



# **GREGG COUNTY, TEXAS**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE YEAR ENDED  
SEPTEMBER 30, 2022**



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FINANCIAL REPORT**

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SEPTEMBER 30, 2022**

Prepared By:  
Gregg County Auditor's Office  
Rebekah Acres, County Auditor



**GREGG COUNTY, TEXAS**

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## **INTRODUCTORY SECTION**

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April 26, 2023

The Honorable Board of District Judges  
The Honorable Members of the Gregg County Commissioners Court  
Taxpayers and Citizens of Gregg County, Texas

Conforming to statutory requirements of the duties of the County Auditor, as prescribed by Section 114.025 of the Local Government Code of the State of Texas, submitted herewith is the Annual Comprehensive Financial Report (ACFR) for Gregg County for the year ended September 30, 2022.

This report consists of management's representations concerning the finances of Gregg County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, Gregg County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Gregg County's financial statements in conformity with Generally Accepted Accounting Principles, GAAP. Because the cost of internal controls should not outweigh their benefits, Gregg County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. We believe that to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

Gregg County's financial statements have been audited by Pattillo, Brown & Hill, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Gregg County for the year ended September 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the accounting principles used and significant estimates made by management. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Gregg County's financial statements for the fiscal year ended September 30, 2022, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

The financial section of this report also includes government-wide financial statements, fund financial statements, notes to the financial statement, required supplementary information and the combining and individual fund financial statements and schedules. The statistical section of the report includes selected financial and demographic information on a multi-year basis.

## **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, consisting of 273 square miles, 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 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 slackened 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 steady 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, with two members elected every two years by their respective precinct. 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, and approves contracts for the County. The Commissioners Court is 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 is responsible 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 the construction and maintenance of roads and bridges, either independently or in cooperation with other entities; administration of public health services; assistance to indigents; the provision of juvenile, health, education and welfare services involving the care and correction of dependent or delinquent children; property tax collections for multiple agencies; administration of elections; and depository of public records. The County also operates an airport for the benefit of its citizens.

The annual budget serves as the foundation of the County's financial planning and control. The legal level of budgetary control is set at the object code level (salaries, benefits, operations, and capital) for the General Fund and Road and Bridge Fund. The legal level of budgetary control for all other funds is set at the functional level. The County adopts legal annual budgets for the General, Road and Bridge, Airport Maintenance, Court Technology and Security, Records Management and Preservation, Voting and Elections, Law Library, Health Care, and Airport Capital Improvement funds.

All departments of the County are required to submit budget requests to the budget officer during a defined period each year. The budget officer uses these requests as the starting point for developing a proposed budget along with revenue estimates provided by the County Auditor.

The proposed budget is then presented to the Commissioners Court for review. The Commissioners Court is required to hold public hearings on the proposed budget. The County is required to adopt a final budget by the first day of the new fiscal year. Activities of the general fund, certain special revenue funds and debt service funds, if any, are included in the annual budget. Project length financial plans are adopted for capital project funds. The appropriated budget is prepared by fund, department and function. In addition, budgeted salaries are approved at the position level instead of the department level. All transfers of appropriations require Commissioners Court approval, with the exception of intra-departmental operating categories. 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.

## **FACTORS AFFECTING FINANCIAL CONDITION**

**Local Economy** - The economy of the County is well diversified with manufacturing, distribution, medical, and retail facilities. Increased property values, the addition of national retail stores and regional distribution centers, and the expansion of existing companies within the County have helped maintain a stabilized tax base. The tax base valuations for the FY22 budget increased from \$9.33 billion to \$9.5 billion.

The 2022 population estimate is 124,741. Median household income for 2017-2021 is \$56,566. The 2017-2021 homeownership rate is 59.9%, slightly higher than 59.2% in the prior year. The median value of owner-occupied housing for the same time period is \$150,900 compared to \$144,300 in the prior year. As the economy recovers from the Covid-19 pandemic, the County's unemployment rate continues to improve from 4.8% in the prior year to 4.0% as of December 2022. The statewide unemployment rate was 3.8% as of December 2022 compared to 4.8% in the prior year.

**Tax Abatements** - The County has entered into multiple tax abatement contracts with new and existing businesses. The goal of tax abatements is to provide a significant long term positive impact on the community and work force by developing, redeveloping, and improving real property.

**Long-term Financial Planning** - Gregg County has adopted several financial management policies to provide guidelines to ensure its long-term financial health. The Fund Balance Policy sets a minimum level for reserves at 25% of the budgeted operating expenses. Currently, the County is one of the few Texas counties that are not encumbered with major debt obligations. To further strengthen our long-term financial planning, Gregg County annually updates and adopts its formal Capital Improvements Plan.

## **AWARDS AND ACKNOWLEDGEMENTS**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Gregg County for its annual comprehensive financial report (ACFR) for the fiscal year ended September 30, 2021. This was the tenth year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized Annual Comprehensive Financial Report. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another year.

Gregg County continues to demonstrate a high level of transparency. The County strives to meet a high standard for financial transparency online by opening their books to the public, providing a clear, consistent picture of spending, and sharing information in a user-friendly format.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of all County Departments and the audit team of Pattillo, Brown & Hill, LLP. I would like to especially thank the entire staff of the County Auditor's office for their assistance and contribution in the preparation of this report.

I express my appreciation to the County Judge, Commissioners and all other County Officials who have given their support in planning and conducting the financial operation and management of Gregg County in a responsible manner.

In closing, without the leadership and support of the Honorable Board of Gregg County District Judges the preparation of this report would not have been possible.

Respectfully submitted,



Rebekah Acres  
Gregg County Auditor



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Gregg County  
Texas**

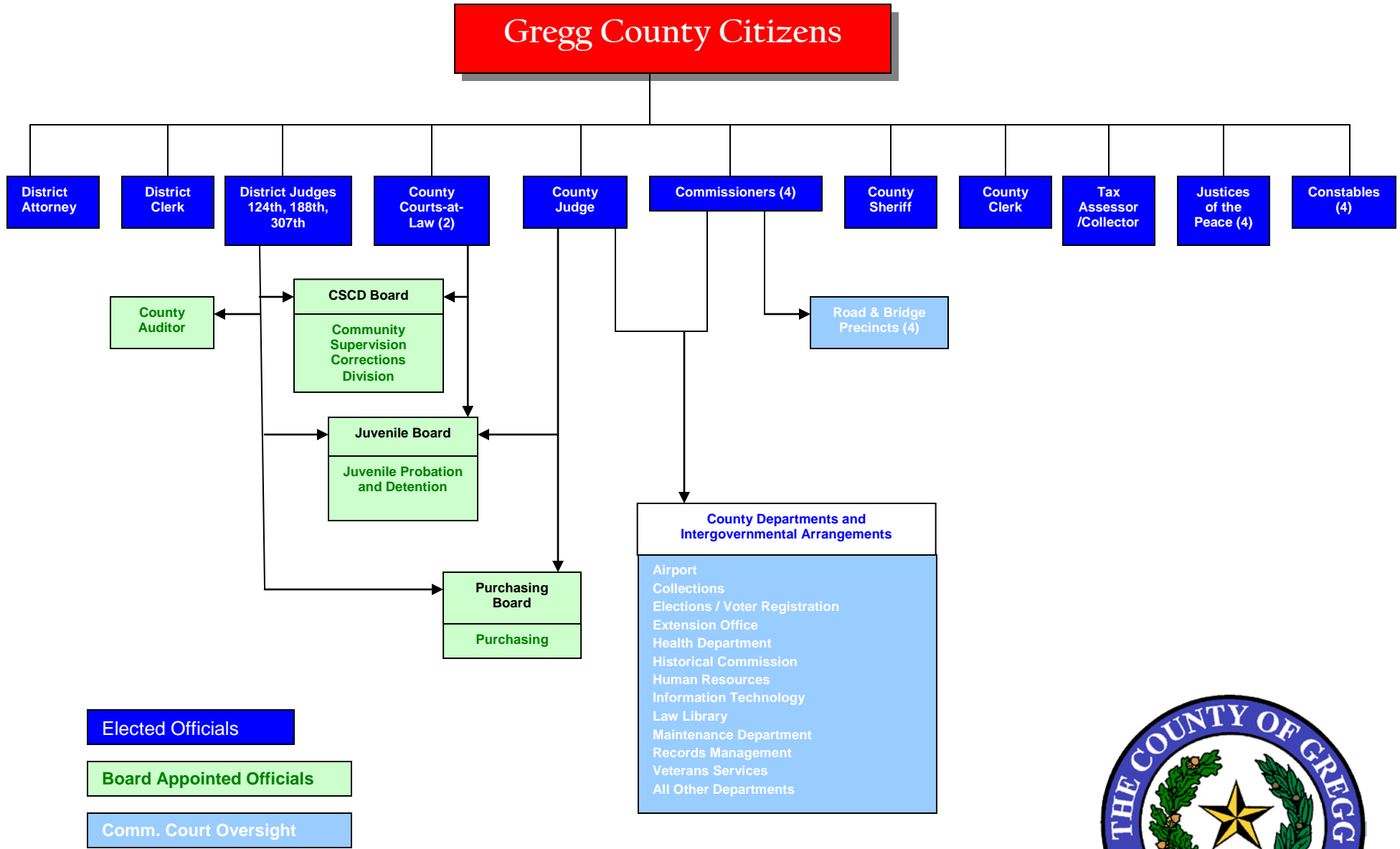
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2021**

*Christopher P. Morill*

Executive Director/CEO

# Gregg County Organization Chart



Elected Officials

Board Appointed Officials

Comm. Court Oversight

Direction of Authority →







**Gregg County, Texas  
Directory of Officials  
September 30, 2022**

**Elected:**

**Bill Stoudt  
Ronnie McKinney  
Darryl Primo  
Floyd Wingo  
Shannon Brown  
Tom Watson  
Trey Hattaway  
Michelle Gilley  
Michelle Terry  
Maxey Cerliano  
Mike Grisham  
Roger Askew  
John Slagle  
Daryl Gregg**

**County Judge  
Commissioner, Precinct 1  
Commissioner, Precinct 2  
Commissioner, Precinct 3  
Commissioner, Precinct 4  
District Attorney  
District Clerk  
County Clerk  
Tax Assessor Collector  
Sheriff  
Constable, Precinct #1  
Constable, Precinct #2  
Constable, Precinct #3  
Constable, Precinct #4**

**Judicial**

**Scott Novy  
Alfonso Charles  
Tim Womack  
Kent Phillips  
Vincent Dulweber  
B. H. Jameson  
Tim Bryan  
Talyna Carlson  
Robby Cox**

**Judge, 188<sup>th</sup> District Court  
Judge, 124<sup>th</sup> District Court  
Judge, 307<sup>th</sup> District Court  
Judge, County Court At Law #1  
Judge, County Court At Law #2  
Justice of the Peace, Precinct #1  
Justice of the Peace, Precinct #2  
Justice of the Peace, Precinct #3  
Justice of the Peace, Precinct #4**

**Appointed:**

**Rebekah Acres  
Gary Davis  
Bing Canion  
Kelli Davis**

**County Auditor  
Community Supervision Director  
Juvenile Probation Director  
Purchasing Director**

**Other County Officials**

**Kevin Marshall  
Mandy Patrick  
Linda Bailey  
Jennifer Briggs  
Roy Miller  
Lewis Browne  
Mike Heidger  
Derold Miller**

**Veterans Service Officer  
County Extension Agent  
Budget Director  
Elections Administrator  
Airport Manager  
Administrator/Health Authority  
Human Resources Director  
Information Services Director**

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## **FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

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

### Report on the Audit of the Financial Statements

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of Gregg County, Texas (the "County") as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of the Gregg County, Texas, as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Emphasis of Matter - Change of Accounting Principle**

As discussed in the notes to the financial statements, in the year ending September 30, 2022, the County adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. Our opinions are not modified with respect to this matter.

#### **Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement due date, including any currently know information that may raise substantial doubt shortly thereafter.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension and OPEB information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory section and statistical section, but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated April 13, 2023, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

*Patillo, Brown & Hill, L.L.P.*

Waco, Texas  
April 26, 2023

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**MANAGEMENT'S  
DISCUSSION AND ANALYSIS**

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Gregg County (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the notes to financial statements and our letter of transmittal, which can be found on pages i-iv of this report.

The Gregg County Child Welfare component unit is not included in this discussion and analysis due to the immaterial nature of the program in relation to the County's finances.

### FINANCIAL HIGHLIGHTS

The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2022 by \$148,877,382 (*net position*). Of this amount, \$80,397,473 (*unrestricted net position*) may be used to meet the County's ongoing obligations to citizens and creditors.

- The County's total net position increased by \$14,191,858.
- As of September 30, 2022, the County's governmental funds reported combined ending fund balances of \$83,092,209, an increase of \$6,498,594 in comparison with the prior year (as restated). \$51,034,590 (61%) is *available for spending* at the County's discretion (*unassigned fund balance*). \$16,710,612 (20%) is restricted for capital projects, transportation and road improvements, public safety, drug court operations and other projects.
- At the end of fiscal year 2022, total unassigned fund balance for the General Fund was \$52,104,402 or 133% of total General Fund expenditures.

### OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will 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 the 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 the County include general government, public safety, judicial, health and human services, public buildings and transportation and roads. The County does not report any business-type activities.

The government-wide financial statements can be found on pages 13 – 14 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County'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*.

The County maintains 20 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, Capital Improvement, American Rescue Plan, and Local Provider Participation Funds all of which are considered to be major funds. Data from the other 16 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 15 – 20 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. The 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 governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 21 – 23 of this report.

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

The basic fiduciary fund financial statements can be found on pages 24 and 25 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 26 – 44 of this report.

**Other Information:** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its obligation to provide pension benefits to its employees. Additionally, the County adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for this major fund to demonstrate compliance with this budget. Required supplementary information can be found on pages 45 – 56 of this report.

The combining and individual statements and schedules referred to earlier are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 57 – 81 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$148,877,382 at the close of the most recent fiscal year.

The 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 39% of net position. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that 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.

An additional portion of the County's net position (\$10,487,343) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position*, \$80,397,473 (54%) may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net position.

### GREGG COUNTY'S NET POSITION

	Governmental Activities	
	2022	2021
Current and other assets	\$ 125,254,559	\$ 91,140,486
Capital assets	58,177,272	58,149,955
Total assets	<u>183,431,831</u>	<u>149,290,441</u>
Deferred outflows of resources	<u>7,105,556</u>	<u>9,521,943</u>
Long-term liabilities	1,560,635	8,964,702
Other liabilities	14,392,816	11,601,775
Total liabilities	<u>15,953,451</u>	<u>20,566,477</u>
Deferred inflows of resources	<u>25,706,554</u>	<u>6,832,741</u>
Net position:		
Net investment in capital assets	57,992,566	58,149,676
Restricted	10,487,343	13,799,390
Unrestricted	<u>80,397,473</u>	<u>59,464,100</u>
Total net position	<u>\$ 148,877,382</u>	<u>\$ 131,413,166</u>

**Governmental Activities:** Governmental activities increased the County's net position by \$14,191,858.

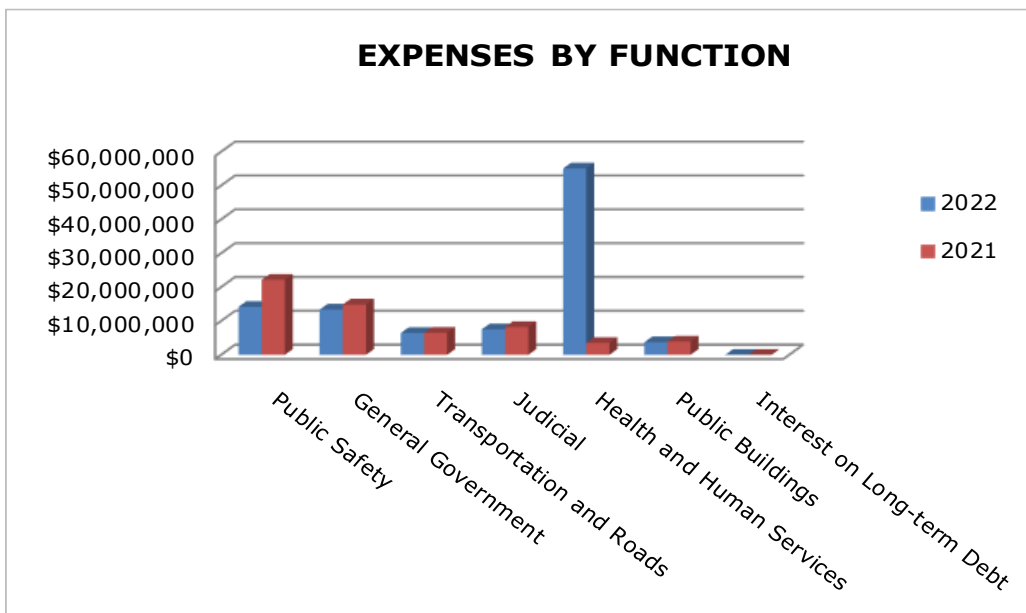
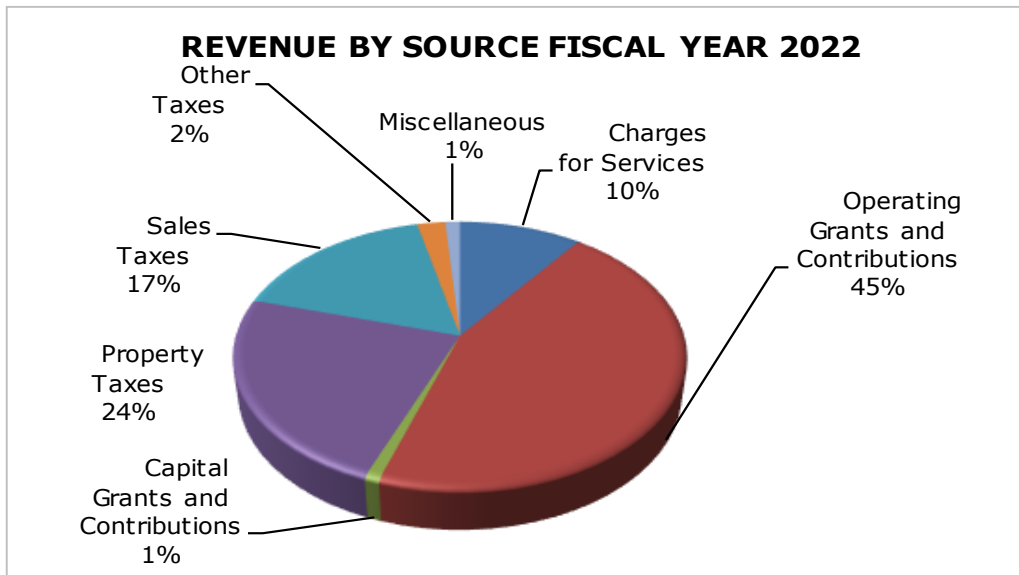
**GREGG COUNTY'S CHANGES IN NET POSITION**

	Governmental Activities	
	2022	2021
Revenues:		
Program revenues:		
Charges for services	\$ 11,568,134	\$ 11,037,484
Operating grants and contributions	51,411,506	9,148,958
Capital grants and contributions	1,068,859	554,472
General revenues:		
Property taxes	26,865,433	23,901,293
Sales taxes	19,395,404	18,705,939
Other taxes	2,655,068	416,399
Investment earnings	935,241	261,203
Miscellaneous	443,388	343,423
Total revenues	<u>114,343,033</u>	<u>64,369,171</u>
Expenses:		
General government	13,344,379	14,832,112
Judicial	7,515,640	8,190,162
Public safety	14,134,232	22,130,067
Health and human services	55,055,329	3,460,025
Public buildings	3,694,653	3,906,247
Transportation and roads	6,406,183	6,464,096
Interest on long-term debt	759	73
Total expenses	<u>100,151,175</u>	<u>58,982,782</u>
Change in net position	14,191,858	5,386,389
Net position, beginning*	<u>134,685,524</u>	<u>129,413,658</u>
Prior period adjustment	-	( 3,386,881)
Net position, beginning, as restated	<u>134,685,524</u>	<u>126,026,777</u>
Net position, ending	<u>\$ 148,877,382</u>	<u>\$ 131,413,166</u>

\*Beginning net position does not correlate with the prior year due to the Local Provider Participation Fund being presented as a governmental fund in the current year.

**NET COST OF GOVERNMENTAL ACTIVITIES BY FUNCTION**

Function/Program	Net Cost of Services	
	2022	2021
General Government	\$( 7,585,015)	\$( 10,358,014)
Judicial	( 5,430,688)	( 6,162,487)
Public Safety	( 10,840,235)	( 18,986,655)
Health and Human Services	( 6,832,979)	3,306,943
Public Buildings	( 1,494,062)	( 2,078,046)
Transportation and Roads	( 3,918,938)	( 3,963,536)
Interest on long-term debt	( 759)	( 73)
Total	<u>\$( 36,102,676)</u>	<u>\$( 38,241,868)</u>



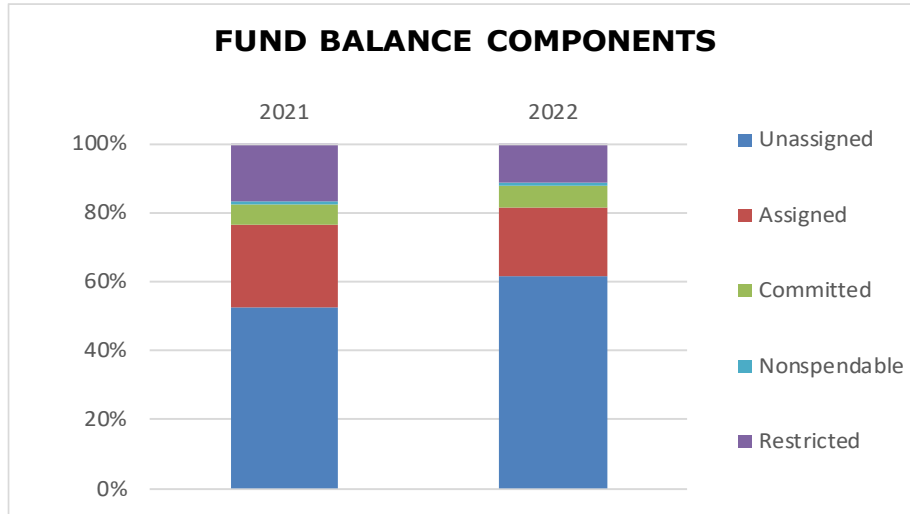
Key elements of the analysis of government-wide revenues and expenses reflect the following:

- Program revenues for governmental activities of \$64,048,499 equaled 64% of total governmental activities expenses of \$100,151,175. As expected, general revenues of \$50,294,534 provided the additional support and coverage for expenses. Program revenues consist of charges for services, operating and capital grants. General revenues consist mainly of sales and property tax which are not attributable to a specific program.
- Over 14% of the expenses are for public safety (\$14,134,232) reflecting the continuing demands on law enforcement. This program provided 15% (\$3,293,997) of the total governmental activities revenues and 3% of the total of all revenues for the year.
- The next largest category of expenses for governmental activities is general government which equals \$13,344,379 or 13% of total expenses. General government provided 13% or \$5,759,364 of the government activity revenue and 5% of the total of all revenues for the year.
- Health and human services expenses for the County for the year accounted for 55% or \$55,055,329 of the expenses.

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

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



At the end of fiscal year 2022, the County's governmental funds reported combined ending fund balances of \$83,092,209, an increase of \$6,498,594 (8%) in comparison with the prior year (as restated). Unassigned fund balance accounts for 61% or \$51,034,590 of the total. An additional \$16,710,612 (20%) is assigned fund balance and is constituted mostly of CIP funds. Committed fund balance total is \$5,148,546 or 6% of total fund balance and would require a Commissioners' Court order to use for any other purpose. \$9,417,531 or 11% of the total ending fund balance is reported as restricted fund balance. The remainder of fund balance is nonspendable to indicate it is not available for new spending because it has already been used to purchase inventories (\$771,781) and prepaids (\$9,149).

### **General Fund**

The General Fund is the chief operating fund of the County. At the end of fiscal year 2022, the General Fund had an ending fund balance of \$52,663,091 with \$544,730 restricted for certain purposes. Fund balance increased in the current year as a result of increases in property tax revenue, sales tax revenue, and service revenue. Additionally, expenditures that are normally budgeted for the General Fund were covered by grant funding under the American Recovery Plan Act.

