

BASTROP COUNTY, TEXAS

Comprehensive Annual Financial Report

**For the Year Ended
September 30, 2013**

Prepared by:
County Auditor's Office

BASTROP COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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INTRODUCTORY SECTION

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BASTROP COUNTY AUDITOR'S OFFICE

804 PECAN STREET, BASTROP, TEXAS 78602 • TEL: (512)332-7222 • FAX:
(512)332-7272

March 24, 2014

Honorable District Judges of Bastrop County and
Honorable Members of the Bastrop County Commissioners Court

The County Auditor's office proudly presents the Comprehensive Annual Financial Report (CAFR) of Bastrop County, Texas for the fiscal year ended September 30, 2013. This report is submitted in compliance with Section 114.025 of the *Texas Local Government Code*.

This report consists of management's representations concerning the finances of Bastrop County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, the County has established a comprehensive internal control framework that is designed both to protect county assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the basic financial statements in conformity with generally accepted accounting principles (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 basic financial statements will be free from material misstatement. Responsibility for internal controls is shared by the Commissioners Court, which is the governing body of the County, the County Auditor 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.

Bastrop County's basic financial statements have been audited by Pattillo, Brown and Hill, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the County, for the fiscal year ended September 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; assessing the accounting principles used; and evaluating the overall financial statement presentation. The independent auditors' report is presented as the first component of this report. Bastrop County is not subject to report a Single Audit in this fiscal year. A Single Audit is designed to meet the special needs of federal grantor agencies. Generally accepted accounting principles require a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A).

PROFILE OF BASTROP COUNTY

Established in 1832 as part of Stephen F. Austin's "Little Colony", Bastrop is the second oldest incorporated city in Texas and is also the county seat of Bastrop County. The town is at the junction of State Highways 71, 21 and 95. The surrounding counties include Travis, Lee, Fayette, and Caldwell. Bastrop has ready access to the cultural and educational opportunities offered in nearby state capital Austin, as well as vocational experiences that come from our picturesque setting along the Colorado River in the piney woods. Our central location puts Bastrop within a short drive of major colleges and universities. The County encompasses an area of 895 square miles. According to the recent estimates by the United States Census Bureau, the estimated population for the County was 75,115 in 2012.

The County is a public corporation and a political subdivision of the State of Texas. The Commissioners Court, which is composed of four Commissioners and the County Judge, is the general governing body of the County in accordance with Article 5 Paragraph 18 of the Texas Constitution. Commissioners serve four-year staggered terms, two members elected every two years. The County Judge is elected at large to serve a four-year term. The Commissioners Court sets the tax rate, 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 Judge as assisted by the County Auditor. The Commissioners Court is also responsible for developing policies and orders, approving financial commitments and appointing various Department Heads. The management and leadership provided by members of the Commissioners Court and the elected and appointed officials of other key County offices is crucial to the success of the County in 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 Auditor is appointed by the council of District Judges.

The County provides many services not ordinarily provided by any other entity of government and provides additional services in cooperation with other local government units. The County provides the following services as authorized by the statutes of the State of Texas: general government (e.g., tax collection), judicial (e.g., courts, juries, district attorney, etc.), public safety (e.g., sheriff, jail, etc.), roads and highways, voting operations, recording functions relating to property and vital statistics and health and welfare (e.g., assistance to indigents).

The annual budget serves as the foundation for the County’s planning and control. Budget hearings are posted accordingly with the final budget approved by the Commissioners Court in September. Unencumbered appropriations lapse at fiscal year-end. Most appropriated budgets are prepared by fund, function, department and category. Capital expenditures are approved on a line item basis. Budget to actual comparisons are provided in this report for each individual government fund for which an appropriated annual budget has been approved and adopted through Commissioners Court.

FACTORS AFFECTING FINANCIAL CONDITION

An understanding of the financial condition of Bastrop County is enhanced through a perspective of the environment in which the County operates.

Local Economy – Within the past few years, substantial growth has continued in Bastrop County. Although growth has been seen throughout the County, it has occurred primarily in the central to west side of the County. Bastrop County’s population has increased by 28.5 percent over the last decade, according to data released by the Census Bureau. Bastrop County is projected to be in the top five fastest growing counties in Texas during this decade. New housing and commercial development is a reality, while preservation of our historical areas and environment is top priority.

During 2013, Bastrop County continued to experience growth in retail and commercial developments as well as residential. Bastrop County has seen the City of Bastrop continue to grow within the Burleson Crossing Retail Development site. Elsewhere in the county, the Elgin campus of Austin Community College opened in the fall. Smithville celebrated the grand opening and dedication of the Veterans Memorial Park.

During the 2012/2013 Fiscal Year, the Hotel Occupancy Tax (HOT) continued to provide funds for use in promoting tourism and the convention and hotel industry as dictated by State law and defined in the Texas Tax code.

On September 4, 2011, Bastrop County was struck by the most destructive wildfire disaster in Texas history, burning over 34,000 acres and destroying almost 1700 residential structures before being fully contained on October 11, 2011. During these following years the County has continued to spearhead what will undoubtedly be defined as a successful recovery in the future.

Long-term Financial Planning – The Commissioners Court continues to be active in economic development to ensure and promote continued growth throughout the County. Bastrop County has a Capital Improvement Plan that has been approved in Commissioners Court. This plan is updated regularly. It is a five year plan consisting of multiple projects. The projects include road construction, heavy equipment and vehicles, communication/technology upgrades, buildings and land. The long-term effect of the current economic growth and development will be to provide sufficient resources to fund County operations while mitigating the overall tax burden on county taxpayers.

Initiatives – During Fiscal Year 2012-2013, Bastrop County received several grant opportunities in reference to the Complex Wildfires. These funds have or will be utilized in the recovery efforts of the Bastrop County Complex Wildfire.

AWARDS AND ACKNOWLEDGEMENTS

In 2013, Bastrop County was awarded the Leadership Circle Gold Award. This award is in recognition of leadership in the movement for financial transparency. Each certificate of achievement is awarded by the Texas State Comptroller and is valid for a one year period.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bastrop County for its comprehensive annual financial report for the fiscal year ended September 30, 2012. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This was the second consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

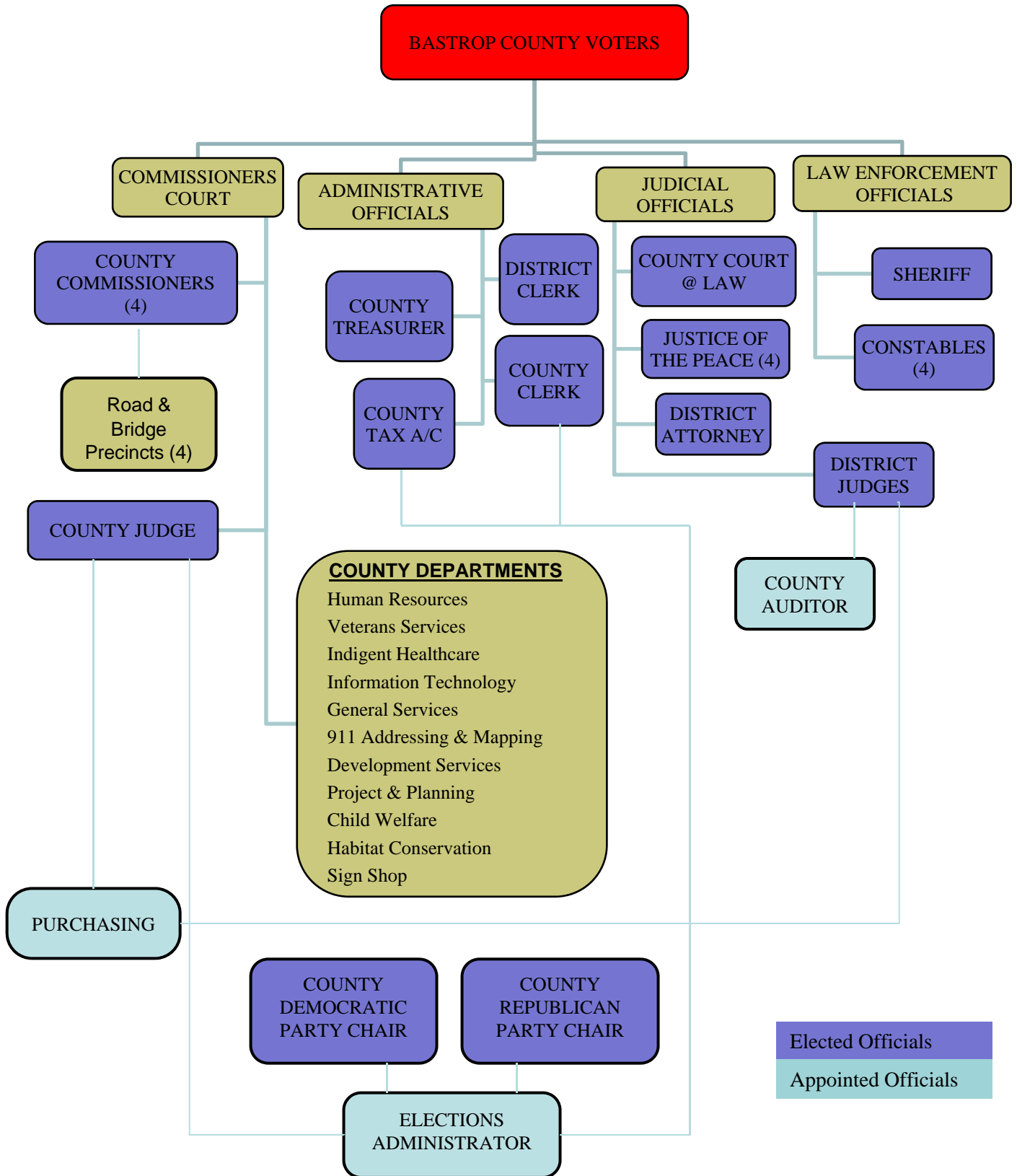
I would like to express my appreciation to the staff of the County Auditor's office for their continuing diligence and dedication to the ever-changing responsibilities of the office. In addition to my office staff, I would also like to thank the rest of the financial team of Bastrop County; the County Treasurer's office, the Purchasing Agent's department, and Human Resources. I would also like to thank the District Judges and the Commissioners Court of Bastrop County for their continued support during the past year.

Sincerely,



Lisa Smith
County Auditor

BASTROP COUNTY
Organizational Chart
 As of 9/30/13



BASTROP COUNTY, TEXAS DIRECTORY OF OFFICIALS

September 30, 2013

Title	Name
Judge, 335 th Judicial District Court	Reva Towslee Corbett
Judge, 21 st Judicial District Court	Carson Campbell
Judge, 423 rd Judicial District Court	Chris Duggan
County Judge	Paul Pape
County Auditor	Lisa Smith
Commissioner, Precinct 1	Willie Piña
Commissioner, Precinct 2	Clara Beckett
Commissioner, Precinct 3	John Klaus
Commissioner, Precinct 4	Gary "Bubba" Snowden
County Court-At-Law	Benton Eskew
District Attorney	Bryan Goertz
Justice of the Peace, Precinct 1	Donna Van Gilder
Justice of the Peace, Precinct 2	Raymah Davis
Justice of the Peace, Precinct 3	Katherine Hanna
Justice of the Peace, Precinct 4	Larry Dunne
County Sheriff	Terry Pickering
District Clerk	Sarah Loucks
County Clerk	Rose Pietsch
County Treasurer	Laurie Ingram
County Tax Assessor/Collector	Linda Harmon
Constable, Precinct 1	Dan Hall
Constable, Precinct 2	August Meduna, Jr.
Constable, Precinct 3	Matt Henderson
Constable, Precinct 4	Roy Pruneda



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Bastrop County
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Honorable Judge and Members
of Commissioners' Court
Bastrop County, Texas

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 Bastrop County, Texas, (the "County"), as of and for the year ended September 30, 2013, 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 entity'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 entity'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 the County, as of September 30, 2013, and the respective changes in financial position thereof 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, schedules of funding progress budgetary comparison information on pages 4-10 and 43-47 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 County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules 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 fund financial statements and schedules are fairly stated in all material respects in relation to the 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 March 17, 2014, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Pattillo, Brown & Hill, L.L.P.

Waco, Texas
March 17, 2014

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**MANAGEMENT'S
DISCUSSION AND ANALYSIS**

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MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Bastrop County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the county for the fiscal year ended September 30, 2013. We encourage readers to consider the information in conjunction with additional information that we have furnished in our letter of transmittal.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of the fiscal year ended September 30, 2013, by \$37,157,690 (net position). Of this amount, \$1,699,180 (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors, \$8,086,204 is restricted for specific purposes (restricted net position) and \$27,372,306 is investment in capital assets.
- The County's total net position decreased by \$1,080,174 from current operations. This decrease is primarily related to the decrease in operating grants/contributions.
- The County's governmental funds reported combined ending fund balances of \$14,216,899, a decrease of \$2,083,560 in comparison to the previous year. The decrease is primarily the result of the County expending Certificate of Obligation funds.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected property taxes and earned but unused vacation leave). The governmental activities of the County include general government, public safety, health, sanitation, welfare, road and bridge, culture and recreation and conservation and development.

Road District #3, although a legally separate entity, functions for all practical purposes as a function of the County, and therefore, has been included as an integral part of the primary government.

Fund financial statements. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 23 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Funds, Debt Service Fund, Certificates of Obligation Fund, Public Assistance Grant Fund and State Appropriated Fire Grant Fund, these funds are considered to be major funds. Data from the other 17 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

Notes to the financial statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide statements and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension and other benefits to its employees. The County adopts an annual appropriated budget for its General Fund and Road and Bridge Funds. A budgetary comparison schedule has been provided for the General Fund and Road and Bridge Funds to demonstrate compliance with the budget.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$37,157,690 at the close of the most recent fiscal year.

By far, the largest portion of the County's net position (73.7%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position (21.8%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$1,699,180) may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net position. The same held true for the prior fiscal year.

There was an increase of \$1,237,394 in restricted net position. This increase is primarily related to the increase of road and bridge, and hotel occupancy tax funds restricted for construction or repairs and maintenance of roads and bridges, and development and tourism within the County.

The County's net position decreased by \$1,080,174 during the current fiscal year. This decrease is primarily related to the decrease in operating grants/contributions.

BASTROP COUNTY'S NET POSITION

	Governmental Activities		Change
	2013	2012	
Current and other assets	\$ 24,290,955	\$ 26,397,773	\$(2,106,818)
Capital assets	<u>60,650,092</u>	<u>60,815,608</u>	<u>(165,516)</u>
Total assets	<u>84,941,047</u>	<u>87,213,381</u>	<u>(2,272,334)</u>
Other liabilities	2,625,453	4,062,916	(1,437,463)
Long-term liabilities	<u>43,668,113</u>	<u>45,383,389</u>	<u>(1,715,276)</u>
Total liabilities	<u>46,293,566</u>	<u>49,446,305</u>	<u>(3,152,739)</u>
Net position:			
Net investment,			
in capital assets	27,372,306	26,826,053	546,253
Restricted	8,086,204	6,848,810	1,237,394
Unrestricted	<u>1,699,180</u>	<u>4,092,213</u>	<u>(2,393,033)</u>
Total net position	<u>\$ 37,157,690</u>	<u>\$ 37,767,076</u>	<u>\$(609,386)</u>

Governmental activities decreased the County's net position by \$609,386. The key element of this decrease is related to the decline in operating grants/contributions.

BASTROP COUNTY, TEXAS' CHANGES IN NET POSITION

	Governmental Activities		Change
	2013	2012	
Revenues:			
Program revenues:			
Charges for services	\$ 9,420,737	\$ 9,022,193	\$ 398,544
Operating grants and contributions	8,096,567	18,572,064	(10,475,497)
Capital grants and contributions	132,972	90,350	42,622
General revenues:			
Property taxes	26,612,635	26,582,672	29,963
Other taxes	3,496,766	3,227,751	269,015
Miscellaneous	312,509	260,298	52,211
Investment earnings	76,963	90,821	(13,858)
Total revenues	<u>48,149,149</u>	<u>57,846,149</u>	<u>(9,697,000)</u>
Expenses:			
General government	20,744,205	26,564,183	(5,819,978)
Public safety	18,083,041	16,993,014	1,090,027
Health, sanitation and welfare	1,486,013	1,488,047	(2,034)
Road and bridge	7,435,124	7,898,624	(463,500)
Culture and recreation	185,828	192,390	(6,562)
Conservation and development	241,987	218,399	23,588
Interest and other	<u>1,053,125</u>	<u>1,794,638</u>	<u>(741,513)</u>
Total expenses	<u>49,229,323</u>	<u>55,149,295</u>	<u>(5,919,972)</u>
Change in net position	<u>(1,080,174)</u>	<u>2,696,854</u>	<u>(3,777,028)</u>
Net position, beginning	37,767,076	35,070,222	2,696,854
Prior period adjustment	<u>470,788</u>	<u>-</u>	<u>470,788</u>
Net position, ending	<u>\$ 37,157,690</u>	<u>\$ 37,767,076</u>	<u>\$ (609,386)</u>

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental 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 financial requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year the County's governmental funds reported a combined fund balance of \$14,216,899 a decrease of \$2,083,560 in comparison with the prior year. Approximately 22.1% or \$3,138,154 constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of the fund balance is either nonspendable or restricted to indicate that it is not available for new spending because it has already been committed or restricted for a specific purpose.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,313,930, while total fund balance reached \$5,737,388. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 14.8% of total General Fund expenditures, while total fund balance represents 19.7% of that same amount.

The fund balance of the County's General Fund increased by \$710,284 during the current year. This increase is primarily related to increased property tax and sales tax collections.

The Road and Bridge Funds have a total fund balance of \$4,099,226, all of which is restricted for road and bridge. The net increase in fund balance during the current year in the Road and Bridge Funds was \$690,631. Revenues in the Road and Bridge Funds decreased by \$312,635 from the prior year and budgeted expenditures decreased \$1,134,501. Disposal service revenue decreased in 2013 due to citizens disposing of wildfire debris in fiscal year 2012. Expenditures were significantly higher in fiscal year 2012 primarily due to the County repairing roads and bridges damaged from the wildfires.

