

**DIMMIT COUNTY, TEXAS**  
**ANNUAL FINANCIAL REPORT**  
**SEPTEMBER 30, 2015**

**BILL C. ROCHA**  
**CERTIFIED PUBLIC ACCOUNTANT**  
**SAN ANTONIO, TEXAS**

**DIMMIT COUNTY, TEXAS**  
**ANNUAL FINANCIAL REPORT**  
**SEPTEMBER 30, 2015**

**DIMMIT COUNTY, TEXAS  
ANNUAL FINANCIAL REPORT**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Honorable Judge Ponce  
and the members of Commissioners Court  
of the County of Dimmit, Texas

We have audited the accompanying financial statements of the business-type activities, each major fund and the aggregate remaining fund information of County of Dimmit, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the County of Dimmit's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express 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 from material misstatement.

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

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, each major fund and the aggregate remaining fund information of County of Dimmit, as of September 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### **Required Supplemental Information**

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 3 through 8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing 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.

### **Report on Supplemental Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise County of Dimmit's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Office of Management and Budget Circular A-133, Audits for States, Local Governments and Non-Profit Organizations, and is not a required part of the basic financial statements.

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

### **Report Issued in Accordance with Government Auditing Standards.**

In accordance with Government Auditing, Standards, we have also issued our report dated May 10, 2016, on our consideration of County of Dimmit's internal control over financial reporting and on our tests of its compliance with certain provisions of laws regulations, contracts, grant agreements, and other matters. The purpose of this 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. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering County of Dimmit's internal control over financial reporting and compliance.

Handwritten signature of Bill C. Rocha in black ink, with the letters 'C.P.A.' and 'CGMA' written below the signature.

Bill C. Rocha  
Certified Public Accountant  
San Antonio, Texas  
May 10, 2016

## **FINANCIAL SECTION**

**DIMMIT COUNTY, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2015**

As management of Dimmit County, Texas, we offer readers of Dimmit County, Texas's (the County) financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2015.

**FINANCIAL HIGHLIGHTS**

The government-wide assets of the County exceeded its liabilities as of September 30, 2015, by \$ 66,526,742 (net position). The net position of the governmental activities totaled \$ 64,392,542 and were comprised of unrestricted governmental net position in the amount of \$ 55,903,133, restricted net position in the amount of \$ 4,641,675 and net position invested in capital assets, net of related debt in the amount of \$ 3,847,733. The business-type activities had net position which totaled \$ 2,134,200 and was comprised of net assets invested in capital assets, net of related debt in the amount of \$ 2,882,209 and unrestricted net assets in the amount of (\$ 748,010).

During the year, the County had revenues that exceeded expenses by \$ 11,006,155.

The County's total debt at year end was \$ 32,260,000.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of four components: (1) government-wide financial statements provide information about the activities of the County as a whole and present a long - term view of the County's finances; (2) fund financial statements for governmental and business-type activities and the County's component unit provide information as to how these services were financed in the short term as well as what remains for future spending and also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds; (3) notes to the financial statements amplify and clarify items in the government-wide and fund financial statements and (4) other statements that provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the government. This report also contains other supplementary information in addition to the basic financial statements.

**Government-Wide Financial Statements:** The Government-Wide Financial Statements, which begin on page 9 of this report, are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County as the Primary Government (page 10) include expenses for General Government, Public Safety, Judicial, Culture and Recreation, Highways and Streets, Health and Welfare, and Interest on Long-Term debt. Of the \$ 17,770,050 in expenses for these governmental activities, 21% was recovered by charging for services, and 9% was paid for by operating and capital grants and contributions. The remainder was paid by taxes and other revenues.

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

**Governmental Funds** - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current resources and uses of those resources, as well as on the balances of such resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Beginning on page 12 of this report, information is presented separately in the Governmental Fund Balance Sheet for the General Fund, the Debt Service Fund, Public Facility Corporation, Certificates of Obligation 2011, Certificates of Obligation 2012, Certificates of Obligation 2013, Certificates of Obligation 2014, and Certificates of Obligation 2015 which are considered to be major funds. Data from other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements beginning on page 46.

**Proprietary Funds** - At this time, the County maintains two types of proprietary funds (enterprise funds). The County's Enterprise Funds consist of the Dimmit County Utilities operations and the Dimmit County Airport operations.

Enterprise funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements for the utility operations begin on page 18.

**Fiduciary/Agency Funds** - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The County has Agency funds. Agency funds are custodial in nature (assets equals liabilities) and do not involve measurement of results of operation. See page 21.

**Notes to the Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-35 of this report.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain required information concerning Budgetary Comparison Schedules for Major programs, Combining Schedules for Non-Major governmental funds and Combining Fiduciary Statements, this information may be found on pages 36-58.

## GOVERNMENTAL- WIDE FINANCIAL ANALYSIS

A portion of the County's net assets \$ 3,172,196 reflects the County's investment in capital assets (e.g., land, buildings, equipment, improvements, construction in progress and infrastructure), net of any outstanding debt or bond issue costs used to acquire those assets. The County uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table provides a summary of the County's current and capital assets; current and long-term liabilities; invested in capital assets, net of related debt; and restricted and unrestricted amounts of net assets. As presented in the table, Governmental Activities and Business-Type Activities are presently separately with a total shown for both types of activities for the County.

Table I  
Summary of Net Position  
At September 30, 2014

	Governmental Activities 2015	Business Type Activities 2015	Total 2015	Governmental Activities 2014	Business Type Activities 2014	Total 2014	Increase (Decrease)
							-
Assets	\$ 61,326,069	\$ (688,263)	\$ 60,637,806	\$ 48,159,612	\$ (311,611)	\$ 47,848,001	\$ 12,789,805
Capital Assets	36,107,733	2,900,114	39,007,847	23,880,410	2,863,831	26,744,241	12,263,606
Total Assets	97,433,802	2,211,851	99,645,653	72,040,022	2,552,220	74,592,242	25,053,411
Liabilities	32,923,444	77,651	33,001,095	21,401,239	66,616	21,467,855	11,533,240
Total Liabilities	32,923,444	77,651	33,001,095	21,401,239	66,616	21,467,855	11,533,240
Deferred Inflows	117,816		117,816	103,227		103,227	14,589
Total Deferred Inflows	117,816	-	117,816	103,227	-	103,227	14,589
Net Position:							
Invested in Capital Assets							
Net of Related Debt	3,847,733	2,882,209	6,729,942	7,926,992	2,845,927	10,772,919	(4,042,977)
Restricted	4,641,675		4,641,675	2,739,775		2,739,775	1,901,900
Unrestricted	55,903,133	(748,010)	55,155,123	39,868,789	(360,323)	39,508,466	15,646,657
Total Net Position	\$ 64,392,541	\$ 2,134,199	\$ 66,526,740	\$ 50,535,556	\$ 2,485,604	\$ 53,021,160	\$ 13,505,580

Analysis of County Activities—the following schedule provides a summary of the County's operations for the years ended September 30, 2015 and 2014.

**DIMMIT COUNTY'S CHANGES IN NET POSITION**

	Governmental Activities 2015	Business Type Activities 2015	Total 2015	Governmental Activities 2014	Business Type Activities 2014	Total 2014	Total Increase (Decrease)
<b>Revenues:</b>							
Program Revenues:							
Charges for Services	\$ 3,745,877	\$ 599,896	\$ 4,345,773	\$ 4,624,206	\$ 576,912	\$ 5,201,118	\$ (855,345)
Operating/Capital Grants & Contributions	1,727,563	-	1,727,563				1,727,563
	1,712,983	11,901	1,724,884	870,515	279,615	1,150,130	574,754
Total Program Revenue	7,186,423	611,797	7,798,220	5,494,721	856,527	6,351,248	1,446,972
General Revenues:							
Property Taxes, General Purpose	7,339,801	-	7,339,801	3,822,098	-	3,822,098	3,517,703
Property Taxes, Debt Service	9,891,692	-	9,891,692	3,247,120	-	3,247,120	6,644,572
Sales Taxes	5,963,778		5,963,778	8,732,055	-	8,732,055	(2,768,277)
Investment Earnings/Reimbursements	579,248	-	579,248	1,315,175	-	1,315,175	(735,927)
Total General Revenues	23,774,519	-	23,774,519	17,116,448	-	17,116,448	6,658,071
<b>Total Program &amp; General Revenues</b>	<b>30,960,942</b>	<b>611,797</b>	<b>31,572,739</b>	<b>22,611,169</b>	<b>856,527</b>	<b>23,467,696</b>	<b>8,105,043</b>
<b>Expenses:</b>							
General Government	4,525,416	-	4,525,416	3,402,852	-	3,402,852	1,122,564
Public Safety	6,126,137	-	6,126,137	3,133,867	-	3,133,867	2,992,270
Judicial	1,876,574	-	1,876,574	1,453,005	-	1,453,005	423,569
Culture and Recreation	332,680	-	332,680	33,067	-	33,067	299,613
Highways and Streets	4,083,686	-	4,083,686	859,036	-	859,036	3,224,650
Health and Welfare	123,011	-	123,011	296,302	-	296,302	(173,291)
Interest on Long-Term Debt	702,547	-	702,547	714,274	-	714,274	(11,727)
<b>Business- Type Activities:</b>							
Airport	-	39,734	39,734	-	60,032	60,032	(20,298)
Utilities	-	994,591	994,591	-	776,828	776,828	217,763
<b>Total Expenses</b>	<b>17,770,051</b>	<b>1,034,325</b>	<b>18,804,376</b>	<b>9,892,403</b>	<b>836,860</b>	<b>10,729,263</b>	<b>8,075,113</b>
Increase (decrease) in Net Position Before Transfers:	13,190,891	(422,528)	12,768,363	12,718,766	19,667	12,738,433	29,930
Transfers/Refunds to State	(9,441)	-	(9,441)	(74,836)	57,268	(17,568)	8,127
Donation of Property	-	-	-	-	-	-	-
Net Increase In Net Position	13,181,450	(422,528)	12,758,922	12,643,930	76,935	12,720,865	38,057
Net Position, Beginning	50,535,556	2,485,605	53,021,161	21,681,341	703,365	22,384,706	30,636,455
Equity Transfers							
Prior Period Adjustment	-	71,123	71,123	63,630	459,268	522,898	(451,775)
Net Position, Ending	\$ 63,717,006	\$ 2,134,200	\$ 65,851,206	\$ 34,388,901	\$ 1,239,568	\$ 35,628,469	\$ 30,222,737

## FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

**Governmental funds** - The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of available resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balances 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, Dimmit County's governmental funds reported combined ending fund balances of \$ 57,707,048. About 43% of this amount (\$ 24,923,096) constitutes restricted fund balances. The remainder of the fund balance is available for new spending. The government-wide presentations of net asset balances and classifications are different; please refer to pages 14 and 17 of this report for a more detailed presentation of governmental fund balances that reconciles the difference between the two methods of reporting net assets.

In the General Fund, the County had budgeted \$ 17,145,761 in revenues and the actual amount collected at year end was \$ 18,162,110. The County budgeted \$ 16,665,768 in expenditures and the actual current expenditures were \$ 10,807,715. Please refer to pages 36-43 of this report for more information.

The Public Facility Corporation fund has a total fund balance of \$ 1,331,740, the Debt Service Fund has a fund balance of \$ 3,321,766, the Certificates of Obligation 2011 has a fund balance of \$ (495,205), the Certificates of Obligation Fund 2012 has a fund balance of \$ 520,624, and the Certificates of Obligation Fund 2013 has a fund balance of \$ 358,553.

**Proprietary funds** - The County's proprietary fund statements beginning on page 18 of this report provide the same type of information found in the government-wide financial statements, but in more detail.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2015, amounts to \$ 23,310,148 (net of accumulated depreciation). This investment in capital assets includes land, buildings and equipment. This is the result of law enforcement vehicles purchased and continued construction of street improvements and public facilities. The following schedule shows the County's capital assets for both the governmental and business-type activities at year end. For more detailed information, refer to the capital assets footnote beginning on pages 29-30 of the report.

### DIMMIT COUNTY CAPITAL ASSETS

	Governmental Activities	Business Type Activities	Total
Land	\$ 701,298	\$ 181,782	\$ 883,080
Buildings	13,475,464	-	13,475,464
Machinery & Equipment	11,636,004	768,883	12,404,887
Construction In Progress	10,294,967	1,949,449	12,244,416
Leased Assets	-	-	-
	<u>36,107,733</u>	<u>2,900,114</u>	<u>39,007,847</u>
Less Accumulated Depreciation	<u>(14,424,608)</u>	<u>(1,273,091)</u>	<u>(15,697,699)</u>
Total Capital Assets	<u>\$ 21,683,125</u>	<u>\$ 1,627,023</u>	<u>\$ 23,310,148</u>

**Debt Administration**

At the end of the current fiscal year, the County had debt comprised of certificates of obligation, notes payable and capital lease obligations of \$ 20,653,418. This amount represents debt backed by the full faith and credit of the County and equipment. The following schedule shows the outstanding debt of the County. For more detailed information, refer to the debt footnote, beginning on page 30 of this report.

