

JIM WELLS COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2011

Jim Wells County, Texas
 Comprehensive Annual Financial Report
 For The Year Ended December 31, 2011

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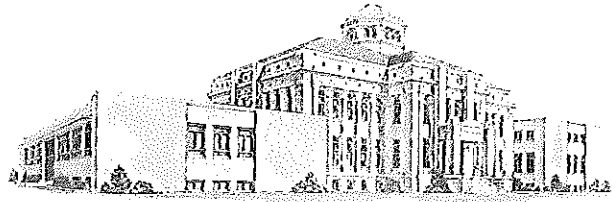
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INTRODUCTORY SECTION

Introductory Section

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COUNTY OF JIM WELLS

STATE OF TEXAS

ELADIO GONZALEZ, JR.
COUNTY AUDITOR

July 30, 2012

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

Honorable District Judge
Honorable County Judge
Honorable County Commissioners
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 comprehensive annual financial report of the County of Jim Wells for the fiscal year ended December 31, 2011.

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, 2011, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an

unqualified opinion that the County's financial statements for the fiscal year ended December 31, 2011, 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.

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 there from. 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 with the exception of the special revenue funds other than the road fund, park fund, and fairgrounds fund. The appropriate department head can make budget transfer for those special revenue funds other than just previously mentioned.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the 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 2011.

Unemployment Rate. The current unemployment rate of Jim Wells County, Texas is 6.3%, which is lower than the national unemployment rate of 8.5% and the statewide average rate is 7.4%.

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 2011, the sales tax revenues were up compared to 2010.

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 - Juarez-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 new home of the Corpus Christi Hooks, Houston Astros AA league affiliate for 2005. 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 the 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.

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

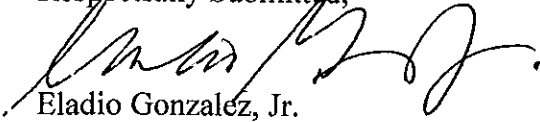
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Jim Wells County, Texas for its comprehensive annual financial report for the year ended December 31, 2010. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR 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,

A handwritten signature in black ink, appearing to read 'Eladio Gonzalez, Jr.', written in a cursive style.

Eladio Gonzalez, Jr.

County Auditor

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

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Jim Wells County
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Davison

President

Jeffrey R. Egan

Executive Director

**JIM WELLS COUNTY, TEXAS
DIRECTORY OF OFFICIALS**

DECEMBER 31, 2011

DISTRICT COURT

Richard Terrell	Judge, 79th Judicial District
Armando Barrera	District Attorney
R. David Guerrero	District Clerk
Sonia Trevino	District Court Reporter
Gerardo Flores	District Court Interpreter

COMMISSIONERS COURT

L. Arnolando Saenz	County Judge
Zenaida Sanchez	County Commissioner, Precinct No. 1
Ventura Garcia	County Commissioner, Precinct No. 2
Oswald Alanis	County Commissioner, Precinct No. 3
Javier Garcia	County Commissioner, Precinct No. 4

OTHER COUNTY OFFICIALS

Oscar Lopez	Sheriff
J.C. Perez	County Clerk
Rebecca Dominguez	County Treasurer
Mary Lozano	Tax Assessor-Collector
Jesusa Sanchez-Vera	County Attorney
Eladio Gonzalez, Jr.	County Auditor
Noe Gamez	First Assistant County Auditor

JUSTICES OF THE PEACE

Juan Rodriguez, Jr.	Precinct No. 1
Karin Knolle	Precinct No. 3
Sylvia Johnson	Precinct No. 4
Luz Paiz	Precinct No. 5
Jose L. Rodriguez	Precinct No. 6

CONSTABLES

Jesus Salinas	Precinct No. 1
Harold M. Crisp	Precinct No. 3
Frank Davila	Precinct No. 4
Michael Mitchell	Precinct No. 5
Bartolo Guajardo	Precinct No. 6

JIM WELLS COUNTY, TEXAS
DIRECTORY OF OFFICIALS

DECEMBER 31, 2011
(continued)

OTHER OFFICIALS

Alejandro Lopez, M.D.	County Health Officer
Robert Owens	County Surveyor
Rogelio Mercado	Agriculture Agent
Roberto Juarez	Veterans Service Officer
Dalia A. Garcia	79th Judicial District Adult Probation
James A. Schmidt	Chief Juvenile Probation Officer

FINANCIAL SECTION

Financial Section

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Raul Hernandez & Company, P.C.
Certified Public Accountants
5422 Holly Rd.
Corpus Christi, Texas 78411
Office (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report on Financial Statements

Commissioners' Court
Jim Wells County, Texas
200 N. Almond
Alice, Texas 78332

Members of the Commissioners' Court:

We have audited the accompanying 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, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Jim Wells County, Texas' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Jim Wells County, Texas as of December 31, 2011, and the respective changes in financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 30, 2012, on our consideration of Jim Wells County, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Jim Wells County, Texas' financial statements as a whole. not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Respectfully submitted,

Raul Hernandez & Company, P.C.

Raul Hernandez & Company, P.C.

July 30, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

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, 2011. 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 Assets, 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 of the County of Jim Wells exceeded its liabilities at the close of the most recent fiscal year by \$28,734,908 (net assets).
- As of the close of the current fiscal year, the County of Jim Wells governmental funds reported combined ending fund balances of \$8,534,189, of which, \$5,213,053 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 \$101,122 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.
- *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.

JIM WELLS COUNTY, TEXAS

- *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 Statements</u>	<i>Statement of Net assets</i> <i>Statement of Activities</i>	<i>Balance Sheet</i> <i>Statement of revenues, expenditures & changes in fund balances</i> <i>Statement of cash flows</i>	<i>Statement of net assets</i> <i>Statement of rev, exp, & changes in net assets</i> <i>Statement of flows</i>	<i>Statement of fiduciary net assets</i> <i>Statement of in fiduciary net assets</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

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Government-wide Statements

The two government-wide statements report the County's net assets and how they have changed. Net assets—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 assets 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 assets and a statement of changes in fiduciary net assets. 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 assets. As stated earlier, over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or deteriorating, respectively. At the close of the fiscal year, the County assets exceeded liabilities by \$28,734,908; furthermore, the government's financial position has increased by \$2,277,399 compared to prior year. Net Assets are summarized below along with comparative data from the previous year. (See Table A-1).

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

	Governmental Activities		Increase (Decrease)
	2011	2010	2011-2010
Current assets:			
Cash/Cash equivalents	8,475,538	6,436,055	2,039,483
Taxes receivable	1,541,754	1,544,823	(3,069)
Sales taxes receivable	520,750	416,182	104,568
Intergovernmental Receivable	13,423	-	13,423
Total current assets:	\$ 10,551,465	\$ 8,397,060	2,154,405
Non-current assets:			
Capital Assets	59,926,912	58,963,810	963,102
Less Accumulated Depreciation	(38,047,696)	(37,696,770)	(350,926)
Total non-current assets:	21,879,216	21,267,040	612,176
Total Assets	\$ 32,430,681	\$ 29,664,101	2,766,581
Current Liabilities			
Accounts payable and other current liabilities	475,522	85,453	390,069
Accrued Interest Payable	31,526	33,537	(2,011)
Total current liabilities	507,048	118,990	388,058
Long-term liabilities:			
Due within one year	427,668	312,633	115,035
Due in more than one year	2,761,057	2,774,969	(13,912)
Total Liabilities	\$ 3,695,773	\$ 3,206,592	489,181
Net Assets:			
Invested in capital assets, net of related debt	19,050,644	18,478,771	571,873
Restricted For:			
Debt Service	235,500	203,738	31,762
Capital Projects	1,182,135	1,179,629	2,506
Unrestricted	8,266,629	6,595,371	1,671,258
Total Net Assets	\$ 28,734,908	\$ 26,457,509	2,277,399

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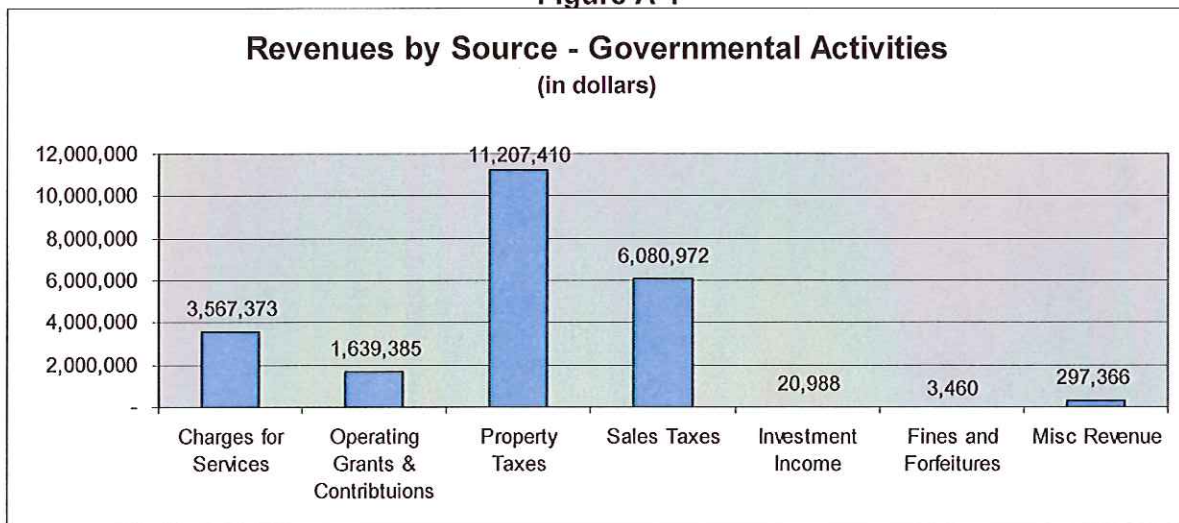
The \$235,500 and \$1,182,135 of the County's restricted net assets represents funds available for the debt service and capital projects funds, respectively. These funds when spent are restricted for repayment of debt and capital asset acquisitions respectively. The \$8,266,629 unrestricted net assets represent resources available to fund the programs of the County next year.

Revenues. The County's total revenues were \$22,816,954. A significant portion, 49 percent, of the County's revenue comes from property taxes. 27 percent comes from sales taxes and 16 percent relates to charges for services. (See Figure A-2 and Table A-2)

Governmental Activities

- Property tax rates had a significant increase, which is reflected in the amount of property taxes collected during the year. Net taxable value of property increased by \$255,556,898. Sales taxes increased as a result of an increase in retail trade and the Eagle Ford shale production boom during 2011.
- Grant revenues had an increase from the prior year mainly due to addition of a new Colonia federal program.
- Sales tax revenues in 2011 increased compared to the prior year by 48%.

Figure A-1



JIM WELLS COUNTY, TEXAS

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

	Governmental Activities		Increase (Decrease)
	<u>2011</u>	<u>2010</u>	<u>2011-2010</u>
Revenues:			
Program:			
Charges for services	\$ 3,567,373	\$ 3,704,941	\$ (137,568)
Operating Grants and Contributions	1,639,385	1,184,054	455,331
General:			
Property Taxes	11,207,410	10,266,783	940,627
Sales Taxes	6,080,972	4,282,890	1,798,082
Investment Income	20,988	13,190	7,798
Fines and Forfeitures	3,460	-	3,460
Miscellaneous Revenues	297,366	287,603	9,763
Gain on Disposal of Capital Assets	-	(144,460)	144,460
Total Revenues	<u>\$ 22,816,954</u>	<u>\$ 19,595,001</u>	<u>\$ 3,221,953</u>
Cost of Services:			
General Government	4,432,130	3,899,129	533,001
Judicial	3,565,739	3,454,814	110,925
Public Safety	7,232,526	7,185,489	47,037
Public Transportation	3,945,300	3,405,200	540,100
Health and Welfare	889,812	670,570	219,242
Culture and Recreation	55,624	51,380	4,244
Conservation	179,667	220,431	(40,764)
Economic Development and Assistance	132,651	122,466	10,185
Interest on Long-term Debt	106,106	114,776	(8,670)
Total Cost of Services	<u>\$ 20,539,555</u>	<u>\$ 19,124,255</u>	<u>\$ 1,415,300</u>
Change in net assets	2,277,399	470,746	1,806,653
Net assets - beginning	26,457,509	25,784,677	672,832
Prior Period Adjustment	-	202,086	(202,086)
Net assets - ending	<u>\$ 28,734,908</u>	<u>\$ 26,457,509</u>	<u>\$ 2,277,399</u>

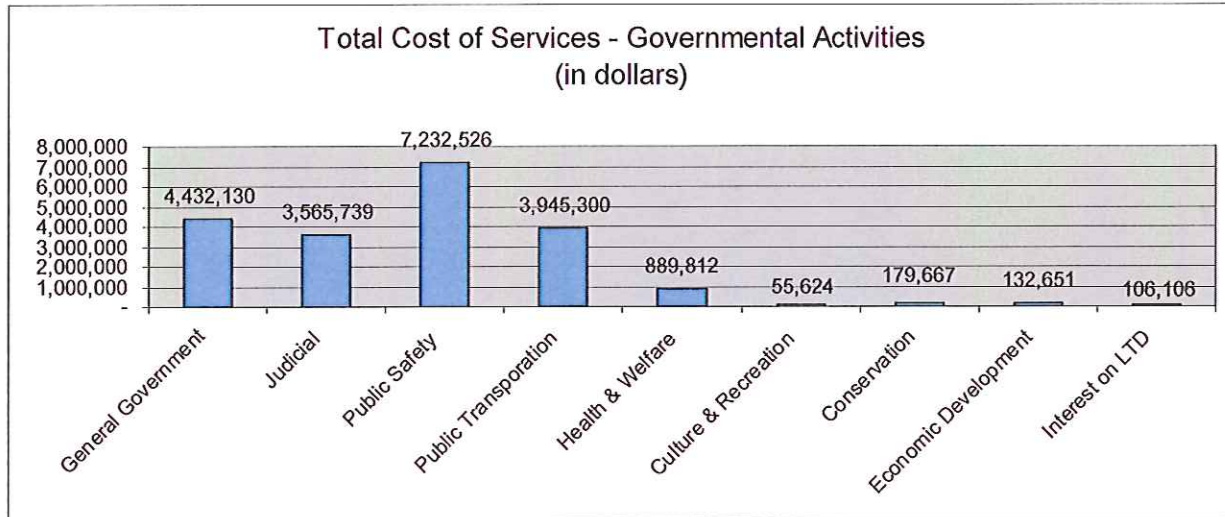
Table A-2 and Figure A-3 present the cost of each of the County's largest functions.

- The cost of all governmental activities this year was \$20,539,555. Public Safety was a significant part of the amount totaling \$7,232,526, which was due to costs in the Adult & Juvenile Probation funds, Drug Forfeiture funds, and the Sheriff's department.
- However, the amount that our taxpayers paid for these activities through property taxes was approximately \$11,207,410.

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- 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.
- \$7,232,526 of these costs were for public safety, which increased by \$540,100 from the prior year. This increase was due mainly to the purchases of a brush fire truck for the Fire Protection department and several Tahoes & police vehicles as part of the Sheriff's department. These costs were necessary due to a drought and an increase in numerous grass fires.

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.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$8,534,189, an increase of \$1,767,404 compared with the prior year. As shown on page 36 the unassigned fund balance resulted in an amount of \$5,213,053. 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 the significant increase in general property taxes and sales taxes.

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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 increased to \$5,213,053 in contrast to \$3,433,781 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. This increase is a direct result from increases in revenues in general property taxes and sales taxes in the amounts of \$497,870 & \$1,474,427 (see Exhibit B-1), respectively, due to increases in valuation, local growth in retail trade, and the Eagle Ford shale production boom. Other factors include a decrease in health & welfare expenditures of (\$43,552) mainly due to a decrease in other services & charges, and a decrease in conservation of (\$40,764), which is primarily due to a decrease in personal services.

The Debt Service Fund (county-wide), which was created during 2004, has a total fund balance of \$62,586. 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 \$1,182,135. The County has plans in the near future to invest in construction projects, including improvements to buildings at the county fairgrounds and the construction of a records management building.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues

Alice's revenue closely follows oil prices and oil field activities. The economic boom in Eagle Ford shale production led to hotels being booked, stores expanding, and businesses hiring. As a result, revenues from governmental fund types had a net increase of 13.9% from the preceding year, totaling \$22,820,023. Furthermore, the same economic boom caused general property taxes and sales taxes to be the most significant portion in governmental fund revenue sources, which totaled \$17,291,451.

