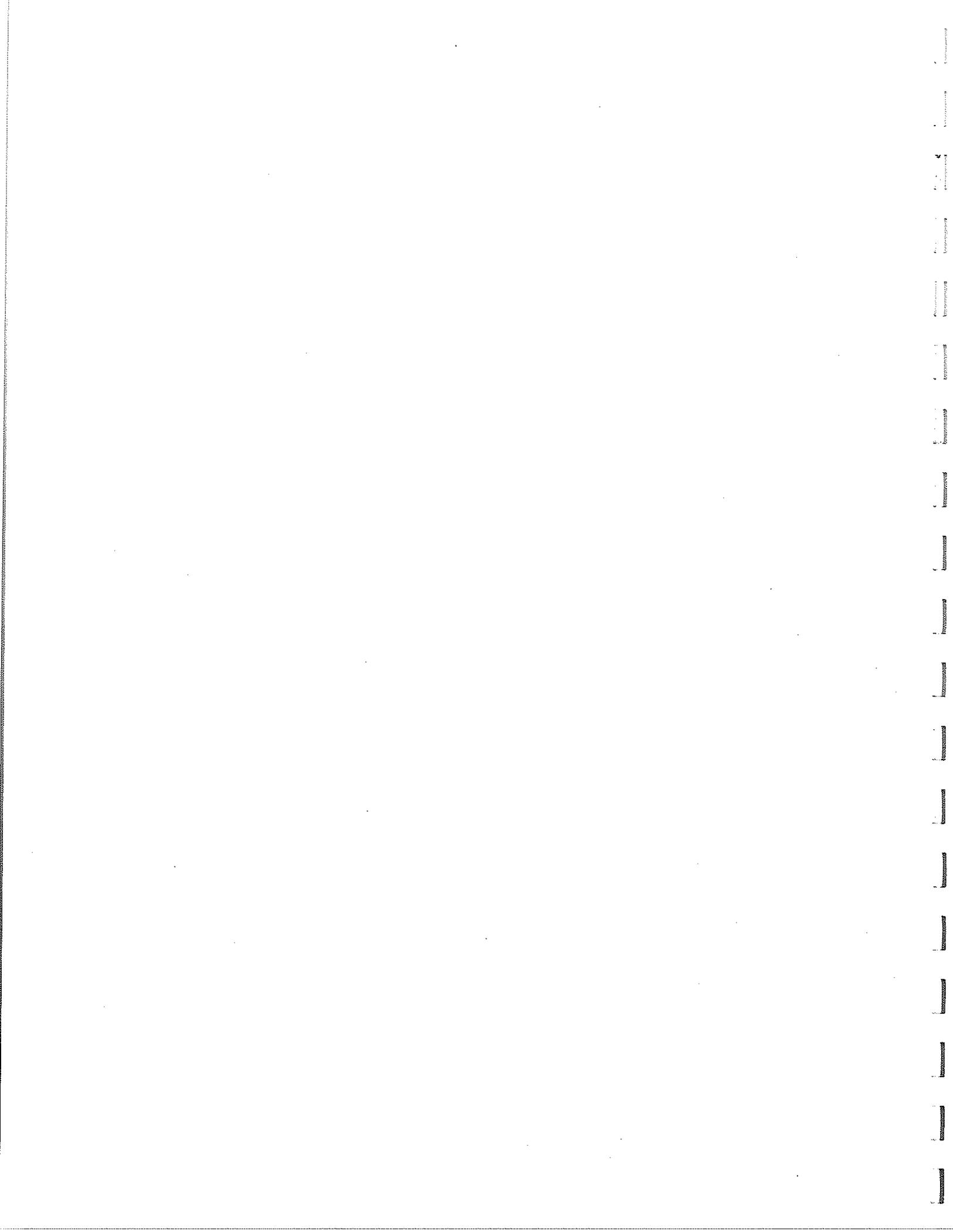


**STARR COUNTY, TEXAS**

**Annual Financial Report**

**For the Year Ended  
September 30, 2011**



STARR COUNTY, TEXAS  
 ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED SEPTEMBER 30, 2011

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# FINANCIAL SECTION

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

## INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge  
and County Commissioners  
Starr County, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Starr County, Texas as of and for the year ended September 30, 2011, which collectively comprise the Starr County, Texas basic financial statements as listed in the table of contents. These financial statements are the responsibility of Starr County, Texas' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Starr County, Texas, as of September 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 3, 2012, on our consideration of Starr County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

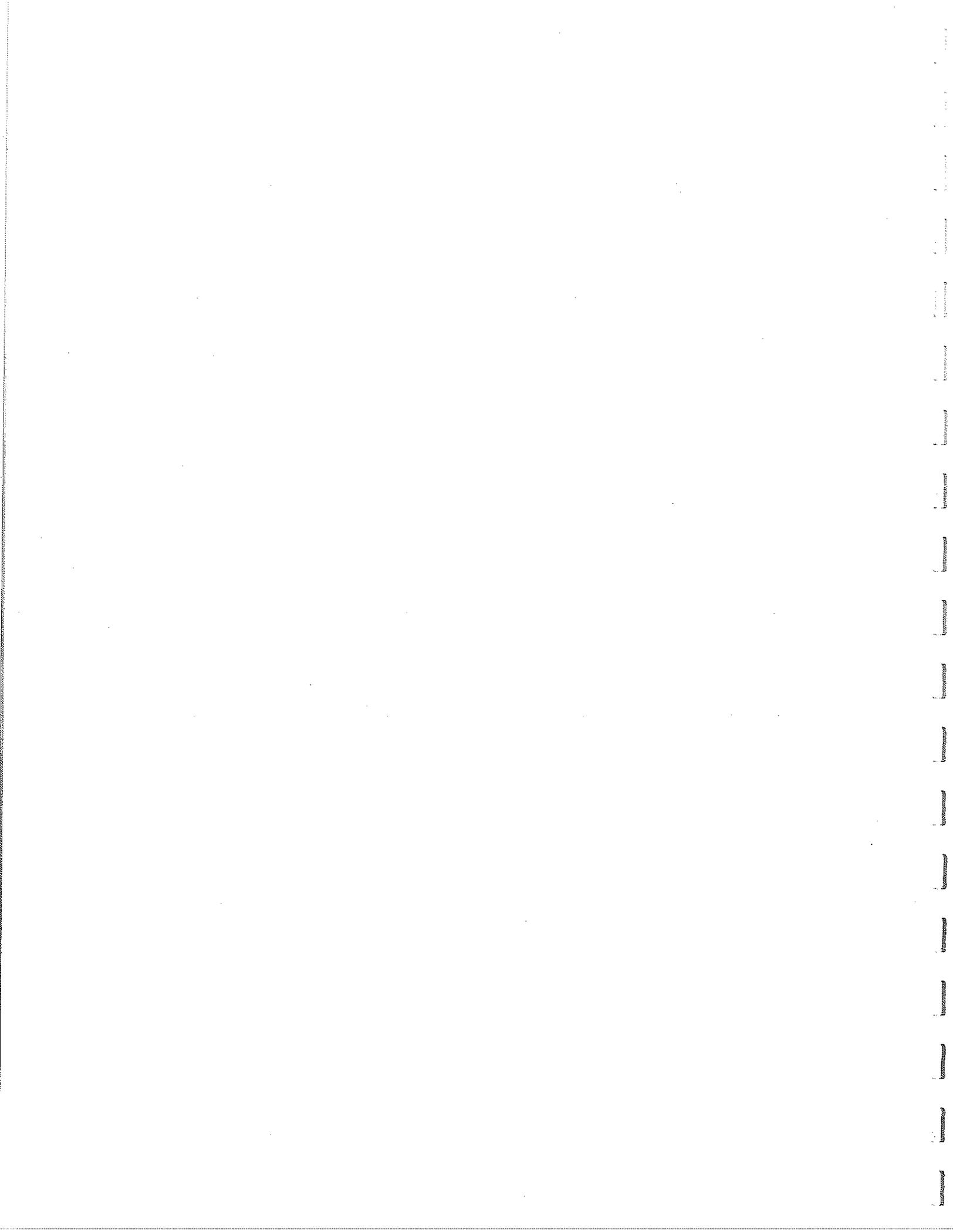
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 8 and 38 through 64 be presented to supplement the basic financial statements. Such information, although not a part of 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.



Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Starr County, Texas' financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the *State of Texas Single Audit Circular* and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Pattillo, Brown & Hill, C.P.A.

August 3, 2012



## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Starr County (County) annual financial report presents our discussion and analysis as an overview of the County's financial performance during the fiscal year ended September 30, 2011. Please read it in conjunction with the County's financial statements, which follow this section.

### FINANCIAL HIGHLIGHTS

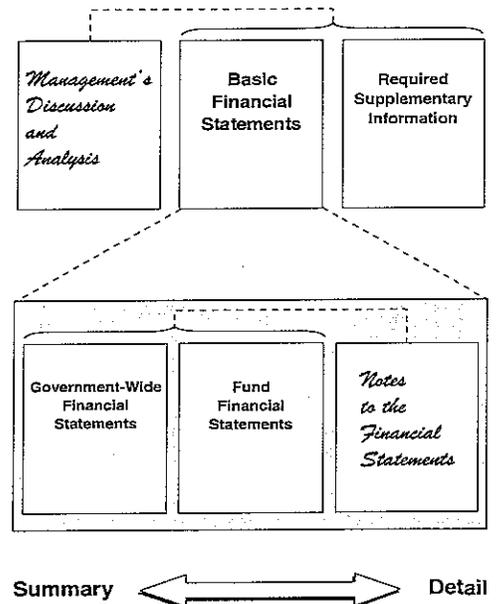
- At September 30, 2011, the County's assets exceed its liabilities by \$86,629,015. Total assets were \$92,578,700 and total liabilities were \$5,949,685.
- During the year, the County's expenses were \$100,220 more than the \$26,557,602 generated in taxes and other revenues for governmental activities. The prior year expenses were \$510,348 more than the \$27,641,599 generated by revenues of governmental activities.
- The general fund reported a fund balance this year of \$7,190,030 of which \$6,634,733 is unreserved, an increase in the unreserved fund balance of \$206,792 from the prior year. This increase is due to excess revenues during the year of 1.3% over expenditures and transfers out.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management's discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County's overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the County's operations in more detail than the government-wide statements.
- The *governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending.
- *Proprietary fund* statements offer *short- and long-term* financial information about the activities the government operates *like businesses*, such as the gas operating system.
- *Fiduciary fund* statements provide information about the financial relationships in which the County's acts solely as a *trustee or agent* for the benefit of others, to whom the resources in question belong.

