

*ANNUAL FINANCIAL REPORT*

of

**BURLESON COUNTY, TEXAS**

For the Year Ended  
September 30, 2017

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# BURLESON COUNTY, TEXAS

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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, 2017, 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, 2017, 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, schedule of changes in net pension liability and related ratios, schedule of contributions, and schedule of funding progress, 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, LLP*

Belt Harris Pechacek, LLP  
Certified Public Accountants  
Houston, Texas  
May 10, 2018

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

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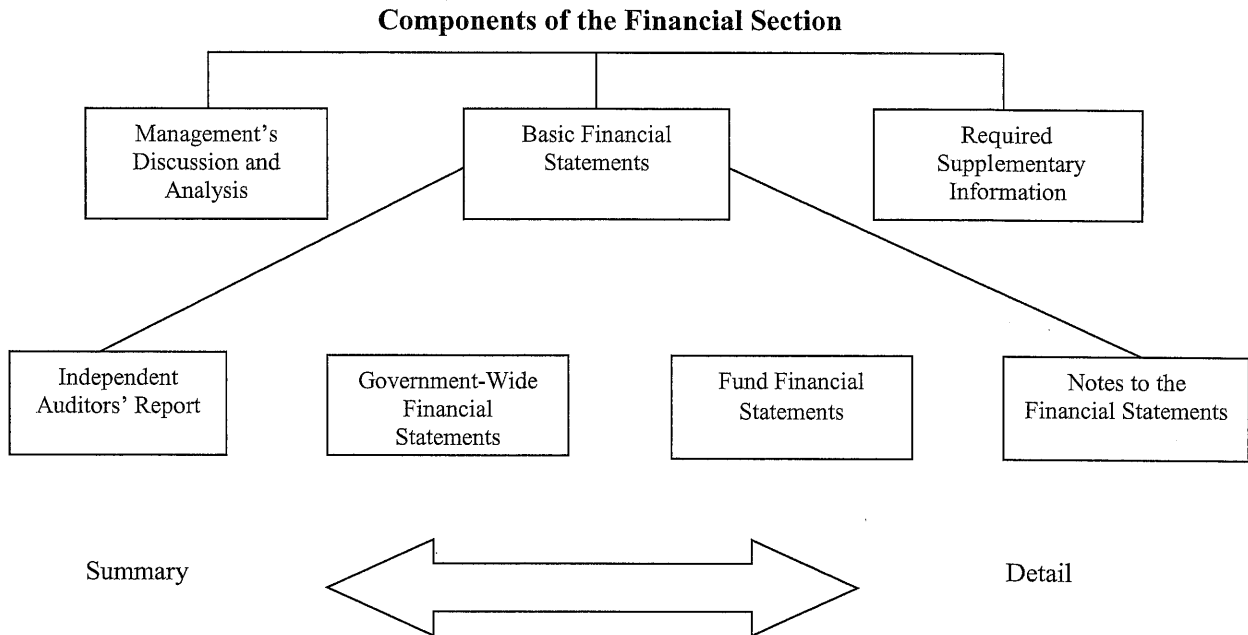
# BURLESON COUNTY, TEXAS

## MANAGEMENT DISCUSSION AND ANALYSIS

For the Year Ended September 30, 2017

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, 2017. 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

**BURLESON COUNTY, TEXAS**  
**MANAGEMENT DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended September 30, 2017**

is improving or deteriorating. Other nonfinancial factors, such as the County's property tax base and the condition of the County's infrastructure, need to be considered to assess the overall health of the County.

The Statement of Activities presents information showing how the County's net 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 23 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 balance for the general, road and bridge, lateral road and bridge, and debt service funds, which are considered to be major funds for reporting purposes.

**BURLESON COUNTY, TEXAS**  
**MANAGEMENT DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended September 30, 2017**

The County adopts an annual appropriated budget for its general, road and bridge, lateral 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.

**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, road and bridge, and lateral road and bridge funds, schedule of changes in net pension liability and related ratios and schedule of contributions for the Texas County and District Retirement System, and schedule of funding progress for other 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 \$16,609,556 as of September 30, 2017. This compares with \$16,617,220 for the prior fiscal year. A portion of the County's net position, 54%, 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 DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended September 30, 2017

**Statement of Net Position**

The following table reflects the condensed Statement of Net Position:

	<b>Governmental Activities</b>	
	<b>2017</b>	<b>2016</b>
Current and other assets	\$ 10,277,780	\$ 9,709,743
Capital assets, net	13,348,622	13,958,337
<b>Total Assets</b>	<b>23,626,402</b>	<b>23,668,080</b>
Deferred outflows - pensions	931,488	1,128,667
Long-term liabilities	6,079,079	6,451,846
Other liabilities	1,561,072	1,293,301
<b>Total Liabilities</b>	<b>7,640,151</b>	<b>7,745,147</b>
Deferred inflows - pensions	308,183	434,380
<b>Net Position:</b>		
Net investment in capital assets	8,958,021	9,162,813
Restricted	6,030,582	5,555,837
Unrestricted	1,620,953	1,898,570
<b>Total Net Position</b>	<b>\$ 16,609,556</b>	<b>\$ 16,617,220</b>

A portion of the County's net position, \$6,030,582 or 36%, represents resources that are subject to external restriction on how they may be used. The County's unrestricted net position, \$1,620,953 or 10%, may be used to meet the County's ongoing obligation to citizens and creditors. The overall net position decreased by \$7,664 due to higher expenses than revenues.

**BURLESON COUNTY, TEXAS**  
**MANAGEMENT DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended September 30, 2017

**Statement of Activities**

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

		<b>Governmental Activities</b>	
		<b>2017</b>	<b>2016</b>
<b>Revenues</b>			
Program revenues:			
Charges for services	\$	2,140,093	\$ 2,030,187
Operating grants and contributions		508,775	529,223
General revenues:			
Property taxes		7,573,415	8,031,770
Sales taxes		1,216,136	974,218
Other taxes		44,310	32,979
Interest income		64,099	31,250
Other revenues		1,425,904	1,101,378
<b>Total Revenues</b>		<b>12,972,732</b>	<b>12,731,005</b>
<b>Expenses</b>			
General administration		1,335,949	1,365,148
Judicial		1,111,519	1,091,264
Legal		582,217	583,914
Financial administration		544,384	572,997
Public facilities		295,090	193,470
Public safety		3,618,847	3,547,153
Public transportation		4,059,378	3,969,814
Health and welfare		113,630	111,285
Miscellaneous		1,189,438	931,460
Interest and fiscal agent fees		129,944	136,058
<b>Total Expenses</b>		<b>12,980,396</b>	<b>12,502,563</b>
<b>Change in Net Position</b>		<b>(7,664)</b>	<b>228,442</b>
Beginning net position		16,617,220	16,388,778
<b>Ending Net Position</b>	<b>\$</b>	<b>16,609,556</b>	<b>\$ 16,617,220</b>

Total governmental revenues were comparable to the prior year, increasing \$241,727 or two percent. This increase is primarily due to an increase in other revenues of \$324,526 or 29%, as well as an increase in sales tax of \$241,918, or 25%. The increase in sales tax was due to more consumer spending. Other revenues increased primarily due to the road use contributions in the road and bridge fund. The increase in revenue was partly offset by the decrease in property taxes by \$458,355, or six percent, due to lower taxable values of property.

Governmental expenses increased from the prior year by \$477,833, or four percent. The increase is primarily due to increases in public transportation costs. Public transportation expenses increased as a result of costs related to repairs and maintenance of roads, including purchase of road material.

**BURLESON COUNTY, TEXAS**  
**MANAGEMENT DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended September 30, 2017**

**FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS**

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

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

The County's governmental funds reflect a combined fund balance of \$7,791,772. Of this, \$1,761,190 is unassigned and available for day-to-day operations of the County and \$5,844,761 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 \$1,761,190. 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 24% of total general fund expenditures. The fund balance of the general fund reported a decrease of \$136,059, mainly due to lower property tax revenue and an increase in public facilities expenditures.

The road and bridge fund reported an increase of \$413,635 in fund balance primarily due to an increase in road use contributions. All of the road and bridge fund balance, \$3,462,627, is restricted.

The lateral road and bridge fund reported a restricted fund balance of \$1,197,638, which is an increase of \$192,632 in fund balance.

The debt service fund reported a decrease of \$180,030 in fund balance. The decrease is due to the effort of Commissioners' Court to spend down the excess debt service fund balance. The current debt service fund balance of \$171,438 is restricted to payments of principal and interest on debt.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The general fund's actual revenues were more than the final budget by \$487,503 during the year. This positive variance is largely the result of more sales tax and reimbursements from other governments than expected.

The general fund expenditures were less than the final budget by \$343,001 as a result of a County-wide effort to keep expenditures at or below budget.

**BURLESON COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended September 30, 2017**

**CAPITAL ASSETS**

At the end of the year, the County's governmental activities had invested \$13,348,622 in a variety of capital assets and infrastructure, net of accumulated depreciation. This represents a net decrease of \$609,715.