The Debt Service Fund has a total fund balance of \$1,377,739, all of which is restricted for debt service payments. The net increase in fund balance during the current year in the Debt Service Fund was \$157,514. Revenues in the Debt Service Fund increased by \$241,226, this increase is primarily related to an increase of 1.68% of assessed property tax values, and a debt service tax increase of \$.0206 per \$100 of assessed property tax values. The County issued \$9,120,000 of limited tax refunding bonds, which refunded \$4,020,000 of 2003 Certificates of Obligations and \$5,155,000 of 2005 Certificates of Obligations. The increase in revenues coupled with the expenditures and the refunding of bonds resulted in a minimal change in the Debt Service Fund's fund balance position.

The 2010 Certificates of Obligation Fund has a total fund balance of \$2,528,095, all of which is restricted for capital projects. The net decrease in fund balance during the current year in the 2010 Certificates of Obligation Fund was \$2,395,638. This decrease is primarily the result of the County expending proceeds from the Certificates of Obligations on various capital projects. See a more detail discussion of the projects in the capital asset section.

The Public Assistance Grant Fund has a total deficit fund balance of \$1,144,383. This deficit is primarily a result of the deferral of federal grant revenue as a result of the funds not being available as of year-end. This deficit fund balance will be funded by available grant revenue and other resources. This fund was established to capture grants and donations received by the County to assist with management and cleanup resulting from the 2011 Bastrop County wildfires.

The State Appropriated Fire Grant Fund was established to capture State Appropriated resources received by the County to assist with management and cleanup resulting from the 2011 Bastrop County wildfires.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget of the General Fund resulted in an increase of the budgeted expenditures by \$366,000.

During the year, actual revenues were more than budgetary estimates by \$271,639. Actual expenditures were less than budgetary estimates by \$496,245. The net effect of under-realization of revenue and under-utilization of appropriations resulted in a positive variance of \$767,884.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. At the end of the current fiscal year, the County had (net of accumulated depreciation) invested in a broad range of capital assets, including land, infrastructure, buildings, and machinery and equipment. The total decrease in the County’s investment in capital assets for the current fiscal year was.

Major capital asset events during the current fiscal year included the following:

- A variety of road construction projects within the County cost \$500 thousand.
- Various vehicles and equipment were purchased in the current year in the amount of \$464 thousand.
- Development services and tax building \$1.7 million.

BASTROP COUNTY’S CAPITAL ASSETS

	Governmental Activities		Change
	2013	2012	
Land	\$ 4,925,256	\$ 4,925,256	\$ -
Infrastructure	39,805,016	39,798,991	6,025
Buildings and improvements	34,710,826	34,675,820	35,006
Machinery and equipment	18,011,723	17,420,704	591,019
Construction in progress	<u>5,680,909</u>	<u>3,414,928</u>	<u>2,265,981</u>
	103,133,730	100,235,699	2,898,031
Less accumulated depreciation	<u>(42,483,638)</u>	<u>(39,420,091)</u>	<u>(3,063,547)</u>
Total capital assets	<u>\$ 60,650,092</u>	<u>\$ 60,815,608</u>	<u>\$ (165,516)</u>

More detailed information about the County’s capital assets can be found in the notes to the financial statements on page 32.

Long-term Debt

At year-end, the County had outstanding bonds, leases, compensated absences payable, and OPEB Obligation of \$43,668,113, a net decrease of \$1,715,276, or 4%. The key factors in the decrease are the debt service payments on the principal amount of bonds payable in the amount of, coupled with the increase of the OPEB obligation in the amount of \$1,258,731.

BASTROP COUNTY'S LONG-TERM DEBT AT YEAR-END

	Governmental Activities		Change
	2013	2012	
Bonds payable	\$ 35,030,000	\$ 38,000,000	\$(2,970,000)
Bonds issuance premium	689,354	588,028	101,326
Capital leases	86,527	324,096	(237,569)
Compensated absences	576,773	444,537	132,236
OPEB obligation	7,285,459	6,026,728	1,258,731
Total long-term debt	\$ 43,668,113	\$ 45,383,389	\$(1,715,276)

Additionally, the County issued \$9,120,000 of limited tax refunding bonds to refund \$4,020,000 of outstanding Series 2003 certificates of obligations and \$5,155,000 of outstanding Series 2005 certificates of obligations. More detailed information about the County's long-term liabilities can be found in the notes to the financial statements on pages 33 – 34.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Commissioners' Court adopted the County's budget for the fiscal year ended September 30, 2014, on September 9, 2013. The budget was adopted based on estimated balances that would be available at the end of fiscal year 2013 and estimated revenues to be received in fiscal year 2014. During the current fiscal year, unassigned fund balance in the General Fund increased to \$4,313,930. For the County's General Fund, the 2014 budget did not utilize resources from these funds.

The 2013 property tax rate was \$0.6314/\$100 valuation. As a result of a 2.25% increase in taxable value, the County expects tax revenue collected during fiscal year 2014 to increase 1.60% over projected collections for fiscal year 2013. Additionally, the County's budget anticipates all other sources of revenue will remain at approximately the same levels as fiscal year 2013.

The County received \$2.9 million during fiscal year 2013 from the Office of the Governor to use for the purpose of the wildfire recovery and a majority of these funds will be expended in fiscal year 2014. Additionally, the County received \$2.8 million in fiscal year 2014 from the Office of the Governor for wildfire recovery.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional information, contact the Bastrop County Auditor, Attention: Lisa Smith, 804 Pecan, Bastrop, Texas, 78602.

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**BASIC
FINANCIAL STATEMENTS**

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BASTROP COUNTY, TEXAS

STATEMENT OF NET POSITION

SEPTEMBER 30, 2013

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 16,677,503
Taxes receivable, net	3,561,582
Receivables, net	1,142,337
Due from other governments	2,190,603
Prepaid items	192,499
Deferred charges	526,431
Capital assets:	
Non-depreciable	10,606,165
Depreciable, net	<u>50,043,927</u>
Total assets	<u>84,941,047</u>
LIABILITIES	
Current liabilities:	
Accounts payable	1,971,502
Accrued liabilities	381,454
Unearned revenue	1,489,791
Accrued interest	271,947
Other liabilities	550
Noncurrent liabilities:	
Due within one year	3,292,495
Due in more than one year	<u>40,375,618</u>
Total liabilities	<u>47,783,357</u>
NET POSITION	
Net investment in capital assets	27,372,306
Restricted for:	
Road and bridge	4,099,459
Debt service	1,105,792
Public safety	846,594
Conservation and development	595,924
Elections administration	139,631
Development and tourism	324,740
Records management and preservation	659,466
Law enforcement education	48,712
Court technology	265,886
Unrestricted	<u>1,699,180</u>
Total net position	<u>\$ 37,157,690</u>

The accompanying notes are an integral part of these financial statements.

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BASTROP COUNTY, TEXAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
General government	\$ 20,744,205	\$ 4,597,550	\$ 7,825,625	\$ 72,457	\$(8,248,573)
Public safety	18,083,041	3,157,242	220,748	60,515	(14,644,536)
Health, sanitation and welfare	1,486,013	48,929	50,194	-	(1,386,890)
Road and bridge	7,435,124	1,233,902	-	-	(6,201,222)
Culture and recreation	185,828	-	-	-	(185,828)
Conservation and development	241,987	383,114	-	-	141,127
Interest and other	1,053,125	-	-	-	(1,053,125)
Total governmental activities	\$ 49,229,323	\$ 9,420,737	\$ 8,096,567	\$ 132,972	(31,579,047)
General revenues:					
Taxes:					
Property, levied for general purposes					17,456,623
Property, levied for debt service					4,318,104
Property, levied for roads and bridges					4,837,909
Sales					3,084,389
Hotel					308,462
Mixed beverage					103,915
Investment earnings					76,963
Miscellaneous					312,509
Total general revenues					30,498,873
Change in net position					(1,080,174)
Net position, beginning					37,767,076
Prior period adjustment					470,788
Net assets, beginning, restated					38,237,864
Net position, ending					\$ 37,157,690

The accompanying notes are an integral part of these financial statements.

BASTROP COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2013

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>
ASSETS			
Cash and investments	\$ 4,945,389	\$ 4,265,248	\$ 1,368,744
Taxes receivable, net	2,520,457	569,673	453,442
Receivables, net	1,032,128	55,476	8,995
Due from other funds	626,144	-	-
Due from other governments	131,008	-	-
Prepaid items	125,027	-	-
	<u>9,380,153</u>	<u>4,890,397</u>	<u>1,831,181</u>
Total assets	\$ 9,380,153	\$ 4,890,397	\$ 1,831,181
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 693,679	\$ 173,938	\$ -
Accrued liabilities	331,593	47,560	-
Due to other funds	-	-	-
Other liabilities	550	-	-
Deferred revenues	2,616,943	569,673	453,442
Total liabilities	<u>3,642,765</u>	<u>791,171</u>	<u>453,442</u>
Fund balances:			
Nonspendable - prepaid items	125,027	-	-
Restricted for:			
Road and bridge	-	4,099,226	-
Debt service	-	-	1,377,739
Capital projects	-	-	-
Public safety	324,367	-	-
Conservation and development	-	-	-
Elections administration	-	-	-
Development and tourism	-	-	-
Records management and preservation	659,466	-	-
Law enforcement education	48,712	-	-
Court technology	265,886	-	-
Unassigned	4,313,930	-	-
Total fund balances	<u>5,737,388</u>	<u>4,099,226</u>	<u>1,377,739</u>
Total liabilities and fund balances	\$ 9,380,153	\$ 4,890,397	\$ 1,831,181

The accompanying notes are an integral part of these financial statements.

<u>Certificates of Obligation 2010</u>	<u>Public Assistance Grant</u>	<u>State Appropriated Fire Grant</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
\$ 3,065,991	\$ -	\$ 1,481,592	\$ 1,550,539	\$ 16,677,503
-	-	-	18,010	3,561,582
-	-	-	45,738	1,142,337
-	-	-	-	626,144
-	1,821,253	-	238,342	2,190,603
-	-	-	67,472	192,499
<u>\$ 3,065,991</u>	<u>\$ 1,821,253</u>	<u>\$ 1,481,592</u>	<u>\$ 1,920,101</u>	<u>\$ 24,390,668</u>
\$ 537,896	\$ 548,303	\$ 5,136	\$ 12,550	\$ 1,971,502
-	-	-	2,301	381,454
-	596,080	-	30,064	626,144
-	-	-	-	550
-	1,821,253	1,476,456	256,352	7,194,119
<u>537,896</u>	<u>2,965,636</u>	<u>1,481,592</u>	<u>301,267</u>	<u>10,173,769</u>
-	-	-	67,472	192,499
-	-	-	233	4,099,459
-	-	-	-	1,377,739
2,528,095	-	-	-	2,528,095
-	-	-	522,227	846,594
-	-	-	595,924	595,924
-	-	-	139,631	139,631
-	-	-	324,740	324,740
-	-	-	-	659,466
-	-	-	-	48,712
-	-	-	-	265,886
-	(1,144,383)	-	(31,393)	3,138,154
<u>2,528,095</u>	<u>(1,144,383)</u>	<u>-</u>	<u>1,618,834</u>	<u>14,216,899</u>
<u>\$ 3,065,991</u>	<u>\$ 1,821,253</u>	<u>\$ 1,481,592</u>	<u>\$ 1,920,101</u>	<u>\$ 24,390,668</u>

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BASTROP COUNTY, TEXES

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

SEPTEMBER 30, 2013

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total fund balances - governmental funds balance sheet	\$ 14,216,899
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	60,650,092
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	
Property taxes	3,006,540
Adjudicated fines	638,193
Grants	2,059,595
Long-term liabilities, including bonds payable and capital leases, are not due and payable in the current period and therefore are not reported in the funds.	
Bonds	(35,030,000)
Premium on bonds	(689,354)
Capital leases	(86,527)
Net OPEB obligation	(7,285,459)
Compensated absences	(576,773)
Costs of issuance for long-term debt	526,431
Interest payable on long-term debt	(271,947)
Net position of governmental activities - statement of net position	\$ <u>37,157,690</u>

The accompanying notes are an integral part of these financial statements.

BASTROP COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>
REVENUES			
Taxes:			
Property	\$ 17,606,599	\$ 4,871,102	4,355,648
Sales	3,084,389	-	-
Mixed beverage	103,915	-	-
Hotel occupancy	-	-	-
Licenses and permits	617,700	1,161,982	-
Intergovernmental	946,867	-	-
Charges for services	6,118,395	71,920	-
Fines and forfeitures	1,206,919	-	-
Investment earnings	15,404	24,661	19,298
Contributions	22,948	-	-
Other	127,840	182,175	-
Total revenues	<u>29,850,976</u>	<u>6,311,840</u>	<u>4,374,946</u>
EXPENDITURES			
Current:			
General government	11,524,639	-	-
Public safety	15,392,627	-	-
Health, sanitation and welfare	1,431,383	-	-
Road and bridge	-	5,484,938	-
Culture and recreation	155,902	-	-
Conservation and development	222,269	-	-
Debt service:			
Principal	180,457	-	2,870,000
Interest and other	19,884	-	1,491,792
Payment to refunding escrow agent	-	-	4,210,643
Capital outlay	236,333	151,959	-
Total expenditures	<u>29,163,494</u>	<u>5,636,897</u>	<u>8,572,435</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>687,482</u>	<u>674,943</u>	<u>(4,197,489)</u>
OTHER FINANCING SOURCES (USES)			
Refunding bonds issued	-	-	9,120,000
Premium on issuance of bonds	-	-	634,471
Transfers in	-	15,688	-
Transfers out	-	-	-
Sale of capital assets	22,802	-	-
Payment to refunding escrow agent	-	-	(5,399,468)
Total other financing sources and uses	<u>22,802</u>	<u>15,688</u>	<u>4,355,003</u>
NET CHANGE IN FUND BALANCES	710,284	690,631	157,514
FUND BALANCES, BEGINNING	<u>5,027,104</u>	<u>3,408,595</u>	<u>1,220,225</u>
FUND BALANCES, ENDING	<u>\$ 5,737,388</u>	<u>\$ 4,099,226</u>	<u>\$ 1,377,739</u>

The accompanying notes are an integral part of these financial statements.

<u>Certificates of Obligation 2010</u>	<u>Public Assistance Grant</u>	<u>State Appropriated Fire Grant</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 8,620	\$ 26,841,969
-	-	-	-	3,084,389
-	-	-	-	103,915
-	-	-	308,462	308,462
-	-	-	-	1,779,682
-	4,219,706	136,044	2,854,896	8,157,513
-	-	-	437,244	6,627,559
-	-	-	1,217	1,208,136
4,811	185	-	12,604	76,963
-	-	-	66,230	89,178
-	580	-	2,955	313,550
<u>4,811</u>	<u>4,220,471</u>	<u>136,044</u>	<u>3,692,228</u>	<u>48,591,316</u>
-	5,618,773	136,044	2,506,322	19,785,778
-	-	-	913,506	16,306,133
-	-	-	-	1,431,383
-	28,428	-	175	5,513,541
-	-	-	-	155,902
-	-	-	-	222,269
57,112	-	-	45,000	3,152,569
3,813	-	-	2,251	1,517,740
-	-	-	-	4,210,643
<u>2,339,524</u>	<u>14,335</u>	<u>-</u>	<u>14,572</u>	<u>2,756,723</u>
<u>2,400,449</u>	<u>5,661,536</u>	<u>136,044</u>	<u>3,481,826</u>	<u>55,052,681</u>
(2,395,638)	(1,441,065)	-	210,402	(6,461,365)
-	-	-	-	9,120,000
-	-	-	-	634,471
-	235,271	-	201,019	451,978
-	(201,019)	-	(250,959)	(451,978)
-	-	-	-	22,802
-	-	-	-	(5,399,468)
<u>-</u>	<u>34,252</u>	<u>-</u>	<u>(49,940)</u>	<u>4,377,805</u>
(2,395,638)	(1,406,813)	-	160,462	(2,083,560)
<u>4,923,733</u>	<u>262,430</u>	<u>-</u>	<u>1,458,372</u>	<u>16,300,459</u>
<u>\$ 2,528,095</u>	<u>\$(1,144,383)</u>	<u>\$ -</u>	<u>\$ 1,618,834</u>	<u>\$ 14,216,899</u>

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BASTROP COUNTY, TEXAS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2013

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds:	\$(2,083,560)
Governmental funds report capital outlays as expenditures. However, in the governmental activities statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Capital outlay	2,756,723
Depreciation	(3,177,173)
Governmental funds report proceeds from the sale of assets as revenue. However, in the governmental activities statement of activities, the cost of the assets disposed is offset against the proceeds to report gain or loss on the disposition of assets.	
	(215,854)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes	(230,375)
Adjudicated fines	(9,655)
Grants	(202,137)
The issuance of long-term debt (e.g., bonds, leases, tax notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt related items.	
Issuance of refunding bonds	(9,120,000)
Premium from issuance of refunding bonds	(634,471)
Payment to refunding escrow agent	9,610,111
Cost of issuing refunding bonds	138,945
Principal payments on long-term debt	3,152,569
Some expenses reported in the governmental activities statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Compensated absences	(132,236)
Amortization of long-term debt issuance costs	(47,067)
Amortization of premium on long-term debt	98,034
Interest on long-term debt	274,703
Net OPEB obligation	(1,258,731)
Change in net position of governmental activities	\$(<u>1,080,174</u>)

The accompanying notes are an integral part of these financial statements.

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BASTROP COUNTY, TEXAS

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

SEPTEMBER 30, 2013

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ <u>3,196,648</u>
Total assets	\$ <u>3,196,648</u>
LIABILITIES	
Due to others	\$ <u>3,196,648</u>
Total liabilities	\$ <u>3,196,648</u>

The accompanying notes are an integral part of these financial statements.

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BASTROP COUNTY, TEXAS

NOTES TO BASIC FINANCIAL STATEMENTS

SEPTEMBER 30, 2013

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to the accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in Governmental Accounting and Financial Reporting Standards. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

A. Reporting Entity

A financial reporting entity consists of the primary government and its component units. Component units are legally separate organizations for which the elected officials of the County are financially accountable, or the relationship to the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are in substance, part of the County's operations and so data from these units are combined with data of the County.

Bastrop County, Texas ("the County") was incorporated under the provisions of the State of Texas in 1836. The County operates as a County Judge/Commissioners' Court type of government as provided for by state statute. The County provides the following services to its citizens: public safety (law enforcement and detention, fire and ambulance), public transportation (highways and streets), sanitation, health and welfare (indigent health care), conservation and development and general administration services.

