

GREGG COUNTY, TEXAS

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
SEPTEMBER 30, 2004**

GREGG COUNTY, TEXAS

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INTRODUCTORY SECTION



HONORABLE DISTRICT JUDGES
HONORABLE COMMISSIONERS' COURT

Ladies and Gentlemen:

In compliance with the statutory duties of the County Auditor as prescribed by Section 114.025 of the Local Government Code of the State of Texas, the Financial Statements of Gregg County, Texas, for the fiscal year ended September 30, 2004 are submitted herewith. The report was prepared by the County Auditor's office in conjunction with the audit firm of Pattillo, Brown & Hill, L.L.P.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the data presented is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of Gregg County. All disclosures necessary to enable the reader to gain an understanding of the government's financial activities have been included.

Generally accepted accounting principles require a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The Financial Statements are presented in three sections: introductory, financial and compliance. The introductory section includes this transmittal letter, the County's organizational chart and a list of principal officials. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Gregg County's MD&A can be found in the financial section. The financial section also includes government-wide financial statements, fund financial statements, notes, required supplementary information and the combining and individual fund financial statements and schedules in addition to the report of the independent auditors.

PROFILE OF GREGG COUNTY

Located in northeast Texas, Gregg County was inhabited by Caddo Tribes until the early 1800s and partly by Cherokee immigrants until 1839. Gregg County was settled by farmers from the southern United States after Texas achieved statehood in 1845. The construction of the railroad in the 1870's established the early towns that were to form Gregg County. In 1873, State Representative B. W. Brown introduced a bill to create Gregg County from parts of Upshur and Rusk Counties. The County seat is Longview. The name for Gregg County commemorated a leader named John Gregg who was killed in action as a Confederate General.

Cotton was the early foundation of the economy, occupying about half of the county's cultivated acreage, and the use of the uncultivated acreage was timber for the sawmills. Late in the 1930's, Gregg County was rescued from the Great Depression by the largest pool of petroleum ever discovered in the United States. The new wealth resulted in a multitude of civic improvements being initiated before drilling slacked off.

Beginning in 1964, the construction of Interstate Highway 20 confirmed Gregg County's fortunate location on a natural east-west transportation artery. The economy that was based almost entirely on oil production and manufacturing has successfully diversified to sustain slow growth.

The County is a political subdivision of the State of Texas. The general governing body of the County is the elected five-member Commissioners' Court in accordance with Article 5, Paragraph 18 of the Texas Constitution. Commissioners serve four-year staggered terms, two members elected every two years. The County Judge is elected at large to serve a four-year term.

The Commissioners' Court sets the tax rates, establishes policies for County operations, approves contracts for the County and develops and adopts the County budget based on revenue estimates provided by the County Auditor. The Commissioners' Court is also responsible for approving financial commitments and appointment of various department heads. The management and leadership provided by members of the Commissioners' Court and the elected and appointed officials of other key County offices is crucial to the success of the County in financial management and growth.

The County Auditor has the responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing and approving" all disbursements from County funds prior to their submission to the Commissioners' Court for approval.

The County provides many services not ordinarily provided by any other entity of government and provides additional services in cooperation with other local governmental units. A primary service is the administration of justice, which includes the civil and criminal county and district courts, justices of the peace, constables, district attorney, investigators, clerks of the courts, sheriff, jail, security and emergency management. Other functions performed by the County include 1) the construction and maintenance of roads and bridges, either independently or in cooperation with other entities; 2) administration of public health services; 3) assistance to indigents; 4) the provision of juvenile, health, education and welfare services involving the care and correction of dependent or delinquent children; 5) property tax collections for multiple agencies; 6) administration of elections; and 7) depository of public records. The County also operates an airport for the benefit of its citizens.

FINANCIAL INFORMATION

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit As a recipient of federal and state financial assistance, the County is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff of the County.

The County is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments. Information related to this single audit, including a schedule of expenditures of federal and state awards, findings and questioned costs, and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations, is included in the compliance section of this report.

As a part of the County's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the government has complied with applicable laws and regulations. The results of the County's single audit for the fiscal year ended September 30, 2004, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Factors Affecting Financial Condition

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

Local Economy The County has diversified its economy from oil and gas and now includes manufacturing, medical and retail facilities. This diversification has lessened the effects of the recent economic downturn. Over the past decade, mineral values associated with the oil and gas industry have declined significantly and had an adverse affect on the County's tax base. The rise in property values over this time period, the addition of national retail stores within the County and expansions of existing companies have helped stabilize the overall tax base by substantially offsetting the mineral value decreases. Property values have risen slightly to the current \$5.46 billion.

The 2000 census for the County was 111,379, an increase of 6.13% since 1990. Estimated population for 2003 is 113,941. Retail sales for 2002 totaled \$2.2 billion. The total 2002 Effective Buying Income was \$1.9 billion. A total of 72.8% of the households had Effective Buying Incomes in excess of \$20,000, while 27.2% had incomes below \$20,000. The median income per household was \$34,048, compared to the state median of \$38,669.

Unemployment Rates

| | December 2004 | December 2003 | December 2002 |
|----------------|---------------|---------------|---------------|
| Gregg County | 4.80% | 5.80% | 6.30% |
| State of Texas | 5.40% | 6.00% | 6.10% |
| United States | 5.10% | 5.30% | 5.70% |

Gregg County budget initiatives reflect increased pressures to provide for indigent support of the health, welfare and judicial needs of citizenry.

Budgetary Controls The annual budget serves as the foundation for the County's planning and control. Budget hearings are posted annually in August by the Budget Director's office with the final budget and setting of the tax rate approved by the Commissioners' Court following the hearings. Activities of the general fund, certain special revenue funds and debt service funds are included in the annual budget. Project length financial plans are adopted for capital projects funds. The budget is also approved at the position level to maintain control of salaries at the position level instead of the department level. The County maintains an encumbrance accounting system as one method of accomplishing budgetary control. Encumbered amounts lapse at year-end and are not appropriated as part of the following year's budget. Budget to actual comparisons are provided in this report for each major governmental fund.

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

Cash Management The Commissioners' Court has adopted a formal investment policy for the County consistent with State statutes governing the investment of County funds and has designated the County Clerk as the investment officer. The policy is reviewed and, if necessary, updated annually. The general objectives set forth in the policy provide for financial security and optimum liquidity of County funds while achieving the maximum yield on funds invested and maximum levels of invested funds. Generally, the County has limited its investments to certificates of deposit with the County's depository bank and government securities.

The County maintains an overall account balance at its depository bank necessary to offset bank charges. Cash temporarily idle in excess of this minimum balance is invested on a daily basis in qualified "sweep" investments. Interest rates on bank deposits are governed by the County's depository contract.

Risk Management Gregg County provides for the management of risks through a combination of self-insurance and traditional insurance. Currently, the County has workman's compensation, unemployment compensation, public official liability, law enforcement liability, and general liability policies through the Texas Association of Counties self-insurance program. Traditional insurance includes coverage for property damage, automobile liability and some professional liability.

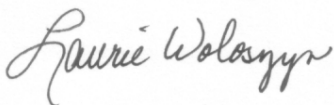
OTHER INFORMATION

Independent Audit While State statutes do not require an annual audit by independent certified public accountants, Gregg County has followed the policy of having an annual independent audit of its financial records. This policy has been continued for fiscal year 2004 with the engagement of the firm of Pattillo, Brown and Hill, L.L.P. The audit was designed to meet the requirements of the federal Single Audit Act of 1984 and OMB Circular A-133. The auditors' report on the basic financial statements is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the compliance section.

Acknowledgements I would like to express my appreciation for the commitment that the staff of the Auditor's office continues to demonstrate. During this audit, they were asked to commit to providing the extra assistance and teamwork necessary to complete the audit in a timely manner. Valerie, Linnie, Desiree, Veronica, Tobi, Tammy, Kristi and Shelia – you are immensely appreciated. You are to be commended for your efforts not only in making this report possible, but in your dedication to do your best for Gregg County in all you do. Thank you.

I would also like to express my appreciation to all the officials and members of County offices who assisted in and contributed to the preparation of this annual report and in the financial administration of the County. In addition, I express my appreciation to the District Judges, County Judge, and Commissioners' Court who have given their support in planning and conducting the financial operation and management of Gregg County in a responsible manner.

Respectfully submitted,



Laurie Woloszyn
Auditor

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

The Honorable County Judge
and Members of the Commissioners' Court
Gregg County
Longview, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Gregg County, Texas as of and for the year ended September 30, 2004, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Gregg County, Texas' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the respective budgetary comparison for the General Fund and the major Special Revenue Funds of Gregg County, Texas as of September 30, 2004, and the respective changes in financial position and the cash flows, where applicable, 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 March 4, 2005, on our consideration of Gregg County, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. 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.

The management's discussion and analysis information on pages 3 through 11 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Gregg County, Texas' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*, and is also not a required part of the basic financial statements of Gregg County, Texas. The combining and individual nonmajor fund financial statements and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

March 4, 2005

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MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Gregg County, we offer readers of Gregg County's financial statements this narrative overview and analysis of the financial activities of Gregg County for the fiscal year ended September 30, 2004. This is the second year Gregg County is presenting financial information in the new reporting format required by Governmental Accounting Standards Board (GASB) Statement 34. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iv of this report.

FINANCIAL HIGHLIGHTS

The assets of Gregg County exceeded its liabilities at the close of fiscal year 2004 by \$39,343,377 (*net assets*). Of this amount, \$11,773,150 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.

- The government's total net assets increased by \$2,442,351 primarily due to the issuance of new debt.
- As of September 30, 2004, Gregg County's governmental funds reported combined ending fund balances of \$11,467,579, a decrease of \$3,455,051 or 23.16% in comparison with the prior year restated amount. This decrease was due mostly to the use of current resources in addition to the issuance of refunding bonds to retire the Series 1993 Debt issue. \$10,461,221 is *available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- At the end of fiscal year 2004, unreserved, undesignated fund balance for the General Fund was \$5,937,789 or 27.38% of total General Fund expenditures, a decrease of 16.41% from the prior year restated amount.
- Gregg County's outstanding bonds payable decreased by \$5,681,885 during fiscal year 2004 due to debt restructuring activities.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements: The *government-wide financial statements* are designed to provide readers with a broad overview of Gregg County's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of Gregg County's assets and liabilities with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Gregg County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Gregg County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Gregg County include general government, public safety, judicial, health and human services, public buildings and transportation and roads. Gregg County reports no business-type activities.

The government-wide financial statements can be found on pages 12–13 of this report.

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

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

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

Gregg County maintains 37 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Road and Bridge, Health Care and Debt Service funds, all of which are considered to be major funds. Data from the other 33 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Gregg County adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. Budgetary comparisons for the Road and Bridge and Health Care funds are provided also in this report.

The basic governmental fund financial statements can be found on pages 14–55 of this report.

Proprietary Funds: Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the County’s various functions. Gregg County uses Internal Service Funds to account for self-funding for medical and dental insurance and print shop activities. Because both of these services exclusively benefit government rather than business-type functions, they have been included within governmental activities in the government-wide statements.

The basic proprietary fund financial statements can be found on pages 56–58 of this report.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Gregg County’s own programs.

The basic fiduciary fund financial statement can be found on page 59 of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 60–75 of this report.

Other Information: The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 76–96 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Gregg County, assets exceeded liabilities by \$39,343,377 at the close of the most recent fiscal year.

Gregg County's investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding, is 68.48% of net assets. Gregg County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Gregg County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Gregg County's Net Assets

| | Governmental Activities | |
|--|-----------------------------|-----------------------------|
| | 2004 | 2003 |
| Current and other assets | \$ 17,182,095 | \$ 19,188,493 |
| Capital assets | 31,794,515 | 32,486,826 |
| Total assets | <u>48,976,610</u> | <u>51,675,319</u> |
| Long-term liabilities | 5,301,442 | 11,444,235 |
| Other liabilities | 4,331,791 | 3,330,058 |
| Total liabilities | <u>9,633,233</u> | <u>14,774,293</u> |
| Net assets: | | |
| Invested in capital assets, net of related debt | 26,940,685 | 21,450,111 |
| Restricted | 629,542 | 3,424,148 |
| Unrestricted | <u>11,773,150</u> | <u>12,026,767</u> |
| Total net assets | <u><u>\$ 39,343,377</u></u> | <u><u>\$ 36,901,026</u></u> |

An additional portion of Gregg County's net assets (1.6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets*, \$11,773,150 (29.92%) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Gregg County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental activities. The same situation held true for the prior fiscal year.

Governmental Activities: Governmental activities increased Gregg County's net assets by \$2,462,799 thereby accounting for a gain of 6.68% of the total net assets of Gregg County. As a comparison to last year, net assets decreased by 1.09% in FY 2004.

Gregg County's Changes in Net Assets

Governmental Activities

| REVENUES | 2004 | 2003 |
|---|---------------------|---------------------|
| Program Revenue | | |
| Charges for Services | \$7,246,754 | \$6,630,316 |
| Operating Grants and Contributions | 1,401,835 | 1,243,823 |
| Capital Grants and Contributions | 591,335 | 1,235,710 |
| General Revenue | | |
| Property Taxes | 11,891,659 | 11,742,635 |
| Sales Tax | 10,763,374 | 10,063,372 |
| Other Taxes | 215,206 | 219,288 |
| Investment Earnings | 224,225 | 189,562 |
| Miscellaneous | 26,212 | 79,368 |
| Extraordinary Item | | |
| Gain on Extinguishment of Debt | 479,586 | - |
| Total Revenues | 32,840,186 | 31,404,074 |
| EXPENSES | | |
| General Government | 7,951,967 | 7,420,436 |
| Judicial | 4,777,374 | 4,712,396 |
| Public Safety | 7,808,400 | 7,354,139 |
| Health and Human Services | 2,870,741 | 2,859,193 |
| Public Buildings | 2,476,390 | 2,588,349 |
| Transportation and Roads | 4,013,338 | 6,136,975 |
| Interest on Long-term Debt | 479,177 | 737,859 |
| Total Expenses | 30,377,387 | 31,809,347 |
| Change in Net Assets | 2,462,799 | (405,273) |
| Net Assets, Beginning | 36,901,026 | 37,306,299 |
| Prior Period Adjustment | (20,448) | - |
| Net Assets, Beginning, as Restated | 36,880,578 | 37,306,299 |
| Net Assets, Ending | \$39,343,377 | \$36,901,026 |

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds: The focus of Gregg County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Gregg County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of fiscal year 2004, Gregg County's *governmental funds* reported combined ending fund balances of \$11,467,579, a decrease of \$3,455,051 in comparison with the prior year restated amount. Most of the decrease is attributable to the County's contribution toward the retirement of debt during the year. Approximately 92% of the ending fund balance amount constitutes *unreserved fund balance*. The remainder of fund balance is reserved to indicate it is not available for new spending because it has already been committed: 1) to pay debt service (\$629,542); 2) to fund capital projects (\$182,534); 3) to reflect inventories (\$98,423); 4) to reflect prepaid amounts (\$34,314); and 5) for other restricted purposes (\$61,545).

The General Fund is the chief operating fund of Gregg County. At the end of fiscal year 2004, the General Fund had an ending fund balance of \$5,972,103 with \$34,314 reserved. As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 27.38% of total General Fund expenditures.

The fund balance of Gregg County's General Fund decreased by \$1,131,359 during 2004. This reduction is the result of a continued rise in operational expenses without a corresponding increase in revenue. The Road and Bridge Fund had an ending fund balance of \$976,263, a net increase of \$656,481 while the Healthcare Fund reported an increase of \$21,424 for an ending fund balance of \$2,182,556. At year-end, the Debt Service Fund had a fund balance of \$629,542, all of which is reserved for the payment of debt. The \$2,794,606 decrease in the fund balance resulted from debt retirement and restructuring during the year.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were relatively minor and can be briefly summarized as follows:

- Net increase of \$161,194 in expenditure appropriations; and
- \$762,048 increase in budgeted operating transfers to other funds (primarily related to excess sales tax transfer and close out of Capital Project Funds).

Actual revenues exceeded budgeted revenues by \$1,686,512 while actual expenditures were under the final budgeted amount by \$1,230,773.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets: Gregg County's investment in capital assets for its governmental activities as of September 30, 2004, amount to \$31,794,515 (net of accumulated depreciation). This investment in capital assets includes land, buildings, building improvements, machinery and equipment, construction in progress and airport infrastructure.

Gregg County's Capital Assets (net of depreciation)

| | <u>2004</u> | <u>2003</u> |
|---------------------------------------|----------------------|----------------------|
| Land | \$ 1,300,308 | \$ 1,300,308 |
| Construction in progress | 33,503 | 748,579 |
| Buildings and Improvements | 21,907,067 | 22,765,303 |
| Improvements other than building | 275,650 | 283,100 |
| Infrastructure | 6,385,026 | 2,037,282 |
| Machinery, equipment and other assets | <u>1,892,961</u> | <u>5,352,254</u> |
| Total | <u>\$ 31,794,515</u> | <u>\$ 32,486,826</u> |

The County had the following major additions to fixed assets during 2004:

| | |
|------------------------------------|------------|
| Airport fencing | \$ 657,038 |
| Road and bridge vehicles/equipment | 200,682 |
| Homeland security equipment | 96,556 |
| Sheriff vehicles/equipment | 81,380 |

Gregg County adopted a new Capital Asset Policy beginning in 2003. Depreciation policies were adopted to include useful life and classification by function. Standard capitalization thresholds were established for each major class of asset and are as follows:

| | |
|---------------------------------------|-----------|
| Building/Improvements | \$ 25,000 |
| Improvements other than building | 25,000 |
| Infrastructure | 25,000 |
| Machinery, equipment and other assets | 5,000 |
| Construction in progress | 25,000 |

Gregg County is not required to include all infrastructure assets at this time. This is the second year of reporting under GASB 34 requirements, and infrastructure valuation includes only airport infrastructure improvements and any roads and bridges built in FY2003 and FY2004. All infrastructure assets are required to be reported no later than FY 2007 and will be included in future financial statements.

Additional information on Gregg County's capital assets can be found in note 4 on page 63 of this report.

Long-term Debt: At the end of fiscal year 2004, Gregg County had total bonded debt outstanding of \$4,853,830, a decrease of \$5,703,301 from the prior year. This decrease is due to the retirement of \$5,965,000 in outstanding bonds in addition to regularly scheduled principal payments. The issuance of \$2,575,000 in refunding bonds partially offset these reductions. The result of this debt restructuring is expected to be a decrease in future debt service payments of \$847,511.

Gregg County maintains an “A+” rating from Standard & Poor’s and an “A2” rating from Moody’s for general obligation debt.

Additional information on Gregg County’s long-term debt can be found in note 4 on pages 65–66 of this report.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

- Modestly expanding tax base is estimated to continue.
- In 2004, the debt position of the County improved substantially with the retirement of \$5,965,000 of debt with a \$2,575,000 refunding issuance. In addition, the final payment on the 1988 capital appreciation bonds will be made during budget year 2005 eliminating additional debt service requirements.
- The General Fund posted net decreases in fund balance for the past four audited fiscal years. The reductions in fund balance have been the result of increasing health care costs, declining interest rates on County investments and several one-time capital improvements/purchases in the 2005 budget.
- Estimated revenue for fiscal year 2005 is \$24,002,942 for the General Fund with estimated expenditures of \$23,836,298. Additionally, other financing sources are budgeted at \$696,714 and budgeted other financing uses are \$151,150 for a net increase in fund balance of \$712,208. The tax rate is to increase to \$.2800.
- With the exception of the tax rate increase, a relatively flat revenue stream is anticipated.

All of these factors were considered in preparing Gregg County’s budget for the 2005 fiscal year.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Gregg County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Auditor's Office
101 E. Methvin, Ste 306
Longview, TX 75601.

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BASIC FINANCIAL STATEMENTS

GREGG COUNTY, TEXAS

STATEMENT OF NET ASSETS

SEPTEMBER 30, 2004

| | <u>Primary Government</u> <u>Governmental</u> <u>Activities</u> |
|--|---|
| ASSETS | |
| Current assets: | |
| Cash and cash equivalents | \$ 4,536,307 |
| Investments | 9,108,291 |
| Receivables (net of allowances for uncollectibles) | |
| Accounts | 1,371,892 |
| Taxes | 810,750 |
| Due from other governments | 1,206,311 |
| Inventory | 114,230 |
| Prepays | 34,314 |
| Capital assets (net of accumulated depreciation): | |
| Land | 1,300,308 |
| Buildings and improvements | 35,543,730 |
| Equipment | 10,187,952 |
| Improvements other than buildings | 298,000 |
| Infrastructure | 7,371,133 |
| Construction work in progress | 33,503 |
| Less: Accumulated depreciation | <u>(22,940,111)</u> |
| Total capital assets | <u>31,794,515</u> |
| Total assets | <u>48,976,610</u> |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | 1,621,190 |
| Accounts payable - other governments | 41,334 |
| Accrued liabilities | 1,619,806 |
| Accrued interest | 1,015,580 |
| Deferred revenue | 33,881 |
| Noncurrent liabilities: | |
| Due within one year | 2,300,246 |
| Due within more than one year | <u>3,001,196</u> |
| Total liabilities | <u>9,633,233</u> |
| NET ASSETS | |
| Invested in capital assets, net of related debt | 26,940,685 |
| Restricted for: | |
| Debt service | 629,542 |
| Unrestricted | <u>11,773,150</u> |
| Total net assets | <u>\$ 39,343,377</u> |

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

GREGG COUNTY, TEXAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| <u>Functions/Programs</u> | <u>Expenses</u> | <u>Program Revenues</u> | | | <u>Net (Expense) Revenue and Changes in Net Assets</u> |
|--|----------------------|-----------------------------|---|---|--|
| | | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> | <u>Primary Governmental Activities</u> |
| Primary Government: | | | | | |
| Governmental activities: | | | | | |
| General government | \$ 7,951,967 | \$ 2,237,113 | \$ - | \$ 591,335 | \$ (5,123,519) |
| Judicial | 4,777,374 | 1,803,993 | 289,633 | - | (2,683,748) |
| Public safety | 7,808,400 | 977,170 | 424,807 | - | (6,406,423) |
| Health and human services | 2,870,741 | 43,867 | 662,866 | - | (2,164,008) |
| Public buildings | 2,476,390 | 539,166 | - | - | (1,937,224) |
| Transportation and roads | 4,013,338 | 1,645,445 | 24,529 | - | (2,343,364) |
| Interest on long-term debt | 479,177 | - | - | - | (479,177) |
| Total governmental activities | <u>30,377,387</u> | <u>7,246,754</u> | <u>1,401,835</u> | <u>591,335</u> | <u>(21,137,463)</u> |
| Total primary government | <u>\$ 30,377,387</u> | <u>\$ 7,246,754</u> | <u>\$ 1,401,835</u> | <u>\$ 591,335</u> | <u>(21,137,463)</u> |
| General revenues: | | | | | |
| Taxes: | | | | | |
| Property taxes | | | | | 11,891,659 |
| Sales taxes | | | | | 10,763,374 |
| Alcoholic beverage taxes | | | | | 150,222 |
| Other taxes | | | | | 64,984 |
| Unrestricted investment earnings | | | | | 224,225 |
| Gain on sale of assets | | | | | 24,461 |
| Gain on insurance proceeds | | | | | 1,751 |
| Extraordinary items: | | | | | |
| Gain on extinguishment of debt | | | | | 479,586 |
| Total general revenues and extraordinary items | | | | | <u>23,600,262</u> |
| Change in net assets | | | | | <u>2,462,799</u> |
| Net assets, beginning | | | | | 36,901,026 |
| Prior period adjustment | | | | | (20,448) |
| Net assets, beginning, as restated | | | | | <u>36,880,578</u> |
| Net assets, ending | | | | | <u>\$ 39,343,377</u> |

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

GREGG COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2004

| | <u>General</u> | <u>Road and Bridge</u> | <u>Healthcare</u> |
|---|---------------------|----------------------------|---------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 1,242,946 | \$ 270,723 | \$ 187,594 |
| Investments | 5,427,196 | 1,000,127 | 1,993,445 |
| Receivables (net of allowance for uncollectibles) | | | |
| Other governments | 847,517 | - | - |
| Accounts | 756,313 | 538,399 | 1,517 |
| Delinquent property taxes | 468,632 | 120,062 | - |
| Due from other funds | 159,481 | - | - |
| Inventory - materials/supplies | - | 95,353 | - |
| Prepays | 34,314 | - | - |
| | <hr/> | <hr/> | <hr/> |
| Total assets | \$ 8,936,399 | \$ 2,024,664 | \$ 2,182,556 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | \$ 591,231 | \$ 317,033 | \$ - |
| Accounts payable-other governments | 38,521 | 275 | - |
| Accrued liabilities | 1,425,018 | 125,035 | - |
| Deferred revenues | 909,526 | 606,058 | - |
| Due to other funds | - | - | - |
| | <hr/> | <hr/> | <hr/> |
| Total liabilities | 2,964,296 | 1,048,401 | - |
| Fund balances: | | | |
| Reserved for: | | | |
| Debt service | - | - | - |
| Inventory | - | 95,353 | - |
| Prepays | 34,314 | - | - |
| Unreserved, reported in: | | | |
| General Fund | 5,937,789 | - | - |
| Special revenue funds | | | |
| Designated for General Fund projects | - | 61,545 | - |
| Undesignated | - | 819,365 | 2,182,556 |
| Capital projects funds | - | - | - |
| | <hr/> | <hr/> | <hr/> |
| Total fund balances | 5,972,103 | 976,263 | 2,182,556 |
| | <hr/> | <hr/> | <hr/> |
| Total liabilities and fund balances | \$ 8,936,399 | \$ 2,024,664 | \$ 2,182,556 |

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.

