

**HOPKINS COUNTY, TEXAS**

***ANNUAL FINANCIAL REPORT***

***FOR THE YEAR ENDED SEPTEMBER 30, 2014***

**HOPKINS COUNTY, TEXAS**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit</u>
FINANCIAL SECTION		
Independent Auditors' Report.....	1	
Management's Discussion and Analysis (Required Supplementary Information).....	5	
<u>Basic Financial Statements</u>		
Government-wide Financial Statements:		
Statement of Net Position.....	14	A-1
Statement of Activities.....	15	A-2
Fund Financial Statements:		
Balance Sheet - Governmental Funds.....	16	A-3
Reconciliation of the Governmental Funds		
Balance Sheet to the Statement of Net Position.....	19	A-4
Statement of Revenues, Expenditures, and Changes in		
Fund Balances - Governmental Funds.....	20	A-5
Reconciliation of the Statement of Revenues, Expenditures, and Changes in		
Fund Balances of Governmental Funds to the Statement of Activities.....	23	A-6
Statement of Fiduciary Net Position - Fiduciary Funds.....	24	A-7
Notes to the Financial Statements .....	25	
<u>Required Supplementary Information</u>		
Budgetary Comparison Schedules:		
General Fund.....	44	B-1
Road and Bridge Maintenance Fund.....	49	B-2
Schedules of Funding Progress.....	50	B-3
<u>Combining Statements and Budgetary Comparison Schedules as Supplementary Information:</u>		
Combining Balance Sheet - All Nonmajor Governmental Funds.....	52	C-1
Combining Statement of Revenues, Expenditures and Changes in		
Fund Balances - All Nonmajor Governmental Funds.....	53	C-2
Special Revenue Funds:		
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	54	C-3
Combining Statement of Revenues, Expenditures and Changes		
in Fund Balances - Nonmajor Special Revenue Funds.....	62	C-4

**HOPKINS COUNTY, TEXAS**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit</u>
Budgetary Comparison Schedules:		
Records Management Fund.....	70	C-5
Civic Center Hotel Motel Tax.....	71	C-6
Child Abuse Prevention.....	72	C-7
Court Record Archive.....	73	C-8
Civic Center Fund.....	74	C-9
District Attorney Fund.....	75	C-10
Law Library Fund.....	76	C-11
Record Preservation County.....	77	C-12
Courthouse Security Fund.....	78	C-13
Justice Court Security.....	79	C-14
HAVA Grant.....	80	C-15
CC Technology Fund.....	81	C-16
Precinct 1 House.....	82	C-17
Road and Bridge Special Maintenance.....	83	C-18
Farm to Market Special Fund.....	84	C-19
Road & Bridge County Project.....	85	C-20
County clerk Archive.....	86	C-21
S/O Drug Forfeiture.....	87	C-22
DA Forfeiture Fund.....	88	C-23
CA Check Collection Fee Fund.....	89	C-24
DA Check Collection Fee Fund.....	90	C-25
Debt Service Funds:		
Budgetary Comparison Schedule:		
Debt Service Fund.....	91	C-26
Capital Projects Funds:		
Combining Balance Sheet - Nonmajor Capital Projects Funds.....	92	C-27
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	94	C-28
Fiduciary Funds:		
Agency Funds:		
Combining Statement of Fiduciary Assets and Liabilities.....	96	C-29

*Financial Section*

*This page is left blank intentionally.*

## INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and Commissioners Comprising the  
Commissioners' Court of Hopkins County

Sulphur Springs, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hopkins County, Texas as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hopkins County, Texas as of September 30, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Emphasis of Matter**

As discussed in Note IV. D. to the financial statements, in 2014 the County adopted new accounting guidance, *GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5–11 and 44-50 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.

### *Other Information*

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

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

*Arthur R. Crain & Company, PC*

May 18, 2015

*Management's Discussion and Analysis*

*This page is left blank intentionally.*

**HOPKINS COUNTY, TEXAS**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*September 30, 2014*

As management of Hopkins County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2014. We encourage readers to consider the information presented herein with the County's financial statements, which follow this section.

**Financial Highlights**

The assets of the County exceeded its liabilities at the close of the fiscal year ended September 30, 2014 by \$22,019,981 (net position). Of this amount, \$12,084,633 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

The total net position of the County decreased by \$108,524. The majority of this decrease is attributable to General Fund expenditures being more than anticipated.

The County's governmental funds reported combined ending fund balances of \$20,576,294 an increase of \$15,565,124 in comparison to the previous year, mainly due to the proceeds from issuances of new bonds.

The unassigned portion of the General Fund, fund balance at the end of the year was \$3,859,176, or 42.1% of total General Fund expenditures for fiscal year 2014.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise four components: 1) government-wide financial statements, 2) fund financial statements, 3) fiduciary financial statements, and 4) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of Hopkins County's finances. This is done in a manner similar to a private-sector business. Two statements, the Statement of Net Position and the Statement of Activities, are utilized to provide this financial overview.

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

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

In addition, the statement of activities highlights government activities supported by taxes and intergovernmental revenues, along with program revenues classified to the corresponding government activity.

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

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

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

*Fiduciary funds.* Fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others.

*Notes to Financial Statements.* The notes provide additional information that is essential to gain a full understanding of the data provided in the government-wide, fund financial statements and fiduciary fund statements.

*Other Information.* In addition to the basic financial statements and accompanying notes, this report also presents other supplementary information following the notes to the financial statements. The other supplementary information includes combining and individual statements and schedules.

## **Government-wide Financial Analysis**

At the end of fiscal year 2014, the County's net position (assets and deferred outflow of resources exceeding liabilities and deferred inflows of resources) totaled \$22,019,981. This analysis focuses on the net position (Table 1) and changes in net position (Table 2).

**Net Position.** The largest portion of the County's net position, \$12,084,633 reflects unrestricted funds. The County uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County reports its capital assets net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net assets of \$331,894 in the debt service fund, are restricted for future debt service payments.

Net assets of \$307,239, in the Capital Projects Fund, are restricted to payments for capital projects.

**HOPKINS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
*September 30, 2014*

The remaining balance of unrestricted net assets, \$12,084,633, may be used to meet the government's ongoing obligations to citizens and creditors.

Table 1  
Condensed Statement of Net Position

	<u>9/30/14</u>	<u>9/30/13</u>
<b>ASSETS</b>		
Current and other assets	\$29,653,306	\$12,563,026
Capital assets	17,513,239	16,789,376
Total assets	<u>47,166,545</u>	<u>29,352,402</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>		
Deferred charge	60,999	0
Total deferred outflow of resources	<u>60,994</u>	<u>0</u>
<b>LIABILITIES</b>		
Long-term liabilities	22,689,727	6,753,295
Other liabilities	2,517,835	510,182
Total liabilities	<u>25,207,562</u>	<u>7,263,477</u>
<b>NET POSITION</b>		
Invested in capital assets net of related debt	9,296,215	10,346,573
Restricted	639,133	1,717,864
Unrestricted	12,084,633	10,064,068
	<u>\$22,019,981</u>	<u>\$22,128,505</u>

**HOPKINS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
*September 30, 2014*

**Changes in Net Position.** The net position of the County decreased by \$108,524 for the fiscal year ended September 30, 2014. This decrease was attributable to General Fund expenditures being more than budget.

Table 2  
 Changes in Net Position

Program Revenues:	9/30/2014	9/30/2013
Charges for services	\$3,340,466	\$3,513,503
Operating grants and contributions	372,526	397,268
Capital grants and contributions	241,310	338,571
General Revenues		
Taxes	11,643,318	11,234,397
Unrestricted investment earnings	116,973	77,521
Miscellaneous	305,860	267,293
Gain (loss) on disposal of capital assets	(34,931)	176,235
Total Revenues	<u>15,985,522</u>	<u>16,004,788</u>
Expenses:		
General government	1,451,191	1,260,598
Judicial	1,323,531	1,221,649
Legal	633,717	545,430
Financial administration	840,193	860,171
Public safety	5,135,228	4,791,757
Public transportation	4,418,547	4,175,921
Public facilities	1,352,645	1,944,662
Extension service	88,941	75,939
Elections	67,853	75,049
Health and welfare	200,578	392,155
Interest on long-term debt	581,622	197,511
Total Expenses	<u>16,094,046</u>	<u>15,540,842</u>
Increase (decrease) in net position	(108,524)	463,946
Net Position - October 1	20,532,030	19,923,616
Prior Period Adjustment	1,596,475	1,740,943
Net Position - September 30	<u>\$22,019,981</u>	<u>\$22,128,505</u>

**Financial Analysis of the Government's Funds**

**Government funds.** The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balances may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

**HOPKINS COUNTY, TEXAS**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*September 30, 2014*

As of the end of the current fiscal year, the County's governmental funds reported combined fund balances of \$20,576,294

The General Fund is the main operating fund of the County. At the end of the current fiscal year, unassigned fund balance was \$3,859,176. This is an increase of \$565,870 from last year which was mainly due to an increase in tax revenue.

**General Fund Budgetary Highlights.** Each year the County performs periodic reviews of the budget. Budget amendments are approved throughout the year transferring amounts from one line item to another budgeted item. Unbudgeted revenues were recognized with the final budget amendments.

- Taxes were above budget by \$211,544 due to higher tax collection.
- Intergovernmental revenues were above budget by \$48,891 due to an unexpected increase in grant revenue.
- Miscellaneous revenue was above budget by \$55,890 due to unexpected extradition and other reimbursements.
- The District Clerk was under budget by \$28,892 mainly due to a part time position not being replaced upon retirement.
- Judicial 8 District Court expenditures were over budget \$37,440 due to court appointed attorney payouts being higher than anticipated.
- Tax Assessor Collector was under budget \$13,362 due to a decrease in personnel.
- Building maintenance was below budget by \$20,770. This was due to less maintenance required than anticipated.
- Overall, expenditures were less than the original budget by \$139,825 due to stricter spending habits of all County offices.

**HOPKINS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
*September 30, 2014*

Table 3  
**Capital Assets at Year End**  
**Net of Accumulated Depreciation**

	9/30/14	9/30/13
Land	\$1,720,441	\$1,606,996
Buildings	8,321,735	8,834,184
Machinery and equipment	2,062,915	2,563,556
Infrastructure	3,424,477	3,784,640
Construction in progress	1,983,671	0
<b>Total Capital Assets (Net)</b>	<b>\$17,513,239</b>	<b>\$16,789,376</b>

Additional information on the County's capital assets can be found in the notes to the financial statements.

Table 4  
**Outstanding Debt at Year End**

Type of Debt	9/30/2014	9/30/2013
Certificates of obligation	\$3,390,000	\$3,615,000
Limited tax refunding bonds	17,275,000	16,450,000
Premium on bonds issued	716,938	0
Discount on bonds issued	(103,653)	0
<b>Total bonds</b>	<b>21,278,285</b>	<b>20,065,000</b>
Capital lease obligations	996,989	1,182,803
Compensated absences	405,693	310,492
	<b>\$22,680,967</b>	<b>\$21,558,295</b>

Additional information on the County's long-term debt can be found in the notes to the financial statements.

The County's outstanding debt increased by \$15,927,672 due to the additions of debt on Jail Bonds 2014. The county retired \$1,028,775 in debt.

**Economic Factors and Next Year's Budgets and Rates**

The Hopkins County economy remains stable with an optimistic atmosphere. Hopkin's County's unemployment rate as of September 2014 was 4.2% which is below the state (4.8%) and national level (5.9%).

**HOPKINS COUNTY, TEXAS**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*September 30, 2014*

Some key factors to look for in future budgets:

Hopkins County is in the process of building a \$16,000,000 Law Enforcement Center which is due to be completed November 2015. This addition is expected to add 5 new positions to the County Jail and is expected to increase their overall budget.

The Hopkins County Commissioners are continuing to revitalize the 950 miles of county roads using a chip seal method instead of road oil. By doing this, the cost of resurfacing has decreased by about half, and cost savings are being realized on shared equipment use.

**Requests for Information**

This financial report is designed to provide a general overview of Hopkins County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, 118 Church Street, Sulphur Springs, Texas 75482.

*This page is left blank intentionally.*

*Basic Financial Statements*

**HOPKINS COUNTY, TEXAS**

## STATEMENT OF NET POSITION

SEPTEMBER 30, 2014

	Governmental Activities
<b>ASSETS</b>	
<i>Cash and cash equivalents</i>	\$ 21,857,739
<i>Investments</i>	1,339
Receivables (net of allowances for uncollectibles):	
<i>Fines</i>	6,412,395
<i>Taxes</i>	627,701
<i>Other receivables</i>	60,701
<i>Due from other governments</i>	349,668
<i>Inventories</i>	48,996
<i>Prepaid items</i>	294,767
Capital assets (net of accumulated depreciation):	
<i>Land</i>	1,720,441
<i>Construction in progress</i>	1,983,671
<i>Buildings</i>	8,321,735
<i>Machinery and equipment</i>	2,062,915
<i>Roads</i>	3,424,477
Total Assets	<u>47,166,545</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
<i>Deferred charges</i>	60,998
Total Deferred Outflows of Resources	<u>60,998</u>
<b>LIABILITIES</b>	
<i>Accounts payable</i>	1,534,298
<i>Other payables</i>	500,193
<i>Accrued liabilities</i>	483,344
Noncurrent liabilities:	
<i>Due within one year</i>	1,385,513
<i>Due in more than one year</i>	21,304,214
Total Liabilities	<u>25,207,562</u>
<b>NET POSITION:</b>	
Net Investment in Capital Assets	9,296,215
Restricted For:	
Debt Service	331,894
Capital Projects	307,239
Unrestricted	12,084,633
Total Net Position	<u>\$ 22,019,981</u>

The accompanying notes are an integral part of this statement.

**HOPKINS COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>PRIMARY GOVERNMENT</b>					
Governmental activities:					
<i>General government</i>	\$ 1,451,191	\$ 682,060	\$ --	\$ --	\$ (769,131)
<i>Judicial</i>	1,323,531	666,753	151,341	--	(505,437)
<i>Legal</i>	633,717	427,371	47,017	--	(159,329)
<i>Financial administration</i>	840,193	350,533	--	--	(489,660)
<i>Public Safety</i>	5,135,228	209,960	56,427	--	(4,868,841)
<i>Public transportation</i>	4,418,547	740,653	91,877	237,756	(3,348,261)
<i>Public facilities</i>	1,352,645	263,136	12,000	--	(1,077,509)
<i>Extension service</i>	88,941	--	--	--	(88,941)
<i>Elections</i>	67,853	--	--	--	(67,853)
<i>Health and welfare</i>	200,578	--	13,864	3,554	(183,160)
<i>Interest on long-term debt</i>	581,622	--	--	--	(581,622)
Total expenditures	<u>16,094,046</u>	<u>3,340,466</u>	<u>372,526</u>	<u>241,310</u>	<u>(12,139,744)</u>
Total Primary Government	<u>\$ 16,094,046</u>	<u>\$ 3,340,466</u>	<u>\$ 372,526</u>	<u>\$ 241,310</u>	<u>(12,139,744)</u>
General Revenues:					
<i>Property Taxes</i>					9,433,373
<i>Sales Taxes</i>					1,888,638
<i>Hotel Motel Tax</i>					287,063
<i>Alcoholic Beverage Taxes</i>					34,244
<i>Miscellaneous</i>					305,860
<i>Unrestricted Investment Earnings</i>					116,973
<i>Gain (loss) on Disposal of Capital Assets</i>					(34,931)
Total General Revenues					<u>12,031,220</u>
Change in Net Assets					(108,524)
Net Assets - Beginning					20,532,030
Prior Period Adjustment					1,596,475
Net Assets - Ending					<u>\$ 22,019,981</u>

The accompanying notes are an integral part of this statement.

