

ANNUAL FINANCIAL REPORT

of

BURLESON COUNTY, TEXAS

For the Year Ended
September 30, 2019

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BURLESON COUNTY, TEXAS

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INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Burleson County, Texas (the "County"), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2019, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, schedules of changes in net pension and total other postemployment benefits liability and related ratios, and schedule of contributions, identified as Required Supplementary Information on the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Required Supplementary Information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining statements and schedules are presented for purposes of additional analysis and are not required parts of the basic financial statements.

The combining statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the combining statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

BELT HARRIS PECHACEK, LLLP

Belt Harris Pechacek, LLLP
Certified Public Accountants
Houston, Texas
April 23, 2020

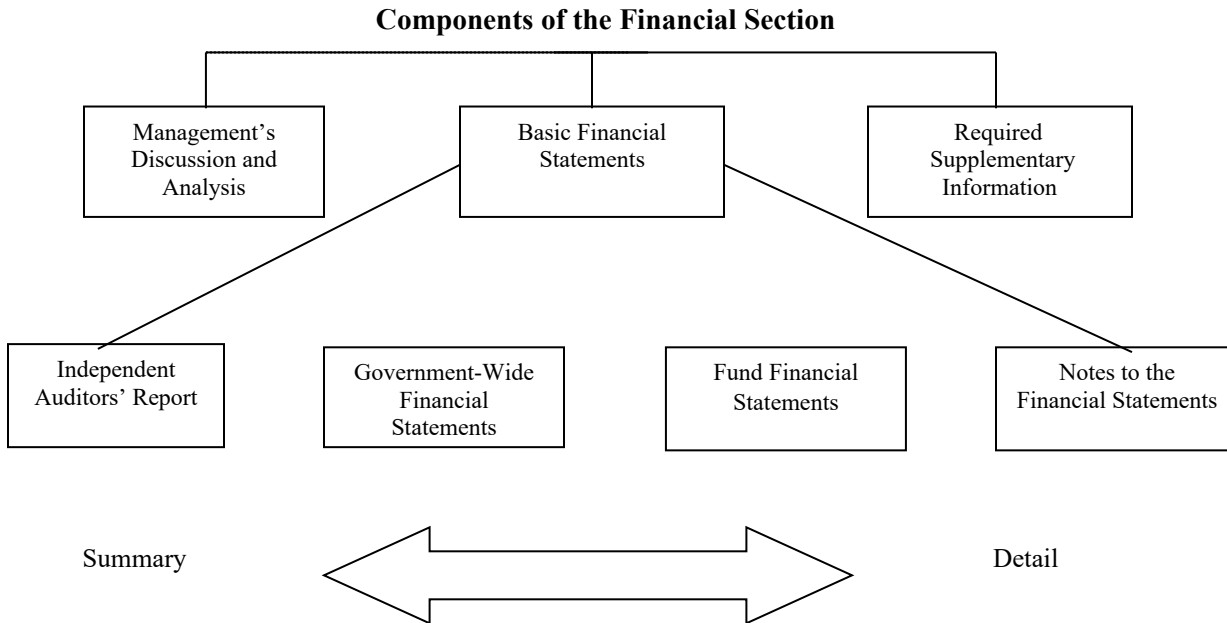
***MANAGEMENT'S DISCUSSION
AND ANALYSIS***

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BURLESON COUNTY, TEXAS
MANAGEMENT’S DISCUSSION AND ANALYSIS
For the Year Ended September 30, 2019

The purpose of the Management’s Discussion and Analysis (MD&A) is to give the readers an objective and easily readable analysis of the financial activities of Burleson County, Texas (the “County”) for the year ending September 30, 2019. The analysis is based on currently known facts, decisions, or economic conditions. It presents short and long-term analysis of the County’s activities, compares current year results with those of the prior year, and discusses the positive and negative aspects of that comparison. Please read the MD&A in conjunction with the County’s financial statements, which follow this section.

THE STRUCTURE OF OUR ANNUAL REPORT



The County’s basic financial statements include (1) government-wide financial statements, (2) individual fund financial statements, and (3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information for the County as a whole. These statements include transactions and balances relating to all assets, including infrastructure capital assets. These statements are designed to provide information about cost of services, operating results, and financial position of the County as an economic entity. The Statement of Net Position and the Statement of Activities, which appear first in the County’s financial statements, report information on the County’s activities that enable the reader to understand the financial condition of the County. These statements are prepared using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year’s revenues and expenses are taken into account even if cash has not yet changed hands.

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

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2019

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

The Statement of Net Position and the Statement of Activities present the County's financials in one type of activity:

1. *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, and legal services. Interest and fiscal charges on long-term debt are also reported here. Property tax, sales tax, charges for services, and intergovernmental revenue finance most of these activities.

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

FUND FINANCIAL STATEMENTS

Funds may be considered as operating companies of the parent corporation, which is the County. They are usually segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance related legal reporting requirements. The two categories of County funds are governmental and fiduciary.

Governmental Funds

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

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

The County maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general and road and bridge funds which are considered to be major funds for reporting purposes. The debt service fund is not considered a major fund for reporting purposes, but the County has elected to present as major due to its significance.

The County adopts an annual appropriated budget for its general, road and bridge, debt service, and certain special revenue funds. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with these budgets.

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2019

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The County maintains nine fiduciary funds. The County's fiduciary activities are reported separately in a statement of fiduciary net position.

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 are the last section of the basic financial statements.

Other Information

In addition to basic financial statements, this MD&A, and accompanying notes, this report also presents certain Required Supplementary Information (RSI). The RSI includes budgetary comparison schedules for the general and road and bridge funds, schedules of changes in net pension and total other postemployment benefits (OPEB) liability and related ratios and schedule of contributions for the Texas County and District Retirement System, and schedule of changes in total OPEB liability and related ratios for postemployment healthcare benefits. RSI can be found after the notes to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. Assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$19,297,813 as of September 30, 2019. This compares with \$17,271,430 for the prior fiscal year. A portion of the County's net position, 48%, reflects its investments in capital assets (e.g., land, buildings and improvements, equipment, and infrastructure), less any outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the assets themselves cannot be used to liquidate these liabilities.

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2019

Statement of Net Position

The following table reflects the condensed Statement of Net Position:

	Governmental Activities	
	2019	2018
Current and other assets	\$ 13,773,060	\$ 11,500,785
Capital assets, net	12,830,180	13,131,579
Total Assets	26,603,240	24,632,364
Deferred outflows - pensions	1,160,783	343,431
Deferred outflows - OPEB	18,305	19,055
Total Deferred Outflows of Resources	1,179,088	362,486
Long-term liabilities	7,274,242	6,281,824
Other liabilities	1,061,480	998,699
Total Liabilities	8,335,722	7,280,523
Deferred inflows - pensions	109,251	437,110
Deferred inflows - OPEB	39,542	5,787
Total Deferred Inflows of Resources	148,793	442,897
Net Position:		
Net investment in capital assets	9,247,242	9,194,898
Restricted	7,201,072	6,471,187
Unrestricted	2,849,499	1,605,345
Total Net Position	\$ 19,297,813	\$ 17,271,430

A portion of the County's net position, \$7,201,072 or 37%, represents resources that are subject to external restriction on how they may be used. The County's unrestricted net position, \$2,849,499 or 15%, may be used to meet the County's ongoing obligation to citizens and creditors. The overall net position increased by \$2,026,383. Current assets increased \$2,272,275 mainly due to operating results. The deferred outflows of resources increased by \$816,602 mainly due to deferred losses on investment earnings on pension plan assets. The total liabilities increased by \$1,055,199 mainly due to the increase in pension and OPEB liabilities. The deferred inflows of resources decreased by \$294,104 mainly due to the investment earnings on pension plan assets.

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2019

Statement of Activities

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

	<u>Governmental Activities</u>	
	<u>2019</u>	<u>2018</u>
Revenues		
Program revenues:		
Charges for services	\$ 2,692,762	\$ 2,408,613
Operating grants and contributions	185,889	260,498
General revenues:		
Property taxes	9,874,207	8,425,865
Sales taxes	1,462,012	1,463,248
Other taxes	47,693	56,057
Interest income	223,211	165,069
Gain on sale of capital assets	27,684	86,485
Other revenues	1,176,267	2,021,737
Total Revenues	<u>15,689,725</u>	<u>14,887,572</u>
Expenses		
General administration	913,644	1,126,143
Judicial	1,339,354	1,188,730
Legal	574,180	567,947
Financial administration	705,269	693,522
Public facilities	370,710	597,632
Public safety	3,669,117	3,876,037
Public transportation	4,848,784	3,921,790
Health and welfare	418,371	117,686
Miscellaneous	715,644	1,325,102
Interest and fiscal agent fees	108,269	119,293
Total Expenses	<u>13,663,342</u>	<u>13,533,882</u>
Change in Net Position	2,026,383	1,353,690
Beginning net position	<u>17,271,430</u>	<u>15,917,740</u>
Ending Net Position	<u>\$ 19,297,813</u>	<u>\$ 17,271,430</u>

Total governmental revenues were comparable to the prior year, increasing \$802,153 or 5%. This increase is primarily due to an increase in property taxes of \$1,448,342 and an increase in charges for services of \$284,149. The increase in property taxes and charges for services is mainly due to the assessed property value increase and more fees collected during the year, respectively.

Governmental expenses increased from the prior year by \$129,460 or 1%. The increase is primarily due to increases in public transportation due to increase in pension, OPEB, and retiree health benefits payments during the year.

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2019

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 \$10,865,497. Of this, \$3,664,425 is unassigned and available for day-to-day operations of the County and \$7,201,072 is restricted for various purposes.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$3,664,425. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 46% of total general fund expenditures. The fund balance of the general fund reported an increase of \$1,234,025, mainly due to more property tax revenue from the increase of property values and the tax rate, an increase in charges for services, and an increase in fines and forfeitures.

The road and bridge fund reported an increase of \$845,973 in fund balance primarily due to an increase in property tax revenue during the year offset with lower expenditures. All of the road and bridge fund balance, \$6,107,025, is restricted.

The debt service fund reported a decrease of \$16,122 in fund balance. The decrease is due to debt service payments in excess of property taxes collected. The current debt service fund balance of \$90,410 is restricted for payments of principal and interest on debt.

GENERAL FUND BUDGETARY HIGHLIGHTS

The general fund's actual revenues were more than the final budget by \$521,394 during the year. This positive variance is largely the result of more property taxes, sales taxes, and fine and forfeitures revenues than expected.

The general fund expenditures were less than the final budget by \$856,905 mainly due less public safety expenditures than expected and the result of a County-wide effort to keep expenditures at or below budget.

CAPITAL ASSETS

At the end of the year, the County's governmental activities had invested \$12,830,180 in a variety of capital assets and infrastructure, net of accumulated depreciation. This represents a net decrease of \$301,399.

Major capital asset events during the current year included the following:

- Roof replacement on public facilities buildings - \$176,000
- Two 2019 Chevrolet Tahoe vehicles for the public safety use - \$89,979
- Truck, tractor, and equipment purchases for road and bridge use - \$392,091

BURLESON COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
For the Year Ended September 30, 2019

More detailed information about the County's capital assets is presented in note III.C. to the financial statements.

LONG-TERM DEBT

At the end of the year, the County reported total certificates of obligation of \$3,205,000. The County also reported \$275,000 of refunding bonds outstanding.

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The County has continued the permanent road program to solidify the infrastructure of the County. The County has approved the tax rate of \$0.56 for the 2019/2020 fiscal year.

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 407, Caldwell, Texas 77836.