As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance of \$52,104,402 represents 133% of total General Fund expenditures.

### **Capital Improvement Fund Highlights:**

At the end of fiscal year 2022, the Capital Improvement Fund had an ending fund balance of \$19,579,443, a decrease of \$282,696. Fund balance decreased in the current year as a result of capital expenditures exceeding investment earnings during the year. A portion of fund balance at year end is restricted for permanent improvements.

### **American Rescue Plan Fund Highlights:**

At the end of fiscal year 2022, the American Rescue Plan (ARP) Fund had an ending fund balance of \$0. The County has received an additional \$11,830,168 of ARP funds not yet spent. These will be recognized as revenue as allowable expenditures are incurred.

**Local Provider Participation Fund Highlights:**

The Local Provider Participation Fund (LPPF) experienced a decrease of fund balance in the amount of \$3,070,329. Intergovernmental transfers exceeded collections from local hospitals during the fiscal year, leading to the decrease.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets:** As of September 30, 2022, the County’s investment in capital assets amounts to \$58,177,272 (net of accumulated depreciation). This investment in capital assets includes land, buildings, building improvements, machinery and equipment, construction in progress and airport infrastructure.

	<u>Governmental Activities</u>	
	<u>2022</u>	<u>2021</u>
Land	\$ 2,677,531	\$ 2,741,037
Construction in progress	4,233,792	1,308,055
Buildings and improvements	23,384,549	25,402,582
Machinery and equipment	5,590,787	4,925,724
Infrastructure	<u>22,290,613</u>	<u>25,184,993</u>
Total	<u>\$ 58,177,272</u>	<u>\$ 59,562,391</u>

**Capital Improvements and Asset Acquisitions**

- During FY22 capital equipment expenditures total \$1,763,875.
- Major capital assets acquired during fiscal year 2022 include the following:
  - Various vehicle, trucks and van replacements for law enforcement and other departments
  - Numerous vehicle and body cameras,
  - Various equipment for road and bridge maintenance.
- Expended in FY22 for Construction in Progress was \$1,210,989 and include:
  - Parking Garage Preliminary Project
  - County Courts and Clerk Renovations

Additional information on the County’s capital assets can be found in Note 5 on page 35 of this report.

**Long-term Debt:** The County has no bonded indebtedness at this time. Long-term liabilities at the end of the fiscal year total \$1,560,635 which is for an accrual for compensated absences of \$1,375,650 (88.15%), capital lease payables of \$184,895 (11.85%).

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES**

The annual budget is developed to provide efficient and economic uses of the County's resources, as well as a means to accomplish the highest priority objectives. Through the budget, the County Judge and the Commissioners set the direction of the County, allocate its resources and establish its priorities.

In considering the County budget for fiscal year 2023, the Court considered and/or approved the following:

- A slight increase in the tax base valuation was realized from \$9.49 billion in the prior year to \$10.94 billion. As of December 2022, the preliminary county unemployment rate was 8.0%.
- The recent economic impact of the pandemic is expected to level out and sales tax revenue is expected to return to normal and the economy recovery to follow.
- There is no plan to issue debt in the fiscal year 2023 budget year although discussions continue on options for the financing of the potential parking garage structure. The County's debt position continues to remain favorable.



- The tax rate approved to fund the FY23 budget was .2817 per \$100 valuation. The increased rate is the first rate increase since 2012. The new rate along with excess reserves will adequately fund the FY23 budget.
- Budgeted revenue adopted County-wide for FY23 is \$63,360,628 and the budgeted expenditures are \$67,476,898. Total ending fund balance for all funds is estimated at \$69,280,809.
- Reserves continue to fund capital projects on the “pay-as-you-go” basis which the Commissioners Court encourages. Additionally, other financing sources are budgeted at \$12,967,771 and other financing uses are budgeted at \$13,221,521. These sources and uses consist mainly of transfers into or out of funds for large capital projects.
- Major new capital acquisitions and capital infrastructure improvements budgeted for FY23 include Road and Bridge upgrades totaling \$1,725,790, \$850,000 for continuation of a Parking Facility Design Project, various technology upgrades (\$300,000), heavy equipment for the Road departments (\$337,440) and sheriff and precinct vehicles (\$266,365).
- The FY23 budget includes \$3,633,000 discretionary funding to be banked for a large future project on Runway 13/31 overlay and Taxiway Charlie project estimated at \$19 million. The Airport Capital projects are funded usually at 90% reimbursement from the Federal Aviation Administration.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the County’s finances for all those with an interest in the County’s finances and show the County’s accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Rebekah Acres, Auditor’s Office, 101 E. Methvin, Ste. 306, Longview, TX 75601 or visit the County’s website at [www.co.gregg.tx.us](http://www.co.gregg.tx.us).

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**BASIC  
FINANCIAL STATEMENTS**

**GREGG COUNTY, TEXAS**

STATEMENT OF NET POSITION

SEPTEMBER 30, 2022

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Child Welfare</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 23,449,875	\$ 83,797
Investments	70,716,970	-
Receivables (net of allowances for uncollectibles):		
Taxes	601,306	-
Accounts	4,368,162	-
Leases	2,186,293	-
Interest	113,610	-
Intergovernmental	5,576,820	-
Prepays	9,149	-
Inventory	778,578	-
Net pension asset	17,453,796	-
Capital assets not being depreciated	6,911,323	-
Capital assets , net of accumulated depreciation	<u>51,265,949</u>	<u>-</u>
Total assets	<u>183,431,831</u>	<u>83,797</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension related	<u>7,105,556</u>	<u>-</u>
Total deferred outflows of resources	<u>7,105,556</u>	<u>-</u>
<b>LIABILITIES</b>		
Accounts payable	1,990,968	5,039
Accrued liabilities	348,427	-
Due to other governments	223,253	-
Unearned revenue	11,830,168	-
Noncurrent liabilities:		
Due within one year	346,694	-
Due in more than one year	<u>1,213,941</u>	<u>-</u>
Total liabilities	<u>15,953,451</u>	<u>5,039</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Pension related	23,532,778	-
Lease related	<u>2,173,776</u>	<u>-</u>
Total deferred inflows of resources	<u>25,706,554</u>	<u>-</u>
<b>NET POSITION</b>		
Net investment in capital assets	57,992,566	-
Restricted for:		
Archive restoration	530,230	-
Transportation and roads	1,673,559	-
Public safety operations	1,231,793	-
Bail bond board	436,288	-
Judicial operations	414,832	-
Airport operations	715,332	-
Court technology and security	1,201,904	-
Records management and preservation	90,826	-
Voting and elections	1,097,608	-
Health and human services operations	226,140	-
Permanent improvement	2,868,831	-
Unrestricted	<u>80,397,473</u>	<u>78,758</u>
Total net position	<u>\$ 148,877,382</u>	<u>\$ 78,758</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, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Unit Child Welfare
<b>Primary government:</b>						
<u>Governmental activities:</u>						
General government	\$ 13,344,379	\$ 3,167,146	\$ 1,523,359	\$ 1,068,859	\$( 7,585,015)	\$ -
Judicial	7,515,640	1,659,559	425,393	-	( 5,430,688)	-
Public safety	14,134,232	2,441,766	852,231	-	( 10,840,235)	-
Health and human services	55,055,329	36,642	48,185,708	-	( 6,832,979)	-
Public buildings	3,694,653	2,200,591	-	-	( 1,494,062)	-
Transportation and roads	6,406,183	2,062,430	424,815	-	( 3,918,938)	-
Interest on long-term debt	759	-	-	-	( 759)	-
Total governmental activities	<u>100,151,175</u>	<u>11,568,134</u>	<u>51,411,506</u>	<u>1,068,859</u>	<u>( 36,102,676)</u>	<u>-</u>
Total primary government	<u>100,151,175</u>	<u>11,568,134</u>	<u>51,411,506</u>	<u>1,068,859</u>	<u>( 36,102,676)</u>	
<b>Component unit:</b>						
Child Welfare Board	<u>43,590</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>( 43,590)</u>
Total component unit	<u>\$ 43,590</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>( 43,590)</u>
General revenues:						
Taxes:						
Property					26,865,433	-
Sales					19,395,404	-
Alcoholic beverage					362,170	-
Other					2,292,898	-
Unrestricted investment earnings					935,241	-
Miscellaneous					<u>443,388</u>	<u>-</u>
Total general revenues					<u>50,294,534</u>	<u>-</u>
Change in net position					14,191,858	( 43,590)
Net position, beginning					<u>134,685,524</u>	<u>122,348</u>
Net position, ending					<u>\$ 148,877,382</u>	<u>\$ 78,758</u>

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

**GREGG COUNTY, TEXAS**

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2022

	<u>General</u>	<u>Capital Improvement</u>	<u>American Rescue Plan</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,717,953	\$ 3,321,390	\$ 11,854,226
Investments	45,307,650	16,239,501	-
Receivables (net of allowance for uncollectibles):			
Accounts	2,960,674	-	-
Leases	-	-	-
Taxes	489,304	-	-
Interest	74,448	34,435	-
Intergovernmental	3,961,217	-	-
Due from other funds	1,296,952	-	-
Inventories	4,810	-	-
Prepaid items	9,149	-	-
Total assets	<u>57,822,157</u>	<u>19,595,326</u>	<u>11,854,226</u>
<b>LIABILITIES</b>			
Accounts payable	1,697,528	15,883	24,058
Due to other governments	223,253	-	-
Due to other funds	-	-	-
Unearned revenue	-	-	11,830,168
Total liabilities	<u>1,920,781</u>	<u>15,883</u>	<u>11,854,226</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Leases receivable	-	-	-
Unavailable revenue - property taxes	413,893	-	-
Unavailable revenue - grants	-	-	-
Unavailable revenue - court fines	2,824,392	-	-
Total deferred inflows of resources	<u>3,238,285</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Nonspendable:			
Inventories	4,810	-	-
Prepays	9,149	-	-
Restricted for:			
Archive Restoration	530,230	-	-
Transportation and road improvements	-	-	-
Public safety operations	14,500	-	-
Judicial operations	-	-	-
Airport operations	-	-	-
Court technology and security	-	-	-
Records management and preservation	-	-	-
Voting and elections	-	-	-
Health and human services	-	-	-
Vehicle inventory tax administration	-	-	-
Permanent improvement	-	2,868,831	-
Committed for:			
Airport operations	-	-	-
Donations to healthcare organizations	-	-	-
Assigned for:			
Capital projects	-	16,710,612	-
Unassigned	<u>52,104,402</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>52,663,091</u>	<u>19,579,443</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	\$ <u>57,822,157</u>	\$ <u>19,595,326</u>	\$ <u>11,854,226</u>

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

Local Provider Participation	Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,609 200,000	\$ 4,227,955 6,469,819	\$ 23,123,133 68,216,970
-	1,401,007	4,361,681
-	2,186,293	2,186,293
-	112,002	601,306
422	4,305	113,610
-	1,615,603	5,576,820
-	-	1,296,952
-	766,971	771,781
-	-	9,149
<u>202,031</u>	<u>16,783,955</u>	<u>106,257,695</u>
-	226,743	1,964,212
-	-	223,253
-	1,233,374	1,233,374
-	-	11,830,168
<u>-</u>	<u>1,460,117</u>	<u>15,251,007</u>
-	2,173,776	2,173,776
-	96,547	510,440
-	1,069,812	1,069,812
-	1,336,059	4,160,451
<u>-</u>	<u>4,676,194</u>	<u>7,914,479</u>
-	766,971	771,781
-	-	9,149
-	-	530,230
-	1,673,559	1,673,559
-	1,217,293	1,231,793
-	436,288	436,288
-	414,832	414,832
-	715,332	715,332
-	1,201,904	1,201,904
-	90,826	90,826
202,031	24,109	226,140
-	27,796	27,796
-	-	2,868,831
-	1,834,541	1,834,541
-	3,314,005	3,314,005
-	-	16,710,612
-	( 1,069,812)	51,034,590
<u>202,031</u>	<u>10,647,644</u>	<u>83,092,209</u>
\$ <u>202,031</u>	\$ <u>16,783,955</u>	\$ <u>106,257,695</u>

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**GREGG COUNTY, TEXAS**

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

AS OF SEPTEMBER 30, 2022

Total fund balances - governmental funds balance sheet	\$	83,092,209
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not reported in the funds.		58,161,608
Certain receivables will not be collected soon enough to pay for the current period's expenditures and are, therefore, deferred in the funds.		
Property taxes		510,440
Grants		1,069,812
Court fines and fees		4,160,451
Long-term assets are not current financial resources and therefore are not reported in the funds.		
Net pension asset		17,453,796
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(	1,375,650)
Leases	(	184,985)
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 position.		2,416,923
Deferred outflows related to pensions are not recognized as an outflow of resources until a future period on the statement of financial position.		7,105,556
Deferred inflows related to pensions are not recognized as an inflow of resources until a future period on the statement of financial position.	(	<u>23,532,778</u> )
Net position of governmental activities	\$	<u>148,877,382</u>

**GREGG COUNTY, TEXAS**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>General</u>	<u>Capital Improvement</u>	<u>American Rescue Plan</u>
<b>REVENUES</b>			
Taxes:			
Current property	\$ 21,719,634	\$ -	\$ -
Delinquent property	549,641	-	-
Sales tax	19,395,404	-	-
Motor vehicle sales	2,171,339	-	-
Alcoholic beverage	362,170	-	-
Bingo	121,559	-	-
Licenses and permits	97,165	-	-
Intergovernmental	1,842,157	-	7,182,524
Charges for services	3,847,952	-	-
Fines and forfeitures	372,224	-	-
Investment earnings	718,779	118,670	-
Rents and commissions	2,266,666	-	-
Miscellaneous	181,587	-	-
Total revenues	<u>53,646,277</u>	<u>118,670</u>	<u>7,182,524</u>
<b>EXPENDITURES</b>			
Current:			
General government	10,118,169	11,460	-
Judicial	8,478,492	-	-
Public safety	15,024,180	-	-
Health and human services	1,667,345	-	9,402,983
Public buildings	2,395,734	18,761	-
Transportation and roads	1,434,762	771,919	-
Debt service:			
Principal	65,214	-	-
Interest and fiscal charges	696	-	-
Capital outlay	19,721	2,135,098	1,345,619
Total expenditures	<u>39,204,313</u>	<u>2,937,238</u>	<u>10,748,602</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>14,441,964</u>	<u>( 2,818,568)</u>	<u>( 3,566,078)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	2,485,974	-
Transfers out	( 2,614,294)	-	-
Issuance of lease	77,019	-	-
Sale of capital assets	73,755	-	-
Insurance recoveries	38,231	49,898	-
Total other financing sources (uses)	<u>( 2,425,289)</u>	<u>2,535,872</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	12,016,675	( 282,696)	( 3,566,078)
<b>FUND BALANCES, BEGINNING</b>	<u>40,646,416</u>	<u>19,862,139</u>	<u>3,566,078</u>
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES, ENDING</b>	\$ <u>52,663,091</u>	\$ <u>19,579,443</u>	\$ <u>-</u>

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

Local Provider Participation	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 4,450,987	\$ 26,170,621
-	115,547	665,188
-	-	19,395,404
-	-	2,171,339
-	-	362,170
-	-	121,559
-	1,570,409	1,667,574
40,772,256	3,470,297	53,267,234
-	777,103	4,625,055
-	1,146,697	1,518,921
-	82,034	919,483
-	396,226	2,662,892
-	20,973	202,560
<u>40,772,256</u>	<u>12,030,273</u>	<u>113,750,000</u>
-	1,254,089	11,383,718
-	257,060	8,735,552
-	2,703,953	17,728,133
43,842,585	227,661	55,140,574
-	-	2,414,495
-	5,488,714	7,695,395
-	7,529	72,743
-	63	759
-	932,063	4,432,501
<u>43,842,585</u>	<u>10,871,132</u>	<u>107,603,870</u>
<u>( 3,070,329)</u>	<u>1,159,141</u>	<u>6,146,130</u>
-	383,710	2,869,684
-	( 255,390)	( 2,869,684)
-	-	77,019
-	113,561	187,316
-	-	88,129
<u>-</u>	<u>241,881</u>	<u>352,464</u>
( 3,070,329)	1,401,022	6,498,594
<u>3,272,360</u>	<u>10,316,434</u>	<u>77,663,427</u>
<u>-</u>	<u>( 1,069,812)</u>	<u>( 1,069,812)</u>
\$ <u>202,031</u>	\$ <u>10,647,644</u>	\$ <u>83,092,209</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, 2022

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

Net change in fund balances - total governmental funds	\$ 6,498,594
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. This is the amount of capital asset additions recorded in the current period.	5,762,167
Depreciation on capital assets is reported in the statement of activities but does not require the use of current financial resources. Therefore, depreciation is not reported as expenditures in the governmental funds.	( 6,827,103)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.	1,096,448
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	301,830
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 the net position. Also, governmental funds report the effect of 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.	
Issuance of lease	( 257,728)
Principal payment on leases	72,743
Current year changes in certain long-term liabilities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Compensated absences liability	( 97,029)
Certain pension expenditures are not expensed in the government-wide financial statements.	6,023,175
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>1,618,761</u>
Change in net position of governmental activities	\$ <u>14,191,858</u>

**GREGG COUNTY, TEXAS**

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

SEPTEMBER 30, 2022

	<u>Governmental Activities Internal Service Funds</u>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 326,742
Investments	2,500,000
Accounts receivable, net of allowances	6,481
Inventory	6,797
Total current assets	<u>2,840,020</u>
Noncurrent assets:	
Capital assets:	
Equipment	60,578
Less: accumulated depreciation	( 44,914)
Total capital assets	<u>15,664</u>
Total noncurrent assets	<u>15,664</u>
Total assets	<u>2,855,684</u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	26,756
Due to other funds	63,578
Accrued liabilities	348,427
Total current liabilities	<u>438,761</u>
Total liabilities	<u>438,761</u>
<b>NET POSITION</b>	
Net investment in capital assets	15,664
Unrestricted	2,401,259
Total net position	<u>\$ 2,416,923</u>

**GREGG COUNTY, TEXAS**

STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Governmental Activities Internal Service Funds</u>
<b>OPERATING REVENUES</b>	
Charges for services	\$ <u>8,096,631</u>
Total operating revenues	<u>8,096,631</u>
<b>OPERATING EXPENSES</b>	
Salaries	17,490
Fringe benefits	12,145
Materials and supplies	9,084
Repairs and maintenance	3,240
Insurance consultant	107,850
Claims	5,499,655
Administrative	840,248
Depreciation	<u>3,916</u>
Total operating expenses	<u>6,493,628</u>
<b>OPERATING INCOME (LOSS)</b>	
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Investment earnings	<u>15,758</u>
Total nonoperating revenues (expenses)	<u>15,758</u>
<b>CHANGE IN NET POSITION</b>	1,618,761
<b>TOTAL NET POSITION, BEGINNING</b>	<u>798,162</u>
<b>TOTAL NET POSITION, ENDING</b>	\$ <u>2,416,923</u>

**GREGG COUNTY, TEXAS**

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Governmental Activities Internal Service Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash receipts from interfund charges for print shop services	\$ 32,111
Cash receipts from interfund charges for self-insurance services	8,080,161
Payments to suppliers for goods and services	( 6,495,465)
Payments to employees for salaries and benefits	( 31,585)
Net cash provided (used) by operating activities	<u>1,585,222</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Investment earnings	65,435
Purchase of investments	( 2,500,000)
Net cash flows provided (used) by investing activities	<u>( 2,434,565)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	( 849,343)
<b>CASH AND CASH EQUIVALENTS, BEGINNING</b>	<u>1,176,085</u>
<b>CASH AND CASH EQUIVALENTS, ENDING</b>	<u>\$ 326,742</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	
Operating income (loss)	\$ 1,603,003
Adjustments to reconcile operating income (loss) to net cash used by operating activities:	
Depreciation	3,916
Changes in assets and liabilities:	
(Increase) decrease in assets:	
Accounts receivable	15,641
Increase (decrease) in liabilities:	
Accounts payable	20,820
Interfund payables	13,901
Accrued liabilities	<u>( 70,106)</u>
Net cash used by operating activities	<u>\$ 1,585,222</u>

**GREGG COUNTY, TEXAS**

STATEMENT OF FIDUCIARY NET POSITION

CUSTODIAL FUNDS

SEPTEMBER 30, 2022

	<u>Custodial Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 7,989,009
Accounts receivable	<u>1,484</u>
Total assets	<u>7,990,493</u>
<b>LIABILITIES</b>	
Due to others	<u>7,990,493</u>
Total liabilities	<u>2,266,428</u>
<b>NET POSITION</b>	
Restricted for:	
Individuals	4,374,030
Other governments	<u>1,350,035</u>
Total net position	<u>\$ 5,724,065</u>



**GREGG COUNTY, TEXAS**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

CUSTODIAL FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Custodial Funds</u>
<b>ADDITIONS</b>	
Tax collections	\$ 221,826,251
Judgments collected	2,607,294
Probation payments	3,993,249
Bail bonds	220,395
Inmate deposits	1,099,670
Fees	57,177
Investment earnings	960
Other	85,171
Total assets	<u>229,890,167</u>
<b>DEDUCTIONS</b>	
Tax disbursements	222,030,408
Probation costs	3,935,466
Bail bonds	25,068
Inmate disbursements	1,110,400
Beneficiary payments	4,358,442
Fees remitted	61,399
Other	132,112
Total liabilities	<u>231,653,295</u>
<b>NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION</b>	( 1,763,128)
<b>NET POSITION, BEGINNING</b>	<u>7,487,193</u>
<b>NET POSITION, ENDING</b>	<u>\$ 5,724,065</u>

# GREGG COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2022

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of Gregg County, Texas (the "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

Gregg County is a political subdivision of the State of Texas. The Commissioners' Court, which is made up of four commissioners and the County Judge, is the governing body of the County. The accompanying financial statements present the government and its component unit, an entity for which the government is considered to be financially accountable. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government.

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.

**Discretely presented component unit** – For reporting purposes, the Gregg County Child Welfare Board has been presented as a discretely presented component unit. The Gregg County Child Welfare Board is responsible for providing additional assistance to foster children in the care of the State. The Gregg County Commissioners' Court appoints the Board and has the ability to exercise control over the Board. Separately issued financial statements are not available for the Gregg County Child Welfare Board.

#### B. Basis of Presentation – Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component unit. All fiduciary activities are reported only in the fund financial 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 to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's Enterprise Funds. 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.

As discussed earlier, the government has one discretely presented component unit.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund services provided and used that would distort the direct costs and program revenues reported for the various functions concerned.

### **C. Basis of Presentation – Fund Financial Statements**

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

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 **Capital Improvement Fund**, a capital projects fund, accounts for activities associated with the County's Capital Improvement Plan. This plan encompasses future capital asset acquisition and construction.

The **American Rescue Plan Fund**, a special revenue fund, accounts for the Coronavirus State and Local Fiscal Recovery Funds provided by the Department of Treasury under American Rescue Plan.

The **Local Provider Participation Fund** accounts for a health-care related tax, administered by the County, that is designed specifically to meet federal requirements associated with eligible local funds.

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.

**Custodial Funds** are used to account for situations where the County's role is strictly custodial in nature. Most of these funds are held for legal reasons. Those reasons vary from funds held in trust for minors, to funds placed in escrow awaiting a decision and order by the presiding court. Additional funds were on hand at year-end for tax collections for other governmental entities for fees collected on their behalf.

### **D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. 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 County 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. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes, sales and other 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance**

**Deposits and Investments**

The County'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 County 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."

All trade and property tax receivables are shown net of an allowance for uncollectibles. The allowance for uncollectible court fines and fees and property taxes are based on historical collection rates.

**Inventories and Prepaid Items**

All inventories are stated at cost using the first-in/first-out (FIFO) method. The costs of inventory items are recognized as expenditures in governmental funds when consumed rather than when purchased (consumption method). Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns 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 acquisition cost, which is the price that would be paid to acquire an asset with equivalent service potential at the acquisition date.

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.

Capital assets are depreciated using the straight-line method over the following useful lives:

Assets	Years
Right-to-use land	10
Buildings	40
Improvements	20
Equipment	3 - 15
Right-to-use equipment	3 - 15
Infrastructure (streets and drainage)	16
Right-to-use infrastructure	5 - 10

### **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, 2022, 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.