**HOPKINS COUNTY, TEXAS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2014**

	<u>General Fund</u>	<u>Road and Bridge Maintenance</u>
<b>ASSETS</b>		
<i>Cash and cash equivalents</i>	\$ 3,665,582	\$ 1,275,695
<i>Investments</i>	1,339	--
Receivables (net of allowances for uncollectibles):		
<i>Fines</i>	6,229,666	--
<i>Taxes</i>	387,696	160,683
<i>Other receivables</i>	16,673	710
<i>Due from other governments</i>	336,815	9,691
<i>Due from other funds</i>	119,406	1,613
<i>Inventories</i>	--	48,996
<i>Prepaid items</i>	220,059	38,098
<b>Total Assets</b>	<u>\$ 10,977,236</u>	<u>\$ 1,535,486</u>
<b>LIABILITIES</b>		
<i>Accounts payable</i>	\$ 396,718	\$ 246,185
<i>Other payables</i>	96,928	--
<i>Accrued liabilities</i>	38,987	9,367
<i>Due to other funds</i>	--	--
<b>Total Liabilities</b>	<u>532,633</u>	<u>255,552</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
<i>Unavailable revenue - property taxes</i>	355,761	147,306
<i>Unavailable revenue - fines</i>	6,229,666	--
<b>Total Deferred Inflows of Resources</b>	<u>6,585,427</u>	<u>147,306</u>
<b>FUND BALANCES:</b>		
<i>Nonpendable</i>	220,059	87,094
<i>Restricted</i>	--	1,045,534
<i>Committed</i>	--	--
<i>Unassigned</i>	3,639,117	--
<b>Total fund balances</b>	<u>3,859,176</u>	<u>1,132,628</u>
<b>Total Liabilities, Deferred Inflows of     Resources, and Fund Balances</b>	<u>\$ 10,977,236</u>	<u>\$ 1,535,486</u>

The accompanying notes are an integral part of this statement.

EXHIBIT A-3

Jail 2013/2014 Bond Issue	Jail 2013/2014 Bond Issue #2	Other Governmental Funds	Total Governmental Funds
\$ 7,387,571	\$ 7,563,055	\$ 1,965,838	\$ 21,857,741
--	--	--	1,339
--	--	182,729	6,412,395
--	--	79,322	627,701
--	--	43,318	60,701
--	--	3,162	349,668
--	--	--	121,019
--	--	--	48,996
--	--	36,610	294,767
<u>\$ 7,387,571</u>	<u>\$ 7,563,055</u>	<u>\$ 2,310,979</u>	<u>\$ 29,774,327</u>
\$ 418,063	\$ 418,063	\$ 55,269	\$ 1,534,298
28,125	28,125	347,015	500,193
--	--	5,859	54,213
--	--	121,019	121,019
<u>446,188</u>	<u>446,188</u>	<u>529,162</u>	<u>2,209,723</u>
--	--	72,848	575,915
--	--	182,729	6,412,395
--	--	255,577	6,988,310
--	--	36,610	343,763
6,941,383	7,116,867	1,484,378	16,588,162
--	--	64,136	64,136
--	--	(58,884)	3,580,233
<u>6,941,383</u>	<u>7,116,867</u>	<u>1,526,240</u>	<u>20,576,294</u>
<u>\$ 7,387,571</u>	<u>\$ 7,563,055</u>	<u>\$ 2,310,979</u>	<u>\$ 29,774,327</u>

*This page is left blank intentionally.*

**HOPKINS COUNTY, TEXAS**

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
 TO THE STATEMENT OF NET POSITION  
 SEPTEMBER 30, 2014

Total fund balances - governmental funds balance sheet	\$ 20,576,294
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	17,513,239
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	575,914
Payables for bond principal which are not due in the current period are not reported in the funds.	(21,278,285)
Payables for capital leases which are not due in the current period are not reported in the funds.	(996,989)
Payables for bond interest which are not due in the current period are not reported in the funds.	(429,131)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(405,693)
Other long-term assets are not available to pay for current period expenditures and are deferred in the funds.	60,997
Court fines receivable unavailable to pay for current period expenditures are deferred in the funds.	6,412,395
Payable for unfunded retiree insurance benefits not due in current period are not reported in the funds.	<u>(8,760)</u>
Net position of governmental activities - Statement of Net Position	<u>\$ 22,019,981</u>

The accompanying notes are an integral part of this statement.

**HOPKINS COUNTY, TEXAS**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	General Fund	Road and Bridge Maintenance
Revenues:		
<i>Taxes</i>	\$ 7,702,433	\$ 2,492,647
<i>Fees of office</i>	1,206,949	740,653
<i>Intergovernmental</i>	349,248	91,877
<i>Fines</i>	562,402	--
<i>Interest</i>	26,666	9,051
<i>Miscellaneous</i>	232,592	259,813
Total revenues	<u>10,080,290</u>	<u>3,594,041</u>
Expenditures:		
Current:		
<i>General government</i>	1,307,110	--
<i>Judicial</i>	1,321,994	--
<i>Legal</i>	229,102	--
<i>Financial administration</i>	856,536	--
<i>Public safety</i>	4,901,834	--
<i>Public transportation</i>	--	3,665,144
<i>Public facilities</i>	348,440	--
<i>Extension service</i>	74,872	--
<i>Elections</i>	67,853	--
<i>Health and welfare</i>	48,750	--
Debt service:		
<i>Principal</i>	--	--
<i>Interest and fiscal charges</i>	--	--
<i>Bond issuance costs</i>	--	--
Total expenditures	<u>9,156,491</u>	<u>3,665,144</u>
Excess (deficiency) of revenues over (under) expenditures	923,799	(71,103)
Other financing sources (uses):		
<i>Transfers in</i>	15,339	500,000
<i>Transfers out</i>	(576,946)	(85,059)
<i>Sale of capital assets</i>	129,403	47,656
<i>Bonds issued</i>	--	--
<i>Capital leases</i>	74,275	--
Total other financing sources (uses)	<u>(357,929)</u>	<u>462,597</u>
Net change in fund balances	565,870	391,494
Fund balances, October 1	3,293,306	741,134
Fund balances, September 30	<u>\$ 3,859,176</u>	<u>\$ 1,132,628</u>

The accompanying notes are an integral part of this statement.

Jail 2 2013/2014 Bond Issue	Jail 2013/2014 Bond Issue #2	Other Governmental Funds	Total Governmental Funds
\$ --	\$ --	\$ 1,441,418	\$ 11,636,498
--	--	665,479	2,613,081
--	--	121,266	562,391
--	--	19,934	582,336
33,807	32,748	14,701	116,973
1,110	--	96,577	590,092
<u>34,917</u>	<u>32,748</u>	<u>2,359,375</u>	<u>16,101,371</u>
--	--	138,935	1,446,045
--	--	14,307	1,336,301
--	--	420,761	649,863
--	--	--	856,536
--	--	85,655	4,987,489
--	--	80,089	3,745,233
1,097,733	922,258	799,159	3,167,590
--	--	--	74,872
--	--	--	67,853
--	--	41,855	90,605
--	--	445,000	445,000
--	--	166,681	166,681
133,759	109,802	--	243,561
<u>1,231,492</u>	<u>1,032,060</u>	<u>2,192,442</u>	<u>17,277,629</u>
(1,196,575)	(999,312)	166,933	(1,176,258)
--	--	865,159	1,380,498
--	--	(718,493)	(1,380,498)
--	--	1,512	178,571
8,137,958	8,116,179	224,900	16,479,037
--	--	9,499	83,774
<u>8,137,958</u>	<u>8,116,179</u>	<u>382,577</u>	<u>16,741,382</u>
6,941,383	7,116,867	549,510	15,565,124
--	--	976,730	5,011,170
<u>\$ 6,941,383</u>	<u>\$ 7,116,867</u>	<u>\$ 1,526,240</u>	<u>\$ 20,576,294</u>

*This page is left blank intentionally.*

**HOPKINS COUNTY, TEXAS**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Net change in fund balances - total governmental funds	\$ 15,565,124
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	2,566,279
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,628,915)
The gain or loss on the sale of capital assets is not reported in the funds.	(213,503)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	(27,425)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	445,000
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	257,558
Bond issuance costs and similar items are amortized in the SOA but not in the funds.	(1,564)
(Increase) decrease in accrued interest from beginning of period to end of period.	(413,377)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(95,201)
Certain fine revenues are deferred in the funds. This is the change in these amounts this year.	(65,523)
Proceeds of bonds do not provide revenue in the SOA, but are reported as current resources in the funds.	(15,787,437)
Bond premiums are reported in the funds but not in the SOA.	(629,036)
Proceeds of leases do not provide revenue in the SOA, but are reported as current resources in the funds.	(71,744)
Retiree insurance contributions are reported as amount earned in the SOA but as amount paid in the funds.	<u>(8,760)</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ (108,524)</u>

The accompanying notes are an integral part of this statement.

**HOPKINS COUNTY, TEXAS**  
 STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 SEPTEMBER 30, 2014

	Agency Funds
<b>ASSETS</b>	
<i>Cash and cash equivalents</i>	\$ 840,551
<i>Other receivables</i>	63,468
<i>Due from other governments</i>	37,770
<i>Due from other funds</i>	25,488
<b>Total Assets</b>	<b><u>\$ 967,277</u></b>
<b>LIABILITIES</b>	
<i>Accounts payable</i>	\$ 31,910
<i>Due to other funds</i>	25,488
<i>Due to other governments</i>	101,544
<i>Due to others</i>	808,335
<b>Total Liabilities</b>	<b><u>\$ 967,277</u></b>

The accompanying notes are an integral part of this statement.

**HOPKINS COUNTY, TEXAS**  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED SEPTEMBER 30, 2014

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The County, a political subdivision of the State of Texas is governed by an elected judge and four county commissioners which comprise the commissioners' court. The county's operational activities include general government, judicial, legal, financial administration, public safety, public transportation, public facilities, extension services, elections, and health and welfare assistance.

The accounting policies of Hopkins County, Texas, conform to generally accepted accounting principals issued by the Governmental Accounting Standards Board which is the recognized financial accounting standard setting body for governmental entities. The notes to the financial statements are an integral part of the County's basic financial statements.

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all organizations, activities, functions and component units for which the County (the "primary government") is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the County's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the County.

There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements. Accordingly, the basic financial statements present the County only.

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

The government-wide financial statements (i.e. the statement of net assets and the statement of changes in net position) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, are normally supported by taxes, charges for services, and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

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

The government-wide financial statements are reported using the economic *resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. 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.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes, miscellaneous revenue, and interest income.

**HOPKINS COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*  
*YEAR ENDED SEPTEMBER 30, 2014*

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 *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Fines and permits, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The County reports the following major governmental funds:

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

The *Road and Bridge Maintenance Fund* accounts for the activities of the Road and Bridge department. The funding for the fund consists principally of ad valorem taxes levied for highway maintenance, and certain fees and fines designated for road construction and maintenance.

The *Jail 2 2013/2014 Bond Issue Fund* accounts for the proceeds of a bond issue to build a jail facility.

The *Jail 2013/2014 Bond Issue 2 Fund* accounts for the proceeds of a bond issue to build a jail facility.

Additionally, the County reports the following fund types:

The *Special Revenue Funds* account for specific revenue sources that are legally restricted to expenditures for specified purposes (not including private purpose trusts or major capital projects).

The *Debt Service Fund* accounts for the accumulation of resources to be used for the payment of principal and interest.

The *Capital Projects Funds* accounts for construction or acquisition of major capital facilities primarily from the proceeds of debt issues.

*Agency Funds* are used to account for assets held by the government as an agent for individuals, private organizations, other governments, and/or other agency funds.

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

**D. Budgetary Information**

1. Annual budgets are adopted on the GAAP basis of accounting for the general fund, certain special revenue funds, and the debt service fund. The capital projects fund is appropriated on a project-length basis. Other special revenue funds do not have appropriated budgets since other means control the use of these resources (e.g., grant awards) and sometimes span a period of more than one fiscal year. All annual appropriations lapse at fiscal year end. The following special revenue funds were not budgeted:

- JP Technology
- Texas Mitigation Grant
- Homeland Security Grant
- CDBG Grant #711270
- DA State Fund
- Sheriff's Office Forfeiture
- District Attorney Federal Forfeiture
- Court of Appeals Fee
- County Attorney Special Restitution
- DA Pending

**HOPKINS COUNTY, TEXAS**  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED SEPTEMBER 30, 2014

The County Judge is, by statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, each department submits a budget request to the County Judge. The County Judge reviews budget requests and holds informal hearings when needed. Before October 1, a proposed budget is presented to the Commissioners' Court. A public hearing is then held and the Commissioners' Court takes action on the proposed budget. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available fund balance.

Once the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping members of the Commissioners' Court advised of the conditions of the various funds and accounts.

The appropriated budget is prepared by fund. Any transfers of appropriations are first approved by the Commissioners' Court. Thus, the legal level of budgetary control is at the fund level. Several supplemental appropriations were required during the year.

2. Excess of Expenditures Over Appropriations

For the year ended September 30, 2014, expenditures exceeded appropriations in the following funds:

Special Revenue Funds:	
Precinct #1 House	\$1,489
Sheriff's Drug Forfeiture Fund	14,091

These excess expenditures were funded by available fund balance and anticipated revenues.

3. Deficit Fund Balances

The following funds had deficit fund balances at 9/30/14

Law Library	\$9,926
Texax Mitigation	34,155
DA State Fund	14,598
Court of Appeals Fee	205
	<u>\$58,844</u>

E. Assets, liabilities, and net assets or equity

1. Deposits and investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (B) secured by obligations that are described by (1) - (4); or, (6) fully collateralized direct repurchase agreements having a defined termination date, secured by obligations described by (1), pledged with third party selected or approved by the County, and placed through a primary government securities dealer.

Investments maturing within one year of date of purchase are stated at cost or amortized cost, all other investments are stated at fair value which is based on quoted market prices.

**HOPKINS COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*  
*YEAR ENDED SEPTEMBER 30, 2014*

2. Receivables and payables

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

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

All trade receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 60 days comprise the trade accounts receivable allowance for uncollectibles.

Property taxes are levied on October 1 by the County based on the January 1 property values as appraised by the Hopkins County Central Appraisal District. Taxes are due without penalty until January 31, of the next calendar year. After January 31 the County has an enforceable lien with respect to both real and personal property. Under state law, property taxes levied on real property constitute a perpetual lien on the real property which cannot be forgiven without specific approval of the State Legislature. Taxes applicable to personal property can be deemed uncollectible by the County.

3. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. 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. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

Buildings and improvements	20 - 30 years
Infrastructure	20 - 45 years
Machinery and Equipment	5 - 10 years

4. Compensated absences

Employees accumulate earned but unused vacation and compensatory time. All vacation and compensatory pay is accrued when incurred in the government-wide funds. A liability is reported for these amounts in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

5. Long-term obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance insurance costs, are deferred and amortized over the life of the bonds using the straight line method which approximate the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond insurance issuance costs are reported as deferred outflow of resources and amortized over the term of the related debt.

**HOPKINS COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*  
*YEAR ENDED SEPTEMBER 30, 2014*

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.

6. Fund equity

In government-wide statements, net assets are classified into three categories as follows:

**Invested in capital assets, net of related debt** – This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, leases, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

**Restricted** – This component of net assets consists of net assets whose use is restricted by contributors, laws or regulations of other governments, or by laws through constitutional provisions or enabling legislation.

**Unrestricted** – This component of net assets consists of those assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Governmental funds classify fund balances as follows:

**Nonspendable Fund Balances** – Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

**Restricted Fund Balance** – Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

**Committed Fund Balance** – Amounts can only be used for the specific purposes determined by a formal action of the County’s highest level of decision-making authority. The Commissioners Court is the highest level of decision-taking authority for the County that can, by adoption of a court order prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the court order remains in place until a similar action is taken (the adoption of another court order) to remove or revise the limitation.

