

KLEBERG COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Kleberg County, Texas
 Comprehensive Annual Financial Report
 For The Year Ended September 30, 2014

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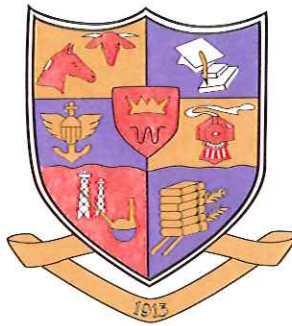
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Introductory Section

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Melissa S. Muñoz
County Auditor



P. O. Box 72
Kingsville, Texas 78364
Phone: (361)595-8526
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June 19, 2015

COUNTY of KLEBERG
KINGSVILLE, TEXAS

Honorable Rudy Madrid, County Judge
Honorable Members of the Kleberg County Commissioners' Court

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the County of Kleberg for the fiscal year ended September 30, 2014.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and compiled sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statement will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Raul Hernandez & Co., P.C. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County, for the fiscal year ended September 30, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended September 30, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statement, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the other supplementary information section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

History of Kleberg County

Kleberg County was part of the Spanish province of Nuevo Santander, which encompassed the area between Tampico, Mexico and the Guadalupe River in Texas. After Mexico secured her independence in 1821, additional land in the area was granted to various individuals. In 1846, the land that is now in Kleberg County was designated a part of Nueces County and it remained so for many years.

In 1853, Richard King purchased the Santa Gertrudis grant in Kleberg County from the heirs of the original Spanish grantees and started the King Ranch. The history of Kleberg County during the next fifty years is almost indistinguishable from that of the ranch. In 1903, however, the St. Louis, Brownsville, and Mexico Railway was built through South Texas to Brownsville, and Henrietta King, owner of the King Ranch, opened for sale a large tract of her land. A surveyor employed by the ranch laid out the town of Kingsville in a pasture three miles east of the ranch headquarters. Even before the railroad reached the town, numerous lots were sold. By 1912, the population of the town was approximately 4,000. In 1908 Ricardo, located on the railroad six miles south of Kingsville, was started as a trading center for farmers living nearby. Nine miles farther down the tracks, Theodore F. Koch, who had purchased around 20,000 acres from Mrs. King in 1907, established Riviera. On Baffin Bay, a few miles to the east, Koch soon organized Riviera Beach as a vacation resort. Vattman, several miles to the northeast of Riviera, was settled in 1908 by German American families sponsored by the Catholic Colonization Society.

Kingsville grew much more rapidly than the other towns, largely because the railroad placed its general offices and shops there. The railroad employees made up a third of the population of the town and were the main source of income. As the population in the area increased, the citizens of Kingsville and the other communities began to break away from Nueces County. In 1913, the Texas legislature responded to this pressure and organized Kleberg County, named for Robert Justus Kleberg, whose son, also named Robert Justus Kleberg, was manager of the King Ranch. The law setting up the county named five residents to take care of organizing it, including hiring a surveyor and arranging for the first election. Anton Felix H. von Blucher was employed to do the surveying, and within a short time he delineated the boundaries of the county and drew the lines of the precincts.

At an election on June 27, 1913, the precinct and county officers were chosen, and Kingsville was designated the county seat. The new public officials met in rented offices in downtown Kingsville and began their work. The commissioners' court proposed that a courthouse and hospital be built; the voters approved bond issues for their construction, and both were completed by 1914. Oil exploration began

early in the county; with the first producing well discovered in 1919. During the next fifty years county wells produced around 178 million barrels of oil. The first industry in the county was a cotton mill started in Kingsville in 1921. An additional stimulus occurred in 1925, when South Texas Teachers College (now Texas A&M University-Kingsville) was established.

In 1935, Loyola Beach was developed on the Callo del Grullo, three miles east of Vattman, as a recreational spot for vacationers and fishermen. The 1940's witnessed a period of spectacular growth similar to that of the 1920's. The population rose from 7,782 in 1940 to 16,857 in 1950. This growth was due primarily to the location of the Naval Auxiliary Station (later the Naval Air Station, Kingsville) three miles southeast of Kingsville.

Profile of Kleberg County

Kleberg County is a political subdivision of the State of Texas. It has no legislative powers, and very restricted judicial and administrative powers. The governing body of the County is its Commissioners' Court of which there are five members. The county judge is its chairman and the commissioner from each of the four road and bridge precincts is also a member. The Court has only such powers as are conferred upon it by the Constitution and the Statutes or by necessary implication there from. The county government provides many varied services for the public it serves. Among these services are maintenance and minor construction work on county owned and operated roads and bridges, recording functions related to property rights and vital statistics of the county, operation of the county and district judicial system, operation of the county jail, operation of the county welfare department, operation of the county agriculture extension service, and the operation and maintenance of the city/county library and county fairgrounds.

The Commissioners' Court sets the tax rates, establishes policies for County operations, approves contracts for the County and develops and adopts the County budget within the resources as estimated by the County Auditor. The Commissioners' Court is also responsible for development of policies and order, approving financial commitments and appointment of various department heads. The management and leadership provided by members of the Commissioners' Court and the elected and appointed officials of other departments are crucial to the success of the County's financial management and growth.

The County Auditor has responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing and approving" disbursements from County funds prior to their submission to Commissioners' Court for approval.

The County provides many varied services to the public it serves. These services include operation of the district, county and justices of the peace judicial systems, voting operations for national, state and some local elections, maintenance on and construction of county owned roads and bridges, recording functions relating to property rights and vital statistics, operation of the law enforcement agencies (sheriff and constables), operation of the county jail, operation of the public health department in conjunction with the City of Kingsville, operation of the park services department, operation of the county libraries, assistance to indigents, the provision of juvenile, health, education and welfare services involving the care and correction of dependent or delinquent children as well as property tax collections for multiple agencies. The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the Commissioner's Court on or before June 30 of each year. The Commissioner's Court uses these requests as the starting point for

developing a base line budget, but without any tax increases or personnel changes. The Commissioners' Court holds several budget workshops to discuss priorities. The County Auditor then reviews the proposed budget with all the revisions as directed by Commissioners' Court. A copy of the proposed budget is filed with the County Clerk and County Auditor. The Commissioners' Court then must hold a public hearing on a day within seven calendar days after the date the proposed budget is filed, but before October 31 of the current year. The Commissioners' Court must take action on the proposed budget at the conclusion of the public hearing.

The appropriated budget is prepared by fund, department, and budget category. On some items of greater importance, the budget is prepared by line item. All transfers between budget categories and departments require the special approval of the Commissioners' Court with the exception of the special revenue funds other than the road fund and park fund. The appropriate department head can make budget transfers for those special revenue funds other than just previously mentioned.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the Supplemental-Nonmajor Governmental Funds subsection of this report. Also included in the governmental fund subsection is project-length budget-to-actual comparison for each governmental fund for which a project length budget has been adopted (road & bridges, law library and capital projects fund).

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Local Economy

Government The importance of the government sector across all geographic areas in South Texas, but especially in Kleberg County. Government workers are made up of local (K-12 education), state (Texas A&M University-Kingsville), Federal civil (border patrol), and military (NAS-Kingsville). Not only is the government sector the top industry of the economy of Kleberg County, the government is the largest employer for the County with a majority of the workforce being found in the state, federal and military sectors. With the presence of a large university within the County, the state government level of employment is the largest sector of government.

Agriculture and Services Since the 1800's, agribusiness has been a heavy contributor to the economy of the Kingsville area and South Texas. Agribusiness is the second most important source of property tax income for Kleberg County. The majority of the County's land lies within the famed King Ranch.

King Ranch is one of the largest ranches in the world. It comprises 825,000 acres and was founded in 1853 by Richard King and Gideon R. Lewis. The King Ranch, in addition to cattle farming, operates a local museum, maintains other property concerns and works with Texas A&M University-Kingsville to perform agricultural research and development.

The King Ranch is a major employer of Kleberg County, Texas under different categories, Agriculture

and Services. The Services are considered the everyday management of the ranch and the Agriculture would be raising cattle, as well as, quarter horses, cutting horses and thoroughbreds.

Unemployment Rate The current unemployment rate of Kleberg County, Texas is 4.8%, which is lower than the national unemployment rate of 6.49% and the statewide average rate is 5.49%.

Healthcare Kleberg County is serviced by a branch of CHRISTUS Spohn Hospital. It provides medical care services for the entire family, from infants to seniors. As a community hospital, it provides advanced, comprehensive health care services using the latest technology and procedures that is just a short drive away. It provides health care from OB-GYN care through birthing services. It is committed to the overall health of everyone in our area with fitness, health and wellness classes and provides complete rehab services to promote recovery after injury or surgery. CHRISTUS Spohn Hospital Kleberg is home to the only Level IV Trauma Center within several counties, which means we are equipped to provide advanced medical care for everything from traumatic injuries and emergency situations to broken bones and allergic reactions. Healthcare is the third most important sector of the economy of Kleberg County, Texas.

Major Highways US Highway 77 provides a major north-south trade corridor between the Port of Corpus Christi, Brownsville, Mexico and all points south.

Airports Kleberg County Airport provides a 6,000-foot runway. Corpus Christi International Airport, 35 minutes northeast of Kingsville, provides daily passenger, commercial and cargo service.

Professional Sports During May 2005, a 21.5 million dollar baseball stadium named "Whataburger Field" was completed in Corpus Christi, Texas, (which is 35 miles northeast of Kingsville, Texas) and is the home of the Corpus Christi Hooks, Houston Astros AA league affiliate. The addition of a professional baseball team has provided a positive impact to the economy throughout all of South Texas.

Long-term Financial Planning

The County's officials considered many factors when setting the 2014 fiscal year budget and tax rates, and the fees that will be charged for services. The main driver is the Kleberg County economy. The County's employment growth has mirrored its population growth for the last several years.

These indicators were taken into account when adopting the general fund budget for 2015. Amounts available for appropriation in the general fund budget are expected to be slightly over \$14 million. Property taxes (benefiting from increases in assessed valuations), public service taxes, and grant revenue (boosted by increased state and federal funding in several of our current programs) are expected to lead this increase. The County plans to use these revenues to finance programs currently provided and to restore its General Fund fund balance to a respectable level of surplus.

The county had several capital outlay projects that were started in 2010 with the sale of certificate of obligation bonds. This allowed the county to fund six million dollars in projects for the county as follows: two million dollars went to the expansion of the county jail, two million dollars went to the renovation of a county building, one million dollars went to the improvement of the parks system, one million dollars were unrestricted. All capital outlay projects have been completed.

Cash Management and Policies and Practices

The County's primary investment objective is safety of principal. Secondly, the County's investment

Cash Management and Policies and Practices

The County's primary investment objective is safety of principal. Secondly, the County's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Therefore, the County generally limits its investments to time accounts and requires that all deposits be either insured by federal depository insurance or collateralized. All collateral on deposits is held by third party banks acting as agent for the County and is held in the County's name. The County also has funds deposited with Tex-Pool. At September 30, 2014, all deposits of the County were classified in the category of lowest credit risk as defined by the Governmental Accounting Standards Board.

Risk Management

Kleberg County maintains third party insurance coverage for potential losses, including insurance on most of its major fixed assets for risks most likely to occur. In addition, the County implemented a Safety Program and created a safety committee to assist in mitigation of all types of risk.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Kleberg County, Texas for its Comprehensive Annual Financial Report (CAFR) for the year ended September 30, 2013. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose content conforms to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation and execution of this audit could not have been accomplished without the efforts and cooperation of my staff, other County officials, their staffs, and Commissioners' Court. I wish to thank them all.

Respectfully submitted,



KLEBERG COUNTY AUDITOR
Melissa S. Muñoz



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

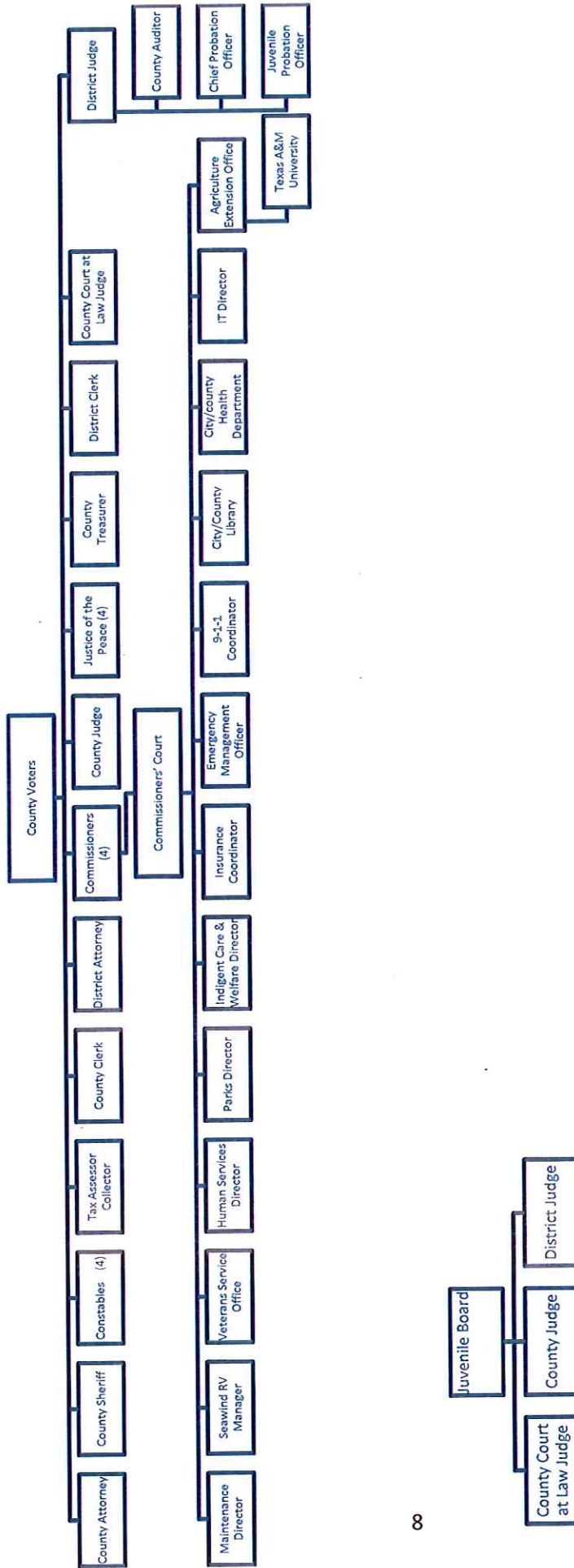
**Kleberg County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2013

Executive Director/CEO

Kleberg County, Texas Organizational Chart



Kleberg County, Texas
Directory of Officials
September 30, 2014

DISTRICT COURT

Judge Jack Pulcher
John T. Hubert
Melissa A. Salinas

105th Judicial District Judge
District Attorney
District Clerk

COMMISSIONERS' COURT

Rudy Madrid
O. David Rosse
Joe Hinojosa
Roy Cantu
Romeo Lomas

County Judge
Commissioner Precinct #1
Commissioner Precinct #2
Commissioner Precinct #3
Commissioner Precinct #4

COUNTY OFFICIALS

Kira Talip
Judge Alfred Isassi
Stephanie G. Garza
Edward Mata, Sr.
Melissa T. De La Garza
Priscilla A. Cantu
Melissa S. Munoz

County Attorney
County Court at Law Judge
County Clerk
County Sheriff
Tax Assessor-Collector
County Treasurer
County Auditor

JUSTICE OF THE PEACE

Andy Gonzalez, Jr.
Carmen Cortez
Christopher Lee
Esequiel R. De La Paz

Justice of the Peace, Precinct #1
Justice of the Peace, Precinct #2
Justice of the Peace, Precinct #3
Justice of the Peace, Precinct #4

CONSTABLES

Albert Cavazos
Omar Rosales
Cirildo Zavala
Amando Vidal

Constable, Precinct #1
Constable, Precinct #2
Constable, Precinct #3
Constable, Precinct #4

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Financial Section

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RAUL HERNANDEZ & COMPANY, P.C.
Certified Public Accountants
5422 Holly Rd
Corpus Christi, Texas 78411
Phone (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report

To the Board of Trustees
Kleberg County, Texas
P.O. Box 72
Kingsville, Texas 78364

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 the Kleberg County, Texas ("the County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 Kleberg County, Texas as of September 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

As described in Note O to the financial statements, in 2014, Kleberg County, Texas adopted new accounting guidance, Government Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information and schedule of funding progress for OPEB benefits identified as Required Supplementary Information in 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 Kleberg County, Texas's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, comparative budgetary schedules, and statistical section are presented for purposes of additional analysis and are not required parts of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2015 on our consideration of Kleberg County, Texas's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Kleberg County, Texas's internal control over financial reporting and compliance.

Respectfully submitted,


Raul Hernandez and Company, P.C.

Corpus Christi, Texas
June 19, 2015

KLEBERG COUNTY, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Kleberg County (the County) annual financial report presents Management's Discussion and Analysis (MD&A) of the County's financial performance during the fiscal year ended September 30, 2014. The MD&A should be read in conjunction with the transmittal letter found in the introductory section of this report and the County's financial statements which follow this section.

FINANCIAL HIGHLIGHTS

- The assets of the Kleberg County exceeded its liabilities at the close of the most recent fiscal year by \$20,822,154 (net position). Of this amount, \$7,639,898, (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$7,581,178 of which, \$2,952,564 is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$2,952,564, or 22.3%, of total general fund expenditures; these expenditures were \$518,376 more than 2013 due to increases in general government, public safety, and the culture & recreation categories.
- The \$728,601 net change in the General Fund balance was \$501,157 more than last year's net change.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management's discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County's overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the County's operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending.
- *Proprietary fund* statements offer short- and long-term financial information about the activities the government operates like businesses. The County maintains one type of proprietary fund- an internal service fund. The Internal Service Fund is used to report activities of the County's self-insurance program. Because these services predominately benefit governmental rather than business-type functions, the Internal Service Fund is reported with governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial

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statements, but in more detail. The Internal Service Fund is presented as a single, aggregated presentation in the proprietary fund financial statements.

- *Fiduciary fund* statements provide information about the financial relationships in which the County acts solely as a *trustee or agent* for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

Figure A-1 Major Features of the County's Government-wide and Fund Financial Statements

Type of Statements	Government-wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
<u>Scope</u>	Entire county Government (except Fiduciary funds) and the county's component units	The activities of the county that are not proprietary or fiduciary	Activities of County similar to private business; self insurance	Instances in which the county is the trustee or agent for someone else's resources
<u>Required Financial Statements</u>	<i>Statement of Net position</i> <i>Statement of Activities</i>	<i>Balance Sheet</i> <i>Statement of revenues, expenditures & changes in fund balances</i> <i>Statement of cash flows</i>	<i>Statement of net position</i> <i>Statement of rev, exp, & changes in net position</i> <i>Statement of flows</i>	<i>Statement of fiduciary net position</i> <i>Statement of in fiduciary net position</i>
<u>Accounting basis and measurement focus</u>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial	Accrual accounting and economic focus	Accrual accounting economic resources focus

Figure A-1 shows how the required parts of this annual financial report are arranged and relate to one another. In addition to these required elements, a section with combining statements that provides details about the non-major governmental funds and internal service funds is included.

Government-wide Statements

The two government-wide statements report the County's net position and how they have changed. Net Position—the difference between the County's assets and liabilities—is one way to measure the County's financial health or position.

- Over time, increases or decreases in the County's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County, one needs to consider additional nonfinancial factors such as changes in the County's tax base

KLEBERG COUNTY, TEXAS

The government-wide financial statements of the County include the *Governmental activities*. Most of the County's basic services are included here, such as general government, public safety, highways and streets, sanitation, economic development, culture and recreation, and interest on long-term debt. Property taxes and grants finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant *funds*—not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The Commissioner's Court establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has the following kinds of funds:

- *Governmental funds*—Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Proprietary funds*- The County maintains one type of proprietary fund, an internal service fund. The Internal Service Fund is used to report activities of the County's self-insurance program. Because these services predominantly benefit governmental rather than business-type functions, the Internal Service Fund is reported with *governmental activities* in the *government-wide financial statements*.

Proprietary funds provide the same type of information as the government-wide financial statements, but in more detail. The Internal Service Fund is presented as a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

- *Fiduciary funds*—The County is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

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FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. The County's combined net position was \$20,822,154, and \$20,482,537, at September 30, 2014 and 2013, respectively. (See Table A-1).

**Table A-1
County's Net Position**

	Governmental Activities		Increase (Decrease)
	<u>2014</u>	<u>2013</u>	<u>2014-2013</u>
Current assets:			
Cash/Cash equivalents	8,845,248	9,119,522	(274,274)
Equity in Pooled Cash	1,333,755	1,375,994	(42,239)
Taxes Receivable	686,255	667,824	18,431
Accounts Receivable	523,729	516,735	6,994
Intergovernmental Receivable	2,246,226	2,084,873	161,353
Prepaid Items	415,022	378,596	36,426
Net Pension Asset	154,536	153,986	550
Total current assets:	<u>\$ 14,204,771</u>	<u>\$ 14,297,530</u>	<u>(92,759)</u>
Non-current Assets:			
Bond Issuance Costs	-	109,639	(109,639)
Total non-current assets:	-	109,639	(109,639)
Capital Assets:			
Capital Assets	33,524,283	32,997,100	527,183
Less Accumulated Depreciation	(15,432,952)	(14,737,838)	(695,114)
Total capital assets:	<u>18,091,331</u>	<u>18,259,262</u>	<u>(167,931)</u>
Total Assets	<u>\$ 32,296,102</u>	<u>\$ 32,666,431</u>	<u>(370,329)</u>
Current Liabilities			
Accounts payable and other current liabilities	2,226,346	2,395,199	(168,853)
Overdraft in Pooled Cash	689,172	1,093,981	(404,809)
Accrued Wages Payable	272,792	270,491	2,301
Accrued Interest Payable	25,015	25,849	(834)
Due to Other Governments and Agencies	2,412,094	2,600,511	(188,417)
Due to Others	479,478	31,940	447,538
Unearned Revenue	10,207	217,256	(207,049)
Total current liabilities	<u>6,115,104</u>	<u>6,635,227</u>	<u>(520,123)</u>
Long-term liabilities:			
Due within one year	530,000	500,000	30,000
Due in more than one year	4,828,844	5,048,667	(219,823)
Total Liabilities	<u>\$ 11,473,948</u>	<u>\$ 12,183,894</u>	<u>(189,823)</u>
Net Position:			
Net Investment in Capital Assets	12,732,487	13,049,873	(317,386)
Restricted For:			
Debt Service	433,925	620,624	(186,699)
Capital Projects	15,844	15,688	156
Unrestricted	7,639,898	6,796,352	843,546
Total Net Position	<u>\$ 20,822,154</u>	<u>\$ 20,482,537</u>	<u>339,617</u>

KLEBERG COUNTY, TEXAS

The County's overall financial position has improved slightly in the amount of \$339,617. The largest portion of the County's assets are invested in capital assets (e.g. land, buildings, machinery and equipment). 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 capital assets themselves cannot be used to liquidate these liabilities. The unrestricted portion of net assets was \$7,639,898, or 36.7% of total net position, which is up \$843,546 due, in part, to a net increase of revenues as well as a decrease in debt over the prior year.

Table A-2
Kleberg County's Changes in Net position – Governmental Activities

	Governmental Activities		Increase (Decrease)
	<u>2014</u>	<u>2013</u>	<u>2014-2013</u>
Revenues:			
Program:			
Charges for services	\$ 5,403,161	\$ 5,451,283	\$ (48,122)
Operating Grants & Contributions	5,259,952	4,649,420	610,532
Cap. Grants & Contributions	3,947	559,987	(556,040)
General:			
Property Taxes	10,510,151	10,074,765	435,386
Sales Taxes	2,227,151	2,052,309	174,842
Investment Income	6,399	13,735	(7,336)
Miscellaneous Revenues	444,655	216,809	227,846
Total Revenues	\$ 23,855,416	\$ 23,018,308	\$ 837,108
Cost of Services:			
General Government	4,799,872	3,993,993	805,879
Judicial	2,648,245	2,688,919	(40,674)
Public Safety	7,430,757	7,398,273	32,484
Public Transportation	1,561,315	2,104,530	(543,215)
Health and Welfare	3,659,884	3,539,919	119,965
Culture and Recreation	2,962,555	2,308,005	654,550
Conservation	118,465	117,637	828
Economic Development & Assistance	24,457	73,384	(48,927)
Intergovernmental Utility Project	-	424,708	(424,708)
Interest on Long-term debt	200,611	219,064	(18,453)
Total Cost of Services	\$ 23,406,161	\$ 22,868,432	\$ 537,729
Change in net assets	449,255	149,876	299,379
Net position - beginning	20,482,537	20,332,661	149,876
Prior Period Adjustment	(109,638)	-	(109,638)
Net position - ending	\$ 20,822,154	\$ 20,482,537	\$ 339,617

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Governmental Activities

- Property tax was up \$435,386, or 4.3%, due to an increase in general property taxes in the General Fund. Net taxable property values was \$1,411,927,012 and the total tax levy was \$.00744810.
- Operating Grants & Contributions increased \$610,632 due to an increase in grants for the Human Services 1/1 – 12/31 and the Human Services Funds compared to the prior year.

Revenues. The County's total revenues were \$23,855,416. A significant portion, 44%, of the County's revenue comes from property taxes. In addition, 22.6% comes from charges for services, and 22% relates to operating grants & contributions. (See Figure A-1 and Table A-2)

Figure A-1

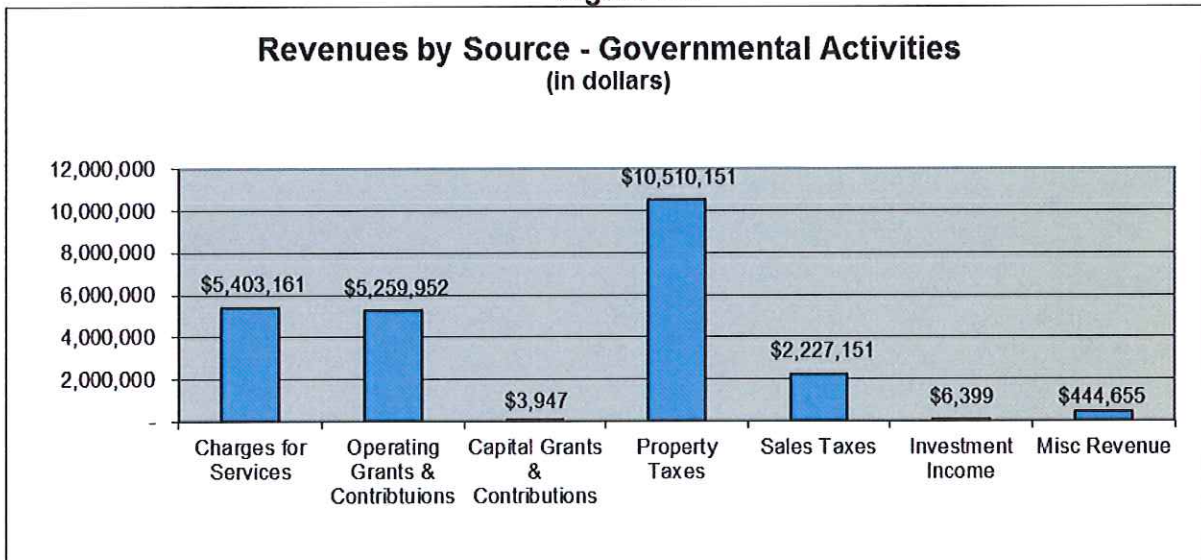


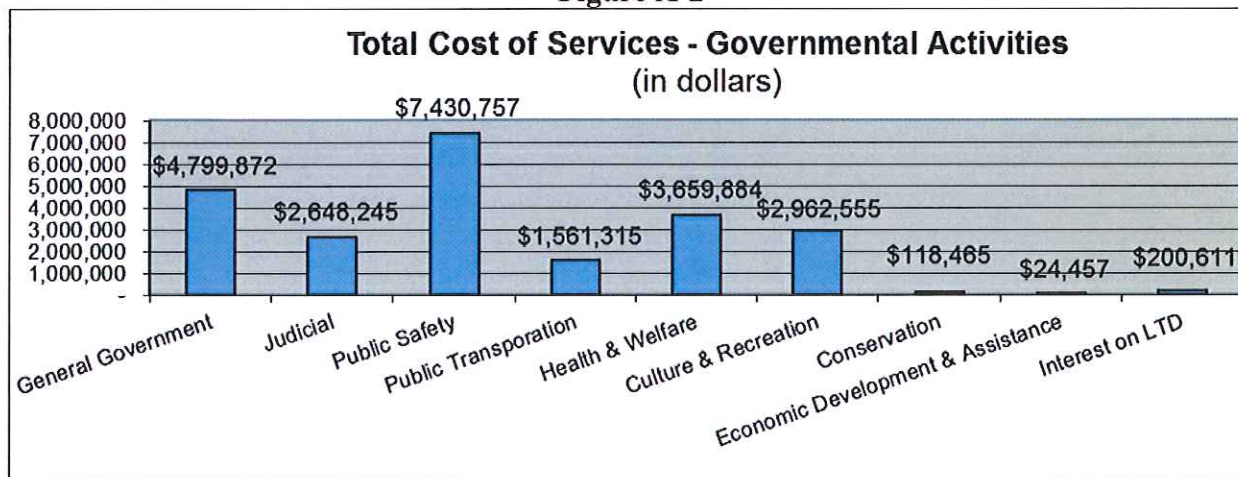
Table A-2 and Figure A-2 present the cost of each of the County's largest functions.

- The cost of all governmental activities this year was \$23,406,161. However, the amount that our taxpayers paid for these activities through property taxes was \$10,510,151.
- Some of the costs, \$5,403,161, or 22.6%, were paid by those who directly benefited from the programs such as human services, state juvenile and adult probationary fees, and fees of office, which had a net decrease compared to 2013 due to decreases in governmental activities such as public safety, public transportation, and culture & recreation.
- Of total costs, \$7,430,757 is attributed to Public Safety, which had a net increase from the prior year by \$32,484 due to expenditures in the Sheriff's and the Warrant Officer's departments.

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- Total expenses were up \$537,729, or 2.3%, where General Government and Culture & Recreation had the most significant increases in the amounts of \$805,879 and \$654,550, respectively. The majority of the General Government expenditure increases were part of the General fund and the DRS-210087 fund. Furthermore, Culture & Recreation expenditure increases were mainly part of the Park Grant (CIAP) #2.

Figure A-2



FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

As noted earlier, the County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements. The County has maintained an AAA/Aaa bond rating since 1978.

Governmental funds. The general government functions are reported in the General, Special Revenue, Debt Service, and Capital Project Funds. The focus of the *County's governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's annual financing and budgeting requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$7,581,178, an increase of \$397,809, or 5.5% compared with the prior year. The largest increases in fund balance were in the General and Debt Service funds.

