



**FISHER COUNTY, TEXAS  
ANNUAL FINANCIAL REPORT  
YEAR ENDED SEPTEMBER 30, 2010**

**FISHER COUNTY, TEXAS  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

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**FISHER COUNTY, TEXAS**

**CURRENT PRINCIPAL COUNTY OFFICIALS**

**As of September 30, 2010**

**Marshal Bennett  
Gordon Pippin  
Rodney Tankersley  
Ernest Ragan  
Gene Terry  
Jonnye Gibson  
Rudy Hamric  
Tammy Haley  
Pat Thomson  
Martha Williamson  
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**

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# **James E. Rodgers and Company, PC**

## **Certified Public Accountants**

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

E-mail: [rodgerscpa@att.net](mailto:rodgerscpa@att.net)

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

Richard E. Rodgers CPA Gerald L. Rodgers CPA

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**August 8, 2011**

### **UNQUALIFIED OPINION ON BASIC FINANCIAL STATEMENTS ACCOMPANIED BY REQUIRED SUPPLEMENTARY INFORMATION AND OTHER SUPPLEMENTARY INFORMATION**

#### **Independent Auditor's Report**

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

#### **Members of the Court:**

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, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's administrators. 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated August 8, 2011, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 15 and 50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The combining and individual non-major fund financial statements and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual non-major 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully submitted,



James E. Rodgers and Company, PC

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# FISHER COUNTY, TEXAS

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## 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, 2010. 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 Assets at the end of the Year	\$	2,641,979
Total County Revenues for the Current Fiscal Year	\$	3,084,883
Total County Expenses for the Current Fiscal Year	\$	3,068,173
Fund Balance in the General Fund at the End of Year	\$	856,669

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

	Increase (Decrease)	
	\$	%
<b><u>Change in Net Assets:</u></b>		
Change in the County's Total Net Assets	\$ 16,710	0.64%
<b><u>Revenue Changes:</u></b>		
Change in the County's Total Revenues	\$ (104,962)	-3.29%
Change in the County's Property Tax Revenues	\$ 146,150	4.58%
<b><u>Expense Changes:</u></b>		
Change in the County's Total Expenses	\$ (35,175)	-1.13%
<b><u>Other Information:</u></b>		
Change in the County's General Fund Balance	\$ 149,638	21.57%
Excess (Deficit) of Actual Revenue over Budgeted Revenue - General Fund	\$ 6,025	0.27%

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Assets 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.

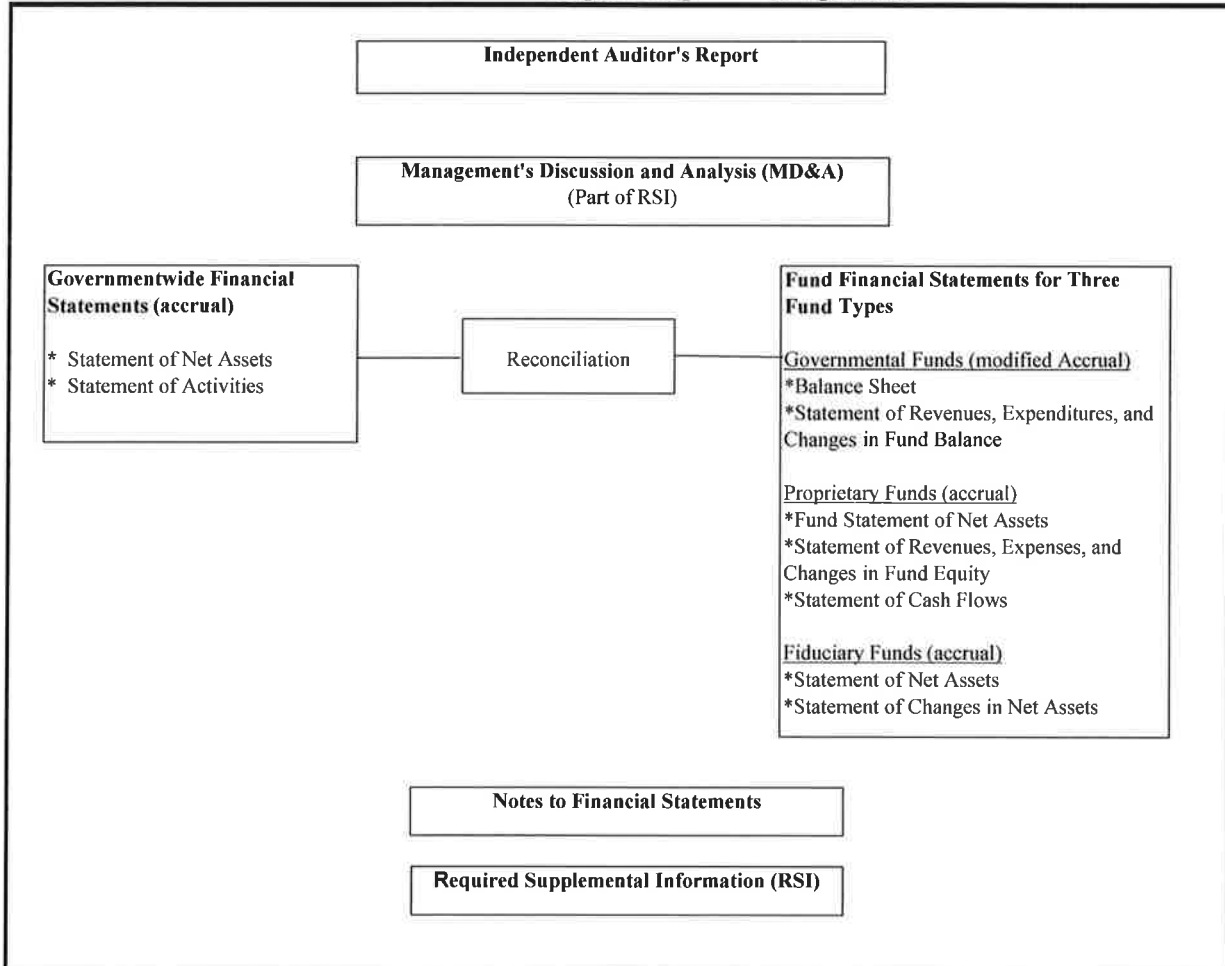
Fund financial statements (Series C and D Exhibits in the Basic Financial Statements section) report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. For governmental activities, these statements tell how services 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.

**Annual Financial Report Required Components**



## **Reporting the County as a Whole**

### ***The Statement of Net Assets 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 Assets 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 assets and changes in them. The County's net assets (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 assets are 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 Assets 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 Assets 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 Assets (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 assets (Table I) and changes in net assets (Table II) of the County's governmental and business-type activities for the year ended September 30, 2010.

Net assets and changes in net assets of the County were as follows:

**Table I  
FISHER COUNTY, TEXAS  
Net Assets**

	Governmental Activities		Business-Type Activities		Totals	
	2009	2010	2009	2010	2009	2010
Current and other assets	\$ 1,126,990	\$ 1,173,297	\$ -	\$ -	\$ 1,126,990	\$ 1,173,297
Capital assets	2,251,946	2,093,406	-	-	2,251,946	2,093,406
<b>Total assets</b>	<b>\$ 3,378,936</b>	<b>\$ 3,266,703</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,378,936</b>	<b>\$ 3,266,703</b>
Long-term liabilities	\$ 680,827	\$ 624,724	\$ -	\$ -	\$ 680,827	\$ 624,724
Other liabilities	72,840	-	-	-	72,840	-
Deferred Revenues	-	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ 753,667</b>	<b>\$ 624,724</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 753,667</b>	<b>\$ 624,724</b>
Net Assets:						
Invested in capital assets net of related debt	\$ 1,571,119	\$ 1,478,201	\$ -	\$ -	\$ 1,571,119	\$ 1,478,201
Restricted	268,308	227,290	-	-	268,308	227,290
Unrestricted	785,842	936,488	-	-	785,842	936,488
<b>Total net assets</b>	<b>\$ 2,625,269</b>	<b>\$ 2,641,979</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,625,269</b>	<b>\$ 2,641,979</b>

**Table II  
FISHER COUNTY, TEXAS  
Changes in Net Assets**

	Governmental Activities		Business-Type Activities		Totals	
	2009	2010	2009	2010	2009	2010
Program Revenues:						
Charges for Services	\$ 659,371	\$ 561,284	\$ -	\$ -	\$ 659,371	\$ 561,284
Operating Grant and Contributions	238,425	116,230	-	-	238,425	116,230
Capital Grants	-	109,005	-	-	-	109,005
General Revenues:						
Property Taxes	2,108,178	2,254,328	-	-	2,108,178	2,254,328
Grants and Contributions not Restricted	-	44,756	-	-	-	44,756
Investment Earnings	65,843	33,895	-	-	65,843	33,895
Miscellaneous Less Loss On Assets Disposed	118,028	(34,615)	-	-	118,028	(34,615)
<b>Total Revenues</b>	<b>\$ 3,189,845</b>	<b>\$ 3,084,883</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,189,845</b>	<b>\$ 3,084,883</b>
Expenses						
General Government - Administration	\$ 531,590	\$ 573,179	\$ -	\$ -	\$ 531,590	\$ 573,179
General Government - Financial	205,833	309,160	-	-	205,833	309,160
Public Safety	548,474	588,985	-	-	548,474	588,985
Judicial and Legal	315,290	307,660	-	-	315,290	307,660
Social and Health Services	135,892	146,773	-	-	135,892	146,773
Infrastructure and Environmental Services	1,299,603	1,036,663	-	-	1,299,603	1,036,663
Intergovernmental	49,061	77,798	-	-	49,061	77,798
Interest on Long-Term Debt	17,605	27,955	-	-	17,605	27,955
<b>Total Expenses</b>	<b>\$ 3,103,348</b>	<b>\$ 3,068,173</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,103,348</b>	<b>\$ 3,068,173</b>
<b>Increase in net assets before transfers and special items</b>	<b>\$ 86,497</b>	<b>\$ 16,710</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 86,497</b>	<b>\$ 16,710</b>
Transfers	-	-	-	-	-	-
Extraordinary And Special Items	-	-	-	-	-	-
Net assets at 9/1	2,538,772	2,625,269	-	-	2,538,772	2,625,269
<b>Total net assets</b>	<b>\$ 2,625,269</b>	<b>\$ 2,641,979</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,625,269</b>	<b>\$ 2,641,979</b>

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

Excess of Revenues Over Expenditures for Governmental Funds	\$ 108,620
Current Year Purchases of Capital Assets	242,831
Current Year Debt Principal Payments	167,336
Depreciation	(225,164)
Reclassification of Debt Proceeds as Increases in Long Term Debt	(101,636)
Other Modified to Full Accrual Adjustments	(175,277)
Change in Net Assets of Governmental Activities	<u>\$ 16,710</u>

**THE COUNTY'S FUNDS**

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

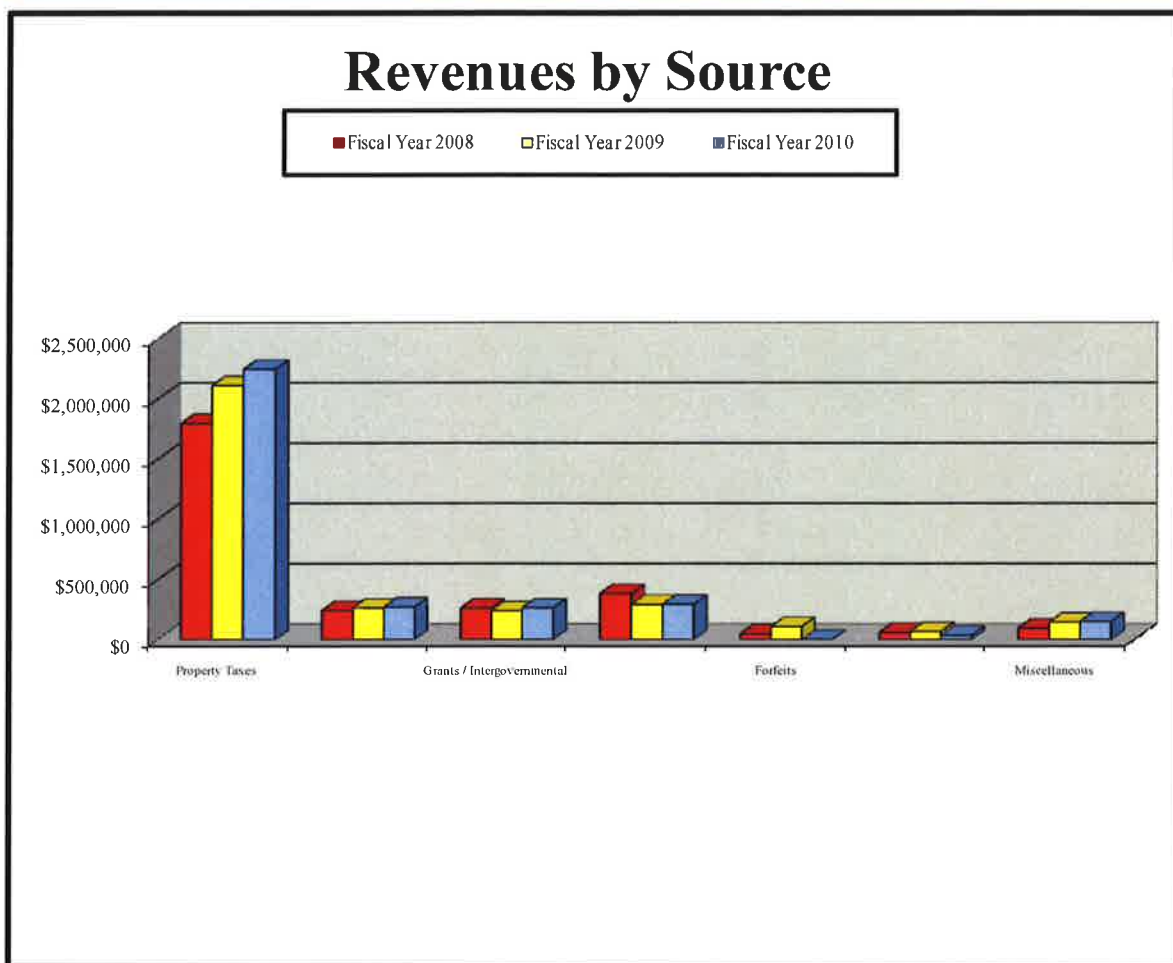
<u>Governmental Fund Financial Statements</u>			
<u>(Modified Accrual Basis for Budgetary &amp; Control Purposes)</u>			
	General Fund	Other Funds	Total All Funds
Revenues	\$2,200,011	\$1,050,552	\$3,250,563
Expenditures	(1,860,314)	(1,383,264)	(3,243,578)
Other Financing Sources	75,636	314,198	389,834
Other Financing Uses	(265,695)	(22,504)	(288,199)
Net Change in Fund Balance	\$ 149,638	\$ (41,018)	\$ 108,620
Beginning of Year Fund Balance	707,031	268,308	975,339
Ending Fund Balance-All Governmental Funds	<u>\$ 856,669</u>	<u>\$ 227,290</u>	<u>\$ 1,083,959</u>

