



**FISHER COUNTY, TEXAS
ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2012**

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

CURRENT PRINCIPAL COUNTY OFFICIALS

As of September 30, 2012

**Marshal Bennett
Gordon Pippin
Billy Henderson
Preston Martin
Scott Feagan
Jonnye Gibson
Rudy Hamric
Tammy Haley
Pat Thomson
Kathy Davenport
J.A. Robinson
Terrye Gruben
Tammy Morton
Luis Carrillo**

**County Judge
Commissioner, Precinct 1
Commissioner, Precinct 2
Commissioner, Precinct 3
Commissioner, Precinct 4
Tax Assessor-Collector
County Attorney
District Clerk
County Clerk
County Treasurer
County Sheriff
County Auditor
Justice of the Peace #1
Justice of the Peace #3**

James E. Rodgers and Company, PC

Certified Public Accountants

20 Southwest Third Street • PO Box 669 • Hamlin, Texas 79520 • Tel: 325-576-2356 • Fax: 325-576-3525

E-mail: rodgerscpa@att.net

Member of Texas Society of CPA's and American Institute of CPA's

Richard E. Rodgers CPA • Gerald L. Rodgers CPA

August 12, 2013

Standard Report on Financial Statements Issued in Accordance with Government Auditing Standards Accompanied by Required Supplementary Information, Supplementary Information, and Other Information

Independent Auditor's Report

Commissioners Court of Fisher County, Texas
Fisher County, Texas
Roby, Texas 79543

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County, Texas (the County) as of and for the year ended September 30, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County, Texas, as of September 30, 2012, 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.

James E Rodgers and Company, PC

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section and combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

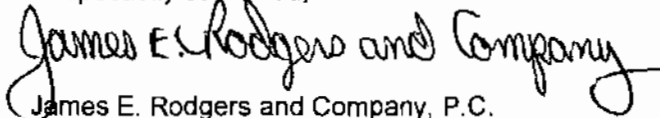
The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures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

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 12, 2013, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.

Respectfully submitted,


James E. Rodgers and Company, P.C.

FISHER COUNTY, TEXAS



Management's Discussion and Analysis

In this section of the Annual Financial and Compliance Report, we, the administration of FISHER COUNTY, TEXAS discuss and analyze the County's financial performance for the fiscal year ended September 30, 2012. Please read it in conjunction with the independent auditor's report which precedes this analysis and the County's Basic Financial Statements which begin following this analysis.

FINANCIAL HIGHLIGHTS

Highlights of Current Fiscal Year Finances

County's Total Net Position at the end of the Year	\$	3,061,900
Total County Revenues for the Current Fiscal Year	\$	3,757,574
Total County Expenses for the Current Fiscal Year	\$	3,277,027
Fund Balance in the General Fund at the End of Year	\$	1,026,900

Changes in the County's Finances from the Previous Fiscal Year

	Increase (Decrease)	
	\$	%
<u>Change in Net Position:</u>		
Change in the County's Total Net Position	\$ 480,547	18.62%
<u>Revenue Changes:</u>		
Change in the County's Total Revenues	\$ 635,415	20.35%
Change in the County's Property Tax Revenues	\$ 172,133	5.51%
<u>Expense Changes:</u>		
Change in the County's Total Expenses	\$ 94,242	2.96%
<u>Other Information:</u>		
Change in the County's General Fund Balance	\$ 280,141	40.38%
Excess (Deficit) of Actual Revenue over Budgeted Revenue - General Fund	\$ 108,113	4.56%

USING THIS ANNUAL REPORT

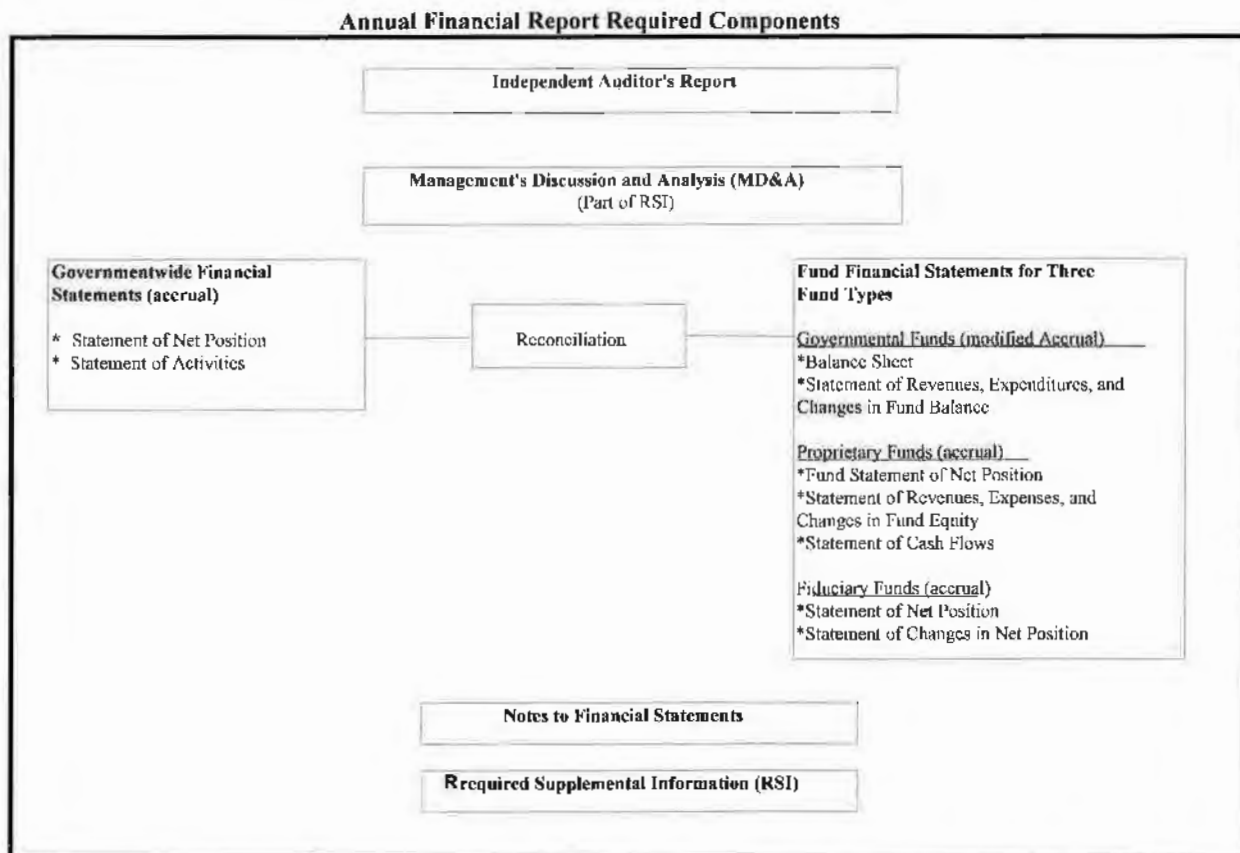
This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (Exhibits A-1 and B-1 in the Basic Financial Statements section). These provide information about the activities of the County as a whole and present a longer-term view of the County's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (Series C and D Exhibits in the Basic Financial Statements section) report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for intergovernmental revenue assessments and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the County were sold to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the County acts solely as a trustee or agent.

The notes to the financial statements (the last document in the Basic Financial Statements section) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The combining statements for non-major funds contain even more information about the County's individual funds.

The following chart illustrates the required components of an annual financial report prepared in compliance with current governmental accounting and reporting standards.



Reporting the County as a Whole

The Statement of Net Position and the Statement of Activities

The analysis of the County's overall financial condition and operations begins in the first part of the Basic Financial Statements section. Its primary purpose is to show whether the County is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the County's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the County's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The County's revenues are divided into those provided by outside parties who share the costs of some programs, such as revenues provided by user fees, licenses, permits, or revenues from other governments (intergovernmental revenues), grants provided by the State of Texas (operating grants and contributions), or property taxes and other miscellaneous revenues (general revenues). All the County's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the County's net position and changes in them. The County's net position (the difference between assets and liabilities) provide one measure of the County's financial health, or financial position. Over time, increases or decreases in the County's net position is one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the County, however, you should consider nonfinancial factors as well, such as changes in the County's population, its property tax base, and the condition of the County's facilities and infrastructure.

In the Statement of Net Position and the Statement of Activities, we divide the County into two kinds of activities:

- **Governmental activities**—Most of the County's basic services are reported here, including general administration, public safety, judicial, health and social services, and infrastructure (roads and bridges). Property taxes, intergovernmental revenues, user fees, and state and federal grants finance most of these activities.
- **Business-type activities**—The County does not currently have any business type activities. The airport was considered a business activity in prior years, but the economics of the activity have changed such that it is no longer classified as a business type activity.

Reporting the County's Most Significant Funds

Fund Financial Statements

The fund financial statements (which begin after the government wide statements) provide detailed information about the most significant funds—not the County as a whole. Laws and contracts require the County to establish some funds, such as potential grants received. The County's administration establishes other funds to help it control and manage money for particular purposes (like juvenile probation activities). The County utilizes only one kind of fund—governmental. The County does not presently utilize proprietary type funds, such as internal service funds, which use a different accounting approach.

- Governmental funds—Almost all of the County's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the County's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.
- Proprietary funds—The County's does not have any proprietary funds.

The County as Trustee

Reporting the County's Fiduciary Responsibilities

The County is the trustee, or fiduciary, for various funds collected for other government entities such as the State of Texas and various funds held for minors as required by court order. The County performs collection activities and disburses such funds on a routine basis. All of the County's fiduciary activities are reported in a separate Statements of Fiduciary Net Position (Exhibit D-1). We exclude these resources from the County's other financial statements because the County cannot use these assets to finance its operations. The County is only responsible for ensuring that the assets reported in these funds are collected and distributed properly.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Our government-wide analysis focuses on the net position (Table I) and changes in net position (Table II) of the County's governmental and business-type activities for the year ended September 30, 2012.

Net position and changes in net position of the County for the current and previous year are as follows:

Table I
FISHER COUNTY, TEXAS
Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2011	2012	2011	2012	2011	2012
Current and other assets	\$ 1,119,942	\$ 1,423,238	\$ -	\$ -	\$ 1,119,942	\$ 1,423,238
Capital assets	2,229,933	2,621,189	-	-	2,229,933	2,621,189
Total assets	\$ 3,349,875	\$ 4,044,427	\$ -	\$ -	\$ 3,349,875	\$ 4,044,427
Long-term liabilities	\$ 748,385	\$ 945,936	\$ -	\$ -	\$ 748,385	\$ 945,936
Other liabilities	20,137	36,591	-	-	20,137	36,591
Deferred Revenues	-	-	-	-	-	-
Total liabilities	\$ 768,522	\$ 982,527	\$ -	\$ -	\$ 768,522	\$ 982,527
Net Position:						
Investment in capital assets	\$ 1,481,548	\$ 1,695,078	\$ -	\$ -	\$ 1,481,548	\$ 1,695,078
Restricted	241,823	253,656	-	-	241,823	253,656
Unrestricted	857,982	1,113,166	-	-	857,982	1,113,166
Total Net Position	\$ 2,581,353	\$ 3,061,900	\$ -	\$ -	\$ 2,581,353	\$ 3,061,900

Table II
FISHER COUNTY, TEXAS
Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2011	2012	2011	2012	2011	2012
Program Revenues:						
Charges for Services	\$ 554,245	\$ 702,083	\$ -	\$ -	\$ 554,245	\$ 702,083
Operating Grant and Contributions	84,079	257,924	-	-	84,079	257,924
Capital Grants	103,413	-	-	-	103,413	-
General Revenues:						
Property Taxes	2,294,746	2,466,879	-	-	2,294,746	2,466,879
Grants and Contributions not Restricted	49,291	45,231	-	-	49,291	45,231
Investment Earnings	30,239	31,693	-	-	30,239	31,693
Miscellaneous	6,146	253,764	-	-	6,146	253,764
Total Revenues	\$ 3,122,159	\$ 3,757,574	\$ -	\$ -	\$ 3,122,159	\$ 3,757,574
Expenses						
General Government - Administration	\$ 598,342	\$ 645,352	\$ -	\$ -	\$ 598,342	\$ 645,352
General Government - Financial	224,436	227,300	-	-	224,436	227,300
Public Safety	702,556	670,888	-	-	702,556	670,888
Judicial and Legal	316,855	323,963	-	-	316,855	323,963
Social and Health Services	196,341	191,942	-	-	196,341	191,942
Infrastructure and Environmental Services	1,075,699	1,149,391	-	-	1,075,699	1,149,391
Intergovernmental	56,690	42,675	-	-	56,690	42,675
Interest on Long-Term Debt	11,866	25,516	-	-	11,866	25,516
Total Expenses	\$ 3,182,785	\$ 3,277,027	\$ -	\$ -	\$ 3,182,785	\$ 3,277,027
Increase in Net Position before transfers and special items	\$ (60,626)	\$ 480,547	\$ -	\$ -	\$ (60,626)	\$ 480,547
Transfers	-	-	-	-	-	-
Extraordinary And Special Items	-	-	-	-	-	-
Net Position at 9/1	2,641,979	2,581,353	-	-	2,641,979	2,581,353
Total Net Position	\$ 2,581,353	\$ 3,061,900	\$ -	\$ -	\$ 2,581,353	\$ 3,061,900

An analysis of the changes in net position for governmental activities is as follows:

Excess of Revenues Over Expenditures for Governmental Funds	\$ 291,496
Current Year Purchases of Capital Assets	715,008
Current Year Debt Principal Payments	260,976
Depreciation	(266,178)
Reclassification of Debt Proceeds as Increases in Long Term Debt	(459,000)
Other Modified to Full Accrual Adjustments	(61,755)
Change in Net Position of Governmental Activities	<u><u>\$ 480,547</u></u>

THE COUNTY'S FUNDS

A financial summary of the County's governmental funds for the current year is as follows:

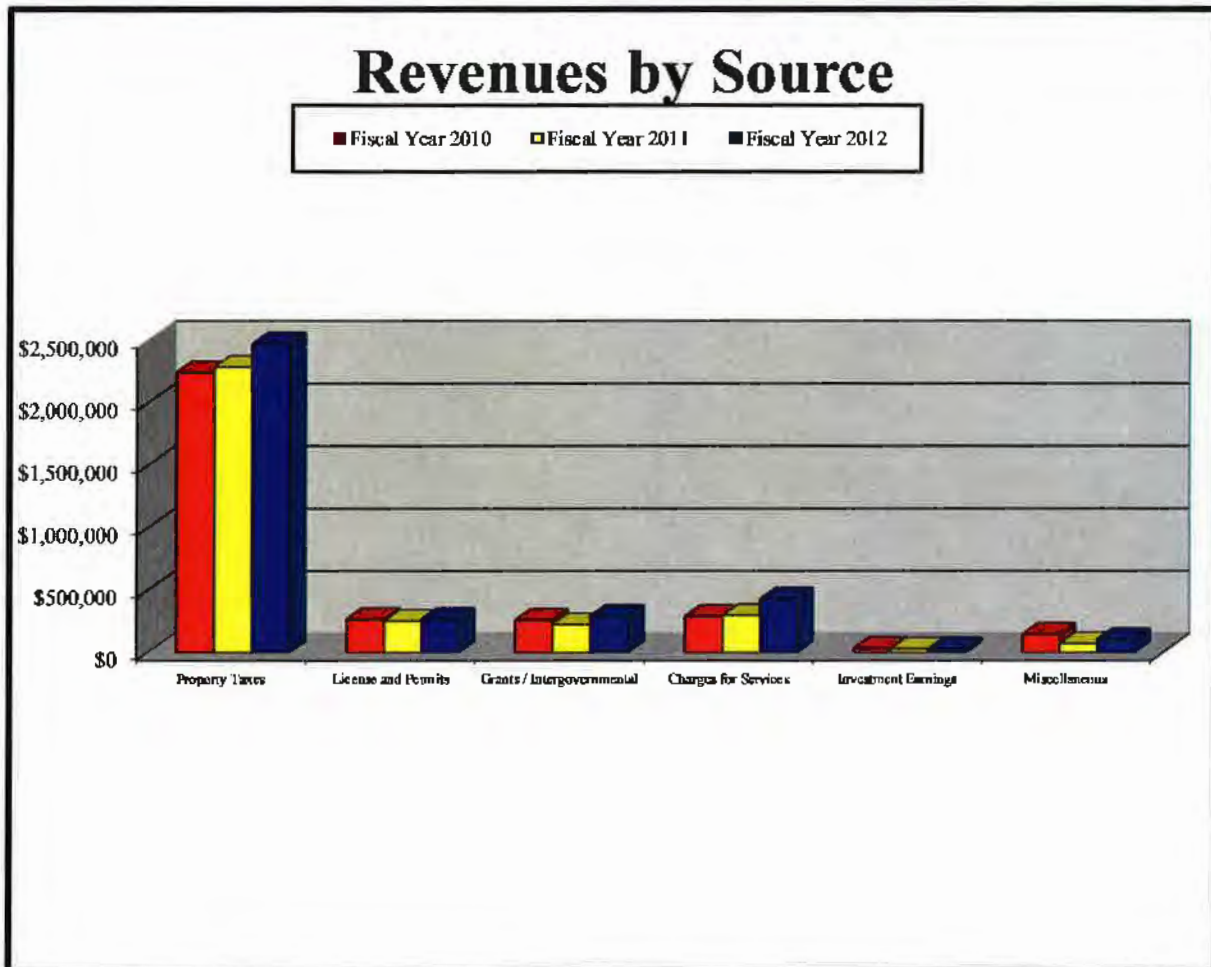
<u>Governmental Fund Financial Statements</u> <u>(Modified Accrual Basis for Budgetary & Control Purposes)</u>			
	<u>General</u> <u>Fund</u>	<u>Other</u> <u>Funds</u>	<u>Total All</u> <u>Funds</u>
Revenues	\$2,478,043	\$1,129,757	\$3,607,800
Expenditures	(2,029,259)	(1,958,046)	(3,987,305)
Other Financing Sources	127,558	967,202	1,094,760
Other Financing Uses	(296,201)	(127,558)	(423,759)
Net Change in Fund Balance	\$ 280,141	\$ 11,355	\$ 291,496
Beginning of Year Fund Balance	746,759	252,798	999,557
Ending Fund Balance-All Governmental Funds	\$ 1,026,900	\$ 264,153	\$ 1,291,053