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

- Caterpillar 926 wheel loader for road and bridge use - \$155,300
- Road roller vehicle for road and bridge use - \$92,014
- Freightliner truck for road and bridge use - \$55,131

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 \$3,530,000. The County also reported capital leases and time warrants issued for a total of \$288,937. The County has \$455,000 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 economic condition is improving as seen in the increase in sales tax revenue. The County has continued the permanent road program to solidify the infrastructure of the County. The County has approved to increase the tax rate from \$0.5300 to \$0.5500 for the 2017/2018 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, 2017

	Governmental Activities
<b><u>Assets</u></b>	
Cash and cash equivalents	\$ 8,236,143
Receivables, net	1,796,022
Due from other funds	22,115
Due from other units	223,500
	<u>10,277,780</u>
Capital assets:	
Nondepreciable	307,911
Depreciable capital assets, net	13,040,711
	<u>13,348,622</u>
<b>Total Assets</b>	<u>23,626,402</u>
<b><u>Deferred Outflows</u></b>	
Deferred outflows - pensions	<u>931,488</u>
<b><u>Liabilities</u></b>	
Accounts payable	950,895
Due to other funds	22,115
Due to other units	1,818
Accrued interest	9,201
Long-term debt due within one year	577,043
	<u>1,561,072</u>
Noncurrent liabilities:	
Long-term debt due in more than one year	3,942,964
Compensated absences	14,379
Net pension liability	943,558
Net OPEB liability	1,178,178
	<u>6,079,079</u>
<b>Total Liabilities</b>	<u>7,640,151</u>
<b><u>Deferred Inflows</u></b>	
Deferred inflows - pensions	<u>308,183</u>
<b><u>Net Position</u></b>	
Net investment in capital assets	8,958,021
Restricted for:	
Road and bridge	3,462,627
Lateral road and bridge	1,197,638
Debt service	171,438
Grants	185,821
Special projects	1,013,058
Unrestricted	1,620,953
<b>Total Net Position</b>	<u>\$ 16,609,556</u>

See Notes to Financial Statements.

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# BURLESON COUNTY, TEXAS

## STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2017

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
<b>Primary Government</b>				
<b>Governmental Activities</b>				
General administration	\$ 1,298,379	\$ 354,619	\$ 186,605	\$ (757,155)
Judicial	1,155,182	456,150	-	(699,032)
Legal	582,217	1,128	-	(581,089)
Financial administration	594,139	356,355	-	(237,784)
Public facilities	554,018	-	-	(554,018)
Public safety	3,846,298	23,275	-	(3,823,023)
Public transportation	3,515,121	702,852	322,170	(2,490,099)
Health and welfare	115,660	-	-	(115,660)
Miscellaneous	1,189,438	245,714	-	(943,724)
Interest and fiscal agent fees	129,944	-	-	(129,944)
<b>Total Governmental Activities</b>	<u>12,980,396</u>	<u>2,140,093</u>	<u>508,775</u>	<u>(10,331,528)</u>
<b>Total Primary Government</b>	<u>\$ 12,980,396</u>	<u>\$ 2,140,093</u>	<u>\$ 508,775</u>	<u>(10,331,528)</u>
<b>General Revenues:</b>				
				7,573,415
				1,216,136
				44,310
				64,099
				1,425,904
			<b>Total General Revenues</b>	<u>10,323,864</u>
			<b>Change in Net Position</b>	(7,664)
			Beginning net position	<u>16,617,220</u>
			<b>Ending Net Position</b>	<u>\$ 16,609,556</u>

See Notes to Financial Statements.

# BURLESON COUNTY, TEXAS

## BALANCE SHEET

### GOVERNMENTAL FUNDS

September 30, 2017

	General	Road and Bridge	Lateral Road and Bridge	Debt Service
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 1,846,923	\$ 3,669,026	\$ 1,237,248	\$ 171,437
Receivables, net	734,066	318,329	135,219	25,020
Due from other funds	12,276	6,031	3,016	792
Due from other units	218,392	1,909	448	117
<b>Total Assets</b>	<b>\$ 2,811,657</b>	<b>\$ 3,995,295</b>	<b>\$ 1,375,931</b>	<b>\$ 197,366</b>
<b><u>Liabilities</u></b>				
Accounts payable and accrued liabilities	\$ 544,461	\$ 249,254	\$ 43,074	\$ 908
Due to other funds	-	-	-	-
Due to other units	1,798	20	-	-
<b>Total Liabilities</b>	<b>546,259</b>	<b>249,274</b>	<b>43,074</b>	<b>908</b>
<b><u>Deferred Inflows of Resources</u></b>				
Unavailable revenue - property taxes	504,208	283,394	135,219	25,020
<b><u>Fund Balances</u></b>				
Restricted:				
Road and bridge	-	3,462,627	-	-
Lateral road and bridge	-	-	1,197,638	-
Debt service	-	-	-	171,438
Grants	-	-	-	-
Special projects	-	-	-	-
Unassigned:				
General	1,761,190	-	-	-
<b>Total Fund Balances</b>	<b>1,761,190</b>	<b>3,462,627</b>	<b>1,197,638</b>	<b>171,438</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 2,811,657</b>	<b>\$ 3,995,295</b>	<b>\$ 1,375,931</b>	<b>\$ 197,366</b>

See Notes to Financial Statements.

<b>Nonmajor Governmental</b>	<b>Total Governmental Funds</b>
\$ 1,311,509	\$ 8,236,143
20,049	1,232,683
-	22,115
2,634	223,500
<u>\$ 1,334,192</u>	<u>\$ 9,714,441</u>
\$ 113,198	\$ 950,895
22,115	22,115
-	1,818
<u>135,313</u>	<u>974,828</u>
<u>-</u>	<u>947,841</u>
-	3,462,627
-	1,197,638
-	171,438
185,821	185,821
1,013,058	1,013,058
-	1,761,190
<u>1,198,879</u>	<u>7,791,772</u>
<u>\$ 1,334,192</u>	<u>\$ 9,714,441</u>

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**BURLESON COUNTY, TEXAS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
September 30, 2017

Total fund balances for governmental funds \$ 7,791,772

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	307,911	
Depreciable capital assets	20,996,288	
Accumulated depreciation	<u>(7,955,577)</u>	
		13,348,622

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

Receivables - fines	563,339	
Unavailable revenue - property taxes	<u>947,841</u>	
		1,511,180

Deferred outflows and deferred inflows related to the net pension liability are not reported in the governmental funds.

Deferred outflows - pensions	931,488	
Deferred inflows - pensions	<u>(308,183)</u>	
		623,305

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	(447,637)	
Long-term debt due in more than one year	(3,942,964)	
Accrued interest payable	(9,201)	
Compensated absences	(143,785)	
Net pension liability	(943,558)	
Net OPEB obligation	<u>(1,178,178)</u>	
		<u>(6,665,323)</u>

<b>Net Position of Governmental Activities</b>	<b>\$ <u>16,609,556</u></b>
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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, 2017

	General	Road and Bridge	Lateral Road and Bridge	Debt Service
<b><u>Revenues</u></b>				
Property taxes	\$ 4,083,780	\$ 2,100,065	\$ 1,079,523	\$ 189,451
Sales taxes	1,216,136	-	-	-
Other taxes	6,295	-	-	-
Intergovernmental	53,327	322,170	-	-
Charges for services	784,759	-	-	-
Fines and forfeitures	456,150	-	-	-
Interest	20,749	27,822	6,332	1,354
Permits and licenses	-	702,852	-	-
Miscellaneous	411,363	877,428	-	-
<b>Total Revenues</b>	<u>7,032,559</u>	<u>4,030,337</u>	<u>1,085,855</u>	<u>190,805</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
General administration	869,097	-	-	-
Judicial	1,087,866	-	-	-
Legal	581,416	-	-	-
Financial administration	533,318	-	-	-
Public facilities	232,826	-	-	-
Public safety	3,184,308	-	-	-
Public transportation	-	2,611,005	893,223	-
Health and welfare	109,156	-	-	-
Miscellaneous	667,461	397,032	-	-
<b>Debt service:</b>				
Principal	-	245,085	-	245,000
Interest and fiscal agent fees	-	10,257	-	125,835
<b>Capital outlay</b>	31,874	385,026	-	-
<b>Total Expenditures</b>	<u>7,297,322</u>	<u>3,648,405</u>	<u>893,223</u>	<u>370,835</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(264,763)</u>	<u>381,932</u>	<u>192,632</u>	<u>(180,030)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	133,494	56,022	-	-
Transfers (out)	(6,246)	(122,227)	-	-
Sale of capital assets	1,456	6,608	-	-
Capital leases	-	91,300	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>128,704</u>	<u>31,703</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(136,059)	413,635	192,632	(180,030)
Beginning fund balances	1,897,249	3,048,992	1,005,006	351,468
<b>Ending Fund Balances</b>	<u>\$ 1,761,190</u>	<u>\$ 3,462,627</u>	<u>\$ 1,197,638</u>	<u>\$ 171,438</u>

See Notes to Financial Statements.

<b>Nonmajor Governmental</b>	<b>Total Governmental Funds</b>
\$ -	\$ 7,452,819
-	1,216,136
38,015	44,310
133,278	508,775
245,714	1,030,473
-	456,150
7,842	64,099
-	702,852
129,049	1,417,840
<u>553,898</u>	<u>12,893,454</u>
248,537	1,117,634
2,678	1,090,544
-	581,416
-	533,318
-	232,826
102,052	3,286,360
-	3,504,228
-	109,156
23,791	1,088,284
-	490,085
-	136,092
68,012	484,912
<u>445,070</u>	<u>12,654,855</u>
<u>108,828</u>	<u>238,599</u>
122,227	311,743
(183,270)	(311,743)
-	8,064
-	91,300
<u>(61,043)</u>	<u>99,364</u>
47,785	337,963
<u>1,151,094</u>	<u>7,453,809</u>
<u>\$ 1,198,879</u>	<u>\$ 7,791,772</u>

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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, 2017**

Net changes in fund balances - total governmental funds	\$	337,963
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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	506,471	
Depreciation expense	(1,015,405)	
Disposal of capital assets, net of accumulated depreciation	(100,781)	

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	(49,382)	
Changes in unavailable revenue - property taxes	120,596	

Net pension liability and deferred outflows and deferred inflows related to the net pension liability are not reported in the governmental funds.