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

**FISHER COUNTY, TEXAS**

**REVENUES BY SOURCE**

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
<b>Property Taxes</b>	<b>\$1,794,462</b>	<b>\$2,108,016</b>	<b>\$2,243,803</b>
<b>License and Permits</b>	<b>240,676</b>	<b>262,248</b>	<b>269,164</b>
<b>Grants / Intergovernmental</b>	<b>261,357</b>	<b>236,570</b>	<b>262,282</b>
<b>Charges for Services</b>	<b>380,439</b>	<b>289,986</b>	<b>292,123</b>
<b>Forfeits</b>	<b>46,361</b>	<b>107,135</b>	<b>0</b>
<b>Investment Earnings</b>	<b>58,565</b>	<b>65,843</b>	<b>33,895</b>
<b>Miscellaneous</b>	<b>93,729</b>	<b>144,235</b>	<b>149,296</b>
<b>Total</b>	<b>\$2,875,589</b>	<b>\$3,214,033</b>	<b>\$3,250,563</b>



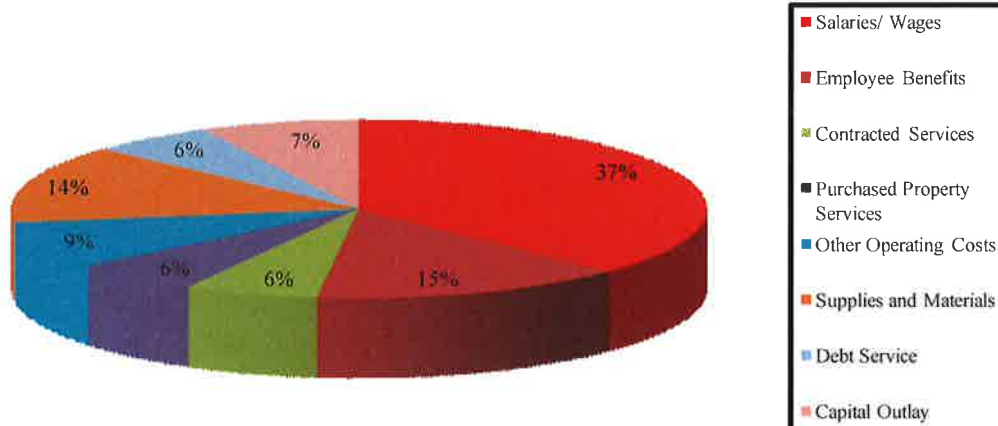
The County's operating expenditures largely consist of personal services (both salaries and benefits) cost for personnel. The following charts illustrate the significance of the County's expenditures by type for the last two fiscal years:

**FISHER COUNTY, TEXAS**

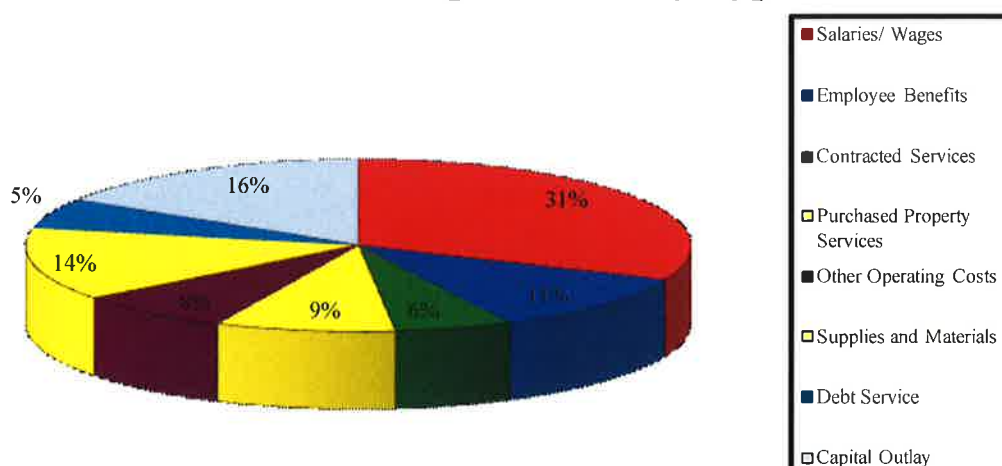
**EXPENDITURES BY TYPE**

	Fiscal Year 2009	Fiscal Year 2010
Salaries/ Wages	\$1,166,859	\$1,212,231
Employee Benefits	408,134	472,253
Contracted Services	210,296	202,481
Purchased Property Services	323,933	194,391
Other Operating Costs	281,850	275,641
Supplies and Materials	509,812	458,055
Debt Service	204,338	185,694
Capital Outlay	596,747	242,832
<b>Total</b>	<b>\$3,701,969</b>	<b>\$3,243,578</b>

**Fiscal Year 2010 Expenditures by Type**



**Fiscal Year 2009 Expenditures by Type**



### **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.

### **Capital Assets**

At the end of fiscal year 2010, the County had \$4,494,863 invested in capital assets, including land, buildings and improvements, machinery and equipment, and roads and bridges infrastructure.

This year's major additions included:

<u>Current Year Capital Asset Additions</u>		
2 - 2010 Chevrolet Tahoe's-Sheriff	\$	49,751
2010 Chevrolet Siverado Pickup		25,885
2006 Ford Freestar Minivan		8,690
2004 John Deere HX20		14,500
1988 Peterbuilt Truck/Bellydump Trailer		26,000
Motorola Radio System for Sheriff		109,005
Lowboy Trailer		9,000
<b>Total:</b>	\$	<b>242,831</b>

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, 2010 consists of the following:

### **County Long-Term Debt**

DESCRIPTION	Interest Rate Payable	Amounts Original Issue	Payable Amounts			Payable Amounts Outstanding 9/30/2010	Next Fiscal Year Debt Service Requirement
			Outstanding 10/1/2009	Issued	Retired		
<b><u>Governmental Type Activities</u></b>							
Capital Lease Payable - John Deere Financial Services	4.95%	\$113,445	\$30,592	\$0	\$30,592	\$0	\$0
Capital Lease Payable - John Deere Financial Services	5.25%	70,168	36,920	-	17,977	18,943	19,962
Capital Lease Payable - John Deere Financial Services	5.95%	24,900	17,172	-	17,172	-	-
Equipment Note Payable - First National Bank - Sweetwater	7.00%	15,015	5,732	-	898	4,834	5,172
Equipment Note Payable - 1st National Bank- Rotan	6.75%	25,052	25,052	-	25,052	-	-
Equipment Note Payable - 1st National Bank- Rotan	3.50%	166,500	166,500	-	-	166,500	37,104
Equipment Note Payable - 1st National Bank- Rotan	3.50%	168,500	168,500	-	33,700	134,800	36,335
Equipment Note Payable - 1st National Bank- Rotan	3.50%	132,500	132,500	-	-	132,500	36,295
Equipment Note Payable - 1st National Bank- Rotan	3.50%	38,570	38,570	-	9,642	28,928	10,210
Equipment Note Payable - First Financial Bank of Sweetwater	6.00%	35,500	35,500	-	25,212	10,288	10,905
Equipment Note Payable - First Financial Bank of Sweetwater	7.00%	14,270	14,270	-	7,092	7,178	7,681
Equipment Note Payable - 1st National Bank- Rotan	3.25%	75,636	-	75,636	-	75,636	28,823
Equipment Note Payable - 1st National Bank- Rotan	3.00%	26,000	-	26,000	-	26,000	9,050
<b><u>Business Type Activities</u></b>							
None		-	-	-	-	-	-
<b>TOTAL</b>		\$ 906,056	\$ 671,308	\$ 101,636	\$ 167,337	\$ 605,607	\$ 201,537

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The County's officials considered many factors when setting the fiscal year 2011 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 2011. The County's General Fund budgeted expenditures for fiscal year 2011 total \$1,838,296. This represents a decrease of \$69,743 from the final amended fiscal year 2010 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 2011 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, P.O. Box 126, Roby, Texas 79543; (325) 776-3255.



**Government Wide Statements**

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

EXHIBIT A-1

Data Control Codes	Primary Government
	Governmental Activities
<b>ASSETS</b>	
1010 Cash and Cash Equivalents	\$ 305,715
1030 Investments - Current	776,000
1150 Receivables (net of allowance for uncollectibles)	91,582
Capital Assets:	
1710 Land	50,000
1720 Infrastructure, net	43,859
1730 Buildings, net	643,776
1750 Machinery and Equipment, net	1,355,771
1000 Total Assets	3,266,703
<b>LIABILITIES</b>	
Noncurrent Liabilities	
2501 Due Within One Year	191,058
2502 Due in More Than One Year	433,666
2000 Total Liabilities	624,724
<b>NET ASSETS</b>	
3200 Invested in Capital Assets, Net of Related Debt	1,478,201
3810 Restricted for Federal and State Programs	227,290
3900 Unrestricted Net Assets	936,488
3000 Total Net Assets	\$ 2,641,979

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, 2010

Data Control Codes	Expenses	Program Revenues			Net (Expense)	
		Charges	Operating	Capital	Revenue and	
		For	Grants and	Grants	Changes in	
		Services	Contributions		Net Assets	
					Primary	
					Government	
					Governmental	
					Activities	
<b>Primary Government - Governmental Activities:</b>						
11	Administration - County Judge	\$ 94,276	\$ -	\$ -	\$ -	\$ (94,276)
12	Administration - County Clerk	129,570	66,843	-	-	(62,727)
13	Administration - Veteran's Service Officer	6,500	-	-	-	(6,500)
14	Administration - Non-Departmental	248,073	1,191	-	-	(246,882)
15	Administration - Other Miscellaneous	94,760	-	-	-	(94,760)
16	Financial - County Auditor	85,687	-	-	-	(85,687)
17	Financial - County Treasurer	48,168	-	-	-	(48,168)
18	Financial - Tax Assessor / Collector	78,006	1,730	-	-	(76,276)
19	Maintenance, Building, and Grounds	97,299	4,766	-	-	(92,533)
21	County Sheriff	554,342	15,259	-	-	(539,083)
24	Drug Forfeiture	33,659	-	-	-	(33,659)
25	LEOSE Funds	872	-	1,197	-	325
29	Other Public Safety	112	-	-	109,005	108,893
32	County and District Court	41,267	2,921	-	-	(38,346)
33	32nd Judicial District	25,714	-	-	-	(25,714)
34	District Clerk	61,054	31,135	-	-	(29,919)
35	Justice of the Peace 1	51,732	67,459	-	-	15,727
36	Justice of the Peace 3	19,898	10,378	-	-	(9,520)
37	District Attorney	34,971	-	-	-	(34,971)
38	County Attorney	70,024	5,957	20,821	-	(43,246)
39	Other Judicial	3,000	3,459	-	-	459
41	Indigent Welfare / Child Care	7,268	-	1,915	-	(5,353)
42	Department of Human Services	250	-	-	-	(250)
43	Senior Citizens	139,255	-	92,297	-	(46,958)
51	Roads and Bridges	988,187	269,166	-	-	(719,021)
52	Airport	2,687	-	-	-	(2,687)
61	County Extension Agents	45,789	-	-	-	(45,789)
74	Debt Interest	27,955	-	-	-	(27,955)
90	Intergovernmental	77,798	81,020	-	-	3,222
	<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 3,068,173</b>	<b>\$ 561,284</b>	<b>\$ 116,230</b>	<b>\$ 109,005</b>	<b>\$ (2,281,654)</b>
General Revenues:						
	Property Taxes, Levied for General Purposes					\$ 2,254,328
	Grants and Contributions Not Restricted					44,756
	Gain (Loss) on Assets Disposed					(176,207)
	Miscellaneous Revenue (Fines, etc.)					141,592
	Investment Earnings					33,895
	Total General Revenues					<u>\$ 2,298,364</u>
	<b>Change in Net Assets</b>					<b>\$ 16,710</b>
	Net Assets - Beginning					2,625,269
	Prior Period Adjustment					-
	<b>Net Assets - Ending</b>					<u><b>\$ 2,641,979</b></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, 2010

Data Control Codes	10 General Fund	Other Funds	Total Governmental Funds
<b>ASSETS</b>			
1010 Cash and Cash Equivalents	\$ 690,248	\$ (384,533)	\$ 305,715
1030 Investments - Current	776,000	-	776,000
1050 Taxes Receivable	94,697	24,420	119,117
1051 Allowance for Uncollectible Taxes (credit)	(23,674)	(6,104)	(29,778)
1260 Intergovernmental Receivables	1,783	460	2,243
1300 Due from Other Funds	-	611,363	611,363
1000 Total Assets	<u>\$ 1,539,054</u>	<u>\$ 245,606</u>	<u>\$ 1,784,660</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
2080 Due to Other Funds	\$ 611,363	-	\$ 611,363
2220 Deferred Revenues	71,022	18,316	89,338
2000 Total Liabilities	<u>682,385</u>	<u>18,316</u>	<u>700,701</u>
Fund Balances:			
Unreserved and Undesignated:			
3600 Reported in the General Fund	856,669	-	856,669
3610 Reported in the Special Revenue Fund	-	227,290	227,290
3000 Total Fund Balances	<u>856,669</u>	<u>227,290</u>	<u>1,083,959</u>
4000 Total Liabilities and Fund Balances	<u>\$ 1,539,054</u>	<u>\$ 245,606</u>	<u>\$ 1,784,660</u>

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

**FISHER COUNTY, TEXAS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**SEPTEMBER 30, 2010**

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**TOTAL FUND BALANCES - GOVERNMENTAL FUNDS** \$ 1,083,959

Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. In addition, long-term liabilities, including notes payable, are not due and payable in the current period, and, therefore, are not reported as liabilities in the funds. Beginning of year amounts are as follows:

Beginning of Year Capital Assets	\$ 4,939,600	
Less Accumulated Depreciation	(2,687,654)	
Less Long-Term Liabilities	<u>(680,827)</u>	\$ 1,571,119

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 statements. Following are those items and the effect on net assets.

Current Year Capital Outlays	\$ 242,831	
Current Year Long-Term Debt Principal Payments	<u>167,336</u>	410,167

Current year depreciation expense increases accumulated depreciation and decreases net assets in the government-wide statements. (225,164)

Various other reclassifications necessary to convert from the modified accrual basis of accounting in the fund financial statements to the full accrual basis of accounting in the government-wide statements are as follows:

Reclassification of debt proceeds as increases in long-term debt	\$ (101,636)	
Recognizing interest expense on the full-accrual basis	(9,598)	
Recognizing Gain or (Loss) on Assets Disposed	(176,206)	
Recognizing deferred revenue as current year revenue	<u>89,338</u>	(198,102)

**NET ASSETS OF GOVERNMENTAL ACTIVITIES** \$ 2,641,979

The accompanying notes are an integral part of this statement.