The following chart illustrates the County's revenue by source for the last three fiscal years:

FISHER COUNTY, TEXAS

REVENUES BY SOURCE

	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012
Property Taxes	\$2,243,803	\$2,283,836	\$2,471,531
License and Permits	269,164	253,856	269,620
Grants / Intergovernmental	262,282	224,746	295,086
Charges for Services	292,123	297,814	432,463
Investment Earnings	33,895	30,239	31,693
Miscellaneous	149,296	72,276	107,407
Totals	\$3,250,563	\$3,162,767	\$3,607,800

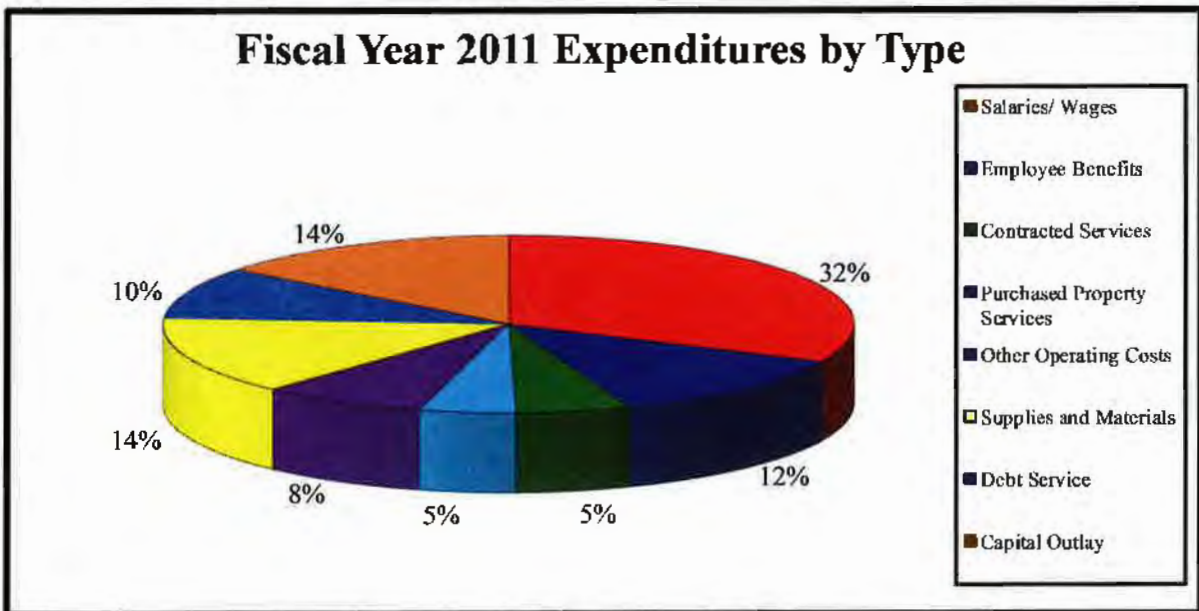
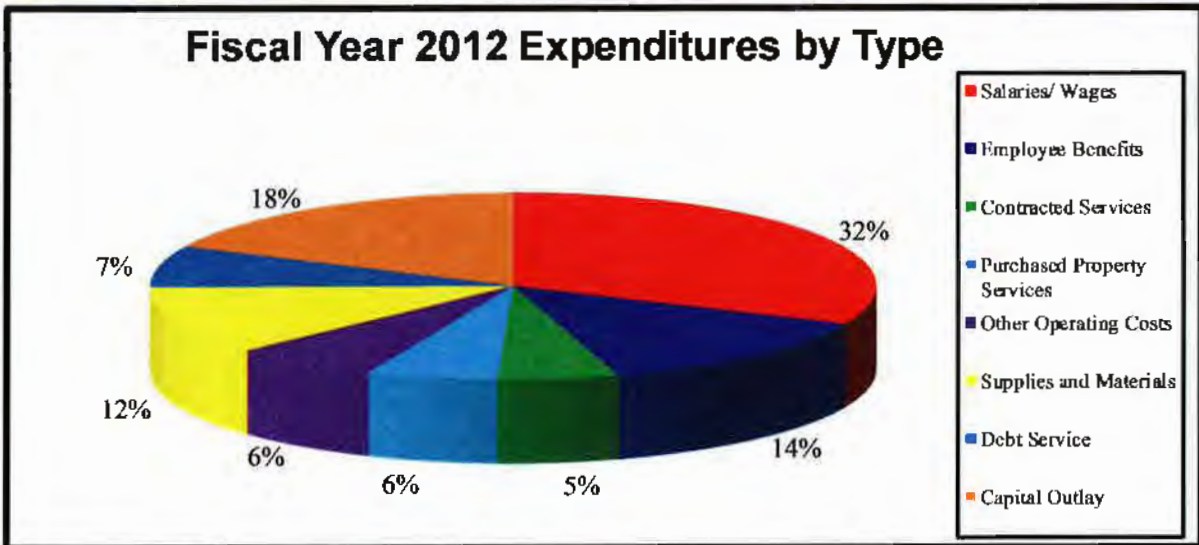


The County's operating expenditures largely consist of personal services (both salaries and benefits) cost for personnel. The following charts illustrate the significance of the County's expenditures by type for the last two fiscal years:

FISHER COUNTY, TEXAS

EXPENDITURES BY TYPE

	Fiscal Year 2011	Fiscal Year 2012
Salaries/ Wages	\$1,238,178	\$1,266,040
Employee Benefits	471,973	539,768
Contracted Services	206,515	216,317
Purchased Property Services	174,318	229,762
Other Operating Costs	298,164	259,977
Supplies and Materials	550,961	473,468
Debt Service	364,568	286,965
Capital Outlay	555,205	715,008
Total	\$3,859,882	\$3,987,305



Budget Amendments

Over the course of the year, the Commissioner's Court revised the County's budget numerous times, although none of those amendments were significant except for the purchase of additional capital outlay.

Capital Assets

At the end of fiscal year 2012, the County had \$5,234,434 invested in capital assets, including land, buildings and improvements, machinery and equipment, and roads and bridges infrastructure.

This year's major additions included:

Current Year Capital Asset Additions		
City Lots	\$	10,000
2012 John Deere Motorgrader		216,000
2004 John Deere 772CH		90,000
2012 Caterpillar Motorgrader		285,000
2005 John Deere HX15 1000RPM Rot Cutter		12,250
Motorola Radios		101,758
Total:	\$	715,008

More detailed information about the County's capital assets is presented in Note IV.F to the financial statements.

Debt

The County's long term debt at September 30, 2012 consists of the following:

County Long-Term Debt

DESCRIPTION	Interest Rate Payable	Amounts Original Issue	Payable Amounts			Payable Amounts Outstanding 9/30/2012	Next Fiscal Year Debt Service Requirement
			Outstanding 10/1/2011	Issued	Retired		
<u>Governmental Type Activities</u>							
Equipment Note Payable - 1st National Bank- Rotan	3.50%	\$ 168,500	\$ 99,375	\$ -	\$ 31,048	\$ 68,327	\$ 36,335
Equipment Note Payable - 1st National Bank- Rotan	3.50%	\$ 132,500	101,185	-	101,185	-	-
Equipment Note Payable - 1st National Bank- Rotan	3.50%	\$ 38,570	19,285	-	9,531	9,754	10,210
Equipment Note Payable - First Financial Bank of Sweetwater	6.00%	\$ 35,500	8,973	-	8,973	-	-
Equipment Note Payable - 1st National Bank- Rotan	3.25%	\$ 75,636	47,519	-	27,319	20,200	20,807
Equipment Note Payable - 1st National Bank- Rotan	3.00%	\$ 26,000	17,329	-	8,521	8,808	9,072
Note Payable - John Deere Financial Services	3.25%	\$ 143,000	143,000	-	26,252	116,748	31,633
Equipment Note Payable - First Financial Bank of Sweetwater	6.00%	\$ 15,745	15,745	-	6,145	9,600	5,779
Equipment Note Payable - First Financial Bank of Sweetwater	6.00%	\$ 17,127	4,952	-	4,952	-	-
Note Payable - John Deere Financial Services	2.95%	\$ 222,485	222,485	-	23,136	199,349	29,774
Equipment Note Payable - First Financial Bank of Sweetwater	4.55%	\$ 70,005	48,712	-	13,914	34,798	15,685
Note Payable - John Deere Financial Services	2.74%	\$ 216,000	-	216,000	-	216,000	46,438
Equipment Note Payable - 1st National Bank- Rotan	3.50%	\$ 48,000	-	48,000	-	48,000	10,631
Equipment Note Payable - 1st National Bank- Rotan	3.50%	\$ 195,000	-	195,000	-	195,000	43,855
<u>Business Type Activities</u>							
None		\$ -	-	-	-	-	-
TOTAL		\$1,404,068	\$ 728,560	\$459,000	\$260,976	\$ 926,584	\$ 260,219

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County's officials considered many factors when setting the fiscal year 2013 budget and tax rates. Some of those factors were the economy, population data, property tax base valuation, and other factors.

These indicators were taken into account when adopting the General Fund budget for 2013. The County's General Fund budgeted expenditures for fiscal year 2013 total \$2,342,295. This represents an increase of \$117,549 from the final amended fiscal year 2012 budget. The County will use its revenues to finance programs and services it currently offers. The County has added no major new programs or services to the 2013 budget.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, elected officials, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor's office, at Fisher County Auditor, PO Box 126, Roby, Texas 79543; (325) 776-3255.

Government Wide Statements

FISHER COUNTY, TEXAS
STATEMENT OF NET POSITION
September 30, 2012

	Primary Government
	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 374,326
Investments - Current	951,468
Receivables (net of allowance for uncollectibles)	97,444
Capital Assets:	
Land	60,000
Infrastructure, net	40,264
Buildings, net	583,866
Machinery and Equipment, net	1,937,059
Total Assets	\$ 4,044,427
LIABILITIES	
Accounts Payable	\$ 36,591
Noncurrent Liabilities	
Due Within One Year	237,297
Due in More Than One Year	708,639
Total Liabilities	\$ 982,527
NET POSITION	
Net Investment in Capital Assets	\$ 1,695,078
Restricted for:	
State and Local Grants	1,909
Other Legal Purposes	251,747
Unrestricted Net Assets	\$ 1,113,166
Total Net Position	\$ 3,061,900

The notes to the Financial Statements are an integral part of this statement.

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

Data Control Codes		Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
			Charges For Services	Operating Grants and Contributions	Capital Grants	Primary Governmental Activities
Primary Government - Governmental Activities:						
11	Administration - County Judge	\$ 102,160	\$ -	\$ -	\$ -	\$ (102,160)
12	Administration - County Clerk	156,931	284,793	-	-	127,862
13	Administration - Veteran's Service Officer	6,000	-	-	-	(6,000)
14	Administration - Non-Departmental	380,261	-	-	-	(380,261)
16	Financial - County Auditor	91,441	-	-	-	(91,441)
17	Financial - County Treasurer	50,316	-	-	-	(50,316)
18	Financial - Tax Assessor / Collector	85,543	12,645	-	-	(72,898)
19	Maintenance, Building, and Grounds	116,760	6,980	-	-	(109,780)
21	County Sheriff	556,686	15,630	-	-	(541,056)
24	Drug Forfeiture	14,993	-	-	-	(14,993)
29	Other Public Safety	99,209	-	216,257	-	117,048
32	County and District Court	28,353	4,324	-	-	(24,029)
33	32nd Judicial District	23,767	-	-	-	(23,767)
34	District Clerk	71,576	12,645	-	-	(58,931)
35	Justice of the Peace 1	60,871	37,935	-	-	(22,936)
36	Justice of the Peace 3	23,313	6,323	-	-	(16,990)
38	County Attorney	79,689	9,307	41,667	-	(28,715)
39	Other Judicial	36,394	-	-	-	(36,394)
41	Indigent Welfare / Child Care	2,558	-	-	-	(2,558)
43	Senior Citizens	142,999	-	-	-	(142,999)
51	Roads and Bridges	1,028,782	269,620	-	-	(759,162)
52	Airport	3,849	-	-	-	(3,849)
61	County Extension Agents	46,385	-	-	-	(46,385)
74	Debt Interest	25,516	-	-	-	(25,516)
90	Intergovernmental	42,675	41,881	-	-	(794)
TOTAL PRIMARY GOVERNMENT		\$ 3,277,027	\$ 702,083	\$ 257,924	\$ -	\$ (2,317,020)
General Revenues:						
Property Taxes, Levied for General Purposes						\$ 2,466,879
Grants and Contributions Not Restricted						45,231
Gain (Loss) on Assets Disposed						154,426
Miscellaneous Revenue (Fines, etc.)						99,338
Investment Earnings						31,693
Total General Revenues						<u>\$ 2,797,567</u>
Change in Net Assets						\$ 480,547
Net Position - Beginning						2,581,353
Prior Period Adjustment						-
Net Position - Ending						<u>\$ 3,061,900</u>

The notes to the Financial Statements are an integral part of this statement.

Governmental Fund Financial Statements

FISHER COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2012

Data Control Codes	General Fund	Road & Bridge Pct. 1	Road & Bridge Pct. 3
ASSETS			
1010 Cash and Cash Equivalents	\$ 1,260,343	\$ (336,612)	\$ (279,322)
1030 Investments - Current	951,468	-	-
1050 Taxes Receivable	103,559	5,975	5,975
1051 Allowance for Uncollectible Taxes (credit)	(25,890)	(1,494)	(1,494)
1260 Intergovernmental Receivables	1,503	87	87
1300 Due from Other Funds	-	338,934	281,506
1000 Total Assets	<u>\$ 2,290,983</u>	<u>\$ 6,890</u>	<u>\$ 6,752</u>
LIABILITIES			
2020 Wages and Salary Benefits Payable	\$ 26,313	\$ 2,409	\$ 2,271
2080 Due to Other Funds	1,160,100	-	-
2220 Deferred Revenues	77,670	4,481	4,481
2000 Total Liabilities	<u>1,264,083</u>	<u>6,890</u>	<u>6,752</u>
Fund Balances:			
3250 Federal or State Funds Grant Restriction	-	-	-
3290 Other Restricted Fund Balance	-	-	-
3590 Other Assigned Fund Balance	-	-	-
3600 Unassigned Fund Balance	1,026,900	-	-
3000 Total Fund Balances	<u>1,026,900</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ 2,290,983</u>	<u>\$ 6,890</u>	<u>\$ 6,752</u>

The notes to the Financial Statements are an integral part of this statement.

Other Funds	Total Governmental Funds
\$ (270,083)	\$ 374,326
-	951,468
11,950	127,459
(2,988)	(31,866)
174	1,851
<u>539,660</u>	<u>1,160,100</u>
<u>\$ 278,713</u>	<u>\$ 2,583,338</u>
\$ 5,598	\$ 36,591
-	1,160,100
<u>8,962</u>	<u>95,594</u>
<u>14,560</u>	<u>1,292,285</u>
1,909	1,909
251,747	251,747
10,497	10,497
-	1,026,900
<u>264,153</u>	<u>1,291,053</u>
<u>\$ 278,713</u>	<u>\$ 2,583,338</u>

FISHER COUNTY, TEXAS
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
 STATEMENT OF NET POSITION
 SEPTEMBER 30, 2012

Total Fund Balances - Governmental Funds	\$	1,291,053
<p>The County uses internal service funds to charge the costs of certain activities, such as self-insurance and printing, to appropriate functions in other governmental funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The net effect of this consolidation is to Increase (decrease) net position.</p>		
		-0-
<p>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 cost of these assets was \$4,813,400 and the accumulated depreciation was \$2,583,467. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt in the governmental activities is to increase (decrease) net position.</p>		
		1,481,548
<p>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 in the government-wide financial statements. The net effect of including the 2012 capital outlays and debt principal payments is to increase (decrease) net position.</p>		
		975,984
<p>The 2012 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.</p>		
		(266,178)
<p>Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, eliminating interfund transactions, reclassifying the proceeds of bond sales as an increase in bonds payable, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase (decrease) net position.</p>		
		(420,507)
Net Position of Governmental Activities	\$	3,061,900

The notes to the Financial Statements are an integral part of this statement.