The Bastrop County Road District No. 3 was organized in 1986 for the improvement of road and infrastructure in a certain geographical area of the County, financed by Unlimited Tax Road Bonds to be paid by special assessment taxes in the area served. The Road District's Board of Directors consists of the Commissioners' Court of Bastrop County. The activity of the Road District is accounted for as a blended component unit of Bastrop County, Texas.

Complete financial statements for the individual component unit may be obtained at the Bastrop County Auditor's office.

B. Government-wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the County's nonfiduciary activities with most of the interfund activities removed. Governmental activities include programs supported primarily by taxes, fines and fees, grants and other intergovernmental revenues.

The Statement of Activities demonstrates how other people or entities that participate in programs the County operates have shared in the payment of the direct costs. The "charges for services" column includes payments made by parties that purchase, use, or directly benefit from goods or services provided by a given function or segment of the County. The "operating grants and contributions" column includes amounts paid by organizations outside the County to help meet the operational or capital requirements of a given function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental funds and fiduciary funds even though the latter are excluded from the government-wide financial statement. The County considers some governmental funds major and reports their financial condition and results of operations in a separate column. The combined amounts for nonmajor governmental funds are reflected in a single column in the fund balance sheet and statement of revenues, expenditures, and changes in fund balances. Detailed statements for nonmajor funds are presented within combining fund statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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. 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.

Property taxes, sales taxes, licenses and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports fiduciary funds in the form of agency funds. These funds account for monies held on behalf of other entities. Fiduciary fund financial statements include a Statement of Net Position. The County's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are accounted for on the accrual basis of accounting. Accordingly, all assets and liabilities are included on the Statement of Net Position. Because the assets are held in an agent capacity and are not available to support County programs, these funds are not included in the government-wide statements.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

The County has the following major governmental funds:

General Fund – Is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The General Fund fund balance is available for any purpose, provided it is expended or transferred in accordance with the legally adopted budget of the County.

Road and Bridge Fund – The County uses four separate road and bridge Special Revenue Funds to account for the road and bridge activities of each precinct of the County. The resources of this fund include restricted property taxes, motor vehicle registration revenue and other. For external reporting purposes, these four funds are combined into one Road and Bridge Fund which is then reported as a major fund in the financial statements.

Debt Service Fund – The County accounts for resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds in a Debt Service Interest and Sinking Fund.

Certificates of Obligation, Series 2010 Fund – The County issued Certificates of Obligation, Series 2010 during fiscal year 2010 to pay for planned capital projects. The received fund and related capital projects are accounted for in the Certificates of Obligation, Series 2010 Capital Projects Fund.

Public Assistance Grant Fund– This fund was established to track all revenue and expenditures relating to the debris removal and associated costs recovery due to the Bastrop Complex Wildfires. The resources of this fund are from a federal disaster grant-public assistance.

State Appropriated Fire Grant Fund – This fund was established to track all revenue and expenditures relating to recovery efforts, mitigation, restoration, and reforestation of the County as a result of the Bastrop County Complex Fires. The resources in this fund are State funds appropriated for disaster relief.

Additionally, the County reports the following fund types:

Agency Funds – The County accounts for resources held for others in a custodial capacity in Agency Funds.

D. Assets, Liabilities and Net Position or Equity

Deposits and Investments

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt instruments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to 90 days.

Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to" or "due from" other funds. Interfund activity reflected in "due to" or "due from" other funds is eliminated in the government-wide statements.

Property taxes are levied based on taxable value at the prior January 1 and become due on October 1 of the year in which assessed. Taxes are due and payable, without penalty or interest, from October 1 of the year in which levied until January 31 of the following year. Accordingly, receivables and revenues for property taxes are reflected in the government-wide statements based on the full accrual method of accounting. Property tax receivables for the prior year's levy are shown net of an allowance for uncollectible amounts.

The appraisal of property within the County is the responsibility of the countywide Bastrop Central Appraisal District. The Appraisal District is required under the Property Tax Code to assess all property within the Appraisal District on the basis of 100 percent of its appraised value and is prohibited from applying any assessment ratios. The value of property within the Appraisal District must be reviewed at least every five years. The County may challenge appraised values established by the Appraisal District through various appeals and, if necessary, legal action. Under this legislation, the County continues to set tax rates on County property.

However, if the effective tax rate, excluding tax rates for bonds and other contractual obligations and adjusted for new improvements, exceeds the rate for the previous year by more than 8 percent, qualified voters of the County may petition for an election to determine whether to limit the tax rate to no more than 8 percent above the tax rate of the previous year.

Due from other governments include amounts due from grantor agencies for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by court action and billable services for certain contracts. Receivables are shown net of an allowance for uncollectibles.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Capital assets include land, infrastructure, buildings, machinery and equipment and construction in progress are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
Infrastructure	40
Buildings and improvements	39
Machinery and equipment	3 - 30

Long-term Liabilities

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

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

Compensated Absences

The County allows all full-time regular employees to accrue eight (8) hours sick leave per month. All part-time regular employees to accrue four (4) hours sick leave per month. Upon retirement or termination, employees are paid for accrued sick leave based on the table below. All employees are allowed to accumulate unused vacation time. See the charts below for detailed information. Upon retirement or termination, the employee is paid for accumulated, unpaid vacation at their then current rate of pay. All vacation and sick pay benefits are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee retirement or termination.

Up to five (5) years	Not eligible for payout
Five (5) years up to ten (10) years	Eligible for forty-five (45) hours pay
Ten (10) years up to fifteen (15) years	Eligible for ninety (90) hours payout
Fifteen (15) years up to twenty (20) years	Eligible for one-hundred thirty-five (135) hours payout
Twenty (20) years or greater	Eligible for one-hundred eighty (180) hours payout

Full-time Employee Vacation Leave Accrual Table

<u>Years of Service</u>	<u>Hours Per Month</u>	<u>Maximum Accrual</u>
0 - 3 Years	7 Hours	126 Hours
+3 - 5 Years	8 Hours	144 Hours
+5 - 8 Years	9 Hours	162 Hours
8+ Years	10 Hours	180 Hours

Part-time Employee Vacation Leave Accrual Table

<u>Years of Service</u>	<u>Hours Per Month</u>	<u>Maximum Accrual</u>
0 - 3 Years	3.5 Hours	63 Hours
+3 - 5 Years	4.0 Hours	72 Hours
+5 - 8 Years	4.5 Hours	81 Hours
8+ Years	5.0 Hours	90 Hours

Fund Balance

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- **Unassigned:** This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

When an expenditure is incurred for purposes 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.

Deficit Fund Equity

At September 30, 2013, the public assistance grant fund, a major fund, and the complex fire grant, a nonmajor governmental fund, have a deficit fund balance of \$1,144,383 and \$30,898, respectively. The reason for a deficit fund balance is primarily the result of the deferral of earned, but unavailable resources. These deficit fund balances will be eliminated as resources are available from State and Federal grants.

Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual amounts could differ from those estimates.

II. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Legal and Contractual Provisions Governing Deposits and Investments

The funds of the County must be deposited and invested under the terms of a contract, contents of which are set out in the Depository Contract Law. 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.

The Public Funds Investment Act (government Code Chapter 2256) contains specific provisions in the areas of investment management reports and establishment for appropriate policies. Among other things, it requires the County to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity; (2) portfolio diversification; (3) allowable investments; (4) acceptable risk levels; (5) expected rates of return; (6) maximum allowable stated maturity of portfolio investments; (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio; (8) investment staff quality and capabilities; and (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the County to invest in (1) obligations of 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) and common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in substantial compliance with the requirements of the Act and with local policies.

The County's investments at September 30, 2013, were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Days)</u>
TexPool	\$ 11,386,358	60
Texas Term	1,258,337	56.9
Texas Class	<u>1,143,618</u>	34
Total	<u>\$ 13,788,313</u>	

Local government investment pools operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Local government investment pools use amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in these pools is the same as the value of the shares in each pool.

The State Comptroller of Public Accounts exercises oversight responsibility over TexPool, the Texas Local Government Investment Pool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure. There is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To minimize credit risk, TexPool's investment policy allows the portfolio's investment manager to only invest in obligations of the U. S. Government, its agencies; repurchase agreements; and no-load AAAM money market mutual funds registered with the SEC. TexPool is rated AAAM by Standard & Poor's. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's, as well as the office of the Comptroller of Public Accounts for review. TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares.

The TexasTERM Local Government Investment Pool was organized under a common investment contract on September 18, 2000. An elected Advisory Board is responsible for the overall management of the Pool, including formation and implementation of its investment and operating policies. The Pool is a non-taxable investment fund established for local governments in Texas under the provisions of the Texas Interlocal Cooperation Act. The Pool offers two investment portfolios including TexasTERM and TexasDAILY. TexasTERM portfolio and TexasDAILY portfolio are rated AAAM and AAAM, respectively by Standard & Poor's and are overseen by the TexasTERM and Advisory Board. Texas TERM uses amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in the Pool is the same as the value of the Pool shares.

The Texas Cooperative Liquid Assets Securities System Trust (Texas CLASS) was created as an investment pool for its participants pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code. The County participates in this external investment pool for state and local governments to maintain the liquidity of its funds and to maximize yield in accordance with Public Funds Investment Act (the “Act”), Section 2256.01, et seq., Texas Government Code. The Texas CLASS Trust Agreement is an agreement of indefinite term regarding the investment, reinvestment and withdrawal of local government funds. The parties to the Trust Agreement are Texas local government entities that choose to participate, Cutwater Investor Services Corp. as Program Administrator, and Wells Fargo Bank Texas, NA as Custodian. The Board of Trustees has appointed an Advisory Board composed of participants and other persons who do not have a business relationship with the Trust and are qualified to advise the Trust. The Advisory Board provides advice to the Board of Trustees and the Program Administrator about the investment policy and investment strategy of the trust and about other matters as requested by the Board of Trustees and the Program Administrator. Texas CLASS’s investment credit quality rating was AAAM by Standard & Poor’s. Texas CLASS uses amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in the Pool is the same as the value of the Pool shares.

Policies Governing Deposits and Investments

In compliance with the Public Funds Investment Act, the County has adopted a deposit and investment policy. That policy addresses the following risks:

Custodial Credit Risk: Deposits: This is the risk that in the event of bank failure, the County’s deposits may not be returned to it. The County was not exposed to custodial credit risk since its deposits at year-end and during the year ended September 30, 2013, was covered by depository insurance or by pledged collateral held by the County’s agent bank in the County’s name.

Custodial Credit Risk: Investments: This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments are subject to custodial credit risk only if they are evidenced by securities that exist in physical or book entry form; therefore, positions in external investment pools are not subject to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.

B. Receivables

Receivables at year-end for the government's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>	<u>Other Governmental</u>	<u>Total</u>
Taxes	\$ 2,581,243	\$ 587,292	\$ 476,461	\$ 18,567	\$ 3,663,563
Court fines	2,552,771	-	-	-	2,552,771
Intergovernmental	-	-	-	5,500	5,500
Miscellaneous	393,935	55,476	-	40,238	489,649
	<u>5,527,949</u>	<u>642,768</u>	<u>476,461</u>	<u>64,305</u>	<u>6,711,483</u>
Less: allowance for uncollectibles	(1,975,364)	(17,619)	(14,024)	(557)	(2,007,564)
	<u>(1,975,364)</u>	<u>(17,619)</u>	<u>(14,024)</u>	<u>(557)</u>	<u>(2,007,564)</u>
Total	<u>\$ 3,552,585</u>	<u>\$ 625,149</u>	<u>\$ 462,437</u>	<u>\$ 63,748</u>	<u>\$ 4,703,919</u>

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
General fund		
Delinquent property taxes	\$ 1,965,415	\$ -
Court fines	638,193	-
Grants	-	13,335
Total general fund	<u>2,603,608</u>	<u>13,335</u>
Road and bridge		
Delinquent property taxes	569,673	-
Total road and bridge fund	<u>569,673</u>	<u>-</u>
Debt service fund		
Delinquent property taxes	453,442	-
Total debt fund	<u>453,442</u>	<u>-</u>
Public assistance grant fund		
Grants	1,821,253	-
Total public assistance grant fund	<u>1,821,253</u>	<u>-</u>
State appropriated fire grant fund		
Grants	-	1,476,456
Total state appropriated fire grant fund	<u>-</u>	<u>1,476,456</u>
Other governmental funds		
Delinquent property taxes	18,010	-
Grants	238,342	-
Total other governmental funds	<u>256,352</u>	<u>-</u>
Total governmental funds	<u>\$ 5,704,328</u>	<u>\$ 1,489,791</u>

C. Interfund Balances and Activity

The composition of interfund balances as of September 30, 2013, was as follows:

<u>Due to</u>	<u>Due from</u>	<u>Totals</u>
General	Public assistance grant	\$ 596,080
General	Other governmental	<u>30,064</u>
	Totals	<u>\$ 626,144</u>

The interfund balance between the General Fund and Public Assistance Grant Fund was a result from the delay of payment from the granting agency. The interfund balance between the General Fund and the other governmental funds resulted from the time lag between the dates that payments between funds were made.

Interfund activity for the year ended September 30, 2013, was as follows:

	<u>Transfer to</u>			<u>Totals</u>
	<u>Road and Bridge</u>	<u>Public Assistance Grant</u>	<u>Other Governmental</u>	
Transfer from:				
Public Assistance Grant	\$ 15,688	\$ 185,331	\$ -	\$ 201,019
Complex Fire Grant	<u>-</u>	<u>49,940</u>	<u>201,019</u>	<u>250,959</u>
Totals	<u>\$ 15,688</u>	<u>\$ 235,271</u>	<u>\$ 201,019</u>	<u>\$ 451,978</u>

The County transferred funds restricted for management and cleanup of the Bastrop Complex Fire to fund expenditures for that purpose.

D. Capital Assets

Capital asset activity for the year ended September 30, 2013, was as follows:

	Beginning Balance	Increases	Transfers/ Retirements	Adjustment	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 4,925,256	\$ -	\$ -	\$ -	\$ 4,925,256
Construction in progress	<u>3,414,928</u>	<u>2,265,981</u>	<u>-</u>	<u>-</u>	<u>5,680,909</u>
Total assets not being depreciated	<u>8,340,184</u>	<u>2,265,981</u>	<u>-</u>	<u>-</u>	<u>10,606,165</u>
Capital assets, being depreciated:					
Infrastructure	39,798,991	6,025	-	-	39,805,016
Buildings and improvements	34,675,820	19,811	-	15,195	34,710,826
Machinery and equipment	<u>17,420,704</u>	<u>464,906</u>	<u>(1,273,254)</u>	<u>1,399,367</u>	<u>18,011,723</u>
Total capital assets being depreciated	<u>91,895,515</u>	<u>490,742</u>	<u>(1,273,254)</u>	<u>1,414,562</u>	<u>92,527,565</u>
Less accumulated depreciation:					
Infrastructure	(17,211,442)	(942,468)	-	-	(18,153,910)
Buildings and improvements	(10,757,268)	(809,845)	-	(5,295)	(11,572,408)
Machinery and equipment	<u>(11,451,381)</u>	<u>(1,424,860)</u>	<u>1,057,400</u>	<u>(938,479)</u>	<u>(12,757,320)</u>
Total accumulated depreciation	<u>(39,420,091)</u>	<u>(3,177,173)</u>	<u>1,057,400</u>	<u>(943,774)</u>	<u>(42,483,638)</u>
Total capital assets being depreciated, net	<u>52,475,424</u>	<u>(2,686,431)</u>	<u>(215,854)</u>	<u>470,788</u>	<u>50,043,927</u>
Governmental activities capital assets, net	<u>\$ 60,815,608</u>	<u>\$ (420,450)</u>	<u>\$ (215,854)</u>	<u>\$ 470,788</u>	<u>\$ 60,650,092</u>

Depreciation expense was charged to functions of the County as follows:

Governmental activities:	
General government	\$ 388,981
Public safety	1,005,164
Health, sanitation and welfare	6,055
Road and bridge	1,736,064
Culture and recreation	24,878
Conservation and development	<u>16,031</u>
 Total depreciation expense - governmental activities	 <u>\$ 3,177,173</u>

E. Long-term Debt

The County issues bonds and capital leases to provide funds for the acquisition and construction of major capital facilities. Bonds and capital leases payable as of September 30, 2013, were as follows:

Issue Description	Original Balance	Interest Rate	Issue and Maturity Date	Outstanding Balance
Bonds:				
2005 Combination Tax and Revenue Certificates of Obligation	\$ 9,500,000	4.00-4.5%	2008-2025	\$ 1,970,000
2006 Combination Tax and Revenue Certificates of Obligation	9,500,000	4.00-4.75%	2007-2024	5,830,000
2009 Limited Tax Refunding Bonds	3,830,000	2.00-4.00%	2010-2019	2,520,000
2010 Combination Tax and Revenue	10,810,000	2.00-3.25%	2011-2030	9,665,000
2012 Limited Tax Refunding	6,425,000	2.00-3.00%	2012-2023	5,925,000
2013 Limited Tax Refunding	9,120,000	2.00-3.00%	2013-2025	9,120,000
Total bonds payable				<u>\$ 35,030,000</u>
Capital lease:				
Key Government Finance lease	245,302	3.46%	2012-2014	\$ 86,527
Total capital lease				<u>\$ 86,527</u>

Annual debt service requirements to maturity for bonds are as follows:

Year Ending September 30,	Principal	Interest	Total
2014	\$ 3,000,000	\$ 1,123,147	\$ 4,123,147
2015	3,090,000	1,038,293	4,128,293
2016	2,500,000	941,443	3,441,443
2017	2,605,000	868,774	3,473,774
2018	2,715,000	787,724	3,502,724
2019-2023	13,185,000	2,772,476	15,957,476
2024-2028	6,430,000	905,224	7,335,224
2029-2030	1,505,000	92,925	1,597,925
Total	<u>\$ 35,030,000</u>	<u>\$ 8,530,006</u>	<u>\$ 43,560,006</u>

Debt service requirements for the capital leases payable are as follows:

For the Year Ending September 30,	Governmental Activities
2014	\$ 89,368
Total minimum lease payments	89,368
Less: amount of representing interest	(2,841)
Present value of minimum lease payments	<u>\$ 86,527</u>

Long-term activity for the year ended September 30, 2013, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
Governmental activities:					
Bonds	\$ 38,000,000	\$ 9,120,000	\$ 12,090,000	\$ 35,030,000	\$ 3,000,000
Premium on bonds	588,028	634,471	98,034	1,124,465	98,034
Deferred loss on refunding	-	(435,111)	-	(435,111)	(36,259)
Capital leases	324,096	-	237,569	86,527	86,527
Compensated absences	444,537	838,278	706,042	576,773	144,193
OPEB obligation	<u>6,026,728</u>	<u>1,591,698</u>	<u>332,967</u>	<u>7,285,459</u>	<u>-</u>
Total long-term debt	<u>\$ 45,383,389</u>	<u>\$ 11,749,336</u>	<u>\$ 13,464,612</u>	<u>\$ 43,668,113</u>	<u>\$ 3,292,495</u>

Compensated absences and OPEB obligation are typically funded with the General and Road and Bridge Funds.