### **Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS) and additions to/deductions from TCDRS's fiduciary net position have been determined on the same basis as they are reported by TCDRS. For this purpose, plan contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

### **Long-term Liabilities**

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

### **Leases**

The County has entered into various lease agreements as either lessee and lessor. Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The County uses the interest rate charged by the lessor as the discount rate, if available. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability or lease asset.

### Lessee

The County is a lessee for noncancellable leases of equipment. The County recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

### Lessor

The County is a lessor in a number of building and land leases at the East Texas Regional Airport. In both the government-wide financial statements and governmental fund financial statements, the County initially records a lease receivable and a deferred inflow of resources for the present value of payments expected to be made during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments made. The deferred inflow of resources is recognized as revenue on a systematic basis over the life of the lease.

### **Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has the following items that qualify for reporting in this category:

- Pension contributions after the measurement date – These contributions are deferred and recognized in the following fiscal year.
- Difference in expected and actual actuarial assumptions in the pension plan – This difference is deferred and amortized over the average remaining service life for all active, inactive, and retired members.
- The difference in expected and actual economic experience in the pension plan is deferred and recognized over the average remaining service life for all active, inactive, and retired members.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has the following items that qualify for reporting in this category:

- The difference in expected and actual economic experience in the pension plan is deferred and recognized over the average remaining service life for all active, inactive, and retired members.
- Difference in projected and actual investment earnings on pension assets – This difference is deferred and amortized over a closed five-year period.
- The County has one type of item that arises only under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and court fines. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

## **Fund Balance Classification**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision-making authority – in the County's case, by resolution of the Commissioners' Court. Prior to the end of the fiscal year, the Commissioners' Court can commit fund balance. Once adopted, the limitation imposed by the Commissioners' Court remains in place until a similar action is taken to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The Commissioners' Court may assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

## **Fund Balance Flow Assumption**

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

## **Net Position**

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

## **Net Position Flow Assumption**

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider unrestricted net position to have been depleted before restricted net position is applied.

## **Estimates**

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

## **Change in Accounting Principle**

GASB Statement No. 87, Leases, was adopted effective September 1, 2021. The statement addresses accounting and financial reporting for lease contracts. Statement No. 87 establishes standards for recognizing and measuring assets, liabilities, deferred outflows of resources, deferred inflows of resources, and revenues and expenses related to leases in the basic financial statements, in addition to requiring more extensive note disclosures. The adoption of this standard did not result in a restatement of beginning fund balance or net position, but assets and liabilities were recognized, and more extensive note disclosures were required.

## **E. Revenues and Expenditures/Expenses**

### **Program revenues**

Amounts reported as program revenues include 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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

### **Property Taxes**

Property taxes are levied on October 1 of each year 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.

### **Proprietary Funds Operating and Nonoperating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the internal service funds are charges to other funds for services. Operating expenses for internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

## **2. DETAILED NOTES ON ALL FUNDS**

### **Deposits and Investments**

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.



Investment pools are not categorized as to investment risk since specific securities relating to the County cannot be identified. The County's investment pool is TexPool, a local government investment pool established in conformity with the Inter-local Cooperation Act, Chapter 791 of the Texas Government Code and the Public Investment Act, Chapter 2256 of the Code. The Texas State Comptroller oversees the operations of the investment pool, with a third party managing the daily operations of the pool under contract. The fair value of the County's position in TexPool is the same as the value of the pool's shares.

The County is required by state statute to seek formal bids for depository services. The Investment Policy includes collateral requirements in compliance with state statute and is made part of the Depository Contract. Chapter 2256 of the Texas Government Code (The Public Funds Investment Act) authorizes and requires the County to invest its funds under a written investment policy (the "Investment Policy") that primarily emphasizes safety of principal and liquidity. It also addresses investment diversification, yield, and maturity along with quality and capability of investment personnel. The investment policy defines what constitutes the legal list of investments allowed under the policy and the Court further limits certain investment instruments allowed under Texas law. Investments are held by the County's agent in the County's name. The County records all interest revenue earned from investment activities in the respective funds.

The County's deposits and investments are invested pursuant to the investment policy, which is approved annually by Commissioners' Court. The Court appoints an investment committee to review the investment policy and submit changes for approval. The appointment of the County's investment officer is also done annually by resolution. The investment officer is authorized to invest in investment instruments provided they meet the guidelines of the investment policy. The investment policy includes a list of authorized investment instruments, and a maximum allowable stated maturity of any individual investment by source of funds. In addition, the investment policy includes an "investment strategy" that specifically addresses investment options and describes the priorities of preservation and safety of principal (suitability), liquidity, maturity, marketability, diversification and yield.

The investment officer submits an investment report quarterly to Commissioners' Court as specified by Chapter 2256 of the Government Code. The report details the investment position of the County and the compliance of the investment portfolio as it relates to both the adopted investment policy and Texas State Statute.

The County's demand deposits are either insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized with securities held by an independent third-party bank as the County's agent, in the name of Gregg County at September 30, 2022. Collateral other than the FDIC insurance is comprised of various governmental agencies' issues with a rating of AAA by Standard & Poor's. The County's collateral agreements require the market value of securities held by its agents exceed the total amount of cash and investments held by our depository less FDIC. All of the County's deposits are insured or collateralized at September 30, 2022.

The investment pools have a redemption notice period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium or national state of emergency that affects the pool's liquidity.

Of the County's investments, \$42,244,004 are valued using documented trade history in exact security, \$12,833,481 are valued using option-adjusted discounted cash flow model, and \$6,437,218 are valued using present value of expected future cash flow model.

As of September 30, 2022, the County held the following fair value measurements:

	9/30/2022	Fair Value Measurement Using		Weighted Average Maturity (Days)
		(Level 1)	(Level 2)	
<b>Primary government</b>				
<b>Cash and cash equivalents</b>				
Cash deposits - County	\$ 20,597,604			
Cash deposits - Fiduciary funds	<u>7,989,009</u>			
Total cash and cash equivalents	<u>28,586,613</u>			
<b>Investments measured at net asset value per share:</b>				
Investment pools:				
TexPool	<u>12,054,537</u>			28
<b>Investments by fair value level:</b>				
U.S.Treasury Notes	9,316,629	\$ 9,316,629	\$ -	381
Municipal Bonds	5,652,800	1,810,700	3,842,100	224
Federal Home Loan Mortgage Corporation	1,311,071	342,271	968,800	280
Federated Hermes Government Obligations Fund	4,748,360	4,748,360	-	262
Federal Home Loan Bank	22,615,188	4,849,430	17,765,758	507
Federal Farm Credit Bank	13,481,911	1,891,915	11,589,996	309
Federal National Mortgage Association	2,861,699	-	2,861,699	411
Federal Agricultural Mortgage Corporation	1,282,519	-	1,282,519	409
Capital One	<u>244,527</u>	<u>-</u>	<u>244,527</u>	178
Total fair value investments	<u>61,514,704</u>	<u>22,959,305</u>	<u>38,555,399</u>	
Total cash and investments of the primary government	\$ <u>102,155,854</u>	\$ <u>22,959,305</u>	\$ <u>38,555,399</u>	
Portfolio weighted average maturity (days)				328
<b>Component unit</b>				
Cash deposits	\$ <u>84,119</u>			
Total cash and investments of the reporting entity	\$ <u>102,239,973</u>			

*Interest Rate Risk.* As a means of minimizing risk of loss due to interest rate fluctuations, the investment policy limits investment maturities. The maximum pre-approved maturity should not exceed three years. The portfolio should include at least three months anticipated expenses in highly liquid securities.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of bank failure, the County's deposits may not be returned to it. State statutes require that all deposits in financial institutions be fully collateralized by U. S. Government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a fair value of not less than the principal amount of deposits. On September 30, 2022, the total carrying amount of the County's deposits was fully collateralized with securities held by the pledging financial institution in the County's name, in money market instruments, or was covered by FDIC insurance.

*Credit Risk.* Credit risk is the risk that an issuer or other counterpart to an investment will not fulfill its obligations. The County has limited credit risk, in conformance to state statutes and County policy, by investing in only the safest types of securities as permitted by the Public Funds Investment Act, using approved brokers and investing with different issuers. In addition, the County limits its exposure to credit risk by fully insured or collateralized deposits, regulated mutual funds and individually approved investment pools. The investment portfolio of the County is diversified to avoid incurring undue concentration in securities of one type on September 30, 2022, but the policy does not restrict the concentration of investments with one specific issuer by an explicit amount.

The County's investments as of September 30, 2022, were rated as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Rating Agency</u>
TexPool	AAAm	Standard & Poor's
Municipal securities	AA+	Standard & Poor's
U. S. Agency Securities:		
Federal Home Loan Mortgage Corporation	AA+	Standard & Poor's
Federated Hermes Government Obligations Fund	AA+	Standard & Poor's
Federal Home Loan Bank	AA+	Standard & Poor's
Federal Farm Credit Bank	AA+	Standard & Poor's
Federal National Mortgage Association	AA+	Standard & Poor's
Federal Agricultural Mortgage Corporation	AA+	Standard & Poor's

All significant legal and contractual provisions for investments were complied with during the year. Investments at year-end are representative of the types of investments maintained by the County during the year.

### **Receivables**

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

	<u>General</u>	<u>Capital Improvement</u>	<u>Local Provider Participation</u>	<u>Nonmajor Funds</u>	<u>Internal Service</u>	<u>Total</u>
Receivables:						
Taxes	\$ 1,223,260	\$ 31,034	\$ -	\$ 280,005	\$ -	\$ 1,534,299
Accounts	6,839,175	-	422	1,401,007	6,481	8,247,085
Leases	-	-	-	2,186,293	-	2,186,293
Interest	21,144	3,401	-	4,305	-	28,850
Intergovernmental	<u>136,020</u>	<u>-</u>	<u>-</u>	<u>1,615,603</u>	<u>-</u>	<u>1,751,623</u>
Gross receivables	8,219,599	34,435	422	5,487,213	6,481	13,748,150
Less: allowance for uncollectibles	<u>( 733,956)</u>	<u>-</u>	<u>-</u>	<u>( 168,003)</u>	<u>-</u>	<u>( 901,959)</u>
Total	<u>\$ 7,485,643</u>	<u>\$ 34,435</u>	<u>\$ 422</u>	<u>\$ 5,319,210</u>	<u>\$ 6,481</u>	<u>\$ 12,846,191</u>

### **Leases Receivable**

The County has entered into 39 leases as lessor for land and buildings at the East Texas Regional Airport. The lessees are required to make fixed monthly payments ranging from \$56 to \$5,400 on the leases carrying interest rates of 0.263% to 2.012%. The County recognized lease revenue of \$396,224 and interest revenue of \$30,368 during fiscal year 2022.

**Capital Assets**

Capital asset activity for the year ended September 30, 2022, was as follows:

	Beginning Balance	Increases	Transfers & Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 2,679,181	\$ -	\$( 1,650)	\$ 2,677,531
Construction in progress	1,308,055	3,568,794	( 643,057)	4,233,792
Total assets not being depreciated	<u>3,987,236</u>	<u>3,568,794</u>	<u>( 644,707)</u>	<u>6,911,323</u>
Capital assets, being depreciated:				
Right-to-use land	61,856	-	-	61,856
Buildings and improvements	59,596,374	37,000	( 20,753)	59,612,621
Equipment	23,647,418	1,763,875	( 549,571)	24,861,722
Right-to-use equipment	131,896	99,289	-	231,185
Infrastructure	101,404,511	142,363	640,123	102,186,997
Right-to-use infrastructure	24,928	-	-	24,928
Total capital assets being depreciated	<u>184,866,983</u>	<u>2,042,527</u>	<u>69,799</u>	<u>186,979,309</u>
Accumulated depreciation:				
Right-to-use land	-	( 12,470)	-	( 12,470)
Buildings and improvements	( 34,193,792)	( 2,034,280)	-	( 36,228,072)
Equipment	( 18,721,694)	( 1,348,668)	549,571	( 19,520,791)
Right-to-use equipment	-	( 54,871)	-	( 54,871)
Infrastructure	( 76,376,342)	( 3,520,042)	-	( 79,896,384)
Right-to-use infrastructure	-	( 772)	-	( 772)
Total accumulated depreciation	<u>( 129,291,828)</u>	<u>( 6,971,103)</u>	<u>549,571</u>	<u>( 135,713,360)</u>
Total capital assets being depreciated, net	<u>55,575,155</u>	<u>( 4,928,576)</u>	<u>619,370</u>	<u>51,265,949</u>
Governmental activities capital assets, net	<u>\$ 59,562,391</u>	<u>\$( 1,359,782)</u>	<u>\$( 25,337)</u>	<u>\$ 58,177,272</u>

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

Governmental activities:	
General government	\$ 3,447,619
Health and human services	13,093
Judicial	29,131
Public buildings	1,457,207
Public safety	457,400
Transportation and roads	<u>1,566,653</u>
Total	<u>\$ 6,971,103</u>

**Interfund Receivables, Payables and Transfers**

**Due to/from other funds**

Receivable Fund	Payable Fund	Amount
General	Nonmajor governmental	\$ 1,233,374
General	Internal service funds	<u>63,578</u>
Total		<u>\$ 1,296,952</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These amounts also include balance of working capital loans made to nonmajor governmental funds which the general fund expects to collect in the subsequent year.

**Interfund transfers**

Transfer From	Transfer To	Amount
General	Capital Improvement	\$ 2,485,974
General	Nonmajor governmental	128,320
Nonmajor governmental	Nonmajor governmental	<u>255,390</u>
Total		<u>\$ 2,869,684</u>

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) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**Long-term Debt**

**Changes in Long-term Liabilities**

Long-term liability activity for the year ended September 30, 2022, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities</b>					
Leases	\$ 180,709	\$ 77,019	\$ 72,743	\$ 184,985	\$ 71,564
Compensated absences	<u>1,278,621</u>	<u>1,155,854</u>	<u>1,058,825</u>	<u>1,375,650</u>	<u>275,130</u>
Governmental activity long-term liabilities	<u>\$ 1,459,330</u>	<u>\$ 1,232,873</u>	<u>\$ 1,131,568</u>	<u>\$ 1,560,635</u>	<u>\$ 346,694</u>

For compensated absences and the net pension liability, the General Fund normally liquidates approximately 80% of this liability. The Road and Bridge special revenue fund liquidates approximately 15% of the liability with the remaining liability being liquidated by nonmajor governmental funds.

**Leases**

The County entered into lease agreements for equipment, land and infrastructure. These agreements carry interest rates ranging from 0.328% to 2.445% and have monthly payments ranging from \$60 to \$1,951. Interest expense during the year totaled \$759.

The future lease principle and interest payments as of September 30, 2022, were as follows:

Fiscal Year	Principal	Interest	Total
2023	\$ 71,564	\$ 1,392	\$ 72,956
2024	54,311	976	55,287
2025	29,443	643	30,086
2026	10,264	409	10,673
2027	1,158	342	1,500
2028-2032	6,116	1,384	7,500
2033-2037	6,695	805	7,500
2038-2043	<u>5,434</u>	<u>191</u>	<u>5,625</u>
Total	<u>\$ 184,985</u>	<u>\$ 6,142</u>	<u>\$ 191,127</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 provides for the management of risks through a combination of self-insurance and traditional insurance. 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 2022, the County was covered under a general liability insurance plan. Additionally, the County has commercial insurance for other risks of loss, including workers' compensation, unemployment compensation, public official liability, law enforcement liability, property and employee life and accident insurance. There were no significant reductions in insurance coverage, nor did any settlement exceed coverage in the past three years.

**Defined Benefit Pension Plan**

**Plan Description**

The County's nontraditional defined benefit pension plan, Texas County and District Retirement System (TCDRS), provides pensions for all of its full-time employees. The TCDRS Board of Trustees is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of over nontraditional defined benefit pension plans. TCDRS in the aggregate issues an Annual Comprehensive Financial Report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034 Austin, TX, 78768-2034.

All full and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year. Employees in a temporary position are not eligible for membership.

**Benefits Provided**

TCDRS provides retirement, disability and survivor benefits for all eligible employees. Benefit terms are established by the TCDRS Act. The benefit terms may be amended as of January 1, each year, but must remain in conformity with the Act.

Members can retire at age 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 eight 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.

**Employees covered by benefit terms**

At the December 31, 2021, valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	445
Inactive employees entitled to but not yet receiving benefits	736
Active employees	<u>575</u>
Total	<u><u>1,756</u></u>

The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee gross earnings, as adopted by the employer's governing body. Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer's plan. Under the state law governing TCDRS, the contribution rate for each entity is determined annually by the actuary and approved by the TCDRS Board of Trustees. The replacement life entry age actuarial cost method is used in determining the contribution rate. The actuarially determined rate is the estimated amount necessary to fund benefits in an orderly manner for each participant over his or her career so that sufficient funds are accumulated by the time benefit payments begin, with an additional amount to finance any unfunded accrued liability.

Employees for the County were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rate for the County was 11.86% in calendar year 2021 and 12.20% in calendar year 2022. The County's contributions to TCDRS for the year ended September 30, 2022, were \$3,379,939, and were equal to the required contributions.

**Net Pension Liability**

The County's Net Pension Liability (NPL) was measured as of December 31, 2021, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

**Actuarial Assumptions**

The Total Pension Liability in the December 31, 2017, actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	3% per year
Investment rate of return	7.6%, net of pension plan investment expense, including inflation

There are no automatic cost of living adjustments (COLA's) and no COLA's are considered to be substantively automatic. Therefore, no assumption for future cost-of-living adjustments is included in the funding valuation. Each year, the County may elect an ad-hoc COLA for retirees.

Mortality rates for active members, retirees, and beneficiaries were based on the following:

Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

All actuarial assumptions that determined the total pension liability as of December 31, 2021, were based on the results of an actuarial experience study for the period January 1, 2013 through December 31, 2016, except where required to be different by GASB 68.

The long-term expected rate of return on pension plan investments is 7.5%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. The application of the investment return assumption was changed for purposes of determining plan liabilities at the March 2022 meeting. All plan liabilities are now valued using a 7.6% discount rate.

The long-term expected rate of return on TCDRS is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information below are based on January 2022 information for a 10-year time horizon. The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a long-term time horizon; the most recent analysis was performed in 2022.

The target allocation and best estimates of geometric real rates return for each major asset class are summarized in the following table:

Asset Class	Benchmark	Target Allocation <sup>(1)</sup>	Geometric Real Rate of Return (Expected minus Inflation) <sup>(2)</sup>
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	3.80%
Global Equities	MSCI World (net) Index	2.50%	4.10%
International Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	3.80%
International Equities - Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.30%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	1.77%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.25%
Distressed Debt	Cambridge Associates Distressed Securities Index <sup>(3)</sup>	4.00%	4.50%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.10%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	3.85%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index <sup>(4)</sup>	6.00%	5.10%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index <sup>(5)</sup>	25.00%	6.80%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	1.55%
Cash Equivalents	90-Day U.S. Treasury	2.00%	-1.05%

<sup>(1)</sup> Target asset allocation adopted at the March 2022 TCDRS Board meeting.

<sup>(2)</sup> Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.6%, 2022 capital market assumptions.

<sup>(3)</sup> Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

<sup>(4)</sup> Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

<sup>(5)</sup> Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

## Discount Rate

The discount rate used to measure the total pension liability was 7.60%. The discount rate was determined using an alternative method to determine the sufficiency of the fiduciary net position in all future years. The alternative method reflects the funding requirements under the funding policy and the legal requirements under the TCDRS Act. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods. The employee is legally required to make the contribution specified in the funding policy. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable. Based on the above assumptions, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the net pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, a discount rate of 7.60% has been used. This rate reflects the long-term assumed rate of return on assets for funding purposes of 7.50%, net of all expenses, increased by 0.10% to be gross of administrative expenses.



## Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balance at 12/31/2020	\$ 167,025,354	\$ 159,339,551	\$ 7,685,803
Changes for the year:			
Service cost	3,951,844	-	3,951,844
Interest on total pension liability <sup>(1)</sup>	12,663,885	-	12,663,885
Effect of plan changes <sup>(2)</sup>	-	-	-
Effect of economic/demographic gains or losses	( 1,424,651)	-	( 1,424,651)
Effect of assumptions changes or inputs	( 334,584)	-	( 334,584)
Refund of contributions	( 416,822)	( 416,822)	-
Benefit payments	( 8,439,597)	( 8,439,597)	-
Administrative expenses	-	( 103,051)	103,051
Member contributions	-	2,053,356	( 2,053,356)
Net investment income	-	34,617,009	( 34,617,009)
Employer contributions	-	3,478,997	( 3,478,997)
Other <sup>(3)</sup>	-	( 50,218)	50,218
Balance at 12/31/2021	<u>\$ 173,025,429</u>	<u>\$ 190,479,225</u>	<u>\$( 17,453,796)</u>

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

<sup>(2)</sup> No plan changes valued.

<sup>(3)</sup> Relates to allocation of system-wide items.

## Sensitivity Analysis

The following presents the net pension liability (asset) of the County, calculated using the discount rate of 8.1%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.1%) or 1-percentage-higher (9.1%) than the current rate:

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Total pension liability	\$ 195,706,040	\$ 173,025,429	\$ 154,062,114
Fiduciary net position	<u>190,479,225</u>	<u>190,479,225</u>	<u>190,479,225</u>
Net pension liability/(asset)	<u>\$ 5,226,815</u>	<u>\$( 17,453,796)</u>	<u>\$( 36,417,111)</u>

## Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TCDRS financial report. The report may be obtained at [www.tcdrs.org](http://www.tcdrs.org).

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended September 30, 2022, the County recognized pension income of \$2,643,237. At September 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual economic experience	\$ 35,193	\$ 1,456,079
Changes in actuarial assumptions	4,564,270	223,056
Difference between projected and actual investment earnings	-	21,853,641
Contributions subsequent to the measurement date	<u>2,506,093</u>	<u>-</u>
Total	<u>\$ 7,105,556</u>	<u>\$ 23,532,776</u>

The amount reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expenses as follows:

For The Year Ended September 30,	
2023	\$ 3,245,370
2024	5,951,546
2025	5,209,014
2026	<u>4,527,383</u>
Total	<u>\$ 18,933,313</u>

**Tax Abatements**

The County enters into property tax abatement agreements with local businesses under the provisions of the Property Redevelopment and Tax Abatement Act found in Chapter 381 of the Texas Tax Code. Chapter 381 gives County governments the power to provide incentives encouraging developers to build in their jurisdictions. A County may administer and develop a program to make loans and grants of public money to promote state or local economic development and to stimulate, encourage and development business location and commercial activity in the County. The goal of tax abatement is to provide long term significant positive impact on the community.

The County entered into a tax abatement agreement with a company who agreed to make sizeable investment in the community. The company agreed to expend a minimum of \$70,000,000 to construct a regional distribution center and eventually hire 400 full-time employees. In exchange, the company was granted a cash incentive in an amount equal to 75% of the local inventory tax paid by the company for the property tax year that is concurrent with the immediately preceding calendar year.

The abatement of taxes under this agreement for fiscal year 2022 was \$85,278.

The County enters into property tax abatement agreements with local businesses under the provisions of the Property Redevelopment and Tax Abatement Act found in Chapter 312 of the Texas Tax Code. This chapter allows the County to exempt all or part of the taxable value of new investments for a period not to exceed 10 years. A County may administer and develop these abatements to promote state or local economic development and to stimulate, encourage and development business location and commercial activity in the County. The goal of tax abatement is to provide long term significant positive impact on the community.

The abatement of taxes under these types of agreements for fiscal year 2022 was \$555,126.

## **Contingent Liabilities**

### **Contingencies**

The County participates in grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable may be impaired. In the opinion of the County, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

### **Litigation**

The County is contingently liable with respect to lawsuits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would not materially affect the financial position of the County as of September 30, 2022.

## **Contracts and Commitments**

### **Construction Commitments**

The County has active construction project as of September 30, 2022. At year end, the County's commitments with contractors are as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Runway 13/31 Rehabilitation	\$ <u>577,687</u>	\$ <u>19,000,000</u>

### **Encumbrances**

The County had no significant encumbrances at yearend.