An Internal Service Fund is used by management to charges the costs of certain capital assets to individual funds. The assets and liabilities of the Internal Service Fund are included in the governmental activities in the statement of net assets.

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Net assets of governmental activities

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

| Debt Service | Other Governmental Funds | Total Governmental Funds |
|-------------------------|---|---|
| \$ 29,445 | \$ 1,739,426 | \$ 3,470,134 |
| 600,056 | 87,467 | 9,108,291 |
| - | 358,794 | 1,206,311 |
| 41 | 73,773 | 1,370,043 |
| 178,460 | 43,596 | 810,750 |
| - | 7,000 | 166,481 |
| - | 3,070 | 98,423 |
| - | - | 34,314 |
| <u>\$ 808,002</u> | <u>\$ 2,313,126</u> | <u>\$ 16,264,747</u> |
| | | |
| \$ - | \$ 271,489 | \$ 1,179,753 |
| - | 2,538 | 41,334 |
| - | 69,753 | 1,619,806 |
| 178,460 | 95,750 | 1,789,794 |
| - | 166,481 | 166,481 |
| <u>178,460</u> | <u>606,011</u> | <u>4,797,168</u> |
| | | |
| 629,542 | - | 629,542 |
| - | 3,070 | 98,423 |
| - | - | 34,314 |
| - | - | 5,937,789 |
| - | - | 61,545 |
| - | 1,521,511 | 4,523,432 |
| - | 182,534 | 182,534 |
| <u>629,542</u> | <u>1,707,115</u> | <u>11,467,579</u> |
| | | |
| <u>\$ 808,002</u> | <u>\$ 2,313,126</u> | |
| | | 31,787,315 |
| | | 1,755,913 |
| | | 649,591 |
| | | <u>(6,317,021)</u> |
| | | <u>\$ 39,343,377</u> |

GREGG COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | <u>General</u> | <u>Road and Bridge</u> | <u>Healthcare</u> |
|--|---------------------|----------------------------|---------------------|
| REVENUES | | | |
| Taxes: | | | |
| Current property taxes | \$ 6,770,129 | \$ 1,582,316 | \$ - |
| Delinquent property taxes | 265,937 | 26,339 | - |
| Alcoholic beverage tax | 150,222 | - | - |
| Bingo tax | 64,984 | - | - |
| Sales tax | 9,457,832 | - | - |
| Motor vehicle sales tax | - | 1,305,542 | - |
| Licenses and permits | 78,400 | 1,074,054 | - |
| Intergovernmental | 481,461 | 24,529 | 37,599 |
| Charges for services | 2,702,325 | - | - |
| Fines and forfeitures | 573,715 | 475,514 | - |
| Investment earnings | 112,076 | 20,638 | 23,825 |
| Rents and commissions | 291,471 | - | - |
| Miscellaneous | 292,895 | 35,759 | - |
| Total revenues | <u>21,241,447</u> | <u>4,544,691</u> | <u>61,424</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General government | 6,396,299 | - | - |
| Judicial | 4,280,911 | - | - |
| Public safety | 7,083,700 | - | - |
| Health and human services | 2,244,472 | - | 40,000 |
| Public buildings | 1,680,008 | - | - |
| Transportation and roads | - | 3,914,850 | - |
| Debt service: | | | |
| Principal | - | - | - |
| Interest and fiscal charges | - | - | - |
| Capital projects | - | - | - |
| Total expenditures | <u>21,685,390</u> | <u>3,914,850</u> | <u>40,000</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>(443,943)</u> | <u>629,841</u> | <u>21,424</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 66,189 | - | - |
| Transfers out | (782,132) | - | - |
| Proceeds from bond issuance | - | - | - |
| Payment of refunded bonds | - | - | - |
| Sale of capital assets | 26,776 | 26,640 | - |
| Insurance proceeds | 1,751 | - | - |
| Total other financing sources (uses) | <u>(687,416)</u> | <u>26,640</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | <u>(1,131,359)</u> | <u>656,481</u> | <u>21,424</u> |
| FUND BALANCES, BEGINNING | 7,123,910 | 319,782 | 2,161,132 |
| Prior period adjustment | <u>(20,448)</u> | <u>-</u> | <u>-</u> |
| RESTATED FUND BALANCES, BEGINNING | <u>7,103,462</u> | <u>319,782</u> | <u>2,161,132</u> |
| FUND BALANCES, ENDING | <u>\$ 5,972,103</u> | <u>\$ 976,263</u> | <u>\$ 2,182,556</u> |

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

| <u>Debt Service</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|-------------------------|---|---|
| \$ 2,573,913 | \$ 629,788 | \$ 11,556,146 |
| 60,683 | 19,404 | 372,363 |
| - | - | 150,222 |
| - | - | 64,984 |
| - | - | 9,457,832 |
| - | - | 1,305,542 |
| - | - | 1,152,454 |
| - | 1,874,067 | 2,417,656 |
| - | 671,232 | 3,373,557 |
| - | - | 1,049,229 |
| 49,092 | 12,810 | 218,441 |
| - | 291,774 | 583,245 |
| - | 288,152 | 616,806 |
| <u>2,683,688</u> | <u>3,787,227</u> | <u>32,318,477</u> |
| - | 1,164,954 | 7,561,253 |
| - | 582,440 | 4,863,351 |
| - | 917,796 | 8,001,496 |
| - | 591,097 | 2,875,569 |
| - | 76,515 | 1,756,523 |
| - | - | 3,914,850 |
| 4,309,940 | - | 4,309,940 |
| 1,904,279 | - | 1,904,279 |
| - | 690,542 | 690,542 |
| <u>6,214,219</u> | <u>4,023,344</u> | <u>35,877,803</u> |
| <u>(3,530,531)</u> | <u>(236,117)</u> | <u>(3,559,326)</u> |
| 685,818 | 169,000 | 921,007 |
| - | (140,375) | (922,507) |
| 2,585,107 | - | 2,585,107 |
| (2,535,000) | - | (2,535,000) |
| - | 501 | 53,917 |
| - | - | 1,751 |
| <u>735,925</u> | <u>29,126</u> | <u>104,275</u> |
| <u>(2,794,606)</u> | <u>(206,991)</u> | <u>(3,455,051)</u> |
| 3,424,148 | 1,914,106 | 14,943,078 |
| - | - | (20,448) |
| <u>3,424,148</u> | <u>1,914,106</u> | <u>14,922,630</u> |
| <u>\$ 629,542</u> | <u>\$ 1,707,115</u> | <u>\$ 11,467,579</u> |

GREGG COUNTY, TEXAS

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

Amounts reported for governmental activities in the Statement of Activities (page 13) are different because:

| | |
|---|----------------------------|
| Net change in fund balances - total governmental funds (pages 16 - 17) | \$ (3,455,051) |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period. | (659,653) |
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets. | (29,456) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | 18,238 |
| The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. | 6,446,356 |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental | (321,927) |
| Internal Service Funds are used by management to charge the costs of certain capital assets to individual funds. The net revenue of certain activities of Internal Service Funds is reported with governmental activities. | <u>464,292</u> |
| Change in net assets of governmental activities (page 13) | <u><u>\$ 2,462,799</u></u> |

