

ANNUAL FINANCIAL REPORT

of

BURLESON COUNTY, TEXAS

For the Year Ended
September 30, 2011

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS

TABLE OF CONTENTS

September 30, 2011

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	5
<u>FINANCIAL STATEMENTS</u>	
Government-Wide Financial Statements	
Statement of Net Assets	13
Statement of Activities	15
Fund Financial Statements	
Governmental Funds Financial Statements	
Balance Sheet – Governmental Funds	16
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Assets	19
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	23
Fiduciary Funds Financial Statements	
Statement of Fiduciary Net Assets	25
Notes to Financial Statements	27
<u>REQUIRED SUPPLEMENTARY INFORMATION</u>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	49
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Road and Bridge Fund	50
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Lateral Road and Bridge Fund	51
Schedule of Funding Progress – Texas County and District Retirement System	53
Schedule of Funding Progress – Post Employment Healthcare Benefits	55
<u>COMBINING STATEMENTS AND SCHEDULES</u>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Debt Service Fund	59
Combining Balance Sheet – Nonmajor Special Revenue Funds	60
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	64

BURLESON COUNTY, TEXAS

TABLE OF CONTENTS (Continued)

September 30, 2011

COMBINING STATEMENTS AND SCHEDULES, (Continued)

Schedule of Revenues, Expenditures, and Changes in Fund Balance --

Budget and Actual:

County Law Library Fund	68
Courthouse Security Fund	68
Right of Way Acquisition Fund	69
Record Management and Preservation District and Company Fund	69
Sheriff's Office Computer Fund	70
Sheriff's Forfeiture Fund	70
State Salary Supplement Fund	71
Sheriff's Office Awarded Restitution Fund	71
Justice Court Technology Fund	72
LEOSE Grant Fund	72
Miscellaneous Grants	73
Time Payment Fund	73
Economic Development Fund	74
County and District Technology	74
Vehicle Inventory	75
Capital Projects	75
Combining Statement of Net Assets -- Fiduciary Funds	76
Combining Statement of Changes in Assets and Liabilities -- Fiduciary Funds	79

(This page intentionally left blank.)



INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and
Members of the Commissioners' Court of
Burleson County, Texas:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Burleson County, Texas (the "County"), as of and for the year ended September 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2011, and the respective changes in financial position thereof for the year ended in conformity with generally accepted accounting principles in the United States of America.

The Management's Discussion and Analysis, budgetary comparison information, schedules of funding progress, and post employment healthcare benefit information are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. 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.

Partners

Robert Belt, CPA
Stephanie E. Harris, CPA
Nathan Krupke, CPA

Houston

3210 Bingle Rd., Ste. 300
Houston, TX 77055
713.263.1123

Bellville

6100 Windy Hill Lane
Bellville, TX 77418
979.865.3169

Austin

100 Congress Ave., Ste. 2000
Austin, TX 78701
512.381.0222

All Offices

www.texasauditors.com
info@txauditors.com
713.263.1550 fax



We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

BELT HARRIS PECHACEK, LLP

Belt Harris Pechacek, LLP
Certified Public Accountants
Houston, Texas
March 30, 2012

***MANAGEMENT'S DISCUSSION
AND ANALYSIS***

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS

MANAGEMENT DISCUSSION AND ANALYSIS

For the Year Ended September 30, 2011

The following Management's Discussion and Analysis ("MD&A") provides an overview of the financial activities of Burleson County (the "County") for the year ended September 30, 2011. This overview is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the County's financial activity, (c) identify changes in the County's financial position and its ability to address subsequent year challenges, (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

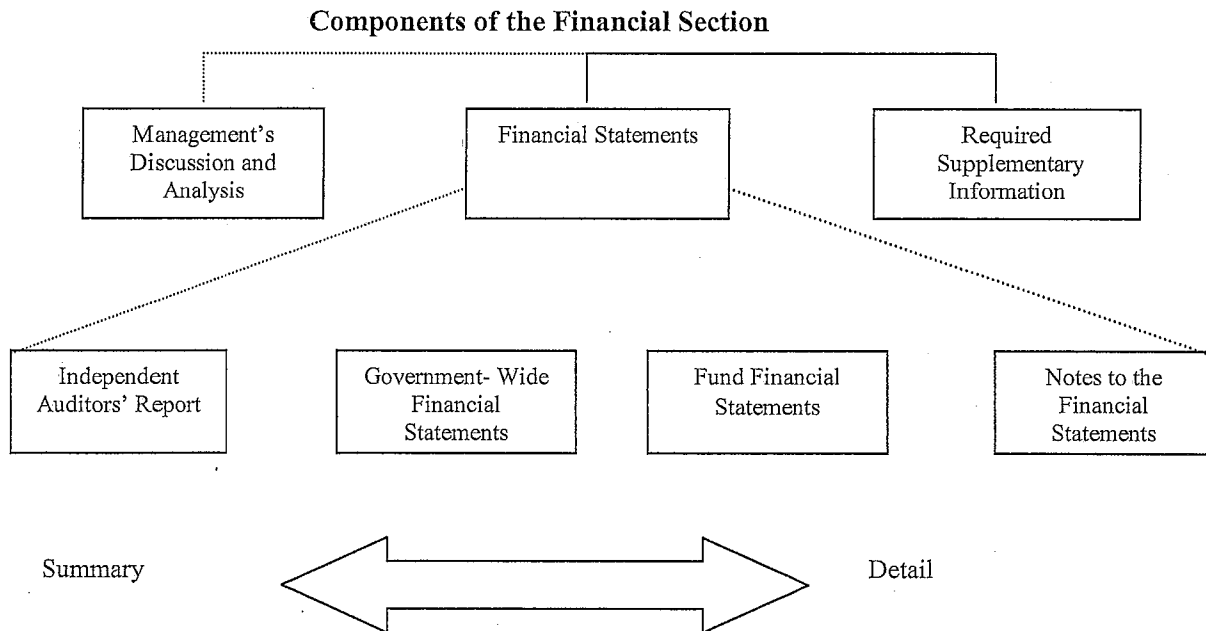
FINANCIAL HIGHLIGHTS

The general fund budgeted expenditures over revenues and other financing sources and uses of \$740,500, as compared to an increase of \$292,997. Total budget variances resulted in a positive variance of \$1,033,497 after transfers.

On a government-wide basis for governmental activities, the County had expenses net of program revenue of \$7,369,123. General revenues of \$8,241,670 were \$872,547 greater than expenses net of program revenue.

The County's total net assets, on the government-wide basis, totaled \$13,395,165 at September 30, 2011.

THE STRUCTURE OF OUR ANNUAL REPORT



The annual financial report is presented as compliant with the financial reporting model in effect pursuant to Governmental Accounting Standards Board (GASB) Statement No. 34. The financial reporting model requires governments to present certain basic financial statements as well as the MD&A and certain other Required Supplementary Information (RSI). The basic financial statements include (1) government-wide financial statements, (2) individual fund financial statements, and (3) notes to the financial statements.

BURLESON COUNTY, TEXAS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2011

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. One of the most important questions asked about the County's finances is, "Is the County as a whole better or worse off as a result of this year's activity?" The Statement of Net Assets and the Statement of Activities, which are the government-wide statements, report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities on the accrual basis of accounting, which is similar to the basis of accounting used by most private sector entities. All current year revenues and expenses are taken into account regardless of when the cash is received or paid.

The Statement of Net Assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, the increase or decreases in net assets provides one indicator as to whether the County's financial health is improving or deteriorating. Other nonfinancial factors, such as the County's property tax base and the condition of the County's infrastructure, need to be considered to assess the overall health of the County.

The Statement of Activities presents information showing how the County's net assets changed during the most recent year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows, using the accrual method rather than modified accrual that is used in the fund level statements.

In the Statement of Net Assets and the Statement of Activities, the County has only one type of activity:

Governmental Activities – The County's basic services are reported here such as general administration, financial administration, public facilities, judicial, public safety, health and welfare, public transportation, legal, and interest and fiscal charges on long-term debt.

The government-wide financial statements can be found following the MD&A.

FUND FINANCIAL STATEMENTS

Traditional users of government financial statements will find the fund financial statement presentation more familiar. The focus is on the County's most significant funds. The fund financial statements provide more information about the County's most significant funds, not the County as a whole.

The County has two types of funds:

Governmental Funds – Most of the County's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's major programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the reconciliation of the governmental fund balance sheet to the statement of net assets. This statement explains the relationship or differences between them.

BURLESON COUNTY, TEXAS

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

For the Year Ended September 30, 2011

Fiduciary Funds – These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

Notes to Financial Statements – The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found using the table of contents of this report.

Other Information – In addition to basic financial statements, this MD&A, and accompanying notes, this report also presents certain RSI. The RSI that GASB Statement No. 34 requires includes budgetary comparison schedules for the general fund, road and bridge funds, and debt service fund, as well as schedules of funding progress for the Texas County and District Retirement System (TCDRS) and other post employment healthcare benefits. RSI can be found using the table of contents of this report.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

In accordance with GASB Statement No. 34, the County is providing comparative information. A comparative analysis of government-wide information is presented below.

Statement of Net Assets

The following table reflects the condensed Statement of Net Assets:

	Governmental Activities	
	2011	2010
Current and other assets	\$ 9,957,918	\$ 9,750,413
Capital assets, net	5,844,271	5,181,381
Total Assets	15,802,189	14,931,794
Long-term liabilities	1,492,505	1,527,270
Other liabilities	914,519	881,906
Total Liabilities	2,407,024	2,409,176
Net assets:		
Invested in capital assets,		
net of related debt	4,518,605	3,523,642
Restricted	500,437	549,156
Unrestricted	8,376,123	8,449,820
Total Net Assets	\$ 13,395,165	\$ 12,522,618

The County's portion of net assets, \$500,437 or four percent, represents resources that are subject to external restriction on how they may be used. The County's unrestricted net assets, \$8,376,123 or 63 percent, may be used to meet the County's ongoing obligation to citizens and creditors.

The County's net assets increased to \$13,395,165. The overall condition of the County improved primarily due to increased revenue from sales taxes, property taxes, and federal grants.