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 \$2,952,564 in contrast to \$1,846,523 in the prior year. The fund balance of the Road & Bridge Maintenance decreased by (\$92,948) from the preceding year due, in part, to decreases in intergovernmental and fines & forfeiture revenue. In addition, the D.A.'s Forfeiture's fund balance decreased by (\$159,955) from the prior year due to a decrease in fines & forfeiture revenue.

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The County, in 2014, had an increase in Taxes of \$375,043, which includes general property taxes, general sales & use taxes, and miscellaneous taxes. Furthermore, fines & forfeitures increased by \$290,534, as part of an overall net increase for revenue in the amount of \$587,701 over 2013. Transfers out were up \$25,569 or 1.8%.

The Debt Service Fund (County-wide) has a total fund balance of \$213,925, a decrease of (\$196,699). The reserves for the payment of debt service combined with the estimated first quarter collections on current year assessments will cover next year's scheduled debt. The decrease in the net fund balance was the result of debt service payments toward principal & interest exceeding general property tax revenue.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues

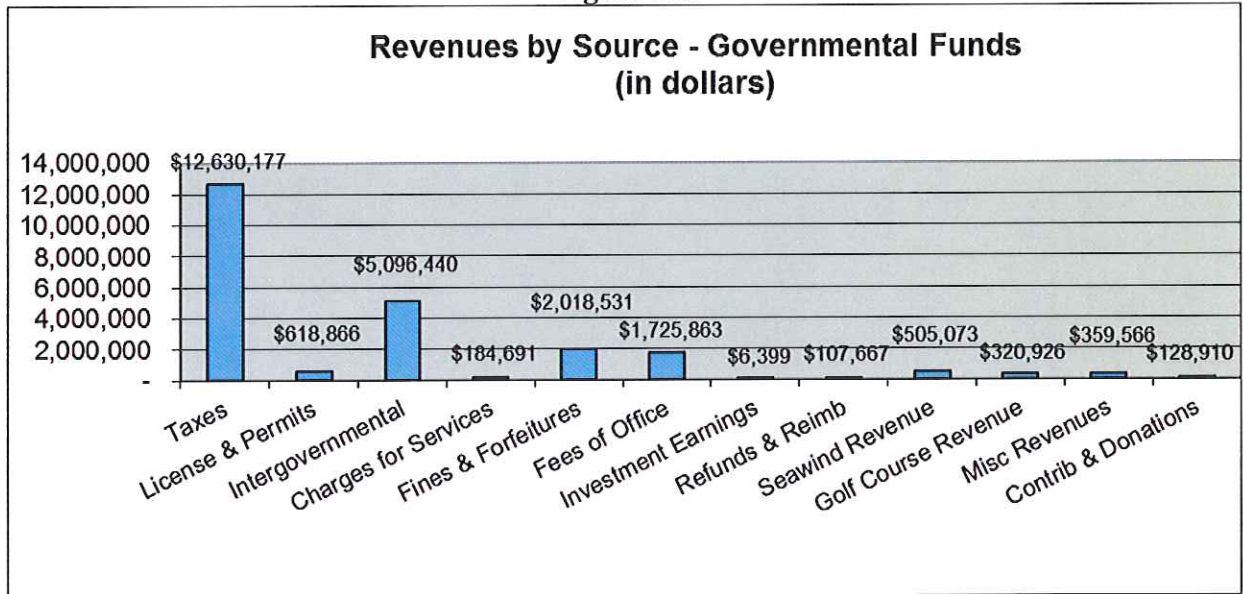
Revenues from governmental fund types totaled \$23,703,109, which was an increase of \$587,701 compared to the preceding year. The most significant positive variances in governmental fund revenues were derived from Taxes and Fines & Forfeitures, which increased \$375,043, and \$290,534, respectively. This was primarily due to increases in both the General and Hotel/Motel Occupancy Tax funds for taxes and the General and the Sheriff Chapter 59 forfeiture funds for fines & forfeitures.

Another increase in actual revenue sources was in the category of the Seawind revenue in the amount of \$227,975, which was part of the General Fund.

The County's primary source of revenue consists of taxes, which comprise 53% of the County's total revenues. In addition, intergovernmental, fines & forfeitures and fees of office comprise 21.5%, 8.5%, and 7.2% of total revenues, respectively. The County's departments that charge for services include park & recreational, fees of office from justice of the peace precincts, and constables, which are all an important part of the County's revenues. They are an integral part of the County's ability to provide the services to which citizens have become accustomed. (See Figure A-3 and Table A-3)

KLEBERG COUNTY, TEXAS

Figure A-3



**Table A-3
Governmental Funds – Revenues by Source***

	FY 2014	FY 2013	Increase (Decrease)
Taxes	\$ 12,630,177	\$ 12,255,134	\$ 375,043
License and Permits	618,866	683,001	(64,135)
Intergovernmental	5,096,440	5,406,062	(309,622)
Charges for Services	184,691	178,373	6,318
Fines & Forfeitures	2,018,531	1,727,997	290,534
Fees of Office	1,725,863	1,631,127	94,736
Investment Earnings	6,399	13,735	(7,336)
Refunds & Reimbursements	107,667	144,983	(37,316)
Seawind Revenue	505,073	277,098	227,975
Golf Course Revenue	320,926	381,203	(60,277)
Miscellaneous Revenues	359,566	185,850	173,716
Contributions & Donations	128,910	112,563	16,347
Misc - Park & Recreational	-	118,282	(118,282)
Total Revenues	<u>\$ 23,703,109</u>	<u>\$ 23,115,408</u>	<u>\$ 587,701</u>

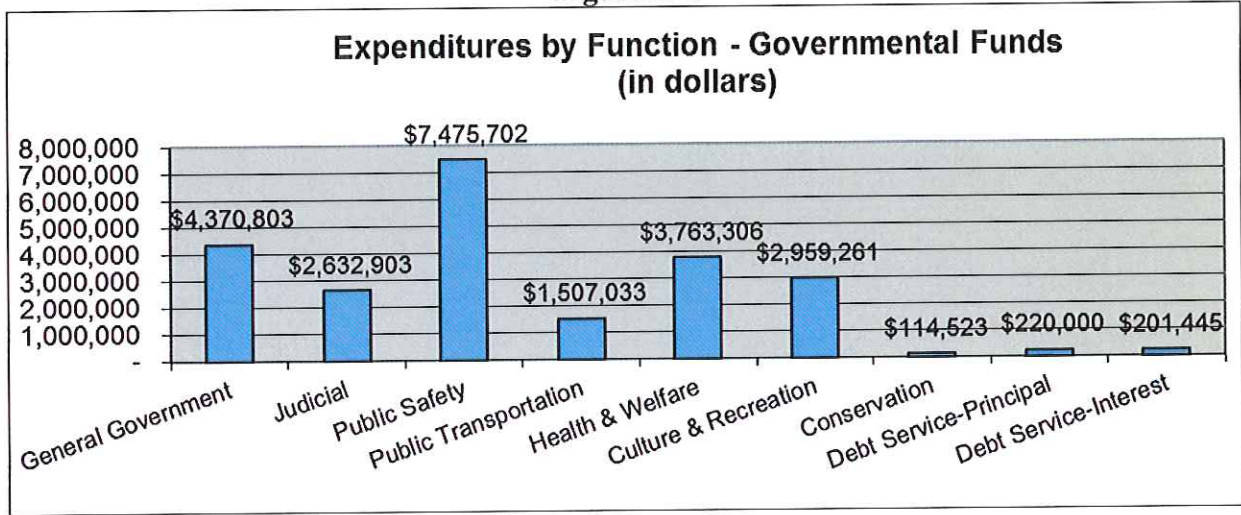
(*) For comparative purposes: Taxes consists of General Property taxes, General Sales & Use taxes, and other miscellaneous taxes.

Expenditures

The County's primary expenditures were for public safety, general government, and health & welfare. Public Safety accounts for 32% of total expenditures, and General Government now accounts for 18.8% of total expenditures, compared to 16% in 2013. (See Figure A-4 and Table A-4)

KLEBERG COUNTY, TEXAS

Figure A-4



**Table A-4
Governmental Funds – Expenditures by Function**

	FY 2014	FY 2013	Increase (Decrease)
General Government	\$ 4,370,803	\$ 3,716,399	\$ 654,404
Judicial	2,632,903	2,669,922	(37,019)
Public Safety	7,475,702	7,495,353	(19,651)
Public Transportation	1,507,033	2,088,837	(581,804)
Health and Welfare	3,763,306	3,677,128	86,178
Culture and Recreation	2,959,261	2,588,379	370,882
Conservation	114,523	113,695	828
Intergovernmental Utility Project	-	424,708	(424,708)
Debt Service:			
Principal	220,000	210,000	10,000
Interest and Fiscal Charges	201,445	207,895	(6,450)
Total Expenditures	\$ 23,244,976	\$ 23,192,316	\$ 52,660

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Other financing sources from the County came from:

**Table A-5
Other Financing Resources**

	<u>FY 2014</u>	<u>FY 2013</u>	<u>Increase (Decrease)</u>
Transfers In	\$ 1,432,245	\$ 1,406,676	\$ 25,569
Transfers Out	(1,432,245)	(1,406,676)	(25,569)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

General Fund Budgetary Highlights

The final budget was adopted with total General Fund revenues of \$15,199,051 and expenditures of \$13,470,450, which both include transfers.

The following are significant variations between the final budget and actual amount.

- Actual revenues (excluding transfers) were higher than budgeted figures by \$557,133. Of this amount, Intergovernmental, Seawind revenue, and Fines & Forfeitures had the largest increases of \$320,128, \$185,073, and \$151,737, respectively.
- Actual expenditures (excluding transfers) were \$662,130 below final budget amounts. The most significant positive variances were in the Sheriff's, Health, and Non-Departmental departments which had a positive variances of \$276,642, \$71,442, and \$51,504, respectively. County departments were encouraged to hold the line of salaries and expenditures to support the overall County budget due to the fact that the County was incurring higher costs on items such as medical insurance, data services, and utilities.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2014, the County had invested \$33,517,287 in a broad range of capital assets, including land, equipment, buildings, and infrastructure. (See Table A-6.)

The capital assets of the County are those assets (land, buildings, improvements, and machinery & equipment), which are used in the performance of the County's functions. At September 30, 2014, net capital assets of the governmental activities totaled \$18,084,335. Depreciation on capital assets is recognized in the Government-wide financial statements. Accumulated depreciation for infrastructure, buildings & improvements, and equipment totaled \$15,432,952. More detailed information about the county's capital assets is presented in the notes to the financial statements on page 48.

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Table A-6
County's Capital Assets

	Activities		(Decrease)
	2014	2013	2014-2013
Land	\$ 1,860,368	\$ 1,860,368	\$ -
Construction in Progress	5,885,878	5,885,878	-
Infrastructure	1,104,445	1,104,445	-
Buildings and Improvements	15,298,803	15,265,166	33,637
Machinery & Equipment	9,367,793	8,881,243	486,550
Total at historical cost	\$ 33,517,287	\$ 32,997,100	\$ 520,187
Total Accumulated Depreciation	(15,432,952)	(14,737,838)	(695,114)
Net Capital Assets	\$ 18,084,335	\$ 18,259,262	\$ (174,927)

Long Term Debt

At year-end, the County had \$5,358,844 in bonds, and compensated absences, as shown in Table A-7. The County's total debt had a net decrease from the prior year, partially due to principal payments total of \$220,000. There was no new bond debt in the current year. More detailed information about the County's debt is presented in the notes to the financial statements on page 50.

Table A-7
Long Term Debt

	Governmental Activities	
	2014	2013
General obligation bonds	\$ 4,995,000	\$ 5,215,000
Compensated absences	363,844	339,278
Total governmental activities	\$ 5,358,844	\$ 5,554,278

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised value used for the 2015 budget preparation increased \$27,478,346 to \$1,411,927,012. With a tax rate of \$.744, which is unchanged, the County expects tax revenues to remain stable.
- General operating fund spending in the 2015 budget is expected to have a slight decrease as compared to 2014.
- All other funding sources are expected to stay somewhat stable with the above property tax increase providing the needed funding for 2015.

KLEBERG COUNTY, TEXAS

These indicators were taken into account when adopting the general fund budget for 2014. This budget will raise more revenue from property taxes than last year's budget by an amount of \$47,261, which is a .50 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$80,759.38.

Expenditures are budgeted to decrease slightly by \$500,000. The majority of the decrease was in operational related expenses. Due to the county trying to rebuild the fund balance, each department was asked to decrease operational expenses.

If these estimates are realized, the County's budgetary general fund balance is expected to increase slightly. If this estimate holds true, the County will have a fund balance of an estimated \$3,580,584. In light of the County's low fund balance, the Commissioners' Court has enacted spending and personnel freezes and is constantly monitoring the budget. Such concerns will also be reflected in the upcoming preparation of the 2015 budget to ensure that the County maintains a positive fund balance.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

County Auditor's Department
700 East Kleberg
Kingsville, Texas 78363

(361)595-8526

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Basic Financial Statements

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KLEBERG COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

	Governmental Activities
ASSETS:	
Cash and Cash Equivalents	\$ 8,845,248
Equity in Pooled Cash	1,333,755
Taxes Receivables (net of allowances for uncollectibles):	686,255
Accounts Receivable	523,729
Intergovernmental Receivable	2,246,226
Prepaid Items	415,022
Net Pension Asset	154,536
Capital Assets (net of accumulated depreciation):	
Land	1,860,368
Buildings and System	6,597,934
Improvements other than Buildings	551,344
Machinery and Equipment	2,290,032
Infrastructure	905,775
Construction in Progress	5,885,878
Total Assets	<u>32,296,102</u>
LIABILITIES:	
Accounts Payable and Other Current Liabilities	2,226,346
Overdraft in Pooled Cash	689,172
Accrued Wages Payable	272,792
Accrued Interest Payable	25,015
Due to Other Governments and Agencies	2,412,094
Due to Others	479,478
Unearned Revenue	10,207
Noncurrent Liabilities-	
Due within one year	530,000
Due in more than one year	4,828,844
Total Liabilities	<u>11,473,948</u>
NET POSITION:	
Net Investment in Capital Assets	12,732,487
Restricted For:	
Debt Service	433,925
Capital Projects	15,844
Unrestricted	7,639,898
Total Net Position	<u>\$ 20,822,154</u>

The accompanying notes are an integral part of this statement.

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

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental Activities:				
General Government	\$ 4,799,872	\$ 1,852,477	\$ 340,121	\$ --
Judicial	2,648,245	14,649	107,667	--
Public Safety	7,430,757	1,837,257	1,428,066	--
Public Transportation	1,561,315	1,290,681	65,974	--
Health and Welfare	3,659,884	87,171	2,292,521	--
Culture and Recreation	2,962,555	320,926	1,025,603	3,947
Conservation	118,465	--	--	--
Economic Development and Assistance	24,457	--	--	--
Interest on Long-term Debt	200,611	--	--	--
Total Governmental Activities	<u>23,406,161</u>	<u>5,403,161</u>	<u>5,259,952</u>	<u>3,947</u>
Total Primary Government	<u>\$ 23,406,161</u>	<u>\$ 5,403,161</u>	<u>\$ 5,259,952</u>	<u>\$ 3,947</u>

General Revenues:
Property Taxes
Sales Taxes
Investment Income
Miscellaneous Revenues
Total General Revenues
Change in Net Assets
Net Position - Beginning
Prior Period Adjustment
Net Position - Ending

The accompanying notes are an integral part of this statement.

Net (Expense)
Revenue and
Changes in
Net Position

Governmental
Activities

\$	(2,607,274)
	(2,525,929)
	(4,165,434)
	(204,660)
	(1,280,192)
	(1,612,079)
	(118,465)
	(24,457)
	(200,611)
	<u>(12,739,101)</u>
	<u>(12,739,101)</u>

	10,510,151
	2,227,151
	6,399
	444,655
	<u>13,188,356</u>
	449,255
	20,542,863
	(169,964)
\$	<u><u>20,822,154</u></u>

KLEBERG COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	<u>General Fund</u>	<u>Road & Bridge Maintenance</u>
ASSETS		
Assets:		
Cash and Cash Equivalents	\$ 2,361,682	\$ 374,958
Equity in Pooled Cash	--	200,216
Taxes Receivables (net of allowances for uncollectibles):	654,687	--
Accounts Receivable	251,922	117,613
Intergovernmental Receivable	368,960	3,855
Interfund Receivables	856,548	--
Prepaid items	405,394	--
Total Assets	<u><u>\$ 4,899,193</u></u>	<u><u>\$ 696,642</u></u>
LIABILITIES AND FUND BALANCES:		
Liabilities:		
Accounts Payable	\$ 949,640	\$ 81,117
Overdraft in Pooled Cash	27,058	--
Accrued Wages Payable	198,479	21,615
Interfund Payables	5,820	--
Due to Others	--	--
Due to Other Governments and Agencies	110,945	7,658
Deferred Revenue	--	--
Total Liabilities	<u><u>1,291,942</u></u>	<u><u>110,390</u></u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue -- Property Taxes	<u>654,687</u>	<u>--</u>
Total Deferred Inflows of Resources	<u><u>654,687</u></u>	<u><u>--</u></u>
Fund Balances:		
Restricted	--	586,252
Committed	--	--
Unassigned	<u>2,952,564</u>	<u>--</u>
Total Fund Balance	<u><u>2,952,564</u></u>	<u><u>586,252</u></u>
Total Liabilities and Fund Balance	<u><u>\$ 4,899,193</u></u>	<u><u>\$ 696,642</u></u>

The accompanying notes are an integral part of this statement.

<u>D.A. 's Forfeiture</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,656,809	\$ 213,714	\$ 1,560,043	\$ 6,167,206
363,548	--	769,991	1,333,755
--	31,568	--	686,255
7,189	211	146,722	523,657
--	--	1,873,411	2,246,226
--	--	5,819	862,367
1,203	--	8,425	415,022
<u>\$ 2,028,749</u>	<u>\$ 245,493</u>	<u>\$ 4,364,411</u>	<u>\$ 12,234,488</u>
\$ 27,135	\$ --	\$ 996,941	\$ 2,054,833
--	--	662,114	689,172
13,322	--	39,376	272,792
3,778	--	133,654	143,252
479,478	--	--	479,478
23,816	--	174,902	317,321
10,207	--	--	10,207
<u>557,736</u>	<u>--</u>	<u>2,006,987</u>	<u>3,967,055</u>
--	31,568	--	686,255
--	31,568	--	686,255
1,471,013	--	1,706,289	3,763,554
--	213,925	651,135	865,060
--	--	--	2,952,564
<u>1,471,013</u>	<u>213,925</u>	<u>2,357,424</u>	<u>7,581,178</u>
<u>\$ 2,028,749</u>	<u>\$ 245,493</u>	<u>\$ 4,364,411</u>	<u>\$ 12,234,488</u>

KLEBERG COUNTY, TEXASRECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

Total fund balances - governmental funds balance sheet	\$ 7,581,178
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	18,091,330
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	686,255
The assets and liabilities of internal service funds are included in governmental activities in the SNP.	(307,286)
Payables for bond principal which are not due in the current period are not reported in the funds.	(4,995,000)
Payables for bond interest which are not due in the current period are not reported in the funds.	(25,015)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(363,844)
Payables for contracts which are not due in the current period are not reported in the funds.	<u>154,536</u>
Net position of governmental activities - Statement of Net Position	<u>\$ 20,822,154</u>

The accompanying notes are an integral part of this statement.

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KLEBERG COUNTY, TEXAS

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

	General Fund	Road & Bridge Maintenance
Revenue:		
Taxes:		
General Property Taxes	\$ 10,133,226	\$ --
General Sales and Use Taxes	2,227,151	--
Gross Receipts Business Taxes	--	--
Other Taxes - Miscellaneous	--	--
License and Permits	58,495	560,371
Intergovernmental	371,628	31,926
Charges for Services	--	--
Fines and Forfeitures	415,367	730,310
Fees of Office	1,040,993	--
Investment Earnings	1,593	221
Refunds & Reimbursements	107,667	--
Seawind Revenue	505,073	--
Golf Course Revenue	--	--
Miscellaneous Revenues	168,739	1,055
Contributions & Donations	28,994	--
Total Revenues	<u>15,058,926</u>	<u>1,323,883</u>
Expenditures:		
Current:		
General Government	3,785,269	--
Judicial	2,001,560	--
Public Safety	5,087,996	--
Public Transportation	68,260	1,416,830
Health and Welfare	548,316	--
Culture and Recreation	1,579,208	--
Conservation	114,523	--
Debt Service:		
Principal	--	--
Interest and Fiscal Charges	--	--
Total Expenditures	<u>13,185,132</u>	<u>1,416,830</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,873,794</u>	<u>(92,947)</u>
Other Financing Sources (Uses):		
Transfers In	140,125	--
Transfers Out	(1,285,318)	--
Total Other Financing Sources (Uses)	<u>(1,145,193)</u>	<u>--</u>
Net Change in Fund Balances	728,601	(92,947)
Fund Balances - Beginning	2,223,963	679,199
Prior Period Adjustment	--	--
Fund Balances - Ending	<u>\$ 2,952,564</u>	<u>\$ 586,252</u>

The accompanying notes are an integral part of this statement.

D.A. 's Forfeiture	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ --	\$ 219,890	\$ --	\$ 10,353,116
--	--	--	2,227,151
--	--	45,182	45,182
--	4,728	--	4,728
--	--	--	618,866
144,591	--	4,548,295	5,096,440
--	--	184,691	184,691
284,320	--	588,534	2,018,531
--	--	684,870	1,725,863
659	128	3,798	6,399
--	--	--	107,667
--	--	--	505,073
--	--	320,926	320,926
10	--	189,762	359,566
--	--	99,916	128,910
<u>429,580</u>	<u>224,746</u>	<u>6,665,974</u>	<u>23,703,109</u>
--	--	585,534	4,370,803
589,535	--	41,808	2,632,903
--	--	2,387,706	7,475,702
--	--	21,943	1,507,033
--	--	3,214,990	3,763,306
--	--	1,380,053	2,959,261
--	--	--	114,523
--	220,000	--	220,000
--	201,445	--	201,445
<u>589,535</u>	<u>421,445</u>	<u>7,632,034</u>	<u>23,244,976</u>
<u>(159,955)</u>	<u>(196,699)</u>	<u>(966,060)</u>	<u>458,133</u>
--	--	1,292,120	1,432,245
--	--	(146,927)	(1,432,245)
--	--	1,145,193	--
<u>(159,955)</u>	<u>(196,699)</u>	<u>179,133</u>	<u>458,133</u>
1,630,968	410,624	2,238,616	7,183,370
--	--	(60,325)	(60,325)
<u>\$ 1,471,013</u>	<u>\$ 213,925</u>	<u>\$ 2,357,424</u>	<u>\$ 7,581,178</u>

KLEBERG COUNTY, TEXAS

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

Net change in fund balances - total governmental funds	\$ 458,133
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	527,181
The depreciation of capital assets used in governmental activities is not reported in the funds.	(695,114)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	152,308
Expenses not requiring the use of current financial resources are not reported as expenditures in the funds.	550
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	220,000
(Increase) decrease in accrued interest from beginning of period to end of period.	834
The net revenue (expense) of internal service funds is reported with governmental activities.	(184,460)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	<u>(30,177)</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ 449,255</u>

The accompanying notes are an integral part of this statement.

KLEBERG COUNTY, TEXAS

STATEMENT OF NET POSITION

INTERNAL SERVICE FUND

SEPTEMBER 30, 2014

Nonmajor
Internal Service
Fund

Internal Service
Fund

ASSETS:

Current Assets:

Cash and Cash Equivalents

\$ 583,270

Investments

Receivables (net of allowances for uncollectibles):

72

Total Current Assets

583,342

Noncurrent Assets:

Restricted Cash, Cash Equivalents and Investments-

Total Noncurrent Assets

--

Total Assets

\$ 583,342**LIABILITIES:**

Current Liabilities:

Accounts payable

\$ 171,513

Interfund payables

719,115

Total Current Liabilities

890,628

Current Liabilities Payable from Restricted Assets-

Total Liabilities

890,628**NET POSITION:**

Total Net Position

\$ (307,286)

The accompanying notes are an integral part of this statement.

KLEBERG COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION - INTERNAL SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Nonmajor Internal Service Fund
	Internal Service Fund
OPERATING REVENUES:	
Charges for Sales and Services:	
Premiums and reimbursements	\$ 3,151
Total Operating Revenues	<u>3,151</u>
OPERATING EXPENSES:	
Insurance premiums and Claims	<u>187,611</u>
Total Operating Expenses	<u>187,611</u>
Operating Income	<u>(184,460)</u>
NON-OPERATING REVENUES (EXPENSES):	
Total Non-operating Revenues (Expenses)	<u>--</u>
Income before Transfers	<u>(184,460)</u>
Change in Net Position	<u>(184,460)</u>
Total Net Position - Beginning	(122,826)
Total Net Position - Ending	<u>\$ (307,286)</u>

The accompanying notes are an integral part of this statement.

KLEBERG COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Nonmajor Service Funds
Cash Flows from Operating Activities:	
Cash Receipts (Payments) for Quasi-external Operating Transactions with Other Funds	\$ 10,266
Cash Payments to Other Suppliers for Goods and Services	<u>(185,851)</u>
Net Cash Provided (Used) by Operating Activities	<u>(175,585)</u>
Cash Flows from Non-capital Financing Activities:	
Proceeds (Payments) from (for) Interfund Borrowings	--
Transfers From (To) Primary Government	<u>--</u>
Net Cash Provided (Used) by Non-capital Financing Activities	<u>--</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(175,585)
Cash and Cash Equivalents at Beginning of Year	758,855
Cash and Cash Equivalents at End of Year	<u>\$ 583,270</u>
Reconciliation of Operating Income to Net Cash	
Provided by Operating Activities:	
Operating Income (Loss)	\$ (184,460)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Change in Assets and Liabilities:	
Decrease (Increase) in Receivables	33,689
Increase (Decrease) in Accounts Payable	(1,760)
Increase (Decrease) in Unearned Revenue	<u>(23,054)</u>
Total Adjustments	8,875
Net Cash Provided (Used) by Operating Activities	<u>\$ (175,585)</u>

The accompanying notes are an integral part of this statement.

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

	<u>Agency Funds</u>
ASSETS:	
Cash and Cash Equivalents	\$ 1,993,869
Total Assets	<u>\$ 1,993,869</u>
LIABILITIES:	
Due to Other Governments and Agencies	\$ 1,993,869
Total Liabilities	<u>\$ 1,993,869</u>
NET POSITION	

The accompanying notes are an integral part of this statement.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

A. Summary of Significant Accounting Policies

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally acceptable in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in Governmental Accounting and Financial Reporting Standards. The financial report has been prepared in accordance with GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments", issued in June 1999 and implemented by the County in fiscal year 2004. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

1. Reporting Entity

The County's basic financial statements include the accounts of all its operations. The County evaluated whether any other entity should be included in these financial statements. The criteria for including organizations as component units within the County's reporting entity, as set forth in GASB Statement No. 14, "The Financial Reporting Entity," include whether:

- the organization is legally separate (can sue and be sued in its name)
- the County holds the corporate powers of the organization
- the County appoints a voting majority of the organization's board
- the County is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the County
- there is fiscal dependency by the organization on the County
- the exclusion of the organization would result in misleading or incomplete financial statements

Based on these criteria, the County has no component units. Additionally, the County is not a component unit of any other reporting entity as defined by the GASB Statement.

2. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for the governmental funds, interest and sinking fund and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The general fund and the District Attorney's forfeiture fund are major funds and the debt service fund and road and bridge fund are designated as major funds and are reported in separate columns in the fund financial statements.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

3. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows including claims and judgments reported in the County's internal service fund (proprietary fund). Property taxes are recognized as revenues in the year for which they are levied. Fees and fines are considered as earned when paid. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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, are recorded only when payment is due.

Intergovernmental revenues, rents, commissions, 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. All other revenue items are considered to be measurable and available only when cash is received by the County, which includes, delinquent property taxes, licenses, fees and fines. For grants, like the government-wide financial statements, the revenue is recognized when all the eligibility requirements have been met.

When the county incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the County's policy to use restricted resources first, then unrestricted resources.

The County reports four major and two designated major governmental funds:

The General Fund is the County's primary operating fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

The District Attorney's Forfeiture Fund is used to account for late check fees and forfeitures.

The Debt Service Fund accounts for tax levies and other funds used to meet annual principle and interest payment requirements on the outstanding general obligation debt and outstanding lease purchase contracts.

The Road and Bridge Fund is a special revenue fund used to account for certain types of fines and forfeitures, licenses and permits, and intergovernmental revenues. Expenditures related to road and bridge maintenance are accounted for in this fund.

All other governmental funds are combined and reported as non-major. Non-major funds included parks, grants and other special revenue funds.

Additionally, the County reports the following fund types:

Internal service funds accounted for and financed the County's uninsured risks of loss from group health insurance which was terminated September 30, 2011. Expenses are for benefits, claims and administrative expenses which were incurred prior to September 30, 2011, but not paid until 2012. Proprietary funds distinguish operation revenues and expenses from non-operating. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's principal and ongoing operations.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Fiduciary funds are classified into private purpose trust and agency funds. The County has only agency funds which are used to account for the assets that are held for the benefit of others or as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds include assets and liabilities of the Sheriff, Justices of the Peace, Parks Department, Tax Assessor/Collector, Library, County Clerk, District Clerk, and County Attorney.

4. Assets, liabilities, and net assets

a. Deposits and investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of less than 90 days and local government pools. State statutes and the County's official Investment Policy authorize the County to invest in obligations of the U.S. and its agencies, certificates of deposit, local government pools, repurchase agreements, and direct obligations of states, agencies, counties, cities, and other political subdivisions of any state rated "A" or its equivalent.

Investments for the County are reported at fair value in accordance with provisions of GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. All investment income is recognized as revenue in the appropriate fund's statement of revenue, expenditures, and change in fund balance. Deposit and Investment Risk Disclosures are in accordance with GASB Statement No. 40.

b. Receivables and payables

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade receivables are directly written off when circumstances indicate a receivable is no longer collectible, usually within one year that the receivable was incurred.

Property taxes are levied prior to September 30, based on taxable value as of January 1, and become due October 1 and past due after January 31. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. On the governmental fund financial statements, outstanding property taxes receivable is reported as deferred revenue.

Accounts receivable include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and unearned revenue (a liability) at the time the contracts are approved and signed. Grant revenues are recognized when eligibility requirements established by the grantor have been met at which time unearned revenue (the liability account) is reduced.

Lending or borrowing between funds is reflected as "due to or due from" (current position) or "advances to/from other funds" (non-current). Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. Interfund activity reflected in "due to or due from" is eliminated on the government-wide statements.

c. Inventories and Prepaid Items

Inventories on the balance sheet are stated at weighted average cost. Inventory items are recorded as expenditures when they are consumed. Inventory amounts at year-end were insignificant and therefore not reported on the financial statements.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and are accounted for under the purchases method.