Net pension liability	42,663	
Deferred outflows - pensions	(197,179)	
Deferred inflows - pensions	126,197	

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

Issuance of long-term debt	(91,300)	
Changes in premium on bonds	6,861	
Principal payments	490,085	
Changes in accrued interest expense	(713)	
Changes in compensated absences	(37,648)	
Changes in OPEB obligation	(146,092)	

<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b><u>(7,664)</u></b>
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See Notes to Financial Statements.



**BURLESON COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
September 30, 2017

	<u>Total Fiduciary Funds</u>
<b><u>Assets</u></b>	
Cash and cash equivalents	\$ 1,706,856
Due from other units	1,968
<b>Total Assets</b>	<u><u>\$ 1,708,824</u></u>
<b><u>Liabilities</u></b>	
Due to other units	\$ 1,708,824
<b>Total Liabilities</b>	<u><u>\$ 1,708,824</u></u>

See Notes to Financial Statements.





# **BURLESON COUNTY, TEXAS**

## **NOTES TO FINANCIAL STATEMENTS**

**For the Year Ended September 30, 2017**

### **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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

**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.

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 funds are reported as major funds for reporting purposes:

Road and bridge fund and lateral road and bridge fund – These funds are used to account for revenues of property taxes levied and vehicle registration fees. 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.

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

The *capital projects fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds.

Additionally, the County reports the following fund types:

*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

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

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.

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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

**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 (Texas CLASS), 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 pools operate in accordance with appropriate state laws and regulations and are 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 deposits, are reported at cost.

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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

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. The County has three items that qualify for reporting in this category on the government-wide Statement of Net Position. Deferred outflows of resources are recognized for the difference between the projected and actual investment earnings on the pension plan assets. This amount is deferred and amortized over a period of five years. Deferred charges have been recognized as a result of the changes in actuarial assumptions related to the County's defined benefit pension plan. This amount is deferred and amortized over the average of the expected service lives of pension plan members. Deferred charges have been recognized for employer pension plan contributions that were made subsequent to the measurement date through the end of the County's fiscal year. This amount is deferred and recognized as a reduction to the net pension liability during the measurement period in which the contributions were made.

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. The County has one item that qualifies for reporting in this category in the government-wide Statement of Net Position. Deferred inflows of resources have been recognized as a result of differences between the actuarial expectations and the actual economic experience related to the County's defined benefit pension plan. This amount is deferred and amortized over the average of the expected service lives of pension plan members. 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. This amount is deferred and recognized as an inflow of resources in the period that the amount 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

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

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, lateral 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.

**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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

**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 subject to a 50% unrestricted fund balance ceiling.

**10. 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.

**11. 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 TCERS's fiduciary net position have been determined on the same basis as they are reported by TCERS. For this purpose, plan contributions are recognized in the period that compensation is reported for the

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

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.

**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, lateral 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, except the capital projects fund, which adopts project construction budgets. 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, 2017

**III. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

As of September 30, 2017, the County had the following investments:

Investment Type	Value	Weighted Average Maturity (Years)
Texas CLASS	\$ 1,833,811	0.00
<b>Total</b>	<u><u>\$ 1,833,811</u></u>	
Portfolio weighted average maturity		0.00

*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, 2017, the County's investments in Texas CLASS 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, 2017, market values of pledged securities and FDIC insurance exceeded bank balances.

**Texas CLASS**

The Texas Cooperative Liquid Assets Securities System Trust – Texas (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](http://www.texasclass.com).

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

**B. Receivables**

The following comprise receivable balances at year end:

	General	Road and Bridge	Lateral Road and Bridge	Debt Service	Nonmajor	Total
Receivables	\$ 744,356	\$ 324,113	\$ 137,979	\$ 25,531	\$ 20,049	\$ 1,252,028
Less: allowance for uncollectible	(10,290)	(5,784)	(2,760)	(511)	-	(19,345)
	<u>\$ 734,066</u>	<u>\$ 318,329</u>	<u>\$ 135,219</u>	<u>\$ 25,020</u>	<u>\$ 20,049</u>	<u>\$ 1,232,683</u>

**C. Capital Assets**

A summary of changes in capital assets for the year ended September 30, 2017 is as follows:

	Beginning Balance	Increases	Decreases / Reclassifications	Ending Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 307,911	\$ -	\$ -	\$ 307,911
Total capital assets not being depreciated	<u>307,911</u>	<u>-</u>	<u>-</u>	<u>307,911</u>
Other capital assets:				
Buildings and improvements	11,906,791	14,277	(144,148)	11,776,920
Infrastructure	53,009	-	-	53,009
Equipment	8,723,528	492,194	(49,363)	9,166,359
Total other capital assets	<u>20,683,328</u>	<u>506,471</u>	<u>(193,511)</u>	<u>20,996,288</u>
Less accumulated depreciation for:				
Buildings and improvements	(1,856,056)	(329,640)	34,685	(2,151,011)
Infrastructure	(16,261)	(1,601)	-	(17,862)
Equipment	(5,160,585)	(684,164)	58,045	(5,786,704)
Total accumulated depreciation	<u>(7,032,902)</u>	<u>(1,015,405)</u>	<u>92,730</u>	<u>(7,955,577)</u>
Other capital assets, net	<u>13,650,426</u>	<u>(508,934)</u>	<u>(100,781)</u>	<u>13,040,711</u>
<b>Governmental Activities</b>				
<b>Capital Assets, Net</b>	<u>\$ 13,958,337</u>	<u>\$ (508,934)</u>	<u>\$ (100,781)</u>	<u>13,348,622</u>
			Less associated debt	<u>(4,390,601)</u>
			<b>Net Investment in Capital Assets</b>	<u>\$ 8,958,021</u>

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

Depreciation was charged to governmental functions as follows:

General administration	\$ 55,847
Judicial	18,277
Financial administration	6,092
Public facilities	61,940
Public safety	320,868
Public transportation	548,319
Health/welfare	4,062
Total Governmental Activities Depreciation Expense	<u>\$ 1,015,405</u>

**D. Long-Term Debt**

The following is a summary of changes in the County's total governmental long-term liabilities for the year ended September 30, 2017. 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
<b>Governmental Activities:</b>					
Refunding bonds series 2014	\$ 540,000	\$ -	\$ (85,000)	\$ 455,000	* \$ 90,000
Certificates of obligation 2014	3,690,000	-	(160,000)	3,530,000	* 160,000
Premiums	123,525	-	(6,861)	116,664	* -
Capitalized lease obligations	442,722	91,300	(245,085)	288,937	* 197,637
OPEB obligation	1,032,086	146,092	-	1,178,178	-
Net pension liability	986,221	-	(42,663)	943,558	-
Compensated absences	106,137	152,434	(114,786)	143,785	129,406
<b>Total Governmental Activities</b>	<u>\$ 6,920,691</u>	<u>\$ 389,826</u>	<u>\$ (654,395)</u>	<u>\$ 6,656,122</u>	<u>\$ 577,043</u>

Long-term debt due in more than one year \$ 6,079,079

\*Debt associated with governmental activities capital assets \$ 4,390,601

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 and net OPEB and net pension liability obligations 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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

Long-term debt of the County as of September 30, 2017 was comprised of the following:

	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance</u>
<b>Certificates of Obligation</b>			
2014 Certificates of Obligation	3.00-3.50%	\$ 4,000,000	\$ 3,530,000
<b>Total Certificates of Obligation</b>			<u>\$ 3,530,000</u>
<b>General Obligation of Refunding Bonds</b>			
General Obligation Refunding Bonds Series 2014	0.50-2.25%	\$ 710,000	\$ 455,000
<b>Total General Obligation of Refunding Bonds</b>			<u>\$ 455,000</u>
<b>Capital Leases</b>			
2017 CAT 926M	3.50%	\$ 91,300	\$ 91,300
2016 Motor Grader	2.75%	\$ 212,300	106,150
12M3 Caterpillar Motor Grader	2.60%	\$ 152,850	91,487
<b>Total Capital Leases</b>			<u>\$ 288,937</u>

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

Fiscal Year Ending September 30	Governmental Activities		
	General Certificates of Obligation 2014		
	Principal	Interest	Total
2018	\$ 160,000	\$ 111,500	\$ 271,500
2019	165,000	106,700	271,700
2020	170,000	101,750	271,750
2021	175,000	96,650	271,650
2022	180,000	91,400	271,400
2023-2027	1,000,000	371,500	1,371,500
2028-2032	1,160,000	210,000	1,370,000
2033-2034	520,000	27,475	547,475
<b>Total</b>	<u>\$ 3,530,000</u>	<u>\$ 1,116,975</u>	<u>\$ 4,646,975</u>

Fiscal Year Ending September 30	Governmental Activities		
	Refunding Bonds Series 2014		
	Principal	Interest	Total
2018	\$ 90,000	\$ 8,293	\$ 98,293
2019	90,000	7,078	97,078
2020	90,000	5,638	95,638
2021	95,000	3,973	98,973
2022	90,000	2,025	92,025
<b>Total</b>	<u>\$ 455,000</u>	<u>\$ 27,007</u>	<u>\$ 482,007</u>

