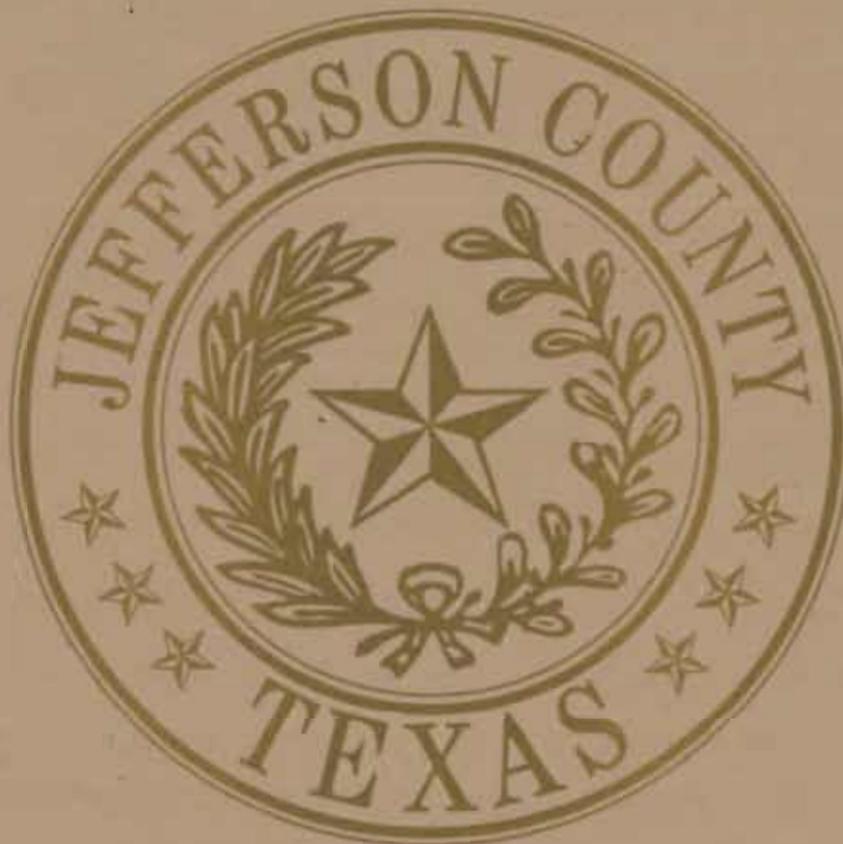


JEFFERSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended
September 30, 2013



JEFFERSON COUNTY, TEXAS



COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

Prepared by:
Jefferson County
Auditor's Office
1149 Pearl Street
Beaumont, Texas 77701



JEFFERSON COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

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INTRODUCTORY

SECTION

PATRICK SWAIN
COUNTY AUDITOR
(409) 835-8500



1149 PEARL ST. - 7TH FLOOR
BEAUMONT, TEXAS 77701

March 31, 2014

Citizens of Jefferson County, Texas:

Honorable District Judges:

Gary Sanderson, Presiding Judge, 60th District Court
John Stevens, Jr., Judge, Criminal District Court
Bob Wortham, Judge, 58th District Court
Milton Shuffield, Judge, 136th District Court
Donald Floyd, Judge, 172nd District Court
Lindsey Scott, Judge, 252nd District Court
Randy Shelton, Judge, 279th District Court
Larry Thorne, Judge, 317th District Court

Honorable Commissioners' Court:

Jeff Branick, County Judge
Eddie Arnold, Commissioner, Precinct No. 1
Brent Weaver, Commissioner, Precinct No. 2
Michael "Shane" Sinegal, Commissioner, Precinct No. 3
Everette "Bo" Alfred, Commissioner, Precinct No. 4

The County Auditor's Office ("the Auditor's Office") is pleased to present the Comprehensive Annual Financial Report ("CAFR") of Jefferson County, Texas (the "County") for the fiscal year ended September 30, 2013. This report is submitted in accordance with Section 114.025 of the Texas Local Government Code and has been prepared by the County Auditor's staff.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Pattillo, Brown, & Hill, LLP, Certified Public Accountants, has issued an unmodified ("clean") opinion on the County's financial statements for the year ended September 30, 2013. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Jefferson County was created in 1836 and organized in 1837 as one of the original counties of the Republic of Texas. It is a 954 square mile county that is located on the upper Texas Coast and is a component of the Beaumont-Port Arthur-Orange Metropolitan Statistical Area. According to the U.S. Department of Commerce-Bureau of the Census, the 2011 population of the County was 252,802. The County is empowered to levy a property tax on both real and personal property located within its boundaries.

Jefferson County is a political subdivision of the State of Texas and the Commissioners' Court is the governing body of the County. It is composed of the County Judge elected from the County at large, and four Commissioners, each elected from a separate precinct, all elected for four-year terms. The County Judge is the presiding officer of the Commissioners' Court.

The County (primary government) solely or in cooperation with other local governmental entities provides a full range of services authorized by the Texas Constitution and Statutes that includes construction and maintenance of roads and bridges, health and housing services, assistance to indigents, juvenile and adult justice programs, economic development, recreation and cultural enrichment, an airport, an entertainment complex, and general administration.

The combined financial statements of the County as a financial reporting entity report all activities, organizations, and functions of the County, both as the primary government and its legally separate component units for which (1) the elected officials of the County are financially accountable and/or (2) exclusion of component units activities would cause the County's financial statements to be misleading or incomplete. The County's component units have been reported as blended with the County as the primary government or as discrete (separate) component unit, as appropriate. Criteria used by the County for including activities in preparing these financial statements are in conformity with GASB 14, *The Financial Reporting Entity* and GASB 39, *Determining Whether Certain Organizations are Component Units*. Based on the requirements of these accounting standards, the County reports the Southeast Texas Government Employee Benefits Pool as a blended component unit.

The County is required to adopt a final budget no later than close of the fiscal year. This annual budget serves as the foundation for the County's financial planning and control. The level of budgetary control is the department within the individual funds. The County maintains an encumbrance accounting system as a method to accomplish budgetary control. Department heads may transfer resources within a department as needed. Transfers between departments, however, require approval by Commissioners' Court.

FACTORS AFFECTING FINANCIAL CONDITIONS

Local economy

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

The area is served by deep-water ports located at Beaumont, Port Arthur, Orange, and Sabine Pass. The Sabine Neches Waterway provides deep-water access to ocean-going vessels, which are served by public ports within the County.

The County is traversed by Interstate Highway 10, US Highways 90 and 69-96-287, State Highways 73, 87, and 105 and three farm-to-market roads. Rail and motor freight carriers also provide freight service to the County. The Jack Brooks Regional Airport located between Beaumont and Port Arthur provides passenger and freight service and is currently serviced by one commuter passenger air carrier.

The economy of the County is based primarily on petroleum refining; the production and processing of petrochemicals, bio-fuels and other chemicals; the fabrication of steel and steel products; shipping activity; the manufacture of wood, pulp, food and feed products; agriculture; and health care services. The County continues to diversify its economic base as evidenced by the increase of jobs in the services and government sectors.

The County continues to grow with several industrial expansion projects underway. Motiva has increased its current refining capacity to become the largest refinery in the United States. Total and Valero recently completed expansions to their respective facilities which has minimized the effects of the economic slowdown felt by other areas of the Country. Numerous other industrial expansions are underway or in the engineering phase and are expected to stimulate the local economy for many years into the future. Golden Pass LNG has recently announced plans to build a \$12 billion gas liquefaction facility in the area.

The resurgence in U. S. oil and gas exploration and production has made the County the place of choice for those industrial sectors seeking to exploit opportunities to profit from historically low priced energy commodities. Our excellent water bound, rail, highway, and pipeline infrastructure, the readily availability of water resources, and our business-friendly governmental environment, coupled with a lower than average tax environment, has caught the attention of energy and manufacturing companies worldwide. As a result, the County fully expects a significant increase in industrial and commercial ad valorem values over the next ten years.

Long-term financial planning & Relevant financial policies

Commissioners' Court continues to follow their policy guideline for budgetary and planning purposes of building and maintaining an unassigned fund balance in the general fund of at least 15%

of total general fund expenditures and transfers. The County ended the fiscal year with an unassigned fund balance of 36.5% of total general fund expenditures and transfers. This falls within the policy guidelines.

The County is currently working on establishing a strategic plan for budgetary and planning purposes.

Major Initiatives

The Commissioners' Court set the property tax rate at \$.365 per \$100 of assessed property valuation to provide funds for services and debt service for fiscal year 2013. Budget initiatives for fiscal year 2013 included:

- Maintained the same property tax rate which was 1.4% below the effective tax rate.
- Provided a 3% salary increase for all employees.
- Commissioners' Court would utilize previously transferred funds to complete outstanding capital projects.
- Maintain capital expenditures for durable goods to replace needed equipment to necessary levels.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Jefferson County, Texas for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2012. This was the fifteenth consecutive year that the government has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government unit 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 our current report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the dedicated services of the staff of the County Auditor's Office. I express my sincere appreciation to all the members of this

office who contributed to its preparation. Also, I express my appreciation to the members of the Commissioners' Court, their staff, and all other County officials and employees who have given their support in planning and conducting the financial operations of Jefferson County, Texas in a responsible manner.

REQUEST FOR INFORMATION

This financial report is designed to provide an overview of the County's finances for individuals who are interested in this information. Questions concerning any of the data provided in this report or requests for additional information should be addressed to the County Auditor's Office, 1149 Pearl Street 7th Floor, Beaumont, Texas 77701.

A handwritten signature in black ink, appearing to read 'Patrick Swain', with a long horizontal line extending to the right.

Patrick Swain, C.P.A.
County Auditor
Jefferson County, Texas





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Jefferson County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

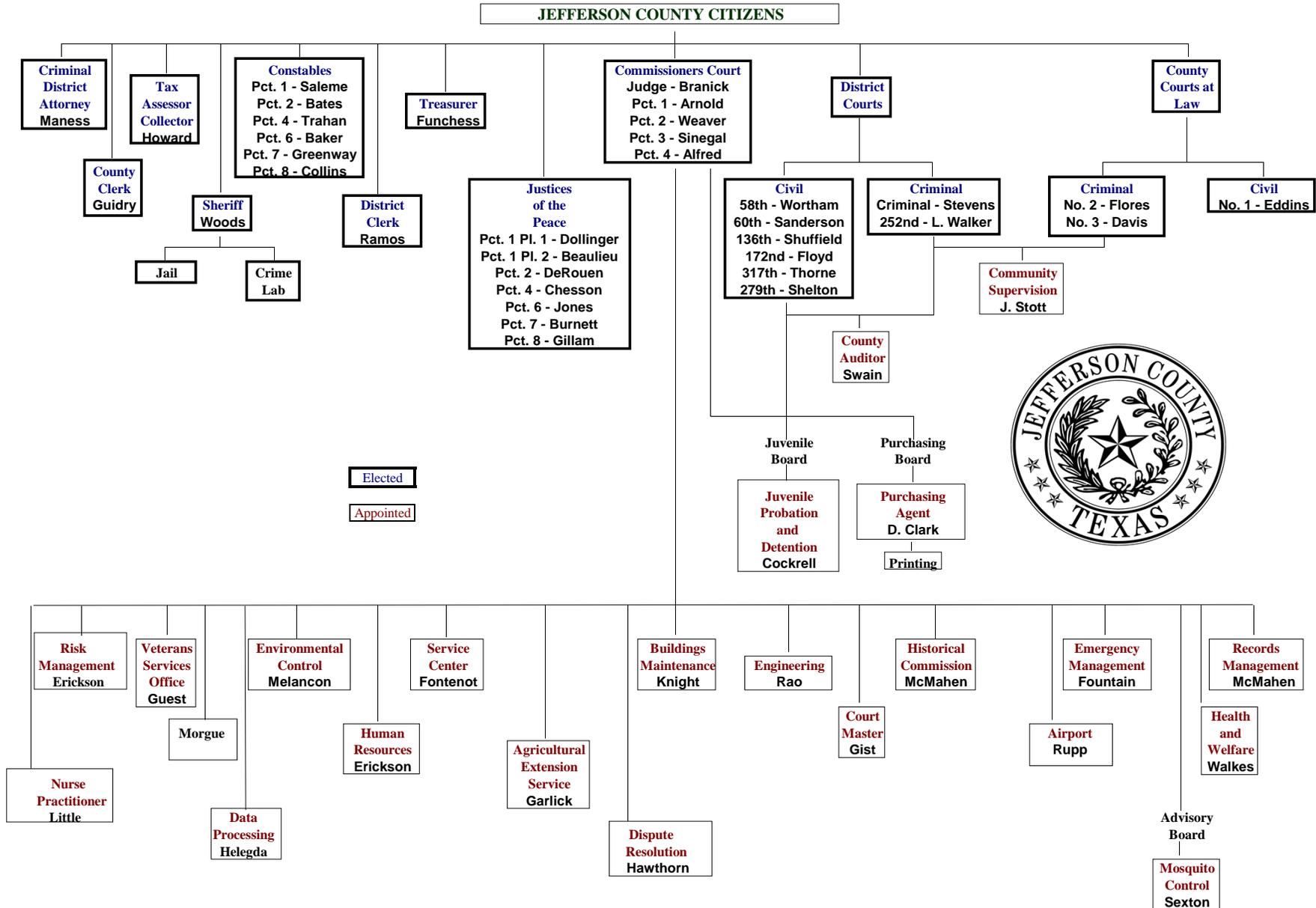
September 30, 2012

Executive Director/CEO



ORGANIZATION CHART OF JEFFERSON COUNTY

As of September 30, 2013



ELECTED OFFICIALS

As of September 30, 2013

COMMISSIONERS' COURT

County Judge	Jeff Branick
Commissioner Pct. 1	Eddie Arnold
Commissioner Pct. 2	Brent Weaver
Commissioner Pct. 3	Shane Sinegal
Commissioner Pct. 4	Bo Alfred

SHERIFF	Mitch Woods
----------------	-------------

TAX ASSESSOR - COLLECTOR	Shane Howard
---------------------------------	--------------

DISTRICT CLERK	Lolita Ramos
-----------------------	--------------

COUNTY CLERK	Carolyn Guidry
---------------------	----------------

COUNTY TREASURER	Tim Funchess
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JUSTICES OF THE PEACE

J.P. Pct. 1 Pl. 1	Kenneth Dollinger
J.P. Pet. 1 Pl. 2	Nancy Beaulieu
J.P. Pct. 2	Marcus DeRouen
J.P. Pct. 4	Ray Chesson
J.P. Pct. 6	Duce Jones
J.P. Pct. 7	Brad Burnett
J.P. Pct. 8	Tom Gillam

CONSTABLES

Constable Pct. 1	Nick Saleme
Constable Pct. 2	Christopher Bates
Constable Pct. 4	James Trahan
Constable Pct. 6	Dana Baker
Constable Pct. 7	Jeffrcy Greenway
Constable Pct. 8	Eddie Collins

COUNTY COURTS AT LAW

County Court at Law No. 1	Gerald Eddins
County Court at Law No. 2	Lupe Flores
County Court at Law No. 3	John Davis

DISTRICT JUDGES

Criminal Court	John Stevens, Jr.
252nd District Court	Layne Walker
58th District Court	Bob Wortham
60th District Court	Gary Sanderson
136th District Court	Milton Shuffield
172nd District Court	Donald Floyd
279th District Court	Randy Shelton
317th District Court	Larry Thorne

DISTRICT ATTORNEY	Tom Maness
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APPOINTED OFFICIALS

As of September 30, 2013

Agricultural Extension Service	Starla Garlick
Airport	Alex Rupp
Auditor	Patrick Swain
Auto Service Center	David Fontenot
Buildings Maintenance	David Knight
Community Supervision	Jim Stott
Court Master	Larry Gist
Data Processing	Paul Helegda
Dispute Resolution Center	Kara Hawthorn
Emergency Management	Greg Fountain
Engineering	Don Rao
Environmental Control	Michael Melancon
Health and Welfare	Dr. Cecil Walkes
Human Resources	Cary Erickson
Juvenile Probation & Detention	Edward Cockrell
Mosquito Control	Kevin Sexton
Nurse Practitioner	Leslie Little
Purchasing Agent/Printing	Deborah Clark
Risk Management	Cary Erickson
Veterans Services Office	Hilary Guest



FINANCIAL
SECTION



PATTILLO, BROWN & HILL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS • BUSINESS CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and
Commissioners' Court
Jefferson County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Jefferson County, Texas (the "County"), as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of September 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedule of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual—General Fund, the Texas County and District Retirement System – Schedule of Funding Progress, and the Other Post Employment Benefit – Schedule of Funding Progress 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, capital assets schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 24, 2014, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.

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

Waco, Texas
March 24, 2014



Jefferson County, Texas
Management's Discussion and Analysis

As management of Jefferson County, we offer readers of the Jefferson County's financial statement this narrative overview and analysis of the financial activities of the county for the fiscal year ended September 30, 2013. Please read it in conjunction with the additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets of Jefferson County exceeded its liabilities at the close of fiscal year 2013 by \$143,933,184 (net position), a decrease of \$4,367,784 in net position from the previous year. As a result, the county's overall financial position has deteriorated from the previous year.
- Of the net position, \$124,380,635 is net investment in capital assets, \$25,433,198 is restricted for specific uses, and \$(5,880,649) is unrestricted.
- As of the close of fiscal year 2013, Jefferson County's governmental funds reported combined ending fund balances of \$75,408,388, an increase of \$6,146,090 in comparison with the prior year. About 54% of the total amount, \$40,482,418 is available for spending at the county's discretion (unassigned fund balance).
- At the end of fiscal year 2013, unassigned fund balance for the General Fund was \$41,269,536, or 36.5 percent of total General Fund expenditures and transfers. In addition, the General Fund had a nonspendable fund balance of \$1,043,407 and assigned fund balance of \$4,312,676.
- The Capital Projects Fund is classified as a major fund. It had a restricted fund balance of \$8,455,095 and a committed fund balance of \$1,484,113.
- The County's total bonds payable decreased by \$4,221,538 during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements, which are comprised of the following three components: 1) Government-wide financial statements; 2) Fund financial statements and 3) Notes to the basic financial statements. This report also contains other supplementary information which is included in addition to the basic financial statements themselves.

Government-wide Financial Statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all County assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference

Jefferson County, Texas
Management's Discussion and Analysis

representing 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 that indicates how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or in part a portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, judicial and law enforcement, education and recreation, health and welfare, and maintenance of equipment and structures. The business-type activities of the County include an airport and an entertainment complex.

Component units are included in our basic financial statements and consist of legally separate entities for which the County is financially accountable and they have substantially the same board as the County or provide services entirely to the County. The County's component unit, Southeast Texas Government Employee Benefits Pool, has been reported as blended with the County as the primary government. For more detailed information on this component unit refer to Note 1A and Note 13 of the basic financial statements.

Fund Financial Statements are groupings of related accounts that are 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 finance-related legal compliance. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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 funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County'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

Jefferson County, Texas
Management's Discussion and Analysis

balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 86 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the major governmental funds. Data from other governmental 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.

Proprietary funds are maintained two ways. An enterprise fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the operations of an airport and entertainment complex. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its liability activities, workers compensation, and the public entity risk pool that provides health insurance benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Both of the enterprise funds are considered to be major funds of the County. The County's internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The County's only fiduciary funds are 11 agency funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found starting on page 30 of this report.

Required Supplementary Information is presented concerning the County's General Fund budgetary schedule. The County adopts an annual budget for this fund. A budgetary comparison schedule, which includes the original and final amended budget and actual figures, has been provided to demonstrate compliance with this budget. Required supplementary information can be found starting on page 63 of this report.

Jefferson County, Texas
Management's Discussion and Analysis

The combining and individual fund statements and schedules referred to earlier provide information for non-major governmental funds and internal service funds and are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$143,933,184 for fiscal year 2013 and \$148,317,402 for fiscal year 2012.

Condensed Statement of Net Position
September 30, 2013
Primary Government

	Governmental Activities	Business-type Activities	Reclassifications	Total
Current and other assets	\$101,387,162	\$ 1,699,640	\$ -	\$103,086,802
Capital Assets	86,860,285	87,043,444	-	173,903,729
Total Assets	<u>\$188,247,447</u>	<u>\$ 88,743,084</u>	<u>\$ -</u>	<u>\$276,990,531</u>
Current and other liabilities	\$ 12,389,685	\$ 855,635	\$ -	\$ 13,245,320
Long-term liabilities	119,560,322	251,705	-	119,812,027
Total Liabilities	<u>\$131,950,007</u>	<u>\$ 1,107,340</u>	<u>\$ -</u>	<u>\$133,057,347</u>
Net Position:				
Net Investment in capital assets	\$ 84,123,857	\$ 87,043,444	\$ (46,786,666)	\$124,380,635
Restricted net position	25,433,198	-	-	25,433,198
Unrestricted net position	(53,259,615)	592,300	46,786,666	(5,880,649)
Total Net Position	<u>\$ 56,297,440</u>	<u>\$ 87,635,744</u>	<u>\$ -</u>	<u>\$143,933,184</u>

Jefferson County, Texas
Management's Discussion and Analysis

Condensed Statement of Net Position
September 30, 2012
Primary Government

	Governmental Activities	Business-type Activities	Reclassifications	Total
Current and other assets	\$ 91,646,339	\$ 1,916,938	\$ -	\$93,563,277
Capital Assets	86,069,708	90,441,044	-	176,510,752
Total Assets	<u>\$177,716,047</u>	<u>\$ 92,357,982</u>	<u>\$ -</u>	<u>\$270,074,029</u>
Current and other liabilities	\$ 9,490,554	\$ 1,052,859	\$ -	\$ 10,543,413
Long-term liabilities	110,969,770	243,444	-	111,213,214
Total Liabilities	<u>\$120,460,324</u>	<u>\$ 1,296,303</u>	<u>\$ -</u>	<u>\$121,756,627</u>
Net Position:				
Net investment in capital assets	\$ 82,640,727	\$ 90,441,044	\$ (50,438,282)	\$122,643,489
Restricted net position	18,017,919	-	-	18,017,919
Unrestricted net position	(43,402,923)	620,635	50,438,282	7,655,994
Total Net Position	<u>\$ 57,255,723</u>	<u>\$ 91,061,679</u>	<u>\$ -</u>	<u>\$148,317,402</u>

The largest portion of the County's current fiscal year net position (86.4 percent) reflects its investments in capital assets (e.g. land, improvements, buildings, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. The main use of these capital assets is to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Another portion of the County's current fiscal year net position (17.7 percent) represents resources that are subject to external restrictions on how they may be used.

The County's current fiscal year net position is reduced by (4.1 percent) for the negative unrestricted net position. Unrestricted net position may be negative when entities incur long-term liabilities which are not offset by corresponding assets or when it covers post-retirement benefits on a pay-as-you-go basis rather than advance-funding such costs in a trust account.

At the end of the current fiscal year 2013, the County report positive net position in two of the three categories and reported positive net position in all three categories in fiscal year 2012 as a whole. The County reported positive balances in two of the three categories of net position for its governmental activities for fiscal year 2013 and fiscal year 2012. Business-type activities had positive balances in two of the categories of net position for fiscal year 2013 and fiscal year 2012.

The County had a reclassification of \$46,786,666 in fiscal year 2013 and \$50,438,282 in in the prior fiscal year to move the debt associated with the construction of Ford Park

Jefferson County, Texas
Management's Discussion and Analysis

from Unrestricted net position to Net investment in capital assets. The capital assets are reported in the business-type activities and the debt is reported in the governmental activities.

The County's net position decreased by \$4,367,784 during the current fiscal year. The following table indicates changes in net assets for governmental and business-type activities:

Statement of Activities For the Year Ended September 30, 2013			
	Governmental Activities	Business-type Activities	Total
Revenues:			
Program revenues:			
Charges for services	\$ 22,829,118	\$ 9,515,128	\$ 32,344,246
Operating grants and contributions	19,150,824	-	19,150,824
Capital grants and contributions	5,222,624	943,357	6,165,981
General revenues:			
Taxes - levied for general purposes	76,928,261	-	76,928,261
Taxes - levied for debt service	6,108,388	-	6,108,388
Sales Taxes	26,186,007	-	26,186,007
Investment earnings	281,672	269	281,941
Miscellaneous	35,918	49,628	85,546
Total revenues	<u>156,742,812</u>	<u>10,508,382</u>	<u>167,251,194</u>
Expenses:			
General government	37,253,918	-	37,253,918
Judicial and law enforcement	85,995,590	-	85,995,590
Education and recreation	1,369,159	-	1,369,159
Health and welfare	10,917,065	-	10,917,065
Maintenance - equipment and structures	17,162,873	-	17,162,873
Interest and charges on long-term debt	1,762,428	-	1,762,428
Airport	-	7,386,238	7,386,238
Entertainment Complex	-	9,771,707	9,771,707
Total expenses	<u>154,461,033</u>	<u>17,157,945</u>	<u>171,618,978</u>
Excess (deficiency) before special items and transfers	2,281,779	(6,649,563)	(4,367,784)
Transfers	<u>(3,223,628)</u>	<u>3,223,628</u>	<u>-</u>
Change in net position	<u>(941,849)</u>	<u>(3,425,935)</u>	<u>(4,367,784)</u>
Net position - beginning	57,255,723	91,061,679	148,317,402
Prior period adjustment	<u>(16,434)</u>	<u>-</u>	<u>(16,434)</u>
Net position - beginning - restated	<u>57,239,289</u>	<u>91,061,679</u>	<u>148,300,968</u>
Net position - ending	<u>\$ 56,297,440</u>	<u>\$ 87,635,744</u>	<u>\$ 143,933,184</u>

Jefferson County, Texas
Management's Discussion and Analysis

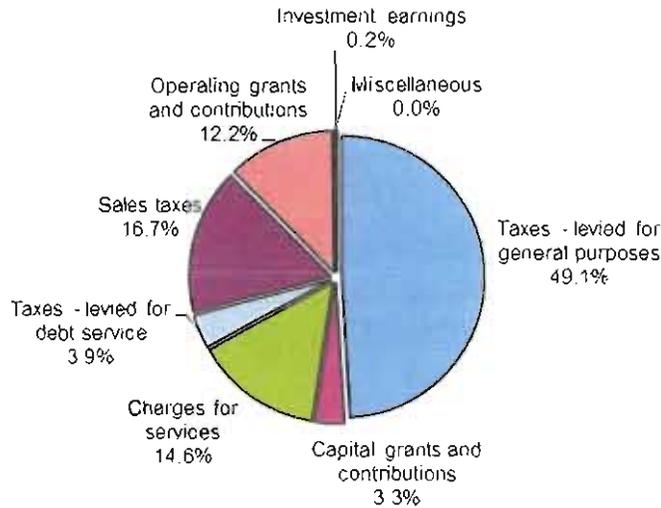
Statement of Activities
For the Year Ended September 30, 2012

	Governmental Activities	Business-type Activities	Total
Revenues:			
Program revenues:			
Charges for services	\$ 24,741,194	\$ 9,987,228	\$ 34,728,422
Operating grants and contributions	18,243,076	-	18,243,076
Capital grants and contributions	11,938,532	1,960,880	13,899,412
General revenues:			
Taxes - levied for general purposes	72,842,074	-	72,842,074
Taxes - levied for debt service	6,573,939	-	6,573,939
Sales Taxes	25,413,828	-	25,413,828
Investment earnings	541,703	935	542,638
Miscellaneous	25,206	71,950	97,156
Total revenues	<u>160,319,552</u>	<u>12,020,993</u>	<u>172,340,545</u>
Expenses:			
General government	32,862,570	-	32,862,570
Judicial and law enforcement	81,522,130	-	81,522,130
Education and recreation	1,315,819	-	1,315,819
Health and welfare	17,758,075	-	17,758,075
Maintenance - equipment and structures	15,552,976	-	15,552,976
Interest and charges on long-term debt	1,936,302	-	1,936,302
Airport	-	6,618,247	6,618,247
Entertainment Complex	-	10,248,457	10,248,457
Total expenses	<u>150,947,872</u>	<u>16,866,704</u>	<u>167,814,576</u>
Excess (deficiency) before special items and transfers	9,371,680	(4,845,711)	4,525,969
Transfers	(4,183,564)	4,183,564	-
Change in net position	<u>5,188,116</u>	<u>(662,147)</u>	<u>4,525,969</u>
Net position - beginning	51,563,398	90,842,414	142,405,812
Prior period adjustment	504,209	881,412	1,385,621
Net position - beginning - restated	<u>52,067,607</u>	<u>91,723,826</u>	<u>143,791,433</u>
Net position - ending	<u>\$ 57,255,723</u>	<u>\$ 91,061,679</u>	<u>\$ 148,317,402</u>

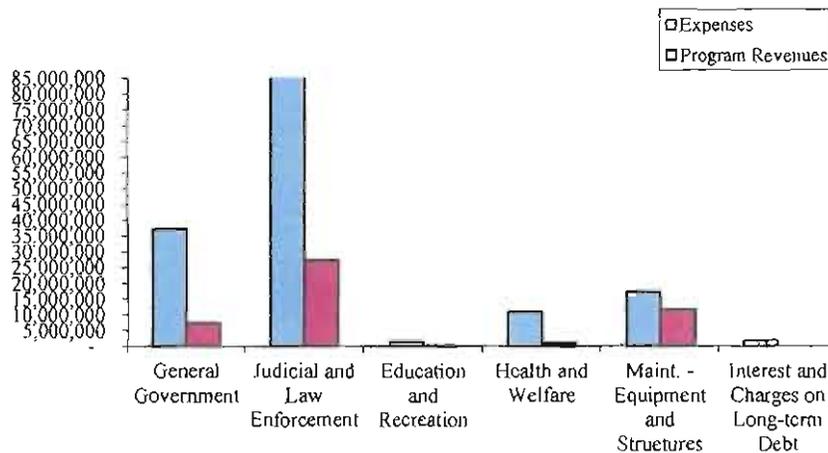
*Jefferson County, Texas
Management's Discussion and Analysis*

Governmental activities

Revenues by Source - Governmental Activities
Year Ended September 30, 2013



Expenses and Program Revenues - Governmental Activities
Year Ended September 30, 2013



*Jefferson County, Texas
Management's Discussion and Analysis*

Governmental activities decreased the County's net position by \$941,849.

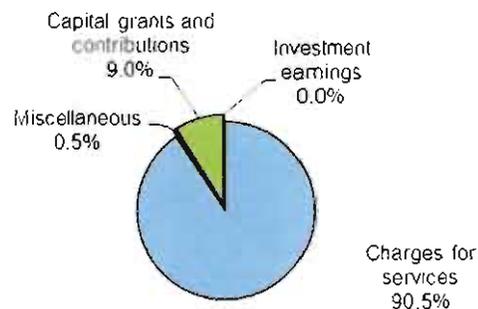
- Property tax revenue increased by about \$3.6 million or (4.6 percent) during the year. Most of this increase is due to a 4.6 percent increase in property valuations.
- Sales Tax revenue increased by about \$.8 million (3.0 percent) during the year.
- Bonds Payable decreased by about \$4.2 million which provided increases to Net Position.
- These increases just discussed were offset mostly due to the increase in the OPEB (Other Post Employment Benefits) Obligation of about \$13 million. Commissioners' Court has decided to continue funding OPEB on the pay-as-you-go basis. More discussion on OPEB can be found in Note 9 starting on page 53.

For the most part, other changes (increases/decreases) in expenses typically had corresponding changes in revenues as programs or projects ramp up or wind down.

Business-type activities

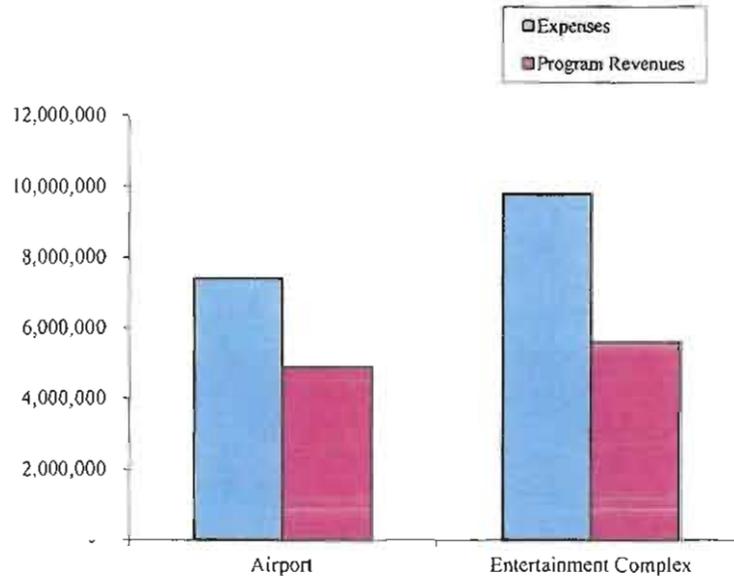
Business-type activities decreased the County's net position by \$3,425,935. The largest area of decline is a reduction in the amount of transfers from the General Fund to subsidize operations.

Revenue by Source - Business-type Activities
Year Ended September 30, 2013



Jefferson County, Texas
Management's Discussion and Analysis

Expenses and Program Revenues - Business-type Activities
Year Ended September 30, 2013



Financial Analysis of the Government's Funds

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, unreserved 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, Jefferson County's governmental funds reported combined ending fund balances of \$75,408,388, an increase of \$6,146,090 in comparison with the prior year. About 54% of this total amount (\$40,482,418) constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of fund balance is nonspendable, committed, restricted, or assigned to indicate that it is not available for new spending.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$41,269,536, while total fund balance reached \$46,625,619. As a measure of the general fund's liquidity, it may

Jefferson County, Texas
Management's Discussion and Analysis

be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers. Unassigned fund balance represents 36.5 percent of total General Fund expenditures and transfers, while total fund balances represents 41.2 percent of that same amount.