**Assigned Fund Balance** – Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The Commissioners Court has by court order authorized the county auditor to assign fund balance. The Commissioners Court may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**Unassigned Fund Balance** – Amounts that are available for any purpose; these amounts can be reported only in the County’s General Fund or as deficits in other governmental funds.

Fund balance amounts represent the nature of the net resources that are reported in a governmental fund. The County fund balance classifications include non-spendable resources, restricted, and non-restricted (committed, assigned and unassigned) amounts. When the County incurs an expenditure and both restricted and unrestricted amounts are available, the County considers restricted amounts to have been spent. When the County incurs an expenditure for an unrestricted amount, committed amounts are reduced first, followed by assigned amounts and then unassigned amounts for purposes in which any of those unrestricted fund balance classifications could be used.

**HOPKINS COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2014**

	General Fund	Road & Bridge Maintenance	Jail 2 Bond Issue	Jail Bond Issue 2	Other Funds	Total
<b>Nonspendable:</b>						
Prepays	\$220,059	\$38,098	--	--	\$36,610	\$294,767
Inventory	--	48,996	--	--	--	48,996
	<u>220,059</u>	<u>87,094</u>	<u>--</u>	<u>--</u>	<u>36,610</u>	<u>343,763</u>
<b>Restricted for:</b>						
Road maintenance	--	1,045,534	--	--	155,791	1,201,325
Debt Service	--	--	--	--	295,131	295,131
Justice Administration	--	--	--	--	366,250	366,250
Records Preservation	--	--	--	--	170,032	170,032
Grants	--	--	--	--	7,456	7,456
Construction	--	--	6,941,383	7,116,867	335,896	14,394,146
Other	--	--	--	--	153,822	153,822
	<u>--</u>	<u>1,045,534</u>	<u>6,941,383</u>	<u>7,116,867</u>	<u>1,484,378</u>	<u>16,588,162</u>
<b>Committed to:</b>						
Civic Center	--	--	--	--	64,136	64,136
<b>Unassigned</b>						
	<u>3,639,117</u>				<u>(58,884)</u>	<u>3,580,233</u>
	<u>\$3,859,176</u>	<u>\$1,132,628</u>	<u>\$6,941,383</u>	<u>\$7,116,867</u>	<u>\$1,526,240</u>	<u>\$20,576,294</u>

**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets:

The governmental fund balance sheet includes a reconciliation between *fund balance-total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "Court fines receivable unavailable to pay for current period expenditures are deferred in the funds, however, the net change in the deferred fines revenue is recognized as revenue in the Statement of Activities." The details of this \$6,412,394 difference are as follows:

County clerk fines	\$ 473,850
District clerk fines	4,673,897
Justice of the peace fines	<u>1,264,647</u>
Total	<u>\$6,412,394</u>

**III. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and investments**

**Cash**

At year end, the carrying amount of the County's cash on hand and deposits was \$22,698,290. All of the bank balance of \$23,399,955, was covered by federal deposit insurance and collateralized by the pledging financial institution with marketable securities held by an agent in the bank's name.

**HOPKINS COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2014**

Investments

As of September 30, 2013, the County had the following investments:

Investment type	Credit Rating	Fair Value	Days to Maturity
Government sponsored investment pool (TexPool)	AAAm	\$666	<60
Government sponsored investment pool (MBIA)	AAAm	673	<60
Total Fair Value		<u>\$1,339</u>	
* Standard and Poors			

*Interest Rate Risk.* In accordance with its investment policy, the County manages its exposure to declines in fair value by limiting the weighted average maturity of its portfolio to less than three years.

*Credit Risk.* State law limits investments as described previously in Note I. E. 1.

*Concentration of Credit Risk.* The County's investment policy does not allow for an investment in any one issuer (other than investment pools) that is in excess of five percent of the fair value of the County's total investments.

*Custodial Credit Risk – Deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County requires all deposits to be covered by Federal Depository Insurance Corporation (FDIC) insurance and/or collateralized by qualified securities pledged by the County's depository in the County's name and held by the depository's agent.

*Custodial Credit Risk – Investments.* For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

TexPool and MBIA are external investment pools and are not SEC registered. The Texas Interlocal Cooperation Act and the Texas Public Funds Investment Act provide for creation of public funds investments pools and permit eligible governmental entities to jointly invest their funds in authorized investments. The fair value of investments in the pool is independently reviewed monthly. At September 30, 2014 the fair value of the position in TexPool and MBIA approximates the fair value of the shares.

B. Receivables

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

	General	Road & Bridge	NonMajor and Other	Total
Fines receivable	\$14,034,534	\$ --	\$414,645	\$14,449,179
Allowance	(7,804,868)	--	(231,916)	(8,036,784)
Net fines receivable	<u>\$6,229,666</u>	<u>\$ --</u>	<u>\$182,729</u>	<u>\$6,412,395</u>
Taxes receivable	\$474,532	\$200,693	\$100,927	\$776,152
Allowance	(86,836)	(40,010)	(21,605)	(148,451)
Net taxes receivable	<u>\$387,696</u>	<u>\$160,683</u>	<u>\$79,322</u>	<u>\$627,701</u>
Other receivables	<u>\$16,673</u>	<u>\$710</u>	<u>\$43,318</u>	<u>\$60,701</u>

**HOPKINS COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2014**

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Total
Deferred tax revenue (General Fund)	\$355,761	\$ --	\$355,761
Deferred fines revenue (General Fund)	6,229,666	--	6,229,666
Deferred tax revenue (Road and Bridge Maintenance)	147,306	--	147,306
Deferred tax revenue (NonMajor Funds)	72,848	--	72,848
Deferred fines revenue (NonMajor Funds)	182,729	--	182,729
<b>Total deferred/unearned revenue for governmental funds</b>	<b>\$6,988,310</b>	<b>\$ --</b>	<b>\$6,988,310</b>

C. Capital assets

Capital asset activity for the year ended September 30, 2014:

	As Restated Balance 9/30/13	Additions	Retirements	Inventory Adjustment	Balance 9/30/14
<b>GOVERNMENTAL ACTIVITIES:</b>					
Capital assets, not being depreciated:					
Land	\$1,606,996	\$113,445	\$ --	\$ --	\$1,720,441
Construction in progress	--	1,983,671	--	--	1,983,671
Total capital assets not being depreciated	1,606,996	2,097,116	--	--	3,704,112
Capital assets, being depreciated:					
Buildings and improvements	17,589,603	33,600	--	1	17,623,204
Machinery and equipment	9,578,186	435,563	(640,074)	(70,611)	9,303,064
Infrastructure	17,541,826	--	--	--	17,541,826
Total capital assets being depreciated	44,709,615	469,163	(640,074)	(70,610)	44,468,094
Less accumulated depreciation for:					
Buildings and improvements	(8,755,419)	(521,415)	--	(24,635)	(9,301,469)
Machinery and equipment	(7,014,630)	(562,448)	391,512	(54,583)	(7,240,149)
Infrastructure	(13,757,186)	(545,052)	--	184,889	(14,117,349)
Total accumulated depreciation	(29,527,235)	(1,628,915)	391,512	105,671	(30,658,967)
Total capital assets being depreciated, net	15,182,380	(1,159,752)	(248,562)	35,061	13,809,127
Governmental activities capital assets, net	\$16,789,376	\$937,364	(\$248,562)	\$35,061	\$17,513,239

**HOPKINS COUNTY, TEXAS**  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED SEPTEMBER 30, 2014

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

Governmental activities:

General government	\$27,395
Judicial	430
Legal	252
Financial administration	1,226
Public safety	207,046
Public transportation	885,173
Public facilities	493,324
Extension services	14,069
Total depreciation expense - governmental activities	<u>\$1,628,915</u>

E. Interfund receivables, payables, and transfers

The composition of interfund balances as of September 30, 2014, is as follows:

Governmental Funds		
Fund	Receivable	Payable
Major Funds		
General Fund	\$119,406	\$ --
Road and Bridge Maintenance	1,613	--
Nonmajor Funds		
Law Library	--	7,366
Road and Bridge County Project	--	1,613
Crises Intervention	--	34,155
Civic Center Horse Pavillion	--	58,022
DA State Fund	--	19,863
Total Governmental Funds	<u>\$121,019</u>	<u>\$121,019</u>
Agency Funds		
Fund	Receivable	Payable
District Juvenile Probation	\$25,488	\$ --
Juvenile Probation	--	4,646
Adult Probation	--	20,842
Total Governmental Funds	<u>\$25,488</u>	<u>\$25,488</u>

Interfund receivable and payable amounts are due to temporary overdrafts in pooled cash.

**HOPKINS COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*  
 YEAR ENDED SEPTEMBER 30, 2014

Fund	Transfers in	Transfers out
Major Funds		
General Fund	\$15,339	\$576,946
Road and Bridge Maintenance	500,000	85,059
Nonmajor Funds		
Hotel Motel Tax	--	197,054
Civic Center	279,000	--
District Attorney	235,000	--
Courthouse Security	40,000	--
Precinct #1 House	4,024	6,100
Road and Bridge Special Fund	--	250,000
Farm to Market Special Fund	--	250,000
Road and Bridge County Project	76,035	--
Crises Intervention	5,000	--
Debt Service Fund	6,100	--
Civic Center Horse Pavillion	20,000	--
Special Projects Fund	200,000	--
Sheriff's Drug Forfeiture	--	15,339
Total Governmental Funds	<u>\$1,380,498</u>	<u>\$1,380,498</u>

These transfers were made for the following reasons:

Transfers are budgeted to the Road and Bridge Maintenance Fund from the Road and Bridge Special Fund and the Farm to Market Special Fund as needed for maintenance and operation of the roads and the maintenance of farm-to-market and lateral roads.

Transfers from the General Fund to the Civic Center are for maintenance and operations.

Transfers from the General Fund to the District Attorney Fund are Hopkins County's share for the operations of the office.

Transfers from the General Fund to Courthouse Security are for maintenance and operations.

Transfers from General Fund to Civic Center Horse Pavilion are to cover maintenance and operations.

Transfers from General Fund to the Special Projects Fund are to cover cost associated with the Jail Project and Capital Murder Trail.

Transfers from Hotel Motel Tax Fund supports a portion of the Civic Center Manager's salary.

Transfers from Precinct #1 House are to cover maintenance. The revenue is from monthly rental payments.

Transfers from the Sheriff's Drug Forfeiture Fund for expenses to uniforms and vehicles.

**HOPKINS COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2014**

E. Long-term debt

The County issues general obligation bonds, certificates of obligation bonds, notes payable and capital lease obligations to provide funds for the acquisition and construction of major capital facilities. These issues are direct obligations and pledge the full faith and credit of the County.

General Debt Currently Outstanding:

Purpose	Original Amount	Year of Issue	Final Maturity	Interest Rate	Balance 9/30/14
General Long-Term Debt Issues					
General Obligation Bonds:					
GOB Refunding, Series 2010	\$2,270,000	12/01/10	9/01/25	1.45% to 4.25%	\$1,425,000
GOB, Series 2013	7,975,000	12/01/13	10/15/34	2.00% to 4.50%	7,975,000
GOB, Series 2014	7,875,000	2/01/14	4/15/35	3.00% to 4.50%	7,875,000
Certificates of Obligation:					
CO, Series 2007	3,730,000	2007	9/01/27	3.65% to 5.125%	2,825,000
CO, Series 2013	700,000	9/01/13	9/01/22	0.40% to 1.750%	565,000
General Obligation Bonds					<u>\$20,665,000</u>

Annual debt service requirements to maturity for general debt:

Year	General Long-Term Debt Issues		
	Principal	Interest	Total
2015	\$710,000	\$883,838	\$1,593,838
2016	900,000	712,511	1,612,511
2017	940,000	690,976	1,630,976
2018	980,000	667,574	1,647,574
2019	1,010,000	639,993	1,649,993
2020-2024	4,955,000	2,717,172	7,672,172
2025-2029	4,980,000	1,793,000	6,773,000
2030-2034	5,050,000	847,899	5,897,899
2035	1,140,000	38,739	1,178,739
Total	<u>\$20,665,000</u>	<u>\$8,991,702</u>	<u>\$29,656,702</u>

**HOPKINS COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2014**

Capital Leases Currently Outstanding:

Purpose	Original Amount	Date Made	Date Due	Interest Rate	Periodic Payment	Balance 9/30/14
Capital Leases						
AG Extension Office	\$200,000	07/18/08	10/01/18	4.75%	\$2,124	\$94,241
2009 Pierce Fire Truck	65,088	05/13/10	10/01/14	3.92%	1,493	1,431
AS 400	81,849	02/01/12	05/01/16	2.15%	1,781	33,243
Civic Center Chiller/Boiler	199,910	10/01/12	10/01/22	1.99%	1,839	164,609
R&B No. 2 Motor Grader	162,993	11/01/12	11/01/18	1.65%	2,379	114,889
R&B No. 2 Motor Grader & Truck	70,008	04/01/13	10/01/16	2.25%	2,036	49,669
R&B No. 1 Various Equipment	193,355	10/01/13	10/01/18	2.25%	3,449	161,314
R&B No. 3 Case Backhoe	56,500	09/27/13	10/01/20	2.45%	733	32,152
R&B Shared Freightliner	334,760	10/01/13	10/01/18	1.95%	5,920	278,436
Civic Center Konica copier	9,499	01/17/14	05/01/19	6.75%	180	8,495
County Clerk Canon Copier	14,634	03/05/14	03/01/19	8.50%	300	13,218
Sheriff 2 Canon Copier	13,415	08/01/14	08/12/19	8.36%	275	13,085
County Judge Copier	6,488	06/02/14	06/01/19	8.48%	133	6,133
County Attorney Copier	6,488	05/12/14	05/01/19	8.57%	133	6,032
County Auditor Copier	8,244	06/13/14	06/01/19	8.59%	169	7,775
District Clerk 2 Copiers	12,976	9/01/13	06/02/14	8.48%	266	12,267
Capital leases payable						<u>\$996,989</u>

Annual debt service requirements to maturity for capital leases:

Year	Capital Lease Obligations		
	Principal	Interest	Total
2015	\$238,371	\$23,656	\$262,027
2016	232,563	28,027	260,590
2017	204,554	12,271	216,825
2018	208,275	6,515	214,790
2019	47,298	1,952	49,250
2020-2023	65,928	2,098	68,026
Total	<u>\$996,989</u>	<u>\$74,519</u>	<u>\$1,071,508</u>

**HOPKINS COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2014**

**CHANGES IN LONG-TERM LIABILITIES**

Long-term liability activity for the year ended September 30, 2014, was as follows:

	Balance 09/30/13	Additions	Retirements	Balance 09/30/14	Due Within One Year
<b>Governmental activities:</b>					
General obligation bonds	\$1,645,000	\$15,850,000	(\$220,000)	\$17,275,000	\$475,000
Certificates of obligation	3,615,000	--	(225,000)	3,390,000	235,000
Bond premium	--	735,321	(18,383)	716,938	36,766
Bond discount	--	(106,311)	2,658	(103,653)	(5,316)
General bonded debt	5,260,000	16,479,010	(460,725)	21,278,285	741,450
Capital lease obligations	1,182,803	71,744	(257,558)	996,989	238,370
Liability for unfunded OPEB	--	8,760	--	8,760	--
Compensated absences	310,492	405,693	(310,492)	405,693	405,693
<b>Governmental activity Long-Term Liabilities</b>	<b>\$6,753,295</b>	<b>\$16,965,207</b>	<b>(\$1,028,775)</b>	<b>\$22,689,727</b>	<b>\$1,385,513</b>

For the governmental activities, claims and judgements and compensated absences are generally liquidated by the general fund.