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

EXHIBIT C-3

Data Control Codes		General Fund	Road & Bridge Pct. 1	Road & Bridge Pct. 3	Other Funds	Total Governmental Funds
REVENUES:						
5110	Property Taxes	\$ 1,995,914	\$ 118,098	\$ 118,098	\$ 236,052	\$ 2,468,162
5190	Penalty and Interest on Taxes	3,369	-	-	-	3,369
5200	Licenses and Permits	-	67,369	67,369	134,882	269,620
5300	Intergovernmental Revenue and Grants	57,705	-	-	237,381	295,086
5400	Charges for Services	314,619	-	-	117,844	432,463
5520	Forfeits	-	-	-	-	-
5610	Investment Earnings	29,176	-	-	2,517	31,693
5620	Rents and Royalties	7,699	-	-	3,920	11,619
5640	Contributions & Donations Private Sources	-	-	-	8,069	8,069
5700	Other Revenue	69,561	6,889	7,748	3,521	87,719
5020	Total Revenues	\$ 2,478,043	\$ 192,356	\$ 193,215	\$ 744,186	\$ 3,607,800
EXPENDITURES:						
Administration:						
6011	County Judge	\$ 102,160	\$ -	\$ -	\$ -	\$ 102,160
6012	County Clerk	126,356	-	-	27,038	153,394
6013	Veteran's Service Officer	6,000	-	-	-	6,000
6014	Non-Departmental	349,773	-	-	-	349,773
Financial:						
6016	County Auditor	91,441	-	-	-	91,441
6017	County Treasurer	50,315	-	-	-	50,315
6018	Tax Assessor Collector	84,193	-	-	-	84,193
6019	Maintenance, Building, and Grounds	118,358	-	-	8,401	126,759
Public Safety:						
6021	County Sheriff Department	601,011	-	-	5,010	606,021
6024	Drug Forfeiture	-	-	-	14,993	14,993
6025	LEOSE Funds	-	-	-	-	-
6029	Other Public Safety	99,209	-	-	-	99,209
Justice System:						
6032	County and District Court	28,353	-	-	-	28,353
6033	32nd Judicial District	23,767	-	-	-	23,767
6034	District Clerk	68,129	-	-	2,847	70,976
6035	Justice of the Peace # 1	60,871	-	-	-	60,871
6036	Justice of the Peace # 2	23,313	-	-	-	23,313
6037	District Attorney	36,394	-	-	-	36,394
6038	County Attorney	71,639	-	-	8,050	79,689
6039	Other Judicial	-	-	-	-	-
Health and Human Services:						
6041	Indigent Welfare/Childcare	2,558	-	-	-	2,558
6043	Senior Citizens	-	-	-	139,524	139,524
Infrastructure and Environmental Services:						
6051	Roads & Bridges	-	435,068	475,862	546,797	1,457,727
6052	Airport	-	-	-	3,849	3,849
Community & Economic Development:						
6061	County Extension Agents	46,385	-	-	-	46,385
Debt Service:						
6072	Other Debt Principal	36,850	110,809	43,048	70,269	260,976
6074	Other Debt Interest	2,183	4,582	6,259	12,965	25,989
6090	Intergovernmental	-	-	-	42,675	42,675
6030	Total Expenditures	\$ 2,029,258	\$ 550,459	\$ 525,169	\$ 882,418	\$ 3,987,304
1100	Excess of Revenues Over (Under) Expenditures	\$ 448,785	\$ (358,103)	\$ (331,954)	\$ (138,232)	\$ (379,504)

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

EXHIBIT C-3

Data Control Codes	General Fund	Road & Bridge Pct. 2	Road & Bridge Pct. 4	Other Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES):					
7912 Sale of Real and Personal Property	\$ -	\$ 70,000	\$ 90,000	\$ 52,000	\$ 212,000
7914 Non-Current Loans	-	216,000	195,000	48,000	459,000
7915 Transfers In	127,558	72,103	46,954	177,145	423,760
7951 Transfers Out (Use)	(296,202)	-	-	(127,558)	(423,760)
7080 Total Other Financing Sources (Uses)	\$ (168,644)	\$ 358,103	\$ 331,954	\$ 149,587	\$ 671,000
1200 Net Change in Fund Balances	\$ 280,141	\$ -	\$ -	\$ 11,355	\$ 291,496
9100 Fund Balance - October 1 (Beginning)	\$ 746,759	\$ -	\$ -	\$ 252,798	\$ 999,557
9200 Fund Balance -September 30 (Ending)	\$ 1,026,900	\$ -	\$ -	\$ 264,153	\$ 1,291,053

The notes to the Financial Statement are an integral part of this statement.

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

Total Net Change in Fund Balances - Governmental Funds	\$	291,496
The county uses some internal service funds to charge the costs of certain activities primarily to the governmental funds. The net income (loss) of these internal service funds are reported with governmental activities. The net effect of this consolidation is to increase (decrease) net position.		-0-
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 in the government-wide financial statements. The net effect of removing the 2012 capital outlays and debt principal payments is to increase (decrease) net position.		975,984
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position.		(266,178)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, reclassifying the proceeds of bond sales, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase (decrease) net position.		(520,755)
Change in Net Position of Governmental Activities	\$	480,547

The notes to the Financial Statements are an integral part of this statement.

Fiduciary Fund Financial Statements

FISHER COUNTY, TEXAS
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 September 30, 2012

	AGENCY FUNDS
ASSETS	
1010 Cash and Cash Equivalents	\$ 849,568
Total Assets	\$ 849,568
LIABILITIES	
2090 Due to Others	\$ 849,568
Total Liabilities	\$ 849,568
NET POSITION	
3900 Unrestricted Net Assets	\$ -
Total Net Position	\$ -

The accompanying notes are an integral part of this statement.

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Fisher County, Texas (the "County"), is a public corporation and political subdivision organized and existing under the Constitution and laws of the State of Texas. It was established in 1886. The County is located in West Texas and comprises a land area of 901 square miles. The county is governed by an elected Commissioners' Court composed of the County Judge and four County Commissioners. It provides services involving public safety, health and social welfare, culture and recreation, conservation, and the construction, improvement, maintenance, and acquisition of roads, bridges, and rights-of-way, in addition to general administration.

The County prepares its basic financial statements in conformity with generally accepted accounting principles of the United States promulgated by the Governmental Accounting Standards Council and other authoritative sources identified in *Statement on Auditing Standards No. 69* of the American Institute of Certified Public Accountants; and it complies with the requirements of the appropriate version of the State of Texas uniform accounting requirements and the requirements of contracts and grants of agencies from which it receives funds.

The Commissioners Court (the "Court") is elected by voters within Fisher County and has the authority to make decisions and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the County is a financial reporting entity as defined by the Governmental Accounting Standards Court ("GASB") in its Statement No. 14, "The Financial Reporting Entity." There are no component units included within the reporting entity.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information for all of the non-fiduciary activities of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements.

In the Statement of Net Position, activities of the primary government may be classified either as *governmental activities* or *business-type activities*. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates how other people or entities that participate in programs the County operates have shared in the payment of the direct costs. The "charges for services" column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the County. The grants and contributions columns include amounts paid by organizations outside the County to help meet the operational or capital requirements of a given function. If a revenue source is not a program revenue, it is general revenue used to support all of the County's functions. Taxes are always general revenues.

Interfund activities between governmental funds and between governmental funds and proprietary funds appear as due to/due from on the Governmental Fund Balance Sheet and Proprietary Fund Statement of Net Position and as other resources and other uses on the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance and on the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position. All interfund transactions between governmental funds and between governmental funds and internal service funds are eliminated on the government-wide statements. Interfund activities between governmental funds and enterprise funds remain on the government-wide statements and appear on the government-wide Statement of Net Position as internal balances and on the Statement of Activities as interfund transfers. Interfund activities between governmental funds and fiduciary funds remain as due to/due from on the government-wide Statement of Activities.

The fund financial statements provide reports on the financial condition and results of operations for three fund categories - governmental, proprietary, and fiduciary. Since the resources in the fiduciary funds cannot be used for County operations, they are not included in the government-wide statements. The County considers some governmental funds major and reports their financial condition and results of operations in a separate column.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues result from providing goods and services in connection with a proprietary fund's principal ongoing operations; they usually come from exchange or exchange-like transactions. All other revenues are non-operating. Operating expenses can be tied specifically to the production of the goods and services, such as materials and labor and direct overhead. Other expenses are non-operating.

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

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

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets, current liabilities and fund balances are included on the balance sheet. Operating statements of these funds present net increases and decreases in current assets (i.e., revenues and other financing sources and expenditures and other financing uses).

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest and principal on long-term debt, which is recognized when due. The expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The County considers all revenues available if they are collectible within 60 days after year end.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the "susceptible to accrual" concept, that is, when they are both measurable and available. The County considers them "available" if they will be collected within 60 days of the end of the fiscal year. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as deferred revenues until related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the County to refund all or part of the unused amount.

The Proprietary Fund Types and Fiduciary Funds are accounted for on a flow of economic resources measurement focus and utilize the accrual basis of accounting. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable and expenses in the accounting period in which they are incurred and become measurable. The County applies all GASB pronouncements as well as the Financial Accounting Standards Council pronouncements issued on or before November 30, 1989, unless these pronouncements conflict or contradict GASB pronouncements. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Fund Statement of Net Position. The fund equity is segregated into net investment in capital assets, restricted net assets, and unrestricted net assets.

D. FUND ACCOUNTING

The County reports the following major governmental funds:

1. **The General Fund** – The general fund is the County's primary operating fund. This fund accounts for all financial resources except those required to be accounted for in another fund.
2. **Other Governmental Fund** – The County did have Road and Bridge Funds that were major governmental funds during the current fiscal year that meet applicable criteria for major funds.

The County reports the following major enterprise fund(s):

1. The County has no major enterprise funds.

Additionally, the County reports the following fund type(s):

Governmental Funds:

1. **Special Revenue Funds** – The County accounts for resources restricted to, or designated for, specific purposes by the County or a grantor in special revenue funds. Most Federal and some State financial assistance are accounted for in a Special Revenue Fund and occasionally, unused balances must be returned to the grantor at the close of specified project periods.
2. **Debt Service Funds** – The County accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a debt service fund. The County did not maintain Debt Service Funds during the current fiscal year.
3. **Capital Projects Funds** – Proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in a capital projects fund. The County did not maintain Capital Projects Funds during the current fiscal year.
4. **Permanent Funds** – The County accounts for donations for which the donor has stipulated that the principal may not be expended and where the income may only be used for purposes that support the County's programs. The County did not maintain Permanent Funds during the current fiscal year.

Proprietary Funds:

5. **Enterprise Funds** – The County's activities for which outside users are charged a fee roughly equal to the cost of providing the goods or services of those activities are accounted for in an enterprise fund. The County did not maintain an enterprise fund during the current year.
6. **Internal Service Funds** – Revenues and expenses related to services provided to organizations inside the County on a cost reimbursement basis are accounted for in an internal service fund. The County did not maintain Internal Service Funds during the current fiscal year.

Fiduciary Funds:

7. **Private Purpose Trust Funds** – The County accounts for donations for which the donor has stipulated that both the principal and the income may be used for purposes that benefit parties outside the County. The County did not maintain Private Purpose Trust Funds during the current fiscal year.
8. **Pension (and Other Employee Benefit) Trust Funds** – These funds are used to account for local pension and other employee benefit funds that are provided by the County in lieu of or in addition to the Texas County District Retirement System in which the County participates. The County has no Pension Trust Funds.
9. **Investment Trust Fund** - This fund is one in which the County holds assets in trust for other entities participating in an investment program managed by the County. The County did not have Investment Trust Funds during the current fiscal year.
10. **Agency Funds** – The County accounts for resources held in the District Clerk and the Tax Assessor – Collector's offices prior to release to the County Treasurer or other individuals or entities in Agency Funds.

E. OTHER ACCOUNTING POLICIES

1. For purposes of the statement of cash flows for proprietary funds, the County considers highly liquid investments to be cash equivalents if they have maturity of three months or less when purchased.
2. The County reports inventories of supplies using first-in, first-out cost including consumable maintenance and office supply items. Under the purchase method, supplies are recorded as expenditures when purchased.
3. In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

4. The County maintains a vacation and sick leave policy available only to full-time employees. Full-time employees are entitled to one week paid vacation after six months of full time employment, 2 weeks after one year of full time employment, and three weeks after ten years of full time continuous employment. This compensation is not allowed to accumulate. Full time employees are also entitled to sick leave accruing at a rate of one day per month of employment. Sick leave days may accumulate up to a maximum of 60 days and can only be taken for actual sick leave. The County has no liability for unused sick leave at termination of employment.

5. Capital assets include land, buildings, "furniture and equipment", and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Buildings, furniture and equipment of the County are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40
Building Improvements	30
Infrastructure	40
Vehicles	10
Office Equipment	10
Computer Equipment	10

6. Since Internal Service Funds support the operations of governmental funds, they are consolidated with the governmental funds in the government-wide financial statements. The expenditures of governmental funds that create the revenues of internal service funds are eliminated to avoid "grossing up" the revenues and expenses of the County as a whole.

7. The County does not maintain any restricted assets at this time.

8. The County purchases workers compensation insurance through the Texas Association of Counties Workers Compensation Fund.

9. Fund Balances and Net Position:

Government-Wide Financial Statements

Total Net Position on the Statement of Net Position includes the following:

Net Investment in Capital Assets -- the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt net of premiums and discounts, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.

Restricted for State and Local Grants, Debt Service, and other legal purposes -- the component of net position that reports the difference between assets and liabilities with constraints placed on their use by law.

Unrestricted is the difference between the assets and liabilities that are not reported in the Net Investment in Capital Assets, Restricted for State and Local Grants, Restricted for Debt Service, or Restricted for Other Legal purposes.

Governmental Fund Financial Statements

The County has adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions*. The objective of the statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing government fund type definitions. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, under GASB 54 are Nonspendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund balance can have different levels of constraint, such as external versus internal compliance requirements.

Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance.

In accordance with GASB 54, the County classifies governmental fund balances as follows: **Nonspendable** -- includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid items and long term receivables.

Restricted -- includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts restricted due to constitutional provisions or enabling legislation. This classification includes the retirement of long term debt, construction programs and other federal and state grants.

Committed -- includes fund balance amounts that are constrained for specific purposes that are internally imposed by the County through formal action of the highest level of decision making authority. Committed fund balance is reported pursuant to resolution passed by the County's Commissioners' Court. This classification includes local special revenue funds and potential litigation, claims and judgments.

Assigned -- includes fund balance amounts that are self-imposed by the County to be used for a particular purpose. Fund balance can be assigned by the County's Commissioners' Court, the County Judge, or the County Auditor. This classification includes insurance deductibles, encumbrances, program start-up costs, projected budget deficit for subsequent years and other legal uses.

Unassigned -- includes residual positive fund balance -- within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

10. When the County incurs an expense for which it may use either restricted or unrestricted assets, it uses the restricted assets first whenever they will have to be returned if they are not used.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE GOVERNMENT-WIDE STATEMENT OF NET POSITION

Exhibit C-2 provides the reconciliation between the fund balance for total governmental funds on the governmental fund balance sheet and the Net Position for governmental activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that capital assets are not financial resources and are therefore not reported in governmental funds. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period and are not reported as liabilities in the funds.

The details of capital assets and long-term debt at the beginning of the year were as follows:

Governmental Funds Only				
Capital Assets at the Beginning of the Year	Historical Cost	Accumulated Depreciation	Net Value at the Beginning of the Year	Change in Net Position
Land	\$ 50,000	\$ -	\$ 50,000	
Buildings and Improvements	1,610,406	996,787	613,619	
Vehicles, Furniture and Equipment	2,907,671	1,383,418	1,524,253	
Infrastructure	245,323	203,262	42,061	
Construction in Progress	-	-	-	
Change in Net Position				\$ 2,229,933
Long-term Liabilities at the Beginning of the Year			Payable at the Beginning of the Year	
Notes Payable - Long Term			\$ 728,560	
Less Unamortized Issuance Costs			-	
Less Unamortized Discount			-	
Capital Leases Payable			-	
Compensated Absences			-	
Accrued Interest - Long-Term Debt			19,825	
Change in Net Position				748,385
Net Adjustment to Net Position				\$ 1,481,548

B. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

Exhibit C-4 provides reconciliation between the net changes in fund balance as shown on the governmental fund statement of revenues, expenditures, and changes in fund balances and the changes in net position of governmental activities as reported on the government-wide statement of activities. One element of that reconciliation explains that current year capital outlays and debt principal payments are expenditures in the fund financial statements, but should be shown as increases in capital assets and decreases in long-term debt in the government-wide statements. This adjustment affects both the net asset balance and the change in net position.

