

Comprehensive Annual Financial Report

For Fiscal Year Ended

December 31, 2019

JIM WELLS COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2019

Prepared By:
Jim Wells County Auditor's Office
Mr. Noe Gamez
County Auditor

Jim Wells County, Texas
 Comprehensive Annual Financial Report
 For The Year Ended December 31, 2019

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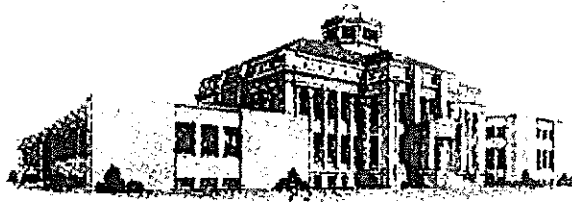
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Introductory Section

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COUNTY OF JIM WELLS

STATE OF TEXAS

NOE GAMEZ
COUNTY AUDITOR

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

July 27, 2020

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, 2019.

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, 2019, 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, 2019, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statement, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the other supplementary information section of this report.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The introduction includes this transmittal letter, the County's organizational chart and a list of principal officials. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors. The financial section also includes government-wide financial statements, fund financial statements, notes to the financial statements, required supplementary information and the combining and individual fund financial statements and schedules in addition to the report of the independent auditors on the financial statements and schedules. The statistical section of this report includes selected financial and demographic information, which is generally presented on a multi-year basis.

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

Profile of Jim Wells County

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

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

The management and leadership provided by members of the commissioners' court and the elected and appointed officials of other departments are crucial to the success of the County's financial management and growth.

The county auditor has responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing and approving" all disbursements from County funds prior to their submission to the commissioners' court for approval.

The County provides many varied services for the public it serves. These services include operation of the district, county and justices of the peace judicial systems, voting operations for national, state and some local elections, maintenance on and construction of county owned roads and bridges, recording functions relating to property rights and vital statistics, operation of the law enforcement agencies (sheriff and constables), operation of the county jail, operation of the public health department in conjunction with the City of Alice, operation of the park services department, operation of the county libraries, assistance to indigents, the provision of juvenile, health, education and welfare services involving the care and correction of dependent or delinquent children as well as property tax collections for multiple agencies.

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the county auditor on or before June 30 of each year. The county judge, assisted by the county auditor, uses these requests as the starting point for developing a base line budget, but without any tax increases or personnel changes. The county auditor then presents this base line budget to the commissioners' court for review prior to July. The commissioners' court holds several budget workshops to discuss priorities or meet with department heads. The county judge, assisted by the county auditor, then prepares the proposed budget with all the revisions as directed by commissioners' court. A copy of the proposed budget is filed with the county clerk and county auditor. The commissioners' court then must hold a public hearing on a day within seven calendar days after the date the proposed budget is filed but before October 1st of the current year. The commissioners' court must take action on the proposed budget at the conclusion of the public hearing. The appropriated budget is prepared by fund, department, and budget category. On some items of greater importance, the budget is prepared by line item. All transfers between budget categories and departments require the special approval of the commissioners' court, except State and Federal grants. The appropriate department head can make a budget transfer with the approval of grantor agency for those special revenue funds.

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

Factors Affecting Financial Condition

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

Local Economy

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

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

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

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

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

The agricultural business is still a leading contributor to the economy of Jim Wells County, Texas in 2019.

Unemployment Rate. The current unemployment rate of Jim Wells County, Texas is 4.5%, which is higher than the national unemployment rate of 3.6% and the statewide average rate is 3.5%.

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 2019, the sales tax revenues were up compared to 2018.

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 home of the Corpus Christi Hooks, Houston Astros AA league affiliate. The addition of a professional baseball team has provided a positive impact to the economy throughout all of South Texas.

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

Attractions

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

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

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

Jose De Escandon Statue- Don Jose de Escandón was chosen in 1746 to explore and settle the South Texas area. He founded 23 settlements in the area over a two year period. Ranching and farming were the economic foundation of these settlements. This still held true through the 1800's, as Alice was recognized as the largest cattle-shipping center in the world. On November 14, 1999 a statue of Don Jose de Escandón was donated to the City of Alice by

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, 2018. 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 that reads "Noe Gamez". The signature is written in a cursive style with a large, stylized initial "N".

Noe Gamez
County Auditor

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



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Jim Wells County
Texas

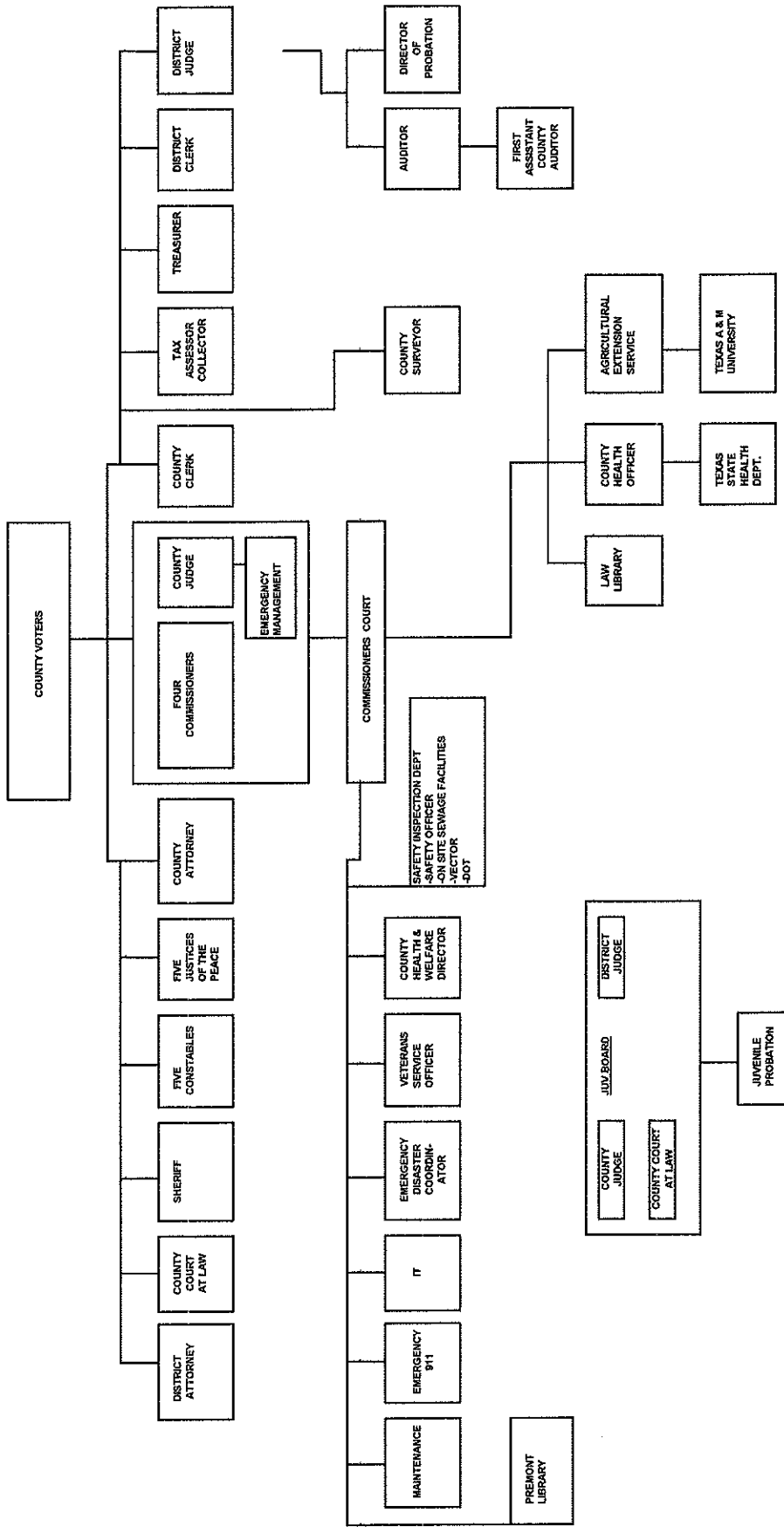
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morill

Executive Director/CEO

JIM WELLS COUNTY, TEXAS ORGANIZATION



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

DECEMBER 31, 2019

DISTRICT COURT

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

COMMISSIONERS COURT

Juan Rodriguez, Jr.	County Judge
Margie H. Gonzalez	County Commissioner, Precinct No. 1
Ventura Garcia	County Commissioner, Precinct No. 2
Carlos D. Gonzalez	County Commissioner, Precinct No. 3
Wicho Gonzalez	County Commissioner, Precinct No. 4

OTHER COUNTY OFFICIALS

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

JUSTICES OF THE PEACE

Richard Deleon	Precinct No. 1
Karin Knolle	Precinct No. 3
Sylvia Johnson	Precinct No. 4
Luz Paiz	Precinct No. 5
Jose L. Rodriguez	Precinct No. 6

CONSTABLES

Albert Martinez	Precinct No. 1
Jim Long	Precinct No. 3
Frank Davila	Precinct No. 4
Robert Vasquez, Sr.	Precinct No. 5
Bartolo Guajardo	Precinct No. 6

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

**DECEMBER 31, 2019
(continued)**

OTHER OFFICIALS

Alejandro Lopez, M.D.	County Health Officer
Robert Owens	County Surveyor
Rogelio Mercado	Agriculture Agent
David Salinas	Veterans Service Officer
Albert Ramirez	79th Judicial District Adult Probation
James A. Schmidt	Chief Juvenile Probation Officer

Financial Section

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RAUL HERNANDEZ & COMPANY, P.C.
Certified Public Accountants
5402 Holly Road, Suite 102
Corpus Christi, Texas 78411
Office (361) 980-0428 Fax (361) 980-1002

Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Jim Wells County, Texas ("the County") as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Jim Wells County, Texas as of December 31, 2019, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Jim Wells County, Texas' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not required parts of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 27, 2020 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Jim Wells County, Texas' internal control over financial reporting and compliance.

Respectfully submitted,

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

Raul Hernandez & Company, P.C.

Corpus Christi, Texas
July 27, 2020

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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, 2019. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, and in the financial statements and notes to the financial statements (which immediately follow this discussion). In 2004, the County implemented the new financial reporting requirements of GASB Statement No. 34 (Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments). These sections include this Management's Discussion and Analysis, the Government-wide Statement of Net Position, the Government-wide Statement of Activities, the concept of major fund reporting, and the reporting of infrastructure capital assets and long-term debt liabilities in the governmental activities. These concepts are explained throughout this discussion and analysis.

FINANCIAL HIGHLIGHTS

- The assets of the County of Jim Wells exceeded its liabilities at the close of the most recent fiscal year by \$36,864,426 (net position).
- As of the close of the current fiscal year, the County of Jim Wells governmental funds reported combined ending fund balances of \$17,409,677, of which, \$9,428,542 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 \$848,022 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 position Statements</u>	<i>Statement of Net position</i>	<i>Balance Sheet</i>	<i>Statement of net position</i>	<i>Statement of fiduciary net position</i>
	<i>Statement of Activities</i>	<i>Statement of revenues, expenditures & changes in fund balances</i> <hr/> <i>Statement of cash flows</i>	<i>Statement of rev, exp, & changes in net position</i> <i>Statement of flows</i>	<i>Statement of in fiduciary net position</i>
<u>Accounting basis and measurement focus</u>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial	Accrual accounting and economic focus	Accrual accounting economic resources focus

JIM WELLS COUNTY, TEXAS

Government-wide Statements

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

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

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

Fund Financial Statements

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

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

The County has the following kinds of funds:

- *Governmental funds*—Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Fiduciary funds*—The County is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

JIM WELLS COUNTY, TEXAS

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. As stated earlier, over time, increases or decreases in the County's net position are an indicator of whether its financial health is improving or deteriorating, respectively. At the close of the fiscal year, the County net position was \$36,864,426; furthermore, the government's financial position has increased by a net amount of \$814,537 in the current fiscal year compared to the prior year. Net position is summarized below along with comparative data from the previous year. (See Table A-1).

Table A-1
County's Net Position

	Governmental Activities	Governmental Activities	Increase (Decrease)
	2019	2018	2019-2018
Current Assets:			
Cash/Cash equivalents	\$ 17,640,600	\$ 16,275,571	\$ 1,365,029
Taxes receivable	786,874	786,877	(3)
Sales taxes receivable	205,789	284,884	(79,095)
Total current assets:	<u>18,633,263</u>	<u>17,347,332</u>	<u>1,285,931</u>
Non-current assets:			
Capital Assets	69,721,550	67,591,719	2,129,831
Less Accumulated			
Depreciation	(46,085,363)	(44,732,332)	(1,353,031)
Total non-current assets:	<u>23,636,187</u>	<u>22,859,387</u>	<u>776,800</u>
Total Assets:	<u>\$ 42,269,450</u>	<u>\$ 40,206,719</u>	<u>\$ 2,062,731</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflow Related to Pension Plan	3,739,882	1,164,237	2,575,645
Deferred Outflow Related to OPEB	55,917	55,525	392
Total Deferred Outflows of Resources	<u>3,795,799</u>	<u>1,219,762</u>	<u>2,576,037</u>
Current Liabilities			
Accounts payable and other current liabilities	\$ 219,822	\$ 242,721	\$ (22,899)
Accrued Interest Payable	11,482	14,239	(2,757)
Due to Other Governments and Agencies	139,752	281,783	(142,031)
Deferred Revenue	-	9,511	(9,511)
Total current liabilities	<u>371,056</u>	<u>548,254</u>	<u>(177,198)</u>
Long-term liabilities			
Due within one year	934,658	532,923	401,735
Due in more than one year	2,174,389	1,728,102	446,287
Net Pension Liability - due in more than one year	4,920,796	945,902	3,974,894
Net OPEB Liability - due in more than one year	502,665	532,302	(29,637)
Total Liabilities	<u>8,903,564</u>	<u>4,287,483</u>	<u>4,616,081</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts Related to Pensions	238,248	1,071,607	(833,359)
Deferred Amounts Related to OPEB	59,011	17,502	41,509
Total Deferred Inflows of Resources	<u>297,259</u>	<u>1,089,109</u>	<u>(791,850)</u>
Net Pension:			
Net Investment in Capital Assets	20,801,027	20,832,777	(31,750)
Restricted For:			
Debt Service	85,664	83,085	2,579
Capital Projects	902,632	894,729	7,903
Unrestricted	15,075,103	14,239,298	835,805
Total Net Position	<u>\$ 36,864,426</u>	<u>\$ 36,049,889</u>	<u>\$ 814,537</u>

JIM WELLS COUNTY, TEXAS

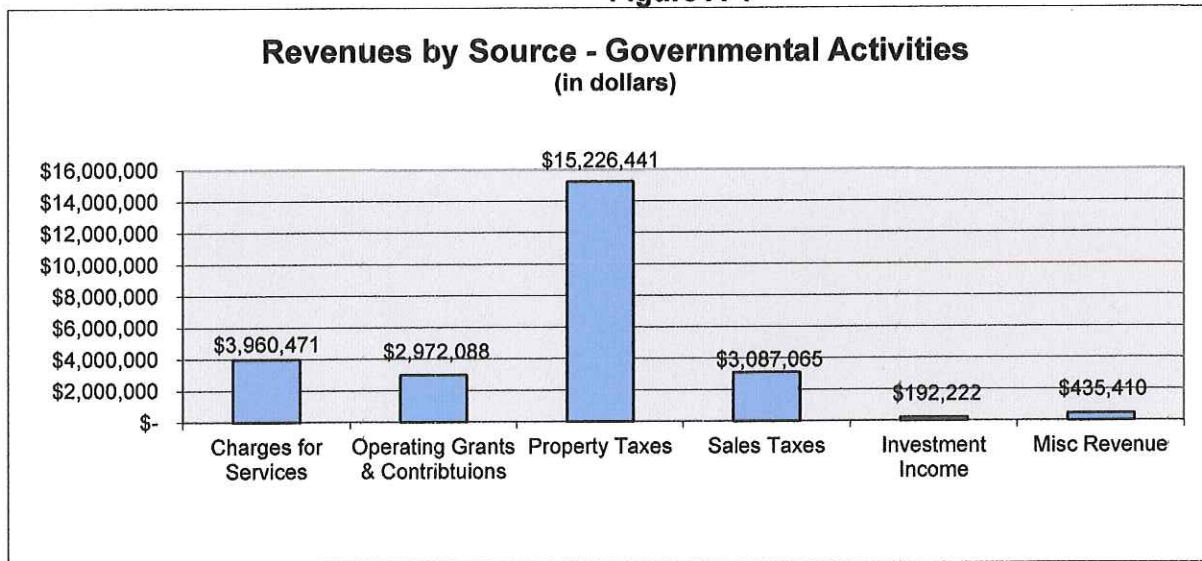
The \$85,664 and \$902,632 of the County's restricted net position represents funds available for the debt service and capital projects funds, respectively. These funds when spent are restricted for repayment of debt and capital asset acquisitions respectively. The \$15,075,103 unrestricted net position represents resources available to fund the programs of the County next year.

Revenues. The County's total revenues were \$25,873,697. A significant portion, 59 percent, of the County's revenue comes from property taxes. 15 percent comes from charges for services and 12 percent relates to sales taxes. (See Figure A-1 and Table A-2)

Governmental Activities

- Property tax rates had a total direct rate of .787581, which is a decrease of (.014621) from the previous year. Net taxable value of property totaled \$1,996,704,368.
- Sales tax revenues increased from the prior year due, in part, to an increase in collections.
- Property tax revenues in 2019 decreased from the prior year by (\$161,694).

