

GRAYSON COUNTY, TEXAS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE YEAR ENDED
SEPTEMBER 30, 2002**

GRAYSON COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
TABLE OF CONTENTS
SEPTEMBER 30, 2002

**Page
Number**

INTRODUCTORY SECTION

| | |
|--------------------------|----|
| Principal Officials..... | i |
| Organization Chart | ii |

FINANCIAL SECTION

**Combined Statements – Overview: "Liftable"
General Purpose Financial Statements:**

| | |
|---|---------|
| Independent Auditors' Report | 1 – 2 |
| Combined Balance Sheet – All Fund Types and Account Groups..... | 3 – 4 |
| Combined Statement of Revenue, Expenditures and Changes in Fund Balance – All Governmental Fund Types..... | 5 |
| Combined Statement of Revenue, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual – All Governmental Fund Types..... | 6 – 7 |
| Combined Statement of Revenue, Expenses and Changes in Retained Earnings/Fund Balance – All Proprietary Fund Types and Similar Trust Funds..... | 8 |
| Combined Statement of Cash Flows – All Proprietary Funds Types and Similar Trust Funds | 9 – 10 |
| Notes to Financial Statements | 11 – 32 |

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules:**

General Fund

| | |
|--|---------|
| Comparative Balance Sheets..... | 33 |
| Statement of Revenue, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual | 34 |
| Schedule of Expenditures – Budget (GAAP Basis) and Actual | 35 – 41 |

Special Revenue Funds

| | |
|--|---------|
| Combining Balance Sheet..... | 42 – 44 |
| Combining Statement of Revenue, Expenditures and Changes in Fund Balance | 45 – 47 |
| Statement of Revenue, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual | 48 |

Road and Bridge:

| | |
|--|----|
| Comparative Balance Sheets..... | 49 |
| Statement of Revenue, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual | 50 |

Grayson County Public Health:

| | |
|--|----|
| Comparative Balance Sheets..... | 51 |
| Statement of Revenue, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual | 52 |

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Special Revenue Funds (Continued)

Juvenile Probation:

Comparative Balance Sheets..... 53

Statement of Revenue, Expenditures and Changes in Fund
Fund Balance – Budget (GAAP Basis) and Actual..... 54

Adult Probation:

Comparative Balance Sheets..... 55

Statement of Revenue, Expenditures and Changes in Fund
Fund Balance – Budget (GAAP Basis) and Actual..... 56

Grayson County Protective Services:

Comparative Balance Sheets..... 57

Statement of Revenue, Expenditures and Changes in Fund
Fund Balance – Budget (GAAP Basis) and Actual..... 58

Sheriff Drug Forfeiture:

Comparative Balance Sheets..... 59

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 60

County Sheriff Commissary:

Comparative Balance Sheets..... 61

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 62

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Special Revenue Funds (Continued)

Grayson County Data Center:

Comparative Balance Sheets..... 63

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 64

Domestic Violence:

Comparative Balance Sheets..... 65

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 66

School and Community Liaison:

Comparative Balance Sheets..... 67

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 68

Juvenile Boot Camp:

Comparative Balance Sheets..... 69

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 70

County Attorney Special:

Comparative Balance Sheets..... 71

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 72

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Special Revenue Funds (Continued)

County Attorney Drug Forfeiture:

Comparative Balance Sheets..... 73

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 74

State Supplemental:

Comparative Balance Sheets..... 75

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 76

Law Library:

Comparative Balance Sheets..... 77

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 78

Grayson County Historical Commission:

Comparative Balance Sheets..... 79

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 80

Records Preservation:

Comparative Balance Sheets..... 81

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 82

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Special Revenue Funds (Continued)

Law Enforcement Block Grant:

Comparative Balance Sheets..... 83

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 84

Victim Assistance Program:

Comparative Balance Sheets..... 85

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 86

Courthouse Security:

Comparative Balance Sheets..... 87

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 88

Court Reporter Service:

Comparative Balance Sheets..... 89

Statement of Revenue, Expenditures and Changes in Fund
Balances – Budget (GAAP Basis) and Actual 90

Drug Treatment for Juvenile Offenders:

Comparative Balance Sheets..... 91

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 92

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Special Revenue Funds (Continued)

Federal Forfeiture:

Comparative Balance Sheets..... 93

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 94

County Attorney Victim’s Liaison:

Comparative Balance Sheets..... 95

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 96

Gun Violence:

Comparative Balance Sheets..... 97

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 98

Justice of the Peace Technology:

Comparative Balance Sheets..... 99

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 100

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Capital Projects Funds

Combining Balance Sheet..... 101 – 102

Combining Statement of Revenue, Expenditures and Changes in
Fund Balance 103 – 104

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 105

Permanent Improvement:

Comparative Balance Sheets..... 106

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 107

Lateral Road:

Comparative Balance Sheets..... 108

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 109

Special Right-of-Way:

Comparative Balance Sheets..... 110

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 111

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Capital Projects Funds (Continued)

Juvenile Boot Camp Construction:

Comparative Balance Sheets..... 112

Statement of Revenue, Expenditures and Changes in Fund
Balances – Budget (GAAP Basis) and Actual 113

Debt Service Funds

Permanent Improvement Bonds – 1992 and 1994 Series:

Comparative Balance Sheets..... 114

Statement of Revenue, Expenditures and Changes in Fund
Balance – Budget (GAAP Basis) and Actual 115

Enterprise Fund

Grayson County Airport:

Comparative Balance Sheets..... 116

Schedule of Revenue, Expenses and Changes in Retained
Earnings – Budget and Actual 117

Comparative Schedules of Changes in Fund Equity 118

Comparative Statements of Cash Flows..... 119 – 120

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

Internal Service Fund

Insurance Internal Service:

| | |
|---|-----|
| Comparative Balance Sheets..... | 121 |
| Schedule of Revenue, Expenses and Changes in Retained Earnings – Budget and Actual | 122 |
| Comparative Statements of Cash Flows..... | 123 |

Trust and Agency Funds

| | |
|--|-----------|
| Combining Balance Sheet – All Trust and Agency Funds | 124 – 129 |
|--|-----------|

Texoma Succeeding Generations Trust:

| | |
|---|-----|
| Comparative Balance Sheets..... | 130 |
| Statement of Revenue, Expenses and Changes in Fund Balance – Budget (GAAP Basis) and Actual..... | 131 |
| Comparative Statements of Cash Flows..... | 132 |

General Fixed Assets Account Group

| | |
|--|-----------|
| Comparative Schedules of General Fixed Assets – by Source | 133 |
| Schedule of General Fixed Assets – by Function and Activity | 134 – 135 |
| Schedule of Changes in General Fixed Assets – by Function and Activity..... | 136 – 137 |

(continued)

GRAYSON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**TABLE OF CONTENTS
(Continued)
SEPTEMBER 30, 2002**

**Page
Number**

FINANCIAL SECTION (Continued)

**Supplementary Information: Combining and Individual
Fund and Account Group Statements and Schedules: (Continued)**

General Long-term Debt Account Group

| | |
|---|-----|
| Comparative Schedules of General Long-term Debt | 138 |
|---|-----|

STATISTICAL SECTION

| | |
|---|-----------|
| Required Supplementary Information – Analysis of Funding Progress | 139 |
| General Governmental Expenditures by Function – Last Ten Fiscal Years | 140 – 141 |
| General Governmental Revenue by Sources – Last Ten Fiscal Years | 142 – 143 |
| Property Tax Levies and Collections – Last Ten Fiscal Years | 144 – 145 |
| Tax Rate Distribution – Last Ten Fiscal Years | 146 |

INTRODUCTORY SECTION

GRAYSON COUNTY, TEXAS

PRINCIPAL OFFICIALS

SEPTEMBER 30, 2002

COMMISSIONERS' COURT

Horace Groff
Johnny Waldrip
Sandy McCraw
Carol Shea
C. E. "Gene" Short

County Judge
Commissioner, Precinct #1
Commissioner, Precinct #2
Commissioner, Precinct #3
Commissioner, Precinct #4

JUDICIAL

James R. Fry
Rayburn Nall
Ray F. Grisham
Donald Jarvis
Carol Siebman

Judge, 15th District Court
Judge, 59th District Court
Judge, 336th District Court
Judge, County Court-at-Law
Judge, County Court-at-Law

LAW ENFORCEMENT

Keith Gary
Joseph D. Brown
Denis Cowhig*
Bill Bristow*

County Sheriff
County Attorney
Adult Probation Officer
Juvenile Probation Officer

FINANCIAL ADMINISTRATION

J. Richey Rivers*
Virginia Hughes
John Ramsey

County Auditor
County Treasurer
Tax Assessor/Collector

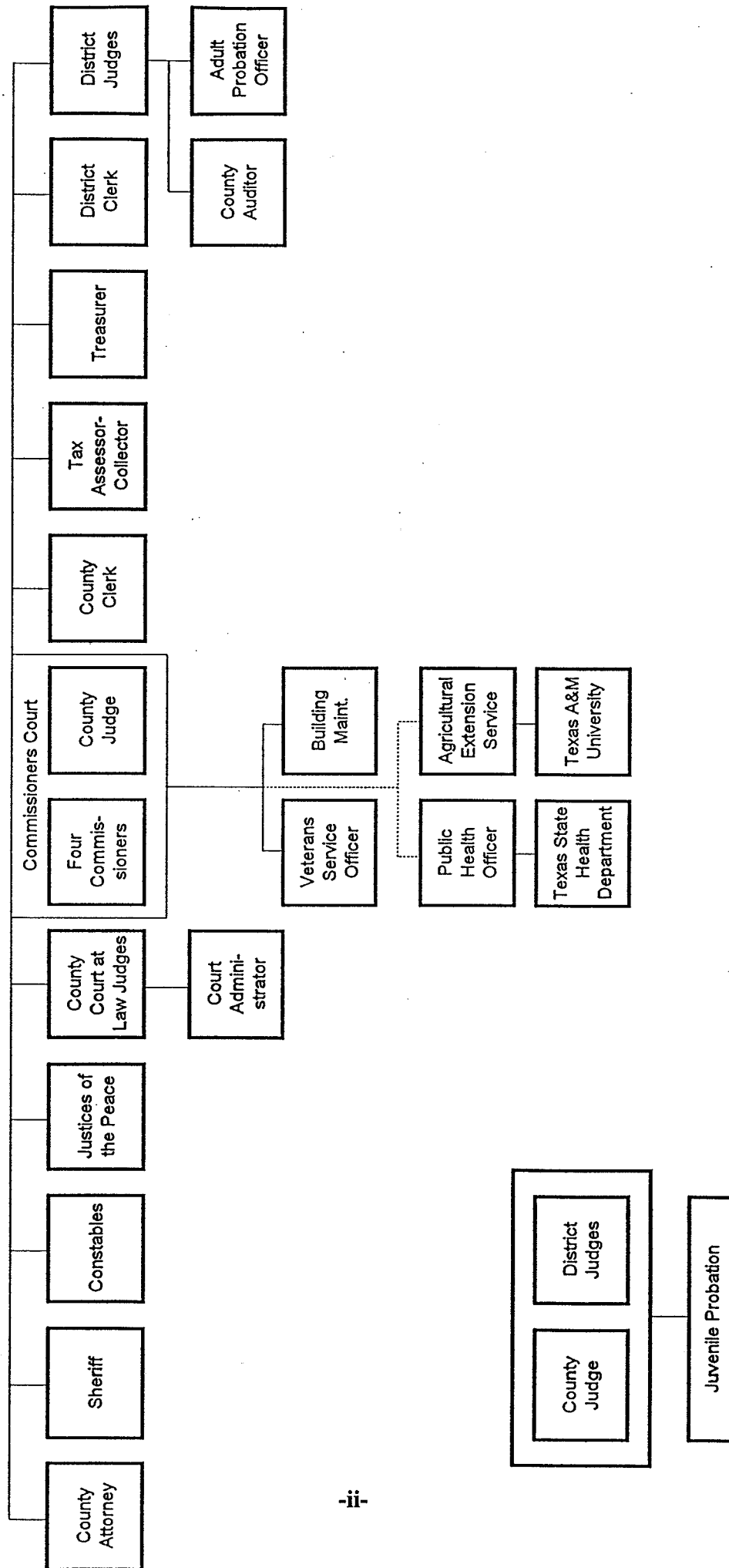
RECORDING OFFICIALS

Cynthia A. Mathis-Spencer
Sara Jackson

District Clerk
County Clerk

* Designates appointed officials. All others listed are elected officials.

GRAYSON COUNTY ORGANIZATION CHART



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

The Honorable Commissioners' Court
Grayson County, Texas
Sherman, Texas

We have audited the accompanying general purpose financial statements of Grayson County, Texas, as of and for the year ended September 30, 2002, as listed in the table of contents. These general purpose financial statements are the responsibility of Grayson County, Texas' management. Our responsibility is to express an opinion on these general purpose 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Grayson County, Texas, as of September 30, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated February 14, 2003, on our consideration of Grayson County, Texas' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards, and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund statements listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Grayson County, Texas. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole. The statistical data listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Grayson County, Texas. Such information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, accordingly, we express no opinion on it.

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

February 14, 2003

COMBINED STATEMENTS - OVERVIEW

"LIFTABLE" GENERAL PURPOSE FINANCIAL STATEMENTS

GRAYSON COUNTY, TEXAS
COMBINED BALANCE SHEET - ALL FUND TYPES
AND ACCOUNT GROUPS

SEPTEMBER 30, 2002
(With Comparative Totals for September 30, 2001)

| | Governmental Fund Types | | | |
|--|-------------------------|---------------------|---------------------|-------------------|
| | General | Special Revenue | Capital Projects | Debt Service |
| ASSETS AND OTHER DEBITS | | | | |
| ASSETS | | | | |
| Cash | \$ 48,024 | \$ 435,215 | \$ 2,980 | \$ 188 |
| Investments | 3,554,836 | 3,877,893 | 6,314,037 | 122,856 |
| Receivable - miscellaneous | 48,956 | 89,300 | 60,076 | - |
| Delinquent property taxes | 1,166,765 | 126,234 | 12,853 | 42,710 |
| Prepaid items | - | 438 | - | - |
| Due from other funds | 638,579 | 449,903 | 150,000 | - |
| Due from other governments | 316,658 | 251,764 | - | - |
| Fixed assets | - | - | - | - |
| OTHER DEBITS | | | | |
| Amount available in Debt Service Fund | - | - | - | - |
| Amount to be provided for retirement of general long-term debt | - | - | - | - |
| Total Assets and Other Debits | <u>\$ 5,773,818</u> | <u>\$ 5,230,747</u> | <u>\$ 6,539,946</u> | <u>\$ 165,754</u> |
| LIABILITIES, EQUITY AND OTHER CREDITS | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ 666,239 | \$ 612,328 | \$ 3,534 | \$ - |
| Accrued vacation | - | - | - | - |
| Security deposits | - | - | - | - |
| Due to other funds | 449,903 | 788,282 | 297 | - |
| Due to other governments | 117,849 | - | - | - |
| Due to beneficiaries | - | - | - | - |
| Due to activity committee | - | - | - | - |
| Due to court of appeals | - | - | - | - |
| General obligation bonds payable | - | - | - | - |
| Estimated liability for employee medical claims | - | - | - | - |
| Capital lease obligations | - | - | - | - |
| Deferred revenue - delinquent property taxes | 1,181,765 | 161,014 | 12,853 | 42,710 |
| Total Liabilities | <u>2,415,756</u> | <u>1,561,624</u> | <u>16,684</u> | <u>42,710</u> |
| EQUITY AND OTHER CREDITS | | | | |
| Contributed capital | - | - | - | - |
| Investment in general fixed assets | - | - | - | - |
| Retained earnings unreserved | - | - | - | - |
| Fund balance: | | | | |
| Reserved for prepaid items | - | 438 | - | - |
| Reserved for debt service | - | - | - | 123,044 |
| Reserved for building acquisition | - | - | - | - |
| Designated for health care | 1,224,806 | - | - | - |
| Unreserved and undesignated | 2,133,256 | 3,668,685 | 6,523,262 | - |
| Total Equity and Other Credits | <u>3,358,062</u> | <u>3,669,123</u> | <u>6,523,262</u> | <u>123,044</u> |
| Total Liabilities, Equity and Other Credits | <u>\$ 5,773,818</u> | <u>\$ 5,230,747</u> | <u>\$ 6,539,946</u> | <u>\$ 165,754</u> |

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

| Proprietary Fund Types | | Fiduciary Fund Type | Account Groups | | Totals (Memorandum Only) | |
|------------------------|-------------------|---------------------|----------------------|------------------------|-----------------------------|----------------------|
| Enterprise | Internal Service | Trust and Agency | General Fixed Assets | General Long-term Debt | 2002 | 2001 |
| \$ 1,696 | \$ 27,292 | \$ 2,922,179 | \$ - | \$ - | \$ 3,437,574 | \$ 3,902,745 |
| 93,549 | 520,988 | 3,411,506 | - | - | 17,895,665 | 16,829,932 |
| 17,973 | - | 371 | - | - | 216,676 | 277,383 |
| - | - | - | - | - | 1,348,562 | 1,269,733 |
| - | - | - | - | - | 438 | 438 |
| - | - | - | - | - | 1,238,482 | 261,840 |
| 84,477 | - | - | - | - | 652,899 | 734,096 |
| 1,075,521 | - | - | 49,378,210 | - | 50,453,731 | 49,600,665 |
| - | - | - | - | 123,044 | 123,044 | 233,520 |
| - | - | - | - | 3,274,021 | 3,274,021 | 2,809,545 |
| <u>\$ 1,273,216</u> | <u>\$ 548,280</u> | <u>\$ 6,334,056</u> | <u>\$ 49,378,210</u> | <u>\$ 3,397,065</u> | <u>\$ 78,641,092</u> | <u>\$ 75,919,897</u> |
| \$ 9,581 | \$ - | \$ - | \$ - | \$ - | \$ 1,291,682 | \$ 1,098,853 |
| 22,375 | - | - | - | 607,278 | 629,653 | 527,747 |
| 7,492 | - | - | - | - | 7,492 | 7,492 |
| - | - | 4,017 | - | - | 1,242,499 | 261,840 |
| - | - | 1,470,907 | - | - | 1,588,756 | 1,435,221 |
| - | - | 4,459,526 | - | - | 4,459,526 | 4,459,526 |
| - | - | 9,277 | - | - | 9,277 | 11,903 |
| - | - | 333,807 | - | - | 333,807 | 333,807 |
| - | - | - | - | 1,250,000 | 1,250,000 | 1,305,000 |
| - | 562,522 | - | - | - | 562,522 | 250,000 |
| - | - | - | - | 1,539,787 | 1,539,787 | 1,232,693 |
| - | - | - | - | - | 1,398,342 | 1,316,966 |
| <u>39,448</u> | <u>562,522</u> | <u>6,277,534</u> | <u>-</u> | <u>3,397,065</u> | <u>14,313,343</u> | <u>12,241,048</u> |
| 698,862 | - | - | - | - | 698,862 | 784,736 |
| - | - | - | 49,378,210 | - | 49,378,210 | 48,057,127 |
| 534,906 | (14,242) | - | - | - | 520,664 | 746,888 |
| - | - | - | - | - | 438 | 438 |
| - | - | - | - | - | 123,044 | 233,520 |
| - | - | 56,522 | - | - | 56,522 | 54,880 |
| - | - | - | - | - | 1,224,806 | 1,500,841 |
| - | - | - | - | - | 12,325,203 | 12,300,419 |
| <u>1,233,768</u> | <u>(14,242)</u> | <u>56,522</u> | <u>49,378,210</u> | <u>-</u> | <u>64,327,749</u> | <u>63,678,849</u> |
| <u>\$ 1,273,216</u> | <u>\$ 548,280</u> | <u>\$ 6,334,056</u> | <u>\$ 49,378,210</u> | <u>\$ 3,397,065</u> | <u>\$ 78,641,092</u> | <u>\$ 75,919,897</u> |

GRAYSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE -
ALL GOVERNMENTAL FUND TYPES
SEPTEMBER 30, 2002
(With Comparative Totals for the Fiscal Year Ended September 30, 2001)

| | Governmental Fund Types | | | | Totals (Memorandum Only) | |
|--|-------------------------|---------------------|---------------------|-------------------|-----------------------------|----------------------|
| | General | Special Revenue | Capital Projects | Debt Service | 2002 | 2001 |
| | | | | | | |
| REVENUE | | | | | | |
| Taxes, including penalties and interest | \$ 16,146,769 | \$ 1,757,390 | \$ 157,068 | \$ 47,201 | \$ 18,108,428 | \$ 16,077,050 |
| Licenses and permits | 154,062 | - | - | - | 154,062 | 141,437 |
| Fees of office | 2,322,804 | 2,939,110 | - | - | 5,261,914 | 4,550,047 |
| Fines and forfeitures | - | 1,297,659 | - | - | 1,297,659 | 1,119,273 |
| Intergovernmental | 1,558,045 | 3,556,504 | 63,120 | - | 5,177,669 | 6,922,158 |
| Fees | - | 1,488,169 | - | - | 1,488,169 | 1,624,374 |
| Contributions from other governments | - | 93,021 | - | - | 93,021 | - |
| Interest | 162,159 | 100,679 | 217,360 | 5,791 | 485,989 | 853,748 |
| Miscellaneous | 437,291 | 423,930 | - | - | 861,221 | 528,217 |
| Total Revenue | <u>20,781,130</u> | <u>11,656,462</u> | <u>437,548</u> | <u>52,992</u> | <u>32,928,132</u> | <u>31,816,304</u> |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| General government | 2,891,873 | 625,815 | - | - | 3,517,688 | 3,126,986 |
| Judicial | 3,074,566 | 72,413 | - | - | 3,146,979 | 2,784,643 |
| Legal | 1,148,953 | 366,639 | - | - | 1,515,592 | 1,227,320 |
| Financial | 1,848,536 | - | - | - | 1,848,536 | 1,672,940 |
| Public facilities | 548,958 | - | - | - | 548,958 | 759,751 |
| Public safety | 8,655,592 | 3,427,660 | - | - | 12,083,252 | 10,904,371 |
| Health and welfare | 1,838,777 | 2,319,874 | - | - | 4,158,651 | 4,373,494 |
| Highways, streets and bridges | - | 5,650,180 | 179,142 | - | 5,829,322 | 5,335,442 |
| Cultural and recreational | 76,525 | 1,100 | - | - | 77,625 | 72,479 |
| Conservation | 182,750 | - | - | - | 182,750 | 165,045 |
| Intergovernmental | 160,421 | - | - | - | 160,421 | 229,751 |
| Capital projects | - | - | 619,292 | - | 619,292 | 231,469 |
| Debt service: | | | | | | |
| Principal retirement | 94,788 | 41,470 | - | 55,000 | 191,258 | 108,946 |
| Interest and fiscal charges | 71,052 | 2,348 | - | 108,468 | 181,868 | 189,404 |
| Total Expenditures | <u>20,592,791</u> | <u>12,507,499</u> | <u>798,434</u> | <u>163,468</u> | <u>34,062,192</u> | <u>31,182,041</u> |
| EXCESS (DEFICIENCY) OF | | | | | | |
| REVENUE OVER EXPENDITURES | 188,339 | (851,037) | (360,886) | (110,476) | (1,134,060) | 634,263 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Operating transfers in | - | 890,171 | 325,000 | - | 1,215,171 | 745,564 |
| Operating transfers out | (1,088,770) | (325,000) | - | - | (1,413,770) | (1,161,407) |
| Sale of fixed assets | 10,912 | 86,085 | 400,000 | - | 496,997 | 91,171 |
| Proceeds from capital lease | - | 450,000 | - | - | 450,000 | - |
| Proceeds from insurance settlement | - | 23,935 | - | - | 23,935 | - |
| Total Other Financing Sources (Uses) | <u>(1,077,858)</u> | <u>1,125,191</u> | <u>725,000</u> | <u>-</u> | <u>772,333</u> | <u>(324,672)</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | (889,519) | 274,154 | 364,114 | (110,476) | (361,727) | 309,591 |
| FUND BALANCE, BEGINNING OF YEAR | <u>4,247,581</u> | <u>3,394,969</u> | <u>6,159,148</u> | <u>233,520</u> | <u>14,035,218</u> | <u>13,725,627</u> |
| FUND BALANCE, END OF YEAR | <u>\$ 3,358,062</u> | <u>\$ 3,669,123</u> | <u>\$ 6,523,262</u> | <u>\$ 123,044</u> | <u>\$ 13,673,491</u> | <u>\$ 14,035,218</u> |

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

GRAYSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL -
ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

| | General | | | Special Revenue | | |
|--|---------------------|---------------------|--|---------------------|---------------------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUE | | | | | | |
| Taxes, including penalties and interest | \$ 16,142,397 | \$ 16,146,769 | \$ 4,372 | \$ 1,751,390 | \$ 1,757,390 | \$ 6,000 |
| Licenses and permits | 138,500 | 154,062 | 15,562 | - | - | - |
| Fees of office | 2,154,200 | 2,322,804 | 168,604 | 2,757,846 | 2,939,110 | 181,264 |
| Fines and forfeitures | - | - | - | 1,213,000 | 1,297,659 | 84,659 |
| Intergovernmental | 1,335,919 | 1,558,045 | 222,126 | 3,649,401 | 3,556,504 | (92,897) |
| Fees | - | - | - | 1,433,000 | 1,488,169 | 55,169 |
| Contributions from other governments | - | - | - | 2,500 | 93,021 | 90,521 |
| Interest | 185,000 | 162,159 | (22,841) | 103,125 | 100,679 | (2,446) |
| Miscellaneous | 408,500 | 437,291 | 28,791 | 309,712 | 423,930 | 114,218 |
| Total Revenue | <u>20,364,516</u> | <u>20,781,130</u> | <u>416,614</u> | <u>11,219,974</u> | <u>11,656,462</u> | <u>436,488</u> |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| General government | 2,934,568 | 2,891,873 | 42,695 | 910,887 | 625,815 | 285,072 |
| Judicial | 3,125,062 | 3,074,566 | 50,496 | 74,174 | 72,413 | 1,761 |
| Legal | 1,159,018 | 1,148,953 | 10,065 | 138,400 | 366,639 | (228,239) |
| Financial | 1,896,185 | 1,848,536 | 47,649 | - | - | - |
| Public facilities | 683,906 | 548,958 | 134,948 | - | - | - |
| Public safety | 8,780,074 | 8,655,592 | 124,482 | 3,678,730 | 3,427,660 | 251,070 |
| Health and welfare | 1,814,593 | 1,838,777 | (24,184) | 3,594,403 | 2,319,874 | 1,274,529 |
| Highways, streets and bridges | - | - | - | 5,845,383 | 5,650,180 | 195,203 |
| Cultural and recreational | 48,300 | 76,525 | (28,225) | 68,189 | 1,100 | 67,089 |
| Conservation | 190,356 | 182,750 | 7,606 | - | - | - |
| Intergovernmental | 191,959 | 160,421 | 31,538 | - | - | - |
| Capital projects | - | - | - | - | - | - |
| Debt service: | | | | | | |
| Principal retirement | 94,788 | 94,788 | - | 43,330 | 41,470 | 1,860 |
| Interest and fiscal charges | 71,053 | 71,052 | 1 | - | 2,348 | (2,348) |
| Total Expenditures | <u>20,989,862</u> | <u>20,592,791</u> | <u>397,071</u> | <u>14,353,496</u> | <u>12,507,499</u> | <u>1,845,997</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(625,346)</u> | <u>188,339</u> | <u>813,685</u> | <u>(3,133,522)</u> | <u>(851,037)</u> | <u>2,282,485</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Operating transfers in | - | - | - | 2,087,129 | 890,171 | (1,196,958) |
| Operating transfers out | (37,311) | (1,088,770) | (1,051,459) | (175,000) | (325,000) | (150,000) |
| Proceeds from capital lease | - | - | - | - | 450,000 | 450,000 |
| Proceeds from insurance settlement | - | - | - | - | 23,935 | 23,935 |
| Sale of fixed assets | 10,000 | 10,912 | 912 | 85,150 | 86,085 | 935 |
| Total Other Financing Sources (Uses) | <u>(27,311)</u> | <u>(1,077,858)</u> | <u>(1,050,547)</u> | <u>1,997,279</u> | <u>1,125,191</u> | <u>(872,088)</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | <u>(652,657)</u> | <u>(889,519)</u> | <u>(236,862)</u> | <u>(1,136,243)</u> | <u>274,154</u> | <u>1,410,397</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | | | | |
| | <u>4,247,581</u> | <u>4,247,581</u> | <u>-</u> | <u>3,394,969</u> | <u>3,394,969</u> | <u>-</u> |
| FUND BALANCE, END OF YEAR | <u>\$ 3,594,924</u> | <u>\$ 3,358,062</u> | <u>\$(236,862)</u> | <u>\$ 2,258,726</u> | <u>\$ 3,669,123</u> | <u>\$ 1,410,397</u> |

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

| Capital Projects | | | Debt Service | | |
|---------------------|---------------------|--|-------------------|-------------------|--|
| Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| \$ 157,700 | \$ 157,068 | \$ (632) | \$ 47,400 | \$ 47,201 | \$ (199) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 63,000 | 63,120 | 120 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 206,000 | 217,360 | 11,360 | 4,000 | 5,791 | 1,791 |
| - | - | - | - | - | - |
| <u>426,700</u> | <u>437,548</u> | <u>10,848</u> | <u>51,400</u> | <u>52,992</u> | <u>1,592</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 246,000 | 179,142 | 66,858 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 556,000 | 619,292 | (63,292) | - | - | - |
| - | - | - | 55,000 | 55,000 | - |
| - | - | - | <u>108,833</u> | <u>108,468</u> | <u>365</u> |
| <u>802,000</u> | <u>798,434</u> | <u>3,566</u> | <u>163,833</u> | <u>163,468</u> | <u>365</u> |
| (375,300) | (360,886) | 14,414 | (112,433) | (110,476) | 1,957 |
| 125,000 | 325,000 | 200,000 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 400,000 | 400,000 | - | - | - |
| <u>125,000</u> | <u>725,000</u> | <u>600,000</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| (250,300) | 364,114 | 614,414 | (112,433) | (110,476) | 1,957 |
| <u>6,159,148</u> | <u>6,159,148</u> | <u>-</u> | <u>233,520</u> | <u>233,520</u> | <u>-</u> |
| <u>\$ 5,908,848</u> | <u>\$ 6,523,262</u> | <u>\$ 614,414</u> | <u>\$ 121,087</u> | <u>\$ 123,044</u> | <u>\$ 1,957</u> |