The details of this adjustment are as follows:

Governmental Funds Only			
	Amount	Adjustments To Changes in Net Position	Adjustments to Net Position
Current Year Capital Outlay			
Land	\$ 10,000		
Buildings & Improvements	-		
Vehicles, Furniture & Equipment	705,008		
Infrastructure Assets	-		
Total Capital Outlay	715,008	715,008	715,008
Debt Principal Payments			
Bond Principal	-		
Equipment Notes Principal	260,976		
Capital Lease Principal	-		
Other Adjustments	-		
Total Principal Payments	260,976	260,976	260,976
Total Adjustment to Net Position		\$ 975,984	\$ 975,984

Another element of the reconciliation on Exhibit C-4 is described as various other reclassifications and eliminations necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. This adjustment is the result of several items. The details for this element are as follows:

	Amount	Adjustments to Change in Net Position	Adjustments to Net Position
Adjustments to Revenue and Deferred Revenue			
Beginning of Year Deferred Tax Revenue	\$ 100,248		100,248
Property tax adjustments to convert from the modified accrual basis to the full accrual basis of accounting	(4,654)	(4,654)	(4,654)
Other Revenue Adjustments	-	-	-
Other Adjustments	57,574	(57,574)	(57,574)
Reclassify Proceeds of Bonds, Loans & Capital Leases			
Capital Acquisition Notes Proceeds	459,000	(459,000)	(459,000)
Discount (Premium) on Issuance of Bonds			
Capital Lease Financing Proceeds	-	-	-
Reclassify Liabilities Incurred but not Liquidated This Year			
Unused Vacation Pay and/or Unused Sick Leave	-	-	-
Reclassify Certain Expenditures to Full Accrual From Modified Accrual			
Adjust Interest Expense on Long Term Financing	473	473	473
Amortization of Bond Issuance Costs	-	-	-
Asset Basis on Disposition of Capital Assets	-	-	-
Totals		\$ (520,755)	\$ (420,507)

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. BUDGETARY DATA

The Commissioner's Court adopts an "appropriated budget" for the General Fund and Special Revenue Funds. The County is required to present the adopted and final amended budgeted revenues and expenditures for each of these funds. The County compares the final amended budget to actual revenues and expenditures. The General Fund Budget report appears in Exhibit E-1.

The following procedures are followed in establishing the budgetary data reflected in the general-purpose financial statements:

1. Prior to September 30th, the County prepares a budget for the next succeeding fiscal year beginning October 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Commissioners Court is then called for the purpose of adopting the proposed budget. At least ten days public notice of the meeting must be given.

3. Prior to October 1st, the budget is legally enacted through passage of a resolution by the Commissioners Court. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Commissioners Court. Amendments are presented to the Commissioners Court at its regular meetings. Each amendment must have Commissioners Court approval. As required by law, such amendments are made before the fact, are reflected in the official minutes of the Commissioners Court, and are not made after fiscal year end. Because the County has a policy of careful budgetary control, several amendments were necessary during the year. None of those were significant.
4. Each budget is controlled at the department level for applicable revenue and expenditure function/object level. Budgeted amounts are as amended by the Commissioners Court. All budget appropriations lapse at year end. A reconciliation of fund balances for both appropriated budget and non-appropriated budget special revenue funds is as follows:

	September 30, 2012 Fund Balance
Appropriated Budget Funds	\$ 264,155
Non-appropriated Budget Funds	-
All Special Revenue Funds	\$ 264,155

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Expenditures did not exceed budget appropriations during the current fiscal year in any function expended through the general fund except for non-departmental administration.

C. DEFICIT FUND EQUITY

The County did not incur deficit fund balances at any time during the current fiscal year.

IV. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. DEPOSITS AND INVESTMENTS

Legal and Contractual Provisions Governing Deposits and Investments

The County follows the practice of pooling cash and investments of all funds except for restricted funds and agency funds held for others. The **Public Funds Investment Act** (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires the County to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the County to invest in: (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in substantial compliance with the requirements of the Act and with local policies.

Policies Governing Deposits and Investments

In compliance with the **Public Funds Investment Act**, the County has adopted a deposit and investment policy. That policy does address the following risks:

- a. **Foreign Currency Risk** – The County investment policy does not permit investments in foreign currency.
- b. **Custodial Credit Risk – Deposits:** In the case of deposits, this is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The County’s policy regarding types of deposits allowed and collateral requirements as required by statute are set forth in a depository contract. The funds of the County **must** be deposited and invested under the terms of this contract, contents of which are set out in the **Depository Contract Law**. The depository bank places approved pledged securities for safekeeping and trust with the County's agent bank in an amount greater than the uninsured deposits. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance. The County's cash deposits at September 30, 2012 **were** entirely covered by FDIC insurance and/or by pledged collateral held by the County's agent bank in the County's name, however, those deposits **were entirely covered** at all times during the year, and therefore, the County **was not exposed to custodial credit risk during the year**. The carrying amount of the County’s cash and temporary investments at September 30, 2012 follows:

CASH AND INVESTMENTS - BY ACCOUNT TYPE	September 30, 2012
Cash in Bank - Including Money Market Accounts	\$ 1,223,894
Certificates of Deposit	951,468
Investment Pools	-
Total Cash and Investments	\$ 2,175,362

CASH AND INVESTMENTS - BY FUND	September 30, 2012
Cash and Investments - General Fund	\$ 2,211,811
Cash and Investments - Major Governmental Funds	(615,934)
Cash and Investments - Non-Major Governmental	(270,083)
Cash and Investments - Enterprise	-
Cash and Investments - Internal Service	-
Cash and Investments - Agency	849,568
Cash and Investments - Trusts	-
Cash and Investments - Other	-
Total Cash and Investments	\$ 2,175,362

- c. **Custodial Credit Risk – Investments:** For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments that are in the possession of an outside party. The County’s policy regarding types of investments allowed as required by statute are set forth in the County’s investment policy. The County’s investments **were not** exposed to custodial credit risk because they are registered in the name of the County. Investments in external investment pools and in open-end mutual funds are not subject to custodial credit risk because “their existence is not evidenced by securities that exist in physical or book entry form.”

- d. **Interest – rate risk** – The County defines Interest – rate risk as occurring when potential purchasers of debt securities do not agree to pay face value for those securities if interest rates rise. The County discloses exposure to interest – rate risk through indication of the weighted average maturity in months for all investments at year end. The County’s investment policy limits interest – rate risk by allowing a maximum dollar weighted maturity of 180 days for any internally created pool fund group and a maximum allowable stated maturity of any other individual investment not to exceed one year from the time of purchase.
- e. **Other Credit Risk Exposure** – The County’s investment policy does not address direct or indirect ownership in debt securities. The credit rating for debt securities held by the Lone Star Investment Pool-Liquidity Corporate Fund was AAAf/S1+ (Standard & Poor’s Rating) at year end.
- f. **Concentration Risk** – The County defines concentration risk as positions of 5 percent or more in the securities of a single issuer. This is the issuer of the underlying investment – not a pool or mutual fund. It does NOT apply to US Government securities. The County’s investment policy requires diversification in terms of investment instruments, maturity scheduling, and financial institutions to reduce risk of loss resulting over concentration of assets in a specific class of investments, specific maturity, or specific issuer. The County was not exposed to concentration risk at year end.

There were no violations of legal or contractual provisions governing investments. The County has no securities that are identified as derivatives.

B. PROPERTY TAXES

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1st for all real and business personal property located in the County in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1st of the year following the year in which imposed. On January 31st of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available (1) when they become due or past due and receivable within the current period and (2) when they are expected to be collected during a 60-day period after the close of the county fiscal year.

C. DELINQUENT TAXES RECEIVABLE

Delinquent taxes are prorated between maintenance and debt service based on rates adopted for the year of the levy of that taxing unit. Delinquent property taxes are cancelled and removed from the roll for real property assessments that are more than 20 years old and personal property assessments that are more than 10 years old.

D. INTERFUND BALANCES AND TRANSFERS

Interfund balances at September 30, 2012 consisted of the following amounts:

FUND	Due From Other Funds	Due To Other Funds
General Fund		
Major Governmental Funds	\$ -	\$ 620,440
Non-major Governmental Funds	-	539,660
Proprietary Funds	-	-
All Others	-	-
Total General Fund	<u>\$ -</u>	<u>\$ 1,160,100</u>
Major Governmental Funds		
General Fund	\$ 620,440	\$ -
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Major Governmental Funds	<u>\$ 620,440</u>	<u>\$ -</u>
Non-major Governmental Funds		
General Fund	\$ 539,660	\$ -
Other Major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Non-major Governmental Funds	<u>\$ 539,660</u>	<u>\$ -</u>
Proprietary Funds		
General Fund	\$ -	\$ -
Major Governmental Fund	-	-
Non-major Governmental Funds	-	-
All Others	-	-
Total Proprietary Funds	<u>\$ -</u>	<u>\$ -</u>
All Other Funds		
General Fund	\$ -	\$ -
Major Governmental Funds	-	-
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
Total All Other Funds	<u>\$ -</u>	<u>\$ -</u>
Total Interfund Receivables / Payables	<u>\$ 1,160,100</u>	<u>\$ 1,160,100</u>

Interfund transfers for the year ended September 30, 2012 were as follows:

FUND	Transfers In	Transfers Out
General Fund		
Major Governmental Funds	\$ -	\$ 119,057
Non-major Governmental Funds	127,558	177,145
Proprietary Funds	-	-
All Others	-	-
Total General Fund	<u>\$ 127,558</u>	<u>\$ 296,202</u>
Major Governmental Funds		
General Fund	\$ 119,057	\$ -
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Major Governmental Funds	<u>\$ 119,057</u>	<u>\$ -</u>
Non-major Governmental Funds		
General Fund	\$ 177,145	\$ 127,558
Other Major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Non-major Governmental Funds	<u>\$ 177,145</u>	<u>\$ 127,558</u>
Proprietary Funds		
General Fund	\$ -	\$ -
Major Governmental Fund	-	-
Non-major Governmental Funds	-	-
All Others	-	-
Total Proprietary Funds	<u>\$ -</u>	<u>\$ -</u>
All Other Funds		
General Fund	\$ -	\$ -
Major Governmental Funds	-	-
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
Total All Other Funds	<u>\$ -</u>	<u>\$ -</u>
Total Interfund Transfers	<u>\$ 423,760</u>	<u>\$ 423,760</u>

E. DISAGGREGATION OF RECEIVABLES AND PAYABLES

Receivables at September 30, 2012 were as follows:

	Property Taxes	Users / Customers	Due From Other Funds	Other	Total Receivables
Governmental Activities:					
General Fund	\$ 103,559	\$ -	\$ -	\$ 1,503	\$ 105,062
Other Major Governmental Funds	11,950	-	620,440	174	632,564
Non-major Governmental Funds	11,950	-	539,660	174	551,784
Other Governmental Funds	-	-	-	-	-
Total Governmental Activities	\$ 127,459	\$ -	\$ 1,160,100	\$ 1,851	\$ 1,289,410
Amounts not scheduled for collection during the subsequent year	\$ -	\$ -	\$ -	\$ -	\$ -
Business-type Activities:					
Non-major Proprietary Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Other Funds	-	-	-	-	-
Total Business-type Activities	\$ -	\$ -	\$ -	\$ -	\$ -

Payables at September 30, 2012 were as follows:

	Accounts Payable	Loans, Leases and Bonds Payable- Current Year	Customer Deposits	Due To Other Funds	Due To Other Governments	Other	Total Payables
Governmental Activities:							
General Fund	\$ -	\$ -	\$ -	\$ 1,160,100	\$ -	\$ 26,313	\$ 1,186,413
Other Major Governmental Funds	-	-	-	-	-	4,680	4,680
Non-major Governmental Funds	-	-	-	-	-	5,598	5,598
Other Governmental Funds	-	-	-	-	-	-	-
Total Governmental Type Activities	\$ -	\$ -	\$ -	\$ 1,160,100	\$ -	\$ 36,591	\$ 1,196,691
Amounts not scheduled for payment during the subsequent year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Business-Type Activities:							
Non-major Proprietary Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-major Enterprise Funds	-	-	-	-	-	-	-
Total Business-Type Activities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

F. CAPITAL ASSET ACTIVITY

Capital asset activity for the County for the year ended September 30, 2012 was as follows:

Primary Government

	Beginning Balance	Additions	Retirements	Ending Balance
Governmental Activities:				
Land	\$ 50,000	\$ 10,000	\$ -	\$ 60,000
Buildings and Improvements	1,610,406	-	-	1,610,406
Vehicles, Furniture, and Equipment	2,907,671	705,008	293,974	3,318,705
Infrastructure Assets	245,323	-	-	245,323
Construction in Progress	-	-	-	-
Totals at Historic Cost	\$ 4,813,400	\$ 715,008	\$ 293,974	\$ 5,234,434
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 996,787	\$ 29,752	\$ -	\$ 1,026,539
Vehicles, Furniture, and Equipment	1,383,418	234,628	236,400	1,381,646
Infrastructure Assets	203,262	1,798	-	205,060
Construction In Progress	-	-	-	-
Total Accumulated Depreciation	\$ 2,583,467	\$ 266,178	\$ 236,400	\$ 2,613,245
Govt. Activities Capital Assets, Net	\$ 2,229,933	\$ 448,830	\$ 57,574	\$ 2,621,189
Business-type Activities:				
Construction in Progress	\$ -	\$ -	\$ -	\$ -
Buildings and Improvements	-	-	-	-
Vehicles, Furniture, and Equipment	-	-	-	-
Totals at Historic Cost	\$ -	\$ -	\$ -	\$ -
Less Accumulated Depreciation				
Buildings and Improvements	\$ -	\$ -	\$ -	\$ -
Vehicles, Furniture, and Equipment	-	-	-	-
Total Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
Business-type Activities Capital Assets, Net	\$ -	\$ -	\$ -	\$ -
Depreciation expense was charged to governmental functions as follows:				
Administration - County Clerk			\$	3,537
Administration - District Clerk				600
Administration - Non-Departmental				30,488
Financial - Tax Assessor Collector				1,350
Public Safety - County Sheriff				52,423
Other Public Safety - Fire Department				-
Senior Citizens				3,476
Roads and Bridges				174,304
Total Depreciation Expense			\$	266,178

G. SHORT-TERM DEBT PAYABLE

The County accounts for short-term debts for maintenance purposes through the General Fund. Short-term debts include notes made in accordance with the provisions of the Local Government code. The proceeds from loans are shown in the financial statements as Other Resources and principal payments are shown as Other Uses.

Date of Issue/ Maturity	Description	Beginning Balance	Amount Issued	Amount Redeemed	Ending Balance
None		\$ -	\$ -	\$ -	\$ -

H. BONDS, LONG-TERM NOTES PAYABLE, AND OTHER LONG-TERM OBLIGATIONS

Bonded indebtedness, long-term notes payable, and other long-term obligations of the County are reflected in the General Long-Term Debt Account Group. Current requirements for principal and interest expenditures are accounted for in the appropriate funds and departments based on the use of the original debt proceeds. A summary of changes in general long-term debt for the year ended September 30, 2012 is as follows:

DESCRIPTION	Interest Rate Payable	Amounts Original Issue	Interest Current Year	Payable			Outstanding 9/30/2012
				Amounts Outstanding 10/1/2011	Issued	Retired	
Governmental Type Activities							
Equipment Note Payable - 1st National Bank of Rotan	3.50%	\$ 168,500	\$ -	\$ 99,375	\$ -	\$ 31,048	\$ 68,327
Equipment Note Payable - 1st National Bank of Rotan	3.50%	132,500	-	101,185	-	101,185	-
Equipment Note Payable - 1st National Bank of Rotan	3.50%	38,570	-	19,285	-	9,531	9,754
Equipment Note Payable - First Financial Bank	6.00%	35,500	-	8,973	-	8,973	-
Equipment Note Payable - 1st National Bank of Rotan	3.25%	75,636	-	47,519	-	27,319	20,200
Equipment Note Payable - 1st National Bank of Rotan	3.00%	26,000	-	17,329	-	8,521	8,808
Capital Lease Payable - John Deere Financial Services	3.25%	143,000	-	143,000	-	26,252	116,748
Equipment Note Payable - First Financial Bank of Swtr	6.00%	15,746	-	15,745	-	6,145	9,600
Equipment Note Payable - First Financial Bank of Swtr	6.00%	17,127	-	4,952	-	4,952	-
Capital Lease Payable - John Deere Financial Services	2.95%	222,485	-	222,485	-	23,136	199,349
Equipment Note Payable - First Financial Bank of Swtr	4.55%	70,005	-	48,712	-	13,914	34,798
Capital Lease Payable - John Deere Financial Services	2.74%	216,000	-	-	216,000	-	216,000
Equipment Note Payable - 1st National Bank of Rotan	3.50%	48,000	-	-	48,000	-	48,000
Equipment Note Payable - 1st National Bank of Rotan	3.50%	195,000	-	-	195,000	-	195,000
Business Type Activities							
None		-	-	-	-	-	-
TOTAL		\$ 1,404,069	\$ -	\$ 728,560	\$ 459,000	\$ 260,976	\$ 926,584

In prior years, the County **has not** defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, **there are no** trust account assets and liabilities for the defeased bonds that are not included in the County's financial statements. On September 30, 2012, \$0 of bonds considered defeased are still outstanding.