BURLESON COUNTY, TEXAS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2011

Statement of Activities

The following table provides a summary of the County's changes in net assets:

		Governmental Activities	
		2011	2010
Revenues			
Program revenues:			
Charges for services	\$	2,154,258	\$ 2,061,932
Operating grants and contributions		944,317	461,926
General revenues:			
Property taxes		6,610,199	6,277,265
Sales taxes		1,051,623	796,200
Interest income		183,777	224,040
Other revenues		396,071	452,528
Total Revenues		11,340,245	10,273,891
Expenses			
General administration		911,194	905,515
Judicial		832,036	1,060,667
Legal		475,943	430,208
Financial administration		447,824	425,230
Public facilities		168,581	168,135
Public safety		2,510,474	2,247,619
Public transportation		3,390,777	3,261,543
Health and welfare		163,930	119,162
Miscellaneous		1,506,847	1,039,532
Interest and fiscal agent fees		60,092	61,005
Total Expenses		10,467,698	9,718,616
Change in Net Assets		872,547	555,275
Beginning net assets		12,522,618	11,967,343
Ending Net Assets	\$	13,395,165	\$ 12,522,618

BURLESON COUNTY, TEXAS
MANAGEMENT DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2011

Graphic presentations of selected revenues and expenses provide a visual analysis of the County's activities.

Total governmental revenues increased by \$1,066,354 in comparison to the prior year. Sales tax revenue increased \$255,423 or 32 percent from prior year due to a better economy within the County. Operating grants and contributions revenue increased \$482,391 or 104 percent from prior year due to a grants received for generators throughout the County. Property tax revenue increased \$332,934 or five percent from prior year due to increase in property tax assessments.

Governmental expenses were comparable to the prior year, increasing \$749,082 or seven percent.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, fund accounting is used to demonstrate and ensure compliance with finance-related legal requirements.

Governmental Funds – The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

The County's governmental funds reflect a combined fund balance of \$7,999,329. Of this, \$3,874,899 is unassigned and available for day-to-day operations of the County, and \$4,124,430 is restricted for various purposes.

The general fund is the chief operating fund of the County. At the current fiscal year, unassigned fund balance of the general fund was \$3,874,899. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance to total fund expenditures. Unassigned fund balance represents 68 percent of total general fund expenditures. The fund balance of the general fund reported an increase of \$292,997 in fund balance due to the increase in sales tax collected and decreases in actual expenditures.

The road and bridge fund reported a decrease of \$131,656 due to capital outlay expenditures.

The lateral road and bridge fund reported a decrease of \$62,005 due to capital outlay expenditures.

The debt service fund reported a decrease of \$62,151 due to an increase in principal and interest payments.

GENERAL FUND BUDGETARY HIGHLIGHTS

The actual revenues were over the budgeted general fund revenues by \$480,067 during the year. This net increase is largely the result of more sales taxes collected than projected.

General fund expenditures were less than the final budget by \$521,441 as a result of a County-wide effort to keep expenditures at or below budget. The judicial and public safety departments reported significantly less expenditures than budgeted.

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2011

CAPITAL ASSETS

At the end of the year, the County's governmental activities had invested \$5,844,271 in a variety of capital assets and infrastructure, net of depreciation. Approximately \$500,000 of equipment purchases were financed and budgeted to pay in fiscal years 2012 through 2016. Depreciation is included with the governmental capital assets as required by GASB Statement No. 34.

Major capital asset purchases during the year include the following:

- Roads and building system improvements for \$451,107
- Solar panel system for building for \$39,880
- 2011 trailer for \$56,757
- Caterpillar loader for \$130,600

The County disposed of capital assets in conjunction with the purchase of the above purchases. More detailed information about the County's capital assets is presented in the notes to the financial statements.

LONG-TERM DEBT

At the end of the year, the County reported total tax notes of \$890,000. The County also reported capital leases and time warrants issued with a depository loan for a total of \$435,666. The County entered into additional capital leases of \$217,183 during the year.

More detailed information about the County's long-term liabilities is presented in the notes to the financial statements.

ECONOMIC FACTORS

The County continues to grow as seen in the increase in assessed property valuations for both residential and commercial entities. The County has continued the permanent road program to solidify the infrastructure of the County.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the County's finances. Questions concerning this report or requests for additional financial information should be directed to the County Auditor's Office, Burleson County, 100 W. Buck Street, Suite 400, Caldwell, Texas 77836.

FINANCIAL STATEMENTS

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS

STATEMENT OF NET ASSETS

September 30, 2011

	Governmental Activities
<u>Assets</u>	
Cash and cash equivalents	\$ 7,919,758
Receivables, net	1,253,441
Due from others	189,587
Deferred charges	595,132
	<u>9,957,918</u>
Capital assets, net:	
Nondepreciable	112,514
Depreciable capital assets, net	5,731,757
	<u>5,844,271</u>
Total Assets	<u>15,802,189</u>
<u>Liabilities</u>	
Accounts payable	526,281
Accrued interest	7,178
Long-term liabilities due within one year	381,060
	<u>914,519</u>
Noncurrent liabilities:	
Long-term debt due in more than one year	1,034,708
Compensated absences	10,011
Net OPEB obligation	447,786
	<u>1,492,505</u>
Total Liabilities	<u>2,407,024</u>
<u>Net Assets</u>	
Invested in capital assets, net of related debt	4,518,605
Restricted for:	
Road and bridge	1,858,296
Lateral road and bridge	513,717
Debt service	500,437
Other governmental funds	1,258,468
Unrestricted	4,745,642
Total Net Assets	<u>\$ 13,395,165</u>

See Notes to Financial Statements.

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2011

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Primary Government				
Governmental Activities				
General administration	\$ 911,194	\$ 365,711	\$ 944,317	\$ 398,834
Judicial	832,036	639,919	-	(192,117)
Legal	475,943	5,709	-	(470,234)
Financial administration	447,824	256,665	-	(191,159)
Public facilities	168,581	-	-	(168,581)
Public safety	2,510,474	27,944	-	(2,482,530)
Public transportation	3,390,777	691,259	-	(2,699,518)
Health and welfare	163,930	-	-	(163,930)
Miscellaneous	1,506,847	167,051	-	(1,339,796)
Interest and fiscal agent fees	60,092	-	-	(60,092)
Total Governmental Activities	<u>10,467,698</u>	<u>2,154,258</u>	<u>944,317</u>	<u>(7,369,123)</u>
Total Primary Government	<u>\$ 10,467,698</u>	<u>\$ 2,154,258</u>	<u>\$ 944,317</u>	<u>(7,369,123)</u>

General Revenues:

Property taxes	6,610,199
Sales taxes	1,051,623
Interest income	183,777
Other revenues	396,071

Total General Revenues	<u>8,241,670</u>
-------------------------------	------------------

Change in Net Assets	872,547
-----------------------------	---------

Beginning net assets	<u>12,522,618</u>
----------------------	-------------------

Ending Net Assets	<u>\$ 13,395,165</u>
--------------------------	----------------------

See Notes to Financial Statements.

BURLESON COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2011

	General	Road and Bridge	Lateral Road and Bridge	Debt Service
<u>Assets</u>				
Cash and cash equivalents	\$ 3,709,766	\$ 1,919,691	\$ 562,490	\$ 377,637
Receivables, net	569,367	266,253	108,662	31,391
Due from other funds	442,871	4,006	-	116,312
Total Assets	\$ 4,722,004	\$ 2,189,950	\$ 671,152	\$ 525,340
<u>Liabilities</u>				
Accounts payable and accrued liabilities	\$ 285,641	\$ 79,484	\$ 48,972	\$ -
Due to other funds	116,312	-	-	-
Deferred revenue	445,152	252,170	108,463	31,391
Total Liabilities	847,105	331,654	157,435	31,391
<u>Fund Balances</u>				
Restricted:				
Debt service	-	-	-	493,949
Road and bridge fund	-	1,858,296	-	-
Lateral road and bridge fund	-	-	513,717	-
Other governmental funds	-	-	-	-
Unassigned:				
General fund	3,874,899	-	-	-
Total Fund Balances	3,874,899	1,858,296	513,717	493,949
Total Liabilities and Fund Balances	\$ 4,722,004	\$ 2,189,950	\$ 671,152	\$ 525,340

Non Major Governmental Funds	Total Governmental Funds
\$ 1,350,174	\$ 7,919,758
277,768	1,253,441
1,175	564,364
<u>\$ 1,629,117</u>	<u>\$ 9,737,563</u>
\$ 112,184	\$ 526,281
258,465	374,777
-	837,176
<u>370,649</u>	<u>1,738,234</u>
-	493,949
-	1,858,296
-	513,717
1,258,468	1,258,468
-	3,874,899
<u>1,258,468</u>	<u>7,999,329</u>
<u>\$ 1,629,117</u>	<u>\$ 9,737,563</u>

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
September 30, 2011

Total Fund balances for Governmental Funds \$ 7,999,329

Adjustments for the Statement of Net Assets:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.

Nondepreciable capital assets	112,514	
Depreciable capital assets	10,046,812	
Accumulated depreciation	(4,315,055)	
Total capital assets		5,844,271

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.

Deferred revenue - fines	558,250	
Deferred bond issue costs	36,882	
Deferred revenue - property taxes	837,176	
Total deferred assets		1,432,308

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.

Long-term debt due within one year	(290,958)	
Long-term debt due in more than one year	(1,034,708)	
Accrued interest payable	(7,178)	
Compensated absences	(100,113)	
Net OPEB obligation	(447,786)	
Total long-term debt		(1,880,743)

Net Assets of Governmental Activities		\$ 13,395,165
--	--	----------------------

See Notes to Financial Statements.

