

JOHNSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Fiscal Year Ended
September 30, 2020

JOHNSON COUNTY, TEXAS
JOHNSON COUNTY AUDITOR'S OFFICE
#2 North Main Street
Cleburne, Texas 76033



JOHNSON COUNTY, TEXAS
Comprehensive Annual Financial Report
 For the Year Ended September 30, 2020

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INTRODUCTORY SECTION



JOHNSON COUNTY

AUDITOR'S OFFICE

J.R. Kirkpatrick
County Auditor

(817) 556-6305

#2 N. Main - Courthouse - Cleburne, Texas 76033

Fax (817) 556-6075

March 24, 2021

THE HONORABLE DISTRICT JUDGES AND
THE HONORABLE COMMISSIONERS COURT:

In compliance with the statutory duties of the County Auditor as prescribed by Section 114.025 of the Local Government Code of the State of Texas, the Comprehensive Annual Financial Report of Johnson County, Texas, for the fiscal year ended September 30, 2020, is submitted herewith. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the County. This report has been prepared using generally accepted accounting principles and guidelines promulgated by the Governmental Accounting Standards Board. We have attempted to conform substantially to the high standards of public financial reporting as recommended by the Government Finance Officers Association of the United States and Canada. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County is required to undergo an annual single audit in conformity with the provisions of the *Texas Single Audit Circular* for state awards. Information related to this single audit, and the independent auditors' reports of the internal control structure and compliance with applicable laws and regulations are included in the single audit section of this report.

In developing the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes (1) the cost of a control should not exceed the benefits derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. The County Auditor's Office continually assesses its ability to ensure that adequate internal accounting controls are in place to safeguard assets and provide reasonable assurance of proper recording of financial transactions. With this ongoing effort, and growth of the county, the internal audit function becomes a larger task each year, addressing the needs that change and growth dictate.

United States generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

ECONOMIC CONDITION AND OUTLOOK

Johnson County is strategically located in North Central Texas and is considered a part of the Fort Worth metropolitan area. Johnson County is a member of the North Central Texas Council of Governments which is comprised of sixteen counties. The area has experienced steady growth, which is expected to continue for several years due to the influence of Dallas and Fort Worth, adjacent to our northern border, and improved transportation routes.

Johnson County is experiencing growth with obvious signs of significant future growth. The region has a varied manufacturing and industrial tax base that contributes to the relatively favorable unemployment rate.

With the creation of the Johnson County Economic Development Commission (JCEDC) in September 1989, the County continues to be a competitive area for creating a favorable business climate. The Commission has a goal of attracting new business to the area, resulting in new jobs and significant increases to the tax rolls.

Last year, it was reported that an internationally known manufacturer had built a facility in our community that will eventually employ up to 1,000 people, depending on market conditions. At this time the plant is going strong as expected. It is still expected that this company will be among our largest employers. This French corporation's facility is one of only two located in the United States.

Population growth in Johnson County is noticeable throughout all sections of the County. Even the smaller communities have experienced very impressive residential development. There are dozens of residential subdivisions under construction that began just within the last twenty-four months. Combined efforts of the cities and county government have proven to be effective in attracting industry as well.

Several communities, including the City of Cleburne, Burleson, Godley and Venus continue to experience growth in residential building. Godley, Texas currently has approximately a dozen subdivisions underway, in which, many are valued significantly above the average for the County. The tollway is certainly considered as a contributing factor for this development. Additionally, it has added a measurable quality of life to citizens that must commute to Fort Worth, as the travel time is about half of what it was prior to the tollway.

The County provides a full range of services authorized by statute. These services include general governmental services such as recording and licensing, sustaining the District, County and Justice Court systems, maintaining public facilities, ensuring public safety, preserving public health and welfare, aiding conservation, and maintaining County roads and bridges.

MAJOR INITIATIVES

Johnson County, because of its continued growth, is faced with many challenges in delivering services to its citizens while maintaining a conservative financial approach. The Commissioners Court has been committed to meeting increasing needs for services and facilities. The following initiatives reflect the County's commitment to ensuring that its citizens are able to live and work in an enviable environment.

For the Year

Final decisions were made to move forward on construction for two significant projects. These projects include the build-out of the Burleson Sub-Courthouse and remodeling of the Sheriff's Administration building. The increased foot traffic in Burleson, the largest city in the County, will demand the expanded services of the Tax Office, Justice of the Peace, and County Clerk in this facility where satellite offices already exist. Additionally, a large downtown parking area was completed to accommodate the demand expected as the downtown area of Cleburne grows and revitalization progresses.

Johnson County has installed software in our County and District Clerks offices which will allow citizens to file various court papers via the internet; thus improving the way business is conducted by saving time and money for citizens. This has been a very valuable option during the past year as the community, like the whole nation, has faced the challenges of addressing the health concerns created by the Coronavirus pandemic.

Additionally, Johnson County IT has continued the endeavor of cyber security awareness training of all employees to create a greater understanding of the risks that exist in this technological age we live in today; offering a greater degree of overall security for the County.

For the Future

The growth experienced by the County requires our elected officials to be forward-thinking to address issues before they become problems. As in most Texas counties, the need to accommodate the law enforcement and administration of justice functions is challenging. Also, Johnson County will endeavor to stay ahead of the curve with the expected growth that is fast becoming a reality. By the end of next year, Johnson County will be near completion of the Burleson sub-courthouse and Sheriff Office renovation.

FINANCIAL CONDITION

Current Condition. Johnson County continues to be well positioned, financially, with above average fund balances. This financial strength has been maintained with no hardship, even with its decisions to fund capital projects with available cash. The County's Fund Balance Policy, with the minimum balances established by the policy, are taken seriously. Fund balances will continue to exceed the popular rules of thumb. The unassigned fund balance of the General Fund has been at a healthy level for consecutive years and the County has always used prudence in the decisions to use cash to finance qualifying projects.

Long Range Financial Planning. Johnson County has a determination to manage funds in a conservative and judicious manner. One initiative adopted by the County includes a separate "Operating Reserve" line-item in the budget which ensures that unexpected situations do not create unmanageable conditions. With the knowledge that mineral royalty revenues and mineral values will fluctuate with the price of natural gas, the County has never and will not put itself in a position to depend upon such revenue.

Significant Financial Policy. It is the policy of Johnson County to maintain an above-average fund balance as evidenced by the Fund Balance Policy. To ensure fund balances remain at these levels the County will strive to balance the General Fund budget each year or use only a minimum amount of the fund balance to finance the budget. This conservative practice will ensure that the County has adequate funding in future years which may bring further economic challenges beyond those which we currently face.

Administration. The officials having responsibility for the financial administration of the County are the County Judge and four County Commissioners (the "Commissioners Court"), the County Treasurer (all of whom are elected for four-year terms), and the County Auditor who is appointed for a two-year term by the State District Judges having jurisdiction within the County. The governing body of the County is the Commissioners Court. It has only those powers expressly granted to it by the legislature and powers necessarily implied from such grant. Among other things, it approves the County budget, determines the County tax rate, approves contracts in the name of the County, determines whether a proposition to issue bonds should be submitted to the voters, conducts official business of the County at designated meeting times, and appoints certain individuals to manage various departments.

The County Judge is the presiding officer of the Commissioners Court. Each Commissioner represents one of the four precincts into which the County is divided and is elected by the voters of the precinct. The County Commissioners supervise construction and maintenance of the County road systems as well as perform other administrative duties.

The County Treasurer is the custodian of funds and has the sole authority to disburse funds for the County. This includes receipting and depositing all funds paid to the County. The Treasurer is also the designated County Investment Officer and confers with the County Auditor regarding investments of county funds. The Commissioners Court has adopted an investment policy in compliance with the Public Funds Investment Act.

The County Auditor is responsible for substantially all County financial and accounting control functions. The responsibilities of the County Auditor include those of accounting, auditing, accounts payable and financial operations and reporting. Also, the County Auditor works with the Treasurer to determine the type, terms, and amounts of investments of County funds.

As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

OTHER INFORMATION

Independent Audit. The County's financial statements have been audited by KM&L, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Johnson County, Texas financial statements for the fiscal year ended September 30, 2020 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Johnson County for its comprehensive annual financial report for fiscal year ended September 30, 2019. This was the twenty-ninth consecutive year that the County has earned 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.

Acknowledgments. The production of this report is attributable to the dedication and work of the County Auditor's Office staff and KM&L, LLC, our independent auditor. I would like to thank all Johnson County Elected Officials, Department Heads and their staff for their cooperation and leadership in conducting the financial affairs of the County. A special thanks is extended to my staff that dedicate themselves so fully throughout the year.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "J.R. Kirkpatrick". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

J.R. Kirkpatrick
Johnson County Auditor



Government Finance Officers Association

Certificate of
Achievement for
Excellence in
Financial
Reporting

Presented to

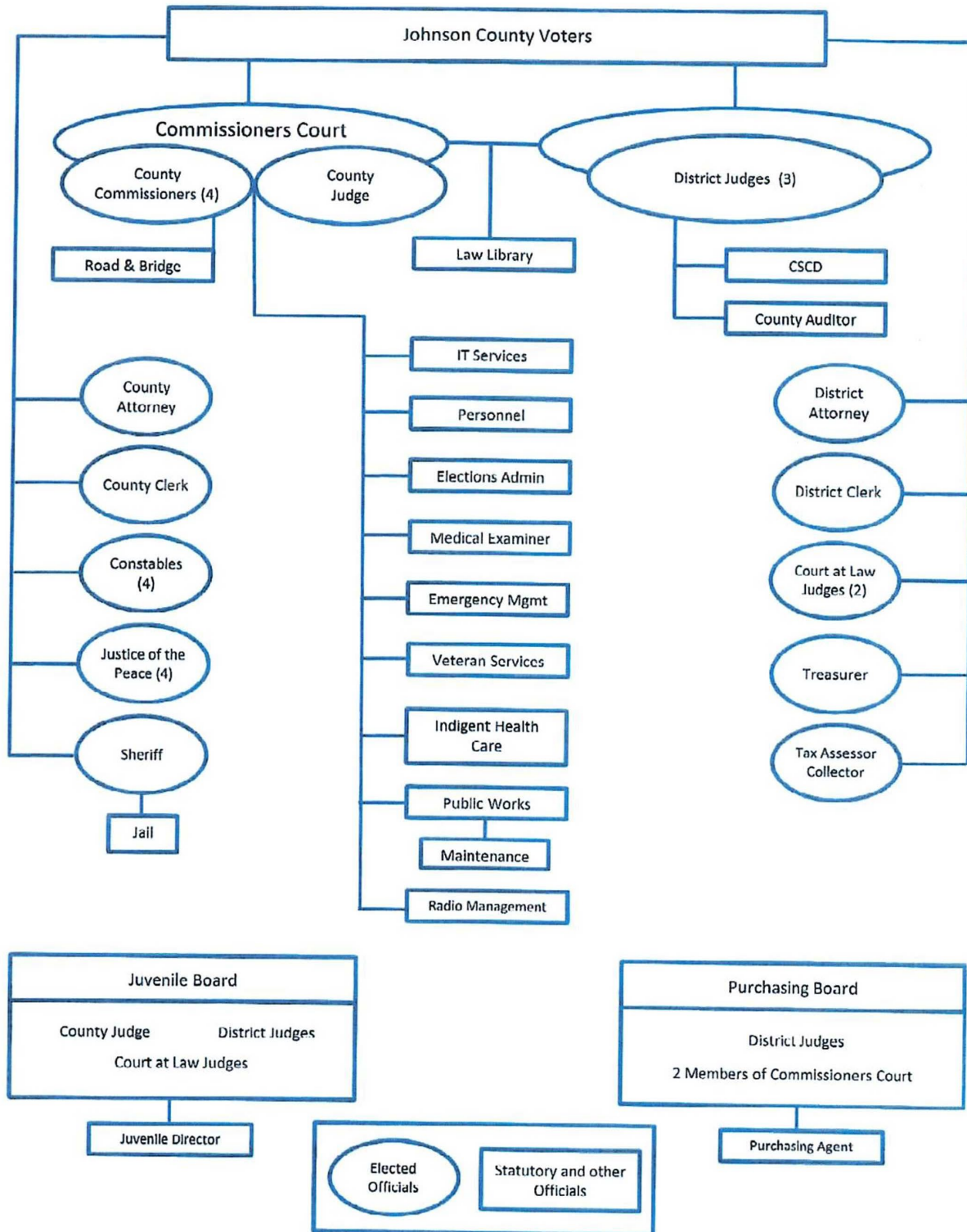
**Johnson County
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Christopher P. Morill

Executive Director/CEO



JOHNSON COUNTY, TEXAS

PRINCIPAL OFFICIALS

COMMISSIONERS COURT

COUNTY JUDGE
COUNTY COMMISSIONERS
Precinct 1
Precinct 2
Precinct 3
Precinct 4

Roger Harmon

Rick Bailey
Kenny Howell
Jerry Stringer
Larry Woolley

JUDICIAL

DISTRICT JUDGE
18th Judicial District
249th Judicial District
413th Judicial District
COUNTY COURT-AT-LAW I
COUNTY COURT-AT-LAW II
JUSTICE OF THE PEACE
Precinct 1
Precinct 2
Precinct 3
Precinct 4

Sydney B. Hewlett
Wayne Bridewell
William C. Bosworth, Jr.
Robert B. Mayfield, III
Steve McClure

Ronald R. McBroom
Jeff Monk
Pat Jacobs
Robert Shaw

LAW ENFORCEMENT AND LEGAL

DISTRICT ATTORNEY
COUNTY ATTORNEY
SHERIFF
CONSTABLES
Precinct 1
Precinct 2
Precinct 3
Precinct 4
COMMUNITY SUPERVISION DIRECTOR*
CHIEF JUVENILE PROBATION OFFICER*

Dale Hanna
Bill Moore
Adam King

Matt Wylie
Adam Crawford
Mike White
Timothy Kinman
Bob Barnes
Cristy Malott

FINANCIAL ADMINISTRATION

COUNTY AUDITOR*
COUNTY TREASURER
TAX ASSESSOR - COLLECTOR
PURCHASING AGENT*

J. R. Kirkpatrick
Kathy Blackwell
Scott Porter
Ralph McBroom

COURT CLERKS

DISTRICT CLERK
COUNTY CLERK

David Lloyd
Becky Ivey

*Denotes appointed officials. All others are elected officials.

FINANCIAL SECTION





Independent Auditor's Report

The Honorable County Judge,
and Members of Commissioners
Court of Johnson 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 Johnson County, Texas (the "County"), as of and for the year ended September 30, 2020, 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.

Auditor's 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.

Lake Jackson
8 W Way Ct.
Lake Jackson, TX 77566
979-297-4075

El Campo
201 W. Webb St.
El Campo, TX 77437
979-543-6836

Angleton
2801 N. Velasco, Suite C
Angleton, TX 77515
979-849-8297

Bay City
2245 Avenue G
Bay City, TX 77414
979-245-9236



The Honorable County Judge,
and Members of Commissioners
Court of Johnson County, Texas

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, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, required pension schedules and require OPEB schedules on pages 4 through 16 and pages 68 through 75 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 nonmajor 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 schedule of expenditures of federal and state awards are presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and Texas Single Audit Circular (*Uniform Grant Management Standards*) and are also not a required part of the basic financial statements.

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

The Honorable County Judge,
and Members of Commissioners
Court of Johnson County, Texas

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 24, 2021, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

KM&L, LLC

Lake Jackson, Texas
March 24, 2021

JOHNSON COUNTY, TEXAS

Management's Discussion and Analysis For the Year Ended September 30, 2020

As management of Johnson 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, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - v of this report.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year for governmental activities by \$ 102,805,476 (net position). Of this amount, \$ 33,115,029 (unrestricted net position), may be used to meet the government's ongoing obligations to citizens and creditors with the County's fund designation.
- The County's total net position increased for governmental activities by \$ 4,870,991.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 55,889,443. 62.40% of this amount, \$ 34,876,136 (unassigned fund balance), was available for use within the County's fund designations. Of the governmental funds amount, \$ 19,970,009 has been restricted for specific uses.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 34,877,444 or 54.41% of the total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised 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, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four 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 fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

JOHNSON COUNTY, TEXAS

Management's Discussion and Analysis For the Year Ended September 30, 2020

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The *governmental activities* of the County include general government, administration of justice, financial administration, elections, law enforcement, highways and streets, health and welfare, culture and recreation, and conservation. The County has no *business-type activities*.

The government-wide financial statements can be found on pages 18 through 19 of this report.

Fund Financial Statements. A *fund* is a grouping 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 three categories: governmental funds, proprietary 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 current sources and uses 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 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 government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances, provide reconciliations to facilitate this comparison between governmental funds and governmental activities.

The County maintains fifty-three (53) 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 balance for the General Fund, the Road & Bridge Fund and the General Debt Service Fund; all of which are considered to be major funds. Data from the other fifty (50) funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 20 through 25 of this report.

- **Proprietary Funds.** The County maintains no proprietary funds.

JOHNSON COUNTY, TEXAS

*Management's Discussion and Analysis
For the Year Ended September 30, 2020*

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 operations. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary assets and liabilities on page 26 and a statement of changes in assets and liabilities - agency funds that can be found on pages 142 through 144.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 through 65 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 68 through 75 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information. Combining and individual statements and schedules can be found on pages 84 through 107 of this report.

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 and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$ 102,805,476 as of September 30, 2020. This is an increase in net position of \$ 4,870,991 which is primarily due to a net increase in operating grants and contributions revenue and a net decrease in law enforcement expenses.

The largest portion of the County's net position is \$ 52,470,155 (51.04%) which reflects its investments in capital assets (e.g., land; construction in progress, buildings and improvements; furniture, equipment and vehicles; and infrastructure) less any debt used to acquire those assets that is still outstanding. The County uses capital assets to provide service to citizens and 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. Net investment in capital assets increased by \$ 2,126,438 due to long-term debt maturing in the current fiscal year.

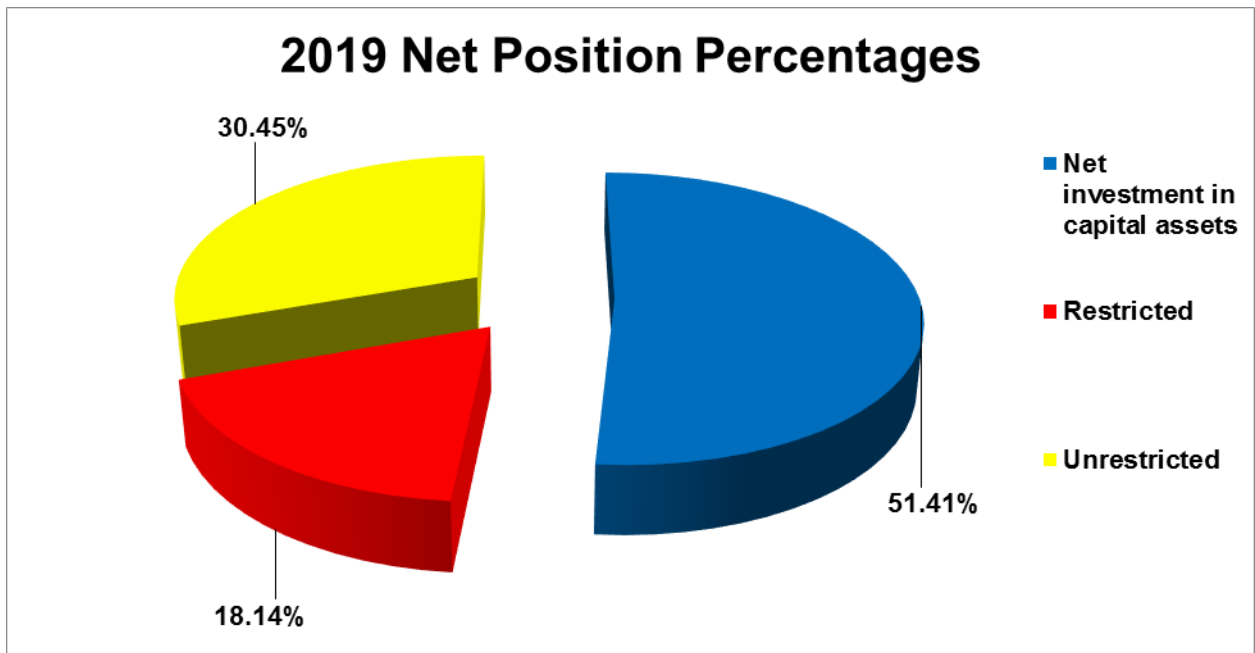
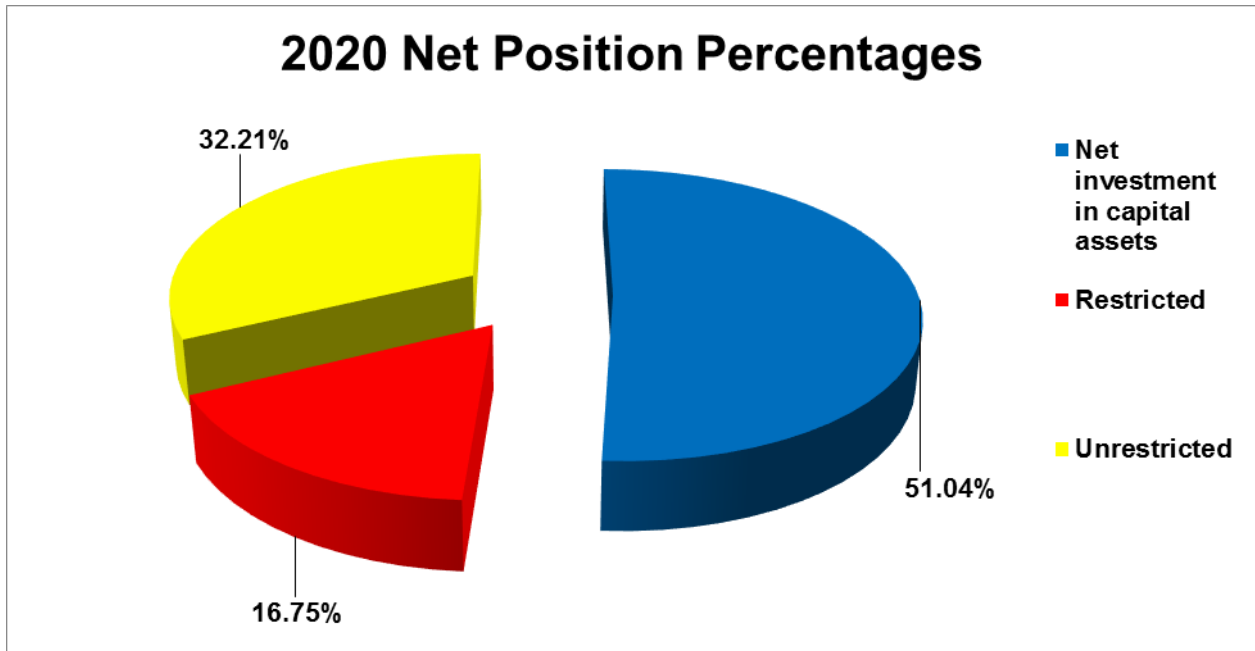
An additional portion of the County's net position is \$ 17,220,292 (16.75%) which represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of \$ 33,115,029 (32.21%) may be used to meet the government's ongoing obligations to citizens and creditors.

JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020

As of September 30, 2020, the County is able to report positive balances in all three categories of net position.

JOHNSON COUNTY'S NET POSITION

	<u>Governmental Activities</u>		
	<u>2020</u>	<u>2019</u>	<u>Net Change</u>
ASSETS			
Current and other assets	\$ 70,547,852	\$ 65,091,823	\$ 5,456,029
Capital assets	<u>70,652,911</u>	<u>73,191,571</u>	<u>(2,538,660)</u>
Total assets	<u>141,200,763</u>	<u>138,283,394</u>	<u>2,917,369</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources	<u>3,484,794</u>	<u>9,764,759</u>	<u>(6,279,965)</u>
Total deferred outflows of resources	<u>3,484,794</u>	<u>9,764,759</u>	<u>(6,279,965)</u>
LIABILITIES			
Current and other liabilities	5,297,176	5,607,410	(310,234)
Long-term liabilities	<u>33,181,931</u>	<u>44,346,569</u>	<u>(11,164,638)</u>
Total liabilities	<u>38,479,107</u>	<u>49,953,979</u>	<u>(11,474,872)</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources	<u>3,400,974</u>	<u>159,689</u>	<u>3,241,285</u>
Total deferred inflows of resources	<u>3,400,974</u>	<u>159,689</u>	<u>3,241,285</u>
NET POSITION			
Net investment in capital assets	52,470,155	50,343,717	2,126,438
Restricted	17,220,292	17,766,864	(546,572)
Unrestricted	<u>33,115,029</u>	<u>29,823,904</u>	<u>3,291,125</u>
Total net position	<u>\$ 102,805,476</u>	<u>\$ 97,934,485</u>	<u>\$ 4,870,991</u>



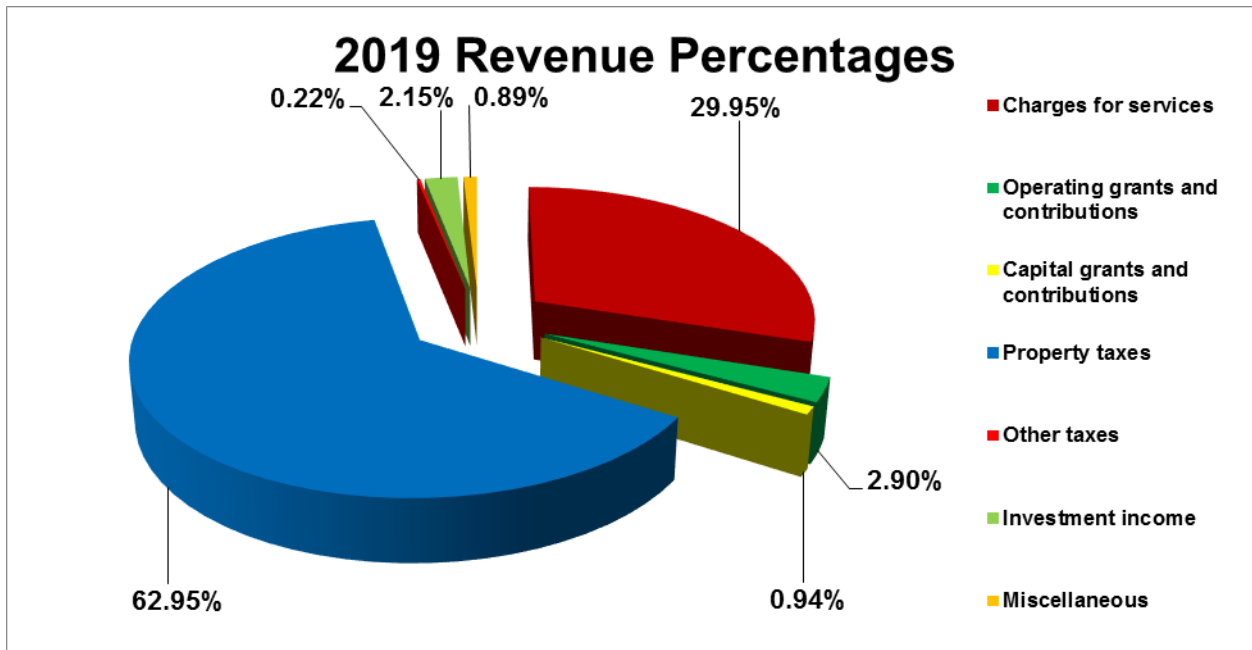
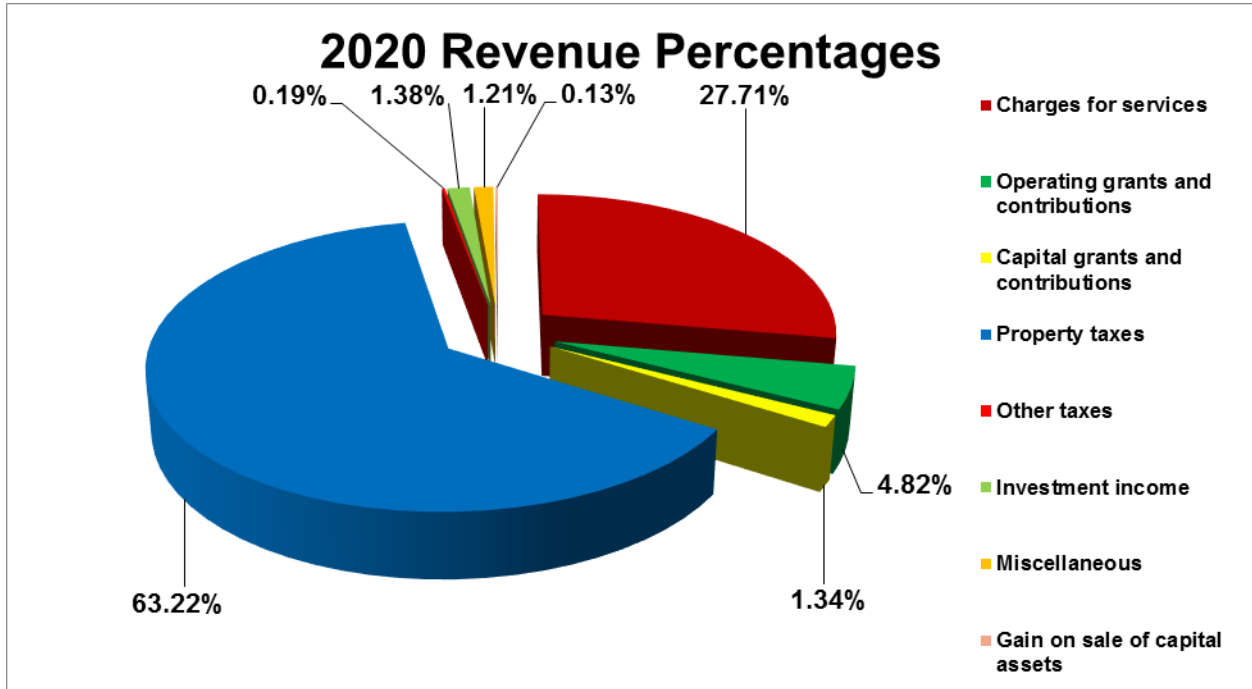
JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020

Analysis of the County's Operations. Governmental activities reported an increase in net position in the amount of \$ 4,870,991 due to increased operating grants and contributions revenues and decreased law enforcement expenses. The following table provides a summary of the County's operations for the year ended September 30, 2020.

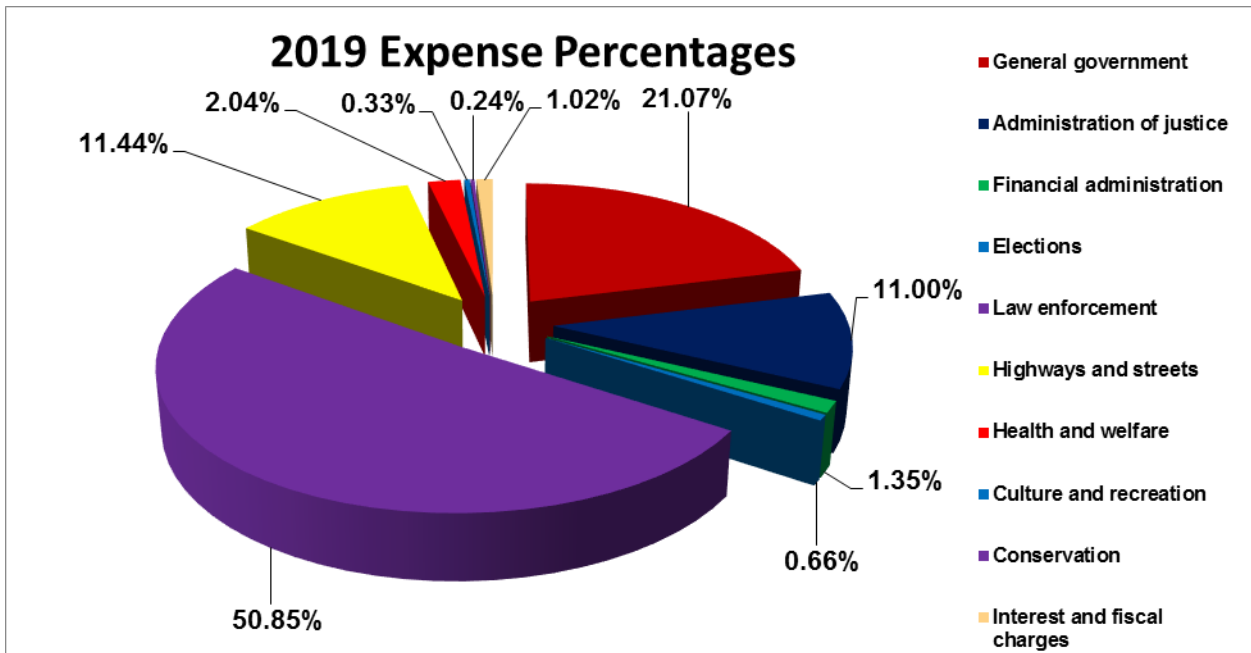
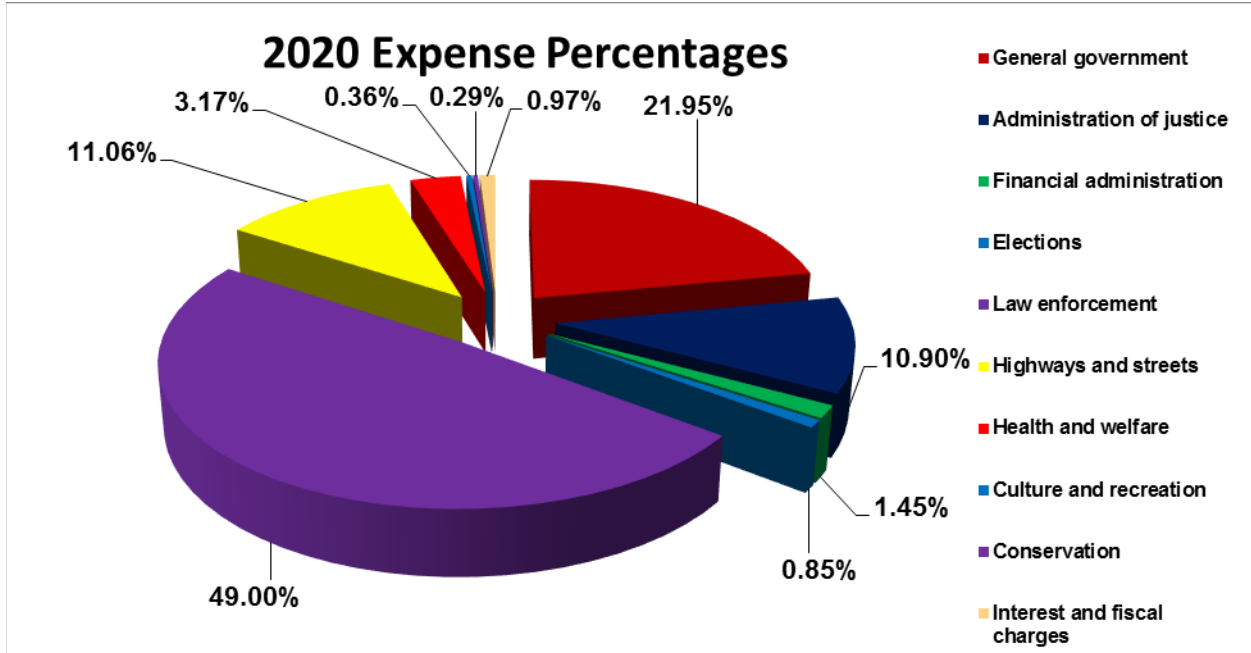
JOHNSON COUNTY'S CHANGES IN NET POSITION

	<u>Governmental Activities</u>		<u>Net Change</u>
	<u>2020</u>	<u>2019</u>	
Revenues:			
Program Revenues:			
Charges for services	\$ 24,914,621	\$ 26,576,228	\$(1,661,607)
Operating grants and contributions	4,334,545	2,574,611	1,759,934
Capital grants and contributions	1,203,158	831,069	372,089
General Revenues:			
Property taxes	56,834,980	55,848,828	986,152
Other taxes	173,200	195,598	(22,398)
Investment income	1,240,278	1,907,714	(667,436)
Gain on sale of capital assets	112,953		112,953
Miscellaneous	<u>1,087,081</u>	<u>785,272</u>	<u>301,809</u>
Total revenues	<u>89,900,816</u>	<u>88,719,320</u>	<u>1,181,496</u>
Expenses:			
General government	18,663,227	18,358,963	304,264
Administration of justice	9,263,379	9,587,841	(324,462)
Financial administration	1,230,024	1,179,916	50,108
Elections	725,418	571,771	153,647
Law enforcement	41,667,920	44,308,051	(2,640,131)
Highways and streets	9,403,250	9,972,948	(569,698)
Health and welfare	2,698,608	1,779,079	919,529
Culture and recreation	302,199	290,131	12,068
Conservation	248,865	211,586	37,279
Interest and fiscal charges	<u>826,935</u>	<u>881,077</u>	<u>(54,142)</u>
Total expenses	<u>85,029,825</u>	<u>87,141,363</u>	<u>(2,111,538)</u>
Change in net position	4,870,991	1,577,957	3,293,034
Net position - beginning	<u>97,934,485</u>	<u>96,356,528</u>	<u>1,577,957</u>
Net position - ending	<u>\$ 102,805,476</u>	<u>\$ 97,934,485</u>	<u>\$ 4,870,991</u>

JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020



JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020



JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 55,889,443. The unassigned fund balance of \$ 34,876,136 constitutes 62.40% of ending fund balance. The fund balance is categorized as 1) nonspendable of \$ 1,043,298, 2) restricted of \$ 19,970,009, and 3) unassigned of \$ 34,876,136.