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

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes: | | | | |
| Current property taxes | \$ 6,789,619 | \$ 6,789,619 | \$ 6,770,129 | \$ (19,490) |
| Delinquent property taxes | 256,534 | 256,534 | 265,937 | 9,403 |
| Alcoholic beverage tax | 135,000 | 135,000 | 150,222 | 15,222 |
| Bingo tax | 34,000 | 34,000 | 64,984 | 30,984 |
| Sales tax | 8,600,000 | 8,600,000 | 9,457,832 | 857,832 |
| Total taxes | <u>15,815,153</u> | <u>15,815,153</u> | <u>16,709,104</u> | <u>893,951</u> |
| Licenses and permits: | | | | |
| Alcoholic beverage licenses | 28,000 | 28,000 | 28,900 | 900 |
| Sexually oriented businesses | 12,000 | 12,000 | 11,000 | (1,000) |
| Bail bond applications | 9,500 | 9,500 | 7,500 | (2,000) |
| Sewage disposal systems | 16,000 | 16,000 | 31,000 | 15,000 |
| Total licenses and permits | <u>65,500</u> | <u>65,500</u> | <u>78,400</u> | <u>12,900</u> |
| Intergovernmental: | | | | |
| Federal grant | 8,500 | 8,500 | 13,574 | 5,074 |
| State grant | - | - | 27,443 | 27,443 |
| State supplement - court at law | 55,000 | 55,000 | 79,159 | 24,159 |
| State supplement - asst. prosecutors | 15,000 | 15,000 | 213 | (14,787) |
| District clerk - A G registry | - | - | 445 | 445 |
| State - indigent defense | 57,000 | 57,000 | 58,476 | 1,476 |
| State - commercial waste mgmt fees | 300 | 300 | 166 | (134) |
| City of Lakeport - sewer fees | - | - | 1,100 | 1,100 |
| Fiscal service fee | - | - | 6,552 | 6,552 |
| State - TCEQ | - | - | 11,602 | 11,602 |
| City of Longview - prisoner care | 248,562 | 248,562 | 248,562 | - |
| ETCOG - 911 reimbursement | - | - | 34,169 | 34,169 |
| Total intergovernmental | <u>384,362</u> | <u>384,362</u> | <u>481,461</u> | <u>97,099</u> |
| Charges for services: | | | | |
| County judge | 200 | 200 | 104 | (96) |
| Sheriff | 270,000 | 270,000 | 286,164 | 16,164 |
| Constables | 70,000 | 70,000 | 85,590 | 15,590 |
| County clerk | 600,000 | 600,000 | 661,614 | 61,614 |
| County clerk - bond administrative fee | 14,000 | 14,000 | 15,343 | 1,343 |
| County clerk - archival fee | 150,000 | 150,000 | 143,025 | (6,975) |
| Sheriff - bond administrative fee | 1,200 | 1,200 | 1,453 | 253 |
| District clerk - bond administrative fee | 1,200 | 1,200 | 375 | (825) |
| Tax assessor-collector | 695,000 | 695,000 | 715,235 | 20,235 |
| District attorney | 42,000 | 42,000 | 57,728 | 15,728 |
| District clerk | 350,000 | 350,000 | 381,933 | 31,933 |
| Justices of the peace | 30,000 | 30,000 | 26,688 | (3,312) |
| Trial fees | 200 | 200 | 52 | (148) |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|-----------------------------------|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Jury | 33,000 | 33,000 | 33,728 | 728 |
| Probate judge education fees | 2,000 | 2,000 | 2,274 | 274 |
| Other arrest fees | 61,000 | 61,000 | 57,944 | (3,056) |
| County court-at-law no. 1 | 2,000 | 2,000 | 2,419 | 419 |
| County court-at-law no. 2 | 1,200 | 1,200 | 1,526 | 326 |
| State fees | 50,000 | 50,000 | 70,261 | 20,261 |
| State fees-TP-judicial efficiency | 2,900 | 2,900 | 1,873 | (1,027) |
| Court reporter service fees | 45,000 | 45,000 | 48,891 | 3,891 |
| DRO fees | 13,000 | 13,000 | 16,537 | 3,537 |
| Health department fees | 20 | 20 | - | (20) |
| Parking lot fees | 5,500 | 5,500 | 5,383 | (117) |
| Computer services | 6,000 | 6,000 | 6,500 | 500 |
| Defensive driving fees | 37,000 | 37,000 | 55,095 | 18,095 |
| Child safety fees | 3,000 | 3,000 | 1,724 | (1,276) |
| Traffic fees | 17,000 | 17,000 | 16,531 | (469) |
| Video fees | 3,800 | 3,800 | 6,335 | 2,535 |
| Total charges for services | 2,506,220 | 2,506,220 | 2,702,325 | 196,105 |
| Fines and forfeitures: | | | | |
| Justice courts | 400,000 | 400,000 | 573,715 | 173,715 |
| Total fines and forfeitures | 400,000 | 400,000 | 573,715 | 173,715 |
| Investment earnings: | | | | |
| Interest | 150,000 | 150,000 | 126,610 | (23,390) |
| Unrealized gains (losses) | - | - | (14,534) | (14,534) |
| Total investment earnings | 150,000 | 150,000 | 112,076 | (37,924) |
| Rent and commissions: | | | | |
| BorgWarner automotive | 34,100 | 34,100 | 34,098 | (2) |
| A & M Tower, Inc. | 7,000 | 7,000 | 7,293 | 293 |
| Community buildings | 6,000 | 6,000 | 8,728 | 2,728 |
| Other rent | - | - | 2,500 | 2,500 |
| Royalties | 6,000 | 6,000 | 9,115 | 3,115 |
| Telephone coin stations | 160,000 | 160,000 | 219,287 | 59,287 |
| Concession commissions | 600 | 600 | 10,450 | 9,850 |
| Total rent and commissions | 213,700 | 213,700 | 291,471 | 77,771 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Miscellaneous: | | | | |
| Jail lease | - | - | 222,849 | 222,849 |
| Christmas at the courthouse | - | - | 1,436 | 1,436 |
| Miscellaneous | 20,000 | 20,000 | 68,610 | 48,610 |
| Total miscellaneous | <u>20,000</u> | <u>20,000</u> | <u>292,895</u> | <u>272,895</u> |
| Total revenues | <u>19,554,935</u> | <u>19,554,935</u> | <u>21,241,447</u> | <u>1,686,512</u> |
| EXPENDITURES | | | | |
| GENERAL GOVERNMENT | | | | |
| County clerk - administration: | | | | |
| Salaries - elected | 51,765 | 51,765 | 51,765 | - |
| Social security - elected | 4,142 | 4,142 | 3,874 | 268 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 415 | 277 | 105 | 172 |
| LTD insurance - elected | 363 | 363 | 128 | 235 |
| Retirement - elected | 4,944 | 4,982 | 4,982 | - |
| Workers' comp - elected | 310 | 310 | 275 | 35 |
| Salaries and wages - other employees | 409,766 | 385,310 | 360,277 | 25,033 |
| Temporary help | - | 24,456 | 18,014 | 6,442 |
| Longevity pay | 2,040 | 2,040 | 1,560 | 480 |
| Social security - other employees | 32,945 | 32,945 | 28,197 | 4,748 |
| Group health insurance - other emp | 97,200 | 97,200 | 90,162 | 7,038 |
| Group dental insurance - other emp | 4,950 | 4,950 | 4,388 | 562 |
| Group life insurance - other emp | 3,295 | 3,295 | 746 | 2,549 |
| LTD insurance - other employees | 2,883 | 2,883 | 868 | 2,015 |
| Retirement - other employees | 39,328 | 39,328 | 34,589 | 4,739 |
| Workers' comp - other employees | 2,571 | 2,571 | 2,173 | 398 |
| State unemployment insurance | 1,277 | 1,277 | 1,113 | 164 |
| Supplies and other expense | 26,500 | 25,000 | 24,352 | 648 |
| Video tape supplies | 350 | 350 | 348 | 2 |
| Print shop charges | 1,943 | 3,443 | 2,794 | 649 |
| Postage | 16,000 | 16,700 | 15,858 | 842 |
| Copying machine | 7,800 | 7,800 | 7,550 | 250 |
| Conferences, workshops and training | 3,500 | 3,500 | 3,170 | 330 |
| Dues and subscriptions | 750 | 632 | 420 | 212 |
| Repairs and maintenance service | 2,230 | 1,530 | 1,480 | 50 |
| Noncapital - machinery and equip | - | 118 | - | 118 |
| Total county clerk - administration | <u>722,942</u> | <u>722,942</u> | <u>664,956</u> | <u>57,986</u> |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|----------------|-------------------|---|
| | Original | Final | | |
| County clerk - archive restoration: | | | | |
| Other professional services | 150,000 | 150,000 | 1,019 | 148,981 |
| Total county clerk-archive restoration | 150,000 | 150,000 | 1,019 | 148,981 |
| Telecommunications: | | | | |
| Part-time pool | 33,207 | 33,207 | 32,602 | 605 |
| Social security - other employees | 2,657 | 2,657 | 2,494 | 163 |
| Retirement - other employees | 1,272 | 1,272 | 987 | 285 |
| Workers' comp - other employees | 61 | 61 | 54 | 7 |
| State unemployment insurance | 103 | 103 | 95 | 8 |
| Supplies and other expense | 250 | 250 | - | 250 |
| Total telecommunications | 37,550 | 37,550 | 36,232 | 1,318 |
| Purchasing: | | | | |
| Salaries and wages - other employees | 84,000 | 84,646 | 84,646 | - |
| Part-time pool | 11,700 | 11,700 | 11,178 | 522 |
| Social security - other employees | 7,656 | 7,656 | 7,211 | 445 |
| Group health insurance - other emp | 10,800 | 11,011 | 11,011 | - |
| Group dental insurance - other emp | 550 | 550 | 536 | 14 |
| Group life insurance - other emp | 765 | 765 | 171 | 594 |
| LTD insurance - other employees | 670 | 670 | 204 | 466 |
| Retirement - other employees | 9,140 | 8,283 | 8,141 | 142 |
| Workers' comp - other employees | 575 | 575 | 446 | 129 |
| State unemployment insurance | 297 | 297 | 282 | 15 |
| Supplies and other expense | 2,500 | 2,500 | 2,497 | 3 |
| Print shop charges | 600 | 600 | 330 | 270 |
| Postage | 600 | 600 | 48 | 552 |
| Copying machine | 4,600 | 4,600 | 3,596 | 1,004 |
| Conferences, workshops and training | 2,000 | 2,000 | 165 | 1,835 |
| Advertising | 2,200 | 2,200 | 1,525 | 675 |
| Travel | 200 | 200 | - | 200 |
| Repairs and maintenance service | 200 | 200 | - | 200 |
| Total purchasing | 139,053 | 139,053 | 131,987 | 7,066 |
| Human resources: | | | | |
| Salaries and wages - other employees | 106,145 | 106,961 | 106,961 | - |
| Temporary help | 1,000 | 1,000 | 865 | 135 |
| Accrued leave | 600 | 600 | 600 | - |
| Social security - other employees | 8,620 | 8,062 | 8,062 | - |
| Group health insurance - other emp | 16,200 | 16,502 | 16,502 | - |
| Group dental insurance - other emp | 825 | 825 | 803 | 22 |
| Group life insurance - other emp | 854 | 216 | 215 | 1 |
| LTD insurance - other employees | 748 | 748 | 254 | 494 |
| Retirement - other employees | 10,195 | 10,272 | 10,272 | - |
| Workers' comp - other employees | 632 | 632 | 563 | 69 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|------------------|-------------------|---|
| | Original | Final | | |
| State unemployment insurance | 335 | 335 | 320 | 15 |
| Supplies and other expense | 3,525 | 3,996 | 3,539 | 457 |
| Training aids | 2,188 | 2,013 | 2,013 | - |
| Service awards | 1,400 | 2,553 | 2,546 | 7 |
| Print shop charges | 535 | 535 | 528 | 7 |
| Postage | 800 | 600 | 437 | 163 |
| Copying machine | 2,200 | 2,200 | 2,172 | 28 |
| Conferences, workshops and training | 1,940 | 1,087 | 1,087 | - |
| Advertising | 270 | - | - | - |
| Travel | 500 | 375 | 375 | - |
| Total human resources | 159,512 | 159,512 | 158,114 | 1,398 |
| Nondepartmental - general government: | | | | |
| Salary and fringe benefits adjustments | 162,588 | 72,751 | 42,806 | 29,945 |
| Postage machine supplies | 545 | 395 | 321 | 74 |
| Bank service charges | 2,500 | 2,500 | 675 | 1,825 |
| Postage | 36,000 | 36,000 | - | 36,000 |
| Appraisal district | 175,000 | 178,241 | 178,241 | - |
| Legal expense | 90,000 | 76,650 | 43,862 | 32,788 |
| Insurance consultant | 12,000 | 12,000 | 12,000 | - |
| Autopsies | 100,000 | 12,500 | - | 12,500 |
| Other professional services | 35,000 | 49,000 | 29,091 | 19,909 |
| Communications | 168,000 | 167,221 | 149,946 | 17,275 |
| Conferences, workshops and training | 2,500 | 2,500 | 504 | 1,996 |
| Advertising | - | 2,053 | 2,053 | - |
| Insurance | 518,000 | 527,800 | 525,838 | 1,962 |
| Dues and subscriptions | 18,000 | 18,000 | 17,502 | 498 |
| Utilities | 20,000 | - | - | - |
| Repairs and maintenance service | 500 | 500 | 450 | 50 |
| Postage machine maintenance | 2,770 | 2,920 | 2,843 | 77 |
| Settlement of lawsuits | 90,000 | - | - | - |
| Independent auditors | 40,000 | 40,000 | 19,500 | 20,500 |
| Multicultural center feasibility study | 35,000 | 35,000 | 35,000 | - |
| Light Up Longview | 17,000 | 12,087 | 12,087 | - |
| Intergovernmental contributions | 1,100,000 | 1,100,000 | 1,100,000 | - |
| Capital outlay - buildings | 165,000 | 5,261 | - | 5,261 |
| Total nondept-general government | 2,790,403 | 2,353,379 | 2,172,719 | 180,660 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| County judge: | | | | |
| Salaries - elected | 59,670 | 59,670 | 59,670 | - |
| Social security - elected | 4,774 | 4,774 | 4,600 | 174 |
| Group health insurance - elected | 5,400 | 4,442 | 4,079 | 363 |
| Group dental insurance - elected | 275 | 275 | 199 | 76 |
| Group life insurance - elected | 478 | 478 | 121 | 357 |
| LTD insurance - elected | 418 | 418 | 143 | 275 |
| Retirement - elected | 5,699 | 5,742 | 5,742 | - |
| Workers' comp - elected | 342 | 342 | 317 | 25 |
| Salaries and wages - other employees | 85,150 | 85,805 | 85,805 | - |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 6,832 | 6,832 | 6,417 | 415 |
| Group health insurance - other emp | 10,800 | 10,998 | 10,998 | - |
| Group dental insurance - other emp | 550 | 550 | 535 | 15 |
| Group life insurance - other emp | 684 | 684 | 173 | 511 |
| LTD insurance - other employees | 598 | 598 | 204 | 394 |
| Retirement - other employees | 8,155 | 8,217 | 8,217 | - |
| Workers' comp - other employees | 677 | 677 | 452 | 225 |
| State unemployment insurance | 265 | 265 | 253 | 12 |
| Supplies and other expense | 4,230 | 4,230 | 3,392 | 838 |
| Print shop charges | 470 | 470 | 292 | 178 |
| Postage | 651 | 651 | 267 | 384 |
| Copying machine | 4,700 | 4,700 | 2,580 | 2,120 |
| Other professional services | 470 | 470 | - | 470 |
| Contract services - court reporters | 1,000 | 1,000 | - | 1,000 |
| Communications | 235 | 235 | 158 | 77 |
| Conferences, workshops and training | 3,000 | 3,000 | 694 | 2,306 |
| Dues and subscriptions | 705 | 705 | 382 | 323 |
| Travel | 930 | 930 | - | 930 |
| Repairs and maintenance service | 470 | 470 | 150 | 320 |
| Total County judge | 207,868 | 207,868 | 196,080 | 11,788 |
| Elections: | | | | |
| Salaries and wages - other employees | 106,033 | 106,848 | 106,848 | - |
| Overtime | 7,092 | 7,404 | 7,229 | 175 |
| Election workers | - | 49,565 | 46,869 | 2,696 |
| Longevity pay | 960 | 960 | 960 | - |
| Social security - other employees | 9,127 | 11,233 | 11,233 | - |
| Group health insurance - other emp | 21,600 | 22,001 | 22,001 | - |
| Group dental insurance - other emp | 1,100 | 1,100 | 1,071 | 29 |
| Group life insurance - other emp | 913 | 913 | 216 | 697 |
| LTD insurance - other employees | 799 | 799 | 254 | 545 |
| Retirement - other employees | 10,896 | 10,896 | 10,296 | 600 |
| Workers' comp - other employees | 625 | 625 | 562 | 63 |
| State unemployment insurance | 354 | 429 | 411 | 18 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Supplies and other expense | 25,000 | 30,308 | 28,083 | 2,225 |
| Print shop charges | 1,000 | 1,000 | 736 | 264 |
| Postage | 25,000 | 25,000 | 17,339 | 7,661 |
| Communications | 180 | (90) | - | (90) |
| Travel | 400 | 400 | 365 | 35 |
| Repairs and maintenance service | 3,200 | - | - | - |
| Capital outlay - machinery and equip | 23,622 | - | - | - |
| Total elections | 237,901 | 269,391 | 254,473 | 14,918 |
| County auditor: | | | | |
| Salaries and wages - other employees | 313,400 | 313,400 | 312,873 | 527 |
| Longevity pay | 480 | 480 | 480 | - |
| Social security - other employees | 25,111 | 24,218 | 22,400 | 1,818 |
| Group health insurance - other emp | 48,600 | 49,493 | 49,493 | - |
| Group dental insurance - other emp | 2,475 | 2,475 | 2,410 | 65 |
| Group life insurance - other emp | 2,512 | 2,512 | 638 | 1,874 |
| LTD insurance - other employees | 2,198 | 2,198 | 752 | 1,446 |
| Retirement - other employees | 29,976 | 29,976 | 29,925 | 51 |
| Workers' comp - other employees | 1,962 | 1,962 | 1,662 | 300 |
| State unemployment insurance | 974 | 974 | 923 | 51 |
| Supplies and other expense | 8,100 | 7,025 | 6,761 | 264 |
| Print shop charges | 1,500 | 1,500 | 1,485 | 15 |
| Postage | 1,200 | 1,200 | 751 | 449 |
| Copying machine | 3,300 | 2,600 | 2,321 | 279 |
| Conferences, workshops and training | 5,800 | 7,675 | 7,570 | 105 |
| Travel | 500 | 400 | 194 | 206 |
| Total county auditor | 448,088 | 448,088 | 440,638 | 7,450 |
| Tax assessor-collector: | | | | |
| Salaries - elected | 58,140 | 58,140 | 58,140 | - |
| Social security - elected | 4,652 | 4,510 | 4,482 | 28 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 466 | 466 | 119 | 347 |
| LTD insurance - elected | 407 | 407 | 139 | 268 |
| Retirement - elected | 5,553 | 5,595 | 5,595 | - |
| Workers' comp - elected | 348 | 348 | 308 | 40 |
| Salaries and wages - other employees | 752,825 | 749,825 | 723,200 | 26,625 |
| Temporary help | 7,000 | 10,000 | 6,484 | 3,516 |
| Longevity pay | 5,040 | 5,040 | 4,680 | 360 |
| Accrued leave | 26,021 | 26,021 | 14,409 | 11,612 |
| Social security - other employees | 61,190 | 61,190 | 54,515 | 6,675 |
| Group health insurance - other emp | 162,000 | 162,000 | 151,146 | 10,854 |
| Group dental insurance - other emp | 8,250 | 8,250 | 7,359 | 891 |
| Group life insurance - other emp | 6,063 | 6,063 | 1,434 | 4,629 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|------------------|-------------------|---|
| | Original | Final | | |
| LTD insurance - other employees | 5,306 | 5,306 | 1,674 | 3,632 |
| Retirement - other employees | 72,377 | 72,377 | 70,869 | 1,508 |
| Workers' comp - other employees | 4,431 | 4,431 | 3,985 | 446 |
| State unemployment insurance | 2,372 | 2,372 | 2,171 | 201 |
| Supplies and other expense | 69,000 | 66,200 | 65,968 | 232 |
| Print shop charges | 4,000 | 5,100 | 5,079 | 21 |
| Postage | 35,000 | 65,000 | 61,128 | 3,872 |
| Copying machine | 7,500 | 7,500 | 7,289 | 211 |
| Communications | 5,500 | 5,150 | 5,132 | 18 |
| Conferences, workshops and training | 10,000 | 10,837 | 10,837 | - |
| Advertising | 3,500 | 3,553 | 3,395 | 158 |
| Travel | 500 | 600 | 577 | 23 |
| Repairs and maintenance service | 2,500 | 2,410 | 2,410 | - |
| Total tax assessor-collector | 1,325,616 | 1,354,466 | 1,278,292 | 76,174 |
| Information services: | | | | |
| Salaries and wages - other employees | 289,291 | 289,291 | 288,074 | 1,217 |
| Temporary help | 2,160 | 2,160 | 1,143 | 1,017 |
| Longevity pay | 1,080 | 1,080 | 840 | 240 |
| Social security - other employees | 23,403 | 23,403 | 21,557 | 1,846 |
| Group health insurance - other emp | 37,800 | 37,800 | 36,918 | 882 |
| Group dental insurance - other emp | 1,925 | 1,925 | 1,797 | 128 |
| Group life insurance - other emp | 2,323 | 2,323 | 570 | 1,753 |
| LTD insurance - other employees | 2,033 | 2,033 | 669 | 1,364 |
| Retirement - other employees | 27,731 | 27,731 | 27,591 | 140 |
| Workers' comp - other employees | 1,735 | 1,735 | 1,534 | 201 |
| State unemployment insurance | 907 | 907 | 853 | 54 |
| Supplies and other expense | 15,000 | 17,146 | 16,772 | 374 |
| Print shop charges | 300 | 300 | 142 | 158 |
| Postage | 25 | 25 | 6 | 19 |
| Lease of hardware | 49,341 | 51,021 | 51,014 | 7 |
| Copying machine | 1,985 | 1,985 | 1,984 | 1 |
| Communications | 30,000 | 29,150 | 27,999 | 1,151 |
| Conferences, workshops and training | 20,000 | 17,000 | 16,171 | 829 |
| Travel | 750 | 750 | 462 | 288 |
| Repairs and maintenance service | 69,226 | 40,796 | 36,044 | 4,752 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Software licensing fees | 268,415 | 268,415 | 263,932 | 4,483 |
| Capital outlay - furnishings and equip | 55,000 | 45,268 | 45,268 | - |
| Noncapital - machinery and equip | 39,375 | 78,711 | 78,711 | - |
| Total information services | 939,805 | 940,955 | 920,051 | 20,904 |
| Agricultural extension service: | | | | |
| Salaries and wages - other employees | 79,005 | 79,636 | 79,636 | - |
| Longevity pay | 120 | 120 | 120 | - |
| Part-time pool | 15,321 | 14,189 | 8,175 | 6,014 |
| Social security - other employees | 7,556 | 7,556 | 5,296 | 2,260 |
| Group health insurance - other emp | 27,000 | 27,502 | 27,502 | - |
| Group dental insurance - other emp | 1,375 | 1,375 | 1,339 | 36 |
| Group life insurance - other emp | 633 | 633 | 163 | 470 |
| LTD insurance - other employees | 554 | 554 | 189 | 365 |
| Retirement - other employees | 9,020 | 9,020 | 4,849 | 4,171 |
| Workers' comp - other employees | 256 | 256 | 224 | 32 |
| State unemployment insurance | 293 | 293 | 260 | 33 |
| Supplies and other expense | 1,800 | 2,436 | 2,434 | 2 |
| Print shop charges | 700 | 250 | 242 | 8 |
| Copying machine | 4,000 | 3,787 | 3,783 | 4 |
| Conferences, workshops and training | 2,000 | 2,284 | 2,284 | - |
| Travel | 5,500 | 5,242 | 5,242 | - |
| Total agricultural extension service | 155,133 | 155,133 | 141,738 | 13,395 |
| Total general government | 7,313,871 | 6,938,337 | 6,396,299 | 542,038 |
| JUDICIAL | | | | |
| Nondepartmental - judicial: | | | | |
| Court-appointed attorney fees | 705,000 | 705,000 | 692,696 | 12,304 |
| Total nondepartmental-judicial | 705,000 | 705,000 | 692,696 | 12,304 |
| Court of civil appeals: | | | | |
| Salaries - elected | 10,815 | 10,815 | 10,815 | - |
| Social security - elected | 866 | 866 | 834 | 32 |
| Total court of civil appeals | 11,681 | 11,681 | 11,649 | 32 |
| County court-at-law no. 1: | | | | |
| Salaries - elected | 97,141 | 97,141 | 97,141 | - |
| Social security - elected | 7,772 | 6,949 | 6,130 | 819 |
| Group health insurance - elected | 5,400 | 5,400 | 4,776 | 624 |
| Group dental insurance - elected | 275 | 275 | 232 | 43 |
| Group life insurance - elected | 778 | 778 | 174 | 604 |
| LTD insurance - elected | 680 | 680 | 208 | 472 |
| Retirement - elected | 9,277 | 9,349 | 9,349 | - |
| Workers' comp - elected | 581 | 581 | 515 | 66 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Salaries and wages - other employees | 102,864 | 103,255 | 103,255 | - |
| Longevity pay | 720 | 720 | 720 | - |
| Social security - other employees | 8,287 | 8,287 | 7,657 | 630 |
| Group health insurance - other emp | 13,500 | 13,774 | 13,774 | - |
| Group dental insurance - other emp | 688 | 688 | 671 | 17 |
| Group life insurance - other emp | 829 | 829 | 210 | 619 |
| LTD insurance - other employees | 726 | 726 | 246 | 480 |
| Retirement - other employees | 9,893 | 9,979 | 9,979 | - |
| Workers' comp - other employees | 800 | 800 | 546 | 254 |
| State unemployment insurance | 322 | 322 | 308 | 14 |
| Supplies and other expense | 2,419 | 2,011 | 1,211 | 800 |
| Print shop charges | 200 | 583 | 583 | - |
| Postage | 100 | 125 | 102 | 23 |
| Copying machine | 2,500 | 2,500 | 2,280 | 220 |
| Court reporters - stmt of facts | 1,200 | 1,200 | 985 | 215 |
| Other professional services | 1,250 | 815 | - | 815 |
| Contract services - court reporters | 3,500 | 3,440 | 1,500 | 1,940 |
| Conferences, workshops and training | 2,650 | 2,650 | 687 | 1,963 |
| Dues and subscriptions | 285 | 385 | 349 | 36 |
| Repairs and maintenance service | 500 | 895 | 891 | 4 |
| Total county court-at-law no. 1 | 275,137 | 275,137 | 264,479 | 10,658 |
| County court-at-law no. 2: | | | | |
| Salaries - elected | 97,141 | 97,141 | 97,141 | - |
| Social security - elected | 7,772 | 6,742 | 5,899 | 843 |
| Group health insurance - elected | 5,400 | 5,400 | 4,776 | 624 |
| Group dental insurance - elected | 275 | 275 | 233 | 42 |
| Group life insurance - elected | 778 | 778 | 174 | 604 |
| LTD insurance - elected | 680 | 680 | 208 | 472 |
| Retirement - elected | 9,277 | 9,348 | 9,348 | - |
| Workers' comp - elected | 581 | 581 | 515 | 66 |
| Salaries and wages - other employees | 88,155 | 88,833 | 88,833 | - |
| Longevity pay | 360 | 360 | 360 | - |
| Social security - other employees | 7,082 | 7,082 | 6,601 | 481 |
| Group health insurance - other emp | 13,500 | 13,728 | 13,728 | - |
| Group dental insurance - other emp | 688 | 688 | 668 | 20 |
| Group life insurance - other emp | 709 | 709 | 192 | 517 |
| LTD insurance - other employees | 620 | 620 | 210 | 410 |
| Retirement - other employees | 8,454 | 8,507 | 8,506 | 1 |
| Workers' comp - other employees | 800 | 800 | 468 | 332 |
| State unemployment insurance | 275 | 275 | 262 | 13 |
| Supplies and other expense | 1,500 | 1,868 | 1,843 | 25 |
| Print shop charges | 500 | 362 | 362 | - |
| Postage | 600 | 750 | 679 | 71 |
| Copying machine | 1,875 | 1,875 | 1,867 | 8 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Court reporters - stmt of facts | 1,125 | 3,879 | 3,869 | 10 |
| Other professional services | 938 | - | - | - |
| Contract services - court reporters | 1,575 | 750 | 750 | - |
| Conferences, workshops and training | 2,525 | 1,538 | 1,388 | 150 |
| Dues and subscriptions | 2,000 | 2,406 | 2,395 | 11 |
| Repairs and maintenance service | 375 | 1,770 | 1,720 | 50 |
| Noncapital - machinery and equip | 1,750 | 1,215 | 1,212 | 3 |
| Total county court-at-law no. 2 | 257,310 | 258,960 | 254,207 | 4,753 |
| Attorney general master: | | | | |
| Other professional services | 100 | 100 | - | 100 |
| Contract services - court reporters | 9,500 | 9,500 | 8,000 | 1,500 |
| Total attorney general master | 9,600 | 9,600 | 8,000 | 1,600 |
| 124th district court: | | | | |
| Salaries and wages - other employees | 65,994 | 66,501 | 66,501 | - |
| Temporary help | 1,600 | 848 | - | 848 |
| Interpreter | 1,000 | 1,000 | - | 1,000 |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 5,507 | 5,507 | 5,027 | 480 |
| Group health insurance - other emp | 10,800 | 10,997 | 10,997 | - |
| Group dental insurance - other emp | 550 | 550 | 535 | 15 |
| Group life insurance - other emp | 530 | 530 | 133 | 397 |
| LTD insurance - other employees | 464 | 464 | 158 | 306 |
| Retirement - other employees | 6,326 | 6,374 | 6,374 | - |
| Workers' comp - other employees | 505 | 505 | 350 | 155 |
| State unemployment insurance | 211 | 211 | 197 | 14 |
| Supplies and other expense | 7,200 | 7,000 | 6,942 | 58 |
| Print shop charges | 100 | 300 | 197 | 103 |
| Postage | 420 | 420 | 96 | 324 |
| Court reporters - stmt of facts | 34,900 | 67,900 | 67,893 | 7 |
| Other professional services | 2,500 | 2,500 | 2,234 | 266 |
| Visiting judges | 2,000 | 1,450 | - | 1,450 |
| Contract services - court reporters | 7,500 | 4,500 | 2,080 | 2,420 |
| Communications | 300 | 350 | 308 | 42 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Conferences, workshops and training | 2,000 | 2,000 | 1,154 | 846 |
| Dues and subscriptions | 285 | 285 | 50 | 235 |
| Repairs and maintenance service | 500 | 1,000 | 979 | 21 |
| Total 124th district court | 151,432 | 181,432 | 172,445 | 8,987 |
| 188th district court: | | | | |
| Salaries and wages - other employees | 77,085 | 77,085 | 68,142 | 8,943 |
| Interpreter | 1,600 | 1,600 | - | 1,600 |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 6,314 | 6,314 | 5,231 | 1,083 |
| Group health insurance - other emp | 10,800 | 10,800 | 9,654 | 1,146 |
| Group dental insurance - other emp | 550 | 550 | 469 | 81 |
| Group life insurance - other emp | 619 | 619 | 131 | 488 |
| LTD insurance - other employees | 542 | 542 | 155 | 387 |
| Retirement - other employees | 7,385 | 7,385 | 6,530 | 855 |
| Workers' comp - other employees | 457 | 457 | 409 | 48 |
| State unemployment insurance | 240 | 240 | 200 | 40 |
| Supplies and other expense | 4,000 | 4,000 | 3,913 | 87 |
| Print shop charges | 300 | 435 | 434 | 1 |
| Postage | 300 | 300 | 150 | 150 |
| Copying machine | 2,800 | 2,800 | 2,034 | 766 |
| Court reporters - stmt of facts | 25,000 | 21,000 | 8,760 | 12,240 |
| Other professional services | 4,000 | 4,000 | 3,750 | 250 |
| Visiting judges | 2,000 | 1,615 | 247 | 1,368 |
| Contract services - court reporters | 5,500 | 9,500 | 7,900 | 1,600 |
| Conferences, workshops and training | 1,000 | 1,250 | 1,187 | 63 |
| Dues and subscriptions | 285 | 285 | 80 | 205 |
| Repairs and maintenance service | 500 | 500 | - | 500 |
| Total 188th district court | 151,517 | 151,517 | 119,616 | 31,901 |
| 307th district court: | | | | |
| Salaries and wages - other employees | 81,852 | 82,481 | 82,481 | - |
| Temporary help | 2,500 | 2,085 | 2,085 | - |
| Interpreter | 500 | 26 | - | 26 |
| Longevity pay | 360 | 360 | 360 | - |
| Social security - other employees | 6,817 | 6,817 | 6,288 | 529 |
| Group health insurance - other emp | 10,800 | 11,001 | 11,001 | - |
| Group dental insurance - other emp | 550 | 550 | 536 | 14 |
| Group life insurance - other emp | 658 | 658 | 167 | 491 |
| LTD insurance - other employees | 576 | 576 | 196 | 380 |
| Retirement - other employees | 7,852 | 7,911 | 7,911 | - |
| Workers' comp - other employees | 487 | 487 | 434 | 53 |
| State unemployment insurance | 263 | 263 | 244 | 19 |
| Supplies and other expense | 6,500 | 5,200 | 3,613 | 1,587 |
| Print shop charges | 350 | 350 | 284 | 66 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Postage | 100 | 300 | 189 | 111 |
| Copying machine | 2,500 | 2,200 | 2,130 | 70 |
| Court reporters - stmt of facts | 4,500 | 6,000 | 5,671 | 329 |
| Visiting judges | 2,000 | 500 | 330 | 170 |
| Contract services - court reporters | 5,000 | 3,000 | 2,855 | 145 |
| Conferences, workshops and training | 3,000 | 2,000 | 839 | 1,161 |
| Dues and subscriptions | 285 | 285 | 150 | 135 |
| Repairs and maintenance service | 1,200 | 1,200 | 359 | 841 |
| Noncapital - machinery and equip | - | 4,400 | 4,226 | 174 |
| Total 307th district court | 138,650 | 138,650 | 132,349 | 6,301 |
| General: | | | | |
| Supplies and other expense | 500 | 500 | - | 500 |
| Other professional services | 6,870 | 6,870 | 6,002 | 868 |
| Juror fees | 55,000 | 55,000 | 55,000 | - |
| Juror expenses | 8,000 | 8,000 | 723 | 7,277 |
| Total General | 70,370 | 70,370 | 61,725 | 8,645 |
| District clerk: | | | | |
| Salaries - elected | 52,225 | 52,225 | 52,221 | 4 |
| Social security - elected | 4,178 | 4,078 | 3,923 | 155 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 418 | 418 | 105 | 313 |
| LTD insurance - elected | 366 | 366 | 124 | 242 |
| Retirement - elected | 4,988 | 4,988 | 4,982 | 6 |
| Workers' comp - elected | 313 | 313 | 277 | 36 |
| Salaries and wages - other employees | 467,617 | 467,617 | 450,427 | 17,190 |
| Longevity pay | 2,640 | 2,640 | 2,400 | 240 |
| Social security - other employees | 37,621 | 37,621 | 34,058 | 3,563 |
| Group health insurance - other emp | 108,000 | 108,000 | 107,435 | 565 |
| Group dental insurance - other emp | 5,500 | 5,500 | 5,230 | 270 |
| Group life insurance - other emp | 3,763 | 3,763 | 931 | 2,832 |
| LTD insurance - other employees | 3,292 | 3,292 | 1,080 | 2,212 |
| Retirement - other employees | 44,910 | 44,910 | 43,245 | 1,665 |
| Workers' comp - other employees | 2,770 | 2,770 | 2,480 | 290 |
| State unemployment insurance | 1,458 | 1,458 | 1,335 | 123 |
| Supplies and other expense | 24,350 | 23,950 | 23,556 | 394 |
| Bank service charges | - | 1,000 | 970 | 30 |
| Print shop charges | 2,250 | 3,650 | 3,594 | 56 |
| Postage | 25,500 | 24,500 | 21,810 | 2,690 |
| Copying machine | 11,200 | 10,200 | 7,105 | 3,095 |
| Conferences, workshops and training | 2,250 | 2,250 | 1,495 | 755 |
| Repairs and maintenance service | 4,000 | 4,000 | 3,309 | 691 |
| Total district clerk | 815,284 | 815,284 | 777,860 | 37,424 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Justice of the peace no. 1: | | | | |
| Salaries - elected | 39,500 | 39,500 | 39,500 | - |
| Social security - elected | 3,160 | 3,031 | 2,508 | 523 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 316 | 316 | 80 | 236 |
| LTD insurance - elected | 277 | 277 | 95 | 182 |
| Retirement - elected | 3,773 | 3,802 | 3,801 | 1 |
| Workers' comp - elected | 236 | 236 | 210 | 26 |
| Salaries and wages - other employees | 69,417 | 69,417 | 66,104 | 3,313 |
| Longevity pay | 600 | 600 | 600 | - |
| Social security - other employees | 5,602 | 5,602 | 4,328 | 1,274 |
| Group health insurance - other emp | 16,200 | 16,200 | 15,588 | 612 |
| Group dental insurance - other emp | 825 | 825 | 759 | 66 |
| Group life insurance - other emp | 561 | 561 | 128 | 433 |
| LTD insurance - other employees | 491 | 491 | 151 | 340 |
| Retirement - other employees | 6,687 | 6,687 | 6,370 | 317 |
| Workers' comp - other employees | 428 | 428 | 368 | 60 |
| State unemployment insurance | 218 | 218 | 196 | 22 |
| Supplies and other expense | 2,300 | 2,300 | 2,230 | 70 |
| Print shop charges | 1,500 | 1,500 | 1,377 | 123 |
| Postage | 2,600 | 2,600 | 2,446 | 154 |
| Copying machine | 2,354 | 2,354 | 2,206 | 148 |
| Autopsies | 43,500 | 58,500 | 58,362 | 138 |
| Contract services - court reporters | 200 | 50 | - | 50 |
| Communications | 450 | 600 | 522 | 78 |
| Conferences, workshops and training | 2,000 | 2,000 | 1,163 | 837 |
| Repairs and maintenance service | 400 | 400 | 133 | 267 |
| Total justice of the peace no. 1 | 209,270 | 224,270 | 214,993 | 9,277 |
| Justice of the peace no. 2: | | | | |
| Salaries - elected | 38,500 | 38,500 | 38,500 | - |
| Social security - elected | 3,080 | 3,080 | 2,949 | 131 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 308 | 308 | 79 | 229 |
| LTD insurance - elected | 270 | 270 | 92 | 178 |
| Retirement - elected | 3,677 | 3,705 | 3,705 | - |
| Workers' comp - elected | 230 | 230 | 204 | 26 |
| Salaries and wages - other employees | 24,109 | 24,294 | 24,294 | - |
| Temporary help | 7,000 | 8,542 | 8,438 | 104 |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 2,508 | 2,523 | 2,522 | 1 |
| Group health insurance - other emp | 5,400 | 5,607 | 5,607 | - |
| Group dental insurance - other emp | 275 | 275 | 268 | 7 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Group life insurance - other emp | 195 | 195 | 50 | 145 |
| LTD insurance - other employees | 171 | 171 | 58 | 113 |
| Retirement - other employees | 2,994 | 2,994 | 2,359 | 635 |
| Workers' comp - other employees | 143 | 143 | 128 | 15 |
| State unemployment insurance | 98 | 98 | 96 | 2 |
| Supplies and other expense | 2,500 | 2,250 | 2,250 | - |
| Print shop charges | 500 | 500 | 296 | 204 |
| Postage | 800 | 1,050 | 979 | 71 |
| Copying machine | 2,000 | 2,000 | 1,694 | 306 |
| Autopsies | 3,500 | 3,500 | 1,103 | 2,397 |
| Communications | 600 | 600 | 423 | 177 |
| Conferences, workshops and training | 1,500 | 423 | 423 | - |
| Repairs and maintenance service | 1,000 | - | - | - |
| Total justice of the peace no. 2 | 107,273 | 107,273 | 102,525 | 4,748 |
| Justice of the peace no. 3: | | | | |