	<b>DIMMIT COUNTY CERTIFICATES, NOTES AND CAPITALIZED LEASE OBLIGATIONS PAYABLE</b>		
	Governmental Activities	Business Type Activities	Total
Certificates of Obligation	\$ 32,260,000	\$ -	\$ 32,260,000
Notes Payable	-	-	-
Capital Lease	-	-	-
Total Debt	<u>\$ 32,260,000</u>	<u>\$ -</u>	<u>\$ 32,260,000</u>

**REQUEST FOR INFORMATION**

The financial report is designed to provide our citizens, customers, and creditors with a general overview of the County's finances. If you have questions about this report or need any additional information contact Mr. Carlos A. Pereda, Dimmit County Auditor at:

Mailing Address: Dimmit County, Texas  
County Auditor's Office  
407 W. Houston St  
Carrizo Springs, Texas 78834

Telephone: (830) 876-4246

Fax: (830) 876-4203

## **BASIC FINANCIAL STATEMENTS**

## **Government Wide Financial Statements**

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2015**

	Primary Government		
	Governmental Activities	Business - Type Activities	Total
<b><u>ASSETS</u></b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 54,843,844	\$ 122,746	\$ 54,966,590
Investments	9,933	-	9,933
Receivables (net)			
Taxes	2,750,665	-	2,750,665
Other	1,600,186	-	1,600,186
Internal Balances	975,054	(987,031)	(11,977)
Due to Fiduciary Funds	477,264		477,264
Due from Other Governments	657,231	8,759	665,989
Notes Receivable	11,892	-	11,892
Prepaid Expenses	-	167,264	167,264
<b>Total Current Assets</b>	<b>61,326,069</b>	<b>(688,263)</b>	<b>60,637,807</b>
<b>Capital Assets</b>			
Land	701,298	181,781	883,079
Buildings and Improvements, net	13,475,464	-	13,475,464
Equipment, net	11,636,004	768,883	12,404,887
Construction in Progress	10,294,967	1,949,449	12,244,416
Other Assets	-	-	-
<b>Total Assets</b>	<b>97,433,802</b>	<b>2,211,851</b>	<b>99,645,653</b>
<b><u>LIABILITIES</u></b>			
<b>Current Liabilities</b>			
Accounts Payable	348,777	-	348,777
Customer Deposits Payable	-	53,891	53,891
Accrued Liabilities	243,343	-	243,343
Due to Other Governments	-	-	-
Accrued Payroll	71,325	23,760	95,085
Due within one Year	10,154,463	-	10,154,463
Due after one Year	22,105,537	-	22,105,537
<b>Total Liabilities</b>	<b>32,923,444</b>	<b>77,651</b>	<b>33,001,095</b>
<b><u>DEFERRED INFLOWS</u></b>			
	117,816	-	117,816
<b>Total Deferred Inflows</b>	<b>117,816</b>	<b>-</b>	<b>117,816</b>
<b><u>Net Position</u></b>			
Invested in Capital Assets, net of related debt	3,847,733	2,882,209	6,729,942
Restricted for			
Special Revenue Funds	427,272	-	427,272
Capital Projects	892,637	-	892,637
Debt Service	3,321,766	-	3,321,766
Unrestricted	55,903,133	(748,010)	55,155,124
<b>Total Net Position</b>	<b>\$ 64,392,542</b>	<b>\$ 2,134,200</b>	<b>\$ 66,526,742</b>

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

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

Functions / Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities</b>				
General Government	\$ 4,525,416	\$ 896,197	\$ -	\$ -
Public Safety	6,126,137	1,821,239	478,908	1,712,983
Judicial	1,876,574	1,024,130	-	-
Culture and Recreation	332,680	-	-	-
Highways and Streets	3,408,149	4,311	1,248,655	-
Health and Welfare	123,011	-	-	-
Interest on Long-Term Debt	702,547	-	-	-
<b>Total Governmental Activities</b>	<b>17,094,512</b>	<b>3,745,877</b>	<b>1,727,563</b>	<b>1,712,983</b>
<b>Business-Type Activities</b>				
Airport	39,734	32,400		11,901
Utility	994,591	567,496	-	-
<b>Total Business-Type Activities</b>	<b>1,034,325</b>	<b>599,896</b>	<b>-</b>	<b>11,901</b>
<b>Total Primary Government</b>	<b>\$ 18,128,837</b>	<b>\$ 4,345,773</b>	<b>\$ 1,727,563</b>	<b>\$ 1,724,884</b>

General Revenues

Taxes

Property Taxes, Levied for General Purposes

Property Taxes, Levied for Debt Service

Sales Taxes

Investment Earnings

Extraordinary Item

Donation

Other Miscellaneous Income

Refund to State

Contribution to County Hospital

Transfers

**Total General Revenues and Transfers**

**Change in Net Position**

**Net Position - October 1, 2014**

**Prior Period Adjustments**

**Net Position - September 30, 2015**

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

<b>Net (Expenses) Revenues and Changes in Net Assets</b>		
<b>Primary Government</b>		
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (3,629,219)	\$ -	\$ (3,629,219)
(2,113,007)	-	(2,113,007)
(852,444)	-	(852,444)
(332,680)	-	(332,680)
(2,155,183)	-	(2,155,183)
(123,011)	-	(123,011)
(702,547)	-	(702,547)
		-
(9,908,089)	-	(9,908,089)
	4,567	4,567
-	(427,095)	(427,095)
-	(422,528)	(422,528)
(9,908,089)	(422,528)	(10,330,617)
7,339,801	-	7,339,801
9,891,692	-	9,891,692
5,963,778	-	5,963,778
370,616	-	370,616
(19,247)	-	(19,247)
-	-	-
227,879	-	227,879
-	-	-
-	-	-
(9,441)	-	(9,441)
23,765,077	-	23,765,077
13,856,987	(422,528)	13,434,459
50,535,556	2,485,605	53,021,160
(0)	71,123	71,123
\$ 64,392,543	\$ 2,134,200	\$ 66,526,743

## **Governmental Fund Financial Statements**

**DIMMIT COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2015**

	<u>General</u>	<u>Debt Service</u>	<u>Public Facility Corporation</u>	<u>Certificates of Obligation 2011</u>
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ 27,770,420	\$ 3,311,133	\$ 1,367,646	\$ 32
Certificates of Deposit	-	9,933	-	-
Receivables (net)				
Taxes	2,221,043	529,623	-	-
Other	1,600,186	-	-	-
Due from Other Funds	7,862,834	-	-	-
Due from Fiduciary Funds				
Due from Other Governments	-	-	-	-
Notes Receivable	-	-	-	-
Prepaid Expenses	-	-	-	-
Cash and Cash Equivalents- Restricted	-	-	-	-
<b>Total Assets</b>	<b>\$ 39,454,482</b>	<b>\$ 3,850,690</b>	<b>1,367,646</b>	<b>\$ 32</b>
<b><u>LIABILITIES</u></b>				
Bank Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	\$ 238,083	\$ -	\$ -	\$ -
Accrued Liabilities	206,011	-	35,547	-
Due to Other Funds	3,729,118	(700)	359	495,238
Due to Other Governments	-	-	-	-
Accrued Payroll	-	-	-	-
<b>Total Liabilities</b>	<b>4,173,212</b>	<b>(700)</b>	<b>35,906</b>	<b>495,238</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>				
Deferred Inflows of Property Taxes & Penalties	2,497,318	529,623	-	-
<b>Total Deferred Inflows of Resources</b>	<b>2,497,318</b>	<b>529,623</b>	<b>-</b>	<b>-</b>
<b><u>FUND BALANCES</u></b>				
Restricted				
Special revenue purposes	\$ -	\$ -	\$ -	\$ -
Capital projects	-	-	1,331,740	(0)
Debt Service	-	3,321,766	-	-
Committed				
For Infrastructure	15,000,000	-	-	-
Unassigned	17,783,951	-	-	-
<b>Total Fund Balances</b>	<b>32,783,951</b>	<b>3,321,766</b>	<b>1,331,740</b>	<b>(0)</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$ 39,454,482</b>	<b>\$ 3,850,690</b>	<b>\$ 1,367,646</b>	<b>\$ 495,237</b>

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

<b>Certificates of Obligation 2012</b>	<b>Certificates of Obligation 2013</b>	<b>Certificates of Obligation 2014</b>	<b>Certificates of Obligation 2015</b>	<b>Other Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 149,206	\$ 1,106,075	\$ 9,884,202	\$ 9,835,539	\$ 1,419,590	\$ 54,843,844
-	-	-	-	-	9,933
-	-	-	-	-	2,750,665
-	-	-	-	-	1,600,186
371,418	(649,853)	(726,760)	-	26,389	6,884,028
-	-	-	-	665,649	665,649
-	-	-	-	11,892	11,892
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 520,624</u>	<u>\$ 456,222</u>	<u>\$ 9,157,442</u>	<u>\$ 9,835,539</u>	<u>\$ 2,123,522</u>	<u>\$ 66,766,198</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ 97,669	\$ -	\$ -	\$ 12,986	\$ 348,738
-	-	-	-	1,784	243,343
0	-	-	-	1,207,695	5,431,710
-	-	-	-	8,418	8,418
-	-	-	-	-	-
<u>0</u>	<u>97,669</u>	<u>-</u>	<u>-</u>	<u>1,230,883</u>	<u>6,032,209</u>
-	-	-	-	-	3,026,941
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,026,941</u>
\$ -	\$ -	\$ -	\$ -	\$ 427,272	\$ 427,272
25,419	358,553	9,157,442	9,835,539	465,365	21,174,058
-	-	-	-	-	3,321,766
-	-	-	-	-	15,000,000
-	-	-	-	-	17,783,951
<u>25,419</u>	<u>358,553</u>	<u>9,157,442</u>	<u>9,835,539</u>	<u>892,637</u>	<u>57,707,048</u>
<u>\$ 25,419</u>	<u>\$ 456,222</u>	<u>\$ 9,157,442</u>	<u>\$ 9,835,539</u>	<u>\$ 2,123,521</u>	<u>\$ 66,766,198</u>

**DIMMIT COUNTY, TEXAS**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2015**

<b>Total Fund Balance - Governmental Funds</b>	<b>\$ 57,707,048</b>
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the adjusted cost of these assets was \$ 35,354,108 and the accumulated depreciation was \$ 11,473,698. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore, not recorded as liabilities in the funds. The total long-term debt at the beginning of the year was \$ 20,653,418. The net effect of these adjustments is to increase net assets.	3,226,992
Recognition of an expenditure as a capital outlay in the governmental funds for equipment that had not been received at the end of the previous fiscal year was reclassified to a prepaid asset in the government-wide statements. The effect of this reclassification is to increase net assets.	-
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt on the government-wide financial statements.	23,715,096
<div style="display: flex; justify-content: space-between;"> <div>Capital Outlays</div> <div>\$ 15,341,678</div> </div> <div style="display: flex; justify-content: space-between;"> <div>Long-term Debt Principal Payments</div> <div>8,373,418</div> </div> <div style="display: flex; justify-content: space-between;"> <div></div> <div><u>\$ 23,715,096</u></div> </div>	
Depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net assets.	(2,950,910)
Prior period adjustment to remove capital lease recorded in the liabilities of the governmental funds that had been added to the liabilities of the government wide statements.	(143,202)
Capitalization of contributed asset from federal surplus equipment program is not recorded in governmental fund statements, but is shown as increases in capital assets on the government-wide financial statements.	-
Proceeds from bond issuances are shown as revenues in the governmental fund financial statements, but are shown as liabilities on the government-wide statements. The net effect of these classifications is to decrease net assets.	(19,979,793)
Various other reclassifications and eliminations necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue and eliminating interfund transactions. The net effect of these reclassifications and recognitions is to increase net assets.	2,817,311
<b>Total Net Assets - Governmental Activities</b>	<b><u>\$ 64,392,543</u></b>

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

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Major Funds			
	General	Debt Service	Public Facility Corporation	Certificates of Obligation 2011
<b>Revenues</b>				
Taxes	\$ 13,483,424	\$ 9,939,726	\$ -	\$ -
Licenses and Permits	255,156	-	-	-
Intergovernmental	259,872	-	-	-
Non Capital Grants	-	-	-	-
Charges for Services	605,321	-	-	-
Use of County Monies and Property	1,370,509	-	291,042	-
Fines and Forfeitures	851,000	-	-	-
Miscellaneous	1,336,827	60,338	-	303
<b>Total Revenues</b>	<b>18,162,110</b>	<b>10,000,064</b>	<b>291,042</b>	<b>303</b>
<b>Expenses</b>				
Current				
General Government	3,050,840	-	-	-
Public Safety	4,964,580	-	-	-
Judicial	1,158,478	-	-	-
Culture and Recreation	284,522	-	-	-
Highways and Streets	1,359,030	-	-	-
Health and Welfare	-	-	-	-
Capital Outlay	-	-	-	257,476
Debt Service				
Principal Retirement	-	8,290,000	-	-
Interest & Fiscal Charges	-	397,047	-	-
Debt Issue Costs	-	-	-	-
<b>Total Expenses</b>	<b>10,817,449</b>	<b>8,687,047</b>	<b>-</b>	<b>257,476</b>
<b>Operating Income (Loss)</b>	<b>7,344,660</b>	<b>1,313,018</b>	<b>291,042</b>	<b>(257,174)</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In (Out)	9,735	-	-	-
Bond Proceeds	-	-	-	-
Bond Issue Costs	-	-	-	-
Capital Grants	-	-	-	-
Refund to State	-	-	-	-
Equity Transfer	-	-	-	-
Reimbursements and Restitution	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>9,735</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change In Fund Balance</b>	<b>7,354,395</b>	<b>1,313,018</b>	<b>291,042</b>	<b>(257,174)</b>
<b>Fund Balances - Beginning October 1, 2014 Restated</b>	<b>25,429,557</b>	<b>2,008,749</b>	<b>1,040,698</b>	<b>257,173</b>
<b>Equity Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Prior Year Adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances - Ending September 30, 2015</b>	<b>\$ 32,783,951</b>	<b>\$ 3,321,766</b>	<b>\$ 1,331,740</b>	<b>\$ (0)</b>