Figure A-1, Required Components of the County's Annual Financial Report



The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Figure A-2. Major Features of the District's Government-wide and Fund Financial Statements

Type of Statements	Fund Statements			
	Government-wide	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Agency's government (except fiduciary funds) and the Agency's component units	The activities of the district that are not proprietary or fiduciary	Activities the district operates similar to private businesses: self insurance	Instances in which the district is the trustee or agent for someone else's resources
Required financial statements	* Statement of net assets * Statement of activities	* Balance sheet * Statement of revenues, expenditures & changes in fund balances	* Statement of net assets * Statement of revenues, expenses and changes in fund net assets * Statement of cash flows	* Statement of fiduciary net assets * Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, the capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term, the Agency's funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Figure A-2 summarizes the major features of the County's financial statements, including the portion of the County's government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

### Government-wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's net assets and how they have changed. Net assets—the difference between the County's assets and liabilities—is one way to measure the County's financial health or *position*.

- Over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County, one needs to consider additional non-financial factors such as changes in the County's tax base.

The government-wide financial statements of the County include the *Governmental activities*. Most of the County's basic services are included here, such as general administration, judicial, legal, financial administration, public facilities, public safety, health and welfare, culture and recreation, conservation agriculture and highways and streets. Taxes, charges for services, and grants finance most of these activities.

### Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant *funds*—not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law.
- The Commissioners' Court establishes other funds to control and manage money for particular purposes or to show that it is properly using certain grants and local sources.

The County has the following kinds of funds:

- *Governmental funds*—Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Proprietary funds*—Services for which the County charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.
- *Fiduciary funds*—The County is the trustee, or *fiduciary*, for certain funds. It is also responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

## FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net assets: The County's combined net assets were \$86,629,015 at September 30, 2011, an increase of \$1,997,147 or 2.36% over combined net assets of \$84,631,868 at September 30, 2010. This increase is mostly due to capital assets. (See Table A-1)

Table A-1 Governmental Activities

	2011	2010	Increase (Decrease)
<b>Assets:</b>			
Current and other assets	\$21,204,099	\$21,461,308	\$ (257,209)
Capital assets (net of depreciation)	71,374,601	70,011,770	1,362,831
<b>Total Assets</b>	<u>92,578,700</u>	<u>91,473,078</u>	<u>1,105,622</u>
<b>Liabilities:</b>			
Current and noncurrent liabilities	2,134,685	2,611,210	(476,525)
Long-term liabilities	3,815,000	4,230,000	(415,000)
<b>Total Liabilities</b>	<u>5,949,685</u>	<u>6,841,210</u>	<u>(891,525)</u>
<b>Net Assets:</b>			
Invested in capital assets, net of related debt	67,559,601	65,781,770	1,777,831
Restricted for capital projects	584,006	342,768	241,238
Restricted for debt service	3,259,195	3,163,656	95,539
Restricted for landfill post closure costs	555,297	547,091	8,206
Unrestricted	14,670,916	14,796,583	(125,667)
<b>Total Net Assets</b>	<u>\$86,629,015</u>	<u>\$84,631,868</u>	<u>\$1,997,147</u>

**Changes in net assets:**

The County's total revenues were \$26,914,005. (See Table A-2). The total cost of all programs and services was \$24,770,076 of which 35.76% or \$8,856,855 of these costs are for public safety.

**Governmental Activities**

- Property tax revenues decreased by 6.78%. Tax revenues for the year ended September 30, 2011, decrease to \$14,397,319 from \$15,444,660 the previous year, a decrease of \$1,047,341.

*Table A-2 Governmental Activities*

	2011	2010	Increase (Decrease)
Revenues:			
Program Revenues:			
Charges for Services	\$ 5,055,300	\$ 4,099,623	\$ 955,677
Operating Grants and Contributions	6,252,054	7,961,436	(1,709,382)
General revenues:			
Property Taxes	14,397,319	15,444,660	(1,047,341)
Interest	62,053	93,409	(31,356)
Transfers	640,000	585,000	55,000
Miscellaneous	507,279	336,197	171,082
<b>Total Revenues</b>	<b>26,914,005</b>	<b>28,520,325</b>	<b>(1,606,320)</b>
Expenses:			
Public safety	8,856,855	9,638,550	(781,695)
Judicial	1,894,959	1,789,592	105,367
Highways and streets	5,480,725	4,303,463	1,177,262
Public facilities	(77,854)	504,138	(581,992)
Financial administration	1,012,007	959,983	52,024
Legal	877,144	872,656	4,488
Health and welfare	2,034,081	2,114,439	(80,358)
Conservation and agriculture	137,870	138,473	(603)
General government	4,404,871	4,300,927	103,944
Culture and recreation	-0-	-0-	-0-
Debt service-interest on debt	149,418	163,794	(14,376)
Debt service-Bond issuance costs	-0-	-0-	-0-
<b>Total Expenses</b>	<b>24,770,076</b>	<b>24,786,015</b>	<b>(15,939)</b>
Increase in Net Assets	2,143,929	3,734,310	(1,590,381)
Net assets -- Beginning	84,631,868	80,977,903	3,653,965
Prior period adjustment	(146,782)	(80,345)	(66,437)
Net assets -- Ending	<u>\$ 86,629,015</u>	<u>\$ 84,631,868</u>	<u>\$ 1,997,147</u>

Table A-3 presents the cost of each of the County's largest functions as well as each function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by state revenues as well as local revenues.

- The cost of all *governmental* activities this year was \$24,770,076, a decrease of \$15,939 or 0.064% decrease compared to \$24,786,015 for the prior year.
- However, the amount that our taxpayers paid for these activities through property taxes was only \$14,397,319.

- Some of the cost was paid by those who directly benefited from the programs and totaled \$5,055,300. This is an increase from last year's revenues, which were \$4,099,623, an increase of \$955,677, or 23.31%.
- Grants and contributions this year amounted to \$6,252,054, a decrease of \$1,709,382, or 21.47% under last year's grants and contributions which totaled \$7,961,436.

*Table A-3 Governmental*

	<u>2011</u>	<u>2010</u>	Increase Decrease
Public safety	\$8,856,855	\$9,638,550	\$(781,695)
Highways and streets	5,480,725	4,303,463	1,177,262
General government	4,404,871	4,300,927	103,944
Judicial	1,894,959	1,789,592	105,367
Health and Welfare	2,034,081	2,114,439	(80,358)

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues from governmental fund types totaled \$26,557,602 for the year ended September 30, 2011, a decrease of \$1,083,997, or 3.92% under the preceding year's total governmental revenues of \$27,641,599. The decrease in revenues is mainly from a decrease in intergovernmental revenues and property taxes.

### General Fund Budgetary Highlights

Over the course of the year, the County revised its general fund budget 59 times. Actual general fund expenditures were \$14,895,925, which was \$302,200 under the final budget amounts.

On the other hand, actual general fund resources available were \$15,091,574, which was over the final budgeted amount by \$830,397.

### CAPITAL ASSETS

At the end of 2011, the County had invested \$71,374,601 in a broad range of capital assets, including land, buildings, improvements, machinery, equipment, vehicles, and infrastructure. (See Table A-4.) This amount represents an increase of \$1,362,831, a 1.95% increase from FY 2010. The increase is attributed mainly to infrastructure.

*Table A-4*

	<u>2011</u>	<u>2010</u>	Increase (Decrease)
Land	\$ 1,171,990	\$ 1,142,240	\$ 29,750
Construction in progress	265,449	-0-	265,449
Buildings and improvements	16,551,090	16,463,464	87,626
Furniture and equipment	7,926,665	7,428,319	498,346
Infrastructure	55,861,698	54,529,899	1,331,799
Totals at historical cost	<u>81,776,892</u>	<u>79,563,952</u>	<u>2,212,970</u>
Less:			
Accumulated depreciation	10,402,291	9,552,152	850,139
Net capital assets	<u>\$71,374,601</u>	<u>\$70,011,770</u>	<u>\$ 1,362,831</u>

## LONG TERM DEBT

At year end the County has \$3,815,000 in long-term debt outstanding as shown in Table A-5. More detailed information about the County's debt is presented in the notes to the financial statements.

Table A-5

	Balance 9/30/10	Principal Issued	Principal Retired	Balance 9/30/11
Revenue bonds	\$ -	-	-	\$ -
Certificates of Obligation	3,830,000	-	220,000	3,610,000
G.O. Refunding Bonds	400,000	-	195,000	205,000
Totals	<u>\$ 4,230,000</u>	<u>\$ -0-</u>	<u>\$ 415,000</u>	<u>\$ 3,815,000</u>

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Appraised values used for the 2012 budget preparation decreased by approximately \$233,161,880.
- The property tax rates will increase by \$.00 per \$100.00 of assessed valuation.
- Employees' group health insurance continues to increase.
- There will be a salary increase for 2012 of 0% of FY 2011 salary.

These indicators were taken into account when adopting the general fund budget for 2012. Amounts available for appropriation in the general fund budget are \$16,156,645, an increase of \$1,895,468, or 13.29% over the final 2011 budget of \$14,261,177. Property taxes will decrease due to the decreased appraised values.

General fund expenditures are budgeted to increase in 2012 to \$16,156,651, an increase of \$958,526, or 6.3% over the final 2011 budgeted expenditures of \$15,198,125.

If these estimates are realized, the County's budgetary general fund balance is not expected to change appreciably by the close of FY 2012.

## CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. Questions concerning information provided in this report should be addressed to:

Starr County Auditor  
Starr County Courthouse Annex  
100 N. FM 3167, Suite 217  
Rio Grande City, TX 78582  
Telephone: (956) 716-4800

**STARR COUNTY, TEXAS**  
**STATEMENT OF NET ASSETS**  
**SEPTEMBER 30, 2011**

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 7,312,475	\$ 158,904	\$ 7,471,379
Investments	-	760,244	760,244
Receivables (net of allowances for uncollectibles)			
Taxes	9,467,561	-	9,467,561
Accounts	57,836	178,496	236,332
Notes	205,000	-	205,000
Other	2,028	-	2,028
Due from agencies	939,450	-	939,450
Internal balances	1,099,965	(1,099,965)	-
Due from other governments	1,564,487	85,215	1,649,702
Other assets	555,297	-	555,297
Supplies inventory	-	43,723	43,723
Prepaid insurance	-	61,289	61,289
Capital assets (net of accumulated depreciation)			
Land	1,171,990	1,406,530	2,578,520
Landfill closure costs	-	21,000	21,000
Construction in progress	265,449	-	265,449
Buildings and improvements	10,022,861	3,567,335	13,590,196
Furniture and equipment	4,052,603	444,287	4,496,890
Infrastructure	55,861,698	-	55,861,698
Total assets	<u>92,578,700</u>	<u>5,627,058</u>	<u>98,205,758</u>
<b>LIABILITIES</b>			
Accounts payable	597,377	150,092	747,469
Bank overdraft	-	17,668	17,668
Accrued liabilities	75,446	2,635	78,081
Other liabilities	40,856	100,793	141,649
Due to agencies	698,269	-	698,269
Due to other governments	221,947	-	221,947
Deferred revenue	500,790	-	500,790
Non-current liabilities			
Due within one year	435,000	1,600,586	2,035,586
Due in more than one year	3,380,000	-	3,380,000
Total liabilities	<u>5,949,685</u>	<u>1,871,774</u>	<u>7,821,459</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	67,559,601	3,532,115	71,091,716
Restricted for			
Capital projects	584,006	-	584,006
Debt service	3,259,195	-	3,259,195
Landfill post closure cost	555,297	-	555,297
Unrestricted	14,670,916	223,169	14,894,085
Total net assets	<u>\$ 86,629,015</u>	<u>\$ 3,755,284</u>	<u>\$ 90,384,299</u>

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

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## EXHIBIT B-1

**STARR COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-type Activities	
<b>Governmental activities:</b>						
General government	\$ 4,404,871	\$ 4,443,305	\$ 351,434	\$ 389,868	\$ -	\$ 389,868
Public safety	8,856,855	146,498	5,510,327	(3,200,030)	-	(3,200,030)
Judicial	1,894,959	-	-	(1,894,959)	-	(1,894,959)
Highways and streets	5,215,276	465,497	390,293	(4,359,486)	-	(4,359,486)
Public facilities	187,595	-	-	(187,595)	-	(187,595)
Financial administration	1,012,007	-	-	(1,012,007)	-	(1,012,007)
Legal	877,144	-	-	(877,144)	-	(877,144)
Health and welfare	2,034,081	-	-	(2,034,081)	-	(2,034,081)
Conservation and agriculture	137,870	-	-	(137,870)	-	(137,870)
Debt service - interest on debt	149,418	-	-	(149,418)	-	(149,418)
Total governmental activities	<u>24,770,076</u>	<u>5,055,300</u>	<u>6,252,054</u>	<u>(13,462,722)</u>	<u>-</u>	<u>(13,462,722)</u>
<b>Business-type activities:</b>						
International Bridge	1,319,473	1,818,206	-	-	498,733	498,733
Gas System	1,552,821	1,084,614	-	-	(468,207)	(468,207)
Transfer Station	91,831	242,564	-	-	150,733	150,733
Total business-type activities	<u>2,964,125</u>	<u>3,145,384</u>	<u>-</u>	<u>-</u>	<u>181,259</u>	<u>181,259</u>
Total primary government	<u>\$ 27,734,201</u>	<u>\$ 8,200,684</u>	<u>\$ 6,252,054</u>	<u>(13,462,722)</u>	<u>181,259</u>	<u>(13,281,463)</u>
<b>General revenues:</b>						
<b>Taxes:</b>						
Property taxes - general purposes				9,787,269	-	9,787,269
Property taxes - road & bridge				3,968,312	-	3,968,312
Property taxes - debt service				641,738	-	641,738
Property taxes - drainage district				389,436	-	389,436
Investment earnings				62,053	(34,429)	27,624
Transfers				640,000	(640,000)	-
Miscellaneous				117,843	(6,750)	111,093
Total general revenues				<u>15,606,651</u>	<u>(681,179)</u>	<u>14,925,472</u>
Change in net assets				2,143,929	(499,920)	1,644,009
Net assets, beginning				84,631,868	4,250,253	88,882,121
Prior period adjustment				(146,782)	4,951	(141,831)
Net assets, ending				<u>\$ 86,629,015</u>	<u>\$ 3,755,284</u>	<u>\$ 90,384,299</u>

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

STARR COUNTY, TEXAS

BALANCE SHEET  
GOVERNMENTAL FUNDS

SEPTEMBER 30, 2011

	General	Road & Bridge	Debt Service
<b>ASSETS</b>			
Cash	743,022	\$ 61,266	\$ 348,320
Investments	1,130,444	-	2,860,775
Taxes receivables (net of allowance)	6,442,212	2,451,343	574,006
Accounts receivable	15,996	-	-
Accrued receivables	255	-	1,773
Note receivable	205,000	-	-
Due from other funds	4,613,009	308,905	41,052
Due from other governments	305,859	-	-
Other assets	555,297	-	-
Total assets	<u>\$ 14,011,094</u>	<u>\$ 2,821,514</u>	<u>\$ 3,825,926</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Accounts payable	\$ 178,302	\$ 102,881	\$ -
Other liabilities	40,856	-	-
Accrued liabilities	1,764	-	-
Due to other funds	191,656	1,426,392	45
Due to other governments	58,716	-	-
Deferred revenue	6,349,770	2,590,013	566,686
Total liabilities	<u>6,821,064</u>	<u>4,119,286</u>	<u>566,731</u>
Fund balances:			
Reserved, designated	555,297	-	3,259,195
Unreserved, undesignated	6,634,733	(1,297,772)	-
Total fund balances	<u>7,190,030</u>	<u>(1,297,772)</u>	<u>3,259,195</u>
Total liabilities and fund balances	<u>\$ 14,011,094</u>	<u>\$ 2,821,514</u>	<u>\$ 3,825,926</u>

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

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

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

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

Net assets of governmental activities

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

Other Governmental Funds	Total Governmental Funds
\$ 1,912,960	\$ 3,065,568
255,688	4,246,907
-	9,467,561
41,840	57,836
-	2,028
-	205,000
622,149	5,585,115
1,258,628	1,564,487
-	555,297
<u>\$ 4,091,265</u>	<u>\$ 24,749,799</u>
\$ 316,194	\$ 597,377
-	40,856
73,682	75,446
2,625,876	4,243,969
163,231	221,947
325,923	9,832,392
<u>3,504,906</u>	<u>15,011,987</u>
584,006	4,398,498
2,353	5,339,314
<u>586,359</u>	<u>9,737,812</u>
<u>\$ 4,091,265</u>	
	71,374,601
	9,331,602
	<u>(3,815,000)</u>
	<u>\$ 86,629,015</u>

**STARR COUNTY, TEXAS**

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

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>General</u>	<u>Road &amp; Bridge</u>	<u>Debt Service</u>
<b>REVENUES</b>			
Taxes	\$ 9,513,484	\$ 3,867,096	\$ 645,336
Intergovernmental	351,434	390,293	-
Charges for services	4,305,228	61,355	-
Fines and forfeits	138,077	404,142	-
Interest	42,294	2,879	14,621
Miscellaneous	86,057	30,226	-
Total revenues	<u>14,436,574</u>	<u>4,755,991</u>	<u>659,957</u>
<b>EXPENDITURES</b>			
General administration	4,149,013	-	-
Judicial	1,777,550	-	-
Legal	833,176	-	-
Financial administration	949,369	-	-
Public facilities	240,069	-	-
Public safety	5,867,555	-	-
Health and welfare	934,878	-	-
Conservation agriculture	129,315	-	-
Highways and streets	-	5,462,206	-
Debt service:			
Principal retirements	-	-	415,000
Interest and fiscal charges	-	-	149,418
Total expenditures	<u>14,880,925</u>	<u>5,462,206</u>	<u>564,418</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(444,351)</u>	<u>(706,215)</u>	<u>95,539</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	655,000	-	-
Operating transfers out	(15,000)	-	-
Total other financing sources (uses)	<u>640,000</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	195,649	(706,215)	95,539
<b>FUND BALANCES, BEGINNING OF YEAR</b>	6,975,032	(591,557)	3,163,656
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>19,349</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 7,190,030</u>	<u>\$ (1,297,772)</u>	<u>\$ 3,259,195</u>

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

Other Governmental Funds	Total Governmental Funds
\$ 389,436	\$ 14,415,352
5,510,327	6,252,054
-	4,366,583
146,498	688,717
2,259	62,053
1,560	117,843
<u>6,050,080</u>	<u>25,902,602</u>
-	4,149,013
-	1,777,550
-	833,176
-	949,369
451,666	691,735
3,124,623	8,992,178
1,147,014	2,081,892
-	129,315
1,011,970	6,474,176
-	415,000
-	149,418
<u>5,735,273</u>	<u>26,642,822</u>
<u>314,807</u>	<u>(740,220)</u>
-	655,000
-	(15,000)
-	640,000
314,807	(100,220)
342,768	9,889,899
<u>(71,216)</u>	<u>(51,867)</u>
<u>\$ 586,359</u>	<u>\$ 9,737,812</u>