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

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

Fiscal Year Ending September 30	Governmental Activities		
	Capital Leases		
	Principal	Interest	Total
2018	\$ 197,637	\$ 5,298	\$ 202,935
2019	91,300	5,326	96,626
<b>Total</b>	<b>\$ 288,937</b>	<b>\$ 10,624</b>	<b>\$ 299,561</b>

The assets acquired through capital leases are as follows:

	Governmental Activities
Equipment	\$ 615,450
Less: Accumulated depreciation	(86,543)
	<b>\$ 528,907</b>

**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 periodically engages an arbitrage consultant to perform the calculations in accordance with the rules and regulations of the IRS.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

**E. Interfund Transactions**

The composition of interfund balances as of September 30, 2017 is as follows:

	<u>Due From</u>	<u>Due To</u>
General fund	\$ 12,276	\$ -
Road and bridge fund	6,031	-
Lateral road and bridge fund	3,016	-
Debt service fund	792	-
Other governmental funds	-	22,115
	<u>\$ 22,115</u>	<u>\$ 22,115</u>

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:

	<u>Transfer In</u>	<u>Transfer Out</u>
General fund	\$ 133,494	\$ 6,246
Road and bridge fund	56,022	122,227
Other governmental funds	122,227	183,270
	<u>\$ 311,743</u>	<u>\$ 311,743</u>

Transfers are used to move revenues from unrestricted general fund revenues to finance various programs that must be accounted for in other funds in accordance with budgetary authorizations, including amounts provided as matching funds for various grant programs and governmental expenditures.

**F. Grants**

**Brazos Valley Council of Governments (BVCOG)**

Regional Solid Waste Grant

For fiscal year 2017, the County received funding from the Texas Commission on Environmental Quality through the BVCOG for \$19,958 to support community clean-up efforts and tire disposals. Of this amount, \$5,944 represented the balance expended for fiscal year 2016 grant. For fiscal year 2017, expenditures totaled \$13,857 leaving the remaining balance of \$157 unexpended.

**Texas Indigent Defense Commission**

Indigent Defense Formula Grant

A grant was awarded to the County in the amount of \$28,123 in January 2017 and increased to \$34,009 in August 2017 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

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

indigent criminal defense services in the County. As of the year end, \$21,092 had been received and expended in compliance with grant requirements with the remaining balance processed in January 2018. An additional \$6,889 was noted as expended from the remaining fiscal year 2016 funding received in October 2016. For fiscal year 2017, TIDC expenditures totaled \$27,981.

**Department of Housing and Urban Development**

Texas Department of Transportation (TxDOT)

During May 2014, the County was awarded the County Transportation Fund Grant (CTIF) in the amount of \$429,658 requiring minimum County matching funds of \$107,414 (20% of project totals). Grant funds were offered statewide in an effort to assist counties suffering road and infrastructure damages due to oilfield related activities. As of fiscal year 2015, CTIF funds expended totaled \$298,908, including \$27,455 of additional grant funds received for matching forced labor and equipment funded from the County's road and bridge funds. During fiscal year 2016, net grant funds expended totaled \$115,531 of which \$111,687 was received less the County's matching portion. The remaining balance of the grant, \$19,063, was received and expended during fiscal year 2017.

Texas Department of Emergency Management (TDEM)

During June 2016, the County became eligible for federal funding under Disaster Relief 4272 for flooding. For fiscal year 2017, the County received \$322,170 in eligible disaster reimbursements from the Federal Emergency Management Agency through the TDEM.

Federal Emergency Management Agency (FEMA)

During August 2017, the County became eligible for federal funding under Disaster Relief 4332 for Hurricane Harvey. As of the fiscal year 2017 year-end, the amounts of eligible expenses and reimbursement were yet to be determined by FEMA.

**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 Workers' Compensation Self-Insurance Fund. The Texas Association of Counties created this pool in 1974 to insure the County for workers' compensation related claims. The County also provides employee benefits, including medical and life insurance, which the County obtains through Scott and White for medical and other vendors for life. Coverages and workers' compensation and unemployment insurance are obtained from Texas Association of Counties (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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

**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**

The Texas County and District Retirement System (TCDRS) is a statewide, agent multiple-employer, public employee retirement system. TCDRS serves 735 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 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](http://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



**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

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 seven percent as the contributed rate payable by the employee members for calendar year 2017. 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, 2016 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	67
Inactive employees entitled to, but not yet receiving, benefits	116
Active employees	134
<b>Total</b>	<u><u>317</u></u>

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 7.90% and 6.66% in calendar years 2016 and 2017, respectively. The County contributions to TCDRS for the fiscal year ended September 30, 2017 were \$299,031 and were equal to the required contributions.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

Net Pension Liability

The County's Net Pension Liability (NPL) was measured as of December 31, 2016 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, 2016 were based on the results of an actuarial experience study for the period January 1, 2009 through December 31, 2012, except where required to be different by GASB 68.

Key assumptions used in the December 31, 2016 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
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Inflation	3.0%
Salary Increases	Varies by age and service. 4.9% average over career, including inflation
Investment Rate of Return	8.10%
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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

The target allocation and best estimate of geometric real rate of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Benchmark</b>	<b>Target Allocation</b>	<b>Geometric Real Rate of Return (Expected minus Inflation)</b>
US Equities	Dow Jones U.S. Total Stock Market Index	13.50%	4.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	16.00%	7.70%
Global Equities	MSCI World (net) Index	1.50%	5.00%
International Equities - Developed	MSCI World Ex USA (net)	10.00%	4.70%
International Equities - Emerging	MSCI World Ex USA (net)	7.00%	5.70%
Investment-Grade Bonds	Barclays Capital Aggregate Bond Index	3.00%	0.60%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.70%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	2.00%	3.83%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	10.00%	8.15%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	6.70%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	2.00%	3.85%
Master Limited Partnerships (MLP)	Alerian MLP Index	3.00%	5.60%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	20.00%	3.85%

**Discount Rate**

The discount rate used to measure the TPL was 8.10%. 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.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

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	\$ 457,350	\$ -	\$ 457,350
Interest	1,044,693	-	1,044,693
Difference between expected and actual experience	(29,288)	-	(29,288)
Refund of contributions	(42,426)	(42,426)	-
Changes of assumptions	-	-	-
Contributions - employer	-	334,151	(334,151)
Contributions - employee	-	296,084	(296,084)
Net investment income	-	878,680	(878,680)
Benefit payments, including refunds of employee contributions	(395,792)	(395,792)	-
Administrative expense	-	(9,574)	9,574
Other changes	-	16,077	(16,077)
<b>Net Changes</b>	<b>1,034,537</b>	<b>1,077,200</b>	<b>(42,663)</b>
Balance at December 31, 2015	12,888,060	11,901,839	986,221
<b>Balance at December 31, 2016</b>	<b>\$ 13,922,597</b>	<b>\$ 12,979,039</b>	<b>\$ 943,558</b>

Sensitivity of the NPL to Changes in the Discount Rate

The following presents the NPL of the County, calculated using the discount rate of 8.10%, as well as what the County's NPL would be if it were calculated using a discount rate that is one percentage point lower (7.10%) or one percentage point higher (9.10%) than the current rate:

	1% Decrease in Discount Rate (7.10%)	Discount Rate (8.10%)	1% Increase in Discount Rate (9.10%)
County's Net Pension Liability (Asset)	\$ 2,650,677	\$ 943,558	\$ (482,197)

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](http://www.tcdrs.org).

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

For the fiscal year ended September 30, 2017, the County recognized pension expense of \$327,349.

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

At September 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual economic experience	\$ -	\$ (308,183)
Changes in actuarial assumptions	65,443	-
Difference between projected and actual investment earnings	659,426	-
Contributions subsequent to the measurement date	206,619	-
<b>Total</b>	<b>\$ 931,488</b>	<b>\$ (308,183)</b>

\$206,619 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, 2018. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Fiscal Year Ended September 30</b>	<b>Pension Expense</b>
2018	\$ 99,826
2019	109,934
2020	188,276
2021	18,650
Thereafter	-
<b>Total</b>	<b>\$ 416,686</b>

**D. Other Postemployment Healthcare Benefits**

Plan Description

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

The criteria to determine eligibility include:

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

Funding Policy

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

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended September 30, 2017

Annual OPEB Cost

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

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

Annual required contribution (ARC)	\$ 180,263
Interest on net OPEB obligation	41,284
Adjustment to the ARC	(58,527)
Annual OPEB cost	163,020
Contributions made	(16,928)
Increase in net OPEB obligation	146,092
Net OPEB obligation-beginning of year	1,032,086
Net OPEB obligation-end of year	<u>\$ 1,178,178</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation estimate for fiscal year ending September 30, 2017 and the two preceding years are as follows:

<u>Fiscal Year</u>	<u>Annual OPEB Cost (ARC)</u>	<u>Actual Contribution Made</u>	<u>Percentage of ARC Contributed</u>	<u>Net OPEB Obligation</u>
2015	\$ 116,593	\$ 44,641	38.29%	\$ 892,746
2016	\$ 165,348	\$ 26,008	15.73%	\$ 1,032,086
2017	\$ 163,020	\$ 16,928	10.38%	\$ 1,178,178

Funded Status and Funding Progress

As of October 1, 2015, the most recent actuarial valuation date, the Plan was 0% funded. The actuarial accrued liability for benefits was \$1,554,570, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,554,570.

