in Progress	\$ 6,066,502	\$ 6,317,179	\$(11,980,211)	\$ 403,470
Land	1,285,650	-	-	1,285,650
Infrastructure - Roads	18,422,592	1,656,416	-	20,079,008
<i>Total Capital Assets Not Depreciated</i>	<u>25,774,744</u>	<u>7,973,595</u>	<u>(11,980,211)</u>	<u>21,768,128</u>
<i>Capital Assets Being Depreciated:</i>				
Infrastructure - Bridges	1,399,641	-	-	1,399,641
Buildings and Improvements	28,674,129	12,001,136	-	40,675,265
Equipment	11,686,158	779,001	(500,405)	11,964,754
<i>Total Capital Assets Depreciated</i>	<u>41,759,928</u>	<u>12,780,137</u>	<u>(500,405)</u>	<u>54,039,660</u>
Totals at Historical Cost	<u>67,534,672</u>	<u>20,753,732</u>	<u>(12,480,616)</u>	<u>75,807,788</u>
<i>Less Accumulated Depreciation:</i>				
Infrastructure - Bridges	(353,164)	(27,690)	-	(380,854)
Buildings and Improvements	(11,377,043)	(744,737)	-	(12,121,780)
Equipment	(7,669,961)	(1,152,316)	496,635	(8,325,642)
<i>Total Accumulated Depreciation</i>	<u>(19,400,168)</u>	<u>(1,924,743)</u>	<u>496,635</u>	<u>(20,828,276)</u>
Governmental Capital Assets, Net	<u>\$ 48,134,504</u>	<u>\$ 18,828,989</u>	<u>\$(11,983,981)</u>	<u>\$ 54,979,512</u>

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE D - CAPITAL ASSETS (Continued)**

Depreciation was charged to the governmental functions as follows:

General Government	\$ 253,837
Judicial	249,580
Public Safety	995,341
Health and Social Services	50,262
Infrastructure & Environmental Services	<u>375,723</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,924,743</u></u>

**NOTE E - LONG-TERM DEBT**

The County had the following changes in long-term debt outstanding for the year ended September 30, 2010:

	Original Issue Interest Rates	Balance Outstanding 10/1/09	Added During Year	Retired During Year	<b>Balance Outstanding 9/30/10</b>	Due Within One Year
<i>Governmental Activities</i>						
Certificate of Obligation, Series 1999	14,000,000 4.35-5.6%	\$ 790,000	\$ -	\$ (790,000)	\$ -	\$ -
General Obligation Refunding Bonds Series 2005	9,495,000 3.25-4.00%	9,290,000	-	(35,000)	<b>9,255,000</b>	860,000
Tax Notes Series 2009	9,900,000 3.25-4.00%	9,900,000	-	(475,000)	<b>9,425,000</b>	495,000
Bond Premium Series 2005		215,432	-	(21,544)	<b>193,888</b>	21,544
Less:						
Deferred Difference on Refunding		(308,210)	-	30,821	<b>(277,389)</b>	(30,821)
Employee Compensated Absences		493,002	714,853	(746,509)	<b>461,346</b>	253,740
<i>Total Governmental Activities</i>		<u>\$ 20,380,224</u>	<u>\$ 714,853</u>	<u>\$ (2,037,232)</u>	<u><b>\$ 19,057,845</b></u>	<u>\$ 1,599,463</u>

General Obligation Refunding Bonds and Certificates of Obligation require that taxes collected for the annual principal and interest payments be deposited in an interest and sinking fund. Annual interest payments are due in semi-annual installments on February 1<sup>st</sup> and August 1<sup>st</sup>. Principal payments are due annually on August 1<sup>st</sup>.

GUADALUPE COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE E - LONG-TERM DEBT (Continued)**

Following is a summary of debt service requirements to maturity for long-term bonds:

Year Ending September 30,	Principal	Interest	Total Principal and Interest	Premiums	Difference on Refunding	Total
2011	\$ 1,355,000	\$ 723,117	\$ 2,078,117	\$ 21,544	\$ (30,821)	\$ 2,068,840
2012	1,410,000	673,784	2,083,784	21,544	(30,821)	2,074,507
2013	1,475,000	618,128	2,093,128	21,544	(30,821)	2,083,851
2014	1,540,000	555,834	2,095,834	21,544	(30,821)	2,086,557
2015	4,610,000	432,266	5,042,266	21,544	(30,821)	5,032,989
2016-2019	8,290,000	452,281	8,742,281	86,168	(123,284)	8,705,165
	<u>\$ 18,680,000</u>	<u>\$ 3,455,410</u>	<u>\$ 22,135,410</u>	<u>\$ 193,888</u>	<u>\$ (277,389)</u>	<u>\$ 22,051,909</u>

**NOTE F - DEFEASEMENT OF BOND**

On October 13, 2005, the county issued \$9,495,000 in General Obligation refunding bonds with an average interest rate of 3.74% to advance refund \$9,175,000 of outstanding Series 1999 Bonds which had an average interest rate of 5%. The total proceeds included \$301,608 in premium and \$186,064 in underwriting and other issuance costs. Net proceeds of \$9,606,494 were used to purchase state and local securities to be held in irrevocable trust with the escrow agent. Subsequent debt service payments on the refunded bonds will be paid from the irrevocable trust. Tax revenue will be used to pay the remaining debt service due on the unrefunded bonds of \$2,255,000. As a result, the refunded bonds are considered to be defeased as of issuance date and the liability for the defeased bonds of \$9,175,000 removed from the financial statements. The County advance refunded these bonds to benefit from declines in interest rates and achieved an economic gain of \$332,747.

**NOTE G - EMPLOYEES' RETIREMENT SYSTEM**

Texas County and District Retirement System

**Plan Description**

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined pension plan in the state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 602 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the Texas State statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump-sum are not entitled to any amounts contributed by the employer.

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE G - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

*A. Plan Description*

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

*B. Funding Policy*

The employer has elected the annually determined contribution rate (Variable Rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 9.08% for the months of the accounting year in 2009, and 9.47% for the months of the accounting year in 2010.

The deposit rate payable by the employee members for calendar year 2009 and 2010 is the rate of 7% as adopted by the governing body of the County. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

*C. Annual Pension Cost*

The required contribution was determined as part of the December 31, 2009 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2009 included (a) 8.0 percent investment rate of return (net of administrative expenses), and (b) projected salary increases of 5.4 percent. Both (a) and (b) included an inflation component of 3.5 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 as of December 31, 2009 was 20 years.

*D. Funded Status and Funding Progress*

As of December 31, 2009, the most recent actuarial valuation date, the plan was 83.08 percent funded. The actuarial accrued liability for benefits was \$42,005,854, and the actuarial value of assets was \$34,897,604 resulting in an unfunded actuarial accrued liability (UAAL) of \$7,108,250. The covered payroll (annual payroll of active employees covered by the plan) was \$22,740,731 and the ratio of the UAAL to the covered payroll was 31.26 percent.

GUADALUPE COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE G - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

***Pension Plan Obligations (Continued)***

*D. Funded Status and Funding Progress (Continued)*

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

*E. Actuarial Valuation Information (Summarized)*

Actuarial Valuation Date	<u>12/31/2007</u>	<u>12/31/2008</u>	<u>12/31/2009</u>
Actuarial Cost Method	entry age	entry age	entry age
Amortization Method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Amortization Period in Years	15	20	20
Asset Valuation Method	SAF: 10 year smoothed value. ESF: Fund	SAF: 10 year smoothed value. ESF: Fund	SAF: 10 year smoothed value. ESF: Fund
Actuarial Assumptions:			
Investment Return	8.00%	8.00%	8.00%
Projected Salary Increases	5.30%	5.30%	5.40%
Inflation	3.50%	3.50%	3.50%
Cost of Living Adjustment	0.00%	0.00%	0.00%

*F. Contribution Information*

Trend Information

For the Retirement Plan for the Employees of Guadalupe County

<u>Accounting Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
September 30, 2006	\$1,243,609	100%	\$0
September 30, 2007	\$1,543,270	100%	\$0
September 30, 2008	\$1,731,396	100%	\$0
September 30, 2009	\$1,956,063	100%	\$0
September 30, 2010	\$2,103,683	100%	\$0

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE H - EMPLOYEE BENEFITS**

Substantially all employees of the County are compensated on an hourly basis. There are a few employees (elected and appointed officials) who are compensated on a salary basis.

Vacation leave is accrued by each hourly employee of the County as follows:

1st year employed	1.5385 hours per biweekly pay period
13th month thru 10th anniversary	3.0769 hours per biweekly pay period
10 years and 1 month thru 20th anniversary	4.6154 hours per biweekly pay period
20 years plus one month forward	6.1538 hours per biweekly pay period

The County permits employees to accumulate earned but unused vacation pay benefits. When an employee leaves the service of the county, he or she will be paid for all accrued but unused vacation leave upon retirement. Upon resignation or termination, a maximum of 80 hours of unused accrued vacation leave will be paid. In the event of death of an active employee, all unused accrued vacation leave will be paid (approved November 10, 2009 by Commissioner's Court.) The rate of pay will be determined by the salary rate in effect at the time of separation. Any employee who leaves county employment for any reason during the first 12 months of employment will not be paid for any vacation leave.

Sick leave accrues at the rate of 2.1538 hours per biweekly pay period, up to a maximum balance of 480 days. Unused sick leave may be accumulated to certain limits. In the event of termination, no reimbursement is made for accumulated sick leave. No liability is reported for unpaid accumulated sick leave.

Medical insurance coverage is provided by the County at its expense for each official and full-time employee. These officials and employees may, at their own option and expense, have their families included in the insurance coverage. Dental insurance is also available and the County will pay half of the premium. All insurance is available immediately to elected and appointed officials and after three (3) months for all full-time employees. The County has elected to self-insure for this coverage (see Note M).

The County is required by state statute to provide workers' compensation coverage for its employees. The County has elected to purchase this insurance through Texas Association of Counties' Workers' Compensation Fund.

The County is also required by state statute to provide unemployment insurance coverage for its employees on either a reimbursing basis or a tax basis. To comply with this requirement, the County has elected to participate as a reimbursing employer in the Texas Association of Counties' Unemployment Insurance Fund.

The costs to the County have been substantially less than they would have been under any other option available to the County. \$20,000 term life insurance coverage is provided to all full-time employees at County expense. The life insurance coverage reduces by a percentage for the increase in age after age 70. (At age 70, life insurance is 65% of the original amount; at age 75, life insurance reduces to 40%; at age 80, life insurance reduces to 25%; and at age 85, life insurance reduces to 15% of the original amount).



GUADALUPE COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE I - POST EMPLOYEE BENEFITS**

*Plan Description*

Guadalupe County Commissioners' Court established a single employer medical benefit plan for retirees on January 1, 2009. Employees of the County who retire after December 31, 2008 under TCDRS retirement rules (at age 60 and above with 8 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more) are eligible. Continuation of insurance election must be made within thirty (30) days of the employee's separation. Guadalupe County offers retiree insurance at the COBRA rates with no direct subsidy from Guadalupe County. The right to participate in the plan is forfeited in the event the coverage is ever dropped and cannot be reinstated. Additionally, if the retiring employee becomes eligible under another group medical plan the employee is no longer eligible to be covered under the County's plan. At the age of 65, employees will no longer be eligible to continue with the County insurance plan. Furthermore, the Commissioners' Court reserves the right to terminate or change the terms of this plan at any time. The County Plan does not issue publicly available financial report prepared in accordance with generally accepted accounting principles.

*Funding Policy*

Guadalupe County is under no legal obligation to supplement, directly or indirectly, the retiree health coverage, and the decision to rescind these benefits may be made by an action of the Commissioners Court at any time. The County's authority to establish and amend benefit provisions comes from Local Government Code Section 157.101 and the requirement to provide retiring employees the right to purchase continued health insurance coverage comes from Local Government Code, Chapter 175.

There were a total of 7 retirees and surviving spouses on the County insurance. Expenses for post-employment benefits were recognized on a pay-as-you-go basis in the past. Premiums paid by retirees during the year ended September 30, 2010 were \$30,873.

*Annual Other Post Employment Benefits Cost (OPEB)*

For the fiscal year ending September 30, 2010, the County's annual OPEB cost was \$196,763. The County contributed \$0, the amount required to cover the current year expenditures based on actuarial assumptions was:

Annual Required Contributions (ARC)	\$ 200,068
Interest on PY OPEB Liability	7,957
Amortization of UAL	(11,262)
Contributions Made	-
Increase (decrease) in NPO	196,763
OPEB obligation, Beginning of Year	198,923
OPEB obligation, End of Year	\$ 395,686

Trend Information

For the OPEB Plan for the Retired Employees of Guadalupe County				
Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2009	\$198,923	\$ -	0%	\$198,923
June 30, 2010	\$395,686	\$ -	0%	\$395,686

GUADALUPE COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE I - POST EMPLOYEE BENEFITS (CONTINUED)**

*Annual Other Post Employment Benefits Cost (OPEB) (Continued)*

Funded Status and Funding Progress. The funded status of the plan as of June 30, 2010 was as follows:

Schedule of Funding	
Actuarial Accrued Liability (AAL)	\$ 1,135,341
Actuarial Value of Plan Assets	\$ -
Unfunded Actuarial Accrued Liability (UAAL)	\$ 1,135,341
Funded Ratio Actuarial Value of Plan Assets (AAL)	0.0%

*Actuarial Methods and Assumptions*

Projections of benefits for financial reporting purposes are made on the substantive plan (the plan as understood by the employer and plan members) and included the types of benefits provided at the time of each valuation and the historical pattern of sharing the benefits cost between the employers and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In order to perform the valuation, it was necessary for the County and the actuary to make certain assumptions regarding such items as rates of employee turnover, retirement, and mortality, as well as economic assumptions regarding healthcare trend in interest rates.

Actuarial Valuation Date	9/30/2010
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Straight years of service, closed
Amortization Period in Years	28
Asset Valuation Method	full eligibility age
 Actuarial Assumptions:	
Investment Rate of Return Rate	4.00%
Healthcare Cost Trend Rate	10.0%-5.01%

*Additional Disclosures*

Texas Local Government Code, Chapter 175 requires counties to make available continued health benefits coverage under certain circumstances to retirees and their dependents beyond the end of an individual's employment with the County by permitting covered employees to purchase continued health benefits coverage in retirement. Texas law does not require counties to fund all or any portion of such coverage.

Because the County is given the authority to pay OPEB for its retired employees, it may incur a debt obligation to pay for OPEB so long as the County follows the constitutional requirement that it have sufficient taxing authority available at the time such a debt is incurred to provide for the payment of the debt and has in fact levied a tax for such purpose concurrently with the incurrence of the debt. Any debt incurred in contravention of this constitutional requirement is considered void and payment will not be due. Guadalupe County has not incurred a legal debt obligation for OPEB and has not levied a tax for the same. The County funds the costs associated with OPEB on a current "pay-as-you-go" basis for a single fiscal year through an annual appropriations authorized by the Commissioners Court during the County's annual budget adoption process.

GUADALUPE COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2010

**NOTE I - POST EMPLOYEE BENEFITS (CONTINUED)**

*Additional Disclosures (Continued)*

GASB Statement No. 45 (GASB 45) *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (OPEB)* required governmental organizations to recognize an actuarially calculated accrued liability for OPEB, even though it may not have a legally enforceable obligation to pay OPEB benefits.

The program will result in no additional expense to the County. At age 65, a supplemental insurance may be obtained from the County Silver Choice Program.

**NOTE J - INTERFUND BALANCES**

During the course of its operations, the County has numerous transactions between funds to finance operations, provide services, construct assets, and service debt. To the extent that certain transactions between funds had not been paid or received as of September 30, 2010, balances of interfund amounts receivable or payable have been recorded as follows:

	Due From	Due To
General Fund		
Road & Bridge Fund	\$ 88,825	\$ -
Juvenile Services	82,912	-
Nonmajor Governmental Funds	9,331	-
	181,068	-
Road & Bridge Fund:		
General Fund	-	88,825
	-	88,825
Juvenile Services Funds:		
General Fund	-	82,912
	-	82,912
Nonmajor Governmental Funds:		
General Fund	-	9,331
	-	9,331
Total	\$ 181,068	\$ 181,068

**NOTE K - INTERFUND TRANSFERS**

Interfund transfers during the year ended September 30, 2010 were as follows:

Transfer In	Transfer Out	Transfer	Reason
Juvenile Services	General Fund	\$ 2,584,310	<i>supplement funding</i>
Nonmajor Governmental Funds	General Fund	827,999	<i>supplement debt service funding</i>
Nonmajor Governmental Funds	General Fund	4,935	<i>special revenue</i>
Capital Projects	General Fund	1,290,000	<i>finance construction projects</i>
Capital Projects	Nonmajor Governmental Funds	66,951	<i>release of forfeiture funds</i>
	Total	\$ 4,774,195	

GUADALUPE COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE L - COMMITMENTS AND CONTINGENCIES**

Litigation

The County is the subject of various claims and litigation that have arisen in the course of its operations. Management is of the opinion that the County's liability in these cases, if decided adversely to the County, will not have a material effect on the County's financial position.

Guadalupe Regional Medical Center

Guadalupe County is contingently liable for 50% of operating deficits produced by Guadalupe Regional Medical Center, if any, with the Guadalupe County contingently responsible for the remainder. In addition, the County would be responsible for 50% of any long-term obligations should the Hospital be in default (See Note A1). The following is a summary of financial data as reported in the Guadalupe Regional Medical Center's most recent audited financial statements dated September 30, 2010:

**ASSETS**

Current Assets	\$ 35,232,169
Other Assets	14,946,440
Property, Plant and Equipment (Net)	100,983,153

<b>TOTAL ASSETS</b>	<b>\$ 151,161,762</b>
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**LIABILITIES & NET ASSETS**

Current Liabilities	\$ 15,434,757
Other Liabilities	101,126,780

<b>TOTAL LIABILITIES</b>	<b>116,561,537</b>
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Net Assets	34,600,225
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<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 151,161,762</b>
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Operating Revenues:

Net Revenues from Patient Services	\$ 69,068,210
Other Operating Revenues	965,329
Total Operating Revenues	70,033,539

Operating Expenses	69,067,040
Operating Income	966,499

Nonoperating Revenues (Expenses)	(2,429,711)
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Increase (Decrease) in Net Assets	<b>\$ (1,463,212)</b>
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GUADALUPE COUNTY, TEXAS  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE L - COMMITMENTS AND CONTINGENCIES (Continued)**

Construction Commitments

	Total Commitment	Incurred Through September 30, 2010	Estimated Future Commitment
Treasure Island Bridge	\$ 315,010	\$ 230,005	\$ 85,005
Admin. Building Remodel	72,900	63,225	9,675
Skull Road	138,500	4,250	134,250
Dowdy Road Bridge	150,000	75,000	75,000
	<u>\$ 676,410</u>	<u>\$ 372,480</u>	<u>\$ 303,930</u>

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. The County carries commercial insurance for all such risks. During the year ended September 30, 2010, settled claims resulting from these risks did not exceed commercial insurance coverage.

Federal Financial Assistance

The County receives significant financial assistance from the U.S. Government. Entitlement to the resources is generally based on compliance with terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to audits by the grantors. Findings from these audits could result in disallowances that become a liability of the fund that received the grant.

**NOTE M - SELF-INSURANCE FUND**

1. Medical Benefits Fund

The County has established a medical self-insurance fund to pay medical, dental and claims of all full-time County employees and their covered dependents, and to minimize the total cost of annual medical insurance to the County. The costs are accounted for as quasi-external interfund transactions. Premium rates are established by an actuary, and recorded as expenditures of the governmental fund paying them. Corresponding revenues are recorded in the self-insurance fund, with actual claims paid from the self-insurance fund recorded as an expense.

The County has assumed the risk of claims up to \$90,000 per employee/dependent unit per annum up to an aggregate claim for all County employees/dependents of \$3,821,187 for 2010. Claims over and above these amounts were insured by a private insurance carrier. The County is also responsible for employees who are deemed uninsurable by the private carrier or have been assigned separate specific retentions and aggregate loss fund limitations. As of September 30, 2010, the County had three participants in this category, with specific deductibles of \$225,000, \$200,000, and \$200,000, respectively. As of September 30, 2009 and 2008 the County had four participants in this category, specific deductibles of \$225,000, \$200,000, \$150,000 and \$75,000. The county has not had any significant reductions in insurance coverage during the past three years.

