

**GUADALUPE COUNTY, TEXAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED SEPTEMBER 30, 2011**

DEPARTMENT ISSUING REPORT

Guadalupe County Auditor's Office  
Kristen Klein, County Auditor



**GUADALUPE COUNTY, TEXAS**  
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## **INTRODUCTORY SECTION**





**OFFICE OF COUNTY AUDITOR**

**KRISTEN KLEIN, CPA**  
**COUNTY AUDITOR**



**GUADALUPE COUNTY, TEXAS**

Guadalupe County Administration Building  
307 West Court Street, Suite 205  
Seguin, Texas 78155  
(830) 303-8876  
kris@co.guadalupe.tx.us

March 23, 2012

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 (the "County") for the fiscal year ended September 30, 2011. 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.

Null-Lairson, 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, 2011, 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, 2011, 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 auditor's 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 presented separately in the Single Audit 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 showed the County population at 1,511. By 1900, the population had grown to 21,835, and in 2000, the population was 89,023. The 2011 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, who 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 Non-Major 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, 2011, 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 9.47% for the calendar year 2010, and 9.68% for the calendar year 2011. The contribution rate payable by the employee members for 2010 and 2011 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 post-employment benefits can be found in Notes F and H, respectively, in the notes to the financial statements.

**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 from 2004 to 2007. However, for the past three years, sales tax has remained flat and shown no growth. In 2011, sales tax increased \$583,350 or 12.8%. This sales tax growth is attributed to the growing oil business in south Texas in the Eagle Ford Shale. The half-cent (.005) County sales tax adopted by the voters of the County directly reduces the County property taxes.

Guadalupe County's unemployment rate rose in fiscal year 2011; however, it is still lower than the state and national averages. In September 2011, Guadalupe County had an unemployment rate of 7.5% compared to the national rate of 8.8% and 8.0% for the State of Texas. While residential homebuilding did slow, major commercial construction projects, such as a new Caterpillar plant and an 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 a \$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 2012. This additional infrastructure, which is intended to divert traffic on Interstate Highway 35 around Austin, should be additional economic growth to Guadalupe County.

**Certificate of Achievement.** This report has been prepared following the guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada. The GFOA awards a certificate of achievement to those governments whose annual financial reports are judged to conform substantially to high standards of public financial reporting, including generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. The County has been awarded the Certificate of Achievement for its annual financial report since 2010. The report has historically presented the financial information of the County in an easily readable and efficient manner. A Certificate of Achievement is valid for one year. This office believes that the current year report continues to meet the program standards, and it will be submitted to the GFOA to determine County eligibility for another certificate.

**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 provided by our Independent Auditors, Null-Lairson, 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.

A handwritten signature in black ink, appearing to read 'Kristen Klein', with a stylized flourish at the end.

Kristen Klein, CPA  
Guadalupe County Auditor

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Guadalupe County  
Texas

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Linda C. Danison*

President

*Jeffrey R. Emer*

Executive Director





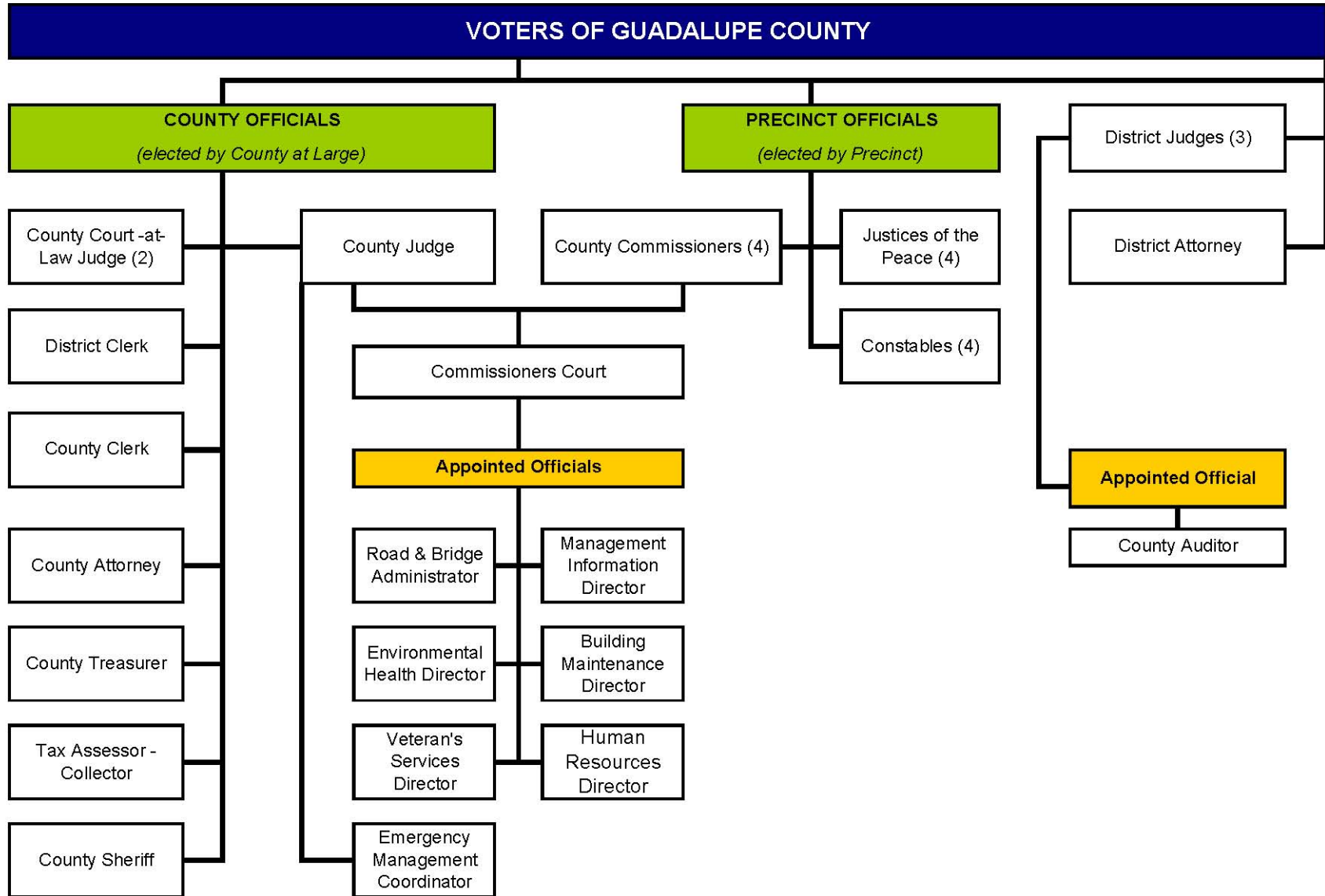
**GUADALUPE COUNTY, TEXAS**  
***PRINCIPAL OFFICIALS***

COUNTY JUDGE..... MIKE WIGGINS  
COMMISSIONER, PRECINCT 1 ..... ROGER BAENZIGER  
COMMISSIONER, PRECINCT 2 .....KYLE KUTSCHER  
COMMISSIONER, PRECINCT 3 ..... JIM WOLVERTON  
COMMISSIONER, PRECINCT 4 ..... JUDY COPE  
COUNTY AUDITOR.....KRISTEN KLEIN  
COUNTY TREASURER.....LINDA DOUGLASS  
TAX ASSESSOR-COLLECTOR..... 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 McMINN  
COUNTY COURT-AT-LAW JUDGE.....LINDA Z. JONES  
COUNTY COURT-AT-LAW JUDGE NO. 2 .....FRANK FOLLIS

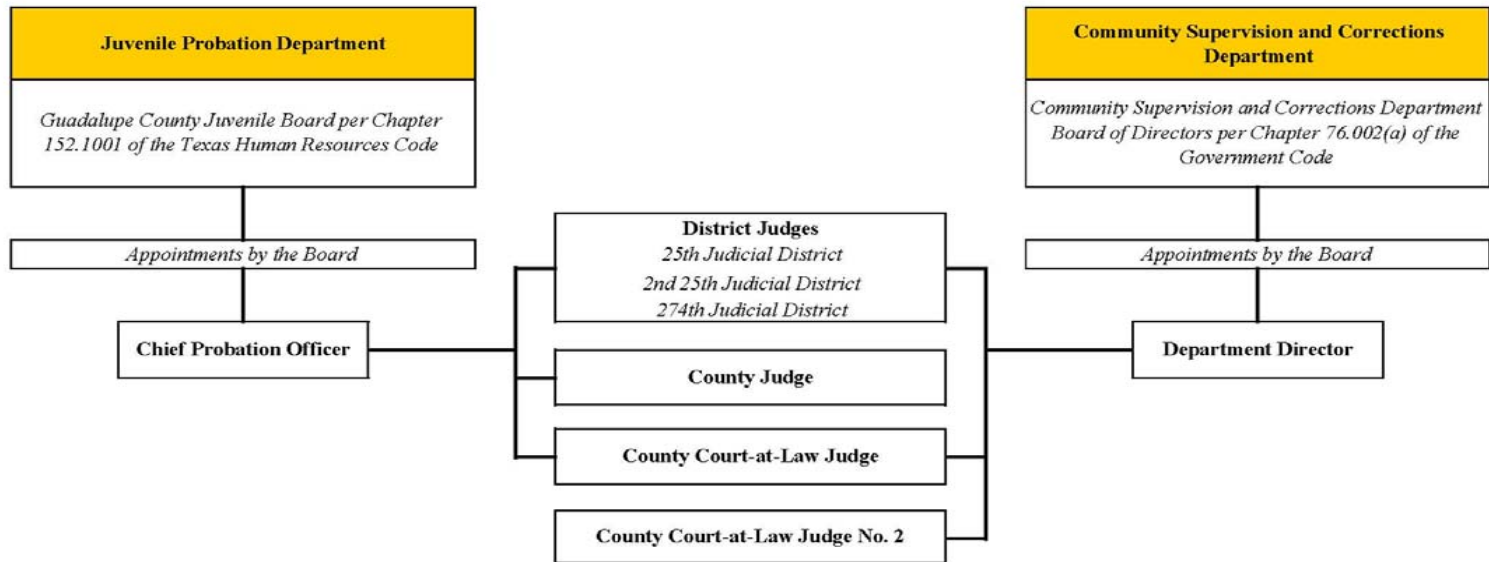
OFFICIAL ISSUING REPORT  
COUNTY AUDITOR



**GUADALUPE COUNTY ORGANIZATIONAL CHART**



**SPECIALIZED LOCAL ENTITIES ORGANIZATIONAL CHART**



## **Financial Section**



## Independent Auditor's Report

The Honorable Judge and Members of  
the Commissioners' 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, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of County 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, 2011, 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 23, 2012, 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 62 through 64 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

The Honorable Judge and Members of  
the Commissioner's Court  
Guadalupe County, Texas  
Page 2 of 2

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 County's basic financial statements. The combining and individual fund statements and schedules and other supplementary information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund statements and schedules and other supplementary information are the responsibility of management and are 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 information in the Introductory Section and Statistical Section listed in the foregoing table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on them.

  
Houston, Texas  
March 23, 2012



**GUADALUPE COUNTY, TEXAS**  
**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, 2011. 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, 2011 by \$65,589,535 (net assets), an increase from the previous year of \$ 2,183,387 .
- Of this amount, \$ 118,880 is restricted for debt service, \$ 39,013,107 is invested in capital assets, net of related debt, and \$ 20,921,733 (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 \$48,388,940 , which was \$ 2,183,387 less than the \$ 50,572,327 generated in taxes and other revenues for governmental activities.
- Total revenue from all sources was \$ 50.6 million. The primary revenue sources for governmental activities were property (ad valorem) taxes ( \$32.9 million), charges for services ( \$9.0 million), and sales tax ( \$5.3 million). These three revenue sources accounted for 65.1%, 17.8%, and 10.4%, respectively, or 93.3% of total governmental activities revenues.
- Total expenses for governmental activities were \$ 48.4 million. The largest functional expenses were public safety ( \$ 20.1 million), general government ( \$ 9.5 million), and judicial ( \$ 8.0 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 \$15,683,783 million, an increase of \$ 1,678,661 from September 30, 2010.
- Of the total fund balance for General Fund ( \$ 15.7 million), the unassigned fund balance of \$ 13.6 million equals 36.2% of the fiscal year 2011 total general fund original budget. The county's target budgetary fund balance is 20% (2 ½ months) of operating revenue. It is anticipated that in the next one to two years up to \$6 million of the unassigned fund balance will be used to cover the cost of additional construction projects such as the remodeling of the Courthouse and/or the replacement of the heating and cooling systems at the Jail.

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Highlights on Revenue**

Sales Tax:

- Sales tax collections for the fiscal year were \$5.3 million, which were \$579,337 or 12.4% higher than the previous year.

Note: On January 1, 1988, the voters of Guadalupe County enacted a ½ cent (.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 \$ 1,700,000 , which exceeded the original budget by \$ 34,986 . The amount of funds received from inmate board bills in fiscal year 2010-2011 was \$739,709 less than fiscal year 2009-2010.

**Highlights on Long-Term Debt**

Long-Term Debt:

- The total principal amount of long term debt outstanding, for the two outstanding debt issues, was \$17,325,000 as of September 30, 2011.

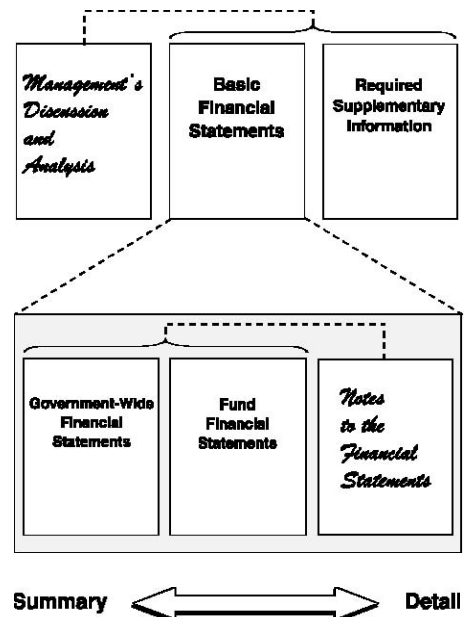
More detailed information on long-term debt activity can be found in the notes to the financial statements (Note E - Long-Term Debt).

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts -- management's discussion and 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**



**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (continued)**

*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 (on the prior page) shows how the required parts of this annual report are arranged and related to one another.

Figure A-2 (below) 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.

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

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.
- *Internal service funds* - These are used 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.

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

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

**Statement of Net Assets**

The County's combined net assets were \$65,589,535 at September 30, 2011.

**COMPARATIVE SCHEDULE OF NET ASSETS**  
*September 30, 2011 and 2010*  
*Amounts in (000's)*

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	
	<b>2011</b>	<b>2010</b>
Current and other assets	\$ 31,042	\$ 31,034
Capital assets, net	56,264	54,980
<b>Total Assets</b>	<b>87,306</b>	<b>86,014</b>
Long-term liabilities	18,460	19,058
Other liabilities	3,257	3,550
<b>Total Liabilities</b>	<b>21,717</b>	<b>22,608</b>
Net Assets:		
Invested in capital assets, net of debt	39,013	36,383
Restricted	5,655	257
Unrestricted	20,921	26,766
<b>Total Net Assets</b>	<b>\$ 65,589</b>	<b>\$ 63,406</b>

The County's assets exceeded liabilities by \$65.6 million at the close of the current fiscal year. Of this amount, \$ 39 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, \$ 118,880 , 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.

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Statement of Activities**

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

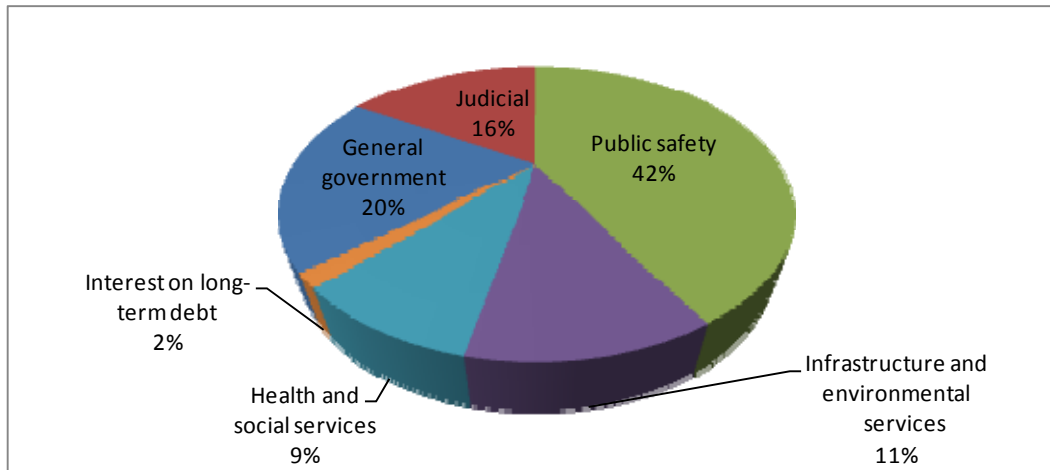
**COMPARATIVE SCHEDULE OF CHANGES IN NET ASSETS**  
**For the Years Ended September 30, 2011 and 2010**  
**Amounts in (000's)**

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	
	<b>2011</b>	<b>2010</b>
<b>Revenues</b>		
Program revenues:		
Charges for services	\$ 9,014	\$ 8,606
Operating grants and contributions	3,159	3,030
Capital grants and contributions	211	0
General revenues:		
Property taxes	32,904	30,477
Sales and use taxes	5,251	4,672
Other taxes		1,099
Earnings on investments	249	339
Gain/(loss) on sale of assets	(256)	77
Other	39	99
<b>Total Revenues</b>	<b>50,571</b>	<b>48,399</b>
<b>Expenses</b>		
General government	9,496	8,674
Judicial	7,998	9,090
Public safety	20,122	17,711
Infrastructure and environmental services	5,588	5,007
Health and social services	4,417	4,517
Interest on long-term debt	767	819
<b>Total Expenses</b>	<b>48,388</b>	<b>45,818</b>
Change in Net Assets	2,183	2,581
<b>Net Assets, Beginning</b>	<b>63,406</b>	<b>60,825</b>
<b>Net Assets, Ending</b>	<b>\$ 65,589</b>	<b>\$ 63,406</b>

**Expenses.** The total cost of all programs and services was \$48,388,940. Of these costs \$20,122,322 is for Public Safety, \$9,496,276 for General Government, \$7,997,761 for Judicial and \$5,587,963 for Infrastructure and Environmental Services (see Figure A-3).

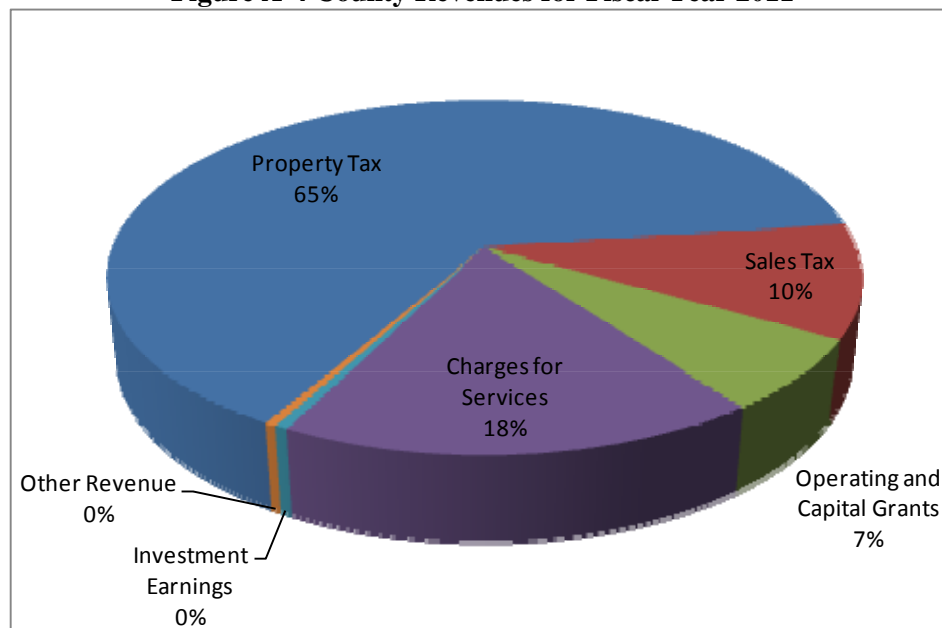
**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Figure A-3 County Expenditures for Fiscal Year 2011**



- 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 2011**



**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Revenues.** The County's total revenues were \$ 50,572,327 . 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 7% from grants and contributions.

**Changes in Net Assets.** The table below presents the cost of each of the County's 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 \$ 48.4 million.
- However, the amount that our taxpayers paid for these activities through property taxes was \$32.9 million and \$5.3 million through sales tax.
- The cost paid by those who directly benefited from the programs was \$9.0 million.

The total received by the County for grants and contributions was \$3.4 million.