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

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive Plan (the Plan as understood by the employer and the Plan members) and include the types of benefits provided at the

**BURLESON COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended September 30, 2017**

time of each valuation and the historical pattern of sharing of benefit costs between the employer and Plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following is a summary of the actuarial assumptions:

Actuarial Cost Method	Projected unit credit
Amortization Method	Level percentage of payroll
Remaining Amortization Period	30 years – open period
Asset Valuation Method	Market value
Health Care Cost Trend Rate	8.00%
Investment Rate of Return	4.00%

**E. Group Term Life Insurance**

Plan Description

The County participates in a cost-sharing multiple-employer defined-benefit group-term life insurance plan operated by TCDRS. This plan is referred to as the Group Term Life Fund (GTLF). This optional plan provides group term life insurance coverage to current eligible employees and, if elected by employers, to retired employees. The coverage provided to retired employees is a post-employment benefit other than pension benefits. Retired employees are insured for \$5,000.

The GTLF is a separate trust administered by the TCDRS Board of Trustees. TCDRS issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for the GTLF. This report is available at [www.tcdrs.org](http://www.tcdrs.org). TCDRS' CAFR may also be obtained by writing to the Texas County and District Retirement System, P.O. Box 2034, Austin TX 78768-2031 or by calling 800-823-7782.

Funding Policy

Each participating employer contributes to the GTLF at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is determined using the unit credit method for providing one-year term life insurance. The County contributions to the GTLF for the years ended 2015, 2016, and 2017 were \$25,393, \$25,496 and \$23,363 respectively, which equaled the contractually required contributions each year.

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***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, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenue</b>				
Property taxes	\$ 4,029,392	\$ 4,029,392	\$ 4,083,780	\$ 54,388
Sales taxes	1,000,000	1,000,000	1,216,136	216,136
Other taxes	5,000	5,000	6,295	1,295
Intergovernmental	55,405	55,405	53,327	(2,078)
Charges for services	786,730	804,474	784,759	(19,715)
Fines and forfeitures	480,000	480,000	456,150	(23,850)
Interest	7,000	7,000	20,749	13,749
Miscellaneous	134,450	163,785	411,363	247,578
<b>Total Revenues</b>	<b>6,497,977</b>	<b>6,545,056</b>	<b>7,032,559</b>	<b>487,503</b>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	909,967	921,648	869,097	52,551
Judicial	1,094,961	1,127,904	1,087,866	40,038
Legal	601,433	602,039	581,416	20,623
Financial administration	559,974	559,556	533,318	26,238
Public facilities	217,661	232,831	232,826	5
Public safety	3,247,135	3,293,302	3,184,308	108,994
Health and welfare	103,207	120,951	109,156	11,795
Miscellaneous	784,502	728,341	667,461	60,880
<b>Capital outlay</b>	<b>60,000</b>	<b>53,751</b>	<b>31,874</b>	<b>21,877</b>
<b>Total Expenditures</b>	<b>7,578,840</b>	<b>7,640,323</b>	<b>7,297,322</b>	<b>343,001</b>
<b>(Deficiency) of Revenues</b>				
<b>(Under) Expenditures</b>	<b>(1,080,863)</b>	<b>(1,095,267)</b>	<b>(264,763)</b>	<b>830,504</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	95,200	123,181	133,494	10,313
Transfers (out)	-	(13,577)	(6,246)	7,331
Sale of capital assets	-	-	1,456	1,456
<b>Total Other Financing Sources</b>	<b>95,200</b>	<b>109,604</b>	<b>128,704</b>	<b>19,100</b>
<b>Net Change in Fund Balance</b>	<b>\$ (985,663)</b>	<b>\$ (985,663)</b>	<b>(136,059)</b>	<b>\$ 849,604</b>
Beginning fund balance			1,897,249	
<b>Ending Fund Balance</b>			<b>\$ 1,761,190</b>	

Notes to Required Supplementary Information:

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

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND**  
For the Year Ended September 30, 2017

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b><u>Revenues</u></b>				
Property taxes	\$ 2,093,424	\$ 2,093,424	\$ 2,100,065	\$ 6,641
Interest	7,380	7,380	27,822	20,442
Permits and licenses	665,000	665,000	702,852	37,852
Intergovernmental	-	322,170	322,170	-
Miscellaneous	102,100	683,100	877,428	194,328
<b>Total Revenues</b>	<b>2,867,904</b>	<b>3,771,074</b>	<b>4,030,337</b>	<b>259,263</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Public transportation	2,808,533	3,512,026	2,611,005	901,021
Miscellaneous	350,351	399,286	397,032	2,254
<b>Debt service:</b>				
Principal	386,058	246,352	245,085	1,267
Interest and fiscal agent fees	18,267	12,680	10,257	2,423
<b>Capital outlay</b>	<b>30,000</b>	<b>390,108</b>	<b>385,026</b>	<b>5,082</b>
<b>Total Expenditures</b>	<b>3,593,209</b>	<b>4,560,452</b>	<b>3,648,405</b>	<b>912,047</b>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<b>(725,305)</b>	<b>(789,378)</b>	<b>381,932</b>	<b>1,171,310</b>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	56,022	56,022
Transfers (out)	(95,000)	(122,227)	(122,227)	-
Sale of capital assets	-	-	6,608	6,608
Capital leases	-	91,300	91,300	-
<b>Total Other Financing</b>				
<b>Sources (Uses)</b>	<b>(95,000)</b>	<b>(30,927)</b>	<b>31,703</b>	<b>62,630</b>
<b>Net Change in Fund Balance</b>	<b>\$ (820,305)</b>	<b>\$ (820,305)</b>	<b>413,635</b>	<b>\$ 1,233,940</b>
Beginning fund balance			3,048,992	
<b>Ending Fund Balance</b>			<b>\$ 3,462,627</b>	

Notes to Required Supplementary Information:

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

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LATERAL ROAD AND BRIDGE FUND**  
For the Year Ended September 30, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b><u>Revenues</u></b>				
Property taxes	\$ 1,062,041	\$ 1,062,041	\$ 1,079,523	\$ 17,482
Interest income	1,150	1,150	6,332	5,182
<b>Total Revenues</b>	<u>1,063,191</u>	<u>1,063,191</u>	<u>1,085,855</u>	<u>22,664</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Public transportation	1,112,052	1,112,052	893,223	218,829
<b>Total Expenditures</b>	<u>1,112,052</u>	<u>1,112,052</u>	<u>893,223</u>	<u>218,829</u>
<b>Net Change in Fund Balance</b>	<u>\$ (48,861)</u>	<u>\$ (48,861)</u>	192,632	<u>\$ 241,493</u>
Beginning fund balance			<u>1,005,006</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,197,638</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 CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
For the Year Ended September 30, 2017

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

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

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**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF CONTRIBUTIONS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
For the Year Ended September 30, 2017

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

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

Notes to Required Supplementary Information:

There were no benefit changes during the year.

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**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF FUNDING PROGRESS**  
**OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS**  
For the Year Ended September 30, 2017

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
10/01/09	\$ -	\$ 1,815,382	\$ 1,815,382	0.00%	N/A	N/A
10/01/12	\$ -	\$ 1,220,436	\$ 1,220,436	0.00%	\$ 3,082,373	39.59%
10/01/15	\$ -	\$ 1,554,570	\$ 1,554,570	0.00%	\$ 3,607,718	43.09%

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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, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b><u>Revenue</u></b>				
Property taxes	\$ 185,600	\$ 185,600	\$ 189,451	\$ 3,851
Interest	865	865	1,354	489
<b>Total Revenues</b>	<b>186,465</b>	<b>186,465</b>	<b>190,805</b>	<b>4,340</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
<b>Debt service:</b>				
Principal	245,000	245,000	245,000	-
Interest and fiscal agent fees	127,885	127,885	125,835	2,050
<b>Total Expenditures</b>	<b>372,885</b>	<b>372,885</b>	<b>370,835</b>	<b>2,050</b>
<b>Net Change in Fund Balance</b>	<b>\$ (186,420)</b>	<b>\$ (186,420)</b>	<b>(180,030)</b>	<b>\$ 6,390</b>
Beginning fund balance			351,468	
<b>Ending Fund Balance</b>			<b>\$ 171,438</b>	

**BURLESON COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS (page 1 of 2)**  
September 30, 2017

Special Revenue Funds				
	County Law Library	Courthouse Security	Right of Way Acquisition	Record Mgmt. and Preservation Dist. & Co.
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 125,655	\$ 13,474	\$ 46,336	\$ 479,647
Receivables, net	-	-	-	-
Due from other units	-	-	-	-
<b>Total Assets</b>	<b>\$ 125,655</b>	<b>\$ 13,474</b>	<b>\$ 46,336</b>	<b>\$ 479,647</b>
<b><u>Liabilities</u></b>				
Accounts payable	\$ 219	\$ -	\$ -	\$ 15,536
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>219</b>	<b>-</b>	<b>-</b>	<b>15,536</b>
<b><u>Fund Balances</u></b>				
Restricted:				
Grants	-	-	-	-
Special projects	125,436	13,474	46,336	464,111
<b>Total Fund Balances</b>	<b>125,436</b>	<b>13,474</b>	<b>46,336</b>	<b>464,111</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 125,655</b>	<b>\$ 13,474</b>	<b>\$ 46,336</b>	<b>\$ 479,647</b>