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

EXHIBIT C-3

Data Control Codes	10 General Fund	Other Funds	Total Governmental Funds
<b>REVENUES:</b>			
Taxes:			
5110 Property Taxes	\$ 1,709,584	\$ 510,280	\$ 2,219,864
5190 Penalty and Interest on Taxes	23,939	-	23,939
5200 Licenses and Permits	-	269,164	269,164
5300 Intergovernmental Revenue and Grants	147,008	115,274	262,282
5400 Charges for Services	169,987	122,136	292,123
5610 Investment Earnings	30,693	3,202	33,895
5620 Rents and Royalties	1,120	3,575	4,695
5640 Contributions & Donations from Private Sources	-	7,709	7,709
5700 Other Revenue	117,680	19,212	136,892
5020 Total Revenues	<u>2,200,011</u>	<u>1,050,552</u>	<u>3,250,563</u>
<b>EXPENDITURES:</b>			
Current:			
General Government:			
0011 Administration - County Judge	94,276	-	94,276
0012 Administration - County Clerk	88,421	39,169	127,590
0013 Administration - Veteran's Service Officer	6,500	-	6,500
0014 Administration - Non-Departmental	312,594	-	312,594
0016 Financial - County Auditor	85,687	-	85,687
0017 Financial - County Treasurer	48,168	-	48,168
0018 Financial - Tax Assessor Collector	76,656	-	76,656
0019 Maintenance, Building, and Grounds	92,304	4,995	97,299
Public Safety:			
0021 County Sheriff Department	585,056	6,307	591,363
0024 Drug Forfeiture	-	33,659	33,659
0025 LEOSE Funds	-	872	872
0029 Other Public Safety	109,005	-	109,005
Justice System:			
0032 County and District Court	41,267	-	41,267
0033 32nd Judicial District	25,714	-	25,714
0034 District Clerk	60,454	-	60,454
0035 Justice of the Peace #1	51,732	-	51,732
0036 Justice of the Peace #2	19,898	-	19,898
0037 District Attorney	34,971	-	34,971
0038 County Attorney	63,522	6,502	70,024
0039 Other Judicial	-	3,000	3,000
Heath and Human Services:			
0041 Indigent Welfare / Child Care	7,268	-	7,268
0043 Senior Citizens	-	144,415	144,415
Infrastructure and Environmental Services:			
0051 Roads and Bridges	-	889,199	889,199
0052 Airport	-	2,687	2,687
Community and Economic Development:			
0061 County Extension Agents	45,789	-	45,789
Debt Service:			
0072 Other Debt Principal	9,642	157,694	167,336
0074 Other Debt Interest	1,390	16,967	18,357
Intergovernmental:			
0090 Intergovernmental	-	77,798	77,798
6030 Total Expenditures	<u>1,860,314</u>	<u>1,383,264</u>	<u>3,243,578</u>
1100 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>339,697</u>	<u>(332,712)</u>	<u>6,985</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
7914 Non-Current Loans	75,636	26,000	101,636
7915 Transfers In	-	288,198	288,198
8911 Transfers Out (Use)	(265,695)	(22,504)	(288,199)
7080 Total Other Financing Sources (Uses)	<u>(190,059)</u>	<u>291,694</u>	<u>101,635</u>

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

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

EXHIBIT C-3 (Cont'd)

Data Control Codes	10 General Fund	Other Funds	Total Governmental Funds
1200 Net Change in Fund Balances	149,638	(41,018)	108,620
0100 Fund Balance - October 1 (Beginning)	707,031	268,308	975,339
3000 Fund Balance - September 30 (Ending)	\$ 856,669	\$ 227,290	\$ 1,083,959

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



**FISHER COUNTY, TEXAS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUE, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2010**

<b>TOTAL CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS</b>	<b>\$</b>	<b>108,620</b>
<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 statements. Following are the effects of removing the capital outlays and debt principal payments:</p>		
Current Year Capital Outlays	\$ 242,831	
Current Year Long-Term Debt Principal Payments	167,336	410,167
<p>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 depreciation expense is to decrease net assets.</p>		
		(225,164)
<p>Various other reclassifications necessary to convert from the modified accrual basis of accounting in the fund financial statements to the full accrual basis of accounting in the government-wide statements are as follows:</p>		
Reclassification of debt proceeds as increases in long-term debt	\$ (101,636)	
Recognizing Gain or (Loss) on Assets Disposed	(176,206)	
Adjusting property tax & other revenue to the full-accrual basis	10,527	
Adjusting interest expense to the full-accrual basis	(9,598)	(276,913)
<b>CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>	<b>\$</b>	<b>16,710</b>

The accompanying notes are an integral part of this statement.

**Fiduciary Fund Financial Statements**

FISHER COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2010

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EXHIBIT D-1

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	Agency Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 165,090
Total Assets	<u>\$ 165,090</u>
<b>LIABILITIES</b>	
Intergovernmental Payable	\$ 43,168
Due to Other Funds	16,022
Due to Others	105,900
Total Liabilities	<u>\$ 165,090</u>

The accompanying notes are an integral part of this statement.

**FISHER COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2010**

**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 Board (the "GASB") and other authoritative sources identified in *Statement on Auditing Standards No. 69: The Meaning of "Present Fairly in Conformity with Generally Accepted Accounting Principles" in the Independent Auditor's Report* of the American Institute of Certified Public Accountants. In its fiscal years ended September 30, 2004 and 2005, the county implemented *GASB Statement 34: Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. This new financial reporting model significantly changed prior reporting practice, integrating many of the customary funds based financial statements with a new and complementary government-wide perspective on the county's financial condition and activities which is patterned on private-sector accounting presentation.

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 *government-wide financial statements* (i.e., the Statement of Net Assets and the Statement of Activities) 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 Assets, 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 the degree to which the *direct expenses* of a given function or segment is offset by *program revenues*. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and
- Operating and capital grants and contributions are restricted to use in meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for *Governmental Funds*, *Proprietary Funds*, and *Fiduciary Funds*, although the latter are excluded from the government-wide financial statements. Major individual funds are reported as separate columns in the fund financial statements. The Statement of Net Assets and the Statement of Activities are government-wide financial statements. They report information on all of the Fisher County non-fiduciary activities with most of the interfund activities removed. *Governmental activities* include programs supported primarily by intergovernmental revenues from participating taxing units. *Business-type activities* include operations that rely, to a significant, extent on fees and charges for support.

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

Proprietary Funds distinguish *operating revenues and expenses* from *non-operating items*. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations. The County's only Proprietary Fund is the Airport Fund, the operating revenues of which consist of charges for use of the County's small airport. Operating expenses for that fund consist of operating expenses for maintenance of the airport facility.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, are generally followed in both the government-wide and Proprietary Fund financial statements to the extent that those standards do not conflict with or contradict the guidance of the GASB. Governmental Fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *measurable* if the transaction amounts can be determined and are considered to be *available* if they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this latter purpose, the government considers revenues to be available if they are collected within sixty days of the end of the fiscal period. Expenditures are generally recorded when a liability is incurred, as with accrual accounting. However, non-matured interest on general long-term debt is recorded when due and certain compensated absences, claims, and judgments are recorded when the obligations are expected to be liquidated with expendable financial resources.

Property and franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recorded as revenue of the current fiscal period. Entitlements and shared revenue are recorded at the time of receipt or earlier if the accrual criteria are met. Operating grants are recorded as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

#### **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's did not have other 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 is 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 [*GASB 2300.106a(6) and 2450.106-108*].
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 [*G60.125*].
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 assets. 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:

<b>Assets</b>	<b>Years</b>
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. In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.
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 ASSETS

Exhibit C-2 provides the reconciliation between the fund balance for total governmental funds on the governmental fund balance sheet and the net assets for governmental activities as reported in the government-wide statement of net assets. 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:

<b>Governmental Funds Only</b>				
<b>Capital Assets at the Beginning of the Year</b>	<b>Historical Cost</b>	<b>Accumulated Depreciation</b>	<b>Net Value at the Beginning of the Year</b>	<b>Change in Net Assets</b>
Land	\$ 50,000	\$ -	\$ 50,000	
Buildings and Improvements	1,610,406	936,472	673,934	
Vehicles, Furniture and Equipment	3,033,871	1,551,516	1,482,355	
Infrastructure	245,323	199,666	45,657	
Construction in Progress	-	-	-	
<b>Change in Net Assets</b>				<b>\$ 2,251,946</b>
<b>Long-term Liabilities at the Beginning of the Year</b>				<b>Payable at the Beginning of the Year</b>
Notes Payable - Long Term			\$ 671,308	
Less Unamortized Issuance Costs			-	
Less Unamortized Discount			-	
Capital Leases Payable			-	
Compensated Absences			-	
Accrued Interest - Long-Term Debt			9,519	
<b>Change in Net Assets</b>				<b>680,827</b>
<b>Net Adjustment to Net Assets</b>				<b>\$1,571,119</b>

**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 assets 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 assets.

The details of this adjustment are as follows:

<b>Governmental Funds Only</b>			
	<b>Amount</b>	<b>Adjustments To Changes in Net Assets</b>	<b>Adjustments to Net Assets</b>
<b>Current Year Capital Outlay</b>			
Land	\$ -		
Buildings & Improvements	-		
Vehicles, Furniture & Equipment	242,831		
Infrastructure Assets	-		
<b>Total Capital Outlay</b>	<b>242,831</b>	242,831	242,831
<b>Debt Principal Payments</b>			
Bond Principal	-		
Equipment Notes Principal	167,336		
Capital Lease Principal	-		
Other Adjustments	-		
<b>Total Principal Payments</b>	<b>167,336</b>	167,336	167,336
<b>Total Adjustment to Net Assets</b>		<b>\$ 410,167</b>	<b>\$ 410,167</b>

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 Assets	Adjustments to Net Assets
<b>Adjustments to Revenue and Deferred Revenue</b>			
Beginning of Year Deferred Tax Revenue	\$ 78,811		78,811
Property tax adjustments to convert from the modified accrual basis to the full accrual basis of accounting	10,527	10,527	10,527
Other Revenue Adjustments	-	-	-
Other Adjustments	-	-	-
<b>Reclassify Proceeds of Bonds, Loans &amp; Capital Leases</b>			
Capital Acquisition Notes Proceeds	101,636	(101,636)	(101,636)
Discount (Premium) on Issuance of Bonds			
Capital Lease Financing Proceeds	-	-	-
<b>Reclassify Liabilities Incurred but not Liquidated This Year</b>			
Unused Vacation Pay and/or Unused Sick Leave	-	-	-
<b>Reclassify Certain Expenditures to Full Accrual From Modified Accrual</b>			
Adjust Interest Expense on Long Term Financing	(9,598)	(9,598)	(9,598)
Amortization of Bond Issuance Costs	-	-	-
Loss on Disposition of Capital Assets	176,206	(176,206)	(176,206)
<b>Totals</b>		<b>\$ (276,913)</b>	<b>\$ (198,102)</b>

### **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:

	<b>September 30, 2010 Fund Balance</b>
Appropriated Budget Funds	\$ -
Non-appropriated Budget Funds	227,290
<b>All Special Revenue Funds</b>	<b>\$ 227,290</b>

**B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

Expenditures did exceed budget appropriations during the current fiscal year in the function for public safety expended through the general fund.

**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 equal to 110% of 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, 2010 **were** entirely covered by FDIC insurance and/or by pledged collateral held by the County's agent bank in the County's name, and those deposits **were entirely covered** at all times during the year. The value of the pledged collateral was equal to **251%** of uninsured deposits at year end. The County **was not exposed to custodial credit risk during the year**. The carrying amount of the District’s cash and temporary investments at September 30, 2010 follows:

<b>CASH AND INVESTMENTS - BY ACCOUNT TYPE</b>	<b>September 30, 2010</b>
Cash in Bank - Including Money Market Accounts	\$ 470,805
Certificates of Deposit	776,000
Investment Pools	-
<b>Total Cash and Investments</b>	<b>\$ 1,246,805</b>

<b>CASH AND INVESTMENTS - BY FUND</b>	<b>September 30, 2010</b>
Cash and Investments - General Fund	\$ 1,466,248
Cash and Investments - Major Governmental Funds	-
Cash and Investments - Non-Major Governmental	(384,533)
Cash and Investments - Enterprise	-
Cash and Investments - Internal Service	-
Cash and Investments - Agency	165,090
Cash and Investments - Trusts	-
Cash and Investments - Other	-
<b>Total Cash and Investments</b>	<b>\$ 1,246,805</b>

- 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 at September 30, 2010 were entirely covered by FDIC insurance and/or by pledged collateral held by the County’s agent bank in the County’s name. The County’s investments in the governmental funds at September 30, 2010 and the disclosure that the County was not exposed to custodial credit risk are noted below. *GASB 3 (par. 69)* has indicated that generally, 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.”

Investment Types	Fair Value	Maturity < 1 Year	Maturity 1 - 5 Years
Money Market Savings Accounts	\$ 69,949	\$ 69,949	\$ -
Certificates of Deposit	776,000	776,000	-
<b>Total Fair Value</b>	<b>\$ 845,949</b>	<b>\$ 845,949</b>	<b>\$ -</b>

**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.

- d. **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 AAf/S1+ (Standard & Poor’s Rating) at year end.
- e. **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, and therefore there is no County activity necessary to address them. The County has no securities that are identified as derivatives.