Figure A-1



JIM WELLS COUNTY, TEXAS

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

	Governmental Activities		Increase (Decrease)
	<u>2019</u>	<u>2018</u>	<u>2019-2018</u>
Revenues			
Program:			
Charges for services	\$ 3,960,471	\$ 4,912,677	\$ (952,206)
Operating Grants and Contributions	2,972,088	2,550,173	421,915
General			
Property Taxes	15,226,441	15,388,135	(161,694)
Sales Taxes	3,087,065	3,085,301	1,764
Investment Income	192,222	83,737	108,485
Miscellaneous Revenues	435,410	571,300	(135,890)
Total Revenues	<u>\$ 25,873,697</u>	<u>\$ 26,591,323</u>	<u>\$ (717,626)</u>
Cost of Services:			
General Government	6,360,674	5,985,704	374,970
Judicial	4,324,846	4,034,322	290,524
Public Safety	8,713,377	8,371,679	341,698
Public Transportation	4,573,934	3,917,189	656,745
Health and Welfare	613,246	593,500	19,746
Culture and Recreation	52,300	64,132	(11,832)
Conservation	223,949	210,170	13,779
Economic Development and Assistance	120,482	135,133	(14,651)
Interest on Long-term Debt	76,352	73,452	2,900
Total Cost of Services	<u>\$ 25,059,160</u>	<u>\$ 23,385,281</u>	<u>\$ 1,673,879</u>
Change in net position	814,537	3,206,042	(2,391,505)
Net position - beginning	36,049,889	33,431,944	2,617,945
Prior Period Adjustment	-	(588,097)	588,097
Net position - ending	<u>\$ 36,864,426</u>	<u>\$ 36,049,889</u>	<u>\$ 814,537</u>

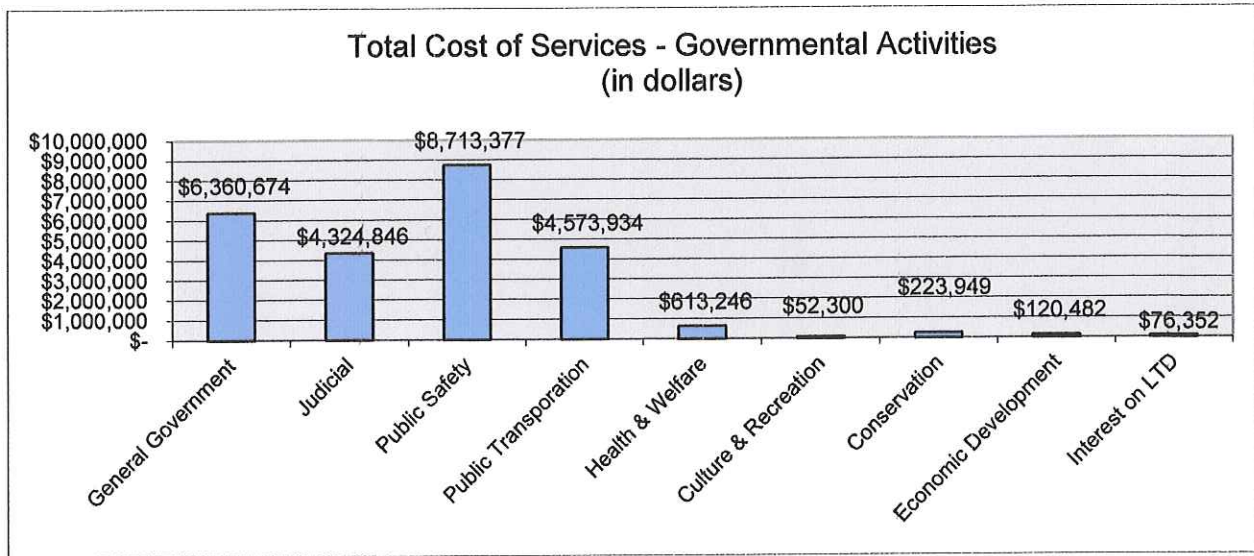
Table A-2 and Figure A-2 present the cost of each of the County's largest functions.

- The cost of all governmental activities this year was \$25,059,160. Public Safety was a significant part of the amount totaling \$8,713,377, which the majority was due to costs in the General Fund, Adult & State Juvenile Probation funds, the Sheriff Drug Forfeiture fund and 79th Judicial District Attorney Forfeiture fund.

JIM WELLS COUNTY, TEXAS

- However, the amount that our taxpayers paid for these activities through property taxes was approximately \$15,226,441.
- 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.
- \$8,713,377 of these costs were for public safety, which increased by \$341,698 from the prior year.

Figure A-2



FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

As noted earlier, the County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements. Fund accounting and budget controls has been the framework of the County's strong fiscal management and accountability.

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

JIM WELLS COUNTY, TEXAS

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$17,409,677, a net increase of \$1,460,371 compared with the prior year. As shown on page 37 the unassigned fund balance resulted in an amount of \$9,428,542. The *unassigned fund balance*, used as a management and budgetary tool, is available for spending at the County's discretion. A major factor in causing the change to fund balance came from changes in general property taxes, general sales & use taxes revenues, licenses & permits, fines & forfeitures, fees of office, investment earnings, miscellaneous revenues, and increase in capital leases.

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 \$9,428,542 from the previous year's balance of \$7,302,040 in the prior year. As a measure of the general fund's liquidity, we compare both unassigned fund balance and total fund balance to total fund expenditures. Revenues decreased compared to the prior year, this decrease was a result of a decrease in charges for services, property taxes collected, and miscellaneous revenues.

The Debt Service Fund (county-wide), which was created during 2004, has a total fund balance of \$85,664. 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 \$902,632. The County has plans in the near future to invest in construction projects, including improvements to buildings throughout the county.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues

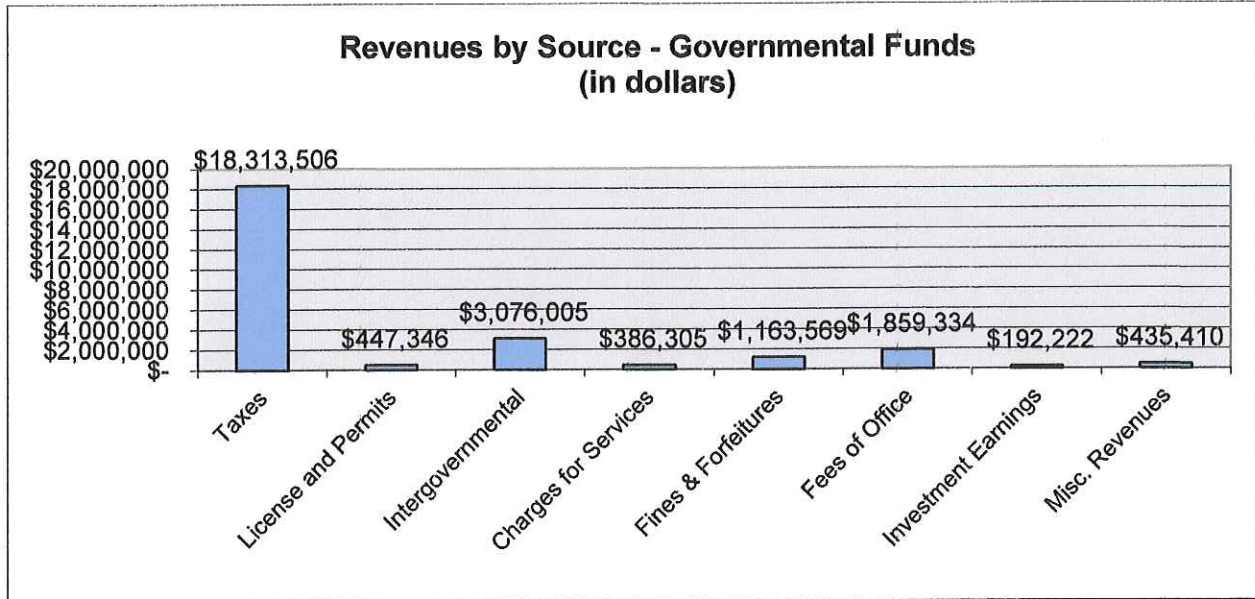
The County's revenue closely follows oil prices and oil field activities. In previous years, the economic boom in Eagle Ford shale production led to hotels being booked, stores expanding, and businesses hiring. However, in 2019, the amount of the impact has continued to level off. Revenues from governmental fund types had a net decrease of (\$596,291) from the preceding year, totaling \$25,873,697. Taxes and Intergovernmental revenues were the most significant portions in governmental fund revenue sources, which totaled \$18,313,506 and \$3,076,005, respectively. The largest decreases included fines & forfeitures and miscellaneous revenues.

The County's primary source of revenue consists of taxes, which comprise 71% of the County's total revenues. In addition, intergovernmental revenues and fees of office comprise 12% and 7% of total revenues, respectively. The county departments that charge for services include park & recreational, fees of office from justice of the peace precincts, and constables, which are all an important part of the County's revenues. They are an integral part of the County's ability to provide the services to which citizens have become accustomed. (See Figure A-3 and Table A-3)

JIM WELLS COUNTY, TEXAS

Fines & Forfeitures decreased by (\$1,022,677), from the prior year due to less fines & cash seizures. Furthermore, taxes decreased by (\$38,595) from the previous year, as a result of an decrease in collections.

Figure A-3



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

	2019	2018	Increase (Decrease)
Taxes	\$ 18,313,506	\$ 18,352,101	\$ (38,595)
License and Permits	447,346	453,941	(6,595)
Intergovernmental	3,076,005	2,900,598	175,407
Charges for Services	386,305	342,542	43,763
Fines & Forfeitures	1,163,569	2,186,246	(1,022,677)
Fees of Office	1,859,334	1,559,523	299,811
Investment Earnings	192,222	83,737	108,485
Misc. Revenues	435,410	591,300	(155,890)
Total Revenues	\$ 25,873,697	\$ 26,469,988	\$ (596,291)

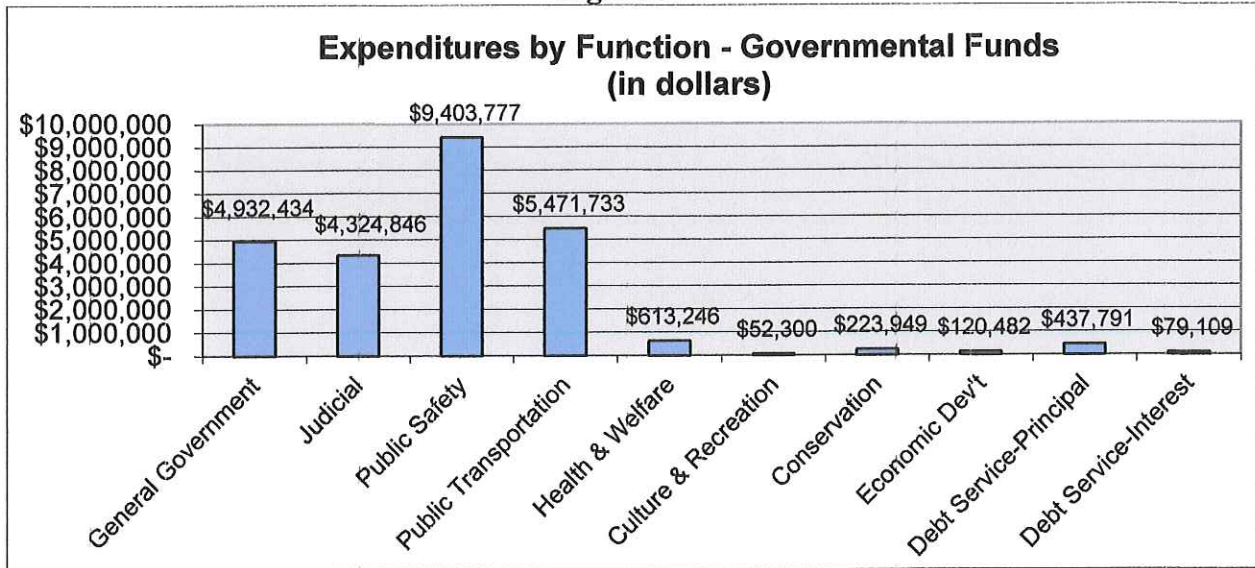
Expenditures

The increase in general government expenditures of \$379,344 is partly due to an increase in general fund and the records preservation fund. The increase in public transportation of \$906,042 was due to increases in the Road & Bridge Funds.

The County's primary expenditures were for public safety, public transportation, and general government. Public safety now accounts for over 37% of total expenditures. (See Figure A-4 and Table A-4)

JIM WELLS COUNTY, TEXAS

Figure A-4



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

	2019	2018	Increase (Decrease)
General Government	\$ 4,932,434	\$ 4,553,090	\$ 379,344
Judicial	4,324,846	4,034,322	290,524
Public Safety	9,403,777	8,725,879	677,898
Public Transportation	5,471,733	4,565,691	906,042
Health and Welfare	613,246	593,500	19,746
Culture and Recreation	52,300	64,132	(11,832)
Conservation	223,949	210,170	13,779
Economic Development and Assistance	120,482	135,133	(14,651)
Debt Service:			
Principal	437,791	521,738	(83,947)
Interest and Fiscal Charges	79,109	76,111	2,998
Total Expenditures	<u>\$ 25,659,667</u>	<u>\$ 23,479,766</u>	<u>\$ 2,179,901</u>

JIM WELLS COUNTY, TEXAS

Other financing sources from the County came from:

**Table A-5
Other Financing Resources**

	<u>2019</u>	<u>2018</u>	<u>Increase (Decrease)</u>
Transfers In	\$ 246,065	\$ 575,242	\$ (329,177)
Transfers Out	(246,065)	(575,242)	329,177
Capital Leases	1,246,341	371,557	874,784
	<u>\$1,246,341</u>	<u>\$ 371,557</u>	<u>\$ 874,784</u>

General Fund Budgetary Highlights

The final budget was adopted with total General Fund revenues of \$16,956,821 and expenditures of \$15,435,142, 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 \$114,685. Of this amount, general property taxes and general sales & use taxes had the largest favorable variances. The County's revenue booms and busts through the years closely follow oil prices and oil field activities.
- Actual expenditures (before transfers) were \$675,046 below final budget amounts. This biggest favorable variance resulted from over-budgeted expenditures in every department. 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 2019, the County had invested \$69,721,550 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 machinery & equipment), which are used in the performance of the County's functions including infrastructure assets. At December 31, 2019 net capital assets of the governmental activities totaled \$23,636,187. Depreciation on capital assets is recognized in the Government-wide financial statements. Accumulated depreciation for infrastructure, buildings & improvements, and machinery & equipment totaled \$46,085,363. More detailed information about the county's capital assets is presented in the notes to the financial statements on page 49.

JIM WELLS COUNTY, TEXAS

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

	Governmental Activities		Increase (Decrease)
	2019	2018	2019-2018
	Land	\$ 416,773	\$ 346,773
Infrastructure	43,715,815	43,715,819	(4)
Buildings and Improvements	13,626,149	13,491,717	134,432
Machinery & Equipment	11,962,813	10,037,410	1,925,403
Total at historical cost	69,721,550	67,591,719	2,129,831
 Total Accumulated Depreciation	(46,085,363)	(44,732,333)	(1,353,030)
Net Capital Assets	\$ 23,636,187	\$ 22,859,386	\$ 776,801

The largest increase to capital assets was attributed to machinery & equipment in the net amount of \$1,925,403 due to purchases of vehicles and equipment. Additional details on capital assets can be found in the notes to the financial statements on page 49.

Long Term Debt

At year-end the County had \$3,109,047 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 \$848,022 from 2018. More detailed information about the County's debt is presented in the notes to the financial statements on page 51.

**Table A-7
Long Term Debt**

	Governmental Activities	
	2019	2018
	General obligation bonds	\$ 940,000
Capital leases	1,895,160	876,610
Compensated absences	273,887	234,415
Total governmental activities	\$ 3,109,047	\$ 2,261,025

JIM WELLS COUNTY, TEXAS

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised value used for the 2020 budget preparation is up from the prior year.
- General operating fund spending in the 2020 budget is expected to have a moderate decrease as compared to 2019.

These indicators were taken into account when adopting the general fund budget for 2020. Property taxes will decrease due to 2020 adopted tax rate.

Expenditures are expected to experience a moderate decrease. These include decreases 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 2020 budget were to make county government: (1) communicative and open to the public and departmental staff; (2) have attainable and realistic budgets to enhance accountability; and (3) establish procedures that are in compliance with statutory requirements to improve efficiency.

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

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor's Department at 200 N. Almond, Alice, Texas 78332

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Basic Financial Statements

JIM WELLS COUNTY, TEXAS

STATEMENT OF NET POSITION

DECEMBER 31, 2019

	Governmental Activities
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 17,640,600
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	786,874
<i>Sales Taxes Receivable</i>	205,789
Capital Assets (net of accumulated depreciation):	
<i>Land</i>	416,773
<i>Buildings and System</i>	7,125,342
<i>Machinery and Equipment</i>	5,425,072
<i>Infrastructure</i>	10,669,000
Total Assets	<u>42,269,450</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflow Related to Pension Plan	3,739,882
Deferred Outflow Related to OPEB	55,917
Total Deferred Outflows of Resources	<u>3,795,799</u>
LIABILITIES:	
<i>Accounts Payable and Other Current Liabilities</i>	219,822
<i>Accrued Interest Payable</i>	11,482
<i>Due to Other Governments and Agencies</i>	139,752
Noncurrent Liabilities-	
<i>Due within one year</i>	934,658
<i>Due in more than one year</i>	2,174,389
<i>Net Pension Liability-due in more than one year</i>	4,920,796
<i>Net OPEB Liability-due in more than one year</i>	502,665
Total Liabilities	<u>8,903,564</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Amounts Related to Pensions	238,248
Deferred Amounts Related to OPEB	59,011
Total Deferred Inflows of Resources	<u>297,259</u>
NET POSITION:	
Net Investment in Capital Assets	20,801,027
Restricted For:	
Debt Service	85,664
Capital Projects	902,632
Unrestricted	15,075,103
Total Net Position	<u>\$ 36,864,426</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
PRIMARY GOVERNMENT:				
Governmental Activities:				
General Government	\$ 6,360,674	\$ 1,200,139	\$ --	\$ (5,160,535)
Judicial	4,324,846	475,499	445,711	(3,403,636)
Public Safety	8,713,377	1,052,985	1,614,717	(6,045,675)
Public Transportation	4,573,934	1,231,848	405,083	(2,937,003)
Health and Welfare	613,246	--	506,577	(106,669)
Culture and Recreation	52,300	--	--	(52,300)
Conservation	223,949	--	--	(223,949)
Economic Development and Assistance	120,482	--	--	(120,482)
Interest on Long-term Debt	76,352	--	--	(76,352)
Total Governmental Activities	<u>25,059,160</u>	<u>3,960,471</u>	<u>2,972,088</u>	<u>(18,126,601)</u>
Total Primary Government	<u>\$ 25,059,160</u>	<u>\$ 3,960,471</u>	<u>\$ 2,972,088</u>	<u>(18,126,601)</u>
General Revenues:				
Property Taxes				15,226,441
Sales Taxes				3,087,065
Investment Income				192,222
Miscellaneous Revenues				435,410
Total General Revenues				<u>18,941,138</u>
Change in Net Position				814,537
Net Position - Beginning				<u>36,049,889</u>
Net Position - Ending				<u>\$ 36,864,426</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2019

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 9,626,809	\$ 8,013,791	\$ 17,640,600
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	9,843,835	2,994,229	12,838,064
<i>Sales Taxes Receivable</i>	164,630	41,159	205,789
Total Assets	<u>\$ 19,635,274</u>	<u>\$ 11,049,179</u>	<u>\$ 30,684,453</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ 194,025	\$ 25,797	\$ 219,822
<i>Due to Other Governments and Agencies</i>	139,752	--	139,752
Total Liabilities	<u>333,777</u>	<u>25,797</u>	<u>359,574</u>
DEFERRED INFLOWS OF RESOURCES:			
<i>Unavailable Revenue Property Taxes</i>	9,872,955	3,042,247	12,915,202
Total Deferred Inflows of Resources	<u>9,872,955</u>	<u>3,042,247</u>	<u>12,915,202</u>
Fund Balances:			
Restricted Fund Balances:			
Federal or State Funds Grant Restriction	--	6,992,839	6,992,839
Retirement of Long-Term Debt	--	85,664	85,664
<i>Capital Project Funds</i>	--	902,632	902,632
Unassigned Fund Balance	9,428,542	--	9,428,542
Total Fund Balance	<u>9,428,542</u>	<u>7,981,135</u>	<u>17,409,677</u>
Total Liabilities and Fund Balance	<u>\$ 19,635,274</u>	<u>\$ 11,049,179</u>	<u>\$ 30,684,453</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS

*RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2019*

Total fund balances - governmental funds balance sheet	\$ 17,409,677
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	23,636,187
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	864,012
Payables for bond principal which are not due in the current period are not reported in the funds.	(940,000)
Payables for capital leases which are not due in the current period are not reported in the funds.	(1,895,160)
Payables for bond interest which are not due in the current period are not reported in the funds.	(11,482)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(273,887)
Recognition of the County's proportionate share of the net pension liability is not reported in the funds.	(4,920,796)
Deferred Resource Inflows related to the pension plan are not reported in the funds.	(238,248)
Deferred Resource Outflows related to the pension plan are not reported in the funds.	3,739,882
Recognition of the County's proportionate share of the net OPEB liability is not reported in the funds.	(502,665)
Deferred Resource Inflows related to the OPEB plan are not reported in the funds.	(59,011)
Deferred Resource Outflows related to the OPEB plan are not reported in the funds.	<u>55,917</u>
Net position of governmental activities - Statement of Net Position	<u>\$ 36,864,426</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenue:			
<i>Taxes:</i>			
<i>General Property Taxes</i>	\$ 11,967,771	\$ 3,258,670	\$ 15,226,441
<i>General Sales and Use Taxes</i>	2,547,029	540,036	3,087,065
<i>License and Permits</i>	83,185	364,161	447,346
<i>Intergovernmental</i>	626,641	2,449,364	3,076,005
<i>Charges for Services</i>	38,252	348,053	386,305
<i>Fines and Forfeitures</i>	451,912	711,657	1,163,569
<i>Fees of Office</i>	935,723	923,611	1,859,334
<i>Investment Earnings</i>	116,825	75,397	192,222
<i>Miscellaneous Revenues</i>	304,168	131,242	435,410
Total revenues	<u>17,071,506</u>	<u>8,802,191</u>	<u>25,873,697</u>
Expenditures:			
<i>Current:</i>			
<i>General Government</i>	4,759,031	173,403	4,932,434
<i>Judicial</i>	3,648,666	676,180	4,324,846
<i>Public Safety</i>	6,295,174	3,108,603	9,403,777
<i>Public Transportation</i>	--	5,471,733	5,471,733
<i>Health and Welfare</i>	83,910	529,336	613,246
<i>Culture and Recreation</i>	52,300	--	52,300
<i>Conservation</i>	223,949	--	223,949
<i>Economic Development and Assistance</i>	120,482	--	120,482
<i>Debt Service:</i>			
<i>Principal</i>	55,576	382,215	437,791
<i>Interest and Fiscal Charges</i>	1,054	78,055	79,109
Total Expenditures	<u>15,240,142</u>	<u>10,419,525</u>	<u>25,659,667</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,831,364</u>	<u>(1,617,334)</u>	<u>214,030</u>
Other Financing Sources (Uses):			
<i>Transfers In</i>	--	246,065	246,065
<i>Transfers Out</i>	(195,000)	(51,065)	(246,065)
<i>Capital Leases</i>	490,138	756,203	1,246,341
Total Other Financing Sources (Uses)	<u>295,138</u>	<u>951,203</u>	<u>1,246,341</u>
Net Change in Fund Balances	2,126,502	(666,131)	1,460,371
Fund Balances - Beginning	7,302,040	8,647,266	15,949,306
Fund Balances - Ending	<u>\$ 9,428,542</u>	<u>\$ 7,981,135</u>	<u>\$ 17,409,677</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, 2019*

Net change in fund balances - total governmental funds	\$ 1,460,371
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	2,155,722
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,378,921)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	210,000
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	227,791
(Increase) decrease in accrued interest from beginning of period to end of period.	2,757
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(39,472)
Proceeds of leases do not provide revenue in the SOA, but are reported as current resources in the funds.	(1,246,341)
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	<u>(577,370)</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ 814,537</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2019

	<u>Agency Funds</u>
ASSETS:	
<i>Cash and Cash Equivalents</i>	\$ 8,572,227
Total Assets	<u>\$ 8,572,227</u>
LIABILITIES:	
<i>Due to Other Governments and Agencies</i>	\$ 8,572,227
Total Liabilities	<u>\$ 8,572,227</u>

The accompanying notes are an integral part of this statement.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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

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

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

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

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

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

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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.

In addition, the County reports the following fund types:

Agency Funds: These funds are used to report student activity funds and other resources held in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

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

b. Measurement Focus, Basis of Accounting

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

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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.

b. Inventories and Prepaid Items

Inventories on the balance sheet are stated at weighted average cost. Inventory items are recorded as expenditures when they are consumed.

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

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed 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

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. Pensions

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

f. Other Post-Employment Benefits (OPEB)

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

g. Interfund Activity

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

h. Fund Balances - Governmental Funds

Fund balances of the governmental funds are classified as follows:

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

Restricted Fund Balance - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance - represents amounts that can only be used for a specific purpose because of a formal action by the Commissioner's Court. Committed amounts cannot be used for any other purpose unless the Court removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the Court. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance - represents amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Commissioner's Court or by an official or body to which the Court delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the County itself.

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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

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

B. Compliance and Accountability

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

Following are funds having deficit fund balances or fund net position at year end, if any, along with remarks which address such deficits:

<u>Fund Name</u>	<u>Deficit Amount</u>	<u>Remarks</u>
None reported	Not applicable	Not applicable

2. Excess of expenditures over appropriations

For the year ended December 31, 2019, the County had two funds that had expenditures exceeding appropriations.

Small Dams Fund	\$ (15,948)
Law Library Fund	\$ (11,716)

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, 2019, the carrying amount of the County's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$26,212,827 and the bank balance was \$26,279,479. The County's cash deposits at December 31, 2019 and during the year ended December 31, 2019, were entirely covered by FDIC insurance or by pledged collateral held by the County's agent bank in the County's name.

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

- a. Depository: Prosperity Bank
- b. The market value of securities pledged as of the date of the highest combined balance on deposit was \$30,824,816.
- c. The highest combined balances of cash, savings and time deposit accounts amounted to \$32,156,030 and occurred during the month of February, 2019.
- d. Total amount of FDIC coverage at the time of the largest combined balance was 250,000.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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.

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, 2019.

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.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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.

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, 2019, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 346,773	\$ 70,000	\$ --	\$ 416,773
Total capital assets not being depreciated	<u>346,773</u>	<u>70,000</u>	<u>--</u>	<u>416,773</u>
<i>Capital assets being depreciated:</i>				
Infrastructure	43,715,819	--	--	43,715,819
Buildings and improvements	13,491,717	113,988	--	13,605,705
Machinery & Equipment	10,037,410	1,971,736	(25,894)	11,983,253
Total capital assets being depreciated	<u>67,244,946</u>	<u>2,085,724</u>	<u>(25,894)</u>	<u>69,304,777</u>
Less accumulated depreciation for:				
Infrastructure	(32,895,529)	(151,286)	--	(33,046,815)
Buildings and improvements	(6,185,594)	(275,273)	--	(6,460,867)
Machinery & Equipment	(5,651,210)	(952,362)	25,894	(6,577,681)
Total accumulated depreciation	<u>(41,732,333)</u>	<u>(1,378,921)</u>	<u>25,894</u>	<u>(46,085,363)</u>
Total capital assets being depreciated, net	<u>25,512,613</u>	<u>706,803</u>	<u>--</u>	<u>23,219,414</u>
Governmental activities capital assets, net	<u>\$ 25,859,386</u>	<u>\$ 776,803</u>	<u>\$ --</u>	<u>\$ 23,636,187</u>

Depreciation was charged to functions as follows:

General Government	\$ 565,372
Public Protection:	
Courthouse & Buildings	261,991
Probation	27,578
Sheriff	289,573
Fire Protection	41,358
Public Ways and Facilities, Including	
Depreciation of General Infrastructure Assets	193,049
	<u>\$ 1,378,921</u>

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

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, 2019,

2. Transfers To and From Other Funds

Transfers to and from other funds at December 31, 2019, consisted of the following:

Transfers out:	Transfers In:		
	General Fund	Nonmajor Governmental	Total
General fund	\$ --	\$ 195,000	\$ 195,000
Nonmajor governmental	--	51,065	51,065
Total transfers out	--	246,065	246,065

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

F. Short-Term Debt Activity

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

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

Restricted Fund Balance:	
Federal or State Funds Grant Restriction	\$ 6,992,839
Retirement of Long-Term Debt	85,664
	<u>7,078,503</u>
Committed Fund Balance:	
Construction	902,632
Other Committed Fund Balance	--
	<u>902,632</u>
Assigned Fund Balance:	
Other Assigned Fund Balance	--
	<u>--</u>
Unassigned Fund Balance	<u>9,428,542</u>
	<u>9,428,542</u>
Total Fund Balance	<u>\$ 17,409,677</u>

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

G. 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 \$250,000 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, 2019.

Description	Interest Rates (%)	Date of Issuance	Date of Maturity	Bonds Outstanding
Certificates of Obligation Refunding Bonds, Series 2008	3.86%	May 1, 2008	September 1 2023	\$940,000

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended December 31, 2019, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities:					
General obligation bonds	\$ 1,150,000	\$ --	\$ 210,000	\$ 940,000	220,000
Capital leases	876,610	1,246,341	227,791	1,895,160	624,658
Compensated absences *	234,415	168,523	129,051	273,887	90,000
Total governmental activities	\$ 2,261,025	\$ 1,414,864	\$ 566,842	\$ 3,109,047	\$ 934,658

* Other long-term liabilities

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

Liability	Activity Type	Fund
Compensated absences	Governmental	General

2. Debt Service Requirements

Debt service requirements on long-term debt at December 31, 2019, are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2020	\$ 220,000	\$ 34,161	\$ 254,161
2021	230,000	25,573	255,573
2022	240,000	16,598	256,598
2023	250,000	7,237	257,237
Totals	\$ 940,000	\$ 83,569	\$ 1,023,569

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

H. Commitments Under Noncapitalized Leases

Operating Leases

Commitments under operating (noncapitalized) lease agreements for facilities and equipment provide for minimum future rental payments as of December 31, 2019, as follows:

Year Ending December 31, 2020	\$ 64,256
Total Minimum Rentals	<u>\$ 64,256</u>
Rental Expenditures in 2019	<u>\$ 62,483</u>

Capital Leases

1. On July 10, 2019, the County entered into a three year lease agreement, secured with 3 2019 Chevrolet Tahoes with Government Capital Corporation with a maturity date of July 10, 2022. Payments are due in annual installments of \$100,153.09, including interest of 4.249%.
2. On July 26, 2019, the County entered into a five year lease agreement, secured with Voter Registration Equipment with Government Capital Corporation, with a maturity of January 8, 2024. Payments are due in annual installments of \$107,545,18 with interest of 3.99%.
3. On March 31, 2018, the County entered into a three year lease agreement, secured by 6 vehicles with Government Capital Corporation, with a maturity date of March 31, 2021. Payments are due in annual installments of \$97,985.17 including interest of 4.78%.
4. On February 28, 2018, the County entered into a 5 year agreement, secured with a Peterbilt with Government Capital Corporation with a maturity date of February 28, 2023. Payments are due in monthly installments of \$1,959.25, including interest of 4.565%.
5. On October 4, 2016, the County entered into a 7 year lease agreement secured by Drum Vibratory Roller with Government Capital Corporation, with a maturity date of September 28, 2023. Payments are \$15,859.76 for 7 years annually, including interest of 3.244%.
6. On September 27, 2019, the County entered into a 5 year lease agreement secured by a Peterbilt Refuse Truck with Government Capital Corporation, with a maturity date of November 1, 2024. Payments of \$76,916 are due annually with an interest rate of 3.442%.
7. On December 12, 2016, the County entered into a 3 year lease agreement secured by 4 Police Vehicles with Government Capital Corporation, with a maturity date of January 6, 2020. Payments are due in annual installments of \$59,583.33, including interest of 4.094%.
8. On December 12, 2016, the County entered into a six year lease agreement secured by a 2017 Suburban with Government Capital Corporation, with a maturity date of December 12, 2022. Payments are due in annual installments of \$6,648.43 including interest of 4.478%.
9. On November 2, 2016, the County entered into a seven year lease agreement secured by a 2017 Trash Truck and Refuse Equipment with Government Capital Corporation, with a maturity date of November 1, 2023. Payments are due in monthly installments of \$5,529.09 including interest of 3.179%.
10. On June 20, 2019, the County entered into a 13 month lease agreement with Bancorp South Equipment Finance for a Mack Truck w/ Ox Body with a maturity date of July 31, 2020. One payment in the amount of \$138,253 is due with an interest rate of 3.94%.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

The assets acquired through capital leases are as follows:

Asset:	Governmental Activities
Machinery and Equipment	\$ 4,455,402
Less: accumulated depreciation	(1,076,962)
Total	<u>\$ 3,378,440</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2019 were as follows:

<u>Year Ending December 31,</u>	
2020	\$ 687,377
2021	489,836
2022	391,798
2023	285,050
2024	204,687
Total Minimum Lease Payments	\$ 2,058,748
Less: amount representing interest	(163,588)
Present Value of Minimum Lease Payments	<u>\$ 1,895,160</u>

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 2019, 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 TCDRS is responsible for the administration of the statewide agent-multiple-employer public employee retirement system consisting of 586 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

Members are vested after 8 years of employment with any organization with an accredited plan (not just the County), but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer. Benefit amounts are determined by the sum of the employee's deposits to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCRDS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated deposits and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCRDS Act.

2. Contributions

The employer has elected the annually determined contribution rate (variable-rate) plan provisions of the TCRDS 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 TCRDS Act, the contribution rate of the employer is actuarially determined annually. It was 10.8% for the calendar year 2018. The deposit rate payable by the employee members is the rate of 4%, 5%, 6%, or 7.00% of compensation as adopted by the governing body of the employer within the options available in the TCRDS.

Employees of Jim Wells County were required to contribute 6.0% of their annual gross earnings during the fiscal year. The contribution rates for the County were 8% and 8% in calendar years 2018 and 2019, respectively. Jim Wells County's contributions to TCRDS for the fiscal year ended December 31, 2019 were \$984,249 and were equal to the required contributions.

3. Discount Rate

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

The long-term rate of return on pension plan investments is 8.1%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCRDS' investment consultant, Cliffwater LLC. The numbers shown below are based on January 2019 information for a 7-10 year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2016.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

Asset Class	Benchmark	Target Allocation (1)	Geometric Real Rate of Return (Expected minus Inflation) (2)
US Equities	Dow Jones U.S. Total Stock Market Index	10.50%	5.40%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (3)	18.00%	8.40%
Global Equities	MSCI World (net) Index	2.50%	5.70%
International Equities - Developed	MSCI World Ex USA (net) Index	10.00%	5.40%
International Equities - Emerging	MSCI EM Standard (net) Index	7.00%	5.90%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	1.60%
Strategic Credit	FTSE High-Yield Cash Pay Capped Index	12.00%	4.39%
Direct Lending	S&P/LSTA Leveraged Loan Index	11.00%	7.95%
Distressed Debt	Cambridge Associates Distressed Securities (4)	2.00%	7.20%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	2.00%	4.15%
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	5.35%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (5)	6.00%	6.30%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	13.00%	3.90%
Total		100.00%	

(1) Target asset allocation adopted at the April 2019 TCDRS board meeting.

(2) Geometric real rates of return in addition to assumed inflation of 2.0%, per Cliffwater's 2019 capital market assumptions.

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

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

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

4. Changes in Net Pension Liability

At December 31, 2019, Jim Wells County reported a net pension liability of \$ 4,920,798. The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2017	\$ 42,906,694	\$ 41,960,790	\$ 945,904
Changes for the year			
Service cost	1,208,189	-	1,208,189
Interest on total pension liability	3,484,547	-	3,484,547
Change in benefit terms	-	-	-
Diff between expected/actual experience	(57,969)	-	(57,969)
Changes of assumptions	-	-	-
Contributions-employer	-	920,434	(920,434)
Contributions-employee	-	579,496	(579,496)
Net investment income	-	(789,932)	789,932
Benefit payments, including refunds of employee contributions	(2,235,086)	(2,235,086)	-
Administrative expenses	-	(32,438)	32,438
Other charges	-	(17,688)	17,688
Net changes	2,399,681	(1,575,214)	3,974,894
Balance at 12/31/2018	<u>\$ 45,306,375</u>	<u>\$ 40,385,577</u>	<u>\$ 4,920,798</u>

The net pension liability was measured as of December 31, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date and for the year then ended.

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

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

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

The following presents the net pension liability of the County, calculated using the discount rate of 8.1%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.10%) or 1-percentage-point higher (9.10%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	7.10%	8.10%	9.10%
County's net pension liability	\$ 50,474,118	\$ 45,306,375	\$ 40,899,544
Fiduciary net position	40,385,576	40,385,576	40,385,576
Net pension liability / (asset)	<u>\$ 10,088,542</u>	<u>\$ 4,920,799</u>	<u>\$ 513,968</u>

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

For the year ended December 31, 2019, the District recognized pension expense of \$1,564,140.

At December 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ 238,248
Changes in assumptions	121,892	-
Net difference between projected and actual earnings	2,633,741	-
Contributions subsequent to the measurement date	984,249	-
Total	<u>\$ 3,739,882</u>	<u>\$ 238,248</u>

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

Year ended Dec. 31:	
2020	\$ 983,331
2021	\$ 363,762
2022	\$ 338,777
2023	\$ 831,515
Thereafter	-

K. Other Post-Employment Benefits

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

1. Plan Description

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

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

2. Contributions

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

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

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Contribution Rates	
	2018	2019
Employee	--	--
Employer	0.35%	0.35%
Fiscal year 2019 employer contributions		\$ 39,951

The County's contributions to TCDRS for the year ended December 31, 2019 were equal to the required contributions.

3. Actuarial Assumptions

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

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

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

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

The total OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions:

Actuarial Cost Method	Unit credit cost method
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	N/A
Inflation	N/A
Salary Increases	N/A
Investment Rate of Return	4.10%
Retirement Age	N/A
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014
Changes in Plan Provisions	None

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

Discount Rate:

The OPEB plan has been determined to be an unfunded OPEB plan. Therefore, the discount rate used to measure the total OPEB liability was the municipal bond rate of 3.44%. The current discount rate is a decrease from the previous year's discount rate of 3.78%.

Changes in the Total OPEB Liability:

At December 31, 2019 the County reported a total OPEB liability of \$502,665. The changes in the total OPEB liability were as follows:

	Increase (Decrease) Total OPEB Liability
Balance at December 31, 2018	\$ 532,302
Changes for the year:	
Service cost	20,237
Interest	18,777
Change in benefit terms	--
Difference between expected and actual experience	1,134
Changes in assumptions	(56,263)
Benefit payments, including refunds of employee contributions	(13,522)
Other charges	--
Net changes	<u>(29,637)</u>
Balance at December 31, 2019	<u>\$ 502,665</u>

The total OPEB liability was measured as of December 31, 2018 and was determined by an actuarial valuation as of that date and for the year then ended.

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

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

4. Discount Rate Sensitivity Analysis

The following shows the total OPEB liability calculated using the discount rate of 3.44%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.44%) or 1 percentage point higher (4.44%) than the current rate.

	1% Decrease in Discount Rate (2.44%)	Discount Rate (3.44%)	1% Decrease in Discount rate (4.44%)
Total OPEB Liability	\$ 591,676	\$ 502,665	\$ 432,542

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

For the year ended December 31, 2019, the County recognized OPEB expense of \$28,252.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

At December 31, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual economic experience (net of current year amortization)	\$ 907	\$ 14,001
Changes in actuarial assumptions (net of current year amortization)	15,059	45,010
Differences between projected and actual investment earnings (net of current year amortization)	-	-
Contributions subsequent to the measurement date	39,951	--
Total	<u>\$ 55,917</u>	<u>\$ 59,011</u>

\$39,951 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ending December 31, 2019. Other amounts reported as deferred outflows and inflows of resources to OPEB will be recognized in OPEB expense as follows:

Fiscal year ended December 31	
2020	\$ (10,762)
2021	\$ (10,762)
2022	\$ (10,762)
2023	\$ (10,759)

L. Health Care Coverage

During the year ended December 31, 2019, employees of the County were covered by a health insurance plan (the Plan). The County paid premiums of \$634 per pay period per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement. The premiums were paid to a licensed insurer.