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BASIC FINANCIAL STATEMENTS

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BURLESON COUNTY, TEXAS

STATEMENT OF NET POSITION

September 30, 2019

	<u>Governmental Activities</u>
<u>Assets</u>	
Cash and cash equivalents	\$ 11,099,901
Receivables, net	2,424,440
Due from fiduciary funds	248,719
Total Current Assets	<u>13,773,060</u>
Capital assets:	
Nondepreciable	289,911
Depreciable capital assets, net	12,540,269
Total Capital Assets	<u>12,830,180</u>
Total Assets	<u>26,603,240</u>
<u>Deferred Outflows of Resources</u>	
Deferred outflows - pensions	1,160,783
Deferred outflows - OPEB - GTLF	18,305
Total Deferred Outflows of Resources	<u>1,179,088</u>
<u>Liabilities</u>	
Current liabilities:	
Accounts payable	787,235
Unearned revenues	267,384
Accrued interest	6,861
Total Current Liabilities	<u>1,061,480</u>
Noncurrent liabilities:	
Long-term debt due within one year	420,553
Long-term debt due in more than one year	6,853,689
Total Noncurrent Liabilities	<u>7,274,242</u>
Total Liabilities	<u>8,335,722</u>
<u>Deferred Inflows of Resources</u>	
Deferred inflows - pensions	109,251
Deferred inflows - OPEB - GTLF	39,542
Total Deferred Inflows of Resources	<u>148,793</u>
<u>Net Position</u>	
Net investment in capital assets	9,247,242
Restricted for:	
Road and bridge	6,107,025
Debt service	90,410
Grants	122,820
Special projects	880,817
Unrestricted	2,849,499
Total Net Position	<u>\$ 19,297,813</u>

See Notes to Financial Statements.

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BURLESON COUNTY, TEXAS

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Primary Government				
Governmental Activities				
General administration	\$ 913,644	\$ 714,932	\$ 132,932	\$ (65,780)
Judicial	1,339,354	638,980	-	(700,374)
Legal	574,180	-	-	(574,180)
Financial administration	705,269	317,221	-	(388,048)
Public facilities	370,710	-	-	(370,710)
Public safety	3,669,117	25,878	-	(3,643,239)
Public transportation	4,848,784	745,355	52,957	(4,050,472)
Health and welfare	418,371	-	-	(418,371)
Miscellaneous	715,644	250,396	-	(465,248)
Interest and fiscal agent fees	108,269	-	-	(108,269)
Total Governmental Activities	13,663,342	2,692,762	185,889	(10,784,691)
Total Primary Government	\$ 13,663,342	\$ 2,692,762	\$ 185,889	(10,784,691)
General Revenues:				
				9,874,207
				1,462,012
				47,693
				223,211
				27,684
				1,176,267
			Total General Revenues	12,811,074
			Change in Net Position	2,026,383
			Beginning net position	17,271,430
			Ending Net Position	\$ 19,297,813

See Notes to Financial Statements.

BURLESON COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2019

	General	Road and Bridge	Debt Service	Nonmajor Governmental
<u>Assets</u>				
Cash and cash equivalents	\$ 3,480,107	\$ 6,436,725	\$ 90,410	\$ 1,092,659
Receivables, net	1,785,500	576,716	36,876	25,348
Due from other funds	30,148	10,618	814	-
Due from fiduciary funds	245,929	2,595	195	-
Total Assets	\$ 5,541,684	\$ 7,026,654	\$ 128,295	\$ 1,118,007
<u>Liabilities</u>				
Accounts payable and accrued liabilities	\$ 308,468	\$ 397,323	\$ -	\$ 81,444
Unearned revenues	253,161	13,214	1,009	-
Due to other funds	-	8,654	-	32,926
Total Liabilities	561,629	419,191	1,009	114,370
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - fines	679,225	-	-	-
Unavailable revenue - property taxes	636,405	500,438	36,876	-
Total Deferred Inflows of Resources	1,315,630	500,438	36,876	-
<u>Fund Balances</u>				
Restricted:				
Road and bridge	-	6,107,025	-	-
Debt service	-	-	90,410	-
Grants	-	-	-	122,820
Special projects	-	-	-	880,817
Unassigned:				
General	3,664,425	-	-	-
Total Fund Balances	3,664,425	6,107,025	90,410	1,003,637
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,541,684	\$ 7,026,654	\$ 128,295	\$ 1,118,007

See Notes to Financial Statements.

**Total
Governmental
Funds**

\$ 11,099,901
2,424,440
41,580
248,719
\$ 13,814,640

\$ 787,235
267,384
41,580
1,096,199

679,225
1,173,719
1,852,944

6,107,025
90,410
122,820
880,817
3,664,425
10,865,497

\$ 13,814,640

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BURLESON COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2019

Total fund balances for governmental funds \$ 10,865,497

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

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

Nondepreciable capital assets	289,911	
Depreciable capital assets	21,869,446	
Accumulated depreciation	<u>(9,329,177)</u>	
		12,830,180

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

Unavailable revenue - fines	679,225	
Unavailable revenue - property taxes	<u>1,173,719</u>	
		1,852,944

Deferred outflows and deferred inflows related to the net pension and total other postemployment benefits (OPEB) liability are not reported in the governmental funds.

Deferred outflows - pensions	1,160,783	
Deferred inflows - pensions	(109,251)	
Deferred outflows - OPEB - GTLF	18,305	
Deferred inflows - OPEB - GTLF	(39,542)	
Net pension liability	(1,377,712)	
Total OPEB liability - GTLF	(289,072)	
Total OPEB liability - healthcare benefits	<u>(1,846,128)</u>	
		(2,482,617)

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	(420,553)	
Long-term debt due in more than one year	(3,162,385)	
Accrued interest payable	(6,861)	
Compensated absences	<u>(178,392)</u>	
		<u>(3,768,191)</u>

Net Position of Governmental Activities **\$ 19,297,813**

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, 2019

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>	<u>Nonmajor Governmental</u>
<u>Revenues</u>				
Property taxes	\$ 5,434,175	\$ 3,937,617	\$ 349,300	\$ -
Sales taxes	1,462,012	-	-	-
Other taxes	7,720	-	-	39,973
Intergovernmental	60,751	52,957	-	72,181
Charges for services	968,603	-	-	250,396
Fines and forfeitures	638,980	-	-	-
Interest	102,994	98,969	2,652	18,596
Permits and licenses	-	745,355	-	-
Miscellaneous	419,907	687,191	1,063	68,106
Total Revenues	9,095,142	5,522,089	353,015	449,252
<u>Expenditures</u>				
Current:				
General administration	521,128	-	-	322,105
Judicial	1,281,564	-	-	12,464
Legal	567,316	-	-	-
Financial administration	658,560	-	-	-
Public facilities	262,303	-	-	-
Public safety	3,222,986	-	-	29,644
Public transportation	-	4,236,628	-	-
Health and welfare	410,538	-	-	-
Miscellaneous	689,116	-	9	23,244
Debt service:				
Principal	-	91,880	255,000	-
Interest and fiscal agent fees	-	4,045	114,128	-
Capital outlay	417,670	392,091	-	-
Total Expenditures	8,031,181	4,724,644	369,137	387,457
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	1,063,961	797,445	(16,122)	61,795
<u>Other Financing Sources (Uses)</u>				
Transfers in	161,761	-	-	-
Transfers (out)	-	-	-	(161,761)
Sale of capital assets	8,303	48,528	-	-
Total Other Financing Sources (Uses)	170,064	48,528	-	(161,761)
Net Change in Fund Balances	1,234,025	845,973	(16,122)	(99,966)
Beginning fund balances	2,430,400	5,261,052	106,532	1,103,603
Ending Fund Balances	\$ 3,664,425	\$ 6,107,025	\$ 90,410	\$ 1,003,637

See Notes to Financial Statements.

**Total
Governmental
Funds**

\$ 9,721,092
1,462,012
47,693
185,889
1,218,999
638,980
223,211
745,355

1,176,267

15,419,498

843,233
1,294,028
567,316
658,560
262,303
3,252,630
4,236,628
410,538
712,369

346,880
118,173
809,761

13,512,419

1,907,079

161,761
(161,761)

56,831

56,831

1,963,910

8,901,587

\$ 10,865,497

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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, 2019

Net changes in fund balances - total governmental funds \$ 1,963,910

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

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

Capital outlay	815,261
Depreciation expense	(1,087,513)
Net effect of disposals	(29,147)

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

Changes in unavailable revenue - fines and fees	89,428
Changes in unavailable revenue - property taxes	153,115

Net pension and total other postemployment benefits (OPEB) liability and deferred outflows and deferred inflows related to the net pension and total OPEB liability are not reported in the governmental funds.

Net pension liability	(1,231,942)
Deferred outflows - pensions	817,352
Deferred inflows - pensions	327,859
Deferred outflows - OPEB - GTLF	(750)
Deferred inflows - OPEB - GTLF	(33,755)
Changes in total OPEB liability - GTLF	29,416
Changes in total OPEB liability - healthcare benefits	(136,961)

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

Changes in premium on bonds	6,863
Principal payments	346,880
Changes in accrued interest expense	3,041
Changes in compensated absences	(6,674)

Change in Net Position of Governmental Activities \$ 2,026,383

See Notes to Financial Statements.

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BURLESON COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2019

		<u>Total Fiduciary Funds</u>
<u>Assets</u>		
Cash and cash equivalents	\$	2,371,697
Due from other units		20,189
Total Assets	\$	<u>2,391,886</u>
 <u>Liabilities</u>		
Due to other units	\$	2,143,167
Due to county		248,719
Total Liabilities	\$	<u>2,391,886</u>

See Notes to Financial Statements.

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BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
For the Year Ended September 30, 2019

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 Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. The County has no business-type activities.

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the County’s funds, including its fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

The County reports the following governmental funds:

The *general fund* is used to account for and report all financial resources not accounted for and reported in another fund. The principal sources of revenues include local property taxes, sales tax, fines and forfeitures, and charges for services. Expenditures include general administration, financial administration, public facilities, judicial, public safety, health and welfare, and legal. The general fund is always considered a major fund for reporting purposes.

The *debt service fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The primary source of revenue for debt service is local property taxes. The debt service fund did not meet the technical criteria to be presented as a major fund; however, due to its significance, the County has elected to present it as major.

The *special revenue funds* are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The following special revenue fund is reported as a major fund for reporting purposes:

Road and bridge fund– This fund is used to account for revenues of property taxes levied and vehicle registration fees. 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 these funds.

Additionally, the County reports the following fund type:

Fiduciary funds are used to account for and report resources held for the benefit of parties outside the government. These funds are used to account for assets that the County holds for others in an agency capacity.

During the course of operations, the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

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

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the County.

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

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

2. Investments

Investments, except for certain investment pools, commercial paper, money market funds, and investment contracts, are reported at fair value. The investment pool operates in accordance with appropriate state laws and regulations and is reported at amortized cost. Money market funds, which are short-term highly liquid debt instruments that may include U.S. Treasury and agency obligations and commercial paper that have a remaining maturity of one year or less upon acquisition, are reported at amortized cost. Investments in nonparticipating interest earning contracts, such as certificates of deposit, are reported at cost.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

The County has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, Texas Government Code. In summary, the County is authorized to invest in the following:

- Direct obligations of the U.S. Government or U.S. Government agencies
- Fully collateralized certificates of deposit
- Money market mutual funds that meet certain criteria
- Bankers' acceptances
- Statewide investment pools

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 or business-type activities columns in the government-wide financial statements. In accordance with GASB Statement No. 34, infrastructure has been capitalized retroactively. Capital assets are defined by the County 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 acquisition value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest costs incurred in connection with construction of enterprise fund capital assets are capitalized when the effects of capitalization materially impact the financial statements. 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. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

Deferred outflows/inflows of resources are amortized as follows:

- Deferred outflows/inflows from pension/other postemployment benefits (OPEB) activities are amortized over the average of the expected service lives of pension/OPEB plan members, except for the net differences between the projected and actual investment earnings on the pension/OPEB plan assets, which are amortized over a period of five years.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

- For employer pension/OPEB plan contributions that were made subsequent to the measurement date through the end of the County's fiscal year, the amount is deferred and recognized as a reduction to the net pension/OPEB liability during the measurement period in which the contributions were made.

At the fund level, the County has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and fines. These amount are deferred and recognized as inflows of resources in the period that the amounts becomes available.

5. 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 the Commissioners' Court upon request of the employee's supervisor. Upon termination, any accumulated vacation time will be paid; however, no accumulated sick leave will be paid. The estimated amount of compensation for services provided that is expected to be liquidated with expendable, available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it when it matures or becomes due. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable, available financial resources are maintained separately and represent a reconciling item between the fund and government-wide presentations.

6. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, if material. Bonds payable are reported net of the applicable bond premium or discount.

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

The property tax rate is allocated each year between the general, road and bridge, and debt service funds. The full amount estimated to be required for debt service on general obligation debt is provided by the tax along with interest earned in the debt service fund.

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 applicable fund. Lease payments representing both principal and interest are recorded as expenditures in the general fund upon payment with an appropriate reduction of principal recorded in the government-wide financial statements.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

7. Net Position Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

8. Fund Balance Flow Assumptions

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

9. Fund Balance Policies

Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact are classified as nonspendable fund balance. Amounts that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions are classified as restricted.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision-making authority. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

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

The County strives to maintain unrestricted fund balance at a level adequate to provide for unanticipated expenditures of a nonrecurring nature and to meet unexpected increases in service delivery costs. The target level for the general fund unrestricted fund balance is at least 20% of budgeted fund expenditures. The road and bridge funds have target levels of 18% to 25% of budgeted fund expenditures, but will be

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

subject to a 50% unrestricted fund balance ceiling. The County allows for the fund balance to exceed limits if there is a plan to commit those funds during the next two budget cycles.

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, 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.

10. Pensions

For the purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS) and additions to/deductions from TCDRS's fiduciary net position have been determined on the same basis as they are reported by TCDRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

11. Other Postemployment Benefits

The County participates in a single-employer, unfunded, defined benefit group-term life insurance plan operated by TCDRS known as the Group Term Life Fund (GTLF). This is a voluntary program in which participating member counties may elect, by ordinance, to provide group-term life insurance coverage for their active members, including or not including retirees. The funding policy for the GTLF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year. The intent is not to pre-fund retiree term life insurance during employees' entire careers. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. (GASB 75). Benefit payments are treated as being equal to the employer's yearly contributions for retirees. Benefit payments and refunds are due and payable in accordance with the benefit terms. Information about the County's total OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense is provided by TCDRS from reports prepared by their consulting actuary.

12. Postemployment Healthcare Benefit

The County provides medical benefits to eligible retirees and dependents through an unfunded single-employer defined benefit plan (the "Plan"). 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. The employee must make application for service retirement pension payments with the TCDRS, and be approved for pension payments from TCDRS, prior to retirement. The retiree pays a percentage of the required contribution based on their age at retirement. The percentage is 75% for retirement prior to age 60 and 50% for age 60 and later. The retiree pays the full cost of additional dependent coverage elected less \$50 per month paid by the County. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. Information about the County's total OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense is provided by the County's consulting actuary.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

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 a deferred inflow of resources. 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% 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.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. 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 the fund level for all other funds.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As of September 30, 2019, the County had the following investments:

<u>Investment Type</u>	<u>Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposit	\$ 444,131	0.80
Texas CLASS	3,830,586	0.11
Total	<u>\$ 4,274,717</u>	
Portfolio weighted average maturity		0.18

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, 2019, the County’s investments in the investment pools were rated “AAAm” by Standard & Poor’s.

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, 2019, market values of pledged securities and FDIC insurance exceeded bank balances.

Texas CLASS

The Texas Cooperative Liquid Assets Securities System Trust (CLASS) is a public funds investment pool under Section 2256.016 of the Public Funds Investment Act, Texas Government Code, as amended. CLASS is created under an amended and restated trust agreement, dated as of December 14, 2011 (the “Agreement”), among certain Texas governmental entities investing in CLASS (the “Participants”), with Cutwater Investor Services Corporation as program administrator and Wells Fargo Bank Texas, NA as custodian. CLASS is not SEC registered and is not subject to regulation by the State of Texas. Under the Agreement, however, CLASS is administered and supervised by a seven-member board of trustees (the “Board”), whose members are investment officers of the Participants, elected by the Participants for overlapping two-year terms. In the Agreement and by resolution of the Board, CLASS has contracted with Cutwater Investors Service Corporation to provide for the investment and management of the public funds of CLASS. Separate financial statements for CLASS may be obtained from CLASS’ website at www.texasclass.com.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

B. Receivables

The following comprise receivable balances at year end:

	General	Road and Bridge	Debt Service	Nonmajor	Total
Property taxes	\$ 649,393	\$ 510,651	\$ 37,629	\$ -	\$ 1,197,673
Intergovernmental	455,840	72,774	-	7,842	536,456
Other	693,255	3,504	-	17,506	714,265
Less: allowance	(12,988)	(10,213)	(753)	-	(23,954)
	<u>\$ 1,785,500</u>	<u>\$ 576,716</u>	<u>\$ 36,876</u>	<u>\$ 25,348</u>	<u>\$ 2,424,440</u>

C. Capital Assets

A summary of changes in capital assets for the year ended September 30, 2019 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 289,911	\$ -	\$ -	\$ 289,911
Total capital assets not being depreciated	<u>289,911</u>	<u>-</u>	<u>-</u>	<u>289,911</u>
Other capital assets:				
Buildings and improvements	11,865,920	330,177	-	12,196,097
Infrastructure	53,009	-	-	53,009
Equipment	9,449,500	485,084	(314,244)	9,620,340
Total other capital assets	<u>21,368,429</u>	<u>815,261</u>	<u>(314,244)</u>	<u>21,869,446</u>
Less accumulated depreciation for:				
Buildings and improvements	(2,481,019)	(357,648)	-	(2,838,667)
Infrastructure	(19,463)	(1,604)	-	(21,067)
Equipment	(6,026,279)	(728,261)	285,097	(6,469,443)
Total accumulated depreciation	<u>(8,526,761)</u>	<u>(1,087,513)</u>	<u>285,097</u>	<u>(9,329,177)</u>
Other capital assets, net	<u>12,841,668</u>	<u>(272,252)</u>	<u>(29,147)</u>	<u>12,540,269</u>
Governmental Activities Capital Assets, Net	<u>\$ 13,131,579</u>	<u>\$ (272,252)</u>	<u>\$ (29,147)</u>	<u>12,830,180</u>
			Less associated debt	<u>(3,582,938)</u>
			Net Investment in Capital Assets	<u>\$ 9,247,242</u>

Depreciation was charged to governmental functions as follows:

General administration	\$ 61,662
Judicial	23,490
Financial administration	7,395
Public facilities	110,818
Public safety	323,753
Public transportation	555,719
Health and welfare	4,676
Total Governmental Activities Depreciation Expense	<u>\$ 1,087,513</u>

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

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, 2019. These issues are direct obligations and pledge the full faith and credit of the County.

	Beginning Balance	Additions	(Reductions)	Ending Balance	Due Within One Year
Governmental Activities:					
Refunding bonds, series 2014	\$ 365,000	\$ -	\$ (90,000)	\$ 275,000	* \$ 90,000
Certificates of obligation, series 2014	3,370,000	-	(165,000)	3,205,000	* 170,000
Premiums	109,801	-	(6,863)	102,938	*
Capitalized lease obligations	91,880	-	(91,880)	-	*
Total OPEB liability - healthcare benefits	1,709,167	136,961	-	1,846,128	-
Total OPEB liability - GTLF	318,488	-	(29,416)	289,072	-
Net pension liability	145,770	1,231,942	-	1,377,712	-
Compensated absences	171,718	190,140	(183,466)	178,392	160,553
Total Governmental Activities	\$ 6,281,824	\$ 1,559,043	\$ (566,625)	\$ 7,274,242	\$ 420,553
			Long-term debt due in more than one year	\$ 6,853,689	
			*Debt associated with governmental activities capital assets	\$ 3,582,938	

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. The governmental activities compensated absences, total OPEB, and net pension liabilities are generally liquidated by the general fund. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

Long-term debt of the County as of September 30, 2019 was comprised of the following:

	Interest Rate	Original Amount	Balance
General Obligation of Refunding Bonds			
General Obligation Refunding Bonds Series 2014	0.50-2.25%	\$ 710,000	\$ 275,000
Total General Obligation of Refunding Bonds			\$ 275,000
Certificates of Obligation			
Certificates of Obligation Series 2014	3.00-3.50%	\$ 4,000,000	\$ 3,205,000
Total Certificates of Obligation			\$ 3,205,000

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

Fiscal Year Ending September 30	Governmental Activities		
	Refunding Bonds Series 2014		
	Principal	Interest	Total
2020	\$ 90,000	\$ 5,638	\$ 95,638
2021	95,000	3,973	98,973
2022	90,000	2,025	92,025
Total	\$ 275,000	\$ 11,636	\$ 286,636

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Fiscal Year Ending September 30	Governmental Activities		
	Certificates of Obligation Series 2014		
	Principal	Interest	Total
2020	\$ 170,000	\$ 101,750	\$ 271,750
2021	175,000	96,650	271,650
2022	180,000	91,400	271,400
2023	190,000	86,000	276,000
2024	195,000	80,300	275,300
2025-2029	1,060,000	310,600	1,370,600
2030-2034	1,235,000	132,075	1,367,075
Total	\$ 3,205,000	\$ 898,775	\$ 4,103,775

Federal Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed, or are not performed correctly, a substantial liability to the County could result. The County will engage an arbitrage consultant to perform the calculations in accordance with the rules and regulations of the IRS as needed.

E. Interfund Transactions

The composition of interfund balances as of September 30, 2019 is as follows:

Due From	Due To	Amounts
General fund	Road and bridge	\$ 8,654
General fund	Nonmajor governmental funds	21,494
Road and bridge	Nonmajor governmental funds	10,618
Debt service	Nonmajor governmental funds	814
	Total	\$ 41,580

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

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

Transfer In	Transfer Out	Amounts
General fund	Nonmajor governmental funds	\$ 161,761
	Total	\$ 161,761

Transfers are used to move revenues from various nonmajor governmental funds to finance unrestricted general fund revenues, including amounts provided as matching funds for various grant programs and governmental expenditures.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

F. Grants

1. Brazos Valley Council of Governments

Regional Solid Waste Grant

For fiscal year 2019, the County received funding from the Texas Commission on Environmental Quality through the Brazos Valley Council of Governments for \$8,908 to support community clean-up efforts and tire disposals. For fiscal year 2019, expenditures totaled \$8,908.

2. Texas Indigent Defense Commission

Indigent Defense Formula Grant

A grant was awarded to the County in the amount of \$25,991 in January 2019 from the Texas Indigent Defense Commission (TIDC) 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, \$25,991 had been received and expended in compliance with grant requirements. An additional \$6,579 was noted as expended from the remaining fiscal year 2018 funding received in October 2018. Additional expenditures of \$41,908 were noted using Indigent Defense Equalization Funding received from fiscal year 2008 through fiscal year 2011 funding. For fiscal year 2019, TIDC expenditures totaled \$74,478.

3. Texas Office of the Governor – Criminal Justice Division

Victim Assistance Coordinator

In October 2019, the Office of the Governor awarded a grant to the county for a victim coordinator position in the County Attorney's office in the amount of \$42,000 with a County match of \$10,500 of which \$0 was received or expended for fiscal year 2019

4. Texas Commission on Jail Standards

Prisoner Safety Fund

During fiscal year 2019, the County received and expended \$3,521 from Texas Commission Jail Standards for enhancements to the county jail's electronic video system to improve inmate safety.

5. Federal Emergency Management Agency

Texas Department of Emergency Management Texas Hurricane Harvey - DR-4332

During August 2017, the County became eligible for federal funding under Disaster Relief 4332 for Hurricane Harvey. As of fiscal year 2019 year end, federal obligated funds totaled \$165,857 of which \$52,957 had been reimbursed to the County. The remaining balance was awaiting completion of projects.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

6. U.S. Department of the Treasury

Equitable Sharing Funds

Forfeiture funds received from the Internal Revenue Service on behalf of the Sheriff in a prior fiscal year were expended for law enforcement purposes. For fiscal year 2019, expenditures total \$5,750.