## B. PROPERTY TAXES

*[GASB 2300.107b and P70.103 - .105 & .109]* 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**

[GASB 2300.1060] Interfund balances at September 30, 2010 consisted of the following amounts:

FUND	Due From Other Funds	Due To Other Funds
<b>General Fund</b>		
Major Governmental Funds	\$ -	\$ -
Non-major Governmental Funds	-	611,363
Proprietary Funds	-	-
All Others	-	-
Total General Fund	<u>\$ -</u>	<u>\$ 611,363</u>
<b>Major Governmental Funds</b>		
General Fund	\$ -	\$ -
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Major Governmental Funds	<u>\$ -</u>	<u>\$ -</u>
<b>Non-major Governmental Funds</b>		
General Fund	\$ 611,363	\$ -
Other Major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Non-major Governmental Funds	<u>\$ 611,363</u>	<u>\$ -</u>
<b>Proprietary Funds</b>		
General Fund	\$ -	\$ -
Major Governmental Fund	-	-
Non-major Governmental Funds	-	-
All Others	-	-
Total Proprietary Funds	<u>\$ -</u>	<u>\$ -</u>
<b>All Other Funds</b>		
General Fund	\$ -	\$ -
Major Governmental Funds	-	-
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
Total All Other Funds	<u>\$ -</u>	<u>\$ -</u>
<b>Total Interfund Receivables / Payables</b>	<u><b>\$ 611,363</b></u>	<u><b>\$ 611,363</b></u>



[GASB 2300.106o] Interfund transfers for the year ended September 30, 2010 were as follows:

FUND	Transfers In	Transfers Out
<b>General Fund</b>		
Major Governmental Funds	\$ -	\$ -
Non-major Governmental Funds	-	265,695
Proprietary Funds	-	-
All Others	-	-
Total General Fund	<u>\$ -</u>	<u>\$ 265,695</u>
<b>Major Governmental Funds</b>		
General Fund	\$ -	\$ -
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	-
Total Major Governmental Funds	<u>\$ -</u>	<u>\$ -</u>
<b>Non-major Governmental Funds</b>		
General Fund	\$ 288,198	\$ -
Other Major Governmental Funds	-	-
Proprietary Funds	-	-
All Others	-	22,503
Total Non-major Governmental Funds	<u>\$ 288,198</u>	<u>\$ 22,503</u>
<b>Proprietary Funds</b>		
General Fund	\$ -	\$ -
Major Governmental Fund	-	-
Non-major Governmental Funds	-	-
All Others	-	-
Total Proprietary Funds	<u>\$ -</u>	<u>\$ -</u>
<b>All Other Funds</b>		
General Fund	\$ -	\$ -
Major Governmental Funds	-	-
Non-major Governmental Funds	-	-
Proprietary Funds	-	-
Total All Other Funds	<u>\$ -</u>	<u>\$ -</u>
<b>Total Interfund Transfers</b>	<u>\$ 288,198</u>	<u>\$ 288,198</u>

**E. DISAGGREGATION OF RECEIVABLES AND PAYABLES**

Receivables at September 30, 2010 were as follows:

	Property Taxes	Users / Customers	Due From Other Funds	Other	Total Receivables
<b>Governmental Activities:</b>					
General Fund	\$ 94,697	\$ -	\$ -	\$ 1,783	\$ 96,480
Other Major Governmental Funds	-	-	-	-	-
Non-major Governmental Funds	24,420	-	611,363	460	636,243
Other Governmental Funds	-	-	-	-	-
<b>Total Governmental Activities</b>	<b>\$ 119,117</b>	<b>\$ -</b>	<b>\$ 611,363</b>	<b>\$ 2,243</b>	<b>\$ 732,723</b>
Amounts not scheduled for collection during the subsequent year	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Business-type Activities:</b>					
Non-major Proprietary Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Other Funds	-	-	-	-	-
<b>Total Business-type Activities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Payables at September 30, 2010 were as follows:

	Accounts Payable	Leases and Bonds Payable- Current	Customer Deposits	Due To Other Funds	Due To Other Governments	Other	Total Payables
<b>Governmental Activities:</b>							
General Fund	\$ -	\$ -	\$ -	\$ 611,363	\$ -	\$ -	\$ 611,363
Other Major Governmental Funds	-	-	-	-	-	-	-
Non-major Governmental Funds	-	-	-	-	-	-	-
Other Governmental Funds	-	-	-	-	-	-	-
<b>Total Governmental Type Activities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 611,363</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 611,363</b>
Amounts not scheduled for payment during the subsequent year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Business-Type Activities:</b>							
Non-major Proprietary Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-major Enterprise Funds	-	-	-	-	-	-	-
<b>Total Business-Type Activities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**F. CAPITAL ASSET ACTIVITY**

*[GASB Codification Section 2300.106]* Capital asset activity for the County for the year ended September 30, 2010 was as follows:

<b>Primary Government</b>				
	<b>Beginning Balance</b>	<b>Additions</b>	<b>Retirements</b>	<b>Ending Balance</b>
<b>Governmental Activities:</b>				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Buildings and Improvements	1,610,406	-	-	1,610,406
Vehicles, Furniture, and Equipment	3,033,871	242,831	687,568	2,589,134
Infrastructure Assets	245,323	-	-	245,323
Construction in Progress	-	-	-	-
<b>Totals at Historic Cost</b>	<b>\$ 4,939,600</b>	<b>\$ 242,831</b>	<b>\$ 687,568</b>	<b>\$ 4,494,863</b>
<b>Less Accumulated Depreciation for:</b>				
Buildings and Improvements	\$ 936,471	\$ 30,159	\$ -	\$ 966,630
Vehicles, Furniture, and Equipment	1,551,517	193,207	511,361	1,233,363
Infrastructure Assets	199,666	1,798	-	201,464
Construction In Progress	-	-	-	-
<b>Depreciation</b>	<b>\$ 2,687,654</b>	<b>\$ 225,164</b>	<b>\$ 511,361</b>	<b>\$ 2,401,457</b>
<b>Govt. Activities Capital Assets, Net</b>	<b>\$ 2,251,946</b>	<b>\$ 17,667</b>	<b>\$ 176,207</b>	<b>\$ 2,093,406</b>
<b>Business-type Activities:</b>				
Construction in Progress	\$ -	\$ -	\$ -	\$ -
Buildings and Improvements	-	-	-	-
Vehicles, Furniture, and Equipment	-	-	-	-
<b>Totals at Historic Cost</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Less Accumulated Depreciation</b>				
Buildings and Improvements	\$ -	\$ -	\$ -	\$ -
Vehicles, Furniture, and Equipment	-	-	-	-
<b>Total Accumulated Depreciation</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Business-type Activities Capital Assets, Net</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Depreciation expense was charged to governmental functions as follows:**

Administration - County Clerk	\$ 1,980
Administration - District Clerk	\$ 600
Administration - Non-Departmental	30,489
Financial - Tax Assessor Collector	1,350
Public Safety - County Sheriff	38,615
Other Public Safety - Fire Department	112
Senior Citizens	3,530
Roads and Bridges	148,488
<b>Total Depreciation Expense</b>	<b>\$ 225,164</b>

**G. SHORT-TERM DEBT PAYABLE**

*[GASB 2300.107f]* 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**

*[GASB 2300.106m and 2200.109 and 2300.106i]* 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, 2010 is as follows:

DESCRIPTION	Interest Rate Payable	Amounts Original Issue	Interest Current Year	Payable			Outstanding 9/30/2010
				Outstanding 10/1/2009	Issued	Retired	
<b>Governmental Type Activities</b>							
Capital Lease Payable - John Deere Financial Services	4.95%	\$ 113,445	\$ 1,365	\$ 30,592	\$ -	\$ 30,592	\$ -
Capital Lease Payable - John Deere Financial Services	5.25%	70,168	1,986	36,920	-	17,977	18,943
Capital Lease Payable - John Deere Financial Services	5.95%	24,900	1,498	17,172	-	17,172	-
Equipment Note Payable - First Financial Bank	8.25%	-	-	-	-	-	-
Equipment Note Payable - First Financial Bank	7.00%	15,015	3,792	5,732	-	898	4,834
Equipment Note Payable - 1st National Bank of Rotan	6.75%	25,052	1,765	25,052	-	25,052	-
Equipment Note Payable - 1st National Bank of Rotan	3.50%	166,500	-	166,500	-	-	166,500
Equipment Note Payable - 1st National Bank of Rotan	3.50%	168,500	2,636	168,500	-	33,700	134,800
Equipment Note Payable - 1st National Bank of Rotan	3.50%	132,500	-	132,500	-	-	132,500
Equipment Note Payable - 1st National Bank of Rotan	3.50%	38,570	1,390	38,570	-	9,642	28,928
Equipment Note Payable - First Financial Bank	6.00%	35,500	3,326	35,500	-	25,212	10,288
Equipment Note Payable - First Financial Bank	7.00%	14,270	599	14,270	-	7,092	7,178
Equipment Note Payable - 1st National Bank of Rotan	3.25%	75,636	-	-	75,636	-	75,636
Equipment Note Payable - 1st National Bank of Rotan	3.00%	26,000	-	-	26,000	-	26,000
<b>Business Type Activities</b>							
None		-	-	-	-	-	-
<b>TOTAL</b>		<b>\$ 906,056</b>	<b>\$ 18,357</b>	<b>\$ 671,308</b>	<b>\$ 101,636</b>	<b>\$ 167,337</b>	<b>\$ 605,607</b>

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, 2010, \$0 of bonds considered defeased are still outstanding.

**I. COMMITMENTS UNDER OPERATING LEASES**

*[GASB 2300.106j and 1400.108 and L20.128-.129]* Commitments under operating (non-capitalized) lease agreements for equipment provide for minimum future rental payments as of September 30, 2010, as follows:

Year Ending September 30	
2011	\$ 564
2012	-
2013	-
2014	-
2015	-
2016-2021	-
2022-2026	-
<b>Total Minimum Rentals</b>	<b>\$ 564</b>
Rental Expenditures in Fiscal Year 2010	\$ 5,245

**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
2011	\$ 171,941	\$ 20,547	\$ 192,488
2012	143,776	14,042	157,818
2013	140,430	9,813	150,243
2014	113,686	5,099	118,785
2015	35,774	1,330	37,104
Subsequent	-	-	-
<b>Totals</b>	<b>\$ 605,607</b>	<b>\$ 50,831</b>	<b>\$ 656,438</b>

**Capital Leases**

*[GASB 2300.107h and L20.128-.129]* Debt service requirements for capital leases payable are as follows:

Capital Lease Obligations			
Year Ended September 30	Principal	Interest	Total Requirements
2011	\$ -	\$ -	\$ -
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	-	-	-
2016-2020	-	-	-
2021-2025	-	-	-
2026-2030	-	-	-
2031-2035	-	-	-
2036-2040	-	-	-
<b>Total Capital Lease Payments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**K. ACCUMULATED UNPAID VACATION AND SICK LEAVE BENEFITS**

*[GASB 2300.106i and 1500.108 and C60]* 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 7.44% for calendar year 2009. 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, 2010, the annual pension cost for the TCDRS plan for its employees was \$90,911 and the actual contributions were \$90,911.

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**Schedule of Actuarial Liabilities and Funding Progress**

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Actuarial Valuation Date		12/31/2009
Actuarial Value of Assets	\$	1,944,618
Actuarial Accrued Liability	\$	2,327,458
Unfunded / (Over-funded) Actuarial Accrued Liability (UAAL)	\$	382,840
Percentage Funded		83.55%
Annual Covered Payroll	\$	1,158,264
UAAL as a Percentage of Covered Payroll		33.05%
Net Pension Obligation (NPO) as Beginning of Period	\$	-
Annual Required Contribution	\$	86,175
Contributions Made	\$	86,175
Net Pension Obligations at end of period	\$	-

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## M. CHANGES IN LONG-TERM LIABILITIES

Long-term activity for the year ended September 30, 2010 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental Activities:</b>					
Bonds and Notes Payable:					
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -
Equipment Acquisition Notes	671,308	101,636	167,337	605,607	171,941
Less Deferred Amount on Refunding	-	-	-	-	-
<b>Total Bonds and Notes Payable</b>	<b>\$ 671,308</b>	<b>\$ 101,636</b>	<b>\$ 167,337</b>	<b>\$ 605,607</b>	<b>\$ 171,941</b>
Capital Leases	-	-	-	-	-
Compensated Absences	-	-	-	-	-
Accrued Interest Payable	9,519	19,117	9,519	19,117	19,117
<b>Total Other Liabilities</b>	<b>\$ 9,519</b>	<b>\$ 19,117</b>	<b>\$ 9,519</b>	<b>\$ 19,117</b>	<b>\$ 19,117</b>
<b>Liabilities</b>	<b>\$ 680,827</b>	<b>\$ 120,753</b>	<b>\$ 176,856</b>	<b>\$ 624,724</b>	<b>\$ 191,058</b>
<b>Business-type Activities:</b>					
Bonds and Notes Payable:					
Enterprise Fund Bonds Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Less Deferred Amounts	-	-	-	-	-
<b>Total Bonds and Notes Payable</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Other Liabilities:					
Compensated Absences	\$ -	\$ -	\$ -	\$ -	\$ -
Other Long-term Liabilities	-	-	-	-	-
<b>Total Other Liabilities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Business-type Activities Long-Term Liabilities</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## N. DEFERRED REVENUE

Deferred revenue at year-end consisted of the following:

	General Fund	Special Revenue Funds	Debt Service Fund	Total
Net Tax Revenue	\$ 71,022	\$ 18,316	\$ -	\$ 89,338
Deferred State Revenues	-	-	-	-
Grant Revenues	-	-	-	-
<b>Total Deferred Revenue</b>	<b>\$ 71,022</b>	<b>\$ 18,316</b>	<b>\$ -</b>	<b>\$ 89,338</b>



**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, 2010.

**P. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS AND CONTINGENCIES**

*[GASB 2300.106k and 2300.106d and 1500.110 and C50.115]* The County, as of September 30, 2010, has not incurred or made any commitments and/or contingencies in connection with construction or other areas of significance.

**Q. SUBSEQUENT EVENTS**

*[GASB 2300.106f]* In preparing the basic financial statements, County administration has evaluated events and transactions for potential recognition or disclosure through August 8, 2011, the date of this report. No material subsequent events had occurred in the period of September 30, 2010 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, 2010.

**S. FUND BALANCE ADJUSTMENT**

The County had no adjustments to fund balance during the year ended September 30, 2010.

**T. FUND BALANCE DESIGNATION**

Designations of fund balance represent tentative management plans that are subject to change. Currently, the County has no designated fund balances.

