

**FANNIN COUNTY, TEXAS**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2020**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
<i>Cash and cash equivalents</i>	\$ 18,535,196
<i>Investments</i>	3,675,428
Receivables (net of allowances for uncollectibles):	
<i>Taxes</i>	942,326
<i>Accounts</i>	45,432
<i>Fines</i>	4,692,034
<i>Intergovernmental</i>	2,819,176
<i>Inventories</i>	81,571
Capital assets (net of accumulated depreciation)	
<i>Land</i>	341,561
<i>Construction in progress</i>	11,058,754
<i>Buildings</i>	1,005,450
<i>Machinery and equipment</i>	2,087,589
<i>Infrastructure</i>	18,957,980
<b>Total Assets</b>	<u>64,242,497</u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
<i>Deferred pension outflow</i>	<u>2,033,758</u>
<b>Total Deferred Outflows of Resources</b>	<u>2,033,758</u>
 <b>LIABILITIES</b>	
<i>Accounts payable</i>	1,511,021
<i>Accrued liabilities</i>	422,693
<i>Interest payable</i>	389,053
<i>Due to other governments</i>	1,146,345
<i>Due to others</i>	2,506,322
Noncurrent liabilities:	
<i>Due within one year</i>	623,097
<i>Due in more than one year</i>	22,935,922
<b>Total Liabilities</b>	<u>29,534,453</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
<i>Unearned revenue</i>	155,188
<i>Deferred pension inflow</i>	<u>2,189,436</u>
<b>Total Deferred Inflows of Resources</b>	<u>2,344,624</u>
 <b>NET POSITION:</b>	
Net Investment in Capital Assets	23,371,699
Restricted For:	
Debt Service	269,716
Capital Projects	1,760,324
Unrestricted	8,995,439
<b>Total Net Position</b>	<u>\$ 34,397,178</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Functions/Programs	Expenses	Program Revenues			Governmental Activities	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		
<b>PRIMARY GOVERNMENT</b>						
Governmental activities:						
General administration	\$ 892,975	\$ 581,276	\$ 2,073,834	\$ --	\$ 1,762,135	
Judicial	2,428,927	513,685	47,388	--	(1,867,854)	
Legal	950,165	50,005	51,933	--	(848,227)	
Financial administration	915,701	360,875	--	--	(554,826)	
Public facilities	493,452	--	15,288	231,464	(246,700)	
Public safety	6,350,788	416,676	24,808	183,889	(5,725,415)	
Public transportation	4,995,510	911,153	75,617	7,650,888	3,642,148	
Health and welfare	646,181	118,774	34,246	215,500	(277,661)	
Nondepartmental	1,393,892	--	--	233,968	(1,159,924)	
Interest on long-term debt	680,290	--	--	--	(680,290)	
Total expenses	<u>19,747,881</u>	<u>2,952,444</u>	<u>2,323,114</u>	<u>8,515,709</u>	<u>(5,956,614)</u>	
Total Primary Government	<u>\$ 19,747,881</u>	<u>\$ 2,952,444</u>	<u>\$ 2,323,114</u>	<u>\$ 8,515,709</u>	<u>(5,956,614)</u>	
General Revenues:						
Property Taxes					12,703,180	
Other Taxes					1,524,497	
Unrestricted Investment Earnings					143,842	
Miscellaneous					132,915	
Gain (Loss) on Disposal of Capital Assets					106,146	
Transfers					--	
Total General Revenues and Transfers					<u>14,610,580</u>	
Change in Net Position					8,653,966	
Net Position - Beginning					25,743,212	
Net Position - Ending					<u>\$ 34,397,178</u>	

