

Annual Comprehensive Financial Report
For Fiscal Year Ended
December 31, 2024

JIM WELLS COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2024

Prepared By:
Jim Wells County Auditor's Office
Ms. Cindy Garcia
County Auditor

Jim Wells County, Texas
Annual Comprehensive Financial Report
For The Year Ended December 31, 2024

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit/Table</u>
 INTRODUCTORY SECTION		
Letter of Transmittal.....	3	
GFOA Certificate of Achievement.....	11	
Organizational Chart.....	12	
List of Principal Officials.....	13	
 FINANCIAL SECTION		
Independent Auditors' Report.....	17	
Management's Discussion and Analysis (Required Supplementary Information).....	21	
 <u>Basic Financial Statements</u>		
Government-wide Financial Statements:		
Statement of Net Position.....	36	Exhibit A-1
Statement of Activities.....	37	Exhibit A-2
Fund Financial Statements:		
Balance Sheet - Governmental Funds.....	38	Exhibit A-3
Reconciliation of the Governmental Funds		
Balance Sheet to the Statement of Net Position.....	39	Exhibit A-4
Statement of Revenues, Expenditures, and Changes in		
Fund Balances - Governmental Funds.....	40	Exhibit A-5
Reconciliation of the Statement of Revenues, Expenditures, and Changes in		
Fund Balances of Governmental Funds to the Statement of Activities.....	41	Exhibit A-6
Statement of Fiduciary Net Position - Fiduciary Funds.....	42	Exhibit A-7
Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	43	Exhibit A-8
Notes to the Financial Statements	45	
 <u>Required Supplementary Information</u>		
Budgetary Comparison Schedules:		
General Fund.....	66	Exhibit B-1
ARPA Grant Fund.....	70	Exhibit B-2

Jim Wells County, Texas
Annual Comprehensive Financial Report
For The Year Ended December 31, 2024

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit/Table</u>
Schedule of the County's Proportionate Share of the Net Pension Liability - Pension Plan.....	71	Exhibit B-3
Schedule of County's Contributions - Pension Plan.....	72	Exhibit B-4
Notes to Schedule of Pension Contributions.....	73	
Schedule of the Changes in Total OPEB Liability and Related Ratios.....	74	Exhibit B-5
Notes to Schedule of OPEB Contributions.....	75	
Notes to Required Supplementary Information.....	76	
 <u>Combining Statements and Budgetary Comparison Schedules as Supplementary Information:</u>		
Combining Balance Sheet - All Nonmajor Governmental Funds.....	78	Exhibit C-1
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - All Nonmajor Governmental Funds.....	79	Exhibit C-2
 Special Revenue Funds:		
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	80	Exhibit C-3
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	90	Exhibit C-4
 Budgetary Comparison Schedules:		
Road & Bridge No. 21 Fund.....	100	Exhibit C-5
Road & Bridge No. 22 Fund.....	101	Exhibit C-6
Road & Bridge No. 23 Fund.....	102	Exhibit C-7
Road & Bridge No. 24 Fund.....	103	Exhibit C-8
Small Dams No. 32 Fund.....	104	Exhibit C-9
Law Library Fund.....	105	Exhibit C-10
 Debt Service Funds:		
Budgetary Comparison Schedule:		
Debt Service Fund.....	106	Exhibit C-11
 Capital Projects Funds:		
Combining Balance Sheet - Nonmajor Capital Projects Funds.....	107	Exhibit C-12
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	108	Exhibit C-13
 Fiduciary Funds:		
Custodial Funds:		
Combining Statement of Fiduciary Net Position.....	110	Exhibit C-16
Combining Statement of Changes in Fiduciary Net Position.....	114	Exhibit C-17

Jim Wells County, Texas
Annual Comprehensive Financial Report
For The Year Ended December 31, 2024

TABLE OF CONTENTS

	<u>Page</u>	<u>Exhibit/Table</u>
 STATISTICAL SECTION		
Net Position by Component.....	118	Table E-1
Expenses, Program Revenues, and Net (Expense)/Revenue.....	119	Table E-2
General Revenues and Total Change in Net Position.....	120	Table E-3
Fund Balances of Governmental Funds.....	121	Table E-4
Changes in Fund Balances of Governmental Funds.....	122	Table E-5
Tax Revenues by Source, Governmental Funds.....	123	Table E-6
Assessed Value and Estimated Actual Value of Taxable Property.....	124	Table E-7
Direct and Overlapping Property Tax Rates.....	125	Table E-8
Principal Property Tax Payers.....	126	Table E-9
Property Tax Levies and Collections.....	127	Table E-10
Taxable Sales by Category.....	128	Table E-11
Direct and Overlapping Sales Tax Rates.....	129	Table E-12
Ratios of Outstanding Debt by Type.....	130	Table E-13
Ratios of General Bonded Debt Outstanding.....	131	Table E-14
Direct and Overlapping Governmental Activities Debt.....	132	Table E-15
Legal Debt Margin Information.....	133	Table E-16
Demographic and Economic Statistics.....	134	Table E-17
Principal Employers.....	135	Table E-18
Full-Time-Equivalent Employees by Function/Program.....	136	Table E-19
Operating Indicators By Function/Program.....	137	Table E-20
Capital Asset Statistics by Function/Program.....	138	Table E-21
 OTHER SUPPLEMENTARY INFORMATION SECTION		
Independent Auditors' Report on Internal Control over Financial Reporting and On Compliance and Others Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Government Auditing Standards</i>	141	
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.....	143	
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the State of Texas Grant Management Standard:	147	
Schedule of Findings and Questioned Costs	150	
Schedule of Findings and Questioned Costs	151	
Summary Schedule of Prior Audit Findings.....	152	
Corrective Action Plan.....	153	
Schedule of Expenditures of Federal and State Awards.....	154	Exhibit D-1
Notes to the Schedule of Expenditures of Federal Awards.....	155	

Introductory Section

This page is left blank intentionally.



COUNTY OF JIM WELLS

STATE OF TEXAS

CINDY GARCIA
COUNTY AUDITOR

ALICE, TEXAS 78332

OFFICE (361) 668-5701
FAX (361) 664-6366

July 3, 2025

Honorable District Judge
Honorable County Judge
Honorable County Commissioners
Citizens of Jim Wells County
Jim Wells County
Alice, TX 78332

Ladies and Gentlemen:

State law, V.T.C.A. Local Government Code 114.025 and 115.045, requires issuance of an annual financial report, audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants, of all matters relating to fiscal affairs of the County. Pursuant to those requirements, we hereby issue the annual comprehensive financial report of the County of Jim Wells for the fiscal year ended December 31, 2024.

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 of 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 compile sufficient reliable information for the preparation of the County's financial statements in conformity with accounting principles generally accepted in the United States of America (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 statements will be free from material misstatement. Responsibility for internal controls is shared by the Commissioners Court, which is the governing body; the County Auditor, who is appointed by the District Judge and, the County Treasurer. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. 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 & Company, 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 December 31, 2024, 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 December 31, 2024, 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.

Generally Accepted Accounting Principles 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). The introduction includes this transmittal letter, the County's organizational chart and a list of principal officials. 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. The financial section also includes government-wide financial statements, fund financial statements, notes to the financial statements, required supplementary information and the combining and individual fund financial statements and schedules in addition to the report of the independent auditors on the financial statements and schedules. The statistical section of this report includes selected financial and demographic information, which is generally presented on a multi-year basis.

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.

Profile of Jim Wells County

Jim Wells 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 five members. The county judge is its chairman and the commissioner from each of the four road and bridge precincts is also a member. The Court has only such powers as are conferred upon it by the Constitution and the Statutes or by necessary implication therefrom. County government provides many varied services for the public it serves. Among these services are maintenance and minor construction work on county owned and operated roads and bridges, recording functions related to property rights and vital statistics of the county, operation of the county and district judicial system, operation of the county jail, operation of the county welfare department, operation of the county agriculture extension service, and the operation and maintenance of the city/county library and county fairgrounds.

The commissioners' court sets the tax rates, establishes policies for County operations, approves contracts for the County and develops and adopts the County budget within the resources as estimated by the county auditor. The commissioners' court is also responsible for development of policies and order, approving financial commitments and appointment of various department heads.

The management and leadership provided by members of the commissioners' court and the elected and appointed officials of other departments are crucial to the success of the County's financial management and growth. The county auditor has responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing and approving" all disbursements from County funds prior to their submission to the commissioners' court for approval. The County provides many varied services for 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 Alice, 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 county auditor on or before June 30 of each year. The county judge, assisted by the county auditor, uses these requests as the starting point for developing a base line budget, but without any tax increases or personnel changes. The county auditor then presents this base line budget to the commissioners' court for review prior to July. The commissioners' court holds several budget workshops to discuss priorities or meet with department heads. The county judge, assisted by the county auditor, then prepares 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 1st 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, except State and Federal grants. The appropriate department head can make a budget transfer with the approval of grantor agency for those special revenue funds.

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 basis 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, small dams, 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

Oil and Gas. The oil and gas industry is a major employer in Jim Wells County. Our strategic central location makes Alice ideal for companies to utilize all forms of transportation: rail, air, land or sea. Several major oilfield service companies and drilling contractors have established regional operations in Alice. Approximately 90 percent of local oilfield activity is related to natural gas exploration and production.

According to the US Department of Agriculture Economic Research Service, Jim Wells County is categorized as a mining dependent county. This means that mining contributed a weighted annual average of 15 percent or more of total labor and proprietor income over the three years from 1987 to 1989. By far, the majority of employees in the category "Mining" are in the area of oil and gas field services.

Alice is the Hub of the South Texas oil and gas industry with five major drilling companies, six international oilfield service companies, and an array of rental tool companies, completion and production companies and trucking companies. Currently the Eagle Ford Shale boom is bringing many new companies and workers to Alice and Jim Wells County. Many job openings exist for workers looking to train into the oilfield with good pay and benefits. Alice is rapidly growing to the next tier community. (1).

Agriculture. Since the late 1800's, agribusiness has been a heavy contributor to the economy of the Alice area and South Texas. The combination of rich, fertile soils and long growing seasons provide farmers and ranchers with ideal conditions. Agribusiness is the second most important source of income for the Alice area. The city is also one of Texas' largest beef cattle centers.

Jim Wells County boasts more than 510,000 acres of agriculture land. Agricultural commodities include wheat, corn, hay sorghum, cotton, sunflower oil and melons. Cattle, goats, hogs, horses, exotic animals and aquaculture are also agricultural related commodities that are significant contributors to agribusiness in Alice and Jim Wells County.

The agricultural business is still a leading contributor to the economy of Jim Wells County, Texas in 2024.

Unemployment Rate. The current unemployment rate of Jim Wells County, Texas is 4.5%, which is higher than the national unemployment rate of 3.7% and the statewide average rate is 3.9%.

Retail Trades. For many years Alice, Texas, the county seat of Jim Wells County, has served as the retail trade center for many surrounding communities. The general public still remains mobile and uses Corpus Christi, Texas (located 55 miles east of Alice) as the principle retail center for our area. Tourism is on the rise in Alice, and the City is focusing on the tourism industry and working to attract Winter Texans to boost local retail trade. (1) Alice is the Hub of South Texas retail. A Super Wal-Mart, HEB, 6 banks, 2 credit unions, 3 car dealerships and the Alice News Papers Inc. form the core of the Alice retail community. In 2024, the sales tax revenues were down compared to 2023.

Healthcare. Alice is the Hub of the South Texas health care community. The health care cluster in Alice consists of a 138 bed primary care hospital, kidney dialysis center, heart center, cancer center, orthopedic clinic, nursing homes and rehabilitation centers.

The CHRISTUS Spohn Hospital System in 1999 opened a \$20 million, 71-bed hospital. The facility offers primary care, obstetrics, diagnostic and emergency services as well as wellness, educational and disease prevention programs. In addition, the facility has a helicopter pad for air-ambulance transport www.christusspohn.org

During 2004 CHRISTUS Spohn Health System purchased Triad's Alice Regional Hospital which was established in 1931 and opened a new \$40 million hospital in Alice during 1999. The facility consists of 177,000 square feet and is licensed for 138 beds. The purchase immediately transforms CHRISTUS Spohn Hospital Alice from a 73-bed facility to a 148-bed facility. Alice Regional Hospital was renamed CHRISTUS Spohn Hospital Alice. CHRISTUS Spohn Hospital Alice was renamed CHRISTUS Spohn Laviana Plaza and will house physician office and a 10-bed inpatient geropsychiatric unit. The full service, acute care hospital offers 24 hour emergency service, outpatient and inpatient surgical services, intensive and critical care units, diagnostic radiology, geriatric psychiatric unit, obstetrical and newborn services, pediatric wing, women's center, physical therapy, nuclear medicine, rural health clinics, home health services, and community outreach services.

Transportation. Alice and Jim Wells County offer an enviable location to any firm dependent on transportation or trade in the United States, its immediate neighbors or Central America. The city has an advantage over other regions in its close proximity to Mexico and to deep-water ports. There are 15 ports of entry within 120 miles of Alice and Jim Wells County. These ports are:

- The Port of Corpus Christi
- La Quinta Terminal
- Laredo - Juárez-Lincoln Bridge, Gateway to the Americas Bridge, World Trade Bridge, Colombia Bridge
- Roma - Roma-Miguel Aleman Bridge
- Rio Grande City - Rio Grande City-Camargo Bridge
- Los Ebanos Ferry
- McAllen - Hidalgo-Reynosa Bridge
- Pharr - Pharr-Reynosa Bridge
- Progreso - Progreso International Bridge
- Harlingen - Free Trade Bridge
- Brownsville - Gateway International Bridge, B & M Bridge, The Port of Brownsville

Alice is equally accessible to both coasts, and the central time zone eases communication with other zones. There has been considerable focus on the region and the impact of trade with Mexico. First, the maquiladora or twin plant concept became an important development along the border with Mexico. Then, the passage of NAFTA had the effect of opening markets. Because of our location, much of the goods in trade pass through Jim Wells County. The county is positioned to provide valuable resources and to take advantage of opportunities that will accompany expanded trade with Mexico and Canada. Also our transportation infrastructure is being expanded to take advantage of these opportunities.

Major Highways: SH44/US 59 provides a major east-west trade corridor between the Port of Corpus Christi, Laredo, and Monterrey, Mexico and points south. US 281 provides a major north-south trade corridor between Northern Mexico, the Rio Grande Valley and points north. Alice is strategically located at the intersection of SH 44 and US 281, an essential component of the proposed Interstate Highway 69 International Trade Corridor. I-69 will connect Mexico, the United States and Canada.

Railroad: Texas Mexican Railway operates its main line through Alice. Tex-Mex recently merged with Kansas City Southern Railway and now provides service from Mexico through Laredo, to Corpus Christi, Houston, the Midwest and the East Coast.

Airports: Alice International Airport provides a 6,000-foot runway. Corpus Christi International Airport, 35 minutes east of Alice, provides daily passenger, commercial and cargo service.

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

Law Enforcement: Alice and Jim Wells County are served by numerous law enforcement agencies including the Alice Police Department, Jim Wells County Sheriff's Department, Texas Department of Public Safety, Texas Parks and Wildlife, the U.S. Border Patrol, and other municipal police departments in Orange Grove, Premont, and San Diego.

Attractions

Visitors and residents of Jim Wells County enjoy the outdoor-oriented lifestyle of South Texas. With an abundance of wildlife, hunting, fishing, and bird watching are favorite activities of those both living in Alice and visiting in the area. Other attractions in the area include:

South Texas Museum- focuses on distinctive history and traditions of this South Texas region. Exhibits trace habitation from American Indian to 20th Century farm, ranch, railroad, and oil activities, with emphasis on pioneer ranch and household artifacts. Includes mounted wildlife and livestock specimens. The museum is located at 66 South Wright Street.

Tejano ROOTS- is a private, non-profit organization established June 9, 1999. The Hall of Fame honors and recognizes Tejano artists, musicians, composers and any other persons who have contributed to the awareness and entertainment of the Tejano culture. The museum preserves the historical artifacts, documents and culture of the Tejano Music Industry. The museum is located at 213 N. Wright Street. www.tejanorootshalloffame.com.

Jose De Escandon Statue- Don Jose de Escandón was chosen in 1746 to explore and settle the South Texas area. He founded 23 settlements in the area over a two year period. Ranching and farming were the economic foundation of these settlements. This still held true through the 1800's, as Alice was recognized as the largest cattle-shipping center in the world. On November 14, 1999 a statue of Don Jose de Escandón was donated to the City of Alice by he children of the late Tomas and Eloisa Pena Martinez: Jose C. Martinez, Rita Martinez Jaso, Lucila Martinez Reynolds and Guadalupe T. Martinez

Guinness Book of World Records-Only in Alice will one find the world's tallest, cement water tower. Located in downtown Alice near City Hall, is what the 1976 Guinness Book of Records calls the tallest concrete water tower in the world. Built in 1926-27, the 165-foot tall tower has a 3-foot tall tank which; measures 28.4 feet in diameter.

Golf Courses- Golfers have two courses to choose from in the Hub City. The two courses with a total of 27 holes are home for golfing organizations such as the Alice Pan American Golf Association and the Alice 50 Plus Golf Association. Benefit and high school tournaments are also held at the courses. Lined with mesquite trees, the Alice Municipal Golf Course is the larger of the two courses with 18 holes. The course, located at Anderson Park on North Texas Boulevard, features everything from long fairways to water hazards with a total of 5,911 yards of fairways and greens. Green fees on Monday through Friday vary according to days and tee-times.

Future Economic Developments

The County will be receiving more state and federal grants in order to better serve the community and any future economic endeavors.

Long-term financial planning.

The County is participating in the Jim Wells County & Alice Economic Development Task Force which is a public/private county wide alliance for the purpose of developing strategies and support for economic development proposals. The Jim Wells County & Alice Transportation Committee, also a public/private effort in which the County is a participant, has successfully worked with the Texas Department of Transportation to develop the State Highway 44 Relief Route and the U.S. 281 Relief Route and the improvement of S.H. 44 and U.S. 281 business routes through our County. The Transportation Committee is active in promoting the upgrade of U.S. 281, U.S. 59/S.H. 44 and U.S. 77 to interstate standards. These roadways link our area to the proposed I-69 project, which connects South Texas to Houston and the Midwest.

The County of Jim Wells and the City of Alice jointly operate the Municipal Airport. Through grant programs offered by the FAA and TAC, this facility has been upgraded to a level that could be of enormous benefit to any industry considering the area as a location site.

The essential components are coming together to open the door to diversification of our local industrial base and release the County from the swings of the volatile oil market.

Awards and acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Jim Wells County, Texas for its annual comprehensive financial report for the year ended December 31, 2022. 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 contents conform to program standards. Such ACFR 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.

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 the Commissioners' Court. I wish to thank them all.

Respectfully Submitted,



Cindy Garcia
County Auditor

(1)Source: Alice Chamber of Commerce, Alice/Jim Wells Economic Development Corp.



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Jim Wells County
Texas**

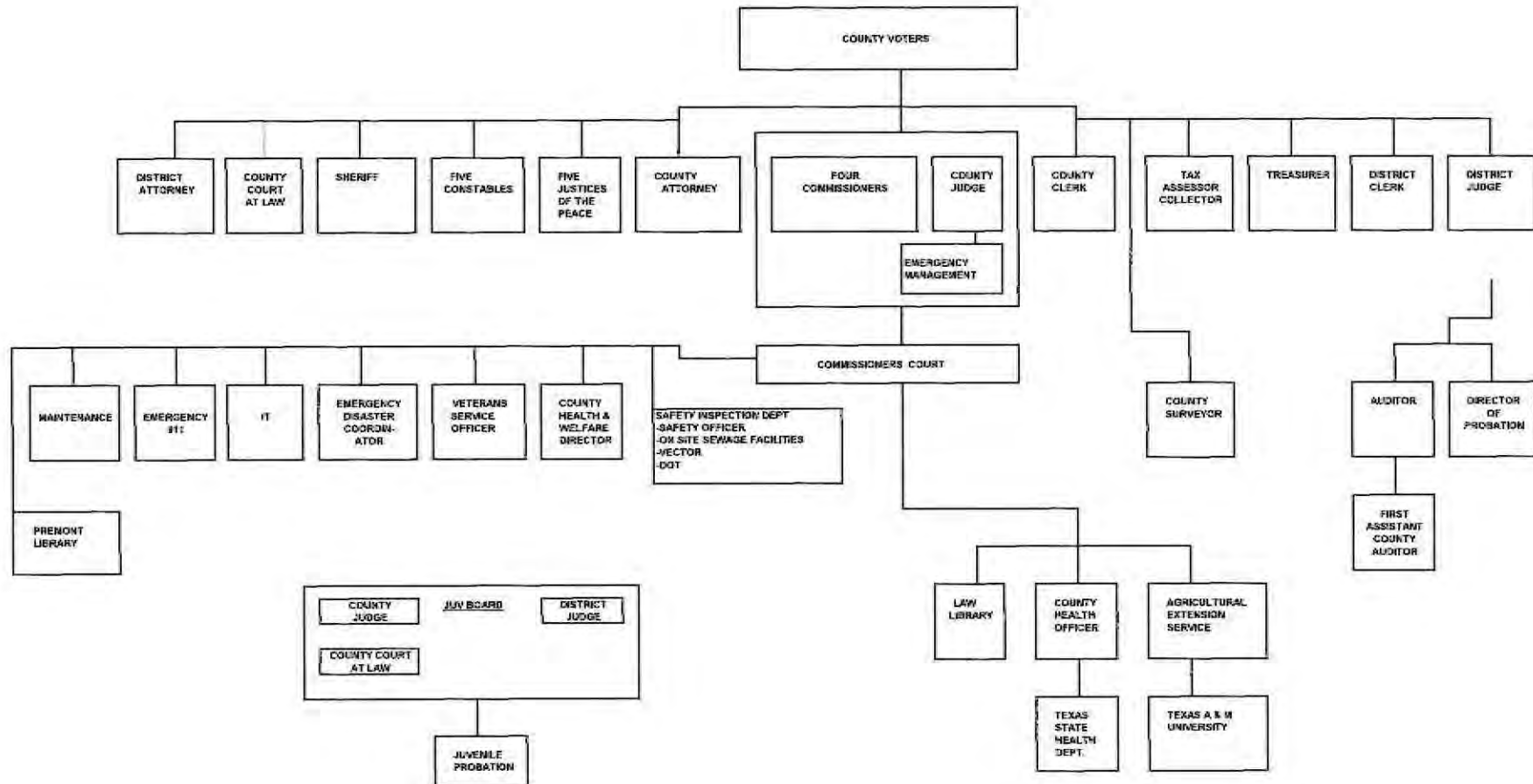
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morrell

Executive Director/CEO

JIM WELLS COUNTY, TEXAS ORGANIZATION



JIM WELLS COUNTY, TEXAS
DIRECTORY OF OFFICIALS

DECEMBER 31, 2024

DISTRICT COURT

Richard Terrell	Judge, 79th Judicial District
Carlos O. Garcia	District Attorney
R. David Guerrero	District Clerk
Sonia Trevino	District Court Reporter

COMMISSIONERS COURT

Pedro "Pete" Trevino, Jr.	County Judge
Margie H. Gonzalez	County Commissioner, Precinct No. 1
Ventura Garcia	County Commissioner, Precinct No. 2
Renee Kirchoff Chapa	County Commissioner, Precinct No. 3
Wicho Gonzalez	County Commissioner, Precinct No. 4

OTHER COUNTY OFFICIALS

Daniel J. Bueno	Sheriff
J.C. Perez, III	County Clerk
Mark Dominguez	County Treasurer
Mary Lozano	Tax Assessor-Collector
Michael Guerra	County Attorney
Noe Gamez	County Auditor
Cindy Garcia	First Assistant County Auditor

JUSTICES OF THE PEACE

Richard Deleon	Precinct No. 1
Matthew Schmidt	Precinct No. 3
Sylvia Johnson	Precinct No. 4
McKenzie Chapa	Precinct No. 5
Noe Cadena	Precinct No. 6

CONSTABLES

Albert Martinez	Precinct No. 1
Jim Long	Precinct No. 3
Frank Davila	Precinct No. 4
Gerald Arismendez	Precinct No. 5
Bartolo Guajardo	Precinct No. 6

JIM WELLS COUNTY, TEXAS
DIRECTORY OF OFFICIALS

DECEMBER 31, 2024
(continued)

OTHER OFFICIALS

Alejandro Lopez, M.D.
Rogelio Mercado
Daniel Salinas
Albert Ramirez

James A. Schmidt

County Health Officer
Agriculture Agent
Veterans Service Officer
79th Judicial District Adult
Probation
Chief Juvenile Probation
Officer

Financial Section

This page is left blank intentionally.