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

Certificates of Obligation 2012	Certificates of Obligation 2013	Certificates of Obligation 2014	Certificates of Obligation 2015	Other Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,423,150
-	-	-	-	-	255,156
-	-	-	-	-	259,872
-	-	-	-	2,681,321	2,681,321
-	-	-	-	101,005	706,326
-	-	-	-	-	1,661,551
-	-	-	-	47,847	898,847
14,424	35,252	44,909	539	2,536	1,495,127
14,424	35,252	44,909	539	2,832,709	31,381,350
-	-	-	-	49,583	3,100,423
-	-	-	-	547,962	5,512,542
-	-	-	-	-	1,158,478
-	-	-	-	-	284,522
-	-	-	-	1,564,480	2,923,510
-	-	-	-	-	-
6,097,087	8,772,443	726,760	-	-	15,853,766
-	-	-	-	-	8,290,000
-	-	-	-	-	397,047
-	-	-	-	-	-
6,097,087	8,772,443	726,760	-	2,162,026	37,520,288
(6,082,663)	(8,737,191)	(681,851)	539	670,683	(6,138,937)
-	-	-	-	(19,176)	(9,441)
-	-	9,989,793	9,990,000	-	19,979,793
-	-	(150,500)	(155,000)	-	(305,500)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	9,839,293	9,835,000	(19,176)	19,664,852
(6,082,663)	(8,737,191)	9,157,442	9,835,539	651,507	13,525,915
5,964,214	9,095,744	-	-	241,796	44,037,932
-	-	-	-	-	-
143,868	-	-	-	(666)	143,202
\$ 25,419	\$ 358,553	\$ 9,157,442	\$ 9,835,539	\$ 892,637	\$ 57,707,048

**DIMMIT COUNTY, TEXAS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

<b>Total Net Change in Fund Balance - Governmental Funds</b>	<b>\$ 13,525,915</b>
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	12,902,856
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Recognition of revenue from the federal surplus equipment program is not recognized as revenue in the governmental funds but is included in the revenues in the government-wide statement of activities.	-
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(420,376)
--	-----------

Governmental funds report bond proceeds as revenues, whereas these amounts are reported as increases to long term debt in the government wide statements.	(20,512,368)
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The repayment of principal long term debt consumes the current financial resources of governmental funds.	8,373,418
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Accrued vacation payable is not reported as an expense in the governmental funds, but is recognized in the statement of activities.	(12,457)
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<b>Change in Net Assets of Governmental Activities</b>	<div style="border-top: 1px solid black; border-bottom: 3px double black; display: inline-block; padding: 2px 10px;">\$ 13,856,987</div>
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The notes to the financial statements are an integral part of this statement.

## **Proprietary Fund Financial Statements**

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2015**

	<b>Water Utility Fund</b>	<b>Catarina Utility Fund</b>	<b>Airport Fund</b>	<b>Total</b>
<b><u>ASSETS</u></b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 8,581	\$ 7,025	\$ 107,140	\$ 122,746
Prepaid Expenses	-	-	167,264	167,264
Due from State	8,759	-	-	8,759
Due from Other Funds	-	104,742	-	104,742
Other Current Assets	-	-	-	-
<b>Total Current Assets</b>	<u>17,340</u>	<u>111,767</u>	<u>274,404</u>	<u>403,511</u>
<b>Capital Assets</b>				
Land	-	17,904	163,877	181,781
Depreciable Capital Assets, Net of Accumulated Depreciation	352,986	391,956	23,942	768,883
Construction In Progress			1,949,449	1,949,449
<b>Total Current Assets</b>	<u>352,986</u>	<u>409,860</u>	<u>2,137,268</u>	<u>2,900,113</u>
<b>Total Assets</b>	<u>370,326</u>	<u>521,627</u>	<u>2,411,671</u>	<u>3,303,624</u>
<b><u>LIABILITIES</u></b>				
<b>Current Liabilities</b>				
Accrued Payroll	23,760	-	-	23,760
Accounts Payable	-	-	-	-
Customer Deposits Payable	53,891	-	-	53,891
Due to other Funds	781,664	-	310,110	1,091,773
<b>Total Liabilities</b>	<u>859,315</u>	<u>-</u>	<u>310,110</u>	<u>1,169,424</u>
<b><u>NET ASSETS</u></b>				
Invested in Capital Assets, Net of Related Debt	352,986	391,956	2,137,268	2,882,209
Unrestricted	<u>(841,974)</u>	<u>129,671</u>	<u>(35,706)</u>	<u>(748,010)</u>
<b>Total Net Position</b>	<u>\$ (488,989)</u>	<u>\$ 521,627</u>	<u>\$ 2,101,562</u>	<u>\$ 2,134,200</u>

- - - -

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

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	<b>Water Utility Fund</b>	<b>Catarina Utility Fund</b>	<b>Airport Fund</b>	<b>Total</b>
<b>Operating Revenues</b>				
Water Fees	\$ 567,519	\$ -	\$ -	\$ 567,519
Use of County Monies and Property	-	-	32,400	32,400
Other Revenue	(23)	-	-	(23)
<b>Total Operating Revenue</b>	<u>567,496</u>	<u>-</u>	<u>32,400</u>	<u>599,896</u>
<b>Operating Expenses</b>				
Operating Expenses	937,067	-	31,199	968,267
Capital Outlay	28,217	-	3,000	31,217
Depreciation and Amortization	29,306	-	5,535	34,841
<b>Total Operating Expenses</b>	<u>994,591</u>	<u>-</u>	<u>39,734</u>	<u>1,034,325</u>
<b>Operating Income (Loss)</b>	(427,095)	-	(7,334)	(434,429)
<b>Non-Operating Revenues (Expenses)</b>				
Non Capital Grants and Contributions	-	-	-	-
Capital Grants and Contributions	-	-	11,901	11,901
<b>Total Non-Operating Revenues (Expenses)</b>	<u>-</u>	<u>-</u>	<u>11,901</u>	<u>11,901</u>
<b>Change in Net Assets Before Transfers</b>	(427,095)	-	4,567	(422,528)
<b>Operating Transfers In (Out)</b>				
Transfers In	-	-	-	-
<b>Change in Net Assets</b>	(427,095)	-	4,567	(422,528)
<b>Net Assets - Beginning October 1, 2014</b>	(61,894)	521,627	2,025,872	2,485,605
<b>Prior Period Adjustments</b>	-	-	71,123	71,123
<b>Equity Transfers</b>	-	-	-	-
<b>Net Position - Ending September 30, 2015</b>	<u>\$ (488,989)</u>	<u>\$ 521,627</u>	<u>\$ 2,101,562</u>	<u>\$ 2,134,200</u>

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	<b>Water Utility Fund</b>	<b>Catarina Utility Fund</b>	<b>Airport Fund</b>	<b>Total</b>
<b>Cash Flows From Operating Activities</b>				
Cash Received from Third Party Payors and customers	\$ 567,496	\$ -	\$ 32,400	\$ 599,896
Other Receipts and Payments	394,672	1,731	21,412	417,815
Cash Paid to Suppliers	(349,586)		(43,371)	(392,957)
Cash Paid to Employees	(417,950)			(417,950)
Cash Paid for Employee Benefits and Payroll Taxes	(169,532)		-	(169,532)
<b>Net Cash Provided (Used) By Operating Activities</b>	<b>25,100</b>	<b>1,731</b>	<b>10,441</b>	<b>37,272</b>
<b>Cash Flows from Investing Activities</b>				
Purchase of Fixed Assets	(33,044)	-		(33,044)
<b>Cash and Cash Equivalents - October 1, 2014</b>	<b>16,525</b>	<b>5,294</b>	<b>96,699</b>	<b>118,518</b>
<b>Cash and Cash Equivalents - September 30, 2015</b>	<b>\$ 8,581</b>	<b>\$ 7,025</b>	<b>\$ 107,140</b>	<b>\$ 122,746</b>
<b>Reconciliation of Net Income to Net Cash Flows From Operating Activities</b>				
Operating Income (loss)	\$ (427,095)	\$ -	\$ 4,567	\$ (422,528)
Adjustments to Reconcile Operating Income to Net Cash Flows Used in Operating Activities:				
Depreciation	29,306	-	5,535	34,841
Non-cash Contribution	-	-	(11,901)	(11,901)
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	-	-	-	-
(Increase) Decrease in Prepaid Expenses	-	-	-	-
Increase (Decrease) in Accounts Payable and Accrued Expenses	66,232	-	235	66,467
Increase (Decrease) in Interfund Activities	356,657	1,731	12,005	370,393
<b>Net Cash Provided by (Used In) Operating Activities</b>	<b>\$ 25,100</b>	<b>\$ 1,731</b>	<b>\$ 10,441</b>	<b>\$ 37,272</b>

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

## **Agency Fund Financial Statements**

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**SEPTEMBER 30, 2015**

	<u>Agency Fund</u>
<b><u>ASSETS</u></b>	
Cash and Investments	\$ 3,263,032
Due From Other Funds	<u>-</u>
<b>Total Assets</b>	<b><u>\$ 3,263,032</u></b>
 <b><u>LIABILITIES</u></b>	
Due to Other Funds	\$ -
Due to Others	<u>3,263,032</u>
<b>Total Liabilities</b>	<b><u>\$ 3,263,032</u></b>

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

**DIMMIT COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of Dimmit County, Texas (the "County") conform to accounting principles generally accepted in the United States of America as applicable to governmental entities.

**A. Reporting Entity**

**Primary Government and Component Unit**

The County is a body corporate and politic. The general governing body of the County is Commissioners Court which has none of the functions of a court but has powers and duties defined by the Texas officials consisting of the County Judge elected county-wide and four Commissioners elected by precinct. The County Judge is the administrative officer of the County. The general functions of Commissioners Court are to establish a courthouse and jail, appoint numerous minor officials, fill vacancies in certain County offices, let contracts in the name of the County, build roads and bridges, administer the County's public welfare services, perform numerous duties in regard to elections, set the County tax rate, issue bonds, adopt the County budget and any other lawful functions authorized by law. In accordance with GASB Statement 14, a financial reporting entity consists of the primary government and its component units. Component units are legally separate organizations for which the elected officials of the County are financially accountable, or the relationship to the County is such that exclusion would cause the County's financial statements to be misleading or incomplete.

**Blended Component Unit** - Blended component units, although legally separate entities, are in substance part of the government's operations and so data from these units should be combined with data of the primary government (County).

For reporting purposes, the Dimmit County Public Facility Corporation (DCPFC) qualifies as a blended component unit. The Commissioners Court appoints the governing board of the DCPFC. The purpose of the DCPFC is to construct a border patrol facility and to account for the operation of the station which is leased to the United States Government for the Border Patrol.

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

The **government-wide financial statements** include the statements of net assets and statement of activities. Government-wide statements report, except for County fiduciary activity, information on all activities of the County. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund financial statements.

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**B. Government-wide and Fund Financial Statements (continued)**

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

The Statement of Changes in Net Position 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. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the financial statements.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenue is 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 revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*.

Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be *available* when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue to be available if collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The government has the following major governmental funds:

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

The **Debt Service Fund** is used to set aside and accumulate resources to meet current and future debt service requirements on general long-term debt.

The **Public Facility Corporation Fund** is used to account for the construction of a Border Patrol station and to account for the operation of the station leased to the government of the United States of America.

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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

The **Construction Bond 2011 Fund** is used to account for the expenditure of bond proceeds issued in fiscal year 2012 for county construction improvements and office equipment.

The **Construction Bond 2012 Fund** is used to account for the expenditure of bond proceeds issued in fiscal year 2013 for county construction improvements and office equipment.

The **Construction Bond 2013 Fund** is used to account for the expenditure of bond proceeds issued in fiscal year 2013 for county construction improvements and office equipment.

The **Construction Bond 2014 Fund** is used to account for the expenditure of bond proceeds issued in fiscal year 2014 for county construction improvements and office equipment.

The **Construction Bond 2015 Fund** is used to account for the expenditure of bond proceeds issued in fiscal year 2015 for county construction improvements and office equipment.

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-like activities and Enterprise Funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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

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

**Deposits and Investments**

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and time deposits.

**Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances."

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

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectible accounts. The property tax receivable allowance is equal to approximately 15% of outstanding property taxes at September 30, 2014.

Property taxes are levied on October 1 and attach as an enforceable lien on property as of January 1 of the following year. Statements are mailed on October 1, or as soon thereafter as possible, and are due upon receipt. All unpaid taxes become delinquent if not paid before February 1 of the following year.

**D. Assets, Liabilities and Net Position**

**Restricted Net Position**

The restricted net position consists of amounts restricted for capital projects, debt service and special revenue funds.