Fund balance of the General Fund increased by \$ 3,705,651; the Road & Bridge Fund decreased by \$ 44,086; the General Debt Service Fund decreased by \$ 674,865, and Other Governmental Funds increased by \$ 1,989,398.

The increase in fund balance in the General Fund is a result of actual revenue exceeding actual expenditures by \$7,315,763 with a net of other financing sources and uses of (\$3,610,112). As for the Road & Bridge Fund (special revenue fund), the decrease in fund balance was the result of expenditures exceeding revenue by \$99,370 with a net of other financing sources and uses of \$55,284. The significant decrease in fund balance for the General Debt Service (debt service fund) of \$674,865 was due to the intentional use of surplus fund balance. The increase in fund balance for other governmental funds is primarily due to transfers into the funds from the General Fund for capital expenditures.

General Fund Budgetary Highlights. The County budget is prepared by the County Judge's Office and presented to Commissioners Court for approval. The County operates within this budget for the fiscal year with expenditure amendments made as needed.

The difference between the General Fund original expenditure budget and the revised budget was an increase of an insignificant amount of \$164,197; being an amendment to purchase dispatch software for the Sheriff's office and the addition of a School Resource Officer contract for a school district.

During the year, revenues exceeded budget while expenditures were less than the budget. Total revenue exceeded projections primarily due to unexpected Coronavirus Relief funding. Lower than budgeted expenditures resulted in many areas, primarily in the areas of law enforcement, general government and administration of justice. The lower than expected expenditure amounts are somewhat attributable to the pandemic experienced during the last seven months of the year, such as the need to close our courts.

Total General Fund revenue exceeded the amended budget by approximately 1.4% and total General Fund expenditures were under the amended budget by approximately 9.1%.

JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020

Capital Assets

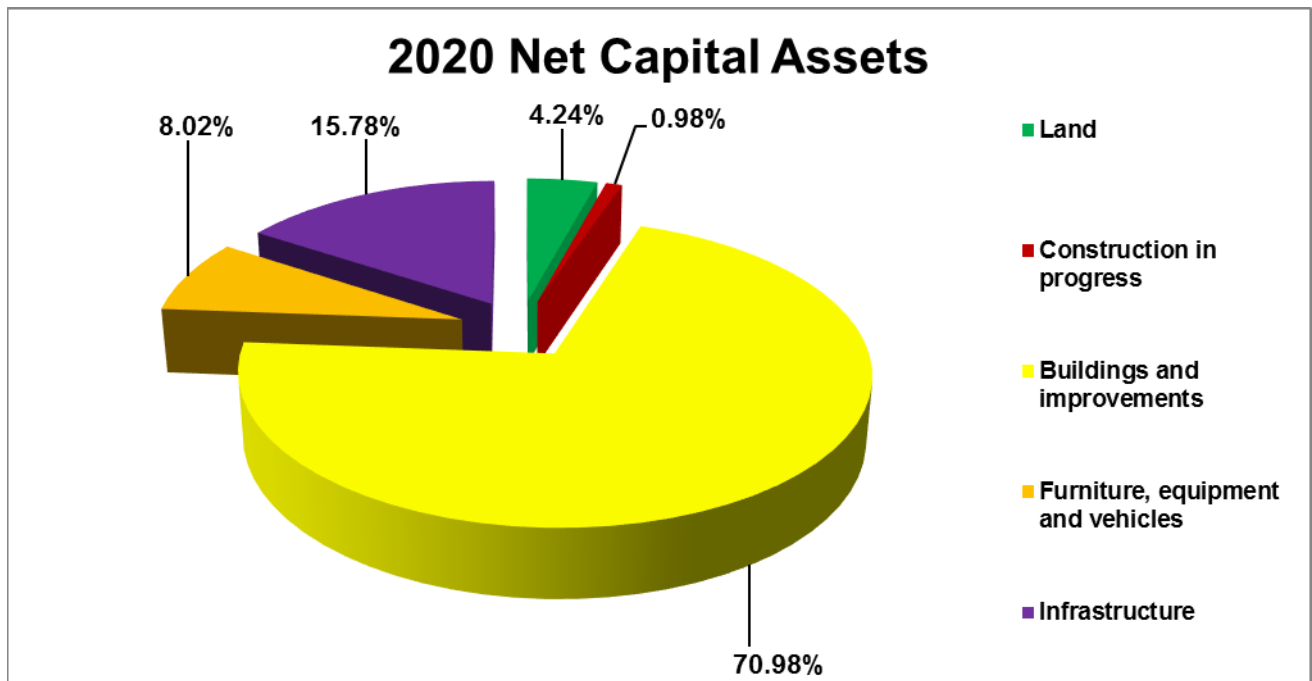
This investment in capital assets includes land; construction in progress; buildings and improvements; furniture, equipment and vehicles; and infrastructure.

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

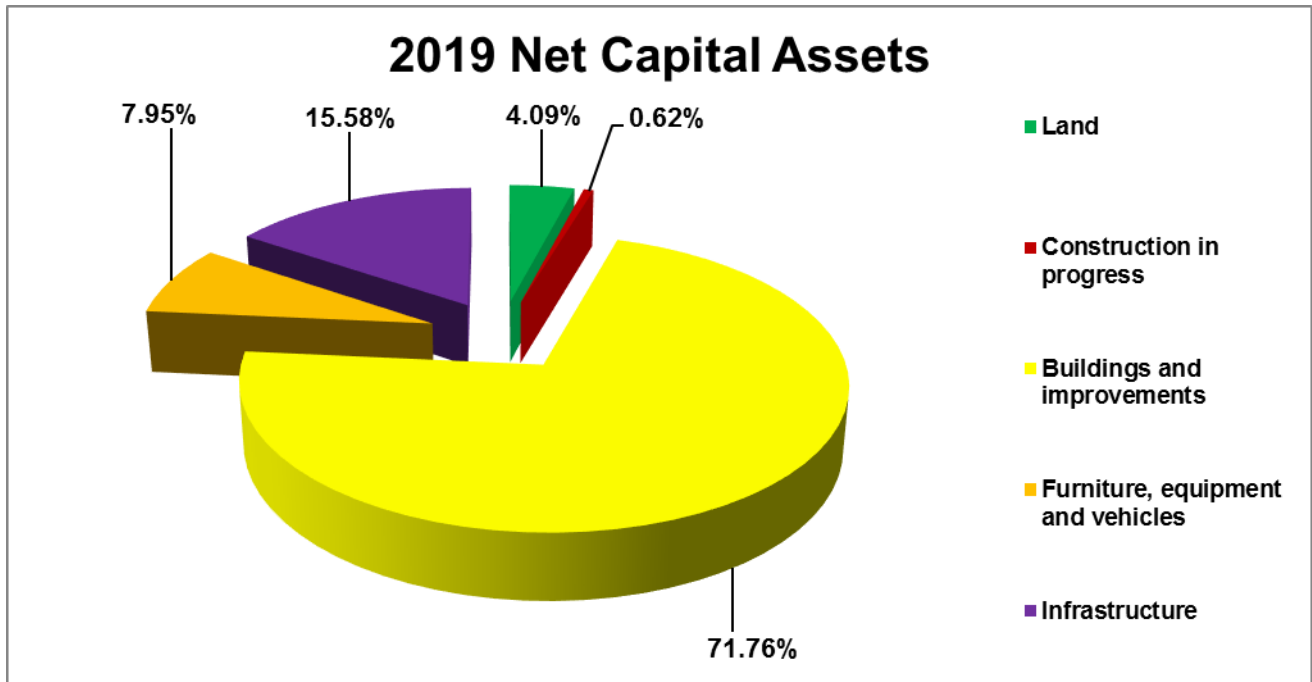
- Acquisition of new vehicles, various road and bridge equipment, and technology equipment.
- Renovation of existing buildings placed in service during the current fiscal year.
- Resurfacing of roads.

JOHNSON COUNTY'S CAPITAL ASSETS
Net of Accumulated Depreciation

	<u>Governmental Activities</u>		<u>Net</u>
	<u>2020</u>	<u>2019</u>	<u>Change</u>
Land	\$ 2,997,691	\$ 2,991,908	\$ 5,783
Construction in progress	689,127	452,455	236,672
Buildings and improvements	50,149,519	52,523,176	(2,373,657)
Furniture, equipment and vehicles	5,665,086	5,817,862	(152,776)
Infrastructure	<u>11,151,488</u>	<u>11,406,170</u>	<u>(254,682)</u>
Total	<u>\$ 70,652,911</u>	<u>\$ 73,191,571</u>	<u>\$ (2,538,660)</u>



JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2020



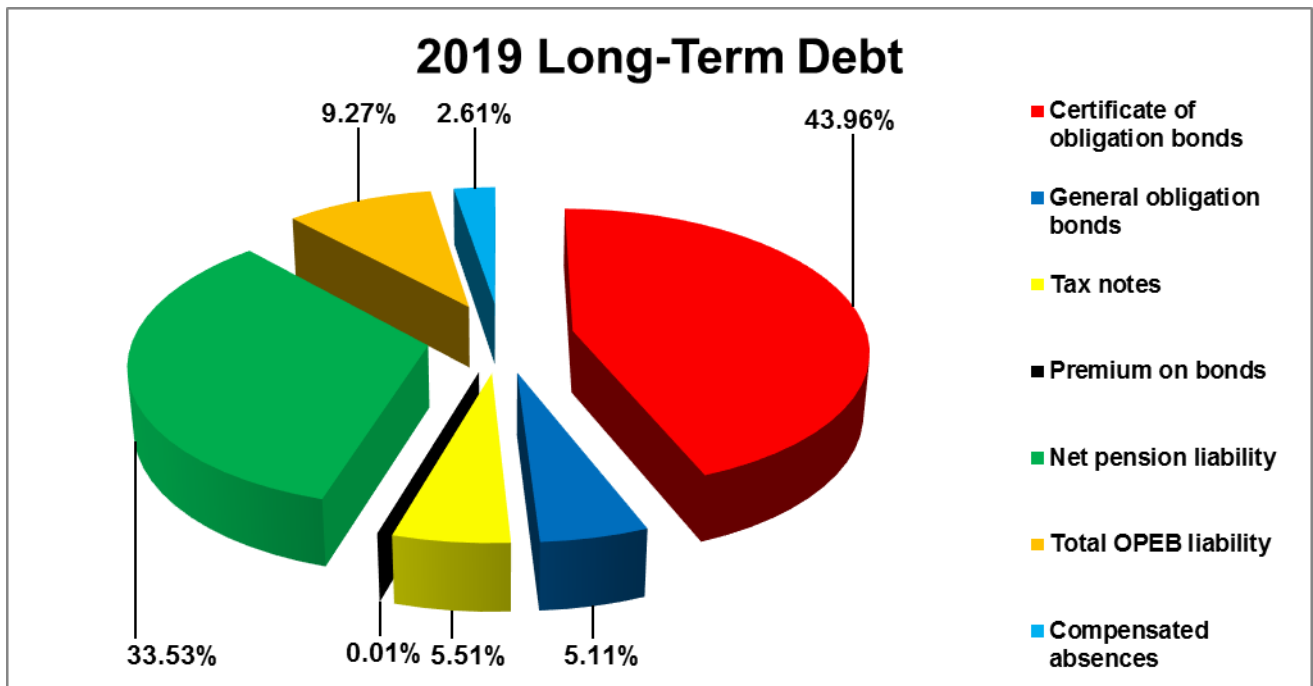
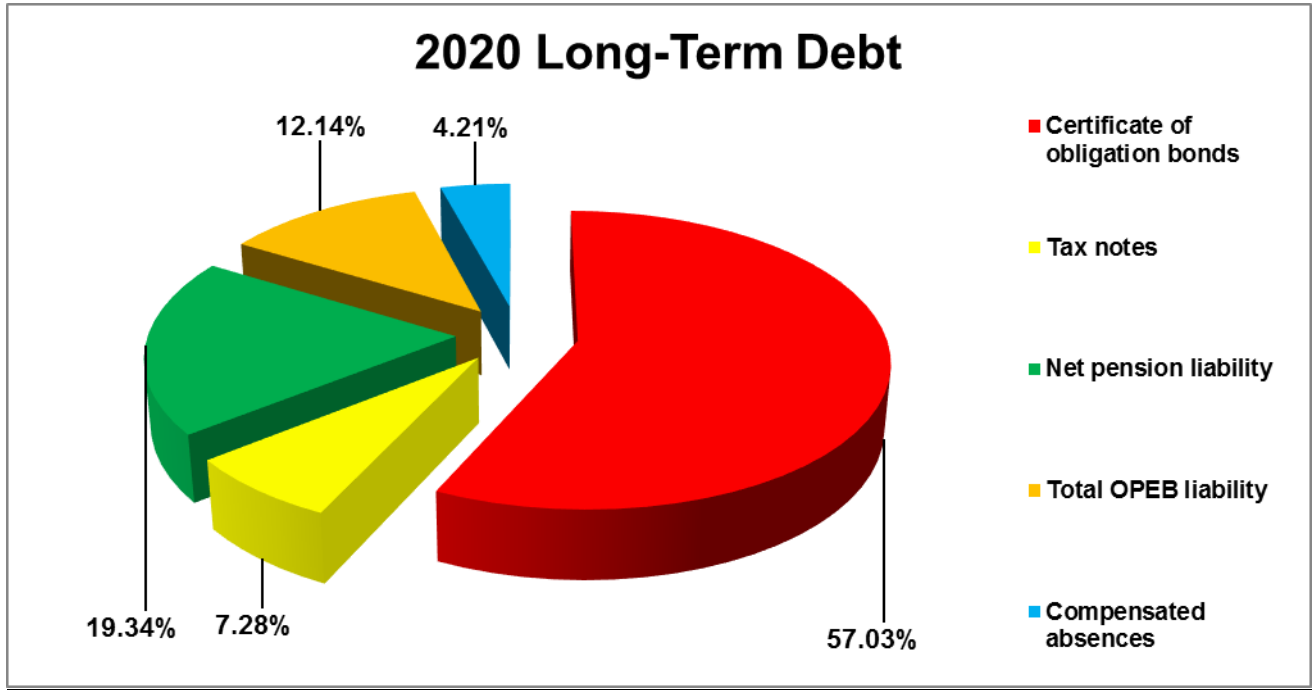
Additional information on the County's capital assets can be found in Note 6 on pages 49 through 50 of this report.

DEBT ADMINISTRATION

At the end of the current fiscal year, the County had a total bonded and note debt of \$ 21,340,000, which, comprises bonded and debt backed by the full faith and credit of the County agreement. The bonds and tax notes will be retired with revenues from property taxes.

JOHNSON COUNTY'S LONG-TERM DEBT

	Governmental Activities		Net Change
	2020	2019	
General obligation bonds	\$	\$ 2,265,000	\$(2,265,000)
Certificates of obligation bonds	18,925,000	19,495,000	(570,000)
Tax notes	2,415,000	2,445,000	(30,000)
Premium on bonds		2,373	(2,373)
Net pension liability	6,418,015	14,867,208	(8,449,193)
Total OPEB liability	4,027,137	4,111,664	(84,527)
Compensated absences	<u>1,396,779</u>	<u>1,160,324</u>	<u>236,455</u>
Total	<u>\$ 33,181,931</u>	<u>\$ 44,346,569</u>	<u>\$(11,164,638)</u>



JOHNSON COUNTY, TEXAS

Management's Discussion and Analysis For the Year Ended September 30, 2020

During the fiscal year, the County's total debt decreased \$ 11,164,638 or 25.18%. The net decrease was due primarily to the reductions of the net pension liability.

All of the outstanding Bonds of the County payable from its limited taxes are insured and are, therefore, rated "A1" by Moody's Investors Service Inc. ("Moody's"), and "AA" by Standard & Poor's ("S&P"). State statutes limit the amount of general obligation debt a government may issue to 25% of its total assessed valuation. The current limitation for the County significantly exceeds the outstanding general obligation debt.

Additional information on the County's long-term debt can be found in Note 8 on pages 51 through 53 of this report.

Economic Factors and Next Year's Budgets and Rates

The annual budget is the means by which Commissioners Court sets the direction of the County, and allocates its resources.

In considering the budget for FY 2020, Commissioners Court considered the following factors:

- Property tax rate was \$ 0.425000, unchanged from the previous year and was under the rollback rate by \$ 0.038361. It appears the County will continue to see increases in unassigned fund balances in the General Fund, primarily due to conservative revenue projections and consistently underspending the budget.
- Employees received an average of a 2% increase in compensation. The increase in positions budgeted represents less than 1.0% of our total employment.

Request for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Johnson County Auditor, #2 N. Main Street, Cleburne, Texas, 76033, or call (817) 556-6305.

BASIC FINANCIAL STATEMENTS

JOHNSON COUNTY, TEXAS
STATEMENT OF NET POSITION
September 30, 2020

Exhibit 1

	Governmental Activities
ASSETS	
Cash and temporary investments	\$ 31,699,909
Receivables (Net of Allowance for Uncollectibles):	
Taxes	759,485
Accounts	10,962,513
Due from other governments	1,047,668
Accrued interest	16,410
Inventories	380,414
Prepaid expenses	662,884
Investments	25,018,569
Capital Assets:	
Land	2,997,691
Construction in progress	689,127
Buildings and improvements (net)	50,149,519
Furniture, equipment and vehicles (net)	5,665,086
Infrastructure (net)	<u>11,151,488</u>
Total assets	<u>141,200,763</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources	<u>3,484,794</u>
Total deferred outflows of resources	<u>3,484,794</u>
LIABILITIES	
Accounts and accrued liabilities payable	4,949,415
Accrued interest payable	109,975
Unearned revenue	237,786
Noncurrent Liabilities:	
Due within one year	4,311,624
Due in more than one year:	
Other noncurrent liabilities	18,425,155
Net pension liability	6,418,015
Total OPEB liability	<u>4,027,137</u>
Total liabilities	<u>38,479,107</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources	<u>3,400,974</u>
Total deferred inflows of resources	<u>3,400,974</u>
NET POSITION	
Net investment in capital assets	52,470,155
Restricted:	
Road and bridge	6,841,926
Debt service	566,352
Health services	2,980,443
Records management	3,768,106
Other purposes	3,063,465
Unrestricted	<u>33,115,029</u>
Total net position	<u>\$ 102,805,476</u>

The notes to the financial statements are an integral part of this statement.

JOHNSON COUNTY, TEXAS
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2020

Exhibit 2

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net Expense and Change In Net Position Governmental Activities</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental Activities:				
General government	\$ 18,663,227	\$ 7,036,686	\$ 490,079	\$ (11,136,462)
Administration of justice	9,263,379	2,768,435	1,578,658	(4,916,286)
Financial administration	1,230,024			(1,230,024)
Elections	725,418	36,675	16,373	(672,370)
Law enforcement	41,667,920	12,871,834	335,499	(28,460,587)
Highways and streets	9,403,250	2,108,552	88,030	(6,033,522)
Health and welfare	2,698,608		1,825,906	(842,690)
Culture and recreation	302,199	92,439		(209,760)
Conservation	248,865			(248,865)
Interest and fiscal charges	<u>826,935</u>			<u>(826,935)</u>
Total governmental activities	<u>85,029,825</u>	<u>24,914,621</u>	<u>4,334,545</u>	<u>(54,577,501)</u>
General Revenues:				
Property taxes				56,834,980
Other taxes				173,200
Investment income				1,240,278
Gain on sale of capital assets				112,953
Miscellaneous				<u>1,087,081</u>
Total general revenues				<u>59,448,492</u>
Change in net position				4,870,991
Net position - beginning				<u>97,934,485</u>
Net position - ending				<u>\$ 102,805,476</u>

The notes to the financial statements are an integral part of this statement.

JOHNSON COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2020

Exhibit 3

	Major Funds			Non-Major Funds	Total Governmental Funds
	General Fund	Road & Bridge Fund	General Debt Service Fund	Other Governmental Funds	
Assets and Deferred Outflows of Resources					
Assets:					
Cash and temporary investments	\$ 13,930,514	\$ 3,522,799	\$ 621,625	\$ 13,624,971	\$ 31,699,909
Receivables (Net of Allowance for Uncollectibles):					
Taxes	639,834	77,151	24,153	18,347	759,485
Accounts	1,677,464	98,028		272,756	2,048,248
Due from other governments	776,165			271,503	1,047,668
Accrued interest	16,410				16,410
Due from other funds	169,325	10,408	30,549	2,930	213,212
Inventories		380,414			380,414
Prepaid expenditures	616,970	41,178		4,736	662,884
Investments	21,991,009	1,515,324		1,512,236	25,018,569
Total assets	39,817,691	5,645,302	676,327	15,707,479	61,846,799
Deferred Outflows of Resources:					
Deferred outflows of resources					-0-
Total deferred outflows of resources	-0-	-0-	-0-	-0-	-0-
Total assets and deferred outflows of resources	\$ 39,817,691	\$ 5,645,302	\$ 676,327	\$ 15,707,479	\$ 61,846,799
Liabilities, Deferred Inflows of Resources and Fund Balance					
Liabilities:					
Accounts and accrued liabilities payable	\$ 3,824,697	\$ 353,177	\$	\$ 771,541	\$ 4,949,415
Due to other funds	33,479			179,733	213,212
Unearned revenue	640			237,146	237,786
Total liabilities	3,858,816	353,177	-0-	1,188,420	5,400,413
Deferred Inflows of Resources:					
Deferred inflows of resources	464,461	59,243	19,552	13,687	556,943
Total deferred inflows of resources	464,461	59,243	19,552	13,687	556,943
Fund Balance:					
Nonspendable	616,970	421,592		4,736	1,043,298
Restricted		4,811,290	656,775	14,501,944	19,970,009
Unassigned	34,877,444			(1,308)	34,876,136
Total fund balance	35,494,414	5,232,882	656,775	14,505,372	55,889,443
Total liabilities, deferred inflows of resources and fund balance	\$ 39,817,691	\$ 5,645,302	\$ 676,327	\$ 15,707,479	\$ 61,846,799

JOHNSON COUNTY, TEXAS

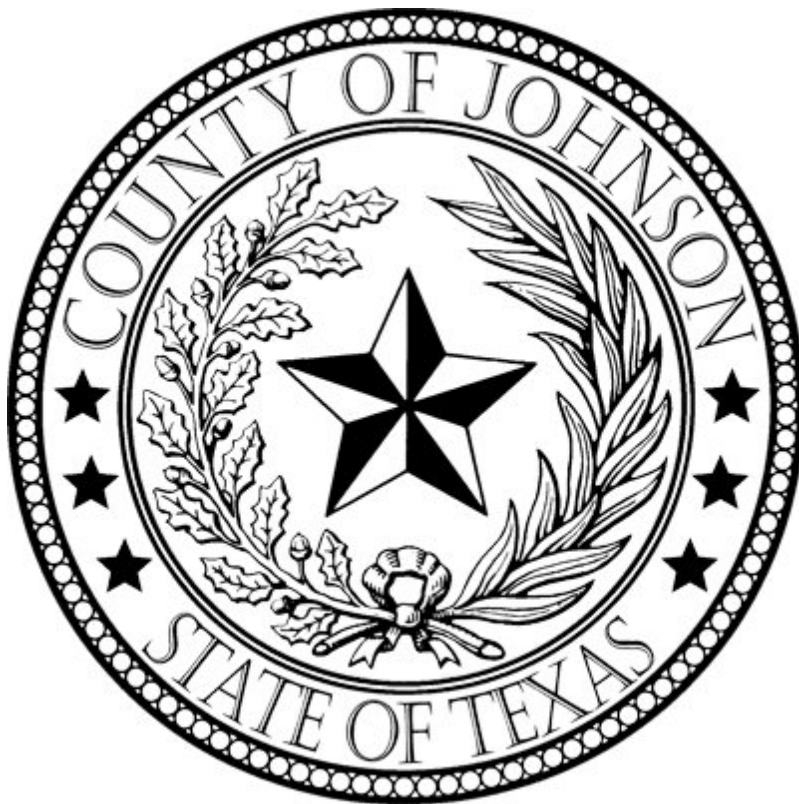
Exhibit 3R

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

September 30, 2020

Total fund balance - governmental funds balance sheet (Exhibit 3)	\$ 55,889,443
Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Capital assets include \$ 160,630,384 in assets less \$ 89,977,473 in accumulated depreciation.	70,652,911
Judicial accounts receivables net of related allowance for uncollectible accounts are unavailable to pay for current period expenditures and availability of funds that are uncertain as to availability are not recorded in the funds. Judicial receivables of \$ 16,844,506 net of allowance for uncollectible accounts of \$ 7,930,241 amounted to \$ 8,914,265.	8,914,265
Property taxes receivable unavailable to pay for current period expenditures are reported as deferred inflows of resources in the funds. Deferred inflows of resources (property tax revenues) for the General Fund, Road & Bridge Fund, the General Debt Service Fund, and the Indigent Health Care Fund amounted to \$ 464,461, \$ 59,243, \$ 19,552 and \$ 13,687, respectively.	556,943
Pension and OPEB deferred outflows of resources of \$ 3,484,794 less deferred inflows of resources of \$ 3,400,974.	83,820
Payables for bond principal are not reported in the funds.	(18,925,000)
Payables for tax note principal are not reported in the funds.	(2,415,000)
Payables for net pension liability are not reported in the funds.	(6,418,015)
Payables for bonded debt interest is not reported in the funds except for amounts received from the sale of bonds or issuance of notes after the issuance date. Total accrued interest payable of \$ 109,975.	(109,975)
Payables for total OPEB liability are not reported in the funds.	(4,027,137)
Payables for compensated absences are not reported in the funds.	<u>(1,396,779)</u>
Net position of governmental activities - statement of net position (Exhibit 1)	<u>\$ 102,805,476</u>

The notes to the financial statements are an integral part of this statement.



JOHNSON COUNTY, TEXAS

Exhibit 4

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Major Funds			Non-Major Funds	Total Governmental Funds
	General Fund	Road & Bridge Fund	General Debt Service Fund	Other Governmental Funds	
REVENUES					
Taxes	\$ 48,935,266	\$ 5,503,466	\$ 1,303,075	\$ 1,294,214	\$ 57,036,021
Intergovernmental	1,679,795	88,030		2,516,942	4,284,767
Prisoner housing services	10,346,453				10,346,453
Fees	7,364,137	2,108,552		2,538,950	12,011,639
Fines	969,332			35,771	1,005,103
Investment income	953,972	103,955	11,334	171,017	1,240,278
Miscellaneous	1,163,853	337,498		404,379	1,905,730
Total revenues	<u>71,412,808</u>	<u>8,141,501</u>	<u>1,314,409</u>	<u>6,961,273</u>	<u>87,829,991</u>
EXPENDITURES					
Current:					
General government	15,530,241			971,511	16,501,752
Administration of justice	7,330,521			1,649,328	8,979,849
Financial administration	1,196,870				1,196,870
Elections	671,188			27,719	698,907
Law enforcement	36,678,458			2,172,686	38,851,144
Highways and streets		7,312,403			7,312,403
Health and welfare	1,084,764			1,548,463	2,633,227
Culture and recreation	283,233				283,233
Conservation	245,105				245,105
Capital outlay	1,076,665	928,468		600,693	2,605,826
Debt Service:					
Principal			2,865,000		2,865,000
Interest and fiscal charges			824,274		824,274
Total expenditures	<u>64,097,045</u>	<u>8,240,871</u>	<u>3,689,274</u>	<u>6,970,400</u>	<u>82,997,590</u>
Excess (deficiency) of revenues over expenditures	<u>7,315,763</u>	<u>(99,370)</u>	<u>(2,374,865)</u>	<u>(9,127)</u>	<u>4,832,401</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	83,485	55,284		4,928	143,697
Transfers in	348,465		1,700,000	2,387,437	4,435,902
Transfers out	(4,042,062)			(393,840)	(4,435,902)
Total other financing sources (uses)	<u>(3,610,112)</u>	<u>55,284</u>	<u>1,700,000</u>	<u>1,998,525</u>	<u>143,697</u>
Net change in fund balance	3,705,651	(44,086)	(674,865)	1,989,398	4,976,098
Fund balance - beginning	<u>31,788,763</u>	<u>5,276,968</u>	<u>1,331,640</u>	<u>12,515,974</u>	<u>50,913,345</u>
Fund balance - ending	<u>\$ 35,494,414</u>	<u>\$ 5,232,882</u>	<u>\$ 656,775</u>	<u>\$ 14,505,372</u>	<u>\$ 55,889,443</u>

The notes to the financial statements are an integral part of this statement.

JOHNSON COUNTY, TEXAS**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS TO GOVERNMENTAL
ACTIVITIES STATEMENT OF ACTIVITIES**

For the Year Ended September 30, 2020

Exhibit 4R
Page 1 of 2

Net change in fund balance - total governmental funds (Exhibit 4)	\$ 4,976,098
Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:	
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. This is the amount by which depreciation of \$ 6,286,888 exceeded capital outlay of \$ 2,605,826 in the current period.	(3,681,062)
Contributions of capital assets are not reported in the funds, however, contributions of capital assets are reported as capital contributions in the governmental activities statement of activities. During the current year, \$ 1,173,146 of capital assets were contributed to and accepted by the County.	1,173,146
Property tax revenues in the governmental activities statement of activities do not provide current available resources and are not reported as revenues in the funds. The increase (decrease) of deferred inflows of resources (property tax revenues) for the General Fund, Road & Bridge, General Debt Service Fund, and Indigent Health Care Fund amounted to \$ (13,581), \$ 11,633, \$ (21,505), and \$ (4,388), respectively.	(27,841)
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. The costs of assets disposed were \$ 30,744. (Cost of \$ 1,855,806 less accumulated depreciation of \$ 1,825,062).	(30,744)
Judicial revenues (resulting from accounts receivable net of related allowance for uncollectible accounts) in the governmental activities statement of activities do not provide current available resources and are not reported as revenues in the funds. The change in these net receivables resulted in a decrease in revenues reported in the governmental activities statement of activities.	812,567
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the governmental activities statement of net position. The fund statements reported \$ 2,865,000 in long-term bond and tax note principal payments.	2,865,000
Premium on the issuance of bonds provides current financial resources to governmental funds but the proceeds decrease long-term assets in the statement of net position. Bond premium amortization was \$ 2,373.	2,373
Deferred refunding costs is another use in the governmental funds, but the costs increase deferred outflows of resources in the statement of net position. This amount is amortized over the life of the refunding bonds or the refunded bonds, whichever is shorter. The current amortization of refunded bond costs is \$ 10,473.	(10,473)
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. This is the net amount of accretion and accrued interest on long-term debt. The current year change in accrued interest on notes and bonds amounted to a decrease of \$ 5,439.	5,439

(continued)

JOHNSON COUNTY, TEXAS

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS TO GOVERNMENTAL
ACTIVITIES STATEMENT OF ACTIVITIES - Continued**

For the Year Ended September 30, 2020

Governmental funds report pension payments as expenditures. However, in the governmental activities statement of activities, the pension cost is calculated actuarially and involves multiple factors. The amount of pension expense reported was \$ 642,688 more than the amount reported in the funds.	\$(642,688)
Governmental funds report OPEB payments as expenditures. However, in the governmental activities statement of activities, the OPEB cost is calculated actuarially and involves multiple factors. The amount of OPEB expense reported was \$ 334,369 more than the amount reported in the funds.	(334,369)
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. This is the amount of change in compensated absences.	<u>(236,455)</u>
Change in net position of governmental activities (see Exhibit 2)	<u>\$ 4,870,991</u>

The notes to the financial statements are an integral part of this statement.

JOHNSON COUNTY, TEXAS
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2020

Exhibit 5

	<u>Agency Funds</u>
<u>Assets</u>	
Cash and temporary investments	\$ 14,554,776
Receivables:	
Accounts	135,656
Due from others	<u>431</u>
Total assets	<u>\$ 14,690,863</u>
<u>Liabilities</u>	
Accounts and accrued liabilities payable	\$ 287,547
Amounts held for others	<u>14,403,316</u>
Total liabilities	<u>\$ 14,690,863</u>

The notes to the financial statements are an integral part of this statement.

JOHNSON COUNTY, TEXAS
Notes to the Financial Statements
 For The Year Ended September 30, 2020

Note

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JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of Johnson County, Texas (the "County") related to the funds in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units and by the Financial Accounting Standards Board (when applicable). The more significant accounting policies of the County are described below.

Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the County's reporting entity. Financial statements for component units can be obtained from the office of the County Auditor.

Included in the reporting entity:

Johnson County, Texas (Primary Government)

The County is a political subdivision of the State of Texas. The County is governed by the Commissioners Court, composed of four elected County Commissioners and an elected County Judge. Each of these officials serves a term of four years. The primary activities of the County include: the construction and maintenance of county roads, provision of public safety through a sheriff's department, support of area fire protection and ambulance service, administration of justice, correctional facilities, health and welfare services, culture and recreation, and other social and administrative services.

For the year ended September 30, 2020, no other organizations have been combined for either blended or discrete presentation in the County's financial statements. The following organizations are not considered "related organizations."

Excluded from the reporting entity:

Adult Probation

This entity is considered a separate agency of the State of Texas. While the County provides office space, utilities, telephone and certain supplies, the operations of this unit are primarily provided for by the State. A separate board develops the operating budget, which is also approved and controlled by the State of Texas. Required County expenditures are disclosed as a department within the County function of Administration of Justice. Due to custodial responsibility, the accounts of this entity are reported as an Agency Fund of the County.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Reporting Entity - continued

Johnson County Appraisal District

This is a separate entity providing property appraisal services to all taxing units within the County. This entity has its own governing board, elected by the various taxing units, which it serves; however, the taxing units do not designate management or significantly influence operations. The entity's cost of operations is divided on a prorated basis among the various taxing units within the County. The County's share of this cost is disclosed within the General Fund under the general government function.

Other entities within the County, which provide similar services but are not included in the reporting entity because they do not meet the criteria, are: municipalities, school districts, drainage districts, hospital districts, water districts and various non-profit organizations.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. For the most part, interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The County has no proprietary funds.

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund (excluding agency funds, which have no measurement focus but are on the accrual basis of accounting) financial statements. Revenues are 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 revenues 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.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - continued

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues from taxes, intergovernmental, prisoner housing services, fees, fines, and investment income associated with the current fiscal period are all considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment income is recorded as earned, since they are both measurable and available.

Revenue from investments, including governmental external investment pools, is based upon fair value. 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 the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt investments 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 ninety days.

Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until the related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the County to refund all or part of the unused amount.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, and 2) operating and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

The County has presented the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the general fund.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - continued

The *Road & Bridge Fund* accounts for the property taxes and fees from auto registration, certificates of title, gross weight and axle fees, and approved expenditures for public transportation projects.