Raul Hernandez & Company, P.C.
Certified Public Accountants
5402 Holly Rd., Suite 102
Corpus Christi, Texas 78411
Office (361)980-0428 Fax (361)980-1002

Independent Auditor's Report

To the Honorable County Judge and County Commissioners
Jim Wells County, Texas
200 N. Almond
Alice, Texas 78332

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 Jim Wells County, Texas ("the County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Jim Wells County, Texas's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Jim Wells County, Texas, as of December 31, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Jim Wells County, Texas 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 2024, Jim Wells County, Texas early adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 100, *Accounting Changes and Error Corrections - an Amendment of GASB Statement No. 62*. Our opinion is not modified with respect to this matter.

As described in Note A to the financial statements, in 2024, Jim Wells County, Texas early adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. 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 Jim Wells County, Texas'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.

Auditor's 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 and *Government Auditing Standards* 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 and *Government Auditing Standards*, 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 District'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 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 Jim Wells County, Texas's 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 a required part 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 the State of Texas Grant Management Standards, and is also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. 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 and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Annual Report

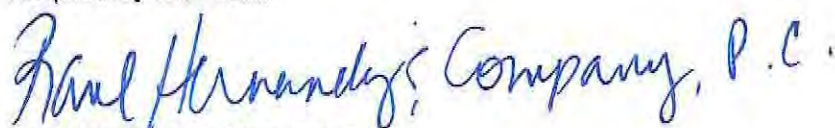
Management is responsible for the other information included in the annual report. The other information as identified in the table of contents comprises the information included in the annual report but does not include the basic financial statements and our auditor's report thereon. Our opinions on 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 3, 2025 on our consideration of Jim Wells County, Texas's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Jim Wells County, Texas's internal control over financial reporting and compliance.

Respectfully submitted,



Raul Hernandez & Company, P.C.

Corpus Christi, Texas
July 3, 2025

This page is left blank intentionally.

JIM WELLS COUNTY, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis (MD&A) offers readers of the County financial statements a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2024. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, and in the financial statements and notes to the financial statements (which immediately follow this discussion). In 2004, the County implemented the new financial reporting requirements of GASB Statement No. 34 (Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments). These sections include this Management's Discussion and Analysis, the Government-wide Statement of Net Position, the Government-wide Statement of Activities, the concept of major fund reporting, and the reporting of infrastructure capital assets and long-term debt liabilities in the governmental activities. These concepts are explained throughout this discussion and analysis.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the County of Jim Wells exceeded its liabilities and deferred inflows of the most recent fiscal year by \$43,929,746 (net position). The total assets of the County were \$50,711,192, total deferred outflows of resources were \$6,521,453, total liabilities were \$6,993,903, and total deferred inflows of resources were \$6,308,996.
- As of the close of the current fiscal year, the County of Jim Wells governmental funds reported combined ending fund balances of \$22,230,419, of which, \$10,816,903 represents an unassigned fund balance and places the County in a favorable position.
- The County of Jim Wells' total debt increased by a net of \$841,346 compared to the previous year.

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.
- *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.

JIM WELLS COUNTY, TEXAS

- *Notes to the financial statements.* The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.
- *Other information.* In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the county's progress in funding its obligation to provide pension benefits to its employees. Immediately following the required supplementary information on pensions are the two budgetary schedules on the general fund and major special revenue fund. The combining statements in connection to nonmajor governmental funds and fiduciary funds are then presented.

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 summarizes the major features of the County's financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the 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 Position Statements</u>	Statement of <i>Net position</i> Statement of <i>Activities</i>	Balance Sheet Statement of revenues, expenditures & changes in fund balances Statement of cash flows	Statement of <i>net position</i> Statement of rev, exp, & changes in <i>net position</i> Statement of flows	Statement of <i>Fiduciary net position</i> Statement of in fiduciary <i>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

JIM WELLS COUNTY, TEXAS

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

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.
- *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.

JIM WELLS COUNTY, TEXAS

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. As stated earlier, over time, increases or decreases in the County's net position are an indicator of whether its financial health is improving or deteriorating, respectively. At the close of the fiscal year, the County net position was \$43,929,746; furthermore, the government's financial position has increased by a net amount of \$531,527 in the current fiscal year compared to the prior year. Net position is summarized below along with comparative data from the previous year. (See Table A-1).

Table A-1
County's Net Position

	Governmental Activities 2024	Governmental Activities 2023	Increase (Decrease) 2024-2023
Current Assets:			
Cash/Cash equivalents	\$ 22,582,758	\$ 26,346,192	\$ (3,763,434)
Taxes receivable	2,875,337	1,154,854	1,720,483
Sales taxes receivable	293,812	270,788	23,024
Leases Receivable	114,456	-	114,456
Total current assets:	<u>25,751,907</u>	<u>27,771,834</u>	<u>(2,019,927)</u>
Non-current assets:			
Capital Assets	78,010,863	75,612,806	2,398,057
Less Accumulated Depreciation	(53,166,034)	(51,731,268)	(1,434,766)
Net Pension Asset	-	-	-
Total non-current assets:	<u>24,844,829</u>	<u>23,881,538</u>	<u>963,291</u>
Total Assets:	<u>\$ 50,596,736</u>	<u>\$ 51,653,372</u>	<u>\$ (1,056,636)</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflow Related to Pension Plan	6,413,115	2,523,897	3,889,218
Deferred Outflow Related to OPEB	108,338	114,635	(6,297)
Total Deferred Outflows of Resources	<u>6,521,453</u>	<u>2,638,532</u>	<u>3,882,921</u>
Current Liabilities			
Accounts payable and other current liabilities	\$ 654,151	\$ 461,956	\$ 192,195
Accrued Interest Payable	4,798	-	4,798
Total current liabilities	<u>658,949</u>	<u>461,956</u>	<u>196,993</u>
Long-term liabilities			
Due within one year	1,963,615	1,065,879	897,736
Due in more than one year	2,009,412	1,368,066	641,346
Net Pension Liability - due in more than one year	1,700,573	5,020,140	(3,319,567)
Net OPEB Liability - due in more than one year	661,354	628,742	32,612
Total Liabilities	<u>6,993,903</u>	<u>8,544,783</u>	<u>(1,550,880)</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts Related to Leases	106,456	-	106,456
Deferred Amounts Related to Pensions	6,032,709	2,166,518	3,866,191
Deferred Amounts Related to OPEB	169,831	182,385	(12,554)
Total Deferred Inflows of Resources	<u>6,202,540</u>	<u>2,348,903</u>	<u>3,853,637</u>
Net Pension:			
Net Investment in Capital Assets	23,469,829	21,764,554	1,705,275
Restricted For:			
Federal and State Funds Grants Restrictions	9,183,722	13,013,053	(3,829,331)
Debt Service	95,785	102,794	(7,009)
Capital Projects	2,289,252	771,009	1,518,243
Unrestricted	8,891,158	7,746,809	1,144,349
Total Net Position	<u>\$ 43,929,746</u>	<u>\$ 43,398,219</u>	<u>\$ 531,527</u>

JIM WELLS COUNTY, TEXAS

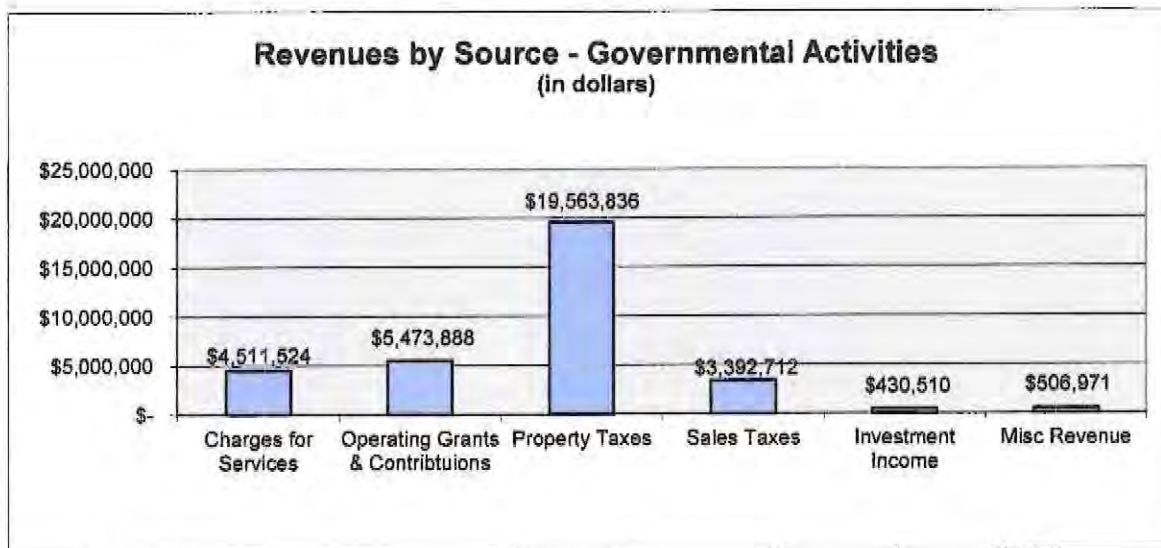
The \$9,183,722, \$95,785 and \$2,289,252 of the County's restricted net position represents funds available for the federal grants restricted, debt service and capital projects funds, respectively. These funds when spent are restricted for grant restricted expenditures, repayment of debt and capital asset acquisitions respectively. The \$8,891,158 unrestricted net position represents resources available to fund the programs of the County next year.

Revenues. The County's total revenues were \$33,879,441. A significant portion, 58 percent, of the County's revenue comes from property taxes. 16 percent comes from operating grants & contributions and 13 percent relates to charges for services. (See Figure A-1 and Table A-2)

Governmental Activities

- Property tax rates had a total direct rate of .767802, which did not change from the previous year. Net taxable value of property totaled \$2,617,423,489.
- Sales tax revenues decreased from the prior year due, in part, to a decrease in collections and consumer spending.
- Property tax revenues in 2024 increased from the prior year by \$2,262,775.

Figure A-1



JIM WELLS COUNTY, TEXAS

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

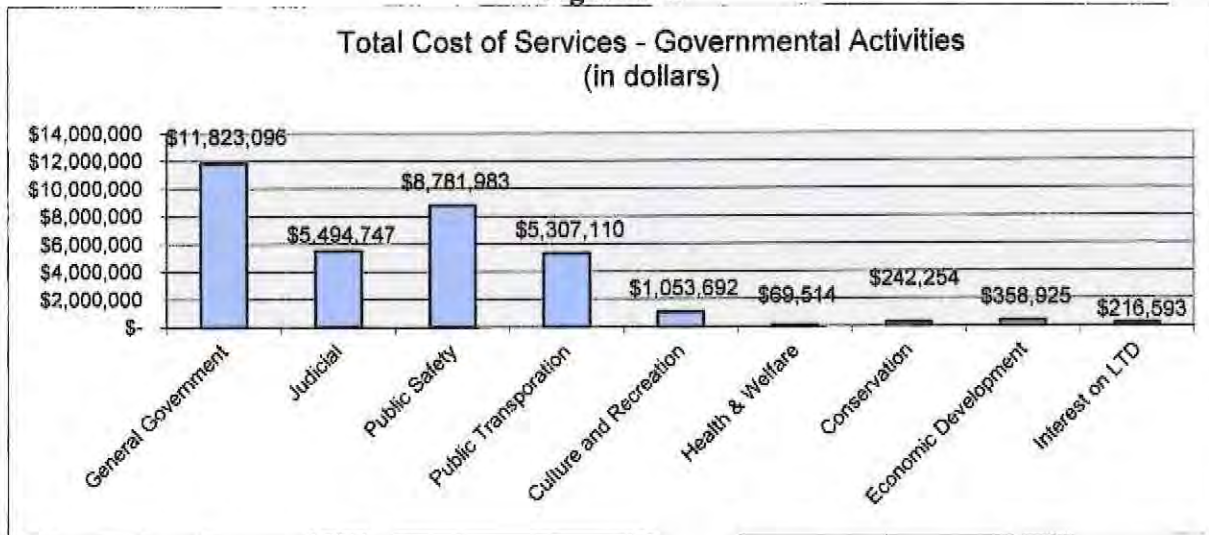
	Governmental Activities		Increase (Decrease)
	2024	2023	2024-2023
Revenues			
Program:			
Charges for services	\$ 4,511,524	\$ 4,494,573	\$ 16,951
Operating Grants and Contributions	5,473,888	3,732,827	1,741,061
General			
Property Taxes	19,563,836	17,301,061	2,262,775
Sales Taxes	3,392,712	3,552,340	(159,628)
Investment Income	430,510	234,068	196,442
Miscellaneous Revenues	506,971	653,845	(146,874)
Total Revenues	\$ 33,879,441	\$ 29,968,714	\$ 3,910,727
Cost of Services:			
General Government	11,823,096	13,537,217	(1,714,121)
Judicial	5,494,747	5,088,947	405,800
Public Safety	8,781,983	10,544,688	(1,762,705)
Public Transportation	5,307,110	5,170,043	137,067
Health and Welfare	1,053,692	763,821	289,871
Culture and Recreation	69,514	60,372	9,142
Conservation	242,254	204,368	37,886
Economic Development and Assistance	358,925	296,062	62,863
Interest on Long-term Debt	216,593	82,489	134,104
Total Cost of Services	\$ 33,347,914	\$ 35,748,007	\$ (2,400,093)
Change in net position	531,527	(5,779,293)	6,310,820
Net position - beginning	43,398,219	49,177,512	(5,779,293)
Prior Period Adjustment	-	-	-
Net position - ending	\$ 43,929,746	\$ 43,398,219	\$ 531,527

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

JIM WELLS COUNTY, TEXAS

- The cost of all governmental activities this year was \$33,347,914. General Government was a significant part of the amount totaling \$11,823,096, which the majority was due to costs in the General Fund, and the ARPA Grant Fund.
- However, the amount that our taxpayers paid for these activities through property taxes was approximately \$19,563,836.
- Some of the cost was paid by those who directly benefited from the programs such as human services, state juvenile and adult probationary fees, and fees of office.
- \$11,823,096 of these costs were for general government, which decreased by (\$1,714,121) from the prior year due to a decrease in expenditures.

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. Fund accounting and budget controls has been the framework of the County's strong fiscal management and accountability.

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.

JIM WELLS COUNTY, TEXAS

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$22,230,419, a net decrease of (\$3,924,609) compared with the prior year. As shown on page 37 the unassigned fund balance resulted in an amount of \$10,816,903. The *unassigned fund balance*, used as a management and budgetary tool, is available for spending at the County's discretion. A major factor in causing the change to fund balance came from changes in general property taxes, general sales & use taxes revenues, fines & forfeitures, fees of office, and miscellaneous revenues.

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 decreased to \$10,816,903 from the previous year's balance of \$12,271,581 in the prior year. As a measure of the general fund's liquidity, we compare both unassigned fund balance and total fund balance to total fund expenditures. Revenues increased compared to the prior year, this increase was a result of an increase in general property taxes, sales & use taxes, license and permits, and fees of office.

The Debt Service Fund (county-wide), which was created during 2004, has a total fund balance of \$95,785. The reserves for the payment of debt service combined with the estimated first quarter collections on current year assessments will be sufficient to meet next year's scheduled debt.

The Capital Projects Funds reflect a fund balance of \$2,289,252. The County has plans in the near future to invest in construction projects, including improvements to buildings throughout the county.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues

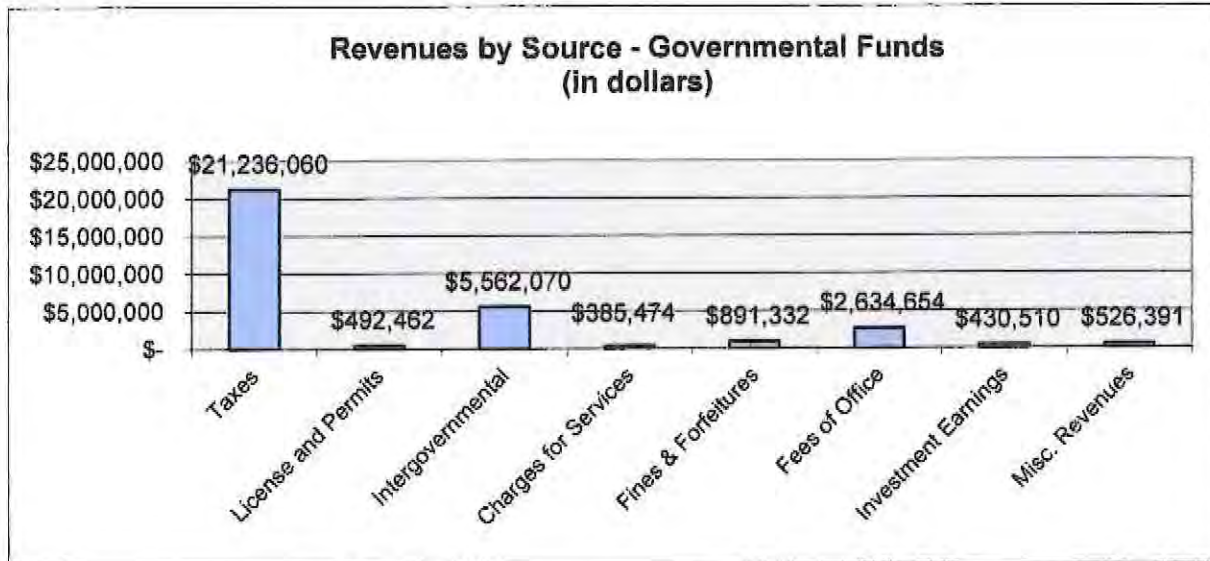
Revenues from governmental fund types had a net increase of \$2,155,719 from the preceding year, totaling \$30,003,234. Taxes and Intergovernmental revenue were the most significant portions in governmental fund revenue sources, which totaled \$21,236,060 and \$5,562,070, respectively. The largest increase was in intergovernmental revenue from the General Fund.

The County's primary source of revenue consists of taxes, which comprise 66% of the County's total revenues. In addition, intergovernmental revenues and fees of office comprise 17% and 8% of total revenues, respectively. The county 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)

Fines & Forfeitures decreased by (\$162,082) from the prior year due to less fines & cash seizures. Furthermore, taxes increased by \$348,149 from the previous year, as a result of an increase in property tax collections.

JIM WELLS COUNTY, TEXAS

Figure A-3



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

	2024	2023	Increase (Decrease)
Taxes	\$ 21,236,060	\$ 20,887,921	\$ 348,139
License and Permits	492,462	460,231	32,231
Intergovernmental	5,562,070	3,946,906	1,615,164
Charges for Services	385,474	349,079	36,395
Fines & Forfeitures	891,332	1,053,414	(162,082)
Fees of Office	2,634,654	2,414,506	220,148
Investment Earnings	430,510	234,068	196,442
Misc. Revenues	526,391	657,109	(130,718)
Total Revenues	\$ 32,158,953	\$ 30,003,234	\$ 2,155,719

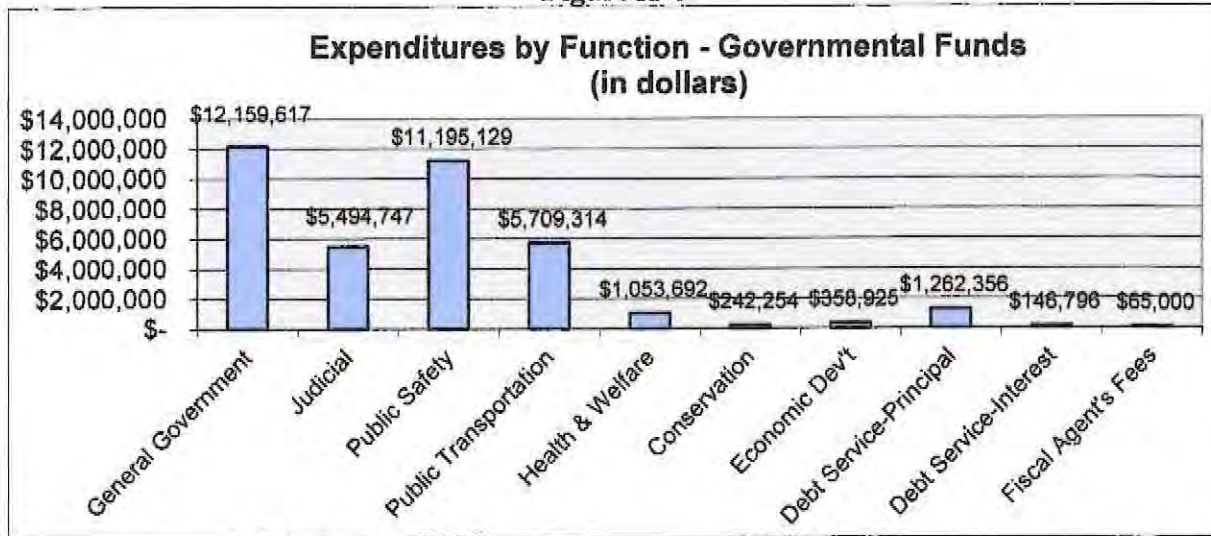
Expenditures

The increase in general government expenditures of \$4,295,632 is partly due to an increase in general government, public safety and judicial expenditures. The increase in general government of \$2,977,885 was due to increases in the General Fund and ARPA Grant Fund expenditures.

The County's primary expenditures were for public safety, general government, and public transportation. General Government now accounts for over 32% of total expenditures. (See Figure A-4 and Table A-4)

JIM WELLS COUNTY, TEXAS

Figure A-4



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

	2024	2023	Increase (Decrease)
General Government	\$ 12,159,617	\$ 9,181,732	\$ 2,977,885
Judicial	5,494,747	5,088,947	405,800
Public Safety	11,195,129	11,054,471	140,658
Public Transportation	5,709,314	5,499,787	209,527
Health and Welfare	1,053,692	763,821	289,871
Culture and Recreation	69,514	60,372	9,142
Conservation	242,254	204,368	37,886
Economic Development and Assistance	358,925	296,062	62,863
Debt Service:			
Principal	1,262,356	1,162,163	100,193
Interest and Fiscal Charges	146,796	84,989	61,807
Fiscal Agent's Fees	65,000	-	65,000
Total Expenditures	<u>\$ 37,757,344</u>	<u>\$ 33,396,712</u>	<u>\$ 4,295,632</u>

JIM WELLS COUNTY, TEXAS

Other financing sources from the County came from:

Table A-5
Other Financing Resources

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease)</u>
Transfers In	\$ 816,880	\$ 895,661	\$ (78,781)
Transfers Out	(816,880)	(895,661)	78,781
Loan Proceeds	1,575,000	-	1,575,000
Financing Purchase	98,782	587,995	(489,213)
	<u>\$ 1,673,782</u>	<u>\$ 587,995</u>	<u>\$ 1,085,787</u>

General Fund Budgetary Highlights

The final budget was adopted with total General Fund revenues of \$20,366,993 and expenditures of \$20,785,222, which both include transfers.