GRAYSON COUNTY, TEXAS

**COMBINED STATEMENT OF REVENUE, EXPENSES AND
CHANGES IN RETAINED EARNINGS/FUND BALANCE -**

ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Totals for the Fiscal year Ended September 30, 2001)

| | Proprietary Fund Types | | Fiduciary | Total | |
|--|------------------------|---------------------|------------------------|-------------------|-------------------|
| | Enterprise | Internal Service | Fund Type | (Memorandum Only) | |
| | | | Nonexpendable Trust | 2002 | 2001 |
| OPERATING REVENUE | | | | | |
| Charges for services | \$ 564,285 | \$ 2,736,697 | \$ - | \$ 3,300,982 | \$ 2,744,112 |
| Intergovernmental | 51,025 | - | - | 51,025 | 32,296 |
| Miscellaneous | 42,625 | - | 1,642 | 44,267 | 85,590 |
| Total Operating Revenue | <u>657,935</u> | <u>2,736,697</u> | <u>1,642</u> | <u>3,396,274</u> | <u>2,861,998</u> |
| OPERATING EXPENSES | | | | | |
| Personal services | 398,395 | - | - | 398,395 | 369,087 |
| Supplies and materials | 43,137 | - | - | 43,137 | 53,582 |
| Other services and charges | 590,916 | 2,753,569 | - | 3,344,485 | 2,633,736 |
| Depreciation expense: | | | | | |
| Assets acquired with internally generated funds | 45,640 | - | - | 45,640 | 45,253 |
| Contributed assets | 85,874 | - | - | 85,874 | 85,884 |
| Total Operating Expenses | <u>1,163,962</u> | <u>2,753,569</u> | <u>-</u> | <u>3,917,531</u> | <u>3,187,542</u> |
| OPERATING INCOME (LOSS) | (506,027) | (16,872) | 1,642 | (521,257) | (325,544) |
| INTEREST INCOME | <u>3,635</u> | <u>8,566</u> | <u>-</u> | <u>12,201</u> | <u>9,296</u> |
| NET INCOME (LOSS) BEFORE OPERATING TRANSFERS | (502,392) | (8,306) | 1,642 | (509,056) | (316,248) |
| OPERATING TRANSFERS | | | | | |
| Operating transfers in | <u>198,600</u> | <u>-</u> | <u>-</u> | <u>198,600</u> | <u>416,467</u> |
| NET INCOME (LOSS) | (303,792) | (8,306) | 1,642 | (310,456) | 100,219 |
| ADD: | | | | | |
| Depreciation on fixed assets acquired by grants | <u>85,874</u> | <u>-</u> | <u>-</u> | <u>85,874</u> | <u>85,884</u> |
| INCREASE IN RETAINED EARNINGS/ FUND BALANCE | (217,918) | (8,306) | 1,642 | (224,582) | 186,103 |
| RETAINED EARNINGS/FUND BALANCE, BEGINNING OF YEAR | <u>752,824</u> | <u>(5,936)</u> | <u>54,880</u> | <u>801,768</u> | <u>615,665</u> |
| RETAINED EARNINGS/FUND BALANCE, END OF YEAR | <u>\$ 534,906</u> | <u>\$(14,242)</u> | <u>\$ 56,522</u> | <u>\$ 577,186</u> | <u>\$ 801,768</u> |

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

GRAYSON COUNTY, TEXAS

COMBINED STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Totals for the Fiscal Year Ended September 30, 2001)

| | Proprietary Fund Types | | Fiduciary | Total | |
|---|------------------------|------------------|---------------------|-------------------|--------------|
| | Enterprise | Internal Service | Fund Type | (Memorandum Only) | |
| | | | Nonexpendable Trust | 2002 | 2001 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | |
| Cash received from operations | \$ - | \$ - | \$ 1,642 | \$ 1,642 | \$ 2,426 |
| Cash received from tenants | 648,308 | - | - | 648,308 | 561,180 |
| Cash received for premiums | - | 2,740,552 | - | 2,740,552 | 2,288,442 |
| Cash received for deferred revenue | - | - | - | - | (18,150) |
| Cash paid for supplies and services | (719,633) | (2,441,047) | - | (3,160,680) | (2,802,825) |
| Cash paid for personal service | (398,395) | - | - | (398,395) | (371,974) |
| Net Cash Provided by (Used in) | | | | | |
| Operating Activities | (469,720) | 299,505 | 1,642 | (168,573) | (340,901) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | | | |
| Operating transfers in | 198,600 | - | - | 198,600 | 416,467 |
| Net Cash Provided by Noncapital Financing Activities | 198,600 | - | - | 198,600 | 416,467 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | | | |
| Purchase of fixed assets | 336,503 | - | - | 336,503 | (50,855) |
| Net Cash Provided by (Used in) Capital and Related Financing Activities | 336,503 | - | - | 336,503 | (50,855) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | |
| Sale of investments | (67,322) | - | - | (67,322) | 151,903 |
| Purchase of investments | - | (369,222) | (521) | (369,743) | (111,465) |
| Interest received | 3,635 | 8,566 | - | 12,201 | 9,296 |
| Net Cash Provided by (Used in) Investing Activities | (63,687) | (360,656) | (521) | (424,864) | 49,734 |
| NET INCREASE (DECREASE) IN CASH | 1,696 | (61,151) | 1,121 | (58,334) | 74,445 |
| CASH, BEGINNING OF YEAR | - | 88,443 | 110 | 88,553 | 14,108 |
| CASH, END OF YEAR | \$ 1,696 | \$ 27,292 | 1,231 | 30,219 | 88,553 |
| CASH IN AGENCY FUNDS AT END OF YEAR | | | 2,920,948 | 3,151,375 | 3,151,375 |
| TOTAL FIDUCIARY FUND TYPE - TRUST AND AGENCY CASH AT END OF YEAR | | | \$ 2,922,179 | \$ 3,181,594 | \$ 3,239,928 |

(continued)

GRAYSON COUNTY, TEXAS

COMBINED STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Totals for the Fiscal Year Ended September 30, 2001)

| | Proprietary Fund Types | | Fiduciary Fund Type | Total (Memorandum Only) | |
|---|------------------------|---------------------|------------------------|----------------------------|---------------------|
| | Enterprise | Internal Service | Nonexpendable Trust | 2002 | 2001 |
| | | | | | |
| RECONCILIATION OF NET OPERATING INCOME (LOSS) TO CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES | | | | | |
| Net operating income (loss) | \$(506,027) | \$(16,872) | \$ 1,642 | \$(521,257) | \$(325,544) |
| Adjustments: | | | | | |
| Depreciation | 131,514 | - | - | 131,514 | 131,136 |
| Changes in: | - | | | | |
| Miscellaneous receivables | (9,627) | 3,855 | - | (5,772) | (10,018) |
| Prepaid expenses | (84,477) | - | - | (84,477) | 124 |
| Accounts payable | - | - | - | - | 1,438 |
| Accrued vacation | (623) | - | - | (623) | (2,887) |
| Estimated liability for employee medical claims | (480) | 312,522 | - | 312,042 | (117,000) |
| Deferred revenue | - | - | - | - | (18,150) |
| Total Adjustments | <u>36,307</u> | <u>316,377</u> | <u>-</u> | <u>352,684</u> | <u>(15,357)</u> |
| NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES | <u>\$(469,720)</u> | <u>\$ 299,505</u> | <u>\$ 1,642</u> | <u>\$(168,573)</u> | <u>\$(340,901)</u> |

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

GRAYSON COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2002

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying general purpose financial statements of Grayson County, Texas (County), have been prepared in conformity with generally accepted accounting principles (GAAP) for local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. These notes to the financial statements are an integral part of the general purpose financial statements of the County. The following is a discussion of the more significant accounting policies utilized by the County.

Reporting Entity

GASB Statement No. 14 "*The Financial Reporting Entity*", establishes criteria which should be considered and evaluated along with other judgmental factors before a decision is made to combine or not to combine one governmental unit with another governmental unit for the purpose of issuing combined financial statements. The five criteria considered were (1) financial accountability, (2) appointment of a voting majority, (3) imposition of will, (4) financial benefit to or a burden on a primary government, and (5) financial accountability as a result of fiscal dependency.

In evaluating how to define the County for financial reporting purposes, management has considered all potential component units. The decision on whether or not to include a potential component unit in the reporting entity was made by applying the criteria set forth in the preceding paragraph.

The County is a partner in a joint venture with various local governmental units. These governments have formed the Juvenile Detention Center of Grayson, Cooke, and Fannin Counties, which provides residential services for juveniles of any county. This joint venture does not meet the criteria stated above for inclusion in the County's financial statements and has no equity interest to require its inclusion as an investment in the County's financial statements per guidance established by GASB No. 14. Details of this investment are in Note 8.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation – Fund Accounting

The accounts of the County are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance, revenue, and expenditures or expenses, as appropriate. County resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements into three broad fund categories and seven generic fund types as follows:

GOVERNMENTAL FUNDS

General Fund – The *General Fund* is the general operating fund of the County. All general tax revenue and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the General Fund.

Special Revenue Funds – The *Special Revenue Funds* are utilized to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes (other than expendable trusts or major capital projects).

Capital Projects Funds – The *Capital Projects Funds* are utilized to account for all resources dedicated to the acquisition and construction of major capital facilities.

Debt Service Fund – The *Debt Service Fund* is utilized to account for the accumulation of resources for, and payment of, interest and principal on the County's bonded indebtedness.

PROPRIETARY FUNDS

Enterprise Funds – The *Enterprise Fund* is utilized to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Internal Service Funds – The *Internal Service Fund* is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation – Fund Accounting (Continued)

FIDUCIARY FUNDS

Trust and Agency Funds – The ***Trust and Agency Funds*** are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement which obligates the County to maintain the trust principal. Agency funds are used to account for assets held by the County in a custodian or agent capacity. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Basis of Presentation – Account Groups

Account groups are used to establish accounting control and accountability for the County's general fixed assets and general long-term debt as follows:

General Fixed Assets Account Group – This account group is established to account for all fixed assets of the County other than those accounted for in the Proprietary Fund Types.

General Long-term Debt Account Group – This account group is established to account for long-term debt which is backed by the County's full faith and credit.

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenue and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

All proprietary funds and nonexpendable trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e. net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (e.g. revenue) and decreases (e.g. expenses) in net total assets.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenue is recognized when susceptible to accrual (i.e. when it becomes 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 uses a 60-day availability period for revenue recognition for all governmental fund revenue. Expenditures are generally recorded when the liability is incurred. Exceptions to this general rule are: (1) principal and interest on long-term debt which are recognized only when these amounts are due, and (2) accumulated unpaid vacation leave and compensatory pay which are not accrued (see discussion below).

Revenue susceptible to accrual includes fines, fees, property taxes and other taxes held in the hands of intermediary collecting agencies. Fines and fees assessed but not collected are not considered measurable and are not recognized until collected. Delinquent property taxes, though measurable, are not considered available and the revenue is deferred until collected.

The accrual basis of accounting is utilized by proprietary fund types and nonexpendable trust funds. Under this method, revenue is recorded when earned and expenses are recorded when incurred. The County applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations.

Account groups are not considered funds because account groups are concerned only with the measurement of financial position and not with the measurement of the results of operations. Assets, such as fixed assets, and long-term liabilities, such as general obligation bonds, are not recognized as governmental fund type assets or liabilities since they do not affect current assets or current liabilities. Instead, these assets and liabilities are reported in the General Fixed Assets Account Group or the General Long-term Debt Account Group.

Budgetary Basis of Accounting

The County adopts budgets for all governmental, proprietary and trust funds. The adopted budgets are based upon the bases of accounting and measurement focuses discussed above. Budgetary comparisons have been provided for the governmental funds in the general purpose financial statements.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Procedures

Formal budgetary integration is required by state law and is utilized during the year for the General Fund, Special Revenue Funds, the Capital Projects Funds, the Debt Service Fund, the Enterprise Funds, the Internal Service Fund, and the Nonexpendable Trust Fund. These budgets are adopted on the same basis of accounting used to record actual revenue and expenditures or expenses. Adjustments are not necessary to provide comparability between budgets and financial presentations.

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

- (a) During April, the County Judge submits to the Commissioners' Court a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them. Each fund is budgeted on an annual basis with no carryovers into the next year. If a fund has a balance at the end of the year, the balance is included in the computation of available cash for next year's budget.
- (b) Public hearings are conducted to obtain taxpayer comments.
- (c) Prior to October 1, the budget is legally enacted.
- (d) The County Auditor is required to monitor the expenditures of the various funds. The budget is controlled on a departmental object class basis. Expenditures can be reallocated within a departmental object class at any time by Commissioners' Court order, but the budget must be formally amended to allow the original level of budgeted expenditures within a fund to be exceeded. All amendments to the budget must be approved by the Commissioners' Court.

The Commissioners' Court approves budget amendments proposed by the County Judge throughout and subsequent to the fiscal year. These amendments are routinely approved and the current year budgetary data presented includes all approved budget amendments. Budgetary amendments are integrated after the fiscal year-end due to the normal year-end closing procedures and adjustments which are discovered during that period. Budget amendments are necessary at that time to comply with Chapter 111, Local Government Code of the State of Texas, which states that funds may be spent only for items or categories of items that are included in the adopted budget. The County has chosen to adopt the budget at the department object class level, since this allows budgetary control, but is still meaningful to the Commissioners' Court and the citizens of the County. All annual appropriations lapse at the end of each fiscal year, in accordance with state law.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Investments

Cash includes amounts in demand deposit and savings accounts, as well as short-term investments with a maturity date within three months of the date acquired by the County.

The County is legally permitted to purchase as investments or collateralize deposits with the following types of instruments: (1) obligations of the United States or its agencies; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities and other political subdivisions of any state having an investment quality rating of A; (5) certificates of deposit issued by state or national banks domiciled in Texas that are guaranteed or insured by the Federal Deposit Insurance Corporation or secured by obligations described in (1) through (4) above; and (6) fully collateralized direct repurchase agreements.

Inventories

Inventories of supplies on hand have not been recorded. Such supplies are not considered material and have been expensed when purchased.

Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Those transactions which have not been paid or received as of September 30, 2002, are recorded as "due from other funds" or "due to other funds".

Fixed Assets

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated. The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus.

General Fixed Assets Account Group – Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain "infrastructure" general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized as the Texas Supreme Court has ruled that such structures belong to the State of Texas. No depreciation has been provided on general fixed assets.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fixed Assets (Continued)

Proprietary Funds – Depreciation on all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

| | |
|--------------|---------------|
| Buildings | 7 to 40 years |
| Improvements | 5 to 25 years |
| Equipment | 3 to 20 years |

Depreciation on contributed assets is closed against contributed capital where applicable in these financial statements (Note 11). Expenditures for maintenance, repairs and minor replacements are expensed as incurred. Replacements and betterments which increase the service capacity or prolong the service life beyond that originally contemplated are capitalized. Although interest incurred during construction of general fixed assets is not capitalized, interest incurred during the construction phase of proprietary fund fixed assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. Upon retirement or disposal, the cost and the related accumulated depreciation are removed from the accounts with any gain or loss included in the statement of revenue, expenses and changes in retained earnings/fund balance.

Compensated Absences

Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the General Long-term Debt Account Group. No expenditure is reported on the individual funds for these amounts. The amounts expected to be paid from expendable available resources is not material; therefore, the total accrued vacation leave related to governmental funds is reported in the General Long-term Account Group. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

Most County employees accumulate and vest in vacation leave at the following rates:

| | |
|--------------------------------------|-------------------|
| After One Year of Service | 5.00 days |
| Second Through Ninth Year of Service | 6.67 hours/month |
| After Nine Years of Service | 10.00 hours/month |

Accumulated vacation leave may not exceed a maximum of 20 days. Upon termination, an employee is reimbursed for accumulated vacation.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences (Continued)

In addition to vacation leave, all full-time employees accumulate sick leave at the rate of one day per month of service up to a maximum of 60 days. Sick leave is vested only to the extent that such sick leave is actually used while employed. Employees are not paid for accumulated sick leave upon termination.

Employees of the fire department located at the Grayson County Airport accrue leave on a different formula due to the unusual hours worked by these employees. The benefits are substantially proportionate to those of other employees considering the required work hours per year.

Long-term Debt

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-term Debt Account Group, not in the governmental funds. Lease obligations that represent alternative financing arrangements are recognized as capital leases. The value of the leased asset is recorded in the General Fixed Assets Account Group at the lower of the present value of the minimum lease payments or the fair market value of the leased asset at the inception of the lease. The related capital lease obligation is recorded in the General Long-term Debt Account Group at the present value of the minimum lease payments based upon the implicit interest rate of the respective capital lease obligations.

Property Taxes

Property taxes are levied on October 1 of each year and become delinquent on the subsequent February 1. See Note 4 for details of the property tax calendar. Delinquent real property taxes are expected to be collected as these delinquent amounts are a lien against the related property until paid. These amounts are classified as noncurrent and are reflected on the balance sheets of the related funds. A corresponding balance is reflected as deferred revenue as these amounts are not available spendable resources.

Collections of the current year's levy are reported as current revenue if received by June 30 (within nine months of the October 1 due date). Collections received thereafter are reported as delinquent tax revenue.

Encumbrances and Appropriations

The County does not utilize encumbrance accounting as appropriations of funds lapse at the end of each fiscal year in accordance with State of Texas law. Therefore, no encumbrances are reflected in these financial statements.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Statement of Cash Flows

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

Comparative Data

Comparative total data for the prior year has been presented in the accompanying general purpose financial statements in order to provide an understanding of changes in the County's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make the statements unduly complex and difficult to read. Certain previously reported amounts for 2001 have been reclassified to conform to 2002 report classifications.

Memorandum Only – Total Columns

Total columns on the general purpose financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. CASH AND INVESTMENTS

Deposits

At September 30, 2002, the carrying amount of the County's deposits was \$3,437,574 (net of cash overdrafts) and the bank balance was \$4,535,757. Of the bank balance, \$164,820 was covered by federal depository insurance and \$4,370,937 was collateralized by pledged federal government securities held by the depository bank's agent in the County's name.

Investments

The County invests excesses of cash in TexPool and other federal governmental obligations. TexPool is duly chartered and administered by the State Comptroller's office and the portfolio normally consists of United States Treasury Bills, Treasury Notes, collateralized certificates of deposits, and repurchase agreements. These investments are in pools managed by another government and cannot be specifically identified or classified as to credit risk.

Other investments of the County are federal government obligations, which include Federal Home Loan Mortgage Notes. These investments are held by BancOne Securities of Sherman in the County's name.

(continued)

2. CASH AND INVESTMENTS (Continued)

Change in Investment Accounting Policy

The County has adopted the provisions of GASB Statement No. 31, “Accounting and Financial Reporting for Certain Investments and for External Investment Pools” (“Statement”). Those provisions require that certain investments be reported at fair value, rather than at cost or amortized cost, and that the changes in the fair value of investments be recognized as investment revenue.

In accordance with GASB Statement No. 31, the County’s general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term “short-term” refers to investments which have a remaining term of one year or less at time of purchase. The term “nonparticipating” means that the investment’s value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

Cash investments made by the County are summarized below. The investments that are represented by specific identifiable investment securities are classified as to credit risk by the three categories described below:

- Category 1** – Insured or registered, or securities held by the County or its agent in the County's name.
- Category 2** – Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.
- Category 3** – Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the County's name.

| Description | Category | | | Fair Value |
|-------------------------|---------------------|-------------|-------------|----------------------|
| | 1 | 2 | 3 | |
| FFCB Bonds | \$ 5,002,946 | \$ - | \$ - | \$ 5,002,946 |
| | <u>\$ 5,002,946</u> | <u>\$ -</u> | <u>\$ -</u> | 5,002,946 |
| Certificates of deposit | | | | 397,964 |
| Pooled investments | | | | <u>13,126,651</u> |
| | | | | <u>\$ 18,527,561</u> |

3. RESTRICTED ASSETS

Bank deposits and investments of \$188 and \$122,856, respectively, in the Debt Service Funds are restricted by law for the retirement of outstanding bonded debt and capital lease liability and interest. Deposits and investments of \$1,006 and \$5,436,306, respectively, in the Special Right-of-Way Fund (Capital Project Fund) are restricted to the purchase of right-of-ways. Bank deposits and investments of \$1,231 and \$54,920, respectively, in the Texoma Succeeding Generations Trust (Nonexpendable Trust Fund) are restricted for the purchase or construction of a building to be used for the cultural benefit of the citizens of the County.

4. PROPERTY TAXES

Property subject to taxation consists of real property and certain personal property situated in the County. Certain properties of religious, educational and charitable organizations, including the federal government and the State of Texas, are exempt from taxation. Additionally, there are other exemptions, in arriving at the total assessed valuation of property subject to County taxation. The valuations are subject to County-wide revaluation every year. The effective tax rate is computed based upon the previous year's total assessed valuation.

| | |
|---------------------------------|--------------------------------------|
| | <u>Assessed Valuation</u> |
| Total Assessed value, 2001 Roll | \$ 5,175,033,860 |
| Less Exemptions | <u>1,281,616,082</u> |
| Net Assessed Value, 2001 Roll | <u>\$ 3,893,417,778</u> |
| Tax Rate, 2002 Roll | <u>\$.46900 Per \$100 Valuation</u> |

Portions of the adopted tax rate are assessed and designated for specific purposes. These designated tax revenue are deposited into funds created for the accumulation and disbursement of these revenue. The following schedule details the components of the 2001 tax rate and the revenue allocated to each fund:

| <u>Fund</u> | <u>Rate Per \$100</u> | <u>Current (2001) Tax Revenue Collected</u> |
|--|---------------------------|---|
| Permanent Improvement Bonds - 1992 and 1994 Series (Debt Service) | \$ 0.00410 | \$ 47,201 |
| Permanent Improvement Fund (Capital Projects) | 0.00403 | 157,068 |
| Road and Bridge Fund (Special Revenue) | 0.04510 | 1,757,390 |
| General Fund | <u>0.41577</u> | <u>16,146,769</u> |
| Total | <u>\$ 0.46900</u> | <u>\$ 18,108,428</u> |

(continued)

4. **PROPERTY TAXES (Continued)**

Property Tax Calendar, Collections and Delinquencies

Ad valorem taxes are levied prior to October 1 and are due and payable from October 1 of the year in which levied until January 31 of the following year without interest or penalty. Taxes become delinquent February 1 of each year and are subject to simple interest of twelve percent (12%) per annum, plus a six percent (6%) penalty for the first calendar month such taxes are delinquent, plus an additional two percent (2%) each month thereafter not to exceed twelve percent (12%).

Taxes on real property attach as an enforceable lien as of January 1 and are a lien against such property until paid. The County may foreclose on real property upon which it has a lien for unpaid taxes with the exception of homestead property belonging to persons 65 years of age or older. Delinquent taxes on property not otherwise collected are generally paid when there is a sale or transfer of the title to the property. Any liens and subsequent suits against the taxpayer for payment of delinquent personal property taxes are barred unless instituted within four years from the time such taxes become delinquent. Unlike real property, the sale or transfer of most personal property does not require any evidence that taxes thereon are paid.

5. **AMOUNTS DUE FROM AND TO OTHER GOVERNMENTS**

Below is a summary of the amounts due from or due to other governmental entities as of September 30, 2002:

| <u>Fund</u> | <u>Amount Due from Other Governments</u> | <u>Amount Due to Other Governments</u> |
|-------------------------------------|--|--|
| <u>Government Fund Types</u> | | |
| General Fund | \$ 316,658 | \$ 117,849 |
| Special Revenue Funds | | |
| Juvenile Probation | 15,861 | - |
| Public Health | 141,156 | - |
| Juvenile Boot Camp | 3,780 | - |
| County Attorney Victim's Liaison | 7,750 | - |
| Domestic Violence | 6,555 | - |
| School and Community Liaison | 4,593 | - |
| Victim's Assistance Grant | 7,264 | - |
| Juvenile Justice Alternative | 27,403 | - |
| Juvenile Accountability Block Grant | <u>37,402</u> | <u>-</u> |
| Total Special Revenue Funds | <u>251,764</u> | <u>-</u> |
| Total Government Fund Types | <u>568,422</u> | <u>117,849</u> |
| Enterprise Fund | | |
| Grayson County Airport | <u>84,477</u> | <u>-</u> |
| Total Enterprise Fund | <u>84,477</u> | <u>-</u> |

(continued)

5. AMOUNTS DUE FROM AND TO OTHER GOVERNMENTS (Continued)

| Fund | Amount Due from Other Governments | Amount Due to Other Governments |
|--|---|---------------------------------------|
| <u>Fiduciary Fund Types</u> | | |
| Agency Funds | | |
| State Court Costs and Arrest Fees Fund | \$ - | \$ 137,725 |
| Adult Probation | - | 40,213 |
| County Clerk - regular | - | 9,915 |
| Juvenile Probation | - | 2,432 |
| Tax Assessor - collection funds | - | 1,161,955 |
| Flood Control | - | 46,335 |
| Justice of the Peace | - | 275 |
| Sheriff - operating | - | 19,137 |
| Holiday lights | - | 41,210 |
| Sheriff - civil | - | 11,710 |
| Total Fiduciary Fund Types | <u>-</u> | <u>1,470,907</u> |
| Total All Funds | <u>\$ 652,899</u> | <u>\$ 1,588,756</u> |

6. FIXED ASSETS

Below is a summary of the General Fixed Assets Account Group and changes in such between September 30, 2002 and 2001:

| | Balance September 30, 2001 | Additions | Deductions | Balance September 30, 2002 |
|--------------------------------------|----------------------------------|---------------------|-------------------|----------------------------------|
| Land | \$ 3,842,858 | \$ - | \$ 4,567 | \$ 3,838,291 |
| Buildings | 17,701,976 | 114,039 | - | 17,816,015 |
| Improvements other than buildings | 14,548,264 | - | - | 14,548,264 |
| Equipment | <u>11,964,029</u> | <u>1,674,618</u> | <u>463,007</u> | <u>13,175,640</u> |
| Total | <u>\$ 48,057,127</u> | <u>\$ 1,788,657</u> | <u>\$ 467,574</u> | <u>\$ 49,378,210</u> |

The following is a summary of the fixed assets and related accumulated depreciation of the proprietary fund types as of September 30, 2002:

| | |
|--------------------------------|----------------------------|
| | <u>Enterprise 2002</u> |
| Buildings | \$ 6,417,695 |
| Furniture and fixtures | 4,641 |
| Equipment | 297,125 |
| Improvements | <u>28,538</u> |
| | 6,747,999 |
| Less: Accumulated depreciation | <u>5,672,478</u> |
| Net | <u>\$ 1,075,521</u> |

(continued)

6. FIXED ASSETS (Continued)

Depreciation expense for the 2001 fiscal year in the Enterprise Fund totaled \$131,514 in the Grayson County Airport Fund.

The majority of the land, land improvements, buildings and equipment of the Grayson County Airport were contributed to the County on October 6, 1972, by the federal government, subject to restrictions and conditions as set forth in an indenture agreement. Allocations between the Enterprise Fund and the General Fixed Assets Account Group were made according to the usage of the assets. The depreciation on the assets purchased through grant funds in the Enterprise Fund is charged to contributed capital (see Note 11).

7. LEASING OPERATIONS

Airport operations consist principally of leasing land and buildings. All such leases are operating leases, as defined by GAAP. Excluding renewal options, 18 of 33 leases expire during the next five fiscal years.

Below is a summary of the cost and related accumulated depreciation of buildings used in operating leasing activity as of September 30, 2002:

| | |
|--------------------------------|-------------------|
| Buildings | \$ 6,417,695 |
| Less: Accumulated depreciation | <u>5,547,295</u> |
| Net | <u>\$ 870,400</u> |

The following is a summary of minimum future rentals to be received on noncancellable operating leases in effect as of September 30, 2002:

| <u>Fiscal Year</u> | |
|--------------------|---------------------|
| 2003 | \$ 276,129 |
| 2004 | 235,835 |
| 2005 | 187,475 |
| 2006 | 97,341 |
| 2007 | 43,296 |
| Thereafter | <u>579,289</u> |
| Total | <u>\$ 1,419,365</u> |

The above summary of minimum future rentals does not include amounts attributable to potential future increases in rental payments due to increases in the consumer price index, renewal options or unit revenue (fuel flowage).

8. INVESTMENTS IN JOINT VENTURES

The Cooke, Fannin, and Grayson County Juvenile Detention Center (Detention Center) was established under an interlocal agreement between the three participating counties (Participants) dated July 13, 1983. The Center provides probation, detention and diagnostic services for juveniles under the jurisdiction of the Participants and is available to other entities on a fee basis.

The Detention Center is managed by a board of directors, which is composed of seven members, three appointed by the Commissioners of Grayson County, and two members each appointed by the Commissioners of Cooke and Fannin Counties, respectively. The Detention Center was constructed with grant funds and amounts contributed by the three Participants. Grayson County has been recognized as the administrative entity for financial activities and personnel support and benefits by contract dated October 31, 1983. All costs associated with the Detention Center after applicable charges and grants are shared by the Participants are allocated as follows: Cooke, 20%; Fannin, 20%; and Grayson, 60%. The County has an ongoing financial responsibility because the Detention Center's continued existence depends upon the continual funding by its members. The Detention Center does not have stock and the members do not have an explicit, measurable right to the net resources of the Detention Center; therefore, no equity interest exists.

Complete financial statements of the individual joint venture can be obtained from its administrative office as follows:

Cooke, Fannin and Grayson County
Juvenile Detention Center
9501 Dyess Street
Denison, Texas 75020

9. LONG-TERM DEBT

The following changes in general long-term debt occurred during the fiscal year ended September 30, 2002, as reported in the financial statements:

| Description | Balance September 30, 2001 | Additions | Deletions | Balance September 30, 2001 |
|----------------------|----------------------------------|-------------------|-------------------|----------------------------------|
| Bonded indebtedness | \$ 1,305,000 | \$ - | \$ 55,000 | \$ 1,250,000 |
| Capital leases | 1,232,693 | 450,000 | 142,906 | 1,539,787 |
| Compensated absences | <u>505,372</u> | <u>101,906</u> | <u>-</u> | <u>607,278</u> |
| Totals | <u>\$ 3,043,065</u> | <u>\$ 551,906</u> | <u>\$ 197,906</u> | <u>\$ 3,397,065</u> |

(continued)

9. **LONG-TERM DEBT (Continued)**

Bonded Indebtedness

The County has issued general obligation bonds to provide funds for the construction and acquisition of major capital facilities. In addition, general obligation refunding bonds have been issued to refund general obligation bonds. These bonds are direct obligations of the County and the County assesses property taxes to provide for retirement of the obligations and associated interest. All retirements of bonded indebtedness and interest on bonds is paid through the Debt Service Fund.

| Description | Balance September 30, 2001 | Issued | Retired | Balance September 30, 2002 |
|--|----------------------------------|-------------|------------------|----------------------------------|
| \$1,600,000 1994 Series Taxable Permanent Improvement Bonds due in annual installments through July 1, 2014, at interest rates of 7.50% to 10.50% with option to redeem remaining bonds beginning July 1, 2004 | \$ 1,305,000 | \$ - | \$ 55,000 | \$ 1,250,000 |
| | <u>\$ 1,305,000</u> | <u>\$ -</u> | <u>\$ 55,000</u> | <u>\$ 1,250,000</u> |

The debt service requirements on the bonded indebtedness above are as follows:

| Fiscal Year | Principal | Interest | Total Requirements |
|-------------|---------------------|-------------------|-----------------------|
| 2003 | \$ 60,000 | \$ 103,625 | \$ 163,625 |
| 2004 | 70,000 | 98,945 | 168,945 |
| 2005 | 75,000 | 93,415 | 168,415 |
| 2006 | 80,000 | 87,415 | 167,415 |
| 2007 | 85,000 | 80,935 | 165,935 |
| 2007-2015 | <u>880,000</u> | <u>267,531</u> | <u>1,147,531</u> |
| Totals | <u>\$ 1,250,000</u> | <u>\$ 731,866</u> | <u>\$ 1,981,866</u> |

Capital Lease Obligations

The County has issued various capital leases to provide funds for the acquisition of two automobiles, the repair of County buildings, and the purchase of equipment. These agreements qualify as capital leases for accounting purposes (title transfer at the end of the lease) and, therefore, have been recorded at the present value of future minimum lease payments as of the date of the leases' inception. Ad valorem taxes have not been pledged to secure the payments, and Debt Service Funds have not been established to account for the accumulation of resources and payment of the leases. Rather, the payments are recorded in the General and Special Revenue Funds.