**Authorized and Unissued Debt**

The County had no authorized but unissued debt at 9/30/14.

**Conduit Debt Obligations**

The County had no conduit debt at 9/30/14.

**IV. OTHER INFORMATION**

**A. Risk management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various nature. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (Pool) which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage.

**B. Contingent Liabilities and Commitments**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County periodically is defendant in various lawsuits. As of September 30, 2014, after consultation with the County's attorney, the County is not aware of any pending or threatened litigation which would have a material effect on the financial statements.

**HOPKINS COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*  
*YEAR ENDED SEPTEMBER 30, 2014*

The District Clerk has invested trust funds at various financial institutions in accordance with court orders. The County has a fiduciary responsibility over these funds until their final disposition.

C. Employee Retirement Systems and Pension Plans

1. 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 state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multi-employer public employee retirement system consisting of nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas, 78768-20343.

The plan provisions are adopted by the County commissioners' court, 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 or with 30 years regardless of age or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump-sum are not entitled to any amounts contributed by 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 County commissioners' court within the constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contribution and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

2. Funding Policy

The County has elected the annually determined contribution rate (Variable Rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 12.96% for the months of the accounting year in 2013 and 13.66% for the months of the accounting year in 2014.

The contribution rate payable by the employee members is the rate of 7% as adopted by the commissioners' court. The employee contribution rate and the employer contribution rate may be changed by the commissioners' court with the options available in the TCDRS Act.

3. Annual Pension Cost

For the County's accounting year ended September 30, 2014, the annual pension cost for the TCDRS plan for its employees was \$972,864 and the actual contributions were \$972,864.

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

**HOPKINS COUNTY, TEXAS**  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED SEPTEMBER 30, 2014

**Actuarial Valuation Information**

Actuarial valuation date	12/31/11	12/31/12	12/31/13
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of payroll, closed	Level percentage of payroll, closed	Level percentage of payroll, closed
Amortization period in years	20	20	20
Actuarial valuation method	SAF: 10-yr smoothed value. ESF: Fund Value.	SAF: 10-yr smoothed value. ESF: Fund Value.	SAF: 5-yr smoothed value. ESF: Fund Value.
Actuarial assumptions:			
Investment return	8.00%	8.00%	8.00%
Projected salary increases	5.40%	5.40%	4.90%
Inflation	3.50%	3.50%	3.00%
Cost-of-living adjustments	0.00%	0.00%	0.00%

**Trend Information**

Accounting year ended	9/30/12	9/30/13	9/30/14
Annual Pension Cost (APC)	\$784,125	\$863,922	\$972,864
Percentage of APC Contributed	100.00%	100.00%	100.00%
Net Pension Obligation	\$ --	\$ --	\$ --

D. Other Post-Employment Benefits (OPEB)

1. Plan Description

General

The Hopkins County Retiree Health Care Plan is not a formal document detailing the specific terms of the plan, but is a *substantive* plan - loosely defined as the benefits covered by the plan as understood by the employer and plan members at the time of each actuarial valuation.

Beginning in FY 2014, the County implemented GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions", with an assumed adoption date of October 1, 2013. In connection with such implementation, the County commissioned an actuarial study from an outside consultant to quantify the amount of the County's OPEB obligations. The study indicated an unfunded actuarial accrued liability as of October 1, 2013 of approximately \$68,373. The County obtains an actuarial valuation biannually.

OPEB Plan Eligibility

The OPEB Plan provides retiree health-care benefits for all employees (except temporary staff) who must participate in TCDRS and are eligible to receive full retiree health care benefits. Members are eligible for retirement at age 60 with 8 years of service credit or at any age with 30 years of service credit or when member's age plus service credit totals 75.

**HOPKINS COUNTY, TEXAS**  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED SEPTEMBER 30, 2014

The County coverage stops when the retiree becomes eligible for Medicare coverage.

Health Care Benefit

The health care coverage offered to active employees is available to retirees under 65 and their eligible dependents. The benefit includes medical and prescription drug, but retirees must pay 100% of the premium.

2. Funding Policies

The County has elected to fund the plan on a current pay as you go (PAYGO), i.e., the annual employer contributions each year are equal to the benefits that are paid on behalf of the retirees. Under this funding policy, GASB 45 requires the use of a discount rate consistent with the investment return on the employer's general assets. In the valuation, the discount rate is 4.0%.

The actuarially determined contribution requirement for the County's fiscal year is computed through an actuarial valuation performed as of October 1, 2013. The actuarial valuation is performed to determine the adequacy of the contribution rate, to describe the current financial condition of OPEB and to analyze changes in conditions.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multi year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on the plan and include the types of benefits in force at the valuations date and the pattern of sharing benefit costs between the County and the plan members to that point. Actuarial calculations reflect a long term perspective and employ methods and assumptions that are designed to reduce short term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions are as follows:

Significant Actuarial Assumptions

Actuarially assumed investment rate	4.0% per annum compounded annually net after investment expense.
Mortality rates for males and females	Retirement Plans 2000 Healthy Mortality Table
Retirement, disablement and separation rates	Graduated rates based on age (detailed in actuary's report).
Actuarial Cost Method	The projected unit credit cost method
General inflation	3.0% per annum
Payroll growth rate	3.0% per annum
Health care cost trend	Level 5.50%
Method used for determining actuarial value of assets	N/A
Amortization method	Level period, open basis
Remaining amortization	30

**HOPKINS COUNTY, TEXAS**  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED SEPTEMBER 30, 2014

3. Annual OPEB Cost

The County's annual other post employment benefits (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameter of GASB Statement No. 45. The ARC represents a level of accrual that is projected to recognize the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The annual OPEB cost for the fiscal year ending September 30, 2014 is as follows:

The County's annual OPEB costs, contributions, percent contributed, and net OPEB obligation are as follows:

Year Ended	OPEB Plan			
	Annual OPEB Cost	County Contribution	Percentage Contributed	Net OPEB Cost
September 30, 2014	\$8,760	\$0	0.0%	\$8,760

4. Net OPEB Liability

The County's net OPEB liability for the fiscal year ended September 30, 2014 follows:

	9/30/14
Annual Required Contribution (ARC)	\$8,760
Interest on net OPEB (NOPEB)	0
Adjustment to ARC	0
Annual OPEB cost	8,760
Employer contributions	0
Change in OPEB	8,760
Net OPEB Obligation - 10/01/13	0
Net OPEB Obligation - 9/30/14	<u>\$8,760</u>

D. Concentrations of Credit Risk

Taxes receivable are due from citizens and businesses within the County's boundaries. Risk of loss is immaterial due to wide dispersion of receivables and because of policies which address procedures for filing property tax liens. Fines receivable are due from citizens primarily within the County's boundaries. Risk of loss is reduced by an allowance for uncollectibles and collection policies.

**HOPKINS COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*  
*YEAR ENDED SEPTEMBER 30, 2014*

E. Restatement

In the year ended September 30, 2013, the County failed to recognize deferred tax revenue of \$39,580, and deferred fine revenue of \$1,556,895, in accordance with generally accepted accounting principles (Governmental Accounting Standards Board Opinion Number 33). The following corrections were made to the September 30, 2013 basic financial statements.

	As Reported 9/30/13	Restatement Increase (decrease)	As Restated 9/30/13
<b>Statement of Net Position</b>			
Unearned revenues	\$39,580	(\$39,580)	\$ --
Deferred inflows of resources	1,556,895	(1,556,895)	--
Net Position	20,532,030	1,596,475	22,128,505
 <b>Statement of Activities</b>			
Ad valorem taxes	\$9,151,643	\$39,580	\$9,191,223
Charges for services	3,697,551	(184,048)	3,513,503
Change in net position	608,414	(144,468)	463,946
Beginning net position	19,923,616	1,740,943	21,664,559
Ending Net Position	20,532,030	1,596,475	22,128,505

### *Required Supplementary Information*

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

**HOPKINS COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT B-1**  
Page 1 of 5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 7,490,889	\$ 7,490,889	\$ 7,702,433	\$ 211,544
Fees of office	1,179,950	1,179,950	1,206,949	26,999
Intergovernmental	239,749	300,357	349,248	48,891
Fines	545,000	545,000	562,402	17,402
Interest	23,000	23,000	26,666	3,666
Miscellaneous	146,748	176,702	232,592	55,890
Total revenues	9,625,336	9,715,898	10,080,290	364,392
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General Government</i>				
County Judge				
Personnel	150,690	150,690	140,998	9,692
Operating	12,150	12,150	11,248	902
Total County Judge	162,840	162,840	152,246	10,594
County Administration				
Personnel	--	531	530	1
Operating	424,525	378,279	354,796	23,483
Capital	--	62,245	62,245	--
Total County Administration	424,525	441,055	417,571	23,484
Risk Management				
Operating	306,860	306,860	280,351	26,509
Total County Clerk	306,860	306,860	280,351	26,509
County Clerk				
Personnel	248,595	248,595	248,177	418
Operating	22,750	22,750	21,972	778
Total County Clerk	271,345	271,345	270,149	1,196
Veteran Service				
Personnel	32,084	32,137	32,134	3
Operating	3,900	3,847	3,539	308
Total Veteran Service	35,984	35,984	35,673	311
Nondepartmental				
Operating	154,788	159,365	151,120	8,245
Total Nondepartmental	154,788	159,365	151,120	8,245
Total General Government	1,356,342	1,377,449	1,307,110	70,339
<i>Judicial</i>				
County Court				
Personnel	233,806	233,806	230,243	3,563
Operating	29,600	29,600	26,658	2,942
Total County Court	263,406	263,406	256,901	6,505
8th District Court				
Personnel	106,292	144,623	144,619	4
Operating	173,800	196,077	233,521	(37,444)
Total 8th District Court	280,092	340,700	378,140	(37,444)

**HOPKINS COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT B-1**  
**Page 2 of 5**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>62nd District Court</i>				
<i>Personnel</i>	\$ 42,906	\$ 43,107	\$ 43,103	\$ 4
<i>Operating</i>	46,000	45,799	48,794	(2,995)
<i>Total 62nd District Court</i>	<u>88,906</u>	<u>88,906</u>	<u>91,897</u>	<u>(2,991)</u>
<i>District Clerk</i>				
<i>Personnel</i>	300,190	300,190	276,165	24,025
<i>Operating</i>	24,500	24,500	20,633	3,867
<i>Capital</i>	1,000	1,000	--	1,000
<i>Total District Clerk</i>	<u>325,690</u>	<u>325,690</u>	<u>296,798</u>	<u>28,892</u>
<i>Justice of the Peace Number One</i>				
<i>Personnel</i>	143,201	143,279	143,274	5
<i>Operating</i>	7,900	7,822	7,666	156
<i>Total Justice of the Peace Number One</i>	<u>151,101</u>	<u>151,101</u>	<u>150,940</u>	<u>161</u>
<i>Justice of the Peace Number Two</i>				
<i>Personnel</i>	142,742	143,158	140,908	2,250
<i>Operating</i>	7,900	7,484	6,410	1,074
<i>Total Justice of the Peace Number Two</i>	<u>150,642</u>	<u>150,642</u>	<u>147,318</u>	<u>3,324</u>
<i>Total Judicial</i>	<u>1,259,837</u>	<u>1,320,445</u>	<u>1,321,994</u>	<u>(1,549)</u>
<i>Legal</i>				
<i>County attorney</i>				
<i>Personnel</i>	224,342	224,342	223,650	692
<i>Operating</i>	6,300	6,300	5,452	848
<i>Total County Attorney</i>	<u>230,642</u>	<u>230,642</u>	<u>229,102</u>	<u>1,540</u>
<i>Total Legal</i>	<u>230,642</u>	<u>230,642</u>	<u>229,102</u>	<u>1,540</u>
<i>Financial Administration</i>				
<i>County Auditor</i>				
<i>Personnel</i>	191,853	192,195	192,191	4
<i>Operating</i>	11,000	10,658	9,339	1,319
<i>Total County Auditor</i>	<u>202,853</u>	<u>202,853</u>	<u>201,530</u>	<u>1,323</u>
<i>County Treasurer</i>				
<i>Personnel</i>	108,585	109,414	109,409	5
<i>Operating</i>	6,400	5,571	3,639	1,932
<i>Total County Treasurer</i>	<u>114,985</u>	<u>114,985</u>	<u>113,048</u>	<u>1,937</u>
<i>Tax Assessor Collector</i>				
<i>Personnel</i>	296,198	294,873	283,486	11,387
<i>Operating</i>	37,500	38,825	36,926	1,899
<i>Capital</i>	1,100	1,100	1,024	76
<i>Total Tax Assessor Collector</i>	<u>334,798</u>	<u>334,798</u>	<u>321,436</u>	<u>13,362</u>

**HOPKINS COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT B-1**  
**Page 3 of 5**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Data Processing</i>				
<i>Operating</i>	\$ 193,036	\$ 177,267	\$ 176,860	\$ 407
<i>Capital</i>	28,000	43,769	43,662	107
<i>Total Data Processing</i>	<u>221,036</u>	<u>221,036</u>	<u>220,522</u>	<u>514</u>
<i>Total Financial Administration</i>	<u>873,672</u>	<u>873,672</u>	<u>856,536</u>	<u>17,136</u>
<i>Public Safety</i>				
<i>VFD</i>				
<i>Operating</i>	146,011	131,253	124,465	6,788
<i>Capital</i>	--	10,000	10,000	--
<i>Total VFD</i>	<u>146,011</u>	<u>141,253</u>	<u>134,465</u>	<u>6,788</u>
<i>Volunteer Fire</i>				
<i>Personnel</i>	404,697	397,639	397,633	6
<i>Operating</i>	109,007	129,040	129,035	5
<i>Capital</i>	12,000	3,783	3,782	1
<i>Total Volunteer Fire</i>	<u>525,704</u>	<u>530,462</u>	<u>530,450</u>	<u>12</u>
<i>Constable Number One</i>				
<i>Personnel</i>	67,655	67,655	67,514	141
<i>Operating</i>	7,850	7,850	7,157	693
<i>Total Constable Number One</i>	<u>75,505</u>	<u>75,505</u>	<u>74,671</u>	<u>834</u>
<i>Constable Number Two</i>				
<i>Personnel</i>	67,473	67,473	67,255	218
<i>Operating</i>	7,850	7,850	5,207	2,643
<i>Total Constable Number Two</i>	<u>75,323</u>	<u>75,323</u>	<u>72,462</u>	<u>2,861</u>
<i>County Sheriff</i>				
<i>Personnel</i>	1,524,193	1,532,229	1,532,222	7
<i>Operating</i>	332,305	324,556	324,555	1
<i>Capital</i>	109,500	142,386	142,385	1
<i>Total County Sheriff</i>	<u>1,965,998</u>	<u>1,999,171</u>	<u>1,999,162</u>	<u>9</u>
<i>Department of Public Safety</i>				
<i>Personnel</i>	39,684	39,787	39,784	3
<i>Operating</i>	500	397	370	27
<i>Total Department of Public Safety</i>	<u>40,184</u>	<u>40,184</u>	<u>40,154</u>	<u>30</u>
<i>Cops Grant</i>				
<i>Personnel</i>	341,673	321,854	321,851	3
<i>Operating</i>	17,500	9,756	9,754	2
<i>Total Cops Grant</i>	<u>359,173</u>	<u>331,610</u>	<u>331,605</u>	<u>5</u>
<i>Jail</i>				
<i>Personnel</i>	1,044,220	1,002,897	1,002,896	1
<i>Operating</i>	460,000	603,475	603,468	7
<i>Capital</i>	15,000	8,259	8,259	--
<i>Total Jail</i>	<u>1,519,220</u>	<u>1,614,631</u>	<u>1,614,623</u>	<u>8</u>