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## STARR COUNTY, TEXAS

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

FOR THE YEAR ENDED SEPTEMBER 30, 2011

Amounts reported for governmental activities in the statement of activities (page 10)  
are different because:

Net change in fund balances --- total governmental funds (page 12)	\$ (100,220)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount which capital outlays exceeded depreciation in the current period.	1,457,746
Governmental funds report long term debt principal payments as expenditures. However, in the statement of activities these payments are reductions in the long term liabilities in the statement of net assets.	415,000
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, eliminating interfund transactions, reclassifying the bond proceeds and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net assets.	<u>371,403</u>
Change in net assets of governmental activities (page 10)	<u>\$ 2,143,929</u>

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

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## STARR COUNTY, TEXAS

## BUDGETARY COMPARISON SCHEDULE

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 9,192,625	\$ 9,192,625	\$ 9,513,484	\$ 320,859
Intergovernmental	230,000	289,198	351,434	62,236
Charges for services	3,074,200	3,074,200	4,305,228	871,426
Fines and forfeits	80,000	80,000	138,077	58,077
Interest	-	-	42,294	42,294
Miscellaneous	56,000	63,950	86,057	22,107
Total revenues	<u>12,632,825</u>	<u>12,699,973</u>	<u>14,436,574</u>	<u>1,376,999</u>
<b>EXPENDITURES</b>				
General administration	4,595,199	4,596,949	4,149,013	447,936
Judicial	1,757,669	1,757,669	1,777,550	(19,881)
Legal	704,753	704,853	833,176	(128,323)
Financial administration	969,621	969,791	949,369	20,422
Public facilities	255,292	255,292	240,069	15,223
Public safety	5,819,702	5,863,855	5,867,555	(3,700)
Health and welfare	894,431	918,131	934,878	(16,747)
Conservation agriculture	131,585	131,585	129,315	2,270
Total expenditures	<u>15,128,252</u>	<u>15,198,125</u>	<u>14,880,925</u>	<u>317,200</u>
<b>(DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(2,495,427)</u>	<u>(2,498,152)</u>	<u>(444,351)</u>	<u>1,694,199</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	1,560,004	1,560,004	655,000	(905,004)
Operating transfers out	-	-	(15,000)	(15,000)
Total other financing sources (uses)	<u>1,560,004</u>	<u>1,560,004</u>	<u>640,000</u>	<u>(920,004)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES</b>	<u>(935,423)</u>	<u>(938,148)</u>	<u>195,649</u>	<u>774,195</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>4,790,528</u>	<u>4,735,974</u>	<u>6,975,032</u>	<u>2,239,058</u>
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>-</u>	<u>-</u>	<u>19,349</u>	<u>19,349</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 3,855,105</u>	<u>\$ 3,797,826</u>	<u>\$ 7,190,030</u>	<u>\$ 3,392,204</u>

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

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## STARR COUNTY, TEXAS

## STATEMENT OF NET ASSETS

## PROPRIETARY FUNDS

SEPTEMBER 30, 2011

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			
	International Bridge	Gas System	Transfer Station	Totals
<b>CURRENT ASSETS</b>				
Cash on hand	\$ 7,766	\$ 143	\$ -	\$ 7,909
Cash on deposit	71,560	-	79,435	150,995
Investments - unrestricted	657,297	2,154	-	659,451
Investments - restricted for customer deposits	-	100,793	-	100,793
Due from other governments	-	-	85,215	85,215
Accounts receivable	68,257	58,886	-	127,143
Accounts receivable - landfill	-	44,688	-	44,688
Accounts receivable - disconnects	-	14,647	-	14,647
Allowance for uncollectibles	-	(8,882)	-	(8,882)
Accrued interest receivable	693	207	-	900
Supplies inventory	-	43,723	-	43,723
Prepaid insurance	61,227	62	-	61,289
Total current assets	<u>866,800</u>	<u>256,421</u>	<u>164,650</u>	<u>1,287,871</u>
<b>NON-CURRENT ASSETS</b>				
Land	1,396,530	10,000	-	1,406,530
Construction in progress	-	-	-	-
Buildings	5,345,988	20,390	1,645,942	7,012,320
Landfill closure cost	-	-	21,000	21,000
Original purchase - distribution system	-	550,000	-	550,000
Gas distribution system	-	21,562	-	21,562
Office furniture and equipment	805,442	16,737	-	822,179
Transportation equipment	-	50,481	-	50,481
Machinery and equipment	-	89,300	238,729	328,029
Accumulated depreciation	<u>(3,965,255)</u>	<u>(715,863)</u>	<u>(91,831)</u>	<u>(4,772,949)</u>
Total non-current assets	<u>3,582,705</u>	<u>42,607</u>	<u>1,813,840</u>	<u>5,439,152</u>
Total assets	<u>4,449,505</u>	<u>299,028</u>	<u>1,978,490</u>	<u>6,727,023</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF NET ASSETS

## PROPRIETARY FUNDS

SEPTEMBER 30, 2011

(Continued)

	BUSINESS-TYPE ACTIVITIES -			Totals
	International Bridge	Gas System	Transfer Station	
<b>CURRENT LIABILITIES</b>				
Bank overdraft	-	17,668	-	17,668
Accounts payable	18,232	131,860	-	150,092
Customer deposits payable	-	100,793	-	100,793
Sales tax payable	-	1,803	-	1,803
Due to other funds	12,795	616,069	471,101	1,099,965
Accrued liabilities	832	-	-	832
Current maturities of notes payable	205,000	-	1,395,586	1,600,586
Total current liabilities	<u>236,859</u>	<u>868,193</u>	<u>1,866,687</u>	<u>2,971,739</u>
<b>NON-CURRENT LIABILITIES</b>				
Notes payable, net of current maturities	-	-	-	-
Total non-current liabilities	-	-	-	-
Total liabilities	<u>236,859</u>	<u>868,193</u>	<u>1,866,687</u>	<u>2,971,739</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	3,377,705	42,607	111,803	3,532,115
Unrestricted	834,941	(611,772)	-	223,169
Total net assets	<u>\$ 4,212,646</u>	<u>\$ (569,165)</u>	<u>\$ 111,803</u>	<u>\$ 3,755,284</u>

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

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## STARR COUNTY, TEXAS

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

## PROPRIETARY FUNDS

SEPTEMBER 30, 2011

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			
	International Bridge	Gas System	Transfer Station	Totals
<b>OPERATING REVENUES</b>				
Natural gas sales	\$ -	\$ 701,095	\$ -	\$ 701,095
Charge for services	1,761,761	672,825	242,564	2,677,150
Penalties	-	9,307	-	9,307
Connect fees	-	4,475	-	4,475
Rentals	54,267	-	-	54,267
Excess on peso exchange	2,178	-	-	2,178
Miscellaneous	-	936	-	936
Total operating revenues	<u>1,818,206</u>	<u>1,388,638</u>	<u>242,564</u>	<u>3,449,408</u>
<b>COST OF REVENUE PRODUCING ITEMS</b>				
Natural gas purchases	-	304,024	-	304,024
Total cost of revenue producing items	<u>-</u>	<u>304,024</u>	<u>-</u>	<u>304,024</u>
Gross profit	<u>1,818,206</u>	<u>1,084,614</u>	<u>242,564</u>	<u>3,145,384</u>
<b>OPERATING EXPENSES</b>				
Gas loss	-	26,157	-	26,157
Equipment lease	-	13,831	-	13,831
Equipment rental	-	69,242	-	69,242
Depreciation	184,156	6,435	91,831	282,422
Group insurance	64,542	62,427	-	126,969
Insurance	106,649	288	-	106,937
Worker's compensation	19,981	5,557	-	25,538
Legal and professional	16,000	-	-	16,000
Office and building supplies	-	8,680	-	8,680
Participation costs - City of Roma	229,373	-	-	229,373
Payroll tax expense	39,079	26,599	-	65,678
Postage and freight	-	4,685	-	4,685
Repairs and maintenance	45,452	17,050	-	62,502
Retirement	39,031	25,155	-	64,186
Salaries and wages	505,959	363,697	-	869,656
Supplies	24,135	48,765	-	72,900
Telephone	3,418	6,734	-	10,152
Travel and entertainment	2,386	-	-	2,386

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## STARR COUNTY, TEXAS

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

## PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			Totals
	International Bridge	Gas System	Transfer Station	
<b>OPERATING EXPENSES (Continued)</b>				
Truck repairs, maintenance and supplies	-	66,162	-	66,162
Truck fuel	-	50,984	-	50,984
Hauling costs	-	592,192	-	592,192
Uniforms	10,356	7,178	-	17,534
Utilities	21,184	14,517	-	35,701
Regulatory fees	-	22,042	-	22,042
Tire recycling fees	-	60,169	-	60,169
Capital outlay	-	36,123	-	36,123
Bank fees	-	2,602	-	2,602
Miscellaneous expenses	-	15,550	-	15,550
Total operating expenses	<u>1,311,701</u>	<u>1,552,821</u>	<u>91,831</u>	<u>2,956,353</u>
<b>OPERATING INCOME</b>	<u>506,505</u>	<u>(468,207)</u>	<u>150,733</u>	<u>189,031</u>
<b>NON-OPERATING REVENUE (EXPENSES)</b>				
Interest revenue (expense)	3,208	1,371	(39,008)	(34,429)
Gain (loss) on sale of assets	-	(6,750)	-	(6,750)
Bond interest expenses and agent fees	4,278	-	-	4,278
Amortization of bonds	(12,050)	-	-	(12,050)
Total non-operating revenue (expenses)	<u>(4,564)</u>	<u>(5,379)</u>	<u>(39,008)</u>	<u>(48,951)</u>
Income before other financing sources	<u>501,941</u>	<u>(473,586)</u>	<u>111,725</u>	<u>140,080</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfer in	-	15,000	-	15,000
Operating transfer out	(655,000)	-	-	(655,000)
Total other financing sources (uses)	<u>(655,000)</u>	<u>15,000</u>	<u>-</u>	<u>(640,000)</u>
<b>CHANGES IN NET ASSETS</b>	<u>(153,059)</u>	<u>(458,586)</u>	<u>111,725</u>	<u>(499,920)</u>
<b>TOTAL NET ASSETS, BEGINNING</b>	<u>4,365,705</u>	<u>(115,530)</u>	<u>78</u>	<u>4,250,253</u>
Prior period adjustment	-	4,951	-	4,951
<b>TOTAL NET ASSETS, ENDING</b>	<u>\$ 4,212,646</u>	<u>\$ (569,165)</u>	<u>\$ 111,803</u>	<u>\$ 3,755,284</u>