Inventories of governmental funds are offset by a fund balance reserve which indicates that they do not constitute "available expendable resources" even though they are a component of net current assets.

d. Capital Assets

Capital assets, which include land, buildings and improvements, and equipment, are reported in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of two years.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	30
Buildings	50
Building Improvements	20
Vehicles	2-15
Office Equipment	3-15
Computer Equipment	3-15

e. Receivable and Payable Balances

Receivables as of September 30, 2014 for the general fund and non-major funds including the applicable allowances for uncollectible accounts, are as follows:

	<u>General & Other Major Funds</u>	<u>Non-major Funds</u>	<u>Total Governmental Funds</u>	<u>Internal Service Fund</u>	<u>Total Governmental Activities</u>
Receivables:					
Taxes	\$ 891,239	\$ --	\$ 891,239	\$ --	\$ 891,239
Accounts	376,935	146,722	523,657	72	523,729
Intergovernmental	372,815	1,873,411	2,246,226	--	2,246,226
Gross Receivables	1,640,989	2,020,133	3,661,122	72	3,661,194
Less: allowance for uncollectible taxes	(204,984)	--	(204,984)	--	(204,984)
Net total receivables	\$ 1,436,005	\$ 2,020,133	\$ 3,432,203	\$ 72	\$ 3,456,210

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The County believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

f. **Compensated Absences**

Accumulated vacation and comp time is accrued when incurred and reported in the government-wide statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

g. **Interfund Activity**

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide net assets.

See Note E for interfund balances and activity.

h. **Use of Estimates**

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

i. **Fund Equity**

Fund balances of the governmental funds are classified as follows:

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

Restricted Fund Balance - represents amounts for Road & Bridge improvements and State & Federal grants.

Committed Fund Balance - represents amounts that can only be used for a specific purpose pursuant to constraints imposed by County ordinance or resolution no later than the close of the fiscal year. Committed amounts cannot be used for any other purpose unless the Board of Commissioners removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the Board of Commissioners. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation. County ordinance and resolution are equally difficult to remove the constraint on fund balance. The committed fund balance represent amounts for Debt Service, Asset Forfeitures, Golf Course Fund, and CSCD Personal Bond Unit.

KLEBERG COUNTY, TEXAS

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2014

Assigned Fund Balance - represents amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Commissioners Court authorizes the Count Auditor to assign fund balance. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the County itself. When the Commissioners Court elects to assign a fund balance, they instruct the County Auditor to do so based on the specific purpose brought to their attention. These amounts represent purchases on order and subsequent year's budget appropriation of fund balance.

Unassigned Fund Balance - represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

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

- j. Certain reclassifications have been made to prior year amounts in order to conform to current year presentation.

B. Implementation of New Standards

The County has adopted all current GASB pronouncements that are applicable to its operations and activities. In particular, the County adopted GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions," as of October 1, 2010. Statement No. 54 required the County to restate its fund balance in its fund-level financial statements based on a new hierarchy. (See Footnote A.4.i.) The accounting principles governing the reported amounts, financial presentations, and disclosures are subject to change from time to time based on new pronouncements and/ or rules issued by various standards-setting bodies. The GASB has issued the following new statements that are potentially applicable to the County.

- Statement No. 65, Items Previously Reported as Assets and Liabilities
- Statement No. 66, Technical Corrections - 2012; an amendment of GASB Statements No. 10 and No. 62
- Statement No. 68, Accounting and Financial Reporting for Pensions; an amendment of GASB Statement No. 27

- Statement No. 62, Codification of Accounting and Financial Reporting Guidelines Contained in Pre-November 20, 1989 FASB and AICPA Pronouncements
- Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position
- Statement No. 64, Derivative Instruments: Application of Hedge Accounting Termination Provisions
- an amendment of GASB Statement No. 53.

GASB 63 - Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources are the consumption of net assets by the government that is applicable to a future reporting period and deferred inflows of resources are the acquisition of net assets by the government that is applicable to a future reporting period. Deferred outflows of resources and deferred inflows of resources are incorporated into the definitions of the required components of the residual measure and that measure is renamed as net position, rather than net assets.

KLEBERG COUNTY, TEXAS
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New pronouncements not yet in effect as of September 30, 2014, are not expected to have any significant impact on the County's financial position, results of operations, or cash flows. The County is currently studying these new pronouncements and will adopt them, as applicable, for the fiscal year ending September 30, 2014.

C. Compliance and Accountability

1. Deficit Fund Balance or Fund Net Assets of Individual Funds

Following are funds having deficit fund balances or fund net assets at year end:

<u>Fund Name</u>	<u>Deficit Amount</u>
Juvenile Probation Fund	\$ (12,044)
Courthouse Security	(19,785)
Human Services	(54,440)
Park Grant (CIAP)	(28,182)

2. Excess of expenditures over appropriations

The following is a list of the excess of expenditures over appropriations, at the legal control by an individual fund:

<u>Fund</u>	<u>Department/Expenditure</u>	<u>Amount of Excess</u>
Kleberg County 911 Addressing	Commissioners Court/Other Services and Charges	\$ 38,815
Kleberg Juvenile & Community Supervision	Public Safety/Supplies	10,999
Juvenile Probation Fund	Public Safety/Supplies	9,605
Juvenile Probation Fund	Public Safety/Other Services and Charges	17,481
CSCD Personal Bond Fund	Public Safety/Other Services and Charges	2,244
Community Supervision	Public Safety/Personal Services	31,169
H/S Agriculture Grant	Health & Welfare/Supplies	7,366
2013 Operation Stone Garden	Public Safety/Capital Outlay	38,850
2013 Operation Stone Garden	Public Safety	1,670
Airport Ramp Grant	Airport Pct 2/Capital Outlay	5,978
Human Services Fund (58)	Health & Welfare/Capital Outlay	217,069

3. Budgetary Data

The following procedures are followed in establishing the budgetary data reflected in the basic financial statements:

The commissioner's court may levy taxes only in accordance with the budget. After final approval of the budget, the commissioner's court may spend county funds only in strict compliance with the budget, except in an emergency. The commissioner's court may authorize an emergency expenditure as an amendment to the original budget only in case of grave public necessity to meet an unusual and unforeseen condition that could not have been included in the original budget through the use of reasonable diligent thought and attention. If the court amends the original budget to meet an emergency, the court must file a copy of its order amending the budget with the county clerk and the county clerk shall attach the copy to the original budget. Only the commissioner's court may amend the budget and shift funds from one budget account to another.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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The original budget is adopted by the commissioner's court and filed with the county clerk. Amendments are made during the year and approved by the commissioner's court. The budget should not be exceeded in any expenditure category under state law. The budget was amended to reflect as close as possible revenues and expenditures for the twelve month period. Certain categories exceeded the budget estimates. These variances were due to the fluctuations in revenues and expenditures as opposed to the prorated budget estimates.

The county judge is by statute, the budget officer of the county. He usually requests and relies on the assistance of the county auditor to prepare the annual budget. After being furnished budget guidelines by the commissioner's court, the county judge, with the help of the county auditor, he prepares an estimate of revenues and a compilation of requested departmental expenditures and submits this data to commissioner's court.

The commissioner's court invites various department heads to appear for a hearing concerning the department's budget request. Before determining the final budget, commissioner's court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available resources. Also, amendments can be made within the above guidelines.

When the budget has been adopted by the commissioner's court, the county auditor is responsible for monitoring the expenditures of the various departments of the county to prevent expenditures from exceeding budgeted appropriations and for keeping the members of the commissioner's court advised of the condition of the various funds and accounts. Appropriations lapse at year-end.

Budgets for the general fund and budgeted special revenue, debt service and budgeted capital projects funds are prepared and adopted in accordance with generally accepted accounting principles (GAAP).

The following funds had adopted budgets for the fiscal year ended September 30, 2014:

General Fund	CSCD Personal Bond Fund
Kleberg County 911 Addressing	Community Supervision Fund
Indigent Care Fund	Title IV-E Fund
Road and Bridge Fund	Constable Pct 4 Forfeiture Fund
Records Management Fund	Human Services Fund (58)
D.A.'s Forfeiture Fund	H/S Agriculture Grant
County Attorney Hot Check Fund	Juvenile Probation Fund
Human Services 1/1-12/31 Fund (52)	Kleberg Juvenile & Community
Human Services 10/1-9/30 Fund (59)	Supervision Fund
Park Grant (CIAP) Fund	H.A.V.A. Grant
Debt Service Fund	Airport Ramp Grant
Sheriff Chapter 59 Forfeiture	Human Services Neighbor to Neighbor
Parks Donation	District Clerk Records Mgmt and Preservation
Constable #3 Forfeiture Fund	Operation Stonegarden Grant
Houston HIDTA Grant	Storage and Contraband Fees
Courthouse Security	Hotel/Motel Occupancy Tax Fund
JP's Tech Fund	100th Celebration Fund
County Attorney Pretrial Diversion	
County Clerks	
DRS-210087	
SHSP/LEAP Grant	
Golf Course Fund	

The level of control is the fund. By state law, expenditures can exceed appropriations as long as the amounts do not exceed the available revenues and cash balances. Since revenues and expenditures are carefully monitored, it is believed that with GAAP basis, the county will be in compliance with state law.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The legal level of budgetary control (the level on which expenditures may not exceed appropriations) is on an object class basis. If total expenditures exceed appropriations and are in excess of revenues and available cash then transfers of appropriated amounts must be made and approval must be obtained from the commissioner's court. Management may not amend the budget. All amendments must be made by and approved by the commissioner's court.

D. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of less than 90 days, and local government pools. The County's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the County's agent bank approved pledged securities in an amount sufficient to protect County funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

Cash and Investments

Texas statutes authorize the County to invest in (1) obligations of the U.S. Treasury or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties or cities rated "A" or better by a national investment rating firm; (5) certificates of deposit that are insured by the Federal Deposit Insurance Corporation (FDIC) or secured by obligations having a market value of at least the principal amount of the certificates; (6) fully collateralized direct repurchase agreements; and (7) local government pools.

1. Cash & Cash Equivalents

At September 30, 2014, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$3,910,894 and the bank balance was \$4,307,478 and was entirely covered by FDIC insurance or properly secured by collateral held by the County's agent in the County's name.

2. Investments

The County is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must be written; primarily emphasize safety of principal and liquidity; address investment diversification, yield, and maturity and the quality and capability of investment management; and include a list of the types of authorized investments in which the investing entity's funds may be invested; and the maximum allowable stated maturity of any individual investment owned by the entity.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the County adhered to the requirements of the Act. However, investment practices of the County were not in accordance with local policies.

The Act determines the types of investments which are allowable for the County. These include, with certain restrictions, (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The County's investments at September 30, 2014 are shown below:

<u>Investment or Investment Type</u>	<u>Maturity</u>	<u>Fair Value</u>
Texpool (AAAm)	N/A	\$ 6,391,641
Total Investments		<u>\$ 6,391,641</u>

Investment Accounting Policy

The County's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investments value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

Public Funds Investment Pools

Public Funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one-half of one percent of the value of its shares.

The County's investments in pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is 2a7-like, in which case they are reported at share value, which equals fair value. A 2a7-like pool is one which is not registered with the Securities & Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the County was exposed to the following specific investment risks at year end and if so, the reporting of the certain related disclosures:

a. Credit Risks

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. It is the County's policy to conform to Texas statutes for authorized investments, as stated above. At the end of the period, the County was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the County's name.

KLEBERG COUNTY, TEXAS
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Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the County's name. This type of transaction is not addressed by the County's investment policy, and, therefore, is not an investment option for the County at this time.

At the end of the period, the County was not exposed to custodial credit risk.

c. Concentration of Risk

This risk is the risk of loss attributed to the magnitude of government's investment in a single issuer. At the end of the period, the County was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk associated with changes in interest rates that will adversely affect the fair value of an investment. It is the County's policy that, in order to minimize risk of loss due to interest rate fluctuation, investment maturities will not exceed the anticipated cash flow requirements of the funds. At the end of the period, the County was not significantly exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At the end of the period, the County was not exposed to foreign currency risk.

E. Capital Assets

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

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 1,860,368	\$ --	\$ --	\$ 1,860,368
Construction in progress	5,885,878	--	--	5,885,878
Total capital assets not being depreciated	<u>7,746,246</u>	<u>--</u>	<u>--</u>	<u>7,746,246</u>
<i>Capital assets being depreciated:</i>				
Infrastructure	1,104,445	--	--	1,104,445
Buildings and improvements	15,265,166	33,637	--	15,298,803
Equipment	8,881,243	493,545	--	9,367,793
Total capital assets being depreciated	<u>25,250,854</u>	<u>520,187</u>	<u>--</u>	<u>25,771,041</u>
Less accumulated depreciation for:				
Infrastructure	(194,922)	(3,748)	--	(198,670)
Buildings and improvements	(7,830,843)	(318,682)	--	(8,149,525)
Equipment	(6,712,073)	(372,684)	--	(7,084,757)
Total accumulated depreciation	<u>(14,737,838)</u>	<u>(695,114)</u>	<u>--</u>	<u>(15,432,952)</u>
Total capital assets being depreciated, net	<u>10,513,016</u>	<u>(174,927)</u>	<u>--</u>	<u>10,338,089</u>
Governmental activities capital assets, net	<u>\$ 18,259,262</u>	<u>\$ (174,927)</u>	<u>\$ --</u>	<u>\$ 18,084,335</u>

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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Depreciation was charged to functions as follows:

County Clerk	\$ 34,109
Veterans Service	2,089
Emergency Management	1,877
Non-Departmental	238,236
Public Safety	2,870
District Attorney	11,008
Maintenance	10,620
Fire Protection	24,241
Constable	12,248
Sheriff	95,893
Courthouse Security	1,200
Public Transportation	54,494
Airport Precinct 2	8,590
Weigh Station	3,675
Health & Welfare	96,313
Indigent	17,335
Parks Department	51,876
Library	1,897
Seawind	13,161
Golf Course	9,440
County Agent	3,942
	<u>\$ 695,114</u>

F. Interfund Balances and Activity

1. Interfund Receivables and Payables

Balances due to and due from other funds at September 30, 2014, consisted of the following:

Payable To Fund	Receivable From Fund	Amount	Purpose
General Fund	Other Governmental Funds	\$ 137,432	Short-term loans
Other Governmental Funds	General Fund	5,819	Short-term loans
Total Governmental Fund Types		<u>143,251</u>	Short-term loans
General Fund	Internal Service Fund	719,115	Short-term loans
	Total	<u>\$ 862,366</u>	

All amounts due are scheduled to be repaid within one year.

2. Transfers To and From Other Funds

Transfers to and from other funds at September 30, 2014, consisted of the following:

Transfers From	Transfers To	Amount
General fund	Other Governmental Funds	\$ 1,285,318
Other Governmental Funds	General Fund	140,125
Other Governmental Funds	Other Governmental Funds	6,802
	Total	<u>\$ 1,433,245</u>

KLEBERG COUNTY, TEXAS
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Transfers are used to 1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) move restricted amounts from borrowings to the debt service fund to established mandatory reserve accounts, 3) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

G. Short-Term Debt Activity

None

H. Long-Term Obligations

1. Long-Term Obligation Activity

2009 Certificates of Obligation Bonds in the amount of \$6,000,000 due in annual installments of \$200,000 to \$455,000 through February 15, 2029. Interest rates at 3.00% to 4.50% due semi-annually on February 15th and August 15th of each year. The proceeds of the above debt will be used to construct various capital projects. The debt will be serviced by the county debt service fund.

The following is the general obligation outstanding at September 30, 2014:

Description	Interest Rates (%)	Date of Issuance	Date of Maturity	Bonds Outstanding
Certificate of Obligation Bonds 2009	3.00% - 4.50%	August 26th 2009	February 15th 2029	\$4,995,000

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended September 30, 2014, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities:					
General obligation bonds	\$ 5,215,000	\$ --	\$ 220,000	\$ 4,995,000	\$ 230,000
Compensated absences *	339,278	49,133	24,566	363,845	300,000
Total governmental activities	\$ 5,554,278	\$ 49,133	\$ 244,566	\$ 5,358,845	\$ 530,000

* Other long-term liabilities

The funds typically used to liquidate other long-term liabilities in the past are as follows:

Liability	Activity Type	Fund
Compensated absences	Governmental	General
Claims and judgments	Governmental	General

KLEBERG COUNTY, TEXAS
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FOR THE YEAR ENDED SEPTEMBER 30, 2014

2. Debt Service Requirements

Debt service requirements on long-term debt at September 30, 2014, are as follows:

Year Ending September 30,	Governmental Activities		
	Principal	Interest	Total
2015	\$ 230,000	\$ 194,495	\$ 424,495
2016	240,000	187,445	427,445
2017	255,000	179,701	434,701
2018	265,000	170,920	435,920
2019	280,000	161,033	441,033
Thereafter	3,725,000	855,911	4,580,911
Totals	\$ 4,995,000	\$ 1,749,505	\$ 6,744,505

3. Capital Leases

Commitments under capitalized lease agreements for facilities and equipment provide for minimum future lease payments as of September 30, 2014, as follows:

NONE

I. Risk Management

The County is exposed to various risks of loss related to torts, theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County obtained general; law enforcement, errors and omissions; automobile, mobile equipment, real and personal property liability coverage; workers' compensation, major medical and unemployment insurance at a cost that is considered to be economically justifiable by joining together with other governmental entities in the State to form the Texas Association of Counties plan (TAC), a Self-Funded Pool currently operating as a common risk management and insurance program. The County pays an annual premium to TAC for its above insurance coverage. The agreement for the formation of TAC provides that TAC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of acceptable risk levels; however, each category of coverage has its own level of re-insurance. The County continues to carry commercial insurance for all other risks of loss, including employee health and accident insurance. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. TAC's annual Financial Statements can be obtained at P.O. Box 2131, Austin, Texas 78768.

J. Pension Plan

1. Plan Description

The County's pension plan ("Plan") is a non-traditional, joint contributory, defined benefit plan which provides retirement, disability and death benefits to Plan members and beneficiaries. Kleberg County provides retirement, disability, and death for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). TCDRS is a qualified pension plan under Section 401(a) of Internal Revenue Code. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 628 nontraditional defined benefit plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) is available upon request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, TX 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas statutes governing TCDRS (TCDRS ACT). Members can retire at ages 60 and above with eight (8) or more years of service with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more.

KLEBERG COUNTY, TEXAS
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Members are vested after eight years of employment with any organization with an accredited plan (not just the county), but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer. Benefit amounts are determined by the sum of the employee's deposits to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated deposits and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act. A partial lump-sum payment option is available.

2. Funding Policy

The employer has elected the annually determined contribution rate (variable-rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 8.23% for the calendar year 2014 and 10.61% for 2013. The deposit rate payable by the employee members is the rate of 9.00% as adopted by the governing body of the employer within the options available in the TCDRS.

3. Annual Pension Cost

The required contribution was determined as part of the December 31, 2013 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2013 included (a) 8.0 percent investment rate of return (net of administrative expenses), and (b) projected salary increases of 3.5 percent. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a ten-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2013 was 20 years.

The December 31, 2013 actuarial valuation is the most recent valuation.

	Actuarial Valuation Information		
Actuarial valuation date	12/31/2011	12/31/2012	12/31/2013
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Amortization period	20 yrs	20 yrs	30 yrs
Asset valuation method	SAF: 10-yr smoothed value ESF: Fund Value	SAF: 10-yr smoothed value ESF: Fund Value	SAF: 10-yr smoothed value ESF: Fund Value
Actuarial Assumptions:			
Investment return*	8.00%	8.00%	8.00%
Projected salary incr.*	5.40%	5.40%	3.50%
Inflation	3.5%	3.5%	3.0%
Costs of living adjustments	0.0%	0.0%	0.0%

* includes inflation at the stated rate

KLEBERG COUNTY, TEXAS
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4. Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the plan was 88.87 percent funded. The actuarial accrued liability for benefits was \$28,692,492, and the actuarial value of assets was \$25,501,414 resulting in an unfunded actuarial accrued liability (UAAL) of \$3,191,078 with a funded ratio of 87.10%. The covered payroll (annual payroll of active employees covered by the plan) was \$8,190,227, and the ratio of the UAAL to the covered payroll was 37.74 percent.

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 liability for benefits.

5. Trend Information for the Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
September 30, 2012	\$ 494,233	100%	\$ --
September 30, 2013	545,892	100%	--
September 30, 2014	564,702	100%	--

K. Post-Employment Health Care Benefits

GASB Statement No. 45: Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (OPEB), established new accounting standards for post-retirement benefits. The new standard does not require funding of OPEB expense, but any difference between the annual required contribution (ARC) and the amount funded during the year is required to be recorded in the employer's financial statement as an increase (or decrease) in the net OPEB obligation. The effective date for implementation of GASB 45 by Kleberg County is October 1, 2007. Accordingly, the County did obtain an actuarial valuation in accordance with GASB 45 standards as of October 1, 2007, 2009, and 2011, and discloses the following:

Plan Description and Funding Policy

Employees who retire from Kleberg County are eligible to continue to participate in the County's health insurance programs at the employee group rate which is determined annually by Kleberg County and approved by the Commissioner's Court. Retirees have 31 days to elect to enroll in the County's self-funded health insurance plan in which they were participating at the time of retirement unless otherwise stated in a plan document or collective bargaining agreement. As of September 30, 2014, a total of 13 eligible retirees and dependents were participating in the County's group health program. The County provides one-half of the funding for retiree premiums. Retiree's dependents are excluded from the calculation and are eligible to continue health coverage at the designated COBRA rates during their eligibility period. Dependent children were not included in the County liability since children do not have a material impact.

Annual OPEB Cost and Net OPEB Obligation

The County's annual other post-employment benefit (OPEB) cost 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 to amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The County's annual OPEB cost for each plan for the current year is as follows:

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Fiscal Year 2,014	Fiscal Year 2,013	Fiscal Year 2,012
OPEB Cost:			
Normal Cost	\$ 20,692	\$ 37,073	\$ 37,073
Minimum Amortization of UAL	34,076	46,106	46,106
Interest Adjustment to Year-end	37,978	3,327	3,327
Annual Required Contribution	92,746	86,506	86,506
ARC adjustment	5,609	9,124	11,375
Interest Adjustment to Net OPEB Obligation	(6,159)	(6,970)	(8,690)
OPEB Cost	92,196	88,660	89,191
Contributions Made	(92,746)	(68,386)	(46,199)
Increase in Net OPEB Obligation	(550)	20,274	42,992
Net OPEB Obligation - beginning of year	(153,986)	(174,260)	(217,252)
Net OPEB Obligation - end of year	\$ (154,536)	\$ (153,986)	\$ (174,260)

The County has met the reporting requirements of GASB 45. As the Net OPEB Obligation, as calculated above, is an asset to the County's financial statements, the OPEB excess funding (asset) has not been accrued in the current year.

Trend Information for the Plan

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
09/30/10	68,180	133.3%	(5,987)
09/30/11	68,251	409.5%	(217,252)
09/30/12	89,191	51.8%	(174,260)
09/30/13	88,660	77.1%	(153,986)
09/30/14	92,196	10059.0%	(154,536)

Funded Status and Funding Progress

The funded status of the plan as of September 30, 2014, was as follows:

Actuarial Valuation Date	10/01/2013
Actuarial Value of Assets	--
Actuarial Accrued Liability	\$ 924,321
Unfunded Actuarial Liability	924,321
Funded Ratio	0.0%
Annualized Covered Payroll	\$ 4,887,273
Ratio of Unfunded Actuarial Liability to Annual Covered Payroll	18.9%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the status of the plan and the annual required contributions of the County are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Since this is the second year of implementation, no third year information is available.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Actuarial Methods and Assumptions

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

Measurement Date	October 1, 2013
Actuarial Cost Method	Entry - Age Normal Method
Amortization Period	30 Years Open
Amortization Method	Level Percent of Payroll
Discount Rate	4.00%
Inflation Rate at	3.00%
Healthcare Cost Trend Rate	8.0%
Payroll Growth Rate	4.5%

L. Health Care Coverage

The County began to self-insure for health insurance due to the high cost of commercial health insurance effective October 1, 2003. A stop loss policy, which covers health claims in excess of \$75,000 per individual with a maximum lifetime coverage of \$925,000, is kept in force. In addition, the County's aggregate stop loss coverage is \$1 million and the County maintains aggregate coverage of its group health expenses at 100% of projected claims. Settlements have not exceeded insurance coverage during the last two years. The self insurance plan was terminated as of September 30, 2011 and the County purchased Major Medical insurance for the 2012 year from TAC. (See Note I).

M. Commitments and Contingencies

1. Contingencies

The County participates in grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable may be impaired. In the opinion of the County, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

2. Litigation

The County is contingently liable in respect of lawsuits and other claims in the ordinary course of its operations. Should such contingencies become a Kleberg liability, funds would have to be appropriated in future budgets for settlement. The County had a few lawsuits and claims pending at September 30, 2012. The County's attorneys do not feel that any liability, if any, will be material enough to affect the County's financial condition.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

N. Deferred Compensation

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until the funds in the plan are held by PEBSCO (Public Employees Benefit Service Corporation, Columbus Ohio) as the plan administrator for the County. This plan qualifies under the requirements of the Internal Revenue Service Code Section 457, Subsection G. The funds are held in trust by PEBSCO for the exclusive benefit of the employees and their beneficiaries who will receive these funds directly from PEBSCO. Since these funds are directly remitted to PEBSCO by the County, the County no longer owns the amounts deferred by employees or related income on these amounts. Therefore, since this plan does not qualify to be included with the County's fiduciary funds, there are no plan assets included in the County's financial statements. It is noted, however, that as of September 30, 2013, PEBSCO had \$364,067 (fair market value) in the plan for County employees.

O. Prior Period Adjustment

The balance of net position at the beginning of the fiscal year 2014 has been restated from the balance previously reported in 2013, to reflect a reclassification of net assets of \$109,639 to implement the new GASB pronouncement number 65. Consequently, net position for 2013 has been restated to reflect this decrease. The effect of the implementation is a decrease to ending net position as of September 30, 2014.

The balance of net position at the beginning of the fiscal year 2014 has been restated from the previously reported in 2013, to reflect an adjustment of \$60,325 for an overstatement of revenue. Consequently, net position for 2013 has been restated to reflect this decrease. The effect of the correction is a decrease to ending net position as of September 30, 2014.