BURLESON COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended September 30, 2011

	General	Road and Bridge	Lateral Road and Bridge	Debt Service
Revenues				
Taxes	\$ 3,566,052	\$ 2,017,875	\$ 921,045	\$ 125,823
Sales tax	1,051,623	-	-	-
Intergovernmental	268,010	-	-	-
Fees	610,568	-	-	-
Fines and forfeitures	639,919	-	-	-
Interest	99,275	38,736	12,134	7,970
Permits and licenses	-	691,259	-	-
Miscellaneous	215,055	80,200	-	-
Total Revenues	6,450,502	2,828,070	933,179	133,793
Expenditures				
Current:				
General administration	678,875	-	-	-
Judicial	832,036	-	-	-
Legal	475,943	-	-	-
Financial administration	447,824	-	-	-
Public facilities	168,581	-	-	-
Public safety	2,389,985	-	-	-
Public transportation	-	2,100,244	956,184	-
Health and welfare	163,930	-	-	-
Miscellaneous	427,373	304,963	-	2,400
Debt service:				
Principal	-	279,256	-	270,000
Interest and fiscal agent fees	-	23,754	-	39,856
Capital outlay	94,152	510,041	45,500	-
Total Expenditures	5,678,699	3,218,258	1,001,684	312,256
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	771,803	(390,188)	(68,505)	(178,463)
Other Financing Sources (Uses)				
Transfers in	-	-	-	116,312
Transfers (out)	(500,671)	-	-	-
Sale of capital assets	7,182	56,032	6,500	-
Financing proceeds	14,683	202,500	-	-
Total Other Financing Sources (Uses)	(478,806)	258,532	6,500	116,312
Net Change in Fund Balances	292,997	(131,656)	(62,005)	(62,151)
Beginning fund balances	3,581,902	1,989,952	575,722	556,100
Ending Fund Balances	\$ 3,874,899	\$ 1,858,296	\$ 513,717	\$ 493,949

See Notes to Financial Statements.

<u>Non Major Governmental</u>	<u>Total Governmental Funds</u>
\$ -	\$ 6,630,795
-	1,051,623
676,307	944,317
167,051	777,619
-	639,919
25,662	183,777
-	691,259
62,398	357,653
<u>931,418</u>	<u>11,276,962</u>
-	678,875
-	832,036
-	475,943
-	447,824
-	168,581
-	2,389,985
-	3,056,428
-	163,930
772,111	1,506,847
-	549,256
-	63,610
499,331	1,149,024
<u>1,271,442</u>	<u>11,482,339</u>
(340,024)	(205,377)
455,000	571,312
(70,641)	(571,312)
-	69,714
-	217,183
<u>384,359</u>	<u>286,897</u>
44,335	81,520
<u>1,214,133</u>	<u>7,917,809</u>
<u>\$ 1,258,468</u>	<u>\$ 7,999,329</u>

(This page intentionally left blank.)

BURLESON 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, 2011

Amounts reported for governmental activities in the Statement of Activities are different because:

Net changes in fund balances - total government funds	\$	81,520
---	----	--------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	1,218,051
Depreciation expense	(523,865)
Asset retirements, net of accumulated depreciation	(31,296)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Changes in deferred revenue - fines and fees	45,461
Changes in deferred bond issue costs	(2,970)
Changes in deferred revenue - property taxes	(20,596)

Long-term debt proceeds and other debt provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets.

Debt issued	(217,183)
Principal payment	549,256
Changes in accrual interest expense	6,488
Changes in compensated absences	(6,765)
OPEB obligation	(225,554)

Change in Net Assets of Governmental Activities	\$	<u>872,547</u>
---	----	----------------

See Notes to Financial Statements.

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

September 30, 2011

	Total Fiduciary Funds
<u>Assets</u>	
Cash and cash equivalents	\$ 1,516,493
Total Assets	<u>\$ 1,516,493</u>
<u>Liabilities</u>	
Accounts Payable	\$ 1,326,906
Due to other funds	189,587
Total Liabilities	<u>\$ 1,516,493</u>

See Notes to Financial Statements.

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

For the Year Ended September 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Burleson County, Texas (the "County") is an independent government entity created by an act of the Texas Legislature. The County is governed by a Commissioners' Court, composed of four County Commissioners and the County Judge, all of whom are elected officials.

The County's financial statements include the accounts of all County operations. The County provides a vast array of services including financial administration, judicial, health and welfare, public facilities and transportation, general administration, public safety, and legal.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the County's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the County is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the County's financial reporting entity status is that of a primary government are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

B. Government-Wide and Fund Accounting

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information about the County as a whole, excluding fiduciary activities. These statements include all activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which the County has none.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include charges paid by the recipients of goods or services offered by the programs and grants that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, such as taxes and investment earnings, are presented as general revenues.

Separate financial statements are provided for governmental and agency funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

In the fund financial statements, the accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

expenditures or expenses, as appropriate.

Following is a description of the various funds:

1. Governmental Funds

Governmental funds are those funds through which most governmental functions are typically financed.

General Fund

The general fund is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, licenses and permits, fines and forfeitures, and charges for services. Expenditures include general administration, financial administration, public facilities, judicial, public safety, health and welfare, public transportation, and legal.

Special Revenue Funds

The special revenue funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes (not including permanent funds or major capital projects).

The following special revenue funds are considered major funds for reporting purposes:

Road and Bridge Fund and Lateral Road and Bridge Fund – These funds are used to account for revenues of property taxes levied and vehicle registration fees for the road and bridge fund. Uses of funds are restricted for the maintenance of roads, bridges, and the operations of related facilities. All precinct operations, as well as permanent road monies, are accounted for in this fund.

The remaining special revenue funds are considered nonmajor funds for reporting purposes.

Debt Service Fund

The debt service fund is used to account for the payment of interest and principal on all tax notes and other long-term debt of the County. The primary source of revenue for debt service is local property taxes. The debt service fund is considered a major fund for reporting purposes.

2. Fiduciary Funds

The fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

The County has the following types of fiduciary funds:

Agency Funds

The agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

C. Measurement Focus and Basis of Accounting

The government-wide Statements of Net Assets and Statements of Activities are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these activities are either included on the balance sheet or on the statement of fiduciary net assets.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing resources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The County utilizes the modified accrual basis of accounting in the governmental fund types. Under the modified accrual basis of accounting, revenues are recognized in the accounting period when they are susceptible to accrual (i.e., when they are measurable and available). Measurable means the amount of transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues available if they are collected within 60 days of the end of the current period. Revenues susceptible to accrual include charges for services and interest on temporary investments.

Property taxes and interest associated with the current period are all susceptible to accrual and so have been recognized as revenues of the current period. Other receipts and other taxes become measurable and available when cash is received by the County and are recognized as revenue at that time. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Under modified accrual accounting, expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for interest on general long-term debt, which is recognized when due.

The Statements of Net Assets and Statements of Activities are presented on the accrual basis of accounting. Under this method of accounting, revenues are recognized in the accounting period in which they are earned and expenses in the accounting period in which they are incurred.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

Agency funds are unlike other types of funds, reporting only assets and liabilities. Agency funds cannot be said to have a measurement focus. They do, however, use the accrual basis of accounting to recognize receivables and payables.

D. Assets, Liabilities, and Net Assets or Fund 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.

The County's investments are accounted for in accordance with GASB Statement No. 31, *Accounting and Reporting for certain Investments and External Investment Pools*, which establishes accounting and reporting standards for all of the County's investments. In accordance with Statement No. 31, the County reports all investments at fair value, except for "money market investments" and "2a7-like pools." Money market investments, which are short-term highly liquid debt instruments that may include U.S. Treasury and agency obligations, are reported at amortized costs. Investment positions in external investment pools that are operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940, such as TexClass, are reported using the pools' share price.

The Local Government Code of Texas authorizes 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 and instrumentalities;
- (3) collateral mortgage obligations, although significantly limited;
- (4) other obligations, the principal and interest on which are unconditionally guaranteed or insured or backed by the full faith and credit of the State of Texas or the United States or their respective agencies and instrumentalities;
- (5) obligations of state agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm of not less than A or its equivalent;
- (6) certificates of deposit issued by state and national banks or savings and loan domiciled in Texas which are:
 - (a) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or
 - (b) secured by obligations of paragraphs (1) to (5) above and that have a market value of not less than the principal amount of the certificates but excluding certain mortgage-backed securities;

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

- (c) fully collateralized repurchase agreements, bankers' acceptances, commercial paper, mutual funds, guaranteed investment contracts, and investment pools all of which are required to meet certain restrictive criteria.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

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

All trade receivables are shown net of an allowance for uncollectible amounts.

Property Taxes

General property taxes are recorded as revenue when levied for the current year and due, payable, and collected in the current year. Uncollected amounts at year end are reported as deferred revenue. Delinquent property taxes collected within 60 days subsequent to year end were not considered material.

The property tax calendar dates are:

- Levy date and due date – October 1
- Collection dates – October 1 through January 31
- Lien date – February 1

The County bills and collects its own taxes and those for certain government entities within the County. Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the tax assessor's agency fund. Tax collections deposited for the County are distributed on a periodic basis to the general, road and bridge, and debt service funds of the County. This distribution is based upon the tax rate established for each fund by order of the Commissioners' Court for the tax year for which the collections are made.

The appraisal of property within the County is the responsibility of the County-wide appraisal district, which is required under the Property Tax Code to assess all property within the appraisal district on the basis of 100 percent of its appraised value, and is prohibited from applying any assessment ratios. The appraisal district must review the value of the property within the County every three years unless the County, at its own expense, requires more frequent reviews. The County may challenge the appraised values through various appeals and, if necessary, legal action. Under this legislation, the County sets tax rates on County property.

3. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental-type activities column in the

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

government-wide financial statements. In accordance with GASB Statement No. 34, infrastructure has been capitalized retroactively. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 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. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful years.

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Buildings and improvements	20 to 40 years
Infrastructure	15 to 30 years
Equipment	3 to 30 years

4. Compensated Employee Absences

The County provides its employees with vacation and sick leave. Sick leave may be accumulated from year to year up to 16 weeks. Vacation is to be used prior to year end but may be carried over up to the limitations outlined by County policy. Exceptions to the maximum accruals can only be approved by Commissioners' Court upon request by the employee's supervisor. Upon termination, any accumulated vacation time will be paid; however, no accumulated sick leave will be paid. This liability is recorded as long-term debt in the government-wide financial statements.

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. The long-term debt consists primarily of tax notes and accrued compensated absences.

Long-term debt for governmental funds is not reported as a liability in the fund financial statements until due. The debt proceeds are reported as other financing sources, net of the applicable premium or discount and payment of principal and interest reported as expenditures. In the governmental fund types, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. However, claims and judgments and compensated absences paid from governmental funds are reported as liabilities in the fund financial statements only for the portion expected to be financed from expendable, available financial resources.

Assets acquired under the terms of capital leases are recorded as liabilities and capitalized in the government-wide financial statements at the present value of net minimum lease payments at inception of the lease. In the year of acquisition, capital lease transactions are recorded as other financing sources and as capital outlay expenditures in the general fund. Lease payments representing both principal and

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

interest are recorded as expenditures in the general fund upon payment, with an appropriate reduction of principal recorded in the government-wide financial statements.