| Salaries - elected | 38,500 | 38,500 | 38,500 | - |
| Social security - elected | 3,080 | 3,080 | 2,938 | 142 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 308 | 308 | 79 | 229 |
| LTD insurance - elected | 270 | 270 | 92 | 178 |
| Retirement - elected | 3,677 | 3,705 | 3,705 | - |
| Workers' comp - elected | 230 | 230 | 204 | 26 |
| Salaries and wages - other employees | 61,588 | 62,061 | 62,061 | - |
| Longevity pay | 120 | 120 | 120 | - |
| Social security - other employees | 4,937 | 4,357 | 4,303 | 54 |
| Group health insurance - other emp | 16,200 | 16,501 | 16,501 | - |
| Group dental insurance - other emp | 825 | 825 | 803 | 22 |
| Group life insurance - other emp | 494 | 127 | 127 | - |
| LTD insurance - other employees | 432 | 432 | 148 | 284 |
| Retirement - other employees | 5,894 | 5,938 | 5,938 | - |
| Workers' comp - other employees | 358 | 358 | 327 | 31 |
| State unemployment insurance | 192 | 192 | 182 | 10 |
| Supplies and other expense | 3,435 | 3,613 | 3,560 | 53 |
| Print shop charges | 850 | 978 | 978 | - |
| Postage | 1,250 | 1,720 | 1,720 | - |
| Copying machine | - | 612 | 612 | - |
| Autopsies | 12,000 | 24,500 | 24,335 | 165 |
| Communications | 3,250 | 3,469 | 3,203 | 266 |
| Conferences, workshops and training | 1,800 | 1,124 | 1,124 | - |
| Dues and subscriptions | 100 | 100 | 75 | 25 |
| Repairs and maintenance service | 1,000 | 70 | 70 | - |
| Total justice of the peace no. 3 | 166,465 | 178,965 | 177,473 | 1,492 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Justice of the peace no. 4: | | | | |
| Salaries - elected | 38,500 | 38,500 | 38,500 | - |
| Social security - elected | 3,080 | 3,080 | 2,580 | 500 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 308 | 308 | 79 | 229 |
| LTD insurance - elected | 270 | 270 | 92 | 178 |
| Retirement - elected | 3,677 | 3,705 | 3,705 | - |
| Workers' comp - elected | 230 | 230 | 204 | 26 |
| Salaries and wages - other employees | 42,908 | 43,708 | 43,016 | 692 |
| Temporary help | - | 4,072 | 2,592 | 1,480 |
| Longevity pay | 360 | 360 | 360 | - |
| Social security - other employees | 3,462 | 3,845 | 3,469 | 376 |
| Group health insurance - other emp | 10,800 | 10,800 | 9,543 | 1,257 |
| Group dental insurance - other emp | 550 | 550 | 469 | 81 |
| Group life insurance - other emp | 347 | 347 | 77 | 270 |
| LTD insurance - other employees | 303 | 303 | 88 | 215 |
| Retirement - other employees | 4,133 | 4,611 | 4,155 | 456 |
| Workers' comp - other employees | 255 | 255 | 228 | 27 |
| State unemployment insurance | 135 | 150 | 135 | 15 |
| Supplies and other expense | 2,500 | 2,450 | 1,996 | 454 |
| Print shop charges | 300 | 450 | 270 | 180 |
| Postage | 1,200 | 1,200 | 1,110 | 90 |
| Copying machine | 2,500 | 2,500 | 2,204 | 296 |
| Autopsies | 8,500 | 23,500 | 20,430 | 3,070 |
| Communications | 500 | 500 | 281 | 219 |
| Conferences, workshops and training | 1,000 | 1,000 | 442 | 558 |
| Dues and subscriptions | 150 | 50 | 34 | 16 |
| Utilities | 4,500 | 4,500 | 4,220 | 280 |
| Repairs and maintenance service | 2,365 | 3,365 | 2,546 | 819 |
| Total justice of the peace no. 4 | 138,508 | 160,384 | 148,593 | 11,791 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|------------------|-------------------|---|
| | Original | Final | | |
| District attorney: | | | | |
| Salaries - elected | 10,710 | 10,710 | 10,710 | - |
| Social security - elected | 857 | 857 | 778 | 79 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 86 | 86 | 22 | 64 |
| LTD insurance - elected | 75 | 75 | 26 | 49 |
| Retirement - elected | 1,023 | 1,031 | 1,031 | - |
| Salaries and wages - other employees | 817,952 | 818,728 | 794,957 | 23,771 |
| Temporary help | 3,000 | 3,000 | - | 3,000 |
| Longevity pay | 3,720 | 3,720 | 3,480 | 240 |
| Longevity pay - asst prosecutors | 8,000 | 8,000 | - | 8,000 |
| Social security - other employees | 66,614 | 66,519 | 60,242 | 6,277 |
| Group health insurance - other emp | 113,400 | 122,477 | 121,603 | 874 |
| Group dental insurance - other emp | 5,775 | 6,209 | 6,209 | - |
| Group life insurance - other emp | 6,638 | 6,707 | 1,898 | 4,809 |
| LTD insurance - other employees | 5,808 | 5,892 | 2,236 | 3,656 |
| Retirement - other employees | 79,234 | 82,796 | 76,989 | 5,807 |
| Workers' comp - other employees | 8,487 | 8,487 | 6,840 | 1,647 |
| State unemployment insurance | 2,582 | 2,693 | 2,446 | 247 |
| Supplies and other expense | 15,000 | 18,449 | 18,448 | 1 |
| Video tape supplies | 1,775 | - | - | - |
| Print shop charges | 5,250 | 4,250 | 4,058 | 192 |
| Postage | 14,500 | 13,000 | 10,359 | 2,641 |
| Copying machine | 5,000 | 8,150 | 8,136 | 14 |
| Court reporters - stmt of facts | 2,000 | 1,426 | 1,426 | - |
| Other professional services | 4,300 | 2,550 | 2,490 | 60 |
| Total district attorney | 1,187,461 | 1,201,587 | 1,140,152 | 61,435 |
| Bail bond board: | | | | |
| Temporary help | 3,000 | 3,000 | 1,693 | 1,307 |
| Supplies and other expense | 950 | 950 | 102 | 848 |
| Postage | 500 | 500 | 354 | 146 |
| Travel | 500 | 500 | - | 500 |
| Total bail bond board | 4,950 | 4,950 | 2,149 | 2,801 |
| Total judicial | 4,399,908 | 4,495,060 | 4,280,911 | 214,149 |
| PUBLIC SAFETY | | | | |
| Constable no. 1: | | | | |
| Salaries - elected | 37,000 | 37,000 | 37,000 | - |
| Social security - elected | 2,960 | 2,960 | 2,841 | 119 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 296 | 105 | 50 | 55 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|---------------|-------------------|---|
| | Original | Final | | |
| LTD insurance - elected | 259 | 259 | 89 | 170 |
| Retirement - elected | 3,534 | 3,561 | 3,561 | - |
| Workers' comp - elected | 2,235 | 2,235 | 1,981 | 254 |
| Salaries and wages - other employees | 6,568 | 6,618 | 6,618 | - |
| Social security - other employees | 526 | 526 | 500 | 26 |
| Group health insurance - other emp | 1,350 | 1,360 | 1,360 | - |
| Group dental insurance - other emp | 69 | 69 | 66 | 3 |
| Group life insurance - other emp | 53 | 53 | 14 | 39 |
| LTD insurance - other employees | 46 | 46 | 16 | 30 |
| Retirement - other employees | 628 | 632 | 632 | - |
| Workers' comp - other employees | 38 | 38 | 35 | 3 |
| State unemployment insurance | 21 | 21 | 20 | 1 |
| Supplies and other expense | 500 | 255 | 230 | 25 |
| Print shop charges | 25 | 50 | 41 | 9 |
| Postage | 150 | 315 | 287 | 28 |
| Communications | 350 | 480 | 472 | 8 |
| Dues and subscriptions | 100 | 25 | 25 | - |
| Repairs and maintenance service | 100 | 100 | - | 100 |
| Total constable no. 1 | 62,483 | 62,483 | 61,606 | 877 |
| Constable no. 2: | | | | |
| Salaries - elected | 37,000 | 37,000 | 37,000 | - |
| Social security - elected | 2,960 | 2,960 | 2,852 | 108 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 296 | 169 | 75 | 94 |
| LTD insurance - elected | 259 | 259 | 89 | 170 |
| Retirement - elected | 3,534 | 3,561 | 3,561 | - |
| Workers' comp - elected | 2,235 | 2,235 | 1,981 | 254 |
| Supplies and other expense | 500 | 500 | 497 | 3 |
| Print shop charges | 350 | 350 | 10 | 340 |
| Postage | 50 | 50 | 50 | - |
| Conferences, workshops and training | 200 | 200 | - | 200 |
| Travel | 100 | 100 | - | 100 |
| Repairs and maintenance service | 200 | 200 | - | 200 |
| Uniforms | 200 | 200 | - | 200 |
| Total constable no. 2 | 53,559 | 53,559 | 51,883 | 1,676 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|-------------------------------------|------------------|---------------|-------------------|---|
| | Original | Final | | |
| Constable no. 3: | | | | |
| Salaries - elected | 37,000 | 37,000 | 37,000 | - |
| Social security - elected | 2,960 | 2,960 | 2,852 | 108 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 296 | 169 | 75 | 94 |
| LTD insurance - elected | 259 | 259 | 89 | 170 |
| Retirement - elected | 3,534 | 3,561 | 3,561 | - |
| Workers' comp - elected | 2,235 | 2,235 | 1,981 | 254 |
| Supplies and other expense | 970 | 1,772 | 1,703 | 69 |
| Print shop charges | 300 | 31 | 31 | - |
| Postage | 91 | 91 | 91 | - |
| Communications | 2,037 | 2,037 | 1,607 | 430 |
| Conferences, workshops and training | 727 | 305 | 205 | 100 |
| Dues and subscriptions | 220 | - | - | - |
| Travel | 145 | - | - | - |
| Repairs and maintenance service | 2,000 | 1,800 | 1,678 | 122 |
| Uniforms | 482 | 1,104 | 1,091 | 13 |
| Fuel and lubrication | 2,500 | 2,332 | 1,984 | 348 |
| Total constable no. 3 | 61,431 | 61,431 | 59,716 | 1,715 |
| Constable no. 4: | | | | |
| Salaries - elected | 37,000 | 37,000 | 37,000 | - |
| Social security - elected | 2,960 | 2,960 | 2,464 | 496 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |
| Group life insurance - elected | 296 | 169 | 75 | 94 |
| LTD insurance - elected | 259 | 259 | 89 | 170 |
| Retirement - elected | 3,534 | 3,561 | 3,561 | - |
| Workers' comp - elected | 2,235 | 2,235 | 1,981 | 254 |
| Supplies and other expense | 1,140 | 1,140 | 992 | 148 |
| Print shop charges | 100 | 100 | 45 | 55 |
| Postage | 150 | 600 | 577 | 23 |
| Communications | 700 | 700 | 631 | 69 |
| Conferences, workshops and training | 475 | 475 | 45 | 430 |
| Travel | 95 | 95 | - | 95 |
| Uniforms | 1,190 | 740 | 165 | 575 |
| Total constable no. 4 | 55,809 | 55,809 | 53,393 | 2,416 |
| Sheriff - corrections: | | | | |
| Salaries - elected | 55,187 | 55,187 | 55,187 | - |
| Social security - elected | 4,415 | 4,415 | 4,249 | 166 |
| Group health insurance - elected | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - elected | 275 | 275 | 268 | 7 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Group life insurance - elected | 442 | 442 | 113 | 329 |
| LTD insurance - elected | 387 | 387 | 132 | 255 |
| Retirement - elected | 5,271 | 5,311 | 5,311 | - |
| Workers' comp - elected | 3,332 | 3,332 | 2,955 | 377 |
| Salaries and wages - other employees | 4,046,581 | 4,016,337 | 4,008,980 | 7,357 |
| Overtime | 37,010 | 67,010 | 61,061 | 5,949 |
| Certification pool | 10,000 | 10,000 | 9,600 | 400 |
| Longevity pay | 13,200 | 13,200 | 11,760 | 1,440 |
| Miscellaneous supplement | - | 116 | 116 | - |
| Social security - other employees | 328,544 | 326,289 | 307,089 | 19,200 |
| Group health insurance - other emp | 783,000 | 783,000 | 738,375 | 44,625 |
| Group dental insurance - other emp | 39,875 | 39,875 | 36,147 | 3,728 |
| Group life insurance - other emp | 32,855 | 32,855 | 7,672 | 25,183 |
| LTD insurance - other employees | 28,748 | 28,748 | 8,953 | 19,795 |
| Retirement - other employees | 392,199 | 392,199 | 392,199 | - |
| Workers' comp - other employees | 231,563 | 231,563 | 215,086 | 16,477 |
| State unemployment insurance | 17,732 | 17,732 | 12,392 | 5,340 |
| Supplies and other expense | 22,500 | 25,844 | 24,381 | 1,463 |
| Print shop charges | 5,400 | 10,826 | 10,078 | 748 |
| Postage | 12,500 | 14,944 | 13,544 | 1,400 |
| Copying machine | 5,550 | 5,206 | 5,194 | 12 |
| Other professional services | 17,550 | 37,868 | 37,867 | 1 |
| Communications | 15,750 | 12,750 | 12,264 | 486 |
| Conferences, workshops and training | 7,200 | 4,090 | 5,075 | (985) |
| Travel | 18,000 | 12,505 | 12,500 | 5 |
| Repairs and maintenance service | 32,300 | 42,778 | 40,854 | 1,924 |
| Groceries/food service | 275,000 | 379,477 | 378,168 | 1,309 |
| Jail repairs and supplies | 40,000 | 37,184 | 37,098 | 86 |
| Uniforms | 21,500 | 12,925 | 11,777 | 1,148 |
| Drugs and medicine | 54,000 | 32,436 | 31,936 | 500 |
| Hospital services | 14,400 | 15,975 | 14,330 | 1,645 |
| Contract services | 4,000 | - | - | - |
| Tires and tubes | 8,000 | 5,273 | 5,273 | - |
| Fuel and lubrication | 83,600 | 103,093 | 101,398 | 1,695 |
| Capital outlay - furnishings and equip | 40,000 | 73,965 | 73,965 | - |
| Total sheriff - corrections | 6,713,266 | 6,860,912 | 6,698,847 | 162,065 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Department of public safety: | | | | |
| Salaries and wages - other employees | 22,619 | 22,793 | 22,793 | - |
| Temporary help | 8,000 | 7,719 | 7,539 | 180 |
| Longevity pay | 360 | 360 | 360 | - |
| Social security - other employees | 2,479 | 2,479 | 2,320 | 159 |
| Group health insurance - other emp | 5,400 | 5,491 | 5,491 | - |
| Group dental insurance - other emp | 275 | 275 | 267 | 8 |
| Group life insurance - other emp | 184 | 184 | 46 | 138 |
| LTD insurance - other employees | 161 | 161 | 54 | 107 |
| Retirement - other employees | 2,195 | 2,211 | 2,211 | - |
| Workers' comp - other employees | 135 | 135 | 120 | 15 |
| State unemployment insurance | 97 | 97 | 90 | 7 |
| Supplies and other expense | 2,800 | 3,450 | 3,350 | 100 |
| Communications | 1,250 | 1,350 | 1,346 | 4 |
| Repairs and maintenance service | 800 | - | - | - |
| Weights and measure expense | - | 50 | - | 50 |
| Total department of public safety | 46,755 | 46,755 | 45,987 | 768 |
| Parks and wildlife: | | | | |
| Supplies and other expense | 700 | 700 | - | 700 |
| Communications | 200 | 200 | - | 200 |
| Total parks and wildlife | 900 | 900 | - | 900 |
| Texas Alcoholic Beverage Comm: | | | | |
| Supplies and other expense | 250 | 250 | - | 250 |
| Total Texas Alcoholic Beverage Comm | 250 | 250 | - | 250 |
| Juvenile board: | | | | |
| Salaries - elected | 78,255 | 78,255 | 78,255 | - |
| Social security - elected | 6,261 | 5,555 | 5,555 | - |
| Group health insurance - elected | 16,200 | 19,381 | 19,381 | - |
| Group dental insurance - elected | 825 | 943 | 943 | - |
| Group life insurance - elected | 627 | 156 | 156 | - |
| LTD insurance - elected | 548 | 180 | 180 | - |
| Retirement - elected | 7,474 | 7,531 | 7,531 | - |
| Workers' comp - elected | 764 | 764 | 267 | 497 |
| Total juvenile board | 110,954 | 112,765 | 112,268 | 497 |
| Total public safety | 7,105,407 | 7,254,864 | 7,083,700 | 171,164 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|---------------|-------------------|---|
| | Original | Final | | |
| HEALTH AND HUMAN SERVICES | | | | |
| Gregg County industrial airpark: | | | | |
| Supplies and other expense | 5,225 | 3,955 | 1,938 | 2,017 |
| Real estate brokerage contingency | 10,000 | 10,000 | - | 10,000 |
| Communications | 1,000 | 1,000 | 328 | 672 |
| Conferences, workshops and training | 6,000 | 6,000 | 2,559 | 3,441 |
| Dues and subscriptions | 1,000 | 1,000 | 1,000 | - |
| Travel | 3,000 | 3,000 | - | 3,000 |
| Utilities | 400 | 400 | 178 | 222 |
| Noncapital - machinery and equip | - | 1,270 | 1,270 | - |
| Total Gregg County industrial airpark | 26,625 | 26,625 | 7,273 | 19,352 |
| Veterans services: | | | | |
| Salaries and wages - other employees | 57,983 | 58,101 | 58,101 | - |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 4,658 | 4,529 | 4,463 | 66 |
| Group health insurance - other emp | 10,800 | 10,800 | 5,500 | 5,300 |
| Group dental insurance - other emp | 550 | 550 | 268 | 282 |
| Group life insurance - other emp | 466 | 466 | 119 | 347 |
| LTD insurance - other employees | 408 | 408 | 139 | 269 |
| Retirement - other employees | 5,561 | 5,572 | 5,572 | - |
| Workers' comp - other employees | 345 | 345 | 307 | 38 |
| State unemployment insurance | 181 | 181 | 172 | 9 |
| Supplies and other expense | 900 | 900 | 854 | 46 |
| Print shop charges | 100 | 100 | 99 | 1 |
| Postage | 680 | 680 | 670 | 10 |
| Communications | 350 | 350 | - | 350 |
| Conferences, workshops and training | 1,400 | 1,400 | 749 | 651 |
| Dues and subscriptions | 50 | 50 | 20 | 30 |
| Travel | 790 | 790 | 354 | 436 |
| Repairs and maintenance service | 500 | 500 | 119 | 381 |
| Rent | 8,400 | 8,400 | 8,400 | - |
| Total veterans services | 94,362 | 94,362 | 86,146 | 8,216 |
| Civil defense: | | | | |
| Supplies and other expense | 600 | 600 | 38 | 562 |
| Conferences, workshops and training | 600 | 600 | 477 | 123 |
| LEPC First Call Alert | 1,000 | 1,000 | 1,000 | - |
| Total civil defense | 2,200 | 2,200 | 1,515 | 685 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|---------------|-------------------|---|
| | Original | Final | | |
| Environmental protection: | | | | |
| Hazardous waste | 20,000 | 20,000 | 16,483 | 3,517 |
| Travel | 3,000 | 3,000 | - | 3,000 |
| Total environmental protection | 23,000 | 23,000 | 16,483 | 6,517 |
| 911 Addressing: | | | | |
| Salaries and wages - other employees | 53,869 | 54,284 | 54,284 | - |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 4,329 | 4,157 | 4,157 | - |
| Group health insurance - other emp | 10,800 | 10,993 | 10,993 | - |
| Group dental insurance - other emp | 550 | 550 | 535 | 15 |
| Group life insurance - other emp | 433 | 111 | 111 | - |
| LTD insurance - other employees | 379 | 226 | 129 | 97 |
| Retirement - other employees | 5,168 | 5,207 | 5,207 | - |
| Workers' comp - other employees | 2,096 | 2,096 | 1,882 | 214 |
| State unemployment insurance | 168 | 168 | 161 | 7 |
| Supplies and other expense | 4,500 | 3,408 | 3,141 | 267 |
| Print shop charges | 200 | 88 | 88 | - |
| Postage | 300 | 133 | 126 | 7 |
| Other professional services | 32,000 | 2,308 | 2,308 | - |
| Communications | 400 | 224 | 224 | - |
| Conferences, workshops and training | 1,000 | 429 | 429 | - |
| Advertising | 500 | - | - | - |
| Repairs and maintenance service | 1,250 | 1,650 | 1,149 | 501 |
| Fuel and lubrication | 2,400 | 2,009 | 1,885 | 124 |
| Noncapital - machinery and equip | - | 1,541 | 1,541 | - |
| Total 911 Addressing | 120,582 | 89,822 | 88,590 | 1,232 |
| Health: | | | | |
| Salaries and wages - other employees | 263,916 | 267,916 | 255,415 | 12,501 |
| Temporary help | 27,683 | 27,683 | 23,476 | 4,207 |
| Longevity pay | 1,320 | 1,320 | 960 | 360 |
| Social security - other employees | 23,434 | 23,434 | 20,390 | 3,044 |
| Group health insurance - other emp | 48,600 | 48,600 | 43,608 | 4,992 |
| Group dental insurance - other emp | 2,475 | 2,475 | 2,123 | 352 |
| Group life insurance - other emp | 2,122 | 2,122 | 451 | 1,671 |
| LTD insurance - other employees | 1,857 | 1,857 | 528 | 1,329 |
| Retirement - other employees | 27,974 | 27,974 | 24,848 | 3,126 |
| Workers' comp - other employees | 5,233 | 5,233 | 4,795 | 438 |
| State unemployment insurance | 909 | 909 | 823 | 86 |
| Supplies and other expense | 14,500 | 19,073 | 18,991 | 82 |
| Print shop charges | 800 | 879 | 879 | - |
| Postage | 2,000 | 2,144 | 2,051 | 93 |
| Copying machine | 2,900 | 2,967 | 2,967 | - |
| County health director | 100,000 | 100,000 | 100,000 | - |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Arson investigator | 5,000 | 1,670 | 1,670 | - |
| Other professional services | 80,000 | 161,127 | 161,054 | 73 |
| Communications | 250 | 293 | 293 | - |
| Conferences, workshops and training | 4,000 | 3,543 | 3,543 | - |
| Travel | 200 | 149 | 149 | - |
| Utilities | 8,500 | 8,500 | 8,500 | - |
| Repairs and maintenance service | 1,500 | 2,223 | 2,097 | 126 |
| Drugs and medicine | 95,000 | 82,117 | 82,022 | 95 |
| X-Ray and laboratory | 30,000 | 42,900 | 41,903 | 997 |
| Hospital services | 500,000 | 716,742 | 704,396 | 12,346 |
| Funerals | 10,000 | 34,935 | 33,655 | 1,280 |
| Fuel and lubrication | 2,000 | 1,893 | 1,893 | - |
| Total health | 1,262,173 | 1,590,678 | 1,543,480 | 47,198 |
| Historical commission: | | | | |
| Supplies and other expense | 4,744 | 4,594 | 2,830 | 1,764 |
| Print shop charges | 22 | 22 | - | 22 |
| Postage | 150 | 150 | - | 150 |
| Communications | 950 | 1,100 | 1,083 | 17 |
| Conferences, workshops and training | 3,420 | 3,420 | 2,564 | 856 |
| Dues and subscriptions | 357 | 357 | 119 | 238 |
| Travel | 247 | 247 | 223 | 24 |
| Repairs and maintenance service | 444 | 444 | - | 444 |
| Total historical commission | 10,334 | 10,334 | 6,819 | 3,515 |
| Contributions: | | | | |
| Longview - library | 60,000 | 60,000 | 60,000 | - |
| Kilgore - library | 15,000 | 15,000 | 15,000 | - |
| Gladewater - library | 12,500 | 12,500 | 12,500 | - |
| City of Whiteoak - library | 8,000 | 8,000 | 8,000 | - |
| Elderville Lakeport Fire Department | 8,000 | 8,000 | 8,000 | - |
| Sabine Fire Department | 12,500 | 12,500 | 12,500 | - |
| Easton Fire Department | 2,500 | 2,500 | 2,500 | - |
| Kilgore Rescue Unit | 8,000 | 8,000 | 8,000 | - |
| Civil Air Patrol | 4,000 | 4,000 | 4,000 | - |
| Clarksville City-Warren City VFD | 1,500 | 1,500 | 1,500 | - |
| Gladewater Chamber of Commerce | 6,500 | 6,500 | 6,500 | - |
| Kilgore Chamber of Commerce | 5,000 | 5,000 | 5,000 | - |
| White Oak Chamber of Commerce | 2,500 | 2,500 | 2,500 | - |
| Liberty City Chamber of Commerce | 1,250 | 1,250 | 1,250 | - |
| Historical Foundation | 9,000 | 9,000 | 9,000 | - |
| Humane Society | 12,000 | 12,000 | 12,000 | - |
| Upshur/Gregg Soil and Water Conservation | 3,000 | 3,000 | 3,000 | - |
| Longview Partnership | 3,750 | 3,750 | 3,750 | - |
| Mental Health and Mental Retardation | 133,650 | 133,650 | 133,650 | - |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Council on Alcoholism and Drug Abuse | 15,000 | 15,000 | 15,000 | - |
| Association for Retarded Citizens | 9,000 | 9,000 | 9,000 | - |
| Child Welfare Board | 100,000 | 100,000 | 94,266 | 5,734 |
| Women's Center of East Texas | 10,000 | 10,000 | 10,000 | - |
| East Texas Literacy Council | 5,000 | 5,000 | 5,000 | - |
| Early Childhood Development Center | 6,000 | 6,000 | 6,000 | - |
| Paula M. Jones Charity | 4,500 | 4,500 | 4,500 | - |
| Boys & Girls Club of Gregg County | 1,500 | 1,500 | 1,500 | - |
| Longview Teen Court | 1,750 | 1,750 | 1,750 | - |
| E. T. Child Advocates | 8,500 | 8,500 | 8,500 | - |
| Parenting Resource Center of East Texas | 3,000 | 3,000 | 3,000 | - |
| Kilgore Crisis Center | 7,000 | 7,000 | 7,000 | - |
| Camp Fire Boys & Girls | 8,000 | 8,000 | 8,000 | - |
| Special Health Resources East Texas | 2,000 | 2,000 | 2,000 | - |
| Greater Longview United Way | 10,000 | 10,000 | 10,000 | - |
| Total contributions | 499,900 | 499,900 | 494,166 | 5,734 |
| Total health and human services | 2,039,176 | 2,336,921 | 2,244,472 | 92,449 |
| PUBLIC BUILDINGS | | | | |
| Courthouse building: | | | | |
| Salaries and wages - other employees | 445,809 | 444,809 | 406,839 | 37,970 |
| Overtime | 6,000 | 6,352 | 5,925 | 427 |
| Temporary help | 2,500 | 3,148 | 3,148 | - |
| Longevity pay | 1,680 | 1,680 | 1,560 | 120 |
| Social security - other employees | 36,480 | 36,480 | 30,555 | 5,925 |
| Group health insurance - other emp | 102,600 | 102,600 | 91,942 | 10,658 |
| Group dental insurance - other emp | 5,225 | 5,225 | 4,476 | 749 |
| Group life insurance - other emp | 3,628 | 3,628 | 818 | 2,810 |
| LTD insurance - other employees | 3,175 | 3,175 | 955 | 2,220 |
| Retirement - other employees | 43,309 | 43,309 | 39,585 | 3,724 |
| Workers' comp - other employees | 35,675 | 35,675 | 33,308 | 2,367 |
| State unemployment insurance | 1,414 | 1,414 | 1,225 | 189 |
| Supplies and other expense | 75,000 | 80,300 | 74,196 | 6,104 |
| Print shop charges | 400 | 400 | 208 | 192 |
| Postage | 250 | 250 | 84 | 166 |
| Copying machine | 750 | 750 | 581 | 169 |
| Communications | 2,200 | 2,400 | 2,246 | 154 |
| Conferences, workshops and training | 400 | 400 | 125 | 275 |
| Advertising | 200 | 200 | 113 | 87 |
| Travel | 300 | 300 | - | 300 |
| Utilities | 426,000 | 426,000 | 398,851 | 27,149 |
| Repairs and maintenance service | 118,000 | 90,000 | 87,781 | 2,219 |
| Uniforms | 5,000 | 3,573 | 3,033 | 540 |
| Tires and tubes | 500 | 500 | 425 | 75 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Fuel and lubrication | 2,000 | 2,000 | 1,390 | 610 |
| Noncapital - machinery and equip | - | 4,045 | 3,825 | 220 |
| Total courthouse building | 1,318,495 | 1,298,613 | 1,193,194 | 105,419 |
| Service center building: | | | | |
| Supplies and other expense | 8,000 | 9,000 | 8,094 | 906 |
| Utilities | 25,000 | 25,000 | 14,206 | 10,794 |
| Repairs and maintenance service | 4,000 | 3,000 | 1,915 | 1,085 |
| Total service center building | 37,000 | 37,000 | 24,215 | 12,785 |
| Greggton building: | | | | |
| Salaries and wages - other employees | 5,334 | 5,334 | 2,834 | 2,500 |
| Social security - other employees | 427 | 427 | 217 | 210 |
| Retirement - other employees | 510 | 510 | - | 510 |
| Workers' comp - other employees | 497 | 497 | 440 | 57 |
| State unemployment insurance | 17 | 17 | 8 | 9 |
| Supplies and other expense | 2,700 | 2,700 | 985 | 1,715 |
| Utilities | 9,800 | 9,800 | 9,368 | 432 |
| Repairs and maintenance service | 3,900 | 3,900 | 3,635 | 265 |
| Total Greggton building | 23,185 | 23,185 | 17,487 | 5,698 |
| Gladewater Commerce Street bldg: | | | | |
| Supplies and other expense | 2,000 | 2,000 | 1,000 | 1,000 |
| Utilities | 4,200 | 4,200 | 3,900 | 300 |
| Repairs and maintenance service | 3,500 | 3,500 | 3,125 | 375 |
| Noncapital - machinery and equip | 800 | 5,132 | 5,127 | 5 |
| Total Gladewater Commerce St bldg | 10,500 | 14,832 | 13,152 | 1,675 |
| Jail building: | | | | |
| Supplies and other expense | 10,000 | 12,310 | 11,357 | 953 |
| Utilities | 85,000 | 134,547 | 128,001 | 6,546 |
| Repairs and maintenance service | 40,000 | 30,570 | 29,550 | 1,020 |
| Total jail building | 135,000 | 177,427 | 168,908 | 8,519 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|---------------|-------------------|---|
| | Original | Final | | |
| Juvenile post adjudication facility: | | | | |
| Utilities | 25,000 | 25,000 | 23,096 | 1,904 |
| Total Juvenile post adjud facility | 25,000 | 25,000 | 23,096 | 1,904 |
| Youth detention center: | | | | |
| Supplies and other expense | 6,000 | 8,500 | 7,208 | 1,292 |
| Utilities | 35,000 | 35,000 | 19,588 | 15,412 |
| Repairs and maintenance service | 4,000 | 1,500 | 638 | 862 |
| Total youth detention center | 45,000 | 45,000 | 27,434 | 17,566 |
| Community building maintenance: | | | | |
| Salaries and wages - other employees | 27,077 | 27,285 | 27,285 | - |
| Overtime | 400 | 93 | 54 | 39 |
| Social security - other employees | 2,199 | 2,199 | 2,126 | 73 |
| Group health insurance - other emp | 5,400 | 5,499 | 5,499 | - |
| Group dental insurance - other emp | 275 | 275 | 268 | 7 |
| Group life insurance - other emp | 220 | 220 | 56 | 164 |
| LTD insurance - other employees | 193 | 193 | 65 | 128 |
| Retirement - other employees | 2,625 | 2,625 | 2,611 | 14 |
| Workers' comp - other employees | 2,520 | 2,520 | 2,234 | 286 |
| State unemployment insurance | 86 | 86 | 81 | 5 |
| Supplies and other expense | 1,000 | 1,800 | 752 | 1,048 |
| Communications | 500 | 600 | 447 | 153 |
| Repairs and maintenance service | 2,000 | 400 | 158 | 242 |
| Uniforms | 500 | 500 | 303 | 197 |
| Tires and tubes | 500 | 700 | 556 | 144 |
| Fuel and lubrication | 2,400 | 2,900 | 2,639 | 261 |
| Capital outlay - furnishings and equip | 12,000 | 12,000 | 11,600 | 400 |
| Total community bldg maintenance | 59,895 | 59,895 | 56,734 | 3,161 |
| Longview Whaley St community building: | | | | |
| Salaries and wages - other employees | 14,040 | 14,280 | 14,280 | - |
| Social security - other employees | 1,124 | 1,124 | 1,077 | 47 |
| Group health insurance - other emp | 5,400 | 5,201 | - | 5,201 |
| Group dental insurance - other emp | 275 | 275 | - | 275 |
| Retirement - other employees | 1,341 | 1,341 | 21 | 1,320 |
| Workers' comp - other employees | 1,246 | 1,246 | 1,159 | 87 |
| State unemployment insurance | 44 | 44 | 41 | 3 |
| Supplies and other expense | 3,500 | 2,160 | 2,127 | 33 |
| Other professional services | - | 300 | 228 | 72 |
| Utilities | 2,000 | 1,199 | 1,087 | 112 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|------------------|---------------|-------------------|---|
| | Original | Final | | |
| Repairs and maintenance service | 4,000 | 4,340 | 4,302 | 38 |
| Capital outlay - buildings | 30,000 | - | - | - |
| Noncapital - machinery and equip | - | 2,257 | 2,257 | - |
| Total Longview Whaley St comm bldg | 62,970 | 33,767 | 26,579 | 7,188 |
| Judson community building: | | | | |
| Supplies and other expense | 2,450 | 550 | 370 | 180 |
| Repairs and maintenance service | 2,000 | 1,400 | 1,374 | 26 |
| Total Judson community building | 4,450 | 1,950 | 1,744 | 206 |
| Garfield Hill community building: | | | | |
| Supplies and other expense | 4,120 | 2,280 | 999 | 1,281 |
| Communications | 500 | 540 | 526 | 14 |
| Utilities | 2,000 | 2,000 | 1,023 | 977 |
| Repairs and maintenance service | 1,500 | 1,500 | 350 | 1,150 |
| Total Garfield Hill community bldg | 8,120 | 6,320 | 2,898 | 3,422 |
| Gladewater senior citizens building | | | | |
| Supplies and other expense | 700 | - | - | - |
| Communications | 500 | - | - | - |
| Repairs and maintenance service | 1,500 | - | - | - |
| Total Gladewater senior citizens bldg | 2,700 | - | - | - |
| Liberty City office/community building: | | | | |
| Supplies and other expense | 2,500 | 2,500 | 1,987 | 513 |
| Communications | 600 | 600 | 468 | 132 |
| Utilities | 6,000 | 6,000 | 4,806 | 1,194 |
| Repairs and maintenance service | 7,000 | 7,000 | 6,953 | 47 |
| Total Liberty City office/comm bldg | 16,100 | 16,100 | 14,214 | 1,886 |
| Hugh Camp Memorial Park: | | | | |
| Supplies and other expense | 4,500 | 2,965 | 1,632 | 1,333 |
| Communications | 500 | 500 | 428 | 72 |
| Utilities | 4,000 | 4,000 | 3,456 | 544 |
| Repairs and maintenance service | 8,000 | 3,234 | 3,117 | 117 |
| Noncapital - machinery and equip | - | 5,001 | 4,638 | 363 |
| Total Hugh Camp Memorial Park | 17,000 | 15,700 | 13,271 | 2,429 |
| Olivia R. Hilburn community building: | | | | |
| Supplies and other expense | 3,500 | 2,373 | 1,610 | 763 |
| Communications | 500 | 527 | 527 | - |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|---------------|-------------------|---|
| | Original | Final | | |
| Utilities | 4,000 | 4,000 | 2,376 | 1,624 |
| Repairs and maintenance service | 2,500 | 2,500 | 1,369 | 1,131 |
| Noncapital - machinery and equip | - | 1,100 | 880 | 220 |
| Total Olivia R. Hilburn comm bldg | 10,500 | 10,500 | 6,762 | 3,738 |
| Kilgore office and community building: | | | | |
| Salaries and wages - other employees | 21,219 | 21,382 | 21,382 | - |
| Longevity pay | 240 | 240 | 240 | - |
| Social security - other employees | 1,717 | 1,654 | 1,654 | - |
| Group health insurance - other emp | 5,400 | 5,502 | 5,502 | - |
| Group dental insurance - other emp | 275 | 275 | 268 | 7 |
| Group life insurance - other emp | 172 | 44 | 44 | - |
| LTD insurance - other employees | 151 | 62 | 51 | 11 |
| Retirement - other employees | 2,050 | 2,065 | 2,065 | - |
| Workers' comp - other employees | 1,997 | 1,997 | 1,751 | 246 |
| State unemployment insurance | 67 | 67 | 64 | 3 |
| Supplies and other expense | 8,000 | 6,670 | 5,761 | 909 |
| Postage | 74 | 74 | - | 74 |
| Communications | 1,000 | 1,001 | 1,001 | - |
| Utilities | 12,000 | 12,000 | 11,713 | 287 |
| Repairs and maintenance service | 4,000 | 12,129 | 10,764 | 1,365 |
| Total Kilgore office and comm bldg | 58,362 | 65,162 | 62,260 | 2,902 |
| Kilgore South Street building: | | | | |
| Supplies and other expense | 4,000 | 4,000 | 735 | 3,265 |
| Communications | 750 | 750 | 587 | 163 |
| Utilities | 4,000 | 4,000 | 868 | 3,132 |
| Repairs and maintenance service | 2,000 | 2,000 | 373 | 1,627 |
| Noncapital - machinery and equip | 1,100 | 1,100 | 1,090 | 10 |
| Total Kilgore South Street building | 11,850 | 11,850 | 3,653 | 8,197 |
| Elderville community building: | | | | |
| Supplies and other expense | 4,800 | 4,800 | 2,333 | 2,467 |
| Communications | 1,000 | 1,000 | 388 | 612 |
| Utilities | 4,000 | 4,000 | 2,112 | 1,888 |
| Repairs and maintenance service | 12,500 | 12,500 | 5,621 | 6,879 |
| Noncapital - machinery and equip | 3,980 | 3,980 | - | 3,980 |
| Total Elderville community building | 26,280 | 26,280 | 10,454 | 15,826 |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Easton community building: | | | | |
| Supplies and other expense | 4,000 | 2,200 | 505 | 1,695 |
| Communications | 1,000 | 1,000 | 585 | 415 |
| Utilities | 3,000 | 3,000 | 2,003 | 997 |
| Repairs and maintenance service | 6,500 | 8,300 | 7,509 | 791 |
| Noncapital - machinery and equip | 5,100 | 5,100 | 2,000 | 3,100 |
| Total Easton community building | <u>19,600</u> | <u>19,600</u> | <u>12,602</u> | <u>6,998</u> |
| West Harrison Vol Fire Dept building: | | | | |
| Supplies and other expense | 500 | 500 | - | 500 |
| Communications | 600 | 600 | 440 | 160 |
| Utilities | 1,500 | 1,500 | 911 | 589 |
| Repairs and maintenance service | 2,000 | 200 | - | 200 |
| Total West Harrison Vol Fire Dept bldg | <u>4,600</u> | <u>2,800</u> | <u>1,351</u> | <u>1,449</u> |
| Total public buildings | <u>1,896,607</u> | <u>1,890,981</u> | <u>1,680,008</u> | <u>210,973</u> |
| Total expenditures | <u>22,754,969</u> | <u>22,916,163</u> | <u>21,685,390</u> | <u>1,230,773</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (3,200,034) | (3,361,228) | (443,943) | 2,917,285 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Operating transfers from other funds: | | | | |
| Courthouse improvement fund | | 66,189 | 66,189 | - |
| Total operating transfer from other funds | <u>-</u> | <u>66,189</u> | <u>66,189</u> | <u>-</u> |
| Operating transfers to other funds: | | | | |
| Security | (58,000) | (58,000) | (58,000) | - |
| G O 1988 - refunding courthouse | - | (632,302) | (632,302) | - |
| C O 1993 - jail | - | (94,000) | (53,516) | 40,484 |
| Local law enforcement block | (1,154) | (1,154) | (1,068) | 86 |
| Sabine valley grant | - | (33,503) | (33,503) | - |
| Longview community ctr renovation | - | (2,243) | (2,243) | - |
| Print shop | (1,500) | (1,500) | (1,500) | - |
| Total operating transfer to other funds | <u>(60,654)</u> | <u>(822,702)</u> | <u>(782,132)</u> | <u>40,570</u> |