(continued)

9. **LONG-TERM DEBT (Continued)**

Capital Lease Obligations (Continued)

The following is a summary of activity for the year ended September 30, 2002, for these leases:

| <u>Description</u> | Balance September 30, 2001 | Additions | Deletions | Balance September 30, 2002 |
|-------------------------------|----------------------------------|-------------------|-------------------|----------------------------------|
| Sun Trust Leasing Corporation | \$ 1,221,683 | \$ - | \$ 94,788 | \$ 1,126,895 |
| Mazda 626 - Hot Check Fund | 7,871 | - | 3,552 | 4,319 |
| 1997 Chevy Lumina | 3,139 | - | 3,139 | - |
| BancOne Leasing Corporation | <u>-</u> | <u>450,000</u> | <u>41,427</u> | <u>408,573</u> |
| Totals | <u>\$ 1,232,693</u> | <u>\$ 450,000</u> | <u>\$ 142,906</u> | <u>\$ 1,539,787</u> |

Minimum future lease payments in the aggregate under these capital lease obligations are shown below:

| <u>Fiscal Year</u> | |
|--|---------------------|
| 2003 | \$ 269,783 |
| 2004 | 268,674 |
| 2005 | 270,289 |
| 2006 | 272,639 |
| 2007 | 224,878 |
| Thereafter | <u>588,200</u> |
| | 1,894,463 |
| Implicit interest in minimum future lease payments | <u>354,676</u> |
| Present value of minimum future lease payments | <u>\$ 1,539,787</u> |

The implicit interest rates on the equipment capital leases are: computer equipment, 5.49% and automobile, 7.65%. Ownership of the equipment and the vehicle are transferred upon expiration of the respective leases. These capital leases do not impose any restrictions on the County and do not provide for any contingent rentals.

Compensated Absences

The accrued total of \$607,278 of vacation pay applicable to governmental funds is reported as general long-term debt. The amount which would be expendable from current resources in these funds is not material and has not been accrued on the individual funds. Vested vacation pay in the amount of \$22,375 is recorded in the proprietary funds as an obligation of those funds. These amounts are the vested vacation benefits which employees are entitled to receive upon termination, if not previously taken.

(continued)

9. LONG-TERM DEBT (Continued)

Operating Leases

The County is committed under various noncancellable leases for building and office space. These leases are considered for accounting purposes to be operating leases. None of the leases contain renewal or purchase options or escalation clauses. None of the properties under the operating leases are subleased by the County as of September 30, 2002. The County has no leases with related parties.

10. COMMITMENTS AND CONTINGENCIES

Litigation

The County and/or employees of the County are defendants in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's legal counsel the resolution of these matters will not have a material adverse effect on the financial condition of the County.

Compliance

The County is in compliance with all terms of bond indenture agreements, all contracts, and federal, state and local laws and regulations. The various federal and state financial awards and contracts in which the County participates are subject to program compliance audits. The audits of these programs have not yet been accepted by the granting agencies. The amount, if any, which may be disallowed cannot be determined at this time, although the County expects such amounts, if any, to not be material. Accordingly, no liabilities have been accrued as a contingency against compliance matters.

11. CONTRIBUTED CAPITAL

The following changes in contributed capital occurred during the fiscal year ended September 30, 2002:

| | | |
|-------------------------------------|----|----------------|
| Balance at Beginning of Fiscal Year | \$ | 784,736 |
| Depreciation on contributed assets | | <u>85,874</u> |
| Balance at End of Year | \$ | <u>698,862</u> |

12. ADDITION TO FUND BALANCE (TRUST PRINCIPAL)

On April 4, 1991, the County assumed the trusteeship of the Texoma Succeeding Generations Trust with assets totaling \$32,434. This Trust, established in 1962 with a contribution of \$5,000, restricts all earnings for 150 years, at which time the trustees will use the trust corpus and the accumulated earnings to purchase or build a facility in the county for the cultural benefit of the citizens of the County. For accounting and financial reporting purposes, this Trust is classified as a Nonexpendable Trust. The current fund balance in the Texoma Succeeding Generations Trust Fund is \$56,522.

13. RETIREMENT PLAN

Plan Description

Grayson County, Texas 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 517 nontraditional defined benefit pension plans. TCDRS, in the aggregate, issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P. O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 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 contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the 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 contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Funding Policy

The employer has elected the annually determined contribution rate (ADCR) 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 11.21% for the months of the accounting year in 2001, and 11.09% for the months of the accounting year in 2002.

The deposit rate payable by the employee members for calendar year 2002 is the rate of 7%, as adopted by the governing body of the employer.

Annual Pension Cost

For the employer's accounting year ended September 30, 2002, the annual pension cost for the TCDRS plan for its employees was \$1,545,234 and the actual contributions were \$1,545,234.

(continued)

13. **RETIREMENT PLAN (Continued)**

Annual Pension Cost (Continued)

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, 1999 and December 31, 2000, the basis for determining the contribution rates for calendar years 2001 and 2000. The December 31, 2001, actuarial valuation is the most recent valuation.

Actuarial Valuation Information

| | | | |
|---|---------------------------------------|---------------------------------------|---------------------------------------|
| Actuarial Valuation Date | 12/31/99 | 12/31/00 | 12/31/01 |
| Actuarial cost method | entry age | entry age | entry age |
| Amortization method | level percentage of payroll, open | level percentage of payroll, open | level percentage of payroll, open |
| Amortization period in years | 20 | 20 | 20 |
| Asset valuation method | long-term appreciation for adjustment | long-term appreciation for adjustment | long-term appreciation for adjustment |
| Actuarial Assumptions: | | | |
| Investment return ¹ | 8.00% | 8.00% | 8.00% |
| Projected salary increases ¹ | 5.9% | 5.9% | 5.5% |
| Inflation | 4.0% | 4.0% | 3.5% |
| Cost-of-living adjustments | 0.0% | 0.0% | 0.0% |

¹Includes inflation at the stated rate

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

| <u>Accounting Year Ending</u> | <u>Annual Pension Cost (APC)</u> | <u>Percentage of APC Contributed</u> | <u>Net Pension Obligation</u> |
|-------------------------------|----------------------------------|--------------------------------------|-------------------------------|
| 09/30/00 | \$ 1,351,715 | 100% | - |
| 09/30/01 | 1,446,585 | 100% | - |
| 09/30/02 | 1,545,234 | 100% | - |

Transition Disclosure. It was determined in accordance with GASB Statement No. 27 that the pension liability was zero at the transition to that statement effective at the beginning of this accounting year, because all actuarially required contributions for the accounting years beginning in 1987 up to the beginning of this accounting year have been paid. There was no previously reported pension liability before the transition. Therefore, the difference between the pension liability at transition and the previously reported pension liability is zero.

(continued)

13. RETIREMENT PLAN (Continued)

Annual Pension Cost (Continued)

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

| Year | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Annual Covered Payroll (1) (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|------|-------------------------------|---------------------------------------|---------------------------|--------------------|--------------------------------|---|
| 1999 | \$ 17,553,153 | \$ 23,925,806 | \$ 6,372,653 | 73.36% | \$ 11,396,758 | 55.92% |
| 2000 | 19,784,987 | 26,128,736 | 6,343,749 | 75.72% | 12,103,860 | 52.41% |
| 2001 | 22,536,398 | 29,349,541 | 6,813,143 | 76.79% | 12,864,584 | 52.96% |

- (1) The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.
- (2) Revised economic and demographic assumptions due to an experience review were reflected in this valuation.

14. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County purchases commercial insurance to cover the foregoing risks of loss.

The County also provides medical and life insurance for its employees. The County established the Insurance Fund (an internal service fund) to account for and finance its health insurance losses. Under this program, the Insurance Fund provides coverage for up to \$50,000 for each individual, per year. The County purchases commercial insurance for claims in excess of coverage provided by the fund.

All funds of the County participate in the program and make payments to the Insurance Fund based on actuarial estimates of the amounts needed to pay prior-year and current-year claims and administrative costs, and to establish a reserve to catastrophe losses. That reserve was \$(14,242) at September 30, 2002, and is reported as a designation of the Internal Service Insurance Fund retained earnings. The claims liability of \$562,522 reported in the Fund at September 30, 2002, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if 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. Changes in the fund's claims liability amount in fiscal 2002 were:

| | <u>Year Ended September 30,</u> | |
|--|---------------------------------|---------------------|
| | <u>2002</u> | <u>2001</u> |
| Balance at Beginning of Year | \$ 250,000 | \$ 367,000 |
| Current year claims and changes in estimates | 2,162,340 | 1,800,929 |
| Claim payments | <u>(1,849,818)</u> | <u>(1,917,929)</u> |
| Balance at End of Year | <u>\$ 562,522</u> | <u>\$ 250,000</u> |

15. POST-RETIREMENT BENEFITS

The County does not provide any health care and life insurance benefits or any other benefits to its retired employees. Certain health care and life insurance benefits are available to retired employees through the County's insurance plan at the retiree's expense.

16. INDIVIDUAL FUND DISCLOSURES

The following funds had deficits in fund balance as of September 30, 2002:

| | |
|---------------------------------|-----------|
| Insurance Internal Service Fund | \$ 14,242 |
| Juvenile Probation | 33,957 |
| Grayson County Public Health | 48,055 |

The County believes future contributions and revenue will offset the deficits in the fiscal year 2002.

17. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The County maintains one Enterprise Fund. The Grayson County Airport conducts leasing operations of the County-owned airport facilities. Segment information for the fiscal year ended September 30, 2002, is as shown below:

| | <u>Total</u> |
|---|-----------------------------|
| Operating revenue | \$ 657,935 |
| Operating expenses, exclusive of depreciation | 1,032,448 |
| Depreciation | <u>131,514</u> |
| Operating loss | (506,027) |
| Net other revenue | <u>3,635</u> |
| Loss before operating transfers | (502,392) |
| Operating transfers in | <u>198,600</u> |
| Net Income | <u><u>\$ (303,792)</u></u> |
| | |
| Total assets | \$ 1,273,216 |
| Total liabilities | <u>39,448</u> |
| Total Equity | <u><u>\$ 1,312,664</u></u> |
| | |
| Current assets | \$ 197,695 |
| Current liabilities | <u>39,448</u> |
| Net Working Capital | <u><u>\$ 158,247</u></u> |
| | |
| Deletions to Fixed Assets | <u><u>\$ (336,503)</u></u> |

SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES**

GENERAL FUND

The *General Fund* is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-----------------------------|--------------|--------------|
| ASSETS | | |
| Cash | \$ 48,024 | \$ 351,873 |
| Investments | 3,554,836 | 3,864,188 |
| Receivables - miscellaneous | 48,956 | 109,373 |
| Delinquent property taxes | 1,166,765 | 1,057,374 |
| Due from other funds | 638,579 | 261,840 |
| Due from other governments | 316,658 | 484,737 |
| Total Assets | \$ 5,773,818 | \$ 6,129,385 |

LIABILITIES AND FUND BALANCE

| | | |
|--|--------------|--------------|
| Liabilities: | | |
| Accounts payable | \$ 666,239 | \$ 797,387 |
| Due to other funds | 449,903 | - |
| Due to other governments | 117,849 | 27,043 |
| Deferred revenue - delinquent property taxes | 1,181,765 | 1,057,374 |
| Total Liabilities | 2,415,756 | 1,881,804 |
| Fund Balance: | | |
| Designated for health care | 1,224,806 | 1,500,841 |
| Unreserved and undesignated | 2,133,256 | 2,746,740 |
| Total Fund Balance | 3,358,062 | 4,247,581 |
| Total Liabilities and Fund Balance | \$ 5,773,818 | \$ 6,129,385 |

GRAYSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 |
|--|---------------------|---------------------|--|---------------------|
| | Budget | Actual | | Actual |
| REVENUE | | | | |
| Taxes: | | | | |
| Current | \$ 15,482,397 | \$ 15,482,397 | \$ - | \$ 13,150,774 |
| Delinquent | 440,000 | 426,943 | (13,057) | 473,689 |
| Penalties and interest | 220,000 | 237,429 | 17,429 | 222,081 |
| Total Taxes | 16,142,397 | 16,146,769 | 4,372 | 13,846,544 |
| Licenses and permits | 138,500 | 154,062 | 15,562 | 141,437 |
| Fees of office | 2,154,200 | 2,322,804 | 168,604 | 1,992,218 |
| Intergovernmental | 1,335,919 | 1,558,045 | 222,126 | 3,262,591 |
| Interest | 185,000 | 162,159 | (22,841) | 365,268 |
| Miscellaneous | 408,500 | 437,291 | 28,791 | 420,702 |
| Total Revenue | <u>20,364,516</u> | <u>20,781,130</u> | <u>416,614</u> | <u>20,028,760</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government | 2,934,568 | 2,891,873 | 42,695 | 2,838,310 |
| Judicial | 3,125,062 | 3,074,566 | 50,496 | 2,724,980 |
| Legal | 1,159,018 | 1,148,953 | 10,065 | 1,038,322 |
| Financial | 1,896,185 | 1,848,536 | 47,649 | 1,672,940 |
| Public facilities | 683,906 | 548,958 | 134,948 | 759,751 |
| Public safety | 8,780,074 | 8,655,592 | 124,482 | 7,541,389 |
| Health and welfare | 1,814,593 | 1,838,777 | (24,184) | 2,451,206 |
| Cultural and recreational | 48,300 | 76,525 | (28,225) | 71,287 |
| Conservation | 190,356 | 182,750 | 7,606 | 165,045 |
| Intergovernmental | 191,959 | 160,421 | 31,538 | 229,751 |
| Debt service: | | | | |
| Principal retirement | 94,788 | 94,788 | - | 50,727 |
| Interest and fiscal charges | 71,053 | 71,052 | 1 | 76,039 |
| Total Expenditures | <u>20,989,862</u> | <u>20,592,791</u> | <u>397,071</u> | <u>19,619,747</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(625,346)</u> | <u>188,339</u> | <u>813,685</u> | <u>409,013</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Operating transfers out | (37,311) | (1,088,770) | (1,051,459) | (942,011) |
| Operating transfers in | - | - | - | 25,000 |
| Sale of fixed assets | 10,000 | 10,912 | 912 | 30,452 |
| Total Other Financing Sources (Uses) | <u>(27,311)</u> | <u>(1,077,858)</u> | <u>(1,050,547)</u> | <u>(886,559)</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING USES | <u>(652,657)</u> | <u>(889,519)</u> | <u>(236,862)</u> | <u>(477,546)</u> |
| FUND BALANCE, OCTOBER 1, 2001 | <u>4,247,581</u> | <u>4,247,581</u> | <u>-</u> | <u>4,725,127</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 3,594,924</u> | <u>\$ 3,358,062</u> | <u>\$ (236,862)</u> | <u>\$ 4,247,581</u> |

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|-----------------------------|----------------|----------------|----------------------------|----------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| GENERAL GOVERNMENT | | | | |
| Commissioners' Court | | | | |
| Personnel services | \$ 74,577 | \$ 61,983 | \$ 12,594 | \$ 53,662 |
| Supplies and materials | 3,550 | 5,219 | (1,669) | 4,164 |
| Other services and charges | 92,400 | 93,355 | (955) | 175,935 |
| Capital outlay | 400 | 400 | - | - |
| Total Commissioners' Court | <u>170,927</u> | <u>160,957</u> | <u>9,970</u> | <u>233,761</u> |
| County Judge | | | | |
| Personnel services | 126,784 | 123,456 | 3,328 | 118,194 |
| Supplies and materials | 3,350 | 3,248 | 102 | 2,204 |
| Other services and charges | 2,600 | 1,523 | 1,077 | 1,880 |
| Total County Judge | <u>132,734</u> | <u>128,227</u> | <u>4,507</u> | <u>122,278</u> |
| County Clerk | | | | |
| Personnel services | 439,600 | 438,932 | 668 | 413,504 |
| Supplies and materials | 18,500 | 20,597 | (2,097) | 18,812 |
| Other services and charges | 21,550 | 17,408 | 4,142 | 17,866 |
| Capital outlay | 1,000 | 710 | 290 | 353 |
| Total County Clerk | <u>480,650</u> | <u>477,647</u> | <u>3,003</u> | <u>450,535</u> |
| Veterans Service | | | | |
| Personnel services | 88,719 | 87,938 | 781 | 82,609 |
| Supplies and materials | 1,200 | 475 | 725 | 698 |
| Other services and charges | 5,850 | 5,735 | 115 | 4,429 |
| Total Veterans Service | <u>95,769</u> | <u>94,148</u> | <u>1,621</u> | <u>87,736</u> |
| Data Processing | | | | |
| Supplies and materials | 8,950 | 9,004 | (54) | 7,117 |
| Other services and charges | 435,700 | 432,701 | 2,999 | 417,246 |
| Capital outlay | 60,000 | 41,149 | 18,851 | 14,814 |
| Total Data Processing | <u>504,650</u> | <u>482,854</u> | <u>21,796</u> | <u>439,177</u> |
| Planning | | | | |
| Personnel services | 54,099 | 53,279 | 820 | 50,853 |
| Supplies and materials | 1,200 | 1,496 | (296) | 1,352 |
| Other services and charges | 16,700 | 17,147 | (447) | 13,594 |
| Capital outlay | 800 | 579 | 221 | - |
| Total Planning | <u>72,799</u> | <u>72,501</u> | <u>298</u> | <u>65,799</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|---------------------------------------|------------------|------------------|--|------------------|
| | Budget | Actual | | |
| GENERAL GOVERNMENT (Continued) | | | | |
| Human Resources | | | | |
| Personnel services | \$ 98,089 | \$ 97,768 | \$ 321 | \$ 91,992 |
| Supplies and materials | 2,850 | 2,298 | 552 | 2,773 |
| Other services and charges | 8,050 | 7,151 | 899 | 7,856 |
| Total Human Resources | <u>108,989</u> | <u>107,217</u> | <u>1,772</u> | <u>102,621</u> |
| Nondepartmental | | | | |
| Personnel services | 36,350 | 40,535 | (4,185) | 28,004 |
| Supplies and materials | 2,500 | - | 2,500 | - |
| Other services and charges | 1,329,200 | 1,327,787 | 1,413 | 1,308,399 |
| Total Nondepartmental | <u>1,368,050</u> | <u>1,368,322</u> | <u>(272)</u> | <u>1,336,403</u> |
| Total General Government | <u>2,934,568</u> | <u>2,891,873</u> | <u>42,695</u> | <u>2,838,310</u> |
| JUDICIAL | | | | |
| County Courts-at-Law | | | | |
| Personnel services | 451,933 | 447,508 | 4,425 | 422,694 |
| Supplies and materials | 6,300 | 7,228 | (928) | 4,973 |
| Capital outlay | 500 | - | 500 | 195 |
| Other services and charges | 248,050 | 234,434 | 13,616 | 136,178 |
| Total County Courts-at-Law | <u>706,783</u> | <u>689,170</u> | <u>17,613</u> | <u>564,040</u> |
| District Courts | | | | |
| Personnel services | 321,242 | 318,361 | 2,881 | 289,698 |
| Supplies and materials | 14,792 | 13,915 | 877 | 12,522 |
| Other services and charges | 605,091 | 611,413 | (6,322) | 467,111 |
| Capital outlay | 1,600 | 900 | 700 | 3,656 |
| Total District Courts | <u>942,725</u> | <u>944,589</u> | <u>(1,864)</u> | <u>772,987</u> |
| District Clerk | | | | |
| Personnel services | 439,190 | 436,925 | 2,265 | 412,833 |
| Supplies and materials | 35,000 | 35,933 | (933) | 27,655 |
| Other services and charges | 160,175 | 165,111 | (4,936) | 162,108 |
| Capital outlay | 4,000 | 3,950 | 50 | - |
| Total District Clerk | <u>638,365</u> | <u>641,919</u> | <u>(3,554)</u> | <u>602,596</u> |
| Justice of the Peace | | | | |
| Personnel services | 489,446 | 484,501 | 4,945 | 447,525 |
| Supplies and materials | 22,200 | 19,533 | 2,667 | 21,407 |
| Other services and charges | 173,645 | 149,138 | 24,507 | 181,109 |
| Capital outlay | 6,950 | 970 | 5,980 | 1,729 |
| Total Justice of the Peace | <u>692,241</u> | <u>654,142</u> | <u>38,099</u> | <u>651,770</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|-----------------------------|------------------|------------------|--|------------------|
| | Budget | Actual | | |
| JUDICIAL (Continued) | | | | |
| Court Administrator | | | | |
| Personnel services | \$ 139,198 | \$ 139,620 | \$ (422) | \$ 128,206 |
| Supplies and materials | 2,150 | 2,717 | (567) | 2,224 |
| Other services and charges | 3,600 | 2,409 | 1,191 | 2,367 |
| Capital outlay | - | - | - | 790 |
| Total Court Administrator | <u>144,948</u> | <u>144,746</u> | <u>202</u> | <u>133,587</u> |
| Total Judicial | <u>3,125,062</u> | <u>3,074,566</u> | <u>50,496</u> | <u>2,724,980</u> |
| LEGAL | | | | |
| County Attorney | | | | |
| Personnel services | 1,071,318 | 1,055,669 | 15,649 | 966,813 |
| Supplies and materials | 41,250 | 40,905 | 345 | 42,847 |
| Other services and charges | 37,950 | 44,211 | (6,261) | 24,413 |
| Capital outlay | 8,500 | 8,168 | 332 | 4,249 |
| Total County Attorney | <u>1,159,018</u> | <u>1,148,953</u> | <u>10,065</u> | <u>1,038,322</u> |
| Total Legal | <u>1,159,018</u> | <u>1,148,953</u> | <u>10,065</u> | <u>1,038,322</u> |
| FINANCIAL | | | | |
| County Auditor | | | | |
| Personnel services | 264,780 | 264,204 | 576 | 248,069 |
| Supplies and materials | 6,800 | 6,796 | 4 | 5,655 |
| Other services and charges | 8,650 | 6,504 | 2,146 | 5,889 |
| Total County Auditor | <u>280,230</u> | <u>277,504</u> | <u>2,726</u> | <u>259,613</u> |
| County Treasurer | | | | |
| Personnel services | 109,134 | 107,344 | 1,790 | 101,846 |
| Supplies and materials | 5,850 | 4,925 | 925 | 5,054 |
| Other services and charges | 3,960 | 11,796 | (7,836) | 3,744 |
| Capital outlay | - | 629 | (629) | 400 |
| Total County Treasurer | <u>118,944</u> | <u>124,694</u> | <u>(5,750)</u> | <u>111,044</u> |
| County Tax Collector | | | | |
| Personnel services | 542,344 | 530,966 | 11,378 | 485,823 |
| Supplies and materials | 64,321 | 51,595 | 12,726 | 42,870 |
| Other services and charges | 332,200 | 314,064 | 18,136 | 264,944 |
| Capital outlay | 4,420 | 3,004 | 1,416 | 1,414 |
| Total County Tax Collector | <u>943,285</u> | <u>899,629</u> | <u>43,656</u> | <u>795,051</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|------------------------------------|------------------|------------------|--|------------------|
| | Budget | Actual | | |
| FINANCIAL (Continued) | | | | |
| Vehicle Registration | | | | |
| Personnel services | \$ 375,858 | \$ 373,656 | \$ 2,202 | \$ 349,300 |
| Supplies and materials | 16,500 | 17,569 | (1,069) | 14,778 |
| Capital outlay | 4,330 | 3,069 | 1,261 | 400 |
| Other services and charges | 8,100 | 6,227 | 1,873 | 5,980 |
| Total Vehicle Registration | <u>404,788</u> | <u>400,521</u> | <u>4,267</u> | <u>370,458</u> |
| Purchasing Agent | | | | |
| Personnel services | 136,738 | 136,323 | 415 | 128,094 |
| Supplies and materials | 2,900 | 2,219 | 681 | 2,424 |
| Other services and charges | 8,150 | 6,972 | 1,178 | 6,256 |
| Capital outlay | 1,150 | 674 | 476 | - |
| Total Purchasing Agent | <u>148,938</u> | <u>146,188</u> | <u>2,750</u> | <u>136,774</u> |
| Total Financial | <u>1,896,185</u> | <u>1,848,536</u> | <u>47,649</u> | <u>1,672,940</u> |
| PUBLIC FACILITIES | | | | |
| Courthouse - Justice Center | | | | |
| Personnel services | 111,706 | 100,564 | 11,142 | 99,173 |
| Supplies and materials | 86,700 | 97,189 | (10,489) | 64,589 |
| Other services and charges | 463,900 | 336,712 | 127,188 | 447,730 |
| Capital outlay | 21,600 | 14,493 | 7,107 | 148,259 |
| Total Courthouse - Justice Center | <u>683,906</u> | <u>548,958</u> | <u>134,948</u> | <u>759,751</u> |
| Total Public Facilities | <u>683,906</u> | <u>548,958</u> | <u>134,948</u> | <u>759,751</u> |
| PUBLIC SAFETY | | | | |
| Jail | | | | |
| Personnel services | 3,002,214 | 2,816,468 | 185,746 | 2,231,707 |
| Supplies and materials | 761,500 | 839,009 | (77,509) | 706,249 |
| Other services and charges | 1,068,317 | 1,198,779 | (130,462) | 926,305 |
| Capital outlay | 16,000 | 1,520 | 14,480 | 24,264 |
| Total Jail | <u>4,848,031</u> | <u>4,855,776</u> | <u>(7,745)</u> | <u>3,888,525</u> |
| Sheriff | | | | |
| Personnel services | 2,046,322 | 2,044,294 | 2,028 | 1,902,349 |
| Supplies and materials | 195,000 | 186,670 | 8,330 | 199,207 |
| Other services and charges | 61,600 | 54,459 | 7,141 | 64,070 |
| Capital outlay | 155,094 | 145,466 | 9,628 | 143,902 |
| Total Sheriff | <u>2,458,016</u> | <u>2,430,889</u> | <u>27,127</u> | <u>2,309,528</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|------------------------------------|------------------|------------------|--|------------------|
| | Budget | Actual | | |
| PUBLIC SAFETY (Continued) | | | | |
| Department of Public Safety | | | | |
| Personnel services | \$ 34,046 | \$ 29,993 | \$ 4,053 | \$ 29,088 |
| Supplies and materials | 2,500 | 2,453 | 47 | 1,758 |
| Other services and charges | 2,000 | 1,638 | 362 | 2,604 |
| Capital outlay | 6,000 | 5,112 | 888 | 7,515 |
| Total Department of Public Safety | <u>44,546</u> | <u>39,196</u> | <u>5,350</u> | <u>40,965</u> |
| Constables | | | | |
| Personnel services | 171,325 | 150,122 | 21,203 | 125,770 |
| Supplies and materials | 2,250 | 2,073 | 177 | 975 |
| Other services and charges | 17,400 | 12,748 | 4,652 | 15,829 |
| Capital outlay | - | 360 | (360) | 1,123 |
| Total Constables | <u>190,975</u> | <u>165,303</u> | <u>25,672</u> | <u>143,697</u> |
| Adult Probation | | | | |
| Supplies and materials | 830 | 414 | 416 | 2,983 |
| Other services and charges | 250 | 200 | 50 | - |
| Capital outlay | 2,920 | - | 2,920 | 1,000 |
| Total Adult Probation | <u>4,000</u> | <u>614</u> | <u>3,386</u> | <u>3,983</u> |
| Juvenile Probation | | | | |
| Personnel services | 293,644 | 256,972 | 36,672 | 249,868 |
| Supplies and materials | 15,150 | 13,050 | 2,100 | 15,576 |
| Other services and charges | 301,900 | 284,189 | 17,711 | 256,361 |
| Capital outlay | 44,000 | 71,831 | (27,831) | - |
| Total Juvenile Probation | <u>654,694</u> | <u>626,042</u> | <u>28,652</u> | <u>521,805</u> |
| 9-1-1 Coordination | | | | |
| Personnel services | 50,549 | 47,524 | 3,025 | 43,500 |
| Supplies and materials | 10,500 | 8,504 | 1,996 | 9,554 |
| Other services and charges | 17,100 | 8,409 | 8,691 | 6,648 |
| Capital outlay | - | - | - | 4,731 |
| Total 9-1-1 Coordination | <u>78,149</u> | <u>64,437</u> | <u>13,712</u> | <u>64,433</u> |
| INS Facility | | | | |
| Personnel services | 160,888 | 146,487 | 14,401 | 141,005 |
| Supplies and materials | 38,650 | 31,391 | 7,259 | 113,036 |
| Other services and charges | 275,725 | 269,263 | 6,462 | 291,420 |
| Capital outlay | 26,400 | 26,194 | 206 | 22,992 |
| Total INS Facility | <u>501,663</u> | <u>473,335</u> | <u>28,328</u> | <u>568,453</u> |
| Total Public Safety | <u>8,780,074</u> | <u>8,655,592</u> | <u>124,482</u> | <u>7,541,389</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|--|------------------|------------------|--|------------------|
| | Budget | Actual | | |
| HEALTH AND WELFARE | | | | |
| Environmental | | | | |
| Personnel services | \$ 49,853 | \$ 49,550 | \$ 303 | \$ 46,584 |
| Supplies and materials | 1,200 | 1,352 | (152) | 881 |
| Other services and charges | 6,850 | 6,591 | 259 | 6,352 |
| Capital outlay | - | - | - | 252 |
| Total Environmental | <u>57,903</u> | <u>57,493</u> | <u>410</u> | <u>54,069</u> |
| Litter Control | | | | |
| Personnel services | 39,118 | 39,748 | (630) | 36,551 |
| Supplies and materials | 8,400 | 5,268 | 3,132 | 7,680 |
| Other services and charges | 2,300 | 1,007 | 1,293 | 836 |
| Capital outlay | - | - | - | 783 |
| Total Litter Control | <u>49,818</u> | <u>46,023</u> | <u>3,795</u> | <u>45,850</u> |
| Administration | | | | |
| Personnel services | 115,332 | 129,846 | (14,514) | 112,852 |
| Supplies and materials | 2,200 | 1,872 | 328 | 2,856 |
| Other services and charges | 5,275 | 2,044 | 3,231 | 2,005 |
| Repairs and maintenance | 250 | 448 | (198) | 549 |
| Capital outlay | 1,000 | - | 1,000 | 36,465 |
| Total Administration | <u>124,057</u> | <u>134,210</u> | <u>(10,153)</u> | <u>154,727</u> |
| Health Officer | | | | |
| Supplies and material | 50 | 50 | - | 100 |
| Other services and charges | 75,000 | 69,686 | 5,314 | 76,029 |
| Total Health Officer | <u>75,050</u> | <u>69,736</u> | <u>5,314</u> | <u>76,129</u> |
| Indigent Health | | | | |
| Other services and charges | <u>1,268,980</u> | <u>1,291,159</u> | <u>(22,179)</u> | <u>1,923,529</u> |
| Total Indigent Health | <u>1,268,980</u> | <u>1,291,159</u> | <u>(22,179)</u> | <u>1,923,529</u> |
| Indigent Health Care Administration | | | | |
| Personnel services | 87,488 | 88,282 | (794) | 82,402 |
| Supplies and materials | 4,000 | 3,385 | 615 | 3,991 |
| Other services and charges | 5,100 | 4,165 | 935 | 5,243 |
| Capital outlay | 1,000 | 140 | 860 | - |
| Total Indigent Health Care Administration | <u>97,588</u> | <u>95,972</u> | <u>1,616</u> | <u>91,636</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET
(GAAP BASIS) AND ACTUAL**

GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|---------------------------------------|----------------------|----------------------|--|----------------------|
| | Budget | Actual | | |
| HEALTH AND WELFARE (Continued) | | | | |
| Animal Control | | | | |
| Personnel services | \$ 46,852 | \$ 48,310 | \$ (1,458) | \$ 47,775 |
| Supplies and materials | 5,745 | 5,812 | (67) | 3,861 |
| Other services and charges | 88,600 | 90,062 | (1,462) | 53,630 |
| Total Animal Control | <u>141,197</u> | <u>144,184</u> | <u>(2,987)</u> | <u>105,266</u> |
| Total Health and Welfare | <u>1,814,593</u> | <u>1,838,777</u> | <u>(24,184)</u> | <u>2,451,206</u> |
| CULTURAL AND RECREATIONAL | | | | |
| Parks Department | | | | |
| Supplies and materials | 1,400 | 15,790 | (14,390) | 1,545 |
| Other services and charges | 46,900 | 60,735 | (13,835) | 33,423 |
| Capital outlay | - | - | - | 36,319 |
| Total Cultural and Recreation | <u>48,300</u> | <u>76,525</u> | <u>(28,225)</u> | <u>71,287</u> |
| CONSERVATION | | | | |
| Agricultural Extension | | | | |
| Personnel services | 80,284 | 80,052 | 232 | 62,139 |
| Supplies and materials | 3,000 | 3,549 | (549) | 3,451 |
| Other services and charges | 19,800 | 19,282 | 518 | 18,634 |
| Capital outlay | 800 | 630 | 170 | - |
| Total Agricultural Extension | <u>103,884</u> | <u>103,513</u> | <u>371</u> | <u>84,224</u> |
| Home Demonstration | | | | |
| Personnel services | 86,472 | 79,237 | 7,235 | 80,821 |
| Total Home Demonstration | <u>86,472</u> | <u>79,237</u> | <u>7,235</u> | <u>80,821</u> |
| Total Conservation | <u>190,356</u> | <u>182,750</u> | <u>7,606</u> | <u>165,045</u> |
| INTERGOVERNMENTAL | | | | |
| Other services and charges | 191,959 | 160,421 | 31,538 | 229,751 |
| Total Intergovernmental | <u>191,959</u> | <u>160,421</u> | <u>31,538</u> | <u>229,751</u> |
| DEBT SERVICE | | | | |
| Principal retirements | 94,788 | 94,788 | - | 50,727 |
| Interest and fiscal charges | 71,053 | 71,052 | 1 | 76,039 |
| Total Debt Service | <u>165,841</u> | <u>165,840</u> | <u>1</u> | <u>126,766</u> |
| Total Expenditures | <u>\$ 20,989,862</u> | <u>\$ 20,592,791</u> | <u>\$ 397,071</u> | <u>\$ 19,619,747</u> |

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenue that is legally restricted to expenditure for a particular purpose.