6. Fund Equity

Fund balances of governmental funds are classified as follows:

Nonspendable – represents amounts that cannot be spent because they are either not in nonspendable form (such as inventory or prepaid insurance) or are legally required to remain intact (such as principal of a permanent fund).

Restricted – represents amounts that are constrained by external parties, constitutional provisions, or by enabling legislation.

Committed – represents amounts constrained to specific purposes by the County itself, using its highest level of decision-making authority (Commissioners' Court). To be reported as committed, amounts cannot be used for any other purpose unless the County takes the same highest level action to remove or change the constraint. The commitment must be made prior to year end.

Assigned -- represents amounts the County intends to use for a specific purpose. Intent can be expressed by the Commissioners' Court or by an official or body to which the Commissioners' Court delegates the authority. Assignments can be made at any time.

Unassigned – represents amounts that are available for any purpose. Positive amounts are reported only in the general fund. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed, or assigned.

When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed, then assigned funds, and finally unassigned funds.

7. Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Annual budgets are adopted on the GAAP basis of accounting for the general fund, certain special revenue funds, and the debt service fund. Project-length budgets are adopted for capital projects funds. All annual appropriations lapse at fiscal year end. The appropriated budget is prepared by fund. Any transfers of appropriations are first approved by the Commissioners' Court. The legal level of control is the department level in the general fund and road and bridge fund and fund level for all other funds. The following special

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

revenue funds did not have an adopted budget: election services contract, attorney fee account, and jail commissary.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Interest rate risk. In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to five years or less.

Credit risk. State law and the County's investment policy limits investments to obligations of states, agencies, counties, cities and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent. Further, commercial paper must be rated not less than A-1 or P-1 or an equivalent rating by at least two nationally recognized credit rating agencies. As of September 30, 2011, the County's investments in TexPool, TexSTAR, or TexClass were rated AAAm by Standard & Poor's and AAA/V1+ by Fitch Ratings.

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's investment policy requires funds on deposit at the depository bank to be collateralized by securities and FDIC insurance. As of September 30, 2011, market values of pledged securities and FDIC insurance exceeded bank balances.

TexClass

TexClass was established as a trust company with the Treasurer of the State of Texas as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexClass. Pursuant to the requirements of the Public Funds Investment Act, Texas Government Code, Section 2256.001 et seq. (the "Act"), a local government may invest funds through investment pools meeting the standards of the Act. TexClass uses amortized costs rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexClass is the same as the value of TexClass shared. The custodial bank for these funds is Wells Fargo. These investments are reported as cash on the financial statements as of September 30, 2011, in the amount of \$9,975.

TexClass operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexClass use amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexClass are the same as the value of TexClass shares.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

B. Receivables

The following comprise receivable balances at year end:

	General	Road and Bridge	Lateral Road and Bridge	Debt Service Fund	Nonmajor
Accounts Receivable:					
Intergovernmental	\$ 17,188	\$ 14,083	\$ 199	\$ -	\$ 277,768
Taxes receivable	561,264	257,316	110,677	32,032	-
Less: allowance for uncollectible	(9,085)	(5,146)	(2,214)	(641)	-
	<u>\$ 569,367</u>	<u>\$ 266,253</u>	<u>\$ 108,662</u>	<u>\$ 31,391</u>	<u>\$ 277,768</u>

A receivable of \$558,250 for fees and fines is reported within the Statement of Net Assets for governmental activities.

C. Capital Assets

A summary of changes in capital assets for the year ended September 30, 2011, follows:

	Beginning Balance	Increases	Decreases / Reclassifications	Ending Balance
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 112,514	\$ -	\$ -	\$ 112,514
Total capital assets not being depreciated	<u>112,514</u>	<u>-</u>	<u>-</u>	<u>112,514</u>
Other capital assets:				
Buildings and improvements	3,595,036	495,820	(5,659)	4,085,197
Infrastructure	53,009	-	-	53,009
Equipment	5,352,947	722,231	(166,572)	5,908,606
Total other capital assets	<u>9,000,992</u>	<u>1,218,051</u>	<u>(172,231)</u>	<u>10,046,812</u>
Less accumulated depreciation for:				
Buildings and improvements	(1,079,399)	(95,459)	4,018	(1,170,840)
Infrastructure	(6,654)	(1,601)	-	(8,255)
Equipment	(2,846,072)	(426,805)	136,917	(3,135,960)
Total accumulated depreciation	<u>(3,932,125)</u>	<u>(523,865)</u>	<u>140,935</u>	<u>(4,315,055)</u>
Other capital assets, net	<u>5,068,867</u>	<u>694,186</u>	<u>(31,296)</u>	<u>5,731,757</u>
Totals	<u>\$ 5,181,381</u>	<u>\$ 694,186</u>	<u>\$ (31,296)</u>	<u>5,844,271</u>
			Less associated debt	<u>(1,325,666)</u>
			Invested in Capital Assets, Net of Related Debt	<u>\$ 4,518,605</u>

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

Depreciation was charged to governmental functions as follows:

Public safety	\$ 120,489
Public transportation	403,376
	<u>\$ 523,865</u>

D. Long-Term Debt

The following is a summary of changes in the County's total governmental long-term liabilities for the year ended September 30, 2011. The County issues tax notes payable and capital lease obligations to provide funds for the acquisition or construction of major capital facilities. These issues are direct obligations and pledge the full faith and credit of the County.

	Beginning Balance	Additions	(Reductions)	Ending Balance	Due in One Year
Governmental Activities:					
Certificates of obligations	\$ 1,160,000	\$ -	\$ (270,000)	\$ 890,000	* \$ 70,000
Capitalized lease obligations	497,739	217,183	(279,256)	435,666	* 220,958
OPEB obligation	222,232	225,554	-	447,786	-
Compensated absences	93,348	121,538	(114,773)	100,113	90,102
Total Governmental Activities	<u>\$ 1,973,319</u>	<u>\$ 564,275</u>	<u>\$ (664,029)</u>	<u>\$ 1,873,565</u>	<u>\$ 381,060</u>

Long-term debt due in more than one year \$ 1,492,505

*Debt associated with governmental activity capital assets \$ 1,325,666

Compensated absences and the other post employment benefits obligation are generally liquidated in the general fund. Capital lease obligations and tax notes of the County as of September 30, 2011, are as follows:

	Interest Rate	Amount	Balance
Certificates of Obligation			
2004 Tax and Revenue Certificates of Obligation	3.0-4.25%	\$ 1,500,000	\$ 890,000
Total Certificates of Obligation			<u>\$ 890,000</u>

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

A summary of the County's debt service requirements, including interest, is as follows:

Fiscal Year	Governmental Activities		
	Certificates of Obligation		
	Principal	Interest	Total
2012	\$ 70,000	\$ 33,550	\$ 103,550
2013	70,000	31,345	101,345
2014	70,000	29,140	99,140
2015	75,000	26,690	101,690
2016	75,000	24,065	99,065
2017-2021	435,000	73,998	508,998
2022	95,000	4,037	99,037
Total	\$ 890,000	\$ 222,825	\$ 1,112,825

A summary of the County's capital leases requirements, including interest, is as follows:

Fiscal Year	Governmental Activities		
	Capital Leases		
	Principal	Interest	Total
2012	\$ 220,958	\$ 17,859	\$ 238,817
2013	118,408	8,679	127,087
2014	32,100	3,216	35,316
2015	32,100	3,216	35,316
2016	32,100	3,215	35,315
Total	\$ 435,666	\$ 36,185	\$ 471,851

E. Interfund Transactions

The composition of interfund balances as of year end was as follows:

	Due From	Due To
General fund	\$ 442,871	\$ 116,312
Road and bridge fund	4,006	-
Debt service fund	116,312	-
Other governmental funds	1,175	258,465
Fiduciary funds	-	189,587
	\$ 564,364	\$ 564,364

Amounts recorded as due to/from are considered to be temporary loans and will be repaid during the following year.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

Transfers between the primary government funds during the year were as follows:

	<u>Transfer Out</u>	<u>Transfer In</u>
General fund	\$ 500,671	\$ -
Debt service fund	-	116,312
Other governmental funds	70,641	455,000
	<u>\$ 571,312</u>	<u>\$ 571,312</u>

Transfers are used to move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due. They are also utilized to move unrestricted general fund revenues to finance various programs that must be accounted for in other funds in accordance with budgetary authorizations, including amounts provided as matching funds for various grant programs and governmental expenditures.

F. Grants

Brazos Valley Council of Governments (BVCOG)

SSBG Disaster Relief Funds

For FY2011, the County received mobile generator equipment from the BVCOG valued at \$28,821 to support power outages as provided to the BVCOG by the Health and Human Services Commission (HHSC).

Texas VINE Annual Maintenance Grant

The County was awarded \$5,843 in September 2011 for the continued maintenance and support of the statewide crime victim notification service for fiscal year 2011-2012 covering September 1, 2011 to August 31, 2012. These funds were expended in September 2011 and actual reimbursement was received in November 2011.

Texas Indigent Defense Commission (TIDC)

Indigent Defense Formula Grant

A grant was awarded to the County in the amount of \$12,941 in January 2011 from the Texas Task Force on Indigent Defense (TFID) to assist the County in continued implementation of the provisions of the Indigent Defense Act and the improvement of the indigent criminal defense services in the County. As of the year end, \$9,706 had been received and expended in compliance with grant requirements with the remaining \$3,235 processed in December 2011. An additional \$3,272 was noted as expended from the remaining FY2010 funding received in December 2011. For Fiscal Year 2011, TFID expenditures totaled \$12,978

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

Indigent Defense Equalization Grant

In addition, the County was awarded Equalization Funding in the amount of \$59,465 for improvements in indigent defense services. As of September 30, 2011, all funds had been received but none had been expended. Total Equalization funds held at year-end for future expenditures totaled \$91,431.

Extraordinary Expense Disbursement – Capital Cases #11,136 and #13,915

The County received a total of \$146,426 for reimbursement of a portion of the extraordinary indigent defense expenses covering fiscal years 2009 and 2010 related to two Capital Murder cases. Total trial expenses of \$779,204 for both cases covered years 2006 to 2010. Of this amount, \$530,915 related to indigent defense expenses.

