



Annual Comprehensive Financial Report

For Fiscal Year Ended

September 30, 2021

KLEBERG COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Prepared By:
Kleberg County Auditor's Office
Mrs. Melissa Green
County Auditor

Kleberg County, Texas
 Comprehensive Annual Financial Report
 For The Year Ended September 30, 2021

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County Auditor

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COUNTY of KLEBERG
KINGSVILLE, TEXAS

June 15, 2022

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 annual comprehensive financial report of the County of Kleberg for the fiscal year ended September 30, 2021.

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, 2021, 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 unmodified opinion that the County's financial statements for the fiscal year ended September 30, 2021, 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.

Reporting

The accompanying financial statements have been prepared in conformity with general accepted accounting principles (GAAP) in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted primary standard setting body for establishing governmental accounting and financial principles.

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, which is 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 government body of the County is the Commissioners' Court. The Commissioners' Court is comprised of the County Judge (who serves as the presiding officer) and the four Commissioners from one of the County's four road and bridge precincts. Each member of the Commissioners' Court is elected to a four-year term of office.

The Court has only such powers as are conferred upon it by the Constitution and the Statutes or by necessary implication there from. The Commissioners' Court has certain powers expressly granted by the legislature and powers necessarily implied by such grant. One of the most important duties of the Commissioners' Court is the management of the finances of the County. Among other things, it approves the budget, determines the tax rates, approves contracts in the name of the County, establishes policies for County operations, determines whether indebtedness should be authorized and issued, and appoints certain County officials.

The County provides a full range of services, including:

General government services related to the legislative, judicial, and executive branches of the government. This category includes budgets for the various judicial courts, indigent defense, criminal district attorney, district clerk, law library, county judge, county commissioners, tax assessor-collector, county treasurer, county auditor, county clerk, and information technology.

Public safety services related to the protection of persons and property. This category includes budgets for the sheriff, constables, juvenile and adult probation and emergency management.

Highways and streets services related to the construction, repair and maintenance of roadways. This category includes budgets for each of the four commissioners.

Health and welfare services related to public health and public assistance. This category includes budgets for health and human services, welfare and indigent assistance.

Recreational and cultural services for the benefit of residents and visitors. This category includes budgets for the library and parks.

Conservation services designed to conserve and develop natural resources. This category includes the budgets for animal control, and Texas Agri-life extension.

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 7.10%, which is higher than the national unemployment rate of 5.49% and the statewide average rate of 6.23%.

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.

Education Within Kleberg County is Texas A& M University – Kingsville which is a public university located in Kingsville, Texas, (which is the county seat) and is one of the campuses comprising the Texas A&M University System. The university has programs in engineering, agriculture, wildlife, music, and the sciences and developed the nation's first doctoral degree in bilingual education.

Texas A&M University–Kingsville is the oldest continuously operating public institution of higher learning in South Texas. The school was chartered as the South Texas Normal School in 1917; however, the opening of the school was delayed due to World War I. Founded in 1925 as South Texas State Teachers College, the university's name changed in 1929 to Texas College of Arts and Industries signaled the broadening of its mission. A 1967 name change to Texas A&I University marked another transition. The university became a member of the Texas A&M University System in 1989 and changed its name to Texas A&M University–Kingsville in 1993.

Future Economic Developments

The County experienced a pandemic on March 15, 2020, resulting from the coronavirus COVID-19. All financial activity related to COVID-19 is recorded in the Disaster Recovery department under the Special Revenue Fund. The Disaster Recovery department is used to account for disaster related expenditures, insurance proceeds, and Coronavirus Aid, Relief and Economic Security Act (CARES) grant distributions as well as other grants that are available. The County continues to evaluate the pandemics effects and anticipates reimbursements from other federal agencies through Texas Department of Emergency Management (TDEM).

The fiscal impact of COVID-19 is aiming to be significant across the country. As the disaster evolves, the impact on counties bottom line will be driven not only by overall economic conditions but the parts of the economy where revenue is generated. The National Association of Counties released on May 05, 2020 an analysis of the financial impact of COVID-19 on County finances estimating an overall \$144 billion budgetary hit across all U.S. counties. Kleberg County had to adjust regular operations and budgets in response to the pandemic. Increase on unexpected expenditures and loss in revenue will impact the county's finances. The County is shifting our operations and adjusting our budget in response to the devastation of COVID-19. The unexpected increase in expenditures and the loss of revenue has resulted in the need to focus on curbing the spread of the virus but we are continuing to provide essential services to the residents.

Looking forward, even with the current COVID-19 pandemic our outlook is strong for continued growth in the near future. The Commissioners court continues to plan expenditures in a conservative manner. The 2020/2021 budget kept expenditures at or near the same levels as the prior budget with a few exceptions.

Long-term Financial Planning

The County's elected and appointed officials and citizens considered many factors when setting the 2021 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 2021. Amounts available for appropriation in the general fund budget are expected to be slightly over \$15 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.

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 Annual Comprehensive Financial Report (ACFR) for the year ended September 30, 2020. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

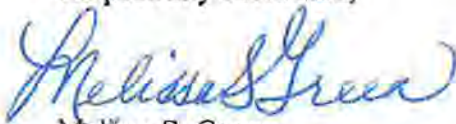
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose content conforms to program standards. This report must satisfy both generally accepted accounting principles and applicable legal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



Melissa S. Green
Kleberg County Auditor

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Introductory Section



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Kleberg County
Texas**

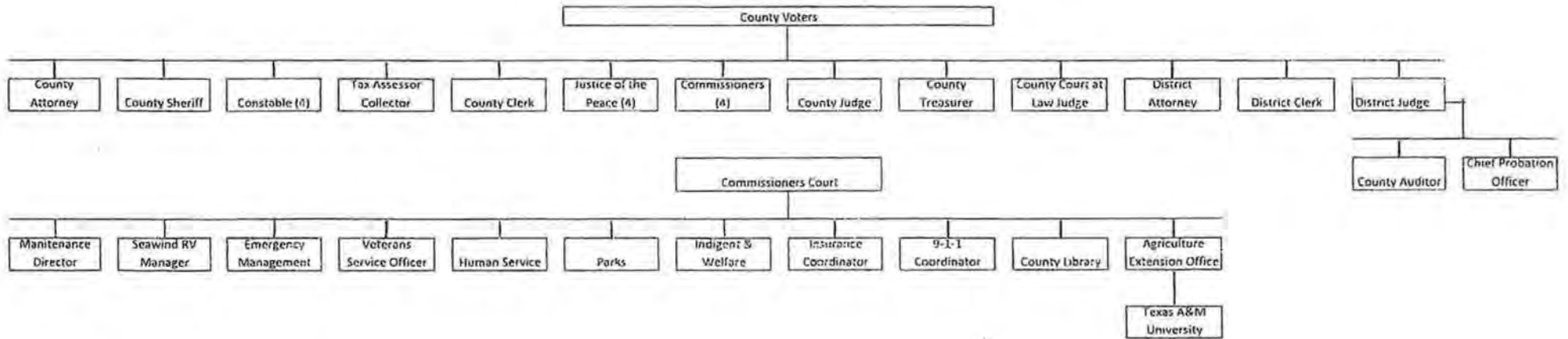
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Financial Report
For the Fiscal Year Ended

September 30, 2020

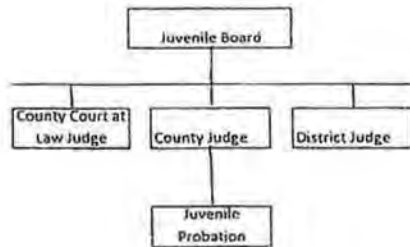
Christopher P. Morill

Executive Director/CEO

Kleberg County, Texas Organizational Chart



6



DISTRICT COURT

Jack Pulcher	105 th Judicial District Judge
John T. Hubert	District Attorney
Jennifer Whittington	District Clerk

COMMISSIONERS' COURT

Rudy Madrid	County Judge
O. David Rosse	Commissioner Precinct #1
Chuck Schultz	Commissioner Precinct #2
Jerry Martinez	Commissioner Precinct #3
Marcus Salinas	Commissioner Precinct #4

COUNTY OFFICIALS

Kira T. Sanchez	County Attorney
Jaine Carrillo	County Court at Law Judge
Stephanie G. Garza	County Clerk
Richard Kirkpatrick	County Sheriff
Maria Victoria Valadez	Tax Assessor-Collector
Priscilla A. Cantu	County Treasurer
Melissa S. Green	County Auditor

JUSTICE OF THE PEACE

Andy Gonzalez, Jr.	Justice of the Peace, Precinct #1
Carmen Cortez	Justice of the Peace, Precinct #2
Chris Lee	Justice of the Peace, Precinct #3
Esequiel R. De La Paz	Justice of the Peace, Precinct #4

CONSTABLES

Bill Hack	Constable, Precinct #1
Omar Rosales	Constable, Precinct #2
Jesse Rivera	Constable, Precinct #3
Amando Vidal	Constable, Precinct #4

Financial Section

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RAUL HERNANDEZ & COMPANY, P.C.

Certified Public Accountants
5402 Holly Road, Suite 102
Corpus Christi, Texas 78411
Office (361)980-0428 Fax (361)980-1002

Independent Auditors' Report

To the Commissioners' Court
Kleberg County, Texas
P.O. Box 72
Kingsville, Texas 78364

Report on the Audit of the Financial Statements

Opinions

We have audited the 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, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Kleberg County, Texas as of September 30, 2021, 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.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Change in Accounting Principle

As described in Note A to the financial statements, in 2021, Kleberg County, Texas adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In Performing an audit in accordance with GAAS, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, and budgetary comparison information and schedule of the County's proportionate share of the net pension liability and schedule of County pension contributions, and schedule of the County's proportionate share of the net OPEB liability and schedule of County OPEB contributions identified as Required Supplementary Information in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Kleberg County, Texas' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, 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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2022 on our consideration of Kleberg County, Texas' 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 solely 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 the effectiveness of the County's internal control over financial reporting and compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Kleberg County, Texas' internal control over financial reporting and compliance.

Respectfully submitted,

A handwritten signature in blue ink that reads "Raul Hernandez - Company, P.C." The signature is written in a cursive style.

Raul Hernandez and Company, P.C.

Corpus Christi, Texas
June 15, 2022

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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, 2021. 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 \$30,637,374 (net position). Of this amount, \$20,156,373, (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 \$24,509,210 of which, \$9,710,345 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 \$10,131,147, or 68%, of total general fund expenditures; these expenditures were \$215,429 more than 2020 due, in part, to increases in general government, public safety, & and culture and recreation.
- The fund balance for the General fund increased to \$10,205,242 in 2021, an increase of \$1,794,693 from 2020.
- At the end of the current fiscal year, the deferred outflows of resources totaled \$2,452,237. Furthermore, deferred inflows of resources totaled \$1,874,102, while net pension liability totaled \$3,897,108. Therefore, the deferred inflows of resources and net pension liability total of \$5,771,210 exceeded the deferred the outflows of resources by \$3,318,973.

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

KLEBERG COUNTY, TEXAS

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 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

<u>Type of Statements</u>	<u>Government-wide</u>	<u>Governmental Funds</u>	<u>Proprietary Funds</u>	<u>Fiduciary Funds</u>
<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.

KLEBERG COUNTY, TEXAS

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. The County's combined net position was \$30,637,374, and \$26,701,222, at September 30, 2021 and 2020, respectively. (See Table A-1).

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

	Governmental Activities		Increase (Decrease)
	<u>2021</u>	<u>2020</u>	<u>2021-2020</u>
Current assets:			
Cash/Cash equivalents	26,603,901	19,345,400	7,258,501
Equity in Pooled Cash	1,445,936	1,945,476	(499,540)
Taxes Receivable	1,085,972	1,013,750	72,222
Accounts Receivable	595,719	480,594	115,125
Intergovernmental Receivable	571,366	1,042,734	(471,368)
Prepaid Items	75,275	253,504	(178,229)
Total current assets:	<u>\$ 30,378,169</u>	<u>\$ 24,081,458</u>	<u>6,296,711</u>
Capital Assets:			
Capital Assets	39,867,011	38,390,519	1,476,492
Less Accumulated Depreciation	(21,260,899)	(20,919,732)	(341,167)
Total capital assets:	<u>18,606,112</u>	<u>17,470,787</u>	<u>1,135,325</u>
Total Assets	<u>\$ 48,984,281</u>	<u>\$ 41,552,245</u>	<u>7,432,036</u>
Deferred Outflows of Resources			
Deferred Outflow Related to OPEB	7,417	9,050	(1,633)
Deferred Outflow Related to Pension Plan	2,322,474	601,182	1,721,292
Deferred Charge of Refunding Bonds	122,346	135,939	(13,593)
Total Deferred Outflows of Resources	<u>2,452,237</u>	<u>746,171</u>	<u>1,706,066</u>
Current Liabilities			
Accounts payable and other current liabilities	2,145,008	1,946,085	198,923
Accrued Wages Payable	32,233	25,385	6,848
Accrued Interest Payable	33,562	25,700	7,862
Due to Other Governments and Agencies	2,481,349	2,163,414	317,935
Due to Others	79,333	13,418	65,915
Unearned Revenue	10,207	10,207	-
Total current liabilities	<u>4,781,692</u>	<u>4,184,209</u>	<u>597,483</u>
Long-term liabilities:			
Due within one year	791,232	760,000	31,232
Due in more than one year	8,982,294	6,177,832	2,804,462
Net Pension Liability - due in more than one year	3,897,108	2,728,741	1,168,367
Net OPEB Liability - due in more than one year	472,716	439,221	33,495
Total Liabilities	<u>\$ 18,925,042</u>	<u>\$ 14,290,003</u>	<u>4,635,039</u>
Deferred Inflows of Resources			
Deferred Amounts Related to OPEB	10,172	-	10,172
Deferred Amounts Related to Pensions	1,863,930	1,294,779	569,151
Total Deferred Inflows of Resources	<u>1,874,102</u>	<u>1,294,779</u>	<u>579,323</u>
Net Position:			
Net Investment in Capital Assets	9,313,824	10,955,787	(1,641,963)
Restricted For:			
Federal and State Programs	17,339	17,330	9
Debt Service	486,752	487,868	(1,116)
Capital Projects	663,086	854,681	(191,595)
Unrestricted	20,156,373	14,385,556	5,770,817
Total Net Position	<u>\$ 30,637,374</u>	<u>\$ 26,701,222</u>	<u>3,936,152</u>

KLEBERG COUNTY, TEXAS

The County's overall financial position has increased in the amount of \$3,936,152. The largest portion of the County's assets are invested in capital assets (e.g. land, construction in progress, infrastructure, buildings & improvements, 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 \$20,156,373, or 66% of total net position, which is up \$5,770,817 due, in part, to a net increase in current assets.

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

	Governmental Activities		Increase (Decrease)
	<u>2021</u>	<u>2020</u>	<u>2021-2020</u>
Revenues:			
Program:			
Charges for services	\$ 3,809,457	\$ 3,976,970	\$ (167,513)
Operating Grants & Contributions	5,597,557	6,357,465	(759,908)
Cap. Grants & Contributions	544,409	769,773	(225,364)
General:			
Property Taxes	12,669,311	12,338,855	330,456
Sales Taxes	2,544,109	2,379,466	164,643
Intergovernmental Revenues	2,979,615	-	2,979,615
Investment Income	150,972	169,818	(18,846)
Miscellaneous Revenues	849,460	816,852	32,608
Total Revenues	\$ 29,144,890	\$ 26,809,199	\$ 2,335,691
Cost of Services:			
General Government	6,058,772	5,917,141	141,631
Judicial	2,821,764	2,888,880	(67,116)
Public Safety	9,440,944	9,954,595	(513,651)
Public Transportation	1,658,097	1,553,177	104,920
Health and Welfare	2,991,459	3,240,926	(249,467)
Culture and Recreation	1,728,975	1,519,217	209,758
Conservation	2,617	77,716	(75,099)
Economic Development & Assistance	161,172	226,874	(65,702)
Interest on Long-term debt	344,938	196,817	148,121
Total Cost of Services	\$ 25,208,738	\$ 25,575,343	\$ (366,605)
Change in net assets	3,936,152	1,233,856	2,702,296
Net position - beginning	26,701,222	25,467,366	1,233,856
Net position - ending	\$ 30,637,374	\$ 26,701,222	\$ 3,936,152

KLEBERG COUNTY, TEXAS

Governmental Activities

- Property tax was up \$330,456, or 2.6%, due to an increase in general property taxes in the General Fund. Net taxable property values was \$2,028,334,201, and the total tax levy was \$.77187.
- Operating Grants & Contributions decreased (\$759,908) due to a decrease in General Government, Judicial, Public Safety, and Health & Welfare program revenues compared to the prior year. Intergovernmental revenues increased by \$2,979,615 due to the addition of the COVID ARPA fund.

Revenues. The County's total revenues were \$29,144,890. A significant portion, 43%, of the County's revenue comes from property taxes. In addition, 19% comes from operating grants & contributions, and 13% relates to charges for services. (See Figure A-1 and Table A-2)

Figure A-1

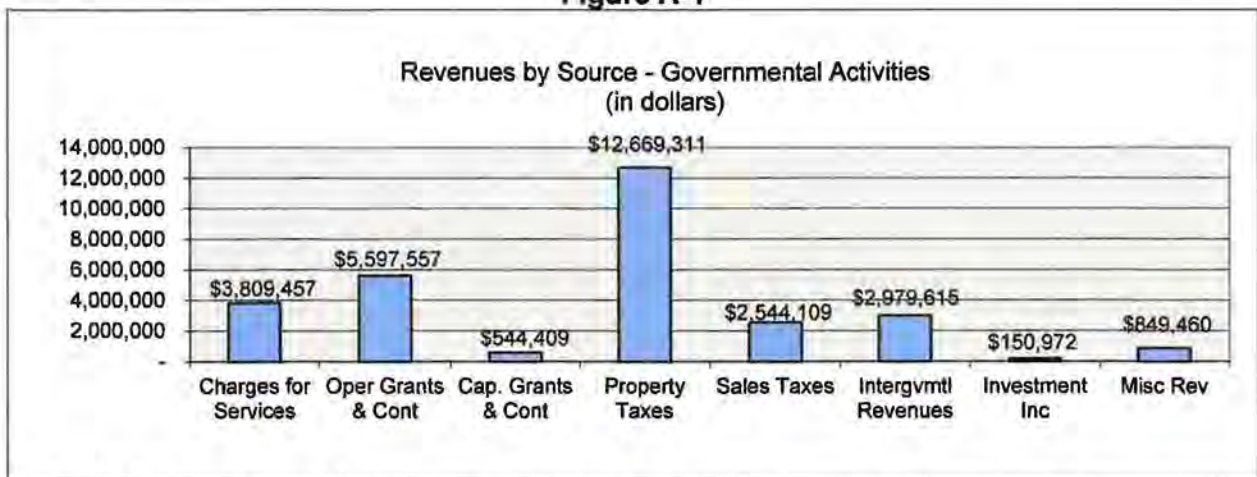
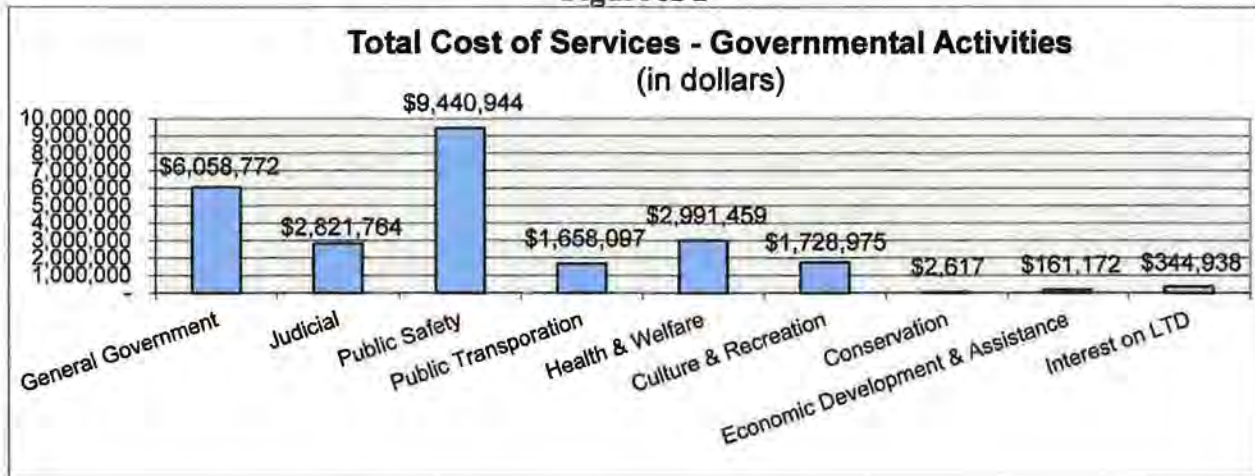


Table A-2 and Figure A-2 present the cost of each of the County's largest functions.

- The cost of all governmental activities this year was \$25,208,738. However, the amount that our taxpayers paid for these activities through property taxes was \$12,669,311.
- Some of the costs, \$3,809,457, or 13%, were paid by those who directly benefited from the programs such as human services, state juvenile and adult probationary fees, and fees of office.
- Of total costs, \$9,440,944 is attributed to Public Safety, which had a net decrease from the prior year by (\$513,651) due, in part, to the decrease in expenditures in the Task Force Program, Federal Drug Fund, Sheriff Ch 59 Forfeiture, Community Supervision, South Texas Task Force, Courthouse Security, and Operation Stonegrant.
- Total costs of services were down (\$366,605), where public safety expenditures had the most significant decrease in the amount of (\$513,651). The majority of the general government expenditure decrease was part of the Task Force Program.

KLEBERG COUNTY, TEXAS

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 \$24,509,210, a net increase of \$5,826,355 compared with the prior year. The largest increases in fund balance were in the Rodeo Outside Arena Fund and the COVID ARPA Fund..

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 \$10,131,147 in contrast to \$8,410,549 in the prior year. The fund balance of the General Fund increased by \$1,794,693 from the preceding year due to an increase in revenues. The addition of the Rodeo Outside Arena Fund and the COVID ARPA Fund were also part of the overall fund balance increase. The County, in 2021, had an increase in Taxes of \$497,268, which includes general property taxes, general sales & use taxes, gross receipts business taxes, and miscellaneous taxes. In addition, intergovernmental revenues increased by \$2,354,691. In contrast, fines and forfeitures revenues decreased by (\$308,990).

The Debt Service Fund (County-wide) has a total fund balance of \$486,752, a decrease of (\$1,116). 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 decreases in revenues and increase in principal payments.

KLEBERG COUNTY, TEXAS

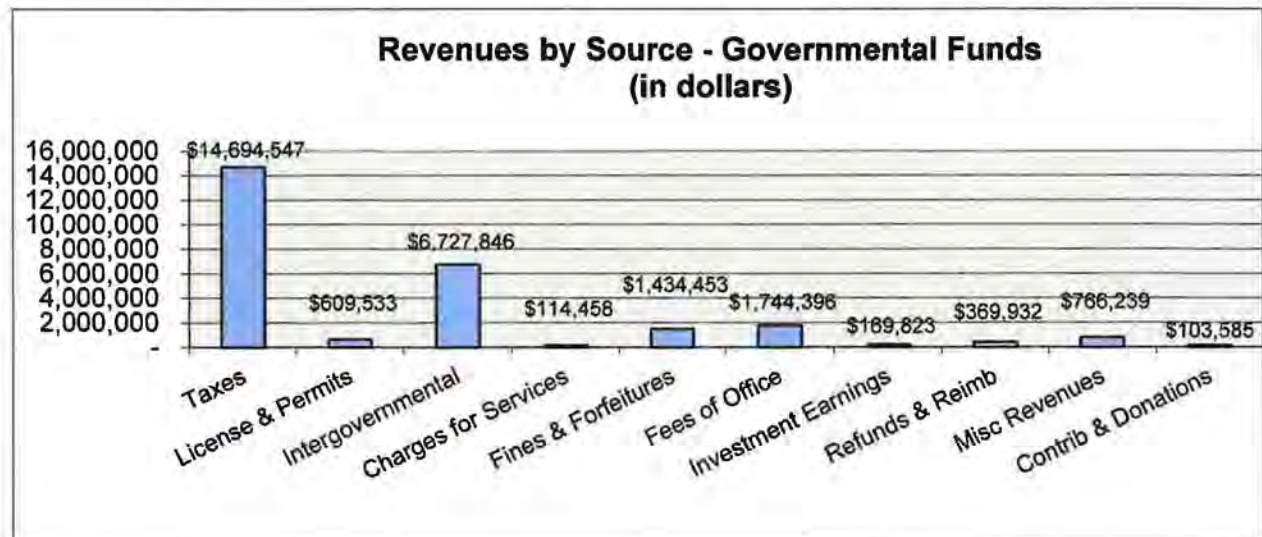
FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues

Revenues from governmental fund types totaled \$29,072,671, which was an increase of \$2,337,859 compared to the preceding year. The most significant variances in governmental fund revenues were derived from intergovernmental revenues and taxes, which increased \$2,354,691, and \$497,268, respectively. The increase in intergovernmental revenues was due to, in part, increases in revenues for the General Fund and the COVID ARPA fund.