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**

*BALANCE SHEET - GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020*

	General Fund	2017 GO Bonds Construction FY2017
<b>ASSETS</b>		
<i>Cash and cash equivalents</i>	\$ 1,462,268	\$ 1,682
<i>Investments</i>	2,513,190	--
Receivables (net of allowances for uncollectibles):		
<i>Taxes</i>	703,123	--
<i>Accounts</i>	31,726	--
<i>Fines</i>	4,692,034	--
<i>Intergovernmental</i>	205,866	909,005
<i>Due from other funds</i>	22,601	160,471
<i>Inventories</i>	--	--
Total Assets	<u>\$ 9,630,808</u>	<u>\$ 1,071,158</u>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>		
Liabilities:		
<i>Accounts payable</i>	\$ 568,754	\$ 19,591
<i>Accrued liabilities</i>	323,820	--
<i>Due to other funds</i>	--	--
<i>Due to other governments</i>	757,088	--
<i>Due to others</i>	<u>2,505,114</u>	<u>--</u>
Total Liabilities	<u>4,154,776</u>	<u>19,591</u>
Deferred Inflows of Resources:		
<i>Unavailable revenue - property taxes</i>	646,873	--
<i>Unavailable revenue - fines</i>	1,431,970	--
<i>Unavailable revenue - grants</i>	<u>--</u>	<u>675,037</u>
Total Deferred Inflows of Resources	<u>2,078,843</u>	<u>675,037</u>
Fund balances:		
<i>Nonspendable</i>	--	--
<i>Restricted</i>	--	376,530
<i>Committed</i>	--	--
<i>Unassigned</i>	<u>3,397,189</u>	<u>--</u>
Total fund balances	<u>3,397,189</u>	<u>376,530</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 9,630,808</u>	<u>\$ 1,071,158</u>

The accompanying notes are an integral part of this statement.

2018 GO Bonds Construction FY2019	2020 CO Bonds Construction FY2020	Other Governmental Funds	Total Governmental Funds
\$ 2,638,359	\$ 9,903,830	\$ 4,138,594	\$ 18,144,733
--	--	1,162,238	3,675,428
--	--	239,203	942,326
--	--	13,706	45,432
--	--	--	4,692,034
896,391	--	807,914	2,819,176
--	--	--	183,072
--	--	81,571	81,571
<u>\$ 3,534,750</u>	<u>\$ 9,903,830</u>	<u>\$ 6,443,226</u>	<u>\$ 30,583,772</u>
\$ 529,821	\$ --	\$ 392,855	\$ 1,511,021
--	--	98,873	422,693
--	--	183,072	183,072
--	--	--	757,088
--	--	--	2,505,114
<u>529,821</u>	<u>--</u>	<u>674,800</u>	<u>5,378,988</u>
--	--	219,433	866,306
--	--	--	1,431,970
664,927	--	696,794	2,036,758
<u>664,927</u>	<u>--</u>	<u>916,227</u>	<u>4,335,034</u>
--	--	81,571	81,571
2,340,002	9,903,830	2,679,068	15,299,430
--	--	2,271,741	2,271,741
--	--	(180,181)	3,217,008
<u>2,340,002</u>	<u>9,903,830</u>	<u>4,852,199</u>	<u>20,869,750</u>
<u>\$ 3,534,750</u>	<u>\$ 9,903,830</u>	<u>\$ 6,443,226</u>	<u>\$ 30,583,772</u>

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**FANNIN COUNTY, TEXAS**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2020**

Total fund balances - governmental funds balance sheet \$ 20,869,750

Amounts reported for governmental activities in the Statement of Net Position ("SNP") are different because:

Capital assets used in governmental activities are not reported in the funds.	33,451,334
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	866,305
Payables for bond principal which are not due in the current period are not reported in the funds.	(21,790,000)
Payables for capital leases which are not due in the current period are not reported in the funds.	(52,139)
Payables for bond interest which are not due in the current period are not reported in the funds.	(389,053)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(216,880)
Other long-term assets are not available to pay for current period expenditures and are deferred in the funds.	1,881,570
Court fines receivable unavailable to pay for current period expenditures are deferred in the funds.	1,431,970
Recognition of the County's proportionate share of the net pension liability is not reported in the funds.	(1,062,502)
Deferred Resource Inflows related to the pension plan are not reported in the funds.	(2,189,436)
Deferred Resource Outflows related to the pension plan are not reported in the funds.	2,033,758
Bond premiums are amortized in the SNA but not in the funds.	<u>(437,499)</u>

Net position of governmental activities - Statement of Net Position \$ 34,397,178

The accompanying notes are an integral part of this statement.