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 380 other entities in the Texas Association of Counties (TAC) Workers' Compensation Self-Insurance Fund. TAC created this pool in 1974 to insure the County for workers' compensation related claims. The County also provides employee benefits, including medical and life insurance, which the County obtains through Scott and White for medical insurance and other vendors for life insurance. Coverages and workers' compensation and unemployment insurance are obtained from TAC (the "Pool"). This Pool purchases commercial insurance at group rates for participants in the Pool. The County has no additional risk or responsibility to the Pool, 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 that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

Liabilities are reported 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. No claim liabilities are reported at year end.

C. Pension Plan

Texas County and District Retirement System

Plan Description

TCDRS is a statewide, agent multiple-employer, public employee retirement system. TCDRS serves 780 actively participating counties and districts throughout Texas. Each employer maintains its own customized plan of benefits. Plan provisions are adopted by the Commissioners' Court of each employer, within the options available in the TCDRS Act. Because of that, the County has the flexibility and local control to select benefits and pay for those benefits based on its needs and budgets.

Each employer has a defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

payment of benefits to the members of that employer’s plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TCDRS issues a publicly available Comprehensive Annual Financial Report that can be obtained at www.tcdrs.org.

All eligible employees (except temporary staff) of the County must be enrolled in TCDRS.

Benefits Provided

TCDRS provides retirement, disability, and death benefits. The benefit provisions are adopted by the Commissioners’ Court within the options available in Texas statutes governing TCDRS. Members can retire at age 60 and above with eight or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after eight years of service, but must leave their accumulated contributions in TCDRS to receive any County-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

Benefit amounts are determined by the sum of the employee’s contribution to TCDRS, with interest, and County-financed monetary credits. The level of these monetary credits is adopted by the Commissioners’ Court within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the County’s commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee’s accumulated contributions and the County-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

The Commissioners’ Court adopted the rate of 7% as the contributed rate payable by the employee members for calendar year 2019. The Commissioners’ Court may change the employee contribution rate and the County contribution rate within the options available in the TCDRS Act.

Employees Covered by Benefit Terms

At the December 31, 2018 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	76
Inactive employees entitled to, but not yet receiving, benefits	114
Active employees	138
Total	328

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Contributions

A combination of three elements funds each employer's plan: employee deposits, employer contributions, and investment income.

- The deposit rate for employees is 4%, 5%, 6%, or 7% of compensation, as adopted by the employer's governing body.
- Participating employers are required, by law, to contribute at actuarially determined rates, which are determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method.
- Investment income funds a large part of the benefits employees earn.

Employers have the option of paying more than the required contribution rate each year. Extra contributions can help employers "prefund" benefit increases, such as a cost-of-living adjustment to retirees, and they can be used to help offset or mitigate future increases in the required rate due to negative plan experience. There are two approaches for making extra contributions:

- (a) paying an elected contribution rate higher than the required rate and
- (b) making an extra lump-sum contribution to the employer account.

Employees for the County were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the County were 6.73% and 6.79% in calendar years 2018 and 2019, respectively. The County contributions to TCDRS for the fiscal year ended September 30, 2019 were \$313,424 and were equal to the required contributions.

Net Pension Liability

The County's Net Pension Liability (NPL) was measured as of December 31, 2018 and the Total Pension Liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The actuarial assumptions that determined the TPL as of December 31, 2018 were based on the results of an actuarial experience study for the period January 1, 2013 through December 31, 2016, except where required to be different by Governmental Accounting Standards Statement No. 68, *Accounting and Financial Reporting for Pensions* (GASB 68).

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Key assumptions used in the December 31, 2018 actuarial valuation are as follows:

Valuation Timing	Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in the which the contributions are reported.
Actuarial Cost Method	Entry age normal
Amortization Method	Level of percentage of payroll, closed
Remaining Amortization Period	10.2 years
Smoothing Period	5 years
Recognition Method	Non-asymptotic
Corridor	None
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career, including inflation
Investment Rate of Return	8.00%
Cost-of-Living Adjustments	Cost-of-living adjustments for the County are not considered to be substantively automatic under GASB 68. Therefore, an assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.

The long-term expected rate of return of TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The target allocation and best estimate of geometric real rate of return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation	Rate of Return (Expected minus Inflation)
US Equities	Dow Jones U.S. Total Stock Market Index	10.50%	5.40%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	18.00%	8.40%
Global Equities	MSCI World (net) Index	2.50%	5.70%
International Equities - Developed	MSCI World Ex USA (net) Index	10.00%	5.40%
International Equities - Emerging	MSCI Emerging Markets (net) Index	7.00%	5.90%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	1.60%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	12.00%	4.39%
Direct Lending	S&P/LSTA Leveraged Loan Index	11.00%	7.95%
Distressed Debt	Cambridge Associates Distressed Securities Index	2.00%	7.20%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.15%
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	5.35%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.00%	6.30%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	13.00%	3.90%

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Discount Rate

The discount rate used to measure the TPL was 8.1%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL.

Changes in the NPL

	Increase (Decrease)		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Changes for the year:			
Service cost	\$ 443,032	\$ -	\$ 443,032
Interest	1,200,355	-	1,200,355
Difference between expected and actual experience	(99,175)	-	(99,175)
Refund of contributions	(132,619)	(132,619)	-
Contributions - employer	-	294,028	(294,028)
Contributions - employee	-	305,824	(305,824)
Net investment income	-	(273,458)	273,458
Benefit payments, including refunds of employee contributions	(608,592)	(608,592)	-
Administrative expense	-	(11,377)	11,377
Other changes	-	(2,747)	2,747
Net Changes	803,001	(428,941)	1,231,942
Balance at December 31, 2017	14,739,556	14,593,786	145,770
Balance at December 31, 2018	\$ 15,542,557	\$ 14,164,845	\$ 1,377,712

Sensitivity of the NPL to Changes in the Discount Rate

The following presents the NPL of the County, calculated using the discount rate of 8.1%, as well as what the County's NPL would be if it were calculated using a discount rate that is one percentage point lower (7.1%) or one percentage point higher (9.1%) than the current rate:

	1% Decrease in Discount Rate (7.1%)	Discount Rate (8.1%)	1% Increase in Discount Rate (9.1%)
County's Net Pension Liability/(Asset)	\$ 3,270,136	\$ 1,377,712	\$ (223,377)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in a separately-issued TCDRS financial report. That report may be obtained on the Internet at www.tcdrs.org.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Pension Expense and Deferred Outflows/Deferred Inflows of Resources Related to Pensions

For the fiscal year ended September 30, 2019, the County recognized pension expense of \$400,153.

At September 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 109,251
Changes in actuarial assumptions	66,259	-
Difference between projected and actual investment earnings	863,807	-
Contributions subsequent to the measurement date	230,717	-
Total	\$ 1,160,783	\$ 109,251

\$230,717 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the NPL for the fiscal year ending September 30, 2020. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended September	Pension Expense
2020	\$ 302,730
2021	133,107
2022	95,102
2023	289,876
Thereafter	-
Total	\$ 820,815

D. Other Postemployment Benefits

1. Texas County and District Retirement System - Optional Group Term Life Fund

Plan Description

The County participates in a defined benefit OPEB plan administered by the TCDRS. TCDRS administers the defined benefit group-term life insurance plan known as the GTLF. This is a voluntary program in which participating member counties may elect, by ordinance, to provide group term life insurance coverage for their active members, including or not including retirees. Employers may terminate coverage under, and discontinue participation in, the GTLF by adopting an ordinance at any point during the year to be effective the following January 1.

The member county contributes to the GTLF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The premium

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

rate is expressed as a percentage of the covered payroll of members employed by the participating employer. There is a one-year delay between the actuarial valuation that serves as a basis for the employer contribution rate and the calendar year when the rate goes into effect. The funding policy for the GTLF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year. The intent is not to pre-fund retiree term life insurance during employees' entire careers. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. As such, the GTLF is considered to be a single-employer unfunded OPEB defined benefit plan with benefit payments treated as being equal to the employer's yearly contributions for retirees.

The contributions to the GTLF are pooled for investment purposes with those of the Pension Trust Fund (PTF). The TCDRS Act (the "Act") requires the PTF to allocate a portion of investment income to the GTLF on an annual basis each December 31 based on the fund value in the GTLF during the year.

Benefits

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death). The death benefit for retirees is considered an OPEB and is a fixed amount of \$5,000. As the GTLF covers both active and retiree participants with no segregation of assets, the GTLF is considered to be an unfunded OPEB plan (i.e., no assets are accumulated). Participation in the GTLF as of December 31, 2018 is summarized below:

Inactive employees or beneficiaries currently receiving benefits	56
Inactive employees entitled to, but not yet receiving, benefits	33
Active employees	138
Total	227

Total OPEB Liability

The County's total OPEB liability of \$289,072 was measured as of December 31, 2018 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate*	4.1%
Mortality - service retirees	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Mortality - disabled retirees	130% of the RP-2014 Disabled Annuitant Mortality Table for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

*The discount rate was based on 20 Year Bond GO Index published by bondbuyer.com as of the measurement date of December 31, 2018.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of an actuarial experience study for the period January 1, 2013 to December 31, 2016.

Changes in the Total OPEB Liability

	Increase (Decrease)
	Total OPEB Liability
Changes for the year:	
Service cost	\$ 11,352
Interest	11,175
Change of benefit terms	-
Difference between expected and actual experience	(9,808)
Changes in assumptions	(32,087)
Benefit payments	(10,048)
Net Changes	(29,416)
Balance at December 31, 2017	318,488
Balance at December 31, 2018	\$ 289,072

The discount rate was increased from 3.44% as of December 31, 2017 to 4.10% as of December 31, 2018 to reflect the 20 Year Bond GO Index as of the measurement date. There were no other changes of assumptions or other inputs that affected measurement of the total OPEB liability during the measurement period.

There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (3.1%)	Discount Rate (4.1%)	1% Increase (5.1%)
County's Total OPEB Liability	\$ 339,878	\$ 289,072	\$ 249,215

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended September 30, 2019, the County recognized OPEB expense of \$16,754. The County reported deferred outflows/inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 12,803
Changes in actuarial assumptions	9,466	26,739
Contributions subsequent to the measurement date	8,839	-
Total	\$ 18,305	\$ 39,542

\$8,839 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the fiscal year ending September 30, 2020. Amounts reported as deferred outflows/inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended September 30	OPEB Expense
2020	\$ (5,773)
2021	(5,773)
2022	(5,773)
2023	(5,777)
2024	(6,980)
Thereafter	-
Total	\$ (30,076)

2. Postemployment Healthcare Benefits

Plan Description

The County provides medical benefits to eligible retirees and dependents through an unfunded single-employer defined benefit plan (the "Plan"). 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. The employee must make application for service retirement pension payments with the TCDRS, and be approved for pension payments from TCDRS, prior to retirement. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

Benefits

The retiree pays a percentage of the required contribution based on their age at retirement. The percentage is 75% for retirement prior to age 60 and 50% for age 60 and later. The retiree pays the full cost of additional dependent coverage elected less \$50 per month paid by the County.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Participation in the Plan as of September 30, 2019 is summarized below:

Inactive employees or beneficiaries currently receiving benefits	8	
Active employees and dependents	94	
Total	102	

Total OPEB Liability

The County's total OPEB liability of \$1,846,128 was determined by an actuarial valuation as of September 30, 2018 and rolled forward as of September 30, 2019.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the September 30, 2018 actuarial valuation, rolled forward to measure as of September 30, 2019, was determined using the following actuarial assumptions and other inputs applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Individual Entry Age Level
Amortization Cost Method	Level Percentage of Payroll
Assets Backing OPEB Liability	\$0
Salary Scale	3.50%
Health Care Cost Trend	5.00%
Discount Rate	4.06%
Measurement Date	9/30/2019
Prior Measurement Date	9/30/2018
Disability	None assumed
Retiree Contributions	Retirees pay the full contribution rate for any dependent coverage elected less \$50 per month paid by the County.
Percentage Participation	100% of all retirees who currently have healthcare coverage, 50% of all actives who currently have healthcare coverage, and 20% of actives with spouse coverage
Retirement Rate	Rates were developed from the assumption used in the 2017 actuarial report for the TCDRS retirement plans.
Mortality Table	RPH-2014 Total Table with Projection MP-2018
Turnover Assumption	Rates varying based on gender, age, and select ultimate at 15 years. Rates based on the TCDRS actuarial assumptions from 2017 retirement plan valuation report.