The fund balance of the County's General Fund increased by \$4,397,286 during the current fiscal year. This increase is in most part due to increase in property tax and sales tax collections.

The Capital Projects Fund has a total fund balance of \$10,028,208, of which \$8,544,095 is restricted for maintenance of structures and equipment and \$1,484,113 is committed for construction contracts. The net increase in fund balance during the current year in the Capital Projects Fund was \$2,861,930. This increase was in large part as a result of additional transfers from the General Fund for ongoing projects.

Proprietary Funds. The County's proprietary fund statements provide the same type of information found in the business type activities of the government-wide financial statements, but in more detail.

The Jack Brooks Regional Airport Fund is used to account for the day-to-day operation of the County airport. As of September 30, 2013, unrestricted net assets are \$51,467, a decrease of \$429,504 from the prior year. This decrease is in large part due to reduction in profit margin on a significant portion of aviation fuel sales due to contract negotiations to attract new commercial air service.

The Ford Park Fund is used to account for the day-to-day operation of Ford Park. As of September 30, 2013, unrestricted net assets are \$540,833, an increase of \$401,169 from the prior year. This increase is mostly due to increase in transfers from the General Fund.

General Fund Budgetary Highlights

The total original budget adopted on September 19, 2013 did not have to be amended during the year. Budget transfers were done during the year to adjust departments as needed.

During the year actual revenues and transfers were more than budgetary estimates by \$6,055,838. Actual expenditures and transfers were less than budgetary estimates by \$636,795. The budget had a projected reduction of \$2,295,347 to the fund balance. The net effect of over-realization of revenues and under-utilization of appropriations resulted in a positive variance of \$6,692,633 thus causing the addition to the existing fund balance of \$4,397,286 on a budgetary basis.

The largest positive variance of \$5,645,356 is due to an increase in Sales Tax revenue. The area continues to have growth due to several large industrial expansions.

Jefferson County, Texas
Management's Discussion and Analysis

Revenue from Property Taxes had the largest negative variance of \$1,060,447 due to a settlement for a contested property tax valuation for one of the large industrial taxpayers. This settlement resulted in a reduction of about \$1.6 million in property tax revenue.

An additional transfer in the amount of \$5,209,000 was made to capital project funds that were not part of the original budget to provide additional funding for construction projects.

Many departments achieved savings over the fiscal year mostly due to unfilled staff positions and moving employees through their salary ranges whereby leaving unspent funds. The total amount of savings for salary and fringe benefits was about \$3.9 million. Departments also did well in controlling their spending in other budgetary areas.

Budget variances are not expected to impact future services or liquidity.

Capital Assets and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2013, amounted to \$173,903,729 (net of accumulated depreciation). This investment in capital assets includes land, improvements, structures, park improvements and facilities, infrastructure, equipment, vehicles, machinery, other tangible and intangible assets, and construction in progress.

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

- The County had a variety of building improvements, purchases of equipment, roads and bridges construction, and construction of airport facilities.
- At September 30, 2013, the ending fund balance for all capital projects funds was \$11.98 million.

For further information regarding capital assets, see Note 5.

Jefferson County, Texas
Management's Discussion and Analysis

	Balance	Balance - Restated
<u>Governmental Activities:</u>	<u>September 30, 2013</u>	<u>September 30, 2012</u>
Land	\$ 3,840,787	\$ 3,840,787
Construction in progress	19,216,458	16,507,662
Infrastructure	57,918,331	57,157,161
Buildings & Improvements	90,832,122	89,342,778
Equipment	37,234,070	36,338,146
	<u>209,041,768</u>	<u>203,186,534</u>
Less: Accumulated depreciation	<u>(122,181,483)</u>	<u>(117,116,826)</u>
Total governmental activities	<u>\$ 86,860,285</u>	<u>\$ 86,069,708</u>
<u>Business-type Activities:</u>		
Land	\$ 5,154,600	\$ 5,154,600
Construction in progress	672,936	98,476
Buildings & Improvements	128,480,339	128,504,483
Equipment	12,104,639	11,766,932
	<u>146,412,514</u>	<u>145,524,491</u>
Less: Accumulated depreciation	<u>(59,369,070)</u>	<u>(55,083,447)</u>
Total business-type activities	<u>\$ 87,043,444</u>	<u>\$ 90,441,044</u>

Long-Term Debt. At September 30, 2013, the County had a total long-term debt outstanding of \$119,560,322. Refer to Note 7 for further information on the County's long-term debt. County officials, citizens, and investors will find the ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita as useful indicators of the County's debt position. This information is presented in the statistical section of this report.

	Outstanding at	Outstanding at
<u>Governmental Activities:</u>	<u>September 30, 2013</u>	<u>September 30, 2012</u>
Bonds Payable	\$ 52,482,467	\$ 56,704,005
Capital leases	-	-
Arbitrage liability	-	-
Notes Payable	218,094	597,263
Claims & Judgments	2,298,078	2,108,870
Compensated Absences	12,065,696	12,063,811
OPEB Obligations	52,495,987	39,495,821
Total governmental activities	<u>\$ 119,560,322</u>	<u>\$ 110,969,770</u>
<u>Business-type Activities:</u>		
Compensated Absences	\$ 251,705	\$ 243,444
Total business-type activities	<u>\$ 251,705</u>	<u>\$ 243,444</u>

Jefferson County, Texas
Management's Discussion and Analysis

The bond rating services of Moody's Investors Services, Inc. and Standard & Poor's Ratings services have assigned the County's long term bond ratings of Aa2 and AA- respectively.

Economic Factors and Next Year's Budgets and Rates

The Commissioner's Court adopted the County's 2013-2014 Budget on September 23, 2013 for the general fund and debt service funds. The Budget was adopted based on estimated balances that would be available at the end of fiscal year 2013 and estimated revenues to be received in fiscal year 2014. The total resources for all funds for fiscal year 2014 are estimated to be \$167.8 million. The budget was adopted with estimated expenditures in the amount of \$124.7 million. The 2013-2014 Budget forecast utilizing \$4,312,676 of fund balance.

For 2013-2014, the property tax rate will remain at \$.365 per \$100 of taxable assessed value and taxable assessed property values are anticipated to grow by 2.6% for the 2013-2014 Budget year.

The average unemployment rate for Jefferson County for September 2013 was 10.1%; this is a decrease from the prior year rate of 10.2%. The state's average unemployment rate for September 2012 was 6.3%.

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, 1149 Pearl St. – 7th Floor, Beaumont, Texas 77701.

BASIC
FINANCIAL STATEMENTS

JEFFERSON COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2013

	PRIMARY GOVERNMENT			
	GOVERNMENTAL	BUSINESS-TYPE	RECLASSIFICATIONS	TOTAL
	ACTIVITIES	ACTIVITIES		
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 58,866,267	1,095,622	-	59,961,889
INVESTMENTS	22,241,652	-	-	22,241,652
INTEREST RECEIVABLE	27,945	2	-	27,947
ACCOUNTS RECEIVABLE, Net	238,888	293,323	-	532,211
DUE FROM OTHER GOVERNMENTAL ENTITIES	9,803,819	66,458	-	9,870,277
INVENTORIES, At Cost	627,882	242,073	-	869,955
PREPAID ITEMS	456,572	2,162	-	458,734
DELINQUENT TAXES RECEIVABLE, Net	4,040,182	-	-	4,040,182
PENALTY AND INTEREST RECEIVABLE, Net	1,999,306	-	-	1,999,306
OTHER RECEIVABLES, Net	2,434,725	-	-	2,434,725
DEFERRED CHARGES	574,424	-	-	574,424
DEPOSITS	75,500	-	-	75,500
CAPITAL ASSETS:				
LAND	3,840,787	5,154,600	-	8,995,387
CONSTRUCTION IN PROGRESS	19,216,458	672,936	-	19,889,394
OTHER CAPITAL ASSETS, Net of depreciation	63,803,040	81,215,908	-	145,018,948
TOTAL ASSETS	\$ 188,247,447	88,743,084	-	276,990,531
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 11,064,640	559,172	-	11,623,812
INTEREST PAYABLE	305,056	-	-	305,056
DUE TO OTHER GOVERNMENTAL ENTITIES	282,798	-	-	282,798
UNEARNED REVENUE	737,191	238,157	-	975,348
CUSTOMER DEPOSITS	-	58,306	-	58,306
LONG-TERM LIABILITIES				
DUE WITHIN ONE YEAR	7,417,019	47,589	-	7,464,608
DUE IN MORE THAN ONE YEAR	112,143,303	204,116	-	112,347,419
TOTAL LIABILITIES	\$ 131,950,007	1,107,340	-	133,057,347
NET POSITION				
NET INVESTMENT IN CAPITAL ASSETS	\$ 84,123,857	87,043,444	(46,786,666)	124,380,635
RESTRICTED FOR:				
DEBT SERVICE	901,217	-	-	901,217
CONSTRUCTION	46,395	-	-	46,395
PUBLIC INTEREST	1,395,549	-	-	1,395,549
JUDICIAL & LAW ENFORCEMENT	4,737,363	-	-	4,737,363
EDUCATION & RECREATION	1,178,666	-	-	1,178,666
HEALTH & WELFARE	8,277,197	-	-	8,277,197
MAINTENANCE OF STRUCTURES & EQUIPMENT	8,896,811	-	-	8,896,811
UNRESTRICTED	(53,259,615)	592,300	46,786,666	(5,880,649)
TOTAL NET POSITION	\$ 56,297,440	87,635,744	-	143,933,184

The reclassification is for the debt associated with the construction of Ford Park. The asset is accounted for in the Business-type activities column and the debt is accounted for in the Governmental Activities column.

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

**JEFFERSON COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSES) REVENUES AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT		
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
PRIMARY GOVERNMENT							
GOVERNMENTAL ACTIVITIES:							
GENERAL GOVERNMENT	\$ 37,253,918	\$ 7,279,674	\$ 414	\$ -	\$ (29,973,830)	\$ -	\$ (29,973,830)
JUDICIAL AND LAW ENFORCEMENT	85,995,590	9,234,538	18,233,612	-	(58,527,440)	-	(58,527,440)
EDUCATION AND RECREATION	1,369,159	84,613	-	-	(1,284,546)	-	(1,284,546)
HEALTH AND WELFARE	10,917,065	392,612	588,685	-	(9,935,768)	-	(9,935,768)
MAINTENANCE - EQUIPMENT AND STRUCTURES	17,162,873	5,837,681	328,113	5,222,624	(5,774,455)	-	(5,774,455)
INTEREST AND CHARGES ON LONG-TERM DEBT	1,762,428	-	-	-	(1,762,428)	-	(1,762,428)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 154,461,033	\$ 22,829,118	\$ 19,150,824	\$ 5,222,624	\$ (107,258,467)	\$ -	\$ (107,258,467)
BUSINESS-TYPE ACTIVITIES:							
AIRPORT	7,386,238	3,978,820	-	896,690	-	(2,510,728)	(2,510,728)
ENTERTAINMENT COMPLEX	9,771,707	5,536,308	-	46,667	-	(4,188,732)	(4,188,732)
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 17,157,945	\$ 9,515,128	\$ -	\$ 943,357	\$ -	\$ (6,699,460)	\$ (6,699,460)
TOTAL PRIMARY GOVERNMENT	\$ 171,618,978	\$ 32,344,246	\$ 19,150,824	\$ 6,165,981	\$ (107,258,467)	\$ (6,699,460)	\$ (113,957,927)
GENERAL REVENUES							
TAXES:							
PROPERTY TAXES LEVIED FOR GENERAL PURPOSES					\$ 76,928,261	\$ -	\$ 76,928,261
PROPERTY TAXES LEVIED FOR DEBT SERVICE					6,108,388	-	6,108,388
SALES TAXES					26,186,007	-	26,186,007
UNRESTRICTED INVESTMENT EARNINGS					281,672	269	281,941
MISCELLANEOUS					35,918	49,628	85,546
TRANSFERS					(3,223,628)	3,223,628	-
TOTAL GENERAL REVENUE AND TRANSFERS					\$ 106,316,618	\$ 3,273,525	\$ 109,590,143
CHANGE IN NET POSITION					\$ (941,849)	\$ (3,425,935)	\$ (4,367,784)
NET POSITION - BEGINNING					57,255,723	91,061,679	148,317,402
PRIOR PERIOD ADJUSTMENT					(16,434)	-	(16,434)
NET POSITION - BEGINNING, Restated					57,239,289	91,061,679	148,300,968
NET POSITION - ENDING					\$ 56,297,440	\$ 87,635,744	\$ 143,933,184

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

JEFFERSON COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013

	GENERAL	CAPITAL PROJECTS FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 22,333,127	12,119,358	20,717,819	55,170,304
INVESTMENTS	22,241,652	-	-	22,241,652
ACCOUNTS RECEIVABLE, Net	129,114	-	82,996	212,110
INTEREST RECEIVABLE	7,001	894	2,422	10,317
DUE FROM OTHER FUNDS	1,177,503	-	-	1,177,503
DUE FROM OTHER GOVERNMENTAL ENTITIES	5,527,543	1,380,410	2,641,775	9,549,728
DELINQUENT TAXES RECEIVABLE, Net	3,940,046	-	100,136	4,040,182
PENALTY AND INTEREST RECEIVABLE, Net	1,949,733	-	49,553	1,999,306
INVENTORIES, At Cost	587,971	-	39,911	627,882
PREPAID ITEM	455,436	-	1,136	456,572
TOTAL ASSETS	\$ 58,349,146	13,500,662	23,635,748	95,485,556
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 6,056,129	2,428,304	2,564,756	11,049,189
COMPENSATED ABSENCES PAYABLE	24,055	-	-	24,055
DUE TO OTHER FUNDS	-	-	1,177,503	1,177,503
DUE TO OTHER GOVERNMENTAL ENTITIES	360	-	282,438	282,798
DEFERRED REVENUE	5,642,983	1,044,150	856,490	7,543,623
TOTAL LIABILITIES	\$ 11,723,527	3,472,454	4,881,187	20,077,168
FUND BALANCES:				
NONSPENDABLE FOR:				
INVENTORY	\$ 587,971	-	39,911	627,882
PREPAID ITEMS	455,436	-	1,136	456,572
RESTRICTED FOR:				
DEBT SERVICE	-	-	1,071,014	1,071,014
CONSTRUCTION	-	-	46,395	46,395
PUBLIC INTEREST	-	-	1,395,549	1,395,549
JUDICIAL & LAW ENFORCEMENT	-	-	4,696,316	4,696,316
EDUCATION & RECREATION	-	-	1,178,666	1,178,666
HEALTH & WELFARE	-	-	8,277,197	8,277,197
MAINTENANCE OF STRUCTURES & EQUIPMENT	-	8,544,095	352,716	8,896,811
COMMITTED FOR:				
CONSTRUCTION CONTRACTS	-	1,484,113	418,562	1,902,675
ASSIGNED FOR CAPITAL PROJECTS	-	-	2,064,217	2,064,217
ASSIGNED FOR ADOPTED BUDGET UTILIZATION OF FUND BALANCE	4,312,676	-	-	4,312,676
UNASSIGNED (DEFICIT)	41,269,536	-	(787,118)	40,482,418
TOTAL FUND BALANCES	\$ 46,625,619	10,028,208	18,754,561	75,408,388
TOTAL LIABILITIES AND FUND BALANCES	\$ 58,349,146	13,500,662	23,635,748	95,485,556

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

JEFFERSON COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2013

Total fund balances for governmental funds \$ 75,408,388

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	\$	3,840,787	
Construction in progress		19,216,458	
Infrastructure, net of \$36,621,613 accumulated depreciation		21,296,718	
Buildings, net of \$60,289,306 accumulated depreciation		30,542,816	
Equipment, net of \$25,270,564 accumulated depreciation		11,963,506	
Total capital assets			86,860,285

Long-term assets are not recognized in the current period and accordingly are not reported as fund assets. Balances as of September 30, 2013 were:

Accrued interest receivable	\$	17,136	
Deferred Charges		574,424	591,560

Long-term liabilities applicable to Jefferson County's activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term are reported in the Statement of Net Position.

Balance as of September 30, 2013 were:

Accrued interest on bonds and loans	\$	(305,056)	
Bonds payable		(49,305,000)	
Notes payable		(218,094)	
OPEB Obligations		(52,495,987)	
Compensated absences		(12,041,641)	
Gain/Loss on Refunding Bonds		1,433,368	
Premium/Discounts on Bonds		(4,610,835)	(117,543,245)

Internal service funds are used by the County. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position. Internal service fund net position are:

1,739,295

Some of the County's receivables are classified as long-term and therefore are not reported in the funds. Receivable reported net of \$2,028,228 allowance for uncollectible accounts.

2,434,725

Some of the County's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.

6,806,432

Total net position of governmental activities

\$ 56,297,440

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

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

	GENERAL	CAPITAL PROJECTS FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:				
PROPERTY TAXES	\$ 76,480,625	-	6,112,782	82,593,407
SALES TAXES	25,170,356	-	1,015,651	26,186,007
FEES	9,067,410	-	4,034,461	13,101,871
LICENSES	590,148	-	-	590,148
INTERGOVERNMENTAL	1,510,298	1,385,589	20,911,716	23,807,603
SALES, RENTAL & SERVICES	2,658,453	600	709,963	3,369,016
FINES AND FORFEITURES	1,884,566	-	190,090	2,074,656
INTEREST	162,714	19,757	71,736	254,207
MISCELLANEOUS	35,918	-	-	35,918
CONTRIBUTIONS AND DONATIONS	-	-	4,700	4,700
TOTAL REVENUES	\$ 117,560,488	1,405,946	33,051,099	152,017,533
EXPENDITURES:				
CURRENT				
GENERAL GOVERNMENT	\$ 20,597,779	-	639,924	21,237,703
JUDICIAL AND LAW ENFORCEMENT	60,970,812	-	23,590,216	84,561,028
EDUCATION AND RECREATION	342,171	-	1,018,877	1,361,048
HEALTH AND WELFARE	9,709,919	-	912,979	10,622,898
MAINTENANCE OF STRUCTURES AND EQUIPMENT	11,765,040	-	27,332	11,792,372
CAPITAL OUTLAY	-	3,939,033	2,838,085	6,777,118
DEBT SERVICE				
PRINCIPAL	379,169	-	3,965,000	4,344,169
INTEREST AND COMMISSION	15,893	-	1,960,536	1,976,429
TOTAL EXPENDITURES	\$ 103,780,783	3,939,033	34,952,949	142,672,765
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 13,779,705	(2,533,087)	(1,901,850)	9,344,768
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	\$ 3	5,395,017	1,195,679	6,590,699
TRANSFERS OUT	(9,382,422)	-	(406,955)	(9,789,377)
TOTAL OTHER FINANCING SOURCES (USES)	\$ (9,382,419)	5,395,017	788,724	(3,198,678)
NET CHANGE IN FUND BALANCES	\$ 4,397,286	2,861,930	(1,113,126)	6,146,090
FUND BALANCES, BEGINNING PRIOR PERIOD ADJUSTMENT	\$ 42,228,333	7,166,278	19,884,121	69,278,732
	-	-	(16,434)	(16,434)
FUND BALANCE, BEGINNING (Restated)	\$ 42,228,333	7,166,278	19,867,687	69,262,298
FUND BALANCES, ENDING	\$ 46,625,619	10,028,208	18,754,561	75,408,388

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

JEFFERSON COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
SEPTEMBER 30, 2013

Net change in fund balances - total governmental funds \$ 6,146,090

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense

Capital Expenditures	\$ 6,262,204	
Capital asset donations to Business type activities	(24,950)	
Net adjustment for sale or disposal of capital assets	(26,887)	
Depreciation Expense	<u>(5,419,790)</u>	
Net adjustment		790,577

Debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position.

Repayments:		
To paying agent for bond principal	\$ 3,965,000	
Principal on Notes Payable	<u>379,169</u>	
Net adjustment		4,344,169

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather as it accrues. The adjustment combines the net changes of seven balances.

Compensated absences	\$ (16,307)	
OPEB Obligations	(13,000,166)	
Amortization of bond premium	416,869	
Amortization of bond discount	(1,576)	
Amortization of refunding difference	(158,755)	
Accrued interest on debt	20,829	
Amortization of deferred charges	<u>(63,366)</u>	
Combined adjustment		(12,802,472)

Internal service funds are used by the County. The net change in position of the internal service funds are reported with governmental activities. (511,422)

Some of the County's receivables are classified as long-term and therefore the net of revenue and bad debt expense associated with these receivables are not reported in the funds. 86,822

Because some revenues will not be collected for several months after the County's fiscal year end, they are not considered "available" revenue and are deferred in the governmental funds. Deferred revenues increased by this amount in the current period 1,004,387

Total change in net position of governmental activities \$ (941,849)

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

JEFFERSON COUNTY, TEXAS
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
SEPTEMBER 30, 2013

	ENTERPRISE FUNDS			
	JACK BROOKS REGIONAL AIRPORT	FORD PARK	TOTAL	INTERNAL SERVICE FUNDS
ASSETS:				
CURRENT ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 244,443	851,179	1,095,622	3,695,963
ACCOUNTS RECEIVABLE, Net	184,238	109,085	293,323	26,778
INTEREST RECEIVABLE	2	-	2	492
DUE FROM OTHER GOVERNMENTAL ENTITIES	66,458	-	66,458	254,091
PREPAID ITEMS	77	2,085	2,162	-
INVENTORY, At Cost	196,373	45,700	242,073	-
DEPOSITS	-	-	-	75,500
TOTAL CURRENT ASSETS	<u>\$ 691,591</u>	<u>1,008,049</u>	<u>1,699,640</u>	<u>4,052,824</u>
NONCURRENT ASSETS:				
CAPITAL ASSETS:				
LAND	3,024,815	2,129,785	5,154,600	-
CONSTRUCTION IN PROGRESS	672,936	-	672,936	-
OTHER CAPITAL ASSETS, NET OF DEPRECIATION	26,735,778	54,480,130	81,215,908	-
TOTAL NONCURRENT ASSETS	<u>\$ 30,433,529</u>	<u>56,609,915</u>	<u>87,043,444</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 31,125,120</u>	<u>57,617,964</u>	<u>88,743,084</u>	<u>4,052,824</u>
LIABILITIES:				
CURRENT LIABILITIES:				
ACCOUNTS PAYABLE	\$ 385,535	173,637	559,172	15,451
CLAIMS LIABILITY	-	-	-	2,298,078
CURRENT PORTION - COMPENSATED ABSENCES	13,805	33,784	47,589	-
DEFERRED REVENUE	9,956	228,201	238,157	-
CUSTOMER DEPOSITS	26,712	31,594	58,306	-
TOTAL CURRENT LIABILITIES	<u>\$ 436,008</u>	<u>467,216</u>	<u>903,224</u>	<u>2,313,529</u>
NONCURRENT LIABILITIES:				
NONCURRENT PORTION - COMPENSATED ABSENCES	204,116	-	204,116	-
TOTAL NONCURRENT LIABILITIES	<u>\$ 204,116</u>	<u>-</u>	<u>204,116</u>	<u>-</u>
TOTAL LIABILITIES	<u>\$ 640,124</u>	<u>467,216</u>	<u>1,107,340</u>	<u>2,313,529</u>
NET POSITION:				
NET INVESTMENT IN CAPITAL ASSETS	\$ 30,433,529	56,609,915	87,043,444	-
UNRESTRICTED	51,467	540,833	592,300	1,739,295
TOTAL NET POSITION	<u>\$ 30,484,996</u>	<u>57,150,748</u>	<u>87,635,744</u>	<u>1,739,295</u>

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

JEFFERSON COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>ENTERPRISE FUNDS</u>			<u>INTERNAL SERVICE FUNDS</u>
	<u>JACK BROOKS REGIONAL AIRPORT</u>	<u>FORD PARK</u>	<u>TOTAL</u>	
OPERATING REVENUES:				
CHARGES FOR SERVICES	\$ 3,978,820	5,536,308	9,515,128	14,627,612
EMPLOYEE CONTRIBUTIONS	-	-	-	2,019,862
TOTAL OPERATING REVENUES	\$ 3,978,820	5,536,308	9,515,128	16,647,474
OPERATING EXPENSES:				
SALARIES & BENEFITS	\$ 1,591,814	1,440,931	3,032,745	-
MATERIALS AND SUPPLIES	77,371	60,196	137,567	-
MAINTENANCE AND REPAIRS	366,909	268,792	635,701	-
UTILITIES	187,790	779,112	966,902	-
COST OF GOODS SOLD	2,546,872	4,059,074	6,605,946	-
MISCELLANEOUS	679,432	98,533	777,965	-
ADMINISTRATIVE	-	659,051	659,051	1,555,735
INCURRED & ESTIMATED CLAIMS	-	-	-	16,183,493
DEPRECIATION	1,896,748	2,406,018	4,302,766	-
TOTAL OPERATING EXPENSES	\$ 7,346,936	9,771,707	17,118,643	17,739,228
OPERATING INCOME (LOSS)	\$ (3,368,116)	(4,235,399)	(7,603,515)	(1,091,754)
NONOPERATING REVENUES:				
INTEREST REVENUE	\$ 251	18	269	9,866
GAIN/(LOSS) ON SALE OF CAPITAL ASSETS	(39,302)	-	(39,302)	-
REFUNDS AND RECOVERIES	49,628	-	49,628	570,466
TOTAL NONOPERATING REVENUES	\$ 10,577	18	10,595	580,332
INCOME (LOSS) BEFORE TRANSFERS	\$ (3,357,539)	(4,235,381)	(7,592,920)	(511,422)
CAPITAL CONTRIBUTIONS	921,640	46,667	968,307	-
TRANSFER IN	1,000,000	2,198,678	3,198,678	-
CHANGE IN NET POSITION	\$ (1,435,899)	(1,990,036)	(3,425,935)	(511,422)
NET POSITION, BEGINNING	31,920,895	59,140,784	91,061,679	2,250,717
NET POSITION, ENDING	\$ 30,484,996	57,150,748	87,635,744	1,739,295

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

JEFFERSON COUNTY, TEXAS
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	ENTERPRISE FUNDS			INTERNAL SERVICE FUNDS
	JACK BROOKS REGIONAL AIRPORT	FORD PARK	TOTAL	
CASH FLOWS FROM OPERATING ACTIVITIES:				
RECEIPTS FROM CUSTOMERS AND USERS	\$ 3,892,372	5,575,124	9,467,496	2,011,493
RECEIPTS FROM EMPLOYEES	-	-	-	2,016,489
PAYMENTS TO SUPPLIERS	(3,863,226)	(6,097,352)	(9,960,578)	(1,555,085)
PAYMENTS TO EMPLOYEES	(1,589,918)	(1,434,491)	(3,024,409)	-
INTERNAL ACTIVITY-RECEIPTS(PAYMENTS) FROM (TO) OTHER FUNDS	-	-	-	12,342,795
CLAIMS PAID	-	-	-	(15,996,785)
OTHER RECEIPTS	49,628	-	49,628	887,726
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (1,511,144)	(1,956,719)	(3,467,863)	(293,367)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
TRANSFERS (TO) FROM OTHER FUNDS	\$ 1,000,000	2,198,678	3,198,678	-
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	\$ 1,000,000	2,198,678	3,198,678	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
CAPITAL GRANTS FROM FEDERAL ENTITIES	\$ 1,001,939	-	1,001,939	-
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(860,300)	(14,813)	(875,113)	-
PROCEEDS FROM SALE OF CAPITAL ASSETS	699	-	699	-
NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES	\$ 142,338	(14,813)	127,525	-
CASH FLOWS FROM INVESTMENT ACTIVITIES:				
RECEIPTS OF INTEREST	446	83	529	10,562
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	\$ 446	83	529	10,562
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS - BEGINNING	\$ (368,360)	227,229	(141,131)	(282,805)
CASH AND CASH EQUIVALENTS - ENDING	\$ 244,443	851,179	1,095,622	3,695,963
RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED(USED) BY OPERATING ACTIVITIES:				
OPERATING INCOME(LOSS)	\$ (3,368,116)	(4,235,399)	(7,603,515)	(1,091,754)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
DEFRECIATION	1,896,748	2,406,018	4,302,766	-
OTHER NON-OPERATING REVENUES (EXPENSES)	49,628	-	49,628	570,466
CHANGES IN ASSETS AND LIABILITIES:				
ACCOUNTS RECEIVABLE	(79,794)	12,556	(67,238)	313,887
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	-	654
INSURANCE DEPOSITS	-	-	-	(2,500)
PREPAID ITEMS	75	6,692	6,767	-
INVENTORY	26,360	4,769	31,129	-
CUSTOMER DEPOSITS	-	17,344	17,344	-
ACCOUNTS PAYABLE	(31,212)	(177,363)	(208,575)	(273,328)
CLAIMS LIABILITY	-	-	-	189,208
DUE TO OTHER FUNDS	-	-	-	-
OTHER LIABILITIES	(4,833)	8,664	3,831	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (1,511,144)	(1,956,719)	(3,467,863)	(293,367)
NON-CASH OPERATING, CAPITAL AND RELATED FINANCING AND INVESTING ACTIVITIES				
CAPITAL CONTRIBUTIONS	\$ 24,950	46,667	71,617	-

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

JEFFERSON COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
SEPTEMBER 30, 2013

	TOTALS
<u>ASSETS</u>	
CASH AND CASH EQUIVALENTS	\$ 15,278,785
ACCOUNTS RECEIVABLE, Net	6,715
DUE FROM OTHER GOVERNMENTAL ENTITIES	325,067
 TOTAL ASSETS	 \$ 15,610,567
<u>LIABILITIES</u>	
ACCOUNTS PAYABLE	\$ 12,871,361
DUE TO OTHER GOVERNMENTAL ENTITIES	752,995
OTHER PAYABLES	1,986,211
 TOTAL LIABILITIES	 \$ 15,610,567

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



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies

The financial statements of Jefferson County, Texas ("County") have been prepared in conformity with generally accepted accounting principles ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental and financial reporting principles. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

A. Reporting Entity

The County is a public corporation and a political subdivision of the State of Texas. The County is governed by Commissioners' Court, composed of four County Commissioners and the County Judge, all of whom are elected officials.

The County provides a vast array of services, which include public safety, administration of justice, health and human services, recreation services, public improvements, and general administration.

As required by GAAP, the financial statements of the reporting entity include those of the County (the primary government) and its component units in conformity with GASB Statement No. 14, *The Financial Reporting Entity* ("GASB 14"), GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* ("GASB 39"), and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34*, ("GASB 61").

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

The criteria used to determine whether an organization is a component unit of the County and whether it is a discretely or a blended component unit includes: financial accountability of Jefferson County for the component unit, appointment of a voting majority, ability to impose the County's will on the component unit, fiscal dependency criterion, whether there is a financial benefit to or burden to the County or if operational responsibility for the component unit rests with management of the County, and whether services are provided entirely or almost entirely to the primary government.

Blended Component Units:

For financial reporting purposes, the Southeast Texas Government Employee Benefits Pool (The Pool) is included in the operations and activities of the County as a blended component unit. The Pool is a public entity risk pool (see Note 13), which the County is the sponsor government. The Pool is accounted for as an internal service fund.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

Excluded from the reporting entity:

The following agencies were considered in the determination of component units of the County's financial reporting entity. It was determined that these entities should not be included as component units of the primary government: Jefferson County Navigation District, Drainage District #3, Drainage District #6, Drainage District #7, Foreign Trade Zone, Pleasure Island Park Board, Jefferson County Health Facilities Development Corporation, Jefferson County Housing Finance Corporation, Local Emergency Planning Committee (LEPC), and Jefferson County Industrial Development Corporation.

B. Implementation of New Standards

In the current year the County implemented the following new standards:

GASB Statement 60, *Accounting and Financial Reporting for Service Concession Arrangements* ("GASB 60"), improves financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. Implementation of GASB 60 did not have an impact on the County's reporting disclosures.

GASB Statement 61, *The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34* ("GASB 61"), which modifies certain requirements for inclusion of component units in the financial reporting entity, amends the criteria for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances and clarifies the reporting of equity interests in legally separate organizations. Implementation of GASB 61 is reflected in the County's financial statements.

GASB Statement 62, *Codification of accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* ("GASB 62"), which incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements: 1) Financial Accounting Standards Board (FASB) Statements and Interpretations; 2) Accounting Principles Board Opinions; 3) Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Account Procedure. Implementation of GASB 62 is reflected in the County's financial statements.

GASB Statement 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* ("GASB 63"), amends the net asset reporting requirements in Statement No. 34 and other pronouncements by incorporating deferred outflows of the resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position rather than net assets. Implementation of GASB 63 is reflected in the County's financial statements.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

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

Government-wide Statements

Government-wide financial statements consist of the Statement of Net Position and the Statement of Activities. These statements report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of 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. Likewise, the primary government is financially accountable.

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Under this measurement focus, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of cash flows. Property taxes are recognized as revenues in the year for which they are levied. Fines and forfeitures are recognized when they have been assessed and adjudicated and earned. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The Statement of Activities demonstrates the degree to which the direct expenses of the County's programs are offset by those programs' revenues. Program revenues include; 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by the program and; 2) grants and contributions that are restricted to meeting the operational and/or capital requirements of a particular program. Program revenues include those generated from General Government, Judicial and Law Enforcement, Education and Recreation, Health and Welfare, Contract Services, and Maintenance of Equipment and Structures. Taxes and other items not included among program revenues are reported instead as general revenues.