**Special Revenue Funds**

<b>Jail Commissary</b>	<b>Attorney Fee Account</b>	<b>Sheriff's Office Donation Equipment</b>	<b>Sheriff's Forfeiture</b>	<b>State Salary Supplement</b>	<b>Sheriff's Office Awarded Restitution</b>
\$ 4,898	\$ 575	\$ 30,790	\$ 48,751	\$ 36,344	\$ 24,474
-	-	-	-	5,000	-
1,161	-	-	-	-	-
<u>\$ 6,059</u>	<u>\$ 575</u>	<u>\$ 30,790</u>	<u>\$ 48,751</u>	<u>\$ 41,344</u>	<u>\$ 24,474</u>
\$ 775	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>775</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
5,284	575	30,790	48,751	41,344	24,474
5,284	575	30,790	48,751	41,344	24,474
<u>\$ 6,059</u>	<u>\$ 575</u>	<u>\$ 30,790</u>	<u>\$ 48,751</u>	<u>\$ 41,344</u>	<u>\$ 24,474</u>

**BURLESON COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS (page 2 of 2)**  
September 30, 2017

Special Revenue Funds				
	Justice Court Technology	LEOSE	Miscellaneous Grants	Economic Development
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 13,815	\$ 23,869	\$ 192,937	\$ 143,657
Receivables, net	-	-	637	7,942
Due from other units	-	-	-	-
<b>Total Assets</b>	<b>\$ 13,815</b>	<b>\$ 23,869</b>	<b>\$ 193,574</b>	<b>\$ 151,599</b>
<b><u>Liabilities</u></b>				
Accounts payable	\$ -	\$ -	\$ 31,622	\$ -
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>31,622</b>	<b>-</b>
<b><u>Fund Balances</u></b>				
Restricted:				
Grants	-	23,869	161,952	-
Special projects	13,815	-	-	151,599
<b>Total Fund Balances</b>	<b>13,815</b>	<b>23,869</b>	<b>161,952</b>	<b>151,599</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 13,815</b>	<b>\$ 23,869</b>	<b>\$ 193,574</b>	<b>\$ 151,599</b>

**Special Revenue Funds**

<b>Election Services</b>	<b>County and District Technology</b>	<b>Vehicle Inventory</b>	<b>County Attorney Pretrial Diversion</b>	<b>Capital Projects</b>	<b>Total Nonmajor Governmental Funds</b>
\$ 942	\$ 6,005	\$ 112,145	\$ 7,195	\$ -	\$ 1,311,509
-	-	6,470	-	-	20,049
1,473	-	-	-	-	2,634
<u>\$ 2,415</u>	<u>\$ 6,005</u>	<u>\$ 118,615</u>	<u>\$ 7,195</u>	<u>\$ -</u>	<u>\$ 1,334,192</u>
\$ 616	\$ -	\$ 63,932	\$ 498	\$ -	\$ 113,198
-	-	22,115	-	-	22,115
<u>616</u>	<u>-</u>	<u>86,047</u>	<u>498</u>	<u>-</u>	<u>135,313</u>
-	-	-	-	-	185,821
1,799	6,005	32,568	6,697	-	1,013,058
1,799	6,005	32,568	6,697	-	1,198,879
<u>\$ 2,415</u>	<u>\$ 6,005</u>	<u>\$ 118,615</u>	<u>\$ 7,195</u>	<u>\$ -</u>	<u>\$ 1,334,192</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, 2017

Special Revenue Funds				
	County Law Library	Courthouse Security	Right of Way Acquisition	Record Mgmt and Preservation Dist. & Co.
<b>Revenues</b>				
Other taxes	\$ -	\$ -	\$ -	\$ -
Fees	13,125	21,172	-	187,143
Intergovernmental	-	-	-	-
Investment income	630	179	214	3,911
Miscellaneous	-	-	34,285	40,000
<b>Total Revenues</b>	<b>13,755</b>	<b>21,351</b>	<b>34,499</b>	<b>231,054</b>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	1,195	-	-	161,767
Judicial	-	353	-	-
Public safety	-	-	95,400	-
Miscellaneous	-	-	-	-
<b>Capital outlay</b>	<b>-</b>	<b>5,000</b>	<b>-</b>	<b>42,566</b>
<b>Total Expenditures</b>	<b>1,195</b>	<b>5,353</b>	<b>95,400</b>	<b>204,333</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>12,560</b>	<b>15,998</b>	<b>(60,901)</b>	<b>26,721</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	95,400	-
Transfers (out)	(10,000)	(35,000)	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(10,000)</b>	<b>(35,000)</b>	<b>95,400</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>2,560</b>	<b>(19,002)</b>	<b>34,499</b>	<b>26,721</b>
Beginning fund balances	122,876	32,476	11,837	437,390
<b>Ending Fund Balances</b>	<b>\$ 125,436</b>	<b>\$ 13,474</b>	<b>\$ 46,336</b>	<b>\$ 464,111</b>

Special Revenue Funds					
Jail Commissary	Attorney Fee Account	Sheriff's Office Donation Equipment	Sheriff's Forfeiture	State Salary Supplement	Sheriff's Office Awarded Restitution
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	60,428	-
24	4	148	231	265	118
7,572	779	4,152	2,263	-	-
7,596	783	4,300	2,494	60,693	118
-	655	-	-	948	-
-	-	-	-	-	-
-	-	-	910	-	-
8,886	-	1,011	-	-	-
-	-	-	-	-	-
8,886	655	1,011	910	948	-
(1,290)	128	3,289	1,584	59,745	118
-	-	-	-	-	-
-	-	-	-	(60,513)	-
-	-	-	-	(60,513)	-
(1,290)	128	3,289	1,584	(768)	118
6,574	447	27,501	47,167	42,112	24,356
\$ 5,284	\$ 575	\$ 30,790	\$ 48,751	\$ 41,344	\$ 24,474

**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, 2017

Special Revenue Funds				
	Justice Court Technology	LEOSE	Miscellaneous Grants	Economic Development
<b><u>Revenues</u></b>				
Other taxes	\$ -	\$ -	\$ -	\$ 38,015
Fees	9,988	-	-	-
Intergovernmental	-	6,005	66,845	-
Investment income	56	114	990	666
Miscellaneous	-	-	35,130	-
<b>Total Revenues</b>	<b>10,044</b>	<b>6,119</b>	<b>102,965</b>	<b>38,681</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
General administration	-	-	63,947	20,025
Judicial	-	-	-	-
Public safety	3,896	1,846	-	-
Miscellaneous	-	-	-	-
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>13,477</b>	<b>-</b>
<b>Total Expenditures</b>	<b>3,896</b>	<b>1,846</b>	<b>77,424</b>	<b>20,025</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>6,148</b>	<b>4,273</b>	<b>25,541</b>	<b>18,656</b>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	26,827	-
Transfers (out)	-	-	(84,003)	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>(57,176)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>6,148</b>	<b>4,273</b>	<b>(31,635)</b>	<b>18,656</b>
Beginning fund balances	7,667	19,596	193,587	132,943
<b>Ending Fund Balances</b>	<b>\$ 13,815</b>	<b>\$ 23,869</b>	<b>\$ 161,952</b>	<b>\$ 151,599</b>

**Special Revenue Funds**

<b>Election Services</b>	<b>County and District Technology</b>	<b>Vehicle Inventory</b>	<b>County Attorney Pretrial Diversion</b>	<b>Capital Projects</b>	<b>Total Nonmajor Governmental Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,015
3,806	735	745	9,000	-	245,714
-	-	-	-	-	133,278
15	28	227	22	-	7,842
-	-	4,868	-	-	129,049
<u>3,821</u>	<u>763</u>	<u>5,840</u>	<u>9,022</u>	<u>-</u>	<u>553,898</u>
-	-	-	-	-	248,537
-	-	-	2,325	-	2,678
-	-	-	-	-	102,052
13,894	-	-	-	-	23,791
-	-	-	-	6,969	68,012
<u>13,894</u>	<u>-</u>	<u>-</u>	<u>2,325</u>	<u>6,969</u>	<u>445,070</u>
<u>(10,073)</u>	<u>763</u>	<u>5,840</u>	<u>6,697</u>	<u>(6,969)</u>	<u>108,828</u>
-	-	-	-	-	122,227
-	-	-	-	6,246	(183,270)
-	-	-	-	6,246	(183,270)
(10,073)	763	5,840	6,697	(723)	47,785
<u>11,872</u>	<u>5,242</u>	<u>26,728</u>	<u>-</u>	<u>723</u>	<u>1,151,094</u>
<u>\$ 1,799</u>	<u>\$ 6,005</u>	<u>\$ 32,568</u>	<u>\$ 6,697</u>	<u>\$ -</u>	<u>\$ 1,198,879</u>

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 1 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**COUNTY LAW LIBRARY**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Fees	\$ 12,000	\$ 12,000	\$ 13,125	\$ 1,125
Investment income	100	100	630	530
<b>Total Revenues</b>	<b>12,100</b>	<b>12,100</b>	<b>13,755</b>	<b>1,655</b>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	13,050	13,050	1,195	11,855
<b>Total Expenditures</b>	<b>13,050</b>	<b>13,050</b>	<b>1,195</b>	<b>11,855</b>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<b>(950)</b>	<b>(950)</b>	<b>12,560</b>	<b>13,510</b>
<b>Other Financing Sources (Uses)</b>				
Transfers (out)	(10,000)	(10,000)	(10,000)	-
<b>Total Other Financing (Uses)</b>	<b>(10,000)</b>	<b>(10,000)</b>	<b>(10,000)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>\$ (10,950)</b>	<b>\$ (10,950)</b>	<b>2,560</b>	<b>\$ 13,510</b>
Beginning fund balance			122,876	
<b>Ending Fund Balance</b>			<b>\$ 125,436</b>	