**HOPKINS COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT B-1**  
Page 4 of 5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Litter Abatement</i>				
<i>Personnel</i>	\$ 32,902	\$ 47,763	\$ 47,759	\$ 4
<i>Operating</i>	35,000	35,777	35,777	--
<i>Total Litter Abatement</i>	67,902	83,540	83,536	4
<i>Adult Probation</i>				
<i>Operating</i>	28,250	28,250	20,706	7,544
<i>Total Adult Probation</i>	28,250	28,250	20,706	7,544
<i>Total Public Safety</i>	4,803,270	4,919,929	4,901,834	18,095
<i>Public Facilities</i>				
<i>Building Maintenance</i>				
<i>Personnel</i>	90,168	90,460	90,455	5
<i>Operating</i>	218,492	218,750	200,851	17,899
<i>Capital</i>	60,000	60,000	57,134	2,866
<i>Total Building Maintenance</i>	368,660	369,210	348,440	20,770
<i>Total Public Facilities</i>	368,660	369,210	348,440	20,770
<i>Extension Service</i>				
<i>Extension Office</i>				
<i>Personnel</i>	56,182	56,182	48,673	7,509
<i>Operating</i>	25,500	25,500	24,242	1,258
<i>Capital</i>	1,500	2,000	1,957	43
<i>Total Extension Office</i>	83,182	83,682	74,872	8,810
<i>Total Extension Service</i>	83,182	83,682	74,872	8,810
<i>Elections</i>				
<i>Elections</i>				
<i>Personnel</i>	28,863	25,613	25,133	480
<i>Operating</i>	39,471	42,721	42,720	1
<i>Total Elections</i>	68,334	68,334	67,853	481
<i>Total Elections</i>	68,334	68,334	67,853	481
<i>Health and Welfare</i>				
<i>Environmental Quality</i>				
<i>Personnel</i>	45,103	45,103	42,187	2,916
<i>Operating</i>	7,550	7,850	6,563	1,287
<i>Total Environmental Quality</i>	52,653	52,953	48,750	4,203
<i>Total Health and Welfare</i>	52,653	52,953	48,750	4,203
<i>Total expenditures</i>	9,096,592	9,296,316	9,156,491	139,825
<i>Excess (deficiency) of revenues over (under) expenditures</i>	528,744	419,582	923,799	504,217

**HOPKINS COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
<i>Transfers in</i>	\$ --	\$ 15,339	\$ 15,339	\$ --
<i>Transfers out</i>	(576,946)	(576,946)	(576,946)	--
<i>Sale of capital assets</i>	--	19,248	129,403	110,155
<i>Proceeds from capital leases</i>	--	74,275	74,275	--
Total other financing sources (uses)	<u>(576,946)</u>	<u>(468,084)</u>	<u>(357,929)</u>	<u>110,155</u>
Net change in fund balances	(48,202)	(48,502)	565,870	614,372
Fund balances, October 1	3,293,306	3,293,306	3,293,306	--
Fund balances, September 30	<u>\$ 3,245,104</u>	<u>\$ 3,244,804</u>	<u>\$ 3,859,176</u>	<u>\$ 614,372</u>

**HOPKINS COUNTY, TEXAS**  
**ROAD AND BRIDGE MAINTENANCE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT B-2**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,442,058	\$ 2,442,058	\$ 2,492,647	\$ 50,589
Fees of office	720,000	720,000	740,653	20,653
Intergovernmental	86,000	125,172	91,877	(33,295)
Interest	5,000	5,000	9,051	4,051
Miscellaneous	16,943	254,700	259,813	5,113
Total revenues	<u>3,270,001</u>	<u>3,546,930</u>	<u>3,594,041</u>	<u>47,111</u>
Expenditures:				
Current:				
Public Transportation				
Road and Bridge Number One				
Personnel	388,929	373,957	373,925	32
Operating	476,416	506,711	494,431	12,280
Capital	50,000	19,832	19,832	--
Total Road and Bridge Number One	<u>915,345</u>	<u>900,500</u>	<u>888,188</u>	<u>12,312</u>
Road and Bridge Number Two				
Personnel	353,289	356,486	356,482	4
Operating	544,246	640,095	633,246	6,849
Capital	17,810	26,644	26,500	144
Total Road and Bridge Number Two	<u>915,345</u>	<u>1,023,225</u>	<u>1,016,228</u>	<u>6,997</u>
Road and Bridge Number Three				
Personnel	382,457	382,457	357,879	24,578
Operating	484,888	681,422	534,971	146,451
Capital	48,000	5,500	5,260	240
Total Road and Bridge Number Three	<u>915,345</u>	<u>1,069,379</u>	<u>898,110</u>	<u>171,269</u>
Road and Bridge Number Four				
Personnel	371,106	371,106	354,459	16,647
Operating	494,239	517,607	483,070	34,537
Capital	50,000	25,090	25,089	1
Total Road and Bridge Number Four	<u>915,345</u>	<u>913,803</u>	<u>862,618</u>	<u>51,185</u>
Total Public Transportation	<u>3,661,380</u>	<u>3,906,907</u>	<u>3,665,144</u>	<u>241,763</u>
Total expenditures	<u>3,661,380</u>	<u>3,906,907</u>	<u>3,665,144</u>	<u>241,763</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(391,379)</u>	<u>(359,977)</u>	<u>(71,103)</u>	<u>288,874</u>
Other financing sources (uses):				
Transfers in	500,000	500,000	500,000	--
Transfers out	--	(85,059)	(85,059)	--
Sale of capital assets	--	47,657	47,656	(1)
Total other financing sources (uses)	<u>500,000</u>	<u>462,598</u>	<u>462,597</u>	<u>(1)</u>
Net change in fund balances	108,621	102,621	391,494	288,873
Fund balances, October 1	741,134	741,134	741,134	--
Fund balances, September 30	<u>\$ 849,755</u>	<u>\$ 843,755</u>	<u>\$ 1,132,628</u>	<u>\$ 288,873</u>

A. TCDRS Pension Plan Schedule of Funding Progress

**Actuarial Valuation Information**

Actuarial valuation date	12/31/11	12/31/12	12/31/13
Actuarial value of assets	\$18,079,951	\$19,346,702	\$20,790,488
Actuarial Accrued Liability (AAL)	\$22,228,332	\$23,851,030	\$25,195,789
Unfunded AAL (UAAL)	\$4,148,381	\$4,504,328	\$4,405,301
Funded Ratio	81.34%	81.11%	82.52%
Annual Covered Payroll (actuarial)	\$6,672,118	\$6,585,056	\$6,841,395
UAAL as a Percentage of Covered Payroll	62.17%	68.40%	64.39%

B. Other Postemployment Benefits Plan Schedule of Funding Progress

The funding status of the OPEB plan as of September 30, 2014, follows:

Actuarial valuation date	10/01/13
Actuarial Valuation of Assets (AVA)	\$0
Actuarial Accrued Liability (AAL)	\$68,373
Unfunded Actuarial Accrued Asset	\$68,373
Funded Ratio	0.00%
Annual Covered Payroll	\$6,044,742
UAAL as % of payroll	1.13%

Note: The plan receives an actuarial valuation biennially.

*Combining Statements and Budget Comparisons  
as Supplementary Information*

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

**HOPKINS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2014**

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 1,248,735	\$ 291,792	\$ 425,311	\$ 1,965,838
Receivables (net of allowances for uncollectibles):				
<i>Fines</i>	182,729	--	--	182,729
<i>Taxes</i>	39,220	40,102	--	79,322
<i>Other receivables</i>	43,318	--	--	43,318
<i>Due from other governments</i>	3,162	--	--	3,162
<i>Prepaid items</i>	36,610	--	--	36,610
Total Assets	<u>\$ 1,553,774</u>	<u>\$ 331,894</u>	<u>\$ 425,311</u>	<u>\$ 2,310,979</u>
<b>LIABILITIES</b>				
<i>Accounts payable</i>	\$ 55,269	\$ --	\$ --	\$ 55,269
<i>Other payables</i>	347,015	--	--	347,015
<i>Accrued liabilities</i>	5,859	--	--	5,859
<i>Due to other funds</i>	62,997	--	58,022	121,019
Total Liabilities	<u>471,140</u>	<u>--</u>	<u>58,022</u>	<u>529,162</u>
Deferred Inflows of Resources:				
<i>Unavailable revenue - property taxes</i>	36,085	36,763	--	72,848
<i>Unavailable revenue - fines</i>	182,729	--	--	182,729
<i>Unavailable revenue - other</i>	--	--	--	--
Total Deferred Inflows of Resources	<u>218,814</u>	<u>36,763</u>	<u>--</u>	<u>255,577</u>
Fund balances:				
<i>Nonpendable</i>	36,610	--	--	36,610
<i>Restricted</i>	821,958	295,131	367,289	1,484,378
<i>Committed</i>	64,136	--	--	64,136
<i>Unassigned</i>	(58,884)	--	--	(58,884)
Total fund balances	<u>863,820</u>	<u>295,131</u>	<u>367,289</u>	<u>1,526,240</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,553,774</u>	<u>\$ 331,894</u>	<u>\$ 425,311</u>	<u>\$ 2,310,979</u>

**HOPKINS COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
<b>Revenues:</b>				
<i>Taxes</i>	\$ 832,228	\$ 609,190	\$ --	\$ 1,441,418
<i>Fees of office</i>	665,479	--	--	665,479
<i>Intergovernmental</i>	121,266	--	--	121,266
<i>Fines</i>	19,934	--	--	19,934
<i>Interest</i>	5,371	7,148	2,182	14,701
<i>Miscellaneous</i>	95,723	--	854	96,577
<b>Total revenues</b>	<u>1,740,001</u>	<u>616,338</u>	<u>3,036</u>	<u>2,359,375</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General government</i>	138,935	--	--	138,935
<i>Judicial</i>	14,307	--	--	14,307
<i>Legal</i>	420,761	--	--	420,761
<i>Public safety</i>	85,655	--	--	85,655
<i>Public transportation</i>	80,089	--	--	80,089
<i>Public facilities</i>	636,173	--	162,986	799,159
<i>Health and welfare</i>	41,855	--	--	41,855
<b>Debt service:</b>				
<i>Principal</i>	--	445,000	--	445,000
<i>Interest and fiscal charges</i>	--	166,681	--	166,681
<b>Total expenditures</b>	<u>1,417,775</u>	<u>611,681</u>	<u>162,986</u>	<u>2,192,442</u>
Excess (deficiency) of revenues over (under) expenditures	322,226	4,657	(159,950)	166,933
<b>Other financing sources (uses):</b>				
<i>Transfers in</i>	639,059	6,100	220,000	865,159
<i>Transfers out</i>	(718,493)	--	--	(718,493)
<i>Sale of capital assets</i>	1,512	--	--	1,512
<i>Bonds issued</i>	--	224,900	--	224,900
<i>Capital leases</i>	9,499	--	--	9,499
<b>Total other financing sources (uses)</b>	<u>(68,423)</u>	<u>231,000</u>	<u>220,000</u>	<u>382,577</u>
<b>Net change in fund balances</b>	<b>253,803</b>	<b>235,657</b>	<b>60,050</b>	<b>549,510</b>
Fund balances, October 1	610,017	59,474	307,239	976,730
Fund balances, September 30	<u>\$ 863,820</u>	<u>\$ 295,131</u>	<u>\$ 367,289</u>	<u>\$ 1,526,240</u>

**HOPKINS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2014**

	<u>Records Management</u>	<u>Civic Center Hotel Motel Tax</u>	<u>Child Abuse Prevention</u>	<u>Court Record Archive</u>
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 64,878	\$ 93,157	\$ 3,186	\$ 21,724
Receivables (net of allowances for uncollectibles):				
<i>Fines</i>	247	--	4,390	5,936
<i>Taxes</i>	--	--	--	--
<i>Other receivables</i>	--	24,712	--	--
<i>Due from other governments</i>	--	2,862	--	--
<i>Prepaid items</i>	--	--	--	--
<b>Total Assets</b>	<u>\$ 65,125</u>	<u>\$ 120,731</u>	<u>\$ 7,576</u>	<u>\$ 27,660</u>
<b>LIABILITIES</b>				
<i>Accounts payable</i>	\$ 22	\$ 859	\$ --	\$ --
<i>Other payables</i>	52	--	--	--
<i>Accrued liabilities</i>	182	--	--	--
<i>Due to other funds</i>	--	--	--	--
<b>Total Liabilities</b>	<u>256</u>	<u>859</u>	<u>--</u>	<u>--</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
<i>Unavailable revenue - property taxes</i>	--	--	--	--
<i>Unavailable revenue - fines</i>	247	--	4,390	5,936
<b>Total Deferred Inflows of Resources</b>	<u>247</u>	<u>--</u>	<u>4,390</u>	<u>5,936</u>
<b>FUND BALANCES:</b>				
<i>Nonpendable</i>	--	--	--	--
<i>Restricted</i>	64,622	119,872	3,186	21,724
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	--	--	--	--
<b>Total fund balances (deficits)</b>	<u>64,622</u>	<u>119,872</u>	<u>3,186</u>	<u>21,724</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances (deficits)</b>	<u>\$ 65,125</u>	<u>\$ 120,731</u>	<u>\$ 7,576</u>	<u>\$ 27,660</u>

<u>Civic Center</u>	<u>JP Computer Technology</u>	<u>District Attorney</u>	<u>Law Library</u>	<u>Record Preservation County</u>
\$ 76,991	\$ 2,376	\$ 81,670	\$ --	\$ 23,547
--	14,242	--	46,660	69,111
--	--	--	--	--
17,333	--	--	3	--
--	--	300	--	--
32,344	--	--	--	--
<u>\$ 126,668</u>	<u>\$ 16,618</u>	<u>\$ 81,970</u>	<u>\$ 46,663</u>	<u>\$ 92,658</u>
\$ 26,841	\$ --	\$ 8,447	\$ 2,564	\$ 332
1,285	--	--	--	--
2,062	--	2,663	--	--
--	--	--	7,366	--
<u>30,188</u>	<u>--</u>	<u>11,110</u>	<u>9,930</u>	<u>332</u>
--	--	--	--	--
--	14,243	--	46,659	69,111
<u>--</u>	<u>14,243</u>	<u>--</u>	<u>46,659</u>	<u>69,111</u>
32,344	--	--	--	--
--	2,375	70,860	--	23,215
64,136	--	--	--	--
--	--	--	(9,926)	--
<u>96,480</u>	<u>2,375</u>	<u>70,860</u>	<u>(9,926)</u>	<u>23,215</u>
<u>\$ 126,668</u>	<u>\$ 16,618</u>	<u>\$ 81,970</u>	<u>\$ 46,663</u>	<u>\$ 92,658</u>