Miscellaneous general revenues consist of non-program specific contributions.

Agency funds are excluded in the government-wide presentation of the financial statements.

Fund-level Statements

All governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes and other revenues as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on governmental long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

fund for payments to be made early in the following year. Grant and entitlement revenues are also susceptible to accrual. Encumbrances are used during the year and any remaining encumbrances are liquidated at fiscal year end. These funds are accounted for on a spending "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

All proprietary funds, including the enterprise funds and internal service funds, and fiduciary funds, including agency funds, are accounted for using the accrual basis of accounting. Revenues are recognized when earned, and expenses when they are incurred. Claims incurred but not reported are included in payables and expenses. These funds are accounted for using a cost of service or "capital maintenance" measurement focus. This means that all assets and liabilities (whether current or non-current) associated with their activity are included in the funds' balance sheets. The Agency funds are custodial in nature and involve no measurement of results of operations.

The accounts of the County are organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled.

Funds are classified into three categories: Governmental, Proprietary, and Fiduciary. The County reports the following major funds:

GOVERNMENTAL FUNDS: Used to account for all or most of a government's general activity.

General Fund – used to account for the general operations of the County.

Capital Projects Fund – used to account for all other capital projects of the County for which a separate fund has not been established.

PROPRIETARY FUNDS: Used to account for operations that are financed in a manner similar to those in the private sector, where the determination of net income is appropriate for sound financial administration.

Jack Brooks Regional Airport – used to account for the day-to-day operation of the County airport. These facilities are financed primarily through user charges.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

Ford Park – used to account for the day-to-day operation of Ford Park. These facilities are financed primarily through user charges.

Additionally, the County reports the following fund types:

Internal Service Funds – used to account for the financing of goods and services provided by one department or agency of the County to other County departments or agencies on a cost reimbursement basis. The County reports three internal service fund: 1) Liability Insurance – to account for the County’s contribution and payment for liability claims, 2) Workers’ Compensation – to account for County’s contribution and payment for workers’ compensation claims, and 3) Southeast Texas Government Employee Benefits Pool - to account for the County’s Public Entity Risk Pool, which provides group health insurance programs for member governments including comprehensive major medical and dental care.

FIDUCIARY FUNDS: Used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government’s own programs.

Agency Funds are used to account for assets held by the County as an agent on behalf of a third party. The County reports eleven agency funds held for various third parties outside the primary government.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing goods in connection with the proprietary fund’s principal operations. The principal operating revenues of the Jack Brooks Regional Airport and Ford Park are user fees. Operating revenues in the Internal Service Funds consist primarily of charges to the various County departments. Operating expenses in the enterprise and internal service funds include the cost of sales and services, administrative expenses, incurred and estimated claims, salaries & benefits, materials and supplies, maintenance and repairs, utilities, miscellaneous, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

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

D. Budgets

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

- o Department annual budget requests are submitted by the Department or Agency Head to the County Auditor’s office during the third quarter of the fiscal year for the upcoming fiscal year to begin October 1.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

- The County Auditor's office prepares an estimate of available resources for the upcoming fiscal year.
- The County Auditor's office prepares the proposed annual operating budget to be presented to the Commissioners' Court for their consideration. The budget represents the financial plan for the new fiscal year.
- Public hearings are held on the proposed budget.
- The Commissioners' Court must adopt an annual operating budget by a majority vote of the Commissioners' Court before October 1. The adopted budget must be balanced; that is, available resources must be sufficient to support annual appropriations.
- The department is the legal level of budgetary control. Commissioners' Court approval is necessary to transfer appropriations between departments. Transfers may not increase the total budget.
- The Commissioners' Court may approve expenditures as an amendment to the budget in an emergency situation that could not have been foreseen at the time the original budget was approved.
- Annual budgets are legally adopted for the General Fund and Debt Service Funds. Budgets for Grant Funds are established pursuant to grant awards and budgets for Capital Projects are established on a project basis.
- Appropriations lapse at year-end for all budgeted funds.
- Budgets are prepared on a basis consistent with GAAP.

E. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statute authorizes the County to invest in obligations of the U.S. Treasury and Federal Agencies, commercial paper, repurchase agreements, Bankers' acceptances, money market mutual funds, and direct obligations of the State of Texas.

Investments for the County are stated at fair value, which is based on quoted market prices with the difference between the purchase price and market price being recorded as earnings on investments.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

F. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed. All encumbrances are liquidated at fiscal year end.

G. Receivables and Payables

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1, 2012 and past due after January 31, 2013. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior year's levy are shown net of an allowance for uncollectible.

Receivables from other governments include amount due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements. Receivables are shown net of an allowance for uncollectible.

Lending or borrowing between funds is reflected as "due to" or "due from" (current portion) or "advances to/from other funds" (non-current). Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. Interfund activity reflected in "due to" or "due from" is eliminated on the government-wide statements.

H. Interfund Transactions

During the course of normal operations, the County has many transactions between funds. The accompanying fund level financial statements reflect as transfers the resources provided and the expenditures used to provide services, construct assets, and meet debt service requirements. The effect of interfund activity has been eliminated in the Government-Wide financial statements, except for transactions between governmental and business-type activities.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

I. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market, using the “first-in/first-out” method. The cost of governmental fund type inventories are recorded as expenditures when consumed rather than when they are purchased (consumption method). Reported inventories in the governmental funds are offset by a fund balance reserve, which indicates they are unavailable for appropriations even though they are a component of net current assets. Inventory policy on government-wide statements is consistent with fund statements.

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and in the fund financial statements are offset by a fund balance reserve, which indicates they are unavailable for appropriations even though they are a component of net current assets.

J. Capital Assets and Infrastructure

Capital assets include: land, land improvements, buildings and building improvements, park improvements and facilities, equipment, machinery, vehicles, other tangible and intangible assets, and infrastructure that are used in the County’s operations and benefits more than a single fiscal year. Infrastructure assets are long-lived assets that are generally stationary in nature and can typically be preserved for a significantly greater number of years than other capital assets. Infrastructure assets of the County include roads and bridges.

Capital assets of the County are defined as assets with individual costs of \$10,000 or more and estimated useful lives in excess of one year. All capital assets are stated at historical cost or estimated historical cost if actual cost is not available. Donated capital assets are stated at their estimated fair value on the date donated.

It is the County’s policy not to capitalize interest on construction for capital assets reported in the governmental activities of the government-wide financial statements.

Capital assets are depreciated in the government-wide financial statements using the straight-line method over the following useful lives:



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

<u>Asset</u>	<u>Years</u>
Runways	20-35
Buildings	40
Building Improvements	15-25
Equipment	3-7
Machinery	15
Vehicles	4-15
Other tangible assets	7-10
Computer software	3-5
Infrastructure:	
Bridges	25
Roads	40

K. Compensated Absences

Accumulated compensatory leave, vacation and sick leave that have matured (reimbursable leave still outstanding following an employee's resignation or retirement) are reported as expenditures in the respective governmental funds. Accumulated compensated absences that have not matured are reported as long-term liabilities in the governmental activities column of the government-wide Statement of Net Position. The majority of these have typically been liquidated from the General Fund in previous years. Accumulated compensated absences of Proprietary Funds are recorded as an expense and liability in the respective fund and the business-type activities column of the government-wide Statement of Activities as the benefit accrues for the employee.

Employees are allowed to accrue 13 days of sick leave per year. Sick leave benefits are recognized as expenditures as they are used by the employees. Employees may accumulate up to 1,440 hours of sick leave. For employees with 8 years of service and hired prior to October 1, 2002, unused sick leave benefits are paid at 50% at termination. For employees with 8 years of service and hired after October 1, 2002, unused sick leave benefits are paid at 10% at termination.

Employees with more than one year of service accrue from two to five weeks vacation per year, depending on years of service. Unused vacation benefits lapse on March 15 for the previous calendar year. Upon termination from County employment, an employee shall be entitled to payment for total accrued but unused hours of vacation.

Non-exempt employees earn compensatory time at one and one-half times their full rate of pay times the excess of 40 hours per week worked. The compensatory time balance for non-exempt employees may not exceed 80 hours except for Law enforcement employees, which may accumulate up to 480 hours. Hours in excess of the maximum must be paid to the non-exempt employee at the rate of one



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

and a half times the regular rate. Upon termination, non-exempt employees will be paid for compensatory time at their wage rate at time of termination. Compensatory time is carried forward indefinitely.

L. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as deferred charges which consist of bond issuance cost, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. The difference between the reacquired price and net carrying amount of old debt incurred due to a bond refunding transaction is deferred and amortized in a manner that is systematic and rational over the remaining life of the old or new debt, whichever is shorter.

M. Net Position and Fund Balances

Net Position Classifications

Net position in the proprietary fund financial statements and the government-wide financial statements are classified in three categories: 1) Net investment in capital assets, 2) Restricted net position, and 3) Unrestricted net position.

In the proprietary fund financial statements and in the government-wide financial statements, restricted net position is reported for amounts that are externally restricted by 1) creditors (eg. bond covenants), grantors, contributions, or laws and regulations of other governments, or 2) law through constitutional provision or enabling legislation.

Fund Balance Classification

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

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash or not expected to be converted to cash within the next year.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 1 - Summary of Significant Accounting Policies (continued)

- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributions, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by court resolution of the Commissioners' Court, the County's highest level of decision making authority. These amounts cannot be used for any other purpose unless the Commissioners' Court removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- **Assigned:** This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. When it is appropriate for fund balance to be assigned, the Commissioners' Court retains the responsibility to assign funds. Assignments may occur subsequent to fiscal year end.
- **Unassigned:** This classification includes the residual fund balances for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

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

N. Statement of Cash Flows

For purposes of cash flows, the County considers all highly liquid investments (including restricted) with a maturity of three months or less when purchased to be cash equivalents.

O. Use of Estimates

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



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 2 - Deposits and Investments

The County had the following investments as of September 30, 2013:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Days)</u>
U.S. Agency Securities	\$21,986,000	1,096
Money Market Account	7,652	30
Certificates of Deposits	<u>248,000</u>	730
Total	<u>\$22,241,652</u>	1,092

Interest Rate Risk – Fair value fluctuates with interest rates and increasing rates may cause fair value to decline below cost. In compliance with the County’s Investment Policy, the County minimized interest rate risk by limiting the weighted average maturity of the portfolio to 1,095 days with a stated final maturity date not to exceed 3 years from the date of purchase. In addition, the portfolio is structured so that securities mature to meet cash flow requirements, thereby avoiding the need to sell securities prior to maturity and below the original cost.

Credit Risk – In compliance with the County’s investment policy, as of September 30, 2013, all of the County’s purchased investments in U.S. Agency Securities were rated AA+ and Aaa by Standard & Poor’s and Moody’s respectively.

Concentration Risk – The County’s investment policy is to diversify its portfolio to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer, or a specific class of investment. As of September 30, 2013, the County had three investments that were with Federal Home Loan Bank (FHLB), six investments that were with Federal National Mortgage Association (FNMA), and three investments that were with Federal Home Loan Mortgage Corporation (FHLMC).

Custodial credit risk - deposits – In the case of deposits, this is the risk that in the event of a bank failure, the County’s deposits may not be returned to it. The County’s investment policy is to have all checking accounts placed at the County Depository Bank under a depository contract. The \$75,525,397 bank balance and the Money Market account were covered by federal depository insurance or collateralized with securities held by the Bank of New York Mellon Trust Company. All of the certificates of deposits are covered by federal depository insurance.

Note 3 - Property Taxes and Other Receivables

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and payable by January 31 of the following year. The County bills and collects its own property taxes and it also bills and collects taxes for Jefferson County Navigation District, Jefferson County Drainage District #3, #6, and #7, Port of Beaumont, Port of Port Arthur, Water District #10, Nederland Independent School District, Northwest Forest Municipal Utility District, Emergency Services District #2, Trinity Bay Conservation District, Port of Sabine Pass, Sabine Pass Independent



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 3 - Property Taxes and Other Receivables (continued)

School District, Port Arthur Independent School District, City of Port Arthur, Hamshire Fannett Independent School District, Port Neches-Groves Independent School District, Beaumont Independent School District, City of Beaumont, City of Groves, City of Nederland, City of Port Neches, City of Bevil Oaks, and the Emergency Service District #1. Collections of these taxes and remittance of them to the various districts are accounted for in the Tax Assessor - Collector Agency Fund. The County is permitted by the State Constitution to levy taxes up to \$.80 per \$100 of assessed valuation for general government services and the payment of principal and interest on Long-Term Debt. In addition to its taxes subject to the \$.80 tax limitation, the County's voters have authorized the levy of a special tax of \$.15 per \$100 assessed valuation solely for road maintenance expenses. The County is also authorized by the voters to levy the Farm to Market and Lateral Road Tax of \$.30 per \$100 of assessed value for the purpose of maintaining roads and bridges.

For the year ended September 30, 2013, the combined tax rate to finance general government services and the payment of principal and interest on long-term debt was \$.365.

On February 1 of the following calendar year the tax bill becomes delinquent and penalty and interest is assessed by the County. The County Commissioners issue a tax levy for the County's General and Debt Service Funds. The levy and collections are restricted to the funds they are allocated for. The delinquent tax receivables, and penalty and interest receivables represent the past thirty years of uncollected tax levies. The allowance for uncollectible was set at thirty percent of the gross tax receivable and sixty percent on penalty and interest as of September 30, 2013. The allowance has been recorded for property taxes and Penalty and Interest, which are estimated to be uncollectible as required by generally accepted accounting.

Property tax receivables of \$4,040,182 as of September 30, 2013 are reported net of an allowance for uncollectible taxes of \$1,731,506.

Penalty and Interest receivables of \$1,999,306 as of September 30, 2013 are reported net of an allowance for uncollectible accounts of \$2,998,958.

Receivables as of September 30, 2013 consist of the following:



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 3 - Property Taxes and Other Receivables (continued)

	General	Capital Projects Fund	Non Major Funds	Jack Brooks Regional Airport	Ford Park	Internal Service Funds	Agency Funds	Total
Receivables:								
Accounts	\$ 84,835	\$ -	\$ 75,285	\$ 188,458	\$ 115,782	\$ 26,778	\$ 6,715	\$ 497,853
Employee	44,279	-	7,711	528	-	-	-	52,518
Taxes	5,628,637	-	143,051	-	-	-	-	5,771,688
Penalty & Interest	4,874,382	-	123,882	-	-	-	-	4,998,264
Inter-governmental	<u>5,527,543</u>	<u>1,380,410</u>	<u>2,641,775</u>	<u>66,458</u>	<u>-</u>	<u>254,091</u>	<u>325,067</u>	<u>10,195,344</u>
Gross Receivables	\$ 16,159,676	\$ 1,380,410	\$ 2,991,704	\$ 255,444	\$ 115,782	\$ 280,869	\$ 331,782	\$ 21,515,667
Less: Allowance for Uncollectibles	<u>4,613,220</u>	<u>-</u>	<u>117,244</u>	<u>4,748</u>	<u>6,697</u>	<u>-</u>	<u>-</u>	<u>4,741,909</u>
Net total receivables	<u>\$ 11,546,456</u>	<u>\$ 1,380,410</u>	<u>\$ 2,874,460</u>	<u>\$ 250,696</u>	<u>\$ 109,085</u>	<u>\$ 280,869</u>	<u>\$ 331,782</u>	<u>\$ 16,773,758</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

As of September, 30, 2013, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned
Delinquent Property Taxes Receivable (General Fund)	\$ 5,631,417	\$ -
Delinquent Property Taxes Receivable (Non-major Debt Service Funds)	130,865	-
Grant Funding (Capital Projects Fund)	1,044,150	-
Advanced Funding (General Fund)	-	11,566
Advanced Funding (Non-major Special Revenue Funds)	-	725,625
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 6,806,432</u>	<u>\$ 737,191</u>

Note 4 – Interfund Receivables, Payables, and Transfers

In the fund financial statements, interfund balances are the result of normal transactions between funds and will be liquidated in the subsequent fiscal year. Balances between individual governmental funds and between governmental funds and internal services funds are eliminated in the government-wide financial statements.



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 4 – Interfund Receivables, Payables, and Transfers (continued)

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

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor governmental funds	\$ 1,177,503
	Total	<u>\$1,177,503</u>

All of the due to/from transactions are routine in nature.

The following is a summary of the County's transfers for the year ended September 30, 2013:

	Transfers Ont:		
	General Fund	Nonmajor Governmental	Total
Transfers In:			
General	\$ -	\$ 3	\$ 3
Capital Projects Fund	5,395,017	-	5,395,017
Nonmajor Funds	788,727	406,952	1,195,679
Jack Brooks Regional Airport	1,000,000	-	1,000,000
Ford Park	2,198,678	-	2,198,678
	<u>\$ 9,382,422</u>	<u>\$ 406,955</u>	<u>\$ 9,789,377</u>

Transfers in the amount of \$1,000,000 from the General Fund to the Jack Brooks Regional Airport were to subsidize operations at the airport. Transfers in the amount of \$2,198,678 to Ford Park were to subsidize operations of the complex. Transfers in the amount of \$5,395,017 from the General Fund to the Capital Projects Fund were for the next phase of the Courthouse renovation projects as well as other ongoing projects. All other transfers are routine in nature such as grant matches, ongoing capital projects, and residual fund balance transfers for close out of funds.

Transfers in the amount of \$24,950 for Jack Brooks Regional Airport were made between governmental activities and business-type activities for capital assets purchases which were donated to business-type activities in the government wide statements.

Note 5 – Capital Assets

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



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 5 – Capital Assets (continued)

	Balance - Restated October 1, 2012	Additions	Deletions	Transfer	Balance September 30, 2013
Governmental Activities:					
Land	\$ 3,840,787	\$ -	\$ -	\$ -	\$ 3,840,787
Construction work in progress	16,507,662	4,636,280	-	(1,927,484)	19,216,458
Total capital assets not depreciated	\$ 20,348,449	\$ 4,636,280	\$ -	\$ (1,927,484)	\$ 23,057,245
Infrastructure	57,157,161	-	-	761,170	57,918,331
Buildings & Improvements	89,342,778	323,030	-	1,166,314	90,832,122
Equipment	36,338,146	1,277,944	(382,020)	-	37,234,070
Total capital assets depreciated	\$ 182,838,085	\$ 1,600,974	\$ (382,020)	\$ 1,927,484	\$ 185,984,523
Less accumulated depreciation for:					
Infrastructure	(35,361,494)	(1,260,119)	-	-	(36,621,613)
Buildings & Improvements	(58,802,935)	(1,486,371)	-	-	(60,289,306)
Equipment	(22,952,397)	(2,673,300)	355,133	-	(25,270,564)
Total accumulated depreciation	\$ (117,116,826)	\$ (5,419,790)	\$ 355,133	\$ -	\$ (122,181,483)
Total capital assets depreciated, net	\$ 65,721,259	\$ (3,818,816)	\$ (26,887)	\$ 1,927,484	\$ 63,803,040
Governmental activities capital assets, net	\$ 86,069,708	\$ 817,464	\$ (26,887)	\$ -	\$ 86,860,285

	Balance October 1, 2012	Additions	Deletions	Transfer	Balance September 30, 2013
Business-type Activities:					
Land	\$ 5,154,600	\$ -	\$ -	\$ -	\$ 5,154,600
Construction work in progress	98,476	859,571	-	(285,111)	672,936
Total capital assets not depreciated	\$ 5,253,076	\$ 859,571	\$ -	\$ (285,111)	\$ 5,827,536
Buildings & Improvements	128,504,483	33,000	(57,144)	-	128,480,339
Equipment	11,766,932	52,596	-	285,111	12,104,639
Total capital assets depreciated	\$ 140,271,415	\$ 85,596	\$ (57,144)	\$ 285,111	\$ 140,584,978
Less accumulated depreciation for:					
Buildings & Improvements	(48,427,670)	(3,571,875)	17,143	-	(51,982,402)
Equipment	(6,655,777)	(730,891)	-	-	(7,386,668)
Total accumulated depreciation	\$ (55,083,447)	\$ (4,302,766)	\$ 17,143	\$ -	\$ (59,369,070)
Total capital assets depreciated, net	\$ 85,187,968	\$ (4,217,170)	\$ (40,001)	\$ 285,111	\$ 81,215,908
Business-type activities capital assets, net	\$ 90,441,044	\$ (3,357,599)	\$ (40,001)	\$ -	\$ 87,043,444



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 5 – Capital Assets (continued)

Depreciation expense was charged to the programs of the primary government as follows:

Governmental activities:

General Government	\$ 213,922
Judicial & Law Enforcement	2,368,463
Health & Welfare	277,277
Maintenance - Equipment & Structures	<u>2,560,128</u>
Total depreciation expense - governmental activities	<u>\$5,419,790</u>

Business-type activities:

Southeast Texas Regional Airport	\$1,896,748
Ford Park	<u>2,406,018</u>
Total depreciation expense - business-type activities	<u>\$4,302,766</u>

Note 6 - Operating Leases

County as Lessor

The County has entered into various operating leases of County-owned property to others as described below:

The County's airport conducts a major part of its operations from leased facilities, which include office and parking lot spaces for car rental agencies, terminal space for a travel agency and advertising agency, and hanger space. All leases are classified as operating leases. The rental payments under the leases for the car rental agencies are based on a minimum rental plus a percentage of sales. The rental payments under the leases for the hanger spaces and travel agent are based on a fixed amount per square foot of space leased. All of the operating leases are month to month and will expire over the next two years and include 30-day cancellation clauses. In most cases, the County expects that in the normal course of business, leases will be renewed or replaced by other leases.

The County's airport has four leases for land located either in the Private Hangar Park or surrounding the Airport. These leases are classified as operating leases. The rental payments under the leases for the land are a fixed amount for a twenty-five or thirty year period. These leases are noncancellable.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 6 - Operating Leases (continued)

The following schedule provides an analysis of the County's investment in property on operating leases and property held for lease by major classes as of September 30, 2013:

Airport Terminal & Buildings	\$ 12,222,487
Airport Private Hangar Park and Land	3,249,396
	<u>\$ 15,471,883</u>
Less: accumulated depreciation	<u>(3,387,089)</u>
	<u>\$ 12,084,794</u>

The following is a schedule by years of minimum future rentals on noncancellable operating leases as of September 30, 2013:

<u>Fiscal Year Ending September 30</u>	
2014	\$ 139,138
2015	129,854
2016	129,854
2017	129,854
2018	126,654
2019-2023	402,370
2024-2028	104,893
2029-2030	<u>16,378</u>
Total	<u>\$ 1,178,995</u>

Minimum future rentals do not include contingent rentals, which may be received as stipulated in the lease contracts. These contingent rental payments occur only if the use exceeds a certain level of activity each year.

There were no contingent rentals on Airport cancellable operating leases for the year ended September 30, 2013.

Note 7 - Long-Term Debt

General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. All of the 2012 Refunding Bonds and 72% (\$3,171,666) of the 2011 Refunding Bonds funded and benefited business-type activities, though resources of the governmental activities are being used to liquidate the debt. All other General obligation bonds have been issued for governmental-type activities. The original amount of general obligation bonds issued in prior years was \$54,360,000.



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 7 - Long-Term Debt (continued)

General obligation bonds are direct obligation and pledge the full faith and credit on the government. General obligation bonds currently outstanding are as follows:

\$1,505,000 2003 Certificates of Obligation due in annual installments from \$20,000 to \$280,000 through August 1, 2018; interest rates ranging from 2.0% to 4.35%.	\$1,285,000
\$47,305,000 2012 Refunding Bonds due in annual installments from \$780,000 to \$4,465,000 through August 1, 2025; interest rates ranging from 2.0% to 5.0%.	43,615,000
\$5,550,000 2011 Refunding Bonds due in annual installments from \$55,000 to \$1,150,000 through August 1, 2017; interest rates ranging from 2.0% to 3.0%.	<u>4,405,000</u>
Total General Obligation Bonds	<u><u>\$49,305,000</u></u>

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

Fiscal Year Ended September 30	<u>Governmental Activities</u>		Total
	Principal	Interest	
2014	\$4,250,000	\$1,875,511	\$6,125,511
2015	4,400,000	1,721,061	6,121,061
2016	4,580,000	1,555,911	6,135,911
2017	4,690,000	1,425,142	6,115,142
2018	3,645,000	1,271,130	4,916,130
2019-2023	18,950,000	4,178,350	23,128,350
2024-2025	<u>8,790,000</u>	<u>397,650</u>	<u>9,187,650</u>
Total	<u>\$ 49,305,000</u>	<u>\$ 12,424,755</u>	<u>\$ 61,729,755</u>

There is currently \$1,179,390 available in the Debt Service Funds to service the general obligation bonds. The County has no authorized but unissued bonds at September 30, 2013.

There are a number of limitations and restrictions contained in the various bond debentures regarding authorized uses of bond proceeds. The County is in compliance with all significant limitations and restrictions.

Notes Payable:

The county has entered into a Note payable agreement with the State of Texas to finance energy conservation measures for County buildings. The total amount issued was \$3,328,357. The note is due in quarterly installments from \$73,249 to \$97,301 through May 2014 with an interest rate of 3%. Annual notes payable requirements to maturity are as follows:



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 7 - Long-Term Debt (continued)

<u>Fiscal Year Ended September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 218,094	\$ 4,390	\$ 222,484
Total	\$ 218,094	\$ 4,390	\$ 222,484

Conduit Debt Obligations

The County has issued Housing Finance Corporation Bonds and Industrial Development Corporation Bonds to provide financial assistance to private-sector entities for the acquisition and construction of facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity serviced by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of September 30, 2013, there were four series of Jefferson County Housing Finance Corporation Bonds with an aggregate principal amount payable of \$13,816,162, and two series of Jefferson Industrial Development Bonds with an aggregate principal amount payable of \$344,805,000.

Arbitrage Rebate Liability

The Tax Reform Act of 1986 established regulations for the rebate to the federal government of arbitrage earnings on certain local government bonds issued after December 31, 1985, and all local governmental bonds issued after August 31, 1986. Issuing governments must calculate any rebate due and remit the amount due at least every five years. As of September 30, 2013, there are no estimated liabilities for arbitrage rebate on governmental debt. The Debt Service Fund and the residual balance in the Capital Project Fund have typically been used to liquidate the arbitrage liability in previous years.

Changes in long-term liabilities

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



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 7 - Long-Term Debt (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental Activities:					
Bonds Payable					
General obligation bonds	\$ 53,270,000	\$ -	\$ (3,965,000)	\$ 49,305,000	\$ 4,250,000
Less deferred amounts:					
Premiums	5,034,930	-	(416,869)	4,618,061	-
Discounts	(8,802)	-	1,576	(7,226)	-
Gain or Loss on refunding	(1,592,123)	-	158,755	(1,433,368)	-
Total bonds payable	\$ 56,704,005	\$ -	\$ (4,221,538)	\$ 52,482,467	\$ 4,250,000
Notes Payable	597,263	-	(379,169)	218,094	218,094
Claims and Judgments	2,108,870	17,573,965	(17,384,757)	2,298,078	2,298,078
Compensated Absences	12,063,811	1,055,007	(1,053,122)	12,065,696	650,847
OPEB Obligations	39,495,821	16,497,527	(3,497,361)	52,495,987	-
Governmental Activities					
Long-term liabilities	\$ 110,969,770	\$ 35,126,499	\$(26,535,947)	\$ 119,560,322	\$ 7,417,019
Business-type Activities:					
Compensated Absences	\$ 243,444	\$ 66,468	\$ (58,207)	\$ 251,705	\$ 47,589
Business-type Activities					
Long-term liabilities	\$ 243,444	\$ 66,468	\$ (58,207)	\$ 251,705	\$ 47,589

Compensated absences liabilities are normally liquidated by the general fund for governmental activities and by the corresponding enterprise fund for business type activities. Claims and judgments of governmental funds are normally paid from the corresponding internal service fund. Claims and judgments of the public entity risk pool are normally paid from the corresponding internal service fund. OPEB Obligations are normally liquidated by the general fund.

Note 8 - 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 nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 641 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 8 - Texas County and District Retirement System Pension Plan (continued)

above with 8 or more years of service, with 30 years of service regardless of age; or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years 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.

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

Funding Policy –

The County has elected the annually determined contribution rate (Variable-Rate) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 14.95% for the months of the accounting year in 2012, and 16.25 % for the months of the accounting year in 2013.

The contribution rate payable by the employee members for the calendar year 2013 is the rate of 7.0% as adopted by the governing body of the employer. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost -

For the County's accounting year ending September 30, 2013, the annual pension cost for the TCDRS plan for its employees was \$9,922,581 and the actual contributions were \$9,922,581. The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 2010 and December 31, 2011, the basis for determining the contribution rates for calendar years 2012 and 2013. The December 31, 2012 actuarial valuation is the most recent valuation.

The required contribution was determined as part of the December 31, 2012 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2012 included: (a) 8.0 percent investment rate of return (net of administrative expenses), and (b) projected salary increases of 5.4 percent. Both (a) and (b) included an inflation component of 3.5 percent. The actuarial value of assets was determined using techniques that spread the effect of short-term volatility in the market value of investments over a ten-year period. The unfunded actuarial accrued



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 8 - Texas County and District Retirement System Pension Plan (continued)

liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2012 was 20 years.

ACTUARIAL VALUATION INFORMATION

<u>Actuarial valuation date</u>	<u>12/31/10</u>	<u>12/31/11</u>	<u>12/31/12</u>
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Amortization period in years	20	20	20
Asset valuation method	SAF: 10yr smoothed value ESF: Fund value	SAF: 10yr smoothed value ESF: Fund value	SAF: 10yr smoothed value ESF: Fund value

Assumptions:

Investment return ¹	8.0%	8.0%	8.0%
Projected salary increases ¹	5.4%	5.4%	5.4%
Inflation	3.5%	3.5%	3.5%
Cost-of-living adjustments	0.0%	0.0%	0.0%

¹ Includes inflation at the stated rate.

**TREND INFORMATION
 FOR THE RETIREMENT PLAN FOR THE EMPLOYEES OF
 JEFFERSON COUNTY, TEXAS**

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/2011	\$8,439,502	100%	\$--
09/30/2012	\$8,781,345	100%	\$--
09/30/2013	\$9,922,581	100%	\$--

Funded Status and Funding Progress -

As of December 31, 2012, the most recent actuarial valuation date, the plan was 74.09% funded. The actuarial accrued liability for benefits was \$266,299,369, and the actuarial value of assets was \$197,302,396, resulting in an unfunded actuarial accrued liability (UAAL) of \$68,996,973. The



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 8 - Texas County and District Retirement System Pension Plan (continued)

covered payroll (annual payroll of active employees covered by the plan) was \$60,052,781, and the ratio of the UAAL to the covered payroll was 114,89%.

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

Note 9 – Other Post-Employment Benefits

Plan Description -

The County sponsors a single-employer defined benefit post-employment benefit plan.

ACTUARIAL VALUATION INFORMATION

Actuarial Valuation Date	October 1, 2012
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar (open)
Remaining Amortization Period	26 years
Asset Valuation Method	Market Value
Discount Rate	4.00%
General Inflation Rate	2.75%

Retiree Benefits

The County provides post-retirement health care benefits to all employees who retired on or after April 9, 1990. Effective January 1, 1997, Commissioners' Court adopted the following policy detailing eligibility requirements for participation in this benefit:

- A) the employee must have retired under the Texas County and District Retirement System (TCDRS) guidelines described in Note 8; and
- B) the employee must have at least 8 years of TCERS credible service with Jefferson County.

For retirees prior to February 1, 2003, the County pays 100 percent of health insurance premiums for those retirees that qualify. After February 1, 2003, the County will pay on the following scale for retirees that qualify:



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 9 – Other Post-Employment Benefits (continued)

Years of Service	Percentage Paid by Retiree	Percentage Paid by County
8-11	30%	70%
12-15	20%	80%
16-19	10%	90%
20+	0%	100%

Retiree Spouse Benefits

The employee's spouse is eligible for County paid health insurance benefits following the employee's retirement if:

- A) the employee met the above requirements A and B; and,
- B) the employee's spouse was enrolled in the health plan either as a dependent or an active County employee.

Spouse participation will end in the event of a divorce, at which time COBRA continuation will be offered as described below.

For retirees prior to February 1, 2003, the County pays 100 percent of health insurance premiums for those retirees' spouses that qualify. For retirees between February 1, 2003 and February 28, 2005, the County will pay the same scale as described above for retirees' spouses that qualify. For retirees after February 28, 2005, the County requires the following premiums to be paid for retirees' spouses that qualify:

Age of Spouse	Premium Amount Due
Less than 65 during ten year maximum	Equal to the active employee contribution made for a spouse
Less than 65 after ten year maximum	Full Premium
Over 65	Same percentage as retiree see table above

As of September 30, 2013, there were 530 participants receiving benefits.

Funding Policy and Annual OPEB Cost –

In June 2004, the Governmental Accounting Standards Board (GASB) issued Statement No. 45 (GASB 45), creating accounting standards for Other Post Employment Benefits (OPEB) provided by governmental entities separately from a pension plan. This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets),



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 9 – Other Post-Employment Benefits (continued)

note disclosures, and if applicable required supplementary information (RSI) in the financial reports of state and local governments.

The Plan contribution rates are set annually by Commissioners' Court based on the combination of premiums and prior year costs of the self-funded portion of the plan. The Plan is funded on a pay-as-you-go basis. In 2013 the total contribution was \$3,497,361.

The calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial valuation for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective.

The County's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameter of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The County had its most recent OPEB actuarial valuation performed for the fiscal year beginning October 1, 2012 as required by GASB. The County's annual OPEB cost for the current year is as follows:

Annual Required Contribution	\$ 17,388,844
Interest on prior year Net OPEB Obligation	1,579,833
Adjustment to ARC	<u>(2,471,150)</u>
Annual OPEB Cost	\$ 16,497,527
County's Contribution made	<u>(3,497,361)</u>
Increase in Net OPEB Obligation	\$ 13,000,166
Net OPEB Obligation - beginning of year	<u>\$ 39,495,821</u>
Net OPEB Obligation - end of year	<u><u>\$ 52,495,987</u></u>



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 9 – Other Post-Employment Benefits (continued)

Fiscal Year Ending	Annual OPEB Cost	Percentage of OPEB Contributed	Net OPEB Obligation
09/30/2011	\$11,627,584	26.28%	\$30,849,880
09/30/2012	\$11,970,444	27.77%	\$39,495,821
09/30/2013	\$16,497,527	21.20%	\$52,495,987

Funded Status and Funding Progress -

As of October 1, 2012, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$149,094,287, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$149,094,287. The covered payroll (annual payroll of active employees covered by the plan) was \$62,180,294, and the ratio of the UAAL to the covered payroll was 240%.

The schedule of funding progress is presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions –

Projection of benefits for financial reporting are made on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefits costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In order to perform the valuation, it was necessary for the County and the actuary to make certain assumptions regarding items such as rates of employee turnover, retirement, and mortality, as well as economic assumptions regarding healthcare trend and interest rates.

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

In the October 1, 2012, actuarial valuation, a 4% discount rate and a general inflation rate of 2.75% per year was used. The medical trend rates without Medicare of 7% for 2012, 6.3% in 2013, 6.1% in the third year, 6.0% in the fourth year, and ultimately grading down to 4.7% per year after the



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 9 - Other Post-Employment Benefits (continued)

seventy-seventh year was used. The medical trend rates with Medicare of 7% for 2012, 6.3% in 2013, 6.1% in the third year, 6% in the fourth year, and ultimately grading down to 4.9% per year after the seventy-seventh year was used. The dental trend rate of 5.76% for 2012, 5.62% in 2013, 5.48% in the third, 5.34 in the fourth, and ultimately grading down to 3.92% after the thirteenth year was used.

There has not been a separate, audited GAAP-basis postemployment benefit plan report issued.

Note 10 - Deferred Compensation Plan

Employees of Jefferson County, Texas may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

The deferred compensation plan is administered by an unrelated financial institution. Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust by a third party custodian, for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose. The County's beneficial ownership of plan assets will be held for the further exclusive benefit of the plan for the exclusive benefit of participants and beneficiaries.

Accordingly, the County performs minimal administrative functions and does not perform any investment functions for the plan. Consequently, the assets held by the custodian are not included in the financial statements as of September 30, 2013.

Note 11 - Individual Funds Deficit Equity Balances

The following funds had deficit equity balances as of September 30, 2013:



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 11 - Individual Funds Deficit Equity Balances (continued)

<u>Governmental Activities</u>	
County Clerk Records Archive Fund	\$ 5,779
Juvenile Probation and Detention - State Aid	17,944
Juvenile Community Corrections Program	31,885
Mental Health Services	4,443
Drug Diversion Program	5,929
Juvenile TJPC A	85,818
Juvenile Advocate Incentive	711
Sheriff Training Grant	7,211
JAG Grant	27,706
Sheriff Dept Grants	369
High Intensity Drug Traffic	16,517
Auto Theft Grant	6,081
Drug Intervention Grant	1,108
Family Treatment Court	445
SHSP & LETPP Grants	2,365
Southeast Texas Entertainment Complex	214,433
Total for Governmental Activities	<u>\$428,744</u>

If funding does not become available to cover these deficit fund balances from other governmental entities, the County plans to transfer funds to cover the deficit fund balance.

Note 12 - Risk Management

The Liability Insurance Fund was established to account for the contributions from the General Fund for payment of general liability claims. Under the laws of the State of Texas, claims for torts are limited to \$100,000 per person and \$300,000 per incident. The Liability Fund records a claim as payable when information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering recent claim settlement trends. Changes in the Liability Insurance Fund's claims liability (including an estimate for claims incurred but not reported) were:

	<u>2013</u>	<u>2012</u>
Liability for claims, beginning of fiscal year	\$498,175	\$353,664
Incurred claims and changes in estimates	190,454	282,637
Claim payments	<u>(317,869)</u>	<u>(138,126)</u>
Liability for claims, end of fiscal year	<u>\$370,760</u>	<u>\$498,175</u>



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 12 - Risk Management (continued)

The Workers' Compensation Fund was established to account for the County's workers' compensation claims. Contributions are made from the General, Special Revenue, and Enterprise Funds for employees covered under the County's workers' compensation policy. Contributions to the fund are determined by position class code within each department. From October 1, 1999, to February 14, 2005 the County was fully insured for workers' compensation claims and employers' liability. As of February 15, 2005, the County is self insured for workers' compensation claims and employers' liability. The County has excess coverage for workers' compensation claims and employers' liability claims limiting the County's liability to \$500,000 per occurrence for losses occurring prior to October 1, 1999 and after February 15, 2005. Settled claims have not exceeded commercial coverages in any of the past three fiscal years. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering recent claim settlement trends. Changes in the Worker's Compensation Fund's claims liability (including an estimate for claims incurred but not reported) were:

	<u>2013</u>	<u>2012</u>
Liability for claims, beginning of fiscal year	\$563,813	\$583,422
Incurred claims and changes in estimates	265,048	772,730
Claim payments	<u>(527,380)</u>	<u>(792,339)</u>
Liability for claims, end of fiscal year	<u>\$301,481</u>	<u>\$563,813</u>

Note 13 – Public Entity Risk Pool

On November 27, 2000, the Jefferson County Commissioners' Court pursuant to Texas Local Government Code Ann. Sec. 172.001 organized the Southeast Texas Government Employee Benefits Pool (The Pool). The Pool was organized for the benefit of Texas Political Subdivisions and Special Districts to make available accident, life, and health benefits for Pool member employees. Twelve trustees govern the Pool. Five of these trustees are the Jefferson County Auditor, Jefferson County Insurance and Benefits Manager, Jefferson County Human Resources Director, Jefferson County Purchasing Agent, and the Jefferson County Assistant District Attorney. Two of the trustees are members of Commissioners' Court. The remaining five trustees are appointed by Commissioners' Court.

The Pool is responsible for adopting underwriting standards, qualifications for membership in the pool, and establishing the types of benefits to be provided and associated fees for these benefits. The members of the Pool are responsible for their members' eligibility in the pool and payment of monthly contributions for participation in the Pool. The Pool members are not subject to supplemental assessments in the event of deficiencies. If the assets of the Pool were to be exhausted, members would not be responsible for the Pool's liabilities. Pool members currently include Jefferson County, Texas (reporting entity), Jefferson County Drainage District #3, and Jefferson County Drainage District #6. The total number of members in the Pool is 1,612. Operations of the Pool are accounted for as an internal service fund.



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2013

Note 13 – Public Entity Risk Pool (continued)

The Pool uses reinsurance agreements to reduce its exposure to large losses on medical and prescription claims. For the fiscal year ended September 30, 2013, the Pool had stop loss insurance contracts to limit the medical and prescription claims per individual member to \$250,000 in a calendar year with a \$1,250,000 aggregating group deductible. The Pool did exceed these limits by \$187,182 during fiscal year 2013, by \$450,721 during fiscal year 2012, and \$106,506 during year 2011.

Liabilities of the Pool are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering recent claim settlements trends.

Changes in the Pool’s claims liability (including an estimate of claims incurred but not reported and claim adjustment expenses) were:

	2013	2012
Liability for claims, beginning of fiscal year	\$1,046,882	\$1,818,892
Incurred claims and changes in estimates	17,118,463	14,798,506
Claim payments	<u>(16,539,508)</u>	<u>(15,570,516)</u>
Liability for claims, end of fiscal year	<u>\$1,625,837</u>	<u>\$1,046,882</u>

Additional information including ten-year revenue and claim development are addressed in a separate annual report. The annual report may be obtained from Southeast Texas Governmental Employee Benefits Pool, 215 Franklin Street Suite 200, Beaumont, Texas 77701.

Note 14 - Construction and Other Significant Commitments

As of September 30, 2013, the County had the following commitments with respect to unfinished capital projects:

Capital Project	Remaining Construction Commitment	Expected Date of Completion
Courthouse Restoration	\$ 516,533	09/30/2015
Public Health Renovations	121,337	12/31/2013
Marine Security Center	169,697	12/31/2013
Public Interest Projects	391,947	12/31/2013
Bridge Repairs	144,104	03/31/2014
	<u>\$ 1,343,618</u>	

Note 15 - Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Texas. Any disallowed expenditures or claims, including amounts



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 15 - Contingent Liabilities (continued)

already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County is involved in lawsuits and other claims in the ordinary course of operations. 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.

Note 16 – Prior Period Adjustments

In the financial statements for the year ended September 30, 2013, the following adjustments were made to beginning fund balance for the Non Major Special Revenue funds:

	Non Major Special Revenue Funds
Beginning Fund Balance	\$17,149,498
Prior period adjustments	(16,434)
Beginning Fund Balance, as Restated	<u>\$17,133,064</u>

Adjustments were made to Juvenile Probation and Detention – State Aid by \$2,847 and Juvenile TJPC A by \$13,587 for excess intergovernmental revenue recorded in prior year.

The total effect of these adjustments decreased beginning net position of the governmental activities \$16,434.

Note 17 - Restatements and Reclassifications

Certain restatements have been made to the prior year financial statements in order to conform to the presentation of the current year financial statements.

Note 18 – Recent Accounting Pronouncements

GASB Statement 65, *Items Previously Reported as Assets and Liabilities* (“GASB 65”), establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources and deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. GASB 65 will be implemented by the County in fiscal year 2014 and the impact has not yet been determined.

GASB Statement 66, *Technical Corrections-2012-an amendment of GASB Statement No. 10 and No. 62* (“GASB 66”), seeks to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuances of two



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

Note 18 – Recent Accounting Pronouncements (continued)

pronouncements, Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting guidance Contained in Pre-November 30, 1989 GASB and AICPA Pronouncements*. GASB 66 will be implemented by the County in fiscal year 2014 and the impact has not yet been determined.

GASB Statement 67, *Financial Reporting for Pension Plans* (“GASB 67”), replaces the requirements of Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and Statement No. 50, *Pension Disclosures*, as they relate to pension plans that are administered through trusts or similar arrangements meeting certain criteria. GASB 67 enhances note disclosures and RSI for both defined benefit and defined contribution plans. GASB 67 will be implemented by the County in fiscal year 2015 and the impact has not yet been determined.

GASB Statement 68, *Accounting and Financial Reporting for Pensions* (“GASB 68”), replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. GASB 68 will be implemented by the County in fiscal year 2015 and the impact has not yet been determined.

GASB Statement 69, *Government Combinations and Disposals of Government Operations* (“GASB 69”), requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions. GASB 69 will be implemented by the County in fiscal year 2015 and the impact has not yet been determined.

GASB Statement 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees* (“GASB 70”), provides guidance to improve accounting and reporting by state and local governments that extend and receive nonexchange financial guarantees. GASB 70 will be implemented by the County in fiscal year 2014 and the impact has not yet been determined.

GASB Statement 71, *Pension Transition for Contributions Made Subsequent to the Measurement Dates*, (“GASB 71”), amends GASB 68. GASB 71 will be implemented by the County in fiscal year 2015 and the impact has not yet been determined.

Note 19 – Subsequent Events

On October 29, 2013, the County issued refunding bonds with a par amount of \$1,340,000 and interest rates ranging from .62% to 1.93% to defease \$1,285,000 of outstanding County debt.

REQUIRED SUPPLEMENTARY
INFORMATION

JEFFERSON COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP)
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2013

	BUDGETED AMOUNTS		ACTUAL AMOUNT	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
REVENUES:				
TAXES:				
PROPERTY	\$ 77,541,072	77,541,072	76,480,625	(1,060,447)
SALES TAX	19,525,000	19,525,000	25,170,356	5,645,356
FEES	8,712,744	8,712,744	9,067,410	354,666
LICENSES	395,800	395,800	590,148	194,348
SALES, RENTALS, AND SERVICES	1,920,659	1,920,659	2,658,453	737,794
INTERGOVERNMENTAL	1,482,378	1,482,378	1,510,298	27,920
FINES AND FORFEITURES	1,685,000	1,685,000	1,884,566	199,566
INTEREST	218,000	218,000	162,714	(55,286)
MISCELLANEOUS	24,000	24,000	35,918	11,918
TOTAL REVENUES	\$ 111,504,653	111,504,653	117,560,488	6,055,835
EXPENDITURES:				
GENERAL GOVERNMENT	\$ 21,421,403	20,679,620	20,597,779	81,841
JUDICIAL AND LAW ENFORCEMENT	64,181,309	61,252,199	60,970,812	281,387
EDUCATION AND RECREATION	384,064	346,536	342,171	4,365
HEALTH AND WELFARE	10,242,401	9,786,348	9,709,919	76,429
MAINTENANCE - EQUIPMENT AND STRUCTURES	12,978,959	11,934,433	11,765,040	169,393
CAPITAL OUTLAY	-	-	-	-
DEBT SERVICE				
PRINCIPAL	379,169	379,169	379,169	-
INTEREST AND COMMISSION	15,893	15,893	15,893	-
TOTAL EXPENDITURES	\$ 109,603,198	104,394,198	103,780,783	613,415
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 1,901,455	7,110,455	13,779,705	6,669,250
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	\$ -	-	3	3
TRANSFERS OUT	(4,196,802)	(9,405,802)	(9,382,422)	23,380
TOTAL OTHER FINANCING SOURCES (USES)	\$ (4,196,802)	(9,405,802)	(9,382,419)	23,383
NET CHANGE IN FUND BALANCES	\$ (2,295,347)	(2,295,347)	4,397,286	6,692,633
FUND BALANCES, BEGINNING	\$ 42,228,333	42,228,333	42,228,333	-
FUND BALANCES, ENDING	\$ 39,932,986	39,932,986	46,625,619	6,692,633



JEFFERSON COUNTY, TEXAS
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2013

1. Budgetary Basis

- Budgets are prepared on a basis consistent with GAAP.
- The department is the legal level of budgetary control. Commissioners' Court approval is necessary to transfer appropriations between departments. Transfers may not increase the total budget.
- Annual budgets are legally adopted for the General Fund and the Debt Service Funds.
- The Capital Project Fund – Capital Projects Fund which is considered a major fund does not have a legally adopted budget.

2. Analysis of Significant Expenditure Variances from Original Budget

Commissioners' Court approved \$5,209,000 in budget transfers over the original budget for additional Transfers Out to fund the next phase of Courthouse renovations in the Capital Project fund, additional capital purchases for Ford Park, and increase the County's match in several grant funds.

In addition, the Court approved approximately \$515,000 in budget transfers over the original budget for the increased cost for indigent defense. These transfers were not part of the original budget.

The above budget transfers were funded with the savings from various departments. Commissioners' Court was able to achieve \$603,055 in actual savings from the total budget, with the assistance from all County departments.

JEFFERSON COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
 SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll ² (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/2010	\$184,745,614	\$240,888,578	\$56,142,964	76.69%	\$59,806,758	93.87%
12/31/2011	\$190,465,968	\$254,265,841	\$63,799,873	74.91%	\$59,497,087	107.23%
12/31/2012	\$197,302,396	\$266,299,369	\$68,996,973	74.09%	\$60,052,781	114.89%

² The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

JEFFERSON COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 OTHER POST EMPLOYMENT BENEFITS
 SCHEDULE OF FUNDING PROGRESS

Fiscal Year	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
2011	10/1/2010	\$0	\$110,088,287	\$110,088,287	0%	\$59,337,019	185.53%
2012	10/1/2010	\$0	\$110,088,287	\$110,088,287	0%	\$59,322,820	185.57%
2013	10/1/2012	\$0	\$149,094,287	\$149,094,287	0%	\$62,180,294	239.78%

COMBINING AND INDIVIDUAL FUND
INFORMATION AND OTHER
SUPPLEMENTARY INFORMATION

JEFFERSON COUNTY, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (GAAP)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	BUDGETED AMOUNTS		ACTUAL AMOUNT	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
GENERAL GOVERNMENT:				
TAX ASSESSOR-COLLECTOR	\$ 3,496,919	3,335,785	3,327,048	\$,737
HUMAN RESOURCES	412,448	377,514	371,278	6,236
COUNTY AUDITOR	1,400,779	1,371,002	1,363,771	7,231
COUNTY CLERK	2,052,586	2,021,740	2,017,460	4,280
COUNTY JUDGE	831,949	774,047	766,459	7,588
RISK MANAGEMENT	227,155	232,927	232,042	885
COUNTY TREASURER	279,413	267,122	264,005	3,117
PRINTING DEPARTMENT	153,300	137,411	134,856	2,555
PURCHASING AGENT	514,639	481,348	478,138	3,210
GENERAL SERVICES	9,073,535	8,882,293	8,860,745	21,548
DATA PROCESSING	1,823,778	1,782,275	1,775,381	6,894
VOTERS REGISTRATION DEPARTMENT	276,693	208,220	206,501	1,719
ELECTIONS DEPARTMENT	606,837	543,705	539,519	4,186
VETERANS SERVICE	271,372	264,231	260,576	3,655
TOTAL GENERAL GOVERNMENT	\$ 21,421,403	20,679,620	20,597,779	81,841
JUDICIAL AND LAW ENFORCEMENT:				
DISTRICT ATTORNEY	\$ 5,406,306	5,215,294	5,206,164	9,130
DISTRICT CLERK	1,717,184	1,585,724	1,583,022	2,702
CRIMINAL DISTRICT COURT	1,064,349	1,335,463	1,325,515	9,948
58TH DISTRICT COURT	281,032	281,731	279,809	1,922
60TH DISTRICT COURT	267,028	267,730	263,065	4,665
136TH DISTRICT COURT	270,528	271,232	269,071	2,161
172ND DISTRICT COURT	266,598	267,302	264,106	3,196
252ND DISTRICT COURT	1,391,611	1,607,196	1,602,473	4,723
279TH DISTRICT COURT	372,378	361,588	356,252	5,336
317TH DISTRICT COURT	664,982	687,138	680,903	6,235
JURY	1,075,883	693,612	692,675	937
J.P. PRECINCT NO. 1 - PLACE NO. 1	323,950	324,107	322,345	1,762
J.P. PRECINCT NO. 1 - PLACE NO. 2	329,937	329,937	326,745	3,192
J.P. PRECINCT NO. 2	318,303	275,550	273,824	1,726
J.P. PRECINCT NO. 4	320,401	308,003	300,926	7,077
J.P. PRECINCT NO. 6	345,123	342,607	337,685	4,922
J.P. PRECINCT NO. 7	334,626	327,685	323,573	4,112
J.P. PRECINCT NO. 8	341,761	319,444	313,854	5,590
COUNTY COURT AT LAW NO. 1	427,600	388,975	387,723	1,252
COUNTY COURT AT LAW NO. 2	605,646	594,031	589,439	4,592
COUNTY COURT AT LAW NO. 3	582,839	545,836	537,053	8,783
COURT MASTER	417,506	391,757	386,315	5,442
DISPUTE RESOLUTION CENTER	243,584	196,021	189,642	6,379
JUVENILE ALTERNATIVE SCHOOL	354,226	318,603	316,583	2,020
COMMUNITY SUPERVISION	48,007	44,642	44,642	-
SHERIFF	12,115,622	11,510,485	11,457,959	52,526
CRIME LABORATORY	1,200,192	1,123,391	1,119,172	4,219
JAIL	26,164,327	24,980,155	24,949,102	31,053
JUVENILE CORRECTIONAL PROBATION	1,469,894	1,152,865	1,112,736	40,129
JUVENILE DETENTION HOME	1,954,092	1,771,353	1,762,269	9,084
CONSTABLE PRECINCT NO. 1	714,713	691,193	687,978	3,215
CONSTABLE PRECINCT NO. 2	410,637	397,283	392,763	4,520
CONSTABLE PRECINCT NO. 4	402,760	385,524	380,018	5,506
CONSTABLE PRECINCT NO. 6	533,907	491,346	483,582	7,764
CONSTABLE PRECINCT NO. 7	402,974	393,504	386,403	7,101
CONSTABLE PRECINCT NO. 8	400,803	398,103	389,638	8,465
COUNTY MORGUE	640,000	675,789	675,788	1
TOTAL JUDICIAL AND LAW ENFORCEMENT	\$ 64,181,309	61,252,199	60,970,812	281,387

(CONTINUED)

JEFFERSON COUNTY, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (GAAP)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	BUDGETED AMOUNTS		ACTUAL AMOUNT	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
EDUCATION AND RECREATION:				
AGRICULTURAL EXTENSION SERVICE	\$ 384,064	346,536	342,171	4,365
TOTAL EDUCATION AND RECREATION	\$ 384,064	346,536	342,171	4,365
HEALTH AND WELFARE:				
PUBLIC HEALTH UNIT 1	\$ 1,186,005	1,080,127	1,061,375	18,752
PUBLIC HEALTH UNIT 2	1,117,724	1,062,037	1,042,945	19,092
NURSE PRACTITIONER	305,767	302,731	299,667	3,064
CHILD WELFARE	158,900	151,069	145,736	5,333
ENVIRONMENTAL CONTROL	349,898	343,333	335,885	7,448
INDIGENT MEDICAL SERVICE	4,704,107	4,594,009	4,588,916	5,093
MOSQUITO CONTROL	2,163,007	2,006,827	1,995,150	11,677
EMERGENCY MANAGEMENT	206,993	196,215	190,245	5,970
TOBACCO SETTLEMENT FUND	50,000	50,000	50,000	-
TOTAL HEALTH AND WELFARE	\$ 10,242,401	9,786,348	9,709,919	76,429
MAINTENANCE - EQUIPMENT & STRUCTURES:				
COURTHOUSE & ANNEXES	\$ 2,692,217	2,365,590	2,354,996	10,594
PORT ARTHUR BUILDINGS	654,933	588,767	578,375	10,392
MID-COUNTY BUILDINGS	190,753	190,753	181,829	8,924
ROAD & BRIDGE PCT. 1	1,567,233	1,452,076	1,423,235	28,841
ROAD & BRIDGE PCT. 2	1,613,698	1,561,827	1,544,995	16,834
ROAD & BRIDGE PCT. 3	1,887,340	1,543,695	1,504,430	39,265
ROAD & BRIDGE PCT. 4	2,047,571	1,870,798	1,855,742	15,056
ENGINEERING	938,027	887,016	880,315	6,701
PARKS & RECREATION	194,406	198,403	171,723	26,680
SERVICE CENTER	1,192,781	1,275,508	1,269,402	6,106
TOTAL MAINTENANCE - EQUIPMENT & STRUCTURES	\$ 12,978,959	11,934,433	11,765,040	169,393
CAPITAL OUTLAY:				
	\$ -	-	-	-
DEBT SERVICE:				
PRINCIPAL	\$ 379,169	379,169	379,169	-
INTEREST AND COMMISSION	15,893	15,893	15,893	-
TOTAL DEBT SERVICE	\$ 395,062	395,062	395,062	-
TOTAL OPERATING EXPENDITURES	\$ 109,603,198	104,594,198	103,780,783	613,415
OTHER FINANCING USES:				
TRANSFERS OUT	\$ 4,196,802	9,405,802	9,382,422	23,380
TOTAL OTHER FINANCING USES	\$ 4,196,802	9,405,802	9,382,422	23,380
TOTAL GENERAL FUND EXPENDITURES	\$ 113,800,000	113,800,000	113,163,205	636,795

NONMAJOR GOVERNMENTAL FUNDS

JEFFERSON COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS - SUMMARY
 SEPTEMBER 30, 2013

	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 17,386,745	2,170,661	1,160,413	20,717,819
ACCOUNTS RECEIVABLE, Net	82,996	-	-	82,996
INTEREST RECEIVABLE	1,995	274	153	2,422
DUE FROM OTHER GOVERNMENTAL ENTITIES	2,520,227	121,548	-	2,641,775
DELINQUENT TAXES RECEIVABLE, Net	-	-	100,136	100,136
PENALTY AND INTEREST RECEIVABLE, Net	-	-	49,553	49,553
INVENTORY, At Cost	39,911	-	-	39,911
PREPAID ITEM	1,136	-	-	1,136
TOTAL ASSETS	\$ 20,033,010	2,292,483	1,310,255	23,635,748
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 2,334,832	121,548	108,376	2,564,756
DUE TO OTHER FUNDS	963,070	214,433	-	1,177,503
DUE TO OTHER GOVERNMENTAL ENTITIES	282,438	-	-	282,438
DEFERRED REVENUE	725,625	-	130,865	856,490
TOTAL LIABILITIES	\$ 4,305,965	335,981	239,241	4,881,187
FUND BALANCES:				
NONSPENDABLE FOR:				
INVENTORY	\$ 39,911	-	-	39,911
PREPAID ITEMS	1,136	-	-	1,136
RESTRICTED FOR:				
DEBT SERVICE	-	-	1,071,014	1,071,014
CONSTRUCTION	-	46,395	-	46,395
PUBLIC INTEREST	1,395,549	-	-	1,395,549
JUDICIAL & LAW ENFORCEMENT	4,696,316	-	-	4,696,316
EDUCATION & RECREATION	1,178,666	-	-	1,178,666
HEALTH & WELFARE	8,277,197	-	-	8,277,197
MAINTENANCE OF STRUCTURES & EQUIPMENT	352,716	-	-	352,716
COMMITTED FOR:				
CONSTRUCTION CONTRACTS	169,697	248,865	-	418,562
ASSIGNED FOR CAPITAL PROJECTS	-	2,064,217	-	2,064,217
UNASSIGNED (DEFICIT)	(384,143)	(402,975)	-	(787,118)
TOTAL FUND BALANCES	\$ 15,727,045	1,956,502	1,071,014	18,754,561
TOTAL LIABILITIES AND FUND BALANCES	\$ 20,033,010	2,292,483	1,310,255	23,635,748

JEFFERSON COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS - SUMMARY
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES:				
PROPERTY TAXES	\$ -	-	6,112,782	6,112,782
SALES TAXES	1,015,651	-	-	1,015,651
FEES	4,034,461	-	-	4,034,461
INTERGOVERNMENTAL	18,035,314	2,876,402	-	20,911,716
SALES, RENTAL & SERVICES	709,963	-	-	709,963
FINES AND FORFEITURES	190,090	-	-	190,090
CONTRIBUTIONS AND DONATIONS	4,700	-	-	4,700
INTEREST	54,406	6,422	10,908	71,736
TOTAL REVENUES	\$ 24,044,585	2,882,824	6,123,690	33,051,099
EXPENDITURES:				
CURRENT				
GENERAL GOVERNMENT	\$ 639,924	-	-	639,924
JUDICIAL AND LAW ENFORCEMENT	23,590,216	-	-	23,590,216
EDUCATION AND RECREATION	1,018,877	-	-	1,018,877
HEALTH AND WELFARE	912,979	-	-	912,979
MAINTENANCE OF STRUCTURES AND EQUIPMENT	27,332	-	-	27,332
CAPITAL OUTLAY	-	2,838,085	-	2,838,085
DEBT SERVICE				
PRINCIPAL	-	-	3,965,000	3,965,000
INTEREST AND COMMISSION	-	-	1,960,536	1,960,536
TOTAL EXPENDITURES	\$ 26,189,328	2,838,085	5,925,536	34,952,949
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (2,144,743)	44,739	198,154	(1,901,850)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	\$ 1,145,679	50,000	-	1,195,679
TRANSFERS OUT	(406,955)	-	-	(406,955)
TOTAL OTHER FINANCING SOURCES (USES)	\$ 738,724	50,000	-	788,724
NET CHANGE IN FUND BALANCES	\$ (1,406,019)	94,739	198,154	(1,113,126)
FUND BALANCES, BEGINNING	\$ 17,149,498	1,861,763	872,860	19,884,121
PRIOR PERIOD ADJUSTMENT	(16,434)	-	-	(16,434)
FUND BALANCE, BEGINNING (Restated)	\$ 17,133,064	1,861,763	872,860	19,867,687
FUND BALANCES, ENDING	\$ 15,727,045	1,956,502	1,071,014	18,754,561

SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources other than expendable trusts, or major capital projects that are legally restricted to expenditures for specified purposes. Included in this heading are the following individual funds:

Lateral Road Fund - This fund is used to account for expenditures of materials incurred in the maintenance of the lateral roads of the County. Financing is provided by contributions from the State.

Breath Alcohol Testing Fund - This fund is used to account for fees collected by the courts on D.W.I. convictions and the expenditure of those funds.

Law Library Fund - This fund is used to account for the maintenance of the County Law Library. Financing is provided by fees from law suits filed in the District Courts and County Courts-at-Law.

Juvenile Probation and Detention Fund - This fund is used to account for receipts specifically designated for use in juvenile programs.

Bail Bond License Fund - This fund is used to account for expenditures made by the courts from a five hundred dollar fee collected for all bond licenses.

County Clerk Records Management and Preservation Fund - This fund is used to account for fees collected by the County Clerk for the maintenance of their records and the expenditure of those funds.

County Clerk Records Archive Fund - This fund is used to account for fees collected by the County Clerk for the preservation of records prior to 1990 and the expenditure of those funds.

ASAP Constable Pct 8 Program - This fund is used to account for fees collected from the Port Arthur Independent School for the administration of the Absent Student Assistance Program (ASAP) by the Constable Pct 8 and the expenditure of those funds for the program.

County Records Management and Preservation Fund - This fund is used to account for fees collected by the County Clerk, District Clerk, and Sheriff for the maintenance of County records and the expenditure of those funds.

Justice Court Building Security - This fund is used to account for fees collected by the justice courts to finance security services and equipment for justice courts not located in the County courthouse.

Hotel Occupancy Tax Fund - This fund is used to account for the collection of a 2% Hotel/Motel Occupancy tax. Revenues collected from this tax are to be used for tourism projects in the County.

County and District Court Technology Fund - This fund is used to account for fees collected from defendants convicted in a County, Statutory County, or District court and the expenditures of those funds on technological enhancements for the previously mentioned courts.

Sheriff and Constable Education Fund - This fund is used to account for the expenditures associated with the education of Sheriff's deputies and Constables of the County.

Tax Office Auto Dealer Fund - This fund is used to account for taxes collected from Local Auto Dealerships to be used by the County's Tax Office.

Unclaimed Funds Management Fund - This fund is used to account for Unclaimed Funds for all County departments.

Family Protection Fund - This fund is used to account for fees collected by the District Clerk for family violence prevention or intervention and the expenditure of this money.

District Attorney Forfeiture Fund - This fund is used to account for forfeitures received by the District Attorney from criminal convictions and the expenditure of those funds.

Hot Check Fund - This fund is used to account for fees received by the District Attorney for the prosecution of hot check offenders and the expenditure of those funds.

Justice of the Peace Courtroom Technology Fund - This fund is used to account for the fees collected by the Justices of the Peace on misdemeanor convictions and the expenditure of those funds on technological enhancements for the justices' courts.

District Clerk Records Management Fund - This fund is used to account for fees collected by the District Clerk for the maintenance of their records and the expenditure of those funds.

County Clerk Election Contracts - This fund is used to account for fees collected by the County Clerk for election contracts with local governments and the expenditure of those funds.

County Clerk HAVA Fund - This fund is used to account for fees collected by the County Clerk for the rental of equipment purchased by the Help Americans Vote Act (HAVA) grant.

Child Abuse Prevention - This fund is used to account for fees collected for certain child sexual assault and related convictions and the expenditure of those funds.

Sheriff's Special Revenue Funds - This fund is used to account for fees, forfeitures, and other revenue received by the Sheriff in association with Security Fees, Law Officer Training fees, D.A.R.E. Contributions, Sheriff's Forfeitures, Sheriff's Commissary, and the Marine Division reimbursements, and the expenditure of those funds.

Guardianship Fee Fund - This fund is used to account for fees collected by the County Clerk to supplement the support of the judiciary in cases involving guardianships.

Juvenile Delinquency Prevention - This fund is used to account for fees collected by the courts for certain offenses and the expenditures associated with juvenile delinquency prevention and graffiti eradication measures.

District Court Records Technology - This fund is used to account for fees collected by the District Clerk for the preservation and restoration of District Court records.

Probation Department Funds - These funds are used to account for the expenditures of maintaining probation services as authorized by the County and District Courts.