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Required Supplementary Information

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

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

EXHIBIT B-1
Page 1 of 5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
General Property Taxes	\$ 10,106,595	\$ 10,120,701	\$ 10,133,226	\$ 12,525
General Sales and Use Taxes	2,211,300	2,211,300	2,227,151	15,851
License and Permits	47,800	47,800	58,495	10,695
Intergovernmental	231,500	51,500	371,628	320,128
Charges for Services	820,354	820,354	955,641	135,287
Fines and Forfeitures	104,487	263,630	415,367	151,737
Fees of Office	40,800	40,800	85,352	44,552
Investment Earnings	4,100	4,398	1,593	(2,805)
Refunds & Reimbursements	188,695	188,695	107,667	(81,028)
Seawind Revenue	320,000	320,000	505,073	185,073
Miscellaneous Revenues	81,360	81,360	168,739	87,379
Contributions & Donations	91,255	91,255	28,994	(62,261)
Miscellaneous-Park & Recreational	260,000	260,000	--	(260,000)
Total Revenues	14,508,246	14,501,793	15,058,926	557,133
EXPENDITURES:				
General Government				
Administrator				
Personal Services	43,629	62,122	60,861	1,261
Supplies	870	870	752	118
Other Services and Charges	1,105	1,105	888	217
Total Administrator	45,604	64,097	62,501	1,596
Commissioners Court				
Supplies	22,500	22,500	22,500	--
Other Services and Charges	139,232	139,232	135,832	3,400
Total Commissioners Court	161,732	161,732	158,332	3,400
County Judge				
Personal Services	111,101	129,665	128,517	1,148
Supplies	1,848	1,848	1,371	477
Other Services and Charges	17,484	17,484	14,654	2,830
Total County Judge	130,433	148,997	144,542	4,455
County Clerk				
Personal Services	365,111	377,365	377,365	--
Supplies	23,847	23,847	23,847	--
Other Services and Charges	30,729	30,729	30,729	--
Total County Clerk	419,687	431,941	431,941	--
Veterans Service				
Personal Services	54,233	56,727	56,726	1
Supplies	14,136	14,136	13,821	315
Other Services and Charges	24,883	24,883	17,392	7,491
Total Veterans Service	93,252	95,746	87,939	7,807
County Auditor				
Personal Services	316,045	344,441	332,186	12,255
Supplies	8,130	8,130	5,746	2,384
Other Services and Charges	14,056	14,056	6,785	7,271
Total County Auditor	338,231	366,627	344,717	21,910
County Treasurer				
Personal Services	147,323	157,304	155,001	2,303
Supplies	1,289	1,289	1,289	--
Other Services and Charges	2,702	2,702	2,702	--
Total County Treasurer	151,314	161,295	158,992	2,303

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

EXHIBIT B-1
Page 2 of 5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Tax Assessor/Collector				
Personal Services	404,170	407,941	401,714	6,227
Supplies	21,324	21,324	21,139	185
Other Services and Charges	26,548	26,548	25,423	1,125
Total Tax Assessor-Collector	452,042	455,813	448,276	7,537
Emergency Management				
Personal Services	38,938	39,462	39,310	152
Supplies	41,176	41,176	36,395	4,781
Other Services and Charges	78,071	78,071	77,094	977
Capital Outlay	50	50	--	50
Total Emergency Management	158,235	158,759	152,799	5,960
Data Processing				
Personal Services	92,046	93,104	88,873	4,231
Supplies	18,850	18,850	15,543	3,307
Other Services and Charges	150,569	150,569	140,308	10,261
Total Data Processing	261,465	262,523	244,724	17,799
Non-Departmental				
Personal Services	206,097	182,429	182,147	282
Supplies	53,777	53,777	52,789	988
Other Services and Charges	1,365,804	1,365,804	1,315,570	50,234
Total Non-Departmental	1,625,678	1,602,010	1,550,506	51,504
Total General Government	3,837,674	3,909,541	3,785,269	124,272
Judicial				
County court				
Personal Services	174,525	177,343	175,231	2,112
Supplies	5,377	5,377	3,560	1,817
Other Services and Charges	88,316	88,316	81,911	6,405
Total County Court	268,218	271,036	260,702	10,334
District Court				
Personal Services	156,266	166,546	157,541	9,005
Supplies	4,241	4,241	1,531	2,710
Other Services and Charges	399,096	399,096	372,045	27,051
Total District Court	559,603	569,883	531,117	38,766
District Clerk				
Personal Services	291,229	293,561	293,549	12
Supplies	16,183	16,183	16,181	2
Other Services and Charges	9,330	9,330	9,330	--
Total District Clerk	316,742	319,074	319,060	14
Justice of the Peace				
Personal Services	400,634	411,697	404,209	7,488
Supplies	7,597	7,597	7,583	14
Other Services and Charges	40,337	40,337	39,589	748
Total Justice of the Peace	448,568	459,631	451,381	8,250
County Attorney				
Personal Services	260,991	261,614	250,734	10,880
Supplies	1,896	1,896	1,670	226
Other Services and Charges	5,252	5,252	4,467	785
Total County Attorney	268,139	268,762	256,871	11,891
District Attorney				
Personal Services	150,825	152,231	150,025	2,206
Supplies	3,944	3,944	3,926	18
Other Services and Charges	18,832	18,832	18,753	79
Total District Attorney	173,601	175,007	172,704	2,303

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

EXHIBIT B-1
Page 3 of 5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Law Library				
Personal Services	1,586	1,621	1,618	3
Supplies	8,513	8,513	8,107	406
Other Services and Charges	67	67	--	67
Total Law Library	10,166	10,201	9,725	476
Total Judicial	2,045,038	2,073,594	2,001,560	72,034
Public Safety				
Public Safety				
Personal Services	40,400	40,853	40,119	734
Supplies	1,247	1,247	736	511
Other Services and Charges	5,800	5,800	1,521	4,279
Total Public Safety	47,447	47,900	42,376	5,524
Maintenance				
Personal Services	308,653	317,017	281,350	35,667
Supplies	49,342	49,342	48,292	1,050
Other Services and Charges	216,909	216,909	214,817	2,092
Capital Outlay	14,353	14,353	8,500	5,853
Total Maintenance	589,257	597,621	552,959	44,662
Constables				
Personal Services	198,728	203,662	201,428	2,234
Supplies	19,098	19,098	16,777	2,321
Other Services and Charges	17,718	17,718	14,559	3,159
Total Constable	235,544	240,478	232,764	7,714
Sheriff				
Personal Services	3,128,753	3,208,319	3,028,636	179,683
Supplies	450,236	450,236	437,040	13,196
Other Services and Charges	542,967	730,261	651,776	78,485
Capital Outlay	79,869	79,869	74,591	5,278
Total Sheriff	4,201,825	4,468,685	4,192,043	276,642
Juvenile Board				
Personal Services	13,780	13,874	13,874	--
Total Juvenile Board	13,780	13,874	13,874	--
Warrant Officer				
Personal Services	44,889	48,429	47,281	1,148
Supplies	3,165	3,165	3,165	--
Other Services and Charges	3,534	3,534	3,534	--
Total Warrant Officer	51,588	55,128	53,980	1,148
Total Public Safety	5,139,439	5,423,685	5,087,996	335,689
Public Transportation				
Airport Pct 2				
Supplies	327	327	--	327
Other Services and Charges	25,718	25,718	16,778	8,940
Total Airport Pct 2	26,045	26,045	16,778	9,267
Weigh Station				
Personal Services	46,542	46,542	35,477	11,065
Other Services and Charges	18,800	18,800	16,005	2,795
Total Weigh Station	65,342	65,342	51,482	13,860
Total Public Transportation	91,387	91,387	68,260	23,127

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

EXHIBIT B-1
Page 4 of 5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Health and Welfare				
Health				
Personal Services	262,433	262,433	221,960	40,473
Supplies	40,080	40,080	23,542	16,538
Other Services and Charges	49,865	49,865	35,664	14,201
Capital Outlay	230	230	--	230
Total Health	352,608	352,608	281,166	71,442
Welfare				
Personal Services	123,370	124,229	112,779	11,450
Supplies	6,560	6,560	6,560	--
Other Services and Charges	60,422	60,422	60,388	34
Total Welfare	190,352	191,211	179,727	11,484
Indigent				
Personal Services	81,490	84,658	84,202	456
Supplies	3,144	3,144	561	2,583
Other Services and Charges	2,708	2,708	2,660	48
Total Indigent	87,342	90,510	87,423	3,087
Total Health and Welfare	630,301	634,329	548,316	86,013
Culture and Recreation				
Parks Department				
Personal Services	546,983	562,784	562,783	1
Supplies	61,504	61,504	60,775	729
Other Services and Charges	341,910	341,910	341,910	--
Capital Outlay	28,576	28,576	28,576	--
Total Parks Department	978,973	994,774	994,044	730
Library				
Personal Services	176,721	187,836	187,836	--
Supplies	37,905	37,905	37,905	--
Other Services and Charges	44,390	44,390	44,390	--
Total Library	259,016	270,131	270,131	--
Seawind				
Personal Services	115,237	115,957	114,358	1,599
Supplies	11,824	11,824	11,460	364
Other Services and Charges	160,600	160,600	160,209	391
Capital Outlay	20,049	20,049	20,049	--
Total Seawind	307,710	308,430	306,076	2,354
Padre Island				
Supplies	6,200	6,200	6,183	17
Other Services and Charges	2,800	2,800	2,774	26
Total Padre Island	9,000	9,000	8,957	43
Total Culture and Recreation	1,554,700	1,582,335	1,579,208	3,127
Conservation				
County Agent				
Personal Services	112,388	117,109	101,801	15,308
Supplies	4,971	4,971	3,861	1,110
Other Services and Charges	10,311	10,311	8,861	1,450
Total County Agent	127,670	132,391	114,523	17,868
Total Conservation	127,670	132,391	114,523	17,868
Total Expenditures	13,426,209	13,847,262	13,185,132	662,130
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,082,037	654,531	1,873,794	1,219,263

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
OTHER FINANCING SOURCES (USES):				
Transfers In	140,125	140,125	140,125	--
Transfers Out	(1,285,318)	(1,285,318)	(1,285,318)	--
Total Other Financing Sources (Uses)	<u>(1,145,193)</u>	<u>(1,145,193)</u>	<u>(1,145,193)</u>	<u>--</u>
Net Change in Fund Balances	(63,156)	(490,662)	728,601	1,219,263
Fund Balances - Beginning	2,099,045	2,099,044	2,223,963	124,919
Fund Balances - Ending	<u>\$ 2,035,889</u>	<u>\$ 1,608,382</u>	<u>\$ 2,952,564</u>	<u>\$ 1,344,182</u>

KLEBERG COUNTY, TEXAS
ROAD & BRIDGE
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT B-2

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
License and Permits	\$ 650,000	\$ 650,000	\$ 560,371	\$ (89,629)
Intergovernmental	30,000	15,000	31,926	16,926
Fines and Forfeitures	904,000	921,396	730,310	(191,086)
Investment Earnings	1,162	1,162	221	(941)
Miscellaneous Revenues	30,000	30,000	1,055	(28,945)
Total Revenues	<u>1,615,162</u>	<u>1,617,558</u>	<u>1,323,883</u>	<u>(293,675)</u>
EXPENDITURES:				
Public Transportation				
Public Transportation				
Personal Services	1,043,750	1,051,818	938,837	112,981
Supplies	180,149	185,960	96,200	89,760
Other Services and Charges	301,000	421,727	381,793	39,934
Capital Outlay	90,264	92,469	--	92,469
Total Public Transportation	<u>1,615,163</u>	<u>1,751,974</u>	<u>1,416,830</u>	<u>335,144</u>
Total Public Transportation	<u>1,615,162</u>	<u>1,751,974</u>	<u>1,416,830</u>	<u>335,144</u>
Total Expenditures	<u>1,615,162</u>	<u>1,751,974</u>	<u>1,416,830</u>	<u>335,144</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(134,416)</u>	<u>(92,947)</u>	<u>41,469</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
 Net Change in Fund Balances	 --	 (134,416)	 (92,947)	 41,469
Fund Balances - Beginning	630,222	630,222	679,199	48,977
Fund Balances - Ending	<u>\$ 630,222</u>	<u>\$ 495,806</u>	<u>\$ 586,252</u>	<u>\$ 90,446</u>

KLEBERG COUNTY, TEXAS
D.A.'S FORFEITURE
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT B-3

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 127,000	\$ 244,591	\$ 144,591	\$ (100,000)
Fines and Forfeitures	634,251	634,261	284,320	(349,941)
Investment Earnings	2,420	1,810	659	(1,151)
Miscellaneous Revenues	--	10	10	--
Total Revenues	<u>763,671</u>	<u>880,672</u>	<u>429,580</u>	<u>(451,092)</u>
EXPENDITURES:				
Judicial				
District Attorney				
Personal Services	514,353	667,151	441,837	225,314
Supplies	39,103	31,398	17,644	13,754
Other Services and Charges	145,215	191,826	124,329	67,497
Capital Outlay	65,000	59,815	5,725	54,090
Total District Attorney	<u>763,671</u>	<u>950,190</u>	<u>589,535</u>	<u>360,655</u>
Total Judicial	<u>763,671</u>	<u>950,190</u>	<u>589,535</u>	<u>360,655</u>
Total Expenditures	<u>763,671</u>	<u>950,190</u>	<u>589,535</u>	<u>360,655</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	(69,518)	(159,955)	(90,437)
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	--	--	--	--
 Net Change in Fund Balances	--	(69,518)	(159,955)	(90,437)
 Fund Balances - Beginning	<u>1,677,992</u>	<u>1,677,992</u>	<u>1,630,968</u>	<u>(47,024)</u>
Fund Balances - Ending	<u>\$ 1,677,992</u>	<u>\$ 1,608,474</u>	<u>\$ 1,471,013</u>	<u>\$ (137,461)</u>

KLEBERG COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
YEAR ENDED SEPTEMBER 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
9/30/12	\$ 23,150,669	\$ 26,451,920	\$ 3,301,251	87.5%	\$ 7,535,008	43.8%
9/30/13	23,736,335	28,035,941	4,299,606	84.7%	7,470,328	57.6%
9/30/14	24,684,883	28,096,394	3,411,511	87.9%	8,250,657	41.3%

Note: Funding information may differ from prior year combined data due to plan changes effective 1/1/2008.

OBEB:						
10/1/09	\$ -	\$ 874,234	\$ 874,234	--	\$ 4,342,187	20.1%
10/1/11	-	880,561	880,561	--	4,466,217	19.7%
10/1/13	-	924,321	924,321	--	4,887,273	18.9%

Note: Actuarial valuations are completed every two years.

KLEBERG COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

The basis of budgeting in the Budgetary Comparison Schedules included in the Required Supplementary Information is the same as Accounting Principles Generally Accepted in the United States of America (GAAP).

Combining Statements and Budget Comparisons as Supplementary Information

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

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

	Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS			
Assets:			
Cash and Cash Equivalents	\$ 1,551,565	\$ 8,478	\$ 1,560,043
Equity in Pooled Cash	762,249	7,742	769,991
Accounts Receivable	146,722	--	146,722
Intergovernmental Receivable	1,873,411	--	1,873,411
Interfund Receivables	5,819	--	5,819
Prepaid Items	8,425	--	8,425
Total Assets	<u>\$ 4,348,191</u>	<u>\$ 16,220</u>	<u>\$ 4,364,411</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 996,565	\$ 376	\$ 996,941
Overdraft in Pooled Cash	662,114	--	662,114
Accrued Wages Payable	39,376	--	39,376
Interfund Payables	133,654	--	133,654
Due to Other Governments and Agencies	174,902	--	174,902
Total Liabilities	<u>2,006,611</u>	<u>376</u>	<u>2,006,987</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue -- Property Taxes			
Total Deferred Inflows of Resources			
Fund Balances:			
Restricted	1,690,445	15,844	1,706,289
Committed	651,135	--	651,135
Total Fund Balance	<u>2,341,580</u>	<u>15,844</u>	<u>2,357,424</u>
Total Liabilities and Fund Balance	<u>\$ 4,348,191</u>	<u>\$ 16,220</u>	<u>\$ 4,364,411</u>

KLEBERG COUNTY, TEXAS

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

	Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenue:			
Taxes:			
Gross Receipts Business Taxes	\$ 45,182	\$ --	\$ 45,182
Intergovernmental	4,548,295	--	4,548,295
Charges for Services	184,691	--	184,691
Fines and Forfeitures	588,534	--	588,534
Fees of Office	684,870	--	684,870
Investment Earnings	3,777	21	3,798
Golf Course Revenue	320,926	--	320,926
Miscellaneous Revenues	189,762	--	189,762
Contributions & Donations	99,916	--	99,916
Total Revenues	<u>6,665,953</u>	<u>21</u>	<u>6,665,974</u>
Expenditures:			
Current:			
General Government	585,534	--	585,534
Judicial	41,808	--	41,808
Public Safety	2,377,842	9,864	2,387,706
Public Transportation	21,943	--	21,943
Health and Welfare	3,214,990	--	3,214,990
Culture and Recreation	1,380,053	--	1,380,053
Total Expenditures	<u>7,622,170</u>	<u>9,864</u>	<u>7,632,034</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(956,217)</u>	<u>(9,843)</u>	<u>(966,060)</u>
Other Financing Sources (Uses):			
Transfers In	1,282,120	10,000	1,292,120
Transfers Out	(146,927)	--	(146,927)
Total Other Financing Sources (Uses)	<u>1,135,193</u>	<u>10,000</u>	<u>1,145,193</u>
Net Change in Fund Balances	178,976	157	179,133
Fund Balances - Beginning	2,222,929	15,687	2,238,616
Prior Period Adjustment	(60,325)	--	(60,325)
Fund Balances - Ending	<u>\$ 2,341,580</u>	<u>\$ 15,844</u>	<u>\$ 2,357,424</u>

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

	<u>Parks Donations</u>	<u>Storage and Contraband Fees</u>	<u>100th Celebration Fund</u>	<u>Chapter 59 Salary Supplement</u>
ASSETS				
Assets:				
Cash and Cash Equivalents	\$ --	\$ 167,706	\$ --	\$ --
Equity in Pooled Cash	42,955	--	--	--
Accounts Receivable	--	110	--	14,817
Intergovernmental Receivable	--	--	--	--
Interfund Receivables	--	--	--	--
Prepaid items	--	--	--	--
Total Assets	<u>\$ 42,955</u>	<u>\$ 167,816</u>	<u>\$ --</u>	<u>\$ 14,817</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 2,729	\$ --	\$ --	\$ --
Overdraft in Pooled Cash	--	--	--	--
Accrued Wages Payable	--	--	--	--
Interfund Payables	--	--	--	--
Due to Other Governments and Agencies	--	--	--	--
Total Liabilities	<u>2,729</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted	--	167,816	--	14,817
Committed	40,226	--	--	--
Total Fund Balance	<u>40,226</u>	<u>167,816</u>	<u>--</u>	<u>14,817</u>
Total Liabilities and Fund Balance	<u>\$ 42,955</u>	<u>\$ 167,816</u>	<u>\$ --</u>	<u>\$ 14,817</u>

Sheriff Chapter 59 Forfeiture	CPS Exxon Building	Kleberg Juvenile & Community Supervision	Hotel/Motel Occupancy Tax Fund	Sheriff Drug
\$ 184,490	\$ 39,634	\$ --	\$ 26,396	\$ 121,434
--	4,068	41,076	--	--
--	--	--	13,179	--
--	--	--	--	--
--	--	4,000	--	--
--	--	125	--	--
<u>\$ 184,490</u>	<u>\$ 43,702</u>	<u>\$ 45,201</u>	<u>\$ 39,575</u>	<u>\$ 121,434</u>
\$ --	\$ 1,970	\$ 6,438	\$ 3,110	\$ --
--	--	--	346	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>1,970</u>	<u>6,438</u>	<u>3,456</u>	<u>--</u>
184,490	--	--	36,119	121,434
--	41,732	38,763	--	--
<u>184,490</u>	<u>41,732</u>	<u>38,763</u>	<u>36,119</u>	<u>121,434</u>
<u>\$ 184,490</u>	<u>\$ 43,702</u>	<u>\$ 45,201</u>	<u>\$ 39,575</u>	<u>\$ 121,434</u>

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

	<u>JAG Grant</u>	<u>Kleberg County 911 Addressing</u>	<u>Constable #3 Forfeiture Fund</u>	<u>Co. Atty Pretrial Diversion</u>
ASSETS				
Assets:				
Cash and Cash Equivalents	\$ --	\$ --	\$ 43,891	\$ --
Equity in Pooled Cash	--	2,030	--	47,513
Accounts Receivable	--	--	--	980
Intergovernmental Receivable	39,475	--	--	--
Interfund Receivables	--	--	--	--
Prepaid items	--	--	1,261	--
Total Assets	<u>\$ 39,475</u>	<u>\$ 2,030</u>	<u>\$ 45,152</u>	<u>\$ 48,493</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ --	\$ 1,275	\$ 145	\$ --
Overdraft in Pooled Cash	7,927	--	--	--
Accrued Wages Payable	--	--	--	--
Interfund Payables	31,548	--	--	--
Due to Other Governments and Agencies	--	--	--	--
Total Liabilities	<u>39,475</u>	<u>1,275</u>	<u>145</u>	<u>--</u>
Fund Balances:				
Restricted	--	755	45,007	48,493
Committed	--	--	--	--
Total Fund Balance	<u>--</u>	<u>755</u>	<u>45,007</u>	<u>48,493</u>
Total Liabilities and Fund Balance	<u>\$ 39,475</u>	<u>\$ 2,030</u>	<u>\$ 45,152</u>	<u>\$ 48,493</u>

<u>Operation Stonegarden Grant</u>	<u>Indigent Care Fund</u>	<u>Texas CDBG #711265</u>	<u>HMLD Security Grant Program/ Citizen Cops</u>	<u>2010 Homeland Security Grant</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	104,779	--	--	--
--	7	--	--	--
--	--	--	--	505
--	1,819	--	--	--
--	--	--	--	--
<u>\$ --</u>	<u>\$ 106,605</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 505</u>
\$ --	\$ 50,397	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	505
--	--	--	--	--
<u>--</u>	<u>50,397</u>	<u>--</u>	<u>--</u>	<u>505</u>
--	--	--	--	--
--	56,208	--	--	--
--	56,208	--	--	--
<u>\$ --</u>	<u>\$ 106,605</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 505</u>

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

	Golf Course Fund	Juvenile Probation Fund	Park Grant (CIAP) #2	GLO 10-5085- 000-5063
ASSETS				
Assets:				
Cash and Cash Equivalents	\$ 184,757	\$ --	\$ --	\$ --
Equity in Pooled Cash	1,000	31,665	--	--
Accounts Receivable	--	--	--	--
Intergovernmental Receivable	--	27,612	314,870	27,179
Interfund Receivables	--	--	--	--
Prepaid items	--	2	--	--
Total Assets	<u>\$ 185,757</u>	<u>\$ 59,279</u>	<u>\$ 314,870</u>	<u>\$ 27,179</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 6,073	\$ 26,881	\$ 278,021	\$ 26,929
Overdraft in Pooled Cash	--	--	36,849	250
Accrued Wages Payable	3,685	--	--	--
Interfund Payables	--	--	--	--
Due to Other Governments and Agencies	--	--	--	--
Total Liabilities	<u>9,758</u>	<u>26,881</u>	<u>314,870</u>	<u>27,179</u>
Fund Balances:				
Restricted	--	32,398	--	--
Committed	175,999	--	--	--
Total Fund Balance	<u>175,999</u>	<u>32,398</u>	<u>--</u>	<u>--</u>
Total Liabilities and Fund Balance	<u>\$ 185,757</u>	<u>\$ 59,279</u>	<u>\$ 314,870</u>	<u>\$ 27,179</u>

<u>DRS-210087</u>	<u>Community Supervision</u>	<u>Local Border Security</u>	<u>CSCD Personal Bond Unit</u>	<u>Title IV-E Expenses</u>
\$ --	\$ 189,419	\$ --	\$ 130,003	\$ --
--	20,727	13,418	99,094	105,496
--	41,135	--	17,279	--
127,336	--	--	--	724
--	--	--	--	--
--	2,213	--	649	--
<u>\$ 127,336</u>	<u>\$ 253,494</u>	<u>\$ 13,418</u>	<u>\$ 247,025</u>	<u>\$ 106,220</u>
\$ --	\$ 6,354	\$ --	\$ 393	\$ --
127,336	115,823	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	13,418	--	--
<u>127,336</u>	<u>122,177</u>	<u>13,418</u>	<u>393</u>	<u>--</u>
--	131,317	--	--	106,220
--	--	--	246,632	--
<u>--</u>	<u>131,317</u>	<u>--</u>	<u>246,632</u>	<u>106,220</u>
<u>\$ 127,336</u>	<u>\$ 253,494</u>	<u>\$ 13,418</u>	<u>\$ 247,025</u>	<u>\$ 106,220</u>

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

	2011 Stonegarden Grant	2011 SHSP LEPTA/HMLD Grants	Operation Border Star	H/S Agriculture Grant
ASSETS				
Assets:				
Cash and Cash Equivalents	\$ --	\$ --	\$ --	\$ --
Equity in Pooled Cash	145,222	--	23,188	1,448
Accounts Receivable	--	--	--	--
Intergovernmental Receivable	157,020	--	--	--
Interfund Receivables	--	--	--	--
Prepaid items	--	--	--	--
Total Assets	<u>\$ 302,242</u>	<u>\$ --</u>	<u>\$ 23,188</u>	<u>\$ 1,448</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 143,912	\$ --	\$ --	\$ 1,448
Overdraft in Pooled Cash	--	--	--	--
Accrued Wages Payable	--	--	--	--
Interfund Payables	--	--	--	--
Due to Other Governments and Agencies	--	--	23,188	--
Total Liabilities	<u>143,912</u>	<u>--</u>	<u>23,188</u>	<u>1,448</u>
Fund Balances:				
Restricted	158,330	--	--	--
Committed	--	--	--	--
Total Fund Balance	<u>158,330</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Liabilities and Fund Balance	<u>\$ 302,242</u>	<u>\$ --</u>	<u>\$ 23,188</u>	<u>\$ 1,448</u>

Dist. Clk Records Mgmt and Preservation	Courthouse Security	J.P.'s Tech Fund	Constable #2 Forfeiture Fund	2012 Operation Stonegarder Grant
\$ 3,004	\$ --	\$ 124,830	\$ --	\$ 42,021
35,980	4,933	--	5,052	--
560	1,829	1,128	--	--
--	--	--	--	344,886
--	--	--	--	--
--	--	2,975	--	--
<u>\$ 39,544</u>	<u>\$ 6,762</u>	<u>\$ 128,933</u>	<u>\$ 5,052</u>	<u>\$ 386,907</u>
\$ --	\$ 312	\$ 2,084	\$ --	\$ 274,529
--	--	16,996	--	--
--	--	--	--	--
--	--	--	--	59,979
<u>--</u>	<u>312</u>	<u>19,080</u>	<u>--</u>	<u>334,508</u>
39,544	6,450	109,853	5,052	52,399
--	--	--	--	--
<u>39,544</u>	<u>6,450</u>	<u>109,853</u>	<u>5,052</u>	<u>52,399</u>
<u>\$ 39,544</u>	<u>\$ 6,762</u>	<u>\$ 128,933</u>	<u>\$ 5,052</u>	<u>\$ 386,907</u>

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

	2012 SHSP/LEAP GRANT	H.A.V.A. Grant	County Clerks	Records Management
ASSETS				
Assets:				
Cash and Cash Equivalents	\$ --	\$ --	\$ --	\$ 129,493
Equity in Pooled Cash	--	--	49,221	48,596
Accounts Receivable	--	--	--	6,135
Intergovernmental Receivable	29,824	--	--	--
Interfund Receivables	--	--	--	--
Prepaid items	--	--	1,200	--
Total Assets	<u>\$ 29,824</u>	<u>\$ --</u>	<u>\$ 50,421</u>	<u>\$ 184,224</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ --	\$ --	\$ --	\$ 1,596
Overdraft in Pooled Cash	4,307	--	--	--
Accrued Wages Payable	--	--	--	1,011
Interfund Payables	--	--	--	--
Due to Other Governments and Agencies	--	--	--	--
Total Liabilities	<u>4,307</u>	<u>--</u>	<u>--</u>	<u>2,607</u>
Fund Balances:				
Restricted	25,517	--	--	181,617
Committed	--	--	50,421	--
Total Fund Balance	<u>25,517</u>	<u>--</u>	<u>50,421</u>	<u>181,617</u>
Total Liabilities and Fund Balance	<u>\$ 29,824</u>	<u>\$ --</u>	<u>\$ 50,421</u>	<u>\$ 184,224</u>

<u>Houston HIDTA Grant</u>	<u>D.A.'s Hot Check</u>	<u>Constable #1 Forfeiture</u>	<u>Firefighters Grant</u>	<u>Constable Pct 4 Forfeiture</u>
\$ --	\$ --	\$ --	\$ 2,572	\$ 154,753
5,939	15,296	209	--	--
--	--	--	--	--
24,299	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 30,238</u>	<u>\$ 15,296</u>	<u>\$ 209</u>	<u>\$ 2,572</u>	<u>\$ 154,753</u>
\$ 3,122	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
1,384	--	--	--	--
22,967	--	--	--	--
2,765	--	--	--	--
<u>30,238</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	15,296	209	2,572	154,753
--	--	--	--	--
--	<u>15,296</u>	<u>209</u>	<u>2,572</u>	<u>154,753</u>
<u>\$ 30,238</u>	<u>\$ 15,296</u>	<u>\$ 209</u>	<u>\$ 2,572</u>	<u>\$ 154,753</u>

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

	<u>2013 Operation Stonegarden Grant Fund</u>	<u>U.S. Marshals/ Constable Pct 4 Forfeiture</u>	<u>County Attorney's Asset Forfeiture Fund</u>	<u>County Attorney Hot Checks Fund</u>
ASSETS				
Assets:				
Cash and Cash Equivalents	\$ --	\$ --	\$ 1,154	\$ 252
Equity in Pooled Cash	--	4,595	--	1,823
Accounts Receivable	--	--	--	555
Intergovernmental Receivable	176,275	--	--	--
Interfund Receivables	--	--	--	--
Prepaid items	--	--	--	--
Total Assets	<u>\$ 176,275</u>	<u>\$ 4,595</u>	<u>\$ 1,154</u>	<u>\$ 2,630</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 9,449	\$ --	\$ --	\$ 101
Overdraft in Pooled Cash	86,848	--	--	--
Accrued Wages Payable	6,325	--	--	--
Interfund Payables	--	--	--	--
Due to Other Governments and Agencies	73,653	--	--	--
Total Liabilities	<u>176,275</u>	<u>--</u>	<u>--</u>	<u>101</u>
Fund Balances:				
Restricted	--	4,595	--	2,529
Committed	--	--	1,154	--
Total Fund Balance	<u>--</u>	<u>4,595</u>	<u>1,154</u>	<u>2,529</u>
Total Liabilities and Fund Balance	<u>\$ 176,275</u>	<u>\$ 4,595</u>	<u>\$ 1,154</u>	<u>\$ 2,630</u>

2009 Operation Stonegarden Grant	Human Services 1/1-12/31	Human Services Neighbor to Neighbor	C.J.D. 9/1-8/31	Office of the Governor Grant
\$ --	\$ --	\$ --	\$ --	\$ --
67,814	(231,513)	9,553	9,085	--
--	620	--	--	--
--	397,638	--	--	28,800
--	--	--	--	--
--	--	--	--	--
<u>\$ 67,814</u>	<u>\$ 166,745</u>	<u>\$ 9,553</u>	<u>\$ 9,085</u>	<u>\$ 28,800</u>
\$ --	\$ 2,577	\$ 1,347	\$ --	\$ 28,800
--	--	--	--	--
--	2,182	--	--	--
65,915	--	--	--	--
1,899	--	--	--	--
<u>67,814</u>	<u>4,759</u>	<u>1,347</u>	<u>--</u>	<u>28,800</u>
--	161,986	8,206	9,085	--
--	--	--	--	--
--	<u>161,986</u>	<u>8,206</u>	<u>9,085</u>	<u>--</u>
<u>\$ 67,814</u>	<u>\$ 166,745</u>	<u>\$ 9,553</u>	<u>\$ 9,085</u>	<u>\$ 28,800</u>

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

	2009 Homeland Security Grant	Human Services	Human Services 10/1-9/30
ASSETS			
Assets:			
Cash and Cash Equivalents	\$ --	\$ --	\$ --
Equity in Pooled Cash	12,719	5,207	--
Accounts Receivable	--	5,626	40,662
Intergovernmental Receivable	--	58,083	22,334
Interfund Receivables	--	--	--
Prepaid items	--	--	--
Total Assets	<u>\$ 12,719</u>	<u>\$ 68,916</u>	<u>\$ 62,996</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ --	\$ 92,910	\$ 22,076
Overdraft in Pooled Cash	--	--	150,744
Accrued Wages Payable	--	15,626	9,102
Interfund Payables	12,719	--	--
Due to Other Governments and Agencies	--	--	--
Total Liabilities	<u>12,719</u>	<u>108,536</u>	<u>181,922</u>
Fund Balances:			
Restricted	--	(39,620)	(118,926)
Committed	--	--	--
Total Fund Balance	<u>--</u>	<u>(39,620)</u>	<u>(118,926)</u>
Total Liabilities and Fund Balance	<u>\$ 12,719</u>	<u>\$ 68,916</u>	<u>\$ 62,996</u>

CDBG #727075	Airport Ramp Grant	Buffer Zone Protection Plan Grant	G.L.O. Grants
\$ -- -- 2,100 -- -- --	\$ 5,687 30,824 -- 7,052 -- --	\$ 69 -- -- -- -- --	\$ -- 3,237 -- -- -- --
<u>\$ 2,100</u>	<u>\$ 43,563</u>	<u>\$ 69</u>	<u>\$ 3,237</u>
\$ 1,559 541 -- -- --	\$ -- -- -- -- --	\$ -- -- -- -- --	\$ -- -- -- -- --
<u>2,100</u>	<u>--</u>	<u>--</u>	<u>--</u>
-- -- --	43,563 -- 43,563	69 -- 69	3,237 -- 3,237
<u>\$ 2,100</u>	<u>\$ 43,563</u>	<u>\$ 69</u>	<u>\$ 3,237</u>

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

	CDBG Grant #729095	Park Grant (CIAP)	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
ASSETS			
Assets:			
Cash and Cash Equivalents	\$ --	\$ --	\$ 1,551,565
Equity in Pooled Cash	--	--	762,249
Accounts Receivable	--	--	146,722
Intergovernmental Receivable	--	89,499	1,873,411
Interfund Receivables	--	--	5,819
Prepaid items	--	--	8,425
Total Assets	<u>\$ --</u>	<u>\$ 89,499</u>	<u>\$ 4,348,191</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ --	\$ 28	\$ 996,565
Overdraft in Pooled Cash	--	114,147	662,114
Accrued Wages Payable	--	61	39,376
Interfund Payables	--	--	133,654
Due to Other Governments and Agencies	--	--	174,902
Total Liabilities	<u>--</u>	<u>114,236</u>	<u>2,006,611</u>
Fund Balances:			
Restricted	--	(24,737)	1,690,445
Committed	--	--	651,135
Total Fund Balance	<u>--</u>	<u>(24,737)</u>	<u>2,341,580</u>
Total Liabilities and Fund Balance	<u>\$ --</u>	<u>\$ 89,499</u>	<u>\$ 4,348,191</u>