The *General Debt Service Fund* is utilized to account for the accumulation of resources from property tax collections for the repayment of general obligation bonded debt, interest and related costs of the County.

Additionally, the County reports the following fiduciary funds:

The *agency funds* account for assets that the government holds on behalf of others as their agent. The County's agency funds include Unclaimed Money, Tax Assessor/Collector, County Clerk, District Clerk, Sheriff Department, Seizure and Restitution, and TDCJ-CJAD.

New Pronouncements

GASB issues statements on a routine basis with the intent to provide authoritative guidance on the preparation of financial statements and to improve governmental accounting and financial reporting of governmental entities. Management reviews these statements to ensure that preparation of its financial statements are in conformity with generally accepted accounting principles and to anticipate changes in those requirements. The following recent GASB Statements reflect the action and consideration of management regarding these requirements:

GASB No. 83 "Certain Asset Retirement Obligations" was issued in November 2016. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after June 15, 2019.

GASB No. 84 "Fiduciary Activities" was issued in January 2017. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after December 15, 2019.

GASB No. 87 "Leases" was issued in June 2017. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after June 15, 2021.

GASB No. 88 "Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements" was issued in April 2018. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2019.

GASB No. 89 "Accounting for Interest Cost Incurred before the End of a Construction Period" was issued in June 2018. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2020.

JOHNSON COUNTY, TEXAS
Notes to the Financial Statements
For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

New Pronouncements - continued

GASB No. 90 "Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61" was issued in August 2018. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2019.

GASB No. 91 "Conduit Debt Obligations" was issued in May 2019. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2021.

GASB No. 92 "Omnibus 2020" was issued in January 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

GASB No. 93 "Replacement of Interbank Offered Rates" was issued in March 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB No. 94 "Public-Private and Public-Public Partnerships and Availability Payment Arrangements" was issued in March 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB No. 95 "Postponement of the Effective Dates of Certain Authoritative Guidance" was issued in May 2020. The statement was implemented and did not have a material effect on the financial statements of the County. The requirements of this statement are effective immediately.

GASB No. 96 "Subscription-Based Information Technology Arrangements" was issued in May 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB No. 97 "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans" was issued in June 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Budgetary Data

The budget law of the State of Texas provides that amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in the funds, plus the anticipated revenues for the current year as estimated by the County Auditor. The legal level of budgetary control is at the category or line item level (salaries and wages and employee benefits, and operating expenditures) within departments of each fund. Any expenditure, which alters the total budgeted amounts of a fund must be approved by Commissioners Court, and the budget amended. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Annual appropriated budgets are adopted for the General Fund, certain special revenue funds (Road & Bridge Fund, Law Library Fund, Records Management and Preservation Fund, Vital Statistics Preservation Fund, Election Services Contract Fund, District Attorney Forfeiture Fund, Sheriff Forfeiture Fund, STOP SCU Forfeiture Fund, Juvenile Justice Alternative Education Fund, Juvenile Case Manager Fund, Juvenile Probation Fees Fund, Justice of the Peace Technology Fund, Courthouse Security Fund, Justice Court Building Security Fund, Guardianship Fee Fund, Record Archives - County Clerk Fund, Record Archives - District Clerk Fund, County/District Court Technology Fund, Court Records Preservation Digital Fund, District Court Records Technology Fund, Indigent Health Care Fund, Right of Way Fund, Historical Commission Fund, Pre-Trial Supervision Fund, STOP SCU Operations Fund), and the General Debt Service Fund.

Prior to May 1 of each year, or as soon thereafter as practical, the County Judge, assisted by the County Auditor, prepares a proposed operating budget for the subsequent fiscal year beginning the following October 1st. The proposed operating budget establishes estimated revenues and other resources available for appropriation. Proposed expenditures may not exceed estimated revenues, other resources, and available fund balances.

Subsequent to May 15 and after proper publication of notice, a public hearing is conducted by the Commissioners Court to obtain taxpayer comments. If an increase to the effective tax rate of more than 3% is proposed as a result of the proposed budget, additional notices and public hearings are required.

After the public hearing(s) the Commissioners Court makes appropriate budget changes and adopts the budget through the passage of an order at a regularly scheduled meeting. A separate order is adopted to levy the taxes necessary to finance the budgeted expenditures.

Although the level of budgetary control is total revenues plus available fund balance, the County adopts its budget at a line-item level for managerial control purposes. Line item level is defined for revenue purposes as the type of revenue to be derived and for expenditure purposes by department and type of expenditures (salaries and wages, and employee benefits; operating expenses/expenditures; and capital outlay).

At the discretion of Commissioners Court, transfers of line item budgets within a fund may be made. Amendments to provide for items not included in the original budget may be made by the Commissioners Court upon finding and declaration of the existence of an emergency sufficient to require action. County management has no prerogative to amend the budget without the approval of Commissioners Court. Appropriations not exercised in the current year lapse at the end of the year. Numerous supplemental budget amendments in the general and special revenue funds were deemed necessary due to the timing of planned expenditures and construction projects.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. As of September 30, 2020, the County had no encumbrances outstanding.

Cash and Investments

Cash and temporary investments include amounts in demand deposits and short-term investments with a maturity date within three months of the date acquired by the County. For purposes of the cash flow statement, cash and temporary investments are considered cash equivalents. In accordance with GASB Statement 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", investments are stated at fair value.

The County maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as cash and temporary investments under each fund's caption. Funds are allowed to exceed the amount of their equity in the pooled cash account. Funds with overdrawn accounts are disclosed as an interfund payable in the liability section of the balance sheet.

Property Taxes

Property taxes are levied as of October 1st of each year with statements prepared and mailed at that date or soon thereafter. The tax levy is based upon appraised property values as of each previous January 1st for all taxable property within the County. Payments are due and payable when taxes are levied and may be timely paid through January 31st. On February 1st, taxes become delinquent and subject to penalty and interest charges. After June 30th, any uncollected taxes are subject to tax suit and additional charges to offset related legal costs. The lien date for property taxes is July 1st.

The appraisal of property within the county is the responsibility of the Johnson County Appraisal District. The Texas Legislature established the Appraisal District and the related Appraisal Review Board in 1979 through the adoption of a comprehensive Property Tax Code. The Appraisal District is required under the Code to assess property at 100% of its appraised value. Real property is reappraised at least every four years. Under certain circumstances, taxpayers and taxing units including the County, may challenge orders of the Appraisal Review Board through various appeals and, if necessary, legal action.

Under the Code, the Commissioners Court will continue to set annual tax rates on the property. The Code also provides that, if approved by the qualified voters in the Appraisal District, collection functions may be placed with the Appraisal District. The County bills and collects its property taxes and those of certain other taxing entities. Collections of those taxes pending distribution are accounted for in an agency fund.

The County is permitted by Article VIII, Section 9 of the State of Texas Constitution to levy taxes up to \$.80 per \$ 100 assessed valuation for general governmental services including payment of principal and interest on general long-term debt and maintenance of roads and bridges. Article 6790 of Vernon's Civil Statutes permits the County to collect an additional \$.15 per \$ 100 valuation for road and bridge purposes. Article 7048a of Vernon's Civil Statutes permits the County to collect \$.30 per \$ 100 valuation for road, bridge and flood control purposes.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The County's 2019 tax levy, supporting the 2020 fiscal period budget, totaled \$ 0.425000 per \$ 100 valuation and was comprised as follows:

General Fund	\$ 0.365404
Indigent Health Care Fund	0.009709
Road & Bridge Fund	0.040300
General Debt Service Fund	<u>0.009587</u>
Combined tax rate	<u>\$ 0.425000</u>

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All outstanding balances between funds are reported as "due to/from other funds". The County had no advances between funds. All activity between funds was for short-term cash flow requirements. See Note 5 for additional discussion of interfund receivables and payables.

Inventories and Prepaid Items

The County utilizes the consumption method to account for inventory and prepaid items. Under this method, inventory and prepaid items are considered an expenditure/expense when used rather than when purchased. Significant inventories are reported on the balance sheet at cost, using the first-in, first-out method, with an offsetting reservation of fund balance in the governmental fund financial statements since they do not constitute "available spendable resources" even though they are a component of current assets. Inventories in the governmental funds are comprised of road materials, bulk fuel, parts, and chemicals.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in government-wide and prepaid expenditures in the fund financial statements.

Capital Assets

Capital assets, which include land, buildings and improvements, furniture, equipment and vehicles, infrastructure, and construction in progress are reported in the governmental activities column in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical is not available. Donated assets are valued at their acquisition value on the date of donation. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest cost to be capitalized on assets with tax-exempt borrowing is equal to the cost of the borrowing less interest earned on the related tax-exempt borrowing. During the year ended September 30, 2020, no capitalized interest was included in the cost of capital assets under construction.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Capital Assets - continued

Assets capitalized have an original cost of \$ 5,000 or more and over two years of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Leased assets are depreciated over the lesser of the term of the related lease or the estimated useful lives of the assets. Estimated useful lives are as follows:

Buildings and improvements	5-50 Years
Furniture, equipment and vehicles	5-20 Years
Infrastructure	20-35 Years

Compensated Absences

Employees are allowed paid absences due to sickness and vacation time. Sick leave benefits are earned by all full time employees at a rate of 96 hours annually. The leave policy allows employees to accumulate up to ninety days of sick leave benefit. Sick leave benefits are recognized in the period in which time off is actually taken. Vacation benefits accrue monthly at rates depending upon an employee's length of service. Employees may accumulate a maximum of 18 months of vacation credits based on the earning rate and length of service. Employees who reach the maximum accumulated rate will not accrue additional time until they use sufficient vacation to bring their accumulated rate below the maximum level.

The liability for compensated absences disclosed in the financial statements represents accumulated vacation and compensatory time at September 30, 2020, computed at pay rates in effect at that time was \$ 1,396,779.

Compensated absence liabilities for governmental activities have been paid from the general fund and various special revenue funds.

Deferred Outflows and Inflows of Resources

Guidance for deferred outflows of resources and deferred inflows of resources is provided by GASB No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". Concepts Statement No. 4, Elements of Financial Statements, introduced and defined those elements as a consumption of net position by the government that is applicable to a future reporting period, and an acquisition of net position by the government that is applicable to a future period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Further, GASB No. 65, "Items Previously Reported as Assets and Liabilities", had an objective to either (a) properly classify certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or (b) recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Pension Plans

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

Other Post-Employment Benefits

The fiduciary net position of the Johnson County Retiree Health Care Plan (the "Plan") has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from the Plan's total OPEB liability. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no assets as this is a pay-as-you-go plan. The general fund is used to liquidate any future liabilities.

Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts 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 interest and fiscal charge expenses.

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

Fund Equity

The County's Commissioners Court meets on a regular basis to manage and review cash financial activities and to ensure compliance with established policies. The County's unassigned General Fund Balance is maintained to provide the County with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. The unassigned General Fund Balance may only be appropriated by resolution of the County's Commissioners Court. Fund Balance of the County may be committed for a specific source by formal action of the County's Commissioners Court. Amendments or modifications of the committed fund balance must also be approved by formal action by the County's Commissioners Court. When it is appropriate for fund balance to be assigned, the County's Commissioners Court has delegated authority to the County Judge or the County Auditor. In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended are as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fund Equity - continued

Fund Balance Classifications:

The *nonspendable* fund balance includes a portion of net resources that cannot be spent because of their form or because they must be maintained intact. Resources not in spendable form include inventories, prepaid expenditures and long-term receivables.

The *restricted* fund balance includes net resources that can be spent only for the specific purposes stipulated by constitution, external resource providers (creditors, grantors, and contributors), laws and regulations of other governments, or through enabling legislation.

The enabling legislation authorizes the County to access, levy, charge or otherwise mandate payment of resources from external resource providers; those resources can be used only for the specific purposes stipulated in the legislation. The County's fee revenue generated through enabling legislations include auto registration fees, birth/death certificate fees, adult bond supervision fees, child abuse protection fees, court technology fees, election service fees, family protection fees, financial security fees, juvenile case management fees, law library fees, records archive fees, and records management and preservation fees reported under Non-Major Special Revenue Funds, and auto registration fees, certificates of title, and gross weight and axle fees reported under the Road & Bridge Fund.

The *committed* fund balance includes spendable net resources that can only be used for specific purposes pursuant to constraints imposed by formal Commissioners Court actions, no later than the close of the fiscal year. Those constraints remain binding unless removed or changed in the same manner employed to previously commit those resources. At September 30, 2020, there are no commitments of fund balance.

The *assigned* fund balance includes amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Such intent should be expressed by Commissioners Court or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Commissioners Court actions. At September 30, 2020, there are no assignments of fund balance.

The *unassigned* fund balance represents spendable net resources that have not been restricted, committed, or assigned to specific purposes. The general fund is the only fund that reports a positive unassigned fund balance amount.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Governmental Fund Financial Statements:

The following schedule presents details of fund balance components at September 30, 2020:

	Major Funds			Non-Major Funds	Total Governmental Funds
	General Fund	Road & Bridge Fund	General Debt Service Fund	Other Governmental Funds	
Fund Balance:					
Nonspendable:					
Inventories	\$	\$ 380,414	\$	\$	\$ 380,414
Prepaid expenditures	616,970	41,178		4,736	662,884
Restricted:					
Capital projects				3,157,244	3,157,244
Contributor purposes				44,892	44,892
Court improvements and operations				654,047	654,047
Debt service			656,775		656,775
Election services				395,427	395,427
Health services				2,966,756	2,966,756
Inmate services				498,239	498,239
Juvenile services				264,155	264,155
Library services				145,632	145,632
Public safety personnel training				28,960	28,960
Public transportation projects		4,811,290		1,549,801	6,361,091
Records management				3,768,106	3,768,106
Special crimes operations				531,615	531,615
County/District attorney services				171,611	171,611
Sheriff services				3,334	3,334
Other				322,125	322,125
Unassigned	<u>34,877,444</u>			(1,308)	<u>34,876,136</u>
Total fund balance	<u>\$ 35,494,414</u>	<u>\$ 5,232,882</u>	<u>\$ 656,775</u>	<u>\$ 14,505,372</u>	<u>\$ 55,889,443</u>

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets net of accumulated depreciation and the outstanding balances of any borrowing spent for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Net Position - continued

	<u>Governmental Activities</u>
Net Position:	
Net investment in capital assets	\$ 52,470,155
Restricted:	
Debt service	566,352
Health services	2,980,443
Public transportation projects	6,841,926
Records management	3,768,106
Other:	
Contributor purposes	44,892
Court improvements and operations	654,047
Election services	395,427
Inmate services	498,239
Juvenile services	264,155
Library services	145,632
Public safety personnel training	28,960
Special crime operations	536,351
County/District attorney services	170,303
Sheriff services	3,334
Other	322,125
Unrestricted	<u>33,115,029</u>
 Total net position	 <u>\$ 102,805,476</u>

NOTE 2 - DEPOSITS AND INVESTMENTS

The County classifies deposits and investments for financial statement purposes as cash and temporary investments, and investments based upon both liquidity (demand deposits) and maturity date (deposits and investments) of the asset at the date of purchase. For this purpose, a temporary investment is one that when purchased had a maturity date of three months or less. Investments are classified as either short-term investments or investments. Short-term investments have a maturity of one year or less and investments are those that have a maturity of one year or more. See Note 1 for additional Governmental Accounting Standards Board Statement No. 31 disclosures. Cash and temporary investments as reported on the financial statements at September 30, 2020 are as follows:

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash and Temporary Investments:			
Cash (petty cash accounts)	\$ 16,138	\$	\$ 16,138
Financial Institution Deposits:			
Demand deposits	9,861,383	14,554,776	24,446,159
Local Government Investment Pools:			
Texas CLASS	1,439,406		1,439,406
Texas CLASS Government	12,089,940		12,089,940
Texpool	5,210,358		5,210,358
Texpool Prime	<u>3,052,684</u>		<u>3,052,684</u>
Sub-total	<u>31,699,909</u>	<u>14,554,776</u>	<u>46,254,685</u>
Investments:			
Broker Dealer:			
U.S. Treasury Bonds/Notes	250,898		250,898
U.S. Agency Securities	5,403,991		5,403,991
Certificates of deposit	<u>19,363,680</u>		<u>19,363,680</u>
Sub-total	<u>25,018,569</u>	<u>-0-</u>	<u>25,018,569</u>
Total Cash and Temporary Investments and Investments	<u>\$ 56,718,478</u>	<u>\$ 14,554,776</u>	<u>\$ 71,273,254</u>

Deposits

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned to them. The County requires that all deposits with financial institutions be collateralized in an amount equal to 103 percent of uninsured balances.

At year-end, in addition to petty cash accounts of \$ 16,138, the carrying amount of the County's financial institution deposits, was \$ 43,809,839, while the financial institution balances totaled \$ 45,632,909. Of these balances, \$ 5,218,861 represents amounts controlled by County courts and held by various financial institutions jointly under the name of the County and the court's beneficiaries and carrying the identification number of the beneficiaries. These accounts are entirely covered by federal deposit insurance. Of the remaining balances, \$ 19,481,000 was covered by federal depository insurance coverage and \$ 20,933,048 was covered by collateral held by the County's agent in the County's name.

Investments

Chapter 2256 of the Texas Government Code (the Public Funds Investment Act) authorizes the County to invest its funds under written investment policy (the "investment policy"). The investment policy primarily emphasizes safety of principal and liquidity, addresses investment diversification, yield, and maturity and addresses the quality and capability of investment personnel. This investment policy defines what constitutes the legal list of investments allowed under the policies, which excludes certain instruments allowed under chapter 2256 of the Texas Government Code.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments - Continued

The County's deposits and investments are invested pursuant to the investment policy, which is approved by Commissioners Court. The investment policy includes lists of authorized investment instruments and allowable stated maturity of individual investments. In addition it includes an "Investment Strategy Statement" that specifically addresses each investment option and describes the priorities of suitability of investment type, preservation and safety of principal, liquidity, marketability, diversification and yield. Additionally, the soundness of financial institutions (including broker/dealers) in which the County will deposit funds is addressed. The County's investment policy and types of investments are governed by the Public Funds Investment Act (PFIA). The County's management believes it complied with the requirements of the PFIA and the County's investment policy.

The County's Investment Officer submits an investment report each quarter to the Commissioners Court. The report details the investment positions of the County and the compliance of the investment portfolio as it relates to both the adopted investment strategy statements and Texas state law.

The County is authorized to invest in the following investment instruments provided that they meet the guidelines of the investment policy:

1. Obligations of the United States or its agencies and instrumentalities;
2. Direct obligations of the State of Texas or its agencies and instrumentalities;
3. No-load money market mutual funds: regulated by SEC, with a dollar-weighted average stated maturity of 90 days or less, includes in its investment objectives the maintenance of a stable \$ 1.00 net asset value per each share, and limited in quantity to the requirements, set forth in Chapter 2256, Government Code Section 2256.014;
4. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities;
5. Obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent;
6. Certificates of deposit if issued by a state or national bank and is: guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, secured in any manner and amount provided by law for deposits of the County;
7. Eligible investment pools if the Commissioners Court by resolution authorizes investment in the particular pool. An investment pool shall invest funds it receives from entities in authorized investments permitted by the Public Funds Investment Act. The County by contract may delegate to an investment pool the authority to hold legal title as custodian of investments purchased with its local funds; and,

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments - Continued

The County is invested in certificates of deposit at various financial institutions to provide its liquidity needs. The overall weighted average maturity of less than 365 days. This investment is insured, registered, or the County's agent holds the securities in the County's name; therefore, the County is not exposed to custodial credit risk with these deposits.

Texas CLASS and Texas CLASS Government was created as a local government investment pool pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code. Per State Code, entities may pool any of their funds, or funds under their control, to preserve principal, maintain the liquidity of the funds and maximize yield. The Texas CLASS and Texas CLASS Government agreement is an agreement of indefinite term regarding the investment, reinvestment, and withdrawal of local government funds. Texas CLASS and Texas CLASS Government seeks to maintain a constant net asset value of \$ 1.00, although this cannot be fully guaranteed. Texas CLASS and Texas Class Government is rated AAAM and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

TexPool and TexPool Prime is a local government investment pool that was established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Code. TexPool and TexPool Prime is a 2(a)7 like fund, meaning that it is structured similar to a money market mutual fund. Such funds allow shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are also adjusted on a daily basis. Such funds seek to maintain a constant net asset value of \$ 1.00, although this cannot be fully guaranteed. TexPool and TexPool Prime are rated AAAM and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

At September 30, 2020 Texas CLASS, Texas CLASS Government, TexPool and TexPool Prime had a weighted average maturity of 56 days, 22 days, 38 days and 49 days, respectively. Although the pools had a weighted average maturity, the County considers holdings in these funds to have a one day weighted average maturity. This is due to the fact that the share position can usually be redeemed each day at the discretion of the shareholder, unless there has been a significant change in value.

As of September 30, 2020, the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Days)</u>
Certificates of Deposit	\$ 19,363,680	369
Texas CLASS	1,439,406	56
Texas CLASS Government	12,089,940	22
TexPool	5,210,358	38
TexPool Prime	3,052,684	49
Government Securities	250,898	76
U.S. Agency Securities	<u>5,403,991</u>	828
Total	<u>\$ 46,810,957</u>	263

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments - Continued

Credit Risk - As of September 30, 2020, the LGIP's (which represent approximately 46.55% of the investment portfolio) are rated AAAM by Standard and Poor's, the United States securities and agencies (which represent 12.08% of the investment portfolio) were covered by private insurance and the certificates of deposit (which represents 41.57% of the investment portfolio) were covered by Federal Depository Insurance coverage, respectively, therefore, the County does not have a significant exposure to credit risk.

Interest Rate Risk - As a means of minimizing risk of loss due to interest rate fluctuations, the Investment Policy requires that investment maturities will not exceed the lesser of a dollar weighted average maturity of 365 days or the anticipated cash flow requirements of the funds. Quality short-to-medium term securities may be purchased, which complement each other in a structured manner that minimizes risk and meets the County's cash flow requirements.

Fair Value Measures

Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application* establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under GASB Statement No. 72 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Fair Value Measures - Continued

The following table sets forth by level, within the fair value hierarchy, the County's assets at fair value as of September 30, 2020:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Government Securities	\$ 250,898	\$	\$	\$ 250,898
U.S. Agency Securities	<u>5,403,991</u>	<u> </u>	<u> </u>	<u>5,403,991</u>
Total assets at fair value	<u>\$ 5,654,889</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 5,654,889</u>

NOTE 3 - RECEIVABLES AND UNCOLLECTIBLE ACCOUNTS

Receivables and Allowances

Receivables as of September 30, 2020, for the government's individual governmental major and nonmajor funds, internal service funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>Major Funds</u>			<u>Non-Major Funds</u>	<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>General Debt Service Fund</u>	<u>Other Governmental Funds</u>	
Receivables:					
Property Taxes	\$ 2,619,718	\$ 355,098	\$ 169,703	\$ 98,468	\$ 3,242,987
Accounts	1,677,464	98,028		272,756	2,048,248
Due from other governments	776,165			271,503	1,047,668
Accrued interest	<u>16,410</u>	<u> </u>	<u> </u>	<u> </u>	<u>16,410</u>
Gross receivables	5,089,757	453,126	169,703	642,727	6,355,313
Less Allowance for Uncollectible:					
Property taxes	<u>1,979,884</u>	<u>277,947</u>	<u>145,550</u>	<u>80,121</u>	<u>2,483,502</u>
Net receivables	<u>\$ 3,109,873</u>	<u>\$ 175,179</u>	<u>\$ 24,153</u>	<u>\$ 562,606</u>	<u>\$ 3,871,811</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 3 - RECEIVABLES AND UNCOLLECTIBLE ACCOUNTS - Continued

Receivables and Allowances - Continued

	<u>Fiduciary Fund</u>
Receivables:	
Accounts:	
Adult probationers	\$ 135,656
Others	<u>431</u>
Net total receivables	<u>\$ 136,087</u>

Receivables From Other Governments

The County participates in a variety of federal and state programs from which it receives grants to, partially or fully, finance certain activities. In addition, the County receives entitlements from the State through the legislative actions and taxes collected by the State on behalf of the County (other taxes). All federal grants shown below are either direct or passed through state or local agencies and are reported on the financial statements as due from other governments.

Amounts due from federal and state as of September 30, 2020 are summarized below:

	<u>Federal Grants</u>	<u>State Grants</u>	<u>Total</u>
Major Governmental Funds:			
General fund	\$ 738,654	\$ 37,511	\$ 776,165
Non-major governmental funds	<u>219,642</u>	<u>51,861</u>	<u>271,503</u>
Total	<u>\$ 958,296</u>	<u>\$ 89,372</u>	<u>\$ 1,047,668</u>

Judicial Receivables

Judicial receivables are reported in the governmental activities statement of net position. Since these receivables do not represent current available resources, they are not reported in the governmental funds balance sheet. The allowance for uncollectible receivables related to the County's various court assessments is determined based on historical experience and evaluation of collectability in relation to the aging of customer accounts. The following is a summary of the receivable and allowance for uncollectible as of September 30, 2020:

	<u>Judicial Receivable</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivable</u>
Judicial Receivables:			
Justice of the peace	\$ 603,495	\$ 181,049	\$ 422,446
County courts	1,485,258	371,315	1,113,943
District courts	<u>14,755,753</u>	<u>7,377,877</u>	<u>7,377,876</u>
Total	<u>\$ 16,844,506</u>	<u>\$ 7,930,241</u>	<u>\$ 8,914,265</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 4 - DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUE

Governmental Funds

Governmental funds report deferred inflows of resources 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. As of September 30, 2020, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

	<u>Governmental Funds</u>				<u>Total</u>
	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>General Debt Service Fund</u>	<u>Other Governmental Funds</u>	
Deferred Inflows of Resources:					
Delinquent property taxes receivable	\$ 464,461	\$ 59,243	\$ 19,552	\$ 13,687	\$ 556,943
Unearned Revenue:					
Federal grants				163,908	163,908
State grants				73,238	73,238
State allocations	<u>640</u>	<u> </u>	<u> </u>	<u> </u>	<u>640</u>
Total	<u>\$ 465,101</u>	<u>\$ 59,243</u>	<u>\$ 19,552</u>	<u>\$ 250,833</u>	<u>\$ 794,729</u>

Governmental Activities

Governmental activities defer the recognition of pension expense for contributions made from the measurement date to the current year-end of September 30, 2020 and report these as deferred outflows of resources. Governmental activities also defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a deferred inflow of resources. Further, for governmental activities, like governmental funds, defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 4 - DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUE - Continued

Governmental Activities - Continued

As of September 30, 2020, the various components of deferred outflows and inflows of resources and unearned revenue reported in the governmental activities were as follows:

<u>Governmental Activities:</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Unearned Revenue</u>
Pension Related:			
Differences between expected and actual experience	\$ 431,895	\$ 45,970	
Net difference between projected and actual investment earnings		2,814,463	
Changes in assumptions	102,318		
Subsequent contributions	2,643,980		
OPEB Related:			
Changes in assumptions	306,601	51,866	
Differences between expected and actual experience		488,675	
Unearned Revenue:			
Federal grants			163,908
State grants			73,238
State allocations			640
Totals	<u>\$ 3,484,794</u>	<u>\$ 3,400,974</u>	<u>\$ 237,786</u>

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at September 30, 2020 consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>09-30-20</u>
General Fund	Other Governmental Funds	\$ 169,325
Road & Bridge Fund	Other Governmental Funds	10,408
General Debt Service Fund	General Fund	30,549
Other Governmental Funds	General Fund	<u>2,930</u>
Total		<u>\$ 213,212</u>

Interfund receivables and payables represent short-term borrowings primarily for cash flow purposes. These include short-term borrowings for reimbursement grants and some revenue or expenditures/expense adjustments between funds at or near year-end.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Interfund transfers for the year ended September 30, 2020 consisted of the following individual fund transfers in and transfers out:

<u>Transferring Fund</u>	<u>Receiving Fund</u>	<u>09-30-20</u>
General Fund	General Debt Service Fund	\$ 1,700,000
General Fund	Other Governmental Funds	2,342,062
Other Governmental Funds	General Fund	348,465
Other Governmental Funds	Other Governmental Funds	<u>45,375</u>
Total		<u>\$ 4,435,902</u>

The Commissioners Court approved these transfers, as transfers of operational funds to cover planned expenditures/expenses.

NOTE 6 - CAPITAL ASSETS

Capital Transactions

	<u>Balance 10-01-19</u>	<u>Additions</u>	<u>Retirements</u>	<u>Adjustments & Transfers</u>	<u>Balance 09-30-20</u>
Governmental Activities:					
Capital Assets, Not Depreciated:					
Land	\$ 2,991,908	\$ 5,783	\$	\$	\$ 2,997,691
Construction in progress	<u>452,455</u>	<u>644,788</u>	<u></u>	<u>(408,116)</u>	<u>689,127</u>
Total capital assets not being depreciated	<u>3,444,363</u>	<u>650,571</u>	<u>-0-</u>	<u>(408,116)</u>	<u>3,686,818</u>
Capital Assets, Being Depreciated:					
Buildings and improvements	85,243,384	59,480		408,116	85,710,980
Furniture, equipment and vehicles	31,253,328	1,977,521	1,341,041		31,889,808
Infrastructure	<u>38,766,143</u>	<u>1,091,400</u>	<u>514,765</u>	<u></u>	<u>39,342,778</u>
Total capital assets being depreciated	<u>155,262,855</u>	<u>3,128,401</u>	<u>1,855,806</u>	<u>408,116</u>	<u>156,943,566</u>
Less Accumulated Depreciation For:					
Buildings and improvements	32,720,208	2,841,253			35,561,461
Furniture, equipment and vehicles	25,435,466	2,099,553	1,310,297		26,224,722
Infrastructure	<u>27,359,973</u>	<u>1,346,082</u>	<u>514,765</u>	<u></u>	<u>28,191,290</u>
Total accumulated depreciation	<u>85,515,647</u>	<u>6,286,888</u>	<u>1,825,062</u>	<u>-0-</u>	<u>89,977,473</u>
Total capital assets being depreciated, net	<u>69,747,208</u>	<u>(3,158,487)</u>	<u>30,744</u>	<u>408,116</u>	<u>66,966,093</u>
Governmental activities capital assets, net	<u>\$ 73,191,571</u>	<u>\$ (2,507,916)</u>	<u>\$ 30,744</u>	<u>\$ -0-</u>	<u>\$ 70,652,911</u>

During the year ended September 30, 2020, the County received equipment and roads from various sources totaling \$ 1,173,146.

JOHNSON COUNTY, TEXAS
Notes to the Financial Statements
 For The Year Ended September 30, 2020

NOTE 6 - CAPITAL ASSETS - Continued

Depreciation

Depreciation expense was charged as direct expense to functional categories of the County as follows:

	<u>09-30-20</u>
Governmental Activities:	
General government	\$ 1,913,427
Administration of justice	31,505
Law enforcement	2,313,194
Highways and streets	1,977,165
Health and welfare	39,572
Culture and recreation	<u>12,025</u>
Total depreciation expense	<u>\$ 6,286,888</u>

Construction Commitments

Construction in progress for various projects at September 30, 2020 is as follows.

	<u>Contract Value</u>	<u>Expended To Date</u>	<u>Commitment</u>
Burleson Sub Courthouse Renovation	\$ 73,638	\$ 66,274	\$ 7,364
Sheriff's Office Renovation	39,400	36,987	2,413
100 South Mill Street Parking Lot	<u>13,000</u>	<u> </u>	<u>13,000</u>
Total	<u>\$ 126,038</u>	<u>\$ 103,261</u>	<u>\$ 22,777</u>

NOTE 7 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE

Accounts and accrued liabilities payable as of September 30, 2020, for the government's individual governmental major and nonmajor funds, and fiduciary funds in the aggregate are as follows:

	<u>Governmental Funds</u>			<u>Total</u>
	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>Other Governmental Funds</u>	
Accounts and Accrued Liabilities Payable:				
Vendors	\$ 2,130,158	\$ 166,047	\$ 454,432	\$ 2,750,637
Accrued compensation	1,405,783	187,130	59,867	1,652,780
Due to others	<u>288,756</u>	<u> </u>	<u>257,242</u>	<u>545,998</u>
Total	<u>\$ 3,824,697</u>	<u>\$ 353,177</u>	<u>\$ 771,541</u>	<u>\$ 4,949,415</u>

JOHNSON COUNTY, TEXAS
Notes to the Financial Statements
 For The Year Ended September 30, 2020

NOTE 7 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE - Continued

	<u>Fiduciary Funds</u>
Accounts and Accrued Liabilities Payable:	
Vendors	\$ 13,514
Bonds payable	142,608
Accrued compensation	<u>131,425</u>
 Total	 <u>\$ 287,547</u>

NOTE 8 - LONG-TERM DEBT

General Obligation Bonded Debt

General obligation and certificates of obligations payable at September 30, 2020, are summarized as follows:

	<u>Interest Rate %</u>	<u>Series Dates</u>			<u>Bonds Outstanding 09-30-20</u>
		<u>Issued</u>	<u>Maturity</u>	<u>Callable</u>	
Certificates of Obligation Bonds	1.704 -				
Taxable Series 2015	4.627	2015	2035	2025	\$ <u>18,925,000</u>
 Total					 <u>\$ 18,925,000</u>

General obligation and certificates of obligation bond transactions for the year ended September 30, 2020 were as follows:

Bonds outstanding, October 1, 2019	\$ 21,760,000
Maturities	<u>(2,835,000)</u>
 Bonds outstanding, September 30, 2020	 <u>\$ 18,925,000</u>

The bond ordinances require that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. For the year ended September 30, 2020, the amount of ad valorem taxes collected for interest and sinking were \$ 1,235,907, while the debt service requirements for principal and interest was \$ 3,614,723. The bond resolutions provide no express remedies in the event of default and make no provision for acceleration of maturity of the bonds.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 8 - LONG-TERM DEBT - Continued

General Obligation Bonded Debt

The following is a summary of general obligation bond requirements by year as of September 30, 2020:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
2021	\$ 585,000	\$ 749,457	\$ 1,334,457
2022	1,020,000	726,859	1,746,859
2023	1,050,000	696,011	1,746,011
2024	1,085,000	662,454	1,747,454
2025	1,120,000	625,869	1,745,869
2026-2030	6,270,000	2,456,774	8,726,774
2031-2035	<u>7,795,000</u>	<u>934,769</u>	<u>8,729,769</u>
Total	<u>\$ 18,925,000</u>	<u>\$ 6,852,193</u>	<u>\$ 25,777,193</u>

On November 1, 2015, the County sold \$ 20,605,000 of Certificate of Obligation Bonds, Taxable Series 2015. These bonds were issued to pay for all or a portion of the County’s contractual obligations for the acquisition, construction and equipment of certain public improvements for the renovation and expansion of the County jail and for paying for legal, fiscal and engineering fees in connection with such project.

Tax Note Debt

On November 26, 2013, the County issued a tax note from American National Bank of Texas in the amount of \$ 4,370,000, with an interest rate of 1.82% and a maturity date of November 15, 2020 and a call date of November 15, 2015 at par value. This tax note debt is to be utilized in the County’s software upgrade project.