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

- Actual revenues (before transfers) were higher than budgeted figures by \$221,117. Of this amount, investment earnings had the largest favorable variance. The County's revenue booms and busts through the years closely follow oil prices and oil field activities.
- Actual expenditures (before transfers) were (\$724,323) above final budget amounts. The biggest unfavorable variance resulted from under-budgeted expenditures in the non-departmental department. County departments were encouraged to monitor expenditures to help support the overall County budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2024, the County had invested \$78,010,861 in a broad range of capital assets, including land, infrastructure, buildings & improvements, and equipment. (See Table A-6.) The capital assets of the County are those assets (land, infrastructure, buildings & improvements, right to use assets, and machinery & equipment), which are used in the performance of the County's functions including infrastructure assets. At December 31, 2024 net capital assets of the governmental activities totaled \$24,844,829. Depreciation on capital assets is recognized in the Government-wide financial statements. Accumulated depreciation for infrastructure, buildings & improvements, and machinery & equipment totaled \$53,166,032. More detailed information about the county's capital assets is presented in the notes to the financial statements on page 52.

JIM WELLS COUNTY, TEXAS

Table A-6
County's Capital Assets

	Governmental Activities		Increase (Decrease)
	2024	2023	2024-2023
Land	\$ 416,773	\$ 416,773	\$ -
Infrastructure	43,715,816	43,715,816	-
Buildings and Improvements	15,012,960	13,651,847	1,361,113
Machinery and Equipment	18,690,381	17,653,438	1,036,943
Right to Use Asset	174,931	174,931	-
Total at historical cost	<u>78,010,861</u>	<u>75,612,805</u>	<u>2,398,056</u>
Total Accumulated Depreciation	(53,166,032)	(51,731,267)	(1,434,765)
Net Capital Assets	<u>\$ 24,844,829</u>	<u>\$ 23,881,538</u>	<u>\$ 963,291</u>

The largest increase to capital assets was attributed to Buildings and Improvements in the net amount of \$1,361,113 due to purchase of a building and additional improvements. Additional details on capital assets can be found in the notes to the financial statements on page 52.

Long Term Debt

At year-end the County had \$6,334,954 in finance purchase obligations and other long-term liabilities outstanding as shown in Table A-7. The County's total debt decreased by a *net* of (\$1,747,872) from 2023. The County's credit rating remained constant in the year 2024. More detailed information about the County's debt is presented in the notes to the financial statements on page 54.

Table A-7
Long Term Debt

	Governmental Activities	
	2024	2023
Tax Notes	\$ 1,375,000	\$ -
Finance Purchases	1,152,953	2,095,270
Compensated absences	304,707	316,960
Right to Use Assets Lease Liability	456	21,714
Pension Liability	2,827,683	5,020,140
OPEB Liability	674,155	628,742
Total governmental activities	<u>\$ 6,334,954</u>	<u>\$ 8,082,826</u>

JIM WELLS COUNTY, TEXAS

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised value used for the 2025 budget preparation is up from the prior year.
- General operating fund spending in the 2025 budget is expected to have an increase as compared to 2024.

These indicators were taken into account when adopting the general fund budget for 2025. Property taxes will remain constant due to 2025 adopted tax rate remaining the same.

Expenditures are expected to experience an increase. These include increases in public safety, utilities, insurance, courthouse improvements, and personal benefits. Through the budget, the County Commissioners set the direction of the County, allocate its resources and establish its priorities. The priorities inherent to the 2025 budget were to make county government: (1) communicative and open to the public and departmental staff; (2) have attainable and realistic budgets to enhance accountability; and (3) establish procedures that are in compliance with statutory requirements to improve efficiency.

If these estimates are realized, they will help the County's budgetary general fund balance with efficient, effective, and controlled use of its' resources.

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 the County Auditor's Department at 200 N. Almond, Alice, Texas 78332

This page is left blank intentionally.

Basic Financial Statements

JIM WELLS COUNTY, TEXAS
STATEMENT OF NET POSITION
DECEMBER 31, 2024

	Governmental Activities
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 22,582,758
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	2,875,337
<i>Sales Taxes Receivable</i>	293,812
<i>Leases Receivable</i>	114,456
Capital Assets (net of accumulated depreciation):	
<i>Land</i>	416,773
<i>Buildings and System</i>	7,559,514
<i>Machinery and Equipment</i>	6,949,775
<i>Infrastructure</i>	9,918,767
Total Assets	<u>50,711,192</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflow Related to Pension Plan	6,413,115
Deferred Outflow Related to OPEB	108,338
Total Deferred Outflows of Resources	<u>6,521,453</u>
LIABILITIES:	
<i>Accounts Payable and Other Current Liabilities</i>	654,151
<i>Accrued Interest Payable</i>	4,798
Noncurrent Liabilities-	
<i>Due within one year</i>	1,963,615
<i>Due in more than one year</i>	2,009,412
<i>Total Pension Liability-due in more than one year</i>	1,700,573
<i>Total OPEB Liability-due in more than one year</i>	661,354
Total Liabilities	<u>6,993,903</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Amounts Related to Leases	106,456
Deferred Amounts Related to Pensions	6,032,709
Deferred Amounts Related to OPEB	169,831
Total Deferred Inflows of Resources	<u>6,308,996</u>
NET POSITION:	
Net Investment in Capital Assets	23,469,829
Restricted For:	
Federal and State Funds Grants Restrictions	9,183,722
Debt Service	95,785
Capital Projects	2,289,252
Unrestricted	8,891,158
Total Net Position	<u>\$ 43,929,746</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
PRIMARY GOVERNMENT:				
Governmental Activities:				
General Government	\$ 11,823,096	\$ 1,356,095	\$ --	\$ (10,467,001)
Judicial	5,494,747	470,987	645,785	(4,377,975)
Public Safety	8,781,983	638,453	2,896,140	(5,247,390)
Public Transportation	5,307,110	2,045,989	1,088,014	(2,173,107)
Health and Welfare	1,053,692	--	843,949	(209,743)
Culture and Recreation	69,514	--	--	(69,514)
Conservation	242,254	--	--	(242,254)
Economic Development and Assistance	358,925	--	--	(358,925)
Interest on Long-term Debt	216,593	--	--	(216,593)
Total Governmental Activities	33,347,914	4,511,524	5,473,888	(23,362,502)
Total Primary Government	\$ 33,347,914	\$ 4,511,524	\$ 5,473,888	(23,362,502)
General Revenues:				
Property Taxes				19,563,836
Sales Taxes				3,392,712
Investment Income				430,510
Miscellaneous Revenues				506,971
Total General Revenues				23,894,029
Change in Net Position				531,527
Net Position - Beginning				43,398,219
Net Position - Ending				\$ 43,929,746

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	General Fund	ARPA Grant Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 11,176,218	\$ 397,335	\$ 11,009,205	\$ 22,582,758
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	13,467,604	--	4,039,332	17,506,936
<i>Sales Taxes Receivable</i>	349,506	--	58,762	408,268
<i>Leases Receivable</i>	114,456	--	--	114,456
Total Assets	<u>\$ 24,878,872</u>	<u>\$ 397,335</u>	<u>\$ 15,107,299</u>	<u>\$ 40,383,506</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 602,366	\$ --	\$ 51,785	\$ 654,151
Total Liabilities	<u>602,366</u>	<u>--</u>	<u>51,785</u>	<u>654,151</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	13,353,147	--	4,039,333	17,392,480
<i>Deferred Resource Related to Leases</i>	106,456	--	--	106,456
Total Deferred Inflows of Resources	<u>13,459,603</u>	<u>--</u>	<u>4,039,333</u>	<u>17,498,936</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	--	397,335	8,634,656	9,031,991
Retirement of Long-Term Debt	--	--	95,785	95,785
<i>Unassigned</i>	--	--	(3,512)	(3,512)
<i>Capital Project Funds</i>	--	--	2,289,252	2,289,252
Unassigned Fund Balance	<u>10,816,903</u>	<u>--</u>	<u>--</u>	<u>10,816,903</u>
Total Fund Balance	<u>10,816,903</u>	<u>397,335</u>	<u>11,016,181</u>	<u>22,230,419</u>
Total Liabilities and Fund Balance	<u>\$ 24,878,872</u>	<u>\$ 397,335</u>	<u>\$ 15,107,299</u>	<u>\$ 40,383,506</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS

*RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2024*

Total fund balances - governmental funds balance sheet	\$ 22,230,419
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.	24,844,829
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	2,875,337
Payables for bond principal which are not due in the current period are not reported in the funds.	(1,679,707)
Payables for right-to-use leases which are not due in the current period are not reported in the funds.	(1,153,409)
Payables for debt interest which are not due in the current period are not reported in the funds.	(4,798)
Recognition of the County's proportionate share of the net pension liability is not reported in the funds.	(2,827,683)
Deferred Resource Inflows related to the pension plan are not reported in the funds.	(6,032,709)
Deferred Resource Outflows related to the pension plan are not reported in the funds.	6,413,115
Recognition of the County's proportionate share of the net OPEB liability is not reported in the funds.	(674,155)
Deferred Resource Inflows related to the OPEB plan are not reported in the funds.	(169,831)
Deferred Resource Outflows related to the OPEB plan are not reported in the funds.	108,338
Net position of governmental activities - Statement of Net Position	\$ <u>43,929,746</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024**

	General Fund	ARPA Grant Fund	Other Governmental Funds	Total Governmental Funds
Revenue:				
Taxes:				
<i>General Property Taxes</i>	\$ 13,873,770	\$ --	\$ 3,969,578	\$ 17,843,348
<i>General Sales and Use Taxes</i>	2,717,019	--	675,693	3,392,712
License and Permits	127,750	--	364,712	492,462
Intergovernmental	1,606,256	--	3,955,814	5,562,070
Charges for Services	184,468	--	201,006	385,474
Fines and Forfeitures	453,252	--	438,080	891,332
Fees of Office	976,699	--	1,657,955	2,634,654
Investment Earnings	369,791	12,305	48,414	430,510
Miscellaneous Revenues	279,105	--	247,286	526,391
Total revenues	<u>20,588,110</u>	<u>12,305</u>	<u>11,558,538</u>	<u>32,158,953</u>
Expenditures:				
Current:				
<i>General Government</i>	7,630,072	4,255,167	274,378	12,159,617
<i>Judicial</i>	4,886,308	--	608,439	5,494,747
<i>Public Safety</i>	7,938,709	--	3,256,420	11,195,129
<i>Public Transportation</i>	--	--	5,709,314	5,709,314
<i>Health and Welfare</i>	85,288	--	968,404	1,053,692
<i>Culture and Recreation</i>	69,514	--	--	69,514
<i>Conservation</i>	242,254	--	--	242,254
<i>Economic Development and Assistance</i>	358,925	--	--	358,925
Debt Service:				
<i>Principal</i>	284,294	--	978,062	1,262,356
<i>Interest and Fiscal Charges</i>	14,181	--	132,615	146,796
<i>Fiscal Agent's Fees</i>	--	--	65,000	65,000
Total Expenditures	<u>21,509,545</u>	<u>4,255,167</u>	<u>11,992,632</u>	<u>37,757,344</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(921,435)</u>	<u>(4,242,862)</u>	<u>(434,094)</u>	<u>(5,598,391)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	--	816,880	816,880
<i>Transfers Out</i>	(533,243)	--	(283,637)	(816,880)
<i>Loan Proceeds</i>	--	--	1,575,000	1,575,000
<i>Financing Purchase</i>	--	--	98,782	98,782
Total Other Financing Sources (Uses)	<u>(533,243)</u>	<u>--</u>	<u>2,207,025</u>	<u>1,673,782</u>
Net Change in Fund Balances	(1,454,678)	(4,242,862)	1,772,931	(3,924,609)
Fund Balances - Beginning	12,271,581	4,640,197	9,243,250	26,155,028
Fund Balances - Ending	<u>\$ 10,816,903</u>	<u>\$ 397,335</u>	<u>\$ 11,016,181</u>	<u>\$ 22,230,419</u>

The accompanying notes are an integral part of this statement.

JIM WELLS 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 DECEMBER 31, 2024*

Net change in fund balances - total governmental funds	\$ (3,924,609)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	2,815,350
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,852,060)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	1,720,488
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	200,000
Repayment of right-to-use lease principal is an expenditure in the funds but is not an expense in the SOA.	1,062,357
(Increase) decrease in accrued interest from beginning of period to end of period.	(4,798)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	12,253
Proceeds of right-to-use leases do not provide revenue in the SOA, but are reported as current resources in the funds.	(1,673,782)
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	2,176,328
Change in net position of governmental activities - Statement of Activities	\$ <u>531,527</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2024

	Custodial Funds
ASSETS:	
Cash and Cash Equivalents	\$ 8,685,403
Total Assets	<u>8,685,403</u>
LIABILITIES:	
Due to Other Governments and Agencies	<u>--</u>
RESTRICTED NET POSITION	<u>\$ 8,685,403</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Custodial Funds
Additions:	
Contributions	\$ 71,666,082
Total Additions	<u>71,666,082</u>
Deductions:	
Administrative Expenses	74,224,936
Total Deductions	<u>74,224,936</u>
Change in Net Position	(2,558,854)
Net Position-Beginning of the Year	11,244,257
Net Position-End of the Year	<u>\$ 8,685,403</u>

The accompanying notes are an integral part of this statement.

This page is left blank intentionally.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

A. Summary of Significant Accounting Policies

The combined financial statements of Jim Wells County, Texas (the "County") have been prepared in conformity with accounting principles applicable to governmental units which are generally accepted in the United States of America. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The County implemented the provisions of GASB Statement No. 96 for reporting subscription-based information technology arrangements (SBITAs) during this reporting period. A SBITA is defined as a contract that conveys control over another entity's IT software as specified in the contract for a period of time in an exchange or exchange-like transaction. To be accounted for as a SBITA, it must meet the definition of a "long-term" SBITA provided in the GASB 96. The right-to-use SBITA liability is reported in the government-wide statements. The SBITA liability is calculated as the present value of the reasonably certain expected payments made over the term

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

The County also evaluated each legally separate, tax-exempt organization whose resources are used principally to provide support to the County to determine if its omission from the reporting entity would result in financial statements which are misleading or incomplete. GASB Statement No. 14 requires inclusion of such an organization as a component unit when: 1) The economic resources received or held by the organization are entirely or almost entirely for the direct benefit of the County, its component units or its constituents; and 2) The County or its component units is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the organization; and 3) Such economic resources are significant to the County.

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. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Statements: The statement of net position and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The County does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the County's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

General Fund. This is the County's primary operating fund. It accounts for all financial resources of the County 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

In addition, the County reports the following fund types:

Custodial funds: Custodial funds are used to report fiduciary activities that are not required to be reported in any other type of fiduciary funds. Custodial funds include different departments within the County's government, State fees, Appellate Judicial, Payroll Clearing and Accounts Payable.

Fiduciary funds are reported in the fiduciary fund financial statements. However, because their assets are held in a trustee or agent capacity and are therefore not available to support County programs, these funds are not included in the government-wide statements.

b. Measurement Focus, Basis of Accounting

Government-wide and Fiduciary Fund Financial Statements: These financial statements are reported using the economic resources measurement focus. They are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financing purchases are reported as other financing sources.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

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.

3. Financial Statement Amounts

a. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available when they become due or past due and receivable within the current period.

Allowances for uncollectible tax receivables within the General Fund are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the County is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

b. 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.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets or donated works of art and similar items should be reported at acquisition value. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used. Capital assets received in a service concession

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

d. Receivable and Payable Balances

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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

e. Pensions

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

f. Other Post-Employment Benefits (OPEB)

The total OPEB liability of the Texas Counties and Districts Retirement System (TCERS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits and OPEB expense. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no investments as this is a pay-as-you-go plan and all cash is held in a cash account.

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 statement of net position.

h. Fund Balances - Governmental Funds

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 that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance - represents amounts that can only be used for a specific purpose because of a formal action by the Commissioner's Court. Committed amounts cannot be used for any other purpose unless the Court 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 Court. Commitments are typically done through adoption and amendment of the budget. 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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

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 Commissioner's Court or by an official or body to which the Court delegates the authority. 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.

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.

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

i. Subscription-Based Information Technology Arrangements

The County implemented the provisions of GASB Statement No. 96 for reporting subscription-based information technology arrangements (SBITAs) during this reporting period. A SBITA is defined as a contract that conveys control over another entity's IT software as specified in the contract for a period of time in an exchange or exchange-like transaction. To be accounted for as a SBITA, it must meet the definition of a "long-term" SBITA provided in the GASB 96. The right-to-use SBITA liability is reported in the government-wide statements. The SBITA liability is calculated as the present value of the reasonably certain expected payments made over the term of the contract and the interest included in the SBITA payments is recorded as an expense. There were no SBITAs material to the financial statements that were recorded during the audit year.

j. New Pronouncements-GASB 100 and GASB 101

GASB Statement No.100, Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62, enhances the accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The County has implemented this statement but it has no effect on the financials.

GASB Statement No. 101, Compensated Absences, will better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for the fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The County has implemented the statement with no impact on previously reported amounts.

B. Compliance and Accountability

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

The County had one deficit fund balances or fund net position at year end.

Indigent Health Care Fund	\$	(100)
Colonia Grant Fund		(3,412)

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

2. Excess of expenditures over appropriations

For the year ended December 31, 2024, the County had no funds that had expenditures exceeding appropriations.

General Fund-County Clerk	\$ (7,944)
General Fund-Vector Control	(488)
General Fund-Sheriff	(370,311)
General Fund-Non-Departmental	(1,057,859)
General Fund-County Courthouse and Annex	(214,692)
General Fund-Elections	(12,570)
General Fund-Emergency Management	(520)
General Fund-Parks Department	(23,820)
General Fund-Economic Development	(2,527)
General Fund-Debt Service	(18,209)
Road & Bridge #1	(20,425)
Road & Bridge #4	(56,733)

C. Deposits and Investments

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 Deposits:

At December 31, 2024, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$31,268,161 and the bank balance was \$32,943,398. The County's cash deposits at December 31, 2024, and during the year ended December 31, 2024, were entirely covered by FDIC insurance or by pledged collateral held by the County's agent bank in the County's name.

In addition, the following is disclosed regarding coverage of combined balances on the date of highest deposit:

- a. Depository: Prosperity Bank
- b. The market value of securities pledged as of the date of the highest combined balance on deposit was \$44,156,999..
- c. The highest combined balances of cash, savings and time deposit accounts amounted to \$41,597,008 and occurred during the month of February, 2024.
- d. Total amount of FDIC coverage at the time of the largest combined balance was \$250,000.

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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

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 general purpose 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. Additionally, investment practices of the County were 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 did have investments at December 31, 2024 in the following amounts:

Investment or Investment Type	Maturity	Fair Value
Texas Class	N/A	\$ 3,192,520
First Public	N/A	3,266,381

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 certain related disclosures:

a. Credit Risk

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. At year end, 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.

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

c. Concentration of Credit Risk

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

d. Interest Rate Risk

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

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 investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

D. Capital Assets

Capital asset activity for the year ended December 31, 2024, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 416,773	\$ --	\$ --	\$ 416,773
Total capital assets not being depreciated	<u>416,773</u>	<u>--</u>	<u>--</u>	<u>416,773</u>
<i>Capital assets being depreciated:</i>				
Infrastructure	43,715,819	--	--	43,715,819
Buildings and improvements	13,651,845	--	--	13,651,845
Machinery & Equipment	15,328,472	2,728,160	(403,195)	17,653,437
Right-to-Use Assets	174,931	--	--	174,931
Total capital assets being depreciated	<u>72,871,067</u>	<u>2,728,160</u>	<u>(403,195)</u>	<u>75,196,032</u>
Less accumulated depreciation for:				
Infrastructure	(33,498,609)	(149,222)	--	(33,647,831)
Buildings and improvements	(7,314,398)	(287,137)	--	(7,601,535)
Machinery & Equipment	(9,295,469)	(1,455,580)	403,195	(10,347,854)
Right-to-Use Assets	(90,313)	(43,733)	--	(134,046)
Total accumulated depreciation	<u>(50,198,789)</u>	<u>(1,935,672)</u>	<u>403,195</u>	<u>(51,731,266)</u>
Total capital assets being depreciated, net	<u>22,672,278</u>	<u>792,488</u>	<u>--</u>	<u>23,464,766</u>
Governmental activities capital assets, net	<u>\$ 23,089,051</u>	<u>\$ 792,488</u>	<u>\$ --</u>	<u>\$ 23,881,539</u>

Depreciation was charged to functions as follows:

General Government	\$ 793,625
Public Protection:	
Courthouse & Buildings	367,778
Probation	38,714
Sheriff	406,491
Fire Protection	58,070
Public Ways and Facilities, Including	
Depreciation of General Infrastructure Assets	270,994
	<u>\$ 1,935,672</u>

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

E. Interfund Balances and Activity

1. Due To and From Other Funds

The County did not have any balances in due to and due from other funds at December 31, 2024.

2. Transfers To and From Other Funds

Transfers to and from other funds at December 31, 2024, consisted of the following:

<u>Transfers out:</u>	<u>Transfers In:</u>		
	<u>General Fund</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
General fund	\$ --	\$ 533,243	\$ 533,243
Nonmajor governmental	--	283,637	283,637
Total transfers out	<u>--</u>	<u>816,880</u>	<u>816,880</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 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

Minimum fund balance policy. The governing council has adopted a financial policy to maintain a minimum level of unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund. The target level is set at two months of general fund annual revenues. This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially as a "revenue" source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a three-year period.

The County has restricted, committed, assigned, and unassigned fund balance as follows.

Restricted Fund Balance:

Federal or State Funds Grant Restriction	\$ 9,031,991
Retirement of Long-Term Debt	95,785
Capital Project Funds	2,289,252
	<u>11,417,028</u>

Committed Fund Balance:

Construction	--
Other Committed Fund Balance	--
	<u>--</u>

Assigned Fund Balance:

Other Assigned Fund Balance	--
	<u>--</u>

Unassigned Fund Balance

10,813,391
<u>10,813,391</u>

Total Fund Balance \$ 22,230,419

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

G. Long-Term Obligations

1. Long-Term Obligation Activity

On August 11, 2023, the County issued \$1,575,000 in Tax Notes, Series 2023 with installments of \$200,000 to \$255,000 through March 1, 2030, with interest rate between 4.20% and 4.90%. Proceeds were to be used to make improvements to county buildings.

The following is the certificates of obligation outstanding at December 31, 2024.

Description	Interest Rates (%)	Date of Issuance	Date of Maturity	Bonds Outstanding
Tax Notes, 2023	4.2-4.9%	August 11, 2023	March 1, 2030	\$1,375,000

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended December 31, 2024.

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities:					
Tax Notes	\$ --	\$ 1,575,000	\$ 200,000	\$ 1,375,000	\$ 200,000
Financed purchases	2,095,270	98,782	1,041,100	1,152,952	533,247
Compensated absences *	316,960	125,985	138,237	304,707	90,000
Right to Use Assets	21,714	--	21,257	457	457
Pension Liability	5,020,140	6,350,625	8,543,082	2,827,683	1,127,110
OPEB Liability	628,742	92,332	46,919	674,155	12,801
Total governmental activities	\$ 2,412,230	\$ 1,799,767	\$ 1,400,594	\$ 2,833,116	\$ 1,963,615

* Other long-term liabilities

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

Liability	Activity Type	Fund
Compensated absences	Governmental	General

H. Leases

Right-to-Use Assets

The County leases photocopy machines with an agreement having a 48 month term. Average payments of \$2,006 are made monthly which consist of principal and imputed interest ranging from 3.25% to 4.99%. No assets were pledged as collateral for these leases.