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KLEBERG COUNTY, TEXAS

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

	Parks Donations	Storage and Contraband Fees	100th Celebration Fund	Chapter 59 Salary Supplement
Revenue:				
Taxes:				
Gross Receipts Business Taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	--
Charges for Services	--	--	--	--
Fines and Forfeitures	--	633	--	--
Fees of Office	--	--	--	--
Investment Earnings	65	57	--	--
Golf Course Revenue	--	--	--	--
Miscellaneous Revenues	--	--	217	--
Contributions & Donations	16,200	--	--	--
Total Revenues	<u>16,265</u>	<u>690</u>	<u>217</u>	<u>--</u>
Expenditures:				
Current:				
General Government	--	--	27,610	--
Judicial	--	--	--	--
Public Safety	--	--	--	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	--
Culture and Recreation	28,166	--	--	--
Total Expenditures	<u>28,166</u>	<u>--</u>	<u>27,610</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(11,901)</u>	<u>690</u>	<u>(27,393)</u>	<u>--</u>
Other Financing Sources (Uses):				
Transfers In	--	--	--	--
Transfers Out	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(11,901)	690	(27,393)	--
Fund Balances - Beginning	52,127	167,126	27,393	14,817
Prior Period Adjustment	--	--	--	--
Fund Balances - Ending	<u>\$ 40,226</u>	<u>\$ 167,816</u>	<u>\$ --</u>	<u>\$ 14,817</u>

Sheriff Chapter 59 Forfeiture	CPS Exxon Building	Kleberg Juvenile & Community Supervision	Hotel/Motel Occupancy Tax Fund	Sheriff Drug
\$ --	\$ --	\$ --	\$ 45,182	\$ --
--	--	8,297	--	--
--	86,400	--	--	--
446,327	--	170	--	67,010
--	--	--	--	--
253	49	18	8	164
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>446,580</u>	<u>86,449</u>	<u>8,485</u>	<u>45,190</u>	<u>67,174</u>
--	--	--	--	--
--	--	--	--	--
307,055	55,761	172,490	--	100,001
--	--	--	--	--
--	--	--	--	--
--	--	--	24,457	--
<u>307,055</u>	<u>55,761</u>	<u>172,490</u>	<u>24,457</u>	<u>100,001</u>
<u>139,525</u>	<u>30,688</u>	<u>(164,005)</u>	<u>20,733</u>	<u>(32,827)</u>
--	--	169,527	--	--
--	(100,000)	--	--	--
<u>--</u>	<u>(100,000)</u>	<u>169,527</u>	<u>--</u>	<u>--</u>
<u>139,525</u>	<u>(69,312)</u>	<u>5,522</u>	<u>20,733</u>	<u>(32,827)</u>
44,965	111,044	33,241	15,386	154,261
--	--	--	--	--
<u>\$ 184,490</u>	<u>\$ 41,732</u>	<u>\$ 38,763</u>	<u>\$ 36,119</u>	<u>\$ 121,434</u>

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

	Kleberg County 911 Addressing	Constable #3 Forfeiture Fund	Co. Atty Pretrial Diversion	Indigent Care Fund
Revenue:				
Taxes:				
Gross Receipts Business Taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	--	--
Charges for Services	--	--	--	--
Fines and Forfeitures	--	29,099	27,362	--
Fees of Office	--	--	--	--
Investment Earnings	--	14	--	210
Golf Course Revenue	--	--	--	--
Miscellaneous Revenues	--	--	--	--
Contributions & Donations	--	--	--	--
Total Revenues	<u>--</u>	<u>29,113</u>	<u>27,362</u>	<u>210</u>
Expenditures:				
Current:				
General Government	43,035	--	--	--
Judicial	--	--	--	--
Public Safety	--	5,172	--	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	725,272
Culture and Recreation	--	--	--	--
Total Expenditures	<u>43,035</u>	<u>5,172</u>	<u>--</u>	<u>725,272</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(43,035)</u>	<u>23,941</u>	<u>27,362</u>	<u>(725,062)</u>
Other Financing Sources (Uses):				
Transfers In	43,790	--	--	729,933
Transfers Out	--	--	--	--
Total Other Financing Sources (Uses)	<u>43,790</u>	<u>--</u>	<u>--</u>	<u>729,933</u>
Net Change in Fund Balances	755	23,941	27,362	4,871
Fund Balances - Beginning	--	21,066	21,131	51,337
Prior Period Adjustment	--	--	--	--
Fund Balances - Ending	<u>\$ 755</u>	<u>\$ 45,007</u>	<u>\$ 48,493</u>	<u>\$ 56,208</u>

<u>Golf Course Fund</u>	<u>Juvenile Probation Fund</u>	<u>Park Grant (CIAP) #2</u>	<u>DRS-210087</u>	<u>Community Supervision</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	280,817	1,009,403	441,244	374,747
--	--	--	--	--
--	--	--	--	413,710
--	--	--	--	2,578
320,926	--	--	--	--
--	--	--	--	53,044
--	--	--	--	--
<u>320,926</u>	<u>280,817</u>	<u>1,009,403</u>	<u>441,244</u>	<u>844,079</u>
--	--	--	441,244	--
--	--	--	--	--
--	236,376	--	--	932,013
--	--	--	--	--
--	--	--	--	--
317,525	--	1,009,403	--	--
<u>317,525</u>	<u>236,376</u>	<u>1,009,403</u>	<u>441,244</u>	<u>932,013</u>
3,401	44,441	--	--	(87,934)
35,000	--	--	--	3,932
--	--	--	--	(3,932)
<u>35,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
38,401	44,441	--	--	(87,934)
137,598	(12,043)	--	--	219,251
--	--	--	--	--
<u>\$ 175,999</u>	<u>\$ 32,398</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 131,317</u>

KLEBERG COUNTY, TEXAS

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

	CSCD Personal Bond Unit	Title IV-E Expenses	2011 Stonegarden Grant	H/S Agriculture Grant
Revenue:				
Taxes:				
Gross Receipts Business Taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	9,219	174,266	21,815
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	162,688	--	--	--
Investment Earnings	--	110	--	--
Golf Course Revenue	--	--	--	--
Miscellaneous Revenues	--	--	--	--
Contributions & Donations	--	--	--	--
Total Revenues	<u>162,688</u>	<u>9,329</u>	<u>174,266</u>	<u>21,815</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	--	--	--	--
Public Safety	216,677	--	15,936	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	29,181
Culture and Recreation	--	--	--	--
Total Expenditures	<u>216,677</u>	<u>--</u>	<u>15,936</u>	<u>29,181</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(53,989)</u>	<u>9,329</u>	<u>158,330</u>	<u>(7,366)</u>
Other Financing Sources (Uses):				
Transfers In	--	--	--	--
Transfers Out	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>(53,989)</u>	<u>9,329</u>	<u>158,330</u>	<u>(7,366)</u>
Fund Balances - Beginning	300,621	96,891	--	7,366
Prior Period Adjustment	--	--	--	--
Fund Balances - Ending	<u>\$ 246,632</u>	<u>\$ 106,220</u>	<u>\$ 158,330</u>	<u>\$ --</u>

<u>Dist. Clk Records Mgmt and Preservation</u>	<u>Courthouse Security</u>	<u>J.P.'s Tech Fund</u>	<u>Constable #2 Forfeiture Fund</u>	<u>2012 Operation Stonegarder Grant</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	65,000	--	--	166,973
--	--	--	--	--
--	--	17,933	--	--
8,997	26,235	--	--	--
--	--	43	9	--
--	--	--	--	--
--	--	--	--	--
<u>8,997</u>	<u>91,235</u>	<u>17,976</u>	<u>9</u>	<u>166,973</u>
--	--	--	--	--
--	--	36,093	--	--
--	65,436	--	--	114,574
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>65,436</u>	<u>36,093</u>	<u>--</u>	<u>114,574</u>
<u>8,997</u>	<u>25,799</u>	<u>(18,117)</u>	<u>9</u>	<u>52,399</u>
--	436	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>--</u>	<u>436</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>8,997</u>	<u>26,235</u>	<u>(18,117)</u>	<u>9</u>	<u>52,399</u>
30,547	(19,785)	127,970	5,043	--
--	--	--	--	--
<u>\$ 39,544</u>	<u>\$ 6,450</u>	<u>\$ 109,853</u>	<u>\$ 5,052</u>	<u>\$ 52,399</u>

KLEBERG COUNTY, TEXAS

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

	2012 SHSP/LEAP GRANT	H.A.V.A. Grant	County Clerks	Records Management
Revenue:				
Taxes:				
Gross Receipts Business Taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	31,422	--	--	--
Charges for Services	--	--	11,120	--
Fines and Forfeitures	--	--	--	--
Fees of Office	--	--	--	67,588
Investment Earnings	--	--	--	89
Golf Course Revenue	--	--	--	--
Miscellaneous Revenues	--	--	--	--
Contributions & Donations	--	--	--	--
Total Revenues	<u>31,422</u>	<u>--</u>	<u>11,120</u>	<u>67,677</u>
Expenditures:				
Current:				
General Government	--	492	20,727	52,426
Judicial	--	--	--	--
Public Safety	5,905	--	--	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	--
Culture and Recreation	--	--	--	--
Total Expenditures	<u>5,905</u>	<u>492</u>	<u>20,727</u>	<u>52,426</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>25,517</u>	<u>(492)</u>	<u>(9,607)</u>	<u>15,251</u>
Other Financing Sources (Uses):				
Transfers In	--	--	2,871	--
Transfers Out	--	(2,871)	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>(2,871)</u>	<u>2,871</u>	<u>--</u>
Net Change in Fund Balances	25,517	(3,363)	(6,736)	15,251
Fund Balances - Beginning	--	3,363	57,157	166,366
Prior Period Adjustment	--	--	--	--
Fund Balances - Ending	<u>\$ 25,517</u>	<u>\$ --</u>	<u>\$ 50,421</u>	<u>\$ 181,617</u>

Houston HIDTA Grant	D.A.'s Hot Check	Constable #1 Forfeiture	Firefighters Grant	Constable Pct 4 Forfeiture
\$ --	\$ --	\$ --	\$ --	\$ --
47,824	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	27	--	--	52
--	--	--	--	--
--	--	--	--	--
<u>47,824</u>	<u>27</u>	<u>--</u>	<u>--</u>	<u>52</u>
--	--	--	--	--
--	--	--	--	--
47,824	--	--	--	--
--	--	--	--	--
<u>47,824</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	27	--	--	52
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	27	--	--	52
--	15,269	209	2,572	154,701
--	--	--	--	--
<u>\$ --</u>	<u>\$ 15,296</u>	<u>\$ 209</u>	<u>\$ 2,572</u>	<u>\$ 154,753</u>

KLEBERG COUNTY, TEXAS

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

	2013 Operation Stonegarden Grant Fund	U.S. Marshals/ Constable Pct 4 Forfeiture	County Attorney's Asset Forfeiture Fund	County Attorney Hot Checks Fund
Revenue:				
Taxes:				
Gross Receipts Business Taxes	\$ --	\$ --	\$ --	\$ --
Intergovernmental	102,622	--	--	--
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	--	--	--	5,652
Investment Earnings	--	8	--	--
Golf Course Revenue	--	--	--	--
Miscellaneous Revenues	--	--	--	--
Contributions & Donations	--	--	--	--
Total Revenues	<u>102,622</u>	<u>8</u>	<u>--</u>	<u>5,652</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	--	--	--	5,715
Public Safety	102,622	--	--	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	--
Culture and Recreation	--	--	--	--
Total Expenditures	<u>102,622</u>	<u>--</u>	<u>--</u>	<u>5,715</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>8</u>	<u>--</u>	<u>(63)</u>
Other Financing Sources (Uses):				
Transfers In	--	--	--	--
Transfers Out	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	8	--	(63)
Fund Balances - Beginning	--	4,587	1,154	2,592
Prior Period Adjustment	--	--	--	--
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 4,595</u>	<u>\$ 1,154</u>	<u>\$ 2,529</u>

Human Services 1/1-12/31	Human Services Neighbor to Neighbor	C.J.D. 9/1-8/31	Office of the Governor Grant	Human Services
\$ --	\$ --	\$ --	\$ --	\$ --
712,580	19,387	--	--	667,884
--	--	--	--	87,171
--	--	--	--	--
--	--	15	--	--
1,853	--	--	--	134,648
--	10,739	--	--	--
<u>714,433</u>	<u>30,126</u>	<u>15</u>	<u>--</u>	<u>889,703</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
739,904	30,801	--	--	1,007,485
--	--	--	--	--
<u>739,904</u>	<u>30,801</u>	<u>--</u>	<u>--</u>	<u>1,007,485</u>
<u>(25,471)</u>	<u>(675)</u>	<u>15</u>	<u>--</u>	<u>(117,782)</u>
17,893	--	--	--	57,781
--	--	--	--	--
<u>17,893</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>57,781</u>
<u>(7,578)</u>	<u>(675)</u>	<u>15</u>	<u>--</u>	<u>(60,001)</u>
169,564	8,881	9,070	60,325	20,381
--	--	--	(60,325)	--
<u>\$ 161,986</u>	<u>\$ 8,206</u>	<u>\$ 9,085</u>	<u>\$ --</u>	<u>\$ (39,620)</u>

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

	Human Services 10/1-9/30	Airport Ramp Grant
Revenue:		
Taxes:		
Gross Receipts Business Taxes	\$ --	\$ --
Intergovernmental	376,801	34,047
Charges for Services	--	--
Fines and Forfeitures	--	--
Fees of Office	--	--
Investment Earnings	--	2
Golf Course Revenue	--	--
Miscellaneous Revenues	--	--
Contributions & Donations	32,853	40,124
Total Revenues	<u>409,654</u>	<u>74,173</u>
Expenditures:		
Current:		
General Government	--	--
Judicial	--	--
Public Safety	--	--
Public Transportation	--	21,943
Health and Welfare	682,347	--
Culture and Recreation	--	--
Total Expenditures	<u>682,347</u>	<u>21,943</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(272,693)</u>	<u>52,230</u>
Other Financing Sources (Uses):		
Transfers In	208,207	12,750
Transfers Out	--	(40,124)
Total Other Financing Sources (Uses)	<u>208,207</u>	<u>(27,374)</u>
Net Change in Fund Balances	(64,486)	24,856
Fund Balances - Beginning	(54,440)	18,707
Prior Period Adjustment	--	--
Fund Balances - Ending	<u>\$ (118,926)</u>	<u>\$ 43,563</u>

Buffer Zone Protection Plan Grant	G.L.O. Grants	Park Grant (CIAP)	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$ --	\$ --	\$ --	\$ 45,182
--	--	3,947	4,548,295
--	--	--	184,691
--	--	--	588,534
--	--	--	684,870
--	6	--	3,777
--	--	--	320,926
--	--	--	189,762
--	--	--	99,916
<u>--</u>	<u>6</u>	<u>3,947</u>	<u>6,665,953</u>
--	--	--	585,534
--	--	--	41,808
--	--	--	2,377,842
--	--	--	21,943
--	--	--	3,214,990
--	--	502	1,380,053
<u>--</u>	<u>--</u>	<u>502</u>	<u>7,622,170</u>
<u>--</u>	<u>6</u>	<u>3,445</u>	<u>(956,217)</u>
--	--	--	1,282,120
<u>--</u>	<u>--</u>	<u>--</u>	<u>(146,927)</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>1,135,193</u>
--	6	3,445	178,976
69	3,231	(28,182)	2,222,929
--	--	--	(60,325)
<u>\$ 69</u>	<u>\$ 3,237</u>	<u>\$ (24,737)</u>	<u>\$ 2,341,580</u>

KLEBERG COUNTY, TEXAS
PARKS DONATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 65	\$ 65	\$ --
Contributions & Donations	--	16,200	16,200	--
Total Revenues	<u>--</u>	<u>16,265</u>	<u>16,265</u>	<u>--</u>
EXPENDITURES:				
Culture and Recreation				
Parks Department				
Supplies	--	9,152	5,195	3,957
Other Services and Charges	--	30,560	22,971	7,589
Total Parks Department	<u>--</u>	<u>39,712</u>	<u>28,166</u>	<u>11,546</u>
Total Culture and Recreation	<u>--</u>	<u>39,712</u>	<u>28,166</u>	<u>11,546</u>
Total Expenditures	<u>--</u>	<u>39,712</u>	<u>28,166</u>	<u>11,546</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(23,447)</u>	<u>(11,901)</u>	<u>11,546</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	(23,447)	(11,901)	11,546
Fund Balances - Beginning	53,166	53,165	52,127	(1,038)
Fund Balances - Ending	<u>\$ 53,166</u>	<u>\$ 29,718</u>	<u>\$ 40,226</u>	<u>\$ 10,508</u>

KLEBERG COUNTY, TEXAS
 STORAGE AND CONTRABAND FEES
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fines and Forfeitures	\$ --	\$ 2,000	\$ 633	\$ (1,367)
Investment Earnings	--	57	57	--
Total Revenues	<u>--</u>	<u>2,057</u>	<u>690</u>	<u>(1,367)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Sheriff				
Supplies	--	2,000	--	2,000
Total Sheriff	<u>--</u>	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Total Public Safety	<u>--</u>	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Total Expenditures	<u>--</u>	<u>2,000</u>	<u>--</u>	<u>2,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>57</u>	<u>690</u>	<u>633</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	57	690	633
Fund Balances - Beginning	172,027	172,026	167,126	(4,900)
Fund Balances - Ending	<u>\$ 172,027</u>	<u>\$ 172,083</u>	<u>\$ 167,816</u>	<u>\$ (4,267)</u>

KLEBERG COUNTY, TEXAS
 100TH CELEBRATION FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Miscellaneous Revenues	\$ --	\$ 217	\$ 217	\$ --
Total Revenues	<u>--</u>	<u>217</u>	<u>217</u>	<u>--</u>
EXPENDITURES:				
General Government				
Non-Departmental				
Other Services and Charges	--	27,610	27,610	--
Total Non-Departmental	<u>--</u>	<u>27,610</u>	<u>27,610</u>	<u>--</u>
Total General Government	<u>--</u>	<u>27,610</u>	<u>27,610</u>	<u>--</u>
Total Expenditures	<u>--</u>	<u>27,610</u>	<u>27,610</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(27,393)</u>	<u>(27,393)</u>	<u>--</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	(27,393)	(27,393)	--
Fund Balances - Beginning	<u>--</u>	<u>--</u>	<u>27,393</u>	<u>27,393</u>
Fund Balances - Ending	<u>\$ --</u>	<u>\$ (27,393)</u>	<u>\$ --</u>	<u>\$ 27,393</u>

KLEBERG COUNTY, TEXAS
 SHERIFF CHAPTER 59 FORFEITURE
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-8

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fines and Forfeitures	\$ --	\$ 446,327	\$ 446,327	\$ --
Investment Earnings	--	253	253	--
Total Revenues	--	446,580	446,580	--
EXPENDITURES:				
Public Safety				
Public Safety				
Other Services and Charges	--	307,055	307,055	--
Total Public Safety	--	307,055	307,055	--
Total Public Safety	--	307,055	307,055	--
Total Expenditures	--	307,055	307,055	--
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	139,525	139,525	--
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	--	--	--	--
 Net Change in Fund Balances	--	139,525	139,525	--
Fund Balances - Beginning	44,965	44,965	44,965	--
Fund Balances - Ending	\$ 44,965	\$ 184,490	\$ 184,490	\$ --

KLEBERG COUNTY, TEXAS
KLEBERG JUVENILE & COMMUNITY SUPERVISION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 8,297	\$ 8,507	\$ 8,297	\$ (210)
Fines and Forfeitures	600	--	170	170
Investment Earnings	10	--	18	18
Total Revenues	<u>8,907</u>	<u>8,507</u>	<u>8,485</u>	<u>(22)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Personal Services	119,255	104,952	101,315	3,637
Supplies	--	9,040	20,039	(10,999)
Other Services and Charges	--	56,074	51,136	4,938
Total Public Safety	<u>119,255</u>	<u>170,066</u>	<u>172,490</u>	<u>(2,424)</u>
Total Public Safety	<u>119,255</u>	<u>170,066</u>	<u>172,490</u>	<u>(2,424)</u>
Total Expenditures	<u>119,255</u>	<u>170,066</u>	<u>172,490</u>	<u>(2,424)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(110,348)</u>	<u>(161,559)</u>	<u>(164,005)</u>	<u>(2,446)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>166,230</u>	<u>161,559</u>	<u>169,527</u>	<u>7,968</u>
Total Other Financing Sources (Uses)	<u>166,230</u>	<u>161,559</u>	<u>169,527</u>	<u>(7,968)</u>
Net Change in Fund Balances	55,882	--	5,522	5,522
Fund Balances - Beginning	<u>33,241</u>	<u>33,241</u>	<u>33,241</u>	--
Fund Balances - Ending	<u>\$ 89,123</u>	<u>\$ 33,241</u>	<u>\$ 38,763</u>	<u>\$ 5,522</u>

KLEBERG COUNTY, TEXAS
HOTEL/MOTEL OCCUPANCY TAX FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
Gross Receipts Business Taxes	\$ --	\$ 45,182	\$ 45,182	\$ --
Investment Earnings	--	8	8	--
Total Revenues	<u>--</u>	<u>45,190</u>	<u>45,190</u>	<u>--</u>
EXPENDITURES:				
Tourism				
Personal Services	--	19,977	11,618	8,359
Supplies	--	180	--	180
Other Services and Charges	--	13,123	12,839	284
Total Tourism	<u>--</u>	<u>33,280</u>	<u>24,457</u>	<u>8,823</u>
Total Expenditures	<u>--</u>	<u>33,280</u>	<u>24,457</u>	<u>8,823</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>11,910</u>	<u>20,733</u>	<u>8,823</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	11,910	20,733	8,823
Fund Balances - Beginning	15,386	15,386	15,386	--
Fund Balances - Ending	<u>\$ 15,386</u>	<u>\$ 27,296</u>	<u>\$ 36,119</u>	<u>\$ 8,823</u>

KLEBERG COUNTY, TEXAS
 KLEBERG COUNTY 911 ADDRESSING
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Total Revenues	\$ --	\$ --	\$ --	\$ --
EXPENDITURES:				
Commissioners Court				
Supplies	--	3,820	--	3,820
Other Services and Charges	--	4,220	43,035	(38,815)
Total Commissioners Court	--	8,040	43,035	(34,995)
Total General Government	--	8,039	43,035	(34,996)
Total Expenditures	--	8,039	43,035	(34,996)
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	(8,039)	(43,035)	(34,996)
OTHER FINANCING SOURCES (USES):				
Transfers In	--	43,790	43,790	--
Total Other Financing Sources (Uses)	--	43,790	43,790	--
 Net Change in Fund Balances	--	35,751	755	(34,996)
Fund Balances - Beginning	--	--	--	--
Fund Balances - Ending	\$ --	\$ 35,751	\$ 755	\$ (34,996)

KLEBERG COUNTY, TEXAS
 CONSTABLE #3 FORFEITURE FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-12

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fines and Forfeitures	\$ --	\$ 29,098	\$ 29,099	\$ 1
Investment Earnings	--	14	14	--
Total Revenues	--	29,112	29,113	1
EXPENDITURES:				
Public Safety				
Public Safety				
Other Services and Charges	--	8,120	5,172	2,948
Total Public Safety	--	8,120	5,172	2,948
Total Public Safety	--	8,120	5,172	2,948
Total Expenditures	--	8,120	5,172	2,948
Excess (Deficiency) of Revenues Over (Under) Expenditures	--	20,992	23,941	2,949
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	--	--	--	--
 Net Change in Fund Balances	--	20,992	23,941	2,949
Fund Balances - Beginning	21,066	21,067	21,066	(1)
Fund Balances - Ending	\$ 21,066	\$ 42,059	\$ 45,007	\$ 2,948

KLEBERG COUNTY, TEXAS
 CO. ATTY PRETRIAL DIVERSION
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-13

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fines and Forfeitures	\$ --	\$ 27,362	\$ 27,362	\$ --
Total Revenues	<u>--</u>	<u>27,362</u>	<u>27,362</u>	<u>--</u>
EXPENDITURES:				
Total Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>27,362</u>	<u>27,362</u>	<u>--</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	27,362	27,362	--
Fund Balances - Beginning	21,131	21,131	21,131	--
Fund Balances - Ending	<u>\$ 21,131</u>	<u>\$ 48,493</u>	<u>\$ 48,493</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
INDIGENT CARE FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-14

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 195	\$ 210	\$ 15
Total Revenues	<u> --</u>	<u> 195</u>	<u> 210</u>	<u> 15</u>
EXPENDITURES:				
Health and Welfare				
Indigent				
Other Services and Charges	729,933	730,128	725,272	4,856
Total Indigent	<u>729,933</u>	<u>730,128</u>	<u>725,272</u>	<u>4,856</u>
Total Health and Welfare	<u>729,933</u>	<u>730,128</u>	<u>725,272</u>	<u>4,856</u>
Total Expenditures	<u>729,933</u>	<u>730,128</u>	<u>725,272</u>	<u>4,856</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(729,933)</u>	<u>(729,933)</u>	<u>(725,062)</u>	<u>4,871</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	--	729,933	729,933	--
Total Other Financing Sources (Uses)	<u> --</u>	<u>729,933</u>	<u>729,933</u>	<u> --</u>
Net Change in Fund Balances	(729,933)	--	4,871	4,871
Fund Balances - Beginning	51,337	51,337	51,337	--
Fund Balances - Ending	<u>\$ (678,596)</u>	<u>\$ 51,337</u>	<u>\$ 56,208</u>	<u>\$ 4,871</u>

KLEBERG COUNTY, TEXAS
GOLF COURSE FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-15

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Golf Course Revenue	\$ --	\$ 320,597	\$ 320,926	\$ 329
Contributions & Donations	--	16,000	--	(16,000)
Total Revenues	<u>--</u>	<u>336,597</u>	<u>320,926</u>	<u>(15,671)</u>
EXPENDITURES:				
Culture and Recreation				
Golf Course				
Personal Services	--	177,497	153,172	24,325
Supplies	--	61,869	44,583	17,286
Other Services and Charges	--	161,485	119,770	41,715
Total Golf Course	<u>--</u>	<u>400,851</u>	<u>317,525</u>	<u>83,326</u>
Total Culture and Recreation	<u>--</u>	<u>400,851</u>	<u>317,525</u>	<u>83,326</u>
Total Expenditures	<u>--</u>	<u>400,851</u>	<u>317,525</u>	<u>83,326</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(64,254)</u>	<u>3,401</u>	<u>67,655</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	--	35,000	35,000	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>35,000</u>	<u>35,000</u>	<u>--</u>
Net Change in Fund Balances	--	(29,254)	38,401	67,655
Fund Balances - Beginning	137,598	137,598	137,598	--
Fund Balances - Ending	<u>\$ 137,598</u>	<u>\$ 108,344</u>	<u>\$ 175,999</u>	<u>\$ 67,655</u>

KLEBERG COUNTY, TEXAS
 JUVENILE PROBATION FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-16

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 53,250	\$ 250,467	\$ 280,817	\$ 30,350
Total Revenues	<u>53,250</u>	<u>250,467</u>	<u>280,817</u>	<u>30,350</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Personal Services	125,378	169,503	128,326	41,177
Supplies	2,968	2,420	12,025	(9,605)
Other Services and Charges	125,124	78,544	96,025	(17,481)
Total Public Safety	<u>253,470</u>	<u>250,467</u>	<u>236,376</u>	<u>14,091</u>
Total Public Safety	<u>253,470</u>	<u>250,467</u>	<u>236,376</u>	<u>14,091</u>
Total Expenditures	<u>253,470</u>	<u>250,467</u>	<u>236,376</u>	<u>14,091</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(200,220)</u>	<u>--</u>	<u>44,441</u>	<u>44,441</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(200,220)	--	44,441	44,441
Fund Balances - Beginning	(12,043)	(12,043)	(12,043)	--
Fund Balances - Ending	<u>\$ (212,263)</u>	<u>\$ (12,043)</u>	<u>\$ 32,398</u>	<u>\$ 44,441</u>

KLEBERG COUNTY, TEXAS
PARK GRANT (CIAP) #2
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-17

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 1,071,401	\$ 1,009,403	\$ (61,998)
Total Revenues	<u>--</u>	<u>1,071,401</u>	<u>1,009,403</u>	<u>(61,998)</u>
EXPENDITURES:				
Culture and Recreation				
Seawind				
Other Services and Charges	--	1,009,403	1,009,403	--
Total Seawind	<u>--</u>	<u>1,009,403</u>	<u>1,009,403</u>	<u>--</u>
Total Culture and Recreation	<u>--</u>	<u>1,009,403</u>	<u>1,009,403</u>	<u>--</u>
Total Expenditures	<u>--</u>	<u>1,009,403</u>	<u>1,009,403</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>61,998</u>	<u>--</u>	<u>(61,998)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	61,998	--	(61,998)
Fund Balances - Beginning	--	1	--	(1)
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 61,999</u>	<u>\$ --</u>	<u>\$ (61,999)</u>

KLEBERG COUNTY, TEXAS
 DRS-210087
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-18

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 490,811	\$ 441,244	\$ (49,567)
Total Revenues	<u> --</u>	<u> 490,811</u>	<u> 441,244</u>	<u> (49,567)</u>
EXPENDITURES:				
General Government				
Other Services and Charges	--	526,754	441,244	85,510
Total General Government	<u> --</u>	<u> 526,754</u>	<u> 441,244</u>	<u> 85,510</u>
Total Expenditures	<u> --</u>	<u> 526,754</u>	<u> 441,244</u>	<u> 85,510</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> (35,943)</u>	<u> --</u>	<u> 35,943</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net Change in Fund Balances	<u> --</u>	<u> (35,943)</u>	<u> --</u>	<u> 35,943</u>
Fund Balances - Beginning	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Fund Balances - Ending	<u>\$ --</u>	<u>\$ (35,943)</u>	<u>\$ --</u>	<u>\$ 35,943</u>