### **Risk Management**

The County provides for the management of risks through a combination of self-insurance and traditional insurance. 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 2021, the County was covered under a general liability insurance plan. Additionally, the County has commercial insurance for other risks of loss, including workers' compensation, unemployment compensation, public official liability, property and employee life, accident insurance, and law enforcement liability. There were no significant reductions in insurance coverage, nor did any settlement exceed coverage in the past three years.

The self-insurance internal service fund is funded by charges to the government's other funds, and is based primarily upon the contributing funds' claim experience. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as, inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expense regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

Changes in the balance of claims liabilities during the year are as follows:

<u>Beginning Liability</u>	<u>Claims Incurred</u>	<u>Claim Payments</u>	<u>Ending Liability</u>
\$ <u>418,533</u>	\$ <u>5,081,122</u>	\$ <u>5,151,228</u>	\$ <u>348,427</u>

### **Significant Forthcoming Accounting Standards**

Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* – The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. GASB 94 will be implemented in fiscal year 2023 and the impact has not yet been determined.

Statement No. 96, *Subscription-Based Information Technology Arrangements* – This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. GASB 96 will be implemented in fiscal year 2023 and the impact has not yet been determined.

GASB Statement No. 100, *Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62* – The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This Statement will become effective for reporting periods beginning after June 15, 2023, and the impact has not yet been determined.

GASB Statement No. 101, *Compensated Absences* – The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement will become effective for reporting periods beginning after December 15, 2023, and the impact has not yet been determined.

### **Prior Period Adjustment**

In the current fiscal year, beginning fund balance in the FEMA Coronavirus Fund was reduced by \$1,069,812 for FEMA receivables that were not collected within 60 days of yearend in a prior year.

**REQUIRED  
SUPPLEMENTARY INFORMATION**

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes:				
Current property	\$ 21,967,170	\$ 21,967,170	\$ 21,719,634	\$( 247,536)
Delinquent property	629,510	629,510	549,641	( 79,869)
Sales tax	15,750,000	15,750,000	19,395,404	3,645,404
Motor vehicle sales	1,725,000	1,725,000	2,171,339	446,339
Alcoholic beverage	270,000	270,000	362,170	92,170
Bingo	114,500	114,500	121,559	7,059
Licenses and permits	110,500	110,500	97,165	( 13,335)
Intergovernmental	1,468,832	1,892,458	1,842,157	( 50,301)
Charges for services	3,220,350	3,312,150	3,847,952	535,802
Fines and forfeitures	477,000	477,000	372,224	( 104,776)
Investment earnings	450,000	450,000	718,779	268,779
Rents and commissions	1,860,706	1,860,706	2,266,666	405,960
Miscellaneous	92,000	92,000	181,587	89,587
Total revenues	<u>48,135,568</u>	<u>48,650,994</u>	<u>53,646,277</u>	<u>4,995,283</u>
<b>EXPENDITURES</b>				
General government:				
County clerk - administration:				
Salaries	766,559	766,823	736,631	30,192
Fringe benefits	551,435	551,435	401,638	149,797
Operating	67,718	67,718	54,690	13,028
Total county clerk - administration	<u>1,385,712</u>	<u>1,385,976</u>	<u>1,192,959</u>	<u>193,017</u>
County clerk - archive restoration:				
Salaries	65,248	65,369	49,037	16,332
Fringe benefits	27,405	27,285	23,545	3,740
Operating	115,615	115,215	89,634	25,581
Capital outlay	3,000	3,400	3,114	286
Total county clerk - archive restoration	<u>211,268</u>	<u>211,269</u>	<u>165,330</u>	<u>45,939</u>
Telecommunications:				
Salaries	55,500	55,500	48,838	6,662
Fringe benefits	10,510	10,510	9,497	1,013
Operating	150	150	-	150
Total telecommunications	<u>66,160</u>	<u>66,160</u>	<u>58,335</u>	<u>7,825</u>
Purchasing:				
Salaries	238,332	247,090	242,868	4,222
Fringe benefits	119,465	110,707	104,316	6,391
Operating	29,520	33,020	26,325	6,695
Total purchasing	<u>387,317</u>	<u>390,817</u>	<u>373,509</u>	<u>17,308</u>
Human resources:				
Salaries	186,957	186,957	170,054	16,903
Fringe benefits	95,440	95,440	69,602	25,838
Operating	32,190	42,190	28,621	13,569
Total human resources	<u>314,587</u>	<u>324,587</u>	<u>268,277</u>	<u>56,310</u>
Nondepartmental - general government:				
Salaries	50,000	43,900	-	43,900
Fringe benefits	325,000	312,824	16,610	296,214
Operating	3,217,207	2,975,884	2,376,240	599,644
Total nondepartmental - general government	<u>3,592,207</u>	<u>3,332,608</u>	<u>2,392,850</u>	<u>939,758</u>

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES (Continued)</b>				
General government: (Continued)				
County judge:				
Salaries	\$ 232,643	\$ 232,993	\$ 229,227	\$ 3,766
Fringe benefits	90,035	90,044	84,057	5,987
Operating	<u>11,775</u>	<u>11,775</u>	<u>6,405</u>	<u>5,370</u>
Total county judge	<u>334,453</u>	<u>334,812</u>	<u>319,689</u>	<u>15,123</u>
Postal services:				
Salaries	11,008	19,728	19,478	250
Operating	<u>12,450</u>	<u>13,450</u>	<u>2,030</u>	<u>11,420</u>
Total postal services	<u>23,458</u>	<u>33,178</u>	<u>21,508</u>	<u>11,670</u>
Concession operations:				
Operating	-	-	34,679	( 34,679)
Total concession operations	<u>-</u>	<u>-</u>	<u>34,679</u>	<u>( 34,679)</u>
Elections:				
Salaries	245,739	245,721	233,485	12,236
Fringe benefits	98,430	98,448	89,253	9,195
Operating	<u>232,860</u>	<u>237,988</u>	<u>221,986</u>	<u>16,002</u>
Total elections	<u>577,029</u>	<u>582,157</u>	<u>544,724</u>	<u>37,433</u>
County auditor:				
Salaries	656,160	654,160	650,283	3,877
Fringe benefits	289,625	289,625	265,046	24,579
Operating	<u>20,445</u>	<u>22,445</u>	<u>21,188</u>	<u>1,257</u>
Total county auditor	<u>966,230</u>	<u>966,230</u>	<u>936,517</u>	<u>29,713</u>
Tax assessor-collector:				
Salaries	1,087,077	1,087,371	1,079,228	8,143
Fringe benefits	632,830	632,823	565,065	67,758
Operating	<u>177,333</u>	<u>184,944</u>	<u>173,530</u>	<u>11,414</u>
Total tax assessor-collector	<u>1,897,240</u>	<u>1,905,138</u>	<u>1,817,823</u>	<u>87,315</u>
Information services:				
Salaries	501,758	501,696	488,543	13,153
Fringe benefits	232,065	232,128	218,941	13,187
Operating	<u>1,173,812</u>	<u>1,204,862</u>	<u>1,169,649</u>	<u>35,213</u>
Total information services	<u>1,907,635</u>	<u>1,938,686</u>	<u>1,877,133</u>	<u>61,553</u>
Agricultural extension service:				
Salaries	77,134	77,429	77,429	-
Fringe benefits	24,005	23,710	23,490	220
Operating	<u>25,425</u>	<u>25,425</u>	<u>18,821</u>	<u>6,604</u>
Total agricultural extension service	<u>126,564</u>	<u>126,564</u>	<u>119,740</u>	<u>6,824</u>
Total general government	<u>11,789,860</u>	<u>11,598,182</u>	<u>10,123,073</u>	<u>1,475,109</u>
Judicial:				
Court of civil appeals:				
Salaries	16,008	16,008	15,393	615
Fringe benefits	<u>1,290</u>	<u>1,290</u>	<u>1,178</u>	<u>112</u>
Total court of civil appeals	<u>17,298</u>	<u>17,298</u>	<u>16,571</u>	<u>727</u>

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES (Continued)</b>				
Judicial: (Continued)				
County court-at-law no. 1:				
Salaries	\$ 295,156	\$ 295,734	\$ 295,277	\$ 457
Fringe benefits	110,805	110,819	103,699	7,120
Operating	<u>19,774</u>	<u>19,774</u>	<u>9,780</u>	<u>9,994</u>
Total county court-at-law no. 1	<u>425,735</u>	<u>426,327</u>	<u>408,756</u>	<u>17,571</u>
County court-at-law no. 2:				
Salaries	302,740	303,894	302,894	1,000
Fringe benefits	112,490	111,982	104,187	7,795
Operating	<u>19,105</u>	<u>19,105</u>	<u>13,204</u>	<u>5,901</u>
Total county court-at-law no. 2	<u>434,335</u>	<u>434,981</u>	<u>420,285</u>	<u>14,696</u>
124th district court:				
Salaries	120,313	120,278	119,765	513
Fringe benefits	52,795	52,830	51,597	1,233
Operating	<u>17,680</u>	<u>37,837</u>	<u>35,004</u>	<u>2,833</u>
Total 124th district court	<u>190,788</u>	<u>210,945</u>	<u>206,366</u>	<u>4,579</u>
188th district court:				
Salaries	117,801	118,244	117,244	1,000
Fringe benefits	52,270	51,827	51,039	788
Operating	<u>24,325</u>	<u>24,325</u>	<u>12,763</u>	<u>11,562</u>
Total 188th district court	<u>194,396</u>	<u>194,396</u>	<u>181,046</u>	<u>13,350</u>
307th district court:				
Salaries	115,427	115,862	114,862	1,000
Fringe benefits	51,770	51,335	50,161	1,174
Operating	<u>17,100</u>	<u>17,100</u>	<u>13,125</u>	<u>3,975</u>
Total 307th district court	<u>184,297</u>	<u>184,297</u>	<u>178,148</u>	<u>6,149</u>
Judicial:				
Operating expenditures	<u>2,509,815</u>	<u>2,505,908</u>	<u>1,966,310</u>	<u>539,598</u>
Total judicial	<u>2,509,815</u>	<u>2,505,908</u>	<u>1,966,310</u>	<u>539,598</u>
District clerk:				
Salaries	682,869	683,133	518,974	164,159
Fringe benefits	422,715	422,715	279,755	142,960
Operating	<u>59,250</u>	<u>59,250</u>	<u>47,021</u>	<u>12,229</u>
Total district clerk	<u>1,164,834</u>	<u>1,165,098</u>	<u>845,750</u>	<u>319,348</u>
Justice of the peace no. 1:				
Salaries	278,056	278,250	228,541	49,709
Fringe benefits	180,790	180,790	132,925	47,865
Operating	<u>73,300</u>	<u>73,300</u>	<u>53,547</u>	<u>19,753</u>
Total justice of the peace no. 1	<u>532,146</u>	<u>532,340</u>	<u>415,013</u>	<u>117,327</u>
Justice of the peace no. 2:				
Salaries	153,523	153,657	142,566	11,091
Fringe benefits	100,075	100,130	94,252	5,878
Operating	<u>43,120</u>	<u>43,120</u>	<u>36,150</u>	<u>6,970</u>
Total justice of the peace no. 2	<u>296,718</u>	<u>296,907</u>	<u>272,968</u>	<u>23,939</u>



**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b> (Continued)				
Judicial: (Continued)				
Justice of the peace no. 3:				
Salaries	\$ 166,830	\$ 166,966	\$ 149,108	\$ 17,858
Fringe benefits	102,220	102,272	95,935	6,337
Operating	<u>29,800</u>	<u>39,800</u>	<u>29,554</u>	<u>10,246</u>
Total justice of the peace no. 3	<u>298,850</u>	<u>309,038</u>	<u>274,597</u>	<u>34,441</u>
Justice of the peace no. 4:				
Salaries	139,566	140,100	140,100	-
Fringe benefits	97,280	96,935	80,301	16,634
Operating	<u>57,900</u>	<u>62,900</u>	<u>58,895</u>	<u>4,005</u>
Total justice of the peace no. 4	<u>294,746</u>	<u>299,935</u>	<u>279,296</u>	<u>20,639</u>
District attorney:				
Salaries	2,110,197	2,111,898	1,834,852	277,046
Fringe benefits	893,970	894,310	715,436	178,874
Operating	<u>191,076</u>	<u>189,845</u>	<u>132,710</u>	<u>57,135</u>
Total district attorney	<u>3,195,243</u>	<u>3,196,053</u>	<u>2,682,998</u>	<u>513,055</u>
10th Admin Judicial Region:				
Salaries	-	68,661	65,250	3,411
Fringe benefits	-	13,448	12,752	696
Operating	<u>-</u>	<u>1,751</u>	<u>383</u>	<u>1,368</u>
Total 10th Admin Judicial Region	<u>-</u>	<u>83,860</u>	<u>78,385</u>	<u>5,475</u>
Bail bond board:				
Salaries	3,000	3,000	-	3,000
Fringe benefits	605	605	-	605
Operating	<u>1,355</u>	<u>1,355</u>	<u>149</u>	<u>1,206</u>
Total bail bond board	<u>4,960</u>	<u>4,960</u>	<u>149</u>	<u>4,811</u>
Collections office:				
Salaries	175,831	175,831	159,571	16,260
Fringe benefits	106,660	106,660	82,153	24,507
Operating	<u>15,180</u>	<u>15,180</u>	<u>10,130</u>	<u>5,050</u>
Total collections office	<u>297,671</u>	<u>297,671</u>	<u>251,854</u>	<u>45,817</u>
Total judicial	<u>10,041,832</u>	<u>10,160,014</u>	<u>8,478,492</u>	<u>1,681,522</u>
Public safety:				
Constable no. 1:				
Salaries	47,343	47,525	47,525	-
Fringe benefits	26,390	26,390	10,819	15,571
Operating	<u>8,920</u>	<u>12,611</u>	<u>11,016</u>	<u>1,595</u>
Total constable no. 1	<u>82,653</u>	<u>86,526</u>	<u>69,360</u>	<u>17,166</u>
Constable no. 2:				
Salaries	47,343	47,525	47,525	-
Fringe benefits	26,390	26,390	20,817	5,573
Operating	<u>7,035</u>	<u>21,211</u>	<u>19,468</u>	<u>1,743</u>
Total constable no. 2	<u>80,768</u>	<u>95,126</u>	<u>87,810</u>	<u>7,316</u>
Constable no. 3:				
Salaries	47,343	47,525	47,525	-
Fringe benefits	26,390	26,389	24,504	1,885
Operating	<u>15,000</u>	<u>14,845</u>	<u>12,822</u>	<u>2,023</u>
Total constable no. 3	<u>88,733</u>	<u>88,759</u>	<u>84,851</u>	<u>3,908</u>

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b> (Continued)				
Public safety: (Continued)				
Constable no. 4:				
Salaries	\$ 47,343	\$ 47,525	\$ 47,525	\$ -
Fringe benefits	26,390	26,390	22,287	4,103
Operating	15,865	19,855	18,083	1,772
Total constable no. 4	<u>89,598</u>	<u>93,770</u>	<u>87,895</u>	<u>5,875</u>
Sheriff - corrections:				
Salaries	4,352,192	4,227,507	2,126,016	2,101,491
Fringe benefits	2,048,970	2,048,949	1,724,176	324,773
Operating	766,180	903,485	715,117	188,368
Total sheriff - corrections	<u>7,167,342</u>	<u>7,179,941</u>	<u>4,565,309</u>	<u>2,614,632</u>
Contract jail operations:				
Salaries	7,635,301	6,895,844	1,795,673	5,100,171
Fringe benefits	3,984,155	3,554,155	3,055,986	498,169
Operating	2,209,000	2,881,173	2,809,235	71,938
Total contract jail operations	<u>13,828,456</u>	<u>13,331,172</u>	<u>7,660,894</u>	<u>5,670,278</u>
Criminal Justice Center operations:				
Salaries	346,832	406,832	401,300	5,532
Fringe benefits	186,975	186,974	167,357	19,617
Operating	89,780	87,614	56,570	31,044
Total Criminal Justice Center operations	<u>623,587</u>	<u>681,420</u>	<u>625,227</u>	<u>56,193</u>
Department of Public Safety:				
Operating	10,516	10,516	10,500	16
Total Department of Public Safety	<u>10,516</u>	<u>10,516</u>	<u>10,500</u>	<u>16</u>
Parks and wildlife:				
Operating	1,755	1,856	1,616	240
Total parks and wildlife	<u>1,755</u>	<u>1,856</u>	<u>1,616</u>	<u>240</u>
Juvenile board:				
Salaries	855,500	518,899	567,481	( 48,582)
Fringe benefits	380,496	820,489	875,954	( 55,465)
Operating	297,720	588,200	402,100	186,100
Total juvenile board	<u>1,533,716</u>	<u>1,927,588</u>	<u>1,845,535</u>	<u>82,053</u>
Total public safety	<u>23,507,124</u>	<u>23,496,674</u>	<u>15,038,997</u>	<u>8,457,677</u>
Health and human services:				
Veterans services:				
Salaries	73,983	74,265	74,265	-
Fringe benefits	43,425	43,143	42,161	982
Operating	14,750	16,900	4,775	12,125
Total veterans services	<u>132,158</u>	<u>134,308</u>	<u>121,201</u>	<u>13,107</u>
Civil defense:				
Operating	32,475	32,475	30,831	1,644
Total civil defense	<u>32,475</u>	<u>32,475</u>	<u>30,831</u>	<u>1,644</u>
911 Addressing:				
Salaries	146,172	146,671	140,362	6,309
Fringe benefits	60,130	59,632	43,289	16,343
Operating	63,375	63,375	7,183	56,192
Total 911 addressing	<u>269,677</u>	<u>269,678</u>	<u>190,834</u>	<u>78,844</u>

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b> (Continued)				
Health and human services: (Continued)				
Health:				
Salaries	\$ 339,908	\$ 339,908	\$ 308,824	\$ 31,084
Fringe benefits	198,565	198,565	159,119	39,446
Operating	<u>691,850</u>	<u>721,280</u>	<u>406,348</u>	<u>314,932</u>
Total health	<u>1,230,323</u>	<u>1,259,753</u>	<u>874,291</u>	<u>385,462</u>
Historical commission:				
Operating	<u>11,745</u>	<u>11,745</u>	<u>10,531</u>	<u>1,214</u>
Total historical commission	<u>11,745</u>	<u>11,745</u>	<u>10,531</u>	<u>1,214</u>
Contributions:				
Operating	<u>466,858</u>	<u>469,358</u>	<u>439,657</u>	<u>29,701</u>
Total contributions	<u>466,858</u>	<u>469,358</u>	<u>439,657</u>	<u>29,701</u>
Total health and human services	<u>2,143,236</u>	<u>2,177,317</u>	<u>1,667,345</u>	<u>509,972</u>
Public buildings:				
Courthouse building:				
Salaries	432,349	432,349	409,792	22,557
Fringe benefits	240,365	240,365	215,955	24,410
Operating	<u>623,375</u>	<u>659,686</u>	<u>630,995</u>	<u>28,691</u>
Total courthouse building	<u>1,296,089</u>	<u>1,332,400</u>	<u>1,256,742</u>	<u>75,658</u>
Jail building:				
Operating	<u>415,000</u>	<u>499,784</u>	<u>461,882</u>	<u>37,902</u>
Total jail building	<u>415,000</u>	<u>499,784</u>	<u>461,882</u>	<u>37,902</u>
Service center building:				
Operating	<u>51,550</u>	<u>56,417</u>	<u>49,589</u>	<u>6,828</u>
Total service center building	<u>51,550</u>	<u>56,417</u>	<u>49,589</u>	<u>6,828</u>
Longview Whaley Street community building:				
Salaries	47,600	47,600	24,729	22,871
Fringe benefits	10,560	10,560	5,584	4,976
Operating	<u>45,100</u>	<u>71,448</u>	<u>66,499</u>	<u>4,949</u>
Total Longview Whaley Street community building	<u>103,260</u>	<u>129,608</u>	<u>96,812</u>	<u>32,796</u>
Judson community building:				
Operating	<u>5,550</u>	<u>5,577</u>	<u>5,210</u>	<u>367</u>
Total Judson community building	<u>5,550</u>	<u>5,577</u>	<u>5,210</u>	<u>367</u>
Greggton community building:				
Operating	<u>32,845</u>	<u>33,201</u>	<u>23,334</u>	<u>9,867</u>
Total Greggton community building	<u>32,845</u>	<u>33,201</u>	<u>23,334</u>	<u>9,867</u>
Gladewater Commerce Street building:				
Operating	<u>3,500</u>	<u>3,000</u>	<u>2,191</u>	<u>809</u>
Total Gladewater Commerce Street building	<u>3,500</u>	<u>3,000</u>	<u>2,191</u>	<u>809</u>
Liberty City office/community building:				
Operating	<u>1,000</u>	-	-	-
Total Liberty City office and community building	<u>1,000</u>	-	-	-

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b> (Continued)				
Public buildings: (Continued)				
Hugh Camp Memorial Park:				
Operating	\$ 32,550	\$ 51,481	\$ 45,551	\$ 5,930
Total Hugh Camp Memorial Park	<u>32,550</u>	<u>51,481</u>	<u>45,551</u>	<u>5,930</u>
Olivia R. Hilburn community building:				
Operating	17,950	400	400	-
Total Olivia R. Hilburn community building	<u>17,950</u>	<u>400</u>	<u>400</u>	<u>-</u>
Kilgore office and community building:				
Operating	24,350	22,501	18,795	3,706
Total Kilgore office and community building	<u>24,350</u>	<u>22,501</u>	<u>18,795</u>	<u>3,706</u>
Kilgore South Street building:				
Operating	300	-	-	-
Total Kilgore South Street building	<u>300</u>	<u>-</u>	<u>-</u>	<u>-</u>
Elderville community building:				
Operating	23,675	46,814	35,589	11,225
Total Elderville community building	<u>23,675</u>	<u>46,814</u>	<u>35,589</u>	<u>11,225</u>
Longview Eastman Road building:				
Operating	23,600	23,578	15,779	7,799
Total Longview Easton Road building	<u>23,600</u>	<u>23,578</u>	<u>15,779</u>	<u>7,799</u>
Longview Eastman Road building:				
Operating	3,350	3,200	1,972	1,228
Total Longview Easton Road building	<u>3,350</u>	<u>3,200</u>	<u>1,972</u>	<u>1,228</u>
Purchasing Surplus Building:				
Salaries	210,175	210,175	188,870	21,305
Fringe benefits	161,120	161,120	128,772	32,348
Operating	37,550	37,550	30,043	7,507
Total Purchasing Surplus building	<u>408,845</u>	<u>408,845</u>	<u>347,685</u>	<u>61,160</u>
M. A. Smith Criminal Justice Center:				
Operating	55,750	57,061	34,203	22,858
Total M. A. Smith Criminal Justice Center	<u>55,750</u>	<u>57,061</u>	<u>34,203</u>	<u>22,858</u>
Total public buildings	<u>2,499,164</u>	<u>2,673,867</u>	<u>2,395,734</u>	<u>278,133</u>
Transportation and Roads:				
Interagency Road Projects:				
Operating expenditures	1,420,972	1,434,762	1,434,762	-
Total Interagency Road Projects	<u>1,420,972</u>	<u>1,434,762</u>	<u>1,434,762</u>	<u>-</u>
Total Transportation and Roads	<u>1,420,972</u>	<u>1,434,762</u>	<u>1,434,762</u>	<u>-</u>

**GREGG COUNTY, TEXAS**

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b> (Continued)				
Debt service:				
Principal	\$ 1,000	\$ 1,000	\$ 65,214	\$ ( 64,214)
Interest	<u>500</u>	<u>500</u>	<u>696</u>	<u>( 196)</u>
Total debt service	<u>1,500</u>	<u>1,500</u>	<u>65,910</u>	<u>( 64,410)</u>
Total expenditures	<u>51,403,688</u>	<u>51,542,316</u>	<u>39,204,313</u>	<u>12,338,003</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>( 3,268,120)</u>	<u>( 2,891,322)</u>	<u>14,441,964</u>	<u>( 7,342,720)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	( 2,804,228)	( 3,421,572)	( 2,614,294)	807,278
Issuance of leases	-	-	77,019	77,019
Sale of capital assets	35,000	35,000	73,755	38,755
Insurance recoveries	<u>-</u>	<u>26,863</u>	<u>38,231</u>	<u>11,368</u>
Total other financing sources (uses)	<u>( 2,769,228)</u>	<u>( 3,359,709)</u>	<u>( 2,425,289)</u>	<u>934,420</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>( 6,037,348)</u>	<u>( 6,251,031)</u>	<u>12,016,675</u>	<u>18,267,706</u>
<b>FUND BALANCE, BEGINNING</b>	<u>40,646,416</u>	<u>40,646,416</u>	<u>40,646,416</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 34,609,068</u>	<u>\$ 34,395,385</u>	<u>\$ 52,663,091</u>	<u>\$ 18,267,706</u>

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**GREGG COUNTY, TEXAS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – BUDGETARY SCHEDULES

SEPTEMBER 30, 2022

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. 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. Revenues are budgeted at the object level and expenditures are budgeted at the category/department level with the following categories: salaries, fringe benefits, operating, and capital outlay.