Defeasance of Debt

As of September 30, 2013, outstanding balances of bond issues that have been refunded and defeased in-substance by placing existing assets and the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments are the 2005 Combination Tax and Revenue Certificate of Obligation for the amount of \$5,155,000

Current and Advance Refunding of Debt

The County issued \$9,120,000 of limited tax refunding bonds. The proceeds were used to refund \$4,020,000 of outstanding Series 2003 certificates of obligations and \$5,155,000 of outstanding Series 2005 certificates of obligations which had interest rates ranging from 3.1% to 4.5%. The net proceeds were deposited in an irrevocable trust with an escrow agent to provide funds for the current and advance refunding of bonds. The reacquisition price exceeded the net carrying amount of the old debt by \$435,111. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is shorter than the life of the new debt issued. This refunding was undertaken to decrease total debt service payments over 12 years by \$1,221,201 and resulted in an economic gain of \$1,108,556.

III. OTHER INFORMATION

A. Retirement Plan

The County provides pension, 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”). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 641 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 or online at www.tcdrs.org.

The plan provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS (the "TCDRS Act"). Members can retire at ages 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years, 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 the County.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the County within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Funding Policy

The County has elected the annually determined contribution rate ("ADCR") plan provision of the TCDRS Act. The Plan is funded by monthly contributions from both employee members and the County based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the County is actuarially determined annually. The County's contribution is based on the actuarially determined rate of 9.68% for the months of the accounting year in 2013 and 9.17% for the months of the accounting year in 2012.

The contribution rate payable by the employee members for calendar years 2013 and 2012 is the rate of 7%, as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 2011 and December 31, 2012, the basis for determining the contribution rates for calendar years 2012 and 2013. The December 31, 2012 actuarial valuation is the most recent valuation.

Actuarial Valuation Information

Actuarial Valuation Date	12/31/10	12/31/11	12/31/12
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Amortization period	20	20	20
Asset valuation method	SAF: 10-yr smoothed value ESF: Fund Value	SAF: 10-yr smoothed value ESF: Fund Value	SAF: 10-yr smoothed value ESF: Fund Value
Actuarial Assumptions:			
Investment return	8.00%	8.00%	8.00%
Projected salary increases	5.4%	5.4%	5.4%
Inflation	3.5%	3.5%	3.5%
Cost-of-living adjustments	0.0%	0.0%	0.0%

Trend Information for the Retirement Plan for the Employees of Bastrop County

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/11	\$ 1,751,537	100%	\$ -
09/30/12	1,557,447	100%	-
09/30/13	1,599,775	100%	-

Funded Status and Funding Progress

The funded status as of December 31, 2012, the most recent actuarial valuation completed, is presented as follows:

Year	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (1) (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2012	\$ 45,035,827	\$ 51,935,763	\$ 6,899,936	86.71%	\$ 18,688,809	36.92%

¹The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

B. Other Post Employment Benefits

Plan Description

The County sponsors a Retiree Health Insurance Benefits Plan (the “Plan”). The Plan provides these other post-employment benefits (“OPEB”) for eligible employees through a single-employer defined benefit plan. Employees who meet the following criteria will qualify for health insurance benefits on County-sponsored plans, as described below. The County will pay premiums for the retiree only; any dependent premiums shall be paid by the retiree. Qualifying retirees (and dependents, if applicable) will be required to switch to the County-sponsored post-Medicare health insurance plan when they reach Medicare eligibility; in addition, they may be required to enroll in specific Medicare plans (such as Parts A and B) in order to participate.

Eligibility:

In order to be eligible for health insurance benefits, an employee must:

- Be eligible for retirement under TCDRS (see Note G – Employee Retirement System);
- Have served at least 8 continuous years as a regular, non-temporary employee of Bastrop County;
- Elect to participate in the insurance benefit within 30 days of retirement; and
- Begin drawing their TCDRS retirement annuity immediately after retiring from Bastrop County.

Retiree health insurance benefits are based on a retiree’s hire date, retirement date, and/or years of service at Bastrop County, as follows:

- Retirees who were already retired as of August 8, 2010, or employees who were retirement eligible and retire on or before September 30, 2011, shall have group health and dental benefits paid 100% by Bastrop County.
- The benefit schedule shown in “Plan A” below applies to Bastrop County employees who:
 1. Were actively employed in a regular, non-temporary position as of September 30, 2010; and
 2. Did not retire on or before September 30, 2011.

Plan A

Years of Service* at Retirement	% of Premium Paid by County	
	Pre-Medicare	Post-Medicare
less than 8	0%	0%
8 to < 12	50%	50%
12 to < 16	60%	60%
16 to < 20	70%	70%
20 to < 24	80%	80%
over 24	100%	100%

* Years of Service at Bastrop County – employees must have a minimum of 8 continuous years to qualify for retiree health benefits.

Plan B

Years of Service* at Retirement	% of Premium Paid by County	
	Pre-Medicare	Post-Medicare
less than 8	0	0%
8 to < 12	0	0%
12 to < 16	0	0%
16 to < 20	50%	0%
20 to < 24	75%	0%
over 24	100%	0%

* Years of Service at Bastrop County – employees must have a minimum of 8 continuous years to qualify for retiree health benefits.

Other Provisions

At the time of retirement, any optional insurance offered to retirees (such as Dental and Life) may be selected. Premiums will be paid by the retiree. Optional insurance is only offered at the time of retirement.

Retiree's dependents may be enrolled in the County-sponsored Health Insurance Plan, subject to the following provisions and policies:

- The spouse/dependent must have been enrolled in a County health insurance plan since the retiree's effective date of retirement, at a minimum;
- Medicare eligibility must be age-based in order to enroll in the Medicare Supplement Plan – being eligible for Medicare under other provisions, such as disability, does not qualify per TAC policy, and;
- All dependent coverage premiums are paid by the retiree.

Retirees and their dependent(s), if applicable, may remain on the Group Health Plan (GHP) until they are Medicare-eligible, at which time they will be transferred to the Medicare Supplement Plan (MSP). If a retiree's covered dependents(s) is/(are) not Medicare-eligible as of the date the retiree becomes Medicare-eligible, such dependent(s) will be allowed to remain on the GHP until he/she becomes Medicare-eligible.

A retiree’s spouse may enroll in the MSP (as long as the retiree is covered on a County health plan), when the spouse becomes Medicare-eligible (age based). Premiums for health coverage are based on age, and prescription drug coverage is based on the federal amount charged for Medicare Part-D. Existing coverage for a retiree’s spouse may be continued, at his/her expense, when the retiree dies.

Funding Policy

The Commissioners’ Court, as the governing body of the County, approves Other Postemployment Benefits (“OPEB”) on a year-to-year basis during the annual budget process and has not created a constitutionally valid obligation for OPEB beyond fiscal year 2012. While retirees have statutory authority to purchase continuing health care on the County employee health care plan, the County is under no legal obligation to pay or otherwise subsidize retiree premiums. To be eligible for this benefit in years where the benefit is provided one must be a County retiree.

Annual OPEB Cost

The County’s annual other post-employment benefits (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of accrual that is projected to recognize the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The annual OPEB cost for the three most recent fiscal years is as follows:

	<u>2011</u>	<u>2012</u>	<u>2013</u>
Annual required contribution	\$ 1,786,104	\$ 1,839,687	\$ 1,571,762
Interest on OPEB obligation	144,728	207,856	271,203
Adjustment to ARC	<u>(134,089)</u>	<u>(192,576)</u>	<u>(251,267)</u>
Annual OPEB cost (expense) end of year	1,796,743	1,854,967	1,591,698
Employer contributions	<u>(393,904)</u>	<u>(447,263)</u>	<u>(332,967)</u>
Increase in net OPEB obligation	1,402,839	1,407,704	1,258,731
Net OPEB obligation - as of beginning of year	<u>3,216,185</u>	<u>4,619,024</u>	<u>6,026,728</u>
Net OPEB obligation - as of end of year	<u>\$ 4,619,024</u>	<u>\$ 6,026,728</u>	<u>\$ 7,285,459</u>
Percentage of OPEB cost contributed	21.9%	24.1%	20.9%

**Schedule of Funding Progress for the Retirement Plan
For the Employees of Bastrop County**

The funding status of the County’s retiree health care plan as of December 31, 2012, the most recent actuarial valuation completed, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded/ (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/2012	\$ -	\$ 14,127,185	\$ 14,127,185	- %	\$ 18,688,809	75.59%

Actuarial Methods and Assumptions

The Projected Unit Credit actuarial cost method is used to calculate the GASB ARC for the County’s retiree health care plan. Using the plan benefits, the present health premiums and a set of actuarial assumptions, the anticipated future payments are projected. The projected unit credit method then provides for a systematic recognition of the cost of these anticipated payments. The yearly ARC is computed to cover the cost of benefits being earned by covered members as well as to amortize a portion of the unfunded accrued liability.

Projections of health benefits are based on the plan as understood by the County and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the County and its employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial Methods and Assumptions

Inflation rate	3.00% per annum
Investment rate of return	4.50%, net of expenses
Actuarial cost method	Projected Unit Credit Cost Method
Amortization method	Level as a percentage of employee payroll
Amortization period	30-year open amortization
Salary growth	3.00% per annum
Health care cost trend rate	Initial rate of 7.5% declining to an ultimate rate of 4.50% after 12 years

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status and the annual required contributions of the County’s retiree health care plan are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

C. Post Employment Group Term Life Insurance Plan

Plan Description

The County participates in a cost-sharing multiple-employer defined-benefit group-term life insurance plan operated by the Texas County and District Retirement System (TCDRS). This plan is referred to as the Group Term Life Fund (GTLF). This optional plan provides group term life insurance coverage to current eligible employees and, if elected by employers, to retired employees. The coverage provided to retired employees is a postemployment benefit other than pension benefits (OPEB). Retired employees are insured for \$5,000.

The GTLF is a separate trust administered by the TCERS board of trustees. TCERS issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for the GTLF. This report is available at www.tcdrs.org. TCERS' CAFR may also be obtained by writing to the Texas County and District Retirement System, P. O. Box 2034, Austin, Texas 78768-2034.

Funding Policy

Each participating employer contributes to the GTLF at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is determined using the unit credit method for providing one-year term life insurance. The County's contributions to the GTLF for the years ended September 30, 2013, 2012, and 2011 were \$47,410, \$53,997, and \$53,407, respectively, which equaled the contractually required contributions each year.

D. Contingencies

The County has contingent liabilities with respect to pending claims and litigation that, in the opinion of the County, are not material and the possibility of an unfavorable outcome is remote. The ultimate effect, if any, that such litigation may have on the future financial position of the County, is not presently determinable.

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. A contingent liability was not established because potential reimbursements are considered immaterial.

E. Commitments

Road and Bridge

During the current year, the County committed \$315,000 of Road and Bridge Precinct 4 fund balance for a road project within the Elgin Reinvestment Zone Number One, City of Elgin, Texas.

Bastrop County Wildfires

The wildfires that occurred in Bastrop County in September 2011 were devastating. Over 34,000 acres of woodland burned in the Lost Pines area of the County. Seventy-five percent of that acreage is privately owned with the remainder being in Bastrop State Park and public rights-of-way. 1,702 structures were destroyed by the fire, making it the most destructive single wildfire in Texas history. After being largely contained in late September, the fire was finally declared controlled in October 2011. The financial long term impact on the County will be managed by Bastrop County's management team and has not been determined at this time. This collaborated effort by the County and other governmental agencies will be an ongoing process over the next several years.

G. Risk Management

The County is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets; and omissions; and natural disasters for which it carries commercial insurance. The County uses various commercial carriers to insure against these risks. Settled claims did not exceed the coverage for any of the past three fiscal years.

H. Prior Period Adjustment

During the current year management determined that certain capital assets were expensed and not capitalized in prior years. Therefore, beginning governmental activities net position was restated by \$470,788.

I. Subsequent Event

On October 11, 2013, the County received \$2,785,500 from the Office of the Governor to use for the purpose of wildfire recovery.

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**REQUIRED
SUPPLEMENTARY INFORMATION**

BASTROP COUNTY, TEXAS

SCHEDULE OF FUNDING PROGRESS FOR EMPLOYEE RETIREMENT SYSTEM FOR THE YEAR ENDED SEPTEMBER 30, 2013

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/10	\$ 40,429,581	\$ 45,942,509	\$ 5,512,928	88.00%	\$ 19,074,031	28.90%
12/31/11	42,540,067	49,023,873	6,483,806	86.77%	19,284,627	33.62%
12/31/12	45,035,827	51,935,763	6,899,936	86.71%	18,688,809	36.92%

BASTROP COUNTY, TEXAS

SCHEDULE OF FUNDING PROGRESS FOR OTHER POSTEMPLOYMENT BENEFITS FOR THE YEAR ENDED SEPTEMBER 30, 2013

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/08	\$ -	\$ 14,907,155	\$ 14,907,155	- %	\$ 16,389,600	90.95%
12/31/10	-	13,837,752	13,837,752	- %	19,074,031	72.55%
12/31/12	-	14,127,185	14,127,185	- %	18,688,809	75.59%

BASTROP COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Property	\$ 17,425,000	\$ 17,595,000	\$ 17,606,599	\$ 11,599
Sales	2,675,000	2,675,000	3,084,389	409,389
Mixed beverage	90,000	90,000	103,915	13,915
Licenses and permits	540,200	540,200	617,700	77,500
Intergovernmental	967,219	1,006,219	946,867	(59,352)
Charges for services	6,142,418	6,229,418	6,118,395	(111,023)
Fines and forfeitures	1,119,000	1,119,000	1,206,919	87,919
Investment earnings	29,500	29,500	15,404	(14,096)
Contributions	8,000	8,000	22,948	14,948
Other	217,000	287,000	127,840	(159,160)
Total revenues	<u>29,213,337</u>	<u>29,579,337</u>	<u>29,850,976</u>	<u>271,639</u>
EXPENDITURES				
Current:				
General government	11,761,633	12,143,633	11,524,639	618,994
Public safety	15,518,781	15,501,781	15,392,627	109,154
Health, sanitation, and welfare	1,482,208	1,483,208	1,431,383	51,825
Culture and recreation	168,759	168,759	155,902	12,857
Conservation and development	215,556	215,556	222,269	(6,713)
Debt service:				
Principal	-	-	180,457	(180,457)
Interest and other	-	-	19,884	(19,884)
Capital outlay	146,802	146,802	236,333	(89,531)
Total expenditures	<u>29,293,739</u>	<u>29,659,739</u>	<u>29,163,494</u>	<u>496,245</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>(80,402)</u>	<u>(80,402)</u>	<u>687,482</u>	<u>767,884</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of assets	-	-	22,802	22,802
Total other financing sources (uses)	-	-	22,802	22,802
NET CHANGE IN FUND BALANCES	(80,402)	(80,402)	710,284	790,686
FUND BALANCES, BEGINNING	<u>5,027,104</u>	<u>5,027,104</u>	<u>5,027,104</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 4,946,702</u>	<u>\$ 4,946,702</u>	<u>\$ 5,737,388</u>	<u>\$ 790,686</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

ROAD AND BRIDGE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ 4,757,800	\$ 4,757,800	\$ 4,871,102	\$ 113,302
Licenses and permits	1,120,000	1,120,000	1,161,982	41,982
Charges for services	189,000	189,000	71,920	(117,080)
Investment earnings	24,000	24,000	24,661	661
Other	21,500	436,500	182,175	(254,325)
Total revenues	6,112,300	6,527,300	6,311,840	(215,460)
EXPENDITURES				
Current:				
Road and bridge	5,992,300	6,407,300	5,484,938	922,362
Capital outlay	120,000	120,000	151,959	(31,959)
Total expenditures	6,112,300	6,527,300	5,636,897	890,403
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	674,943	674,943
OTHER FINANCING SOURCES (USES)				
Transfers In	-	315,000	15,688	299,312
Total other financing sources (uses)	-	315,000	15,688	299,312
NET CHANGE IN FUND BALANCES	-	315,000	690,631	674,943
FUND BALANCES, BEGINNING	3,408,595	3,408,595	3,408,595	-
FUND BALANCES, ENDING	\$ 3,408,595	\$ 3,723,595	\$ 4,099,226	\$ 674,943

BASTROP COUNTY, TEXAS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2013

1. BUDGETARY INFORMATION

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- The County Judge, as budget officer, with the assistance of the County Auditor, prepares a budget to cover all proposed expenditures for the succeeding year and delivers the proposed budget, including the general revenue sharing budget, to Commissioners' Court, which makes any necessary modifications.
- The Commissioners' Court holds budget sessions with each department head.
- The Commissioners' Court holds budget hearings for the public.
- The Commissioners' Court formally adopts the budget in an open court meeting.
- The adopted budget becomes the authorization for all legal expenditures for the County for the fiscal year. Appropriations lapse at the end of the fiscal year.

The formally adopted budget may be legally amended by commissioners in accordance with Article 689A-11 or 689A-20 of Vernon's Annotate Civil Statutes.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the Fire Management Assistance Grant, Public Assistance Grant, State Appropriated Fire Grant, Inmate Commissary, and Sheriff's Forfeiture Funds.

An appropriations resolution (the appropriated budget) to control the level of expenditures must be legally enacted on or about September 1. The County maintains its legal level of budgetary control at the function level. Amendments to the 2013 budget were approved by the Commissioners' Court as provided by law.

Unencumbered appropriations lapse at year-end and revert to the respective funds from which they were originally appropriated, thus becoming available for future appropriation.