Year Ending December 31,	
2025	\$ 460
Total Right-to-Use Lease Asset Payments	460
Amount Representing Interest	(3)
Total Principal Payments	\$ 457

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

Leases

1. On February 24, 2023, the County entered into a three year lease agreement, secured with 7 2023 Chevrolet Tahoes with Government Capital Corporation with a maturity date of February 24, 2026. Payments are due in annual installments of \$128,338.86, including interest of 5.90%.
2. On July 26, 2019, the County entered into a five year lease agreement, secured with Voter Registration Equipment with Government Capital Corporation, with a maturity of January 8, 2024. Payments are due in annual installments of \$107,545.18 with interest of 3.99%.
3. On January 31, 2021, the County entered into a five year lease agreement, secured by roller spreader with Govt Capital Corporation, with a maturity date of January 31, 2026. Payments are due in annual installments of \$34,016.46 including interest of 2.861%.
4. On September 27, 2019, the County entered into a 5 year lease agreement secured by a Peterbilt Refuse Truck with Government Capital Corporation, with a maturity date of November 1, 2024. Payments of \$76,916 are due annually with an interest rate of 3.442%.
5. On March 8, 2021, the County entered into a 3 year lease agreement secured by 10 Police Vehicles with Government Capital Corporation, with a maturity date of February 22, 2024. Payments are due in annual installments of \$162,868.21, including interest of 3.091%.
6. On May 19, 2023, the County entered into a 5 year lease agreement secured by a Doosan Wheel Loader with Government Capital Corporation, with a maturity date of May 19, 2028. Payments are due in annual installments of \$30,028.45 including interest of 5.468%.
7. On September 13, 2024, the County entered into a 4 year lease agreement secured by a John Deere 5100 Cab Tractor with Government Capital Corporation, with a maturity date of October 1, 2027. Payments are due in annual installments of \$28,573.03 including interest of 3.179%.
8. On May 10, 2023, the County entered into a 3 year lease agreement with Government Capital Corporation for a 2022 AMMAN Padfoot Drum Roller with a maturity date of May 10, 2026. Payments are due in annual installments of \$43,299.26 including interest rate of 5.895%.
9. On October 15, 2020, the County entered into a 7 year lease agreement with Motorola Solutions, Inc. for law enforcement equipment with a maturity date of October 15, 2026. Payment are due in annual installments of \$115,554.95 including interest of 2.84%.
10. On February 28, 2020, the County entered into a 4 year lease agreement with Government Capital Corporation for a Doosan 3 wheel loader with a maturity date of February 29, 2024. Payments are due in annual installments of \$11,994.03 including interest of 4.371%.
11. On March 24, 2021, the County entered into a 5 year lease agreement with Government Capital Corporation for a John Deere Motorgrader with a maturity date of March 15, 2026. Payments are due in annual installments of \$44,257.37 including interest of 3.139%.
12. On April 2, 2021, the County entered into a 3 year lease agreement with Government Capital Corporation for a 2 trucks and related equipment with a maturity date of April 2, 2024. Payments are due in annual installments of \$48,236.84 including interest of 3.367%.
13. On April 12, 2021, the County entered into a 3 year lease agreement with Government Capital Corporation for a asphalt zipper with a maturity date of April 12, 2028. Payments are due in annual installments of \$44,923.26 including interest of 3.334%.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

14. On March 2, 2022, the County entered into a 3 year lease agreement with Government Capital Corporation for eight vehicles with a maturity date of February 15, 2025. Payments are due in annual installments of \$135,264.78 including interest of 3.441%.

15. On July 18, 2022, the County entered into a 3 year lease agreement with Government Capital Corporation for Kubota tractor with a maturity date of August 18, 2025. Payments are due in monthly installments of \$1,648.55 including interest of 4.2%.

16. On November 15, 2022, the County entered into a 3 year lease agreement with Government Capital Corporation for one vehicle with a maturity date of November 15, 2025. Payments are due in annual installments of \$6,969.85 including interest of 6.125%.

17. On April 1, 2022, the County entered into a 2 year lease agreement with Government Capital Corporation for a Motor Grader a maturity date of February 15, 2025. Payments are due in annual installments of \$46,529.63 including interest of 3.22%.

The assets acquired through leases are as follows:

	Governmental Activities
Asset:	
Machinery and Equipment	\$ 8,045,758
Less: accumulated depreciation	(3,142,842)
Total	<u>\$ 4,902,916</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2024 were as follows:

Year Ending December 31,	Principal	Interest	Total
2025	\$ 533,247	\$ 49,905	\$ 583,152
2026	426,381	27,391	453,772
2027	94,448	9,076	103,524
2028	98,876	4,649	103,525
Total	<u>\$ 1,152,952</u>	<u>\$ 91,021</u>	<u>\$ 1,243,973</u>

The General Fund is a lessor for a building with office space. The agreements are nonexchange transactions. The discount rate of the agreements is 2.00%. The terms are ending July 31, 2027.

Estimated future minimum lease payments to be received are as follow:

Year Ending December 31,	Receivable Reduction	Interest Revenue	Total
2025	\$ 42,386	\$ 6,864	\$ 49,250
2026	45,117	5,883	51,000
2027	26,953	2,797	29,750
Total	<u>\$ 114,456</u>	<u>\$ 15,544</u>	<u>\$ 130,000</u>

The lease receivable to be recognized is \$114,456 and the deferred inflow related to leases is \$106,456.

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. During fiscal year 2023, the County obtained general liability coverage at a cost that is considered to be economically justifiable by joining together with other governmental entities in the State as a member of the Texas Municipal League Intergovernmental Risk Pool ("TML"). TML is a self-funded pool operating as a common risk management and insurance program. The County pays an annual premium to TML for its above insurance coverage. The agreement for the formation of TML provides that TML 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 reinsurance. The County continues to

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

carry commercial insurance for other risks of loss. There were no significant reductions in commercial insurance coverage in the past fiscal year and settled claims resulting from these risks have not exceeded coverage in any of the past three fiscal years.

J. Pension Plan

1. Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS) is a qualified pension plan under Section 401(a) of Internal Revenue Code. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent-multiple-employer public employee retirement system consisting of 586 nontraditional defined benefit pension plans. TCDRS in the aggregate issues an annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 10 or more years of service, with 20 years of services regardless of age, or when the sum of their age and years of service equals 75 or more.

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 TCRDS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated deposits and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

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 10.8% for the calendar year 2018. 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 Jim Wells County were required to contribute 6.0% of their annual gross earnings during the fiscal year. The contribution rates for the County were 9.43% and 8.59% in calendar years 2020 and 2021, respectively. Jim Wells County's contributions to TCDRS for the fiscal year ended December 31, 2021 were \$1,066,727 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 statutorily 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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

The long-term expected rate of return on TCDRS assets 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 are based on January 2019 information for a 7-10 year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed in detail at a minimum of every four years, and is set based on a long-term 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.

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%	4.75%
Global Equities	MSCI World (net) Index	2.50%	4.75%
Int'l Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	4.75%
Int'l Equities - Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.75%
Investment-Grade Bonds	Bloomberg U.S. Aggregate Bond Index	3.00%	2.35%
Strategic Credit	FTSE High-Yield Cash Pay Index	9.00%	3.65%
Direct Lending	Morningstar LSTA US Leveraged Loan TR USD Index	16.00%	7.25%
Distressed Debt	Cambridge Associates Distressed Securities Index (3)	4.00%	6.90%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.10%
Master Limited Partnerships	Alerian MLP Index	2.00%	5.20%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (4)	6.00%	5.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (5)	25.00%	7.75%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	3.25%
Cash Equivalents	90-Day U.S. Treasury	2.00%	0.60%
Total		100.00%	

(1) Target asset allocation adopted at the March 2024 TCDRS board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate 2.2% per Cliffwater's 2024 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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

4. Changes in Net Pension Liability

At December 31, 2024, Jim Wells County reported a net pension liability of \$ 2,827,683. The changes in net pension liability were as follows:

	Total Pension Liability (a)	Increase (Decrease) Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2022	\$ 60,410,854	\$ 55,390,714	\$ 5,020,140
Changes for the year			
Service cost	1,692,069	-	1,692,069
Interest	4,594,094	-	4,594,094
Change in benefit terms	--	-	--
Diff between expected/actual experience	(198,645)	-	(198,645)
Change of assumptions	--	--	--
Contributions - employer	--	1,539,027	(1,539,027)
Contributions - employee	-	728,821	(728,821)
Net investment income	--	6,076,589	(6,076,589)
Benefit payments, including refunds of employee contributions	(3,370,355)	(3,370,355)	--
Administrative expenses	--	(31,487)	31,487
Other charges	--	(32,975)	32,975
Balance at 12/31/2023	<u>\$ 63,128,017</u>	<u>\$ 60,300,334</u>	<u>\$ 2,827,683</u>

The net pension liability was measured as of December 31, 2023 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.

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
County's net pension liability	\$ 70,563,991	\$ 63,128,017	\$ 56,815,393
Fiduciary net position	60,300,334	60,300,334	60,300,334
Net pension liability / (asset)	<u>\$ 10,263,657</u>	<u>\$ 2,827,683</u>	<u>\$ (3,484,941)</u>

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

For the year ended December 31, 2024, the District recognized pension expense of (\$566,028).

At December 31, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 1,450,406	\$ --
Changes in assumptions	--	--
Net difference between projected and actual earnings	--	181,356
Contributions subsequent to the measurement date N/A		1,649,456

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expenses as follows:

Year ended Dec. 31:	
2025	\$ (1,127,110)
2026	\$ (915,991)
2027	\$ 1,156,138
2028	\$ (382,087)
Thereafter	-

K. Other Post-Employment Benefits

Group Term Life Insurance Provided Through the Texas
County District Retirement System (TCDRS)

1. Plan Description

The County provides group term life insurance for all of its full-time employees and retirees through a statewide, agent multiple-employer, public-employee retirement system through TCDRS. The fund for this benefit is a separate trust administered by TCDRS. The fund receives monthly premiums and pays benefits when due. The obligations of the program are payable only from this fund, and are not an obligation of, or a claim against, the TCDRS Pension Trust Fund. The fund's assets are pooled with those of the Group Term Life Fund under provisions of the TCDRS Act and annually receive an allocation of income based on the fund value. The TCDRS issues an annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

Current employees of the plan are insured for an amount equivalent to the employee's current annual compensation. Employers may also choose to cover retirees. Retirees are insured for \$5,000. Life insurance proceeds are payable as a lump sum. The coverage provided to retirees is a post-employment benefit other than pension benefits.

2. Contributions

The County contributes to the program at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is equal to the cost of providing one-year term life insurance. The premium rate is expressed as a percentage of the covered payroll of members employed by the County. There is a one-year delay between the actuarial valuation that serves as the basis for the employer contribution rate and the calendar year when the rate goes into effect.

The program is voluntary and the County can cease participation at any time. Therefore, the funding policy of the program is to ensure that adequate resources are available to meet all insurance benefit payments for the upcoming year. It is not the intent of the funding policy to pre-fund retiree term life insurance during employees' entire careers.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Contribution Rates	
	2022	2023
Employee	--	--
Employer	0.14%	0.14%
December 31, 2023	\$	36,810

3. Actuarial Assumptions

The Group Term Life Fund (GTLF) is an optional cost-sharing multiple-employer defined benefit plan that is administered by the TCDRS. It provides death benefits to active and, if elected, retired employees of participating employers. The financing objective of the GTLF is to operate as a group term insured benefit, charging each employer its premium based on current actuarial assumptions and its own demographic membership (number of active and retired members covered by the GTLF). The funding of the GTLF is in accordance with Section 845.406 of the TCDRS statute. Contribution rates are established as a percentage of pay.

The GTLF provides death benefits to both active and retired members. Each participating employer can elect to cover just active members, or active and retired members. The required contribution rates for funding purposes are equal to a premium rate that is individually determined for each participating employer annually, and is based on the mortality and service experience of all employees and retirees covered by the fund and the demographics specific to the workforce of the participating employer. The rate is expressed as a percentage of the compensation of members employed by the participating employer. The required contributions are determined using a one-year term cost funding method.

Employers who participate in the TCDRS retirement plan may elect to participate in the GTLF. Employers may elect to cover members who are active employees only or both members who are active employees and retirees, and may elect to change or discontinue coverage annually.

The County must have elected the applicable Group Term Life coverage for the calendar year in which a member who is an active employee or retiree dies. If death occurs while the member is actively employed, the benefit is an amount equal to the employee's most recent regular annualized salary. The insurance benefit payable upon the death of a retiree is \$5,000.

The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

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 as of December 26, 2019.
Retirement Age	N/A
Mortality	See Tables 1 thru 4 in the Milliman Valuation Report

Discount Rate:

The OPEB plan has been determined to be an unfunded OPEB plan. Therefore, the discount rate used to measure the total OPEB liability was the municipal bond rate of 3.26%.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

Changes in the Total OPEB Liability:
OPEB liability were as follows:

	Increase (Decrease) Total OPEB Liability
Balance at 12/31/2022	\$ 628,742
Changes for the year:	
Service cost	20,570
Interest on total OPEB liability	23,908
Change in benefit terms	..
Diff between expected/actual experience	(33,557)
Changes of assumptions	47,854
Benefit payments, including refunds of employee contributions	(13,362)
Other	-
Net changes	45,413
Balance at 12/31/2023	\$ 674,155

The total OPEB liability was measured as of December 31, 2023 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 table shows the Total OPEB Liability of the employer, calculated using the discount rate of 3.26% as well as what the Jim Wells County Total OPEB Liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.26) or 1 percentage point higher (4.26%) than the current rate. Note that the healthcare cost trend rate does not affect the Total OPEB Liability, so sensitivity to the healthcare cost trend rate is not shown.

	1% Decrease in Discount Rate 2.26	Discount Rate 3.26	1% Decrease in Discount rate 4.26
Total OPEB Liability	\$ 798,215	\$ 674,155	\$ 576,251

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

For the year ended December 31, 2024, the County recognized OPEB expense of \$54,102.

At December 31, 2024 the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Deferred Inflows of Resources	Deferred Outflows of Resources
Difference between expected and actual economic experience (net of current year amortization)	\$ 6,666	\$ 48,119
Changes in actuarial assumptions (net of current year amortization)	163,165	23,409
Differences between projected and actual investment earnings (net of current year amortization)	-	-
Contributions subsequent to the measurement date	-	36,810
Total	\$ 169,831	\$ 108,338

\$36,810 reported as deferred outflows of resources related to OPEBs resulting from contributions subsequent to the measurement date, will be recognized in as a reduction of the net OPEB liability for the year ending December 31, 2025. Other amounts reported as deferred outflows and inflows of resources related to OPEBs will be recognized in OPEB expense as follows:

Fiscal Year ending December 31,	
2025	\$ (12,801)
2026	\$ (28,979)
2027	\$ (29,451)
2028	\$ (29,454)
2029	\$ \$2,382

L. Health Care Coverage

During the year ended December 31, 2024, employees of the County were covered by a health insurance plan (the Plan). The County paid premiums of \$634 per pay period per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement. The premiums were paid to a licensed insurer.

The contract between the County and the licensed insurer is renewable January 2, 2024, and the terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for the Plan are available for the year ended December 31, 2024, and have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

M. Commitments and Contingencies

1. Contingencies

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

2. Litigation

No reportable litigation was pending against the County at December 31, 2024.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

N. Budgeted Funds

The following funds had adopted budgets for the fiscal year ended December 31, 2024: General Funds, Road & Bridge Funds, Small Dams Fund, Law Library Fund, Debt Service Fund, and ARPA Grant Fund.

O. Subsequent Events

The County has evaluated subsequent events through July 3, 2025, the date which the financial statements were available to be issued.

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.

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

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>	\$ 14,059,109	\$ 14,059,109	\$ 13,873,770	\$ (185,339)
<i>General Sales and Use Taxes</i>	2,900,061	2,900,061	2,717,019	(183,042)
License and Permits	95,000	95,000	127,750	32,750
Intergovernmental	1,477,373	1,477,373	1,606,256	128,883
Charges for Services	72,200	72,200	184,468	112,268
Fines and Forfeitures	467,150	467,150	453,252	(13,898)
Fees of Office	1,167,050	1,167,050	976,699	(190,351)
Investment Earnings	32,000	32,000	369,791	337,791
Miscellaneous Revenues	97,050	97,050	279,105	182,055
Total revenues	20,366,993	20,366,993	20,588,110	221,117
EXPENDITURES:				
General Government				
County Judge				
<i>Personal Services</i>	291,526	291,526	283,642	7,884
<i>Supplies</i>	4,200	4,200	3,975	225
<i>Other Services and Charges</i>	10,750	10,750	3,956	6,794
Total County Judge	306,476	306,476	291,573	14,903
County Clerk				
<i>Personal Services</i>	432,113	432,113	436,091	(3,978)
<i>Supplies</i>	8,000	8,000	5,412	2,588
<i>Other Services and Charges</i>	70,440	70,440	76,994	(6,554)
Total County Clerk	510,553	510,553	518,497	(7,944)
Veterans Service				
<i>Personal Services</i>	80,531	80,531	81,775	(1,244)
<i>Supplies</i>	1,000	1,000	176	824
<i>Other Services and Charges</i>	43,200	43,200	38,993	4,207
Total Veterans Service	124,731	124,731	120,944	3,787
County Auditor				
<i>Personal Services</i>	680,201	680,201	662,961	17,240
<i>Supplies</i>	15,000	15,000	12,052	2,948
<i>Other Services and Charges</i>	71,600	71,600	53,106	18,494
Total County Auditor	766,801	766,801	728,119	38,682
County Treasurer				
<i>Personal Services</i>	199,619	199,619	199,107	512
<i>Supplies</i>	2,204	2,204	1,600	604
<i>Other Services and Charges</i>	5,696	5,696	5,146	550
Total County Treasurer	207,519	207,519	205,853	1,666
Tax Assessor-Collector				
<i>Personal Services</i>	556,018	556,018	508,686	47,332
<i>Supplies</i>	4,000	4,000	3,625	375
<i>Other Services and Charges</i>	677,802	677,802	715,459	(37,657)
Total Tax Assessor-Collector	1,237,820	1,237,820	1,227,770	10,050
County Courthouse and Annex				
<i>Personal Services</i>	413,640	413,640	390,145	23,495
<i>Supplies</i>	54,500	54,500	65,615	(11,115)
<i>Other Services and Charges</i>	1,200,800	1,200,800	1,306,085	(105,285)
<i>Capital Outlay</i>	--	--	121,787	(121,787)
Total County Courthouse and Annex	1,668,940	1,668,940	1,883,632	(214,692)

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT B-1
Page 2 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
County Airport				
Other Services and Charges	50,000	50,000	24,333	25,667
Total County Airport	50,000	50,000	24,333	25,667
Elections				
Personal Services	315,968	315,968	331,304	(15,336)
Supplies	26,600	26,600	26,166	434
Other Services and Charges	31,375	31,375	29,043	2,332
Total Elections	373,943	373,943	386,513	(12,570)
Non-Departmental				
Personal Services	77,608	77,608	77,479	129
Supplies	99,016	99,016	96,850	2,166
Other Services and Charges	1,008,355	1,008,355	1,206,801	(198,446)
Capital Outlay	--	--	861,708	(861,708)
Total Non-Departmental	1,184,979	1,184,979	2,242,838	(1,057,859)
Total General Government	6,431,762	6,431,762	7,630,072	(1,198,310)
Judicial				
County court				
Personal Services	553,200	553,200	340,243	212,957
Supplies	3,000	3,000	2,231	769
Other Services and Charges	418,025	418,025	470,659	(52,634)
Total County Court	974,225	974,225	813,133	161,092
District Court				
Personal Services	540,215	540,215	493,098	47,117
Supplies	5,000	5,000	3,974	1,026
Other Services and Charges	193,600	193,600	204,109	(10,509)
Total District Court	738,815	738,815	701,181	37,634
District Clerk				
Personal Services	584,910	584,910	547,803	37,107
Supplies	16,500	16,500	12,448	4,052
Other Services and Charges	37,100	37,100	20,037	17,063
Total District Clerk	638,510	638,510	580,288	58,222
Justice of the Peace				
Personal Services	883,044	883,044	879,620	3,424
Supplies	43,165	43,165	11,814	31,351
Other Services and Charges	55,387	55,387	40,839	14,548
Total Justice of the Peace	981,596	981,596	932,273	49,323
County Attorney				
Personal Services	836,255	836,255	742,580	93,675
Supplies	5,000	5,000	3,228	1,772
Other Services and Charges	10,750	10,750	6,106	4,644
Total County Attorney	852,005	852,005	751,914	100,091
District Attorney				
Personal Services	1,125,813	1,125,813	1,071,410	54,403
Supplies	4,000	4,000	3,123	877
Other Services and Charges	33,500	33,500	32,986	514
Total District Attorney	1,163,313	1,163,313	1,107,519	55,794
Total Judicial	5,348,464	5,348,464	4,886,308	462,156
Public Safety				
Ambulance				
Other Services and Charges	218,000	218,000	169,500	48,500
Total Ambulance	218,000	218,000	169,500	48,500

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT B-1
Page 3 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fire Protection				
Other Services and Charges	150,000	150,000	13,745	136,255
Total Fire Protection	150,000	150,000	13,745	136,255
Constable				
Personal Services	370,867	452,867	455,913	(3,046)
Supplies	9,985	9,985	3,092	6,893
Other Services and Charges	34,670	34,670	25,039	9,631
Total Constable	415,522	497,522	484,044	13,478
Sheriff				
Personal Services	5,172,088	5,172,088	5,049,349	122,739
Supplies	454,100	454,100	581,705	(127,605)
Other Services and Charges	618,100	618,100	983,545	(365,445)
Total Sheriff	6,244,288	6,244,288	6,614,599	(370,311)
Juvenile Corrections Board				
Personal Services	76,430	76,430	71,597	4,833
Supplies	16,500	16,500	19,817	(3,317)
Other Services and Charges	414,200	414,200	379,406	34,794
Total Juvenile Corrections Board	507,130	507,130	470,820	36,310
Emergency Management				
Supplies	--	--	520	(520)
Total Emergency Management	--	--	520	(520)
Safety Department				
Personal Services	168,493	168,493	133,672	34,821
Supplies	5,400	5,400	4,278	1,122
Other Services and Charges	54,870	54,870	27,077	27,793
Total Safety Department	228,763	228,763	165,027	63,736
Vector Control				
Supplies	6,000	6,000	7,812	(1,812)
Other Services and Charges	1,450	1,450	126	1,324
Total Vector Control	7,450	7,450	7,938	(488)
Adult Probation				
Other Services and Charges	6,000	6,000	6,000	--
Total Adult Probation	6,000	6,000	6,000	--
Total Public Safety	7,831,898	7,913,898	7,938,709	(24,811)
Health and Welfare				
Personal Services	66,466	66,466	65,519	947
Supplies	800	800	427	373
Other Services and Charges	45,142	45,142	19,342	25,800
Total Health and Welfare	112,408	112,408	85,288	27,120
Culture and Recreation				
Jim Wells County Library				
Other Services and Charges	19,373	19,373	15,094	4,279
Total Jim Wells County Library	19,373	19,373	15,094	4,279
Parks Department				
Other Services and Charges	30,600	30,600	54,420	(23,820)
Total Parks Department	30,600	30,600	54,420	(23,820)
Total Culture and Recreation	49,973	49,973	69,514	(19,541)
Conservation				
Agriculture Extension Service				
Personal Services	180,890	180,890	162,095	18,795
Supplies	14,603	14,603	12,131	2,472
Other Services and Charges	96,560	96,560	68,028	28,532
Total Agriculture Extension Service	292,053	292,053	242,254	49,799

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT B-1
Page 4 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Economic Development and Assistance				
<i>Personal Services</i>	121,370	121,370	121,699	(329)
<i>Other Services and Charges</i>	235,028	235,028	237,226	(2,198)
<i>Total Economic Development and Assistance</i>	<u>356,398</u>	<u>356,398</u>	<u>358,925</u>	<u>(2,527)</u>
<i>Debt Service:</i>				
<i>Principal</i>	280,266	280,266	284,294	(4,028)
<i>Interest and Fiscal Charges</i>	--	--	14,181	(14,181)
<i>Total Debt Service</i>	<u>280,266</u>	<u>280,266</u>	<u>298,475</u>	<u>(18,209)</u>
Total Expenditures	<u>20,703,222</u>	<u>20,785,222</u>	<u>21,509,545</u>	<u>(724,323)</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(336,229)</u>	<u>(418,229)</u>	<u>(921,435)</u>	<u>(503,206)</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(1,362,885)	(1,362,885)	(533,243)	(829,642)
Total Other Financing Sources (Uses)	<u>(1,362,885)</u>	<u>(1,362,885)</u>	<u>(533,243)</u>	<u>(829,642)</u>
Net Change in Fund Balances	(1,699,114)	(1,781,114)	(1,454,678)	326,436
Fund Balances - Beginning	12,271,581	12,271,581	12,271,581	--
Fund Balances - Ending	<u>\$ 10,572,467</u>	<u>\$ 10,490,467</u>	<u>\$ 10,816,903</u>	<u>\$ 326,436</u>