# FANNIN COUNTY, TEXAS

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund	2017 GO Bonds Construction FY2017
<b>Revenue:</b>		
<i>Ad valorem taxes</i>	\$ 9,034,214	\$ --
<i>Other taxes</i>	1,391,936	--
<i>Licenses and permits</i>	118,774	--
<i>Intergovernmental</i>	107,609	233,969
<i>Fees of office</i>	811,204	--
<i>Fees of tax collector</i>	360,047	--
<i>Fines</i>	13,823	--
<i>Interest</i>	43,555	17,269
<i>Miscellaneous</i>	246,609	--
<b>Total revenues</b>	<u>12,127,771</u>	<u>251,238</u>
<b>Expenditures:</b>		
<i>General administration</i>	719,208	--
<i>Judicial</i>	2,383,840	--
<i>Legal</i>	918,424	--
<i>Financial administration</i>	897,121	--
<i>Public facilities</i>	445,727	--
<i>Public safety</i>	5,995,690	--
<i>Public transportation</i>	--	--
<i>Health and welfare</i>	602,850	--
<i>Nondepartmental</i>	1,132,130	--
Capital outlay	--	4,646,593
<b>Debt service:</b>		
<i>Principal</i>	--	--
<i>Interest and fiscal charges</i>	--	--
<b>Total expenditures</b>	<u>13,094,990</u>	<u>4,646,593</u>
Excess (deficiency) of revenues over (under) expenditures	(967,219)	(4,395,355)
<b>Other financing sources (uses):</b>		
<i>Transfers in</i>	1,032	--
<i>Transfers out</i>	(429)	--
<i>General obligation bonds issued</i>	--	--
<i>Premium on bonds issued</i>	--	--
<i>Discount on bonds issued</i>	--	--
<i>Sale of capital assets</i>	20,606	--
<i>Capital leases</i>	--	--
<b>Total other financing sources (uses)</b>	<u>21,209</u>	<u>--</u>
Net change in fund balances	(946,010)	(4,395,355)
Fund balances, October 1	4,343,199	4,771,885
Fund balances, September 30	<u>\$ 3,397,189</u>	<u>\$ 376,530</u>

The accompanying notes are an integral part of this statement.

2018 GO Bonds Construction FY2019	2020 CO Bonds Construction FY2020	Other Governmental Funds	Total Governmental Funds
\$ --	\$ --	\$ 3,641,203	\$ 12,675,417
--	--	441,360	1,833,296
--	--	--	118,774
231,465	--	704,353	1,277,396
--	--	49,767	860,971
--	--	686,357	1,046,404
--	--	187,266	201,089
59,995	3,730	19,293	143,842
--	100	438,817	685,526
<u>291,460</u>	<u>3,830</u>	<u>6,168,416</u>	<u>18,842,715</u>
--	--	158,458	877,666
--	--	21,927	2,405,767
--	--	18,706	937,130
--	--	--	897,121
--	--	--	445,727
--	--	682,477	6,678,167
--	--	4,382,730	4,382,730
--	--	30,574	633,424
--	--	259,334	1,391,464
4,289,617	--	--	8,936,210
--	--	210,000	210,000
--	102,909	562,661	665,570
<u>4,289,617</u>	<u>102,909</u>	<u>6,326,867</u>	<u>28,460,976</u>
(3,998,157)	(99,079)	(158,451)	(9,618,261)
--	--	2,729	3,761
--	--	(3,332)	(3,761)
--	9,860,000	--	9,860,000
--	234,677	--	234,677
--	(91,768)	--	(91,768)
--	--	120,941	141,547
--	--	54,500	54,500
<u>--</u>	<u>10,002,909</u>	<u>174,838</u>	<u>10,198,956</u>
(3,998,157)	9,903,830	16,387	580,695
<u>6,338,159</u>	<u>--</u>	<u>4,835,812</u>	<u>20,289,055</u>
<u>\$ 2,340,002</u>	<u>\$ 9,903,830</u>	<u>\$ 4,852,199</u>	<u>\$ 20,869,750</u>



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**FANNIN COUNTY, TEXAS**

*RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2020*

Net change in fund balances - total governmental funds	\$ 580,695
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	10,076,335
The depreciation of capital assets used in governmental activities is not reported in the funds.	(1,432,671)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(35,400)
Donations of capital assets increase net position in the SOA but not in the funds.	7,521,386
Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.	27,764
Revenues in the SOA not providing current financial resources are not reported as revenues in the funds.	1,881,570
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	210,000
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	2,361
(Increase) decrease in accrued interest from beginning of period to end of period.	(30,940)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(4,917)
Certain fine revenues are deferred in the funds. This is the change in these amounts this year.	22,269
Proceeds of bonds do not provide revenue in the SOA, but are reported as current resources in the funds.	(9,860,000)
Bond premiums are reported in the funds but not in the SOA.	(126,689)
Proceeds of leases do not provide revenue in the SOA, but are reported as current resources in the funds.	(54,500)
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	<u>(123,295)</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ 8,653,966</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**  
 STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 SEPTEMBER 30, 2020