The County's primary source of revenue consists of taxes, which comprise 52% of the County's total revenues. In addition, intergovernmental, fees of office, and fines & forfeitures comprise 31%, 5.7%, and 3.8% 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)

Figure A-3



KLEBERG COUNTY, TEXAS

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

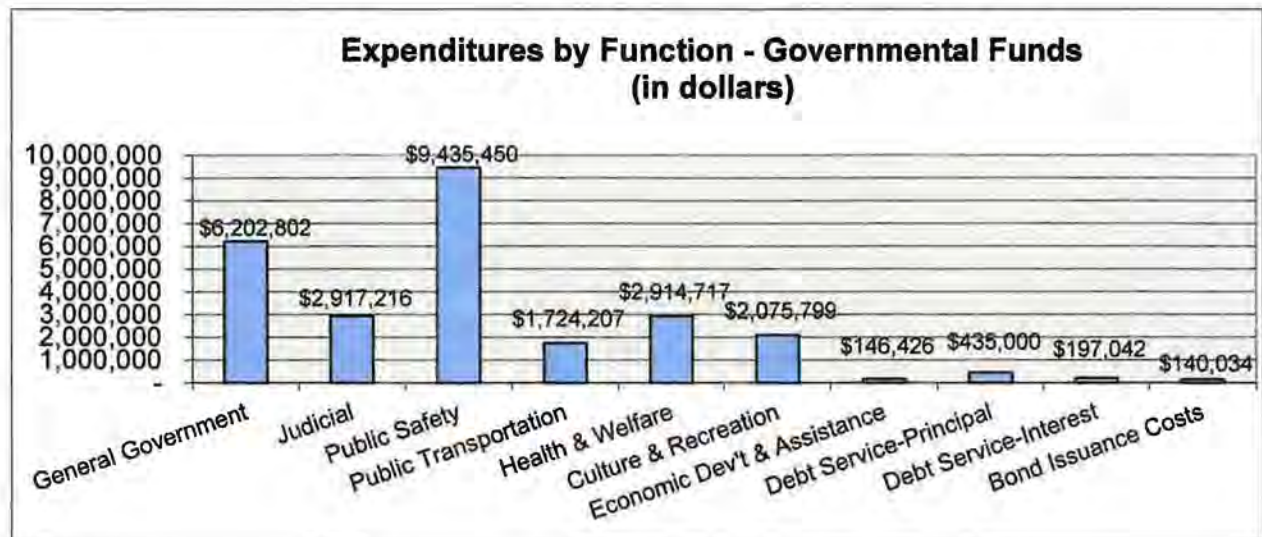
	FY 2021	FY 2020	Increase (Decrease)
Taxes	\$ 15,191,815	\$ 14,694,547	\$ 497,268
License and Permits	576,059	609,533	(33,474)
Intergovernmental	9,082,537	6,727,846	2,354,691
Charges for Services	38,756	114,458	(75,702)
Fines & Forfeitures	1,125,463	1,434,453	(308,990)
Fees of Office	1,680,946	1,744,396	(63,450)
Investment Earnings	151,004	169,823	(18,819)
Refunds & Reimbursements	303,603	369,932	(66,329)
Golf Course Revenue	35,235	-	35,235
Miscellaneous Revenues	799,842	766,239	33,603
Contributions & Donations	87,411	103,585	(16,174)
Total Revenues	\$ 29,072,671	\$ 26,734,812	\$ 2,337,859

(*) 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 judicial categories. Public Safety accounts for 36% of total expenditures, and General Government now accounts for 24% of total expenditures. (See Figure A-4 and Table A-4)

Figure A-4



KLEBERG COUNTY, TEXAS

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

	<u>FY 2021</u>	<u>FY 2020</u>	<u>Increase (Decrease)</u>
General Government	\$ 6,202,802	\$ 5,008,685	\$ 1,194,117
Judicial	2,917,216	2,851,056	66,160
Public Safety	9,435,450	9,631,019	(195,569)
Public Transportation	1,724,207	1,918,285	(194,078)
Health and Welfare	2,914,717	3,682,032	(767,315)
Culture and Recreation	2,075,799	1,409,069	666,730
Conservation	-	69,434	(69,434)
Economic Development and Assistance	146,426	202,435	(56,009)
Debt Service:			
Principal	460,000	435,000	25,000
Interest and Fiscal Charges	197,042	198,310	(1,268)
Bond Issuance Costs	140,034	-	140,034
Total Expenditures	<u>\$ 26,213,693</u>	<u>\$ 25,405,325</u>	<u>\$ 808,368</u>

Other financing sources from the County came from:

**Table A-5
Other Financing Resources**

	<u>FY 2021</u>	<u>FY 2020</u>	<u>Increase (Decrease)</u>
Transfers In	\$ 837,853	\$ 947,661	\$ (109,808)
Transfers Out	(1,230,110)	(947,661)	(282,449)
	<u>\$ (392,257)</u>	<u>\$ -</u>	<u>\$ (392,257)</u>

General Fund Budgetary Highlights

The final budget was adopted with total General Fund revenues of \$17,943,396 and expenditures of \$17,624,399, which both include transfers.

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

- Actual revenues (excluding transfers) were lower than budgeted figures by (\$76,669). Of this amount, General Property Taxes had the largest negative variance of (\$151,828).
- Actual expenditures (excluding transfers) were \$1,266,382 below final budget amounts. The most significant positive variances were in the Non-Departmental, District Court, and Sheriff departments which had positive variances of \$179,209, \$178,558, and \$116,714, 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.

KLEBERG COUNTY, TEXAS

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2021, the County had invested \$39,867,011 in a broad range of capital assets, including land, construction in progress, infrastructure, buildings & improvements, and machinery & equipment. (See Table A-6.)

The capital assets of the County are those assets (land, construction in progress, infrastructure, buildings & improvements, and machinery & equipment), which are used in the performance of the County's functions. At September 30, 2021, net capital assets of the governmental activities totaled \$18,606,112. Depreciation on capital assets is recognized in the Government-wide financial statements. Accumulated depreciation for infrastructure, buildings & improvements, and equipment totaled \$21,260,899. More detailed information about the county's capital assets is presented in the notes to the financial statements on page 49.

Table A-6
County's Capital Assets

	Governmental		Increase
	Activities		(Decrease)
	<u>2021</u>	<u>2020</u>	<u>2021-2020</u>
Land	\$ 2,047,738	\$ 2,047,738	\$ -
Construction in Progress	5,885,878	5,885,878	-
Infrastructure	1,835,034	1,500,686	334,348
Buildings and Improvements	16,256,287	15,827,048	429,239
Machinery & Equipment	13,842,074	13,129,169	712,905
Total at historical cost	<u>\$ 39,867,011</u>	<u>\$ 38,390,519</u>	<u>\$ 1,476,492</u>
Total Accumulated Depreciation	<u>(21,260,899)</u>	<u>(20,919,732)</u>	<u>(341,167)</u>
Net Capital Assets	<u>\$ 18,606,112</u>	<u>\$ 17,470,787</u>	<u>\$ 1,135,325</u>

Long Term Debt

At year-end, the County had \$9,773,525 in bonds, and compensated absences, as shown in Table A-7. The County's total debt had a net increase from the prior year, due to additional bond debt in 2021. More detailed information about the County's debt is presented in the notes to the financial statements on page 51.

Table A-7
Long Term Debt

	Governmental	
	Activities	
	<u>2021</u>	<u>2020</u>
General obligation bonds	\$ 9,414,634	\$ 6,515,000
Compensated absences	358,891	422,832
Total governmental activities	<u>\$ 9,773,525</u>	<u>\$ 6,937,832</u>

KLEBERG COUNTY, TEXAS

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised value used for the 2021 budget preparation increased \$53,602,576 to \$1,650,025,970. With a tax rate of \$.75187, the County expects tax revenues to remain stable.
- General operating fund spending in the 2022 budget is expected to have a slight increase as compared to 2021.
- All other funding sources are expected to stay somewhat stable with the above property tax providing the needed funding for 2022.

These indicators were taken into account when adopting the general fund budget for 2022. This budget will increase revenue from property taxes than last year's budget by an amount of \$143,335, which is an increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$170,738.

Expenditures are budgeted to increase.

If these estimates are realized, the County's budgetary general fund balance is expected to increase. If this estimate holds true, the County will have a fund balance of an estimated \$10,200,000. In light of the County's building fund balance, the Commissioners' Court is constantly monitoring the budget. Such concerns will also be reflected in the upcoming preparation of the 2022 budget to ensure that the County continues to build 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

Basic Financial Statements

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KLEBERG COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

	Governmental Activities
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 26,603,901
<i>Equity in Pooled Cash</i>	1,445,936
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	1,085,972
<i>Accounts Receivable</i>	595,718
<i>Intergovernmental Receivable</i>	571,367
<i>Prepaid items</i>	75,275
Capital Assets (net of accumulated depreciation):	
<i>Land</i>	2,047,738
<i>Buildings and System</i>	4,848,161
<i>Improvements other than Buildings</i>	965,868
<i>Machinery and Equipment</i>	3,283,160
<i>Infrastructure</i>	1,575,307
<i>Construction in Progress</i>	5,885,878
Total Assets	<u>48,984,281</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflow Related to OPEB	7,417
Deferred Outflow Related to Pension Plan	2,322,474
Deferred Charge of Refunding Bonds	122,346
Total Deferred Outflows of Resources	<u>2,452,237</u>
LIABILITIES:	
<i>Accounts Payable and Other Current Liabilities</i>	2,145,008
<i>Accrued Wages Payable</i>	32,233
<i>Accrued Interest Payable</i>	33,562
<i>Due to Other Governments and Agencies</i>	2,481,349
<i>Due to Others</i>	79,333
<i>Unearned Revenue</i>	10,207
Noncurrent Liabilities-	
<i>Due within one year</i>	791,232
<i>Due in more than one year</i>	8,982,294
<i>Net Pension Liability-due in more than one year</i>	3,897,108
<i>Net OPEB Liability-due in more than one year</i>	472,716
Total Liabilities	<u>18,925,042</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Amounts Related to OPEB	10,172
Deferred Amounts Related to Pensions	1,863,930
Total Deferred Inflows of Resources	<u>1,874,102</u>
NET POSITION:	
Net Investment in Capital Assets	9,313,824
Restricted For:	
Federal and State Programs	17,339
Debt Service	486,752
Capital Projects	663,086
Unrestricted	20,156,373
Total Net Position	<u>\$ 30,637,374</u>

The accompanying notes are an integral part of this statement.

KLEBERG COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental Activities:				
<i>General Government</i>	\$ 6,058,772	\$ 1,287,174	\$ 32	\$ --
<i>Judicial</i>	2,821,764	--	366,934	--
<i>Public Safety</i>	9,440,944	1,214,543	3,093,000	--
<i>Public Transportation</i>	1,658,097	1,257,562	59,638	--
<i>Health and Welfare</i>	2,991,459	14,943	2,077,953	--
<i>Culture and Recreation</i>	1,728,975	35,235	--	544,409
<i>Conservation</i>	2,617	--	--	--
<i>Economic Development and Assistance</i>	161,172	--	--	--
<i>Interest on Long-term Debt</i>	344,938	--	--	--
Total Governmental Activities	<u>25,208,738</u>	<u>3,809,457</u>	<u>5,597,557</u>	<u>544,409</u>
Total Primary Government	<u>\$ 25,208,738</u>	<u>\$ 3,809,457</u>	<u>\$ 5,597,557</u>	<u>\$ 544,409</u>

General Revenues:
Property Taxes
Sales Taxes
Intergovernmental Revenues
Investment Income
Miscellaneous Revenues
Total General Revenues
Change in Net Assets
Net Position - Beginning
Reclassification of Beginning Net Position
Net Position - Ending

The accompanying notes are an integral part of this statement.

Net (Expense)
Revenue and
Changes in
Net Position

Governmental
Activities

\$ (4,771,566)
(2,479,413)
(5,108,818)
(340,897)
(898,563)
(1,149,331)
(2,617)
(161,172)
(344,938)

(15,257,315)

(15,257,315)

12,669,311
2,544,109
2,979,615
150,972
849,460

19,193,467
3,936,152
26,701,222

\$ 30,637,374

KLEBERG COUNTY, TEXAS

BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	<u>General Fund</u>	<u>Road & Bridge Maintenance</u>	<u>Human Services 1/1-12/31</u>
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 10,759,604	\$ 889,389	\$ --
<i>Equity in Pooled Cash</i>	--	--	--
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	1,048,711	--	--
<i>Accounts Receivable</i>	195,299	45,923	40,593
<i>Intergovernmental Receivable</i>	204,285	--	166,047
<i>Prepaid Items</i>	74,095	--	--
Total Assets	<u>\$ 12,281,994</u>	<u>\$ 935,312</u>	<u>\$ 206,640</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ 934,492	\$ 59,702	\$ 413,925
<i>Accrued Wages Payable</i>	--	13,449	--
<i>Due to Others</i>	--	--	--
<i>Due to Other Governments and Agencies</i>	93,549	--	--
<i>Deferred Revenue</i>	--	--	--
Total Liabilities	<u>1,028,041</u>	<u>73,151</u>	<u>413,925</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue -- Property Taxes	1,048,711	--	--
Total Deferred Inflows of Resources	<u>1,048,711</u>	<u>--</u>	<u>--</u>
Fund Balances:			
<i>Nonspendable</i>	74,095	--	--
<i>Restricted</i>	--	862,161	--
<i>Committed</i>	--	--	--
<i>Unassigned</i>	10,131,147	--	(207,285)
Total Fund Balance	<u>10,205,242</u>	<u>862,161</u>	<u>(207,285)</u>
Total Liabilities and Fund Balance	<u>\$ 12,281,994</u>	<u>\$ 935,312</u>	<u>\$ 206,640</u>

The accompanying notes are an integral part of this statement.

Debt Service Fund	Rodeo Outside Arena Fund	COVID ARPA Fund	Other Governmental Funds	Total Governmental Funds
\$ 486,752	\$ 3,220,026	\$ 2,683,763	\$ 6,212,437	\$ 24,251,971
--	--	--	1,445,936	1,445,936
37,261	--	--	--	1,085,972
--	--	--	313,903	595,718
--	--	--	201,035	571,367
--	--	--	1,180	75,275
<u>\$ 524,013</u>	<u>\$ 3,220,026</u>	<u>\$ 2,683,763</u>	<u>\$ 8,174,491</u>	<u>\$ 28,026,239</u>
\$ --	\$ --	\$ 7,790	\$ 725,191	\$ 2,141,100
--	--	--	18,784	32,233
--	--	--	79,333	79,333
--	--	--	74,635	168,184
--	--	--	10,207	10,207
--	--	7,790	908,150	2,431,057
37,261	--	--	--	1,085,972
<u>37,261</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,085,972</u>
--	--	--	1,158	75,253
486,752	3,220,026	2,675,973	6,486,448	13,731,360
--	--	--	992,252	992,252
--	--	--	(213,517)	9,710,345
<u>486,752</u>	<u>3,220,026</u>	<u>2,675,973</u>	<u>7,266,341</u>	<u>24,509,210</u>
<u>\$ 524,013</u>	<u>\$ 3,220,026</u>	<u>\$ 2,683,763</u>	<u>\$ 8,174,491</u>	<u>\$ 28,026,239</u>

KLEBERG COUNTY, TEXAS
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 SEPTEMBER 30, 2021**

Total fund balances - governmental funds balance sheet	\$ 24,509,210
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.	18,606,112
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	1,086,512
The assets and liabilities of internal service funds are included in governmental activities in the SNP.	34,317
Payables for bond principal which are not due in the current period are not reported in the funds.	(9,414,634)
Payables for bond interest which are not due in the current period are not reported in the funds.	(33,562)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(358,892)
Recognition of the County's proportionate share of the net pension liability is not reported in the funds.	(3,897,108)
Deferred Resource Inflows related to the pension plan are not reported in the funds.	(1,863,930)
Deferred Resource Outflows related to the pension plan are not reported in the funds.	2,322,474
The accumulated accretion of interest on capital appreciation bonds is not reported in the funds.	122,346
Recognition of the County's proportionate share of the net OPEB liability is not reported in the funds.	(472,716)
Deferred Resource Inflows related to the OPEB plan are not reported in the funds.	(10,172)
Deferred Resource Outflows related to the OPEB plan are not reported in the funds.	7,417
Net position of governmental activities - Statement of Net Position	<u>\$ 30,637,374</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, 2021

	General Fund	Road & Bridge Maintenance	Human Services 1/1-12/31
Revenue:			
Taxes:			
General Property Taxes	\$ 12,165,707	\$ -	\$ -
General Sales and Use Taxes	2,544,109	-	-
Gross Receipts Business Taxes	-	-	-
Other Taxes - Miscellaneous	-	-	-
License and Permits	60,575	515,484	-
Intergovernmental	783,590	37,288	912,375
Charges for Services	10,776	-	-
Fines and Forfeitures	145,878	742,078	-
Fees of Office	1,000,490	-	-
Investment Earnings	10,232	551	-
Refunds & Reimbursements	303,450	-	-
Golf Course Revenue	-	-	-
Miscellaneous Revenues	786,056	12,758	-
Contributions & Donations	55,864	-	-
Total Revenues	<u>17,866,727</u>	<u>1,308,159</u>	<u>912,375</u>
Expenditures:			
Current:			
General Government	4,900,519	-	-
Judicial	1,987,575	-	-
Public Safety	6,540,353	-	-
Public Transportation	154,538	1,523,559	-
Health and Welfare	247,780	-	1,183,851
Culture and Recreation	1,022,750	-	-
Economic Development and Assistance	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Bond Issuance Costs	-	-	-
Total Expenditures	<u>14,853,515</u>	<u>1,523,559</u>	<u>1,183,851</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,013,212</u>	<u>(215,400)</u>	<u>(271,476)</u>
Other Financing Sources (Uses):			
Transfers In	-	-	-
Transfers Out	(1,218,519)	-	-
Issuance of Bonds	-	-	-
Premiums on Bonds Sold	-	-	-
Total Other Financing Sources (Uses)	<u>(1,218,519)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,794,693	(215,400)	(271,476)
Fund Balances - Beginning	8,410,549	1,077,561	64,191
Fund Balances - Ending	<u>\$ 10,205,242</u>	<u>\$ 862,161</u>	<u>\$ (207,285)</u>

The accompanying notes are an integral part of this statement.

Debt Service Fund	Rodeo Outside Arena Fund	COVID ARPA Fund	Other Governmental Funds	Total Governmental Funds
\$ 424,101	\$ --	\$ --	\$ --	\$ 12,589,808
--	--	--	--	2,544,109
--	--	--	50,614	50,614
7,284	--	--	--	7,284
--	--	--	--	576,059
--	--	2,979,615	4,369,669	9,082,537
--	--	--	27,980	38,756
--	--	--	237,507	1,125,463
--	--	--	680,456	1,680,946
266	26	390	139,539	151,004
--	--	--	153	303,603
--	--	--	35,235	35,235
--	--	--	1,028	799,842
--	--	--	31,547	87,411
<u>431,651</u>	<u>26</u>	<u>2,980,005</u>	<u>5,573,728</u>	<u>29,072,671</u>
--	--	304,032	998,251	6,202,802
--	--	--	929,641	2,917,216
--	--	--	2,895,097	9,435,450
--	--	--	46,110	1,724,207
--	--	--	1,483,086	2,914,717
--	--	--	1,053,049	2,075,799
--	--	--	146,426	146,426
345,000	--	--	115,000	460,000
87,367	--	--	109,675	197,042
400	139,634	--	--	140,034
<u>432,767</u>	<u>139,634</u>	<u>304,032</u>	<u>7,776,335</u>	<u>26,213,693</u>
(1,116)	(139,608)	2,675,973	(2,202,607)	2,858,978
--	--	--	837,853	837,853
--	--	--	(11,591)	(1,230,110)
--	3,035,000	--	--	3,035,000
--	324,634	--	--	324,634
<u>--</u>	<u>3,359,634</u>	<u>--</u>	<u>826,262</u>	<u>2,967,377</u>
(1,116)	3,220,026	2,675,973	(1,376,345)	5,826,355
487,868	--	--	8,642,686	18,682,855
<u>\$ 486,752</u>	<u>\$ 3,220,026</u>	<u>\$ 2,675,973</u>	<u>\$ 7,266,341</u>	<u>\$ 24,509,210</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, 2021

Net change in fund balances - total governmental funds	\$ 5,826,355
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	1,577,945
The depreciation of capital assets used in governmental activities is not reported in the funds.	(525,824)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	72,219
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	460,000
(Increase) decrease in accrued interest from beginning of period to end of period.	(7,862)
The net revenue (expense) of internal service funds is reported with governmental activities.	(108,280)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	63,940
Proceeds of bonds do not provide revenue in the SOA, but are reported as current resources in the funds.	(3,064,212)
Bond premiums are reported in the funds but not in the SOA.	(324,634)
Implementing GASB 75 required certain expenditures to be de-expended and recorded as deferred resource c	<u>(33,495)</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ 3,936,152</u>

The accompanying notes are an integral part of this statement.

KLEBERG COUNTY, TEXAS

STATEMENT OF NET POSITION

INTERNAL SERVICE FUNDS

SEPTEMBER 30, 2021

	Internal Service Funds
ASSETS:	
Current Assets:	
<i>Cash and Cash Equivalents</i>	\$ 38,759
<i>Investments</i>	
Total Current Assets	<u>38,759</u>
Noncurrent Assets:	
Restricted Cash, Cash Equivalents and Investments-	
<i>Investments</i>	<u>6</u>
Total Noncurrent Assets	<u>6</u>
Total Assets	<u>\$ 38,765</u>
LIABILITIES:	
Current Liabilities:	
<i>Accounts payable</i>	\$ 3,908
Total Current Liabilities	<u>3,908</u>
Current Liabilities Payable from Restricted Assets-	
Total Liabilities	<u>3,908</u>
NET POSITION:	
Total Net Position	<u>\$ 34,857</u>

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 FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Internal Service Funds
OPERATING REVENUES:	
Charges for Sales and Services:	
<i>Premiums and reimbursements</i>	\$ 21
Total Operating Revenues	<u>21</u>
OPERATING EXPENSES:	
<i>Benefit payments</i>	583,762
Total Operating Expenses	<u>583,762</u>
Operating Income	<u>(583,741)</u>
NON-OPERATING REVENUES (EXPENSES):	
Total Non-operating Revenues (Expenses)	<u>-</u>
Income before Transfers	<u>(583,741)</u>
<i>Interfund Transfers In</i>	392,257
Change in Net Assets	<u>(191,484)</u>
Total Net Assets - Beginning	226,341
Total Net Assets - Ending	<u>\$ 34,857</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, 2021

	Internal Service Funds
Cash Flows from Operating Activities:	
<i>Cash Receipts (Payments) for Interfund Services provided and used:</i>	
<i>Operating Transactions with Other Funds</i>	\$ 21
<i>Cash Payments to Other Suppliers for Goods and Services</i>	(579,458)
Net Cash Provided (Used) by Operating Activities	<u>(579,437)</u>
 Cash Flows from Non-capital Financing Activities:	
<i>Proceeds (Payments) from (for) Interfund Borrowings</i>	--
<i>Transfers From (To) Primary Government</i>	392,257
Net Cash Provided (Used) by Non-capital Financing Activities	<u>392,257</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	(187,180)
Cash and Cash Equivalents at Beginning of Year	225,945
Cash and Cash Equivalents at End of Year	<u>\$ 38,765</u>
 Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ (583,741)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Change in Assets and Liabilities:	
<i>Decrease (Increase) in Receivables</i>	396
<i>Increase (Decrease) in Accounts Payable</i>	3,908
Increase (Decrease) in Unearned Revenue	--
Total Adjustments	<u>4,304</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (579,437)</u>

KLEBERG COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	Total Fiduciary Funds
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 3,409,055
<i>Account Receivable</i>	1,533
Total Assets	<u>3,410,588</u>
LIABILITIES:	
<i>Due to Other Governments and Agencies</i>	1,727,243
Total Liabilities	<u>1,727,243</u>
NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	1,683,345
Total Net Position	<u>\$ 1,683,345</u>

KLEBERG COUNTY, TEXAS**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION****FIDUCIARY FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Investment Trust Funds	Custodial Funds	Total Fiduciary Funds
ADDITIONS:			
Contributions	\$ —	\$ —	\$ —
Governmental fees collected	—	—	—
Taxes collected for other governments	—	51,004,058	51,004,058
Payroll funds collected	—	6,866,739	6,866,739
Other funds collected	659,512	3,995,723	4,655,235
Total Additions	<u>659,512</u>	<u>61,866,520</u>	<u>62,526,032</u>
DEDUCTIONS:			
Texas remitted to other governments	—	50,889,395	50,889,395
Payroll funds remitted	—	6,866,739	6,866,739
Other funds remitted	651,178	3,955,170	4,606,348
Total Deductions	<u>651,178</u>	<u>61,711,304</u>	<u>62,362,482</u>
Change in Fiduciary Net Position	8,334	155,216	163,550
Net Position-Beginning of the Year	—	—	—
Prior Period Adjustment	278,245	1,241,550	1,519,795
Net Position-End of the Year	<u>\$ 286,579</u>	<u>\$ 1,396,766</u>	<u>\$ 1,683,345</u>

The accompanying notes are an integral part of this statement.