JIM WELLS COUNTY, TEXAS
ARPA GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT B-2

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ 12,305	\$ 12,305	\$ 12,305	\$ --
Total revenues	<u>12,305</u>	<u>12,305</u>	<u>12,305</u>	<u>--</u>
EXPENDITURES:				
General Government				
Non-Departmental				
Personal Services	26,880	26,880	26,879	1
Supplies	24,791	24,791	24,791	--
Other Services and Charges	3,125,161	3,125,161	3,125,161	--
Capital Outlay	1,078,336	1,078,336	1,078,336	--
Total Non-Departmental	<u>4,255,167</u>	<u>4,255,167</u>	<u>4,255,167</u>	<u>--</u>
Total General Government	<u>4,255,167</u>	<u>4,255,167</u>	<u>4,255,167</u>	<u>--</u>
Total Expenditures	<u>4,255,167</u>	<u>4,255,167</u>	<u>4,255,167</u>	<u>--</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(4,242,862)</u>	<u>(4,242,862)</u>	<u>(4,242,862)</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	<u>(4,242,862)</u>	<u>(4,242,862)</u>	<u>(4,242,862)</u>	<u>--</u>
Fund Balances - Beginning	<u>4,640,197</u>	<u>4,640,197</u>	<u>4,640,197</u>	<u>--</u>
Fund Balances - Ending	<u>\$ 397,335</u>	<u>\$ 397,335</u>	<u>\$ 397,335</u>	<u>\$ --</u>

JIM WELLS COUNTY, TEXAS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Plan Year Ended December 31,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability										
Service cost	\$ 1,892,069	\$ 1,418,190	\$ 1,513,212	\$ 1,418,210	\$ 1,254,477	\$ 1,208,189	\$ 1,241,222	\$ 1,495,734	\$ 1,290,592	\$ 1,242,660
Interest (on the total pension liability)	4,504,094	4,185,343	4,032,625	3,836,822	3,671,342	3,484,547	3,323,714	3,167,787	3,058,111	2,844,479
Changes of benefit terms	-	5,190,173	-	-	-	-	-	(431,184)	(168,268)	-
Difference between expected and actual experience	(198,645)	(2,602,806)	(519,862)	287,134	(444,838)	(57,069)	(598,806)	(975,283)	(751,173)	(44,050)
Change of assumptions	-	-	(123,290)	2,870,296	-	-	465,674	-	446,185	-
Benefit payments, including refunds of employee contributions	(3,370,355)	(2,830,410)	(2,767,194)	(2,482,687)	(2,520,229)	(2,235,086)	(2,188,802)	(2,348,036)	(1,724,687)	(1,471,906)
Net Change In Total Pension Liability	2,717,163	5,369,450	2,135,491	5,038,775	1,060,762	2,399,681	1,997,077	970,018	2,150,560	2,623,183
Total Pension Liability - Beginning	60,410,854	55,041,403	52,905,912	47,267,137	45,106,175	42,006,694	40,913,667	39,884,648	37,828,089	35,204,905
Total Pension Liability - Ending (a)	\$ 63,128,017	\$ 60,410,853	\$ 55,041,403	\$ 52,905,912	\$ 46,166,937	\$ 44,306,375	\$ 42,906,694	\$ 40,913,668	\$ 39,978,649	\$ 37,828,088
Plan Fiduciary Net Position										
Contributions - employer	\$ 1,570,022	\$ 1,231,471	\$ 1,066,727	\$ 1,108,598	\$ 982,398	\$ 920,434	\$ 848,058	\$ 1,122,930	\$ 1,110,494	\$ 1,142,342
Contributions - employee	728,871	726,814	649,125	668,121	614,632	579,496	561,628	622,092	617,908	501,887
Net Investment Income	5,076,589	(3,411,150)	10,888,413	4,754,298	6,633,054	(789,932)	5,462,850	2,635,191	(528,142)	2,287,706
Benefit payments, including refunds of employee contributions	(3,370,355)	(2,830,410)	(2,767,194)	(2,482,687)	(2,520,229)	(2,235,086)	(2,188,802)	(2,348,036)	(1,724,687)	(1,471,906)
Administrative expense	(31,487)	(32,460)	(32,357)	(16,608)	(35,081)	(32,438)	(27,905)	(28,652)	(25,862)	(26,972)
Other	(12,925)	(72,814)	(16,007)	(16,328)	(25,198)	(17,687)	(30,604)	(90,829)	(63,877)	(32,749)
Net Change in Plan Fiduciary Net Position	4,909,670	(4,408,549)	9,768,712	3,995,394	5,849,581	(1,575,213)	4,425,234	1,911,101	(614,766)	2,490,308
Plan Fiduciary Net Position - Beginning	55,390,714	59,799,264	50,030,553	46,035,158	40,316,576	41,860,790	37,535,556	35,622,256	36,212,022	33,746,713
Plan Fiduciary Net Position - Ending (b)	\$ 60,300,384	\$ 55,390,715	\$ 59,799,265	\$ 50,030,552	\$ 46,035,157	\$ 40,285,577	\$ 41,960,790	\$ 37,535,557	\$ 35,597,256	\$ 36,237,021
Net Pension Liability - Ending (a) - (b)	\$ 2,827,633	\$ 5,020,138	\$ (4,757,862)	\$ 2,875,360	\$ 1,231,880	\$ 4,020,798	\$ 945,904	\$ 3,378,100	\$ 4,356,393	\$ 1,591,067
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	95.52%	91.69%	108.64%	94.57%	97.39%	89.14%	97.80%	91.74%	89.10%	106.14%
Covered Payroll	\$ 12,147,014	\$ 11,850,634	\$ 10,818,745	\$ 10,972,924	\$ 10,243,956	\$ 9,568,273	\$ 9,360,464	\$ 10,378,279	\$ 10,244,406	\$ 9,894,780
Net Pension Liability as a Percentage of Covered Payroll	23.28%	41.09%	-43.98%	26.30%	12.03%	51.43%	10.11%	32.55%	42.52%	16.13%

JIM WELLS COUNTY, TEXAS
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Fiscal Year Ended December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 1,049,456	\$ 1,519,027	\$ 1,231,471	\$ 1,066,727	\$ 1,108,598	\$ 984,249	\$ 720,454	\$ 848,058	\$ 1,122,930	\$ 1,110,494
Contributions in relation to actuarially determined contribution	(1,649,456)	(1,539,027)	(1,231,471)	(1,066,727)	(1,108,598)	(984,249)	(720,454)	(848,058)	(1,122,930)	(1,110,494)
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 13,049,854	\$ 13,184,785	\$ 12,701,241	\$ 12,807,928	\$ 11,920,196	\$ 11,201,012	\$ 10,947,885	\$ 9,360,464	\$ 10,378,279	\$ 10,744,406
Contributions as a percentage of covered payroll	11.82%	11.67%	9.70%	9.03%	9.30%	8.79%	6.58%	9.06%	10.82%	10.84%

JIM WELLS COUNTY, TEXAS
NOTES TO SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

Valuation Date: 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
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	17.3 years (based on contribution rate calculated in 12/31/2023 valuation)
Asset Valuation Method	5-yr smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.5%, net of investment expenses, including inflation.
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	135% of the PUB-2010 General Retirees Table for males and 120% of the PUB-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

Other Information: There were no benefit changes during the year.

JIM WELLS COUNTY, TEXAS
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Plan Year Ended December 31,						
	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability							
Service cost	\$ 70,570	\$ 32,007	\$ 34,182	\$ 27,184	\$ 17,216	\$ 70,237	\$ 19,110
Interest (on the total OPEB liability)	23,908	16,711	16,454	18,037	21,024	18,777	19,571
Changes of benefit terms	-	-	-	-	-	-	-
Difference between expected and actual experience	(33,557)	11,794	(16,662)	1,899	(16,922)	1,134	(21,003)
Change of assumptions	47,854	(202,801)	19,026	78,986	129,047	(56,263)	22,589
Benefit payments, including refunds of employee contributions	(19,362)	(16,311)	(15,146)	(15,306)	(14,342)	(13,522)	(13,105)
Net Change in Total OPEB Liability	45,413	(158,600)	37,854	110,800	136,023	(29,637)	27,162
Total OPEB Liability - Beginning	628,742	787,342	749,488	638,688	502,665	532,302	505,140
Total OPEB Liability - Ending	\$ 674,155	\$ 628,742	\$ 787,342	\$ 749,488	\$ 638,688	\$ 502,665	\$ 532,302
 Covered Payroll	 \$ 12,147,014	 \$ 11,650,634	 \$ 10,818,745	 \$ 10,932,924	 \$ 10,243,956	 \$ 9,858,275	 \$ 9,360,484
 Total OPEB Liability as a Percentage of Covered Payroll	 5.55%	 5.40%	 7.28%	 6.86%	 6.23%	 5.10%	 5.69%

JIM WELLS COUNTY, TEXAS
NOTES TO SCHEDULE OF OPEB CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

Valuation Date: 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 level percent of salary.
Amortization Method	Straight-line amortization of expected working life.
Remaining Amortization Period	NA
Asset Valuation Method	NA
Inflation	NA
Salary Increases	NA
Investment Rate of Return	3.26%, based on 20-year Bond GO Index published by bondbuyer.com as of December 28, 2023.
Retirement Age	NA
Mortality	See Tables 1 thru 4 in the Milliman Valuation Report

Other Information: There were no benefit changes during the year.

JIM WELLS COUNTY, TEXAS

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024**

BUDGETARY INFORMATION – The budget is prepared in accordance with financial policies approved by the County Budget Officer and the Commissioners Court following a public hearing. The Budget Officer is required by policy to present Commissioners Court with a balanced budget that contains a no-tax increase assumption as a starting point for budget discussions. The amounts budgeted in a fiscal year for expenditures in various funds may not exceed the balances in those funds as of the first day of the fiscal year plus any anticipated revenue for the fiscal year as estimated by the County Auditor.

The following are the funds which have legally adopted annual budgets prepared on a basis consistent with GAAP. General Fund, Debt Service Fund, and Special Revenue Funds which includes all four Road & Bridge Funds, the Small Dams Fund and the Law Library Fund. Project-length financial plans are adopted for the Capital Projects Funds.

The budget law of the State of Texas provides that "the amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in said funds plus the anticipated revenues for the current year for which the budget is made as estimated by the County Auditor. In addition, law provides that the Commissioners Court may, upon proper application, transfer an existing budget surplus during the year to a budget of like kind and fund but no such transfer shall increase the total budget.

Each year, all departments submit to the Budget Officer requests for appropriation. These requests are reviewed, compiled and presented to the Commissioners Court for approval. The Commissioners Court conducts departmental budget reviews, adjusts budget requests to final form and conducts a public hearing in the County Administration Building. Once copy of the proposed budget must be filed with the County Clerk and one with the County Auditor. Copies must be available to the public. The Commissioners Court must provide for the public hearing on the budget on some date within seven calendar days after the filing of the budget and prior to October 1st of the current fiscal year.

The County controls appropriations at the category level (i.e., salaries/allowances, operations and property) for each department/project within the General Fund and some of the Special Revenue Funds. Grants are budgeted in total and not at the category level. All Debt Service Funds' expenditures for principal and interest of long-term debt are considered to be in the operations category. Certain appropriation transfers may be made between categories or departments only with the approval of the Commissioners Court. Other transfers (e.g. court costs) may be authorized by the County Judge. Transfers that were made during fiscal year 2023 did not increase the County's overall budget. Unencumbered funds lapse at fiscal year end. The original budgets presented in the report are the approved budgets before amendments and transfers. The final budgets presented in this report reflect the budgets as amended for all appropriation transfers processed during the fiscal year. The legal level of budgetary control (the level on which expenditures may not exceed appropriations) is on an object class basis. More comprehensive accounting of activity on the budgetary basis is provided in a separate report, which available for public inspection in the office of the Jim Wells County Auditor, 200 N. Almond, Alice, Texas 78332.

*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.

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 8,624,168	\$ 95,785	\$ 2,289,252	\$ 11,009,205
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	4,039,332	--	--	4,039,332
<i>Sales Taxes Receivable</i>	58,762	--	--	58,762
Total Assets	<u>\$ 12,722,262</u>	<u>\$ 95,785</u>	<u>\$ 2,289,252</u>	<u>\$ 15,107,299</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 51,785	\$ --	\$ --	\$ 51,785
Total Liabilities	<u>51,785</u>	<u>--</u>	<u>--</u>	<u>51,785</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	4,039,333	--	--	4,039,333
Total Deferred Inflows of Resources	<u>4,039,333</u>	<u>--</u>	<u>--</u>	<u>4,039,333</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	8,634,656	--	--	8,634,656
Retirement of Long-Term Debt	--	95,785	--	95,785
Unassigned	(3,512)	--	--	(3,512)
<i>Capital Project Funds</i>	--	--	2,289,252	2,289,252
Total Fund Balance	<u>8,631,144</u>	<u>95,785</u>	<u>2,289,252</u>	<u>11,016,181</u>
Total Liabilities and Fund Balance	<u>\$ 12,722,262</u>	<u>\$ 95,785</u>	<u>\$ 2,289,252</u>	<u>\$ 15,107,299</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenue:				
Taxes:				
General Property Taxes	\$ 3,714,992	\$ 254,586	\$ --	\$ 3,969,578
General Sales and Use Taxes	675,693	--	--	675,693
License and Permits	364,712	--	--	364,712
Intergovernmental	3,955,814	--	--	3,955,814
Charges for Services	201,006	--	--	201,006
Fines and Forfeitures	438,080	--	--	438,080
Fees of Office	1,657,955	--	--	1,657,955
Investment Earnings	39,265	906	8,243	48,414
Miscellaneous Revenues	247,286	--	--	247,286
Total revenues	<u>11,294,803</u>	<u>255,492</u>	<u>8,243</u>	<u>11,558,538</u>
Expenditures:				
Current:				
General Government	274,378	--	--	274,378
Judicial	608,439	--	--	608,439
Public Safety	3,256,420	--	--	3,256,420
Public Transportation	5,709,314	--	--	5,709,314
Health and Welfare	968,404	--	--	968,404
Debt Service:				
Principal	778,062	200,000	--	978,062
Interest and Fiscal Charges	70,114	62,501	--	132,615
Fiscal Agent's Fees	--	--	65,000	65,000
Total Expenditures	<u>11,665,131</u>	<u>262,501</u>	<u>65,000</u>	<u>11,992,632</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(370,328)</u>	<u>(7,009)</u>	<u>(56,757)</u>	<u>(434,094)</u>
Other Financing Sources (Uses):				
Transfers In	816,880	--	--	816,880
Transfers Out	(283,637)	--	--	(283,637)
Loan Proceeds	--	--	1,575,000	1,575,000
Financing Purchases	98,782	--	--	98,782
Total Other Financing Sources (Uses)	<u>632,025</u>	<u>--</u>	<u>1,575,000</u>	<u>2,207,025</u>
Net Change in Fund Balances	261,697	(7,009)	1,518,243	1,772,931
Fund Balances - Beginning	8,369,447	102,794	771,009	9,243,250
Fund Balances - Ending	<u>\$ 8,631,144</u>	<u>\$ 95,785</u>	<u>\$ 2,289,252</u>	<u>\$ 11,016,181</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Lone Star Grant	HIDTA Grant Fund	Bond Safety Program	Federal Forfeiture US Treasury Fund
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 85,679	\$ 30,624	\$ 47,233	\$ 5,666
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
Total Assets	<u>\$ 85,679</u>	<u>\$ 30,624</u>	<u>\$ 47,233</u>	<u>\$ 5,666</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	85,679	30,624	47,233	5,666
<i>Unassigned</i>	--	--	--	--
Total Fund Balance	<u>85,679</u>	<u>30,624</u>	<u>47,233</u>	<u>5,666</u>
Total Liabilities and Fund Balance	<u>\$ 85,679</u>	<u>\$ 30,624</u>	<u>\$ 47,233</u>	<u>\$ 5,666</u>

re	Border Star Grant Fund	Road & Bridge No. 21 Fund	Road & Bridge No. 22 Fund	Road & Bridge No. 23 Fund	Road & Bridge No. 24 Fund
	\$ 63	\$ 595,698	\$ 1,988,157	\$ 1,836,556	\$ 1,281,829
	--	889,406	595,138	1,222,186	1,332,602
	--	11,576	9,619	18,005	19,562
	<u>\$ 63</u>	<u>\$ 1,496,680</u>	<u>\$ 2,592,914</u>	<u>\$ 3,076,747</u>	<u>\$ 2,633,993</u>
	\$ --	\$ --	\$ --	\$ 5,853	\$ 7,724
	--	--	--	5,853	7,724
	--	889,406	595,138	1,222,187	1,332,602
	--	<u>889,406</u>	<u>595,138</u>	<u>1,222,187</u>	<u>1,332,602</u>
	63	607,274	1,997,776	1,848,707	1,293,667
	--	--	--	--	--
	<u>63</u>	<u>607,274</u>	<u>1,997,776</u>	<u>1,848,707</u>	<u>1,293,667</u>
	<u>\$ 63</u>	<u>\$ 1,496,680</u>	<u>\$ 2,592,914</u>	<u>\$ 3,076,747</u>	<u>\$ 2,633,993</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Indigent Health Care Fund	HAVA Grant Fund	Victim Assistance Program	Sheriff Impound Fees
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 29,546	\$ 2,812	\$ 82,134	\$ 21,984
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
Total Assets	\$ 29,546	\$ 2,812	\$ 82,134	\$ 21,984
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 29,646	\$ --	\$ --	\$ --
Total Liabilities	29,646	--	--	--
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	--	--	--	--
Total Deferred Inflows of Resources	--	--	--	--
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	--	2,812	82,134	21,984
<i>Unassigned</i>	(100)	--	--	--
Total Fund Balance	(100)	2,812	82,134	21,984
Total Liabilities and Fund Balance	\$ 29,546	\$ 2,812	\$ 82,134	\$ 21,984

Small Dams No. 32 Fund	CSCD Pretrial Division Felony	CSCD Pretrial Division Substance Abuse	CSCD Specialized Caseload (SO)	DA State Grant Fund
\$ 41,122	\$ 13,659	\$ 11,491	\$ 8,926	\$ 42,214
--	--	--	--	--
--	--	--	--	--
<u>\$ 41,122</u>	<u>\$ 13,659</u>	<u>\$ 11,491</u>	<u>\$ 8,926</u>	<u>\$ 42,214</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
41,122	13,659	11,491	8,926	42,214
--	--	--	--	--
<u>41,122</u>	<u>13,659</u>	<u>11,491</u>	<u>8,926</u>	<u>42,214</u>
<u>\$ 41,122</u>	<u>\$ 13,659</u>	<u>\$ 11,491</u>	<u>\$ 8,926</u>	<u>\$ 42,214</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Pre-Trial Bond Supervision	CSCD After Care Caseload	County Attorney Check Collection	Juvenile Probation Fund
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 482,046	\$ 6,312	\$ 10,652	\$ 187
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
Total Assets	<u>\$ 482,046</u>	<u>\$ 6,312</u>	<u>\$ 10,652</u>	<u>\$ 187</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	482,046	6,312	10,652	187
<i>Unassigned</i>	--	--	--	--
Total Fund Balance	<u>482,046</u>	<u>6,312</u>	<u>10,652</u>	<u>187</u>
Total Liabilities and Fund Balance	<u>\$ 482,046</u>	<u>\$ 6,312</u>	<u>\$ 10,652</u>	<u>\$ 187</u>

Adult Probation Fund	State Juvenile Probation Fund	Colonia Grant Fund	Home Program Fund	Law Library Fund
\$ 145,236	\$ 276,329	\$ (3,412)	\$ 12,360	\$ 93,272
--	--	--	--	--
--	--	--	--	--
<u>\$ 145,236</u>	<u>\$ 276,329</u>	<u>\$ (3,412)</u>	<u>\$ 12,360</u>	<u>\$ 93,272</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
145,236	276,329	--	12,360	93,272
--	--	(3,412)	--	--
<u>145,236</u>	<u>276,329</u>	<u>(3,412)</u>	<u>12,360</u>	<u>93,272</u>
<u>\$ 145,236</u>	<u>\$ 276,329</u>	<u>\$ (3,412)</u>	<u>\$ 12,360</u>	<u>\$ 93,272</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Disaster Relief Fund	Drug Abuse and Rehabilitation Fund	County Attorney Crime Prevention Fund	79th Judicial District Attorney Forfeiture Fund
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 690	\$ 25,069	\$ 205	\$ 222,032
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
Total Assets	<u>\$ 690</u>	<u>\$ 25,069</u>	<u>\$ 205</u>	<u>\$ 222,032</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	690	25,069	205	222,032
<i>Unassigned</i>	--	--	--	--
Total Fund Balance	<u>690</u>	<u>25,069</u>	<u>205</u>	<u>222,032</u>
Total Liabilities and Fund Balance	<u>\$ 690</u>	<u>\$ 25,069</u>	<u>\$ 205</u>	<u>\$ 222,032</u>

Sheriff Drug Forfeiture Fund	Sheriff Forfeiture Fund	Community Corrections Fund	Constable Prct 5 Drug Forfeiture Fund	Pretrial Domestic Violence
\$ 219,713	\$ 374,647	\$ 20,769	\$ 31,479	\$ 7,388
--	--	--	--	--
--	--	--	--	--
\$ 219,713	\$ 374,647	\$ 20,769	\$ 31,479	\$ 7,388
\$ 8,562	\$ --	\$ --	\$ --	\$ --
8,562	--	--	--	--
--	--	--	--	--
--	--	--	--	--
211,151	374,647	20,769	31,479	7,388
--	--	--	--	--
211,151	374,647	20,769	31,479	7,388
\$ 219,713	\$ 374,647	\$ 20,769	\$ 31,479	\$ 7,388

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Drug and Alcohol Court Fund	Bail Bond Board
ASSETS		
Assets:		
<i>Cash and Cash Equivalents</i>	\$ 25,036	\$ 16,000
<i>Taxes Receivables (net of allowances for uncollectibles);</i>	--	--
<i>Sales Taxes Receivable</i>	--	--
Total Assets	<u>\$ 25,036</u>	<u>\$ 16,000</u>
LIABILITIES AND FUND BALANCES:		
Liabilities:		
<i>Accounts Payable</i>	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:		
<i>Unavailable Revenue Property Taxes</i>	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>
Fund Balances:		
Restricted Fund Balances:		
Federal or State Funds Grant Restriction	25,036	16,000
<i>Unassigned</i>	--	--
Total Fund Balance	<u>25,036</u>	<u>16,000</u>
Total Liabilities and Fund Balance	<u>\$ 25,036</u>	<u>\$ 16,000</u>