Road and Bridge – to account for the operation, construction and maintenance of roads and bridges. Financing is provided by a special annual property tax levy to the extent miscellaneous revenue (principally fines and fees of office) are not sufficient to provide such financing. The County is divided into four precincts; each precinct is provided with a separate budget administered by the County Commissioner elected from such precinct.

Grayson County Public Health – to account for all financial resources of the Grayson County Health Department. Funding is provided by federal and state grants and contracts, fees, County funds and the Oliver Dewey Mayor Foundation and the Lenore Rainey Trust Fund for use in the following programs: Communicable Disease Control; Family Planning; Maternity and Infant Care; Environmental Health; Women, Infant and Child Care; and Heart.

Juvenile Probation – to account for the operation of the County's juvenile probation programs. Funding is provided by federal and state grants and contracts, and fees for housing juveniles of other local governments.

Adult Probation – to account for probation fees and other state aid. After September 1, 1978, when the amended version of Article 42.121, Section 10, of the Code of Criminal Procedure became effective, probation fees should be distributed to a special fund in the County treasury established pursuant to Article 42.121, Section 4.05(b), of the Code of Criminal Procedure. The probation fees, along with state aid, may be used to pay salaries and other expenses of probation, including automobile expenses. Counties must provide physical facilities, equipment and utilities, including telephone service for probation offices, and may use probation fees to pay for these expenses.

Grayson County Protective Services – to account for the proceeds received from County funds and other collections that are designated for this program, which provides substitute care and other child care expenses for abused or neglected children.

Data Center – originally established in 1973 to support the data processing needs of local governments, the Grayson Governmental Data Center is now the sole property of Grayson County, and under the direction of the Commissioners' Court. The fund is only used to pay limited salaries, contracted services, and equipment lease charges. It is anticipated that this fund will be phased out and added to the General Fund in fiscal year 2004.

Sheriff Drug Forfeiture – to account for receipts of forfeited properties, as enabled by House Bill 65 of the 71st Texas Legislature, which amended Chapter 59 in the Code of Criminal Procedure. Resources may be used for law enforcement purposes.

County Sheriff Commissary – to account for cash receipts received for jail commissary proceeds. Expenditures are restricted to benefits for the County jail at the sole discretion of the County Sheriff.

Domestic Violence – to account for the proceeds and expenditures for this grant. Resources are to be used to fund a domestic violence investigator to work with local police agencies in training their officers in the proper investigation and treatment of domestic violence incidents.

School and Community Liaison – to account for the proceeds and expenditures for this grant. Funds are provided by the U. S. Department of Education through the Texas Governor’s Criminal Justice Division. The program is funded through a grant enacted by the Safe and Drug-Free Schools and Communities Act Fund. Resources are to be used to fund a law enforcement officer to provide a liaison between the schools, the community, and law enforcement for education on crime prevention and related topics.

Juvenile Boot Camp – to account for the revenue and expenditures incurred in the operation of the juvenile boot camp.

County Attorney Special – to account for fees collected by the County Attorney under the "Hot Check" statute. Expenditures from this fund shall be at the sole discretion of the County Attorney and may be used only to defray the salaries and expenses of the prosecutor's office.

County Attorney Drug Forfeiture – to account for receipts of forfeited properties, as enabled by House Bill 65 of the 71st Texas Legislature, which amended Chapter 59 in the Code of Criminal Procedure. Resources may be used for the official purposes of the County Attorney's office.

State Supplemental – established under the provisions of government Code Section 46.004, which states, “Each state prosecutor is entitled to receive not less than \$22,500 a year from the state to be used by the prosecutor to help defray the salaries and expenses of the office. That money may not be used to supplement the prosecutor’s salary.” The funds received by the Grayson County Attorney’s office is primarily used to pay the costs of prosecutors and support staff.

Law Library – to account for the receipt of library fees of office collected by the County Clerk and the District Clerk, which are restricted to payment of the cost of maintaining the County law library.

Grayson County Historical Commission – to account for receipts received from Grayson County and other donations. Expenditures are for historical activities in Grayson County. Historical markers are the prime activities.

Records Preservation – created by the Texas legislature during the fiscal year ended September 30, 1994, to collect funds to provide for the means to preserve official County documents in a more effective and efficient manner. The revenue for this fund is derived from fees charged by the County and District Clerks for data preservation.

Law Enforcement Block Grant – to account for the proceeds and expenditures for this grant. Funds are provided by the U. S. Department of Justice. The Local Law Enforcement Block Grants Program was authorized by the Omnibus Fiscal Year 1997 Appropriations Act, Public Law 104-208 for the purpose of providing units of local government with funds to underwrite projects to reduce crime and improve public safety.

Victim Assistance Program – created for the purpose of providing victims of crime with information which might assist in their recovery. This fund will also provide funding the transportation of crime victims to and from the County Auditor's office, grand jury appearances, and other court related appearances, as well as providing child care assistance during such meetings through grant funds received from the criminal justice division.

Courthouse Security – created by the Texas legislature during the year ended September 30, 1994, for the purpose of providing security services in the form of additional security personnel, additional equipment designed to prevent unauthorized entrance to the premises, or equipment designed to detect possession of unlawful weapons on the premises. The revenue for this fund will be derived from fees assessed to individuals convicted of misdemeanor or felony criminal charges in either County or district courts.

Court Reporter Service – created by the Texas legislature during the year ended September 30, 1995, to assist in the payment of court-reporter-related services, that may include maintaining an adequate number of court reports to provide services to the courts, obtaining court reporter transcript services, purchasing court reporter equipment, or providing any other service related to the functions of a court reporter. The funding for this fund ended during the year ended September 30, 1997.

Drug Treatment for Juveniles – to account for federal funding administered through the Criminal Justice Division. Funds are to be used to provide accountability-based programs for juvenile offenders, provide for technology and equipment, and for prosecution of juvenile offenders.

Federal Forfeiture – to account for funds provided through a Federal Equitable Sharing Agreement to be used for law enforcement purposes.

County Attorney Victim's Liaison Grant – to account for federal funding provided through the state Attorney General's office. The grant award is to hire staff to assist victims of crime with the legal process, and in receiving compensation for expenses incurred in recovering from criminal activity.

Gun Violence Grant – provides funding to the County Attorney's office to assist them in hiring assistant prosecutors who will be dedicated to the prosecution of firearm-related violent crime. The Grayson County Attorney's office has used the funds to support the salary costs of an additional prosecutor.

Justice Court Technology Fund – to account for the receipt of fees of office collected by the Justices of the Peace, which are restricted to the enhancement of technology and computer services in the justice courts. The fee was created by the 77th Legislature, effective September 1, 2001, to be discontinued August 31, 2005, by legislative intent.

GRAYSON COUNTY, TEXAS

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

SEPTEMBER 30, 2002

(With Comparative Totals for September 30, 2001)

| | <u>Road and Bridge</u> | <u>Grayson County Public Health</u> | <u>Juvenile Probation</u> | <u>Adult Probation</u> | <u>Grayson County Protective Services</u> | <u>Grayson County Data Center</u> | <u>Sheriff Drug Forfeiture</u> | <u>County Sheriff Commissary</u> | <u>Domestic Violence</u> | <u>School and Community Liaison</u> |
|-------------------------------------|----------------------------|---|-------------------------------|----------------------------|---|---|--|--|------------------------------|---|
| ASSETS | | | | | | | | | | |
| Cash | \$ 128,027 | \$ 58,759 | \$ - | \$ 57,264 | \$ 302 | \$ 14,290 | \$ 4,285 | \$ 2,824 | \$ - | \$ - |
| Investments | 2,452,088 | 982 | 1,025 | 296,837 | - | - | 19,727 | 73,240 | - | - |
| Receivable - miscellaneous | 52,877 | 89 | - | - | - | 1,643 | - | 2,729 | 3,312 | - |
| Delinquent property taxes | 126,234 | - | - | - | - | - | - | - | - | - |
| Prepaid expenditures | - | - | - | - | - | - | - | - | - | - |
| Due from other funds | - | 449,903 | - | - | - | - | - | - | - | - |
| Due from other governments | <u>-</u> | <u>141,156</u> | <u>43,264</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>6,555</u> | <u>4,593</u> |
| Total Assets | <u>\$ 2,759,226</u> | <u>\$ 650,889</u> | <u>\$ 44,289</u> | <u>\$ 354,101</u> | <u>\$ 302</u> | <u>\$ 15,933</u> | <u>\$ 24,012</u> | <u>\$ 78,793</u> | <u>\$ 9,867</u> | <u>\$ 4,593</u> |
| LIABILITIES AND FUND BALANCE | | | | | | | | | | |
| Liabilities: | | | | | | | | | | |
| Accounts payable | \$ 295,660 | \$ 229,718 | \$ 6,059 | \$ 7,369 | \$ - | \$ - | \$ 794 | \$ 477 | \$ 30 | \$ 27 |
| Due to other funds | - | 449,351 | 72,187 | - | - | - | - | - | 9,837 | 4,566 |
| Deferred revenue | <u>126,234</u> | <u>19,875</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Liabilities | <u>421,894</u> | <u>698,944</u> | <u>78,246</u> | <u>7,369</u> | <u>-</u> | <u>-</u> | <u>794</u> | <u>477</u> | <u>9,867</u> | <u>4,593</u> |
| Fund Balance: | | | | | | | | | | |
| Reserved for prepaid expenditures | - | - | - | - | - | - | - | - | - | - |
| Unreserved and undesignated | <u>2,337,332</u> | <u>(48,055)</u> | <u>(33,957)</u> | <u>346,732</u> | <u>302</u> | <u>15,933</u> | <u>23,218</u> | <u>78,316</u> | <u>-</u> | <u>-</u> |
| Total Fund Balance | <u>2,337,332</u> | <u>(48,055)</u> | <u>(33,957)</u> | <u>346,732</u> | <u>302</u> | <u>15,933</u> | <u>23,218</u> | <u>78,316</u> | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 2,759,226</u> | <u>\$ 650,889</u> | <u>\$ 44,289</u> | <u>\$ 354,101</u> | <u>\$ 302</u> | <u>\$ 15,933</u> | <u>\$ 24,012</u> | <u>\$ 78,793</u> | <u>\$ 9,867</u> | <u>\$ 4,593</u> |

(continued)

GRAYSON COUNTY, TEXAS

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

(Continued)

SEPTEMBER 30, 2002

(With Comparative Totals for September 30, 2001)

| | <u>Juvenile Boot Camp</u> | <u>County Attorney Special</u> | <u>County Attorney Drug Forfeiture</u> | <u>State Supplemental</u> | <u>Law Library</u> | <u>Grayson County Historical Commission</u> | <u>Records Preservation</u> | <u>Law Enforcement Block Grant</u> | <u>Victim Assistance Program</u> |
|-------------------------------------|-------------------------------|--|--|-------------------------------|------------------------|---|---------------------------------|--|--|
| ASSETS | | | | | | | | | |
| Cash | \$ 9,354 | \$ 11,772 | \$ 1,102 | \$ 7,928 | \$ 59,350 | \$ 164 | \$ 6,529 | \$ 21,705 | \$ - |
| Investments | 295,046 | 30,613 | 16,645 | - | - | 12,695 | 154,498 | - | - |
| Receivable - miscellaneous | 28,650 | - | - | - | - | - | - | - | - |
| Delinquent property taxes | - | - | - | - | - | - | - | - | - |
| Prepaid expenditures | - | 438 | - | - | - | - | - | - | - |
| Due from other funds | - | - | - | - | - | - | - | - | - |
| Due from other governments | <u>3,780</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>7,264</u> |
| Total Assets | <u>\$ 336,830</u> | <u>\$ 42,823</u> | <u>\$ 17,747</u> | <u>\$ 7,928</u> | <u>\$ 59,350</u> | <u>\$ 12,859</u> | <u>\$ 161,027</u> | <u>\$ 21,705</u> | <u>\$ 7,264</u> |
| LIABILITIES AND FUND BALANCE | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | \$ 25,060 | \$ 17,845 | \$ 2,534 | \$ - | \$ 1,430 | \$ - | \$ 15,648 | \$ 9,581 | \$ 31 |
| Due to other funds | 200,000 | - | - | - | - | - | - | - | 7,224 |
| Deferred revenue | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>13,392</u> | <u>-</u> |
| Total Liabilities | <u>225,060</u> | <u>17,845</u> | <u>2,534</u> | <u>-</u> | <u>1,430</u> | <u>-</u> | <u>15,648</u> | <u>22,973</u> | <u>7,255</u> |
| Fund Balance: | | | | | | | | | |
| Reserved for prepaid expenditures | - | 438 | - | - | - | - | - | - | - |
| Unreserved and undesignated | <u>111,770</u> | <u>24,540</u> | <u>15,213</u> | <u>7,928</u> | <u>57,920</u> | <u>12,859</u> | <u>145,379</u> | <u>(1,268)</u> | <u>9</u> |
| Total Fund Balance | <u>111,770</u> | <u>24,978</u> | <u>15,213</u> | <u>7,928</u> | <u>57,920</u> | <u>12,859</u> | <u>145,379</u> | <u>(1,268)</u> | <u>9</u> |
| Total Liabilities and Fund Balance | <u>\$ 336,830</u> | <u>\$ 42,823</u> | <u>\$ 17,747</u> | <u>\$ 7,928</u> | <u>\$ 59,350</u> | <u>\$ 12,859</u> | <u>\$ 161,027</u> | <u>\$ 21,705</u> | <u>\$ 7,264</u> |

(continued)

GRAYSON COUNTY, TEXAS
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
(Continued)
SEPTEMBER 30, 2002
(With Comparative Totals for September 30, 2001)

| | Court Reporter Service | Drug Treatment for Juveniles | Federal Forfeiture | County Attorney Victim's Liaison | Gun Violence | Justice Court | Totals | | |
|-------------------------------------|------------------------------|------------------------------------|-----------------------|---|-----------------|------------------|------------------|---------------------|---------------------|
| | | | | | | | 2002 | 2001 | |
| ASSETS | | | | | | | | | |
| Cash | \$ 3,955 | \$ - | \$ - | \$ 19,743 | \$ - | \$ 1,543 | \$ 26,319 | \$ 435,215 | \$ 588,565 |
| Investments | 524,497 | - | - | - | - | - | - | 3,877,893 | 3,045,110 |
| Receivable - miscellaneous | - | - | - | - | - | - | - | 89,300 | 94,320 |
| Delinquent property taxes | - | - | - | - | - | - | - | 126,234 | 121,656 |
| Prepaid expenditures | - | - | - | - | - | - | - | 438 | 438 |
| Due from other funds | - | - | - | - | - | - | - | 449,903 | - |
| Due from other governments | - | - | 37,402 | - | 7,750 | - | - | 251,764 | 249,359 |
| Total Assets | <u>\$ 528,452</u> | <u>\$ -</u> | <u>\$ 37,402</u> | <u>\$ 19,743</u> | <u>\$ 7,750</u> | <u>\$ 1,543</u> | <u>\$ 26,319</u> | <u>\$ 5,230,747</u> | <u>\$ 4,099,448</u> |
| LIABILITIES AND FUND BALANCE | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ 35 | \$ 30 | \$ - | \$ 612,328 | \$ 287,270 |
| Due to other funds | - | - | 37,402 | - | 7,715 | - | - | 788,282 | 246,466 |
| Deferred revenue | - | - | - | - | - | 1,513 | - | 161,014 | 170,743 |
| Total Liabilities | <u>-</u> | <u>-</u> | <u>37,402</u> | <u>-</u> | <u>7,750</u> | <u>1,543</u> | <u>-</u> | <u>1,561,624</u> | <u>704,479</u> |
| Fund Balance: | | | | | | | | | |
| Reserved for prepaid expenditures | - | - | - | - | - | - | - | 438 | 438 |
| Unreserved and undesignated | 528,452 | - | - | 19,743 | - | - | 26,319 | 3,668,685 | 3,394,531 |
| Total Fund Balance | <u>528,452</u> | <u>-</u> | <u>-</u> | <u>19,743</u> | <u>-</u> | <u>-</u> | <u>26,319</u> | <u>3,669,123</u> | <u>3,394,969</u> |
| Total Liabilities and Fund Balance | <u>\$ 528,452</u> | <u>\$ -</u> | <u>\$ 37,402</u> | <u>\$ 19,743</u> | <u>\$ 7,750</u> | <u>\$ 1,543</u> | <u>\$ 26,319</u> | <u>\$ 5,230,747</u> | <u>\$ 4,099,448</u> |

GRAYSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(With Comparative Totals for September 30, 2001)

| | Road and Bridge | Grayson County Public Health | Juvenile Probation | Adult Probation | Grayson County Protective Services | Grayson County Data Center | Sheriff Drug Forfeiture | County Sheriff Commissary | Domestic Violence | School and Community Liaison |
|--|---------------------|------------------------------------|-----------------------|--------------------|---|-------------------------------------|-------------------------------|---------------------------------|----------------------|------------------------------------|
| REVENUE | | | | | | | | | | |
| Current | \$ 1,679,430 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Delinquent | 50,298 | - | - | - | - | - | - | - | - | - |
| Penalties and interest | 27,662 | - | - | - | - | - | - | - | - | - |
| Total taxes, including penalties and interest | 1,757,390 | - | - | - | - | - | - | - | - | - |
| Fees of office | 2,116,492 | 354,041 | - | - | - | - | - | - | - | - |
| Fines and forfeiture: | 1,205,959 | - | - | - | - | - | - | - | - | - |
| Intergovernmental | 195,433 | 1,145,061 | 638,551 | 842,720 | - | - | 25,138 | - | 42,562 | 18,620 |
| Fees | - | - | - | 566,805 | - | - | - | - | - | - |
| Contribution from other governments | - | - | - | - | - | 93,021 | - | - | - | - |
| Interest | 68,005 | 20 | 3,144 | 4,907 | 60 | 589 | 488 | 1,315 | - | - |
| Miscellaneous | 94,315 | 5,955 | - | - | 6 | 269,268 | - | 28,607 | - | - |
| Total Revenue | <u>5,437,594</u> | <u>1,505,077</u> | <u>641,695</u> | <u>1,414,432</u> | <u>66</u> | <u>362,878</u> | <u>25,626</u> | <u>29,922</u> | <u>42,562</u> | <u>18,620</u> |
| EXPENDITURES | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | - | - | - | - | - | 307,118 | - | - | - | - |
| Judicial | - | - | - | - | - | - | - | - | - | - |
| Legal | - | - | - | - | - | - | - | - | 56,749 | - |
| Public safety | - | - | 668,472 | 1,396,787 | - | - | 38,766 | 12,470 | - | 40,175 |
| Health and welfare | - | 2,307,862 | - | - | 12,012 | - | - | - | - | - |
| Highways, streets and bridge | 5,650,180 | - | - | - | - | - | - | - | - | - |
| Cultural and recreational | - | - | - | - | - | - | - | - | - | - |
| Debt service: | | | | | | | | | | |
| Principal | - | - | - | - | - | 37,983 | - | - | - | - |
| Interest | - | - | - | - | - | 1,844 | - | - | - | - |
| Total Expenditures | <u>5,650,180</u> | <u>2,307,862</u> | <u>668,472</u> | <u>1,396,787</u> | <u>12,012</u> | <u>346,945</u> | <u>38,766</u> | <u>12,470</u> | <u>56,749</u> | <u>40,175</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(212,586)</u> | <u>(802,785)</u> | <u>(26,777)</u> | <u>17,645</u> | <u>(11,946)</u> | <u>15,933</u> | <u>(13,140)</u> | <u>17,452</u> | <u>(14,187)</u> | <u>(21,555)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Operating transfers in | - | 803,560 | - | - | 13,000 | - | - | - | 14,187 | 21,555 |
| Operating transfers out | - | - | - | - | - | - | - | - | - | - |
| Sale of fixed asset | 78,490 | - | - | - | - | - | 4,572 | - | - | - |
| Proceeds from capital lease | 450,000 | - | - | - | - | - | - | - | - | - |
| Proceeds from insurance settlement | 23,935 | - | - | - | - | - | - | - | - | - |
| Total Other Financing Sources (Uses) | <u>552,425</u> | <u>803,560</u> | <u>-</u> | <u>-</u> | <u>13,000</u> | <u>-</u> | <u>4,572</u> | <u>-</u> | <u>14,187</u> | <u>21,555</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | <u>339,839</u> | <u>775</u> | <u>(26,777)</u> | <u>17,645</u> | <u>1,054</u> | <u>15,933</u> | <u>(8,568)</u> | <u>17,452</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, OCTOBER 1, 2001 | <u>1,997,493</u> | <u>(48,830)</u> | <u>(7,180)</u> | <u>329,087</u> | <u>(752)</u> | <u>-</u> | <u>31,786</u> | <u>60,864</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 2,337,332</u> | <u>\$ (48,055)</u> | <u>\$ (33,957)</u> | <u>\$ 346,732</u> | <u>\$ 302</u> | <u>\$ 15,933</u> | <u>\$ 23,218</u> | <u>\$ 78,316</u> | <u>\$ -</u> | <u>\$ -</u> |

(continued)

GRAYSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE FUNDS
(Continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(With Comparative Totals for September 30, 2001)

| | Juvenile Boot Camp | County Attorney Special | County Attorney Drug Forfeiture | State Supplemental | Law Library | Grayson County Historical Commission | Records Preservation | Law Enforcement Block Grant | Victim Assistance Program |
|--|-----------------------|-------------------------------|---------------------------------------|-----------------------|------------------|---|-------------------------|-----------------------------------|---------------------------------|
| REVENUE | | | | | | | | | |
| Current | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Delinquent | - | - | - | - | - | - | - | - | - |
| Penalties and interest | - | - | - | - | - | - | - | - | - |
| Total taxes, including penalties and interest | - | - | - | - | - | - | - | - | - |
| Fees of office | - | 139,305 | - | - | - | - | 219,669 | - | - |
| Fines and forfeiture: | - | - | - | - | 91,700 | - | - | - | - |
| Intergovernmental: | 395,134 | - | 22,711 | 22,667 | - | - | - | 47,263 | 46,082 |
| Fees | 921,364 | - | - | - | - | - | - | - | - |
| Contribution from other governments | - | - | - | - | - | - | - | - | - |
| Interest | 5,224 | - | 269 | - | 596 | - | 5,081 | - | - |
| Miscellaneous | - | - | - | - | 1,216 | - | - | - | - |
| Total Revenue | <u>1,321,722</u> | <u>139,305</u> | <u>22,980</u> | <u>22,667</u> | <u>93,512</u> | <u>-</u> | <u>224,750</u> | <u>47,263</u> | <u>46,082</u> |
| EXPENDITURES | | | | | | | | | |
| Current: | | | | | | | | | |
| General government | - | - | - | - | - | - | 284,065 | - | - |
| Judicial | - | - | - | - | 69,174 | - | - | - | - |
| Legal | - | 141,667 | 22,663 | 14,739 | - | - | - | - | 56,796 |
| Public safety | 1,168,659 | - | - | - | - | - | - | 60,774 | - |
| Health and welfare | - | - | - | - | - | - | - | - | - |
| Highways, streets and bridge | - | - | - | - | - | - | - | - | - |
| Cultural and recreational | - | - | - | - | - | 1,100 | - | - | - |
| Debt service: | | | | | | | | | |
| Principal | - | 3,487 | - | - | - | - | - | - | - |
| Interest | - | 504 | - | - | - | - | - | - | - |
| Total Expenditures | <u>1,168,659</u> | <u>145,658</u> | <u>22,663</u> | <u>14,739</u> | <u>69,174</u> | <u>1,100</u> | <u>284,065</u> | <u>60,774</u> | <u>56,796</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>153,063</u> | <u>(6,353)</u> | <u>317</u> | <u>7,928</u> | <u>24,338</u> | <u>(1,100)</u> | <u>(59,315)</u> | <u>(13,511)</u> | <u>(10,714)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Operating transfers in | - | - | - | - | - | 1,500 | - | 11,108 | 10,723 |
| Operating transfers out | (325,000) | - | - | - | - | - | - | - | - |
| Sale of fixed asset: | - | - | 3,023 | - | - | - | - | - | - |
| Proceeds from capital lease: | - | - | - | - | - | - | - | - | - |
| Proceeds from insurance settlement | - | - | - | - | - | - | - | - | - |
| Total Other Financing Sources (Uses) | <u>(325,000)</u> | <u>-</u> | <u>3,023</u> | <u>-</u> | <u>-</u> | <u>1,500</u> | <u>-</u> | <u>11,108</u> | <u>10,723</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | <u>(171,937)</u> | <u>(6,353)</u> | <u>3,340</u> | <u>7,928</u> | <u>24,338</u> | <u>400</u> | <u>(59,315)</u> | <u>(2,403)</u> | <u>9</u> |
| FUND BALANCE, OCTOBER 1, 2001 | <u>283,707</u> | <u>31,331</u> | <u>11,873</u> | <u>-</u> | <u>33,582</u> | <u>12,459</u> | <u>204,694</u> | <u>1,135</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 111,770</u> | <u>\$ 24,978</u> | <u>\$ 15,213</u> | <u>\$ 7,928</u> | <u>\$ 57,920</u> | <u>\$ 12,859</u> | <u>\$ 145,379</u> | <u>\$ (1,268)</u> | <u>\$ 9</u> |

(continued)