The contract between the County and the licensed insurer is renewable January 2, 2019, and the terms of coverage and premium costs are included in the contractual provisions.

Latest financial statements for the Plan are available for the year ended December 31, 2019, and have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

M. Commitments and Contingencies

1. Contingencies

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

2. Litigation

No reportable litigation was pending against the County at December 31, 2019.

JIM WELLS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

N. Budgeted Funds

The following funds had adopted budgets for the fiscal year ended December 31, 2019:

General Fund
Road and Bridge Funds
Small Dams Fund
Law Library Fund
Debt Service Fund

O. Due to Other Governments

The County has been notified by the State Comptroller of Texas that it has been overpaid two different amounts in local sales and use taxes. This overpayment was the result of an audit of a direct pay taxpayer in which it was determined that the taxpayer erred and accrued local use tax based on items that were not taxable. As of the December 31, 2019, the County owes \$139,752. This amount is made up of \$69,211.70 that is being deducted from the monthly sales tax allocation in the amount of \$3,296 through September, 2021. Another amount of \$70,539.90 is being deducted from the monthly sales tax allocation in the amount of \$2,822 through January, 2022.

P. Subsequent Events

The County has evaluated subsequent events through July 27, 2020, the date which the financial statements were available to be issued.

The 2020 COVID-19 (Coronavirus) pandemic has caused extensive disruptions to businesses in America and the entire World. In the face of these disruptions, the fluid situation has become difficult to assess the likely impact to not only the economy in America but also the local economy. The County is striving to be highly attuned and is maintaining a heightened state of readiness for the principal risks and increased uncertainties ahead. Given the potential for rapid spreading of the virus, management will be evaluating the current and potential effects on its operations and financial reporting.

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Required Supplementary Information

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

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT B-1
Page 1 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 11,877,756	\$ 11,877,756	\$ 11,967,771	\$ 90,015
<i>General Sales and Use Taxes</i>	2,229,160	2,229,160	2,547,029	317,869
License and Permits	85,000	85,000	83,185	(1,815)
Intergovernmental	333,908	605,065	626,641	21,576
Charges for Services	16,800	16,800	38,252	21,452
Fines and Forfeitures	395,000	395,000	451,912	56,912
Fees of Office	966,050	966,050	935,723	(30,327)
Investment Earnings	45,000	45,000	116,825	71,825
Miscellaneous Revenues	187,052	736,990	304,168	(432,822)
Total revenues	<u>16,135,726</u>	<u>16,956,821</u>	<u>17,071,506</u>	<u>114,685</u>
EXPENDITURES:				
General Government				
County Judge				
<i>Personal Services</i>	223,298	244,560	232,874	11,686
<i>Supplies</i>	5,200	3,400	3,356	44
<i>Other Services and Charges</i>	9,700	5,314	5,234	80
Total County Judge	<u>238,198</u>	<u>253,274</u>	<u>241,464</u>	<u>11,810</u>
County Clerk				
<i>Personal Services</i>	369,254	358,854	334,933	23,921
<i>Supplies</i>	--	7,000	6,266	734
<i>Other Services and Charges</i>	50,713	54,113	53,416	697
Total County Clerk	<u>419,967</u>	<u>419,967</u>	<u>394,615</u>	<u>25,352</u>
Veterans Service				
<i>Personal Services</i>	49,508	50,508	50,700	(192)
<i>Supplies</i>	500	1,179	1,179	--
<i>Other Services and Charges</i>	41,700	40,021	38,415	1,606
Total Veterans Service	<u>91,708</u>	<u>91,708</u>	<u>90,294</u>	<u>1,414</u>
County Auditor				
<i>Personal Services</i>	531,358	530,334	525,358	4,976
<i>Supplies</i>	12,200	12,200	9,769	2,431
<i>Other Services and Charges</i>	43,600	50,600	50,542	58
Total County Auditor	<u>587,158</u>	<u>593,134</u>	<u>585,669</u>	<u>7,465</u>
County Treasurer				
<i>Personal Services</i>	166,825	168,511	168,449	62
<i>Supplies</i>	1,000	1,514	1,400	114
<i>Other Services and Charges</i>	3,100	3,686	3,652	34
Total County Treasurer	<u>170,925</u>	<u>173,711</u>	<u>173,501</u>	<u>210</u>
Tax Assessor-Collector				
<i>Personal Services</i>	455,706	454,716	440,259	14,457
<i>Supplies</i>	2,500	3,200	3,098	102
<i>Other Services and Charges</i>	487,120	487,410	379,457	107,953
Total Tax Assessor-Collector	<u>945,326</u>	<u>945,326</u>	<u>822,814</u>	<u>122,512</u>
County Courthouse and Annex				
<i>Personal Services</i>	206,812	238,812	238,777	35
<i>Supplies</i>	44,000	36,200	35,283	917
<i>Other Services and Charges</i>	518,600	587,581	587,724	(143)
<i>Capital Outlay</i>	100,000	100,000	94,488	5,512
Total County Courthouse and Annex	<u>869,412</u>	<u>962,593</u>	<u>956,272</u>	<u>6,321</u>

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT B-1
Page 2 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
County Airport				
<i>Other Services and Charges</i>	50,000	50,000	39,433	10,567
<i>Total County Airport</i>	50,000	50,000	39,433	10,567
Elections				
<i>Personal Services</i>	163,216	214,013	146,227	67,786
<i>Supplies</i>	16,300	3,100	78	3,022
<i>Other Services and Charges</i>	34,750	41,976	33,829	8,147
<i>Capital Outlay</i>	470,000	470,000	468,002	1,998
<i>Total Elections</i>	684,266	729,089	648,136	80,953
Non-Departmental				
<i>Personal Services</i>	105,811	105,962	75,848	30,114
<i>Supplies</i>	62,900	86,800	83,331	3,469
<i>Other Services and Charges</i>	671,046	651,046	647,654	3,392
<i>Total Non-Departmental</i>	839,757	843,808	806,833	36,975
Total General Government	4,896,717	5,062,609	4,759,031	303,578
Judicial				
County court				
<i>Personal Services</i>	455,217	455,217	452,194	3,023
<i>Supplies</i>	3,000	3,000	1,754	1,246
<i>Other Services and Charges</i>	--	20,484	13,482	7,002
<i>Total County Court</i>	458,217	478,701	467,430	11,271
District Court				
<i>Personal Services</i>	451,008	451,008	406,854	44,154
<i>Supplies</i>	5,000	5,000	3,052	1,948
<i>Other Services and Charges</i>	185,500	185,500	120,942	64,558
<i>Total District Court</i>	641,508	641,508	530,848	110,660
District Clerk				
<i>Personal Services</i>	479,906	479,906	457,461	22,445
<i>Supplies</i>	14,000	16,000	15,596	404
<i>Other Services and Charges</i>	39,100	37,000	35,850	1,150
<i>Total District Clerk</i>	533,006	532,906	508,907	23,999
Justice of the Peace				
<i>Personal Services</i>	755,384	755,384	740,670	14,714
<i>Supplies</i>	19,450	19,929	17,413	2,516
<i>Other Services and Charges</i>	38,500	38,021	30,013	8,008
<i>Total Justice of the Peace</i>	813,334	813,334	788,096	25,238
County Attorney				
<i>Personal Services</i>	568,088	566,101	563,075	3,026
<i>Supplies</i>	5,000	5,775	4,308	1,467
<i>Other Services and Charges</i>	10,625	9,200	8,613	587
<i>Total County Attorney</i>	583,713	581,076	575,996	5,080
District Attorney				
<i>Personal Services</i>	785,075	793,533	764,115	29,418
<i>Supplies</i>	6,000	6,000	3,855	2,145
<i>Other Services and Charges</i>	15,000	16,500	9,419	7,081
<i>Total District Attorney</i>	806,075	816,033	777,389	38,644
Total Judicial	3,835,853	3,863,558	3,648,666	214,892
Public Safety				
Ambulance				
<i>Other Services and Charges</i>	208,000	188,000	184,000	4,000
<i>Total Ambulance</i>	208,000	188,000	184,000	4,000

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT B-1
Page 3 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fire Protection				
<i>Other Services and Charges</i>	150,000	200,000	196,160	3,840
<i>Total Fire Protection</i>	150,000	200,000	196,160	3,840
Constable				
<i>Personal Services</i>	351,897	354,897	354,873	24
<i>Supplies</i>	9,785	4,553	4,518	35
<i>Other Services and Charges</i>	20,010	18,227	18,116	111
<i>Capital Outlay</i>	3,950	7,465	5,249	2,216
<i>Total Constable</i>	385,642	385,142	382,756	2,386
Sheriff				
<i>Personal Services</i>	3,499,243	3,788,801	3,787,996	805
<i>Supplies</i>	404,065	393,065	372,664	20,401
<i>Other Services and Charges</i>	507,100	508,750	506,974	1,776
<i>Capital Outlay</i>	54,000	54,000	13,916	40,084
<i>Total Sheriff</i>	4,464,408	4,744,616	4,681,550	63,066
Juvenile Corrections Board				
<i>Personal Services</i>	27,518	32,518	32,192	326
<i>Supplies</i>	16,551	22,551	22,569	(18)
<i>Other Services and Charges</i>	319,000	358,000	356,498	1,502
<i>Capital Outlay</i>	600	32,600	28,759	3,841
<i>Total Juvenile Corrections Board</i>	363,669	445,669	440,018	5,651
Emergency Management				
<i>Supplies</i>	1,000	1,000	374	626
<i>Other Services and Charges</i>	1,900	1,900	1,900	--
<i>Total Emergency Management</i>	2,900	2,900	2,274	626
Safety Department				
<i>Personal Services</i>	103,501	103,901	103,873	28
<i>Supplies</i>	4,500	2,320	1,717	603
<i>Other Services and Charges</i>	230,670	232,450	228,410	4,040
<i>Total Safety Department</i>	338,671	338,671	334,000	4,671
Vector Control				
<i>Supplies</i>	1,000	1,000	834	166
<i>Other Services and Charges</i>	950	950	616	334
<i>Total Vector Control</i>	1,950	1,950	1,450	500
Highway Patrol & Nat'l Guard				
<i>Personal Services</i>	12,000	13,000	12,958	42
<i>Total Highway Patrol & Nat'l Guard</i>	12,000	13,000	12,958	42
Adult Probation				
<i>Other Services and Charges</i>	24,772	24,772	18,341	6,431
<i>Total Adult Probation</i>	24,772	24,772	18,341	6,431
<i>Total Public Safety</i>	6,002,487	6,395,195	6,295,174	100,021
Health and Welfare				
<i>Personal Services</i>	51,656	51,956	51,893	63
<i>Supplies</i>	700	700	440	260
<i>Other Services and Charges</i>	57,142	56,842	31,577	25,265
<i>Total Health and Welfare</i>	109,498	109,498	83,910	25,588
Culture and Recreation				
<i>Jim Wells County Library</i>				
<i>Other Services and Charges</i>	60,000	60,000	50,000	10,000
<i>Total Jim Wells County Library</i>	60,000	60,000	50,000	10,000
<i>Parks Department</i>				
<i>Other Services and Charges</i>	13,500	13,500	2,300	11,200
<i>Total Parks Department</i>	13,500	13,500	2,300	11,200
<i>Total Culture and Recreation</i>	73,500	73,500	52,300	21,200

JIM WELLS COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT B-1
Page 4 of 4

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Conservation				
Agriculture Extension Service				
<i>Personal Services</i>	151,322	152,622	152,616	6
<i>Supplies</i>	10,800	7,642	7,460	182
<i>Other Services and Charges</i>	51,900	64,558	63,873	685
<i>Total Agriculture Extension Service</i>	<u>214,022</u>	<u>224,822</u>	<u>223,949</u>	<u>873</u>
Economic Development and Assistance				
<i>Personal Services</i>	57,506	64,326	58,305	6,021
<i>Other Services and Charges</i>	70,500	63,680	62,177	1,503
<i>Total Economic Development and Assistance</i>	<u>128,006</u>	<u>128,006</u>	<u>120,482</u>	<u>7,524</u>
Debt Service:				
<i>Principal</i>	56,000	56,000	55,576	424
<i>Interest and Fiscal Charges</i>	2,000	2,000	1,054	946
<i>Total Debt Service</i>	<u>58,000</u>	<u>58,000</u>	<u>56,630</u>	<u>1,370</u>
Total Expenditures	<u>15,318,083</u>	<u>15,915,188</u>	<u>15,240,142</u>	<u>675,046</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>817,643</u>	<u>1,041,633</u>	<u>1,831,364</u>	<u>789,731</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(1,024,923)	(1,024,923)	(195,000)	(829,923)
<i>Capital Leases</i>	--	--	490,138	(490,138)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,024,923)</u>	<u>(1,024,923)</u>	<u>295,138</u>	<u>(1,320,061)</u>
Net Change in Fund Balances	(207,280)	16,710	2,126,502	2,109,792
Fund Balances - Beginning	7,302,040	7,302,040	7,302,040	--
Fund Balances - Ending	<u>\$ 7,094,760</u>	<u>\$ 7,318,750</u>	<u>\$ 9,428,542</u>	<u>\$ 2,109,792</u>

JIM WELLS COUNTY, TEXAS
SCHEDULE OF CHANGES IN THE COUNTY'S
NET POSITION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2019

	2018	2017	2016	2015	2014
Total Pension Liability:					
Service cost	\$ 1,208,189	\$ 1,291,227	\$ 1,495,734	\$ 1,290,592	\$ 1,292,660
Interest	3,484,547	3,323,734	3,187,787	3,058,111	2,907,143
Changes of benefit terms			(431,184)	(162,268)	--
Difference between expected and actual experience	(57,969)	(598,806)	(975,283)	(751,373)	(67,749)
Benefit payments, including refunds of employee contributions	(2,235,086)	(2,023,128)	(2,348,036)	(1,278,502)	(1,471,906)
Net change in total pension liability	2,399,681	1,993,027	929,018	2,156,560	2,660,148
Total pension liability -beginning	42,906,694	40,913,667	39,984,649	37,828,089	35,978,529
Total pension liability-ending (a)	\$ 45,306,375	\$ 42,906,694	\$ 40,913,667	\$ 39,984,649	\$ 38,638,677
Plan Fiduciary Net Position					
Contributions - employer	\$ 920,434	\$ 848,058	\$ 1,122,930	\$ 1,110,494	\$ 1,142,342
Contributions - employee	579,496	561,628	622,697	617,908	591,887
Net investment income	(789,932)	5,462,859	2,635,191	(528,742)	2,287,706
Benefit payments, including refunds of employee contributions	(2,235,086)	(2,388,802)	(2,348,036)	(1,724,687)	(1,471,906)
Administrative expense	(32,438)	(27,905)	(28,652)	(25,862)	(26,972)
Other	(17,687)	(30,604)	(90,829)	(63,876)	(32,749)
Net Change in plan fiduciary net position	(1,575,213)	4,425,234	1,913,301	(614,765)	2,490,308
Plan fiduciary net position -beginning	41,960,790	37,535,557	35,622,256	36,237,022	33,746,713
Plan fiduciary net position -ending (b)	\$ 40,385,577	\$ 41,960,791	\$ 37,535,557	\$ 35,622,257	\$ 36,237,021
County's net position liability - ending (a) - (b)	\$ 4,920,798	\$ 945,903	\$ 3,378,110	\$ 4,362,392	\$ 2,401,656
Plan fiduciary net position as a percentage of the total pension liability	89.14%	97.80%	91.74%	89.09%	93.78%
Covered payroll	\$ 9,658,275	\$ 9,360,464	\$ 10,378,279	\$ 11,140,898	\$ 9,864,786
County's net position liability as a percentage of covered payroll	50.95%	10.11%	32.55%	39.16%	24.35%

Notes to Schedule:

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

JIM WELLS COUNTY, TEXAS
SCHEDULE OF COUNTY CONTRIBUTIONS

FOR THE YEAR ENDED DECEMBER 31, 2018

	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 984,249	\$ 920,454	\$ 848,058	\$ 1,122,930	\$ 1,110,494	\$ 1,142,342
Contributions in relation to the actuarially required contribution	<u>(984,249)</u>	<u>(920,454)</u>	<u>(848,058)</u>	<u>(1,122,930)</u>	<u>(1,110,494)</u>	<u>(1,142,342)</u>
Contribution deficiency (excess)	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Covered payroll	\$ 11,201,012	\$ 10,642,885	\$ 9,360,464	\$ 10,378,279	\$ 10,244,406	\$ 9,864,786
Contributions as a percentage of covered payroll	8.79%	8.65%	8.26%	10.82%	10.84%	11.58%

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

JIM WELLS COUNTY, TEXAS
NOTES TO SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2019

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	1.8 years
Asset Valuation Method	5-yr smoothed market
Inflation	3.0%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.0%, net of investment expenses, including inflation.
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	In the 2015 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection scale (110% of the MP-2014 Ultimate Scale) for 2014 and later. Previously Scale AA had been used. The base table is the RP-2000 table projected with Scale AA to 2014.
Other Information:	There were no benefit changes during the year.

JIM WELLS COUNTY, TEXAS
SCHEDULE OF THE CHANGES IN TOTAL OPEB
LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2019
LAST TEN FISCAL YEARS *

EXHIBIT B-4

	<u>2018</u>	<u>2017</u>
Total OPEB Liability		
Service cost	\$ 20,237	\$ 19,110
Interest (on the total OPEB liability)	18,777	19,571
Change in benefit terms		-
Difference between expected and actual experience	1,134	(21,003)
Change of assumptions	(56,263)	22,589
Benefit payments, including refunds of employee contributions	(13,522)	(13,105)
Net Change in Total OPEB Liability	<u>(29,637)</u>	<u>27,162</u>
Total OPEB Liability - Beginning	<u>532,302</u>	<u>505,140</u>
Total OPEB Liability - Ending	<u>\$ 502,665</u>	<u>\$ 532,302</u>
Covered payroll	\$ 9,658,275	\$ 9,360,464
Total OPEB Liability as a Percentage of Covered Payroll	5.20%	5.69%

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

JIM WELLS COUNTY, TEXAS
 NOTES TO SCHEDULE OF OPEB CONTRIBUTIONS
 FOR THE YEAR ENDED DECEMBER 31, 2019

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age
Amortization Method	Straight-line amortization of expected working life
Remaining Amortization Period	NA
Asset Valuation Method	NA
Inflation	NA
Salary Increases	NA
Investment Rate of Return	3.44%, based on 20-year Bond GO Index published by bondbuyer.com as of December 28, 2017
Retirement Age	NA
Mortality	See Tables 1 thru 4 in the Milliman Valuation Report

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

JIM WELLS COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019

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 2012 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.