**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, 2010

EXHIBIT E-1

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
<b>RECEIPTS:</b>					
Taxes:					
5110	Property Taxes	\$ 1,777,242	\$ 1,777,242	\$ 1,709,584	\$ (67,658)
5190	Penalty and Interest on Taxes	-	-	23,939	23,939
5300	Intergovernmental Revenue and Grants	146,439	146,439	147,008	569
5400	Charges for Services	186,205	186,205	169,987	(16,218)
5610	Investment Earnings	61,100	61,100	30,693	(30,407)
5620	Rents and Royalties	4,001	4,001	1,120	(2,881)
5700	Other Revenue	19,000	19,000	117,680	98,680
5020	Total Receipts	2,193,987	2,193,986	2,200,011	6,025
<b>DISBURSEMENTS:</b>					
Current:					
General Government:					
0011	Administration - County Judge	95,880	95,880	94,276	1,604
0012	Administration - County Clerk	88,272	88,421	88,421	-
0013	Administration - Veteran's Service Officer	6,000	6,500	6,500	-
0014	Administration - Non-Departmental	276,163	337,095	217,584	119,511
0015	Administration - Other Miscellaneous	-	-	94,760	(94,760)
0016	Financial - County Auditor	85,599	85,687	85,687	-
0017	Financial - County Treasurer	48,926	48,926	48,168	758
0018	Financial - Tax Assessor Collector	77,179	77,179	76,656	523
0019	Maintenance, Building, and Grounds	117,426	165,143	92,304	72,839
Public Safety:					
0021	County Sheriff Department	450,806	508,452	585,056	(76,604)
0029	Other Public Safety	-	109,005	109,005	-
Justice System:					
0032	County and District Court	47,050	47,050	41,267	5,783
0033	32nd Judicial District	31,932	31,932	25,714	6,218
0034	District Clerk	60,827	60,827	60,454	373
0035	Justice of the Peace #1	52,241	55,241	51,732	3,509
0036	Justice of the Peace #2	19,597	19,898	19,898	-
0037	District Attorney	39,549	39,549	34,971	4,578
0038	County Attorney	64,486	64,486	63,522	964
Health and Human Services:					
0041	Indigent Welfare / Child Care	4,000	7,268	7,268	-
0042	Department of Human Services	-	-	250	(250)
Community and Economic Development:					
0061	County Extension Agents	47,453	47,500	45,789	1,711
Debt Service:					
0072	Other Debt Principal	10,000	10,000	9,642	358
0074	Other Debt Interest	2,000	2,000	1,390	610
6030	Total Disbursements	1,625,386	1,908,039	1,860,314	47,725
1100	Excess (Deficiency) of Receipts Over (Under) Disbursements	568,601	285,947	339,697	53,750
<b>OTHER FINANCING SOURCES (USES):</b>					
7914	Non-Current Loans	-	-	75,636	75,636
8911	Transfers Out (Use)	(30,000)	(30,000)	(265,695)	(235,695)
7080	Total Other Financing Sources (Uses)	(30,000)	(30,000)	(190,059)	(160,059)

FISHER COUNTY, TEXAS  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - GENERAL FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010

EXHIBIT E-1 (Cont'd)

Data Control Codes		Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
		Original	Final		
1200	Net Change in Cash Balance	538,601	255,947	149,638	(106,309)
0100	Cash Balance - October 1 (Beginning)	707,031	707,031	707,031	-
3000	Cash Balance - September 30 (Ending)	\$ 1,245,632	\$ 962,978	\$ 856,669	\$ (106,309)

**COMBINING AND INDIVIDUAL FUND SCHEDULES**

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

Data Control Codes	20  Airport	61 Road & Bridge Pct. 1	62 Road & Bridge Pct. 2	63 Road & Bridge Pct. 3
<b>ASSETS</b>				
1010 Cash and Cash Equivalents	\$ 6,760	\$ (195,039)	\$ (123,439)	\$ (159,410)
1050 Taxes Receivable	-	6,105	6,105	6,105
1051 Allowance for Uncollectible Taxes (credit)	-	(1,526)	(1,526)	(1,526)
1260 Intergovernmental Receivables	-	115	115	115
1300 Due from Other Funds	-	194,924	123,324	159,295
1000 Total Assets	<u>\$ 6,760</u>	<u>\$ 4,579</u>	<u>\$ 4,579</u>	<u>\$ 4,579</u>
<b>LIABILITIES AND FUND BALANCES</b>				
2220 Deferred Revenues	\$ -	\$ 4,579	\$ 4,579	\$ 4,579
2000 Total Liabilities	<u>-</u>	<u>4,579</u>	<u>4,579</u>	<u>4,579</u>
<b>Fund Balances:</b>				
<b>Unreserved and Undesignated:</b>				
3610 Reported in the Special Revenue Fund	6,760	-	-	-
3000 Total Fund Balances	<u>6,760</u>	<u>-</u>	<u>-</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ 6,760</u>	<u>\$ 4,579</u>	<u>\$ 4,579</u>	<u>\$ 4,579</u>

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

64 Road & Bridge Pct. 4	65 Court Record Preservation	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
\$ (133,935)	\$ 378	\$ 31	\$ 145	\$ -	\$ -	\$ -	\$ -
6,105	-	-	-	-	-	-	-
(1,526)	-	-	-	-	-	-	-
115	-	-	-	-	-	-	-
133,820	-	-	-	-	-	-	-
<u>\$ 4,579</u>	<u>\$ 378</u>	<u>\$ 31</u>	<u>\$ 145</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 4,579</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>4,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>378</u>	<u>31</u>	<u>145</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>378</u>	<u>31</u>	<u>145</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 4,579</u>	<u>\$ 378</u>	<u>\$ 31</u>	<u>\$ 145</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Data Control Codes	75 911 Addressing	76 County Clerk Archive	77 Judicial Education	78 County Clerk Preservation
<b>ASSETS</b>				
1010 Cash and Cash Equivalents	\$ 2,257	\$ 5,873	\$ 150	\$ 20,957
1050 Taxes Receivable	-	-	-	-
1051 Allowance for Uncollectible Taxes (credit)	-	-	-	-
1260 Intergovernmental Receivables	-	-	-	-
1300 Due from Other Funds	-	-	-	-
1000 Total Assets	<u>\$ 2,257</u>	<u>\$ 5,873</u>	<u>\$ 150</u>	<u>\$ 20,957</u>
<b>LIABILITIES AND FUND BALANCES</b>				
2220 Deferred Revenues	\$ -	\$ -	\$ -	\$ -
2000 Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>				
<b>Unreserved and Undesignated:</b>				
3610 Reported in the Special Revenue Fund	2,257	5,873	150	20,957
3000 Total Fund Balances	<u>2,257</u>	<u>5,873</u>	<u>150</u>	<u>20,957</u>
4000 Total Liabilities and Fund Balances	<u>\$ 2,257</u>	<u>\$ 5,873</u>	<u>\$ 150</u>	<u>\$ 20,957</u>

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



79	80	81	82	83	84	85	86
Law Library	District Clerk Preservation	Courthouse Security	County Preservation	Inmate Telephone	Hot Check	Bail Bond	State Fines & Fees
\$ 35	\$ 6,984	\$ 12,496	\$ 772	\$ 3,496	\$ 2,879	\$ 21,999	\$ 21,407
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 35</u>	<u>\$ 6,984</u>	<u>\$ 12,496</u>	<u>\$ 772</u>	<u>\$ 3,496</u>	<u>\$ 2,879</u>	<u>\$ 21,999</u>	<u>\$ 21,407</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
<u>35</u>	<u>6,984</u>	<u>12,496</u>	<u>772</u>	<u>3,496</u>	<u>2,879</u>	<u>21,999</u>	<u>21,407</u>
<u>35</u>	<u>6,984</u>	<u>12,496</u>	<u>772</u>	<u>3,496</u>	<u>2,879</u>	<u>21,999</u>	<u>21,407</u>
<u>\$ 35</u>	<u>\$ 6,984</u>	<u>\$ 12,496</u>	<u>\$ 772</u>	<u>\$ 3,496</u>	<u>\$ 2,879</u>	<u>\$ 21,999</u>	<u>\$ 21,407</u>

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

Data Control Codes	87 Senior Citizens	88 LEOSE Grant	89 Justice Court Technology	90 Miscellaneous Special Revenue
<b>ASSETS</b>				
1010 Cash and Cash Equivalents	\$ 3,797	\$ 1,022	\$ 772	\$ -
1050 Taxes Receivable	-	-	-	-
1051 Allowance for Uncollectible Taxes (credit)	-	-	-	-
1260 Intergovernmental Receivables	-	-	-	-
1300 Due from Other Funds	-	-	-	-
1000 Total Assets	<u>\$ 3,797</u>	<u>\$ 1,022</u>	<u>\$ 772</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>				
2220 Deferred Revenues	\$ -	\$ -	\$ -	\$ -
2000 Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>				
<b>Unreserved and Undesignated:</b>				
3610 Reported in the Special Revenue Fund	3,797	1,022	772	-
3000 Total Fund Balances	<u>3,797</u>	<u>1,022</u>	<u>772</u>	<u>-</u>
4000 Total Liabilities and Fund Balances	<u>\$ 3,797</u>	<u>\$ 1,022</u>	<u>\$ 772</u>	<u>\$ -</u>

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

92	93	94	Total Nonmajor Governmental Funds
Drug Forfeiture	Grants	TCDP Grant	
\$ 114,938	\$ -	\$ 142	\$ (384,533)
-	-	-	24,420
-	-	-	(6,104)
-	-	-	460
-	-	-	611,363
<u>\$ 114,938</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 245,606</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,316</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>18,316</u>
<u>114,938</u>	<u>-</u>	<u>142</u>	<u>227,290</u>
<u>114,938</u>	<u>-</u>	<u>142</u>	<u>227,290</u>
<u>\$ 114,938</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 245,606</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, 2010**

Data Control Codes	FD20  Airport	FD61 Road & Bridge Pct. 1	FD62 Road & Bridge Pct. 2
<b>REVENUES:</b>			
5110	\$ -	\$ 127,570	\$ 127,570
5200	-	67,291	67,291
5300	-	-	-
5400	-	-	-
5610	-	-	-
5620	3,575	-	-
5640	-	-	-
5700	-	46	196
5020	<u>\$ 3,575</u>	<u>\$ 194,907</u>	<u>\$ 195,057</u>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ -	\$ -	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	-	-
Justice System:			
6038	-	-	-
6039	-	-	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	-	208,787	199,265
6052	2,687	-	-
Debt Service:			
6072	-	24,223	32,700
6074	-	5,482	2,106
6090	-	-	-
6030	<u>\$ 2,687</u>	<u>\$ 238,492</u>	<u>\$ 234,071</u>
1100	<u>\$ 888</u>	<u>\$ (43,585)</u>	<u>\$ (39,014)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	-	43,585	39,014
7951	-	-	-
7080	<u>\$ -</u>	<u>\$ 43,585</u>	<u>\$ 39,014</u>
9100	<u>\$ 5,872</u>	<u>\$ -</u>	<u>\$ -</u>
9200	<u>\$ 6,760</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, 2010

Data Control Codes		FD63 Road & Bridge Pct. 3	FD64 Road & Bridge Pct. 4	FD65 Court Record Preservation
<b>REVENUES:</b>				
5110	Property Taxes	\$ 127,570	\$ 127,570	\$ -
5200	Licenses and Permits	67,291	67,291	-
5300	Intergovernmental Revenue and Grants	-	-	-
5400	Charges for Services	-	-	378
5610	Investment Earnings	-	-	-
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	18,703	1	-
5020	<b>Total Revenues</b>	<b>\$ 213,564</b>	<b>\$ 194,862</b>	<b>\$ 378</b>
<b>EXPENDITURES:</b>				
General Government:				
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
Public Safety:				
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	-	-
6025	LEOSE Funds	-	-	-
Justice System:				
6038	County Attorney	-	-	-
6039	Other Judicial	-	-	-
Health and Human Services:				
6043	Senior Citizens	-	-	-
Infrastructure and Environmental Services:				
6051	Roads and Bridges	271,750	187,652	-
6052	Airport	-	-	-
Debt Service:				
6072	Other Debt Principal	41,348	59,423	-
6074	Other Debt Interest	2,977	6,402	-
6090	Intergovernmental	-	-	-
6030	<b>Total Expenditures</b>	<b>\$ 316,075</b>	<b>\$ 253,477</b>	<b>\$ -</b>
1100	<b>Excess of Revenues Over (Under) Expenditures</b>	<b>\$ (102,511)</b>	<b>\$ (58,615)</b>	<b>\$ 378</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
7914	Non-Current Loans	26,000	-	-
7915	Transfers In	76,511	58,615	-
7951	Transfers Out (Use)	-	-	-
7080	<b>Total Other Financing Sources (Uses)</b>	<b>\$ 102,511</b>	<b>\$ 58,615</b>	<b>\$ -</b>
9100	Fund Balance - October 1 (Beginning)	\$ -	\$ -	\$ -
9200	<b>Fund Balance -September 30 (Ending)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 378</b>

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, 2010

Data Control Codes	FD66 C & D Court Technology	FD67 Dist. Court Records Technology	FD71 Lateral Road Pct. 1
<b>REVENUES:</b>			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	-	-	5,296
5400	-	145	-
5610	-	-	-
5620	-	-	-
5640	-	-	-
5700	31	-	-
5020	<u>\$ 31</u>	<u>\$ 145</u>	<u>\$ 5,296</u>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ -	\$ -	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	-	-
Justice System:			
6038	-	-	-
6039	-	-	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	-	-	5,296
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	-
6030	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,296</u>
1100	<u>\$ 31</u>	<u>\$ 145</u>	<u>\$ -</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	-	-	-
7951	-	-	-
7080	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9100	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9200	<u>\$ 31</u>	<u>\$ 145</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, 2010

Data Control Codes	FD72 Lateral Road Pct. 2	FD73 Lateral Road Pct. 3	FD74 Lateral Road Pct. 4
<b>REVENUES:</b>			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	5,296	5,296	5,296
5400	-	-	-
5610	-	-	-
5620	-	-	-
5640	-	-	-
5700	-	-	-
5020	<u>\$ 5,296</u>	<u>\$ 5,296</u>	<u>\$ 5,296</u>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ -	\$ -	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	-	-
Justice System:			
6038	-	-	-
6039	-	-	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	5,296	5,296	5,296
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	-
6030	<u>\$ 5,296</u>	<u>\$ 5,296</u>	<u>\$ 5,296</u>
1100	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	-	-	-
7951	-	-	-
7080	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9100	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9200	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

EXHIBIT F-2 (Cont'd)

Data Control Codes	FD75 911 Addressing	FD76 County Clerk Archive	FD77 Judicial Education
<b>REVENUES:</b>			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	-	-	-
5400	-	8,136	115
5610	-	114	-
5620	-	-	-
5640	-	-	-
5700	-	-	-
5020	<u>\$ -</u>	<u>\$ 8,250</u>	<u>\$ 115</u>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ -	\$ 24,881	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	-	-
Justice System:			
6038	-	-	-
6039	-	-	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	-	-	-
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	-
6030	<u>\$ -</u>	<u>\$ 24,881</u>	<u>\$ -</u>
1100	\$ -	\$ (16,631)	\$ 115
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	-	22,504	-
7951	-	-	-
7080	<u>\$ -</u>	<u>\$ 22,504</u>	<u>\$ -</u>
9100	<u>\$ 2,257</u>	<u>\$ -</u>	<u>\$ 35</u>
9200	<u>\$ 2,257</u>	<u>\$ 5,873</u>	<u>\$ 150</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, 2010**

Data Control Codes	FD78 County Clerk Preservation	FD79 Law Library	FD80 District Clerk Preservation
<b>REVENUES:</b>			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	-	-	-
5400	8,894	1,792	507
5610	517	-	119
5620	-	-	-
5640	-	-	-
5700	185	-	-
5020	<b>\$ 9,596</b>	<b>\$ 1,792</b>	<b>\$ 626</b>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ 14,288	\$ -	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	-	-
Justice System:			
6038	-	1,757	-
6039	-	-	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	-	-	-
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	-
6030	<b>\$ 14,288</b>	<b>\$ 1,757</b>	<b>\$ -</b>
1100	<b>\$ (4,692)</b>	<b>\$ 35</b>	<b>\$ 626</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	-	-	-
7951	(22,504)	-	-
7080	<b>\$ (22,504)</b>	<b>\$ -</b>	<b>\$ -</b>
9100	<b>\$ 48,153</b>	<b>\$ -</b>	<b>\$ 6,358</b>
9200	<b>\$ 20,957</b>	<b>\$ 35</b>	<b>\$ 6,984</b>