GUADALUPE COUNTY, TEXAS  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2010

**NOTE M - SELF-INSURANCE FUND (Continued)**

1. Medical Benefits Fund (Continued)

As of September 30, 2010, outstanding claims amounted to \$495,935 and were recorded as a current liability of the medical benefit fund as they are due within one year. A reconciliation of outstanding claims is as follows:

	2010	2009	2008
Outstanding Claims at October 1	\$ 179,659	\$ 92,055	\$ 956,560
Claims Submitted	3,258,740	2,716,628	1,516,703
Claims Paid	<u>(2,942,464)</u>	<u>(2,629,024)</u>	<u>(2,381,208)</u>
Outstanding Claims at September 30	<u>\$ 495,935</u>	<u>\$ 179,659</u>	<u>\$ 92,055</u>

2. Workers' Compensation Fund

In January 2008, the County eliminated the self funded Workman's Compensation Fund and has contracted with the Texas Association of Counties (TAC) to handle the workman's compensation claims process. However, the County will be responsible for the outstanding claims as a result of the self insured funds until those claims are fully paid.

The County will continue to pay the outstanding claims as a result of the self funded insurance until the time the County entered into the aforementioned contract with the Texas Association of Counties. As of September 30, 2010, outstanding claims were paid by TAC and reimbursed to TAC. Also, based on actuarial calculations, the estimated reserve for future claims is \$664,236 which has been recorded as a restriction of net assets in the workers' compensation fund as of September 30, 2010.

**NOTE N - COMPARATIVE DATA/RECLASSIFICATIONS**

Comparative data for the prior year has been provided for the Governmental fund types in the fund financial statements in order to provide an understanding of the changes in the financial position and operation of these funds. Certain reclassifications have been made to the 2009 financial statements to conform to the 2010 financial statement presentation. The reclassifications had no effect on the changes in financial position.

**NOTE O - RELATED PARTIES**

Jim Wolverton, County Commissioner, serves on the Board of Directors at Schertz Bank and Trust. The County had \$7,608,845 in Certificates of Deposit with Schertz Bank and Trust at year end.

**NOTE P - SUBSEQUENT EVENT**

The County approved a construction contract with The Koehler Company to remodel the 307 Court Street administration building in the amount of \$384,469 which includes change orders.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedules – General Fund
- Budgetary Comparison Schedule – Road and Bridge Fund
- Budgetary Comparison Schedule – Juvenile Services Fund
- Notes to Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
- Infrastructure Assets Under Modified Approach
- Schedule of Funding Progress Defined Benefit Retirement Plan

GUADALUPE COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE TOTALS FOR 2009)

	Budget Amounts		2010 Actual	Variance With Final Budget	2009 Actual
	Original	Final		Positive (Negative)	
<b>REVENUES</b>					
Taxes	\$ 30,127,000	\$ 30,127,000	\$ 30,068,436	\$ (58,564)	\$ 29,138,536
Licenses and Permits	104,900	104,900	129,083	24,183	110,086
Intergovernmental	1,591,153	1,591,153	1,575,243	(15,910)	1,574,631
Charges for Services	4,085,700	4,120,523	4,830,095	709,572	5,260,912
Fines and Forfeits	930,000	930,000	830,375	(99,625)	962,882
Miscellaneous	481,000	481,000	498,496	17,496	597,898
<b>TOTAL REVENUES</b>	<u>37,319,753</u>	<u>37,354,576</u>	<u>37,931,728</u>	<u>577,152</u>	<u>37,644,945</u>
<b>EXPENDITURES</b>					
General Government	7,695,694	7,526,982	7,420,660	106,322	7,036,756
Judicial	5,292,792	5,311,630	5,097,388	214,242	4,685,134
Public Safety	17,020,956	16,945,601	15,553,808	1,391,793	15,295,146
Health and Social Services	4,671,501	4,651,626	4,595,073	56,553	4,333,944
Capital Outlay	54,500	398,601	380,140	18,461	694,266
<b>TOTAL EXPENDITURES</b>	<u>34,735,443</u>	<u>34,834,440</u>	<u>33,047,069</u>	<u>1,787,371</u>	<u>32,045,246</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>2,584,310</u>	<u>2,520,136</u>	<u>4,884,659</u>	<u>2,364,523</u>	<u>5,599,699</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	-	-	-	-
Transfers Out	(4,130,309)	(4,702,309)	(4,702,309)	-	(3,482,928)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(4,130,309)</u>	<u>(4,702,309)</u>	<u>(4,702,309)</u>	<u>-</u>	<u>(3,482,928)</u>
<b>Net Change in Fund Balance</b>	(1,545,999)	(2,182,173)	182,350	2,364,523	2,116,771
Fund Balance at Beginning of Year	12,775,112	12,775,112	12,775,112	-	10,658,341
Fund Balance at End of Year	<u>\$ 11,229,113</u>	<u>\$ 10,592,939</u>	<u>\$ 12,957,462</u>	<u>\$ 2,364,523</u>	<u>\$ 12,775,112</u>



GUADALUPE COUNTY, TEXAS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 ROAD AND BRIDGE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE TOTALS FOR 2009)

	Budgeted Amounts		2010 Actual	Variance With Final Budget	2009 Actual
	Original	Final		Positive (Negative)	
<b>REVENUES</b>					
Taxes	\$ 5,687,000	\$ 5,687,000	\$ 5,945,037	\$ 258,037	\$ 6,188,358
Licenses and Permits	82,000	82,000	81,337	(663)	83,586
Intergovernmental	7,500	7,500	4,113	(3,387)	3,214
Fines and Forfeits	475,000	475,000	385,578	(89,422)	460,285
Miscellaneous Income	45,000	60,000	32,218	(27,782)	45,707
<b>TOTAL REVENUES</b>	6,296,500	6,311,500	6,448,283	136,783	6,781,150
<b>EXPENDITURES</b>					
Infrastructure & Environmental Services:					
Personnel Services	3,429,207	3,429,961	3,346,705	83,256	3,106,358
Operations	3,052,450	3,140,430	2,993,381	147,049	2,843,087
Capital Outlay	150,000	149,066	275,566	(126,500)	426,504
<b>TOTAL EXPENDITURES</b>	6,631,657	6,719,457	6,615,652	103,805	6,375,949
<b>Net Change in Fund Balance</b>	(335,157)	(407,957)	(167,369)	240,588	405,201
Fund Balance at Beginning of Year	1,795,198	1,795,198	1,795,198	-	1,389,997
Fund Balance at End of Year	\$ 1,460,041	\$ 1,387,241	\$ 1,627,829	\$ 240,588	\$ 1,795,198

GUADALUPE COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
JUVENILE SERVICES FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE TOTALS FOR 2009)

	Budgeted Amounts		2010 Amounts	Variance With Final Budget	2009 Amounts
	Original	Final		Positive (Negative)	
<b>REVENUES</b>					
Intergovernmental	\$ 549,787	\$ 148,525	\$ 686,949	\$ 538,424	\$ 676,659
Charges for Service	235,250	10,250	202,705	192,455	320,357
Miscellaneous Income	14,500	1,000	21,495	20,495	21,708
<b>TOTAL REVENUES</b>	<u>799,537</u>	<u>159,775</u>	<u>911,149</u>	<u>751,374</u>	<u>1,018,724</u>
<b>EXPENDITURES</b>					
Judicial:					
Personnel Services	3,253,551	1,809,525	3,054,348	(1,244,823)	2,969,390
Operations	638,367	579,807	472,462	107,345	502,302
Capital Outlay	38,000	81,000	74,590	6,410	18,135
<b>TOTAL EXPENDITURES</b>	<u>3,929,918</u>	<u>2,470,332</u>	<u>3,601,400</u>	<u>(1,131,068)</u>	<u>3,489,827</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(3,130,381)</u>	<u>(2,310,557)</u>	<u>(2,690,251)</u>	<u>(379,694)</u>	<u>(2,471,103)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In (Out)	<u>2,600,535</u>	<u>2,600,535</u>	<u>2,584,310</u>	<u>(16,225)</u>	<u>2,563,643</u>
<b>Net Change in Fund Balance</b>	(529,846)	289,978	(105,941)	(395,919)	92,540
Fund Balance at Beginning of Year	2,312,969	2,405,509	2,405,509	-	2,312,969
Fund Balance at End of Year	<u>\$ 1,783,123</u>	<u>\$ 2,695,487</u>	<u>\$ 2,299,568</u>	<u>\$ (395,919)</u>	<u>\$ 2,405,509</u>

GUADALUPE COUNTY, TEXAS  
NOTES TO SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
SEPTEMBER 30, 2010

Budget and Budgetary Accounting

An annual budget is adopted for substantially all governmental funds of the County. Actual expenditures may not legally exceed budgeted appropriations at the expense summary classification level.

The Juvenile Services and Road and Bridge Fund legally budgeted appropriations were exceeded by expense summary classification level in 2010.

The procedures followed by Guadalupe County in establishing the budgetary data reflected in the financial statements are as follows:

Budget Preparation – The County Judge, assisted by the County Auditor, prepares a proposed operating budget for the fiscal year beginning the following October 1, and files the proposed budget with the County Clerk in whose office it is available for public inspection. The operating budget includes proposed expenditures and the means of financing them.

Public Hearing – After proper publication of notice, a budget hearing is conducted by the Commissioners Court to obtain taxpayer comments.

Budget Adoption – During a regular term of the Commissioners Court the budget is adopted through the passage of an order. A separate order is provided in the budget.

Amendments to Budget – Amendments to the budget to transfer budgeted amounts from one budget classification (summary line) to another may be made by the Commissioners Court at its discretion. Amendments to provide for items not included in the original budget may be made by the Commissioners Court upon finding and declaring the existence of an emergency sufficient to require such action. The final amended budget is presented in this report.

Formal Budgetary Integration – Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Debt Service, Capital Projects, and Internal Service Funds.

FEMA Special Revenue Budget is not legally adopted.

Budgets on GAAP Basis – The Budgets for all governmental fund types are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

Expenditure Classifications – Budget is adopted by department for personnel services, operations and capital outlay. For management purposes, however, accounting records are maintained to match actual expenditures against several more detailed classifications within each of the budget categories.

Lapse of Appropriations – All budget appropriations lapse at the end of each fiscal period. Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances lapse at the end of each year and do not constitute expenditures or liabilities because the commitments must be reappropriated and honored during the subsequent year.

GUADALUPE COUNTY, TEXAS  
 INFRASTRUCTURE ASSETS (ROADS) UNDER THE MODIFIED APPROACH  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010

The county performs periodic physical condition assessments to determine whether infrastructure assets are being maintained at levels requested.

The condition of road pavement is measured using the Pavement Condition Ratings and Images (PCR) management system, which is based on a weighted average of six distress factors found in pavement surfaces. The PCR uses the following scale to measure pavement surfaces.

<u>Condition</u>	<u>Rating</u>	<u>Description</u>
Excellent	5	New or nearly new pavements.
Good to Excellent	4	Free of cracks, patches or rutting. Pavements exhibiting few, if any variable signs of surface deterioration.
Good	3.3	Evidence of initial deterioration, including hairline cracks and minor rutting.
Fair to Poor	2.4	Visible defects, including moderate cracking, distortion and rutting. Some patches may now be present.
Poor	1.2	Extremely deteriorated pavement. Defects include severe cracking, distortion, and rutting. Very extensive patching.
Very Poor	0.8	Pavement is completely deteriorated.

The condition of the county roads is rated according to the PCR in linear feet as follows:

<u>Condition</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Excellent	17.67%	15.02%	13.04%
Good to Excellent	53.87%	50.80%	45.09%
Good	26.00%	31.27%	38.82%
Fair to Poor	2.26%	2.70%	2.84%
Poor	0.21%	0.21%	0.21%
Very Poor	0.00%	0.00%	0.00%

The County policy is to maintain at least 80% of its road system at a good (3.3) or better condition level.

GUADALUPE COUNTY, TEXAS  
 INFRASTRUCTURE ASSETS (ROADS) UNDER THE MODIFIED APPROACH (CONTINUED)  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010

The County spends the amount necessary to maintain its infrastructure assets at or above a condition level of 3.3. As a measure of the county’s maintenance efforts, the following chart shows actual to budget infrastructure maintenance expenses of the Road & Bridge Department. These infrastructure maintenance costs consist of all personnel and operating costs within the Road and Bridge Department that are used to maintain roads, as well as resurfacing and roadway landscaping costs.

Budget versus actual infrastructure maintenance costs:

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Budget	\$ 3,643,439	\$ 3,287,402	\$ 3,568,047	\$ 2,311,241	\$ 2,393,419
Actual	3,605,778	3,137,914	3,603,010	2,980,569	3,084,479

By using the “modified approach” the County’s accounting practices for infrastructure assets are in agreement with the County’s plans for maintaining its infrastructure at the least overall cost over individual life cycles.

GUADALUPE COUNTY, TEXAS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM  
 ANALYSIS OF FUNDING PROGRESS  
 LAST FIVE CALENDAR YEARS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage Of Covered Payroll ((b-a)/c)
12/31/2005	\$ 21,328,771	\$ 25,538,218	\$ 4,209,447	83.52%	\$ 14,816,804	28.41%
12/31/2006	25,126,801	28,872,418	3,745,617	87.03%	15,856,873	23.62%
12/31/2007	28,739,961	32,884,255	4,144,314	87.40%	17,594,185	23.56%
12/31/2008	30,264,256	36,916,830	6,652,574	81.98%	19,746,756	33.69%
12/31/2009	34,897,604	42,005,854	7,108,250	83.08%	22,740,731	31.26%

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Schedule of Revenues, Expenditures and Changes in Fund Balance – General Fund
- Comparative Statements – General Fund
- Comparative Statements – Road and Bridge Fund
- Comparative Statements – Juvenile Services Fund
- Comparative Statements – Capital Projects Fund
- Combining Statements – Nonmajor Governmental Funds
- Schedules of Revenues, Expenditures by Changes in Fund Balance – Nonmajor Governmental Funds
- Combining Statements – Internal Service Funds
- Combining Statements – Agency Funds

GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budget Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 30,127,000	\$ 30,127,000	\$ 30,068,436	\$ (58,564)
Licenses and Permits	104,900	104,900	129,083	24,183
Intergovernmental	1,591,153	1,591,153	1,575,243	(15,910)
Charges for Services	4,085,700	4,120,523	4,830,095	709,572
Fines and Forfeits	930,000	930,000	830,375	(99,625)
Miscellaneous	481,000	481,000	498,496	17,496
<b>TOTAL REVENUES</b>	<b>37,319,753</b>	<b>37,354,576</b>	<b>37,931,728</b>	<b>577,152</b>
<b>EXPENDITURES:</b>				
<b>GENERAL GOVERNMENT</b>				
<i>General Administration:</i>				
<i>County Judge:</i>				
Personnel Services	214,000	219,166	214,153	5,013
Operations	14,700	14,700	9,749	4,951
<i>Total County Judge</i>	<b>228,700</b>	<b>233,866</b>	<b>223,902</b>	<b>9,964</b>
<i>County Commissioners:</i>				
Personnel Services	299,495	299,495	298,119	1,376
Operations	26,135	26,135	18,829	7,306
<i>Total County Commissioners</i>	<b>325,630</b>	<b>325,630</b>	<b>316,948</b>	<b>8,682</b>
<i>County Clerk:</i>				
Personnel Services	989,314	989,314	899,737	89,577
Operations	64,600	72,600	55,922	16,678
<i>Total County Clerk</i>	<b>1,053,914</b>	<b>1,061,914</b>	<b>955,659</b>	<b>106,255</b>
<i>General Expense:</i>				
(Non-Departmental)				
Personnel Services	40,000	82,864	82,788	76
Operations	1,379,886	1,219,656	1,393,976	(174,320)
<i>Total General Expense</i>	<b>1,419,886</b>	<b>1,302,520</b>	<b>1,476,764</b>	<b>(174,244)</b>
<i>Facility Operations/Repairs:</i>				
Personnel Services	547,680	547,680	533,864	13,816
Operations	190,400	229,444	234,472	(5,028)
Capital Outlay	-	-	8,000	(8,000)
<i>Total Facility Operations/Repairs</i>	<b>\$ 738,080</b>	<b>\$ 777,124</b>	<b>\$ 776,336</b>	<b>\$ 788</b>



GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES BY DEPARTMENT, AND FUND BALANCE (CONT.)  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>GENERAL GOVERNMENT (CONT.)</b>				
<i>General Administration (Cont.):</i>				
<i>Computer Operations/Repairs:</i>				
Personnel Services	\$ 426,288	\$ 426,288	\$ 420,172	\$ 6,116
Operations	744,941	739,335	685,131	54,204
Capital Outlay	-	101,106	100,081	1,025
<i>Total Computer Operations/Repairs</i>	<u>1,171,229</u>	<u>1,266,729</u>	<u>1,205,384</u>	<u>61,345</u>
<i>Total General Administration</i>	<u>4,937,439</u>	<u>4,967,783</u>	<u>4,954,993</u>	<u>12,790</u>
 <i>Elections Administration:</i>				
Personnel Services	382,850	382,850	363,527	19,323
Operations	214,929	115,426	102,223	13,203
<i>Total Elections Administration</i>	<u>597,779</u>	<u>498,276</u>	<u>465,750</u>	<u>32,526</u>
 <i>Financial Administration:</i>				
<i>County Auditor:</i>				
Personnel Services	550,275	550,275	546,077	4,198
Operations	32,360	32,360	29,980	2,380
<i>Total County Auditor</i>	<u>582,635</u>	<u>582,635</u>	<u>576,057</u>	<u>6,578</u>
 <i>County Treasurer:</i>				
Personnel Services	263,071	263,071	256,539	6,532
Operations	29,725	36,078	34,843	1,235
<i>Total County Treasurer</i>	<u>292,796</u>	<u>299,149</u>	<u>291,382</u>	<u>7,767</u>
 <i>Human Resources Dept:</i>				
Personnel Services	168,477	163,677	162,022	1,655
Operations	31,221	31,221	28,551	2,670
<i>Total Human Resources Dept.</i>	<u>199,698</u>	<u>194,898</u>	<u>190,573</u>	<u>4,325</u>
 <i>County Tax Assessor-Collector:</i>				
Personnel Services	1,003,567	1,003,567	972,005	31,562
Operations	81,780	81,780	77,981	3,799
<i>Total County Tax Assessor-Collector</i>	<u>1,085,347</u>	<u>1,085,347</u>	<u>1,049,986</u>	<u>35,361</u>
<i>Total Financial Administration</i>	<u>2,160,476</u>	<u>2,162,029</u>	<u>2,107,998</u>	<u>54,031</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>\$ 7,695,694</u>	<u>\$ 7,628,088</u>	<u>\$ 7,528,741</u>	<u>\$ 99,347</u>

GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES BY DEPARTMENT, AND FUND BALANCE (CONT.)  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
<b>JUDICIAL</b>				
<i>County Court at Law:</i>				
Personnel Services	\$ 530,623	\$ 530,623	\$ 527,244	\$ 3,379
Operations	265,826	261,326	229,233	32,093
Capital Outlay	6,000	-	-	-
<i>Total County Court at Law</i>	<u>802,449</u>	<u>791,949</u>	<u>756,477</u>	<u>35,472</u>
<i>District Courts:</i>				
Personnel Services	404,262	404,262	401,949	2,313
Operations	615,177	639,505	601,008	38,497
<i>Total District Courts</i>	<u>1,019,439</u>	<u>1,043,767</u>	<u>1,002,957</u>	<u>40,810</u>
<i>District Clerk:</i>				
Personnel Services	615,935	615,935	588,043	27,892
Operations	52,741	52,241	44,789	7,452
<i>Total District Clerk</i>	<u>668,676</u>	<u>668,176</u>	<u>632,832</u>	<u>35,344</u>
<i>Justice of the Peace - Precinct 1:</i>				
Personnel Services	300,310	300,310	287,342	12,968
Operations	35,750	35,750	32,299	3,451
<i>Total Justice of the Peace - Precinct 1</i>	<u>336,060</u>	<u>336,060</u>	<u>319,641</u>	<u>16,419</u>
<i>Justice of the Peace - Precinct 2:</i>				
Personnel Services	162,921	162,921	161,891	1,030
Operations	9,100	9,100	7,208	1,892
<i>Total Justice of the Peace - Precinct 2</i>	<u>172,021</u>	<u>172,021</u>	<u>169,099</u>	<u>2,922</u>
<i>Justice of the Peace - Precinct 3:</i>				
Personnel Services	162,049	162,049	160,476	1,573
Operations	7,450	7,450	6,350	1,100
<i>Total Justice of the Peace - Precinct 3</i>	<u>169,499</u>	<u>169,499</u>	<u>166,826</u>	<u>2,673</u>
<i>Justice of the Peace - Precinct 4:</i>				
Personnel Services	209,232	209,232	201,971	7,261
Operations	19,500	19,500	15,028	4,472
<i>Total Justice of the Peace - Precinct 4</i>	<u>\$ 228,732</u>	<u>\$ 228,732</u>	<u>\$ 216,999</u>	<u>\$ 11,733</u>

GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES BY DEPARTMENT, AND FUND BALANCE (CONT.)  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>JUDICIAL (CONT.)</b>				
<i>Juvenile Probation:</i>				
Personnel Services	\$ 27,102	\$ 27,102	\$ 27,100	\$ 2
Operations	88,600	88,600	75,066	13,534
<i>Total Juvenile Probation</i>	<u>115,702</u>	<u>115,702</u>	<u>102,166</u>	<u>13,536</u>
<i>Legal:</i>				
<i>County Attorney:</i>				
Personnel Services	978,336	978,336	967,828	10,508
Operations	56,950	56,460	54,225	2,235
Capital Outlay	-	2,990	2,990	-
<i>Total County Attorney</i>	<u>1,035,286</u>	<u>1,037,786</u>	<u>1,025,043</u>	<u>12,743</u>
<i>District Attorney</i>	<u>750,928</u>	<u>750,928</u>	<u>708,338</u>	<u>42,590</u>
<i>Total Legal</i>	<u>1,786,214</u>	<u>1,788,714</u>	<u>1,733,381</u>	<u>55,333</u>
<b>TOTAL JUDICIAL</b>	<u>5,298,792</u>	<u>5,314,620</u>	<u>5,100,378</u>	<u>214,242</u>
<b>PUBLIC SAFETY</b>				
<i>Fire Protection:</i>				
Operations	548,857	548,857	548,856	1
<i>Total Fire Protection</i>	<u>548,857</u>	<u>548,857</u>	<u>548,856</u>	<u>1</u>
<i>Law Enforcement:</i>				
<i>Constable Precinct 1</i>				
Personnel Services	67,468	67,468	66,664	804
Operations	16,175	14,775	15,629	(854)
<i>Total Constable Precinct 1</i>	<u>83,643</u>	<u>82,243</u>	<u>82,293</u>	<u>(50)</u>
<i>Constable Precinct 2:</i>				
Personnel Services	55,598	55,598	55,145	453
Operations	5,500	5,500	2,482	3,018
<i>Total Constable Precinct 2</i>	<u>61,098</u>	<u>61,098</u>	<u>57,627</u>	<u>3,471</u>
<i>Constable Precinct 3:</i>				
Personnel Services	82,092	82,092	79,881	2,211
Operations	14,350	14,350	7,191	7,159
Capital Outlay	2,500	2,500	-	2,500
<i>Total Constable Precinct 3</i>	<u>\$ 98,942</u>	<u>\$ 98,942</u>	<u>\$ 87,072</u>	<u>\$ 11,870</u>

GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES BY DEPARTMENT, AND FUND BALANCE (CONT.)  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>PUBLIC SAFETY (CONT.)</b>				
<i>Constable Precinct 4:</i>				
Personnel Services	\$ 67,780	\$ 67,780	\$ 64,429	\$ 3,351
Operations	10,420	10,420	6,628	3,792
<i>Total Constable Precinct 4</i>	<u>78,200</u>	<u>78,200</u>	<u>71,057</u>	<u>7,143</u>
<i>County Sheriff:</i>				
Personnel Services	6,911,813	6,911,813	6,374,257	537,556
Operations	807,203	800,948	775,972	24,976
Capital Outlay	-	128,075	127,182	893
<i>Total County Sheriff</i>	<u>7,719,016</u>	<u>7,840,836</u>	<u>7,277,411</u>	<u>563,425</u>
<i>Law Enforcement (Cont.):</i>				
<i>Dept. of Public Safety:</i>				
Personnel Services	126,625	126,625	115,937	10,688
Operations	31,571	33,371	32,065	1,306
<i>Total Dept. of Public Safety</i>	<u>158,196</u>	<u>159,996</u>	<u>148,002</u>	<u>11,994</u>
<i>Total Law Enforcement</i>	<u>8,199,095</u>	<u>8,321,315</u>	<u>7,723,462</u>	<u>597,853</u>
<i>Corrections:</i>				
<i>Feeding and Care of Prisoners:</i>				
Personnel Services	6,291,596	6,295,596	5,709,716	585,880
Operations	1,803,300	1,729,800	1,517,537	212,263
Capital Outlay	-	98,055	96,498	1,557
<i>Total Feeding and Care of Prisoners</i>	<u>8,094,896</u>	<u>8,123,451</u>	<u>7,323,751</u>	<u>799,700</u>
<i>Adult Probation Local Support:</i>				
Operations	54,940	54,940	53,665	1,275
<i>Total Adult Probation Local Support</i>	<u>54,940</u>	<u>54,940</u>	<u>53,665</u>	<u>1,275</u>
<i>Total Corrections</i>	<u>8,149,836</u>	<u>8,178,391</u>	<u>7,377,416</u>	<u>800,975</u>
<i>Emergency Management:</i>				
Personnel Services	97,288	97,288	101,333	(4,045)
Operations	28,380	28,380	26,421	1,959
<i>Total Emergency Management</i>	<u>125,668</u>	<u>125,668</u>	<u>127,754</u>	<u>(2,086)</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>\$ 17,023,456</u>	<u>\$ 17,174,231</u>	<u>\$ 15,777,488</u>	<u>\$ 1,396,743</u>

GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES BY DEPARTMENT, AND FUND BALANCE (CONT.)  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>HEALTH &amp; SOCIAL SERVICES</b>				
<i>Health Services:</i>				
Indigent Care	\$ 3,249,007	\$ 3,249,007	\$ 3,225,750	\$ 23,257
Other Services	438,459	438,459	438,256	203
<i>Total Health Services</i>	<u>3,687,466</u>	<u>3,687,466</u>	<u>3,664,006</u>	<u>23,460</u>
<i>Veterans Services:</i>				
Personnel Services	54,423	54,423	52,613	1,810
Operations	8,875	8,875	5,567	3,308
<i>Total Veterans Services</i>	<u>63,298</u>	<u>63,298</u>	<u>58,180</u>	<u>5,118</u>
<i>Sanitation:</i>				
Personnel Services	298,380	298,380	296,536	1,844
Operations	29,037	29,037	23,592	5,445
Capital Outlay	21,000	21,000	20,539	461
<i>Total Sanitation</i>	<u>348,417</u>	<u>348,417</u>	<u>340,667</u>	<u>7,750</u>
<i>Animal Control:</i>				
Personnel Services	179,281	174,356	166,315	8,041
Operations	60,075	45,125	36,822	8,303
Capital Outlay	-	19,875	-	19,875
<i>Total Animal Control</i>	<u>239,356</u>	<u>239,356</u>	<u>203,137</u>	<u>36,219</u>
<i>Landfill Operation:</i>				
Operations	127,852	127,852	127,852	-
<i>Total Landfill Operation</i>	<u>127,852</u>	<u>127,852</u>	<u>127,852</u>	<u>-</u>
<i>Agricultural Extension Service:</i>				
Personnel Services	195,962	195,962	195,029	933
Operations	30,150	30,150	26,741	3,409
Capital Outlay	25,000	25,000	24,850	150
<i>Total Agricultural Extension Service</i>	<u>251,112</u>	<u>251,112</u>	<u>246,620</u>	<u>4,492</u>
<b>TOTAL HEALTH &amp; SOCIAL SERVICES</b>	<u>4,717,501</u>	<u>4,717,501</u>	<u>4,640,462</u>	<u>77,039</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 34,735,443</u>	<u>\$ 34,834,440</u>	<u>\$ 33,047,069</u>	<u>\$ 1,787,371</u>

GUADALUPE COUNTY, TEXAS  
OTHER SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES BY DEPARTMENT, AND FUND BALANCE (CONT.)  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance With
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>\$ 2,584,310</u>	<u>\$ 2,520,136</u>	<u>\$ 4,884,659</u>	<u>\$ 2,364,523</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
Transfers Out	<u>(4,130,309)</u>	<u>(4,702,309)</u>	<u>(4,702,309)</u>	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(4,130,309)</u>	<u>(4,702,309)</u>	<u>(4,702,309)</u>	-
<b>Net Change in Fund Balance</b>	(1,545,999)	(2,182,173)	<b>182,350</b>	2,364,523
Fund Balance at Beginning of Year	<u>12,775,112</u>	<u>12,775,112</u>	<u>12,775,112</u>	-
Fund Balance at End of Year	<u><u>\$ 11,229,113</u></u>	<u><u>\$ 10,592,939</u></u>	<u><u>\$ 12,957,462</u></u>	<u><u>\$ 2,364,523</u></u>



GUADALUPE COUNTY, TEXAS  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
SEPTEMBER 30, 2010 AND 2009

	2010	2009
<b>ASSETS</b>		
Cash and Investments	\$ 13,064,982	\$ 12,606,179
Receivables (Net of Allowances for Estimated Uncollectibles of \$29,606 and \$29,606):		
Taxes	1,177,217	1,118,153
Other Receivables	1,357,354	1,270,447
Due from Other Funds	181,068	174,050
Prepaid Items	279,507	237,078
<b>TOTAL ASSETS</b>	<b>\$ 16,060,128</b>	<b>\$ 15,405,907</b>
 <b>LIABILITIES &amp; FUND BALANCE</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 877,419	\$ 849,224
Due to Other Governments	10,423	-
Accrued Wages and Benefits	1,095,001	697,499
Due to Other Funds	-	12,040
Deferred Revenues	1,119,823	1,072,032
<i>Total Liabilities</i>	<b>3,102,666</b>	<b>2,630,795</b>
 <i>Fund Balance:</i>		
Reserved for Prepaid Items	279,507	237,078
Unreserved - Undesignated	12,677,955	12,538,034
<i>Total Fund Balance</i>	<b>12,957,462</b>	<b>12,775,112</b>
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 16,060,128</b>	<b>\$ 15,405,907</b>



GUADALUPE COUNTY, TEXAS  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009

	2010	2009
<b>REVENUES</b>		
Taxes	\$ 30,068,436	\$ 29,138,536
Licenses and Permits	129,083	110,086
Intergovernmental	1,575,243	1,574,631
Charges for Services	4,830,095	5,260,912
Fines and Forfeits	830,375	962,882
Miscellaneous	498,496	597,898
<b>TOTAL REVENUES</b>	<b>37,931,728</b>	<b>37,644,945</b>
<b>EXPENDITURES</b>		
Current:		
General Government	7,420,660	7,036,757
Judicial	5,097,388	4,685,133
Public Safety	15,553,808	15,858,061
Health & Social Services	4,595,073	3,771,029
Capital Outlay	380,140	694,266
<b>TOTAL EXPENDITURES</b>	<b>33,047,069</b>	<b>32,045,246</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>4,884,659</b>	<b>5,599,699</b>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers (Out)	(4,702,309)	(3,482,928)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(4,702,309)</b>	<b>(3,482,928)</b>
<b>Net Change in Fund Balance</b>	<b>182,350</b>	<b>2,116,771</b>
<b>Fund Balance at Beginning of Year</b>	<b>12,775,112</b>	<b>10,658,341</b>
<b>Fund Balance at End of Year</b>	<b>\$ 12,957,462</b>	<b>\$ 12,775,112</b>

GUADALUPE COUNTY, TEXAS  
ROAD AND BRIDGE FUND  
COMPARATIVE BALANCE SHEET  
SEPTEMBER 30, 2010 AND 2009

	2010	2009
<b>ASSETS</b>		
Cash and Investments	\$ 1,775,829	\$ 1,786,130
Receivables (Net of Allowances for Uncollectibles):		
Taxes	202,081	196,770
Accounts	39,144	34,714
Due from Other Funds	-	11,309
Inventory of Supplies at Cost	124,492	20,510
Prepaid Insurance	10,051	81,347
 <b>TOTAL ASSETS</b>	 <b>\$ 2,151,597</b>	 <b>\$ 2,130,780</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 241,819	\$ 69,190
Accrued Wages & Benefits	7,467	10,388
Due to Other Funds	88,825	74,588
Deferred Revenues	185,657	181,416
<i>Total Liabilities</i>	523,768	335,582
 <i>Fund Balance:</i>		
Reserved for Inventory and Prepaid Items	134,543	101,857
Unreserved	1,493,286	1,693,341
<i>Total Fund Balance</i>	1,627,829	1,795,198
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	 <b>\$ 2,151,597</b>	 <b>\$ 2,130,780</b>

GUADALUPE COUNTY, TEXAS  
ROAD AND BRIDGE FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<b>REVENUES</b>		
Taxes	\$ 5,945,037	\$ 6,188,358
Licenses and Permits	81,337	83,586
Intergovernmental	4,113	3,214
Fines and Forfeits	385,578	460,285
Miscellaneous	<u>32,218</u>	<u>45,707</u>
<b>TOTAL REVENUES</b>	<u>6,448,283</u>	<u>6,781,150</u>
<b>EXPENDITURES</b>		
Infrastructure:		
Personnel Services	3,346,705	3,106,358
Operations	2,993,381	2,843,087
Capital Outlay	<u>275,566</u>	<u>426,504</u>
<b>TOTAL EXPENDITURES</b>	<u>6,615,652</u>	<u>6,375,949</u>
<b>Net Change in Fund Balance</b>	<b>(167,369)</b>	405,201
Fund Balance at Beginning of Year	<u>1,795,198</u>	<u>1,389,997</u>
Fund Balance at End of Year	<u><u>\$ 1,627,829</u></u>	<u><u>\$ 1,795,198</u></u>

GUADALUPE COUNTY, TEXAS  
 JUVENILE SERVICES FUND  
 COMPARATIVE BALANCE SHEET  
 SEPTEMBER 30, 2010 AND 2009

	2010	2009
<b>ASSETS</b>		
Cash and Investments	\$ 2,434,260	\$ 2,504,766
Receivables (Net of Allowances for Uncollectibles)		
Accounts	22,683	47,024
Prepaid Insurance	820	400
 <b>TOTAL ASSETS</b>	 <b>\$ 2,457,763</b>	 <b>\$ 2,552,190</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 60,930	\$ 72,176
Accrued Wages & Benefits	14,319	5,826
Due to Other Funds	34	68,679
Due to Other Governments	82,912	-
<i>Total Liabilities</i>	158,195	146,681
 <i>Fund Balance:</i>		
Reserved for Inventory and Prepaid Items	-	400
Unreserved	2,299,568	2,405,109
<i>Total Fund Balance</i>	2,299,568	2,405,509
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	 <b>\$ 2,457,763</b>	 <b>\$ 2,552,190</b>

GUADALUPE COUNTY, TEXAS  
 JUVENILE SERVICES FUND  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 FOR THE YEARS ENDED SEPTEMBER 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<b>REVENUES</b>		
Intergovernmental	\$ 686,949	\$ 676,659
Charges for Services	202,705	320,357
Miscellaneous	<u>21,495</u>	<u>21,708</u>
<b>TOTAL REVENUES</b>	<u>911,149</u>	<u>1,018,724</u>
<b>EXPENDITURES</b>		
Judicial:		
Personnel Services	3,054,348	2,969,390
Operations	472,462	502,302
Capital Outlay	<u>74,590</u>	<u>18,135</u>
<b>TOTAL EXPENDITURES</b>	<u>3,601,400</u>	<u>3,489,827</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(2,690,251)</u>	<u>(2,471,103)</u>
<b>OTHER FINANCING SOURCES</b>		
Transfers In (Out)	<u>2,584,310</u>	<u>2,563,643</u>
<b>Net Change in Fund Balance</b>	<b>(105,941)</b>	92,540
Fund Balance at Beginning of Year	<u>2,405,509</u>	<u>2,312,969</u>
Fund Balance at End of Year	<u><u>\$ 2,299,568</u></u>	<u><u>\$ 2,405,509</u></u>

GUADALUPE COUNTY, TEXAS  
 CAPITAL PROJECTS FUND  
 COMPARATIVE BALANCE SHEET  
 SEPTEMBER 30, 2010 AND 2009

	<b>2010</b>	2009
<b>ASSETS</b>		
Cash and Investments	\$ 1,166,136	\$ 6,758,252
Accounts Receivable	-	30,154
<b>TOTAL ASSETS</b>	<b>\$ 1,166,136</b>	<b>\$ 6,788,406</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 123,581	\$ 393,699
Due to Other Funds	-	11,309
<i>Total Liabilities</i>	<b>123,581</b>	405,008
 <i>Fund Balance:</i>		
Unreserved	<b>1,042,555</b>	6,383,398
<i>Total Fund Balance</i>	<b>1,042,555</b>	6,383,398
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 1,166,136</b>	<b>\$ 6,788,406</b>

GUADALUPE COUNTY, TEXAS  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND FUND BALANCE  
 BUDGET TO ACTUAL  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE TOTALS FOR 2009)

	Budgeted Amounts		2010 Actual	Variance	2009 Actual
	Original	Final			
<b>REVENUES</b>					
Miscellaneous	\$ 10,000	\$ 55,000	\$ 13,435	\$ (41,565)	\$ 40,270
<b>TOTAL REVENUES</b>	<u>10,000</u>	<u>55,000</u>	<u>13,435</u>	<u>(41,565)</u>	<u>40,270</u>
<b>EXPENDITURES</b>					
Capital Outlay	5,137,000	7,662,474	6,711,229	951,245	6,787,428
Bond Issue Costs	-	-	-	-	79,000
<b>TOTAL EXPENDITURES</b>	<u>5,137,000</u>	<u>7,662,474</u>	<u>6,711,229</u>	<u>951,245</u>	<u>6,866,428</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(5,127,000)</u>	<u>(7,607,474)</u>	<u>(6,697,794)</u>	<u>909,680</u>	<u>(6,826,158)</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers In (Out)	718,000	1,290,000	1,356,951	66,951	707,140
Issuance of Bond Proceeds	-	-	-	-	9,900,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>718,000</u>	<u>1,290,000</u>	<u>1,356,951</u>	<u>66,951</u>	<u>10,607,140</u>
<b>Net Change in Fund Balance</b>	(4,409,000)	(6,317,474)	(5,340,843)	976,631	3,780,982
Fund Balance at Beginning of Year	<u>6,383,398</u>	<u>6,383,398</u>	<u>6,383,398</u>	-	<u>2,602,416</u>
Fund Balance at End of Year	<u>\$ 1,974,398</u>	<u>\$ 65,924</u>	<u>\$ 1,042,555</u>	<u>\$ 976,631</u>	<u>\$ 6,383,398</u>





GUADALUPE COUNTY, TEXAS  
COMBINING FINANCIAL STATEMENTS  
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for resources which are legally restricted to expenditures for specified current operating purposes, or to the acquisition of furniture, fixtures, machinery, equipment, or other relatively minor or comparatively short – lived fixed assets. The Special Revenue Funds used by the County are as follows:

County Sheriff Fund – To account for federal and state forfeitures restricted to expenditures for law enforcement. Also accounts for revenues and expenditures of the jail commissary.

County Attorney Fund – To account for fees collected for administration of the collection of “hot checks.” These fees are used for items not otherwise budgeted by Guadalupe County General Fund for the County Attorney.

Law Enforcement Training Fund – To account for state funds received for the training of licensed law enforcement officers.