Financing is provided by State grant and probationary fees. Included in this heading are the following individual funds:

- Juvenile Probation and Detention - State Aid
- Juvenile Community Corrections Program
- IV-E Foster Care Fund
- Juvenile Accountability #1
- Mentally Impaired Offenders
- Community Supervision
- Women's Center
- Mental Health Services
- Community Corrections
- High Risk Caseload
- Drug Diversion Program
- Juvenile Accountability #2
- Juvenile TJPC A
- Juvenile Advocate Incentive

Grant Funds - These funds are used to account for receipts of Federal and State grants designated for special projects or services. Included in this heading are the following individual funds:

- Family Group Conferencing
- Bush-Clinton Recovery
- Sheriff Training Grant
- Forensic Science Improve
- Diabetes Prevention Grant
- JAG Grant
- Sheriff Dept Grants
- SCAAP Grant
- Crime Victims Clearing - 1
- Regional Communication
- Crime Victims Clearing - 2
- EMPG Grant
- Forensic Science Improvement Grant
- Port Security Grants
- ARRA Port Security 2009
- High Intensity Drug Traffic
- Auto Theft Grant

FEMA Emergency
Drug Intervention Grant
Violence Against Women - 1
Violence Against Women - 2
Family Treatment Court
Hamshire Water & Sewer III
Cheek Step Sewer Improvements
SHSP & LETPP Grants
Hamshire Dump Site Hwy 73
Cheek Water and Sewer Phase 3
Community Emergency Response Grant
First Time Sewer
TXCDBG Disaster Recovery
FBI Firing Range



**JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE
SEPTEMBER 30, 2013**

	LATERAL ROAD FUNDS	BREATH ALCOHOL TESTING FUND	LAW LIBRARY FUND	JUVENILE PROBATION & DETENTION FUND	BAIL BOND LICENSE FUND	COUNTY CLERK RECORDS MGMT. AND PRESERVATION FUND	COUNTY CLERK RECORDS ARCHIVE FUND	ASAP CONSTABLE PCT 8 PROGRAM	COUNTY RECORDS MGMT. AND PRESERVATION FUND
ASSETS:									
CASH AND CASH EQUIVALENTS	\$ 352,669	27,036	114,690	494,067	495	474,157	18,821	-	451,653
ACCOUNTS RECEIVABLE, Net	-	-	-	-	-	-	-	-	-
INTEREST RECEIVABLE	47	4	14	62	-	61	-	-	59
DUE FROM OTHER									
GOVERNMENTAL ENTITIES	-	-	-	2,875	-	-	-	92,245	-
INVENTORY, At Cost	-	-	-	-	-	-	-	-	-
PREPAID ITEMS	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 352,716	27,040	114,704	497,004	495	474,218	18,821	92,245	451,712
LIABILITIES AND FUND BALANCES									
LIABILITIES:									
ACCOUNTS PAYABLE	\$ -	-	15,916	3,043	495	15,212	24,600	36,556	2,677
DUE TO OTHER FUNDS	-	-	-	-	-	-	-	55,689	-
DUE TO OTHER									
GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ -	-	15,916	3,043	495	15,212	24,600	92,245	2,677
FUND BALANCES:									
NONSPENDABLE FOR:									
INVENTORY	\$ -	-	-	-	-	-	-	-	-
PREPAID ITEMS	-	-	-	-	-	-	-	-	-
RESTRICTED FOR:									
PUBLIC INTEREST	-	-	-	-	-	459,006	-	-	449,035
JUDICIAL & LAW									
ENFORCEMENT	-	27,040	-	493,961	-	-	-	-	-
EDUCATION & RECREATION	-	-	98,788	-	-	-	-	-	-
HEALTH & WELFARE	-	-	-	-	-	-	-	-	-
MAINTENANCE OF									
STRUCTURES & EQUIPMENT	352,716	-	-	-	-	-	-	-	-
COMMITTED FOR:									
CONSTRUCTION CONTRACTS	-	-	-	-	-	-	-	-	-
UNASSIGNED (DEFICIT)	-	-	-	-	-	-	(5,779)	-	-
TOTAL FUND BALANCES	\$ 352,716	27,040	98,788	493,961	-	459,006	(5,779)	-	449,035
TOTAL LIABILITIES AND FUND BALANCES	\$ 352,716	27,040	114,704	497,004	495	474,218	18,821	92,245	451,712

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**JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE
SEPTEMBER 30, 2013**

	JUSTICE COURT BUILDING SECURITY	HOTEL OCCUPANCY TAX FUND	COUNTY & DISTRICT COURT TECHNOLOGY FUND	SHERIFF AND CONSTABLE EDUCATION FUND	TAX OFFICE AUTO DEALER FUND	UNCLAIMED FUNDS MANAGEMENT FUND	FAMILY PROTECTION FUND	DISTRICT ATTORNEY FORFEITURE FUND	HOT CHECK FUND	JP COURTROOM TECHNOLOGY FUND
ASSETS:										
CASH AND CASH EQUIVALENTS	\$ 71,144	1,034,067	11,484	38,476	241,900	122,911	18,980	197,717	32,847	464,128
ACCOUNTS RECEIVABLE, Net	-	74,785	-	-	-	-	-	-	-	-
INTEREST RECEIVABLE	9	133	2	4	32	-	2	2	-	61
DUE FROM OTHER										
GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-	-
INVENTORY, At Cost	-	-	-	-	-	-	-	-	-	-
PREPAID ITEMS	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 71,153	1,108,985	11,486	38,480	241,932	122,911	18,982	197,719	32,847	464,189
LIABILITIES AND FUND BALANCES										
LIABILITIES:										
ACCOUNTS PAYABLE	\$ -	29,107	-	2,563	48,269	10,420	-	-	635	327
DUE TO OTHER FUNDS	-	-	-	-	-	-	-	-	547	-
DUE TO OTHER										
GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ -	29,107	-	2,563	48,269	10,420	-	-	1,182	327
FUND BALANCES:										
NONSPENDABLE FOR:										
INVENTORY	\$ -	-	-	-	-	-	-	-	-	-
PREPAID ITEMS	-	-	-	-	-	-	-	-	-	-
RESTRICTED FOR:										
PUBLIC INTEREST	-	-	-	-	193,663	112,491	-	-	-	-
JUDICIAL & LAW										
ENFORCEMENT	71,153	-	11,486	35,917	-	-	18,982	197,719	31,665	463,862
EDUCATION & RECREATION	-	1,079,878	-	-	-	-	-	-	-	-
HEALTH & WELFARE	-	-	-	-	-	-	-	-	-	-
MAINTENANCE OF										
STRUCTURES & EQUIPMENT	-	-	-	-	-	-	-	-	-	-
COMMITTED FOR:										
CONSTRUCTION CONTRACTS	-	-	-	-	-	-	-	-	-	-
UNASSIGNED (DEFICIT)	-	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	\$ 71,153	1,079,878	11,486	35,917	193,663	112,491	18,982	197,719	31,665	463,862
TOTAL LIABILITIES AND FUND BALANCES	\$ 71,153	1,108,985	11,486	38,480	241,932	122,911	18,982	197,719	32,847	464,189

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**JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE
SEPTEMBER 30, 2013**

	<u>DISTRICT CLERK RECORDS MANAGEMENT</u>	<u>COUNTY CLERK ELECTION CONTRACTS</u>	<u>COUNTY CLERK HAVA FUND</u>	<u>CHILD ABUSE PREVENTION</u>	<u>SHERIFF'S SPECIAL REVENUE FUNDS</u>	<u>GUARDIANSHIP FEE FUND</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>DISTRICT COURT RECORDS TECHNOLOGY</u>	<u>PROBATION DEPARTMENT FUNDS</u>	<u>GRANT FUNDS</u>	<u>TOTAL</u>
ASSETS:											
CASH AND CASH EQUIVALENTS	\$ 17,246	8,081	23,730	3,478	1,967,396	149,539	81,686	61,478	2,477,538	8,429,331	17,386,745
ACCOUNTS RECEIVABLE, Net	-	-	-	-	500	-	-	-	7,174	537	82,996
INTEREST RECEIVABLE DUE FROM OTHER	2	1	3	-	35	20	11	8	315	1,108	1,995
GOVERNMENTAL ENTITIES	-	-	-	-	549,309	-	-	-	5,433	1,870,365	2,520,227
INVENTORY, At Cost	-	-	-	-	39,911	-	-	-	-	-	39,911
PREPAID ITEMS	-	-	-	-	-	-	-	-	1,058	78	1,136
TOTAL ASSETS	\$ 17,248	8,082	23,733	3,478	2,557,151	149,559	81,697	61,486	2,491,518	10,301,419	20,033,010
LIABILITIES AND FUND BALANCES											
LIABILITIES:											
ACCOUNTS PAYABLE	\$ 1,515	-	-	-	189,253	20	-	-	373,438	1,580,786	2,334,832
DUE TO OTHER FUNDS	-	-	-	-	487,515	-	-	-	89,947	329,372	963,070
DUE TO OTHER GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	282,438	-	282,438
DEFERRED REVENUE	-	-	-	-	-	-	-	-	725,625	-	725,625
TOTAL LIABILITIES	\$ 1,515	-	-	-	676,768	20	-	-	1,471,448	1,910,158	4,305,965
FUND BALANCES:											
NONSPENDABLE FOR:											
INVENTORY	\$ -	-	-	-	39,911	-	-	-	-	-	39,911
PREPAID ITEMS	-	-	-	-	-	-	-	-	1,058	78	1,136
RESTRICTED FOR:											
PUBLIC INTEREST JUDICIAL & LAW ENFORCEMENT	-	8,082	23,733	-	-	149,539	-	-	-	-	1,395,549
EDUCATION & RECREATION	15,733	-	-	3,478	1,840,472	-	81,697	61,486	1,165,799	175,866	4,696,316
HEALTH & WELFARE	-	-	-	-	-	-	-	-	-	8,277,197	8,277,197
MAINTENANCE OF STRUCTURES & EQUIPMENT	-	-	-	-	-	-	-	-	-	-	352,716
COMMITTED FOR:											
CONSTRUCTION CONTRACTS	-	-	-	-	-	-	-	-	-	169,697	169,697
UNASSIGNED (DEFICIT)	-	-	-	-	-	-	-	-	(146,787)	(231,577)	(384,143)
TOTAL FUND BALANCES	\$ 15,733	8,082	23,733	3,478	1,880,383	149,539	81,697	61,486	1,020,070	8,391,261	15,727,045
TOTAL LIABILITIES AND FUND BALANCES	\$ 17,248	8,082	23,733	3,478	2,557,151	149,559	81,697	61,486	2,491,518	10,301,419	20,033,010

JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>LATERAL ROAD FUND</u>	<u>BREATH ALCOHOL TESTING FUND</u>	<u>LAW LIBRARY FUND</u>	<u>JUVENILE PROBATION & DETENTION FUND</u>	<u>BAIL BOND LICENSE FUND</u>	<u>COUNTY CLERK RECORDS MGMT. AND PRESERVATION FUND</u>	<u>COUNTY CLERK RECORDS ARCHIVE FUND</u>	<u>ASAP CONSTABLE PCT 8 PROGRAM</u>	<u>COUNTY RECORDS MGMT. AND PRESERVATION FUND</u>
REVENUES:									
TAXES	\$ -	-	-	-	-	-	-	-	-
FEES	-	10,422	66,664	37,646	1,981	219,676	238,462	-	149,678
FINES AND FORFEITURES	-	-	-	-	-	-	-	-	-
SALES, RENTAL & SERVICES	-	-	-	-	-	-	-	-	-
INTERGOVERNMENTAL	30,119	-	-	265,132	-	-	745,898	-	-
INTEREST	1,057	71	418	1,858	13	1,140	103	-	1,163
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ 31,176</u>	<u>10,493</u>	<u>67,082</u>	<u>304,636</u>	<u>1,994</u>	<u>220,816</u>	<u>238,565</u>	<u>745,898</u>	<u>150,841</u>
EXPENDITURES:									
GENERAL GOVERNMENT	\$ -	-	-	-	-	159,924	343,258	-	63,108
JUDICIAL AND LAW ENFORCEMENT	-	4,794	-	331,856	10,845	-	-	745,898	-
EDUCATION AND RECREATION	-	-	162,018	-	-	-	-	-	-
HEALTH AND WELFARE	-	-	-	-	-	-	-	-	-
MAINTENANCE OF STRUCTURES AND EQUIPMENT	27,332	-	-	-	-	-	-	-	-
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>\$ 27,332</u>	<u>4,794</u>	<u>162,018</u>	<u>331,856</u>	<u>10,845</u>	<u>159,924</u>	<u>343,258</u>	<u>745,898</u>	<u>63,108</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 3,844</u>	<u>5,699</u>	<u>(94,936)</u>	<u>(27,220)</u>	<u>(8,851)</u>	<u>60,892</u>	<u>(104,693)</u>	<u>-</u>	<u>87,733</u>
OTHER FINANCING SOURCES (USES):									
TRANSFERS IN	\$ -	-	-	35,670	-	-	-	-	-
TRANSFERS OUT	-	-	-	(2,250)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>33,420</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ 3,844</u>	<u>5,699</u>	<u>(94,936)</u>	<u>6,200</u>	<u>(8,851)</u>	<u>60,892</u>	<u>(104,693)</u>	<u>-</u>	<u>87,733</u>
FUND BALANCES, BEGINNING PRIOR PERIOD ADJUSTMENT	<u>\$ 348,872</u>	<u>21,341</u>	<u>193,724</u>	<u>487,761</u>	<u>8,851</u>	<u>398,114</u>	<u>98,914</u>	<u>-</u>	<u>361,302</u>
FUND BALANCES, BEGINNING (Restated)	<u>\$ 348,872</u>	<u>21,341</u>	<u>193,724</u>	<u>487,761</u>	<u>8,851</u>	<u>398,114</u>	<u>98,914</u>	<u>-</u>	<u>361,302</u>
FUND BALANCES, ENDING	<u>\$ 352,716</u>	<u>27,040</u>	<u>98,788</u>	<u>493,961</u>	<u>-</u>	<u>459,006</u>	<u>(5,779)</u>	<u>-</u>	<u>449,035</u>

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JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>JUSTICE COURT BUILDING SECURITY</u>	<u>HOTEL OCCUPANCY TAX FUND</u>	<u>COUNTY & DISTRICT COURT TECHNOLOGY FUND</u>	<u>SHERIFF AND CONSTABLE EDUCATION FUND</u>	<u>TAX OFFICE AUTO DEALER FUND</u>	<u>UNCLAIMED FUNDS MANAGEMENT FUND</u>	<u>FAMILY PROTECTION FUND</u>	<u>DISTRICT ATTORNEY FORFEITURE FUND</u>	<u>HOT CHECK FUND</u>	<u>JP COURTROOM TECHNOLOGY FUND</u>
REVENUES:										
TAXES	\$ -	1,015,651	-	-	-	-	-	-	-	-
FEES	13,106	-	5,090	-	4,466	5,117	15,990	-	51,361	53,200
FINES AND FORFEITURES	-	-	-	-	-	-	-	87,469	-	-
SALES, RENTAL & SERVICES	-	17,949	-	-	-	-	-	-	-	-
INTERGOVERNMENTAL	-	-	-	-	-	-	-	19,045	-	-
INTEREST	187	2,455	26	144	3,526	-	31	597	-	1,290
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>\$ 13,293</u>	<u>1,036,055</u>	<u>5,116</u>	<u>144</u>	<u>7,992</u>	<u>5,117</u>	<u>16,021</u>	<u>107,111</u>	<u>51,361</u>	<u>54,490</u>
EXPENDITURES:										
GENERAL GOVERNMENT	\$ -	-	-	-	56,043	-	-	-	-	-
JUDICIAL AND LAW ENFORCEMENT	-	-	-	23,463	-	-	18,000	171,933	100,467	23,758
EDUCATION AND RECREATION	-	856,859	-	-	-	-	-	-	-	-
HEALTH AND WELFARE	-	-	-	-	-	-	-	-	-	-
MAINTENANCE OF STRUCTURES AND EQUIPMENT	-	-	-	-	-	-	-	-	-	-
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>\$ -</u>	<u>856,859</u>	<u>-</u>	<u>23,463</u>	<u>56,043</u>	<u>-</u>	<u>18,000</u>	<u>171,933</u>	<u>100,467</u>	<u>23,758</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 13,293</u>	<u>179,196</u>	<u>5,116</u>	<u>(23,319)</u>	<u>(48,051)</u>	<u>5,117</u>	<u>(1,979)</u>	<u>(64,822)</u>	<u>(49,106)</u>	<u>30,732</u>
OTHER FINANCING SOURCES (USES):										
TRANSFERS IN	\$ -	-	-	-	-	-	-	-	-	-
TRANSFERS OUT	-	(50,000)	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ -</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ 13,293</u>	<u>129,196</u>	<u>5,116</u>	<u>(23,319)</u>	<u>(48,051)</u>	<u>5,117</u>	<u>(1,979)</u>	<u>(64,822)</u>	<u>(49,106)</u>	<u>30,732</u>
FUND BALANCES, BEGINNING	\$ 57,860	950,682	6,370	59,236	241,714	107,374	20,961	262,541	80,771	433,130
PRIOR PERIOD ADJUSTMENT	-	-	-	-	-	-	-	-	-	-
FUND BALANCES, BEGINNING (Restated)	<u>\$ 57,860</u>	<u>950,682</u>	<u>6,370</u>	<u>59,236</u>	<u>241,714</u>	<u>107,374</u>	<u>20,961</u>	<u>262,541</u>	<u>80,771</u>	<u>433,130</u>
FUND BALANCES, ENDING	<u>\$ 71,153</u>	<u>1,079,878</u>	<u>11,486</u>	<u>35,917</u>	<u>193,663</u>	<u>112,491</u>	<u>18,982</u>	<u>197,719</u>	<u>31,665</u>	<u>463,862</u>

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JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>DISTRICT CLERK RECORDS MANAGEMENT</u>	<u>COUNTY CLERK ELECTION CONTRACTS</u>	<u>COUNTY CLERK HAVA FUND</u>	<u>CHILD ABUSE PREVENTION</u>	<u>SHERIFF'S SPECIAL REVENUE FUNDS</u>	<u>GUARDIANSHIP FEE FUND</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>DISTRICT COURT RECORDS TECHNOLOGY</u>	<u>PROBATION DEPARTMENT FUNDS</u>	<u>GRANT FUNDS</u>	<u>TOTAL</u>
REVENUES:											
TAXES	\$ -	-	-	-	-	-	-	-	-	-	1,015,651
FEES	21,770	-	-	1,478	165,348	27,060	347	21,540	2,924,059	-	4,034,461
FINES AND FORFEITURES	-	-	-	-	100,621	-	-	-	2,000	-	190,090
SALES, RENTAL & SERVICES	-	8,067	23,681	-	660,237	-	-	-	-	29	709,963
INTERGOVERNMENTAL	-	-	-	-	1,867,864	-	-	-	4,129,188	10,978,068	18,035,314
INTEREST	65	17	49	8	5,242	398	236	148	8,596	25,568	54,406
CONTRIBUTIONS AND DONATIONS	-	-	-	-	4,600	-	-	-	-	100	4,700
TOTAL REVENUES	<u>\$ 21,835</u>	<u>8,084</u>	<u>23,730</u>	<u>1,486</u>	<u>2,803,912</u>	<u>27,458</u>	<u>583</u>	<u>21,688</u>	<u>7,063,843</u>	<u>11,003,765</u>	<u>24,044,585</u>
EXPENDITURES:											
GENERAL GOVERNMENT	\$ -	3,563	11,528	-	-	2,500	-	-	-	-	639,924
JUDICIAL AND LAW ENFORCEMENT	37,710	-	-	-	3,446,150	-	-	-	7,907,862	10,767,480	23,590,216
EDUCATION AND RECREATION	-	-	-	-	-	-	-	-	-	-	1,018,877
HEALTH AND WELFARE	-	-	-	-	-	-	-	-	-	912,979	912,979
MAINTENANCE OF STRUCTURES AND EQUIPMENT	-	-	-	-	-	-	-	-	-	-	27,332
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>\$ 37,710</u>	<u>3,563</u>	<u>11,528</u>	<u>-</u>	<u>3,446,150</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>7,907,862</u>	<u>11,680,459</u>	<u>26,189,328</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (15,875)</u>	<u>4,521</u>	<u>12,202</u>	<u>1,486</u>	<u>(642,238)</u>	<u>24,958</u>	<u>583</u>	<u>21,688</u>	<u>(844,019)</u>	<u>(676,694)</u>	<u>(2,144,743)</u>
OTHER FINANCING SOURCES (USES):											
TRANSFERS IN	\$ -	-	-	-	440,000	-	-	-	207,424	462,585	1,145,679
TRANSFERS OUT	-	-	-	-	(149,040)	-	-	-	(205,174)	(491)	(406,955)
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>290,960</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,250</u>	<u>462,094</u>	<u>738,724</u>
NET CHANGE IN FUND BALANCES	<u>\$ (15,875)</u>	<u>4,521</u>	<u>12,202</u>	<u>1,486</u>	<u>(351,278)</u>	<u>24,958</u>	<u>583</u>	<u>21,688</u>	<u>(841,769)</u>	<u>(214,600)</u>	<u>(1,406,019)</u>
FUND BALANCES, BEGINNING	\$ 31,608	3,561	11,531	1,992	2,231,661	124,581	81,114	39,798	1,878,273	8,605,861	17,149,498
PRIOR PERIOD ADJUSTMENT	-	-	-	-	-	-	-	-	(16,434)	-	(16,434)
FUND BALANCES, BEGINNING (Restated)	<u>\$ 31,608</u>	<u>3,561</u>	<u>11,531</u>	<u>1,992</u>	<u>2,231,661</u>	<u>124,581</u>	<u>81,114</u>	<u>39,798</u>	<u>1,861,839</u>	<u>8,605,861</u>	<u>17,133,064</u>
FUND BALANCES, ENDING	<u><u>\$ 15,733</u></u>	<u><u>8,082</u></u>	<u><u>23,733</u></u>	<u><u>3,478</u></u>	<u><u>1,880,383</u></u>	<u><u>149,539</u></u>	<u><u>81,697</u></u>	<u><u>61,486</u></u>	<u><u>1,020,070</u></u>	<u><u>8,391,261</u></u>	<u><u>15,727,045</u></u>



JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - PROBATION DEPARTMENT FUNDS
SEPTEMBER 30, 2013

	JUVENILE PROBATION AND DETENTION- STATE AID	JUVENILE COMMUNITY CORRECTIONS PROGRAM	IV-E FOSTER CARE FUND	JUVENILE ACCOUNTABILITY #1
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 27,796	2,278	586,961	-
ACCOUNTS RECEIVABLE, Net	390	-	-	-
INTEREST RECEIVABLE	-	-	90	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	-	1,051
PREPAID ITEMS	57	-	-	-
TOTAL ASSETS	\$ 28,243	2,278	587,051	1,051
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 1,892	-	324	-
DUE TO OTHER FUNDS	-	-	-	1,051
DUE TO OTHER GOVERNMENTAL ENTITIES	-	-	-	-
DEFERRED REVENUE	44,295	34,163	-	-
TOTAL LIABILITIES	\$ 46,187	34,163	324	1,051
FUND BALANCES:				
NONSPENDABLE FOR:				
PREPAID ITEMS	\$ 57	-	-	-
RESTRICTED FOR: JUDICIAL & LAW ENFORCEMENT	-	-	586,727	-
UNASSIGNED (DEFICIT)	(18,001)	(31,885)	-	-
TOTAL FUND BALANCES	\$ (17,944)	(31,885)	586,727	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 28,243	2,278	587,051	1,051

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JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - PROBATION DEPARTMENT FUNDS
SEPTEMBER 30, 2013

	MENTALLY IMPAIRED OFFENDERS PROGRAM	COMMUNITY SUPERVISION	WOMEN'S CENTER	MENTAL HEALTH SERVICES	COMMUNITY CORRECTIONS	HIGH RISK CASELOAD	DRUG DIVERSION PROGRAM	JUVENILE ACCOUNTABILITY #2	JUVENILE TJPC A	JUVENILE ADVOCATE INCENTIVE	2013 TOTAL
ASSETS:											
CASH AND CASH EQUIVALENTS	\$ 53,037	913,371	568,813	-	165,918	69,083	86,825	-	-	3,456	2,477,538
ACCOUNTS RECEIVABLE, Net	-	4,792	976	-	1,016	-	-	-	-	-	7,174
INTEREST RECEIVABLE DUE FROM OTHER	-	221	-	-	-	-	-	-	4	-	315
GOVERNMENTAL ENTITIES PREPAID ITEMS	-	-	-	-	-	-	18	4,364	-	-	5,433
	-	707	145	-	149	-	-	-	-	-	1,058
TOTAL ASSETS	\$ 53,037	919,091	569,934	-	167,083	69,083	86,843	4,364	4	3,456	2,491,518
LIABILITIES AND FUND BALANCES											
LIABILITIES:											
ACCOUNTS PAYABLE	\$ 5,074	155,149	98,540	4,443	14,529	8,697	23,114	-	61,676	-	373,438
DUE TO OTHER FUNDS	-	-	-	-	-	60,386	-	4,364	24,146	-	89,947
DUE TO OTHER GOVERNMENTAL ENTITIES	23,711	-	202,681	-	56,046	-	-	-	-	-	282,438
DEFERRED REVENUE	22,537	227,947	239,519	-	83,339	-	69,658	-	-	4,167	725,625
TOTAL LIABILITIES	\$ 51,322	383,096	540,740	4,443	153,914	69,083	92,772	4,364	85,822	4,167	1,471,448
FUND BALANCES:											
NONSPENDABLE FOR PREPAID ITEMS	\$ -	707	145	-	149	-	-	-	-	-	1,058
RESTRICTED FOR: JUDICIAL & LAW ENFORCEMENT	1,715	535,288	29,049	-	13,020	-	-	-	-	-	1,165,799
UNASSIGNED (DEFICIT)	-	-	-	(4,443)	-	-	(5,929)	-	(85,818)	(711)	(146,787)
TOTAL FUND BALANCES	\$ 1,715	535,995	29,194	(4,443)	13,169	-	(5,929)	-	(85,818)	(711)	1,020,070
TOTAL LIABILITIES AND FUND BALANCES	\$ 53,037	919,091	569,934	-	167,083	69,083	86,843	4,364	4	3,456	2,491,518



JEFFERSON COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS -
 SPECIAL REVENUE - PROBATION DEPARTMENT FUNDS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	JUVENILE PROBATION AND DETENTION-- STATE AID	JUVENILE COMMUNITY CORRECTIONS PROGRAM	IV-E FOSTER CARE FUND	JUVENILE ACCOUNTABILITY #1
REVENUES:				
FEEs	\$ -	-	-	-
FINES AND FORFEITURES	-	-	-	-
INTERGOVERNMENTAL	45,586	-	19,345	1,051
INTEREST	87	-	1,832	-
TOTAL REVENUES	\$ 45,673	-	21,177	1,051
EXPENDITURES:				
JUDICIAL AND LAW ENFORCEMENT	\$ 57,821	-	8,789	1,168
CAPITAL OUTLAY	-	-	-	-
TOTAL EXPENDITURES	\$ 57,821	-	8,789	1,168
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (12,148)	-	12,388	(117)
OTHER FINANCIAL SOURCES (USES):				
TRANSFERS IN	\$ -	-	-	117
TRANSFERS OUT	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	-	-	117
NET CHANGE IN FUND BALANCES	\$ (12,148)	-	12,388	-
FUND BALANCES, BEGINNING	(2,949)	(31,885)	574,339	-
PRIOR PERIOD ADJUSTMENT	(2,847)	-	-	-
FUND BALANCES, OCTOBER 1 (Restated)	\$ (5,796)	(31,885)	574,339	-
FUND BALANCES, ENDING	\$ (17,944)	(31,885)	586,727	-

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JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - PROBATION DEPARTMENT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	MENTALLY IMPAIRED OFFENDERS PROGRAM	COMMUNITY SUPERVISION	WOMEN'S CENTER	MENTAL HEALTH SERVICES	COMMUNITY CORRECTIONS	HIGH RISK CASELOAD	DRUG DIVERSION PROGRAM	JUVENILE ACCOUNTABILITY #2	JUVENILE TJPC A	JUVENILE ADVOCATE INCENTIVE	2013 TOTAL
REVENUES:											
FEES	\$ -	2,531,001	323,293	-	-	-	69,765	-	-	-	2,924,059
FINES AND FORFEITURES	-	2,000	-	-	-	-	-	-	-	-	2,000
INTERGOVERNMENTAL	111,509	1,309,968	774,394	-	366,766	154,174	383,117	19,201	944,077	-	4,129,188
INTEREST	-	6,672	-	-	-	-	-	-	5	-	8,596
TOTAL REVENUES	\$ 111,509	3,849,641	1,097,687	-	366,766	154,174	452,882	19,201	944,082	-	7,063,843
EXPENDITURES:											
JUDICIAL AND LAW ENFORCEMENT	\$ 119,357	3,772,473	1,588,114	4,443	370,107	248,816	557,575	21,335	1,157,864	-	7,907,862
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 119,357	3,772,473	1,588,114	4,443	370,107	248,816	557,575	21,335	1,157,864	-	7,907,862
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (7,848)	77,168	(490,427)	(4,443)	(3,341)	(94,642)	(104,693)	(2,134)	(213,782)	-	(844,019)
OTHER FINANCIAL SOURCES (USES):											
TRANSFERS IN	\$ -	-	-	-	-	103,725	101,448	2,134	-	-	207,424
TRANSFERS OUT	-	(205,174)	-	-	-	-	-	-	-	-	(205,174)
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	(205,174)	-	-	-	103,725	101,448	2,134	-	-	2,250
NET CHANGE IN FUND BALANCES	\$ (7,848)	(128,006)	(490,427)	(4,443)	(3,341)	9,083	(3,245)	-	(213,782)	-	(841,769)
FUND BALANCES, BEGINNING PRIOR PERIOD ADJUSTMENT	9,563	664,001	519,621	-	16,510	(9,083)	(2,684)	-	141,551	(711)	1,878,273
	-	-	-	-	-	-	-	-	(13,587)	-	(16,434)
FUND BALANCES, OCTOBER 1 (Restated)	\$ 9,563	664,001	519,621	-	16,510	(9,083)	(2,684)	-	127,964	(711)	1,861,839
FUND BALANCES, ENDING	\$ 1,715	535,995	29,194	(4,443)	13,169	-	(5,929)	-	(85,818)	(711)	1,020,070

JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - GRANT FUNDS
SEPTEMBER 30, 2013

	FAMILY GROUP CONFERENCING PROJECT	BUSH- CLINTON RECOVERY	SHERIFF TRAINING GRANT	FORENSIC SCIENCE IMPROVE	DIABETES PREVENTION GRANT	JAG GRANT	SHERIFF DEPT GRANTS	SCAAP GRANT	CRIME VICTIMS CLEARING - 1	REGIONAL COMMUNICATION
ASSETS:										
CASH AND CASH EQUIVALENTS	\$ 35,778	1,646	-	-	-	-	-	27,858	6,354	69,042
ACCOUNTS RECEIVABLE , Net	-	-	-	-	-	-	-	-	-	-
INTEREST RECEIVABLE	5	-	-	-	-	-	-	4	-	9
DUE FROM OTHER										
GOVERNMENTAL ENTITIES	-	-	12,022	1,658	-	-	-	-	5,090	-
PREPAID ITEMS	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 35,783	1,646	12,022	1,658	-	-	-	27,862	11,444	69,051
LIABILITIES AND FUND BALANCES										
LIABILITIES:										
ACCOUNTS PAYABLE	\$ -	-	1,815	-	-	408	369	-	9,780	-
DUE TO OTHER FUNDS	-	-	17,418	1,658	-	27,298	-	-	-	-
DUE TO OTHER										
GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ -	-	19,233	1,658	-	27,706	369	-	9,780	-
FUND BALANCES:										
NONSPENDABLE FOR:										
PREPAID ITEMS	\$ -	-	-	-	-	-	-	-	-	-
RESTRICTED FOR:										
JUDICIAL & LAW										
ENFORCEMENT	35,783	-	-	-	-	-	-	27,862	1,664	69,051
HEALTH & WELFARE	-	1,646	-	-	-	-	-	-	-	-
COMMITTED FOR:										
CONSTRUCTION CONTRACTS	-	-	-	-	-	-	-	-	-	-
UNASSIGNED (DEFICIT)	-	-	(7,211)	-	-	(27,706)	(369)	-	-	-
TOTAL FUND BALANCES	\$ 35,783	1,646	(7,211)	-	-	(27,706)	(369)	27,862	1,664	69,051
TOTAL LIABILITIES AND FUND BALANCES	\$ 35,783	1,646	12,022	1,658	-	-	-	27,862	11,444	69,051

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JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - GRANT FUNDS
SEPTEMBER 30, 2013

	CRIME VICTIMS CLEARING - 2	EMPG GRANT	FORENSIC SCIENCE IMPROVEMENT GRANT	PORT SECURITY GRANTS	ARRA PORT SECURITY 2009	HIGH INTENSITY DRUG TRAFFIC	AUTO THEFT GRANT	FEMA EMERGENCY	DRUG INTERVENTION GRANT	VIOLENCE AGAINST WOMEN - 1	VIOLENCE AGAINST WOMEN - 2
ASSETS:											
CASH AND CASH EQUIVALENTS	\$ -	52,827	108	-	-	-	-	8,164,297	-	-	-
ACCOUNTS RECEIVABLE , Net	-	-	-	-	-	-	-	-	-	-	536
INTEREST RECEIVABLE	-	7	-	-	-	-	-	1,081	-	-	-
DUE FROM OTHER											
GOVERNMENTAL ENTITIES	10,562	30,876	-	1,742,424	-	-	25,075	-	11,952	11,057	8,625
PREPAID ITEMS	-	-	-	-	-	-	-	-	-	-	78
TOTAL ASSETS	\$ 10,562	83,710	108	1,742,424	-	-	25,075	8,165,378	11,952	11,057	9,239
LIABILITIES AND FUND BALANCES											
LIABILITIES:											
ACCOUNTS PAYABLE	\$ -	1,087	-	1,534,725	-	3,449	9,904	-	2,802	1,500	7,710
DUE TO OTHER FUNDS	9,288	-	-	207,699	-	13,068	21,252	-	10,258	9,557	1,529
DUE TO OTHER											
GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 9,288	1,087	-	1,742,424	-	16,517	31,156	-	13,060	11,057	9,239
FUND BALANCES:											
NONSPENDABLE FOR:											
PREPAID ITEMS	\$ -	-	-	-	-	-	-	-	-	-	78
RESTRICTED FOR:											
JUDICIAL & LAW											
ENFORCEMENT	1,274	-	108	-	-	-	-	-	-	-	-
HEALTH & WELFARE	-	82,623	-	-	-	-	-	8,165,378	-	-	-
COMMITTED FOR:											
CONSTRUCTION CONTRACTS	-	-	-	-	169,697	-	-	-	-	-	-
UNASSIGNED (DEFICIT)	-	-	-	-	(169,697)	(16,517)	(6,081)	-	(1,108)	-	(78)
TOTAL FUND BALANCES	\$ 1,274	82,623	108	-	-	(16,517)	(6,081)	8,165,378	(1,108)	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 10,562	83,710	108	1,742,424	-	-	25,075	8,165,378	11,952	11,057	9,239