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*Combining Statements and Budget Comparisons
as Supplementary Information*

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

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2019

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 7,025,495	\$ 85,664	\$ 902,632	\$ 8,013,791
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	2,994,229	--	--	2,994,229
<i>Sales Taxes Receivable</i>	41,159	--	--	41,159
Total Assets	<u>\$ 10,060,883</u>	<u>\$ 85,664</u>	<u>\$ 902,632</u>	<u>\$ 11,049,179</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 25,797	\$ --	\$ --	\$ 25,797
Total Liabilities	<u>25,797</u>	<u>--</u>	<u>--</u>	<u>25,797</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	3,042,247	--	--	3,042,247
Total Deferred Inflows of Resources	<u>3,042,247</u>	<u>--</u>	<u>--</u>	<u>3,042,247</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	6,992,839	--	--	6,992,839
Retirement of Long-Term Debt	--	85,664	--	85,664
<i>Capital Project Funds</i>	--	--	902,632	902,632
Total Fund Balance	<u>6,992,839</u>	<u>85,664</u>	<u>902,632</u>	<u>7,981,135</u>
Total Liabilities and Fund Balance	<u>\$ 10,060,883</u>	<u>\$ 85,664</u>	<u>\$ 902,632</u>	<u>\$ 11,049,179</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenue:				
Taxes:				
<i>General Property Taxes</i>	\$ 3,004,840	\$ 253,830	\$ --	\$ 3,258,670
<i>General Sales and Use Taxes</i>	540,036	--	--	540,036
<i>License and Permits</i>	364,161	--	--	364,161
<i>Intergovernmental</i>	2,449,364	--	--	2,449,364
<i>Charges for Services</i>	348,053	--	--	348,053
<i>Fines and Forfeitures</i>	711,657	--	--	711,657
<i>Fees of Office</i>	923,611	--	--	923,611
<i>Investment Earnings</i>	74,284	1,113	--	75,397
<i>Miscellaneous Revenues</i>	123,340	--	7,902	131,242
Total revenues	<u>8,539,346</u>	<u>254,943</u>	<u>7,902</u>	<u>8,802,191</u>
Expenditures:				
Current:				
<i>General Government</i>	173,403	--	--	173,403
<i>Judicial</i>	676,180	--	--	676,180
<i>Public Safety</i>	3,108,603	--	--	3,108,603
<i>Public Transportation</i>	5,471,733	--	--	5,471,733
<i>Health and Welfare</i>	529,336	--	--	529,336
Debt Service:				
<i>Principal</i>	172,215	210,000	--	382,215
<i>Interest and Fiscal Charges</i>	35,691	42,364	--	78,055
Total Expenditures	<u>10,167,161</u>	<u>252,364</u>	<u>--</u>	<u>10,419,525</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,627,815)</u>	<u>2,579</u>	<u>7,902</u>	<u>(1,617,334)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	246,065	--	--	246,065
<i>Transfers Out</i>	(51,065)	--	--	(51,065)
<i>Capital Leases</i>	756,203	--	--	756,203
Total Other Financing Sources (Uses)	<u>951,203</u>	<u>--</u>	<u>--</u>	<u>951,203</u>
Net Change in Fund Balances	(676,612)	2,579	7,902	(666,131)
Fund Balances - Beginning	7,669,451	83,085	894,730	8,647,266
Fund Balances - Ending	<u>\$ 6,992,839</u>	<u>\$ 85,664</u>	<u>\$ 902,632</u>	<u>\$ 7,981,135</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2019

	Road & Bridge No. 21 Fund	Road & Bridge No. 22 Fund	Road & Bridge No. 23 Fund	Road & Bridge No. 24 Fund
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 48,878	\$ 1,364,158	\$ 1,419,631	\$ 1,168,659
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	659,285	441,365	905,760	987,819
<i>Sales Taxes Receivable</i>	8,878	7,812	12,216	12,253
Total Assets	<u>\$ 717,041</u>	<u>\$ 1,813,335</u>	<u>\$ 2,337,607</u>	<u>\$ 2,168,731</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ 7,525	\$ --	\$ --	\$ --
Total Liabilities	<u>7,525</u>	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	707,305	441,365	905,760	987,817
Total Deferred Inflows of Resources	<u>707,305</u>	<u>441,365</u>	<u>905,760</u>	<u>987,817</u>
Fund Balances:				
Restricted Fund Balances:				
<i>Federal or State Funds Grant Restriction</i>	2,211	1,371,970	1,431,847	1,180,914
Total Fund Balance	<u>2,211</u>	<u>1,371,970</u>	<u>1,431,847</u>	<u>1,180,914</u>
Total Liabilities and Fund Balance	<u>\$ 717,041</u>	<u>\$ 1,813,335</u>	<u>\$ 2,337,607</u>	<u>\$ 2,168,731</u>

Indigent Health Care Fund	Sheriff Impound Fees	Small Dams No. 32 Fund	Jail Commissary Fund	CSCD Pretrial Division Felony
\$ 59,443	\$ 18,975	\$ 115,701	\$ 25,948	\$ 8,125
--	--	--	--	--
<u>\$ 59,443</u>	<u>\$ 18,975</u>	<u>\$ 115,701</u>	<u>\$ 25,948</u>	<u>\$ 8,125</u>
\$ 18,272	\$ --	\$ --	\$ --	\$ --
<u>18,272</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
41,171	18,975	115,701	25,948	8,125
<u>41,171</u>	<u>18,975</u>	<u>115,701</u>	<u>25,948</u>	<u>8,125</u>
<u>\$ 59,443</u>	<u>\$ 18,975</u>	<u>\$ 115,701</u>	<u>\$ 25,948</u>	<u>\$ 8,125</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2019

	<u>CSCD Pretrial Division Substance Abuse</u>	<u>CSCD Specialized Caseload (SO)</u>	<u>DA State Grant Fund</u>	<u>Pre-Trial Bond Supervision</u>
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 12,000	\$ 6,676	\$ 75,051	\$ 57,996
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
Total Assets	<u>\$ 12,000</u>	<u>\$ 6,676</u>	<u>\$ 75,051</u>	<u>\$ 57,996</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	12,000	6,676	75,051	57,996
Total Fund Balance	<u>12,000</u>	<u>6,676</u>	<u>75,051</u>	<u>57,996</u>
Total Liabilities and Fund Balance	<u>\$ 12,000</u>	<u>\$ 6,676</u>	<u>\$ 75,051</u>	<u>\$ 57,996</u>

<u>CSCD After Care Caseload</u>	<u>County Attorney Check Collection</u>	<u>Juvenile Probation Fund</u>	<u>Adult Probation Fund</u>	<u>State Juvenile Probation Fund</u>
\$ 6,064	\$ 14,217	\$ 182	\$ 53,911	\$ 16,416
--	--	--	--	--
<u>\$ 6,064</u>	<u>\$ 14,217</u>	<u>\$ 182</u>	<u>\$ 53,911</u>	<u>\$ 16,416</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
6,064	14,217	182	53,911	16,416
<u>6,064</u>	<u>14,217</u>	<u>182</u>	<u>53,911</u>	<u>16,416</u>
<u>\$ 6,064</u>	<u>\$ 14,217</u>	<u>\$ 182</u>	<u>\$ 53,911</u>	<u>\$ 16,416</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2019

	<u>Home Program Fund</u>	<u>Law Library Fund</u>	<u>Drug Abuse and Rehabilitation Fund</u>	<u>County Attorney Crime Prevention Fund</u>
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 12,360	\$ 819	\$ 58,413	\$ 6,242
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--	--
Total Assets	<u>\$ 12,360</u>	<u>\$ 819</u>	<u>\$ 58,413</u>	<u>\$ 6,242</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
<i>Accounts Payable</i>	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:				
<i>Unavailable Revenue Property Taxes</i>	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted Fund Balances:				
Federal or State Funds Grant Restriction	12,360	819	58,413	6,242
Total Fund Balance	<u>12,360</u>	<u>819</u>	<u>58,413</u>	<u>6,242</u>
Total Liabilities and Fund Balance	<u>\$ 12,360</u>	<u>\$ 819</u>	<u>\$ 58,413</u>	<u>\$ 6,242</u>

	79th Judicial District Attorney Forfeiture Fund	Sheriff Drug Forfeiture Fund	Sheriff Forfeiture Fund	Community Corrections Fund	Constable Prct 5 Drug Forfeiture Fund
	\$ 498,988	\$ 926,945	\$ 85,442	\$ 16,702	\$ 44,092
	--	--	--	--	--
	--	--	--	--	--
	<u>\$ 498,988</u>	<u>\$ 926,945</u>	<u>\$ 85,442</u>	<u>\$ 16,702</u>	<u>\$ 44,092</u>
	\$ --	\$ --	\$ --	\$ --	\$ --
	--	--	--	--	--
	--	--	--	--	--
	<u>498,988</u>	<u>926,945</u>	<u>85,442</u>	<u>16,702</u>	<u>44,092</u>
	<u>498,988</u>	<u>926,945</u>	<u>85,442</u>	<u>16,702</u>	<u>44,092</u>
	<u>\$ 498,988</u>	<u>\$ 926,945</u>	<u>\$ 85,442</u>	<u>\$ 16,702</u>	<u>\$ 44,092</u>

JIM WELLS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2019

	Pretrial Domestic Violence	Drug and Alcohol Court Fund	Bail Bond Board
ASSETS			
Assets:			
<i>Cash and Cash Equivalents</i>	\$ 7,768	\$ 10,095	\$ 11,969
<i>Taxes Receivables (net of allowances for uncollectibles):</i>	--	--	--
<i>Sales Taxes Receivable</i>	--	--	--
Total Assets	<u>\$ 7,768</u>	<u>\$ 10,095</u>	<u>\$ 11,969</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
<i>Accounts Payable</i>	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES:			
<i>Unavailable Revenue Property Taxes</i>	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:			
Restricted Fund Balances:			
Federal or State Funds Grant Restriction	7,768	10,095	11,969
Total Fund Balance	<u>7,768</u>	<u>10,095</u>	<u>11,969</u>
Total Liabilities and Fund Balance	<u>\$ 7,768</u>	<u>\$ 10,095</u>	<u>\$ 11,969</u>

JP Technology Fund	County and District Court Technology Fund	Records Preservation Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
\$ 8,461	\$ 4,025	\$ 861,143	\$ 7,025,495
--	--	--	2,994,229
<u>\$ 8,461</u>	<u>\$ 4,025</u>	<u>\$ 861,143</u>	<u>\$ 10,060,883</u>
\$ --	\$ --	\$ --	\$ 25,797
--	--	--	25,797
--	--	--	3,042,247
--	--	--	3,042,247
8,461	4,025	861,143	6,992,839
8,461	4,025	861,143	6,992,839
<u>\$ 8,461</u>	<u>\$ 4,025</u>	<u>\$ 861,143</u>	<u>\$ 10,060,883</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, 2019

	Road & Bridge No. 21 Fund	Road & Bridge No. 22 Fund	Road & Bridge No. 23 Fund	Road & Bridge No. 24 Fund
Revenue:				
<i>Taxes:</i>				
<i>General Property Taxes</i>	\$ 621,526	\$ 523,010	\$ 926,631	\$ 933,673
<i>General Sales and Use Taxes</i>	81,153	115,760	171,487	171,636
<i>License and Permits</i>	77,687	68,858	107,896	109,720
<i>Intergovernmental</i>	28,465	25,046	39,168	39,286
<i>Charges for Services</i>	--	--	--	--
<i>Fines and Forfeitures</i>	1,145	984	1,646	1,654
<i>Fees of Office</i>	383,030	68,600	148,933	112,304
<i>Investment Earnings</i>	2,270	13,738	16,129	12,606
<i>Miscellaneous Revenues</i>	10,367	--	7,875	16,604
Total revenues	<u>1,205,643</u>	<u>815,996</u>	<u>1,419,765</u>	<u>1,397,483</u>
Expenditures:				
<i>Current:</i>				
<i>General Government</i>	--	--	--	--
<i>Judicial</i>	--	--	--	--
<i>Public Safety</i>	--	--	--	--
<i>Public Transportation</i>	1,192,468	698,199	1,706,824	1,799,294
<i>Health and Welfare</i>	--	--	--	--
<i>Debt Service:</i>				
<i>Principal</i>	82,015	--	--	--
<i>Interest and Fiscal Charges</i>	18,573	--	--	--
Total Expenditures	<u>1,293,056</u>	<u>698,199</u>	<u>1,706,824</u>	<u>1,799,294</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(87,413)</u>	<u>117,797</u>	<u>(287,059)</u>	<u>(401,811)</u>
Other Financing Sources (Uses):				
<i>Transfers In</i>	--	--	--	--
<i>Transfers Out</i>	(7,158)	(6,299)	(9,849)	(9,879)
<i>Capital Leases</i>	--	--	132,486	347,090
Total Other Financing Sources (Uses)	<u>(7,158)</u>	<u>(6,299)</u>	<u>122,637</u>	<u>337,211</u>
Net Change in Fund Balances	<u>(94,571)</u>	<u>111,498</u>	<u>(164,422)</u>	<u>(64,600)</u>
Fund Balances - Beginning	96,782	1,260,472	1,596,269	1,245,514
Fund Balances - Ending	<u>\$ 2,211</u>	<u>\$ 1,371,970</u>	<u>\$ 1,431,847</u>	<u>\$ 1,180,914</u>

Indigent Health Care Fund	Sheriff Impound Fees	Small Dams No. 32 Fund	Jail Commissary Fund	CSCD Pretrial Division Felony
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	119,688	16,250
--	3,045	--	--	--
--	--	--	--	--
--	--	--	--	--
567	183	1,264	--	--
56,766	--	--	--	--
<u>57,333</u>	<u>3,228</u>	<u>1,264</u>	<u>119,688</u>	<u>16,250</u>
--	--	--	--	8,125
--	--	--	--	--
--	23,976	--	131,059	--
--	--	74,948	--	--
191,356	--	--	--	--
--	--	--	--	--
<u>191,356</u>	<u>23,976</u>	<u>74,948</u>	<u>131,059</u>	<u>8,125</u>
(134,023)	(20,748)	(73,684)	(11,371)	8,125
100,000	--	33,185	--	--
--	--	--	--	--
--	--	--	--	--
<u>100,000</u>	<u>--</u>	<u>33,185</u>	<u>--</u>	<u>--</u>
(34,023)	(20,748)	(40,499)	(11,371)	8,125
75,194	39,723	156,200	37,319	--
<u>\$ 41,171</u>	<u>\$ 18,975</u>	<u>\$ 115,701</u>	<u>\$ 25,948</u>	<u>\$ 8,125</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, 2019

	CSCD Pretrial Division Substance Abuse	CSCD Specialized Caseload (SO)	DA State Grant Fund	Pre-Trial Bond Supervision
Revenue:				
Taxes:				
General Property Taxes	\$ --	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--	--
License and Permits	--	--	--	--
Intergovernmental	25,188	40,558	383,508	126,934
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	--	--	--	--
Investment Earnings	--	--	411	561
Miscellaneous Revenues	--	--	--	--
Total revenues	<u>25,188</u>	<u>40,558</u>	<u>383,919</u>	<u>127,495</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	--	--	422,213	--
Public Safety	13,188	42,403	--	130,077
Public Transportation	--	--	--	--
Health and Welfare	--	--	--	--
Debt Service:				
Principal	--	--	--	--
Interest and Fiscal Charges	--	--	--	--
Total Expenditures	<u>13,188</u>	<u>42,403</u>	<u>422,213</u>	<u>130,077</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>12,000</u>	<u>(1,845)</u>	<u>(38,294)</u>	<u>(2,582)</u>
Other Financing Sources (Uses):				
Transfers In	--	--	--	--
Transfers Out	--	(500)	--	--
Capital Leases	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>(500)</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	12,000	(2,345)	(38,294)	(2,582)
Fund Balances - Beginning	--	9,021	113,345	60,578
Fund Balances - Ending	<u>\$ 12,000</u>	<u>\$ 6,676</u>	<u>\$ 75,051</u>	<u>\$ 57,996</u>

CSCD After Care Caseload	County Attorney Check Collection	Juvenile Probation Fund	Adult Probation Fund	State Juvenile Probation Fund
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
--	--	--	--	--
37,015	--	--	269,111	514,089
--	--	--	345,008	--
--	1,296	--	--	--
--	--	--	--	--
--	124	1	1,374	638
--	--	--	--	--
<u>37,015</u>	<u>1,420</u>	<u>1</u>	<u>615,493</u>	<u>514,727</u>
--	--	--	--	--
--	1,262	--	--	--
--	--	--	746,982	610,034
--	--	--	--	--
38,436	--	--	--	--
--	--	--	--	--
<u>38,436</u>	<u>1,262</u>	<u>--</u>	<u>746,982</u>	<u>610,034</u>
<u>(1,421)</u>	<u>158</u>	<u>1</u>	<u>(131,489)</u>	<u>(95,307)</u>
--	--	--	84,444	--
(1,300)	--	--	--	--
--	--	--	--	--
<u>(1,300)</u>	<u>--</u>	<u>--</u>	<u>84,444</u>	<u>--</u>
(2,721)	158	1	(47,045)	(95,307)
8,785	14,059	181	100,956	111,723
<u>\$ 6,064</u>	<u>\$ 14,217</u>	<u>\$ 182</u>	<u>\$ 53,911</u>	<u>\$ 16,416</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, 2019

	Colonia Grant Fund	Home Program Fund	Law Library Fund	Drug Abuse and Rehabilitatic Fund
Revenue:				
Taxes:				
General Property Taxes	\$ --	\$ --	\$ --	\$ --
General Sales and Use Taxes	--	--	--	--
License and Permits	--	--	--	--
Intergovernmental	299,544	207,033	--	19,941
Charges for Services	--	--	--	--
Fines and Forfeitures	--	--	--	--
Fees of Office	--	--	22,291	--
Investment Earnings	--	--	20	517
Miscellaneous Revenues	--	--	--	--
Total revenues	<u>299,544</u>	<u>207,033</u>	<u>22,311</u>	<u>20,458</u>
Expenditures:				
Current:				
General Government	--	--	--	--
Judicial	--	194,800	43,716	--
Public Safety	--	--	--	35,000
Public Transportation	--	--	--	--
Health and Welfare	299,544	--	--	--
Debt Service:				
Principal	--	--	--	--
Interest and Fiscal Charges	--	--	--	--
Total Expenditures	<u>299,544</u>	<u>194,800</u>	<u>43,716</u>	<u>35,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>12,233</u>	<u>(21,405)</u>	<u>(14,542)</u>
Other Financing Sources (Uses):				
Transfers In	--	--	20,000	--
Transfers Out	--	--	--	--
Capital Leases	--	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>20,000</u>	<u>--</u>
Net Change in Fund Balances	<u>--</u>	<u>12,233</u>	<u>(1,405)</u>	<u>(14,542)</u>
Fund Balances - Beginning	--	127	2,224	72,955
Fund Balances - Ending	<u>\$ --</u>	<u>\$ 12,360</u>	<u>\$ 819</u>	<u>\$ 58,413</u>

on	County Attorney Crime Prevention Fund	79th Judicial District Attorney Forfeiture Fund	Sheriff Drug Forfeiture Fund	Sheriff Forfeiture Fund	Community Corrections Fund
	\$ --	\$ --	\$ --	\$ --	\$ --
	--	--	--	--	--
	42,079	--	--	--	102,298
	--	191,796	513,136	--	--
	--	--	--	33,476	--
	26	4,836	10,058	598	--
	--	--	31,444	--	--
	<u>42,105</u>	<u>196,632</u>	<u>554,638</u>	<u>34,074</u>	<u>102,298</u>
	--	--	--	--	--
	--	--	--	--	--
	53,044	327,062	795,251	--	103,668
	--	--	--	--	--
	--	--	--	--	--
	--	--	90,200	--	--
	--	--	17,118	--	--
	<u>53,044</u>	<u>327,062</u>	<u>902,569</u>	<u>--</u>	<u>103,668</u>
	<u>(10,939)</u>	<u>(130,430)</u>	<u>(347,931)</u>	<u>34,074</u>	<u>(1,370)</u>
	8,436	--	--	--	--
	--	(8,436)	--	--	(3,700)
	--	--	276,627	--	--
	<u>8,436</u>	<u>(8,436)</u>	<u>276,627</u>	<u>--</u>	<u>(3,700)</u>
	(2,503)	(138,866)	(71,304)	34,074	(5,070)
	8,745	637,854	998,249	51,368	21,772
	<u>\$ 6,242</u>	<u>\$ 498,988</u>	<u>\$ 926,945</u>	<u>\$ 85,442</u>	<u>\$ 16,702</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, 2019