*For the Years Ended September 30, 2011 and 2010*  
*Amounts in millions*

	2011			2010		
	Expenses	Revenues	Net Cost of services	Expenses	Revenues	Net Cost of services
General government	\$ 9.5	\$ 2.8	\$ (6.7)	\$ 8.7	\$ 1.6	\$ (7.1)
Judicial	8.0	2.8	(5.2)	9.1	1.2	(7.9)
Public safety	20.1	3.1	(17.0)	1.7	3.9	2.1
Infrastructure and environmental services	5.6	2.3	(3.3)	5.0	1.7	(3.3)
Health and social services	4.4	1.2	(3.2)	4.5	1.2	(3.3)

**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, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balance approximating \$ 20.6 million, a decrease of \$ 539,235 in comparison with the prior year. The major decrease in the fund balance was for the Road and Bridge Fund Balance, which decreased by \$ 392,134 . This was expected and planned for during the budget process.

The County's major general governmental funds are contained in the General Fund and Road and Bridge Fund.

*General Fund.* The General Fund is the chief operating fund of the County. The total fund balance for general fund was \$ 15.7 million, with the unassigned fund balance of the General Fund at \$ 13.6 million, an increase of \$ 1,678,661 , or an increase of 12.0% from the prior year.



**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

Fund balance categories have changed from prior year as a result of the implementation of GASB 54. Nonspendable fund balance consists of deposits and prepaid amounts. Restricted includes restricted cash and unspent proceeds from legislatively mandated ad valorem taxes. Unrestricted fund balance, which includes committed, assigned, and unassigned balances, totaled \$14.1 million.

As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance to total general fund expenditures. Unassigned fund balance for fiscal year 2011 represents 38.85% of total General Fund actual expenditures. This significant fund balance to total expenditure ratio indicates a healthy financial position.

At September 30, 2011, the General Fund reported revenues of \$ 39,919,536 , an increase of \$ 1,987,808 or about 5.2% over the prior year. The reason for this increase was an increase in property tax revenue, a substantial portion of which was commercial properties added to the tax rolls that had previously been part of tax abatement agreements. Actual revenues for General Fund were \$ 612,673 over the 2011 budget. This variance is a result of higher sales tax collections.

Sales tax growth for the area had increased at double-digit rates steadily from 2004 through 2007. From 2008 to 2011, sales tax remained fairly consistent, increasing or decreasing less than 2%. In 2011, sales tax increased \$ 583,350 or 12.8%. This sales tax growth is attributed to the growing oil business in south Texas in the Eagle Ford Shale.

Decreased interest rates continued to impact interest income. Interest income was \$ 180,532 for 2011, a decrease from the prior year of 31%. As shown below, interest income has significantly decreased from 2007 to 2011, as a result of the decreased federal funds rate.

<b>Interest Income</b>				
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 846,692	\$ 641,815	\$ 353,305	\$ 261,674	\$ 180,532

Expenditures in the General Fund increased by approximately \$ 2,027,027 or about 6% 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 \$1.2 million, a decrease over the previous fiscal year by \$ 392,134 or 24.1%.

The fund balance change in the Road and Bridge was part of the fiscal review of each fund during the budget process. It was determined that the fund balance for this fund should be reduced, and therefore a portion of the fund balance was used to support current period expenditures.

**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

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

The final amended budget for expenditure appropriations was \$38.3 million, or \$724,888 higher than the original approved budget. Actual expenditures were \$35.1 million, or 9% less than the final budget.

General Fund revenues exceeded the final expenditures by \$ 1,678,661 . This difference is made up of two factors:

- Special Records Archive project was budgeted but not initiated during the current fiscal period (\$897,000).
- Major capital purchases in the Sheriff's office were not completed by fiscal year end (\$ 589,549).

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

At the end of 2011, the County had invested \$56.3 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. This amount represents a net increase (including additions and deductions) of \$ 1.28 million or 2.3% percent more than last year.

**County's Capital Assets**  
*(In millions dollars)*

	Governmental Activities	
	2011	2010
Land	\$ 1.3	\$ 1.3
Infrastructure - Roads	21.8	20.1
Infrastructure - Bridges	1.8	1.4
Buildings and improvements	41.3	40.7
Construction in Progress	-	0.4
Equipment	12.6	12.0
Totals at Historical Cost	78.7	75.8
Total Accumulated Depreciation	<u>(22.4)</u>	<u>(20.8)</u>
Net Capital Assets	<u>\$ 56.3</u>	<u>\$ 55.0</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 2011 fiscal year, the County had 97.0% of the County paved roads at this level or above. More detailed information on capital assets can be found in the notes to the financial statements (Note D - Capital Assets) and in *Infrastructure Assets (Roads) Under the Modified Approach* in the Required Supplementary Information after the Notes.

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (continued)**

**CAPITAL PROJECTS/EXPENDITURES FOR FY12**

The County’s fiscal year 2012 Capital Projects Fund estimates spending \$614,000 for capital projects. The major projects are as follows:

*Continuing Multi-Year Projects*

- \$594,000 - Odyssey Software package for Law Enforcement and Court System
- \$20,000 - Upgrade to Human Resources New World Systems “HR NextGen” software

There are currently no new budgeted projects. The County will consider the renovation and remodel of the county Courthouse and the replacement of the heating and air conditioning system in the Jail during the fiscal year 2013 budget process.

**Long-Term Debt**

At year-end, the County had \$17.9 million in bonds and notes outstanding, as shown below 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 & Poors “AAA”.

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

	Governmental Activities	
	2011	2010
2005 Refunding Bonds	\$ 8.4	\$ 9.3
2009 Tax Notes	8.9	9.4
Compensated Absences	0.6	0.5
	\$ 17.9	\$ 19.2

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 2012 budget, as of July 25, 2011, Guadalupe County had a net taxable appraised value, freeze adjusted, of \$7.4 billion, which was \$462 million more than the previous year. The increase is a combined effect of increased property value and a small amount of growth.

**GUADALUPE COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

These indicators were taken into account when adopting the general fund budget for 2012. The property tax rate for the 2012 budget was set at .4036 which was the effective tax rate. 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 2012 budget to \$40.7 from \$39.8 million in the 2011 budget. This is a 2.3% increase. The increases are varied throughout the budget and include a transfer to the capital projects fund for the continued multi-year Odyssey Software System Project (law enforcement and court software), increased cost of indigent healthcare, and major purchases to replace computer servers by the Management Information Systems Department.

**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  
307 W. Court, Suite 205  
Seguin, Texas 78155  
(830) 303-4188 Ext. 328

## **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, 2011

	<b>Primary Government Governmental Activities</b>
<b>Assets</b>	
Cash and Investments	\$ 26,150,853
Receivables:	
Taxes, net	1,527,072
Other	2,609,130
Prepaid items	463,301
Inventory	153,210
Deferred issuance costs	138,479
Capital assets, not being depreciated	
Land	1,285,650
Infrastructure - Roads	21,799,003
Capital assets, net of accumulated depreciation	
Equipment	3,665,554
Buildings and Improvements	28,102,122
Infrastructure - Bridges	1,411,554
<b>Total Assets</b>	<b>87,305,928</b>
<b>Liabilities</b>	
Accounts payable and accrued expenses	1,828,696
Accrued payroll	1,214,458
Unearned revenues	97,802
Accrued Interest Payable	115,601
<i>Total Current Liabilities</i>	<u>3,256,557</u>
Long-term liabilities due within one-year	1,750,564
Other Postemployment Benefits	572,986
Long-term liabilities due in more than one-year	16,136,286
<i>Total Noncurrent Liabilities</i>	<u>18,459,836</u>
<b>Total Liabilities</b>	<b>21,716,393</b>
<b>Net Assets</b>	
Invested in capital assets, net of related debt	39,013,107
Restricted for:	
Debt Service	118,880
Special Revenue	5,535,815
Unrestricted	20,921,733
<b>Total net assets</b>	<b>\$ 65,589,535</b>

*The accompanying notes are an integral part of these financial statements.*





**GUADALUPE COUNTY, TEXAS**

**STATEMENT OF ACTIVITIES**

*For the Year Ended September 30, 2011*

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Primary Government
					Governmental Activities
<b>Primary Government</b>					
<b>Governmental Activities:</b>					
General government	\$ 9,496,276	\$ 2,472,200	\$ 280,890	\$ -	\$ (6,743,186)
Judicial	7,997,761	1,609,124	1,160,784		(5,227,853)
Public safety	20,122,322	2,801,568	324,600	117,226	(16,878,928)
Infrastructure and environmental services	5,587,963	2,109,106	177,605	94,215	(3,207,037)
Health and social services	4,417,310	21,647	1,215,453		(3,180,210)
Interest on long-term debt	767,308				(767,308)
<b>Total Primary Government</b>	<b>\$ 48,388,940</b>	<b>\$ 9,013,645</b>	<b>\$ 3,159,332</b>	<b>\$ 211,441</b>	<b>(36,004,522)</b>
<b>General revenues:</b>					
Property taxes, penalties, and interest					32,904,361
Sales and use taxes					5,251,331
Unrestricted earnings on investments					248,979
Gain/(loss) on sale of assets					(255,617)
Miscellaneous					38,855
<b>Total General Revenues</b>					<b>38,187,909</b>
Changes in Net Assets					2,183,387
<b>Net Assets, Beginning</b>					<b>63,406,148</b>
<b>Net Assets, Ending</b>					<b>\$ 65,589,535</b>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS**

**BALANCE SHEET**

**GOVERNMENTAL FUNDS**

September 30, 2011

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>				
Cash and equivalents	\$ 1,773,189	\$ 146,515	\$ 830,943	\$ 2,750,647
Investments	14,064,310	1,245,339	2,926,564	18,236,213
Taxes receivable, net	1,245,363	209,708	72,001	1,527,072
Other receivables	1,407,719	28,890	305,186	1,741,795
Due from other funds	7,289			7,289
Inventory		133,599	19,611	153,210
Prepaid items	341,437	5,796	175	347,408
<b>Total Assets</b>	<u>\$ 18,839,307</u>	<u>\$ 1,769,847</u>	<u>\$ 4,154,480</u>	<u>\$ 24,763,634</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 986,242	\$ 228,808	\$ 239,495	\$ 1,454,545
Accrued wages and benefits	998,671	110,152	105,635	1,214,458
Due to other funds		1,908	5,381	7,289
Deferred revenue	1,170,611	193,284	140,156	1,504,051
<b>Total Liabilities</b>	<u>3,155,524</u>	<u>534,152</u>	<u>490,667</u>	<u>4,180,343</u>
<b>Fund Balances:</b>				
Nonspendable				
Prepays	341,437	5,796	175	347,408
Inventories		133,599	19,611	153,210
Restricted for:				
Debt Service			118,880	118,880
Roads & Bridges		1,096,300		1,096,300
Juvenile Services			1,625,907	1,625,907
Special Revenue Funds	1,213,652		1,599,956	2,813,608
Committed	500,000		299,284	799,284
Assigned	1,440			1,440
Unassigned	13,627,254			13,627,254
<b>Total Fund Balances</b>	<u>15,683,783</u>	<u>1,235,695</u>	<u>3,663,813</u>	<u>20,583,291</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 18,839,307</u>	<u>\$ 1,769,847</u>	<u>\$ 4,154,480</u>	<u>\$ 24,763,634</u>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS**  
**RECONCILIATION OF THE BALANCE SHEET TO**  
**THE STATEMENT OF NET ASSETS**  
*September 30, 2011*

Total fund balance, governmental funds	\$ 20,583,291
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets.	56,263,883
Other long-term assets are not available to pay for current-period expenditures and are therefore deferred in the funds.	1,410,202
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	4,950,677
Outstanding Receivables for the District and County Clerks are not considered a current financial resource and therefore not represented in the fund statements.	818,440
Unamortized bond issue costs are not available to pay for current-period expenditures and, therefore, are not reported in the funds	138,479
Some liabilities (such as Long-term Compensated Absences, and Bonds Payable) are not due and payable in the current period and are not included in the fund financial statement, but are reported in the governmental activities of the Statement of Net Assets.	
Bonds payable	(17,315,723)
Compensated absences	(636,074)
Other post-employment benefit (OPEB) obligation	(572,986)
Premiums on issuance of debt	(150,800)
Deferred Difference on Bond Refunding	215,747
Accrued interest is not due and payable in the current period and therefore not reported in the funds.	<u>(115,601)</u>
Net Assets of Governmental Activities	<u><u>\$ 65,589,535</u></u>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2011**

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>				
Property taxes	\$ 26,977,238	\$ 4,467,766	\$ 1,376,336	\$ 32,821,340
Sales and use taxes	5,128,516			5,128,516
Other taxes	723,766	1,664,951		2,388,717
Licenses and permits	102,393	2,025		104,418
Intergovernmental	3,629,001	95,455	1,375,757	5,100,213
Charges for services	2,280,423		896,948	3,177,371
Fines and forfeitures	704,517	407,061	94,301	1,205,879
Earnings on investments	180,532	3,982	16,258	200,772
Miscellaneous	193,150	29,990	9,169	232,309
<b>Total Revenues</b>	<u>39,919,536</u>	<u>6,671,230</u>	<u>3,768,769</u>	<u>50,359,535</u>
<b>Expenditures</b>				
<b>Current:</b>				
General government	7,812,355		756,421	8,568,776
Judicial	5,510,026		2,194,863	7,704,889
Public safety	16,381,725		2,600,223	18,981,948
Infrastructure and environmental services	122,339	6,702,143	82,150	6,906,632
Health and social services	4,691,271		8,849	4,700,120
<b>Capital Outlay</b>	556,380	361,221	1,040,087	1,957,688
<b>Debt Service:</b>				
Principal			1,355,000	1,355,000
Interest and fiscal charges			723,717	723,717
<b>Total Expenditures</b>	<u>35,074,096</u>	<u>7,063,364</u>	<u>8,761,310</u>	<u>50,898,770</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,845,440</u>	<u>(392,134)</u>	<u>(4,992,541)</u>	<u>(539,235)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	95,421		3,282,459	3,377,880
Transfers out	(3,262,200)		(115,680)	(3,377,880)
<b>Total other financing sources (uses)</b>	<u>(3,166,779)</u>		<u>3,166,779</u>	
Net change in fund balances	1,678,661	(392,134)	(1,825,762)	(539,235)
<b>Fund balances - beginning</b>	<u>14,005,122</u>	<u>1,627,829</u>	<u>5,489,575</u>	<u>21,122,526</u>
<b>Fund balances - ending</b>	<u>\$ 15,683,783</u>	<u>\$ 1,235,695</u>	<u>\$ 3,663,813</u>	<u>\$ 20,583,291</u>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS****RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN****FUND BALANCES (GOVERNMENTAL FUNDS) TO THE STATEMENT OF ACTIVITIES***For the Year Ended September 30, 2011*

Net change in fund balances - total governmental funds:	\$ (539,235)
Adjustments for the Statement of Activities:	
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 (\$1.7 million) exceeded depreciation expense (\$2.2 million) in the current period.	1,512,320
The receipt of donated capital assets is not reported in the fund financial statements but reported as capital grants and contributions in the government-wide financial statements.	94,215
The statement of activities reports gains arising from 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.	(322,158)
Revenues that do not provide current financial resources are not reported as revenues in the governmental funds. This adjustment reflects the net change in receivables on the accrual basis of accounting.	409,403
The issuance of long-term debt (e.g. bonds, leases) 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.	1,355,000
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 the governmental funds.	
Other Post Employment Benefit Expenses	(177,300)
Accrued Interest on Bond	8,870
Amortization of Bond Premium	21,544
Amortization of Bond Issuance Cost	(43,184)
Amortization of Deferred Difference on Refunding	(30,821)
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.	69,462
Changes in long-term liabilities such as compensated absences are not reflected in fund-basis statements. This amount represents the change in long-term compensated absences.	<u>(174,729)</u>
Change in net assets of governmental activities	<u>\$ 2,183,387</u>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
*September 30, 2011*

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
<b>Assets</b>	
<b>Current assets:</b>	
Cash and cash equivalents	\$ 5,163,993
Accounts receivable, net of allowance for doubtful accounts	38,459
Interest receivable	10,434
Prepaid items	115,893
<b>Total assets</b>	<b>5,328,779</b>
<b>Liabilities</b>	
<b>Current Liabilities:</b>	
Accounts payable and accrued expenses	374,149
Unearned revenue	3,953
<b>Total liabilities</b>	<b>378,102</b>
<b>Net Assets</b>	
Restricted for future claims	3,864,507
Unrestricted	1,086,170
<b>Total net assets</b>	<b>\$ 4,950,677</b>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS**

**PROPRIETARY FUNDS**

*For the Year Ended September 30, 2011*

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
<b>Revenues</b>	
Fees Paid by County	\$ 3,844,233
Fees Paid by Employees	805,499
Other Premiums Paid	50,856
<b>Total Operating Revenues</b>	<u>4,700,588</u>
<b>Operating Expenses</b>	
Administrative charges	65,176
Insurance premiums	1,132,624
Benefit claims	3,465,339
<b>Total Operating Expenses</b>	<u>4,663,139</u>
Operating income (loss)	<u>37,449</u>
<b>Non-Operating Revenues (Expenses)</b>	
Miscellaneous revenue	679
Interest and investment revenue	31,334
<b>Total Non-operating Revenue (expenses)</b>	<u>32,013</u>
Change in net assets	69,462
<b>Total net assets - beginning</b>	<u>4,881,215</u>
<b>Total net assets - ending</b>	<u>\$ 4,950,677</u>

*The accompanying notes are an integral part of these financial statements.*

**GUADALUPE COUNTY, TEXAS**

**STATEMENT OF CASH FLOWS**

**PROPRIETARY FUNDS**

*For the Year Ended September 30, 2011*

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
	<hr/> <hr/>
<b>Cash Flows from Operating Activities:</b>	
Cash Received from Participants	\$ 4,747,768
Disbursed for personnel services	(65,176)
Cash Paid to Benefit Claims & Excess Coverage	(4,774,989)
<b>Net cash provided (used) by operating activities</b>	<hr/> <b>(92,397)</b> <hr/>
<b>Cash Flows from Non-Capital Financing Activities:</b>	
Miscellaneous Cash Receipts	679
<b>Net cash provided by (used by) noncapital financing activities</b>	<hr/> <b>679</b> <hr/>
<b>Cash Flows from Investing Activities</b>	
Interest received	31,334
<b>Net cash provided by (used by) investing activities</b>	<hr/> <b>31,334</b> <hr/>
<b>Net increase/(decrease) in cash and equivalents</b>	(60,384)
Cash and equivalents, beginning of year	5,224,377
<b>Cash and equivalents, at end of year</b>	<hr/> <b>\$ 5,163,993</b> <hr/>
<b>Reconciliation of operating income to net cash provided by operating activities</b>	
Operating income (loss)	\$ 37,449
<b>Adjustments to reconcile operating income to net cash provided by operating activities:</b>	
(Increase) decrease in accounts receivable	47,180
(Increase) decrease in prepaid expenses	(49,379)
Increase (decrease) in accounts payable	(127,647)
<b>Net cash provided by operating activities</b>	<hr/> <b>\$ (92,397)</b> <hr/>

*The accompanying notes are an integral part of these financial statements.*



**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
*September 30, 2011*

	<u>Agency Funds</u>
<b>Assets</b>	
Cash and cash equivalents	\$ 4,474,441
Certificates of Deposit	<u>60,000</u>
<b>Total Assets</b>	<u>\$ 4,534,441</u>
<b>Liabilities</b>	
Funds Held for Others	\$ 4,534,441
<b>Total Liabilities</b>	<u>\$ 4,534,441</u>

*The accompanying notes are an integral part of these financial statements.*



**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**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 K (Commitments and 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)**

**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, and the Road and Bridge (Special Revenue) Fund, meet the criteria as major governmental funds. Each major fund is reported in separate columns in the fund financial statements. Non-major funds include Other Capital Projects Fund, Debt Service Fund, and Other Special Revenue 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 non-major 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)*

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

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

Governmental funds are used to account for all or most of a government's general activity. The County has reported two major funds for the year ended September 30, 2011:

**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.

The County reports the following non-major governmental funds: special revenue, debt service funds, and capital projects.

**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)**

**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 nine Agency Funds. Agency Funds are custodial in nature and are used to account for assets that the county holds as agent for others. Agency Funds do not present results of operations. The county's nine Agency Funds, and the monies for which they account, are the following:

- Bail Bond Security - a fund to account for property and investments of bail bondsmen doing business in Guadalupe County. The property and investments act as collateral for bond contracts between the bondsmen and the County;
- Inmate Fund - personal funds used by inmates while in jail and withdrawn upon release;
- Tax Assessor-Collector - tax receipts awaiting distribution to the various entities for which the county collects tax levies;
- District Clerk Trust & Registry - registry funds in the custody of the District Clerk until court order determines their disposition;
- County Clerk Trust & Registry - registry funds in the custody of the County Clerk until court order determines their disposition;
- Adult Probation - restitution funds collected by the Community Corrections and Supervision Department that have not been disbursed;
- Children's Protection - funds held for the use of the Guadalupe County Child Welfare Board for children under the supervision of Children's Protective Services;
- County Attorney - a fund used to account for monies seized during an illegal gambling investigation. The County Attorney's office evaluates each case and files a civil case to have the seized funds forfeited. Upon receipt of a court judgment, the seized funds are disbursed.
- Unclaimed Property - A fund established to account for property with a value of \$100 or less that is presumed to be abandoned under the laws of the State of Texas.

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 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.

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

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

4. CASH AND INVESTMENTS (continued)

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, 2010 and past due after January 31, 2011. 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.