Homeland Security Grant Program (HSGP)

The County received one new grant for FY2011, and the County was awarded one new grant for FY2012 (noted below) from the Texas Department of Public Safety (DPS) as the pass-through agency for the Grant Programs Directorate of the Federal Emergency Management Agency under the Department of Homeland Security Appropriation Act of 2010, and the Department of Defense and Full-Year Continuing Appropriations Act of 2011, respectively. Grant funding was designed to enhance the County's communication interoperability, information sharing, and emergency response due to acts of terrorism and catastrophic events. During FY2011, the county continued processing of one grant awarded in 2009 as noted below.

2009 HSGP

A total of \$148,710 was awarded to the County for the purchase of approved communications and emergency equipment during October 2009 covering a performance period of August 1, 2009 to April 15, 2012. For FY2011, \$31,839 was expended in compliance with grant requirements. Due to changes in the TDEM electronic grant management system, a receivable balance of \$955 remained due from the grantor from FY2010 expenditures at year-end with reimbursement received in November 2011. An additional receivable balance of \$31,839 was booked for FY2011 reimbursements received at various times during FY2012. Most of the remaining \$23,753 of funding is expected to be encumbered before the end of the grant period.

2010 SHSP

During October 2010, the County received grant awards of \$70,800 and \$17,434 for further communications and emergency enhancements. This award represents funding available from August 1, 2010 to July 31, 2012. No expenditures or reimbursements were applicable to FY2011.

2011 SHSP

During October 2011, the County received grant awards of \$22,566 and \$15,491 for further communications and emergency enhancements. This award represents funding available from September 1, 2011 to August 31, 2013. No expenditures or reimbursements were applicable to FY2011.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

Help America Vote Act Grants (HAVA)

During FY2011, the final funding category remaining after the 2010 restructure and additional funding award with the extended grant period is noted below.

General HAVA Compliance

A total of \$26,514 was awarded in additional funding to the County during FY2010. Extensions of the original grant period covered HAVA compliant Voting Equipment for November 8, 2000 through December 31, 2010, while Voter and Election Worker Education covered September 1, 2004 through December 31, 2011. As of the FY2011 year-end, the remaining available funds of \$12,429 had been expended and all reimbursements received.

Office of the Governor – Criminal Justice Division (CJD)

The Office of the Governor (OOG) awarded no new grants to the County during FY2011 through CJD. One grant awarded in FY2010 represented pass-through funds from the American Recovery and Reinvestment Act (ARRA) of 2009.

Violence Against Women Act Grant – 2009 VAWA ARRA

In May 2010, the County received a Stimulus award in the amount of \$30,180 in order to improve responsiveness to victims with specific training and enhanced communications equipment from April 1, 2010 through March 31, 2011. As of September 30, 2011, a total of \$26,985 had been expended and received. A majority of the funding, \$24,436 was expended and reimbursed in FY2011. The remaining unallocated balance of \$3,195 was left to expire.

Disaster Recovery Texas Community Development Block Grant Program (TxCDBG)

During March 2010, the County received a partial contract award from the Texas Department of Rural Affairs (TDRA) in the amount of \$1,122,000 to improve emergency power needs to various facilities in the county including water/wastewater facilities, medical facilities, and emergency shelters. Many of which were without power for several days during Hurricane Ike. The performance period covers April 1, 2010 through March 31, 2012. As of September 30, 2011, expenditures of \$477,304 had been incurred with a receivable balance of \$185,516 reimbursed in October and November 2011.

Energy Efficiency and Conservation Block Grant, SECO Stimulus

In June 2010, the County was awarded \$57,576 in State Energy Conservation Office (SECO) Stimulus ARRA funds from the Texas Comptroller of Public Accounts to install solar panels at the county jail and replace some existing HVAC units with high efficiency models. As of the FY2011 year-end, expenditures of \$42,632 had been incurred and reimbursement of the receivable balance was pending. The performance period covers June 13, 2010 through June 30, 2012.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

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; errors and omissions; and natural disasters for which the County carries commercial insurance. In addition, the County participates along with 338 other entities in the Texas Association of Counties Workers' Compensation Self-Insurance Fund. The Texas Association of Counties created this pool in 1974 to insure the County for workers' compensation related claims. The County also provides its employees benefits, including medical and life insurance, which the County obtains through Scott and White for medical and other vendors for life. Converges and workers compensation and unemployment insurance are obtained from Texas Association of Counties pool. This pool purchases commercial insurance at group rates for participants in the pool. The County has no additional risk or responsibility to either of the pools in which it participates, outside of payment of insurance premiums. The County has not significantly reduced insurance coverage or had settlements that exceeded coverage amounts for the past three years.

B. Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, 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 reports liabilities when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency, and amount of payout and other economic and social factors. The liability for claims and judgments is reported in the government-wide financial statements because it is not expected to be liquidated with expendable, available financial resources. However, none are reported at September 30, 2011.

C. Pension Plan

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 586 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 Commissioners' Court, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with eight or more

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

years of service, or with 20 years regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after eight 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 amount contributed by their employer.

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

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 covered payroll. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of seven percent.

The contribution rate payable by the employee members is the rate of seven percent 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.

Annual Pension Cost

For the County's accounting year ended September 30, 2011, the annual pension cost for the TCDRS plan was \$266,846 and the actual contributions were \$266,846.

The required contribution rates for fiscal year 2011 were determined as part of the December 31, 2009 and 2010 actuarial valuations. Additional information as of the latest actuarial valuation, December 31, 2010, also follows:

	<u>2011</u>	<u>2010</u>	<u>2009</u>
Actuarial Valuation Date	12/31/2010	12/31/2009	12/31/2008
Actuarial Cost Method	Entry age	Entry age	Entry age
Amortization Method	Level % of payroll,	Level % of payroll,	Level % of payroll,
Remaining Amortization	20 years, Closed	20 years, Closed	20 years, Closed
Period	period	period	period
Asset Valuation Method	SAF: 10-yrs	SAF: 10-yrs	SAF: 10-yrs
	smoothed value	smoothed value	smoothed value
Investment Rate of Return	8.0%	8.0%	8.0%
Projected Salary Increases	5.4%	5.4%	5.3%
Inflation	3.5%	3.5%	3.5%
Cost of Living Adjustments	n/a	n/a	n/a

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

The funded status as of December 31, 2010, the most recent valuation date, is as follows:

	<u>2011</u>
Actuarial Valuation Date	12/31/2010
Actuarial Value of Assets	\$ 6,431,724
Actuarial Accrued Liability	\$ 7,882,096
Percentage Funded	81.6%
Unfunded Actuarial Accrued Liability (UAAL)	\$ 1,450,372
Annual Covered Payroll	\$ 3,343,112
UAAL as a Percentage of Covered Payroll	43.4%

The schedule of funding progress, presented as following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

D. Post Employment Healthcare Plan

Plan Description

In addition to pension benefits described previously, the County provides post employment benefit options for health care, life insurance and dental insurance to eligible retirees, terminated employees, and their dependents. The benefits are provided in accordance with the County's policy manual and the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA).

The criteria to determine eligibility include:

1. The employee must meet the rule of 75 (the sum of age and years of service equals at least 75) to be eligible for retirement; and
2. The employee must make application for service retirement pension payments with the TCDRS, and be approved for pension payments from TCDRS, prior to retirement.

Funding Policy

The County funds the benefits on pay-as-you-go basis paying 25 percent or 50 percent of qualified retired employee premiums depending on the age attained at retirement.

Annual OPEB Cost

The County's annual OPEB cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

The annual OPEB cost and the net OPEB obligation (asset) are as follows:

Annual required contribution (ARC)	\$ 244,530
Interest on net OPEB obligation (NPO)	8,889
Adjustment to the ARC	(12,357)
Annual OPEB cost (APC)	241,062
Contributions made	(15,508)
Increase in net OPEB obligation	225,554
Net OPEB obligation-beginning of year	222,232
Net OPEB obligation-end of year	<u>\$ 447,786</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2011 and the two preceding years are as follows:

<u>Fiscal year</u>	<u>Annual OPEB Cost (ARC)</u>	<u>Actual Contribution Made</u>	<u>Percentage of APC Contributed</u>	<u>Net OPEB Obligation</u>
2009	\$ N/A	\$ N/A	N/A	\$ N/A
2010	\$ 244,530	\$ 22,298	9.12%	\$ 222,232
2011	\$ 241,062	\$ 15,508	6.43%	\$ 447,786

Funded Status and Funding Progress

As of October 1, 2009, the most recent actuarial valuation date, the plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$1,815,382, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,815,382.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. 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 with past expectations and new estimates are made about the future. The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive Plan (the Plan as understood by the employer and the Plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and Plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2011

The following is a summary of the actuarial assumptions:

Actuarial Cost Method	Projected unit credit
Amortization Method	Level percent of payroll
Remaining Amortization Period	30 years – Open period
Asset Valuation Method	Market value
Inflation rate	6.70%
Investment Rate of Return	4.00%

(This page intentionally left blank.)