**Combined Grant Funds**

Third Administrative District Fund – To account for Third Administrative District funds received from the state and counties to be used for the operation of the Third Administrative District.

District Attorney Grant Fund – To account for grant funds received from the state for the operations of the District Attorney’s Office.

FEMA – To account for program income from the sale of weather radios received through a FEMA grant.

Help Americans Vote Act Fund – To account for grant funds received from the Office of the Secretary of State for the education and operations of the elections office.

American Recovery and Reinvestment Act Grants Fund – To account for federal grant funds received for American Recovery and Reinvestment Act projects.

**Other Nonmajor Funds**

Miscellaneous Grants Fund – To account for receipts and expenditures of federal and state awarded grants for various purposes.

Alternative Dispute Fund – To account for the collection of fees by the District Clerk and the expenditures of the county in accordance with Civil Procedures and Remedies, Section 152.004.

Animal Registration Fund – A special revenue fund to account for the fees collected and disbursed by the County. These fees must be spent in accordance with the Health and Safety Code, Section 822.029.

GUADALUPE COUNTY, TEXAS  
COMBINING FINANCIAL STATEMENTS (CONTINUED)  
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

Courthouse Reporter Fund – A special revenue fund to account for fees collected by the District Court to be spent in accordance with Government Code 51.601.

Courthouse Security Fund – A special revenue fund to account for the fees collected by the County Clerk and District Clerk. These expenses must be spent in accordance with the Code of Criminal Procedures, Section 102.017.

Court Initiated Guardianship Fund – A special revenue fund to account for the collection and expenses made to supplement available County funds for guardianship issues.

Elections Contracts Fund – A special revenue fund to account for direct costs associated with Contracted Elections, fees and surpluses from the elections and can be used only to defray expenses in the County Election Office.

Employee Fund – To account for commissions earned on vending machines located on county property. Funds are used to provide employee achievement awards, memorials and supplies for employee break rooms.

Family Fee Protection Fund – A special revenue fund to account for a special fee paid at the time a suit for dissolution of marriage is filed. The expenses are to provide services to families that are at risk of experiencing or having experienced family violence, abuse or neglect.

Vehicle Inventory Tax Fund – Special revenue fund to account for the interest income received on the motor vehicle inventory account. These funds are to be used to defray the cost of the administration of prepayment procedures of the motor vehicle inventory. Purchases with these funds are not subject to the County Purchasing Policies.

Justice of the Peace Courthouse Security Fund – A special revenue fund to account for fees collected by the Justice of the Peace. These funds must be spent in accordance with the Code of Criminal Procedures, Section 102.017.

Justice Court Technology Fund – To account for the fees collected from a defendant convicted of a misdemeanor offense in Justice Court. The expenses may be used to purchase technological enhancements for the Justice Courts.

Law Library Fund – To account for fees collected on civil cases filed in the county and district courts. These funds must be used to enhance the law library.

Record Archive Fee Fund – To account for the collection of fees and expenses for the preservation and restoration of the clerk's records archive.

Records Management Fee Fund – To account for the fees collected by the County Clerk and District Clerk. These funds must be spent on records management and preservation in line with Local Government Code Section 118.0216 and 118.0546.

GUADALUPE COUNTY, TEXAS  
COMBINING FINANCIAL STATEMENTS (CONTINUED)  
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

Vital Statistics Prevention Fund – To account for the fee collected on the filing of all vital statistic records, including birth, death, marriage, divorce and annulment records and for the preservation of those records.

County Drug Court Fund – To account for the county’s share of the fee collected under code of criminal procedures, Article 102.0178. The fee is to be used for the development and maintenance of drug court programs established within the County.

Court Technology Fund – To account for the fees collected from a defendant convicted of a misdemeanor offense in the District or County Courts. The expenses may be used to purchase technological enhancements for the District and County Courts.

DEBT SERVICE FUND

Debt Service Fund is used to account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on general long-term debt.

GUADALUPE COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
SEPTEMBER 30, 2010

	County Sheriff Fund	County Attorney Fund	Law Enforcement Training Fund
<b>ASSETS</b>	<u>          </u>	<u>          </u>	<u>          </u>
Cash and Investments	\$ 309,582	\$ 30,147	\$ 26,709
Receivables (Net of Allowances for Uncollectibles)			
Taxes	-	-	-
Accounts	-	1,390	-
Prepaid Expenses	-	-	1,075
Inventory, at Cost	18,344	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL ASSETS</b>	<u>\$ 327,926</u>	<u>\$ 31,537</u>	<u>\$ 27,784</u>
 <b>LIABILITIES AND FUND BALANCE</b>			
<i>Liabilities:</i>			
Accounts Payable	\$ 27,914	\$ 2,451	\$ 320
Accrued Wages and Benefits	116	26	-
Due to Other Funds	1,359	272	-
Deferred Revenues	750	-	-
<i>Total Liabilities</i>	<u>30,139</u>	<u>2,749</u>	<u>320</u>
 <i>Fund Balance:</i>			
Reserved	18,344	-	1,075
Unreserved	279,443	28,788	26,389
<i>Total Fund Balance</i>	<u>297,787</u>	<u>28,788</u>	<u>27,464</u>
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	 <u>\$ 327,926</u>	 <u>\$ 31,537</u>	 <u>\$ 27,784</u>

Combined Grant Funds	Other Nonmajor Funds	Debt Service Fund	Totals
\$ 53,724	\$ 2,529,637	\$ 185,475	\$ 3,135,274
-	-	71,254	71,254
28,226	73,729	-	103,345
-	-	-	1,075
-	-	-	18,344
<u>\$ 81,950</u>	<u>\$ 2,603,366</u>	<u>\$ 256,729</u>	<u>\$ 3,329,292</u>
\$ 5	\$ 26,705	\$ -	\$ 57,395
213	344	-	699
3,760	3,940	-	9,331
-	-	66,006	66,756
<u>3,978</u>	<u>30,989</u>	<u>66,006</u>	<u>134,181</u>
-	-	-	19,419
77,972	2,572,377	190,723	3,175,692
<u>77,972</u>	<u>2,572,377</u>	<u>190,723</u>	<u>3,195,111</u>
<u>\$ 81,950</u>	<u>\$ 2,603,366</u>	<u>\$ 256,729</u>	<u>\$ 3,329,292</u>

GUADALUPE COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

<b>REVENUES</b>	<u>County Sheriff Fund</u>	<u>County Attorney Fund</u>	<u>Law Enforcement Training Fund</u>
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	14,020
Charges for Services	11,454	14,008	-
Fines and Forfeits	228,768	-	-
Miscellaneous	271,057	-	-
<b>TOTAL REVENUES</b>	<u>511,279</u>	<u>14,008</u>	<u>14,020</u>
<b>EXPENDITURES</b>			
General Government	-	-	-
Judicial	-	20,544	-
Public Safety	398,825	-	19,476
Health & Social Services	-	-	-
Capital Outlay	76,146	2,249	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>474,971</u>	<u>22,793</u>	<u>19,476</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>36,308</u>	<u>(8,785)</u>	<u>(5,456)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers In	-	-	-
Transfers Out	(66,951)	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(66,951)</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	(30,643)	(8,785)	(5,456)
Fund Balance at Beginning of Year	328,430	37,573	32,920
Fund Balance at End of Year	<u>\$ 297,787</u>	<u>\$ 28,788</u>	<u>\$ 27,464</u>

Combined Grant Funds	Other Nonmajor Funds	Debt Service Fund	Totals
\$ -	\$ -	\$ 1,311,052	\$ 1,311,052
157,695	245,809	-	417,524
-	628,524	-	653,986
-	-	-	228,768
-	4,181	922	276,160
<u>157,695</u>	<u>878,514</u>	<u>1,311,974</u>	<u>2,887,490</u>
19,177	178,056	-	197,233
-	203,262	-	223,806
56,537	-	-	474,838
92,142	321,639	-	413,781
-	3,610	-	82,005
-	-	1,300,000	1,300,000
-	-	770,907	770,907
<u>167,856</u>	<u>706,567</u>	<u>2,070,907</u>	<u>3,462,570</u>
<u>(10,161)</u>	<u>171,947</u>	<u>(758,933)</u>	<u>(575,080)</u>
-	4,934	828,000	832,934
<u>(1)</u>	<u>(4,934)</u>	<u>-</u>	<u>(71,886)</u>
<u>(1)</u>	<u>-</u>	<u>828,000</u>	<u>761,048</u>
(10,162)	171,947	69,067	185,968
88,134	2,400,430	121,656	3,009,143
<u>\$ 77,972</u>	<u>\$ 2,572,377</u>	<u>\$ 190,723</u>	<u>\$ 3,195,111</u>

GUADALUPE COUNTY, TEXAS  
COUNTY SHERIFF FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	2010 Actual		
<b>REVENUES</b>				
Charges for Services	\$ -	\$ 11,454	\$ 11,454	\$ 596
Fines and Forfeits	115,000	228,768	113,768	155,306
Miscellaneous	296,500	271,057	(25,443)	270,106
<b>TOTAL REVENUES</b>	<b>411,500</b>	<b>511,279</b>	<b>99,779</b>	<b>426,008</b>
<b>EXPENDITURES</b>				
Public Safety:				
Personnel	52,321	42,995	9,326	-
Operations	317,116	355,830	(38,714)	440,542
Capital Outlay	64,700	76,146	(11,446)	110,277
<b>TOTAL EXPENDITURES</b>	<b>434,137</b>	<b>474,971</b>	<b>(40,834)</b>	<b>550,819</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(22,637)</b>	<b>36,308</b>	<b>58,945</b>	<b>(124,811)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	-	(66,951)	(66,951)	-
<b>Net Change in Fund Balance</b>	<b>(22,637)</b>	<b>(30,643)</b>	<b>(8,006)</b>	<b>(124,811)</b>
Fund Balance at Beginning of Year	328,430	328,430	-	453,241
Fund Balance at End of Year	<u>\$ 305,793</u>	<u>\$ 297,787</u>	<u>\$ (8,006)</u>	<u>\$ 328,430</u>



GUADALUPE COUNTY, TEXAS  
COUNTY ATTORNEY FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Original/ Final	<b>2010 Actual</b>	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Charges for Services	\$ -	\$ 14,008	\$ 14,008	\$ 16,650
<b>TOTAL REVENUES</b>	<b>-</b>	<b>14,008</b>	<b>14,008</b>	<b>16,650</b>
<b>EXPENDITURES</b>				
Judicial:				
Operations	-	20,544	(20,544)	10,501
Capital Outlay	-	2,249	(2,249)	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>22,793</b>	<b>(22,793)</b>	<b>10,501</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>(8,785)</b>	<b>8,785</b>	<b>6,149</b>
Fund Balance at Beginning of Year	-	37,573	37,573	31,424
Fund Balance at End of Year	\$ -	\$ 28,788	\$ 46,358	\$ 37,573

\* No budget was approved for the County Attorney Fund.

GUADALUPE COUNTY, TEXAS  
 LAW ENFORCEMENT TRAINING FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ 13,150	\$ 14,020	\$ 870	\$ 14,309
<b>TOTAL REVENUES</b>	<u>13,150</u>	<u>14,020</u>	<u>870</u>	<u>14,309</u>
<b>EXPENDITURES</b>				
Public Safety:				
Operations	45,172	19,476	25,696	17,272
<b>TOTAL EXPENDITURES</b>	<u>45,172</u>	<u>19,476</u>	<u>25,696</u>	<u>17,272</u>
<b>Net Change in Fund Balance</b>	(32,022)	(5,456)	26,566	(2,963)
Fund Balance at Beginning of Year	32,920	32,920	-	35,883
Fund Balance at End of Year	<u>\$ 898</u>	<u>\$ 27,464</u>	<u>\$ 26,566</u>	<u>\$ 32,920</u>

GUADALUPE COUNTY, TEXAS  
 THIRD ADMINISTRATIVE DISTRICT - COMBINED GRANT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Final	2010 Actual	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 18,911	\$ 18,911	\$ 46,996
<b>TOTAL REVENUES</b>	<b>-</b>	<b>18,911</b>	<b>18,911</b>	<b>46,996</b>
<b>EXPENDITURES</b>				
General Government:				
Personnel Services	-	19,176	(19,176)	46,731
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>19,176</b>	<b>(19,176)</b>	<b>46,731</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>(265)</b>	<b>38,087</b>	<b>265</b>
Fund Balance at Beginning of Year	-	265	265	-
Fund Balance at End of Year	\$ -	\$ -	\$ 38,352	\$ 265

\* No budget was approved for the Third Administrative District Combined Grant Fund.

GUADALUPE COUNTY, TEXAS  
 DISTRICT ATTORNEY GRANT - COMBINED GRANT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Final	2010 Actual	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 49,996	\$ 49,996	\$ 47,988
<b>TOTAL REVENUES</b>	<b>-</b>	<b>49,996</b>	<b>49,996</b>	<b>47,988</b>
<b>EXPENDITURES</b>				
Health & Social Services:				
Personnel Services	-	48,659	(48,659)	47,988
Operations	-	1,337	(1,337)	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>49,996</b>	<b>(49,996)</b>	<b>47,988</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

\* No budget was approved for the District Attorney Grant Fund.

GUADALUPE COUNTY, TEXAS  
 FEMA - COMBINED GRANT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	2010 Actual		2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<b>TOTAL REVENUES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES</b>				
Health & Social Serices:				
Personnel Services	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund Balance at Beginning of Year	-	<b>3,569</b>	(3,569)	3,569
Fund Balance at End of Year	<b>\$ -</b>	<b>\$ 3,569</b>	<b>\$ (3,569)</b>	<b>\$ 3,569</b>

*Note: No activity in 2010 or 2009.*

*No Budget was adopted for 2010.*

GUADALUPE COUNTY, TEXAS  
 HELP AMERICANS VOTE ACT - COMBINED GRANT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Final	2010 Actual	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ 39,063	\$ 32,251	\$ (6,812)	\$ 8,639
<b>TOTAL REVENUES</b>	<u>39,063</u>	<u>32,251</u>	<u>(6,812)</u>	<u>8,639</u>
<b>EXPENDITURES</b>				
Health & Social Services Operations	53,926	42,147	11,779	7,461
<b>TOTAL EXPENDITURES</b>	<u>53,926</u>	<u>42,147</u>	<u>11,779</u>	<u>7,461</u>
<b>Net Change in Fund Balance</b>	(14,863)	(9,896)	(18,591)	1,178
Fund Balance at Beginning of Year	84,300	84,300	-	83,122
Fund Balance at End of Year	<u>\$ 69,437</u>	<u>\$ 74,404</u>	<u>\$ (18,591)</u>	<u>\$ 84,300</u>

GUADALUPE COUNTY, TEXAS  
 AMERICAN RECOVERY AND REINVESTMENT ACT – COMBINED GRANT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	2010 Actual		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 56,537	\$ 56,537	\$ -
<b>TOTAL REVENUES</b>	<b>-</b>	<b>56,537</b>	<b>56,537</b>	<b>-</b>
<b>EXPENDITURES</b>				
Public Safety:				
Personnel Services	-	56,537	(56,537)	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>56,537</b>	<b>56,537</b>	<b>-</b>
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

\* No budget was approved for the American Recovery and Reinvestment Act Grants Fund This is a new fund for fiscal year 2010..

GUADALUPE COUNTY, TEXAS  
 MISCELLANEOUS GRANT – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Final	2010 Actual	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ (140,000)	\$ 245,557	\$ 385,557	\$ 341,460
<b>TOTAL REVENUES</b>	<u>(140,000)</u>	<u>245,557</u>	<u>385,557</u>	<u>341,460</u>
<b>EXPENDITURES</b>				
Public Safety	-	-	-	118,789
Judicial	-	-	-	23,923
Health and Social Services	-	321,639	(321,639)	197,834
Capital Outlay	-	3,610	(3,610)	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>325,249</u>	<u>(325,249)</u>	<u>340,546</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(140,000)</u>	<u>(79,692)</u>	<u>60,308</u>	<u>914</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In (Out)	-	-	-	100,000
<b>Net Change in Fund Balance</b>	(140,000)	(79,692)	60,308	100,914
Fund Balance at Beginning of Year	94,015	94,015	-	(6,899)
Fund Balance at End of Year	<u>\$ (45,985)</u>	<u>\$ 14,323</u>	<u>\$ 60,308</u>	<u>\$ 94,015</u>



GUADALUPE COUNTY, TEXAS  
 ALTERNATIVE DISPUTE FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Charges for Sevices	\$ 18,000	\$ 19,623	\$ 1,623	\$ 18,392
<b>TOTAL REVENUES</b>	<b>18,000</b>	<b>19,623</b>	<b>1,623</b>	<b>18,392</b>
<b>EXPENDITURES</b>				
Judicial:				
Operations	18,000	<b>2,050</b>	15,950	2,000
<b>TOTAL EXPENDITURES</b>	<b>18,000</b>	<b>2,050</b>	<b>15,950</b>	<b>2,000</b>
<b>Net Change in Fund Balance</b>	-	<b>17,573</b>	17,573	16,392
Fund Balance at Beginning of Year	189,473	<b>189,473</b>	-	173,081
Fund Balance at End of Year	<b>\$ 189,473</b>	<b>\$ 207,046</b>	<b>\$ 17,573</b>	<b>\$ 189,473</b>

GUADALUPE COUNTY, TEXAS  
 ANIMAL REGISTRATION FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Charges for Sevices	\$ 700	\$ 281	\$ 419	\$ 637
<b>TOTAL REVENUES</b>	<u>700</u>	<u>281</u>	<u>419</u>	<u>637</u>
<b>EXPENDITURES</b>				
Health & Social Services:				
Operations	500	-	500	84
<b>TOTAL EXPENDITURES</b>	<u>500</u>	<u>-</u>	<u>500</u>	<u>84</u>
<b>Net Change in Fund Balance</b>	200	<b>281</b>	(81)	553
Fund Balance at Beginning of Year	8,552	<b>8,552</b>	-	7,999
Fund Balance at End of Year	<u>\$ 8,752</u>	<u>\$ 8,833</u>	<u>\$ (81)</u>	<u>\$ 8,552</u>

GUADALUPE COUNTY, TEXAS  
 COURTHOUSE REPORTER FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Sevices	\$ 20,000	\$ 19,727	\$ (273)	\$ 19,888
<b>TOTAL REVENUES</b>	<u>20,000</u>	<u>19,727</u>	<u>(273)</u>	<u>19,888</u>
<b>EXPENDITURES</b>				
Judicial:				
Operations	25,000	<b>23,219</b>	1,781	14,163
<b>TOTAL EXPENDITURES</b>	<u>25,000</u>	<u><b>23,219</b></u>	<u>1,781</u>	<u>14,163</u>
<b>Net Change in Fund Balance</b>	(5,000)	<b>(3,492)</b>	1,508	5,725
Fund Balance at Beginning of Year	20,898	<b>20,898</b>	-	15,173
Fund Balance at End of Year	<u>\$ 15,898</u>	<u><b>\$ 17,406</b></u>	<u>\$ 1,508</u>	<u>\$ 20,898</u>

GUADALUPE COUNTY, TEXAS  
 COURTHOUSE SECURITY FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Services	\$ 75,000	\$ 69,916	\$ (5,084)	\$ 72,431
<b>TOTAL REVENUES</b>	<u>75,000</u>	<u>69,916</u>	<u>(5,084)</u>	<u>72,431</u>
<b>EXPENDITURES</b>				
Judicial:				
Personnel Services	94,069	75,246	18,823	75,255
Operations	15,000	1,969	13,031	-
<b>TOTAL EXPENDITURES</b>	<u>109,069</u>	<u>77,215</u>	<u>31,854</u>	<u>75,255</u>
<b>Net Change in Fund Balance</b>	(34,069)	(7,299)	26,770	(2,824)
Fund Balance at Beginning of Year	27,652	27,652	-	30,476
Fund Balance at End of Year	<u>\$ (6,417)</u>	<u>\$ 20,353</u>	<u>\$ 26,770</u>	<u>\$ 27,652</u>