The County's primary source of revenue consists of taxes, which comprise 76% of the County's total revenues. In addition, intergovernmental and fees of office revenues comprise 8% and 5.4% 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-4 and Table A-3)

JIM WELLS COUNTY, TEXAS

Figure A-3

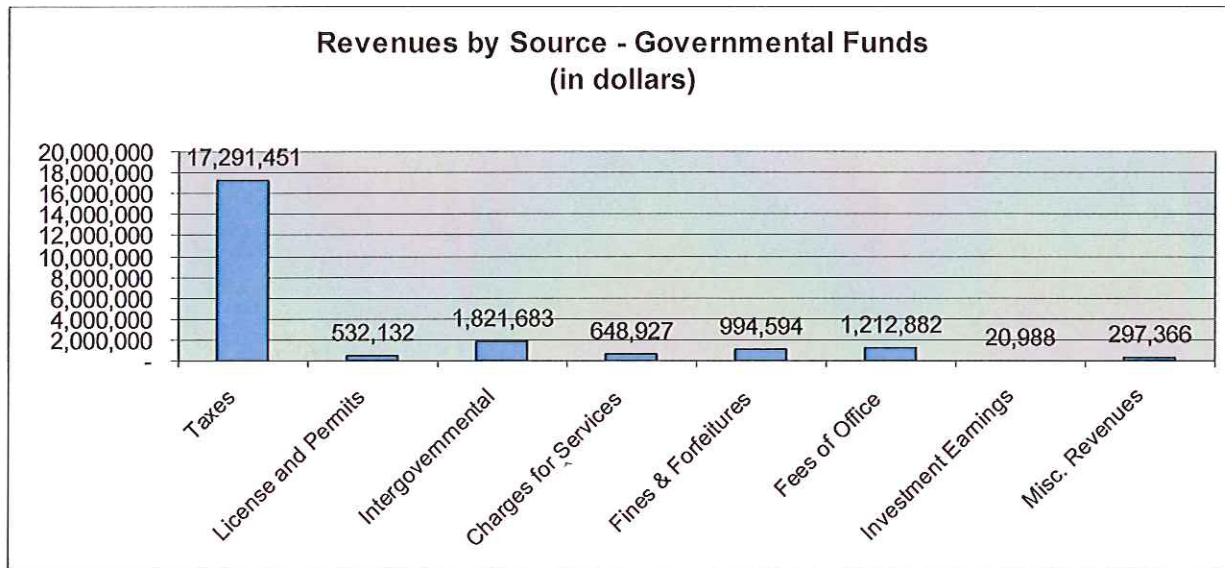


Table A-3
Governmental Funds – Revenues by Source

	<u>FY 2011</u>	<u>FY 2010</u>	<u>Increase (Decrease)</u>
Taxes	\$ 17,291,451	\$ 14,857,883	\$ 2,433,568
License and Permits	532,132	567,817	(35,685)
Intergovernmental	1,821,683	1,352,490	469,193
Charges for Services	648,927	768,657	(119,730)
Fines & Forfeitures	994,594	1,048,428	(53,834)
Fees of Office	1,212,882	1,151,603	61,279
Investment Earnings	20,988	13,190	7,798
Misc. Revenues	297,366	287,603	9,763
Total Revenues	<u>\$ 22,820,023</u>	<u>\$ 20,047,671</u>	<u>\$ 2,772,352</u>

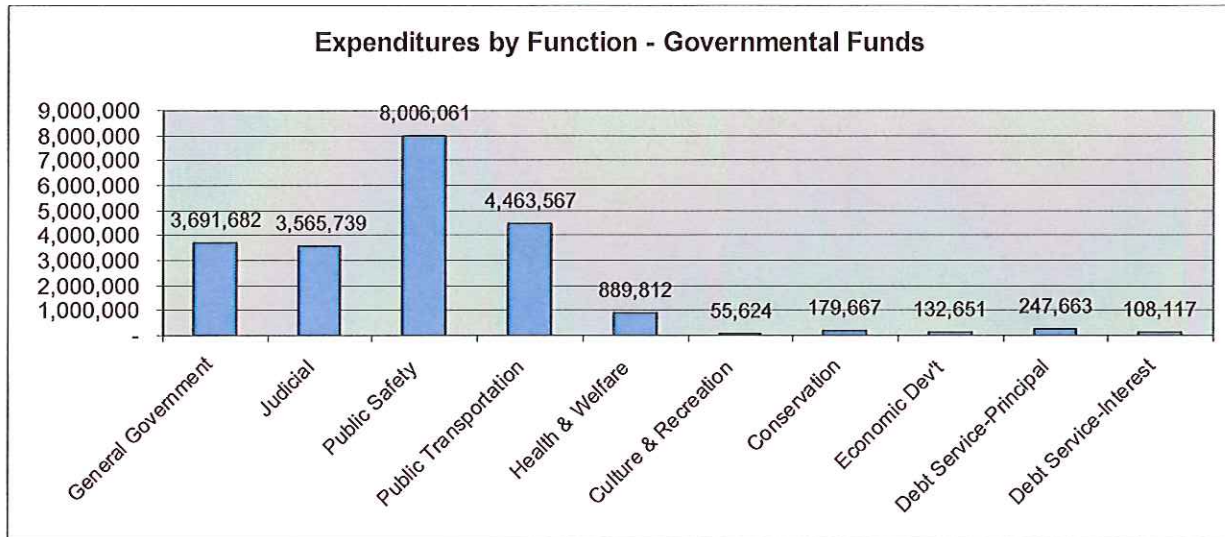
Expenditures

Debt-principal payments decreased in the amount of (\$36,319), compared to the result of the previous year. The increase in public transportation of \$627,548 is partly due to the addition of two new federal grants from the U.S. Department of Transportation passing through the Texas Department of Transportation.

The County's primary expenditures were for public safety, public transportation, and general government. Public safety now accounts for over 38% of total expenditures. (See Figure A-5 and Table A-4)

JIM WELLS COUNTY, TEXAS

Figure A-4



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

	FY 2011	FY 2010	Increase (Decrease)
General Government	\$ 3,691,682	\$ 3,661,994	\$ 29,688
Judicial	3,565,739	3,454,814	110,925
Public Safety	8,006,061	7,520,531	485,530
Public Transportation	4,463,567	3,836,019	627,548
Health and Welfare	889,812	670,570	219,242
Culture and Recreation	55,624	51,380	4,244
Conservation	179,667	220,431	(40,764)
Economic Development and Assistance	132,651	122,466	10,185
Debt Service:			
Principal	247,663	278,983	(31,320)
Interest and Fiscal Charges	108,117	116,723	(8,606)
Total Expenditures	\$ 21,340,583	\$ 19,933,911	\$ 1,406,672

Other financing sources from the County came from:

**Table A-5
Other Financing Resources**

	FY 2011	FY 2010	Increase (Decrease)
Transfers In	\$ 350,970	\$ 374,624	\$ (23,654)
Transfers Out	(350,970)	(374,624)	23,654
Capital Leases	287,964	-	287,964
	\$ 287,964	\$ -	\$ 287,964

JIM WELLS COUNTY, TEXAS

General Fund Budgetary Highlights

The final budget was adopted with total General Fund revenues of \$13,164,559 and expenditures of \$14,863,538, 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 \$2,067,162. Of this amount, general property taxes and general sales & use taxes provided favorable variances of \$394,308 and \$1,616,556, respectively. These favorable variances are a result of the benefits of the economic flood that is Eagle Ford shale production. Alice's revenue booms and busts through the years closely follow oil prices and oil field activities. Intergovernmental revenues provided a favorable variance of \$48,850 and license & permits provided a favorable variance of \$23,606.
- Actual expenditures (before transfers) were \$399,162 below final budget amounts. This favorable variance resulted from over-budgeted expenditures in the non-departmental, county courthouse and annex, and county clerk departments, among others. County departments were encouraged to monitor expenditures to help support the overall County budget since the County was incurring higher costs of items such as medical insurance, data services and utilities.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2011, the County had invested \$59,926,912 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, and equipment), which are used in the performance of the County's functions including infrastructure assets. At December 31, 2011 net capital assets of the governmental activities totaled \$21,879,216. Depreciation on capital assets is recognized in the Government-wide financial statements. Accumulated depreciation for infrastructure, buildings & improvements, and equipment totaled \$38,047,696. More detailed information about the county's capital assets is presented in the notes to the financial statements on page 47.

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**Table A-6
County's Capital Assets**

	Activities		(Decrease)
	2011	2010	2011-2010
Land	\$ 227,789	\$ 227,789	\$ -
Infrastructure	42,359,360	41,945,219	414,141
Buildings and Improvements	12,931,770	12,926,594	5,176
Equipment	4,407,993	3,864,208	543,785
Total at historical cost	<u>\$ 59,926,912</u>	<u>\$ 58,963,810</u>	<u>\$ 963,102</u>
Total Accumulated Depreciation	(38,047,696)	(37,696,768)	(350,928)
Net Capital Assets	<u>\$ 21,879,216</u>	<u>\$ 21,267,042</u>	<u>\$ 612,174</u>

The largest increase to capital assets was attributed to machinery & equipment in the net amount of \$543,785 for a brush fire truck in the Fire Protection department, a jeep, Tahoe's, and other licensed vehicles as part of the Sheriff's department. Infrastructure had a net increase of \$414,141 as compared to 2010. Additional details on capital assets can be found in the notes to the financial statements on page 47.

Long Term Debt

At year-end the County had \$3,188,725 in bonds, capital leases obligations, and other long-term liabilities outstanding as shown in Table A-7. The County's total debt increased by a *net* of \$101,122 from 2010 through capital lease payments, general obligation bonds, and compensated absences. More detailed information about the County's debt is presented in the notes to the financial statements on page 50.

**Table A-7
Long Term Debt**

	Governmental Activities	
	2011	2010
General obligation bonds	\$ 2,430,000	\$ 2,585,000
Capital leases	398,572	203,271
Compensated absences	<u>360,153</u>	<u>299,332</u>
Total governmental activities	<u>\$ 3,188,725</u>	<u>\$ 3,087,603</u>

JIM WELLS COUNTY, TEXAS

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised value used for the 2012 budget preparation is up considerably from the prior year.
- General operating fund spending in the 2012 budget is expected to have a moderate increase as compared to 2011.

These indicators were taken into account when adopting the general fund budget for 2012. Property taxes will increase due to increasing property values. The County will use these increases in revenues to fund balance reserves.

Expenditures are expected to experience a moderate 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 2011-2012 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; (3) recognize employee talent by continuing a longevity pay step plan, and (4) 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

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BASIC FINANCIAL STATEMENTS

Basic Financial Statements

JIM WELLS COUNTY, TEXAS

STATEMENT OF NET ASSETS

DECEMBER 31, 2011

	Governmental Activities
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 8,475,538
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	1,541,754
<i>Sales Taxes Receivable</i>	520,750
<i>Intergovernmental Receivable</i>	13,423
Capital Assets (net of accumulated depreciation):	
<i>Land</i>	227,789
<i>Buildings and System</i>	8,685,152
<i>Machinery and Equipment</i>	2,559,819
<i>Infrastructure</i>	10,406,456
Total Assets	<u>32,430,681</u>
LIABILITIES:	
<i>Accounts Payable and Other Current Liabilities</i>	475,522
<i>Accrued Interest Payable</i>	31,526
Noncurrent Liabilities-	
<i>Due within one year</i>	427,668
<i>Due in more than one year</i>	2,761,057
Total Liabilities	<u>3,695,773</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	19,050,644
Restricted For:	
Debt Service	235,500
Capital Projects	1,182,135
Unrestricted	8,266,629
Total Net Assets	<u>\$ 28,734,908</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2011

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
PRIMARY GOVERNMENT:				
Governmental Activities:				
<i>General Government</i>	\$ 4,432,130	\$ 862,367	\$ --	\$ (3,569,763)
<i>Judicial</i>	3,565,739	462,136	--	(3,103,603)
<i>Public Safety</i>	7,232,526	1,261,784	1,198,406	(4,772,336)
<i>Public Transportation</i>	3,945,300	981,086	17,233	(2,946,981)
<i>Health and Welfare</i>	889,812	--	423,746	(466,066)
<i>Culture and Recreation</i>	55,624	--	--	(55,624)
<i>Conservation</i>	179,667	--	--	(179,667)
<i>Economic Development and Assistance</i>	132,651	--	--	(132,651)
<i>Interest on Long-term Debt</i>	106,106	--	--	(106,106)
Total Governmental Activities	20,539,555	3,567,373	1,639,385	(15,332,797)
Total Primary Government	\$ 20,539,555	\$ 3,567,373	\$ 1,639,385	(15,332,797)
General Revenues:				
<i>Property Taxes</i>				11,207,410
<i>Sales Taxes</i>				6,080,972
<i>Fines and Forfeitures</i>				3,460
<i>Investment Income</i>				20,988
<i>Miscellaneous Revenues</i>				297,366
Total General Revenues				17,610,196
Change in Net Assets				2,277,399
Net Assets - Beginning				26,457,509
Net Assets - Ending				\$ 28,734,908

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 4,925,929	\$ 3,549,609	\$ 8,475,538
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	5,463,851	1,668,528	7,132,379
<i>Sales Taxes Receivable</i>	427,014	93,736	520,750
<i>Intergovernmental Receivable</i>	--	13,423	13,423
Total Assets	<u>\$ 10,816,794</u>	<u>\$ 5,325,296</u>	<u>\$ 16,142,090</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ 139,889	\$ 335,633	\$ 475,522
<i>Deferred Revenue</i>	5,463,852	1,668,527	7,132,379
Total Liabilities	<u>5,603,741</u>	<u>2,004,160</u>	<u>7,607,901</u>
Fund Balances:			
Restricted Fund Balance:			
Federal or State Funds Grant Restriction	--	2,076,415	2,076,415
Retirement of Long-Term Debt	--	62,586	62,586
Committed Fund Balance:			
Construction	--	1,182,135	1,182,135
Other Committed Fund Balance	--	--	--
Assigned Fund Balance:			
Other Assigned Fund Balance	--	--	--
Unassigned Fund Balance	5,213,053	--	5,213,053
Total Fund Balance	<u>5,213,053</u>	<u>3,321,136</u>	<u>8,534,189</u>
Total Liabilities and Fund Balance	<u>\$ 10,816,794</u>	<u>\$ 5,325,296</u>	<u>\$ 16,142,090</u>

JIM WELLS COUNTY, TEXAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET ASSETS
 DECEMBER 31, 2011

Total fund balances - governmental funds balance sheet	\$ 8,534,189
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not reported in the funds.	21,879,216
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	1,541,754
Payables for bond principal which are not due in the current period are not reported in the funds.	(2,430,000)
Payables for capital leases which are not due in the current period are not reported in the funds.	(398,572)
Payables for bond interest which are not due in the current period are not reported in the funds.	(31,526)
Payables for compensated absences which are not due in the current period are not reported in the funds.	<u>(360,153)</u>
Net assets of governmental activities - Statement of Net Assets	<u>\$ 28,734,908</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXASSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenue:			
Taxes:			
<i>General Property Taxes</i>	\$ 8,638,685	\$ 2,571,794	\$ 11,210,479
<i>General Sales and Use Taxes</i>	4,986,397	1,094,575	6,080,972
<i>License and Permits</i>	82,606	449,526	532,132
<i>Intergovernmental</i>	278,335	1,543,348	1,821,683
<i>Charges for Services</i>	40,750	608,177	648,927
<i>Fines and Forfeitures</i>	322,821	671,773	994,594
<i>Fees of Office</i>	640,428	572,454	1,212,882
<i>Investment Earnings</i>	12,971	8,017	20,988
<i>Miscellaneous Revenues</i>	228,728	68,638	297,366
Total revenues	<u>15,231,721</u>	<u>7,588,302</u>	<u>22,820,023</u>
Expenditures:			
Current:			
<i>General Government</i>	3,649,164	42,518	3,691,682
<i>Judicial</i>	3,514,874	50,865	3,565,739
<i>Public Safety</i>	5,575,318	2,430,743	8,006,061
<i>Public Transportation</i>	--	4,463,567	4,463,567
<i>Health and Welfare</i>	277,276	612,536	889,812
<i>Culture and Recreation</i>	55,624	--	55,624
<i>Conservation</i>	179,667	--	179,667
<i>Economic Development and Assistance</i>	132,651	--	132,651
Debt Service:			
<i>Principal</i>	92,663	155,000	247,663
<i>Interest and Fiscal Charges</i>	9,708	98,409	108,117
Total Expenditures	<u>13,486,945</u>	<u>7,853,638</u>	<u>21,340,583</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,744,776</u>	<u>(265,336)</u>	<u>1,479,440</u>
Other Financing Sources (Uses):			
<i>Transfers In</i>	4,665	346,305	350,970
<i>Transfers Out</i>	(258,133)	(92,837)	(350,970)
<i>Capital Leases</i>	287,964	--	287,964
Total Other Financing Sources (Uses)	<u>34,496</u>	<u>253,468</u>	<u>287,964</u>
Net Change in Fund Balances	<u>1,779,272</u>	<u>(11,868)</u>	<u>1,767,404</u>
Fund Balances - Beginning	3,433,781	3,333,004	6,766,785
Fund Balances - Ending	<u>\$ 5,213,053</u>	<u>\$ 3,321,136</u>	<u>\$ 8,534,189</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, 2011

Net change in fund balances - total governmental funds	\$ 1,767,404
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	1,412,595
The depreciation of capital assets used in governmental activities is not reported in the funds.	(674,494)
The gain or loss on the sale of capital assets is not reported in the funds.	(125,926)
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	(3,069)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	155,000
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	92,663
(Increase) decrease in accrued interest from beginning of period to end of period.	2,011
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(60,821)
Proceeds of leases do not provide revenue in the SOA, but are reported as current resources in the funds.	<u>(287,964)</u>
Change in net assets of governmental activities - Statement of Activities	<u>\$ 2,277,399</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2011

	<u>Agency Funds</u>
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 6,731,392
Total Assets	<u>\$ 6,731,392</u>
LIABILITIES:	
<i>Due to Other Governments and Agencies</i>	\$ 6,731,392
Total Liabilities	<u>\$ 6,731,392</u>

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

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.

1. Reporting Entity

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

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

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

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Statements: The statement of net assets and the statement of activities include the financial activities of the overall government, except for fiduciary activities. include the financial internal activities. These statements distinguish between the governmental and business-type activities by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for 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 major governmental funds, each displayed in a separate column. All remaining governmental and 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.

All other governmental funds are combined and reported as nonmajor. Nonmajor funds include the road and bridge funds, grants-in-aid, capital projects and other special revenue funds.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

In addition, the County reports the following fund types:

Agency Funds: The County has only agency funds which are used to account for assets that are held by the County as an agent for the Payroll fund, DA Escrow fund, District Clerk fund, County Clerk fund, and other governmental units, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds cannot be said to have a measurement focus (i.e., since they do not report equity they cannot present an operating statement reporting changes in equity.)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial 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. 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. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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 capital leases are reported as other financing sources. 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 and Debt Service Funds 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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

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. Inventories and prepaid item at December 31, 2011 were nominal

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 are recorded at their estimated fair value at the date of the donation. 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 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

GASB Statement No. 34 requires the County to report and depreciate new infrastructure assets effective with the beginning of the current year. Infrastructure assets include roads, and bridges. These infrastructure assets are likely to be the largest asset class of the County. Neither their historical cost nor related depreciation has historically been reported in the financial statements.

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.

e. 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 assets.

f. Use of Estimates

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

4. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the county's policy does not permit payments of any amounts when employees separate from service with the county. All vacation pay is accrued when in the government-wide statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example as a result of employee resignations and retirements.

5. Fund balances of the governmental funds are classified as follows:

Non spendable 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 specific purpose because of a formal action by the County's governing board. Committed amounts cannot be used for any other purpose unless the governing board 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 governing board. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints of their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance - represents amounts which the County intends to use for a specific purpose, but that do not meet criteria to be classified as restricted or committed. Intent may be stipulated by the governing board or by an official or body to which the governing board 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 purpose 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.

6. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

B. Compliance and Accountability

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

The County did have any deficit fund balances or fund net assets of individual funds.

2. Excess of expenditures over appropriations

For the year ended December 31, 2011, the following fund has expenditures exceeding appropriations

Road & Bridge Fund No. 23	\$	(45,899)
Public Transportation Planning Fund	\$	(36,751)

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, 2011, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$15,156,622 and the bank balance was \$14,894,151. The County's cash deposits at December 31, 2011 and during the year ended December 31, 2011, 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: Wells Fargo Bank of Alice, Texas
- b. The market value of securities pledged as of the date of the highest combined balance on deposit was \$15,322,126.
- c. The highest combined balances of cash, savings and time deposit accounts amounted to \$15,156,622 and occurred during the month of December, 2011.
- 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.

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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

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 not have investments at December 31, 2011.

Investment or Investment Type	Maturity	Fair Value
None	N/A	\$ --

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, 2011

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, 2011, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 227,789	\$ --	\$ --	\$ 227,789
Total capital assets not being depreciated	<u>227,789</u>	<u>--</u>	<u>--</u>	<u>227,789</u>
<i>Capital assets being depreciated:</i>				
Infrastructure	41,945,219	414,141	--	42,359,360
Buildings and improvements	12,926,594	5,176	--	12,931,770
Machinery & Equipment	3,864,207	993,278	(449,492)	4,407,993
Total capital assets being depreciated	<u>58,736,020</u>	<u>1,412,595</u>	<u>(449,492)</u>	<u>59,699,123</u>
Less accumulated depreciation for:				
Infrastructure	(31,888,741)	(64,163)	--	(31,952,904)
Buildings and improvements	(3,984,446)	(262,172)	--	(4,246,618)
Machinery & Equipment	(1,823,581)	(348,159)	323,566	(1,848,174)
Total accumulated depreciation	<u>(37,696,768)</u>	<u>(674,494)</u>	<u>323,566</u>	<u>(38,047,696)</u>
Total capital assets being depreciated, net	<u>21,039,252</u>	<u>738,101</u>	<u>(125,926)</u>	<u>21,651,427</u>
Governmental activities capital assets, net	<u>\$ 21,267,041</u>	<u>\$ 738,101</u>	<u>\$ (125,926)</u>	<u>\$ 21,879,216</u>

Depreciation was charged to functions as follows:

General Government	\$ 168,640
Public Protection:	
Courthouse & Buildings	262,172
Probation	24,765
Sheriff	132,942
Fire Protection	21,812
Public Ways and Facilities, Including Depreciation of General Infrastructure Assets	64,163
	<u>\$ 674,494</u>

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

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, 2011,

2. Transfers To and From Other Funds

Transfers to and from other funds at December 31, 2011, consisted of the following:

Transfers out:	Transfers In:		
	General Fund	Nonmajor Governmental	Total
General fund	\$ --	\$ 258,132	\$ 258,132
Nonmajor governmental	4,665	88,173	92,838
Total transfers out	<u>4,665</u>	<u>346,305</u>	<u>350,970</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. Fund Balances

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	\$ 2,076,415
Retirement of Long-Term Debt	62,586
	<u>2,139,001</u>

Committed Fund Balance:

Construction	1,182,135
Other Committed Fund Balance	--
	<u>1,182,135</u>

Assigned Fund Balance:

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

Unassigned Fund Balance

5,213,053
<u>5,213,053</u>

Total Fund Balance	\$ <u>8,534,189</u>
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JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

G. Leases

Operating Leases

Commitments under operating (noncapitalized) lease agreements for facilities and equipment provide for minimum future rental payments as of December 31, 2011, as follows:

Year Ending December 31,		
2012	\$	89,766
2013		89,766
2014		89,766
2015		89,766
2016		89,766
Total Minimum Rentals	\$	<u>448,830</u>
Rental Expenditures in 2011	\$	<u>89,766</u>

Capital Leases

The County has entered into three lease agreements as lessee for financing the acquisition of two fire trucks and six police vehicles. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

1. On Sept. 15, 2009, the County entered into a three year lease agreement, secured with a fire truck, with Wells Fargo Bank Texas with a maturity date of Sept. 15th, 2012. Payments are due in annual installments of \$54,926.54 including interest of 4.85%.
2. On Sept. 15, 2009, the County entered into a three year lease agreement, secured with 5 vehicles with Wells Fargo Bank Texas, with a maturity of January 15, 2012. Payments are due in annual installments of \$40,018.71 including interest of 4.24%.
3. On June 4, 2009, the County entered into a five year lease agreement, secured by a vehicle with Kansas State Bank of Manhattan, with a maturity date of June 4, 2014. Payments are due in annual installments of \$7,425.88 including interest of 6.05%.
4. On July 6, 2011, the County entered into a three year agreement, secured by a Brush Fire Truck with Government Capital with a maturity date of February 15, 2014. Payments are due in annual installments of \$46,497.91, including interest of 4.597%.
5. On August 15, 2011, the County entered into a three year lease agreement secured by three Tahoes and three Caprice Classics with Government Capital, with a maturity date of February 15, 2014. Payments are due in annual installments of \$56,331.30 including interest of 4.597%.

The assets acquired through capital leases are as follows:

Asset:		Governmental
		Activities
Machinery and Equipment	\$	<u>1,336,824</u>
Less: accumulated depreciation		<u>(492,444)</u>
Total	\$	<u>844,380</u>

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2011 were as follows:

<u>Year Ending December 31,</u>	
2012	\$ 205,200
2013	110,255
2014	110,255
Total Minimum Lease Payments	\$ 425,710
Less: amount representing interest	(27,139)
Present Value of Minimum Lease Payments	<u>\$ 398,571</u>

H. Long-Term Obligations

1. Long-Term Obligation Activity

On May 1, 2008, the County issued \$2,735,000 in Certificate of Obligation Refunding Bonds, Series 2008 installments of \$145,000 to \$170,000 through September 1, 2023, with interest rate of 3.86%. Proceeds were used to renovate the jail and make improvements to county buildings.

The following is the certificates of obligation outstanding at December 31, 2011.

<u>Description</u>	<u>Interest Rates (%)</u>	<u>Date of Issuance</u>	<u>Date of Maturity</u>	<u>Bonds Outstanding</u>
Certificates of Obligation Refunding Bonds, Series 2008	3.86%	May 1, 2008	September 1 2023	\$2,430,000

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended December 31, 2011, are as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<u>Governmental activities:</u>					
General obligation bonds	\$ 2,585,000	\$ --	\$ 155,000	\$ 2,430,000	165,000
Capital leases	203,271	287,964	92,663	398,572	192,668
Compensated absences *	299,332	123,004	62,183	360,153	70,000
Total governmental activities	<u>\$ 3,087,603</u>	<u>\$ 410,968</u>	<u>\$ 309,846</u>	<u>\$ 3,188,725</u>	<u>\$ 427,668</u>

* Other long-term liabilities

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

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

2. Debt Service Requirements

Debt service requirements on long-term debt at December 31, 2011, are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2012	\$ 165,000	\$ 92,158	\$ 257,158
2013	170,000	85,789	255,789
2014	175,000	79,227	254,227
2015	180,000	72,375	252,375
2016	190,000	65,427	255,427
2017-2021	1,060,000	210,370	1,270,370
2021-2023	490,000	23,836	513,836
Totals	\$ 2,430,000	\$ 629,182	\$ 3,059,182

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 2011, 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 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 TCERS is responsible for the administration of the statewide agent-multiple-employer public employee retirement system consisting of 586 nontraditional defined benefit pension plans. TCERS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCERS 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 TCERS (TCERS 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 TCERS 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 TCERS Act.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

2. Funding Policy

The employer has elected the annually determined contribution rate (variable-rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 10.94 for the calendar year 2011. The deposit rate payable by the employee members is the rate of 6.00% as adopted by the governing body of the employer within the options available in the TCDRS Act.

3. Annual Pension Cost

For the employers accounting ending December 31, 2011, the annual pension cost for the TCDRS plan for its employees was \$877,763 and the actual contributions were \$481,405.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB No. 27 parameters based on the actuarial valuation as of December 31, 2010, the basis for determining the contribution rate for the calendar year 2010. The December 31, 2010 actuarial valuation is the most recent valuation.

	Actuarial	Valuation	Information
Actuarial valuation date	12/31/2008	12/31/2009	12/31/2010
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll. closed	level percentage of payroll. closed	level percentage of payroll. closed
Amortization period	20 yrs	20 yrs	20 yrs
Asset valuation method	SAF: 10yr smoothed value ESF Fund Value	SAF: 10 yr smoothed value ESF Fund Value	SAF: 10 yr smoothed value ESF Fund Value
Actuarial Assumptions:			
Investment return*	8.00%	8.00%	8.00%
Project salary incr. *	5.3%	5.4%	5.4%
Inflation	3.5%	3.5%	3.5%
Cost-of-living adjust.	0.0%	0.0%	0.0%

* Includes inflation at the stated rate

4. Trend Information for the Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
December 31, 2009	\$ 779,465	100%	--
December 31, 2010	834,938	100%	--
December 31, 2011	877,763	100%	--

5. Funded Status and Funding Progress. The funded status of the plan as of December 31, 2010

Actuarial accrued liability (AAL)	\$ 23,557,602
Actuarial value of plan assets	20,272,855
Unfunded actuarial accrued liability (UAAL)	43,830,457
Funded ratio (actuarial value of plan assets/AAL)	86.06%
Covered payroll (active plan members)	\$ 7,582,547
UAAL as a percentage of covered payroll	43.32%

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

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

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the

K. Health Care Coverage

During the year ended December 31, 2011, employees of the County were covered by a health insurance plan (the Plan). The County paid premiums of \$359 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a licensed insurer. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement.

The contract between the County and the licensed insurer is renewable June 30, 2012, and terms of coverage and premium costs are included in the contractual provisions.

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

L. 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, 2011.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

M. Other Related Disclosures

The following funds had adopted budgets for the fiscal year ended December 31, 2011:

General Fund
Road and Bridge Funds
Small Dams Fund
Law Library Fund
Debt Service Fund
Jail Expansion Fund
Road Bond 1967 Fund

N. Subsequent Event

The County has evaluated subsequent events through July 30, 2012, the date which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

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
 REQUIRED SUPPLEMENTARY INFORMATION
 December 31, 2011

Schedule of Funding Progress for the Retirement Plan
 for the Employees of Jim Wells County

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
December 31, 2008	\$ 16,346,185	\$ 19,896,737	\$ 3,550,552	82.16%	\$ 7,301,448	48.63%
December 31, 2009	18,648,272	21,959,197	3,310,925	84.92%	7,650,186	43.28%
December 31, 2010	20,272,855	23,557,602	3,284,747	86.06%	7,582,547	43.32%

GENERAL FUND

The General Fund is a constitutional fund and is utilized to account for All County revenues and expenditures except those, which are required, by law, to be classed in other constitutional funds and such other funds that are presented separately to facilitate proper accountability.

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT B-1
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	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 8,244,377	\$ 8,244,377	\$ 8,638,685	\$ 394,308
<i>General Sales and Use Taxes</i>	3,369,841	3,369,841	4,986,397	1,616,556
License and Permits	59,000	59,000	82,606	23,606
Intergovernmental	203,390	229,485	278,335	48,850
Charges for Services	38,950	38,950	40,750	1,800
Fines and Forfeitures	324,000	324,000	322,821	(1,179)
Fees of Office	657,596	660,501	640,428	(20,073)
Investment Earnings	10,000	10,000	12,971	2,971
Miscellaneous Revenues	257,405	228,405	228,728	323
Total revenues	13,164,559	13,164,559	15,231,721	2,067,162
EXPENDITURES:				
General Government				
County Judge				
<i>Personal Services</i>	222,465	220,465	212,301	8,164
<i>Supplies</i>	3,000	3,000	9,473	(6,473)
<i>Other Services and Charges</i>	13,900	15,900	14,976	924
<i>Capital Outlay</i>	3,000	3,000	--	3,000
Total County Judge	242,365	242,365	236,750	5,615
County Clerk				
<i>Personal Services</i>	414,917	399,852	327,829	72,023
<i>Supplies</i>	9,500	17,903	18,239	(336)
<i>Other Services and Charges</i>	53,625	60,287	62,667	(2,380)
<i>Capital Outlay</i>	5,500	5,500	--	5,500
Total County Clerk	483,542	483,542	408,735	74,807
Veterans Service				
<i>Personal Services</i>	38,515	38,515	43,380	(4,865)
<i>Supplies</i>	250	250	274	(24)
<i>Other Services and Charges</i>	2,236	35,236	20,850	14,386
<i>Capital Outlay</i>	30,900	900	--	900
Total Veterans Service	71,901	74,901	64,504	10,397
County Auditor				
<i>Personal Services</i>	391,561	411,561	409,272	2,289
<i>Supplies</i>	12,000	12,000	22,053	(10,053)
<i>Other Services and Charges</i>	35,700	15,700	12,879	2,821
<i>Capital Outlay</i>	12,000	12,000	--	12,000
Total County Auditor	451,261	451,261	444,204	7,057
County Treasurer				
<i>Personal Services</i>	152,364	152,364	149,830	2,534
<i>Supplies</i>	1,800	1,800	1,290	510
<i>Other Services and Charges</i>	5,163	5,163	5,996	(833)
<i>Capital Outlay</i>	300	300	--	300
Total County Treasurer	159,627	159,627	157,116	2,511
Tax Assessor-Collector				
<i>Personal Services</i>	401,279	401,279	351,420	49,859
<i>Supplies</i>	3,000	4,200	4,495	(295)
<i>Other Services and Charges</i>	393,090	391,890	383,311	8,579
<i>Capital Outlay</i>	1,700	1,700	--	1,700
Total Tax Assessor-Collector	799,069	799,069	739,226	59,843

JIM WELLS COUNTY, TEXAS
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT B-1
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	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
County Courthouse and Annex				
<i>Personal Services</i>	68,336	68,336	57,655	10,681
<i>Supplies</i>	33,000	33,000	23,694	9,306
<i>Other Services and Charges</i>	924,500	906,500	895,698	10,802
<i>Capital Outlay</i>	142,000	116,000	16,620	99,380
<i>Total County Courthouse and Annex</i>	<u>1,167,836</u>	<u>1,123,836</u>	<u>993,667</u>	<u>130,169</u>
County Airport				
<i>Personal Services</i>	50,000	50,000	31,236	18,764
<i>Total County Airport</i>	<u>50,000</u>	<u>50,000</u>	<u>31,236</u>	<u>18,764</u>
Elections				
<i>Personal Services</i>	184,594	184,594	180,490	4,104
<i>Supplies</i>	5,000	5,000	(10,626)	15,626
<i>Other Services and Charges</i>	22,770	64,956	77,755	(12,799)
<i>Total Elections</i>	<u>212,364</u>	<u>254,550</u>	<u>247,619</u>	<u>6,931</u>
Non-Departmental				
<i>Personal Services</i>	14,873	14,873	15,850	(977)
<i>Supplies</i>	60,000	84,000	86,174	(2,174)
<i>Other Services and Charges</i>	500,586	476,586	224,083	252,503
<i>Total Non-Departmental</i>	<u>575,459</u>	<u>575,459</u>	<u>326,107</u>	<u>249,352</u>
Total General Government	<u>4,213,424</u>	<u>4,214,610</u>	<u>3,649,164</u>	<u>565,446</u>
Judicial				
County court				
<i>Other Services and Charges</i>	124,500	124,500	138,150	(13,650)
<i>Total County Court</i>	<u>124,500</u>	<u>124,500</u>	<u>138,150</u>	<u>(13,650)</u>
District Court				
<i>Personal Services</i>	410,421	431,318	389,667	41,651
<i>Supplies</i>	5,000	5,000	4,672	328
<i>Other Services and Charges</i>	273,554	273,554	349,516	(75,962)
<i>Capital Outlay</i>	45,100	24,203	--	24,203
<i>Total District Court</i>	<u>734,075</u>	<u>734,075</u>	<u>743,855</u>	<u>(9,780)</u>
District Clerk				
<i>Personal Services</i>	474,438	474,438	452,254	22,184
<i>Supplies</i>	12,500	20,873	24,676	(3,803)
<i>Other Services and Charges</i>	30,700	27,200	28,308	(1,108)
<i>Capital Outlay</i>	13,000	8,127	--	8,127
<i>Total District Clerk</i>	<u>530,638</u>	<u>530,638</u>	<u>505,238</u>	<u>25,400</u>
Justice of the Peace				
<i>Personal Services</i>	625,214	631,139	616,641	14,498
<i>Supplies</i>	9,450	9,450	15,693	(6,243)
<i>Other Services and Charges</i>	83,816	83,816	94,070	(10,254)
<i>Capital Outlay</i>	1,400	1,400	--	1,400
<i>Total Justice of the Peace</i>	<u>719,880</u>	<u>725,805</u>	<u>726,404</u>	<u>(599)</u>
County Attorney				
<i>Personal Services</i>	570,987	561,077	573,131	(12,054)
<i>Supplies</i>	1,900	3,900	3,697	203
<i>Other Services and Charges</i>	11,000	18,633	18,023	610
<i>Capital Outlay</i>	--	277	--	277
<i>Total County Attorney</i>	<u>583,887</u>	<u>583,887</u>	<u>594,851</u>	<u>(10,964)</u>