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, 2010

Data Control Codes	FD81	FD82	FD83
	Courthouse Security	County Preservation	Inmate Telephone
<b>REVENUES:</b>			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	-	-	-
5400	4,976	394	3,383
5610	-	4	-
5620	-	-	-
5640	-	-	-
5700	-	-	-
5020	<u>\$ 4,976</u>	<u>\$ 398</u>	<u>\$ 3,383</u>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ -	\$ -	\$ -
6019	4,995	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	-	-
Justice System:			
6038	-	-	-
6039	-	-	-
Health and Human Services:			
6043	-	-	-
Infrastructure and Environmental Services:			
6051	-	-	-
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	2,910
6030	<u>\$ 4,995</u>	<u>\$ -</u>	<u>\$ 2,910</u>
1100	\$ (19)	\$ 398	\$ 473
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	-	-	-
7951	-	-	-
7080	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9100	<u>\$ 12,515</u>	<u>\$ 374</u>	<u>\$ 3,023</u>
9200	<u>\$ 12,496</u>	<u>\$ 772</u>	<u>\$ 3,496</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, 2010**

Data Control Codes	FD84 Hot Check	FD85 Bail Bond	FD86 State Fines & Fees
<b>REVENUES:</b>			
5110 Property Taxes	\$ -	\$ -	\$ -
5200 Licenses and Permits	-	-	-
5300 Intergovernmental Revenue and Grants	-	-	-
5400 Charges for Services	4,325	8,663	77,433
5610 Investment Earnings	52	-	-
5620 Rents and Royalties	-	-	-
5640 Contributions & Donations from Private Sources	-	-	-
5700 Other Revenue	-	-	-
5020 <b>Total Revenues</b>	<u>\$ 4,377</u>	<u>\$ 8,663</u>	<u>\$ 77,433</u>
<b>EXPENDITURES:</b>			
General Government:			
6012 Administration - County Clerk	\$ -	\$ -	\$ -
6019 Maintenance, Building, and Grounds	-	-	-
Public Safety:			
6021 County Sheriff Department	-	6,307	-
6024 Drug Forfeiture	-	-	-
6025 LEOSE Funds	-	-	-
Justice System:			
6038 County Attorney	4,745	-	-
6039 Other Judicial	-	-	-
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	-	-	74,888
6030 <b>Total Expenditures</b>	<u>\$ 4,745</u>	<u>\$ 6,307</u>	<u>\$ 74,888</u>
1100 <b>Excess of Revenues Over (Under) Expenditures</b>	<u>\$ (368)</u>	<u>\$ 2,356</u>	<u>\$ 2,545</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
7914 Non-Current Loans	-	-	-
7915 Transfers In	-	-	-
7951 Transfers Out (Use)	-	-	-
7080 <b>Total Other Financing Sources (Uses)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
9100 Fund Balance - October 1 (Beginning)	<u>\$ 3,247</u>	<u>\$ 19,643</u>	<u>\$ 18,862</u>
9200 <b>Fund Balance -September 30 (Ending)</b>	<u><u>\$ 2,879</u></u>	<u><u>\$ 21,999</u></u>	<u><u>\$ 21,407</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, 2010**

Data Control Codes	FD87 Senior Citizens	FD88 LEOSE Grant	FD89 Justice Court Technology
<b>REVENUES:</b>			
5110	\$ -	\$ -	\$ -
5200	-	-	-
5300	92,297	1,183	-
5400	-	-	2,995
5610	-	-	38
5620	-	-	-
5640	7,709	-	-
5700	50	-	-
5020	<u>\$ 100,056</u>	<u>\$ 1,183</u>	<u>\$ 3,033</u>
<b>EXPENDITURES:</b>			
General Government:			
6012	\$ -	\$ -	\$ -
6019	-	-	-
Public Safety:			
6021	-	-	-
6024	-	-	-
6025	-	872	-
Justice System:			
6038	-	-	-
6039	-	-	3,000
Health and Human Services:			
6043	144,415	-	-
Infrastructure and Environmental Services:			
6051	-	-	-
6052	-	-	-
Debt Service:			
6072	-	-	-
6074	-	-	-
6090	-	-	-
6030	<u>\$ 144,415</u>	<u>\$ 872</u>	<u>\$ 3,000</u>
1100	\$ (44,359)	\$ 311	\$ 33
<b>OTHER FINANCING SOURCES (USES):</b>			
7914	-	-	-
7915	47,969	-	-
7951	-	-	-
7080	<u>\$ 47,969</u>	<u>\$ -</u>	<u>\$ -</u>
9100	<u>\$ 187</u>	<u>\$ 711</u>	<u>\$ 739</u>
9200	<u><u>\$ 3,797</u></u>	<u><u>\$ 1,022</u></u>	<u><u>\$ 772</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, 2010

Data Control Codes		FD90 Miscellaneous Special Revenue	FD92 Drug Forfeiture	FD93 Grants
	<b>REVENUES:</b>			
5110	Property Taxes	\$ -	\$ -	\$ -
5200	Licenses and Permits	-	-	-
5300	Intergovernmental Revenue and Grants	-	-	-
5400	Charges for Services	-	-	-
5610	Investment Earnings	-	2,358	-
5620	Rents and Royalties	-	-	-
5640	Contributions & Donations from Private Sources	-	-	-
5700	Other Revenue	-	-	-
5020	<b>Total Revenues</b>	<b>\$ -</b>	<b>\$ 2,358</b>	<b>\$ -</b>
	<b>EXPENDITURES:</b>			
	General Government:			
6012	Administration - County Clerk	\$ -	\$ -	\$ -
6019	Maintenance, Building, and Grounds	-	-	-
	Public Safety:			
6021	County Sheriff Department	-	-	-
6024	Drug Forfeiture	-	33,659	-
6025	LEOSE Funds	-	-	-
	Justice System:			
6038	County Attorney	-	-	-
6039	Other Judicial	-	-	-
	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	<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ 33,659</b>	<b>\$ -</b>
1100	<b>Excess of Revenues Over (Under) Expenditures</b>	<b>\$ -</b>	<b>\$ (31,301)</b>	<b>\$ -</b>
	<b>OTHER FINANCING SOURCES (USES):</b>			
7914	Non-Current Loans	-	-	-
7915	Transfers In	-	-	-
7951	Transfers Out (Use)	-	-	-
7080	<b>Total Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
9100	Fund Balance - October 1 (Beginning)	\$ -	\$ 146,239	\$ -
9200	<b>Fund Balance -September 30 (Ending)</b>	<b>\$ -</b>	<b>\$ 114,938</b>	<b>\$ -</b>

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, 2010

Data Control Codes	FD94 TCDP Grant	Total Nonmajor Governmental Funds
<b>REVENUES:</b>		
5110 Property Taxes	\$ -	\$ 510,280
5200 Licenses and Permits	-	269,164
5300 Intergovernmental Revenue and Grants	610	115,274
5400 Charges for Services	-	122,136
5610 Investment Earnings	-	3,202
5620 Rents and Royalties	-	3,575
5640 Contributions & Donations from Private Sources	-	7,709
5700 Other Revenue	-	19,212
5020 <b>Total Revenues</b>	<u>\$ 610</u>	<u>\$ 1,050,552</u>
<b>EXPENDITURES:</b>		
General Government:		
6012 Administration - County Clerk	\$ -	\$ 39,169
6019 Maintenance, Building, and Grounds	-	4,995
Public Safety:		
6021 County Sheriff Department	-	6,307
6024 Drug Forfeiture	-	33,659
6025 LEOSE Funds	-	872
Justice System:		
6038 County Attorney	-	6,502
6039 Other Judicial	-	3,000
Health and Human Services:		
6043 Senior Citizens	-	144,415
Infrastructure and Environmental Services:		
6051 Roads and Bridges	561	889,199
6052 Airport	-	2,687
Debt Service:		
6072 Other Debt Principal	-	157,694
6074 Other Debt Interest	-	16,967
6090 Intergovernmental	-	77,798
6030 <b>Total Expenditures</b>	<u>\$ 561</u>	<u>\$ 1,383,264</u>
1100 <b>Excess of Revenues Over (Under) Expenditures</b>	<u>\$ 49</u>	<u>\$ (332,712)</u>
<b>OTHER FINANCING SOURCES (USES):</b>		
7914 Non-Current Loans	-	26,000
7915 Transfers In	-	288,198
7951 Transfers Out (Use)	-	(22,504)
7080 <b>Total Other Financing Sources (Uses)</b>	<u>\$ -</u>	<u>\$ 291,694</u>
9100 Fund Balance - October 1 (Beginning)	<u>\$ 93</u>	<u>\$ 268,308</u>
9200 <b>Fund Balance -September 30 (Ending)</b>	<u>\$ 142</u>	<u>\$ 227,290</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, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010			Variance From Final Budget Favorable (Unfavorable)	2009
	Original Budget	Final Budget	Actual		Actual
<b>County Judge (General Government)</b>					
Salary - County Judge	\$ 31,943	\$ 31,943	\$ 32,206	\$ (263)	\$ 32,040
Salary - Administrative Assistant	20,700	20,700	20,700	-	20,132
Social Security	5,175	5,175	5,148	27	4,956
State Supplement - County Judge	15,000	15,000	15,000	-	15,000
Retirement	5,276	5,276	5,250	26	5,185
Medical Insurance	12,886	12,886	12,990	(104)	11,135
Travel	1,500	1,500	1,090	410	1,050
Supplies	1,200	1,200	1,022	178	1,200
Communications	1,500	1,500	870	630	1,052
Bonds / Notary	200	200	-	200	71
Repairs and Maintenance	100	100	-	100	-
School & Dues	400	400	-	400	-
<b>County Judge Total</b>	<b>\$ 95,880</b>	<b>\$ 95,880</b>	<b>\$ 94,276</b>	<b>\$ 1,604</b>	<b>\$ 91,821</b>
<b>County Clerk (General Government)</b>					
Salary - County Clerk	\$ 31,765	\$ 31,765	\$ 31,765	\$ -	\$ 31,465
Salary - Administrative Assistant	19,500	19,500	19,500	-	19,052
Social Security	3,922	3,922	3,922	-	4,074
Retirement	3,999	3,999	3,999	-	3,985
Medical Insurance	12,886	12,886	12,990	(104)	8,692
Travel	3,000	3,000	2,970	30	3,444
Supplies	7,000	7,149	5,293	1,856	4,986
Software Maintenance	4,000	4,000	4,000	-	3,000
Communications	1,500	1,500	1,330	170	1,284
Bonds	200	200	178	22	150
Repairs and Maintenance	500	500	500	-	500
Equipment Lease	-	-	1,974	(1,974)	-
<b>County Clerk Total</b>	<b>\$ 88,272</b>	<b>\$ 88,421</b>	<b>\$ 88,421</b>	<b>\$ -</b>	<b>\$ 80,632</b>
<b>Veteran's Service Officer (General Government)</b>					
School/Travel	\$ -	\$ -	\$ -	\$ -	\$ -
Contracted Services	6,000	6,500	6,500	-	5,500
<b>Veteran's Service Officer Total</b>	<b>\$ 6,000</b>	<b>\$ 6,500</b>	<b>\$ 6,500</b>	<b>\$ -</b>	<b>\$ 5,500</b>
<b>Non-Departmental (General Administration)</b>					
Election Supplies/Election Boxes	\$ 15,000	\$ 15,000	\$ 14,159	\$ 841	\$ 7,640
Vending Machine Supplies	800	800	544	256	765
Supplies	2,900	2,900	1,569	1,331	10,521
Paper and Postage	6,600	6,600	7,227	(627)	7,316
Animal Control	350	350	100	250	196
Communications	2,800	2,800	3,184	(384)	3,149
Legal Fees / Law Library	7,500	7,500	7,295	205	5,714
Supplemental Death Benefits	12,000	12,000	16,392	(4,392)	13,239
Workman's Compensation Insurance	15,000	15,000	24,117	(9,117)	12,086
Unemployment Insurance	3,200	3,200	8,081	(4,881)	2,684
Drug and Alcohol Testing	1,000	1,000	562	438	883
Copy Machine / Supplies / Toner	2,513	2,513	1,861	652	2,052
Outside Auditor	13,000	13,000	14,000	(1,000)	13,000
Appraisal District Fees	113,000	113,000	94,760	18,240	106,943
Permits, Dues, Fees, and COG Match	2,500	2,500	1,172	1,328	2,978
Liability Insurance	40,000	40,000	67,222	(27,222)	61,619
Legal Ads	4,500	4,500	2,409	2,091	2,618
Rural Fire Protection	10,000	10,000	10,902	(902)	20,549
Safety Program	7,000	7,000	5,586	1,414	5,559
Emergency Management	2,500	2,500	2,196	304	4,858
Misc. expenditures	1,000	61,932	2,250	59,682	-
Employee Insurance	8,000	8,000	9,088	(1,088)	3,972
Retirement	-	-	12,918	(12,918)	-
County Libraries	5,000	5,000	5,000	-	5,000
<b>Non-Departmental Total</b>	<b>\$ 276,163</b>	<b>\$ 337,095</b>	<b>\$ 312,594</b>	<b>\$ 24,501</b>	<b>\$ 293,341</b>