GUADALUPE COUNTY, TEXAS  
 COURT INITIATED GUARDIANSHIP FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Sevices	\$ 6,000	\$ <b>6,280</b>	\$ 280	\$ 6,280
<b>TOTAL REVENUES</b>	<u>6,000</u>	<u><b>6,280</b></u>	<u>280</u>	<u>6,280</u>
<b>EXPENDITURES</b>				
Judicial:				
Operations	6,000	-	6,000	-
<b>TOTAL EXPENDITURES</b>	<u>6,000</u>	<u>-</u>	<u>6,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	-	<b>6,280</b>	6,280	6,280
Fund Balance at Beginning of Year	10,960	<b>10,960</b>	-	4,680
Fund Balance at End of Year	<u>\$ 10,960</u>	<u><b>\$ 17,240</b></u>	<u>\$ 6,280</u>	<u>\$ 10,960</u>

GUADALUPE COUNTY, TEXAS  
ELECTIONS CONTRACTS FUND – OTHER NONMAJOR FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Final	2010 Actual	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Intergovernmental	\$ 18,000	\$ 252	\$ (17,748)	\$ 33,427
Charges for Sevices	-	77,849	77,849	42,406
<b>TOTAL REVENUES</b>	<b>18,000</b>	<b>78,101</b>	<b>60,101</b>	<b>75,833</b>
<b>EXPENDITURES</b>				
General Government	-	88,978	(88,978)	70,944
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>88,978</b>	<b>(88,978)</b>	<b>70,944</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>18,000</b>	<b>(10,877)</b>	<b>(28,877)</b>	<b>4,889</b>
<b>OPERATING FINANCING SOURCES (USES):</b>				
Transfers In	-	4,934	4,934	1,759
Transfers Out	-	(4,934)	(4,934)	(1,759)
<b>TOTAL OPERATING FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>18,000</b>	<b>(10,877)</b>	<b>(28,877)</b>	<b>4,889</b>
Fund Balance at Beginning of Year	11,823	11,823	-	6,934
Fund Balance at End of Year	\$ 29,823	\$ 946	\$ (28,877)	\$ 11,823

GUADALUPE COUNTY, TEXAS  
 EMPLOYEE FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Miscellaneous	\$ 5,000	\$ 4,181	\$ (819)	\$ 5,030
<b>TOTAL REVENUES</b>	<u>5,000</u>	<u>4,181</u>	<u>(819)</u>	<u>5,030</u>
<b>EXPENDITURES</b>				
General Government:				
Operations	6,500	5,477	1,023	4,417
<b>TOTAL EXPENDITURES</b>	<u>6,500</u>	<u>5,477</u>	<u>1,023</u>	<u>4,417</u>
<b>Net Change in Fund Balance</b>	(1,500)	<b>(1,296)</b>	204	613
Fund Balance at Beginning of Year	5,750	5,750	-	5,137
Fund Balance at End of Year	<u>\$ 4,250</u>	<u>\$ 4,454</u>	<u>\$ 204</u>	<u>\$ 5,750</u>

GUADALUPE COUNTY, TEXAS  
 FAMILY FEE PROTECTION FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget	
	Final	<b>2010 Actual</b>	Positive (Negative)	2009 Actual
<b>REVENUES</b>				
Charges for Services	\$ 8,000	\$ 7,999	\$ (1)	\$ 8,237
<b>TOTAL REVENUES</b>	<b>8,000</b>	<b>7,999</b>	<b>(1)</b>	<b>8,237</b>
<b>EXPENDITURES</b>				
Judicial:				
Operations	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>8,000</b>	<b>7,999</b>	<b>(1)</b>	<b>8,237</b>
Fund Balance at Beginning of Year	16,850	<b>16,850</b>	-	8,613
Fund Balance at End of Year	<b>\$ 24,850</b>	<b>\$ 24,849</b>	<b>\$ (1)</b>	<b>\$ 16,850</b>



GUADALUPE COUNTY, TEXAS  
 VEHICLE INVENTORY TAX SPECIAL INTEREST FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Miscellaneous	\$ 2,000	\$ -	\$ (2,000)	\$ 1,186
<b>TOTAL REVENUES</b>	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>	<u>1,186</u>
<b>EXPENDITURES</b>				
General Government	7,600	<b>8,155</b>	(555)	637
<b>TOTAL EXPENDITURES</b>	<u>7,600</u>	<u><b>8,155</b></u>	<u>(555)</u>	<u>637</u>
<b>Net Change in Fund Balance</b>	(5,600)	<b>(8,155)</b>	(2,555)	549
Fund Balance at Beginning of Year	11,164	<b>11,164</b>	-	10,615
Fund Balance at End of Year	<u>\$ 5,564</u>	<u><b>\$ 3,009</b></u>	<u>\$ (2,555)</u>	<u>\$ 11,164</u>

GUADALUPE COUNTY, TEXAS  
 JUSTICE OF THE PEACE - COURT SECURITY FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Services	\$ 11,000	\$ 9,432	\$ (1,568)	\$ 10,643
<b>TOTAL REVENUES</b>	<u>11,000</u>	<u>9,432</u>	<u>(1,568)</u>	<u>10,643</u>
<b>EXPENDITURES</b>				
Judicial:				
Operations	14,000	702	13,298	2,152
<b>TOTAL EXPENDITURES</b>	<u>14,000</u>	<u>702</u>	<u>13,298</u>	<u>2,152</u>
<b>Net Change in Fund Balance</b>	(3,000)	<b>8,730</b>	(11,730)	8,491
Fund Balance at Beginning of Year	8,961	<b>8,961</b>	-	470
Fund Balance at End of Year	<u>\$ 5,961</u>	<u>\$ 17,691</u>	<u>\$ (11,730)</u>	<u>\$ 8,961</u>

GUADALUPE COUNTY, TEXAS  
JUSTICE COURT TECHNOLOGY FUND – OTHER NONMAJOR FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Services	\$ 46,500	\$ 39,950	\$ (6,550)	\$ 44,130
<b>TOTAL REVENUES</b>	<b>46,500</b>	<b>39,950</b>	<b>(6,550)</b>	<b>44,130</b>
<b>EXPENDITURES</b>				
Judicial:				
Operations	46,300	21,735	24,565	9,834
Capital Outlay	30,000	-	30,000	-
<b>TOTAL EXPENDITURES</b>	<b>76,300</b>	<b>21,735</b>	<b>54,565</b>	<b>9,834</b>
<b>Net Change in Fund Balance</b>	<b>(29,800)</b>	<b>18,215</b>	<b>48,015</b>	<b>34,296</b>
Fund Balance at Beginning of Year	182,172	182,172	-	147,876
Fund Balance at End of Year	<b>\$ 152,372</b>	<b>\$ 200,387</b>	<b>\$ 48,015</b>	<b>\$ 182,172</b>

GUADALUPE COUNTY, TEXAS  
 LAW LIBRARY FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Charges for Services	\$ 56,000	\$ 57,968	\$ 1,968	\$ 55,943
<b>TOTAL REVENUES</b>	<b>56,000</b>	<b>57,968</b>	<b>1,968</b>	<b>55,943</b>
<b>EXPENDITURES</b>				
Judicial:				
Personnel Services	3,405	3,369	36	3,302
Operations	55,506	55,604	(98)	48,616
<b>TOTAL EXPENDITURES</b>	<b>58,911</b>	<b>58,973</b>	<b>(62)</b>	<b>51,918</b>
<b>Net Change in Fund Balance</b>	<b>(2,911)</b>	<b>(1,005)</b>	<b>1,906</b>	<b>4,025</b>
Fund Balance at Beginning of Year	78,099	78,099	-	74,074
Fund Balance at End of Year	\$ 75,188	\$ 77,094	\$ 1,906	\$ 78,099

GUADALUPE COUNTY, TEXAS  
 RECORD ARCHIVE FEE FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Charges for Services	\$ 123,000	\$ 137,141	\$ 14,141	\$ 117,395
<b>TOTAL REVENUES</b>	<u>123,000</u>	<u>137,141</u>	<u>14,141</u>	<u>117,395</u>
<b>EXPENDITURES</b>				
General Government:				
Operations	253,000	-	253,000	-
<b>TOTAL EXPENDITURES</b>	<u>253,000</u>	<u>-</u>	<u>253,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	(130,000)	<b>137,141</b>	267,141	117,395
Fund Balance at Beginning of Year	831,559	<b>831,559</b>	-	714,164
Fund Balance at End of Year	<u>\$ 701,559</u>	<u>\$ 968,700</u>	<u>\$ 267,141</u>	<u>\$ 831,559</u>

GUADALUPE COUNTY, TEXAS  
 RECORDS MANAGEMENT FEE FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Services	\$ 174,000	\$ 167,406	\$ (6,594)	\$ 168,665
<b>TOTAL REVENUES</b>	<u>174,000</u>	<u>167,406</u>	<u>(6,594)</u>	<u>168,665</u>
<b>EXPENDITURES</b>				
General Government:				
Personnel Services	48,528	47,126	1,402	32,102
Operations	527,800	28,320	499,480	20,475
Judicial:				
Operations	20,000	19,367	633	-
Capital Outlay	30,000	-	30,000	20,000
<b>TOTAL EXPENDITURES</b>	<u>626,328</u>	<u>94,813</u>	<u>531,515</u>	<u>72,577</u>
<b>Net Change in Fund Balance</b>	(452,328)	72,593	524,921	96,088
Fund Balance at Beginning of Year	841,927	841,927	-	745,839
Fund Balance at End of Year	<u>\$ 389,599</u>	<u>\$ 914,520</u>	<u>\$ 524,921</u>	<u>\$ 841,927</u>

GUADALUPE COUNTY, TEXAS  
 VITAL STATISTICS FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Charges for Services	\$ 8,000	\$ 5,749	\$ (2,251)	\$ 6,931
<b>TOTAL REVENUES</b>	<u>8,000</u>	<u>5,749</u>	<u>(2,251)</u>	<u>6,931</u>
<b>EXPENDITURES</b>				
General Government:				
Operations	35,000	-	35,000	-
<b>TOTAL EXPENDITURES</b>	<u>35,000</u>	<u>-</u>	<u>35,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	(27,000)	<b>5,749</b>	32,749	6,931
Fund Balance at Beginning of Year	47,821	<b>47,821</b>	-	40,890
Fund Balance at End of Year	<u>\$ 20,821</u>	<u>\$ 53,570</u>	<u>\$ 32,749</u>	<u>\$ 47,821</u>

GUADALUPE COUNTY, TEXAS  
 COUNTY DRUG COURT FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	2009 Actual
	Final	<b>2010 Actual</b>		
<b>REVENUES</b>				
Charges for Services	\$ -	\$ <b>8,182</b>	\$ 8,182	\$ 12,753
<b>TOTAL REVENUES</b>	<b>-</b>	<b>8,182</b>	<b>8,182</b>	<b>12,753</b>
<b>EXPENDITURES</b>				
Judicial	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>8,182</b>	<b>8,182</b>	<b>12,753</b>
Fund Balance at Beginning of Year	12,753	<b>12,753</b>	-	-
Fund Balance at End of Year	<u>\$ 12,753</u>	<u>\$ <b>20,935</b></u>	<u>\$ 8,182</u>	<u>\$ 12,753</u>

\* No budget was adopted in 2010



GUADALUPE COUNTY, TEXAS  
 COURT TECHNOLOGY FUND – OTHER NONMAJOR FUNDS  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		Variance With Final Budget Positive (Negative)	
	Final	<b>2010 Actual</b>		2009 Actual
<b>REVENUES</b>				
Charges for Services	\$ 1,000	\$ 1,021	\$ 21	\$ -
<b>TOTAL REVENUES</b>	<b>1,000</b>	<b>1,021</b>	<b>21</b>	<b>-</b>
<b>EXPENDITURES</b>				
Judicial:				
Operations	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>1,000</b>	<b>1,021</b>	<b>21</b>	<b>-</b>
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<b>\$ 1,000</b>	<b>\$ 1,021</b>	<b>\$ 21</b>	<b>\$ -</b>

*\*The Court Technology Fund is a new fund for fiscal year 2010.*

GUADALUPE COUNTY, TEXAS  
DEBT SERVICE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2009)

	Budgeted Amounts		2010 Actual	Variance With Final Budget Positive (Negative)	2009 Actual
	Original	Final			
<b>REVENUES</b>					
Taxes	\$ 1,318,000	\$ 1,318,000	\$ 1,311,052	\$ (6,948)	\$ 1,279,317
Miscellaneous	3,000	3,000	922	(2,078)	3,013
<b>TOTAL REVENUES</b>	<u>1,321,000</u>	<u>1,321,000</u>	<u>1,311,974</u>	<u>(9,026)</u>	<u>1,282,330</u>
<b>EXPENDITURES</b>					
Principal	1,300,000	1,300,000	1,300,000	-	785,000
Interest and Fiscal Charges	773,308	773,308	770,907	2,401	547,269
<b>TOTAL EXPENDITURES</b>	<u>2,073,308</u>	<u>2,073,308</u>	<u>2,070,907</u>	<u>2,401</u>	<u>1,332,269</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(752,308)</u>	<u>(752,308)</u>	<u>(758,933)</u>	<u>(6,625)</u>	<u>(49,939)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In (Out)	828,000	828,000	828,000	-	112,145
<b>Net Change in Fund Balance</b>	75,692	75,692	69,067	(6,625)	62,206
Fund Balance at Beginning of Year	121,656	121,656	121,656	-	59,450
Fund Balance at End of Year	<u>\$ 197,348</u>	<u>\$ 197,348</u>	<u>\$ 190,723</u>	<u>\$ (6,625)</u>	<u>\$ 121,656</u>

GUADALUPE COUNTY, TEXAS  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2010  
(WITH COMPARATIVE TOTALS FOR 2009)

ASSETS	Workers'	Medical	Totals	
	Compensation Fund	Benefits Fund	2010	2009
<i>Current Assets:</i>				
Cash and Investments	\$ 990,119	\$ 4,234,258	\$ 5,224,377	\$ 5,293,679
Accounts Receivable	25,000	67,120	92,120	31,481
Prepaid Expense	-	66,514	66,514	20,001
<i>Total Current Assets</i>	<u>1,015,119</u>	<u>4,367,892</u>	<u>5,383,011</u>	<u>5,345,161</u>
<i>Capital Assets:</i>				
Equipment	7,384	-	7,384	7,384
Accumulated Depreciation	(7,384)	-	(7,384)	(7,384)
<i>Total Capital Assets</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,015,119</u></u>	<u><u>\$ 4,367,892</u></u>	<u><u>\$ 5,383,011</u></u>	<u><u>\$ 5,345,161</u></u>
<b>LIABILITIES AND NET ASSETS</b>				
<i>Liabilities:</i>				
Outstanding Claims and Payables	\$ 5,861	\$ 495,935	\$ 501,796	\$ 179,659
Due to Other Funds	-	-	-	25,000
<i>Total Liabilities</i>	<u>5,861</u>	<u>495,935</u>	<u>501,796</u>	<u>204,659</u>
<i>Net Assets:</i>				
Restricted For Future Claims	664,236	3,200,271	3,864,507	4,624,321
Unrestricted	345,022	671,686	1,016,708	516,181
<i>Total Net Assets</i>	<u>1,009,258</u>	<u>3,871,957</u>	<u>4,881,215</u>	<u>5,140,502</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 1,015,119</u></u>	<u><u>\$ 4,367,892</u></u>	<u><u>\$ 5,383,011</u></u>	<u><u>\$ 5,345,161</u></u>

GUADALUPE COUNTY, TEXAS  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE TOTALS FOR 2009)

	Workers'	Medical	Totals	
	Compensation Fund	Benefits Fund	2010	2009
<b>OPERATING REVENUES</b>				
Fees Paid by County	\$ 494,683	\$ 3,124,319	\$ 3,619,002	\$ 3,580,584
Fees Paid by Employees	-	724,621	724,621	703,104
Other Premiums Paid	-	60,591	60,591	14,226
<b>TOTAL OPERATING REVENUES</b>	<b>494,683</b>	<b>3,909,531</b>	<b>4,404,214</b>	<b>4,297,914</b>
<b>OPERATING EXPENSES</b>				
Claims	54,533	3,438,399	3,492,932	2,660,331
Administrative Fees	457,174	81,068	538,242	465,303
Premiums for Excess Coverage	-	752,484	752,484	696,840
<b>TOTAL OPERATING EXPENDITURES</b>	<b>511,707</b>	<b>4,271,951</b>	<b>4,783,658</b>	<b>3,822,474</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>(17,024)</b>	<b>(362,420)</b>	<b>(379,444)</b>	<b>475,440</b>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Miscellaneous Income	84,068	2,257	86,325	232
Interest Income	1,983	31,849	33,832	40,509
<b>TOTAL NON-OPERATING REVENUES (EXPENSES)</b>	<b>86,051</b>	<b>34,106</b>	<b>120,157</b>	<b>40,741</b>
<b>Change in Net Assets</b>	<b>69,027</b>	<b>(328,314)</b>	<b>(259,287)</b>	<b>516,181</b>
Net Assets at Beginning of Year	940,231	4,200,271	5,140,502	4,624,321
Net Assets at End of Year	\$ 1,009,258	\$ 3,871,957	\$ 4,881,215	\$ 5,140,502

GUADALUPE COUNTY, TEXAS  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010  
(WITH COMPARATIVE TOTALS FOR 2009)

	Workers' Compensation Fund	Medical Benefits Fund	Totals	
			2010	2009
<b>Cash Flows From Operating Activities:</b>				
Cash Received From Participants	\$ 494,683	\$ 3,848,892	\$ 4,343,575	\$ 4,292,084
Cash Paid for Employee Wages & Benefits	-	-	-	(1,226)
Cash Paid to Benefit Claims & Excess Coverage	(485,845)	(4,022,189)	(4,508,034)	(3,671,876)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>8,838</u>	<u>(173,297)</u>	<u>(164,459)</u>	<u>618,982</u>
<b>Cash Flows From Noncapital Financing Activities:</b>				
Other Cash Receipts	84,068	2,257	86,325	232
Interfund Borrowings (Repayments)	-	(25,000)	(25,000)	(103,668)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>84,068</u>	<u>(22,743)</u>	<u>61,325</u>	<u>(103,436)</u>
<b>Cash Flows From Investing Activities:</b>				
Interest Received	1,983	31,849	33,832	40,509
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>1,983</u>	<u>31,849</u>	<u>33,832</u>	<u>40,509</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	94,889	(164,191)	(69,302)	556,055
<b>Cash and Equivalents at Beginning of Year</b>	<u>895,230</u>	<u>4,398,449</u>	<u>5,293,679</u>	<u>4,737,624</u>
<b>Cash and Equivalents at End of Year</b>	<u>\$ 990,119</u>	<u>\$ 4,234,258</u>	<u>\$ 5,224,377</u>	<u>\$ 5,293,679</u>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>				
Operating Income (Loss)	\$ (17,024)	\$ (362,420)	\$ (379,444)	\$ 475,440
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
(Increase) Decrease in Operating Assets:				
Accounts Receivable	-	(60,639)	(60,639)	(5,830)
Prepaid Expenses	20,001	(66,514)	(46,513)	76,387
Increase (Decrease) in Operating Liabilities:				
Outstanding Claims and Payables	5,861	316,276	322,137	74,211
Accrued Wages & Benefits	-	-	-	(1,226)
	<u>25,862</u>	<u>189,123</u>	<u>214,985</u>	<u>143,542</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ 8,838</u>	<u>\$ (173,297)</u>	<u>\$ (164,459)</u>	<u>\$ 618,982</u>

GUADALUPE COUNTY, TEXAS  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 SEPTEMBER 30, 2010

	Inmate Fund	Tax Assesor- Collector	District Clerk Trust & Registry	County Clerk Registry	Adult Probation
<b>ASSETS:</b>					
Cash and Investments	\$ 17,739	\$ 1,527,120	\$ 1,393,029	\$ 914,193	\$ 239,901
<b>TOTAL ASSETS</b>	<b>\$ 17,739</b>	<b>\$ 1,527,120</b>	<b>\$ 1,393,029</b>	<b>\$ 914,193</b>	<b>\$ 239,901</b>
<b>LIABILITIES:</b>					
Accounts Payable	\$ 17,739	\$ 1,527,120	\$ 1,393,029	\$ 914,193	\$ 239,901
<b>TOTAL LIABILITIES</b>	<b>\$ 17,739</b>	<b>\$ 1,527,120</b>	<b>\$ 1,393,029</b>	<b>\$ 914,193</b>	<b>\$ 239,901</b>