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT B-1
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	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
District Attorney				
<i>Personal Services</i>	729,434	722,434	735,148	(12,714)
<i>Supplies</i>	10,000	10,000	11,682	(1,682)
<i>Other Services and Charges</i>	31,600	38,600	54,546	(15,946)
<i>Capital Outlay</i>	7,000	7,000	5,000	2,000
<i>Total District Attorney</i>	778,034	778,034	806,376	(28,342)
<i>Total Judicial</i>	3,471,014	3,476,939	3,514,874	(37,935)
Public Safety				
Ambulance				
<i>Other Services and Charges</i>	155,800	155,800	167,950	(12,150)
<i>Total Ambulance</i>	155,800	155,800	167,950	(12,150)
Fire Protection				
<i>Other Services and Charges</i>	157,219	157,219	--	157,219
<i>Capital Outlay</i>	--	--	195,426	(195,426)
<i>Total Fire Protection</i>	157,219	157,219	195,426	(38,207)
Constable				
<i>Personal Services</i>	364,791	399,472	399,380	92
<i>Supplies</i>	11,300	3,500	2,488	1,012
<i>Other Services and Charges</i>	7,752	11,952	13,368	(1,416)
<i>Capital Outlay</i>	--	2,400	--	2,400
<i>Total Constable</i>	383,843	417,324	415,236	2,088
Sheriff				
<i>Personal Services</i>	2,959,866	2,961,363	3,008,083	(46,720)
<i>Supplies</i>	340,068	365,068	468,348	(103,280)
<i>Other Services and Charges</i>	609,485	576,185	510,043	66,142
<i>Capital Outlay</i>	45,988	126,944	238,026	(111,082)
<i>Total Sheriff</i>	3,955,407	4,029,560	4,224,500	(194,940)
Juvenile Corrections Board				
<i>Personal Services</i>	59,591	57,591	63,130	(5,539)
<i>Supplies</i>	14,670	14,670	14,157	513
<i>Other Services and Charges</i>	263,500	265,500	192,409	73,091
<i>Capital Outlay</i>	5,381	5,381	--	5,381
<i>Total Juvenile Corrections Board</i>	343,142	343,142	269,696	73,446
Emergency Management				
<i>Supplies</i>	8,200	8,200	6,389	1,811
<i>Other Services and Charges</i>	3,000	--	--	--
<i>Capital Outlay</i>	2,000	2,000	7,724	(5,724)
<i>Total Emergency Management</i>	13,200	10,200	14,113	(3,913)
Safety Department				
<i>Personal Services</i>	167,889	167,889	169,713	(1,824)
<i>Supplies</i>	12,000	9,000	8,530	470
<i>Other Services and Charges</i>	16,850	19,850	17,618	2,232
<i>Capital Outlay</i>	2,000	2,000	--	2,000
<i>Total Safety Department</i>	198,739	198,739	195,861	2,878
Vector Control				
<i>Supplies</i>	8,050	2,750	1,784	966
<i>Other Services and Charges</i>	2,000	5,300	1,160	4,140
<i>Capital Outlay</i>	--	2,000	--	2,000
<i>Total Vector Control</i>	10,050	10,050	2,944	7,106
Adult Probation				
<i>Other Services and Charges</i>	25,000	25,000	25,756	(756)
<i>Total Adult Probation</i>	25,000	25,000	25,756	(756)
Total Public Safety	5,311,354	5,415,988	5,575,318	(159,330)

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT B-1
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	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Health and Welfare				
<i>Personal Services</i>	87,340	87,340	75,595	11,745
<i>Supplies</i>	1,500	1,900	1,120	780
<i>Other Services and Charges</i>	53,796	213,612	200,561	13,051
<i>Capital Outlay</i>	2,000	2,000	--	2,000
<i>Total Health and Welfare</i>	<u>144,636</u>	<u>304,852</u>	<u>277,276</u>	<u>27,576</u>
Culture and Recreation				
<i>Jim Wells County Library</i>				
<i>Other Services and Charges</i>	50,000	50,000	54,167	(4,167)
<i>Total Jim Wells County Library</i>	<u>50,000</u>	<u>50,000</u>	<u>54,167</u>	<u>(4,167)</u>
<i>Parks Department</i>				
<i>Other Services and Charges</i>	4,600	4,600	1,457	3,143
<i>Total Parks Department</i>	<u>4,600</u>	<u>4,600</u>	<u>1,457</u>	<u>3,143</u>
<i>Orange Grove Center</i>				
<i>Other Services and Charges</i>	5,200	--	--	--
<i>Total Orange Grove Center</i>	<u>5,200</u>	<u>--</u>	<u>--</u>	<u>--</u>
<i>Total Culture and Recreation</i>	<u>59,800</u>	<u>54,600</u>	<u>55,624</u>	<u>(1,024)</u>
Conservation				
<i>Agriculture Extension Service</i>				
<i>Personal Services</i>	173,642	173,642	124,007	49,635
<i>Supplies</i>	4,500	3,416	4,834	(1,418)
<i>Other Services and Charges</i>	52,100	52,100	50,826	1,274
<i>Capital Outlay</i>	7,500	8,584	--	8,584
<i>Total Agriculture Extension Service</i>	<u>237,742</u>	<u>237,742</u>	<u>179,667</u>	<u>58,075</u>
Economic Development and Assistance				
<i>Personal Services</i>	134,577	134,577	83,832	50,745
<i>Other Services and Charges</i>	26,200	26,200	48,819	(22,619)
<i>Capital Outlay</i>	12,600	12,600	--	12,600
<i>Total Economic Development and Assistance</i>	<u>173,377</u>	<u>173,377</u>	<u>132,651</u>	<u>40,726</u>
Debt Service:				
<i>Principal</i>	--	--	92,663	(92,663)
<i>Interest and Fiscal Charges</i>	--	--	9,708	(9,708)
<i>Total Debt Service</i>	<u>--</u>	<u>--</u>	<u>102,371</u>	<u>(102,371)</u>
Total Expenditures	<u>13,691,347</u>	<u>13,886,107</u>	<u>13,486,945</u>	<u>399,162</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(526,788)</u>	<u>(721,548)</u>	<u>1,744,776</u>	<u>2,466,324</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers In</i>	--	--	4,665	4,665
<i>Transfers Out</i>	(1,002,447)	(977,431)	(258,133)	(719,298)
<i>Capital Leases</i>	--	--	287,964	(287,964)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,002,447)</u>	<u>(977,431)</u>	<u>34,496</u>	<u>(1,011,927)</u>
Net Change in Fund Balances	<u>(1,529,235)</u>	<u>(1,698,979)</u>	<u>1,779,272</u>	<u>3,478,251</u>
Fund Balances - Beginning	<u>3,433,781</u>	<u>3,433,781</u>	<u>3,433,781</u>	<u>--</u>
Fund Balances - Ending	<u>\$ 1,904,546</u>	<u>\$ 1,734,801</u>	<u>\$ 5,213,053</u>	<u>\$ 3,478,252</u>

JIM WELLS COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2011

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 2010 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.

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds for Jim Wells County, Texas, consist of the Road and Bridge Funds which collectively comprise the constitutional Road and Bridge Fund, all Grant Funds, the Law Library Fund, the County Attorney Check Collection Fee Fund, Sheriff's Federal Detention Fund, and Special Funds. The Special Revenue Funds have revenue earmarked for the financing of particular functions and activities of government as shown in the various expenditure schedules.

ROAD AND BRIDGE FUNDS

The Road and Bridge Funds are constitutional funds established to account for current funds used for the purpose of constructing and maintaining roads and bridges. The principle sources of revenue for these funds are ad valorem taxes, auto registration, and intergovernmental revenues.

The Road and Bridge Funds consist of the following:

1. The Flood Control-Small Dams Precinct No. 2 Fund is used to account for transfers received from the Road and Bridge Precinct Funds that are used for costs associated with the maintenance of small dams in the County.
2. The Road and Bridge Precinct Funds (Nos. 1, 2, 3, and 4) were used to account for costs associated with the construction and maintenance of roads and bridges in the four Commissioners' Precincts.

GRANTS-IN-AID FUNDS

The Grants-in-Aid Funds account for revenues received from the Federal and State Governments.

The Grants-in-Aid Special Revenue Funds consist of the following funds:

1. The Adult Probation Fund and the Community Corrections Fund are used to account for funds received for the Judicial District Adult Probation Program. The Community Corrections Fund is used to account for funds received for special caseloads, educational and literacy programs, and substance abuse programs.

2. The Juvenile Probation Fund is used to account for funds received for the Judicial District Juvenile Probation Program.

3. The Colonia Grant is used to account for grant funds to plan studies for an improved standard of living. The Home Program used to accounts for grant funds to assist in the purchasing of a home.

4. County Attorney Crime Prevention is used to account for grant funds, which assist law enforcement and public safety the community.

5. The State Juvenile Probation Fund accounts for a state grant, which is used for administrative and other costs to supervise Juvenile offenders.

6. The Juvenile Law Enforcement Officer Fund is used to account for a matching grant from the state to improve law enforcement.

7. The Indigent Health Care Fund is used to account for state funds received which match basic medical care expenditures provided to eligible people.

8. The Job Access and Reverse Commute Fund is used to lead planning, coordination and sustainability activities designed to increase access and capacity of public transportation services within the 12 counties of the Coastal Bend.

9. The Public Transportation Planning Fund is used to conduct a demonstration project to assess which intervention strategies, venues, and channels of communication are most effective in prompting use of transportation services by target audiences in select counties of the Coastal Bend.

OTHER SPECIAL REVENUE FUNDS

The Other Special Revenue Funds consists of Other Funds that account for particular functions and activities. The Other Special Revenue Funds consists of the following funds:

1. The Sheriff Impound Fees Fund is used to account for funds collected in the every day operations of the impound yard. The Jail Commissary Fund is used to account for funds collected from the jail commissary.

2. The Law Library Fund provides for the establishment and maintenance of a library for the use of members of the Texas Bar Association. It is stocked with several thousand books. Revenues are derived from fees, which are assessed against each civil case filed in County and District Courts.

3. The CSCD After Care Caseload fund accounts for the fees collected related to after care.

4. The County Attorney Check Collection Fee Fund accounts for County Attorney hot check collection fees.

5. The 79th Judicial District Attorney Drug Forfeiture Fund and Task Escrow Fund, Constable Prct. 5 Drug Forfeiture Fund, and the JWC Sheriff Drug Forfeiture Fund accounts for monies received through seizures pursuant to the forfeiture law(House Bill No. 65) of the State of Texas.

6. The Records, Management, and Preservation Fund is used to account for fees charged for the preservation and management of County records.

7. The Relief Route Capital Fund is used for the establishment of funds authorizing the County to support and fund the U.S. Highways 77/281 Coalition and Alliance for I-69 South Texas highway projects for an improved highway system.

8. The Drug Abuse and Rehabilitation Fund is used to account for its share of 10% of monies received from drug forfeitures. These monies are used to defray costs for drug and alcohol rehabilitation.

9. The J.P. Technology Fund and County and District Court Technology Fund are used to account for technology fees collected from misdemeanor convictions. The fees collected can only be used for technology enhancements.

CAPITAL PROJECTS FUND

These funds are used to account for financial resources to be used for the acquisition and construction of major capital facilities and are principally financed by capital grants, certificates of obligation, from the sale of bonds, and donations. These funds are not ordinarily used to account for the acquisition of furniture, fixtures, machinery, equipment, and other relatively minor or comparatively short-lived general fixed assets. The Capital Projects Funds in use by the County are the Right-of-Way Fund, which is used to account for costs incurred in purchase of land right-of-way for major road improvements and construction and the Jail Expansion Fund which is being used to provide improvements to the County Jail.

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	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>	\$ 2,304,888	\$ 62,586	\$ 1,182,135	\$ 3,549,609
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	1,668,528	--	--	1,668,528
<i>Sales Taxes Receivable</i>	93,736	--	--	93,736
<i>Intergovernmental Receivable</i>	13,423	--	--	13,423
Total Assets	\$ 4,080,575	\$ 62,586	\$ 1,182,135	\$ 5,325,296
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 335,633	\$ --	\$ --	\$ 335,633
<i>Deferred Revenue</i>	1,668,527	--	--	1,668,527
Total Liabilities	2,004,160	--	--	2,004,160
Fund Balances:				
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	--	--	--	--
Retirement of Long-Term Debt	--	62,586	--	62,586
Committed Fund Balance:				
Construction	--	--	1,182,135	1,182,135
Other Committed Fund Balance	--	--	--	--
Assigned Fund Balance:				
Other Assigned Fund Balance	--	--	--	--
Unassigned Fund Balance	2,076,415	--	--	2,076,415
Total Fund Balance	2,076,415	62,586	1,182,135	3,321,136
Total Liabilities and Fund Balance	\$ 4,080,575	\$ 62,586	\$ 1,182,135	\$ 5,325,296

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenue:				
<i>Taxes:</i>				
<i>General Property Taxes</i>	\$ 2,311,480	\$ 260,314	\$ --	\$ 2,571,794
<i>General Sales and Use Taxes</i>	1,094,575	--	--	1,094,575
<i>License and Permits</i>	449,526	--	--	449,526
<i>Intergovernmental</i>	1,542,678	--	670	1,543,348
<i>Charges for Services</i>	608,177	--	--	608,177
<i>Fines and Forfeitures</i>	671,773	--	--	671,773
<i>Fees of Office</i>	572,454	--	--	572,454
<i>Investment Earnings</i>	6,251	209	1,557	8,017
<i>Miscellaneous Revenues</i>	68,328	--	310	68,638
Total revenues	<u>7,325,242</u>	<u>260,523</u>	<u>2,537</u>	<u>7,588,302</u>
Expenditures:				
<i>Current:</i>				
<i>General Government</i>	42,518	--	--	42,518
<i>Judicial</i>	50,865	--	--	50,865
<i>Public Safety</i>	2,430,712	--	31	2,430,743
<i>Public Transportation</i>	4,463,567	--	--	4,463,567
<i>Health and Welfare</i>	612,536	--	--	612,536
<i>Debt Service:</i>				
<i>Principal</i>	--	155,000	--	155,000
<i>Interest and Fiscal Charges</i>	--	98,409	--	98,409
Total Expenditures	<u>7,600,198</u>	<u>253,409</u>	<u>31</u>	<u>7,853,638</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(274,956)</u>	<u>7,114</u>	<u>2,506</u>	<u>(265,336)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	346,305	--	--	346,305
<i>Transfers Out</i>	(92,837)	--	--	(92,837)
Total Other Financing Sources (Uses)	<u>253,468</u>	<u>--</u>	<u>--</u>	<u>253,468</u>
Net Change in Fund Balances	<u>(21,488)</u>	<u>7,114</u>	<u>2,506</u>	<u>(11,868)</u>
Fund Balances - Beginning	2,097,903	55,472	1,179,629	3,333,004
Fund Balances - Ending	<u>\$ 2,076,415</u>	<u>\$ 62,586</u>	<u>\$ 1,182,135</u>	<u>\$ 3,321,136</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2011

	Public Transportation Planning Fund	Job Access & Reverse Commute Fund	Road & Bridge No. 21 Fund	Road & Bridge No. 22 Fund
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 20,135	\$ 5,420	\$ 181,671	\$ 424,043
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	367,384	246,033
<i>Sales Taxes Receivable</i>	--	--	20,622	12,186
<i>Intergovernmental Receivable</i>	--	--	--	--
Total Assets	\$ 20,135	\$ 5,420	\$ 569,677	\$ 682,262
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 56,886	\$ --	\$ 81,797	\$ --
<i>Deferred Revenue</i>	--	--	367,383	246,033
Total Liabilities	56,886	--	449,180	246,033
Fund Balances:				
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	(36,751)	5,420	120,497	436,229
Retirement of Long-Term Debt	--	--	--	--
Committed Fund Balance:				
Construction	--	--	--	--
Other Committed Fund Balance	--	--	--	--
Assigned Fund Balance:				
Other Assigned Fund Balance	--	--	--	--
Unassigned Fund Balance				
Unassigned Fund Balance	--	--	--	--
Total Fund Balance	(36,751)	5,420	120,497	436,229
Total Liabilities and Fund Balance	\$ 20,135	\$ 5,420	\$ 569,677	\$ 682,262

Road & Bridge No. 23 Fund	Road & Bridge No. 24 Fund	Indigent Health Care Fund	Sheriff Impound Fees	Small Dams No. 32 Fund
\$ 121,056	\$ 365,665	\$ 15,220	\$ 54,777	\$ 87,545
504,651	550,460	--	--	--
29,995	30,933	--	--	--
--	--	--	--	--
<u>\$ 655,702</u>	<u>\$ 947,058</u>	<u>\$ 15,220</u>	<u>\$ 54,777</u>	<u>\$ 87,545</u>
\$ 196,950	\$ --	\$ --	\$ --	\$ --
504,651	550,460	--	--	--
<u>701,601</u>	<u>550,460</u>	<u>--</u>	<u>--</u>	<u>--</u>
(45,899)	396,598	15,220	54,777	87,545
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>(45,899)</u>	<u>396,598</u>	<u>15,220</u>	<u>54,777</u>	<u>87,545</u>
<u>\$ 655,702</u>	<u>\$ 947,058</u>	<u>\$ 15,220</u>	<u>\$ 54,777</u>	<u>\$ 87,545</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2011

	<u>Jail Commissary Fund</u>	<u>CSCD After Care Caseload</u>	<u>County Attorney Check Collection</u>	<u>Juvenile Probation Fund</u>
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 4,011	\$ 10,933	\$ 23,755	\$ 128,924
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
<i>Intergovernmental Receivable</i>	--	--	--	--
Total Assets	<u>\$ 4,011</u>	<u>\$ 10,933</u>	<u>\$ 23,755</u>	<u>\$ 128,924</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ --	\$ --	\$ --
<i>Deferred Revenue</i>	--	--	--	--
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	4,011	10,933	23,755	128,924
Retirement of Long-Term Debt	--	--	--	--
Committed Fund Balance:				
Construction	--	--	--	--
Other Committed Fund Balance	--	--	--	--
Assigned Fund Balance:				
Other Assigned Fund Balance	--	--	--	--
Unassigned Fund Balance				
Unassigned Fund Balance	--	--	--	--
Total Fund Balance	<u>4,011</u>	<u>10,933</u>	<u>23,755</u>	<u>128,924</u>
Total Liabilities and Fund Balance	<u>\$ 4,011</u>	<u>\$ 10,933</u>	<u>\$ 23,755</u>	<u>\$ 128,924</u>