The County uses encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation. All open purchase orders lapse at year-end and are subject to re-appropriation in the subsequent year's budgetary process.

Budgetary comparison schedules are presented as required supplementary information for the General Fund and for each major special revenue fund with adopted budgets.

Comparisons of budgetary data to actual results of operations for the Capital Improvement Fund, Road and Bridge Fund, Airport Maintenance Fund, Court Technology and Security Fund, Records Management and Preservation Fund, Voting and Elections Fund, Law Library Fund, Health Care Fund, and Airport Capital Improvement Fund are presented as supplementary information.

The following funds do not have legally adopted budgets; therefore, no budgetary comparison schedules are presented: American Rescue Plan, Local Provider Participation, Law Enforcement Fund, Grant Fund, Code Enforcement Fund, VIT Operating Fund, Local Truancy Prevention/Diversion Fund, District Attorney Fund, Sheriff Fund, and FEMA Coronavirus Relief Fund.

**GREGG COUNTY, TEXAS**

SCHEDULE OF CHANGES IN NET PENSION LIABILITY  
AND RELATED RATIOS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

<b>Measurement Date December 31,</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
<b>Total Pension Liability</b>			
Service Cost	\$ 3,951,844	\$ 3,508,234	\$ 3,194,477
Interest Total Pension Liability	12,663,885	12,220,941	11,651,113
Effect of plan changes	-	-	-
Effect of Economic/Demographic (Gains) or Losses	( 334,584)	( 1,012,624)	140,771
Effect of Assumption Changes or Inputs	( 1,424,651)	9,128,541	-
Benefit Payments & Refunds	( 8,856,419)	( 8,214,714)	( 8,313,751)
Net Change in Total Pension Liability	6,000,075	15,630,378	6,672,610
Total Pension Liability - Beginning	<u>167,025,354</u>	<u>151,394,976</u>	<u>144,722,366</u>
Total Pension Liability - Ending (a)	<u>\$ 173,025,429</u>	<u>\$ 167,025,354</u>	<u>\$ 151,394,976</u>
<b>Plan Fiduciary Net Position</b>			
Employer Contributions	\$ 3,478,997	\$ 3,264,409	\$ 3,064,477
Member Contributions	2,053,356	1,926,685	1,943,539
Investment Income Net of Investment Expenses	34,617,009	15,214,977	21,281,165
Benefit Payments & Refunds	( 8,856,419)	( 8,214,717)	( 8,313,751)
Administrative Expenses	( 103,051)	( 116,591)	( 112,278)
Other	( 50,218)	( 74,673)	( 92,654)
Net Change in Plan Fiduciary Net Position	31,139,674	12,000,090	17,770,498
Plan Fiduciary Net Position - Beginning	<u>159,339,551</u>	<u>147,339,461</u>	<u>129,568,963</u>
Plan Fiduciary Net Position - Ending (b)	<u>190,479,225</u>	<u>159,339,551</u>	<u>147,339,461</u>
Net Pension Liability (Asset) - Ending (a) - (b)	<u>\$ ( 17,453,796)</u>	<u>\$ 7,685,803</u>	<u>\$ 4,055,515</u>
Fiduciary Net Position as A Percentage of Total Pension Liability	110.09%	95.40%	97.32%
Pensionable Covered Payroll	\$ 29,333,664	\$ 27,524,070	\$ 26,740,638
Net Pension Liability (Asset) as A Percentage of Covered Payroll	-59.50%	27.92%	15.17%

Note: This schedule is required to include 10 years of information, but information prior to 2014 is not available.



<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
\$ 3,314,571	\$ 3,503,561	\$ 3,531,610	\$ 3,307,965	\$ 3,352,760
11,288,323	10,628,971	9,867,996	9,364,860	8,831,106
-	-	-	( 483,308)	-
( 2,291,235)	( 155,792)	90,665	( 1,630,892)	( 820,005)
-	1,127,308	-	1,346,961	-
( 7,134,574)	( 6,428,980)	( 5,327,748)	( 5,430,771)	( 4,930,501)
5,177,085	8,675,068	8,162,523	6,474,815	6,433,360
<u>139,545,281</u>	<u>130,870,213</u>	<u>122,707,690</u>	<u>116,232,875</u>	<u>109,799,515</u>
\$ <u>144,722,366</u>	\$ <u>139,545,281</u>	\$ <u>130,870,213</u>	\$ <u>122,707,690</u>	\$ <u>116,232,875</u>
\$ 2,786,539	\$ 2,813,979	\$ 2,833,558	\$ 2,700,427	\$ 2,687,677
1,776,371	1,800,635	1,836,277	1,727,961	1,719,683
( 2,540,927)	17,396,356	8,259,029	( 264,690)	7,228,206
( 7,134,574)	( 6,428,980)	( 5,327,747)	( 5,430,771)	( 4,930,501)
( 104,070)	( 89,679)	( 89,748)	( 80,839)	( 84,645)
( 63,073)	( 25,162)	202,729	( 123,434)	( 155,736)
( 5,279,734)	15,467,149	7,714,098	( 1,471,346)	6,464,684
<u>134,848,697</u>	<u>119,381,548</u>	<u>111,667,450</u>	<u>113,138,796</u>	<u>106,674,112</u>
<u>129,568,963</u>	<u>134,848,697</u>	<u>119,381,548</u>	<u>111,667,450</u>	<u>113,138,796</u>
\$ <u>15,153,403</u>	\$ <u>4,696,584</u>	\$ <u>11,488,665</u>	\$ <u>11,040,240</u>	\$ <u>3,094,079</u>
89.53%	96.63%	91.22%	91.00%	97.34%
\$ 25,376,729	\$ 25,723,351	\$ 25,900,948	\$ 24,685,154	\$ 24,566,896
59.71%	18.26%	44.36%	44.72%	12.59%

**GREGG COUNTY, TEXAS**

SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

<b>Fiscal Year Ended September 30,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Employer Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Pensionable Covered Payroll (1)</b>	<b>Actual Contribution as a % of Covered Payroll</b>
2015	\$ 2,675,491	\$ 2,675,491	\$ -	\$ 24,456,039	10.94%
2016	2,756,645	2,756,645	-	25,197,850	10.94%
2017	2,805,690	2,805,690	-	25,773,377	10.89%
2018	2,779,766	2,779,766	-	25,337,881	10.97%
2019	2,982,090	2,982,090	-	25,376,729	11.75%
2020	3,242,296	3,242,296	-	26,740,638	12.12%
2021	3,354,351	3,354,351	-	28,282,334	11.86%
2022	3,379,939	3,379,939	-	27,909,756	12.11%

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

Note: This schedule is required to include 10 years of information, but information prior to 2015 is not available.

**Notes to Schedule:**

<b>Valuation Date</b>	Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.
<b>Actuarial Cost Method</b>	Entry age
<b>Amortization Method</b>	Level percentage of payroll, closed
<b>Remaining Amortization Period</b>	18.8 years (based on contribution rate calculated in 12/31/2021 valuation)
<b>Asset Valuation Method</b>	5-year smoothed market
<b>Inflation</b>	2.50%
<b>Salary Increases</b>	Varies by age and service. 4.7% average over career including inflation.
<b>Investment Rate of Return</b>	7.5%, net of administrative and investment expenses, including inflation.
<b>Retirement Age</b>	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at retirement for recent retirees is 61.
<b>Mortality</b>	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
<b>Changes in Assumptions</b>	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected. 2019: New inflation, mortality and other assumptions were reflected.
<b>Changes in Plan Provisions</b>	2015: Employer contributions reflect that a 40% CPI COLA was adopted. 2016: Employer contributions reflect that a 40% CPI COLA was adopted. 2017: Employer contributions reflect that a 40% CPI COLA was adopted. Also, new Annuity Purchase Rates were reflected for benefits earned after 2017. 2018: Employer contributions reflect that a 40% CPI COLA was adopted. 2019: Employer contributions reflect that a 40% CPI COLA was adopted. 2020: Employer contributions reflect that a 40% CPI COLA was adopted. 2021: No changes in plan provisions were reflected in the schedule.

**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.

**Road and Bridge Fund** – This fund is used to account for property taxes, licenses and permits, intergovernmental revenue, and forfeitures used to fund the operation, construction and maintenance of roads and bridges.

**Airport Fund** – This fund accounts for the activities of the East Texas Regional Airport.

**Law Enforcement Fund** – This fund is used to account for law enforcement revenues and expenditures restricted by federal and state statutes.

**Court Technology and Security Fund** – This fund accounts for the fees collected from defendants in criminal cases pursuant to the Code of Criminal Procedure §102.0169, §102.017, and §102.0173. Proceeds are used to cover the costs of continuing education and training for the judges and clerks on technological enhancements and for the purchase and maintenance of technological enhancements including computer systems, networks, hardware, and software, imaging systems, electronic kiosks, and docket management systems.

**Records Management and Preservation Fund** – This fund is used to account for receipts and disbursements related to the record management and preservation program. Resources from this fund are used to manage, organize, promote, implement, preserve, and maintain county records.

**Voting and Elections Fund** – This fund is used to account for activities related to voting and elections within the County which are restricted by federal and state statutes.

**Grant Fund** – This fund is used to account for activities related to federal, state, and local grants received by the County.

**Law Library** – This fund accounts for fees collected pursuant to Local Government Code §323.023 for the operations of the law library.

**Health Care Fund** – This fund is used to account for the federal and state funding received for health care activities.

**Code Enforcement Fund** – This fund is used to account for the activities related to code enforcement.

**VIT Operating Fund** – This fund is used to account for the vehicle inventory tax functions of the County tax office.

**Local Truancy Prevention / Diversion** – This fund is used to account for fees charges which are required to be used for necessary expenditures relating to the position of a juvenile case manager.

**District Attorney Fund** – This fund accounts for all receipts and disbursements related to the discretionary funding of the District Attorney.

**Sheriff Fund** – This fund is used to account for the inmate welfare activities at the County jail as well as asset forfeitures. These funds are restricted by statute.

**Coronavirus Relief Fund** – This fund is used to account for expenditures specific to addressing the Coronavirus pandemic and the reimbursement of those expenditures by the Coronavirus Relief Funds Federal grant.

**Capital Projects Funds** are used to account for capital outlays primarily funded by bond funds and other local and intergovernmental sources.

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**Airport Capital Improvement** – This fund accounts for capital improvements made to the Gregg County airport.

### **INTERNAL SERVICE FUNDS**

**Internal Service Funds** are used to account for services provided to other departments or agencies of the County on a cost-reimbursement basis.

**Print Shop Fund** – This fund was established in 2001 and accounts for printing functions provided to County departments. Operational costs associated with the print shop are supported by charges to user departments.

**Self-insurance Fund** – This fund accounts for revenues and expenses related to employee insurance benefits. The County provides health and dental benefits for full-time employees. The County transitioned to a self-funded medical plan out of the traditional fully insured model in fiscal year 2001 to help lower costs and maintain stability in premiums.

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## **FIDUCIARY FUNDS**

### **CUSTODIAL FUNDS**

***Custodial funds*** are used to account for short-term custodial collections of resources on behalf of another individual, entity, or government.

**Tax Assessor-Collector Fund** – This fund is used to account for funds held by the Tax Office as an agent for other taxing entities. Collections are initially accounted for here and subsequently submitted to the appropriate State, County or other taxing entity. It is also used to account for interest earned on the Vehicle Inventory Tax for the Tax Assessor-Collector to defray the cost of administration of the prepayment procedure.

**County Clerk Fund** – This fund is used to account for the collection of fees and other costs by the County Clerk and the distribution of those monies or interest earnings and principal cash established by the Court for various reasons within the Court's jurisdiction. Upon completion and court order, the latter funds are remitted to the appropriate individuals.

**District Clerk Fund** – This fund is used to account for the collection of fees and other costs by the District Clerk and the distribution of those monies or interest earnings and principal cash established by the Court for various reasons within the Court's jurisdiction. Upon completion and court order, the latter funds are remitted to the appropriate individuals.

**Sheriff Fund** – This fund is used to account for monies of County inmates held in escrow on their behalf. The monies are disbursed to the jail commissary and other parties upon direction from the inmates. This fund is also used to account for various monies collected or deposited with the County associated with activities such as bail bonds of individuals, restitution and attorneys' fees awarded by the Courts and seizures pending. The monies are disbursed to the parties for whom the assets are held by order of the Courts.

**District Attorney Fund** – This fund is used to account for restitution payable to victims and temporarily holds fees collected on hot checks.

**Code Forfeiture Pending Fund** – This fund is used to account for monies seized in criminal cases. The funds are held until their disposition, primarily as forfeitures to law enforcement agencies and the District Attorney's office, as established by court order.

**Gregg/Harrison First Call Warning Fund** – This fund is used to account for donations and payments of funding for software to run a First Call Warning system. The fund has been inactive in recent years.

**Adult Probation Fund** – This fund is used to account for funds held by the County for the Gregg County Adult Probation Department.

**Juvenile Probation Fund** – This fund is used to account for funds held by the County for the Gregg County Juvenile Probation Department or the Gregg County Juvenile Detention Center.

**GREGG COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2022

	Special Revenue			
	Road and Bridge	Airport Maintenance	Law Enforcement	Court Technology and Security
<b>ASSETS</b>				
Cash and cash equivalents	\$ 521,117	\$ 254,202	\$ 66,255	\$ 719,113
Investments	1,049,873	1,595,077	-	-
Receivables (net of allowance for uncollectibles):				
Accounts	1,206,984	15,274	-	65,357
Leases	-	2,186,293	-	-
Taxes	61,092	50,910	-	-
Interest	1,044	1,980	-	-
Intergovernmental	-	3,660	-	-
Inventory	<u>738,376</u>	<u>28,595</u>	<u>-</u>	<u>-</u>
Total assets	<u>3,578,486</u>	<u>4,135,991</u>	<u>66,255</u>	<u>784,470</u>
<b>LIABILITIES</b>				
Accounts payable	48,875	55,194	50,666	6,340
Due to other funds	-	-	-	-
Total liabilities	<u>48,875</u>	<u>55,194</u>	<u>50,666</u>	<u>6,340</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Leases receivable	-	2,173,776	-	-
Unavailable revenue - property taxes	52,662	43,885	-	-
Unavailable revenue - grants	-	-	-	-
Unavailable revenue - court fines	<u>1,166,925</u>	<u>-</u>	<u>-</u>	<u>62,798</u>
Total deferred inflows of resources	<u>1,219,587</u>	<u>2,217,661</u>	<u>-</u>	<u>62,798</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Inventories	738,376	28,595	-	-
Restricted for:				
Public safety operations	-	-	15,589	-
Judicial operations	-	-	-	-
Airport operations	-	-	-	-
Transportation and road improvements	1,571,648	-	-	-
Court technology and security	-	-	-	715,332
Records management and preservation	-	-	-	-
Voting and elections	-	-	-	-
Health and human services operations	-	-	-	-
VIT operations	-	-	-	-
Committed for:				
Airport operations	-	1,834,541	-	-
Donations to healthcare organizations	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>2,310,024</u>	<u>1,863,136</u>	<u>15,589</u>	<u>715,332</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 3,578,486</u>	 <u>\$ 4,135,991</u>	 <u>\$ 66,255</u>	 <u>\$ 784,470</u>

Special Revenue

Records Management and Preservation	Voting and Elections	Grant	Law Library	Health Care	Code Enforcement	VIT Operating
\$ 596,097	\$ 69,700	\$ 59,657	\$ 133,083	\$ 89,136	\$ 194,900	\$ 27,796
600,000	-	-	-	3,224,869	-	-
104,047	-	-	1,462	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,281	-	-	-	-	-	-
-	-	458,141	-	-	-	-
-	-	-	-	-	-	-
<u>1,301,425</u>	<u>69,700</u>	<u>517,798</u>	<u>134,545</u>	<u>3,314,005</u>	<u>194,900</u>	<u>27,796</u>
1,083	-	-	2,343	-	-	-
-	-	149,132	-	-	-	-
<u>1,083</u>	<u>-</u>	<u>149,132</u>	<u>2,343</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
98,438	-	-	307	-	-	-
<u>98,438</u>	<u>-</u>	<u>-</u>	<u>307</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	17,259	-	-	194,900	-
-	-	204,261	131,895	-	-	-
-	-	-	-	-	-	-
-	-	101,911	-	-	-	-
-	-	-	-	-	-	-
1,201,904	-	-	-	-	-	-
-	69,700	21,126	-	-	-	-
-	-	24,109	-	-	-	-
-	-	-	-	-	-	27,796
-	-	-	-	-	-	-
-	-	-	-	3,314,005	-	-
-	-	-	-	-	-	-
<u>1,201,904</u>	<u>69,700</u>	<u>368,666</u>	<u>131,895</u>	<u>3,314,005</u>	<u>194,900</u>	<u>27,796</u>
<u>\$ 1,301,425</u>	<u>\$ 69,700</u>	<u>\$ 517,798</u>	<u>\$ 134,545</u>	<u>\$ 3,314,005</u>	<u>\$ 194,900</u>	<u>\$ 27,796</u>

**GREGG COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2022

	Special Revenue			
	Local Truancy Prevention/ Diversion	District Attorney	Sheriff	FEMA Coronavirus Relief
<b>ASSETS</b>				
Cash and cash equivalents	\$ 36,527	\$ 61,440	\$ 1,000,778	\$ -
Investments	-	-	-	-
Receivables (net of allowance for uncollectibles):				
Accounts	7,883	-	-	-
Leases	-	-	-	-
Taxes	-	-	-	-
Interest	-	-	-	-
Intergovernmental	-	1,873	-	1,084,242
Inventory	-	-	-	-
Total assets	44,410	63,313	1,000,778	1,084,242
<b>LIABILITIES</b>				
Accounts payable	-	-	11,233	-
Due to other funds	-	-	-	1,084,242
Total liabilities	-	-	11,233	1,084,242
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Leases receivable	-	-	-	-
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	-	1,069,812
Unavailable revenue - court fines	7,591	-	-	-
Total deferred inflows of resources	7,591	-	-	1,069,812
<b>FUND BALANCES</b>				
Nonspendable:				
Inventories	-	-	-	-
Restricted for:				
Public safety operations	-	-	989,545	-
Judicial operations	36,819	63,313	-	-
Airport operations	-	-	-	-
Transportation and road improvements	-	-	-	-
Court technology and security	-	-	-	-
Records management and preservation	-	-	-	-
Voting and elections	-	-	-	-
Health and human services operations	-	-	-	-
VIT operations	-	-	-	-
Committed for:				
Airport operations	-	-	-	-
Donations to healthcare organizations	-	-	-	-
Unassigned	-	-	-	( 1,069,812)
Total fund balances	36,819	63,313	989,545	( 1,069,812)
Total liabilities, deferred inflows of resources and fund balances	\$ 44,410	\$ 63,313	\$ 1,000,778	\$ 1,084,242

<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
Airport Capital Improvement	
\$ 398,154	\$ 4,227,955
-	6,469,819
-	1,401,007
-	2,186,293
-	112,002
-	4,305
67,687	1,615,603
-	766,971
<u>465,841</u>	<u>16,783,955</u>
51,009	226,743
-	1,233,374
<u>51,009</u>	<u>1,460,117</u>
-	2,173,776
-	96,547
-	1,069,812
-	1,336,059
<u>-</u>	<u>4,676,194</u>
-	766,971
-	1,217,293
-	436,288
414,832	414,832
-	1,673,559
-	715,332
-	1,201,904
-	90,826
-	24,109
-	27,796
-	1,834,541
-	3,314,005
-	( 1,069,812)
<u>414,832</u>	<u>10,647,644</u>
<u>\$ 465,841</u>	<u>\$ 16,783,955</u>

**GREGG COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue			
	Road and Bridge	Airport Maintenance	Law Enforcement	Court Technology and Security
<b>REVENUES</b>				
Current property taxes	\$ 2,428,806	\$ 2,022,181	\$ -	\$ -
Delinquent property taxes	57,264	58,283	-	-
Licenses and permits	1,570,409	-	-	-
Intergovernmental	164,815	21,901	-	-
Charges for services	10,526	18,010	-	139,735
Fines and forfeitures	468,978	-	-	-
Investment earnings	13,981	47,571	-	-
Rent and commissions	-	396,224	-	-
Miscellaneous	19,818	1,026	-	-
Total revenues	<u>4,734,597</u>	<u>2,565,196</u>	<u>-</u>	<u>139,735</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	337,100	-	-
Judicial	-	-	-	38,536
Public safety	-	1,186,741	-	9,047
Health and human services	-	-	-	-
Transportation and roads	4,856,884	-	-	-
Capital outlay	44,597	168,631	-	-
Debt service:				
Principal	5,348	2,181	-	-
Interest	49	14	-	-
Total expenditures	<u>4,906,878</u>	<u>1,694,667</u>	<u>-</u>	<u>47,583</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>( 172,281)</u>	<u>870,529</u>	<u>-</u>	<u>92,152</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	150,000	-	-	-
Transfers out	( 1,850)	( 146,396)	-	-
Sale of capital assets	113,561	-	-	-
Total other financing sources (uses)	<u>261,711</u>	<u>( 146,396)</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	89,430	724,133	-	92,152
<b>FUND BALANCES, BEGINNING</b>	2,220,594	1,139,003	15,589	623,180
<b>PRIOR PERIOD ADJUSTMENT</b>	-	-	-	-
<b>FUND BALANCES, ENDING</b>	<u>\$ 2,310,024</u>	<u>\$ 1,863,136</u>	<u>\$ 15,589</u>	<u>\$ 715,332</u>

Special Revenue

Records Management and Preservation	Voting and Elections	Grant	Law Library	Health Care	Code Enforcement	VIT Operating
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4,222	2,614,811	-	56,237	-	-
329,395	38,321	-	84,546	-	-	24,399
-	-	-	-	-	12,733	-
5,460	-	-	-	12,149	970	122
-	-	-	-	-	-	-
-	-	-	121	-	-	-
<u>334,855</u>	<u>42,543</u>	<u>2,614,811</u>	<u>84,667</u>	<u>68,386</u>	<u>13,703</u>	<u>24,521</u>
202,624	18,170	682,654	-	-	-	13,541
3,114	-	104,855	80,568	-	-	-
-	-	1,015,820	-	-	6,402	-
-	-	163,321	-	40,000	-	-
-	-	631,830	-	-	-	-
3,332	-	135,820	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>209,070</u>	<u>18,170</u>	<u>2,734,300</u>	<u>80,568</u>	<u>40,000</u>	<u>6,402</u>	<u>13,541</u>
<u>125,785</u>	<u>24,373</u>	<u>( 119,489)</u>	<u>4,099</u>	<u>28,386</u>	<u>7,301</u>	<u>10,980</u>
33,926	-	187,879	-	-	-	-
-	( 5,113)	( 102,031)	-	-	-	-
-	-	-	-	-	-	-
<u>33,926</u>	<u>( 5,113)</u>	<u>85,848</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
159,711	19,260	( 33,641)	4,099	28,386	7,301	10,980
1,042,193	50,440	402,307	127,796	3,285,619	187,599	16,816
-	-	-	-	-	-	-
<u>\$ 1,201,904</u>	<u>\$ 69,700</u>	<u>\$ 368,666</u>	<u>\$ 131,895</u>	<u>\$ 3,314,005</u>	<u>\$ 194,900</u>	<u>\$ 27,796</u>