**Capital Assets**

Capital assets, which include property, plant, equipment but no infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County does not have a formal capitalization policy so that all capital assets with an estimated useful life in excess of one year are included. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<b>Assets</b>	<b>Years</b>
Buildings	30-33
Improvements other than buildings	35
Equipment	5-10

**Compensated Absences**

A liability for unused vacation for all full time employees is calculated and reported in the government - wide statements. For financial reporting, the following criteria must be met to be considered as compensated absences:

Leave or compensation is attributable to services already rendered.

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Assets, Liabilities and Net Position (continued)**

**Compensated Absences (continued)**

Per GASB Interpretation No. 6, liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured. Compensated absences are accrued in the government - wide statements.

Sick leave is paid on a prescribed basis. While the benefit accrues up to a maximum of 96 hours they are not paid upon separation from employment and therefore not reported in the financial statements of the County

**Long-term Obligations**

Long-term debt and other long-term obligations of the enterprise funds are reported as liabilities in the proprietary fund financial statements and in the government-wide financial statements. Long-term debt and other long-term obligations of the governmental funds are not reported in the fund financial statements, but are reported as liabilities of the governmental activities in the government-wide financial statements

**Net Position**

Net Position – In the government-wide financial statements, net position represents the difference between assets plus deferred outflows and liabilities plus deferred inflows. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by outstanding debt related to the acquisition of those capital assets. Net position is reported as restricted is when there are limitations imposed on their use by external creditors or grantors. Any remaining net position is considered unrestricted.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

The fund financial statements report reservations of fund balance for amounts that are not available for appropriation or are legally reserved by outside parties for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Net Position – In the governmental fund financial statements, Net position is classified as follows:

Nonspendable– assets that will never convert to cash, such as inventory and prepaid items.

Restricted fund balance – the portion of fund balance that reflects resources that are constrained by external parties, constitutional provisions or enabling legislation.

Committed fund balance – the portion of fund balance that reflects resources that can only be used for a specific purpose. These items can only be committed or uncommitted by a formal action voted on by the County's governing board during a meeting of Commissioner's Court. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions or enabling legislation.

**DIMMIT COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Assets, Liabilities and Net Position (continued)**

**Net Position (continued)**

Assigned fund balance – the portion of fund balance that reflects amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. These items can only be assigned or unassigned by a formal action voted on by the County's governing board during a meeting of Commissioner's Court.

Unassigned fund balance – the portion of fund balance that reflects amounts in excess of nonspendable, restricted, committed and assigned.

When available, it is the County's policy to utilize Restricted Resources, then Committed Resources, then Assigned Resources, then Unassigned resources

In prior years, the County elected to include a note payable that originated in fiscal year 2004 relating to the construction of the Border Patrol Station in the computation of net assets invested in capital assets, net of related debt. The inclusion of this amount had the net effect of increasing unrestricted net assets and decreasing net assets invested in capital assets, net of related debt.

**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgets and Budgetary Accounting**

The County Judge is by statute the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, each department submits a budget request to the special assistant designated by the County Judge to assist him and the Commissioners Court on budgetary matters. The County Judge reviews budget requests, holds informal hearings when needed, and fills in columns in budget preparation forms, setting out his budget recommendations to the Commissioners Court.

A public hearing, at which Department heads may appear, is held on the budget by the Commissioners Court. Before determining the final budget, the Commissioners Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available cash. Appropriations lapse at fiscal year-end.

Amendments are made during the year on approval by the Commissioners Court. The final amended budget is used in this report.

Budgets for the General, Special Revenue, and Debt Service Funds are adopted on a budgetary basis rather than in conformity with accounting principles generally accepted in the United States of America (GAAP). Under the budgetary basis revenues are recognized as collected and expenditures are recognized as paid. The items which reconcile the budgetary basis to the modified accrual basis (GAAP) are receivables, which are not recognized under the budgetary basis.

**Deficit Fund Equity**

The following governmental activities had deficit fund balances as of September 30, 2015:

Records Management - District Clerk Fund \$ (29,203), Law Library \$ (45,096) and Operation StoneGarden (\$666).

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**3. DETAILED NOTES ON ALL FUNDS**

**Deposits and Investments**

The County does not have a formal policy regarding types of carrying amounts of deposits allowed. Collateral requirements are addressed in its depository agreement with its principal banking institution, but not with other banking institutions which may hold funds as a trustee.

**Receivables**

**Dimmit County**

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

The County has one direct economic development loan to a private entity identified as follows:

Taxes	\$ 2,593,522	\$ 598,709	\$ -	\$ 3,192,231
Accounts	1,600,186	-	-	1,600,186
Intergovernmental	-	-	665,649	665,649
Notes Receivable	-	-	11,892	11,892
Gross Receivables	4,193,708	598,709	677,541	5,469,958
Less allowance for uncollectible	(372,479)	(69,086)	-	(441,565)
Net Receivables	\$ 3,821,229	\$ 529,623	\$ 677,541	\$ 5,028,393

- (1) A promissory note in the amount of \$ 285,000 was initiated on December 29, 1995 and due on June 1, 2016. The note was issued to Neighborhood Housing Program Services of Dimmit County, Inc. The note is due in 240 installments bearing annual interest of 3% for the first 15 years only. The loan is secured by a deed of trust to certain real property. The balance at September 30, 2015 is \$ 11,892.

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**Receivables (continued)**

**Dimmit County - Interfund Receivables and Payable**

During the course of its operations, the County has numerous transactions between funds to finance operations and service debt. When applicable, interfund receivables are reported and clearly identified as due from or due to other funds in the financial statements. Interfund balances at September 30, 2015 consisted of the following individual fund receivables and payables:

Fund	Receivable	Payable
General	\$ 7,862,834	\$ 3,729,118
Debt Service Fund	700	-
Public Facility Corporation	-	359
Certificates of Obligation 2011	-	495,238
Certificates of Obligation 2012	371,418	-
Certificates of Obligation 2013	-	649,853
Certificates of Obligation 2014	-	726,760
Other Non Major	26,389	1,207,695
Water Utility Fund	-	769,686
Catarina Fund	104,742	-
Airport Fund	-	310,110
Fiduciary	-	477,264
	<u>\$ 8,366,083</u>	<u>\$ 8,366,083</u>

Interfund activity is primarily incurred in order to meet obligations of funds which are on a cost reimbursement arrangement or that must pay expenses before a revenue stream is received. These amounts are intended to be temporary in nature.

**Capital Assets**

Capital asset activity for the year ended September 30, 2015, was as follows:

	Beginning Balance	Additions	Deletions/ Adjustments	Ending Balances
Government Activities:				
Capital assets, not being depreciated:				
Land	\$ 789,227	\$ 75,521	\$ (163,449)	\$ 701,299
Construction in Progress	1,049,196	9,245,766		10,294,962
Total assets not being depreciated	<u>1,838,423</u>	<u>9,321,287</u>	<u>(163,449)</u>	<u>10,996,261</u>
Capital assets, being depreciated:				
Buildings	16,137,572	1,374,616		17,512,188
Equipment	17,378,113	4,645,774		22,023,887
Total assets being depreciated	<u>33,515,685</u>	<u>6,020,390</u>	<u>-</u>	<u>39,536,075</u>
Less accumulated depreciation:				
Buildings	(3,759,525)	(277,200)		(4,036,725)
Equipment	(7,714,173)	(2,673,709)		(10,387,882)
Total accumulated depreciation	<u>(11,473,698)</u>	<u>(2,950,909)</u>	<u>-</u>	<u>(14,424,607)</u>
Total capital assets being depreciated, net	<u>22,041,987</u>	<u>3,069,481</u>	<u>-</u>	<u>25,111,468</u>
Government activities capital assets, net	<u>\$ 23,880,410</u>	<u>\$ 12,390,768</u>	<u>\$ (163,449)</u>	<u>\$ 36,107,729</u>

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**3. DETAILED NOTES ON ALL FUNDS (continued)**

**Capital Assets (continued)**

	Beginning Balance	Additions	Deletions/ Adjustments	Ending Balances
Business - Type Activities:				
Capital assets, not being depreciated:				
Land	\$ 181,782	\$ -	\$ 229,451	\$ 411,233
Construction in Progress	1,878,325	1,134,939		3,013,264
Total assets not being depreciated	2,060,107	1,134,939	229,451	3,424,497
Capital assets, being depreciated:				
Building	78,556	140,575		219,131
Water Wells	600,209			600,209
Equipment	721,876			721,876
Utility	53,177			53,177
Sanitation		4,588		4,588
Catarina Utility	450,000			450,000
Airport	35,515			35,515
Total assets being depreciated	1,939,333	145,163	-	2,084,496
Less accumulated depreciation:				
Equipment	(1,135,609)	(136,928)	(554)	(1,273,091)
Total accumulated depreciation	(1,135,609)	(136,928)	(554)	(1,273,091)
Total capital assets being depreciated, net	803,724	8,235	(554)	811,405
Total Business-type activities	\$ 2,863,831	\$ 1,143,174	\$ 228,897	\$ 4,235,902

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

<u>Governmental Activities</u>	
General Government	\$ 1,412,536
Public Safety	613,594
Highways and Streets	568,056
Judicial	185,555
Culture and Recreation	48,158
Health and Welfare	123,011
Total Depreciation Expense - Governmental Activities	<u>\$ 2,950,910</u>

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**3. DETAILED NOTES ON ALL FUNDS (continued)**

**Debt**

At September 30, 2015, long-term debt consisted of the following individual issues:

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
<u>Certificates of Obligation</u>					
(1) Series 2011	\$ 3,400,000		\$ 450,000	\$ 2,950,000	\$ 475,000
(2) Series 2012	6,605,000		2,175,000	4,430,000	2,200,000
(3) Series 2013	7,520,000		2,480,000	5,040,000	\$ 2,505,000
(4) Series 2013	3,045,000		995,000	2,050,000	1,020,000
(5) Series 2014		9,990,000	2,190,000	7,800,000	2,185,000
(6) Series 2015		9,990,000		9,990,000	2,445,000
<u>Capital Leases</u>					
(7) Motor Grader	37,478		37,478	-	-
(8) Equipment	45,940		45,940	-	-
	<u>\$ 20,653,418</u>	<u>\$ 19,980,000</u>	<u>\$ 8,373,418</u>	<u>\$ 32,260,000</u>	<u>\$ 10,830,000</u>

- (1) Combination Tax and Revenue Certificates of Obligation, Series 2011 was issued in the amount of \$ 4,700,000. This Certificate of Obligation was issued during fiscal year 2012 for county construction improvements and office equipment.
- (2) Certificates of Obligation Combination Tax and Revenue Certificates of Obligation, Series 2012 was issued in the amount of \$ 9,990,000. This Certificate of Obligation was issued during fiscal year 2013 for county construction improvements and office equipment. The interest rate on these bonds is 1.050%.
- (3) Certificates of Obligation Combination Tax and Revenue Certificates of Obligation, Series 2013 was issued in the amount of \$ 9,990,000. This Certificate of Obligation was issued during fiscal year 2013 for county construction improvements and office equipment. The interest rate on these bonds is 1.050%.
- (4) Certificates of Obligation Limited Tax Refunding Bonds, Series 2013 was issued in the amount of \$ 4,035,000. This Certificate of Obligation was issued during fiscal year 2013 to defease the 2011 Series Certificates of Obligation Limited Tax Refunding Bonds. The interest rate on these bonds is 3.550%.
- (5) Certificates of Obligation Combination Tax and Revenue Certificates of Obligation, Series 2014 was issued in the amount of \$ 9,990,000. This Certificate of Obligation was issued during fiscal year 2015 for county construction improvements and office equipment. The interest rate on these bonds is 1.050%.

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**3. DETAILED NOTES ON ALL FUNDS (continued)**

**Debt (continued)**

- (6) Certificates of Obligation Combination Tax and Revenue Certificates of Obligation, Series 2015 was issued in the amount of \$ 9,990,000. This Certificate of Obligation was issued during fiscal year 2015 for county construction improvements and office equipment. The interest rate on these bonds is 1.050%.
- (7) The County entered into a capital lease on November 15, 2010 to purchase equipment and to refinance two motor graders. The lease is payable in five annual installments of \$47,190, including interest at 3.59% per annum, beginning November 15, 2010 and maturing on February 15, 2015. The lease is secured by the equipment.
- (8) The County entered into a capital lease on February 5, 2010 purchase equipment. The lease is payable in five annual installments of \$ 38,847, including interest at 3.59% per month, beginning February 5, 2011 and maturing on February 15, 2015. The lease is secured by the\ equipment.

Debt service requirements of the County to maturity for the above obligations are follows:

Year Ended September 30,	Principal	Interest	Total
2016	\$ 10,820,000	\$ 466,319	\$ 11,286,319
2017	10,960,000	326,391	11,286,391
2018	6,400,000	180,614	6,580,614
2019	3,050,000	49,245	3,099,245
2020	510,000	37,362	547,362
2021	520,000	37,975	557,975
	<u>\$ 32,260,000</u>	<u>\$ 1,097,906</u>	<u>\$ 33,357,906</u>

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**3. DETAILED NOTES ON ALL FUNDS (continued)**

**Retirement Plan**

Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 574 nontraditional defined benefit pension plans. TDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the Board of Trustees at P.O. Box 2034, Austin, TX 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 80 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan with interest, and employer-financed credits. The level of these monetary credits is adopted by the governing body of the employer 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.