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KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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 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, 2021

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 COVID ARPA fund is used to account for the COVID-19 ARPA revenues and expenditures.

The Rodeo Outside Arena Fund is used to account for the proceeds from debt instruments and major capital projects funded associated with the Rodeo Outside Arena.

The Human Services Fund is used to account for revenue and expenditures of several state and federal grants, the most significant of which is the Comprehensive Energy Assistance Program. This program provides assistance to low-income, elderly, and disabled persons for utility expenses.

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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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.

According to GASB Statement No. 84 Fiduciary Activities, Fiduciary funds are used to account for resources held for the benefit of parties outside the government. They are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. Proprietary funds are similar. Custodial funds are used to report fiduciary activities that are not required to be reported in any other type of fiduciary funds. Investment trust funds are use to report fiduciary activities from the external portion of investment pools and individual accounts that are held in a trust that meet the criteria in paragraph 11c(1) of Statement 84. The County's custodial 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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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.

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 acquisition 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

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

e. Receivable and Payable Balances

Receivables as of September 30, 2021 for the general fund and non-major funds including the applicable allowances for uncollectible accounts, are as follows:

	General & Other Major Funds	Non-major Funds	Total Governmental Funds	Internal Service Fund	Total Governmental Activities
Receivables:					
Taxes	\$ 1,410,353	\$ —	\$ 1,410,353	\$ —	\$ 1,410,353
Accounts	281,815	313,903	595,718	—	595,718
Intergovernmental	370,332	201,035	571,367	—	571,367
Gross Receivables	2,062,500	514,938	2,577,438	—	2,577,438
Less: allowance for uncollectible taxes	(324,381)	—	(324,381)	—	(324,381)
Net total receivables	<u>\$ 1,738,119</u>	<u>\$ 514,938</u>	<u>\$ 2,253,057</u>	<u>\$ —</u>	<u>\$ 2,253,057</u>

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.

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 F 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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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, State & Federal grants, and Debt Service Fund.

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 Asset Forfeitures, Golf Course Fund, and CSCD Personal Bond Unit.

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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

B. Implementation of New Standards

The County has adopted all current GASB pronouncements that are applicable to its operations and activities. 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.

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.

B. 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>
Courthouse Restoration Fund	(6)
KC Mitigation Action Plan	(13,309)
CCRTA Grant	(3,497)
Human Services 1/1 - 12/31	(207,285)
Kleberg 2014 CTIF Grant	(13,985)
Juvenile Probation Fund	(29,979)
Title IV-E Expenses	(1,052)
Operation Stonegarden Grants	(114,325)
Houston HIDTA Grant	(37,364)

2. Excess of expenditures over appropriations

The County did not have excess of expenditures over appropriations, at the legal control by an individual fund.

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.

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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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, 2021:

- General Fund
- Road and Bridge Fund
- D.A.'s Forfeiture Fund
- CPS Exxon Building
- Human Services 1/1-12/31
- Task Force Program Income
- COVID ARPA Fund
- Debt Service Fund
- Sheriff Chapter 59 Forfeiture
- Community Supervision
- Human Services Neighbor to Neighbor
- Human Services
- Special Caseload Sex Fund
- Texas A&M University Fund
- CSCD Personal Bond Fund
- Human Services
- Human Services 10/1-9/30
- Rodeo/Outside Arena Fund
- Records Management

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.

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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

C. 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 fair 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, 2021, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$27,413,206 and the bank balance was \$21,058,299 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.

The County's investments at September 30, 2021 are shown below:

<u>Investment or Investment Type</u>	<u>Maturity</u>	<u>Fair Value</u>
Texpool (AAAm)	N/A	\$ 3,930,046
Texas Class		17,046,319
Total Investments		\$ 20,976,365

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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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 fair 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.

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.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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.

D. Capital Assets

Capital asset activity for the year ended September 30, 2021, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<u>Governmental activities:</u>				
Capital assets not being depreciated:				
Land	\$ 2,047,738	\$ --	\$ --	\$ 2,047,738
Construction in progress	5,885,878	--	--	5,885,878
Total capital assets not being depreciated	<u>7,933,616</u>	<u>--</u>	<u>--</u>	<u>7,933,616</u>
Capital assets being depreciated:				
Infrastructure	1,500,686	334,348	--	1,835,034
Buildings and improvements	15,827,048	613,896	--	16,440,944
Equipment	13,129,169	712,905	--	13,842,074
Total capital assets being depreciated	<u>30,456,903</u>	<u>1,661,149</u>	<u>--</u>	<u>32,118,052</u>
Less accumulated depreciation for:				
Infrastructure	(234,434)	(25,293)	--	(259,727)
Buildings and improvements	(10,342,482)	(284,433)	--	(10,626,915)
Equipment	(10,342,816)	(216,098)	--	(10,558,914)
Total accumulated depreciation	<u>(20,919,732)</u>	<u>(525,824)</u>	<u>--</u>	<u>(21,445,556)</u>
Total capital assets being depreciated, net	9,537,171	1,135,325	--	10,672,496
Governmental activities capital assets, net	<u>\$ 17,470,787</u>	<u>\$ 1,135,325</u>	<u>\$ --</u>	<u>\$ 18,606,112</u>

KLEBERG COUNTY, TEXAS
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Depreciation was charged to functions as follows:

Veterans Service	\$	2,326
Emergency Management		1,245
Non-Departmental		172,641
Public Safety		75,925
District Attorney		13,994
Maintenance		7,419
Fire Protection		12,802
Constable		9,483
Sheriff		98,093
Courthouse Security		2,620
Airport Precinct 2		2,674
Weigh Station		799
Health & Welfare		76,742
Parks Department		31,358
Library		1,786
Seawind		8,203
Golf Course		5,097
County Agent		2,617
	\$	<u>525,824</u>

E. Interfund Balances and Activity

1. Interfund Receivables and Payables

There were no Interfund Receivables or Payables at September 30, 2021

2. Transfers To and From Other Funds

Transfers to and from other funds at September 30, 2021, consisted of the following:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>
General fund	Special Revenue Funds	\$ 1,218,519
Special Revenue Funds	Special Revenue Funds	826,262
Special Revenue Funds	General Fund	392,257
	Total	<u>\$ 2,437,038</u>

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.

F. Short-Term Debt Activity

None

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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G. Long-Term Obligations

1. Long-Term Obligation Activity

2018 General Obligation Bonds in the amount of \$3,115,000 due in annual installments of \$110,000 to \$220,000 through February 15, 2039. Interest rates at 3-4% due semi-annually on February 15th, and August 15th of each year. The proceeds of the above debt were received in the 2017-2018 fiscal year and were used for the construction of a CPS Exxon Building. The debt is serviced by the CPS Exxon Building fund.

2021 Certificates of Obligation Bonds in the amount of \$3,035,000 due in annual installments of \$200,000 to \$213,000 through September 30, 2041. Interest rates at 3.00% to 4.00% 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.

Advance Refunding of Debt. On December 14, 2017, the County issued Limited Tax Refunding Bonds Series 2017 totaling \$3,945,000 with interest rates stated at 2.62% to advance refund \$3,945,000 of General Obligation Bonds Series 2009 with an interest rate of 3-4.5%. The net proceeds were used to purchase U.S. Government securities, which were deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the refunded bonds. As a result, \$3,725,000 of the Series 2009 bonds are considered to be defeased and the liability for those bonds was removed from the long-term debt. The deferred loss on defeasance of bonds, which is the difference between the reacquisition price and the net carrying amount of the refunded bonds, is being amortized over the life of the bonds. The refunding resulted in a gross debt service savings of \$222,665.66 and a net present value debt service savings of \$217,791.13 (or 5.977602% of the principal amount of the refunded bonds) which were used to refund the Series 2009 bonds and pay costs of issuance.

Deferred Charge on Refunding. At the government-wide financial statements (Exhibit A-1), the County reports cumulative charges of refunding as net deferred outflows in the amount of \$122,346.

The following is the general obligation outstanding at September 30, 2021:

Description	Interest Rates (%)	Date of Issuance	Date of Maturity	Bonds Outstanding
General Obligation Bonds, Series 2018	3.00%-4.00%	February 12, 2018	February 15, 2034	\$3,005,000
Limited Tax Refunding Bonds, Series 2017	2.62%	December 14, 2017	February 15, 2029	\$3,510,000
Bonds, Series 2021	3-4%	February 23, 2021	February 15, 2021	\$3,035,000

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended September 30, 2021, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities:					
General obligation bonds	\$ 3,005,000	\$ 3,035,000	\$ 115,000	\$ 5,925,000	\$ 120,000
Limited Tax Refunding bonds	3,510,000	--	345,000	3,165,000	355,000
Premium on Bonds	--	324,634	--	324,634	16,232
Compensated absences *	422,832	200,000	263,941	358,891	300,000
Total governmental activities	\$ 6,937,832	\$ 3,559,634	\$ 723,941	\$ 9,773,525	\$ 791,232

* Other long-term liabilities

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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

<u>Liability</u>	<u>Activity Type</u>	<u>Fund</u>
Compensated absences	Governmental	General
Claims and judgments	Governmental	General

2. **Debt Service Requirements**

Debt service requirements on long-term debt at September 30, 2021, are as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 475,000	\$ 269,126	\$ 744,126
2023	610,000	263,625	873,625
2024	625,000	245,325	870,325
2025	645,000	226,513	871,513
2026	665,000	207,739	872,739
Thereafter	5,870,000	1,292,422	7,162,422
Totals	\$ 8,890,000	\$ 2,504,750	\$ 11,394,750

H. **Commitments Under Noncapitalized Leases**

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 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 of Brooks 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 qualified pension 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 535 non traditional 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 10 or more years of service with 30 years of service regardless of age, or when the sum of their age and years of service equals 80 or more.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Members are vested after 8 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, 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.

2. Contributions

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% for the calendar year 2019. The deposit rate payable by the employee members is the rate of 4%, 5%, 6%, or 7.00% of compensation as adopted by the governing body of the employer within the options available in the TCDRS.

Employees of Kleberg County were required to contribute 7.0% of their annual gross earnings during the fiscal year. The contribution rates for the County were 7.9% and 8.5% in calendar years 2020 and 2021, respectively. Kleberg County's contributions to TCDRS for the fiscal year ended September 30, 2021 were \$390,100 and were equal to the required contributions.

3. Discount Rate

The discount rate used to measure the total pension liability was 8.1%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutory required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term rate of return on pension plan investments is 8.1%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown below are based on January 2021 information for a 10 year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The assumption for the long-term expected return is reviewed annually for continued compliance with the relevant actuarial standards of practice. Milliman relies on the expertise of Cliffwater in this assessment.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Asset Class	Benchmark	Target Allocation (1)	Geometric Real Rate of Return (Expected minus inflation) (2)
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.25%
Global Equities	MSCI World (net) Index	2.50%	4.55%
International Equities - Developed Markets	MSCI World Ex USA (Net) Index	5.00%	4.25%
International Equities - Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.75%
Investment-Grade Bonds	Bloomberg Barclay's U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	2.11%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.70%
Distressed Debt	Cambridge Associates Distressed Securities Index (3)	4.00%	5.70%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&I Global REIT (net) Index	2.00%	3.45%
Master Limited Partnerships	Alerian MLP Index	2.00%	5.10%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (4)	6.00%	4.90%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (5)	25.00%	7.25%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	1.85%
Cash Equivalents	90 Day U.S. Treasury	2.00%	-0.70%
Total		100.00%	

(1) Target asset allocation adopted at the March 2021 TCDRS board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.0%, per Cliffwater's 2021 capital market assumptions.

(3) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

4. Changes in Net Pension Liability

At December 31, 2020, Kleberg County reported a net pension liability of \$ 3,897,108. The changes in net pension liability were as follows:

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Total Pension Liability (a)	Increase (Decrease)	
		Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2019	\$ 46,826,030	\$ 44,097,289	\$ 2,728,741
Changes for the year			
Service cost	948,787	-	948,787
Interest on total pension liability	3,756,661	-	3,756,661
Change in benefit terms	-	-	-
Diff between expected/actual experience	(168,806)	-	(168,806)
Changes of assumptions	2,613,212	-	2,613,212
Contributions - employer	-	823,381	(823,381)
Contributions - employee	-	674,902	(674,902)
Net investment income	-	4,552,789	(4,552,789)
Benefit payments, including refunds of employee contributions	(2,848,013)	(2,848,013)	-
Administrative expenses	-	(34,560)	34,560
Other Charges	-	(35,025)	35,025
Net Changes	4,301,841	3,133,474	1,168,367
Balance at 12/31/2020	\$ 51,127,871	\$ 47,230,763	\$ 3,897,108

The net pension liability was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date and for the year then ended.

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

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

5. Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the County, calculated using the discount rate of 7.6%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.60%) or 1-percentage-point higher (8.60) than the current rate.

	Discount Rate (6.6%)	Discount Rate (7.6%)	Discount Rate (8.6%)
County's net pension liability	\$ 57,274,776	\$ 51,127,871	\$ 45,962,284
Fiduciary net position	47,230,764	47,230,764	47,230,764
Net pension liability / (asset)	\$ 10,044,012	\$ 3,897,107	\$ (1,268,480)

6. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2021, the District recognized pension expense of \$818,758.

At September 30, 2021 the County reported deferred outflows and resources and deferred inflows of resources

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience (net of current year amortization) \$	-	\$ 182,296
Changes in actual assumptions	1,742,141	--
Differences between projected and actual investment earnings (net of current year amortization)	-	1,681,634
Contributions subsequent to the measurement date	580,333	-
Total	\$ 2,322,474	\$ 1,863,930

\$580,333 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year ending September 30:	
2022	\$ 195,767
2023	\$ 761,382
2024	\$ (871,482)
2025	\$ (207,456)
2026	-
Thereafter	-

K. Other Post-Employment Benefits

1. Plan Description

The County provides retiree coverage that has a subsidy by the employer sponsor, so there are costs determined under GASB 75. The County provides medical, dental, and vision benefits to eligible retirees and their dependents. The County pays the full individual contribution rate for the medical. The retiree pays for any dependent medical coverage elected and the full premium for dental and vision coverage. All active employees who retire directly from the County and meet the eligibility criteria may participate.

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 was enacted on December 8, 2003. As a result of this legislation, employers providing drug coverage to Medicare eligible retirees, that is, at least actuarially equivalent to the standard benefit provided by Medicare, may be eligible to receive a federal subsidy. GASB has taken the position that any federal subsidy received should be reported as revenue to the plan sponsor and not used as an offset to the GASB liabilities.

2. Benefits Provided

The County provides medical, dental, and vision benefits to eligible retirees and their spouses. The County pays 100% of the individual coverage contribution rate for the medical plan for the eligible retirees under 65. The retiree pays additional premium above the individual rate for dependent coverage. The dental and vision benefits are paid for entirely by the retiree with no contribution from the County.

3. Contributions

Employees for the County were required to contribute 0% of their annual gross earnings during the fiscal year. The contribution rates for the County were 0% and 0% in calendar year 2019 and 2020, respectively. The County's contributions to TCDRS for the year ended September 30, 2020 were \$0 because the County does not participate in the group term life insurance portion of TCDRS.

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Discount Rate:

The GASB statement requires that the discount rate used to determine the plan liabilities for retiree healthcare benefits is based on the earnings rate of the plan assets if the projected assets are sufficient to cover the projected benefit payments. Since there are no plan assets held in trust the Bond Buyer GO Bond 20 Index is used for determining the discount rate of 2.25%.

Changes in the Total OPEB Liability:

At September 30, 2021 the County reported a total OPEB liability of 472,716. The changes in the total OPEB liability were as follows:

	Increase (Decrease)
	Total OPEB Liability
Balance at 12/31/19	\$ 439,221
Changes for the year:	
Service cost	36,626
Interest	10,553
Change in benefit terms	-
Difference between expected and actual experience	-
Changes in assumptions	-
Benefit payments, including refunds of employee contributions	(13,684)
Other charges	-
Net changes	<u>33,495</u>
Balance at 12/31/20	<u>\$ 472,716</u>

The total OPEB liability was measured as of December 31, 2020 and was determined by an actuarial valuation as of that date and for the year then ended.

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

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

4. Discount Rate Sensitivity Analysis

The following presents the total OPEB liability of the County, calculating using the discount rate of 2.74%, as well as what the County's total OPEB liability would have been if it were calculated using a discount rate that is 1 percentage point lower (1.74%) or 1 percentage point higher (3.74%) than the current rate.

	Discount Rate (1.74%)	Discount Rate (2.74%)	Discount rate (3.74%)
Total OPEB Liability	\$ 464,520	\$ 472,716	\$ 513,567

5. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2021, the County recognized OPEB expense in the amount of \$47,179.

At September 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

KLEBERG COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual economic experience (net of current year amortization)	\$ --	\$ 10,172
Changes in actuarial assumptions	7,417	--
Differences between projected and actual investment earnings (net of current year amortization)	--	--
Contributions subsequent to the measurement date	--	--
Total	\$ 7,417	\$ 10,172

\$- reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the year ending September 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to OPEBs will be recognized in OPEB expense as follows:

Fiscal year ended September 30		
2022	\$	—
2023	\$	—
2024	\$	—
2025	\$	—
2026	\$	—
Thereafter	\$	(2,755)

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 and a one-time aggregate specific of \$150,000. The maximum lifetime coverage is unlimited. 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. The self insurance plan was reinstated in November 2013.

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, 2021. 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, 2021

M. Commitments and Contingencies

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, 2021, PEBSCO had \$422,832 (fair market value) in the plan for County employees.

N. Subsequent Events

The County has evaluated subsequent events through June 15, 2022, the date which the financial statements were available to be issued.

O. Prior Period Adjustment

GASB Statement No. 84, Fiduciary Activities implementation requires the restatement of net positions which were previously not reported. The prior period restatement of net position totaled \$1,241,550.

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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, 2021

EXHIBIT B-1
Page 1 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 12,317,535	\$ 12,317,535	\$ 12,165,707	\$ (151,828)
<i>General Sales and Use Taxes</i>	2,578,980	2,578,980	2,544,109	(34,871)
License and Permits	60,575	60,575	60,575	-
Intergovernmental	772,879	772,879	783,590	10,711
Charges for Services	10,599	10,599	10,776	177
Fines and Forfeitures	158,784	158,784	145,878	(12,906)
Fees of Office	1,014,642	1,014,642	1,000,490	(14,152)
Investment Earnings	111,828	111,828	10,232	(101,596)
Refunds & Reimbursements	42,187	42,187	303,450	261,263
Miscellaneous Revenues	819,523	819,523	786,056	(33,467)
Contributions & Donations	55,864	55,864	55,864	-
Total Revenues	17,943,396	17,943,396	17,866,727	(76,669)
EXPENDITURES:				
General Government				
<i>Personal Services</i>	10,911	10,911	10,911	-
<i>Supplies</i>	31,881	31,881	13,131	18,750
<i>Other Services and Charges</i>	983,541	983,541	952,940	30,601
Administrator				
<i>Personal Services</i>	68,021	68,021	68,021	-
<i>Supplies</i>	790	790	790	-
<i>Other Services and Charges</i>	284	284	284	-
Total Administrator	69,095	69,095	69,095	-
County Judge				
<i>Personal Services</i>	180,032	180,032	169,802	10,230
<i>Supplies</i>	2,351	2,351	1,331	1,020
<i>Other Services and Charges</i>	30,558	30,558	28,131	2,427
Total County Judge	212,941	212,941	199,264	13,677
County Clerk				
<i>Personal Services</i>	385,808	385,808	354,785	31,023
<i>Supplies</i>	21,103	21,103	18,951	2,152
<i>Other Services and Charges</i>	40,628	40,628	38,647	1,981
<i>Capital Outlay</i>	7,830	7,830	7,830	-
Total County Clerk	455,369	455,369	420,213	35,156
Veterans Service				
<i>Personal Services</i>	76,866	76,866	76,483	383
<i>Supplies</i>	2,769	2,769	2,319	450
<i>Other Services and Charges</i>	4,321	4,321	3,321	1,000
Total Veterans Service	83,956	83,956	82,123	1,833
County Auditor				
<i>Personal Services</i>	410,373	410,373	335,494	74,879
<i>Supplies</i>	8,310	8,310	5,496	2,814
<i>Other Services and Charges</i>	20,671	20,671	8,335	12,336
Total County Auditor	439,354	439,354	349,325	90,029
County Treasurer				
<i>Personal Services</i>	158,666	174,769	158,666	16,103
<i>Supplies</i>	1,963	1,963	1,707	256
<i>Other Services and Charges</i>	4,126	4,126	2,894	1,232
Total County Treasurer	164,755	180,858	163,267	17,591

KLEBERG COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT B-1
Page 2 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Tax Assessor/Collector				
<i>Personal Services</i>	414,253	414,253	405,768	8,485
<i>Supplies</i>	36,745	39,768	39,768	-
<i>Other Services and Charges</i>	30,343	30,343	26,054	4,289
<i>Total Tax Assessor-Collector</i>	481,341	481,341	471,590	9,751
Emergency Management				
<i>Personal Services</i>	31,318	31,318	25,075	6,243
<i>Supplies</i>	3,980	3,980	1,992	1,988
<i>Other Services and Charges</i>	14,355	14,355	9,448	4,907
<i>Total Emergency Management</i>	49,653	49,653	36,515	13,138
Data Processing				
<i>Personal Services</i>	10,644	10,644	10,085	559
<i>Supplies</i>	3,009	3,009	3,009	-
<i>Other Services and Charges</i>	212,767	212,767	212,588	179
<i>Total Data Processing</i>	226,420	226,420	225,682	738
Non-Departmental				
<i>Personal Services</i>	273,814	273,814	253,869	19,945
<i>Supplies</i>	58,080	58,080	49,435	8,645
<i>Other Services and Charges</i>	1,449,545	1,449,545	1,307,466	142,079
<i>Capital Outlay</i>	161,467	161,467	152,927	8,540
<i>Total Non-Departmental</i>	1,942,906	1,942,906	1,763,697	179,209
Total General Government	5,294,688	5,310,791	4,900,519	410,272
Judicial				
County court				
<i>Personal Services</i>	200,785	200,785	200,719	66
<i>Supplies</i>	3,150	3,150	1,587	1,563
<i>Other Services and Charges</i>	166,961	166,961	140,030	26,931
<i>Total County Court</i>	370,896	370,896	342,336	28,560
District Court				
<i>Personal Services</i>	120,009	120,009	110,714	9,295
<i>Supplies</i>	1,051	1,051	308	743
<i>Other Services and Charges</i>	324,788	324,788	156,268	168,520
<i>Total District Court</i>	445,848	445,848	267,290	178,558
District Clerk				
<i>Personal Services</i>	341,386	341,386	315,619	25,767
<i>Supplies</i>	18,488	18,488	15,731	2,757
<i>Other Services and Charges</i>	13,482	13,482	8,353	5,129
<i>Total District Clerk</i>	373,356	373,356	339,703	33,653
Justice of the Peace				
<i>Personal Services</i>	497,350	497,350	484,915	12,435
<i>Supplies</i>	10,616	10,616	6,542	4,074
<i>Other Services and Charges</i>	43,388	43,388	28,070	15,318
<i>Total Justice of the Peace</i>	551,354	551,354	519,527	31,827
County Attorney				
<i>Personal Services</i>	314,704	314,704	314,576	128
<i>Supplies</i>	3,464	3,464	3,334	130
<i>Other Services and Charges</i>	5,398	5,398	5,293	105
<i>Total County Attorney</i>	323,566	323,566	323,203	363