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JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - GRANT FUNDS
SEPTEMBER 30, 2013

	FAMILY TREATMENT COURT	HAMSHIRE WATER & SEWER III	CHEEK STEP SEWER IMPROVEMENTS	SHSP & LETPP GRANTS	HAMSHIRE DUMP SITE HWY 73	CHEEK WATER AND SEWER PHASE 3	COMMUNITY EMERGENCY RESPONSE GRANT	FIRST TIME SEWER	TXCDBG DISASTER RECOVERY	FBI FIRING RANGE	2013 GRANT TOTALS
ASSETS:											
CASH AND CASH EQUIVALENTS	\$ -	5,877	-	-	192	-	4,761	757	19,902	39,932	8,429,331
ACCOUNTS RECEIVABLE , Net	-	-	-	-	-	-	-	1	-	-	537
INTEREST RECEIVABLE	-	-	-	-	-	-	1	-	1	-	1,108
DUE FROM OTHER											
GOVERNMENTAL ENTITIES	11,024	-	-	-	-	-	-	-	-	-	1,870,365
PREPAID ITEMS	-	-	-	-	-	-	-	-	-	-	78
TOTAL ASSETS	\$ 11,024	5,877	-	-	192	-	4,762	758	19,903	39,932	10,301,419
LIABILITIES AND FUND BALANCES											
LIABILITIES:											
ACCOUNTS PAYABLE	\$ 3,102	3,750	-	385	-	-	-	-	-	-	1,580,786
DUE TO OTHER FUNDS	8,367	-	-	1,980	-	-	-	-	-	-	329,372
DUE TO OTHER											
GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 11,469	3,750	-	2,365	-	-	-	-	-	-	1,910,158
FUND BALANCES:											
NONSPENDABLE FOR:											
PREPAID ITEMS	\$ -	-	-	-	-	-	-	-	-	-	78
RESTRICTED FOR:											
JUDICIAL & LAW											
ENFORCEMENT	-	-	-	-	192	-	-	-	-	39,932	175,866
HEALTH & WELFARE	-	2,127	-	-	-	-	4,762	758	19,903	-	8,277,197
COMMITTED FOR:											
CONSTRUCTION CONTRACTS	-	-	-	-	-	-	-	-	-	-	169,697
UNASSIGNED (DEFICIT)	(445)	-	-	(2,365)	-	-	-	-	-	-	(231,577)
TOTAL FUND BALANCES	\$ (445)	2,127	-	(2,365)	192	-	4,762	758	19,903	39,932	8,391,261
TOTAL LIABILITIES AND FUND BALANCES	\$ 11,024	5,877	-	-	192	-	4,762	758	19,903	39,932	10,301,419

JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - GRANT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	FAMILY GROUP CONFERENCING PROJECT	BUSH CLINTON RECOVERY	SHERIFF TRAINING GRANT	FORENSIC SCIENCE IMPROVE	DIABETES PREVENTION GRANT	JAG GRANT	SHERIFF DEPT GRANTS	SCAAP GRANT	CRIME VICTIMS CLEARING - 1	REGIONAL COMMUNICATION
REVENUES:										
INTERGOVERNMENTAL	\$ -	-	10,207	24,351	30,515	-	-	17,129	5,090	-
INTEREST	105	5	-	-	-	14	-	124	-	206
SALES, RENTAL & SERVICES	-	-	-	-	-	-	-	-	-	-
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	\$ 105	5	10,207	24,351	30,515	14	-	17,253	5,090	206
EXPENDITURES:										
JUDICIAL AND LAW ENFORCEMENT	\$ 1,310	-	17,418	24,351	-	36,603	369	22,019	21,115	10,000
HEALTH & WELFARE	-	-	-	-	23,276	-	-	-	-	-
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 1,310	-	17,418	24,351	23,276	36,603	369	22,019	21,115	10,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (1,205)	5	(7,211)	-	7,239	(36,589)	(369)	(4,766)	(16,025)	(9,794)
OTHER FINANCING SOURCES (USES):										
TRANSFERS IN	\$ -	-	-	-	30	-	-	-	16,953	-
TRANSFERS OUT	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	-	-	-	30	-	-	-	16,953	-
NET CHANGE IN FUND BALANCES	\$ (1,205)	5	(7,211)	-	7,269	(36,589)	(369)	(4,766)	928	(9,794)
FUND BALANCES, BEGINNING	36,988	1,641	-	-	(7,269)	8,883	-	32,628	736	78,845
FUND BALANCES, ENDING	\$ 35,783	1,646	(7,211)	-	-	(27,706)	(369)	27,862	1,664	69,051

[CONTINUED]

JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - GRANT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	CRIME VICTIMS CLEARING - 2	EMPG GRANT	FORENSIC SCIENCE IMPROVEMENT GRANT	PORT SECURITY GRANTS	ARRA PORT SECURITY 2009	HIGH INTENSITY DRUG TRAFFIC	AUTO THEFT GRANT	FEMA EMERGENCY	DRUG INTERVENTION GRANT	VIOLENCE AGAINST WOMEN - 1	VIOLENCE AGAINST WOMEN - 2
REVENUES:											
INTERGOVERNMENTAL	\$ 45,838	51,028	-	8,903,326	984,375	18,296	83,752	538,350	57,464	76,283	8,625
INTEREST	-	174	1	89	-	-	-	24,766	-	-	-
SALES, RENTAL & SERVICES	-	29	-	-	-	-	-	-	-	-	-
CONTRIBUTIONS AND DONATIONS	100	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	\$ 45,938	51,231	1	8,903,415	984,375	18,296	83,752	563,116	57,464	76,283	8,625
EXPENDITURES:											
JUDICIAL AND LAW ENFORCEMENT	\$ 243,434	-	-	8,887,525	1,105,457	34,813	106,637	-	58,572	147,762	14,246
HEALTH & WELFARE	-	29,481	-	-	-	-	-	772,010	-	-	-
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 243,434	29,481	-	8,887,525	1,105,457	34,813	106,637	772,010	58,572	147,762	14,246
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (197,496)	21,750	1	15,890	(121,082)	(16,517)	(22,885)	(208,894)	(1,108)	(71,479)	(5,621)
OTHER FINANCING SOURCES (USES):											
TRANSFERS IN	\$ 197,596	-	-	27,959	121,082	-	16,804	-	-	76,052	5,621
TRANSFERS OUT	-	(488)	-	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	\$ 197,596	(488)	-	27,959	121,082	-	16,804	-	-	76,052	5,621
NET CHANGE IN FUND BALANCES	\$ 100	21,262	1	43,849	-	(16,517)	(6,081)	(208,894)	(1,108)	4,573	-
FUND BALANCES, BEGINNING	1,174	61,361	107	(43,849)	-	-	-	8,374,272	-	(4,573)	-
FUND BALANCES, ENDING	\$ 1,274	82,623	108	-	-	(16,517)	(6,081)	8,165,378	(1,108)	-	-

[CONTINUED]

JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS -
SPECIAL REVENUE - GRANT FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	FAMILY TREATMENT COURT	HAMSHIRE WATER & SEWER III	CHEEK STEP SEWER IMPROVEMENTS	SHSP & LETPP GRANTS	HAMSHIRE DUMP SITE HWY 73	CHEEK WATER AND SEWER PHASE 3	COMMUNITY EMERGENCY RESPONSE GRANT	FIRST TIME SEWER	TXCDBG DISASTER RECOVERY	FBI FIRING RANGE	2013 GRANT TOTALS
REVENUES:											
INTERGOVERNMENTAL	\$ 35,268	-	-	52,671	-	35,500	-	-	-	-	10,978,068
INTEREST	-	14	3	-	1	-	14	2	50	-	25,568
SALES, RENTAL & SERVICES	-	-	-	-	-	-	-	-	-	-	29
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	-	-	-	-	100
TOTAL REVENUES	\$ 35,268	14	3	52,671	1	35,500	14	2	50	-	11,003,765
EXPENDITURES:											
JUDICIAL AND LAW ENFORCEMENT	\$ 35,849	-	-	-	-	-	-	-	-	-	10,767,480
HEALTH & WELFARE	-	-	-	52,712	-	35,500	-	-	-	-	912,979
CAPITAL OUTLAY	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 35,849	-	-	52,712	-	35,500	-	-	-	-	11,680,459
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (581)	14	3	(41)	1	-	14	2	50	-	(676,694)
OTHER FINANCING SOURCES (USES):											
TRANSFERS IN	\$ -	-	-	488	-	-	-	-	-	-	462,585
TRANSFERS OUT	-	-	(3)	-	-	-	-	-	-	-	(491)
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	-	(3)	488	-	-	-	-	-	-	462,094
NET CHANGE IN FUND BALANCES	\$ (581)	14	-	447	1	-	14	2	50	-	(214,600)
FUND BALANCES, BEGINNING	136	2,113	-	(2,812)	191	-	4,748	756	19,853	39,932	8,605,861
FUND BALANCES, ENDING	\$ (445)	2,127	-	(2,365)	192	-	4,762	758	19,903	39,932	8,391,261



CAPITAL PROJECTS FUNDS



CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for all resources used for the acquisition or construction of capital facilities except those financed by Enterprise Funds or Internal Service Funds. Included in this heading are the following individual funds:

Highway Improvement Fund - This fund is used to account for expenditures in the construction of county roads.

Southeast Texas Entertainment Complex - This fund is used to account for the construction costs of a multi-facility park which has been renamed Ford Park.

1957 Road Bond Fund - This fund is used to account for the purchase of right-of-way for highway and utility adjustments in conjunction with the Texas State Highway Department.

TCEO - First Time Sewer - This fund is used to account for the expenditures for the installation of a low pressure sewer system to approximately 81 low income residential customers in the Candlelight and Martel subdivisions. Funds for this project are from penalties assessed by the Texas Commission on Environmental Quality.

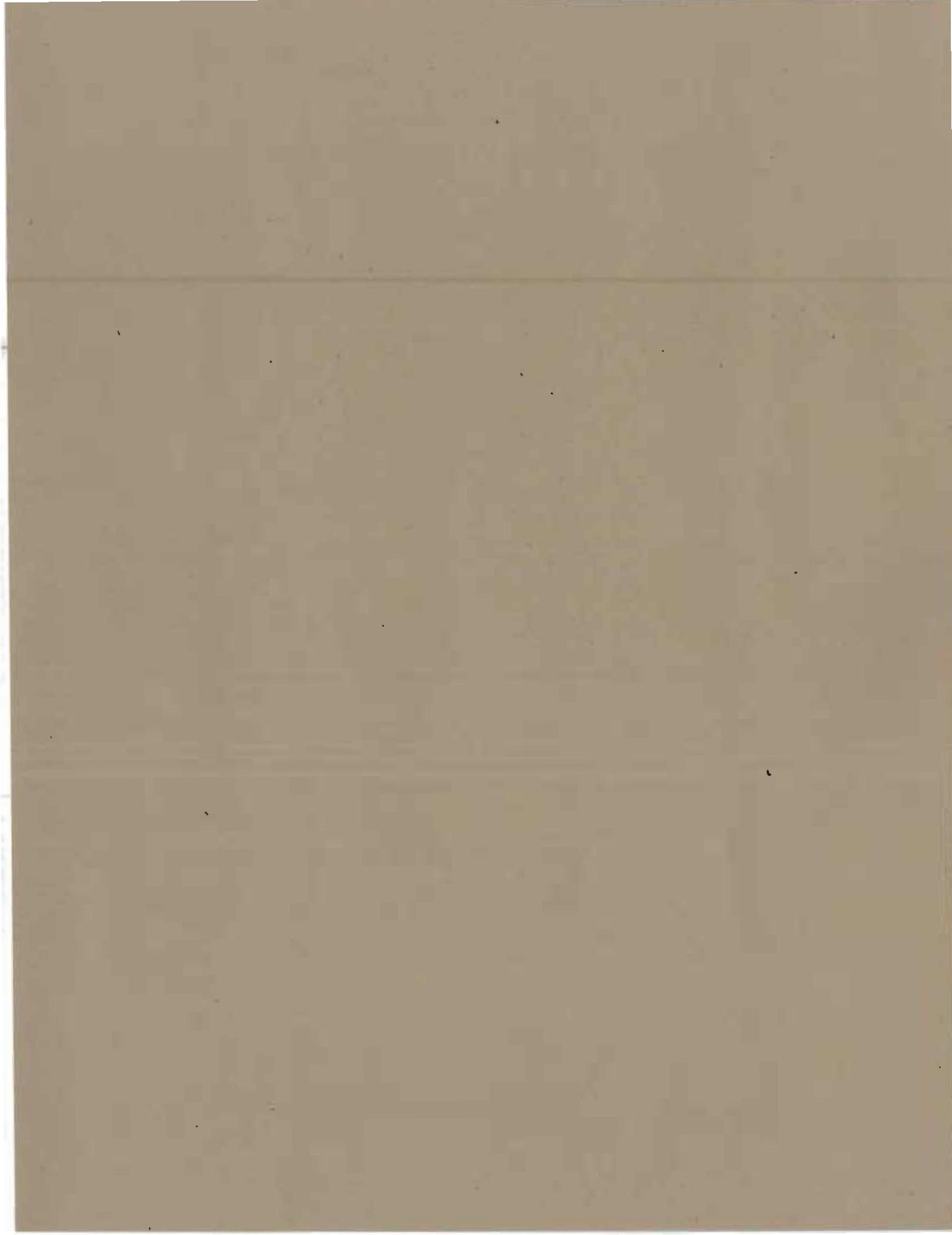
2002B Certificates of Obligation - This fund is used to account for the expenditures of proceeds from \$13,090,000 in Certificates of Obligation issued in April 2002. The proceeds will be spent on a variety of projects. The projects scheduled to be funded are a County wide 800 MHz radio system, and furniture and fixtures at Ford Park.

Keith Lake Fish Pass - This fund is used to account for the expenditures to construct erosion control devices in the Keith Lake Fish Pass.

ORA Capital Grants - This fund is used to account for the grants from the Office of Rural Affairs (ORA) and Community Development Block Grants for Disaster Recovery Programs.



SEP Umphrey State Park Project - This fund is used to account for the expenditures for the construction of the Walter Umphrey State Park Pavilion. Funds for this project are from penalties assessed by the Texas Commission on Environmental Quality.





**JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS
SEPTEMBER 30, 2013**

	HIGHWAY IMPROVEMENT FUND	SOUTHEAST TEXAS ENTERTAINMENT COMPLEX	1957 ROAD BOND FUND	TCEQ - FIRST TIME SEWER	2002B CERTIFICATE OF OBLIGATION PROJECT	KEITH LAKE FISH PASS	ORA CAPITAL GRANTS	SEP UMPHREY STATE PARK PROJECT	TOTAL
ASSETS:									
CASH AND CASH EQUIVALENTS	\$ 155,633	-	467,378	45,063	-	1,440,932	60,323	1,332	2,170,661
INTEREST RECEIVABLE	21	-	62	-	-	191	-	-	274
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	-	-	-	-	121,548	-	121,548
TOTAL ASSETS	\$ 155,654	-	467,440	45,063	-	1,441,123	181,871	1,332	2,292,483
LIABILITIES AND FUND BALANCES									
LIABILITIES:									
ACCOUNTS PAYABLE	-	-	-	-	-	-	121,548	-	121,548
DUE TO OTHER FUNDS	-	214,433	-	-	-	-	-	-	214,433
TOTAL LIABILITIES	-	214,433	-	-	-	-	121,548	-	335,981
FUND BALANCES:									
RESTRICTED FOR CONSTRUCTION	-	-	-	45,063	-	-	-	1,332	46,395
COMMITTED FOR CONSTRUCTION CONTRACTS	-	-	-	-	-	248,865	-	-	248,865
ASSIGNED FOR CAPITAL PROJECTS	155,654	-	467,440	-	-	1,441,123	-	-	2,064,217
UNASSIGNED (DEFICIT)	-	(214,433)	-	-	-	(188,542)	-	-	(402,975)
TOTAL FUND BALANCES	\$ 155,654	(214,433)	467,440	45,063	-	1,441,123	60,323	1,332	1,956,502
TOTAL LIABILITIES AND FUND BALANCES	\$ 155,654	-	467,440	45,063	-	1,441,123	181,871	1,332	2,292,483

**JEFFERSON COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

	HIGHWAY IMPROVEMENT FUND	SOUTHEAST TEXAS ENTERTAINMENT COMPLEX	1957 ROAD BOND FUND	TCEQ - FIRST TIME SEWER	2002B CERTIFICATE OF OBLIGATION PROJECT	KEITH LAKE FISH PASS	ORA CAPITAL GRANTS	SEP UMPHREY STATE PARK PROJECT	TOTAL
REVENUES:									
INTERGOVERNMENTAL INTEREST	\$ -	-	65,338	-	75,325	-	2,735,739	-	2,876,402
	558	-	1,278	115	1	4,166	297	7	6,422
TOTAL REVENUES	\$ 558	-	66,616	115	75,326	4,166	2,736,036	7	2,882,824
EXPENDITURES:									
CAPITAL OUTLAY	\$ 43,301	-	-	-	74,507	-	2,720,277	-	2,838,085
TOTAL EXPENDITURES	\$ 43,301	-	-	-	74,507	-	2,720,277	-	2,838,085
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (42,743)	-	66,616	115	819	4,166	15,759	7	44,739
OTHER FINANCING SOURCES (USES):									
TRANSFERS IN	\$ -	50,000	-	-	-	-	-	-	50,000
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	50,000	-	-	-	-	-	-	50,000
NET CHANGE IN FUND BALANCES	\$ (42,743)	50,000	66,616	115	819	4,166	15,759	7	94,739
FUND BALANCES, BEGINNING	198,397	(264,433)	400,824	44,948	(819)	1,436,957	44,564	1,325	1,861,763
FUND BALANCES, ENDING	\$ 155,654	(214,433)	467,440	45,063	-	1,441,123	60,323	1,332	1,956,502



DEBT SERVICE FUNDS



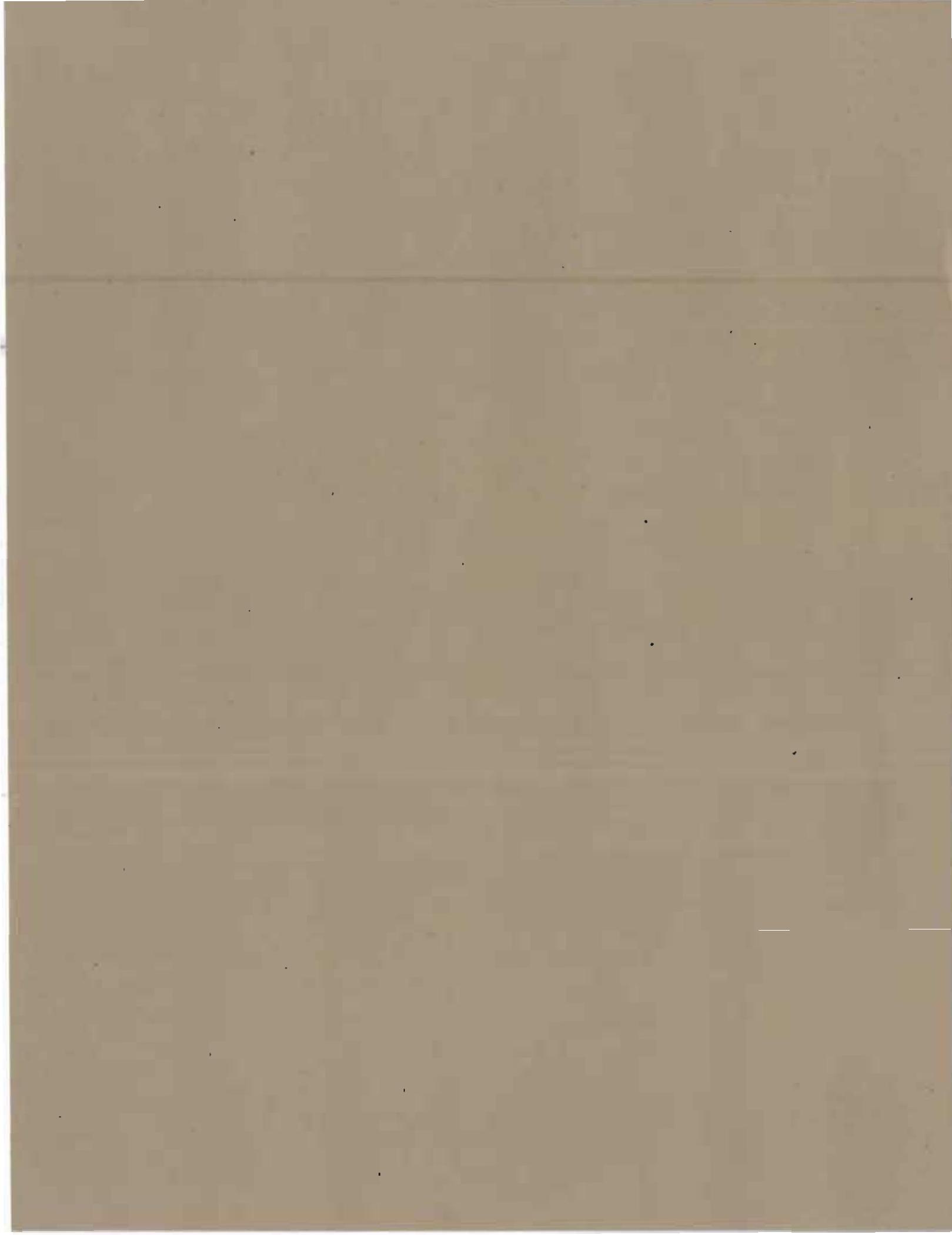
DEBT SERVICE FUNDS

The Debt Service Funds are used to account for each specific long-term debt. These funds account for the accumulation of resources and subsequent disbursement of such resources to pay principal, interest, and commissions. Included in this heading are the following individual funds:

2012 Refunding Bond - This fund is used to account for the revenues and expenditures associated with the \$47,305,000 General Obligation Refunding Bonds issued in May 2012.

2003B Certificates of Obligation - This fund is used to account for the revenues and expenditures associated with the \$1,505,000 in Certificates of Obligation issued in May 2003.

2011 Refunding Bond - This fund is used to account for the revenues and expenditures associated with the \$5,550,000 General Obligation Refunding Bonds issued in March 2011.





**JEFFERSON COUNTY, TEXAS
COMBINING BALANCE SHEET
NON MAJOR GOVERNMENTAL FUNDS - DEBT SERVICE
SEPTEMBER 30, 2013**

	2012 REFUNDING BOND	2003B CERTIFICATES OF OBLIGATION	2011 REFUNDING BOND	TOTAL
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 1,017,259	12,680	130,474	1,160,413
INTEREST RECEIVABLE	134	2	17	153
DELINQUENT TAXES RECEIVABLE, Net	78,688	1,406	20,042	100,136
PENALTY AND INTEREST RECEIVABLE, Net	38,939	696	9,918	49,553
TOTAL ASSETS	\$ 1,135,020	14,784	160,451	1,310,255
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 85,162	1,523	21,691	108,376
DEFERRED REVENUES:				
DELINQUENT TAXES	63,896	1,142	16,274	81,312
PENALTY AND INTEREST	38,939	696	9,918	49,553
TOTAL LIABILITIES	\$ 187,997	3,361	47,883	239,241
FUND BALANCES:				
RESTRICTED FOR DEBT SERVICE	\$ 947,023	11,423	112,568	1,071,014
TOTAL FUND BALANCES	\$ 947,023	11,423	112,568	1,071,014
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,135,020	14,784	160,451	1,310,255

JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	2012	2003B	2011	TOTAL
	REFUNDING	CERTIFICATES	REFUNDING	
	BOND	OF	BOND	
	BOND	OBLIGATION	BOND	TOTAL
REVENUES:				
PROPERTY TAXES	\$ 4,815,760	85,742	1,211,280	6,112,782
INTEREST	7,550	99	3,259	10,908
TOTAL REVENUES	\$ 4,823,310	85,841	1,214,539	6,123,690
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	\$ 2,910,000	25,000	1,030,000	3,965,000
INTEREST AND COMMISSION	1,749,290	56,796	154,450	1,960,536
TOTAL EXPENDITURES	\$ 4,659,290	81,796	1,184,450	5,925,536
EXCESS (DEFICIENCY) OF REVENUES				
OVER EXPENDITURES	\$ 164,020	4,045	30,089	198,154
NET CHANGE IN FUND BALANCES	\$ 164,020	4,045	30,089	198,154
FUND BALANCES, BEGINNING	783,003	7,378	82,479	872,860
FUND BALANCES, ENDING	\$ 947,023	11,423	112,568	1,071,014

JEFFERSON COUNTY, TEXAS
 COMBINED SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP)
 DEBT SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
PROPERTY TAXES	\$ 6,024,312	6,024,312	6,112,782	88,470
INTEREST	8,850	8,850	10,908	2,058
TOTAL REVENUES	<u>\$ 6,033,162</u>	<u>6,033,162</u>	<u>6,123,690</u>	<u>90,528</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	\$ 3,965,000	3,965,000	3,965,000	-
INTEREST AND COMMISSION	1,969,312	1,969,312	1,960,536	8,776
TOTAL EXPENDITURES	<u>\$ 5,934,312</u>	<u>5,934,312</u>	<u>5,925,536</u>	<u>8,776</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 98,850</u>	<u>98,850</u>	<u>198,154</u>	<u>99,304</u>
NET CHANGE IN FUND BALANCES	\$ 98,850	98,850	198,154	99,304
FUND BALANCES, BEGINNING	<u>872,860</u>	<u>872,860</u>	<u>872,860</u>	<u>-</u>
FUND BALANCES, ENDING	<u><u>\$ 971,710</u></u>	<u><u>971,710</u></u>	<u><u>1,071,014</u></u>	<u><u>99,304</u></u>

JEFFERSON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP)
DEBT SERVICE - 2012 REFUNDING BONDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
PROPERTY TAXES	\$ 4,747,974	4,747,974	4,815,760	67,786
INTEREST	<u>7,000</u>	<u>7,000</u>	<u>7,550</u>	<u>550</u>
TOTAL REVENUES	\$ <u>4,754,974</u>	<u>4,754,974</u>	<u>4,823,310</u>	<u>68,336</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	\$ 2,910,000	2,910,000	2,910,000	-
INTEREST AND COMMISSION	<u>1,753,200</u>	<u>1,753,200</u>	<u>1,749,290</u>	<u>3,910</u>
TOTAL EXPENDITURES	\$ <u>4,663,200</u>	<u>4,663,200</u>	<u>4,659,290</u>	<u>3,910</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ <u>91,774</u>	<u>91,774</u>	<u>164,020</u>	<u>72,246</u>
NET CHANGE IN FUND BALANCE	\$ 91,774	91,774	164,020	72,246
FUND BALANCES, BEGINNING	<u>783,003</u>	<u>783,003</u>	<u>783,003</u>	<u>-</u>
FUND BALANCES, ENDING	\$ <u><u>874,777</u></u>	<u><u>874,777</u></u>	<u><u>947,023</u></u>	<u><u>72,246</u></u>

JEFFERSON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP)
DEBT SERVICE - 2003B CERTIFICATES OF OBLIGATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
PROPERTY TAXES	\$ 84,482	84,482	85,742	1,260
INTEREST	150	150	99	(51)
TOTAL REVENUES	<u>\$ 84,632</u>	<u>84,632</u>	<u>85,841</u>	<u>1,209</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	\$ 25,000	25,000	25,000	-
INTEREST AND COMMISSION	58,362	58,362	56,796	1,566
TOTAL EXPENDITURES	<u>\$ 83,362</u>	<u>83,362</u>	<u>81,796</u>	<u>1,566</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 1,270</u>	<u>1,270</u>	<u>4,045</u>	<u>2,775</u>
NET CHANGE IN FUND BALANCE	\$ 1,270	1,270	4,045	2,775
FUND BALANCES, BEGINNING	<u>7,378</u>	<u>7,378</u>	<u>7,378</u>	<u>-</u>
FUND BALANCES, ENDING	<u><u>\$ 8,648</u></u>	<u><u>8,648</u></u>	<u><u>11,423</u></u>	<u><u>2,775</u></u>

JEFFERSON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP)
DEBT SERVICE - 2011 REFUNDING BONDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
PROPERTY TAXES	\$ 1,191,856	1,191,856	1,211,280	19,424
INTEREST	<u>1,700</u>	<u>1,700</u>	<u>3,259</u>	<u>1,559</u>
TOTAL REVENUES	\$ <u>1,193,556</u>	<u>1,193,556</u>	<u>1,214,539</u>	<u>20,983</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	\$ 1,030,000	1,030,000	1,030,000	-
INTEREST AND COMMISSION	<u>157,750</u>	<u>157,750</u>	<u>154,450</u>	<u>3,300</u>
TOTAL EXPENDITURES	\$ <u>1,187,750</u>	<u>1,187,750</u>	<u>1,184,450</u>	<u>3,300</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ <u>5,806</u>	<u>5,806</u>	<u>30,089</u>	<u>24,283</u>
NET CHANGE IN FUND BALANCE	\$ 5,806	5,806	30,089	24,283
FUND BALANCES, BEGINNING	<u>82,479</u>	<u>82,479</u>	<u>82,479</u>	<u>-</u>
FUND BALANCES, ENDING	\$ <u><u>88,285</u></u>	<u><u>88,285</u></u>	<u><u>112,568</u></u>	<u><u>24,283</u></u>



INTERNAL SERVICE FUNDS



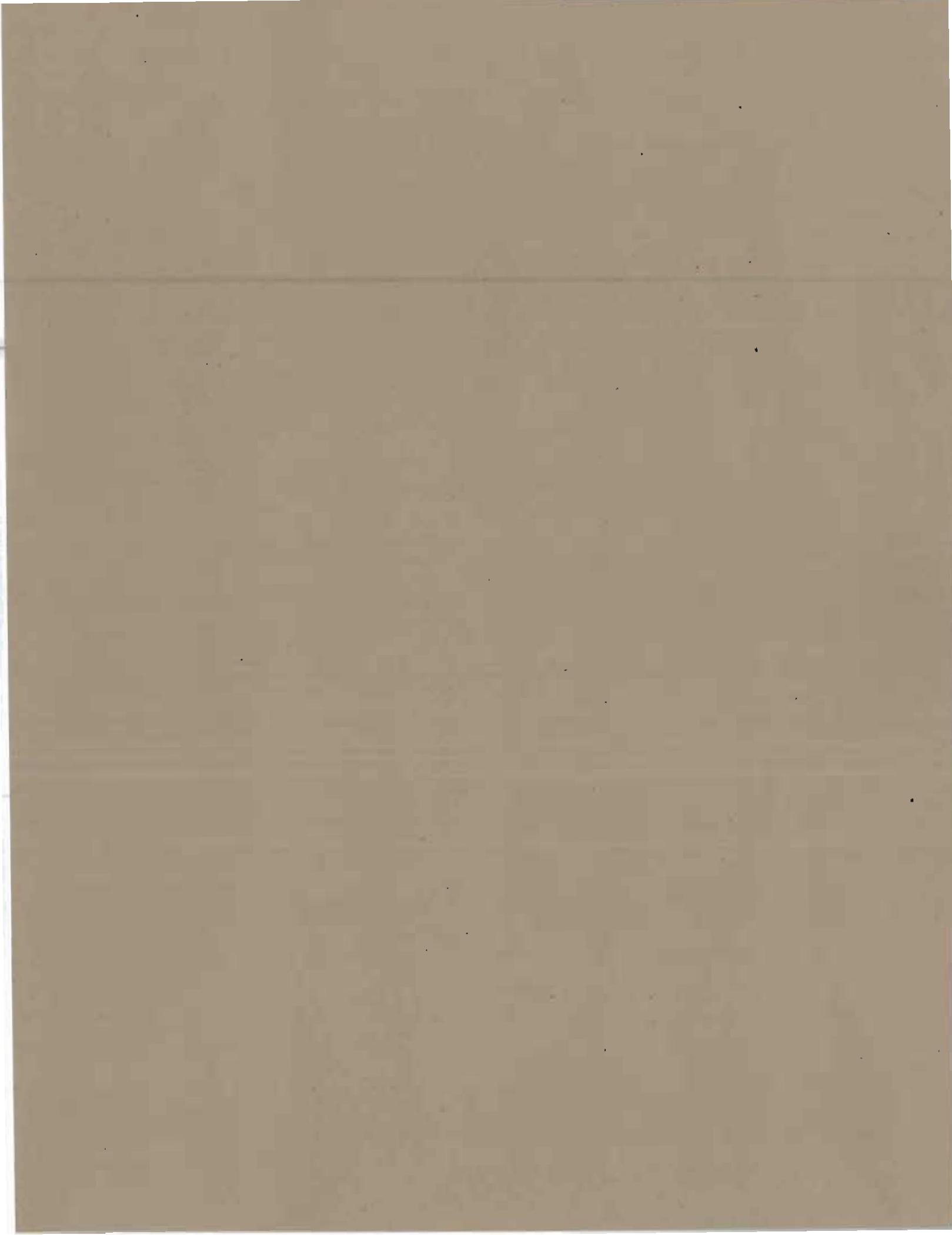
INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other agencies of the government and to other government units, on a cost reimbursement basis. Included in this heading are the following individual funds:

Liability Insurance Fund - This fund is used to account for the County's contribution and payment for liability claims.