BURLESON COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (Continued)
For the Year Ended September 30, 2019

Changes in the Total OPEB Liability

	Increase (Decrease)
	Total OPEB Liability
Changes for the year:	
Service cost	\$ 112,427
Interest	68,500
Change of benefit terms	-
Changes in assumptions	-
Benefit payments	(43,966)
Net Changes	136,961
Balance at October 1, 2018	1,709,167
Balance at September 30, 2019	\$ 1,846,128

There were no changes of assumptions or other inputs that affected measurement of the total OPEB liability during the measurement period.

There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate Assumptions

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (3.06%)	Discount Rate (4.06%)	1% Increase (5.06%)
County's Total OPEB Liability	\$ 1,574,225	\$ 1,846,128	\$ 2,190,646

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Costs Trend Rate Assumptions

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using the assumed healthcare costs trend rates if that rate was one percentage point lower or one percentage point higher than the current healthcare costs trend rate:

	1% Decrease	Current Healthcare Costs Trend	1% Increase
County's Total OPEB Liability	\$ 1,536,179	\$ 1,846,128	\$ 2,253,561

OPEB Expense and Deferred Outflows/Inflows of Resources

For the year ended September 30, 2019, the County recognized OPEB expense of \$180,927. The County had no deferred items to report as of September 30, 2019 related to this OPEB plan.

REQUIRED SUPPLEMENTARY INFORMATION

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

For the Year Ended September 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenue				
Property taxes	\$ 4,985,488	\$ 4,985,488	\$ 5,434,175	\$ 448,687
Sales taxes	1,375,000	1,375,000	1,462,012	87,012
Other taxes	6,000	6,000	7,720	1,720
Intergovernmental	53,260	53,260	60,751	7,491
Charges for services	1,036,965	1,033,265	968,603	(64,662)
Fines and forfeitures	467,000	467,000	638,980	171,980
Interest	60,000	60,000	102,994	42,994
Miscellaneous	222,833	593,735	419,907	(173,828)
Total Revenues	8,206,546	8,573,748	9,095,142	521,394
Expenditures				
General administration:				
County clerk	310,964	311,739	303,422	8,317
Compliance officer	25,636	25,636	24,508	1,128
Communications	57,061	51,561	40,413	11,148
Information technology	225,000	195,200	152,785	42,415
	618,661	584,136	521,128	63,008
Judicial:				
County court	99,502	111,319	105,135	6,184
Court coordinator	20,084	23,498	16,244	7,254
County judge	120,100	121,900	119,311	2,589
District court	521,961	541,975	502,669	39,306
District clerk	222,981	226,481	188,655	37,826
Justice of the peace Pct. 1	97,428	97,428	95,714	1,714
Justice of the peace Pct. 2	86,299	86,617	83,582	3,035
Justice of the peace Pct. 3	88,691	88,691	87,978	713
Justice of the peace Pct. 4	83,496	83,596	82,276	1,320
	1,340,542	1,381,505	1,281,564	99,941
Legal:				
District attorney	391,884	359,223	359,223	-
County attorney	185,546	218,207	208,093	10,114
	577,430	577,430	567,316	10,114
Financial administration:				
County auditor	247,092	311,739	241,017	70,722
County treasurer	131,110	131,110	122,543	8,567
Tax assessor collector	304,099	304,099	295,000	9,099
	682,301	746,948	658,560	88,388
Public facilities:				
Public facilities	395,848	264,094	262,303	1,791
	395,848	264,094	262,303	1,791

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND (Continued)
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
<u>Expenditures (continued)</u>				
Public safety:				
Fire	\$ 106,300	\$ 106,300	\$ 83,466	\$ 22,834
Constable #1	50,309	50,509	43,849	6,660
Constable #2	56,044	56,544	46,661	9,883
Constable #3	40,748	40,926	35,579	5,347
Constable #4	30,730	30,930	26,956	3,974
Sheriff	1,402,437	1,312,316	1,268,677	43,639
Jail	1,916,675	1,792,885	1,507,112	285,773
Juvenile correction/probation	73,288	84,288	80,696	3,592
911 Addressing coordinator	33,204	32,571	29,927	2,644
Emergency coordinator	68,333	69,166	57,851	11,315
Public safety	45,695	53,520	42,212	11,308
	<u>3,823,763</u>	<u>3,629,955</u>	<u>3,222,986</u>	<u>406,969</u>
Health and welfare:				
Public assistance	13,850	13,850	12,474	1,376
Health resource center	237,544	237,544	223,998	13,546
Environmental enforcement	60,591	61,070	59,779	1,291
Veteran services	6,449	8,449	8,052	397
County extension	113,248	113,248	106,235	7,013
	<u>431,682</u>	<u>434,161</u>	<u>410,538</u>	<u>23,623</u>
Miscellaneous:				
Elections	123,369	123,536	116,276	7,260
Other expenditures	235,350	171,582	149,764	21,818
Non-departmental expenses	388,200	423,077	423,076	1
	<u>746,919</u>	<u>718,195</u>	<u>689,116</u>	<u>29,079</u>
Capital outlay	<u>494,508</u>	<u>551,662</u>	<u>417,670</u>	<u>133,992</u>
Total Expenditures	<u>9,111,654</u>	<u>8,888,086</u>	<u>8,031,181</u>	<u>856,905</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(905,108)</u>	<u>(314,338)</u>	<u>1,063,961</u>	<u>1,378,299</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	90,200	150,806	161,761	10,955
Sale of capital assets	-	8,280	8,303	23
Total Other Financing Sources	<u>90,200</u>	<u>159,086</u>	<u>170,064</u>	<u>10,978</u>
Net Change in Fund Balance	<u>\$ (814,908)</u>	<u>\$ (155,252)</u>	<u>1,234,025</u>	<u>\$ 1,389,277</u>
Beginning fund balance			<u>2,430,400</u>	
Ending Fund Balance			<u>\$ 3,664,425</u>	

Notes to Required Supplementary Information:

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

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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, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Property taxes	\$ 3,626,927	\$ 3,263,892	\$ 3,937,617	\$ 673,725
Intergovernmental	-	52,957	52,957	-
Permits and licenses	703,000	703,000	745,355	42,355
Investment income	76,200	76,200	98,969	22,769
Other revenue	89,100	377,228	687,191	309,963
Total Revenues	<u>4,495,227</u>	<u>4,473,277</u>	<u>5,522,089</u>	<u>1,048,812</u>
<u>Expenditures</u>				
Public Transportation:				
Road and bridge precinct No. 1	911,589	983,589	582,239	401,350
Road and bridge precinct No. 2	1,005,809	1,005,122	894,133	110,989
Road and bridge precinct No. 3	742,618	764,885	528,622	236,263
Road and bridge precinct No. 4	811,829	854,349	621,698	232,651
Road and bridge administration	523,161	523,161	399,293	123,868
Farm to market precinct No. 1	451,117	451,117	338,506	112,611
Farm to market precinct No. 2	352,000	352,000	300,969	51,031
Farm to market precinct No. 3	349,000	349,000	257,201	91,799
Farm to market precinct No. 4	381,000	381,000	313,967	67,033
Debt service:				
Principal	46,000	92,580	91,880	700
Interest and fiscal agent fees	1,500	4,045	4,045	-
Capital outlay	<u>495,000</u>	<u>445,277</u>	<u>392,091</u>	<u>53,186</u>
Total Expenditures	<u>6,070,623</u>	<u>6,206,125</u>	<u>4,724,644</u>	<u>1,481,481</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(1,575,396)</u>	<u>(1,732,848)</u>	<u>797,445</u>	<u>2,530,293</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	2,600,000	2,601,118	-	(2,601,118)
Transfers (out)	(2,600,000)	(2,600,775)	-	2,600,775
Sale of capital assets	-	42,545	48,528	5,983
Total Other Financing Sources	<u>-</u>	<u>42,888</u>	<u>48,528</u>	<u>5,640</u>
Net Change in Fund Balance	<u>\$ (1,575,396)</u>	<u>\$ (1,689,960)</u>	<u>845,973</u>	<u>\$ 2,535,933</u>
Beginning fund balance			<u>5,261,052</u>	
Ending Fund Balance			<u>\$ 6,107,025</u>	

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 CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
For the Year Ended September 30, 2019

	Measurement Year *			
	2014	2015	2016	2017
Total Pension Liability				
Service cost	\$ 394,299	\$ 430,776	\$ 457,350	\$ 455,319
Interest (on the total pension liability)	937,638	1,006,535	1,044,693	1,130,985
Changes of benefit terms	-	(52,012)	-	-
Difference between expected and actual experience	(40,434)	(552,217)	(29,288)	(55,096)
Changes of assumptions	-	130,885	-	132,517
Benefit payments, including refunds of employee contributions	(499,687)	(495,153)	(438,218)	(846,766)
Net Change in Total Pension Liability	791,815	468,814	1,034,537	816,959
Beginning total pension liability	11,627,431	12,419,246	12,888,060	13,922,597
Ending Total Pension Liability	\$ 12,419,246	\$ 12,888,060	\$ 13,922,597	\$ 14,739,556
Plan Fiduciary Net Position				
Contributions - employer	\$ 329,729	\$ 339,918	\$ 334,151	\$ 285,002
Contributions - employee	276,091	284,622	296,084	299,553
Net investment income	771,144	83,433	878,680	1,890,269
Benefit payment, including refunds of employee contributions	(499,688)	(495,153)	(438,218)	(846,766)
Administrative expense	(8,831)	(8,556)	(9,574)	(9,705)
Other	(46,075)	(177,068)	16,077	(3,606)
Net Change in Plan Fiduciary Net Position	822,370	27,197	1,077,200	1,614,747
Beginning plan fiduciary net position	11,052,272	11,874,642	11,901,839	12,979,039
Ending Plan Fiduciary Net Position	\$ 11,874,642	\$ 11,901,839	\$ 12,979,039	\$ 14,593,786
Net Pension Liability	\$ 544,604	\$ 986,221	\$ 943,558	\$ 145,770
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	95.61%	92.35%	93.22%	99.01%
Covered Payroll	\$ 3,944,162	\$ 4,066,024	\$ 4,229,776	\$ 4,279,330
Net Pension Liability as a Percentage of Covered Payroll	13.81%	24.26%	22.31%	3.41%

*Only five years of information are currently available. The County will build this schedule over the next five-year period.

Measurement

Year*

2018

\$ 443,032
1,200,355
-

(99,175)
-

(741,211)

803,001

14,739,556

\$ 15,542,557

\$ 294,028
305,824
(273,458)

(741,211)
(11,377)
(2,747)

(428,941)

14,593,786

\$ 14,164,845

\$ 1,377,712

91.14%

\$ 4,368,909

31.53%

BURLESON COUNTY, TEXAS
SCHEDULE OF CONTRIBUTIONS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
For the Year Ended September 30, 2019

	Fiscal Year*			
	2014	2015	2016	2017
Actuarially determined contribution	\$ 315,184	\$ 335,942	\$ 336,358	\$ 299,031
Contributions in relation to the actuarially determined contribution	315,184	335,942	336,358	299,031
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 3,795,853	\$ 4,018,450	\$ 4,191,799	\$ 4,272,157
Contributions as a percentage of covered payroll	8.30%	8.36%	8.02%	7.00%

*Only six years of information is currently available. The County will build this schedule over the next four-year period.

Notes to Required Supplementary Information:

There were no assumptions changes during the year.

There were no benefit changes during the year.