<u>Child Protection</u>	<u>County Attorney</u>	<u>Unclaimed Property</u>	<u>Totals</u>
\$ 7,810	\$ 12,962	\$ 26,448	\$ 4,139,202
<u>\$ 7,810</u>	<u>\$ 12,962</u>	<u>\$ 26,448</u>	<u>\$ 4,139,202</u>
\$ 7,810	\$ 12,962	\$ 26,448	\$ 4,139,202
<u>\$ 7,810</u>	<u>\$ 12,962</u>	<u>\$ 26,448</u>	<u>\$ 4,139,202</u>

GUADALUPE COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES IN AGENCY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDING SEPTEMBER 30, 2010

	Inmate Fund	District Clerk	Tax Assesor- Collector	District Clerk Trust & Registry	County Clerk Registry
<i>Additions:</i>					
Property Tax Revenues	\$ -	\$ -	\$ 146,201,652	\$ -	\$ -
Auto Registration	-	-	30,677,924	-	-
Criminal & Civil Fees	-	-	-	-	-
Restitution	-	-	-	-	-
Trust Funds, Bonds & Registry	629,072	-	-	2,248,297	610,529
Miscellaneous Fees	-	97	-	-	-
Interest Income	-	-	1,612	-	-
<i>Total Additions</i>	<u>629,072</u>	<u>97</u>	<u>176,881,188</u>	<u>2,248,297</u>	<u>610,529</u>
<i>Deletions:</i>					
Property Taxes	-	-	146,244,971	-	-
Registration, Sales & Use	-	-	30,623,486	-	-
Restitution	-	-	-	-	-
State Fees	-	-	-	-	-
Trust Funds, Bonds & Registry	633,900	-	-	2,857,903	391,444
Miscellaneous Payables	-	-	-	-	-
<i>Total Deletions</i>	<u>633,900</u>	<u>-</u>	<u>176,868,457</u>	<u>2,857,903</u>	<u>391,444</u>
Change in Liabilities	(4,828)	97	12,731	(609,606)	219,085
Liabilities, Beginning	<u>22,567</u>	<u>(97)</u>	<u>1,514,389</u>	<u>2,002,635</u>	<u>695,108</u>
Liabilities, Ending	<u>\$ 17,739</u>	<u>\$ -</u>	<u>\$ 1,527,120</u>	<u>\$ 1,393,029</u>	<u>\$ 914,193</u>



<u>Adult Probation</u>	<u>Child Protection</u>	<u>County Attorney</u>	<u>Unclaimed Property</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ 146,201,652
-	-	-	-	30,677,924
-	-	101,266	-	101,266
-	-	-	-	-
176,819	15,405	-	-	3,680,122
-	-	-	2,964	3,061
-	13	2	-	1,627
<u>176,819</u>	<u>15,418</u>	<u>101,268</u>	<u>2,964</u>	<u>180,665,652</u>
-	-	-	-	146,244,971
-	-	-	-	30,623,486
196,410	-	-	-	196,410
-	16,209	-	-	16,209
-	-	-	-	3,883,247
-	-	90,517	-	90,517
<u>196,410</u>	<u>16,209</u>	<u>90,517</u>	<u>-</u>	<u>181,054,840</u>
(19,591)	(791)	10,751	2,964	(389,188)
<u>259,492</u>	<u>8,601</u>	<u>2,211</u>	<u>23,484</u>	<u>4,528,390</u>
<u>\$ 239,901</u>	<u>\$ 7,810</u>	<u>\$ 12,962</u>	<u>\$ 26,448</u>	<u>\$ 4,139,202</u>



**GUADALUPE COUNTY, TEXAS**  
**STATISTICAL SECTION**  
**SEPTEMBER 30, 2010**

This part of the Guadalupe County's annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about Guadalupe County's overall financial health.

*Financial Trends (Tables 1 through 4)*

Net Assets by Component  
Change in Net Assets  
Fund Balances, Governmental Funds  
Changes in Fund Balances, Governmental Funds

*These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.*

*Revenue Capacity (Tables 5 through 9)*

Tax Revenues by Source, Governmental Funds  
Assessed Value and Actual Value of Property  
Property Tax Rates – All Overlapping Governments  
Principal Taxpayers  
Property Tax Levies and Collections

*These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales tax.*

*Debt Capacity (Tables 10 through 13)*

Ratios of Outstanding Debt by Type  
Ratios of General Bonded Debt Outstanding  
Direct and Overlapping Governmental Activities Debt  
Legal Debt Margin

*These schedules present information to help the reader assess the affordability of the County's current level of debt and the County's ability to issue additional debt in the future.*

*Demographic and Economic Information (Tables 14 through 18)*

Demographic and Economic Statistics  
Principal Employers  
Operating Indicators by Function  
Tax Rate  
Full Time Equivalent Government Employees by Function

*These schedules offer demographic and economic indicators to help the reader understand how the County's financial activities take place and to help make comparisons over time and with other governments.*

**GUADALUPE COUNTY, TEXAS**  
**STATISTICAL SECTION (CONTINUED)**  
**SEPTEMBER 30, 2010**

*Operating Information (Tables 19 through 21)*

Insurance Bond Coverage  
Surety Bonds of Principal Officers  
Miscellaneous Statistics

*These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.*



GUADALUPE COUNTY, TEXAS  
NET ASSETS BY COMPONENT  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year			
	2004	2005	2006	2007
<i>Governmental Activities:</i>				
Invested in Capital Assets, Net of Related Debt	\$ 8,147,107 <sup>(1)</sup>	\$ 22,322,060	\$ 24,513,144	\$ 25,664,890
Restricted	140,792	49,274	268,840	317,359
Unrestricted	12,497,312	14,094,336	16,778,004	21,946,013
Total Governmental Activities Net Assets	<u>\$ 20,785,211</u>	<u>\$ 36,465,670</u>	<u>\$ 41,559,988</u>	<u>\$ 47,928,262</u>

(1) Retroactive Reporting of Infrastructure Assets under GASB 34.

TABLE 1

Fiscal Year		
<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 29,640,339	\$ 28,247,282	\$ 36,383,013
156,723	187,436	256,729
<u>25,509,627</u>	<u>32,390,761</u>	<u>26,766,413</u>
<u>\$ 55,306,689</u>	<u>\$ 60,825,479</u>	<u>\$ 63,406,155</u>

GUADALUPE COUNTY, TEXAS  
CHANGES IN NET ASSETS  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year			
	2004	2005	2006	2007
<b>EXPENSES</b>				
<i>Governmental Activities:</i>				
General Government	\$ 8,204,898	\$ 9,036,349	\$ 10,150,652	\$ 6,428,584
Judicial	-	-	-	7,507,134
Public Safety	10,640,424	11,503,670	13,227,482	13,793,072
Infrastructure and Environmental Services	6,025,349	6,544,199	6,709,576	4,349,623
Health and Social Services	4,524,406	3,753,443	3,934,746	4,264,741
Interest on Long-Term Debt	678,162	642,361	549,682	519,698
<i>Total Governmental Activities Expenses</i>	<u>\$ 30,073,239</u>	<u>\$ 31,480,022</u>	<u>\$ 34,572,138</u>	<u>\$ 36,862,852</u>
<b>PROGRAM REVENUES</b>				
<i>Governmental Activities:</i>				
Charges for Service:				
General Government	\$ 3,346,519	\$ 3,327,476	\$ 4,147,774	\$ 3,107,604
Judicial	-	-	-	1,576,806
Public Safety	3,089,937	2,976,254	4,404,129	4,554,942
Infrastructure and Environmental Services	580,148	477,021	464,452	574,379
Health and Social Services	523,526	568,213	326,910	154,944
Operating Grants and Contributions	2,021,487	2,272,175	2,562,884	2,560,239
Capital Grants and Contributions	156,732	330,037	45,924	140,660
<i>Total Governmental Activities Program Revenues</i>	<u>\$ 9,718,349</u>	<u>\$ 9,951,176</u>	<u>\$ 11,952,073</u>	<u>\$ 12,669,574</u>
<b>NET (EXPENSE) REVENUE</b>				
Governmental Activities	<u>\$(20,354,890)</u>	<u>\$(21,528,846)</u>	<u>\$(22,620,065)</u>	<u>\$(24,193,278)</u>
Total Government Net Expenses	<u>\$(20,354,890)</u>	<u>\$(21,528,846)</u>	<u>\$(22,620,065)</u>	<u>\$(24,193,278)</u>
<b>GENERAL REVENUES</b>				
<i>Governmental Activities:</i>				
Taxes				
Property Taxes	\$ 19,235,320	\$ 20,624,494	\$ 22,471,764	\$ 25,171,944
Sales Taxes	3,232,326	3,634,415	4,092,473	4,684,240
Other Taxes	66,857	70,768	87,224	108,678
Interest and Investment Earnings	167,814	440,656	916,132	1,283,441
Miscellaneous	36,102	26,690	53,279	109,301
Gain (Loss) on Disposal of Capital Assets	-	39,597	93,511	(796,052)
Special Item - Gain (Loss) on Disposal of Capital Assets	(915,189)	-	-	-
<i>Total Governmental Activities</i>	<u>21,823,230</u>	<u>24,836,620</u>	<u>27,714,383</u>	<u>30,561,552</u>
<b>CHANGE IN NET ASSETS</b>				
Government Activities	1,468,340	3,307,774	5,094,318	6,368,274
Total Government	<u>\$ 1,468,340</u>	<u>\$ 3,307,774</u>	<u>\$ 5,094,318</u>	<u>\$ 6,368,274</u>

*The Judicial Activities line item was added in the 2007 report. The Judicial Activities amounts had previously been included in the General Government and Public Safety Activities.*



TABLE 2

	Fiscal Year	
	2008	2009
\$ 6,854,394	\$ 7,830,513	\$ 8,674,334
8,197,806	8,586,200	9,089,541
14,849,005	16,676,072	17,710,994
4,186,228	4,538,561	5,007,359
4,101,436	4,248,397	4,517,483
503,508	651,252	818,503
<u>\$ 38,692,377</u>	<u>\$ 42,530,995</u>	<u>\$ 45,818,214</u>
\$ 2,546,800	\$ 1,507,493	\$ 1,560,440
1,503,238	2,145,790	2,203,309
3,705,631	4,147,677	3,243,420
539,205	61,622	1,519,542
168,551	483,601	79,179
2,520,114	2,687,547	3,029,805
278,160	118,790	-
<u>\$ 11,261,699</u>	<u>\$ 11,152,520</u>	<u>\$ 11,635,695</u>
<u>\$(27,430,678)</u>	<u>\$(31,577,398)</u>	<u>\$(34,182,519)</u>
<u>\$(27,430,678)</u>	<u>\$(31,577,398)</u>	<u>\$(34,182,519)</u>
\$ 26,253,635	\$ 29,538,431	\$ 30,476,717
4,748,085	4,669,169	4,671,993
2,270,859	2,315,443	1,099,123
1,056,795	486,557	339,255
441,014	57,832	98,877
38,717	28,756	77,230
-	-	-
<u>34,809,105</u>	<u>37,096,188</u>	<u>36,763,195</u>
7,387,427	5,518,790	2,580,676
<u>\$ 7,387,427</u>	<u>\$ 5,518,790</u>	<u>\$ 2,580,676</u>

GUADALUPE COUNTY, TEXAS  
 FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST SEVEN FISCAL YEARS

	Fiscal Year			
	2004	2005	2006	2007
<i>General Fund:</i>				
Reserved	\$ 360,903	\$ 317,035	\$ 326,353	\$ 344,315
Unreserved	6,414,783	7,000,966	8,021,229	10,665,523
<i>Total General Fund</i>	<u>6,775,686</u>	<u>7,318,001</u>	<u>8,347,582</u>	<u>11,009,838</u>
<i>Other Governmental Funds:</i>				
Reserved Reported in:				
Road and Bridge	100,448	84,761	105,976	996,863
Juvenile Services	-	-	-	-
Debt Service Fund	-	-	173,107	-
Other NonMajor	153,329	62,303	23,326	3,967,655
Unreserved Reported in:				
Road and Bridge	960,528	537,559	677,339	111,887
Juvenile Services	-	-	-	-
Capital Projects Fund	-	-	-	1,426,793
Other NonMajor	2,413,707	2,963,067	4,016,396	245,080
<i>Total Other Governmental Funds</i>	<u>3,628,012</u>	<u>3,647,690</u>	<u>4,996,144</u>	<u>6,748,278</u>
<b>TOTAL ALL GOVERNMENTAL FUNDS</b>	<u>\$ 10,403,698</u>	<u>\$ 10,965,691</u>	<u>\$ 13,343,726</u>	<u>\$ 17,758,116</u>

*Note: Financial data prior to fiscal year 2004 was not available.*

TABLE 3

Fiscal Year		
2008	2009	2010
\$ 316,860	\$ 237,078	\$ 279,507
10,341,481	12,538,034	12,677,955
<u>10,658,341</u>	<u>12,775,112</u>	<u>12,957,462</u>
165,956	101,857	134,543
287	400	-
-	-	-
82,597	140,839	210,142
1,224,041	1,693,341	1,493,286
2,312,682	2,405,109	2,299,568
2,602,416	6,383,398	1,042,555
2,563,214	2,868,304	2,984,969
<u>8,951,193</u>	<u>13,593,248</u>	<u>8,165,063</u>
<u>\$ 19,609,534</u>	<u>\$ 26,368,360</u>	<u>\$ 21,122,525</u>

GUADALUPE COUNTY, TEXAS  
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
LAST SEVEN FISCAL YEARS

	Fiscal Year			
	2004	2005	2006	2007
<b>REVENUES</b>				
Taxes	\$ 22,455,124	\$ 24,215,575	\$ 26,662,126	\$ 29,992,868
Licenses and Permits	337,995	352,351	436,360	466,791
Intergovernmental	2,177,821	2,397,315	2,564,490	2,607,662
Charges for Services	5,213,198	4,582,392	6,811,799	7,183,595
Fines and Forfeits	1,609,128	1,525,235	1,408,682	1,581,621
Miscellaneous	568,696	1,557,121	1,509,821	1,903,950
<b>TOTAL REVENUES</b>	<b>32,361,962</b>	<b>34,629,989</b>	<b>39,393,278</b>	<b>43,736,487</b>
<b>EXPENDITURES</b>				
<i>Current:</i>				
General Government	7,968,486	8,678,173	9,430,748	4,456,106
Judicial*	-	-	-	7,230,843
Public Safety	9,716,968	11,112,542	11,837,489	13,261,398
Infrastructure & Environmental	4,426,595	4,792,572	5,137,024	5,493,032
Health and Social Services	5,880,613	6,851,945	6,683,940	4,326,924
Conservation	160,592	-	-	-
Capital Projects/Outlay	848,756	1,381,486	2,665,147	3,340,601
<i>Debt Service:</i>				
Principal	580,000	610,000	755,000	710,000
Interest and Other Charges	806,204	641,278	576,292	503,193
<b>TOTAL EXPENDITURES</b>	<b>30,388,214</b>	<b>34,067,996</b>	<b>37,085,640</b>	<b>39,322,097</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,973,748	561,993	2,307,638	4,414,390
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	2,008,223	2,247,849	3,945,740	3,945,640
Transfers Out	(2,008,223)	(2,247,849)	(3,945,740)	(3,945,640)
Proceeds from Bonds	-	-	9,495,000	-
Payment to Bond Escrow	-	-	(9,726,211)	-
Bond Premium	-	-	301,608	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>70,397</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>1,973,748</b>	<b>561,993</b>	<b>2,378,035</b>	<b>4,414,390</b>
Fund Balances at Beginning of Year	8,429,950	10,403,698	10,965,691	13,343,726
Fund Balances at End of Year	<b>\$ 10,403,698</b>	<b>\$ 10,965,691</b>	<b>\$ 13,343,726</b>	<b>\$ 17,758,116</b>
Debt Servicing Expenditures as a percentage of Non-Capital Expenditures	4.7%	3.8%	3.9%	3.4%

\* The Judicial Activities line item was added in the 2007 report. The Judicial Activities amounts had previously been included in the General Government and Public Safety Activities.

TABLE 4

Fiscal Year		
2008	2009	2010
\$ 33,360,037	\$ 36,606,211	\$ 37,324,525
174,066	193,672	210,420
2,515,488	2,747,324	2,683,829
6,216,774	6,183,246	5,686,786
1,622,058	1,578,473	1,444,721
1,919,731	984,918	841,804
<u>45,808,154</u>	<u>48,293,844</u>	<u>48,192,085</u>
7,163,247	7,113,606	7,617,893
7,901,046	8,442,959	8,848,004
14,729,591	16,318,027	16,028,646
5,888,136	6,321,518	6,340,086
4,177,704	3,901,306	5,008,854
-	-	-
2,884,140	7,926,332	7,523,530
745,000	785,000	1,300,000
467,872	626,269	770,907
<u>43,956,736</u>	<u>51,435,017</u>	<u>53,437,920</u>
<u>1,851,418</u>	<u>(3,141,173)</u>	<u>(5,245,835)</u>
5,140,149	3,484,687	4,774,195
(5,140,149)	(3,484,687)	(4,774,195)
-	9,900,000	-
-	-	-
-	-	-
<u>-</u>	<u>9,900,000</u>	<u>-</u>
1,851,418	6,758,827	(5,245,835)
17,758,116	19,609,533	26,368,360
<u>\$ 19,609,534</u>	<u>\$ 26,368,360</u>	<u>\$ 21,122,525</u>
3.0%	3.2%	4.6%

GUADALUPE COUNTY, TEXAS  
TAX REVENUES BY SOURCE  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)

TABLE 5

Year	Property Tax	Sales and Use Tax	Other Tax	Total
2004	\$ 19,155,941	\$ 3,232,326	\$ 66,857	\$ 22,455,124
2005	20,510,392	3,634,415	70,768	24,215,575
2006	22,482,429	4,092,473	87,224	26,662,126
2007	25,153,434	4,684,240	108,678	29,946,352
2008	26,611,093	4,478,085	2,270,859	33,360,037
2009	29,621,599	4,669,169	2,315,443	36,606,211
2010	30,423,558	4,671,993	2,228,974	37,324,525

GUADALUPE COUNTY, TEXAS  
 ASSESSED VALUE AND ACTUAL VALUE OF PROPERTY  
 LAST SEVEN FISCAL YEARS  
 (UNAUDITED)

TABLE 6

Fiscal Year	Residential Property	Commercial Property	Less Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2004	\$ 3,341,149,747	\$ 2,446,311,383	\$ (68,013,302)	\$ 5,719,447,828	0.4131
2005	3,708,328,379	2,658,083,793	(77,589,283)	6,288,822,889	0.4030
2006	4,276,407,896	3,009,464,940	(89,647,194)	7,196,225,642	0.4031
2007	3,273,445,772	3,232,976,019	(710,915,455)	5,795,506,336	0.4031
2008	3,801,163,960	3,723,829,203	(770,637,228)	6,754,355,935	0.3895
2009	4,283,693,767	4,202,573,297	(845,486,480)	7,640,780,584	0.3895
2010	4,512,457,632	4,324,796,339	(934,247,537)	7,903,006,434	0.3895

*Source: Guadalupe County Appraisal District  
 Tax rates are per \$100 of assessed value.*