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended September 30, 2013, expenditures exceeded appropriations in the following functions:

General fund:	
Conservation and development	\$ 6,713
Debt service	200,341
Capital outlay	89,531
Road and bridge funds:	
Capital outlay	31,959

These over expenditures were funded by expenditures in other functions being under budget.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Fire Management Assistance Grant Fund – This fund was established to track all expenditures relating to the suppression of the Bastrop Complex Wildfires. These funds are restricted for this purpose only.

Public Assistance Grant Fund - This fund was established to track all revenue and expenditures relating to the debris removal and associated costs recovery due to the Bastrop Complex Wildfires. These funds are restricted for this purpose only.

Complex Fire Grant Fund – This fund was established to track revenue and expenditures relating to recovery efforts, mitigation, restoration, and reforestation of the County as a result of the Bastrop County Complex Fires. These funds are restricted for this purpose only.

State-Appropriated Fire Fund – This fund was established to track revenue and expenditures relating to recovery efforts, mitigation, restoration, and reforestation of the county as a result of the Bastrop County Complex Fires. These state-issued grant funds are restricted for this purpose only.

Stony Point Grant Fund – This fund was established to track revenue and expenditures relating to development of sewer service for the Stony Point subdivision. These funds are restricted for this purpose only.

Hotel Occupancy Tax Fund– This fund is used to account for revenues and expenditures relating to tourism marketing for Bastrop County. Revenue is derived from a tax collected from hotels, motels, and other short-term rental properties. These funds are restricted for this purpose only.

Elgin TIRZ – This fund is used to account for expenditures incurred in the development of the Tax Increment Financing project in Elgin.

Mediation Services Fund – This fund is used to account for revenues and expenditures relating to the establishment of Dispute Resolution Services. Revenue is derived from a charge that is assessed on civil cases filed in County and District Court.

District Attorney Hot Check Fund – This fund is used to account for revenues and expenditures relating to the fee collected for hot checks pursuant to Texas Code of Criminal Procedures Article 102.007. The expenditure of these funds is at the sole discretion of the District Attorney.

District Attorney Special Fund – This fund is used to account for the State Prosecutor Apportionment allocation funds paid through the District Courts.

Road District #3 Fund – This fund was established for the improvement of roads and infrastructure in the Stony Point subdivision. This obligation for the debt was paid off in fiscal year 2012-13.

Houston Toad Fund – This fund is used to account for revenues and expenditures that are restricted to the preservation of the Houston Toad.

Law Library Fund - This fund is used to account for revenues and expenditures relating to the establishment and maintenance of a law library. Revenue is derived from a charge that is assessed on civil cases filed in County and District Court.

District Attorney Law Enforcement Fund – This fund is used to account for money and property forfeited to the District Attorney’s office under Chapter 59 of the *Texas Code of Criminal Procedure*.

Elections Administration Fund – This fund is used to account for surplus from election service contracts. The expenditure of these funds is governed by the Texas Election Code 31.003.

Inmate Commissary Fund – This fund is used to account for jail commissary profits.

Sheriff’s Forfeiture Fund – This fund accounts for revenues and expenditures for state and federal forfeiture funds. These funds are governed by state and federal forfeiture laws.

CAPITAL PROJECTS FUND

The ***Certificates of Obligation 2010 Fund*** - is used to account for planned capital projects inclusive of upgrades in technology.

BASTROP COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013

	Special Revenue Funds		
	Fire Management Assistance Grant	Complex Fire Grant	Stony Point Grant
ASSETS			
Cash and cash equivalents	\$ -	\$ -	\$ -
Taxes receivable, net	-	-	-
Receivables, net	-	-	-
Due from other governments	-	238,342	-
Prepaid items	-	495	-
Total assets	\$ -	\$ 238,837	\$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 601	\$ -
Accrued liabilities	-	728	-
Due to other funds	-	30,064	-
Deferred revenues	-	238,342	-
Total liabilities	-	269,735	-
Fund balances:			
Nonspendable - prepaid items	-	495	-
Restricted for:			
Road and bridge	-	-	-
Public safety	-	-	-
Conservation and development	-	-	-
Elections administration	-	-	-
Development and tourism	-	-	-
Unassigned	-	(31,393)	-
Total fund balances	-	(30,898)	-
Total liabilities and fund balances	\$ -	\$ 238,837	\$ -

Special Revenue Funds

Hotel Occupancy Tax	Mediation Services	District Attorney Hot Check	District Attorney Special	Road District #3	Houston Toad
\$ 289,116	\$ 70,133	\$ 124,071	\$ 4,997	\$ -	\$ 492,369
-	-	-	-	18,010	-
38,571	160	854	-	233	5,500
-	-	-	-	-	-
<u>66,977</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 394,664</u>	<u>\$ 70,293</u>	<u>\$ 124,925</u>	<u>\$ 4,997</u>	<u>\$ 18,243</u>	<u>\$ 497,869</u>
\$ 1,893	\$ 450	\$ -	\$ -	\$ -	\$ -
1,054	-	-	519	-	-
-	-	-	-	-	-
-	-	-	-	18,010	-
<u>2,947</u>	<u>450</u>	<u>-</u>	<u>519</u>	<u>18,010</u>	<u>-</u>
66,977	-	-	-	-	-
-	-	-	-	233	-
-	69,843	124,925	4,478	-	-
-	-	-	-	-	497,869
-	-	-	-	-	-
324,740	-	-	-	-	-
-	-	-	-	-	-
<u>391,717</u>	<u>69,843</u>	<u>124,925</u>	<u>4,478</u>	<u>233</u>	<u>497,869</u>
<u>\$ 394,664</u>	<u>\$ 70,293</u>	<u>\$ 124,925</u>	<u>\$ 4,997</u>	<u>\$ 18,243</u>	<u>\$ 497,869</u>

BASTROP COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2013

	Special Revenue		
	Law Library	District Attorney Law Enforcement	Elections Administration
ASSETS			
Cash and investments	\$ 107,241	\$ 164,248	\$ 139,631
Taxes receivable, net	-	-	-
Receivables, net	420	-	-
Due from other governments	-	-	-
Prepaid items	-	-	-
Total assets	\$ 107,661	\$ 164,248	\$ 139,631
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 9,606	\$ -	\$ -
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Deferred revenues	-	-	-
Total liabilities	9,606	-	-
Fund balances:			
Nonspendable - prepaid items	-	-	-
Restricted for:			
Road and bridge	-	-	-
Public safety	-	164,248	-
Conservation and development	98,055	-	-
Elections administration	-	-	139,631
Development and tourism	-	-	-
Unassigned	-	-	-
Total fund balances	98,055	164,248	139,631
Total liabilities and fund balances	\$ 107,661	\$ 164,248	\$ 139,631

<u>Special Revenue</u>		Total Nonmajor Governmental Funds
<u>Inmate Commissary</u>	<u>Sheriff's Forfeiture</u>	
\$ 109,564	\$ 49,169	\$ 1,550,539
-	-	18,010
-	-	45,738
-	-	238,342
<u>-</u>	<u>-</u>	<u>67,472</u>
<u>\$ 109,564</u>	<u>\$ 49,169</u>	<u>\$ 1,920,101</u>
\$ -	\$ -	\$ 12,550
-	-	2,301
-	-	30,064
<u>-</u>	<u>-</u>	<u>256,352</u>
<u>-</u>	<u>-</u>	<u>301,267</u>
-	-	67,472
-	-	233
109,564	49,169	522,227
-	-	595,924
-	-	139,631
-	-	324,740
<u>-</u>	<u>-</u>	<u>(31,393)</u>
<u>109,564</u>	<u>49,169</u>	<u>1,618,834</u>
<u>\$ 109,564</u>	<u>\$ 49,169</u>	<u>\$ 1,920,101</u>

BASTROP COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Special Revenue Funds		
	Fire Management Assistance Grant	Complex Fire Grant	Stony Point Grant
REVENUES			
Property taxes	\$ -	\$ -	\$ -
Hotel occupancy tax	-	-	-
Intergovernmental	1,251,830	1,580,066	23,000
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment earnings	-	7	-
Contributions	-	66,230	-
Other	-	-	-
Total revenues	<u>1,251,830</u>	<u>1,646,303</u>	<u>23,000</u>
EXPENDITURES			
Current:			
General government	-	1,887,516	23,000
Public safety	898,519	-	-
Road and bridge	-	-	-
Debt service:			
Principal	-	-	-
Interest and other	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>898,519</u>	<u>1,887,516</u>	<u>23,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>353,311</u>	<u>(241,213)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	201,019	-
Transfers out	<u>(235,271)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(235,271)</u>	<u>201,019</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	118,040	(40,194)	-
FUND BALANCE, BEGINNING	<u>(118,040)</u>	<u>9,296</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$(30,898)</u>	<u>\$ -</u>

Special Revenue Funds

Hotel Occupancy Tax	Mediation Services	District Attorney Hot Check	District Attorney Special	Road District #3	Houston Toad
\$ -	\$ -	\$ -	\$ -	\$ 8,620	\$ -
308,462	-	-	-	-	-
-	-	-	-	-	-
-	14,047	15,034	22,500	-	34,000
-	-	-	-	-	-
1,956	442	780	-	73	4,685
-	-	-	-	-	-
-	-	-	-	-	-
<u>310,418</u>	<u>14,489</u>	<u>15,814</u>	<u>22,500</u>	<u>8,693</u>	<u>38,685</u>
165,350	14,831	7,904	24,639	-	1,825
-	-	717	-	-	-
-	-	-	-	175	-
-	-	-	-	45,000	-
-	-	-	-	2,251	-
-	-	-	-	-	-
<u>165,350</u>	<u>14,831</u>	<u>8,621</u>	<u>24,639</u>	<u>47,426</u>	<u>1,825</u>
<u>145,068</u>	<u>(342)</u>	<u>7,193</u>	<u>(2,139)</u>	<u>(38,733)</u>	<u>36,860</u>
-	-	-	-	-	-
-	-	-	-	(15,688)	-
-	-	-	-	(15,688)	-
145,068	(342)	7,193	(2,139)	(54,421)	36,860
<u>246,649</u>	<u>70,185</u>	<u>117,732</u>	<u>6,617</u>	<u>54,654</u>	<u>461,009</u>
<u>\$ 391,717</u>	<u>\$ 69,843</u>	<u>\$ 124,925</u>	<u>\$ 4,478</u>	<u>\$ 233</u>	<u>\$ 497,869</u>

BASTROP COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Special Revenue Funds		
	Law Library	District Attorney Law Enforcement	Elections Administration
REVENUES			
Property taxes	\$ -	\$ -	\$ -
Hotel occupancy tax	-	-	-
Intergovernmental	-	-	-
Charges for services	44,432	-	15,454
Fines and forfeitures	-	1,217	-
Investment earnings	740	1,679	881
Contributions	-	-	-
Other	-	-	-
Total revenues	45,172	2,896	16,335
EXPENDITURES			
Current:			
General government	62,241	-	13,555
Public safety	-	14,270	-
Road and bridge	-	-	-
Debt service:			
Principal	-	-	-
Interest and other	-	-	-
Capital outlay	-	-	-
Total expenditures	62,241	14,270	13,555
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(17,069)	(11,374)	2,780
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
NET CHANGE IN FUND BALANCES	(17,069)	(11,374)	2,780
FUND BALANCE, BEGINNING	115,124	175,622	136,851
FUND BALANCE, ENDING	\$ 98,055	\$ 164,248	\$ 139,631

<u>Special Revenue Funds</u>		
<u>Inmate Commissary</u>	<u>Sheriff's Forfeiture</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ 8,620
-	-	308,462
-	-	2,854,896
291,777	-	437,244
-	-	1,217
1,361	-	12,604
-	-	66,230
-	2,955	2,955
<u>293,138</u>	<u>2,955</u>	<u>3,692,228</u>
305,461	-	2,506,322
-	-	913,506
-	-	175
-	-	45,000
-	-	2,251
-	14,572	14,572
<u>305,461</u>	<u>14,572</u>	<u>3,481,826</u>
(12,323)	(11,617)	<u>210,402</u>
-	-	201,019
-	-	(250,959)
-	-	(49,940)
(12,323)	(11,617)	160,462
<u>121,887</u>	<u>60,786</u>	<u>1,458,372</u>
<u>\$ 109,564</u>	<u>\$ 49,169</u>	<u>\$ 1,618,834</u>

BASTROP COUNTY, TEXAS

COMBINING BALANCE SHEET

ROAD AND BRIDGE FUNDS

SEPTEMBER 30, 2013

	<u>Road and Bridge Precinct 1</u>	<u>Road and Bridge Precinct 2</u>	<u>Road and Bridge Precinct 3</u>	<u>Road and Bridge Precinct 4</u>	<u>Total Road and Bridge</u>
ASSETS					
Cash and investments	\$ 927,356	\$ 744,248	\$ 745,799	\$ 1,847,845	\$ 4,265,248
Taxes receivable, net	102,542	187,992	142,418	136,721	569,673
Receivables, net	<u>13,114</u>	<u>14,766</u>	<u>13,875</u>	<u>13,721</u>	<u>55,476</u>
Total assets	<u>\$ 1,043,012</u>	<u>\$ 947,006</u>	<u>\$ 902,092</u>	<u>\$ 1,998,287</u>	<u>\$ 4,890,397</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 78,119	\$ 38,086	\$ 44,765	\$ 12,968	\$ 173,938
Accrued liabilities	10,125	12,993	10,373	14,069	47,560
Deferred revenues	<u>102,541</u>	<u>187,992</u>	<u>142,418</u>	<u>136,722</u>	<u>569,673</u>
Total liabilities	<u>190,785</u>	<u>239,071</u>	<u>197,556</u>	<u>163,759</u>	<u>791,171</u>
Fund balances:					
Restricted-road and bridge	<u>852,227</u>	<u>707,935</u>	<u>704,536</u>	<u>1,834,528</u>	<u>4,099,226</u>
Total fund balances	<u>852,227</u>	<u>707,935</u>	<u>704,536</u>	<u>1,834,528</u>	<u>4,099,226</u>
Total liabilities and fund balances	<u>\$ 1,043,012</u>	<u>\$ 947,006</u>	<u>\$ 902,092</u>	<u>\$ 1,998,287</u>	<u>\$ 4,890,397</u>

BASTROP COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

ROAD AND BRIDGE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Road and Bridge Precinct 1	Road and Bridge Precinct 2	Road and Bridge Precinct 3	Road and Bridge Precinct 4	Total Road and Bridge
REVENUES					
Property taxes	\$ 889,933	\$ 1,607,483	\$ 1,220,212	\$ 1,153,474	\$ 4,871,102
Licenses and permits	290,425	290,693	290,439	290,425	1,161,982
Charges for services	21,937	16,653	16,987	16,343	71,920
Investment earnings	5,097	7,930	4,132	7,502	24,661
Other	45,295	45,295	45,295	46,290	182,175
Total revenues	1,252,687	1,968,054	1,577,065	1,514,034	6,311,840
EXPENDITURES					
Current:					
Road and bridge	1,167,416	1,856,849	1,255,243	1,205,430	5,484,938
Capital outlay	65,319	30,000	56,640	-	151,959
Total expenditures	1,232,735	1,886,849	1,311,883	1,205,430	5,636,897
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	19,952	81,205	265,182	308,604	674,943
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	15,688	-	15,688
Total other financing sources (uses)	-	-	15,688	-	15,688
NET CHANGE IN FUND BALANCE	19,952	81,205	280,870	308,604	690,631
FUND BALANCE, BEGINNING	832,275	626,730	423,666	1,525,924	3,408,595
FUND BALANCES, ENDING	\$ 852,227	\$ 707,935	\$ 704,536	\$ 1,834,528	\$ 4,099,226

BASTROP COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 4,220,000	\$ 4,220,000	\$ 4,355,648	\$ 135,648
Investment earnings	<u>21,749</u>	<u>21,749</u>	<u>19,298</u>	(2,451)
Total revenues	<u>4,241,749</u>	<u>4,241,749</u>	<u>4,374,946</u>	<u>133,197</u>
EXPENDITURES				
Debt service:				
Principal	2,870,000	2,870,000	2,870,000	-
Interest and other	1,371,749	1,371,749	1,491,792	(120,043)
Payment to refunding escrow agent	<u>-</u>	<u>-</u>	<u>4,210,643</u>	(4,210,643)
Total expenditures	<u>4,241,749</u>	<u>4,241,749</u>	<u>8,572,435</u>	(4,330,686)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(4,197,489)	(4,197,489)
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	-	9,120,000	9,120,000
Premium on issuance of bonds	-	-	634,471	634,471
Payment to refunding escrow agent	<u>-</u>	<u>-</u>	<u>(5,399,468)</u>	<u>(5,399,468)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>4,355,003</u>	<u>4,355,003</u>
NET CHANGE IN FUND BALANCES	-	-	157,514	157,514
FUND BALANCES, BEGINNING	<u>1,220,225</u>	<u>1,220,225</u>	<u>1,220,225</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 1,220,225</u>	<u>\$ 1,220,225</u>	<u>\$ 1,377,739</u>	<u>\$ 157,514</u>

BASTROP COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CERTIFICATES OF OBLIGATION 2010
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment earnings	\$ 10,000	\$ 10,000	\$ 4,811	\$(5,189)
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>4,811</u>	<u>(5,189)</u>
EXPENDITURES				
Current:				
Principal	-	-	57,112	(57,112)
Interest	-	-	3,813	(3,813)
Capital outlay	<u>4,925,000</u>	<u>4,925,000</u>	<u>2,339,524</u>	<u>2,585,476</u>
Total expenditures	<u>4,925,000</u>	<u>4,925,000</u>	<u>2,400,449</u>	<u>2,524,551</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(4,915,000)	(4,915,000)	(2,395,638)	2,519,362
FUND BALANCES, BEGINNING	<u>4,923,733</u>	<u>4,923,733</u>	<u>4,923,733</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 8,733</u>	<u>\$ 8,733</u>	<u>\$ 2,528,095</u>	<u>\$ 2,519,362</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