KLEBERG COUNTY, TEXAS
COMMUNITY SUPERVISION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-19

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 277,188	\$ 79,074	\$ 374,747	\$ 295,673
Fees of Office	440,600	885,557	413,710	(471,847)
Investment Earnings	--	--	2,578	2,578
Miscellaneous Revenues	--	--	53,044	53,044
Total Revenues	<u>717,788</u>	<u>964,631</u>	<u>844,079</u>	<u>(120,552)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Personal Services	750,510	831,843	863,012	(31,169)
Supplies	30,600	37,477	5,254	32,223
Other Services and Charges	82,825	67,842	63,747	4,095
Total Public Safety	<u>863,935</u>	<u>937,162</u>	<u>932,013</u>	<u>5,149</u>
Total Public Safety	<u>863,935</u>	<u>937,162</u>	<u>932,013</u>	<u>5,149</u>
Total Expenditures	<u>863,935</u>	<u>937,162</u>	<u>932,013</u>	<u>5,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(146,147)</u>	<u>27,469</u>	<u>(87,934)</u>	<u>(115,403)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	--	3,932	3,932	--
Transfers Out	--	--	(3,932)	3,932
Total Other Financing Sources (Uses)	<u>--</u>	<u>3,932</u>	<u>--</u>	<u>3,932</u>
 Net Change in Fund Balances	 (146,147)	 31,401	 (87,934)	 (119,335)
Fund Balances - Beginning	217,251	217,251	219,251	2,000
Fund Balances - Ending	<u>\$ 71,104</u>	<u>\$ 248,652</u>	<u>\$ 131,317</u>	<u>\$ (117,335)</u>

KLEBERG COUNTY, TEXAS
 CSCD PERSONAL BOND FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-20

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 189,108	\$ 201,324	\$ 162,688	\$ (38,636)
Total Revenues	<u>189,108</u>	<u>201,324</u>	<u>162,688</u>	<u>(38,636)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Personal Services	179,158	212,288	187,421	24,867
Supplies	3,500	4,900	4,812	88
Other Services and Charges	6,450	22,200	24,444	(2,244)
Total Public Safety	<u>189,108</u>	<u>239,388</u>	<u>216,677</u>	<u>22,711</u>
Total Public Safety	<u>189,108</u>	<u>239,388</u>	<u>216,677</u>	<u>22,711</u>
Total Expenditures	<u>189,108</u>	<u>239,388</u>	<u>216,677</u>	<u>22,711</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(38,064)</u>	<u>(53,989)</u>	<u>(15,925)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>--</u>	<u>(38,064)</u>	<u>(53,989)</u>	<u>(15,925)</u>
Fund Balances - Beginning	300,621	300,621	300,621	--
Fund Balances - Ending	<u>\$ 300,621</u>	<u>\$ 262,557</u>	<u>\$ 246,632</u>	<u>\$ (15,925)</u>

KLEBERG COUNTY, TEXAS
 TITLE IV-E
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-21

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 12,100	\$ 9,219	\$ (2,881)
Investment Earnings	--	225	110	(115)
Total Revenues	<u>--</u>	<u>12,325</u>	<u>9,329</u>	<u>(2,996)</u>
EXPENDITURES:				
Total Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>12,325</u>	<u>9,329</u>	<u>(2,996)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	12,325	9,329	(2,996)
Fund Balances - Beginning	96,891	96,891	96,891	--
Fund Balances - Ending	<u>\$ 96,891</u>	<u>\$ 109,216</u>	<u>\$ 106,220</u>	<u>\$ (2,996)</u>

KLEBERG COUNTY, TEXAS
 2011 OPERATION STONEGARDEN GRANT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-22

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 174,266	\$ 174,266	\$ --
Total Revenues	<u>--</u>	<u>174,266</u>	<u>174,266</u>	<u>--</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Sheriff				
Personal Services	--	5,307	5,307	--
Other Services and Charges	--	3,634	3,634	--
Capital Outlay	--	6,995	6,995	--
Total Sheriff	<u>--</u>	<u>15,936</u>	<u>15,936</u>	<u>--</u>
Total Public Safety	<u>--</u>	<u>15,936</u>	<u>15,936</u>	<u>--</u>
Total Expenditures	<u>--</u>	<u>15,936</u>	<u>15,936</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>158,330</u>	<u>158,330</u>	<u>--</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	158,330	158,330	--
Fund Balances - Beginning	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 158,330</u>	<u>\$ 158,330</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
H/S AGRICULTURE GRANT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-23

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 21,815	\$ 21,815	\$ --
Total Revenues	<u> --</u>	<u> 21,815</u>	<u> 21,815</u>	<u> --</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
Supplies	--	20,795	28,161	(7,366)
Other Services and Charges	--	1,020	1,020	--
Total Health & Welfare	<u> --</u>	<u> 21,815</u>	<u> 29,181</u>	<u> (7,366)</u>
Total Health and Welfare	<u> --</u>	<u> 21,815</u>	<u> 29,181</u>	<u> (7,366)</u>
Total Expenditures	<u> --</u>	<u> 21,815</u>	<u> 29,181</u>	<u> (7,366)</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u> --</u>	<u> --</u>	<u> (7,366)</u>	<u> (7,366)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net Change in Fund Balances	<u> --</u>	<u> --</u>	<u> (7,366)</u>	<u> (7,366)</u>
Fund Balances - Beginning	<u> 7,366</u>	<u> 7,366</u>	<u> 7,366</u>	<u> --</u>
Fund Balances - Ending	<u>\$ 7,366</u>	<u>\$ 7,366</u>	<u>\$ --</u>	<u>\$ (7,366)</u>

KLEBERG COUNTY, TEXAS
 DIST. CLK RECORDS MGMT & PRESERVATION
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-24

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ --	\$ 8,999	\$ 8,997	\$ (2)
Total Revenues	<u>--</u>	<u>8,999</u>	<u>8,997</u>	<u>(2)</u>
EXPENDITURES:				
Judicial				
District Clerk				
Other Services and Charges	--	5,750	--	5,750
Total District Clerk	<u>--</u>	<u>5,750</u>	<u>--</u>	<u>5,750</u>
Total Judicial	<u>--</u>	<u>5,750</u>	<u>--</u>	<u>5,750</u>
Total Expenditures	<u>--</u>	<u>5,750</u>	<u>--</u>	<u>5,750</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>3,249</u>	<u>8,997</u>	<u>5,748</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>--</u>	<u>3,249</u>	<u>8,997</u>	<u>5,748</u>
Fund Balances - Beginning	30,547	30,547	30,547	--
Fund Balances - Ending	<u>\$ 30,547</u>	<u>\$ 33,796</u>	<u>\$ 39,544</u>	<u>\$ 5,748</u>

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

EXHIBIT C-25

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 70,000	\$ 96,729	\$ 65,000	\$ (31,729)
Charges for Services	22,000	96,729	26,235	(70,494)
Total Revenues	<u>92,000</u>	<u>193,458</u>	<u>91,235</u>	<u>(102,223)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Courthouse Security				
Personal Services	33,420	33,455	300	33,155
Other Services and Charges	20,250	33,212	33,134	78
Capital Outlay	50,000	50,000	32,002	17,998
Total Courthouse Security	<u>103,670</u>	<u>116,667</u>	<u>65,436</u>	<u>51,231</u>
Total Public Safety	<u>103,670</u>	<u>116,668</u>	<u>65,436</u>	<u>51,232</u>
Total Expenditures	<u>103,670</u>	<u>116,668</u>	<u>65,436</u>	<u>51,232</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(11,670)</u>	<u>76,790</u>	<u>25,799</u>	<u>(50,991)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	--	--	436	436
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>436</u>	<u>(436)</u>
Net Change in Fund Balances	(11,670)	76,790	26,235	(50,555)
Fund Balances - Beginning	<u>(19,784)</u>	<u>(19,784)</u>	<u>(19,785)</u>	<u>(1)</u>
Fund Balances - Ending	<u>\$ (31,454)</u>	<u>\$ 57,006</u>	<u>\$ 6,450</u>	<u>\$ (50,556)</u>

KLEBERG COUNTY, TEXAS
J.P.'S TECH FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-26

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fines and Forfeitures	\$ --	\$ 18,653	\$ 17,933	\$ (720)
Investment Earnings	--	75	43	(32)
Total Revenues	<u>--</u>	<u>18,728</u>	<u>17,976</u>	<u>(752)</u>
EXPENDITURES:				
Judicial				
Justice of the Peace				
Other Services and Charges	--	37,914	36,093	1,821
Total Justice of the Peace	<u>--</u>	<u>37,914</u>	<u>36,093</u>	<u>1,821</u>
Total Judicial	<u>--</u>	<u>37,914</u>	<u>36,093</u>	<u>1,821</u>
Total Expenditures	<u>--</u>	<u>37,914</u>	<u>36,093</u>	<u>1,821</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(19,186)</u>	<u>(18,117)</u>	<u>1,069</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	(19,186)	(18,117)	1,069
Fund Balances - Beginning	127,970	127,969	127,970	1
Fund Balances - Ending	<u>\$ 127,970</u>	<u>\$ 108,783</u>	<u>\$ 109,853</u>	<u>\$ 1,070</u>

KLEBERG COUNTY, TEXAS
 CONSTABLE #2 FORFEITURE FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-27

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 9	\$ 9	\$ --
Total Revenues	<u>--</u>	<u>9</u>	<u>9</u>	<u>--</u>
EXPENDITURES:				
Total Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>9</u>	<u>9</u>	<u>--</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	9	9	--
Fund Balances - Beginning	5,043	5,043	5,043	--
Fund Balances - Ending	<u>\$ 5,043</u>	<u>\$ 5,052</u>	<u>\$ 5,052</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
 2102 OPERATION STONEGARDEN GRANT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-28

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 166,973	\$ 166,973	\$ --
Total Revenues	<u> --</u>	<u> 166,973</u>	<u> 166,973</u>	<u> --</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Sheriff				
Personal Services	--	57,226	57,226	--
Supplies	--	14,538	14,538	--
Other Services and Charges	--	12,805	12,805	--
Capital Outlay	--	30,005	30,005	--
Total Sheriff	<u> --</u>	<u> 114,574</u>	<u> 114,574</u>	<u> --</u>
Total Public Safety	<u> --</u>	<u> 114,574</u>	<u> 114,574</u>	<u> --</u>
Total Expenditures	<u> --</u>	<u> 114,574</u>	<u> 114,574</u>	<u> --</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> 52,399</u>	<u> 52,399</u>	<u> --</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net Change in Fund Balances	--	52,399	52,399	--
Fund Balances - Beginning	--	--	--	--
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 52,399</u>	<u>\$ 52,399</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
 2012 SHSP/LEAP GRANT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-29

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 31,422	\$ 31,422	\$ --
Total Revenues	<u> --</u>	<u> 31,422</u>	<u> 31,422</u>	<u> --</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Sheriff				
Other Services and Charges	--	5,905	5,905	--
Total Sheriff	<u> --</u>	<u> 5,905</u>	<u> 5,905</u>	<u> --</u>
Total Public Safety	<u> --</u>	<u> 5,905</u>	<u> 5,905</u>	<u> --</u>
Total Expenditures	<u> --</u>	<u> 5,905</u>	<u> 5,905</u>	<u> --</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u> --</u>	<u> 25,517</u>	<u> 25,517</u>	<u> --</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net Change in Fund Balances	--	25,517	25,517	--
Fund Balances - Beginning	--	--	--	--
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 25,517</u>	<u>\$ 25,517</u>	<u>\$ --</u>

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

EXHIBIT C-30

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Total Revenues	\$ --	\$ --	\$ --	\$ --
EXPENDITURES:				
General Government				
County Clerk				
Other Services and Charges	--	492	492	--
Total County Clerk	--	492	492	--
Total General Government	--	492	492	--
Total Expenditures	--	492	492	--
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	--	(492)	(492)	--
OTHER FINANCING SOURCES (USES):				
Transfers Out	--	(2,871)	(2,871)	--
Total Other Financing Sources (Uses)	--	(2,871)	(2,871)	--
Net Change in Fund Balances	--	(3,363)	(3,363)	--
Fund Balances - Beginning	3,363	3,363	3,363	--
Fund Balances - Ending	\$ 3,363	\$ --	\$ --	\$ --

KLEBERG COUNTY, TEXAS
COUNTY CLERKS
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-31

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Charges for Services	\$ --	\$ 12,120	\$ 11,120	\$ (1,000)
Total Revenues	<u> --</u>	<u> 12,120</u>	<u> 11,120</u>	<u> (1,000)</u>
EXPENDITURES:				
General Government				
County Clerk				
Other Services and Charges	<u> --</u>	<u> 25,825</u>	<u> 20,727</u>	<u> 5,098</u>
Total County Clerk	<u> --</u>	<u> 25,825</u>	<u> 20,727</u>	<u> 5,098</u>
Total General Government	<u> --</u>	<u> 25,825</u>	<u> 20,727</u>	<u> 5,098</u>
Total Expenditures	<u> --</u>	<u> 25,825</u>	<u> 20,727</u>	<u> 5,098</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u> --</u>	<u> (13,705)</u>	<u> (9,607)</u>	<u> 4,098</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u> --</u>	<u> 2,871</u>	<u> 2,871</u>	<u> --</u>
Total Other Financing Sources (Uses)	<u> --</u>	<u> 2,871</u>	<u> 2,871</u>	<u> --</u>
Net Change in Fund Balances	<u> --</u>	<u> (10,834)</u>	<u> (6,736)</u>	<u> 4,098</u>
Fund Balances - Beginning	<u> 57,157</u>	<u> 57,156</u>	<u> 57,157</u>	<u> 1</u>
Fund Balances - Ending	<u>\$ 57,157</u>	<u>\$ 46,322</u>	<u>\$ 50,421</u>	<u>\$ 4,099</u>

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

EXHIBIT C-32

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 55,105	\$ 67,608	\$ 67,588	\$ (20)
Investment Earnings	200	200	89	(111)
Total Revenues	<u>55,305</u>	<u>67,808</u>	<u>67,677</u>	<u>(131)</u>
EXPENDITURES:				
General Government				
Personal Services	51,305	51,305	32,670	18,635
Supplies	4,000	13,796	7,048	6,748
Other Services and Charges	--	12,720	12,708	12
Total General Government	<u>55,305</u>	<u>77,821</u>	<u>52,426</u>	<u>25,395</u>
Total Expenditures	<u>55,305</u>	<u>77,821</u>	<u>52,426</u>	<u>25,395</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(10,013)</u>	<u>15,251</u>	<u>25,264</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	(10,013)	15,251	25,264
Fund Balances - Beginning	166,366	166,365	166,366	1
Fund Balances - Ending	<u>\$ 166,366</u>	<u>\$ 156,352</u>	<u>\$ 181,617</u>	<u>\$ 25,265</u>

KLEBERG COUNTY, TEXAS
 HOUSTON HIDTA GRANT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-33

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 47,588	\$ 47,824	\$ 236
Total Revenues	<u> --</u>	<u> 47,588</u>	<u> 47,824</u>	<u> 236</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Sheriff				
Personal Services	--	34,064	34,064	--
Other Services and Charges	--	15,099	13,760	1,339
Total Sheriff	<u> --</u>	<u> 49,163</u>	<u> 47,824</u>	<u> 1,339</u>
Total Public Safety	<u> --</u>	<u> 49,162</u>	<u> 47,824</u>	<u> 1,338</u>
Total Expenditures	<u> --</u>	<u> 49,162</u>	<u> 47,824</u>	<u> 1,338</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> (1,574)</u>	<u> --</u>	<u> 1,574</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net Change in Fund Balances	<u> --</u>	<u> (1,574)</u>	<u> --</u>	<u> 1,574</u>
Fund Balances - Beginning	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Fund Balances - Ending	<u>\$ --</u>	<u>\$ (1,574)</u>	<u>\$ --</u>	<u>\$ 1,574</u>

KLEBERG COUNTY, TEXAS
D.A.'S HOT CHECK
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-34

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 27	\$ 27	\$ --
Total Revenues	<u>--</u>	<u>27</u>	<u>27</u>	<u>--</u>
EXPENDITURES:				
Total Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>27</u>	<u>27</u>	<u>--</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	--	27	27	--
Fund Balances - Beginning	15,269	15,269	15,269	--
Fund Balances - Ending	<u>\$ 15,269</u>	<u>\$ 15,296</u>	<u>\$ 15,296</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
 CONSTABLE PCT 4 FORFEITURE
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-35

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 4	\$ 52	\$ 48
Total Revenues	<u> --</u>	<u> 4</u>	<u> 52</u>	<u> 48</u>
EXPENDITURES:				
Total Expenditures	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> 4</u>	<u> 52</u>	<u> 48</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
 Net Change in Fund Balances	 --	 4	 52	 48
Fund Balances - Beginning	154,701	154,701	154,701	--
Fund Balances - Ending	<u>\$ 154,701</u>	<u>\$ 154,705</u>	<u>\$ 154,753</u>	<u>\$ 48</u>

KLEBERG COUNTY, TEXAS
 2013 OPER STONEGARDEN GRANT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-36

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 36,572	\$ 36,572	\$ 102,622	\$ 66,050
Total Revenues	<u>36,572</u>	<u>36,572</u>	<u>102,622</u>	<u>66,050</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Sheriff				
Personal Services	98,224	98,224	56,311	41,913
Supplies	4,141	4,141	6,386	(2,245)
Capital Outlay	1,075	1,075	39,925	(38,850)
Total Sheriff	<u>103,440</u>	<u>103,440</u>	<u>102,622</u>	<u>818</u>
Total Public Safety	<u>103,439</u>	<u>103,439</u>	<u>102,622</u>	<u>817</u>
Total Expenditures	<u>103,439</u>	<u>103,439</u>	<u>102,622</u>	<u>817</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(66,867)</u>	<u>(66,867)</u>	<u>--</u>	<u>66,867</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(66,867)	(66,867)	--	66,867
Fund Balances - Beginning	--	--	--	--
Fund Balances - Ending	<u>\$ (66,867)</u>	<u>\$ (66,867)</u>	<u>\$ --</u>	<u>\$ 66,867</u>

KLEBERG COUNTY, TEXAS
 U.S. MARSHALS-FORFEITURE
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-37

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 8	\$ 8	\$ --
Total Revenues	<u> --</u>	<u> 8</u>	<u> 8</u>	<u> --</u>
EXPENDITURES:				
Total Expenditures	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> 8</u>	<u> 8</u>	<u> --</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
 Net Change in Fund Balances	 --	 8	 8	 --
Fund Balances - Beginning	4,587	4,587	4,587	--
Fund Balances - Ending	<u>\$ 4,587</u>	<u>\$ 4,595</u>	<u>\$ 4,595</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
 COUNTY ATTORNEY HOT CHECK FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-38

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 7,923	\$ 7,923	\$ 5,652	\$ (2,271)
Total Revenues	<u>7,923</u>	<u>7,923</u>	<u>5,652</u>	<u>(2,271)</u>
EXPENDITURES:				
Judicial				
County Attorney				
Personal Services	6,555	6,648	5,715	933
Supplies	150	130	--	130
Other Services and Charges	717	717	--	717
Capital Outlay	--	427	--	427
Total County Attorney	<u>7,422</u>	<u>7,922</u>	<u>5,715</u>	<u>2,207</u>
Total Judicial	<u>7,423</u>	<u>7,923</u>	<u>5,715</u>	<u>2,208</u>
Total Expenditures	<u>7,423</u>	<u>7,923</u>	<u>5,715</u>	<u>2,208</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>500</u>	<u>--</u>	<u>(63)</u>	<u>(63)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	500	--	(63)	(63)
Fund Balances - Beginning	2,592	2,592	2,592	--
Fund Balances - Ending	<u>\$ 3,092</u>	<u>\$ 2,592</u>	<u>\$ 2,529</u>	<u>\$ (63)</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES 1/1-12/31
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-39

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 868,383	\$ 584,615	\$ 712,580	\$ 127,965
Miscellaneous Revenues	--	1,580	1,853	273
Total Revenues	<u>868,383</u>	<u>586,195</u>	<u>714,433</u>	<u>128,238</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
Personal Services	153,990	119,493	111,001	8,492
Supplies	8,868	4,308	4,308	--
Other Services and Charges	401,624	624,595	624,595	--
Capital Outlay	10,000	--	--	--
Total Health & Welfare	<u>574,482</u>	<u>748,396</u>	<u>739,904</u>	<u>8,492</u>
Total Health and Welfare	<u>574,482</u>	<u>748,397</u>	<u>739,904</u>	<u>8,493</u>
Total Expenditures	<u>574,482</u>	<u>748,397</u>	<u>739,904</u>	<u>8,493</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>293,901</u>	<u>(162,202)</u>	<u>(25,471)</u>	<u>136,731</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>14,320</u>	<u>17,893</u>	<u>17,893</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>14,320</u>	<u>17,893</u>	<u>17,893</u>	<u>--</u>
Net Change in Fund Balances	308,221	(144,309)	(7,578)	136,731
Fund Balances - Beginning	<u>169,564</u>	<u>169,565</u>	<u>169,564</u>	<u>(1)</u>
Fund Balances - Ending	<u>\$ 477,785</u>	<u>\$ 25,256</u>	<u>\$ 161,986</u>	<u>\$ 136,730</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES NEIGHBOR TO NEIGHBOR
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-40

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 26,425	\$ 19,387	\$ (7,038)
Contributions & Donations	--	--	10,739	10,739
Total Revenues	<u>--</u>	<u>26,425</u>	<u>30,126</u>	<u>3,701</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
Supplies	--	2,923	2,923	--
Other Services and Charges	--	29,811	27,878	1,933
Total Health & Welfare	<u>--</u>	<u>32,734</u>	<u>30,801</u>	<u>1,933</u>
Total Health and Welfare	<u>--</u>	<u>32,735</u>	<u>30,801</u>	<u>1,934</u>
Total Expenditures	<u>--</u>	<u>32,735</u>	<u>30,801</u>	<u>1,934</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(6,310)</u>	<u>(675)</u>	<u>5,635</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
 Net Change in Fund Balances	 <u>--</u>	 <u>(6,310)</u>	 <u>(675)</u>	 <u>5,635</u>
Fund Balances - Beginning	8,881	8,881	8,881	--
Fund Balances - Ending	<u>\$ 8,881</u>	<u>\$ 2,571</u>	<u>\$ 8,206</u>	<u>\$ 5,635</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-41

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 616,411	\$ 155,608	\$ 667,884	\$ 512,276
Charges for Services	40,000	59,208	87,171	27,963
Miscellaneous Revenues	136,984	4,565	134,648	130,083
Total Revenues	<u>793,395</u>	<u>219,381</u>	<u>889,703</u>	<u>670,322</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
Personal Services	587,191	587,191	581,642	5,549
Supplies	141,254	141,254	91,613	49,641
Other Services and Charges	122,731	122,731	117,161	5,570
Capital Outlay	--	--	217,069	(217,069)
Total Health & Welfare	<u>851,176</u>	<u>851,176</u>	<u>1,007,485</u>	<u>(156,309)</u>
Total Health and Welfare	<u>851,176</u>	<u>851,176</u>	<u>1,007,485</u>	<u>(156,309)</u>
Total Expenditures	<u>851,176</u>	<u>851,176</u>	<u>1,007,485</u>	<u>(156,309)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(57,781)</u>	<u>(631,795)</u>	<u>(117,782)</u>	<u>514,013</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>57,781</u>	<u>57,781</u>	<u>57,781</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>57,781</u>	<u>57,781</u>	<u>57,781</u>	<u>--</u>
Net Change in Fund Balances	--	(574,014)	(60,001)	514,013
Fund Balances - Beginning	20,381	20,381	20,381	--
Fund Balances - Ending	<u>\$ 20,381</u>	<u>\$ (553,633)</u>	<u>\$ (39,620)</u>	<u>\$ 514,013</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES 10/1-9/30
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-42

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 399,849	\$ 399,849	\$ 376,801	\$ (23,048)
Contributions & Donations	42,600	43,270	32,853	(10,417)
Total Revenues	<u>442,449</u>	<u>443,119</u>	<u>409,654</u>	<u>(33,465)</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
Personal Services	377,975	420,873	419,877	996
Supplies	230,233	213,365	211,860	1,505
Other Services and Charges	42,448	55,983	50,610	5,373
Total Health & Welfare	<u>650,656</u>	<u>690,221</u>	<u>682,347</u>	<u>7,874</u>
Total Health and Welfare	<u>650,656</u>	<u>690,220</u>	<u>682,347</u>	<u>7,873</u>
Total Expenditures	<u>650,656</u>	<u>690,220</u>	<u>682,347</u>	<u>7,873</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(208,207)</u>	<u>(247,101)</u>	<u>(272,693)</u>	<u>(25,592)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	208,207	208,207	208,207	--
Total Other Financing Sources (Uses)	<u>208,207</u>	<u>208,207</u>	<u>208,207</u>	<u>--</u>
Net Change in Fund Balances	--	(38,894)	(64,486)	(25,592)
Fund Balances - Beginning	(54,440)	(54,441)	(54,440)	1
Fund Balances - Ending	<u>\$ (54,440)</u>	<u>\$ (93,335)</u>	<u>\$ (118,926)</u>	<u>\$ (25,591)</u>

KLEBERG COUNTY, TEXAS
 AIRPORT RAMP GRANT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-43

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 12,250	\$ 34,047	\$ 21,797
Investment Earnings	--	--	2	2
Contributions & Donations	--	--	40,124	40,124
Total Revenues	<u>--</u>	<u>12,250</u>	<u>74,173</u>	<u>61,923</u>
EXPENDITURES:				
Public Transportation				
Airport Pct 2				
Other Services and Charges	--	18,000	9,465	8,535
Capital Outlay	--	6,500	12,478	(5,978)
Total Airport Pct 2	<u>--</u>	<u>24,500</u>	<u>21,943</u>	<u>2,557</u>
Total Public Transportation	<u>--</u>	<u>24,500</u>	<u>21,943</u>	<u>2,557</u>
Total Expenditures	<u>--</u>	<u>24,500</u>	<u>21,943</u>	<u>2,557</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(12,250)</u>	<u>52,230</u>	<u>64,480</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	--	12,250	12,750	500
Transfers Out	--	--	(40,124)	40,124
Total Other Financing Sources (Uses)	<u>--</u>	<u>12,250</u>	<u>(27,374)</u>	<u>39,624</u>
Net Change in Fund Balances	--	--	24,856	24,856
Fund Balances - Beginning	18,707	18,707	18,707	--
Fund Balances - Ending	<u>\$ 18,707</u>	<u>\$ 18,707</u>	<u>\$ 43,563</u>	<u>\$ 24,856</u>

KLEBERG COUNTY, TEXAS
 PARK GRANT (CIAP)
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-44

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ 3,947	\$ 3,947	\$ --
Total Revenues	<u> --</u>	<u> 3,947</u>	<u> 3,947</u>	<u> --</u>
EXPENDITURES:				
Culture and Recreation				
Parks Department				
Other Services and Charges	--	4,247	502	3,745
Total Parks Department	<u> --</u>	<u> 4,247</u>	<u> 502</u>	<u> 3,745</u>
Total Culture and Recreation	<u> --</u>	<u> 4,247</u>	<u> 502</u>	<u> 3,745</u>
Total Expenditures	<u> --</u>	<u> 4,247</u>	<u> 502</u>	<u> 3,745</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> (300)</u>	<u> 3,445</u>	<u> 3,745</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>
Net Change in Fund Balances	<u> --</u>	<u> (300)</u>	<u> 3,445</u>	<u> 3,745</u>
Fund Balances - Beginning	<u> (28,182)</u>	<u> (28,182)</u>	<u> (28,182)</u>	<u> --</u>
Fund Balances - Ending	<u>\$ (28,182)</u>	<u>\$ (28,482)</u>	<u>\$ (24,737)</u>	<u>\$ 3,745</u>

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

EXHIBIT C-45

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
General Property Taxes	\$ 417,600	\$ 417,600	\$ 219,890	\$ (197,710)
Other Taxes - Miscellaneous	5,000	5,000	4,728	(272)
Investment Earnings	128	128	128	--
Total Revenues	<u>422,728</u>	<u>422,728</u>	<u>224,746</u>	<u>(197,982)</u>
EXPENDITURES:				
Debt Service:				
Principal	220,000	220,000	220,000	--
Interest and Fiscal Charges	201,445	201,445	201,445	--
Total Expenditures	<u>421,445</u>	<u>421,445</u>	<u>421,445</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,283</u>	<u>1,283</u>	<u>(196,699)</u>	<u>(197,982)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	1,283	1,283	(196,699)	(197,982)
Fund Balances - Beginning	410,624	410,624	410,624	--
Fund Balances - Ending	<u>\$ 411,907</u>	<u>\$ 411,907</u>	<u>\$ 213,925</u>	<u>\$ (197,982)</u>

KLEBERG COUNTY, TEXAS
 JAIL CONSTRUCTION
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-46

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ --	\$ 22	\$ 21	\$ (1)
Total Revenues	<u> --</u>	<u> 22</u>	<u> 21</u>	<u> (1)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Supplies	<u> --</u>	<u> 11,400</u>	<u> 9,864</u>	<u> 1,536</u>
Total Public Safety	<u> --</u>	<u> 11,400</u>	<u> 9,864</u>	<u> 1,536</u>
Total Public Safety	<u> --</u>	<u> 11,400</u>	<u> 9,864</u>	<u> 1,536</u>
Total Expenditures	<u> --</u>	<u> 11,400</u>	<u> 9,864</u>	<u> 1,536</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> --</u>	<u> (11,378)</u>	<u> (9,843)</u>	<u> 1,535</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u> --</u>	<u> 10,000</u>	<u> 10,000</u>	<u> --</u>
Total Other Financing Sources (Uses)	<u> --</u>	<u> 10,000</u>	<u> 10,000</u>	<u> --</u>
Net Change in Fund Balances	<u> --</u>	<u> (1,378)</u>	<u> 157</u>	<u> 1,535</u>
Fund Balances - Beginning	<u> 15,680</u>	<u> 15,678</u>	<u> 15,687</u>	<u> 9</u>
Fund Balances - Ending	<u>\$ 15,680</u>	<u>\$ 14,300</u>	<u>\$ 15,844</u>	<u>\$ 1,544</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

SEPTEMBER 30, 2014

	<u>Payroll Fund</u>	<u>County Sheriff Pending Seizures</u>	<u>Sheriff Commissary</u>	<u>Sheriff Account</u>
ASSETS:				
Cash and Cash Equivalents	\$ --	\$ 176,243	\$ 30,652	\$ 1,275
Total Assets	<u>\$ --</u>	<u>\$ 176,243</u>	<u>\$ 30,652</u>	<u>\$ 1,275</u>
LIABILITIES:				
Due to Other Governments and Agencies	\$ --	\$ 176,243	\$ 30,652	\$ 1,275
Total Liabilities	<u>\$ --</u>	<u>\$ 176,243</u>	<u>\$ 30,652</u>	<u>\$ 1,275</u>
NET POSITION				

Sheriff Inmate Trust	Parks & Recreaton- Seawind	Tas Assessor/ Collector- Highway Acct	Tax Assessor Collector-VIT Account	Tax Assessor Collector Tax Account
\$ 100,854	\$ 97,729	\$ 711,797	\$ 287,120	\$ --
<u>\$ 100,854</u>	<u>\$ 97,729</u>	<u>\$ 711,797</u>	<u>\$ 287,120</u>	<u>\$ --</u>
\$ 100,854	\$ 97,729	\$ 711,797	\$ 287,120	\$ --
<u>\$ 100,854</u>	<u>\$ 97,729</u>	<u>\$ 711,797</u>	<u>\$ 287,120</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