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

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**STARR COUNTY, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2011**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			Totals
	International Bridge	Gas System	Transfer Station	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income	\$ 506,505	\$ (468,207)	\$ 150,733	\$ 189,031
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	184,156	6,435	91,831	282,422
(Increase) decrease in accounts receivable	230,936	(7,885)	-	223,051
(Increase) decrease in accounts receivable - landfill	-	(22,539)	-	(22,539)
(Increase) decrease in accounts receivable - disconnects	-	(5,631)	-	(5,631)
(Increase) decrease in allowance for uncollectible disconnects	-	5,630	-	5,630
(Increase) decrease in accrued interest receivable	820	58	-	878
(Increase) decrease in supplies inventory	-	(10,769)	-	(10,769)
(Increase) decrease in prepaid insurance	3,962	76	-	4,038
(Increase) decrease in due from other funds	-	-	(85,215)	(85,215)
Increase (decrease) in accounts payable	3,969	77,474	(428,121)	(346,678)
Increase (decrease) in sales tax payable	-	379	-	379
Increase (decrease) in customer deposit payable	-	2,270	-	2,270
Increase (decrease) in due to other funds	(2,662)	407,103	260,462	664,903
Net cash provided by operating activities	<u>927,686</u>	<u>(15,606)</u>	<u>(10,310)</u>	<u>901,770</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Operating transfers (out)	(655,000)	15,000	-	(640,000)
Net cash provided by noncapital financing activities	<u>(655,000)</u>	<u>15,000</u>	<u>-</u>	<u>(640,000)</u>
<b>CASH FLOWS FROM (TO) CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from loans	-	-	385,205	385,205
Bond principal payment	(215,148)	-	-	(215,148)
Acquisition of property and equipment	(29,844)	(15,000)	(258,870)	(303,714)
Disposal of property and equipment	-	6,750	-	6,750
Proceeds from sale of capital assets	-	(6,750)	-	(6,750)
Interest and fees paid	(12,050)	1,371	-	(10,679)
Net cash provided by (applied to) financing activities	<u>(257,042)</u>	<u>(13,629)</u>	<u>126,335</u>	<u>(144,336)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	3,208	-	-	3,208
Miscellaneous revenue	4,278	-	(39,008)	(34,730)
Net cash provided by investing activities	<u>7,486</u>	<u>-</u>	<u>(39,008)</u>	<u>(31,522)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	23,130	(14,235)	77,017	85,912
<b>CASH BALANCES, BEGINNING OF YEAR</b>	713,493	99,657	2,418	815,568
<b>CASH BALANCES, END OF YEAR</b>	<u>\$ 736,623</u>	<u>\$ 85,422</u>	<u>\$ 79,435</u>	<u>\$ 901,480</u>
<b>RECONCILIATION OF CASH BALANCES</b>				
Cash on hand	\$ 7,766	\$ 143	\$ -	\$ 7,909
Cash on deposit	71,560	-	79,435	150,995
Investments - unrestricted	657,297	2,154	-	659,451
Investments - restricted for customer deposits	-	100,793	-	100,793
Bank overdraft	-	(17,668)	-	(17,668)
Cash balances	<u>\$ 736,623</u>	<u>\$ 85,422</u>	<u>\$ 79,435</u>	<u>\$ 901,480</u>

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

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STARR COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2011

**ASSETS**

Cash	\$ 8,470,858
Investments	2,394,965
Accounts receivable	76,313
Due from other funds	886,761
Other assets	<u>144,653</u>
 Total assets	 <u>\$ 11,973,550</u>

**LIABILITIES**

Due to other funds	\$ 1,127,942
Due to other governments	817,431
Funds held in escrow	4,307,235
Accounts payable	15,284
Other liabilities	<u>5,705,658</u>
 Total liabilities	 <u>\$ 11,973,550</u>

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

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# STARR COUNTY, TEXAS

## NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2011

### 1. DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Starr County, Texas (the County) was organized in 1848. It is a public corporation and a political subdivision of the State of Texas. A Commissioners' Court composed of four (4) elected Commissioners and one elected County Judge governs the County under the statutes and the Constitution of the State of Texas. The County provides various services to advance the welfare, health, morals, comfort, safety and convenience of the County and its inhabitants.

The financial statements of the County have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to County governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

#### A. Reporting Entity

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic-but not the only criterion for including a potential component unit with the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise financial accountability include, but not limited to, the selection of a voting majority of the organization's governing body, the ability to remove appointed members of the organization's governing board at will, the ability to modify or approve the budget of the organization, and the designation of management. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities.

For financial reporting purposes, Starr County includes all funds and the account group that are controlled by, or dependent on, the County. Control by or dependence on the County was determined on the basis of budget adoption, taxing authority, outstanding debt secured by revenues or general obligations of the County to finance any deficits that may occur, or receipt of significant subsidies from the County, and the ability to significantly influence operation. Based upon the application of the above criteria, the following is a brief review of each potential component unit addressed in defining the government's entity.

1. **DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

A. **Reporting Entity** (Continued)

Excluded from the reporting entity:

Certain significant governmental entities providing services within the County are administered by separate boards or commissions, are not subject to oversight by the Commissioners' Court, and are responsible for their own fiscal matters. Consequently, financial information for the following entities is not included within the scope of these financial statements.

Starr County Appraisal District  
Starr County Water Control and Improvement District No.2  
Starr County Memorial Hospital District  
All school districts in Starr County

B. **Government-wide and fund financial statements**

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

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate fund financial statements are provided for the governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The general fund is the only major fund and is reported in a separate column in the fund financial statements.

C. **Measurement focus, basis of accounting, and financial statement presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows including claims and judgments reported in the County's internal service fund (proprietary fund). Property taxes are recognized as revenues in the year for which they are levied. Fees and fines are considered as earned when paid. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

1. **DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement focus, basis of accounting, and financial statement presentation** (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 120 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 are recorded only when payment is due.

Intergovernmental revenues, rents, commissions, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County, which includes delinquent property taxes, licenses, fees and fines. For grants, like the government-wide financial statements, the revenue is recognized when all the eligibility requirements have been met.

The County reports three major governmental funds:

The ***General Fund*** is the County's primary operating fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

The ***Road and Bridge Fund*** is used by the County to build, repair and maintain all the roads and bridges within the County.

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

All other governmental funds are combined and reported as nonmajor. Nonmajor funds include Special Revenue funds and Capital Project funds.

Capital Projects Funds are used to account, on a project basis, for projects financed by the proceeds from bond issues or other financing sources. The capital funds utilize the modified accrual basis of accounting.

***Proprietary funds*** are accounted for on a flow of economic resources measurement focus. All assets and liabilities (whether current or non-current) associated with their activity are included on their balance sheets. Their reported fund equity is segregated into contributed capital and retained earnings components. Proprietary fund measurement focus is upon determination of net income and changes in retained earnings. The County reports the following major proprietary funds:

The ***International Toll Bridge, Gas System and Landfill, and Solid Waste Transfer Station Funds*** are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the cost (expense, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenue earned, expense incurred, and/or net income, is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

1. **DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**C. Measurement focus, basis of accounting, and financial statement presentation** (Continued)

Additionally, the County reports the following fund type:

***Fiduciary Funds - Agency funds*** are used to account for the assets that are held for the benefit of others or as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

**D. Budgets**

Budgets are adopted on a basis other than generally accepted accounting principles. Annual appropriated budgets are adopted for the General Fund and the Road and Bridge Fund (a special revenue fund).

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is not utilized in the governmental funds of Starr County. Expenditures are recognized when services have been performed or goods have been received.

**E. Cash and Investments**

Cash includes amounts in demand deposits. Investments (invested cash) consist of short-term certificates of deposit and are stated at cost. Interest income pertaining to the certificates of deposit is recorded in the fiscal year end on an accrual basis.

In accordance with the State of Texas Statutes, county funds not immediately required to pay obligations may be invested in direct debt securities of the United States, fully collateralized security repurchase agreements purchased under a master contractual agreement that specifies the rights and obligations for which the principal and interest are guaranteed by the County depository, obligations for which the principal and interest are guaranteed by the United States and direct obligations of or participation certificates guaranteed by the Federal Intermediate Credit Banks, Federal Land Banks, Federal National Mortgage Association, Federal Home Loan Banks, or Banks for Cooperatives.

**F. Interfund Receivables/Payables**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

1. **DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**G. Prepaid Items**

Payments made to vendors for service that will benefit periods beyond the end of the fiscal year are recorded as prepaid expense assets in proprietary fund types and as expenditures in the governmental fund types.

**H. Inventories**

Inventories of proprietary fund types are valued and recorded at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when purchased.

**I. Compensated Absences**

Vacation and sick leave benefits are accrued by County employees according to guidelines established in the County's personnel policies. Said policies allow for the accumulation of sick leave of 12 days per year, but do not provide for payment of sick leave accruals (i.e., sick leave not taken in any given year is lost and cannot be carried over to the next year). Accordingly, since such accumulated amounts are non-vesting, unused sick leave at September 30, 2011 has not been accrued in the accompanying financial statements. The County's policy for vacation leave allows for 10 working days of vacation after an employee has worked for the County for 6 months.

Vacation leave does not accumulate if not used within the year (i.e., vacation leave taken cannot be carried over to the following year). However, any unused vacation leave is paid to an employee upon separation from service. No accruals of vacation leave have been provided for in the accompanying financial statements, as these amounts are considered immaterial.