KLEBERG COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT B-1
Page 3 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
District Attorney				
<i>Personal Services</i>	197,988	197,988	185,242	12,746
<i>Supplies</i>	34,869	34,869	9,071	25,798
<i>Other Services and Charges</i>	19,690	19,690	1,203	18,487
<i>Total District Attorney</i>	<u>252,547</u>	<u>252,547</u>	<u>195,516</u>	<u>57,031</u>
Total Judicial	<u>2,317,567</u>	<u>2,317,567</u>	<u>1,987,575</u>	<u>329,992</u>
Public Safety				
Public Safety				
<i>Personal Services</i>	47,088	47,087	47,087	-
<i>Supplies</i>	420	420	420	-
<i>Total Public Safety</i>	<u>47,508</u>	<u>47,508</u>	<u>47,507</u>	<u>-</u>
Maintenance				
<i>Personal Services</i>	341,692	341,692	315,429	26,263
<i>Supplies</i>	40,138	40,138	36,874	3,264
<i>Other Services and Charges</i>	174,733	174,733	148,056	26,677
<i>Capital Outlay</i>	4,496	4,496	-	4,496
<i>Total Maintenance</i>	<u>561,059</u>	<u>561,059</u>	<u>500,359</u>	<u>60,700</u>
Fire Protection				
<i>Supplies</i>	67,895	67,895	67,547	348
<i>Other Services and Charges</i>	89,153	89,153	87,752	1,401
<i>Total Fire Protection</i>	<u>157,048</u>	<u>157,048</u>	<u>155,299</u>	<u>1,749</u>
Constables				
<i>Personal Services</i>	214,710	214,710	214,184	526
<i>Supplies</i>	26,704	26,704	18,290	8,414
<i>Other Services and Charges</i>	25,006	25,006	10,338	14,668
<i>Total Constable</i>	<u>266,420</u>	<u>266,420</u>	<u>242,812</u>	<u>23,608</u>
Sheriff				
<i>Personal Services</i>	2,119,905	2,119,905	2,027,294	92,611
<i>Supplies</i>	203,687	203,687	199,813	3,874
<i>Other Services and Charges</i>	256,555	256,555	236,326	20,229
<i>Total Sheriff</i>	<u>2,580,147</u>	<u>2,580,147</u>	<u>2,463,433</u>	<u>116,714</u>
Juvenile Board				
<i>Personal Services</i>	20,955	20,955	20,908	47
<i>Total Juvenile Board</i>	<u>20,955</u>	<u>20,955</u>	<u>20,908</u>	<u>47</u>
County Jail				
<i>Personal Services</i>	2,132,745	2,132,745	2,042,657	90,088
<i>Supplies</i>	492,783	492,783	480,632	12,151
<i>Other Services and Charges</i>	445,566	445,566	435,565	10,001
<i>Capital Outlay</i>	38,159	38,159	33,743	4,416
<i>Total County Jail</i>	<u>3,109,253</u>	<u>3,109,253</u>	<u>2,992,597</u>	<u>116,656</u>
Total Public Safety	<u>6,887,766</u>	<u>6,887,766</u>	<u>6,540,353</u>	<u>347,413</u>
Public Transportation				
Airport Pct 2				
<i>Other Services and Charges</i>	30,567	30,567	8,282	22,285
<i>Total Airport Pct 2</i>	<u>30,567</u>	<u>30,567</u>	<u>8,282</u>	<u>22,285</u>
Weigh Station				
<i>Personal Services</i>	47,043	47,043	47,043	-
<i>Supplies</i>	744	745	745	-
<i>Other Services and Charges</i>	78,713	78,713	78,713	-
<i>Capital Outlay</i>	19,755	19,755	19,755	-
<i>Total Weigh Station</i>	<u>146,255</u>	<u>146,255</u>	<u>146,256</u>	<u>--</u>
Total Public Transportation	<u>176,823</u>	<u>176,823</u>	<u>154,538</u>	<u>22,285</u>

KLEBERG COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT B-1
Page 4 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Health and Welfare				
Welfare				
<i>Personal Services</i>	100,942	100,942	100,762	180
<i>Supplies</i>	3,857	3,857	2,696	1,161
<i>Other Services and Charges</i>	50,845	50,845	48,148	2,697
<i>Total Welfare</i>	<u>155,644</u>	<u>155,644</u>	<u>151,606</u>	<u>4,038</u>
Indigent				
<i>Personal Services</i>	79,451	79,452	79,452	--
<i>Supplies</i>	13,236	13,236	13,236	--
<i>Other Services and Charges</i>	3,488	3,486	3,486	--
<i>Total Indigent</i>	<u>96,175</u>	<u>96,175</u>	<u>96,174</u>	<u>--</u>
Total Health and Welfare	<u>251,819</u>	<u>251,819</u>	<u>247,780</u>	<u>4,039</u>
Culture and Recreation				
Parks Department				
<i>Personal Services</i>	41,873	41,873	35,730	6,143
<i>Supplies</i>	10,926	10,926	8,392	2,534
<i>Other Services and Charges</i>	49,416	49,416	29,056	20,360
<i>Total Parks Department</i>	<u>102,215</u>	<u>102,215</u>	<u>73,178</u>	<u>29,037</u>
Library				
<i>Personal Services</i>	421,826	421,826	421,099	727
<i>Supplies</i>	180,042	180,042	88,106	91,936
<i>Other Services and Charges</i>	71,604	71,601	69,267	2,334
<i>Total Library</i>	<u>673,472</u>	<u>673,469</u>	<u>578,472</u>	<u>94,997</u>
Seawind				
<i>Personal Services</i>	113,782	113,782	108,551	5,231
<i>Supplies</i>	22,281	22,281	22,002	279
<i>Other Services and Charges</i>	254,954	254,954	237,210	17,744
<i>Total Seawind</i>	<u>391,017</u>	<u>391,017</u>	<u>367,763</u>	<u>23,254</u>
Padre Island				
<i>Supplies</i>	4,700	4,700	1,968	2,732
<i>Other Services and Charges</i>	3,729	3,729	1,369	2,360
<i>Total Padre Island</i>	<u>8,429</u>	<u>8,429</u>	<u>3,337</u>	<u>5,092</u>
Total Culture and Recreation	<u>1,175,133</u>	<u>1,175,130</u>	<u>1,022,750</u>	<u>152,380</u>
Total Expenditures	<u>16,103,796</u>	<u>16,119,897</u>	<u>14,853,515</u>	<u>1,266,382</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,839,600</u>	<u>1,823,499</u>	<u>3,013,212</u>	<u>1,189,713</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	<u>(1,504,502)</u>	<u>(1,504,502)</u>	<u>(1,218,519)</u>	<u>(285,983)</u>
Total Other Financing Sources (Uses)	<u>(1,504,502)</u>	<u>(1,504,502)</u>	<u>(1,218,519)</u>	<u>(285,983)</u>
 Net Change in Fund Balances	 335,098	 318,997	 1,794,693	 1,475,696
Fund Balances - Beginning	8,410,549	8,410,549	8,410,549	--
Fund Balances - Ending	<u>\$ 8,745,648</u>	<u>\$ 8,729,547</u>	<u>\$ 10,205,242</u>	<u>\$ 1,475,695</u>

KLEBERG COUNTY, TEXAS
ROAD & BRIDGE
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT B-2

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
License and Permits	\$ 517,830	\$ 517,830	\$ 515,484	\$ (2,346)
Intergovernmental	328,115	328,115	37,288	(290,827)
Fines and Forfeitures	819,913	819,913	742,078	(77,835)
Investment Earnings	11,000	11,000	551	(10,449)
Miscellaneous Revenues	12,758	12,758	12,758	-
Total Revenues	<u>1,689,616</u>	<u>1,689,616</u>	<u>1,308,159</u>	<u>(381,457)</u>
EXPENDITURES:				
Public Transportation				
Public Transportation				
<i>Personal Services</i>	1,004,286	1,004,286	974,937	29,349
<i>Supplies</i>	196,807	196,807	149,638	47,169
<i>Other Services and Charges</i>	389,243	389,243	349,157	40,086
<i>Capital Outlay</i>	118,210	118,210	49,827	68,383
<i>Total Public Transportation</i>	<u>1,708,546</u>	<u>1,708,546</u>	<u>1,523,559</u>	<u>184,987</u>
Total Public Transportation	<u>1,708,546</u>	<u>1,708,546</u>	<u>1,523,559</u>	<u>184,987</u>
Total Expenditures	<u>1,708,546</u>	<u>1,708,546</u>	<u>1,523,559</u>	<u>184,987</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(18,930)</u>	<u>(18,930)</u>	<u>(215,400)</u>	<u>(196,470)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>-</u>	<u>--</u>	<u>-</u>
Net Change in Fund Balances	(18,930)	(18,930)	(215,400)	(196,470)
Fund Balances - Beginning	1,077,561	1,077,561	1,077,561	-
Fund Balances - Ending	<u>\$ 1,058,631</u>	<u>\$ 1,058,631</u>	<u>\$ 862,161</u>	<u>\$ (196,470)</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES 1/1-12/31
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT B-3

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 1,245,700	\$ 1,245,700	\$ 912,375	\$ (333,325)
Total Revenues	<u>1,245,700</u>	<u>1,245,700</u>	<u>912,375</u>	<u>(333,325)</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
<i>Personal Services</i>	197,214	197,214	149,749	47,465
<i>Supplies</i>	15,520	15,520	12,549	2,971
<i>Other Services and Charges</i>	1,025,798	1,025,798	1,021,553	4,245
<i>Total Health & Welfare</i>	<u>1,238,532</u>	<u>1,238,532</u>	<u>1,183,851</u>	<u>54,681</u>
Total Health and Welfare	<u>1,238,532</u>	<u>1,238,532</u>	<u>1,183,851</u>	<u>54,681</u>
Total Expenditures	<u>1,238,532</u>	<u>1,238,532</u>	<u>1,183,851</u>	<u>54,681</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,168</u>	<u>7,168</u>	<u>(271,476)</u>	<u>(278,644)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>-</u>	<u>--</u>	<u>-</u>
 Net Change in Fund Balances	 7,168	 7,168	 (271,476)	 (278,644)
Fund Balances - Beginning	64,191	64,191	64,191	-
Fund Balances - Ending	<u>\$ 71,358</u>	<u>\$ 71,358</u>	<u>\$ (207,285)</u>	<u>\$ (278,643)</u>

KLEBERG COUNTY, TEXAS
 COVID-ARPA
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT B-4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 2,979,615	\$ 2,979,615	\$ 2,979,615	\$ --
Investment Earnings	390	390	390	--
Total Revenues	<u>2,980,005</u>	<u>2,980,005</u>	<u>2,980,005</u>	<u>--</u>
EXPENDITURES:				
General Government				
<i>Other Services and Charges</i>	62,499	62,499	62,499	--
<i>Capital Outlay</i>	241,533	241,533	241,533	--
Total General Government	<u>304,032</u>	<u>304,032</u>	<u>304,032</u>	<u>--</u>
Total Expenditures	<u>304,032</u>	<u>304,032</u>	<u>304,032</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,675,973</u>	<u>2,675,973</u>	<u>2,675,973</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	 2,675,973	 2,675,973	 2,675,973	 --
Fund Balances - Beginning	--	--	--	--
Fund Balances - Ending	<u>\$ 2,675,973</u>	<u>\$ 2,675,973</u>	<u>\$ 2,675,973</u>	<u>\$ --</u>

KLEBERG COUNTY, TEXAS
SCHEDULE OF CHANGES IN THE COUNTY'S
NET POSITION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	2014	2015	2016	2017	2018	2019	2020
Total Pension Liability:							
Service cost	\$ 953,570	\$ 934,978	\$ 948,035	\$ 896,540	\$ 900,424	\$ 926,034	\$ 948,787
Interest	2,984,220	3,101,882	3,209,774	3,363,124	3,500,314	3,631,510	3,756,661
Changes of benefit terms	--	(79,814)	--	--	--	--	--
Difference between expected and actual experience	(175,762)	(251,717)	65,135	(81,376)	(1,439)	(206,279)	(168,806)
Change of assumptions	--	439,182	--	272,887	--	--	2,613,212
Benefit payments, including refunds of employee contributions	(2,464,521)	(2,488,919)	(2,802,644)	(2,718,696)	(2,805,696)	(2,804,709)	(2,848,013)
Net change in total pension liability	1,297,507	1,655,592	1,420,300	1,732,479	1,593,603	1,546,556	4,301,841
Total pension liability -beginning	37,582,991	38,880,498	40,536,090	41,956,390	43,688,869	45,282,474	46,826,030
Total pension liability-ending (a)	\$ 38,880,498	\$ 40,536,090	\$ 41,956,390	\$ 43,688,869	\$ 45,282,472	\$ 46,829,030	\$ 51,127,871
Plan Fiduciary Net Position							
Contributions - employer	\$ 591,324	\$ 573,164	\$ 601,590	\$ 623,323	\$ 700,018	\$ 732,910	\$ 823,381
Contributions - employee	564,702	537,823	562,987	599,459	621,734	648,363	674,902
Net investment income	2,480,447	(289,473)	2,704,745	5,462,727	(789,872)	6,432,842	4,552,789
Benefit payments, including refunds of employee contributions	(2,464,521)	(2,488,919)	(2,802,644)	(2,718,696)	(2,805,696)	(2,804,709)	(2,848,013)
Administrative expense	(29,018)	(26,916)	(29,405)	(27,605)	(31,456)	(33,604)	(34,560)
Other	89,954	47,151	(108,515)	(20,308)	(40,041)	(41,828)	(35,025)
Net Change in plan fiduciary net position	1,232,888	(1,647,170)	928,758	3,918,900	(2,345,313)	4,933,974	3,133,474
Plan fiduciary net position -beginning	37,075,248	38,308,137	36,660,967	37,589,726	41,508,626	39,163,315	44,097,289
Plan fiduciary net position -ending (b)	\$ 38,308,136	\$ 36,660,967	\$ 37,589,726	\$ 41,508,626	\$ 39,163,313	\$ 44,097,289	\$ 47,230,763
County's net position liability - ending (a) - (b)	\$ 572,362	\$ 3,875,123	\$ 4,366,664	\$ 2,180,244	\$ 6,119,160	\$ 2,731,741	\$ 3,897,108
Plan fiduciary net position as a percentage of the total pension liability	11.01%	90.44%	89.59%	95.01%	86.49%	94.17%	92.38%
Covered payroll	\$ 8,067,177	\$ 7,683,180	\$ 8,042,672	\$ 8,550,391	\$ 8,881,908	\$ 9,262,334	\$ 9,641,451
County's net position liability as a percentage of covered payroll	-21.90%	50.44%	54.29%	25.50%	68.89%	29.49%	40.42%

Notes to Schedule:

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

KLEBERG COUNTY, TEXAS
SCHEDULE OF COUNTY CONTRIBUTIONS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 802,550	\$ 373,297	\$ 730,542	\$ 700,018	\$ 623,323	\$ 616,353	\$ 570,054	\$ 591,324
Contributions in relation to the actuarially required contribution	(802,550)	373,297	(730,542)	(700,018)	(623,323)	(616,353)	(570,054)	(591,324)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 9,516,129	\$ 9,240,476	\$ 9,240,948	\$ 8,881,908	\$ 8,550,391	\$ 8,135,718	\$ 7,613,398	\$ 8,067,177
Contributions as a percentage of covered payroll	8.43%	6.88%	7.91%	7.88%	7.29%	7.58%	7.49%	7.33%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information for these years for which information is available.

KLEBERG COUNTY, TEXAS

*NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2021*

EXHIBIT B-7

Valuation Date: Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	1.8 years
Asset valuation method	5-year smoothed market
Inflation	2.75%
Salary increases	4.90%
Investment rate of return	8.00%
Retirement age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.

Mortality 130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

Other Information: No changes in plan provisions.

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).

KLEBERG COUNTY, TEXAS

*SCHEDULE OF THE CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS
FOR THE YEAR ENDED SEPTEMBER 30, 2021
LAST TEN FISCAL YEARS **

	2017	2018	2019	2020
Total OPEB Liability				
Service cost	\$ 25,025	\$ 26,041	\$ 26,041	\$ 36,626
Interest (on the total OPEB Liability)	15,069	15,224	17,497	10,553
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	-	-	-	-
Change of assumptions	-	-	10,683	-
Benefit payments, including refunds of employee contributions	(10,305)	(12,164)	(25,166)	(13,684)
Net Change in Total OPEB Liability	29,789	29,101	29,055	33,495
Total OPEB Liability-Beginning	351,276	381,065	410,166	439,221
Total OPEB Liability-Ending	\$ 381,065	\$ 410,166	\$ 439,221	\$ 472,716
County's covered payroll	\$ 5,908,875	\$ 5,908,875	\$ 6,182,921	\$ 6,182,921
County's proportionate share of the net OPEB liability as a percentage of its covered payroll	6.45%	6.94%	7.10%	7.65%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this schedule provides the information only for those years for which information is available.

KLEBERG COUNTY, TEXAS

*NOTES TO SCHEDULE OF OPEB CONTRIBUTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2021
LAST TEN FISCAL YEARS **

Valuation Date: Actuarially determined contribution rates are of December 31, two years to the end of the fiscal year in which contributions are

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Straight-line amortization of expected working life
Remaining Amortization Period	N/A
Asset Valuation Method	N/A
Inflation	N/A
Salary Increases	N/A
Investment Rate of Return	2.74%, based on 20-year Bond GO Index published by bondbuyer.com
Retirement Age	N/A
Mortality	See Tables 1 thru 4 in the Milliman Valuation Report
Other Information:	There were no benefit changes during the year.

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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, 2021

	Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 6,211,718	\$ 719	\$ 6,212,437
<i>Equity in Pooled Cash</i>	1,424,242	21,694	1,445,936
<i>Accounts Receivable</i>	313,903	--	313,903
<i>Intergovernmental Receivable</i>	201,035	--	201,035
<i>Prepaid items</i>	1,180	--	1,180
Total Assets	<u>\$ 8,152,078</u>	<u>\$ 22,413</u>	<u>\$ 8,174,491</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ 725,191	\$ --	\$ 725,191
<i>Accrued Wages Payable</i>	18,784	--	18,784
<i>Due to Others</i>	79,333	--	79,333
<i>Due to Other Governments and Agencies</i>	74,635	--	74,635
<i>Deferred Revenue</i>	10,207	--	10,207
Total Liabilities	<u>908,150</u>	<u>--</u>	<u>908,150</u>
DEFERRED INFLOWS OF RESOURCES			
Fund Balances:			
<i>Nonspendable</i>	1,158	--	1,158
<i>Restricted</i>	6,464,035	22,413	6,486,448
<i>Committed</i>	992,252	--	992,252
<i>Unassigned</i>	(213,517)	--	(213,517)
Total Fund Balance	<u>7,243,928</u>	<u>22,413</u>	<u>7,266,341</u>
Total Liabilities and Fund Balance	<u>\$ 8,152,078</u>	<u>\$ 22,413</u>	<u>\$ 8,174,491</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenue:			
Taxes:			
<i>Gross Receipts Business Taxes</i>	\$ 50,614	\$ —	\$ 50,614
<i>Intergovernmental</i>	4,369,669	—	4,369,669
<i>Charges for Services</i>	27,980	—	27,980
<i>Fines and Forfeitures</i>	237,507	—	237,507
<i>Fees of Office</i>	680,456	—	680,456
<i>Investment Earnings</i>	139,534	5	139,539
<i>Refunds & Reimbursements</i>	153	—	153
<i>Golf Course Revenue</i>	35,235	—	35,235
<i>Miscellaneous Revenues</i>	1,028	—	1,028
<i>Contributions & Donations</i>	31,547	—	31,547
Total Revenues	<u>5,573,723</u>	<u>5</u>	<u>5,573,728</u>
Expenditures:			
Current:			
<i>General Government</i>	998,251	—	998,251
<i>Judicial</i>	929,641	—	929,641
<i>Public Safety</i>	2,895,097	—	2,895,097
<i>Public Transportation</i>	46,110	—	46,110
<i>Health and Welfare</i>	1,483,086	—	1,483,086
<i>Culture and Recreation</i>	1,053,049	—	1,053,049
<i>Economic Development and Assistance</i>	146,426	—	146,426
Debt Service:			
<i>Principal</i>	115,000	—	115,000
<i>Interest and Fiscal Charges</i>	109,675	—	109,675
Total Expenditures	<u>7,776,335</u>	<u>—</u>	<u>7,776,335</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,202,612)</u>	<u>5</u>	<u>(2,202,607)</u>
Other Financing Sources (Uses):			
<i>Transfers In</i>	837,853	—	837,853
<i>Transfers Out</i>	(11,591)	—	(11,591)
Total Other Financing Sources (Uses)	<u>826,262</u>	<u>—</u>	<u>826,262</u>
Net Change in Fund Balances	(1,376,350)	5	(1,376,345)
Fund Balances - Beginning	8,620,278	22,408	8,642,686
Fund Balances - Ending	<u>\$ 7,243,928</u>	<u>\$ 22,413</u>	<u>\$ 7,266,341</u>

KLEBERG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

	Parks Donations	Kingsville Narcotics Task Force Federal	Task Force Program Income	Courthouse Restoration Fund
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 27,531	\$ 17,342	\$ 1,660,077	\$ -
<i>Equity in Pooled Cash</i>	17	-	-	-
<i>Accounts Receivable</i>	-	-	49,857	-
<i>Intergovernmental Receivable</i>	-	-	-	-
<i>Prepaid items</i>	-	-	-	-
Total Assets	<u>\$ 27,548</u>	<u>\$ 17,342</u>	<u>\$ 1,709,934</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ -	\$ -	\$ 25,790	\$ 6
<i>Accrued Wages Payable</i>	-	-	9,832	-
<i>Due to Others</i>	-	-	-	-
<i>Due to Other Governments and Agencies</i>	-	-	-	-
<i>Deferred Revenue</i>	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>35,622</u>	<u>6</u>
DEFERRED INFLOWS OF RESOURCES				
Fund Balances:				
<i>Nonspendable</i>	-	-	-	-
<i>Restricted</i>	-	17,342	1,674,312	-
<i>Committed</i>	27,548	-	-	-
<i>Unassigned</i>	-	-	-	(6)
Total Fund Balance	<u>27,548</u>	<u>17,342</u>	<u>1,674,312</u>	<u>(6)</u>
Total Liabilities and Fund Balance	<u>\$ 27,548</u>	<u>\$ 17,342</u>	<u>\$ 1,709,934</u>	<u>\$ -</u>

Federal Drug Fund	FEMA Disaster May 31	KC Mitigation Action Plan Fund	Sheriff Chapter 59 Forfeiture	CPS Exxon Building
\$ 38,415	\$ 8,362	\$ --	\$ 180,861	\$ 323,298
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>\$ 38,415</u>	<u>\$ 8,362</u>	<u>\$ --</u>	<u>\$ 180,861</u>	<u>\$ 323,298</u>
\$ --	\$ --	\$ 13,309	\$ 65,695	\$ 898
--	--	--	284	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>13,309</u>	<u>65,979</u>	<u>898</u>
--	--	--	--	--
38,415	8,362	--	114,882	--
--	--	--	--	322,400
--	--	(13,309)	--	--
<u>38,415</u>	<u>8,362</u>	<u>(13,309)</u>	<u>114,882</u>	<u>322,400</u>
<u>\$ 38,415</u>	<u>\$ 8,362</u>	<u>\$ --</u>	<u>\$ 180,861</u>	<u>\$ 323,298</u>