**HOPKINS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2014**

	<u>Courthouse Security</u>	<u>Justice Court Security</u>	<u>HAVA Grant</u>	<u>CC Technology Fund</u>
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ 16,835	\$ 13,902	\$ 7,456	\$ 4,189
Receivables (net of allowances for uncollectibles):				
<i>Fines</i>	35,189	3,740	--	1,153
<i>Taxes</i>	--	--	--	--
<i>Other receivables</i>	--	--	--	--
<i>Due from other governments</i>	--	--	--	--
<i>Prepaid items</i>	--	--	574	--
<b>Total Assets</b>	<u>\$ 52,024</u>	<u>\$ 17,642</u>	<u>\$ 8,030</u>	<u>\$ 5,342</u>
<b>LIABILITIES</b>				
<i>Accounts payable</i>	\$ 874	\$ --	\$ --	\$ --
<i>Other payables</i>	--	--	--	--
<i>Accrued liabilities</i>	327	--	--	--
<i>Due to other funds</i>	--	--	--	--
<b>Total Liabilities</b>	<u>1,201</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
<i>Unavailable revenue - property taxes</i>	--	--	--	--
<i>Unavailable revenue - fines</i>	35,189	3,740	--	1,153
<b>Total Deferred Inflows of Resources</b>	<u>35,189</u>	<u>3,740</u>	<u>--</u>	<u>1,153</u>
<b>FUND BALANCES:</b>				
<i>Nonpendable</i>	--	--	574	--
<i>Restricted</i>	15,634	13,902	7,456	4,189
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	--	--	--	--
<b>Total fund balances (deficits)</b>	<u>15,634</u>	<u>13,902</u>	<u>8,030</u>	<u>4,189</u>
<b>Total Liabilities, Deferred Inflows of     Resources, and Fund Balances (deficits)</b>	<u>\$ 52,024</u>	<u>\$ 17,642</u>	<u>\$ 8,030</u>	<u>\$ 5,342</u>

Precinct #1 House	Road and Bridge Special Maintenance	Farm to Market Special	Road & Bridge County Project	County Clerk Archive
\$ 2,633	\$ 67,592	\$ 66,820	\$ 20,736	\$ 60,471
--	--	--	--	--
--	19,555	19,665	--	--
--	--	--	1,210	--
--	--	--	--	--
306	--	--	3,386	--
<u>\$ 2,939</u>	<u>\$ 87,147</u>	<u>\$ 86,485</u>	<u>\$ 25,332</u>	<u>\$ 60,471</u>
\$ 75	\$ --	\$ --	\$ 2,089	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	1,613	--
<u>75</u>	<u>--</u>	<u>--</u>	<u>3,702</u>	<u>--</u>
--	17,989	18,096	--	--
--	--	--	--	--
<u>--</u>	<u>17,989</u>	<u>18,096</u>	<u>--</u>	<u>--</u>
306	--	--	3,386	--
2,558	69,158	68,389	18,244	60,471
--	--	--	--	--
--	--	--	--	--
<u>2,864</u>	<u>69,158</u>	<u>68,389</u>	<u>21,630</u>	<u>60,471</u>
<u>\$ 2,939</u>	<u>\$ 87,147</u>	<u>\$ 86,485</u>	<u>\$ 25,332</u>	<u>\$ 60,471</u>

**HOPKINS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2014**

	Texas Mitigatio Grant	DA State Fund	SO Federal Forfeiture	DA Federal Forfeiture
<b>ASSETS</b>				
<i>Cash and cash equivalents</i>	\$ --	\$ 6,265	\$ 735	\$ 85,415
Receivables (net of allowances for uncollectibles):				
<i>Fines</i>	--	--	--	--
<i>Taxes</i>	--	--	--	--
<i>Other receivables</i>	--	--	--	60
<i>Due from other governments</i>	--	--	--	--
<i>Prepaid items</i>	--	--	--	--
<b>Total Assets</b>	<u>\$ --</u>	<u>\$ 6,265</u>	<u>\$ 735</u>	<u>\$ 85,475</u>
<b>LIABILITIES</b>				
<i>Accounts payable</i>	\$ --	\$ 834	\$ --	\$ 3,059
<i>Other payables</i>	--	--	--	--
<i>Accrued liabilities</i>	--	166	--	--
<i>Due to other funds</i>	34,155	19,863	--	--
<b>Total Liabilities</b>	<u>34,155</u>	<u>20,863</u>	<u>--</u>	<u>3,059</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
<i>Unavailable revenue - property taxes</i>	--	--	--	--
<i>Unavailable revenue - fines</i>	--	--	--	--
<b>Total Deferred Inflows of Resources</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>FUND BALANCES:</b>				
<i>Nonpendable</i>	--	--	--	--
<i>Restricted</i>	--	--	735	82,416
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	(34,155)	(14,598)	--	--
<b>Total fund balances (deficits)</b>	<u>(34,155)</u>	<u>(14,598)</u>	<u>735</u>	<u>82,416</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances (deficits)</b>	<u>\$ --</u>	<u>\$ 6,265</u>	<u>\$ 735</u>	<u>\$ 85,475</u>

<u>Court of Appeals Fee</u>	<u>County Attorney Special Restitution</u>	<u>DA Pending</u>	<u>S/O Drug Forfeiture</u>	<u>DA Forfeiture</u>
\$ 655	\$ 11,211	\$ 345,809	\$ 23,481	\$ 144,853
2,061	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 2,716</u>	<u>\$ 11,211</u>	<u>\$ 345,809</u>	<u>\$ 23,481</u>	<u>\$ 144,853</u>
\$ 860	\$ 8,059	\$ --	\$ --	\$ 284
--	--	345,678	--	--
--	--	--	--	459
--	--	--	--	--
<u>860</u>	<u>8,059</u>	<u>345,678</u>	<u>--</u>	<u>743</u>
--	--	--	--	--
2,061	--	--	--	--
<u>2,061</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--
--	3,152	131	23,481	144,110
--	--	--	--	--
(205)	--	--	--	--
<u>(205)</u>	<u>3,152</u>	<u>131</u>	<u>23,481</u>	<u>144,110</u>
<u>\$ 2,716</u>	<u>\$ 11,211</u>	<u>\$ 345,809</u>	<u>\$ 23,481</u>	<u>\$ 144,853</u>

**HOPKINS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2014**

	CA Check Collection Fee	DA Check Collection Fee	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 640	\$ 1,508	\$ 1,248,735
Receivables (net of allowances for uncollectibles):			
<i>Fines</i>	--	--	182,729
<i>Taxes</i>	--	--	39,220
<i>Other receivables</i>	--	--	43,318
<i>Due from other governments</i>	--	--	3,162
<i>Prepaid items</i>	--	--	36,610
<b>Total Assets</b>	<u>\$ 640</u>	<u>\$ 1,508</u>	<u>\$ 1,553,774</u>
<b>LIABILITIES</b>			
<i>Accounts payable</i>	\$ 70	\$ --	\$ 55,269
<i>Other payables</i>	--	--	347,015
<i>Accrued liabilities</i>	--	--	5,859
<i>Due to other funds</i>	--	--	62,997
<b>Total Liabilities</b>	<u>70</u>	<u>--</u>	<u>471,140</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
<i>Unavailable revenue - property taxes</i>	--	--	36,085
<i>Unavailable revenue - fines</i>	--	--	182,729
<b>Total Deferred Inflows of Resources</b>	<u>--</u>	<u>--</u>	<u>218,814</u>
<b>FUND BALANCES:</b>			
<i>Nonpendable</i>	--	--	36,610
<i>Restricted</i>	570	1,508	821,958
<i>Committed</i>	--	--	64,136
<i>Unassigned</i>	--	--	(58,884)
<b>Total fund balances (deficits)</b>	<u>570</u>	<u>1,508</u>	<u>863,820</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances (deficits)</b>	<u>\$ 640</u>	<u>\$ 1,508</u>	<u>\$ 1,553,774</u>

*This page is left blank intentionally.*

**HOPKINS COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Records Management	Civic Center Hotel Motel Tax	Child Abuse Prevention	Court Record Archive
Revenues:				
<i>Taxes</i>	\$ --	\$ 287,063	\$ --	\$ --
<i>Fees of office</i>	62,403	--	--	--
<i>Intergovernmental</i>	--	--	--	--
<i>Fines</i>	--	--	742	7,820
<i>Interest</i>	237	543	16	108
<i>Miscellaneous</i>	96	1,000	--	--
Total revenues	<u>62,736</u>	<u>288,606</u>	<u>758</u>	<u>7,928</u>
Expenditures:				
Current:				
<i>General government</i>	26,908	--	--	--
<i>Judicial</i>	--	--	--	4,000
<i>Legal</i>	--	--	--	--
<i>Public safety</i>	--	--	--	--
<i>Public transportation</i>	--	--	--	--
<i>Public facilities</i>	--	93,017	--	--
<i>Health and welfare</i>	--	--	--	--
Total expenditures	<u>26,908</u>	<u>93,017</u>	<u>--</u>	<u>4,000</u>
Excess (deficiency) of revenues over (under) expenditures	35,828	195,589	758	3,928
Other financing sources (uses):				
<i>Transfers in</i>	--	--	--	--
<i>Transfers out</i>	--	(197,054)	--	--
<i>Sale of capital assets</i>	--	--	--	--
<i>Capital leases</i>	--	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>(197,054)</u>	<u>--</u>	<u>--</u>
Net change in fund balances	35,828	(1,465)	758	3,928
Fund balances (deficits), October 1	28,794	121,337	2,428	17,796
Fund balances (deficits), September 30	<u>\$ 64,622</u>	<u>\$ 119,872</u>	<u>\$ 3,186</u>	<u>\$ 21,724</u>

Civic Center	JP Computer Technology	District Attorney	Law Library	Record Preservation County
\$ --	\$ --	\$ --	\$ --	\$ --
263,137	--	--	24,290	25,932
12,000	--	109,266	--	--
--	10,016	--	--	--
178	13	469	3	193
51,427	--	4,651	--	88
<u>326,742</u>	<u>10,029</u>	<u>114,386</u>	<u>24,293</u>	<u>26,213</u>
--	--	--	--	45,121
--	10,307	--	--	--
--	--	360,291	17,122	--
--	--	--	--	--
540,913	--	--	--	--
--	--	--	--	--
<u>540,913</u>	<u>10,307</u>	<u>360,291</u>	<u>17,122</u>	<u>45,121</u>
(214,171)	(278)	(245,905)	7,171	(18,908)
279,000	--	235,000	--	--
--	--	--	--	--
1,512	--	--	--	--
9,499	--	--	--	--
<u>290,011</u>	<u>--</u>	<u>235,000</u>	<u>--</u>	<u>--</u>
75,840	(278)	(10,905)	7,171	(18,908)
20,640	2,653	81,765	(17,097)	42,123
<u>\$ 96,480</u>	<u>\$ 2,375</u>	<u>\$ 70,860</u>	<u>\$ (9,926)</u>	<u>\$ 23,215</u>

**HOPKINS COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Courthouse Security	Justice Court Security	HAVA Grant	CC Technology Fund
Revenues:				
Taxes	\$ --	\$ --	\$ --	\$ --
Fees of office	20,269	2,468	--	--
Intergovernmental	--	--	--	--
Fines	--	--	--	1,356
Interest	8	72	34	20
Miscellaneous	95	--	4,724	--
Total revenues	<u>20,372</u>	<u>2,540</u>	<u>4,758</u>	<u>1,376</u>
Expenditures:				
Current:				
General government	35,615	243	776	--
Judicial	--	--	--	--
Legal	--	--	--	--
Public safety	--	--	--	--
Public transportation	--	--	--	--
Public facilities	--	--	--	--
Health and welfare	--	--	--	--
Total expenditures	<u>35,615</u>	<u>243</u>	<u>776</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	(15,243)	2,297	3,982	1,376
Other financing sources (uses):				
Transfers in	40,000	--	--	--
Transfers out	--	--	--	--
Sale of capital assets	--	--	--	--
Capital leases	--	--	--	--
Total other financing sources (uses)	<u>40,000</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	24,757	2,297	3,982	1,376
Fund balances (deficits), October 1	(9,123)	11,605	4,048	2,813
Fund balances (deficits), September 30	<u>\$ 15,634</u>	<u>\$ 13,902</u>	<u>\$ 8,030</u>	<u>\$ 4,189</u>

Precinct #1 House	Road and Bridge Special Maintenance	Farm to Market Special	Road & Bridge County Project	County Clerk Archive
\$ --	\$ 273,058	\$ 272,107	\$ --	\$ --
--	--	--	--	58,640
--	--	--	--	--
--	--	--	--	--
4	868	813	45	194
6,900	--	2,200	13,750	--
<u>6,904</u>	<u>273,926</u>	<u>275,120</u>	<u>13,795</u>	<u>58,834</u>
--	--	--	--	30,272
--	--	--	--	--
--	--	--	--	--
--	--	--	80,089	--
2,243	--	--	--	--
--	--	--	--	--
<u>2,243</u>	<u>--</u>	<u>--</u>	<u>80,089</u>	<u>30,272</u>
4,661	273,926	275,120	(66,294)	28,562
4,024	--	--	76,035	--
(6,100)	(250,000)	(250,000)	--	--
--	--	--	--	--
--	--	--	--	--
<u>(2,076)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>76,035</u>	<u>--</u>
2,585	23,926	25,120	9,741	28,562
279	45,232	43,269	11,889	31,909
<u>\$ 2,864</u>	<u>\$ 69,158</u>	<u>\$ 68,389</u>	<u>\$ 21,630</u>	<u>\$ 60,471</u>

**HOPKINS COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Texas Mitigatino Grant	Homeland Security Grant	CDBG Grant #711270	DA State Fund
Revenues:				
<i>Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Fees of office</i>	--	--	--	--
<i>Intergovernmental</i>	--	--	--	--
<i>Fines</i>	--	--	--	--
<i>Interest</i>	--	--	--	--
<i>Miscellaneous</i>	--	5,179	2,700	--
Total revenues	<u>--</u>	<u>5,179</u>	<u>2,700</u>	<u>--</u>
Expenditures:				
Current:				
<i>General government</i>	--	--	--	--
<i>Judicial</i>	--	--	--	--
<i>Legal</i>	--	--	--	--
<i>Public safety</i>	--	5,179	--	14,598
<i>Public transportation</i>	--	--	--	--
<i>Public facilities</i>	--	--	--	--
<i>Health and welfare</i>	39,155	--	2,700	--
Total expenditures	<u>39,155</u>	<u>5,179</u>	<u>2,700</u>	<u>14,598</u>
Excess (deficiency) of revenues over (under) expenditures	(39,155)	--	--	(14,598)
Other financing sources (uses):				
<i>Transfers in</i>	5,000	--	--	--
<i>Transfers out</i>	--	--	--	--
<i>Sale of capital assets</i>	--	--	--	--
<i>Capital leases</i>	--	--	--	--
Total other financing sources (uses)	<u>5,000</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	(34,155)	--	--	(14,598)
Fund balances (deficits), October 1	--	--	--	--
Fund balances (deficits), September 30	<u>\$ (34,155)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ (14,598)</u>

SO Federal Forfeiture	DA Federal Forfeiture	Court of Appeals Fee	County Attorney Special Restitution	DA Pending
\$ --	\$ --	\$ --	\$ --	\$ --
--	72,904	--	--	--
--	--	--	--	--
--	--	--	--	--
4	581	--	--	131
--	--	2,695	--	--
<u>4</u>	<u>73,485</u>	<u>2,695</u>	<u>--</u>	<u>131</u>
--	--	--	--	--
--	35,086	2,725	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>35,086</u>	<u>2,725</u>	<u>--</u>	<u>--</u>
4	38,399	(30)	--	131
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
4	38,399	(30)	--	131
731	44,017	(175)	3,152	--
<u>\$ 735</u>	<u>\$ 82,416</u>	<u>\$ (205)</u>	<u>\$ 3,152</u>	<u>\$ 131</u>