MEDIATION SERVICES FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 12,250	\$ 12,250	\$ 14,047	\$ 1,797
Investment earnings	550	550	442	(108)
Other	15,350	15,350	-	(15,350)
Total revenues	<u>28,150</u>	<u>28,150</u>	<u>14,489</u>	<u>(13,661)</u>
EXPENDITURES				
Current:				
General government	<u>28,150</u>	<u>28,150</u>	<u>14,831</u>	<u>13,319</u>
Total expenditures	<u>28,150</u>	<u>28,150</u>	<u>14,831</u>	<u>13,319</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(342)	(342)
FUND BALANCES, BEGINNING	<u>70,185</u>	<u>70,185</u>	<u>70,185</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 70,185</u>	<u>\$ 70,185</u>	<u>\$ 69,843</u>	<u>\$(342)</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

DISTRICT ATTORNEY HOT CHECKS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 20,000	\$ 20,000	\$ 15,034	\$(4,966)
Investment earnings	<u>600</u>	<u>600</u>	<u>780</u>	<u>180</u>
Total revenues	<u>20,600</u>	<u>20,600</u>	<u>15,814</u>	<u>(4,786)</u>
EXPENDITURES				
Current:				
General government	20,100	20,100	7,904	12,196
Public safety	<u>500</u>	<u>500</u>	<u>717</u>	<u>(217)</u>
Total expenditures	<u>20,600</u>	<u>20,600</u>	<u>8,621</u>	<u>11,979</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	7,193	7,193
FUND BALANCES, BEGINNING	<u>117,732</u>	<u>117,732</u>	<u>117,732</u>	-
FUND BALANCES, ENDING	<u>\$ 117,732</u>	<u>\$ 117,732</u>	<u>\$ 124,925</u>	<u>\$ 7,193</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

DISTRICT ATTORNEY SPECIAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 22,500	\$ 22,500	\$ 22,500	\$ -
Other	-	2,500	-	(2,500)
Total revenues	22,500	25,000	22,500	(2,500)
 EXPENDITURES				
Current:				
General government	22,500	25,000	24,639	361
Total expenditures	22,500	25,000	24,639	361
 EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(2,139)	(2,139)
 FUND BALANCES, BEGINNING	6,617	6,617	6,617	-
 FUND BALANCES, ENDING	\$ 6,617	\$ 6,617	\$ 4,478	\$(2,139)

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

ROAD DISTRICT #3 FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ -	\$ -	\$ 8,620	\$ 8,620
Investment earnings	<u>250</u>	<u>250</u>	<u>73</u>	<u>(177)</u>
Total revenues	<u>48,250</u>	<u>48,250</u>	<u>8,693</u>	<u>(39,557)</u>
EXPENDITURES				
Current:				
Road and bridge	1,000	1,000	175	825
Debt service:				
Principal	45,000	45,000	45,000	-
Interest and other	<u>2,250</u>	<u>2,250</u>	<u>2,251</u>	<u>(1)</u>
Total expenditures	<u>48,250</u>	<u>48,250</u>	<u>47,426</u>	<u>824</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(38,733)	(38,733)
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>-</u>	<u>-</u>	<u>(15,688)</u>	<u>(15,688)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(15,688)</u>	<u>(15,688)</u>
NET CHANGE IN FUND BALANCES	-	-	(54,421)	(54,421)
FUND BALANCES, BEGINNING	<u>54,654</u>	<u>54,654</u>	<u>54,654</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 54,654</u>	<u>\$ 54,654</u>	<u>\$ 233</u>	<u>\$(54,421)</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

HOUSTON TOAD FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 18,000	\$ 18,000	\$ 34,000	\$ 16,000
Investment earnings	<u>4,000</u>	<u>4,000</u>	<u>4,685</u>	<u>685</u>
Total revenues	<u>22,000</u>	<u>22,000</u>	<u>38,685</u>	<u>16,685</u>
 EXPENDITURES				
Current:				
General government	<u>22,000</u>	<u>22,000</u>	<u>1,825</u>	<u>20,175</u>
Total expenditures	<u>22,000</u>	<u>22,000</u>	<u>1,825</u>	<u>20,175</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	 -	 -	 36,860	 36,860
 FUND BALANCES, BEGINNING	 <u>461,009</u>	 <u>461,009</u>	 <u>461,009</u>	 <u>-</u>
 FUND BALANCES, ENDING	 <u>\$ 461,009</u>	 <u>\$ 461,009</u>	 <u>\$ 497,869</u>	 <u>\$ 36,860</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

LAW LIBRARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 42,000	\$ 42,000	\$ 44,432	\$ 2,432
Investment earnings	1,000	1,000	740	(260)
Contributions	<u>50</u>	<u>50</u>	<u>-</u>	<u>(50)</u>
Total revenues	<u>43,050</u>	<u>43,050</u>	<u>45,172</u>	<u>2,122</u>
EXPENDITURES				
Current:				
General government	<u>43,050</u>	<u>53,050</u>	<u>62,241</u>	<u>(9,191)</u>
Total expenditures	<u>43,050</u>	<u>53,050</u>	<u>62,241</u>	<u>(9,191)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(10,000)	(17,069)	(7,069)
FUND BALANCES, BEGINNING	<u>115,124</u>	<u>115,124</u>	<u>115,124</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 115,124</u>	<u>\$ 105,124</u>	<u>\$ 98,055</u>	<u>\$(7,069)</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

DISTRICT ATTORNEY LAW ENFORCEMENT FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeitures	\$ 5,000	\$ 5,000	\$ 1,217	\$ (3,783)
Investment earnings	<u>1,400</u>	<u>1,400</u>	<u>1,679</u>	<u>279</u>
Total revenues	<u>6,400</u>	<u>6,400</u>	<u>2,896</u>	<u>(3,504)</u>
EXPENDITURES				
Current:				
Public safety	<u>6,400</u>	<u>26,400</u>	<u>14,270</u>	<u>12,130</u>
Total expenditures	<u>6,400</u>	<u>26,400</u>	<u>14,270</u>	<u>12,130</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(20,000)	(11,374)	8,626
FUND BALANCES, BEGINNING	<u>175,622</u>	<u>175,622</u>	<u>175,622</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 175,622</u>	<u>\$ 155,622</u>	<u>\$ 164,248</u>	<u>\$ 8,626</u>

BASTROP COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

ELECTIONS ADMINISTRATION FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 23,000	\$ 23,000	\$ 15,454	\$(7,546)
Investment earnings	<u>1,000</u>	<u>1,000</u>	<u>881</u>	<u>(119)</u>
Total revenues	<u>24,000</u>	<u>24,000</u>	<u>16,335</u>	<u>(7,665)</u>
EXPENDITURES				
Current:				
General government	<u>24,000</u>	<u>24,000</u>	<u>13,555</u>	<u>10,445</u>
Total expenditures	<u>24,000</u>	<u>24,000</u>	<u>13,555</u>	<u>10,445</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	2,780	2,780
FUND BALANCES, BEGINNING	<u>136,851</u>	<u>136,851</u>	<u>136,851</u>	-
FUND BALANCES, ENDING	<u>\$ 136,851</u>	<u>\$ 136,851</u>	<u>\$ 139,631</u>	<u>\$ 2,780</u>

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AGENCY FUNDS

Agency Funds are used to account for assets held by the County as an agent for individual private organizations and other governments. The following are the County's Fiduciary Funds:

County Clerk Fund – This fund is used to account for monies held on behalf of individuals in accordance with court ordered decrees by the County Court.

District Clerk Fund – This fund is used to account for monies held on behalf of individuals in accordance with court ordered decrees by the District Court.

Tax Assessor and Collector Fund – This fund is used to record tax collections which are deposited intact pending audit and distribution to the state and other taxing authorities.

District Attorney Fund – This fund is used to account for monies held on behalf of individuals collected by the District Attorney's Office.

Sheriff Fund – This fund is used to account for monies held on behalf of individuals collected by the Sheriff's Office.

Adult Probation Fund – This fund is used to account for monies held on behalf of individuals collected by the Adult Probation Office.

Other Fund – This fund is used for state fees collected through civil and criminal cases, and funds held on behalf of the Juvenile Boot Camp.

BASTROP COUNTY, TEXAS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>Balance October 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2013</u>
<u>COUNTY CLERK</u>				
Assets:				
Cash and investments	\$ 552,456	\$ 169,482	\$ 167,907	\$ 554,031
Total assets	<u>\$ 552,456</u>	<u>\$ 169,482</u>	<u>\$ 167,907</u>	<u>\$ 554,031</u>
Liabilities:				
Due to others	\$ 552,456	\$ 169,482	\$ 167,907	\$ 554,031
Total liabilities	<u>\$ 552,456</u>	<u>\$ 169,482</u>	<u>\$ 167,907</u>	<u>\$ 554,031</u>
<u>DISTRICT CLERK</u>				
Assets:				
Cash and investments	\$ 926,120	\$ 667,862	\$ 783,170	\$ 810,812
Total assets	<u>\$ 926,120</u>	<u>\$ 667,862</u>	<u>\$ 783,170</u>	<u>\$ 810,812</u>
Liabilities:				
Due to others	\$ 926,120	\$ 667,862	\$ 783,170	\$ 810,812
Total liabilities	<u>\$ 926,120</u>	<u>\$ 667,862</u>	<u>\$ 783,170</u>	<u>\$ 810,812</u>
<u>TAX ASSESSOR AND COLLECTOR</u>				
Assets:				
Cash and investments	\$ 762,995	\$ 128,854,700	\$ 128,535,062	\$ 1,082,633
Total assets	<u>\$ 762,995</u>	<u>\$ 128,854,700</u>	<u>\$ 128,535,062</u>	<u>\$ 1,082,633</u>
Liabilities:				
Due to others	\$ 762,995	\$ 128,854,700	\$ 128,535,062	\$ 1,082,633
Total liabilities	<u>\$ 762,995</u>	<u>\$ 128,854,700</u>	<u>\$ 128,535,062</u>	<u>\$ 1,082,633</u>
<u>DISTRICT ATTORNEY</u>				
Assets:				
Cash and investments	\$ 191,975	\$ 188,013	\$ 218,454	\$ 161,534
Total assets	<u>\$ 191,975</u>	<u>\$ 188,013</u>	<u>\$ 218,454</u>	<u>\$ 161,534</u>
Liabilities:				
Due to others	\$ 191,975	\$ 188,013	\$ 218,454	\$ 161,534
Total liabilities	<u>\$ 191,975</u>	<u>\$ 188,013</u>	<u>\$ 218,454</u>	<u>\$ 161,534</u>

BASTROP COUNTY, TEXAS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	Balance October 1, 2012	Additions	Deductions	Balance September 30, 2013
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>SHERIFF</u>				
Assets:				
Cash and investments	\$ 9,798	\$ 934,545	\$ 909,190	\$ 35,153
Total assets	<u>\$ 9,798</u>	<u>\$ 934,545</u>	<u>\$ 909,190</u>	<u>\$ 35,153</u>
Liabilities:				
Due to others	\$ 9,798	\$ 934,545	\$ 909,190	35,153
Total liabilities	<u>\$ 9,798</u>	<u>\$ 934,545</u>	<u>\$ 909,190</u>	<u>\$ 35,153</u>
<u>ADULT PROBATION</u>				
Assets:				
Cash and investments	\$ 112,305	\$ 3,092,561	\$ 3,041,737	\$ 163,129
Total assets	<u>\$ 112,305</u>	<u>\$ 3,092,561</u>	<u>\$ 3,041,737</u>	<u>\$ 163,129</u>
Liabilities:				
Due to others	\$ 112,305	\$ 3,092,561	\$ 3,041,737	163,129
Total liabilities	<u>\$ 112,305</u>	<u>\$ 3,092,561</u>	<u>\$ 3,041,737</u>	<u>\$ 163,129</u>
<u>OTHER</u>				
Assets:				
Cash and investments	\$ 405,106	\$ 1,540,523	\$ 1,556,273	\$ 389,356
Total assets	<u>\$ 405,106</u>	<u>\$ 1,540,523</u>	<u>\$ 1,556,273</u>	<u>\$ 389,356</u>
Liabilities:				
Due to others	\$ 405,106	\$ 1,540,523	\$ 1,556,273	\$ 389,356
Total liabilities	<u>\$ 405,106</u>	<u>\$ 1,540,523</u>	<u>\$ 1,556,273</u>	<u>\$ 389,356</u>
<u>TOTALS - ALL AGENCY FUNDS</u>				
Assets:				
Cash and investments	\$ 2,960,755	\$ 135,447,686	\$ 135,211,793	\$ 3,196,648
Total assets	<u>\$ 2,960,755</u>	<u>\$ 135,447,686</u>	<u>\$ 135,211,793</u>	<u>\$ 3,196,648</u>
Liabilities:				
Due to others	\$ 2,960,755	\$ 135,447,686	\$ 135,211,793	\$ 3,196,648
Total liabilities	<u>\$ 2,960,755</u>	<u>\$ 135,447,686</u>	<u>\$ 135,211,793</u>	<u>\$ 3,196,648</u>

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STATISTICAL SECTION

(Unaudited)

This part of Bastrop County, Texas' 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 These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	70
Revenue Capacity These schedules contain trend information to help the reader assess the factors affecting the County's ability to generate its property taxes.	82
Debt Capacity 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	87
Demographic and Economic Information These schedules offer economic and demographic information indicators to help the reader understand the environment within the County's financial activities take place and to help make comparisons over time and with other governments.	92
Operating Information 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.	96
Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.	

BASTROP COUNTY, TEXAS

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
Governmental activities:				
Net investment in capital assets	\$ 27,372,306	\$ 26,826,053	\$ 26,211,302	\$ 26,179,927
Restricted	8,086,204	6,848,810	6,634,856	4,868,187
Unrestricted	<u>1,699,180</u>	<u>4,092,213</u>	<u>2,224,064</u>	<u>5,557,153</u>
Total governmental activities net position	<u>\$ 37,157,690</u>	<u>\$ 37,767,076</u>	<u>\$ 35,070,222</u>	<u>\$ 36,605,267</u>
Primary government:				
Net investment in capital assets	\$ 27,372,306	\$ 26,826,053	\$ 26,211,302	\$ 16,826,898
Restricted	8,086,204	6,848,810	6,634,856	14,221,216
Unrestricted	<u>1,699,180</u>	<u>4,092,213</u>	<u>2,224,064</u>	<u>5,557,153</u>
Total primary government net position	<u>\$ 37,157,690</u>	<u>\$ 37,767,076</u>	<u>\$ 35,070,222</u>	<u>\$ 36,605,267</u>

Source: Bastrop County financial records.

TABLE 1

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ 23,019,206	\$ 22,161,335	\$ 19,128,232	\$ (7,350,912)	\$ (4,323,195)	\$ 26,244,858
1,055,688	4,816,180	9,254,129	15,876,990	10,564,935	2,522,134
<u>16,018,468</u>	<u>17,103,013</u>	<u>15,584,330</u>	<u>12,929,666</u>	<u>11,197,923</u>	<u>(15,002,631)</u>
<u>\$ 40,093,362</u>	<u>\$ 44,080,528</u>	<u>\$ 43,966,691</u>	<u>\$ 21,455,744</u>	<u>\$ 17,439,663</u>	<u>\$ 13,764,361</u>
\$ 23,019,206	\$ 22,161,335	\$ 19,128,232	\$ (7,350,912)	\$ (4,323,195)	\$ 26,244,858
1,055,688	4,816,180	9,254,129	15,876,990	10,564,935	2,522,134
<u>16,018,468</u>	<u>17,103,013</u>	<u>15,584,330</u>	<u>12,929,666</u>	<u>11,197,923</u>	<u>(15,002,631)</u>
<u>\$ 40,093,362</u>	<u>\$ 44,080,528</u>	<u>\$ 43,966,691</u>	<u>\$ 21,455,744</u>	<u>\$ 17,439,663</u>	<u>\$ 13,764,361</u>

BASTROP COUNTY, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
EXPENSES				
Governmental activities:				
General government	\$ 20,744,205	\$ 26,564,183	\$ 13,355,800	\$ 13,532,825
Public safety	18,083,041	16,993,014	17,561,091	17,807,721
Health, sanitation and welfare	1,486,013	1,488,047	2,243,355	2,764,505
Road and bridge	7,435,124	7,898,624	6,533,650	6,777,093
Culture and recreation	185,828	192,390	220,520	169,616
Conservation and development	241,987	218,399	94,367	98,622
Interest on long-term debt	1,053,125	1,794,638	1,717,927	1,505,434
Total expenses	49,229,323	55,149,295	41,726,710	42,655,816
PROGRAM REVENUES				
Governmental activities:				
Charges for services:				
General government	\$ 4,597,550	\$ 4,003,135	\$ 4,249,148	\$ 4,428,811
Public safety	3,157,242	3,178,630	3,395,177	3,577,209
Health, sanitation and welfare	48,929	68,806	63,146	-
Road and bridge	1,233,902	1,420,007	1,482,366	-
Conservation and development	383,114	351,615	371,600	444,647
Operating grants and contributions	8,096,567	18,572,064	1,824,328	748,859
Capital grants and contributions	132,972	90,350	168,475	848,054
Total governmental activities program revenues	17,650,276	27,684,607	11,554,240	10,047,580
NET (EXPENSE) REVENUES				
Governmental activities	\$(31,579,047)	\$(27,464,688)	\$(30,172,470)	\$(32,608,236)
Total primary government net expense	(31,579,047)	(27,464,688)	(30,172,470)	(32,608,236)

TABLE 2

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ 14,237,180	\$ 11,588,677	\$ 10,164,104	\$ 9,807,445	\$ 8,802,907	\$ 6,586,738
17,175,363	13,665,685	11,016,747	10,965,495	10,379,906	14,188,457
3,217,253	2,771,797	3,380,984	2,208,481	2,083,392	1,946,220
6,494,843	5,741,714	6,487,412	4,561,735	4,699,390	4,359,233
265,252	1,118,488	165,722	135,603	125,489	64,967
79,983			50,701	45,724	118,296
<u>1,577,121</u>	<u>1,664,524</u>	<u>1,776,799</u>	<u>1,551,214</u>	<u>1,063,447</u>	<u>1,174,150</u>
<u>43,046,995</u>	<u>36,550,885</u>	<u>32,991,768</u>	<u>29,280,674</u>	<u>27,200,255</u>	<u>28,438,061</u>
\$ 4,682,346	\$ 5,341,853	\$ 5,047,090	\$ 5,028,183	\$ 3,777,356	\$ 1,992,442
3,698,515	2,510,652	1,028,307	792,837	1,077,121	1,042,201
477,746	513,548	452,189	272,372	968,481	30,653
-	-	1,214,285	1,533,106	-	41,952
-	-	-	-	-	-
528,014	593,757	549,051	909,128	594,446	610,280
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>9,386,621</u>	<u>8,959,810</u>	<u>8,290,922</u>	<u>8,535,626</u>	<u>6,417,404</u>	<u>3,717,528</u>
\$(33,660,374)	\$(27,591,075)	\$(24,700,846)	\$(20,745,048)	\$(20,782,851)	\$(24,720,533)
<u>(33,660,374)</u>	<u>(27,591,075)</u>	<u>(24,700,846)</u>	<u>(20,745,048)</u>	<u>(20,782,851)</u>	<u>(24,720,533)</u>