SEPTEMBER 30, 2014

	<u>Library</u>	<u>County Clerk Cash Bonds</u>	<u>County Clerk Trustee</u>	<u>District Clerk</u>
ASSETS:				
Cash and Cash Equivalents	\$ 908	\$ 45,259	\$ 39,806	\$ 7,735
Total Assets	<u>\$ 908</u>	<u>\$ 45,259</u>	<u>\$ 39,806</u>	<u>\$ 7,735</u>
LIABILITIES:				
Due to Other Governments and Agencies	\$ 908	\$ 45,259	\$ 39,806	\$ 7,735
Total Liabilities	<u>\$ 908</u>	<u>\$ 45,259</u>	<u>\$ 39,806</u>	<u>\$ 7,735</u>
NET POSITION				

District Clerk Cash Bonds	District Clerk Fee Account	County Attorney Trustee	District Clerk Registry of the Court	Tax Assessor Special Account
\$ 97,850	\$ 1,742	\$ 5,750	\$ 32,592	\$ 5,139
<u>\$ 97,850</u>	<u>\$ 1,742</u>	<u>\$ 5,750</u>	<u>\$ 32,592</u>	<u>\$ 5,139</u>
\$ 97,850	\$ 1,742	\$ 5,750	\$ 32,592	\$ 5,139
<u>\$ 97,850</u>	<u>\$ 1,742</u>	<u>\$ 5,750</u>	<u>\$ 32,592</u>	<u>\$ 5,139</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

SEPTEMBER 30, 2014

	<u>DPS</u> <u>Seizures</u>	<u>J.P. PCT 1</u>
ASSETS:		
Cash and Cash Equivalents	\$ 287,064	\$ 11,951
Total Assets	<u>\$ 287,064</u>	<u>\$ 11,951</u>
LIABILITIES:		
Due to Other Governments and Agencies	\$ 287,064	\$ 11,951
Total Liabilities	<u>\$ 287,064</u>	<u>\$ 11,951</u>
NET POSITION		

<u>J.P. PCT 2</u>	<u>J.P. PCT 3</u>	<u>J.P. PCT 4</u>	<u>Total Agency Funds (See Exhibit A-10)</u>
\$ <u>5,298</u>	\$ <u>45,021</u>	\$ <u>2,084</u>	\$ <u>1,993,869</u>
\$ <u>5,298</u>	\$ <u>45,021</u>	\$ <u>2,084</u>	\$ <u>1,993,869</u>
\$ <u>5,298</u>	\$ <u>45,021</u>	\$ <u>2,084</u>	\$ <u>1,993,869</u>
\$ <u>5,298</u>	\$ <u>45,021</u>	\$ <u>2,084</u>	\$ <u>1,993,869</u>

KLEBERG COUNTY, TEXAS

EXHIBIT C-48

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2014

	Balance October 1, 2013	Additions	Deductions	Balance September 30, 2014
Payroll Fund				
ASSETS				
Cash & Investments	\$ 3,303	\$ 5,958,886	\$ 5,962,189	\$ --
Total Assets	<u>\$ 3,303</u>	<u>\$ 5,958,886</u>	<u>\$ 5,962,189</u>	<u>\$ --</u>
LIABILITIES				
Due to Other Governments	\$ 3,303	\$ 5,958,886	\$ 5,962,189	\$ --
Total Liabilities	<u>\$ 3,303</u>	<u>\$ 5,958,886</u>	<u>\$ 5,962,189</u>	<u>\$ --</u>
County Sheriff Pending Seizures				
ASSETS				
Cash & Investments	\$ 479,330	\$ 79,946	\$ 383,033	\$ 176,243
Total Assets	<u>\$ 479,330</u>	<u>\$ 79,946</u>	<u>\$ 383,033</u>	<u>\$ 176,243</u>
LIABILITIES				
Due to Other Governments	479,330	\$ 79,946	\$ 383,033	\$ 176,243
Total Liabilities	<u>\$ 479,330</u>	<u>\$ 79,946</u>	<u>\$ 383,033</u>	<u>\$ 176,243</u>
J.P. PCT 1				
ASSETS				
Cash & Investments	\$ 17,621	\$ 204,471	\$ 210,141	\$ 11,951
Total Assets	<u>\$ 17,621</u>	<u>\$ 204,471</u>	<u>\$ 210,141</u>	<u>\$ 11,951</u>
LIABILITIES				
Due to Other Governments	\$ 17,621	\$ 204,471	\$ 210,141	\$ 11,951
Total Liabilities	<u>\$ 17,621</u>	<u>\$ 204,471</u>	<u>\$ 210,141</u>	<u>\$ 11,951</u>
J.P. PCT 2				
ASSETS				
Cash & Investments	\$ 6,572	\$ 133,042	\$ 134,317	\$ 5,297
Total Assets	<u>\$ 6,572</u>	<u>\$ 133,042</u>	<u>\$ 134,317</u>	<u>\$ 5,297</u>
LIABILITIES				
Due to Other Governments	\$ 6,572	\$ 133,042	\$ 134,317	\$ 5,297
Total Liabilities	<u>\$ 6,572</u>	<u>\$ 133,042</u>	<u>\$ 134,317</u>	<u>\$ 5,297</u>
J.P. PCT 3				
ASSETS				
Cash & Investments	\$ 43,613	\$ 688,778	\$ 687,370	\$ 45,021
Total Assets	<u>\$ 43,613</u>	<u>\$ 688,778</u>	<u>\$ 687,370</u>	<u>\$ 45,021</u>
LIABILITIES				
Due to Other Governments	\$ 43,613	\$ 688,778	\$ 687,370	\$ 45,021
Total Liabilities	<u>\$ 43,613</u>	<u>\$ 688,778</u>	<u>\$ 687,370</u>	<u>\$ 45,021</u>

KLEBERG COUNTY, TEXAS

EXHIBIT C-48

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2014

	Balance October 1, 2013	Additions	Deductions	Balance September 30, 2014
J.P. PCT 4				
ASSETS				
Cash & Investments	\$ 17,119	\$ 44,502	\$ 59,537	\$ 2,084
Total Assets	<u>\$ 17,119</u>	<u>\$ 44,502</u>	<u>\$ 59,537</u>	<u>\$ 2,084</u>
LIABILITIES				
Due to Other Governments	\$ 17,119	\$ 44,502	\$ 59,537	\$ 2,084
Total Liabilities	<u>\$ 17,119</u>	<u>\$ 44,502</u>	<u>\$ 59,537</u>	<u>\$ 2,084</u>
Sheriff Commissary				
ASSETS				
Cash & Investments	\$ 39,052	\$ 129,894	\$ 138,294	\$ 30,652
Total Assets	<u>\$ 39,052</u>	<u>\$ 129,894</u>	<u>\$ 138,294</u>	<u>\$ 30,652</u>
LIABILITIES				
Due to Other Governments	\$ 39,052	\$ 129,894	\$ 138,294	\$ 30,652
Total Liabilities	<u>\$ 39,052</u>	<u>\$ 129,894</u>	<u>\$ 138,294</u>	<u>\$ 30,652</u>
Sheriff Account Fund				
ASSETS				
Cash & Investments	\$ 1,186	\$ 34,677	\$ 34,588	\$ 1,275
Total Assets	<u>\$ 1,186</u>	<u>\$ 34,677</u>	<u>\$ 34,588</u>	<u>\$ 1,275</u>
LIABILITIES				
Due to Other Governments	\$ 1,186	\$ 34,677	\$ 34,588	\$ 1,275
Total Liabilities	<u>\$ 1,186</u>	<u>\$ 34,677</u>	<u>\$ 34,588</u>	<u>\$ 1,275</u>
Sheriff Inmate Trust				
ASSETS				
Cash & Investments	\$ 86,957	\$ 289,492	\$ 275,596	\$ 100,853
Total Assets	<u>\$ 86,957</u>	<u>\$ 289,492</u>	<u>\$ 275,596</u>	<u>\$ 100,853</u>
LIABILITIES				
Due to Other Governments	\$ 86,957	\$ 289,492	\$ 275,596	\$ 100,853
Total Liabilities	<u>\$ 86,957</u>	<u>\$ 289,492</u>	<u>\$ 275,596</u>	<u>\$ 100,853</u>
Parks and Recreation-Seawind				
ASSETS				
Cash & Investments	\$ 16,315	\$ 520,815	\$ 439,401	\$ 97,729
Total Assets	<u>\$ 16,315</u>	<u>\$ 520,815</u>	<u>\$ 439,401</u>	<u>\$ 97,729</u>
LIABILITIES				
Due to Other Governments	\$ 16,315	\$ 520,815	\$ 439,401	\$ 97,729
Total Liabilities	<u>\$ 16,315</u>	<u>\$ 520,815</u>	<u>\$ 439,401</u>	<u>\$ 97,729</u>
Tax Assessor/Collector-Highway Account				
ASSETS				
Cash & Investments	\$ 540,841	\$ 9,540,716	\$ 9,369,760	\$ 711,797
Total Assets	<u>\$ 540,841</u>	<u>\$ 9,540,716</u>	<u>\$ 9,369,760</u>	<u>\$ 711,797</u>
LIABILITIES				
Due to Other Governments	\$ 540,841	\$ 9,540,716	\$ 9,369,760	\$ 711,797
Total Liabilities	<u>\$ 540,841</u>	<u>\$ 9,540,716</u>	<u>\$ 9,369,760</u>	<u>\$ 711,797</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-48

	Balance October 1, 2013	Additions	Deductions	Balance September 30, 2014
<u>Tax Assessor/Collector-VIT Account</u>				
ASSETS				
Cash & Investments	\$ 279,349	\$ 393,214	\$ 385,443	\$ 287,120
Total Assets	<u>\$ 279,349</u>	<u>\$ 393,214</u>	<u>\$ 385,443</u>	<u>\$ 287,120</u>
LIABILITIES				
Due to Other Governments	\$ 279,349	\$ 393,214	\$ 385,443	\$ 287,120
Total Liabilities	<u>\$ 279,349</u>	<u>\$ 393,214</u>	<u>\$ 385,443</u>	<u>\$ 287,120</u>
<u>Tax Assessor/Collector-Tax Account</u>				
ASSETS				
Cash & Investments	\$ 3,945	\$ 35,408,422	\$ 35,412,367	\$ --
Total Assets	<u>\$ 3,945</u>	<u>\$ 35,408,422</u>	<u>\$ 35,412,367</u>	<u>\$ --</u>
LIABILITIES				
Due to Other Governments	\$ 3,945	\$ 35,408,422	\$ 35,412,367	\$ --
Total Liabilities	<u>\$ 3,945</u>	<u>\$ 35,408,422</u>	<u>\$ 35,412,367</u>	<u>\$ --</u>
<u>Library</u>				
ASSETS				
Cash & Investments	\$ 918	\$ 12,321	\$ 12,331	\$ 908
Total Assets	<u>\$ 918</u>	<u>\$ 12,321</u>	<u>\$ 12,331</u>	<u>\$ 908</u>
LIABILITIES				
Due to Other Governments	\$ 918	\$ 12,321	\$ 12,331	\$ 908
Total Liabilities	<u>\$ 918</u>	<u>\$ 12,321</u>	<u>\$ 12,331</u>	<u>\$ 908</u>
<u>County Clerk Cash Bonds</u>				
ASSETS				
Cash & Investments	\$ 117,497	\$ 30,131	\$ 102,369	\$ 45,259
Total Assets	<u>\$ 117,497</u>	<u>\$ 30,131</u>	<u>\$ 102,369</u>	<u>\$ 45,259</u>
LIABILITIES				
Due to Other Governments	\$ 117,497	\$ 30,131	\$ 102,369	\$ 45,259
Total Liabilities	<u>\$ 117,497</u>	<u>\$ 30,131</u>	<u>\$ 102,369</u>	<u>\$ 45,259</u>
<u>County Clerk Trustee</u>				
ASSETS				
Cash & Investments	\$ 27,255	\$ 455,717	\$ 443,166	\$ 39,806
Total Assets	<u>\$ 27,255</u>	<u>\$ 455,717</u>	<u>\$ 443,166</u>	<u>\$ 39,806</u>
LIABILITIES				
Due to Other Governments	\$ 27,255	\$ 455,717	\$ 443,166	\$ 39,806
Total Liabilities	<u>\$ 27,255</u>	<u>\$ 455,717</u>	<u>\$ 443,166</u>	<u>\$ 39,806</u>
<u>District Clerk</u>				
ASSETS				
Cash & Investments	\$ 43,966	\$ 199,820	\$ 236,051	\$ 7,735
Total Assets	<u>\$ 43,966</u>	<u>\$ 199,820</u>	<u>\$ 236,051</u>	<u>\$ 7,735</u>
LIABILITIES				
Due to Other Governments	\$ 43,966	\$ 199,820	\$ 236,051	\$ 7,735
Total Liabilities	<u>\$ 43,966</u>	<u>\$ 199,820</u>	<u>\$ 236,051</u>	<u>\$ 7,735</u>

KLEBERG COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-48

	Balance October 1, 2013	Additions	Deductions	Balance September 30, 2014
District Clerk Cash Bond				
ASSETS				
Cash & Investments	\$ 97,800	\$ 2,500	\$ 2,450	\$ 97,850
Total Assets	<u>\$ 97,800</u>	<u>\$ 2,500</u>	<u>\$ 2,450</u>	<u>\$ 97,850</u>
LIABILITIES				
Due to Other Governments	\$ 97,800	\$ 2,500	\$ 2,450	\$ 97,850
Total Liabilities	<u>\$ 97,800</u>	<u>\$ 2,500</u>	<u>\$ 2,450</u>	<u>\$ 97,850</u>
District Clerk Fee Account				
ASSETS				
Cash & Investments	\$ 1,424	\$ 18,641	\$ 18,323	\$ 1,742
Total Assets	<u>\$ 1,424</u>	<u>\$ 18,641</u>	<u>\$ 18,323</u>	<u>\$ 1,742</u>
LIABILITIES				
Due to Other Governments	\$ 1,424	\$ 18,641	\$ 18,323	\$ 1,742
Total Liabilities	<u>\$ 1,424</u>	<u>\$ 18,641</u>	<u>\$ 18,323</u>	<u>\$ 1,742</u>
County Attorney Hot Check Fund				
ASSETS				
Cash & Investments	\$ 1,539	\$ 35,485	\$ 31,274	\$ 5,750
Total Assets	<u>\$ 1,539</u>	<u>\$ 35,485</u>	<u>\$ 31,274</u>	<u>\$ 5,750</u>
LIABILITIES				
Due to Other Governments	\$ 1,539	\$ 35,485	\$ 31,274	\$ 5,750
Total Liabilities	<u>\$ 1,539</u>	<u>\$ 35,485</u>	<u>\$ 31,274</u>	<u>\$ 5,750</u>
District Clerk Registry of the Court				
ASSETS				
Cash & Investments	\$ 45,234	\$ 48,110	\$ 60,752	\$ 32,592
Total Assets	<u>\$ 45,234</u>	<u>\$ 48,110</u>	<u>\$ 60,752</u>	<u>\$ 32,592</u>
LIABILITIES				
Due to Other Governments	\$ 45,234	\$ 48,110	\$ 60,752	\$ 32,592
Total Liabilities	<u>\$ 45,234</u>	<u>\$ 48,110</u>	<u>\$ 60,752</u>	<u>\$ 32,592</u>
Tax Office Special Account				
ASSETS				
Cash & Investments	\$ 3,110	\$ 37,901	\$ 35,872	\$ 5,139
Total Assets	<u>\$ 3,110</u>	<u>\$ 37,901</u>	<u>\$ 35,872</u>	<u>\$ 5,139</u>
LIABILITIES				
Due to Other Governments	\$ 3,110	\$ 37,901	\$ 35,872	\$ 5,139
Total Liabilities	<u>\$ 3,110</u>	<u>\$ 37,901</u>	<u>\$ 35,872</u>	<u>\$ 5,139</u>
DPS Seizures				
ASSETS				
Cash & Investments	\$ 577,581	\$ 488,713	\$ 779,230	\$ 287,064
Total Assets	<u>\$ 577,581</u>	<u>\$ 488,713</u>	<u>\$ 779,230</u>	<u>\$ 287,064</u>
LIABILITIES				
Due to Other Governments	\$ 577,581	\$ 488,713	\$ 779,230	\$ 287,064
Total Liabilities	<u>\$ 577,581</u>	<u>\$ 488,713</u>	<u>\$ 779,230</u>	<u>\$ 287,064</u>

KLEBERG COUNTY, TEXAS

EXHIBIT C-48

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED SEPTEMBER 30, 2014

	Balance October 1, 2013	Additions	Deductions	Balance September 30, 2014
TOTAL AGENCY FUNDS:				
ASSETS				
Cash & Investments	\$ 2,451,542	\$ 54,756,181	\$ 55,213,854	\$ 1,993,869
Total Assets	<u>\$ 2,451,542</u>	<u>\$ 54,756,181</u>	<u>\$ 55,213,854</u>	<u>\$ 1,993,869</u>
LIABILITIES				
Due to Other Governments	\$ 2,451,542	\$ 54,756,181	\$ 55,213,854	\$ 1,993,869
Total Liabilities	<u>\$ 2,451,542</u>	<u>\$ 54,756,181</u>	<u>\$ 55,213,854</u>	<u>\$ 1,993,869</u>

STATISTICAL SECTION

This part of the Kleberg County, Texas's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents	Page
Financial Trends	148
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
Revenue Capacity	158
These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.	
Debt Capacity	165
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	169
These schedules offer demographic and economic indicators to help the reader understand how the County's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	171
These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

COUNTY OF KLEBERG
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS

	Fiscal Year					
	2014	2013	2012	2011	2010	* 2009
Governmental activities						
Invested in capital assets, net of related debt	\$ 12,732,487	13,049,873	\$ 12,690,314	\$ 12,516,675	\$ 13,077,570	\$ 12,284,834
Restricted	449,769	636,312	814,648	522,368	475,877	656,213
Unrestricted	7,639,898	6,796,352	6,827,699	6,425,985	5,594,868	5,657,725
Total governmental activities net position	\$ 20,822,154	20,482,537	\$ 20,332,661	\$ 19,465,028	\$ 19,148,315	\$ 18,598,772
Business-type activities						
Invested in capital assets, net of related debt	\$ -	-	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total business-type activities net position	\$ -	-	\$ -	\$ -	\$ -	\$ -
Primary government						
Invested in capital assets, net of related debt	\$ 12,732,487	13,049,873	\$ 12,690,314	\$ 12,516,675	\$ 13,077,570	\$ 12,284,834
Restricted	449,769	636,312	814,648	522,368	475,877	656,213
Unrestricted	7,639,898	6,796,352	6,827,699	6,425,985	5,594,868	5,657,725
Total primary government net position	\$ 20,822,154	20,482,537	\$ 20,332,661	\$ 19,465,028	\$ 19,148,315	\$ 18,598,772

Note: The county began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

* 2009-Restated from previous year to reflect \$6 million in unspent bond proceeds

SCHEDULE 1

Fiscal Year			
2008	2007	2007	2005
\$ 11,666,501	\$ 11,658,005	\$ 11,724,791	\$ 9,962,588
611,069	594,371	565,232	496,409
<u>5,856,675</u>	<u>3,803,615</u>	<u>2,980,165</u>	<u>3,784,859</u>
<u>\$ 18,134,245</u>	<u>\$ 16,055,991</u>	<u>\$ 15,270,188</u>	<u>\$ 14,243,856</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,666,501	\$ 11,658,005	\$ 11,724,791	\$ 9,962,588
611,069	594,371	565,232	496,409
<u>5,856,675</u>	<u>3,803,615</u>	<u>2,980,165</u>	<u>3,784,859</u>
<u>\$ 18,134,245</u>	<u>\$ 16,055,991</u>	<u>\$ 15,270,188</u>	<u>\$ 14,243,856</u>

COUNTY OF KLEBERG

CHANGES IN NET POSITION LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year					
	2014	2013	2012	2011	2010	2009
Expenses						
Governmental activities:						
General government ⁽¹⁾	\$ 4,799,872	3,993,993	\$ 4,254,038	\$ 3,796,018	\$ 3,679,010	\$ 3,883,372
Judicial	2,648,245	2,688,919	2,465,053	2,618,489	2,421,066	2,281,574
Public Safety	7,430,757	7,398,273	7,268,191	8,958,969	8,247,619	7,741,494
Public Transportation	1,561,315	2,104,530	1,709,204	1,967,102	2,241,189	2,158,066
Health and Welfare	3,659,884	3,539,919	4,063,942	4,664,821	4,213,913	3,791,876
Culture and Recreation	2,962,555	2,308,005	2,019,670	1,884,597	1,817,119	1,794,361
Conservation	118,465	117,637	98,221	89,962	104,096	102,506
Economic Development and Assistance	24,457	73,384	15,204	-	-	-
Intergovernmental Utility Projects	-	424,708	190,819	485,031	46,200	292,703
Interest and Fiscal Charges	200,611	219,064	233,215	233,266	234,348	32,017
Total governmental activities expenses	23,406,161	22,868,432	22,317,557	24,698,275	23,004,560	22,077,969
Business-type activities:	-	-	-	-	-	-
Total business-type activity expenses	-	-	-	-	-	-
Total primary government expenses	\$ 23,406,161	22,868,432	\$ 22,317,557	\$ 24,698,275	\$ 23,004,560	\$ 22,077,969
Program Revenue						
Governmental activities						
Charges of Services						
General government ⁽²⁾	\$ 1,852,477	1,523,966	\$ 1,342,295	\$ 1,270,258	\$ 1,172,146	\$ 1,230,572
Judicial	14,649	13,953	14,732	16,786	13,572	12,528
Public Safety	1,837,257	1,972,910	2,987,402	2,538,219	2,838,947	2,492,107
Public Transportation	1,290,681	1,382,895	1,546,823	1,867,405	1,769,232	1,905,449
Health and Welfare	87,171	58,074	43,369	38,483	27,375	25,057
Culture and Recreation	320,926	499,485	441,963	271,953	57,005	69,213
Operating Grants and Contributions						
General government	340,121	220,863	36,756	68,403	55,007	78,380
Judicial	107,667	206,870	347,441	633,758	521,098	395,459
Public Safety	1,428,066	1,188,776	1,230,303	1,784,816	1,692,004	1,835,021
Public Transportation	65,974	143,195	43,717	72,951	76,100	79,509
Health and Welfare	2,292,521	2,366,011	2,250,970	3,041,780	2,395,085	2,333,999
Culture and Recreation	1,025,603	523,705	56,536	122,688	189,070	377,218
Intergovernmental Utility Projects	-	-	-	232,572	413,678	-
Capital Grants and Contributions						
Culture and Recreation	3,947	131,460	242,004	-	-	-
Intergovernmental Utility Projects	-	428,527	218,940	252,459	46,200	292,703
Total governmental activities program revenues	10,667,060	10,660,690	10,803,251	12,212,531	11,266,519	11,127,215
Business-type activities:	-	-	-	-	-	-
Total business-type activities program revenues	-	-	-	-	-	-
Total primary government program revenues	\$ 10,667,060	10,660,690	\$ 10,803,251	\$ 12,212,531	\$ 11,266,519	\$ 11,127,215

⁽¹⁾ For the year 2004, the amount reflected above has been restated to reflect the elimination of the internal service fund expense.

⁽²⁾ For the year 2004, the amount reflected above has been restated to reflect the elimination of the internal service fund revenue.

SCHEDULE 2

		Fiscal Year					
		2008	2007	2006	2005		
\$	3,296,630	\$	3,257,740	\$	3,327,978	\$	3,156,083
	1,857,211		1,752,236		1,790,130		1,765,026
	7,467,961		7,221,342		6,964,673		8,032,629
	1,871,582		1,933,757		2,149,108		2,041,401
	3,142,814		3,163,113		3,136,573		2,678,387
	1,443,126		1,365,689		1,246,318		1,337,796
	113,093		104,421		104,829		113,174
	-		-		-		-
	338,897		1,044,632		363,515		808,099
	45,833		25,663		56,076		73,380
	<u>19,577,147</u>		<u>19,868,593</u>		<u>19,139,200</u>		<u>20,005,975</u>
	-		-		-		-
	-		-		-		-
\$	<u><u>19,577,147</u></u>	\$	<u><u>19,868,593</u></u>	\$	<u><u>19,139,200</u></u>	\$	<u><u>20,005,975</u></u>

\$	1,319,143	\$	1,085,968	\$	1,023,103	\$	890,055	\$
	17,501		10,336		12,425		14,407	
	3,099,699		2,451,056		2,207,150		2,429,198	
	2,093,794		2,025,853		2,028,263		1,803,153	
	22,185		14,404		17,445		230,162	
	90,930		89,177		65,868		67,607	
	98,197		79,475		357,947		27,537	
	858,414		595,642		528,274		721,516	
	1,366,720		1,292,884		1,255,392		2,156,786	
	65,831		57,872		50,204		41,325	
	1,799,401		1,911,668		1,750,479		1,199,721	
	18,050		7,200		18,550		-	
	-		-		-		-	
	-		-		-		-	
	338,619		1,032,110		386,749		764,898	
	<u>11,188,484</u>		<u>10,653,645</u>		<u>9,701,849</u>		<u>10,346,365</u>	
	-		-		-		-	
\$	<u><u>11,188,484</u></u>	\$	<u><u>10,653,645</u></u>	\$	<u><u>9,701,849</u></u>	\$	<u><u>10,346,365</u></u>	\$

COUNTY OF KLEBERG
CHANGES IN NET POSITION, LAST NINE FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year					
	2014	2013	2012	2011	2010	2009
Net (Expense)/Revenue						
Governmental activities	\$ (12,739,101)	(12,207,742)	\$ (11,514,306)	\$ (12,485,744)	\$ (11,738,041)	\$ (10,950,754)
Business-type activities	-	-	-	-	-	-
Total primary government net expenses	<u>\$ (12,739,101)</u>	<u>(12,207,742)</u>	<u>\$ (11,514,306)</u>	<u>\$ (12,485,744)</u>	<u>\$ (11,738,041)</u>	<u>\$ (10,950,754)</u>
General Revenues and Other Changes in Net Assets						
Property Taxes	\$ 10,510,151	10,074,765	\$ 10,162,077	\$ 9,753,197	\$ 9,880,624	\$ 9,854,510
Sales Taxes	2,227,151	2,052,309	1,987,082	1,940,950	1,435,228	1,460,539
Investment Income	6,399	13,735	10,140	11,494	23,143	53,516
Miscellaneous Revenues	444,655	216,809	155,907	286,514	375,921	144,879
Gain (Loss) on Sale of Capital Assets	-	-	-	-	-	-
Extraordinary Item Outflow	-	-	-	-	-	-
Transfers	-	-	(35)	811,788	-	-
Total governmental activities	<u>13,188,356</u>	<u>12,357,618</u>	<u>12,315,171</u>	<u>12,803,943</u>	<u>11,714,916</u>	<u>11,513,444</u>
Business-type activities	-	-	-	-	-	-
Total business-type activities	-	-	-	-	-	-
Total primary government	<u>\$ 13,188,356</u>	<u>12,357,618</u>	<u>\$ 12,315,171</u>	<u>\$ 12,803,943</u>	<u>\$ 11,714,916</u>	<u>\$ 11,513,444</u>
Changes in Net Position						
Governmental activities (loss)	\$ 449,255	149,876	\$ 800,865	\$ 318,199	\$ (23,125)	\$ 562,690
Business-type activities	-	-	-	-	-	-
Total primary government (loss)	<u>\$ 449,255</u>	<u>149,876</u>	<u>\$ 800,865</u>	<u>\$ 318,199</u>	<u>\$ (23,125)</u>	<u>\$ 562,690</u>

Notes: The county began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

SCHEDULE 2
(continued)

			Fiscal Year		
			2008	2007	2006
\$	(8,388,663)	\$	(9,214,948)	\$	(9,437,351)
	-		-		-
\$	<u>(8,388,663)</u>	\$	<u>(9,214,948)</u>	\$	<u>(9,437,351)</u>
\$	8,819,663	\$	7,900,340	\$	7,321,484
	1,577,786		1,387,675		1,381,118
	203,430		306,650		258,851
	118,086		406,086		176,922
	(12,333)		-		-
	(239,714)		-		-
	(2)		-		-
	<u>10,466,916</u>		<u>10,000,751</u>		<u>9,138,375</u>
	-		-		-
	-		-		-
\$	<u>10,466,916</u>	\$	<u>10,000,751</u>	\$	<u>9,138,375</u>
\$	2,078,253	\$	785,803	\$	(298,976)
	-		-		-
\$	<u>2,078,253</u>	\$	<u>785,803</u>	\$	<u>(298,976)</u>

COUNTY OF KLEBERG
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General Fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	735,892	212,495	892,628	1,701,645
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
Total general fund	<u>\$ 735,892</u>	<u>\$ 212,495</u>	<u>\$ 892,628</u>	<u>\$ 1,701,645</u>
All Other Governmental Funds				
Reserved	\$ 1,151,953	\$ 195,769	\$ 221,949	\$ 236,419
Unreserved, reported in:	1,616,805	2,529,457	3,931,825	3,927,917
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Restricted				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Committed				
Debt Service Funds	-	-	-	-
Special Revenue Funds	-	-	-	-
Total all other governmental funds	<u>\$ 2,768,758</u>	<u>\$ 2,725,226</u>	<u>\$ 4,153,774</u>	<u>\$ 4,164,336</u>