The County has essentially no provision for compensatory ("comp") time off nor is any employee typically allowed to work more than 40 hours per week except Sheriff Department deputies.

**J. Interfund Transactions**

Quasi-external transactions are accounted for as revenues or expenditures. Transactions that constitute reimbursement to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**K. Restricted Assets**

Enterprise fund revenue bonds, as well as certain resources set aside for repayment, are classified as non-current assets on the balance sheet because their use is limited by applicable bond covenants.

**L. Capital Assets**

Capital assets, which include land, buildings and improvements and equipment, are reported in the government wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimate useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

1. **DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**L. Capital Assets** (Continued)

Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets lives are not capitalized. Property, plant and equipment of the primary government is depreciated using the straight-line method over the following useful lives:

<u>Assets</u>	<u>Life in Years</u>
Buildings	50
Improvements	20
Furniture & Equipment	10
Automotive	8
Computer Equipment	5

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

**M. Fund Equity**

Contributed capital is recorded in proprietary funds that have received capital grants from specific grantor agencies. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use.

**N. Long-term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net assets.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the term of the related debt. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received are reported as debt service expenditures.

1. **DESCRIPTION OF COUNTY OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**O. Bond Discounts and Bond Issuance Costs**

In governmental fund types, bond discounts and bond issuance costs are recognized in the current period when the bonds are issued. Bond discounts and bond issuance costs for proprietary fund types are deferred and amortized over the term of the bonds using the straight-line method. Unamortized bond discounts are shown on the balance sheet as a reduction of the face amount of bonds payable whereas unamortized bond issuance costs are recorded as deferred charges (assets).

**P. Use of Estimates in the Preparation of Financial Statements**

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, liabilities, revenues and expenditures during the reporting period. Actual results could differ from those estimates.

2. **RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and government-wide statement of activities.**

The governmental fund statement of revenue, expenditures, and change in fund balance includes reconciliation between *net changes in fund balance – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities.

One element of that reconciliation indicates, "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense". The detail of this \$1,457,746 is as follows:

Capital outlay - additions	\$ 2,441,069
Depreciation expense	<u>(983,323)</u>
Net adjustment to increase <i>net changes in fund balance -- total governmental funds</i> to arrive at <i>change in net assets of governmental activities</i> (Exhibit C-3)	<u>\$ 1,457,746</u>

Another element of the reconciliation states that, "The net effect of various transactions involving debt principal payment to increase net assets." The detail of this \$415,000 is as follows:

Debt principal payment	\$ <u>415,000</u>
Net adjustment to increase <i>net changes in fund balance -- total governmental funds</i> to arrive at <i>change in net assets of governmental activities</i> (Exhibit C-3)	<u>\$ 415,000</u>

2. **RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

(Continued)

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and government-wide statement of activities.**  
(Continued)

The last element of the reconciliation states that, "Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting." The detail of this \$371,403 is as follows:

Various reclassifications	\$ 371,403
Net adjustment to increase <i>net changes in fund balance -- total governmental funds</i> to arrive at <i>change in net assets of governmental activities</i> (Exhibit C-3)	<u>\$ 371,403</u>

3. **LEGAL COMPLIANCE – BUDGETS**

The County Judge is, by state statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, each department submits a budget request to the County Judge to assist him and the Commissioners' Court on budgetary matters. The County Judge reviews budget requests, holds informal hearings when needed, and fills in columns in budget preparation forms, setting out his budget recommendations to the Commissioners' Court.

The Commissioners' Court holds a public hearing on the budget and department heads may appear. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Expenditure amounts finally budgeted may not exceed the estimate of budgeted revenues and available fund balance.

When the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping the members of the Commissioners' Court advised of the condition of the various funds and accounts. Level of control is on a line-item basis.

The following individual funds had adopted budgets for the fiscal year ended September 30, 2011:

- (a) General Fund
- (b) Road and Bridge Fund
- (c) Debt Service Fund

4. **AUTHORIZED INVESTMENTS**

The District is authorized to invest in obligations and instruments as defined in the Public Funds Investment Act (Sec. 2256.001 Texas Government Code). Such investments include (1) obligations of the United States or its agencies, (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than A by a national investment rating firm, (4) certificates of deposit, and (5) other instruments and obligations authorized by statute.

5. **DEPOSITS AND INVESTMENTS**

At September 30, 2011, the carrying amount of the County's deposits was \$2,748,787 and total bank balances equaled \$2,824,767. Bank balances of \$250,000 are covered by federal depository insurance and the remaining \$2,574,767 were covered by collateral pledged in the County's name.

5. DEPOSITS AND INVESTMENTS (Continued)

During the year ended September 30, 2011, the County had entered into an agreement with Lone Star National Bank for a letter of credit, through the bank of New York Mellon, to cover deposits in excess of FDIC coverage. The letter of credit, however, does not constitute collateral pledged in the County's name.

The fair values of investments at September 30, 2011 are summarized as follows:

	<u>Rate</u>	<u>Maturity</u>	<u>Fair Value</u>
<u>General Fund</u>			
Certificate of Deposit	0.45%	2/3/2012	\$ 376,815
Certificate of Deposit	0.45%	2/3/2012	376,815
Certificate of Deposit	0.45%	2/3/2012	376,814
			<u>\$ 1,130,444</u>
<u>Special Revenue</u>			
Certificate of Deposit	0.50%	1/25/2010	\$ 255,688
			<u>\$ 255,688</u>
<u>Debt Service</u>			
Certificate of Deposit	0.20%	2/18/2012	\$ 118,794
Certificate of Deposit	0.20%	2/28/2012	628,476
Certificate of Deposit	0.50%	10/12/2011	358,636
Certificate of Deposit	0.50%	1/3/2012	671,426
Certificate of Deposit	0.90%	4/1/2012	374,359
Certificate of Deposit	0.20%	2/18/2012	197,708
Certificate of Deposit	0.50%	1/25/2012	511,376
			<u>\$ 2,860,775</u>
<u>Enterprise Funds</u>			
Certificate of Deposit	0.90%	1/13/2012	\$ 102,947
Certificate of Deposit	0.50%	10/12/2011	657,297
			<u>\$ 760,244</u>

GASB Statement No. 40 requires a determination as to whether the County was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures. The County has the following risks related to deposits and investments:

**Interest Rate Risk** – In accordance with state law, the County does not purchase any investments with maturities greater than 10 years.

**Credit Risk** – In accordance with state law, investments in mutual funds and investment pools must be rated at least AAA, and investments in obligations from other states, municipalities, counties, etc. must be rated at least A. All U.S. Government Securities and Tex Pool investments of the County are rated AAA.

**Concentration of Credit Risk** – The County does not place a limit on the amount the County may invest in any one issuer. More than 5% of the County's investments are in Lonestar National Bank (100%), exclusively in Certificates of Deposit.

5. **DEPOSITS AND INVESTMENTS** (Continued)

During the year ended September 30, 2011, the County realized no gain or loss from the sale of investments. The calculation of realized gains is independent of the calculation of the net increase in fair value of investments. Realized gains and losses on investments that have been held in more than one fiscal year and sold in the current year may have been recognized as an increase or decrease in the fair value of investments reported in the prior year.

6. **PROPERTY TAXES**

Ad valorem taxes attach an enforceable lien on property as of January 1. The taxes are levied each October 1, based on the assessed value listed as of the date the enforceable lien attaches. Appraised values are established by the Starr County Appraisal District, assessed at 100% of appraised value and certified by the Appraisal Review Board. The Starr County Tax Assessor/Collector bills and collects taxes for the County. The 2011 fiscal year tax rate was .4601 per \$100 for the general fund, .0300 per \$100 for the debt service fund, .1891 per \$100 for the FM and Lateral Road tax, and .0200 per \$100 for the Drainage District, for a total of .6992 per \$100 assessed valuation.

The County's taxes on real property are a lien against such property until paid. The County may foreclose on real property upon which it has a lien for unpaid taxes. The exception is homestead property belonging to persons 65 years of age or older.

While the County makes an effort to collect delinquent taxes through foreclosure proceedings, delinquent taxes on property not otherwise collected are generally paid when there is a sale or transfer of the title of the property. Any liens and subsequent suits against the taxpayer for payment of delinquent personal property taxes are barred unless instituted within four years from the time such taxes become delinquent. Unlike real property, the sale or transfer of most personal property does not require any evidence that taxes thereon are paid.

Taxes are due October 1. Taxes become delinquent on February 1, of the following year, at which time penalty and interest charges are applicable. Property tax revenues are recorded as revenues when they become measurable and attainable. At September 30, property tax receivables are fully deferred.

7. **LONG-TERM DEBT**

The following is a summary of General Long-Term Debt and Revenue Bonds payable as of September 30, 2011 recorded under governmental activities.