	Constable Prct 5 Drug Forfeiture Fund	Pretrial Domestic Violence	Drug and Alcohoc Court Fund
Revenue:			
Taxes:			
<i>General Property Taxes</i>	\$ --	\$ --	\$ --
<i>General Sales and Use Taxes</i>	--	--	--
<i>License and Permits</i>	--	--	--
<i>Intergovernmental</i>	8,070	53,843	52,250
<i>Charges for Services</i>	--	--	--
<i>Fines and Forfeitures</i>	--	--	--
<i>Fees of Office</i>	--	--	--
<i>Investment Earnings</i>	--	--	--
<i>Miscellaneous Revenues</i>	--	--	--
Total revenues	<u>8,070</u>	<u>53,843</u>	<u>52,250</u>
Expenditures:			
Current:			
<i>General Government</i>	--	--	--
<i>Judicial</i>	--	--	--
<i>Public Safety</i>	1,045	42,131	53,591
<i>Public Transportation</i>	--	--	--
<i>Health and Welfare</i>	--	--	--
Debt Service:			
<i>Principal</i>	--	--	--
<i>Interest and Fiscal Charges</i>	--	--	--
Total Expenditures	<u>1,045</u>	<u>42,131</u>	<u>53,591</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,025</u>	<u>11,712</u>	<u>(1,341)</u>
Other Financing Sources (Uses):			
<i>Transfers In</i>	--	--	--
<i>Transfers Out</i>	--	(3,944)	--
<i>Capital Leases</i>	--	--	--
Total Other Financing Sources (Uses)	<u>--</u>	<u>(3,944)</u>	<u>--</u>
Net Change in Fund Balances	7,025	7,768	(1,341)
Fund Balances - Beginning	37,067	--	11,436
Fund Balances - Ending	<u>\$ 44,092</u>	<u>\$ 7,768</u>	<u>\$ 10,095</u>

	Bail Bond Board	JP Technology Fund	County and District Court Technology Fund	Records Preservation Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
	\$ --	\$ --	\$ --	\$ --	\$ 3,004,840
	--	--	--	--	540,036
	--	--	--	--	364,161
	--	--	--	--	2,449,364
	--	--	--	--	348,053
	--	--	--	--	711,657
	11,998	14,547	--	128,432	923,611
	63	47	34	8,219	74,284
	--	--	284	--	123,340
	<u>12,061</u>	<u>14,594</u>	<u>318</u>	<u>136,651</u>	<u>8,539,346</u>
	--	--	--	165,278	173,403
	--	14,189	--	--	676,180
	92	--	--	--	3,108,603
	--	--	--	--	5,471,733
	--	--	--	--	529,336
	--	--	--	--	172,215
	--	--	--	--	35,691
	<u>92</u>	<u>14,189</u>	<u>--</u>	<u>165,278</u>	<u>10,167,161</u>
	<u>11,969</u>	<u>405</u>	<u>318</u>	<u>(28,627)</u>	<u>(1,627,815)</u>
	--	--	--	--	246,065
	--	--	--	--	(51,065)
	--	--	--	--	756,203
	--	--	--	--	951,203
	<u>11,969</u>	<u>405</u>	<u>318</u>	<u>(28,627)</u>	<u>(676,612)</u>
	--	8,056	3,707	889,770	7,669,451
\$	<u>11,969</u>	<u>8,461</u>	<u>4,025</u>	<u>861,143</u>	<u>6,992,839</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 21 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-5

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 645,999	\$ 645,999	\$ 621,526	\$ (24,473)
<i>General Sales and Use Taxes</i>	120,207	120,207	81,153	(39,054)
License and Permits	85,000	85,000	77,687	(7,313)
Intergovernmental	35,000	35,000	28,465	(6,535)
Fines and Forfeitures	905	905	1,145	240
Fees of Office	329,000	329,000	383,030	54,030
Investment Earnings	2,000	2,000	2,270	270
Miscellaneous Revenues	500	500	10,367	9,867
Total revenues	<u>1,218,611</u>	<u>1,218,611</u>	<u>1,205,643</u>	<u>(12,968)</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	611,568	611,068	643,447	(32,379)
<i>Supplies</i>	125,500	129,758	126,609	3,149
<i>Other Services and Charges</i>	227,440	290,091	285,858	4,233
<i>Capital Outlay</i>	316,000	168,601	136,554	32,047
Total Public Transportation	<u>1,280,508</u>	<u>1,199,518</u>	<u>1,192,468</u>	<u>7,050</u>
<i>Debt Service:</i>				
<i>Principal</i>	--	85,000	82,015	2,985
<i>Interest and Fiscal Charges</i>	--	20,000	18,573	1,427
Total Debt Service	<u>--</u>	<u>105,000</u>	<u>100,588</u>	<u>4,412</u>
Total Expenditures	<u>1,280,508</u>	<u>1,304,518</u>	<u>1,293,056</u>	<u>11,462</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(61,897)</u>	<u>(85,907)</u>	<u>(87,413)</u>	<u>(1,506)</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	<u>(7,158)</u>	--	<u>(7,158)</u>	<u>7,158</u>
Total Other Financing Sources (Uses)	<u>(7,158)</u>	--	<u>(7,158)</u>	<u>7,158</u>
Net Change in Fund Balances	<u>(69,055)</u>	<u>(85,907)</u>	<u>(94,571)</u>	<u>(8,664)</u>
Fund Balances - Beginning	96,782	96,782	96,782	--
Fund Balances - Ending	<u>\$ 27,727</u>	<u>\$ 10,875</u>	<u>\$ 2,211</u>	<u>\$ (8,664)</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 22 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 580,439	\$ 580,439	\$ 523,010	\$ (57,429)
<i>General Sales and Use Taxes</i>	105,774	105,774	115,760	9,986
License and Permits	60,000	60,000	68,858	8,858
Intergovernmental	29,000	29,000	25,046	(3,954)
Fines and Forfeitures	720	720	984	264
Fees of Office	59,000	59,000	68,600	9,600
Investment Earnings	5,000	5,000	13,738	8,738
Total revenues	<u>839,933</u>	<u>839,933</u>	<u>815,996</u>	<u>(23,937)</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	493,292	493,292	399,252	94,040
<i>Supplies</i>	58,800	64,000	47,148	16,852
<i>Other Services and Charges</i>	280,800	275,400	231,724	43,676
<i>Capital Outlay</i>	8,100	33,300	20,075	13,225
Total Public Transportation	<u>840,992</u>	<u>865,992</u>	<u>698,199</u>	<u>167,793</u>
Total Expenditures	<u>840,992</u>	<u>865,992</u>	<u>698,199</u>	<u>167,793</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,059)</u>	<u>(26,059)</u>	<u>117,797</u>	<u>143,856</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	<u>(6,299)</u>	<u>(6,299)</u>	<u>(6,299)</u>	<u>--</u>
Total Other Financing Sources (Uses)	<u>(6,299)</u>	<u>(6,299)</u>	<u>(6,299)</u>	<u>--</u>
Net Change in Fund Balances	(7,358)	(32,358)	111,498	143,856
Fund Balances - Beginning	1,260,472	1,260,472	1,260,472	--
Fund Balances - Ending	<u>\$ 1,253,114</u>	<u>\$ 1,228,114</u>	<u>\$ 1,371,970</u>	<u>\$ 143,856</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 23 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 851,287	\$ 851,287	\$ 926,631	\$ 75,344
<i>General Sales and Use Taxes</i>	165,404	165,404	171,487	6,083
License and Permits	140,000	140,000	107,896	(32,104)
Intergovernmental	54,000	54,000	39,168	(14,832)
Fines and Forfeitures	1,571	1,571	1,646	75
Fees of Office	162,356	162,356	148,933	(13,423)
Investment Earnings	5,000	5,000	16,129	11,129
Miscellaneous Revenues	--	--	7,875	7,875
Total revenues	<u>1,379,618</u>	<u>1,379,618</u>	<u>1,419,765</u>	<u>40,147</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	797,063	797,063	718,590	78,473
<i>Supplies</i>	166,350	348,850	362,192	(13,342)
<i>Other Services and Charges</i>	203,500	323,000	394,913	(71,913)
<i>Capital Outlay</i>	460,000	283,000	231,129	51,871
Total Public Transportation	<u>1,626,913</u>	<u>1,751,913</u>	<u>1,706,824</u>	<u>45,089</u>
Total Expenditures	<u>1,626,913</u>	<u>1,751,913</u>	<u>1,706,824</u>	<u>45,089</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(247,295)</u>	<u>(372,295)</u>	<u>(287,059)</u>	<u>85,236</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(9,849)	--	(9,849)	9,849
<i>Capital Leases</i>	--	--	132,486	(132,486)
Total Other Financing Sources (Uses)	<u>(9,849)</u>	<u>--</u>	<u>122,637</u>	<u>(122,637)</u>
Net Change in Fund Balances	<u>(257,144)</u>	<u>(372,295)</u>	<u>(164,422)</u>	<u>207,873</u>
Fund Balances - Beginning	1,596,269	1,596,269	1,596,269	--
Fund Balances - Ending	<u>\$ 1,339,125</u>	<u>\$ 1,223,974</u>	<u>\$ 1,431,847</u>	<u>\$ 207,873</u>

JIM WELLS COUNTY, TEXAS
ROAD & BRIDGE NO. 24 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-8

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 853,565	\$ 853,565	\$ 933,673	\$ 80,108
<i>General Sales and Use Taxes</i>	165,905	165,905	171,636	5,731
License and Permits	133,102	133,102	109,720	(23,382)
Intergovernmental	56,000	56,000	39,286	(16,714)
Fines and Forfeitures	1,595	1,595	1,654	59
Fees of Office	134,000	134,000	112,304	(21,696)
Investment Earnings	5,000	5,000	12,606	7,606
Miscellaneous Revenues	--	--	16,604	16,604
Total revenues	<u>1,349,167</u>	<u>1,349,167</u>	<u>1,397,483</u>	<u>48,316</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	806,488	806,488	782,956	23,532
<i>Supplies</i>	148,550	193,850	175,537	18,313
<i>Other Services and Charges</i>	273,300	282,800	330,759	(47,959)
<i>Capital Outlay</i>	442,350	734,640	510,042	224,598
Total Public Transportation	<u>1,670,688</u>	<u>2,017,778</u>	<u>1,799,294</u>	<u>218,484</u>
Total Expenditures	<u>1,670,688</u>	<u>2,017,778</u>	<u>1,799,294</u>	<u>218,484</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(321,521)</u>	<u>(668,611)</u>	<u>(401,811)</u>	<u>266,800</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers Out</i>	(9,879)	--	(9,879)	9,879
<i>Capital Leases</i>	--	347,090	347,090	--
Total Other Financing Sources (Uses)	<u>(9,879)</u>	<u>347,090</u>	<u>337,211</u>	<u>9,879</u>
Net Change in Fund Balances	<u>(331,400)</u>	<u>(321,521)</u>	<u>(64,600)</u>	<u>256,921</u>
Fund Balances - Beginning	1,245,514	1,245,514	1,245,514	--
Fund Balances - Ending	<u>\$ 914,114</u>	<u>\$ 923,993</u>	<u>\$ 1,180,914</u>	<u>\$ 256,921</u>

JIM WELLS COUNTY, TEXAS
SMALL DAMS NO. 32 FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Investment Earnings	\$ 400	\$ 400	\$ 1,264	\$ 864
Total revenues	<u>400</u>	<u>400</u>	<u>1,264</u>	<u>864</u>
EXPENDITURES:				
Public Transportation				
<i>Personal Services</i>	20,000	20,000	21,069	(1,069)
<i>Other Services and Charges</i>	9,000	9,000	4,941	4,059
<i>Capital Outlay</i>	30,000	30,000	48,938	(18,938)
<i>Total Public Transportation</i>	<u>59,000</u>	<u>59,000</u>	<u>74,948</u>	<u>(15,948)</u>
Total Expenditures	<u>59,000</u>	<u>59,000</u>	<u>74,948</u>	<u>(15,948)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(58,600)</u>	<u>(58,600)</u>	<u>(73,684)</u>	<u>(15,084)</u>
OTHER FINANCING SOURCES (USES):				
<i>Transfers In</i>	33,185	33,185	33,185	--
Total Other Financing Sources (Uses)	<u>33,185</u>	<u>33,185</u>	<u>33,185</u>	<u>--</u>
Net Change in Fund Balances	(25,415)	(25,415)	(40,499)	(15,084)
Fund Balances - Beginning	156,200	156,200	156,200	--
Fund Balances - Ending	<u>\$ 130,785</u>	<u>\$ 130,785</u>	<u>\$ 115,701</u>	<u>\$ (15,084)</u>

JIM WELLS COUNTY, TEXAS
LAW LIBRARY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-10

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Fees of Office	\$ 19,900	\$ 19,900	\$ 22,291	\$ 2,391
Investment Earnings	100	100	20	(80)
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>22,311</u>	<u>2,311</u>
EXPENDITURES:				
Judicial				
County court				
Other Services and Charges	--	--	35	(35)
Capital Outlay	32,000	32,000	43,681	(11,681)
Total County Court	<u>32,000</u>	<u>32,000</u>	<u>43,716</u>	<u>(11,716)</u>
Total Judicial	<u>32,000</u>	<u>32,000</u>	<u>43,716</u>	<u>(11,716)</u>
Total Expenditures	<u>32,000</u>	<u>32,000</u>	<u>43,716</u>	<u>(11,716)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,000)</u>	<u>(12,000)</u>	<u>(21,405)</u>	<u>(9,405)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	12,000	12,000	20,000	8,000
Total Other Financing Sources (Uses)	<u>12,000</u>	<u>12,000</u>	<u>20,000</u>	<u>(8,000)</u>
Net Change in Fund Balances	--	--	(1,405)	(1,405)
Fund Balances - Beginning	2,224	2,224	2,224	--
Fund Balances - Ending	<u>\$ 2,224</u>	<u>\$ 2,224</u>	<u>\$ 819</u>	<u>\$ (1,405)</u>

JIM WELLS COUNTY, TEXAS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-11

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE:				
Taxes:				
<i>General Property Taxes</i>	\$ 249,704	\$ 249,704	\$ 253,830	\$ 4,126
Investment Earnings	500	500	1,113	613
Total revenues	<u>250,204</u>	<u>250,204</u>	<u>254,943</u>	<u>4,739</u>
EXPENDITURES:				
<i>Debt Service:</i>				
<i>Principal</i>	210,000	210,000	210,000	--
<i>Interest and Fiscal Charges</i>	42,364	42,364	42,364	--
<i>Total Debt Service</i>	<u>252,364</u>	<u>252,364</u>	<u>252,364</u>	<u>--</u>
Total Expenditures	<u>252,364</u>	<u>252,364</u>	<u>252,364</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,160)</u>	<u>(2,160)</u>	<u>2,579</u>	<u>4,739</u>
OTHER FINANCING SOURCES (USES):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(2,160)	(2,160)	2,579	4,739
Fund Balances - Beginning	83,085	83,085	83,085	--
Fund Balances - Ending	<u>\$ 80,925</u>	<u>\$ 80,925</u>	<u>\$ 85,664</u>	<u>\$ 4,739</u>

JIM WELLS COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2019

	Relief Route Capital Fund	Jail Expansion Fund	Road Bond 1967	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
ASSETS				
Assets:				
<i>Cash and Cash Equivalents</i>	\$ 752,522	\$ 2	\$ 150,108	\$ 902,632
Total Assets	<u>\$ 752,522</u>	<u>\$ 2</u>	<u>\$ 150,108</u>	<u>\$ 902,632</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Fund Balances:				
Restricted Fund Balances:				
<i>Capital Project Funds</i>	\$ 752,522	\$ 2	\$ 150,108	\$ 902,632
Total Fund Balance	<u>752,522</u>	<u>2</u>	<u>150,108</u>	<u>902,632</u>
Total Liabilities and Fund Balance	<u>\$ 752,522</u>	<u>\$ 2</u>	<u>\$ 150,108</u>	<u>\$ 902,632</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, 2019

	Relief Route Capital Fund	Jail Expansion Fund	Road Bond 1967	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
Revenue:				
Miscellaneous Revenues	\$ 6,588	\$ --	\$ 1,314	\$ 7,902
Total revenues	<u>6,588</u>	<u>--</u>	<u>1,314</u>	<u>7,902</u>
Expenditures:				
Total Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,588</u>	<u>--</u>	<u>1,314</u>	<u>7,902</u>
Other Financing Sources (Uses):				
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	6,588	--	1,314	7,902
Fund Balances - Beginning	745,934	2	148,794	894,730
Fund Balances - Ending	<u>\$ 752,522</u>	<u>\$ 2</u>	<u>\$ 150,108</u>	<u>\$ 902,632</u>

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JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

DECEMBER 31, 2019

	<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>	\$ 1,243	\$ 1,415,579	\$ 5,202	\$ 31,001
Total Assets	<u>\$ 1,243</u>	<u>\$ 1,415,579</u>	<u>\$ 5,202</u>	<u>\$ 31,001</u>
LIABILITIES:				
<i>Due to Other Governments and Agencies</i>	\$ 1,243	\$ 1,415,579	\$ 5,202	\$ 31,001
Total Liabilities	<u>\$ 1,243</u>	<u>\$ 1,415,579</u>	<u>\$ 5,202</u>	<u>\$ 31,001</u>

State Fees Fund	Vouchers Payable Fund	Tax Collector Fund	District Clerk Fund	County Clerk Fund
\$ 146,668	\$ 315,904	\$ 775,127	\$ 406,336	\$ 1,032,479
<u>\$ 146,668</u>	<u>\$ 315,904</u>	<u>\$ 775,127</u>	<u>\$ 406,336</u>	<u>\$ 1,032,479</u>
\$ 146,668	\$ 315,904	\$ 775,127	\$ 406,336	\$ 1,032,479
<u>\$ 146,668</u>	<u>\$ 315,904</u>	<u>\$ 775,127</u>	<u>\$ 406,336</u>	<u>\$ 1,032,479</u>

JIM WELLS COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUNDS

DECEMBER 31, 2019

	Payroll Administrative Fund	Ad Valorem Tax Escrow Fund
ASSETS:		
<i>Cash and Cash Equivalents</i>	\$ 809,993	\$ 3,625,803
Total Assets	<u>\$ 809,993</u>	<u>\$ 3,625,803</u>
LIABILITIES:		
<i>Due to Other Governments and Agencies</i>	\$ 809,993	\$ 3,625,803
Total Liabilities	<u>\$ 809,993</u>	<u>\$ 3,625,803</u>

County Attorney Trust Fund	Sheriff Cash Bond Fund	Total Agency Funds (See Exhibit A-7)
\$ 3,758	\$ 3,134	\$ 8,572,227
<u>\$ 3,758</u>	<u>\$ 3,134</u>	<u>\$ 8,572,227</u>
\$ 3,758	\$ 3,134	\$ 8,572,227
<u>\$ 3,758</u>	<u>\$ 3,134</u>	<u>\$ 8,572,227</u>