GREGG COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| | Original | Final | | |
| Sale of capital assets | 17,000 | 40,065 | 26,776 | (13,289) |
| Insurance proceeds - loss of fixed assets | - | 1,751 | 1,751 | - |
| Total other financing sources and uses | (43,654) | (714,697) | (687,416) | 27,281 |
| NET CHANGE IN FUND BALANCES | (3,243,688) | (4,075,925) | (1,131,359) | 2,944,566 |
| FUND BALANCES, BEGINNING | 7,123,910 | 7,123,910 | 7,123,910 | - |
| Prior period adjustment | - | - | (20,448) | (20,448) |
| RESTATED FUND BALANCES, BEGINNING | 7,123,910 | 7,123,910 | 7,103,462 | (20,448) |
| FUND BALANCES, ENDING | \$ 3,880,222 | \$ 3,047,985 | \$ 5,972,103 | \$ 2,924,118 |

GREGG COUNTY, TEXAS

ROAD AND BRIDGE

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual | Variance with Final Budget - Positive (Negative) |
|----------------------------------|------------------|------------------|------------------|---|
| | Original | Final | Amounts | |
| REVENUES | | | | |
| Taxes: | | | | |
| Current property taxes | \$ 1,586,454 | \$ 1,586,454 | \$ 1,582,316 | \$ (4,138) |
| Delinquent property taxes | 25,259 | 25,259 | 26,339 | 1,080 |
| Motor vehicle sales tax | 1,320,000 | 1,320,000 | 1,305,542 | (14,458) |
| Total taxes | <u>2,931,713</u> | <u>2,931,713</u> | <u>2,914,197</u> | <u>(17,516)</u> |
| Licenses and permits: | | | | |
| Motor vehicle registration | 1,075,000 | 1,075,000 | 1,074,054 | (946) |
| Weight permits | 6,200 | 6,200 | - | (6,200) |
| Total licenses and permits | <u>1,081,200</u> | <u>1,081,200</u> | <u>1,074,054</u> | <u>(7,146)</u> |
| Intergovernmental: | | | | |
| Lateral road | 22,400 | 22,400 | 24,529 | 2,129 |
| Total intergovernmental | <u>22,400</u> | <u>22,400</u> | <u>24,529</u> | <u>2,129</u> |
| Fines and forfeitures: | | | | |
| County and district court finds | 400,000 | 400,000 | 475,514 | 75,514 |
| Total fines and forfeitures | <u>400,000</u> | <u>400,000</u> | <u>475,514</u> | <u>75,514</u> |
| Investment earnings: | | | | |
| Interest | 5,000 | 5,000 | 18,914 | 13,914 |
| Unrealized gains (losses) | - | - | 1,724 | 1,724 |
| Total investment earnings | <u>5,000</u> | <u>5,000</u> | <u>20,638</u> | <u>15,638</u> |
| Miscellaneous: | | | | |
| Miscellaneous | 1,000 | 1,381 | 35,759 | 34,378 |
| Total miscellaneous | <u>1,000</u> | <u>1,381</u> | <u>35,759</u> | <u>34,378</u> |
| Total revenues | <u>4,441,313</u> | <u>4,441,694</u> | <u>4,544,691</u> | <u>102,997</u> |
| EXPENDITURES | | | | |
| TRANSPORTATION AND ROADS | | | | |
| Administration: | | | | |
| Salaries - elected | 232,300 | 232,300 | 232,300 | - |
| Social security - elected | 18,584 | 18,006 | 16,330 | 1,676 |
| Group health insurance - elected | 21,600 | 22,008 | 22,008 | - |
| Group dental insurance - elected | 1,100 | 1,100 | 1,072 | 28 |
| Group life insurance - elected | 1,859 | 1,859 | 476 | 1,383 |
| LTD insurance - elected | 1,627 | 1,627 | 557 | 1,070 |