GRAYSON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE FUNDS
(Continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(With Comparative Totals for September 30, 2001)

| | Courthouse Security | Court Reporter Service | Drug Treatment for Juveniles | Federal Forfeiture | County Attorney Victim's Liaisor | Gun Violence | Justice of the Peace Technology | Totals | |
|--|------------------------|------------------------------|------------------------------------|-----------------------|--|-----------------|---------------------------------------|--------------|--------------|
| | | | | | | | | 2002 | 2001 |
| REVENUE | | | | | | | | | |
| Current | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,679,430 | \$ 1,790,486 |
| Delinquent | - | - | - | - | - | - | - | 50,298 | 57,643 |
| Penalties and interest | - | - | - | - | - | - | - | 27,662 | 24,667 |
| Total taxes, including penalties and interes | - | - | - | - | - | - | - | 1,757,390 | 1,872,796 |
| Fees of offic | 78,758 | 30,845 | - | - | - | - | - | 2,939,110 | 2,557,829 |
| Fines and forfeiture: | - | - | - | - | - | - | - | 1,297,659 | 1,119,273 |
| Intergovernmental | - | - | 37,402 | - | 39,684 | 8,487 | 28,989 | 3,556,504 | 3,596,500 |
| Fees | - | - | - | - | - | - | - | 1,488,169 | 1,624,374 |
| Contribution from other governmen | - | - | - | - | - | - | - | 93,021 | - |
| Interest | 10,675 | - | - | 306 | - | - | - | 100,679 | 179,511 |
| Miscellaneous | - | - | - | 24,563 | - | - | - | 423,930 | 107,515 |
| Total Revenue | 89,433 | 30,845 | 37,402 | 24,869 | 39,684 | 8,487 | 28,989 | 11,656,462 | 11,057,798 |
| EXPENDITURES | | | | | | | | | |
| Current: | | | | | | | | | |
| General governmen | 3,787 | 30,845 | - | - | - | - | - | 625,815 | 288,676 |
| Judicial | - | - | - | - | - | - | 3,239 | 72,413 | 59,663 |
| Legal | - | - | - | 15,471 | 48,428 | 10,126 | - | 366,639 | 188,998 |
| Public safety | - | - | 41,557 | - | - | - | - | 3,427,660 | 3,362,982 |
| Health and welfare | - | - | - | - | - | - | - | 2,319,874 | 1,922,288 |
| Highways, streets and bridge | - | - | - | - | - | - | - | 5,650,180 | 5,185,881 |
| Cultural and recreational | - | - | - | - | - | - | - | 1,100 | 1,192 |
| Debt service: | | | | | | | | | |
| Principal | - | - | - | - | - | - | - | 41,470 | 3,219 |
| Interest | - | - | - | - | - | - | - | 2,348 | 771 |
| Total Expenditures | 3,787 | 30,845 | 41,557 | 15,471 | 48,428 | 10,126 | 3,239 | 12,507,499 | 11,013,670 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 85,646 | - | (4,155) | 9,398 | (8,744) | (1,639) | 25,750 | (851,037) | 44,128 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | |
| Operating transfers ir | - | - | 4,155 | - | 8,744 | 1,639 | - | 890,171 | 595,564 |
| Operating transfers out | - | - | - | - | - | - | - | (325,000) | (219,396) |
| Sale of fixed asset | - | - | - | - | - | - | - | 86,085 | 60,719 |
| Proceeds from capital lease | - | - | - | - | - | - | - | 450,000 | - |
| Proceeds from insurance settlement | - | - | - | - | - | - | - | 23,935 | - |
| Total Other Financing Sources (Uses) | - | - | 4,155 | - | 8,744 | 1,639 | - | 1,125,191 | 436,887 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | 85,646 | - | - | 9,398 | - | - | 25,750 | 274,154 | 481,015 |
| FUND BALANCE, OCTOBER 1, 2001 | 442,806 | - | - | 10,345 | - | - | 569 | 3,394,969 | 2,913,954 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ 528,452 | \$ - | \$ - | \$ 19,743 | \$ - | \$ - | \$ 26,319 | \$ 3,669,123 | \$ 3,394,969 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|--|---------------------|---------------------|--|---------------------|
| | Budget | Actual | | |
| REVENUE | | | | |
| Taxes: | | | | |
| Current | \$ 1,679,390 | \$ 1,679,430 | \$ 40 | \$ 1,790,486 |
| Delinquent | 48,000 | 50,298 | 2,298 | 57,643 |
| Penalties and interest | 24,000 | 27,662 | 3,662 | 24,667 |
| Total Taxes | <u>1,751,390</u> | <u>1,757,390</u> | <u>6,000</u> | <u>1,872,796</u> |
| Fees of office | 2,757,846 | 2,939,110 | 181,264 | 2,557,829 |
| Fines and forfeitures | 1,213,000 | 1,297,659 | 84,659 | 1,119,273 |
| Intergovernmental | 3,649,401 | 3,556,504 | (92,897) | 3,596,500 |
| Fees | 1,433,000 | 1,488,169 | 55,169 | 1,624,374 |
| Contributions from other governments | 2,500 | 93,021 | 90,521 | - |
| Interest | 103,125 | 100,679 | (2,446) | 179,511 |
| Miscellaneous | 309,712 | 423,930 | 114,218 | 107,515 |
| Total Revenue | <u>11,219,974</u> | <u>11,656,462</u> | <u>436,488</u> | <u>11,057,798</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government | 910,887 | 625,815 | 285,072 | 288,676 |
| Judicial | 74,174 | 72,413 | 1,761 | 59,663 |
| Legal | 138,400 | 366,639 | (228,239) | 188,998 |
| Public safety | 3,678,730 | 3,427,660 | 251,070 | 3,362,982 |
| Health and welfare | 3,594,403 | 2,319,874 | 1,274,529 | 1,922,288 |
| Highways, streets and bridges | 5,845,383 | 5,650,180 | 195,203 | 5,185,881 |
| Cultural and recreational | 68,189 | 1,100 | 67,089 | 1,192 |
| Debt service: | | | | |
| Principal | 43,330 | 41,470 | 1,860 | 3,219 |
| Interest | 2,375 | 2,348 | 27 | 771 |
| Total Expenditures | <u>14,355,871</u> | <u>12,507,499</u> | <u>1,848,372</u> | <u>11,013,670</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(3,135,897)</u> | <u>(851,037)</u> | <u>2,284,860</u> | <u>44,128</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Operating transfers in | 2,087,129 | 890,171 | (1,196,958) | 595,564 |
| Operating transfers out | (175,000) | (325,000) | (150,000) | (219,396) |
| Sale of fixed assets | 85,150 | 86,085 | 935 | 60,719 |
| Proceeds from capital lease | 450,000 | 450,000 | - | - |
| Proceeds from insurance settlement | 23,800 | 23,935 | 135 | - |
| Total Other Financing Sources (Uses) | <u>2,471,079</u> | <u>1,125,191</u> | <u>(1,345,888)</u> | <u>436,887</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | <u>(664,818)</u> | <u>274,154</u> | <u>938,972</u> | <u>481,015</u> |
| FUND BALANCE, OCTOBER 1, 2001 | <u>3,394,969</u> | <u>3,394,969</u> | <u>-</u> | <u>2,913,954</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 2,730,151</u> | <u>\$ 3,669,123</u> | <u>\$ 938,972</u> | <u>\$ 3,394,969</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
ROAD AND BRIDGE FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|--|--------------|--------------|
| ASSETS | | |
| Cash | \$ 128,027 | \$ 102,885 |
| Investments | 2,452,088 | 2,062,673 |
| Receivable - miscellaneous | 52,877 | 17,736 |
| Delinquent property taxes | 126,234 | 121,656 |
| Total Assets | \$ 2,759,226 | \$ 2,304,950 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 295,660 | \$ 185,801 |
| Deferred revenue - delinquent property taxes | 126,234 | 121,656 |
| Total Liabilities | 421,894 | 307,457 |
| Fund Balance: | | |
| Unreserved and undesignated | 2,337,332 | 1,997,493 |
| Total Fund Balance | 2,337,332 | 1,997,493 |
| Total Liabilities and Fund Balance | \$ 2,759,226 | \$ 2,304,950 |

GRAYSON COUNTY, TEXAS

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

ROAD AND BRIDGE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance favorable (Unfavorable) | 2001 Actual |
|---|--------------|--------------|--|----------------|
| | Budget | Actual | | |
| REVENUE | | | | |
| Taxes: | | | | |
| Current | \$ 1,679,390 | \$ 1,679,430 | \$ 40 | \$ 1,790,486 |
| Delinquent | 48,000 | 50,298 | 2,298 | 57,643 |
| Penalties and interest | 24,000 | 27,662 | 3,662 | 24,667 |
| Total Taxes | 1,751,390 | 1,757,390 | 6,000 | 1,872,796 |
| Fees of office - vehicle registration | 2,080,000 | 2,116,492 | 36,492 | 2,113,352 |
| Fines and forfeitures | 1,140,000 | 1,205,959 | 65,959 | 1,040,748 |
| Intergovernmental | 157,050 | 195,433 | 38,383 | 308,763 |
| Interest | 58,000 | 68,005 | 10,005 | 121,559 |
| Miscellaneous | 14,150 | 94,315 | 80,165 | 39,629 |
| Total Revenue | 5,200,590 | 5,437,594 | 237,004 | 5,496,847 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Highways, Streets and Bridges: | | | | |
| Personnel services | 2,600,798 | 2,568,176 | 32,622 | 2,372,841 |
| Supplies and materials | 2,474,500 | 2,050,059 | 424,441 | 2,108,982 |
| Other services and charges | 69,600 | 40,833 | 28,767 | 46,135 |
| Capital outlay | 672,900 | 941,472 | (268,572) | 657,923 |
| Debt service: | | | | |
| Principal retirement | 4,564 | 41,427 | (36,863) | - |
| Interest and fiscal charges | 23,021 | 8,213 | 14,808 | - |
| Total Expenditures | 5,845,383 | 5,650,180 | 195,203 | 5,185,881 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | | | | |
| | (644,793) | (212,586) | 432,207 | 310,966 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Sale of fixed assets | 84,650 | 78,490 | (6,160) | 60,363 |
| Proceeds from capital lease | 450,000 | 450,000 | - | - |
| Proceeds from insurance settlement | 23,800 | 23,935 | 135 | - |
| Total Other Financing Sources (Uses) | 558,450 | 552,425 | (6,025) | 60,363 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | | | | |
| | (86,343) | 339,839 | 426,182 | 371,329 |
| FUND BALANCE, OCTOBER 1, 2001 | | | | |
| | 1,997,493 | 1,997,493 | - | 1,626,164 |
| FUND BALANCE, SEPTEMBER 30, 2002 | | | | |
| | \$ 1,911,150 | \$ 2,337,332 | \$ 426,182 | \$ 1,997,493 |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GRAYSON COUNTY PUBLIC HEALTH FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------|------------|
| ASSETS | | |
| Cash | \$ 58,759 | \$ 8,969 |
| Investments | 982 | 962 |
| Receivables - miscellaneous | 89 | 541 |
| Due from other funds | 449,903 | - |
| Due from other governments | 141,156 | 145,330 |
| Total Assets | \$ 650,889 | \$ 155,802 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 229,718 | \$ 19,460 |
| Due to other funds | 449,351 | 185,172 |
| Deferred revenue | 19,875 | - |
| Total Liabilities | 698,944 | 204,632 |
| Fund Balance: | | |
| Unreserved and undesignated | (48,055) | (48,830) |
| Total Fund Balance | (48,055) | (48,830) |
| Total Liabilities and Fund Balance | \$ 650,889 | \$ 155,802 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

GRAYSON COUNTY PUBLIC HEALTH FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|--------------|--------------|----------------------------|--------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 1,199,679 | \$ 1,145,061 | \$(54,618) | \$ 1,177,136 |
| Fees of office | 284,346 | 354,041 | 69,695 | 15,375 |
| Fees | - | - | - | 261,419 |
| Interest | - | 20 | 20 | 3,208 |
| Miscellaneous | 6,250 | 5,955 | (295) | 7,648 |
| Total Revenue | 1,490,275 | 1,505,077 | 14,802 | 1,464,786 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Health and Welfare: | | | | |
| Personnel services | 1,474,644 | 1,450,982 | 23,662 | 1,436,063 |
| Supplies and materials | 51,961 | 53,291 | (1,330) | 162,164 |
| Other services and charges | 1,868,144 | 759,090 | 1,109,054 | 194,235 |
| Capital outlay | 79,456 | 44,499 | 34,957 | 12,478 |
| Total Expenditures | 3,474,205 | 2,307,862 | 1,166,343 | 1,804,940 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (1,983,930) | (802,785) | 1,181,145 | (340,154) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Operating transfers in | 1,997,880 | 803,560 | (1,194,320) | 506,273 |
| Operating transfers out | - | - | - | (94,396) |
| Total Other Financing Sources (Uses) | 1,997,880 | 803,560 | (1,194,320) | 411,877 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | 13,950 | 775 | (13,175) | 71,723 |
| FUND BALANCE, OCTOBER 1, 2001 | (48,830) | (48,830) | - | (120,553) |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$(34,880) | \$(48,055) | \$(13,175) | \$(48,830) |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
JUVENILE PROBATION FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-----------|-----------|
| ASSETS | | |
| Cash | \$ - | \$ - |
| Investments | 1,025 | 1,076 |
| Due from other governments | 43,264 | 15,176 |
| Total Assets | \$ 44,289 | \$ 16,252 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 6,059 | \$ 1,851 |
| Due to other funds | 72,187 | 21,581 |
| Total Liabilities | 78,246 | 23,432 |
| Fund Balance: | | |
| Unreserved and undesignated | (33,957) | (7,180) |
| Total Fund Balance | (33,957) | (7,180) |
| Total Liabilities and Fund Balance | \$ 44,289 | \$ 16,252 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

JUVENILE PROBATION FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|------------|-------------|----------------------------|------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 725,288 | \$ 638,551 | \$ (86,737) | \$ 548,595 |
| Interest | - | 3,144 | 3,144 | 3,065 |
| Total Revenue | 725,288 | 641,695 | (83,593) | 551,660 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Personnel services | 510,960 | 486,138 | 24,822 | 424,725 |
| Supplies and materials | 9,387 | 13,636 | (4,249) | 11,373 |
| Other services and charges | 204,941 | 168,698 | 36,243 | 169,584 |
| Total Expenditures | 725,288 | 668,472 | 56,816 | 605,682 |
| DEFICIENCY OF REVENUE OVER EXPENDITURES | - | (26,777) | (26,777) | (54,022) |
| FUND BALANCE, OCTOBER 1, 2001 | (7,180) | (7,180) | - | 46,842 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$(7,180) | \$(33,957) | \$(26,777) | \$(7,180) |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
ADULT PROBATION
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------|------------|
| ASSETS | | |
| Cash | \$ 57,264 | \$ 297,825 |
| Investments | 296,837 | 40,942 |
| Total Assets | \$ 354,101 | \$ 338,767 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 7,369 | \$ 9,680 |
| Total Liabilities | 7,369 | 9,680 |
| Fund Balance: | | |
| Unreserved and undesignated | 346,732 | 329,087 |
| Total Fund Balance | 346,732 | 329,087 |
| Total Liabilities and Fund Balance | \$ 354,101 | \$ 338,767 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

ADULT PROBATION FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|-------------------|-------------------|----------------------------|-------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 830,284 | \$ 842,720 | \$ 12,436 | \$ 828,922 |
| Fees | 480,000 | 566,805 | 86,805 | 442,033 |
| Interest | <u>12,000</u> | <u>4,907</u> | <u>(7,093)</u> | <u>13,434</u> |
| Total Revenue | <u>1,322,284</u> | <u>1,414,432</u> | <u>92,148</u> | <u>1,284,389</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Personnel services | 1,162,212 | 1,107,026 | 55,186 | 1,069,808 |
| Supplies and materials | 43,800 | 24,268 | 19,532 | 31,110 |
| Other services and charges | <u>231,207</u> | <u>265,493</u> | <u>(34,286)</u> | <u>235,485</u> |
| Total Expenditures | <u>1,437,219</u> | <u>1,396,787</u> | <u>40,432</u> | <u>1,336,403</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (114,935) | 17,645 | 132,580 | (52,014) |
| FUND BALANCE, OCTOBER 1, 2001 | <u>329,087</u> | <u>329,087</u> | <u>-</u> | <u>381,101</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 214,152</u> | <u>\$ 346,732</u> | <u>\$ 132,580</u> | <u>\$ 329,087</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GRAYSON COUNTY PROTECTIVE SERVICES
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|----------------------|------------------------|
| ASSETS | | |
| Cash | \$ <u>302</u> | \$ <u>1,116</u> |
| Total Assets | \$ <u><u>302</u></u> | \$ <u><u>1,116</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ <u>-</u> | \$ <u>1,868</u> |
| Total Liabilities | <u>-</u> | <u>1,868</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>302</u> | (<u>752</u>) |
| Total Fund Balance | <u>302</u> | (<u>752</u>) |
| Total Liabilities and Fund Balance | \$ <u><u>302</u></u> | \$ <u><u>1,116</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

GRAYSON COUNTY PROTECTIVE SERVICES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Interest | \$ 25 | \$ 60 | \$ 35 | \$ 51 |
| Miscellaneous | <u>-</u> | <u>6</u> | <u>6</u> | <u>5,040</u> |
| Total Revenue | <u>25</u> | <u>66</u> | <u>41</u> | <u>5,091</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Health and Welfare: | | | | |
| Supplies and materials | 10,250 | 12,012 | (1,762) | 19,233 |
| Other services and charges | <u>-</u> | <u>-</u> | <u>-</u> | <u>57</u> |
| Total Expenditures | <u>10,250</u> | <u>12,012</u> | <u>(1,762)</u> | <u>19,290</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(10,225)</u> | <u>(11,946)</u> | <u>(1,721)</u> | <u>(14,199)</u> |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | <u>13,000</u> | <u>13,000</u> | <u>-</u> | <u>13,000</u> |
| Total Other Financing Sources | <u>13,000</u> | <u>13,000</u> | <u>-</u> | <u>13,000</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | 2,775 | 1,054 | (1,721) | (1,199) |
| FUND BALANCE, OCTOBER 1, 2001 | <u>(752)</u> | <u>(752)</u> | <u>-</u> | <u>447</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 2,023</u> | <u>\$ 302</u> | <u>\$(1,721)</u> | <u>\$(752)</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GRAYSON COUNTY DATA CENTER
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-----------|------|
| ASSETS | | |
| Cash | \$ 14,290 | \$ - |
| Receivables - miscellaneous | 1,643 | - |
| Total Assets | \$ 15,933 | \$ - |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ - | \$ - |
| Fund Balance: | | |
| Unreserved and undesignated | 15,933 | - |
| Total Fund Balance | 15,933 | - |
| Total Liabilities and Fund Balance | \$ 15,933 | \$ - |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

GRAYSON COUNTY DATA CENTER

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

| | 2002 | | |
|---|------------------|------------------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUE | | | |
| Contribution from other government | \$ 2,500 | \$ 93,021 | \$ 90,521 |
| Interest | - | 589 | 589 |
| Miscellaneous | <u>258,112</u> | <u>269,268</u> | <u>11,156</u> |
| Total Revenue | <u>260,612</u> | <u>362,878</u> | <u>102,266</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General Government: | | | |
| Personnel services | 182,647 | 188,813 | (6,166) |
| Other services and charges | 84,740 | 117,554 | (32,814) |
| Capital outlay | 1,000 | 751 | 249 |
| Debt service | | | |
| Principal | 39,830 | 37,983 | 1,847 |
| Interest | <u>1,850</u> | <u>1,844</u> | <u>6</u> |
| Total Expenditures | <u>310,067</u> | <u>346,945</u> | <u>(36,878)</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (49,455) | 15,933 | 65,388 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>60,864</u> | <u>-</u> | <u>(60,864)</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 11,409</u> | <u>\$ 15,933</u> | <u>\$ 4,524</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
SHERIFF DRUG FORFEITURE
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-----------|-----------|
| ASSETS | | |
| Cash | \$ 4,285 | \$ 2,676 |
| Investments | 19,727 | 36,239 |
| Total Assets | \$ 24,012 | \$ 38,915 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 794 | \$ 7,129 |
| Total Liabilities | 794 | 7,129 |
| Fund Balance: | | |
| Unreserved and undesignated | 23,218 | 31,786 |
| Total Fund Balance | 23,218 | 31,786 |
| Total Liabilities and Fund Balance | \$ 24,012 | \$ 38,915 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

SHERIFF DRUG FORFEITURE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|---|-----------|-----------|--|----------------|
| | Budget | Actual | | |
| REVENUE | | | | |
| Intergovernmental | \$ 10,000 | \$ 25,138 | \$ 15,138 | \$ 11,335 |
| Interest | 2,000 | 488 | (1,512) | 1,649 |
| Miscellaneous | - | - | - | 9,737 |
| Total Revenue | 12,000 | 25,626 | 13,626 | 22,721 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Supplies and materials | 10,000 | 19,577 | (9,577) | 16,957 |
| Other services and charges | 10,000 | 378 | 9,622 | - |
| Capital outlay | 10,000 | 18,811 | (8,811) | 7,900 |
| Total Expenditures | 30,000 | 38,766 | (8,766) | 24,857 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (18,000) | (13,140) | 4,860 | (2,136) |
| OTHER FINANCING SOURCES | | | | |
| Sale of fixed assets | 500 | 4,572 | 4,072 | 356 |
| Total Other Financing Sources | 500 | 4,572 | 4,072 | 356 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | (17,500) | (8,568) | 8,932 | (1,780) |
| FUND BALANCE, OCTOBER 1, 2001 | 31,786 | 31,786 | - | 33,566 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ 14,286 | \$ 23,218 | \$ 8,932 | \$ 31,786 |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
COUNTY SHERIFF COMMISSARY FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|--|----------------------|----------------------|
| ASSETS | | |
| Cash | \$ 2,824 | \$ 198 |
| Receivables - miscellaneous | 2,729 | 6,141 |
| Investments | <u>73,240</u> | <u>54,946</u> |
| Total Assets | <u>\$ 78,793</u> | <u>\$ 61,285</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ <u>477</u> | \$ <u>421</u> |
| Total Liabilities | <u>477</u> | <u>421</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>78,316</u> | <u>60,864</u> |
| Total Fund Balance | <u>78,316</u> | <u>60,864</u> |
| Total Liabilities and Fund Balance | <u>\$ 78,793</u> | <u>\$ 61,285</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

COUNTY SHERIFF COMMISSARY FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Interest | \$ 2,000 | \$ 1,315 | \$ (685) | \$ 2,483 |
| Miscellaneous | <u>30,000</u> | <u>28,607</u> | <u>(1,393)</u> | <u>38,912</u> |
| Total Revenue | <u>32,000</u> | <u>29,922</u> | <u>(2,078)</u> | <u>41,395</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Supplies and materials | 20,000 | 12,470 | 7,530 | 19,939 |
| Capital outlay | <u>5,000</u> | <u>-</u> | <u>5,000</u> | <u>-</u> |
| Total Expenditures | <u>25,000</u> | <u>12,470</u> | <u>12,530</u> | <u>19,939</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 7,000 | 17,452 | 10,452 | 21,456 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>60,864</u> | <u>60,864</u> | <u>-</u> | <u>39,408</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 67,864</u> | <u>\$ 78,316</u> | <u>\$ 10,452</u> | <u>\$ 60,864</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
DOMESTIC VIOLENCE
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|----------|----------|
| ASSETS | | |
| Receivables - miscellaneous | \$ 3,312 | \$ - |
| Due from other governments | 6,555 | 9,860 |
| Total Assets | \$ 9,867 | \$ 9,860 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 30 | \$ 226 |
| Due to other funds | 9,837 | 9,634 |
| Total Liabilities | 9,867 | 9,860 |
| Fund Balance | - | - |
| Total Liabilities and Fund Balance | \$ 9,867 | \$ 9,860 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

DOMESTIC VIOLENCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|-----------|-----------|----------------------------|-----------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 48,992 | \$ 42,562 | \$(6,430) | \$ 40,656 |
| Total Revenue | 48,992 | 42,562 | (6,430) | 40,656 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | 52,741 | 52,136 | 605 | 50,084 |
| Supplies and materials | 5,000 | 2,788 | 2,212 | 2,062 |
| Other services and charges | 2,231 | 1,193 | 1,038 | 862 |
| Capital outlay | 5,350 | 632 | 4,718 | 3,311 |
| Total Expenditures | 65,322 | 56,749 | 8,573 | 56,319 |
| DEFICIENCY OF REVENUE OVER EXPENDITURES | (16,330) | (14,187) | 2,143 | (15,663) |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 16,330 | 14,187 | (2,143) | 15,663 |
| Total Other Financing Sources | 16,330 | 14,187 | (2,143) | 15,663 |
| DEFICIENCY OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | - | - | - | - |
| FUND BALANCE, OCTOBER 1, 2001 | - | - | - | - |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ - | \$ - | \$ - | \$ - |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
SCHOOL AND COMMUNITY LIAISON
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------------------|------------------------|
| ASSETS | | |
| Due from other governments | \$ <u>4,593</u> | \$ <u>1,834</u> |
| Total Assets | \$ <u><u>4,593</u></u> | \$ <u><u>1,834</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 27 | \$ 32 |
| Due to other funds | <u>4,566</u> | <u>1,802</u> |
| Total Liabilities | <u>4,593</u> | <u>1,834</u> |
| Fund Balance | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balance | \$ <u><u>4,593</u></u> | \$ <u><u>1,834</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

SCHOOL AND COMMUNITY LIAISON

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|-----------|-----------|----------------------------|-----------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 21,745 | \$ 18,620 | \$(3,125) | \$ 17,535 |
| Total Revenue | 21,745 | 18,620 | (3,125) | 17,535 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Personnel services | 36,615 | 38,896 | (2,281) | 37,515 |
| Supplies and materials | 4,000 | 908 | 3,092 | 478 |
| Capital outlay | 5,138 | - | 5,138 | 600 |
| Other services and charges | 3,400 | - | 3,400 | - |
| Indirect | 428 | 371 | 57 | - |
| Total Expenditures | 49,581 | 40,175 | 9,406 | 38,593 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (27,836) | (21,555) | 6,281 | (21,058) |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 27,836 | 21,555 | (6,281) | 21,058 |
| Total Other Financing Sources | 27,836 | 21,555 | (6,281) | 21,058 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | - | - | - | - |
| FUND BALANCE, OCTOBER 1, 2001 | - | - | - | - |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ - | \$ - | \$ - | \$ - |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
JUVENILE BOOT CAMP FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|-------------------|-------------------|
| ASSETS | | |
| Cash | \$ 9,354 | \$ 68,131 |
| Investments | 295,046 | 147,228 |
| Receivable - miscellaneous | 28,650 | 63,988 |
| Due from other governments | <u>3,780</u> | <u>48,586</u> |
| Total Assets | <u>\$ 336,830</u> | <u>\$ 327,933</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 25,060 | \$ 24,796 |
| Deferred revenue | - | 19,430 |
| Due to other funds | <u>200,000</u> | <u>-</u> |
| Total Liabilities | <u>225,060</u> | <u>44,226</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>111,770</u> | <u>283,707</u> |
| Total Fund Balance | <u>111,770</u> | <u>283,707</u> |
| Total Liabilities and Fund Balance | <u>\$ 336,830</u> | <u>\$ 327,933</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

JUVENILE BOOT CAMP FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|-------------------|-------------------|----------------------------|-------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 413,250 | \$ 395,134 | \$ (18,116) | \$ 462,642 |
| Fees | 953,000 | 921,364 | (31,636) | 920,922 |
| Interest | <u>4,500</u> | <u>5,224</u> | <u>724</u> | <u>1,433</u> |
| Total Revenue | <u>1,370,750</u> | <u>1,321,722</u> | <u>(49,028)</u> | <u>1,384,997</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Personnel services | 875,000 | 909,427 | (34,427) | 847,676 |
| Supplies and materials | 136,000 | 127,709 | 8,291 | 119,247 |
| Other services and charges | 217,400 | 129,810 | 87,590 | 185,758 |
| Capital outlay | <u>200</u> | <u>1,713</u> | <u>(1,513)</u> | <u>1,618</u> |
| Total Expenditures | <u>1,228,600</u> | <u>1,168,659</u> | <u>59,941</u> | <u>1,154,299</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>142,150</u> | <u>153,063</u> | <u>10,913</u> | <u>230,698</u> |
| OPERATING TRANSFERS | | | | |
| Operating transfers out | (175,000) | (325,000) | (150,000) | (125,000) |
| Total Operating Transfers | <u>(175,000)</u> | <u>(325,000)</u> | <u>(150,000)</u> | <u>(125,000)</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AFTER TRANSFERS | (32,850) | (171,937) | (139,087) | 105,698 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>283,707</u> | <u>283,707</u> | <u>-</u> | <u>178,009</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 250,857</u> | <u>\$ 111,770</u> | <u>\$ (139,087)</u> | <u>\$ 283,707</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
COUNTY ATTORNEY SPECIAL FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------------|------------------|
| ASSETS | | |
| Cash | \$ 11,772 | \$ 14,745 |
| Investments | 30,613 | 30,856 |
| Prepaid expenditures | 438 | 438 |
| Total Assets | \$ 42,823 | \$ 46,039 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ <u>17,845</u> | \$ <u>14,708</u> |
| Total Liabilities | 17,845 | 14,708 |
| Fund Balance: | | |
| Reserved for prepaid expenditures | 438 | 438 |
| Unreserved and undesignated | 24,540 | 30,893 |
| Total Fund Balance | 24,978 | 31,331 |
| Total Liabilities and Fund Balance | \$ 42,823 | \$ 46,039 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

COUNTY ATTORNEY SPECIAL FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | |
|---|------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | 2001 Actual |
| REVENUE | | | | |
| Fees of office | \$ 150,000 | \$ 139,305 | \$(10,695) | \$ 158,975 |
| Total Revenue | <u>150,000</u> | <u>139,305</u> | <u>(10,695)</u> | <u>158,975</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | 107,550 | 119,403 | (11,853) | 115,230 |
| Supplies and materials | 3,150 | 5,438 | (2,288) | 20,785 |
| Other services and charges | 5,500 | 9,901 | (4,401) | 29,434 |
| Capital outlay | <u>7,450</u> | <u>6,925</u> | <u>525</u> | <u>5,869</u> |
| Total Legal | 123,650 | 141,667 | (18,017) | 171,318 |
| Debt service: | | | | |
| Principal retirement | 3,500 | 3,487 | 13 | 3,219 |
| Interest and fiscal charges | <u>525</u> | <u>504</u> | <u>21</u> | <u>771</u> |
| Total Expenditures | <u>127,675</u> | <u>145,658</u> | <u>(17,983)</u> | <u>175,308</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 22,325 | (6,353) | (28,678) | (16,333) |
| FUND BALANCE, OCTOBER 1, 2001 | <u>31,331</u> | <u>31,331</u> | <u>-</u> | <u>47,664</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 53,656</u> | <u>\$ 24,978</u> | <u>\$(28,678)</u> | <u>\$ 31,331</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
COUNTY ATTORNEY DRUG FORFEITURE FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|------------------|------------------|
| ASSETS | | |
| Cash | \$ 1,102 | \$ 1,939 |
| Investments | 16,645 | 7,405 |
| Miscellaneous receivables | <u>-</u> | <u>2,529</u> |
| Total Assets | <u>\$ 17,747</u> | <u>\$ 11,873</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ <u>2,534</u> | \$ <u>-</u> |
| Total Liabilities | <u>2,534</u> | <u>-</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>15,213</u> | <u>11,873</u> |
| Total Fund Balance | <u>15,213</u> | <u>11,873</u> |
| Total Liabilities and Fund Balance | <u>\$ 17,747</u> | <u>\$ 11,873</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

COUNTY ATTORNEY DRUG FORFEITURE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|-----------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 7,500 | \$ 22,711 | \$ 15,211 | \$ 12,429 |
| Interest | <u>1,000</u> | <u>269</u> | <u>(731)</u> | <u>400</u> |
| Total Revenue | <u>8,500</u> | <u>22,980</u> | <u>14,480</u> | <u>12,829</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | - | 1,166 | (1,166) | 14,247 |
| Supplies and materials | 4,250 | 11,199 | (6,949) | 1,652 |
| Other services and charges | 3,000 | 764 | 2,236 | 1,781 |
| Capital outlay | <u>7,500</u> | <u>9,534</u> | <u>(2,034)</u> | <u>-</u> |
| Total Expenditures | <u>14,750</u> | <u>22,663</u> | <u>(7,913)</u> | <u>17,680</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(6,250)</u> | <u>317</u> | <u>6,567</u> | <u>(4,851)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds from sale of fixed assets | <u>-</u> | <u>3,023</u> | <u>3,023</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>3,023</u> | <u>3,023</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) | <u>(6,250)</u> | <u>3,340</u> | <u>9,590</u> | <u>(4,851)</u> |
| FUND BALANCE, OCTOBER 1, 2001 | <u>11,873</u> | <u>11,873</u> | <u>-</u> | <u>16,724</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 5,623</u> | <u>\$ 15,213</u> | <u>\$ 9,590</u> | <u>\$ 11,873</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
STATE SUPPLEMENTAL
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|------------------------|--------------------|
| ASSETS | | |
| Cash | \$ <u>7,928</u> | \$ <u>-</u> |
| Total Assets | \$ <u><u>7,928</u></u> | \$ <u><u>-</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ <u>-</u> | \$ <u>-</u> |
| Fund Balance | <u>7,928</u> | <u>-</u> |
| Total Liabilities and Fund Balance | \$ <u><u>7,928</u></u> | \$ <u><u>-</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