Adult Probation Fund	State Juvenile Probation Fund	Home Program Fund	Law Library Fund	Drug Abuse and Rehabilitation Fund
\$ 210,517	\$ 47,609	\$ 127	\$ 11,236	\$ 63,643
--	--	--	--	--
--	--	--	--	--
<u>\$ 210,517</u>	<u>\$ 47,609</u>	<u>\$ 127</u>	<u>\$ 11,236</u>	<u>\$ 63,643</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
210,517	47,609	127	11,236	63,643
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>210,517</u>	<u>47,609</u>	<u>127</u>	<u>11,236</u>	<u>63,643</u>
<u>\$ 210,517</u>	<u>\$ 47,609</u>	<u>\$ 127</u>	<u>\$ 11,236</u>	<u>\$ 63,643</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2011

	<u>County Attorney Crime Prevention Fund</u>	<u>79th Judicial District Attorney Forfeiture Fund</u>	<u>Sheriff Drug Forfeiture Fund</u>
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 10,446	\$ 235,702	\$ 166,055
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--
<i>Intergovernmental Receivable</i>	--	--	13,423
Total Assets	<u>\$ 10,446</u>	<u>\$ 235,702</u>	<u>\$ 179,478</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ --	\$ --	\$ --
<i>Deferred Revenue</i>	--	--	--
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:			
Restricted Fund Balance:			
Federal or State Funds Grant Restriction	10,446	235,702	179,478
Retirement of Long-Term Debt	--	--	--
Committed Fund Balance:			
Construction	--	--	--
Other Committed Fund Balance	--	--	--
Assigned Fund Balance:			
Other Assigned Fund Balance	--	--	--
Unassigned Fund Balance	--	--	--
Total Fund Balance	<u>10,446</u>	<u>235,702</u>	<u>179,478</u>
Total Liabilities and Fund Balance	<u>\$ 10,446</u>	<u>\$ 235,702</u>	<u>\$ 179,478</u>

Community Corrections Fund	Constable Prct 5 Drug Forfeiture Fund	Juvenile Law Enforcement Officer Fund	JP Technology Fund
\$ 12,914	\$ 8,202	\$ 608	\$ 3,841
--	--	--	--
--	--	--	--
--	--	--	--
<u>\$ 12,914</u>	<u>\$ 8,202</u>	<u>\$ 608</u>	<u>\$ 3,841</u>
\$ --	\$ --	\$ --	\$ --
--	--	--	--
--	--	--	--
--	--	--	--
<u>12,914</u>	<u>8,202</u>	<u>608</u>	<u>3,841</u>
<u>\$ 12,914</u>	<u>\$ 8,202</u>	<u>\$ 608</u>	<u>\$ 3,841</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2011

	County and District Court Technology Fund	Records Preservation Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 455	\$ 90,378	\$ 2,304,888
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	1,668,528
<i>Sales Taxes Receivable</i>	--	--	93,736
<i>Intergovernmental Receivable</i>	--	--	13,423
Total Assets	<u>\$ 455</u>	<u>\$ 90,378</u>	<u>\$ 4,080,575</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ --	\$ --	\$ 335,633
<i>Deferred Revenue</i>	--	--	1,668,527
Total Liabilities	<u>--</u>	<u>--</u>	<u>2,004,160</u>
Fund Balances:			
Restricted Fund Balance:			
Federal or State Funds Grant Restriction	455	90,378	2,076,415
Retirement of Long-Term Debt	--	--	--
Committed Fund Balance:			
Construction	--	--	--
Other Committed Fund Balance	--	--	--
Assigned Fund Balance:			
Other Assigned Fund Balance	--	--	--
Unassigned Fund Balance	<u>--</u>	<u>--</u>	<u>--</u>
Total Fund Balance	<u>455</u>	<u>90,378</u>	<u>2,076,415</u>
Total Liabilities and Fund Balance	<u>\$ 455</u>	<u>\$ 90,378</u>	<u>\$ 4,080,575</u>

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JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Public Transportation Planning Fund	Job Access & Reverse Commute Fund	Road & Bridge No. 21 Fund	Road & Bridge No. 22 Fund
Revenue:				
<i>Taxes:</i>				
<i>General Property Taxes</i>	\$ --	\$ --	\$ 520,525	\$ 348,492
<i>General Sales and Use Taxes</i>	--	--	240,806	142,295
<i>License and Permits</i>	--	--	98,896	58,438
<i>Intergovernmental</i>	28,984	12,287	17,203	10,166
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	--	--	1,457	861
<i>Fees of Office</i>	--	--	98,283	58,076
<i>Investment Earnings</i>	6	1	643	1,186
<i>Miscellaneous Revenues</i>	--	--	25,883	12,325
Total revenues	<u>28,990</u>	<u>12,288</u>	<u>1,003,696</u>	<u>631,839</u>
Expenditures:				
<i>Current:</i>				
<i>General Government</i>	--	--	--	--
<i>Judicial</i>	--	--	--	--
<i>Public Safety</i>	--	--	--	--
<i>Public Transportation</i>	80,741	21,868	1,008,988	556,396
<i>Health and Welfare</i>	--	--	--	--
Total Expenditures	<u>80,741</u>	<u>21,868</u>	<u>1,008,988</u>	<u>556,396</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(51,751)</u>	<u>(9,580)</u>	<u>(5,292)</u>	<u>75,443</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	15,000	15,000	--	--
<i>Transfers Out</i>	--	--	(7,301)	(4,314)
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>15,000</u>	<u>(7,301)</u>	<u>(4,314)</u>
Net Change in Fund Balances	<u>(36,751)</u>	<u>5,420</u>	<u>(12,593)</u>	<u>71,129</u>
Fund Balances - Beginning	--	--	133,090	365,100
Fund Balances - Ending	<u>\$ (36,751)</u>	<u>\$ 5,420</u>	<u>\$ 120,497</u>	<u>\$ 436,229</u>

Road & Bridge No. 23 Fund	Road & Bridge No. 24 Fund	Indigent Health Care Fund	Sheriff Impound Fees	Sheriff Federal Detention
\$ 711,675	\$ 730,788	\$ --	\$ --	\$ --
350,264	361,210	--	--	--
143,848	148,344	--	--	--
42,256	25,804	--	--	--
--	--	--	29,937	--
2,119	2,186	--	--	--
142,957	147,425	--	--	--
597	1,230	38	106	1
3,145	2,720	6,832	--	--
<u>1,396,861</u>	<u>1,419,707</u>	<u>6,870</u>	<u>30,043</u>	<u>1</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	25,461	--
1,461,412	1,300,392	--	--	--
--	--	143,261	--	--
<u>1,461,412</u>	<u>1,300,392</u>	<u>143,261</u>	<u>25,461</u>	<u>--</u>
<u>(64,551)</u>	<u>119,315</u>	<u>(136,391)</u>	<u>4,582</u>	<u>1</u>
--	--	135,500	--	--
(10,619)	(10,951)	--	--	(296)
<u>(10,619)</u>	<u>(10,951)</u>	<u>135,500</u>	<u>--</u>	<u>(296)</u>
(75,170)	108,364	(891)	4,582	(295)
29,271	288,234	16,111	50,195	295
<u>\$ (45,899)</u>	<u>\$ 396,598</u>	<u>\$ 15,220</u>	<u>\$ 54,777</u>	<u>\$ --</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, 2011

	Small Dams No. 32 Fund	Jail Commissary Fund	CSCD After Care Caseload	County Attorney Check Collection
Revenue:				
<i>Taxes:</i>				
<i>General Property Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>General Sales and Use Taxes</i>	--	--	--	--
<i>License and Permits</i>	--	--	--	--
<i>Intergovernmental</i>	--	57,146	46,956	--
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	--	--	--	8,083
<i>Fees of Office</i>	--	--	--	--
<i>Investment Earnings</i>	127	--	9	41
<i>Miscellaneous Revenues</i>	8,829	--	--	3
Total revenues	<u>8,956</u>	<u>57,146</u>	<u>46,965</u>	<u>8,127</u>
Expenditures:				
<i>Current:</i>				
<i>General Government</i>	--	--	--	--
<i>Judicial</i>	--	--	--	3,283
<i>Public Safety</i>	--	57,410	--	--
<i>Public Transportation</i>	33,770	--	--	--
<i>Health and Welfare</i>	--	--	47,449	--
Total Expenditures	<u>33,770</u>	<u>57,410</u>	<u>47,449</u>	<u>3,283</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(24,814)</u>	<u>(264)</u>	<u>(484)</u>	<u>4,844</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	33,185	--	--	--
<i>Transfers Out</i>	--	--	--	--
Total Other Financing Sources (Uses)	<u>33,185</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	8,371	(264)	(484)	4,844
Fund Balances - Beginning	79,174	4,275	11,417	18,911
Fund Balances - Ending	<u>\$ 87,545</u>	<u>\$ 4,011</u>	<u>\$ 10,933</u>	<u>\$ 23,755</u>

Juvenile Probation Fund	Adult Probation Fund	State Juvenile Probation Fund	Colonia Grant Fund	Home Program Fund
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	226,015	449,846	421,826	1,920
--	578,240	--	--	--
--	--	--	--	--
--	--	--	--	--
288	505	238	--	--
--	8,491	--	--	--
<u>288</u>	<u>813,251</u>	<u>450,084</u>	<u>421,826</u>	<u>1,920</u>
--	--	--	--	--
--	--	--	--	1,920
49,033	758,652	438,724	--	--
--	--	--	--	--
--	--	--	421,826	--
<u>49,033</u>	<u>758,652</u>	<u>438,724</u>	<u>421,826</u>	<u>1,920</u>
<u>(48,745)</u>	<u>54,599</u>	<u>11,360</u>	<u>--</u>	<u>--</u>
--	50,000	9,147	--	--
--	(41,788)	(575)	--	--
--	8,212	8,572	--	--
<u>(48,745)</u>	<u>62,811</u>	<u>19,932</u>	<u>--</u>	<u>--</u>
177,669	147,706	27,677	--	127
<u>\$ 128,924</u>	<u>\$ 210,517</u>	<u>\$ 47,609</u>	<u>\$ --</u>	<u>\$ 127</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, 2011

	Law Library Fund	Auto Theft Fund	Drug Abuse and Rehabilitation Fund	County Attorney Crime Prevention Fund
Revenue:				
<i>Taxes:</i>				
<i>General Property Taxes</i>	\$ --	\$ --	\$ --	\$ --
<i>General Sales and Use Taxes</i>	--	--	--	--
<i>License and Permits</i>	--	--	--	--
<i>Intergovernmental</i>	--	--	41,701	11,920
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	--	--	--	--
<i>Fees of Office</i>	27,130	--	--	--
<i>Investment Earnings</i>	--	8	127	11
<i>Miscellaneous Revenues</i>	--	--	--	--
Total revenues	<u>27,130</u>	<u>8</u>	<u>41,828</u>	<u>11,931</u>
Expenditures:				
<i>Current:</i>				
<i>General Government</i>	--	--	--	--
<i>Judicial</i>	21,246	--	--	--
<i>Public Safety</i>	--	--	45,047	16,585
<i>Public Transportation</i>	--	--	--	--
<i>Health and Welfare</i>	--	--	--	--
Total Expenditures	<u>21,246</u>	<u>--</u>	<u>45,047</u>	<u>16,585</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,884</u>	<u>8</u>	<u>(3,219)</u>	<u>(4,654)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	--	--	13,200
<i>Transfers Out</i>	--	(3,793)	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>(3,793)</u>	<u>--</u>	<u>13,200</u>
Net Change in Fund Balances	<u>5,884</u>	<u>(3,785)</u>	<u>(3,219)</u>	<u>8,546</u>
Fund Balances - Beginning	5,352	3,785	66,862	1,900
Fund Balances - Ending	<u>\$ 11,236</u>	<u>\$ --</u>	<u>\$ 63,643</u>	<u>\$ 10,446</u>

79th Judicial District Attorney Forfeiture Fund	Sheriff Drug Forfeiture Fund	Community Corrections Fund	Constable Prct 5 Drug Forfeiture Fund	Juvenile Law Enforcement Officer Fund
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	72,247	--	76,401
--	--	--	--	--
268,630	384,977	--	3,460	--
--	--	--	--	--
440	497	7	12	28
100	--	--	--	--
<u>269,170</u>	<u>385,474</u>	<u>72,254</u>	<u>3,472</u>	<u>76,429</u>
--	--	--	--	--
--	--	--	--	--
180,123	650,426	117,031	--	92,220
--	--	--	--	--
--	--	--	--	--
<u>180,123</u>	<u>650,426</u>	<u>117,031</u>	<u>--</u>	<u>92,220</u>
89,047	(264,952)	(44,777)	3,472	(15,791)
--	--	41,788	--	--
(13,200)	--	--	--	--
<u>(13,200)</u>	<u>--</u>	<u>41,788</u>	<u>--</u>	<u>--</u>
75,847	(264,952)	(2,989)	3,472	(15,791)
159,855	444,430	15,903	4,730	16,399
<u>\$ 235,702</u>	<u>\$ 179,478</u>	<u>\$ 12,914</u>	<u>\$ 8,202</u>	<u>\$ 608</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, 2011

	JP Technology Fund	County and District Court Technology Fund	Records Preservation Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenue:				
<i>Taxes:</i>				
General Property Taxes	\$ --	\$ --	\$ --	\$ 2,311,480
General Sales and Use Taxes	--	--	--	1,094,575
License and Permits	--	--	--	449,526
Intergovernmental	--	--	--	1,542,678
Charges for Services	--	--	--	608,177
Fines and Forfeitures	--	--	--	671,773
Fees of Office	15,270	500	82,813	572,454
Investment Earnings	12	1	92	6,251
Miscellaneous Revenues	--	--	--	68,328
Total revenues	<u>15,282</u>	<u>501</u>	<u>82,905</u>	<u>7,325,242</u>
Expenditures:				
<i>Current:</i>				
General Government	--	--	42,518	42,518
Judicial	24,370	46	--	50,865
Public Safety	--	--	--	2,430,712
Public Transportation	--	--	--	4,463,567
Health and Welfare	--	--	--	612,536
Total Expenditures	<u>24,370</u>	<u>46</u>	<u>42,518</u>	<u>7,600,198</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,088)</u>	<u>455</u>	<u>40,387</u>	<u>(274,956)</u>
Other Financing Sources (Uses):				
Transfers In	--	--	33,485	346,305
Transfers Out	--	--	--	(92,837)
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>33,485</u>	<u>253,468</u>
Net Change in Fund Balances	(9,088)	455	73,872	(21,488)
Fund Balances - Beginning	12,929	--	16,506	2,097,903
Fund Balances - Ending	<u>\$ 3,841</u>	<u>\$ 455</u>	<u>\$ 90,378</u>	<u>\$ 2,076,415</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 21 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 497,916	\$ 497,916	\$ 520,525	\$ 22,609
<i>General Sales and Use Taxes</i>	162,739	162,739	240,806	78,067
License and Permits	99,396	99,396	98,896	(500)
Intergovernmental	13,350	13,350	17,203	3,853
Fines and Forfeitures	1,727	1,727	1,457	(270)
Fees of Office	76,120	76,120	98,283	22,163
Investment Earnings	300	300	643	343
Miscellaneous Revenues	25,883	25,883	25,883	--
Total revenues	<u>877,431</u>	<u>877,431</u>	<u>1,003,696</u>	<u>126,265</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	537,726	548,236	549,524	(1,288)
<i>Supplies</i>	76,000	86,194	98,730	(12,536)
<i>Other Services and Charges</i>	105,100	165,717	194,295	(28,578)
<i>Capital Outlay</i>	125,000	126,599	166,439	(39,840)
Total Public Transportation	<u>843,826</u>	<u>926,747</u>	<u>1,008,988</u>	<u>(82,241)</u>
Total Expenditures	<u>843,826</u>	<u>926,747</u>	<u>1,008,988</u>	<u>(82,241)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>33,605</u>	<u>(49,316)</u>	<u>(5,292)</u>	<u>44,024</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(7,301)	(7,301)	(7,301)	--
Total Other Financing Sources (Uses)	<u>(7,301)</u>	<u>(7,301)</u>	<u>(7,301)</u>	<u>--</u>
Net Change in Fund Balances	<u>26,304</u>	<u>(56,617)</u>	<u>(12,593)</u>	<u>44,024</u>
Fund Balances - Beginning	133,090	133,090	133,090	--
Fund Balances - Ending	<u>\$ 159,394</u>	<u>\$ 76,473</u>	<u>\$ 120,497</u>	<u>\$ 44,024</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 22 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 335,132	\$ 335,132	\$ 348,492	\$ 13,360
<i>General Sales and Use Taxes</i>	96,164	96,164	142,295	46,131
License and Permits	58,734	58,734	58,438	(296)
Intergovernmental	7,455	7,455	10,166	2,711
Fines and Forfeitures	1,020	1,020	861	(159)
Fees of Office	44,980	44,980	58,076	13,096
Investment Earnings	600	600	1,186	586
Miscellaneous Revenues	--	--	12,325	12,325
Total revenues	<u>544,085</u>	<u>544,085</u>	<u>631,839</u>	<u>87,754</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	401,215	401,215	327,135	74,080
<i>Supplies</i>	38,550	57,250	57,310	(60)
<i>Other Services and Charges</i>	33,550	305,250	44,143	261,107
<i>Capital Outlay</i>	50,000	149,600	127,808	21,792
Total Public Transportation	<u>523,315</u>	<u>913,315</u>	<u>556,396</u>	<u>356,919</u>
Total Expenditures	<u>523,315</u>	<u>913,315</u>	<u>556,396</u>	<u>356,919</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>20,770</u>	<u>(369,230)</u>	<u>75,443</u>	<u>444,673</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	<u>(4,314)</u>	<u>(4,314)</u>	<u>(4,314)</u>	--
Total Other Financing Sources (Uses)	<u>(4,314)</u>	<u>(4,314)</u>	<u>(4,314)</u>	--
Net Change in Fund Balances	<u>16,456</u>	<u>(373,544)</u>	<u>71,129</u>	<u>444,673</u>
Fund Balances - Beginning	365,100	365,100	365,100	--
Fund Balances - Ending	<u>\$ 381,556</u>	<u>\$ (8,444)</u>	<u>\$ 436,229</u>	<u>\$ 444,673</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 23 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 678,786	\$ 678,786	\$ 711,675	\$ 32,889
<i>General Sales and Use Taxes</i>	236,711	236,711	350,264	113,553
License and Permits	144,576	144,576	143,848	(728)
Intergovernmental	34,506	34,506	42,256	7,750
Fines and Forfeitures	2,511	2,511	2,119	(392)
Fees of Office	110,720	110,720	142,957	32,237
Investment Earnings	600	600	597	(3)
Miscellaneous Revenues	--	--	3,145	3,145
Total revenues	<u>1,208,410</u>	<u>1,208,410</u>	<u>1,396,861</u>	<u>188,451</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	740,916	789,958	814,344	(24,386)
<i>Supplies</i>	149,000	246,636	290,088	(43,452)
<i>Other Services and Charges</i>	135,900	169,400	184,533	(15,133)
<i>Capital Outlay</i>	112,635	7,457	172,447	(164,990)
<i>Total Public Transportation</i>	<u>1,138,451</u>	<u>1,213,451</u>	<u>1,461,412</u>	<u>(247,961)</u>
Total Expenditures	<u>1,138,451</u>	<u>1,213,451</u>	<u>1,461,412</u>	<u>(247,961)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>69,959</u>	<u>(5,041)</u>	<u>(64,551)</u>	<u>(59,510)</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(10,619)	(10,619)	(10,619)	--
Total Other Financing Sources (Uses)	<u>(10,619)</u>	<u>(10,619)</u>	<u>(10,619)</u>	<u>--</u>
Net Change in Fund Balances	59,340	(15,660)	(75,170)	(59,510)
Fund Balances - Beginning	29,271	29,271	29,271	--
Fund Balances - Ending	<u>\$ 88,611</u>	<u>\$ 13,611</u>	<u>\$ (45,899)</u>	<u>\$ (59,510)</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 24 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-8