Workers' Compensation Fund - This fund is used to account for the County's contribution and payment for workers' compensation claims.

Southeast Texas Government Employee Benefits Pool - This fund is used to account for the County's group health insurance program, which includes comprehensive major medical and dental care.



JEFFERSON COUNTY, TEXAS
 COMBINING STATEMENT OF NET POSITION -
 INTERNAL SERVICE FUNDS
 SEPTEMBER 30, 2013

	LIABILITY INSURANCE FUND	WORKERS' COMPENSATION FUND	SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFITS POOL FUND	TOTAL
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 616,995	515,281	2,563,687	3,695,963
ACCOUNTS RECEIVABLE	-	-	26,778	26,778
INTEREST RECEIVABLE	82	68	342	492
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	254,091	254,091
INSURANCE DEPOSIT	-	75,500	-	75,500
TOTAL ASSETS	\$ 617,077	590,849	2,844,898	4,052,824
LIABILITIES:				
ACCOUNTS PAYABLE	\$ -	-	15,451	15,451
CLAIMS LIABILITY	370,760	301,481	1,625,837	2,298,078
TOTAL LIABILITIES	\$ 370,760	301,481	1,641,288	2,313,529
NET POSITION:				
UNRESTRICTED	\$ 246,317	289,368	1,203,610	1,739,295
TOTAL NET POSITION	\$ 246,317	289,368	1,203,610	1,739,295

JEFFERSON COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN NET POSITION -
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

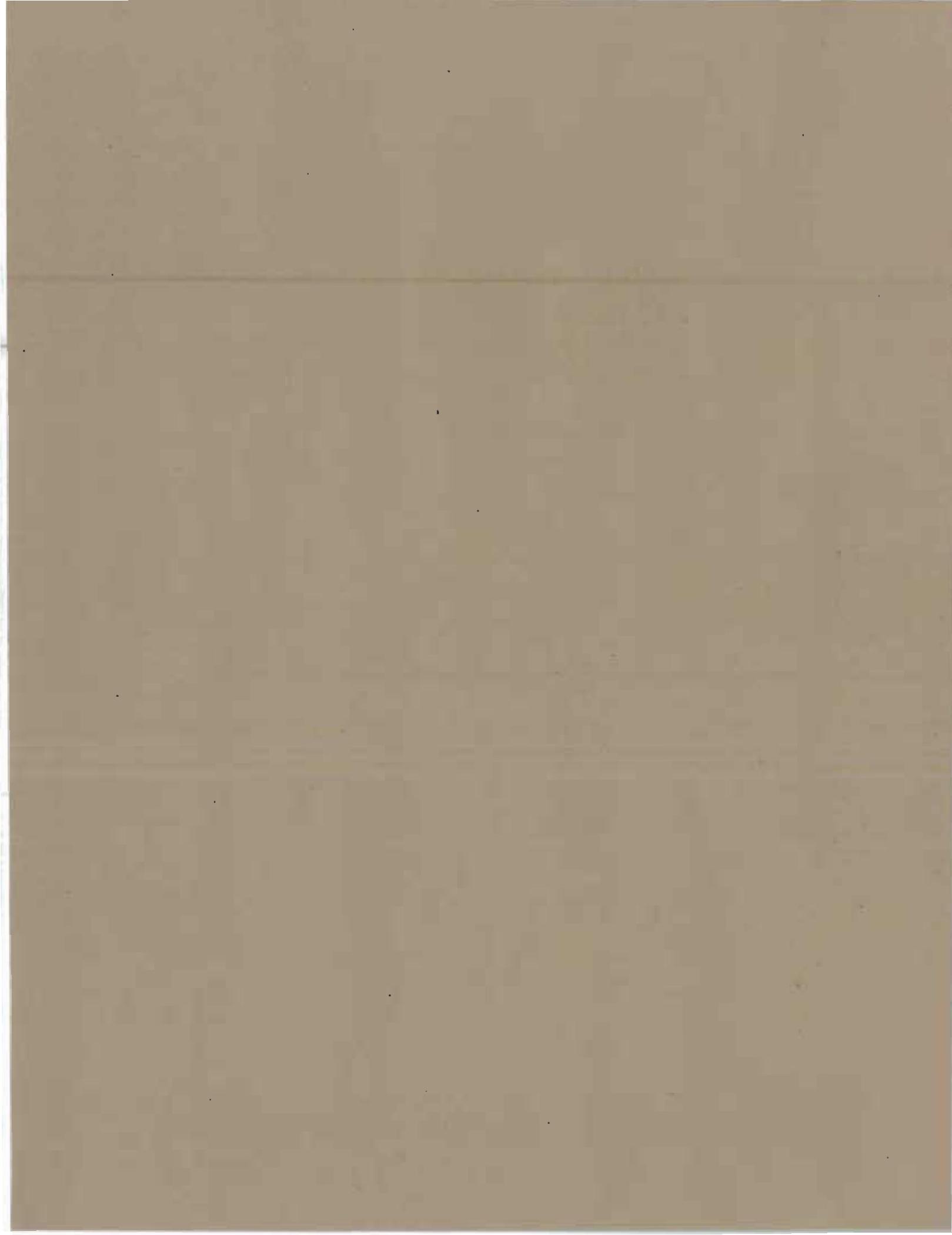
	LIABILITY INSURANCE FUND	WORKERS' COMPENSATION FUND	SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFITS POOL FUND	TOTAL
OPERATING REVENUES:				
EMPLOYEE CONTRIBUTIONS	\$ -	-	2,019,862	2,019,862
CHARGES FOR SERVICES	-	500,000	14,127,612	14,627,612
TOTAL OPERATING REVENUES	\$ -	500,000	16,147,474	16,647,474
OPERATING EXPENSES:				
ADMINISTRATIVE	\$ -	-	1,555,735	1,555,735
INCURRED & ESTIMATED CLAIMS	190,454	342,309	15,650,730	16,183,493
TOTAL OPERATING EXPENSES	\$ 190,454	342,309	17,206,465	17,739,228
OPERATING INCOME (LOSS)	\$ (190,454)	157,691	(1,058,991)	(1,091,754)
NONOPERATING REVENUES:				
INTEREST	\$ 2,011	694	7,161	9,866
REFUNDS AND RECOVERIES	44,100	-	526,366	570,466
TOTAL NONOPERATING REVENUES	\$ 46,111	694	533,527	580,332
CHANGE IN NET POSITION	\$ (144,343)	158,385	(525,464)	(511,422)
NET POSITION, BEGINNING	390,660	130,983	1,729,074	2,250,717
NET POSITION, ENDING	\$ 246,317	289,368	1,203,610	1,739,295

JEFFERSON COUNTY, TEXAS
 COMBINING STATEMENT OF CASH FLOWS -
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	LIABILITY INSURANCE FUND	WORKERS' COMPENSATION FUND	SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFITS POOL FUND	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:				
RECEIPTS FROM CUSTOMERS AND USERS	\$ -	-	2,011,493	2,011,493
RECEIPTS FROM EMPLOYEES	-	-	2,016,489	2,016,489
PAYMENTS TO SUPPLIERS	-	-	(1,555,085)	(1,555,085)
INTERNAL ACTIVITY-RECEIPTS(PAYMENTS) FROM (TO) OTHER FUNDS	-	500,000	11,842,795	12,342,795
CLAIMS PAID	(317,869)	(607,141)	(15,071,775)	(15,996,785)
OTHER RECEIPTS	44,100	-	843,626	887,726
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (273,769)</u>	<u>(107,141)</u>	<u>87,543</u>	<u>(293,367)</u>
CASH FLOWS FROM INVESTMENT ACTIVITIES:				
INTEREST	\$ 2,195	811	7,556	10,562
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	<u>\$ 2,195</u>	<u>811</u>	<u>7,556</u>	<u>10,562</u>
NET INCREASE (DECREASE) IN CASH	\$ (271,574)	(106,330)	95,099	(282,805)
CASH AND CASH EQUIVALENTS - BEGINNING	888,569	621,611	2,468,588	3,978,768
CASH AND CASH EQUIVALENTS - ENDING	<u>\$ 616,995</u>	<u>515,281</u>	<u>2,563,687</u>	<u>3,695,963</u>
RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED(USED) BY OPERATING ACTIVITIES:				
OPERATING INCOME(LOSS)	\$ (190,454)	157,691	(1,058,991)	(1,091,754)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
OTHER NON-OPERATING REVENUES	44,100	-	526,366	570,466
CHANGES IN ASSETS AND LIABILITIES:				
ACCOUNTS RECEIVABLE	-	-	313,887	313,887
INSURANCE DEPOSIT	-	(2,500)	-	(2,500)
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	654	654
ACCOUNTS PAYABLE	-	-	(273,328)	(273,328)
CLAIMS LIABILITY	(127,415)	(262,332)	578,955	189,208
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ (273,769)</u>	<u>(107,141)</u>	<u>87,543</u>	<u>(293,367)</u>



FIDUCIARY FUNDS



FIDUCIARY FUNDS

The Fiduciary Funds are used to account for assets held by the County as a trustee or agent for individuals, private organizations, and other units of government. Such funds are operated by carrying out specific terms of trust indentures, ordinances, grant requirements, or other governing regulations. Included in this heading are the following individual funds:

Treasurer Maintained Fund - This fund is used to account for various monies deposited with the County Treasurer for distribution to other individuals and/or government entities.

County Clerk Fund - This fund is used to account for the collection and distribution of money held in trust by the Clerk of the County Courts.

District Clerk Fund - This fund is used to account for the collection and distribution of the money held in trust by the Clerk of the District Courts.

Sheriff's Fund - This fund is used to account for the collection and distribution of money held in trust by the Sheriff.

Justice of the Peace Fund - This fund is used to account for the collection and distribution of money held in trust by the Justices of the Peace.

Tax Assessor/Collector Fund - This fund is used to account for the collection and distribution of money held in trust by the Tax Assessor/Collector .

District Attorney's Seizure Fund - This fund is used to account for the seizure and subsequent distribution of seized personal property.

Community Supervision Trust Fund - This fund is used to account for the collection and distribution of money held in trust by the Community Supervision Department.

Juvenile Probation Trust Fund - This fund is used to account for the collection and distribution of money held in trust by the Juvenile Probation Department.

Flexible Spending - This fund is used to account for the collection and distribution of money collected under the Internal Revenue Code Section 125 benefit plan.



Women's Center Trust Fund - This fund is used to account for the collection and distribution of money held in trust by the Women's Center :





JEFFERSON COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	TREASURER MAINTAINED FUND	COUNTY CLERK FUND	DISTRICT CLERK FUND	SHERIFF'S FUND	JUSTICE OF THE PEACE FUND	TAX ASSESSOR COLLECTOR FUND	DISTRICT ATTORNEY'S SEIZURE FUND	COMMUNITY SUPERVISION TRUST FUND	JUVENILE PROBATION TRUST FUND	FLEXIBLE SPENDING FUND	WOMEN'S CENTER TRUST FUND	TOTAL AGENCY FUNDS
TOTAL AGENCY FUNDS												
ASSETS - OCTOBER 1, 2012												
CASH AND CASH EQUIVALENTS	\$ 368,891	3,487,188	5,997,766	562,602	172,663	3,681,939	349,684	377,643	3,189	-	14,744	15,016,309
ACCOUNTS RECEIVABLE, Net	5,700	-	-	-	-	-	-	-	-	-	-	5,700
DUE FROM OTHER												
GOVERNMENTAL ENTITIES	309,464	-	44,681	-	-	-	-	-	-	990	-	355,135
TOTAL	\$ 684,055	3,487,188	6,042,447	562,602	172,663	3,681,939	349,684	377,643	3,189	990	14,744	15,377,144
ADDITIONS												
CASH AND CASH EQUIVALENTS	\$ 1,955,561	3,646,513	11,034,921	4,993,232	3,505,657	565,358,840	120,982	4,179,686	18,357	284,451	763,920	595,862,120
ACCOUNTS RECEIVABLE, Net	6,715	-	-	-	-	-	-	-	-	-	-	6,715
DUE FROM OTHER												
GOVERNMENTAL ENTITIES	334,568	-	29,357	-	-	-	-	-	-	1,886	-	365,811
TOTAL	\$ 2,296,844	3,646,513	11,064,278	4,993,232	3,505,657	565,358,840	120,982	4,179,686	18,357	286,337	763,920	596,234,646
DELETIONS												
CASH AND CASH EQUIVALENTS	\$ 1,923,239	4,384,983	10,667,447	5,037,270	3,506,186	564,725,347	104,075	4,204,261	17,657	273,083	756,096	595,599,644
ACCOUNTS RECEIVABLE, Net	5,700	-	-	-	-	-	-	-	-	-	-	5,700
DUE FROM OTHER												
GOVERNMENTAL ENTITIES	349,218	-	44,681	-	-	-	-	-	-	1,980	-	395,879
TOTAL	\$ 2,278,157	4,384,983	10,712,128	5,037,270	3,506,186	564,725,347	104,075	4,204,261	17,657	275,063	756,096	596,001,223
ASSETS - SEPTEMBER 30, 2013												
CASH AND CASH EQUIVALENTS	\$ 401,213	2,748,718	6,365,240	518,564	172,134	4,315,432	366,591	353,068	3,889	11,368	22,568	15,278,785
ACCOUNTS RECEIVABLE, Net	6,715	-	-	-	-	-	-	-	-	-	-	6,715
DUE FROM OTHER												
GOVERNMENTAL ENTITIES	294,814	-	29,357	-	-	-	-	-	-	896	-	325,067
TOTAL ASSETS	\$ 702,742	2,748,718	6,394,597	518,564	172,134	4,315,432	366,591	353,068	3,889	12,264	22,568	15,610,567
LIABILITIES - OCTOBER 1, 2012												
ACCOUNTS PAYABLE	\$ 211,731	1,099,726	5,973,258	512,988	37,481	3,681,939	349,684	377,643	3,189	-	14,744	12,262,383
DUE TO OTHER												
GOVERNMENTAL ENTITIES	472,324	55,481	69,189	49,614	135,182	-	-	-	-	990	-	782,780
OTHER PAYABLES	-	2,331,981	-	-	-	-	-	-	-	-	-	2,331,981
TOTAL	\$ 684,055	3,487,188	6,042,447	562,602	172,663	3,681,939	349,684	377,643	3,189	990	14,744	15,377,144
ADDITIONS												
ACCOUNTS PAYABLE	\$ 136,844	115,012	9,454,711	1,843,745	259,202	566,911,765	120,982	4,182,306	20,764	302,401	763,920	584,111,652
DUE TO OTHER												
GOVERNMENTAL ENTITIES	1,814,532	55,034	70,014	40,632	142,069	-	-	-	-	-	-	2,122,281
OTHER PAYABLES	-	427,496	-	-	-	-	-	-	-	-	-	427,496
TOTAL	\$ 1,951,376	597,542	9,524,725	1,884,377	401,271	566,911,765	120,982	4,182,306	20,764	302,401	763,920	586,661,429
DELETIONS												
ACCOUNTS PAYABLE	\$ 104,017	507,265	9,090,447	1,878,802	266,618	566,278,272	104,075	4,206,881	20,064	290,137	756,096	583,502,674
DUE TO OTHER												
GOVERNMENTAL ENTITIES	1,828,672	55,481	82,128	49,613	135,182	-	-	-	-	990	-	2,152,066
OTHER PAYABLES	-	773,266	-	-	-	-	-	-	-	-	-	773,266
TOTAL	\$ 1,932,689	1,336,012	9,172,575	1,928,415	401,800	566,278,272	104,075	4,206,881	20,064	291,127	756,096	586,428,006
LIABILITIES - SEPTEMBER 30, 2013												
ACCOUNTS PAYABLE	\$ 244,558	707,473	6,337,522	477,931	30,065	4,315,432	366,591	353,068	3,889	12,264	22,568	12,871,361
DUE TO OTHER												
GOVERNMENTAL ENTITIES	458,184	55,034	57,075	40,633	142,069	-	-	-	-	-	-	752,995
OTHER PAYABLES	-	1,986,211	-	-	-	-	-	-	-	-	-	1,986,211
TOTAL LIABILITIES	\$ 702,742	2,748,718	6,394,597	518,564	172,134	4,315,432	366,591	353,068	3,889	12,264	22,568	15,610,567



CAPITAL ASSETS



**JEFFERSON COUNTY, TEXAS
 CAPITAL ASSETS USED IN OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY SOURCE
 SEPTEMBER 30, 2013**

	<u>TOTAL</u>
GOVERNMENTAL FUNDS CAPITAL ASSETS:	
LAND	\$ 3,840,787
INFRASTRUCTURE	57,918,331
BUILDINGS AND IMPROVEMENTS	90,832,122
EQUIPMENT	37,234,070
CONSTRUCTION IN PROGRESS	<u>19,216,458</u>
 TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	 \$ <u><u>209,041,768</u></u>

INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE:	
GENERAL FUND	\$ 86,582,553
SPECIAL REVENUE FUND	30,063,311
CAPITAL PROJECTS FUND	89,818,665
GIFTS	<u>2,577,239</u>
	 \$ <u><u>209,041,768</u></u>

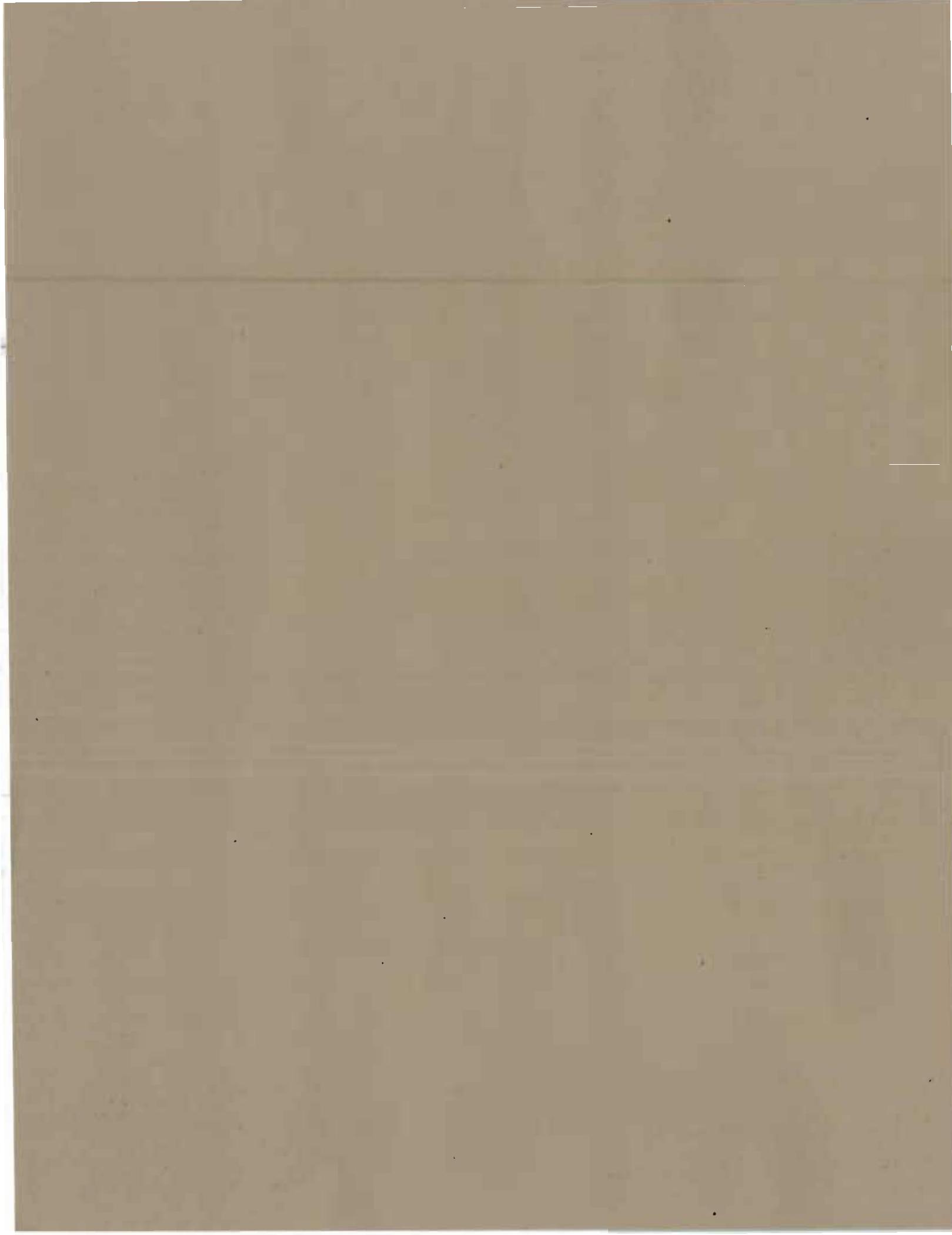
JEFFERSON COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION
FOR THE YEAR ENDED SEPTEMBER 30, 2013

<u>FUNCTION</u>	<u>LAND</u>	<u>INFRASTRUCTURE</u>	<u>BUILDINGS & IMPROVEMENTS</u>	<u>EQUIPMENT</u>	<u>CONSTRUCTION IN PROGRESS</u>	<u>TOTAL</u>
GENERAL GOVERNMENT	\$ -	\$ -	\$ 442,267	\$ 4,706,062	\$ -	\$ 5,148,329
JUDICIAL AND LAW ENFORCEMENT	45,446	-	28,296,823	17,970,056	2,721,463	49,033,788
HEALTH & WELFARE	14,000	-	891,009	1,108,784	501,624	2,515,417
MAINTENANCE OF STRUCTURES AND EQUIPMENT	3,781,341	57,918,331	61,202,023	13,449,168	15,993,371	152,344,234
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 3,840,787	\$ 57,918,331	\$ 90,832,122	\$ 37,234,070	\$ 19,216,458	\$ 209,041,768

JEFFERSON COUNTY, TEXAS
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE OF CHANGES BY FUNCTION
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

FUNCTION	RESTATED BALANCE 10/1/2012	ADDITIONS	DEDUCTIONS	TRANSFERS	BALANCE 9/30/2013
GENERAL GOVERNMENT	\$ 5,034,252	\$ 114,077	\$ -	\$ -	\$ 5,148,329
JUDICIAL AND LAW ENFORCEMENT	47,293,180	2,011,106	(270,498)	-	49,033,788
HEALTH AND WELFARE	2,052,087	494,962	(31,632)	-	2,515,417
MAINTENANCE OF STRUCTURES AND EQUIPMENT	<u>148,807,015</u>	<u>3,617,109</u>	<u>(79,890)</u>	<u>-</u>	<u>152,344,234</u>
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	<u>\$ 203,186,534</u>	<u>\$ 6,237,254</u>	<u>\$ (382,020)</u>	<u>\$ -</u>	<u>\$ 209,041,768</u>

STATISTICAL SECTION



STATISTICAL SECTION

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

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	135
Revenue Trends <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	142
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	146
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	150
Operating Information <i>These schedules contain 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 and the activities it performs.</i>	152

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.



JEFFERSON COUNTY, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007 **	2008	2009	2010	2011 ^	2012	2013
Governmental activities:										
Net Investment in capital assets	\$ 47,464,845	\$ 49,581,705	\$ 51,600,015	\$ 56,750,081	\$ 62,450,468	\$ 68,242,040	\$ 71,336,466	\$ 81,583,824	\$ 82,640,727	\$ 84,123,857
Restricted	5,066,000	5,940,456	3,955,825	3,993,898	7,893,536	10,615,478	13,851,538	18,910,796	18,017,919	25,433,198
Unrestricted	(54,782,457)	(49,275,540)	(29,540,936)	(16,829,422)	(17,964,265)	(21,890,574)	(35,286,048)	(48,931,222)	(43,402,923)	(53,259,615)
Total governmental activities net position	\$ (2,251,612)	\$ 6,246,621	\$ 26,014,904	\$ 43,914,557	\$ 52,379,739	\$ 56,966,944	\$ 49,901,956	\$ 51,563,398	\$ 57,255,727	\$ 56,297,440
Business-type activities:										
Net Investment in capital assets	\$ 88,652,366	\$ 87,708,682	\$ 88,876,715	\$ 89,080,109	\$ 88,482,217	\$ 93,237,299	\$ 91,674,403	\$ 90,465,368	\$ 90,441,044	\$ 87,043,444
Unrestricted	(5,294,847)	(4,764,038)	(175,098)	(760,424)	133,397	1,425,854	2,114,066	377,046	620,635	592,390
Total business-type activities net position	\$ 83,357,519	\$ 82,944,644	\$ 88,701,617	\$ 88,319,685	\$ 88,615,614	\$ 94,663,153	\$ 93,788,469	\$ 90,842,414	\$ 91,061,679	\$ 87,635,744
Reclassifications:										
Net Investment in capital assets	\$ (63,446,642)	\$ (63,373,806)	\$ (64,799,956)	\$ (64,096,344)	\$ (63,016,132)	\$ (61,855,720)	\$ (60,663,707)	\$ (57,637,497)	\$ (50,438,282)	\$ (46,786,666)
Unrestricted	63,446,642	63,373,806	64,799,956	64,096,344	63,016,132	61,855,720	60,663,707	57,637,497	50,438,282	46,786,666
Total reclassifications	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Primary government:										
Net Investment in capital assets	\$ 72,670,569	\$ 73,916,581	\$ 75,676,774	\$ 81,733,846	\$ 87,916,553	\$ 99,627,619	\$ 102,347,162	\$ 114,411,695	\$ 122,643,489	\$ 124,380,635
Restricted	5,066,000	5,940,456	3,955,825	3,993,898	7,893,536	10,615,478	13,851,538	18,910,796	18,017,919	25,433,198
Unrestricted	3,369,338	9,334,228	35,083,922	46,506,498	45,185,264	41,391,000	27,491,725	9,083,321	7,655,994	(5,880,649)
Total primary government net position	\$ 81,105,907	\$ 89,191,265	\$ 114,716,521	\$ 132,234,242	\$ 140,995,353	\$ 151,630,097	\$ 141,690,425	\$ 142,405,812	\$ 148,117,402	\$ 143,933,184

Note. The reclassification is for the debt associated with the construction of Ford Park. The assets are accounted for in the Business-type activities column and the debt is accounted for in the Governmental activities column.

** In 2007, the Southeast Texas Government Employee Benefits Pool Fund was reclassified from an Enterprise Fund to an Internal Service Fund.

^ GASB 54 was implemented.

JEFFERSON COUNTY, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007 **	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities:										
General Government	\$ 14,333,080	\$ 14,089,777	\$ 15,048,763	\$ 20,008,549	\$ 20,369,690	\$ 34,940,366	\$ 33,344,391	\$ 34,710,153	\$ 32,862,570	\$ 37,253,918
Judicial and Law Enforcement	54,948,624	53,370,635	55,468,283	59,282,186	69,170,421	74,059,745	73,939,112	76,819,206	81,522,130	85,995,590
Education and Recreation	1,244,907	1,119,956	1,140,083	1,713,942	1,931,084	1,611,435	1,637,026	1,313,440	1,315,819	1,369,159
Health and Welfare	7,375,342	9,140,307	8,339,076	8,784,296	10,104,601	11,205,583	10,824,644	9,704,323	17,758,075	10,917,065
Maintenance - Equipment and Structures	11,366,472	11,711,754	47,442,781	18,185,968	21,118,467	35,000,580	18,724,938	13,365,410	15,552,976	17,162,873
Interest and Charges on Long-term Debt	4,155,680	4,251,603	4,128,450	3,985,181	3,804,914	3,715,282	3,587,860	3,388,354	1,936,302	1,762,428
Total governmental activities expenses	\$ 93,424,105	\$ 93,684,032	\$ 131,567,436	\$ 111,960,122	\$ 126,499,177	\$ 160,532,991	\$ 144,057,971	\$ 139,300,886	\$ 150,947,872	\$ 154,461,033
Business-type activities:										
Airport	\$ 3,796,261	\$ 3,573,304	\$ 4,117,325	\$ 4,219,627	\$ 4,902,822	\$ 4,710,467	\$ 5,093,941	\$ 5,506,746	\$ 6,618,247	\$ 7,386,238
Entertainment Complex	7,522,063	7,195,328	7,392,777	8,685,343	7,648,462	7,977,002	7,889,891	6,866,792	10,248,457	9,771,707
Health Insurance Risk Pool	9,710,612	9,995,778	10,101,217	-	-	-	-	-	-	-
Total Business-type expenses	\$ 21,028,936	\$ 20,764,410	\$ 21,611,319	\$ 12,904,970	\$ 12,551,284	\$ 12,687,469	\$ 12,985,832	\$ 12,373,538	\$ 16,866,704	\$ 17,157,945
Total primary government expenses	\$ 114,453,041	\$ 114,448,442	\$ 153,178,755	\$ 124,865,092	\$ 139,050,461	\$ 173,220,460	\$ 157,043,803	\$ 151,674,424	\$ 167,814,576	\$ 171,618,978
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 3,426,449	\$ 3,643,656	\$ 4,616,001	\$ 6,913,696	\$ 6,637,669	\$ 8,741,944	\$ 7,612,696	\$ 8,218,241	\$ 9,076,015	\$ 7,279,674
Judicial and Law Enforcement	11,331,333	10,283,910	11,587,628	11,434,794	10,700,195	10,434,533	9,376,938	9,679,128	9,859,550	9,234,538
Education and Recreation	141,031	153,760	223,468	191,921	88,452	208,036	101,907	86,010	74,005	84,613
Health and Welfare	318,092	88,359	93,465	86,231	92,009	370,557	575,343	401,929	369,503	392,612
Maintenance - Equipment and Structures	5,418,454	5,293,623	15,177,669	8,232,587	5,768,735	8,447,195	6,328,641	4,047,555	5,362,121	5,837,681
Operating grants and contributions	7,287,999	9,411,568	36,793,964	11,718,420	14,050,116	30,927,086	15,607,904	16,494,833	18,243,076	19,150,824
Capital grants and contributions	799,215	3,292,628	2,114,187	1,290,133	269,347	937,390	2,336,880	8,991,187	11,938,532	5,222,624
Total governmental activities program revenues	\$ 28,722,573	\$ 32,167,504	\$ 70,606,382	\$ 39,867,782	\$ 37,606,523	\$ 60,066,741	\$ 41,940,309	\$ 47,918,883	\$ 54,922,802	\$ 47,202,566
Business-type activities:										
Charges for services:										
Airport	\$ 2,014,163	\$ 2,423,738	\$ 2,693,193	\$ 2,407,949	\$ 3,269,502	\$ 2,999,857	\$ 2,897,411	\$ 3,088,666	\$ 3,712,848	\$ 3,978,820
Entertainment Complex	3,882,286	3,485,933	2,918,548	3,924,467	3,064,942	3,716,433	3,684,655	2,943,861	6,274,380	5,536,308
Health Insurance Risk Pool	10,303,593	9,263,491	10,973,699	-	-	-	-	-	-	-
Operating grants and contributions	302,762	247,732	1,390,786	-	-	43,397	-	-	-	-
Capital grants and contributions	1,056,242	476,678	4,395,052	3,725,475	2,741,002	8,278,928	2,145,711	1,100,366	1,960,880	943,357
Total business-type activities program revenues	\$ 17,559,046	\$ 15,897,572	\$ 22,371,278	\$ 10,057,891	\$ 9,075,446	\$ 15,038,615	\$ 8,727,777	\$ 7,132,893	\$ 11,948,108	\$ 10,458,485
Total primary government program revenues	\$ 46,281,619	\$ 48,065,076	\$ 92,977,660	\$ 49,925,673	\$ 46,681,969	\$ 75,105,356	\$ 50,668,086	\$ 55,051,776	\$ 66,870,910	\$ 57,661,051
Net (expense)/revenue										
Governmental activities	\$ (64,701,532)	\$ (61,516,528)	\$ (60,961,054)	\$ (72,092,340)	\$ (88,892,654)	\$ (100,466,250)	\$ (102,117,662)	\$ (91,382,003)	\$ (96,025,070)	\$ (107,258,467)
Business-type activities	(3,469,890)	(4,866,838)	759,959	(2,847,079)	(3,475,838)	2,351,146	(4,258,055)	(5,240,645)	(4,918,596)	(6,699,460)
Total primary government net expense	\$ (68,171,422)	\$ (66,383,366)	\$ (60,201,095)	\$ (74,939,419)	\$ (92,368,492)	\$ (98,115,104)	\$ (106,375,717)	\$ (96,622,648)	\$ (100,943,666)	\$ (113,957,927)

General Revenues and Other Changes in Net Position

Governmental activities:

Taxes:										
Property taxes	\$ 46,260,529	\$ 57,535,230	\$ 65,719,324	\$ 65,719,324	\$ 72,615,806	\$ 75,616,097	\$ 75,407,511	\$ 73,158,156	\$ 79,416,013	\$ 83,036,649
Sales taxes	14,288,063	14,743,209	21,654,606	21,654,606	23,906,777	30,410,633	21,361,596	20,961,453	23,864,675	24,695,194
Alcoholic Beverage Tax	430,130	431,874	503,134	503,134	506,047	614,474	575,928	547,605	484,988	475,162
Hotel Occupancy Tax	658,878	709,941	973,569	973,569	1,011,577	1,294,063	893,234	981,619	1,064,165	1,015,651
Investment earnings	552,321	1,174,286	2,735,635	3,373,514	2,871,285	842,485	402,735	266,118	541,703	281,672
Miscellaneous	(108,034)	6,406	9,957	214,078	208,499	29,275	26,095	24,164	25,206	35,918
Transfers	(10,697,918)	(4,586,185)	(4,805,971)	(2,086,110)	(3,762,155)	(3,687,832)	(3,330,199)	(2,271,146)	(4,183,564)	(3,223,628)
Total governmental activities	\$ 51,383,969	\$ 70,014,761	\$ 86,790,274	\$ 90,352,115	\$ 97,357,836	\$ 105,119,195	\$ 95,336,900	\$ 93,667,969	\$ 101,213,186	\$ 106,316,618
Business-type activities:										
Investment earnings	\$ 3,832	\$ 8,673	\$ 15,356	\$ 18,915	\$ 9,467	\$ 2,369	\$ 3,338	\$ 2,979	\$ 935	\$ 269
Miscellaneous	284,978	-	175,687	-	145	6,192	49,834	20,465	71,950	49,628
Transfers	10,697,918	4,586,185	4,805,971	2,086,110	3,762,155	3,687,832	3,330,199	2,271,146	4,183,564	3,223,628
Total business-type activities	\$ 10,986,728	\$ 4,594,858	\$ 4,997,014	\$ 2,105,025	\$ 3,771,767	\$ 3,696,393	\$ 3,383,371	\$ 2,294,590	\$ 4,256,449	\$ 3,273,525
Total primary government	\$ 62,370,697	\$ 74,609,619	\$ 91,787,288	\$ 92,457,140	\$ 101,129,603	\$ 108,815,588	\$ 98,720,271	\$ 95,962,559	\$ 105,469,635	\$ 109,590,143
Changes in Net Position										
Governmental activities	\$ (13,317,563)	\$ 8,498,233	\$ 25,829,220	\$ 18,259,775	\$ 8,465,182	\$ 4,652,945	\$ (6,780,762)	\$ 2,285,966	\$ 5,188,116	\$ (941,849)
Business-type activities	7,516,838	(271,980)	5,756,973	(742,054)	295,929	6,047,539	(874,684)	(2,946,055)	(662,147)	(3,425,935)
Total primary government	\$ (5,800,725)	\$ 8,226,253	\$ 31,586,193	\$ 17,517,721	\$ 8,761,111	\$ 10,700,484	\$ (7,655,446)	\$ (660,089)	\$ 4,525,969	\$ (4,367,784)

** In 2007, the Southeast Texas Government Employee Benefits Pool Fund was reclassified from an Enterprise Fund to an Internal Service Fund.