GREGG COUNTY, TEXAS

ROAD AND BRIDGE

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--------------------------------------|------------------|----------------|-------------------|---|
| | Original | Final | | |
| Retirement - elected | 22,185 | 22,355 | 22,355 | - |
| Workers' comp - elected | 8,897 | 8,897 | 7,890 | 1,007 |
| Insurance | 67,000 | 67,000 | 62,558 | 4,442 |
| Total administration | 375,152 | 375,152 | 365,546 | 9,606 |
| Road and bridge - general: | | | | |
| Supplies and other expense | 300 | 300 | - | 300 |
| Conferences, workshops and training | 4,200 | 4,200 | 2,687 | 1,513 |
| Intergovernmental contributions | 300,000 | 300,000 | 300,000 | - |
| Total road and bridge - general: | 300,000 | 304,500 | 302,687 | 1,813 |
| Road and bridge - precinct no. 1 | | | | |
| Salaries and wages - other employees | 439,852 | 434,452 | 433,181 | 1,271 |
| Overtime | 4,000 | 13,400 | 11,562 | 1,838 |
| Longevity pay | 2,520 | 2,520 | 2,400 | 120 |
| Part-time pool | 22,000 | 18,000 | 12,409 | 5,591 |
| Social security - other employees | 37,470 | 37,400 | 33,367 | 4,033 |
| Group health insurance - other emp | 75,600 | 75,600 | 74,730 | 870 |
| Group dental insurance - other emp | 3,850 | 3,850 | 3,638 | 212 |
| Group life insurance - other emp | 3,571 | 3,571 | 877 | 2,694 |
| LTD insurance - other employees | 3,125 | 3,125 | 1,024 | 2,101 |
| Retirement - other employees | 42,629 | 42,699 | 42,699 | - |
| Workers' comp - other employees | 58,409 | 58,409 | 46,886 | 11,523 |
| State unemployment insurance | 1,452 | 1,452 | 1,343 | 109 |
| Supplies and other expense | 48,600 | 63,981 | 63,583 | 398 |
| Print shop charges | 500 | 500 | 230 | 270 |
| Postage | 300 | 300 | 111 | 189 |
| Copying machine | 2,772 | 2,972 | 2,890 | 82 |
| Communications | 4,500 | 4,500 | 2,061 | 2,439 |
| Conferences, workshops and training | 800 | 800 | 587 | 213 |
| Travel | 250 | 250 | - | 250 |
| Utilities | 12,000 | 12,000 | 10,465 | 1,535 |
| Repairs and maintenance service | 55,500 | 28,600 | 28,573 | 27 |
| Uniforms | 11,000 | 8,000 | 6,407 | 1,593 |
| Chip and seal | 61,887 | - | - | - |
| Contract services | 1,000 | - | - | - |
| Pipe and culvert | 3,000 | 3,825 | 3,823 | 2 |
| Gravel, sand and cement | 10,000 | 10,500 | 10,444 | 56 |
| Road oil and asphalt | 135,698 | 187,585 | 187,530 | 55 |
| Rent - equipment | 500 | 700 | 662 | 38 |
| Tires and tubes | 6,000 | 5,175 | 5,140 | 35 |

GREGG COUNTY, TEXAS

ROAD AND BRIDGE

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Fuel and lubrication | 35,000 | 35,000 | 34,957 | 43 |
| Capital outlay - machinery and equip | 30,000 | 52,000 | 51,861 | 139 |
| Noncapital - machinery and equip | - | 3,000 | 2,220 | 780 |
| Total road and bridge - precinct no. 1 | 1,113,785 | 1,114,166 | 1,075,660 | 38,506 |
| Road and bridge - precinct no. 2 | | | | |
| Salaries and wages - other employees | 24,114 | 24,299 | 24,299 | - |
| Temporary help | - | 2,197 | 2,025 | 172 |
| Social security - other employees | 2,090 | 2,090 | 1,901 | 189 |
| Group health insurance - other emp | 5,400 | 5,500 | 5,500 | - |
| Group dental insurance - other emp | 275 | 275 | 268 | 7 |
| Group life insurance - other emp | 193 | 193 | 50 | 143 |
| LTD insurance - other employees | 169 | 169 | 57 | 112 |
| Retirement - other employees | 2,303 | 2,321 | 2,321 | - |
| Workers' comp - other employees | 142 | 142 | 128 | 14 |
| State unemployment insurance | 81 | 81 | 74 | 7 |
| Supplies and other expense | 3,500 | 3,000 | 2,918 | 82 |
| Print shop charges | 300 | 44 | 44 | - |
| Postage | 100 | 100 | 74 | 26 |
| Copying machine | 500 | 500 | 372 | 128 |
| Communications | 2,700 | 2,700 | 1,812 | 888 |
| Conferences, workshops and training | 900 | 900 | 900 | - |
| Dues and subscriptions | 350 | 350 | 253 | 97 |
| Travel | 500 | 756 | 500 | 256 |
| Total road and bridge - precinct no. 2 | 43,617 | 45,617 | 43,496 | 2,121 |
| Road and bridge - precinct no. 3 | | | | |
| Salaries and wages - other employees | 515,644 | 500,644 | 499,087 | 1,557 |
| Overtime | 10,000 | 25,000 | 20,046 | 4,954 |
| Longevity pay | 2,280 | 2,280 | 2,040 | 240 |
| Social security - other employees | 42,234 | 42,234 | 37,084 | 5,150 |
| Group health insurance - other emp | 91,800 | 91,800 | 88,089 | 3,711 |
| Group dental insurance - other emp | 4,675 | 4,675 | 4,288 | 387 |
| Group life insurance - other emp | 4,224 | 4,224 | 1,006 | 3,218 |
| LTD insurance - other employees | 3,696 | 3,696 | 1,175 | 2,521 |
| Retirement - other employees | 50,417 | 50,417 | 49,772 | 645 |
| Workers' comp - other employees | 64,959 | 64,959 | 52,979 | 11,980 |
| State unemployment insurance | 1,637 | 1,637 | 1,534 | 103 |
| Supplies and other expense | 89,000 | 106,000 | 102,861 | 3,139 |
| Print shop charges | 100 | 100 | 54 | 46 |
| Postage | 300 | 300 | - | 300 |
| Communications | 10,500 | 10,500 | 9,543 | 957 |
| Conferences, workshops and training | 1,500 | 1,500 | 1,103 | 397 |
| Travel | 2,500 | 400 | 245 | 155 |

GREGG COUNTY, TEXAS

ROAD AND BRIDGE

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Utilities | 16,000 | 16,000 | 8,056 | 7,944 |
| Repairs and maintenance service | 23,500 | 17,500 | 17,128 | 372 |
| Uniforms | 9,000 | 5,000 | 4,458 | 542 |
| Contract services | 39,750 | 39,750 | 39,750 | - |
| Pipe and culvert | 12,000 | - | - | - |
| Gravel, sand and cement | 25,000 | - | - | - |
| Road oil and asphalt | 346,787 | 377,787 | 376,724 | 1,063 |
| Rent - equipment | 1,500 | 200 | 194 | 6 |
| Tires and tubes | 13,000 | 13,000 | 12,972 | 28 |
| Fuel and lubrication | 52,000 | 52,000 | 51,704 | 296 |
| Noncapital - machinery and equip | - | 2,400 | 2,400 | - |
| Total road and bridge - precinct no. 3 | 1,434,003 | 1,434,003 | 1,384,292 | 49,711 |
| Road and bridge - precinct no. 4 | | | | |
| Salaries and wages - other employees | 396,199 | 397,573 | 363,041 | 34,532 |
| Overtime | 10,000 | 10,000 | 654 | 9,346 |
| Temporary help | 6,000 | 6,000 | 2,288 | 3,712 |
| Longevity pay | 2,640 | 2,640 | 2,400 | 240 |
| Social security - other employees | 33,188 | 33,188 | 27,299 | 5,889 |
| Group health insurance - other emp | 75,600 | 75,600 | 65,734 | 9,866 |
| Group dental insurance - other emp | 3,850 | 3,850 | 3,201 | 649 |
| Group life insurance - other emp | 3,271 | 3,271 | 699 | 2,572 |
| LTD insurance - other employees | 2,862 | 2,862 | 830 | 2,032 |
| Retirement - other employees | 39,045 | 39,045 | 34,962 | 4,083 |
| Workers' comp - other employees | 45,705 | 45,705 | 40,151 | 5,554 |
| State unemployment insurance | 1,287 | 1,287 | 1,081 | 206 |
| Supplies and other expense | 34,500 | 34,500 | 26,904 | 7,596 |
| Print shop charges | 250 | 250 | 175 | 75 |
| Postage | 200 | 200 | 68 | 132 |
| Copying machine | 2,000 | 2,000 | 1,500 | 500 |
| Communications | 3,500 | 3,500 | 2,866 | 634 |
| Conferences, workshops and training | 3,000 | 3,000 | 998 | 2,002 |
| Utilities | 15,000 | 15,000 | 12,568 | 2,432 |
| Repairs and maintenance service | 38,000 | 38,000 | 19,304 | 18,696 |
| Uniforms | 5,000 | 5,500 | 5,255 | 245 |
| Pipe and culvert | 1,500 | 1,500 | - | 1,500 |
| Gravel, sand and cement | 1,000 | 500 | - | 500 |
| Road oil and asphalt | 100,000 | 35,000 | 32,919 | 2,081 |
| Rent - equipment | 1,500 | 1,500 | 966 | 534 |

GREGG COUNTY, TEXAS

ROAD AND BRIDGE

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|--|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Tires and tubes | 6,000 | 6,000 | 3,876 | 2,124 |
| Fuel and lubrication | 28,000 | 28,000 | 21,666 | 6,334 |
| Capital outlay - machinery and equip | - | 65,000 | 65,000 | - |
| Total road and bridge - precinct no. 4 | <u>859,097</u> | <u>860,471</u> | <u>736,405</u> | <u>124,066</u> |
| Right of way: | | | | |
| Other professional services | - | 32,507 | 32,476 | 31 |
| Total right of way | <u>-</u> | <u>32,507</u> | <u>32,476</u> | <u>31</u> |
| Transportation and road expense: | | | | |
| Supplies and other - inventory adj | - | - | (25,712) | 25,712 |
| Total transportation and road exp | <u>-</u> | <u>-</u> | <u>(25,712)</u> | <u>25,712</u> |
| Total transportation and roads | <u>4,130,154</u> | <u>4,166,416</u> | <u>3,914,850</u> | <u>251,566</u> |
| Total expenditures | <u>4,130,154</u> | <u>4,166,416</u> | <u>3,914,850</u> | <u>251,566</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 311,159 | 275,278 | 629,841 | 354,563 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Sale of capital assets | - | 1,000 | 26,640 | 25,640 |
| Total other financing sources and (uses) | <u>-</u> | <u>1,000</u> | <u>26,640</u> | <u>25,640</u> |
| NET CHANGE IN FUND BALANCES | 311,159 | 276,278 | 656,481 | 380,203 |
| FUND BALANCES, BEGINNING | <u>319,782</u> | <u>319,782</u> | <u>319,782</u> | <u>-</u> |
| FUND BALANCES, ENDING | <u>\$ 630,941</u> | <u>\$ 596,060</u> | <u>\$ 976,263</u> | <u>\$ 380,203</u> |

GREGG COUNTY, TEXAS

HEALTH CARE FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|------------------------------------|---------------------|---------------------|---------------------|---|
| | Original | Final | | |
| REVENUES | | | | |
| Intergovernmental: | | | | |
| State - tobacco settlement | \$ 30,000 | \$ 30,000 | \$ 37,599 | \$ 7,599 |
| Total intergovernmental | <u>30,000</u> | <u>30,000</u> | <u>37,599</u> | <u>7,599</u> |
| Investment earnings: | | | | |
| Interest | 22,000 | 22,000 | 31,127 | 9,127 |
| Unrealized gains (losses) | - | - | (7,302) | (7,302) |
| Total investment earnings | <u>22,000</u> | <u>22,000</u> | <u>23,825</u> | <u>1,825</u> |
| Total revenues | <u>52,000</u> | <u>52,000</u> | <u>61,424</u> | <u>9,424</u> |
| EXPENDITURES | | | | |
| HEALTH AND HUMAN SERVICES: | | | | |
| Contributions: | | | | |
| Health care distributions | 40,000 | 40,000 | 40,000 | - |
| Total contributions | <u>40,000</u> | <u>40,000</u> | <u>40,000</u> | <u>-</u> |
| Total health and human services | <u>40,000</u> | <u>40,000</u> | <u>40,000</u> | <u>-</u> |
| Total expenditures | <u>40,000</u> | <u>40,000</u> | <u>40,000</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | 12,000 | 12,000 | 21,424 | 9,424 |
| FUND BALANCES, BEGINNING | <u>2,161,132</u> | <u>2,161,132</u> | <u>2,161,132</u> | <u>-</u> |
| FUND BALANCES, ENDING | <u>\$ 2,173,132</u> | <u>\$ 2,173,132</u> | <u>\$ 2,182,556</u> | <u>\$ 9,424</u> |

GREGG COUNTY, TEXAS

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

SEPTEMBER 30, 2004

| | Governmental Activities - Internal Service Funds |
|--|--|
| ASSETS | |
| Current assets: | |
| Cash and cash equivalents | \$ 1,066,174 |
| Accounts receivable, net of allowances | 1,848 |
| Inventories | 15,807 |
| Total current assets | <u>1,083,829</u> |
| Noncurrent assets: | |
| Capital assets: | |
| Equipment | 16,000 |
| Less: accumulated depreciation | <u>(8,800)</u> |
| Total capital assets | <u>7,200</u> |
| Total noncurrent assets | <u>7,200</u> |
| Total assets | <u>1,091,029</u> |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | <u>441,438</u> |
| Total current liabilities | <u>441,438</u> |
| Total liabilities | <u>441,438</u> |
| NET ASSETS | |
| Invested in capital assets, net of related debt | 7,200 |
| Unrestricted | <u>642,391</u> |
| Total net assets | <u>\$ 649,591</u> |

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

GREGG COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

PROPRIETARY FUNDS

YEAR ENDED SEPTEMBER 30, 2004

| | <u>Internal Service Funds</u> |
|---|---------------------------------------|
| OPERATING REVENUES | |
| Charges for services | \$ 3,409,640 |
| Other | 43,193 |
| Total operating revenues | <u>3,452,833</u> |
| OPERATING EXPENSES | |
| Supplies | 15,794 |
| Copying machine | 9,217 |
| Noncapital - machinery and equip | 734 |
| Claim expenses | 2,468,642 |
| Administrative | 498,234 |
| Depreciation | 3,200 |
| Total operating expenses | <u>2,995,821</u> |
| OPERATING INCOME | <u>457,012</u> |
| NONOPERATING REVENUES (EXPENSES) | |
| Interest and investment revenue | 5,781 |
| Total nonoperating revenues (expenses) | <u>5,781</u> |
| INCOME BEFORE TRANSFERS | 462,793 |
| TRANSFERS IN | <u>1,500</u> |
| CHANGES IN NET ASSETS | 464,293 |
| TOTAL NET ASSETS, BEGINNING | <u>185,298</u> |
| TOTAL NET ASSETS, ENDING | <u>\$ 649,591</u> |

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

GREGG COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED SEPTEMBER 30, 2004

| | <u>Internal Service Funds</u> |
|---|---------------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Cash received from interfund services | \$ 3,934,922 |
| Cash paid to suppliers for goods and services | <u>(2,961,387)</u> |
| Net cash provided by operating activities | <u>973,535</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | |
| Transfers in | <u>1,500</u> |
| Net cash provided by noncapital financing activities | <u>1,500</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Earnings on investments | <u>5,374</u> |
| Net cash provided by investing activities | <u>5,374</u> |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 980,409 |
| CASH AND CASH EQUIVALENTS, BEGINNING | <u>85,765</u> |
| CASH AND CASH EQUIVALENTS, ENDING | <u><u>\$ 1,066,174</u></u> |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | |
| Operating income | \$ 457,012 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: | |
| Depreciation | 3,200 |
| Changes in assets and liabilities: | |
| Decrease (increase) in assets: | |
| Accounts receivable | (10,620) |
| Inventory | 482,654 |
| Increase (decrease) in liabilities: | |
| Accounts payable | <u>41,289</u> |
| Net cash provided by operations | <u><u>\$ 973,535</u></u> |
| Noncash investing, capital, and financing activities: | |
| Contributions of capital assets | <u><u>\$ -</u></u> |

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

GREGG COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2004

| | <u>Agency Funds</u> |
|--|-------------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 3,496,257 |
| Investments | 2,959,529 |
| Accounts receivables (net of allowance for uncollectibles) | <u>31,320</u> |
| Total assets | <u>\$ 6,487,106</u> |
| LIABILITIES | |
| Due to others | <u>\$ 6,487,106</u> |
| Total liabilities | <u>\$ 6,487,106</u> |

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

GREGG COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of Gregg 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 basic financial statements of the County. The following is a discussion of the more significant accounting policies utilized by the County.

A. 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 include one governmental unit with another governmental unit for the purpose of issuing basic 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. Based on this criteria, no entity was considered a component unit of the County.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenue, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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

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

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Road and Bridge Fund** accounts for the operation, construction and maintenance of roads and bridges.

The **Health Care Fund** accounts for monies received by the County from the state as a pro rata distribution from the lump sum payment made by tobacco companies. The money collected from the state is to be spent on health-related issues.

The **Debt Service Fund** accounts for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

Additionally, the County reports the following fund types:

Internal Service Funds account for insurance/risk management services and print services provided to other departments on a cost reimbursement basis.

Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations and other governments.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-like activities subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenue. Likewise, general revenue includes all taxes.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

D. Assets, Liabilities and Net Assets or Equity

Cash and Cash Equivalents

The government's cash and cash equivalents are considered to be cash on hand, demand deposits and government securities.

State statutes authorize the County to invest in obligations of the U. S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments for the government are reported at fair value.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Property tax receivables are shown net of an allowance for uncollectibles. Property taxes are levied on October 1 and attach as an enforceable lien on property as of January 1. Statements are mailed on October 1, or as soon thereafter as possible, and are due upon receipt. All unpaid taxes become delinquent if not paid before February 1 of the following year.

Inventories

All inventories are stated at cost. The costs of inventory items are recognized as expenditures in governmental funds when purchased.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, sidewalks and similar items) are reported in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 for equipment and \$25,000 for buildings and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

GASB Statement 34 required the County to report and depreciate new infrastructure assets beginning in fiscal year 2003. Infrastructure assets include roads, bridges, traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the County. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first required for the fiscal year ending in 2007. The County has implemented the general provisions of GASB Statement No. 34 and hopes to implement the retroactive infrastructure provisions in the fiscal year ending September 30, 2005.

Property, plant and equipment are depreciated using the straight-line method over the following useful lives:

| <u>Assets</u> | <u>Years</u> |
|---------------------------------------|--------------|
| Buildings | 40 |
| Improvements | 20 |
| Equipment | 3-15 |
| Infrastructure (streets and drainage) | 16 |

Compensated Absences

Vacation and sick leave benefits are accumulated by County employees according to formulas adopted by the Commissioners' Court. The County's policy requires vacation time to be used within 14 months of being earned. Upon termination or retirement, employees are paid for any unused vacation time. The County's policy allows for accumulation of sick leave up to 60 days and provides for payment of sick leave accruals only upon retirement. At September 30, 2004, a liability has been recorded in the government-wide financial statements for accrued vacation time as well as the portion of accumulated sick leave expected to be paid.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets.

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Net Assets

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

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of Certain Differences Between the Governmental Fund Statement of Revenue, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenue, expenditures and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental fund* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$659,653 difference are as follows:

| | |
|--|--------------------------------|
| Capital outlay | \$ 1,059,316 |
| Depreciation expense | <u>(1,718,969)</u> |
| Net adjustment to reduce <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | \$ <u><u>(659,653)</u></u> |

Another element of that reconciliation states “The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.” The details of this \$29,456 difference are as follows:

| | |
|---|-------------------------------|
| In the statement of activities, only the <i>gain</i> on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold. | \$ <u>(29,456)</u> |
| Net adjustment to reduce <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | \$ <u><u>(29,456)</u></u> |

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Another element of that reconciliation states “The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$6,446,356 difference are as follows:

| | |
|--|----------------------------|
| Debt issued or incurred: | |
| Issuance of general obligation bonds | \$ (2,575,000) |
| Plus: premium on issuance | (10,107) |
| Less: deferred charge on issuance costs | 36,877 |
| Principal repayments: | |
| General obligation debt | 5,980,000 |
| Extinguishment of note payable | 479,586 |
| Payment to paying agent for refunding | <u>2,535,000</u> |
| Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | <u><u>\$ 6,446,356</u></u> |

Another element of that reconciliation states, “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$321,927 difference are as follows:

| | |
|--|----------------------------|
| Compensated absences | \$ (40,092) |
| Accrued interest | (276,481) |
| Amortization of issuance costs | (7,375) |
| Amortization of bond premium | <u>2,021</u> |
| Net adjustment to decrease <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | <u><u>\$ (321,927)</u></u> |

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a modified accrual basis for all governmental funds with the exception of the Sheriff Asset & Forfeiture, Sheriff Enforcement, and Sheriff Inmate Welfare Special Revenue Funds. A budget is prepared for the District Attorney General Special Revenue Fund based on a fiscal year ending October 31. A combined budget is prepared for all Code Unit operations rather than individual budgets for each fund. Budgetary control is exercised at the departmental level. All appropriations lapse at year-end.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

State law provides that amendments approved by the Commissioners' Court may be made to the original budget provided that funds are available for the added expenditures. Reported budget amounts reflect the budget as originally adopted and all budget amendments and transfers approved by the Commissioners' Court.

The County uses encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation. Purchase orders outstanding at year-end are not reported as reservations of fund balance because all open purchase orders lapse at year-end and are subject to re-appropriation in the budgetary process.

4. DETAILED NOTES ON ALL FUNDS

Deposits and Investments

At September 30, 2004, the government's carrying amount of deposits was \$8,032,565 and the bank balance was \$9,578,123. Of the bank balance, \$100,000 was covered by federal depository insurance with the remaining balance covered by collateral held by the pledging financial institution's agent in the County's name.