**GREGG COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue			
	Local Truancy Prevention/ Diversion	District Attorney	Sheriff	FEMA Coronavirus Relief
<b>REVENUES</b>				
Current property taxes	\$ -	\$ -	\$ -	\$ -
Delinquent property taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	25,021	-	14,431
Charges for services	13,682	641	6,662	-
Fines and forfeitures	-	-	664,986	-
Investment earnings	-	-	1,781	-
Rent and commissions	-	-	2	-
Miscellaneous	-	8	-	-
Total revenues	<u>13,682</u>	<u>25,670</u>	<u>673,431</u>	<u>14,431</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	-
Judicial	-	29,987	-	-
Public safety	-	-	485,943	-
Health and human services	-	-	-	24,340
Transportation and roads	-	-	-	-
Capital outlay	-	-	-	1,996
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>-</u>	<u>29,987</u>	<u>485,943</u>	<u>26,336</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>13,682</u>	<u>( 4,317)</u>	<u>187,488</u>	<u>( 11,905)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	11,905
Transfers out	-	-	-	-
Sale of capital assets	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,905</u>
<b>NET CHANGE IN FUND BALANCES</b>	13,682	( 4,317)	187,488	-
<b>FUND BALANCES, BEGINNING</b>	23,137	67,630	802,057	-
<b>PRIOR PERIOD ADJUSTMENT</b>	-	-	-	( 1,069,812)
<b>FUND BALANCES, ENDING</b>	<u>\$ 36,819</u>	<u>\$ 63,313</u>	<u>\$ 989,545</u>	<u>\$( 1,069,812)</u>



<u>Capital Projects</u>		<u>Total Nonmajor Governmental Funds</u>
Airport Capital Improvement		
\$ -	\$	4,450,987
-		115,547
-		1,570,409
568,859		3,470,297
111,186		777,103
-		1,146,697
-		82,034
-		396,226
-		20,973
<u>680,045</u>		<u>12,030,273</u>
-		1,254,089
-		257,060
-		2,703,953
-		227,661
-		5,488,714
577,687		932,063
-		7,529
-		63
<u>577,687</u>		<u>10,871,132</u>
<u>102,358</u>		<u>1,159,141</u>
-		383,710
-	(	255,390)
-		113,561
<u>-</u>		<u>241,881</u>
102,358		1,401,022
312,474		10,316,434
<u>-</u>	(	<u>1,069,812)</u>
\$ <u>414,832</u>	\$	<u>10,647,644</u>

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**GREGG COUNTY, TEXAS**

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

CAPITAL IMPROVEMENT FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment earnings	\$ 63,000	\$ 63,000	\$ 118,670	\$ 55,670
Total revenues	<u>63,000</u>	<u>63,000</u>	<u>118,670</u>	<u>55,670</u>
<b>EXPENDITURES</b>				
Current:				
General government	92,884	143,598	11,460	132,138
Public buildings	100,000	103,986	18,761	85,225
Transportation and roads	413,999	850,336	771,919	78,417
Capital outlay	<u>1,826,252</u>	<u>3,956,139</u>	<u>2,135,098</u>	<u>1,821,041</u>
Total expenditures	<u>2,433,135</u>	<u>5,054,059</u>	<u>2,937,238</u>	<u>2,116,821</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	( 2,370,135)	( 4,991,059)	( 2,818,568)	2,172,491
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,484,124	2,898,474	2,485,974	( 412,500)
Insurance recoveries	-	46,618	49,898	3,280
Total other financing sources (uses)	<u>2,484,124</u>	<u>2,945,092</u>	<u>2,535,872</u>	<u>( 409,220)</u>
<b>NET CHANGE IN FUND BALANCE</b>	113,989	( 2,045,967)	( 282,696)	1,763,271
<b>FUND BALANCE, BEGINNING</b>	<u>19,862,139</u>	<u>19,862,139</u>	<u>19,862,139</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	\$ <u>19,976,128</u>	\$ <u>17,816,172</u>	\$ <u>19,579,443</u>	\$ <u>1,763,271</u>

**GREGG COUNTY, TEXAS**

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

ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES</b>				
Current property taxes	\$ 2,457,222	\$ 2,457,222	\$ 2,428,806	\$( 28,416)
Delinquent property taxes	65,868	65,868	57,264	( 8,604)
Licenses and permits	1,546,000	1,546,000	1,570,409	24,409
Intergovernmental	18,875	18,875	164,815	145,940
Charges for services	-	-	10,526	10,526
Fines and forfeitures	493,000	493,000	468,978	( 24,022)
Investment earnings	18,000	18,000	13,981	( 4,019)
Miscellaneous	2,200	2,200	19,818	17,618
Total revenues	<u>4,601,165</u>	<u>4,601,165</u>	<u>4,734,597</u>	<u>133,432</u>
<b>EXPENDITURES</b>				
Transportation and roads:				
Administration:				
Salaries	280,188	280,188	275,744	4,444
Fringe benefits	115,425	115,425	105,541	9,884
Operating	<u>49,715</u>	<u>49,715</u>	<u>( 26,186)</u>	<u>75,901</u>
Total administration	<u>445,328</u>	<u>445,328</u>	<u>355,099</u>	<u>90,229</u>
Road and bridge - precinct no. 1:				
Salaries	683,977	661,477	641,515	19,962
Fringe benefits	338,280	338,280	285,328	52,952
Operating	334,850	374,723	382,930	( 8,207)
Capital outlay	<u>-</u>	<u>19,044</u>	<u>19,044</u>	<u>-</u>
Total road and bridge - precinct no. 1	<u>1,357,107</u>	<u>1,393,524</u>	<u>1,328,817</u>	<u>64,707</u>
Road and bridge - precinct no. 2:				
Salaries	43,160	43,317	41,817	1,500
Fringe benefits	22,780	22,623	22,053	570
Operating	<u>25,500</u>	<u>25,500</u>	<u>2,371</u>	<u>23,129</u>
Total road and bridge - precinct no. 2	<u>91,440</u>	<u>91,440</u>	<u>66,241</u>	<u>25,199</u>
Road and bridge - precinct no. 3:				
Salaries	754,730	702,028	684,643	17,385
Fringe benefits	414,616	457,647	397,015	60,632
Operating	782,565	764,857	778,891	( 14,034)
Capital outlay	<u>-</u>	<u>37,282</u>	<u>25,553</u>	<u>11,729</u>
Total road and bridge - precinct no. 3	<u>1,951,911</u>	<u>1,961,814</u>	<u>1,886,102</u>	<u>75,712</u>
Road and bridge - precinct no. 4:				
Salaries	627,709	627,702	606,262	21,440
Fringe benefits	348,075	348,082	297,202	50,880
Operating	<u>425,302</u>	<u>425,302</u>	<u>361,758</u>	<u>63,544</u>
Total road and bridge - precinct no. 4	<u>1,401,086</u>	<u>1,401,086</u>	<u>1,265,222</u>	<u>135,864</u>
Total transportation and roads	<u>5,246,872</u>	<u>5,293,192</u>	<u>4,901,481</u>	<u>391,711</u>

**GREGG COUNTY, TEXAS**

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

ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Debt service:				
Principal	-	-	5,348	( 5,348)
Interest	-	-	49	( 49)
Total debt service	-	-	5,397	( 5,397)
 Total expenditures	<u>5,246,872</u>	<u>5,293,192</u>	<u>4,906,878</u>	<u>386,314</u>
 <b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>( 645,707)</u>	<u>( 692,027)</u>	<u>( 172,281)</u>	<u>519,746</u>
 <b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	( 100,000)	250,000	150,000	( 100,000)
Transfers out	-	( 1,850)	( 1,850)	-
Sale of capital assets	<u>15,000</u>	<u>15,000</u>	<u>113,561</u>	<u>98,561</u>
Total other financing sources and (uses)	<u>( 85,000)</u>	<u>263,150</u>	<u>261,711</u>	<u>( 1,439)</u>
 <b>NET CHANGE IN FUND BALANCE</b>	<u>( 730,707)</u>	<u>( 428,877)</u>	89,430	518,307
 <b>FUND BALANCE, BEGINNING</b>	<u>2,220,594</u>	<u>2,220,594</u>	<u>2,220,594</u>	<u>-</u>
 <b>FUND BALANCE, ENDING</b>	<u>\$ 1,489,887</u>	<u>\$ 1,791,717</u>	<u>\$ 2,310,024</u>	<u>\$ 518,307</u>

**GREGG COUNTY, TEXAS**

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

AIRPORT MAINTENANCE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Current property taxes	\$ 2,048,083	\$ 2,048,083	\$ 2,022,181	\$( 25,902)
Delinquent property taxes	65,627	65,627	58,283	( 7,344)
Intergovernmental	20,500	20,500	21,901	1,401
Charges for services	17,600	17,600	18,010	410
Investment earnings	6,000	6,000	47,571	41,571
Rent and commissions	357,200	357,200	396,224	39,024
Miscellaneous	500	500	1,026	526
Total revenues	<u>2,515,510</u>	<u>2,515,510</u>	<u>2,565,196</u>	<u>49,686</u>
<b>EXPENDITURES</b>				
Current:				
General government	1,350,219	1,178,439	337,100	841,339
Public safety	1,224,586	1,224,587	1,186,741	37,846
Capital outlay	-	171,779	168,631	3,148
Debt service:				
Principal	-	-	2,181	( 2,181)
Interest	-	-	14	( 14)
Total expenditures	<u>2,574,805</u>	<u>2,574,805</u>	<u>1,694,667</u>	<u>880,138</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>( 59,295)</u>	<u>( 59,295)</u>	<u>870,529</u>	<u>929,824</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	( 146,396)	( 146,396)	( 146,396)	-
Sale of capital assets	250	250	-	( 250)
Total other financing sources (uses)	<u>( 146,146)</u>	<u>( 146,146)</u>	<u>( 146,396)</u>	<u>( 250)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>( 205,441)</u>	<u>( 205,441)</u>	<u>724,133</u>	<u>929,574</u>
<b>FUND BALANCE, BEGINNING</b>	<u>1,139,003</u>	<u>1,139,003</u>	<u>1,139,003</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 933,562</u>	<u>\$ 933,562</u>	<u>\$ 1,863,136</u>	<u>\$ 929,574</u>

**GREGG COUNTY, TEXAS**

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

COURT TECHNOLOGY AND SECURITY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ <u>86,740</u>	\$ <u>86,740</u>	\$ <u>139,735</u>	\$ <u>52,995</u>
Total revenues	<u>86,740</u>	<u>86,740</u>	<u>139,735</u>	<u>52,995</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	90,862	110,617	38,536	72,081
Public safety	<u>10,000</u>	<u>10,000</u>	<u>9,047</u>	<u>953</u>
Total expenditures	<u>100,862</u>	<u>120,617</u>	<u>47,583</u>	<u>73,034</u>
<b>NET CHANGE IN FUND BALANCE</b>	( 14,122)	( 33,877)	92,152	126,029
<b>FUND BALANCE, BEGINNING</b>	<u>623,180</u>	<u>623,180</u>	<u>623,180</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	\$ <u>609,058</u>	\$ <u>589,303</u>	\$ <u>715,332</u>	\$ <u>126,029</u>

**GREGG COUNTY, TEXAS**

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

RECORDS MANAGEMENT AND PRESERVATION FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	405,625	405,625	329,395	\$( 76,230)
Investment earnings	<u>250</u>	<u>250</u>	<u>5,460</u>	<u>5,210</u>
Total revenues	<u>405,875</u>	<u>405,875</u>	<u>334,855</u>	<u>( 71,020)</u>
 <b>EXPENDITURES</b>				
Current:				
General government	242,005	242,599	202,624	39,975
Judicial	41,065	41,065	3,114	37,951
Capital outlay	<u>-</u>	<u>3,332</u>	<u>3,332</u>	<u>-</u>
Total expenditures	<u>283,070</u>	<u>286,996</u>	<u>209,070</u>	<u>77,926</u>
 <b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>122,805</u>	<u>118,879</u>	<u>125,785</u>	<u>6,906</u>
 <b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>50,600</u>	<u>54,526</u>	<u>33,926</u>	<u>( 20,600)</u>
Total other financing sources (uses)	<u>50,600</u>	<u>54,526</u>	<u>33,926</u>	<u>( 20,600)</u>
 <b>NET CHANGE IN FUND BALANCE</b>	173,405	173,405	159,711	( 13,694)
 <b>FUND BALANCE, BEGINNING</b>	<u>1,042,193</u>	<u>1,042,193</u>	<u>1,042,193</u>	<u>-</u>
 <b>FUND BALANCE, ENDING</b>	<u>\$ 1,215,598</u>	<u>\$ 1,215,598</u>	<u>\$ 1,201,904</u>	<u>\$( 13,694)</u>



**GREGG COUNTY, TEXAS**

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

VOTING AND ELECTIONS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 4,222	\$ 4,222	\$ -
Charges for services	-	-	38,321	38,321
Total revenues	<u>-</u>	<u>4,222</u>	<u>42,543</u>	<u>38,321</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	4,222	18,170	( 13,948)
Total expenditures	<u>-</u>	<u>4,222</u>	<u>18,170</u>	<u>( 13,948)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>24,373</u>	<u>24,373</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	-	-	( 5,113)	( 5,113)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>( 5,113)</u>	<u>( 5,113)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>19,260</u>	<u>19,260</u>
<b>FUND BALANCE, BEGINNING</b>	<u>50,440</u>	<u>50,440</u>	<u>50,440</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 50,440</u>	<u>\$ 50,440</u>	<u>\$ 69,700</u>	<u>\$ 19,260</u>

**GREGG COUNTY, TEXAS**

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

LAW LIBRARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Charges for services	\$ 88,000	\$ 88,000	\$ 84,546	\$ ( 3,454)
Miscellaneous	<u>120</u>	<u>120</u>	<u>121</u>	<u>1</u>
Total revenues	<u>88,120</u>	<u>88,120</u>	<u>84,667</u>	<u>( 3,453)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial	<u>84,522</u>	<u>84,522</u>	<u>80,568</u>	<u>3,954</u>
Total expenditures	<u>84,522</u>	<u>84,522</u>	<u>80,568</u>	<u>3,954</u>
<b>NET CHANGE IN FUND BALANCE</b>	3,598	3,598	4,099	501
<b>FUND BALANCE, BEGINNING</b>	<u>127,796</u>	<u>127,796</u>	<u>127,796</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 131,394</u>	<u>\$ 131,394</u>	<u>\$ 131,895</u>	<u>\$ 501</u>

**GREGG COUNTY, TEXAS**

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

HEALTH CARE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 58,000	\$ 58,000	\$ 56,237	\$( 1,763)
Investment earnings	<u>30,000</u>	<u>30,000</u>	<u>12,149</u>	<u>( 17,851)</u>
Total revenues	<u>88,000</u>	<u>88,000</u>	<u>68,386</u>	<u>( 19,614)</u>
<b>EXPENDITURES</b>				
Current:				
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>
<b>NET CHANGE IN FUND BALANCE</b>	48,000	48,000	28,386	( 19,614)
<b>FUND BALANCE, BEGINNING</b>	<u>3,285,619</u>	<u>3,285,619</u>	<u>3,285,619</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	\$ <u>3,333,619</u>	\$ <u>3,333,619</u>	\$ <u>3,314,005</u>	\$( <u>19,614</u> )

**GREGG COUNTY, TEXAS**

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

AIRPORT CAPITAL IMPROVEMENT FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 1,055,411	\$ 568,859	\$ ( 486,552)
Charges for services	<u>70,000</u>	<u>70,000</u>	<u>111,186</u>	<u>41,186</u>
Total revenues	<u>70,000</u>	<u>1,125,411</u>	<u>680,045</u>	<u>( 445,366)</u>
<b>EXPENDITURES</b>				
Capital outlay	<u>-</u>	<u>674,831</u>	<u>577,687</u>	<u>97,144</u>
Total expenditures	<u>-</u>	<u>674,831</u>	<u>577,687</u>	<u>97,144</u>
<b>NET CHANGE IN FUND BALANCE</b>	70,000	450,580	102,358	( 348,222)
<b>FUND BALANCE, BEGINNING</b>	<u>312,474</u>	<u>312,474</u>	<u>312,474</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 382,474</u>	<u>\$ 763,054</u>	<u>\$ 414,832</u>	<u>\$ ( 348,222)</u>

**GREGG COUNTY, TEXAS**

## COMBINING STATEMENT OF NET POSITION

## INTERNAL SERVICE FUNDS

SEPTEMBER 30, 2022

	Print Shop	Self Insurance	Totals
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ -	\$ 326,742	\$ 326,742
Investments	-	2,500,000	2,500,000
Accounts receivable, net of allowance	287	6,194	6,481
Inventory	<u>6,797</u>	<u>-</u>	<u>6,797</u>
Total current assets	<u>7,084</u>	<u>2,832,936</u>	<u>2,840,020</u>
Noncurrent assets:			
Capital assets:			
Equipment	60,578	-	60,578
Less accumulated depreciation	<u>( 44,914)</u>	<u>-</u>	<u>( 44,914)</u>
Total capital assets	<u>15,664</u>	<u>-</u>	<u>15,664</u>
Total noncurrent assets	<u>15,664</u>	<u>-</u>	<u>15,664</u>
Total assets	<u>22,748</u>	<u>2,832,936</u>	<u>2,855,684</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	305	26,451	26,756
Due to other funds	63,578	-	63,578
Accrued liabilities	<u>-</u>	<u>348,427</u>	<u>348,427</u>
Total liabilities	<u>63,883</u>	<u>374,878</u>	<u>438,761</u>
<b>NET POSITION</b>			
Net investment in capital assets	15,664	-	15,664
Unrestricted	<u>( 56,799)</u>	<u>2,458,058</u>	<u>2,401,259</u>
Total net position	<u>\$( 41,135)</u>	<u>\$ 2,458,058</u>	<u>\$ 2,416,923</u>

**GREGG COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Print Shop	Self Insurance	Totals
<b>OPERATING REVENUES</b>			
Charges for services	\$ 32,371	\$ 8,064,260	\$ 8,096,631
Total operating revenues	<u>32,371</u>	<u>8,064,260</u>	<u>8,096,631</u>
<b>OPERATING EXPENSES</b>			
Salaries	17,490	-	17,490
Fringe benefits	12,145	-	12,145
Materials and supplies	9,084	-	9,084
Repairs and maintenance	3,240	-	3,240
Insurance consultant	-	107,850	107,850
Claims	-	5,499,655	5,499,655
Administrative	-	840,248	840,248
Depreciation	3,916	-	3,916
Total operating expenses	<u>45,875</u>	<u>6,447,753</u>	<u>6,493,628</u>
<b>OPERATING INCOME (LOSS)</b>	( 13,504)	1,616,507	1,603,003
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment earnings	-	15,758	15,758
Total nonoperating revenues (expenses)	<u>-</u>	<u>15,758</u>	<u>15,758</u>
<b>CHANGE IN NET POSITION</b>	( 13,504)	1,632,265	1,618,761
<b>TOTAL NET POSITION, BEGINNING</b>	<u>( 27,631)</u>	<u>825,793</u>	<u>798,162</u>
<b>TOTAL NET POSITION, ENDING</b>	<u>\$( 41,135)</u>	<u>\$ 2,458,058</u>	<u>\$ 2,416,923</u>

**GREGG COUNTY, TEXAS**

COMBINING STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Print Shop</u>	<u>Self Insurance</u>	<u>Totals</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash receipts from interfund charges for print shop services	\$ 32,111	\$ -	\$ 32,111
Cash receipts from interfund charges for self-insurance services	-	8,080,161	8,080,161
Payments to suppliers for goods and services	( 579)	( 6,494,886)	( 6,495,465)
Payments to employees for salaries and benefits	<u>( 31,585)</u>	<u>-</u>	<u>( 31,585)</u>
Net cash provided (used) by operating activities	<u>( 53)</u>	<u>1,585,275</u>	<u>1,585,222</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment earnings	-	65,435	65,435
Purchase of investments	<u>-</u>	<u>( 2,500,000)</u>	<u>( 2,500,000)</u>
Net cash flows provided (used) by investing activities	<u>-</u>	<u>( 2,434,565)</u>	<u>( 2,434,565)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>( 53)</u>	<u>( 849,290)</u>	<u>( 849,343)</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING</b>	<u>53</u>	<u>1,176,032</u>	<u>1,176,085</u>
<b>CASH AND CASH EQUIVALENTS, ENDING</b>	<u>\$ -</u>	<u>\$ 326,742</u>	<u>\$ 326,742</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>			
Operating income (loss)	\$( 13,504)	\$ 1,616,507	\$ 1,603,003
Adjustments to reconcile operating income (loss) to net cash used by operating activities:			
Depreciation	3,916	-	3,916
Changes in assets and liabilities:			
(Increase) decrease in assets:			
Accounts receivable	( 260)	15,901	15,641
Inventory	( 1,953)	-	( 1,953)
Increase (decrease) in liabilities:			
Accounts payable	( 203)	21,023	20,820
Interfund payables	13,901	-	13,901
Accrued liabilities	<u>( 1,950)</u>	<u>( 68,156)</u>	<u>( 70,106)</u>
Net cash used by operating activities	<u>\$( 53)</u>	<u>\$ 1,585,275</u>	<u>\$ 1,585,222</u>

**GREGG COUNTY, TEXAS**

COMBINING STATEMENT OF FIDUCIARY NET POSITION

SEPTEMBER 30, 2022

	<u>Tax Assessor Collector</u>	<u>County Clerk</u>	<u>District Clerk</u>	<u>Sheriff</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,424,130	\$ 464,381	\$ 1,422,966	\$ 633,360
Accounts receivable	<u>-</u>	<u>1,484</u>	<u>-</u>	<u>-</u>
Total assets	<u>3,424,130</u>	<u>465,865</u>	<u>1,422,966</u>	<u>633,360</u>
<b>LIABILITIES</b>				
Due to others	<u>2,096,586</u>	<u>-</u>	<u>-</u>	<u>67,004</u>
Total liabilities	<u>2,096,586</u>	<u>-</u>	<u>-</u>	<u>67,004</u>
<b>NET POSITION</b>				
Restricted for:				
Individuals	-	465,865	1,422,966	566,356
Other governments	<u>1,327,544</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net position	<u>\$ 1,327,544</u>	<u>\$ 465,865</u>	<u>\$ 1,422,966</u>	<u>\$ 566,356</u>



District Attorney	Code Forfeiture Pending	Gregg Harrison First Call Warning	Adult Probation	Juvenile Probation	Totals
\$ 115,222	\$ 52,000	\$ 10,107	\$ 1,864,803	\$ 2,040	\$ 7,989,009
-	-	-	-	-	1,484
<u>115,222</u>	<u>52,000</u>	<u>10,107</u>	<u>1,864,803</u>	<u>2,040</u>	<u>7,990,493</u>
102,838	-	-	-	-	7,990,493
<u>102,838</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,266,428</u>
-	52,000	-	1,864,803	2,040	4,374,030
12,384	-	10,107	-	-	1,350,035
<u>\$ 12,384</u>	<u>\$ 52,000</u>	<u>\$ 10,107</u>	<u>\$ 1,864,803</u>	<u>\$ 2,040</u>	<u>\$ 5,724,065</u>

**GREGG COUNTY, TEXAS**

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Tax Assessor Collector	County Clerk	District Clerk	Sheriff
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ADDITIONS</b>				
Tax collections	\$ 221,826,251	\$ -	\$ -	\$ -
Judgments collected	-	1,829,166	760,654	-
Probation payments	-	-	-	-
Bail bonds	-	-	-	220,395
Inmate deposits	-	-	-	1,099,670
Fees	-	-	-	57,177
Investment earnings	-	-	-	301
Other	-	-	58,200	716
Total assets	<u>221,826,251</u>	<u>1,829,166</u>	<u>818,854</u>	<u>1,378,259</u>
<b>DEDUCTIONS</b>				
Tax disbursements	222,030,408	-	-	-
Probation costs	-	-	-	-
Bail bonds	-	-	-	25,068
Inmate disbursements	-	-	-	1,110,400
Beneficiary payments	-	1,936,786	2,410,117	-
Fees remitted	-	-	-	61,399
Other	-	-	-	120,570
Total liabilities	<u>222,030,408</u>	<u>1,936,786</u>	<u>2,410,117</u>	<u>1,317,437</u>
<b>NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION</b>	( 204,157)	( 107,620)	( 1,591,263)	60,822
<b>NET POSITION, BEGINNING</b>	<u>1,531,701</u>	<u>573,485</u>	<u>3,014,229</u>	<u>505,534</u>
<b>NET POSITION, ENDING</b>	<u>\$ 1,327,544</u>	<u>\$ 465,865</u>	<u>\$ 1,422,966</u>	<u>\$ 566,356</u>