REQUIRED SUPPLEMENTARY INFORMATION

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2011

	2011			Variance with
	Budgeted Amounts		Actual	Final Budget
	Original	Final	Amounts	Positive
				(Negative)
REVENUES				
Property taxes	\$ 3,566,734	\$ 3,566,734	\$ 3,566,052	\$ (682)
Sales tax	723,000	723,000	1,051,623	328,623
Intergovernmental	51,315	158,021	268,010	109,989
Fees	536,270	536,270	610,568	74,298
Fines and forfeitures	740,000	740,000	639,919	(100,081)
Interest	100,020	100,020	99,275	(745)
Miscellaneous	137,850	146,390	215,055	68,665
Total Revenues	5,855,189	5,970,435	6,450,502	480,067
EXPENDITURES				
Current:				
General administration	750,038	748,069	678,875	69,194
Judicial	982,549	996,688	832,036	164,652
Legal	483,069	483,069	475,943	7,126
Financial administration	479,771	483,810	447,824	35,986
Public facilities	169,496	169,496	168,581	915
Public safety	2,434,984	2,554,506	2,389,985	164,521
Health and welfare	96,428	211,034	163,930	47,104
Miscelleous	547,848	453,316	427,373	25,943
Capital outlay	106,550	100,152	94,152	6,000
Total Expenditures	6,050,733	6,200,140	5,678,699	521,441
Revenues Over (Under)				
Expenditures	(195,544)	(229,705)	771,803	1,001,508
OTHER FINANCING SOURCES				
(USES)				
Transfers (out)	-	(525,478)	(500,671)	24,807
Sale of asset	-	-	7,182	7,182
Financing proceeds	-	14,683	14,683	-
Total Other Financing				
Sources (Uses)	-	(510,795)	(478,806)	31,989
Net Change in Fund Balance	\$ (195,544)	\$ (740,500)	292,997	\$ 1,033,497
Beginning fund balance			3,581,902	
Ending Fund Balance			\$ 3,874,899	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND

For the Year Ended September 30, 2011

	2011			Variance with Final Budget
	Budgeted Amounts		Actual	Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Property taxes	\$ 2,017,448	\$ 2,017,448	\$ 2,017,875	\$ 427
Interest	35,910	35,908	38,736	2,828
Permits and licenses	684,500	684,400	691,259	6,859
Miscellaneous	54,500	62,600	80,200	17,600
Total Revenues	2,792,358	2,800,356	2,828,070	27,714
EXPENDITURES				
Current:				
Public transportation	2,304,675	2,271,038	2,100,244	170,794
Miscellaneous	404,438	373,013	304,963	68,050
Debt service:				
Principal	280,469	310,500	279,256	31,244
Interest and fiscal agent fees	22,090	23,894	23,754	140
Capital outlay	334,400	634,157	510,041	124,116
Total Expenditures	3,346,072	3,612,602	3,218,258	394,344
Revenues (Under)				
Expenditures	(553,714)	(812,246)	(390,188)	422,058
OTHER FINANCING SOURCES				
Sale of capital assets	-	56,032	56,032	-
Financing proceeds	-	202,500	202,500	-
Total Other Financing Sources (Uses)	-	258,532	258,532	-
Net Change in Fund Balance	\$ (553,714)	\$ (553,714)	(131,656)	\$ 422,058
Beginning fund balance			1,989,952	
Ending Fund Balance			\$ 1,858,296	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

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

	2011			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUES				
Property taxes	\$ 912,716	\$ 912,716	\$ 921,045	\$ 8,329
Interest income	10,500	10,500	12,134	1,634
Total Revenues	923,216	923,216	933,179	9,963
EXPENDITURES				
Current:				
Public transportation	996,100	991,750	956,184	35,566
Capital outlay	85,000	95,850	45,500	50,350
Total Expenditures	1,081,100	1,087,600	1,001,684	85,916
Revenues (Under) Expenditures	(157,884)	(164,384)	(68,505)	95,879
OTHER FINANCING SOURCES				
Sale of capital assets	-	6,500	6,500	-
Total Other Financing Sources (Uses)	-	6,500	6,500	-
Net Change in Fund Balance	<u>\$ (157,884)</u>	<u>\$ (157,884)</u>	(62,005)	<u>\$ 95,879</u>
Beginning fund balance			575,722	
Ending Fund Balance			<u>\$ 513,717</u>	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
For the Year Ended September 30, 2011

The County's annual covered payroll and pension costs are actuarially valued on a calendar year basis. Because the County makes all the annually required contributions, no net pension obligation (NPO) exists. The information presented below represents the County's Schedule of Funding Progress.

Fiscal Year	2011	2010	2009	2008	2007
Actuarial Valuation Date	12/31/2010	12/31/2009	12/31/2008	12/31/2007	12/31/2006
Actuarial Value of Assets	\$ 6,431,724	\$ 5,799,653	\$ 5,214,331	\$ 5,261,174	\$ 4,736,715
Actuarial Accrued Liability	\$ 7,882,096	\$ 7,089,696	\$ 6,534,109	\$ 6,172,293	\$ 5,649,824
Percentage Funded	81.6%	81.8%	79.8%	85.2%	83.8%
Unfunded Actuarial					
Accrued Liability	\$ 1,450,372	\$ 1,290,043	\$ 1,319,778	\$ 911,119	\$ 913,109
Annual Covered Payroll	\$ 3,343,112	\$ 3,317,083	\$ 3,162,960	\$ 2,848,681	\$ 2,635,799
Unfunded Actuarial					
Accrued Liability					
(UAAL) % of Covered Payroll	43.38%	38.89%	41.73%	31.98%	34.64%
Net Pension Obligation (NPO)					
at the Beginning of Period	\$ -	\$ -	\$ -	\$ -	\$ -
Annual Req. Contrib. (ARC)	266,846	250,616	251,881	174,317	211,087
Contributions Made	266,846	250,616	251,881	174,317	211,087
NPO at the End of Period	\$ -	\$ -	\$ -	\$ -	\$ -

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS
SCHEDULE OF FUNDING PROGRESS
POST EMPLOYMENT HEALTHCARE BENEFITS¹
For the Year Ended September 30, 2011

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
10/01/09	\$ -	\$ 1,815,382	\$ 1,815,382	0%	N/A	N/A

¹ 2009 is the first year the County is required to implement GASB Statement No. 45. The next valuation will be performed in accordance with GASB Statement No. 45 parameters by October 1, 2011.

(This page intentionally left blank.)

***COMBINING STATEMENTS
AND SCHEDULES***

(This page intentionally left blank.)

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended September 30, 2011

	2011			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final	Amounts	
REVENUES				
Property taxes	\$ 127,361	\$ 127,361	\$ 125,823	\$ (1,538)
Interest	4,000	4,000	7,970	3,970
Total Revenues	131,361	131,361	133,793	2,432
EXPENDITURES				
Current:				
Miscellaneous	-	2,500	2,400	100
Debt service:				
Principal	365,000	363,000	270,000	93,000
Interest and fiscal agent fees	44,713	44,213	39,856	4,357
Total Expenditures	409,713	409,713	312,256	97,457
Revenues (Under) Expenditures	(278,352)	(278,352)	(178,463)	99,889
OTHER FINANCING SOURCES				
Transfers in	-	-	116,312	116,312
Total Other Financing Sources	-	-	116,312	116,312
Net Change in Fund Balance	\$ (278,352)	\$ (278,352)	(62,151)	\$ 216,201
Beginning fund balance			556,100	
Ending Fund Balance			\$ 493,949	

Notes to Other Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

BURLESON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (page 1 of 2)
September 30, 2011

Special Revenue Funds				
	County Law Library	Courthouse Security	Right of Way Acquisition	Record Mgmt and Preservation Dist. & Co.
<u>Assets</u>				
Cash and cash equivalents	\$ 66,316	\$ 69,707	\$ 622,252	\$ 201,381
Receivables, net	-	-	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 66,316	\$ 69,707	\$ 622,252	\$ 201,381
<u>Liabilities</u>				
Accounts payable	\$ 168	\$ 100	\$ -	\$ 971
Due to other funds	-	11,412	-	-
Total Liabilities	168	11,512	-	971
<u>Fund Balances</u>				
Restricted	66,148	58,195	622,252	200,410
Total Fund Balances	66,148	58,195	622,252	200,410
Total Liabilities and Fund Balances	\$ 66,316	\$ 69,707	\$ 622,252	\$ 201,381

Special Revenue Funds

<u>Jail Commissary</u>	<u>Attorney Fee Account</u>	<u>Sheriff's Office Donation Equipment</u>	<u>Sheriff's Forfeiture</u>	<u>State Salary Supplement</u>	<u>Sheriff's Office Awarded Restitution</u>
\$ 5,238	\$ 439	\$ 11,612	\$ 21,160	\$ 38,918	\$ 23,897
-	-	-	-	-	-
1,175	-	-	-	-	-
<u>\$ 6,413</u>	<u>\$ 439</u>	<u>\$ 11,612</u>	<u>\$ 21,160</u>	<u>\$ 38,918</u>	<u>\$ 23,897</u>
\$ 828	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>828</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
5,585	439	11,612	21,160	38,918	23,897
<u>5,585</u>	<u>439</u>	<u>11,612</u>	<u>21,160</u>	<u>38,918</u>	<u>23,897</u>
<u>\$ 6,413</u>	<u>\$ 439</u>	<u>\$ 11,612</u>	<u>\$ 21,160</u>	<u>\$ 38,918</u>	<u>\$ 23,897</u>

BURLESON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (page 2 of 2)
September 30, 2011

Special Revenue Funds				
	Justice Court Technology	LEOSE	Miscellaneous Grants	Time Payments
<u>Assets</u>				
Cash and cash equivalents	\$ 22,478	\$ 28,419	\$ 104,948	\$ 9,266
Receivables, net	-	-	263,906	-
Due from other funds	-	-	-	-
Total Assets	<u>\$ 22,478</u>	<u>\$ 28,419</u>	<u>\$ 368,854</u>	<u>\$ 9,266</u>
<u>Liabilities</u>				
Accounts payable	\$ -	\$ -	\$ 50,239	\$ 460
Due to other funds	-	-	229,261	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>279,500</u>	<u>460</u>
<u>Fund Balances</u>				
Restricted	<u>22,478</u>	<u>28,419</u>	<u>89,354</u>	<u>8,806</u>
Total Fund Balances	<u>22,478</u>	<u>28,419</u>	<u>89,354</u>	<u>8,806</u>
Total Liabilities and Fund Balances	<u>\$ 22,478</u>	<u>\$ 28,419</u>	<u>\$ 368,854</u>	<u>\$ 9,266</u>

Special Revenue Funds					
Economic Development	Election Services	County and District Technology	Vehicle Inventory	Capital Projects	Total Nonmajor Governmental Funds
\$ 13,837	\$ 16,510	\$ 935	\$ 85,198	\$ 7,663	\$ 1,350,174
7,384	-	-	6,478	-	277,768
-	-	-	-	-	1,175
<u>\$ 21,221</u>	<u>\$ 16,510</u>	<u>\$ 935</u>	<u>\$ 91,676</u>	<u>\$ 7,663</u>	<u>\$ 1,629,117</u>
\$ -	\$ -	\$ -	\$ 51,755	\$ 7,663	\$ 112,184
-	-	-	17,792	-	258,465
-	-	-	69,547	7,663	370,649
21,221	16,510	935	22,129	-	1,258,468
<u>21,221</u>	<u>16,510</u>	<u>935</u>	<u>22,129</u>	<u>-</u>	<u>1,258,468</u>
<u>\$ 21,221</u>	<u>\$ 16,510</u>	<u>\$ 935</u>	<u>\$ 91,676</u>	<u>\$ 7,663</u>	<u>\$ 1,629,117</u>

BURLESON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (page 1 of 2)
For the Year Ended September 30, 2011