STATE SUPPLEMENTAL

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|--|---------------|-----------------|--|----------------|
| | Budget | Actual | | |
| REVENUE | | | | |
| Intergovernmental | \$ 15,639 | \$ 22,667 | \$ 7,028 | \$ - |
| Total Revenue | <u>15,639</u> | <u>22,667</u> | <u>7,028</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | <u>15,639</u> | <u>14,739</u> | <u>900</u> | <u>-</u> |
| Total Expenditures | <u>15,639</u> | <u>14,739</u> | <u>900</u> | <u>-</u> |
| EXCESS OF REVENUE OVER EXPENDITURES | - | 7,928 | 7,928 | - |
| FUND BALANCE, OCTOBER 1, 2001 | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ -</u> | <u>\$ 7,928</u> | <u>\$ 7,928</u> | <u>\$ -</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
LAW LIBRARY FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-------------------------|-------------------------|
| ASSETS | | |
| Cash | \$ <u>59,350</u> | \$ <u>35,524</u> |
| Total Assets | \$ <u><u>59,350</u></u> | \$ <u><u>35,524</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ <u>1,430</u> | \$ <u>1,942</u> |
| Total Liabilities | <u>1,430</u> | <u>1,942</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>57,920</u> | <u>33,582</u> |
| Total Fund Balance | <u>57,920</u> | <u>33,582</u> |
| Total Liabilities and Fund Balance | \$ <u><u>59,350</u></u> | \$ <u><u>35,524</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

LAW LIBRARY FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Fines and forfeitures | \$ 73,000 | \$ 91,700 | \$ 18,700 | \$ 78,525 |
| Interest | - | 596 | 596 | 285 |
| Miscellaneous | <u>1,200</u> | <u>1,216</u> | <u>16</u> | <u>1,554</u> |
| Total Revenue | <u>74,200</u> | <u>93,512</u> | <u>19,312</u> | <u>80,364</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Judicial: | | | | |
| Personnel services | 38,705 | 34,011 | 4,694 | 36,021 |
| Supplies and materials | 33,245 | 33,343 | (98) | 22,454 |
| Other services and charges | 1,500 | 1,096 | 404 | 1,188 |
| Capital outlay | <u>724</u> | <u>724</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>74,174</u> | <u>69,174</u> | <u>5,000</u> | <u>59,663</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 26 | 24,338 | 24,312 | 20,701 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>33,582</u> | <u>33,582</u> | <u>-</u> | <u>12,881</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 33,608</u> | <u>\$ 57,920</u> | <u>\$ 24,312</u> | <u>\$ 33,582</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GRAYSON COUNTY HISTORICAL COMMISSION
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------------|------------------|
| ASSETS | | |
| Cash | \$ 164 | \$ 22 |
| Investments | <u>12,695</u> | <u>12,437</u> |
| Total Assets | <u>\$ 12,859</u> | <u>\$ 12,459</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ <u>-</u> | \$ <u>-</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>12,859</u> | <u>12,459</u> |
| Total Fund Balance | <u>12,859</u> | <u>12,459</u> |
| Total Liabilities and Fund Balance | <u>\$ 12,859</u> | <u>\$ 12,459</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

GRAYSON COUNTY HISTORICAL COMMISSION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|-----------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | \$ - | \$ - | \$ - | \$ - |
| EXPENDITURES | | | | |
| Current: | | | | |
| Cultural and Recreational: | | | | |
| Supplies and materials | 250 | - | 250 | 1,192 |
| Other services and charges | <u>4,250</u> | <u>1,100</u> | <u>5,350</u> | <u>-</u> |
| Total Expenditures | <u>4,500</u> | <u>1,100</u> | <u>3,400</u> | <u>1,192</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(4,500)</u> | <u>(1,100)</u> | <u>3,400</u> | <u>(1,192)</u> |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | <u>1,500</u> | <u>1,500</u> | <u>-</u> | <u>1,500</u> |
| Total Operating Financing Sources | <u>1,500</u> | <u>1,500</u> | <u>-</u> | <u>1,500</u> |
| EXCESS OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | <u>(3,000)</u> | 400 | 3,400 | 308 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>12,459</u> | <u>12,459</u> | <u>-</u> | <u>12,151</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 9,459</u> | <u>\$ 12,859</u> | <u>\$ 3,400</u> | <u>\$ 12,459</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
RECORDS PRESERVATION FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|-------------------|-------------------|
| ASSETS | | |
| Cash | \$ 6,529 | \$ 6,329 |
| Investments | 154,498 | 213,096 |
| Accounts receivable - miscellaneous | <u>-</u> | <u>781</u> |
| Total Assets | <u>\$ 161,027</u> | <u>\$ 220,206</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ <u>15,648</u> | \$ <u>15,512</u> |
| Total Liabilities | <u>15,648</u> | <u>15,512</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>145,379</u> | <u>204,694</u> |
| Total Fund Balance | <u>145,379</u> | <u>204,694</u> |
| Total Liabilities and Fund Balance | <u>\$ 161,027</u> | <u>\$ 220,206</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

RECORDS PRESERVATION FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------|------------|----------------------------|------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Fees | \$ 167,700 | \$ 219,669 | \$ 51,969 | \$ 187,353 |
| Interest | 11,600 | 5,081 | (6,519) | 12,187 |
| Miscellaneous | - | - | - | 4,995 |
| Total Revenue | 179,300 | 224,750 | 45,450 | 204,535 |
| EXPENDITURES | | | | |
| Current: | | | | |
| General Government: | | | | |
| Supplies and materials | 193,000 | 779 | 192,221 | 5,486 |
| Other services and charges | 142,500 | 280,551 | (138,051) | 62,275 |
| Repairs and maintenance | - | - | - | 164,851 |
| Capital outlay | 12,000 | 2,735 | 9,265 | 46,379 |
| Total Expenditures | 347,500 | 284,065 | 63,435 | 278,991 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (168,200) | (59,315) | 108,885 | (74,456) |
| FUND BALANCE, OCTOBER 1, 2001 | 204,694 | 204,694 | - | 279,150 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ 36,494 | \$ 145,379 | \$ 108,885 | \$ 204,694 |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
LAW ENFORCEMENT BLOCK GRANT
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-------------------------|-------------------------|
| ASSETS | | |
| Cash | \$ <u>21,705</u> | \$ <u>34,340</u> |
| Total Assets | \$ <u><u>21,705</u></u> | \$ <u><u>34,340</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | | |
| Accounts payable | \$ 9,581 | \$ 3,548 |
| Deferred revenue | <u>13,392</u> | <u>29,657</u> |
| Total Liabilities | <u>22,973</u> | <u>33,205</u> |
| Fund Balance: | | |
| Unreserved and undesignated | (<u>1,268</u>) | <u>1,135</u> |
| Total Fund Balance | (<u>1,268</u>) | <u>1,135</u> |
| Total Liabilities and Fund Balance | \$ <u><u>21,705</u></u> | \$ <u><u>34,340</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

LAW ENFORCEMENT BLOCK GRANT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|-------------|------------|----------------------------|-----------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | \$ 29,372 | \$ 47,263 | \$ 17,891 | \$ 40,579 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Supplies and materials | 35,000 | 18,448 | 16,552 | 29,164 |
| Capital outlay | 25,524 | 42,326 | (16,802) | 10,375 |
| Total Expenditures | 60,524 | 60,774 | (250) | 39,539 |
| DEFICIENCY OF REVENUE OVER EXPENDITURES | (31,152) | (13,511) | 17,641 | 1,040 |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 4,280 | 11,108 | 6,828 | - |
| Total Other Financing Sources | 4,280 | 11,108 | 6,828 | - |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | (26,872) | (2,403) | 24,469 | 1,040 |
| FUND BALANCE, OCTOBER 1, 2001 | 1,135 | 1,135 | - | 95 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$(25,737) | \$(1,268) | \$ 24,469 | \$ 1,135 |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
VICTIM ASSISTANCE PROGRAM
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------------------|------------------------|
| ASSETS | | |
| Due from other governments | \$ <u>7,264</u> | \$ <u>9,812</u> |
| Total Assets | \$ <u><u>7,264</u></u> | \$ <u><u>9,812</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 31 | \$ 257 |
| Due to other funds | <u>7,224</u> | <u>9,555</u> |
| Total Liabilities | <u>7,255</u> | <u>9,812</u> |
| Fund Balance | <u>9</u> | <u>-</u> |
| Total Liabilities and Fund Balance | \$ <u><u>7,264</u></u> | \$ <u><u>9,812</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

VICTIM ASSISTANCE PROGRAM

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 48,400 | \$ 46,082 | \$(2,318) | \$ 33,841 |
| Total Revenue | <u>48,400</u> | <u>46,082</u> | <u>(2,318)</u> | <u>33,841</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | 47,031 | 40,021 | 7,010 | 38,260 |
| Supplies and materials | 9,906 | 11,096 | (1,190) | 5,348 |
| Other services and charges | 4,236 | 4,749 | (513) | 2,222 |
| Capital outlay | - | 930 | (930) | - |
| Total Expenditures | <u>61,173</u> | <u>56,796</u> | <u>4,377</u> | <u>45,830</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(12,773)</u> | <u>(10,714)</u> | <u>2,059</u> | <u>(11,989)</u> |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | <u>12,773</u> | <u>10,723</u> | <u>(2,050)</u> | <u>11,989</u> |
| Total Other Financing Sources | <u>12,773</u> | <u>10,723</u> | <u>(2,050)</u> | <u>11,989</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | - | 9 | 9 | - |
| FUND BALANCE, OCTOBER 1, 2001 | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ -</u> | <u>\$ 9</u> | <u>\$ 9</u> | <u>\$ -</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
COURTHOUSE SECURITY FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------|------------|
| ASSETS | | |
| Cash | \$ 3,955 | \$ 2,952 |
| Investments | 524,497 | 437,250 |
| Miscellaneous receivables | - | 2,604 |
| Total Assets | \$ 528,452 | \$ 442,806 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ - | \$ - |
| Fund Balance: | | |
| Unreserved and undesignated | 528,452 | 442,806 |
| Total Fund Balance | 528,452 | 442,806 |
| Total Liabilities and Fund Balance | \$ 528,452 | \$ 442,806 |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

COURTHOUSE SECURITY FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | | |
|---|-------------------|-------------------|--|-------------------|
| | Budget | Actual | Variance Favorable (Unfavorable) | 2001 Actual |
| REVENUE | | | | |
| Fees | \$ 63,800 | \$ 78,758 | \$ 14,958 | \$ 74,689 |
| Interest | <u>12,000</u> | <u>10,675</u> | (1,325) | <u>19,630</u> |
| Total Revenue | <u>75,800</u> | <u>89,433</u> | <u>13,633</u> | <u>94,319</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General Government: | | | | |
| Supplies and materials | 15,000 | 3,787 | 11,213 | 1,600 |
| Capital outlay | <u>275,000</u> | <u>-</u> | <u>275,000</u> | <u>-</u> |
| Total Expenditures | <u>290,000</u> | <u>3,787</u> | <u>286,213</u> | <u>1,600</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (214,200) | 85,646 | 299,846 | 92,719 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>442,806</u> | <u>442,806</u> | <u>-</u> | <u>350,087</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 228,606</u> | <u>\$ 528,452</u> | <u>\$ 299,846</u> | <u>\$ 442,806</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
COURT REPORTER SERVICE FUND
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-----------------------|-----------------------|
| ASSETS | | |
| Cash | \$ <u> -</u> | \$ <u> -</u> |
| Total Assets | \$ <u> -</u> | \$ <u> -</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ <u> -</u> | \$ <u> -</u> |
| Total Liabilities | <u> -</u> | <u> -</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u> -</u> | <u> -</u> |
| Total Fund Balance | <u> -</u> | <u> -</u> |
| Total Liabilities and Fund Balance | \$ <u> -</u> | \$ <u> -</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

COURT REPORTER SERVICE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|-----------------|---------------|----------------------------|--------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Fees | \$ 12,000 | \$ 30,845 | \$ 18,845 | \$ 8,085 |
| Total Revenue | <u>12,000</u> | <u>30,845</u> | <u>18,845</u> | <u>8,085</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General Government: | | | | |
| Other services and charges | 5,000 | 28,895 | (23,895) | 8,085 |
| Capital outlay | <u>2,000</u> | <u>1,950</u> | <u>50</u> | <u>-</u> |
| Total Expenditures | <u>7,000</u> | <u>30,845</u> | <u>(23,845)</u> | <u>8,085</u> |
| EXCESS OF REVENUE OVER EXPENDITURES | 5,000 | - | (5,000) | - |
| FUND BALANCE, OCTOBER 1, 2001 | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 5,000</u> | <u>\$ -</u> | <u>\$(5,000)</u> | <u>\$ -</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
DRUG TREATMENT FOR JUVENILE OFFENDERS
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|-------------------------|------------------------|
| ASSETS | | |
| Due from other governments | \$ <u>37,402</u> | \$ <u>7,878</u> |
| Total Assets | \$ <u><u>37,402</u></u> | \$ <u><u>7,878</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Due to other funds | \$ <u>37,402</u> | \$ <u>7,878</u> |
| Total Liabilities | <u>37,402</u> | <u>7,878</u> |
| Fund Balance | - | - |
| Total Liabilities and Fund Balance | \$ <u><u>37,402</u></u> | \$ <u><u>7,878</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

DRUG TREATMENT FOR JUVENILE OFFENDERS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|-----------------|-----------------|----------------------------|-----------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 37,402 | \$ 37,402 | \$ - | \$ 82,884 |
| Total Revenue | <u>37,402</u> | <u>37,402</u> | <u>-</u> | <u>82,884</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public Safety: | | | | |
| Other services and charges | 41,557 | 41,557 | - | 87,351 |
| Capital outlay | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>41,557</u> | <u>41,557</u> | <u>-</u> | <u>87,351</u> |
| DEFICIENCY OF REVENUE OVER EXPENDITURES | <u>(4,155)</u> | <u>(4,155)</u> | <u>-</u> | <u>(4,467)</u> |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | <u>4,155</u> | <u>4,155</u> | <u>-</u> | <u>4,467</u> |
| Total Other Financing Sources | <u>4,155</u> | <u>4,155</u> | <u>-</u> | <u>4,467</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, OCTOBER 1, 2001 | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
FEDERAL FORFEITURE
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|-------------------------|-------------------------|
| ASSETS | | |
| Cash | \$ <u>19,743</u> | \$ <u>10,345</u> |
| Total Assets | \$ <u><u>19,743</u></u> | \$ <u><u>10,345</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ <u>-</u> | \$ <u>-</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>19,743</u> | <u>10,345</u> |
| Total Fund Balance | <u>19,743</u> | <u>10,345</u> |
| Total Liabilities and Fund Balance | \$ <u><u>19,743</u></u> | \$ <u><u>10,345</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FEDERAL FORFEITURE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|------------------|------------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Interest | \$ - | \$ 306 | \$ 306 | \$ 127 |
| Miscellaneous | <u>-</u> | <u>24,563</u> | <u>24,563</u> | <u>-</u> |
| Total Revenue | <u>-</u> | <u>24,869</u> | <u>24,869</u> | <u>127</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Supplies and materials | - | 116 | 116 | - |
| Capital outlay | <u>-</u> | <u>15,355</u> | <u>15,355</u> | <u>-</u> |
| Total Expenditures | <u>-</u> | <u>15,471</u> | <u>15,471</u> | <u>-</u> |
| EXCESS OF REVENUE OVER EXPENDITURES | - | 9,398 | 9,398 | 127 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>10,345</u> | <u>10,345</u> | <u>-</u> | <u>10,218</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 10,345</u> | <u>\$ 19,743</u> | <u>\$ 9,398</u> | <u>\$ 10,345</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
COUNTY ATTORNEY VICTIM'S LIAISON
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|------------------------|-------------------------|
| ASSETS | | |
| Due from other governments | \$ <u>7,750</u> | \$ <u>10,883</u> |
| Total Assets | \$ <u><u>7,750</u></u> | \$ <u><u>10,883</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 35 | \$ 39 |
| Due to other funds | <u>7,715</u> | <u>10,844</u> |
| Total Liabilities | <u>7,750</u> | <u>10,883</u> |
| Fund Balance | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balance | \$ <u><u>7,750</u></u> | \$ <u><u>10,883</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

COUNTY ATTORNEY VICTIM'S LIAISON

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|-----------------|-----------------|----------------------------|------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 39,400 | \$ 39,684 | \$ 284 | \$ 30,614 |
| Total Revenue | <u>39,400</u> | <u>39,684</u> | <u>284</u> | <u>30,614</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | 48,775 | 48,152 | 623 | 48,647 |
| Supplies and materials | - | - | - | 3,577 |
| Other services and charges | <u>-</u> | <u>276</u> | <u>(276)</u> | <u>4</u> |
| Total Expenditures | <u>48,775</u> | <u>48,428</u> | <u>347</u> | <u>52,228</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | <u>(9,375)</u> | <u>(8,744)</u> | <u>631</u> | <u>(21,614)</u> |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | <u>9,375</u> | <u>8,744</u> | <u>(631)</u> | <u>21,614</u> |
| Total Other Financing Sources | <u>9,375</u> | <u>8,744</u> | <u>(631)</u> | <u>21,614</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | - | - | - | - |
| FUND BALANCE, OCTOBER 1, 2001 | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GUN VIOLENCE
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|-------------------------------------|------------------------|--------------------|
| ASSETS | | |
| Cash | \$ <u>1,543</u> | \$ <u>-</u> |
| Total Assets | \$ <u><u>1,543</u></u> | \$ <u><u>-</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 30 | \$ - |
| Deferred revenue | <u>1,513</u> | <u>-</u> |
| Total Liabilities | <u>1,543</u> | <u>-</u> |
| Fund Balance | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balance | \$ <u><u>1,543</u></u> | \$ <u><u>-</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

GUN VIOLENCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|--|-----------|----------|----------------------------|--------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 40,000 | \$ 8,487 | \$(31,513) | \$ - |
| Total Revenue | 40,000 | 8,487 | (31,513) | - |
| EXPENDITURES | | | | |
| Current: | | | | |
| Legal: | | | | |
| Personnel services | 53,563 | 10,126 | 43,437 | - |
| Total Expenditures | 53,563 | 10,126 | 43,437 | - |
| EXCESS OF REVENUE OVER EXPENDITURES | (13,563) | (1,639) | 11,924 | - |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 13,563 | 1,639 | 11,924 | - |
| Total Other Financing Sources | 13,563 | 1,639 | 11,924 | - |
| FUND BALANCE, OCTOBER 1, 2001 | - | - | - | - |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ - | \$ - | \$ - | \$ - |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
JUSTICE OF THE PEACE TECHNOLOGY FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|-------------------------|----------------------|
| ASSETS | | |
| Cash | \$ <u>26,319</u> | \$ <u>569</u> |
| Total Assets | \$ <u><u>26,319</u></u> | \$ <u><u>-</u></u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Total Liabilities | \$ - | \$ - |
| Fund Balance | <u>26,319</u> | <u>569</u> |
| Total Liabilities and Fund Balance | \$ <u><u>26,319</u></u> | \$ <u><u>569</u></u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

JUSTICE OF THE PEACE TECHNOLOGY FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|------------------|----------------------------|---------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 25,400 | \$ 28,989 | \$ 3,589 | \$ 569 |
| Total Revenue | <u>25,400</u> | <u>28,989</u> | <u>3,589</u> | <u>569</u> |
| EXPENDITURES | | | | |
| Judicial: | | | | |
| Services and charges | <u>15,000</u> | <u>3,239</u> | <u>11,761</u> | <u>-</u> |
| Total Expenditures | <u>15,000</u> | <u>3,239</u> | <u>11,761</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 10,400 | 25,750 | (8,172) | 569 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>569</u> | <u>569</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 10,969</u> | <u>\$ 26,319</u> | <u>\$ 15,350</u> | <u>\$ 569</u> |

CAPITAL PROJECTS FUNDS

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

Permanent Improvement – to account for the cost of improvements to buildings and sidewalks, etc. Financing is provided by tax assessments.

Lateral Road – to account for capital expenditures for road and bridge precincts from resources supplied by the State of Texas for that purpose.

Special Right-of-Way – to account for the cost of acquiring state right-of-way. The State of Texas reimburses the County 90% of the expenditures for right-of-way acquisitions for state highways. The financing is provided by a special property tax levied in prior years and interest on investments.

Juvenile Boot Camp Construction – to account for the cost of the construction of a 60 to 70-student alternative learning academy and 40-bed regional boot camp facility. Funds are received from County and state government agencies, as well as private foundations.

GRAYSON COUNTY, TEXAS

COMBINING BALANCE SHEET

CAPITAL PROJECTS FUNDS

SEPTEMBER 30, 2002

(With Comparative Totals for September 30, 2001)

| | <u>Permanent Improvement</u> | <u>Lateral Road</u> | <u>Special Right-of-Way</u> |
|--|----------------------------------|-------------------------|---------------------------------|
| ASSETS | | | |
| Cash | \$ 1,574 | \$ - | \$ 1,006 |
| Investments | 668,143 | 69,859 | 5,436,306 |
| Receivables - miscellaneous | 6,304 | - | 53,772 |
| Delinquent property taxes | 12,853 | - | - |
| Due from other funds | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Assets | <u>\$ 688,874</u> | <u>\$ 69,859</u> | <u>\$ 5,491,084</u> |
| LIABILITIES AND FUND BALANCE | | | |
| Liabilities: | | | |
| Due to other funds | \$ - | \$ 297 | \$ - |
| Accounts payable | 2,679 | 855 | - |
| Deferred revenue - delinquent property taxes | <u>12,853</u> | <u>-</u> | <u>-</u> |
| Total Liabilities | <u>15,532</u> | <u>1,152</u> | <u>-</u> |
| Fund Balance: | | | |
| Unreserved and undesignated | <u>673,342</u> | <u>68,707</u> | <u>5,491,084</u> |
| Total Fund Balance | <u>673,342</u> | <u>68,707</u> | <u>5,491,084</u> |
| Total Liabilities and Fund Balance | <u>\$ 688,874</u> | <u>\$ 69,859</u> | <u>\$ 5,491,084</u> |

| <u>Boot Camp Construction</u> | <u>Totals</u> | |
|-----------------------------------|---------------------|---------------------|
| | <u>2002</u> | <u>2001</u> |
| \$ 400 | \$ 2,980 | \$ 4,045 |
| 139,729 | 6,314,037 | 6,108,854 |
| - | 60,076 | 61,118 |
| - | 12,853 | 13,223 |
| <u>150,000</u> | <u>150,000</u> | <u>-</u> |
| <u>\$ 290,129</u> | <u>\$ 6,539,946</u> | <u>\$ 6,187,240</u> |
| | | |
| \$ - | \$ 297 | \$ 10,877 |
| - | 3,534 | 3,992 |
| <u>-</u> | <u>12,853</u> | <u>13,223</u> |
| <u>-</u> | <u>16,684</u> | <u>28,092</u> |
| | | |
| <u>290,129</u> | <u>6,523,262</u> | <u>6,159,148</u> |
| <u>290,129</u> | <u>6,523,262</u> | <u>6,159,148</u> |
| <u>\$ 290,129</u> | <u>\$ 6,539,946</u> | <u>\$ 6,187,240</u> |

GRAYSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE**

CAPITAL PROJECTS FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(With Comparative Totals for the Fiscal Year Ended September 30, 2001)

| | <u>Permanent Improvement</u> | <u>Lateral Road</u> | <u>Special Right-of-Way</u> |
|--|----------------------------------|-------------------------|---------------------------------|
| REVENUE | | | |
| Taxes, including penalties and interest | \$ 157,068 | \$ - | \$ - |
| Intergovernmental | - | 63,120 | - |
| Interest | <u>21,349</u> | <u>4,850</u> | <u>189,420</u> |
| Proceeds from sale of fixed assets | | | |
| Total Revenue | <u>178,417</u> | <u>67,970</u> | <u>189,420</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Highways, streets and bridges | - | 95,903 | 83,239 |
| Capital projects: | | | |
| Professional fees | 21,400 | | |
| Repairs and maintenance | - | - | - |
| Capital outlay | 454,922 | 38,559 | - |
| Miscellaneous | <u>28,979</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>505,301</u> | <u>134,462</u> | <u>83,239</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES | | | |
| | <u>(326,884)</u> | <u>(66,492)</u> | <u>106,181</u> |
| OTHER FINANCING SOURCES | | | |
| Operating transfers | - | - | - |
| Proceeds from sale of land | <u>400,000</u> | <u>-</u> | <u>-</u> |
| Total Operating Transfers | <u>400,000</u> | <u>-</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | | | |
| | 73,116 | (66,492) | 106,181 |
| FUND BALANCE, OCTOBER 1, 2001 | | | |
| | <u>600,226</u> | <u>135,199</u> | <u>5,384,903</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | | | |
| | <u>\$ 673,342</u> | <u>\$ 68,707</u> | <u>\$ 5,491,084</u> |

| Boot Camp Construction | Totals | |
|---------------------------|---------------------|---------------------|
| | 2002 | 2001 |
| \$ - | \$ 157,068 | \$ 157,628 |
| - | 63,120 | 63,067 |
| <u>1,741</u> | <u>217,360</u> | <u>295,793</u> |
| <u>1,741</u> | <u>437,548</u> | <u>516,488</u> |
| - | 179,142 | 149,561 |
| | 21,400 | |
| 13,352 | 13,352 | 106,378 |
| 62,080 | 555,561 | 125,091 |
| - | 28,979 | - |
| <u>75,432</u> | <u>798,434</u> | <u>381,030</u> |
| <u>(73,691)</u> | <u>(360,886)</u> | <u>135,458</u> |
| 325,000 | 325,000 | 125,000 |
| - | 400,000 | - |
| <u>325,000</u> | <u>725,000</u> | <u>125,000</u> |
| 251,309 | 364,114 | 260,458 |
| <u>38,820</u> | <u>6,159,148</u> | <u>5,898,690</u> |
| <u>\$ 290,129</u> | <u>\$ 6,523,262</u> | <u>\$ 6,159,148</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

CAPITAL PROJECTS FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|--|---------------------|---------------------|--|---------------------|
| | Budget | Actual | | |
| REVENUE | | | | |
| Taxes: | | | | |
| Current | \$ 150,000 | \$ 150,069 | \$ 69 | \$ 149,097 |
| Delinquent | 5,000 | 4,361 | (639) | 5,727 |
| Penalties and interest | 2,700 | 2,638 | (62) | 2,804 |
| Total Taxes | <u>157,700</u> | <u>157,068</u> | <u>(632)</u> | <u>157,628</u> |
| Intergovernmental | 63,000 | 63,120 | 120 | 63,067 |
| Interest | 206,000 | 217,360 | 11,360 | 295,793 |
| Total Revenue | <u>426,700</u> | <u>437,548</u> | <u>10,848</u> | <u>516,488</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Highways, streets and bridges | 246,000 | 179,142 | 66,858 | 149,561 |
| Capital projects: | | | | |
| Professional fees | - | 21,400 | (21,400) | - |
| Repairs and maintenance | 60,000 | 13,352 | 46,648 | 106,378 |
| Capital outlay | 446,000 | 555,561 | (109,561) | 125,091 |
| Miscellaneous | 50,000 | 28,979 | 21,021 | - |
| Total Expenditures | <u>802,000</u> | <u>798,434</u> | <u>3,566</u> | <u>381,030</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES BEFORE OPERATING TRANSFERS | <u>(375,300)</u> | <u>(360,886)</u> | <u>14,414</u> | <u>135,458</u> |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers | 125,000 | 325,000 | 200,000 | 125,000 |
| Sale of fixed assets | 400,000 | 400,000 | - | - |
| Total Other Financing Sources | <u>525,000</u> | <u>725,000</u> | <u>200,000</u> | <u>125,000</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 149,700 | 364,114 | 214,414 | 260,458 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>6,159,148</u> | <u>6,159,148</u> | <u>-</u> | <u>5,898,690</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 6,308,848</u> | <u>\$ 6,523,262</u> | <u>\$ 214,414</u> | <u>\$ 6,159,148</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
PERMANENT IMPROVEMENT FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|--|-------------------|-------------------|
| ASSETS | | |
| Cash | \$ 1,574 | \$ 1,420 |
| Investments | 668,143 | 593,614 |
| Miscellaneous receivables | 6,304 | 5,192 |
| Delinquent property taxes | <u>12,853</u> | <u>13,223</u> |
| Total Assets | <u>\$ 688,874</u> | <u>\$ 613,449</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 2,679 | \$ - |
| Deferred revenue - delinquent property taxes | <u>12,853</u> | <u>13,223</u> |
| Total Liabilities | <u>15,532</u> | <u>13,223</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>673,342</u> | <u>600,226</u> |
| Total Fund Balance | <u>673,342</u> | <u>600,226</u> |
| Total Liabilities and Fund Balance | <u>\$ 688,874</u> | <u>\$ 613,449</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

PERMANENT IMPROVEMENT FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | | |
|--|------------|------------|--|----------------|
| | Budget | Actual | Variance Favorable (Unfavorable) | 2001 Actual |
| REVENUE | | | | |
| Taxes: | | | | |
| Current | \$ 150,000 | \$ 150,069 | \$ 69 | \$ 149,097 |
| Delinquent | 5,000 | 4,361 | (639) | 5,727 |
| Penalties and interest | 2,700 | 2,638 | (62) | 2,804 |
| Total Taxes | 157,700 | 157,068 | (632) | 157,628 |
| Interest | 16,000 | 21,349 | 5,349 | 31,189 |
| Total Revenue | 173,700 | 178,417 | 4,717 | 188,817 |
| EXPENDITURES | | | | |
| Capital projects: | | | | |
| Professional fees | - | 21,400 | (21,400) | - |
| Repairs and maintenance | - | - | - | 51,256 |
| Capital outlay | 385,000 | 454,922 | (69,922) | 73,198 |
| Miscellaneous | 50,000 | 28,979 | 21,021 | - |
| Total Expenditures | 435,000 | 505,301 | (70,301) | 124,454 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES | (261,300) | (326,884) | (65,584) | 64,363 |
| OTHER FINANCING SOURCES | | | | |
| Proceeds from sale of land | 400,000 | 400,000 | - | - |
| Total other financing sources | 400,000 | 400,000 | - | - |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | 138,700 | 73,116 | (65,584) | 64,363 |
| FUND BALANCE, OCTOBER 1, 2001 | 600,226 | 600,226 | - | 535,863 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ 738,926 | \$ 673,342 | \$(65,584) | \$ 600,226 |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
LATERAL ROAD FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|------------------|-------------------|
| ASSETS | | |
| Cash | \$ - | \$ 1,574 |
| Investments | 69,859 | 133,063 |
| Miscellaneous receivables | <u>-</u> | <u>1,113</u> |
| Total Assets | <u>\$ 69,859</u> | <u>\$ 135,750</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Due to other funds | \$ 297 | \$ - |
| Accounts payable | <u>\$ 855</u> | <u>\$ 551</u> |
| Total Liabilities | <u>1,152</u> | <u>551</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>68,707</u> | <u>135,199</u> |
| Total Fund Balance | <u>68,707</u> | <u>135,199</u> |
| Total Liabilities and Fund Balance | <u>\$ 69,859</u> | <u>\$ 135,750</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