I. COMMITMENTS UNDER OPERATING LEASES

Commitments under operating (non-capitalized) lease agreements for equipment provide for minimum future rental payments as of September 30, 2012, as follows:

Year Ending September 30	
2013	\$ 3,216
2014	804
2015	-
2016	-
2017	-
2018-2023	-
2024-2028	-
Total Minimum Rentals	\$ 4,020
Rental Expenditures in Fiscal Year 2012	\$ 3,866

J. DEBT SERVICE REQUIREMENTS – BONDS, CAPITAL LEASES, & OTHER LONG-TERM DEBT

Debt service requirements for bonds and notes payable are as follows:

Equipment Acquisition Notes Payable			
Year Ended September 30	Principal	Interest	Total Requirements
2013	\$ 217,945	\$ 42,274	\$ 260,219
2014	179,686	40,445	220,131
2015	179,941	34,410	214,351
2016	251,188	10,834	262,022
2017	97,824	3,100	100,924
Subsequent	-	-	-
Totals	\$ 926,584	\$ 131,063	\$ 1,057,647

Capital Leases

Debt service requirements for capital leases payable are as follows:

Capital Lease Obligations			
Year Ended September 30	Principal	Interest	Total Requirements
2013	\$ -	\$ -	\$ -
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017	-	-	-
2018-2022	-	-	-
2023-2027	-	-	-
2028-2032	-	-	-
2033-2037	-	-	-
2038-2042	-	-	-
Total Capital Lease Payments	\$ -	\$ -	\$ -

K. ACCUMULATED UNPAID VACATION AND SICK LEAVE BENEFITS

The County maintains a vacation and sick leave policy for its full time staff. The policy provides that full time employees earn 10 days vacation (15 days after 10 years of service) per year. Vacation benefits are lost at the end of the year if not taken, thus, no accumulation is allowed under the plan. Employees also earn sick leave time of 12 days per year accumulated up to a maximum of 60 days. No unused sick leave benefits are paid upon termination of employment for any reason. As such, no liability is maintained for accumulated vacation or sick leave benefits.

L. PENSION PLAN

A. Plan Description

The County provides retirement, disability and death benefits for all of its full-time employees through a nontraditional defined benefit plan in the 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. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at PO Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 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 monetary 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 benefits are calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

B. Funding Policy

The County has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 8.15% for calendar year 2012. The contribution rate payable by the employee members 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.

C. Annual Pension Cost

For the County's accounting year ending September 30, 2012, the annual pension cost for the TCDRS plan for its employees was \$94,985 and the actual contributions were \$94,985.

Schedule of Actuarial Liabilities and Funding Progress

Actuarial Valuation Date		12/31/2012
Actuarial Value of Assets	\$	2,347,773
Actuarial Accrued Liability	\$	2,844,437
Unfunded / (Over-funded) Actuarial Accrued Liability (UAAL)	\$	496,664
Percentage Funded		82.54%
Annual Covered Payroll	\$	1,280,584
UAAL as a Percentage of Covered Payroll		38.78%

M. CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds and Notes Payable:					
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -
Equipment Acquisition Notes	728,560	459,000	260,976	926,584	217,945
Less Deferred Amount on Refunding	-	-	-	-	-
Total Bonds and Notes Payable	\$ 728,560	\$ 459,000	\$ 260,976	\$ 926,584	\$ 217,945
Capital Leases	-	-	-	-	-
Compensated Absences	-	-	-	-	-
Accrued Interest Payable	19,825	19,352	19,825	19,352	19,352
Total Other Liabilities	\$ 19,825	\$ 19,352	\$ 19,825	\$ 19,352	\$ 19,352
Liabilities	\$ 748,385	\$ 478,352	\$ 280,801	\$ 945,936	\$ 237,297
Business-type Activities:					
Bonds and Notes Payable:					
Enterprise Fund Bonds Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Less Deferred Amounts	-	-	-	-	-
Total Bonds and Notes Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Other Liabilities:					
Compensated Absences	\$ -	\$ -	\$ -	\$ -	\$ -
Other Long-term Liabilities	-	-	-	-	-
Total Other Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Total Business-type Activities Long-Term Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -

N. DEFERRED REVENUE

Deferred revenue at year-end consisted of the following:

	General Fund	Special Revenue Funds	Debt Service Fund	Total
Net Tax Revenue	\$ 77,670	\$ 17,924	\$ -	\$ 95,594
Deferred State Revenues	-	-	-	-
Grant Revenues	-	-	-	-
Total Deferred Revenue	\$ 77,670	\$ 17,924	\$ -	\$ 95,594

O. LITIGATION

The County is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. There were no unasserted claims pending against the County as of September 30, 2012.

P. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS AND CONTINGENCIES

The County, as of September 30, 2012, has not incurred or made any commitments and/or contingencies in connection with construction or other areas of significance.

Q. SUBSEQUENT EVENTS

In preparing the basic financial statements, County administration has evaluated events and transactions for potential recognition or disclosure through August 12, 2013, the date of this report. No material subsequent events had occurred in the period of September 30, 2012 through that date.

R. RELATED PARTY TRANSACTIONS

The County did not incur any reportable related party transactions or balances as of and during the year ended September 30, 2012.

S. FUND BALANCE ADJUSTMENT

The County had no adjustments to fund balance during the year ended September 30, 2012.

FISHER COUNTY
State of Texas



REQUIRED SUPPLEMENTARY INFORMATION

FISHER COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2012

EXHIBIT E-1

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
Taxes:				
5110 Property Taxes	\$ 1,958,634	\$ 1,958,634	\$ 1,995,914	\$ 37,280
5190 Penalty and Interest on Taxes	21,624	21,624	3,369	(18,255)
5300 Intergovernmental Revenue and Grants	35,833	135,042	57,705	(77,337)
5400 Charges for Services	63,511	63,511	314,619	251,108
5610 Investment Earnings	31,141	31,141	29,176	(1,965)
5620 Rents and Royalties	1,433	1,433	7,699	6,266
5700 Other Revenue	158,545	158,545	69,561	(88,984)
5020 Total Revenues	<u>2,270,721</u>	<u>2,369,930</u>	<u>2,478,043</u>	<u>108,113</u>
EXPENDITURES:				
Current:				
General Government:				
0011 Administration - County Judge	101,448	102,161	102,160	1
0012 Administration - County Clerk	112,508	126,356	126,356	-
0013 Administration - Veteran's Service Officer	6,000	6,000	6,000	-
0014 Administration - Non-Departmental	341,622	336,039	349,773	(13,734)
0016 Financial - County Auditor	91,579	91,579	91,441	138
0017 Financial - County Treasurer	50,814	50,814	50,315	499
0018 Financial - Tax Assessor Collector	82,744	84,254	84,193	61
0019 Maintenance, Building, and Grounds	127,996	127,996	118,358	9,638
Public Safety:				
0021 County Sheriff Department	792,599	760,185	601,011	159,174
0029 Other Public Safety	-	99,209	99,209	-
Justice System:				
0032 County and District Court	47,050	46,550	28,353	18,197
0033 32nd Judicial District	32,585	32,585	23,767	8,818
0034 District Clerk	68,490	68,490	68,129	361
0035 Justice of the Peace #1	60,347	60,871	60,871	-
0036 Justice of the Peace #2	21,965	23,313	23,313	-
0037 District Attorney	39,549	39,549	36,394	3,155
0038 County Attorney	74,818	73,018	71,639	1,379
Health and Human Services:				
0041 Indigent Welfare / Child Care	4,000	4,000	2,558	1,442
Community and Economic Development:				
0061 County Extension Agents	52,198	52,198	46,385	5,813
Debt Service:				
0072 Other Debt Principal	-	36,639	36,850	(211)
0074 Other Debt Interest	-	2,940	2,183	757
6030 Total Expenditures	<u>2,108,312</u>	<u>2,224,746</u>	<u>2,029,258</u>	<u>195,488</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>162,409</u>	<u>145,184</u>	<u>448,785</u>	<u>303,601</u>
OTHER FINANCING SOURCES (USES):				
7915 Transfers In	-	-	127,558	127,558
8911 Transfers Out (Use)	-	(37,000)	(296,202)	(259,202)
7080 Total Other Financing Sources (Uses)	<u>-</u>	<u>(37,000)</u>	<u>(168,644)</u>	<u>(131,644)</u>
1200 Net Change in Fund Balances	162,409	108,184	280,141	171,957
0100 Fund Balance - October 1 (Beginning)	749,759	746,759	746,759	-
3000 Fund Balance - September 30 (Ending)	<u>\$ 912,168</u>	<u>\$ 854,943</u>	<u>\$ 1,026,900</u>	<u>\$ 171,957</u>

COMBINING AND INDIVIDUAL FUND SCHEDULES

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

	20	62	64	65
	Airport	Road & Bridge Pct. 2	Road & Bridge Pct. 4	Court Record Preservation
ASSETS				
Cash and Cash Equivalents	\$ 9,943	\$ (259,476)	\$ (275,723)	\$ 2,221
Taxes Receivable	-	5,975	5,975	-
Allowance for Uncollectible Taxes (credit)	-	(1,494)	(1,494)	-
Intergovernmental Receivables	-	87	87	-
Due from Other Funds	-	261,709	277,951	-
Total Assets	<u>\$ 9,943</u>	<u>\$ 6,801</u>	<u>\$ 6,796</u>	<u>\$ 2,221</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Wages and Salary Benefits Payable	\$ -	\$ 2,320	\$ 2,315	\$ -
Deferred Revenues	-	4,481	4,481	-
Total Liabilities	<u>-</u>	<u>6,801</u>	<u>6,796</u>	<u>-</u>
Fund Balances:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	-	-	-	2,221
Other Assigned Fund Balance	9,943	-	-	-
Total Fund Balances	<u>9,943</u>	<u>-</u>	<u>-</u>	<u>2,221</u>
Total Liabilities and Fund Balances	<u>\$ 9,943</u>	<u>\$ 6,801</u>	<u>\$ 6,796</u>	<u>\$ 2,221</u>

The notes to the Financial Statements are an integral part of this statement.

66 C & D Court Technology	67 Dist Court Records Technology	71 Lateral Road Pct. 1	72 Lateral Road Pct. 2	73 Lateral Road Pct. 3	74 Lateral Road Pct. 4	75 911 Addressing Fund	76 County Clerk Archive
\$ 187	\$ 1,083	\$ -	\$ -	\$ -	\$ -	\$ 2,257	\$ 24,456
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 187	\$ 1,083	\$ -	\$ -	\$ -	\$ -	\$ 2,257	\$ 24,456
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
187	1,083	-	-	-	-	2,257	24,456
-	-	-	-	-	-	-	-
187	1,083	-	-	-	-	2,257	24,456
<u>\$ 187</u>	<u>\$ 1,083</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,257</u>	<u>\$ 24,456</u>

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

	77	78	79	80
	Judicial Education	County Clerk Preservation	Law Library	District Clerk Preservation
ASSETS				
Cash and Cash Equivalents	\$ 361	\$ 25,971	\$ -	\$ 4,137
Taxes Receivable	-	-	-	-
Allowance for Uncollectible Taxes (credit)	-	-	-	-
Intergovernmental Receivables	-	-	-	-
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 361</u>	<u>\$ 25,971</u>	<u>\$ -</u>	<u>\$ 4,137</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Wages and Salary Benefits Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenues	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	361	25,971	-	4,137
Other Assigned Fund Balance	-	-	-	-
Total Fund Balances	<u>361</u>	<u>25,971</u>	<u>-</u>	<u>4,137</u>
Total Liabilities and Fund Balances	<u>\$ 361</u>	<u>\$ 25,971</u>	<u>\$ -</u>	<u>\$ 4,137</u>

The notes to the Financial Statements are an integral part of this statement.

81	82	83	84	85	86	87	88
Courthouse Security	County Preservation	Inmate Telephone	Hot Check	Bail Bond	State Fines & Fees	Senior Citizens	LEOSE Grant
\$ 13,421	\$ 2,596	\$ 3,844	\$ 5,425	\$ 31,490	\$ 39,613	\$ 1,517	\$ 996
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 13,421	\$ 2,596	\$ 3,844	\$ 5,425	\$ 31,490	\$ 39,613	\$ 1,517	\$ 996
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 963	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	963	-
-	-	-	-	-	-	-	996
13,421	2,596	3,844	5,425	31,490	39,613	-	-
-	-	-	-	-	-	554	-
13,421	2,596	3,844	5,425	31,490	39,613	554	996
<u>\$ 13,421</u>	<u>\$ 2,596</u>	<u>\$ 3,844</u>	<u>\$ 5,425</u>	<u>\$ 31,490</u>	<u>\$ 39,613</u>	<u>\$ 1,517</u>	<u>\$ 996</u>

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

	89 Justice Court Technology	90 Misc. Special Revenue	91 Dist Attorney Drug Forfeiture	92 Drug Forfeiture
ASSETS				
Cash and Cash Equivalents	\$ 2,232	\$ -	\$ 2,576	\$ 89,877
Taxes Receivable	-	-	-	-
Allowance for Uncollectible Taxes (credit)	-	-	-	-
Intergovernmental Receivables	-	-	-	-
Due from Other Funds	-	-	-	-
Total Assets	<u>\$ 2,232</u>	<u>\$ -</u>	<u>\$ 2,576</u>	<u>\$ 89,877</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Wages and Salary Benefits Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenues	-	-	-	-
Total Liabilities	-	-	-	-
Fund Balances:				
Federal or State Funds Grant Restriction	-	-	-	-
Other Restricted Fund Balance	2,232	-	2,576	89,877
Other Assigned Fund Balance	-	-	-	-
Total Fund Balances	<u>2,232</u>	<u>-</u>	<u>2,576</u>	<u>89,877</u>
Total Liabilities and Fund Balances	<u>\$ 2,232</u>	<u>\$ -</u>	<u>\$ 2,576</u>	<u>\$ 89,877</u>

The notes to the Financial Statements are an integral part of this statement.

93	94	Total
Grants	Fisher Co.	Nonmajor
Fund	Grants	Governmental
	Assn.	Funds
\$ -	\$ 913	\$ (270,083)
-	-	11,950
-	-	(2,988)
-	-	174
-	-	539,660
<u>\$ -</u>	<u>\$ 913</u>	<u>\$ 278,713</u>
\$ -	\$ -	\$ 5,598
-	-	8,962
<u>-</u>	<u>-</u>	<u>14,560</u>
-	913	1,909
-	-	251,747
-	-	10,497
<u>-</u>	<u>913</u>	<u>264,153</u>
<u>\$ -</u>	<u>\$ 913</u>	<u>\$ 278,713</u>

FISHER COUNTY, TEXAS

EXHIBIT F-2

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

Data Control Codes		FD20	FD61	FD62
		Airport	Road & Bridge Pct. 1	Road & Bridge Pct. 2
	REVENUES:		2012 Major Fund	
5110	Property Taxes	\$ -	\$ -	\$ 118,098
5200	Licenses and Permits	-	-	67,369
5300	Intergovernmental Revenue and Grants	-	-	-
5400	Charges for Services	-	-	-
5610	Investment Earnings	-	-	-
5620	Rents and Royalties	3,920	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	-	-	1,947
5020	Total Revenues	\$ 3,920	\$ -	\$ 187,414
	EXPENDITURES:			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
	Justice System:			
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
	Health and Human Services:			
6043	Senior Citizens	-	-	-
	Infrastructure and Environmental Services:			
6051	Roads and Bridges	-	-	306,050
6052	Airport	3,849	-	-
	Debt Service:			
6072	Other Debt Principal	-	-	26,614
6074	Other Debt Interest	-	-	7,081
6090	Intergovernmental	-	-	-
6030	Total Expenditures	\$ 3,849	\$ -	\$ 339,745
1100	Excess of Revenues Over (Under) Expenditures	\$ 71	\$ -	\$ (152,331)
	OTHER FINANCING SOURCES (USES):			
7914	Sale of Real and Personal Property	-	-	42,000
7915	Non-Current Loans	-	-	48,000
7951	Transfers In (Out)	(235)	-	62,331
7080	Total Other Financing Sources (Uses)	\$ (235)	\$ -	\$ 152,331
1200	Net Change in Fund Balance	\$ (164)	\$ -	\$ -
9100	Fund Balance - October 1 (Beginning)	10,107	-	-
9200	Fund Balance -September 30 (Ending)	\$ 9,943	\$ -	\$ -