	<u>Custodial Funds</u>
<b>ASSETS</b>	
<i>Cash and cash equivalents</i>	\$ 3,418,908
<b>Total Assets</b>	<u>\$ 3,418,908</u>
<b>LIABILITIES</b>	
<i>Due to other governments</i>	\$ 393,090
<i>Due to others</i>	<u>3,025,818</u>
<b>Total Liabilities</b>	<u>\$ 3,418,908</u>

The accompanying notes are an integral part of this statement.

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2020**

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

	Unavailable	Unearned	Total
Deferred tax revenue (General Fund)	\$644,380	\$ --	\$644,380
Deferred fines revenue (General Fund)	1,409,701	--	1,409,701
Deferred tax revenue (NonMajor Funds)	194,161	--	194,161
<b>Total deferred/unearned revenue for governmental funds</b>	<b>\$2,248,242</b>	<b>\$ --</b>	<b>\$2,248,242</b>

**C. Capital assets**

Capital asset activity for the year ended September 30, 2020:

	Balance 9/30/19	Additions	Retirements	Inventory Adjustment	Balance 9/30/20
<b>GOVERNMENTAL ACTIVITIES:</b>					
Capital assets, not being depreciated:					
Land	\$341,561	\$ --	\$ --	\$ --	\$341,561
Construction in progress	2,124,973	8,933,781	--	--	11,058,754
<b>Total capital assets not being depreciated</b>	<b>2,466,534</b>	<b>8,933,781</b>	<b>--</b>	<b>--</b>	<b>11,400,315</b>
Capital assets, being depreciated:					
Buildings	4,737,000	--	--	--	4,737,000
Infrastructure	30,028,916	8,105,706	(822,453)	--	37,312,169
Machinery and equipment	7,514,080	571,894	(622,444)	--	7,463,530
<b>Total capital assets being depreciated</b>	<b>42,279,988</b>	<b>8,677,600</b>	<b>(1,444,897)</b>	<b>--</b>	<b>49,512,699</b>
Less accumulated depreciation for:					
Buildings	(3,612,211)	(119,339)	--	--	(3,731,550)
Infrastructure	(18,395,276)	(781,366)	822,453	--	(18,354,189)
Machinery and equipment	(5,417,360)	(545,624)	587,043	--	(5,375,941)
<b>Total accumulated depreciation</b>	<b>(27,424,847)</b>	<b>(1,446,329)</b>	<b>1,409,496</b>	<b>--</b>	<b>(27,461,680)</b>
<b>Total capital assets being depreciated, net</b>	<b>14,855,149</b>	<b>7,231,271</b>	<b>(35,401)</b>	<b>--</b>	<b>22,051,019</b>
<b>Governmental activities capital assets, net</b>	<b>\$17,321,683</b>	<b>\$16,165,052</b>	<b>(\$35,401)</b>	<b>\$ --</b>	<b>\$33,451,334</b>

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

**Governmental activities:**

General administration	\$3,214
Public facilities	47,479
Public safety	247,952
Public transportation	1,136,818
Health and welfare	10,866
<b>Total depreciation expense - governmental activities</b>	<b>\$1,446,329</b>

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2020**

D. Interfund receivables, payables, and transfers

The composition of interfund balances as of September 30, 2019 is as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
<b>Major Funds</b>		
2017 GO Bonds Construction	\$160,471	\$442,800
Lake Road Improvement #3	451,675	--
<b>Nonmajor Funds</b>		
Courthouse Restoration	--	168,848
Hazard Mitigation	--	429
Chapter 19 Funds	--	69
<b>Total Governmental Funds</b>	<u><u>\$612,146</u></u>	<u><u>\$612,146</u></u>

Interfund receivables/payables arise because of overdrafts in pooled cash.