	<u>Interest Rate %</u>	<u>Issued</u>	<u>Maturity</u>	<u>Callable</u>	<u>Tax Note Outstanding 09-30-20</u>
Tax Note: Series 2013	1.82	2013	2020	2015	\$ <u>2,415,000</u>
Total					\$ <u>2,415,000</u>

Tax note transactions for the year ended September 30, 2020 were as follows:

Tax notes outstanding, October 1, 2019	\$ 2,445,000
Maturities	<u>(30,000)</u>
Tax notes outstanding, September 30, 2020	<u>\$ 2,415,000</u>

The tax note requires that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. For the year ended September 30, 2020, the amount of ad valorem taxes collected for interest and sinking were \$ 67,168, while the debt service requirements for principal and interest was \$ 74,551. The tax note resolution provides for the acceleration of maturity in the event of default.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 8 - LONG-TERM DEBT - Continued

Tax Note Debt - Continued

The following is a summary of tax note requirements by year as of September 30, 2020:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
2021	\$ <u>2,415,000</u>	\$ <u>21,976</u>	\$ <u>2,436,976</u>
Total	\$ <u>2,415,000</u>	\$ <u>21,976</u>	\$ <u>2,436,976</u>

Changes in Long-Term Debt

Transactions for the year ended September 30, 2020 are summarized as follows:

	<u>Balance 10-01-19</u>	<u>Issues or Additions</u>	<u>Payments or Expenditures</u>	<u>Balance 09-30-20</u>	<u>Due Within One Year</u>
Governmental Type Activities:					
General obligation bonds	\$ 2,265,000	\$	\$ 2,265,000	\$ -0-	\$
Certificates of obligation bonds	19,495,000		570,000	18,925,000	585,000
Tax note payable	2,445,000		30,000	2,415,000	2,415,000
Premium on bonds	2,373		2,373	-0-	
Net pension liability	14,867,208	1,294,338	9,743,531	6,418,015	
Total OPEB liability	4,111,664	397,997	482,524	4,027,137	
Compensated absences	<u>1,160,324</u>	<u>2,022,432</u>	<u>1,785,977</u>	<u>1,396,779</u>	<u>1,311,624</u>
Total governmental activities	<u>\$ 44,346,569</u>	<u>\$ 3,714,767</u>	<u>\$ 14,879,405</u>	<u>\$ 33,181,931</u>	<u>\$ 4,311,624</u>

NOTE 9 - LEASING OPERATIONS

Operating Leases - Lessor

The County is involved in various operating leases as lessor. These leases are for facilities rental. These leases expire from 2020 through 2026. The County has not determined the cost of these facilities as of September 30, 2020.

Minimum future rentals to be received on noncancelable leases, as of September 30, 2020, for each of the next five years and in the aggregate are as follows:

<u>Year Ended September 30,</u>	
2021	\$ 13,091
2022	13,091
2023	13,091
2024	13,091
2025	13,091
Thereafter	<u>13,091</u>
Total	<u>\$ 78,546</u>

Gross rental income for operating leases, including month-to-month, for the year ended September 30, 2020 was \$ 12,958.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN

Plan Description - The County provides retirement, disability, and death benefits for all of its full-time employees through a non-traditional 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 more than 799 non-traditional defined benefit 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, TX 79768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at age 60 and above with 8 or more years of service, with 20 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 of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

All eligible employees of the County are required to participate in TCDRS.

The plan provisions are adopted by Commissioners Court of the County, within the options available in the state statutes governing TCDRS. Plan provisions for the County were as follows:

	<u>Plan Year 2020</u>	<u>Plan Year 2019</u>
Employee deposit rate	7.00%	7.00%
Employer deposit rate	11.49%	10.89%
Matching ratio (County to employee)	2 to 1	2 to 1
Years required for vesting	8	8
Service retirement eligibility (expressed as age/years of service)	60/8, 0/20	60/8, 0/20

Employees Covered by Benefit Terms:

At the December 31, 2019 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	363
Inactive employees entitled to but not yet receiving benefits	463
Active employees	<u>599</u>
	<u><u>1,425</u></u>

Contributions - The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee compensation, and the employer matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the employer. Under the state laws governing TCDRS, the contribution rate for each employer is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. Participating employers are required to contribute at the actuarially determined rates to ensure adequate funding for each employer’s plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Each employer has the opportunity to make additional contributions in excess of its annual required contribution rate either by adopting an elected rate that is higher than the required rate or by making additional contributions on an ad hoc basis. Employers may make additional contributions to pay down their liabilities faster, pre-fund benefit enhancements and/or buffer against future adverse experience. In addition, employers annually review their plans and may adjust benefits and costs based on their local needs and budgets. Although accrued benefits may not be reduced, employers may reduce future benefit accruals and immediately reduce costs.

Employees of the County were required to contribute 7% of their annual compensation during the fiscal year. The County’s required contribution rates of 11.49% and 10.89% in calendar years 2020 and 2019, respectively. The County’s contributions to TCDRS for the year ended September 30, 2020 were \$ 3,397,114.

Net Pension Liability/Asset - The County’s Net Pension Liability/Asset (NPL/NPA) was measured as of December 31, 2019, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability/Asset was determined by an actuarial valuation as of that date.

Actuarial Assumptions:

The Total Pension Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.75% per year
Overall payroll growth	3.25% per year
Investment Rate of Return	8.00%, net of pension plan investment expense, including inflation

Except where indicated in the section of this GASB 68 report entitled “Actuarial Methods and Assumptions Used for GASB Calculations”, the assumptions used in this analysis for the December 31, 2019 financial reporting metrics are the same as those used in the December 31, 2019 actuarial valuation analysis for the County.

Following is a description of the assumptions used in the December 31, 2019 actuarial valuation analysis for the County. This information may also be found in the Johnson County December 31, 2019 Summary Valuation Report.

Economic Assumptions:

TCDRS System-Wide Economic Assumptions

Real rate of return	5.25%
Inflation	2.75%
Long-term investment return	8.00%

The assumed long-term investment return of 8% is net after investment and administrative expenses. It is assumed returns will equal the nominal annual rate of 8% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.25% (made up of 2.75% inflation and 0.50% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.6% per year for a career employee.

Employer Specific Economic Assumptions

Growth in membership	0.00%
Payroll growth	3.25%

The payroll growth assumption is for the aggregate covered payroll of an employer.

The long-term expected rate of return on pension plan investments is 8.10%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TCDRS.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on the April 2020 information for a 10 year horizon. The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon. The most recent analysis was performed in 2017. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation ⁽¹⁾	Geometric Real Rate of Return (Expected minus Inflation) ⁽²⁾
US Equities	Dow Jones U.S. Total Stock Market Index	14.50%	5.20%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽³⁾	20.00%	8.20%
Global Equities	MSCI World (net) Index	2.50%	5.50%
International Equities - Developed Markets	MSCI World Ex USA (net) Index	7.00%	5.20%
International Equities - Emerging Markets	MSCI Emerging Markets Standard (net) Index	7.00%	5.70%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.20%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	12.00%	3.14%
Direct Lending	S&P/LSTA Leveraged Loan Index	11.00%	7.16%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽⁴⁾	4.00%	6.90%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	3.00%	4.50%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	8.40%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁵⁾	6.00%	5.50%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund Of Funds Composite Index	8.00%	2.30%

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

(1) Target asset allocation adopted at the Jun 2020 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return minus the assumed inflation rate of 1.80%, per Cliffwater's 2020 capital market assumptions

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

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

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

Discount Rate - The discount rate is the single rate of return that, when applied to all projected benefit payments results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using the long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not include in (1), calculated using the municipal bond rate.

Therefore, if plan investments in a given future year are greater than projected benefit payments in that year and are invested such that they are expected to earn the long-term rate of return, the discount rate applied to projected benefit payments in that year should be the long-term expected rate of return on plan investments. If future years exist where this is not the case, then an index rate reflecting the yield on a 20-year, tax-exempt municipal bond should be used to discount the projected benefit payments for those years.

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future value, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternative methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 8.10%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 8.00%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance as of December 31, 2018	\$ 116,969,688	\$ 102,102,480	\$ 14,867,208
Changes for the Year:			
Service cost	3,590,557		3,590,557
Interest on total pension liability ⁽¹⁾	9,554,779		9,554,779
Effect of plan changes ⁽²⁾			-0-
Effect of economic/demographic gains or losses	313,482		313,482
Effect of assumptions changes or inputs			-0-
Refunds of contributions	(424,056)	(424,056)	-0-
Employer contributions		3,175,837	(3,175,837)
Member contributions		2,041,377	(2,041,377)
Net investment income		16,767,350	(16,767,350)
Benefit payment,	(4,879,213)	(4,879,213)	-0-
Administrative expense		(90,459)	90,459
Other changes ⁽³⁾		13,906	(13,906)
Balance as of December 31, 2019	<u>\$ 125,125,237</u>	<u>\$ 118,707,222</u>	<u>\$ 6,418,015</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ No plan changes valued.

⁽³⁾ Relates to allocation of system-wide items.

Sensitivity Analysis - The following presents the net pension liability of the county, calculated using the discount rate of 8.10%, as well as what the County's net pension liability would be if it were calculated using a discount rate of 1 percentage-point lower (7.10%) or 1 percentage-point higher (9.10%) than the current rate:

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

	1% Decrease In Discount Rate <u>(7.10%)</u>	Discount Rate <u>(8.10%)</u>	1% Increase In Discount Rate <u>(9.10%)</u>
Total pension liability	\$ 141,015,759	\$ 125,125,237	\$ 111,714,058
Fiduciary net position	<u>118,707,222</u>	<u>118,707,222</u>	<u>118,707,222</u>
Net pension liability / (asset)	<u>\$ 22,308,537</u>	<u>\$ 6,418,015</u>	<u>\$ (6,993,164)</u>

<i>Pension Expense:</i>	<u>Year Ended 12-31-19</u>
Service cost	\$ 3,590,557
Interest on total pension liability ⁽¹⁾	9,554,779
Administrative expenses	90,459
Member contributions	(2,041,377)
Expected investment return net of investment expenses	(8,263,844)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	203,596
Recognition of assumption changes or inputs	102,318
Recognition of investment gains or losses	817,257
Other ⁽²⁾	<u>(13,907)</u>
Pension expense	<u>\$ 4,039,838</u>

⁽¹⁾ Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

⁽²⁾ Related to allocation of system-wide items.

Deferred Inflows and Outflows - At September 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ 431,895	\$ 45,970
Net difference between projected and actual investment earnings		2,814,463
Changes in assumptions	102,318	
Contributions subsequent to the measurement date ⁽³⁾	<u>2,643,980</u>	
Totals	<u>\$ 3,178,193</u>	<u>\$ 2,860,433</u>

JOHNSON COUNTY, TEXAS
Notes to the Financial Statements
 For The Year Ended September 30, 2020

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

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

<u>Year Ended</u> <u>September 30,</u>	
2021	\$ (451,430)
2022	(628,964)
2023	454,876
2024	(1,700,702)
2025	-0-
Thereafter ⁽⁴⁾	-0-

⁽³⁾ If eligible employer contributions were made subsequent to the measurement date through the employer's fiscal year end, the employer should reflect these contributions, adjusted as outlined in GASB No. 71.

⁽⁴⁾ Total remaining balance to be recognized in future years, if any. Note that additional deferred inflows and outflows of resources may impact these numbers.

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description - The County's defined benefit OPEB plan, Johnson County Retiree Health Care Plan (JCRHCP), provides medical benefits to plan members of the County. JCRHCP is a single-employer defined benefit OPEB plan administered by the County. Local Government Code Section 157.101 assigns the authority to establish and amend benefit provisions to Commissioners Court. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided - Plan participants are full-time regular employees who, at the time they leave County employment, are:

1. Eligible for retirement benefits under Texas County and District Retirement guidelines, and
2. Have a total of 20 years of service with Johnson County, of which at least 10 years are continuous service, and
3. Are covered under the County group health insurance program at the time of the separation, and
4. Are not Medicare eligible, or

Elected officials who, at the time they leave Johnson County employment, are:

1. Eligible for retirement benefits under Texas County and District Retirement guidelines, and
2. Have a total of 16 years of service with the County, of which at least 10 years are continuous service, and
3. Are covered under the County group health insurance program at the time of their separation, and
4. Are not Medicare eligible.

Members retiring under TCDRS disability retirement provisions must satisfy social security disability requirements that are therefore Medicare eligible. Disabled retirees are not eligible for the County's health insurance. Retiree healthcare ceases when a covered retiree becomes eligible for Medicare coverage.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

Coverage for dependents who are not Medicare eligible and who are participants in the County’s group health insurance plan at the time of the employee’s separation may also be continued. Premiums will be paid for by the retiree and are to be made to the County Treasurer no later than the 10th day of each month. In the event of the retiree’s death, covered dependents may continue coverage until they become Medicare eligible provided they make required premium payments on a timely basis. The County will pay for the retiree’s vision coverage for 3 years or until the age 65. Any dependent coverage the retiree may have will be at the retiree’s cost.

The following table provides a summary of the number of participants in the plan as of September 30, 2020:

Inactive plan members or beneficiaries currently receiving benefits	14
Inactive plan members entitled to but not yet receiving benefits	0
Active plan members	<u>457</u>
	<u><u>471</u></u>

Contributions - Local Government Code Section 157.102 assigns to Commissioners Court the authority to establish and amend contribution requirements of the plan members. The County may contribute all, part of, or none of the premium payment. The County’s contribution, if any, will be determined annually by Commissioners Court during the County budget process and will be effective on a fiscal year basis. The County does not contribute toward the cost of coverage for retirees who do not meet the eligibility requirements. The County pays no more for retiree healthcare than the premium it pays for active employees for each rate tier structure (retiree only, retiree + spouse, retiree + child, retiree + children, retiree + family).

The plan is funded on a pay-as-you-go basis. For the year ended September 30, 2020, the total benefit payments made to the plan was \$ 163,135. The total benefit payments made include explicit benefit payments made by the County of \$ 136,809 and an implicit benefit payment of \$ 26,326. The implicit subsidy is calculated using a factor which equals the ratio of the expected implicit subsidy to the expected total medical premiums. Since the plan utilizes blended premiums, the benefit payments must include an adjustment for the implicit subsidy. This adjustment reflects the underlying costs of the benefits provided to retirees.

Total OPEB Liability - The County’s total OPEB liability of \$ 4,027,137 was measured as of September 30, 2020 utilizing the actuarial valuation performed as of September 30, 2020.

Actuarial assumptions and other inputs - The total OPEB liability in the September 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual Entry-Age
Discount rate	2.41%
Inflation	2.50%
Salary increases	0.50% to 5.00%, not including wage inflation of 3.25%
Health care trend rates	Initial rate of 7.00% declining to an ultimate rate of 4.15% after 15 years
Participation rates	90% for retirees eligible for the County subsidy; 10% for retirees not eligible for the County subsidy

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The gender distinct RP-2014 Healthy Annuitant Mortality Tables are used with rates for males multiplied by 130% and rates for females multiplied by 110%. For healthy retirees, the valuation employs fully generational mortality projections based on 110% of the ultimate rates of Scale MP-2014.

The gender distinct RP-2014 Disabled Retiree mortality Tables are used with rates for males multiplied by 130% and rates for females multiplied by 115%. For disabled retirees, the valuation employs fully generational mortality projections based on 110% of the ultimate rates of Scale MP-2014.

The gender distinct RP2014 Employee Mortality Tables are used with rates for males and females multiplied by 90%. For active members, the valuation employs fully generational mortality projections based on 110% of the ultimate rates of Scale MP-2014.

The actuarial assumptions used in the September 30, 2020 valuation were based on the experience study covering the four-year period ending December 31, 2016, as conducted for the Texas County and District Retirement System.

Discount Rate - For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of a 20-year general obligation bond with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 2.41% (based on the daily rate closest to but not later than the measurement date of the Fidelity "20-Year Municipal GO AA Index"). The discount rate was 2.75% as of the prior measurement date.

Changes in Total OPEB Liability - The changes in the total OPEB liability as of September 30, 2020 are as follows:

	<u>Total OPEB Liability</u>
Service cost	\$ 407,464
Interest on total OPEB liability	116,430
Difference between expected and actual experience of the total OPEB liability	(541,872)
Changes in assumptions	96,586
Benefit payments	<u>(163,135)</u>
Net change in total OPEB liability	(84,527)
Total OPEB liability, September 30, 2019	<u>4,111,664</u>
Total OPEB liability, September 30, 2020	<u>\$ 4,027,137</u>

Changes in assumptions reflect a change in the discount rate from 2.75% as of September 30, 2019 to 2.41% as of September 30, 2020.

The benefit payments during the measurement period were determined as follows:

Explicit benefit payments (County's portion of premiums)	\$ 136,809
Implicit benefit payments	<u>26,326</u>
Total benefit payments	<u>\$ 163,135</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The implicit benefit payments took the total premiums of \$ 157,640 multiplied by a factor of 0.167. The factor equals the ratio of the expected implicit subsidy to the expected explicit costs.

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the total OPEB liability of the County, calculated using the discount rate of 2.41%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate of 1 percentage-point lower (1.41%) or 1 percentage-point higher (3.41%) than the current rate:

	1% Decrease In Discount Rate <u>(1.41%)</u>	Discount Rate <u>(2.41%)</u>	1% Increase In Discount Rate <u>(3.41%)</u>
Total OPEB liability	\$ 4,333,873	\$ 4,027,137	\$ 3,735,970

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates - The following presents the total OPEB liability of the County, calculated using the healthcare cost trend rate of 7.00%, as well as what the County's total OPEB liability would be if it were calculated using a healthcare cost trend rate rate of 1 percentage-point lower (6.00%) or 1 percentage-point higher (8.00%) than the current rate:

	1% Decrease In Discount Rate <u>(6.00%)</u>	Discount Rate <u>(7.00%)</u>	1% Increase In Discount Rate <u>(8.00%)</u>
Total OPEB liability	\$ 3,569,262	\$ 4,027,137	\$ 4,565,310

<i>OPEB Expense:</i>	<u>Year Ended 09-30-20</u>
Service cost	\$ 407,464
Interest on the total OPEB liability	116,430
Recognition of current year outflow (inflow) due to liabilities	(48,769)
Amortization of prior year outflow (inflow) due to liabilities	<u>22,379</u>
OPEB expense	<u>\$ 497,504</u>

Deferred Inflows and Outflows - At September 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$	\$ 488,675
Changes in assumptions	<u>306,601</u>	<u>51,866</u>
Totals	<u>\$ 306,601</u>	<u>\$ 540,541</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The County did not have any contributions subsequent to the measurement date due to the measurement date and the date of this report both ending as of September 30, 2020.

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended</u> <u>September 30,</u>	
2021	\$(26,390)
2022	(26,390)
2023	(26,390)
2024	(26,390)
2025	(26,390)
Thereafter	(101,990)

NOTE 12 - GRANTS, ENTITLEMENTS AND SHARED REVENUES

During the year ended September 30, 2020, the County applied for and received federal and state grants related to various activities. The operations of these grants are reported in the general fund, various special revenue funds, and capital projects fund. For the most part, these grants are reimbursement type grants, therefore, revenues equal expenditures. Grant revenues are classified as intergovernmental revenues. The federal financial assistance programs are covered by the requirements of the Single Audit Act and the Uniform Guidance.

The state financial assistance programs are covered by the State of Texas Single Audit Circular (Uniform Grant Management Standards). A single audit was performed on the federal and state financial assistance programs as the federal and state financial assistance programs met the \$ 750,000 threshold.

NOTE 13 - BAIL BOND COLLATERAL

The County holds, as collateral, time deposits and other cash equivalents and real property pledged toward bail bonds. The County does not have access to the assets unless the bond is violated; therefore, these assets are not reported in the financial statements of the County as of September 30, 2020. As of September 30, 2020, bail bonds outstanding totaled \$ 2,662,350 and collateral pledged against these bonds amounted to \$ 1,467,414, respectively.

NOTE 14 - LITIGATION

The County is contingently liable in respect to lawsuits and other claims in the ordinary course of its operations. Such lawsuits include various civil claims that are currently between the stages of discovery and pleadings. The outcome of these lawsuits and other claims are not presently determinable and the resolutions of these matters are not expected to have a material effect on the financial condition of the County. The County does not have any contingent estimated liability as of September 30, 2020.

NOTE 15 - RISK COVERAGE

The County is a participant in the Texas Association of Counties insurance pool for coverage of liability, property, and worker's compensation. The County pays annual premiums to the pool for the coverage stated. Property and liability insurance provide varying and appropriate coverage, with most claims subject to a \$ 5,000 deductible.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2020

NOTE 16 - TAX ABATEMENTS

The County enters into property tax abatement agreements with taxpayers under the State Property Tax Abatement Act, Tax Code Chapter 312. Under the act, the County may enter into a local agreement with a taxpayer that exempts all or part of the increase in the value of the real property and/or tangible personal property from taxation for a period not to exceed 10 years. Tax abatements are an economic development tool available to the County to attract new industries and to engage in the retention and development of existing businesses through property tax exemptions or reductions.

For the year ended September 30, 2020, the County abated property taxes totaling \$ 586,060 under this program, including the following tax abatement agreements that each exceeded 10 percent of the total amount abated:

- A 50 percent property tax abatement to an oil and gas company for the expansion and development of property to include buildings, structures, fixed machinery and equipment, site improvements plus office space and related fixed improvements necessary to the operation and administration of the facility to accommodate an industrial gas plant and all associated transmission equipment and lines. The abatement in the current fiscal year amounted to \$ 116,976.
- A 60 percent property tax abatement to a high technology manufacturer of building materials for the expansion of its current facility. The abatement in the current fiscal year amounted to \$ 97,711.
- A 75 percent property tax abatement to a manufacturer of tools for the construction of a new facility for increased manufacturing capacity and increased employment. The abatement in the current fiscal year amounts to \$ 134,967.
- A 75 percent property tax abatement to a retail company for the construction of a regional distribution center and increased employment. The abatement in the current fiscal year amounts to \$ 119,619.

NOTE 17 - EVALUATION OF SUBSEQUENT EVENTS

The County has evaluated subsequent events through March 24, 2021, the date which the financial statements were available to be issued.



**REQUIRED SUPPLEMENTARY
INFORMATION**

JOHNSON COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND AND ROAD & BRIDGE FUND**

For the Year Ended September 30, 2020

	General Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$ 48,774,757	\$ 48,774,757	\$ 48,935,266	\$ 160,509
Intergovernmental	808,565	849,323	1,679,795	830,472
Prisoner housing services	12,500,000	12,500,000	10,346,453	(2,153,547)
Fees	7,485,350	7,485,350	7,364,137	(121,213)
Fines	1,297,000	1,297,000	969,332	(327,668)
Investment income	844,000	844,000	953,972	109,972
Miscellaneous	921,110	921,110	1,163,853	242,743
Total revenues	<u>72,630,782</u>	<u>72,671,540</u>	<u>71,412,808</u>	<u>(1,258,732)</u>
Expenditures				
Current:				
General government	17,871,032	17,424,301	15,530,241	1,894,060
Administration of justice	8,455,803	8,552,001	7,330,521	1,221,480
Financial administration	1,252,210	1,255,567	1,196,870	58,697
Elections	745,524	801,799	671,188	130,611
Law enforcement	40,104,354	39,938,909	36,678,458	3,260,451
Highways and streets				-0-
Health and welfare	1,153,036	1,201,236	1,084,764	116,472
Culture and recreation	309,785	311,120	283,233	27,887
Conservation	252,608	262,857	245,105	17,752
Capital outlay	1,029,758	1,149,132	1,076,665	72,467
Total expenditures	<u>71,174,110</u>	<u>70,896,922</u>	<u>64,097,045</u>	<u>6,799,877</u>
Excess (deficiency) of revenues over expenditures	<u>1,456,672</u>	<u>1,774,618</u>	<u>7,315,763</u>	<u>5,541,145</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	10,000	10,000	83,485	73,485
Transfers in	329,263	329,263	348,465	19,202
Transfers out	(3,932,420)	(4,045,411)	(4,042,062)	3,349
Total other financing sources (uses)	<u>(3,593,157)</u>	<u>(3,706,148)</u>	<u>(3,610,112)</u>	<u>96,036</u>
Net change in fund balance	(2,136,485)	(1,931,530)	3,705,651	5,637,181
Fund balance - beginning	<u>31,788,763</u>	<u>31,788,763</u>	<u>31,788,763</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 29,652,278</u>	<u>\$ 29,857,233</u>	<u>\$ 35,494,414</u>	<u>\$ 5,637,181</u>

Road & Bridge Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 5,320,244	\$ 5,320,244	\$ 5,503,466	\$ 183,222
60,800	60,800	88,030	27,230
			-0-
2,027,000	2,027,000	2,108,552	81,552
			-0-
136,000	136,000	103,955	(32,045)
<u>126,000</u>	<u>126,000</u>	<u>337,498</u>	<u>211,498</u>
<u>7,670,044</u>	<u>7,670,044</u>	<u>8,141,501</u>	<u>471,457</u>
			-0-
			-0-
			-0-
			-0-
			-0-
			-0-
11,462,052	10,955,871	7,312,403	3,643,468
			-0-
			-0-
			-0-
<u>1,600,992</u>	<u>1,704,389</u>	<u>928,468</u>	<u>775,921</u>
<u>13,063,044</u>	<u>12,660,260</u>	<u>8,240,871</u>	<u>4,419,389</u>
(<u>5,393,000</u>)	(<u>4,990,216</u>)	(<u>99,370</u>)	<u>4,890,846</u>
		55,284	55,284
			-0-
			-0-
<u>-0-</u>	<u>-0-</u>	<u>55,284</u>	<u>55,284</u>
(<u>5,393,000</u>)	(<u>4,990,216</u>)	(<u>44,086</u>)	4,946,130
<u>5,276,968</u>	<u>5,276,968</u>	<u>5,576,968</u>	<u>-0-</u>
<u>\$(116,032)</u>	<u>\$ 286,752</u>	<u>\$ 5,232,882</u>	<u>\$ 4,946,130</u>

JOHNSON COUNTY, TEXAS

REQUIRED SUPPLEMENTARY INFORMATION

TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

For the Ten Measurement Years Ended December 31,

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Total Pension Liability				
Service cost	\$ 3,590,557	\$ 3,466,432	\$ 3,602,644	\$ 3,686,376
Interest on total pension liability	9,554,779	8,924,763	8,331,782	7,591,733
Effect of plan changes				
Effect of assumption changes or inputs			409,272	
Effect of economic/demographic (gains) or losses	313,482	393,570	(183,883)	291,215
Benefit payments/refunds of contributions	(5,303,269)	(4,965,130)	(4,450,589)	(4,014,436)
Net Change in Total Pension Liability	8,155,549	7,819,635	7,709,226	7,554,888
Total Pension Liability - beginning	<u>116,969,688</u>	<u>109,150,053</u>	<u>101,440,827</u>	<u>93,885,939</u>
Total Pension Liability - ending (a)	<u>\$ 125,125,237</u>	<u>\$ 116,969,688</u>	<u>\$ 109,150,053</u>	<u>\$ 101,440,827</u>
Fiduciary Net Position				
Employer contributions	\$ 3,175,837	\$ 2,886,381	\$ 2,704,447	\$ 2,617,668
Member contributions	2,041,377	1,867,348	1,873,863	1,805,291
Investment Income net of investment expense	16,767,350	(1,946,155)	13,284,062	6,229,109
Benefit payments/refunds of contributions	(5,303,269)	(4,965,130)	(4,450,589)	(4,014,436)
Administrative expense	(90,459)	(82,009)	(69,388)	(67,695)
Other	<u>13,906</u>	<u>4,182</u>	<u>1,058</u>	<u>409,118</u>
Net Change in Fiduciary Net Position	16,604,742	(2,235,383)	13,343,453	6,979,055
Fiduciary Net Position - beginning	<u>102,102,480</u>	<u>104,337,863</u>	<u>90,994,410</u>	<u>84,015,355</u>
Fiduciary Net Position - ending (b)	<u>\$ 118,707,222</u>	<u>\$ 102,102,480</u>	<u>\$ 104,337,863</u>	<u>\$ 90,994,410</u>
Net Pension Liability - ending (a)-(b)	<u>\$ 6,418,015</u>	<u>\$ 14,867,208</u>	<u>\$ 4,812,190</u>	<u>\$ 10,446,417</u>
Fiduciary Net Position as a Percentage of Total Pension Liability	94.87%	87.29%	95.59%	89.70%
Pensionable covered payroll	\$ 29,162,524	\$ 26,676,399	\$ 26,104,730	\$ 25,789,868
Net Pension Liability as a Percentage of Covered Payroll	22.01%	55.73%	18.43%	40.51%

Note - This schedule is presented to illustrate the requirements to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 67/68, they should not be shown. Therefore, we have shown only years for which the new GASB statements have been implemented.

<u>2015</u>	<u>2014</u>
\$ 3,356,710	\$ 3,228,313
7,131,530	6,593,390
(605,396)	
1,024,387	
(1,277,227)	63,386
<u>(3,799,131)</u>	<u>(3,231,425)</u>
5,830,873	6,653,664
<u>88,055,066</u>	<u>81,401,402</u>
<u>\$ 93,885,939</u>	<u>\$ 88,055,066</u>

\$ 2,511,927	\$ 2,470,381
1,703,829	1,688,738
(616,199)	5,292,764
(3,799,131)	(3,231,425)
(60,576)	(62,523)
<u>199,540</u>	<u>(138,000)</u>
(60,610)	6,019,935
<u>84,075,965</u>	<u>78,056,030</u>
<u>\$ 84,015,355</u>	<u>\$ 84,075,965</u>
<u>\$ 9,870,584</u>	<u>\$ 3,979,101</u>

89.49%	95.48%
\$ 24,340,413	\$ 24,124,827
40.55%	16.49%

JOHNSON COUNTY, TEXAS

Exhibit 8

*REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
SCHEDULE OF EMPLOYER CONTRIBUTIONS*
For the Ten Years Ended September 30,

	<u>Actuarially Determined Contribution⁽¹⁾</u>	<u>Actual Employer Contribution⁽¹⁾</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll⁽²⁾</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2011	\$ 2,000,716	\$ 2,000,716	\$ -0-	\$ 22,249,616	9.0%
2012	2,108,049	2,108,049	-0-	22,655,060	9.3%
2013	2,216,698	2,216,698	-0-	22,856,128	9.7%
2014	2,407,913	2,407,913	-0-	23,781,437	10.1%
2015	2,492,624	2,492,624	-0-	24,205,219	10.3%
2016	2,707,614	2,707,614	-0-	26,561,630	10.2%
2017	2,687,041	2,687,041	-0-	26,059,464	10.3%
2018	2,801,251	2,801,251	-0-	26,149,000	10.7%
2019	3,139,996	3,139,996	-0-	28,876,370	10.9%
2020	3,397,114	3,397,114	-0-	29,926,967	11.4%

⁽¹⁾ TCDRS calculates actuarially determined contributions on a calendar year basis. GASB Statement No. 68 indicates the employer should report employer contribution amounts on a fiscal year basis.

⁽²⁾ Payroll is calculated based on contributions as reported to TCDRS.

JOHNSON COUNTY, TEXAS

Exhibit 9

*REQUIRED SUPPLEMENTARY INFORMATION**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS*

Fiscal Year Ending September 30,

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service cost	\$ 407,464	\$ 311,838	\$ 319,478
Interest on the Total OPEB Liability	116,430	138,249	118,225
Difference between expected and actual experience	(541,872)	(7,941)	
Changes of assumptions	96,586	284,814	(78,374)
Benefit payments	<u>(163,135)</u>	<u>(138,030)</u>	<u>(109,424)</u>
Net Change in Total OPEB Liability	(84,527)	588,930	249,905
Total OPEB Liability - beginning	<u>4,111,664</u>	<u>3,522,734</u>	<u>3,272,829</u>
Total OPEB Liability - ending	<u>\$ 4,027,137</u>	<u>\$ 4,111,664</u>	<u>\$ 3,522,734</u>
Covered-Employee Payroll	<u>\$ 27,456,551</u>	<u>\$ 26,417,574</u>	<u>\$ 22,612,390</u>
Net OPEB Liability as a Percentage of Covered Payroll	<u>14.67%</u>	<u>15.56%</u>	<u>15.58%</u>

Notes to Schedule:

For the year ending September 30, 2020, the health care trend rates were reset to better reflect the plan's anticipated experience and to reflect the repeal of the excise tax on high-cost employer health plans.

Changes in assumptions reflect a change in the discount rates each period. The following are the discount rates used in each period.

<u>Fiscal Year</u> <u>Ending</u>	<u>Discount</u> <u>Rate</u>
2020	2.41%
2019	2.76%
2018	3.83%
2017	3.50%

This schedule is presented to illustrate the requirements to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 74/75, they should not be shown. Therefore, we have shown only years for which the new GASB statements have been implemented.

JOHNSON COUNTY, TEXAS

Notes to the Required Supplementary Information
For The Year Ended September 30, 2020

NOTE 1 - BUDGETARY INFORMATION

The budget law of the State of Texas provides that amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in the funds, plus the anticipated revenues for the current year as estimated by the County Auditor. The fund budgets are prepared on a basis of accounting that is used for reporting in accordance with generally accepted accounting principles. The major funds, General Fund and Road & Bridge Fund, budget and actual comparisons are presented as Required Supplementary Information at the fund level.

Although the level of budgetary control is total revenues plus available fund balance, the County adopts its budget at a line-item level for managerial control purposes. Line item level is defined for revenue purposes as the type of revenue to be derived and for expenditures purposes by department and type of expenditures (salaries and wages and employee benefits; operating expenditures; and capital outlay). Budget amendments to transfer budgeted amounts from one line item to another may be made at the discretion of the Commissioners Court.

NOTE 2 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	12.4 years (based on contribution rate calculated in 12/31/2019 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.00%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

JOHNSON COUNTY, TEXAS

Notes to the Required Supplementary Information
For The Year Ended September 30, 2020

NOTE 2 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - Continued

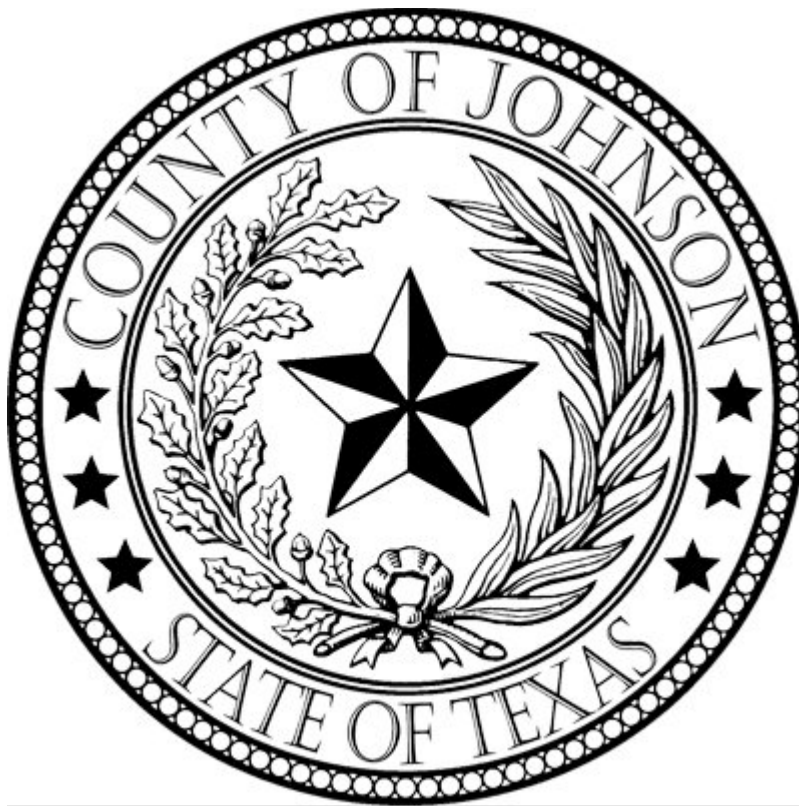
Changes in Assumptions and
Methods Reflected in the
Schedule of Employer
Contributions*

2015: New inflation, mortality and other assumption were reflected.
2017: New mortality assumptions were reflected.

Changes in Plan Provisions
Reflected in the Schedule of
Employer Contributions*

2015: No changes in plan provisions were reflected in the Schedule.
2016: No changes in plan provisions were reflected in the Schedule.
2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.
2018: No changes in plan provisions were reflected in the Schedule.
2019: No changes in plan provisions were reflected in the Schedule.

* Only changes that affect the benefit amount and that are effective 2015 and later are shown in the Notes to Schedule.



**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 expenditures for particular purposes.

Law Library Fund - This fund accounts for the cost of operating and maintaining a law library for public use. Revenues are derived from law library fees assessed against each civil case filed in District and County courts.

Records Management and Preservation Fund - The "Records Management and Preservation" fee collected by the County and District Clerks, pursuant to Local Government Code 118.011, is for the records management and preservation services performed after the filing and recording of a document in the records of the office of the clerk. The fee is used to provide funds for specific records preservation and automation projects.

Vital Statistics Preservation Fund - The "Vital Statistics" fee collected by the County Clerk pursuant to Health & Safety Code 191.0045 is for the preservation of vital statistical records. This includes preserving records, training regarding vital statistics and ensuring safety and security of vital statistics records.