Other Accounts receivable include amounts due from other governments and 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.

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.

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

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

8. CAPITAL ASSETS (continued)

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>Asset Description</u>	<u>Estimated Useful Life</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

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 Commissioners' 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.



**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

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

**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.

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**

The County has adopted the requirements of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Additionally, this statement clarifies the definitions of the general fund, special revenue funds and capital project fund as applicable to the County. This statement changes fund balance classifications reported in the Governmental Fund Balance Sheet and requires expanded disclosure of the County's policies and procedures as it relates to authority levels, spending policy, and reporting of encumbrances.

GASB 54 requires that fund balance amounts be properly reported within one of the fund balance categories listed below:

Non-spendable - Includes fund balance amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact, such as a permanent fund. Not in spendable form includes items that are not expected to be converted to cash, such as inventories and prepaid items.

Restricted - Includes amounts that are restricted to a specific purpose when constraints are placed on the use of resources by constitution, external resource providers, or through enabling legislation.

Committed - Includes fund balance amounts that can be used only for the specific purposes determined by formal action of the County (the highest level of decision-making authority). Formal action of the County would be those actions which are voted on at Commissioners' Court meetings that are in compliance with Texas law. Similar action of the County is required to modify or rescind such commitments.

Assigned - Includes fund balance amounts that are intended to be used by the County for specific purposes as determined by the County Auditor or her designee in accordance with County Fund Balance Policy. Constraints imposed on the use of assigned amounts do not rise to the level required to be classified as either restricted or committed.

Unassigned - Represents the residual classification for the County's funds and includes all spendable amounts not contained in the four classifications described above.

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

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

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 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 deposits and investments are as follows:

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

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

	<u>Total Fair Value</u>	<u>Weighted Average Maturity (days)</u>
Cash deposits	\$ 3,238,289	
Cash on Hand	15,581	
Certificates of Deposit	15,189,150	165
Investment pools		
MBIA Texas Class Portfolio	3,441,412	34
TexPool	197,739	34
TexPool Prime	4,068,682	48
<b>Total cash deposits</b>	<u>\$ 26,150,853</u>	<u>123</u>

*Interest 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 principal 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 Commissioners' Court must approve of the investment. As of September 30, 2011, the investment in TexPool and MBIA were rated AAAM.

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, 2011, 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, 2011, the County's investments were held in certificates of deposit and government investment pools.

**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 Commissioners' Court for the tax year for which the collections are made.

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE C - PROPERTY TAX CALENDAR (continued)**

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 2010 tax roll (Guadalupe County and Special Road) to finance operations and debt service for the fiscal year ended September 30, 2011, was \$.3999 per \$100 assessed valuation. The total tax levy for the fiscal year 2010 was \$ 32,459,002 of which \$ 571,767 remained outstanding in current delinquent taxes as of September 30, 2011.

**NOTE D - CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2011, was as follows:

	Primary Government			Balance 09/30/11
	Balance 10/01/10	Increases	Decreases	
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Construction in Progress	\$ 403,470	\$	\$ (403,470.0)	\$
Land	1,285,650	-	-	1,285,650
Infrastructure - Roads	20,079,008	2,047,821	(327,826)	21,799,003
<b>Total capital assets not being depreciated</b>	<b>21,768,128</b>	<b>2,047,821</b>	<b>(731,296)</b>	<b>23,084,653</b>
Other capital assets:				
Infrastructure - Bridges	1,399,641	430,512	(58,393)	1,771,760
Buildings and improvements	40,675,265	583,910	-	41,259,175
Equipment	11,964,754	1,113,684	(489,926)	12,588,512
<b>Total other capital assets</b>	<b>54,039,660</b>	<b>2,128,106</b>	<b>(548,319)</b>	<b>55,619,447</b>
Accumulated depreciation for:				
Infrastructure - Bridges	(380,854)	(37,745)	58,393	(360,206)
Buildings and improvements	(12,121,780)	(1,035,273)	-	(13,157,053)
Equipment	(8,325,642)	(1,082,407)	485,091	(8,922,958)
<b>Total accumulated depreciation</b>	<b>(20,828,276)</b>	<b>(2,155,425)</b>	<b>543,484</b>	<b>(22,440,217)</b>
Other capital assets, net	33,211,384	(27,319)	(4,835)	33,179,230
<b>Total Net Assets</b>	<b>\$ 54,979,512</b>	<b>\$ 2,020,502</b>	<b>\$ (736,131)</b>	<b>\$ 56,263,883</b>

Depreciation was charged to the governmental functions as follows:

General Government	\$ 493,938
Judicial	210,395
Public Safety	1,008,655
Health and Social Services	54,903
Infrastructure and Environmental Services	387,534
<b>Total Depreciation Expense</b>	<b>\$ 2,155,425</b>

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE E - LONG-TERM DEBT**

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. Long-term bonded debt at September 30, 2011, is as follows:

<b>Primary Government</b>				
<b>Original Issue</b>	<b>Description</b>	<b>Interest Rate %</b>	<b>Matures</b>	<b>Debt Outstanding</b>
\$ 9,495,000	General Obligation Refunding Bonds, Series 2005	4.35-5.6%	2019	\$ 8,395,000
\$ 9,900,000	Tax Note Series 2009	3.25-4.00%	2016	8,930,000

A summary of long-term liability transactions of the County for the year ended September 30, 2011, follows:

	<b>October 1, 2010 Balance</b>	<b>Additions</b>	<b>Retirements</b>	<b>September 30, 2011 Balance</b>	<b>Amounts Due Within One Year</b>
General Obligation Refunding					
Bonds Series 2005	\$ 9,255,000	\$	\$ 860,000	\$ 8,395,000	\$ 900,000
Tax Note Series 2009	9,425,000		495,000	8,930,000	510,000
Bond Premium Series 2005	193,888		21,544	172,344	21,544
Deferred Difference on Refunding	(277,389)		(30,821)	(246,568)	(30,821)
Compensated Absences	461,346	1,150,522	975,794	636,074	\$ 349,841
	<u>\$ 19,057,845</u>	<u>\$ 1,150,522</u>	<u>\$ 2,321,517</u>	<u>\$ 17,886,850</u>	<u>\$ 1,750,564</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 and August 1. Principal payments are due annually on August 1. Annual debt service requirements (excluding compensated absences) to maturity are summarized as follows:

	<b>Principal</b>	<b>Interest</b>	<b>Totals</b>
2012	\$ 1,410,000	\$ 673,783	\$ 2,083,783
2013	1,475,000	618,128	2,093,128
2014	1,540,000	555,834	2,095,834
2015	4,610,000	432,266	5,042,266
2016	4,815,000	239,981	5,054,981
2017	1,110,000	116,800	1,226,800
2018	1,160,000	71,400	1,231,400
2019	1,205,000	24,100	1,229,100
	<u>\$ 17,325,000</u>	<u>\$ 2,732,292</u>	<u>\$ 20,057,292</u>

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE F - EMPLOYEES' RETIREMENT SYSTEM**

**Texas County and District Retirement System**

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 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. 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.

*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 9.47% for the months of the accounting year in 2010, and 9.68% for the months of the accounting year in 2011.

**GUADALUPE COUNTY, TEXAS**  
*NOTES TO BASIC FINANCIAL STATEMENTS (continued)*

**NOTE F - EMPLOYEES' RETIREMENT SYSTEM (continued)**

**Texas County and District Retirement System (continued)**

*B. Funding Policy (continued)*

The deposit rate payable by the employee members for calendar year 2010 and 2011 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*

In the fiscal year ended September 30, 2011, the cost of the county's TCDRS pension plan, as well as the county's required and actual contributions, equaled \$1,956,063. The required contribution was determined as part of the December 31, 2010, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2010, 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, 2010, was 20 years.

*D. Funded Status and Funding Progress*

As of December 31, 2010, the most recent actuarial valuation date, the plan was 82.49 percent funded. The actuarial accrued liability for benefits was \$46,225,942, and the actuarial value of assets was \$38,130,538 resulting in an unfunded actuarial accrued liability (UAAL) of \$8,095,404. The covered payroll (annual payroll of active employees covered by the plan) was \$22,854,529 and the ratio of the UAAL to the covered payroll was 35.42 percent.

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.

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE F - EMPLOYEES' RETIREMENT SYSTEM (continued)**

**Texas County and District Retirement System (continued)**

*E. Actuarial Valuation Information (Summarized)*

Actuarial valuation date	<u>12/31/2008</u>	<u>12/31/2009</u>	<u>12/31/2010</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	20	20	20
Asset valuation method	SAF: 10 year smoothed value ESF: Fund Value	SAF: 10 year smoothed value ESF: Fund Value	SAF: 10 year smoothed value ESF: Fund Value
Assumptions:			
Investment return (1)	8.00%	8.00%	8.00%
Projected salary increases (1)	5.30%	5.40%	5.40%
Inflation	3.50%	3.50%	3.50%
Cost of living adjustments	0.00%	0.00%	0.00%
(1) includes inflation at stated rate			

*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, 2009	\$ 1,956,063	100%	\$0
September 30, 2010	2,103,683	100%	0
September 30, 2011	2,129,493	100%	0



**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE G - 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:

<u>Length of Service</u>	<u>Vacation Leave Earned</u>
1st year of Employment	1.5385 hours every pay period
13th month through 10th anniversary	3.0769 hours every pay period
10 years and 1 month through 20th anniversary	4.6154 hours every pay period
20 years and 1 month forward	6.1538 hours every 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 the death of an active employee, all unused accrued vacation leave will be paid (approved November 10, 2009, by Commissioners' 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 L).

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)**

**NOTE H - 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 four 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, 2011, were \$26,152.

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

For the fiscal year ending September 30, 2011, the County's annual OPEB cost was \$177,300 . The County contributed \$15,152, the amount required to cover the current year expenditures based on actuarial assumptions. The components of the OPEB cost for the fiscal year ended September 30, 2011, are as follows:

	<b>2011</b>
Annual Required Contribution (ARC)	\$ 199,457
Interest on PY OPEB	15,828
Amortization of UAL	(22,833)
Contributions Made	(15,152)
Increase (Decrease) in NPO	177,300
OPEB Obligation, Beginning of Year	395,686
OPEB Obligation, End of Year	<u>\$ 572,986</u>

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE H - POST-EMPLOYEE BENEFITS (continued)**

*Annual Other Post-Employment Benefits Cost (OPEB) (continued)*

<b>Trend Information</b>				
For the OPEB Plan for the Retired Employees of Guadalupe County				
<u>Fiscal Year Ending</u>	<u>Annual OPEB Cost</u>	<u>Employer Contributions</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
June 30, 2009	\$ 198,923	\$	0%	\$ 198,923
June 30, 2010	395,686		0%	395,686
June 30, 2011	588,138	15,152	3%	572,986

*Funded Status and Funding Progress*

The funded status of the plan as of September 30, 2011, was as follows:

<b>Schedule of Funding</b>	
Actuarial Accrued Liability (AAL)	\$ 1,189,248
Actuarial Value of Plan Assets	
Unfunded Actuarial Accrued Liability (UAAL)	\$ 1,189,248
Funded Ratio Actuarial Value of Plan Assets (AAL)	0.0%
Covered Payroll (active plan members)	\$ 22,854,529
UAAL as a Percentage of Covered Payroll	5.20%

*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	<u>9/30/2011</u>
Actuarial Cost Method	Unit Credit Method
Amortization Method	Straight Years of Service
Amortization Period in Years	28
Asset Valuation Method	full eligibility age
Actuarial Assumptions	
Investment Rate of Return	4%
Healthcare Cost Trend Rate	10%-5.0%

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE H - POST-EMPLOYEE BENEFITS (continued)**

*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.

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.

At age 65, a supplemental insurance may be obtained from the County Silver Choice Program.

**NOTE I - 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, 2011, balances of interfund amounts receivable or payable have been recorded as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amounts</u>
General Fund	Road & Bridge Fund	\$ 1,908
General Fund	Juvenile TJPC	426
General Fund	Juvenile Probation	4,582
General Fund	County Clerk's Record	373
	Management Fund	
		<u>\$ 7,289</u>

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE J - INTERFUND TRANSFERS**

Interfund transfers during the year ended September 30, 2011, were as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amounts</u>	<u>Reason</u>
General Fund	Capital Projects Fund	\$ 95,421	Finance purchase of non-capital furniture and equipment
Juvenile Drug Court Fund	Juvenile Probation Fund	12,940	Grant required matching fund
Juvenile Probation Fund	General Fund	2,500,000	Supplement funding
Surplus Funds - Election Contract Fund	Election Contracts	7,319	Special revenue
Debt Service Fund	General Fund	630,000	Debt service
Capital Projects Fund	General Fund	<u>132,200</u>	Finance construction projects
		<u>\$ 3,377,880</u>	

**NOTE K - 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, 2011:

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE K - COMMITMENTS AND CONTINGENCIES (continued)**

<b>ASSETS</b>	
Current Assets	\$ 32,800,331
Other Assets	12,678,572
Property, Plant, and Equipment (Net)	<u>99,448,247</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 144,927,150</u></u></b>
<b>LIABILITIES</b>	
Current Liabilities	\$ 10,180,632
Other Liabilities	<u>98,796,679</u>
<b>TOTAL LIABILITIES</b>	<u>108,977,311</u>
Net Assets	<u>35,949,839</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u><u>\$ 144,927,150</u></u></b>
<b>OPERATING REVENUES:</b>	
Net Revenues from Patient Services	\$ 77,676,877
Other Operating Revenue	<u>1,530,961</u>
<b>TOTAL OPERATING REVENUE</b>	<u>79,207,838</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>73,669,417</u>
<b>OPERATING INCOME</b>	5,538,421
<b>NONOPERATING REVENUES (EXPENSES)</b>	<u>(4,188,807)</u>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b><u><u>\$ 1,349,614</u></u></b>

*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 such risks. During the year ended September 30, 2011, settled claims resulting from these risks did not exceed commercial insurance coverage.

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE K - COMMITMENTS AND CONTINGENCIES (continued)**

*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 L - 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 interfund services provided and used. 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 \$3,457,313 for 2011. 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, 2011, the County had three participants in this category, with specific deductibles of \$225,000, \$200,000, and \$200,000, respectively. As of September 30, 2010 and 2009, 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. No settlements exceeded insurance coverage for the past three fiscal years.

As of September 30, 2011, outstanding claims amounted to \$374,149 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:

	<u>2011</u>	<u>2010</u>	<u>2009</u>
Outstanding Claims at October 1	\$ 495,935	\$ 179,659	\$ 92,055
Claims Submitted	3,335,527	3,258,740	2,716,628
Claims Paid	<u>(3,457,313)</u>	<u>(2,942,464)</u>	<u>(2,629,024)</u>
Outstanding Claims at September 30	<u>\$ 374,149</u>	<u>\$ 495,935</u>	<u>\$ 179,659</u>

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS (continued)**

**NOTE L - SELF-INSURANCE FUND (continued)**

2. *Workers' Compensation Fund*

In January 2008, the County eliminated the self-funded Workmen's Compensation Fund and has contracted with the Texas Association of Counties (TAC) to handle the workmen'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, 2011, 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, 2011.

**NOTE M - RELATED PARTIES**

Jim Wolverton, County Commissioner, serves on the Board of Directors at Schertz Bank and Trust. The County had \$8,611,631 in Certificates of Deposit with Schertz Bank and Trust at year-end.



## **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
- 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**

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES*

*IN FUND BALANCES - BUDGET AND ACTUAL*

**GENERAL FUND**

*Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>REVENUES</b>				
Property taxes	\$ 26,722,000	\$ 26,722,000	\$ 26,977,238	\$ 255,238
Sales and use taxes	4,616,000	4,616,000	5,128,516	512,516
Other Tax	648,000	648,000	723,766	75,766
License and Permits	117,600	117,600	102,393	(15,207)
Intergovernmental	3,484,963	3,546,649	3,629,001	82,352
Charges for Services	2,338,400	2,342,935	2,280,423	(62,512)
Fines & Forfeitures	887,000	887,000	704,517	(182,483)
Earnings on investments	276,500	276,500	180,532	(95,968)
Miscellaneous	216,400	238,617	193,150	(45,467)
<b>TOTAL REVENUES</b>	<b>39,306,863</b>	<b>39,395,301</b>	<b>39,919,536</b>	<b>(524,235)</b>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENTAL</b>				
<i>General Administration</i>				
<i>County Judge</i>				
Personnel Service	234,376	234,376	221,744	12,632
Operations	13,100	13,100	9,996	3,104
<i>Total County Judge</i>	<u>247,476</u>	<u>247,476</u>	<u>231,740</u>	<u>15,736</u>
<i>County Commissioners</i>				
Personnel Service	351,260	351,260	342,454	8,806
Operations	23,750	27,503	22,934	4,569
<i>Total County Commissioners</i>	<u>375,010</u>	<u>378,763</u>	<u>365,388</u>	<u>13,375</u>
<i>County Clerk</i>				
Personnel Service	1,022,080	1,022,080	981,985	40,095
Operations	65,586	71,915	67,713	4,202
<i>Total County Clerk</i>	<u>1,087,666</u>	<u>1,093,995</u>	<u>1,049,698</u>	<u>44,297</u>
<i>County Clerk Records Archive</i>				
Operations	897,000	897,000		897,000
<i>Total County Clerk Records Archive</i>	<u>897,000</u>	<u>897,000</u>		<u>897,000</u>
<i>Vital Statistics Preservation</i>				
Operations	50,000	50,000		50,000
<i>Total Vital Statistics Preservation</i>	<u>50,000</u>	<u>50,000</u>		<u>50,000</u>
<i>Employee Fund</i>				
Operations	4,000	7,406	6,954	452
<i>Total Employee Fund</i>	<u>4,000</u>	<u>7,406</u>	<u>6,954</u>	<u>452</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

*IN FUND BALANCES - BUDGET AND ACTUAL (continued)*

**GENERAL FUND**

*Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<i>General Expense</i>				
<i>(Non-Departmental)</i>				
Personnel Service	\$ 45,000	\$ 96,374	\$ 96,374	\$
Operations	1,537,134	1,435,721	1,173,553	262,168
<i>Total General Expense</i>	<u>1,582,134</u>	<u>1,532,095</u>	<u>1,269,927</u>	<u>262,168</u>
<i>Building and Grounds Maintenance</i>				
Personnel Service	630,109	630,109	606,893	23,216
Operations	189,700	286,774	264,120	22,654
<i>Total Building and Grounds Maintenance</i>	<u>819,809</u>	<u>916,883</u>	<u>871,013</u>	<u>45,870</u>
<i>Management Information Systems</i>				
Personnel Service	449,288	449,288	445,084	4,204
Operations	872,768	868,268	850,553	17,715
Capital Outlay	18,641	27,641	27,432	209
<i>Total Management Information Systems</i>	<u>1,340,697</u>	<u>1,345,197</u>	<u>1,323,069</u>	<u>22,128</u>
<i>Total General Administration</i>	<u>6,403,792</u>	<u>6,468,815</u>	<u>5,117,789</u>	<u>1,351,026</u>
<i>Elections Administration</i>				
Personnel Service	406,234	414,834	386,478	28,356
Operations	88,054	88,054	76,557	11,497
<i>Total Elections Administration</i>	<u>494,288</u>	<u>502,888</u>	<u>463,035</u>	<u>39,853</u>
<i>Financial Administration</i>				
<i>County Auditor</i>				
Personnel Service	616,049	609,849	574,495	35,354
Operations	31,510	37,710	35,509	2,201
<i>Total County Auditor</i>	<u>647,559</u>	<u>647,559</u>	<u>610,004</u>	<u>37,555</u>
<i>County Treasurer</i>				
Personnel Service	261,062	261,689	254,918	6,771
Operations	49,925	49,925	31,067	18,858
<i>Total County Treasurer</i>	<u>310,987</u>	<u>311,614</u>	<u>285,985</u>	<u>25,629</u>
<i>Human Resources</i>				
Personnel Service	223,188	223,188	221,558	1,630
Operations	26,771	26,771	26,133	638
<i>Total Human Resources</i>	<u>249,959</u>	<u>249,959</u>	<u>247,691</u>	<u>2,268</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