Fiscal Year*	
2018	2019
\$ 289,704	\$ 313,424
289,704	313,424
<u>\$ -</u>	<u>\$ -</u>
\$ 4,316,911	\$ 4,628,468
6.71%	6.77%

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BURLESON COUNTY, TEXAS
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
For the Year Ended September 30, 2019

	<u>Measurement Year *</u>	
	<u>2017</u>	<u>2018</u>
Total OPEB Liability		
Service cost	\$ 10,087	\$ 11,352
Interest (on the total OPEB liability)	11,525	11,175
Changes of benefit terms	-	-
Effect of economic/demographic experience	(6,944)	(9,808)
Change of assumptions	14,200	(32,087)
Benefit payments, including refunds of employee contributions **	(10,270)	(10,048)
Net Change in Total OPEB Liability	<u>18,598</u>	<u>(29,416)</u>
Beginning total OPEB liability	<u>299,890</u>	<u>318,488</u>
Ending Total OPEB Liability	<u>\$ 318,488</u>	<u>\$ 289,072</u>
Covered Payroll	\$ 4,279,330	\$ 4,368,909
Total OPEB Liability as a Percentage of Covered Payroll	7.44%	6.62%

* Only two years of information is currently available. The County will build this schedule over the next eight-year period.

** Due to the GLTF being considered an unfunded OPEB plan under GASB 75, benefit payments are treated as being equal to the employer's yearly contributions for retirees.

Notes to Required Supplementary Information:

Valuation Date:

Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial cost method	Entry age normal
Discount rate	4.1%
Mortality - service retirees	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Mortality - disabled retirees	130% of the RP-2014 Disabled Annuitant Mortality Table for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

Other Information:

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75 to pay related benefits.

The discount rate was based on 20 Year Bond GO Index published by bondbuyer.com as of the measurement date of December 31, 2018.

There were no benefit changes during the year.

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BURLESON COUNTY, TEXAS
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
POSTEMPLOYMENT HEALTHCARE BENEFITS
For the Year Ended September 30, 2019

	Measurement Year*	
	2018	2019
Total OPEB Liability		
Service cost	\$ 108,041	\$ 112,427
Interest (on the total OPEB liability)	67,542	68,500
Benefit payments	(43,966)	(43,966)
Net Change in Total OPEB Liability	<u>131,617</u>	<u>136,961</u>
Beginning total OPEB liability	<u>1,577,550</u>	<u>1,709,167</u>
Ending Total OPEB Liability	<u><u>\$ 1,709,167</u></u>	<u><u>\$ 1,846,128</u></u>
Covered Payroll	\$ 3,084,620	\$ 3,084,620
Total OPEB Liability as a Percentage of Covered Payroll	55.41%	59.85%

*Only two years of information is currently available. The County will build this schedule over the next eight-year period.

Notes to Required Supplementary Information:

Changes of Assumptions

There were no changes in assumptions that affected measurement of the total OPEB liability during the measurement period.

Changes in Benefits

There were no changes in benefit terms that affected measurement of the total OPEB liability during the measurement period.

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***COMBINING STATEMENTS
AND SCHEDULES***

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BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenue</u>				
Property taxes	\$ 309,576	\$ 309,576	\$ 349,300	\$ 39,724
Miscellaneous	-	-	1,063	1,063
Interest	2,400	3,900	2,652	(1,248)
Total Revenues	<u>311,976</u>	<u>313,476</u>	<u>353,015</u>	<u>39,539</u>
<u>Expenditures</u>				
Current:				
Miscellaneous	-	10	9	1
Debt service:				
Principal	255,000	255,000	255,000	-
Interest and fiscal agent fees	114,178	114,168	114,128	40
Total Expenditures	<u>369,178</u>	<u>369,178</u>	<u>369,137</u>	<u>41</u>
Net Change in Fund Balance	<u>\$ (57,202)</u>	<u>\$ (55,702)</u>	(16,122)	<u>\$ 39,580</u>
Beginning fund balance			<u>106,532</u>	
Ending Fund Balance			<u>\$ 90,410</u>	

BURLESON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (page 1 of 2)
September 30, 2019

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	\$ 128,076	\$ 11,907	\$ 47,435	\$ 387,136
Receivables, net	-	-	-	-
Total Assets	\$ 128,076	\$ 11,907	\$ 47,435	\$ 387,136
<u>Liabilities</u>				
Accounts payable	\$ -	\$ 35	\$ -	\$ 64
Due to other funds	-	-	-	-
Total Liabilities	-	35	-	64
<u>Fund Balances</u>				
Restricted:				
Grants	-	-	-	-
Special projects	128,076	11,872	47,435	387,072
Total Fund Balances	128,076	11,872	47,435	387,072
Total Liabilities and Fund Balances	\$ 128,076	\$ 11,907	\$ 47,435	\$ 387,136

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>
\$ 4,545	\$ 122	\$ 26,664	\$ 47,186	\$ 1,873	\$ 21,712
2,939	-	-	-	1,344	-
<u>\$ 7,484</u>	<u>\$ 122</u>	<u>\$ 26,664</u>	<u>\$ 47,186</u>	<u>\$ 3,217</u>	<u>\$ 21,712</u>
\$ 235	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>235</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
7,249	122	26,664	47,186	3,217	21,712
<u>7,249</u>	<u>122</u>	<u>26,664</u>	<u>47,186</u>	<u>3,217</u>	<u>21,712</u>
<u>\$ 7,484</u>	<u>\$ 122</u>	<u>\$ 26,664</u>	<u>\$ 47,186</u>	<u>\$ 3,217</u>	<u>\$ 21,712</u>

BURLESON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (page 2 of 2)
September 30, 2019

Special Revenue Funds				
	Justice Court Technology	LEOSE	Miscellaneous Grants	Economic Development
<u>Assets</u>				
Cash and cash equivalents	\$ 4,818	\$ 23,850	\$ 101,315	\$ 119,606
Receivables, net	-	-	6,498	7,876
Total Assets	\$ 4,818	\$ 23,850	\$ 107,813	\$ 127,482
<u>Liabilities</u>				
Accounts payable	\$ -	\$ -	\$ 2,345	\$ -
Due to other funds	-	-	6,498	-
Total Liabilities	-	-	8,843	-
<u>Fund Balances</u>				
Restricted:				
Grants	-	23,850	98,970	-
Special projects	4,818	-	-	127,482
Total Fund Balances	4,818	23,850	98,970	127,482
Total Liabilities and Fund Balances	\$ 4,818	\$ 23,850	\$ 107,813	\$ 127,482

Special Revenue Funds

Election Services	County and District Technology	Vehicle Inventory	County Attorney Pretrial Diversion	Total Nonmajor Governmental Funds
\$ 7,106	\$ 7,898	\$ 133,425	\$ 17,985	\$ 1,092,659
-	-	6,315	376	25,348
<u>\$ 7,106</u>	<u>\$ 7,898</u>	<u>\$ 139,740</u>	<u>\$ 18,361</u>	<u>\$ 1,118,007</u>
\$ -	\$ -	\$ 78,082	\$ 683	\$ 81,444
-	-	26,428	-	32,926
-	-	104,510	683	114,370
-	-	-	-	122,820
<u>7,106</u>	<u>7,898</u>	<u>35,230</u>	<u>17,678</u>	<u>880,817</u>
<u>7,106</u>	<u>7,898</u>	<u>35,230</u>	<u>17,678</u>	<u>1,003,637</u>
<u>\$ 7,106</u>	<u>\$ 7,898</u>	<u>\$ 139,740</u>	<u>\$ 18,361</u>	<u>\$ 1,118,007</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, 2019

	Special Revenue Funds			
	County Law Library	Courthouse Security	Right of Way Acquisition	Record Mgmt and Preservation Dist. & Co.
Revenues				
Other taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	13,440	22,571	-	183,551
Intergovernmental	-	-	-	-
Investment income	1,536	113	542	9,489
Miscellaneous	-	-	-	23,003
Total Revenues	<u>14,976</u>	<u>22,684</u>	<u>542</u>	<u>216,043</u>
Expenditures				
Current:				
General administration	927	-	-	260,999
Judicial	-	6,731	-	-
Public safety	-	-	-	-
Miscellaneous	-	-	-	-
Total Expenditures	<u>927</u>	<u>6,731</u>	<u>-</u>	<u>260,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>14,049</u>	<u>15,953</u>	<u>542</u>	<u>(44,956)</u>
Other Financing Sources (Uses)				
Transfers (out)	(15,000)	(10,000)	-	(5,000)
Total Other Financing (Uses)	<u>(15,000)</u>	<u>(10,000)</u>	<u>-</u>	<u>(5,000)</u>
Net Change in Fund Balances	(951)	5,953	542	(49,956)
Beginning fund balances	129,027	5,919	46,893	437,028
Ending Fund Balances	<u>\$ 128,076</u>	<u>\$ 11,872</u>	<u>\$ 47,435</u>	<u>\$ 387,072</u>

Special Revenue Funds

Jail Commissary	Attorney Fee Account	Sheriff's Office Donation Equipment	Sheriff's Forfeiture	State Salary Supplement	Sheriff's Office Awarded Restitution
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	21,545	-
32	1	305	551	563	248
5,597	31	2,100	-	-	-
<u>5,629</u>	<u>32</u>	<u>2,405</u>	<u>551</u>	<u>22,108</u>	<u>248</u>
-	39	-	-	2,901	-
-	-	-	-	-	-
-	-	-	7,925	-	-
2,219	-	3,514	-	-	-
<u>2,219</u>	<u>39</u>	<u>3,514</u>	<u>7,925</u>	<u>2,901</u>	<u>-</u>
3,410	(7)	(1,109)	(7,374)	19,207	248
-	-	-	-	(57,283)	-
-	-	-	-	(57,283)	-
3,410	(7)	(1,109)	(7,374)	(38,076)	248
3,839	129	27,773	54,560	41,293	21,464
<u>\$ 7,249</u>	<u>\$ 122</u>	<u>\$ 26,664</u>	<u>\$ 47,186</u>	<u>\$ 3,217</u>	<u>\$ 21,712</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, 2019

<u>Special Revenue Funds</u>				
	<u>Justice Court Technology</u>	<u>LEOSE</u>	<u>Miscellaneous Grants</u>	<u>Economic Development</u>
<u>Revenues</u>				
Other taxes	\$ -	\$ -	\$ -	\$ 39,973
Charges for services	12,435	-	-	-
Intergovernmental	-	5,637	44,999	-
Investment income	35	307	1,634	1,315
Miscellaneous	-	-	37,375	-
Total Revenues	<u>12,470</u>	<u>5,944</u>	<u>84,008</u>	<u>41,288</u>
<u>Expenditures</u>				
Current:				
General administration	-	-	42,339	14,900
Judicial	-	-	-	-
Public safety	14,980	6,739	-	-
Miscellaneous	-	-	-	15,000
Total Expenditures	<u>14,980</u>	<u>6,739</u>	<u>42,339</u>	<u>29,900</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,510)</u>	<u>(795)</u>	<u>41,669</u>	<u>11,388</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	-	-	(74,478)	-
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>(74,478)</u>	<u>-</u>
Net Change in Fund Balances	(2,510)	(795)	(32,809)	11,388
Beginning fund balances	<u>7,328</u>	<u>24,645</u>	<u>131,779</u>	<u>116,094</u>
Ending Fund Balances	<u>\$ 4,818</u>	<u>\$ 23,850</u>	<u>\$ 98,970</u>	<u>\$ 127,482</u>

Special Revenue Funds

Election Services	County and District Technology	Vehicle Inventory	County Attorney Pretrial Diversion	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 39,973
4,107	880	412	13,000	250,396
-	-	-	-	72,181
68	85	1,610	162	18,596
-	-	-	-	68,106
<u>4,175</u>	<u>965</u>	<u>2,022</u>	<u>13,162</u>	<u>449,252</u>
-	-	-	-	322,105
-	-	-	5,733	12,464
-	-	-	-	29,644
2,511	-	-	-	23,244
<u>2,511</u>	<u>-</u>	<u>-</u>	<u>5,733</u>	<u>387,457</u>
1,664	965	2,022	7,429	61,795
-	-	-	-	(161,761)
-	-	-	-	(161,761)
1,664	965	2,022	7,429	(99,966)
<u>5,442</u>	<u>6,933</u>	<u>33,208</u>	<u>10,249</u>	<u>1,103,603</u>
<u>\$ 7,106</u>	<u>\$ 7,898</u>	<u>\$ 35,230</u>	<u>\$ 17,678</u>	<u>\$ 1,003,637</u>

BURLESON COUNTY, TEXAS

COMBINING BALANCE SHEET

ROAD AND BRIDGE FUNDS (page 1 of 2)