GUADALUPE COUNTY, TEXAS  
PROPERTY TAX RATES – ALL OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Jurisdiction	Fiscal Year				
	2001	2002	2003	2004	2005
	2000 Rate	2001 Rate	2002 Rate	2003 Rate	2004 Rate
Guadalupe County	0.3193	0.3499	0.3668	0.3654	0.3530
Lateral Road	0.0630	0.0420	0.0463	0.0477	0.0500
Total	0.3823	0.3919	0.4131	0.4131	0.4030
<i>Cities:</i>					
City of Seguin	0.3947	0.3891	0.4007	0.3976	0.4021
City of Schertz	0.3405	0.3826	0.3825	0.3825	0.3760
City of Cibolo	0.3800	0.3573	0.3215	0.2895	0.2695
City of Marion	0.3495	0.3495	0.3795	0.3791	0.3856
City of Selma	0.3900	0.3900	0.3700	0.3490	0.3199
City of New Braunfels	0.3136	0.3136	0.3185	0.3711	0.448329
City of San Marcos	0.4610	0.4710	0.4710	0.4710	0.4710
City of Santa Clara					
<i>School Districts:</i>					
Schertz-UC ISD	1.6267	1.7100	1.7300	1.7800	1.7400
Marion ISD	1.5450	1.1544	1.7800	1.7800	1.7679
Seguin ISD	1.6400	1.6400	1.6850	1.6850	1.6944
Navarro ISD	1.5874	1.6545	1.6380	1.6203	1.8551
Comal ISD	1.8500	1.8500	1.8000	1.8300	1.8200
Luling ISD	1.1100	1.1500	1.2395	1.2700	1.3050
La Vernia ISD	1.4300	1.4620	1.5932	1.5900	1.7100
New Braunfels ISD	1.9210	1.9210	1.8550	1.8550	1.8200
Nixon-Smilely CISD	1.2900	1.2790	1.3000	1.3000	1.3332
Prairie Lea ISD	1.3483	1.3448	1.3485	1.4148	1.4148
San Marcos CISD	1.4952	1.4296	1.6000	1.6000	1.7300
Guadalupe County MUD#1	0.5675	0.4300	-	-	-
Guadalupe County MUD#2	1.2117	1.1711	-	-	-
York Creek Water	0.0033	0.0033	0.0033	0.0033	0.0034



TABLE 7

Fiscal Year				
2006	2007	2008	2009	2010
2005 Rate	2006 Rate	2007 Rate	2008 Rate	2009 Rate
0.3531	0.3481	0.3295	0.3295	0.3345
0.0500	0.0550	0.0600	0.0600	0.0550
0.4031	0.4031	0.3895	0.3895	0.3895
0.4326	0.4814	0.4726	0.4823	0.4600
0.3977	0.4317	0.4090	0.4090	0.4342
0.3178	0.3186	0.3186	0.3186	0.4100
0.3900	0.3900	0.3688	0.3980	0.3824
0.3193	0.2865	0.2621	0.2498	0.2650
0.425614	0.4099	0.4099	0.4099	0.4099
0.4702	0.4702	0.5302	0.5302	0.5302
				0.1200
1.7200	1.6100	1.3150	1.3850	1.4200
1.6905	1.5315	1.2300	1.2300	1.2200
1.6890	1.5351	1.1600	1.2498	1.2498
1.8800	1.8200	1.4400	1.4400	1.4400
1.8200	1.6400	1.3100	1.3100	1.3100
1.3450	1.2390	1.0390	1.0390	1.0390
1.6900	1.5176	1.3788	1.3788	1.4250
1.8200	1.6525	1.3388	1.3388	1.3391
1.3332	1.2562	1.0664	1.0664	1.0760
1.2000	1.1000	0.9400	0.9400	0.9400
1.8300	1.7000	1.3700	1.3700	1.3700
-	-	-	-	-
-	-	-	-	-
0.0034	0.0038	0.0038	0.0038	0.0038

GUADALUPE COUNTY, TEXAS  
 PRINCIPAL TAXPAYERS  
 CURRENT YEAR AND TEN YEARS AGO  
 (UNAUDITED)

TABLE 8

	2010			2001		
	Rank	Assessed Taxable Valuation (\$1,000)	% of Total Assessed Valuation	Rank	Assessed Taxable Valuation (\$1,000)	% of Total Assessed Valuation
Structural Metals, Inc	1	102,898	1.30%	3	45,406	1.50%
Guadalupe Power Partners	2	60,647	0.77%	1	260,418	8.61%
LCRA Transmission Services	3	60,498	0.77%			
Texas Petroleum Investment	4	60,389	0.76%			
Rio Nogales Power Project	5	50,135	0.63%			
Temic Automotive	6	38,802	0.49%			
Southwestern Bell	7	24,847	0.31%	4	32,036	1.06%
San Antonio MTA	8	24,056	0.30%			
Hexcel Corp	9	19,339	0.24%	7	15,760	0.52%
San Filippi John & Son, Inc	10	17,389	0.22%	6	16,480	0.54%
Motorola				2	103,267	3.42%
Vintage Petroleum, Inc				5	19,827	0.66%
H.E. Butt Grocery Store				8	14,591	0.48%
Guadalupe Valley Electric Co				9	14,559	0.48%
Wal-Mart Store #901				10	12,135	0.40%
		\$ 459,000	5.81%		\$ 534,479	17.67%

GUADALUPE COUNTY, TEXAS  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)

TABLE 9

Fiscal Year Ended September 30,	Taxes Levied For The Fiscal Year	Collections Within Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	% of Levy		Amount	% of Levy
2004	\$ 17,270,475	\$ 16,756,882	97.0%	\$ 464,445	\$ 17,221,327	99.7%
2005	18,616,842	18,024,097	96.8%	521,642	18,545,739	99.6%
2006	20,428,930	19,898,422	97.4%	449,825	20,348,247	99.6%
2007	23,035,688	22,566,576	98.0%	343,250	22,909,826	99.5%
2008	22,009,651	21,547,799	97.9%	319,689	21,867,488	99.4%
2009	24,547,982	23,948,004	97.6%	299,493	24,247,497	98.8%
2010	29,973,693	29,406,738	98.1%	-	29,406,738	98.1%

GUADALUPE COUNTY, TEXAS  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)

TABLE 10

Fiscal Year	Governmental Activities			Total Primary Government	Actual Taxable Value of Property	Percentage of Taxable Value of Property
	General Obligation Bonds	Certificates of Obligation	Tax Notes			
2004	\$ 345,000	\$ 13,020,000	\$ -	\$ 13,365,000	\$ 5,719,447,828	0.2%
2005	75,000	12,680,000	-	12,755,000	6,288,822,889	0.2%
2006	9,385,000	2,935,000	-	12,320,000	7,196,225,642	0.2%
2007	9,355,000	2,255,000	-	11,610,000	5,795,506,336	0.2%
2008	9,325,000	1,540,000	-	10,865,000	6,754,355,935	0.2%
2009	9,290,000	790,000	9,900,000	19,980,000	7,640,780,584	0.3%
2010	9,255,000	-	9,425,000	18,680,000	7,903,006,434	0.2%

*Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.*

*\* Population data can be found on table 14.*

GUADALUPE COUNTY, TEXAS  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)

TABLE 11

Fiscal Year	General Bonded Debt		Tax Notes	Less	Total	Actual Taxable Value of Property	Percentage of Actual Taxable Value of Property	Per Capita	Debt as a Percent of Personal Income
	General Obligation Bonds	Certificates of Obligation		Available in Debt Service Funds					
2004	\$ 345,000	\$ 13,020,000	\$ -	\$ (140,792)	\$ 13,224,208	\$ 5,719,447,828	0.23%	\$ 135	18.44%
2005	75,000	12,680,000	-	(49,274)	12,705,726	6,288,822,889	0.20%	121	21.21%
2006	9,385,000	2,935,000	-	(173,107)	12,146,893	7,196,225,642	0.17%	111	24.96%
2007	9,355,000	2,255,000	-	(227,801)	11,382,199	5,795,506,336	0.20%	100	26.27%
2008	9,355,000	2,255,000	-	(59,450)	11,550,550	5,795,506,336	0.20%	99	28.43%
2009	9,290,000	790,000	9,900,000	(121,656)	19,858,344	7,640,780,584	0.26%	164	18.86%
2010	9,255,000	-	9,425,000	(190,723)	18,489,277	7,903,006,434	0.23%	576	21.67%

Note: Details about the County's outstanding debt can be found in the notes to the financial statements.

\*Population information is on table 14.

GUADALUPE COUNTY, TEXAS  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
SEPTEMBER 30, 2010  
(UNAUDITED)

TABLE 12

Taxing Body	Net Debt		% Overlapping	Amount Overlapping
	Amount	As of		
Cibolo Creek MA	-	09/30/10	**	-
Cibolo, City of	\$ 20,308,000	09/30/10	100.00	\$ 20,308,000
Comal ISD	533,250,850	09/30/10	2.52	13,437,921
La Vernia ISD	48,627,015	09/30/10	12.59	6,122,141
Luling ISD	3,935,000	09/30/10	21.35	840,123
Luling, City of	-	09/30/10	1.54	-
Marion ISD	1,710,000	09/30/10	100.00	1,710,000
Marion, City of	-	09/30/10	100.00	-
Navarro ISD	24,736,067	09/30/10	100.00	24,736,067
New Braunfels ISD	104,153,532	09/30/10	17.31	18,028,976
New Braunfels, City of	61,145,084	09/30/10	13.09	8,003,891
Nixon-Smilely CISD	14,204,500	09/30/10	1.76	249,999
Prairie Lea ISD	-	09/30/10	23.06	-
San Marcos CISD	122,354,475	09/30/10	5.52	6,753,967
Schertz, City of	48,031,911	09/30/10	82.80	39,770,422
Schertz-Cibolo-Universal ISD	270,098,536	09/30/10	89.99	243,061,673
Seguin ISD	77,524,667	09/30/10	100.00	77,524,667
Seguin, City of	30,866,788	09/30/10	100.00	30,866,788
Selma, City of	8,734,881	09/30/10	27.80	2,428,297
Total Net Overlapping Debt: .				493,842,933
Guadalupe County		09/30/10		18,489,277
Total Direct and Overlapping Debt:				<u>\$ 512,332,210</u>
Total Direct and Overlapping Debt % of A.V.:				6.71%
Total Direct and Overlapping Debt Per Capita:				\$ 4,483

Source: Municipal Advisory Council

GUADALUPE COUNTY, TEXAS  
 COMPUTATION OF LEGAL DEBT MARGIN  
 SEPTEMBER 30, 2010  
 (UNAUDITED)

TABLE 13

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed Value	<u>\$ 7,903,006,434</u>
* Debt limit (10% of assessed value)	790,300,643
Outstanding Debt <sup>[1]</sup>	18,680,000
Less amount set aside for repayment of general obligation debt	<u>(190,723)</u>
Total net debt applicable to limit	18,489,277
Economic Debt Margin	<u>\$ 771,811,366</u>

	Fiscal Year				
	2006	2007	2008	2009	2010
Debt Limit	\$ 7,196,255,642	\$ 753,424,760	\$ 743,927,371	\$ 764,078,058	\$ 790,300,643
Total Net Debt Applicable to Limit	12,146,893	11,382,919	10,865,000	19,858,344	18,489,277
Economic Debt Margin	<u>\$ 7,184,108,749</u>	<u>\$ 742,041,841</u>	<u>\$ 733,062,371</u>	<u>\$ 744,219,714</u>	<u>\$ 771,811,366</u>

	Fiscal Year	
	2004	2005
Debt Limit	\$ 571,944,783	\$ 628,882,289
Total Net Debt Applicable to Limit	13,224,208	(12,705,726)
Economic Debt Margin	<u>\$ 558,720,575</u>	<u>\$ 641,588,015</u>

<sup>[1]</sup> Texas does not have a legal debt margin for counties. The only limit on taxation is \$2.50 per \$100 of assessed value. Good financial integrity calls for 10% of assessed value to be used for debt limit.

GUADALUPE COUNTY, TEXAS  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST EIGHT FISCAL YEARS  
 (UNAUDITED)

TABLE 14

Year	Population	Personal Income (Amounts in thousands)	Per Capita Personal Income <sup>1</sup>	Unemployment Rate <sup>2</sup>
2009	121,432	4,006,427	32,083	6.5%
2008	117,172	3,745,153	34,143	4.4%
2007	114,291	3,283,600	33,266	3.8%
2006	109,561	2,990,000	30,910	4.3%
2005	104,831	3,031,536	29,630	4.6%
2004	98,227	2,694,302	25,365	4.9%
2003	97,221	2,438,732	24,678	5.3%

<sup>1</sup>Personal Income provided by the Bureau of Economic Analysis, U.S. Department of Commerce

<sup>2</sup>Unemployment rate is provided by the Texas Workforce Commission



GUADALUPE COUNTY, TEXAS  
 PRINCIPAL EMPLOYERS  
 CURRENT YEAR  
 (UNAUDITED)

TABLE 15

<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Schertz-Cibolo-Universal City ISD	1,615	1	4.85%
Seguin Independent School District	1,189	2	3.57%
Commercial Metals Company (SMI)	855	3	2.57%
Tyson Foods, Inc.	850	4	2.55%
Guadalupe Regional Medical Center	713	5	2.14%
Wal-Mart Supercenter	750	6	2.25%
Contintental AG (Motorola)	674	7	2.02%
HEB Food Stores	570	8	1.71%
Guadalupe County	455	9	1.37%
City of Schertz	320	10	0.96%
City of Seguin	277	11	0.83%
Texas Lutheran University	262	12	0.79%
Total	<u>8,530</u>		<u>25.61%</u>

*Source: Schertz Chamber of Commerce, Seguin Area Chamber of Commerce, Texas Workforce Commission, and US Dept. of Labor.*

*Note: Comparative information of nine years ago was not available.*

GUADALUPE COUNTY, TEXAS  
 OPERATING INDICATORS BY FUNCTION  
 CAPITAL ASSETS  
 LAST SEVEN FISCAL YEARS  
 (UNAUDITED)

TABLE 16

Function	Fiscal Year						
	2004	2005	2006	2007	2008	2009	2010
<i>General Government:</i>							
Land	\$ 205,822	\$ 205,822	\$ 205,822	\$ 205,822	\$ 205,822	\$ 229,062	\$ 229,062
Buildings	3,622,547	2,743,781	2,743,781	3,010,782	3,575,562	3,873,362	15,664,019
Equipment	973,006	1,161,973	1,262,209	1,579,678	1,597,482	1,567,812	1,637,099
Vehicles	82,276	79,961	70,396	112,060	143,836	163,253	175,184
<i>General Government Total</i>	<u>4,883,651</u>	<u>4,191,537</u>	<u>4,282,208</u>	<u>4,908,342</u>	<u>5,522,702</u>	<u>5,833,489</u>	<u>17,705,364</u>
<i>Judicial:</i>							
Land	57,399	57,399	57,399	108,110	108,110	108,110	108,110
Buildings	6,388,736	6,388,736	6,803,669	6,819,196	6,837,626	6,869,472	6,837,626
Equipment	121,474	200,607	206,016	165,446	178,646	185,957	227,962
Vehicles	134,766	123,156	138,515	126,906	172,968	194,518	214,023
<i>Judicial Total</i>	<u>6,702,375</u>	<u>6,769,898</u>	<u>7,205,599</u>	<u>7,219,658</u>	<u>7,297,350</u>	<u>7,358,057</u>	<u>7,387,721</u>
<i>Public Safety:</i>							
Land	745,042	788,085	788,085	788,085	788,085	788,085	788,085
Buildings	14,773,263	15,652,029	15,652,029	15,737,852	15,737,852	16,551,851	16,778,391
Equipment	705,161	811,070	958,616	1,041,485	1,242,849	1,333,369	1,406,003
Vehicles	1,657,266	1,720,607	2,116,584	2,057,582	2,247,872	2,757,293	2,741,181
<i>Public Safety Total</i>	<u>17,880,732</u>	<u>18,971,791</u>	<u>19,515,314</u>	<u>19,625,004</u>	<u>20,016,658</u>	<u>21,430,598</u>	<u>21,713,660</u>
<i>Infrastructure:</i>							
Land	151,060	153,893	153,893	153,893	153,893	153,893	153,893
Infrastructure - Roads	11,145,037	12,293,541	13,489,174	14,721,898	16,565,483	18,422,592	20,079,008
Infrastructure - Bridges	1,583,133	1,899,928	1,899,928	1,288,974	1,322,350	1,399,641	1,399,641
Buildings	331,462	331,462	357,913	357,913	357,913	357,913	357,913
Equipment			6,424	169,314	169,314	189,513	136,571
Heavy Equipment	3,976,556	4,060,356	4,178,396	2,759,277	2,811,743	2,903,351	2,994,610
Vehicles	474,987	507,021	579,491	1,898,263	2,029,091	2,140,691	2,177,475
<i>Infrastructure Total</i>	<u>17,662,235</u>	<u>19,246,201</u>	<u>20,665,219</u>	<u>21,349,532</u>	<u>23,409,787</u>	<u>25,567,594</u>	<u>27,299,111</u>
<i>Health &amp; Social Services:</i>							
Land	-	-	-	6,500	6,500	6,500	6,500
Buildings	127,420	127,420	176,188	524,264	524,264	1,021,531	1,037,316
Equipment	12,056	-	-	18,943	17,943	20,001	20,001
Vehicles	71,874	82,333	60,949	177,258	232,104	230,401	234,645
<i>Health &amp; Social Services Total</i>	<u>211,350</u>	<u>209,753</u>	<u>237,137</u>	<u>726,965</u>	<u>780,811</u>	<u>1,278,433</u>	<u>1,298,462</u>
<i>Conservation: *</i>							
Land	6,500	6,500	6,500	-	-	-	-
Buildings	348,076	348,076	348,076	-	-	-	-
Equipment	13,500	13,500	13,500	-	-	-	-
Vehicles	93,549	92,105	114,866	-	-	-	-
<i>Conservation Total</i>	<u>461,625</u>	<u>460,181</u>	<u>482,942</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Totals:</i>							
Land	1,165,823	1,211,699	1,211,699	1,262,410	1,262,410	1,285,650	1,285,650
Infrastructure	12,728,170	14,193,469	15,389,102	16,010,872	17,887,833	19,822,233	21,478,649
Buildings	25,591,504	25,591,504	26,081,656	26,450,007	27,033,217	28,674,129	40,675,265
Equipment	1,825,197	2,187,150	2,446,765	2,974,866	3,206,234	3,296,652	3,427,636
Heavy Equipment	3,976,556	4,060,356	4,178,396	2,759,277	2,811,743	2,903,351	2,994,610
Vehicles	2,514,718	2,605,183	3,080,801	4,372,069	4,825,871	5,486,156	5,542,508
	<u>\$ 47,801,968</u>	<u>\$ 49,849,361</u>	<u>\$ 52,388,419</u>	<u>\$ 53,829,501</u>	<u>\$ 57,027,308</u>	<u>\$ 61,468,171</u>	<u>\$ 75,404,318</u>

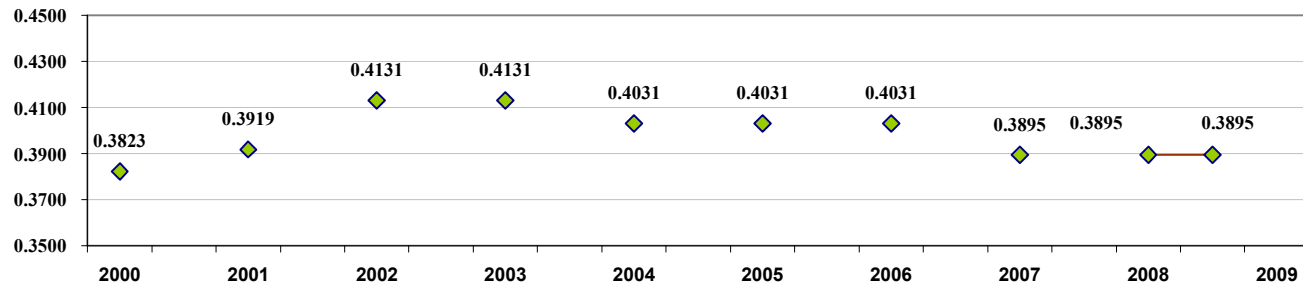
\* Conservation was included in Social Services Beginning in 2007.