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD63 Road & Bridge Pct. 3	FD64 Road & Bridge Pct. 4	FD65 Court Record Preservation
	REVENUES:	2012 Major Fund		
5110	Property Taxes	\$ -	\$ 117,954	\$ -
5200	Licenses and Permits	-	67,513	-
5300	Intergovernmental Revenue and Grants	-	-	-
5400	Charges for Services	-	-	710
5610	Investment Earnings	-	-	11
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	-	1,481	-
5020	Total Revenues	\$ -	\$ 186,948	\$ 721
	EXPENDITURES:			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
	Justice System:			
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
	Health and Human Services:			
6043	Senior Citizens	-	-	-
	Infrastructure and Environmental Services:			
6051	Roads and Bridges	-	219,623	-
6052	Airport	-	-	-
	Debt Service:			
6072	Other Debt Principal	-	43,655	-
6074	Other Debt Interest	-	5,884	-
6090	Intergovernmental	-	-	-
6030	Total Expenditures	\$ -	\$ 269,162	\$ -
1100	Excess of Revenues Over (Under) Expenditures	\$ -	\$ (82,214)	\$ 721
	OTHER FINANCING SOURCES (USES):			
7914	Sale of Real and Personal Property	-	10,000	-
7915	Non-Current Loans	-	-	-
7951	Transfers In (Out)	-	72,214	-
7080	Total Other Financing Sources (Uses)	\$ -	\$ 82,214	\$ -
1200	Net Change in Fund Balance	\$ -	\$ -	\$ 721
9100	Fund Balance - October 1 (Beginning)	-	-	1,500
9200	Fund Balance -September 30 (Ending)	\$ -	\$ -	\$ 2,221

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD66 C & D Court Technology	FD67 Dist. Court Records Technology	FD71 Lateral Road Pct. 1
REVENUES:				
5110	Property Taxes	\$ -	\$ -	\$ -
5200	Licenses and Permits	-	-	-
5300	Intergovernmental Revenue and Grants	-	-	5,281
5400	Charges for Services	-	280	-
5610	Investment Earnings	-	5	-
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	35	-	-
5020	Total Revenues	\$ 35	\$ 285	\$ 5,281
EXPENDITURES:				
General Government:				
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
Public Safety:				
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
Justice System:				
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
Health and Human Services:				
6043	Senior Citizens	-	-	-
Infrastructure and Environmental Services:				
6051	Roads and Bridges	-	-	5,281
6052	Airport	-	-	-
Debt Service:				
6072	Other Debt Principal	-	-	-
6074	Other Debt Interest	-	-	-
6090	Intergovernmental	-	-	-
6030	Total Expenditures	\$ -	\$ -	\$ 5,281
1100	Excess of Revenues Over (Under) Expenditures	\$ 35	\$ 285	\$ -
OTHER FINANCING SOURCES (USES):				
7914	Sale of Real and Personal Property	-	-	-
7915	Non-Current Loans	-	-	-
7951	Transfers In (Out)	-	-	-
7080	Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -
1200	Net Change in Fund Balance	\$ 35	\$ 285	\$ -
9100	Fund Balance - October 1 (Beginning)	152	798	-
9200	Fund Balance -September 30 (Ending)	\$ 187	\$ 1,083	\$ -

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD72 Lateral Road Pct. 2	FD73 Lateral Road Pct. 3	FD74 Lateral Road Pct. 4
	REVENUES:			
5110	Property Taxes	\$ -	\$ -	\$ -
5200	Licenses and Permits	-	-	-
5300	Intergovernmental Revenue and Grants	5,281	5,281	5,281
5400	Charges for Services	-	-	-
5610	Investment Earnings	-	-	-
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	-	-	-
5020	Total Revenues	<u>\$ 5,281</u>	<u>\$ 5,281</u>	<u>\$ 5,281</u>
	EXPENDITURES:			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
	Justice System:			
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
	Health and Human Services:			
6043	Senior Citizens	-	-	-
	Infrastructure and Environmental Services:			
6051	Roads and Bridges	5,281	5,281	5,281
6052	Airport	-	-	-
	Debt Service:			
6072	Other Debt Principal	-	-	-
6074	Other Debt Interest	-	-	-
6090	Intergovernmental	-	-	-
6030	Total Expenditures	<u>\$ 5,281</u>	<u>\$ 5,281</u>	<u>\$ 5,281</u>
1100	Excess of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
	OTHER FINANCING SOURCES (USES):			
7914	Sale of Real and Personal Property	-	-	-
7915	Non-Current Loans	-	-	-
7951	Transfers In (Out)	-	-	-
7080	Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
1200	Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9100	Fund Balance - October 1 (Beginning)	-	-	-
9200	Fund Balance -September 30 (Ending)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD75		FD76		FD77
		911		County		Judicial
		Addressing		Clerk		Education
				Archive		
	REVENUES:					
5110	Property Taxes	\$ -		\$ -		\$ -
5200	Licenses and Permits	-		-		-
5300	Intergovernmental Revenue and Grants	-		-		-
5400	Charges for Services	-		23,484		116
5610	Investment Earnings	-		130		-
5620	Rents and Royalties	-		-		-
5640	Contributions & Donations from Private Sources	-		-		-
5700	Other Revenue	-		-		-
5020	Total Revenues	\$ -		\$ 23,614		\$ 116
	EXPENDITURES:					
	General Government:					
6012	Administration - County Clerk	\$ -		12,202		\$ -
6019	Maintenance, Building, and Grounds	-		-		-
	Public Safety:					
6021	County Sheriff Department	-		-		-
6024	Drug Forfeiture	-		-		-
	Justice System:					
6034	District Clerk	-		-		-
6038	County Attorney	-		-		-
	Health and Human Services:					
6043	Senior Citizens	-		-		-
	Infrastructure and Environmental Services:					
6051	Roads and Bridges	-		-		-
6052	Airport	-		-		-
	Debt Service:					
6072	Other Debt Principal	-		-		-
6074	Other Debt Interest	-		-		-
6090	Intergovernmental	-		-		-
6030	Total Expenditures	\$ -		\$ 12,202		\$ -
1100	Excess of Revenues Over (Under) Expenditures	\$ -		\$ 11,412		\$ 116
	OTHER FINANCING SOURCES (USES):					
7914	Sale of Real and Personal Property	-		-		-
7915	Non-Current Loans	-		-		-
7951	Transfers In (Out)	-		-		-
7080	Total Other Financing Sources (Uses)	\$ -		\$ -		\$ -
1200	Net Change in Fund Balance	\$ -		\$ 11,412		\$ 116
9100	Fund Balance - October 1 (Beginning)	2,257		13,044		245
9200	Fund Balance -September 30 (Ending)	\$ 2,257		\$ 24,456		\$ 361

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes	FD78 County Clerk Preservation	FD79 Law Library	FD80 District Clerk Preservation
REVENUES:			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	-	-	-
5400	24,324	2,262	303
5610	404	-	142
5620	-	-	-
5640	-	-	-
5700	-	-	-
5020	\$ 24,728	\$ 2,262	\$ 445
EXPENDITURES:			
General Government:			
6012	\$ 14,836	\$ -	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
Justice System:			
6034	-	-	2,847
6038	-	2,262	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	-	-	-
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	-
6030	\$ 14,836	\$ 2,262	\$ 2,847
1100	\$ 9,892	\$ -	\$ (2,402)
OTHER FINANCING SOURCES (USES):			
7914	-	-	-
7915	-	-	-
7951	-	-	-
7080	\$ -	\$ -	\$ -
1200	\$ 9,892	\$ -	\$ (2,402)
9100	16,079	-	6,539
9200	\$ 25,971	\$ -	\$ 4,137

The notes to the Financial Statement are an integral part of this statement.

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

Data Control Codes		FD81	FD82	FD83
		Courthouse Security	County Preservation	Inmate Telephone
	REVENUES:			
5110	Property Taxes	\$ -	\$ -	\$ -
5200	Licenses and Permits	-	-	-
5300	Intergovernmental Revenue and Grants	-	-	-
5400	Charges for Services	6,588	735	57
5610	Investment Earnings	-	18	-
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	-	-	-
5020	Total Revenues	\$ 6,588	\$ 753	\$ 57
	EXPENDITURES:			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	8,401	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
	Justice System:			
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
	Health and Human Services:			
6043	Senior Citizens	-	-	-
	Infrastructure and Environmental Services:			
6051	Roads and Bridges	-	-	-
6052	Airport	-	-	-
	Debt Service:			
6072	Other Debt Principal	-	-	-
6074	Other Debt Interest	-	-	-
6090	Intergovernmental	-	-	-
6030	Total Expenditures	\$ 8,401	\$ -	\$ -
1100	Excess of Revenues Over (Under) Expenditures	\$ (1,813)	\$ 753	\$ 57
	OTHER FINANCING SOURCES (USES):			
7914	Sale of Real and Personal Property	-	-	-
7915	Non-Current Loans	-	-	-
7951	Transfers In (Out)	-	-	-
7080	Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -
1200	Net Change in Fund Balance	\$ (1,813)	\$ 753	\$ 57
9100	Fund Balance - October 1 (Beginning)	15,234	1,843	3,787
9200	Fund Balance -September 30 (Ending)	\$ 13,421	\$ 2,596	\$ 3,844

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes	FD84	FD85	FD86
	Hot Check	Bail Bond	State Fines & Fees
REVENUES:			
5110 Property Taxes	\$ -	\$ -	\$ -
5200 Licenses and Permits	-	-	-
5300 Intergovernmental Revenue and Grants	-	-	-
5400 Charges for Services	7,210	8,616	41,646
5610 Investment Earnings	-	-	-
5620 Rents and Royalties	-	-	-
5640 Contributions & Donations from Private Sources	-	-	-
5700 Other Revenue	-	-	-
5020 Total Revenues	<u>\$ 7,210</u>	<u>\$ 8,616</u>	<u>\$ 41,646</u>
EXPENDITURES:			
General Government:			
6012 Administration - County Clerk	\$ -	\$ -	\$ -
6019 Maintenance, Building, and Grounds	-	-	-
Public Safety:			
6021 County Sheriff Department	-	5,010	-
6024 Drug Forfeiture	-	-	-
Justice System:			
6034 District Clerk	-	-	-
6038 County Attorney	5,788	-	-
Health and Human Services:			
6043 Senior Citizens	-	-	-
Infrastructure and Environmental Services:			
6051 Roads and Bridges	-	-	-
6052 Airport	-	-	-
Debt Service:			
6072 Other Debt Principal	-	-	-
6074 Other Debt Interest	-	-	-
6090 Intergovernmental	-	-	42,675
6030 Total Expenditures	<u>\$ 5,788</u>	<u>\$ 5,010</u>	<u>\$ 42,675</u>
1100 Excess of Revenues Over (Under) Expenditures	<u>\$ 1,422</u>	<u>\$ 3,606</u>	<u>\$ (1,029)</u>
OTHER FINANCING SOURCES (USES):			
7914 Sale of Real and Personal Property	-	-	-
7915 Non-Current Loans	-	-	-
7951 Transfers In (Out)	-	-	-
7080 Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
1200 Net Change in Fund Balance	<u>\$ 1,422</u>	<u>\$ 3,606</u>	<u>\$ (1,029)</u>
9100 Fund Balance - October 1 (Beginning)	4,003	27,884	40,642
9200 Fund Balance -September 30 (Ending)	<u>\$ 5,425</u>	<u>\$ 31,490</u>	<u>\$ 39,613</u>

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD87	FD88	FD89
		Senior Citizens	LEOSE Grant	Justice Court Technology
	REVENUES:			
5110	Property Taxes	\$ -	\$ -	\$ -
5200	Licenses and Permits	-	-	-
5300	Intergovernmental Revenue and Grants	88,248	-	-
5400	Charges for Services	-	-	1,513
5610	Investment Earnings	-	-	-
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	8,069	-	-
5700	Other Revenue	58	-	-
5020	Total Revenues	<u>\$ 96,375</u>	<u>\$ -</u>	<u>\$ 1,513</u>
	EXPENDITURES:			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
	Justice System:			
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
	Health and Human Services:			
6043	Senior Citizens	139,524	-	-
	Infrastructure and Environmental Services:			
6051	Roads and Bridges	-	-	-
6052	Airport	-	-	-
	Debt Service:			
6072	Other Debt Principal	-	-	-
6074	Other Debt Interest	-	-	-
6090	Intergovernmental	-	-	-
6030	Total Expenditures	<u>\$ 139,524</u>	<u>\$ -</u>	<u>\$ -</u>
1100	Excess of Revenues Over (Under) Expenditures	<u>\$ (43,149)</u>	<u>\$ -</u>	<u>\$ 1,513</u>
	OTHER FINANCING SOURCES (USES):			
7914	Sale of Real and Personal Property	-	-	-
7915	Non-Current Loans	-	-	-
7951	Transfers In (Out)	42,835	-	-
7080	Total Other Financing Sources (Uses)	<u>\$ 42,835</u>	<u>\$ -</u>	<u>\$ -</u>
1200	Net Change in Fund Balance	<u>\$ (314)</u>	<u>\$ -</u>	<u>\$ 1,513</u>
9100	Fund Balance - October 1 (Beginning)	868	996	719
9200	Fund Balance -September 30 (Ending)	<u>\$ 554</u>	<u>\$ 996</u>	<u>\$ 2,232</u>

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD90 Miscellaneous Special Revenue	FD91 Dist Attorney Drug Forfeiture	FD92 Drug Forfeiture
	REVENUES:			
5110	Property Taxes	\$ -	\$ -	\$ -
5200	Licenses and Permits	-	-	-
5300	Intergovernmental Revenue and Grants	-	-	-
5400	Charges for Services	-	-	-
5610	Investment Earnings	-	37	1,770
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	-	-	-
5020	Total Revenues	<u>\$ -</u>	<u>\$ 37</u>	<u>\$ 1,770</u>
	EXPENDITURES:			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	14,993
	Justice System:			
6034	District Clerk	-	-	-
6038	County Attorney	-	-	-
	Health and Human Services:			
6043	Senior Citizens	-	-	-
	Infrastructure and Environmental Services:			
6051	Roads and Bridges	-	-	-
6052	Airport	-	-	-
	Debt Service:			
6072	Other Debt Principal	-	-	-
6074	Other Debt Interest	-	-	-
6090	Intergovernmental	-	-	-
6030	Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,993</u>
1100	Excess of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 37</u>	<u>\$ (13,223)</u>
	OTHER FINANCING SOURCES (USES):			
7914	Sale of Real and Personal Property	-	-	-
7915	Non-Current Loans	-	-	-
7951	Transfers In (Out)	-	-	-
7080	Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
1200	Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 37</u>	<u>\$ (13,223)</u>
9100	Fund Balance - October 1 (Beginning)	-	2,539	103,100
9200	Fund Balance -September 30 (Ending)	<u>\$ -</u>	<u>\$ 2,576</u>	<u>\$ 89,877</u>

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS

EXHIBIT F-2 (Cont'd)

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

Data Control Codes		FD94 TCDP Grant	Total Nonmajor Governmental Funds
	REVENUES:		
5110	Property Taxes	\$ -	\$ 236,052
5200	Licenses and Permits	-	134,882
5300	Intergovernmental Revenue and Grants	128,009	237,381
5400	Charges for Services	-	117,844
5610	Investment Earnings	-	2,517
5620	Rents and Royalties	-	3,920
5640	Contributions & Donations from Private Sources	-	8,069
5700	Other Revenue	-	3,521
5020	Total Revenues	<u>\$ 128,009</u>	<u>\$ 744,186</u>
	EXPENDITURES:		
	General Government:		
6012	Administration - County Clerk	\$ -	\$ 27,038
6019	Maintenance, Building, and Grounds	-	8,401
	Public Safety:		
6021	County Sheriff Department	-	5,010
6024	Drug Forfeiture	-	14,993
	Justice System:		
6034	District Clerk	-	2,847
6038	County Attorney	-	8,050
	Health and Human Services:		
6043	Senior Citizens	-	139,524
	Infrastructure and Environmental Services:		
6051	Roads and Bridges	-	546,797
6052	Airport	-	3,849
	Debt Service:		
6072	Other Debt Principal	-	70,269
6074	Other Debt Interest	-	12,965
6090	Intergovernmental	-	42,675
6030	Total Expenditures	<u>\$ -</u>	<u>\$ 882,418</u>
1100	Excess of Revenues Over (Under) Expenditures	<u>\$ 128,009</u>	<u>\$ (138,232)</u>
	OTHER FINANCING SOURCES (USES):		
7914	Sale of Real and Personal Property	-	52,000
7915	Non-Current Loans	-	48,000
7951	Transfers In (Out)	(127,558)	49,587
7080	Total Other Financing Sources (Uses)	<u>\$ (127,558)</u>	<u>\$ 149,587</u>
1200	Net Change in Fund Balance	<u>\$ 451</u>	<u>\$ 11,355</u>
9100	Fund Balance - October 1 (Beginning)	462	252,798
9200	Fund Balance -September 30 (Ending)	<u>\$ 913</u>	<u>\$ 264,153</u>

The notes to the Financial Statement are an integral part of this statement.