September 30, 2019

	Road and Bridge Precinct No. 1	Road and Bridge Precinct No. 2	Road and Bridge Precinct No. 3	Road and Bridge Precinct No. 4
Assets				
Cash and cash equivalents	\$ 1,049,166	\$ 775,811	\$ 678,079	\$ 689,179
Receivables, net	2,725	530	-	249
Due from other funds	-	-	-	-
Due from fiduciary funds	-	-	-	-
Total Assets	\$ 1,051,891	\$ 776,341	\$ 678,079	\$ 689,428
Liabilities				
Accounts payable	\$ 56,864	\$ 68,718	\$ 32,220	\$ 168,376
Unearned revenues	-	-	-	-
Due to other funds	7,112	63	1,366	91
Total Liabilities	63,976	68,781	33,586	168,467
Deferred Inflows of Resources				
Unavailable revenue - property taxes	-	-	-	-
Fund Balances				
Restricted	987,915	707,560	644,493	520,961
Total Fund Balances	987,915	707,560	644,493	520,961
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,051,891	\$ 776,341	\$ 678,079	\$ 689,428

Road and Bridge Admin	Farm to Market Precinct No. 1	Farm to Market Precinct No. 2	Farm to Market Precinct No. 3	Farm to Market Precinct No. 4	Interfund Activity Elimination
\$ 1,676,055	\$ 354,481	\$ 326,178	\$ 511,073	\$ 376,703	\$ -
408,868	164,344	-	-	-	-
7,079	3,539	-	-	-	-
1,678	917	-	-	-	-
<u>\$ 2,093,680</u>	<u>\$ 523,281</u>	<u>\$ 326,178</u>	<u>\$ 511,073</u>	<u>\$ 376,703</u>	<u>\$ -</u>
\$ 17,528	\$ 5,785	\$ 227	\$ -	\$ 47,605	\$ -
8,757	4,457	-	-	-	-
22	-	-	-	-	-
<u>26,307</u>	<u>10,242</u>	<u>227</u>	<u>-</u>	<u>47,605</u>	<u>-</u>
336,094	164,344	-	-	-	-
1,731,279	348,695	325,951	511,073	329,098	-
<u>1,731,279</u>	<u>348,695</u>	<u>325,951</u>	<u>511,073</u>	<u>329,098</u>	<u>-</u>
<u>\$ 2,093,680</u>	<u>\$ 523,281</u>	<u>\$ 326,178</u>	<u>\$ 511,073</u>	<u>\$ 376,703</u>	<u>\$ -</u>

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BURLESON COUNTY, TEXAS

COMBINING BALANCE SHEET

ROAD AND BRIDGE FUNDS (Page 2 of 2)

September 30, 2019

	Total Road and Bridge Funds
<u>Assets</u>	
Cash and cash equivalents	\$ 6,436,725
Receivables, net	576,716
Due from other funds	10,618
Due from fiduciary funds	2,595
Total Assets	<u>\$ 7,026,654</u>
<u>Liabilities</u>	
Accounts payable	397,323
Unearned revenues	13,214
Due to other funds	8,654
Total Liabilities	<u>\$ 419,191</u>
<u>Deferred Inflows of Resources</u>	
Unavailable revenue - property taxes	<u>\$ 500,438</u>
<u>Fund Balances</u>	
Restricted	6,107,025
Total Fund Balances	<u>\$ 6,107,025</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,026,654</u>

BURLESON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
ROAD AND BRIDGE FUNDS (Page 1 of 2)
For the Year Ended September 30, 2019

	Road and Bridge Precinct No. 1	Road and Bridge Precinct No. 2	Road and Bridge Precinct No. 3	Road and Bridge Precinct No. 4
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	52,957	-	-
Permits and licenses	-	-	-	-
Investment income	7,104	6,078	4,543	5,401
Other revenue	195,280	258,851	24,776	29,820
Total Revenues	202,384	317,886	29,319	35,221
Expenditures				
Current:				
Public transportation	582,239	894,133	528,622	621,698
Debt service:				
Principal	-	46,580	45,300	-
Interest and fiscal charges	-	2,464	1,581	-
Capital outlay	-	215,949	29,500	146,642
Total Expenditures	582,239	1,159,126	605,003	768,340
Excess (Deficiency) of Revenues Over (Under) Expenditures	(379,855)	(841,240)	(575,684)	(733,119)
Other Financing Sources (Uses)				
Transfers in	626,834	761,904	594,672	616,590
Transfers (out)	-	-	-	-
Sale of capital assets	483	20,677	11,848	15,520
Total Other Financing Sources (Uses)	627,317	782,581	606,520	632,110
Net Change in Fund Balances	247,462	(58,659)	30,836	(101,009)
Beginning fund balances	740,453	766,219	613,657	621,970
Ending Fund Balances	\$ 987,915	\$ 707,560	\$ 644,493	\$ 520,961

Road and Bridge Admin	Farm to Market Precinct No. 1	Farm to Market Precinct No. 2	Farm to Market Precinct No. 3	Farm to Market Precinct No. 4	Interfund Activity Elimination
\$ 2,585,078	\$ 326,083	\$ 396,348	\$ 309,353	\$ 320,755	\$ -
-	-	-	-	-	-
745,355	-	-	-	-	-
58,042	4,102	4,851	4,299	4,549	-
178,464	-	-	-	-	-
<u>3,566,939</u>	<u>330,185</u>	<u>401,199</u>	<u>313,652</u>	<u>325,304</u>	<u>-</u>
399,293	338,506	300,969	257,201	313,967	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>399,293</u>	<u>338,506</u>	<u>300,969</u>	<u>257,201</u>	<u>313,967</u>	<u>-</u>
3,167,646	(8,321)	100,230	56,451	11,337	-
-	-	-	-	-	(2,600,000)
(2,600,000)	-	-	-	-	2,600,000
-	-	-	-	-	-
<u>(2,600,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
567,646	(8,321)	100,230	56,451	11,337	-
1,163,633	357,016	225,721	454,622	317,761	-
<u>1,731,279</u>	<u>348,695</u>	<u>325,951</u>	<u>511,073</u>	<u>329,098</u>	<u>-</u>

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BURLESON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
ROAD AND BRIDGE FUNDS (Page 2 of 2)
For the Year Ended September 30, 2019

	Total Road and Bridge Funds
<u>Revenues</u>	
Property taxes	\$ 3,937,617
Intergovernmental	52,957
Permits and licenses	745,355
Investment income	98,969
Other revenue	687,191
Total Revenues	\$ 5,522,089
 <u>Expenditures</u>	
Current:	
Public transportation	4,236,628
Debt service:	
Principal	91,880
Interest and fiscal charges	4,045
Capital outlay	392,091
Total Expenditures	\$ 4,724,644
 Excess (Deficiency) of Revenues Over (Under) Expenditures	
	\$ 797,445
 <u>Other Financing Sources (Uses)</u>	
Transfers in	-
Transfers (out)	-
Sale of capital assets	\$ 48,528
Total Other Financing Sources (Uses)	\$ 48,528
 Net Change in Fund Balances	 845,973
Beginning fund balances	\$ 5,261,052
 Ending Fund Balances	 \$ 6,107,025