KLEBERG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

	Kleberg Juvenile Probation	Hotel/Motel Occupancy Tax Fund	MISD Pre-Trial Diversion	Kleberg 2014 CTIF Grant
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ --	\$ 165,951	\$ 5,702	\$ --
<i>Equity in Pooled Cash</i>	4,144	26,704	--	--
<i>Accounts Receivable</i>	--	13,791	--	--
<i>Intergovernmental Receivable</i>	--	--	--	--
<i>Prepaid items</i>	--	--	--	--
Total Assets	<u>\$ 4,144</u>	<u>\$ 206,446</u>	<u>\$ 5,702</u>	<u>\$ --</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ 180	\$ 29	\$ 13,985
<i>Accrued Wages Payable</i>	--	363	--	--
<i>Due to Others</i>	--	--	--	--
<i>Due to Other Governments and Agencies</i>	--	--	--	--
<i>Deferred Revenue</i>	--	--	--	--
Total Liabilities	<u>--</u>	<u>543</u>	<u>29</u>	<u>13,985</u>
DEFERRED INFLOWS OF RESOURCES				
Fund Balances:				
<i>Nonspendable</i>	--	--	--	--
<i>Restricted</i>	--	205,903	5,673	--
<i>Committed</i>	4,144	--	--	--
<i>Unassigned</i>	--	--	--	(13,985)
Total Fund Balance	<u>4,144</u>	<u>205,903</u>	<u>5,673</u>	<u>(13,985)</u>
Total Liabilities and Fund Balance	<u>\$ 4,144</u>	<u>\$ 206,446</u>	<u>\$ 5,702</u>	<u>\$ --</u>

CCRTA Grant	JAG Grant	Constable #3 Forfeiture Fund	Targeted Specific Grant	Co. Atty Pretrial Diversion
\$ --	\$ --	\$ 10,894	\$ 11,363	\$ --
--	10,187	--	--	68,066
--	--	--	--	1,774
--	--	--	--	--
<u>\$ --</u>	<u>\$ 10,187</u>	<u>\$ 10,894</u>	<u>\$ 11,363</u>	<u>\$ 69,840</u>
\$ 3,497	\$ 10,187	\$ --	\$ 46	\$ 683
--	--	--	--	659
--	--	--	--	--
--	--	--	--	--
<u>3,497</u>	<u>10,187</u>	<u>--</u>	<u>46</u>	<u>1,342</u>
--	--	--	--	--
--	--	10,894	11,317	68,498
--	--	--	--	--
(3,497)	--	--	--	--
<u>(3,497)</u>	<u>--</u>	<u>10,894</u>	<u>11,317</u>	<u>68,498</u>
<u>\$ --</u>	<u>\$ 10,187</u>	<u>\$ 10,894</u>	<u>\$ 11,363</u>	<u>\$ 69,840</u>

KLEBERG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

	<u>Indigent Care Fund</u>	<u>Golf Course Fund</u>	<u>Juvenile Probation Fund</u>	<u>Kleberg CDBG Grants</u>
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 488,323	\$ 123,371	\$ --	\$ --
<i>Equity in Pooled Cash</i>	--	--	--	--
<i>Accounts Receivable</i>	36,015	--	--	--
<i>Intergovernmental Receivable</i>	--	--	39,826	25,550
<i>Prepaid items</i>	--	--	--	--
Total Assets	<u>\$ 524,338</u>	<u>\$ 123,371</u>	<u>\$ 39,826</u>	<u>\$ 25,550</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 17,039	\$ --	\$ 69,805	\$ --
<i>Accrued Wages Payable</i>	--	--	--	--
<i>Due to Others</i>	--	--	--	--
<i>Due to Other Governments and Agencies</i>	--	--	--	--
<i>Deferred Revenue</i>	--	--	--	--
Total Liabilities	<u>17,039</u>	<u>--</u>	<u>69,805</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES				
Fund Balances:				
<i>Nonspendable</i>	--	--	--	--
<i>Restricted</i>	--	--	--	25,550
<i>Committed</i>	507,299	123,371	--	--
<i>Unassigned</i>	--	--	(29,979)	--
Total Fund Balance	<u>507,299</u>	<u>123,371</u>	<u>(29,979)</u>	<u>25,550</u>
Total Liabilities and Fund Balance	<u>\$ 524,338</u>	<u>\$ 123,371</u>	<u>\$ 39,826</u>	<u>\$ 25,550</u>

Community Supervision	Local Border Security	CSCD Personal Bond Unit	South Texas Task Force Federal	Title IV-E Expenses
\$ 1,247	\$ --	\$ 337,723	\$ 700,854	\$ --
86,070	13,418	--	--	--
450	--	--	--	725
22	--	--	--	--
<u>\$ 87,789</u>	<u>\$ 13,418</u>	<u>\$ 337,723</u>	<u>\$ 700,854</u>	<u>\$ 725</u>
\$ 880	\$ --	\$ --	\$ --	\$ 1,777
--	13,418	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>880</u>	<u>13,418</u>	<u>--</u>	<u>--</u>	<u>1,777</u>
--	--	--	--	--
86,909	--	337,723	700,854	--
--	--	--	--	--
--	--	--	--	(1,052)
<u>86,909</u>	<u>--</u>	<u>337,723</u>	<u>700,854</u>	<u>(1,052)</u>
<u>\$ 87,789</u>	<u>\$ 13,418</u>	<u>\$ 337,723</u>	<u>\$ 700,854</u>	<u>\$ 725</u>

KLEBERG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

	Special Caseload Sex Fund	Texas A&M University Fund	Operation Border Star	H/S Agriculture Grant
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 11,961	\$ 150,134	\$ --	\$ --
<i>Equity in Pooled Cash</i>	--	--	23,188	18,566
<i>Accounts Receivable</i>	--	--	--	--
<i>Intergovernmental Receivable</i>	--	--	--	--
<i>Prepaid Items</i>	--	--	--	--
Total Assets	<u>\$ 11,961</u>	<u>\$ 150,134</u>	<u>\$ 23,188</u>	<u>\$ 18,566</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 158	\$ 2,456	\$ --	\$ 5,075
<i>Accrued Wages Payable</i>	--	--	--	--
<i>Due to Others</i>	--	--	--	--
<i>Due to Other Governments and Agencies</i>	--	--	23,188	--
<i>Deferred Revenue</i>	--	--	--	--
Total Liabilities	<u>158</u>	<u>2,456</u>	<u>23,188</u>	<u>5,075</u>
DEFERRED INFLOWS OF RESOURCES				
Fund Balances:				
<i>Nonspendable</i>	--	--	--	--
<i>Restricted</i>	11,803	147,678	--	13,491
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	--	--	--	--
Total Fund Balance	<u>11,803</u>	<u>147,678</u>	<u>--</u>	<u>13,491</u>
Total Liabilities and Fund Balance	<u>\$ 11,961</u>	<u>\$ 150,134</u>	<u>\$ 23,188</u>	<u>\$ 18,566</u>

District Clerk Records Mgmt & Preservation	Courthouse Security	J.P.'s Tech Fund	H.A.V.A. Grant	County Clerks
\$ --	\$ --	\$ 104,186	\$ --	\$ --
726	112,015	293	13,141	8,090
644	1,002	332	--	--
--	--	--	--	--
<u>\$ 1,370</u>	<u>\$ 113,017</u>	<u>\$ 104,811</u>	<u>\$ 13,141</u>	<u>\$ 8,090</u>
\$ --	\$ 518	\$ --	\$ --	\$ 600
--	1,145	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>1,663</u>	<u>--</u>	<u>--</u>	<u>600</u>
--	--	--	--	--
1,370	111,354	104,811	13,141	--
--	--	--	--	7,490
<u>1,370</u>	<u>111,354</u>	<u>104,811</u>	<u>13,141</u>	<u>7,490</u>
<u>\$ 1,370</u>	<u>\$ 113,017</u>	<u>\$ 104,811</u>	<u>\$ 13,141</u>	<u>\$ 8,090</u>

KLEBERG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

	Records Management	Houston HIDTA Grant	D.A.'s Hot Check	D.A.'s Forfeiture
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 252,556	\$ --	\$ 16,337	\$ 1,269,322
<i>Equity in Pooled Cash</i>	31,825	--	1	410,888
<i>Accounts Receivable</i>	9,287	--	--	25,429
<i>Intergovernmental Receivable</i>	--	--	--	--
<i>Prepaid items</i>	--	--	--	1,158
Total Assets	<u>\$ 293,668</u>	<u>\$ --</u>	<u>\$ 16,338</u>	<u>\$ 1,706,797</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 16,171	\$ 11,632	\$ --	\$ 64,854
<i>Accrued Wages Payable</i>	767	--	--	283
<i>Due to Others</i>	--	--	--	--
<i>Due to Other Governments and Agencies</i>	--	25,732	--	23,816
<i>Deferred Revenue</i>	--	--	--	10,207
Total Liabilities	<u>16,938</u>	<u>37,364</u>	<u>--</u>	<u>99,160</u>
DEFERRED INFLOWS OF RESOURCES				
Fund Balances:				
<i>Nonspendable</i>	--	--	--	1,158
<i>Restricted</i>	276,730	--	16,338	1,606,479
<i>Committed</i>	--	--	--	--
<i>Unassigned</i>	--	(37,364)	--	--
Total Fund Balance	<u>276,730</u>	<u>(37,364)</u>	<u>16,338</u>	<u>1,607,637</u>
Total Liabilities and Fund Balance	<u>\$ 293,668</u>	<u>\$ --</u>	<u>\$ 16,338</u>	<u>\$ 1,706,797</u>

Constable Pct 4 Forfeiture	County Attorney's Asset Forfeiture Fund	County Attorney Hot Checks Fund	Operation Stonegarden Grants	Human Services Neighbor to Neighbor
\$ 164,053	\$ 5,839	\$ 4,103	\$ 98,815	\$ --
--	--	746	69,124	18,430
--	--	3	--	--
--	--	--	--	--
<u>\$ 164,053</u>	<u>\$ 5,839</u>	<u>\$ 4,852</u>	<u>\$ 167,939</u>	<u>\$ 18,430</u>
\$ --	\$ --	\$ 280	\$ 214,450	\$ --
--	--	--	--	--
--	--	--	65,915	--
--	--	--	1,899	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>280</u>	<u>282,264</u>	<u>--</u>
--	--	--	--	--
164,053	5,839	4,572	--	18,430
--	--	--	--	--
<u>164,053</u>	<u>5,839</u>	<u>4,572</u>	<u>(114,325)</u>	<u>18,430</u>
<u>\$ 164,053</u>	<u>\$ 5,839</u>	<u>\$ 4,852</u>	<u>\$ 167,939</u>	<u>\$ 18,430</u>

KLEBERG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

	C.J.D. 9/1-8/31	Human Services	Human Services 10/1-9/30
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 9,148	\$ --	\$ --
<i>Equity in Pooled Cash</i>	--	--	68,904
<i>Accounts Receivable</i>	--	136,089	39,230
<i>Intergovernmental Receivable</i>	--	1,501	43,934
<i>Prepaid items</i>	--	--	--
Total Assets	<u>\$ 9,148</u>	<u>\$ 137,590</u>	<u>\$ 152,068</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ --	\$ 133,395	\$ 24,769
<i>Accrued Wages Payable</i>	--	--	5,451
<i>Due to Others</i>	--	--	--
<i>Due to Other Governments and Agencies</i>	--	--	--
<i>Deferred Revenue</i>	--	--	--
Total Liabilities	<u>--</u>	<u>133,395</u>	<u>30,220</u>
DEFERRED INFLOWS OF RESOURCES			
Fund Balances:			
<i>Nonspendable</i>	--	--	--
<i>Restricted</i>	9,148	4,195	121,848
<i>Committed</i>	--	--	--
<i>Unassigned</i>	--	--	--
Total Fund Balance	<u>9,148</u>	<u>4,195</u>	<u>121,848</u>
Total Liabilities and Fund Balance	<u>\$ 9,148</u>	<u>\$ 137,590</u>	<u>\$ 152,068</u>

Airport Ramp Grant	Other Special Revenue Funds	GOMESA Grant Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
\$ 6,029	\$ 17,921	\$ --	\$ 6,211,718
25,815	61,603	352,281	1,424,242
--	--	--	313,903
--	--	89,499	201,035
--	--	--	1,180
<u>\$ 31,844</u>	<u>\$ 79,524</u>	<u>\$ 441,780</u>	<u>\$ 8,152,078</u>
\$ --	\$ 14,901	\$ 12,126	\$ 725,191
--	--	--	18,784
--	--	--	79,333
--	--	--	74,635
--	--	--	10,207
<u>--</u>	<u>14,901</u>	<u>12,126</u>	<u>908,150</u>
--	--	--	1,158
31,844	64,623	429,654	6,464,035
--	--	--	992,252
--	--	--	(213,517)
<u>31,844</u>	<u>64,623</u>	<u>429,654</u>	<u>7,243,928</u>
<u>\$ 31,844</u>	<u>\$ 79,524</u>	<u>\$ 441,780</u>	<u>\$ 8,152,078</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Parks Donations	Kingsville Narcotics Task Force Federal	Task Force Program Income	Courthouse Restoration Fund
Revenue:				
Taxes:				
<i>Gross Receipts Business Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Intergovernmental</i>	--	--	705,928	--
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	--	--	--	--
<i>Fees of Office</i>	--	--	--	--
<i>Investment Earnings</i>	27	3	--	--
<i>Refunds & Reimbursements</i>	--	--	--	--
<i>Golf Course Revenue</i>	--	--	--	--
<i>Miscellaneous Revenues</i>	--	--	--	--
<i>Contributions & Donations</i>	--	--	--	--
Total Revenues	<u>27</u>	<u>3</u>	<u>705,928</u>	<u>--</u>
Expenditures:				
Current:				
<i>General Government</i>	--	--	--	--
<i>Judicial</i>	--	--	--	--
<i>Public Safety</i>	--	--	752,248	--
<i>Public Transportation</i>	--	--	--	--
<i>Health and Welfare</i>	--	--	--	--
<i>Culture and Recreation</i>	--	--	--	--
<i>Economic Development and Assistance</i>	--	--	--	--
Debt Service:				
<i>Principal</i>	--	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--	--
Total Expenditures	<u>--</u>	<u>--</u>	<u>752,248</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>27</u>	<u>3</u>	<u>(46,320)</u>	<u>--</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	--	--	17,251
<i>Transfers Out</i>	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>17,251</u>
Net Change in Fund Balances	<u>27</u>	<u>3</u>	<u>(46,320)</u>	<u>17,251</u>
Fund Balances - Beginning	27,521	17,339	1,720,632	(17,257)
Fund Balances - Ending	<u>\$ 27,548</u>	<u>\$ 17,342</u>	<u>\$ 1,674,312</u>	<u>\$ (6)</u>

Federal Drug Fund	FEMA Disaster May 31	KC Mitigation Action Plan Fund	Sheriff Chapter 59 Forfeiture	CPS Exxon Building
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	97,409
--	--	--	195,837	--
54	--	--	29	135,744
--	--	--	--	153
--	--	--	--	--
<u>54</u>	<u>--</u>	<u>--</u>	<u>195,866</u>	<u>233,306</u>
--	--	--	--	--
38,816	--	--	306,291	14,021
--	--	--	--	--
--	--	--	--	--
--	--	--	--	115,000
<u>38,816</u>	<u>--</u>	<u>--</u>	<u>306,291</u>	<u>109,675</u>
<u>(38,762)</u>	<u>--</u>	<u>--</u>	<u>(110,425)</u>	<u>(5,390)</u>
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>(38,762)</u>	<u>--</u>	<u>--</u>	<u>(110,425)</u>	<u>(5,390)</u>
77,177	8,362	(13,309)	225,307	327,790
<u>\$ 38,415</u>	<u>\$ 8,362</u>	<u>\$ (13,309)</u>	<u>\$ 114,882</u>	<u>\$ 322,400</u>

KLEBERG COUNTY, TEXAS

*COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021*

	Kleberg Juvenile Probation	Hotel/Motel Occupancy Tax Fund	MISD Pre-Trial Diversion	Kleberg 2014 CTIF Grant
Revenue:				
Taxes:				
<i>Gross Receipts Business Taxes</i>	\$ --	\$ 50,614	\$ --	\$ --
<i>Intergovernmental</i>	5,000	--	28,906	--
<i>Charges for Services</i>	4,865	--	--	--
<i>Fines and Forfeitures</i>	--	--	--	--
<i>Fees of Office</i>	--	--	--	--
<i>Investment Earnings</i>	1	82	--	5
<i>Refunds & Reimbursements</i>	--	--	--	--
<i>Golf Course Revenue</i>	--	--	--	--
<i>Miscellaneous Revenues</i>	--	--	--	--
<i>Contributions & Donations</i>	--	--	--	--
Total Revenues	<u>9,866</u>	<u>50,696</u>	<u>28,906</u>	<u>5</u>
Expenditures:				
Current:				
<i>General Government</i>	--	--	29,077	37,946
<i>Judicial</i>	--	--	--	--
<i>Public Safety</i>	175,410	--	--	--
<i>Public Transportation</i>	--	--	--	--
<i>Health and Welfare</i>	--	--	--	--
<i>Culture and Recreation</i>	--	14,746	--	--
<i>Economic Development and Assistance</i>	--	--	--	--
Debt Service:				
<i>Principal</i>	--	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--	--
Total Expenditures	<u>175,410</u>	<u>14,746</u>	<u>29,077</u>	<u>37,946</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(165,544)</u>	<u>35,950</u>	<u>(171)</u>	<u>(37,941)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	164,856	--	159	--
<i>Transfers Out</i>	--	--	--	--
Total Other Financing Sources (Uses)	<u>164,856</u>	<u>--</u>	<u>159</u>	<u>--</u>
Net Change in Fund Balances	<u>(688)</u>	<u>35,950</u>	<u>(12)</u>	<u>(37,941)</u>
Fund Balances - Beginning	4,832	169,953	5,685	23,956
Fund Balances - Ending	<u>\$ 4,144</u>	<u>\$ 205,903</u>	<u>\$ 5,673</u>	<u>\$ (13,985)</u>

Coronavirus Emergency Grant	CCRTA Grant	Home Grant	Constable #3 Forfeiture Fund	Targeted Specific Grant
\$ --	\$ --	\$ --	\$ --	\$ --
31,954	4,120	--	--	--
--	--	--	--	--
--	--	--	5	--
--	--	--	--	--
--	--	--	--	--
<u>31,954</u>	<u>4,120</u>	<u>--</u>	<u>5</u>	<u>--</u>
--	4,770	--	--	46,403
31,954	--	--	1,625	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>31,954</u>	<u>4,770</u>	<u>--</u>	<u>1,625</u>	<u>46,403</u>
--	(650)	--	(1,620)	(46,403)
--	--	14,555	--	46,999
--	--	--	--	--
--	--	<u>14,555</u>	--	<u>46,999</u>
--	(650)	14,555	(1,620)	596
--	(2,847)	(14,555)	12,514	10,721
\$ --	\$ (3,497)	\$ --	\$ 10,894	\$ 11,317

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Co. Atty Pretrial Diversion	Indigent Care Fund	Golf Course Fund	Juvenile Probation Fund
Revenue:				
Taxes:				
<i>Gross Receipts Business Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Intergovernmental</i>	--	--	--	313,740
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	19,930	--	--	--
<i>Fees of Office</i>	--	--	--	--
<i>Investment Earnings</i>	--	82	--	--
<i>Refunds & Reimbursements</i>	--	--	--	--
<i>Golf Course Revenue</i>	--	--	35,235	--
<i>Miscellaneous Revenues</i>	--	--	--	--
<i>Contributions & Donations</i>	--	--	--	--
Total Revenues	<u>19,930</u>	<u>82</u>	<u>35,235</u>	<u>313,740</u>
Expenditures:				
Current:				
<i>General Government</i>	--	--	--	--
<i>Judicial</i>	44,837	--	--	--
<i>Public Safety</i>	--	--	--	362,532
<i>Public Transportation</i>	--	--	--	--
<i>Health and Welfare</i>	--	182,007	--	--
<i>Culture and Recreation</i>	--	--	35,547	--
<i>Economic Development and Assistance</i>	--	--	--	--
Debt Service:				
<i>Principal</i>	--	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--	--
Total Expenditures	<u>44,837</u>	<u>182,007</u>	<u>35,547</u>	<u>362,532</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(24,907)</u>	<u>(181,925)</u>	<u>(312)</u>	<u>(48,792)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	251,693	--	--
<i>Transfers Out</i>	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>251,693</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(24,907)	69,768	(312)	(48,792)
Fund Balances - Beginning	93,405	437,531	123,683	18,813
Fund Balances - Ending	<u>\$ 68,498</u>	<u>\$ 507,299</u>	<u>\$ 123,371</u>	<u>\$ (29,979)</u>

Kleberg CDBG Grants	Airport Development Grant	Community Supervision	CSCD Personal Bond Unit	South Texas Task Force Federal
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	317,162	--	--
--	--	--	--	--
--	--	--	--	14,990
--	--	322,152	267,659	--
--	--	1,237	54	493
--	--	--	--	--
--	--	--	--	996
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>640,551</u>	<u>267,713</u>	<u>16,479</u>
--	25,667	--	--	--
--	--	625,899	219,118	--
--	--	--	--	--
--	--	--	--	--
17,991	--	--	--	--
--	--	--	--	--
<u>17,991</u>	<u>25,667</u>	<u>625,899</u>	<u>219,118</u>	<u>--</u>
(17,991)	(25,667)	14,652	48,595	16,479
15,000	25,667	11,432	--	--
--	--	(4,091)	--	--
<u>15,000</u>	<u>25,667</u>	<u>7,341</u>	<u>--</u>	<u>--</u>
(2,991)	--	21,993	48,595	16,479
28,541	--	64,916	289,128	684,375
<u>\$ 25,550</u>	<u>\$ --</u>	<u>\$ 86,909</u>	<u>\$ 337,723</u>	<u>\$ 700,854</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Title IV-E Expenses	Energy Project Fund	Kenedy County CSCD	Special Caseload Sex Fund
Revenue:				
Taxes:				
<i>Gross Receipts Business Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Intergovernmental</i>	10,529	--	7,500	56,521
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	--	--	--	--
<i>Fees of Office</i>	--	--	--	--
<i>Investment Earnings</i>	8	--	--	--
<i>Refunds & Reimbursements</i>	--	--	--	--
<i>Golf Course Revenue</i>	--	--	--	--
<i>Miscellaneous Revenues</i>	--	--	--	--
<i>Contributions & Donations</i>	--	--	--	--
Total Revenues	<u>10,537</u>	<u>--</u>	<u>7,500</u>	<u>56,521</u>
Expenditures:				
Current:				
<i>General Government</i>	--	107,051	--	--
<i>Judicial</i>	--	--	--	--
<i>Public Safety</i>	57,733	--	--	56,598
<i>Public Transportation</i>	--	--	--	--
<i>Health and Welfare</i>	--	--	--	--
<i>Culture and Recreation</i>	--	--	--	--
<i>Economic Development and Assistance</i>	--	--	--	--
Debt Service:				
<i>Principal</i>	--	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--	--
Total Expenditures	<u>57,733</u>	<u>107,051</u>	<u>--</u>	<u>56,598</u>
Excess (Deficiency) of Revenues	<u>--</u>	<u>--</u>	<u>7,500</u>	<u>--</u>
Over (Under) Expenditures	<u>(47,196)</u>	<u>(107,051)</u>	<u>7,500</u>	<u>(77)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	106,483	--	--
<i>Transfers Out</i>	--	--	(7,500)	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>106,483</u>	<u>(7,500)</u>	<u>--</u>
Net Change in Fund Balances	<u>(47,196)</u>	<u>(568)</u>	<u>--</u>	<u>(77)</u>
Fund Balances - Beginning	<u>46,144</u>	<u>568</u>	<u>--</u>	<u>11,880</u>
Fund Balances - Ending	<u>\$ (1,052)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 11,803</u>