*IN FUND BALANCES - BUDGET AND ACTUAL (continued)*

**GENERAL FUND**

*Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<i>County Tax Assessor-Collector</i>				
Personnel Service	\$ 1,073,479	\$ 1,073,479	\$ 1,038,571	\$ 34,908
Operations	83,380	83,380	76,712	6,668
<i>Total County Tax Assessor-Collector</i>	<u>1,156,859</u>	<u>1,156,859</u>	<u>1,115,283</u>	<u>41,576</u>
<i>Total Financial Administration</i>	<u>2,365,364</u>	<u>2,365,991</u>	<u>2,258,963</u>	<u>107,028</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>\$ 9,263,444</u>	<u>\$ 9,337,694</u>	<u>\$ 7,839,787</u>	<u>\$ 1,497,907</u>
<b>JUDICIAL</b>				
<i>County Court at Law</i>				
Personnel Service	608,373	608,373	607,217	1,156
Operations	244,632	251,932	223,138	28,794
<i>Total County Court at Law</i>	<u>853,005</u>	<u>860,305</u>	<u>830,355</u>	<u>29,950</u>
<i>District Courts</i>				
Personnel Service	422,187	422,187	420,382	1,805
Operations	611,794	731,794	664,085	67,709
<i>Total District Courts</i>	<u>1,033,981</u>	<u>1,153,981</u>	<u>1,084,467</u>	<u>69,514</u>
<i>District Clerk</i>				
Personnel Service	633,955	633,955	603,630	30,325
Operations	53,203	53,203	40,047	13,156
<i>Total District Clerk</i>	<u>687,158</u>	<u>687,158</u>	<u>643,677</u>	<u>43,481</u>
<i>District Clerk Records Archive</i>				
Operations	3,000	3,000		3,000
<i>Total District Clerk Records Archive</i>	<u>3,000</u>	<u>3,000</u>		<u>3,000</u>
<i>Court Records Preservation</i>				
Operations	12,000	12,000		12,000
<i>Total Court Records Preservation</i>	<u>12,000</u>	<u>12,000</u>		<u>12,000</u>
<i>Justice of the Peace - Precinct 1</i>				
Personnel Service	311,126	311,126	308,741	2,385
Operations	35,650	37,650	26,948	10,702
<i>Total Justice of the Peace - Precinct 1</i>	<u>346,776</u>	<u>348,776</u>	<u>335,689</u>	<u>13,087</u>
<i>Justice of the Peace - Precinct 2</i>				
Personnel Service	168,968	168,968	168,353	615
Operations	8,850	9,650	9,278	372
<i>Total Justice of the Peace - Precinct 2</i>	<u>177,818</u>	<u>178,618</u>	<u>177,631</u>	<u>987</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

**IN FUND BALANCES - BUDGET AND ACTUAL (continued)**

**GENERAL FUND**

**Year Ended September 30, 2011**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<i>Justice of the Peace - Precinct 3</i>				
Personnel Service	\$ 168,094	\$ 168,094	\$ 166,995	\$ 1,099
Operations	7,950	10,218	8,224	1,994
<i>Total Justice of the Peace - Precinct 3</i>	<u>176,044</u>	<u>178,312</u>	<u>175,219</u>	<u>3,093</u>
<i>Justice of the Peace - Precinct 4</i>				
Personnel Service	215,111	215,111	210,378	4,733
Operations	22,035	22,035	19,370	2,665
<i>Total Justice of the Peace - Precinct 4</i>	<u>237,146</u>	<u>237,146</u>	<u>229,748</u>	<u>7,398</u>
<i>Juvenile Probation</i>				
Personnel Service	27,153	27,153	27,150	3
Operations	80,500	80,500	74,673	5,827
<i>Total Juvenile Probation</i>	<u>107,653</u>	<u>107,653</u>	<u>101,823</u>	<u>5,830</u>
<i>Legal</i>				
<i>County Attorney</i>				
Personnel Service	1,011,525	1,018,040	1,009,224	8,816
Operations	51,450	54,542	51,903	2,639
<i>Total County Attorney</i>	<u>1,062,975</u>	<u>1,072,582</u>	<u>1,061,127</u>	<u>11,455</u>
<i>District Attorney</i>	<u>877,612</u>	<u>877,612</u>	<u>870,290</u>	<u>7,322</u>
<i>Total Legal</i>	<u>1,940,587</u>	<u>1,950,194</u>	<u>1,931,417</u>	<u>18,777</u>
<b>TOTAL JUDICIAL</b>	<u>\$ 5,575,168</u>	<u>\$ 5,717,143</u>	<u>\$ 5,510,026</u>	<u>\$ 207,117</u>
<b>PUBLIC SAFETY</b>				
<i>Fire Protection</i>				
Personnel Service		22,434	21,179	1,255
Operations	167,911	548,857	548,857	
Other Services	380,946			
<i>Total Fire Protection</i>	<u>548,857</u>	<u>571,291</u>	<u>570,036</u>	<u>1,255</u>
<i>Law Enforcement</i>				
<i>Constable Precinct 1</i>				
Personnel Service	75,590	75,590	73,727	1,863
Operations	30,015	30,015	18,464	11,551
<i>Total Constable Precinct 1</i>	<u>105,605</u>	<u>105,605</u>	<u>92,191</u>	<u>13,414</u>
<i>Constable Precinct 2</i>				
Personnel Service	57,665	57,665	57,396	269
Operations	5,375	5,375	1,949	3,426
<i>Total Constable Precinct 2</i>	<u>63,040</u>	<u>63,040</u>	<u>59,345</u>	<u>3,695</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

*IN FUND BALANCES - BUDGET AND ACTUAL (continued)*

**GENERAL FUND**

*Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<i>Constable Precinct 3</i>				
Personnel Service	\$ 86,626	\$ 86,626	\$ 82,509	\$ 4,117
Operations	16,300	16,300	12,018	4,282
<i>Total Constable Precinct 3</i>	<u>102,926</u>	<u>102,926</u>	<u>94,527</u>	<u>8,399</u>
<i>Constable Precinct 4</i>				
Personnel Service	72,285	72,285	66,020	6,265
Operations	15,131	15,631	8,703	6,928
<i>Total Constable Precinct 4</i>	<u>87,416</u>	<u>87,916</u>	<u>74,723</u>	<u>13,193</u>
<i>County Sheriff</i>				
Personnel Service	7,308,422	7,094,547	6,913,715	180,832
Operations	842,756	976,947	881,032	95,915
Capital Outlay	310,000	1,088,936	499,387	589,549
<i>Total County Sheriff</i>	<u>8,461,178</u>	<u>9,160,430</u>	<u>8,294,134</u>	<u>866,296</u>
<i>Department of Public Safety</i>				
Personnel Service	123,746	123,746	122,269	1,477
Operations	37,421	37,421	30,728	6,693
<i>Total Department of Public Safety</i>	<u>161,167</u>	<u>161,167</u>	<u>152,997</u>	<u>8,170</u>
<i>Total Law Enforcement</i>	<u>8,981,332</u>	<u>9,681,084</u>	<u>8,767,917</u>	<u>913,167</u>
<i>Corrections</i>				
<i>Feeding and Care of Prisoners</i>				
Personnel Service	6,452,280	6,190,280	5,928,271	262,009
Operations	1,734,600	1,724,600	1,429,647	294,953
Capital Outlay		10,000	9,770	230
<i>Total Feeding and Care of Prisoners</i>	<u>8,186,880</u>	<u>7,924,880</u>	<u>7,367,688</u>	<u>557,192</u>
<i>Adult Probation Local Support</i>				
Operations	58,595	58,595	53,988	4,607
<i>Total Corrections</i>	<u>8,245,475</u>	<u>7,983,475</u>	<u>7,421,676</u>	<u>561,799</u>
<i>Emergency Management</i>				
Personnel Service	99,446	126,786	106,192	20,594
Operations	41,410	42,756	25,061	17,695
<i>Total Emergency Management</i>	<u>140,856</u>	<u>169,542</u>	<u>131,253</u>	<u>38,289</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>\$ 17,916,520</u>	<u>\$ 18,405,392</u>	<u>\$ 16,890,882</u>	<u>\$ 1,514,510</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - BUDGET AND ACTUAL (continued)**  
**GENERAL FUND**  
**Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>INFRASTRUCTURE &amp; ENVIRONMENTAL SERVICES</b>				
<i>Landfill Operation</i>				
Operations	127,852	127,852	122,339	5,513
<i>Total Landfill Operations</i>	<u>127,852</u>	<u>127,852</u>	<u>122,339</u>	<u>5,513</u>
<b>TOTAL INFRASTRUCTURE &amp; ENVIRONMENTAL SERVICES</b>	<u>\$ 127,852</u>	<u>\$ 127,852</u>	<u>\$ 122,339</u>	<u>\$ 5,513</u>
<b>HEALTH &amp; SOCIAL SERVICES</b>				
<i>Health Services</i>				
Indigent Care	3,364,007	3,364,007	3,360,769	3,238
Other Services	443,460	443,460	441,594	1,866
<i>Total Health Services</i>	<u>3,807,467</u>	<u>3,807,467</u>	<u>3,802,363</u>	<u>5,104</u>
<i>Veterans Services</i>				
Personnel Service	66,281	66,281	66,245	36
Operations	8,850	8,850	4,847	4,003
<i>Total Veterans Services</i>	<u>75,131</u>	<u>75,131</u>	<u>71,092</u>	<u>4,039</u>
<i>Sanitation</i>				
Personnel Service	313,443	313,443	310,748	2,695
Operations	30,834	30,834	26,101	4,733
<i>Total Sanitation</i>	<u>344,277</u>	<u>344,277</u>	<u>336,849</u>	<u>7,428</u>
<i>Animal Control</i>				
Personnel Service	199,687	199,814	194,876	4,938
Operations	49,100	48,973	42,155	6,818
Capital Outlay		19,791	19,791	
<i>Total Animal Control</i>	<u>248,787</u>	<u>268,578</u>	<u>256,822</u>	<u>11,756</u>
<i>Agricultural Extension Service</i>				
Personnel Service	236,517	236,517	216,922	19,595
Operations	29,700	29,700	27,014	2,686
<i>Total Agricultural Extension Service</i>	<u>266,217</u>	<u>266,217</u>	<u>243,936</u>	<u>22,281</u>
<b>TOTAL HEALTH &amp; SOCIAL SERVICES</b>	<u>\$ 4,741,879</u>	<u>\$ 4,761,670</u>	<u>\$ 4,711,062</u>	<u>\$ 50,608</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 37,624,863</u>	<u>\$ 38,349,751</u>	<u>\$ 35,074,096</u>	<u>\$ 3,275,655</u>



**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - BUDGET AND ACTUAL (continued)**  
**GENERAL FUND**  
**Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,682,000</u>	<u>1,045,550</u>	<u>4,845,440</u>	<u>3,799,890</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in		95,421	95,421	
Transfers out	<u>(3,130,000)</u>	<u>(3,262,200)</u>	<u>(3,262,200)</u>	
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(3,130,000)</u>	<u>(3,166,779)</u>	<u>(3,166,779)</u>	
Net Changes in Fund Balances	(1,448,000)	(2,121,229)	1,678,661	3,799,890
<b>Fund Balances, Beginning of Year</b>	<u>14,005,122</u>	<u>14,005,122</u>	<u>14,005,122</u>	
<b>Fund Balances, End of Year</b>	<u>\$ 12,557,122</u>	<u>\$ 11,883,893</u>	<u>\$ 15,683,783</u>	<u>\$ 3,799,890</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND**  
**For the Year Ended September 30, 2011**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>REVENUES</b>				
Property taxes	\$ 4,460,000	\$ 4,460,000	\$ 4,467,766	\$ 7,766
Other Taxes	1,465,000	1,465,000	1,664,951	199,951
Licenses and permits	3,000	3,000	2,025	(975)
Intergovernmental	82,000	82,000	95,455	13,455
Fines and forfeitures	430,000	430,000	407,061	(22,939)
Earnings on investments	10,000	10,000	3,982	(6,018)
Miscellaneous	1,500	31,131	29,990	(1,141)
<b>TOTAL REVENUES</b>	<b>6,451,500</b>	<b>6,481,131</b>	<b>6,671,230</b>	<b>190,099</b>
<b>EXPENDITURES</b>				
Infrastructure and Environmental Services				
Personnel Services	3,626,680	3,541,680	3,531,098	10,582
Operations	3,146,400	3,303,400	3,171,046	132,354
Capital Outlay	232,900	380,531	361,221	19,310
<b>TOTAL EXPENDITURES</b>	<b>7,005,980</b>	<b>7,225,611</b>	<b>7,063,365</b>	<b>162,246</b>
Net Changes in Fund Balances	(554,480)	(744,480)	(392,135)	352,345
<b>Fund Balances - Beginning of Year</b>	<b>1,627,829</b>	<b>1,627,829</b>	<b>1,627,829</b>	
<b>Fund Balances - End of Year</b>	<b>\$ 1,073,349</b>	<b>\$ 883,349</b>	<b>\$ 1,235,694</b>	<b>\$ 352,345</b>

**GUADALUPE COUNTY, TEXAS**  
**NOTES TO SCHEDULES OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended September 30, 2011**

Budget and Budgetary Accounting

An annual budget is adopted for substantially all governmental funds of the County. Budget to actual comparison schedules have been included for all funds with a legally adopted budget. Actual expenditures may not legally exceed budgeted appropriations at the expense summary classification level.

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.

*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, 2011*

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>2011</u>	<u>2010</u>	<u>2009</u>
Excellent	15.69%	17.67%	15.02%
Good to Excellent	50.42%	53.87%	50.80%
Good	30.92%	26.00%	31.27%
Fair to Poor	2.71%	2.26%	2.70%
Poor	0.26%	0.21%	0.21%
Very Poor	0.00%	0.00%	0.00%

The County's 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, 2011**

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>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Budget	\$3,969,777	\$ 3,643,439	\$ 3,287,402	\$ 3,568,047	\$ 2,311,241
Actual	3,880,630	3,605,778	3,137,914	3,603,010	2,980,569

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 THREE CALENDAR YEARS**

Actuarial valuation date	12/31/2008	12/31/2009	12/31/2010
Actuarial value of assets	\$ 30,264,256	\$ 34,897,604	\$ 38,130,538
Actuarial accrued liability (AAL)	36,916,830	42,332,724	46,225,942
Unfunded/(Overfunded) actuarial accrued liability (UAAL or OAAL)	6,652,574	7,435,120	8,095,404
Funded ratio	81.98%	82.44%	82.49%
Annual covered payroll (actuarial)	19,746,756	22,740,731	22,854,529
UAAL or OAAL as % of covered payroll	33.69%	32.70%	35.42%

### **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:

- Combining Statements - Non-Major Governmental Funds
- Schedules of Revenues, Expenditures by Changes in Fund Balance - Non-Major Governmental Funds
- Combining Statements - Internal Service Funds
- Combining Statements - Agency Funds





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

**CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for capital projects such as major construction or acquisitions of capital assets budgeted for the county.

**DEBT SERVICE FUND**

The 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.

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to be expended for specified purposes.

**JUVENILE PROBATION FUND**

The fund is used to account for the resources and expenses of the county's juvenile probation department. Under local government code section 140.003 the juvenile probation department is a special local entity but receives the majority of their funding from the county.

**SHERIFF'S FORFEITURE FUNDS**

The funds are used to account for federal and state forfeiture proceeds restricted for law enforcement purposes.

**JAIL COMMISSARY FUND**

The fund is used to account for the expenditures and proceeds of the jail commissary. The sheriff may use commissary proceeds only to: (1) fund, staff, and equip a program addressing the social needs of the county prisoners, including an educational or recreational program and religious or rehabilitative counseling; (2) supply county prisoners with clothing, writing materials, and hygiene supplies; (3) establish staff, and equip the commissary operation; (4) fund, staff, and equip a library for the educational use of county prisoners. Local Government Code 351.0415; or (5) fund physical plant improvements, technology, equipment, programs, services, and activities that provide for the well-being, health, safety, and security of the inmates and the facility.

**COMBINED GRANT FUNDS**

Grant funds are established to account for revenues and expenditures related to State or Federal grants. The following grant funds are maintained.

**TITLE IV/E FEDERAL FOSTER CARE FUND**

To account for funds received under the federal Title IV/E Foster Care entitlement program. The Juvenile Probation department receives funds for juveniles placed in foster care.

**JUVENILE DRUG COURT GRANT FUNDS**

To account for funds received from the Office of Governor's Criminal Justice Department under the various grant programs to fund a juvenile drug court program.

**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS**

To account for funds received from the Texas Juvenile Probation Commission to provide probation services to juveniles residing in Guadalupe County. The funds are to be used for staff services, non-residential services, and residential services.

**DEPARTMENT OF JUSTICE GRANTS**

To account for federal grant funds received from the U.S. Department of Justice. This includes the Edward Byrne Memorial grants and the Office of Community Oriented Policing Services (COPS) grant.

**AMERICAN RECOVERY AND REINVESTMENT ACT GRANT FUNDS**

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

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

**COMBINED GRANT FUNDS (continued)**

**HAVA GRANT FUNDS**

The fund was established per grant requirements to account for federal grant funds received from the Office of the Secretary of State under the Help America Vote Act to improve the voting process.

**MISCELLANEOUS SHORT-TERM GRANTS**

To account for revenues and expenditures related to one-time short-term grants.

**OTHER NON-MAJOR FUNDS**

**JUVENILE PROBATION FEES FUND**

To account for the probation fees collected under Texas Family Code Section 54.061. The fee may only be used for juvenile probation or community-based juvenile corrections services or facilities in which a juvenile may be required to live while under court supervision.

**SHERIFF'S DONATION FUND**

The fund was created to account for donations made to the sheriff's department.

**LAW LIBRARY FUND**

The fund is used to account for the fee collected under Local Government Code 323.023. The fund must be used to establish a public law library, purchase or lease law library materials, maintain the library, and acquire furniture, shelving or equipment for the law library.

**FIRE CODE INSPECTION FEE FUND**

To account for the fee collected under Local Government Code 233.065. The fees collected may only be used for the administration and enforcement of the fire code.

**COUNTY CLERK RECORDS MANAGEMENT & PRESERVATION FUND**

A fund established under Local Government Code 203, section 203.003(5) to account for the fee the County Clerk may collect under Local Government Code section 118.011(b)(2). The fee must be spent in accordance with Local Government Code 118.0216 for records management and preservation services performed by the county clerk after the filing and recording of a document in the records of the office of the clerk.

**COUNTY RECORDS MANAGEMENT**

A fund established under Local Government Code 203, section 203.003(6) to account for the fees authorized under Local Government Code sections 118.052, 118.0546 and 118.0645 and Article 102.005(d) of the Code of Criminal Procedures. The fees collected may only be used for the purpose of records management and preservation and for county records' automation projects.

**COURTHOUSE SECURITY**

The fund was created to account for the fees authorized under Article 102.017 of the Code of Criminal Procedures. The fee is to help finance security services related to buildings that house the operations of district, county, or justice courts.

**DISTRICT CLERK RECORDS MANAGEMENT**

The fund was established under Government Code section 51.317. The fees are to be used for the specific purpose of records management and automation projects in the district clerk's office.

**JUSTICE COURT TECHNOLOGY FUND**

To account for the fee authorized under Code of Criminal Procedures Article 102.0173. The fund is under the direction of the Commissioners' Court and may only be used for improving technology in the justice courts as outlined under Article 102.0173(d).

**JUSTICE COURT SECURITY**

To account for the fees authorized under Article 102.017 of the Code of Criminal Procedures. The fee is to help finance security services for justice courts that are not located in the county courthouse.

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

**OTHER NON-MAJOR FUNDS (continued)**

**ANIMAL REGISTRATION FUND**

The fund was established to account for the fee allowed under Health and Safety Code Chapter 822. However, this fee is no longer collected. On November 2, 2010, Guadalupe County voters repealed the law to register dogs in the unincorporated portions of the County.

**COURT REPORTER SERVICE FUND**

To account for the fee authorized under Government Code Section 51.601. The fund is under the direction of the commissioners' court and shall be used to assist in the payment of court-reporter related services such as transcription services.

**ALTERNATIVE DISPUTE RESOLUTION FUND**

To account for the fee authorized under Civil Procedures and Remedies 152.004. The fund is under the direction of the commissioners' court and may only be used to establish and maintain an alternative dispute resolution (mediation) system.

**COURT-INITIATED GUARDIANSHIP**

The fund is established under Local Government Code Section 118.067 to account for the fee collected under Local Government Code Section 118.052(2)(E). The fee is for the support of the judiciary in guardianships initiated under Section 683 of the Texas Probate Code.

**COUNTY AND DISTRICT COURTS TECHNOLOGY FUND**

To account for the fee authorized under Code of Criminal Procedures Article 102.0169. The fund is under the direction of the Commissioners' Court and may only be used for the purposes outlined under Article 102.0169(d).

**SURPLUS FUNDS - ELECTION CONTRACTS**

To account for surplus revenue from election service contracts with other government entities. A surplus in the election contracts fund may only be used to defray expenses of the county election officer's office in connection with election-related duties or functions. The secretary of state shall prescribe regulations for the use of any surplus fund.

**FAMILY PROTECTION FEE FUND**

To account for the fee assessed under Article 102.0186 of the Code of Criminal Procedures and the fee adopted under Section 51.961 of the Government Code. The fund is under the direction of the commissioners' court and can only be used to provide funding to nonprofit organizations in the county that provide programs for family violence and child abuse prevention, family strengthening and marriage preservation.

**SPECIAL VIT INTEREST FUND**

The Tax Assessor-Collector holds funds collected under Chapter 23.122 of the Property Tax Code in an escrow account -- the Vehicle Inventory Tax Escrow Account. Interest earned on the escrow account and any penalties assessed for non-payment on these property taxes are transferred to the Tax-Assessor-Collectors VIT Interest Fund. The funds may only be used to help defray the cost of administration of the prepayment procedure established under Chapter 23.122.

**HOT CHECK FUND / COUNTY ATTORNEY**

The fund is used to account for the fees collected under Article 102.007 of the Code of Criminal Procedures. Expenditures from this fund shall be at the sole discretion of the attorney and may be used only to defray the salaries and expenses of the prosecutor's office, but in no event may the county attorney, district attorney, or criminal district attorney supplement his or her own salary from this fund.