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012				2011 Actual
	Original Budget	Final Budget	Actual	Variance From Final Budget Favorable (Unfavorable)	
County Judge (General Government)					
Salary - County Judge	\$ 33,712	\$ 33,712	\$ 33,712	\$ 0	\$ 33,484
Salary - Administrative Assistant	21,986	21,986	21,986	0	21,808
Social Security	5,409	5,409	5,398	11	5,422
State Supplement - County Judge	15,000	15,000	15,000	0	15,577
Retirement	5,762	5,762	5,667	95	5,423
Medical Insurance	14,680	14,680	15,292	(612)	16,038
Travel	1,500	1,500	797	703	2,145
Supplies	985	985	2,281	(1,296)	382
Communications	1,500	1,500	1,463	37	1,096
Bonds / Notary	200	200	-	200	177
Repairs and Maintenance	314	1,027	315	712	-
School & Dues	400	400	250	150	-
County Judge Total	\$ 101,448	\$ 102,161	\$ 102,160	\$ 1	\$ 101,552
County Clerk (General Government)					
Salary - County Clerk	\$ 33,593	\$ 33,593	\$ 33,593	\$ (0)	\$ 33,241
Salary - Administrative Assistant	20,775	20,775	20,775	(0)	20,251
Social Security	5,306	5,306	6,024	(718)	4,215
Retirement	5,654	5,654	6,304	(650)	4,618
Medical Insurance	14,680	14,680	14,988	(308)	16,039
Travel	3,500	3,500	3,681	(181)	4,032
Supplies	5,700	5,700	6,318	(618)	3,423
Software Maintenance	5,600	5,600	4,440	1,160	4,000
Communications	1,300	1,300	2,045	(745)	1,326
Bonds and Restitution	100	100	100	-	852
Repairs and Maintenance	3,300	5,148	6,265	(1,117)	-
Salary - Part Time	13,000	25,000	21,801	3,200	-
Equipment Lease & Restitution Expense	-	-	21	(21)	3,459
County Clerk Total	\$ 112,508	\$ 126,356	\$ 126,356	\$ 0	\$ 95,456
Veteran's Service Officer (General Government)					
Contracted Services	\$ 6,000	\$ 6,000	\$ 6,000	\$ -	\$ 5,000
Veteran's Service Officer Total	\$ 6,000	\$ 6,000	\$ 6,000	\$ -	\$ 5,000
Non-Departmental (General Administration)					
Election Supplies/Election Boxes	\$ 8,000	\$ 8,000	\$ 18,309	\$ (10,309)	\$ 13,888
Vending Machine Supplies	800	800	714	86	180
Supplies	2,988	2,988	1,891	1,097	2,272
Paper and Postage	6,600	6,600	9,849	(3,249)	6,370
Communications	2,800	2,800	4,250	(1,450)	2,939
Legal Fees / Law Library	6,500	6,500	12,828	(6,328)	6,339
Supplemental Death Benefits	12,000	12,000	19,199	(7,199)	1,754
Workman's Compensation Insurance	17,000	17,000	24,512	(7,512)	22,951
Unemployment Insurance	3,200	3,200	9,206	(6,006)	3,725
Drug and Alcohol Testing	1,000	1,000	1,527	(527)	1,105
Copy Machine / Supplies / Toner	2,500	2,500	1,996	504	2,467
Outside Auditor	15,400	15,400	15,400	-	14,900
Appraisal District Fees	114,351	114,351	108,735	5,616	95,477
Permits, Dues, Fees, and COG Match	2,800	2,800	2,872	(72)	4,460
Liability Insurance	65,000	65,000	54,685	10,315	64,290
Legal Ads	4,500	4,500	3,296	1,204	2,901
Rural Fire Protection	10,000	10,000	9,786	214	64,647
Safety Program	-	-	-	-	5,342
Emergency Management	3,456	3,456	3,028	428	2,434
Misc. expenditures	38,727	33,144	3,170	29,974	2,613
Employee Insurance	12,000	12,000	33,575	(21,575)	1,797
Game Warden Cell Phone	7,000	7,000	5,945	1,055	-
County Libraries	5,000	5,000	5,000	-	5,000
Non-Departmental Total	\$ 341,622	\$ 336,039	\$ 349,773	\$ (13,734)	\$ 327,851

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012			Variance From Final Budget Favorable (Unfavorable)	2011
	Original Budget	Final Budget	Actual		Actual
County Auditor (Financial Administration)					
Salary - County Auditor	\$ 33,593	\$ 33,593	\$ 33,593	\$ (0)	\$ 33,241
Social Security	4,618	4,618	4,661	(43)	4,595
Retirement	4,920	4,920	4,862	58	4,627
Medical Insurance	14,680	14,680	15,292	(612)	16,039
Travel / School Tuition / Dues	1,600	1,600	1,844	(244)	1,360
Supplies	2,001	2,001	1,878	123	1,883
Communications	900	900	957	(57)	1,034
Bonds	292	292	150	142	150
Maintenance Contracts	1,200	1,200	1,188	12	1,056
New Equipment	1,000	1,000	240	760	540
Salary- Administrative Assistant	26,775	26,775	26,775	(0)	26,792
County Auditor Total	\$ 91,579	\$ 91,579	\$ 91,441	\$ 138	\$ 91,317
County Treasurer (Financial Administration)					
Salary - County Treasurer	\$ 32,093	\$ 32,093	\$ 32,093	\$ (0)	\$ 32,173
Salary - Administrative Assistant	-	-	-	-	-
Social Security	2,455	2,455	2,056	399	2,411
Retirement	2,616	2,616	2,573	43	2,457
Medical Insurance	7,340	7,340	7,646	(306)	7,057
Travel/School Tuition	1,459	1,459	1,479	(20)	1,930
Communications	960	960	694	266	680
Bonds /Notary	50	50	334	(284)	177
Maintenance Contract	1,800	1,800	1,436	365	1,089
Supplies	2,041	2,041	2,004	37	-
Equipment <\$5K	-	-	-	-	-
New Equipment	-	-	-	-	-
County Treasurer Total	\$ 50,814	\$ 50,814	\$ 50,315	\$ 499	\$ 47,974
Tax Assessor Collector (Financial Administration)					
Salary -County Tax Collector	\$ 32,693	\$ 32,693	\$ 32,693	\$ (0)	\$ 32,040
Salary - Assistant - MVD	21,075	21,075	21,075	(0)	20,550
Salary - Part Time	-	-	-	-	-
Social Security	4,113	4,113	4,129	(16)	4,039
Retirement	4,382	4,382	4,308	74	4,029
Medical Insurance	14,680	14,680	15,598	(918)	16,039
Travel	1,700	1,700	1,163	537	1,092
Voter Registration	541	550	451	99	422
Supplies	-	1,501	2,251	(750)	2,479
Communications	1,200	1,200	656	544	707
Bonds	50	50	-	50	50
MVD Substation	2,310	2,310	1,870	440	506
Tax Assessor Collector Total	\$ 82,744	\$ 84,254	\$ 84,193	\$ 61	\$ 81,953
Maintenance, Building, and Grounds (General Government)					
Salary - Janitor (Part-Time)	\$ 13,120	\$ 13,120	\$ 12,496	\$ 624	\$ 12,976
Social Security	1,004	1,004	964	40	1,000
Retirement	1,069	1,069	1,006	63	998
Supplies	10,300	10,300	10,342	(42)	13,650
Utilities	45,000	45,000	43,247	1,753	45,525
Repairs / Maintenance	36,673	36,673	33,008	3,665	15,896
Repairs - Air Conditioning and Heating	5,000	5,000	529	4,471	1,936
Exterminator Services	3,000	3,000	3,000	-	2,750
Yard Services	1,553	1,553	2,124	(571)	1,085
Capital Outlay	10,000	10,000	10,000	-	-
Historical Society	1,277	1,277	1,642	(365)	1,637
Maintenance, Building, & Grounds Total	\$ 127,996	\$ 127,996	\$ 118,358	\$ 9,638	\$ 97,453

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012			Variance From Final Budget Favorable (Unfavorable)	2011
	Original Budget	Final Budget	Actual		Actual
County Sheriff Department (Public Safety)					
Salary - County Sheriff	\$ 42,176	\$ 42,176	\$ 42,175	\$ 1	\$ 41,852
Other Salaries - Deputies	135,775	135,775	149,001	(13,226)	135,695
Salary - Jail Administrator	24,255	24,255	25,085	(830)	24,809
Other Salaries - Jailers	66,348	66,348	71,087	(4,739)	63,037
Salary - Part Time Deputies	6,000	6,000	2,652	3,348	4,832
Salary - Part Time Jailers	15,000	15,000	24,339	(9,339)	29,116
Salary - Overtime	14,000	14,000	16,594	(2,594)	11,455
Social Security	23,222	23,222	25,404	(2,182)	23,853
Retirement	24,740	24,740	26,017	(1,277)	22,939
Medical Insurance	66,060	66,060	58,942	7,118	69,928
New Employees Physicals / Drug Testing	1,500	1,500	354	1,146	4,422
Travel	5,500	5,500	4,837	663	4,268
Supplies	11,000	11,000	13,467	(2,467)	17,090
Communications	6,821	6,821	10,947	(4,126)	7,915
Bond / Notary	1,000	1,000	600	400	171
Repairs and Maintenance	10,656	10,656	10,717	(61)	8,729
New Equipment: CPU / Radio	2,000	2,000	2,549	(549)	-
Vehicle Expense	40,688	40,688	59,693	(19,005)	56,495
Reim Drug Forfeiture	105,182	105,182	3,005	102,177	-
Inmate Expense	22,720	22,720	31,287	(8,567)	31,372
Inmate Housing	3,800	3,800	9,880	(6,080)	1,840
Miscellaneous	-	-	-	-	-
Inmate Medical Expense	12,280	12,280	12,377	(97)	31,483
Capital Outlay	151,876	119,462	-	119,462	-
Vehicle Debt Service-Listed in Debt Service Below	-	-	-	-	-
Sheriff Total	\$ 792,599	\$ 760,185	\$ 601,011	\$ 159,174	\$ 591,301
Other Public Safety					
Homeland Security Grants	\$ -	\$ 99,209	\$ 99,209	\$ 0	\$ 102,145
Other Public Safety Total	\$ -	\$ 99,209	\$ 99,209	\$ 0	\$ 102,145
County and District Court (Judicial)					
Juvenile Officer - Salary	\$ 15,000	\$ 15,000	\$ 15,000	\$ -	\$ 15,000
Communications	-	-	347	(347)	344
Grand Jury	2,100	2,100	1,720	380	1,800
Petit Jury	3,000	3,000	110	2,890	-
J.P. Jury	100	100	-	100	-
Jury Lodging and Meals	50	50	23	27	36
Jury Commissions	200	200	110	90	120
Court Appointed Attorney	16,000	16,000	9,008	6,992	14,232
Interpreter	100	100	-	100	-
Miscellaneous	500	-	675	(675)	1,866
Juvenile Detention	10,000	10,000	1,360	8,640	1,530
County and District Court Total	\$ 47,050	\$ 46,550	\$ 28,353	\$ 18,197	\$ 34,928
32nd Judicial District (Judicial)					
Salary - Court Administrator	\$ 4,487	\$ 4,487	\$ 4,693	\$ (206)	\$ 4,516
Salary - Supplemental District Judge	2,190	2,190	2,373	(183)	2,190
Court Reporter	10,154	10,154	10,154	0	9,640
Social Security	1,288	1,288	1,317	(29)	1,300
Retirement	1,372	1,372	1,428	(56)	1,157
Medical Insurance	1,350	1,350	851	499	637
Travel	1,000	1,000	594	406	1,007
Supplies	2,299	2,299	1,035	1,264	1,583
7th Adm District Assessment	445	445	430	15	430
Lunacy / Commitment	5,200	5,200	258	4,942	1,917
Legal	-	-	-	-	1,015
Visiting Judge / Court Reporter	2,000	2,000	635	1,365	59
Court Reporter Insurance	800	800	-	800	-
32nd Judicial District Total	\$ 32,585	\$ 32,585	\$ 23,767	\$ 8,818	\$ 25,451

The accompanying notes are an integral part of this statement.

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012				2011
	Original Budget	Final Budget	Actual	Variance From Final Budget Favorable (Unfavorable)	Actual
District Clerk (Judicial)					
Salary - Elected / Appointed Official	\$ 33,293	\$ 33,293	\$ 33,293	\$ (0)	\$ 32,940
Salary - Part Time	11,232	11,232	11,232	-	8,469
Social Security	3,406	3,406	3,418	(12)	3,176
Retirement	3,629	3,629	3,566	63	2,573
Medical Insurance	7,340	7,340	7,646	(306)	8,019
Travel / School Tuition	1,500	1,500	584	916	993
Supplies	2,800	2,800	2,779	22	3,268
Communications	1,000	1,000	2,194	(1,194)	938
Bonds	330	330	119	211	330
Maintenance Contracts	3,960	3,960	3,300	660	3,192
District Clerk Total	\$ 68,490	\$ 68,490	\$ 68,129	\$ 361	\$ 63,898
Justice of Peace #1 (Judicial)					
Salary - Justice of the Peace	\$ 32,693	\$ 32,693	\$ 32,993	\$ (300)	\$ 32,364
Salary - Administrative Assistant	6,000	6,000	6,000	-	4,198
Social Security	2,960	2,960	2,999	(39)	2,833
Retirement	3,153	3,153	3,139	14	2,534
Medical Insurance	7,340	7,340	7,646	(306)	8,019
Travel / School Tuition / Ducs	1,750	1,750	2,279	(529)	2,264
Supplies	1,250	1,250	1,295	(45)	661
Software	3,000	3,000	3,000	-	3,000
Bond	200	200	150	50	150
Warrant Enf. Bureau Reimb.	-	-	-	-	-
Miscellaneous	686	1,210	418	792	-
Communications	1,315	1,315	952	363	1,033
Justice of Peace #1 Total	\$ 60,347	\$ 60,871	\$ 60,871	\$ 0	\$ 57,056
Justice of Peace #3 (Judicial)					
Salary - Justice of the Peace	\$ 10,319	\$ 10,319	\$ 10,319	\$ (0)	\$ 10,235
Social Security	789	789	793	(4)	783
Retirement	841	841	829	12	781
Medical Insurance	7,340	7,340	7,596	(256)	8,019
Travel/School Tuition	800	800	2,314	(1,514)	588
Supplies	700	700	276	424	133
Communications	1,000	1,000	1,186	(186)	1,106
Miscellaneous	1	1,349	-	1,349	-
Bonds	175	175	-	175	178
Justice of Peace #2 Total	\$ 21,965	\$ 23,313	\$ 23,313	\$ (0)	\$ 21,823
District Attorney (Judicial)					
Salary - Assistant D.A.	\$ 6,895	\$ 6,895	\$ 6,894	\$ 1	\$ 7,160
Salary - D.A. Secretary	5,501	5,501	5,501	(0)	5,713
Salary - Assistant D.A. Secretary	5,501	5,501	5,501	(0)	5,713
Salary - D.A. Investigator	6,589	6,589	6,589	0	6,842
Salary Supplement District Attorney	2,190	2,190	2,373	(183)	2,190
Longevity Supplement	-	-	-	-	-
Social Security	2,041	2,041	2,055	(14)	2,113
Retirement	2,548	2,548	2,146	402	2,107
Medical Insurance	5,000	5,000	4,220	780	3,334
Travel	1,000	1,000	776	224	399
Supplies	879	879	339	540	344
Crime Victims	1,405	1,405	-	1,405	-
District Attorney Total	\$ 39,549	\$ 39,549	\$ 36,394	\$ 3,155	\$ 35,915

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012				2011
	Original Budget	Final Budget	Actual	Variance From Final Budget Favorable (Unfavorable)	Actual
County Attorney (Judicial)					
County Attorney Compensation	\$ 33,293	\$ 33,293	\$ 33,293	\$ -	\$ 32,987
Social Security	4,141	4,141	4,148	(7)	4,186
Medical Insurance	7,340	7,340	7,523	(183)	4,175
Retirement	4,411	4,411	4,334	77	4,175
State Supplement	20,833	20,833	20,833	(0)	21,634
Travel / School Tuition	600	600	75	525	-
Supplies	3,300	1,500	736	764	197
Electronic Forms	-	-	-	-	675
Communications	850	850	645	205	657
Bonds	50	50	50	-	50
County Attorney Total	\$ 74,818	\$ 73,018	\$ 71,639	\$ 1,379	\$ 68,736
Indigent Welfare / Child Care (Health and Welfare)					
Child Care	\$ 500	\$ 500	\$ -	\$ 500	\$ 1,776
Doctor Services	50	50	2,558	(2,508)	-
Burial	500	500	-	500	2,775
Emergency Aid	250	250	-	250	-
Clothing	100	100	-	100	-
Meals, Room, Care	50	50	-	50	-
Hospital	50	50	-	50	-
Medical Bills	50	50	-	50	-
Medical Supplies	50	50	-	50	-
Faith In Action/Mod. Transp.	2,400	2,400	-	2,400	-
Indigent Welfare Total	\$ 4,000	\$ 4,000	\$ 2,558	\$ 1,442	\$ 4,551
County Extension Agents (Culture and Recreation)					
Salary - County Extension Agent - Agriculture	\$ 12,223	\$ 12,223	\$ 8,462	\$ 3,761	\$ 10,074
Medical Insurance	\$ 119	\$ 119	\$ 145	(26)	1,610
Retirement	2,715	2,715	1,669	1,046	1,610
Salary - Administrative Assistant	21,092	21,092	20,800	292	21,005
Social Security	2,549	2,549	2,247	302	2,393
CEA - AG Car Allowance	5,500	5,500	5,140	360	4,339
Supplies	3,500	3,500	3,556	(56)	3,433
Communications	1,000	1,000	694	306	709
Miscellaneous	-	-	-	-	-
Stock Show	3,500	3,500	3,672	(172)	2,403
County Extension Agents Total	\$ 52,198	\$ 52,198	\$ 46,385	\$ 5,813	\$ 47,576