	<u>Balance</u> <u>9/30/2010</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>9/30/2011</u>
G.O. Refunding, Series 2004	\$ 400,000	\$ -	\$ (195,000)	\$ 205,000
Certificates of Obligation, Series 2004	<u>3,830,000</u>	<u>-</u>	<u>(220,000)</u>	<u>3,610,000</u>
Total Long-Term Debt	<u>\$ 4,230,000</u>	<u>\$ -</u>	<u>\$ (415,000)</u>	<u>\$ 3,815,000</u>

7. **LONG-TERM DEBT**

The annual requirements to repay all outstanding debt, as of September 30, 2011, are as follows:

Year Ended	Principal	Interest	Total
September 30,			
2012	\$ 435,000	\$ 133,719	\$ 568,719
2013	450,000	117,856	567,856
2014	445,000	117,856	562,856
2015	460,000	100,056	560,056
2016	480,000	81,656	561,656
2017-2019	<u>1,545,000</u>	<u>126,569</u>	<u>1,671,569</u>
Total	<u>\$ 3,815,000</u>	<u>\$ 677,712</u>	<u>\$ 4,492,712</u>

8. **CAPITAL ASSETS**

Capital asset activity for the County for the year ended September 30, 2011, under governmental activities was as follows:

	Primary Government			
	Balance	Changes During Year		Balance
	9/30/2010	Additions	Deletions	9/30/2011
Land	\$ 1,142,240	\$ 29,750	\$ -	\$ 1,171,990
Construction in progress	-	265,449	-	265,449
Buildings and improvements	16,463,464	87,626	-	16,551,090
Furniture and equipment	7,428,319	726,445	(228,099)	7,926,665
Infrastructure	54,529,899	1,331,799	-	55,861,698
Total at historic cost	<u>\$ 79,563,922</u>	<u>\$ 2,441,069</u>	<u>\$ (228,099)</u>	<u>\$ 81,776,892</u>
Less accumulated depreciation:				
Buildings and improvements	\$ (6,211,396)	\$ (316,833)	\$ -	\$ (6,528,229)
Furniture and equipment	<u>(3,340,756)</u>	<u>(666,490)</u>	<u>133,184</u>	<u>(3,874,062)</u>
Total accumulated depreciation	<u>\$ (9,552,152)</u>	<u>\$ (983,323)</u>	<u>\$ 133,184</u>	<u>\$ (10,402,291)</u>
Governmental activities				
Capital assets, net	<u>\$ 70,011,770</u>	<u>\$ 1,457,746</u>	<u>\$ (94,915)</u>	<u>\$ 71,374,601</u>

Depreciation expense for FY 2011 was charged to functions/programs of the County as follows:

General administration	\$ 274,740
Judicial	117,409
Legal	54,968
Financial administration	62,638
Public facilities	15,831
Public safety	387,429
Health and welfare	61,753
Conservation agriculture	8,555
Totals	<u>\$ 983,323</u>

**9. REVENUE BONDS-NOTES PAYABLE OF ENTERPRISE FUNDS**

The following is a summary of the changes in revenue bonds of the Enterprise Funds (business-type activities) for the year ended September 30, 2011:

	Balance 9/30/2010	Additions	Retirements	Balance 9/30/2011
<u>Int. Toll Bridge System:</u>				
Note payable	\$ 400,000	\$ -	\$ 195,000	\$ 205,000
Note payable	20,148	-	20,148	-
Total	<u>\$ 420,148</u>	<u>\$ -</u>	<u>\$ 215,148</u>	<u>\$ 205,000</u>

Revenue notes payable of the Enterprise Funds at September 30, 2011 consisted of the following individual bond issues:

Promissory note payable to Starr County, semiannual installments including principal and interest ranging from 3.00% to 3.25%, due August 2012, unsecured: \$ 205,000

Revenue Notes Payable at 9/30/11: \$ 205,000

Future annual requirements to retire the above revenue bonds, exclusive of the unamortized bond discount, of the Enterprise Funds outstanding as of September 30, 2011 are as follows:

Toll Bridge System:

Year Ended	Principal	Interest	Total
<u>September 30,</u>			
2012	\$ 205,000	\$ 6,662	\$ 211,662
Total	<u>\$ 205,000</u>	<u>\$ 6,662</u>	<u>\$ 211,662</u>

Short term notes payable of the Enterprise Funds at September 30, 2011 consisted of the following:

Solid Waste Transfer Station Fund note payable to Lone Star National Bank, monthly interest only installments at a variable rate, balance due May 24, 2012: 1,395,586

Short Term Notes Payable at 9/30/11: \$ 1,395,586

**10. SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The County maintains two Enterprise Funds, which provide natural gas and International boundary crossings. Segment information for the year ended September 30, 2011 was as follows:

	Gas System <u>and Landfill</u>	International <u>Toll Bridge</u>	Solid Waste <u>Transfer Station</u>	<u>Total</u>
Operating revenues	\$ 1,388,638	\$ 1,818,206	\$ 242,564	\$ 3,206,844
Depreciation and amortization expense	(6,435)	(184,156)	(91,831)	(190,591)
Operating income	(468,207)	506,505	111,655	38,298
Operating transfers out	-	(655,000)	-	(655,000)
Net income or (loss)	(466,836)	501,941	111,725	35,105
Invested in capital assets, net	27,604	3,377,705	397,254	3,405,309
Unrestricted net assets	(605,022)	834,941	(285,451)	229,919
Notes payable - net of current	-	-	-	-

**11. FIXED ASSETS OF PROPRIETARY FUNDS**

Fixed assets of Proprietary Funds (Enterprise Funds) at September 30, 2011 consisted of the following:

	<u>Gas</u> <u>System</u>	<u>International</u> <u>Bridge</u>	<u>Transfer</u> <u>Station</u>	<u>Total</u>
Land	\$ 10,000	\$ 1,396,530	\$ -	\$ 1,406,530
Landfill closure costs	-	-	21,000	21,000
Buildings and improvements	20,390	5,345,988	1,645,942	7,012,320
Gas distribution system	571,562	-	-	571,562
Machinery, furniture and equipment	<u>156,518</u>	<u>805,442</u>	<u>238,729</u>	<u>1,200,689</u>
Total at historic cost	<u>758,470</u>	<u>7,547,960</u>	<u>1,905,671</u>	<u>10,212,101</u>
Less:				
Accumulated depreciation	<u>(715,863)</u>	<u>(3,965,255)</u>	<u>(91,831)</u>	<u>(4,772,949)</u>
Fixed assets, net of accumulated depreciation	<u>\$ 42,607</u>	<u>\$ 3,582,705</u>	<u>\$ 1,813,840</u>	<u>\$ 5,439,152</u>

**12. CONTINGENT LIABILITIES**

The County is a party to various litigations under which it may be required to pay certain monies upon decision of the courts. The County's Attorneys report various possible contingent liabilities based on the amount of damages alleged in various cases. However, it is the opinion of the County's Attorney that the County's liability in these cases that are not covered by liability insurance will be a far lesser amount than that demanded. In the opinion of the County's management, the outcome of these lawsuits will not have a material adverse effect on the accompanying financial statements and, accordingly, no provisions or losses have been recorded.

**13. BUDGET RESULTS RECONCILED TO RESULTS IN ACCORDANCE WITH GENERALLY ACCEPTED ACCOUNTING PRINCIPLES**

The budgetary process is based upon accounting for certain transactions on a basis other than generally accepted accounting principles (GAAP basis). The results of operations as presented in the Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual, are in accordance with budgetary process to provide a meaningful comparison with the budget.

The major differences between the budgetary basis "actual" and the GAAP basis are as follows:

- A. Basis differences – revenues and expenditures are budgeted on a cash basis while accounts shown in the combined Statement of Revenues, Expenditures and Changes in Fund Balance – All governmental fund types are presented under the modified accrual basis of accounting.
- B. Entity difference – budgets were not legally adopted for capital projects fund and the federal and state grants. As previously stated in Note 1 part D to the combined financial statements, the federal and state grants have already been excluded from the budgetary and actual figures shown on the Statement of Revenues, Expenditures and Changes in Fund Balances under Special Revenue Funds. Consequently, the amounts shown on said statement represent those of the Road and Bridge Fund only.

14. **COMMITMENTS AND CONTINGENCIES**

**Federal and State Funds**

The County has received federal and state funds as grants and other financial assistance. These funds must be spent only as allowed by the grant and other federal or state requirements. Also, the County must follow various laws and regulations when they receive these funds. If the County does not abide by these laws and regulations or does not spend the monies, as allowed under the grant agreements, the County may be required to return the grant monies, or a portion thereof, to the granting agencies. The contingent liability, if any, that may be due to the federal and state agencies, cannot be readily determined.

15. **RISK MANAGEMENT**

Starr County is exposed to various risks of loss relating to general liability, the accidental risk of loss of real and personal property, damage to County assets, errors and omissions, and personal risks which relate to workers' compensation. The County implements a number of risk strategies, such as purchasing commercial insurance and self-insurance with specific and full self-insurance to manage those listed risks. Amounts of coverage for these types of risk have not been subjected to a significant reduction in the current year.

16. **PROMISSORY NOTE**

Starr County has a promissory note with Lone Star National Bank maturing on January 24, 2016. The note is to be used to pay for the cost of construction and installation of the County's Solid Waste Disposal Transfer Station. The promissory note is collateralized by four certificates of deposit (and any renewals or extensions thereof), in Starr County's name and on deposit with Lone Star National Bank. At September 30, 2011, the note balance was \$1,395,586 and the per annum rate of interest is a variable interest rate equal to the highest Prime Rate quoted by the Wall Street Journal, plus 0.00%, commencing at 3.25%.

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17. INTERFUND RECEIVABLES AND PAYABLES

Interfund balances, at September 30, 2011, consisted of the following individual fund receivables and payables:

	<u>Due from</u>	<u>Due to</u>
General fund:		
Special revenue funds	\$ 3,259,246	\$ 6,788
Debt service fund	-	34,219
Capital projects fund	-	-
Enterprise funds	808,044	-
Trust and agency funds	<u>545,719</u>	<u>150,649</u>
Total general fund	<u>\$ 4,613,009</u>	<u>\$ 191,656</u>
Special revenue funds:		
General fund	\$ 6,788	\$ 3,259,246
Special revenue funds	245,447	245,447
Trust and agency funds	<u>386,898</u>	<u>547,575</u>
Total special revenue funds	<u>\$ 639,133</u>	<u>\$ 4,052,268</u>
Debt service fund:		
General fund	\$ 34,219	\$ -
Trust and agency funds	<u>6,833</u>	<u>45</u>
Total debt service fund	<u>\$ 41,052</u>	<u>\$ 45</u>
Capital projects fund:		
General fund	\$ -	\$ -
Enterprise funds	<u>291,921</u>	<u>-</u>
Total capital project fund	<u>\$ 291,921</u>	<u>\$ -</u>
Enterprise funds:		
General fund	\$ -	\$ 808,044
Capital projects fund	<u>-</u>	<u>291,921</u>
Total enterprise funds	<u>\$ -</u>	<u>\$ 1,099,965</u>
Trust and agency funds:		
General fund	\$ 150,649	\$ 545,719
Special revenue funds	547,575	386,898
Debt service fund	45	6,833
Trust and agency funds	<u>188,492</u>	<u>188,492</u>
Total trust and agency funds	<u>\$ 886,761</u>	<u>\$ 1,127,942</u>

Balances resulted from the time lag between the dates that 1) interfund goods and services are provided and/or reimbursement expenditures occur, 2) payments between funds are made. Balances also result from interfund payroll transactions and end of year reclassifications made between funds.