**FEMA**

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

**GUADALUPE COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
*September 30, 2011*

	<u>Special Revenue Funds</u>			
	<u>Capital Projects</u>	<u>Debt Service Fund</u>	<u>Juvenile Probation</u>	<u>Sheriff's Forfeiture Funds</u>
<b>Assets</b>				
Cash and equivalents	\$ 7,853	\$ 13	\$ 23,447	\$ 120,102
Investments	396,471	113,619	1,698,423	14,152
Taxes receivable, net		72,001		
Other receivables			18,068	
Inventory				
Prepaid items				
<b>Total Assets</b>	<u>\$ 404,324</u>	<u>\$ 185,633</u>	<u>\$ 1,739,938</u>	<u>\$ 134,254</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 105,040	\$	\$ 26,312	\$ 6,940
Accrued wages and benefits			82,267	
Due to other funds			4,582	
Deferred revenue		66,753	870	
<b>Total Liabilities</b>	<u>105,040</u>	<u>66,753</u>	<u>114,031</u>	<u>6,940</u>
<b>Fund Balances:</b>				
Nonspendable				
Prepays				
Inventories				
Restricted for:				
Debt Service		118,880		
Juvenile Services			1,625,907	
Special Revenue				127,314
Committed	299,284			
<b>Total Fund Balances</b>	<u>299,284</u>	<u>118,880</u>	<u>1,625,907</u>	<u>127,314</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 404,324</u>	<u>\$ 185,633</u>	<u>\$ 1,739,938</u>	<u>\$ 134,254</u>

<b>Special Revenue Funds</b>			
<b>Jail Commissary Fund</b>	<b>Combined Grant Funds</b>	<b>Other Nonmajor Special Revenue</b>	<b>Total NonMajor Governmental Funds</b>
\$ 8,893	\$ (30,900)	\$ 701,535	\$ 830,943
13,102	224,330	466,467	2,926,564
	287,118		72,001
19,611			305,186
		175	19,611
<u>\$ 41,606</u>	<u>\$ 480,548</u>	<u>\$ 1,168,177</u>	<u>\$ 4,154,480</u>
\$ 17,486	\$ 60,946	\$ 22,771	\$ 239,495
1,718	19,388	2,262	105,635
	426	373	5,381
	72,533		140,156
<u>19,204</u>	<u>153,293</u>	<u>25,406</u>	<u>490,667</u>
		175	175
19,611			19,611
			118,880
			1,625,907
2,791	327,255	1,142,596	1,599,956
			299,284
<u>22,402</u>	<u>327,255</u>	<u>1,142,771</u>	<u>3,663,813</u>
<u>\$ 41,606</u>	<u>\$ 480,548</u>	<u>\$ 1,168,177</u>	<u>\$ 4,154,480</u>

**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2011**

	<u>Special Revenue Funds</u>			
	<u>Capital Projects</u>	<u>Debt Service Fund</u>	<u>Juvenile Probation</u>	<u>Sheriff's Forfeiture Funds</u>
<b>Revenues</b>				
Property taxes	\$	\$ 1,376,336	\$	\$
Intergovernmental				
Charges for services			183,696	
Fines and forfeitures				94,301
Earnings on investments		538	14,918	206
Miscellaneous			1,125	3,755
<b>Total Revenues</b>		<u>1,376,874</u>	<u>199,739</u>	<u>98,262</u>
<b>Expenditures</b>				
<b>Current:</b>				
General government				
Judicial			1,114,956	
Public safety			1,894,770	175,217
Infrastructure and environmental services				
Health and social services				
<b>Capital Outlay</b>	780,050		34,996	20,722
<b>Debt Service:</b>				
Principal		1,355,000		
Interest and fiscal charges		723,717		
<b>Total Expenditures</b>	<u>780,050</u>	<u>2,078,717</u>	<u>3,044,722</u>	<u>195,939</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(780,050)</u>	<u>(701,843)</u>	<u>(2,844,983)</u>	<u>(97,677)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	132,200	630,000	2,500,000	
Transfers out	(95,421)		(12,940)	
<b>Total other financing sources (uses)</b>	<u>36,779</u>	<u>630,000</u>	<u>2,487,060</u>	
Net change in fund balances	(743,271)	(71,843)	(357,923)	(97,677)
<b>Fund balances - beginning of year</b>	<u>1,042,555</u>	<u>190,723</u>	<u>1,983,830</u>	<u>224,991</u>
<b>Fund balances - end of year</b>	<u>\$ 299,284</u>	<u>\$ 118,880</u>	<u>\$ 1,625,907</u>	<u>\$ 127,314</u>

<b>Special Revenue Funds</b>			
<b>Jail Commissary Fund</b>	<b>Combined Grant Funds</b>	<b>Other Nonmajor Special Revenue</b>	<b>Total NonMajor Governmental Funds</b>
\$	\$	\$	\$ 1,376,336
	1,332,703	43,054	1,375,757
228,187	26,464	458,601	896,948
			94,301
79	466	51	16,258
	13	4,276	9,169
<u>228,266</u>	<u>1,359,646</u>	<u>505,982</u>	<u>3,768,769</u>
	121,762	634,659	756,421
	891,237	188,670	2,194,863
273,200	188,626	68,410	2,600,223
	82,150		82,150
		8,849	8,849
	127,310	77,009	1,040,087
			1,355,000
			723,717
<u>273,200</u>	<u>1,411,085</u>	<u>977,597</u>	<u>8,761,310</u>
<u>(44,934)</u>	<u>(51,439)</u>	<u>(471,615)</u>	<u>(4,992,541)</u>
	12,940	7,319	3,282,459
		(7,319)	(115,680)
	12,940		3,166,779
(44,934)	(38,499)	(471,615)	(1,825,762)
67,336	365,754	1,614,386	5,489,575
<u>\$ 22,402</u>	<u>\$ 327,255</u>	<u>\$ 1,142,771</u>	<u>\$ 3,663,813</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**CAPITAL PROJECTS FUND**  
**For the Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Property taxes	\$	\$	\$	\$
Fees and Fines				
Intergovernmental				
Earnings on investments				
Miscellaneous				
<b>Total Revenues</b>				
<b>Expenditures</b>				
Capital Outlay	1,011,000	1,145,542	780,050	365,492
<b>Total Expenditures</b>	1,011,000	1,145,542	780,050	365,492
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(1,011,000)</u>	<u>(1,145,542)</u>	<u>(780,050)</u>	<u>365,492</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in		132,200	132,200	
Transfers (out)		(95,421)	(95,421)	
<b>Total Other Financing Sources (Uses)</b>		<u>36,779</u>	<u>36,779</u>	
Net Changes in Fund Balances	(1,011,000)	(1,108,763)	(743,271)	365,492
<b>Fund Balances - Beginning of Year</b>	<u>1,042,555</u>	<u>1,042,555</u>	<u>1,042,555</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 31,555</u>	<u>\$ (66,208)</u>	<u>\$ 299,284</u>	<u>\$ 365,492</u>



**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**DEBT SERVICE FUND**  
**For the Year Ended September 30, 2011**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Property taxes	\$ 1,348,000	\$ 1,348,000	\$ 1,376,336	\$ 28,336
Earnings on investments	1,000	1,000	538	(462)
<b>Total Revenues</b>	<u>1,349,000</u>	<u>1,349,000</u>	<u>1,376,874</u>	<u>27,874</u>
<b>Expenditures</b>				
<b>Debt Service:</b>				
Principal and interest	1,355,000	1,355,000	1,355,000	
Interest and fiscal charges	725,118	725,118	723,717	1,401
<b>Total Expenditures</b>	<u>2,080,118</u>	<u>2,080,118</u>	<u>2,078,717</u>	<u>1,401</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(731,118)</u>	<u>(731,118)</u>	<u>(701,843)</u>	<u>29,275</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	630,000	630,000	630,000	
<b>Total Other Financing Sources (Uses)</b>	<u>630,000</u>	<u>630,000</u>	<u>630,000</u>	
Net Changes in Fund Balances	(101,118)	(101,118)	(71,843)	29,275
<b>Fund Balances - Beginning of Year</b>	<u>190,723</u>	<u>190,723</u>	<u>190,723</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 89,605</u>	<u>\$ 89,605</u>	<u>\$ 118,880</u>	<u>\$ 29,275</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUVENILE PROBATION FUND**  
**For the Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 225,000	\$ 225,000	\$ 183,696	\$ (41,304)
Earnings on investments	13,000	13,000	14,918	1,918
Miscellaneous			1,125	1,125
<b>Total Revenues</b>	<u>238,000</u>	<u>238,000</u>	<u>199,739</u>	<u>(38,261)</u>
<b>Expenditures</b>				
Judicial				
Personnel	1,068,264	1,061,264	1,023,411	37,853
Operations	94,621	101,621	91,545	10,076
Public Safety				
Personnel	1,867,236	1,817,236	1,758,895	58,341
Operations	161,725	176,725	135,875	40,850
Capital Outlay	35,000	161,500	34,996	126,504
<b>Total Expenditures</b>	<u>3,226,846</u>	<u>3,318,346</u>	<u>3,044,722</u>	<u>273,624</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(2,988,846)</u>	<u>(3,080,346)</u>	<u>(2,844,983)</u>	<u>235,363</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	2,500,000	2,500,000	2,500,000	
Transfers (out)	<u>(16,225)</u>	<u>(16,225)</u>	<u>(12,940)</u>	<u>(3,285)</u>
<b>Total Other Financing Sources (Uses)</b>	2,483,775	2,483,775	2,487,060	(3,285)
Net Changes in Fund Balances	(505,071)	(596,571)	(357,923)	238,648
<b>Fund Balances - Beginning of Year</b>	<u>1,983,830</u>	<u>1,983,830</u>	<u>1,983,830</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 1,478,759</u>	<u>\$ 1,387,259</u>	<u>\$ 1,625,907</u>	<u>\$ 238,648</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**SHERIFF'S FORFEITURE FUNDS**  
**For the Year Ended September 30, 2011**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Fines and forfeitures	\$ 5,000	\$ 5,000	\$ 94,301	\$ 89,301
Earnings on investments	100	100	206	106
Miscellaneous			3,755	3,755
<b>Total Revenues</b>	<u>5,100</u>	<u>5,100</u>	<u>98,262</u>	<u>93,162</u>
<b>Expenditures</b>				
Public Safety				
Operations	40,000	220,376	175,217	45,159
Capital Outlay	10,000	30,764	20,722	10,042
<b>Total Expenditures</b>	<u>50,000</u>	<u>251,140</u>	<u>195,939</u>	<u>55,201</u>
Net Changes in Fund Balances	(44,900)	(246,040)	(97,677)	148,363
<b>Fund Balances - Beginning of Year</b>	<u>224,991</u>	<u>224,991</u>	<u>224,991</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 180,091</u>	<u>\$ (21,049)</u>	<u>\$ 127,314</u>	<u>\$ 148,363</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**JAIL COMMISSARY FUND**  
**For the Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Service	\$ 270,000	\$ 270,000	\$ 228,187	\$ (41,813)
Earnings on investments			79	79
<b>Total Revenues</b>	<u>270,000</u>	<u>270,000</u>	<u>228,266</u>	<u>(41,734)</u>
<b>Expenditures</b>				
Personnel	52,881	52,881	45,050	7,831
Operations	272,000	272,000	228,150	43,850
<b>Total Expenditures</b>	<u>324,881</u>	<u>324,881</u>	<u>273,200</u>	<u>51,681</u>
Net Changes in Fund Balances	(54,881)	(54,881)	(44,934)	9,947
<b>Fund Balances - Beginning of Year</b>	<u>67,336</u>	<u>67,336</u>	<u>67,336</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 12,455</u>	<u>\$ 12,455</u>	<u>\$ 22,402</u>	<u>\$ 9,947</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUVENILE PROBATION TITLE I/VE - COMBINED GRANT FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$	\$	\$ 10,803	\$ 10,803
Earnings on investments	10	10	466	456
<b>Total Revenues</b>	<u>10</u>	<u>10</u>	<u>11,269</u>	<u>11,259</u>
<b>Expenditures</b>				
Judicial				
Operations	281,550	281,550	114,592	166,958
<b>Total Expenditures</b>	<u>281,550</u>	<u>281,550</u>	<u>114,592</u>	<u>166,958</u>
Net Changes in Fund Balances	(281,540)	(281,540)	(103,323)	178,217
<b>Fund Balances - Beginning of Year</b>	<u>317,438</u>	<u>317,438</u>	<u>317,438</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 35,898</u>	<u>\$ 35,898</u>	<u>\$ 214,115</u>	<u>\$ 178,217</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
*IN FUND BALANCE - BUDGET AND ACTUAL*  
**JUVENILE DRUG COURT - COMBINED GRANT FUNDS**  
*For the Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 146,025	\$ 146,025	\$ 116,456	\$ (29,569)
<b>Total Revenues</b>	<u>146,025</u>	<u>146,025</u>	<u>116,456</u>	<u>(29,569)</u>
<b>Expenditures</b>				
Judicial	162,250	162,250	129,396	32,854
<b>Total Expenditures</b>	<u>162,250</u>	<u>162,250</u>	<u>129,396</u>	<u>32,854</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(16,225)</u>	<u>(16,225)</u>	<u>(12,940)</u>	<u>3,285</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	16,225	16,225	12,940	(3,285)
<b>Total Other Financing Sources (Uses)</b>	<u>16,225</u>	<u>16,225</u>	<u>12,940</u>	<u>(3,285)</u>
Net Changes in Fund Balances				
<b>Fund Balances, Beginning of Year</b>				
<b>Fund Balances, End of Year</b>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**TEXAS JUVENILE PROBATION COMMISSION - COMBINED GRANT FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 668,249	\$ 719,050	716,227	\$ (2,823)
<b>Total Revenues</b>	<u>668,249</u>	<u>719,050</u>	<u>716,227</u>	<u>(2,823)</u>
<b>Expenditures</b>				
Judicial	553,937	719,050	647,248	71,802
<b>Total Expenditures</b>	<u>553,937</u>	<u>719,050</u>	<u>647,248</u>	<u>71,802</u>
Net Changes in Fund Balances	114,312		68,979	68,979
<b>Fund Balances - Beginning of Year</b>	<u>(43,980)</u>	<u>(43,980)</u>	<u>(43,980)</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 70,332</u>	<u>\$ (43,980)</u>	<u>\$ 24,999</u>	<u>\$ 68,979</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**JAG DEPARTMENT OF JUSTICE GRANTS - COMBINED GRANTS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$	\$ 99,372	\$ 99,372	\$
<b>Total Revenues</b>		<u>99,372</u>	<u>99,372</u>	
<b>Expenditures</b>				
Public Safety				
Operations		<u>99,372</u>	<u>99,372</u>	
<b>Total Expenditures</b>		<u>99,372</u>	<u>99,372</u>	
Net Changes in Fund Balances				
<b>Fund Balances - Beginning of Year</b>				
<b>Fund Balances - End of Year</b>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>



**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**ARRA RECOVERY FUNDS - COMBINED GRANT FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$	\$ 200,600	\$ 196,158	\$ (4,442)
<b>Total Revenues</b>		<u>200,600</u>	<u>196,158</u>	<u>(4,442)</u>
<b>Expenditures</b>				
Public Safety				
Personnel Services		28,712	24,503	4,209
Operations		54,662	54,429	233
Capital Outlay		<u>117,226</u>	<u>117,226</u>	
<b>Total Expenditures</b>		<u>200,600</u>	<u>196,158</u>	<u>4,442</u>
Net Changes in Fund Balances				
<b>Fund Balances - Beginning of Year</b>				
<b>Fund Balances - End of Year</b>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

**IN FUND BALANCE - BUDGET AND ACTUAL**

**HELP AMERICANS VOTE ACT (HAVA) FUND PROGRAM REVENUE - COMBINED GRANT FUNDS**

*For the Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$	\$ 166,109	\$ 105,661	\$ (60,448)
Charges for Services			26,464	26,464
<b>Total Revenues</b>		<u>166,109</u>	<u>132,125</u>	<u>(33,984)</u>
<b>Expenditures</b>				
General Government				
Operations		238,999	121,762	117,237
Capital Outlay		11,610	10,084	1,526
<b>Total Expenditures</b>		<u>250,609</u>	<u>131,846</u>	<u>118,763</u>
Net Changes in Fund Balances		(84,500)	279	84,779
<b>Fund Balances - Beginning of Year</b>	<u>74,404</u>	<u>74,404</u>	<u>74,404</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 74,404</u>	<u>\$ (10,096)</u>	<u>\$ 74,683</u>	<u>\$ 84,779</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

**IN FUND BALANCE - BUDGET AND ACTUAL**

**MISCELLANEOUS SHORT-TERM GRANTS - COMBINED GRANT FUNDS**

*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$	\$ 276,803	\$ 88,026	\$ (188,777)
<b>Total Revenues</b>		<u>276,803</u>	<u>88,026</u>	<u>(188,777)</u>
<b>Expenditures</b>				
Public Safety				
Operations		12,546	10,321	2,225
Infrastructure &				
Environmental Services				
Operations		268,725	82,150	186,575
<b>Total Expenditures</b>		<u>281,271</u>	<u>92,471</u>	<u>188,800</u>
Net Changes in Fund Balances		(4,468)	(4,445)	23
<b>Fund Balances - Beginning of Year</b>	14,332	14,332	14,332	
<b>Fund Balances - End of Year</b>	<u>\$ 14,332</u>	<u>\$ 9,864</u>	<u>\$ 9,887</u>	<u>\$ 23</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUVENILE PROBATION FEE FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 8,700	\$ 8,700	\$ 7,026	\$ (1,674)
Earnings on investments			51	51
<b>Total Revenues</b>	<u>8,700</u>	<u>8,700</u>	<u>7,077</u>	<u>(1,623)</u>
<b>Expenditures</b>				
Judicial				
Operations	<u>8,700</u>	<u>8,700</u>	<u>5,095</u>	<u>3,605</u>
<b>Total Expenditures</b>	<u>8,700</u>	<u>8,700</u>	<u>5,095</u>	<u>3,605</u>
Net Changes in Fund Balances			1,982	1,982
<b>Fund Balances - Beginning of Year</b>	<u>42,279</u>	<u>42,279</u>	<u>42,279</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 42,279</u>	<u>\$ 42,279</u>	<u>\$ 44,261</u>	<u>\$ 1,982</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**SHERIFF'S DONATION FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Miscellaneous	\$	5,964	\$ 4,062	\$ (1,902)
<b>Total Revenues</b>		<u>5,964</u>	<u>4,062</u>	<u>(1,902)</u>
<b>Expenditures</b>				
Public Safety				
Operations		6,264	3,711	2,553
<b>Total Expenditures</b>		<u>6,264</u>	<u>3,711</u>	<u>2,553</u>
Net Changes in Fund Balances		(300)	351	651
<b>Fund Balances - Beginning of Year</b>	<u>5,460</u>	<u>5,460</u>	<u>5,460</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 5,460</u>	<u>\$ 5,160</u>	<u>\$ 5,811</u>	<u>\$ 651</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**LAW LIBRARY FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 56,000	\$ 56,000	\$ 60,184	\$ 4,184
<b>Total Revenues</b>	<u>56,000</u>	<u>56,000</u>	<u>60,184</u>	<u>4,184</u>
<b>Expenditures</b>				
Judicial				
Personnel	3,407	3,407	3,376	31
Operations	50,050	67,815	66,263	1,552
<b>Total Expenditures</b>	<u>53,457</u>	<u>71,222</u>	<u>69,639</u>	<u>1,583</u>
Net Changes in Fund Balances	2,543	(15,222)	(9,455)	5,767
<b>Fund Balances - Beginning of Year</b>	<u>77,092</u>	<u>77,092</u>	<u>77,092</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 79,635</u>	<u>\$ 61,870</u>	<u>\$ 67,637</u>	<u>\$ 5,767</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FIRE CODE INSPECTION FEE FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$	\$ 750	\$ 2,096	\$ 1,346
<b>Total Revenues</b>		750	2,096	1,346
<b>Expenditures</b>				
Public Safety				
Operations		750	690	60
<b>Total Expenditures</b>		750	690	60
Net Changes in Fund Balances			1,406	1,406
<b>Fund Balances - Beginning of Year</b>				
Fund Balances - End of Year	\$	\$	\$ 1,406	\$ 1,406

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

**IN FUND BALANCE - BUDGET AND ACTUAL**

**COUNTY CLERKS RECORDS MANAGEMENT FUNDS - OTHER NON-MAJOR FUNDS**

*For the Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 125,000	\$ 125,000	\$ 122,572	\$ (2,428)
<b>Total Revenues</b>	<u>125,000</u>	<u>125,000</u>	<u>122,572</u>	<u>(2,428)</u>
<b>Expenditures</b>				
General Government				
Personnel	8,066	8,066	8,017	49
Operations	607,000	607,000	513,863	93,137
Capital Outlay	<u>143,000</u>	<u>143,000</u>		<u>143,000</u>
<b>Total Expenditures</b>	<u>758,066</u>	<u>758,066</u>	<u>521,880</u>	<u>236,186</u>
Net Changes in Fund Balances	(633,066)	(633,066)	(399,308)	233,758
<b>Fund Balances - Beginning of Year</b>	<u>790,703</u>	<u>790,703</u>	<u>790,703</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 157,637</u>	<u>\$ 157,637</u>	<u>\$ 391,395</u>	<u>\$ 233,758</u>