<u>JP Technology Fund</u>	<u>County and District Court Technology Fund</u>	<u>Records Preservation Fund</u>	<u>Total Nonmajor Special Revenue Funds (See Exhibit C-1)</u>
\$ 24,377	\$ 4,919	\$ 503,469	\$ 8,624,168
--	--	--	4,039,332
--	--	--	58,762
<u>\$ 24,377</u>	<u>\$ 4,919</u>	<u>\$ 503,469</u>	<u>\$ 12,722,262</u>
\$ --	\$ --	\$ --	\$ 51,785
--	--	--	51,785
--	--	--	4,039,333
--	--	--	4,039,333
24,377	4,919	503,469	8,634,656
--	--	--	(3,512)
<u>24,377</u>	<u>4,919</u>	<u>503,469</u>	<u>8,631,144</u>
<u>\$ 24,377</u>	<u>\$ 4,919</u>	<u>\$ 503,469</u>	<u>\$ 12,722,262</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Lone Star Grant	HIDTA Grant Fund	Bond Safety Program	Federal Forfeiture US Treasury Fund
Revenue:				
Taxes:				
General Property Taxes	\$ --	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--	--
License and Permits	--	--	--	--
Intergovernmental	327,446	149,803	--	5,658
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	--	--	--	--
Investment Earnings	347	180	735	8
Miscellaneous Revenues	--	--	--	--
Total revenues	<u>327,793</u>	<u>149,983</u>	<u>735</u>	<u>5,666</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	--	--	--	--
Public Safety	279,055	100,518	134,237	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	--
Debt Service:				
Principal	--	--	--	--
Interest and Fiscal Charges	--	--	--	--
Total Expenditures	<u>279,055</u>	<u>100,518</u>	<u>134,237</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>48,738</u>	<u>49,465</u>	<u>(133,502)</u>	<u>5,666</u>
Other Financing Sources (Uses):				
Transfers In	--	--	149,243	--
Transfers Out	--	(76,483)	--	--
Financing Purchase	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>(76,483)</u>	<u>149,243</u>	<u>--</u>
Net Change in Fund Balances	<u>48,738</u>	<u>(27,018)</u>	<u>15,741</u>	<u>5,666</u>
Fund Balances - Beginning	36,941	57,642	31,492	--
Fund Balances - Ending	<u>\$ 85,679</u>	<u>\$ 30,624</u>	<u>\$ 47,233</u>	<u>\$ 5,666</u>

te	Border Star Grant Fund	Road & Bridge No. 21 Fund	Road & Bridge No. 22 Fund	Road & Bridge No. 23 Fund	Road & Bridge No. 24 Fund
	\$ --	\$ 731,853	\$ 608,144	\$ 1,138,273	\$ 1,236,722
	--	133,812	111,193	208,122	222,566
	--	69,521	53,816	119,109	122,266
	653	17,372	14,444	27,010	29,356
	--	--	--	--	--
	--	92	75	146	155
	--	609,441	49,015	143,913	420,216
	63	2,801	8,812	8,708	6,576
	--	68,024	19,420	23,862	36,821
	<u>716</u>	<u>1,632,916</u>	<u>864,919</u>	<u>1,669,143</u>	<u>2,074,678</u>
	--	--	--	--	--
	--	--	--	--	--
	26,863	--	--	--	--
	--	1,282,582	709,076	1,447,353	2,046,882
	--	--	--	--	--
	--	99,460	--	168,545	167,596
	--	4,487	--	13,778	17,839
	<u>26,863</u>	<u>1,386,529</u>	<u>709,076</u>	<u>1,629,676</u>	<u>2,232,317</u>
	<u>(26,147)</u>	<u>246,387</u>	<u>155,843</u>	<u>39,467</u>	<u>(157,639)</u>
	--	129,000	--	--	--
	--	(6,404)	(4,958)	(10,835)	(10,988)
	--	--	--	--	98,782
	<u>--</u>	<u>122,596</u>	<u>(4,958)</u>	<u>(10,835)</u>	<u>87,794</u>
	(26,147)	368,983	150,885	28,632	(69,845)
	26,210	238,291	1,846,891	1,820,075	1,363,512
\$	<u>63</u>	<u>\$ 607,274</u>	<u>\$ 1,997,776</u>	<u>\$ 1,848,707</u>	<u>\$ 1,293,667</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Indigent Health Care Fund	HAVA Grant Fund	CARES Act Grant	Victim Assistance Program
Revenue:				
Taxes:				
General Property Taxes	\$ --	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--	--
License and Permits	--	--	--	--
Intergovernmental	--	--	--	240,460
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	--	--	--	--
Investment Earnings	127	30	--	--
Miscellaneous Revenues	68	--	--	--
Total revenues	<u>195</u>	<u>30</u>	<u>--</u>	<u>240,460</u>
Expenditures:				
Current:				
General Government	--	--	123,693	--
Judicial	--	--	--	--
Public Safety	--	--	--	17,129
Public Transportation	--	--	--	--
Health and Welfare	138,720	--	--	--
Debt Service:				
Principal	--	--	--	--
Interest and Fiscal Charges	--	--	--	--
Total Expenditures	<u>138,720</u>	<u>--</u>	<u>123,693</u>	<u>17,129</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(138,525)</u>	<u>30</u>	<u>(123,693)</u>	<u>223,331</u>
Other Financing Sources (Uses):				
Transfers In	100,000	--	--	--
Transfers Out	--	--	--	(146,140)
Financing Purchase	--	--	--	--
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>--</u>	<u>--</u>	<u>(146,140)</u>
Net Change in Fund Balances	<u>(38,525)</u>	<u>30</u>	<u>(123,693)</u>	<u>77,191</u>
Fund Balances - Beginning	38,425	2,782	123,693	4,943
Fund Balances - Ending	<u>\$ (100)</u>	<u>\$ 2,812</u>	<u>\$ --</u>	<u>\$ 82,134</u>

<u>Sheriff Impound Fees</u>	<u>Small Dams No. 32 Fund</u>	<u>CSCD Pretrial Division Felony</u>	<u>CSCD Pretrial Division Substance Abuse</u>	<u>CSCD Specialized Caseload (SO)</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	33,221	29,250	50,375	38,423
2,170	--	--	--	--
--	--	--	--	--
--	--	--	--	--
89	269	--	--	--
--	--	--	--	--
<u>2,259</u>	<u>33,490</u>	<u>29,250</u>	<u>50,375</u>	<u>38,423</u>
--	--	--	--	--
--	--	--	--	--
1,425	--	20,631	47,752	37,123
--	142,063	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>1,425</u>	<u>142,063</u>	<u>20,631</u>	<u>47,752</u>	<u>37,123</u>
834	(108,573)	8,619	2,623	1,300
--	73,185	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>73,185</u>	<u>--</u>	<u>--</u>	<u>--</u>
834	(35,388)	8,619	2,623	1,300
21,150	76,510	5,040	8,868	7,626
<u>\$ 21,984</u>	<u>\$ 41,122</u>	<u>\$ 13,659</u>	<u>\$ 11,491</u>	<u>\$ 8,926</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	DA State Grant Fund	Pre-Trial Bond Supervision	CSCD After Care Caseload	County Attorney Check Collection
Revenue:				
Taxes:				
General Property Taxes	\$ --	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--	--
License and Permits	--	--	--	--
Intergovernmental	569,110	253,646	26,300	--
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	165
Fees of Office	--	--	--	--
Investment Earnings	279	1,780	--	45
Miscellaneous Revenues	--	--	--	--
Total revenues	<u>569,389</u>	<u>255,426</u>	<u>26,300</u>	<u>210</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	590,893	--	--	1,627
Public Safety	--	139,543	--	--
Public Transportation	--	--	--	--
Health and Welfare	--	--	24,614	--
Debt Service:				
Principal	--	--	--	--
Interest and Fiscal Charges	--	--	--	--
Total Expenditures	<u>590,893</u>	<u>139,543</u>	<u>24,614</u>	<u>1,627</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(21,504)</u>	<u>115,883</u>	<u>1,686</u>	<u>(1,417)</u>
Other Financing Sources (Uses):				
Transfers In	--	--	--	--
Transfers Out	(3,229)	--	--	--
Financing Purchase	--	--	--	--
Total Other Financing Sources (Uses)	<u>(3,229)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>(24,733)</u>	<u>115,883</u>	<u>1,686</u>	<u>(1,417)</u>
Fund Balances - Beginning	66,947	366,163	4,626	12,069
Fund Balances - Ending	<u>\$ 42,214</u>	<u>\$ 482,046</u>	<u>\$ 6,312</u>	<u>\$ 10,652</u>

Juvenile Probation Fund	Adult Probation Fund	State Juvenile Probation Fund	Colonia Grant Fund	Home Program Fund
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	494,722	639,263	517,482	--
--	198,836	--	--	--
--	--	--	--	--
--	1,227	930	--	--
--	--	--	--	--
--	694,785	640,193	517,482	--
--	--	--	--	--
--	--	--	--	--
--	762,283	624,083	--	--
--	--	--	517,482	--
--	--	--	--	--
--	--	--	--	--
--	762,283	624,083	517,482	--
--	(67,498)	16,110	--	--
--	--	--	--	--
--	85,000	--	--	--
--	--	--	--	--
--	85,000	--	--	--
--	--	--	--	--
--	17,502	16,110	--	--
187	127,734	260,219	(3,412)	12,360
\$ 187	\$ 145,236	\$ 276,329	\$ (3,412)	\$ 12,360

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Law Library Fund	Disaster Relief Fund	Drug Abuse and Rehabilitation Fund	County Attorney Crime Prevention Fund
Revenue:				
Taxes:				
General Property Taxes	\$ --	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--	--
License and Permits	--	--	--	--
Intergovernmental	--	287,588	--	25,174
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	17,570	--	--	--
Investment Earnings	361	--	110	37
Miscellaneous Revenues	--	--	--	--
Total revenues	<u>17,931</u>	<u>287,588</u>	<u>110</u>	<u>25,211</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	15,919	--	--	--
Public Safety	--	--	5,306	33,669
Public Transportation	--	--	--	--
Health and Welfare	--	287,588	--	--
Debt Service:				
Principal	--	--	--	--
Interest and Fiscal Charges	--	--	--	--
Total Expenditures	<u>15,919</u>	<u>287,588</u>	<u>5,306</u>	<u>33,669</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,012</u>	<u>--</u>	<u>(5,196)</u>	<u>(8,458)</u>
Other Financing Sources (Uses):				
Transfers In	10,000	--	--	16,600
Transfers Out	--	--	--	(8,000)
Financing Purchase	--	--	--	--
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>--</u>	<u>--</u>	<u>8,600</u>
Net Change in Fund Balances	<u>12,012</u>	<u>--</u>	<u>(5,196)</u>	<u>142</u>
Fund Balances - Beginning	81,260	690	30,265	63
Fund Balances - Ending	<u>\$ 93,272</u>	<u>\$ 690</u>	<u>\$ 25,069</u>	<u>\$ 205</u>

I	79th Judicial District Attorney Forfeiture Fund	Sheriff Drug Forfeiture Fund	Sheriff Forfeiture Fund	Community Corrections Fund	Constable Prct 5 Drug Forfeiture Fund
	\$ --	\$ --	\$ --	\$ --	\$ --
	--	--	--	--	--
	--	--	--	--	--
	--	--	--	92,302	--
	--	--	--	--	--
	290,897	146,550	--	--	--
	--	--	348,882	--	--
	1,124	1,050	1,012	--	147
	--	98,832	--	--	--
	<u>292,021</u>	<u>246,432</u>	<u>349,894</u>	<u>92,302</u>	<u>147</u>
	--	--	--	--	--
	--	--	--	--	--
	590,471	245,966	1,992	87,866	11,290
	--	--	81,358	--	--
	--	--	--	--	--
	--	342,461	--	--	--
	--	34,010	--	--	--
	<u>590,471</u>	<u>622,437</u>	<u>83,350</u>	<u>87,866</u>	<u>11,290</u>
	(298,450)	(376,005)	266,544	4,436	(11,143)
	157,369	76,483	--	--	--
	(16,600)	--	--	--	--
	--	--	--	--	--
	<u>140,769</u>	<u>76,483</u>	<u>--</u>	<u>--</u>	<u>--</u>
	(157,681)	(299,522)	266,544	4,436	(11,143)
	379,713	510,673	108,103	16,333	42,622
	<u>\$ 222,032</u>	<u>\$ 211,151</u>	<u>\$ 374,647</u>	<u>\$ 20,769</u>	<u>\$ 31,479</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Pretrial Domestic Violence	Drug and Alcohol Court Fund	Bail Bond Board
Revenue:			
Taxes:			
General Property Taxes	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--
License and Permits	--	--	--
Intergovernmental	32,306	54,450	--
Charges for Services	--	--	--
Fines and Forfeitures	--	--	--
Fees of Office	--	--	1,740
Investment Earnings	--	--	61
Miscellaneous Revenues	--	--	--
Total revenues	<u>32,306</u>	<u>54,450</u>	<u>1,801</u>
Expenditures:			
Current:			
General Government	--	--	--
Judicial	--	--	--
Public Safety	30,498	43,670	--
Public Transportation	--	--	--
Health and Welfare	--	--	--
Debt Service:			
Principal	--	--	--
Interest and Fiscal Charges	--	--	--
Total Expenditures	<u>30,498</u>	<u>43,670</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,808</u>	<u>10,780</u>	<u>1,801</u>
Other Financing Sources (Uses):			
Transfers In	--	--	--
Transfers Out	--	--	--
Financing Purchase	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	1,808	10,780	1,801
Fund Balances - Beginning	5,580	14,256	14,199
Fund Balances - Ending	<u>\$ 7,388</u>	<u>\$ 25,036</u>	<u>\$ 16,000</u>

JP Technology Fund	County and District Court Technology Fund	Records Preservation Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
\$ --	\$ --	\$ --	\$ 3,714,992
--	--	--	675,693
--	--	--	364,712
--	--	--	3,955,814
--	--	--	201,006
--	--	--	438,080
1,948	--	65,230	1,657,955
--	19	2,338	39,265
--	259	--	247,286
<u>1,948</u>	<u>278</u>	<u>67,568</u>	<u>11,294,803</u>
--	--	150,685	274,378
--	--	--	608,439
15,050	--	--	3,256,420
--	--	--	5,709,314
--	--	--	968,404
--	--	--	778,062
--	--	--	70,114
<u>15,050</u>	<u>--</u>	<u>150,685</u>	<u>11,665,131</u>
<u>(13,102)</u>	<u>278</u>	<u>(83,117)</u>	<u>(370,328)</u>
20,000	--	--	816,880
--	--	--	(283,637)
--	--	--	98,782
<u>20,000</u>	<u>--</u>	<u>--</u>	<u>632,025</u>
6,898	278	(83,117)	261,697
17,479	4,641	586,586	8,369,447
<u>\$ 24,377</u>	<u>\$ 4,919</u>	<u>\$ 503,469</u>	<u>\$ 8,631,144</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 21 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 746,648	\$ 746,648	\$ 731,853	\$ (14,795)
<i>General Sales and Use Taxes</i>	142,828	142,828	133,812	(9,016)
License and Permits	70,500	70,500	69,521	(979)
Intergovernmental	15,000	15,000	17,372	2,372
Fines and Forfeitures	350	350	92	(258)
Fees of Office	587,000	587,000	609,441	22,441
Investment Earnings	800	800	2,801	2,001
Miscellaneous Revenues	8,000	8,000	68,024	60,024
Total revenues	<u>1,571,126</u>	<u>1,571,126</u>	<u>1,632,916</u>	<u>61,790</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	712,538	712,538	754,319	(41,781)
<i>Supplies</i>	172,799	172,799	168,140	4,659
<i>Other Services and Charges</i>	375,851	375,851	360,123	15,728
Total Public Transportation	<u>1,261,188</u>	<u>1,261,188</u>	<u>1,282,582</u>	<u>(21,394)</u>
Debt Service:				
<i>Principal</i>	100,416	100,416	99,460	956
<i>Interest and Fiscal Charges</i>	4,500	4,500	4,487	13
Total Debt Service	<u>104,916</u>	<u>104,916</u>	<u>103,947</u>	<u>969</u>
Total Expenditures	<u>1,366,104</u>	<u>1,366,104</u>	<u>1,386,529</u>	<u>(20,425)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>205,022</u>	<u>205,022</u>	<u>246,387</u>	<u>41,365</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers In</i>	--	--	129,000	129,000
<i>Transfers Out</i>	(6,404)	(6,404)	(6,404)	--
Total Other Financing Sources (Uses)	<u>(6,404)</u>	<u>(6,404)</u>	<u>122,596</u>	<u>(129,000)</u>
Net Change in Fund Balances	<u>198,618</u>	<u>198,618</u>	<u>368,983</u>	<u>170,365</u>
Fund Balances - Beginning	<u>238,290</u>	<u>238,290</u>	<u>238,291</u>	<u>1</u>
Fund Balances - Ending	<u>\$ 436,908</u>	<u>\$ 436,908</u>	<u>\$ 607,274</u>	<u>\$ 170,366</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 22 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 637,671	\$ 637,671	\$ 608,144	\$ (29,527)
<i>General Sales and Use Taxes</i>	118,757	118,757	111,193	(7,564)
License and Permits	95,500	95,500	53,816	(41,684)
Intergovernmental	15,000	15,000	14,444	(556)
Fines and Forfeitures	300	300	75	(225)
Fees of Office	46,500	46,500	49,015	2,515
Investment Earnings	3,500	3,500	8,812	5,312
Miscellaneous Revenues	5,500	5,500	19,420	13,920
Total revenues	<u>922,728</u>	<u>922,728</u>	<u>864,919</u>	<u>(57,809)</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>		622,620	507,909	114,711
<i>Supplies</i>	103,765	103,765	65,748	38,017
<i>Other Services and Charges</i>	188,635	188,635	37,866	150,769
<i>Capital Outlay</i>	842,000	842,000	97,553	744,447
Total Public Transportation	<u>1,134,400</u>	<u>1,757,020</u>	<u>709,076</u>	<u>1,047,944</u>
Total Expenditures	<u>1,134,400</u>	<u>1,757,020</u>	<u>709,076</u>	<u>1,047,944</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(211,672)</u>	<u>(834,292)</u>	<u>155,843</u>	<u>990,135</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	<u>(4,958)</u>	<u>(4,958)</u>	<u>(4,958)</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>(4,958)</u>	<u>(4,958)</u>	<u>(4,958)</u>	<u>--</u>
Net Change in Fund Balances	<u>(216,630)</u>	<u>(839,250)</u>	<u>150,885</u>	<u>990,135</u>
Fund Balances - Beginning	<u>1,846,891</u>	<u>1,846,891</u>	<u>1,846,891</u>	<u>--</u>
Fund Balances - Ending	<u>\$ 1,630,261</u>	<u>\$ 1,007,641</u>	<u>\$ 1,997,776</u>	<u>\$ 990,135</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 23 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 1,105,423	\$ 1,105,423	\$ 1,138,273	\$ 32,850
<i>General Sales and Use Taxes</i>	222,072	222,072	208,122	(13,950)
License and Permits	200,500	200,500	119,109	(81,391)
Intergovernmental	30,000	30,000	27,010	(2,990)
Fines and Forfeitures	600	600	146	(454)
Fees of Office	141,500	141,500	143,913	2,413
Investment Earnings	4,500	4,500	8,708	4,208
Miscellaneous Revenues	15,500	15,500	23,862	8,362
Total revenues	<u>1,720,095</u>	<u>1,720,095</u>	<u>1,669,143</u>	<u>(50,952)</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	923,312	923,312	736,038	187,274
<i>Supplies</i>	411,800	411,800	296,018	115,782
<i>Other Services and Charges</i>	488,800	488,800	319,438	169,362
<i>Capital Outlay</i>	168,700	168,700	95,859	72,841
Total Public Transportation	<u>1,992,612</u>	<u>1,992,612</u>	<u>1,447,353</u>	<u>545,259</u>
Debt Service:				
<i>Principal</i>	168,549	168,549	168,545	4
<i>Interest and Fiscal Charges</i>	13,780	13,780	13,778	2
Total Debt Service	<u>182,329</u>	<u>182,329</u>	<u>182,323</u>	<u>6</u>
Total Expenditures	<u>2,174,941</u>	<u>2,174,941</u>	<u>1,629,676</u>	<u>545,265</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(454,846)</u>	<u>(454,846)</u>	<u>39,467</u>	<u>494,313</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(10,835)	(10,835)	(10,835)	--
Total Other Financing Sources (Uses)	<u>(10,835)</u>	<u>(10,835)</u>	<u>(10,835)</u>	<u>--</u>
Net Change in Fund Balances	<u>(465,681)</u>	<u>(465,681)</u>	<u>28,632</u>	<u>494,313</u>
Fund Balances - Beginning	1,820,075	1,820,075	1,820,075	--
Fund Balances - Ending	<u>\$ 1,354,394</u>	<u>\$ 1,354,394</u>	<u>\$ 1,848,707</u>	<u>\$ 494,313</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 24 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-8

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 1,192,737	\$ 1,192,737	\$ 1,236,722	\$ 43,985
<i>General Sales and Use Taxes</i>	241,358	241,358	222,566	(18,792)
License and Permits	200,500	200,500	122,266	(78,234)
Intergovernmental	24,000	24,000	29,356	5,356
Fines and Forfeitures	600	600	155	(445)
Fees of Office	402,500	402,500	420,216	17,716
Investment Earnings	3,400	3,400	6,576	3,176
Miscellaneous Revenues	10,500	10,500	36,821	26,321
Total revenues	<u>2,075,595</u>	<u>2,075,595</u>	<u>2,074,678</u>	<u>(917)</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	922,963	922,983	919,023	3,960
<i>Supplies</i>	238,050	238,050	308,073	(70,023)
<i>Other Services and Charges</i>	645,846	645,848	640,813	5,035
<i>Capital Outlay</i>	179,283	179,283	178,973	310
Total Public Transportation	<u>1,986,142</u>	<u>1,986,164</u>	<u>2,046,882</u>	<u>(60,718)</u>
Debt Service:				
<i>Principal</i>	171,420	171,420	167,596	3,824
<i>Interest and Fiscal Charges</i>	18,000	18,000	17,839	161
Total Debt Service	<u>189,420</u>	<u>189,420</u>	<u>185,435</u>	<u>3,985</u>
Total Expenditures	<u>2,175,562</u>	<u>2,175,584</u>	<u>2,232,317</u>	<u>(56,733)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(99,967)</u>	<u>(99,989)</u>	<u>(157,639)</u>	<u>(57,650)</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(10,988)	(10,988)	(10,988)	--
<i>Capital Leases</i>	--	--	98,782	(98,782)
Total Other Financing Sources (Uses)	<u>(10,988)</u>	<u>(10,988)</u>	<u>87,794</u>	<u>(98,782)</u>
Net Change in Fund Balances	(110,955)	(110,977)	(69,845)	41,132
Fund Balances - Beginning	1,363,511	1,363,511	1,363,512	1
Fund Balances - Ending	<u>\$ 1,252,556</u>	<u>\$ 1,252,534</u>	<u>\$ 1,293,667</u>	<u>\$ 41,133</u>

JIM WELLS COUNTY, TEXAS
SMALL DAMS NO. 32 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ 33,221	\$ 33,221	\$ 33,221	\$ --
Investment Earnings	200	200	269	69
Total revenues	<u>33,421</u>	<u>33,421</u>	<u>33,490</u>	<u>69</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	23,172	43,172	42,203	969
<i>Other Services and Charges</i>	90,221	100,221	99,860	361
<i>Total Public Transportation</i>	<u>113,393</u>	<u>143,393</u>	<u>142,063</u>	<u>1,330</u>
Total Expenditures	<u>113,393</u>	<u>143,393</u>	<u>142,063</u>	<u>1,330</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(79,972)</u>	<u>(109,972)</u>	<u>(108,573)</u>	<u>1,399</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers In</i>	73,185	73,185	73,185	--
Total Other Financing Sources (Uses)	<u>73,185</u>	<u>73,185</u>	<u>73,185</u>	<u>--</u>
Net Change in Fund Balances	<u>(6,787)</u>	<u>(36,787)</u>	<u>(35,388)</u>	<u>1,399</u>
Fund Balances - Beginning	76,510	76,510	76,510	--
Fund Balances - Ending	<u>\$ 69,723</u>	<u>\$ 39,723</u>	<u>\$ 41,122</u>	<u>\$ 1,399</u>

JIM WELLS COUNTY, TEXAS
LAW LIBRARY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 21,500	\$ 21,500	\$ 17,570	\$ (3,930)
Investment Earnings	50	50	361	311
Total revenues	<u>21,550</u>	<u>21,550</u>	<u>17,931</u>	<u>(3,619)</u>
EXPENDITURES:				
Judicial				
County court				
Other Services and Charges	31,000	31,000	15,919	15,081
Total County Court	<u>31,000</u>	<u>31,000</u>	<u>15,919</u>	<u>15,081</u>
Total Judicial	<u>31,000</u>	<u>31,000</u>	<u>15,919</u>	<u>15,081</u>
Total Expenditures	<u>31,000</u>	<u>31,000</u>	<u>15,919</u>	<u>15,081</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,450)</u>	<u>(9,450)</u>	<u>2,012</u>	<u>11,462</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	10,000	10,000	10,000	--
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>--</u>
Net Change in Fund Balances	550	550	12,012	11,462
Fund Balances - Beginning	81,260	81,260	81,260	--
Fund Balances - Ending	<u>\$ 81,810</u>	<u>\$ 81,810</u>	<u>\$ 93,272</u>	<u>\$ 11,462</u>

JIM WELLS COUNTY, TEXAS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 258,026	\$ 258,026	\$ 254,586	\$ (3,440)
Investment Earnings	200	200	906	706
Total revenues	<u>258,226</u>	<u>258,226</u>	<u>255,492</u>	<u>(2,734)</u>
EXPENDITURES:				
<i>Debt Service:</i>				
<i>Principal</i>	200,000	200,000	200,000	--
<i>Interest and Fiscal Charges</i>	62,501	62,501	62,501	--
<i>Total Debt Service</i>	<u>262,501</u>	<u>262,501</u>	<u>262,501</u>	<u>--</u>
Total Expenditures	<u>262,501</u>	<u>262,501</u>	<u>262,501</u>	<u>--</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(4,275)</u>	<u>(4,275)</u>	<u>(7,009)</u>	<u>(2,734)</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(4,275)	(4,275)	(7,009)	(2,734)
Fund Balances - Beginning	102,794	102,794	102,794	--
Fund Balances - Ending	<u>\$ 98,519</u>	<u>\$ 98,519</u>	<u>\$ 95,785</u>	<u>\$ (2,734)</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2024

	Relief Route Capital Fund	Tax Notes 2023 Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 774,054	\$ 1,515,198	\$ 2,289,252
Total Assets	<u>\$ 774,054</u>	<u>\$ 1,515,198</u>	<u>\$ 2,289,252</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Fund Balances:			
Restricted Fund Balances:			
<i>Capital Project Funds</i>	\$ 774,054	\$ 1,515,198	\$ 2,289,252
Total Fund Balance	<u>774,054</u>	<u>1,515,198</u>	<u>2,289,252</u>
Total Liabilities and Fund Balance	<u>\$ 774,054</u>	<u>\$ 1,515,198</u>	<u>\$ 2,289,252</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Relief Route Capital Fund	Tax Notes 2023 Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
Revenue:			
<i>Investment Earnings</i>	\$ 3,047	\$ 5,196	\$ 8,243
Total revenues	<u>3,047</u>	<u>5,196</u>	<u>8,243</u>
Expenditures:			
Debt Service:			
<i>Fiscal Agent's Fees</i>	--	65,000	65,000
Total Expenditures	<u>--</u>	<u>65,000</u>	<u>65,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,047</u>	<u>(59,804)</u>	<u>(56,757)</u>
Other Financing Sources (Uses):			
<i>Loan Proceeds</i>	--	1,575,000	1,575,000
Total Other Financing Sources (Uses)	<u>--</u>	<u>1,575,000</u>	<u>1,575,000</u>
Net Change in Fund Balances	3,047	1,515,196	1,518,243
Fund Balances - Beginning	771,007	2	771,009
Fund Balances - Ending	<u>\$ 774,054</u>	<u>\$ 1,515,198</u>	<u>\$ 2,289,252</u>

This page is left blank intentionally.