Funding Policy

The employer has chosen the annually determined contribution rate (ADCR) plan under the provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the coverage 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 8.19% for the months of the accounting year 2013 and 8.38% for the months of accounting year 2014.

The contribution rate payable by the employee members for calendar year 2014 is the rate of 7.00% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost

For the employer's accounting year ending September 30, 2015 the annual pension cost for the TCDRS plan for its employees was \$ 663,875.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, the annual required contributions and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 2012 and December 31, 2013 and December 31, 2014, the basis for determining the contribution rates for the calendar years 2012 and 2013. The December 31, 2014 actuarial valuation is the most recent valuation.

**DIMMIT COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**2. DETAILED NOTES ON ALL FUNDS (continued)**

**Retirement Plan (continued)**

<b>Actuarial Valuation Information</b>			
Actuarial valuation date	12/31/2012	12/31/2013	12/31/2014
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	2.4	6.1	3.5
Asset valuation method	SAF: 10-yr smoothed value ESF: Fund value	SAF: 5-yr smoothed value ESF: Fund value	SAF: 5-yr smoothed value ESF: Fund value
Actuarial assumptions:			
Investment return (1)	8.0%	8.0%	8.0%
Projected salary increases (1)	5.4%	4.9%	4.9%
Inflation	3.5%	3.0%	3.0%
Cost-of-living adjustments	0.0%	0.0%	0.0%

**Trend Information for the Retirement Plan  
for Employees of Dimmit County**

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2013	\$ 121,538	100%	\$ 10,202
2014	\$ 152,614	100%	\$ 12,059
2015	\$ 663,875	100%	\$ 12,059

**Transition Disclosure**

It was determined in accordance with GASB Statement No. 27 that the pension liability was zero at the transition to that statement effective at the beginning of this accounting year, because all actuarially required contributions for the accounting years beginning in 1987 up to the beginning of this accounting year have been paid. There was no previously reported pension liability before the transition. Therefore, the difference between the pension liability at transition and the previously reported pension liability is zero.

Date	Assets (a)	Liability (AAL) (b)	(UAAL) (b-a)	Ratio (a/b)	Payroll (c)	Payroll [(b-a)/c]
12/31/12	\$ 4,688,002	\$ 5,097,269	\$ 409,267	91.97%	\$ 3,082,019	13.28%
12/31/13	\$ 5,227,374	\$ 6,227,495	\$ 1,000,121	83.94%	\$ 3,791,889	26.38%
12/31/14	\$ 6,436,389	\$ 7,275,655	\$ 839,266	88.46%	\$ 4,821,269	17.41%

**DIMMIT COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2015**

**3. DETAILED NOTES ON ALL FUNDS (continued)**

**Contingent Liabilities and Commitments**

According to the County's management the County is not contingently liable for any other lawsuits and claims.

## **SUPPLEMENTAL INFORMATION**

## **Budgetary Comparison Schedules**

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance With Final Budget Favorable (Unfavorable)</b>
<b>TAXES</b>				
Current Roll Collections	\$ 6,206,251	\$ 6,206,251	\$ 7,157,147	\$ 950,896
Delinquent Taxes Collected	98,521	98,521	179,996	81,475
Penalties and Interest	93,284	93,284	178,432	85,148
State General Sales Tax	6,600,000	6,600,000	5,966,393	(633,607)
Miscellaneous	1,500	1,500	1,456	(44)
Discounts and Fees	-	-	-	-
<b>TOTAL TAXES</b>	<b>12,999,556</b>	<b>12,999,556</b>	<b>13,483,424</b>	<b>483,868</b>
<b>LICENSES AND PERMITS</b>				
Motor Vehicle Registration	275,000	275,000	254,001	(20,999)
Alcoholic Beverage Permits	1,380	1,380	1,156	(225)
<b>TOTAL LICENSES AND PERMITS</b>	<b>276,380</b>	<b>276,380</b>	<b>255,156</b>	<b>(21,224)</b>
<b>INTERGOVERNMENTAL REVENUE</b>				
State Judicial	15,000	15,000	17,124	2,124
State Prosecutor	20,833	20,833	23,108	
Law Enforcement			219,640	219,640
Other			-	-
<b>TOTAL INTERGOVERNMENTAL REVENUE</b>	<b>35,833</b>	<b>35,833</b>	<b>259,872</b>	<b>221,764</b>
<b>CHARGES FOR SERVICES</b>				
Tax Collections	119,830	119,830	127,194	7,364
Tax Certificates	3,564	3,564	6,340	2,776
Garbage Collection	-	-	-	-
Child Support Fees	10,000	10,000	4,287	(5,713)
County Attorney	-	-	-	-
Sheriff	750	750	20,476	19,726
County Clerk	457,456	457,456	231,478	(225,978)
District Clerk	174,574	174,574	103,427	(71,147)
Miscellaneous	116,493	116,493	112,120	(4,373)
<b>TOTAL CHARGES FOR SERVICES</b>	<b>882,667</b>	<b>882,667</b>	<b>605,321</b>	<b>(277,346)</b>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

(continued)	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
<b>USE OF COUNTY MONIES AND PROPERTY</b>				
Interest Earned	\$ 16,500	\$ 16,500	\$ 212,369	\$ 195,869
Equipment Rental	-	-	-	-
Lateral Road/Lease Payment	14,152	14,152	13,713	(439)
Auction Revenues	-	-	1,061	1,061
Rentals and Leases	-	-	6,261	6,261
Detention Center	1,000,000	1,000,000	1,137,105	137,105
<b>TOTAL USE OF COUNTY MONIES AND PROPERTY</b>	<u>1,030,652</u>	<u>1,030,652</u>	<u>1,370,509</u>	<u>339,857</u>
<b>FINES AND FORFEITURES</b>				
Traffic Fines	2,500	2,500	4,725	2,225
Court Costs and Fines	-	-	-	-
Bail Bond Forfeitures	2,500	2,500	1,461	(1,039)
Justice of the Peace	1,906,297	1,906,297	844,814	(1,061,483)
<b>TOTAL FINES AND FORFEITURES</b>	<u>1,911,297</u>	<u>1,911,297</u>	<u>851,000</u>	<u>(1,060,297)</u>
<b>MISCELLANEOUS</b>				
Other Services	9,376	9,376	157,226	147,850
Donations			1,179,601	1,179,601
Lawsuit Settlement			-	-
<b>TOTAL MISCELLANEOUS</b>	<u>9,376</u>	<u>9,376</u>	<u>1,336,827</u>	<u>1,327,451</u>
<b>TOTAL REVENUES</b>	<u>\$ 17,145,761</u>	<u>\$ 17,145,761</u>	<u>\$ 18,162,110</u>	<u>\$ 1,014,074</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
<b>GENERAL GOVERNMENT</b>				
County Judge and Commissioners:				
Personnel Services	\$ 467,210	\$ 454,057	\$ 461,364	\$ (7,307)
Repairs, Materials and Supplies	32,025	32,025	29,444	2,581
Professional and Contract Services	10,000	10,000	8,126	1,874
Capital Outlays	-	-	-	-
<b>TOTAL COUNTY JUDGE AND COMMISSIONERS</b>	<u>509,235</u>	<u>496,082</u>	<u>498,933</u>	<u>(2,851)</u>
County Clerk:				
Personnel Services	133,682	210,047	203,829	6,218
Repairs, Materials and Supplies	66,280	67,645	43,003	24,642
Professional and Contract Services	-	-	-	-
Capital Outlays	15,000	15,000	29,777	(14,777)
<b>TOTAL COUNTY CLERK</b>	<u>214,962</u>	<u>292,692</u>	<u>276,609</u>	<u>16,083</u>
Veterans Service Office:				
Other Services and Charges	3,900	3,900	2,400	1,500
<b>TOTAL VETERAN SERVICE OFFICE</b>	<u>3,900</u>	<u>3,900</u>	<u>2,400</u>	<u>1,500</u>
County Treasurer:				
Personnel Services	132,470	136,285	138,070	(1,785)
Repairs, Materials and Supplies	20,671	27,700	14,495	13,205
Professional and Contract Services	-	-	-	-
Capital Outlays	2,300	2,300	2,895	(595)
<b>TOTAL COUNTY TREASURER</b>	<u>155,441</u>	<u>166,285</u>	<u>155,460</u>	<u>10,825</u>
County Auditor:				
Personnel Services	226,365	224,224	218,213	6,011
Repairs, Materials and Supplies	17,550	22,550	13,544	9,006
Professional and Contract Services	-	-	-	-
Capital Outlays	1,300	1,300	-	1,300
<b>TOTAL COUNTY AUDITOR</b>	<u>245,215</u>	<u>248,074</u>	<u>231,757</u>	<u>16,317</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

(continued)	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
<b>GENERAL GOVERNMENT (continued)</b>				
Other Services and Charges:				
Professional and Contract Services	\$ 320,200	\$ 320,200	\$ 1,079,745	\$ (759,545)
Other Services and Charges	4,924,973	4,922,173	(701,370)	5,623,543
Capital Outlays			600,517	(600,517)
<b>TOTAL OTHER SERVICES     AND CHARGES</b>	<u>5,245,173</u>	<u>5,242,373</u>	<u>978,892</u>	<u>4,263,481</u>
 Courthouse:				
Personnel Services	51,000	108,220	31,547	76,673
Repairs, Materials and Supplies	171,000	201,000	193,874	7,126
Professional and Contract Services	-	-	-	-
<b>TOTAL COURTHOUSE</b>	<u>222,000</u>	<u>309,220</u>	<u>225,421</u>	<u>83,799</u>
 Planner:				
Personnel Services	92,613	115,701	116,954	(1,253)
Repairs, Materials and Supplies	9,800	9,500	9,854	(354)
Other Services and Charges	14,950	8,000	-	8,000
Equipment	7,888	4,588	2,334	2,254
<b>TOTAL PLANNER</b>	<u>125,251</u>	<u>137,789</u>	<u>129,142</u>	<u>8,647</u>
 Appraisal District:				
Other Services and Charges	114,841	114,841	114,062	779
<b>TOTAL VOTER ADMINISTRATION</b>	<u>114,841</u>	<u>114,841</u>	<u>114,062</u>	<u>779</u>
 Tax Assessor Collector:				
Personnel Services	248,615	250,363	249,448	915
Repairs, Materials and Supplies	39,090	37,390	20,720	16,670
Professional and Contract Services	23,450	23,450	13,579	9,871
Capital Outlays	4,523	7,023	2,191	4,832
<b>TOTAL TAX ASSESSOR COLLECTOR</b>	<u>315,678</u>	<u>318,226</u>	<u>285,938</u>	<u>32,288</u>
 County Insurance:				
Other Services and Charges	-	125,000	152,227	(27,227)
<b>TOTAL COUNTY INSURANCE</b>	<u>-</u>	<u>125,000</u>	<u>152,227</u>	<u>(27,227)</u>
 <b>TOTAL GENERAL GOVERNMENT</b>	<u>7,151,696</u>	<u>7,454,482</u>	<u>3,050,840</u>	<u>4,403,642</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

(continued)	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
<b>JUDICIAL</b>				
293rd District Court:				
Personnel Services	\$ 19,312	\$ 19,991	\$ 20,142	\$ (151)
Repairs, Materials and Supplies	9,000	9,000	2,810	6,190
Professional and Contract Services	130,360	130,360	66,892	63,468
Capital Outlays	-	-	-	-
<b>TOTAL 293rd DISTRICT COURT</b>	<u>158,672</u>	<u>159,351</u>	<u>89,844</u>	<u>69,507</u>
365th District Court:				
Personnel Services	19,770	19,991	29,160	(9,169)
Repairs, Materials and Supplies	13,800	13,800	9,404	4,396
Professional and Contract Services	145,450	145,450	66,321	79,129
<b>TOTAL 365th DISTRICT COURT</b>	<u>179,020</u>	<u>179,241</u>	<u>104,885</u>	<u>74,356</u>
County Attorney				
Personnel Services	124,732	135,471	129,366	6,105
Repairs, Materials and Supplies	11,175	11,175	7,276	3,899
Professional and Contract Services			-	-
Capital Outlays	4,728	4,728	1,260	3,468
<b>TOTAL COUNTY ATTORNEY</b>	<u>140,635</u>	<u>151,374</u>	<u>137,902</u>	<u>13,472</u>
District Attorney:				
Other Services and Charges	220,000	190,000	174,167	-
<b>TOTAL DISTRICT ATTORNEY</b>	<u>220,000</u>	<u>190,000</u>	<u>174,167</u>	<u>-</u>
District Clerk:				
Personnel Services	132,107	180,773	184,029	(3,256)
Repairs, Materials and Supplies	32,580	28,341	14,141	14,200
Other Services and Charges	-	-	-	-
Capital Outlays	33,100	30,600	14,168	16,432
<b>TOTAL DISTRICT CLERK</b>	<u>197,787</u>	<u>239,714</u>	<u>212,338</u>	<u>27,376</u>
Truancy Court Clerk:				
Personnel Services	-	-	-	-
<b>TOTAL TRUANCY COURT CLERK</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