Investments are categorized into these three categories of credit risk:

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

At year-end, the government's investment balances were as follows:

| | Category | | | Reported Amount/ Fair Value |
|-----------------------------|----------|---------------|------|-----------------------------------|
| | (1) | (2) | (3) | |
| U. S. Government securities | \$ - | \$ 12,067,820 | \$ - | \$ 12,067,820 |

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Receivables

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

| | <u>General</u> | <u>Road and Bridge</u> | <u>Health Care</u> | <u>Debt Service</u> | <u>Nonmajor Funds</u> | <u>Total</u> |
|------------------------------------|---------------------|----------------------------|------------------------|-------------------------|---------------------------|---------------------|
| Receivables: | | | | | | |
| Taxes | \$ 615,647 | \$ 157,727 | \$ - | \$ 234,445 | \$ 57,273 | \$ 1,065,092 |
| Accounts | 945,520 | 755,524 | 1,517 | 41 | 86,051 | 1,788,653 |
| Due from other governments | <u>847,517</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>358,794</u> | <u>1,206,311</u> |
| Gross receivables | 2,408,684 | 913,251 | 1,517 | 234,486 | 502,118 | 4,060,056 |
| Less: allowance for uncollectibles | <u>(336,222)</u> | <u>(254,790)</u> | <u>-</u> | <u>(55,985)</u> | <u>(25,955)</u> | <u>(672,952)</u> |
| Net Total Receivables | <u>\$ 2,072,462</u> | <u>\$ 658,461</u> | <u>\$ 1,517</u> | <u>\$ 178,501</u> | <u>\$ 476,163</u> | <u>\$ 3,387,104</u> |

Governmental funds report *deferred revenue* in connection with receivables for revenue that is 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:

| | <u>Unavailable</u> | <u>Unearned</u> |
|--------------------------------------|---------------------|------------------|
| General Fund | | |
| Delinquent property taxes receivable | \$ 468,632 | \$ - |
| Other | 440,894 | - |
| Road and Bridge: | | |
| Delinquent property taxes receivable | 120,062 | - |
| Other | 485,996 | - |
| Debt Service Fund: | | |
| Delinquent property taxes receivable | 178,460 | - |
| Nonmajor Funds: | | |
| Delinquent property taxes receivable | 43,596 | - |
| Other | <u>18,272</u> | <u>33,882</u> |
| Total Governmental Funds | <u>\$ 1,755,912</u> | <u>\$ 33,882</u> |

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Capital Assets

Capital asset activity for the year ended September 30, 2004, was as follows:

Primary Government

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|----------------------|--------------------|-----------------------|----------------------|
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Government activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 1,300,308 | \$ - | \$ - | \$ 1,300,308 |
| Construction work in progress | 748,579 | 690,541 | (1,405,617) | 33,503 |
| Total assets not being depreciated | <u>2,048,887</u> | <u>690,541</u> | <u>(1,405,617)</u> | <u>1,333,811</u> |
| Capital assets, being depreciated: | | | | |
| Buildings and improvements | 35,543,730 | - | - | 35,543,730 |
| Equipment | 10,347,867 | 368,775 | (528,690) | 10,187,952 |
| Improvements other than buildings | 298,000 | - | - | 298,000 |
| Infrastructure | 5,965,517 | 1,405,616 | - | 7,371,133 |
| Total capital assets being depreciated | <u>52,155,114</u> | <u>1,774,391</u> | <u>(528,690)</u> | <u>53,400,815</u> |
| Less accumulated depreciation | | | | |
| Buildings and improvements | (12,778,427) | (475,416) | 499,233 | (12,754,610) |
| Equipment | (8,310,586) | (866,458) | - | (9,177,044) |
| Improvements other than buildings | (14,900) | (7,450) | - | (22,350) |
| Infrastructure | (613,262) | (372,845) | - | (986,107) |
| Total accumulated depreciation | <u>(21,717,175)</u> | <u>(1,722,169)</u> | <u>499,233</u> | <u>(22,940,111)</u> |
| Total capital assets being depreciated, net | <u>30,437,939</u> | <u>52,222</u> | <u>(29,457)</u> | <u>30,460,704</u> |
| Governmental activities capital assets, net | <u>\$ 32,486,826</u> | <u>\$ 742,763</u> | <u>\$ (1,435,074)</u> | <u>\$ 31,794,515</u> |

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

| | |
|--|---------------------|
| Governmental activities: | |
| General government | \$ 543,554 |
| Judicial | 1,864 |
| Public safety | 142,877 |
| Health and human services | 17,317 |
| Public buildings | 744,513 |
| Transportation and roads | 263,821 |
| Total depreciation expense - governmental activities | <u>\$ 1,713,946</u> |

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Interfund Receivables, Payables and Transfers

The composition of interfund balances as of September 30, 2004, is as follows:

Due to/from other funds:

| Due From Fund | Due to Fund | Amount |
|---|--|---|
| General | Code Enforcement Awarded Forfeiture District Attorney - General Sabine Valley Officer 08/31/05 Violence Against Women Prosecution 08/31/04 Violence Against Women Prosecution 08/31/05 Community Gun Violence 08/31/04 Bioterrorism Grant - TDH 08/31/04 Bioterrorism Grant - TDH 08/31/05 Foster Care 05/31/04 SAMSHA 09/30/04 State Homeland Security 04/30/05 | \$ 3,750 41,665 2,820 11,496 2,851 10,364 42,225 5,591 2,584 4,650 31,485 |
| Violence Against Women Prosecution 08/31/04 | District Attorney - General | 7,000 |
| Total | | <u>\$ 166,481</u> |

Interfund transfers:

| | Transfer In | | | | Total |
|---------------------|-------------|-----------------|-----------------------|---------------------|------------|
| | General | Debt Service | Other Governmental | Internal Service | |
| Transfer Out: | | | | | |
| General | \$ - | \$ 685,818 | \$ 94,814 | \$ 1,500 | \$ 782,132 |
| Other Governmental | 66,189 | - | 74,186 | - | 140,375 |
| Total Transfers Out | \$ 66,189 | \$ 685,818 | \$ 169,000 | \$ 1,500 | \$ 922,507 |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as the debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Long-term Debt

General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued in prior years was \$24,835,173. During the year, general obligation bonds totaling \$2,575,000 were issued to refund outstanding general obligation bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 20-year serial bonds with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

| Purpose | Interest Rates | Amount |
|-------------------------------------|----------------|--------------|
| Governmental activities | 4.50 - 7.50% | \$ 2,300,246 |
| Governmental activities - refunding | 2.00% | 2,575,000 |
| | | \$ 4,875,246 |

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

| Year Ending September 30, | Governmental Activities | |
|------------------------------|-------------------------|--------------|
| | Principal | Interest |
| 2005 | \$ 656,796 | \$ 1,758,954 |
| 2006 | 855,000 | 25,750 |
| 2007 | 860,000 | 17,200 |
| 2008 | 860,000 | 8,600 |
| Total | \$ 3,231,796 | \$ 1,810,504 |

Current Refunding

On March 1, 2004, the County issued \$2,575,000 of general obligation refunding bonds. Proceeds of the bonds along with a \$3,458,701 County contribution were deposited with the paying agent to retire \$5,965,000 in outstanding general obligation bonds. The refunding was undertaken to reduce total future debt service payments by \$847,511 and resulted in an economic gain of \$561,902.

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

Changes in Long-term Liabilities

Long-term liability activity for the year ended September 30, 2004, was as follows:

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|------------------------------|----------------------|---------------------|-----------------------|---------------------|------------------------|
| Government activities | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 7,501,735 | \$ 2,575,000 | \$ (6,844,939) | \$ 3,231,796 | \$ 656,796 |
| Interest accretion | 3,055,396 | 258,115 | (1,670,061) | 1,643,450 | 1,643,450 |
| Less deferred amounts: | | | | | |
| On refunding | - | (26,770) | 5,354 | (21,416) | - |
| Total bonds payable | <u>10,557,131</u> | <u>2,806,345</u> | <u>(8,509,646)</u> | <u>4,853,830</u> | <u>2,300,246</u> |
| Notes payable | 479,585 | - | (479,585) | - | - |
| Compensated absences | <u>407,519</u> | <u>40,093</u> | <u>-</u> | <u>447,612</u> | <u>-</u> |
| Governmental activity | | | | | |
| Long-term liabilities | <u>\$ 11,444,235</u> | <u>\$ 2,846,438</u> | <u>\$ (8,989,231)</u> | <u>\$ 5,301,442</u> | <u>\$ 2,300,246</u> |

Other Information

Risk Management

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.

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During fiscal year 2004, the County was covered under a general liability insurance plan. Additionally, the County has commercial insurance for other risks of loss, including workers' compensation and employee life and accident insurance. There were no significant reductions in insurance coverage from the prior year, nor did any settlement exceed coverage.

Contingent Liabilities

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

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

There are currently several claims and lawsuits pending against the County. It is the opinion of the County Attorney and County Staff that there is no pending litigation against the County that, if decided against the County, would have a material adverse effect upon the operations of the County or that would exceed the contingency amounts set aside for such purpose.

Retirement Plan

Plan Description

Gregg 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 553 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

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

9.55% for the months of the accounting year in 2004, and 9.55% for the months of the accounting year in 2003.

The deposit rate payable by the employee members for calendar year 2004 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, 2004, the annual pension cost for the TCDRS plan for its employees was \$1,376,664 and the actual contributions were \$1,376,664.

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, 2001 and December 31, 2002, the basis for determining the contribution rates for calendar years 2003 and 2002. The December 31, 2002, actuarial valuation is the most recent valuation.

Actuarial Valuation Information

| Actuarial Valuation Date | 12/31/01 | 12/31/02 | 12/31/03 |
|---|--|--|--|
| 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 | 17.0 | 17.2 | 14.6 |
| Asset valuation method | long-term appreciation with adjustment | long-term appreciation with adjustment | long-term appreciation with adjustment |
| Actuarial Assumptions: | | | |
| Investment return ¹ | 8.00% | 8.00% | 8.00% |
| Projected salary increases ¹ | 5.5% | 5.5% | 5.5% |
| Inflation | 3.5% | 3.5% | 3.5% |
| Cost-of-living adjustments | 0.0% | 0.0% | 0.0% |

¹Includes inflation at the stated rate

GREGG COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

**Trend Information for the
Retirement Plan for the Employees of Gregg County**

| Accounting Year Ending | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Obligation |
|------------------------------|---------------------------------|-------------------------------------|------------------------------|
| 09/30/02 | \$ 1,259,822 | 100% | - |
| 09/30/03 | 1,306,212 | 100% | - |
| 09/30/04 | 1,376,664 | 100% | - |

**Schedule of Funding Progress for the Retirement Plan
For the Employees of Gregg 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) |
|------|--|---|------------------------------------|--------------------------|---|---|
| 2001 | \$ 31,328,561 | \$ 37,700,468 | \$ 6,371,907 | 83.10% | \$ 13,964,742 | 45.63% |
| 2002 | 32,785,251 | 39,592,053 | 6,806,802 | 82.81% | 14,725,732 | 46.22% |
| 2003 | 35,363,831 | 41,689,547 | 6,325,716 | 84.83% | 15,225,696 | 41.55% |

(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.

Prior Period Adjustment

In prior years, revenue related to Justice of the Peace fees was improperly recorded. This error has been corrected in the current year and resulted in a \$20,448 decrease in beginning fund balance for the General fund.

Extraordinary Item

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. On February 10, 2004, a contract with a third party administrator expired resulting in the extinguishment of a note payable relating to the renovation of the jail's third floor. The \$479,586 gain on extinguishment of debt is reported as an extraordinary item in the Statement of Activities.

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

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NONMAJOR GOVERNMENTAL FUNDS

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

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

GREGG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2004

| | Special Revenue | | |
|---|--|--|--|
| | Election Services Contract | Records Management and Preservation | Jail Lease Facility |
| ASSETS | | | |
| Cash and cash equivalents | \$ 32,987 | \$ 226,722 | \$ 119,618 |
| Investments | - | - | - |
| Receivables (net of allowance for uncollectibles) | | | |
| Other governments | - | - | - |
| Accounts | 35 | 2,833 | 11,571 |
| Delinquent property taxes | - | - | - |
| Due from other funds | - | - | - |
| Inventory - materials/supplies | - | - | - |
| | Total assets | Total assets | Total assets |
| | \$ 33,022 | \$ 229,555 | \$ 131,189 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | \$ 4,905 | \$ 8,373 | \$ 13,437 |
| Accounts payable-other governments | - | - | - |
| Accrued liabilities | - | 3,552 | - |
| Deferred revenues | - | - | - |
| Due to other funds | - | - | - |
| | Total liabilities | Total liabilities | Total liabilities |
| | 4,905 | 11,925 | 13,437 |
| Fund balances: | | | |
| Reserved for inventory | - | - | - |
| Unreserved: | | | |
| Undesignated | 28,117 | 217,630 | 117,752 |
| | Total fund balances | Total fund balances | Total fund balances |
| | 28,117 | 217,630 | 117,752 |
| | Total liabilities and fund balances | Total liabilities and fund balances | Total liabilities and fund balances |
| | \$ 33,022 | \$ 229,555 | \$ 131,189 |

Special Revenue

| <u>Law Library</u> | <u>Airport</u> | <u>Child Support Title IV-D 08/31/03</u> | <u>Sabine Valley Officer 08/31/04</u> | <u>Sabine Valley Officer 08/31/05</u> | <u>Violence Against Women Prosecution 08/31/04</u> | <u>Violence Against Women Prosecution 08/31/05</u> | <u>County Records Management and Preservation</u> |
|--------------------|-------------------|--|---------------------------------------|---------------------------------------|--|--|---|
| \$ 132,647 | \$ 207,735 | \$ 36,050 | \$ - | \$ - | \$ - | \$ - | \$ 95,907 |
| - | 87,467 | - | - | - | - | - | - |
| 139 | 2,983 | - | - | - | 4,496 | 7,700 | - |
| 13,608 | 25,182 | - | - | 7,728 | - | - | 6,982 |
| - | 43,596 | - | - | - | - | - | - |
| - | - | - | - | - | 7,000 | - | - |
| - | 3,070 | - | - | - | - | - | - |
| <u>\$ 146,394</u> | <u>\$ 370,033</u> | <u>\$ 36,050</u> | <u>\$ -</u> | <u>\$ 7,728</u> | <u>\$ 11,496</u> | <u>\$ 7,700</u> | <u>\$ 102,889</u> |
| | | | | | | | A |
| \$ 3,961 | \$ 24,429 | \$ 1,714 | \$ - | \$ 4,908 | \$ - | \$ - | \$ 414 |
| - | 2,040 | - | - | - | - | - | - |
| 505 | 39,580 | 470 | - | - | - | 4,849 | 1,009 |
| 12,240 | 43,596 | 33,866 | - | - | - | - | 2,853 |
| - | - | - | - | 2,820 | 11,496 | 2,851 | - |
| <u>16,706</u> | <u>109,645</u> | <u>36,050</u> | <u>-</u> | <u>7,728</u> | <u>11,496</u> | <u>7,700</u> | <u>4,276</u> |
| | | | | | | | |
| - | 3,070 | - | - | - | - | - | - |
| 129,688 | 257,318 | - | - | - | - | - | 98,613 |
| <u>129,688</u> | <u>260,388</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>98,613</u> |
| <u>\$ 146,394</u> | <u>\$ 370,033</u> | <u>\$ 36,050</u> | <u>\$ -</u> | <u>\$ 7,728</u> | <u>\$ 11,496</u> | <u>\$ 7,700</u> | <u>\$ 102,889</u> |
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GREGG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2004

| | Special Revenue | | |
|---|------------------|--------------------------------------|---------------------------------|
| | Security | Local Law Enforcement 08/31/04 | TCEQ-SEP Project 07/31/04 |
| Cash and cash equivalents | \$ 18,248 | \$ 1,157 | \$ 16 |
| Investments | - | - | - |
| Receivables (net of allowance for uncollectibles) | | | |
| Other governments | - | - | - |
| Accounts | 5,053 | - | - |
| Delinquent property taxes | - | - | - |
| Due from other funds | - | - | - |
| Inventory - materials/supplies | - | - | - |
| | - | - | - |
| Total assets | \$ 23,301 | \$ 1,157 | \$ 16 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | \$ 3,024 | \$ - | \$ - |
| Accounts payable-other governments | - | 498 | - |
| Accrued liabilities | 4,436 | 659 | - |
| Deferred revenues | 3,111 | - | 16 |
| Due to other funds | - | - | - |
| | - | - | - |
| Total liabilities | 10,571 | 1,157 | 16 |
| Fund balances: | | | |
| Reserved for inventory | - | - | - |
| Unreserved: | | | |
| Undesignated | 12,730 | - | - |
| | 12,730 | - | - |
| Total fund balances | 12,730 | - | - |
| Total liabilities and fund balances | \$ 23,301 | \$ 1,157 | \$ 16 |

Special Revenue

| Community Gun Violence 12/31/04 | Bioterrorism Grant - TDH 08/31/04 | Bioterrorism Grant - TDH 08/31/05 | Foster Care 05/31/04 | SAMHSA Grant 09/30/04 | State Homeland Security 04/30/05 | LEOSE |
|--|--|--|---------------------------------|--------------------------------------|---|------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 17,951 |
| - | - | - | - | - | - | - |
| 15,510 | 42,225 | 13,946 | 2,990 | 50,304 | 163,196 | - |
| - | - | - | - | - | - | 18 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>\$ 15,510</u> | <u>\$ 42,225</u> | <u>\$ 13,946</u> | <u>\$ 2,990</u> | <u>\$ 50,304</u> | <u>\$ 163,196</u> | <u>\$ 17,969</u> |
| LI | | | | | | |
| \$ - | \$ - | \$ 522 | \$ 406 | \$ 43,940 | \$ 131,711 | \$ 17,969 |
| - | - | - | - | - | - | - |
| 5,146 | - | 7,833 | - | 1,714 | - | - |
| - | - | - | - | - | - | - |
| 10,364 | 42,225 | 5,591 | 2,584 | 4,650 | 31,485 | - |
| <u>15,510</u> | <u>42,225</u> | <u>13,946</u> | <u>2,990</u> | <u>50,304</u> | <u>163,196</u> | <u>17,969</u> |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>\$ 15,510</u> | <u>\$ 42,225</u> | <u>\$ 13,946</u> | <u>\$ 2,990</u> | <u>\$ 50,304</u> | <u>\$ 163,196</u> | <u>\$ 17,969</u> |

GREGG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2004

| | Special Revenue | | |
|---|---|-------------------------------------|--|
| | Texas VINE Program 8/31/2005 | Justice Court Technology | District Clerk Records Management |
| Cash and cash equivalents | \$ - | \$ 18,369 | \$ 8,067 |
| Investments | - | - | - |
| Receivables (net of allowance for uncollectibles) | | | |
| Other governments | - | - | - |
| Accounts | - | 414 | 188 |
| Delinquent property taxes | - | - | - |
| Due from other funds | - | - | - |
| Inventory - materials/supplies | - | - | - |
| | - | - | - |
| Total assets | \$ - | \$ 18,783 | \$ 8,255 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | \$ - | \$ 10,985 | \$ - |
| Accounts payable-other governments | - | - | - |
| Accrued liabilities | - | - | - |
| Deferred revenues | - | 68 | - |
| Due to other funds | - | - | - |
| Total liabilities | - | 11,053 | - |
| Fund balances: | | | |
| Reserved for inventory | - | - | - |
| Unreserved: | | | |
| Undesignated | - | 7,730 | 8,255 |
| Total fund balances | - | 7,730 | 8,255 |
| Total liabilities and fund balances | \$ - | \$ 18,783 | \$ 8,255 |

| Special Revenue | | | | | | Capital Projects | |
|--------------------------------------|--------------------------|--------------------------------|--|---|---------------------------------|------------------------|-------------|
| Sheriff - Asset and Forfeiture | Sheriff - Enforcement | Sheriff - Inmate Welfare | Code - Enforcement Awarded Forfeiture | Code - Federal Enforcement Account | District Attorney General | Airport Improvement | Jail |
| \$38,680 | \$ 6,348 | \$ 104,227 | \$528,159 | \$ 6,612 | \$12,067 | \$ 127,859 | \$ - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 55,305 | - |
| - | - | - | - | - | - | 161 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>\$38,680</u> | <u>\$ 6,348</u> | <u>\$ 104,227</u> | <u>\$528,159</u> | <u>\$ 6,612</u> | <u>\$12,067</u> | <u>\$ 183,325</u> | <u>\$ -</u> |
| | | | | | | | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 791 | \$ - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 3,750 | - | 48,665 | - | - |
| - | - | - | <u>3,750</u> | - | <u>48,665</u> | <u>791</u> | - |
| - | - | - | - | - | - | - | - |
| 38,680 | 6,348 | 104,227 | 524,409 | 6,612 | (36,598) | 182,534 | - |
| <u>38,680</u> | <u>6,348</u> | <u>104,227</u> | <u>524,409</u> | <u>6,612</u> | <u>(36,598)</u> | <u>182,534</u> | <u>-</u> |
| <u>\$38,680</u> | <u>\$ 6,348</u> | <u>\$ 104,227</u> | <u>\$528,159</u> | <u>\$ 6,612</u> | <u>\$12,067</u> | <u>\$ 183,325</u> | <u>\$ -</u> |

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GREGG COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2004

| | Capital Projects | | Totals |
|---|-----------------------------------|--|--------------|
| | Courthouse Improvement Fund | Longview Community Center Renovation | |
| Cash and cash equivalents | \$ - | \$ - | \$ 1,739,426 |
| Investments | - | - | 87,467 |
| Receivables (net of allowance for uncollectibles) | | | |
| Other governments | - | - | 358,794 |
| Accounts | - | - | 73,773 |
| Delinquent property taxes | - | - | 43,596 |
| Due from other funds | - | - | 7,000 |
| Inventory - materials/supplies | - | - | 3,070 |
| | - | - | 3,070 |
| Total assets | \$ - | \$ - | \$ 2,313,126 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | \$ - | \$ - | \$ 271,489 |
| Accounts payable-other governments | - | - | 2,538 |
| Accrued liabilities | - | - | 69,753 |
| Deferred revenues | - | - | 95,750 |
| Due to other funds | - | - | 166,481 |
| Total liabilities | - | - | 606,011 |
| Fund balances: | | | |
| Reserved for inventory | - | - | 3,070 |
| Unreserved: | | | |
| Undesignated | - | - | 1,704,045 |
| Total fund balances | - | - | 1,707,115 |
| Total liabilities and fund balances | \$ - | \$ - | \$ 2,313,126 |

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GREGG COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Special Revenue | | |
|--|----------------------------------|--|---------------------------|
| | Election Services Contract | Records Management and Preservation | Jail Lease Facility |
| REVENUES | | | |
| Taxes | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - |
| Charges for services | 9,965 | 152,960 | - |
| Interest | 256 | 1,610 | - |
| Rent and commissions | - | - | 72,470 |
| Miscellaneous | - | - | - |
| Total revenues | 10,221 | 154,570 | 72,470 |
| Expenditures: | | | |
| Current: | | | |
| General government | 14,149 | 114,507 | - |
| Judicial | - | - | - |
| Public safety | - | - | - |
| Health and human services | - | - | - |
| Public buildings | - | - | 76,515 |
| Capital projects | - | - | - |
| Total expenditures | 14,149 | 114,507 | 76,515 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (3,928) | 40,063 | (4,045) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | 74,186 |
| Transfers out | - | - | - |
| Sale of capital assets | - | 32 | - |
| Total other financing sources (uses) | - | 32 | 74,186 |
| NET CHANGE IN FUND BALANCES | (3,928) | 40,095 | 70,141 |
| FUND BALANCES, BEGINNING | 32,045 | 177,535 | 47,611 |
| FUND BALANCES, ENDING | \$ 28,117 | \$ 217,630 | \$ 117,752 |