District Attorney	Code Forfeiture Pending	Gregg Harrison First Call Warning	Adult Probation	Juvenile Probation	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 221,826,251
17,474	-	-	-	-	2,607,294
-	-	-	3,985,716	7,533	3,993,249
-	-	-	-	-	220,395
-	-	-	-	-	1,099,670
-	-	-	-	-	57,177
-	-	-	659	-	960
11,453	14,802	-	-	-	85,171
<u>28,927</u>	<u>14,802</u>	<u>-</u>	<u>3,986,375</u>	<u>7,533</u>	<u>229,890,167</u>
-	-	-	-	-	222,030,408
-	-	-	3,929,973	5,493	3,935,466
-	-	-	-	-	25,068
-	-	-	-	-	1,110,400
11,539	-	-	-	-	4,358,442
-	-	-	-	-	61,399
5,827	5,715	-	-	-	132,112
<u>17,366</u>	<u>5,715</u>	<u>-</u>	<u>3,929,973</u>	<u>5,493</u>	<u>231,653,295</u>
11,561	9,087	-	56,402	2,040	( 1,763,128)
823	42,913	10,107	1,808,401	-	7,487,193
<u>\$ 12,384</u>	<u>\$ 52,000</u>	<u>\$ 10,107</u>	<u>\$ 1,864,803</u>	<u>\$ 2,040</u>	<u>\$ 5,724,065</u>

**GREGG COUNTY TEXAS**

NET POSITION BY COMPONENT

Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
Governmental activities:				
Net investment in capital assets	\$ 58,814,064	\$ 58,218,734	\$ 63,174,980	\$ 64,504,455
Restricted for:				
Archive restoration	475,923	506,979	549,472	415,018
Transportation and road improvements	5,447,169	7,664,128	6,608,420	5,488,768
Public safety operations	527,863	561,196	584,247	467,702
Judicial operations	139,605	164,282	126,653	110,549
Bail bond board operations	29,439	34,820	36,169	38,600
Airport operations	197,781	203,040	170,363	170,363
Court technology and security	239,711	313,465	344,102	345,819
Records management and preservation	755,926	919,572	932,554	912,570
Voting and elections	24,643	23,195	25,158	35,722
Health and human services operations	71,209	29,250	33,771	22,797
Vehicle inventory tax administration	-	1,589	2,673	11,801
Water system improvements	-	-	-	-
Permanent improvements	4,659,594	4,573,899	4,959,943	3,865,325
COVID recovery	-	-	-	-
Unrestricted	<u>61,863,595</u>	<u>63,043,040</u>	<u>60,350,642</u>	<u>60,883,184</u>
Total governmental activities net position	\$ <u>133,246,522</u>	\$ <u>136,257,189</u>	\$ <u>137,899,147</u>	\$ <u>137,272,673</u>
Business-type activities:				
Net investment in capital assets	\$ 298,645	\$ 490,770	\$ -	\$ -
Unrestricted	<u>(6,125)</u>	<u>(93,857)</u>	<u>-</u>	<u>-</u>
Total business-type activities net position	\$ <u>292,520</u>	\$ <u>396,913</u>	\$ <u>-</u>	\$ <u>-</u>
Primary government:				
Net investment in capital assets	\$ 59,112,709	\$ 58,709,504	\$ 63,174,980	\$ 64,504,455
Restricted for:				
Archive restoration	475,923	506,979	549,472	415,018
Transportation and road improvements	5,447,169	7,664,128	6,608,420	5,488,768
Public safety operations	527,863	561,196	584,247	467,702
Bail bond board operations	29,439	34,820	36,169	38,600
Judicial operations	139,605	164,282	126,653	110,549
Airport operations	197,781	203,040	170,363	170,363
Court technology and security	239,711	313,465	334,102	345,819
Records management and preservation	755,926	919,572	932,554	912,570
Voting and elections	24,643	23,195	25,158	35,722
Health and human services operations	71,209	29,250	33,771	22,797
Vehicle inventory tax administration	-	1,589	2,673	11,801
Water system improvements	-	-	-	-
Permanent improvements	4,659,594	4,573,899	4,959,943	3,865,325
COVID recovery	-	-	-	-
Unrestricted	<u>61,863,595</u>	<u>63,043,040</u>	<u>60,350,642</u>	<u>60,883,184</u>
Total primary government net position	\$ <u>133,246,522</u>	\$ <u>136,257,189</u>	\$ <u>137,899,147</u>	\$ <u>137,272,673</u>

**TABLE 1**

Fiscal Year						
2017	2018	2019	2020	2021	2022	
\$ 65,833,674	\$ 64,668,350	\$ 63,600,358	\$ 61,788,769	\$ 58,149,676	\$ 57,992,566	
447,686	252,514	263,928	396,223	456,212	530,230	
5,567,382	5,316,591	4,326,763	4,210,888	2,815,514	1,673,559	
477,648	1,018,044	816,293	769,306	1,427,911	1,231,793	
126,704	144,327	139,507	189,141	228,797	414,832	
41,973	44,334	46,313	51,278	53,244	436,288	
170,368	208,385	286,758	270,030	343,467	715,332	
418,139	490,523	563,116	638,603	686,717	1,201,904	
911,568	921,998	977,970	1,134,622	1,137,739	90,826	
19,402	30,742	41,013	139,687	136,985	1,097,608	
26,055	29,940	39,193	40,723	68,856	226,140	
8,224	4,814	5,853	14,411	16,816	-	
-	-	6,800	-	-	-	
3,615,437	3,907,542	3,039,599	3,005,924	2,861,054	2,868,831	
-	-	-	-	3,566,078	3,566,078	
<u>53,811,155</u>	<u>53,841,001</u>	<u>55,859,382</u>	<u>56,553,741</u>	<u>59,464,100</u>	<u>80,397,473</u>	
<u>\$ 131,475,415</u>	<u>\$ 130,879,105</u>	<u>\$ 130,012,846</u>	<u>\$ 129,203,346</u>	<u>\$ 131,413,166</u>	<u>\$ 152,443,460</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
-	-	-	-	-	-	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 65,833,674	\$ 64,668,350	\$ 63,600,358	\$ 61,788,768	\$ 58,149,676	\$ 57,992,566	
447,686	252,514	263,928	396,223	456,212	530,230	
5,567,382	5,316,591	4,326,763	4,210,888	2,815,514	1,673,559	
477,648	1,018,044	816,293	769,306	1,427,911	1,231,793	
41,973	44,334	46,313	51,278	228,797	436,288	
126,704	144,327	139,507	189,141	53,244	414,832	
170,368	208,385	286,758	270,030	343,467	715,332	
418,139	490,523	563,116	638,603	686,717	1,201,904	
911,568	921,998	977,970	1,134,622	1,137,739	90,826	
19,402	30,742	41,013	139,687	136,985	1,097,608	
26,055	29,940	39,193	40,723	68,856	226,140	
8,224	4,814	5,853	14,411	16,816	-	
-	-	6,800	-	-	-	
3,615,437	3,907,542	3,039,599	3,005,924	2,861,054	2,868,831	
-	-	-	-	3,566,078	-	
<u>53,811,155</u>	<u>53,841,001</u>	<u>55,859,382</u>	<u>56,553,741</u>	<u>59,464,100</u>	<u>80,397,473</u>	
<u>\$ 131,475,415</u>	<u>\$ 130,879,105</u>	<u>\$ 130,012,846</u>	<u>\$ 129,203,346</u>	<u>\$ 131,413,166</u>	<u>\$ 148,877,382</u>	

**GREGG COUNTY TEXAS**

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
<b>EXPENSES</b>				
Governmental activities:				
General government	\$ 12,874,593	\$ 12,848,089	\$ 12,705,059	\$ 13,609,494
Judicial	7,604,265	7,554,982	7,775,332	8,195,921
Public safety	15,872,926	16,931,848	16,649,033	18,879,371
Health and human services	2,828,937	2,771,049	3,026,687	2,969,427
Public buildings	3,244,751	3,273,248	3,399,292	3,266,908
Transportation and roads	13,154,752	7,929,120	9,132,170	7,449,750
Interest on long-term debt	590	74	5,242	7,698
Total governmental activities	<u>55,580,815</u>	<u>51,308,410</u>	<u>52,692,815</u>	<u>54,378,569</u>
Business-type activities:				
Longview community center	148,929	159,406	-	-
Total business-type activities	<u>148,929</u>	<u>159,406</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 55,729,744</u>	<u>\$ 51,467,816</u>	<u>\$ 52,692,815</u>	<u>\$ 54,378,569</u>
<b>PROGRAM REVENUES</b>				
Governmental activities:				
Charges for services:				
General government	\$ 2,812,045	\$ 2,825,010	\$ 2,767,426	\$ 2,752,922
Judicial	1,548,149	1,630,996	1,415,001	1,446,437
Public safety	1,157,352	1,239,998	1,177,427	1,880,271
Health and human services	193,902	178,194	38,970	39,331
Public buildings	2,680,598	2,118,869	1,880,943	2,090,108
Transportation and roads	1,841,454	2,040,208	1,920,942	2,176,065
Operating grants and contributions	1,052,759	1,014,974	1,785,205	1,743,595
Capital grants and contributions	2,312,910	3,274,049	4,647,778	3,331,207
Total governmental activities	<u>13,599,169</u>	<u>14,322,298</u>	<u>15,633,692</u>	<u>15,459,936</u>
Business-type activities:				
Charges for services:				
Longview community center	63,738	50,633	-	-
Total business-type activities	<u>63,738</u>	<u>50,633</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 13,662,907</u>	<u>\$ 14,372,931</u>	<u>\$ 15,633,692</u>	<u>\$ 15,459,936</u>
<b>NET (EXPENSE) REVENUE</b>				
Governmental activities	<u>\$( 41,981,646)</u>	<u>\$( 36,986,112)</u>	<u>\$( 37,059,123)</u>	<u>\$( 38,918,633)</u>
Business-type activities	<u>( 85,191)</u>	<u>( 108,773)</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$( 42,066,837)</u>	<u>\$( 37,094,885)</u>	<u>\$( 37,059,123)</u>	<u>\$( 38,918,633)</u>

**TABLE 2**

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 13,851,975	\$ 13,927,884	\$ 14,797,092	\$ 14,395,419	\$ 14,832,112	\$ 13,344,379
8,797,765	8,526,064	8,900,412	8,725,085	8,190,162	7,515,640
19,802,883	18,729,013	21,021,882	21,221,134	22,130,067	14,134,232
2,875,016	2,033,655	2,188,647	3,086,783	3,460,025	55,055,329
3,475,073	3,684,481	3,778,985	3,756,749	3,906,247	3,694,653
9,063,627	6,665,651	6,642,772	6,253,874	6,464,096	6,406,183
10,115	13,262	10,838	150	72	759
<u>57,876,454</u>	<u>53,580,010</u>	<u>57,340,628</u>	<u>57,439,194</u>	<u>58,982,782</u>	<u>100,151,175</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>57,876,454</u>	\$ <u>53,580,010</u>	\$ <u>57,340,628</u>	\$ <u>57,439,194</u>	\$ <u>58,982,782</u>	\$ <u>100,151,175</u>
\$ 2,923,510	\$ 3,185,507	\$ 3,112,835	\$ 3,003,846	\$ 3,168,662	\$ 3,167,146
1,428,754	1,628,129	1,739,059	1,608,365	1,570,155	1,659,559
1,423,690	2,213,009	1,785,996	1,381,048	2,189,043	2,441,766
33,871	35,003	41,469	38,428	41,138	36,642
1,214,336	1,082,799	1,615,833	1,636,024	1,828,201	2,200,591
1,999,583	2,070,214	2,292,409	2,102,880	2,240,285	2,062,430
1,570,400	1,612,051	1,236,127	2,620,918	9,496,808	51,411,506
3,355,888	573,426	1,059,468	1,639,363	206,622	1,068,859
<u>13,950,032</u>	<u>12,400,138</u>	<u>12,883,196</u>	<u>14,030,872</u>	<u>20,740,914</u>	<u>64,048,499</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>13,950,032</u>	\$ <u>12,400,138</u>	\$ <u>12,883,196</u>	\$ <u>14,030,872</u>	\$ <u>20,740,914</u>	\$ <u>64,048,499</u>
\$( 43,926,422)	\$( 41,179,872)	\$( 44,457,432)	\$( 43,408,321)	\$( 38,241,869)	\$( 36,102,676)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$( <u>43,926,422</u> )	\$( <u>41,179,872</u> )	\$( <u>44,457,432</u> )	\$( <u>43,408,321</u> )	\$( <u>38,241,869</u> )	\$( <u>36,102,676</u> )

**GREGG COUNTY TEXAS**

CHANGES IN NET POSITION  
(Continued)  
LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
<b>General revenue and transfers</b>				
Governmental activities				
Property taxes	\$ 21,660,737	\$ 21,899,820	\$ 22,016,974	\$ 21,975,330
Sales taxes	18,981,037	17,854,086	16,542,149	15,317,566
Alcoholic beverage taxes	190,613	234,572	245,031	256,688
Other taxes	116,369	91,337	98,421	103,769
Unrestricted investment earnings	137,628	130,130	236,805	578,646
Gain on sale of assets	98,775	-	87,374	-
Miscellaneous	56,954	-	21,892	70,160
Transfers	( 15,000)	( 213,166)	396,913	-
Total governmental activities	<u>41,227,113</u>	<u>39,996,779</u>	<u>39,645,559</u>	<u>38,302,159</u>
Business-type activities				
Transfers	<u>15,000</u>	<u>213,166</u>	<u>( 396,913)</u>	<u>-</u>
Total business-type activities	<u>15,000</u>	<u>213,166</u>	<u>( 396,913)</u>	<u>-</u>
Total primary government	<u>41,242,113</u>	<u>40,209,945</u>	<u>39,248,646</u>	<u>38,302,159</u>
<b>Changes in net position</b>				
Governmental activities	( 754,533)	3,010,667	2,586,436	( 616,474)
Business-type activities	( 70,191)	104,393	( 396,913)	-
Total primary government	<u>\$ ( 824,724)</u>	<u>\$ 3,115,060</u>	<u>\$ 2,189,523</u>	<u>\$ ( 616,474)</u>



**TABLE 2**

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 21,712,637	\$ 21,963,195	\$ 22,412,596	\$ 23,486,627	\$ 23,901,293	\$ 26,865,433
15,403,190	17,484,152	18,380,283	17,267,702	18,705,939	19,395,404
268,852	284,838	314,175	238,313	295,750	362,170
106,430	81,127	92,634	115,333	120,648	2,292,898
440,265	629,133	2,109,272	1,283,662	261,203	935,241
-	-	-	-	-	-
197,790	141,117	282,213	207,183	343,423	443,388
-	-	-	-	-	-
<u>38,129,164</u>	<u>40,583,562</u>	<u>43,591,173</u>	<u>42,598,820</u>	<u>43,628,257</u>	<u>50,294,534</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>38,129,164</u>	<u>40,583,562</u>	<u>43,591,173</u>	<u>42,598,820</u>	<u>43,628,257</u>	<u>50,294,534</u>
( 5,797,258)	( 596,310)	( 866,259)	( 809,501)	5,386,388	14,191,858
-	-	-	-	-	-
<u>\$( 5,797,258)</u>	<u>\$( 596,310)</u>	<u>\$( 866,259)</u>	<u>\$( 809,501)</u>	<u>\$ 5,386,388</u>	<u>\$ 14,191,858</u>

**GREGG COUNTY, TEXAS**

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>General fund:</b>				
Nonspendable	\$ 23,827	\$ 7,216	\$ 3,260	\$ 7,963
Restricted	591,407	583,839	629,028	486,486
Assigned	217,040	450,410	598,796	1,470,589
Unassigned	<u>38,422,086</u>	<u>34,676,637</u>	<u>32,520,331</u>	<u>31,124,930</u>
Total general fund	<u>39,254,360</u>	<u>35,718,102</u>	<u>33,751,415</u>	<u>33,089,968</u>
<b>All other governmental funds</b>				
Nonspendable	134,282	133,327	896,741	1,005,349
Restricted	11,883,420	12,428,031	11,631,632	9,110,706
Committed	4,357,002	4,569,024	4,059,191	4,037,226
Assigned	13,029,616	18,344,340	17,800,616	19,758,839
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>29,404,320</u>	<u>35,474,722</u>	<u>34,388,180</u>	<u>33,912,120</u>
Total governmental funds	<u>\$ 68,658,680</u>	<u>\$ 71,192,824</u>	<u>\$ 68,139,595</u>	<u>\$ 67,002,088</u>

**TABLE 3**

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 16,045	\$ 2,701	\$ 25,667	\$ 29,371	\$ 17,696	\$ 13,959
522,785	330,859	344,832	483,622	862,041	544,730
266,892	252,619	295,795	942,001	791,997	-
<u>29,882,152</u>	<u>34,153,891</u>	<u>41,665,065</u>	<u>39,810,869</u>	<u>38,974,677</u>	<u>52,104,402</u>
<u>30,687,874</u>	<u>34,740,070</u>	<u>42,331,359</u>	<u>41,265,863</u>	<u>40,646,410</u>	<u>52,663,091</u>
1,082,534	929,661	956,563	914,485	663,735	766,971
8,980,072	9,650,677	7,534,919	7,577,721	11,669,114	8,872,801
4,076,286	4,104,224	3,914,918	4,086,651	4,400,556	5,148,546
18,173,388	14,894,318	11,819,913	13,368,150	17,011,241	16,710,612
-	-	-	-	-	( 1,069,812)
<u>32,312,280</u>	<u>29,578,880</u>	<u>24,226,313</u>	<u>25,947,007</u>	<u>33,744,646</u>	<u>30,429,118</u>
\$ <u>63,000,154</u>	\$ <u>64,318,950</u>	\$ <u>66,557,672</u>	\$ <u>67,212,870</u>	\$ <u>74,391,056</u>	\$ <u>83,092,209</u>

**GREGG COUNTY, TEXAS**

CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2013	2014	2015	2016
<b>REVENUES</b>				
Taxes	\$ 40,895,686	\$ 40,075,700	\$ 38,883,763	\$ 37,680,522
Licenses and permits	1,342,638	1,391,051	1,318,187	1,368,688
Intergovernmental	3,755,376	4,716,379	6,706,941	6,002,423
Charges for services	3,754,191	3,675,306	3,657,872	3,762,203
Fines and forfeitures	1,217,869	1,237,949	1,020,076	1,053,456
Investment earnings	137,628	128,868	230,099	566,938
Rents and commissions	3,273,148	2,694,410	2,468,488	2,681,868
Miscellaneous	255,947	285,407	288,464	266,969
Total revenues	<u>54,632,483</u>	<u>54,205,070</u>	<u>54,573,890</u>	<u>53,383,067</u>
<b>EXPENDITURES</b>				
General government	10,270,374	10,139,547	10,242,264	10,732,178
Judicial	7,563,512	7,870,174	7,996,962	8,189,239
Public safety	16,140,745	16,782,174	16,404,214	17,735,449
Health and human services	2,816,765	2,779,179	3,035,557	2,942,710
Public buildings	2,214,203	2,220,231	2,283,921	2,068,225
Transportation and roads	11,348,421	6,690,923	7,120,809	5,337,956
Debt service:				
Principal	5,619	2,216	-	390,689
Interest	590	74	-	8,853
Capital outlay	4,752,119	5,312,160	10,956,107	8,005,304
Total expenditures	<u>55,112,348</u>	<u>51,796,678</u>	<u>58,039,834</u>	<u>55,410,603</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>( 479,865)</u>	<u>2,408,392</u>	<u>( 3,465,944)</u>	<u>( 2,027,536)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	7,232,851	9,447,050	11,108,908	4,803,175
Transfers out	( 7,247,851)	( 9,447,050)	( 11,202,765)	( 4,803,175)
Issuance of lease	-	-	390,689	393,063
Sale of capital assets	108,642	64,243	93,991	426,806
Insurance recoveries	56,954	61,408	21,892	70,160
Total other financing sources and uses	<u>150,596</u>	<u>125,651</u>	<u>412,715</u>	<u>890,029</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$( 329,269)</u>	<u>\$ 2,534,043</u>	<u>\$( 3,053,229)</u>	<u>\$( 1,137,507)</u>
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	0.00%	0.00%	0.00%	0.80%

**TABLE 4**

							Fiscal Year					
							2017	2018	2019	2020	2021	2022
\$	37,397,684	\$	39,832,098	\$	41,073,738	\$	41,226,509	\$	43,025,432	\$	48,886,281	
	1,611,272		1,640,018		1,671,693		1,655,966		1,672,977		1,667,574	
	5,290,478		2,532,804		2,667,343		4,785,889		10,415,830		53,267,234	
	3,652,141		3,813,950		3,898,398		3,688,913		4,442,472		4,625,055	
	908,746		1,855,873		1,396,983		888,576		1,169,777		1,518,921	
	430,102		605,223		2,090,265		1,283,491		261,203		919,483	
	1,885,931		1,762,233		2,413,561		2,442,128		2,813,739		2,662,892	
	484,111		626,993		411,416		219,402		187,291		202,560	
	<u>51,660,465</u>		<u>52,669,192</u>		<u>55,623,397</u>		<u>56,190,874</u>		<u>63,988,720</u>		<u>113,750,000</u>	
	10,156,100		10,547,494		11,006,600		11,007,130		11,736,746		11,383,718	
	8,304,087		8,511,970		8,611,558		9,109,841		8,526,344		8,735,552	
	17,792,423		17,872,901		19,256,488		20,642,224		22,703,903		17,728,133	
	2,769,152		2,018,964		2,128,033		3,058,813		3,484,246		55,140,574	
	2,061,398		2,253,368		2,251,114		2,298,970		2,471,549		2,414,495	
	7,011,659		4,812,169		4,511,345		4,512,042		5,134,963		7,695,395	
	393,659		510,408		513,665		988		1,065		72,743	
	9,163		12,285		16,853		150		72		759	
	<u>8,271,961</u>		<u>5,932,875</u>		<u>5,319,966</u>		<u>5,113,552</u>		<u>3,305,377</u>		<u>4,432,501</u>	
	<u>56,769,602</u>		<u>52,472,434</u>		<u>53,615,622</u>		<u>55,743,710</u>		<u>57,364,266</u>		<u>107,603,870</u>	
(	<u>5,109,137</u> )		<u>196,758</u>		<u>2,007,775</u>		<u>447,164</u>		<u>6,624,454</u>		<u>6,146,130</u>	
	3,305,204		2,266,067		1,179,908		4,957,633		6,874,169		2,869,684	
(	<u>3,305,204</u> )	(	<u>2,266,067</u> )	(	<u>1,179,908</u> )	(	<u>4,957,633</u> )	(	<u>6,874,169</u> )	(	<u>2,869,684</u> )	
	514,252		512,749		-		161,655		-		77,019	
	420,632		590,000		147,750		46,379		50,352		187,316	
	<u>172,319</u>		<u>19,289</u>		<u>83,196</u>		<u>-</u>		<u>293,071</u>		<u>88,129</u>	
	<u>1,107,203</u>		<u>1,122,038</u>		<u>230,946</u>		<u>208,034</u>		<u>343,423</u>		<u>352,464</u>	
\$(	<u>4,001,934</u> )	\$(	<u>1,318,796</u>	\$(	<u>2,238,721</u>	\$(	<u>655,198</u>	\$(	<u>6,967,877</u>	\$(	<u>6,498,594</u>	
	0.80%		1.10%		1.10%		0.00%		0.00%		0.07%	

**GREGG COUNTY, TEXAS**

ASSESSED VALUE AND ESTIMATED TAXABLE VALUE OF PROPERTY

LAST TEN FISCAL YEARS

Fiscal Year	Real Property Residential	Real Property Commercial and Industrial	Personal Property	All Other	Total Assessed Value
2022	\$ 5,361,006,803	\$ 2,026,898,732	\$ 2,245,884,005	\$ 1,315,174,608	\$ 10,948,964,148
2021	5,132,654,033	1,894,740,795	2,383,523,983	1,304,389,295	10,715,308,106
2020	4,937,491,609	1,869,971,596	2,450,970,628	1,351,949,475	10,610,383,308
2019	4,816,156,986	1,715,120,893	2,257,125,453	1,241,121,407	10,029,524,739
2018	4,783,998,161	1,683,497,067	2,201,544,674	1,195,065,994	9,864,105,896
2017	4,703,337,968	1,680,887,027	2,245,585,257	1,114,605,868	9,744,416,120
2016	4,557,346,032	1,646,063,178	2,426,246,461	1,238,924,358	9,868,580,029
2015	4,465,741,722	1,558,361,232	2,510,554,165	1,345,006,507	9,879,663,626
2014	4,350,648,888	1,496,395,216	2,598,610,843	1,303,433,696	9,749,088,643
2013	4,272,847,976	1,482,068,047	2,625,917,889	1,366,234,962	9,747,068,874

Source: Gregg County Appraisal District

Note: The difference between total assessed value and total estimated adjusted taxable value is due to tax exemptions and exclusions.