GUADALUPE COUNTY, TEXAS  
TAX RATE CHART  
LAST TEN FISCAL YEARS  
(UNAUDITED)

TABLE 17

	RATE BY TAX YEAR									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Maintenance & Operations:	0.3658	0.3910	0.4128	0.4046	0.3927	0.4035	0.4069	0.3845	0.3819	0.3856
Less: Sales Tax	(0.0845)	(0.0770)	(0.0775)	(0.0677)	(0.0641)	(0.0759)	(0.0800)	(0.0700)	(0.0691)	(0.0678)
Total Maintenance & Operations:	0.2813	0.3140	0.3353	0.3369	0.3286	0.3276	0.3269	0.3145	0.3128	0.3178
Interest & Sinking Rate:	0.0380	0.0359	0.0315	0.0285	0.0245	0.0255	0.0212	0.0150	0.0167	0.0167
Lateral Road Rate:	0.0630	0.0420	0.0463	0.0477	0.0500	0.0500	0.0550	0.0600	0.0600	0.0550
Total Guadalupe County Rate:	0.3823	0.3919	0.4131	0.4131	0.4031	0.4031	0.4031	0.3895	0.3895	0.3895

Total Tax Rate by Year



GUADALUPE COUNTY, TEXAS  
 FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

TABLE 18

<u>Function</u>	<u>FY 01</u>	<u>FY 02</u>	<u>FY 03</u>	<u>FY 04</u>	<u>FY 05</u>	<u>FY 06</u>	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
General Government	65	66	68	69	73	75	83	89	90	92
Judicial	36	36	37	38	40	40	42	44	45	45
Public Safety	186	120	179	185	192	195	218	228	230	233
Infrastructure	67	67	67	69	69	69	69	70	70	70
Social Services	<u>12</u>	<u>12</u>	<u>12</u>	<u>12</u>	<u>15</u>	<u>14</u>	<u>14</u>	<u>15</u>	<u>15</u>	<u>15</u>
	<u><u>366</u></u>	<u><u>301</u></u>	<u><u>363</u></u>	<u><u>373</u></u>	<u><u>389</u></u>	<u><u>393</u></u>	<u><u>426</u></u>	<u><u>446</u></u>	<u><u>450</u></u>	<u><u>455</u></u>

GUADALUPE COUNTY, TEXAS  
INSURANCE AND BOND COVERAGE  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

Table 19

COVERAGE:	PROPERTY INSURANCE	
	Coverage Period	May 1, 2009 – May 1, 2010
	Policy No.	GP09314254
	Deductible	\$5,000 (unless otherwise specified)
	Company	St. Paul Fire & Marine Ins. Co.
Limits:	Buildings	\$32,183,757; deductible \$5,000
	Personal Property	
	Business Income with Extra Expense (Road & Bridge)	\$2,000,000; waiting period 48 hours
	Valuable Papers (Administration Building)	\$315,000; deductible \$1,000
	Personal - Property – EDP Property	\$5,738,795; deductible \$1,000
	Contractor’s Equipment	\$2,914,959; deductible \$1,000
	Commercial Articles	\$325,160; deductible \$1,000
COVERAGE:	GENERAL LIABILITY	
	Coverage Period	May 1, 2009 – May 1, 2010
	Coverage Document No.	GL 0940 2009 05 01
	Deductible	\$25,000
	Company	Texas Association of Counties, County Government Risk Management Pool
Limits of Liability:	Bodily Injury	per person \$100,000; per occurrence \$300,000
	Property Damage	per occurrence \$100,000
	Damage to Premises Rented	\$50,000
	Personal & Advertising Injury Liability	per person \$100,000; per offence/aggregate \$300,000
	Employee Benefits	\$100,000
	Medical Payment Per Person	\$1,000
COVERAGE:	AUTO LIABILITY (county owned, non-owned and hired vehicles)	
	Coverage Period	May 1, 2009 – May 1, 2010
	Coverage Document No.	AL 0940 2009 05 01
	Deductible	\$1,000
	Company	Texas Association of Counties, County Government Risk Management Pool
Limits:	Bodily Injury Liability	each person \$100,000; each accident \$300,000
	Property Damage Liability	each accident \$100,000
COVERAGE:	PUBLIC OFFICIALS LIABILITY	
	Coverage Period	May 1, 2009 – May 1, 2010
	Coverage Document No.	PO 0940 2009 05 01
	Deductible	\$25,000
	Company	Texas Association of Counties, County Government Risk Management Pool
Limits of Liability:	Each Wrongful Act	\$2,000,000
	Aggregate	\$2,000,000; plus CPOL/CCEO Endorsement \$1,000,000; plus CPOL/DCEO Endorsement \$830,000

GUADALUPE COUNTY, TEXAS  
INSURANCE AND BOND COVERAGE (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

COVERAGE:	LAW ENDORCEMENT PROFESSIONAL LIABILITY	
	Coverage Period	May 1, 2009 – May 1, 2010
	Policy No.	LE 0940 2009 05 01
	Deductible	\$25,000
	Company	Texas Association of Counties, County Government Risk Management Pool
Limits of Liability:	Each Wrongful Act	\$2,000,000
	Aggregate	\$2,000,000
COVERAGE:	CRIME POLICY, PUBLIC EMPLOYEE DISHONESTY	
	Coverage Period	January 1, 2007 – January 1, 2009
	Policy No.	CCP 1484622 12
	Deductible	\$2,500
	Company	Fidelity and Deposit Company of Maryland (The F&D Companies)
Limits:	Per occurrence	\$100,000 (excludes active law enforcement personnel)
COVERAGE:	COMMERCIAL CRIME, EMPLOYEE DISHONESTY	
	Coverage Period	August 21, 1995 (continuous)
	Policy No.	88000184
	Deductible	\$500
	Company	Universal Surety of America
Limits:	Per occurrence	\$5,000 (includes active law enforcement personnel)
COVERAGE:	COMMERCIAL CRIME, EXCESS EMPLOYEE DISHONESTY	
	Coverage Period	August 21, 1995 (continuous)
	Policy No.	88000195
	Deductible	\$4,500
	Company	Universal Surety of America
Limits:	Per occurrence	\$45,000 (includes active law enforcement personnel)
COVERAGE:	FLOOD INSURANCE (1101 ELBEL ROAD, SCHERTZ, TX)	
	Coverage Period	July 9, 2009 – July 9, 2010
	Policy No.	42 2510135605 05
	Deductible	\$5,000 bldg/\$5,000 contents
	Company	Fidelity National Insurance
Limits:	Building	\$500,000
	Contents	\$325,900
COVERAGE:	EXCESS FLOOD INSURANCE (1101 ELBEL ROAD, SCHERTZ, TX)	
	Coverage Period	July 9, 2009 – July 9, 2010
	Certificate No.	FLEX 4209003387-01
	Deductible	\$500,000 (Basic Flood Coverage)
	Company	WNC Insurance Services
Limits:	Building	\$1,000,000

GUADALUPE COUNTY, TEXAS  
INSURANCE AND BOND COVERAGE (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

COVERAGE:	FLOOD INSURANCE (307 W. COURT, SEGUIN, TX)	
	Coverage Period	July 9, 2009 –July 9, 2010
	Policy No.	422510135606 05
	Deductible	\$5,000 bldg/\$5,000 contents
	Company	Fidelity National Insurance
Limits:	Building	\$500,000
	Contents	\$201,600
COVERAGE:	EXCESS FLOOD INSURANCE (307 W. COURT, SEGUIN, TX)	
	Coverage Period	July 9, 2009 - July 9, 2010
	Certificate No.	FLEX 4209003388-01
	Deductible	\$500,000 (Basic Flood Insurance)
	Company	WNC Insurance Services
Limits:	Building	\$500,000
COVERAGE:	JUVENILE BOARD DISHONESTY	
	Coverage Period:	November 1, 2003 (continuous)
	Policy No.	65BPECN6623
	Deductible	\$100
	Company	Hartford Casualty Insurance
Limits:	Per occurrence	\$5,000

GUADALUPE COUNTY, TEXAS  
INSURANCE AND BOND COVERAGE (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

COVERAGE:	JUDGES' PROFESSIONAL LIABILITY INSURANCE	
	Coverage Period:	Dwight Eric Peschel, 01/26/09 – 01/26/10 Gary L. Steel, 12/21/09 – 12/21/10 W.C. Kirkendall, 01/27/09 – 01/27/10 Linda Z. Jones, 03/29/09 – 03/29/10
	Deductible	\$1,000
	Company	Texas Lawyers' Insurance Exchange
Limits:	Per occurrence	\$1,000,000
	Aggregate	\$1,000,000
COVERAGE:	WORKERS COMPENSATION & EMPLOYERS LIABILITY	
	Coverage Period	January 1, 2009 – January 1, 2010
	Policy No.	WC-00500-200812
	Company	Workers' Compensation TAC Risk Management Pool
Limits:	EL - \$1,000,000/WC – Statue of Limitations	
COVERAGE:	HEALTH INSURANCE PLAN	
	Coverage Period	January 1, 2009 – December 31, 2010
	Company	TAC Health & Employee Benefits Pool
	Specific Stop Loss Deductible	\$90,000
	Specific Lifetime Reimbursement	Maximum per covered person: \$1,000,000
	Separate Individual Specific Deducted	\$500
	Group #	94537
	Statutory Limit	\$1,000,000 Lifetime



GUADALUPE COUNTY, TEXAS  
SURETY BONDS OF PRINCIPAL OFFICERS  
SEPTEMBER 30, 2010

Table 20

Name	Title	Amount of Surety Bond
Mike Wiggins	County Judge	\$ 10,000
Roger Baenziger	Commissioners, Precinct 1	3,000
Cesareo Guadarrama, III	Commissioners, Precinct 2	3,000
Jim O. Wolverton	Commissioners, Precinct 3	3,000
Judith (Judy) Cope	Commissioners, Precinct 4	3,000
Linda Z. Jones	County Court-at-Law Judge No. 1	5,000
William Frank Follis	County Court-at-Law Judge No. 2	5,000
Linda J. Douglass	County Treasurer	25,000
Elizabeth Murray-Kolb	County Attorney	2,500
Arnold Zwicke	Sheriff	7,500
Teresa Kiel	County Clerk	100,000
Tavie Murphy	Tax Assessor-Collector	100,000
Kristen L. Klein	County Auditor	5,000
Susan M. Basham	Election Administrator	10,000
William Darrell Hunter	Justice of the Peace, Precinct 1	5,000
Edmundo "Cass" Castellanos	Justice of the Peace, Precinct 2	1,000
Roy W. Richard, Jr.	Justice of the Peace, Precinct 3	5,000
Lawrence Allen Morawietz	Justice of the Peace, Precinct 4	1,000
Bobby Jahns	Constable, Precinct 1	1,000
Steve Garcia, Sr.	Constable, Precinct 2	1,000
Travis Payne	Constable, Precinct 3	1,000
Eugene Mayes	Constable, Precinct 4	1,000
Daniel Kinsey	Emergency Management Coordinator	5,000

*Source: Applicable court orders and payroll records.*

GUADALUPE COUNTY, TEXAS  
MISCELLANEOUS STATISTICS/OPERATING INDICATORS BY FUNCTION  
LAST EIGHT FISCAL YEARS

Table 21

FUNCTION	2003	2004	2005	2006	2007	2008	2009	2010
<b>GENERAL GOVERNMENT</b>								
<i>Tax Office</i>								
Ad valorem assessment notices issued	60,648	61,930	64,360	67,238	68,215	72,401	75,527	77,410
*per certified tax roll								
Motor Vehicle Registrations	82,967	90,806	96,003	101,989	107,905	109,527	118,003	120,925
Auto Titles Issued	19,142	19,842	19,600	20,266	20,838	20,355	18,720	20,205
<i>County Clerk</i>								
Marriage licenses	607	506	561	555	591	571	515	489
Birth certificates	3,118	3,423	3,516	3,278	3,169	3,054	3,105	2,559
Deeds & Records recording transactions	25,909	27,004	26,676	27,266	17,510	16,781	16,603	16,239
<b>JUSTICE SYSTEM **</b>								
<i>Justice of the Peace Courts</i>								
<i>Criminal Cases -</i>								
JP1 new cases filed	10,405	13,763	13,328	13,444	12,013	11,351	9,501	7,981
cases disposed	9,940	11,303	11,208	11,112	10,540	9,516	7,980	8,437
JP2 new cases filed	1,427	1,203	1,236	1,030	916	656	1,082	7,981
cases disposed	1,253	1,137	1,172	922	898	661	888	984
JP3 new cases filed	700	1,207	1,631	2,050	1,511	1,546	1,123	1,040
cases disposed	615	845	1,202	1,415	1,528	1,340	1,138	736
JP4 new cases filed	2,872	4,956	5,230	3,712	3,981	3,605	3,114	2,985
cases disposed	3,358	3,924	4,912	3,396	3,492	3,371	2,956	2,680
<i>Civil Cases</i>								
JP1 new cases filed	87	100	118	79	161	233	154	170
cases disposed	75	107	100	85	78	194	171	114
JP2 new cases filed	177	201	250	194	252	313	313	299
cases disposed	181	209	231	196	183	234	276	232
JP3 new cases filed	118	113	124	152	201	371	329	289
cases disposed	132	110	109	153	90	221	283	239
JP4 new cases filed	168	147	184	338	265	436	309	271
cases disposed	146	136	171	234	287	345	265	201
<i>County Courts</i>								
<i>Civil cases</i>								
new cases filed	378	539	504	642	659	483	406	431
disposed	295	466	644	616	522	541	555	344
<i>Criminal cases</i>								
cases added to docket during year	2,658	3,021	3,119	3,135	2,544	2,557	2,503	2,217
disposition other than dismissal	1,637	2,123	2,102	2,205	2,020	1,863	1,773	1,454
dismissals	1,189	1,068	2,112	1,089	1,010	1,488	917	1,473
<i>Probate cases</i>								
filed	285	277	281	300	293	303	310	314
hearings	259	294	299	321	329	320	307	327
<i>Mental health cases</i>								
filed	9	16	20	5	10	5	5	1
hearings	-	-	-	3	9	1	5	-
<i>District Courts</i>								
<i>Civil cases</i>								
new cases filed	1,707	1,723	1,585	1,765	1,785	1,798	2,006	1,315
disposed	1,855	2,097	1,929	1,806	2,191	1,989	2,364	1,317
<i>Criminal cases</i>								
cases added to docket during year	650	702	844	921	847	755	808	858
disposition other than dismissal	434	574	533	810	638	569	578	651
dismissals	78	231	115	198	200	221	231	224
<i>Juvenile cases</i>								
new petitions filed	136	247	246	331	207	172	108	124
disposed	142	272	230	499	335	296	167	130

\*\* data obtained from reports filed with Office of the Court Administrator

GUADALUPE COUNTY, TEXAS  
 MISCELLANEOUS STATISTICS/OPERATING INDICATORS BY FUNCTION (CONTINUED)  
 LAST EIGHT FISCAL YEARS

Table 21 (Cont.)

FUNCTION	2003	2004	2005	2006	2007	2008	2009	2010
<b>PUBLIC SAFETY</b>								
Calls for service	N/A	16,011	16,769	18,236	16,630	17,375	17,649	16,956
911 calls	N/A	23,219	36,510	30,602	39,654	51,386	50,412	23,631
assaults reported/cleared	N/A	463/378	583/412	650/406	508/270	536/279	521-274	487/292
burglaries reported/cleared	N/A	329/115	280/76	282/43	260/53	265/53	304/57	314/71
citations	N/A	3,139	2,047	1,822	1,591	1,797	2,226	1,449
number of budgeted employees - sheriff	67	72	75	78	88	94	106	106
Number of autopsies county paid for	23	22	23	32	28	34	39	29
<b>CORRECTIONS &amp; REHABILITATION</b>								
<i>County Jail</i>								
Inmates housed (average per day)	458	454	444	555	487	413	447	461
bookings processed	7,645	6,791	6,563	6,541	6,894	6,031	6,185	6,413
releases processed	7,550	6,756	6,414	6,501	6,998	5,673	6,200	6,405
number of budgeted employees- county	104	105	109	109	122	126	116	120
<i>Juvenile Detention Center *</i>								
Guadalupe County juveniles detained	277	432	655	not avail	not avail	not avail	not avail	not avail
Juveniles detained from other counties	75	199	144	not avail	not avail	not avail	not avail	not avail
Juveniles detained at request of INS	140	23	3	not avail	not avail	not avail	not avail	not avail

\* Pre-adjudication center, calendar year amounts obtained from the Texas Juvenile Probation Commission



**FEDERAL AWARD SECTION**





REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS*

The Honorable Judge and Members of the Commissioners' Court  
Guadalupe County, Texas

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Guadalupe County, Texas, as of and for the year ended September 30, 2010, which collectively comprise the Guadalupe County, Texas, basic financial statements and have issued our report thereon dated March 09, 2011. We conducted our audit in accordance with audit standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Guadalupe County, Texas' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Guadalupe County, Texas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Guadalupe County, Texas' internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Guadalupe County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material affect on the determination of the financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Guadalupe County, Texas, in a separate letter dated March 09, 2011.

This report is intended solely for the information and use of the City Council, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Armstrong, Vaughan & Assoc, P.C." in a cursive style.

Armstrong, Vaughan & Assoc., P.C.

March 09, 2011





INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD  
HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL  
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable Judge and Commissioners' Court  
Guadalupe County, Texas

Compliance

We have audited the Guadalupe County, Texas's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Guadalupe County, Texas's major federal programs for the year ended September 30, 2010. Guadalupe County, Texas's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Guadalupe County, Texas's management. Our responsibility is to express an opinion on the Guadalupe County, Texas's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Guadalupe County, Texas's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Guadalupe County, Texas's compliance with those requirements.

In our opinion, the Guadalupe County, Texas, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2010.

Internal Control Over Compliance

Management of the Guadalupe County, Texas, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Guadalupe County, Texas's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Guadalupe County, Texas's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, City Council, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Armstrong, Vaughan & Assoc, P.C." The signature is written in a cursive, flowing style.

San Antonio, Texas  
March 09, 2011

GUADALUPE COUNTY, TEXAS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
SEPTEMBER 30, 2010

FINDING - None

GUADALUPE COUNTY, TEXAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

A. Summary of Auditor's Results

1. The auditor's report expresses an unqualified opinion on the financial statements of Guadalupe County, Texas.
2. No instances of noncompliance material to the financial statements of Guadalupe County, Texas were disclosed during the audit.
3. The auditor's report on compliance with requirements that could have a direct and material effect on each major federal award program for Guadalupe County, Texas expresses an unqualified opinion on all major federal programs.
4. Major programs tested are as follows:
  - A) US Department of Justice
    1. Edward Byrne Justice Assistance Grant - ARRA CFDA SU -16.803
  - B) US Department of Health and Human Services
    2. Enhanced Administrative Claims CFDA 93.658
5. The threshold used to distinguish between Type A and Type B federal programs was \$300,000.
6. The County was classified as a low-risk auditee in the context of OMB Circular A-133.
7. No material weaknesses or significant deficiencies were identified in internal control over financial reporting in accordance with GAS were found.
8. There were no material weaknesses or significant deficiencies identified over major programs in accordance with OMB Circular A-133.

B. Findings Relating to the Financial Statement Which are Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

None.

C. Findings and Questioned Costs for Federal Awards

None.

GUADALUPE COUNTY, TEXAS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Expenditures
<b>DEPARTMENT OF HOMELAND SECURITY</b>		
Passed Through Texas Department of Public Safety		
Emergency Management Performance	97.042	\$ 16,410
State Homeland Security Grant Program	97.073	3,610
<b>U.S. DEPARTMENT OF JUSTICE</b>		
Passed Through Alamo Area Council of Governments		
Juvenile Accountability Incentive Block Grant	16.523	112,077
Passed Through Office of Governor		
Edward Byrne Justice Assistance Grant - ARRA	SU-16.803	56,537
Passed Through US Bureau of Justice Assistance		
Bullet Proof Vests	16.607	5,854
Federal Seizure	None	207,966
DEA Salary Reimbursement	None	21,945
<b>HOUSING OF URBAN DEVELOPMENT</b>		
Passed Through Office of Rural and Community Affairs		
Rehabilitation of Septic Systems	14.228	24,567
<b>ELECTION ASSISTANCE COMMISSION</b>		
Passed Through Texas Office of the Secretary of State		
Help America Vote Act Requirements Payments	90.401	9,420
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>		
Title IV-E Enhanced Administrative Claims	93.658	<u>83,429</u>
<b>TOTAL FEDERAL AWARDS EXPENDED</b>		<u>\$ 541,815</u>

GUADALUPE COUNTY, TEXAS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2010

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Guadalupe County, Texas and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