**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY RECORDS MANAGEMENT FUND - OTHER NON-MAJOR FUNDS**  
**For the Year Ended September 30, 2011**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 35,000	\$ 35,000	\$ 36,987	\$ 1,987
<b>Total Revenues</b>	<u>35,000</u>	<u>35,000</u>	<u>36,987</u>	<u>1,987</u>
<b>Expenditures</b>				
General Government				
Personnel	41,888	41,888	41,534	354
Operations	15,000	17,000	11,306	5,694
<b>Total Expenditures</b>	<u>56,888</u>	<u>58,888</u>	<u>52,840</u>	<u>6,048</u>
Net Changes in Fund Balances	(21,888)	(23,888)	(15,853)	8,035
<b>Fund Balances - Beginning of Year</b>	<u>103,568</u>	<u>103,568</u>	<u>103,568</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 81,680</u>	<u>\$ 79,680</u>	<u>\$ 87,715</u>	<u>\$ 8,035</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**COURTHOUSE SECURITY FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 70,000	\$ 70,000	\$ 66,493	\$ (3,507)
<b>Total Revenues</b>	<u>70,000</u>	<u>70,000</u>	<u>66,493</u>	<u>(3,507)</u>
<b>Expenditures</b>				
Public Safety				
Operations	30,130	43,358	43,336	22
Personnel Services	15,000	9,000	5,655	3,345
<b>Total Expenditures</b>	<u>45,130</u>	<u>52,358</u>	<u>48,991</u>	<u>3,367</u>
Net Changes in Fund Balances	24,870	17,642	17,502	(140)
<b>Fund Balances - Beginning of Year</b>	<u>20,353</u>	<u>20,353</u>	<u>20,353</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 45,223</u>	<u>\$ 37,995</u>	<u>\$ 37,855</u>	<u>\$ (140)</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**DISTRICT CLERK RECORDS MANAGEMENT - OTHER NON-MAJOR FUNDS**  
**For the Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 9,000	\$ 9,000	\$ 10,578	\$ 1,578
<b>Total Revenues</b>	<u>9,000</u>	<u>9,000</u>	<u>10,578</u>	<u>1,578</u>
<b>Expenditures</b>				
Judicial				
Operations	15,000	21,000	18,556	2,444
<b>Total Expenditures</b>	<u>15,000</u>	<u>21,000</u>	<u>18,556</u>	<u>2,444</u>
Net Changes in Fund Balances	(6,000)	(12,000)	(7,978)	4,022
<b>Fund Balances - Beginning of Year</b>	<u>20,248</u>	<u>20,248</u>	<u>20,248</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 14,248</u>	<u>\$ 8,248</u>	<u>\$ 12,270</u>	<u>\$ 4,022</u>

**GUADALUPE COUNTY, TEXAS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**

**IN FUND BALANCE - BUDGET AND ACTUAL**

**JUSTICE COURT TECHNOLOGY FUND - OTHER NON-MAJOR FUNDS**

*For the Year Ended September 30, 2011*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 42,000	\$ 42,000	\$ 34,699	\$ (7,301)
<b>Total Revenues</b>	<u>42,000</u>	<u>42,000</u>	<u>34,699</u>	<u>(7,301)</u>
<b>Expenditures</b>				
Judicial				
Operations		33,751	24,496	9,255
Capital Outlay	75,000	77,009	77,009	
<b>Total Expenditures</b>	<u>75,000</u>	<u>110,760</u>	<u>101,505</u>	<u>9,255</u>
Net Changes in Fund Balances	(33,000)	(68,760)	(66,806)	1,954
<b>Fund Balances - Beginning of Year</b>	<u>200,388</u>	<u>200,388</u>	<u>200,388</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 167,388</u>	<u>\$ 131,628</u>	<u>\$ 133,582</u>	<u>\$ 1,954</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUSTICE COURT SECURITY FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 9,000	\$ 9,000	\$ 8,397	\$ (603)
<b>Total Revenues</b>	<u>9,000</u>	<u>9,000</u>	<u>8,397</u>	<u>(603)</u>
<b>Expenditures</b>				
Judicial				
Operations	<u>2,000</u>	<u>5,500</u>	<u>4,161</u>	<u>1,339</u>
<b>Total Expenditures</b>	<u>2,000</u>	<u>5,500</u>	<u>4,161</u>	<u>1,339</u>
Net Changes in Fund Balances	7,000	3,500	4,236	736
<b>Fund Balances - Beginning of Year</b>	<u>17,691</u>	<u>17,691</u>	<u>17,691</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 24,691</u>	<u>\$ 21,191</u>	<u>\$ 21,927</u>	<u>\$ 736</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**ANIMAL REGISTRATION FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 500	\$ 500	\$ 16	\$ (484)
<b>Total Revenues</b>	<u>500</u>	<u>500</u>	<u>16</u>	<u>(484)</u>
<b>Expenditures</b>				
Health and Social Services				
Operations	<u>500</u>	<u>9,349</u>	<u>8,849</u>	<u>500</u>
<b>Total Expenditures</b>	<u>500</u>	<u>9,349</u>	<u>8,849</u>	<u>500</u>
Net Changes in Fund Balances		(8,849)	(8,833)	16
<b>Fund Balances - Beginning of Year</b>	<u>8,833</u>	<u>8,833</u>	<u>8,833</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 8,833</u>	<u>\$ (16)</u>	<u>\$</u>	<u>\$ 16</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**COURT REPORTER SERVICE FUND - OTHER NON-MAJOR FUNDS**  
*For the Year Ended September 30, 2011*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 18,000	\$ 18,000	\$ 23,025	\$ 5,025
<b>Total Revenues</b>	<u>18,000</u>	<u>18,000</u>	<u>23,025</u>	<u>5,025</u>
<b>Expenditures</b>				
Judicial				
Operations	18,000	42,000	40,349	1,651
<b>Total Expenditures</b>	<u>18,000</u>	<u>42,000</u>	<u>40,349</u>	<u>1,651</u>
Net Changes in Fund Balances		(24,000)	(17,324)	6,676
<b>Fund Balances - Beginning of Year</b>	<u>17,406</u>	<u>17,406</u>	<u>17,406</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 17,406</u>	<u>\$ (6,594)</u>	<u>\$ 82</u>	<u>\$ 6,676</u>

**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**ALTERNATIVE DISPUTE RESOLUTION - OTHER NON-MAJOR FUNDS**  
**For the Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 18,000	\$ 18,000	\$ 20,047	\$ 2,047
<b>Total Revenues</b>	<u>18,000</u>	<u>18,000</u>	<u>20,047</u>	<u>2,047</u>
<b>Expenditures</b>				
Judicial				
Operations	18,000	18,000	5,420	12,580
<b>Total Expenditures</b>	<u>18,000</u>	<u>18,000</u>	<u>5,420</u>	<u>12,580</u>
Net Changes in Fund Balances			14,627	14,627
<b>Fund Balances - Beginning of Year</b>	<u>207,046</u>	<u>207,046</u>	<u>207,046</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 207,046</u>	<u>\$ 207,046</u>	<u>\$ 221,673</u>	<u>\$ 14,627</u>



**GUADALUPE COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**COURT INITIATED GUARDIANSHIP FUND - OTHER NON-MAJOR FUNDS**  
**For the Year Ended September 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Charges for Services	\$ 6,000	\$ 6,000	\$ 6,420	\$ 420
<b>Total Revenues</b>	<u>6,000</u>	<u>6,000</u>	<u>6,420</u>	<u>420</u>
<b>Expenditures</b>				
Judicial				
Operations	6,000	11,000	7,910	3,090
<b>Total Expenditures</b>	<u>6,000</u>	<u>11,000</u>	<u>7,910</u>	<u>3,090</u>
Net Changes in Fund Balances		(5,000)	(1,490)	3,510
<b>Fund Balances - Beginning of Year</b>	<u>17,240</u>	<u>17,240</u>	<u>17,240</u>	
<b>Fund Balances - End of Year</b>	<u>\$ 17,240</u>	<u>\$ 12,240</u>	<u>\$ 15,750</u>	<u>\$ 3,510</u>

**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
*September 30, 2011*

	<b>Workers'</b>	<b>Medical</b>	
	<b>Compensations</b>	<b>Benefits Fund</b>	<b>Total</b>
	<b>Fund</b>		
	<hr/>	<hr/>	<hr/>
<b>Assets</b>			
<b>Current assets:</b>			
Cash and cash equivalents	\$ 1,172,240	\$ 3,991,753	\$ 5,163,993
Accounts receivables, net	25,000	13,459	38,459
Interest receivable		10,434	10,434
Prepaid Expenses		115,893	115,893
<b>Total assets</b>	<hr/> 1,197,240 <hr/>	<hr/> 4,131,539 <hr/>	<hr/> 5,328,779 <hr/>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts payable		374,149	374,149
Deferred revenue		3,953	3,953
<b>Total liabilities</b>		<hr/> 378,102 <hr/>	<hr/> 378,102 <hr/>
<b>Net Assets</b>			
Restricted for future claims	664,236	3,200,271	3,864,507
Unrestricted	533,004	553,166	1,086,170
<b>Total net assets</b>	<hr/> \$ 1,197,240 <hr/>	<hr/> \$ 3,753,437 <hr/>	<hr/> \$ 4,950,677 <hr/>

**GUADALUPE COUNTY, TEXAS****COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS****INTERNAL SERVICE FUNDS***For the Year Ended September 30, 2011*

	<b>Workers'</b>	<b>Medical</b>	
	<b>Compensations</b>	<b>Benefits Fund</b>	<b>Total</b>
	<b>Fund</b>	<b>Fund</b>	
<b>Revenues</b>			
Fees Paid by County	\$ 521,145	\$ 3,323,088	\$ 3,844,233
Fees Paid by Employees		805,499	805,499
Other Premiums Paid		50,856	50,856
<b>Total operating revenues</b>	<u>521,145</u>	<u>4,179,443</u>	<u>4,700,588</u>
<b>Operating Expenses</b>			
Administrative charges	700	64,476	65,176
Insurance premiums	325,936	806,688	1,132,624
Benefit claims	8,026	3,457,313	3,465,339
<b>Total operating expenses</b>	<u>334,662</u>	<u>4,328,477</u>	<u>4,663,139</u>
Operating income (loss)	<u>186,483</u>	<u>(149,034)</u>	<u>37,449</u>
<b>Non-Operating Revenues (Expenses)</b>			
Miscellaneous Income		679	679
Interest and investment revenue	1,499	29,835	31,334
<b>Total non-operating revenue (expenses)</b>	<u>1,499</u>	<u>30,514</u>	<u>32,013</u>
Change in net assets	187,982	(118,520)	69,462
<b>Total net assets - beginning</b>	<u>1,009,258</u>	<u>3,871,957</u>	<u>4,881,215</u>
<b>Total net assets - ending</b>	<u>\$ 1,197,240</u>	<u>\$ 3,753,437</u>	<u>\$ 4,950,677</u>



**GUADALUPE COUNTY, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
*For the Year Ended September 30, 2011*

	<b>Workers' Compensations Fund</b>	<b>Medical Benefits Fund</b>	<b>Total</b>
<b>Cash Flows from Operating Activities:</b>			
Cash Received from Participants	\$ 521,145	\$ 4,226,623	\$ 4,747,768
Disbursed for personnel services	(700)	(64,476)	(65,176)
Cash Paid to Benefit Claims & Excess Coverage	(339,823)	(4,435,166)	(4,774,989)
<b>Net cash provided (used) by operating activities</b>	<u>180,622</u>	<u>(273,019)</u>	<u>(92,397)</u>
<b>Cash Flows from Non-Capital Financing Activities:</b>			
Miscellaneous Cash Receipts		679	679
<b>Net cash provided by (used by) noncapital financing activities</b>		<u>679</u>	<u>679</u>
<b>Cash Flows from Investing Activities</b>			
Interest received	1,499	29,835	31,334
<b>Net cash provided by (used by) investing activities</b>	<u>1,499</u>	<u>29,835</u>	<u>31,334</u>
<b>Net increase/(decrease) in cash and equivalents</b>	182,121	(242,505)	(60,384)
Cash and equivalents, beginning of year	990,119	4,234,258	5,224,377
<b>Cash and equivalents, at end of year</b>	<u>\$ 1,172,240</u>	<u>\$ 3,991,753</u>	<u>\$ 5,163,993</u>
<b>Reconciliation of operating income to net cash provided by operating activities</b>			
Operating income (loss)	\$ 186,483	\$ (149,034)	\$ 37,449
<b>Adjustments to reconcile operating income to net cash provided by operating activities:</b>			
(Increase) decrease in accounts receivable		47,180	47,180
(Increase) decrease in prepaid expenses		(49,379)	(49,379)
Increase (decrease) in accounts payable	(5,861)	(121,786)	(127,647)
<b>Net cash provided by operating activities</b>	<u>\$ 180,622</u>	<u>\$ (273,019)</u>	<u>\$ (92,397)</u>

**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
*September 30, 2011*

	<b>Agency Funds</b>			
	<b>Bail Bond Security</b>	<b>Inmate Fund</b>	<b>Tax Assessor- Collector</b>	<b>District Clerk Trust &amp; Registry</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 254,924	\$ 22,984	\$ 1,691,896	\$ 1,289,779
Certificates of Deposit	60,000			
<b>Total Assets</b>	<b>\$ 314,924</b>	<b>\$ 22,984</b>	<b>\$ 1,691,896</b>	<b>\$ 1,289,779</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 314,924	\$ 22,984	\$ 1,691,896	\$ 1,289,779
<b>Total Liabilities</b>	<b>\$ 314,924</b>	<b>\$ 22,984</b>	<b>\$ 1,691,896</b>	<b>\$ 1,289,779</b>

*The accompanying notes are an integral part of these financial statements.*

**Agency Funds**

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<u>County Clerk Registry</u>	<u>Adult Probation</u>	<u>Child Protection</u>	<u>County Attorney</u>	<u>Unclaimed Property</u>	<u>Total Agency Funds</u>
\$ 803,917	\$ 364,245	\$ 2,788	\$ 13,279	\$ 30,629	\$ 4,474,441
<u>\$ 803,917</u>	<u>\$ 364,245</u>	<u>\$ 2,788</u>	<u>\$ 13,279</u>	<u>\$ 30,629</u>	<u>\$ 4,534,441</u>
<u>\$ 803,917</u>	<u>\$ 364,245</u>	<u>\$ 2,788</u>	<u>\$ 13,279</u>	<u>30,629</u>	<u>4,534,441</u>
<u>\$ 803,917</u>	<u>\$ 364,245</u>	<u>\$ 2,788</u>	<u>\$ 13,279</u>	<u>\$ 30,629</u>	<u>\$ 4,534,441</u>





**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**For the Year Ended September 30, 2011**

	Balance 10/1/2010	Additions	Deletions	Balance 9/30/2011
<b>Bail Bond Security</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 160,082	\$ 288,842	\$ 194,000	\$ 254,924
Certificates of Deposit	60,000			60,000
<b>Total Assets</b>	<b>\$ 220,082</b>	<b>\$ 288,842</b>	<b>\$ 194,000</b>	<b>\$ 314,924</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 220,082	\$ 288,842	\$ 194,000	\$ 314,924
<b>Total Liabilities</b>	<b>\$ 220,082</b>	<b>\$ 288,842</b>	<b>\$ 194,000</b>	<b>\$ 314,924</b>
<b>Inmate Fund</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 17,739	\$ 551,502	\$ 546,257	\$ 22,984
<b>Total Assets</b>	<b>\$ 17,739</b>	<b>\$ 551,502</b>	<b>\$ 546,257</b>	<b>\$ 22,984</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 17,739	\$ 551,502	\$ 546,257	\$ 22,984
<b>Total Liabilities</b>	<b>\$ 17,739</b>	<b>\$ 551,502</b>	<b>\$ 546,257</b>	<b>\$ 22,984</b>
<b>Tax Assessor-Collector</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 1,527,120	\$ 198,351,623	\$ 198,186,847	\$ 1,691,896
<b>Total Assets</b>	<b>\$ 1,527,120</b>	<b>\$ 198,351,623</b>	<b>\$ 198,186,847</b>	<b>\$ 1,691,896</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 1,527,120	\$ 198,351,623	\$ 198,186,847	\$ 1,691,896
<b>Total Liabilities</b>	<b>\$ 1,527,120</b>	<b>\$ 198,351,623</b>	<b>\$ 198,186,847</b>	<b>\$ 1,691,896</b>
<b>District Clerk Trust &amp; Registry</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 1,393,029	\$ 2,091,486	\$ 2,194,736	\$ 1,289,779
<b>Total Assets</b>	<b>\$ 1,393,029</b>	<b>\$ 2,091,486</b>	<b>\$ 2,194,736</b>	<b>\$ 1,289,779</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 1,393,029	\$ 2,091,486	\$ 2,194,736	\$ 1,289,779
<b>Total Liabilities</b>	<b>\$ 1,393,029</b>	<b>\$ 2,091,486</b>	<b>\$ 2,194,736</b>	<b>\$ 1,289,779</b>

**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**For the Year Ended September 30, 2011**

	Balance 10/1/2010	Additions	Deletions	Balance 9/30/2011
<b>County Clerk Registry</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 914,193	\$ 965,471	\$ 1,075,747	\$ 803,917
<b>Total Assets</b>	<b>\$ 914,193</b>	<b>\$ 965,471</b>	<b>\$ 1,075,747</b>	<b>\$ 803,917</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 914,193	\$ 965,471	\$ 1,075,747	\$ 803,917
<b>Total Liabilities</b>	<b>\$ 914,193</b>	<b>\$ 965,471</b>	<b>\$ 1,075,747</b>	<b>\$ 803,917</b>
<b>Adult Probation</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 239,901	\$ 2,060,107	\$ 1,935,763	\$ 364,245
<b>Total Assets</b>	<b>\$ 239,901</b>	<b>\$ 2,060,107</b>	<b>\$ 1,935,763</b>	<b>\$ 364,245</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 239,901	\$ 2,060,107	\$ 1,935,763	\$ 364,245
<b>Total Liabilities</b>	<b>\$ 239,901</b>	<b>\$ 2,060,107</b>	<b>\$ 1,935,763</b>	<b>\$ 364,245</b>
<b>Child Protection</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 7,810	\$ 13,550	\$ 18,572	\$ 2,788
<b>Total Assets</b>	<b>\$ 7,810</b>	<b>\$ 13,550</b>	<b>\$ 18,572</b>	<b>\$ 2,788</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 7,810	\$ 13,550	\$ 18,572	\$ 2,788
<b>Total Liabilities</b>	<b>\$ 7,810</b>	<b>\$ 13,550</b>	<b>\$ 18,572</b>	<b>\$ 2,788</b>
<b>County Attorney</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 12,962	\$ 90,259	\$ 89,942	\$ 13,279
<b>Total Assets</b>	<b>\$ 12,962</b>	<b>\$ 90,259</b>	<b>\$ 89,942</b>	<b>\$ 13,279</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 12,962	\$ 90,259	\$ 89,942	\$ 13,279
<b>Total Liabilities</b>	<b>\$ 12,962</b>	<b>\$ 90,259</b>	<b>\$ 89,942</b>	<b>\$ 13,279</b>

**GUADALUPE COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**For the Year Ended September 30, 2011**

	Balance 10/1/2010	Additions	Deletions	Balance 9/30/2011
<b>Unclaimed Property</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 26,448	\$ 4,281	\$ 100	\$ 30,629
<b>Total Assets</b>	<b>\$ 26,448</b>	<b>\$ 4,281</b>	<b>\$ 100</b>	<b>\$ 30,629</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 26,448	\$ 4,281	\$ 100	\$ 30,629
<b>Total Liabilities</b>	<b>\$ 26,448</b>	<b>\$ 4,281</b>	<b>\$ 100</b>	<b>\$ 30,629</b>
<b>Total All Agency Funds</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 4,299,284	\$ 204,417,121	\$ 204,241,964	\$ 4,474,441
Certificates of Deposit	60,000			60,000
<b>Total Assets</b>	<b>\$ 4,359,284</b>	<b>\$ 204,417,121</b>	<b>\$ 204,241,964</b>	<b>\$ 4,534,441</b>
<b>Liabilities</b>				
Funds Held for Others	\$ 4,359,284	\$ 204,417,121	\$ 204,241,964	\$ 4,534,441
<b>Total Liabilities</b>	<b>\$ 4,359,284</b>	<b>\$ 204,417,121</b>	<b>\$ 204,241,964</b>	<b>\$ 4,534,441</b>

**GUADALUPE COUNTY, TEXAS  
STATISTICAL SECTION  
SEPTEMBER 30, 2011**

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

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

Assessed Value and Actual Value of Property  
Property Tax Levies and Collections  
Property Tax Rates – All Overlapping Governments  
Principal Taxpayers

*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

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

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, 2011**

*Operating Information*

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 EIGHT FISCAL YEARS**

*Amounts in (000's)*

*(Accrual Basis of Accounting)*

	<b>Fiscal Year</b>			
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
<b>Governmental Activities</b>				
Invested in capital assets, net of related debt	\$ 8,147	\$ 22,322	\$ 24,513	\$ 25,664
Restricted	141	49	269	317
Unrestricted	12,497	14,094	16,778	21,946
<b>Total governmental activities net assets</b>	<b>\$ 20,785</b>	<b>\$ 36,465</b>	<b>\$ 41,560</b>	<b>\$ 47,927</b>