# HOPKINS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	S/O Drug Forfeiture	DA Forfeiture
Revenues:		
<i>Taxes</i>	\$ --	\$ --
<i>Fees of office</i>	55,014	74,116
<i>Intergovernmental</i>	--	--
<i>Fines</i>	--	--
<i>Interest</i>	80	757
<i>Miscellaneous</i>	--	216
Total revenues	<u>55,094</u>	<u>75,089</u>
Expenditures:		
Current:		
<i>General government</i>	--	--
<i>Judicial</i>	--	--
<i>Legal</i>	--	--
<i>Public safety</i>	22,091	43,787
<i>Public transportation</i>	--	--
<i>Public facilities</i>	--	--
<i>Health and welfare</i>	--	--
Total expenditures	<u>22,091</u>	<u>43,787</u>
Excess (deficiency) of revenues over (under) expenditures	33,003	31,302
Other financing sources (uses):		
<i>Transfers in</i>	--	--
<i>Transfers out</i>	(15,339)	--
<i>Sale of capital assets</i>	--	--
<i>Capital leases</i>	--	--
Total other financing sources (uses)	<u>(15,339)</u>	<u>--</u>
Net change in fund balances	17,664	31,302
Fund balances (deficits), October 1	5,817	112,808
Fund balances (deficits), September 30	<u>\$ 23,481</u>	<u>\$ 144,110</u>

CA Check Collection Fee	DA Check Collection Fee	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$ --	\$ --	\$ 832,228
5,406	900	665,479
--	--	121,266
--	--	19,934
--	--	5,371
2	--	95,723
<u>5,408</u>	<u>900</u>	<u>1,740,001</u>
--	--	138,935
--	--	14,307
5,537	--	420,761
--	--	85,655
--	--	80,089
--	--	636,173
--	--	41,855
<u>5,537</u>	<u>--</u>	<u>1,417,775</u>
(129)	900	322,226
--	--	639,059
--	--	(718,493)
--	--	1,512
--	--	9,499
<u>--</u>	<u>--</u>	<u>(68,423)</u>
(129)	900	253,803
699	608	610,017
<u>\$ 570</u>	<u>\$ 1,508</u>	<u>\$ 863,820</u>

**HOPKINS COUNTY, TEXAS**  
**RECORDS MANAGEMENT FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-5**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Fees of office</i>	\$ 65,775	\$ 62,403	\$ (3,372)
<i>Interest</i>	250	237	(13)
<i>Miscellaneous</i>	--	96	96
Total revenues	<u>66,025</u>	<u>62,736</u>	<u>(3,289)</u>
Expenditures:			
Current:			
<i>General Government</i>			
<i>County Clerk</i>			
<i>Personnel</i>	23,738	20,134	3,604
<i>Operating</i>	58,637	6,774	51,863
Total County Clerk	<u>82,375</u>	<u>26,908</u>	<u>55,467</u>
Total General Government	<u>82,375</u>	<u>26,908</u>	<u>55,467</u>
Total expenditures	<u>82,375</u>	<u>26,908</u>	<u>55,467</u>
Net change in fund balances	(16,350)	35,828	52,178
Fund balances, October 1	28,794	28,794	--
Fund balances, September 30	<u>\$ 12,444</u>	<u>\$ 64,622</u>	<u>\$ 52,178</u>

**HOPKINS COUNTY, TEXAS**  
HOTEL MOTEL TAX FUND  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-6

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Revenues:			
<i>Taxes</i>	\$ 245,000	\$ 287,063	\$ 42,063
<i>Interest</i>	100	543	443
<i>Miscellaneous</i>	1,000	1,000	--
Total revenues	<u>246,100</u>	<u>288,606</u>	<u>42,506</u>
Expenditures:			
Current:			
<i>Public Facilities</i>			
<i>Civic Center</i>			
<i>Operating</i>	48,367	43,358	5,009
<i>Capital</i>	49,659	49,659	--
Total Civic Center	<u>98,026</u>	<u>93,017</u>	<u>5,009</u>
Total Public Facilities	<u>98,026</u>	<u>93,017</u>	<u>5,009</u>
Total expenditures	<u>98,026</u>	<u>93,017</u>	<u>5,009</u>
Excess (deficiency) of revenues over (under) expenditures	<u>148,074</u>	<u>195,589</u>	<u>47,515</u>
Other financing sources (uses):			
<i>Transfers out</i>	(197,054)	(197,054)	--
Total other financing sources (uses)	<u>(197,054)</u>	<u>(197,054)</u>	<u>--</u>
Net change in fund balances	(48,980)	(1,465)	47,515
Fund balances, October 1	121,337	121,337	--
Fund balances, September 30	<u>\$ 72,357</u>	<u>\$ 119,872</u>	<u>\$ 47,515</u>

**HOPKINS COUNTY, TEXAS**  
 CHILD ABUSE PREVENTION  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-7

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Fines</i>	\$ 600	\$ 742	\$ 142
<i>Interest</i>	15	16	1
Total revenues	<u>615</u>	<u>758</u>	<u>143</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>District Clerk</i>			
<i>Operating</i>	2,000	--	2,000
<i>Total District Clerk</i>	<u>2,000</u>	<u>--</u>	<u>2,000</u>
<i>Total Judicial</i>	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Total expenditures	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Net change in fund balances	(1,385)	758	2,143
Fund balances, October 1	2,428	2,428	--
Fund balances, September 30	<u>\$ 1,043</u>	<u>\$ 3,186</u>	<u>\$ 2,143</u>

**HOPKINS COUNTY, TEXAS**  
 COURT REORD ARCHIVE  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

**EXHIBIT C-8**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fines</i>	\$ 5,000	\$ 7,820	\$ 2,820
<i>Interest</i>	75	108	33
Total revenues	<u>5,075</u>	<u>7,928</u>	<u>2,853</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>Justice of the Peace Technology</i>			
<i>Operating</i>	20,900	4,000	16,900
Total Justice of the Peace Technology	<u>20,900</u>	<u>4,000</u>	<u>16,900</u>
Total Judicial	<u>20,900</u>	<u>4,000</u>	<u>16,900</u>
Total expenditures	<u>20,900</u>	<u>4,000</u>	<u>16,900</u>
Net change in fund balances	(15,825)	3,928	19,753
Fund balances, October 1	17,796	17,796	--
Fund balances, September 30	<u>\$ 1,971</u>	<u>\$ 21,724</u>	<u>\$ 19,753</u>

**HOPKINS COUNTY, TEXAS**  
 CIVIC CENTER FUND  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

**EXHIBIT C-9**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Fees of office</i>	\$ 224,461	\$ 263,137	\$ 38,676
<i>Intergovernmental</i>	12,000	12,000	--
<i>Interest</i>	50	178	128
<i>Miscellaneous</i>	34,815	51,427	16,612
Total revenues	<u>271,326</u>	<u>326,742</u>	<u>55,416</u>
Expenditures:			
Current:			
<i>Public Facilities</i>			
<i>Civic Center</i>			
<i>Personnel</i>	277,010	277,006	4
<i>Operating</i>	271,666	262,356	9,310
<i>Capital</i>	11,149	1,551	9,598
Total Civic Center	<u>559,825</u>	<u>540,913</u>	<u>18,912</u>
Total Public Facilities	<u>559,825</u>	<u>540,913</u>	<u>18,912</u>
Total expenditures	<u>559,825</u>	<u>540,913</u>	<u>18,912</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(288,499)</u>	<u>(214,171)</u>	<u>74,328</u>
Other financing sources (uses):			
<i>Transfers in</i>	279,000	279,000	--
<i>Sale of capital assets</i>	--	1,512	1,512
<i>Proceeds from capital leases</i>	9,499	9,499	--
Total other financing sources (uses)	<u>288,499</u>	<u>290,011</u>	<u>1,512</u>
Net change in fund balances	--	75,840	75,840
Fund balances, October 1	20,640	20,640	--
Fund balances, September 30	<u>\$ 20,640</u>	<u>\$ 96,480</u>	<u>\$ 75,840</u>

**HOPKINS COUNTY, TEXAS**  
 DISTRICT ATTORNEY FUND  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-10

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Intergovernmental</i>	\$ 102,310	\$ 109,266	\$ 6,956
<i>Interest</i>	250	469	219
<i>Miscellaneous</i>	3,631	4,651	1,020
Total revenues	<u>106,191</u>	<u>114,386</u>	<u>8,195</u>
Expenditures:			
Current:			
<i>Legal</i>			
<i>District Attorney</i>			
<i>Personnel</i>	373,438	359,962	13,476
<i>Operating</i>	350	329	21
Total District Attorney	<u>373,788</u>	<u>360,291</u>	<u>13,497</u>
Total Legal	<u>373,788</u>	<u>360,291</u>	<u>13,497</u>
Total expenditures	<u>373,788</u>	<u>360,291</u>	<u>13,497</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(267,597)</u>	<u>(245,905)</u>	<u>21,692</u>
Other financing sources (uses):			
<i>Transfers in</i>	<u>235,000</u>	<u>235,000</u>	<u>--</u>
Total other financing sources (uses)	<u>235,000</u>	<u>235,000</u>	<u>--</u>
Net change in fund balances	(32,597)	(10,905)	21,692
Fund balances, October 1	81,765	81,765	--
Fund balances, September 30	<u>\$ 49,168</u>	<u>\$ 70,860</u>	<u>\$ 21,692</u>

**HOPKINS COUNTY, TEXAS**  
**LAW LIBRARY FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-11**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 24,000	\$ 24,290	\$ 290
<i>Interest</i>	--	3	3
Total revenues	<u>24,000</u>	<u>24,293</u>	<u>293</u>
Expenditures:			
Current:			
<i>Legal</i>			
<i>Law Library</i>			
<i>Operating</i>	18,000	17,122	878
Total Law Library	<u>18,000</u>	<u>17,122</u>	<u>878</u>
Total Legal	<u>18,000</u>	<u>17,122</u>	<u>878</u>
Total expenditures	<u>18,000</u>	<u>17,122</u>	<u>878</u>
Net change in fund balances	6,000	7,171	1,171
Fund balances (deficits), October 1	(17,097)	(17,097)	--
Fund balances (deficits), September 30	<u>\$ (11,097)</u>	<u>\$ (9,926)</u>	<u>\$ 1,171</u>

**HOPKINS COUNTY, TEXAS**  
**RECORD PRESERVATION COUNTY**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-12**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 24,000	\$ 25,932	\$ 1,932
<i>Interest</i>	225	193	(32)
<i>Miscellaneous</i>	--	88	88
Total revenues	<u>24,225</u>	<u>26,213</u>	<u>1,988</u>
Expenditures:			
Current:			
<i>General Government</i>			
<i>County Clerk</i>			
<i>Personnel</i>	21,802	21,618	184
<i>Operating</i>	41,750	23,503	18,247
Total County Clerk	<u>63,552</u>	<u>45,121</u>	<u>18,431</u>
Total General Government	<u>63,552</u>	<u>45,121</u>	<u>18,431</u>
Total expenditures	<u>63,552</u>	<u>45,121</u>	<u>18,431</u>
Net change in fund balances	(39,327)	(18,908)	20,419
Fund balances, October 1	42,123	42,123	--
Fund balances, September 30	<u>\$ 2,796</u>	<u>\$ 23,215</u>	<u>\$ 20,419</u>

**HOPKINS COUNTY, TEXAS**  
**COURTHOUSE SECURITY FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-13**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Fees of office</i>	\$ 20,000	\$ 20,269	\$ 269
<i>Interest</i>	--	8	8
<i>Miscellaneous</i>	--	95	95
Total revenues	<u>20,000</u>	<u>20,372</u>	<u>372</u>
Expenditures:			
Current:			
<i>General Government</i>			
<i>County Clerk</i>			
<i>Personnel</i>	58,447	33,835	24,612
<i>Operating</i>	1,781	1,780	1
Total County Clerk	<u>60,228</u>	<u>35,615</u>	<u>24,613</u>
Total General Government	<u>60,228</u>	<u>35,615</u>	<u>24,613</u>
Total expenditures	<u>60,228</u>	<u>35,615</u>	<u>24,613</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(40,228)</u>	<u>(15,243)</u>	<u>24,985</u>
Other financing sources (uses):			
<i>Transfers in</i>	40,000	40,000	--
Total other financing sources (uses)	<u>40,000</u>	<u>40,000</u>	<u>--</u>
Net change in fund balances	(228)	24,757	24,985
Fund balances (deficits), October 1	(9,123)	(9,123)	--
Fund balances, September 30	<u>\$ (9,351)</u>	<u>\$ 15,634</u>	<u>\$ 24,985</u>

**HOPKINS COUNTY, TEXAS**  
*JUSTICE COURT SECURITY*  
*SPECIAL REVENUE FUND*  
*BUDGETARY COMPARISON SCHEDULE*  
*FOR THE YEAR ENDED SEPTEMBER 30, 2014*

**EXHIBIT C-14**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 2,500	\$ 2,468	\$ (32)
<i>Interest</i>	50	72	22
Total revenues	<u>2,550</u>	<u>2,540</u>	<u>(10)</u>
Expenditures:			
Current:			
<i>General Government</i>			
<i>County Clerk</i>			
<i>Operating</i>	10,000	243	9,757
Total County Clerk	<u>10,000</u>	<u>243</u>	<u>9,757</u>
Total General Government	<u>10,000</u>	<u>243</u>	<u>9,757</u>
Total expenditures	<u>10,000</u>	<u>243</u>	<u>9,757</u>
Net change in fund balances	(7,450)	2,297	9,747
Fund balances, October 1	11,605	11,605	--
Fund balances, September 30	<u>\$ 4,155</u>	<u>\$ 13,902</u>	<u>\$ 9,747</u>

**HOPKINS COUNTY, TEXAS**  
HAVA GRANT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-15

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Interest</i>	\$ 10	\$ 34	\$ 24
<i>Miscellaneous</i>	3,520	4,724	1,204
Total revenues	<u>3,530</u>	<u>4,758</u>	<u>1,228</u>
Expenditures:			
Current:			
<i>General Government</i>			
<i>County Clerk</i>			
<i>Operating</i>	800	776	24
<i>Capital</i>	3,600	--	3,600
Total County Clerk	<u>4,400</u>	<u>776</u>	<u>3,624</u>
Total General Government	<u>4,400</u>	<u>776</u>	<u>3,624</u>
Total expenditures	<u>4,400</u>	<u>776</u>	<u>3,624</u>
Net change in fund balances	(870)	3,982	4,852
Fund balances, October 1	4,048	4,048	--
Fund balances, September 30	<u>\$ 3,178</u>	<u>\$ 8,030</u>	<u>\$ 4,852</u>

**HOPKINS COUNTY, TEXAS**  
 CC TECHNOLOGY FUND  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-16

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Fines</i>	\$ 1,200	\$ 1,356	\$ 156
<i>Interest</i>	10	20	10
Total revenues	<u>1,210</u>	<u>1,376</u>	<u>166</u>
Expenditures:			
Current:			
<i>Judicial</i>			
<i>Justice of the Peace Technology</i>			
<i>Operating</i>	2,300	--	2,300
Total Justice of the Peace Technology	<u>2,300</u>	<u>--</u>	<u>2,300</u>
Total Judicial	<u>2,300</u>	<u>--</u>	<u>2,300</u>
Total expenditures	<u>2,300</u>	<u>--</u>	<u>2,300</u>
Net change in fund balances	(1,090)	1,376	2,466
Fund balances, October 1	2,813	2,813	--
Fund balances, September 30	<u>\$ 1,723</u>	<u>\$ 4,189</u>	<u>\$ 2,466</u>

**HOPKINS COUNTY, TEXAS**  
 PRECINCT #1 HOUSE  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-17

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Interest</i>	\$     --	\$           4	\$           4
<i>Miscellaneous</i>	<u>6,900</u>	<u>6,900</u>	<u>        --</u>
Total revenues	<u>6,900</u>	<u>6,904</u>	<u>          4</u>
Expenditures:			
Current:			
<i>Public Facilities</i>			
<i>Building Maintenance</i>			
<i>Operating</i>	<u>750</u>	<u>2,243</u>	<u>(1,493)</u>
Total Building Maintenance	<u>750</u>	<u>2,243</u>	<u>(1,493)</u>
Total Public Facilities	<u>750</u>	<u>2,243</u>	<u>(1,493)</u>
Total expenditures	<u>750</u>	<u>2,243</u>	<u>(1,493)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,150</u>	<u>4,661</u>	<u>(1,489)</u>
Other financing sources (uses):			
<i>Transfers in</i>	--	4,024	4,024
<i>Transfers out</i>	<u>(6,100)</u>	<u>(6,100)</u>	<u>        --</u>
Total other financing sources (uses)	<u>(6,100)</u>	<u>(2,076)</u>	<u>4,024</u>
Net change in fund balances	50	2,585	2,535
Fund balances, October 1	279	279	--
Fund balances, September 30	<u>\$ 329</u>	<u>\$ 2,864</u>	<u>\$ 2,535</u>