(continued)	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
<b>JUDICIAL (continued)</b>				
Justice of the Peace Pct 1:				
Personnel Services	\$ 144,215	\$ 142,748	\$ 148,027	\$ (5,279)
Repairs, Materials and Supplies	8,000	7,500	7,613	(113)
Professional and Contract Services			-	-
Capital Outlay	2,320	2,320	1,058	1,262
<b>TOTAL JUSTICE OF THE PEACE PCT. 1</b>	<u>154,535</u>	<u>152,568</u>	<u>156,699</u>	<u>(4,131)</u>
Justice of the Peace Pct 2:				
Personnel Services	91,770	89,517	90,580	(1,063)
Repairs, Materials and Supplies	7,700	6,650	4,332	2,318
Professional and Contract Services			-	-
Capital Outlay	2,500	2,320	877	1,443
<b>TOTAL JUSTICE OF THE PEACE PCT. 2</b>	<u>101,970</u>	<u>98,487</u>	<u>95,789</u>	<u>1,255</u>
Justice of the Peace Pct 3:				
Personnel Services	96,786	90,089	91,351	(1,262)
Repairs, Materials and Supplies	8,320	7,500	3,808	3,692
Professional and Contract Services			-	-
Capital Outlay	720	720	1,506	(786)
<b>TOTAL JUSTICE OF THE PEACE PCT. 3</b>	<u>105,826</u>	<u>98,309</u>	<u>96,665</u>	<u>1,644</u>
Justice of the Peace Pct 4:				
Personnel Services	95,700	90,120	87,333	2,787
Repairs, Materials and Supplies	8,900	7,750	2,858	4,892
Professional and Contract Services			-	-
Capital Outlay			-	-
<b>TOTAL JUSTICE OF THE PEACE PCT. 4</b>	<u>104,600</u>	<u>97,870</u>	<u>90,191</u>	<u>7,679</u>
<b>TOTAL JUDICIAL</b>	<u>1,363,045</u>	<u>1,366,914</u>	<u>1,158,478</u>	<u>191,160</u>
<b>PUBLIC SAFETY</b>				
Constables:				
Personnel Services	105,605	139,788	66,277	73,511
Repairs, Materials and Supplies	24,350	24,875	5,622	19,253
+ Professional and Contract Services	3,000	1,500	-	1,500
Capital Outlay	-	-	-	-
<b>TOTAL CONSTABLES</b>	<u>132,955</u>	<u>166,163</u>	<u>71,899</u>	<u>94,264</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

(continued)	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
<b>PUBLIC SAFETY (continued)</b>				
Sheriff:				
Personnel Services	\$ 2,492,800	\$ 2,337,854	2,349,633	\$ (11,779)
Repairs, Materials and Supplies	50,000	50,000	394,278	(344,278)
Other Services and Charges	421,522	424,522		424,522
Capital Outlay	10,187	187	2,302	(2,115)
<b>TOTAL SHERIFF</b>	<u>2,974,509</u>	<u>2,812,563</u>	<u>2,746,214</u>	<u>66,349</u>
Fire and Ambulance Service:				
Personnel Services	20,447	23,348	3,860	19,488
Repairs, Materials and Supplies	1,500	1,500	20,175	(18,675)
Other Services and Charges	41,600	120,600	149,484	(28,884)
Capital Outlay	6,000	6,000	-	6,000
<b>TOTAL FIRE AND         AMBULANCE SERVICE</b>	<u>69,547</u>	<u>151,448</u>	<u>173,520</u>	<u>(22,072)</u>
Jail:				
Personnel Services	1,364,800	1,421,497	1,223,323	198,174
Repairs, Materials and Supplies	261,000	251,000	353,514	(102,514)
Other Services and Charges	198,200	198,200	-	198,200
Professional and Contract Services	-	-	1,193	(1,193)
Capital Outlay	5,500	5,083	-	5,083
<b>TOTAL JAIL</b>	<u>1,829,500</u>	<u>1,875,780</u>	<u>1,578,030</u>	<u>297,750</u>
Probation Office:				
Personnel Services	77,883	79,000	149,069	(70,069)
Other Services and Charges	30,000	30,000	668	29,332
Capital Outlay	-	-	-	-
<b>TOTAL PROBATION OFFICE</b>	<u>107,883</u>	<u>109,000</u>	<u>149,738</u>	<u>(40,738)</u>
Department of Public Safety:				
Personnel Services	30,084	43,288	29,285	14,003
Repairs, Materials, and Supplies	1,000	1,000	3,592	(2,592)
Other Services and Charges	3,600	3,600	-	3,600
Capital Outlay	800	300	-	300
<b>TOTAL DEPARTMENT OF         PUBLIC SAFETY</b>	<u>35,484</u>	<u>48,188</u>	<u>32,877</u>	<u>15,011</u>
INS:				
Personnel Services	111,758	111,758	116,345	(4,587)
Repairs, Materials, and Supplies	127,840	127,840	95,959	31,881
<b>TOTAL INS</b>	<u>239,598</u>	<u>239,598</u>	<u>212,304</u>	<u>27,294</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>5,389,476</u>	<u>5,402,740</u>	<u>4,964,580</u>	<u>437,860</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

(continued)	Original Budget	Final Budget	Actual	Variance With Final Budget Favorable (Unfavorable)
<b>CULTURE AND RECREATION</b>				
Public Library:				
Other Services and Charges	\$ 76,285	\$ 76,285	\$ 76,285	\$ 0
<b>TOTAL PUBLIC LIBRARY</b>	<u>76,285</u>	<u>76,285</u>	<u>76,285</u>	<u>0</u>
Agriculture:				
Personnel Services	70,111	76,605	64,922	11,683
Repairs, Materials and Supplies	2,500	2,500	14,812	(12,312)
Other Services and Charges	23,350	23,350	-	23,350
Capital Outlay	6,000	5,000	1,938	3,062
<b>TOTAL AGRICULTURE</b>	<u>101,961</u>	<u>107,455</u>	<u>81,672</u>	<u>25,783</u>
MHMR Services:				
Other Services and Charges	19,260	21,250	21,565	315
<b>TOTAL MHMR SERVICES</b>	<u>19,260</u>	<u>21,250</u>	<u>21,565</u>	<u>315</u>
Community Center:				
Other Services and Charges	100,000	90,000	105,000	15,000
Capital Outlay	-	-	-	-
<b>TOTAL COMMUNITY CENTER</b>	<u>100,000</u>	<u>90,000</u>	<u>105,000</u>	<u>-</u>
<b>TOTAL CULTURE AND RECREATION</b>	<u>297,506</u>	<u>294,990</u>	<u>284,522</u>	<u>26,098</u>
<b>HIGHWAYS AND STREETS</b>				
Road and Bridge:				
Personnel Services	785,881	784,014	637,677	146,337
Repairs, Materials and Supplies	4,500	3,950	626,166	(622,216)
Other Services and Charges	886,024	818,708	-	818,708
Capital Outlay	97,640	74,640	95,187	(20,547)
<b>TOTAL ROAD AND BRIDGE</b>	<u>1,774,045</u>	<u>1,681,312</u>	<u>1,359,030</u>	<u>322,282</u>
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>1,774,045</u>	<u>1,681,312</u>	<u>1,359,030</u>	<u>322,282</u>
<b>TOTAL CURRENT EXPENDITURES</b>	<u>15,975,768</u>	<u>16,200,438</u>	<u>10,817,449</u>	<u>5,381,042</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Grant Matching	170,000	170,000	-	170,000
Other Transfers	520,000	520,000	(9,735)	529,735
	<u>690,000</u>	<u>690,000</u>	<u>(9,735)</u>	<u>699,735</u>
<b>Total Expenditures</b>	<u><u>\$ 16,665,768</u></u>	<u><u>\$ 16,890,438</u></u>	<u><u>\$ 10,807,715</u></u>	<u><u>\$ 6,080,777</u></u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**DEBT SERVICE FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes	\$ 8,524,093	\$ 8,524,093	\$ 9,939,726	\$ 1,415,633
Miscellaneous	2,500	2,500	60,338	57,838
<b>Total Revenues</b>	<b>8,526,593</b>	<b>8,526,593</b>	<b>10,000,064</b>	<b>1,473,471</b>
<b>EXPENDITURES</b>				
Debt Service				
Principal Retirement	8,600,000	8,600,000	-	8,600,000
Interest & Fiscal Charges	380,856	380,856	-	380,856
Debt Issue Costs	-	-	-	-
<b>Total Expenditures</b>	<b>8,980,856</b>	<b>8,980,856</b>	<b>-</b>	<b>8,980,856</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(454,263)</b>	<b>(454,263)</b>	<b>10,000,064</b>	<b>10,454,327</b>
<b>OTHER FINANCING SOURCE (USES)</b>				
Bond Proceeds	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(454,263)</b>	<b>(454,263)</b>	<b>10,000,064</b>	<b>10,454,327</b>
<b>FUND BALANCE - OCTOBER 1, 2014</b>	<b>1,280,624</b>	<b>1,280,624</b>	<b>2,008,749</b>	<b>728,125</b>
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	<b>\$ 826,361</b>	<b>\$ 826,361</b>	<b>\$ 12,008,813</b>	<b>\$ 11,182,452</b>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**PUBLIC FACILITY CORPORATION (A BLENDED COMPONENT UNIT)**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 333,000	\$ 333,000	\$ 291,042	\$ (41,958)
Intergovernmental	-	-	-	-
Interest	-	-	-	-
<b>Total Revenues</b>	<b>333,000</b>	<b>333,000</b>	<b>291,042</b>	<b>(41,958)</b>
<b>EXPENDITURES</b>				
Public Safety				
Personnel services	-	-	-	-
Repairs, materials, and supplies	-	-	-	-
Professional and contract services	-	-	-	-
Other services and charges	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	333,000	333,000	-	333,000
Interest	-	-	-	-
<b>Total Expenditures</b>	<b>333,000</b>	<b>333,000</b>	<b>-</b>	<b>333,000</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>291,042</b>	<b>291,042</b>
<b>OTHER FINANCING SOURCE (USES)</b>				
Operating Transfers In (Out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>291,042</b>	<b>291,042</b>
<b>FUND BALANCE - OCTOBER 1, 2014</b>	<b>-</b>	<b>-</b>	<b>311,694</b>	<b>311,694</b>
<b>Prior Period Adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 602,736</b>	<b>\$ 602,736</b>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**CERTIFICATES OF OBLIGATION 2011**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Interest	-	-	303	303
<b>Total Revenues</b>	-	-	303	303
<b>EXPENDITURES</b>				
Public Safety				
Personnel services	-	-	-	-
Repairs, materials, and supplies	-	-	-	-
Professional and contract services	-	-	-	-
Other services and charges	-	-	-	-
Capital Outlay	736,319	736,319	752,681	(16,362)
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	736,319	736,319	752,681	(16,362)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(736,319)	(736,319)	(752,379)	(16,060)
<b>OTHER FINANCING SOURCE (USES)</b>				
Bond Proceeds	-	-	-	-
Bond Issue Costs			-	
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	(736,319)	(736,319)	(752,379)	(16,060)
<b>FUND BALANCE - OCTOBER 1, 2014</b>	257,173	257,173	257,173	-
<b>Prior Period Adjustments</b>	-	-	-	-
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	\$ (479,146)	\$ (479,146)	\$ (495,205)	\$ (16,060)

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**CERTIFICATES OF OBLIGATION 2012**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Interest	-	-	14,424	14,424
<b>Total Revenues</b>	-	-	14,424	14,424
<b>EXPENDITURES</b>				
Public Safety				
Personnel services	-	-	-	-
Repairs, materials, and supplies	-	-	-	-
Professional and contract services	-	-	-	-
Other services and charges	-	-	-	-
Capital Outlay	6,936,219	6,936,219	5,601,882	1,334,337
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	6,936,219	6,936,219	5,601,882	1,334,337
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(6,936,219)	(6,936,219)	(5,587,458)	1,348,761
<b>OTHER FINANCING SOURCE (USES)</b>				
Bond Proceeds	-	-	-	-
Bond Issue Costs	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	(6,936,219)	(6,936,219)	(5,587,458)	1,348,761
<b>FUND BALANCE - OCTOBER 1, 2014</b>	7,798,641	7,798,641	5,964,214	(1,834,427)
<b>Prior Period Adjustments</b>	-	-	143,868	143,868
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	\$ 862,422	\$ 862,422	\$ 520,624	\$ (341,798)

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**CERTIFICATES OF OBLIGATION 2013**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Interest	-	-	35,252	35,252
<b>Total Revenues</b>	-	-	35,252	35,252
<b>EXPENDITURES</b>				
Public Safety				
Personnel services	-	-	-	-
Repairs, materials, and supplies	-	-	-	-
Professional and contract services	-	-	-	-
Other services and charges	-	-	-	-
Capital Outlay	9,097,820	9,097,820	8,772,443	325,377
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	9,097,820	9,097,820	8,772,443	325,377
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(9,097,820)	(9,097,820)	(8,737,191)	360,629
<b>OTHER FINANCING SOURCE (USES)</b>				
Bond Proceeds	-	-	-	-
Bond Issue Costs	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	(9,097,820)	(9,097,820)	(8,737,191)	360,629
<b>FUND BALANCE - OCTOBER 1, 2014</b>	9,095,744	9,095,744	9,095,744	-
<b>Prior Period Adjustments</b>	-	-	-	-
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	\$ (2,076)	\$ (2,076)	\$ 358,553	\$ 360,629