\*GASB 34 was implemented in fiscal year 2004, therefore 10 years of data is unavailable

<b>Fiscal Year</b>			
<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
\$ 29,640	\$ 28,247	\$ 36,383	\$ 39,013
157	187	257	5,655
<u>25,510</u>	<u>32,391</u>	<u>26,766</u>	<u>20,922</u>
<u>\$ 55,307</u>	<u>\$ 60,825</u>	<u>\$ 63,406</u>	<u>\$ 65,590</u>

**GUADALUPE COUNTY, TEXAS**

**CHANGES IN NET ASSETS**

*Last Eight Fiscal Years\**

*(Accrual Basis of Accounting)*

	<b>Fiscal Year</b>			
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
<b>Expenses</b>				
<b>Governmental Activities:</b>				
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 Support	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
Capital outlay				
<b>Total governmental activities expenses</b>	<u>30,073,239</u>	<u>31,480,022</u>	<u>34,572,138</u>	<u>36,862,852</u>
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
<b>Charges for services:</b>				
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 Support	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
<b>Total governmental activities program revenues</b>	<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	(20,354,890)	(21,528,846)	(22,620,065)	(24,193,278)
<b>Total primary government net expense</b>	<u>\$ (20,354,890)</u>	<u>\$ (21,528,846)</u>	<u>\$ (22,620,065)</u>	<u>\$ (24,193,278)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
<b>Governmental Activities:</b>				
<b>Taxes:</b>				
Property taxes	\$ 19,235,320	\$ 20,624,494	\$ 22,471,764	\$ 25,171,944
Sales and use taxes	3,232,326	3,634,415	4,092,473	4,684,240
Other Taxes	66,857	70,768	87,224	108,678
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	(915,189)			
<b>Total governmental activities</b>	<u>21,823,230</u>	<u>24,836,620</u>	<u>27,714,383</u>	<u>30,561,552</u>
<b>Changes in Net Assets:</b>				
Governmental activities	\$ 1,468,340	\$ 3,307,774	\$ 5,094,318	\$ 6,368,274
<b>Total primary government</b>	<u>\$ 1,468,340</u>	<u>\$ 3,307,774</u>	<u>\$ 5,094,318</u>	<u>\$ 6,368,274</u>

\*GASB 34 was implemented in fiscal year 2004, therefore 10 years of data is unavailable



<b>Fiscal Year</b>			
<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
\$ 6,854,394	7,830,513	8,674,334	9,496,276
8,197,806	8,586,200	9,089,541	7,997,761
14,849,005	16,676,072	17,710,994	20,122,322
4,186,228	4,538,561	5,007,359	5,587,963
4,101,436	4,248,397	4,517,483	4,417,310
503,508	651,252	818,503	767,308
38,692,377	42,530,995	45,818,214	48,388,940
\$ 2,546,800	\$ 1,507,493	\$ 1,560,440	2,472,200
1,503,238	2,145,790	2,203,309	1,609,124
3,705,631	4,147,677	3,243,420	2,801,568
539,205	61,622	1,519,542	2,109,106
168,551	483,601	79,179	21,647
2,520,114	2,687,547	3,029,805	3,159,332
278,160	118,790		211,441
11,261,699	11,152,520	11,635,695	12,384,418
(27,430,678)	(31,378,475)	(34,182,519)	(36,004,522)
\$ (27,430,678)	\$ (31,378,475)	\$ (34,182,519)	\$ (36,004,522)
\$ 26,253,635	\$ 29,538,431	\$ 30,476,717	\$ 32,904,361
4,748,085	4,669,169	4,671,993	5,251,331
2,270,859	2,315,443	1,099,123	
1,056,795	486,557	339,255	248,979
441,014	57,832	98,877	38,855
38,717	28,756	77,230	(255,617)
34,809,105	37,096,188	36,763,195	38,187,909
\$ 7,378,427	\$ 5,717,713	\$ 2,580,676	\$ 2,183,387
\$ 7,378,427	\$ 5,717,713	\$ 2,580,676	\$ 2,183,387

**GUADALUPE COUNTY, TEXAS**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
*Last Eight Fiscal Years\**  
*(Modified Accrual Basis of Accounting)*

	<b>Fiscal Year</b>			
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
<b>General fund</b>				
Nonspendable:				
Prepaid items	\$ 360,903	\$ 317,035	\$ 326,353	\$ 344,315
Inventories				
Restricted:				
Special Revenue Funds				
Committed				
Assigned for other purposes				
Unassigned	6,414,783	7,000,966	8,021,229	10,665,523
<b>Total General fund</b>	<u>\$ 6,775,686</u>	<u>\$ 7,318,001</u>	<u>\$ 8,347,582</u>	<u>\$ 11,009,838</u>
 <b>All other governmental funds</b>				
Nonspendable:				
Prepaid items	\$ 90,717	\$ 79,505	\$ 112,574	\$ 109,945
Inventories	22,268	18,285	17,442	19,221
Restricted:				
Debt Service Fund	140,792	49,275	173,107	227,801
Road & Bridge	960,528	537,559	677,339	996,863
Juvenile Services	999,373	1,244,188	1,411,294	1,751,249
Special Revenue Funds	1,003,740	1,289,185	1,698,720	2,214,219
Committed	406,330	425,854	904,592	1,426,794
Assigned for other purposes	4,265	3,839	1,076	2,186
<b>Total all other governmental funds</b>	<u>\$ 3,628,012</u>	<u>\$ 3,647,690</u>	<u>\$ 4,996,144</u>	<u>\$ 6,748,278</u>

\*GASB 34 was implemented in fiscal year 2004, therefore 10 years of data is unavailable

Note: In conforming to provisions of GASB Statement No. 54, fund balances of prior periods were restated to the new fund balance classifications.

<b>Fiscal Year</b>			
<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
\$ 316,860	\$ 237,078	\$ 279,507	\$ 341,437
			1,213,652
			500,000
			1,440
<u>10,341,481</u>	<u>12,538,034</u>	<u>12,677,955</u>	<u>13,627,254</u>
<u>\$ 10,658,341</u>	<u>\$ 12,775,112</u>	<u>\$ 12,957,462</u>	<u>\$ 15,683,783</u>
\$ 169,500	\$ 96,670	\$ 142,836	\$ 5,971
19,890	24,770	11,946	153,210
59,450	121,656	190,722	118,880
1,224,041	1,693,341	1,493,286	1,096,300
2,312,682	2,405,109	2,299,568	1,625,907
2,558,077	7,817,619	2,979,695	1,599,956
2,602,416	1,428,334	1,042,555	299,284
5,137	5,750	4,454	
<u>\$ 8,951,193</u>	<u>\$ 13,593,248</u>	<u>\$ 8,165,063</u>	<u>\$ 4,899,508</u>

**GUADALUPE COUNTY, TEXAS**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
*Last Eight Fiscal Years*  
*(Modified Accrual Basis of Accounting)*

	Fiscal Year			
	2004	2005	2006	2007
<b>Revenues</b>				
Taxes				
Property Tax	\$ 19,155,941	\$ 20,510,392	\$ 22,482,429	\$ 25,153,434
Sales and Use Tax	3,232,326	3,634,415	4,092,473	4,684,240
Other Tax	66,857	70,768	87,224	108,678
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 forfeitures	1,609,128	1,525,235	1,408,682	1,581,621
Earnings on Investments				
Miscellaneous	568,696	1,557,121	1,509,821	1,903,950
<b>Total Revenues</b>	<u>32,361,962</u>	<u>34,629,989</u>	<u>39,393,278</u>	<u>43,689,971</u>
<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			
<b>Debt Service:</b>				
Principal	580,000	610,000	755,000	710,000
Interest and other charges	806,204	641,278	576,292	503,193
Capital outlay	848,756	1,381,486	2,665,147	3,340,601
<b>Total Expenditures</b>	<u>30,388,214</u>	<u>34,067,996</u>	<u>37,085,640</u>	<u>39,322,097</u>
Excess of revenues over (under) expenditures	1,973,748	561,993	2,307,638	4,367,874
<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>			<u>70,397</u>	
Net change in fund balances	<u>\$ 1,973,748</u>	<u>\$ 561,993</u>	<u>\$ 2,378,035</u>	<u>\$ 4,367,874</u>
Debt service as a percentage of noncapital expenditures	4.7%	3.8%	3.9%	3.4%

\*GASB 34 was implemented in fiscal year 2004, therefore 10 years of data is unavailable

\*\* 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.

**Fiscal Year**

	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
\$	26,611,093	\$ 29,621,599	\$ 30,423,558	\$ 32,821,340
	4,478,085	4,669,169	4,671,993	5,128,516
	2,270,859	2,315,443	2,228,974	2,388,717
	174,066	193,672	210,420	104,418
	2,515,488	2,747,324	2,683,829	5,100,213
	6,216,774	6,183,246	5,686,786	3,177,371
	1,622,058	1,578,473	1,444,721	1,205,879
				200,772
	1,919,731	984,918	841,804	232,309
	<u>45,808,154</u>	<u>48,293,844</u>	<u>48,192,085</u>	<u>50,359,535</u>
	7,163,247	7,113,606	7,617,893	8,568,776
	7,901,046	8,442,959	8,848,004	7,704,889
	14,729,591	16,318,027	16,028,646	18,981,948
	5,888,136	6,321,518	6,340,086	6,906,632
	4,177,704	3,901,306	5,008,854	4,700,120
	745,000	785,000	1,300,000	1,355,000
	467,872	626,269	770,907	723,717
	2,884,140	7,926,332	7,523,530	1,957,688
	<u>43,956,736</u>	<u>51,435,017</u>	<u>53,437,920</u>	<u>50,898,770</u>
	1,851,418	(3,141,173)	(5,245,835)	(539,235)
	5,140,149	3,484,687	4,774,195	3,377,880
	(5,140,149)	(3,484,687)	(4,774,195)	(3,377,880)
		9,900,000		
		<u>9,900,000</u>		
\$	<u>1,851,418</u>	<u>\$ 6,758,827</u>	<u>\$ (5,245,835)</u>	<u>\$ (539,235)</u>
	3.0%	3.2%	4.5%	4.2%

**GUADALUPE COUNTY, TEXAS**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE**  
**OF TAXABLE PROPERTY**  
*Last Eight Fiscal Years*

<b>Fiscal Year</b>	<b>Tax Year</b>	<b>Residential Property</b>	<b>Commercial Property</b>	<b>Less Tax Exempt Property</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>
2004	2003	\$ 3,341,149,747	\$ 2,446,311,383	\$ (68,013,302)	\$ 5,719,447,828	0.41310
2005	2004	3,708,328,379	2,658,083,793	(77,589,283)	6,288,822,889	0.40310
2006	2005	4,276,407,896	3,009,464,940	(89,647,194)	7,196,225,642	0.40310
2007	2006	3,273,445,772	3,232,976,019	(710,915,455)	5,795,506,336	0.40310
2008	2007	3,801,163,960	3,723,829,203	(770,637,228)	6,754,355,935	0.38950
2009	2008	4,283,693,767	4,202,573,297	(845,486,480)	7,640,780,584	0.38950
2010	2009	4,512,457,632	4,324,796,339	(934,247,537)	7,903,006,434	0.38950
2011	2010	4,618,109,053	6,020,048,028	(3,275,778,831)	7,362,378,250	0.39990

\*GASB 34 was implemented in fiscal year 2004, therefore 10 years of data is unavailable

Source: Guadalupe County Appraisal District

Note: Tax rates are per \$100 of assessed value.

**GUADALUPE COUNTY, TEXAS**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
*Last Eight Fiscal Years*

<b>Fiscal Year</b>	<b>Tax Year</b>	<b>Total Tax Levy for Fiscal Year</b>	<b>Collected Within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
			<b>Amount</b>	<b>Percent of Levy</b>	<b>Amount</b>	<b>Amount</b>	<b>Percent of Levy</b>
2004	2003	\$ 17,270,475	\$ 16,756,882	97.0%	\$ 475,063	\$ 17,231,945	99.8%
2005	2004	18,616,842	18,024,097	96.8%	541,098	18,565,195	99.7%
2006	2005	20,428,930	19,898,422	97.4%	472,810	20,371,232	99.7%
2007	2006	23,035,688	22,566,576	98.0%	383,696	22,950,272	99.6%
2008	2007	22,099,651	21,547,799	97.5%	456,795	22,004,594	99.6%
2009	2008	24,547,982	23,948,004	97.6%	429,820	24,377,824	99.3%
2010	2009	29,973,693	29,406,738	98.1%	320,515	29,727,253	99.2%
2011	2010	28,066,450	27,572,118	98.2%		27,572,118	98.2%

**GUADALUPE COUNTY, TEXAS**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
*Last Ten Fiscal Years*

<b>Fiscal Year</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>
<b>Tax Year</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
<b>Tax Rates</b>				
Guadalupe County	\$ 0.34990	\$ 0.36680	\$ 0.36540	\$ 0.35300
Lateral Road	0.04200	0.04630	0.04770	0.05000
Total tax rate	<u>\$ 0.39190</u>	<u>\$ 0.41310</u>	<u>\$ 0.41310</u>	<u>\$ 0.40300</u>
<i>Cities:</i>				
City of Seguin	\$ 0.38910	\$ 0.40070	\$ 0.39760	\$ 0.40210
City of Shertz	0.38260	0.38250	0.38250	0.36700
City of Cibolo	0.35763	0.32150	0.28950	0.26950
City of Marion	0.34950	0.37950	0.37910	0.38560
City of Selma	0.39000	0.37000	0.34900	0.31990
City of New Braunfels	0.31360	0.31850	0.37110	0.44833
City of San Marcos	0.47100	0.47100	0.47100	0.47100
City of Santa Clara				
<i>School Districts</i>				
Schertz-UC ISD	1.71000	1.73000	1.78000	1.74000
Marion ISD	1.15440	1.78000	1.78000	1.76790
Seguin ISD	1.64000	1.68500	1.68500	1.69440
Navarro ISD	1.65450	1.63800	1.62030	1.85510
Comal ISD	1.85000	1.80000	1.83000	1.82000
Luling ISD	1.15000	1.23950	1.27000	1.30500
La Vernia ISD	1.46200	1.59320	1.59000	1.71000
New Braunfels ISD	1.92100	1.85500	1.85500	1.82000
Nixon-Smiley ISD	1.27900	1.30000	1.30000	1.33320
Prairie Lea ISD	1.34480	1.34850	1.41480	1.41480
San Marcos ISD	1.42960	1.60000	1.60000	1.73000
Guadalupe County MUD #1	0.43000			
Guadalupe County MUD #2	1.17110			
York Creek Water	0.00330	0.00330	0.00330	0.00340



<b>2006 2005</b>	<b>2007 2006</b>	<b>2008 2007</b>	<b>2009 2008</b>	<b>2010 2009</b>	<b>2011 2010</b>
\$ 0.35310	\$ 0.34810	\$ 0.32950	\$ 0.32950	\$ 0.33450	\$ 0.34490
0.05000	0.05500	0.06000	0.06000	0.05500	0.05500
<u>\$ 0.40310</u>	<u>\$ 0.40310</u>	<u>\$ 0.38950</u>	<u>\$ 0.38950</u>	<u>\$ 0.38950</u>	<u>\$ 0.39990</u>
\$ 0.43260	\$ 0.48140	\$ 0.48230	\$ 0.48230	\$ 0.46000	\$ 0.48930
0.39770	0.43170	0.40900	0.40900	0.43420	0.44930
0.31780	0.31860	0.31860	0.31860	0.41000	0.41930
0.39000	0.39000	0.36880	0.39800	0.38240	0.43490
0.31930	0.28650	0.26210	0.24980	2.65000	0.27930
0.42561	0.40990	0.40990	0.40990	0.40990	0.40980
0.47020	0.47020	0.53020	0.53020	0.53020	0.53020
				0.12000	0.12000
1.72000	1.61000	1.31500	1.38500	1.42000	1.43500
1.69050	1.53150	1.23000	1.23000	1.22000	1.31000
1.68900	1.53510	1.16000	1.24980	1.24980	1.24980
1.88000	1.82000	1.44000	1.44000	1.44000	1.46000
1.82000	1.64000	1.31000	1.31000	1.31000	1.37000
1.34500	1.23900	1.03900	1.03900	1.03900	1.03900
1.69000	1.51760	1.37880	1.37880	1.42500	1.40500
1.82000	1.65250	1.33880	1.33880	1.33910	1.33910
1.33320	1.25620	1.06640	1.06640	1.07600	1.26500
1.20000	1.10000	0.94000	0.94000	0.94000	0.95000
1.83000	1.70000	1.37000	1.37000	1.37000	1.35000
0.00340	0.00380	0.00380	0.00380	0.00380	0.00380

**GUADALUPE COUNTY, TEXAS**

**PRINCIPAL PROPERTY TAXPAYERS**

*Current Year and Ten Years Ago*

<b>Taxpayer</b>	<b>Fiscal Year 2011</b>			<b>Fiscal Year 2001</b>		
	<b>Tax Year 2010</b>		<b>% of Total Assessed Valuation</b>	<b>Tax Year 2000</b>		<b>% of Total Assessed Valuation</b>
	<b>Taxable Assessed Value (\$1000)</b>	<b>Rank</b>		<b>Taxable Assessed Value (\$1000)</b>	<b>Rank</b>	
Guadalupe Power Partners	\$ 138,517	1	1.9%	\$ 260,418	1	8.6%
Rio Nogales Power Project	114,087	2	1.5%			
CMC Steel, Inc.	89,809	3	1.2%	45,406	3	1.5%
Texas Petroleum Investment	72,500	4	1.0%			
LCRA Transmission Services	85,154	5	1.2%			
Temic Automotive	33,865	6	0.5%			
San Antonio MTA	23,289	7	0.3%			
Southwestern Bell	22,879	8	0.3%	32,036	4	1.1%
Guadalupe Valley Electric Co-Op	19,161	9	0.3%	14,559	9	0.5%
ADH-Vantage at Schertz LLC.	16,885	10	0.2%			
Hexcel Corp				15,760	7	0.5%
San Filippi John & Son, Inc.				16,480	6	0.5%
Motorola				103,267	2	3.4%
Vintage Petroleum, Inc.				19,827	5	0.7%
H.E. Butt Grocery Store				14,591	8	0.5%
Wal-Mart Store #901				12,135	10	0.4%
	616,146		8.4%	534,479		17.7%
Other taxpayers	6,746,232		91.6%	2,489,438		82.3%
<b>Total Assessed Valuation</b>	<b>\$ 7,362,378</b>		<b>100.0%</b>	<b>\$ 3,023,917</b>		<b>100.0%</b>

Source - Tax assessor/collector's records

**GUADALUPE COUNTY, TEXAS**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
*Last Eight Fiscal Years*

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Certificates of Obligation</b>	<b>Tax Notes</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value* of Property</b>
2004	\$ 345,000	\$13,020,000	\$	\$ 140,792	\$ 13,224,208	0.23%
2005	75,000	12,680,000		49,274	\$ 12,705,726	0.20%
2006	9,385,000	2,935,000		173,107	\$ 12,146,893	0.17%
2007	9,355,000	2,255,000		227,801	\$ 11,382,199	0.20%
2008	9,325,000	2,255,000		59,450	\$ 11,520,550	0.17%
2009	9,290,000	790,000	9,900,000	121,656	\$ 19,858,344	0.26%
2010	9,255,000		9,425,000	190,723	\$ 18,489,277	0.23%
2011	8,395,000		8,930,000	118,880	\$ 17,206,120	0.23%

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

\* See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

\*\* Population data can be found in the Schedule of Demographic and Economic Statistics.

**GUADALUPE COUNTY, TEXAS**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**

*Last Eight Fiscal Years*

<b>Governmental Activities</b>						<b>Percentage of Actual Taxable value of Property</b>	
<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Certificates of Obligation</b>	<b>Tax Notes</b>	<b>Total Primary Government</b>	<b>Percentage of Personal Income*</b>		<b>Per Capita*</b>
2004	\$ 345,000	\$ 13,020,000	\$	\$ 13,365,000	0.5%	0.2%	135
2005	75,000	12,680,000		12,755,000	0.4%	0.2%	125
2006	9,385,000	2,935,000		12,320,000	0.4%	0.2%	114
2007	9,355,000	2,255,000		11,610,000	0.3%	0.2%	103
2008	3,955,000	2,255,000		6,210,000	0.1%	0.1%	53
2009	9,290,000	790,000	9,900,000	19,980,000	0.5%	0.3%	165
2010	9,255,000		9,425,000	18,680,000	0.4%	0.2%	154
2011	8,395,000		8,930,000	17,325,000	0.4%	0.2%	143

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

\* Population data can be found in the Schedule of Demographic and Economic Statistics.