LATERAL ROAD FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|------------------|----------------------------|-------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Intergovernmental | \$ 63,000 | \$ 63,120 | \$ 120 | \$ 63,067 |
| Interest | <u>5,000</u> | <u>4,850</u> | <u>(150)</u> | <u>8,972</u> |
| Total Revenue | <u>68,000</u> | <u>67,970</u> | <u>(30)</u> | <u>72,039</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Highways, streets and bridges | 131,000 | 95,903 | 35,097 | 63,946 |
| Capital outlay | <u>21,000</u> | <u>38,559</u> | <u>(17,559)</u> | <u>20,675</u> |
| Total Expenditures | <u>152,000</u> | <u>134,462</u> | <u>17,538</u> | <u>84,621</u> |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (84,000) | (66,492) | 17,508 | (12,582) |
| FUND BALANCE, OCTOBER 1, 2001 | <u>135,199</u> | <u>135,199</u> | <u>-</u> | <u>147,781</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 51,199</u> | <u>\$ 68,707</u> | <u>\$ 17,508</u> | <u>\$ 135,199</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
SPECIAL RIGHT-OF-WAY
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|---------------------|---------------------|
| ASSETS | | |
| Cash | \$ 1,006 | \$ 1,051 |
| Investments | 5,436,306 | 5,332,177 |
| Receivables - miscellaneous | <u>53,772</u> | <u>54,813</u> |
| Total Assets | <u>\$ 5,491,084</u> | <u>\$ 5,388,041</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | | |
| Accounts payable | \$ <u>-</u> | \$ <u>3,138</u> |
| Total Liabilities | <u>-</u> | <u>3,138</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>5,491,084</u> | <u>5,384,903</u> |
| Total Fund Balance | <u>5,491,084</u> | <u>5,384,903</u> |
| Total Liabilities and Fund Balance | <u>\$ 5,491,084</u> | <u>\$ 5,388,041</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

SPECIAL RIGHT-OF-WAY

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | |
|---|--------------|--------------|----------------------------|----------------|
| | Budget | Actual | Favorable (Unfavorable) | 2001 Actual |
| REVENUE | | | | |
| Interest | \$ 185,000 | \$ 189,420 | \$ 4,420 | \$ 255,476 |
| Total Revenue | 185,000 | 189,420 | 4,420 | 255,476 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Highways, streets and bridges | 115,000 | 83,239 | 31,761 | 85,615 |
| Total Expenditures | 115,000 | 83,239 | 31,761 | 85,615 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | 70,000 | 106,181 | 36,181 | 169,861 |
| FUND BALANCE, OCTOBER 1, 2001 | 5,384,903 | 5,384,903 | - | 5,215,042 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ 5,454,903 | \$ 5,491,084 | \$ 36,181 | \$ 5,384,903 |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
JUVENILE BOOT CAMP CONSTRUCTION FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|-------------------|------------------|
| ASSETS | | |
| Cash | \$ 400 | \$ - |
| Investments | 139,729 | 50,000 |
| Due from other funds | <u>150,000</u> | <u>-</u> |
| Total Assets | <u>\$ 290,129</u> | <u>\$ 50,000</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | | |
| Due to other funds | \$ - | \$ 10,877 |
| Accounts payable | <u>-</u> | <u>303</u> |
| Total Liabilities | <u>-</u> | <u>11,180</u> |
| Fund Balance: | | |
| Unreserved and undesignated | <u>290,129</u> | <u>38,820</u> |
| Total Fund Balance | <u>290,129</u> | <u>38,820</u> |
| Total Liabilities and Fund Balance | <u>\$ 290,129</u> | <u>\$ 50,000</u> |

GRAYSON COUNTY, TEXAS

**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

JUVENILE BOOT CAMP CONSTRUCTION FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | | |
|--|------------|------------|--|----------------|
| | Budget | Actual | Variance Favorable (Unfavorable) | 2001 Actual |
| REVENUE | | | | |
| Interest | \$ - | \$ 1,741 | \$ 1,741 | \$ 156 |
| Total Revenue | - | 1,741 | 1,741 | 156 |
| EXPENDITURES | | | | |
| Capital projects: | | | | |
| Repairs and maintenance | 60,000 | 13,352 | 46,648 | 55,122 |
| Capital outlay | 40,000 | 62,080 | (22,080) | 31,218 |
| Total Expenditures | 100,000 | 75,432 | 24,568 | 86,340 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | (100,000) | (73,691) | 26,309 | (86,184) |
| OTHER FINANCING SOURCES | | | | |
| Operating transfers in | 125,000 | 325,000 | 200,000 | 125,000 |
| Total Other Financing Sources | 125,000 | 325,000 | 200,000 | 125,000 |
| EXCESS OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES | 25,000 | 251,309 | 226,309 | 38,816 |
| FUND BALANCE, OCTOBER 1, 2001 | 38,820 | 38,820 | - | 4 |
| FUND BALANCE, SEPTEMBER 30, 2002 | \$ 63,820 | \$ 290,129 | \$ 226,309 | \$ 38,820 |

DEBT SERVICE FUND

The *Debt Service Fund* is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and principal and interest payments on capital lease obligations.

Permanent Improvement Bonds – 1992 and 1994 Series – The function of this fund is to accumulate monies for payment of general obligation and taxable permanent improvement bonds, which are serial bonds due in annual installments. Property taxes levied in excess of actual requirements are legally restricted to servicing this debt until the bond issue is retired. These funds may also account for bonds refinanced through defeasance of previously issued bonds.

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
DEBT SERVICE FUND
PERMANENT IMPROVEMENT BONDS - 1992 AND 1994 SERIES
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|--|------------|------------|
| ASSETS | | |
| Cash | \$ 188 | \$ 381 |
| Investments | 122,856 | 231,285 |
| Delinquent property taxes | 42,710 | 77,480 |
| Total Assets | \$ 165,754 | \$ 309,146 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Deferred revenue - delinquent property taxes | \$ 42,710 | \$ 75,626 |
| Total Liabilities | 42,710 | 75,626 |
| Fund Balance: | | |
| Reserved for debt service | 123,044 | 233,520 |
| Total Fund Balance | 123,044 | 233,520 |
| Total Liabilities and Fund Balance | \$ 165,754 | \$ 309,146 |

GRAYSON COUNTY, TEXAS

**SCHEDULE OF REVENUE, EXPENSES AND CHANGES
IN RETAINED EARNINGS- BUDGET AND ACTUAL**

DEBT SERVICE FUND

PERMANENT IMPROVEMENT BONDS - 1992 AND 1994 SERIES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | | |
|---|------------|------------|--|----------------|
| | Budget | Actual | Variance Favorable (Unfavorable) | 2001 Actual |
| REVENUE | | | | |
| Taxes: | | | | |
| Current | \$ 35,400 | \$ 35,445 | \$ 45 | \$ 161,261 |
| Delinquent | 7,000 | 3,744 | (3,256) | 22,538 |
| Penalties and interest | 5,000 | 8,012 | 3,012 | 16,283 |
| Total Taxes | 47,400 | 47,201 | (199) | 200,082 |
| Interest | 4,000 | 5,791 | 1,791 | 13,176 |
| Total Revenue | 51,400 | 52,992 | 1,592 | 213,258 |
| EXPENDITURES | | | | |
| Debt service: | | | | |
| Principal retirement | 55,000 | 55,000 | - | 55,000 |
| Interest and fiscal charges | 108,832 | 108,468 | 364 | 112,594 |
| Total Expenditures | 163,832 | 163,468 | 364 | 167,594 |
| EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES | | | | |
| | (112,432) | (110,476) | 1,956 | 45,664 |
| FUND BALANCE, OCTOBER 1, 2001 | | | | |
| | 233,520 | 233,520 | - | 187,856 |
| FUND BALANCE, SEPTEMBER 30, 2002 | | | | |
| | \$ 121,088 | \$ 123,044 | \$ 1,956 | \$ 233,520 |

ENTERPRISE FUND

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes. The County uses this fund to account for its airport operations.

Grayson County Airport – to account for the operation of the Grayson County Airport. All activities necessary to provide for the Airport's services are accounted for in this fund, including, but not limited to, administration, operations, and maintenance.

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
GRAYSON COUNTY AIRPORT
SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|------------------------------------|--------------|--------------|
| ASSETS | | |
| Current: | | |
| Cash | \$ 1,696 | \$ - |
| Investments | 93,549 | 26,227 |
| Receivables - miscellaneous | 17,973 | 8,346 |
| Due from other governments | 84,477 | - |
| Total Current Assets | 197,695 | 34,573 |
| Fixed assets | 6,747,999 | 7,084,502 |
| Less: Accumulated depreciation | (5,672,478) | (5,540,964) |
| Net Fixed Assets | 1,075,521 | 1,543,538 |
| Total Assets | \$ 1,273,216 | \$ 1,578,111 |
| LIABILITIES AND FUND EQUITY | | |
| Liabilities: | | |
| Current liabilities: | | |
| Due to other funds | \$ - | \$ 480 |
| Accounts payable | 9,581 | 10,204 |
| Accrued vacation | 22,375 | 22,375 |
| Security deposits | 7,492 | 7,492 |
| Total Liabilities | 39,448 | 40,551 |
| Fund Equity: | | |
| Contributed capital | 698,862 | 784,736 |
| Retained earnings: | | |
| Unreserved | 534,906 | 752,824 |
| Total Fund Equity | 1,233,768 | 1,537,560 |
| Total Liabilities and Fund Balance | \$ 1,273,216 | \$ 1,578,111 |

GRAYSON COUNTY, TEXAS
SCHEDULE OF REVENUE, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL
GRAYSON COUNTY AIRPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance Favorable (Unfavorable) | 2001 Actual |
|--|-------------------|-------------------|--|-------------------|
| | Budget | Actual | | |
| OPERATING REVENUE | | | | |
| Rental income | \$ 504,432 | \$ 564,285 | \$ 59,853 | \$ 451,918 |
| Intergovernmental | 46,065 | 51,025 | 4,960 | 32,296 |
| Miscellaneous | 43,050 | 42,625 | (425) | 82,793 |
| Total Operating Revenue | <u>593,547</u> | <u>657,935</u> | <u>64,388</u> | <u>567,007</u> |
| OPERATING EXPENSES | | | | |
| Personnel services | 403,912 | 398,395 | 5,517 | 369,087 |
| Supplies and materials | 52,200 | 43,137 | 9,063 | 53,582 |
| Other services and charges | 205,755 | 590,916 | (385,161) | 395,581 |
| Depreciation: | | | | |
| Assets acquired with internally generated funds | 25,000 | 45,640 | (20,640) | 45,253 |
| Contributed assets | 35,000 | 85,874 | (50,874) | 85,884 |
| Total Operating Expenses | <u>721,867</u> | <u>1,163,962</u> | <u>(442,095)</u> | <u>949,387</u> |
| NET OPERATING INCOME (LOSS) | <u>(128,320)</u> | <u>(506,027)</u> | <u>(377,707)</u> | <u>(382,380)</u> |
| NONOPERATING REVENUE | | | | |
| Interest income | 9,900 | 3,635 | (6,265) | 8,186 |
| Total Nonoperating Revenue | <u>9,900</u> | <u>3,635</u> | <u>(6,265)</u> | <u>8,186</u> |
| NET INCOME (LOSS) BEFORE OPERATING TRANSFERS | <u>(118,420)</u> | <u>(502,392)</u> | <u>(383,972)</u> | <u>(374,194)</u> |
| OPERATING TRANSFERS | | | | |
| Operating transfers in | 198,600 | 198,600 | - | 166,467 |
| Total Operating Transfers | <u>198,600</u> | <u>198,600</u> | <u>-</u> | <u>166,467</u> |
| NET INCOME (LOSS) | 80,180 | (303,792) | (383,972) | (207,727) |
| ADD DEPRECIATION ON FIXED ASSETS ACQUIRED BY GRANTS | <u>35,000</u> | <u>85,874</u> | <u>50,874</u> | <u>85,884</u> |
| INCREASE (DECREASE) IN RETAINED EARNINGS | 115,180 | (217,918) | (333,098) | (121,843) |
| RETAINED EARNINGS, OCTOBER 1, 2001 | <u>752,824</u> | <u>752,824</u> | <u>-</u> | <u>874,667</u> |
| RETAINED EARNINGS, SEPTEMBER 30, 2002 | <u>\$ 868,004</u> | <u>\$ 534,906</u> | <u>\$(333,098)</u> | <u>\$ 752,824</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE SCHEDULES OF CHANGES IN FUND EQUITY
GRAYSON COUNTY AIRPORT
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2002 AND 2001

| | <u>Contributed Capital</u> | <u>Retained Earnings Unreserved</u> | <u>Total Fund Equity</u> |
|------------------------------------|--------------------------------|---|------------------------------|
| Balance, as of September 30, 2000 | \$ 870,620 | \$ 874,667 | \$ 1,745,287 |
| Net loss | - | (207,727) | (207,727) |
| Depreciation on contributed assets | <u>(85,884)</u> | <u>85,884</u> | <u>-</u> |
| Balance, as of September 30, 2001 | 784,736 | 752,824 | 1,537,560 |
| Net loss | - | (303,792) | (303,792) |
| Depreciation on contributed assets | <u>(85,874)</u> | <u>85,874</u> | <u>-</u> |
| Balance, as of September 30, 2002 | <u>\$ 698,862</u> | <u>\$ 534,906</u> | <u>\$ 1,233,768</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE STATEMENTS OF CASH FLOWS
GRAYSON COUNTY AIRPORT
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|---|-------------------|-------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash received from tenants | \$ 648,308 | \$ 561,180 |
| Cash received for deferred revenue | - | (18,150) |
| Cash paid for supplies and services | (719,633) | (447,670) |
| Cash paid for personnel services | (398,395) | (371,974) |
| Net Cash Provided (Used) by Operating Activities | <u>(469,720)</u> | <u>(276,614)</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Operating transfers in | <u>198,600</u> | <u>166,467</u> |
| Net Cash Flows From Noncapital Financing Activities | <u>198,600</u> | <u>166,467</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Disposition of fixed assets | <u>336,503</u> | <u>(50,855)</u> |
| Net Cash Flows Used by Capital and Related Financing Activities | <u>336,503</u> | <u>(50,855)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of investments | (67,322) | 151,903 |
| Interest received | <u>3,635</u> | <u>8,186</u> |
| Net Cash Flows from Investing Activities | <u>(63,687)</u> | <u>160,089</u> |
| NET (DECREASE) IN CASH | 1,696 | (913) |
| CASH AT BEGINNING OF YEAR | <u>-</u> | <u>913</u> |
| CASH AT END OF YEAR | <u>\$ 1,696</u> | <u>\$ -</u> |

(continued)

GRAYSON COUNTY, TEXAS

COMPARATIVE STATEMENTS OF CASH FLOWS

GRAYSON COUNTY AIRPORT

(Continued)

FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|--|---------------------|---------------------|
| RECONCILIATION OF NET OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES | | |
| Net operating loss | \$(506,027) | \$(382,380) |
| Adjustments: | | |
| Depreciation | 131,514 | 131,136 |
| Changes in: | | |
| Miscellaneous receivables | (9,627) | (5,950) |
| Due from other governments | (84,477) | - |
| Prepaid expenses | - | 124 |
| Accounts payable | (623) | 1,493 |
| Due to other funds | (480) | - |
| Accrued vacation | - | (2,887) |
| Deferred revenue | - | (18,150) |
| Total Adjustments | <u>36,307</u> | <u>105,766</u> |
| Net Cash Used in Operating Activities | <u>\$(469,720)</u> | <u>\$(276,614)</u> |

INTERNAL SERVICE FUND

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Insurance – This fund accounts for a partially self-funded program of employee health and life insurance. A professional insurance administration firm is retained to process employee claims and provide reinsurance for excess individual and group claims. This fund is funded by charges to other funds and to employees for extended benefits, at their option.

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
INSURANCE INTERNAL SERVICE FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|---|-------------------|-------------------|
| ASSETS | | |
| Current Assets: | | |
| Cash | \$ 27,292 | \$ 88,443 |
| Investments | 520,988 | 151,766 |
| Receivables - miscellaneous | <u>-</u> | <u>3,855</u> |
| Total Assets | <u>\$ 548,280</u> | <u>\$ 244,064</u> |
| LIABILITIES AND RETAINED EARNINGS | | |
| Liabilities: | | |
| Current liabilities: | | |
| Estimated liability for employee medical claims | \$ <u>562,522</u> | \$ <u>250,000</u> |
| Total Liabilities | <u>562,522</u> | <u>250,000</u> |
| Retained Earnings: | | |
| Unreserved | (<u>14,242</u>) | (<u>5,936</u>) |
| Total Retained Earnings | (<u>14,242</u>) | (<u>5,936</u>) |
| Total Liabilities and Retained Earnings | <u>\$ 548,280</u> | <u>\$ 244,064</u> |

GRAYSON COUNTY, TEXAS

**SCHEDULE OF REVENUE, EXPENSES AND CHANGES
IN RETAINED EARNINGS- BUDGET AND ACTUAL**

INSURANCE INTERNAL SERVICE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | 2002 | | Variance | 2001 |
|---|------------------|---------------------|----------------------------|--------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| REVENUE | | | | |
| Insurance premiums | \$ 2,700,000 | \$ 2,736,697 | \$ 36,697 | \$ 2,292,194 |
| Total Revenue | <u>2,700,000</u> | <u>2,736,697</u> | <u>36,697</u> | <u>2,292,194</u> |
| OPERATING EXPENSES | | | | |
| Other Services and Charges: | | | | |
| Medical claims | 2,200,000 | 2,162,340 | 37,660 | 1,800,929 |
| Administrative costs | <u>440,000</u> | <u>591,229</u> | <u>(151,229)</u> | <u>437,226</u> |
| Total Operating Expenses | <u>2,640,000</u> | <u>2,753,569</u> | <u>(113,569)</u> | <u>2,238,155</u> |
| OPERATING INCOME (LOSS) | <u>60,000</u> | <u>(16,872)</u> | <u>(76,872)</u> | <u>54,039</u> |
| NONOPERATING REVENUE | | | | |
| Interest income | <u>2,500</u> | <u>8,566</u> | <u>6,066</u> | <u>1,110</u> |
| Total Nonoperating Revenue | <u>2,500</u> | <u>8,566</u> | <u>6,066</u> | <u>1,110</u> |
| NET INCOME (LOSS) BEFORE OTHER FINANCING SOURCES | 62,500 | (8,306) | (70,806) | 55,149 |
| OTHER FINANCING SOURCES | | | | |
| Transfers In | <u>-</u> | <u>-</u> | <u>-</u> | <u>250,000</u> |
| Total Other Financing Sources | <u>-</u> | <u>-</u> | <u>-</u> | <u>250,000</u> |
| NET INCOME (LOSS) | 62,500 | (8,306) | (70,806) | 305,149 |
| RETAINED EARNINGS, OCTOBER 1, 2001 | <u>(5,936)</u> | <u>(5,936)</u> | <u>-</u> | <u>(311,085)</u> |
| RETAINED EARNINGS, SEPTEMBER 30, 2002 | <u>\$ 56,564</u> | <u>\$ (14,242)</u> | <u>\$ (70,806)</u> | <u>\$ (5,936)</u> |

GRAYSON COUNTY, TEXAS

COMPARATIVE STATEMENTS OF CASH FLOWS

INSURANCE INTERNAL SERVICE FUND

FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2002 AND 2001

| | 2002 | 2001 |
|--|--------------|--------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash received for premiums | \$ 2,740,552 | \$ 2,288,442 |
| Cash paid for claims | (1,849,818) | (1,917,929) |
| Cash paid for administrative costs | (591,229) | (437,226) |
| Net Cash Provided (Used) by Operating Activities | 299,505 | (66,713) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of investments | (369,222) | (109,041) |
| Interest received | 8,566 | 1,110 |
| Net Cash Used in Investing Activities | (360,656) | (107,931) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Operating transfers in | - | 250,000 |
| Net Cash Flows Provided by Noncapital Financing Activities | - | 250,000 |
| NET INCREASE (DECREASE) IN CASH | (61,151) | 75,356 |
| CASH AT BEGINNING OF YEAR | 88,443 | 13,087 |
| CASH AT END OF YEAR | \$ 27,292 | \$ 88,443 |
| RECONCILIATION OF NET OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | |
| Net operating income (loss) | \$(16,872) | \$ 54,039 |
| Adjustments: | | |
| (Increase) decrease in receivables | 3,855 | (3,697) |
| Increase (decrease) in accounts payable | - | (55) |
| Increase (decrease) in estimated liability for employee medical claims | 312,522 | (117,000) |
| Net Cash Provided (Used) by Operating Activities | \$ 299,505 | \$(66,713) |

TRUST AND AGENCY FUNDS

Trust Funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or funds.

NONEXPENDABLE TRUST FUND

Texoma Succeeding Generations Trust – to account for the assets of this trust held by the County as trustee for the benefit of the citizens of the County. The principal and accumulated earnings are to be retained by the trustee for 150 years (until 2112), at which time the accumulated monies are to be used to purchase or construct a facility within the County to be used for the cultural benefit of the citizens.

AGENCY FUNDS

Grayson County Activity – to account for receipts of vending machine proceeds. Expenditures are made for service pins and an annual banquet for the County employees.

State Court Costs and Arrest Fees – to account for collections of the various court costs and arrest fees, as established by the State of Texas. Funds collected are remitted to the State on a quarterly basis. The County is generally allowed to retain ten percent of the funds collected as a service fee and all interest earned on the funds.

Appellate Justice System – to account for the collections of this court cost. Funds collected are to be used to assist the Court of Appeals in the administration of the judicial appellate process.

Seized – Collections that are held in trust until awarded by the courts and remitted to the appropriate state, county, or individual.

Adult Probation Restitution – This is a departmental fund used by the Adult Probation Department to account for collections from probationers for fines, probation fees, court costs, probationer support and restitution. All such collections are subsequently remitted to the appropriate individual, County official or County fund.

County Attorney Bad Check Victims – Collections by the County Attorney for hot checks are accounted for in the County Attorney Bad Check Victims account. Collections are subsequently remitted to the appropriate person or entity.

Adult Probation DWI Education – This fund is used to account for fees paid by individuals required to attend DWI education classes. The monies are used to reimburse those individuals who provide the educational programs to the participants.

County Attorney Special Trust – This fund is maintained by the County Attorney to record state apportionment funds that are used to supplement salaries paid to employees of the department.

County Attorney Restitution – This fund accounts for monies paid by defendants in crimes that require restitution to defendants. As the funds are paid to the County Attorney's office, they are remitted to victims immediately.

County and District Clerks Operating – These funds are held by the Clerks and payable to the State for fees collected and paid by the County and District Clerks related to Texas Government Code 25.005, and corresponding to salary adoption for the County Court-at-Law Judge.

County Clerk Trust – Maintained by the County Clerk, this fund accounts for trust money held in non-interest bearing accounts or investments, for civil cases before the County Court or County Court-at-Law. Disbursements are made upon disposition of the cases by court order.

District Clerk Trust – This trust fund maintained by the District Clerk accounts for cash and investments held pending disposition of civil cases before the District Courts.

District Clerk State Fees – The monies in this trust fund represent funds paid to the District Clerk by the State Comptroller. The money is held in this fund pending an examination to determine their appropriate use.

Juvenile Probation – This is a departmental fund by the Juvenile Probation Department to account for collections from probationers for probation fees and restitution. All such collections are subsequently remitted to the appropriate individual, County official or County fund.

Tax Assessor Collection – to account for the collections of various taxes for other governments and Grayson County. The County is allowed to retain a percentage of taxes collected for other governments as a collection fee.

Sheriff Operating – The Sheriff Operating Fund accounts for fee collections by the Sheriff Department, which are reportable to the County Treasurer.

Sheriff Bonds – This fund is to account for bond money collected by the Sheriff. Bond money is held in trust for felony cases recorded by the District Clerk pending court-ordered disbursement.

Jail Inmate Trust – This account is money held by the Sheriff for inmates of the jail. The funds are held until the inmate is released or transferred.

Justice of the Peace – Justice of the Peace Fund maintains an account for fees, fines, cash bonds, and funds related to civil cases. Fees and fines are reportable to the County Treasurer, and a portion is disbursed by the Treasurer to the State. Cash bonds are held by the justices pending disposition of criminal cases before their courts, and funds related to civil cases are held pending court disposition.

Adult Probation – This is a department funded by the Adult Probation Department to account for collection from probations for probation fees and restitution. All such collections are subsequently remitted to the appropriate individual, County official, or County fund.

Flood Control – Grayson County is acting as the trust agency for funds contributed by the City of Sherman and Grayson County for floodwater retarding structures on the Choctaw Creek Watershed. These funds shall be used specifically for activities/equipment such as geological investigation, soil mechanics reports, surveys, and detail designs for floodwater retarding structures of the Choctaw Creek Watershed.

Holiday Lighting Trust – In fiscal year 2001, Grayson County received initial funding to create a holiday lighting display at Loy Lake Park in Denison. The light displays were purchased through grants from the Oliver Dewey Mayor Foundation and the Clara Blackford Smith & W. Aubrey Smith Charitable Foundation. Donations are accepted from patrons of the display, which are used to operate and pay for additional holiday light displays.

Sheriff Civil Trust Fund – This trust fund maintained by the Sheriff is held for the benefit of certain individuals after disposition of the related civil case and until monies can be properly claimed.

GRAYSON COUNTY, TEXAS

COMBINING BALANCE SHEET

TRUST AND AGENCY FUNDS

SEPTEMBER 30, 2002

(With Comparative Totals for September 30, 2001)

| | Nonexpendable Trust | Agency | |
|-------------------------------------|--|-------------------------------|---|
| | Texoma Succeeding Generations Trust | Grayson County Activity | State Court Costs and Arrest Fees |
| ASSETS | | | |
| Cash | \$ 1,231 | \$ 778 | \$ - |
| Investments | 54,920 | 8,499 | 141,742 |
| Receivables-miscellaneous | <u>371</u> | <u>-</u> | <u>-</u> |
| Total Assets | <u>\$ 56,522</u> | <u>\$ 9,277</u> | <u>\$ 141,742</u> |
| LIABILITIES AND FUND BALANCE | | | |
| Liabilities: | | | |
| Due to other funds | \$ - | \$ - | \$ 4,017 |
| Due to other governments | - | - | 137,725 |
| Due to beneficiaries | - | - | - |
| Due to activity committee | - | 9,277 | - |
| Due to court of appeals | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Liabilities | <u>-</u> | <u>9,277</u> | <u>141,742</u> |
| Fund Balance: | | | |
| Reserved for building acquisition | <u>56,522</u> | <u>-</u> | <u>-</u> |
| Total Fund Balance | <u>56,522</u> | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balance | <u>\$ 56,522</u> | <u>\$ 9,277</u> | <u>\$ 141,742</u> |

| Agency | | | | | |
|--------------------------------|------------------|-----------------------------------|--|--|--|
| Appellate Justice System | Seized | Adult Probation Restitution | County Attorney Bad Check Victims | Adult Probation DWI Education | County Attorney Special Trust |
| \$ 2,903 | \$ 26,754 | \$ 325,041 | \$ 7,417 | \$ 33,980 | \$ 4,544 |
| 4,278 | 5,684 | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 7,181</u> | <u>\$ 32,438</u> | <u>\$ 325,041</u> | <u>\$ 7,417</u> | <u>\$ 33,980</u> | <u>\$ 4,544</u> |
| | | | | | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | 32,438 | 325,041 | 7,417 | 33,980 | 4,544 |
| - | - | - | - | - | - |
| <u>7,181</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>7,181</u> | <u>32,438</u> | <u>325,041</u> | <u>7,417</u> | <u>33,980</u> | <u>4,544</u> |
| | | | | | |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 7,181</u> | <u>\$ 32,438</u> | <u>\$ 325,041</u> | <u>\$ 7,417</u> | <u>\$ 33,980</u> | <u>\$ 4,544</u> |

(continued)

GRAYSON COUNTY, TEXAS

COMBINING BALANCE SHEET

TRUST AND AGENCY FUNDS

(Continued)

SEPTEMBER 30, 2002

(With Comparative Totals for September 30, 2001)

| | Agency | | |
|-------------------------------------|-----------------------------------|-------------------------------|----------------------------|
| | County Attorney Restitution | County Clerk- Operating | County Clerk - Trust |
| ASSETS | | | |
| Cash | \$ 1,995 | \$ 14,169 | \$ 320,362 |
| Investments | - | - | 1,326,606 |
| Receivables-miscellaneous | - | - | - |
| Total Assets | \$ 1,995 | \$ 14,169 | \$ 1,646,968 |
| LIABILITIES AND FUND BALANCE | | | |
| Liabilities: | | | |
| Due to other funds | \$ - | \$ - | \$ - |
| Due to other governments | - | 9,915 | - |
| Due to beneficiaries | 1,995 | 4,254 | 1,646,968 |
| Due to activity committee | - | - | - |
| Due to court of appeals | - | - | - |
| Total Liabilities | 1,995 | 14,169 | 1,646,968 |
| Fund Balance: | | | |
| Reserved for building acquisition | - | - | - |
| Total Fund Balance | - | - | - |
| Total Liabilities and Fund Balance | \$ 1,995 | \$ 14,169 | \$ 1,646,968 |

Agency

| <u>District Clerk - Operating</u> | <u>District Clerk - Trust</u> | <u>District Clerk - State Fees</u> | <u>Juvenile Probation</u> | <u>Tax Assessor Collection</u> | <u>Sheriff Operating</u> |
|---|---------------------------------------|--|-------------------------------|--|------------------------------|
| \$ 16,040 | \$ 424,708 | \$ 1,043 | \$ 2,432 | \$ 1,260,354 | \$ 45,891 |
| - | 1,817,785 | - | - | - | 5,684 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 16,040</u> | <u>\$ 2,242,493</u> | <u>\$ 1,043</u> | <u>\$ 2,432</u> | <u>\$ 1,260,354</u> | <u>\$ 51,575</u> |
| | | | | | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 2,432 | 1,161,955 | 19,137 |
| 16,040 | 2,242,493 | 1,043 | - | 98,399 | 32,438 |
| - | - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>16,040</u> | <u>2,242,493</u> | <u>1,043</u> | <u>2,432</u> | <u>1,260,354</u> | <u>51,575</u> |
| | | | | | |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 16,040</u> | <u>\$ 2,242,493</u> | <u>\$ 1,043</u> | <u>\$ 2,432</u> | <u>\$ 1,260,354</u> | <u>\$ 51,575</u> |