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION

CUSTODIAL FUNDS

DECEMBER 31, 2024

	Appellate Judicial Fund	79th Judicial District Attorney Escrow Fund	79th Judicial D.A. Fee Fund	Sheriff Department Fee Fund
ASSETS:				
Cash and Cash Equivalents	\$ 1,849	\$ 1,418,106	\$ 6,529	\$ 107,663
Total Assets	<u>1,849</u>	<u>1,418,106</u>	<u>6,529</u>	<u>107,663</u>
LIABILITIES:				
Due to Other Governments and Agencies	--	--	--	--
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
RESTRICTED NET POSITION	<u>\$ 1,849</u>	<u>\$ 1,418,106</u>	<u>\$ 6,529</u>	<u>\$ 107,663</u>

State Fees Fund	Vouchers Payable Fund	Tax Collector Fund	District Clerk Fund	County Clerk Fund
\$ 300,024	\$ 320,743	\$ 480,642	\$ 1,335,788	\$ 1,009,340
300,024	320,743	480,642	1,335,788	1,009,340
--	--	--	--	--
--	--	--	--	--
\$ 300,024	\$ 320,743	\$ 480,642	\$ 1,335,788	\$ 1,009,340

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2024

	Payroll Administrative Fund	Ad Valorem Tax Escrow Fund
ASSETS:		
Cash and Cash Equivalents	\$ 1,105,783	\$ 2,592,920
Total Assets	<u>1,105,783</u>	<u>2,592,920</u>
LIABILITIES:		
Due to Other Governments and Agencies	--	--
Total Liabilities	<u>--</u>	<u>--</u>
RESTRICTED NET POSITION	<u>\$ 1,105,783</u>	<u>\$ 2,592,920</u>

County Attorney Trust Fund	Sheriff Cash Bond Fund	Total Custodial Funds (See Exhibit A-7)
\$ 2,792	\$ 3,224	\$ 8,685,403
2,792	3,224	8,685,403
--	--	--
--	--	--
\$ 2,792	\$ 3,224	\$ 8,685,403

JIM WELLS COUNTY, TEXAS**EXHIBIT C-15**

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS-CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Appellate Judicial Fund	79th Judicial D.A. Escrow Fund	79th Judicial D.A. Fee Fund	Sheriff Department Fee Fund
ADDITIONS				
Contributions	\$ 2,631	\$ 652,571	\$ 1,022	\$ 177,264
Total Contributions	<u>2,631</u>	<u>652,571</u>	<u>1,022</u>	<u>177,264</u>
DEDUCTIONS				
Administrative Expenses	3,419	1,196,342	--	152,294
Total Deductions	<u>3,419</u>	<u>1,196,342</u>	<u>--</u>	<u>152,294</u>
Change in Net Position	(788)	(543,771)	1,022	24,970
Net Position-Beginning of the Year	2,637	1,961,877	5,507	82,693
Net Position-End of the Year	<u>\$ 1,849</u>	<u>\$ 1,418,106</u>	<u>\$ 6,529</u>	<u>\$ 107,663</u>

	<u>State Fees Fund</u>	<u>Vouchers Payable Fund</u>	<u>Tax Collector Fund</u>	<u>District Clerk Fund</u>	<u>County Clerk Fund</u>
ADDITIONS					
Contributions	\$ 479,365	\$ 6,104,655	\$ 13,863,153	\$ 630,393	\$ 503,845
Total Contributions	<u>479,365</u>	<u>6,104,655</u>	<u>13,863,153</u>	<u>630,393</u>	<u>503,845</u>
DEDUCTIONS					
Administrative Expenses	433,525	5,829,717	13,745,966	2,234,364	723,272
Total Deductions	<u>433,525</u>	<u>5,829,717</u>	<u>13,745,966</u>	<u>2,234,364</u>	<u>723,272</u>
Change in Net Position	45,840	274,938	117,187	(1,603,971)	(219,427)
Net Position-Beginning of the Year	254,184	45,805	363,455	2,939,759	1,228,767
Net Position-End of the Year	<u>\$ 300,024</u>	<u>\$ 320,743</u>	<u>\$ 480,642</u>	<u>\$ 1,335,788</u>	<u>\$ 1,009,340</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS-CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Payroll Administrative Fund	Ad Valorem Tax Escrow Fund	County Attorney Trust Fund	Sheriff Cash Bond Fund	Total Custodial Funds
ADDITIONS					
Contributions	\$ 29,423,907	\$ 19,817,648	\$ 9,615	\$ 13	\$ 71,666,082
Total Contributions	<u>29,423,907</u>	<u>19,817,648</u>	<u>9,615</u>	<u>13</u>	<u>71,666,082</u>
DEDUCTIONS					
Administrative Expenses	28,876,351	21,022,863	6,823	--	74,224,936
Total Deductions	<u>28,876,351</u>	<u>21,022,863</u>	<u>6,823</u>	<u>--</u>	<u>74,224,936</u>
Change in Net Position	547,556	(1,205,215)	2,792	13	(2,558,854)
Net Position-Beginning of the Year	558,227	3,798,135	--	3,211	11,244,257
Net Position-End of the Year	<u>\$ 1,105,783</u>	<u>\$ 2,592,920</u>	<u>\$ 2,792</u>	<u>\$ 3,224</u>	<u>\$ 8,685,403</u>

STATISTICAL SECTION

This part of the Jim Wells 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	118
<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	123
<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	130
<i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	134
<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	138
<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.

TABLE E-1

JIM WELLS COUNTY, TEXAS

NET ASSETS BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	Fiscal Year 2018	2019	2020	2021
Governmental Activities							
Net Investment in Capital Assets	\$ 21,480,901	\$ 21,296,519	\$ 21,037,621	\$ 20,832,777	\$ 20,801,027	\$ 20,782,340	\$ 22,686,740
Restricted	1,282,470	1,274,637	1,065,748	977,814	988,296	849,485	860,032
Unrestricted	11,090,825	9,103,318	11,328,575	14,239,298	15,075,103	15,346,556	19,608,140
Total Governmental Activities Net Position	<u>\$ 33,854,196</u>	<u>\$ 31,674,474</u>	<u>\$ 69,481,833</u>	<u>\$ 72,914,315</u>	<u>\$ 73,842,807</u>	<u>\$ 80,133,293</u>	<u>\$ 43,154,912</u>
	2022	2023	2024				
Governmental Activities							
Net Investment in Capital Assets	\$ 20,397,829	\$ 21,764,554	\$ 23,489,829				
Restricted	865,219	873,803	11,568,759				
Unrestricted	27,914,464	20,759,862	8,891,158				
Total Governmental Activities Net Position	<u>\$ 49,177,512</u>	<u>\$ 43,398,219</u>	<u>\$ 43,949,746</u>				

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

TABLE E-2

JIM WELLS COUNTY, TEXAS

EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental Activities:										
General Government	\$ 4,926,571	\$ 6,126,377	\$ 5,585,530	\$ 5,985,704	\$ 6,360,674	\$ 7,217,136	\$ 7,422,076	\$ 8,227,307	\$ 13,537,217	\$ 11,823,095
Judicial	4,690,475	3,966,181	4,566,636	4,054,322	4,324,846	4,393,258	4,349,317	3,917,487	5,068,947	5,494,747
Public Safety	8,678,685	8,520,388	8,405,430	8,371,679	8,713,377	8,727,386	8,641,759	9,610,427	10,544,688	9,761,983
Public Transportation	3,504,784	4,016,728	3,614,657	3,917,188	4,573,934	4,370,019	4,460,623	4,241,964	5,170,043	5,307,110
Health & Welfare	1,321,339	1,247,698	1,141,001	593,500	613,246	355,114	1,129,556	1,733,223	763,821	1,053,692
Culture & Recreation	63,771	59,650	59,860	64,132	52,300	—	24,630	—	60,372	69,514
Conservation	338,859	234,661	229,285	210,170	223,949	231,979	224,394	229,350	204,368	242,254
Economic Development & Assistance	166,160	25,000	302,505	135,133	120,482	146,176	172,652	253,530	296,062	358,925
Interest on Long-Term Debt	77,067	72,403	76,221	73,452	76,352	234,226	166,047	379,480	82,489	216,593
Total Governmental Activities Expenses	23,968,011	24,269,086	23,981,125	23,385,281	25,059,160	25,675,334	26,591,254	28,592,738	35,748,007	33,347,914
Total Primary Government Expenses	\$ 23,968,011	\$ 24,269,086	\$ 23,981,125	\$ 23,385,281	\$ 25,059,160	\$ 25,675,334	\$ 26,591,254	\$ 28,592,738	\$ 35,748,007	\$ 33,347,914
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 1,307,737	\$ 1,384,274	\$ 1,451,596	\$ 954,672	\$ 1,200,139	\$ 1,092,096	\$ 1,157,149	\$ 1,500,435	\$ 1,307,451	\$ 1,356,095
Judicial	451,649	511,863	477,456	634,503	475,499	362,253	372,818	361,581	392,772	470,967
Public Safety	1,847,910	673,538	1,626,331	2,127,711	1,052,965	1,316,319	1,318,789	1,464,631	1,067,564	639,453
Other Activities	973,203	909,536	1,063,439	1,195,793	1,231,848	1,351,995	1,438,334	1,706,961	1,726,786	2,045,969
Operating Grants and Contributions	2,664,310	3,007,131	3,644,741	2,550,173	2,972,066	2,755,297	8,285,922	8,373,591	3,732,827	5,473,868
Total Governmental Activities Program Revenues	7,244,809	6,486,342	8,263,563	7,462,850	6,932,559	6,877,950	12,572,692	13,407,199	8,227,400	9,985,412
Total Primary Government Program Revenues	\$ 7,244,809	\$ 6,486,342	\$ 8,263,563	\$ 7,462,850	\$ 6,932,559	\$ 6,877,950	\$ 12,572,692	\$ 13,407,199	\$ 8,227,400	\$ 9,985,412
Net (Expense)/Revenue										
Governmental Activities	\$ (16,723,202)	\$ (17,782,744)	\$ (15,717,562)	\$ (15,922,431)	\$ (18,126,601)	\$ (18,797,384)	\$ (18,126,601)	\$ (15,185,539)	\$ (27,520,607)	\$ (23,362,502)
Total Primary Government Net Expense	\$ (16,723,202)	\$ (17,782,744)	\$ (15,717,562)	\$ (15,922,431)	\$ (18,126,601)	\$ (18,797,384)	\$ (18,126,601)	\$ (15,185,539)	\$ (27,520,607)	\$ (23,362,502)

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

TABLE E-3

JIM WELLS COUNTY, TEXAS

GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (Expense)/Revenue										
Governmental Activities	\$ (16,723,202)\$	(17,782,744)\$	(15,717,562)\$	(15,922,431)\$	(18,126,601)\$	(18,797,384)\$	(14,018,562)\$	(15,185,539)\$	(27,520,607)\$	(23,362,502)
Business-type Activities	--	--	--	--	--	--	--	--	--	--
Total Primary Government										
Expenses	\$ (16,723,202)\$	(17,782,744)\$	(15,717,562)\$	(15,922,431)\$	(18,126,601)\$	(18,797,384)\$	(14,018,562)\$	(15,185,539)\$	(27,520,607)\$	(23,362,502)
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Taxes										
Property Taxes	\$ 13,112,296 \$	11,639,683 \$	14,780,021 \$	15,388,135 \$	15,226,441 \$	15,742,510 \$	16,675,752 \$	17,227,233 \$	17,301,061 \$	19,563,836
Sales Taxes	3,553,802	2,189,082	2,383,694	3,085,301	3,087,065	2,612,434	2,983,205	3,415,666	3,562,340	3,392,712
Fines and Forfeitures	--	--	--	--	--	--	--	--	--	--
Investment Earnings	64,710	64,210	71,177	83,737	192,222	293,567	174,744	67,059	234,068	430,510
Miscellaneous	501,454	1,694,948	212,328	571,300	435,410	262,828	361,392	491,099	653,845	506,971
Gain on Disposal of Capital Assets	--	15,100	--	--	--	--	--	--	--	--
Total Governmental Activities	\$ 17,232,262 \$	15,603,023 \$	17,447,220 \$	19,128,473 \$	18,941,138 \$	18,911,339 \$	20,195,083 \$	21,201,057 \$	21,741,314 \$	23,894,029
Business-type Activities:										
Investment Earnings	--	--	--	--	--	--	--	--	--	--
Transfers	--	--	--	--	--	--	--	--	--	--
Total Business-type Activities	--	--	--	--	--	--	--	--	--	--
Total Primary Government	\$ 17,232,262 \$	15,603,023 \$	17,447,220 \$	19,128,473 \$	18,941,138 \$	18,911,339 \$	20,195,083 \$	21,201,057 \$	21,741,314 \$	23,894,029
Change in Net Assets										
Governmental Activities	\$ 509,060 \$	(2,179,721)\$	1,729,658 \$	3,206,042 \$	814,537 \$	113,955 \$	6,176,531 \$	6,015,518 \$	(5,779,293)\$	531,527
Business-type Activities	--	--	--	--	--	--	--	--	--	--
Total Primary Government	\$ 509,060 \$	(2,179,721)\$	1,729,658 \$	3,206,042 \$	814,537 \$	113,955 \$	6,176,531 \$	6,015,518 \$	(5,779,293)\$	531,527

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

TABLE E-4

JIM WELLS COUNTY, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nonspendable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Committed	--	--	--	--	--	--	--	--	--	--
Assigned	--	--	--	--	--	--	--	--	--	--
Unassigned	5,053,649	4,389,125	5,681,573	7,302,040	9,428,542	10,348,406	11,715,151	11,956,336	12,271,580	10,816,903
Total General Fund	\$ 9,442,774	\$ 10,070,698	\$ 12,983,613	\$ 16,730,582	\$ 19,776,948	\$ 10,348,406	\$ 11,715,151	\$ 11,956,336	\$ 12,271,580	\$ 10,816,903
All Other Governmental Funds										
Nonspendable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Committed:										
Construction	1,201,213	1,195,801	988,972	894,729	902,632	762,037	766,968	768,504	771,009	2,289,252
Restricted:										
Federal or State Grant Restriction	5,235,603	4,901,715	5,994,109	7,669,447	6,992,839	6,768,901	12,036,085	16,138,950	13,013,053	9,031,991
Retirement of Long-Term Debt	81,257	78,836	76,776	83,085	85,664	87,448	93,067	96,715	102,794	95,785
Assigned	--	--	--	--	--	--	--	--	--	--
Unassigned	--	--	(32,575)	--	--	--	--	--	(3,412)	(3,512)
Total All Other Governmental Funds	\$ 6,518,073	\$ 6,176,352	\$ 7,027,282	\$ 8,647,261	\$ 7,981,135	\$ 7,618,386	\$ 12,896,120	\$ 17,004,169	\$ 13,883,444	\$ 11,413,516

TABLE E-5

JIM WELLS COUNTY, TEXAS**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS****LAST TEN FISCAL YEARS****(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 16,063,548	\$ 14,712,092	17,036,649	\$ 18,352,101	\$ 18,313,506	\$ 18,354,944	\$ 19,322,131	\$ 20,642,899	\$ 20,887,921	\$ 21,236,060
Licenses and Permits	349,689	298,808	306,427	453,941	447,346	549,999	488,451	490,897	460,231	492,462
Intergovernmental	2,938,603	3,363,702	4,017,520	2,900,598	3,076,005	2,755,297	8,448,401	8,453,255	3,946,906	5,562,070
Charges for Services	453,786	422,397	1,562,786	342,542	386,305	501,931	1,248,829	373,024	349,079	385,474
Fines & Forfeitures	1,746,555	657,655	1,623,619	2,186,246	1,163,569	1,257,911	1,387,026	1,485,054	1,053,414	891,332
Fees of Office	1,756,176	1,743,778	753,211	1,559,523	1,859,334	1,784,990	999,985	2,604,969	2,414,506	2,634,654
Investment Earnings	64,710	64,210	71,177	83,737	192,222	293,567	174,744	67,059	234,068	430,510
Misc Revenues	501,454	1,694,950	212,328	591,300	435,410	290,650	361,392	491,099	657,109	526,391
Total Revenues	23,874,521	22,957,592	25,583,717	26,469,988	25,873,697	25,789,289	32,430,959	34,608,256	30,003,234	32,158,953
Expenditures										
General Government	3,914,692	4,982,742	3,799,862	4,553,090	4,932,434	5,462,107	5,556,153	8,172,983	9,181,732	12,159,617
Judicial	4,728,052	3,966,181	4,566,636	4,034,322	4,324,846	4,393,298	4,349,317	3,917,487	5,088,947	5,494,747
Public Safety	9,372,761	9,118,991	8,968,342	8,725,879	9,403,777	9,655,825	9,233,038	10,197,946	11,054,471	11,195,129
Public Transportation	3,822,173	5,090,150	3,882,070	4,565,691	5,471,733	4,976,534	5,465,402	4,958,204	5,499,787	5,709,314
Health & Welfare	1,321,339	1,247,698	1,141,001	593,500	613,246	355,114	1,140,712	1,733,223	763,821	1,053,692
Culture and Recreation	63,771	59,650	59,860	64,132	52,300	--	24,830	--	60,372	69,514
Conservation	338,859	276,159	229,285	210,170	223,949	231,979	224,394	281,925	204,368	242,254
Economic Development & Assistance	166,160	25,000	302,505	135,133	120,482	173,492	192,252	258,897	296,062	358,925
Capital Outlay	--	--	--	--	--	--	--	--	--	--
Debt Service										
Principal	79,404	74,836	79,775	76,111	79,109	875,464	778,369	1,212,041	1,162,163	1,262,356
Interest	265,059	294,489	403,021	521,738	437,791	104,627	91,829	108,757	84,989	146,796
Fiscal Agents Fees	--	31	--	--	--	--	--	--	--	65,000
Total Expenditures	24,072,270	25,135,927	23,432,357	23,479,766	25,659,667	26,228,440	27,056,296	30,841,463	33,396,712	37,757,344
Excess of Revenues Over (Under) Expenditures	(197,749)	(2,178,335)	2,151,360	2,990,222	214,030	(439,151)	5,374,663	3,766,793	(3,393,478)	(5,598,391)
Other Financing Sources (Uses)										
Bonds Issued	--	--	--	--	--	--	--	--	--	--
Loan Proceeds	--	--	--	--	--	--	--	--	--	1,575,000
Lease Proceeds	190,020	833,304	287,889	371,557	1,246,341	899,776	1,231,064	542,749	587,995	98,782
Transfers In	284,995	1,001,742	638,296	575,242	246,065	535,120	699,334	943,250	895,661	816,880
Transfers Out	(284,995)	(1,001,742)	(638,296)	(575,242)	(246,065)	(535,120)	(699,334)	(943,250)	(895,661)	(816,880)
Right to Use Asset Lease Proceeds	--	--	--	--	--	--	--	174,930	--	--
Sale of Capital Assets	--	15,100	--	--	--	--	--	--	--	--
Total Other Financing Sources (Uses)	190,020	833,304	287,889	371,557	1,246,341	899,776	1,231,064	542,749	587,995	1,673,782
Net Change in Fund Balances	\$ (7,729)	\$ (1,345,031)	\$ 2,439,249	\$ 3,361,779	\$ 1,460,371	\$ 460,625	\$ 6,605,727	\$ 4,309,542	\$ (2,805,483)	\$ (3,924,609)
Debt Service As A Percentage Of Noncapital Expenditures	1.4%	1.5%	2.1%	2.6%	2.0%	3.8%	3.2%	4.5%	4.0%	3.73%

TABLE E-6

JIM WELLS COUNTY, TEXAS

TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Property Tax	Sales & Use Tax	Total
2015	12,509,746	3,553,802	16,063,548
2016	12,523,010	2,189,082	14,712,092
2017	14,652,955	2,383,694	17,036,649
2018	15,266,800	3,085,301	18,352,101
2019	15,226,441	3,087,065	18,313,506
2020	15,742,510	2,612,434	18,354,944
2021	16,338,926	2,983,205	19,322,131
2022	17,227,233	3,415,666	20,642,899
2023	17,335,581	3,552,340	20,887,921
2024	17,843,348	3,392,712	21,236,060
Percent Change 2023-2024	2.9%	-4.5%	1.7%