**GUADALUPE COUNTY, TEXAS**  
**DIRECT AND ESTIMATED OVERLAPPING**  
**GOVERNMENTAL ACTIVITIES DEBT**  
*September 30, 2011*

<u>Taxing Jurisdiction</u>	<u>Gross Debt</u>	<u>Overlapping</u>	
		<u>Percentage</u>	<u>Amount</u>
Cibolo, City of	\$ 31,740,000	100.00%	\$ 31,740,000
Comal ISD	528,018,223	2.81%	14,837,312
La Vernia ISD	48,845,189	11.16%	5,451,123
Luling ISD	3,730,000	22.37%	834,401
Luling, City of	5,380,000	1.54%	82,852
Marion ISD	1,010,000	100.00%	1,010,000
Marion, City of	55,000	100.00%	55,000
Navarro ISD	24,895,190	100.00%	24,895,190
New Braunfels ISD	133,002,970	18.29%	24,326,243
New Braunfels, City of	88,945,000	13.74%	12,221,043
Nixon-Smiley CISD	13,802,500	2.08%	287,092
Prairie Lea ISD	none	29.33%	
San Marcos CISD	119,384,959	5.62%	6,709,435
San Marcos, City of	212,115,000	0.07%	148,481
Schertz, City of	68,725,000	80.96%	55,639,760
Schertz-Cibolo-Universal ISD	272,675,515	90.20%	245,953,315
Seguin ISD	75,416,084	100.00%	75,416,084
Seguin, City of	45,590,000	100.00%	45,590,000
Selma, City of	11,595,000	28.74%	3,332,403
<b>Total Overlapping Debt</b>			<b>\$ 548,529,734</b>
Guadalupe County			<u>16,964,785</u>
<b>Total Direct and Overlapping Debt</b>			<b><u>\$ 565,494,519</u></b>
Ratio of Direct and Overlapping Funded Debt to 2010 Taxable Assessed Valuation			7.16%
Per Capita Debt - Direct and Overlapping			\$ 4,657

*Source: Municipal Advisory Council*

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Guadalupe County. This process recognizes that, when considering the county's ability to issue and repay long-term debt, the entire burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

For debt repaid with property taxes, the percentage of overlapping debt for the school district not wholly located with the boundaries of Guadalupe County was estimated by determining the portion of the entities' taxable assessed value within the county's boundaries and divided its total taxable assessed value.

**GUADALUPE COUNTY, TEXAS**  
**COMPUTATION OF LEGAL DEBT MARGINS**  
**SEPTEMBER 30, 2011**

Assessed Value	\$ 7,362,378,250
Debt Limit (10% of assessed value)	736,237,825
Outstanding Debt	17,206,120
Less amount set aside for repayment of general obligation debt	<u>(118,880)</u>
Total net debt applicable to limit	17,087,240
Economic Debt Margin	719,150,585

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Debt Limit	\$ 743,927,371	\$ 764,078,058	\$ 790,300,643	\$ 736,237,825
Total Net Debt Applicable to Limit	<u>10,865,000</u>	<u>19,858,344</u>	<u>18,489,277</u>	<u>17,206,120</u>
Economic Debt Margin	<u>\$ 733,062,371</u>	<u>\$ 744,219,714</u>	<u>\$ 771,811,366</u>	<u>\$ 719,031,705</u>

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Debt Limit	\$ 571,944,783	\$ 628,882,289	\$ 7,196,255,642	\$ 753,424,760
Total Net Debt Applicable to Limit	<u>13,224,208</u>	<u>(12,705,726)</u>	<u>12,146,893</u>	<u>11,382,919</u>
Economic Debt Margin	<u>\$ 558,720,575</u>	<u>\$ 641,588,015</u>	<u>\$ 7,184,108,749</u>	<u>\$ 742,041,841</u>

**GUADALUPE COUNTY, TEXAS**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
*Last Nine Fiscal Years*

<b>Fiscal Year</b>	<b>Population (A)</b>	<b>Personal Income<sup>1</sup> (\$000's)</b>	<b>Per Capita Income<sup>1</sup></b>	<b>Unemployment Rate<sup>2</sup></b>
2003	96,445	\$ 2,438,732	\$ 25,286	5.3%
2004	99,038	2,694,301	27,205	4.9%
2005	102,313	3,031,534	29,630	4.6%
2006	107,670	3,328,128	30,910	4.3%
2007	112,581	3,753,914	33,344	3.8%
2008	117,341	4,173,088	35,564	4.4%
2009	121,432	4,370,052	35,988	6.4%
2010 (3)	121,432	4,370,052	35,988	6.9%
2011 (3)	121,432	4,370,052	35,988	6.9%

Data Sources:

- 1 - U.S. Census
- 2 - Texas Workforce Commission
- 3 - 2010 and 2011 data was not released at time of publication

Note: Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average.





**GUADALUPE COUNTY, TEXAS****PRINCIPAL EMPLOYERS***Current Year*

<b>Employer</b>	<b>2011</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total County Employment*</b>
Schertz-Cibolo-Universal City ISD	1,593	1	5.3%
Continental AG (Motorola)	1,340	2	4.5%
Texas Power System/CAT	1,150	3	3.9%
Seguin Independent School District	1,097	4	3.7%
CMC Steel	786	5	2.6%
Tyson Foods	700	6	2.3%
Guadalupe Regional Medical Center	693	7	2.3%
Walmart	690	8	2.3%
Guadalupe County	579	9	1.9%
Vision Works	579	10	1.9%
	<u>9,207</u>		<u>30.7%</u>

Note: Comparative information for 9 years ago is not readily available

Source: Seguin Economic Development Corporation, Schertz Economic  
Development Corporation, Texas Workforce Commission

**GUADALUPE COUNTY, TEXAS**  
**CAPITAL ASSETS STATISTICS BY FUNCTION**  
*Last Eight Fiscal Years*

<b>Function</b>	<b>Fiscal Year</b>			
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
<b>General government</b>				
Land	\$ 205,822	\$ 205,822	\$ 205,822	\$ 205,822
Buildings	3,622,547	2,743,781	2,743,781	3,010,782
Equipment	973,006	1,161,973	1,262,209	1,579,678
Vehicles	82,276	79,961	70,396	112,060
Totals	\$ 4,883,651	\$ 4,191,537	\$ 4,282,208	\$ 4,908,342
<b>Judicial</b>				
Land	\$ 57,399	\$ 57,399	\$ 57,399	\$ 108,110
Buildings	6,388,736	6,388,736	6,803,669	6,819,196
Equipment	121,474	200,607	206,016	165,446
Vehicles	134,766	123,156	138,515	126,906
Totals	\$ 6,702,375	\$ 6,769,898	\$ 7,205,599	\$ 7,219,658
<b>Public Safety</b>				
Land	\$ 745,042	\$ 788,085	\$ 788,085	\$ 788,085
Buildings	14,773,263	15,652,029	15,652,029	15,737,852
Equipment	705,161	811,070	958,616	1,041,485
Vehicles	1,657,266	1,720,607	2,116,584	2,057,582
Totals	\$ 17,880,732	\$ 18,971,791	\$ 19,515,314	\$ 19,625,004
<b>Infrastructure &amp; Environmental Services</b>				
Land	\$ 151,060	\$ 153,893	\$ 153,893	\$ 153,893
Infrastructure - Roads	11,145,037	12,293,541	13,489,174	14,721,898
Infrastructure - Bridges	1,583,133	1,899,928	1,899,928	1,288,974
Buildings	331,462	331,462	357,913	357,913
Equipment			6,424	169,314
Heavy Equipment	3,976,556	4,060,356	4,178,396	2,759,277
Vehicles	474,987	507,021	579,491	1,898,263
Totals	\$ 17,662,235	\$ 19,246,201	\$ 20,665,219	\$ 21,349,532
<b>Health &amp; Social Services</b>				
Land	\$ 6,500	\$ 6,500	\$ 6,500	\$ 6,500
Buildings	475,496	475,496	524,264	524,264
Equipment	25,556	12,057	12,057	18,943
Vehicles	165,423	175,881	177,258	177,258
Totals	\$ 672,975	\$ 669,934	\$ 720,079	\$ 726,965
<b>Totals</b>				
Land	\$ 1,165,823	\$ 1,211,699	\$ 1,211,699	\$ 1,262,410
Infrastructure	12,728,170	14,193,469	15,389,102	16,010,872
Buildings	25,591,504	25,591,504	26,081,656	26,450,007
Equipment	1,825,197	2,185,707	2,445,322	2,974,866
Heavy Equipment	3,976,556	4,060,356	4,178,396	2,759,277
Vehicles	2,514,718	2,606,626	3,082,244	4,372,069
Totals	\$ 47,801,968	\$ 49,849,361	\$ 52,388,419	\$ 53,829,501

<b>Fiscal Year</b>			
<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
\$ 205,822	\$ 229,062	\$ 229,062	\$ 229,062
3,575,562	3,873,362	15,664,019	16,247,929
1,597,482	1,567,812	1,637,099	1,634,039
143,836	163,253	175,184	175,184
<b>\$ 5,522,702</b>	<b>\$ 5,833,489</b>	<b>\$ 17,705,364</b>	<b>\$ 18,286,214</b>
\$ 108,110	\$ 108,110	\$ 108,110	\$ 108,110
6,837,626	6,869,472	6,837,626	4,811,491
178,646	185,957	227,962	208,335
172,968	194,518	214,023	213,639
<b>\$ 7,297,350</b>	<b>\$ 7,358,057</b>	<b>\$ 7,387,721</b>	<b>\$ 5,341,575</b>
\$ 788,085	\$ 788,085	\$ 788,085	\$ 788,085
15,737,852	16,551,851	16,778,391	18,804,526
1,242,849	1,333,369	1,406,003	1,754,010
2,247,872	2,757,293	2,741,181	2,824,217
<b>\$ 20,016,658</b>	<b>\$ 21,430,598</b>	<b>\$ 21,713,660</b>	<b>\$ 24,170,838</b>
\$ 153,893	\$ 153,893	\$ 153,893	\$ 153,893
16,565,483	18,422,592	20,079,008	21,799,003
1,322,350	1,399,641	1,399,641	1,771,760
357,913	357,913	357,913	357,913
169,314	189,513	136,571	140,224
2,811,743	2,903,351	2,994,610	3,159,879
2,029,091	2,140,691	2,177,475	2,204,547
<b>\$ 23,409,787</b>	<b>\$ 25,567,594</b>	<b>\$ 27,299,111</b>	<b>\$ 29,587,219</b>
\$ 6,500	\$ 6,500	\$ 6,500	\$ 6,500
524,264	1,021,531	1,037,316	1,037,316
17,943	20,001	20,001	20,001
232,104	230,401	234,645	254,436
<b>\$ 780,811</b>	<b>\$ 1,278,433</b>	<b>\$ 1,298,462</b>	<b>\$ 1,318,253</b>
\$ 1,262,410	\$ 1,285,650	\$ 1,285,650	\$ 1,285,650
17,887,833	19,822,233	21,478,649	23,570,763
27,033,217	28,674,129	40,675,265	41,259,175
3,206,234	3,296,652	3,427,636	3,756,609
2,811,743	2,903,351	2,994,610	3,159,879
4,825,871	5,486,156	5,542,508	5,672,023
<b>\$ 57,027,308</b>	<b>\$ 61,468,171</b>	<b>\$ 75,404,318</b>	<b>\$ 78,704,099</b>

**GUADALUPE COUNTY, TEXAS**

**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION**

*Last Ten Fiscal Years*

<b>Function</b>	<b>Full-time Equivalent Employees as of September 30,</b>									
	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
<b>Governmental Activities:</b>										
General government	66	68	69	3	75	83	89	90	92	100
Judicial	36	37	38	40	40	42	44	45	45	46
Public safety	120	179	185	192	195	218	228	230	233	235
Infrastructure & Environmental	67	67	69	69	69	69	70	70	70	70
Health & Social Services	12	12	12	15	14	14	15	15	15	16
<b>Total</b>	<b>301</b>	<b>363</b>	<b>373</b>	<b>319</b>	<b>393</b>	<b>426</b>	<b>446</b>	<b>450</b>	<b>455</b>	<b>467</b>

**GUADALUPE COUNTY, TEXAS**  
**INSURANCE AND BOND COVERAGE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

GUADALUPE COUNTY, TEXAS

COVERAGE: PROPERTY INSURANCE  
 Coverage Period July 1, 2011 - July 1, 2012  
 Contract No. 940  
 Deductible \$5,000 per occurrence  
 Company Texas Association of Counties, County  
 Government Risk Management Pool  
 Limits: Bldg/Contents; Mobile  
 Equipment; EDP; Valuable Papers (per  
 policy schedule)

COVERAGE: GENERAL LIABILITY  
 Coverage Period May 1, 2011 - May 1, 2012  
 Coverage Document # GL 0940 2011 05 01  
 Deductible \$10,000  
 Company Texas Association of Counties, County  
 Government Risk Management Pool  
 Limits: per person \$100,000; per occurrence  
 \$300,000  
 Bodily Injury  
 Property Damage per occurrence \$100,000  
 Damage to Premises Rented \$50,000  
 Personal & Advertising Injury per person \$100,000; per  
 Liability offense/aggregate \$300,000  
 Employee Benefits \$100,000 per claim/aggregate  
 Medical Payment Per Person \$1,000

COVERAGE: AUTO LIABILITY *(county owned, non-owned, & hired ve*  
 Coverage Period May 1, 2011 - May 1, 2012  
 Coverage Document # AL 0940 2011 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

**GUADALUPE COUNTY, TEXAS**  
**INSURANCE AND BOND COVERAGE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

COVERAGE: PUBLIC OFFICIALS LIABILITY  
Coverage Period May 1, 2011 - May 1, 2012  
Coverage Document # PO 0940 2011 05 01  
Deductible \$10,000  
Company Texas Association of Counties, County Government Risk Management Pool

Limits: Each Wrongful Act \$2,000,000; plus CPOL/PDEB Endorsement \$1,000,000  
Aggregate Endorsement \$1,000,000; plus CPOL/DC Endorsement \$839,000; plus CPOL/PDEB Endorsement \$1,000,000

COVERAGE: LAW ENFORCEMENT  
PROFESSIONAL LIABILITY  
Coverage Period May 1, 2011 - May 1, 2012  
Policy # LE 0940 2011 05 01  
Deductible \$10,000  
Company Texas Association of Counties, County Government Risk Management Pool

Limits: Each Wrongful Act \$2,000,000; plus CLEL/PDEB Endorsement \$1,000,000  
Aggregate \$2,000,000; plus CLEL/PDEB Endorsement \$1,000,000

COVERAGE: CRIME POLICY, PUBLIC  
EMPLOYEE DISHONESTY  
Coverage Period January 1, 2011 - January 1, 2012  
Policy # 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 # 88000184  
Deductible \$500  
Company Universal Surety of America

Limits: Per occurrence \$5,000 (includes active law enforcement personnel)

**GUADALUPE COUNTY, TEXAS**  
**INSURANCE AND BOND COVERAGE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

COVERAGE:	COMMERCIAL CRIME, EXCESS EMPLOYEE DISHONESTY	
	Coverage Period	August 21, 1995 (continuous)
	Policy #	88000195
	Deductible	\$4,500
	Company	Universal Surety of America
Limits:	Per occurrence	\$45,000 (includes active law enforcement personnel)
COVERAGE:	FLOOD INSURANCE (1101 ELBEL RD, SCHERTZ TX)	
	Coverage Period	July 9, 2011 - July 9, 2012
	Policy #	42 1150493847 01
	Deductible	\$5,000 bldg/\$5,000 contents
	Company	Fidelity National Insurance
Limits:	Building	\$500,000
	Contents	\$359,300
COVERAGE:	FLOOD INSURANCE (307 W COURT, SEGUIN TX)	
	Coverage Period	July 9,2011 -July 9,2012
	Policy No.	42 1150493848 01
	Deductible	\$5,000 bldg/\$5,000 contents
	Company	Fidelity National Insurance
Limits:	Building	\$500,000
	Contents	\$222,300
COVERAGE:	JUVENILE BOARD DISHONESTY	
	Coverage Period	November 1, 2003 (continuous)
	Policy #	65BPECN6623
	Deductible	\$100
	Company	Hartford Casualty Insurance
Limits:	Per occurrence	\$5,000

**GUADALUPE COUNTY, TEXAS**  
**INSURANCE AND BOND COVERAGE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

COVERAGE:	JUDGES' PROFESSIONAL LIABILITY INSURANCE	
	Coverage Period	Dwight Eric Peschel, 01/26/11 - 01/26/12 Gary L. Steel, 12/21/10 - 12/21/11 W.C. Kirkendall, 01/27/11 - 01/27/12 Linda Z. Jones, 03/29/11 - 03/29/12
	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, 2011 - January 1, 2012
	Policy#	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, 2011 -December 31, 2011
	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**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

NAME	TITLE	AMOUNT OF SURETY BOND
Mike Wiggins	County Judge	\$ 10,000
Roger Baenziger	Commissioner, Precinct 1	3,000
Kyle Kutscher	Commissioner, Precinct 2	3,000
Jim O. Wolverton	Commissioner, Precinct 3	3,000
Judith (Judy) Cope	Commissioner, 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
Sheryl Sachtleben	Justice of the Peace, Precinct 2	5,000
Roy W. Richard, Jr.	Justice of the Peace, Precinct 3	5,000
Todd Friesenhahn	Justice of the Peace, Precinct 4	5,000
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
Larry Timmermann	Road & Bridge Administrator	10,000

**GUADALUPE COUNTY, TEXAS**  
**OPERATING INDICATORS BY FUNCTION**  
*Last Eight Fiscal Years*

Function	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
General Government								
Tax Office								
Ad valorem assessment notices issued	61,930	64,360	67,238	68,215	72,401	75,527	77,410	76,781
Motor Vehicle Registrations	90,806	96,003	101,989	107,905	109,527	118,003	120,925	125,579
Auto Titles Issued	19,842	19,600	20,266	20,838	20,355	18,720	20,205	21,655
County Clerk								
Marriage licenses	506	561	555	591	571	515	489	525
Birth certificates	3,423	3,516	3,278	3,169	3,054	3,105	2,559	2,483
Deeds & Records recording transaction	27,004	26,676	27,266	17,510	16,781	16,603	16,239	15,222
Justice System								
Justice of the Peace Courts								
Criminal Cases -								
JP1 new cases filed	13,763	13,328	13,444	12,013	11,351	9,501	7,981	4,990
cases disposed	11,303	11,208	11,112	10,540	9,516	7,980	8,437	4,853
JP2 new cases filed	1,203	1,236	1,030	916	656	1,082	685	443
cases disposed	1,137	1,172	922	898	661	888	984	392
JP3 new cases filed	1,207	1,631	2,050	1,511	1,546	1,123	1,040	395
cases disposed	845	1,202	1,415	1,528	1,340	1,138	736	407
JP4 new cases filed	4,956	5,230	3,712	3,981	3,605	3,114	2,985	1,852
cases disposed	3,924	4,912	3,396	3,492	3,371	2,956	2,680	1,924
Civil Cases								
JP1 new cases filed	100	118	79	161	233	154	170	111
cases disposed	107	100	85	78	194	171	114	71
JP2 new cases filed	201	250	194	252	313	313	299	160
cases disposed	209	231	196	183	234	276	232	121
JP3 new cases filed	113	124	152	201	371	329	289	211
cases disposed	110	109	153	90	221	283	239	100
JP4 new cases filed	147	184	338	265	436	309	271	179
cases disposed	136	171	234	287	345	265	201	110
County Courts								
Civil Cases								
new cases filed	539	504	642	659	483	406	431	510
disposed	466	644	616	522	541	555	344	438
Criminal cases								
cases added to docket during year	3,021	3,119	3,135	2,544	2,557	2,503	2,217	2,278
disposition other than dismissal	2,123	2,102	2,205	2,020	1,863	1,773	1,454	1,408
dismissals	1,068	2,112	1,089	1,020	1,488	917	1,473	901
Probate cases								
filed	277	281	300	293	303	310	314	323
hearings	294	299	321	329	320	307	327	354
Mental health cases								
filed	16	20	5	10	5	5	1	
hearings			3	9	1	5		
District Courts								
Civil cases								
new cases filed	619	673	775	679	644	842	634	815
disposed	1,094	1,124	952	1,131	989	1,220	661	721
Family cases								
new cases filed	1,104	912	990	1,106	1,154	1,164	681	1,660
disposed	1,003	805	854	1,060	1,000	1,144	656	1,395
Criminal cases								
cases added to docket during year	702	844	921	847	755	808	858	717
dispositions	805	648	1,008	838	790	809	875	848

**GUADALUPE COUNTY, TEXAS**  
**OPERATING INDICATORS BY FUNCTION**  
*Last Eight Fiscal Years*

Function	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
Justice System (continued)								
Juvenile cases								
new petitions filed	247	246	331	207	172	108	124	151
disposed	272	230	499	335	296	167	130	129
<b>PUBLIC SAFETY</b>								
Calls for service	16,011	16,769	18,236	16,630	17,375	17,649	16,956	16,385
911 calls	23,219	36,510	30,602	39,654	51,386	50,412	23,631	17,886
assaults reported/cleared	463/378	583/412	650/406	508/270	536/279	521/274	487/292	466/334
burglaries reported/cleared	329/115	280/76	282/43	260/53	265/53	304/57	314/71	295/70
citations	3,139	2,047	1,822	1,591	1,797	2,226	1,449	1,535
number of budgeted employees -								
sheriff department	72	75	78	88	94	106	106	108
Number of autopsies county paid for	22	23	32	28	34	39	29	35
<b>CORRECTIONS &amp; REHABILITATION</b>								
County Jail								
Inmates housed (average per day)	454	444	555	487	413	447	461	382
bookings processed	6,791	6,563	6,541	6,894	6,031	6,185	6,413	5,754