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 696,873	\$ 696,873	\$ 730,788	\$ 33,915
<i>General Sales and Use Taxes</i>	244,108	244,108	361,210	117,102
License and Permits	149,094	149,094	148,344	(750)
Intergovernmental	18,775	18,775	25,804	7,029
Fines and Forfeitures	2,590	2,590	2,186	(404)
Fees of Office	114,180	114,180	147,425	33,245
Investment Earnings	600	600	1,230	630
Miscellaneous Revenues	--	--	2,720	2,720
Total revenues	<u>1,226,220</u>	<u>1,226,220</u>	<u>1,419,707</u>	<u>193,487</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	703,384	706,234	733,394	(27,160)
<i>Supplies</i>	150,050	124,570	166,634	(42,064)
<i>Other Services and Charges</i>	200,901	185,530	176,343	9,187
<i>Capital Outlay</i>	158,200	266,200	224,021	42,179
<i>Total Public Transportation</i>	<u>1,212,535</u>	<u>1,282,534</u>	<u>1,300,392</u>	<u>(17,858)</u>
Total Expenditures	<u>1,212,535</u>	<u>1,282,534</u>	<u>1,300,392</u>	<u>(17,858)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>13,685</u>	<u>(56,314)</u>	<u>119,315</u>	<u>175,629</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(10,951)	(10,951)	(10,951)	--
Total Other Financing Sources (Uses)	<u>(10,951)</u>	<u>(10,951)</u>	<u>(10,951)</u>	<u>--</u>
Net Change in Fund Balances	<u>2,734</u>	<u>(67,265)</u>	<u>108,364</u>	<u>175,629</u>
Fund Balances - Beginning	288,234	288,234	288,234	--
Fund Balances - Ending	<u>\$ 290,968</u>	<u>\$ 220,969</u>	<u>\$ 396,598</u>	<u>\$ 175,629</u>

JIM WELLS COUNTY, TEXAS
SMALL DAMS NO. 32 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ 100	\$ 100	\$ 127	\$ 27
Miscellaneous Revenues	--	--	8,829	8,829
Total revenues	<u>100</u>	<u>100</u>	<u>8,956</u>	<u>8,856</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	--	--	21,812	(21,812)
<i>Supplies</i>	--	--	46	(46)
<i>Other Services and Charges</i>	18,000	18,000	5,289	12,711
<i>Capital Outlay</i>	60,000	60,000	6,623	53,377
<i>Total Public Transportation</i>	<u>78,000</u>	<u>78,000</u>	<u>33,770</u>	<u>44,230</u>
Total Expenditures	<u>78,000</u>	<u>78,000</u>	<u>33,770</u>	<u>44,230</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(77,900)</u>	<u>(77,900)</u>	<u>(24,814)</u>	<u>53,086</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers In</i>	<u>33,185</u>	<u>33,185</u>	<u>33,185</u>	--
Total Other Financing Sources (Uses)	<u>33,185</u>	<u>33,185</u>	<u>33,185</u>	--
Net Change in Fund Balances	<u>(44,715)</u>	<u>(44,715)</u>	<u>8,371</u>	<u>53,086</u>
Fund Balances - Beginning	<u>79,174</u>	<u>79,174</u>	<u>79,174</u>	--
Fund Balances - Ending	<u>\$ 34,459</u>	<u>\$ 34,459</u>	<u>\$ 87,545</u>	<u>\$ 53,086</u>

JIM WELLS COUNTY, TEXAS
 LAW LIBRARY FUND
 SPECIAL REVENUE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 24,000	\$ 24,000	\$ 27,130	\$ 3,130
Investment Earnings	10	--	--	--
Total revenues	<u>24,010</u>	<u>24,000</u>	<u>27,130</u>	<u>3,130</u>
EXPENDITURES:				
Judicial				
County court				
Other Services and Charges	--	--	46	(46)
Capital Outlay	28,000	29,010	21,200	7,810
Total County Court	<u>28,000</u>	<u>29,010</u>	<u>21,246</u>	<u>7,764</u>
Total Judicial	<u>28,000</u>	<u>29,010</u>	<u>21,246</u>	<u>7,764</u>
Total Expenditures	<u>28,000</u>	<u>29,010</u>	<u>21,246</u>	<u>7,764</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,990)</u>	<u>(5,010)</u>	<u>5,884</u>	<u>10,894</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	5,000	5,000	--	(5,000)
Total Other Financing Sources (Uses)	<u>5,000</u>	<u>5,000</u>	<u>--</u>	<u>5,000</u>
Net Change in Fund Balances	1,010	(10)	5,884	5,894
Fund Balances - Beginning	5,352	5,352	5,352	--
Fund Balances - Ending	<u>\$ 6,362</u>	<u>\$ 5,342</u>	<u>\$ 11,236</u>	<u>\$ 5,894</u>

JIM WELLS COUNTY, TEXAS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 248,810	\$ 248,810	\$ 260,314	\$ 11,504
Investment Earnings	200	200	209	9
Total revenues	<u>249,010</u>	<u>249,010</u>	<u>260,523</u>	<u>11,513</u>
EXPENDITURES:				
<i>Debt Service:</i>				
<i>Principal</i>	155,000	155,000	155,000	--
<i>Interest and Fiscal Charges</i>	98,334	98,334	98,409	(75)
<i>Fiscal Agent's Fees</i>	500	500	--	500
<i>Total Debt Service</i>	<u>253,834</u>	<u>253,834</u>	<u>253,409</u>	<u>425</u>
Total Expenditures	<u>253,834</u>	<u>253,834</u>	<u>253,409</u>	<u>425</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,824)</u>	<u>(4,824)</u>	<u>7,114</u>	<u>11,938</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>(4,824)</u>	<u>(4,824)</u>	<u>7,114</u>	<u>11,938</u>
Fund Balances - Beginning	55,472	55,472	55,472	--
Fund Balances - Ending	<u>\$ 50,648</u>	<u>\$ 50,648</u>	<u>\$ 62,586</u>	<u>\$ 11,938</u>

JIM WELLS COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2011

	Relief Route Capital Fund	Jail Expansion Fund	Road Bond 1967	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 725,349	\$ 312,095	\$ 144,691	\$ 1,182,135
Total Assets	<u>\$ 725,349</u>	<u>\$ 312,095</u>	<u>\$ 144,691</u>	<u>\$ 1,182,135</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Fund Balances:				
Restricted Fund Balance:				
Federal or State Funds Grant Restriction	--	--	--	--
Retirement of Long-Term Debt	--	--	--	--
Committed Fund Balance:				
Construction	725,349	312,095	144,691	1,182,135
Other Committed Fund Balance	--	--	--	--
Assigned Fund Balance:				
Other Assigned Fund Balance	--	--	--	--
Unassigned Fund Balance	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Total Fund Balance	<u>725,349</u>	<u>312,095</u>	<u>144,691</u>	<u>1,182,135</u>
Total Liabilities and Fund Balance	<u>\$ 725,349</u>	<u>\$ 312,095</u>	<u>\$ 144,691</u>	<u>\$ 1,182,135</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, 2011

	Relief Route Capital Fund	Jail Expansion Fund	Road Bond 1967	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
Revenue:				
<i>Intergovernmental</i>	\$ --	\$ 670	\$ --	\$ 670
<i>Investment Earnings</i>	1,557	--	--	1,557
<i>Miscellaneous Revenues</i>	--	--	310	310
Total revenues	<u>1,557</u>	<u>670</u>	<u>310</u>	<u>2,537</u>
Expenditures:				
Current:				
<i>Public Safety</i>	--	31	--	31
Total Expenditures	<u>--</u>	<u>31</u>	<u>--</u>	<u>31</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,557</u>	<u>639</u>	<u>310</u>	<u>2,506</u>
Other Financing Sources (Uses):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	1,557	639	310	2,506
Fund Balances - Beginning	723,792	311,456	144,381	1,179,629
Fund Balances - Ending	<u>\$ 725,349</u>	<u>\$ 312,095</u>	<u>\$ 144,691</u>	<u>\$ 1,182,135</u>

JIM WELLS COUNTY, TEXAS
JAIL EXPANSION FUND
CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-14

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Intergovernmental	\$ --	\$ --	\$ 670	\$ 670
Investment Earnings	300	300	--	(300)
Total revenues	<u>300</u>	<u>300</u>	<u>670</u>	<u>370</u>
EXPENDITURES:				
Public Safety				
Other Public Safety				
<i>Other Services and Charges</i>	305,000	305,000	31	304,969
<i>Total Other Public Safety</i>	<u>305,000</u>	<u>305,000</u>	<u>31</u>	<u>304,969</u>
Total Public Safety	<u>305,000</u>	<u>305,000</u>	<u>31</u>	<u>304,969</u>
Total Expenditures	<u>305,000</u>	<u>305,000</u>	<u>31</u>	<u>304,969</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(304,700)</u>	<u>(304,700)</u>	<u>639</u>	<u>305,339</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	<u>(304,700)</u>	<u>(304,700)</u>	<u>639</u>	<u>305,339</u>
Fund Balances - Beginning	311,456	311,456	311,456	--
Fund Balances - Ending	<u>\$ 6,756</u>	<u>\$ 6,756</u>	<u>\$ 312,095</u>	<u>\$ 305,339</u>

JIM WELLS COUNTY, TEXAS
ROAD BOND 1967
CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-15

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ 200	\$ 200	\$ --	\$ (200)
Miscellaneous Revenues	--	--	310	310
Total revenues	<u>200</u>	<u>200</u>	<u>310</u>	<u>110</u>
EXPENDITURES:				
Economic Development and Assistance				
<i>Other Services and Charges</i>	5,000	5,000	--	5,000
<i>Total Economic Development and Assistance</i>	<u>5,000</u>	<u>5,000</u>	<u>--</u>	<u>5,000</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>--</u>	<u>5,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,800)	(4,800)	310	5,110
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(4,800)	(4,800)	310	5,110
Fund Balances - Beginning	144,381	144,381	144,381	--
Fund Balances - Ending	<u>\$ 139,581</u>	<u>\$ 139,581</u>	<u>\$ 144,691</u>	<u>\$ 5,110</u>

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AGENCY FUNDS

The Agency Funds are used to account for the monies received and disbursed by the County in the capacity of trustee, custodian, or agent of individuals or other entities.

The Agency Funds consist of the following:

1. The Payroll Fund was established as a clearing account. Cash is transferred from other County funds to the Payroll Fund, from which disbursements are made for payroll, federal income tax withheld, Social security, retirement, deferred compensation, group insurance premiums, and other employee benefits.
2. The D.A. Escrow Fund, County Attorney Collection District Attorney Tax Collector, and Drug Forfeiture Accounts, were established by the County and other funds and are remitted to the County Auditor and other entities for County and other purposes.
3. The District Clerk and the County Clerk Fund account for monies received from various County officials and remitted to the County Auditor and other entities for the County and other purposes.
4. The Victims Compensation, Criminal Justice Planning, Criminal Justice Education, Crime Stoppers Assistance, Prevention of Juvenile Crime, and Judicial Training Funds are used to collect and distribute funds derived from local criminal fines for use by the State. Jim Wells County retains 10% of the monies to cover administration costs for collection.
5. The Sheriff Cash Bond Account is used to account for bond fees collected from offenders. The Sheriff Fee fund is used to account for inmate housing fees and finger printing fees.
6. The Appellate Judicial System Fund accounts for court costs and fees collected to help defray the costs of the Fourth Court of Appeals in processing of appeals filed from the county courts, county courts at law, probate at law, probate courts, and district courts.

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

DECEMBER 31, 2011

	<u>Appelate Judicial Fund</u>	<u>79th Judicial District Attorney Escrow Fund</u>	<u>79th Judicial D.A. Fee Fund</u>	<u>Sheriff Department Fee Fund</u>
ASSETS:				
<i>Cash and Cash Equivalents</i>	\$ 1,936	\$ 249,246	\$ 435	\$ 1,825
Total Assets	<u>\$ 1,936</u>	<u>\$ 249,246</u>	<u>\$ 435</u>	<u>\$ 1,825</u>
LIABILITIES:				
<i>Due to Other Governments and Agencies</i>	\$ 1,936	\$ 249,246	\$ 435	\$ 1,825
Total Liabilities	<u>\$ 1,936</u>	<u>\$ 249,246</u>	<u>\$ 435</u>	<u>\$ 1,825</u>

State Fees Fund	Vouchers Payable Fund	Tax Collector Fund	District Clerk Fund	County Clerk Fund
\$ 108,178	\$ 36,370	\$ 1,073,686	\$ 234,463	\$ 613,572
<u>\$ 108,178</u>	<u>\$ 36,370</u>	<u>\$ 1,073,686</u>	<u>\$ 234,463</u>	<u>\$ 613,572</u>
\$ 108,178	\$ 36,370	\$ 1,073,686	\$ 234,463	\$ 613,572
<u>\$ 108,178</u>	<u>\$ 36,370</u>	<u>\$ 1,073,686</u>	<u>\$ 234,463</u>	<u>\$ 613,572</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

DECEMBER 31, 2011

	Payroll Administrative Fund	Ad Valorem Tax Escrow Fund
ASSETS:		
<i>Cash and Cash Equivalents</i>	\$ 574,670	\$ 3,679,695
Total Assets	<u>\$ 574,670</u>	<u>\$ 3,679,695</u>
LIABILITIES:		
<i>Due to Other Governments and Agencies</i>	\$ 574,670	\$ 3,679,695
Total Liabilities	<u>\$ 574,670</u>	<u>\$ 3,679,695</u>

County Attorney Trust Fund	Sheriff Cash Bond Fund	Total Agency Funds (See Exhibit A-7)
\$ 154,300	\$ 3,016	\$ 6,731,392
\$ 154,300	\$ 3,016	\$ 6,731,392
\$ 154,300	\$ 3,016	\$ 6,731,392
\$ 154,300	\$ 3,016	\$ 6,731,392

JIM WELLS COUNTY, TEXAS

EXHIBIT C-17

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED DECEMBER 31, 2011

	Balance January 1, 2011	Additions	Deductions	Balance December 31, 2011
Appellate Judicial Fund				
ASSETS				
Cash & Cash Equivalents	\$ 1,954	\$ 6,095	\$ 6,113	\$ 1,936
Total Assets	<u>\$ 1,954</u>	<u>\$ 6,095</u>	<u>\$ 6,113</u>	<u>\$ 1,936</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 1,954	\$ 6,095	\$ 6,113	\$ 1,936
Total Liabilities	<u>\$ 1,954</u>	<u>\$ 6,095</u>	<u>\$ 6,113</u>	<u>\$ 1,936</u>
79th Judicial D.A. Escrow Fund				
ASSETS				
Cash & Cash Equivalents	\$ 93,582	\$ 891,520	\$ 735,856	\$ 249,246
Total Assets	<u>\$ 93,582</u>	<u>\$ 891,520</u>	<u>\$ 735,856</u>	<u>\$ 249,246</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 93,582	\$ 891,520	\$ 735,856	\$ 249,246
Total Liabilities	<u>\$ 93,582</u>	<u>\$ 891,520</u>	<u>\$ 735,856</u>	<u>\$ 249,246</u>
79th Judicial D.A. Fee Fund				
ASSETS				
Cash & Cash Equivalents	\$ 1,962	\$ 4,316	\$ 5,843	\$ 435
Total Assets	<u>\$ 1,962</u>	<u>\$ 4,316</u>	<u>\$ 5,843</u>	<u>\$ 435</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 1,962	\$ 4,316	\$ 5,843	\$ 435
Total Liabilities	<u>\$ 1,962</u>	<u>\$ 4,316</u>	<u>\$ 5,843</u>	<u>\$ 435</u>
Sheriff Department Fee Fund				
ASSETS				
Cash & Cash Equivalents	\$ 5,021	\$ 66,386	\$ 69,582	\$ 1,825
Total Assets	<u>\$ 5,021</u>	<u>\$ 66,386</u>	<u>\$ 69,582</u>	<u>\$ 1,825</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 5,021	\$ 66,386	\$ 69,582	\$ 1,825
Total Liabilities	<u>\$ 5,021</u>	<u>\$ 66,386</u>	<u>\$ 69,582</u>	<u>\$ 1,825</u>
State Fees Fund				
ASSETS				
Cash & Cash Equivalents	\$ 104,999	\$ 452,966	\$ 449,787	\$ 108,178
Total Assets	<u>\$ 104,999</u>	<u>\$ 452,966</u>	<u>\$ 449,787</u>	<u>\$ 108,178</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 104,999	\$ 452,966	\$ 449,787	\$ 108,178
Total Liabilities	<u>\$ 104,999</u>	<u>\$ 452,966</u>	<u>\$ 449,787</u>	<u>\$ 108,178</u>