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BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY LAW LIBRARY FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 13,000	\$ 13,000	\$ 13,440	\$ 440
Investment income	2,000	2,000	1,536	(464)
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>14,976</u>	<u>(24)</u>
<u>Expenditures</u>				
Current:				
General administration	13,000	13,000	927	12,073
Total Expenditures	<u>13,000</u>	<u>13,000</u>	<u>927</u>	<u>12,073</u>
Excess of Revenues Over Expenditures	<u>2,000</u>	<u>2,000</u>	<u>14,049</u>	<u>12,049</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	(15,000)	(15,000)	(15,000)	-
Total Other Financing (Uses)	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (13,000)</u>	<u>\$ (13,000)</u>	(951)	<u>\$ 12,049</u>
Beginning fund balance			<u>129,027</u>	
Ending Fund Balance			<u>\$ 128,076</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COURTHOUSE SECURITY FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 19,800	\$ 19,800	\$ 22,571	\$ 2,771
Investment income	200	200	113	(87)
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>22,684</u>	<u>2,684</u>
<u>Expenditures</u>				
Current:				
Judicial	9,000	9,000	6,731	2,269
Total Expenditures	<u>9,000</u>	<u>9,000</u>	<u>6,731</u>	<u>2,269</u>
Excess of Revenues Over Expenditures	<u>11,000</u>	<u>11,000</u>	<u>15,953</u>	<u>4,953</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	(10,000)	(10,000)	(10,000)	-
Total Other Financing (Uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 1,000</u>	<u>\$ 1,000</u>	5,953	<u>\$ 4,953</u>
Beginning fund balance			<u>5,919</u>	
Ending Fund Balance			<u>\$ 11,872</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RIGHT OF WAY ACQUISITION FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Investment income	\$ 540	\$ 540	\$ 542	\$ 2
Total Revenues	<u>540</u>	<u>540</u>	<u>542</u>	<u>2</u>
<u>Expenditures</u>				
Current:				
Public safety	46,911	46,911	-	46,911
Total Expenditures	<u>46,911</u>	<u>46,911</u>	<u>-</u>	<u>46,911</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(46,371)</u>	<u>(46,371)</u>	<u>542</u>	<u>46,913</u>
<u>Other Financing Sources (Uses)</u>				
Transfers in	-	95,000	-	(95,000)
Total Other Financing Sources	<u>-</u>	<u>95,000</u>	<u>-</u>	<u>(95,000)</u>
Net Change in Fund Balance	<u>\$ (46,371)</u>	<u>\$ 48,629</u>	<u>542</u>	<u>\$ (48,087)</u>
Beginning fund balance			<u>46,893</u>	
Ending Fund Balance			<u>\$ 47,435</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RECORD MANAGEMENT AND PRESERVATION DISTRICT AND COUNTY FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 194,000	\$ 194,000	\$ 183,551	\$ (10,449)
Investment income	7,200	7,200	9,489	2,289
Miscellaneous	-	-	23,003	23,003
Total Revenues	<u>201,200</u>	<u>201,200</u>	<u>216,043</u>	<u>14,843</u>
<u>Expenditures</u>				
Current:				
General administration	375,353	364,501	260,999	103,502
Capital outlay	<u>51,000</u>	<u>45,000</u>	<u>-</u>	<u>45,000</u>
Total Expenditures	<u>426,353</u>	<u>409,501</u>	<u>260,999</u>	<u>148,502</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(225,153)</u>	<u>(208,301)</u>	<u>(44,956)</u>	<u>163,345</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	-	(5,000)	(5,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (225,153)</u>	<u>\$ (213,301)</u>	<u>(49,956)</u>	<u>\$ 163,345</u>
Beginning fund balance			<u>437,028</u>	
Ending Fund Balance			<u>\$ 387,072</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SHERIFF'S OFFICE DONATION - EQUIPMENT FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Investment income	\$ 350	\$ 350	\$ 305	\$ (45)
Miscellaneous	-	-	2,100	2,100
Total Revenues	<u>350</u>	<u>350</u>	<u>2,405</u>	<u>2,055</u>
<u>Expenditures</u>				
Current:				
Miscellaneous	22,500	22,500	3,514	18,986
Total Expenditures	<u>22,500</u>	<u>22,500</u>	<u>3,514</u>	<u>18,986</u>
Net Change in Fund Balance	<u>\$ (22,150)</u>	<u>\$ (22,150)</u>	(1,109)	<u>\$ 21,041</u>
Beginning fund balance			<u>27,773</u>	
Ending Fund Balance			<u>\$ 26,664</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SHERIFF'S FORFEITURE FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Investment income	\$ 500	\$ 500	\$ 551	\$ 51
Total Revenues	<u>500</u>	<u>500</u>	<u>551</u>	<u>51</u>
<u>Expenditures</u>				
Current:				
Public safety	52,500	52,500	7,925	44,575
Total Expenditures	<u>52,500</u>	<u>52,500</u>	<u>7,925</u>	<u>44,575</u>
Net Change in Fund Balance	<u>\$ (52,000)</u>	<u>\$ (52,000)</u>	(7,374)	<u>\$ 44,626</u>
Beginning fund balance			<u>54,560</u>	
Ending Fund Balance			<u>\$ 47,186</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
STATE SALARY SUPPLEMENT FUND
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>				
Intergovernmental	\$ 61,700	\$ 61,700	\$ 21,545	\$ (40,155)
Investment income	560	560	563	3
Total Revenues	62,260	62,260	22,108	(40,152)
<u>Expenditures</u>				
Current:				
General administration	4,560	4,560	2,901	1,659
Total Expenditures	4,560	4,560	2,901	1,659
Excess of Revenues Over Expenditures	57,700	57,700	19,207	(38,493)
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	(60,200)	(60,200)	(57,283)	2,917
Total Other Financing (Uses)	(60,200)	(60,200)	(57,283)	2,917
Net Change in Fund Balance	\$ (2,500)	\$ (2,500)	(38,076)	\$ (35,576)
Beginning fund balance			41,293	
Ending Fund Balance			\$ 3,217	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SHERIFF'S OFFICE AWARDED RESTITUTION FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Investment income	\$ 250	\$ 250	\$ 248	\$ (2)
Total Revenues	<u>250</u>	<u>250</u>	<u>248</u>	<u>(2)</u>
<u>Expenditures</u>				
Current:				
General administration	16,000	16,000	-	16,000
Total Expenditures	<u>16,000</u>	<u>16,000</u>	<u>-</u>	<u>16,000</u>
Net Change in Fund Balance	<u>\$ (15,750)</u>	<u>\$ (15,750)</u>	248	<u>\$ 15,998</u>
Beginning fund balance			<u>21,464</u>	
Ending Fund Balance			<u>\$ 21,712</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
JUSTICE COURT TECHNOLOGY FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 10,000	\$ 10,000	\$ 12,435	\$ 2,435
Investment income	100	100	35	(65)
Total Revenues	<u>10,100</u>	<u>10,100</u>	<u>12,470</u>	<u>2,370</u>
<u>Expenditures</u>				
Current:				
Public safety	16,536	16,536	14,980	1,556
Total Expenditures	<u>16,536</u>	<u>16,536</u>	<u>14,980</u>	<u>1,556</u>
Net Change in Fund Balance	<u>\$ (6,436)</u>	<u>\$ (6,436)</u>	(2,510)	<u>\$ 3,926</u>
Beginning fund balance			<u>7,328</u>	
Ending Fund Balance			<u>\$ 4,818</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
LEOSE GRANT FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 5,771	\$ 5,771	\$ 5,637	\$ (134)
Investment income	280	280	307	27
Total Revenues	<u>6,051</u>	<u>6,051</u>	<u>5,944</u>	<u>(107)</u>
<u>Expenditures</u>				
Current:				
Public safety	25,200	25,200	6,739	18,461
Total Expenditures	<u>25,200</u>	<u>25,200</u>	<u>6,739</u>	<u>18,461</u>
Net Change in Fund Balance	<u>\$ (19,149)</u>	<u>\$ (19,149)</u>	(795)	<u>\$ 18,354</u>
Beginning fund balance			<u>24,645</u>	
Ending Fund Balance			<u>\$ 23,850</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MISCELLANEOUS GRANTS FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ -	\$ 44,999	\$ 44,999	\$ -
Investment income	1,500	1,500	1,634	134
Miscellaneous	-	7,773	37,375	29,602
Total Revenues	<u>1,500</u>	<u>54,272</u>	<u>84,008</u>	<u>29,736</u>
<u>Expenditures</u>				
Current:				
General administration	80,543	109,292	42,339	66,953
Total Expenditures	<u>80,543</u>	<u>109,292</u>	<u>42,339</u>	<u>66,953</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(79,043)</u>	<u>(55,020)</u>	<u>41,669</u>	<u>96,689</u>
<u>Other Financing Sources (Uses)</u>				
Transfers (out)	(41,908)	(74,478)	(74,478)	-
Total Other Financing (Uses)	<u>(41,908)</u>	<u>(74,478)</u>	<u>(74,478)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (120,951)</u>	<u>\$ (129,498)</u>	<u>(32,809)</u>	<u>\$ 96,689</u>
Beginning fund balance			<u>131,779</u>	
Ending Fund Balance			<u>\$ 98,970</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ECONOMIC DEVELOPMENT FUND
For the Year Ended September 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>				
Other taxes	\$ 40,000	\$ 40,000	\$ 39,973	\$ (27)
Investment income	1,500	1,500	1,315	(185)
Total Revenues	41,500	41,500	41,288	(212)
<u>Expenditures</u>				
Current:				
General administration	103,000	93,000	14,900	78,100
Miscellaneous	20,000	30,000	15,000	15,000
Total Expenditures	123,000	123,000	29,900	93,100
Net Change in Fund Balance	\$ (81,500)	\$ (81,500)	11,388	\$ 92,888
Beginning fund balance			116,094	
Ending Fund Balance			\$ 127,482	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY AND DISTRICT TECHNOLOGY FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 800	\$ 800	\$ 880	\$ 80
Investment income	80	80	85	5
Total Revenues	<u>880</u>	<u>880</u>	<u>965</u>	<u>85</u>
<u>Expenditures</u>				
Current:				
General administration	7,000	7,000	-	7,000
Total Expenditures	<u>7,000</u>	<u>7,000</u>	<u>-</u>	<u>7,000</u>
Net Change in Fund Balance	<u>\$ (6,120)</u>	<u>\$ (6,120)</u>	965	<u>\$ 7,085</u>
Beginning fund balance			<u>6,933</u>	
Ending Fund Balance			<u>\$ 7,898</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ELECTION SERVICES FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 14,150	\$ 14,100	\$ 4,107	\$ (9,993)
Investment income	-	50	68	18
Total Revenues	<u>14,150</u>	<u>14,150</u>	<u>4,175</u>	<u>(9,975)</u>
<u>Expenditures</u>				
Current:				
Miscellaneous	<u>10,000</u>	<u>10,000</u>	<u>2,511</u>	<u>7,489</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>2,511</u>	<u>7,489</u>
Net Change in Fund Balance	<u>\$ 4,150</u>	<u>\$ 4,150</u>	1,664	<u>\$ (2,486)</u>
Beginning fund balance			<u>5,442</u>	
Ending Fund Balance			<u>\$ 7,106</u>	

BURLESON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COUNTY ATTORNEY PRETRIAL DIVERSION FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Charges for services	\$ 10,000	\$ 10,000	\$ 13,000	\$ 3,000
Investment income	100	100	162	62
Total Revenues	<u>10,100</u>	<u>10,100</u>	<u>13,162</u>	<u>3,062</u>
<u>Expenditures</u>				
Current:				
Judicial	18,323	18,974	5,733	13,241
Total Expenditures	<u>18,323</u>	<u>18,974</u>	<u>5,733</u>	<u>13,241</u>
Net Change in Fund Balance	<u>\$ (8,223)</u>	<u>\$ (8,874)</u>	7,429	<u>\$ 16,303</u>
Beginning fund balance			<u>10,249</u>	
Ending Fund Balance			<u>\$ 17,678</u>	

BURLESON COUNTY, TEXAS
COMBINING STATEMENT OF NET POSITION
FIDUCIARY FUNDS
September 30, 2019

	<u>Tax Assessor/ Collector</u>	<u>District Clerk</u>	<u>County Clerk</u>	<u>Jail Inmate</u>
<u>Assets</u>				
Cash and cash equivalents	\$ 691,602	\$ 1,320,117	\$ 30,891	\$ 5,449
Due from other units	20,092	-	-	-
Total Assets	<u>\$ 711,694</u>	<u>\$ 1,320,117</u>	<u>\$ 30,891</u>	<u>\$ 5,449</u>
<u>Liabilities</u>				
Due to other units	\$ 648,061	\$ 1,142,044	\$ 30,891	\$ 4,276
Due to County	63,633	178,073	-	1,173
Total Liabilities	<u>\$ 711,694</u>	<u>\$ 1,320,117</u>	<u>\$ 30,891</u>	<u>\$ 5,449</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>Total Fiduciary Funds</u>
\$ 106,932	\$ 2,588	\$ 163,490	\$ 30,077	\$ 20,551	\$ 2,371,697
-	-	97	-	-	20,189
<u>\$ 106,932</u>	<u>\$ 2,588</u>	<u>\$ 163,587</u>	<u>\$ 30,077</u>	<u>\$ 20,551</u>	<u>\$ 2,391,886</u>
\$ 101,092	\$ 2,588	\$ 163,587	\$ 30,077	\$ 20,551	\$ 2,143,167
5,840	-	-	-	-	248,719
<u>\$ 106,932</u>	<u>\$ 2,588</u>	<u>\$ 163,587</u>	<u>\$ 30,077</u>	<u>\$ 20,551</u>	<u>\$ 2,391,886</u>

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BURLESON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
For the Year Ended September 30, 2019

		Beginning Balance	Additions	(Deductions)	Ending Balance
Tax Assessor/Collector					
Assets	Cash and cash equivalents	\$ 487,132	\$ 204,470	\$ -	\$ 691,602
Assets	Due from other units	\$ 75	\$ 20,017	\$ -	\$ 20,092
Liabilities	Due to other units	\$ 414,392	\$ 233,669	\$ -	\$ 648,061
Liabilities	Due to County	\$ -	\$ 63,633	\$ -	\$ 63,633
District Clerk					
Assets	Cash and cash equivalents	\$ 1,301,869	\$ 18,248	\$ -	\$ 1,320,117
Liabilities	Due to other units	\$ 1,124,773	\$ 17,271	\$ -	\$ 1,142,044
Liabilities	Due to County	\$ -	\$ 178,073	\$ -	\$ 178,073
County Clerk					
Assets	Cash and cash equivalents	\$ 22,709	\$ 8,182	\$ -	\$ 30,891
Liabilities	Due to other units	\$ 22,709	\$ 8,182	\$ -	\$ 30,891
Jail Inmate					
Assets	Cash and cash equivalents	\$ 5,325	\$ 124	\$ -	\$ 5,449
Liabilities	Due to other units	\$ 3,441	\$ 835	\$ -	\$ 4,276
Liabilities	Due to County	\$ -	\$ 1,173	\$ -	\$ 1,173
State of Texas Transfer Accounts					
Assets	Cash and cash equivalents	\$ 96,740	\$ 10,192	\$ -	\$ 106,932
Assets	Due from other units	\$ 20	\$ -	\$ (20)	\$ -
Liabilities	Due to other units	\$ 92,099	\$ 8,993	\$ -	\$ 101,092
Liabilities	Due to County	\$ -	\$ 5,840	\$ -	\$ 5,840
County Attorney					
Assets	Cash and cash equivalents	\$ 2,518	\$ 70	\$ -	\$ 2,588
Liabilities	Due to other units	\$ 2,518	\$ 70	\$ -	\$ 2,588
County Sheriff					
Assets	Cash and cash equivalents	\$ 84,976	\$ 78,514	\$ -	\$ 163,490
Assets	Due from other units	\$ -	\$ 97	\$ -	\$ 97
Liabilities	Due to other units	\$ 84,976	\$ 78,611	\$ -	\$ 163,587
Sheriff Seizure					
Assets	Cash and cash equivalents	\$ 34,566	\$ -	\$ (4,489)	\$ 30,077
Liabilities	Due to other units	\$ 34,566	\$ -	\$ (4,489)	\$ 30,077
Unclaimed Money					
Assets	Cash and cash equivalents	\$ 17,811	\$ 2,740	\$ -	\$ 20,551
Liabilities	Due to other units	\$ 17,811	\$ 2,740	\$ -	\$ 20,551
Total Fiduciary Funds					
Assets	Cash and cash equivalents	\$ 2,053,646	\$ 322,540	\$ (4,489)	\$ 2,371,697
Assets	Due from other units	\$ 95	\$ 20,114	\$ (20)	\$ 20,189
Liabilities	Due to other units	\$ 1,797,285	\$ 350,371	\$ (4,489)	\$ 2,143,167
Liabilities	Due to County	\$ -	\$ 248,719	\$ -	\$ 248,719

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