BASTROP COUNTY, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental activities:				
Taxes				
Property	\$ 26,612,635	\$ 26,582,672	\$ 26,153,333	\$ 25,425,306
Other	3,496,766	2,949,176	2,474,679	2,395,793
Other grants and contributions	-	-	-	-
Investment earnings	76,963	90,821	139,216	130,972
Miscellaneous	312,509	260,298	95,207	862,068
Transfer In (out)	-	-	-	-
Gain on sale of capital assets	-	-	114,815	(66,055)
Total governmental activities	<u>30,498,873</u>	<u>29,882,967</u>	<u>28,977,250</u>	<u>28,748,084</u>
Total primary government	<u>30,498,873</u>	<u>29,882,967</u>	<u>28,977,250</u>	<u>28,748,084</u>
CHANGE IN NET POSITION				
Governmental activities	(1,080,174)	2,418,279	(1,195,220)	(3,860,152)
Total primary government	<u>\$(1,080,174)</u>	<u>\$ 2,418,279</u>	<u>\$(1,195,220)</u>	<u>\$(3,860,152)</u>
Prior period adjustment/				
Change in accounting principle	<u>\$ 470,788</u>	<u>\$ -</u>	<u>\$ 339,825</u>	<u>\$ 372,057</u>

Source: Bastrop County financial records

TABLE 2

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ 24,485,846	\$ 22,922,910	\$ 22,097,524	\$ 21,265,006	\$ 20,078,373	\$ 20,069,219
2,421,650	2,430,554	2,338,898	2,122,570	1,828,221	102,906
639,086	1,202,002	-	-	-	-
204,810	741,368	1,674,759	1,165,077	547,491	449,845
2,229,789	1,302,133	413,535	166,695	2,104,412	2,568,200
-	-	-	-	-	2,659,766
129,573	105,945	(65,517)	125,691	(59,490)	-
<u>30,110,754</u>	<u>28,704,912</u>	<u>26,459,199</u>	<u>24,845,039</u>	<u>24,499,007</u>	<u>25,849,936</u>
<u>30,110,754</u>	<u>28,704,912</u>	<u>26,459,199</u>	<u>24,845,039</u>	<u>24,499,007</u>	<u>25,849,936</u>
(3,549,620)	1,113,837	1,758,353	4,099,991	3,716,156	1,129,403
<u>\$(3,549,620)</u>	<u>\$ 1,113,837</u>	<u>\$ 1,758,353</u>	<u>\$ 4,099,991</u>	<u>\$ 3,716,156</u>	<u>\$ 1,129,403</u>
<u>\$(437,546)</u>	<u>\$ -</u>	<u>\$ 19,752,594</u>	<u>\$(152,411)</u>	<u>\$(32,797)</u>	<u>\$ -</u>

BASTROP COUNTY, TEXAS

FUND BALANCES GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
General fund				
Reserved for specific purpose	\$ -	\$ -	\$ -	\$ 609,974
Reserved for encumbrances	-	-	-	-
Unreserved, undesignated	-	-	-	4,141,948
Nonspendable	125,027	156,755	125,455	-
Restricted for:				
Public safety	324,367	138,472	226,987	-
Records management and preservation	659,466	573,144	519,860	-
Law enforcement education	48,712	55,987	55,987	-
Court technology	265,886	208,956	179,581	-
Unassigned	<u>4,313,930</u>	<u>3,893,790</u>	<u>2,840,422</u>	<u>-</u>
Total general fund	<u>\$ 5,737,388</u>	<u>\$ 5,027,104</u>	<u>\$ 3,948,292</u>	<u>\$ 4,751,922</u>
All other governmental funds				
Reserved for:				
Debt service	\$ -	\$ -	\$ -	\$ 1,044,358
Capital projects fund	-	-	-	9,353,029
Roads and bridges	-	-	-	3,213,855
Unreserved, reported in:				
Special revenue funds	-	-	-	1,411,284
Nonspendable	67,472	47,925	44,898	-
Restricted for:				
Road and bridge	4,099,459	3,415,324	3,562,825	-
Debt service	1,377,739	1,220,225	1,223,657	-
Capital projects	2,528,095	4,923,733	5,791,825	-
Public safety	522,227	552,829	563,856	-
Conservation and development	595,924	576,133	557,501	-
Elections administration	139,631	136,851	151,996	-
Development and tourism	324,740	-	-	-
Unassigned	<u>(1,175,776)</u>	<u>(118,040)</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 8,479,511</u>	<u>\$ 10,754,980</u>	<u>\$ 11,896,558</u>	<u>\$ 15,022,526</u>

Source: Bastrop County financial records

Note: The County implemented GASB 54 in fiscal year 2011.

TABLE 3

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ 592,440	\$ 992,877	\$ 515,005	\$ 481,240	\$ 436,173	\$ -
-	-	-	2,571	2,571	-
7,294,149	9,712,359	9,581,224	7,644,711	6,289,491	4,637,832
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 7,886,589</u>	<u>\$ 10,705,236</u>	<u>\$ 10,096,229</u>	<u>\$ 8,128,522</u>	<u>\$ 6,728,235</u>	<u>\$ 4,637,832</u>
\$ 1,046,458	\$ 1,136,419	\$ 1,343,625	\$ 1,115,641	\$ 836,696	\$ 762,200
463,248	2,686,884	6,395,499	14,227,538	9,307,594	1,759,934
-	-	-	-	-	-
4,612,136	4,253,204	3,810,136	3,035,879	2,540,571	2,348,822
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 6,121,842</u>	<u>\$ 8,076,507</u>	<u>\$ 11,549,260</u>	<u>\$ 18,379,058</u>	<u>\$ 12,684,861</u>	<u>\$ 4,870,956</u>

BASTROP COUNTY, TEXAS

CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
REVENUES				
Taxes	\$ 30,338,735	\$ 29,906,024	\$ 28,530,141	\$ 27,699,019
Intergovernmental	8,157,513	10,162,273	1,125,308	1,304,830
Licenses and permits	1,779,682	1,778,467	1,601,397	1,646,843
Charges for services	6,627,559	6,387,685	7,083,924	5,797,311
Fines and forfeitures	1,208,136	1,151,251	1,101,491	991,896
Investment earnings	76,963	90,820	139,216	130,970
Contributions	89,178	5,974,923	626,885	374,474
Other	313,550	260,298	95,207	826,696
Total revenues	<u>48,591,316</u>	<u>55,711,741</u>	<u>40,303,569</u>	<u>38,772,039</u>
EXPENDITURES				
Current				
General government	19,785,778	25,972,371	11,954,695	13,462,502
Public safety	16,306,133	15,218,281	15,407,149	16,352,898
Health, sanitation and welfare	1,431,383	1,422,639	1,961,355	2,336,722
Road and bridge	5,513,541	6,042,643	5,882,110	6,064,556
Culture and recreation	155,902	174,550	202,751	169,204
Conservation and development	222,269	209,935	83,767	83,295
Debt service				
Principal	3,152,569	9,377,677	2,386,812	2,092,353
Interest and other	1,517,740	1,770,064	1,805,665	1,569,443
Other debt service costs	4,210,643	-		
Capital outlay	2,756,723	2,030,565	4,356,708	1,898,298
Total expenditures	<u>55,052,681</u>	<u>62,218,725</u>	<u>44,041,012</u>	<u>44,029,271</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(6,461,365)</u>	<u>(6,506,984)</u>	<u>(3,737,443)</u>	<u>(5,257,232)</u>

TABLE 4

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ 27,022,378	\$ 25,580,278	\$ 24,444,896	\$ 23,227,095	\$ 21,604,957	\$ 19,662,824
805,339	1,353,972	549,051	909,277	503,734	72,389
1,733,183	1,837,051	1,676,943	1,822,244	1,790,073	1,958,602
6,815,237	5,465,892	3,957,987	3,501,362	3,777,356	3,065,296
1,150,776	1,123,981	1,173,791	1,169,314	1,080,065	49,452
204,810	741,468	1,674,759	1,165,077	547,492	449,845
361,761	441,787	313,546	420,915	505,228	537,891
1,347,679	812,621	1,050,655	879,209	975,606	1,692,168
<u>39,441,163</u>	<u>37,357,050</u>	<u>34,841,628</u>	<u>33,094,493</u>	<u>30,784,511</u>	<u>27,488,467</u>
12,610,384	10,956,894	9,105,605	9,386,118	8,569,239	6,244,840
15,551,933	12,573,328	10,308,861	10,354,764	9,702,882	13,521,503
2,859,611	2,503,665	3,042,419	2,075,121	1,987,046	1,916,647
6,555,352	6,014,211	6,493,044	5,356,247	5,298,075	4,154,319
200,842	1,004,688	166,937	135,603	125,489	-
70,403	5,602	-	39,888	37,912	112,735
2,161,406	1,926,878	1,838,054	2,192,722	1,545,000	2,055,084
1,686,300	1,656,807	1,754,966	1,508,836	1,059,278	1,137,070
<u>2,621,075</u>	<u>3,873,672</u>	<u>7,018,235</u>	<u>5,127,603</u>	<u>2,118,652</u>	<u>4,976,632</u>
<u>44,317,306</u>	<u>40,515,745</u>	<u>39,728,121</u>	<u>36,176,902</u>	<u>30,443,573</u>	<u>34,118,830</u>
(4,876,143)	(3,158,695)	(4,886,493)	(3,082,409)	340,938	(6,630,363)

BASTROP COUNTY, TEXAS

**CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
OTHER FINANCING SOURCES (USES)				
Transfer in	\$ 451,978	\$ 233,114	\$ 241,551	\$ -
Transfer out	(451,978)	(233,114)	(241,551)	-
Sale of capital assets	22,802	-	147,670	-
Capital leases	-	170,302	-	-
Capital-related debt issued	9,120,000	6,425,000	-	10,810,000
Premium/discount on issuance of bonds	634,471	367,291	-	176,472
Insurance proceeds	-	-	-	-
Other resources	-	-	-	414,720
Payment to refunding escrow agent	(5,399,468)	-	-	-
Other uses	-	-	-	-
Total other financing sources (uses)	<u>4,377,805</u>	<u>6,962,593</u>	<u>147,670</u>	<u>11,401,192</u>
NET CHANGE IN FUND BALANCES	<u>(2,083,560)</u>	<u>455,609</u>	<u>(3,589,773)</u>	<u>6,143,960</u>
FUND BALANCE-BEGINNING	16,300,459	15,844,850	19,774,448	14,008,431
PRIOR PERIOD ADJUSTMENT	-	-	(339,825)	(377,943)
FUND BALANCE-ENDING	<u>\$ 14,216,899</u>	<u>\$ 16,300,459</u>	<u>\$ 15,844,850</u>	<u>\$ 19,774,448</u>
DEBT SERVICES (PRINCIPAL AND INTEREST) AS PERCENTAGE OF NONCAPITAL EXPENDITURES	<u>8.93%</u>	<u>18.52%</u>	<u>10.56%</u>	<u>9.52%</u>

Source: Bastrop County financial records

TABLE 4

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ -	\$ -	\$ 20,608	\$ -	\$ -	\$ 2,663,948
-	-	(20,608)	-	-	(2,663,948)
-	105,945	24,402	348,700	-	-
-	189,004	-	191,002	96,167	148,076
3,830,000	-	-	9,500,000	9,500,000	-
63,867	-	-	79,815	-	-
-	-	-	57,376	-	-
441,511	-	-	-	-	-
-	-	-	-	-	-
(3,795,000)	-	-	-	-	-
<u>540,378</u>	<u>294,949</u>	<u>24,402</u>	<u>10,176,893</u>	<u>9,596,167</u>	<u>148,076</u>
(4,335,765)	(2,863,746)	(4,862,091)	7,094,484	9,937,105	(6,482,287)
18,781,743	21,645,489	26,507,580	19,413,096	9,508,788	15,991,075
(437,546)	-	-	-	(32,797)	-
<u>\$ 14,008,432</u>	<u>\$ 18,781,743</u>	<u>\$ 21,645,489</u>	<u>\$ 26,507,580</u>	<u>\$ 19,413,096</u>	<u>\$ 9,508,788</u>
<u>10.17%</u>	<u>10.84%</u>	<u>12.34%</u>	<u>13.54%</u>	<u>10.13%</u>	<u>12.30%</u>

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BASTROP COUNTY, TEXAS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year	Real Property			Personal Property	Total Taxable Assessed Value ^a	Total Direct Tax Rate
	Residential Property	Commercial Property	Other Property			
2013	\$ 2,322,701,306	\$ 829,960,059	\$ 750,921,783	\$ 549,494,201	\$ 4,453,077,349	0.6314
2012	2,222,855,327	798,664,145	687,930,757	496,944,569	4,206,394,798	0.6175
2011	2,343,720,439	777,262,635	611,465,889	475,134,820	4,278,331,097	0.6192
2010	2,338,218,512	733,665,295	500,590,660	457,923,695	4,207,583,783	0.6192
2009	2,270,657,845	682,565,652	442,069,065	461,067,088	4,068,989,047	0.6192
2008	2,183,667,980	629,452,576	337,403,709	466,244,082	3,923,664,164	0.6192
2007	2,015,553,076	578,928,063	401,984,596	447,006,804	3,647,834,026	0.6283
2006	1,916,938,891	507,563,488	359,138,520	441,167,313	3,434,028,650	0.6383
2005	1,804,186,822	466,585,366	296,137,408	425,042,279	3,225,850,381	0.6334
2004	1,702,764,062	430,658,993	381,971,373	413,988,653	3,060,850,023	0.6061

Source: Bastrop County Appraisal District

Notes:

- a - Property is assessed at actual value; therefore, the assessed values are equal to actual value.
- b - Tax rates are per \$100 of assessed value.

BASTROP COUNTY, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATE (PER \$ 100 ASSESSED VALUE)

LAST TEN FISCAL YEARS

(Unaudited)

	Fiscal Year				
	2013	2012	2011	2010	2009
County direct rates					
General	\$ 0.4139	\$ 0.4025	\$ 0.4018	\$ 0.4139	\$ 0.4044
Debt service	0.1029	0.0954	0.0974	0.0768	0.0883
Road and bridge	0.1146	0.1196	0.1200	0.1285	0.1265
Total direct rate	0.6314	0.6175	0.6192	0.6192	0.6192
Cities					
Bastrop	0.5840	0.5840	0.5540	0.5540	0.5540
Elgin	0.7539	0.7539	0.7776	0.7588	0.7588
Smithville	0.4885	0.4785	0.4785	0.4785	0.4785
School Districts					
Bastrop ISD	1.4810	1.4810	1.4810	1.4810	1.4810
Elgin ISD	1.5400	1.5400	1.5400	1.4500	1.4800
Smithville ISD	1.4100	1.4100	1.2500	1.2500	1.2540
McDade ISD	1.1089	1.1089	1.1099	1.1022	1.1026
Other					
Bastrop County WCID#3	0.5000	0.5000	0.5000	0.5000	0.5000
Bastrop County WCID#3D	0.5000	0.5000	0.5000	0.5000	-
Bastrop County Rd. Dist #3	-	0.3394	0.2908	0.2721	0.3207
ESD#1	0.0900	0.0900	0.0900	0.0850	0.0850
ESD #2	0.1000	0.0995	0.0994	0.0997	0.1000
BTCESD#1	0.0954	0.0952	0.1000	0.0972	0.1000
Colony MUD #1E	1.0000	1.0000	1.0000	1.0000	1.0000
Colony MUD #1F	1.0000	1.0000	1.0000	1.0000	1.0000
ACC	0.0951	0.0948	-	-	-

Source:

Bastrop County Tax Assessor

Note:

Overlapping rates are those of other governments that apply to property owners within Bastrop County. Not all overlapping rates apply to all County property owners. For example, although the total Direct Rate for Bastrop County applies to all County property owners, a specific City's tax rate applies only to those taxpayers whose property is located within the City's geographic boundaries.