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012			Variance From Final Budget Favorable (Unfavorable)	2011
	Original Budget	Final Budget	Actual		Actual
Debt Service					
Debt Service Principal	\$ -	\$ 36,639	\$ 36,850	\$ (211)	\$ 37,760
Debt Service Interest	-	2,940	2,183	757	1,273
Total Debt Service	\$ -	\$ 39,579	\$ 39,033	\$ 546	\$ 39,033
Total Expenditures Before Operating Transfers	\$ 2,108,312	\$ 2,224,746	\$ 2,029,258	\$ 195,488	\$ 1,940,969
Operating Transfers (Out):					
Transfers to Road and Bridge Funds	\$ -	\$ -	\$ 253,602	\$ (253,602)	\$ 285,065
Transfer to Senior Citizens & Law Library	-	37,000	42,600	(5,600)	47,366
Transfer to Airport Fund and Indigent Defense	-	-	-	-	6,319
Total Operating Transfers	\$ -	\$ 37,000	\$ 296,202	\$ (259,202)	\$ 338,750
Total Expenditures and Operating Transfers	\$ 2,108,312	\$ 2,261,746	\$ 2,325,460	\$ (63,714)	\$ 2,279,719

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL (BUDGET BASIS) - ROAD AND BRIDGE FUNDS
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012			Variance From Final Budget Favorable (Unfavorable)	2011
	Original Budget	Final Budget	Actual		Actual
Road and Bridge Precinct #1					
Salary - County Commissioner	\$ 29,240	\$ 29,240	\$ 29,240	\$ (0)	\$ 29,011
Salary - RoadHands	23,631	23,631	23,629	2	23,377
Wages - Part Time	12,000	12,000	10,989	1,011	12,223
Social Security	7,207	7,207	6,945	262	7,101
Retirement	7,678	7,678	6,309	1,369	6,999
Diesel, Oil, and Gasoline	35,000	35,000	41,557	(6,557)	31,391
Medical Insurance	22,020	22,020	22,856	(836)	21,889
Travel / School	1,000	1,000	750	250	504
Road Material & Construction	10,000	10,000	7,641	2,359	6,735
Supplies	8,000	7,950	7,901	49	12,644
Communications	1,000	1,000	1,142	(142)	1,167
Utilities	1,700	1,700	1,844	(144)	2,135
Repairs and Maintenance	16,000	25,866	21,214	4,652	17,364
Capital Outlay	165,747	165,747	216,000	(50,253)	33,247
Salary- Road Forman	29,341	29,341	26,832	2,509	26,543
Tires and Tubes	7,000	7,000	10,010	(3,010)	7,063
Radios	200	200	200	-	-
Misc.	-	50	8	42	-
Road and Bridge Precinct #1 Total	\$ 376,764	\$ 386,630	\$ 435,068	\$ (48,438)	\$ 239,393
Road and Bridge Precinct #2					
Salary - County Commissioner	\$ 28,640	\$ 28,640	\$ 28,640	\$ (0)	\$ 29,865
Salary - RoadHands	23,630	23,630	34,299	(10,669)	25,149
Wages - Part Time	12,039	12,039	360	11,679	11,048
Social Security	7,207	7,207	7,150	57	6,970
Retirement	7,682	7,682	5,335	2,347	5,797
Diesel, Oil, and Gasoline	35,000	31,000	32,387	(1,387)	34,396
Medical Insurance	22,020	22,020	22,705	(685)	14,832
Travel / School	850	2,444	3,518	(1,074)	1,057
Road Material & Construction	10,000	10,000	3,950	6,050	1,800
Supplies and Bond	8,000	10,809	16,578	(5,769)	15,399
Communications	875	875	1,287	(412)	985
Utilities	1,500	1,500	1,881	(381)	1,887
Repairs and Maintenance	20,000	24,000	25,253	(1,253)	15,882
Misc	-	50	8	42	-
Capital Out Lay	232,491	232,491	90,000	142,491	247,987
Radios	400	482	482	(0)	-
Tires and Tubes	7,500	2,964	4,785	(1,821)	6,291
Salary-Road Forman	29,941	29,941	27,432	2,509	27,166
Road and Bridge Precinct #2 Total	\$ 447,775	\$ 447,774	\$ 306,050	\$ 141,724	\$ 446,511
Road and Bridge Precinct #3					
Salary - County Commissioner	\$ 28,640	\$ 28,640	\$ 28,640	\$ -	\$ 28,711
Salary - Road Hands	24,258	24,258	25,127	(869)	23,376
Wages - Part Time	12,000	12,000	810	11,190	4,398
Social Security	7,209	7,209	6,306	903	6,703
Retirement	7,681	7,681	5,648	2,033	6,353
Diesel, Oil, and Gasoline	35,000	35,000	35,615	(615)	34,831
Medical Insurance	22,020	22,020	21,691	329	21,889
Travel / School	750	1,418	1,843	(425)	1,244
Road Material & Construction	12,000	12,000	5,425	6,575	7,143
Supplies	8,000	7,282	4,148	3,134	17,057
Communications	1,000	1,000	1,390	(390)	1,447
Utilities	1,500	1,500	1,320	180	1,200
Repairs and Maintenance	13,000	13,000	21,143	(8,143)	13,414

The accompanying notes are an integral part of this statement.

FISHER COUNTY, TEXAS
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL (BUDGET BASIS) - ROAD AND BRIDGE FUNDS
YEAR ENDED SEPTEMBER 30, 2012

DEPARTMENT / EXPENDITURE ITEM	2012				2011
	Original Budget	Final Budget	Actual	Variance From Final Budget Favorable (Unfavorable)	Actual
Captial Outlay 5000.>	212,001	212,001	285,000	(72,999)	17,501
Radios	500	500	248	252	-
Misc	-	50	8	42	-
Tires and Tubes	9,000	9,000	4,667	4,333	6,666
Salary- Road Forman	29,341	29,341	26,832	2,509	26,543
Road and Bridge Precinct #3 Total	\$ 423,900	\$ 423,900	\$ 475,862	\$ (51,962)	\$ 218,476
Road and Bridge Precinct #4					
Salary - County Commissioner	\$ 30,140	\$ 30,140	\$ 30,140	\$ (0)	\$ 15,134
Salary - RoadlIands	43,587	28,602	44,196	(15,594)	28,155
Wages - Part Time	12,027	12,027	10,521	1,506	25,002
Social Security	6,560	6,560	6,641	(81)	7,161
Retirement	6,989	6,989	5,777	1,212	6,993
Diesel, Oil, and Gasoline	35,000	35,000	40,816	(5,816)	35,029
Medical Insurance	22,020	22,020	22,005	15	19,964
Travel / School	500	699	1,124	(425)	1,240
Road Material & Construction	8,000	5,750	1,335	4,415	2,415
Supplies and Bond	10,000	8,806	7,510	1,296	12,202
Communications	600	1,063	1,603	(540)	1,614
Utilities	500	982	1,093	(111)	304
Repairs and Maintenance	15,000	23,915	26,734	(2,819)	14,508
Capital Outlay	213,128	215,378	12,250	203,128	177,628
Miscellaneous	-	50	8	42	-
Radios	300	300	103	197	248
Tires and Tubes	10,000	10,000	7,766	2,234	7,274
Salary- Road Forman	-	14,985	-	14,985	22,909
Road and Bridge Precinct #4 Total	\$ 414,351	\$ 423,266	\$ 219,623	\$ 203,643	\$ 377,780
Debt Service					
Loan Principal Precinct #1	\$ 41,643	\$ 109,765	\$ 110,809	\$ (1,044)	\$ 43,327
Loan Interest Precinct #1	4,352	6,230	4,582	1,648	645
Loan Principal Precinct #2	40,687	40,687	26,614	14,073	179,500
Loan Interest Precinct #2	1,249	1,249	7,081	(5,832)	5,715
Loan Principal Precinct #3	44,786	44,786	43,048	1,738	50,096
Loan Interest Precinct #3	4,521	4,521	6,259	(1,738)	1,289
Loan Principal Precinct #4	47,423	47,423	43,655	3,768	42,727
Loan Interest Precinct #4	1,422	1,422	5,884	(4,462)	2,236
Debit Service Total	\$ 186,083	\$ 256,083	\$ 247,932	\$ 8,151	\$ 325,535
Total Expenditures Before Operating Transfers	\$ 1,848,873	\$ 1,937,653	\$ 1,684,535	\$ 253,118	\$ 1,607,695
Operating Transfers:					
Transfers to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -
Total Operating Transfers	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenditures and Operating Transfers	\$ 1,848,873	\$ 1,937,653	\$ 1,684,535	\$ 253,118	\$ 1,607,695

FISHER COUNTY, TEXAS
 COMBINING STATEMENT OF NET POSITION
 AGENCY FUNDS
 September 30, 2012

		BALANCE OCTOBER 1, 2011		ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 2012	
ESCROW AGENCY FUND							
Assets:							
1010	Cash and Cash Equivalents	\$ 18,088	\$ 4,645	\$ 5,010	\$	17,723	
Liabilities:							
2080	Due to Other Governments	\$ 18,088	\$ 4,645	\$ 5,010	\$	17,723	
OTHER AGENCY FUNDS							
Assets:							
1010	Cash and Cash Equivalents	\$ 682,663	\$ 678,822	\$ 529,640	\$	831,845	
Liabilities:							
2080	Due to Other Governments	\$ 11,152	\$ -	\$ 11,152	\$	-	
2090	Due to Others	\$ 671,511	\$ 678,822	\$ 518,488	\$	831,845	
	Total Liabilities	\$ 682,663	\$ 678,822	\$ 529,640	\$	831,845	
TOTAL ALL AGENCY FUNDS							
Assets:							
1010	Cash and Cash Equivalents	\$ 700,751	\$ 683,467	\$ 534,650	\$	849,568	
Liabilities:							
2080	Due to Other Governments	\$ 29,240	\$ 4,645	\$ 16,162	\$	17,723	
2090	Due to Others	\$ 671,511	\$ 678,822	\$ 518,488	\$	831,845	
	Total Liabilities	\$ 700,751	\$ 683,467	\$ 534,650	\$	849,568	

The notes to the Financial Statement are an integral part of this statement.

REPORTS ON COMPLIANCE AND INTERNAL CONTROLS

James E. Rodgers and Company, PC

Certified Public Accountants

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Richard E. Rodgers CPA • Gerald L. Rodgers CPA

August 12, 2013

Government Auditing Standards Report on Internal Control over Financial Reporting and on Compliance and Other Matters—with No Material Weaknesses, Significant Deficiencies, or Reportable Instances of Noncompliance or Other Matters Identified

To the Commissioners Court of Fisher County
Fisher County, Texas
Roby, Texas 79543

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County, Texas, as of and for the year ended September 30, 2012, and the related notes to the financial statements, which collectively comprise Fisher County, Texas's basic financial statements, and have issued our report thereon dated August 12, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Fisher County, Texas'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 Fisher County, Texas's internal control. Accordingly, we do not express an opinion on the effectiveness of Fisher County, Texas'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. 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.

James E Rodgers and Company, PC

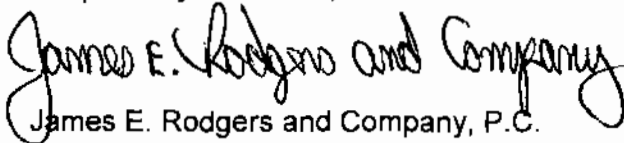
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Fisher County, Texas's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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*.

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.

Respectfully submitted,


James E. Rodgers and Company, P.C.

**FISHER COUNTY, TEXAS
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

L. Summary of the Auditor's Results:

- | | | |
|--------|---|----------------------------|
| 1. | Type of report issued on the financial statements: | Unqualified opinion |
| 2 (a). | Significant deficiencies in internal control: | None |
| (b). | Significant deficiencies that were material weaknesses: | None |
| 3. | Noncompliance, which is material to the financial statements: | None |

II. Findings Relating to the Financial Statements Which Are Required To Be Reported in Accordance with *Generally Accepted Government Auditing Standards (GAGAS)*.

Finding 2012-1: None

- | | | |
|----|------------------|-----|
| a. | Condition: | N/A |
| b. | Criteria: | N/A |
| c. | Cause: | N/A |
| d. | Effect: | N/A |
| e. | Recommendation: | N/A |
| f. | County Response: | N/A |

OTHER INDEPENDENT AUDITOR COMMUNICATIONS

James E. Rodgers and Company, PC

Certified Public Accountants

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Member of Texas Society of CPA's and American Institute of CPA's

Richard E. Rodgers CPA • Gerald L. Rodgers CPA

August 12, 2013

Communication of No Material Weaknesses in a Separate Report

**To the Commissioners Court of Fisher County, Texas
Fisher County, Texas
Roby, Texas 79543**

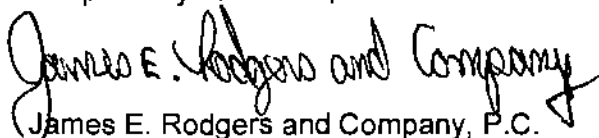
In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County, Texas as of and for the year ended September 30, 2012, in accordance with auditing standards generally accepted in the United States of America, we considered Fisher County, Texas's internal control over financial reporting (internal control) as a basis for designing 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 the Fisher County, Texas's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fisher County, Texas'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.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. 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.

This information is intended solely for the use of the County's Commissioners' Court, the audit committee, the administration, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,


James E. Rodgers and Company, P.C.

James E. Rodgers and Company, PC

Certified Public Accountants

20 Southwest Third Street • PO Box 669 • Hamlin, Texas 79520 • Tel: 325-576-2356 • Fax: 325-576-3525

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Member of Texas Society of CPA's and American Institute of CPA's

Richard E. Rodgers CPA • Gerald L. Rodgers CPA

August 12, 2013

Communication with Those Charged with Governance at the Conclusion of the Audit

**To the Commissioners Court of Fisher County
Fisher County, Texas
Roby, Texas 79543**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County, Texas for the year ended September 30, 2012. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and OMB Circular A-133), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 19, 2013. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Fisher County, Texas are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended September 30, 2012. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the District's financial statements were:

- ❖ Management's estimate of the allowance for uncollectible taxes is based on historical property tax collections for the District. We evaluated the key factors and assumptions used to develop the allowance for uncollectible taxes in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was:

- ❖ The disclosure of current litigation (if any) in Note IV-R to the financial statements. There were no issues or judgments in formulating the disclosure due to the lack of current litigation.
- ❖ The financial statement disclosures are neutral, consistent, and clear.



James E. Rodgers and Company, PC

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated August 12, 2013.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

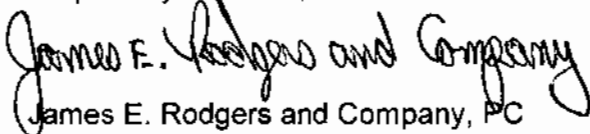
We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

This information is intended solely for the use of the District's trustees, the audit committee, the administration, the Texas Education Agency, federal awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

Respectfully submitted,


James E. Rodgers and Company, PC

James E. Rodgers and Company, PC

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Richard E. Rodgers CPA • Gerald L. Rodgers CPA

August 12, 2013

Independent Auditor's Management Letter

Commissioners Court of Fisher County
Fisher County, Texas
PO Box 308
Roby, Texas 79543

Members of the Commissioners Court and Other County Officials:

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County (the County) as of and for the year ended September 30, 2012, in accordance with auditing standards generally accepted in the United States of America, we considered the County's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Governmental Unit's internal control. Accordingly, we do not express an opinion on the effectiveness of the Governmental Unit'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 the deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. Therefore, there can be no assurance that all such deficiencies have been identified. A separate letter dated August 12, 2013, has been reported to management and those charged with governance reporting significant deficiencies and or material weaknesses, if any.

However, we noted certain other matters involving the internal control and its operation that we consider to be clearly inconsequential and therefore not a significant deficiency or material weakness as noted below.

- **Coding Descriptions in Accounting Software for Deposits**

The descriptions used for identification of County deposits should indicate the source of the funds from the party external to the County. A code can then be used to identify which County Official was responsible for the funds being deposited.

- **Cash Fund Accounting**

The County should consider changing the current accounting procedure for maintaining a due to or due from for each fund with the general fund for cash transactions to an actual cash balance for each fund. This will involve the elimination of the negative cash position in the commissioner's funds that have accumulated for many years. Thus, each commissioner can verify his current cash position based on the accounting records maintained and will provide incentive to maintain a cash balance to be used for special situations by each commissioner.



James E. Rodgers and Company, PC

- **Employee Insurance and Retirement Accounting**

The County should adjust the employee insurance and retirement liability accounts to actual amounts owed on a monthly or quarterly basis. This will provide the correct expenditure reporting for the County portion of employee benefits for each department.

The comments and recommendations documented in this letter have been presented for consideration in maintaining and improving internal controls and operating efficiency of Fisher County. We are required to review the status of these comments during our next audit engagement.

This report is intended solely for the information of the County's commissioners, judge, other elected officials within the County, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Respectfully submitted,

A handwritten signature in blue ink that reads "James E. Rodgers and Company". The signature is written in a cursive, flowing style.

James E. Rodgers and Company, PC