Elections Services Contract Fund - This fund accounts for surplus funds from Election Service Contracts under the Texas Election Code 31.003. Funds are used only to defray expenses of the County election officer's office in connection with election-related duties or functions.

STOP SCU Federal Forfeitures Fund - This fund accounts for the funds received from forfeitures in a federal case.

District Attorney Forfeiture Fund - This fund accounts for funds forfeited by the court to the District Attorney. Disbursement is at the discretion of the District Attorney.

Sheriff Forfeiture Fund - This fund accounts for funds forfeited by the court to the Sheriff. Disbursement is at the discretion of the Sheriff.

STOP SCU Forfeiture Fund - This fund accounts for the funds received from forfeitures.

Juvenile Justice Alternative Education Fund - This fund accounts for intergovernmental revenues from the Texas Juvenile Justice Department to fund mandatory juvenile justice alternative education programs as required under Chapter 37, Texas Education Code.

Juvenile Case Manager Fund - This fund accounts for proceeds which are used by Juvenile Case Managers for management of juvenile truancy case activity.

Juvenile Probation Fees Fund - This fund accounts for the receipt and disbursement of fees collected by the Juvenile Probation Department.

Unclaimed Juvenile Restitution Fund - This fund accounts for funds resulting from unclaimed juvenile restitution payments. Family Code, Section 54.0482 authorized such funds to be used for the same purposes for which the County may expend juvenile state aide.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Justice of the Peace Technology Fund - This fund accounts for the mandate that each Johnson County justice court assess a technology fee on each conviction, as defined by Art. 102.0173 Code of Criminal Procedure, for a fine-only misdemeanor committed on or after January 1, 2002. The use of this fee is restricted to the purchase of technological enhancements for a justice court.

Courthouse Security Fund - This fund accounts for funds used to monitor and increase courthouse security.

Justice Court Building Security Fund - The State Legislature amended the Court of Criminal Procedures Art. 102.017 by adding \$ 1 to the existing Courthouse Security Fund. The Justice of the Peace collect the funds and deposit them in a Justice Court building security fund for providing security services for a Justice Court located in a building that is not in the County Courthouse.

Guardianship Fee Fund - This fund accounts for proceeds that provide guardians for indigent incapacitated persons who do not have family members suitable and willing to serve as guardians.

Court Reporter Service Fund - This fund accounts for court reporter service fees collected on each civil case filed in courts with an official court reporter. Funds are used only to defray the cost of court reporter related services.

Record Archives - County Clerk Fund - The "Records Archive" fee collected by the County Clerk, pursuant to Local Government Code 118.011 (f), is for the preservation and restoration services performed by the County Clerk in connection with maintaining a County Clerk's records archive.

Record Archives - District Clerk Fund - The "Records Archive" fee collected by the District Clerk, pursuant to Local Government Code 118.011 (f), is for the preservation and restoration services performed by the District Clerk in connection with maintaining a District Clerk's records archive.

County/District Court Technology Fund - This fund accounts for fees collected and utilized for the purchase and maintenance of technological enhancements, or the cost of continuing education and training of county/district court judges and clerks regarding technological enhancements.

Court Records Preservation Digital Fund - This fund accounts for funds received to provide systems to be used for court records preservation.

District Court Records Technology Fund - This fund accounts for fees collected and utilized solely for the preservation and restoration of District Court archives.

Pecan Valley MHMR Fund - This fund accounts for the activities of Pecan Valley MHMR.

Indigent Health Care Fund - This fund is used to account for the cost of providing medical care to indigent County residents. Property taxes are allocated each year for this purpose.

Right of Way Fund - This fund accounts for proceeds used to acquire and maintain right-of-way's for various road projects throughout the County. These expenditures are a mixture of both capital and operating costs.

Historical Commission Fund - This fund accounts for resources used to preserve the history and heritage of Johnson County.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Pre-Trial Bond Supervision Fund - This fund accounts for fees earned and expenditures authorized for participants' successful completion of the pre-trial bond program ordered by the court under the supervision of the Community Service and Corrections Department.

STOP SCU Operations Fund - This fund accounts for the funds provided through interlocal agreements and utilized for the drug task force.

Sheriff Inmate Commissary Fund - This fund is used to account for jail inmates' purchase of food, toiletry items, and other supplies. Expenditures are for the purchase of stock and profits generated may be used by the Sheriff to purchase items for the benefit of the inmate population.

Sheriff LEOSE Fund - This fund accounts for fees provided for law enforcement officers' educational expenditures under the Law Enforcement Officers Standards & Education program.

County Attorney Collection Fund - This fund accounts for receipt and disbursement of fees earned for the collection of bad checks issued in the County. Disbursement is at the discretion of the County Attorney.

County Attorney LEOSE Fund - This fund accounts for fees provided for law enforcement officers' educational expenditures under the Law Enforcement Officers Standards & Education program.

District Attorney 18th Judicial Fund - This fund accounts for funds received from the state for salary supplements and welfare fraud expense reimbursements in the District Attorney's Office.

District Attorney Collection Fund - This fund accounts for receipt and disbursement of fees earned for the collection of bad checks issued in the County. Disbursement is at the discretion of the District Attorney.

Combined Constables LEOSE Fund - This fund accounts for fees provided for law enforcement officers' educational expenditures under the Law Enforcement Officers Standards & Education program.

MVIE - Tax A/C Penalty & Interest - This fund accounts for interest earned from the Tax Assessor/Collector Special Inventory Account to provide more efficient service to dealers. Disbursement is at the discretion of the Tax Assessor/Collector.

HGSP LETPA Fund - This fund is to account for the federal grant funds received by the County from the Office of the Governor, Homeland Security Grants Division for swat equipment enhancement.

HAVA Grant Fund - This fund is to prevent, prepare for and respond to coronavirus, domestically or internationally, for the 2020 federal election cycle.

Cities Readiness Initiative Fund - This fund accounts for grant proceeds that allows the County to assist the Office of Public Health in the implementation of activities associated with the FY 04 Centers for Disease Control and Prevention (CDC) Public Health Preparedness and Response for Bioterrorism Cooperative Agreement. This project is designed to upgrade state and local public health jurisdictions' preparedness for a response to bioterrorism, other outbreaks of infectious disease, and other public health threats and emergencies.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Community Development Block Grant Fund - This fund is used to account for receipts and expenditures of the Texas Community Development Block Grant. The current grant project is to replace aged and undersized water lines, to reduce water loss and improve pressure, for the enhancement of services provided by the Johnson County Special Utility District.

CRF Coronavirus Relief Fund - This fund accounts for the federal grant funds received by the County to cover necessary expenditures incurred due to the public health emergency with respect to the Coronavirus (COVID-19) administered by the Texas Division of Emergency Management (TDEM).

Juvenile Probation Fund - This fund accounts for revenues received from the Texas Juvenile Justice Department to supplement expenditures of the County in administering a Juvenile Probation Department. The County operates under an approved budget with the TJJD and submits reports quarterly with an annual contract report submitted as of each fiscal year ended August 31.

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Equipment Purchase Fund - This fund is used to account for capital expenditures for the purchase of equipment.

Construction Projects Fund - This fund is used to record costs incurred in constructing or improving a capital asset that meet the capital construction criteria and are not funded by either grants or borrowed funds.

Software Projects Fund - This fund is used to account for the acquisition and implementation of new software systems.

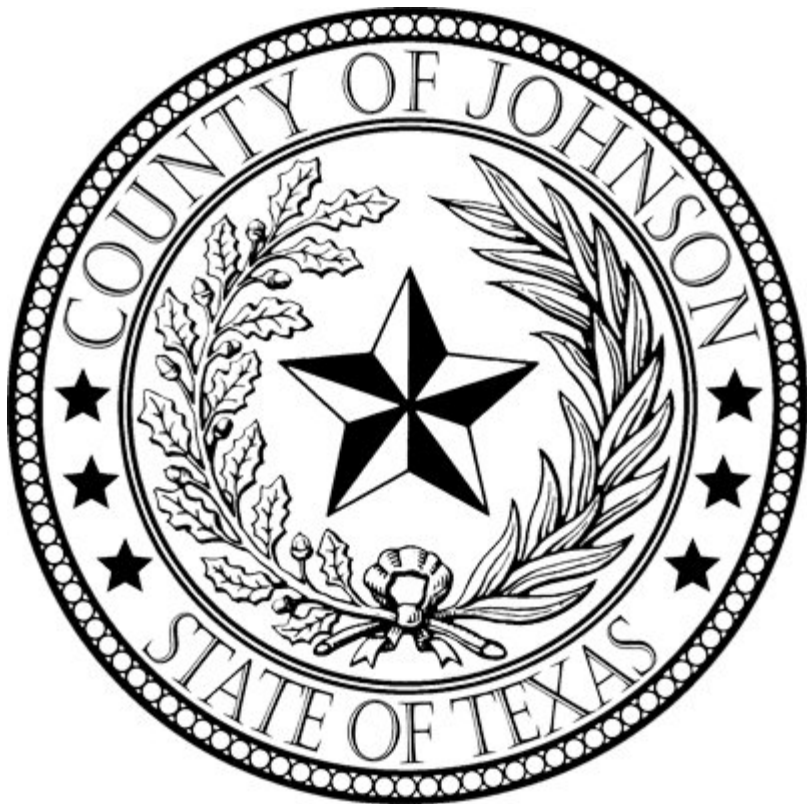
Burleson Sub Courthouse Construction Fund - This fund is used to account for expenditures incurred in the renovation of the Burleson Sub Courthouse.

Sheriff's Office Renovation Fund - This fund is used to account for expenditures incurred in the renovation of the Sheriff's office.

Parking Lot 100 South Mill Street Fund - This fund is used to record demolition of the Motor Bank and construction of a parking lot at 100 South Mill Street.

Burleson Sub Courthouse Parking Lot Fund - This fund is used to account for renovation of the parking lot at the Burleson Sub Courthouse.

Storm Damage Repair Construction Fund - This fund is used to record expenditures for the repair of multiple County buildings damaged by storms and the corresponding revenue from insurance proceeds.



JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2020

	Special		
	Law Library Fund	Records Management and Preservation Fund	Vital Statistics Preservation Fund
Assets and Deferred Outflows of Resources			
Assets:			
Cash and temporary investments	\$ 152,703	\$ 2,453,764	\$ 16,171
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts			
Due from other governments			
Due from other funds			
Prepaid expenditures			
Investments			
	<u>152,703</u>	<u>2,453,764</u>	<u>16,171</u>
Total assets			
	<u>152,703</u>	<u>2,453,764</u>	<u>16,171</u>
Deferred Outflows of Resources:			
Deferred outflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total deferred outflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total assets and deferred outflows of resources			
	<u>\$ 152,703</u>	<u>\$ 2,453,764</u>	<u>\$ 16,171</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ 7,071	\$ 7,610	\$
Due to other funds			
Unearned revenue			
	<u>7,071</u>	<u>7,610</u>	<u>-0-</u>
Total liabilities			
	<u>7,071</u>	<u>7,610</u>	<u>-0-</u>
Deferred Inflows of Resources:			
Deferred inflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total deferred inflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balance:			
Nonspendable			
Restricted	145,632	2,446,154	16,171
Unassigned			
	<u>145,632</u>	<u>2,446,154</u>	<u>16,171</u>
Total fund balance			
	<u>145,632</u>	<u>2,446,154</u>	<u>16,171</u>
Total liabilities, deferred inflows of resources and fund balance			
	<u>\$ 152,703</u>	<u>\$ 2,453,764</u>	<u>\$ 16,171</u>

Revenue Funds

<u>Election Services Contract Fund</u>	<u>STOP SCU Federal Forfeitures Fund</u>	<u>District Attorney Forfeiture Fund</u>	<u>Sheriff Forfeiture Fund</u>	<u>STOP SCU Forfeiture Fund</u>	<u>Juvenile Justice Alternative Education Fund</u>
\$ 395,427	\$ 4,660	\$ 116,851	\$ 3,334	\$ 368,251	\$ 151,718
				30	9,546
<u>395,427</u>	<u>4,660</u>	<u>116,851</u>	<u>3,334</u>	<u>368,281</u>	<u>161,264</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ 395,427</u>	<u>\$ 4,660</u>	<u>\$ 116,851</u>	<u>\$ 3,334</u>	<u>\$ 368,281</u>	<u>\$ 161,264</u>
\$	\$	\$	\$	\$ 244	\$ 8,517
					2,078
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>244</u>	<u>10,595</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
395,427	4,660	116,851	3,334	368,037	150,669
<u>395,427</u>	<u>4,660</u>	<u>116,851</u>	<u>3,334</u>	<u>368,037</u>	<u>150,669</u>
<u>\$ 395,427</u>	<u>\$ 4,660</u>	<u>\$ 116,851</u>	<u>\$ 3,334</u>	<u>\$ 368,281</u>	<u>\$ 161,264</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2020

	Special		
	Juvenile Case Manager Fund	Juvenile Probation Fees Fund	Unclaimed Juvenile Restitution Fund
Assets and Deferred Outflows of Resources			
Assets:			
Cash and temporary investments	\$ 54,000	\$ 61,327	\$ 930
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts		334	
Due from other governments			
Due from other funds			
Prepaid expenditures			
Investments			
	<u>54,000</u>	<u>61,661</u>	<u>930</u>
Total assets			
Deferred Outflows of Resources:			
Deferred outflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total deferred outflows of resources			
Total assets and deferred outflows of resources	<u>\$ 54,000</u>	<u>\$ 61,661</u>	<u>\$ 930</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ 2,175		\$
Due to other funds			
Unearned revenue			
	<u>2,175</u>	<u>-0-</u>	<u>-0-</u>
Total liabilities			
Deferred Inflows of Resources:			
Deferred inflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total deferred inflows of resources			
Fund Balance:			
Nonspendable			
Restricted	51,825	61,661	930
Unassigned			
	<u>51,825</u>	<u>61,661</u>	<u>930</u>
Total fund balance			
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 54,000</u>	<u>\$ 61,661</u>	<u>\$ 930</u>

Revenue Funds

Justice of the Peace Technology Fund	Courthouse Security Fund	Justice Court Building Security Fund	Guardianship Fee Fund	Court Reporter Service Fund	Record Archives - County Clerk Fund
\$ 439,934	\$ 101,554	\$ 98,145	\$ 25,598	\$ 612	\$ 620,220
<u>439,934</u>	<u>101,554</u>	<u>98,145</u>	<u>25,598</u>	<u>612</u>	<u>620,220</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ 439,934</u>	<u>\$ 101,554</u>	<u>\$ 98,145</u>	<u>\$ 25,598</u>	<u>\$ 612</u>	<u>\$ 620,220</u>
\$ 38	\$ 17,059	\$	\$ 1,375	\$	\$
<u>38</u>	<u>17,059</u>	<u>-0-</u>	<u>1,375</u>	<u>-0-</u>	<u>-0-</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
439,896	84,495	98,145	24,223	612	620,220
<u>439,896</u>	<u>84,495</u>	<u>98,145</u>	<u>24,223</u>	<u>612</u>	<u>620,220</u>
<u>\$ 439,934</u>	<u>\$ 101,554</u>	<u>\$ 98,145</u>	<u>\$ 25,598</u>	<u>\$ 612</u>	<u>\$ 620,220</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2020

	Record Archives - District Clerk Fund	County/ District Court Technology Fund	Special Court Records Preservation Digital Fund
Assets and Deferred Outflows of Resources			
Assets:			
Cash and temporary investments	\$ 114,423	\$ 6,676	\$ 355,253
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts			
Due from other governments			
Due from other funds			
Prepaid expenditures			
Investments			
	<u>114,423</u>	<u>6,676</u>	<u>355,253</u>
Total assets	<u>114,423</u>	<u>6,676</u>	<u>355,253</u>
Deferred Outflows of Resources:			
Deferred outflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total deferred outflows of resources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total assets and deferred outflows of resources	<u>\$ 114,423</u>	<u>\$ 6,676</u>	<u>\$ 355,253</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$	\$	\$
Due to other funds			
Unearned revenue			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total liabilities	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Deferred Inflows of Resources:			
Deferred inflows of resources			
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total deferred inflows of resources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balance:			
Nonspendable			
Restricted	114,423	6,676	355,253
Unassigned			
	<u>114,423</u>	<u>6,676</u>	<u>355,253</u>
Total fund balance	<u>114,423</u>	<u>6,676</u>	<u>355,253</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 114,423</u>	<u>\$ 6,676</u>	<u>\$ 355,253</u>

Revenue Funds

District Court Records Technology Fund	Pecan Valley MHMR Fund	Indigent Health Care Fund	Right of Way Fund	Historical Commission Fund	Pre-Trial Bond Supervision Fund
\$ 215,885	\$ 16,183	\$ 2,169,150	\$ 1,047,480	\$ 45,016	\$ 234,930
		18,347			
		34,157	1,154		17,659
		1,011,069	501,167		
<u>215,885</u>	<u>16,183</u>	<u>3,232,723</u>	<u>1,549,801</u>	<u>45,016</u>	<u>252,589</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ 215,885</u>	<u>\$ 16,183</u>	<u>\$ 3,232,723</u>	<u>\$ 1,549,801</u>	<u>\$ 45,016</u>	<u>\$ 252,589</u>
\$	\$	\$ 252,280	\$	\$ 124	\$ 7,763
<u>-0-</u>	<u>-0-</u>	<u>252,280</u>	<u>-0-</u>	<u>124</u>	<u>7,763</u>
		13,687			
<u>-0-</u>	<u>-0-</u>	<u>13,687</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
215,885	16,183	2,966,756	1,549,801	44,892	244,826
<u>215,885</u>	<u>16,183</u>	<u>2,966,756</u>	<u>1,549,801</u>	<u>44,892</u>	<u>244,826</u>
<u>\$ 215,885</u>	<u>\$ 16,183</u>	<u>\$ 3,232,723</u>	<u>\$ 1,549,801</u>	<u>\$ 45,016</u>	<u>\$ 252,589</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2020

	Special		
	STOP SCU Operations Fund	Sheriff Inmate Commissary Fund	Sheriff LEOSE Fund
Assets and Deferred Outflows of Resources			
Assets:			
Cash and temporary investments	\$ 166,408	\$ 526,009	\$ 12,641
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts	58		
Due from other governments			
Due from other funds			
Prepaid expenditures	4,736		
Investments			
Total assets	<u>171,202</u>	<u>526,009</u>	<u>12,641</u>
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total assets and deferred outflows of resources	<u>\$ 171,202</u>	<u>\$ 526,009</u>	<u>\$ 12,641</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ 7,548	\$ 27,770	\$
Due to other funds			
Unearned revenue			
Total liabilities	<u>7,548</u>	<u>27,770</u>	<u>-0-</u>
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balance:			
Nonspendable	4,736		
Restricted	158,918	498,239	12,641
Unassigned			
Total fund balance	<u>163,654</u>	<u>498,239</u>	<u>12,641</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 171,202</u>	<u>\$ 526,009</u>	<u>\$ 12,641</u>

Revenue Funds

County Attorney Collection Fund	County Attorney LEOSE Fund	District Attorney 18 th Judicial Fund	District Attorney Collection Fund	Combined Constables LEOSE Fund	MVIE Tax A/C Penalty & Interest Fund
\$ 44,616	\$ 1,674	\$ 523	\$ 10,144	\$ 22,433	\$ 60,186
<u>44,616</u>	<u>1,674</u>	<u>523</u>	<u>10,144</u>	<u>22,433</u>	<u>60,186</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ 44,616</u>	<u>\$ 1,674</u>	<u>\$ 523</u>	<u>\$ 10,144</u>	<u>\$ 22,433</u>	<u>\$ 60,186</u>
\$	\$	\$ 1,831	\$	\$ 7,788	\$
<u>-0-</u>	<u>-0-</u>	<u>1,831</u>	<u>-0-</u>	<u>7,788</u>	<u>-0-</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
44,616	1,674	(1,308)	10,144	14,645	60,186
<u>44,616</u>	<u>1,674</u>	<u>(1,308)</u>	<u>10,144</u>	<u>14,645</u>	<u>60,186</u>
<u>\$ 44,616</u>	<u>\$ 1,674</u>	<u>\$ 523</u>	<u>\$ 10,144</u>	<u>\$ 22,433</u>	<u>\$ 60,186</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2020

	Special		
	HGSP LETPA Fund	HAVA Grant Fund	Cities Readiness Initiative Fund
Assets and Deferred Outflows of Resources			
Assets:			
Cash and temporary investments	\$	\$ 166,657	\$ 11,236
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts			
Due from other governments			4,762
Due from other funds			
Prepaid expenditures			
Investments			
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u> -0-</u>	<u> 166,657</u>	<u> 15,998</u>
Deferred Outflows of Resources:			
Deferred outflows of resources			
	<u> </u>	<u> </u>	<u> </u>
Total deferred outflows of resources	<u> -0-</u>	<u> -0-</u>	<u> -0-</u>
Total assets and deferred outflows of resources	<u>\$ -0-</u>	<u>\$ 166,657</u>	<u>\$ 15,998</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$	\$ 2,749	\$ 2,649
Due to other funds			13,349
Unearned revenue		163,908	
	<u> </u>	<u> 163,908</u>	<u> </u>
Total liabilities	<u> -0-</u>	<u> 166,657</u>	<u> 15,998</u>
Deferred Inflows of Resources:			
Deferred inflows of resources			
	<u> </u>	<u> </u>	<u> </u>
Total deferred inflows of resources	<u> -0-</u>	<u> -0-</u>	<u> -0-</u>
Fund Balance:			
Nonspendable			
Restricted			
Unassigned			
	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u> -0-</u>	<u> -0-</u>	<u> -0-</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ -0-</u>	<u>\$ 166,657</u>	<u>\$ 15,998</u>

Revenue Funds				Capital Projects Funds	
Community Development Block Grant Fund	CRF Corona Virus Relief Fund	Juvenile Probation Fund	Total Special Revenue Funds	Equipment Purchase Fund	Construction Projects Fund
\$	\$ 40,061	\$ 306,913	\$ 10,639,696	\$	\$
			18,347		
			53,392		
	214,879	42,316	271,503		
	2,930		2,930		
			4,736		
			1,512,236		
<u>-0-</u>	<u>257,870</u>	<u>349,229</u>	<u>12,502,840</u>	<u>-0-</u>	<u>-0-</u>
			-0-		
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ -0-</u>	<u>\$ 257,870</u>	<u>\$ 349,229</u>	<u>\$ 12,502,840</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
\$	\$ 101,894	\$ 278,069	\$ 734,554	\$	\$
	155,976		169,325		
		71,160	237,146		
<u>-0-</u>	<u>257,870</u>	<u>349,229</u>	<u>1,141,025</u>	<u>-0-</u>	<u>-0-</u>
			13,687		
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>13,687</u>	<u>-0-</u>	<u>-0-</u>
			4,736		
			11,344,700		
			(1,308)		
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>11,348,128</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ -0-</u>	<u>\$ 257,870</u>	<u>\$ 349,229</u>	<u>\$ 12,502,840</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2020

	Capital Projects Funds		
	Software Projects Fund	Burleson Sub Courthouse Construction Fund	Sheriff's Office Renovation Fund
Assets and Deferred Outflows of Resources			
Assets:			
Cash and temporary investments	\$ 144,981	\$ 1,974,915	\$ 665,358
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts			
Due from other governments			
Due from other funds			
Prepaid expenditures			
Investments			
	144,981	1,974,915	665,358
Total assets	144,981	1,974,915	665,358
Deferred Outflows of Resources:			
Deferred outflows of resources			
	-0-	-0-	-0-
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	\$ 144,981	\$ 1,974,915	\$ 665,358
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$	\$	\$ 36,987
Due to other funds			
Unearned revenue			
	-0-	-0-	36,987
Total liabilities	-0-	-0-	36,987
Deferred Inflows of Resources:			
Deferred inflows of resources			-0-
	-0-	-0-	-0-
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance:			
Nonspendable			
Restricted	144,981	1,974,915	628,371
Unassigned			
	144,981	1,974,915	628,371
Total fund balance	144,981	1,974,915	628,371
Total liabilities, deferred inflows of resources and fund balance	\$ 144,981	\$ 1,974,915	\$ 665,358

Capital Projects Funds				
Parking Lot 100 South Mill Street Fund	Burleson Sub Courthouse Parking Lot Fund	Storm Damage Repair Construction Fund	Total Capital Projects Funds	Total Non-Major Governmental Funds
\$ 200,021	\$	\$	\$ 2,985,275	\$ 13,624,971
			-0-	18,347
		219,364	219,364	272,756
			-0-	271,503
			-0-	2,930
			-0-	4,736
			-0-	1,512,236
<u>200,021</u>	<u>-0-</u>	<u>219,364</u>	<u>3,204,639</u>	<u>15,707,479</u>
			-0-	-0-
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ 200,021</u>	<u>\$ -0-</u>	<u>\$ 219,364</u>	<u>\$ 3,204,639</u>	<u>\$ 15,707,479</u>
\$ 10,408	\$	\$	\$ 36,987	\$ 771,541
			10,408	179,733
			-0-	237,146
<u>10,408</u>	<u>-0-</u>	<u>-0-</u>	<u>47,395</u>	<u>1,188,420</u>
			-0-	13,687
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>13,687</u>
189,613		219,364	3,157,244	4,736
			-0-	14,501,944
<u>189,613</u>	<u>-0-</u>	<u>219,364</u>	<u>3,157,244</u>	<u>(1,308)</u>
<u>\$ 200,021</u>	<u>\$ -0-</u>	<u>\$ 219,364</u>	<u>\$ 3,204,639</u>	<u>\$ 15,707,479</u>

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Special		
	Law Library Fund	Records Management and Preservation Fund	Vital Statistics Preservation Fund
Revenues:			
Taxes	\$	\$	\$
Intergovernmental			
Fees	108,122	448,281	8,079
Fines			
Investment income	1,229	18,406	918
Miscellaneous			
Total revenues	<u>109,351</u>	<u>466,687</u>	<u>8,997</u>
Expenditures:			
Current:			
General government	113,744	237,089	106,292
Administration of justice			
Elections			
Law enforcement			
Health and welfare			
Capital outlay			
Total expenditures	<u>113,744</u>	<u>237,089</u>	<u>106,292</u>
Excess (deficiency) of revenue over expenditures	<u>(4,393)</u>	<u>229,598</u>	<u>(97,295)</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets			
Transfers in			
Transfers out			
Total other financing sources (uses)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Net change in fund balance	<u>(4,393)</u>	<u>229,598</u>	<u>(97,295)</u>
Fund balance - beginning	<u>150,025</u>	<u>2,216,556</u>	<u>113,466</u>
Fund balance - ending	<u>\$ 145,632</u>	<u>\$ 2,446,154</u>	<u>\$ 16,171</u>

Revenue Funds

Election Services Contract Fund	STOP SCU Federal Forfeitures Fund	District Attorney Forfeiture Fund	Sheriff Forfeiture Fund	STOP SCU Forfeiture Fund	Juvenile Justice Alternative Education Fund
\$	\$	\$	\$	\$	\$
					78,387
2,706	37	3,967	3,111	27,184	
36,675		909	9	2,573	781
<u>39,381</u>	<u>37</u>	<u>4,876</u>	<u>3,120</u>	<u>34,805</u>	<u>79,168</u>
11,346					232,522
		350		15,098	
				27,452	
<u>11,346</u>	<u>-0-</u>	<u>350</u>	<u>-0-</u>	<u>42,550</u>	<u>232,522</u>
28,035	37	4,526	3,120	(7,745)	(153,354)
				4,928	225,320
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>4,928</u>	<u>225,320</u>
28,035	37	4,526	3,120	(2,817)	71,966
<u>367,392</u>	<u>4,623</u>	<u>112,325</u>	<u>214</u>	<u>370,854</u>	<u>78,703</u>
<u>\$ 395,427</u>	<u>\$ 4,660</u>	<u>\$ 116,851</u>	<u>\$ 3,334</u>	<u>\$ 368,037</u>	<u>\$ 150,669</u>

(continued)

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Special		
	Juvenile Case Manager Fund	Juvenile Probation Fees Fund	Unclaimed Juvenile Restitution Fund
Revenues:			
Taxes	\$	\$	\$
Intergovernmental			
Fees	19,029	6,355	
Fines			
Investment income	640	1,695	7
Miscellaneous		52	
Total revenues	19,669	8,102	7
Expenditures:			
Current:			
General government			
Administration of justice	55,319	1,102	
Elections			
Law enforcement			
Health and welfare			
Capital outlay			
Total expenditures	55,319	1,102	-0-
Excess (deficiency) of revenue over expenditures	(35,650)	7,000	7
Other Financing Sources (Uses):			
Proceeds from sale of capital assets			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Net change in fund balance	(35,650)	7,000	7
Fund balance - beginning	87,475	54,661	923
Fund balance - ending	<u>\$ 51,825</u>	<u>\$ 61,661</u>	<u>\$ 930</u>

Revenue Funds

Justice of the Peace Technology Fund	Courthouse Security Fund	Justice Court Building Security Fund	Guardianship Fee Fund	Court Reporter Services Fund	Record Archives - County Clerk Fund
\$	\$	\$	\$	\$	\$
14,926	76,989	2,142	9,269	611	413,010
3,446	829	774	270	1	6,053
<u>18,372</u>	<u>77,818</u>	<u>2,916</u>	<u>9,539</u>	<u>612</u>	<u>419,063</u>
3,474			19,968		506,053
	61,747				
	<u>29,225</u>				
<u>3,474</u>	<u>90,972</u>	<u>-0-</u>	<u>19,968</u>	<u>-0-</u>	<u>56,053</u>
<u>14,898</u>	<u>(13,154)</u>	<u>2,916</u>	<u>(10,429)</u>	<u>612</u>	<u>(86,990)</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>14,898</u>	<u>(13,154)</u>	<u>2,916</u>	<u>(10,429)</u>	<u>612</u>	<u>(86,990)</u>
<u>424,998</u>	<u>97,649</u>	<u>95,229</u>	<u>34,652</u>		<u>707,210</u>
<u>\$ 439,896</u>	<u>\$ 84,495</u>	<u>\$ 98,145</u>	<u>\$ 24,223</u>	<u>\$ 612</u>	<u>\$ 620,220</u>

(continued)

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Special		
	Record Archives - District Clerk Fund	County/ District Court Technology Fund	Court Records Preservation Digital Fund
Revenues:			
Taxes	\$	\$	\$
Intergovernmental			
Fees	12,362	3,183	33,515
Fines			
Investment income	838	104	2,370
Miscellaneous			
Total revenues	<u>13,200</u>	<u>3,287</u>	<u>35,885</u>
Expenditures:			
Current:			
General government			
Administration of justice		8,621	
Elections			
Law enforcement			
Health and welfare			
Capital outlay		6,816	
Total expenditures	<u>-0-</u>	<u>15,437</u>	<u>-0-</u>
Excess (deficiency) of revenue over expenditures	<u>13,200</u>	<u>(12,150)</u>	<u>35,885</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets			
Transfers in			
Transfers out			
Total other financing sources (uses)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Net change in fund balance	13,200	(12,150)	35,885
Fund balance - beginning	<u>101,223</u>	<u>18,826</u>	<u>319,368</u>
Fund balance - ending	<u>\$ 114,423</u>	<u>\$ 6,676</u>	<u>\$ 355,253</u>

Revenue Funds

District Court Records Technology Fund	Pecan Valley MHMR Fund	Indigent Health Care Fund	Right of Way Fund	Historical Commission Fund	Pre-Trial Bond Supervision Fund
\$	\$	\$ 1,294,214	\$	\$	\$
26,256		53,348			179,335
1,563	98	65,599	38,860	314	1,793
	5,271	8,558		100	
<u>27,819</u>	<u>5,369</u>	<u>1,421,719</u>	<u>38,860</u>	<u>414</u>	<u>181,128</u>
				2,283	164,182
		1,188,057			
		460,217			
<u>-0-</u>	<u>-0-</u>	<u>1,648,274</u>	<u>-0-</u>	<u>2,283</u>	<u>164,182</u>
<u>27,819</u>	<u>5,369</u>	<u>(226,555)</u>	<u>38,860</u>	<u>(1,869)</u>	<u>16,946</u>
				10,000	
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>10,000</u>	<u>-0-</u>
27,819	5,369	(226,555)	38,860	8,131	16,946
<u>188,066</u>	<u>10,814</u>	<u>3,193,311</u>	<u>1,510,941</u>	<u>36,761</u>	<u>227,880</u>
<u>\$ 215,885</u>	<u>\$ 16,183</u>	<u>\$ 2,966,756</u>	<u>\$ 1,549,801</u>	<u>\$ 44,892</u>	<u>\$ 244,826</u>

(continued)

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Special		
	STOP SCU Operations Fund	Sheriff Inmate Commissary Fund	Sheriff LEOSE Fund
Revenues:			
Taxes	\$	\$	\$
Intergovernmental	43,933		
Fees		1,160,032	7,358
Fines	1,509		
Investment income	1,126	4,105	61
Miscellaneous	6,269	49,078	
Total revenues	52,837	1,213,215	7,419
Expenditures:			
Current:			
General government			
Administration of justice			
Elections			
Law enforcement	100,184	766,026	575
Health and welfare			
Capital outlay		67,923	
Total expenditures	100,184	833,949	575
Excess (deficiency) of revenue over expenditures	(47,347)	379,266	6,844
Other Financing Sources (Uses):			
Proceeds from sale of capital assets			
Transfers in	90,504		
Transfers out		(289,827)	
Total other financing sources (uses)	90,504	(289,827)	-0-
Net change in fund balance	43,157	89,439	6,844
Fund balance - beginning	120,497	408,800	5,797
Fund balance - ending	<u>\$ 163,654</u>	<u>\$ 498,239</u>	<u>\$ 12,641</u>

Revenue Funds

County Attorney Collection Fund	County Attorney LEOSE Fund	District Attorney 18 th Judicial Fund	District Attorney Collection Fund	Combined Constables LEOSE Fund	MVIE Tax A/C Penalty & Interest Fund
\$	\$	\$	\$	\$	\$
5,105	741	22,143	675	3,575	
349	9	27	386	409	339
<u>5,454</u>	<u>750</u>	<u>22,170</u>	<u>1,061</u>	<u>3,984</u>	<u>71,235</u>
3,419		1,162		750	
<u>3,419</u>	<u>-0-</u>	<u>1,162</u>	<u>-0-</u>	<u>750</u>	<u>53,600</u>
<u>2,035</u>	<u>750</u>	<u>21,008</u>	<u>1,061</u>	<u>3,234</u>	<u>17,974</u>
		(23,794)			
<u>-0-</u>	<u>-0-</u>	<u>(23,794)</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
2,035	750	(2,786)	1,061	3,234	17,974
<u>42,581</u>	<u>924</u>	<u>1,478</u>	<u>9,083</u>	<u>11,411</u>	<u>42,212</u>
<u>\$ 44,616</u>	<u>\$ 1,674</u>	<u>\$(1,308)</u>	<u>\$ 10,144</u>	<u>\$ 14,645</u>	<u>\$ 60,186</u>

(continued)

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Special		
	HGSB LETPA Fund	HAVA Grant Fund	Cities Readiness Initiative Fund
Revenues:			
Taxes	\$	\$	\$
Intergovernmental	35,318	13,644	54,556
Fees			
Fines			
Investment income			
Miscellaneous		2,729	
Total revenues	<u>35,318</u>	<u>16,373</u>	<u>54,556</u>
Expenditures:			
Current:			
General government			
Administration of justice			
Elections		16,373	
Law enforcement	35,318		
Health and welfare			72,609
Capital outlay			
Total expenditures	<u>35,318</u>	<u>16,373</u>	<u>72,609</u>
Excess (deficiency) of revenue over expenditures	<u>-0-</u>	<u>-0-</u>	<u>(18,053)</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets			
Transfers in			18,053
Transfers out			
Total other financing sources (uses)	<u>-0-</u>	<u>-0-</u>	<u>18,053</u>
Net change in fund balance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance - beginning			
Fund balance - ending	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Revenue Funds				Capital Projects Funds	
Community Development Block Grant Fund	CRF Corona Virus Relief Fund	Juvenile Probation Fund	Total Special Revenue Funds	Equipment Purchase Fund	Construction Projects Fund
\$ 6,050	\$ 1,045,423	\$ 1,164,140	\$ 1,294,214	\$	\$
			2,516,942		
			2,538,950		
			35,771		
	226		159,859		820
			185,015		
<u>6,050</u>	<u>1,045,649</u>	<u>1,164,140</u>	<u>6,730,751</u>	<u>-0-</u>	<u>820</u>
6,050		1,164,140	971,511		
			1,649,328		
			27,719		
			2,172,686		
	1,015,637		1,548,463		
	30,012		215,028		65,675
<u>6,050</u>	<u>1,045,649</u>	<u>1,164,140</u>	<u>6,584,735</u>	<u>-0-</u>	<u>65,675</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>146,016</u>	<u>-0-</u>	<u>(64,855)</u>
			4,928		
			343,877		
			(313,621)	(34,838)	(45,375)
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>35,184</u>	<u>(34,838)</u>	<u>(45,375)</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>181,200</u>	<u>(34,838)</u>	<u>(110,230)</u>
			11,166,928	34,838	110,230
<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 11,348,128</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