Special Revenue Funds				
	County Law Library	Courthouse Security	Right of Way Acquisition	Record Mgmt and Preservation Dist. & Co.
Revenues				
Fees	\$ 13,475	\$ 24,831	\$ -	\$ 73,584
Intergovernmental	-	-	-	-
Investment income	984	951	10,548	4,199
Miscellaneous	-	-	-	-
Total Revenues	14,459	25,782	10,548	77,783
Expenditures				
Current:				
Miscellaneous	1,091	6,347	-	116,484
Capital outlay	-	-	-	-
Total Expenditures	1,091	6,347	-	116,484
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,368	19,435	10,548	(38,701)
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers (out)	-	(11,412)	-	-
Total Other Financing Sources (Uses)	-	(11,412)	-	-
Net Change in Fund Balances	13,368	8,023	10,548	(38,701)
Beginning fund balances	52,780	50,172	611,704	239,111
Ending Fund Balances	\$ 66,148	\$ 58,195	\$ 622,252	\$ 200,410

Special Revenue Funds

Jail Commissary	Attorney Fee Account	Sheriff's Office Donation Equipment	Sheriff's Forfeiture	State Salary Supplement	Sheriff's Office Awarded Restitution
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	47,504	-
166	13	193	347	775	445
16,644	-	1,650	-	-	-
16,810	13	1,843	347	48,279	445
22,522	292	-	520	3,520	-
-	-	-	-	-	2,560
22,522	292	-	520	3,520	2,560
(5,712)	(279)	1,843	(173)	44,759	(2,115)
-	-	-	-	-	-
-	-	-	-	(46,251)	-
-	-	-	-	(46,251)	-
(5,712)	(279)	1,843	(173)	(1,492)	(2,115)
11,297	718	9,769	21,333	40,410	26,012
<u>\$ 5,585</u>	<u>\$ 439</u>	<u>\$ 11,612</u>	<u>\$ 21,160</u>	<u>\$ 38,918</u>	<u>\$ 23,897</u>

BURLESON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (page 2 of 2)
For the Year Ended September 30, 2011

Special Revenue Funds				
	Justice Court Technology	LEOSE	Miscellaneous Grants	Time Payments
<u>Revenues</u>				
Fees	\$ 16,065	\$ -	\$ -	\$ 5,826
Intergovernmental	-	4,779	624,024	-
Investment income	398	473	1,167	-
Miscellaneous	-	-	43,925	174
Total Revenues	16,463	5,252	669,116	6,000
<u>Expenditures</u>				
Current:				
Miscellaneous	19,376	3,311	557,064	9,378
Capital outlay	-	-	38,000	-
Total Expenditures	19,376	3,311	595,064	9,378
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,913)	1,941	74,052	(3,378)
<u>Other Financing Sources (Uses)</u>				
Transfers in	-	-	-	-
Transfers (out)	-	-	(12,978)	-
Total Other Financing Sources (Uses)	-	-	(12,978)	-
Net Change in Fund Balances	(2,913)	1,941	61,074	(3,378)
Beginning fund balances	25,391	26,478	28,280	12,184
Ending Fund Balances	\$ 22,478	\$ 28,419	\$ 89,354	\$ 8,806

Special Revenue Funds

Economic Development	Election Services	County and District Technology	Vehicle Inventory	Capital Projects	Total Nonmajor Governmental Funds
\$ 29,651	\$ 2,860	\$ 759	\$ -	\$ -	\$ 167,051
-	-	-	-	-	676,307
150	-	6	1,076	3,771	25,662
-	-	-	5	-	62,398
<u>29,801</u>	<u>2,860</u>	<u>765</u>	<u>1,081</u>	<u>3,771</u>	<u>931,418</u>
31,194	1,012	-	-	-	772,111
-	-	-	-	458,771	499,331
<u>31,194</u>	<u>1,012</u>	<u>-</u>	<u>-</u>	<u>458,771</u>	<u>1,271,442</u>
(1,393)	1,848	765	1,081	(455,000)	(340,024)
-	-	-	-	455,000	455,000
-	-	-	-	-	(70,641)
-	-	-	-	455,000	(70,641)
(1,393)	1,848	765	1,081	-	44,335
<u>22,614</u>	<u>14,662</u>	<u>170</u>	<u>21,048</u>	<u>-</u>	<u>1,214,133</u>
<u>\$ 21,221</u>	<u>\$ 16,510</u>	<u>\$ 935</u>	<u>\$ 22,129</u>	<u>\$ -</u>	<u>\$ 1,258,468</u>

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 1 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

COUNTY LAW LIBRARY

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fees	\$ 9,600	\$ 13,475	\$ 3,875
Investment income	450	984	534
Total Revenues	<u>10,050</u>	<u>14,459</u>	<u>4,409</u>
EXPENDITURES			
General administration:			
Miscellaneous	4,000	1,091	2,909
Total Expenditures	<u>4,000</u>	<u>1,091</u>	<u>2,909</u>
 Net Change in Fund Balance	 <u>\$ 6,050</u>	 13,368	 <u>\$ 7,318</u>
Beginning fund balance		<u>52,780</u>	
Ending Fund Balance		<u>\$ 66,148</u>	

COURTHOUSE SECURITY

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 800	\$ 951	\$ 151
Fees	24,400	24,831	431
Total Revenues	<u>25,200</u>	<u>25,782</u>	<u>582</u>
EXPENDITURES			
Judicial:			
District court	24,426	6,347	18,079
Capital outlay	4,000	-	4,000
Total Expenditures	<u>28,426</u>	<u>6,347</u>	<u>22,079</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 (3,226)	 19,435	 22,661
 Transfers (out)	 <u>(11,500)</u>	 <u>(11,412)</u>	 <u>88</u>
 Net Change in Fund Balance	 <u>\$ (14,726)</u>	 8,023	 <u>\$ 22,749</u>
Beginning fund balance		<u>50,172</u>	
Ending Fund Balance		<u>\$ 58,195</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 2 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

RIGHT OF WAY ACQUISITION

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 13,000	\$ 10,548	\$ (2,452)
Total Revenues	13,000	10,548	(2,452)
EXPENDITURES			
Judicial:			
Law library	200,000	-	200,000
Total Expenditures	200,000	-	200,000
Net Change in Fund Balance	\$ (187,000)	10,548	\$ 197,548
Beginning fund balance		611,704	
Ending Fund Balance		\$ 622,252	

RECORD MANAGEMENT AND PRESERVATION DISTRICT AND COUNTY

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fees	\$ 54,900	\$ 73,584	\$ 18,684
Investment income	3,850	4,199	349
Total Revenues	58,750	77,783	19,033
EXPENDITURES			
Miscellaneous	155,996	116,484	39,512
Total Expenditures	155,996	116,484	39,512
Net Change in Fund Balance	\$ (97,246)	(38,701)	\$ 58,545
Beginning fund balance		239,111	
Ending Fund Balance		\$ 200,410	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 3 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

SHERIFF'S OFFICE DONATION - EQUIPMENT

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 110	\$ 193	\$ 83
Miscellaneous	-	1,650	1,650
Total Revenues	110	1,843	1,733
EXPENDITURES			
Public safety:			
911 addressing	7,450		7,450
Total Expenditures	7,450	-	7,450
Net Change in Fund Balance	\$ (7,340)	1,843	\$ 9,183
Beginning fund balance		9,769	
Ending Fund Balance		\$ 11,612	

SHERIFF'S FORFEITURE

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 250	\$ 347	\$ 97
Miscellaneous	-	-	-
Total Revenues	250	347	97
EXPENDITURES			
Public safety:			
Sheriff's office	10,000	520	9,480
Total Expenditures	10,000	520	9,480
Net Change in Fund Balance	\$ (9,750)	(173)	\$ 9,577
Beginning fund balance		21,333	
Ending Fund Balance		\$ 21,160	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 4 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

STATE SALARY SUPPLEMENT

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 47,750	\$ 47,504	\$ (246)
Investment income	900	775	(125)
Total Revenues	<u>48,650</u>	<u>48,279</u>	<u>(371)</u>
EXPENDITURES			
Public Safety:			
Miscellaneous	4,400	3,520	880
Total Expenditures	<u>4,400</u>	<u>3,520</u>	<u>880</u>
 Excess of Revenues over Expenditures	 44,250	 44,759	 509
 Transfers (out)	 (46,251)	 (46,251)	 -
 Net Change in Fund Balance	 <u>\$ (2,001)</u>	 <u>(1,492)</u>	 <u>\$ 509</u>
Beginning fund balance		<u>40,410</u>	
Ending Fund Balance		<u>\$ 38,918</u>	

SHERIFF'S OFFICE AWARDED RESTITUTION

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 500	\$ 445	\$ (55)
Total Revenues	<u>500</u>	<u>445</u>	<u>(55)</u>
EXPENDITURES			
Health and welfare:			
EDA grant	5,000	2,560	2,440
Total Expenditures	<u>5,000</u>	<u>2,560</u>	<u>2,440</u>
 Net Change in Fund Balance	 <u>\$ (4,500)</u>	 <u>(2,115)</u>	 <u>\$ 2,385</u>
Beginning fund balance		<u>26,012</u>	
Ending Fund Balance		<u>\$ 23,897</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 5 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

JUSTICE COURT TECHNOLOGY

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 500	\$ 398	\$ (102)
Fees	13,500	16,065	2,565
Total Revenues	<u>14,000</u>	<u>16,463</u>	<u>2,463</u>
EXPENDITURES			
Public safety:			
Justice court expense	31,500	19,376	12,124
Total Expenditures	<u>31,500</u>	<u>19,376</u>	<u>12,124</u>
Net Change in Fund Balance	<u>\$ (17,500)</u>	<u>(2,913)</u>	<u>\$ 14,587</u>
Beginning fund balance		<u>25,391</u>	
Ending Fund Balance		<u>\$ 22,478</u>	

LEOSE

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 4,320	\$ 473	\$ (3,847)
Intergovernmental	400	4,779	4,379
Total Revenues	<u>4,720</u>	<u>5,252</u>	<u>532</u>
EXPENDITURES			
Public safety:			
LEOSE	20,000	3,311	16,689
Total Expenditures	<u>20,000</u>	<u>3,311</u>	<u>16,689</u>
Net Change in Fund Balance	<u>\$ (15,280)</u>	<u>1,941</u>	<u>\$ 17,221</u>
Beginning fund balance		<u>26,478</u>	
Ending Fund Balance		<u>\$ 28,419</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 6 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