JIM WELLS COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-15

	Balance January 1, 2019	Additions	Deductions	Balance December 31, 2019
Appellate Judicial Fund				
ASSETS				
Cash & Cash Equivalents	\$ 1,453	\$ 2,985	\$ 3,195	\$ 1,243
Total Assets	<u>\$ 1,453</u>	<u>\$ 2,985</u>	<u>\$ 3,195</u>	<u>\$ 1,243</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 1,453	\$ 2,985	\$ 3,195	\$ 1,243
Total Liabilities	<u>\$ 1,453</u>	<u>\$ 2,985</u>	<u>\$ 3,195</u>	<u>\$ 1,243</u>
79th Judicial D.A. Escrow Fund				
ASSETS				
Cash & Cash Equivalents	\$ 1,635,177	\$ 639,015	\$ 858,613	\$ 1,415,579
Total Assets	<u>\$ 1,635,177</u>	<u>\$ 639,015</u>	<u>\$ 858,613</u>	<u>\$ 1,415,579</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 1,635,177	\$ 639,015	\$ 858,613	\$ 1,415,579
Total Liabilities	<u>\$ 1,635,177</u>	<u>\$ 639,015</u>	<u>\$ 858,613</u>	<u>\$ 1,415,579</u>
79th Judicial D.A. Fee Fund				
ASSETS				
Cash & Cash Equivalents	\$ 5,157	\$ 2,035	\$ 1,990	\$ 5,202
Total Assets	<u>\$ 5,157</u>	<u>\$ 2,035</u>	<u>\$ 1,990</u>	<u>\$ 5,202</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 5,157	\$ 2,035	\$ 1,990	\$ 5,202
Total Liabilities	<u>\$ 5,157</u>	<u>\$ 2,035</u>	<u>\$ 1,990</u>	<u>\$ 5,202</u>
Sheriff Department Fee Fund				
ASSETS				
Cash & Cash Equivalents	\$ 24,216	\$ 94,213	\$ 87,428	\$ 31,001
Total Assets	<u>\$ 24,216</u>	<u>\$ 94,213</u>	<u>\$ 87,428</u>	<u>\$ 31,001</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 24,216	\$ 94,213	\$ 87,428	\$ 31,001
Total Liabilities	<u>\$ 24,216</u>	<u>\$ 94,213</u>	<u>\$ 87,428</u>	<u>\$ 31,001</u>
State Fees Fund				
ASSETS				
Cash & Cash Equivalents	\$ 119,308	\$ 467,893	\$ 440,533	\$ 146,668
Total Assets	<u>\$ 119,308</u>	<u>\$ 467,893</u>	<u>\$ 440,533</u>	<u>\$ 146,668</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 119,308	\$ 467,893	\$ 440,533	\$ 146,668
Total Liabilities	<u>\$ 119,308</u>	<u>\$ 467,893</u>	<u>\$ 440,533</u>	<u>\$ 146,668</u>

JIM WELLS COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED DECEMBER 31, 2019

EXHIBIT C-15

	Balance January 1, 2019	Additions	Deductions	Balance December 31, 2019
Vouchers Payable Fund				
ASSETS				
Cash & Cash Equivalents	\$ 71,605	\$ 5,006,504	\$ 4,762,206	\$ 315,904
Total Assets	<u>\$ 71,605</u>	<u>\$ 5,006,504</u>	<u>\$ 4,762,206</u>	<u>\$ 315,904</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 71,605	\$ 5,006,504	\$ 4,762,206	\$ 315,904
Total Liabilities	<u>\$ 71,605</u>	<u>\$ 5,006,504</u>	<u>\$ 4,762,206</u>	<u>\$ 315,904</u>
Tax Collector Fund				
ASSETS				
Cash & Cash Equivalents	\$ 582,498	\$ 13,864,103	\$ 13,671,474	\$ 775,127
Total Assets	<u>\$ 582,498</u>	<u>\$ 13,864,103</u>	<u>\$ 13,671,474</u>	<u>\$ 775,127</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 582,498	\$ 13,864,103	\$ 13,671,474	\$ 775,127
Total Liabilities	<u>\$ 582,498</u>	<u>\$ 13,864,103</u>	<u>\$ 13,671,474</u>	<u>\$ 775,127</u>
District Clerk Fund				
ASSETS				
Cash & Cash Equivalents	\$ 507,639	\$ 598,924	\$ 700,227	\$ 406,336
Total Assets	<u>\$ 507,639</u>	<u>\$ 598,924</u>	<u>\$ 700,227</u>	<u>\$ 406,336</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 507,639	\$ 598,924	\$ 700,227	\$ 406,336
Total Liabilities	<u>\$ 507,639</u>	<u>\$ 598,924</u>	<u>\$ 700,227</u>	<u>\$ 406,336</u>
County Clerk Fund				
ASSETS				
Cash & Cash Equivalents	\$ 1,012,921	\$ 492,764	\$ 473,206	\$ 1,032,479
Total Assets	<u>\$ 1,012,921</u>	<u>\$ 492,764</u>	<u>\$ 473,206</u>	<u>\$ 1,032,479</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 1,012,921	\$ 492,764	\$ 473,206	\$ 1,032,479
Total Liabilities	<u>\$ 1,012,921</u>	<u>\$ 492,764</u>	<u>\$ 473,206</u>	<u>\$ 1,032,479</u>
Payroll Administrative Fund				
ASSETS				
Cash & Cash Equivalents	\$ 499,251	\$ 16,776,024	\$ 16,465,282	\$ 809,993
Total Assets	<u>\$ 499,251</u>	<u>\$ 16,776,024</u>	<u>\$ 16,465,282</u>	<u>\$ 809,993</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 499,251	\$ 16,776,024	\$ 16,465,282	\$ 809,993
Total Liabilities	<u>\$ 499,251</u>	<u>\$ 16,776,024</u>	<u>\$ 16,465,282</u>	<u>\$ 809,993</u>

JIM WELLS COUNTY, TEXAS

EXHIBIT C-15

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED DECEMBER 31, 2019

	Balance January 1, 2019	Additions	Deductions	Balance December 31, 2019
Ad Valorem Tax Escrow Fund				
ASSETS				
Cash & Cash Equivalents	\$ 4,578,785	\$ 17,476,641	\$ 18,429,623	\$ 3,625,803
Total Assets	<u>\$ 4,578,785</u>	<u>\$ 17,476,641</u>	<u>\$ 18,429,623</u>	<u>\$ 3,625,803</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 4,578,785	\$ 17,476,641	\$ 18,429,623	\$ 3,625,803
Total Liabilities	<u>\$ 4,578,785</u>	<u>\$ 17,476,641</u>	<u>\$ 18,429,623</u>	<u>\$ 3,625,803</u>
County Attorney Trust Fund				
ASSETS				
Cash & Cash Equivalents	\$ 1,401	\$ 13,721	\$ 11,364	\$ 3,758
Total Assets	<u>\$ 1,401</u>	<u>\$ 13,721</u>	<u>\$ 11,364</u>	<u>\$ 3,758</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 1,401	\$ 13,721	\$ 11,364	\$ 3,758
Total Liabilities	<u>\$ 1,401</u>	<u>\$ 13,721</u>	<u>\$ 11,364</u>	<u>\$ 3,758</u>
Sheriff Cash Bond Fund				
ASSETS				
Cash & Cash Equivalents	\$ 3,106	\$ 28	\$ --	\$ 3,134
Total Assets	<u>\$ 3,106</u>	<u>\$ 28</u>	<u>\$ --</u>	<u>\$ 3,134</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 3,106	\$ 28	\$ --	\$ 3,134
Total Liabilities	<u>\$ 3,106</u>	<u>\$ 28</u>	<u>\$ --</u>	<u>\$ 3,134</u>
TOTAL AGENCY FUNDS:				
ASSETS				
Cash & Cash Equivalents	\$ 9,042,517	\$ 55,434,850	\$ 55,905,141	\$ 8,572,227
Total Assets	<u>\$ 9,042,517</u>	<u>\$ 55,434,850</u>	<u>\$ 55,905,141</u>	<u>\$ 8,572,227</u>
LIABILITIES				
Due to Other Governments and Agencies	\$ 9,042,517	\$ 55,434,850	\$ 55,905,141	\$ 8,572,227
Total Liabilities	<u>\$ 9,042,517</u>	<u>\$ 55,434,850</u>	<u>\$ 55,905,141</u>	<u>\$ 8,572,227</u>

STATISTICAL SECTION

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

Contents	Page
Financial Trends	112
<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	117
<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	124
<i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	128
<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	130
<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 ELEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year						
	2009	2010	2011	2012	2013	2014	2015
Governmental Activities							
Net Investment in Capital Assets	\$ 17,516,191	\$ 18,478,771	\$ 19,050,644	\$ 20,612,073	\$ 21,121,207	\$ 21,740,309	\$ 21,480,901
Restricted	1,373,428	1,383,367	1,417,635	1,438,440	1,456,603	1,582,644	1,282,470
Unrestricted	6,895,058	6,595,371	8,266,629	11,172,800	11,139,913	11,111,657	11,090,825
Total Governmental Activities Net Position	\$ 25,784,677	\$ 26,457,509	\$ 28,734,908	\$ 33,223,313	\$ 33,717,723	\$ 34,434,610	\$ 33,854,196
Governmental Activities							
Net Investment in Capital Assets	\$ 21,296,519	\$ 21,037,621	\$ 20,832,777	\$ 20,801,027			
Restricted	1,274,637	1,065,748	977,814	988,296			
Unrestricted	9,103,318	11,328,575	14,239,298	15,075,103			
Total Governmental Activities Net Position	\$ 31,674,474	\$ 33,431,944	\$ 36,049,889	\$ 36,864,426			

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

TABLE E-2

JIM WELLS COUNTY, TEXAS
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Governmental Activities:										
General Government	\$ 3,899,129	\$ 4,432,130	\$ 4,189,787	\$ 4,716,157	\$ 5,416,768	\$ 4,926,871	\$ 6,126,377	\$ 5,585,530	\$ 5,985,704	\$ 6,360,674
Judicial	3,454,814	3,565,739	3,732,690	4,377,675	4,104,234	4,690,475	3,966,181	4,566,636	4,034,322	4,324,846
Public Safety	7,185,489	7,232,526	8,611,259	8,622,918	8,331,437	8,878,685	8,520,388	8,405,430	8,371,679	8,713,377
Public Transportation	3,405,200	3,945,300	3,631,227	3,735,364	4,213,314	3,504,784	4,016,728	3,614,657	3,917,189	4,573,934
Health & Welfare	670,570	889,812	582,913	734,734	488,478	1,321,339	1,247,698	1,141,001	593,500	613,246
Culture & Recreation	51,380	55,624	69,692	86,888	17,597	63,771	59,650	59,860	64,132	52,300
Conservation	220,431	179,667	193,607	215,021	320,921	338,859	234,661	229,285	210,170	223,949
Economic Development & Assistance	122,466	132,651	130,926	229,631	334,818	166,160	25,000	302,505	135,133	120,482
Interest on Long-Term Debt	114,776	106,106	110,193	98,144	87,020	77,067	72,403	76,221	73,452	76,352
Total Governmental Activities Expenses	19,124,255	20,539,555	21,252,294	22,816,532	23,314,587	23,968,011	24,269,086	23,981,125	23,385,281	25,059,160
Total Primary Government Expenses	\$ 19,124,255	\$ 20,539,555	\$ 21,252,294	\$ 22,816,532	\$ 23,314,587	\$ 23,968,011	\$ 24,269,086	\$ 23,981,125	\$ 23,385,281	\$ 25,059,160
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 887,296	\$ 862,367	\$ 1,539,647	\$ 934,260	\$ 1,410,019	\$ 1,307,737	\$ 1,384,274	\$ 1,451,596	\$ 954,670	\$ 1,200,139
Judicial	484,433	462,136	425,963	439,521	478,396	451,649	511,863	477,456	634,503	475,499
Public Safety	1,412,450	1,261,784	1,921,158	725,109	1,326,040	1,947,910	673,538	1,626,931	2,127,711	1,052,985
Other Activities	920,762	981,086	1,089,144	1,039,291	1,063,296	973,203	909,536	1,063,439	1,195,793	1,231,848
Operating Grants and Contributions	1,184,054	1,639,385	2,040,535	2,415,360	2,084,450	2,664,310	3,007,131	3,644,741	2,550,173	2,972,088
Total Governmental Activities Program Revenues	4,888,995	5,206,758	7,016,447	5,553,541	6,362,201	7,244,809	6,486,342	8,263,563	7,462,850	6,932,559
Total Primary Government Program Revenues	\$ 4,888,995	\$ 5,206,758	\$ 7,016,447	\$ 5,553,541	\$ 6,362,201	\$ 7,244,809	\$ 6,486,342	\$ 8,263,563	\$ 7,462,850	\$ 6,932,559
Net (Expense)/Revenue										
Governmental Activities	\$ (14,235,260)	\$ (15,332,797)	\$ (14,235,847)	\$ (17,262,991)	\$ (16,952,386)	\$ (16,723,202)	\$ (17,782,744)	\$ (15,717,562)	\$ (15,922,431)	\$ (18,126,601)
Total Primary Government Net Expense	\$ (14,235,260)	\$ (15,332,797)	\$ (14,235,847)	\$ (17,262,991)	\$ (16,952,386)	\$ (16,723,202)	\$ (17,782,744)	\$ (15,717,562)	\$ (15,922,431)	\$ (18,126,601)

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

TABLE E-3

JIM WELLS COUNTY, TEXAS
 GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
 LAST TEN FISCAL YEARS
 (ACCURAL BASIS OF ACCOUNTING)

	Fiscal Year										
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Net (Expense)/Revenue											
Governmental Activities	\$ (14,348,086)	\$ (14,235,260)	\$ (15,332,797)	\$ (14,235,547)	\$ (17,262,991)	\$ (16,952,386)	\$ (16,723,202)	\$ (17,782,744)	\$ (15,717,562)	\$ (15,922,431)	\$ (18,126,601)
Business-type Activities	--	--	--	--	--	--	--	--	--	--	--
Total Primary Government Expenses	\$ (14,348,086)	\$ (14,235,260)	\$ (15,332,797)	\$ (14,235,547)	\$ (17,262,991)	\$ (16,952,386)	\$ (16,723,202)	\$ (17,782,744)	\$ (15,717,562)	\$ (15,922,431)	\$ (18,126,601)
General Revenues and Other Changes in Net Assets											
Governmental Activities:											
Taxes											
Property Taxes	\$ 10,834,210	\$ 10,266,763	\$ 11,207,410	\$ 11,317,777	\$ 11,318,416	\$ 11,721,257	\$ 13,112,296	\$ 11,639,683	\$ 14,780,021	\$ 15,368,135	\$ 15,226,441
Sales Taxes	2,909,178	4,282,890	6,080,972	6,878,706	5,970,449	5,457,562	3,553,802	2,189,082	2,363,694	3,085,301	3,087,065
Fines and Forfeitures	12,077	--	3,460	--	--	--	--	--	--	--	--
Investment Earnings	253,302	13,190	20,988	50,817	59,237	59,443	64,710	64,210	71,177	83,737	192,222
Miscellaneous	319,212	287,603	297,366	371,301	409,299	431,011	501,454	1,694,948	212,328	571,300	435,410
Gain on Disposal of Capital Assets	--	(144,460)	--	--	--	--	--	15,100	--	--	--
Total Governmental Activities	\$ 14,327,979	\$ 14,706,006	\$ 17,610,196	\$ 18,618,601	\$ 17,757,401	\$ 17,669,273	\$ 17,232,262	\$ 15,603,023	\$ 17,447,220	\$ 19,128,473	\$ 18,941,138
Business-type Activities:											
Investment Earnings	--	--	--	--	--	--	--	--	--	--	--
Transfers	--	--	--	--	--	--	--	--	--	--	--
Total Business-type Activities	--	--	--	--	--	--	--	--	--	--	--
Total Primary Government	\$ 14,327,979	\$ 14,706,006	\$ 17,610,196	\$ 18,618,601	\$ 17,757,401	\$ 17,669,273	\$ 17,232,262	\$ 15,603,023	\$ 17,447,220	\$ 19,128,473	\$ 18,941,138
Change in Net Assets											
Governmental Activities	\$ (20,107)	\$ 470,746	\$ 2,277,399	\$ 4,383,054	\$ 494,410	\$ 716,887	\$ 509,060	\$ (2,179,721)	\$ 1,729,658	\$ 3,206,042	\$ 814,537
Business-type Activities	--	--	--	--	--	--	--	--	--	--	--
Total Primary Government	\$ (20,107)	\$ 470,746	\$ 2,277,399	\$ 4,383,054	\$ 494,410	\$ 716,887	\$ 509,060	\$ (2,179,721)	\$ 1,729,658	\$ 3,206,042	\$ 814,537

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

TABLE E-4

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Nonspendable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Committed	--	--	--	--	--	--	--	--	--	--
Assigned	--	--	--	--	--	--	--	--	--	--
Unassigned	3,433,781	5,213,053	6,745,919	6,246,745	6,291,502	5,053,649	4,389,125	5,681,573	7,302,040	9,428,542
Total General Fund	\$ 3,433,781	\$ 5,213,053	\$ 6,745,919	\$ 6,246,745	\$ 6,291,502	\$ 5,053,649	\$ 4,389,125	\$ 5,681,573	\$ 7,302,040	\$ 9,428,542
All Other Governmental Funds										
Nonspendable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Committed:										
Construction	1,179,629	1,182,135	1,186,860	1,191,616	1,196,391	1,201,213	1,195,801	988,972	894,729	902,632
Restricted:										
Federal or State Grant Restriction	2,097,903	2,076,415	3,520,081	3,605,800	4,011,905	5,235,603	4,901,715	5,994,109	7,669,447	6,992,839
Retirement of Long-Term Debt	55,472	62,586	71,525	77,127	79,654	81,257	78,836	76,776	83,085	85,664
Assigned	--	--	--	--	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--	(323,684)	(32,575)	--	--
Total All Other Governmental Funds	\$ 3,333,004	\$ 3,321,136	\$ 4,778,466	\$ 4,874,543	\$ 5,287,950	\$ 6,518,073	\$ 5,852,668	\$ 7,027,282	\$ 8,647,261	\$ 7,981,135