(continued)

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2020

	Capital Projects Funds		
	Software Projects Fund	Burleson Sub Courthouse Construction Fund	Sheriff's Office Renovation Fund
Revenues:			
Taxes	\$	\$	\$
Intergovernmental			
Fees			
Fines			
Investment income	1,156	9,075	75
Miscellaneous			
Total revenues	1,156	9,075	75
Expenditures:			
Current:			
General government			
Administration of justice			
Elections			
Law enforcement			
Health and welfare			
Capital outlay		41,782	45,487
Total expenditures	-0-	41,782	45,487
Excess (deficiency) of revenue over expenditures	1,156	(32,707)	(45,412)
Other Financing Sources (Uses):			
Proceeds from sale of capital assets			
Transfers in		947,469	673,783
Transfers out			
Total other financing sources (uses)	-0-	947,469	673,783
Net change in fund balance	1,156	914,762	628,371
Fund balance - beginning	143,825	1,060,153	
Fund balance - ending	\$ 144,981	\$ 1,974,915	\$ 628,371

Capital Projects Fund				
Parking Lot 100 South Mill Street Fund	Burleson Sub Courthouse Parking Lot Fund	Storm Damage Repair Construction Fund	Total Capital Projects Funds	Total Non-Major Governmental Funds
\$	\$	\$	\$	\$
			-0-	1,294,214
			-0-	2,516,942
			-0-	2,538,950
			-0-	35,771
26	6		11,158	171,017
		219,364	219,364	404,379
26	6	219,364	230,522	6,961,273
			-0-	971,511
			-0-	1,649,328
			-0-	27,719
			-0-	2,172,686
			-0-	1,548,463
33,208	199,513		385,665	600,693
33,208	199,513	-0-	385,665	6,970,400
(33,182)	(199,507)	219,364	(155,143)	(9,127)
			-0-	4,928
222,795	199,513		2,043,560	2,387,437
	(6)		(80,219)	(393,840)
222,795	199,507	-0-	1,963,341	1,998,525
189,613	-0-	219,364	1,808,198	1,989,398
			1,349,046	12,515,974
\$ 189,613	\$ -0-	\$ 219,364	\$ 3,157,244	\$ 14,505,372

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND**
For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
General Government:				
County Clerk:				
Salaries and wages, and employee benefits	\$ 2,339,863	\$ 2,339,863	\$ 2,249,323	\$ 90,540
Operating expenditures	83,300	83,300	61,533	21,767
Total County Clerk	2,423,163	2,423,163	2,310,856	112,307
County Judge:				
Salaries and wages, and employee benefits	452,651	454,518	454,299	219
Operating expenditures	10,450	14,192	10,914	3,278
Total County Judge	463,101	468,710	465,213	3,497
County Commissioners:				
Salaries and wages, and employee benefits	553,497	556,428	545,535	10,893
Total County Commissioners	553,497	556,428	545,535	10,893
Veterans:				
Salaries and wages, and employee benefits	249,141	249,141	246,763	2,378
Operating expenditures	11,250	11,250	6,619	4,631
Total Veterans	260,391	260,391	253,382	7,009
Engineering				
Salaries and wages, and employee benefits	113,216	-0-	-0-	-0-
Operating expenditures	9,000	-0-	-0-	-0-
Capital outlay	25,775	-0-	-0-	-0-
Total Engineering	147,991	-0-	-0-	-0-
Public Works:				
Salaries and wages, and employee benefits	1,728,156	1,728,156	1,652,285	75,871
Operating expenditures	63,851	63,851	41,937	21,914
Capital outlay	59,095	59,095	57,920	1,175
Total Public Works	1,851,102	1,851,102	1,752,142	98,960
Building Maintenance:				
Operating expenditures	1,260,200	1,260,200	782,882	477,318
Total Building Maintenance	1,260,200	1,260,200	782,882	477,318
Purchasing:				
Salaries and wages, and employee benefits	447,752	364,730	363,982	748
Operating expenditures	30,208	30,208	21,990	8,218
Total Purchasing	477,960	394,938	385,972	8,966

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
General Government - Continued:				
Information Systems:				
Salaries and wages, and employee benefits	\$ 1,042,199	\$ 1,042,199	\$ 975,851	\$ 66,348
Operating expenditures	2,374,405	2,374,405	1,952,554	421,851
Capital outlay	<u>300,000</u>	<u>300,000</u>	<u>228,745</u>	<u>71,255</u>
Total Information Systems	<u>3,716,604</u>	<u>3,716,604</u>	<u>3,157,150</u>	<u>559,454</u>
Print Shop:				
Salaries and wages, and employee benefits	58,583	58,893	58,892	1
Operating expenditures	<u>32,601</u>	<u>32,601</u>	<u>21,498</u>	<u>11,103</u>
Total Print Shop	<u>91,184</u>	<u>91,494</u>	<u>80,390</u>	<u>11,104</u>
Mail Room:				
Salaries and wages, and employee benefits	109,804	110,378	110,378	-0-
Operating expenditures	<u>11,700</u>	<u>11,700</u>	<u>8,057</u>	<u>3,643</u>
Total Mail Room	<u>121,504</u>	<u>122,078</u>	<u>118,435</u>	<u>3,643</u>
Telecommunications:				
Salaries and wages, and employee benefits	<u>52,261</u>	<u>52,512</u>	<u>52,180</u>	<u>332</u>
Total Telecommunications	<u>52,261</u>	<u>52,512</u>	<u>52,180</u>	<u>332</u>
Personnel:				
Salaries and wages, and employee benefits	383,386	383,386	364,365	19,021
Operating expenditures	<u>33,900</u>	<u>33,900</u>	<u>8,431</u>	<u>25,469</u>
Total Personnel	<u>417,286</u>	<u>417,286</u>	<u>372,796</u>	<u>44,490</u>
County Tax Collector:				
Salaries and wages, and employee benefits	1,667,641	1,669,803	1,570,762	99,041
Operating expenditures	<u>313,911</u>	<u>313,911</u>	<u>180,261</u>	<u>133,650</u>
Total County Tax Collector	<u>1,981,552</u>	<u>1,983,714</u>	<u>1,751,023</u>	<u>232,691</u>
Non-departmental:				
Salaries and wages, and employee benefits	451,396	448,281	439,526	8,755
Operating expenditures	<u>3,986,710</u>	<u>3,736,495</u>	<u>3,349,424</u>	<u>387,071</u>
Total Non-departmental	<u>4,438,106</u>	<u>4,184,776</u>	<u>3,788,950</u>	<u>395,826</u>
Total General Government	<u>18,255,902</u>	<u>17,783,396</u>	<u>15,816,906</u>	<u>1,966,490</u>
Administration of Justice:				
County Court at Law I:				
Salaries and wages, and employee benefits	677,403	677,403	644,280	33,123
Operating expenditures	<u>323,325</u>	<u>323,325</u>	<u>182,708</u>	<u>140,617</u>
Total County Court at Law I	<u>1,000,728</u>	<u>1,000,728</u>	<u>826,988</u>	<u>173,740</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Administration of Justice - Continued:				
County Court at Law II:				
Salaries and wages, and employee benefits	\$ 516,690	\$ 516,690	\$ 494,528	\$ 22,162
Operating expenditures	<u>332,725</u>	<u>332,725</u>	<u>148,938</u>	<u>183,787</u>
Total County Court at Law II	<u>849,415</u>	<u>849,415</u>	<u>643,466</u>	<u>205,949</u>
General District Court:				
Salaries and wages, and employee benefits	78,747	54,707	14,948	39,759
Operating expenditures	<u>108,539</u>	<u>108,637</u>	<u>91,678</u>	<u>16,959</u>
Total General District Court	<u>187,286</u>	<u>163,344</u>	<u>106,626</u>	<u>56,718</u>
249 th District Court:				
Salaries and wages, and employee benefits	343,609	343,609	309,128	34,481
Operating expenditures	<u>434,200</u>	<u>436,102</u>	<u>268,987</u>	<u>167,115</u>
Total 249 th District Court	<u>777,809</u>	<u>779,711</u>	<u>578,115</u>	<u>201,596</u>
18 th District Court:				
Salaries and wages, and employee benefits	322,164	322,164	298,262	23,902
Operating expenditures	<u>432,900</u>	<u>432,900</u>	<u>242,786</u>	<u>190,114</u>
Total 18 th District Court	<u>755,064</u>	<u>755,064</u>	<u>541,048</u>	<u>214,016</u>
413 th District Court:				
Salaries and wages, and employee benefits	347,700	347,700	316,000	31,700
Operating expenditures	<u>471,458</u>	<u>591,458</u>	<u>533,874</u>	<u>57,584</u>
Total 413 th District Court	<u>819,158</u>	<u>939,158</u>	<u>849,874</u>	<u>89,284</u>
District Clerk:				
Salaries and wages, and employee benefits	1,493,971	1,497,403	1,491,180	6,223
Operating expenditures	<u>77,242</u>	<u>77,242</u>	<u>62,513</u>	<u>14,729</u>
Total District Clerk	<u>1,571,213</u>	<u>1,574,645</u>	<u>1,553,693</u>	<u>20,952</u>
Jury:				
Operating expenditures	<u>145,900</u>	<u>145,900</u>	<u>96,149</u>	<u>49,751</u>
Total Jury	<u>145,900</u>	<u>145,900</u>	<u>96,149</u>	<u>49,751</u>
Justice of the Peace #1:				
Salaries and wages, and employee benefits	325,686	327,416	326,978	438
Operating expenditures	<u>20,810</u>	<u>20,810</u>	<u>10,756</u>	<u>10,054</u>
Total Justice of the Peace #1	<u>346,496</u>	<u>348,226</u>	<u>337,734</u>	<u>10,492</u>
Justice of the Peace #2:				
Salaries and wages, and employee benefits	318,039	318,039	269,619	48,420
Operating expenditures	<u>22,350</u>	<u>22,350</u>	<u>11,626</u>	<u>10,724</u>
Total Justice of the Peace #2	<u>340,389</u>	<u>340,389</u>	<u>281,245</u>	<u>59,144</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Administration of Justice - Continued:				
Justice of the Peace #3:				
Salaries and wages, and employee benefits	\$ 321,102	\$ 322,821	\$ 311,813	\$ 11,008
Operating expenditures	23,906	24,782	13,640	11,142
Total Justice of the Peace #3	345,008	347,603	325,453	22,150
Justice of the Peace #4:				
Salaries and wages, and employee benefits	316,943	317,504	303,111	14,393
Operating expenditures	19,700	19,700	7,381	12,319
Total Justice of the Peace #4	336,643	337,204	310,492	26,712
Bail Bonds Office:				
Salaries and wages, and employee benefits	63,834	64,177	64,159	18
Operating expenditures	2,000	2,000	1,448	552
Total Bail Bonds Office	65,834	66,177	65,607	570
Adult Probation:				
Operating expenditures	7,600	7,600	2,567	5,033
Total Adult Probation	7,600	7,600	2,567	5,033
Juvenile Probation:				
Salaries and wages, and employee benefits	390,760	386,837	361,335	25,502
Operating expenditures	516,500	510,000	450,129	59,871
Capital outlay	-0-	6,500	6,469	31
Total Juvenile Probation	907,260	903,337	817,933	85,404
Total Administration of Justice	8,455,803	8,558,501	7,336,990	1,221,511
Financial Administration:				
County Auditor:				
Salaries and wages, and employee benefits	978,245	981,602	973,167	8,435
Operating expenditures	47,432	47,432	26,504	20,928
Total County Auditor	1,025,677	1,029,034	999,671	29,363
County Treasurer:				
Salaries and wages, and employee benefits	213,301	213,301	190,282	23,019
Operating expenditures	13,232	13,232	6,917	6,315
Total County Treasurer	226,533	226,533	197,199	29,334
Total Financial Administration	1,252,210	1,255,567	1,196,870	58,697
Elections:				
Elections:				
Salaries and wages, and employee benefits	569,024	569,849	510,443	59,406
Operating expenditures	176,500	231,950	160,745	71,205
Total Elections	745,524	801,799	671,188	130,611

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Law Enforcement				
County Attorney:				
Salaries and wages, and employee benefits	\$ 2,217,297	\$ 2,217,297	\$ 2,161,221	\$ 56,076
Operating expenditures	92,854	92,854	79,801	13,053
Total County Attorney	2,310,151	2,310,151	2,241,022	69,129
District Attorney:				
Salaries and wages, and employee benefits	2,246,910	2,251,667	2,230,820	20,847
Operating expenditures	129,456	129,456	86,143	43,313
Capital outlay	37,425	37,425	37,425	-0-
Total District Attorney	2,413,791	2,418,548	2,354,388	64,160
District Attorney Supplement:				
Salaries and wages, and employee benefits	22,064	22,064	21,980	84
Total District Attorney Supplement	22,064	22,064	21,980	84
Constable - Precinct 1:				
Salaries and wages, and employee benefits	365,991	368,508	365,705	2,803
Operating expenditures	56,544	56,764	52,913	3,851
Total Constable - Precinct 1	422,535	425,272	418,618	6,654
Constable - Precinct 2:				
Salaries and wages, and employee benefits	313,868	315,578	314,724	854
Operating expenditures	37,170	38,607	23,139	15,468
Capital outlay	56,843	55,406	55,400	6
Total Constable - Precinct 2	407,881	409,591	393,263	16,328
Constable - Precinct 3:				
Salaries and wages, and employee benefits	313,784	315,419	300,698	14,721
Operating expenditures	40,689	40,063	20,590	19,473
Capital outlay	44,160	44,786	44,786	-0-
Total Constable - Precinct 3	398,633	400,268	366,074	34,194
Constable - Precinct 4:				
Salaries and wages, and employee benefits	314,505	316,217	304,075	12,142
Operating expenditures	48,483	48,483	36,401	12,082
Total Constable - Precinct 4	362,988	364,700	340,476	24,224
Sheriff Admin-Patrol:				
Salaries and wages, and employee benefits	9,476,910	9,456,504	9,120,286	336,218
Operating expenditures	768,050	858,485	698,516	159,969
Capital outlay	506,460	645,920	645,920	-0-
Total Sheriff Admin-Patrol	10,751,420	10,960,909	10,464,722	496,187

(continued)

JOHNSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued

For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Law Enforcement - Continued:				
Sheriff-Jail:				
Salaries and wages, and employee benefits	\$ 1,160,879	\$ 1,161,644	\$ 1,084,706	\$ 76,938
Operating expenditures	<u>21,885,300</u>	<u>21,587,285</u>	<u>19,134,214</u>	<u>2,453,071</u>
Total Sheriff-Jail	<u>23,046,179</u>	<u>22,748,929</u>	<u>20,218,920</u>	<u>2,530,009</u>
Sheriff Commissary:				
Salaries and wages, and employee benefits	<u>292,540</u>	<u>296,428</u>	<u>290,449</u>	<u>5,979</u>
Total Sheriff Commissary	<u>292,540</u>	<u>296,428</u>	<u>290,449</u>	<u>5,979</u>
Texas DPS Office:				
Salaries and wages, and employee benefits	68,045	68,411	68,357	54
Operating expenditures	<u>750</u>	<u>750</u>	<u>154</u>	<u>596</u>
Total Texas DPS Office	<u>68,795</u>	<u>69,161</u>	<u>68,511</u>	<u>650</u>
SRO-Godley ISD:				
Salaries and wages, and employee benefits	82,179	82,889	82,597	292
Operating expenditures	<u>8,459</u>	<u>8,459</u>	<u>1,685</u>	<u>6,774</u>
Total SRO-Godley ISD	<u>90,638</u>	<u>91,348</u>	<u>84,282</u>	<u>7,066</u>
SRO-Cleburne ISD:				
Salaries and wages, and employee benefits	149,977	150,913	150,692	221
Operating expenditures	<u>11,650</u>	<u>12,056</u>	<u>11,045</u>	<u>1,011</u>
Total SRO-Cleburne ISD	<u>161,627</u>	<u>162,969</u>	<u>161,737</u>	<u>1,232</u>
SRO-Rio Vista ISD:				
Salaries and wages, and employee benefits	-0-	38,984	34,957	4,027
Operating expenditures	<u>-0-</u>	<u>3,124</u>	<u>2,590</u>	<u>534</u>
Total SRO-Rio Vista ISD	<u>-0-</u>	<u>42,108</u>	<u>37,547</u>	<u>4,561</u>
Total Law Enforcement	<u>40,749,242</u>	<u>40,722,446</u>	<u>37,461,989</u>	<u>3,260,457</u>
Health and Welfare:				
Medical Examiner:				
Salaries and wages, and employee benefits	275,443	275,443	268,374	7,069
Operating expenditures	<u>247,383</u>	<u>260,512</u>	<u>250,936</u>	<u>9,576</u>
Total Medical Examiner	<u>522,826</u>	<u>535,955</u>	<u>519,310</u>	<u>16,645</u>
Non-departmental:				
Operating expenditures	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-0-</u>
Total Non-departmental	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-0-</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**

For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Health and Welfare - Continued:				
Emergency Management:				
Salaries and wages, and employee benefits	\$ 151,179	\$ 151,179	\$ 68,053	\$ 83,126
Operating expenditure	<u>23,009</u>	<u>23,009</u>	<u>10,705</u>	<u>12,304</u>
Total Emergency Management	<u>174,188</u>	<u>174,188</u>	<u>78,758</u>	<u>95,430</u>
Radio Management:				
Salaries and wages, and employee benefits	85,926	86,408	86,399	9
Operating expenditures	<u>360,096</u>	<u>394,685</u>	<u>390,297</u>	<u>4,388</u>
Total Radio Management	<u>446,022</u>	<u>481,093</u>	<u>476,696</u>	<u>4,397</u>
Total Health and Welfare	<u>1,153,036</u>	<u>1,201,236</u>	<u>1,084,764</u>	<u>116,472</u>
Culture and Recreation:				
Hamm Creek Park:				
Salaries and wages, and employee benefits	282,943	284,278	265,051	19,227
Operating expenditures	<u>26,842</u>	<u>26,842</u>	<u>18,182</u>	<u>8,660</u>
Total Hamm Creek Park	<u>309,785</u>	<u>311,120</u>	<u>283,233</u>	<u>27,887</u>
Total Culture and Recreation	<u>309,785</u>	<u>311,120</u>	<u>283,233</u>	<u>27,887</u>
Conservation:				
County Extension:				
Salaries and wages, and employee benefits	234,208	234,805	219,182	15,623
Operating expenditures	<u>18,400</u>	<u>28,052</u>	<u>25,923</u>	<u>2,129</u>
Total County Extension	<u>252,608</u>	<u>262,857</u>	<u>245,105</u>	<u>17,752</u>
Total Conservation	<u>252,608</u>	<u>262,857</u>	<u>245,105</u>	<u>17,752</u>
Total current expenditures	\$ <u>71,174,110</u>	\$ <u>70,896,922</u>	\$ <u>64,097,045</u>	\$ <u>6,799,877</u>

JOHNSON COUNTY, TEXAS

Exhibit 13

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - ROAD & BRIDGE FUND**

For the Year Ended September 30, 2020

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Highways and Streets:				
Road & Bridge Precinct 1:				
Salaries and wages, and employee benefits	\$ 1,222,402	\$ 1,222,402	\$ 1,115,723	\$ 106,679
Operating expenditures	1,512,067	1,375,866	845,389	530,477
Capital outlay	500,992	701,184	478,591	222,593
Total Road & Bridge Precinct 1	<u>3,235,461</u>	<u>3,299,452</u>	<u>2,439,703</u>	<u>859,749</u>
Road & Bridge Precinct 2:				
Salaries and wages, and employee benefits	1,230,210	1,230,210	870,288	359,922
Operating expenditures	1,618,586	1,204,586	558,375	646,211
Capital outlay	385,000	332,225	132,589	199,636
Total Road & Bridge Precinct 2	<u>3,233,796</u>	<u>2,767,021</u>	<u>1,561,252</u>	<u>1,205,769</u>
Road & Bridge Precinct 3:				
Salaries and wages, and employee benefits	1,468,523	1,468,523	1,125,365	343,158
Operating expenditures	1,067,238	1,112,058	698,325	413,733
Capital outlay	307,000	262,180	254,317	7,863
Total Road & Bridge Precinct 3	<u>2,842,761</u>	<u>2,842,761</u>	<u>2,078,007</u>	<u>764,754</u>
Road & Bridge Precinct 4:				
Salaries and wages, and employee benefits	1,586,543	1,586,543	1,376,888	209,655
Operating expenditures	1,756,483	1,755,683	722,050	1,033,633
Capital outlay	408,000	408,800	62,971	345,829
Total Road & Bridge Precinct 4	<u>3,751,026</u>	<u>3,751,026</u>	<u>2,161,909</u>	<u>1,589,117</u>
Total current expenditures	<u>\$ 13,063,044</u>	<u>\$ 12,660,260</u>	<u>\$ 8,240,871</u>	<u>\$ 4,419,389</u>

JOHNSON COUNTY, TEXAS

Exhibit 14

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

For the Year Ended September 30, 2020

	General Debt Service Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$ 1,391,706	\$ 1,391,706	\$ 1,303,075	\$(88,631)
Investment income	19,000	19,000	11,334	(7,666)
Total revenues	<u>1,410,706</u>	<u>1,410,706</u>	<u>1,314,409</u>	<u>(96,297)</u>
Expenditures:				
Debt Service:				
Principal	2,865,000	2,865,000	2,865,000	-0-
Interest and fiscal charges	825,078	825,078	824,274	804
Total expenditures	<u>3,690,078</u>	<u>3,690,078</u>	<u>3,689,274</u>	<u>804</u>
Deficiency of revenues over expenditures	<u>(2,279,372)</u>	<u>(2,279,372)</u>	<u>(2,374,865)</u>	<u>(95,493)</u>
Other Financing Sources:				
Transfer in	<u>2,279,372</u>	<u>2,279,372</u>	<u>1,700,000</u>	<u>(579,372)</u>
Total other financing sources	<u>2,279,372</u>	<u>2,279,372</u>	<u>1,700,000</u>	<u>(579,372)</u>
Net change in fund balance	-0-	-0-	(674,865)	(674,865)
Fund balance - beginning	<u>1,331,640</u>	<u>1,331,640</u>	<u>1,331,640</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 1,331,640</u>	<u>\$ 1,331,640</u>	<u>\$ 656,775</u>	<u>\$(674,865)</u>



JOHNSON COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)**

For the Year Ended September 30, 2020

	Law Library Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 106,100	\$ 106,100	\$ 108,122	\$ 2,022
Investment income	<u>3,500</u>	<u>3,500</u>	<u>1,229</u>	(2,271)
Total revenues	<u>109,600</u>	<u>109,600</u>	<u>109,351</u>	(249)
Expenditures:				
General Government:				
Salaries and wages, and employee benefits	60,553	60,876	60,767	109
Operating expenditures	62,275	62,275	52,977	9,298
Capital outlay	<u> </u>	<u> </u>	<u> </u>	-0-
Total expenditures	<u>122,828</u>	<u>123,151</u>	<u>113,744</u>	9,407
Net change in fund balance	(13,228)	(13,551)	(4,393)	9,158
Fund balance - beginning	<u>150,025</u>	<u>150,025</u>	<u>150,025</u>	-0-
Fund balance - ending	<u>\$ 136,797</u>	<u>\$ 136,474</u>	<u>\$ 145,632</u>	<u>\$ 9,158</u>

Records Management and Preservation Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 375,000	\$ 375,000	\$ 448,281	\$ 73,281
<u>26,000</u>	<u>26,000</u>	<u>18,406</u>	<u>(7,594)</u>
<u>401,000</u>	<u>401,000</u>	<u>466,687</u>	<u>65,687</u>
175,555	176,484	176,469	15
389,840	389,840	60,620	329,220
<u>98,552</u>	<u>98,552</u>	<u> </u>	<u>98,552</u>
<u>663,947</u>	<u>664,876</u>	<u>237,089</u>	<u>427,787</u>
(262,947)	(263,876)	229,598	493,474
<u>2,216,556</u>	<u>2,216,556</u>	<u>2,216,556</u>	<u>-0-</u>
<u>\$ 1,953,609</u>	<u>\$ 1,952,680</u>	<u>\$ 2,446,154</u>	<u>\$ 493,474</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Vital Statistics Preservation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$	\$	\$	\$ -0-
Fees	7,200	7,200	8,079	879
Investment income	2,000	2,000	918	(1,082)
Miscellaneous				-0-
Total revenues	<u>9,200</u>	<u>9,200</u>	<u>8,997</u>	<u>(203)</u>
Expenditures:				
General Government:				
Operating expenditures	108,000	108,000	106,292	1,708
Elections:				
Operating expenditures				-0-
Total expenditures	<u>108,000</u>	<u>108,000</u>	<u>106,292</u>	<u>1,708</u>
Net change in fund balance	(98,800)	(98,800)	(97,295)	1,505
Fund balance - beginning	<u>113,466</u>	<u>113,466</u>	<u>113,466</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 14,666</u>	<u>\$ 14,666</u>	<u>\$ 16,171</u>	<u>\$ 1,505</u>

Election Services Contract Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 3,500	\$ 3,500	\$	\$(3,500)
7,000	7,000	2,706	(4,294)
		<u>36,675</u>	<u>36,675</u>
<u>10,500</u>	<u>10,500</u>	<u>39,381</u>	<u>28,881</u>
			-0-
<u>97,500</u>	<u>97,500</u>	<u>11,346</u>	<u>86,154</u>
<u>97,500</u>	<u>97,500</u>	<u>11,346</u>	<u>86,154</u>
(87,000)	(87,000)	28,035	115,035
<u>367,392</u>	<u>367,392</u>	<u>367,392</u>	<u>-0-</u>
<u>\$ 280,392</u>	<u>\$ 280,392</u>	<u>\$ 395,427</u>	<u>\$ 115,035</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	District Attorney Forfeiture Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fines	\$	\$	\$ 3,967	\$ 3,967
Investment income	<u>2,200</u>	<u>2,200</u>	<u>909</u>	<u>(1,291)</u>
Total revenues	<u>2,200</u>	<u>2,200</u>	<u>4,876</u>	<u>2,676</u>
Expenditures:				
Law Enforcement:				
Operating expenditures	<u>6,600</u>	<u>6,600</u>	<u>350</u>	<u>6,250</u>
Total expenditures	<u>6,600</u>	<u>6,600</u>	<u>350</u>	<u>6,250</u>
Net change in fund balance	(4,400)	(4,400)	4,526	8,926
Fund balance - beginning	<u>112,325</u>	<u>112,325</u>	<u>112,325</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 107,925</u>	<u>\$ 107,925</u>	<u>\$ 116,851</u>	<u>\$ 8,926</u>

Sheriff Forfeiture Fund

Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$	\$	\$ 3,111	\$ 3,111
<u>25</u>	<u>25</u>	<u>9</u>	<u>(16)</u>
<u>25</u>	<u>25</u>	<u>3,120</u>	<u>3,095</u>
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
25	25	3,120	3,095
<u>214</u>	<u>214</u>	<u>214</u>	<u>-0-</u>
<u>\$ 239</u>	<u>\$ 239</u>	<u>\$ 3,334</u>	<u>\$ 3,095</u>

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	STOP SCU Forfeiture Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Intergovernmental	\$	\$	\$	\$ -0-
Fines			27,184	27,184
Investment income	4,000	4,000	2,573	(1,427)
Miscellaneous	2,000	2,000	5,048	3,048
Total revenues	6,000	6,000	34,805	28,805
Expenditures:				
Administration of Justice:				
Salaries and wages, and employee benefits				-0-
Operating expenditures				-0-
Law Enforcement:				
Operating expenditures	37,500	37,500	15,098	22,402
Capital outlay	70,000	70,000	27,452	42,548
Total expenditures	107,500	107,500	42,550	64,950
Deficiency of revenues over expenditures	(101,500)	(101,500)	(7,745)	93,755
Other Financing Sources:				
Proceeds from sale of capital assets			4,928	4,928
Transfers in				-0-
Total other financing sources	-0-	-0-	4,928	4,928
Net change in fund balance	(101,500)	(101,500)	(2,817)	98,683
Fund balance - beginning	370,854	370,854	370,854	-0-
Fund balance - ending	\$ 269,354	\$ 269,354	\$ 368,037	\$ 98,683

Juvenile Justice Alternative Education Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 46,630	\$ 46,630	\$ 78,387	\$ 31,757
			-0-
1,800	1,800	781	(1,019)
<u>48,430</u>	<u>48,430</u>	<u>79,168</u>	<u>-0-</u>
			30,738
271,244	274,102	198,186	75,916
66,630	66,630	34,336	32,294
			-0-
<u>337,874</u>	<u>340,732</u>	<u>232,522</u>	<u>108,210</u>
(289,444)	(292,302)	(153,354)	138,948
			-0-
<u>225,320</u>	<u>225,320</u>	<u>225,320</u>	<u>-0-</u>
<u>225,320</u>	<u>225,320</u>	<u>225,320</u>	<u>-0-</u>
(64,124)	(66,982)	71,966	138,948
<u>78,703</u>	<u>78,703</u>	<u>78,703</u>	<u>-0-</u>
<u>\$ 14,579</u>	<u>\$ 11,721</u>	<u>\$ 150,669</u>	<u>\$ 138,948</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Juvenile Case Manager Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 32,000	\$ 32,000	\$ 19,029	\$(12,971)
Investment income	1,700	1,700	640	(1,060)
Miscellaneous				-0-
Total revenues	<u>33,700</u>	<u>33,700</u>	<u>19,669</u>	<u>(14,031)</u>
Expenditures:				
Administration of Justice:				
Salaries and wages, and employee benefits	53,699	55,196	54,867	329
Operating expenditures	<u>4,000</u>	<u>4,000</u>	<u>452</u>	<u>3,548</u>
Total expenditures	<u>57,699</u>	<u>59,196</u>	<u>55,319</u>	<u>3,877</u>
Net change in fund balance	(23,999)	(25,496)	(35,650)	(10,154)
Fund balance - beginning	<u>87,475</u>	<u>87,475</u>	<u>87,475</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 63,476</u>	<u>\$ 61,979</u>	<u>\$ 51,825</u>	<u>\$(10,154)</u>

Juvenile Probation Fees Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 7,300	\$ 7,300	\$ 6,355	\$ (945)
1,100	1,100	1,695	595
		<u>52</u>	<u>52</u>
<u>8,400</u>	<u>8,400</u>	<u>8,102</u>	<u>(298)</u>
			-0-
<u>6,000</u>	<u>6,000</u>	<u>1,102</u>	<u>4,898</u>
<u>6,000</u>	<u>6,000</u>	<u>1,102</u>	<u>4,898</u>
2,400	2,400	7,000	4,600
<u>54,661</u>	<u>54,661</u>	<u>54,661</u>	<u>-0-</u>
<u>\$ 57,061</u>	<u>\$ 57,061</u>	<u>\$ 61,661</u>	<u>\$ 4,600</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Justice of the Peace Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 25,400	\$ 25,400	\$ 14,926	\$(10,474)
Investment income	<u>5,900</u>	<u>5,900</u>	<u>3,446</u>	<u>(2,454)</u>
Total revenues	<u>31,300</u>	<u>31,300</u>	<u>18,372</u>	<u>(12,928)</u>
Expenditures:				
Administration of Justice:				
Operating expenditures	27,876	27,876	3,474	24,402
Law Enforcement:				
Operating expenditures				-0-
Capital outlay				<u>-0-</u>
Total expenditures	<u>27,876</u>	<u>27,876</u>	<u>3,474</u>	<u>24,402</u>
Net change in fund balance	3,424	3,424	14,898	11,474
Fund balance - beginning	<u>424,998</u>	<u>424,998</u>	<u>424,998</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 428,422</u>	<u>\$ 428,422</u>	<u>\$ 439,896</u>	<u>\$ 11,474</u>

Courthouse Security Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 75,000	\$ 75,000	\$ 76,989	\$ 1,989
<u>700</u>	<u>700</u>	<u>829</u>	<u>129</u>
<u>75,700</u>	<u>75,700</u>	<u>77,818</u>	<u>2,118</u>
			-0-
85,000	70,775	61,747	9,028
<u>15,000</u>	<u>29,225</u>	<u>29,225</u>	<u>-0-</u>
<u>100,000</u>	<u>100,000</u>	<u>90,972</u>	<u>9,028</u>
(24,300)	(24,300)	(13,154)	11,146
<u>97,649</u>	<u>97,649</u>	<u>97,649</u>	<u>-0-</u>
<u>\$ 73,349</u>	<u>\$ 73,349</u>	<u>\$ 84,495</u>	<u>\$ 11,146</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Justice Court Building Security Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 6,400	\$ 6,400	\$ 2,142	\$(4,258)
Investment income	<u>1,300</u>	<u>1,300</u>	<u>774</u>	<u>(526)</u>
Total revenues	<u>7,700</u>	<u>7,700</u>	<u>2,916</u>	<u>(4,784)</u>
Expenditures:				
Administration of Justice:				
Operating expenditures	<u>6,700</u>	<u>6,700</u>	<u> </u>	<u>6,700</u>
Total expenditures	<u>6,700</u>	<u>6,700</u>	<u>-0-</u>	<u>6,700</u>
Net change in fund balance	1,000	1,000	2,916	1,916
Fund balance - beginning	<u>95,229</u>	<u>95,229</u>	<u>95,229</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 96,229</u>	<u>\$ 96,229</u>	<u>\$ 98,145</u>	<u>\$ 1,916</u>

Guardianship Fee Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 11,000	\$ 11,000	\$ 9,269	\$ (1,731)
<u>700</u>	<u>700</u>	<u>270</u>	<u>(430)</u>
11,700	11,700	9,539	(2,161)
20,000	20,000	19,968	32
<u>20,000</u>	<u>20,000</u>	<u>19,968</u>	<u>32</u>
(8,300)	(8,300)	(10,429)	(2,129)
<u>34,652</u>	<u>34,652</u>	<u>34,652</u>	<u>-0-</u>
<u>\$ 26,352</u>	<u>\$ 26,352</u>	<u>\$ 24,223</u>	<u>\$ (2,129)</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Record Archives - County Clerk Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 345,000	\$ 345,000	\$ 413,010	\$ 68,010
Investment income	12,000	12,000	6,053	(5,947)
Total revenues	<u>357,000</u>	<u>357,000</u>	<u>419,063</u>	<u>62,063</u>
Expenditures:				
General Government:				
Operating expenditures	550,000	550,000	506,053	43,947
Capital outlay				
Total expenditures	<u>550,000</u>	<u>550,000</u>	<u>506,053</u>	<u>43,947</u>
Net change in fund balance	(193,000)	(193,000)	(86,990)	106,010
Fund balance - beginning	<u>707,210</u>	<u>707,210</u>	<u>707,210</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 514,210</u>	<u>\$ 514,210</u>	<u>\$ 620,220</u>	<u>\$ 106,010</u>