**HOPKINS COUNTY, TEXAS**  
 ROAD AND BRIDGE SPECIAL FUND  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-18

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Taxes</i>	\$ 266,479	\$ 273,058	\$ 6,579
<i>Interest</i>	--	868	868
Total revenues	<u>266,479</u>	<u>273,926</u>	<u>7,447</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>266,479</u>	 <u>273,926</u>	 <u>7,447</u>
 Other financing sources (uses):			
<i>Transfers out</i>	<u>(250,000)</u>	<u>(250,000)</u>	<u>--</u>
Total other financing sources (uses)	<u>(250,000)</u>	<u>(250,000)</u>	<u>--</u>
 Net change in fund balances	 16,479	 23,926	 7,447
 Fund balances, October 1	 45,232	 45,232	 --
Fund balances, September 30	<u>\$ 61,711</u>	<u>\$ 69,158</u>	<u>\$ 7,447</u>

**HOPKINS COUNTY, TEXAS**  
*FARM TO MARKET SPECIAL FUND*  
*SPECIAL REVENUE FUND*  
*BUDGETARY COMPARISON SCHEDULE*  
*FOR THE YEAR ENDED SEPTEMBER 30, 2014*

**EXHIBIT C-19**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Taxes</i>	\$ 265,654	\$ 272,107	\$ 6,453
<i>Interest</i>	--	813	813
<i>Miscellaneous</i>	--	2,200	2,200
Total revenues	<u>265,654</u>	<u>275,120</u>	<u>9,466</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>265,654</u>	 <u>275,120</u>	 <u>9,466</u>
 Other financing sources (uses):			
<i>Transfers out</i>	(250,000)	(250,000)	--
Total other financing sources (uses)	<u>(250,000)</u>	<u>(250,000)</u>	<u>--</u>
 Net change in fund balances	 15,654	 25,120	 9,466
 Fund balances, October 1	 43,269	 43,269	 --
Fund balances, September 30	<u>\$ 58,923</u>	<u>\$ 68,389</u>	<u>\$ 9,466</u>

**HOPKINS COUNTY, TEXAS**  
**ROAD & BRIDGE COUNTY PROJECT**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-20**

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Revenues:			
<i>Interest</i>	\$ 200	\$ 45	\$ (155)
<i>Miscellaneous</i>	4,055	13,750	9,695
Total revenues	<u>4,255</u>	<u>13,795</u>	<u>9,540</u>
Expenditures:			
Current:			
<i>Public Transportation</i>			
<i>Road and Bridge County Project</i>			
<i>Operating</i>	75,626	75,625	1
<i>Capital</i>	4,464	4,464	--
Total Road and Bridge Special	<u>80,090</u>	<u>80,089</u>	<u>1</u>
Total Public Transportation	<u>80,090</u>	<u>80,089</u>	<u>1</u>
Total expenditures	<u>80,090</u>	<u>80,089</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(75,835)</u>	<u>(66,294)</u>	<u>9,541</u>
Other financing sources (uses):			
<i>Transfers in</i>	76,035	76,035	--
Total other financing sources (uses)	<u>76,035</u>	<u>76,035</u>	<u>--</u>
Net change in fund balances	200	9,741	9,541
Fund balances, October 1	11,889	11,889	--
Fund balances, September 30	<u>\$ 12,089</u>	<u>\$ 21,630</u>	<u>\$ 9,541</u>

**HOPKINS COUNTY, TEXAS**  
 COUNTY CLERK ARCHIVE  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 59,000	\$ 58,640	\$ (360)
<i>Interest</i>	250	194	(56)
Total revenues	<u>59,250</u>	<u>58,834</u>	<u>(416)</u>
Expenditures:			
Current:			
<i>General Government</i>			
<i>County Clerk</i>			
<i>Operating</i>	85,000	30,272	54,728
<i>Total County Clerk</i>	<u>85,000</u>	<u>30,272</u>	<u>54,728</u>
<i>Total General Government</i>	<u>85,000</u>	<u>30,272</u>	<u>54,728</u>
Total expenditures	<u>85,000</u>	<u>30,272</u>	<u>54,728</u>
Net change in fund balances	(25,750)	28,562	54,312
Fund balances, October 1	31,909	31,909	--
Fund balances, September 30	<u>\$ 6,159</u>	<u>\$ 60,471</u>	<u>\$ 54,312</u>

**HOPKINS COUNTY, TEXAS**  
**SHERIFF'S DRUG FORFEITURE FUND**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-22**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 6,000	\$ 55,014	\$ 49,014
<i>Interest</i>	--	80	80
Total revenues	<u>6,000</u>	<u>55,094</u>	<u>49,094</u>
Expenditures:			
Current:			
<i>Public Safety</i>			
<i>County Sheriff</i>			
<i>Operating</i>	8,000	19,205	(11,205)
<i>Capital</i>	--	2,886	(2,886)
Total County Sheriff	<u>8,000</u>	<u>22,091</u>	<u>(14,091)</u>
Total Public Safety	<u>8,000</u>	<u>22,091</u>	<u>(14,091)</u>
Total expenditures	<u>8,000</u>	<u>22,091</u>	<u>(14,091)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,000)</u>	<u>33,003</u>	<u>35,003</u>
Other financing sources (uses):			
<i>Transfers out</i>	--	(15,339)	(15,339)
Total other financing sources (uses)	<u>--</u>	<u>(15,339)</u>	<u>(15,339)</u>
Net change in fund balances	(2,000)	17,664	19,664
Fund balances, October 1	5,817	5,817	--
Fund balances, September 30	<u>\$ 3,817</u>	<u>\$ 23,481</u>	<u>\$ 19,664</u>

**HOPKINS COUNTY, TEXAS**  
 DA FORFEITURE  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Fees of office</i>	\$ 75,000	\$ 74,116	\$ (884)
<i>Interest</i>	--	757	757
<i>Miscellaneous</i>	--	216	216
Total revenues	<u>75,000</u>	<u>75,089</u>	<u>89</u>
Expenditures:			
Current:			
<i>Public Safety</i>			
<i>County Sheriff</i>			
<i>Personnel</i>	58,538	38,091	20,447
<i>Operating</i>	41,500	5,696	35,804
<i>Capital</i>	2,000	--	2,000
Total County Sheriff	<u>102,038</u>	<u>43,787</u>	<u>58,251</u>
Total Public Safety	<u>102,038</u>	<u>43,787</u>	<u>58,251</u>
Total expenditures	<u>102,038</u>	<u>43,787</u>	<u>58,251</u>
Net change in fund balances	(27,038)	31,302	58,340
Fund balances, October 1	112,808	112,808	--
Fund balances, September 30	<u>\$ 85,770</u>	<u>\$ 144,110</u>	<u>\$ 58,340</u>

**HOPKINS COUNTY, TEXAS**  
**CA CHECK COLLECTION FEE**  
**SPECIAL REVENUE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-24**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 6,500	\$ 5,406	\$ (1,094)
<i>Miscellaneous</i>	--	2	2
Total revenues	<u>6,500</u>	<u>5,408</u>	<u>(1,092)</u>
Expenditures:			
Current:			
<i>Legal</i>			
<i>County attorney</i>			
<i>Personnel</i>	4,710	3,887	823
<i>Operating</i>	1,650	1,650	--
Total County Attorney	<u>6,360</u>	<u>5,537</u>	<u>823</u>
Total Legal	<u>6,360</u>	<u>5,537</u>	<u>823</u>
Total expenditures	<u>6,360</u>	<u>5,537</u>	<u>823</u>
Net change in fund balances	140	(129)	(269)
Fund balances, October 1	699	699	--
Fund balances, September 30	<u>\$ 839</u>	<u>\$ 570</u>	<u>\$ (269)</u>

**HOPKINS COUNTY, TEXAS**  
 DA CHECK COLLECTION  
 SPECIAL REVENUE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-25

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
<i>Fees of office</i>	\$ 500	\$ 900	\$ 400
Total revenues	<u>500</u>	<u>900</u>	<u>400</u>
Expenditures:			
Current:			
<i>Legal</i>			
<i>District Attorney</i>			
<i>Operating</i>	1,000	--	1,000
<i>Total District Attorney</i>	<u>1,000</u>	<u>--</u>	<u>1,000</u>
<i>Total Legal</i>	<u>1,000</u>	<u>--</u>	<u>1,000</u>
Total expenditures	<u>1,000</u>	<u>--</u>	<u>1,000</u>
Net change in fund balances	(500)	900	1,400
Fund balances, October 1	608	608	--
Fund balances, September 30	<u>\$ 108</u>	<u>\$ 1,508</u>	<u>\$ 1,400</u>

**HOPKINS COUNTY, TEXAS**  
**DEBT SERVICE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2014**

**EXHIBIT C-26**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
<i>Taxes</i>	\$ 596,823	\$ 609,190	\$ 12,367
<i>Interest</i>	1,800	7,148	5,348
Total revenues	<u>598,623</u>	<u>616,338</u>	<u>17,715</u>
Expenditures:			
Debt service:			
<i>Principal</i>	538,589	445,000	93,589
<i>Interest and fiscal charges</i>	74,093	166,681	(92,588)
Total expenditures	<u>612,682</u>	<u>611,681</u>	<u>1,001</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14,059)</u>	<u>4,657</u>	<u>18,716</u>
Other financing sources (uses):			
<i>Transfers in</i>	6,100	6,100	--
<i>Proceeds from bonds</i>	--	224,900	224,900
Total other financing sources (uses)	<u>6,100</u>	<u>231,000</u>	<u>224,900</u>
Net change in fund balances	(7,959)	235,657	243,616
Fund balances, October 1	59,474	59,474	--
Fund balances, September 30	<u>\$ 51,515</u>	<u>\$ 295,131</u>	<u>\$ 243,616</u>

**HOPKINS COUNTY, TEXAS**  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 SEPTEMBER 30, 2014

	<u>Courthouse Restoration</u>	<u>Civic Center Horse Pavillion</u>
<b>ASSETS</b>		
<i>Cash and cash equivalents</i>	\$ 6,665	\$ --
<b>Total Assets</b>	<u>\$ 6,665</u>	<u>\$ --</u>
<b>LIABILITIES</b>		
<i>Due to other funds</i>	\$ --	\$ 58,022
<b>Total Liabilities</b>	<u>--</u>	<u>58,022</u>
<b>FUND BALANCES:</b>		
<i>Restricted</i>	<u>6,665</u>	<u>(58,022)</u>
<b>Total fund balances (deficit)</b>	<u>6,665</u>	<u>(58,022)</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 6,665</u>	<u>\$ --</u>

Bond Issue 2007	Special Projects	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
\$ 329,232	\$ 89,414	\$ 425,311
<u>\$ 329,232</u>	<u>\$ 89,414</u>	<u>\$ 425,311</u>
\$ --	\$ --	\$ 58,022
<u>--</u>	<u>--</u>	<u>58,022</u>
329,232	89,414	367,289
<u>329,232</u>	<u>89,414</u>	<u>367,289</u>
<u>\$ 329,232</u>	<u>\$ 89,414</u>	<u>\$ 425,311</u>

**HOPKINS COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Courthouse Restoration</u>	<u>Civic Center Horse Pavillion</u>
Revenues:		
<i>Interest</i>	\$ 40	\$ --
<i>Miscellaneous</i>	854	--
Total revenues	<u>894</u>	<u>--</u>
Expenditures:		
Current:		
<i>Public facilities</i>	--	--
Total expenditures	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	894	--
Other financing sources (uses):		
<i>Transfers in</i>	--	20,000
Total other financing sources (uses)	<u>--</u>	<u>20,000</u>
Net change in fund balances	894	20,000
Fund balances (deficits), October 1	5,771	(78,022)
Fund balances (deficits), September 30	<u>\$ 6,665</u>	<u>\$ (58,022)</u>

Bond Issue 2007	Special Projects	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
\$ 1,872	\$ 270	\$ 2,182
<u>    --</u>	<u>    --</u>	<u>    854</u>
<u>1,872</u>	<u>270</u>	<u>3,036</u>
<u>    --</u>	<u>162,986</u>	<u>162,986</u>
<u>    --</u>	<u>162,986</u>	<u>162,986</u>
1,872	(162,716)	(159,950)
<u>    --</u>	<u>200,000</u>	<u>220,000</u>
<u>    --</u>	<u>200,000</u>	<u>220,000</u>
1,872	37,284	60,050
327,360	52,130	307,239
<u>\$ 329,232</u>	<u>\$ 89,414</u>	<u>\$ 367,289</u>

**HOPKINS COUNTY, TEXAS**

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

SEPTEMBER 30, 2014

	<u>Tax Assessor Collector</u>	<u>County Clerk</u>	<u>District Clerk</u>
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ 274,804	\$ 13,813	\$ 389,052
<i>Other receivables</i>	--	--	--
<i>Due from other governments</i>	--	--	--
<i>Due from other funds</i>	--	--	--
Total Assets	<u>\$ 274,804</u>	<u>\$ 13,813</u>	<u>\$ 389,052</u>
<b>LIABILITIES</b>			
<i>Accounts payable</i>	\$ --	\$ --	\$ --
<i>Due to other funds</i>	--	--	--
<i>Due to other governments</i>	--	--	--
<i>Due to others</i>	274,804	13,813	389,052
Total Liabilities	<u>\$ 274,804</u>	<u>\$ 13,813</u>	<u>\$ 389,052</u>

<u>Sheriff</u>	<u>Justice of the Peace Number Two</u>	<u>County Attorney</u>	<u>Juvenile Probation</u>
\$ 125,040	\$ 1,414	\$ 4,212	\$ --
--	--	--	62,487
--	--	--	--
--	--	--	--
<u>\$ 125,040</u>	<u>\$ 1,414</u>	<u>\$ 4,212</u>	<u>\$ 62,487</u>
\$ --	\$ --	\$ --	\$ 11,086
--	--	--	4,646
--	--	--	46,755
125,040	1,414	4,212	--
<u>\$ 125,040</u>	<u>\$ 1,414</u>	<u>\$ 4,212</u>	<u>\$ 62,487</u>

**HOPKINS COUNTY, TEXAS**

## COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

## AGENCY FUNDS

SEPTEMBER 30, 2014

	Adult Probation	8th District Juvenile Probation	Total Agency Funds (See Exhibit A-7)
<b>ASSETS</b>			
<i>Cash and cash equivalents</i>	\$ --	\$ 32,216	\$ 840,551
<i>Other receivables</i>	981	--	63,468
<i>Due from other governments</i>	36,560	1,210	37,770
<i>Due from other funds</i>	--	25,488	25,488
<b>Total Assets</b>	<b>\$ 37,541</b>	<b>\$ 58,914</b>	<b>\$ 967,277</b>
<b>LIABILITIES</b>			
<i>Accounts payable</i>	\$ 16,699	\$ 4,126	\$ 31,911
<i>Due to other funds</i>	20,842	--	25,488
<i>Due to other governments</i>	--	54,789	101,544
<i>Due to others</i>	--	--	808,335
<b>Total Liabilities</b>	<b>\$ 37,541</b>	<b>\$ 58,915</b>	<b>\$ 967,278</b>