**COURTHOUSE SECURITY**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Fees	\$ 19,700	\$ 19,700	\$ 21,172	\$ 1,472
Investment income	100	100	179	79
<b>Total Revenues</b>	<b>19,800</b>	<b>19,800</b>	<b>21,351</b>	<b>1,551</b>
<b>Expenditures</b>				
<b>Current:</b>				
Judicial	16,800	6,000	353	5,647
Capital outlay	-	5,000	5,000	-
<b>Total Expenditures</b>	<b>16,800</b>	<b>11,000</b>	<b>5,353</b>	<b>5,647</b>
<b>Excess of Revenues</b>				
<b>Over Expenditures</b>	<b>3,000</b>	<b>8,800</b>	<b>15,998</b>	<b>7,198</b>
<b>Other Financing Sources (Uses)</b>				
Transfers (out)	(30,000)	(35,000)	(35,000)	-
<b>Total Other Financing (Uses)</b>	<b>(30,000)</b>	<b>(35,000)</b>	<b>(35,000)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>\$ (27,000)</b>	<b>\$ (26,200)</b>	<b>(19,002)</b>	<b>\$ 7,198</b>
Beginning fund balance			32,476	
<b>Ending Fund Balance</b>			<b>\$ 13,474</b>	



**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 2 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

***RIGHT OF WAY ACQUISITION***

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Investment income	\$ 20	\$ 20	\$ 214	\$ 194
Miscellaneous	-	-	34,285	34,285
<b>Total Revenues</b>	<b>20</b>	<b>20</b>	<b>34,499</b>	<b>34,479</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Public safety	95,400	95,400	95,400	-
<b>Total Expenditures</b>	<b>95,400</b>	<b>95,400</b>	<b>95,400</b>	<b>-</b>
(Deficiency) of Revenues (Under) Expenditures	(95,380)	(95,380)	(60,901)	34,479
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	95,000	95,000	95,400	400
<b>Total Other Financing Sources</b>	<b>95,000</b>	<b>95,000</b>	<b>95,400</b>	<b>400</b>
<b>Net Change in Fund Balance</b>	<b>\$ (380)</b>	<b>\$ (380)</b>	<b>34,499</b>	<b>\$ 34,879</b>
Beginning fund balance			11,837	
<b>Ending Fund Balance</b>			<b>\$ 46,336</b>	

***RECORD MANAGEMENT AND PRESERVATION DISTRICT AND COUNTY***

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Fees	\$ 175,420	\$ 175,420	\$ 187,143	\$ 11,723
Investment income	1,395	1,395	3,911	2,516
Miscellaneous	-	-	40,000	40,000
<b>Total Revenues</b>	<b>176,815</b>	<b>176,815</b>	<b>231,054</b>	<b>54,239</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
General administration	256,000	244,666	161,767	82,899
<b>Capital outlay</b>	<b>50,000</b>	<b>50,000</b>	<b>42,566</b>	<b>7,434</b>
<b>Total Expenditures</b>	<b>306,000</b>	<b>294,666</b>	<b>204,333</b>	<b>90,333</b>
<b>Net Change in Fund Balance</b>	<b>\$ (129,185)</b>	<b>\$ (117,851)</b>	<b>26,721</b>	<b>\$ 144,572</b>
Beginning fund balance			437,390	
<b>Ending Fund Balance</b>			<b>\$ 464,111</b>	

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 3 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**SHERIFF'S OFFICE DONATION - EQUIPMENT**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Investment income	\$ 30	\$ 30	\$ 148	\$ 118
Miscellaneous	-	-	4,152	4,152
<b>Total Revenues</b>	<u>30</u>	<u>30</u>	<u>4,300</u>	<u>4,270</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Miscellaneous	12,500	12,500	1,011	11,489
<b>Total Expenditures</b>	<u>12,500</u>	<u>12,500</u>	<u>1,011</u>	<u>11,489</u>
<b>Net Change in Fund Balance</b>	<u>\$ (12,470)</u>	<u>\$ (12,470)</u>	3,289	<u>\$ 15,759</u>
Beginning fund balance			<u>27,501</u>	
<b>Ending Fund Balance</b>			<u>\$ 30,790</u>	

**SHERIFF'S FORFEITURE**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Investment income	\$ 100	\$ 100	\$ 231	\$ 131
Miscellaneous	-	-	2,263	2,263
<b>Total Revenues</b>	<u>100</u>	<u>100</u>	<u>2,494</u>	<u>2,394</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Public safety	10,500	10,500	910	9,590
<b>Total Expenditures</b>	<u>10,500</u>	<u>10,500</u>	<u>910</u>	<u>9,590</u>
<b>Net Change in Fund Balance</b>	<u>\$ (10,400)</u>	<u>\$ (10,400)</u>	1,584	<u>\$ 11,984</u>
Beginning fund balance			<u>47,167</u>	
<b>Ending Fund Balance</b>			<u>\$ 48,751</u>	

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 4 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**STATE SALARY SUPPLEMENT**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Intergovernmental	\$ 61,700	\$ 61,700	\$ 60,428	\$ (1,272)
Investment income	60	60	265	205
<b>Total Revenues</b>	<b>61,760</b>	<b>61,760</b>	<b>60,693</b>	<b>(1,067)</b>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	4,060	3,747	948	2,799
<b>Total Expenditures</b>	<b>4,060</b>	<b>3,747</b>	<b>948</b>	<b>2,799</b>
<b>Excess of Revenues</b>				
<b>Over Expenditures</b>	<b>57,700</b>	<b>58,013</b>	<b>59,745</b>	<b>1,732</b>
<b>Other Financing Sources (Uses)</b>				
Transfers (out)	(60,200)	(60,513)	(60,513)	-
<b>Total Other Financing (Uses)</b>	<b>(60,200)</b>	<b>(60,513)</b>	<b>(60,513)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>\$ (2,500)</b>	<b>\$ (2,500)</b>	<b>(768)</b>	<b>\$ 1,732</b>
Beginning fund balance			42,112	
<b>Ending Fund Balance</b>			<b>\$ 41,344</b>	

**SHERIFF'S OFFICE AWARDED RESTITUTION**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Investment income	\$ 30	\$ 30	\$ 118	\$ 88
<b>Total Revenues</b>	<b>30</b>	<b>30</b>	<b>118</b>	<b>88</b>
<b>Expenditures</b>				
<b>Current:</b>				
Miscellaneous	7,000	7,000	-	7,000
<b>Total Expenditures</b>	<b>7,000</b>	<b>7,000</b>	<b>-</b>	<b>7,000</b>
<b>Net Change in Fund Balance</b>	<b>\$ (6,970)</b>	<b>\$ (6,970)</b>	<b>118</b>	<b>\$ 7,088</b>
Beginning fund balance			24,356	
<b>Ending Fund Balance</b>			<b>\$ 24,474</b>	

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 5 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**JUSTICE COURT TECHNOLOGY**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Fees	\$ 7,300	\$ 7,300	\$ 9,988	\$ 2,688
Investment income	10	10	56	46
<b>Total Revenues</b>	<u>7,310</u>	<u>7,310</u>	<u>10,044</u>	<u>2,734</u>
<b>Expenditures</b>				
<b>Current:</b>				
Public safety	7,600	7,600	3,896	3,704
<b>Total Expenditures</b>	<u>7,600</u>	<u>7,600</u>	<u>3,896</u>	<u>3,704</u>
<b>Net Change in Fund Balance</b>	<u>\$ (290)</u>	<u>\$ (290)</u>	6,148	<u>\$ 6,438</u>
Beginning fund balance			7,667	
<b>Ending Fund Balance</b>			<u>\$ 13,815</u>	

**LEOSE GRANT**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Intergovernmental	\$ 4,611	\$ 4,611	\$ 6,005	\$ 1,394
Investment income	25	25	114	89
<b>Total Revenues</b>	<u>4,636</u>	<u>4,636</u>	<u>6,119</u>	<u>1,483</u>
<b>Expenditures</b>				
<b>Current:</b>				
Public safety	21,900	21,900	1,846	20,054
<b>Total Expenditures</b>	<u>21,900</u>	<u>21,900</u>	<u>1,846</u>	<u>20,054</u>
<b>Net Change in Fund Balance</b>	<u>\$ (17,264)</u>	<u>\$ (17,264)</u>	4,273	<u>\$ 21,537</u>
Beginning fund balance			19,596	
<b>Ending Fund Balance</b>			<u>\$ 23,869</u>	

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 6 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**MISCELLANEOUS GRANTS**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 66,844	\$ 66,845	\$ 1
Investment income	150	150	990	840
Miscellaneous	-	-	35,130	35,130
<b>Total Revenues</b>	<b>150</b>	<b>66,994</b>	<b>102,965</b>	<b>35,971</b>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	164,783	184,583	63,947	120,636
<b>Capital outlay</b>	<b>-</b>	<b>13,478</b>	<b>13,477</b>	<b>1</b>
<b>Total Expenditures</b>	<b>164,783</b>	<b>198,061</b>	<b>77,424</b>	<b>120,637</b>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<b>(164,633)</b>	<b>(131,067)</b>	<b>25,541</b>	<b>156,608</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	26,826	26,827	1
Transfers (out)	-	(84,002)	(84,003)	(1)
<b>Total Other Financing (Uses)</b>	<b>-</b>	<b>(84,002)</b>	<b>(57,176)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>\$ (164,633)</b>	<b>\$ (215,069)</b>	<b>(31,635)</b>	<b>\$ 156,608</b>
Beginning fund balance			193,587	
<b>Ending Fund Balance</b>			<b>\$ 161,952</b>	