Record Archives - District Clerk Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 12,000	\$ 12,000	\$ 12,362	\$ 362
<u>1,300</u>	<u>1,300</u>	<u>838</u>	<u>(462)</u>
<u>13,300</u>	<u>13,300</u>	<u>13,200</u>	<u>(100)</u>
48,500	48,500		48,500
<u>48,500</u>	<u>48,500</u>		<u>48,500</u>
<u>97,000</u>	<u>97,000</u>	<u>-0-</u>	<u>97,000</u>
(83,700)	(83,700)	13,200	96,900
<u>101,223</u>	<u>101,223</u>	<u>101,223</u>	<u>-0-</u>
<u>\$ 17,523</u>	<u>\$ 17,523</u>	<u>\$ 114,423</u>	<u>\$ 96,900</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	County/District Court Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 4,600	\$ 4,600	\$ 3,183	\$(1,417)
Investment income	<u>200</u>	<u>200</u>	<u>104</u>	<u>(96)</u>
Total revenues	<u>4,800</u>	<u>4,800</u>	<u>3,287</u>	<u>(1,513)</u>
Expenditures:				
General Government:				
Operating expenditures	1,150	1,150		1,150
Administration of Justice:				
Operating expenditures	12,737	12,737	8,621	4,116
Capital outlay	<u>6,816</u>	<u>6,816</u>	<u>6,816</u>	<u>-0-</u>
Total expenditures	<u>20,703</u>	<u>20,703</u>	<u>15,437</u>	<u>5,266</u>
Net change in fund balance	(15,903)	(15,903)	(12,150)	3,753
Fund balance - beginning	<u>18,826</u>	<u>18,826</u>	<u>18,826</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 2,923</u>	<u>\$ 2,923</u>	<u>\$ 6,676</u>	<u>\$ 3,753</u>

Court Records Preservation Digital Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 31,700	\$ 31,700	\$ 33,515	\$ 1,815
<u>4,000</u>	<u>4,000</u>	<u>2,370</u>	<u>(1,630)</u>
<u>35,700</u>	<u>35,700</u>	<u>35,885</u>	<u>185</u>
			-0-
			-0-
			-0-
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
35,700	35,700	35,885	185
<u>319,368</u>	<u>319,368</u>	<u>319,368</u>	<u>-0-</u>
<u>\$ 355,068</u>	<u>\$ 355,068</u>	<u>\$ 355,253</u>	<u>\$ 185</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	District Court Records Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$	\$	\$	\$ -0-
Intergovernmental				-0-
Fees	27,000	27,000	26,256	(744)
Investment income	2,200	2,200	1,563	(637)
Miscellaneous				-0-
Total revenues	<u>29,200</u>	<u>29,200</u>	<u>27,819</u>	<u>(1,381)</u>
Expenditures				
Administration of Justice:				
Operating expenditures	180,000	180,000		180,000
Law Enforcement:				
Operating expenditures				-0-
Health and Welfare:				
Salaries and wages, and employee benefits				-0-
Operating expenditures				-0-
Total expenditures	<u>180,000</u>	<u>180,000</u>	<u>-0-</u>	<u>180,000</u>
Net change in fund balance	(150,800)	(150,800)	27,819	178,619
Fund balance - beginning	<u>188,066</u>	<u>188,066</u>	<u>188,066</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 37,266</u>	<u>\$ 37,266</u>	<u>\$ 215,885</u>	<u>\$ 178,619</u>

Indigent Health Care Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 1,298,860	\$ 1,298,860	\$ 1,294,214	\$(4,646)
38,000	38,000	53,348	15,348
			-0-
45,400	45,400	65,599	20,199
		8,558	8,558
<u>1,382,260</u>	<u>1,382,260</u>	<u>1,421,719</u>	<u>39,459</u>
			-0-
850,000	1,237,004	1,188,057	48,947
129,573	129,573	120,367	9,206
<u>506,350</u>	<u>506,350</u>	<u>339,850</u>	<u>166,500</u>
<u>1,485,923</u>	<u>1,872,927</u>	<u>1,648,274</u>	<u>264,112</u>
(103,663)	(490,667)	(226,555)	264,112
<u>3,193,311</u>	<u>3,193,311</u>	<u>3,193,311</u>	<u>-0-</u>
<u>\$ 3,089,648</u>	<u>\$ 2,708,644</u>	<u>\$ 2,966,756</u>	<u>\$ 264,112</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Right of Way Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Investment income	\$ 22,000	\$ 22,000	\$ 38,860	\$ 16,860
Miscellaneous				-0-
Total revenues	<u>22,000</u>	<u>22,000</u>	<u>38,860</u>	<u>16,860</u>
Expenditures				
General Government:				
Operating expenditures				-0-
Total expenditures	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess (deficiency) of revenues over expenditures	<u>22,000</u>	<u>22,000</u>	<u>38,860</u>	<u>16,860</u>
Other Financing Sources:				
Transfers in				-0-
Total other financing sources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Net change in fund balance	22,000	22,000	38,860	16,860
Fund balance - beginning	<u>1,510,941</u>	<u>1,510,941</u>	<u>1,510,941</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 1,532,941</u>	<u>\$ 1,532,941</u>	<u>\$ 1,549,801</u>	<u>\$ 16,860</u>

Historical Commission Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 600	\$ 600	\$ 314	\$ (286)
		100	100
<u>600</u>	<u>600</u>	<u>414</u>	<u>(186)</u>
<u>17,500</u>	<u>17,500</u>	<u>2,283</u>	<u>15,217</u>
<u>17,500</u>	<u>17,500</u>	<u>2,283</u>	<u>15,217</u>
<u>(16,900)</u>	<u>(16,900)</u>	<u>(1,869)</u>	<u>15,031</u>
<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-0-</u>
<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-0-</u>
<u>(6,900)</u>	<u>(6,900)</u>	<u>8,131</u>	<u>15,031</u>
<u>36,761</u>	<u>36,761</u>	<u>36,761</u>	<u>-0-</u>
<u>\$ 29,861</u>	<u>\$ 29,861</u>	<u>\$ 44,892</u>	<u>\$ 15,031</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued*

For the Year Ended September 30, 2020

	Pre-Trial Bond Supervision Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Intergovernmental	\$	\$	\$	\$ -0-
Fees	175,000	175,000	179,335	4,335
Fines				-0-
Investment income	3,000	3,000	1,793	(1,207)
Miscellaneous				-0-
Total revenues	<u>178,000</u>	<u>178,000</u>	<u>181,128</u>	<u>3,128</u>
Expenditures				
Administration of Justice:				
Salaries and wages, and employee benefits	130,625	133,803	131,013	2,790
Operating expenditures	41,050	44,197	33,169	11,028
Law Enforcement:				
Operating expenditures				-0-
Total expenditures	<u>171,675</u>	<u>178,000</u>	<u>164,182</u>	<u>13,818</u>
Excess (deficiency) of revenues over expenditures	<u>6,325</u>	<u>-0-</u>	<u>16,946</u>	<u>16,946</u>
Other Financing Sources:				
Transfers in				-0-
Total other financing sources	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Net change in fund balance	6,325		16,946	16,946
Fund balance - beginning	<u>227,880</u>	<u>227,880</u>	<u>227,880</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 234,205</u>	<u>\$ 227,880</u>	<u>\$ 244,826</u>	<u>\$ 16,946</u>

STOP SCU Operations Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 53,092	\$ 53,092	\$ 43,933	\$(9,159)
		1,509	-0-
3,000	3,000	1,126	(1,874)
		<u>6,269</u>	<u>6,269</u>
<u>56,092</u>	<u>56,092</u>	<u>52,837</u>	<u>(3,255)</u>
			-0-
			-0-
<u>143,595</u>	<u>143,595</u>	<u>100,184</u>	<u>43,411</u>
<u>143,595</u>	<u>143,595</u>	<u>100,184</u>	<u>43,411</u>
<u>(87,503)</u>	<u>(87,503)</u>	<u>(47,347)</u>	<u>40,156</u>
<u>90,504</u>	<u>90,504</u>	<u>90,504</u>	<u>-0-</u>
<u>90,504</u>	<u>90,504</u>	<u>90,504</u>	<u>-0-</u>
3,001	3,001	43,157	40,156
<u>120,497</u>	<u>120,497</u>	<u>120,497</u>	<u>-0-</u>
<u>\$ 123,498</u>	<u>\$ 123,498</u>	<u>\$ 163,654</u>	<u>\$ 40,156</u>

JOHNSON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS
For the Year Ended September 30, 2020

Exhibit 16
Page 1 of 3

	<u>Balance</u> 10-01-19	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> 09-30-20
UNCLAIMED MONEY FUND:				
<i>Assets</i>				
Cash and temporary investments	\$ 32,021	\$ 12,074	\$ 31,447	\$ 12,648
Total assets	<u>\$ 32,021</u>	<u>\$ 12,074</u>	<u>\$ 31,447</u>	<u>\$ 12,648</u>
<i>Liabilities</i>				
Liabilities:				
Accounts and accrued liabilities payable	\$ 120	\$ 279	\$ 399	\$ -0-
Amounts held for others	<u>31,901</u>	<u>12,211</u>	<u>31,464</u>	<u>12,648</u>
Total liabilities	<u>\$ 32,021</u>	<u>\$ 12,490</u>	<u>\$ 31,863</u>	<u>\$ 12,648</u>
TAX ASSESSOR/COLLECTOR FUNDS:				
<i>Assets</i>				
Cash and temporary investments	\$ 4,219,197	\$ 703,847	\$ 409,779	\$ 4,513,265
Total assets	<u>\$ 4,219,197</u>	<u>\$ 703,847</u>	<u>\$ 409,779</u>	<u>\$ 4,513,265</u>
<i>Liabilities</i>				
Liabilities:				
Amounts held for others	\$ 4,219,197	\$ 703,847	\$ 409,779	\$ 4,513,265
Total liabilities	<u>\$ 4,219,197</u>	<u>\$ 703,847</u>	<u>\$ 409,779</u>	<u>\$ 4,513,265</u>
COUNTY CLERK FUNDS:				
<i>Assets</i>				
Cash and temporary investments	\$ 1,512,975	\$ 7,427	\$ 221,631	\$ 1,298,771
Total assets	<u>\$ 1,512,975</u>	<u>\$ 7,427</u>	<u>\$ 221,631</u>	<u>\$ 1,298,771</u>
<i>Liabilities</i>				
Liabilities:				
Accounts and accrued liabilities payable	\$ 135,181	\$ 7,427		\$ 142,608
Amounts held for others	<u>1,377,794</u>		<u>221,631</u>	<u>1,156,163</u>
Total liabilities	<u>\$ 1,512,975</u>	<u>\$ 7,427</u>	<u>\$ 221,631</u>	<u>\$ 1,298,771</u>

JOHNSON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - Continued
For the Year Ended September 30, 2020

	<u>Balance 10-01-19</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 09-30-20</u>
DISTRICT CLERK FUNDS:				
<i>Assets</i>				
Cash and temporary investments	\$ <u>9,718,637</u>	\$ _____	\$ <u>2,905,116</u>	\$ <u>6,813,521</u>
Total assets	\$ <u>9,718,637</u>	\$ <u>-0-</u>	\$ <u>2,905,116</u>	\$ <u>6,813,521</u>
<i>Liabilities</i>				
Liabilities:				
Amounts held for others	\$ <u>9,718,637</u>	\$ _____	\$ <u>2,905,116</u>	\$ <u>6,813,521</u>
Total liabilities	\$ <u>9,718,637</u>	\$ <u>-0-</u>	\$ <u>2,905,116</u>	\$ <u>6,813,521</u>
SHERIFF DEPARTMENT FUNDS:				
<i>Assets</i>				
Cash and temporary investments	\$ <u>85,277</u>	\$ <u>33,484</u>	\$ <u>31,768</u>	\$ <u>86,993</u>
Total assets	\$ <u>85,277</u>	\$ <u>33,484</u>	\$ <u>31,768</u>	\$ <u>86,993</u>
<i>Liabilities</i>				
Liabilities:				
Amounts held for others	\$ <u>85,277</u>	\$ <u>33,484</u>	\$ <u>31,768</u>	\$ <u>86,993</u>
Total liabilities	\$ <u>85,277</u>	\$ <u>33,484</u>	\$ <u>31,768</u>	\$ <u>86,993</u>
SEIZURE AND RESTITUTION FUNDS:				
<i>Assets</i>				
Cash and temporary investments	\$ <u>281,126</u>	\$ <u>207,099</u>	\$ <u>159,358</u>	\$ <u>328,867</u>
Due from others	<u>43,557</u>	_____	<u>43,126</u>	<u>431</u>
Total assets	\$ <u>324,683</u>	\$ <u>207,099</u>	\$ <u>202,484</u>	\$ <u>329,298</u>
<i>Liabilities</i>				
Liabilities:				
Amounts held for others	\$ <u>324,683</u>	\$ <u>207,099</u>	\$ <u>202,484</u>	\$ <u>329,298</u>
Total liabilities	\$ <u>324,683</u>	\$ <u>207,099</u>	\$ <u>202,484</u>	\$ <u>329,298</u>

JOHNSON COUNTY, TEXAS**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - Continued**

For the Year Ended September 30, 2020

Exhibit 16

Page 3 of 3

	<u>Balance 10-01-19</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 09-30-20</u>
TDCJ-CJAD:				
<i>Assets</i>				
Cash and temporary investments	\$ 1,429,873	\$ 3,226,327	\$ 3,155,489	\$ 1,500,711
Accounts receivable	<u>142,105</u>	<u>135,656</u>	<u>142,105</u>	<u>135,656</u>
Total assets	<u>\$ 1,571,978</u>	<u>\$ 3,361,983</u>	<u>\$ 3,297,594</u>	<u>\$ 1,636,367</u>
<i>Liabilities</i>				
Liabilities:				
Accounts and accrued liabilities payable	\$ 187,090	\$ 3,158,750	\$ 3,200,901	\$ 144,939
Amounts held for others	<u>1,384,888</u>	<u>203,233</u>	<u>96,693</u>	<u>1,491,428</u>
Total liabilities	<u>\$ 1,571,978</u>	<u>\$ 3,361,983</u>	<u>\$ 3,297,594</u>	<u>\$ 1,636,367</u>
TOTALS - ALL AGENCY FUNDS:				
<i>Assets</i>				
Cash and temporary investments	\$ 17,279,106	\$ 4,190,258	\$ 6,914,588	\$ 14,554,776
Accounts receivable	142,105	135,656	142,105	135,656
Due from others	<u>43,557</u>	<u> </u>	<u>43,126</u>	<u>431</u>
Total assets	<u>\$ 17,464,768</u>	<u>\$ 4,325,914</u>	<u>\$ 7,099,819</u>	<u>\$ 14,690,863</u>
<i>Liabilities</i>				
Liabilities:				
Accounts and accrued liabilities payable	\$ 322,391	\$ 3,166,456	\$ 3,201,300	\$ 287,547
Amounts held for others	<u>17,142,377</u>	<u>1,159,874</u>	<u>3,898,935</u>	<u>14,403,316</u>
Total liabilities	<u>\$ 17,464,769</u>	<u>\$ 4,326,330</u>	<u>\$ 7,100,235</u>	<u>\$ 14,690,863</u>

STATISTICAL SECTION



JOHNSON COUNTY, TEXAS

Statistical Section
(unaudited)

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

Contents	<u>Page</u>
<u>Financial Trends</u>	148-155
These tables contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
<u>Revenue Capacity</u>	156-161
These tables contain information to help the reader assess the County's most significant local revenue source, the property tax.	
<u>Debt Capacity</u>	162-165
These tables 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.	
<u>Demographic and Economic Indicators</u>	166-167
These tables offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	
<u>Operating Information</u>	168-175
This table contains service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides.	

JOHNSON COUNTY, TEXAS
NET POSITION BY COMPONENTS
 Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental Activities:					
Net investment in capital assets	\$ 39,260,726	\$ 52,633,294	\$ 51,623,564	\$ 53,258,318	\$ 51,667,122
Restricted	18,434,100	12,819,186	12,787,174	15,003,481	16,611,684
Unrestricted	<u>32,237,818</u>	<u>26,631,406</u>	<u>27,135,113</u>	<u>24,860,566</u>	<u>26,616,369</u>
Total governmental activities net position	<u>\$ 89,932,644</u>	<u>\$ 92,083,886</u>	<u>\$ 91,545,851</u>	<u>\$ 93,122,365</u>	<u>\$ 94,895,175</u>

Source:

Comprehensive Annual Financial Report (Statement of Net Position)

Notes:

GASB 68 was implemented in fiscal year 2015, and only fiscal year 2014 ending balances have been restated.

GASB 75 was implemented in fiscal year 2018, and only fiscal year 2017 ending balances have been restated.

Table 1

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 54,807,680	\$ 52,035,751	\$ 51,899,263	\$ 50,343,717	\$ 52,470,155
17,487,954	16,627,902	17,425,182	17,766,864	17,220,292
<u>24,783,550</u>	<u>22,457,167</u>	<u>27,032,083</u>	<u>29,823,904</u>	<u>33,115,029</u>
<u>\$ 97,079,184</u>	<u>\$ 91,120,820</u>	<u>\$ 96,356,528</u>	<u>\$ 97,934,485</u>	<u>\$102,805,476</u>

JOHNSON COUNTY, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses					
Governmental Activities:					
General government ¹	\$ 10,505,915	\$ 10,233,295	\$ 10,263,410	\$ 14,087,205	\$ 16,447,095
Highways and streets	9,529,285	9,803,003	10,213,556	9,712,634	8,559,760
Law enforcement	20,066,995	27,745,191	29,021,831	32,888,061	31,694,382
Administration of justice	9,284,807	9,499,338	9,356,931	7,011,681	8,046,614
Financial administration	3,902,117	4,187,083	4,287,972	847,977	916,563
Health and welfare	2,357,972	1,305,482	1,682,465	1,822,344	1,558,199
Interest and fiscal charges	<u>821,658</u>	<u>830,473</u>	<u>438,967</u>	<u>549,991</u>	<u>482,139</u>
Total expenses	<u>\$ 56,468,749</u>	<u>\$ 63,603,865</u>	<u>\$ 65,265,132</u>	<u>\$ 66,919,893</u>	<u>\$ 67,704,752</u>
Program Revenues					
Governmental Activities:					
Charges for services:					
General government ¹	\$ 2,318,818	\$ 2,607,155	\$ 2,663,307	\$ 3,060,143	\$ 5,068,931
Highways and streets	1,957,170	1,962,896	2,100,165	2,176,076	2,053,735
Law enforcement	585,175	8,371,959	8,706,430	8,951,720	7,623,697
Administration of justice	2,488,994	2,551,462	2,916,793	2,394,904	2,584,341
Financial administration	1,171,533	1,210,846	1,255,048	1,226,240	
Health and welfare	38,516	23,376	207,577	232,324	
Operating grants and contributions	3,853,757	2,752,569	2,210,164	2,171,770	2,531,965
Capital grants and contributions	<u>60,135</u>	<u>240,887</u>	<u>557,627</u>	<u>2,104,767</u>	<u>1,209,257</u>
Total governmental activities program revenues	<u>12,474,098</u>	<u>19,721,150</u>	<u>20,617,111</u>	<u>22,317,944</u>	<u>21,071,926</u>
Net expense	<u>\$(43,994,651)</u>	<u>\$(43,882,715)</u>	<u>\$(44,648,021)</u>	<u>\$(44,601,949)</u>	<u>\$(46,632,826)</u>
General Revenues and Change in Net Position					
Governmental Activities:					
Taxes	\$ 46,512,961	\$ 44,905,171	\$ 43,852,648	\$ 45,515,078	\$ 48,990,593
Investment income	111,064	116,335	14,784	96,651	183,592
Gain on sale of capital assets		42,118		24,622	
Miscellaneous	<u>1,741,776</u>	<u>970,333</u>	<u>404,603</u>	<u>542,112</u>	<u>791,863</u>
Total general revenues	<u>\$ 48,365,801</u>	<u>\$ 46,033,957</u>	<u>\$ 44,272,035</u>	<u>\$ 46,178,463</u>	<u>\$ 49,966,048</u>
Change in net position	<u>\$ 4,371,150</u>	<u>\$ 2,151,242</u>	<u>\$ (375,986)</u>	<u>\$ 1,576,514</u>	<u>\$ 3,333,222</u>

Source: Comprehensive Annual Financial Report (Statement of Activities)

¹ Elections, Conservation and Culture and Recreation programs included here.

Table 2

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 17,988,435	\$ 18,488,450	\$ 17,471,736	\$ 19,432,451	\$ 19,939,709
9,170,169	9,501,401	9,152,310	9,972,948	9,403,250
34,032,010	38,498,728	40,375,051	44,308,051	41,667,920
8,676,596	8,995,731	8,373,435	9,587,841	9,263,379
964,805	1,034,334	1,032,042	1,179,916	1,230,024
1,548,476	2,157,599	1,350,522	1,779,079	2,698,608
<u>1,296,642</u>	<u>1,089,534</u>	<u>889,424</u>	<u>881,077</u>	<u>826,935</u>
<u>\$ 73,677,133</u>	<u>\$ 79,765,777</u>	<u>\$ 78,644,520</u>	<u>\$ 87,141,363</u>	<u>\$ 85,029,825</u>
\$ 5,077,528	\$ 5,090,259	\$ 6,788,168	\$ 7,023,886	\$ 7,165,800
2,158,370	1,679,048	2,047,391	2,091,707	2,108,552
9,250,903	12,014,082	13,860,323	15,829,815	12,871,834
2,707,047	1,107,335	4,883,071	1,630,820	2,768,435
3,263,020	2,904,929	2,137,829	2,574,611	4,334,545
<u>1,343,092</u>	<u>770,880</u>	<u>765,277</u>	<u>831,069</u>	<u>1,203,158</u>
<u>23,799,960</u>	<u>23,566,533</u>	<u>30,482,059</u>	<u>29,981,908</u>	<u>30,452,324</u>
<u>\$(49,877,173)</u>	<u>\$(56,199,244)</u>	<u>\$(48,162,461)</u>	<u>\$(57,159,455)</u>	<u>\$(54,577,501)</u>
\$ 50,904,776	\$ 50,749,015	\$ 51,408,011	\$ 56,044,426	\$ 57,008,180
333,960	418,949	941,503	1,907,714	1,240,278
		135,248		112,953
<u>822,446</u>	<u>570,124</u>	<u>913,407</u>	<u>785,272</u>	<u>1,087,081</u>
<u>\$ 52,061,182</u>	<u>\$ 51,738,088</u>	<u>\$ 53,398,169</u>	<u>\$ 58,737,412</u>	<u>\$ 59,448,492</u>
<u>\$ 2,184,009</u>	<u>\$(4,461,156)</u>	<u>\$ 5,235,708</u>	<u>\$ 1,577,957</u>	<u>\$ 4,870,991</u>

JOHNSON COUNTY, TEXAS**FUND BALANCES, GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

(modified accrual basis of accounting)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund:					
Nonspendable	\$ 265,886	\$ 226,301	\$ 312,793	\$ 660,339	\$ 674,400
Unassigned	<u>26,708,198</u>	<u>20,969,138</u>	<u>21,254,587</u>	<u>18,321,967</u>	<u>21,394,059</u>
Total General Fund	<u>\$ 26,974,084</u>	<u>\$ 21,195,439</u>	<u>\$ 21,567,380</u>	<u>\$ 18,982,306</u>	<u>\$ 22,068,459</u>
Road & Bridge Fund:					
Nonspendable	\$ 299,186	\$ 295,773	\$ 308,674	\$ 301,036	\$ 408,775
Restricted	<u>6,075,835</u>	<u>5,004,218</u>	<u>5,046,266</u>	<u>6,435,487</u>	<u>6,786,303</u>
Total Road & Bridge Fund	<u>\$ 6,375,021</u>	<u>\$ 5,299,991</u>	<u>\$ 5,354,940</u>	<u>\$ 6,736,523</u>	<u>\$ 7,195,078</u>
Other Governmental Funds:					
Nonspendable	\$ 1,640	\$ 595	\$	\$ 2,368	\$
Restricted	11,662,250	10,770,454	7,916,021	11,422,456	10,987,061
Unassigned	<u>(9,731)</u>	<u>(595)</u>	<u>(151,798)</u>	<u>(8,937)</u>	<u>(857,052)</u>
Total Other Governmental Funds	<u>\$ 11,654,159</u>	<u>\$ 10,770,454</u>	<u>\$ 7,764,223</u>	<u>\$ 11,415,887</u>	<u>\$ 10,130,009</u>
Total Governmental Funds	<u>\$ 45,003,264</u>	<u>\$ 37,265,884</u>	<u>\$ 34,686,543</u>	<u>\$ 37,134,716</u>	<u>\$ 39,393,546</u>

Source: Comprehensive Annual Financial Report (Balance Sheet - Governmental Funds)

Table 3

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 774,454	\$ 432,469	\$ 527,761	\$ 598,241	\$ 616,970
<u>19,448,434</u>	<u>21,923,095</u>	<u>25,325,056</u>	<u>31,190,522</u>	<u>34,877,444</u>
<u>\$ 20,222,888</u>	<u>\$ 22,355,564</u>	<u>\$ 25,852,817</u>	<u>\$ 31,788,763</u>	<u>\$ 35,494,414</u>
\$ 317,943	\$ 299,585	\$ 307,068	\$ 370,381	\$ 421,592
<u>7,673,273</u>	<u>6,864,366</u>	<u>6,137,166</u>	<u>4,906,587</u>	<u>4,811,290</u>
<u>\$ 7,991,216</u>	<u>\$ 7,163,951</u>	<u>\$ 6,444,234</u>	<u>\$ 5,276,968</u>	<u>\$ 5,232,882</u>
\$ 3,687	\$ 15,333	\$ 18,840	\$ 4,687	\$ 4,736
18,952,445	9,631,368	12,452,719	13,843,571	15,158,719
(39,000)	(126,416)	(7,333)	(644)	(1,308)
<u>\$ 18,917,132</u>	<u>\$ 9,520,285</u>	<u>\$ 12,464,226</u>	<u>\$ 13,847,614</u>	<u>\$ 15,162,147</u>
<u>\$ 47,131,236</u>	<u>\$ 39,039,800</u>	<u>\$ 44,761,277</u>	<u>\$ 50,913,345</u>	<u>\$ 55,889,443</u>

JOHNSON COUNTY, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Revenues:					
Taxes	\$ 46,608,937	\$ 44,830,579	\$ 43,830,189	\$ 45,443,781	\$ 48,963,573
Prisoner housing services		6,609,928	6,577,588	6,675,022	6,030,529
Intergovernmental	3,913,791	2,740,468	2,509,665	3,272,840	2,801,723
Fees	6,865,970	6,944,502	7,497,817	7,582,746	7,622,922
Fines	1,694,236	1,526,291	1,674,359	1,474,592	1,527,368
Investment income	111,064	116,335	14,784	96,651	183,592
Miscellaneous	<u>1,741,776</u>	<u>2,371,453</u>	<u>1,776,659</u>	<u>2,083,907</u>	<u>2,372,687</u>
Total revenues	<u>60,935,774</u>	<u>65,139,556</u>	<u>63,881,061</u>	<u>66,629,539</u>	<u>69,502,394</u>
Expenditures:					
General government ¹	9,375,927	15,786,448	8,982,474	12,490,998	14,672,298
Highways and streets	6,876,317	1,251,211	7,407,174	6,934,405	5,783,272
Law enforcement	18,748,040	26,601,429	27,402,657	30,917,697	29,703,957
Administration of justice	8,729,263	9,432,772	9,283,646	7,006,238	7,974,262
Financial administration	3,961,276	4,162,063	4,256,750	920,170	916,909
Health and welfare	2,301,269	166,700	1,668,814	1,791,012	1,509,408
Capital outlay	4,950,884	7,136,275	5,669,670	6,574,359	4,128,319
Debt Service:					
Principal	1,735,000	7,826,735	1,478,924	1,592,270	2,169,297
Interest and fiscal charges	<u>705,726</u>	<u>593,321</u>	<u>379,113</u>	<u>403,479</u>	<u>452,767</u>
Total expenditures	<u>57,383,702</u>	<u>72,956,954</u>	<u>66,529,222</u>	<u>68,630,628</u>	<u>67,310,489</u>
Excess (deficiency) of revenues over expenditures	<u>3,552,072</u>	<u>(7,817,398)</u>	<u>(2,648,161)</u>	<u>(2,001,089)</u>	<u>2,191,905</u>
Other Financing Sources (Uses):					
Transfers in	4,519,044	11,491,554	2,171,599	5,214,204	1,885,078
Transfers out	<u>(4,519,044)</u>	<u>(11,491,554)</u>	<u>(2,171,599)</u>	<u>(5,214,204)</u>	<u>(1,885,078)</u>
Proceeds from sale of capital assets			68,820	79,262	66,925
Issuance of tax notes				4,370,000	
Issuance of certificates of obligation bonds					
Other	<u>49,460</u>	<u>80,018</u>	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	<u>49,460</u>	<u>80,018</u>	<u>68,820</u>	<u>4,449,262</u>	<u>66,925</u>
Net change in fund balances	<u>\$ 3,601,532</u>	<u>\$ (7,737,380)</u>	<u>\$ (2,579,341)</u>	<u>\$ 2,448,173</u>	<u>\$ 2,258,830</u>
Debt service as a percentage of noncapital expenditures	4.7%	12.8%	3.1%	3.2%	4.2%

Source: Comprehensive Annual Financial Reports (Statement of Revenues, Expenditures, and Changes in Fund Balances).

¹ Elections, Conservation and Culture and recreation are included here.

Table 4

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$ 50,993,826	\$ 50,737,943	\$ 51,484,989	\$ 55,976,147	\$ 57,036,021
7,149,116	10,112,353	11,431,715	12,737,339	10,346,453
4,124,331	3,075,841	2,435,155	2,864,483	4,284,767
8,250,780	7,985,710	11,407,259	12,139,753	12,011,639
1,670,340	1,331,314	1,406,065	1,411,501	1,005,103
333,960	418,949	941,503	1,907,714	1,240,278
<u>2,514,951</u>	<u>2,054,631</u>	<u>1,816,803</u>	<u>1,740,024</u>	<u>1,905,730</u>
<u>75,037,304</u>	<u>75,716,741</u>	<u>80,923,489</u>	<u>88,776,961</u>	<u>87,829,991</u>
16,165,457	15,950,248	15,078,893	16,732,009	17,728,997
6,303,874	6,448,641	6,266,830	7,061,673	7,312,403
32,061,018	35,372,987	37,537,471	41,053,223	38,851,144
8,576,511	8,513,407	8,087,273	9,020,189	8,979,849
964,090	983,233	1,002,443	1,113,973	1,196,870
1,499,931	2,095,704	1,297,291	1,677,025	2,633,227
19,920,510	10,817,630	2,632,285	2,298,869	2,605,826
2,030,000	2,190,000	2,780,000	2,825,000	2,865,000
<u>635,848</u>	<u>1,637,067</u>	<u>905,826</u>	<u>865,502</u>	<u>824,274</u>
<u>88,157,239</u>	<u>84,008,917</u>	<u>75,588,312</u>	<u>82,647,463</u>	<u>82,997,590</u>
<u>(13,119,935)</u>	<u>(8,292,176)</u>	<u>5,335,177</u>	<u>6,129,498</u>	<u>4,832,401</u>
7,239,818	2,673,458	4,074,377	2,848,635	4,435,902
(7,239,818)	(2,673,458)	(4,074,377)	(2,848,635)	(4,435,902)
252,625	136,401	386,300	22,570	143,697
20,605,000	6,425,000			
	(6,360,661)			
<u>20,857,625</u>	<u>200,740</u>	<u>386,300</u>	<u>22,570</u>	<u>143,697</u>
<u>\$ 7,737,690</u>	<u>\$(8,091,436)</u>	<u>\$ 5,721,477</u>	<u>\$ 6,152,068</u>	<u>\$ 4,976,098</u>
3.9%	5.2%	5.1%	4.6%	4.6%

JOHNSON COUNTY, TEXAS**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Fiscal Years

Fiscal Year	Real Property			Personal Property	Less Exempt, Homestead, Other Exemptions
	Residential Property	Commercial Property	Other Property		
2011	\$ 5,103,978,198	\$ 1,100,482,073	\$ 5,487,467,860	\$ 1,887,848,871	\$ 2,188,543,958
2012	5,094,516,753	1,153,831,778	5,133,412,323	1,863,245,650	2,495,412,525
2013	5,055,969,380	1,183,463,914	4,995,129,585	1,791,720,657	2,774,139,671
2014	5,092,788,399	1,246,142,809	4,253,295,670	1,745,201,351	2,787,490,025
2015	5,134,525,144	1,243,258,320	4,704,030,325	1,694,692,822	2,991,144,902
2016	5,069,484,627	1,368,757,815	5,050,106,841	1,710,101,615	3,176,269,781
2017	5,421,617,645	1,383,963,256	4,342,528,058	1,675,333,272	3,311,636,564
2018	6,135,140,211	1,451,632,628	4,472,634,739	1,497,606,622	3,813,519,623
2019	6,886,752,383	1,499,214,256	4,788,335,664	1,584,929,158	4,172,841,706
2020	7,874,178,334	1,578,652,467	5,165,194,812	1,742,254,351	4,423,488,026

Source: Johnson County Central Appraisal District

Table 5

Total Taxable Assessed Value	Actual Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
\$ 11,391,233,044	\$ 11,391,233,044	0.379500	100.00%
10,749,593,979	10,749,593,979	0.379500	100.00%
10,252,143,865	10,252,143,865	0.382229	100.00%
9,549,938,204	9,549,938,204	0.420154	100.00%
9,785,361,709	9,785,361,709	0.445000	100.00%
10,022,181,117	10,022,181,117	0.448000	100.00%
9,511,805,667	9,511,805,667	0.459738	100.00%
9,743,494,577	9,743,494,577	0.472000	100.00%
10,586,389,755	10,586,389,755	0.472000	100.00%
11,936,791,938	11,936,791,938	0.425000	100.00%

JOHNSON COUNTY, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

(rate per \$100 of assessed value)

	<u>2011</u> <u>Tax Rate</u>	<u>2012</u> <u>Tax Rate</u>	<u>2013</u> <u>Tax Rate</u>	<u>2014</u> <u>Tax Rate</u>	<u>2015</u> <u>Tax Rate</u>
Johnson County	0.379500	0.379500	0.382229	0.420154	0.445000
Cities:					
Alvarado	0.740505	0.706872	0.700494	0.665469	0.733000
Burleson	0.690000	0.690000	0.690000	0.740000	0.740000
Cleburne	0.719990	0.740743	0.804018	0.804018	0.804018
Crowley	0.640000	0.669019	0.696829	0.696829	0.739270
Godley	0.500000	0.500000	0.500000	0.540000	0.540000
Grandview	0.740003	0.736995	0.743351	0.746311	0.746311
Joshua	0.685270	0.685270	0.705270	0.725270	0.775270
Keene	0.797861	0.812363	0.847224	0.867018	0.912249
Mansfield	0.710000	0.710000	0.710000	0.710000	0.710000
Rio Vista	0.606535	0.602880	0.597915	0.598185	0.596454
Venus	0.846975	0.900000	0.900000	0.893269	0.879918
School Districts:					
Alvarado ISD	1.316000	1.316000	1.461000	1.461000	1.461000
Burleson ISD	1.540000	1.540000	1.540000	1.540000	1.540000
Cleburne ISD	1.236600	1.236600	1.236600	1.366600	1.366600
Crowley ISD	1.535000	1.670000	1.670000	1.650000	1.650000
Godley ISD	1.137090	1.287000	1.172752	1.195500	1.247660
Granbury ISD	1.490900	0.145000	1.145000	1.265000	1.265000
Grandview ISD	1.270000	1.400000	1.400000	1.400000	1.400000
Joshua ISD	1.390000	1.490000	1.490000	1.420000	1.600000
Keene ISD	1.490900	1.490900	1.490900	1.490900	1.430000
Mansfield ISD	1.496000	1.540000	1.527100	1.527100	1.510000
Rio Vista ISD	1.365300	1.494400	1.590000	1.621300	1.570000
Venus ISD	1.380000	1.380000	1.380000	1.380000	1.380000
Special District Rates:					
Emergency Service	0.060000	0.060000	0.060000	0.060000	0.060000
Hill College - Alvarado ISD	0.033848	0.037242	0.043494	0.044702	0.048850
Hill College - Cleburne ISD	0.043557	0.048596	0.050000	0.050000	0.049931
Hill College - Godley ISD	0.012070	0.012159	0.014541	0.014541	0.016832
Hill College - Grandview ISD	0.046517	0.050000	0.050000	0.050000	0.050000
Hill College - Joshua ISD	0.034623	0.040868	0.049265	0.050000	0.048492
Hill College - Keene ISD	0.033146	0.039305	0.046349	0.046349	0.047000
Hill College - Rio Vista ISD	0.026834	0.028931	0.027497	0.029535	0.032019
Hill College - Venus ISD	0.029121	0.039312	0.048885	0.047414	0.048249