Texas A&M University Fund	Communication Interoperability	H/S Agriculture Grant	District Clerk Records Mgmt & Preservation	Courthouse Security
\$ --	\$ --	\$ --	\$ --	\$ --
182,938	5,700	22,586	--	--
--	--	--	--	--
--	--	--	--	--
43	--	--	(25,959)	14,673
--	--	--	15	13
--	--	--	--	--
--	--	--	--	--
<u>182,981</u>	<u>5,700</u>	<u>22,586</u>	<u>(25,944)</u>	<u>14,686</u>
--	--	--	--	--
--	--	--	7,175	--
--	5,700	--	--	21,848
--	--	--	--	--
--	--	18,492	--	--
128,435	--	--	--	--
--	--	--	--	--
<u>128,435</u>	<u>5,700</u>	<u>18,492</u>	<u>7,175</u>	<u>21,848</u>
54,546	--	4,094	(33,119)	(7,162)
--	--	--	--	55,027
--	--	--	--	--
--	--	--	--	55,027
54,546	--	4,094	(33,119)	47,865
93,132	--	9,397	34,489	63,489
<u>\$ 147,678</u>	<u>\$ --</u>	<u>\$ 13,491</u>	<u>\$ 1,370</u>	<u>\$ 111,354</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	J.P.'s Tech Fund	H.A.V.A. Grant	County Clerks	Records Management
Revenue:				
Taxes:				
<i>Gross Receipts Business Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>Intergovernmental</i>	--	--	--	--
<i>Charges for Services</i>	--	--	8,172	--
<i>Fines and Forfeitures</i>	6,750	--	--	--
<i>Fees of Office</i>	--	--	--	100,555
<i>Investment Earnings</i>	54	32	--	137
<i>Refunds & Reimbursements</i>	--	--	--	--
<i>Golf Course Revenue</i>	--	--	--	--
<i>Miscellaneous Revenues</i>	--	--	--	--
<i>Contributions & Donations</i>	--	--	--	--
Total Revenues	6,804	32	8,172	100,692
Expenditures:				
Current:				
<i>General Government</i>	--	123,105	2,535	124,433
<i>Judicial</i>	15,014	--	--	--
<i>Public Safety</i>	--	--	--	--
<i>Public Transportation</i>	--	--	--	--
<i>Health and Welfare</i>	--	--	--	--
<i>Culture and Recreation</i>	--	--	--	--
<i>Economic Development and Assistance</i>	--	--	--	--
Debt Service:				
<i>Principal</i>	--	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--	--
Total Expenditures	15,014	123,105	2,535	124,433
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,210)	(123,073)	5,637	(23,741)
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	--	--	--
<i>Transfers Out</i>	--	--	--	--
Total Other Financing Sources (Uses)	--	--	--	--
Net Change in Fund Balances	(8,210)	(123,073)	5,637	(23,741)
Fund Balances - Beginning	113,021	136,214	1,853	300,471
Fund Balances - Ending	\$ 104,811	\$ 13,141	\$ 7,490	\$ 276,730

Houston HIDTA Grant	D.A.'s Hot Check	D.A.'s Forfeiture	Constable Pct 4 Forfeiture	County Attorney's Asset Forfeiture Fund
\$ --	\$ --	\$ --	\$ --	\$ --
3,683	--	375,862	--	--
--	--	--	--	--
--	--	--	--	--
--	16	1,087	82	3
--	--	--	--	--
--	--	--	--	--
<u>3,683</u>	<u>16</u>	<u>376,949</u>	<u>82</u>	<u>3</u>
--	--	--	--	--
15,692	--	858,341	--	64
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>15,692</u>	<u>--</u>	<u>858,341</u>	<u>--</u>	<u>64</u>
<u>(12,009)</u>	<u>16</u>	<u>(481,392)</u>	<u>82</u>	<u>(61)</u>
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>(12,009)</u>	<u>16</u>	<u>(481,392)</u>	<u>82</u>	<u>(61)</u>
(25,355)	16,322	2,089,029	163,971	5,900
<u>\$ (37,364)</u>	<u>\$ 16,338</u>	<u>\$ 1,607,637</u>	<u>\$ 164,053</u>	<u>\$ 5,839</u>

KLEBERG COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	County Attorney Hot Checks Fund	Operation Stonegarden Grants	Human Services Neighbor to Neighbor
Revenue:			
Taxes:			
<i>Gross Receipts Business Taxes</i>	\$ --	\$ --	\$ --
<i>Intergovernmental</i>	--	532,456	84,559
<i>Charges for Services</i>	--	--	--
<i>Fines and Forfeitures</i>	--	--	--
<i>Fees of Office</i>	1,376	--	--
<i>Investment Earnings</i>	2	--	--
<i>Refunds & Reimbursements</i>	--	--	--
<i>Golf Course Revenue</i>	--	--	--
<i>Miscellaneous Revenues</i>	--	--	--
<i>Contributions & Donations</i>	--	--	--
Total Revenues	<u>1,378</u>	<u>532,456</u>	<u>84,559</u>
Expenditures:			
Current:			
<i>General Government</i>	--	497,264	--
<i>Judicial</i>	4,210	--	--
<i>Public Safety</i>	--	209,612	--
<i>Public Transportation</i>	--	--	--
<i>Health and Welfare</i>	--	--	115,576
<i>Culture and Recreation</i>	--	--	--
<i>Economic Development and Assistance</i>	--	--	--
Debt Service:			
<i>Principal</i>	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--
Total Expenditures	<u>4,210</u>	<u>706,876</u>	<u>115,576</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,832)</u>	<u>(174,420)</u>	<u>(31,017)</u>
Other Financing Sources (Uses):			
<i>Transfers In</i>	--	--	--
<i>Transfers Out</i>	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>(2,832)</u>	<u>(174,420)</u>	<u>(31,017)</u>
Fund Balances - Beginning	<u>7,404</u>	<u>60,095</u>	<u>49,447</u>
Fund Balances - Ending	<u>\$ 4,572</u>	<u>\$ (114,325)</u>	<u>\$ 18,430</u>

C.J.D. 9/1-8/31	Human Services	Human Services 10/1-9/30	Airport Ramp Grant
\$ --	\$ --	\$ --	\$ --
--	516,304	500,053	22,350
--	14,943	--	--
--	--	--	--
--	--	--	--
2	--	--	6
--	--	--	--
--	--	32	--
--	--	31,547	--
<u>2</u>	<u>531,247</u>	<u>531,632</u>	<u>22,356</u>
--	--	--	--
--	--	--	--
--	--	--	--
--	557,907	609,104	46,110
--	--	--	--
--	--	--	--
--	--	--	--
<u>--</u>	<u>557,907</u>	<u>609,104</u>	<u>46,110</u>
2	(26,660)	(77,472)	(23,754)
--	--	108,206	20,525
--	--	--	--
<u>--</u>	<u>--</u>	<u>108,206</u>	<u>20,525</u>
2	(26,660)	30,734	(3,229)
9,146	30,855	91,114	35,073
<u>\$ 9,148</u>	<u>\$ 4,195</u>	<u>\$ 121,848</u>	<u>\$ 31,844</u>

KLEBERG COUNTY, TEXAS
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Other Special Revenue Funds	GOMESA Grant Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenue:			
Taxes:			
<i>Gross Receipts Business Taxes</i>	\$ --	\$ --	\$ 50,614
<i>Intergovernmental</i>	--	544,409	4,369,669
<i>Charges for Services</i>	--	--	27,980
<i>Fines and Forfeitures</i>	--	--	237,507
<i>Fees of Office</i>	--	--	680,456
<i>Investment Earnings</i>	72	146	139,534
<i>Refunds & Reimbursements</i>	--	--	153
<i>Golf Course Revenue</i>	--	--	35,235
<i>Miscellaneous Revenues</i>	--	--	1,028
<i>Contributions & Donations</i>	--	--	31,547
Total Revenues	<u>72</u>	<u>544,555</u>	<u>5,573,723</u>
Expenditures:			
Current:			
<i>General Government</i>	--	--	998,251
<i>Judicial</i>	--	--	929,641
<i>Public Safety</i>	--	--	2,895,097
<i>Public Transportation</i>	--	--	46,110
<i>Health and Welfare</i>	--	--	1,483,086
<i>Culture and Recreation</i>	--	1,002,756	1,053,049
<i>Economic Development and Assistance</i>	--	--	146,426
Debt Service:			
<i>Principal</i>	--	--	115,000
<i>Interest and Fiscal Charges</i>	--	--	109,675
Total Expenditures	<u>--</u>	<u>1,002,756</u>	<u>7,776,335</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>72</u>	<u>(458,201)</u>	<u>(2,202,612)</u>
Other Financing Sources (Uses):			
<i>Transfers In</i>	--	--	837,853
<i>Transfers Out</i>	--	--	(11,591)
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>826,262</u>
Net Change in Fund Balances	<u>72</u>	<u>(458,201)</u>	<u>(1,376,350)</u>
Fund Balances - Beginning	<u>64,551</u>	<u>887,855</u>	<u>8,620,278</u>
Fund Balances - Ending	<u>\$ 64,623</u>	<u>\$ 429,654</u>	<u>\$ 7,243,928</u>

KLEBERG COUNTY, TEXAS
 TASK FORCE PROGRAM INCOME
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 157,514	\$ 157,514	\$ 705,928	\$ 548,414
Total Revenues	<u>157,514</u>	<u>157,514</u>	<u>705,928</u>	<u>548,414</u>
EXPENDITURES:				
Public Safety				
Public Safety				
<i>Personal Services</i>	739,540	739,540	531,911	207,629
<i>Supplies</i>	155,150	155,150	68,015	87,135
<i>Other Services and Charges</i>	339,200	339,200	127,322	211,878
<i>Capital Outlay</i>	67,500	67,500	25,000	42,500
<i>Total Public Safety</i>	<u>1,301,390</u>	<u>1,301,390</u>	<u>752,248</u>	<u>549,142</u>
Total Public Safety	<u>1,301,390</u>	<u>1,301,390</u>	<u>752,248</u>	<u>549,142</u>
Total Expenditures	<u>1,301,390</u>	<u>1,301,390</u>	<u>752,248</u>	<u>549,142</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,143,876)</u>	<u>(1,143,876)</u>	<u>(46,320)</u>	<u>1,097,556</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balances	 (1,143,876)	 (1,143,876)	 (46,320)	 1,097,556
Fund Balances - Beginning	1,720,632	1,720,632	1,720,632	-
Fund Balances - Ending	<u>\$ 576,756</u>	<u>\$ 576,756</u>	<u>\$ 1,674,312</u>	<u>\$ 1,097,556</u>

KLEBERG COUNTY, TEXAS
 SHERIFF CHAPTER 59 FORFEITURE
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fines and Forfeitures	\$ 360,000	\$ 366,334	\$ 195,837	\$ (170,497)
Investment Earnings	30	33	29	(4)
Total Revenues	<u>360,030</u>	<u>366,367</u>	<u>195,866</u>	<u>(170,501)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
<i>Personal Services</i>	150,000	154,712	13,267	141,445
<i>Other Services and Charges</i>	290,000	293,024	293,024	-
<i>Total Public Safety</i>	<u>440,000</u>	<u>447,736</u>	<u>306,291</u>	<u>141,445</u>
Total Public Safety	<u>440,000</u>	<u>447,737</u>	<u>306,291</u>	<u>141,446</u>
Total Expenditures	<u>440,000</u>	<u>447,737</u>	<u>306,291</u>	<u>141,446</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(79,970)</u>	<u>(81,370)</u>	<u>(110,425)</u>	<u>(29,055)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balances	 (79,970)	 (81,370)	 (110,425)	 (29,055)
Fund Balances - Beginning	225,307	225,307	225,307	-
Fund Balances - Ending	<u>\$ 145,337</u>	<u>\$ 143,937</u>	<u>\$ 114,882</u>	<u>\$ (29,055)</u>

KLEBERG COUNTY, TEXAS
 CPS EXXON BUILDING
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 100,000	\$ 105,610	\$ 97,409	\$ (8,201)
Investment Earnings	140,000	147,056	135,744	(11,312)
Refunds & Reimbursements	150	153	153	--
Total Revenues	<u>240,150</u>	<u>252,818</u>	<u>233,306</u>	<u>(19,512)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Maintenance				
<i>Supplies</i>	4,500	4,500	3,612	888
<i>Other Services and Charges</i>	10,900	10,900	10,409	491
Total Maintenance	<u>15,400</u>	<u>15,400</u>	<u>14,021</u>	<u>1,379</u>
Total Public Safety	<u>15,400</u>	<u>15,400</u>	<u>14,021</u>	<u>1,379</u>
<i>Debt Service:</i>				
<i>Principal</i>	115,000	115,000	115,000	--
<i>Interest and Fiscal Charges</i>	109,000	109,675	109,675	--
Total Expenditures	<u>239,400</u>	<u>240,075</u>	<u>238,696</u>	<u>1,379</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>750</u>	<u>12,743</u>	<u>(5,390)</u>	<u>(18,133)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	750	12,743	(5,390)	(18,133)
Fund Balances - Beginning	327,790	327,790	327,790	--
Fund Balances - Ending	<u>\$ 328,540</u>	<u>\$ 340,533</u>	<u>\$ 322,400</u>	<u>\$ (18,133)</u>

KLEBERG COUNTY, TEXAS
COMMUNITY SUPERVISION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-8

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 310,000	\$ 320,560	\$ 317,162	\$ (3,398)
Fees of Office	300,000	347,755	322,152	(25,603)
Investment Earnings	1,000	418,671	1,237	(417,434)
Total Revenues	<u>611,000</u>	<u>1,086,987</u>	<u>640,551</u>	<u>(446,436)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Personal Services	568,000	570,596	566,175	4,421
Supplies	19,050	19,059	18,971	88
Other Services and Charges	42,950	545,953	40,753	505,200
Total Public Safety	<u>630,000</u>	<u>1,135,608</u>	<u>625,899</u>	<u>509,709</u>
Total Public Safety	<u>630,000</u>	<u>1,135,608</u>	<u>625,899</u>	<u>509,709</u>
Total Expenditures	<u>630,000</u>	<u>1,135,608</u>	<u>625,899</u>	<u>509,709</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(19,000)</u>	<u>(48,621)</u>	<u>14,652</u>	<u>63,273</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	10,500	11,432	11,432	-
Transfers Out	(4,090)	(4,091)	(4,091)	-
Total Other Financing Sources (Uses)	<u>6,410</u>	<u>7,341</u>	<u>7,341</u>	<u>-</u>
Net Change in Fund Balances	(12,590)	(41,280)	21,993	63,273
Fund Balances - Beginning	64,916	64,916	64,916	-
Fund Balances - Ending	<u>\$ 52,326</u>	<u>\$ 23,636</u>	<u>\$ 86,909</u>	<u>\$ 63,273</u>

KLEBERG COUNTY, TEXAS
 CSCD PERSONAL BOND FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 270,000	\$ 287,638	\$ 267,659	\$ (19,979)
Investment Earnings	67	67	54	(13)
Total Revenues	<u>270,067</u>	<u>287,705</u>	<u>267,713</u>	<u>(19,992)</u>
EXPENDITURES:				
Public Safety				
Public Safety				
Personal Services	181,289	184,632	184,832	--
Supplies	2,055	2,005	2,005	--
Other Services and Charges	30,031	32,261	32,281	--
Total Public Safety	<u>213,375</u>	<u>218,898</u>	<u>219,118</u>	<u>--</u>
Total Public Safety	<u>213,375</u>	<u>218,898</u>	<u>219,118</u>	<u>--</u>
Total Expenditures	<u>213,375</u>	<u>218,898</u>	<u>219,118</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>56,692</u>	<u>74,330</u>	<u>48,595</u>	<u>(25,735)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	56,692	74,330	48,595	(25,735)
Fund Balances - Beginning	289,128	289,128	289,128	--
Fund Balances - Ending	<u>\$ 345,820</u>	<u>\$ 363,458</u>	<u>\$ 337,723</u>	<u>\$ (25,735)</u>

KLEBERG COUNTY, TEXAS
 TEXAS A&M UNIVERSITY FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 206,064	\$ 206,064	\$ 182,938	\$ (23,126)
Investment Earnings	45	45	43	(2)
Total Revenues	<u>206,109</u>	<u>206,109</u>	<u>182,981</u>	<u>(23,128)</u>
EXPENDITURES:				
Economic Development and Assistance				
<i>Personal Services</i>	147,884	147,884	86,416	61,468
<i>Supplies</i>	24,888	24,888	20,213	4,675
<i>Other Services and Charges</i>	30,216	30,216	21,806	8,410
<i>Total Economic Development and Assistance</i>	<u>202,988</u>	<u>202,988</u>	<u>128,435</u>	<u>74,553</u>
Total Expenditures	<u>206,064</u>	<u>206,064</u>	<u>128,435</u>	<u>77,629</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>45</u>	<u>45</u>	<u>54,546</u>	<u>54,501</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	45	45	54,546	54,501
Fund Balances - Beginning	93,132	93,132	93,132	--
Fund Balances - Ending	<u>\$ 93,177</u>	<u>\$ 93,177</u>	<u>\$ 147,678</u>	<u>\$ 54,501</u>

KLEBERG COUNTY, TEXAS
 RECORDS MANAGEMENT
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 10,555	\$ 100,555	\$ 100,555	\$ --
Investment Earnings	137	137	137	--
Total Revenues	<u>10,692</u>	<u>100,692</u>	<u>100,692</u>	<u>--</u>
EXPENDITURES:				
General Government				
<i>Personal Services</i>	54,719	54,719	54,441	278
<i>Supplies</i>	37,643	37,643	37,529	114
<i>Other Services and Charges</i>	32,493	32,493	32,463	30
Total General Government	<u>124,855</u>	<u>124,855</u>	<u>124,433</u>	<u>422</u>
Total Expenditures	<u>124,855</u>	<u>124,855</u>	<u>124,433</u>	<u>422</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(114,163)</u>	<u>(24,163)</u>	<u>(23,741)</u>	<u>422</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(114,163)	(24,163)	(23,741)	422
Fund Balances - Beginning	300,471	300,471	300,471	--
Fund Balances - Ending	<u>\$ 186,308</u>	<u>\$ 276,308</u>	<u>\$ 276,730</u>	<u>\$ 422</u>

KLEBERG COUNTY, TEXAS

EXHIBIT C-12

D.A.'S FORFEITURE
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 1,534,328	\$ 1,534,328	\$ 375,862	\$ (1,158,466)
Investment Earnings	11,353	11,353	1,087	(10,266)
Total Revenues	<u>1,545,681</u>	<u>1,545,681</u>	<u>376,949</u>	<u>(1,168,732)</u>
EXPENDITURES:				
Judicial				
District Attorney				
<i>Personal Services</i>	907,417	907,417	543,997	363,420
<i>Supplies</i>	107,158	107,158	47,020	60,138
<i>Other Services and Charges</i>	405,931	405,931	157,878	248,053
<i>Capital Outlay</i>	175,175	175,175	109,446	65,729
<i>Total District Attorney</i>	<u>1,595,681</u>	<u>1,595,681</u>	<u>858,341</u>	<u>737,340</u>
Total Judicial	<u>1,595,681</u>	<u>1,595,681</u>	<u>858,341</u>	<u>737,340</u>
Total Expenditures	<u>1,595,681</u>	<u>1,595,681</u>	<u>858,341</u>	<u>737,340</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(50,000)</u>	<u>(50,000)</u>	<u>(481,392)</u>	<u>(431,392)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balances	 (50,000)	 (50,000)	 (481,392)	 (431,392)
Fund Balances - Beginning	2,089,029	2,089,029	2,089,029	--
Fund Balances - Ending	<u>\$ 2,039,029</u>	<u>\$ 2,039,029</u>	<u>\$ 1,607,637</u>	<u>\$ (431,392)</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES NEIGHBOR TO NEIGHBOR
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-13

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 113,181	\$ 113,181	\$ 84,559	\$ (28,622)
Total Revenues	<u>113,181</u>	<u>113,181</u>	<u>84,559</u>	<u>(28,622)</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
<i>Supplies</i>	7,684	7,684	7,684	-
<i>Other Services and Charges</i>	107,308	107,892	107,892	-
<i>Total Health & Welfare</i>	<u>114,992</u>	<u>114,992</u>	<u>115,576</u>	<u>-</u>
Total Health and Welfare	<u>114,992</u>	<u>114,992</u>	<u>115,576</u>	<u>-</u>
Total Expenditures	<u>114,992</u>	<u>114,992</u>	<u>115,576</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,811)</u>	<u>(1,811)</u>	<u>(31,017)</u>	<u>(28,622)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(1,811)	(1,811)	(31,017)	(28,622)
Fund Balances - Beginning	49,447	49,447	49,447	-
Fund Balances - Ending	<u>\$ 47,635</u>	<u>\$ 47,635</u>	<u>\$ 18,430</u>	<u>\$ (28,622)</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-14

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 1,179,900	\$ 1,179,900	\$ 516,304	\$ (663,596)
Charges for Services	13,944	13,944	14,943	999
Total Revenues	<u>1,193,844</u>	<u>1,193,844</u>	<u>531,247</u>	<u>(662,597)</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
<i>Personal Services</i>	756,377	756,377	439,949	316,428
<i>Supplies</i>	125,763	125,763	42,864	82,899
<i>Other Services and Charges</i>	270,212	270,212	75,094	195,118
<i>Capital Outlay</i>	135,729	135,729	-	135,729
<i>Total Health & Welfare</i>	<u>1,288,081</u>	<u>1,288,081</u>	<u>557,907</u>	<u>730,174</u>
Total Health and Welfare	<u>1,288,082</u>	<u>1,288,082</u>	<u>557,907</u>	<u>730,175</u>
Total Expenditures	<u>1,288,082</u>	<u>1,288,082</u>	<u>557,907</u>	<u>730,175</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(94,238)</u>	<u>(94,238)</u>	<u>(26,660)</u>	<u>67,578</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balances	 (94,238)	 (94,238)	 (26,660)	 67,578
Fund Balances - Beginning	30,855	30,855	30,855	-
Fund Balances - Ending	<u>\$ (63,384)</u>	<u>\$ (63,384)</u>	<u>\$ 4,195</u>	<u>\$ 67,578</u>

KLEBERG COUNTY, TEXAS
HUMAN SERVICES 10/1-9/30
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-15

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 562,121	\$ 562,121	\$ 500,053	\$ (62,068)
Miscellaneous Revenues	63	63	32	(31)
Contributions & Donations	33,200	33,200	31,547	(1,653)
Total Revenues	<u>595,384</u>	<u>595,384</u>	<u>531,632</u>	<u>(63,752)</u>
EXPENDITURES:				
Health and Welfare				
Health & Welfare				
Personal Services	305,875	305,875	302,880	2,995
Supplies	274,440	274,440	249,837	24,603
Other Services and Charges	58,369	58,369	56,387	1,982
Total Health & Welfare	<u>638,684</u>	<u>638,684</u>	<u>609,104</u>	<u>29,580</u>
Total Health and Welfare	<u>638,684</u>	<u>638,684</u>	<u>609,104</u>	<u>29,580</u>
Total Expenditures	<u>638,684</u>	<u>638,684</u>	<u>609,104</u>	<u>29,580</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(43,300)</u>	<u>(43,300)</u>	<u>(77,472)</u>	<u>(34,172)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>108,206</u>	<u>108,206</u>	<u>108,206</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>108,206</u>	<u>108,206</u>	<u>108,206</u>	<u>--</u>
Net Change in Fund Balances	64,906	64,906	30,734	(34,172)
Fund Balances - Beginning	91,114	91,114	91,114	--
Fund Balances - Ending	<u>\$ 156,020</u>	<u>\$ 156,020</u>	<u>\$ 121,848</u>	<u>\$ (34,172)</u>

KLEBERG COUNTY, TEXAS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-16

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 424,101	\$ 424,101	\$ 424,101	\$ -
<i>Other Taxes - Miscellaneous</i>	7,539	7,539	7,284	(255)
Investment Earnings	5,500	5,500	266	(5,234)
Total Revenues	<u>437,139</u>	<u>437,139</u>	<u>431,651</u>	<u>(5,488)</u>
DOES NOT FOOT BY THIS AMOUNT-->				
EXPENDITURES:				
<i>Debt Service:</i>				
<i>Principal</i>	345,000	345,000	345,000	-
<i>Interest and Fiscal Charges</i>	87,443	87,443	87,367	76
<i>Bond Issuance Costs</i>	400	400	400	--
Total Expenditures	<u>432,843</u>	<u>432,843</u>	<u>432,767</u>	<u>76</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,296</u>	<u>4,296</u>	<u>(1,116)</u>	<u>(5,412)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	4,296	4,296	(1,116)	(5,412)
Fund Balances - Beginning	487,868	487,868	487,868	-
Fund Balances - Ending	<u>\$ 492,165</u>	<u>\$ 492,165</u>	<u>\$ 486,752</u>	<u>\$ (5,412)</u>