Special Revenue

| <u>Law Library</u> | <u>Airport</u> | <u>Child Support Title IV-D 08/31/03</u> | <u>Sabine Valley Officer 08/31/04</u> | <u>Sabine Valley Officer 08/31/05</u> | <u>Violence Against Women Prosecution 08/31/04</u> |
|------------------------|-------------------|--|---|---|--|
| \$ - | \$ 649,192 | \$ - | \$ - | \$ - | \$ - |
| - | - | 12,627 | 83,037 | 7,728 | 72,434 |
| 60,290 | 88,558 | - | - | - | - |
| 1,064 | 5,946 | - | - | - | - |
| - | 219,304 | - | - | - | - |
| - | 4,074 | - | - | - | 7,000 |
| <u>61,354</u> | <u>967,074</u> | <u>12,627</u> | <u>83,037</u> | <u>7,728</u> | <u>79,434</u> |
| - | 1,007,500 | - | - | - | - |
| 61,592 | - | 12,627 | - | - | 79,434 |
| - | - | - | 85,280 | 7,728 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>61,592</u> | <u>1,007,500</u> | <u>12,627</u> | <u>85,280</u> | <u>7,728</u> | <u>79,434</u> |
| <u>(238)</u> | <u>(40,426)</u> | <u>-</u> | <u>(2,243)</u> | <u>-</u> | <u>-</u> |
| - | - | - | 2,243 | - | - |
| - | - | - | - | - | - |
| 160 | 309 | - | - | - | - |
| <u>160</u> | <u>309</u> | <u>-</u> | <u>2,243</u> | <u>-</u> | <u>-</u> |
| (78) | (40,117) | - | - | - | - |
| <u>129,766</u> | <u>300,505</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 129,688</u> | <u>\$ 260,388</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

GREGG COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Special Revenue | | |
|--|--|---|-----------|
| | Violence Against Women Prosecution 08/31/05 | County Records Management and Preservation | Security |
| REVENUES | | | |
| Taxes | \$ - | \$ - | \$ - |
| Intergovernmental | 7,700 | - | - |
| Charges for services | - | 45,025 | 75,104 |
| Interest | - | 733 | 70 |
| Rent and commissions | - | - | - |
| Miscellaneous | - | - | - |
| Total revenues | 7,700 | 45,758 | 75,174 |
| Expenditures: | | | |
| Current: | | | |
| General government | - | 28,798 | - |
| Judicial | 7,700 | - | - |
| Public safety | - | - | 135,807 |
| Health and human services | - | - | - |
| Public buildings | - | - | - |
| Capital projects | - | - | - |
| Total expenditures | 7,700 | 28,798 | 135,807 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | - | 16,960 | (60,633) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | 58,000 |
| Transfers out | - | - | - |
| Sale of capital assets | - | - | - |
| Total other financing sources (uses) | - | - | 58,000 |
| NET CHANGE IN FUND BALANCES | - | 16,960 | (2,633) |
| FUND BALANCES, BEGINNING | - | 81,653 | 15,363 |
| FUND BALANCES, ENDING | \$ - | \$ 98,613 | \$ 12,730 |

Special Revenue

| Local Law Enforcement 08/31/04 | TCEQ-SEP Project 07/31/04 | Community Gun Violence 12/31/03 | Community Gun Violence 12/31/04 | Bioterrorism Grant - TDH 08/31/04 | Bioterrorism Grant - TDH 08/31/05 | Foster Care 05/31/04 |
|---|--|--|--|--|--|---------------------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 9,918 | - | 10,908 | 50,128 | 185,303 | 13,946 | 16,254 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | 12,769 | - | - | - | - |
| <u>9,918</u> | <u>-</u> | <u>23,677</u> | <u>50,128</u> | <u>185,303</u> | <u>13,946</u> | <u>16,254</u> |
| - | - | - | - | - | - | - |
| - | - | 23,677 | 50,128 | - | - | 16,254 |
| 10,986 | - | - | - | - | - | - |
| - | - | - | - | 185,303 | 13,946 | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>10,986</u> | <u>-</u> | <u>23,677</u> | <u>50,128</u> | <u>185,303</u> | <u>13,946</u> | <u>16,254</u> |
| (1,068) | - | - | - | - | - | - |
| 1,068 | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>1,068</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>\$ -</u> |

GREGG COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Special Revenue | | |
|--|-----------------------------|---|-------|
| | SAMHSA Grant 09/30/04 | State Homeland Security 04/30/05 | LEOSE |
| REVENUES | | | |
| Taxes | \$ - | \$ - | \$ - |
| Intergovernmental | 391,848 | 234,630 | - |
| Charges for services | - | - | - |
| Interest | - | - | - |
| Rent and commissions | - | - | - |
| Miscellaneous | - | - | - |
| Total revenues | 391,848 | 234,630 | - |
| Expenditures: | | | |
| Current: | | | |
| General government | - | - | - |
| Judicial | - | - | - |
| Public safety | - | 234,630 | - |
| Health and human services | 391,848 | - | - |
| Public buildings | - | - | - |
| Capital projects | - | - | - |
| Total expenditures | 391,848 | 234,630 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | - | - | - |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Sale of capital assets | - | - | - |
| Total other financing sources (uses) | - | - | - |
| NET CHANGE IN FUND BALANCES | - | - | - |
| FUND BALANCES, BEGINNING | - | - | - |
| FUND BALANCES, ENDING | \$ - | \$ - | \$ - |

Special Revenue

| Texas VINE Program 08/31/05 | Justice Court Technology | District Clerk Records Management | Sheriff - Asset and Forfeiture | Sheriff - Enforcement | Sheriff - Inmate Welfare | Code - Enforcement Awarded Forfeiture |
|--|-------------------------------------|--|---|----------------------------------|---|--|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 75,920 | 4,458 | - | - | - | - | - |
| - | - | 8,230 | - | - | - | - |
| - | - | 25 | - | - | - | 1,445 |
| - | - | - | - | - | - | - |
| - | - | - | 11,361 | 20,390 | 158,414 | 71,726 |
| <u>75,920</u> | <u>4,458</u> | <u>8,255</u> | <u>11,361</u> | <u>20,390</u> | <u>158,414</u> | <u>73,171</u> |
| - | - | - | - | - | - | - |
| - | 10,985 | - | - | - | - | - |
| 75,920 | - | - | 32,623 | 25,518 | 140,171 | 169,133 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>75,920</u> | <u>10,985</u> | <u>-</u> | <u>32,623</u> | <u>25,518</u> | <u>140,171</u> | <u>169,133</u> |
| - | (6,527) | 8,255 | (21,262) | (5,128) | 18,243 | (95,962) |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | (6,527) | 8,255 | (21,262) | (5,128) | 18,243 | (95,962) |
| - | 14,257 | - | 59,942 | 11,476 | 85,984 | 620,371 |
| <u>\$ -</u> | <u>\$ 7,730</u> | <u>\$ 8,255</u> | <u>\$ 38,680</u> | <u>\$ 6,348</u> | <u>\$ 104,227</u> | <u>\$ 524,409</u> |

GREGG COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Special Revenue | | Capital Projects |
|--|---|---------------------------------|------------------------|
| | Code - Federal Enforcement Account | District Attorney General | Airport Improvement |
| REVENUES | | | |
| Taxes | \$ - | \$ - | \$ - |
| Intergovernmental | - | 105,893 | 591,335 |
| Charges for services | - | 165,195 | 65,905 |
| Interest | 13 | - | 1,123 |
| Rent and commissions | - | - | - |
| Miscellaneous | 2,417 | 1 | - |
| Total revenues | 2,430 | 271,089 | 658,363 |
| Expenditures: | | | |
| Current: | | | |
| General government | - | - | - |
| Judicial | - | 320,043 | - |
| Public safety | - | - | - |
| Health and human services | - | - | - |
| Public buildings | - | - | - |
| Capital projects | - | - | 657,039 |
| Total expenditures | - | 320,043 | 657,039 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 2,430 | (48,954) | 1,324 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Sale of capital assets | - | - | - |
| Total other financing sources (uses) | - | - | - |
| NET CHANGE IN FUND BALANCES | 2,430 | (48,954) | 1,324 |
| FUND BALANCES, BEGINNING | 4,182 | 12,356 | 181,210 |
| FUND BALANCES, ENDING | \$ 6,612 | \$ (36,598) | \$ 182,534 |

| Capital Projects | | | |
|-------------------------|--|---|---------------------|
| <u>Jail</u> | <u>Courthouse Improvement Fund</u> | <u>Longview Community Center Renovation</u> | <u>Totals</u> |
| \$ - | \$ - | \$ - | \$ 649,192 |
| - | - | - | 1,874,067 |
| - | - | - | 671,232 |
| 277 | 248 | - | 12,810 |
| - | - | - | 291,774 |
| - | - | - | 288,152 |
| <u>277</u> | <u>248</u> | <u>-</u> | <u>3,787,227</u> |
| - | - | - | 1,164,954 |
| - | - | - | 582,440 |
| - | - | - | 917,796 |
| - | - | - | 591,097 |
| - | - | - | 76,515 |
| - | - | 33,503 | 690,542 |
| <u>-</u> | <u>-</u> | <u>33,503</u> | <u>4,023,344</u> |
| <u>277</u> | <u>248</u> | <u>(33,503)</u> | <u>(236,117)</u> |
| - | - | 33,503 | 169,000 |
| (74,186) | (66,189) | - | (140,375) |
| - | - | - | 501 |
| <u>(74,186)</u> | <u>(66,189)</u> | <u>33,503</u> | <u>29,126</u> |
| (73,909) | (65,941) | - | (206,991) |
| <u>73,909</u> | <u>65,941</u> | <u>-</u> | <u>1,914,106</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,707,115</u> |

INTERNAL SERVICE FUNDS

GREGG COUNTY, TEXAS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF NET ASSETS

SEPTEMBER 30, 2004

| | <u>Print Shop</u> | <u>Self Insurance</u> | <u>Totals</u> |
|---|-----------------------|---------------------------|-------------------|
| ASSETS | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 19,376 | \$ 1,046,798 | \$ 1,066,174 |
| Accounts receivable, net of allowance | 282 | 1,566 | 1,848 |
| Inventory | 15,807 | - | 15,807 |
| Total current assets | <u>35,465</u> | <u>1,048,364</u> | <u>1,083,829</u> |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Equipment | 16,000 | - | 16,000 |
| Less accumulated depreciation | <u>(8,800)</u> | <u>-</u> | <u>(8,800)</u> |
| Total capital assets (net of accumulated depreciation) | <u>7,200</u> | <u>-</u> | <u>7,200</u> |
| Total noncurrent assets | <u>7,200</u> | <u>-</u> | <u>7,200</u> |
| Total assets | <u>42,665</u> | <u>1,048,364</u> | <u>1,091,029</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts payable | <u>263</u> | <u>441,175</u> | <u>441,438</u> |
| Total current liabilities | <u>263</u> | <u>441,175</u> | <u>441,438</u> |
| NET ASSETS | | | |
| Invested in capital assets | 7,200 | - | 7,200 |
| Unrestricted | <u>35,202</u> | <u>607,189</u> | <u>642,391</u> |
| Total net assets | <u>\$ 42,402</u> | <u>\$ 607,189</u> | <u>\$ 649,591</u> |

GREGG COUNTY, TEXAS

INTERNAL SERVICE FUNDS

**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS**

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | <u>Print Shop</u> | <u>Self Insurance</u> | <u>Totals</u> |
|----------------------------------|-----------------------|---------------------------|-------------------|
| OPERATING REVENUES | | | |
| Charges for services | \$ 42,903 | \$ 3,366,737 | \$ 3,409,640 |
| Other | - | 43,193 | 43,193 |
| Total operating revenues | <u>42,903</u> | <u>3,409,930</u> | <u>3,452,833</u> |
| OPERATING EXPENSES | | | |
| Supplies | 15,794 | - | 15,794 |
| Copying machine | 9,217 | - | 9,217 |
| Noncapital - machinery and equip | 734 | - | 734 |
| Claim expenses | - | 2,468,642 | 2,468,642 |
| Administrative | - | 498,234 | 498,234 |
| Depreciation | 3,200 | - | 3,200 |
| Total operating expenses | <u>28,945</u> | <u>2,966,876</u> | <u>2,995,821</u> |
| OPERATING INCOME | <u>13,958</u> | <u>443,054</u> | <u>457,012</u> |
| NONOPERATING REVENUES | | | |
| Investment earnings | <u>128</u> | <u>5,653</u> | <u>5,781</u> |
| INCOME BEFORE TRANSFERS | 14,086 | 448,707 | 462,793 |
| TRANSFERS IN | <u>1,500</u> | <u>-</u> | <u>1,500</u> |
| CHANGE IN NET ASSETS | 15,586 | 448,707 | 464,293 |
| FUND BALANCES, BEGINNING | <u>26,816</u> | <u>158,482</u> | <u>185,298</u> |
| FUND BALANCES, ENDING | <u>\$ 42,402</u> | <u>\$ 607,189</u> | <u>\$ 649,591</u> |

GREGG COUNTY, TEXAS

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| | Print Shop | Self Insurance | Totals |
|--|-------------------------|----------------------------|----------------------------|
| | <u> </u> | <u> </u> | <u> </u> |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash received from interfund services | \$ 42,960 | \$ 3,891,962 | \$ 3,934,922 |
| Cash paid to suppliers for goods and services | (38,446) | (2,922,941) | (2,961,387) |
| Net cash provided by operating activities | <u>4,514</u> | <u>969,021</u> | <u>973,535</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| Transfers in | <u>1,500</u> | - | <u>1,500</u> |
| Net cash flows provided by noncapital financing activities | <u>1,500</u> | <u>-</u> | <u>1,500</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Investment earnings | <u>115</u> | <u>5,259</u> | <u>5,374</u> |
| Net cash provided by investing activities | <u>115</u> | <u>5,259</u> | <u>5,374</u> |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 6,129 | 974,280 | 980,409 |
| CASH AND CASH EQUIVALENTS, BEGINNING | <u>13,247</u> | <u>72,518</u> | <u>85,765</u> |
| CASH AND CASH EQUIVALENTS, ENDING | <u><u>\$ 19,376</u></u> | <u><u>\$ 1,046,798</u></u> | <u><u>\$ 1,066,174</u></u> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | | | |
| Operating income (loss) | \$ 13,958 | \$ 443,054 | \$ 457,012 |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | | | |
| Depreciation expense | 3,200 | - | 3,200 |
| Changes in assets and liabilities: | | | |
| (Increase) decrease in assets: | | | |
| Inventory | (10,620) | - | (10,620) |
| Accounts receivable | 13 | 482,641 | 482,654 |
| Increase (decrease) in liabilities: | | | |
| Accounts payable | (2,037) | 43,326 | 41,289 |
| Net cash provided by operating activities | <u><u>\$ 4,514</u></u> | <u><u>\$ 969,021</u></u> | <u><u>\$ 973,535</u></u> |

AGENCY FUNDS

GREGG COUNTY, TEXAS

AGENCY FUNDS

COMBINING STATEMENT OF FIDUCIARY NET ASSETS

SEPTEMBER 30, 2004

| | <u>Tax Assessor- Collector</u> | <u>County Clerk</u> | <u>District Clerk</u> | <u>Sheriff</u> | <u>District Attorney</u> |
|---|--|-------------------------|---------------------------|-------------------|------------------------------|
| ASSETS | | | | | |
| Cash | \$ 1,719,801 | \$ 394,528 | \$ 480,198 | \$ 165,012 | \$ 172,430 |
| Investments | - | 251,056 | 2,708,473 | - | - |
| Accounts receivables (net of allowance for uncollectibles) | 3,084 | 4,695 | 23,541 | - | - |
| Total assets | <u>\$ 1,722,885</u> | <u>\$ 650,279</u> | <u>\$ 3,212,212</u> | <u>\$ 165,012</u> | <u>\$ 172,430</u> |
| LIABILITIES | | | | | |
| Due to others | <u>\$ 1,722,885</u> | <u>\$ 650,279</u> | <u>\$ 3,212,212</u> | <u>\$ 165,012</u> | <u>\$ 172,430</u> |
| Total liabilities | <u>\$ 1,722,885</u> | <u>\$ 650,279</u> | <u>\$ 3,212,212</u> | <u>\$ 165,012</u> | <u>\$ 172,430</u> |

| <u>Code Forfeiture Pending</u> | <u>State Fees</u> | <u>Local Emergency Planning</u> | <u>Gregg/ Harrison First Call Warning</u> | <u>Juvenile Probation</u> | <u>Total</u> |
|--|-------------------|---|---|-------------------------------|---------------------|
| \$ 104,493 | \$ 275,689 | \$ 1,500 | \$ 17,040 | \$ 165,566 | \$ 3,496,257 |
| - | - | - | - | - | 2,959,529 |
| - | - | - | - | - | 31,320 |
| <u>\$ 104,493</u> | <u>\$ 275,689</u> | <u>\$ 1,500</u> | <u>\$ 17,040</u> | <u>\$ 165,566</u> | <u>\$ 6,487,106</u> |
| | | | | | |
| <u>\$ 104,493</u> | <u>\$ 275,689</u> | <u>\$ 1,500</u> | <u>\$ 17,040</u> | <u>\$ 165,566</u> | <u>\$ 6,487,106</u> |
| <u>\$ 104,493</u> | <u>\$ 275,689</u> | <u>\$ 1,500</u> | <u>\$ 17,040</u> | <u>\$ 165,566</u> | <u>\$ 6,487,106</u> |

GREGG COUNTY, TEXAS

AGENCY FUNDS

COMBINING STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| <u>Office and Fund</u> | <u>Cash and Investments October 1</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Cash and Investments September 30</u> |
|-----------------------------------|---|------------------------------|------------------------------|--|
| Tax assessor-collector | \$ 1,628,992 | \$ 114,628,677 | \$ 114,537,868 | \$ 1,719,801 |
| County clerk | 861,758 | 2,003,662 | 2,219,836 | 645,584 |
| District clerk | 3,186,218 | 5,395,808 | 5,393,355 | 3,188,671 |
| Sheriff | 117,954 | 1,603,128 | 1,556,070 | 165,012 |
| District attorney | 188,321 | 1,087,665 | 1,103,556 | 172,430 |
| Code forfeiture pending | 97,449 | 77,029 | 69,985 | 104,493 |
| State fees | 141,075 | 902,730 | 768,116 | 275,689 |
| Local emergency planning | 1,500 | - | - | 1,500 |
| Gregg/Harrison first call warning | 11,900 | 20,640 | 15,500 | 17,040 |
| Juvenile probation | 118,218 | 3,196,823 | 3,149,475 | 165,566 |
| SEPTEMBER 30, 2004 | <u><u>\$ 6,353,385</u></u> | <u><u>\$ 128,916,162</u></u> | <u><u>\$ 128,813,761</u></u> | <u><u>\$ 6,455,786</u></u> |

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COMPLIANCE SECTION

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Gregg County, Texas, as of and for the year ended September 30, 2004, which collectively comprise Gregg County, Texas' basic financial statements and have issued our report thereon dated March 4, 2005. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the County in a separate letter dated March 4, 2005.

Compliance and Other Matters

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

This report is intended solely for the information and use of the Commissioners' Court, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

March 4, 2005



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

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

Compliance

We have audited the compliance of Gregg County, Texas, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2004. Gregg County, Texas' major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Gregg County, Texas' management. Our responsibility is to express an opinion on Gregg County, Texas' compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, "*Audits of States, Local Governments and Nonprofit Organizations*." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Gregg County, Texas' compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Gregg County, Texas' compliance with those requirements.

In our opinion, Gregg County, Texas complied in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2004.

Internal Control Over Compliance

The management of Gregg County, Texas, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Gregg County, Texas' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be a material weakness.

This report is intended solely for the information of the Commissioners' Court, management and federal cognizant agency, and is not intended to be and should not be used by anyone other than these specified parties.

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

March 4, 2005

GREGG COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

| <u>Pass-through Grantor's Number</u> | <u>Federal Grantor/ Pass-through Grantor/Program Title</u> | <u>Federal CFDA Number</u> | <u>Total Expenditures</u> |
|--|--|------------------------------------|-------------------------------|
| | <u>U. S. Department of Justice</u> | | |
| | Passed through the Criminal Justice Council: | | |
| WF-02-V30-13450-06 | Violence Against Women | 16.588 | \$ 72,434 |
| WF-04-V30-13450-07 | Violence Against Women | 16.588 | 7,700 |
| 2002-GP-CX-0168 | Community Gun Violence Prosecution | 16.609 | 10,908 |
| 2002-GP-CX-0168 | Community Gun Violence Prosecution | 16.609 | 50,128 |
| N/A | DEA Overtime Grant | 16.527 | 13,575 |
| | Total Passed through the Criminal Justice Council | | <u>154,745</u> |
| | Passed through the Bureau of Justice Assistance: | | |
| 2003-LB-BX-1074 | Local Law Enforcement Block Grant | 16.592 | <u>9,918</u> |
| | Total Passed through the Bureau of Justice Assistance | | <u>9,918</u> |
| | Total U. S. Department of Justice | | <u>164,663</u> |
| | <u>U. S. Department of Transportation</u> | | |
| | Passed through Federal Aviation Administration: | | |
| 3-48-0137-22-02 | Airport Development Projects | 20.106 | <u>591,335</u> |
| | Total U. S. Department of Transportation | | <u>591,335</u> |
| | <u>U. S. Department of Health and Human Services</u> | | |
| | Passed through Texas Department of Protective and Regulatory Services: | | |
| 7560009718-2004 | OPHP/Bioterrorism | 93.283 | 185,303 |
| 7560009718-2005 | OPHP/Bioterrorism | 93.283 | 13,946 |
| 4H79TI12798-03-01 | SAMHSA | 93.230 | <u>391,848</u> |
| | Total U. S. Department of Health and Human Services | | <u>591,097</u> |
| | <u>U.S. Department of Homeland Security</u> | | |
| | Passed through Texas Engineering Extension Service: | | |
| 2003 II 48183 | State Homeland Security Grant program | 97.004 | 163,196 |
| 2003 II 48183 | State Homeland Security Grant program | 97.004 | <u>71,434</u> |
| | Total U. S. Department of Homeland Security | | <u>234,630</u> |
| | Total Federal Awards | | <u>\$ 1,581,725</u> |

GREGG COUNTY, TEXAS

NOTES TO GRANT FINANCIAL STATEMENTS

SEPTEMBER 30, 2004

1. GENERAL

The Schedule of Expenditures of Federal Awards presents the activity of all applicable federal awards programs of Gregg County. The County's reporting entity is defined in Note 1 of the financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. The modified accrual basis of accounting is described in Note 1 of the financial statements.

GREGG COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED SEPTEMBER 30, 2004

Summary of Auditors' Results

| | |
|---|---|
| Type of report on financial statements | Unqualified |
| Internal control over financial reporting: Material weakness(es) identified? | No |
| Reportable condition(s) identified that are not considered to be material weakness(es)? | None reported |
| Internal control over major programs: Material weakness(es) identified? | No |
| Reportable condition(s) identified that are not considered to be material weakness(es)? | None reported |
| Noncompliance which is material to the basic financial statements | None |
| Type of report on compliance with major programs | Unqualified |
| Findings and questioned costs for federal awards as defined in Section 501(a), OMB Circular A-133 | None |
| Dollar threshold considered between Type A and Type B federal programs | \$300,000 |
| Low risk auditee statement | The County was classified as a low-risk auditee in the context of OMB Circular A-133 |
| Major federal program | Airport Development, CFDA #20.106 |

Findings Relating to the Financial Statements Which are Required to be Reported in Accordance With Generally Accepted Auditing Standards

None

Findings and Questioned Costs for Federal Awards

None

GREGG COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2004

None