Source: Johnson County Appraisal District
Texas Municipal Report

Table 6

<u>2016 Tax Rate</u>	<u>2017 Tax Rate</u>	<u>2018 Tax Rate</u>	<u>2019 Tax Rate</u>	<u>2020 Tax Rate</u>	<u>% Applicable to Johnson County</u>
0.448000	0.459738	0.472000	0.472000	0.425000	
0.733000	0.733000	0.709555	0.732031	0.751419	100.00%
0.735000	0.735000	0.735000	0.720000	0.711100	79.90%
0.804018	0.804018	0.804018	0.773206	0.760092	100.00%
0.739270	0.719000	0.709000	0.681992	0.699806	0.23%
0.560000	0.560000	0.540000	0.540000	0.540000	100.00%
0.746311	0.746311	0.746311	0.771282	0.771282	100.00%
0.775270	0.775270	0.775270	0.765270	0.761240	100.00%
0.897823	0.897823	0.897823	0.867822	0.854134	100.00%
0.710000	0.710000	0.710000	0.710000	0.690000	8.86%
0.596454	0.591810	0.640009	0.572667	0.527606	100.00%
0.879918	0.879918	0.879918	0.839918	0.868991	78.40%
1.461000	1.461000	1.461000	1.470000	1.4664000	100.00%
1.540000	1.670000	1.670000	1.568350	1.5383000	66.41%
1.630000	1.630000	1.630000	1.528300	1.5147000	100.00%
1.650000	1.670000	1.670000	1.568400	1.5398000	0.73%
1.540000	1.540000	1.540000	1.470000	1.4664000	86.81%
1.250000	1.210000	1.195000	1.125000	1.1114000	1.26%
1.400000	1.400000	1.266100	1.196100	1.1331000	98.43%
1.610000	1.600000	1.520000	1.440000	1.3960000	100.00%
1.430000	1.430000	1.401100	1.299400	1.2858000	100.00%
1.510000	1.540000	1.540000	1.460000	1.4464000	6.30%
1.600000	1.600000	1.600000	1.498350	1.3973900	99.13%
1.587600	1.587600	1.589500	1.491500	1.4213000	100.00%
0.060000	0.060000	0.060000	0.060000	0.060000	100.00%
0.048850	0.050000	0.050000	0.047389	0.050000	100.00%
0.050000	0.050000	0.048800	0.044494	0.048692	100.00%
0.022349	0.022671	0.022252	0.022252	0.025422	100.00%
0.050000	0.050000	0.050000	0.048357	0.050000	98.43%
0.050000	0.049482	0.049616	0.047566	0.050000	100.00%
0.049435	0.050000	0.049327	0.049393	0.049548	100.00%
0.033806	0.033806	0.035216	0.035216	0.035391	99.13%
0.049824	0.050000	0.048763	0.050000	0.050000	100.00%

JOHNSON COUNTY, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
 Current Year and Nine Years Ago

Table 7

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	% of Total Assessed Value	Taxable Assessed Value	Rank	% of Total Assessed Value
ETC Texas Processing LTD	\$ 145,770,221	1	1.22%	\$ 120,002,098	6	1.05%
FDL Operating LLC	139,820,051	2	1.17%	--	--	--
James Hardie Building	122,099,525	3	1.02%	--	--	--
Oncor Electric Delivery	81,929,841	4	0.69%	--	--	--
Halliburton Energy Serv Inc.	80,372,754	5	0.67%	108,549,809	8	0.95%
Atmos Energy/Mid-Tex	71,652,144	6	0.60%	--	--	--
Brazos Electric Power	63,491,559	7	0.53%	95,307,911	9	0.84%
Energy Transfer Fuel	54,804,906	8	0.46%	118,539,804	7	1.04%
Johns Manville Corp.	55,490,885	9	0.46%	--	--	--
Wal-Mart Stores East	77,976,806	10	0.65%	83,459,164	10	0.73%
EOG Resources Inc.	--	--	--	647,745,625	1	5.69%
Chesapeake Operating, Inc.	--	--	--	413,478,372	2	3.63%
Devon Energy Op Co, LP	--	--	--	316,657,428	3	2.78%
XTO Energy, Inc.	--	--	--	213,414,792	4	1.87%
Texas Midstream Gas	--	--	--	137,608,267	5	1.21%
Total	\$ <u>893,408,692</u>		<u>7.47%</u>	\$ <u>2,254,763,270</u>		<u>19.79%</u>
Total Taxable Assessed Value	\$ <u>11,936,791,938</u>			\$ <u>11,391,233,044</u>		

Source: Johnson County Central Appraisal District

JOHNSON COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Fiscal Years

Table 8

Fiscal Year	Tax Levy as of Fiscal Year End	Collected Within the Fiscal Year of the Levy		Subsequent Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 45,556,481	\$ 44,884,355	98.52%	\$ 549,054	\$ 45,433,409	99.73%
2012	43,525,826	43,176,224	99.20%	244,885	43,421,109	99.76%
2013	43,454,307	42,074,336	96.82%	1,260,262	43,334,598	99.72%
2014	43,475,291	42,278,798	97.25%	1,024,319	43,303,117	99.60%
2015	49,130,903	48,112,540	97.93%	840,149	48,952,689	99.64%
2016	48,923,628	48,472,441	99.08%	258,311	48,730,752	99.61%
2017	48,488,689	47,546,117	98.06%	708,807	48,254,924	99.52%
2018	50,862,834	49,981,168	98.27%	547,323	50,528,491	99.34%
2019	55,845,945	55,030,895	98.54%	482,288	55,513,183	99.40%
2020	56,215,594	55,930,875	99.49%	--	55,930,875	99.49%

Source: Johnson County Tax Assessor-Collector

JOHNSON COUNTY, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
 Last Ten Fiscal Years

Table 9

Fiscal Year	General Obligation Bonds ⁽¹⁾	Certificates of Obligation	Tax Anticipation Notes	Note Payable	Total Outstanding Debt	Percentage of Personal Income ⁽²⁾	Population ⁽³⁾	Per Capita
2011	\$ 14,174,393	\$ 6,620,000	\$ -0-	\$ -0-	\$ 20,794,393	0.39%	151,955	136.85
2012	13,165,600	-0-	-0-	1,379,437	14,545,037	0.27%	153,313	94.87
2013	12,048,429	-0-	-0-	1,080,513	13,128,942	0.24%	154,556	84.95
2014	10,826,116	-0-	4,370,000	793,243	15,989,359	0.27%	156,904	101.91
2015	9,481,419	-0-	3,805,000	-0-	13,286,419	0.22%	158,614	83.77
2016	7,981,204	20,605,000	3,295,000	-0-	31,881,204	0.51%	160,503	198.63
2017	6,329,927	20,605,000	2,890,000	-0-	29,824,927	0.45%	167,301	178.27
2018	4,378,650	20,055,000	2,605,000	-0-	27,038,650	0.39%	169,159	159.84
2019	2,267,373	19,495,000	2,445,000	-0-	24,207,373	0.33%	173,388	139.61
2020	-0-	18,925,000	2,415,000	-0-	21,340,000	0.27%	180,513	118.22

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

- (1) Presented net of original issuance premiums.
- (2) Personal income is disclosed on page 166.
- (3) Population can be found in the Schedule of Demographic and Economic Statistics on page 166.

JOHNSON COUNTY, TEXAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
 Last Ten Fiscal Years

Table 10

<u>Fiscal Year</u>	<u>General Obligation Bonds⁽¹⁾</u>	<u>Less: Amounts Available in Debt Service Fund⁽²⁾</u>	<u>Net Debt</u>	<u>Percentage of Actual Taxable Property Value⁽³⁾</u>	<u>Per Capita⁽⁴⁾</u>
2011	\$ 14,174,393	\$ 451,708	\$ 13,722,685	\$ 0.11%	\$ 90.31
2012	13,165,600	969,233	12,196,367	0.11%	79.55
2013	12,048,429	973,155	11,075,274	0.11%	71.66
2014	10,826,116	1,048,793	9,777,323	0.10%	62.31
2015	9,481,419	1,364,571	8,116,848	0.08%	51.17
2016	7,981,204	884,286	7,096,918	0.07%	44.22
2017	6,329,927	846,414	5,483,513	0.06%	32.78
2018	4,378,650	876,773	3,501,877	0.04%	20.70
2019	2,267,373	1,257,283	1,010,090	0.01%	5.83
2020		566,352	(566,352)	0.00%	(3.14)

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

- (1) This is the general bonded debt for the governmental activities, net of original issuance premiums.
- (2) This is the amount restricted for debt service.
- (3) See the Schedule of Assessed Value and the Estimated Actual Value of Taxable Property on page 156 through 157 for property value data.
- (4) Population data can be found in the Schedule of Demographic and Economic Statistics on page 166.

JOHNSON COUNTY, TEXAS**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

As of September 30, 2020

Table 11

<u>Taxing Jurisdiction</u>	<u>Net Bonded Debt as of Sept. 30, 2020</u>	<u>% Applicable to Johnson County</u>	<u>Amount Applicable to Johnson County</u>
City of Alvarado	\$ 10,291,000	100.00%	\$ 10,291,000
City of Burleson	151,195,000	79.90%	120,804,805
City of Cleburne	61,830,000	100.00%	61,830,000
City of Crowley	40,195,000	0.23%	92,449
City of Godley	690,000	100.00%	690,000
City of Grandview	1,618,454	100.00%	1,618,454
City of Joshua	11,425,000	100.00%	11,425,000
City of Keene	10,346,072	100.00%	10,346,072
City of Mansfield	152,745,000	8.86%	13,533,207
City of Venus	8,850,000	78.40%	6,938,400
Alvarado ISD	77,972,000	100.00%	77,972,000
Burleson ISD	318,562,015	66.41%	211,557,034
Cleburne ISD	123,822,083	100.00%	123,822,083
Crowley ISD	672,497,988	0.73%	4,909,235
Godley ISD	71,090,000	86.81%	61,713,229
Granbury ISD	99,409,000	1.26%	1,252,553
Grandview ISD	11,375,000	98.43%	11,196,413
Joshua ISD	97,670,000	100.00%	97,670,000
Keene ISD	11,988,728	100.00%	11,988,728
Mansfield ISD	895,790,000	6.30%	56,434,770
Rio Vista ISD	10,575,000	99.13%	10,482,998
Venus ISD	32,564,426	100.00%	<u>32,564,426</u>
Subtotal, overlapping debt			939,132,856
Johnson County, Texas direct debt			<u>21,340,000</u>
Total Direct & Overlapping Debt			<u>\$ 960,472,856</u>

Source: Municipal Advisory Council of Texas

JOHNSON COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
 Last Ten Fiscal Years

Table 12

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Assessed value of real property ⁽¹⁾	\$ <u>11,391,233,044</u>	\$ <u>10,749,593,979</u>	\$ <u>10,252,143,856</u>	\$ <u>9,549,938,204</u>	\$ <u>9,785,361,709</u>
Debt limit ⁽²⁾	\$ <u>2,847,808,261</u>	\$ <u>2,687,398,495</u>	\$ <u>2,563,035,964</u>	\$ <u>2,387,484,551</u>	\$ <u>2,446,340,427</u>
Amount of Debt Applicable to Limit ⁽³⁾					
Total long term debt	20,654,246	13,899,013	13,076,835	15,955,602	13,258,939
Less: Assets in debt service fund	<u>2,590,359</u>	<u>806,876</u>	<u>1,025,329</u>	<u>1,158,846</u>	<u>1,433,693</u>
Total net debt applicable to limit	<u>18,063,887</u>	<u>13,092,137</u>	<u>12,051,506</u>	<u>14,796,756</u>	<u>11,825,246</u>
Legal debt margin	\$ <u>2,829,744,374</u>	\$ <u>2,674,306,358</u>	\$ <u>2,550,984,458</u>	\$ <u>2,372,687,795</u>	\$ <u>2,434,515,181</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.63%</u>	<u>0.49%</u>	<u>0.47%</u>	<u>0.62%</u>	<u>0.48%</u>
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Assessed value of real property ⁽¹⁾	\$ <u>10,022,181,117</u>	\$ <u>9,511,805,667</u>	\$ <u>9,743,494,577</u>	\$ <u>10,586,389,755</u>	\$ <u>11,936,791,938</u>
Debt limit ⁽²⁾	\$ <u>2,505,545,279</u>	\$ <u>2,377,951,417</u>	\$ <u>2,435,873,644</u>	\$ <u>2,646,597,439</u>	\$ <u>2,984,197,985</u>
Amount of Debt Applicable to Limit ⁽³⁾					
Total long term debt	31,860,000	29,810,000	27,030,000	24,205,000	21,340,000
Less: Assets in debt service fund	<u>1,594,417</u>	<u>879,771</u>	<u>962,534</u>	<u>1,331,640</u>	<u>656,775</u>
Total net debt applicable to limit	<u>30,265,583</u>	<u>28,930,229</u>	<u>26,067,466</u>	<u>22,873,360</u>	<u>20,683,225</u>
Legal debt margin	\$ <u>2,475,279,696</u>	\$ <u>2,349,021,188</u>	\$ <u>2,409,806,178</u>	\$ <u>2,623,724,079</u>	\$ <u>2,963,514,760</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>1.21%</u>	<u>1.22%</u>	<u>1.07%</u>	<u>0.86%</u>	<u>0.69%</u>

Source:

- (1) Johnson County Appraisal District.
- (2) Debt limit is 25% of assessed value of real property per Article 3 Section 52 of the Texas Constitution.
- (3) Comprehensive Annual Financial Report Statement of Net Position.

JOHNSON COUNTY, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Fiscal Years

Table 13

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (thousands of dollars) (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2011	151,955	\$ 5,267,064	\$ 34,662	7.7%
2012	153,313	5,388,339	35,146	6.2%
2013	154,556	5,531,559	35,790	5.9%
2014	156,904	5,822,080	37,106	4.8%
2015	158,614	6,046,048	38,118	4.4%
2016	160,503	6,244,690	38,907	4.5%
2017	167,301	6,682,230	39,941	3.4%
2018	169,159	6,914,543	40,876	3.4%
2019	173,388	7,229,759	41,697	3.1%
2020	180,513	7,963,280	44,115	6.9%

- (1) USBEA population data from 2011 through 2019 has been adjusted based on 2010 census. 2020 data is estimated.
- (2) USBEA population data from 2011 through 2019 has been adjusted based on 2010 census. 2020 data is estimated.
- (3) Unemployment rates were provided by the Texas Workforce Commission and the Bureau of Labor Statistics current population survey for Johnson County as of September each year.

JOHNSON COUNTY, TEXAS
PRINCIPAL EMPLOYERS
 Current Year and Nine Years Ago

Table 14

Employer	2020			2011		
	Number of Employees	Rank	% of Total County Employment	Number of Employees	Rank	% of Total County Employment
Burleson ISD	1,700	1	2.19%	1,433	1	2.04%
Cleburne ISD	1,025	2	1.32%	950	2	1.35%
Wal-Mart Distribution Center	950	3	1.22%	782	3	1.11%
Joshua ISD	815	4	1.05%	644	4	0.92%
Sabre Tubular Structures	665	5	0.86%	415	9	0.59%
Wal-Mart Supercenter (Burleson)	560	6	0.72%	531	6	0.75%
Johnson County	522	7	0.67%	576	5	0.82%
City of Burleson	440	8	0.57%	N/A	-	N/A
Wal-Mart Supercenter (Cleburne)	432	9	0.56%	480	7	0.68%
Texas Health Resources	395	10	0.51%	371	8	0.53%
City of Cleburne				337	10	0.48%
Total	<u>7,504</u>		<u>9.67%</u>	<u>6,519</u>		<u>9.27%</u>

Source: Johnson County Economic Development Commission, the City of Burleson Chamber of Commerce and Individual Employers
 N/A - Not Available

JOHNSON COUNTY, TEXAS

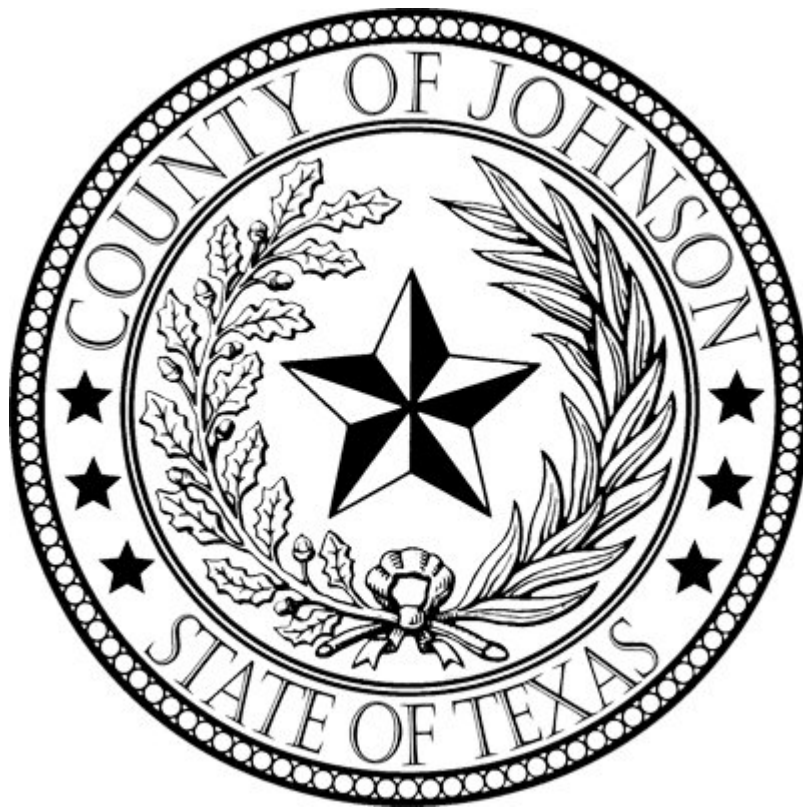
Table 15

FULL-TIME COUNTY GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	128	128	123	129	132	140	134	135	138	137
Highways and streets	75	75	75	73	77	67	68	67	64	66
Law enforcement	187	187	191	196	202	202	199	196	204	210
Administration of justice	82	82	78	83	82	83	84	79	82	81
Financial administration	13	13	13	14	14	13	13	13	14	14
Health and welfare	5	5	5	6	7	9	8	9	10	10
Culture and recreation	3	3	4	3	4	4	4	5	4	4
Total	<u>493</u>	<u>493</u>	<u>489</u>	<u>504</u>	<u>518</u>	<u>518</u>	<u>510</u>	<u>504</u>	<u>516</u>	<u>522</u>

Source: County budget records



JOHNSON COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION
 Last Ten Fiscal Years

Function	Fiscal Year				
	2011	2012	2013	2014	2015
General Government:					
County Clerk					
Criminal Cases Filed	3,769	3,510	4,333	3,673	3,024
Civil Cases Filed	1,724	1,014	920	916	900
Juvenile petitions Filed	183	157	134	113	125
Probate/Guardianship Cases Filed	--	398	433	461	399
Mental Health Cases Filed	--	--	--	65	47
Personnel					
Positions Filled	586	594	603	610	625
Payroll Checks Processed	15,499	15,488	15,873	15,938	16,921
Public Works					
Permits Issued	681	651	471	628	732
Septic Complaints Addressed	187	124	126	143	178
Purchasing					
Purchase Orders Issued	5,563	5,542	4,914	3,946	4,267
Recurring Annual Competitive Bids	28	22	23	13	17
New Competitive Bids				22	19
Tax Assessor/Collector					
County Tax Accounts	202,431	285,381	287,183	298,539	314,034
Automobile Registrations	160,584	163,283	165,217	168,964	167,198
Elections Administration					
Registered Voters	77,802	78,275	80,779	82,377	84,405
Administrative of Justice					
District Clerk					
Civil Cases Filed	1,462	998	991	1,288	1,365
Criminal Cases Filed	1,416	1,523	1,801	1,653	,1753
County Courts					
Criminal Cases Disposed	4,007	3,763	4,019	3,730	3,346
Civil Cases Disposed	1,688	1,132	880	1,038	683
Juvenile Petitions Disposed	183	162	144	195	113
Probate/Guardianship Hearings Held	--	385	356	397	510
Mental Health Hearings Held	--	--	--	53	49
District Court					
Civil Cases Disposed	1,171	1,244	1,130	1,211	830
Criminal Cases Disposed	1,427	1,502	1,701	1,744	1,608
Justice of the Peace					
Civil Cases Filed	2,000	2,044	1,804	1,644	1,789
Criminal Cases Filed	12,922	14,198	16,046	9,950	9,784
Civil Cases Disposed	1,799	1,706	1,752	1,880	2,094
Criminal Cases Disposed	12,217	16,805	15,742	11,631	10,183

(continued)

Table 16
Page 1 of 2

Fiscal Year				
2016	2017	2018	2019	2020
2,685	2,386	2,286	2,018	1,392 ⁽⁴⁾
983	1,120	957	1,323	992 ⁽⁴⁾
107	61	76	73	41 ⁽⁴⁾
398	459	436	453	386 ⁽⁴⁾
77	184	181	182	180
633	631	635	638	639
17,132	16,384	16,896	16,412	15,769
1,035	1,342	1,434	1,383	1,517
163	134	126	192	135
3,983	3,823	3,622	3,521	4,030
14	20	28	27	18
12	14	4	12	11
309,572	302,255	317,412	306,960	307,211
169,105	173,718	178,013	180,756	176,993
90,587	92,999	94,293	97,423	101,178
1,036	1,136	1,440	1,536	1,363 ⁽⁴⁾
1,643	1,289	1,533	1,533	1,264 ⁽⁴⁾
3,062	1,985	2,293	2,246	1,819 ⁽⁴⁾
905	1,298	993	1,231	866 ⁽⁴⁾
110	65	67	71	31 ⁽⁴⁾
892	593	662	618	480 ⁽⁴⁾
63	289	152	164	173
1,233	1,118	1,475	1,545	1,080 ⁽⁴⁾
1,492	1,260	1,359	1,307	990 ⁽⁴⁾
1,882	2,135	2,452	3,006	2,511 ⁽⁴⁾
11,475	9,779	10,701	8,497	4,889 ⁽⁴⁾
1,792	1,846	2,045	2,292	2,516
10,976	8,672	11,204	9,522	5,208 ⁽⁴⁾

JOHNSON COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION - Continued

Last Ten Fiscal Years

Function	Fiscal Year				
	2011	2012	2013	2014	2015
Law Enforcement					
County Jail					
Average Daily Jail Population	613	627	673	713	661
Sheriff					
E-911 Calls Received (Approx)	38,883	44,559	38,390	40,908	39,141
Financial Administration					
County Auditor					
A/P Checks Processed	6,986	6,195	4,658	4,617	4,596
ACH Processed	--	647	1,995	2,124	2,102
Wire Transactions	--	220	121	153	137
Invoices Processed	17,706	16,854	14,466	13,440	14,750
Highways and Streets					
Miles of Roads Resurfaced	113	119	68	56	25 ⁽²⁾
Health and Welfare					
Medical Examiner Cases Investigated	408	437	502	627	548
Indigent Clients	94	146	174	155	136
Culture and Recreation					
Hamm Creek Park Visitors	13,246	23,321	18,626	17,259	12,737 ⁽³⁾

Sources: Texas Courts Online Annual Statistical Reports
 Johnson County Offices

Table 16
Table 2 of 2

Fiscal Year				
2016	2017	2018	2019	2020
679	703	756	887	749
48,562	45,856	46,653	44,147	48,082
5,000	4,559	4,608	4,261	4,419
2,535	2,047	2,140	1,891	2,074
128	230	178	109	194
14,660	14,560	15,043	14,148	15,167
10	59	37	71	47
602	570	609	711	804
106	60	53	54	51
12,804	27,213	24,664	15,278	25,970

JOHNSON COUNTY, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
 Last Ten Fiscal Years

Function/Asset Class	Fiscal Year				
	2011	2012	2013	2014	2015
Administration of Justice					
Furniture and equipment	20	21	22	23	24
Vehicles & mobile equipment	5	5	5	4	4
Land & building	2	1	1	1	1
General Government					
Furniture and equipment	158	163	164	171	170
Vehicles & mobile equipment	8	10	21	23	23
Land & building	72	74	81	83	83
Highways and Streets					
Furniture and equipment	8	12	12	12	12
Vehicles & mobile equipment	251	255	260	264	273
Land & building	18	19	20	20	20
Law Enforcement					
Furniture and equipment	74	75	78	90	98
Vehicles & mobile equipment	140	153	147	144	135
Land & building	12	12	14	14	14
Health and Welfare					
Furniture and equipment	21	21	21	21	19
Vehicles & mobile equipment	5	5	5	8	7
Land & building	1	1	1	2	3
Culture and Recreation					
Furniture and equipment	1	1	1	1	1
Vehicles & mobile equipment	4	4	4	5	5
Land & building	2	2	2	2	2

Source: Johnson County Financial Records

Table 17

Fiscal Year					
2016	2017	2018	2019	2020	
24	23	25	25	25	
6	4	4	5	6	
--	--	--	--	--	
174	179	185	188	218	
22	22	21	20	20	
84	83	81	81	86	
12	14	18	17	17	
269	272	276	283	281	
20	24	21	23	24	
104	124	122	135	141	
141	140	146	158	150	
14	15	15	15	15	
12	12	10	10	10	
7	8	8	9	11	
3	3	3	3	3	
1	1	1	1	--	
5	4	4	4	3	
2	2	2	2	2	



FEDERAL AND STATE AWARDS SECTION





Independent Auditor's Report

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

The Honorable County Judge
and Members of Commissioners
Court of Johnson County, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Johnson County, Texas (the "County"), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 24, 2021.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

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Bay City
2245 Avenue G
Bay City, TX 77414
979-245-9236



The Honorable County Judge
and Members of Commissioners
Court of Johnson County, Texas

Purpose of this Report

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

KM&L, LLC

Lake Jackson, Texas
March 24, 2021



Independent Auditor's Report

On Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*)

The Honorable County Judge,
And Members of Commissioners' Court
Johnson County, Texas

Report on Compliance for Each Major Federal and State Program

We have audited Johnson County, Texas' (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) that could have a direct and material effect on each of County's major federal and state programs for the year ended September 30, 2020. The County's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*). Those standards, the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended September 30, 2020.

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Bay City, TX 77414
979-245-9236



The Honorable County Judge
and Members of Commissioners
Court of Johnson County, Texas

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*), but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*). Accordingly, this report is not suitable for any other purpose.

KM&L, LLC

Lake Jackson, Texas
March 24, 2021

JOHNSON COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended September 30, 2020

I. Summary of auditor's results:

1. Type of auditor's report issued on the financial statements: Unmodified.
2. No internal control findings required to be reported in this schedule, were disclosed in the audit of the financial statements.
3. Noncompliance, which is material to the financial statements: None.
4. No internal control findings, that are required to be reported in this schedule, was disclosed in the audit of the major programs.
5. Type of auditor's report on compliance for major programs: Unmodified.
6. Did the audit disclose findings which are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a): No; the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) Section 510(a): No
7. Major programs include:
 - Federal:
 - 21.019 Coronavirus Relief Fund
 - State:
 - TJJD Cluster Programs:
 - TJJD-A-20/21-126 State Aid Program
 - TJJD-P-20/21-126 Juvenile Justice Alternative Education Program
 - TJJD-R-20/21-126 Regional Diversion Alternative Program
8. Dollar threshold used to distinguish between Type A and Type B programs:
Federal - \$ 750,000; State: - \$ 300,000.
9. Low Risk Auditee: Federal - No; State - Yes.

II. Findings related to the financial statements.

The audit disclosed no findings required to be reported.

III. Findings and questioned costs related to the state award.

The audit disclosed no findings required to be reported.

JOHNSON COUNTY

AUDITOR'S OFFICE

J.R. Kirkpatrick
County Auditor

(817) 556-6305

#2 N. Main ~ Courthouse ~ Cleburne, Texas 76033

Fax (817) 556-6075

Federal:

In accordance with Title 2 U.S. Code of Federal Regulations §200.511, the auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings. This summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

The schedule of status of prior audit findings is as follows:

None.

State:

In accordance with the Texas Single Audit Circular (*Uniform Grant Management Standards*) §315(b), the auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings. This summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

The schedule of status of prior audit findings is as follows:

None.

JOHNSON COUNTY

AUDITOR'S OFFICE

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Fax (817) 556-6075

Federal:

In accordance with Title 2 U.S. Code of Federal Regulations §200.511, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan must be presented to address each finding included in the current year auditor's reports. The corrective action plan is as follows:

None.

State:

In accordance with the Texas Single Audit Circular (*Uniform Grant Management Standards*) §315(b), the auditee must prepare, in a document separate from the auditor's findings described in §510(c) Audit findings, a corrective action plan must be presented to address each finding included in the current year auditor's reports. The corrective action plan is as follows:

None.

JOHNSON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2020

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Contract/ Program Number	Expenditures or Award Amount
U.S. Department of Housing and Urban Development Passed Through Texas Department of Agriculture: Community Development Block Grants/Entitlement Grants	14.228	7218250	\$ <u>6,050</u>
TOTAL U.S. DEPARTMENT OF HOUSING AN DURBAN DEVELOPMENT			\$ <u>6,050</u>
U.S. Department of the Interior Passed Through Texas Fish and Wildlife Service: Payments in Lieu of Taxes	15.226	--	\$ <u>1,462</u>
TOTAL U.S. DEPARTMENT OF THE INTERIOR			\$ <u>1,462</u>
U.S. Department of Justice Passed Through Texas Division of Emergency Management: Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0754	\$ <u>36,009</u>
TOTAL U.S. DEPARTMENT OF JUSTICE			\$ <u>36,009</u>
U.S. Department of Treasury Passed Through Texas Division of Emergency Management: Coronavirus Relief Fund	21.019	--	\$ <u>1,784,077</u>
TOTAL U.S. DEPARTMENT OF TREASURY			\$ <u>1,784,077</u>
U.S. Department of Health and Human Services Passed Through Texas Department of Health Services: Public Health Emergency Preparedness Public Health Emergency Preparedness	93.069 93.069	2020-537-18-0207-00001 2021-537-18-0207-00001	\$ 39,097 <u>15,459</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			\$ <u>54,556</u>
U.S. Department of Election Assistance Commission Passed Through Texas Secretary of State: 2020 HAVA CARES Act	90.404	TX20101CARES-126	\$ <u>13,644</u>
TOTAL U.S. DEPARTMENT OF ELECTION ASSISTANCE COMMISSION			\$ <u>13,644</u>

JOHNSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - Continued

For the Year Ended September 30, 2020

Exhibit 17

Page 2 of 2

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Contract/ Program Number	Expenditures or Award Amount
U.S. Department of Homeland Security			
Passed Through Texas Division of Emergency Management:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4223-DR-TX-P00000001	\$ 5,504
Passed Through Texas Division of Emergency Management			
Homeland Security Grant Program	97.067	3532901	<u>35,318</u>
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			<u>\$ 40,822</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 1,936,620</u>
TOTAL MAJOR PROGRAMS			<u>\$ 1,784,077</u>
TYPE A PROGRAM			<u>\$ 750,000</u>

JOHNSON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended September 30, 2020

State Grantor/ Pass-Through Grantor/ Program Title	Contract/ Program Number	Expenditures or Award Amount
Texas Juvenile Justice Department:		
Direct Program:		
State Aid Program (1)	TJJD-A-20-126	\$ 731,232
State Aid Program (1)	TJJD-A-21-126	55,061
Regional Diversion Alternative Program (1)	TJJD-R-20-126	344,481
Regional Diversion Alternative Program (1)	TJJD-R-21-126	33,366
Passed Through Texas Education Agency:		
Juvenile Justice Alternative Education Program (Boot Camp)(1)	TJJD-P-20-126	68,841
Juvenile Justice Alternative Education Program (Boot Camp)(1)	TJJD-P-21-126	<u>9,546</u>
TOTAL TEXAS JUVENILE JUSTICE DEPARTMENT		\$ <u>1,242,527</u>
Texas Natural Resource Conservation Commission:		
Direct Program:		
Health and Safety Code 361.136(L) (1)	--	<u>\$ 55,521</u>
TOTAL NATURAL RESOURCE CONSERVATION COMMISSION		\$ <u>55,521</u>
Commission on State of Texas Emergency Communications:		
Passed Through North Central Texas Council on Government:		
911 Addressing Maintenance Contract	---	<u>\$ 28,206</u>
TOTAL COMMISSION ON STATE OF TEXAS EMERGENCY COMMUNICATIONS		\$ <u>28,206</u>
Office of Attorney General:		
Direct Program:		
Texas Victim Information and Notification Everyday (VINE)	2003648	\$ 27,656
Texas Victim Information and Notification Everyday (VINE)	2111326	<u>2,510</u>
		30,166
Direct Program:		
Sexual Assault Prevention & Crisis Services Program	--	<u>1,581</u>
TOTAL OFFICE OF ATTORNEY GENERAL		\$ <u>31,747</u>

JOHNSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF STATE AWARDS - Continued
For the Year Ended September 30, 2020

<u>State Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Contract/ Program Number</u>	<u>Expenditures or Award Amount</u>
Texas Task Force on Indigent Defense:		
Direct Program:		
Indigent Defense Formula	221-20-126	\$ <u>121,148</u>
TOTAL TEXAS TASK FORCE ON INDIGENT DEFENSE		\$ <u>121,148</u>
Texas Department of State Health Services:		
Direct Program:		
Tobacco Settlement Funds	--	\$ <u>53,348</u>
TOTAL TEXAS DEPARTMENT OF STATE HEALTH SERVICES		\$ <u>53,348</u>
Secretary of State - Elections Division:		
Direct Program:		
Chapter 19 - Elections Fund Management	--	\$ <u>27,606</u>
TOTAL SECRETARY OF STATE		\$ <u>27,606</u>
TOTAL STATE ASSISTANCE		\$ <u>1,560,103</u>
TOTAL MAJOR PROGRAMS		\$ <u>1,242,527</u>
TYPE A PROGRAM		\$ <u>300,000</u>

(1) Cluster Programs per TJJJ

JOHNSON COUNTY, TEXAS

NOTES ON ACCOUNTING POLICIES FOR FEDERAL AND STATE AWARDS

Year Ended September 30, 2020

1. The County uses funds and account groups to report its financial position and the results of its operations. Fund accounting is designated to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designated to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available resources. Funds are classified into two categories: governmental and fiduciary. Each category, in turn is divided into separate "fund types". The following fund types were utilized to account for federal awards.

Governmental Fund Types:

General Fund - is the general operating fund of the County. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund. Federal financial assistance not required to be reported in other funds is accounted for in the General Fund.

Special Revenue Funds - used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Federal financial assistance generally is accounted for in a Special Revenue Fund unless required to be reported in a Capital Projects Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

Capital Projects Funds - used to account for financial resources to be used for the acquisition or construction of major capital facilities. Federal financial assistance for the construction of major capital facilities generally is accounted for in a Capital Projects Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources, and current liabilities and deferred inflows of resources generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. State grant funds were accounted for in the General Fund, Special Revenue Fund, and the Capital Projects Fund, a component of the Governmental Fund type.

The modified accrual basis of accounting is used for the Governmental Fund Types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal and state grant funds are considered to be earned to the extent of expenditures/expenses made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as unearned revenues until earned.

JOHNSON COUNTY, TEXAS

NOTES ON ACCOUNTING POLICIES FOR FEDERAL AND STATE AWARDS - Continued

Year Ended September 30, 2020

3. The period of availability for state grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal and state project period extended 30 days beyond the federal and state project period ending date, in accordance with provisions in Section H, Period of Availability of Federal Funds, Part 3, OMB Compliance Supplement and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*).
4. Indirect Costs - The County did not elect to use the 10 percent de minimus indirect cost rate and received no reimbursements for indirect costs during the year ended September 30, 2020.