COUNTY OF KLEBERG

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	2005	2006	2007	2008
Revenues				
Taxes				
General Property Taxes	\$ 7,017,818	\$ 7,304,801	\$ 7,750,574	\$ 8,694,424
General Sales and Use Taxes	1,263,369	1,381,118	1,387,675	1,577,788
Other Taxes -Miscellaneous	134,417	150,586	134,754	130,974
License and Permits	795,205	822,893	822,283	800,716
Intergovernmental	4,260,921	4,623,786	5,095,112	4,506,152
Charges for Service	19,588	17,445	14,404	37,827
Fines and Forfeitures	2,407,200	1,761,339	2,131,114	2,792,634
Fees of Office	775,400	1,600,474	1,524,901	1,673,403
Inmate housing	-	5,789	-	-
Investment Earnings	114,675	258,851	306,650	203,430
Refunds and Reimbursements	1,312,493	450,961	513,173	694,503
Seawind Revenue	-	256,540	335,209	486,225
Golf Course Revenue	-	-	-	-
Miscellaneous Revenue	699,887	172,922	420,357	118,086
Contributions and Donations	131,062	96,754	113,662	106,093
Miscellaneous - Park and Recreation	67,607	65,868	89,177	90,930
Total revenues	<u>18,999,642</u>	<u>18,970,127</u>	<u>20,639,045</u>	<u>21,913,183</u>
Expenditures				
General government				
General government	2,874,539	3,319,659	2,902,210	3,067,812
Judicial	1,800,607	1,782,769	1,603,506	1,810,347
Public Safety	8,236,913	6,860,569	6,953,661	7,608,253
Public Transportation	2,059,729	2,145,132	2,063,459	1,955,823
Health and Welfare	2,816,969	3,134,502	3,124,579	3,189,997
Culture and Recreation	1,439,664	1,242,430	1,364,818	1,438,047
Conservation	110,335	102,093	99,223	113,484
Intergovernmental/Capital Projects	808,099	363,515	1,044,632	338,897
Debt Service				
Principal	384,368	336,269	357,145	393,827
Interest	73,380	56,076	25,663	45,833
Total expenditures	<u>20,604,603</u>	<u>19,343,014</u>	<u>19,538,896</u>	<u>19,962,320</u>
Excess of revenues over (under) expenditures	<u>(1,604,961)</u>	<u>(372,887)</u>	<u>1,100,149</u>	<u>1,950,863</u>
Other Financing Sources (uses)				
Transfers in	1,607,493	1,531,777	1,299,259	1,462,013
Transfers Out	(1,607,493)	(1,537,377)	(1,299,260)	(1,462,015)
Capital Leases	17,362	-	115,567	-
Issuance of Bonds	-	-	-	-
Premiums on Bonds Sold	-	-	-	-
Bond Issuance Costs	-	-	-	-
Sale of Capital Assets	15,424	4,000	340	1,063
Total other financing sources (uses)	<u>32,786</u>	<u>(1,600)</u>	<u>115,906</u>	<u>1,061</u>
Special and Extraordinary Items				
Extraordinary Item Outflow	-	-	-	(239,714)
Total Special and Extraordinary Items	<u>-</u>	<u>-</u>	<u>-</u>	<u>(239,714)</u>
Net change in fund balances	<u>\$ (1,572,175)</u>	<u>\$ (374,487)</u>	<u>\$ 1,216,055</u>	<u>\$ 1,712,210</u>
Debt services as a percentage of noncapital expenditures	2.312%	2.067%	2.070%	2.240%
* 2009 balance restated from prior year				

SCHEDULE 4

		Fiscal Year					
		2009	2010	2011	2012	2013	2014
\$	9,488,359	\$ 9,642,223	\$ 9,818,871	\$ 10,058,541	\$ 10,001,520	10,353,116	
	1,460,539	1,435,228	1,940,950	1,987,082	2,052,309	2,227,151	
	208,705	141,413	289,198	187,152	201,305	49,910	
	769,407	679,407	668,966	684,084	683,001	618,866	
	5,753,341	5,608,340	6,410,109	4,493,367	5,406,062	5,096,440	
	30,453	29,752	45,605	103,033	178,373	184,691	
	1,978,192	2,248,219	2,372,376	2,636,133	1,727,997	2,018,531	
	1,751,097	1,797,145	1,628,405	1,752,620	1,631,127	1,725,863	
	-	-	-	-	-	-	
	53,517	23,143	11,495	10,141	13,735	6,399	
	231,337	365,069	312,373	227,376	144,983	107,667	
	396,733	373,110	326,743	366,582	277,098	505,073	
	-	-	192,704	329,859	381,203	320,926	
	113,628	378,116	266,853	123,652	185,850	359,566	
	178,691	104,264	163,869	97,988	112,563	128,910	
	69,213	57,005	79,249	112,104	118,282	-	
	<u>22,483,212</u>	<u>22,882,434</u>	<u>24,507,766</u>	<u>23,169,714</u>	<u>23,115,408</u>	<u>23,703,109</u>	
	3,634,557	6,086,927	4,907,867	3,976,692	3,716,399	4,370,803	
	2,313,388	2,508,134	2,616,012	2,450,507	2,669,922	2,632,903	
	7,754,805	8,496,781	9,969,320	7,376,008	7,495,353	7,475,702	
	2,191,896	2,179,968	1,840,106	1,628,659	2,088,837	1,507,033	
	3,791,621	4,666,572	4,886,731	4,216,649	3,677,128	3,763,306	
	2,066,482	1,809,409	2,213,470	2,105,502	2,588,379	2,959,261	
	102,810	119,742	115,661	94,105	113,695	114,523	
	292,703	46,200	485,031	190,819	424,708	-	
	415,918	208,050	214,290	200,000	210,000	220,000	
	195,537 *	220,263	221,001	213,845	207,895	201,445	
	<u>22,759,717</u>	<u>26,340,046</u>	<u>27,469,489</u>	<u>22,452,786</u>	<u>23,192,316</u>	<u>23,244,976</u>	
	<u>(276,505)</u>	<u>(3,457,612)</u>	<u>(2,961,723)</u>	<u>716,928</u>	<u>(76,908)</u>	<u>458,133</u>	
	1,284,332	1,454,884	2,387,640	1,586,477	1,408,676	1,432,245	
	(1,284,331)	(1,454,884)	(1,575,852)	(1,586,512)	(1,406,676)	(1,432,245)	
	-	-	-	-	-	-	
	6,000,000	-	-	-	-	-	
	22,820	-	-	-	-	-	
	-	-	-	-	-	-	
	<u>6,022,821</u>	<u>-</u>	<u>811,788</u>	<u>(35)</u>	<u>-</u>	<u>-</u>	
	-	-	-	-	-	-	
	-	-	-	-	-	-	
\$	<u>5,746,316</u>	<u>(3,457,612)</u>	<u>(2,149,935)</u>	<u>716,893</u>	<u>(76,908)</u>	<u>458,133</u>	
	2.722%	1.629%	1.613%	1.859%	1.835%		

COUNTY OF KLEBERG**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Mineral Values</u>	<u>Less: Agricultural Valuation</u>	<u>Less: Exempt Property</u>
2005	1,050,267,238	81,611,940	432,489,817	337,067,602	78,226,391
2006	1,096,145,017	83,040,170	434,310,124	348,879,378	80,491,717
2007	1,284,053,211	92,381,850	551,355,333	452,164,326	100,675,239
2008	1,316,082,280	91,691,500	524,579,359	474,353,412	103,082,091
2009	1,371,678,135	88,135,350	571,424,790	470,001,398	123,877,008
2010	1,504,092,805	89,715,170	538,329,120	551,823,800	118,823,628
2011	1,540,515,248	82,654,510	443,786,030	562,499,392	115,480,009
2012	1,601,474,930	84,624,180	413,252,940	604,293,890	124,704,961
2013	1,470,607,333	98,925,340	404,557,390	464,964,321	126,275,357
2014	1,495,732,900	111,860,820	405,902,940	478,217,228	130,157,453

Source: Kleberg County Tax Office

SCHEDULE 5

<u>Add: Other Property</u>	<u>Total</u>	<u>Total Direct Tax Rate</u>
2,046,742	1,151,121,744	0.60779
2,826,135	1,186,950,351	0.60779
1,206,902	1,376,157,731	0.57100
1,194,737	1,356,112,373	0.64640
1,271,490	1,438,631,359	0.67530
1,345,744	1,462,835,411	0.67546
1,325,646	1,390,302,033	0.69546
1,565,568	1,371,918,767	0.75100
1,598,281	1,384,448,666	0.74481
1,867,396	1,406,989,375	0.74481

COUNTY OF KLEBERG

*DIRECT AND OVERLAPPING PROPERTY TAX RATES,
LAST TEN FISCAL YEARS
(rate per \$1,000 of assessed value)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
County Tax Rates						
County Operating	\$ 0.57560	\$ 0.57416	\$ 0.54168	\$ 0.61644	\$ 0.64694	\$ 0.64579
County I&S	0.03219	0.03363	0.02932	0.02996	0.02836	0.02967
Total Kleberg County	<u>\$ 0.60779</u>	<u>\$ 0.60779</u>	<u>\$ 0.57100</u>	<u>\$ 0.64640</u>	<u>\$ 0.67530</u>	<u>\$ 0.67546</u>
City Rates						
City of Kingsville	\$ 0.70196	\$ 0.71000	\$ 0.68544	\$ 0.76781	\$ 0.80187	\$ 0.80187
Water Authority						
South Texas Water Authority	\$ 0.05543	\$ 0.05516	\$ 0.05471	\$ 0.05688	\$ 0.05590	\$ 0.05731
School Districts						
Kingsville ISD	\$ 1.59449	\$ 1.60032	\$ 1.45303	\$ 1.40529	\$ 1.33925	\$ 1.32165
Ricardo ISD	1.40000	1.40000	1.28100	1.17000	1.17000	1.17000
Riviera ISD	1.32117	1.50000	1.37000	1.04000	1.04000	1.04000
Santa Gertrudis ISD	1.45000	1.50000	1.37000	1.04000	1.33425	1.36723

Source: Kleberg County Appraisal District

SCHEDULE 6

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
0.66352 \$	0.71792 \$	0.71165 \$	0.72900
0.03194	0.03308	0.03316	0.01581
<u>0.69546 \$</u>	<u>0.75100 \$</u>	<u>0.74481 \$</u>	<u>0.74481</u>
0.84220 \$	0.84220 \$	0.84220 \$	0.84220
0.06189 \$	0.06189 \$	0.06189 \$	0.08511
1.35520 \$	1.46380 \$	1.49410 \$	1.51890
1.17000	1.17000	1.17000	1.17000
1.04000	1.04000	1.04000	1.04000
1.38570	1.45570	1.42250	1.38680

COUNTY OF KLEBERG
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND TEN YEARS AGO

SCHEDULE 7

Taxpayer	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
EOG Resources Inc./Min. Accts.	\$ 134,420,230	1	9.71%	\$ 158,280,008	1	13.75%
King Ranch Inc.	59,690,050	2	4.31%	45,185,610	2	3.93%
ExxonMobil Corporation	46,097,750	3	3.33%	-		-
AEP Texas Central Company	32,005,980	4	2.31%	-		-
Humble Gas Pipeline	11,965,370	5	0.86%	-		-
King Ranch Minerals Inc.	10,963,610	6	0.79%	5,494,125	10	0.48%
Union Pacific Railroad Company	10,638,700	7	0.77%	-		-
Weatherford US LP	9,348,330	8	0.68%	-		-
EOG Resources Inc.	8,818,850	9	0.64%	-		-
Wal-Mart Stores East Inc. #01-0442	8,321,030	10	0.60%	6,959,410	9	0.60%
Central Power and Light	-		-	16,202,150	3	1.41%
El Paso Production & Gas Company	-		-	14,751,240	4	1.28%
Kerr-McGee Corporation	-		-	13,657,620	5	1.19%
Southwestern Bell	-		-	10,804,020	6	0.94%
Wal-Mart Stores Inc. #01-0442	-		-	5,636,860	9	0.49%
Total	\$ 332,269,900		24.00%	\$ 276,971,043		24.06%

Source: Kleberg County Appraisal District

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COUNTY OF KLEBERG**PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS**

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy	
				Amount	Percent of Original Levy
2005	6,992,098	115,591	7,107,689	6,765,464	96.76%
2006	7,185,935	22,178	7,208,113	7,002,602	97.45%
2007	7,835,372	53,263	7,888,635	7,646,085	97.58%
2008	8,700,898	(24,824)	8,676,074	8,428,927	96.87%
2009	9,635,833	(23,007)	9,612,826	9,205,788	95.54%
2010	9,705,841	27,808	9,733,649	9,380,171	96.64%
2011	9,460,549	24,311	9,484,860	9,258,526	97.86%
2012	10,026,588	(20,166)	9,484,860	9,775,982	97.61%
2013	10,053,034	(4,859)	10,048,175	9,799,142	97.47%
2014	10,227,076	(25,588)	10,201,488	9,964,017	97.43%

Source: Kleberg County Tax Office

Note: These accounts represent cash collections from the Tax Assessor Collector and any adjustments to the tax roll per the Kleberg County Appraisal District.

SCHEDULE 8

Collections in Subsequent Years	Total Collections to Date	
	Amount	Percent of Adjusted Levy
309,512	7,074,976	99.54%
167,877	7,170,479	99.48%
190,213	7,836,298	99.34%
202,291	8,631,218	99.48%
357,356	9,563,144	99.48%
275,542	9,655,713	99.20%
492,947	9,751,473	102.81%
205,094	9,981,076	105.23%
197,786	9,996,928	99.49%
178,430	10,142,447	99.42%

COUNTY OF KLEBERG

SCHEDULE 9

**RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Certificates of Obligation</u>	<u>Capital Leases</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
2005	1,390,000	132,011	1,522,011	2.30%	49
2006	1,070,000	101,291	1,171,291	1.70%	37
2007	730,000	157,623	887,623	1.90%	29
2008	375,000	101,363	476,363	0.90%	16
2009	6,000,000	50,908	6,050,908	11.70%	197
2010	5,815,000	24,290	5,839,290	10.36%	182
2011	5,625,000	-	5,625,000	10.08%	172
2012	5,425,000	-	5,425,000	0.00%	0
2013	5,215,000	-	5,215,000	0.00%	0
2014	4,995,000	-	4,995,000	12.19%	64

COUNTY OF KLEBERG**RATIOS OF GENERAL BONDED DEBT OUTSTANDING,
LAST TEN FISCAL YEARS**

SCHEDULE 10

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Restricted to Repaying Principal</u>	<u>Total</u>	<u>Percentage of Personal Income (b)</u>	<u>Percentage of Actual Value of Taxable Property (a)</u>	<u>Per Capita (b)</u>
2005	1,390,000	116,291	1,273,709	0.191%		41.41
2006	1,070,000	161,291	908,709	0.133%	0.08%	29.08
2007	730,000	211,587	518,413	0.113%	0.04%	17.06
2008	375,000	237,424	137,576	0.026%	0.01%	4.55
2009	6,000,000	259,604	5,740,396	1.112%	0.40%	187.31
2010	5,815,000	285,167	5,529,833	0.981%	0.38%	172.48
2011	5,625,000	332,992	5,292,008	0.948%	0.38%	161.80
2012	5,425,000	375,177	5,049,823	0.823%	0.37%	157.68
2013	5,215,000	421,245	4,793,755	0.763%	0.35%	149.33
2014	4,995,000	424,495	4,570,505	0.751%	0.32%	141.99

Notes:

- (a) See Schedule 5 for property value data
(b) See population and personal income on Schedule 11

COUNTY OF KLEBERG
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(dollars in thousands)

	Fiscal Year			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Debt Limit	\$ 287,804,360	\$ 296,737,587	\$ 344,039,433	\$ 339,028,093
Less: Total net debt applicable to limit	<u>1,273,709</u>	<u>909,121</u>	<u>518,413</u>	<u>137,576</u>
Legal Debt Margin	\$ <u>286,530,651</u>	\$ <u>295,828,466</u>	\$ <u>343,521,020</u>	\$ <u>338,890,517</u>
Total net debt applicable to the limit as a percentage of debt limit	0.44%	0.31%	0.15%	0.04%

SCHEDULE 11

Fiscal Year						
2009	2010	2011	2012	2013	2014	
\$ 359,657,840	\$ 365,708,853	\$ 347,575,508	\$ 342,979,692	\$ 346,112,167	\$ 351,747,344	
<u>5,740,396</u>	<u>5,529,833</u>	<u>5,292,008</u>	<u>5,049,823</u>	<u>4,804,376</u>	<u>4,781,075</u>	
<u>\$ 353,917,444</u>	<u>\$ 360,179,020</u>	<u>\$ 342,283,500</u>	<u>\$ 337,929,869</u>	<u>\$ 341,307,791</u>	<u>\$ 346,966,269</u>	
1.60%	1.51%	1.52%	1.47%	1.39%	1.36%	

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2014

Assessed value	\$ 1,406,989,375
Debt Limit (25% of total assessed value)	351,747,344
Debt applicable to limit:	
Gross Bonded Debt	4,995,000
Less: Net assets in Debt Service Fund	<u>213,925</u>
Total net debt applicable to limit	<u>4,781,075</u>
Legal debt margin	<u>\$ 346,966,269</u>

COUNTY OF KLEBERG
 DEMOGRAPHIC AND ECONOMIC STATISTICS,
 LAST TEN FISCAL YEARS

SCHEDULE 12

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2005	30,757	665,335	21,632	5.2%
2006	31,245	681,422	21,809	5.1%
2007	30,390	460,317	15,147	4.7%
2008	30,248	520,356	17,203	4.3%
2009	30,647	516,433	16,851	6.8%
2010	32,061	563,632	17,580	6.9%
2011	32,708	558,195	17,066	6.7%
2012	32,025	613,471	19,156	5.9%
2013	32,101	628,056	19,565	5.1%
2014	32,190	608,970	18,918	4.4%

Source: Kleberg County Auditor's Office

COUNTY OF KLEBERG
TOP TEN EMPLOYERS,
CURRENT YEAR AND TEN YEARS AGO

SCHEDULE 13

Employer	2014			2005		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Naval Air Station-Kingsville	1,800	1	13.52%	1,781	1	6.84%
Texas A&M University	1,200	2	9.01%	1,083	2	4.16%
Kingsville Ind. School District	560	3	4.21%	727	3	2.79%
King Ranch	376	4	2.82%	325	8	1.25%
Celanese	329	5	2.47%	392	6	1.51%
Kleberg County	310	6	2.33%	361	7	1.39%
Wal-Mart	300	7	2.25%			
Border Patrol	300	8	2.25%			
City of Kingsville	280	9	2.10%			
Christus Spohn Kleberg Hospital	263	10	1.98%	160	10	0.61%
Hoechst Celanese				508	4	1.95%
Calling Solutions, Inc.				400	5	1.54%
Mundy Corporation				291	9	1.12%
Total	5,718		42.95%	6,028		23.15%

Source: Greater Kingsville Economic Development Council

COUNTY OF KLEBERG

*FULL-TIME-EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>Function/Program</u>						
Justice and law enforcement	108	102	132	155	144	145
Health and human services	75	72	29	35	34	34
Environment, parks, and education	41	20	13	20	23	23
Public works	32	31	38	30	32	26
General government	22	20	44	39	42	43
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total	<u>278</u>	<u>245</u>	<u>256</u>	<u>279</u>	<u>275</u>	<u>271</u>

Source: Kleberg County Auditor's Office

Notes: A full-time employee is scheduled to work 2080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 40.

SCHEDULE 14

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
142	134	137	137
40	39	42	42
22	21	19	19
21	19	19	19
53	54	58	58
<u>278</u>	<u>267</u>	<u>275</u>	<u>275</u>

COUNTY OF KLEBERG

OPERATING INDICATORS BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<u>Function/Program</u>					
Justice and Law Enforcement					
Jail bookings	2970	3355	2527	2763	2981
Average daily population	124	124	124	124	124
Health Services					
Economic services/support Program - unduplicated cases	198	122	201	244	285
Parks and Land Use					
Daily boat launches	N/A	N/A	N/A	N/A	N/A
Public Works					
Centerline mile of road maintained:					
County	182	182	182	182	182
State	149	149	149	149	149
Airport					
Bases aircraft	1	1	1	1	1
Takeoffs and landings	1066	744	720	1058	1137

Source: Various County Departments

SCHEDULE 15

Fiscal Year				
<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
3268	3398	2655	2976	2822
124	160	160	160	160
310	353	363	389	382
N/A	N/A	N/A	N/A	N/A
182	182	182	182	182
149	149	149	149	149
1	1	1	1	1
1596	1387	1588	650	650

COUNTY OF KLEBERG

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Justice and Law Enforcement					
Correction facility capacity	124	124	124	124	124
Parks and Land Use					
Number of county parks	12	12	12	12	12
Park Acreage:	250	250	250	250	250
Developed	245	245	245	245	245
Undeveloped	5	5	5	5	5
County golf courses	1	1	1	1	1
Nature center	2	2	2	2	2
Exposition center	1	1	1	1	1
Public Works					
Centerline miles of county roads	182	182	182	182	182
Traffic signals	20	20	20	20	20
Bridges	1	1	1	1	1
Active vehicles in vehicle replacement plan	39	39	41	47	49
Airport					
Number of runways	1	1	1	1	1

Source: Various County Departments

SCHEDULE 16

Fiscal Year				
<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
124	160	160	160	160
12	12	12	12	12
250	250	250	250	250
245	245	245	245	245
5	5	5	5	5
1	1	1	1	1
2	2	2	2	2
1	1	1	1	1
182	182	182	182	182
20	20	20	20	20
1	1	1	1	1
57	66	66	81	81
1	1	1	1	1

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Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

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RAUL HERNANDEZ & COMPANY, P.C.
Certified Public Accountants
5422 Holly Rd
Corpus Christi, Texas 78411
Phone (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report on Internal Control over Financial Reporting and
On Compliance and Other Matters Based on an Audit of Financial Statements
Performed In Accordance With Government Auditing Standards

Board of Trustees
Kleberg County, Texas
P.O. Box 72
Kingsville, Texas 78364

Members of the Board of Trustees:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Kleberg County, Texas, as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise Kleberg County, Texas's basic financial statements, and have issued our report thereon dated June 19, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Kleberg County, Texas's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Kleberg County, Texas's internal control. Accordingly, we do not express an opinion on the effectiveness of the Kleberg County, Texas's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Kleberg County, Texas's Response to Findings

Kleberg County, Texas's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Kleberg County, Texas's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



Raul Hernandez and Company, P.C.

Corpus Christi, Texas
June 19, 2015

RAUL HERNANDEZ & COMPANY, P.C.
Certified Public Accountants
5422 Holly Rd
Corpus Christi, Texas 78411
Phone (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report on Compliance for Each Major Program and
on Internal Control Over Compliance Required by OMB Circular A-133

Board of Trustees
Kleberg County, Texas
P.O. Box 72
Kingsville, Texas 78364

Members of the Board of Trustees:

Report on Compliance for Each Major Federal Program

We have audited the Kleberg County, Texas's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Kleberg County, Texas's major federal programs for the year ended September 30, 2014. Kleberg County, Texas's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Kleberg County, Texas's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Kleberg County, Texas's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Kleberg County, Texas's compliance.

Opinion on Each Major Federal Program

In our opinion, the Kleberg County, Texas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of the Kleberg County, Texas is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Kleberg County, Texas's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Kleberg County, Texas's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we considered to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



Raul Hernandez and Company, P.C.

Corpus Christi, Texas
June 19, 2015

KLEBERG COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

One or more material weaknesses identified? Yes X No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified? Yes X No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes X No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.509	Formula Grants for Rural Areas
15.568	Coastal Impact Assistance Program
93.568	Low-Income Home Energy Assistance
14.228	Community Development Block Grants

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes X No

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

KLEBERG COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

<u>Finding/Recommendation</u>	<u>Current Status</u>	<u>Management's Explanation If Not Implemented</u>
-------------------------------	-----------------------	--

**2013-1 Internal Control - Reconciliation of Accounts Receivable and Vouchers Payable
(Repeat Finding)**

Condition: The County did not reconcile the accounts receivable or vouchers payable accounts on a periodic basis or at year end. The audit of these accounts required an extensive analysis by us to determine if the balances are accurate and reliable. Management had to trace individual postings of the amounts from the detail general ledger to the subsequent year to provide us with documentation that individual accounts receivable and vouchers payables balances were valid and reliable. This effort would not have been necessary if reconciliations were being prepared by management at year's end before providing trial balances to us. Furthermore, the outstanding vouchers payable balances at September 30, 2013, were paid to vendors over a period of eight months after fiscal year end, as shown below:

October 2013	\$418,402.49
November 2013	197,530.11
December 2013	59,357.83
January 2014	38,740.86
February 2014	93,289.48
March 2014	10,744.98
April 2014	6,255.07
May 2014	9,045.00
	<u>\$833,365.82</u>

Criteria: In order to prepare accurate and timely financial statements, proper reconciliations of accounts receivable and vouchers payable are required as part of the year end process.

Effect: The lack of timely account reconciliations may allow errors or fraudulent transactions to go undetected and may cause material misstatements in the financial statements.

Cause: Currently, the County's current practice does not have a specific cutoff date that requires timely payment of vouchers payable within a reasonable period. and management is not preparing subledgers to support accounts receivable and vouchers payable balances.

Recommendation: We recommend the County develop policies and procedures for reconciliation of all asset and liability accounts in a timely manner. In addition, we recommend that the County ensure that vouchers payable are paid within a reasonable period.

Management's Response: The County agrees with this finding. The County is in the process of developing policies and procedures to ensure that reconciliation of all asset and liability accounts are completed. The County is in the process of developing a cutoff date that will require prompt payment of vouchers payable within a reasonable timeframe. Furthermore, this issue can only be resolved through collective effort from all departments within the County. The County is also in the process of reviewing other software systems in an effort to assist in this recommendation.

Status: The County has made significant improvements to the system of the vouchers payable account by implementing a requisition procedure and timely cutoff dates the year end reporting.

2013-2 Internal Control - Timeline of Year-End Closing

Condition: The County did not close their books in a timely & prompt manner. It took the County

KLEBERG COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Finding/Recommendation	Current Status	Management's Explanation If Not Implemented
approximately eight months from the end of the fiscal year to close their books and deliver all trial balances to us.		
<p>Criteria: At the end of an accounting period, management is responsible for closing the books to support the County's financial and management reporting. Meeting this important responsibility requires establishing a detailed close-to-report process, and employing the appropriate accounting and technical skills. The process should be done in a prompt manner soon after the fiscal year end.</p>		
<p>Effect: Untimely closing of the books may not present relevant & reliant information to financial users of the financial statements</p>		
<p>Cause: The County does not have policies and procedures in effect for the books to be closed in a prompt & timely manner, which should be soon after the fiscal year end.</p>		
<p>Recommendation: We recommend the County develop policies and procedures to ensure that the process of closing the County's books is completed soon after the fiscal year end.</p>		
<p>Management's Response: The County agrees with this finding. The County is in the process of developing policies and procedures to implement cut off dates for financial information to be processed & submitted in a timely manner from all departments to ensure that the County's books are closed in a reasonable period of time after the fiscal year end.</p>		
<p>Status: Management of the County has made significant improvements to close the fiscal year earlier than it has in previous years which allowed the audit to be completed in a timely manner.</p>		

2013-3 Internal Control / Financial Reporting - Posting Errors

Condition: The County recorded a significant posting error in the General Fund. The posting error consisted of an overstatement to Reimbursement Revenue of \$321,365. The Golf Course Fund had a related posting error which understated revenues in the amount of \$348,632. We performed an extended analysis of this account and determined that the error resulted from the lack of understanding of the proper accounting treatment in recording the transactions. We proposed journal entries to reclassify this error from the statement of revenues to the balance sheet. A timely review of these journal entries was not done by the responsible official. In addition, the fund balance of the general fund did not include an audit adjustment of \$79,131. Furthermore, management reported the District Attorney Forfeiture fund (a special revenue fund) together with the DPS Seizure Fund (a fiduciary fund) in a single trial balance. This accounting practice is contrary to generally accepted accounting principles and not in accordance with government accounting for financial statement presentation. In addition, the liability of the DPS Seizure (Escrow) fund does not appear to be balanced to outstanding monies held in trust. We proposed an audit adjustment to separate these funds for financial reporting purposes.

Criteria: During the accounting period, management is responsible for understanding proper accounting treatment in recording transactions. Therefore, this process requires management to record transactions accurately in order to develop relevant and reliable financial statements. Furthermore, an official & thorough review of the posting of transactions and account balances on a monthly basis should be completed.

Effect: Incorrectly posting transactions in the County's books creates inaccurate and unreliable financial statements and can also mislead financial users.

Cause: Management did not have proper understanding of the accounting treatment for these transactions,

KLEBERG COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

<u>Finding/Recommendation</u>	<u>Current Status</u>	<u>Management's Explanation If Not Implemented</u>
which, in effect, led to the significant posting error.		

Recommendation: The County must adhere to the proper reporting policies and procedures required by generally accepted accounting principles. These accounting procedures should be implemented in order to assure accurate accounting data and eliminate extensive analysis at year end. This will also ensure compliance with governmental reporting standards.

Management's Response: The County agrees with this finding. The County is in the process of ensuring that departments are adequately trained and transactions & balances are reviewed monthly.

Status: Management continues to work to minimize posting errors.

KLEBERG COUNTY, TEXAS
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED SEPTEMBER 30, 2014

N/A

KLEBERG COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT D-1
Page 1 of 2

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>U. S. DEPARTMENT OF TRANSPORTATION</u>			
Passed Through Texas Department of Transportation:			
Section 5311 Public Transportation Program	20.509	51316F7023	183,854
Section 5311 Public Transportation Program	20.509	51216F7222	510,804
Section 5310 Public Transportation Program *	20.513	51316F7141	35,269
Job Access and Reverse Commute *	20.516	51216F7082	91,115
Total Passed Through Texas Department of Transportation			<u>821,042</u>
Total U. S. Department of Transportation			<u>821,042</u>
<u>U. S. DEPARTMENT OF THE INTERIOR</u>			
Direct Program:			
Coastal Impact Assistance Grant	15.668	N/A	1,009,403
Total U. S. Department of the Interior			<u>1,009,403</u>
<u>U. S. DEPARTMENT OF JUSTICE</u>			
Passed Through National HIDTA Assistance Center:			
Houston HIDTA Grant	16.220	G13HN0014A	47,460
Total U. S. Department of Justice			<u>47,460</u>
<u>U. S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT</u>			
Passed Through Texas General Land Office:			
Disaster Recovery Community Block Grant *	14.228	DRS210087	441,944
Total Passed Through Texas General Land Office			<u>441,944</u>
Total U. S. Department of Housing & Urban Development			<u>441,944</u>
<u>U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed Through Texas Department of Housing and Community Affairs:			
Comprehensive Energy Assistance Program	93.568	58130001639	656,668
Total Passed Through Texas Department of Housing and Community Affairs			<u>656,668</u>
Passed Through Bee Community Action Agency:			
Community Services Block Grant	93.667	61005.1	83,221
Total U. S. Department of Health and Human Services			<u>739,889</u>
<u>DEPARTMENT OF HOMELAND SECURITY-FEMA</u>			
Passed Through Texas Department of Public Safety-Div. of Emergency Management:			
Operation Stone Garden	97.067	2012	114,574
Operation Stone Garden	97.067	2013	102,622
Operation Stone Garden	97.067	2011-SJ-T9-0011	15,936
2012 Homeland Security Grant	97.067	12-SR 48273-02	5,905
Total Passed Through Texas Department of Public Safety-Div. of Emergency Management			<u>\$ 239,037</u>
Passed Through Emergency Food & Shelter National Board Program:			
Emergency Food and Shelter	97.024	30-8196-00	36,700
Total Department of Homeland Security-FEMA			<u>275,737</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>3,335,475</u></u>

* Indicates clustered program under OMB Circular A-133 Compliance Supplement

The accompanying notes are an integral part of this schedule.

KLEBERG COUNTY, TEXAS

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Kleberg County, Texas and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.

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