(continued)

GRAYSON COUNTY, TEXAS

COMBINING BALANCE SHEET

TRUST AND AGENCY FUNDS

(Continued)

SEPTEMBER 30, 2002

(With Comparative Totals for September 30, 2001)

| | Agency | | |
|-------------------------------------|------------------|-------------------------|-------------------------|
| | Sheriff Bonds | Jail Inmate Trust | Justice of the Peace |
| ASSETS | | | |
| Cash | \$ 326,626 | \$ 12,476 | \$ 275 |
| Investments | - | - | - |
| Receivables-miscellaneous | - | - | - |
| | - | - | - |
| Total Assets | \$ 326,626 | \$ 12,476 | \$ 275 |
| LIABILITIES AND FUND BALANCE | | | |
| Liabilities: | | | |
| Due to other funds | \$ - | \$ - | \$ - |
| Due to other governments | - | - | 275 |
| Due to beneficiaries | - | 12,476 | - |
| Due to activity committee | - | - | - |
| Due to court of appeals | 326,626 | - | - |
| Total Liabilities | 326,626 | 12,476 | 275 |
| Fund Balance: | | | |
| Reserved for building acquisition | - | - | - |
| Total Fund Balance | - | - | - |
| Total Liabilities and Fund Balance | \$ 326,626 | \$ 12,476 | \$ 275 |

| Agency | | | | Totals | |
|--------------------|------------------|-------------------|---------------------------|---------------------|---------------------|
| Adult Probation | Flood Control | Holiday Lights | Sheriff Civil Trust | 2002 | 2001 |
| \$ 40,213 | \$ 1,494 | \$ 39,743 | \$ 11,710 | \$ 2,922,179 | \$ 2,869,438 |
| - | 44,841 | 1,467 | - | 3,411,506 | 3,402,502 |
| - | - | - | - | 371 | 371 |
| <u>\$ 40,213</u> | <u>\$ 46,335</u> | <u>\$ 41,210</u> | <u>\$ 11,710</u> | <u>\$ 6,334,056</u> | <u>\$ 6,272,311</u> |
| \$ - | \$ - | \$ - | \$ - | \$ 4,017 | \$ 4,017 |
| 40,213 | 46,335 | 41,210 | 11,710 | 1,470,907 | 1,408,178 |
| - | - | - | - | 4,459,526 | 4,459,526 |
| - | - | - | - | 9,277 | 11,903 |
| - | - | - | - | 333,807 | 333,807 |
| <u>40,213</u> | <u>46,335</u> | <u>41,210</u> | <u>11,710</u> | <u>6,277,534</u> | <u>6,217,431</u> |
| - | - | - | - | 56,522 | 54,880 |
| - | - | - | - | 56,522 | 54,880 |
| <u>\$ 40,213</u> | <u>\$ 46,335</u> | <u>\$ 41,210</u> | <u>\$ 11,710</u> | <u>\$ 6,334,056</u> | <u>\$ 6,272,311</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE BALANCE SHEETS
TEXOMA SUCCEEDING GENERATIONS TRUST FUND
SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|-------------------------------------|------------------|------------------|
| ASSETS | | |
| Cash | \$ 1,231 | \$ 110 |
| Investments | 54,920 | 54,399 |
| Receivables | <u>371</u> | <u>371</u> |
| Total Assets | <u>\$ 56,522</u> | <u>\$ 54,880</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities | \$ <u>-</u> | \$ <u>-</u> |
| Fund Balance: | | |
| Reserved for building acquisition | <u>56,522</u> | <u>54,880</u> |
| Total Fund Balance | <u>56,522</u> | <u>54,880</u> |
| Total Liabilities and Fund Balance | <u>\$ 56,522</u> | <u>\$ 54,880</u> |

GRAYSON COUNTY, TEXAS

**COMPARATIVE STATEMENTS OF REVENUE, EXPENSES
AND CHANGES IN FUND BALANCE**

TEXOMA SUCCEEDING GENERATIONS TRUST FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(With Comparative Actual Amounts for the Fiscal Year Ended September 30, 2001)

| | <u>2002</u> Actual | <u>2001</u> Actual |
|---|-----------------------|-----------------------|
| OPERATING REVENUE | | |
| Miscellaneous | \$ <u>1,642</u> | \$ <u>2,797</u> |
| Total Operating Revenue | <u>1,642</u> | <u>2,797</u> |
| OPERATING EXPENSES | - | - |
| OPERATING INCOME | <u>1,642</u> | <u>2,797</u> |
| NET INCOME | 1,642 | 2,797 |
| FUND BALANCE, OCTOBER 1, 2001 | <u>54,880</u> | <u>52,083</u> |
| FUND BALANCE, SEPTEMBER 30, 2002 | <u>\$ 56,522</u> | <u>\$ 54,880</u> |

GRAYSON COUNTY, TEXAS
COMPARATIVE STATEMENTS OF CASH FLOWS
TEXOMA SUCCEEDING GENERATIONS TRUST FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|--|------------------------|------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | \$ <u>1,642</u> | \$ <u>2,426</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of investments | (<u>521</u>) | (<u>2,424</u>) |
| Net Cash Used in Investing Activities | (<u>521</u>) | (<u>2,424</u>) |
| NET INCREASE IN CASH | 1,121 | 2 |
| CASH AT BEGINNING OF YEAR | <u>110</u> | <u>108</u> |
| CASH AT END OF YEAR | \$ <u>1,231</u> | \$ <u>110</u> |
| RECONCILIATION OF NET OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | |
| Net operating income | \$ 1,642 | \$ 2,797 |
| Increase in accounts receivable | <u>-</u> | (<u>371</u>) |
| Net Cash Provided by Operating Activities | \$ <u><u>1,642</u></u> | \$ <u><u>2,426</u></u> |

GENERAL FIXED ASSETS ACCOUNT GROUP

The *General Fixed Assets Account Group* is a self-balancing account group used to account for all general fixed assets acquired for general County purposes, excluding the fixed assets of Enterprise and Internal Service Funds.

GRAYSON COUNTY, TEXAS

COMPARATIVE SCHEDULES OF GENERAL FIXED ASSETS - BY SOURCE

SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|---|----------------------|----------------------|
| GENERAL FIXED ASSETS | | |
| Land | \$ 3,838,292 | \$ 3,842,858 |
| Buildings | 17,816,016 | 17,701,976 |
| Improvements other than buildings | 14,548,264 | 14,548,264 |
| Equipment | <u>13,175,638</u> | <u>11,964,029</u> |
| Total General Fixed Assets | <u>\$ 49,378,210</u> | <u>\$ 48,057,127</u> |
| INVESTMENT IN GENERAL FIXED ASSETS BY SOURCE | | |
| General Fund | <u>\$ 7,848,524</u> | <u>\$ 7,611,109</u> |
| Special Revenue Funds | <u>7,641,279</u> | <u>6,589,037</u> |
| Capital Projects Funds: | | |
| General obligation bonds | 11,786,123 | 11,786,123 |
| Federal grants | 3,194,327 | 3,194,327 |
| State grants | 2,087,007 | 2,087,007 |
| Local | 1,386,265 | 1,354,839 |
| Donations | <u>181,796</u> | <u>181,796</u> |
| Total Capital Projects Funds | <u>18,635,518</u> | <u>18,604,092</u> |
| Donations | <u>15,252,889</u> | <u>15,252,889</u> |
| Total Investment in General Fixed Assets | <u>\$ 49,378,210</u> | <u>\$ 48,057,127</u> |

GRAYSON COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 2002

| FUNCTION AND ACTIVITY | <u>Total</u> | <u>Land</u> | <u>Buildings</u> | <u>Improvements Other than Buildings</u> | <u>Equipment</u> |
|--|-------------------|----------------|-------------------|--|------------------|
| General Government | | | | | |
| Commissioners' court | \$ 23,276 | \$ - | \$ - | \$ - | \$ 23,276 |
| County judge | 14,403 | - | - | - | 14,403 |
| County clerk | 224,597 | - | - | - | 224,597 |
| Veterans service | 4,932 | - | - | - | 4,932 |
| Document processing | 740,637 | - | - | - | 740,637 |
| Human resources | 8,790 | - | - | - | 8,790 |
| County planner | 2,785 | - | - | - | 2,785 |
| Total General Government | <u>1,019,420</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,019,420</u> |
| Judicial | | | | | |
| County courts-at-law | 16,017 | - | - | - | 16,017 |
| District courts | 68,451 | - | - | - | 68,451 |
| District clerk | 40,833 | - | - | - | 40,833 |
| Justices of the peace | 66,500 | - | - | - | 66,500 |
| Court administrator | 14,486 | - | - | - | 14,486 |
| Law library | 41,379 | - | - | 10,000 | 31,379 |
| Total Judicial | <u>247,666</u> | <u>-</u> | <u>-</u> | <u>10,000</u> | <u>237,666</u> |
| Legal | | | | | |
| County attorney | 184,299 | - | - | - | 184,299 |
| Total Legal | <u>184,299</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>184,299</u> |
| Financial | | | | | |
| County auditor | 34,126 | - | - | - | 34,126 |
| County treasurer | 12,951 | - | - | - | 12,951 |
| County tax collector | 117,564 | - | - | - | 117,564 |
| Purchasing agent | 25,036 | - | - | - | 25,036 |
| Total Financial | <u>189,677</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>189,677</u> |
| Public Facilities | | | | | |
| Courthouse and jail | 11,884,555 | 835,563 | 10,822,471 | 93,466 | 133,055 |
| Subcourthouse | 222,502 | 6,080 | 216,422 | - | - |
| Total Public Facilities | <u>12,107,057</u> | <u>841,643</u> | <u>11,038,893</u> | <u>93,466</u> | <u>133,055</u> |
| Public Safety | | | | | |
| Jail/justice center | 3,553,960 | 211,872 | 2,725,007 | 256,185 | 360,896 |
| INS facility | 615,779 | - | 527,344 | - | 88,435 |
| Sheriff | 1,396,213 | - | 1,780 | - | 1,394,433 |
| Department of Public Safety | 25,068 | - | - | - | 25,068 |
| Constables | 70,782 | - | - | - | 70,782 |
| Adult probation | 119,293 | - | - | - | 119,293 |
| Juvenile Probation and Detention Center | 2,498,760 | - | 2,134,373 | 9,581 | 354,806 |
| 9-1-1 Coordination | 55,009 | - | - | - | 55,009 |
| Local Emergency Planning | 7,169 | - | - | - | 7,169 |
| Total Public Safety | <u>8,342,033</u> | <u>211,872</u> | <u>5,388,504</u> | <u>265,766</u> | <u>2,475,891</u> |

(continued)

GRAYSON COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY (Continued) SEPTEMBER 30, 2002

| | <u>Total</u> | <u>Land</u> | <u>Buildings</u> | <u>Improvements Other than Buildings</u> | <u>Equipment</u> |
|--|----------------------|---------------------|----------------------|--|----------------------|
| FUNCTION AND ACTIVITY (Cont'd.) | | | | | |
| Health and Welfare | | | | | |
| Environmental | \$ 2,928 | \$ - | \$ - | \$ - | \$ 2,928 |
| Litter control | 30,154 | - | - | - | 30,154 |
| Health department and officer | 908,678 | 46,450 | 619,678 | 31,006 | 211,544 |
| Animal control | 18,503 | - | - | - | 18,503 |
| Texoma Regional Blood Center | 128,530 | 38,000 | 90,530 | - | - |
| Mental Health Mental Retardation Services of Texoma | 96,740 | 445 | 96,295 | - | - |
| Total Health and Welfare | <u>1,185,533</u> | <u>84,895</u> | <u>806,503</u> | <u>31,006</u> | <u>263,129</u> |
| Cultural and Recreational | | | | | |
| Loy Lake Park | 47,563 | 7,805 | 37,920 | 544 | 1,294 |
| Total Cultural and Recreational | <u>47,563</u> | <u>7,805</u> | <u>37,920</u> | <u>544</u> | <u>1,294</u> |
| Conservation | | | | | |
| Agricultural extension | 12,483 | - | - | - | 12,483 |
| County farm | - | - | - | - | - |
| Total Conservation | <u>12,483</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>12,483</u> |
| Public Transportation | | | | | |
| Road and bridge, precinct number 1 | 2,153,940 | 8,500 | 135,812 | 6,504 | 2,003,124 |
| Road and bridge, precinct number 2 | 1,808,070 | 9,627 | 17,026 | 5,161 | 1,776,256 |
| Road and bridge, precinct number 3 | 2,546,232 | 24,000 | 62,664 | 19,672 | 2,439,896 |
| Road and bridge, precinct number 4 | 2,208,523 | 4,450 | 13,110 | 7,690 | 2,183,273 |
| Grayson County Airport | 17,325,714 | 2,645,500 | 315,584 | 14,108,455 | 256,175 |
| Total Public Transportation | <u>26,042,479</u> | <u>2,692,077</u> | <u>544,196</u> | <u>14,147,482</u> | <u>8,658,724</u> |
| Total General Fixed Assets | | | | | |
| Allocated to Functions | <u>49,378,210</u> | <u>3,838,292</u> | <u>17,816,016</u> | <u>14,548,264</u> | <u>13,175,638</u> |
| Total General Fixed Assets | <u>\$ 49,378,210</u> | <u>\$ 3,838,292</u> | <u>\$ 17,816,016</u> | <u>\$ 14,548,264</u> | <u>\$ 13,175,638</u> |

GRAYSON COUNTY, TEXAS

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS -
BY FUNCTION AND ACTIVITY**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

| | General Fixed Assets September 30, 2001 | Additions | Deductions | General Fixed Assets September 30, 2002 |
|-------------------------------------|--|-------------------|-------------------|--|
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| <u>FUNCTION AND ACTIVITY</u> | | | | |
| General Government | | | | |
| Commissioners' court | \$ 20,669 | \$ 2,607 | \$ - | \$ 23,276 |
| County judge | 17,492 | 468 | 3,557 | 14,403 |
| County clerk | 221,180 | 4,226 | 809 | 224,597 |
| Veterans service | 4,932 | - | - | 4,932 |
| Data processing | 323,356 | 418,542 | 1,261 | 740,637 |
| Human resources | 8,790 | - | - | 8,790 |
| County planner | 2,206 | 579 | - | 2,785 |
| Total General Government | <u>598,625</u> | <u>426,422</u> | <u>5,627</u> | <u>1,019,420</u> |
| Judicial | | | | |
| County courts-at-law | 14,770 | 1,247 | - | 16,017 |
| District courts | 65,911 | 2,540 | - | 68,451 |
| District clerk | 33,091 | 7,965 | 223 | 40,833 |
| Justices of the peace | 66,517 | 3,902 | 3,919 | 66,500 |
| Court administrator | 14,486 | - | - | 14,486 |
| Law library | 41,379 | - | - | 41,379 |
| Total Judicial | <u>236,154</u> | <u>15,654</u> | <u>4,142</u> | <u>247,666</u> |
| Legal | | | | |
| County attorney | 184,795 | 18,350 | 18,846 | 184,299 |
| Total Legal | <u>184,795</u> | <u>18,350</u> | <u>18,846</u> | <u>184,299</u> |
| Financial | | | | |
| County auditor | 30,615 | 3,930 | 419 | 34,126 |
| County treasurer | 11,426 | 1,931 | 406 | 12,951 |
| County tax collector | 118,101 | 5,028 | 5,565 | 117,564 |
| Purchasing agent | 24,712 | 2,095 | 1,771 | 25,036 |
| Total Financial | <u>184,854</u> | <u>12,984</u> | <u>8,161</u> | <u>189,677</u> |
| Public Facilities | | | | |
| Courthouse and jail | 2,308,163 | 9,577,078 | 686 | 11,884,555 |
| Subcourthouse | 222,502 | - | - | 222,502 |
| Total Public Facilities | <u>2,530,665</u> | <u>9,577,078</u> | <u>686</u> | <u>12,107,057</u> |

(continued)

GRAYSON COUNTY, TEXAS

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS -
BY FUNCTION AND ACTIVITY**

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

| FUNCTION AND ACTIVITY | General Fixed Assets September 30, 2001 | Additions | Deductions | General Fixed Assets September 30, 2002 |
|---|--|--------------------------|--------------------------|--|
| Public Safety | | | | |
| Jail/justice center | \$ 12,986,144 | \$ 50,481 | \$ 9,482,665 | \$ 3,553,960 |
| INS faculties | 605,168 | 24,361 | 13,750 | 615,779 |
| Sheriff | 1,435,207 | 175,722 | 214,716 | 1,396,213 |
| Department of Public Safety | 26,782 | 5,112 | 6,826 | 25,068 |
| Constables | 27,224 | 46,058 | 2,500 | 70,782 |
| Adult probation | 119,293 | - | - | 119,293 |
| Juvenile Probation and Detention Center | 2,420,974 | 119,957 | 42,171 | 2,498,760 |
| 9-1-1 coordination | 55,009 | - | - | 55,009 |
| Local Emergency Management | 3,844 | 3,325 | - | 7,169 |
| Total Public Safety | <u>17,679,645</u> | <u>425,016</u> | <u>9,762,628</u> | <u>8,342,033</u> |
| Health and Welfare | | | | |
| Environmental | 2,928 | - | - | 2,928 |
| Health Department and Officer | 901,241 | 7,437 | - | 908,678 |
| Litter control | 30,154 | - | - | 30,154 |
| Animal control | 18,503 | - | - | 18,503 |
| Texoma Regional Blood Center | 128,530 | - | - | 128,530 |
| Mental Health Mental Retardation | | | | |
| Services of Texoma | 96,740 | - | - | 96,740 |
| Total Health and Welfare | <u>1,178,096</u> | <u>7,437</u> | <u>-</u> | <u>1,185,533</u> |
| Cultural and Recreational | | | | |
| Loy Lake Park | 47,509 | 449 | 395 | 47,563 |
| Total Cultural and Recreational | <u>47,509</u> | <u>449</u> | <u>395</u> | <u>47,563</u> |
| Conservation | | | | |
| Agricultural extension | 19,241 | 630 | 7,388 | 12,483 |
| County farm | 4,566 | - | 4,566 | - |
| Total Conservation | <u>23,807</u> | <u>630</u> | <u>11,954</u> | <u>12,483</u> |
| Public Transportation | | | | |
| Road and bridge, precinct number 1 | 1,893,682 | 444,863 | 184,605 | 2,153,940 |
| Road and bridge, precinct number 2 | 1,595,084 | 212,986 | - | 1,808,070 |
| Road and bridge, precinct number 3 | 2,425,894 | 192,259 | 71,921 | 2,546,232 |
| Road and bridge, precinct number 4 | 2,152,603 | 138,838 | 82,918 | 2,208,523 |
| Grayson County Airport | 17,325,714 | - | - | 17,325,714 |
| Total Public Transportation | <u>25,392,977</u> | <u>988,946</u> | <u>339,444</u> | <u>26,042,479</u> |
| Total General Fixed Assets | <u>\$ 48,057,127</u> | <u>\$ 11,472,966</u> | <u>\$ 10,151,883</u> | <u>\$ 49,378,210</u> |

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The *General Long-term Debt Account Group* is a self-balancing account group used to account for the outstanding principal balances of general obligation bonds, vacation leave and compensatory absences payable, and capital lease obligations incurred by the County.

GRAYSON COUNTY, TEXAS

COMPARATIVE SCHEDULES OF GENERAL LONG-TERM DEBT

SEPTEMBER 30, 2002 AND 2001

| | <u>2002</u> | <u>2001</u> |
|---|---------------------|---------------------|
| AMOUNTS AVAILABLE AND TO BE PROVIDED | | |
| Amounts Available | | |
| Debt Service Fund | \$ 123,044 | \$ 279,184 |
| Amounts to be Provided | | |
| Retirement of General Long-term Debt | <u>3,274,021</u> | <u>2,763,881</u> |
| Total Amounts Available and to be Provided | <u>\$ 3,397,065</u> | <u>\$ 3,043,065</u> |
| GENERAL LONG-TERM DEBT | | |
| General Long-term Debt | | |
| Accrued vacation | \$ 607,278 | \$ 505,372 |
| Taxable permanent improvement bonds | 1,250,000 | 1,305,000 |
| Capital lease obligations | <u>1,539,787</u> | <u>1,232,693</u> |
| Total General Long-term Debt | <u>\$ 3,397,065</u> | <u>\$ 3,043,065</u> |

STATISTICAL SECTION

GRAYSON COUNTY, TEXAS

REQUIRED SUPPLEMENTARY INFORMATION

ANALYSIS OF FUNDING PROGRESS

| <u>Fiscal Year</u> | <u>Actuarial Value of Assets</u> | <u>Actuarial Accrued Liability</u> | <u>Funded Ratio</u> | <u>Unfunded Actuarial Accrued Liability</u> | <u>Annual Covered Payroll</u> | <u>Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll</u> |
|--------------------|----------------------------------|------------------------------------|---------------------|---|-------------------------------|--|
| 1992 | \$ 8,478,580 | \$ 10,083,781 | 84.1% | \$ 1,605,201 | \$ 6,407,157 | 25.1% |
| 1993 | 9,085,670 | 11,445,932 | 79.4% | 2,360,262 | 6,892,657 | 34.2% |
| 1994 | 9,856,353 | 12,364,422 | 79.7% | 2,360,262 | 6,892,657 | 34.2% |
| 1995 | 11,044,036 | 13,760,426 | 80.3% | 2,716,390 | 7,781,092 | 34.9% |
| 1996 | 11,884,796 | 17,726,826 | 67.0% | 2,842,030 | 8,748,452 | 32.5% |
| 1997 | 13,749,270 | 19,391,121 | 70.9% | 5,641,851 | 9,489,082 | 59.5% |
| 1998 | 15,400,497 | 21,575,549 | 71.4% | 6,175,052 | 10,605,983 | 58.2% |
| 1999 | 17,553,153 | 23,925,806 | 73.4% | 6,372,653 | 11,396,758 | 55.9% |
| 2000 | 19,784,987 | 26,128,736 | 75.7% | 6,343,749 | 12,103,860 | 52.4% |
| 2001 | 22,536,398 | 29,349,541 | 76.8% | 6,813,143 | 12,864,584 | 53.0% |

GRAYSON COUNTY, TEXAS

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION LAST TEN FISCAL YEARS

| <u>Fiscal Year</u> | <u>General Government and Inter- Governmental</u> | <u>Legal and Judicial</u> | <u>Financial</u> | <u>Public Facilities</u> | <u>Public Safety</u> |
|------------------------|---|-------------------------------|------------------|------------------------------|--------------------------|
| 1993 | \$ 1,986,252 | \$ 2,382,171 | \$ 1,310,858 | \$ 1,343,492 | \$ 4,269,382 |
| 1994 | 2,005,130 | 2,452,777 | 1,381,365 | 331,012 | 4,312,436 |
| 1995 | 2,008,727 | 2,557,660 | 1,403,521 | 347,245 | 4,566,705 |
| 1996 | 2,218,577 | 2,696,118 | 372,935 | 5,383,509 | 1,903,434 |
| 1997 | 2,589,403 | 2,997,327 | 1,473,159 | 416,825 | 6,320,356 |
| 1998 | 2,557,648 | 3,167,432 | 1,523,744 | 434,008 | 7,689,910 |
| 1999 | 2,990,311 | 3,371,320 | 1,467,044 | 526,570 | 9,984,101 |
| 2000 | 3,083,083 | 3,894,727 | 1,564,150 | 1,766,779 | 10,499,538 |
| 2001 | 3,356,737 | 4,011,963 | 1,672,940 | 759,751 | 10,865,778 |
| 2002 | 3,676,159 | 4,643,861 | 1,848,536 | 548,958 | 12,083,252 |

Note: Includes General, Special Revenue and Debt Service.

| <u>Health and Welfare</u> | <u>Cultural and Recreation</u> | <u>Conservation</u> | <u>Highways, Streets and Bridges</u> | <u>Debt Service</u> | <u>Total</u> |
|-------------------------------|--|---------------------|--|-------------------------|---------------|
| \$ 2,833,147 | \$ 35,514 | \$ 129,128 | \$ 4,109,347 | \$ 1,071,497 | \$ 19,470,788 |
| 3,198,171 | 30,873 | 125,397 | 4,092,144 | 1,071,366 | 19,000,671 |
| 3,048,001 | 33,291 | 132,679 | 4,042,816 | 1,242,790 | 19,383,435 |
| 2,940,041 | 24,574 | 129,658 | 4,308,560 | 1,240,551 | 21,217,957 |
| 3,293,694 | 21,550 | 136,203 | 4,323,913 | 1,258,908 | 22,831,338 |
| 3,475,207 | 26,092 | 139,609 | 4,872,234 | 1,258,479 | 25,144,363 |
| 3,675,695 | 42,826 | 158,680 | 4,933,664 | 1,260,796 | 28,411,007 |
| 3,876,889 | 38,287 | 138,511 | 5,019,371 | 1,126,192 | 31,007,527 |
| 4,327,724 | 72,479 | 165,045 | 5,185,881 | 298,350 | 30,716,648 |
| 4,158,651 | 77,625 | 182,750 | 5,650,180 | 373,127 | 33,243,099 |

GRAYSON COUNTY, TEXAS

GENERAL GOVERNMENTAL REVENUE BY SOURCES

LAST TEN FISCAL YEARS

| <u>Fiscal Year</u> | <u>Taxes</u> | <u>Fees and Licenses</u> | <u>Fines</u> | <u>Inter- Governmental</u> |
|------------------------|---------------|------------------------------|--------------|--------------------------------|
| 1993 | \$ 10,034,699 | \$ 4,123,177 | \$ 668,171 | \$ 2,641,192 |
| 1994 | 10,492,867 | 4,132,397 | 554,744 | 3,182,357 |
| 1995 | 11,918,751 | 4,096,251 | 690,522 | 3,211,082 |
| 1996 | 12,591,184 | 4,383,769 | 888,768 | 2,949,921 |
| 1997 | 13,020,601 | 4,586,467 | 1,146,961 | 3,526,018 |
| 1998 | 13,791,903 | 5,120,444 | 1,267,604 | 4,622,265 |
| 1999 | 14,481,774 | 5,445,286 | 1,363,997 | 7,450,922 |
| 2000 | 15,151,836 | 6,176,161 | 1,039,428 | 6,032,924 |
| 2001 | 15,919,422 | 6,315,858 | 1,119,273 | 6,807,715 |
| 2002 | 17,951,360 | 6,904,145 | 1,297,659 | 5,114,549 |

Note: Includes General, Special Revenue and Debt Service.

| <u>Interest Earnings</u> | <u>Miscellaneous</u> | <u>Total</u> |
|------------------------------|----------------------|---------------|
| \$ 246,587 | \$ 402,335 | \$ 18,116,161 |
| 268,904 | 344,718 | 18,975,987 |
| 439,099 | 380,311 | 20,736,016 |
| 460,274 | 343,354 | 21,617,270 |
| 512,117 | 330,138 | 23,122,302 |
| 533,744 | 469,059 | 25,805,019 |
| 539,981 | 530,798 | 29,812,758 |
| 675,455 | 517,952 | 29,593,756 |
| 557,955 | 528,217 | 31,248,440 |
| 268,629 | 836,658 | 32,373,000 |

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

| <u>Fiscal Year</u> | <u>Total Tax Levy</u> | <u>Current Tax Collections</u> | <u>Percent of Current Taxes Collected</u> | <u>Delinquent Tax Collections</u> |
|------------------------|---------------------------|------------------------------------|---|---|
| 1993 | \$ 10,225,252 | \$ 9,687,205 | 94.7% | \$ 215,266 |
| 1994 | 10,768,390 | 10,138,869 | 94.2% | 343,522 |
| 1995 | 11,849,907 | 11,381,639 | 96.0% | 361,249 |
| 1996 | 12,549,897 | 12,061,680 | 96.1% | 464,761 |
| 1997 | 13,033,084 | 12,537,100 | 96.2% | 427,328 |
| 1998 | 13,729,339 | 13,215,538 | 96.3% | 482,704 |
| 1999 | 14,496,403 | 13,907,896 | 95.9% | 483,784 |
| 2000 | 15,046,555 | 14,566,378 | 96.8% | 502,203 |
| 2001 | 15,896,367 | 15,251,618 | 95.9% | 825,432 |
| 2002 | 18,260,129 | 17,670,599 | 96.8% | 437,829 |

| <u>Total Tax Collections</u> | <u>Ratio of Total Tax Collections to Tax Levy</u> | <u>Outstanding Delinquent Taxes</u> | <u>Ratio of Delinquent Taxes to Total Tax Levy</u> |
|------------------------------|---|-------------------------------------|--|
| \$ 9,902,471 | 96.8% | \$ 1,178,050 | 11.5% |
| 10,482,391 | 97.3% | 1,142,498 | 10.6% |
| 11,742,888 | 99.1% | 1,212,713 | 10.2% |
| 12,526,441 | 99.8% | 1,246,224 | 9.9% |
| 12,964,428 | 99.5% | 1,206,055 | 9.3% |
| 13,698,242 | 99.8% | 1,213,952 | 8.8% |
| 14,391,680 | 99.3% | 1,211,342 | 8.4% |
| 15,068,581 | 100.1% | 1,174,679 | 7.8% |
| 16,077,050 | 101.1% | 1,269,733 | 8.0% |
| 18,108,428 | 99.2% | 1,348,562 | 7.4% |

GRAYSON COUNTY, TEXAS

**TAX RATE DISTRIBUTION
(PER \$100 OF ASSESSED VALUE)**

LAST TEN FISCAL YEARS

| <u>Fiscal Year</u> | <u>General</u> | <u>Special Revenue</u> | <u>Capital Projects</u> | <u>Debt Service</u> | <u>Total</u> |
|------------------------|----------------|----------------------------|-----------------------------|-------------------------|--------------|
| 1993 | 0.27997 | 0.05302 | 0.00126 | 0.04027 | 0.37452 |
| 1994 | 0.30010 | 0.04803 | 0.00592 | 0.03778 | 0.39183 |
| 1995 | 0.32291 | 0.07145 | 0.00000 | 0.04557 | 0.43993 |
| 1996 | 0.34155 | 0.0602 | 0.00563 | 0.04441 | 0.45179 |
| 1997 | 0.36441 | 0.04064 | 0.00544 | 0.04130 | 0.45179 |
| 1998 | 0.36271 | 0.04256 | 0.00515 | 0.04137 | 0.45179 |
| 1999 | 0.36486 | 0.03876 | 0.00484 | 0.03915 | 0.44761 |
| 2000 | 0.37898 | 0.03736 | 0.00467 | 0.02778 | 0.44879 |
| 2001 | 0.37839 | 0.05152 | 0.00429 | 0.00464 | 0.43884 |
| 2002 | 0.41577 | 0.04510 | 0.00403 | 0.00410 | 0.46900 |