JIM WELLS COUNTY, TEXAS

EXHIBIT C-17

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

YEAR ENDED DECEMBER 31, 2011

	Balance January 1, 2011	Additions	Deductions	Balance December 31, 2011
Vouchers Payable Fund				
ASSETS				
Cash & Cash Equivalents	\$ 36,134	\$ 4,676,474	\$ 4,676,238	\$ 36,370
Total Assets	<u>\$ 36,134</u>	<u>\$ 4,676,474</u>	<u>\$ 4,676,238</u>	<u>\$ 36,370</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 36,134	\$ 4,676,474	\$ 4,676,238	\$ 36,370
Total Liabilities	<u>\$ 36,134</u>	<u>\$ 4,676,474</u>	<u>\$ 4,676,238</u>	<u>\$ 36,370</u>
Tax Collector Fund				
ASSETS				
Cash & Cash Equivalents	\$ 791,532	\$ 19,251,719	\$ 18,969,565	\$ 1,073,686
Total Assets	<u>\$ 791,532</u>	<u>\$ 19,251,719</u>	<u>\$ 18,969,565</u>	<u>\$ 1,073,686</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 791,532	\$ 19,251,719	\$ 18,969,565	\$ 1,073,686
Total Liabilities	<u>\$ 791,532</u>	<u>\$ 19,251,719</u>	<u>\$ 18,969,565</u>	<u>\$ 1,073,686</u>
District Clerk Fund				
ASSETS				
Cash & Cash Equivalents	\$ 243,314	\$ 1,019,507	\$ 1,028,358	\$ 234,463
Total Assets	<u>\$ 243,314</u>	<u>\$ 1,019,507</u>	<u>\$ 1,028,358</u>	<u>\$ 234,463</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 243,314	\$ 1,019,507	\$ 1,028,358	\$ 234,463
Total Liabilities	<u>\$ 243,314</u>	<u>\$ 1,019,507</u>	<u>\$ 1,028,358</u>	<u>\$ 234,463</u>
County Clerk Fund				
ASSETS				
Cash & Cash Equivalents	\$ 626,127	\$ 1,153,536	\$ 1,166,091	\$ 613,572
Total Assets	<u>\$ 626,127</u>	<u>\$ 1,153,536</u>	<u>\$ 1,166,091</u>	<u>\$ 613,572</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 626,127	\$ 1,153,536	\$ 1,166,091	\$ 613,572
Total Liabilities	<u>\$ 626,127</u>	<u>\$ 1,153,536</u>	<u>\$ 1,166,091</u>	<u>\$ 613,572</u>
Payroll Administrative Fund				
ASSETS				
Cash & Cash Equivalents	\$ 481,706	\$ 13,044,636	\$ 12,951,672	\$ 574,670
Total Assets	<u>\$ 481,706</u>	<u>\$ 13,044,636</u>	<u>\$ 12,951,672</u>	<u>\$ 574,670</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 481,706	\$ 13,044,636	\$ 12,951,672	\$ 574,670
Total Liabilities	<u>\$ 481,706</u>	<u>\$ 13,044,636</u>	<u>\$ 12,951,672</u>	<u>\$ 574,670</u>
Motor Vehicle Escrow Fund				
ASSETS				
Cash & Cash Equivalents	\$ 262	\$ 13,773	\$ 14,035	\$ --
Total Assets	<u>\$ 262</u>	<u>\$ 13,773</u>	<u>\$ 14,035</u>	<u>\$ --</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 262	\$ 13,773	\$ 14,035	\$ --
Total Liabilities	<u>\$ 262</u>	<u>\$ 13,773</u>	<u>\$ 14,035</u>	<u>\$ --</u>

JIM WELLS COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2011

EXHIBIT C-17

	Balance January 1, 2011	Additions	Deductions	Balance December 31, 2011
Ad Valorem Tax Escrow Fund				
ASSETS				
Cash & Cash Equivalents	\$ 2,888,891	\$ 18,533,260	\$ 17,742,456	\$ 3,679,695
Total Assets	<u>\$ 2,888,891</u>	<u>\$ 18,533,260</u>	<u>\$ 17,742,456</u>	<u>\$ 3,679,695</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 2,888,891	\$ 18,533,260	\$ 17,742,456	\$ 3,679,695
Total Liabilities	<u>\$ 2,888,891</u>	<u>\$ 18,533,260</u>	<u>\$ 17,742,456</u>	<u>\$ 3,679,695</u>
County Attorney Trust Fund				
ASSETS				
Cash & Cash Equivalents	\$ 156,156	\$ 205,669	\$ 207,525	\$ 154,300
Total Assets	<u>\$ 156,156</u>	<u>\$ 205,669</u>	<u>\$ 207,525</u>	<u>\$ 154,300</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 156,156	\$ 205,669	\$ 207,525	\$ 154,300
Total Liabilities	<u>\$ 156,156</u>	<u>\$ 205,669</u>	<u>\$ 207,525</u>	<u>\$ 154,300</u>
Sheriff Cash Bond Fund				
ASSETS				
Cash & Cash Equivalents	\$ 9,509	\$ 3,019	\$ 9,512	\$ 3,016
Total Assets	<u>\$ 9,509</u>	<u>\$ 3,019</u>	<u>\$ 9,512</u>	<u>\$ 3,016</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 9,509	\$ 3,019	\$ 9,512	\$ 3,016
Total Liabilities	<u>\$ 9,509</u>	<u>\$ 3,019</u>	<u>\$ 9,512</u>	<u>\$ 3,016</u>
TOTAL AGENCY FUNDS:				
ASSETS				
Cash & Cash Equivalents	\$ 5,441,149	\$ 59,322,876	\$ 58,032,633	\$ 6,731,392
Total Assets	<u>\$ 5,441,149</u>	<u>\$ 59,322,876</u>	<u>\$ 58,032,633</u>	<u>\$ 6,731,392</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 5,441,149	\$ 59,322,876	\$ 58,032,633	\$ 6,731,392
Total Liabilities	<u>\$ 5,441,149</u>	<u>\$ 59,322,876</u>	<u>\$ 58,032,633</u>	<u>\$ 6,731,392</u>

OTHER SUPPLEMENTARY INFORMATION

Other Supplementary Information

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

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Office (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Commissioners' Court
Jim Wells County, Texas
200 N. Almond
Alice, Texas 78332

Members of the Commissioners' Court:

We have audited 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, 2011, which collectively comprise the Jim Wells County, Texas' basic financial statements and have issued our report thereon dated July 30, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of Jim Wells County, Texas is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Jim Wells County, Texas' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Jim Wells County, Texas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Jim Wells County, Texas' internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This report is intended solely for the information and use of management, others within the entity, the Commissioners' Court, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Raul Hernandez & Company, P.C.

Raul Hernandez & Company, P.C.

July 30, 2012

Raul Hernandez & Company, P.C.
Certified Public Accountants
5422 Holly Rd.
Corpus Christi, Texas 78411
Office (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report

**Report on Compliance with Requirements That Could Have a Direct and
Material Effect on each Major Program and on Internal Control Over Compliance
In Accordance With OMB Circular A-133**

Commissioners' Court
Jim Wells County, Texas
200 N. Almond
Alice, Texas 78332

Members of the Commissioners' Court:

Compliance

We have audited Jim Wells County, Texas' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Jim Wells County, Texas' major federal programs for the year ended December 31, 2011. Jim Wells County, Texas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Jim Wells County, Texas' management. Our responsibility is to express an opinion on Jim Wells County, Texas' compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Jim Wells County, Texas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Jim Wells County, Texas' compliance with those requirements.

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 each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

Management of Jim Wells County, Texas is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Jim Wells County, Texas' internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Jim Wells County, Texas' internal control over compliance.

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

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

This report is intended solely for the information and use of management, others within the entity, the Commissioners' Court, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Raul Hernandez & Company, P.C.

Raul Hernandez & Company, P.C.

July 30, 2012

JIM WELLS COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2011

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

One or more material weaknesses identified? Yes X No

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

Noncompliance material to financial statements noted? Yes X No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified? Yes X No

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

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.228	CDBG-Colonia Construction

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

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
*SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2011*

<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, 2011

N/A

JIM WELLS COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

EXHIBIT D-1

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U. S. DEPARTMENT OF TRANSPORTATION			
Passed Through Texas Department of Transportation:			
Public Transportation Planning	20.515	51216F7130	\$ 80,741
Job Access and Reverse Commute *	20.516	TX-37-X058-01	21,868
Total Passed Through Texas Department of Transportation			<u>102,609</u>
Total U. S. Department of Transportation			<u>102,609</u>
U. S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT			
Passed Through Texas Department of Housing & Community Affairs-TDHCA:			
Home Investments Partnerships Program	14.239	1000640	1,920
Passed Through Office of Rural Community Affairs (ORCA):			
CDBG-Colonia Construction *	14.228	727065	5,600
CDBG-Colonia Construction *	14.228	729065	23,500
CDBG-Colonia Construction *	14.228	729075	392,725
Total Passed Through Office of Rural Community Affairs (ORCA)			<u>421,825</u>
Total U. S. Department of Housing & Urban Development			<u>423,745</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 526,354</u></u>

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

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, 2011**

Basis of Presentation

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

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STATISTICAL INFORMATION

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	136
<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.

JIM WELLS COUNTY, TEXAS
NET ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities								
Invested in Capital Assets,								
Net of Related Debt	\$ 16,808,167	\$ 16,549,080	\$ 16,979,900	\$ 17,106,981	\$ 17,470,025	\$ 17,516,191	\$ 18,478,771	
Restricted	1,298,571	1,368,461	1,403,872	1,207,721	1,329,969	1,373,428	1,383,367	
Unrestricted	2,267,582	3,699,613	4,632,273	6,100,398	7,315,406	6,895,058	6,595,371	
Total Governmental Activities Net Assets	\$ 20,374,320	\$ 21,617,154	\$ 23,016,045	\$ 24,415,100	\$ 26,115,400	\$ 25,784,677	\$ 26,457,509	

2011

Governmental Activities	
Invested in Capital Assets,	
Net of Related Debt	\$ 19,050,644
Restricted	1,417,635
Unrestricted	8,266,629
Total Governmental Activities Net Assets	\$ 28,734,908

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 EIGHT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
Expenses								
Governmental Activities:								
General Government	\$ 3,548,772	\$ 3,311,262	\$ 4,230,453	\$ 3,814,965	\$ 3,765,964	\$ 4,210,749	\$ 3,899,129	\$ 4,432,130
Judicial	2,288,452	2,229,421	2,350,003	2,606,714	2,806,925	3,319,623	3,454,814	3,565,739
Public Safety	7,808,646	9,556,199	10,768,750	6,722,720	7,340,490	7,455,989	7,185,489	7,232,526
Public Transportation	3,273,311	3,208,740	3,659,104	3,318,863	3,833,985	3,318,841	3,405,200	3,945,300
Health & Welfare	1,837,418	1,034,994	1,041,240	1,679,727	1,657,444	1,412,992	670,570	889,812
Culture & Recreation	52,730	58,001	55,784	51,380	1,457	47,636	51,380	55,624
Conservation	177,693	188,138	202,552	206,255	223,988	255,458	220,431	179,667
Economic Development & Assistance	61,400	75,000	144,528	68,500	72,351	106,201	122,466	132,651
Interest on Long-Term Debt	237,051	180,954	180,048	210,344	202,342	135,733	114,776	106,106
Total Governmental Activities Expenses	19,285,473	19,842,709	22,632,462	18,679,468	19,904,946	20,263,222	19,124,255	20,539,555
Total Primary Government Expenses	\$ 19,285,473	\$ 19,842,709	\$ 22,632,462	\$ 18,679,468	\$ 19,904,946	\$ 20,263,222	\$ 19,124,255	\$ 20,539,555
Program Revenues								
Governmental Activities:								
Charges for Services:								
General Government	\$ 2,507,560	\$ 806,409	\$ 919,720	\$ 915,573	\$ 891,401	\$ 825,948	\$ 887,296	\$ 862,367
Judicial	40,293	486,012	483,767	482,677	503,756	435,988	484,433	462,136
Public Safety	2,326,593	1,044,503	1,550,512	929,184	1,399,470	1,604,738	1,412,450	1,261,784
Other Activities	997,840	921,177	990,536	1,048,328	1,028,684	981,308	920,762	981,086
Operating Grants and Contributions	2,261,570	6,170,944	7,781,531	2,871,767	2,273,628	2,067,154	1,184,054	1,639,385
Total Governmental Activities Program Revenues	8,133,856	9,429,045	11,726,066	6,247,529	6,096,939	5,915,136	4,888,995	5,206,758
Total Primary Government Program Revenues	\$ 8,133,856	\$ 9,429,045	\$ 11,726,066	\$ 6,247,529	\$ 6,096,939	\$ 5,915,136	\$ 4,888,995	\$ 5,206,758
Net (Expense)/Revenue								
Governmental Activities	\$ (11,151,617)	\$ (10,413,664)	\$ (10,906,396)	\$ (12,431,939)	\$ (13,808,007)	\$ (14,348,086)	\$ (14,235,260)	\$ (15,332,797)
Total Primary Government Net Expense	\$ (11,151,617)	\$ (10,413,664)	\$ (10,906,396)	\$ (12,431,939)	\$ (13,808,007)	\$ (14,348,086)	\$ (14,235,260)	\$ (15,332,797)

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

JIM WELLS COUNTY, TEXAS
GENERAL REVENUES AND TOTAL CHANGE IN NET ASSETS
LAST EIGHT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
Net (Expense)/Revenue								
Governmental Activities	\$ (11,151,617)	\$ (10,413,664)	\$ (10,906,396)	\$ (12,431,939)	\$ (13,808,008)	\$ (14,348,086)	\$ (14,235,260)	\$ (15,332,797)
Business-type Activities	--	--	--	--	--	--	--	--
Total Primary Government Net Expense	\$ (11,151,617)	\$ (10,413,664)	\$ (10,906,396)	\$ (12,431,939)	\$ (13,808,008)	\$ (14,348,086)	\$ (14,235,260)	\$ (15,332,797)
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Taxes								
Property Taxes	\$ 7,338,344	\$ 8,947,246	\$ 8,521,130	\$ 9,380,920	\$ 10,222,019	\$ 10,834,210	\$ 10,266,783	\$ 11,207,410
Sales Taxes	2,180,680	2,387,084	3,191,996	3,620,527	4,441,261	2,909,178	4,282,890	6,080,972
Fines and Forfeitures	--	--	--	--	--	12,077	--	3,460
Investment Earnings	11,129	108,079	259,179	381,959	482,047	253,302	13,190	20,988
Miscellaneous	255,662	214,089	332,982	399,595	362,981	319,212	287,603	297,366
Gain on Disposal of Capital Assets	--	--	--	--	--	--	(144,460)	--
Total Governmental Activities	\$ 9,785,815	\$ 11,656,498	\$ 12,305,287	\$ 13,783,001	\$ 15,508,308	\$ 14,327,979	\$ 14,706,006	\$ 17,610,196
Business-type Activities:								
Investment Earnings	--	--	--	--	--	--	--	--
Transfers	--	--	--	--	--	--	--	--
Total Business-type Activities	--	--	--	--	--	--	--	--
Total Primary Government	\$ 9,785,815	\$ 11,656,498	\$ 12,305,287	\$ 13,783,001	\$ 15,508,308	\$ 14,327,979	\$ 14,706,006	\$ 17,610,196
Change in Net Assets								
Governmental Activities	\$ (1,365,802)	\$ 1,242,834	\$ 1,398,891	\$ 1,351,062	\$ 1,700,300	\$ (20,107)	\$ 470,746	\$ 2,277,399
Business-type Activities	--	--	--	--	--	--	--	--
Total Primary Government	\$ (1,365,802)	\$ 1,242,834	\$ 1,398,891	\$ 1,351,062	\$ 1,700,300	\$ (20,107)	\$ 470,746	\$ 2,277,399

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

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

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Nonspendable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Committed	--	--	--	--	--	--	--	--	--	--
Assigned	--	--	--	--	--	--	--	--	--	--
Unassigned	252,081	544,732	(124,415)	1,118,760	2,551,856	3,756,881	4,295,926	3,288,481	3,433,781	5,213,053
Total General Fund	\$ 252,081	\$ 544,732	\$ (124,415)	\$ 1,118,760	\$ 2,551,856	\$ 3,756,881	\$ 4,295,926	\$ 3,288,481	\$ 3,433,781	\$ 5,213,053
All Other Governmental Funds										
Nonspendable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Committed:										
Construction	--	1,000,685	1,257,678	1,244,541	1,054,277	1,101,676	1,153,939	1,178,109	1,179,629	1,182,135
Restricted:										
Federal or State Grant Restriction	896,122	339,138	856,427	840,957	1,109,079	1,197,203	1,898,750	1,932,417	2,097,903	2,076,415
Retirement of Long-Term Debt	(146,699)	722,383	5,997	19,292	29,795	39,387	44,728	51,932	55,472	62,586
Assigned	--	--	--	--	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--	--	--	--	--
Total All Other Governmental Funds	\$ 749,423	\$ 2,062,206	\$ 2,120,102	\$ 2,104,790	\$ 2,193,151	\$ 2,338,266	\$ 3,097,417	\$ 3,162,458	\$ 3,333,004	\$ 3,321,136