Source: County Auditor's Office

TABLE E-7

JIM WELLS COUNTY, TEXAS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2015	1,720,845,582	1,063,331,470	30,230,970	514,966,677	2,299,441,345	0.550857	2,814,408,022	81.702%
2016	1,745,972,624	139,450,407	537,978,000	524,569,656	1,898,831,375	0.656741	2,423,401,031	78.354%
2017	1,763,352,916	122,439,531	467,541,470	515,587,624	1,837,746,293	0.815713	2,353,333,917	78.091%
2018	1,829,092,284	116,970,173	458,118,770	512,267,437	1,891,913,790	0.802202	2,404,181,227	78.693%
2019	1,951,271,056	120,871,721	472,339,570	547,777,979	1,996,704,368	0.787758	2,544,482,347	78.472%
2020	2,006,918,300	123,390,518	484,956,720	568,056,922	2,047,208,616	0.787581	2,615,265,538	78.279%
2021	2,227,822,360	121,891,385	502,622,630	724,499,176	2,127,837,199	0.787581	2,852,336,375	74.600%
2022	2,271,691,730	127,091,307	484,555,540	715,173,914	2,168,164,663	0.787581	2,883,338,577	75.196%
2023	2,408,921,988	192,129,592	539,273,900	746,061,016	2,394,264,464	0.745383	3,140,325,480	76.243%
2024	3,325,304,019	148,790,916	660,551,820	1,517,220,266	2,617,423,489	0.767802	4,134,646,755	63.305%

Source: Jim Wells County Appraisal District

TABLE E-8

JIM WELLS COUNTY, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

Fiscal Year	County Direct Rates			Overlapping Rates										
	Basic Rate	General Obligation Debt Service	Total Direct Rate	City of Alice	Alice ISD	Alice Water Authority	City of Premont	Premont ISD	City of Orange Grove	Orange Grove ISD	BB-PB ISD	La Gloria ISD	Fresh Water District #1	Emergency Service District #1
2015	0.539763	0.011094	0.550857	0.271825	1.284530	1.400440	0.490000	1.325300	0.712780	1.240000	1.293000	1.040000	0.132857	0.087059
2016	0.643621	0.013220	0.656741	0.530000	1.390260	0.155009	0.490000	1.326600	0.743301	1.240000	1.297400	1.040000	0.132857	0.077054
2017	0.704782	0.110931	0.815713	0.530000	1.330000	0.155009	0.500000	1.665500	0.683301	1.264300	1.470000	1.040000	0.132857	0.090410
2018	0.693248	0.109953	0.803202	0.522537	1.330000	0.152576	0.500000	1.652500	0.645863	1.279000	1.470000	1.040000	0.132857	0.090410
2019	0.640646	0.106935	0.747581	0.531216	1.251300	0.152576	0.500000	1.521420	0.533864	1.218000	1.437500	0.970000	0.132857	0.074189
2020	0.630646	0.106935	0.737581	0.528952	1.257100	0.151994	0.500000	1.464900	0.538910	1.253130	1.371883	0.956400	0.132857	0.067400
2021	0.630646	0.106935	0.737581	0.513734	1.244100	0.145193	0.492154	1.433800	0.661647	1.213485	1.368900	0.963400	0.132857	0.566440
2022	0.630646	0.106935	0.737581	0.544460	1.242900	0.144652	0.500000	1.433600	0.597459	1.203490	1.548900	0.944100	0.066226	0.652780
2023	0.638448	0.106935	0.745383	0.492121	1.228090	0.131743	0.518947	1.248100	0.568454	1.043100	1.347400	0.738000	0.132857	0.061470
2024	0.665082	0.102720	0.767802	0.566198	1.189700	0.123238	0.513272	1.245600	0.580737	0.984300	1.343100	0.735500	0.132857	0.100000

Source: Jim Wells County Appraisal District

TABLE E-9

JIM WELLS COUNTY, TEXAS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
AEP Texas Central Co	\$ 62,312,760	1	3.88%	\$ 32,585,263	3	3.30%
Houston Pipeline Company, LP	41,318,570	2	2.57%	51,425,632	1	5.22%
Gulf Coast Express	39,826,030	3	2.48%	36,985,214	2	3.75%
Whistler Pipeline LLC	39,086,650	4	2.43%	15,263,524	8	1.55%
Envigo Global Services, Inc	27,824,177	5	1.73%	15,869,632	7	1.61%
Net Mexico Pipeline LP	22,125,720	6	1.38%	25,416,352	4	2.58%
Epic Crude Pipeline LP	17,970,300	7	1.12%	14,141,452	9	1.43%
Kansas City Southern	10,888,290	8	0.68%	5,685,241	10	0.58%
Enterprise Texas Pipeline, LLC	10,697,150	9	0.67%	23,659,874	5	2.40%
Enterprise FM Trust	10,167,570	10	0.63%	22,589,631	6	2.29%
Total	\$ <u>282,217,217</u>		<u>17.56%</u>	\$ <u>243,621,815</u>		<u>24.71%</u>

Source: Jim Wells County Appraisal District

TABLE E-10

JIM WELLS COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	12,673,866	8,328,288	65.71%	3,795,990	12,124,278	95.66%
2016	12,896,204	8,034,632	62.30%	2,062,914	10,097,546	78.30%
2017	15,005,049	7,204,575	48.01%	2,420,928	9,625,503	64.15%
2018	15,193,002	5,877,710	38.69%	3,562,513	9,440,223	62.14%
2019	15,908,577	4,433,551	27.87%	1,692,096	6,125,647	38.51%
2020	15,742,510	5,969,615	37.92%	3,306,226	9,275,841	58.92%
2021	14,562,901	5,439,939	37.35%	2,827,500	8,267,439	56.77%
2022	12,319,180	5,877,939	47.71%	1,531,558	7,409,497	60.15%
2023	17,933,892	6,251,225	34.86%	6,610,126	12,861,351	71.72%
2024	17,496,613	6,233,396	35.63%	5,029,820	11,263,216	64.37%

Sources: Jim Wells County Appraisal District

TABLE E-11

JIM WELLS COUNTY, TEXAS
TAXABLE SALES BY CATEGORY
LAST TEN CALENDAR YEARS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Buidling Material & Hardware	\$ 77,389,392	\$ 79,832,658	\$ 76,710,785	\$ 82,756,422	\$ 72,623,462	\$ 70,524,563	\$ 74,526,325	\$ 65,485,963	\$ 106,281,144	\$ 97,896,325
General Merchandise	331,292,064	293,814,626	203,525,345	198,542,266	199,458,576	198,456,963	189,562,356	190,528,636	237,580,732	215,862,369
Food Stores	33,209,800	22,610,857	43,315,498	45,678,924	45,264,328	45,258,147	45,896,523	36,859,241	13,938,627	38,524,163
Auto Dealers & Gas	83,263,788	80,264,576	51,591,144	50,592,476	53,624,422	52,789,456	53,896,745	48,589,632	70,125,472	50,635,258
Apparel & Accessory	241,463,096	193,216,485	73,224,468	82,423,854	95,888,566	96,335,241	100,852,741	95,874,523	8,331,684	65,859,632
Home Furnishing & Appliances	10,834,480	8,583,410	29,872,970	19,277,894	23,562,825	18,457,741	21,632,412	15,428,963	3,753,873	5,874,125
Eating & Drinking Places	58,810,040	60,342,958	56,479,256	57,788,462	59,488,793	60,753,951	62,785,325	58,748,963	41,815,881	56,858,236
Misc Retail Stores	12,087,528	15,872,927	21,363,419	20,224,658	28,382,056	36,524,789	38,749,654	27,412,589	96,746,553	73,856,941
Total	\$ 848,350,188	\$ 754,538,497	\$ 556,082,885	\$ 557,284,958	\$ 578,293,028	\$ 579,100,851	\$ 587,902,081	\$ 538,928,510	\$ 578,573,966	\$ 605,367,049
Direct Sales Tax Rate	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

Source: Texas State Comptroller of Public Accounts.

Note: Retail sales information is not available on a fiscal-year basis.

JIM WELLS COUNTY, TEXAS
DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>County Direct Rate</u>	<u>City of Alice</u>
2015	1.50%	0.50%
2016	1.50%	0.50%
2017	1.50%	0.50%
2018	1.50%	0.50%
2019	1.50%	0.50%
2020	1.50%	0.50%
2021	1.50%	0.50%
2022	1.50%	0.50%
2023	1.50%	0.50%
2024	1.50%	0.50%

Sources: County Auditor's Office

TABLE E-14

JIM WELLS COUNTY, TEXAS
 RATIOS OF OUTSTANDING DEBT BY TYPE
 LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Finance Purchases	Right-to-Use Leases	Percentage of Actual Taxable Value of Property	Per Capita	Total Primary Government	Percentage of Personal Income	Per Capita
2015	1,740,000	313,414	--	0.13%	38	2,053,414	1.98%	45
2016	1,550,000	987,329	--	0.16%	34	2,537,329	1.60%	56
2017	1,355,000	821,791	--	0.12%	34	2,176,791	1.84%	54
2018	1,150,000	876,610	--	0.11%	28	2,026,610	2.03%	49
2019	940,000	1,895,160	--	0.14%	23	2,835,160	1.45%	70
2020	720,000	2,075,293	--	0.14%	18	2,795,293	1.48%	69
2021	490,000	2,757,988	--	0.15%	13	3,247,988	1.28%	84
2022	250,000	2,373,347	67,873	0.12%	6	2,691,220	1.54%	69
2023	--	2,096,271	21,715	0.09%	55	2,117,986	2.20%	55
2024	1,375,000	1,152,952	456	0.11%	30	2,528,408	1.84%	65

TABLE E-15

JIM WELLS COUNTY, TEXAS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt Outstanding		Percentage of Actual Taxable Value of Property	Net Bonded Debt Per Capita
	General Obligation Bonds	Total		
2015	1,740,000	1,740,000	0.12%	37
2016	1,471,164	1,471,164	0.10%	31
2017	1,355,000	1,355,000	0.07%	32
2018	1,150,000	1,150,000	0.06%	26
2019	940,000	940,000	0.05%	21
2020	720,000	720,000	0.04%	16
2021	490,000	490,000	0.02%	10
2022	250,000	250,000	0.01%	4
2023	--	--	--	--
2024	1,375,000	1,375,000	0.06%	34

TABLE E-16

JIM WELLS COUNTY, TEXASDIRECT AND OVERLAPPING
GOVERNMENTAL ACTIVITIES DEBT

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt Repaid With Property Taxes			
City of Alice	\$ 11,637,686	100.000%	\$ 11,637,686
Alice Independent School District	38,827,905	81.180%	31,520,493
Jim Wells County Fresh Water Supply District #1	288,963	100.000%	288,963
Orange Grove Independent School District	8,402,126	100.000%	8,402,126
Alice Water Authority	1,003,543	48.980%	491,535
Premont Independent School District	9,569,000	100.000%	9,569,000
Total Overlapping Debt			61,909,804
County Direct Debt			2,527,952
Total Direct and Overlapping Debt			\$ 64,437,756

Sources: Debt outstanding data provided by each governmental unit.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

JIM WELLS COUNTY, TEXAS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

TABLE E-17

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 42,216,120	\$ 363,510,155	\$ 353,000,088	\$ 356,627,184	\$ 380,952,352	\$ 391,799,831	\$ 427,600,456	\$ 432,500,787	\$ 359,139,670	\$ 391,438,523
Total Net Debt Applicable to Limit	--	--	--	--	--	--	--	--	--	--
Legal Debt Margin	42,216,120	363,510,155	353,000,088	356,627,184	380,952,352	391,799,831	427,600,456	432,500,787	359,139,670	391,438,523
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%

Legal Debt Margin Calculation for the Current Fiscal Year

Assessed Value	\$ 2,617,423,489
Debt Limit (15% of Assessed Value)	392,613,523
Debt Applicable to Limit:	
General Obligation Bonds	1,375,000
Less: Amount Set Aside for Repayment of General Obligation Debt	(200,000)
Total Net Debt Applicable to Limit	1,175,000
Legal Debt Margin	\$ 391,438,523

TABLE E-19

JIM WELLS COUNTY, TEXAS
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Population	41,353	41,382	41,149	40,871	41,318	40,482	40,482	38,891	38,891	39,060
Total Personal Income	\$ 40,585	\$ 42,463	\$ 42,359	\$ 40,056	\$ 41,103	\$ 42,005	\$ 41,505	\$ 41,505	\$ 41,505	\$ 46,626
Per Capita Personal Income	\$ 20,452	\$ 20,977	\$ 21,796	\$ 20,524	\$ 37,906	\$ 21,274	\$ 21,510	\$ 21,510	\$ 21,510	\$ 22,589
Median Age	34.0	34.2	34.2	34.4	34.5	36.5	38.5	40.2	40.2	35.6
Education Level in Years of Schooling	12	12	12	12	12	12	12	12	12	12
School Enrollment	5,526	5,526	5,545	5,562	5,534	5,436	5,246	5,222	5,222	5,216
Unemployment	4.2%	7.9%	9.7%	7.5%	5.4%	4.0%	13.1%	8.20%	8.20%	4.50%

Sources: Population, median age, and education level information provided by the United States Census Bureau.

Personal income and unemployment data provided by the Jim Wells County.

School enrollment data provided by the Alice Independent School District.

TABLE E-20

JIM WELLS COUNTY, TEXAS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>	<u>2024</u>			<u>2015</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Alice ISD	740	1	3.85%	872	1	4.64%
City of Alice	298	2	1.55%	--		--
Community Action Corporation	250	3	1.30%	--		--
Christus Spohn Hospital Alice	229	4	1.19%	199	10	1.06%
Jim Wells County	226	5	1.18%	236	9	1.26%
Fesco, Inc.	148	6	0.77%	513	4	2.73%
Meridian Care	142	7	0.74%	418	6	2.23%
Walmart	139	8	0.72%	245	7	1.30%
Dixie Iron Works, LTD	113	9	0.59%	243	8	1.29%
HEB	113	10	0.59%	379	5	2.02%
Total	<u>2,398</u>		<u>12.47%</u>	<u>3,105</u>		<u>16.53%</u>

Source: County Auditor's Office

TABLE E-19

JIM WELLS COUNTY, TEXAS

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

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Government										
Administration	22	24	23	24	24	24	24	24	24	25
Finance	23	20	20	21	21	21	21	21	21	23
Judicial	36	37	37	34	34	34	34	34	36	37
Legal	23	27	26	25	25	25	25	25	25	25
Other	--	--	--	--						
Public Safety	129	119	113	112	112	112	112	112	115	117
Public Transportation	91	96	92	82	82	82	82	82	82	83
Public Facilities	4	4	5	5	5	5	5	5	5	6
Health & Welfare										
Conservation & Agriculture	4	4	4	3	3	3	3	3	3	3
Civilians	2	2	2	2	2	2	2	2	2	1
Total	<u>334</u>	<u>333</u>	<u>322</u>	<u>308</u>	<u>308</u>	<u>308</u>	<u>308</u>	<u>308</u>	<u>313</u>	<u>320</u>

Source: County Auditor Office

TABLE E-22

JIM WELLS COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Government										
Building Permits Issued	242	35	29	24	20	20	20	20	20	25
Public Safety										
Serious Crimes	2,342	2,422	2,526	2,358	2,242	2,568	2,654	2,654	2,985	2,677
Parking/Traffic Violations	5,687	5,823	6,019	5,823	6,227	6,547	6,235	6,358	6,752	6,945
Judicial										
Number of Cases Heard	2,131	2,122	2,122	2,369	2,462	2,584	2,135	2,052	1,847	1,965
Culture & Recreation										
Number of Events	15	17	17	17	17	17	17	17	4	6
Annual Number of Patrons Assisted	156,233	157,288	158,244	159,632	161,239	162,368	161,789	160,782	150,241	152,632
Public Transportation										
Street Miles	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617

Source: County Auditor's Office

TABLE E-23

JIM WELLS COUNTY, TEXASCAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Government										
Number of Buildings	28	28	28	28	28	28	28	28	28	28
Public Safety										
Number of Buildings	9	9	9	9	9	10	10	10	10	10
Number of Vehicles	55	65	68	74	82	86	86	91	91	103
Number of Jails	1	1	1	1	1	1	1	1	1	1
Judicial										
Number of Buildings	2	2	2	2	2	2	2	2	2	2
Number of Courts	8	8	8	8	8	8	8	8	8	8
Public Transportation										
Number of Buildings	4	4	4	4	4	4	4	4	4	4
Streets (lane miles)	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617
Number of Bridges	12	12	12	12	12	12	12	12	12	12
Health and Welfare										
Number of Buildings	5	5	5	5	5	5	5	5	5	5
Economic Development and Assistance										
Number of Buildings	2	2	2	2	2	2	2	2	2	2

Sources: Various city departments

Compliance Section

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.

This page is left blank intentionally.

Raul Hernandez & Company, P.C.
Certified Public Accountants
5402 Holly Rd., Suite 102
Corpus Christi, Texas 78411
Office (361)980-0428 Fax (361)980-1002

Independent Auditor's 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

To the Honorable County Judge and County Commissioners
Jim Wells County, Texas
200 N. Almond
Alice, Texas 78332

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jim Wells County, Texas, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Jim Wells County, Texas's basic financial statements, and have issued our report thereon dated July 3, 2025.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of Jim Wells County, Texas'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jim Wells County, Texas's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 Jim Wells County, Texas's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Jim Wells County, Texas'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 & Company, P.C.".

Raul Hernandez & Company, P.C.

Corpus Christi, Texas
July 3, 2025

Raul Hernandez & Company, P.C.
Certified Public Accountants
5402 Holly Rd., Suite 102
Corpus Christi, Texas 78411
Office (361)980-0428 Fax (361)980-1002

Independent Auditor's Report on Compliance for Each Major Federal Program and
Report on Internal Control Over Compliance in Accordance with the Uniform Guidance

To the Honorable County Judge and County Commissioners
Jim Wells County, Texas
200 N. Almond
Alice, Texas 78332

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Jim Wells County, Texas's 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 Jim Wells County, Texas's major federal program for the year ended December 31, 2024. Jim Wells County, Texas's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Jim Wells County, Texas complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2024.

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 Jim Wells 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 basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Jim Wells 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 Jim Wells 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 Jim Wells County, Texas's 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 Jim Wells 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 Jim Wells 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 Jim Wells 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 Jim Wells 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.

This page is left blank intentionally.

Raul Hernandez & Company, P.C.

Certified Public Accountants

5402 Holly Rd., Suite 102

Corpus Christi, Texas 78411

Office (361)980-0482 Fax (361)980-1002

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE STATE OF TEXAS GRANT
MANAGEMENT STANDARDS**

To the Honorable Judge and Commissioners
of Jim Wells County, Texas
Alice, Texas 78333

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Jim Wells County, Texas's compliance with the types of compliance requirements identified as subject to audit in the State of Texas *Grants Management Standards* that could have a direct and material effect on each of Jim Wells County, Texas's major state programs for the year ended December 31, 2024. Jim Wells County, Texas's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Jim Wells County, Texas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2024.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the State of Texas *Grant Management Standards* ("TxGMS"). Our responsibilities under those standards and the TxGMS are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Jim Wells 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 basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of Jim Wells 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 Jim Wells County, Texas's state 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 Jim Wells County, Texas's 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 generally accepted auditing standards, *Government Auditing Standards*, and the TxGMS 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 Jim Wells County, Texas's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the TxGMS, 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 Jim Wells 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 Jim Wells 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 Jim Wells 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 state 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 state 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 state 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 TxGMS. Accordingly, this report is not suitable for any other purpose.

Raul Hernandez & Company, P.C.

Corpus Christi, Texas
July 3, 2025

JIM WELLS COUNTY, TEXAS**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024****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?	<u> </u> Yes	<u> X </u> No
One or more significant deficiencies identified that are not considered to be material weaknesses?	<u> </u> Yes	<u> X </u> None Reported
Noncompliance material to financial statements noted?	<u> </u> Yes	<u> X </u> No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified?	<u> </u> Yes	<u> X </u> No
One or more significant deficiencies identified that are not considered to be material weaknesses?	<u> </u> Yes	<u> X </u> None Reported

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

Version of compliance supplement used in audit: August 2024

Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, para. 200.516(a)? Yes X No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
21.027	Coronavirus State and Local Fiscal Recovery Funds

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

JIM WELLS COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS-STATE
FOR THE YEAR ENDED DECEMBER 31, 2024

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? No

Significant deficiency(ies) identified? No

Noncompliance material to financial statements noted? None

2. State Awards: -

Internal control over major programs:

Material weakness(es) identified? No

Significant deficiency(ies) identified? No

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

Any audit findings disclosed that are required to be reported in accordance with the State of Texas *Grant Management Standards*? No

Identification of major programs:

	<u>CFDA Number(s)</u>	<u>Name of State Program or Cluster</u>
State	N/A	Border Prosecution Unit Grant

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

Auditee qualified as low-risk auditee for state single audit? Yes

B. Financial Statement Findings
NONE

C. Federal Award Findings and Questioned Costs
NONE

JIM WELLS COUNTY, TEXAS**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2024**

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

JIM WELLS COUNTY, TEXAS
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2024

N/A

JIM WELLS COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2024

EXHIBIT D-1

Federal Grantor/ Pass Through Grantor/ Program or Cluster Title	Federal ALN Number	Pass- Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
OTHER PROGRAMS:				
U. S. Department of Transportation Passed Through Texas Department of Transportation Texas Department of Transportation	20.600	--	\$ --	\$ 37,012
Total U.S. Department of Transportation			--	37,012
<u>U. S. Department of the Treasury</u> Direct Program: State and Local COVID Recovery Funds	21.027	--	--	4,255,167
Total U. S. Department of the Treasury			--	4,255,167
<u>U. S. Department of Justice</u> Direct Program Crime Victim's Program Grant	16.575	23-GG-00468-ASSI	--	266,088
Passed Through Texas Office of the Governor: Edward Byrne Memorial Justice Assistance Grant	16.738	22-GG-00618-JAGX	--	2,190
Total U. S. Department of Justice			--	268,278
<u>U. S. Department of Housing & Urban Development</u> Passed Through Texas General Land Office CDBG Grants, GLO Grants	14.228	22-085-027-D268	--	204,036
Total U. S. Department of Housing & Urban Development			--	204,036
<u>U. S. Department of Agriculture</u> Passed Through Texas Department of Agriculture: Colonia Grants	14.228	CFC-22-0144	--	517,282
Total U. S. Department of Agriculture			--	517,282
<u>Department of Homeland Security</u> Direct Program: High Intensity Drug Trafficking Areas Program	95.001	G2HIN0030A	--	130,499
Passed Through Texas Office of the Governor: Operation Stonegarden	97.067	2022-SS-00021	--	255,458
Total Department of Homeland Security			--	385,957
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ --	\$ 5,667,732

State Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal ALN Number	Pass- Through Entity Identifying Number	Passed Through to Subrecipients	State Expenditures
TEXAS OFFICE OF THE GOVERNOR				
Passed through Office of the Governor Region 3-Border Prosecution Unit	N/A	2749409	\$ --	\$ 590,903
Local Border Security Program	N/A	2996509	--	124,999
Total Passed through Office of the Governor-Homeland Security Grant Division			--	715,902
Passed through Office of the Governor-Criminal Justice Division Operation Lone Star	N/A	4379602	--	278,993
Body-Worn Camera Grant	N/A	5034801	--	65,350
Total Passed through Office of the Governor Criminal Justice Division			--	344,343
Total Texas Office of the Governor			--	1,060,245
TEXAS ATTORNEY GENERAL Victim Coordinator Liason Grant	N/A	C-00851	--	33,669
Total Texas Attorney General			--	33,669
TEXAS COMPTROLLER OF PUBLIC ACCOUNTS SB-22 County Attorney	N/A	IA-0000000158	--	119,496
SB-22 District Attorney	N/A	IA-0000000162	--	156,736
SB-22 Sheriff	N/A	IA-0000000194	--	355,456
Total Texas Comptroller of Public Accounts			--	631,688
TOTAL EXPENDITURES OF STATE AWARDS			\$ --	\$ 1,725,602

The accompanying notes are an integral part of this schedule.

JIM WELLS COUNTY, TEXAS

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2024

Basis of Presentation

The accompanying schedule of expenditures of federal awards ("the Schedule") includes the federal grant activity of Jim Wells 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.

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

This page is left blank intentionally.