E. Joint Venture

The County participates (20%) with Cooke and Grayson counties in the Cooke, Fannin and Grayson County Juvenile Detention Center. Under the interlocal agreement governing the joint venture, the County shares in the cost of operations, construction and maintenance of the joint venture. The agreement requires maintenance of a minimum fund balance and returns excess assets to the venturers. Separate financial statements of the joint venture are available from the Grayson County Auditor, Sherman, Texas. An equity interest in the joint venture has not been recorded because the terms of the interlocal agreement governing the joint venture provide that, under certain circumstances, withdrawing venturers forfeit all rights, title and interest in property of the joint venture. Following is unaudited summary information of the operations of the joint venture for the year ended September 30, 2019 under the modified accrual basis of accounting:

	<u>Unaudited</u>
Total revenues	\$1,036,662
Total expenses	<u>(1,036,662)</u>
Change in net assets	0
Contributions from joint venturer	168,422
Net assets - September 30, 2018	<u>322,921</u>
Net assets - September 30, 2019	<u><u>\$491,343</u></u>

F. Long-term debt

The County issues general obligation debt (in the form of general obligation bonds, certificates of obligation, contractual obligations, and notes payable) to provide funds for the acquisition and construction of equipment and major capital facilities. These issues are direct obligations and pledge the full faith and credit of the County. General obligation bonded debt of the County is as follows:

\$6,150,000 General Obligation - Series 2017, principal due annually in series through 2042, interest due semi-annually at 3.00% to 4.00%	\$ 5,760,000
\$6,210,000 General Obligation - Series 2018, principal due annually in series through 2044, interest due semi-annually at 3.00% to 4.00%	6,170,000
\$9,860,000 Certificates of Obligation - Series 2020, principal due annually in series through 2045, interest due semi-annually at 3.00% to 4.00%	<u>9,860,000</u>
	<u><u>\$21,790,000</u></u>

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2020**

Annual debt service requirements to maturity for general debt:

Year	Governmental Activities		Total
	Principal	Interest	
2021	\$335,000	\$781,406	\$1,116,406
2022	615,000	649,188	1,264,188
2023	680,000	626,387	1,306,387
2024	705,000	601,988	1,306,988
2025	720,000	576,862	1,296,862
2026-2030	4,030,000	2,488,063	6,518,063
2031-2035	4,630,000	1,845,074	6,475,074
2036-2040	5,370,000	1,135,656	6,505,656
2041-2045	4,675,000	316,661	4,991,661
	<u>\$21,760,000</u>	<u>\$9,021,285</u>	<u>\$30,781,285</u>

**CHANGES IN LONG-TERM LIABILITIES**

Long-term liability activity for the year ended September 30, 2020, was as follows:

	Balance 09/30/19	Additions	Retirements	Balance 09/30/20	Due Within One Year
<b>Governmental activities:</b>					
General obligation bonds	\$12,140,000	\$ --	(\$210,000)	\$11,930,000	\$335,000
Certificates of obligation	--	9,860,000	--	9,860,000	--
<b>Deferred amounts:</b>					
Unamortized premium	444,752	234,677	(23,742)	655,687	28,436
Unamortized discount	(133,943)	(91,768)	7,523	(218,188)	(9,358)
	<u>12,450,809</u>	<u>10,002,909</u>	<u>(226,219)</u>	<u>22,227,499</u>	<u>354,078</u>
Capitalized lease obligation	--	54,500	(2,361)	52,139	52,139
Net pension liability	2,922,091	--	(1,859,591)	1,062,500	--
Compensated absences	211,962	216,880	(211,962)	216,880	216,880
<b>Governmental activity Long-Term Liabilities</b>	<u>\$15,584,862</u>	<u>\$10,274,289</u>	<u>(\$2,300,133)</u>	<u>\$23,559,018</u>	<u>\$623,097</u>

For the governmental activities, claims and judgements and compensated absences are generally liquidated by the General Fund, and the Road and Bridge Funds.

**Authorized and Unissued Debt**

The County had no authorized but unissued debt at 9/30/20.