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**CERTIFICATES OF OBLIGATION 2014**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 9,990,000	\$ 9,990,000	\$ -	\$ (9,990,000)
Intergovernmental	-	-	-	-
Interest	-	-	44,909	44,909
<b>Total Revenues</b>	<u>9,990,000</u>	<u>9,990,000</u>	<u>44,909</u>	<u>(9,945,091)</u>
<b>EXPENDITURES</b>				
Public Safety				
Personnel services	-	-	-	-
Repairs, materials, and supplies	-	-	-	-
Professional and contract services	-	-	-	-
Other services and charges	-	-	-	-
Capital Outlay	9,990,000	9,990,000	726,760	9,263,240
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	<u>9,990,000</u>	<u>9,990,000</u>	<u>726,760</u>	<u>9,263,240</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(681,851)</u>	<u>(681,851)</u>
<b>OTHER FINANCING SOURCE (USES)</b>				
Bond Proceeds	-	-	9,989,793	9,989,793
Bond Issue Costs			(150,500)	
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>9,839,293</u>	<u>9,989,793</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>-</u>	<u>-</u>	<u>9,157,442</u>	<u>9,157,442</u>
<b>FUND BALANCE - OCTOBER 1, 2014</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Prior Period Adjustments</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,157,442</u>	<u>\$ 9,157,442</u>

**DIMMIT COUNTY, TEXAS**  
**BUDGETARY COMPARISON SCHEDULE - REVENUES AND EXPENDITURES**  
**CERTIFICATES OF OBLIGATION 2015**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Interest	-	-	539	539
<b>Total Revenues</b>	-	-	539	539
<b>EXPENDITURES</b>				
Public Safety				
Personnel services	-	-	-	-
Repairs, materials, and supplies	-	-	-	-
Professional and contract services	-	-	-	-
Other services and charges	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total Expenditures</b>	-	-	-	-
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	-	539	539
<b>OTHER FINANCING SOURCE (USES)</b>				
Bond Proceeds	-	-	9,990,000	9,990,000
Bond Issue Costs			(155,000)	
<b>Total Other Financing Sources (Uses)</b>	-	-	9,835,000	9,990,000
<b>NET CHANGE IN FUND BALANCES</b>	-	-	9,835,539	9,835,539
<b>FUND BALANCE - OCTOBER 1, 2014</b>	-	-	-	-
<b>Prior Period Adjustments</b>	-	-	-	-
<b>FUND BALANCE - SEPTEMBER 30, 2015</b>	\$ -	\$ -	\$ 9,835,539	\$ 9,835,539

**Combining and Individual Fund Financial  
Statement**

## **Non-major Governmental Funds**

**DIMMIT COUNTY, TEXAS**  
**COMBINING AND INDIVIDUAL FUND BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2015**

	<b>Emergency Fund</b>	<b>Courthouse Security</b>	<b>Technology</b>	<b>Records Management County Clerk</b>
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ -	\$ 125,231	\$ 56,503	\$ 202,361
Receivables (net)	-	-	-	-
Accrued Interest	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	-	-
Due from Others	-	-	-	-
Notes Receivable	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<b><u>\$ -</u></b>	<b><u>\$ 125,231</u></b>	<b><u>\$ 56,503</u></b>	<b><u>\$ 202,361</u></b>
<b><u>LIABILITIES</u></b>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Payroll	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Due to Others	-	-	-	-
Deferred Revenue	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL LIABILITIES</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>FUND BALANCES</u></b>				
Reserved:				
Capital Projects	-	-	-	-
Special Revenue Purposes	-	125,231	56,503	202,361
	<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL FUND BALANCES</b>	<b><u>-</u></b>	<b><u>125,231</u></b>	<b><u>56,503</u></b>	<b><u>202,361</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ -</u></b>	<b><u>\$ 125,231</u></b>	<b><u>\$ 56,503</u></b>	<b><u>\$ 202,361</u></b>

(Continued)

<b>Economic Development</b>	<b>Operation Linebacker</b>	<b>Operation Border Star</b>	<b>Records Management District Clerk</b>	<b>Law Library</b>	<b>Total Non-major Special Revenue Funds</b>
\$ 4	\$ -	\$ 53,682	\$ 693	\$ 2,972	\$ 441,445
-	-	-	-	-	-
-	-	-	-	-	-
26,389	-	-	-	-	26,389
-	-	35,481	-	-	35,481
-	-	-	-	-	-
11,892	-	-	-	-	11,892
<u>\$ 38,285</u>	<u>\$ -</u>	<u>\$ 89,163</u>	<u>\$ 693</u>	<u>\$ 2,972</u>	<u>\$ 515,208</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	1,784	-	-	1,784
-	-	(897)	29,896	48,068	77,067
8,418	-	-	-	-	8,418
-	-	-	-	-	-
-	-	-	-	-	-
<u>8,418</u>	<u>-</u>	<u>888</u>	<u>29,896</u>	<u>48,068</u>	<u>87,270</u>
-	-	-	-	-	-
29,867	-	88,275	(29,203)	(45,096)	427,938
-	-	-	-	-	-
<u>29,867</u>	<u>-</u>	<u>88,275</u>	<u>(29,203)</u>	<u>(45,096)</u>	<u>427,938</u>
<u>\$ 38,285</u>	<u>\$ -</u>	<u>\$ 89,163</u>	<u>\$ 693</u>	<u>\$ 2,972</u>	<u>\$ 515,208</u>

**COMBINING AND INDIVIDUAL FUND BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2015**

	Dimmit County Jail Project	Texas Historical Commission Project	Colonia Carrizo Hill Project	TDHCA Home 2010-06	Espantosa Sub Contr #712115
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ -	\$ 40,337	\$ -	\$ 13,000	\$ -
Due from Other Funds	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Due from Others	-	-	-	-	-
Notes Receivable	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 40,337</b>	<b>\$ -</b>	<b>\$ 13,000</b>	<b>\$ -</b>
<b>LIABILITIES</b>					
Bank Overdraft	-	-	-	-	-
Accounts Payable	\$ -	\$ -	\$ -	\$ 13,000	\$ -
Accrued Liabilities	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,000</b>	<b>-</b>
<b>FUND BALANCES</b>					
Reserved					
Capital Projects	-	40,337	-	-	-
Special Revenue Purposes	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>40,337</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 40,337</b>	<b>\$ -</b>	<b>\$ 13,000</b>	<b>\$ -</b>

- - - - -

Continued

<b>TX DOT Certz</b>	<b>Linebacker Project</b>	<b>Border Patrol Project</b>	<b>Texas Border Gang Prevention Project</b>	<b>Ed Byrne Memorial Justice</b>	<b>Operation Linebacker 2010</b>
\$ 324,449	\$ -	\$ 3	\$ -	\$ -	\$ -
-	-	-	-	-	-
622,041	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>\$ 946,490</b>	<b>\$ -</b>	<b>\$ 3</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
-	-	-	-	-	-
\$ -	\$ -	\$ (14)	\$ -	\$ -	\$ -
-	-	-	-	-	-
521,479	-	-	-	-	-
-	-	-	-	-	-
521,479	-	(14)	-	-	-
425,011	-	17	-	-	-
-	-	-	-	-	-
425,011	-	17	-	-	-
<b>\$ 946,490</b>	<b>\$ -</b>	<b>\$ 3</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
-	-	-	-	-	-

**COMBINING AND INDIVIDUAL FUND BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2015**

	<b>Local Border Security FY 10-11</b>	<b>Operation Stone Garden 2010</b>	<b>Local Border Sec Sheriff 110001</b>	<b>2010 CDBG Street Impr Grant</b>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	\$ 534,943	\$ 64,873	\$ 538
Due from Other Funds	-	-	-	-
Due from Other Governments	-	5,219	2,908	-
Due from Others	-	-	-	-
Notes Receivable	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 540,162</b>	<b>\$ 67,782</b>	<b>\$ 538</b>
<b>LIABILITIES</b>				
Bank Overdraft	-	-	-	-
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	-
Due to Other Funds	-	540,828	67,782	538
Due to Other Governments	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>540,828</b>	<b>67,782</b>	<b>538</b>
<b>FUND BALANCES(DEFICIT)</b>				
Reserved for:				
Capital Projects	-	-	-	-
Special Revenue Purposes	-	(666)	-	-
<b>TOTAL FUND EQUITY</b>	<b>-</b>	<b>(666)</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 540,162</b>	<b>\$ 67,782</b>	<b>\$ 538</b>

- - (0) -

Dimmit County GRANTS 119	Street Improvement 710191	Total Non-major Capital Project Funds	Total All Non-major Governmental Funds
\$ -	\$ -	\$ 978,145	\$ 1,419,590
-	-	-	26,389
-	-	630,168	665,649
-	-	-	-
-	-	-	11,892
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,608,313</u>	<u>\$ 2,123,521</u>
-	-	-	-
\$ -	\$ -	\$ 12,986	\$ 12,986
-	-	-	1,784
-	-	1,130,627	1,207,695
-	-	-	8,418
-	-	1,143,613	1,230,883
-	-	465,365	465,365
-	-	(666)	427,272
-	-	-	-
-	-	464,700	892,637
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,608,313</u>	<u>\$ 2,123,521</u>
-	-	(0)	(0)

**DIMMIT COUNTY, TEXAS**  
**COMBINING AND INDIVIDUAL FUND STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	<b>Emergency Fund</b>	<b>Courthouse Security</b>	<b>Technology</b>	<b>Records Management County Clerk</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Non Capital Grants	-	-	-	-
Charges for Services	-	5,786	384	83,420
Use of County Monies and Property	-	-	-	-
Fines and Forfeitures	-	24,257	23,590	-
Miscellaneous	-	606	226	889
<b>TOTAL REVENUES</b>	<b>-</b>	<b>30,649</b>	<b>24,200</b>	<b>84,308</b>
<b>EXPENDITURES</b>				
General Government	-	-	12,330	14,461
Public Safety	-	-	-	-
Judicial	-	-	-	-
Highways and Streets	-	-	-	-
Health and Welfare	-	-	-	-
	<b>-</b>	<b>-</b>	<b>12,330</b>	<b>14,461</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>30,649</b>	<b>11,869</b>	<b>69,847</b>
<b>Other Financing Sources (uses)</b>				
Capital Grants	-	-	-	-
Operating Transfers-In (Out)	-	-	-	-
Refund to State	-	-	-	-
Matching Funds	-	-	-	-
<b>Total Other Financing Sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>30,649</b>	<b>11,869</b>	<b>69,847</b>
<b>FUND BALANCES - OCTOBER 1, 2014</b>	<b>-</b>	<b>94,582</b>	<b>44,633</b>	<b>132,514</b>
Equity Transfers	-	-	-	-
Prior Period Adjustments	-	-	-	-
<b>FUND BALANCES - SEPTEMBER 30, 2015</b>	<b>\$ -</b>	<b>\$ 125,231</b>	<b>\$ 56,503</b>	<b>\$ 202,361</b>

(Continued)

<b>Economic Development</b>	<b>Operation linebacker</b>	<b>Operation Border Star</b>	<b>Records Management District Clerk</b>	<b>Law Library</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	50,227	-	-	50,227
-	-	-	2,945	8,470	101,005
-	-	-	-	-	-
-	-	-	-	-	47,847
701	-	-	51	10	2,482
701	-	50,227	2,996	8,480	201,561
-	-	-	-	22,792	49,583
-	-	50,227	-	-	50,227
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	50,227	-	22,792	99,810
701	-	-	2,996	(14,311)	101,751
-	-	-	-	-	-
(19,176)	-	-	-	-	(19,176)
-	-	-	-	-	-
-	-	-	-	-	-
(19,176)	-	-	-	-	(19,176)
(18,475)	-	-	2,996	(14,311)	82,575
48,342	-	88,275	(32,198)	(30,785)	345,362
-	-	-	-	-	-
-	-	-	-	-	-
\$ 29,867	\$ -	\$ 88,275	\$ (29,203)	\$ (45,096)	\$ 427,938

**DIMMIT COUNTY, TEXAS**  
**COMBINING AND INDIVIDUAL FUND STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**  
**(Continued)**

	Dimmit County Jail Project	Texas Historical Commission Project	Colonia Carrizo Hill Project	TDHCA Home 2010-06	Espantosa Sub Contr #712115	TXDOT CERTZ	Border Patrol Project
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non Capital Grants	-	-	-	-	-	2,133,359	-
Charges for Services	-	-	-	-	-	-	-
Use of County Monies and Property	-	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	53	-
<b>TOTAL REVENUES</b>	-	-	-	-	-	2,133,412	-
<b>EXPENDITURES</b>							
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-
Highways and Streets	-	-	-	-	-	1,564,480	-
Health and Welfare	-	-	-	-	-	-	-
	-	-	-	-	-	1,564,480	-
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	-	-	-	-	-	568,932	-
<b>Other Financing Sources (uses)</b>							
Capital Grants	-	-	-	-	-	-	-
Operating Transfers-In (Out)	-	-	-	-	-	-	-
Refund to State	-	-	-	-	-	-	-
Equity Transfers	-	-	-	-	-	-	-
<b>Total Other Financing Sources (uses)</b>	-	-	-	-	-	-	-
<b>Net Change in Fund Balances</b>	-	-	-	-	-	568,932	-
<b>FUND BALANCES - OCTOBER 1, 2014</b>	-	40,337	-	-	-	(143,921)	17
<b>Prior Period Adjustments</b>	-	-	-	-	-	-	-
<b>FUND BALANCES - SEPTEMBER 30, 2015</b>	\$ -	\$ 40,337	\$ -	\$ -	\$ -	\$ 425,011	\$ 17