TABLE 6

		Fiscal Year							
		2008	2007	2006	2005	2004			
\$	0.4076	\$	0.4036	\$	0.4080	\$	0.4364	\$	0.4037
	0.0856		0.0997		0.1073		0.0812		0.0879
	<u>0.1260</u>		<u>0.1250</u>		<u>0.1230</u>		<u>0.1158</u>		<u>0.1145</u>
	0.6192		0.6283		0.6383		0.6334		0.6061
	0.5350		0.5835		0.5277		0.5011		0.4282
	0.7300		0.7148		0.6866		0.6941		0.6903
	0.4635		0.4496		0.4496		0.4396		0.4296
	1.5010		1.6220		1.7280		1.7420		1.6430
	1.4400		1.6500		1.8500		1.8200		1.7300
	1.2802		1.6183		1.7850		1.7700		1.7150
	1.1405		1.4439		1.5775		1.5710		1.5600
	0.8000		0.8000		0.8000		0.7500		0.7500
	-		-		-		-		-
	0.3126		0.3187		0.2893		0.3168		0.3391
	0.0850		0.0850		0.0850		0.0850		-
	0.1000		-		-		-		-
	0.1000		-		-		-		-
	1.0000		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-

TABLE 7

BASTROP COUNTY, TEXAS

TEN LARGEST TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

(Unaudited)

Taxpayer	2013			2004		
	Taxable Assessed Value ^a	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Gentex Power Corp. (formerly Calpine Corp.)	\$ 135,877,480	1	3.05%	\$ 142,676,640	1	4.66%
Bastrop Energy Partners LP	126,081,593	2	2.83%	69,950,390	2	2.29%
LCRA Transmission Services Corp	41,047,471	3	0.92%	21,019,340	5	0.69%
Union Pacific Railroad	27,623,871	4	0.62%	14,823,068	7	0.48%
Bluebonnet Electric Co-op, Inc	26,011,035	5	0.58%	-	-	- %
Griffin Industries, Inc	21,200,909	6	0.48%	-	-	- %
Bastrop Retail Partners L.P.	20,375,746	7	0.46%	-	-	- %
Sandow Power Company L.L.C.	19,141,850	8	0.43%	-	-	- %
Agilent Technologies Inc	17,930,076	9	0.40%	-	-	- %
ACME Brick Co.	17,655,412	10	0.40%	32,412,052	3	1.06%
Southwestern Bell Telephone Co.	-	-	- %	23,296,063	4	0.76%
H-E-B Grocery Co.	-	-	- %	18,744,135	6	0.61%
Wal-Mart	-	-	- %	12,990,619	8	0.42%
Covert Buick/Chevrolet/GMC	-	-	- %	12,448,598	9	0.41%
Flint Hills Resources LLC	-	-	- %	12,072,230	10	0.39%
Total	\$ <u>452,945,443</u>		<u>10.17%</u>	\$ <u>360,433,135</u>		<u>11.78%</u>

Source: Bastrop Central Appraisal District

BASTROP COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Tax Levy as of Fiscal Year End ^a	Collected within the Fiscal Year of the Levy		Subsequent Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 27,770,835	\$ 25,426,803	91.56%	\$ -	\$ 25,426,803	91.56%
2012	26,505,577	25,187,366	95.03%	376,681	25,564,047	96.45%
2011	26,110,160	24,740,789	99.05%	637,786	25,378,575	96.22%
2010	25,315,770	23,921,547	95.99%	828,770	24,750,317	97.10%
2009	24,647,848	23,038,889	96.75%	858,161	23,897,050	96.68%
2008	23,382,717	21,524,613	95.76%	778,903	22,303,516	95.28%
2007	21,878,700	20,436,935	96.67%	841,828	21,278,763	97.17%
2006	20,422,685	19,457,916	94.90%	902,504	20,360,420	99.64%
2005	19,381,706	18,176,847	93.78%	997,077	19,173,924	98.89%
2004	17,719,668	16,427,180	95.17%	1,069,760	17,496,940	98.67%

Source: Bastrop County Tax Assessor/Collector

Note: Tax levies consider supplemental value changes during the initial fiscal year.

BASTROP COUNTY, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Governmental Activities ^a		Total Long-term Debt	Percentage of Personal Income ^b	Per Capita ^b
	Certificates of Obligation	Capital Leases			
2013	\$ 36,154,465	\$ 86,527	\$ 36,240,992	1.59%	\$ 467.50
2012	38,000,000	324,096	38,324,096	1.79%	510.21
2011	40,815,000	291,471	41,106,471	2.01%	552.50
2010	42,905,000	468,283	43,373,283	2.15%	584.77
2009	33,885,000	-	33,885,000	1.70%	461.68
2008	35,915,000	-	35,915,000	1.78%	491.41
2007	37,755,000	-	37,755,000	1.96%	523.04
2006	39,400,000	-	39,400,000	2.21%	559.86
2005	31,465,000	-	31,465,000	1.87%	457.55
2004	23,740,000	910,307	24,650,307	1.55%	364.87

Source: Bastrop County financial records

Notes: a - Details regarding the County's outstanding debt can be found in the notes to the financial statements.

b - See Table 13 for personal income and population data.

BASTROP COUNTY, TEXAS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING^a

LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year	General Bonded Debt Outstanding		Less: Amounts Available for Debt Service	Net General Bonded Debt	Percentage of Actual Taxable Property Value ^b	Per Capita ^c
	Certificates of Obligation	Total				
2013	\$ 36,154,465	\$ 36,154,465	\$ 1,377,739	\$ 34,776,726	0.76%	\$ 452.23
2012	38,000,000	38,000,000	1,220,225	36,779,775	0.87%	489.65
2011	40,815,000	40,815,000	1,044,358	39,770,642	0.93%	534.54
2010	42,905,000	42,905,000	1,046,458	41,858,542	0.99%	468.83
2009	33,885,000	33,885,000	1,136,419	32,748,581	0.80%	446.20
2008	35,915,000	35,915,000	1,343,625	34,571,375	0.88%	473.03
2007	37,755,000	37,755,000	1,079,934	36,675,066	1.01%	508.08
2006	39,400,000	39,400,000	1,115,641	38,284,359	1.11%	544.01
2005	31,465,000	31,465,000	836,696	30,628,304	0.95%	445.38
2004	23,740,000	23,740,000	762,200	22,977,800	0.75%	340.11

Source: Bastrop County financial records

Notes: a - Details regarding the County's outstanding debt can be found in the notes to the financial statements.

b - See Table 5 for property value data.

c - See Table 13 for population data.

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BASTROP COUNTY, TEXAS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2013

(Unaudited)

Taxing Jurisdiction	Percentage Overlapping Bastrop County	Outstanding Tax Supported Gross Debt	Subtotals
County-wide			
Bastrop County	100.00%	\$ 35,116,527	
Total direct debt	100.00%		\$ 35,116,527
Cities			
Bastrop	100.00%	30,560,000	
Elgin	86.82%	21,131,120	
Smithville	100.00%	<u>7,100,000</u>	
Total Cities		58,791,120	
School District			
Bastrop ISD	100.00%	174,311,071	
Smithville ISD	97.78%	10,697,123	
Elgin ISD	80.65%	56,273,525	
McDade ISD	100.00%	999,961	
Lexington ISD	0.26%	<u>7,488</u>	
Total School Districts		242,289,168	
Other			
Bastrop County MUD #1	100.00%	<u>1,787,000</u>	
Total Other		1,787,000	
Total indirect debt	100.00%		<u>302,867,288</u>
Total direct and overlapping debt			<u>\$ 337,983,815</u>

Source: Texas Bond Review Board (<http://www.brb.state.tx.us>)

The County has not independently verified the accuracy or completeness of this information.

Percentages calculated using taxable value summaries on Texas Comptroller website

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

BASTROP COUNTY, TEXAS

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
Assessed value of real property	\$ 3,903,583,148	\$ 3,709,450,229	\$ 3,732,448,963	\$ 3,572,474,467
Debt limit rate	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>
Debt limit	<u>195,179,157</u>	<u>185,472,511</u>	<u>186,622,448</u>	<u>178,623,723</u>
Debt applicable to limit:				
Total bonded debt	36,154,465	38,000,000	40,815,000	42,905,000
Less: amount set aside for repayment	<u>1,377,739</u>	<u>1,220,225</u>	<u>1,044,358</u>	<u>1,046,458</u>
Total net debt applicable to limit	<u>34,776,726</u>	<u>36,779,775</u>	<u>39,770,642</u>	<u>41,858,542</u>
Legal debt margin	<u>\$ 160,402,431</u>	<u>\$ 148,692,736</u>	<u>\$ 146,851,806</u>	<u>\$ 136,765,181</u>
Total net debt applicable to the limit as a percentage of debt limit	17.82%	19.83%	21.31%	23.43%

Source: Bastrop County financial records

Under Legislative provision, any county, any political subdivision of a county, any number of adjoining counties, or any political subdivision of the state, or any defined district now or hereafter to be described and defined within the State of Texas, and which may or may not include towns, villages, or municipal corporations, upon a vote of two-thirds majority of the resident property taxpayers voting thereon who are qualified electors of such district or territory to be affected thereby, in addition to all other debts, any issue bonds or otherwise lend its credit in any amount not to exceed one-fourth of the assessed valuation of the real property of such district or territory, except that the total bonded indebtedness of any city or town shall never exceed the limits imposed by other provisions of this Constitution, and levy and collect taxes to pay the interest thereon and provide a sinking fund for the redemption thereof.

TABLE 12

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$ 3,395,292,562	\$ 3,150,524,265	\$ 2,996,465,735	\$ 2,783,640,899	\$ 2,566,909,596	\$ 2,515,394,428
<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>
<u>169,764,628</u>	<u>157,526,213</u>	<u>149,823,287</u>	<u>139,182,045</u>	<u>128,345,480</u>	<u>125,769,721</u>
33,885,000	35,915,000	37,755,000	39,400,000	31,465,000	23,740,000
<u>1,136,419</u>	<u>1,343,625</u>	<u>1,079,934</u>	<u>1,115,641</u>	<u>836,696</u>	<u>762,200</u>
<u>32,748,581</u>	<u>34,571,375</u>	<u>36,675,066</u>	<u>38,284,359</u>	<u>30,628,304</u>	<u>22,977,800</u>
<u>\$ 137,016,047</u>	<u>\$ 122,954,838</u>	<u>\$ 113,148,221</u>	<u>\$ 100,897,686</u>	<u>\$ 97,717,176</u>	<u>\$ 102,791,921</u>
19.29%	21.95%	24.48%	27.51%	23.86%	18.27%

BASTROP COUNTY, TEXAS

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN CALENDAR YEARS

(Unaudited)

Calendar Year	County					State of Texas	United States
	Estimated Population ^a	Personal Income (thousands of dollars) ^a	Per Capita Personal Income ^a	School Enrollment ^b	Unemployment Rate ^c	Per Capita Personal Income ^a	Per Capita Personal Income ^a
2013	\$ 74,763	\$ 2,206,271	\$ 29,510	15,373	6.0%	\$ 42,638	\$ 42,693
2012	75,115	2,138,749	28,473	15,433	7.2%	40,147	41,560
2011	74,401	2,049,511	27,547	15,132	7.0%	39,493	40,584
2010	73,587	2,013,872	27,367	14,700	7.1%	38,222	39,791
2009	73,395	1,987,757	27,083	14,609	6.9%	38,546	39,626
2008	73,085	2,021,897	27,665	14,269	4.4%	37,774	40,208
2007	72,184	1,923,270	26,644	13,886	3.7%	37,187	38,611
2006	70,375	1,784,217	25,353	13,045	4.2%	35,058	36,629
2005	68,769	1,686,697	24,527	11,801	4.5%	33,160	34,685
2004	67,559	1,587,637	23,500	12,163	5.1%	30,887	33,072

Sources: a - U. S Census Bureau, U.S Bureau of Economic Analysis

b - Texas Education Agency

c - U. S. Department of Labor, Bureau of Labor Statistics

BASTROP COUNTY, TEXAS

PRINCIPAL EMPLOYERS

SEPTEMBER 30, 2013

(Unaudited)

Employer	Nature of Business	2013	
		Employees	Percentage of Total County Employment
Bastrop Independent School District	School district	1,383	3.97%
Hyatt Regency Lost Pines Resort	Resort hotel, spa, golf course	762	2.19%
Elgin Independent School District	School district	541	1.55%
UT Science Park	Cancer research center	420	1.21%
Bastrop County	Government	418	1.20%
Wal-Mart	Retail store	334	0.96%
Bastrop FCI	Federal correctional institution	284	0.81%
HEB Food Store	Grocery retail	274	0.79%
Smithville Independent School District	School district	256	0.73%
Seton Smithville Regional Hospital	Healthcare	225	0.65%
Griffin Industries	Rendering	200	0.57%
Buc-ee's	Retail store	195	0.56%
Acme Brick Company	Brick	180	0.52%
Agilent Technologies	Biotechnology	155	0.44%
Bluebonnet Electric Coop.	Utility	153	0.44%
Lowe's Home Improvement	Retail store	138	0.40%
Lower Colorado River Authority	Environmental conservation	122	0.35%
First National Bank	Bank	121	0.35%
City of Bastrop	Government	119	0.34%
Home Depot	Retail store	115	0.33%
Elgin-Butler Brick	Brick	78	0.22%
Hanson Brick Co.	Brick	77	0.22%
City of Elgin	Government	70	0.20%
Total		<u>6,620</u>	<u>18.99%</u>

Source: Bastrop & Elgin Chambers of Commerce

Notes: Most recent total employment per Texas Workforce Commission is 14,139
 (Per Texas Quarterly Census of Employment and Wages)
 Information for 2003 is not available.

BASTROP COUNTY, TEXAS

FULLTIME EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

(Unaudited)

Function/Program	Fiscal Year				
	2013	2012	2011	2010	2009
General government					
Elected/appointed officials	7	7	7	7	7
Clerical	72	74	67	67	65
Building maintenance	6	5	6	7	6
Environmental	15	16	15	16	18
Judicial					
Judges/justices of the peace	5	5	5	5	5
Assistant prosecutors	8	8	8	8	8
Paraprofessionals	13	13	13	13	13
Clerical	12	12	12	12	12
Public safety					
County sheriff	1	1	1	1	1
Constables	4	4	4	4	4
Patrol/CID/CPD	81	74	76	74	69
Correction officers	84	85	96	95	95
Medical	12	12	12	13	10
Kitch/Maint	9	7	9	9	9
Clerical	29	28	31	32	32
Health and welfare					
Indigent health care	4	4	4	4	4
Roads and highways					
County commissioners	4	4	4	4	4
Road employees	49	48	47	52	53
Clerical	3	2	1	1	1
Total	<u>418</u>	<u>409</u>	<u>418</u>	<u>424</u>	<u>416</u>

Source: County Human Resources Department

TABLE 15

Fiscal Year				
<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
7	7	7	7	7
64	57	53	53	48
5	5	5	5	3
17	18	12	15	14
5	5	5	5	5
8	6	6	6	5
12	8	8	8	8
12	13	13	13	13
1	1	1	1	1
4	4	4	4	4
64	59	55	51	51
89	63	61	61	61
10	8	7	7	7
9	6	5	5	5
31	29	33	32	32
3	3	3	3	3
4	4	4	4	4
53	58	58	57	53
<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>
<u>399</u>	<u>355</u>	<u>341</u>	<u>338</u>	<u>325</u>

BASTROP COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

(Unaudited)

Function/Program	Fiscal Year			
	2013	2012	2011	2010
General government				
Treasurer's office				
Accounts payable checks issued	7,658	7,584	7,587	8,699
Payroll checks issued	11,412	11,249	12,320	12,940
Cash receipts issued	4,236	4,163	5,798	5,185
County clerk				
Marriage licenses issued	460	396	444	421
Declarations of informal marriage	46	37	53	42
Birth certificates issued	885	825	834	742
Death certificates issued	645	620	804	1,506
Tax office				
Title transactions	17,279	15,980	13,371	12,177
Registration transactions	79,077	76,209	74,549	72,852
Elections administration				
Number of registered voters	40,886	39,978	39,002	40,208
Judicial				
District court				
Civil cases filed	1,188	1,226	1,384	1,146
Civil cases disposed	1,444	1,310	1,501	970
Criminal cases filed	526	457	576	533
Criminal cases disposed	601	540	533	520
County court				
Civil cases filed	932	653	884	829
Civil cases disposed	859	590	849	782
Criminal cases filed	1,332	1,343	1,068	1,361
Criminal cases disposed	1,493	1,463	1,292	1,514
Juvenile cases filed	89	78	104	102
Juvenile cases disposed	146	94	122	86
Justices of the peace				
Civil cases filed	829	471	531	562
Civil cases disposed	755	360	356	343
Criminal cases filed	15,363	14,811	16,029	10,872
Criminal cases disposed	13,205	12,480	13,232	9,875

TABLE 16

Fiscal Year					
2009	2008	2007	2006	2005	2004
8,476	6,920	7,060	6,575	6,459	5,900
11,718	10,533	10,440	10,121	10,200	10,436
5,492	4,500	4,236	3,011	3,073	2,703
397	432	428	429	425	409
38	24	16	29	19	18
305	304	336	316	343	392
2,291	3,285	3,130	3071	2,363	1,734
12,175	14,726	14,448	13,183	14,368	13,583
72,243	70,894	67,127	63,582	61,714	58,427
NA	40,631	37,838	39,008	NA	38,047
1,183	943	906	807	854	879
934	870	690	791	625	584
592	712	743	770	846	680
724	726	748	836	637	711
823	969	1,117	1,166	1,123	952
800	918	971	1,061	941	887
1,696	1508	1,688	1,840	1,876	1,645
1,710	1492	1,667	1,717	1,575	1,767
111	115	124	150	150	139
123	123	135	148	142	203
678	848	621	577	533	565
479	587	524	431	393	385
13,001	9,337	11,501	12,302	13,945	16,094
11,216	9,327	11,073	10,578	11,221	13,186

BASTROP COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

(Unaudited)

Function/Program	Fiscal Year			
	2013	2012	2011	2010
Public safety				
County jail				
Detention officers	92	88	96	95
Total persons jailed	3,697	3,857	3,791	3,773
Average daily jail population	290	310	329	327
County sheriff				
Arrests - BCSSO	2,074	1,870	1,872	1,867
Health and welfare				
Number of pauper burial/cremation	11	16	25	14
Indigent health care				
Applications approved for assistance	164	164	302	251

Source: Various County Departments

NA - Not available

TABLE 16

Fiscal Year					
2009	2008	2007	2006	2005	2004
95	89	63	61	61	61
3,664	3,300	3,056	3,151	3,219	3,217
313	255	187	199	185	180
1,822	1,520	1,413	1,316	1,325	1,356
21	17	21	17	12	9
196	184	191	174	164	122

BASTROP COUNTY, TEXAS**CAPITAL ASSETS AND INFRASTRUCTURE STATISTICS
BY FUNCTION/PROGRAM****LAST TEN FISCAL YEARS***(Unaudited)*

Function/Program	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General government										
Courthouse	1	1	1	1	1	1	1	1	1	1
Courthouse Annex	1	1	1	1	1	1	1	1	-	-
Touchscreen voting machines	49	49	49	49	49	49	49	49	-	-
Vote tabulator machine	1	1	1	1	1	1	1	1	-	-
Public safety										
Justice center	1	1	1	1	1	1	1	1	1	1
Sheriff's vehicles	101	97	89	85	80	62	52	46	56	57
Emergency management										
Mobile command center	1	1	1	1	1	1	1	1	1	1
Emergency operations center	1	1	1	1	1	1	1	1	1	-
Roads and highways										
County maintenance facilities	4	4	4	4	4	4	4	4	4	4
Miles of road	925	923	942	915	912	912	924	911	898	886
Miles of road - paved	679	620	620	583	526	526	-	-	-	-
Miles of road - unpaved	246	304	322	333	386	386	-	-	-	-
Bridges	92	80	80	80	80	80	80	80	79	78

Sources:

County Auditor - Capital Asset Listing
 Sheriff's Office
 Texas Department of Transportation
 County Commissioners