KLEBERG COUNTY, TEXAS
 RODEO/OUTSIDE ARENA
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT C-17

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ 26	\$ 26	\$ 26	\$ -
Total Revenues	<u>26</u>	<u>26</u>	<u>26</u>	<u>-</u>
EXPENDITURES:				
<i>Debt Service:</i>				
<i>Bond Issuance Costs</i>	139,634	139,634	139,634	-
Total Expenditures	<u>139,634</u>	<u>139,634</u>	<u>139,634</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(139,608)</u>	<u>(139,608)</u>	<u>(139,608)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
<i>Issuance of Bonds</i>	3,035,000	3,035,000	3,035,000	-
<i>Premiums on Bonds Sold</i>	324,634	324,634	324,634	-
Total Other Financing Sources (Uses)	<u>3,359,634</u>	<u>3,359,634</u>	<u>3,359,634</u>	<u>-</u>
Net Change in Fund Balances	3,220,026	3,220,026	3,220,026	-
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	<u>\$ 3,220,026</u>	<u>\$ 3,220,026</u>	<u>\$ 3,220,026</u>	<u>\$ -</u>

KLEBERG COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	Investment Trust Funds			Total Investment Trust Funds
	County Clerk Trustee	County Attorney Trustee	District Clerk Registry	
ASSETS				
Cash and Cash Equivalents	\$ 36,693	\$ 29	\$ 249,857	\$ 286,579
Accounts Receivable	-	-	-	-
Total assets	<u>36,693</u>	<u>29</u>	<u>249,857</u>	<u>286,579</u>
LIABILITIES				
Due to Other Governments and Agencies	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION				
Restricted for:				
Individuals, organizations, and other governments	36,693	29	249,857	286,579
Total Net Position	<u>\$ 36,693</u>	<u>\$ 29</u>	<u>\$ 249,857</u>	<u>\$ 286,579</u>

Custodial Funds

Payroll Fund	County Sheriff Seizures	J.P. Pct #1	J.P. Pct #2	J.P. Pct #3	J.P. Pct #4	Sheriff Commissary	Sheriff Account
\$ -	\$ 676,864	\$ 16,104	\$ 3,040	\$ 49,745	\$ 3,847	\$ 68,814	\$ 1,847
<u>-</u>	<u>676,864</u>	<u>16,104</u>	<u>3,040</u>	<u>49,745</u>	<u>3,847</u>	<u>68,814</u>	<u>1,847</u>
-	676,864	16,104	3,040	49,745	3,847	68,814	1,847
<u>-</u>	<u>676,864</u>	<u>16,104</u>	<u>3,040</u>	<u>49,745</u>	<u>3,847</u>	<u>68,814</u>	<u>1,847</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

KLEBERG COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	Sheriff Inmate Trust	Tax Assessor/ Collector Highway Acct	Tax Assessor/ Collector VIT Acct	Tax Assessor/ Collector Tax Acct	Library
ASSETS					
Cash and Cash Equivalents	\$ 180,236	\$ 169,644	\$ 281,059	\$ (1,533)	\$ 1,111
Accounts Receivable	-	-	-	1,533	-
Total assets	<u>180,236</u>	<u>169,644</u>	<u>281,059</u>	<u>-</u>	<u>1,111</u>
LIABILITIES					
Due to Other Governments and Agencies	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION					
Restricted for:					
Individuals, organizations, and other governments	180,236	169,644	281,059	-	1,111
Total Net Position	<u>\$ 180,236</u>	<u>\$ 169,644</u>	<u>\$ 281,059</u>	<u>\$ -</u>	<u>\$ 1,111</u>

Custodial Funds								
County Clerk Cash Bonds	District Clerk	District Clerk Cash Bond	District Clerk Fee Acct	Tax Office Special	DPS Seizures	Task Force Seizures	Activities Fund	Total Custodial Funds
\$ 257,672	\$ 34,014	\$ 156,703	\$ 3,230	\$ 12,480	\$ 97,671	\$ 809,311	\$ 14,038	3,122,476
-	-	-	-	-	-	-	-	1,533
<u>257,672</u>	<u>34,014</u>	<u>156,703</u>	<u>3,230</u>	<u>12,480</u>	<u>97,671</u>	<u>809,311</u>	<u>14,038</u>	<u>3,124,009</u>
-	-	-	-	-	97,671	809,311	-	1,727,243
-	-	-	-	-	<u>97,671</u>	<u>809,311</u>	-	<u>1,727,243</u>
257,672	34,014	156,703	3,230	12,480	-	-	14,038	1,396,766
<u>\$ 257,672</u>	<u>\$ 34,014</u>	<u>\$ 156,703</u>	<u>\$ 3,230</u>	<u>\$ 12,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,038</u>	<u>1,396,766</u>

KLEBERG COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	Investment Trust Funds			
	County Clerk Trustee	County Attorney Trustee	District Clerk Registry	Total Investment Trust Funds
ADDITIONS				
Contributions				
Governmental fees collected	\$ -	\$ -	\$ -	\$ -
Taxes collected for other governments	-	-	-	-
Payroll funds collected	-	-	-	-
Other funds collected	497,232	16,806	145,474	659,512
Total Contributions	<u>497,232</u>	<u>16,806</u>	<u>145,474</u>	<u>659,512</u>
DEDUCTIONS				
Governmental fees remitted	-	-	-	-
Taxes remitted to other governments	-	-	-	-
Payroll funds remitted	-	-	-	-
Other funds remitted	488,884	17,032	145,262	651,178
Total deductions	<u>488,884</u>	<u>17,032</u>	<u>145,262</u>	<u>651,178</u>
Net increase (decrease) in fiduciary net position	8,348	(226)	212	8,334
Net position-beginning				
Prior Period Adjustment	28,345	255	249,645	278,245
Net position-ending	<u>\$ 36,693</u>	<u>\$ 29</u>	<u>\$ 249,857</u>	<u>\$ 286,579</u>

Custodial Funds

Payroll Fund	County Sheriff Seizures	J.P. Pct #1	J.P. Pct #2	J.P. Pct #3	J.P. Pct #4	Sheriff Commissary	Sheriff Account	Sheriff Inmate Trust
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6,866,739	-	-	-	-	-	-	-	-
-	210,415	241,984	83,988	1,002,573	45,694	138,578	23,068	288,355
<u>6,866,739</u>	<u>210,415</u>	<u>241,984</u>	<u>83,988</u>	<u>1,002,573</u>	<u>45,694</u>	<u>138,578</u>	<u>23,068</u>	<u>288,355</u>
-	-	-	-	-	-	-	-	-
6,866,739	-	-	-	-	-	-	-	-
-	210,415	241,984	83,988	1,002,573	45,694	138,578	23,068	290,781
<u>6,866,739</u>	<u>210,415</u>	<u>241,984</u>	<u>83,988</u>	<u>1,002,573</u>	<u>45,694</u>	<u>138,578</u>	<u>23,068</u>	<u>290,781</u>
-	-	-	-	-	-	-	-	(2,426)
-	-	-	-	-	-	-	-	182,662
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 180,236</u>

KLEBERG COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2021

	Tax Assessor/ Collector Highway Acct	Tax Assessor/ Collector VIT Acct	Tax Assessor/ Collector Tax Acct	Library
ADDITIONS				
Contributions				
Governmental fees collected	\$ -	\$ -	\$ -	\$ -
Taxes collected for other governments	9,092,498	412,781	41,498,779	-
Payroll funds collected	-	-	-	-
Other funds collected	-	-	-	10,616
Total Contributions	<u>9,092,498</u>	<u>412,781</u>	<u>41,498,779</u>	<u>10,616</u>
DEDUCTIONS				
Governmental fees remitted	-	-	-	-
Taxes remitted to other governments	9,028,187	362,429	41,498,779	-
Payroll funds remitted	-	-	-	-
Other funds remitted	-	-	-	10,089
Total deductions	<u>9,028,187</u>	<u>362,429</u>	<u>41,498,779</u>	<u>10,089</u>
Net increase (decrease) in fiduciary net position	64,311	50,352	-	527
Net position-beginning				
Prior Period Adjustment	105,333	230,707	-	584
Net position-ending	<u>\$ 169,644</u>	<u>\$ 281,059</u>	<u>\$ -</u>	<u>\$ 1,111</u>

Custodial Funds								
County Clerk Cash Bonds	District Clerk	District Clerk Cash Bond	District Clerk Fee Acct	Tax Office Special	DPS Seizures	Task Force Seizures	Activities Fund	Total Custodial Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	51,004,058
-	-	-	-	-	-	-	-	6,866,739
68,574	165,983	43,700	11,313	14,026	48	955,961	31,335	3,995,723
<u>68,574</u>	<u>165,983</u>	<u>43,700</u>	<u>11,313</u>	<u>14,026</u>	<u>48</u>	<u>955,961</u>	<u>31,335</u>	<u>61,866,520</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	50,889,395
-	-	-	-	-	-	-	-	6,866,739
41,390	159,072	22,815	11,521	48,718	48	955,961	17,297	3,955,170
<u>41,390</u>	<u>159,072</u>	<u>22,815</u>	<u>11,521</u>	<u>48,718</u>	<u>48</u>	<u>955,961</u>	<u>17,297</u>	<u>61,711,304</u>
27,184	6,911	20,885	(208)	(34,692)	-	-	-	155,216
230,488	27,103	135,818	3,438	47,172	-	-	-	1,241,550
<u>\$ 257,672</u>	<u>\$ 34,014</u>	<u>\$ 156,703</u>	<u>\$ 3,230</u>	<u>\$ 12,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>14,038</u>	<u>\$ 1,396,766</u>

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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	121
<i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	
Revenue Capacity	129
<i>These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.</i>	
Debt Capacity	138
<i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	142
<i>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.</i>	
Operating Information	146
<i>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.</i>	

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				
	2021	2020	2019	2018	2017
Governmental activities					
Invested in capital assets, net of related debt	\$ 9,313,824	\$ 10,955,787	\$ 10,648,200	\$ 10,071,980	\$ 13,251,138
Restricted	1,167,177	1,359,879	1,463,777	1,462,513	349,551
Unrestricted	<u>20,156,373</u>	<u>14,385,556</u>	<u>13,355,389</u>	<u>13,450,030</u>	<u>10,196,694</u>
Total governmental activities net position	<u>\$ 30,637,374</u>	<u>\$ 26,701,222</u>	<u>\$ 25,467,366</u>	<u>\$ 24,984,523</u>	<u>\$ 23,797,383</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total business-type activities net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Primary government					
Invested in capital assets, net of related debt	\$ 9,313,824	\$ 10,955,787	\$ 10,648,200	\$ 10,071,980	\$ 13,251,138
Restricted	1,167,177	1,359,879	1,463,777	1,462,513	349,551
Unrestricted	<u>20,156,373</u>	<u>14,385,556</u>	<u>13,355,389</u>	<u>13,450,030</u>	<u>10,196,694</u>
Total primary government net position	<u>\$ 30,637,374</u>	<u>\$ 26,701,222</u>	<u>\$ 25,467,366</u>	<u>\$ 24,984,523</u>	<u>\$ 23,797,383</u>

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 \$8 million in unspent bond proceeds

Fiscal Year

	2016	2015	2014	2013	2012
\$	13,145,468	\$ 13,177,924	\$ 12,732,487	\$ 13,049,873	\$ 12,690,314
	300,421	271,619	449,769	636,312	814,648
	<u>6,849,099</u>	<u>7,441,616</u>	<u>7,639,898</u>	<u>6,796,352</u>	<u>6,827,699</u>
\$	<u>20,294,988</u>	<u>20,891,159</u>	<u>20,822,154</u>	<u>20,482,537</u>	<u>20,332,661</u>
\$	-	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-
	-	-	-	-	-
\$	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	13,145,468	\$ 13,177,924	\$ 12,732,487	\$ 13,049,873	\$ 12,690,314
	300,421	271,619	449,769	636,312	814,648
	<u>6,849,099</u>	<u>7,441,616</u>	<u>7,639,898</u>	<u>6,796,352</u>	<u>6,827,699</u>
\$	<u>20,294,988</u>	<u>20,891,159</u>	<u>20,822,154</u>	<u>20,482,537</u>	<u>20,332,661</u>

COUNTY OF KLEBERG

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

	2021	2020	2019	2018	2017
Expenses					
Governmental activities:					
General government ⁽¹⁾	\$ 8,058,772	\$ 5,917,141	\$ 7,121,873	\$ 5,230,625	\$ 8,120,968
Judicial	2,821,764	2,888,880	3,141,004	2,858,732	2,690,702
Public Safety	9,440,944	9,954,595	10,450,589	13,387,829	8,298,233
Public Transportation	1,658,097	1,553,177	1,880,415	1,481,845	1,577,220
Health and Welfare	2,991,459	3,240,925	2,997,919	2,870,485	3,208,405
Culture and Recreation	1,728,975	1,519,217	863,818	710,981	783,802
Conservation	2,617	77,716	97,484	70,670	446,305
Economic Development and Assistance	161,172	226,874	219,191	255,680	310,909
Intergovernmental Utility Projects	-	-	-	-	-
Interest and Fiscal Charges	344,938	196,817	259,439	154,722	178,853
Total governmental activities expenses	25,208,738	25,575,343	27,031,532	27,021,569	25,605,397
Business-type activities:	-	-	-	-	-
Total business-type activity expenses	-	-	-	-	-
Total primary government expenses	\$ 25,208,738	\$ 25,575,343	\$ 27,031,532	\$ 27,021,569	\$ 25,605,397
Program Revenue					
Governmental activities:					
Charges of Services					
General government ⁽²⁾	\$ 1,287,174	\$ 1,455,124	\$ 1,897,114	\$ 2,485,776	\$ 2,206,432
Judicial	-	8,285	11,627	12,362	10,886
Public Safety	1,214,543	191,386	1,587,451	1,963,225	746,518
Public Transportation	1,257,562	1,321,172	1,796,331	1,525,066	1,652,555
Health and Welfare	14,943	-	13,099	17,963	11,856
Culture and Recreation	35,235	-	-	-	-
Operating Grants and Contributions					
General government	32	148,007	-	-	-
Judicial	366,934	470,300	544,618	990,609	2,302,924
Public Safety	3,093,000	3,295,602	4,184,759	5,277,300	6,311,504
Public Transportation	59,638	44,468	75,514	48,539	100,964
Health and Welfare	2,077,953	2,399,088	1,781,688	1,751,259	1,622,687
Culture and Recreation	-	-	-	-	1,065
Intergovernmental Utility Projects	-	-	-	-	-
Economic Development and Assistance	-	-	-	-	236,837
Capital Grants and Contributions					
Culture and Recreation	544,409	769,773	459,957	-	-
Intergovernmental Utility Projects	-	-	25,550	-	-
Total governmental activities program revenues	9,951,423	10,104,205	12,377,688	14,072,099	15,214,238
Business-type activities:	-	-	-	-	-
Total business-type activities program revenues	-	-	-	-	-
Total primary government program revenues	\$ 9,951,423	\$ 10,104,205	\$ 12,377,688	\$ 14,072,099	\$ 15,214,238

⁽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

	2016	2015	2014	2013	2012
\$	5,626,415	\$ 5,408,364	\$ 4,799,872	\$ 3,993,993	\$ 4,254,038
	2,958,983	2,458,670	2,648,245	2,688,919	2,465,053
	8,836,278	7,617,314	7,430,757	7,398,273	7,266,191
	1,617,944	1,553,460	1,561,315	2,104,530	1,709,204
	3,453,239	2,994,718	3,659,884	3,539,919	4,063,942
	1,414,824	1,482,901	2,962,555	2,308,005	2,019,670
	137,523	110,750	118,465	117,637	98,221
	396,542	28,699	24,457	73,384	15,204
	-	-	-	424,708	190,819
	<u>166,735</u>	<u>193,823</u>	<u>200,611</u>	<u>219,064</u>	<u>233,215</u>
	<u>24,628,483</u>	<u>21,848,699</u>	<u>23,406,161</u>	<u>22,868,432</u>	<u>22,317,557</u>
	-	-	-	-	-
	-	-	-	-	-
\$	<u>24,628,483</u>	<u>21,848,699</u>	<u>23,406,161</u>	<u>22,868,432</u>	<u>22,317,557</u>

\$	1,733,253	\$ 1,587,711	\$ 1,852,477	\$ 1,523,966	\$ 1,342,295
	12,875	13,121	14,649	13,953	14,732
	1,172,816	2,052,923	1,837,257	1,972,910	2,987,402
	1,881,664	1,512,998	1,290,881	1,382,895	1,546,823
	21,668	288,629	87,171	50,074	43,368
	-	1,532	320,926	499,485	441,963
	-	-	340,121	220,883	36,756
	151,279	167,766	107,667	206,870	347,441
	3,037,505	1,294,662	1,428,066	118,776	1,230,303
	280,894	77,666	65,974	143,195	43,717
	1,677,998	1,523,930	2,292,521	2,366,011	2,250,970
	131,067	193,151	1,025,603	523,705	56,536
	-	439,940	-	-	-
	283	2,339	3,847	131,460	242,004
	<u>10,101,102</u>	<u>9,156,368</u>	<u>10,667,080</u>	<u>9,582,690</u>	<u>10,803,251</u>
	-	-	-	-	-
	-	-	-	-	-
\$	<u>10,101,102</u>	<u>9,156,368</u>	<u>10,667,080</u>	<u>9,582,690</u>	<u>10,803,251</u>

COUNTY OF KLEBERG

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

	2021	2020	2019	2018	2017
Net (Expense)/Revenue					
Governmental activities	\$ (15,257,315)	\$ (14,471,135)	\$ (14,653,844)	\$ (12,532,640)	\$ (10,391,159)
Business-type activities					
Total primary government net expenses	\$ <u>(15,257,315)</u>	\$ <u>(14,471,135)</u>	\$ <u>(14,653,844)</u>	\$ <u>(12,532,640)</u>	\$ <u>(10,391,159)</u>
General Revenues and Other Changes in Net Assets					
Property Taxes	\$ 12,669,311	\$ 12,338,855	\$ 11,979,811	\$ 11,544,360	\$ 11,374,157
Sales Taxes	2,544,109	2,379,466	2,532,888	2,102,581	2,019,853
Intergovernmental Revenues	2,979,615				
Investment Income	150,972	169,818	400,832	278,854	107,693
Miscellaneous Revenues	849,460	816,852	223,156	145,261	391,851
Gain (Loss) on Sale of Capital Assets		-	-	-	-
Extraordinary Item Outflow		-	-	-	-
Transfers		-	-	-	-
Total governmental activities	<u>19,193,467</u>	<u>15,704,991</u>	<u>15,136,687</u>	<u>14,071,056</u>	<u>13,893,554</u>
Business-type activities					
Total business-type activities					
Total primary government	\$ <u>19,193,467</u>	\$ <u>15,704,991</u>	\$ <u>15,136,687</u>	\$ <u>14,071,056</u>	\$ <u>13,893,554</u>
Changes in Net Position					
Governmental activities (loss)	\$ 3,936,152	\$ 1,233,856	\$ 482,843	\$ 1,538,416	\$ 3,502,395
Business-type activities					
Total primary government (loss)	\$ <u>3,936,152</u>	\$ <u>1,233,856</u>	\$ <u>482,843</u>	\$ <u>1,538,416</u>	\$ <u>3,502,395</u>

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

SCHEDULE 2
(continued)

2016	2015	2014	2013	2012
\$ (14,489,873)	\$ (12,695,331)	\$ (12,739,101)	\$ (12,207,742)	\$ (11,514,306)
<u>\$ (14,489,873)</u>	<u>\$ (12,695,331)</u>	<u>\$ (12,739,101)</u>	<u>\$ (12,207,742)</u>	<u>\$ (11,514,306)</u>
\$ 11,656,811	\$ 10,280,382	\$ 10,510,151	\$ 10,074,765	\$ 10,162,077
2,122,374	2,236,395	2,227,151	2,052,309	1,987,082
35,006	8,183	6,399	13,735	10,140
117,011	152,763	444,655	216,809	155,907
-	-	-	-	-
-	-	-	-	(35)
<u>13,931,202</u>	<u>12,677,723</u>	<u>13,188,356</u>	<u>12,357,618</u>	<u>12,315,171</u>
-	-	-	-	-
-	-	#	-	-
<u>\$ 13,931,202</u>	<u>\$ 12,677,723</u>	<u>\$ 13,188,356</u>	<u>\$ 12,357,618</u>	<u>\$ 12,315,171</u>
\$ (558,671)	\$ (17,608)	\$ 449,255	\$ 149,876	\$ 800,865
<u>\$ (558,671)</u>	<u>\$ (17,608)</u>	<u>\$ 449,255</u>	<u>\$ 149,876</u>	<u>\$ 800,865</u>

COUNTY OF KLEBERG

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

	Fiscal Year				
	2012	2013	2014	2015	2016
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	-	-	-	-	246,482
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Unassigned	1,996,518	2,545,328	2,952,564	2,567,212	2,224,908
Total general fund	\$ 1,996,518	\$ 2,545,328	\$ 2,952,564	\$ 2,567,212	\$ 2,471,390
All Other Governmental Funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Nonspendable	-	-	-	-	6,403
Restricted					
Special revenue funds	4,374,134	3,777,111	3,763,554	4,386,841	4,809,202
Capital projects funds	-	-	-	-	-
Committed					
Debt Service Funds	375,177	410,624	213,925	255,728	287,569
Special Revenue Funds	514,446	395,648	651,135	858,489	828,282
Total all other governmental funds	\$ 5,263,757	\$ 4,583,383	\$ 4,828,614	\$ 5,501,058	\$ 8,402,846

Notes: The County began to report fund balance differently in 2011 when it implemented GASB 54.