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, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010			Variance From Final Budget Favorable (Unfavorable)	2009
	Original Budget	Final Budget	Actual		Actual
<b>County Auditor (Financial Administration)</b>					
Salary - County Auditor	\$ 31,765	\$ 31,765	\$ 31,765	\$ -	\$ 31,765
Social Security	4,381	4,381	4,403	(22)	2,402
Retirement	4,467	4,467	4,451	16	2,443
Medical Insurance	12,886	12,886	12,990	(104)	5,573
Travel / School Tuition / Dues	1,600	1,600	1,366	234	1,600
Supplies	1,500	1,588	1,594	(6)	3,000
Communications	900	900	763	137	655
Bonds	300	300	292	8	200
Maintenance Contracts	800	800	800	-	800
New Equipment	1,500	1,500	1,500	-	-
Salary- Administrative Assistant	25,500	25,500	25,763	(263)	-
<b>County Auditor Total</b>	<b>\$ 85,599</b>	<b>\$ 85,687</b>	<b>\$ 85,687</b>	<b>\$ -</b>	<b>\$ 48,438</b>
<b>County Treasurer (Financial Administration)</b>					
Salary - County Treasurer	\$ 31,765	\$ 31,765	\$ 31,765	\$ -	\$ 31,765
Salary - Administrative Assistant	-	-	-	-	25,029
Social Security	2,430	2,430	2,411	19	3,683
Retirement	2,478	2,478	2,454	24	4,389
Medical Insurance	6,443	6,443	6,495	(52)	11,170
Travel	1,000	1,000	150	850	1,000
Supplies	2,000	2,000	3,307	(1,307)	2,000
Communications	960	960	649	311	934
Bonds /Notary	50	50	50	-	100
Maintenance Contract	1,800	1,800	887	913	1,800
Miscellaneous	-	-	-	-	-
Equipment <\$5K	-	-	-	-	-
New Equipment	-	-	-	-	-
<b>County Treasurer Total</b>	<b>\$ 48,926</b>	<b>\$ 48,926</b>	<b>\$ 48,168</b>	<b>\$ 758</b>	<b>\$ 81,870</b>
<b>Tax Assessor Collector (Financial Administration)</b>					
Salary -County Tax Collector	\$ 30,865	\$ 30,865	\$ 30,865	\$ -	\$ 30,565
Salary - Assistant - MVD	19,800	19,800	19,800	-	18,932
Salary - Part Time	-	-	-	-	-
Social Security	3,876	3,876	3,892	(16)	3,802
Retirement	3,952	3,952	3,916	36	3,810
Medical Insurance	12,886	12,886	12,990	(104)	11,135
Travel	1,800	1,411	1,082	329	993
Voter Registration	750	750	338	412	567
Supplies	1,200	1,964	2,450	(486)	2,650
Communications	1,200	825	743	82	1,081
Bonds	50	50	50	-	50
MVD Substation	800	800	530	270	590
<b>Tax Assessor Collector Total</b>	<b>\$ 77,179</b>	<b>\$ 77,179</b>	<b>\$ 76,656</b>	<b>\$ 523</b>	<b>\$ 74,175</b>
<b>Maintenance, Building, and Grounds (General Government)</b>					
Salary - Janitor (Part-Time)	\$ 12,495	\$ 12,495	\$ 12,496	\$ (1)	\$ 12,496
Social Security	956	956	964	(8)	961
Retirement	975	975	970	5	966
Supplies	10,300	10,300	14,758	(4,458)	12,555
Utilities	45,000	54,998	46,100	8,898	47,054
Repairs / Maintenance	40,000	77,719	10,318	67,401	141,109
Repairs - Air Conditioning and Heating	5,000	5,000	1,144	3,856	3,083
Exterminator Services	700	700	1,500	(800)	540
Yard Services	1,000	1,000	2,789	(1,789)	2,157
Miscellaneous	-	-	-	-	-
Historical Society	1,000	1,000	1,265	(265)	1,043
<b>Maintenance, Building, &amp; Grounds Total</b>	<b>\$ 117,426</b>	<b>\$ 165,143</b>	<b>\$ 92,304</b>	<b>\$ 72,839</b>	<b>\$ 221,964</b>



**FISHER COUNTY, TEXAS**  
**SCHEDULE OF EXPENDITURES BY DEPARTMENT**  
**BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND**  
**YEAR ENDED SEPTEMBER 30, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010			Variance From Final Budget Favorable (Unfavorable)	2009
	Original Budget	Final Budget	Actual		Actual
<b>County Sheriff Department (Public Safety)</b>					
Salary - County Sherrif	\$ 33,965	\$ 33,965	\$ 38,013	\$ (4,048)	\$ 33,762
Other Salaries - Deputies	119,828	119,828	118,493	1,335	129,711
Salary - Jail Administrator	21,500	21,500	6,949	14,551	-
Other Salaries - Jailers	60,901	118,547	88,909	29,638	83,621
Salary - Part Time Deputies	6,000	6,000	8,428	(2,428)	4,478
Salary - Part Time Jailers	8,700	8,700	20,109	(11,409)	13,045
Salary - Overtime	14,000	14,000	17,692	(3,692)	21,575
Social Security	20,264	20,264	22,838	(2,574)	21,958
Retirement	20,662	20,662	22,993	(2,331)	21,751
Medical Insurance	57,986	57,986	48,740	9,246	43,088
New Employees Physicals / Drug Testing	1,500	1,500	1,976	(476)	956
Travel	3,500	3,500	4,596	(1,096)	4,448
Supplies	10,000	10,000	17,120	(7,120)	12,665
Communications	6,000	6,000	4,894	1,106	4,905
Bond / Notary	1,000	1,000	563	437	755
Repairs and Maintenance	3,000	3,000	5,459	(2,459)	2,808
New Equipment: CPU / Radio	1,000	1,000	-	1,000	38,570
Vehicle Expense	38,000	38,000	48,538	(10,538)	45,660
Radio	-	-	-	-	600
Inmate Expense	17,000	17,000	28,296	(11,296)	18,983
Equipment <\$5K	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Inmate Medical Expense	6,000	6,000	4,815	1,185	4,912
Capital Outlay	-	-	75,635	(75,635)	-
Vehicle Debt Service-Listed in Debt Service Below	-	-	-	-	-
<b>Sheriff Total</b>	<b>\$ 450,806</b>	<b>\$ 508,452</b>	<b>\$ 585,056</b>	<b>\$ (76,604)</b>	<b>\$ 508,251</b>
<b>Other Public Safety</b>					
Homeland Security Grants	\$ -	\$ 109,005	\$ 109,005	\$ -	\$ -
<b>Other Public Safety Total</b>	<b>\$ -</b>	<b>\$ 109,005</b>	<b>\$ 109,005</b>	<b>\$ -</b>	<b>\$ -</b>
<b>County and District Court (Judicial)</b>					
Juvenile Officer - Salary	\$ 15,000	\$ 15,000	\$ 15,000	\$ -	\$ 15,000
Communications	500	500	348	152	345
Grand Jury	2,100	2,100	930	1,170	2,760
Petit Jury	3,000	3,000	3,808	(808)	2,165
J.P. Jury	100	100	50	50	-
Jury Lodging and Meals	50	50	28	22	18
Jury Commissions	200	200	80	120	20
Court Appointed Attorney	16,000	16,000	17,129	(1,129)	22,206
Interpreter	100	100	-	100	-
Miscellaneous	-	-	-	-	-
Juvenile Detention	10,000	10,000	3,894	6,106	10,425
<b>County and District Court Total</b>	<b>\$ 47,050</b>	<b>\$ 47,050</b>	<b>\$ 41,267</b>	<b>\$ 5,783</b>	<b>\$ 52,939</b>
<b>32nd Judicial District (Judicial)</b>					
Salary - Court Administrator	\$ 4,487	\$ 4,487	\$ 4,270	\$ 217	\$ 3,910
Salary - Supplemental District Judge	2,190	2,190	2,190	-	2,190
Court Reporter	9,670	9,670	9,670	-	9,670
Social Security	1,250	1,250	1,234	16	1,207
Retirement	1,240	1,240	1,111	129	1,079
Medical Insurance	1,350	1,350	641	709	706
Travel	1,000	1,000	563	437	587
Supplies	2,300	2,300	1,042	1,258	800
7th Adm District Assessment	445	445	445	-	445
Lunacy / Commitment	5,200	5,200	4,034	1,166	5,650
Juvenile Probation Office	-	-	-	-	-
Visiting Judge / Court Reporter	2,000	2,000	514	1,486	1,467
Court Reporter Insurance	800	800	-	800	-
<b>32nd Judicial District Total</b>	<b>\$ 31,932</b>	<b>\$ 31,932</b>	<b>\$ 25,714</b>	<b>\$ 6,218</b>	<b>\$ 27,711</b>

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, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010				2009
	Original Budget	Final Budget	Actual	Variance From Final Budget Favorable (Unfavorable)	Actual
<b>District Clerk (Judicial)</b>					
Salary - Elected / Appointed Official	\$ 31,465	\$ 31,465	\$ 31,465	\$ 0	\$ 31,465
Salary - Part Time	8,000	8,000	8,174	(174)	6,668
Social Security	3,019	3,019	3,055	(36)	2,924
Retirement	3,078	3,078	2,429	649	2,425
Medical Insurance	6,443	6,443	6,495	(52)	5,567
Travel / School Tuition	1,500	1,500	1,500	-	1,500
Supplies	2,800	2,800	2,803	(3)	2,800
Communications	1,000	1,000	1,083	(83)	1,000
Bonds	330	330	258	72	100
Maintenance Contracts	3,192	3,192	3,192	-	1,695
<b>District Clerk Total</b>	<b>\$ 60,827</b>	<b>\$ 60,827</b>	<b>\$ 60,454</b>	<b>\$ 373</b>	<b>\$ 56,144</b>
<b>Justice of Peace #1 (Judicial)</b>					
Salary - Justice of the Peace	\$ 31,165	\$ 31,165	\$ 31,428	\$ (263)	\$ 30,962
Salary - Administrative Assistant	4,000	4,000	3,992	8	3,965
Social Security	2,690	2,690	2,725	(35)	2,880
Retirement	2,743	2,743	2,443	300	2,426
Medical Insurance	6,443	6,443	6,495	(52)	5,568
Travel / School Tuition / Dues	1,500	1,500	1,668	(168)	1,681
Supplies	2,000	2,000	2,012	(12)	2,320
Software	-	3,000	-	3,000	-
Bond	200	200	200	-	100
Warrant Enf. Bureau Reimb.	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Communications	1,500	1,500	769	731	943
<b>Justice of Peace #1 Total</b>	<b>\$ 52,241</b>	<b>\$ 55,241</b>	<b>\$ 51,732</b>	<b>\$ 3,509</b>	<b>\$ 50,845</b>
<b>Justice of Peace #3 (Judicial)</b>					
Salary - Justice of the Peace	\$ 9,856	\$ 9,856	\$ 9,856	\$ (0)	\$ 9,556
Social Security	754	754	754	-	731
Retirement	769	769	759	10	732
Medical Insurance	6,443	6,443	6,495	(52)	5,568
Travel	500	500	500	-	443
Supplies	500	500	428	72	368
Communications	600	901	1,105	(204)	682
Miscellaneous	-	-	-	-	-
Bonds	175	175	-	175	125
<b>Justice of Peace #2 Total</b>	<b>\$ 19,597</b>	<b>\$ 19,898</b>	<b>\$ 19,898</b>	<b>\$ 0</b>	<b>\$ 18,205</b>
<b>District Attorney (Judicial)</b>					
Salary - Assistant D.A.	\$ 6,895	\$ 6,895	\$ 6,894	\$ 1	\$ 6,894
Salary - D.A. Secretary	5,501	5,501	5,501	(0)	5,501
Salary - Assistant D.A. Secretary	5,501	5,501	5,501	(0)	5,501
Salary - D.A. Investigator	6,588	6,588	6,589	(1)	6,589
Salary Supplement District Attorney	2,190	2,190	2,190	-	2,190
Longevity Supplement	-	-	-	-	-
Social Security	2,041	2,041	2,041	0	2,041
Retirement	2,548	2,548	2,055	493	1,999
Medical Insurance	5,000	5,000	2,978	2,022	2,691
Travel	1,000	1,000	607	393	741
Supplies	880	880	614	266	301
Crime Victims	1,405	1,405	-	1,405	1,306
<b>District Attorney Total</b>	<b>\$ 39,549</b>	<b>\$ 39,549</b>	<b>\$ 34,971</b>	<b>\$ 4,578</b>	<b>\$ 35,754</b>

**FISHER COUNTY, TEXAS**  
**SCHEDULE OF EXPENDITURES BY DEPARTMENT**  
**BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND**  
**YEAR ENDED SEPTEMBER 30, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010				2009
	Original Budget	Final Budget	Actual	Variance From Final Budget Favorable (Unfavorable)	Actual
<b>County Attorney (Judicial)</b>					
County Attorney Compensation	\$ 30,865	\$ 30,865	\$ 31,465	\$ (600)	\$ 31,049
Social Security	3,955	3,955	3,989	(34)	3,949
Retirement	4,033	4,033	4,036	(3)	3,984
State Supplement	20,833	20,833	20,833	-	20,833
Travel / School Tuition	600	600	75	525	75
Supplies	1,500	1,500	938	562	1,440
Electronic Forms	1,800	1,800	1,485	315	1,129
Communications	850	850	651	199	623
Bonds	50	50	50	-	50
<b>County Attorney Total</b>	<b>\$ 64,486</b>	<b>\$ 64,486</b>	<b>\$ 63,522</b>	<b>\$ 964</b>	<b>\$ 63,132</b>
<b>Indigent Child Care</b>					
Child Care	\$ 500	\$ 500	\$ 1,916	\$ (1,416)	\$ 2,092
Doctor Services	50	3,318	3,020	298	-
Burial	500	500	532	(32)	-
Emergency Aid	250	250	-	250	500
Clothing	100	100	-	100	250
Meals, Room, Care	50	50	-	50	-
Hospital	50	50	-	50	-
Medical Bills	50	50	-	50	14
Medical Supplies	50	50	-	50	50
Faith In Action/Med. Transp.	2,400	2,400	1,800	600	-
<b>Indigent Welfare Total</b>	<b>\$ 4,000</b>	<b>\$ 7,268</b>	<b>\$ 7,268</b>	<b>\$ (0)</b>	<b>\$ 2,906</b>
<b>County Extension Agents (Culture and Recreation)</b>					
Salary - County Extension Agent - Agriculture	\$ 11,642	\$ 11,642	\$ 11,641	\$ 1	\$ 11,302
Retirement	2,429	2,429	1,460	969	1,459
Salary - Administrative Assistant	19,500	19,500	18,869	631	18,931
Social Security	2,382	2,429	2,338	91	2,321
CEA - AG Car Allowance	5,000	5,000	5,471	(471)	6,028
Supplies	2,500	2,500	2,009	491	2,595
Communications	1,000	1,000	1,000	-	710
Miscellaneous	-	-	-	-	-
Stock Show	3,000	3,000	3,000	-	2,750
<b>County Extension Agents Total</b>	<b>\$ 47,453</b>	<b>\$ 47,500</b>	<b>\$ 45,789</b>	<b>\$ 1,711</b>	<b>\$ 46,096</b>