**TABLE 5**

<u>Total Direct Tax Rate</u>	<u>Total Estimated Adjusted Taxable Value</u>	<u>Ratio of Assessed to Taxable Value</u>
0.2975	\$ 9,490,451,166	86.68%
0.2625	9,326,166,678	87.04%
0.2625	9,271,817,888	87.38%
0.2625	8,807,335,194	87.81%
0.2625	8,613,348,448	87.32%
0.2625	8,508,354,050	87.32%
0.2625	8,651,079,813	87.66%
0.2625	8,668,365,415	87.74%
0.2625	8,551,471,159	87.72%
0.2625	8,531,427,424	87.53%

**GREGG COUNTY, TEXAS**

PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

	Fiscal Year			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Direct rates:				
Gregg County general	.257200	.257200	.257200	.257200
Gregg Co. special road and bridge	<u>.005300</u>	<u>.005300</u>	<u>.005300</u>	<u>.005300</u>
Total direct debt	<u>.262500</u>	<u>.262500</u>	<u>.262500</u>	<u>.262500</u>
Overlapping debt:				
City rates:				
Clarksville City	.419610	.450110	.450110	.599900
East Mountain	.100000	.100000	.120000	.120000
Easton	.091290	.250000	.250000	.250000
Gladewater	.642560	.644502	.641426	.656321
Kilgore	.400000	.420000	.450000	.473100
Lakeport	.602280	.627450	.614500	.582010
Longview	.500900	.500900	.509900	.509900
Warren City	.250000	.250000	.250000	.250000
White Oak	.520000	.520110	.531700	.546870
School districts:				
Gladewater ISD	1.170000	1.170000	1.490000	1.565000
Kilgore ISD	1.309200	1.309200	1.309200	1.309200
Longview ISD	1.513000	1.513000	1.513000	1.513000
Pine Tree ISD	1.511000	1.550000	1.555000	1.555000
Sabine ISD	1.040000	1.292830	1.273000	1.301430
Spring Hill ISD	1.670000	1.670000	1.670000	1.670000
White Oak ISD	1.233333	1.243200	1.246000	1.236000
Special district rates:				
Gregg Co. ESD #1	.098290	.098290	.098290	.098290
Gregg Co. ESD #2	-	-	-	.100000
Gregg Co. ESD #3	-	-	-	-
Kilgore Junior College	<u>.154000</u>	<u>.154000</u>	<u>.154000</u>	<u>.175000</u>
Total direct and overlapping rates	<u>13.487963</u>	<u>14.026092</u>	<u>14.388626</u>	<u>14.773521</u>

Source: Gregg County Appraisal District



**TABLE 6**

Fiscal Year					
<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
.257200	.257200	.257200	.257200	.257200	.292200
<u>.005300</u>	<u>.005300</u>	<u>.005300</u>	<u>.005300</u>	<u>.005300</u>	<u>.005300</u>
<u>.262500</u>	<u>.262500</u>	<u>.262500</u>	<u>.262500</u>	<u>.262500</u>	<u>.297500</u>
.739910	.644160	.613460	.571250	.647520	.740950
.140000	.133400	.250000	.140088	.140090	.143265
.250000	.250000	.133400	.250000	.250000	.450000
.749900	.749990	.750000	.749990	.751560	.751562
.505700	.539000	.539000	.539000	.539000	.599000
.582010	.579920	.579920	.579920	.578470	.578470
.509900	.509900	.509900	.558900	.558900	.558900
.250000	.240300	.250000	.250000	.250000	.265705
.586800	.586280	.586280	.602400	.602400	.628940
1.565000	1.565000	1.565000	1.463400	1.449700	1.449700
1.309200	1.309200	1.309200	1.239200	1.225600	1.222600
1.513000	1.513000	1.513000	1.443000	1.439400	1.414700
1.555000	1.555000	1.525000	1.423300	1.399700	1.396700
1.301430	1.301430	1.301430	1.231430	1.227830	1.206830
1.670000	1.670000	1.670000	1.568300	1.553200	1.547700
1.247500	1.503000	1.449300	1.366500	1.332400	1.361700
.982900	.098290	.098290	.098290	.098290	.098290
.100000	.100000	.100000	.100000	.100000	.100000
-	-	-	.100000	.099930	.098580
<u>.175000</u>	<u>.175000</u>	<u>.175000</u>	<u>.175000</u>	<u>.175000</u>	<u>.175000</u>
<u>15.995750</u>	<u>15.285370</u>	<u>15.180680</u>	<u>14.712468</u>	<u>14.681490</u>	<u>15.086092</u>

**GREGG COUNTY, TEXAS**

PRINCIPAL TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2022		
	2021 Total Assessed Value	Rank	Percentage of Total Assessed Value
Southwestern Electric Power Co./AEP/SWEPCO	\$ 161,135,360	1	1.70%
Komatsu Mining Corp/Komatsu America Corp/Komatsu Financial LP	93,548,170	2	0.99%
Joy Global Longview Operations LLC/ Joy Global Surface Mining Inc	69,992,040	3	0.74%
Wal-Mart Real Estate Business Tr/ Wal-Mart Nbhd Market/Wal-Mart Stores/ Sam's East/Sam's Real Estate Business Tr	69,819,270	4	0.74%
Longview Medical Center/Longview Regional Hospital/Texas HCP Holding	63,598,120	5	0.67%
CP/AAON Coil Products Inc/CP/AAON Inc	52,004,333	6	0.55%
Christus Good Shepherd/Good Shepherd Health/Hospital/Northpark/GAHC3 Longview Tx Outpatient MOB II LLC	48,989,780	7	0.52%
Dollar General/Dollar General Stores/ DG Logistics LLC/DG Distribution of Texas LLC	45,459,790	8	0.48%
Orgill Inc	44,496,840	9	0.47%
Southern Plastics Inc	<u>44,127,160</u>	10	<u>0.46%</u>
Letourneau Inc/Letourneau Technologies Inc			
Haliburton Energy Services/Haliburton Co/Haliburton Services-Wellnite			
Cudd Pressure Control (CPS)			
Trican (Liberty Pressure Pump)			
J-W Power Co/J W Power Co/J-W Operating Co RI/WI/J W Manufacturing Co			
Danmark East Texas Field/Danmark Energy/Danmark Operating Co LLC			
Sysco Food Services of East Texas			
Total	\$ <u>693,170,863</u>		<u>7.30%</u>

Source: Gregg County Appraisal District

**TABLE 7**

2013		
<u>2012 Total Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>
\$ 166,457,010	2	1.95%
79,742,290	4	0.93%
56,719,720	8	0.66%
166,813,370	1	1.96%
126,858,440	3	1.49%
76,026,510	5	0.89%
73,187,820	6	0.86%
57,025,550	7	0.67%
50,665,140	9	0.59%
<u>49,719,490</u>	10	<u>0.58%</u>
<u>\$ 903,215,340</u>		<u>10.59%</u>

**GREGG COUNTY, TEXAS**

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Fiscal Year	Tax Levy for Fiscal Year	Collected Within Fiscal Year of Levy		Adjustments to Levy in Subsequent Years	Total Adjustments Levy
		Levy Collected	Percent of Original Levy		
2022	\$ 27,451,450	\$ 26,908,747	98.02%	\$( 111,993)	\$ 27,339,457
2021	24,118,746	23,771,683	98.56%	13,554	24,132,299
2020	24,005,405	23,574,886	98.21%	( 44,140)	23,961,265
2019	22,783,600	22,401,181	98.32%	50,632	22,834,231
2018	22,252,567	21,904,972	98.44%	11,419	22,263,986
2017	21,970,434	21,583,173	98.24%	( 59,139)	21,911,295
2016	22,328,401	21,950,095	98.31%	( 75,407)	22,252,994
2015	22,365,509	22,035,855	98.53%	( 65,211)	22,300,298
2014	22,067,295	21,783,376	98.71%	( 70,854)	21,996,441
2013	22,022,808	21,567,906	97.93%	( 146,287)	21,876,521

- (1) Taxes are levied on assessed property values on January 1 of prior calendar year (i.e., in 2019, taxes are levied on calendar year 2018)
- (2) Adjustments to the original levy include exonerations, tax relief, and supplemental assessments
- (3) This table includes real estate taxes only and does not include penalty and interest

**TABLE 8**

Collections in Subsequent Years	Total Collections to Date		Delinquent Taxes 9/30/22	Delinquent Taxes to Total Adj. Levy
	Total Collections To Date	Percent of Adjusted Levy		
\$ -	\$ 26,908,747	98.42%	\$ 430,710	1.58%
133,003	23,904,686	99.06%	227,613	0.94%
226,961	23,801,847	99.33%	159,418	0.67%
303,122	22,704,303	99.43%	129,928	0.57%
258,585	22,163,557	99.55%	100,429	0.45%
259,749	21,842,922	99.69%	68,373	0.31%
237,211	22,187,307	99.70%	65,687	0.30%
207,403	22,243,257	99.74%	57,041	0.26%
170,226	21,953,602	99.81%	42,839	0.19%
266,622	21,834,528	99.81%	41,993	0.19%

**GREGG COUNTY, TEXAS**

GOVERNMENT REVENUE BY SOURCE

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Intergovernmental</u>	<u>Charges for Services</u>	<u>Fines and Forfeitures</u>
2022	\$ 48,886,281	\$ 1,667,574	\$ 53,267,234	\$ 4,625,055	\$ 1,518,921
2021	43,025,432	1,672,977	10,415,830	4,442,472	1,169,777
2020	41,226,507	1,655,966	4,785,889	3,688,910	888,577
2019	41,073,738	1,671,693	2,667,343	3,898,398	1,396,983
2018	39,832,100	1,640,018	2,532,805	3,813,949	1,855,873
2017	37,397,684	1,611,272	5,290,478	3,652,141	908,746
2016	37,680,521	1,368,687	6,002,422	3,762,205	1,053,456
2015	38,883,763	1,318,187	6,706,941	3,657,872	1,020,076
2014	40,075,700	1,391,051	4,716,379	3,675,306	1,237,949
2013	40,895,684	1,342,638	3,744,387	3,784,071	1,217,868

Source: Extracted from Statement of Revenues, Expenditures, and Changes in Fund Balances

**TABLE 9**

<u>Investment Earnings</u>	<u>Rents and Commissions</u>	<u>Miscellaneous</u>	<u>Totals</u>
\$ 919,483	\$ 2,662,892	\$ 202,560	\$ 113,750,000
261,203	2,813,739	187,291	63,988,720
1,283,491	2,442,127	219,416	56,190,883
2,090,265	2,413,561	411,416	55,623,397
605,222	1,762,233	626,993	52,669,192
430,102	1,885,931	484,111	51,660,465
567,035	2,681,868	266,871	53,383,067
230,099	2,468,488	288,464	54,573,890
128,868	2,694,410	285,407	54,205,070
137,629	3,273,148	226,012	54,621,437

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year	Leases	Available in Debt Service Fund	Total Primary Government	Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
2022	\$ 184,985	\$ -	\$ 184,985	*	*
2021	279	-	279	0.00%	0.00
2020	1,344	-	1,344	0.00%	0.01
2019	2,332	-	2,332	0.00%	0.02
2018	515,997	-	515,997	0.01%	4.17
2017	513,656	-	513,656	0.01%	4.16
2016	393,063	-	393,063	0.01%	3.18
2015	390,689	-	390,689	0.01%	3.15
2014	-	-	-	0.00%	-
2013	2,216	-	2,216	0.00%	0.02

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

<sup>1</sup> See the Schedule of Demographic and Economic Statistics for personal income and population data.

\* Personal income and per capita income data unavailable



**GREGG COUNTY, TEXAS**

**TABLE 11**

RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS

The County has had no general bonded debt outstanding in the past ten fiscal years.

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**GREGG COUNTY, TEXAS**

**TABLE 12**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2022

Government Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Direct Debt:			
Gregg County	\$ -	100.00%	\$ -
Total Direct Debt	<u>\$ -</u>		<u>\$ -</u>
Overlapping Debt:			
Clarksville City, City of	2,125,000	99.96%	2,124,212
Gladewater, City of	3,359,873	61.12%	2,053,538
Kilgore, City of	23,935,730	86.29%	20,654,382
Lakeport, City of	962,000	100.00%	962,000
Longview, City of	162,948,047	94.39%	153,804,830
White Oak, City of	11,120,974	100.00%	11,120,974
Gladewater Independent School District	27,554,525	50.66%	13,959,630
Kilgore Independent School District	138,945,000	71.21%	98,937,867
Longview Independent School District	152,558,404	100.00%	152,558,404
Pine Tree Independent School District	38,514,520	100.00%	38,514,520
Sabine Independent School District	17,456,840	100.00%	17,456,840
Spring Hill Independent School District	34,608,000	100.00%	34,608,000
White Oak Independent School District	23,929,905	100.00%	23,929,905
Kilgore College	13,673,504	64.14%	8,769,673
Gregg County ESD# 1	-	65.38%	-
Gregg County ESD# 2	58,364	100.00%	58,364
Gregg County ESD# 3	<u>236,619</u>	100.00%	<u>236,619</u>
Total Overlapping Debt	<u>651,987,305</u>		<u>579,749,758</u>
Total Direct and Overlapping Debt	<u>\$ 651,987,305</u>		<u>\$ 579,749,758</u>

Note: (1) The percentage of overlapping debt is estimated using taxable assessed property values.

**GREGG COUNTY, TEXAS**

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

	Fiscal Year			
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Debt Limit	\$ 2,436,767,219	\$ 2,137,867,790	\$ 2,167,091,354	\$ 2,467,145,007
Total net debt applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal Debt Margin	<u>\$ 2,436,767,219</u>	<u>\$ 2,137,867,790</u>	<u>\$ 2,167,091,354</u>	<u>\$ 2,467,145,007</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%

**TABLE 13**

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 2,436,104,030	\$ 2,466,026,474	\$ 2,507,381,185	\$ 2,652,595,827	\$ 2,678,827,027	\$ 2,737,241,037
-	-	-	-	-	-
<u>\$ 2,436,104,030</u>	<u>\$ 2,466,026,474</u>	<u>\$ 2,507,381,185</u>	<u>\$ 2,652,595,827</u>	<u>\$ 2,678,827,027</u>	<u>\$ 2,737,241,037</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**GREGG COUNTY, TEXAS****TABLE 14**

## DEMOGRAPHIC AND ECONOMIC STATISTICS

## LAST TEN CALENDAR YEARS

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>
2022	*	*	*	4.3%
2021	124,201	6,577,421	52,958	5.6%
2020	124,239	6,106,055	49,152	9.2%
2019	123,945	5,838,955	47,109	3.7%
2018	123,707	5,616,460	45,401	4.0%
2017	123,367	5,437,195	44,073	4.5%
2016	123,745	5,516,563	44,580	6.6%
2015	124,108	5,791,380	46,664	5.0%
2014	123,204	6,149,459	49,913	4.3%
2013	123,024	5,897,052	47,934	5.5%

Sources: U.S. Census Bureau (census.gov)  
U.S. Bureau of Economic Analysis (bea.gov)

\* Data unavailable

**GREGG COUNTY, TEXAS**

**TABLE 15**

**PRINCIPAL EMPLOYERS**

**CURRENT YEAR AND NINE YEARS AGO**

Employer	2022			2013		
	Employees	Rank	Percentage of Total County Employees	Employees	Rank	Percentage of Total County Employees
Christus Good Shepherd Health System	3,000	1	4.1%	3,500	1	4.5%
Eastman Chemical	1,504	2	2.1%	1,549	3	2.0%
Longview ISD	1,291	3	1.8%	1,312	4	1.7%
Longview Regional Medical Center	1,244	4	1.7%	875	7	1.1%
Wal-Mart	1,000	5	1.4%	1,187	5	1.5%
City Of Longview	867	6	1.2%	835	8	1.1%
Dollar General	740	7	1.0%	-	-	0.0%
Pine Tree ISD	712	8	1.0%	678	9	0.9%
AAON Coil Products, Inc.	640	9	0.9%	-	-	0.0%
Komatsu	<u>620</u>	10	<u>0.8%</u>	-	-	0.0%
Trinity Rail, LLC				1,767	2	2.3%
Joy Global				1,026	6	1.3%
Diagnostic Clinic of Longview				<u>655</u>	10	<u>0.8%</u>
<b>Total</b>	<u><b>11,618</b></u>		<u><b>16.1%</b></u>	<u><b>13,384</b></u>		<u><b>18.0%</b></u>

Source: Longview Economic Development Corporation (Employment by Company)  
 Bureau of Labor Statistics (County Total Employment)

Notes: 2022 Percentage of total County employment is based on County employment of 73334.  
 2013 Percentage of total County employment is based on County employment of 77413.

**GREGG COUNTY, TEXAS**

COUNTY EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2022

Function/Program	Fiscal Year				
	2013	2014	2015	2016	2017
General government	97	100	102	102	102
Judicial	92	92	92	91	91
Public safety	259	260	262	263	264
Health and Human Services	14	12	12	12	12
Public buildings	18	19	18	18	19
Transportation and roads	<u>48</u>	<u>47</u>	<u>48</u>	<u>48</u>	<u>48</u>
Totals	<u>528</u>	<u>530</u>	<u>534</u>	<u>533</u>	<u>535</u>

Source: Gregg County Budget



**TABLE 16**

Fiscal Year				
<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
99	99	99	101	100
90	90	94	93	93
262	263	268	268	267
12	12	12	12	13
19	19	19	19	18
<u>47</u>	<u>47</u>	<u>47</u>	<u>45</u>	<u>47</u>
<u>529</u>	<u>530</u>	<u>539</u>	<u>538</u>	<u>538</u>

**GREGG COUNTY, TEXAS**

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2022

Function/Program	Fiscal Year			
	2013	2014	2015	2016
General Government				
County Finance				
Accounts Payable Checks Processed	8,789	8,493	8,365	8,592
Tax Office (1)				
Motor vehicle registrations	133,761	134,302	131,334	129,890
Motor vehicle titles issued	49,411	48,757	47,843	45,630
Elections Office				
Registered Voters	65,680	66,146	65,678	68,833
Number of Elections Held	10	11	6	10
Judicial				
District Court level				
Civil & Family cases filed	3,417	3,297	3,091	3,253
Criminal cases filed	1,389	1,519	1,266	1,368
County Court level				
Probate/Mental Health cases filed	525	516	542	627
Statutory County Court level (2)				
Civil cases filed	1,180	1,117	1,195	1,108
Criminal cases filed	4,129	3,684	3,541	3,300
Law Enforcement/Corrections (3)				
Jail facilities				
Jail Book-ins	10,282	9,419	9,098	9,171
Law Enforcement				
Warrants executed	5,770	4,496	4,461	4,469
Civil process served	3,523	4,629	4,314	4,780
Health & Human Services				
Patients seen by Doctor	646	477	603	586
Patients seen by Nurse	2,354	2,032	2,433	2,676
Rx - Medications Filled	4,611	3,926	3,838	4,994
Welfare Applicants	1,004	820	1,274	1,235
Immunizations (# of shots)	5,440	5,254	5,077	4,962
Transportation & Roads				
Miles of County Roads	281	281	281	281

Sources: County departmental and court statistical reports for state and local reporting requirements

- (1) Tax Office data based on State Fiscal year
- (2) Change in Texas OCA reporting requirements
- (3) Law Enforcement data based on calendar year

**TABLE 17**

Fiscal Year					
2017	2018	2019	2020	2021	2022
8,652	8,786	8,466	7,967	7,835	7,684
128,866	130,036	131,713	126,567	129,775	130,817
45,020	49,307	49,024	44,760	50,092	47,197
67,696	69,321	69,316	73,272	71,728	73,000
4	9	8	9	7	4
3,004	2,788	2,711	2,634	2,413	2,258
1,233	1,326	1,665	1,764	1,946	1,867
621	556	549	546	740	602
1,083	1,173	1,324	1,202	852	810
3,250	3,671	3,868	3,616	2,511	2,132
9,150	9,550	9,862	5,335	4,625	5,323
4,225	5,377	4,849	2,038	1,555	2,906
3,218	2,879	2,885	1,832	1,838	1,768
617	479	518	354	328	289
2,764	2,436	2,161	2,162	1,601	1,385
5,668	4,298	3,537	2,788	2,226	2,461
1,291	1,124	1,419	2,058	2,514	1,828
4,374	4,120	5,367	4,007	2,808	2,682
281	281	281	281	281	281

**GREGG COUNTY, TEXAS**

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2022

FUNCTION/PROGRAM	Fiscal Year				
	2013	2014	2015	2016	2017
General government Vehicles	10	9	10	9	9
Judicial Vehicles	4	5	6	5	5
Video/sound system	2	2	2	2	2
Law enforcement/corrections Vehicles	99	88	97	98	106
Transportation and roads Road and bridge vehicles	29	31	32	33	31
Road and bridge equipment	111	111	109	112	118
Public buildings Vehicles	4	4	3	4	3
Health and human services Vehicles	2	2	2	2	2

Source: Gregg County depreciation schedules

**TABLE 18**

Fiscal Year				
<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
9	10	10	16	17
5	3	3	3	3
2	2	2	2	2
109	103	106	108	108
34	32	35	40	40
117	116	121	124	129
4	4	4	4	4
2	3	2	2	2

**GREGG COUNTY, TEXAS**

## SCHEDULE OF INSURANCE

SEPTEMBER 30, 2022

<u>Insuring Company</u>	<u>Type of Coverage</u>	<u>Policy From</u>	<u>Policy To</u>
Texas Association of Counties (TAC) Risk Management Pool	Property	10/1/21	10/1/22
Texas Association of Counties (TAC) Risk Management Pool	Auto Liability	10/1/21	10/1/22
Texas Association of Counties (TAC) Risk Management Pool	General Liability	10/1/21	10/1/22
Texas Association of Counties (TAC) Risk Management Pool	Public Officials Liability Privacy or Security Event Liability and Expense	10/1/21	10/1/22
JamisonPro	State Judges Professional Liability	1/1/22	1/1/23
Texas Association of Counties (TAC) Risk Management Pool	Law Enforcement Liability	10/1/21	10/1/22
Hudson Excess Insurance Company	Health Department/Jail Medical	11/1/21	11/1/22
Old Republic Insurance Company	East Texas Regional Airport	10/1/21	10/1/22
Nautilus Insurance Company	Storage Tank Systems	8/4/22	8/4/23

**TABLE 19**

Summary of Coverage	Liability Limits
Buildings	116,046,162.00
Valuable Papers	2,500,000.00
Flood - Except Special Hazard Zones	10,000,000.00
Equipment Breakdown	100,000,000.00
Crime	500,000.00
Law Enforcement Animals	30,000.00
Bodily Injury - Each Person	100,000.00
Bodily injury- Each Accident	300,000.00
Property Damage - Each Accident	100,000.00
Comprehensive	Actual cash value or cost of repair (lessor of)
Collision	Actual cash value or cost of repair (lessor of)
Bodily Injury and Property Damage	1,000,000.00
Crisis Management	100,000.00
Employee Benefits Liability - Per Claim	1,000,000.00
Garage Keepers Legal Liability	50,000.00
Aggregate: District Judge/District Attorney Endorsement	2,000,000.00
Aggregate	2,000,000.00
Damages / Claims Exp.	1,000,000.00
Aggregate District Judge Endorsement	2,000,000.00
Aggregate	3,000,000.00
Each Claim	1,000,000.00
Professional	3,000,000.00
Professional Aggregate	1,000,000.00
Products	5,000,000.00
Personal Injury	5,000,000.00
Malpractice	5,000,000.00
Hangar keepers	5,000,000.00
Fire Damage	50,000.00
Clean up costs, Third Party Liability, Property damage Liability	1,000,000.00

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