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

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Taxes	\$ 8,511,442	\$ 8,936,610	\$ 10,439,176	\$ 11,155,269	\$ 12,092,991	\$ 12,995,913	\$ 14,694,210	\$ 13,274,621	\$ 14,857,883	\$ 17,291,451
Licenses and Permits	634,801	53,102	632,751	410,456	608,008	638,540	485,234	412,248	567,817	532,132
Intergovernmental	1,275,438	2,346,611	2,412,015	6,377,419	7,844,338	2,953,161	2,417,183	2,180,754	1,352,490	1,821,683
Charges for Services	1,679,801	683,837	811,103	783,503	750,657	711,161	687,388	641,372	768,657	648,927
Fines & Forfeitures	1,144,808	1,387,027	1,449,795	772,637	1,306,491	730,598	1,170,518	1,384,330	1,048,428	994,594
Fees of Office	--	1,354,228	2,789,147	1,085,031	1,216,572	1,225,619	1,334,405	1,308,500	1,151,603	1,212,882
Investment Earnings	47,855	29,087	11,129	108,079	259,179	381,960	482,047	253,302	13,190	20,988
Misc Revenues	196,197	243,666	294,707	214,089	332,982	388,045	365,191	319,212	287,603	297,366
Total Revenues	13,490,342	15,034,168	18,839,823	20,906,483	24,411,218	20,024,997	21,636,176	19,774,346	20,047,671	22,820,023
Expenditures										
General Government	1,764,426	2,495,502	2,939,013	2,736,183	3,834,989	3,328,928	3,863,953	3,840,234	3,661,994	3,691,682
Judicial	2,209,503	2,146,588	2,288,452	2,229,421	2,373,828	2,606,714	2,806,925	3,319,623	3,454,814	3,565,739
Public Safety	5,532,244	7,525,861	4,615,685	6,169,777	10,252,232	6,613,772	6,698,768	6,685,575	6,321,014	6,593,466
Public Transportation	3,963,833	3,387,566	3,273,311	3,221,997	3,680,104	3,427,812	3,912,090	3,757,734	3,836,019	4,463,567
Health & Welfare	617,119	1,125,063	1,837,418	1,034,994	1,041,240	1,679,727	1,657,445	1,412,992	670,570	889,812
Culture and Recreation	72,280	52,730	52,730	58,001	55,784	51,380	1,457	47,636	51,380	55,624
Conservation	161,563	178,747	177,693	188,138	202,552	206,255	223,988	255,458	220,431	179,667
Economic Development & Assistance	--	544,840	61,400	75,000	144,528	68,500	72,351	106,201	122,466	132,651
Capital Outlay	--	--	3,606,230	3,584,617	914,747	618,777	673,441	1,233,563	1,199,517	1,412,595
Debt Service										
Interest	2,285	--	236,537	180,426	179,879	160,314	177,609	118,928	116,723	108,117
Principal	30,142	--	843,425	199,537	209,349	226,496	3,074,730	334,765	278,983	247,663
Fiscal Agents Fees	--	--	515	529	529	500	55,222	--	--	--
Total Expenditures	14,353,395	17,456,897	19,932,409	19,678,620	22,889,761	18,989,175	23,217,979	21,112,709	19,933,911	21,340,583
Excess of Revenues	(863,053)	(2,422,729)	(1,092,586)	1,227,863	1,521,457	1,035,822	(1,581,803)	(1,338,361)	113,760	1,479,440
Other Financing Sources (Uses)										
Bonds Issued	--	3,300,000	--	--	--	--	2,880,000	--	--	--
Loan Proceeds	--	700,000	--	--	--	--	--	--	--	--
Capital Leases	--	--	--	--	--	266,325	--	395,959	--	287,964
Transfers In	733,026	1,005,822	814,481	925,941	1,225,317	1,020,609	1,156,393	584,205	374,624	350,970
Transfers Out	(733,026)	(1,005,822)	(814,481)	(925,941)	(1,225,317)	(1,020,609)	(1,156,393)	(584,205)	(374,624)	(350,970)
Total Other Financing Sources (Uses)	--	4,000,000	--	--	--	266,325	2,880,000	395,959	--	287,964
Net Change in Fund Balances	\$(863,053)	1,577,271	(1,092,586)	1,227,863	1,521,457	1,302,147	1,298,197	(942,402)	113,760	1,767,404
Debt Service As A Percentage Of Noncapital Expenditures	0.2%	--	5.4%	1.9%	1.7%	2.0%	14.5%	2.2%	2.0%	1.7%

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
2002	--	--	--
2003	7,012,219	1,924,391	8,936,610
2004	8,258,496	2,180,680	10,439,176
2005	8,748,679	2,406,590	11,155,269
2006	8,900,995	3,191,996	12,092,991
2007	9,375,386	3,620,527	12,995,913
2008	10,252,949	4,441,261	14,694,210
2009	10,365,443	2,909,178	13,274,621
2010	10,574,993	4,282,890	14,857,883
2,011	11,207,410	6,080,972	17,288,382
Percent Change 2002-2011	6.0%	42.0%	16.4%

Source: County Auditor's Office

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
2002	369,441,180	823,383,887	68,471,980	303,155,997	958,141,050	0.699600	1,261,297,047	75.965%
2003	390,418,422	844,851,645	53,415,510	281,027,013	1,007,658,564	0.779900	1,288,685,577	78.193%
2004	434,718,360	888,759,696	62,588,010	285,765,032	1,100,301,034	0.748500	1,386,066,066	79.383%
2005	466,112,921	937,315,298	64,476,880	297,398,543	1,170,506,556	0.730000	1,467,905,099	79.740%
2006	493,411,817	1,021,635,590	91,836,810	322,977,795	1,283,906,422	0.705832	1,606,884,217	79.900%
2007	590,546,070	1,064,321,905	73,790,040	314,875,125	1,413,782,890	0.658055	1,728,658,015	81.785%
2008	611,980,506	1,190,587,725	84,810,510	341,591,715	1,545,787,026	0.671122	1,887,378,741	81.901%
2009	624,639,121	1,272,390,664	78,921,490	345,991,655	1,629,959,620	0.633815	1,975,951,275	82.490%
2010	652,740,384	1,503,754,978	78,312,052	538,722,678	1,696,084,736	0.611543	2,234,807,414	75.894%
2011	877,569,935	1,555,585,714	57,501,700	540,104,947	1,950,552,402	0.561139	2,490,687,349	78.314%

Source: Jim Wells County Appraisal District

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

Fiscal Year	County Direct Rates				Overlapping Rates									
	Basic Rate	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
2002	0.699600	-	0.699600	0.472500	1.640000	0.148153	0.395905	1.590490	0.574018	1.645100	1.610390	1.363580	N/A	N/A
2003	0.751100	0.028800	0.779900	0.484120	1.640000	0.148153	0.375926	1.592500	0.574018	1.584930	1.660000	1.470000	0.192891	N/A
2004	0.722111	0.026389	0.748500	0.435570	1.640000	0.128485	0.370887	1.572300	0.756356	1.586800	1.643200	1.470000	0.192116	N/A
2005	0.706637	0.023663	0.730000	0.431960	1.640000	0.118725	0.410671	1.578060	0.742555	1.600967	1.496100	1.500000	0.162475	0.100000
2006	(0.023663)	0.023663	-	0.400000	1.515168	0.113379	0.410671	1.578060	0.742555	1.600967	1.496100	1.500000	0.162475	0.100000
2007	0.640819	0.017236	0.705832	0.331080	1.186650	0.112996	0.458783	1.133444	0.772729	1.186586	1.183872	1.040000	0.175423	0.093125
2008	0.654787	0.016335	0.659055	0.370000	1.281170	0.110915	0.458783	1.160000	0.660906	1.240000	1.229517	1.040000	0.161456	0.087429
2009	0.548729	0.085086	0.633815	0.364457	1.294300	0.115569	0.442746	1.140000	0.696730	1.240000	1.160509	1.040000	0.075257	0.087366
2010	0.596722	0.014821	0.611543	0.372420	1.294300	0.116250	0.432680	1.120000	0.832750	1.240000	1.172000	1.040000	0.072670	0.087246
2011	0.548052	0.013087	0.561139	0.288913	1.218600	0.122612	0.442746	1.315000	0.711028	1.240000	1.268680	1.040000	0.083801	0.087396

Source: Jim Wells County Appraisal District.

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

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Halliburton Energy Services	\$ 118,373,697	1	7.37%	\$ 36,243,272	1	3.68%
BJ Services Company, USA	60,031,607	2	3.74%	28,432,789	2	2.88%
Well Services Division of STC	55,815,041	3	3.47%	16,256,732	5	1.65%
Precision Drilling Oilfield	50,647,813	4	3.15%	26,745,283	3	2.71%
Nabors Drill USA	31,540,316	5	1.96%	11,728,472	8	1.19%
DCP Midstream LP	27,318,786	6	1.70%	--	--	--
Weatherfood Artificial	26,931,730	7	1.68%	--	--	--
Helmerich & Payne Int'l Drill	26,224,535	8	1.63%	--	--	--
AEP Texas	23,805,008	9	1.48%	17,263,891	6	1.75%
Covance Research Products	22,933,085	10	1.43%	--	--	--
Total	\$ 443,621,618		27.61%	\$ 136,670,439		13.86%

Source: Jim Wells County Appraisal District

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
2002	6,782,473	5,668,875	83.58%	510,199	6,179,074	91.10%
2003	7,949,020	6,381,120	80.28%	1,276,224	7,657,344	96.33%
2004	8,333,089	7,515,232	90.19%	676,371	8,191,603	98.30%
2005	8,623,628	7,961,297	92.32%	557,291	8,518,588	98.78%
2006	9,157,930	8,099,906	88.45%	728,992	8,828,898	96.41%
2007	9,123,519	8,380,287	91.85%	716,444	9,096,731	99.71%
2008	9,979,181	9,290,573	93.10%	463,178	9,753,751	97.74%
2009	10,221,474	9,685,254	94.75%	460,981	10,146,235	99.26%
2010	10,917,999	8,349,909	76.48%	2,017,296	10,367,205	94.96%
2011	11,016,612	7,247,136	65.78%	1,934,866	9,182,002	83.35%

Sources: Jim Wells County Appraisal District

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

	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Building Material & Hardware	\$ 12,648,333	\$ 10,463,686	\$ 11,885,221	\$ 17,476,288	\$ 20,485,015	\$ 22,455,856	\$ 20,683,662	\$ 23,752,661	\$ 50,201,906	\$ 106,281,144
General Merchandise	40,874,906	41,520,528	49,390,210	54,699,397	58,891,925	66,220,424	83,961,117	135,161,430	220,607,413	237,580,732
Food Stores	28,097,445	28,717,894	28,685,260	28,137,452	29,151,658	18,164,822	12,234,512	15,538,159	11,889,929	13,938,627
Auto Dealers & Gas	14,700,822	14,234,091	14,934,839	15,959,624	18,447,461	37,000,812	27,254,328	36,939,992	45,049,897	70,125,472
Apparel & Accessory	6,211,735	6,221,214	7,104,047	8,264,959	9,557,485	9,467,811	8,543,291	5,824,310	7,868,885	8,331,684
Home Furnishing & Appliances	6,665,936	7,027,929	6,453,322	7,290,139	8,286,149	11,854,974	12,362,817	5,513,370	6,403,813	3,753,873
Eating & Drinking Places	28,151,101	29,681,764	31,883,420	33,054,536	36,597,595	41,993,874	44,943,619	32,233,102	35,669,789	41,815,881
Misc Retail Stores	35,287,243	32,351,445	33,103,273	41,872,671	49,847,595	31,284,424	42,877,449	47,063,116	70,137,837	96,746,553
Total	\$ 172,637,521	\$ 170,218,551	\$ 183,439,592	\$ 206,755,066	\$ 231,264,883	\$ 238,442,997	\$ 252,860,795	\$ 302,026,140	\$ 447,829,469	\$ 578,573,966
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>
2002	1.50%	0.50%
2003	1.50%	0.50%
2004	1.50%	0.50%
2005	1.50%	0.50%
2006	1.50%	0.50%
2007	1.50%	0.50%
2008	1.50%	0.50%
2009	1.50%	0.50%
2010	1.50%	0.50%
2011	1.50%	0.50%

Sources: County Auditor's Office

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

Fiscal Year	General Obligation Bonds	Capital Leases	Percentage of Actual Taxable Value of Property	Per Capita	Total Primary Government	Percentage of Personal Income	Per Capita
2002	\$ 3,300,000	\$ --	0.373%	\$ 82	\$ 161,085	--	\$ 82
2003	3,265,104	304,740	0.373%	80	3,569,924	0.00%	80
2004	3,160,477	209,831	0.33%	77	3,370,385	0.00%	77
2005	3,050,391	110,208	0.29%	74	3,160,673	0.00%	74
2006	2,934,561	266,225	0.27%	65	3,200,851	0.00%	71
2007	2,880,000	126,058	0.23%	64	3,006,122	0.00%	66
2008	2,735,000	332,253	0.21%	60	3,067,313	0.00%	68
2010	2,585,000	203,270	0.18%	57	2,788,327	0.00%	62
2011	2,430,000	398,572	0.17%	54	2,828,626	0.00%	63

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	Per Capita
	General Obligation Bonds	Total		
2002	69,201	69,201	0.007%	2
2003	3,300,000	3,300,000	0.26%	82
2004	3,265,104	3,265,104	0.24%	80
2005	3,160,477	3,160,477	0.22%	77
2006	3,050,391	3,050,391	0.19%	74
2007	2,934,561	2,934,561	0.21%	65
2008	2,880,000	2,880,000	0.20%	64
2009	2,735,000	2,735,000	0.19%	60
2010	2,585,000	2,585,000	0.18%	57
2011	2,430,000	2,430,000	0.17%	54

JIM WELLS COUNTY, TEXAS*DIRECT 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	\$ 26,071,785	100.000%	26,071,785
Alice Independent School District	39,176,003	81.180%	31,803,079
Jim Wells County Fresh Water Supply District #1	2,586,375	100.000%	2,586,375
Orange Grove Independent School District	15,550,000	100.000%	15,550,000
Alice Water Authority	4,760,000	48.980%	2,331,448
Premont Independent School District	3,018,313	100.000%	3,018,313
Total Overlapping Debt			<u>81,361,000</u>
County Direct Debt			<u>2,828,572</u>
Total Direct and Overlapping Debt			<u>\$ 84,189,572</u>

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

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt Limit	\$ 205,845,972	\$ 128,868,557	\$ 136,800,823	\$ 146,790,510	\$ 241,032,632	\$ 212,067,434	\$ 283,106,811	\$ 296,392,691	\$ 335,221,112	\$ 373,603,102
Total Net Debt Applicable to Limit	--	(971,432)	--	--	2,934,562	--	--	--	--	--
Legal Debt Margin	205,845,972	129,839,989	136,800,823	146,790,510	238,098,070	212,067,434	283,106,811	296,392,691	335,221,112	373,603,102
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	25%	10%	10%	10%	15%	15%	15%	15%	15%	15%

Legal Debt Margin Calculation for the Current Fiscal Year

Assessed Value	\$ 2,490,687,349
Debt Limit (15% of Assessed Value)	373,603,102
Debt Applicable to Limit:	
General Obligation Bonds	2,430,000
Less: Amount Set Aside for Repayment of General Obligation Debt	(165,000)
Total Net Debt Applicable to Limit	2,265,000
Legal Debt Margin	\$ 371,338,102

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

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Population	40,061	40,439	40,811	40,951	41,131	45,244	41,119	41,001	40,838	41,339
Personal Income	\$ 31,150	\$ 31,150	\$ 32,118	\$ 32,118	\$ 32,118	\$ 32,588	\$ 35,528	\$ 37,414	\$ 37,918	\$ 37,020
Per Capita Personal Income	\$ 20,104	\$ 21,530	\$ 22,478	\$ 24,104	\$ 25,320	\$ 27,852	\$ 26,767	\$ 29,523	\$ 33,450	\$ 16,976
Median Age	31.0	31.0	32.5	34.0	34.5	35.0	33.6	33.9	33.5	34.1
Education Level in Years of Schooling	12	12	12	12	12	12	12	12	12	12
School Enrollment	5,154	5,238	5,114	5,523	5,621	5,637	5,614	5,525	5,322	8,371
Unemployment	7.1%	7.0%	6.5%	5.5%	4.8%	4.0%	4.0%	9.1%	8.9%	5.8%

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.

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

Employer	2011			2002		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Alice ISD	952	1	8.78%	850	1	9.44%
Community Action	698	2	6.44%	--		--
CC Forbes Corp	672	3	6.20%	--		--
Spohn HealthSystem	405	4	3.73%	--		--
Wal-Mart	392	5	3.61%	236	7	2.62%
Halliburton	352	6	3.25%	--		--
Jim Wells County	332	7	3.06%	--		--
Coastal Bend College	300	8	2.77%	--		--
City of Alice	240	9	2.21%	245	6	2.72%
Dixie Iron Works	212	10	1.95%	--		--
Total	4,555		42.00%	1,331		14.79%

Source: County Auditor's Office

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

Function/Program	Full-Time-Equivalent Employees as of Year End									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
Administration	15	15	17	17	18	22	24	24	20	21
Finance	18	18	18	18	17	16	18	18	18	20
Judicial	33	33	32	32	31	31	38	35	35	37
Legal	18	18	17	17	18	23	27	26	20	24
Other	--	--	--	--	--	--	--	--	--	--
Public Safety	132	132	127	127	120	128	136	133	142	130
Public Transportation	100	100	110	110	99	105	119	107	117	91
Public Facilities	9	9	2	2	1	1	3	2	2	2
Health & Welfare										
Conservation & Agriculture	3	3	3	3	3	4	4	4	4	5
Civilians	5	5	4	4	4	3	3	3	2	2
Total	333	333	330	330	311	333	372	352	360	332

Source: County Auditor Office

JIM WELLS COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
Building Permits Issued	594	573	556	573	479	445	295	224	208	206
Public Safety										
Serious Crimes	1,464	1,930	2,013	1,725	1,484	1,902	1,606	1,906	2,001	2,560
Parking/Traffic Violations	--	4,546	3,708	4,453	7,477	3,959	4,079	6,546	4,435	5,566
Judicial										
Number of Cases Heard	1,342	1,492	2,002	1,706	1,325	1,836	1,598	1,858	2,080	2,165
Culture & Recreation										
Number of Events	--	--	9	14	16	25	22	14	12	15
Annual Number of Patrons Assisted	85,216	88,320	91,051	95,000	90,179	99,823	120,735	120,816	145,316	155,216
Public Transportation										
Street Miles	1,550	1,589	1,589	1,610	1,610	1,610	1,617	1,617	1,617	1,617

Source: County Auditor's Office

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

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
Number of Buildings	25	26	27	27	27	27	28	28	28	28
Public Safety										
Number of Buildings	9	9	9	9	9	9	9	9	9	9
Number of Vehicles	22	26	32	32	32	40	40	50	48	48
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)	1,080	1,080	1,080	1,080	1,080	1,080	1,080	1,078	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