Operation Stone Garden 2010	Local Border Sec Sheriff 110001	Total Non-major Capital Project Funds	Total All Non-major Governmental Funds
\$ -	\$ -	\$ -	\$ -
428,682	69,054	2,631,095	2,681,321
-	-	-	101,005
-	-	-	-
-	-	-	47,847
-	-	53	2,536
428,682	69,054	2,631,148	2,832,709
-	-	-	49,583
428,682	69,054	497,736	547,962
-	-	-	-
-	-	-	-
-	-	1,564,480	1,564,480
-	-	-	-
428,682	69,054	2,062,216	2,162,026
-	-	568,932	670,683
-	-	-	-
-	-	-	(19,176)
-	-	-	-
-	-	-	-
-	-	-	(19,176)
-	-	568,932	651,507
-	-	(103,566)	241,796
-	-	-	-
(666)	-	(666)	(666)
\$ (666)	\$ -	\$ 464,700	\$ 892,637

## **COMBINING FIDUCIARY STATEMENTS**

**DIMMIT COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**SEPTEMBER 30, 2015**

	County Clerk	District Clerk	Tax Assessor/ Collector	County Attorney	Commissary
<b><u>ASSETS</u></b>					
Cash and Investments	\$ 754,288	\$ 1,515,314	\$ 481,182	\$ 7,573	\$ 20,050
Due From Other Funds	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 754,288</b>	<b>\$ 1,515,314</b>	<b>\$ 481,182</b>	<b>\$ 7,573</b>	<b>\$ 20,050</b>
<b><u>LIABILITIES</u></b>					
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Others	754,288	1,515,314	481,182	7,573	20,050
<b>Total Liabilities</b>	<b>\$ 754,288</b>	<b>\$ 1,515,314</b>	<b>\$ 481,182</b>	<b>\$ 7,573</b>	<b>\$ 20,050</b>

Sheriff Forfeiture Account	Payroll Fund	Total
\$ 7,361	\$ 477,264	\$ 3,263,032
-	-	-
<u>\$ 7,361</u>	<u>\$ 477,264</u>	<u>\$ 3,263,032</u>

\$ -	\$ -	\$ -
<u>7,361</u>	<u>477,264</u>	<u>3,263,032</u>
<u>\$ 7,361</u>	<u>\$ 477,264</u>	<u>\$ 3,263,032</u>

**DIMMIT COUNTY, TEXAS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Beginning Balance	Additions	Deletions	Ending Balance
<b>County Clerk</b>				
Assets				
Cash	\$ 538,018	\$ 633,122	\$ 416,852	\$ 754,288
Liabilities				
Due to others	\$ 538,018	\$ 633,122	\$ 416,852	\$ 754,288
<b>District Clerk</b>				
Assets				
Cash	\$ 1,900,151	\$ 351,851	\$ 736,688	\$ 1,515,314
Liabilities				
Due to others	\$ 1,900,151	\$ 351,851	\$ 736,688	\$ 1,515,314
<b>Tax Assessor/Collector</b>				
Assets				
Cash	\$ 406,891	\$ 104,539,359	\$ 104,465,068	\$ 481,182
Liabilities				
Due to others	\$ 406,891	\$ 104,539,359	\$ 104,465,068	\$ 481,182
<b>County Attorney</b>				
Assets				
Cash	\$ 9,889	\$ 8,016	\$ 10,332	\$ 7,573
Liabilities				
Due to others	\$ 9,889	\$ 8,016	\$ 10,332	\$ 7,573
<b>Sheriff Commissary Account</b>				
Assets				
Cash	\$ 18,029	\$ 69,892	\$ 67,871	\$ 20,050
Liabilities				
Due to others	\$ 18,029	\$ 69,892	\$ 67,871	\$ 20,050
<b>Constable Forfeiture Account</b>				
Assets				
Cash	\$ -	\$ -	\$ -	\$ -
Liabilities				
Due to others	\$ -	\$ -	\$ -	\$ -
<b>Sheriff Forfeiture Account</b>				
Assets				
Cash	\$ 76,866	\$ 212,136	\$ 281,641	\$ 7,361
Liabilities				
Due to others	76,866	212,136	281,641	7,361
	\$ 76,866	\$ 212,136	\$ 281,641	\$ 7,361
<b>Payroll Fund</b>				
Assets				
Cash	\$ -	\$ -	\$ -	\$ -
Due From Other Funds	19,814	8,451,393	7,899,011	477,264
	\$ 19,814	\$ 8,451,393	\$ 7,899,011	\$ 477,264
Liabilities				
Due to Other Funds	\$ -	\$ -	\$ -	\$ -
Due to others	\$ 19,814	\$ 8,451,393	\$ 7,899,011	477,264
	\$ 19,814	\$ 8,451,393	\$ 7,899,011	\$ 477,264

## **SINGLE AUDIT INFORMATION**



**BILL C. ROCHA**  
**CERTIFIED PUBLIC ACCOUNTANT**

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

To the Honorable Judge Ponce  
And the members of Commissioners Court  
County of Dimmit, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standard applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the business-type activities, each major fund, and the aggregate remaining fund information of the County of Dimmit, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise County of Dimmit's basic financial statements, and have issued our report thereon dated May 10, 2016.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered County of Dimmit's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of County of Dimmit's internal control. Accordingly, we do not express an opinion on the effectiveness of County of Dimmit's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies and therefore, material weakness or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

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

We noted certain matters that we reported to the management the County of Dimmit's in a separate letter dated May 10, 2016.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Bill C. Rocha, CPA, CGMA*

Bill C. Rocha  
Certified Public Accountant  
San Antonio, Texas  
May 10, 2016



**BILL C. ROCHA**  
**CERTIFIED PUBLIC ACCOUNTANT**

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Honorable Judge Ponce  
and the members of Commissioners Court  
of the County of Dimmit, Texas

***Report on Compliance for Each Major Federal Program***

We have audited the County of Dimmit, Texas' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County of Dimmit, Texas' major federal programs for the year ended September 30, 2015. County of Dimmit, Texas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County of Dimmit, Texas' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Dimmit, Texas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County of Dimmit, Texas' compliance.

***Opinion on Each Major Federal Program***

In our opinion, the County of Dimmit, Texas, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2015.

***Report on Internal Control over Compliance***

Management of the County of Dimmit, Texas is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County of Dimmit, Texas' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of

internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County of Dimmit, Texas' internal control over compliance.

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

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

#### **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the business-type activities, each major fund, and the aggregate remaining fund information of the County of Dimmit, Texas, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the County of Dimmit, Texas' basic financial statements. We issued our report thereon dated May 10, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented to purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Bill C. Rocha  
Certified Public Accountant  
San Antonio, Texas  
May 10, 2016

**DIMMIT COUNTY, TEXAS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

<b>Federal Grantor / Pass-Through Grantor / Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Federal Expenditures</b>
U.S. DEPARTMENT OF TRANSPORTATION Passed through Texas Department of Transportation Airport Improvement Program	20.106	1322CRRIZ	71,123
<b>TOTAL U.S. DEPARTMENT OF TRANSPORTATION</b>			<u>71,123</u>
U.S. DEPARTMENT OF HOMELAND SECURITY Passed through Texas Border Sheriff's Coalition Operation Stonegarden	97.067	14-DRTDRT-005-002	359,131
Operation Stonegarden	97.067	14-DRTDRT-07-001	84,744
<b>TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY</b>			<u>443,875</u>
U.S. DEPARTMENT OF JUSTICE Passed through Texas Border Sheriff's Coalition Border Star II	16.738	DJ-11-A10-19832-08	50,227
<b>TOTAL U.S. DEPARTMENT OF JUSTICE</b>			<u>50,227</u>
Passed through Federal Surplus Property Program	39.003	11173	<u>4,761</u>
TEXAS DEPARTMENT OF PUBLIC SAFETY Passed through Texas Border Sheriff's Coalition Local Border Security Program		LBSP-14-0013	574
Local Border Security Program		LBSP-15-0015	67,800
Routine Airport Maintenance Program		M1522CRIZ	2,983
<b>TOTAL TEXAS DEPARTMENT OF PUBLIC SAFETY</b>			<u>71,357</u>
U.S. DEPARTMENT OF TRANSPORTATION Passed through Texas Department of Transportation TX DOT CETRZ		CTIF-01-064	1,551,867
<b>TOTAL TEXAS COMMISSION ON ENVIRONMENTAL QUALITY</b>			<u>1,551,867</u>
<b>TOTAL FEDERAL FINANCIAL ASSISTANCE</b>			<u>2,193,211</u>

**DIMMIT COUNTY, TEXAS**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

**Note 1 – Basis of Presentation**

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

**DIMMIT COUNTY, TEXAS  
SUMMARY OF FINDINGS AND QUESTIONED COSTS  
SEPTEMBER 30, 2015**

**Section I – Summary of Auditor's Results**

**I. Summary of Audit Results**

**FINANCIAL STATEMENTS**

- a. Type of Auditor's Report Issued: Unmodified
- b. Internal control over financial reporting:
- Material weakness(es) identified \_\_\_Yes     x  No
- Significant deficiency(ies) identified \_\_\_Yes     x  No

- c. Noncompliance material finding to financial statements: \_\_\_Yes     x  No

**FEDERAL AWARDS**

- d. Internal control over major programs:
- Material weakness(es) identified \_\_\_Yes     x  No
- Significant deficiency(ies) identified \_\_\_Yes     x  No

- e. Type of Auditor's Report Issued on Compliance for Major Programs: Unmodified

- f. Any audit findings disclosed that are required to be reported  
in accordance with Section 510(a) of OMB Circular A-133: \_\_\_Yes     x  No

Major Program(s):

Operation Stonegarden	CFDA 97.067
TX DOT CERTZ	

- g. Dollar threshold for major program(s): \$ 300,000
- h. Low-risk auditee:  x  Yes    \_\_\_ No

**II. Findings Related to Financial Statements Required to be Reported in Accordance with GAGAS:**

None

**II. Findings and Questioned Cost for Federal Awards**

None

**DIMMIT COUNTY, TEXAS  
CORRECTIVE ACTION PLAN  
SEPTEMBER 30, 2015**

None

**DIMMIT COUNTY, TEXAS**  
**SCHEDULE OF STATUS OF PRIOR AUDIT FINDINGS**  
**SEPTEMBER 30, 2015**

**Finding No:** 2014-001

**Finding Type:** Internal control over inmate commissary accounts

**Condition:** Accurate records are not available that show the amount of money available to each individual inmate for commissary spending. Additionally, the bank reconciliation does not reconcile to the related bank account.

**Recommendation:** We recommend that:

1. The sheriff department maintains a subsidiary ledger of amounts due to inmates that is reconciled to amounts maintained in the inmate commissary account and files the report monthly with the county auditor's office.
2. We recommend that the bank statement be reconciled monthly to the records maintained by the sheriff's office, and that the reconciliation be signed and dated by both the individual preparing the bank reconciliation and personnel designated by the Sheriff to review the reconciliation.
3. We recommend that written controls be developed in order to establish the procedures to be followed by sheriff's department personnel when working with this account.

**Status:** The issue has been resolved.

**Finding No:** 2014-002

**Finding Type:** Internal Control

**Condition:** There was a minimum of one check that was duplicated in the expenditures of the county.

**Recommendation:** We recommend that County personnel review all accounting records to ensure accuracy of expenditures. We recommend that the County personnel review checks and deposits that were identified during the audit as potential duplicate records. We further recommend that the County review and update written internal control policies and procedures.

**Status:** The issue has been resolved.

**Finding No:** 2014-003

**CFDA #:** Operation Stone Garden CFDA #97.067

**Finding Type:** Cash Management and Internal Control

**Condition:** The General fund should have contributed approximately \$2,500 of county money to cover costs of equipment not allowed by this grant.

**Recommendation:** We recommend that personnel assigned to oversee and maintain expenditures and procedures for grants receive copies of expenditure checks to verify that expenditures were paid correctly. We further recommend that the County review and update written internal control policies and procedures.

**Status:** The issue has been resolved.

**DIMMIT COUNTY, TEXAS**  
**SCHEDULE OF STATUS OF PRIOR AUDIT FINDINGS**  
**SEPTEMBER 30, 2015**

**Finding No:** 2014-004

**Finding Type:** Internal Control and Cash Management

**Condition:** Amounts entrusted to County Clerk on behalf of designated individuals were not deposited into interest bearing accounts.

**Recommendation:** We recommend that County clerk immediately transfer these funds to interest bearing accounts. We recommend that County personnel review legal liability for any unearned interest. We further recommend that the County review and update written internal control policies and procedures.

**Status:** The issue has been resolved.

**Finding No:** 2014-005

**Finding Type:** Internal Control

**Condition:** Internal controls over cash to be deposited must be maintained at all times.

**Recommendation:** We recommend that the Sheriff's department have written procedures in place that include reviewing outstanding checks to ensure that no more than one month passes without reviewing and researching checks that have not cleared the bank. We further recommend that the Treasurer's department devise a form to indicate receipts of all amounts to be deposited and that this form be reviewed at least monthly to ensure accuracy and completeness of all deposits.

**Status:** The issue has been resolved.