**Conduit Debt Obligations**

**FANNIN COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2020**

**Conduit Debt Obligations**

Certain revenue bonds entitled the Fannin County Public Facility Corporation Project Revenue Bonds, Series 2008, were issued to provide financial assistance to a nonprofit public corporation to provide funds to finance a project that consists of the development, design, construction, furnishing and equipping of a multi-classification secure detention center on real property in Fannin County. The bonds are secured by the property financed and are payable by the issuer solely from the rental payments, which are in turn payable by the County solely from the project revenues and other funds pledged therefor pursuant to the indenture. The County is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. In the fiscal year ended September 30, 2014, the original bonds were refunded with the Fannin County PFC Senior Lien Refunding Bonds, Taxable Series 2014. As of September 30, 2020, the principal amount payable was \$\_\_\_\_\_.

**IV. OTHER INFORMATION**

**A. Risk management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various nature. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (Pool) which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage.

**B. Contingent Liabilities and Commitments**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County periodically is defendant in various lawsuits. As of September 30, 2019, after consultation with the County's attorney, the County is not aware of any pending or threatened litigation which would have a material effect on the financial statements.

The District Clerk has invested trust funds at various financial institutions in accordance with court orders. The County has a fiduciary responsibility over these funds until their final disposition.

**C. Retirement Commitments**

**1. Plan Description**

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit plan in the state-wide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multi-employer public employee retirement system consisting of 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, 78768-20343.

The plan provisions are adopted by the County commissioners' court, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or with 30 years regardless of age or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump-sum are not entitled to any amounts contributed by 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 County

**FANNIN COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenue:</b>				
<i>Ad valorem taxes</i>	\$ 9,060,180	\$ 9,060,180	\$ 9,034,214	\$ (25,966)
<i>Other taxes</i>	1,253,102	1,253,102	1,391,936	138,834
<i>Licenses and permits</i>	102,500	102,500	118,774	16,274
<i>Intergovernmental</i>	34,000	104,121	107,609	3,488
<i>Fees of office</i>	634,700	634,700	811,204	176,504
<i>Fees of tax collector</i>	501,500	501,500	360,047	(141,453)
<i>Fines</i>	13,700	13,700	13,823	123
<i>Interest</i>	50,000	50,000	43,555	(6,445)
<i>Miscellaneous</i>	238,602	281,602	246,609	(34,993)
<b>Total revenues</b>	<u>11,888,284</u>	<u>12,001,405</u>	<u>12,127,771</u>	<u>126,366</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<i>General administration</i>				
<i>County Judge</i>	144,176	144,176	139,409	4,767
<i>911 Coordinator</i>	23,000	23,000	23,000	--
<i>County Clerk</i>	413,290	413,171	385,695	27,476
<i>Elections</i>	53,686	53,805	51,742	2,063
<i>Court Administration</i>	102,261	102,261	60,805	41,456
<i>Development Services</i>	59,797	59,797	58,557	1,240
<b>Total General administration</b>	<u>796,210</u>	<u>796,210</u>	<u>719,208</u>	<u>77,002</u>
<i>Judicial</i>				
<i>County Court at Law</i>	490,407	490,407	449,728	40,679
<i>District Court</i>	991,683	991,683	981,565	10,118
<i>District Clerk</i>	472,425	472,425	469,615	2,810
<i>Justice of the Peace Number One</i>	176,531	176,531	167,324	9,207
<i>Justice of the Peace Number Two</i>	140,773	140,773	136,880	3,893
<i>Justice of the Peace Number Three</i>	118,070	118,070	115,574	2,496
<i>Bond supervisor</i>	62,962	62,962	63,154	(190)
<b>Total Judicial</b>	<u>2,452,851</u>	<u>2,452,851</u>	<u>2,383,840</u>	<u>69,011</u>
<i>Legal</i>				
<i>District and County Attorney</i>	988,480	988,480	918,424	70,056
<b>Total Legal</b>	<u>988,480</u>	<u>988,480</u>	<u>918,424</u>	<u>70,056</u>
<i>Financial administration</i>				
<i>County Auditor</i>	296,784	296,784	284,017	12,767
<i>County Purchasing</i>	79,571	79,571	76,946	2,625
<i>County Treasurer</i>	153,068	153,068	127,598	25,470
<i>Tax Assessor Collector</i>	333,652	333,652	334,910	(1,258)
<i>Computer/IT Department</i>	98,810	98,810	73,650	25,160
<b>Total Financial administration</b>	<u>961,885</u>	<u>961,885</u>	<u>897,121</u>	<u>64,764</u>