SCHEDULE 3

		Fiscal Year				
		2017	2018	2019	2020	2021
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
	247,384	258,757	239,988	252,346	74,095	
	-	-	-	-	-	
	3,183,786	5,486,242	6,835,720	8,158,203	10,131,147	
\$	<u>3,431,170</u>	<u>5,744,999</u>	<u>7,075,708</u>	<u>8,410,549</u>	<u>10,205,242</u>	
\$	-	\$ -	\$ -	\$ -	\$ -	
	-	-	-	-	-	
	-	-	-	-	-	
	-	-	-	-	-	
	1,158	3,649	-	1,158	1,158	
	7,636,194	9,840,639	9,410,998	8,548,538	12,647,472	
	-	22,348	22,395	22,407	663,086	
	327,220	396,272	445,679	487,868	486,752	
	978,332	599,774	1,070,614	1,212,339	505,500	
\$	<u>8,942,904</u>	<u>10,862,682</u>	<u>10,949,686</u>	<u>10,272,310</u>	<u>14,303,968</u>	

COUNTY OF KLEBERG

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

	2012	2013	2014	2015	2016
Revenues					
Taxes					
General Property Taxes	\$ 10,058,541	\$ 10,001,520	\$ 10,353,116	\$ 10,651,285	\$ 11,515,921
General Sales and Use Taxes	1,987,082	2,052,309	2,227,151	2,236,395	2,122,374
Gross Receipts Business Taxes	-	-	-	-	-
Other Taxes -Miscellaneous	187,152	201,305	49,910	50,102	44,317
License and Permits	684,084	683,001	618,866	572,944	581,408
Intergovernmental	4,493,367	5,406,062	5,096,440	3,755,813	5,359,388
Charges for Service	103,033	178,373	184,691	379,880	118,904
Fines and Forfeitures	2,636,133	1,727,997	2,018,531	2,274,043	1,786,882
Fees of Office	1,752,620	1,631,127	1,725,863	1,665,751	1,696,200
Inmate housing	-	-	-	-	-
Investment Earnings	10,141	13,735	6,399	8,183	35,018
Refunds and Reimbursements	227,376	144,983	107,667	112,604	103,399
Seawind Revenue	366,582	277,098	505,073	338,220	362,349
Golf Course Revenue	329,859	381,203	320,926	232	-
Miscellaneous Revenue	123,652	185,850	359,566	109,924	78,798
Contributions and Donations	97,988	112,563	128,910	52,581	92,568
Miscellaneous - Park and Recreation	112,104	118,282	-	1,300	-
Total revenues	23,169,714	23,115,408	23,703,109	22,209,257	23,897,526
Expenditures					
General government					
General government	3,976,692	3,716,399	4,370,803	4,353,796	4,158,328
Judicial	2,450,507	2,669,922	2,632,903	2,465,505	3,005,239
Public Safety	7,376,008	7,495,353	7,475,702	7,705,847	8,369,317
Public Transportation	1,628,659	2,088,837	1,507,033	1,486,708	1,651,637
Health and Welfare	4,216,649	3,677,128	3,763,306	2,981,036	3,378,707
Culture and Recreation	2,105,502	2,588,379	2,959,261	1,612,389	1,426,572
Conservation	94,105	113,695	114,523	106,808	133,581
Economic Development and Assistance	-	-	-	-	327,833
Intergovernmental/Capital Projects	190,819	424,708	-	-	-
Debt Service					
Principal	200,000	210,000	220,000	230,000	240,000
Interest	213,845	207,895	201,445	194,695	187,645
Bond Issuance Costs	-	-	-	-	-
Total expenditures	22,452,786	23,192,316	23,244,976	21,136,784	22,878,859
Excess of revenues over (under) expenditures	716,928	(76,908)	458,133	1,072,473	1,018,667
Other Financing Sources (uses)					
Transfers in	1,586,477	1,406,676	1,432,245	1,336,399	1,347,607
Transfers Out	(1,586,512)	(1,406,676)	(1,432,245)	(1,853,246)	(1,544,647)
Capital Leases	-	-	-	-	-
Issuance of Bonds	-	-	-	-	-
Premiums on Bonds Sold	-	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-
Total other financing sources (uses)	(35)	-	-	(316,847)	(197,040)
Special and Extraordinary Items					
Extraordinary Item Outflow	-	-	-	-	-
Total Special and Extraordinary Items	-	-	-	(316,847)	(197,040)
Net change in fund balances	\$ 716,893	\$ (76,908)	\$ 458,133	\$ 755,626	\$ 821,627
Debt services as a percentage of noncapital expenditures	0.898%	0.922%	0.946%	1.088%	1.049%

SCHEDULE 4

	2017	2018	2019	2020	2021
\$	11,413,119	\$ 11,366,190	\$ 11,832,981	\$ 12,096,698	\$ 12,589,808
	2,019,853	2,102,581	2,532,888	2,379,466	2,544,109
	-	54,222	44,300	50,613	50,614
	52,680	201,198	8,868	167,770	7,284
	790,702	641,596	577,825	609,533	576,059
	9,862,489	7,564,302	6,940,758	6,727,846	9,082,537
	101,440	583,601	142,426	114,458	38,756
	1,483,764	2,469,884	2,034,431	1,434,453	1,125,463
	1,575,824	1,787,829	2,087,755	1,744,396	1,680,946
	-	-	-	-	-
	107,693	278,854	400,832	169,823	151,004
	690,171	890,542	307,262	369,932	303,603
	653,889	-	-	-	-
	-	-	-	-	35,235
	346,718	96,782	347,531	103,585	799,842
	55,959	545,432	118,556	766,239	87,411
	-	-	-	-	-
	<u>29,154,301</u>	<u>28,583,013</u>	<u>27,374,413</u>	<u>26,734,812</u>	<u>29,072,671</u>
	6,481,749	5,414,731	5,749,454	5,008,685	6,202,802
	2,719,734	2,846,265	3,157,004	2,851,056	2,917,216
	8,340,344	13,183,703	10,779,914	9,631,019	9,435,450
	1,737,659	1,609,885	2,000,963	1,918,285	1,724,207
	3,082,644	2,824,899	3,109,299	3,682,032	2,914,717
	712,361	658,731	822,069	1,409,069	2,075,799
	442,363	66,728	93,542	69,434	-
	307,759	441,796	203,928	202,435	146,426
	-	-	-	-	-
	255,000	340,000	315,000	435,000	460,000
	179,901	77,868	274,410	198,310	197,042
	-	56,875	-	-	140,034
	<u>24,259,514</u>	<u>26,748,191</u>	<u>26,505,583</u>	<u>25,405,325</u>	<u>26,213,693</u>
	<u>4,894,787</u>	<u>1,834,822</u>	<u>868,830</u>	<u>1,329,487</u>	<u>2,858,978</u>
	1,198,955	1,037,662	1,100,109	947,661	837,853
	(1,426,453)	(1,037,662)	(1,223,251)	(947,661)	(1,230,110)
	-	-	-	-	-
	-	7,060,000	-	-	3,035,000
	-	-	-	-	324,634
	-	(3,888,125)	-	-	-
	-	-	-	-	-
	<u>(227,498)</u>	<u>-</u>	<u>(123,142)</u>	<u>-</u>	<u>2,967,377</u>
	-	-	-	-	-
	<u>(227,498)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	<u>4,667,289</u>	<u>1,834,822</u>	<u>745,688</u>	<u>1,329,487</u>	<u>5,826,355</u>
	1.051%	1.484%	1.188%	2.493%	2.667%

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>
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
2015	1,523,893,186	120,404,240	383,099,190	477,823,900	139,784,765
2016	1,567,510,615	127,690,430	372,285,540	478,075,571	142,886,239
2017	1,614,022,925	114,325,070	316,410,680	473,766,262	145,523,091
2018	1,893,783,727	106,885,780	305,801,090	686,587,678	172,028,073
2019	1,984,016,380	120,759,460	339,031,470	703,181,401	205,529,663
2020	2,092,985,947	111,309,370	379,477,280	729,240,649	269,850,403
2021	2,319,618,363	122,352,930	325,404,410	738,665,553	3,786,842

Source: Kleberg County Tax Office

SCHEDULE 5

<u>Add: Other Property</u>	<u>Total</u>	<u>Total Direct Tax Rate</u>
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
2,139,061	1,411,927,012	0.74481
2,301,645	1,448,826,420	0.81500
2,613,539	1,428,082,861	0.82880
3,020,429	1,440,875,275	0.79500
3,178,177	1,538,274,423	0.78145
15,016,408	1,599,697,953	0.76950
3,410,893	2,028,334,201	0.77187

COUNTY OF KLEBERG

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
County Tax Rates						
County Operating	\$ 0.71792	\$ 0.71165	\$ 0.72900	\$ 0.71172	\$ 0.78241	\$ 0.79500
County I&S	0.03308	0.03316	0.01581	0.03309	0.03259	0.03300
Total Kleberg County	<u>\$ 0.75100</u>	<u>\$ 0.74481</u>	<u>\$ 0.74481</u>	<u>\$ 0.74481</u>	<u>\$ 0.81500</u>	<u>\$ 0.82800</u>
City Rates						
City of Kingsville	\$ 0.84220	\$ 0.84220	\$ 0.84220	\$ 0.84220	\$ 0.84220	\$ 0.84220
Water Authority						
South Texas Water Authority	\$ 0.06189	\$ 0.06189	\$ 0.08511	\$ 0.85409	\$ 0.08325	\$ 0.08294
School Districts						
Kingsville ISD	\$ 1.46380	\$ 1.49410	\$ 1.51890	\$ 1.51890	\$ 1.51890	\$ 1.51890
Ricardo ISD	1.17000	1.17000	1.17000	1.17000	1.17000	1.17000
Riviera ISD	1.04000	1.04000	1.04000	1.04000	1.04000	1.17000
Santa Gertrudis ISD	1.45570	1.42250	1.38680	1.36540	1.40380	1.41270

Source: Kleberg County Appraisal District

SCHEDULE 6

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
0.76197 \$	0.75120 \$	0.74079 \$	0.73834
0.03303	0.03250	0.02871	0.03353
<u>0.79500 \$</u>	<u>0.78370 \$</u>	<u>0.76950 \$</u>	<u>0.77187</u>
0.84220 \$	0.83000 \$	0.85304 \$	0.84000
0.08517 \$	0.08664 \$	0.08691 \$	0.08243
1.51890 \$	1.51890 \$	1.51890 \$	1.51890
1.17000	1.17000	1.06835	0.97070
1.17000	1.17000	1.06835	1.08340
1.36950	1.29284	1.29284	1.25805

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

SCHEDULE 7

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
King Ranch Inc.	\$ 81,139,360	2	5.68%	\$ 59,690,050	2	3.73%
AEP Texas, Inc	81,562,730	1	5.71%	32,005,980	4	2.00%
ETC Texas Processing	36,343,310	4	2.54%	-		0.00%
Valley Crossing Pipeline, LLC	38,310,830	3	2.68%	-		0.00%
EOG Resources, Inc. Min Accounts	10,099,860	10	0.71%	134,420,230	1	9.55%
Net Pipeline Partners	21,250,280	5	1.49%	-		0.00%
AEP Electric Transmission of Texas	15,791,410	7	1.11%	-		0.00%
Union Pacific Railroad Company	17,978,180	6	1.26%	10,638,700	7	0.74%
Lobo Pipeline Company, LLC	13,489,210	8	0.94%	-		0.00%
Rockstar Oak Tree LLC	13,351,850	9	0.93%	-		0.00%
Wetherford US LP	-			9,348,330	8	
Exxon Mobil Corporation	-			46,097,750	3	2.88%
Humble Gas Pipeline	-			11,965,370	5	0.75%
King Ranch Minerals, Inc.	-			10,963,610	6	0.69%
EOG Resources, Inc.	-			8,818,850	9	0.55%
Wal-Mart Stores Inc. #01-0442	-			8,321,030	10	0.52%
Total	\$ 329,317,020		23.06%	\$ 332,269,900		21.42%

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			
2012	\$	10,026,588	\$	(20,166)	\$	10,006,422	\$	9,775,982	97.50%
2013		10,053,034		(4,859)		9,484,860		9,799,142	97.61%
2014		10,227,076		(25,588)		10,201,488		9,964,017	97.43%
2015		10,272,552		86,725		10,359,277		10,111,875	98.44%
2016		11,463,153		6,210		11,469,363		11,086,986	96.72%
2017		11,469,414		20,345		11,489,759		11,126,213	97.01%
2018		11,168,300		209,594		11,377,894		11,066,424	99.09%
2019		11,722,712		165,706		11,888,418		11,426,551	97.47%
2020		11,914,636		300,700		12,215,336		11,425,460	95.89%
2021		12,190,388		137,122		12,327,510		12,079,235	99.09%

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
\$	205,094	\$ 9,751,473	97.45%
	197,786	9,981,076	105.23%
	178,430	9,996,928	97.99%
	240,332	10,352,207	99.93%
	207,530	11,294,516	98.48%
	260,448	11,386,661	99.10%
	280,678	11,386,661	97.66%
	213,744	11,640,295	97.46%
	489,176	11,914,636	98.18%
	238,725	12,317,960	98.18%

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>
2012	5,425,000	-	5,425,000	11.31%	0
2013	5,215,000	-	5,215,000	12.04%	0
2014	4,995,000	-	4,995,000	12.19%	64
2015	4,765,000	-	4,765,000	12.86%	63
2016	4,525,000	-	4,525,000	13.47%	62
2017	4,270,000	-	4,270,000	14.34%	63
2018	7,265,000	-	7,265,000	8.46%	63
2019	6,950,000	-	6,950,000	9.26%	64
2020	6,515,000	-	6,515,000	10.79%	65
2021	9,090,000	-	9,090,000	7.76%	68

COUNTY OF KLEBERG

SCHEDULE 10

RATIOS OF GENERAL BONDED DEBT OUTSTANDING,
LAST TEN FISCAL YEARS

<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>
2012	5,425,000	375,177	5,049,823	0.823%	0.36%	157.68
2013	5,215,000	421,245	4,793,755	0.763%	0.34%	149.33
2014	4,995,000	424,495	4,570,505	0.751%	0.32%	141.99
2015	4,765,000	427,445	4,337,555	0.708%	0.30%	136.16
2016	4,525,000	434,701	4,090,299	0.671%	0.29%	129.07
2017	4,270,000	327,220	3,942,780	0.644%	0.27%	126.83
2018	7,265,000	396,272	6,868,728	1.118%	0.45%	221.41
2019	6,950,000	445,679	6,504,321	1.010%	0.41%	212.01
2020	6,515,000	487,868	6,027,132	0.857%	0.38%	194.17
2021	9,090,000	486,752	8,603,248	1.220%	0.42%	280.83

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)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt Limit	\$ 342,979,692	\$ 346,112,164	\$ 351,747,344	\$ 352,981,753
Less: Total net debt applicable to limit	<u>5,049,823</u>	<u>4,804,376</u>	<u>4,871,075</u>	<u>4,509,617</u>
Legal Debt Margin	<u>\$ 337,929,869</u>	<u>\$ 341,307,788</u>	<u>\$ 346,876,269</u>	<u>\$ 348,472,136</u>
Total net debt applicable to the limit as a percentage of debt limit	1.47%	1.39%	1.38%	1.28%

SCHEDULE 11

Fiscal Year					
2016	2017	2018	2019	2020	2021
361,456,605	\$ 357,020,715	\$ 384,568,606	\$ 378,065,285	\$ 399,924,488	\$ 507,083,550
4,509,617	3,834,080	2,803,728	2,753,321	6,503,321	8,603,248
<u>356,946,988</u>	<u>\$ 353,186,635</u>	<u>\$ 381,764,878</u>	<u>\$ 375,311,964</u>	<u>\$ 393,421,167</u>	<u>\$ 498,480,302</u>
1.25%	1.07%	0.73%			

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2020

Assessed value	\$ 2,028,334,201
Debt Limit (25% of total assessed value)	507,083,550
Debt applicable to limit:	
Gross Bonded Debt	9,090,000
Less: Net assets in Debt Service Fund	<u>486,752</u>
Total net debt applicable to limit	<u>8,603,248</u>
Legal debt margin	<u>\$ 498,480,302</u>

COUNTY OF KLEBERGDEMOGRAPHIC 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>
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%
2015	31,857	612,610	19,230	6.0%
2016	31,690	609,371	18,722	6.9%
2017	31,088	612,433	19,700	5.9%
2018	31,023	614,441	19,806	5.2%
2019	30,680	643,850	20,986	4.3%
2020	31,040	702,931	22,646	8.3%
2021	30,635	705,248	23,021	7.1%

Source: Kleberg County Auditor's Office

COUNTY OF KLEBERG

TOP TEN EMPLOYERS,
CURRENT YEAR AND TEN YEARS AGO

SCHEDULE 13

Employer	2021			2011		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
NAS Kingsville	1,500	1	12.26%	1,834	1	13.77%
Texas A&M Kingsville	927	2	7.58%	1,160	2	8.71%
Celanese (Bishop, TX)	580	3	4.74%	290	8	2.18%
Kingsville ISD	504	4	4.12%	651	3	4.89%
City of Kingsville	297	7	2.43%	264	9	1.98%
Wal-Mart	275	8	2.25%	307	5	2.30%
Border Patrol	300	6	2.45%	300	7	2.25%
HEB	305	5	2.49%	300		2.25%
Christus Spohn	216	10	1.77%	310	6	2.33%
Kleberg County	236	9	1.93%	253	10	1.90%
King Ranch	184		1.50%	376	4	2.82%
Total	5,324		43.52%	6,045		45.39%
	Labor Force	12,809				
	Employment	12,062				
	Unemployment	783				
	Rate	7.6%				

Source: Workforce Solutions of Coastal Bend
Kingsville Chamber of Commerce

COUNTY OF KLEBERG

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<u>Function/Program</u>						
Justice and law enforcement	134	137	137	136	131	150
Health and human services	39	42	42	40	24	21
Environment, parks, and education	21	19	19	14	4	9
Public works	19	19	19	21	20	26
General government	54	58	58	65	50	34
Total	<u>267</u>	<u>275</u>	<u>275</u>	<u>276</u>	<u>229</u>	<u>240</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>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
150	147	151	132
22	22	24	37
6	6	6	16
27	26	27	24
34	34	32	39
<u>239</u>	<u>235</u>	<u>240</u>	<u>248</u>

COUNTY OF KLEBERG*OPERATING INDICATORS BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS*

<u>Function/Program</u>	<u>Fiscal Year</u>				
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Justice and Law Enforcement					
Jail bookings	3398	2655	2976	2822	2508
Average daily population	160	160	160	160	160
Health Services					
Economic services/support Program - unduplicated cases	353	363	389	382	405
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	1387	1387	650	650	658

Source: Various County Departments

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
2455	2306	2410	2410	1241
160	160	160	160	160
379	352	384	478	478
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
734	920	974	992	1297

COUNTY OF KLEBERG

*CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS*

<u>Function/Program</u>	<u>Fiscal Year</u>				
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Justice and Law Enforcement					
Correction facility capacity	124	160	160	160	160
Parks and Land Use					
Number of county parks	12	12	12	12	120
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	66	66	66	81	81
Airport					
Number of runways	1	1	1	1	1

Source: Various County Departments

SCHEDULE 16

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
160	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
87	89	121	127	131
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
5402 Holly Road, Suite 102
Corpus Christi, Texas 78411
Office (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*

Commissioners' Court
Kleberg County, Texas
P.O. Box 72
Kingsville, Texas 78364

Members of the Commissioners' Court:

We have audited, 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, 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, 2021, and the related notes to the financial statements, which collectively comprise Kleberg County, Texas' basic financial statements, and have issued our report thereon dated June 15, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Kleberg County, Texas' internal control over financial reporting (internal control) as a basis for designing 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 Kleberg County, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of Kleberg County, Texas' 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.

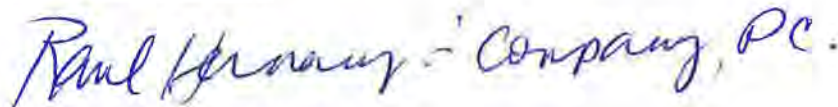
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Kleberg County, Texas' 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 financial statements. 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*.

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,

A handwritten signature in blue ink that reads "Raul Hernandez and Company, P.C." The signature is written in a cursive, flowing style.

Raul Hernandez and Company, P.C.

Corpus Christi, Texas

June 15, 2022

RAUL HERNANDEZ & COMPANY, P.C.

Certified Public Accountants
5402 Holly Road, Suite 102
Corpus Christi, Texas 78411
Office (361)980-0428 Fax (361)980-1002

Independent Auditors' Report on Compliance for Each Major Federal Program and
Report on Internal Control Over Compliance Required by the Uniform Guidance

Commissioners' Court
Kleberg County, Texas
P.O. Box 72
Kingsville, Texas 78364

Members of the Commissioners' Court:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Kleberg County, Texas' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Kleberg County, Texas' major federal programs for the year ended September 30, 2021. Kleberg County, Texas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Kleberg County, Texas complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Kleberg County, Texas and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a legal determination of Kleberg County, Texas's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Kleberg County, Texas's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Kleberg County, Texas' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Kleberg County, Texas's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Kleberg County, Texas's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Kleberg County, Texas's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Kleberg County, Texas's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in blue ink that reads "Raul Hernandez and Company, P.C." The signature is written in a cursive, flowing style.

Raul Hernandez and Company, P.C.

Corpus Christi, Texas
June 15, 2022

KLEBERG COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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

Version of compliance supplement used in audit: August 2019

Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200? Yes X No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
93.568	Low-Income Home Energy Assistance

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X Yes 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, 2021*

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

KLEBERG COUNTY, TEXAS
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED SEPTEMBER 30, 2021

N/A

KLEBERG COUNTY, TEXAS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass- Through Entity Identifying a Number	Passed Through to Subrecipients	Federal Expenditures
AGING CLUSTER:				
<u>U. S. Department of Health and Human Services</u>				
Passed Through Texas Health and Humans Services Commission:				
CARES ACT - Nutrition Services under Title III-C of the Older Americ	93.045	2001TXHDC	\$	\$ 31,467
Passed Through United States Department of Health and Human Services:				
Special Programs for the Aging - Title XX	93.045	000158400		493,478
Special Programs For the Aging - Title III	93.045	Title III		217,802
Total Passed Through United States Department of Health and Human Services			-	711,280
Total U. S. Department of Health and Human Services			-	742,747
Total Aging Cluster			-	742,747
ECONOMIC DEVELOPMENT CLUSTER:				
<u>U. S. Department of Commerce</u>				
Passed Through Economic Adjustment Assistance - Disaster Supplemental Assistance:				
Economic Development Administration (EDA)	11.307	08-79-05329		120,126
Total U. S. Department of Commerce			-	120,126
Total Economic Development Cluster			-	120,126
HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:				
<u>U. S. Department of Transportation</u>				
Passed Through Highway Planning & Construction:				
Contributions of Right of Ways	20.205	0102-04-099/101	--	14,561
Contributions of Right of Ways	20.205	0327-09-002/003		23,276
Total Passed Through Highway Planning & Construction			-	37,837
Passed Through Texas Department of Transportation:				
Contributions of Right of Ways	20.205	0102-04-097/101		16,912
Total U. S. Department of Transportation			-	54,749
Total Highway Planning and Construction Cluster			-	54,749
TRANSIT SERVICES PROGRAMS CLUSTER:				
<u>U. S. Department of Transportation</u>				
Passed Through Texas Department of Transportation:				
Section 5310 Public Transportation Program	20.513	51016073119		16,598
Total U. S. Department of Transportation			-	16,598
Total Transit Services Programs Cluster			-	16,598
OTHER PROGRAMS:				
<u>U.S. Department of Justice</u>				
Passed Through CESF:				
Coronavirus Emergency Supplemental Funding	16.034	41443301	-	27,249
Total U.S. Department of Justice			-	27,249

KLEBERG COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

EXHIBIT D-1
Page 2 of 3

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass- Through Entity Identifying a Number	Passed Through to Subrecipients	Federal Expenditures
<u>U. S. Department of Transportation</u>				
Passed Through Texas Department of Transportation:				
Section 5311 Public Transportation Program - CARES ACT	20.509	2020-KCHS-00128		85,477
Section 5311 Public Transportation Program	20.509	51018012921		83,096
Section 5311 Public Transportation Program	20.509	51018012921		186,600
Total Passed Through Texas Department of Transportation			--	355,173
Total U. S. Department of Transportation			--	355,173
<u>U. S. Department of the Treasury</u>				
Passed Through American Rescue Plan:				
Coronavirus State and Local Fiscal Recovery Fund	21.027	ARPA		304,032
Passed Through United States Department of Treasury:				
Coronavirus Relief Fund - Disaster Relief 2020	21.019	CRF		285,413
Total U. S. Department of the Treasury			-	589,445
<u>U. S. Department of the Interior</u>				
Direct Program:				
Coastal Impact Assistance Grant	15.668	--		120,126
Passed Through United States Department of the Interior:				
GOMESA	15.435	2021		1,002,756
Passed Through United States Department of the Interior National Parks:				
National Padre Island Seashore Dispatch Agreement	15.944	N/A		40,466
Total U. S. Department of the Interior			-	1,163,348
<u>U. S. Department of Justice</u>				
Passed Through Organized Crime Drug Enforcement Task Forces:				
State Criminal Alien Assistance Program	16.606	2016-H1304-TX-AP		4,892
Passed Through Victims of Crime Grant:				
Victims of Crime Grant	16.575	2899704		49,433
Total U. S. Department of Justice			-	54,325
<u>U. S. Department of Housing & Urban Development</u>				
Passed Through Texas General Land Office:				
Disaster Recovery Community Block Grant	14.228	--		--
Total U. S. Department of Housing & Urban Development			-	--
<u>U. S. Department of Health and Human Services</u>				
Passed Through Texas Department of Housing & Community Affairs:				
Comprehensive Energy Assistance Program	93.568	58210003395	--	799,052
Comprehensive Energy Assistance Program	93.568	589900307	--	308,187
Total Passed Through Texas Department of Housing & Community Affairs			-	1,107,239
Total U. S. Department of Health and Human Services			-	1,107,239
<u>Office of the President Office of the National Drug Control Policy</u>				
Passed Through Office of the President Office of the National Drug Control Policy:				
HIDTA Houston Money Laundering Initiative	95.001	G18HN0014A		15,692
Total Office of the President Office of the National Drug Control Policy			--	15,692

KLEBERG COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass- Through Entity Identifying a Number	Passed Through to Subrecipients	Federal Expenditures
HELP AMERICA VOTE ACT (HAVA)				
Passed Through Help America Vote Act (HAVA):				
Election Security	90.404	tx18101001-01-137		123,105
Total HELP AMERICA VOTE ACT (HAVA)			-	123,105
Department of Homeland Security-FEMA				
Passed Through Emergency Food & Shelter National Board Program:				
Emergency Food & Shelter	97.024	30-8196-00		12,940
Passed Through Texas Department of Public Safety-Div of Emergency Mngmnt:				
Operation Stone Garden - SO 4/1/2020-5/31/2021	97.067	2019	-	83,862
Operation Stone Garden - TF 4/1/2020-5/31/2021	97.067	2019	-	51,549
Operation Stone Garden - SO 3/1/21-3/31/2022	97.067	2020-3193006		165,564
Operation Stone Garden - TF 3/1/2021-3/31/2022	97.067	2020-3222106		40,874
Total Passed Through Texas Department of Public Safety-Div of Emergency Mngmnt			-	341,849
Total Department of Homeland Security-FEMA			-	354,789
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ -	\$ 4,724,585

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, 2021

Basis of Presentation

The accompanying schedule of expenditures of federal awards ("the Schedule") includes the federal grant activity of Kleberg County, Texas. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore, some amounts may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. These expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Kleberg County, Texas has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.