TABLE E-5

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Taxes	\$ 14,857,883	\$ 17,291,451	\$ 18,266,650	\$ 17,258,046	\$ 17,188,766	\$ 16,063,548	\$ 14,712,092	\$ 17,036,649	\$ 18,352,101	\$ 18,313,506
Licenses and Permits	567,817	532,132	572,295	604,222	481,658	349,689	298,608	306,427	453,941	447,946
Intergovernmental	1,352,490	1,821,683	2,216,490	2,564,283	2,315,409	2,938,603	3,363,702	4,017,520	2,900,598	3,076,005
Charges for Services	768,657	648,927	683,246	511,073	472,690	453,786	422,397	1,562,786	342,542	386,305
Fines & Forfeitures	1,048,428	994,594	1,604,474	581,323	1,259,807	1,746,555	657,655	1,623,619	2,186,246	1,163,569
Fees of Office	1,151,603	1,212,882	1,940,242	1,292,640	1,832,637	1,756,176	1,743,778	753,211	1,559,523	1,859,334
Investment Earnings	13,190	20,988	50,817	59,237	59,443	64,710	64,210	71,177	83,737	192,222
Misc Revenues	287,603	297,366	371,301	409,299	431,010	501,454	1,694,950	212,328	591,300	435,410
Total Revenues	20,047,671	22,820,023	25,705,515	23,280,123	24,041,420	23,874,521	22,957,592	25,583,717	26,469,988	25,873,697
Expenditures										
General Government	3,661,994	3,691,682	4,157,172	4,477,267	4,310,377	3,914,692	4,982,742	3,799,862	4,553,090	4,932,434
Judicial	3,454,814	3,565,739	3,758,584	4,377,675	4,136,477	4,728,052	3,966,181	4,566,636	4,034,322	4,324,846
Public Safety	6,321,014	6,593,466	6,783,872	9,010,449	8,754,738	9,372,761	9,118,991	8,968,342	8,725,879	9,403,777
Public Transportation	3,836,019	4,463,567	4,631,140	4,207,550	4,884,561	3,822,173	5,090,150	3,882,070	4,565,691	5,471,733
Health & Welfare	670,570	889,812	582,913	734,734	488,478	1,321,339	1,247,698	1,141,001	593,500	613,246
Culture and Recreation	51,380	55,624	69,692	86,888	17,597	63,771	59,650	59,860	64,132	52,300
Conservation	220,431	179,667	193,607	215,021	320,921	338,859	276,159	229,285	210,170	223,949
Economic Development & Assistance	122,466	132,651	130,926	229,631	334,818	166,160	25,000	302,505	135,133	120,482
Capital Outlay	1,199,517	1,412,595	2,189,713	--	--	--	--	--	--	--
Debt Service	--	--	--	--	--	--	--	--	--	--
Interest	116,723	108,117	112,334	100,350	89,553	79,404	74,836	79,775	76,111	79,109
Principal	278,983	247,663	498,812	403,655	339,608	285,059	294,489	403,021	521,738	437,791
Fiscal Agents Fees	--	--	--	--	--	--	--	--	--	--
Total Expenditures	19,933,911	21,340,583	23,108,765	23,843,220	23,677,128	24,072,270	25,135,927	23,432,357	23,479,766	25,659,667
Excess of Revenues Over (Under) Expenditures	113,760	1,479,440	2,596,750	(563,097)	364,292	(197,749)	(2,178,335)	2,151,360	2,990,222	214,030
Other Financing Sources (Uses)										
Bonds Issued	--	--	--	--	--	--	--	--	--	--
Loan Proceeds	--	--	--	--	--	--	--	--	--	--
Capital Leases	--	287,964	288,095	160,000	93,863	190,020	833,304	287,889	575,242	246,065
Transfers In	374,624	350,970	346,736	577,149	294,264	284,995	1,001,742	638,296	(575,242)	(246,065)
Transfers Out	(374,624)	(350,970)	(346,736)	(577,149)	(294,264)	(284,995)	(1,001,742)	(638,296)	371,557	1,246,341
Sale of Capital Assets	--	--	--	--	--	--	15,100	--	--	--
Total Other Financing Sources (Uses)	--	287,964	288,095	160,000	93,863	190,020	848,404	287,889	371,557	1,246,341
Net Change in Fund Balances	\$ 113,760	\$ 1,767,404	\$ 2,884,845	\$ (403,097)	\$ 458,155	\$ (7,729)	\$ (1,329,931)	\$ 2,439,249	\$ 3,361,779	\$ 1,460,371
Debt Service As A Percentage Of Noncapital Expenditures	2.0%	1.7%	2.7%	2.1%	1.8%	1.4%	1.5%	2.1%	2.6%	2.0%

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
2010	\$ 10,574,993	\$ 4,282,890	14,857,883
2011	11,207,410	6,080,972	17,288,382
2012	11,387,944	6,878,706	18,266,650
2013	11,287,597	5,970,449	17,258,046
2014	11,731,204	5,457,562	17,188,766
2015	12,509,746	3,553,802	16,063,548
2016	12,523,010	2,189,082	14,712,092
2017	14,652,955	2,383,694	17,036,649
2018	15,266,800	3,085,301	18,352,101
2019	15,226,441	3,087,065	18,313,506
Percent Change 2018-2019	-0.3%	0.1%	-0.2%

Source: County Auditor's Office

TABLE E-7

JIM WELLS COUNTY, TEXAS
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2010	\$ 652,740,384	\$ 1,503,754,978	\$ 78,312,052	\$ 538,722,678	\$ 1,696,084,736	\$ 0.633815	\$ 2,234,807,414	75.894%
2011	877,569,935	1,555,585,714	57,501,700	540,104,947	1,950,552,402	0.611543	2,490,687,349	78.314%
2012	1,144,773,618	1,590,114,095	59,384,630	533,129,878	2,261,142,465	0.561139	2,794,272,343	80.921%
2013	1,627,236,834	1,375,963,049	47,078,540	506,856,474	2,543,421,949	0.486830	3,050,278,423	83.383%
2014	1,674,183,451	1,202,608,638	47,830,750	519,504,513	2,405,118,326	0.454430	2,924,622,839	82.237%
2015	1,720,845,582	1,063,331,470	30,230,970	514,966,677	2,299,441,345	0.550857	2,814,408,022	81.702%
2016	1,745,972,624	139,450,407	537,978,000	524,569,656	1,898,831,375	0.656741	2,423,401,031	78.354%
2017	1,763,352,916	122,439,531	467,541,470	515,587,624	1,837,746,293	0.815713	2,353,333,917	78.091%
2018	1,829,092,284	116,970,173	458,118,770	512,267,437	1,891,913,790	0.802202	2,404,181,227	78.693%
2019	1,951,271,056	120,871,721	472,339,570	547,777,979	1,996,704,368	0.787758	2,544,482,347	78.472%

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								Emergency Service District #1	
	Basic Rate	General Obligation Debt Service	Total Direct Rate		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
2010	0.596722	0.014821	0.611543	0.372420	1,294,930	0.116250	0.432680	1,120,000	0.692750	1,240,000	1,172,000	1,040,000	0.072670	0.087246
2011	0.548052	0.013087	0.561139	0.288813	1,218,600	0.122612	0.442746	1,315,000	0.711028	1,240,000	1,266,680	1,040,000	0.083801	0.087396
2012	0.474460	0.011237	0.485697	0.247122	1,228,600	0.126404	0.469085	1,294,700	0.657055	1,240,000	1,263,430	1,040,000	0.064962	0.087059
2013	0.444530	0.009900	0.454430	0.247122	1,233,700	0.130795	0.478960	1,304,900	0.669964	1,240,000	1,265,000	1,040,000	0.080662	0.087059
2014	0.509366	0.010463	0.519849	0.247122	1,233,700	0.130795	0.478960	1,304,900	0.669964	1,240,000	1,265,000	1,040,000	0.080662	0.087059
2015	0.539763	0.011094	0.550857	0.271826	1,284,630	1,400,440	0.490000	1,325,300	0.712780	1,240,000	1,283,000	1,040,000	0.132857	0.077094
2016	0.643521	0.013220	0.656741	0.530000	1,330,260	0.155009	0.490000	1,326,600	0.743301	1,240,000	1,297,400	1,040,000	0.132857	0.080410
2017	0.704782	0.110931	0.815713	0.530000	1,330,000	0.155009	0.500000	1,665,500	0.663301	1,284,000	1,470,000	1,040,000	0.132857	0.080410
2018	0.693249	0.108953	0.802202	0.522537	1,330,000	0.152576	0.500000	1,652,500	0.645393	1,279,000	1,470,000	1,040,000	0.132857	0.074189
2019	0.640646	0.106935	0.747581	0.531216	1,251,300	0.152576	0.500000	1,521,420	0.653864	1,218,000	1,437,500	0.970,000	0.132857	0.067400

Source: Jim Wells County Appraisal District

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

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
AEP Texas Central Co	\$ 55,647,994	1	3.46%	\$ 25,896,321	4	2.63%
Net Mexico Pipeline LP	25,724,580	2	1.60%	--	--	--
Covance Research Products Inc	23,337,177	3	1.45%	--	--	--
Enterprise FM Turst	18,577,040	4	1.16%	--	--	--
DCP South Central Texas LLC	17,731,606	5	1.10%	--	--	--
Houston Pipeline Company, LP	16,866,320	6	1.05%	--	--	--
Epic Y-Grade Pipeline LP	16,164,270	7	1.01%	--	--	--
Nabors Drilling Technologies	12,885,610	8	0.80%	--	--	--
Oil States Energy Services, LLC	12,781,914	9	0.80%	--	--	--
Enterprise Texas Pipeline LP	12,729,134	10	0.79%	11,458,963	9	1.16%
Total	\$ 212,445,645		13.22%	\$ 37,355,284		3.79%

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
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%
2012	11,093,297	6,538,736	58.94%	4,260,027	10,798,763	97.34%
2013	11,558,469	7,908,135	68.42%	3,379,462	11,287,597	97.66%
2014	12,506,699	7,992,309	63.90%	4,258,222	12,250,531	97.95%
2015	12,673,866	8,328,288	65.71%	3,795,990	12,124,278	95.66%
2016	12,896,204	8,034,632	62.30%	2,062,914	10,097,546	78.30%
2017	15,005,049	7,204,575	48.01%	2,420,928	9,625,503	64.15%
2018	15,193,002	5,877,710	38.69%	3,562,513	9,440,223	62.14%
2019	15,908,577	4,433,551	27.87%	1,692,096	6,125,647	38.51%

Sources: Jim Wells County Appraisal District

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Building Material & Hardware	\$ 50,201,906	\$ 106,281,144	\$ 67,749,008	\$ 77,389,392	\$ 79,832,658	\$ 76,710,785	\$ 82,756,422	\$ 72,623,462	\$ 70,524,563	\$ 74,526,325
General Merchandise	220,607,413	237,580,732	223,233,718	331,292,064	293,814,626	203,525,345	198,542,266	199,458,576	198,456,963	189,562,356
Food Stores	11,889,929	13,938,627	38,493,492	33,209,800	22,610,957	43,315,498	45,678,924	45,264,328	45,258,147	45,896,523
Auto Dealers & Gas	45,049,897	70,125,472	179,702,255	83,263,788	80,264,576	51,591,144	50,592,478	53,624,422	52,789,456	53,896,745
Apparel & Accessory	7,868,885	6,331,684	249,004,104	241,463,036	193,216,485	73,224,468	82,423,854	95,868,566	96,335,241	100,852,741
Home Furnishing & Appliances	6,403,813	3,753,873	9,017,488	10,834,480	8,583,410	29,872,970	19,277,894	23,562,825	18,457,741	21,632,412
Eating & Drinking Places	35,668,789	41,815,881	61,566,182	58,810,040	60,342,958	56,479,256	57,788,462	59,488,793	60,753,951	62,785,325
Misc Retail Stores	70,137,837	96,746,553	17,485,100	12,087,528	15,872,927	21,363,419	20,224,658	28,382,056	36,524,789	38,749,654
Total	\$ 447,829,469	\$ 578,573,966	\$ 846,251,347	\$ 848,350,188	\$ 754,538,497	\$ 556,082,885	\$ 557,284,958	\$ 578,293,028	\$ 579,100,851	\$ 587,902,081
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>
2010	1.50%	0.50%
2011	1.50%	0.50%
2012	1.50%	0.50%
2013	1.50%	0.50%
2014	1.50%	0.50%
2015	1.50%	0.50%
2016	1.50%	0.50%
2017	1.50%	0.50%
2018	1.50%	0.50%
2019	1.50%	0.50%

Sources: County Auditor's Office

TABLE E-13

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
2010	\$ 2,585,000	\$ 203,270	0.18%	57	\$ 2,788,327	1.35%	62
2011	2,430,000	398,572	0.17%	54	2,828,626	1.30%	63
2012	2,265,000	352,855	0.16%	50	2,617,905	1.52%	58
2013	2,095,000	279,199	0.15%	46	2,374,199	1.71%	52
2014	1,920,000	208,454	0.13%	42	2,128,454	1.91%	47
2015	1,740,000	313,414	0.13%	38	2,053,414	1.98%	45
2016	1,550,000	987,329	0.16%	34	2,537,329	1.60%	56
2017	1,355,000	821,791	0.12%	34	2,176,791	1.84%	54
2018	1,150,000	876,610	0.11%	28	2,026,610	2.03%	49
2019	940,000	1,895,160	0.14%	23	2,835,160	1.45%	70

JIM WELLS COUNTY, TEXAS
 RATIOS OF GENERAL BONDED DEBT OUTSTANDING
 LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt Outstanding		Percentage of Actual Taxable Value of Property	Net Bonded Debt Per Capita
	General Obligation Bonds	Total		
2010	\$ 2,585,000	\$ 2,585,000	0.18%	57
2011	2,430,000	2,430,000	0.17%	54
2012	2,265,000	2,265,000	0.16%	50
2013	2,095,000	2,095,000	0.15%	46
2014	1,920,000	1,920,000	0.14%	42
2015	1,740,000	1,740,000	0.12%	38
2016	1,471,164	1,471,164	0.10%	33
2017	1,355,000	1,355,000	0.07%	32
2018	1,150,000	1,150,000	0.06%	26
2019	940,000	940,000	0.05%	21

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	\$ 35,049,863	100.000%	35,049,863
Alice Independent School District	50,882,043	81.180%	41,306,043
Jim Wells County Fresh Water Supply District #1	1,145,263	100.000%	1,145,263
Orange Grove Independent School District	13,416,366	100.000%	13,416,366
Alice Water Authority	2,831,836	48.980%	1,387,033
Premont Independent School District	11,845,963	100.000%	11,845,963
Total Overlapping Debt			<u>104,150,531</u>
County Direct Debt			<u>2,835,160</u>
Total Direct and Overlapping Debt			<u>\$ 106,985,691</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.

TABLE E-16

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2018
Debt Limit	\$ 335,221,112	\$ 373,603,102	\$ 419,140,851	\$ 457,541,763	\$ 438,693,426	\$ 422,161,203	\$ 363,510,155	\$ 353,000,088	\$ 360,627,184	\$ 380,952,352
Total Net Debt Applicable to Limit	--	--	--	--	--	--	--	--	--	--
Legal Debt Margin	335,221,112	373,603,102	419,140,851	457,541,763	438,693,426	422,161,203	363,510,155	353,000,088	360,627,184	380,952,352
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%

Legal Debt Margin Calculation for the Current Fiscal Year

Assessed Value	\$ 2,544,482,347
Debt Limit (15% of Assessed Value)	381,672,352
Debt Applicable to Limit:	
General Obligation Bonds	940,000
Less: Amount Set Aside for Repayment of General Obligation Debt	(220,000)
Total Net Debt Applicable to Limit	720,000
Legal Debt Margin	\$ 380,952,352

TABLE E-17

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018
Population	40,838	41,339	41,754	41,680	41,353	41,382	41,149	40,871	41,318
Total Personal Income	\$ 37,918	\$ 37,020	\$ 39,800	\$ 40,723	\$ 40,585	\$ 42,463	\$ 42,359	\$ 40,056	\$ 41,103
Per Capita Personal Income	\$ 33,450	\$ 16,976	\$ 18,268	\$ 19,818	\$ 20,452	\$ 20,977	\$ 21,796	\$ 20,524	\$ 37,906
Median Age	33.5	34.1	34.6	33.0	34.0	34.2	34.2	34.4	34.5
Education Level in Years of Schooling	12	12	12	12	12	12	12	12	12
School Enrollment	5,322	5,371	5,422	5,547	5,526	5,526	5,545	5,562	5,534
Unemployment	8.9%	5.8%	4.9%	4.7%	4.2%	7.9%	9.7%	7.5%	5.4%

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	2019			2010		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Alice ISD	856	1	4.45%	872	1	4.64%
Forbes Energy Services, Ltd.	810	2	4.21%	--		--
Saldivar Primary Home Care	432	3	2.25%	--		--
Dixie Iron Works MSI	330	4	1.72%	199	10	1.06%
Jim Wells County	328	5	1.71%	236	9	1.26%
Fesco, Inc.	282	6	1.47%	513	4	2.73%
Wal-Mart	274	7	1.43%	418	6	2.23%
City of Alice	242	8	1.26%	245	7	1.30%
CACOST	236	9	1.23%	243	8	1.29%
Christus Spohn Hospital-Alice	227	10	1.18%	379	5	2.02%
Total	<u>4,017</u>		<u>20.89%</u>	<u>3,105</u>		<u>16.53%</u>

Source: County Auditor's Office

TABLE E-19

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

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government										
Administration	24	20	21	22	24	23	24	24	24	24
Finance	18	18	20	23	20	20	21	21	21	21
Judicial	35	35	37	36	37	37	34	34	34	34
Legal	26	20	24	23	27	26	25	25	25	25
Other	--	--	--	--	--	--	--	--	--	--
Public Safety	133	142	130	129	119	113	112	112	112	112
Public Transportation	107	117	91	91	96	92	82	82	82	82
Public Facilities	2	2	2	4	4	5	5	5	5	5
Health & Welfare										
Conservation & Agriculture	4	4	5	4	4	4	3	3	3	3
Civilians	3	2	2	2	2	2	2	2	2	2
Total	352	360	332	334	333	322	308	308	308	308

Source: County Auditor Office

TABLE E-20

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

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government	208	208	242	35	29	24	20	20	20	20
Building Permits Issued										
Public Safety	2,001	2,560	2,342	2,422	2,526	2,358	2,242	2,568	2,654	2,654
Serious Crimes	4,435	5,566	5,687	5,823	6,019	5,823	6,227	6,547	6,235	6,358
Parking/Traffic Violations										
Judicial	2,080	2,165	2,131	2,122	2,122	2,369	2,462	2,584	2,135	2,052
Number of Cases Heard										
Culture & Recreation	12	15	15	17	17	17	17	17	17	17
Number of Events	145,316	155,216	156,233	157,288	158,244	159,632	161,239	162,368	161,789	160,782
Annual Number of Patrons Assisted										
Public Transportation	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617
Street Miles										

Source: County Auditor's Office

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

TABLE E-21

<u>Function/Program</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Government										
Number of Buildings	28	28	28	28	28	28	28	28	28	28
Public Safety										
Number of Buildings	9	9	9	9	9	9	9	10	10	10
Number of Vehicles	48	48	55	65	68	74	82	86	86	91
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	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617	1,617
Number of Bridges	12	12	12	12	12	12	12	12	12	12
Health and Welfare										
Number of Buildings	5	5	5	5	5	5	5	5	5	5
Economic Development and Assistance										
Number of Buildings	2	2	2	2	2	2	2	2	2	2

Sources: Various city departments

Other Supplementary Information

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

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RAUL HERNANDEZ & COMPANY, P.C.
Certified Public Accountants
5402 Holly Road, Suite 102
Corpus Christi, Texas 78411
Office (361) 980-0428 Fax (361) 980-1002

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

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

Members of the County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jim Wells County, Texas, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise Jim Wells County, Texas' basic financial statements, and have issued our report thereon dated July 27, 2020.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Jim Wells County, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

Purpose of this Report

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

Respectfully submitted,

A handwritten signature in blue ink that reads "Raul Hernandez & Company, P.C." in a cursive script.

Raul Hernandez & Company, P.C.

Corpus Christi, Texas
July 27, 2020

JIM WELLS COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

One or more material weaknesses identified? Yes X No

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

Noncompliance material to financial statements noted? Yes X No

2. Federal Awards-N/A

Internal control over major programs:

One or more material weaknesses identified? Yes X No

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

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
N/A	

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

Auditee qualified as low-risk auditee? X Yes No

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

JIM WELLS COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2019

<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, 2019

N/A

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