**FANNIN COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

**EXHIBIT B-1**  
Page 2 of 3

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Public facilities</i>				
<i>Courthouse</i>	\$ 448,899	\$ 448,899	\$ 355,095	\$ 93,804
<i>County Office Building</i>	35,434	35,434	30,216	5,218
<i>Co-op Office Building</i>	9,550	9,550	7,448	2,102
<i>Courthouse South Annex</i>	35,653	37,173	32,799	4,374
<i>Old County Jail Building</i>	960	960	946	14
<i>Windom County Building</i>	6,505	6,505	6,938	(433)
<i>Agri Life Extension Building</i>	12,476	12,476	12,285	191
<i>Government Building</i>	10,000	10,000	--	10,000
<i>Total Public facilities</i>	<u>559,477</u>	<u>560,997</u>	<u>445,727</u>	<u>115,270</u>
<i>Public safety</i>				
<i>Emergency Management</i>	58,163	58,163	57,706	457
<i>Ambulance Service</i>	540,000	540,000	540,009	(9)
<i>Fire Protection</i>	93,463	93,463	90,572	2,891
<i>Constables Precinct Number One</i>	51,995	51,995	50,633	1,362
<i>Constables Precinct Number Two</i>	35,285	35,285	32,744	2,541
<i>Constables Precinct Number Three</i>	44,467	44,467	41,243	3,224
<i>Texas Vine Program</i>	--	18,619	18,619	--
<i>County Sheriff</i>	2,339,696	2,382,696	2,149,227	233,469
<i>Jail Operations</i>	2,025,000	2,034,609	2,775,991	(741,382)
<i>Adult Probation</i>	2,000	2,000	1,330	670
<i>Juvenile Probation</i>	184,000	184,000	184,024	(24)
<i>Animal Control Officer</i>	3,500	3,500	2,090	1,410
<i>National Incident Based Reporting</i>	--	51,502	51,502	--
<i>Total Public safety</i>	<u>5,377,569</u>	<u>5,500,299</u>	<u>5,995,690</u>	<u>(495,391)</u>
<i>Public transportation</i>				
<i>Health and welfare</i>				
<i>Veterans Service</i>	62,205	62,205	60,732	1,473
<i>Health Inspector</i>	150,617	150,617	132,526	18,091
<i>County Welfare</i>	69,703	69,703	70,276	(573)
<i>Health Officer</i>	2,400	2,400	2,400	--
<i>Indigent Health Care</i>	209,205	208,325	227,188	(18,863)
<i>County Agents</i>	117,835	117,835	109,728	8,107
<i>Total Health and welfare</i>	<u>611,965</u>	<u>611,085</u>	<u>602,850</u>	<u>8,235</u>
<i>Nondepartmental</i>				
<i>Non-departmental</i>	925,162	925,162	933,747	(8,585)
<i>County Offices Relocation</i>	212,000	212,000	195,383	16,617
<i>Contingency</i>	250,000	193,509	--	193,509
<i>Donations and Allocations</i>	3,000	3,000	3,000	--
<i>Undesignated Conversion</i>	2,000	58,602	--	58,602
<i>Total Nondepartmental</i>	<u>1,392,162</u>	<u>1,392,273</u>	<u>1,132,130</u>	<u>260,143</u>
<i>Total expenditures</i>	<u>13,140,601</u>	<u>13,264,082</u>	<u>13,094,990</u>	<u>169,092</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(1,252,317)	(1,262,677)	(967,219)	295,458

**FANNIN COUNTY, TEXAS**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2020**

**EXHIBIT B-1**  
Page 3 of 3

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
<i>Transfers in</i>	\$ --	\$ --	\$ 1,032	\$ 1,032
<i>Transfers out</i>	--	--	(429)	429
<i>Sale of capital assets</i>	<u>1,000</u>	<u>1,000</u>	<u>20,606</u>	<u>19,606</u>
Total other financing sources (uses)	<u>1,000</u>	<u>1,000</u>	<u>21,209</u>	<u>(20,209)</u>
Net change in fund balances	(1,251,317)	(1,261,677)	(946,010)	315,667
Fund balances, October 1	<u>4,343,199</u>	<u>4,343,199</u>	<u>4,343,199</u>	--
Fund balances, September 30	<u>\$ 3,091,882</u>	<u>\$ 3,081,522</u>	<u>\$ 3,397,189</u>	<u>\$ 315,667</u>