**FISHER COUNTY, TEXAS**  
**SCHEDULE OF EXPENDITURES BY DEPARTMENT**  
**BUDGET AND ACTUAL (BUDGET BASIS) - GENERAL FUND**  
**YEAR ENDED SEPTEMBER 30, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010			Variance From Final Budget Favorable (Unfavorable)	2009
	Original Budget	Final Budget	Actual		Actual
<b>Debt Service</b>					
Debt Service Principal	\$ 10,000	\$ 10,000	\$ 9,642	\$ 358	\$ 29,647
Debt Service Interest	2,000	2,000	1,390	610	1,715
<b>Total Debt Service</b>	<b>\$ 12,000</b>	<b>\$ 12,000</b>	<b>\$ 11,032</b>	<b>\$ 968</b>	<b>\$ 31,362</b>
<b>Total Expenditures Before Operating Transfers</b>	<b>\$ 1,625,386</b>	<b>\$ 1,908,039</b>	<b>\$ 1,860,314</b>	<b>\$ 47,725</b>	<b>\$ 1,791,086</b>
<b>Operating Transfers:</b>					
Transfers to Road and Bridge Funds (Transfers Out)	\$ -	\$ -	\$ 217,726	\$ (217,726)	\$ 213,396
Transfer to Senior Citizens Fund	30,000	30,000	47,969	(17,969)	28,991
Transfer to Airport Fund and Indigent Defense			-	-	4,861
<b>Total Operating Transfers</b>	<b>\$ 30,000</b>	<b>\$ 30,000</b>	<b>\$ 265,695</b>	<b>\$ (235,695)</b>	<b>\$ 247,248</b>
<b>Total Expenditures and Operating Transfers</b>	<b>\$ 1,655,386</b>	<b>\$ 1,938,039</b>	<b>\$ 2,126,009</b>	<b>\$ (187,970)</b>	<b>\$ 2,038,334</b>

**FISHER COUNTY, TEXAS**  
**SCHEDULE OF EXPENDITURES**  
**BUDGET AND ACTUAL (BUDGET BASIS) - ROAD AND BRIDGE FUNDS**  
**YEAR ENDED SEPTEMBER 30, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010			Variance From Final Budget Favorable (Unfavorable)	2009
	Original Budget	Final Budget	Actual		Actual
<b>Road and Bridge Precinct #1</b>					
Salary - County Commissioner	\$ 27,948	\$ 27,948	\$ 27,948	\$ -	\$ 27,648
Salary - RoadHands	22,512	22,512	23,376	(864)	46,746
Wages - Part Time	15,000	16,719	16,719	-	13,720
Social Security	6,963	7,232	7,232	-	6,807
Retirement	7,099	8,111	8,111	-	6,837
Diesel, Oil, and Gasoline	40,000	31,641	29,895	1,746	36,166
Medical Insurance	19,329	18,837	18,837	-	31,765
Travel / School	1,000	1,000	434	566	600
Road Material & Construction	6,000	6,000	5,325	675	7,815
Supplies	6,871	14,742	15,167	(425)	6,121
Communications	750	750	586	164	840
Utilities	1,700	2,446	2,446	-	1,918
Repairs and Maintenance	16,000	10,259	10,259	-	37,116
New Equipment	-	-	9,000	(9,000)	163,662
Salary- Road Forman	25,559	25,559	25,560	(1)	-
Tires and Tubes	7,000	7,892	7,892	-	4,868
Radios	200	200	-	200	-
Debt Principal and Interest Payments	40,000	40,000	29,705	10,295	46,089
<b>Road and Bridge Precinct #1 Total</b>	<b>\$ 243,931</b>	<b>\$ 241,848</b>	<b>\$ 238,492</b>	<b>\$ 3,356</b>	<b>\$ 438,718</b>
<b>Road and Bridge Precinct #2</b>					
Salary - County Commissioner	\$ 28,248	\$ 28,248	\$ 28,248	\$ -	\$ 27,948
Salary - RoadHands	22,512	22,512	22,784	(272)	47,045
Wages - Part Time	15,000	15,000	12,886	2,114	12,926
Social Security	7,009	7,009	6,916	93	6,716
Retirement	7,146	7,146	7,864	(718)	6,750
Diesel, Oil, and Gasoline	40,000	33,877	27,157	6,720	21,598
Medical Insurance	19,329	19,329	19,643	(314)	16,732
Travel / School	850	850	234	616	600
Road Material & Construction	8,605	8,605	945	7,660	4,020
Supplies	7,614	10,703	14,316	(3,613)	8,949
Communications	340	340	523	(183)	353
Utilities	1,500	1,500	1,642	(142)	1,467
Repairs and Maintenance	18,000	21,033	22,594	(1,561)	10,123
Debt Principal and Interest Payments	35,018	35,018	34,806	212	35,018
New Equipment	35,018	-	-	-	178,300
Radios	400	400	-	400	515
Tires and Tubes	7,500	7,500	6,936	564	9,562
Salary-Road Forman	25,859	25,859	26,577	(718)	-
<b>Road and Bridge Precinct #2 Total</b>	<b>\$ 279,948</b>	<b>\$ 244,929</b>	<b>\$ 234,071</b>	<b>\$ 10,858</b>	<b>\$ 388,622</b>
<b>Road and Bridge Precinct #3</b>					
Salary - County Commissioner	\$ 28,248	\$ 28,248	\$ 27,648	\$ 600	\$ 27,809
Salary - RoadHands	22,511	22,512	36,504	(13,992)	46,643
Wages - Part Time	15,000	15,000	17,741	(2,741)	9,638
Social Security	6,986	6,986	7,145	(159)	6,384
Retirement	7,123	7,123	8,242	(1,119)	6,479
Diesel, Oil, and Gasoline	40,000	40,000	36,978	3,022	34,023
Medical Insurance	19,329	19,329	18,569	760	17,495
In County Travel	-	-	-	-	-
Travel / School	500	500	929	(429)	820
Road Material & Construction	9,000	9,000	6,765	2,235	4,188
Supplies	6,674	6,674	14,689	(8,015)	15,200
Communications	750	750	788	(38)	559
Utilities	1,500	1,500	1,339	161	1,147
Repairs and Maintenance	14,000	49,568	50,020	(452)	21,291
Debt Principal and Interest Payments	40,000	40,000	70,325	(30,325)	38,296

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, 2010**

DEPARTMENT / EXPENDITURE ITEM	2010			Variance From Final Budget Favorable (Unfavorable)	2009
	Original Budget	Final Budget	Actual		Actual
New Equipment		-	-	-	168,500
Radios	250	250	170	80	
Tires and Tubes	7,500	7,500	6,425	1,075	19,469
Salary- Road Forman	25,559	25,559	11,798	13,761	-
<b>Road and Bridge Precinct #3 Total</b>	<b>\$ 244,930</b>	<b>\$ 280,499</b>	<b>\$ 316,075</b>	<b>\$ (35,576)</b>	<b>\$ 417,941</b>
<b>Road and Bridge Precinct #4</b>					
Salary - County Commissioner	\$ 28,848	\$ 28,848	\$ 28,848	\$ -	\$ 28,848
Salary - RoadHands	22,511	22,512	22,508	4	48,202
Wages - Part Time	15,000	15,000	12,122	2,878	13,744
Social Security	7,124	7,124	7,054	70	7,058
Retirement	7,263	7,263	8,105	(842)	7,105
Diesel, Oil, and Gasoline	39,804	39,804	20,025	19,779	14,537
Medical Insurance	19,329	19,329	19,642	(313)	16,548
Travel / School	500	500	105	395	333
Road Material & Construction	10,000	10,000	1,228	8,772	-
Supplies	10,000	1,000	9,515	(8,515)	8,667
Communications	500	500	207	293	169
Utilities	500	500	359	141	303
Repairs and Maintenance	15,000	15,000	9,395	5,605	20,925
Debt Principal and Interest Payments	46,681	46,681	65,825	(19,144)	53,573
New Equipment	-	-	14,500	(14,500)	35,500
Radios	300	300	-	300	-
Tires and Tubes	10,000	10,000	6,446	3,554	8,375
Salary- Road Forman	26,759	26,759	27,593	(834)	-
<b>Road and Bridge Precinct #4 Total</b>	<b>\$ 260,119</b>	<b>\$ 251,120</b>	<b>\$ 253,477</b>	<b>\$ (2,357)</b>	<b>\$ 263,887</b>
<b>Total Expenditures Before Operating Transfers</b>	<b>\$ 1,028,928</b>	<b>\$ 1,018,396</b>	<b>\$ 1,042,115</b>	<b>\$ (23,719)</b>	<b>\$ 1,509,168</b>
<b>Operating Transfers:</b>					
Transfers to General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Operating Transfers</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total Expenditures and Operating Transfers</b>	<b>\$ 1,028,928</b>	<b>\$ 1,018,396</b>	<b>\$ 1,042,115</b>	<b>\$ (23,719)</b>	<b>\$ 1,509,168</b>

FISHER COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2010

	BALANCE OCTOBER 1 2009	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30 2010
<b>ESCROW FUND</b>				
Assets:				
Cash and Cash Equivalents	\$ 17,911	\$ 16,022	\$ 17,911	\$ 16,022
Liabilities:				
Due to Other Funds	\$ 17,911	\$ 16,022	\$ 17,911	\$ 16,022
<b>AGENCY FUNDS</b>				
Assets:				
Cash and Cash Equivalents	\$ 105,279	\$ 431,823	\$ 388,034	\$ 149,068
Liabilities:				
Due to Other Governments	\$ 52,477	\$ 359,374	\$ 368,683	\$ 43,168
Due to Others	52,802	72,449	19,351	105,900
Total Liabilities	\$ 105,279	\$ 431,823	\$ 388,034	\$ 149,068
<b>TOTAL AGENCY FUNDS</b>				
Assets:				
Cash and Cash Equivalents	\$ 123,190	\$ 447,845	\$ 405,945	\$ 165,090
Liabilities:				
Due to Other Funds	\$ 17,911	\$ 16,022	\$ 17,911	\$ 16,022
Due to Other Governments	52,477	359,374	368,683	43,168
Due to Others	52,802	72,449	19,351	105,900
Total Liabilities	\$ 123,190	\$ 447,845	\$ 405,945	\$ 165,090

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

**FEDERAL AWARDS SECTION**



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# James E. Rodgers and Company, PC

## Certified Public Accountants

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Richard E. Rodgers CPA Gerald L. Rodgers CPA

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August 8, 2011

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

#### Independent Auditor's Report

**Commissioners Court of Fisher County  
Fisher County, Texas  
P.O. Box 308  
Roby, Texas 79543**

#### **Members of the Court:**

We have audited the 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, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 8, 2011. 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.

#### **Internal Control over Financial Reporting**

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies or material weaknesses have been identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined below.

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. We consider the deficiencies described in the accompanying schedule of findings and responses to be significant deficiencies as per finding 2010-1.

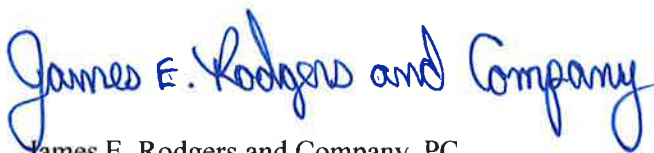
### **Compliance and Other Matters**

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

We noted certain matters that we reported to management of Fisher County, Texas, in a separate letter dated August 8, 2011.

This report is intended solely for the information and 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, PC

**FISHER COUNTY, TEXAS  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

**I. Summary of the Auditor's Results:**

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

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

**Finding 2010-1: Significant account coding of expenditures to improper accounts.**

- |                            |  |
|----------------------------|--|
| <b>a. Condition:</b>       | Expenditures were improperly coded for yearend payments of equipment and note payments to line item expenditures such as diesel, etc. because those line item category expenditures were under the adopted budget.   |
| <b>b. Criteria:</b>        | Coding of expenditures to proper account codes that are in agreement with the purpose of the expenditure.  |
| <b>c. Cause:</b>           | Improper account coding.   |
| <b>d. Effect:</b>          | Overstatement of expenditures such as diesel, etc. and understatement of debt principal and interest payments in the accounting records and reports to the Commissioners Court.  |
| <b>e. Recommendation:</b>  | Code all expenditures to the proper account code based on the type of expenditure payment and amend line item budgets as necessary. This can be accomplished by Commissioner's Court authority given to the County Auditor to make line items budget amendments. The County Auditor would not have the authority to make increases or decreases in functional categories such as Road and Bridge Precincts total budget; however, the authority would be given to move amounts in one budgeted line items category to another. |
| <b>f. County Response:</b> | The County will record all future expenditures to proper account codes and at the next meeting of the Court will entertain the option to give the County Auditor limited budgetary authority.  |

**OTHER INDEPENDENT AUDITOR COMMUNICATIONS**

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Richard E. Rodgers CPA Gerald L. Rodgers CPA

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August 8, 2011

### REPORT TO MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE INDICATING THAT NO MATERIAL WEAKNESSES IN INTERNAL CONTROLS OVER FINANCIAL REPORTING WERE IDENTIFIED IN THE AUDIT

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

#### Members of the Court:

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 (the County) as of and for the year ended September 30, 2010, 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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 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 significant deficiencies or material weaknesses and, therefore, there can be no assurance that all such deficiencies have been identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

This communication is intended solely for the information and 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, PC

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# James E. Rodgers and Company, PC

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AUGUST 8, 2011

### COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE

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

**Members of the Commissioners Court:**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fisher County, Texas (the County) for the year ended September 30, 2010. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, 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 5, 2011. 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, 2010. 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 estimates affecting the County's financial statements were:

- Management's estimate of the allowance for uncollectible taxes is based on historical property tax collections for the County. 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.

#### **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 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, professional standards define a disagreement with management as 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 8, 2011.

#### **Management Consultations with Other Independent Accountants**

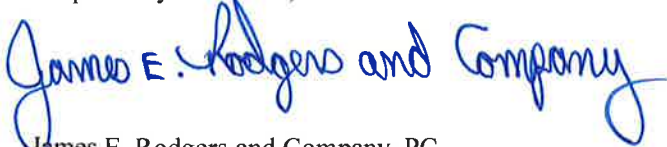
In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination 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.

This information is intended solely for the use of the County's Commissioners, the audit committee, the administration, federal and state 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



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# James E. Rodgers and Company, PC

## Certified Public Accountants

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Richard E. Rodgers CPA Gerald L. Rodgers CPA

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August 8, 2011

### 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, 2010, in accordance with auditing standards generally accepted in the United States of America, we considered the County's its 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 8, 2011, 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.

- **Budget Amendments**

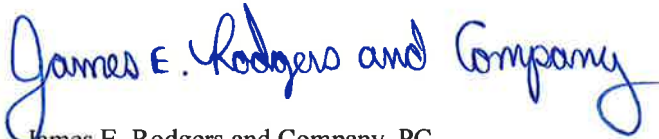
The Commissioner's Court is responsible for legally adopting and amending the budget each fiscal year. However, the Court can designate an employee of the County to transfer line item budget amounts from one budgetary category to another (i.e. supplies to contracted services). This authority could be delegated to the County Judge, the County Auditor, or both. Please note that the Court cannot delegate the authority to increase or decrease the expenditures of a particular department such as the budget for the Sheriff or a particular precinct for Roads and Bridges. Budget amendments should be approved and recorded in the accounting records as additional or reductions to line item expenditures such as supplies and not as a line item of budget amendment.



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,



James E. Rodgers and Company, PC