**ECONOMIC DEVELOPMENT**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Other taxes	\$ 35,000	\$ 35,000	\$ 38,015	\$ 3,015
Investment income	100	100	666	566
<b>Total Revenues</b>	<b>35,100</b>	<b>35,100</b>	<b>38,681</b>	<b>3,581</b>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	32,000	32,000	20,025	11,975
<b>Total Expenditures</b>	<b>32,000</b>	<b>32,000</b>	<b>20,025</b>	<b>11,975</b>
<b>Net Change in Fund Balance</b>	<b>\$ 3,100</b>	<b>\$ 3,100</b>	<b>18,656</b>	<b>\$ 15,556</b>
Beginning fund balance			132,943	
<b>Ending Fund Balance</b>			<b>\$ 151,599</b>	

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 7 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**COUNTY AND DISTRICT TECHNOLOGY**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Fees	\$ 1,000	\$ 1,000	\$ 735	\$ (265)
Investment income	5	5	28	23
<b>Total Revenues</b>	<u>1,005</u>	<u>1,005</u>	<u>763</u>	<u>(242)</u>
<b>Expenditures</b>				
<b>Current:</b>				
General administration	3,500	3,500	-	3,500
<b>Total Expenditures</b>	<u>3,500</u>	<u>3,500</u>	<u>-</u>	<u>3,500</u>
<b>Net Change in Fund Balance</b>	<u>\$ (2,495)</u>	<u>\$ (2,495)</u>	<u>763</u>	<u>\$ 3,258</u>
Beginning fund balance			<u>5,242</u>	
<b>Ending Fund Balance</b>			<u>\$ 6,005</u>	

**ELECTION SERVICES**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues</b>				
Fees	\$ 14,100	\$ 14,100	\$ 3,806	\$ (10,294)
Investment income	10	10	15	5
<b>Total Revenues</b>	<u>14,110</u>	<u>14,110</u>	<u>3,821</u>	<u>(10,289)</u>
<b>Expenditures</b>				
<b>Current:</b>				
Miscellaneous	23,000	23,000	13,894	9,106
<b>Total Expenditures</b>	<u>23,000</u>	<u>23,000</u>	<u>13,894</u>	<u>9,106</u>
<b>Net Change in Fund Balance</b>	<u>\$ (8,890)</u>	<u>\$ (8,890)</u>	<u>(10,073)</u>	<u>\$ (1,183)</u>
Beginning fund balance			<u>11,872</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,799</u>	

**BURLESON COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Page 8 of 8)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended September 30, 2017

**VEHICLE INVENTORY**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Fees	\$ -	\$ -	\$ 745	\$ 745
Investment income	230	230	227	(3)
Miscellaneous income	-	-	4,868	4,868
<b>Total Revenues</b>	<b>230</b>	<b>230</b>	<b>5,840</b>	<b>5,610</b>
 <b>Net Change in Fund Balance</b>	 <b>\$ -</b>	 <b>\$ 230</b>	 <b>5,840</b>	 <b>\$ 5,610</b>
 Beginning fund balance			 26,728	
 <b>Ending Fund Balance</b>			 <b>\$ 32,568</b>	

**COUNTY ATTORNEY PRETRIAL DIVERSION**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>				
Fees	\$ -	\$ 6,000	\$ 9,000	\$ 3,000
Investment income	-	-	22	22
<b>Total Revenues</b>	<b>-</b>	<b>6,000</b>	<b>9,022</b>	<b>3,022</b>
 <b><u>Expenditures</u></b>				
<b>Current:</b>				
Judicial	-	2,421	2,325	96
<b>Total Expenditures</b>	<b>-</b>	<b>2,421</b>	<b>2,325</b>	<b>96</b>
 <b>Net Change in Fund Balance</b>	 <b>\$ -</b>	 <b>\$ 3,579</b>	 <b>6,697</b>	 <b>\$ 3,118</b>
 Beginning fund balance			 -	
 <b>Ending Fund Balance</b>			 <b>\$ 6,697</b>	

**BURLESON COUNTY, TEXAS**  
**COMBINING STATEMENT OF NET POSITION**  
**FIDUCIARY FUNDS**  
September 30, 2017

	<u>Tax Assessor/ Collector</u>	<u>District Clerk</u>	<u>County Clerk</u>	<u>Jail Inmate</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 325,867	\$ 1,177,676	\$ 11,251	\$ 4,253
Due from other units	186	1,732	-	-
<b>Total Assets</b>	<u><u>\$ 326,053</u></u>	<u><u>\$ 1,179,408</u></u>	<u><u>\$ 11,251</u></u>	<u><u>\$ 4,253</u></u>
<b><u>Liabilities</u></b>				
Due to other units	\$ 326,053	\$ 1,179,408	\$ 11,251	\$ 4,253
<b>Total Liabilities</b>	<u><u>\$ 326,053</u></u>	<u><u>\$ 1,179,408</u></u>	<u><u>\$ 11,251</u></u>	<u><u>\$ 4,253</u></u>

See Notes to Financial Statements.



<b>State of Texas Transfer Accounts</b>	<b>County Attorney</b>	<b>County Sheriff</b>	<b>Sheriff Seizure</b>	<b>Unclaimed Money</b>	<b>Total Fiduciary Funds</b>
\$ 80,689	\$ 6,031	\$ 65,206	\$ 18,443	\$ 17,440	\$ 1,706,856
50	-	-	-	-	1,968
<u>\$ 80,739</u>	<u>\$ 6,031</u>	<u>\$ 65,206</u>	<u>\$ 18,443</u>	<u>\$ 17,440</u>	<u>\$ 1,708,824</u>
 \$ 80,739	 \$ 6,031	 \$ 65,206	 \$ 18,443	 \$ 17,440	 \$ 1,708,824
<u>\$ 80,739</u>	<u>\$ 6,031</u>	<u>\$ 65,206</u>	<u>\$ 18,443</u>	<u>\$ 17,440</u>	<u>\$ 1,708,824</u>

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**BURLESON COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**

For the Year Ended September 30, 2017

		Beginning Balance	Additions	(Deductions)	Ending Balance
<b>Tax Assessor/Collector</b>					
Assets	Cash and cash equivalents	\$ 296,996	\$ 28,871	\$ -	\$ 325,867
Assets	Due from other units	\$ 395	\$ -	\$ (209)	\$ 186
Liabilities	Due to other units	\$ 297,391	\$ 28,662	\$ -	\$ 326,053
<b>District Clerk</b>					
Assets	Cash and cash equivalents	\$ 1,088,673	\$ 89,003	\$ -	\$ 1,177,676
Assets	Due from other units	\$ -	\$ 1,732	\$ -	\$ 1,732
Liabilities	Due to other units	\$ 1,088,673	\$ 90,735	\$ -	\$ 1,179,408
<b>County Clerk</b>					
Assets	Cash and cash equivalents	\$ 18,270	\$ -	\$ (7,019)	\$ 11,251
Liabilities	Due to other units	\$ 18,270	\$ -	\$ (7,019)	\$ 11,251
<b>Jail Inmate</b>					
Assets	Cash and cash equivalents	\$ 7,833	\$ -	\$ (3,580)	\$ 4,253
Liabilities	Due to other units	\$ 7,833	\$ -	\$ (3,580)	\$ 4,253
<b>State of Texas Transfer Accounts</b>					
Assets	Cash and cash equivalents	\$ 74,217	\$ 6,472	\$ -	\$ 80,689
Assets	Due from other units	\$ 30	\$ 20	\$ -	\$ 50
Liabilities	Due to other units	\$ 74,247	\$ 6,492	\$ -	\$ 80,739
<b>County Attorney</b>					
Assets	Cash and cash equivalents	\$ 11,816	\$ -	\$ (5,785)	\$ 6,031
Liabilities	Due to other units	\$ 11,816	\$ -	\$ (5,785)	\$ 6,031
<b>County Sheriff</b>					
Assets	Cash and cash equivalents	\$ 85,226	\$ -	\$ (20,020)	\$ 65,206
Liabilities	Due to other units	\$ 85,226	\$ -	\$ (20,020)	\$ 65,206
<b>Sheriff Seizure</b>					
Assets	Cash and cash equivalents	\$ 18,443	\$ -	\$ -	\$ 18,443
Liabilities	Due to other units	\$ 18,443	\$ -	\$ -	\$ 18,443
<b>Unclaimed Money</b>					
Assets	Cash and cash equivalents	\$ 17,341	\$ 99	\$ -	\$ 17,440
Liabilities	Due to other units	\$ 17,341	\$ 99	\$ -	\$ 17,440
<b>Total Fiduciary Funds</b>					
Assets	Cash and cash equivalents	\$ 1,618,815	\$ 124,445	\$ (36,404)	\$ 1,706,856
Assets	Due from other units	\$ 425	\$ 1,752	\$ (209)	\$ 1,968
Liabilities	Due to other units	\$ 1,619,240	\$ 125,988	\$ (16,384)	\$ 1,708,824

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