MISCELLANEOUS GRANT

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 564,655	\$ 624,024	\$ 59,369
Investment income	-	1,167	1,167
Miscellaneous	43,752	43,925	173
Total Revenues	<u>608,407</u>	<u>669,116</u>	<u>60,709</u>
EXPENDITURES			
Miscellaneous	562,088	557,064	5,024
Capital Outlay	38,000	38,000	-
Total Expenditures	<u>38,000</u>	<u>595,064</u>	<u>5,024</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	570,407	74,052	65,733
Transfers (out)	(12,978)	(12,978)	-
Net Change in Fund Balance	<u>\$ 557,429</u>	61,074	<u>\$ 65,733</u>
Beginning fund balance		28,280	
Ending Fund Balance		<u>\$ 89,354</u>	

TIME PAYMENT

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fees	\$ 7,500	\$ 5,826	\$ (1,674)
Miscellaneous	250	174	(76)
Total Revenues	<u>7,750</u>	<u>6,000</u>	<u>(1,750)</u>
EXPENDITURES			
Administration	14,000	9,378	4,622
Total Expenditures	<u>14,000</u>	<u>9,378</u>	<u>4,622</u>
Net Change in Fund Balance	<u>\$ (6,250)</u>	(3,378)	<u>\$ 2,872</u>
Beginning fund balance		12,184	
Ending Fund Balance		<u>\$ 8,806</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 7 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

ECONOMIC DEVELOPMENT

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fees	\$ 26,000	\$ 29,651	\$ 3,651
Investment income	500	150	(350)
Total Revenues	<u>26,500</u>	<u>29,801</u>	<u>3,301</u>
EXPENDITURES			
Economic development			
General expenditures	32,900	31,194	1,706
Total Expenditures	<u>32,900</u>	<u>31,194</u>	<u>1,706</u>
 Net Change in Fund Balance	 <u>\$ (6,400)</u>	 (1,393)	 <u>\$ 5,007</u>
Beginning fund balance		<u>22,614</u>	
Ending Fund Balance		<u>\$ 21,221</u>	

COUNTY & DISTRICT TECHNOLOGY

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fees	\$ 2,400	\$ 759	\$ (1,641)
Investment income	20	6	(14)
Total Revenues	<u>2,420</u>	<u>765</u>	<u>(1,655)</u>
EXPENDITURES			
Economic development:			
General expenditures	2,000	-	2,000
Total Expenditures	<u>2,000</u>	<u>-</u>	<u>2,000</u>
 Net Change in Fund Balance	 <u>\$ 420</u>	 765	 <u>\$ 345</u>
Beginning fund balance		<u>170</u>	
Ending Fund Balance		<u>\$ 935</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 8 of 8)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

VEHICLE INVENTORY

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 1,500	\$ 1,076	\$ (424)
Miscellaneous	-	5	5
Total Revenues	<u>1,500</u>	<u>1,081</u>	<u>(419)</u>
EXPENDITURES			
Economic development			
General expenditures	6,000	-	6,000
Total Expenditures	<u>6,000</u>	<u>-</u>	<u>6,000</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,500)	1,081	(6,419)
Net Change in Fund Balance	<u>\$ (4,500)</u>	1,081	<u>\$ 5,581</u>
Beginning fund balance		<u>21,048</u>	
Ending Fund Balance		<u>\$ 22,129</u>	

CAPITAL PROJECTS

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment income	\$ 3,771	\$ 3,771	\$ -
Total Revenues	<u>3,771</u>	<u>3,771</u>	<u>-</u>
EXPENDITURES			
Capital outlay	458,771	458,771	-
Total Expenditures	<u>458,771</u>	<u>458,771</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	(455,000)	(455,000)	-
Transfers in	455,000	455,000	-
Net Change in Fund Balance	<u>\$ -</u>	-	<u>\$ -</u>
Beginning fund balance		<u>-</u>	
Ending Fund Balance		<u>\$ -</u>	

BURLESON COUNTY, TEXAS

COMBINING STATEMENT OF NET ASSETS

FIDUCIARY FUNDS (page 1 of 3)

September 30, 2011

	<u>Tax Assessor Collector</u>	<u>District Clerk</u>	<u>County Clerk</u>	<u>Jail Inmate</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 288,337	\$ 1,000,217	\$ 36,769	\$ 2,248
Total Assets	<u>\$ 288,337</u>	<u>\$ 1,000,217</u>	<u>\$ 36,769</u>	<u>\$ 2,248</u>
<u>Liabilities</u>				
Accounts payable	\$ 283,390	\$ 826,243	\$ 36,703	\$ 1,149
Due to other funds	4,947	173,974	66	1,099
Total Liabilities	<u>\$ 288,337</u>	<u>\$ 1,000,217</u>	<u>\$ 36,769</u>	<u>\$ 2,248</u>

See Notes to Financial Statements.

<u>State of Texas Transfer Accounts</u>	<u>County Attorney</u>	<u>County Sheriff</u>	<u>Sheriff Seizure</u>	<u>Unclaimed Money</u>	<u>Insurance</u>
\$ 120,049	\$ 12,266	\$ 29,850	\$ 15,416	\$ 9,429	\$ 1,912
<u>\$ 120,049</u>	<u>\$ 12,266</u>	<u>\$ 29,850</u>	<u>\$ 15,416</u>	<u>\$ 9,429</u>	<u>\$ 1,912</u>
\$ 112,483	\$ 12,243	\$ 29,850	\$ 15,416	\$ 9,429	\$ -
7,566	23	-	-	-	1,912
<u>\$ 120,049</u>	<u>\$ 12,266</u>	<u>\$ 29,850</u>	<u>\$ 15,416</u>	<u>\$ 9,429</u>	<u>\$ 1,912</u>

BURLESON COUNTY, TEXAS

COMBINING STATEMENT OF NET ASSETS

FIDUCIARY FUNDS (page 3 of 3)

September 30, 2011

	Total Agency Funds
<hr/>	
<u>Assets</u>	
Cash and cash equivalents	\$ 1,516,493
Total Assets	\$ 1,516,493
	<hr/>
<u>Liabilities</u>	
Accounts payable	\$ 1,326,906
Due to other funds	189,587
Total Liabilities	\$ 1,516,493
	<hr/>

See Notes to Financial Statements.

BURLESON COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FIDUCIARY FUNDS

For the Year Ended September 30, 2011

		Beginning Balance	Additions	(Deductions)	Ending Balance
Tax Assessor					
<u>Assets</u>	Cash and cash equivalents	\$ 399,545	\$ -	\$ (111,208)	\$ 288,337
<u>Liabilities</u>	Accounts Payable	\$ 395,674	\$ -	\$ (112,284)	\$ 283,390
<u>Liabilities</u>	Due to other funds	\$ 3,871	\$ 1,076	\$ -	\$ 4,947
District Clerk					
<u>Assets</u>	Cash and cash equivalents	\$ 867,101	\$ 133,116	\$ -	\$ 1,000,217
<u>Liabilities</u>	Accounts Payable	\$ 696,396	\$ 129,847	\$ -	\$ 826,243
<u>Liabilities</u>	Due to other funds	\$ 170,705	\$ 3,269	\$ -	\$ 173,974
County Clerk					
<u>Assets</u>	Cash and cash equivalents	\$ 8,950	\$ 27,819	\$ -	\$ 36,769
<u>Liabilities</u>	Accounts Payable	\$ 8,950	\$ 27,753	\$ -	\$ 36,703
<u>Liabilities</u>	Due to other funds	\$ -	\$ 66	\$ -	\$ 66
Jail Inmate					
<u>Assets</u>	Cash and cash equivalents	\$ 1,745	\$ 503	\$ -	\$ 2,248
<u>Liabilities</u>	Accounts Payable	\$ 1,745	\$ -	\$ (596)	\$ 1,149
<u>Liabilities</u>	Due to other funds	\$ -	\$ 1,099	\$ -	\$ 1,099
State of Texas Transfer Account					
<u>Assets</u>	Cash and cash equivalents	\$ 98,908	\$ 21,141	\$ -	\$ 120,049
<u>Liabilities</u>	Accounts Payable	\$ 92,607	\$ 19,876	\$ -	\$ 112,483
<u>Liabilities</u>	Due to other funds	\$ 6,301	\$ 1,265	\$ -	\$ 7,566
County Attorney					
<u>Assets</u>	Cash and cash equivalents	\$ 13,046	\$ -	\$ (780)	\$ 12,266
<u>Liabilities</u>	Accounts Payable	\$ 13,046	\$ -	\$ (803)	\$ 12,243
<u>Liabilities</u>	Due to others	\$ -	\$ 23	\$ -	\$ 23
County Sheriff					
<u>Assets</u>	Cash and cash equivalents	\$ 40,750	\$ -	\$ (10,900)	\$ 29,850
<u>Liabilities</u>	Due to other funds	\$ 40,750	\$ -	\$ (10,900)	\$ 29,850
Sheriff Seizure					
<u>Assets</u>	Cash and cash equivalents	\$ 15,416	\$ -	\$ -	\$ 15,416
<u>Liabilities</u>	Due to other funds	\$ 15,416	\$ -	\$ -	\$ 15,416
Unclaimed Money					
<u>Assets</u>	Cash and cash equivalents	\$ 7,196	\$ 2,233	\$ -	\$ 9,429
<u>Liabilities</u>	Accounts Payable	\$ 7,196	\$ 2,233	\$ -	\$ 9,429
Insurance					
<u>Assets</u>	Cash and cash equivalents	\$ 1,994	\$ -	\$ (82)	\$ 1,912
<u>Liabilities</u>	Accounts Payable	\$ 138	\$ -	\$ (138)	\$ -
<u>Liabilities</u>	Due to other funds	\$ 1,856	\$ 56	\$ -	\$ 1,912
Total Agency Funds					
<u>Assets</u>	Cash and cash equivalents	\$ 1,454,651	\$ 184,812	\$ (122,970)	\$ 1,516,493
<u>Liabilities</u>	Accounts Payable	\$ 1,271,918	\$ 179,709	\$ (124,721)	\$ 1,326,906
<u>Liabilities</u>	Due to other funds	\$ 182,733	\$ 6,854	\$ -	\$ 189,587

(This page intentionally left blank.)