TABLE 3

JEFFERSON COUNTY, TEXAS
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Fiscal Year	Property Tax	Sales Tax	Alcoholic Beverage Tax	Hotel Occupancy Tax	Total
2004	\$ 46,260,529	\$ 14,288,063	\$ 430,130	\$ 658,878	\$ 61,637,600
2005	57,535,230	14,743,209	431,874	709,941	73,420,254
2006	61,247,030	20,150,358	494,201	894,368	82,785,957
2007	65,719,324	21,654,606	503,134	973,569	88,850,633
2008	72,615,806	23,906,777	506,047	1,011,577	98,040,207
2009	75,616,097	30,410,633	614,474	1,294,063	107,935,267
2010	75,407,511	21,361,596	575,928	893,234	98,238,269
2011	73,158,156	20,961,453	547,605	981,619	95,648,833
2012	79,416,013	23,864,675	484,988	1,064,165	104,829,841
2013	83,036,649	24,695,194	475,162	1,015,651	109,222,656

TABLE 4

JEFFERSON COUNTY, TEXAS
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011 [^]	2012	2013
General Fund:										
Reserved	\$ 4,363,031	\$ 3,660,569	\$ 1,101,397	\$ 1,196,058	\$ 1,124,272	\$ 1,247,682	\$ 1,107,057			
Unreserved	781,091	9,473,913	19,445,189	28,724,474	31,324,562	37,639,200	34,899,538			
Nonspendable								1,023,855	898,536	1,043,407
Assigned								3,482,075	2,295,347	4,312,676
Unassigned								31,886,947	39,034,450	41,269,536
Total general fund	<u>\$ 5,144,122</u>	<u>\$ 13,134,482</u>	<u>\$ 20,546,586</u>	<u>\$ 29,920,532</u>	<u>\$ 37,448,834</u>	<u>\$ 38,886,882</u>	<u>\$ 36,006,595</u>	<u>\$ 36,392,877</u>	<u>\$ 42,228,333</u>	<u>\$ 46,625,619</u>
All other governmental funds:										
Reserved	\$ 5,069,747	\$ 5,943,842	\$ 3,958,995	\$ 3,996,377	\$ 7,895,953	\$ 10,617,541	\$ 13,853,088			
Unreserved, reported in:										
Special revenue funds	7,630,588	7,095,623	16,985,952	17,623,438	12,483,025	14,975,902	15,625,403			
Capital project funds	(94,756)	(62,120)	-	(1,618)	(1,618)	-	-			
Debt service funds	-	257,097	826,359	482,912	287,948	376,688	186,623			
Nonspendable								9,130	58,197	41,047
Restricted								17,397,567	18,116,476	25,561,948
Committed								5,150,723	3,047,323	1,902,675
Assigned								4,867,061	8,499,277	2,064,217
Unassigned (Deficit)								(4,832,614)	(2,670,874)	(787,118)
Total all other governmental funds	<u>\$ 12,605,579</u>	<u>\$ 13,234,442</u>	<u>\$ 21,771,306</u>	<u>\$ 22,101,109</u>	<u>\$ 20,665,308</u>	<u>\$ 25,970,131</u>	<u>\$ 29,665,114</u>	<u>\$ 22,591,867</u>	<u>\$ 27,050,399</u>	<u>\$ 28,782,769</u>

[^] GASB Statement 54 was implemented for fiscal year 2011 which changed the classification of fund balance amounts. Prior year amounts have not been restated for the implementation of Statement 54.

JEFFERSON COUNTY, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
REVENUES:										
Property Taxes	\$ 46,276,630	\$ 57,343,655	\$ 61,103,193	\$ 65,071,514	\$ 71,516,193	\$ 75,912,693	\$ 75,995,020	\$ 72,939,364	\$ 79,446,316	\$ 82,593,407
Sales Taxes	15,377,071	15,885,024	21,538,927	23,131,309	25,424,401	32,319,170	22,830,758	22,490,677	25,417,828	26,186,007
Fees	12,441,814	12,058,229	12,752,383	13,222,594	13,844,334	13,372,000	13,247,758	13,176,331	13,056,182	13,101,871
Licenses	421,116	404,647	425,438	423,313	409,386	487,856	453,002	407,512	465,720	590,148
Intergovernmental	7,713,379	10,984,676	39,011,714	12,962,160	14,315,347	30,549,286	17,890,178	23,206,710	30,138,180	23,807,603
Sales, Rental & Services	4,995,661	5,407,000	4,963,482	5,486,288	4,173,703	5,585,920	3,073,201	2,837,483	3,819,630	3,369,016
Fines and Forfeitures	3,118,964	2,897,424	3,538,886	3,008,196	2,181,478	2,076,417	2,199,528	2,072,725	2,130,801	2,074,656
Interest	651,152	1,123,912	2,703,210	3,083,938	2,236,357	1,250,787	692,129	273,177	536,993	254,207
Miscellaneous	8,868	8,256	62,805	17,539	17,936	29,275	26,095	24,164	25,206	35,918
Contributions and Donations	22,400	26,300	10,196	18,968	4,116	1,315,190	31,727	4,041	1,412,098	4,700
Total Revenues	\$ 91,027,055	\$ 106,139,123	\$ 146,110,234	\$ 126,435,819	\$ 134,123,251	\$ 162,898,594	\$ 136,439,396	\$ 137,452,184	\$ 156,444,954	\$ 152,017,533
EXPENDITURES:										
General Government	\$ 13,167,975	\$ 13,851,082	\$ 15,367,359	\$ 17,962,946	\$ 18,587,891	\$ 20,335,453	\$ 20,853,875	\$ 20,474,698	\$ 20,252,981	\$ 21,237,703
Judicial and Law Enforcement	53,205,202	52,714,845	53,848,433	60,795,584	69,726,438	69,656,955	72,502,150	73,081,968	79,934,077	84,561,028
Education and Recreation	1,089,736	1,117,604	1,137,019	1,717,102	1,915,987	1,579,264	1,614,588	1,298,502	1,304,505	1,361,048
Health and Welfare	7,298,844	7,011,489	8,256,283	8,794,712	10,024,011	10,600,245	10,576,843	9,538,311	10,345,286	10,622,898
Maintenance of Structures and Equipment	9,000,103	11,255,900	43,799,017	15,850,658	19,851,954	36,379,418	17,123,159	12,543,110	12,115,480	11,792,372
Capital Outlay	15,491,047	5,358,002	4,776,391	3,690,980	2,016,129	4,076,087	7,218,487	17,434,755	11,913,277	6,777,118
Debt Services										
Principal	3,250,000	3,335,000	3,890,000	4,045,000	3,510,000	3,660,000	3,760,000	4,942,070	55,731,847	4,344,169
Interest and Commission	4,351,299	4,120,881	4,084,539	3,938,978	3,794,062	3,671,261	3,538,141	3,530,237	4,123,025	1,976,429
Total Expenditures	\$ 106,854,206	\$ 98,764,803	\$ 135,159,035	\$ 116,795,960	\$ 129,426,472	\$ 149,958,683	\$ 137,187,243	\$ 142,843,651	\$ 195,720,474	\$ 142,672,765
Excess (Deficiency) of Revenues Over Expenditures	\$ (15,827,151)	\$ 7,374,320	\$ 10,951,199	\$ 9,639,859	\$ 4,696,779	\$ 12,939,911	\$ (747,847)	\$ (5,391,467)	\$ (39,275,520)	\$ 9,344,768

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
OTHER FINANCING SOURCES (USES):										
Transfer In	\$ 1,216,946	\$ 735,870	\$ 5,508,217	\$ 3,101,422	\$ 8,147,776	\$ 10,267,060	\$ 8,491,580	\$ 2,851,000	\$ 6,709,370	\$ 6,590,699
Transfer Out	(2,640,332)	(3,175,594)	(10,514,208)	(5,187,532)	(11,909,931)	(13,954,892)	(11,821,779)	(3,648,785)	(9,523,951)	(9,789,377)
Proceeds from Sale of Capital Assets	-	-	-	-	-	-	2,111,000	-	-	-
Capital Lease Obligations	-	-	-	-	-	-	1,751,957	-	-	-
Insurance Proceeds	-	-	10,000,000	2,150,000	157,877	2,556,532	1,313,011	-	-	-
Issuance of Debt	1,860,388	3,000,000	-	-	-	-	-	5,550,000	47,305,000	-
Premium on Debt Issued	-	490	-	-	-	-	-	249,283	4,970,522	-
Payments to Refunding Bond Escrow Agent	-	-	-	-	-	-	-	(5,672,472)	-	-
Total Other Financing Sources (Uses)	\$ 537,202	\$ 560,766	\$ 4,994,029	\$ 63,890	\$ (3,604,278)	\$ (1,131,300)	\$ 1,846,769	\$ (670,974)	\$ 49,460,941	\$ (3,198,678)
Net Change in Fund Balances	\$ (15,289,949)	\$ 7,935,086	\$ 15,945,228	\$ 9,703,749	\$ 1,092,501	\$ 11,808,611	\$ 1,098,922	\$ (6,062,441)	\$ 10,185,421	\$ 6,146,090
Debt Service As A Percentage of Noncapital Expenditures	8.3%	8.1%	6.1%	7.3%	6.0%	5.3%	5.8%	6.6%	52.0%	4.7%

JEFFERSON COUNTY, TEXAS
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Sales Tax	Alcoholic Beverage Tax	Hotel Occupancy Tax	Total
2004	\$ 46,276,030	\$ 14,288,063	\$ 430,130	\$ 658,878	\$ 61,653,701
2005	57,343,655	14,743,209	431,874	709,941	73,228,679
2006	61,103,193	20,150,358	494,201	894,368	82,642,120
2007	65,071,514	21,654,606	503,134	973,569	88,202,823
2008	71,516,193	23,906,777	506,047	1,011,577	96,940,594
2009	75,912,693	30,410,633	614,474	1,294,063	108,231,863
2010	75,995,020	21,361,596	575,928	893,234	98,825,778
2011	72,959,364	20,961,453	547,605	981,619	95,450,041
2012	79,446,316	23,864,675	484,988	1,064,165	104,860,144
2013	82,593,407	24,695,194	475,162	1,015,651	108,779,414

TABLE 6

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

Fiscal Year Ended September 30	Real Property		Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value (a) as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2006	\$ 5,763,919,286	\$ 8,244,921,075	\$ 53,451,410	\$ 3,377,709,770	\$ 3,069,336,201	\$ 14,370,665,340	\$ 0.425	\$ 14,455,989,770	82.89%
2007	5,433,538,560	10,360,470,535	54,889,880	3,872,073,860	3,180,724,674	16,540,248,161	0.400	16,560,749,332	83.98%
2008	6,729,159,173	11,409,878,641	62,781,190	4,196,575,015	3,824,188,028	18,574,205,991	0.390	18,879,604,039	84.29%
2009	7,717,517,403	12,524,372,020	63,467,330	4,907,849,539	4,416,709,776	20,796,496,516	0.365	21,244,031,039	84.26%
2010	7,848,755,180	11,452,048,660	59,394,290	4,831,378,530	3,053,531,674	21,138,044,986	0.365	21,337,887,316	88.20%
2011	8,042,282,874	12,128,893,349	47,961,490	4,820,689,110	2,904,361,132	22,135,465,691	0.365	22,248,999,610	88.85%
2012	7,989,089,195	12,510,887,710	51,129,790	5,421,135,950	2,819,185,882	23,153,056,763	0.365	23,199,553,509	89.32%
2013	7,912,100,439	14,408,052,759	62,242,770	6,068,922,220	3,198,328,907	25,252,989,281	0.365	25,274,550,281	88.83%

Source: Jefferson County Appraisal District

Note: Property in the county is reassessed annually. The county assesses property at 100% of actual value for all types of real and personal property. However, each homestead residential property can only increase by a maximum of 10% in any given year. Estimated actual value is calculated by adding back the loss to the limit on homestead residential properties to the total taxable assessed value. Tax rates are per \$100 of assessed value.

(a) Includes tax-exempt property.

* Reporting began in fiscal year 2006.

TABLE 7

**JEFFERSON COUNTY, TEXAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING (a) GOVERNMENTS
LAST TEN FISCAL YEARS**

Fiscal Year	Overlapping Rates											Total Direct & Overlapping Rates
				Cities			School Districts					
	Operating Rate	Debt Service Rate	Total County Rate	Operating Rate	Debt Service Rate	Total City Rate	Operating Rate	Debt Service Rate	Total School Rate	Special Districts		
2006	\$ 0.375	\$ 0.050	\$ 0.425	\$ 0.406	\$ 0.271	\$ 0.677	\$ 1.491	\$ 0.136	\$ 1.627	\$ 0.216	\$ 2.945	
2007	0.355	0.045	0.400	0.420	0.232	0.652	1.311	0.119	1.430	0.216	2.698	
2008	0.353	0.037	0.390	0.419	0.187	0.606	1.077	0.144	1.221	0.205	2.422	
2009	0.331	0.034	0.365	0.385	0.202	0.587	1.058	0.186	1.244	0.217	2.413	
2010	0.330	0.035	0.365	0.394	0.199	0.593	1.073	0.220	1.293	0.226	2.477	
2011	0.331	0.034	0.365	0.394	0.197	0.591	1.058	0.226	1.284	0.192	2.432	
2012	0.336	0.029	0.365	0.401	0.185	0.586	1.059	0.230	1.289	0.193	2.433	
2013	0.340	0.025	0.365	0.412	0.182	0.594	1.059	0.217	1.276	0.194	2.429	

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Source: Jefferson County Tax Assessor Collector

(a) Overlapping rates are those of local governments that apply to property owners within Jefferson County. Not all overlapping rates apply to all Jefferson County property owners. (e.g., the rates for special districts apply only to the proportion of the County's property owners whose property is located within the geographic boundaries of the special district.)

Note: Rates are per \$100 of taxable value. Rates for overlapping entities are an average tax rate of all cities (6), school districts (7), and special districts (13) located within Jefferson County. For fiscal year 2013, total rates ranged between .2160 and .7920 for cities, 1.105 and 3.3881 for school districts, and .0279 and .5593 for special districts.

* Reporting began in fiscal year 2006.

TABLE 8

JEFFERSON COUNTY, TEXAS
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayers	2013			2004		
	Taxable Assessed Value (b)	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value (b)	Rank	Percentage of Total Taxable Assessed Value
ExxonMobil Oil Corporation	\$ 2,506,492,790	1	9.93%	\$ 1,749,241,690	1	13.88%
Motiva Refinery	2,388,843,550	2	9.46%	822,853,850	3	6.53%
Premcor Refining Group Inc	1,264,036,700	3	5.01%	361,295,770	5	-
Total Petrochemicals USA	1,074,957,370	4	4.26%	414,690,450	4	3.29%
Huntsman Petrochemical Corp	445,629,010	5	1.76%	854,294,100	2	6.78%
Chevron Phillips Chemical Co	416,411,930	6	1.65%	295,531,520	6	2.35%
BASF-Atofina Joint Venture	369,446,730	7	1.46%	-	-	0.00%
Sun Marine Terminals Inc	345,346,620	8	1.37%	-	-	0.00%
Enterprise Texas Pipeline LP	286,382,160	9	1.13%	-	-	-
Entergy Gulf States Inc.	283,790,030	10	1.12%	245,114,920	7	-
Goodyear Tire & Rubber Co.	-	-	-	213,153,550	8	1.69%
E I Dupont De Nemours	-	-	-	132,957,790	9	1.06%
Southwestern Bell Telephone Co.	-	-	-	113,577,590	10	0.90%
TOTAL	\$9,381,336,890		37.15%	\$5,202,711,230		36.48%

Source: Jefferson County Appraisal District.

(b) Amounts shown for these taxpayers do not include assessed values attributable to certain subsidiaries and affiliates which are not grouped on the tax roll with the taxpayers shown.

TABLE 9

**JEFFERSON COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended September 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$ 60,784,747	\$ 59,849,203	98.46%	\$ 666,617	\$ 60,515,820	99.56%
2007	64,523,739	63,544,312	98.48%	739,577	64,283,889	99.63%
2008	70,675,310	69,387,969	98.18%	989,245	70,377,214	99.58%
2009	74,727,959	73,704,158	98.63%	664,378	74,368,536	99.52%
2010	74,415,469	73,446,110	98.70%	521,572	73,967,682	99.40%
2011	79,159,690	77,966,579	98.49%	606,277	78,572,856	99.26%
2012	83,581,379	82,381,734	98.56%	439,176	82,820,910	99.09%
2013	91,087,946	89,859,552	98.65%	-	89,859,552	98.65%

* Reporting began in fiscal year 2006.

TABLE 10

**JEFFERSON COUNTY, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Notes Payable</u>	<u>Capital Leases</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income (a)</u>	<u>Per Capita (a)</u>
2006	\$ 79,392,478	\$ 2,648,987	\$ 101,959	\$ 82,143,424	1.20%	\$ 332
2007	75,385,127	2,332,066	52,224	77,769,417	1.09%	\$ 319
2008	71,912,777	2,005,529	-	73,918,306	0.96%	\$ 305
2009	68,290,426	1,669,086	-	69,959,512	0.85%	\$ 289
2010	64,553,045	1,322,435	1,144,977	67,020,457	0.74%	\$ 266
2011	60,664,579	965,267	585,075	62,214,921	0.66%	\$ 247
2012	56,704,005	597,263	-	57,301,268	0.59%	\$ 227
2013	52,482,467	218,094	-	52,700,561	0.55%	\$ 209

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

(a) See the Schedule of Demographic and Economics Statistics in Table 14 for personal income and population data.

* Reporting began in fiscal year 2006.

TABLE 11

**JEFFERSON COUNTY, TEXAS
RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Fund	Total	Percentage of Estimated Actual Taxable Value (a) of Property	Per Capita (b)
2006	\$ 79,392,478	\$ 337,083	\$ 79,055,395	0.55%	\$ 319
2007	75,385,127	318,212	75,066,915	0.45%	308
2008	71,912,777	76,619	71,836,158	0.38%	297
2009	68,290,426	176,339	68,114,087	0.32%	281
2010	64,553,045	330,833	64,222,212	0.30%	255
2011	60,664,579	354,241	60,310,338	0.27%	239
2012	56,704,005	716,106	55,987,899	0.24%	222
2013	52,482,467	901,217	51,581,250	0.22%	205

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

(a) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property in Table 6 for property value data.

(b) See the Schedule of Demographic and Economics Statistics in Table 14 for population data.

* Reporting began in fiscal year 2006.

TABLE 12

JEFFERSON COUNTY, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2013

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
JEFFERSON COUNTY DIRECT DEBT	\$52,700,561	100.0%	\$52,700,561
Total Direct Debt			<u>\$52,700,561</u>
OVERLAPPING DEBT REPAYD WITH PROPERTY TAXES:			
CITIES:			
BEAUMONT	231,093,050	100.0%	231,093,050
BEVIL OAKS	-	100.0%	-
GROVES	5,170,000	100.0%	5,170,000
NEDERLAND	15,715,000	100.0%	15,715,000
PORT ARTHUR	5,995,000	100.0%	5,995,000
PORT NECHES	16,135,000	100.0%	16,135,000
TAYLOR LANDING	-	100.0%	-
SCHOOL DISTRICTS:			
BEAUMONT	398,205,000	100.0%	398,205,000
HAMSHIRE FANNETT	9,235,000	100.0%	9,235,000
HARDIN JEFFERSON	58,180,657	59.3%	34,501,130
NEDERLAND	23,020,000	100.0%	23,020,000
PORT ARTHUR	275,465,000	100.0%	275,465,000
PORT NECHES	117,691,078	100.0%	117,691,078
SABINE PASS	31,910,331	100.0%	31,910,331
PORT DISTRICTS:			
BEAUMONT	7,605,000	100.0%	7,605,000
PORT ARTHUR	33,040,000	100.0%	33,040,000
SABINE PASS	1,290,428	100.0%	1,290,428
DRAINAGE DISTRICTS:			
DRAINAGE DISTRICTS #3	-	100.0%	-
DRAINAGE DISTRICTS #6	-	100.0%	-
DRAINAGE DISTRICTS #7	-	100.0%	-
NAVIGATION DISTRICTS:			
JEFFERSON COUNTY	-	100.0%	-
MUNICIPAL UTILITY DISTRICTS:			
NORTHWEST FOREST	-	100.0%	-
WATER DISTRICTS:			
WATER DISTRICT #10	4,835,000	100.0%	4,835,000
EMERGENCY SERVICE DISTRICTS:			
EMERGENCY SERVICE DISTRICT #1	-	100.0%	-
EMERGENCY SERVICE DISTRICT #2	-	100.0%	-
EMERGENCY SERVICE DISTRICT #3	-	100.0%	-
CONSERVATION DISTRICTS:			
TRINITY BAY	-	100.0%	-
IMPROVEMENT DISTRICT:			
CARDINAL MEADOWS	-	100.0%	-
Total Overlapping Debt			<u>\$1,210,906,917</u>
TOTAL DIRECT AND OVERLAPPING DEBT			<u>\$1,263,606,578</u>

Sources: Debt outstanding data was provided by each of the taxing entities.

Note. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Jefferson County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

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

TABLE 13

JEFFERSON COUNTY, TEXAS
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (amounts expressed in thousands)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt limit	\$ 3,469,794	\$ 3,639,382	\$ 3,502,210	\$ 3,948,502	\$ 4,534,760	\$ 5,060,472	\$ 4,825,201	\$ 5,042,794	\$ 5,124,994	\$ 5,580,038
Total net debt applicable to limit	<u>82,987</u>	<u>82,888</u>	<u>79,203</u>	<u>75,177</u>	<u>71,908</u>	<u>68,149</u>	<u>64,234</u>	<u>60,416</u>	<u>60,416</u>	<u>48,404</u>
Legal debt margin	<u>\$ 3,386,807</u>	<u>\$ 3,556,494</u>	<u>\$ 3,423,007</u>	<u>\$ 3,873,325</u>	<u>\$ 4,462,852</u>	<u>\$ 4,992,323</u>	<u>\$ 4,760,967</u>	<u>\$ 4,982,378</u>	<u>\$ 5,064,578</u>	<u>\$ 5,531,634</u>
Total net debt applicable to the limit as a percentage of debt limit	2.39%	2.28%	2.26%	1.90%	1.59%	1.35%	1.33%	1.20%	1.18%	0.87%

Legal Debt Margin Calculation for Fiscal Year 2013

Assessed Value of Real Property	\$ 22,320,153
Debt limit (25% of assessed value of real property)	5,580,038
Debt applicable to limit:	
General obligation bonds	49,305
Less: Amount set aside for repayment of general obligation debt	<u>901</u>
Total net debt applicable to limit	<u>\$ 48,404</u>
Legal debt margin	<u>\$ 5,531,634</u>

Note: Under Article III, Section 52 of the State Constitution, Jefferson County's outstanding general obligation debt should not exceed 25% of assessed valuation of real property. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

TABLE 14

**JEFFERSON COUNTY, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population (a)</u>	<u>Personal Income (amounts expressed in thousands)</u>	<u>Per Capita Personal Income (b)</u>	<u>Median Age (a)</u>	<u>School Enrollment (a)</u>	<u>Unemployment Rate (b)</u>
2006	247,571	\$ 6,854,993	\$ 27,689	36.5	62,002	6.6%
2007	243,914	\$ 7,152,534	\$ 29,324	36.4	59,776	5.7%
2008	241,975	\$ 7,684,158	\$ 31,756	36.7	62,290	7.3%
2009	242,142	\$ 8,183,189	\$ 33,795	36.5	61,721	10.7%
2010	252,273	\$ 9,099,739	\$ 36,071	35.6	62,433	10.6%
2011	252,273	\$ 9,369,167	\$ 37,139	36.0	63,371	11.7%
2012	252,802	\$ 9,786,471	\$ 38,712	35.9	63,371	10.2%
2013	251,813	\$ 9,658,791	\$ 38,357	36.0	63,433	10.1%

Data sources

(a) Bureau of Census

(b) Texas Workforce Commission

* Reporting began in fiscal year 2006.

TABLE 15

JEFFERSON COUNTY, TEXAS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2013			2004		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
State of Texas	5,500	1	5.12%	1,930	5	1.77%
Beaumont ISD	2,976	2	2.77%	2,781	1	2.55%
ExxonMobil Oil Corporation	2,000	3	1.86%	2,150	3	1.97%
Christus Health Southeast Texas	1,530	4	1.43%	2,276	2	2.09%
Motiva Enterprises	1,475	5	1.37%	-	-	-
City of Beaumont	1,335	6	1.24%	1,200	8	1.10%
Memorial Hermann Baptist Hospital	1,232	7	1.15%	1,340	6	1.23%
Jefferson County	1,184	8	1.10%	1,130	10	1.04%
Port Arthur ISD	1,170	9	1.09%	-	-	-
Valero	833	10	0.78%	-	-	-
E.I. DuPont Sabine River Works	-	-	-	2,000	4	1.83%
U S Postal Encoding	-	-	-	1,227	7	1.13%
Westvaco	-	-	-	1,175	9	1.08%
TOTAL	19,235		17.91%	17,209		15.79%

Source: Employment numbers provided by each entity

TABLE 16

JEFFERSON COUNTY, TEXAS
 FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

Function	Full-time Equivalent Employees as of September 30							
	2006	2007	2008	2009	2010	2011	2012	2013
General Government	169	176	171	180	170	166	164	166
Judicial & Law Enforcement								
Deputies	114	122	124	131	134	131	134	138
Detention Officers	222	239	221	240	242	239	238	241
Others	439	435	436	441	444	440	442	436
Education & Recreation	14	17	18	18	20	14	15	15
Health & Welfare	64	55	56	63	63	59	60	60
Maintenance - Equipment & Structures								
Road & Bridges	59	71	70	69	68	67	66	64
Engineering	10	9	10	10	9	10	10	10
Maintenance	31	30	27	30	29	28	28	30
Jack Brooks Regional Airport	25	23	26	23	25	25	23	24
Ford Park	125	101	79	22	23	19	20	23
TOTAL	<u>1,272</u>	<u>1,278</u>	<u>1,238</u>	<u>1,227</u>	<u>1,227</u>	<u>1,198</u>	<u>1,200</u>	<u>1,207</u>

Sources: County and Ford Park payroll records

* Reporting began in fiscal year 2006.

TABLE 17

JEFFERSON COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	FISCAL YEAR							
	2006	2007	2008	2009	2010	2011	2012	2013
Judicial & Law Enforcement								
Courts								
Number of Indigent Cases Heard	2,082	2,839	2,984	2,945	2,945	2,490	2,413	3,249
Number of Justice of Peace Cases	47,627	51,416	50,997	43,326	43,488	44,642	48,363	43,205
Sheriff								
Number of Arrests	6,147	6,423	6,543	6,404	6,573	6,099	6,023	5,898
Number of Citations	1,203	1,242	2,300	1,112	1,043	1,241	1,081	915
Jail								
Average Daily Population of Inmates	959	1,171	986	899	910	926	815	767
Constables								
Number of Papers Served	21,209	19,874	15,847	15,954	16,967	16,860	15,344	15,472
Education & Recreation								
Library								
Number of Patron Visits	6,129	5,995	6,300	4,002	1,536	n/a ^	n/a ^	n/a ^
Health & Welfare								
Health & Welfare								
Number of Patients Seen in Clinic	7,363	8,111	8,310	9,375	11,531	11,968	11,644	7,433
Mosquito Control								
Number of Acreage Sprayed	2,613,632	1,386,752	1,393,743	2,175,872	1,070,464	818,972	1,328,128	700,672
Maintenance - Equipment & Structures								
Road & Bridge								
Road Miles Maintained	368	368	370	370	370	370	369	370
Airport								
Number of Aircraft Operations	61,856	55,350	32,273	27,891	26,332	22,602	22,515	20,351
Number of Enplaned	25,687	25,650	22,126	22,174	17,957	18,098	5,666	24,669
Number of Deplaned	26,219	26,117	22,387	21,588	17,997	18,207	5,328	24,351
Health Insurance Risk Pool								
Number of Participants in Plan	1,389	1,429	1,490	1,541	1,568	1,550	1,581	1,612
Entertainment Complex								
Number of Events	199	160	221	183	198	188	185	176
Total Attendance	248,639	617,246	280,012	658,337	647,207	629,123	712,688	668,718

Sources: Various county departments

Note: Indicators are not available for the general government functions

^ Library was closed 12/31/10.

* Reporting began in fiscal year 2006

TABLE 18

JEFFERSON COUNTY, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function	FISCAL YEAR							
	2006	2007	2008	2009	2010	2011	2012	2013
Judicial & Law Enforcement								
Sheriff								
Patrol Units	92	109	119	116	120	122	122	126
Aviation Units	3	2	3	3	3	3	4	4
Marine Units	3	3	4	9	9	11	11	11
Jail								
Dorms	23	23	23	23	23	23	23	23
Bed Capacity	1,268	1,268	1,268	1,268	1,268	1,268	1,268	1,268
Constables								
Patrol Units	29	29	30	31	32	27	24	29
Education & Recreation								
Library Holdings (ie books, audio, video)	45,378	44,281	46,104	35,549	36,038	n/a ^	n/a ^	n/a ^
Health & Welfare								
Mosquito Control								
Mosquito Spray Trucks	8	8	8	8	8	8	8	8
Weed Control Trucks	2	2	2	2	2	2	2	2
Aviation Units	3	3	3	3	3	3	3	3
Maintenance - Equipment & Structures								
Road (miles)	368	368	370	370	370	370	369	370
Bridges	65	65	65	65	65	65	65	65
Airport								
Runways (linear feet)	11,820	11,820	11,820	11,820	11,820	11,820	11,820	11,820
T-Hangar & Open Span Hangars (square feet)	138,706	154,376	144,276	123,076	123,076	150,470	150,470	150,470
Office Space (square feet)	15,055	15,535	14,439	14,426	14,426	18,885	18,885	43,850
Entertainment Complex								
Number of venues	5	5	5	5	5	5	5	5
Softball Fields	12	12	12	12	12	12	12	12
Exhibit Floor Space (square feet)	142,000	142,000	142,000	142,000	142,000	142,000	142,000	142,000
Seating Capacity	23,500	23,500	23,500	23,500	23,500	23,500	23,500	23,500

Sources: Various county departments

Note: Indicators are not available for the general government function.

^ Library was closed 12/31/10.

* Reporting began in fiscal year 2006.