18. **PENSION PLAN**

**Plan Description**

The County provides pension, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 574 cash balance-like defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the Texas state statutes governing TCDRS. Members can retire at ages 60 and above with 8 or more years of service or with 20 years regardless of age or when the sum of their age and years equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their 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 County conditioned by the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

**Funding Policy**

The pension plan requires that employees contribute 5% of their annual covered salary. The employer is required to contribute at an actuarially determined rate; the current rate is 7.53% of annual covered payroll. The contribution requirements of the plan members and Starr County are established and may be amended by TCDRS' Board of Trustees.

**Annual Pension Cost**

For 2010, Starr County's annual pension of \$1,033,139 for TCDRS was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2011 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return (net of investment expenses), (b) projected salary increases of 5.4% per year, and (c) 0% for cost of living adjustments. Both (a) and (b) included an inflation component of 3.5%. The method of determining the actuarial value of assets is the SAF: 10-year smoothed value ESF: fund value method. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on a closed basis. The remaining amortization period at December 31, 2011 was 20 years.

18. **PENSION PLAN** (Continued)

**Annual Pension Cost** (Continued)

Schedule of Funding Progress						
Fiscal Year Ending	a Actuarial Value of Assets	b Actuarial Accrued Liability	b - a Unfunded AAL (UAAL)	a / b Funded Ratio	c Covered Payroll	(b - a) / c UAAL as a Percentage of Covered Payroll
9/30/2008	\$ 13,997,027	\$ 18,222,388	\$ 4,225,361	76.81%	\$ 11,860,970	35.62%
9/30/2009	\$ 16,282,437	\$ 20,832,811	\$ 4,550,374	78.16%	\$ 13,117,272	34.69%
9/30/2010	\$ 18,041,954	\$ 22,833,883	\$ 4,791,929	79.01%	\$ 13,453,063	35.62%

Schedule of Employer Contributions			
Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
9/30/2008	\$ 827,018	100.00%	-
9/30/2009	\$ 1,043,886	100.00%	-
9/30/2010	\$ 1,033,139	100.00%	-

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# BUDGETARY COMPARISON REPORTING

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## STARR COUNTY, TEXAS

## SCHEDULE OF REVENUES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Current ad valorem	\$ 8,052,625	\$ 8,052,625	\$ 8,458,105	\$ 405,480
Delinquent ad valorem	1,100,000	1,100,000	961,739	(138,261)
Late rendition penalty	-	-	12,604	12,604
Alcoholic beverage licenses	20,000	20,000	10,501	(9,499)
Subdivision fees	20,000	20,000	26,256	6,256
Federal payment in lieu of taxes	-	-	44,279	44,279
State grant elderly	20,000	20,000	-	(20,000)
Nutrition program grant	210,000	210,000	257,728	47,728
Texas task force on indigent defense grant	-	-	32,404	32,404
Co Information Resources-CIRA	-	-	468	468
State sould and water conservation board	-	-	4,416	4,416
Texas Forest Service Grant	-	802	802	-
Attorney general - VINE Contract #11-21607	-	15,564	15,564	-
Attorney general - VINE	-	-	-	-
State jury fund reimbursements	-	-	2,346	2,346
911 addressing grant	-	42,832	37,706	(5,126)
Fees of office	1,915,000	1,915,000	2,141,813	226,813
Detention center	1,100,000	1,100,000	2,117,968	1,017,968
Detention center - cities	12,000	12,000	20,642	8,642
Juvenile detention center	40,000	40,000	17,605	(22,395)
El Cenizo adult day care rents	7,200	7,200	7,200	-
Chapter 19 - voter registration	-	-	-	-
Library fines	-	-	6,416	6,416
Rentals	10,000	10,000	10,947	947
State salary supplement	70,000	70,000	117,934	47,934
State election costs	-	-	-	-
State city court	-	-	-	-
Environment/animal control	-	-	-	-
Bond forfeitures	-	-	2,780	2,780
Interest	-	-	42,294	42,294
Donations	-	8,550	8,550	-
Sale of cemetery plots	5,000	5,000	7,475	2,475
Miscellaneous (sheriff)	1,000	1,000	-	(1,000)
Miscellaneous (DA's forfeiture)	-	-	-	-
Miscellaneous (auction)	10,000	10,600	600	(10,000)
Miscellaneous	40,000	40,000	64,141	24,141
Tow truck registration fees	-	-	3,000	3,000
Elderly transportation	-	-	2,291	2,291
Total revenues	<u>\$ 12,632,825</u>	<u>\$ 12,701,173</u>	<u>\$ 14,436,574</u>	<u>\$ 1,735,401</u>

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
General administration:				
County judge:				
Salary of official	\$ 67,324	\$ 67,324	\$ 67,423	\$ (99)
Supplemental salary of official	15,000	15,000	15,003	(3)
Salary of administrative assistant	77,268	77,268	77,495	(227)
Salary of secretary	30,156	30,156	30,156	-
Salary of clerk	25,568	27,568	26,910	658
Salary of courthouse security	85,955	83,955	55,508	28,447
Dog kennel supervisor	3,090	3,090	-	3,090
Automation coordinator	70,179	70,179	68,563	1,616
Annex receptionist	40,900	40,900	40,900	-
Food inspector	48,956	48,956	47,107	1,849
Payroll taxes	35,526	35,526	32,195	3,331
Employee retirement	34,969	34,969	32,147	2,822
Office supplies	7,500	9,025	7,271	1,754
Auto expense	50,000	40,800	23,365	17,435
Telephone	-	9,200	9,192	8
Travel and seminar	10,000	10,000	7,478	2,522
Bonds and insurance	300	300	-	300
Dues and subscriptions	2,000	2,000	200	1,800
Capital outlay-equipment	10,000	10,000	-	10,000
Miscellaneous	10,000	10,000	744	9,256
Contingencies	10,000	10,000	7,056	2,944
Dog kennel	-	-	-	-
Total county judge	<u>634,691</u>	<u>636,216</u>	<u>548,713</u>	<u>87,503</u>
County clerk:				
Salary of official	39,506	39,506	39,506	-
Salary of chief clerk	26,224	26,224	26,224	-
Salary of clerk	25,641	25,641	25,750	(109)
Salaries of deputies	87,955	87,955	87,282	673
Payroll taxes	13,719	13,719	13,133	586
Employee retirement	13,503	13,503	13,754	(251)
Office supplies	18,000	17,982	17,717	265
Telephone	50	50	555	(505)
Travel and seminars	3,000	3,243	3,280	(37)
Binding expense	5,000	5,000	2,388	2,612
Bonds and insurance	900	900	300	600
Operational system fee	51,000	51,000	48,700	2,300
Total county clerk	<u>284,498</u>	<u>284,723</u>	<u>278,589</u>	<u>6,134</u>

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
General administration: (continued)				
Personnel department:				
Salary of supervisor	30,508	30,508	-	30,508
Salary of secretary/manager	21,902	21,902	24,500	(2,598)
Salary of benefits clerk	22,196	22,196	37,680	(15,484)
Salary of loss benefits clerk	22,454	22,454	24,750	(2,296)
Payroll taxes	7,425	7,425	6,329	1,096
Employee retirement	7,309	7,309	6,677	632
Office supplies	6,000	6,000	3,189	2,811
Travel and seminars	3,500	4,500	6,073	(1,573)
Rental - copier	3,000	2,000	-	2,000
Capital outlay	1,000	1,000	-	1,000
Telephone	-	-	-	-
Total personnel department	125,294	125,294	109,198	16,096
Planning department:				
Salary of Subdivision regulation inspector	31,570	31,570	41,263	(9,693)
Salary of field worker	23,776	23,776	11,423	12,353
Payroll taxes	4,234	4,234	3,978	256
Employee retirement	4,168	4,168	3,354	814
Office supplies	3,000	3,000	3,013	(13)
Travel and seminars	1,500	1,500	1,285	215
Auto expense	2,000	2,000	-	2,000
Dues & subscriptions	100	100	-	100
Telephone	500	500	-	500
Total planning department	70,848	70,848	64,316	6,532
Veterans' service officer:				
Salary of official	26,081	26,081	7,146	18,935
Payroll taxes	1,995	1,995	547	1,448
Employee retirement	1,964	1,964	579	1,385
Office supplies	500	500	-	500
Telephone	100	100	-	100
Travel and seminars	1,000	1,000	-	1,000
Total veterans' service officer	31,640	31,640	8,272	23,368
Elections administrator:				
Salary of clerk	64,072	64,072	63,774	298
Salary of temporary help	-	-	23,250	(23,250)
Payroll taxes	4,901	4,901	6,626	(1,725)
Employee retirement	4,825	4,825	4,908	(83)
Office supplies	11,000	8,000	6,116	1,884

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
General administration: (continued)				
Elections administrator: (continued)				
Telephone	3,000	3,000	-	3,000
Travel and seminars	3,000	6,000	4,350	1,650
Public notices	1,000	1,000	416	584
Bonds and insurance	500	500	-	500
Reimbursements: Ch 19 Voter Registration	-	-	(13,042)	13,042
Miscellaneous	1,000	1,000	706	294
Capital outlay	500	500	-	500
Total elections administrator	93,798	93,798	97,104	(3,306)
General fund county wide:				
Texas workforce commission	65,000	55,000	49,246	5,754
Workers compensation	100,000	171,500	125,731	45,769
Postage	150,000	147,000	122,648	24,352
Legal fees and settlements	120,000	95,000	87,774	7,226
Audit services	70,000	70,000	29,500	40,500
Payroll report processing	10,000	10,000	7,436	2,564
Appraisal district fees	330,000	330,000	330,000	-
Contractual services	130,000	89,000	73,699	15,301
Drug testing fees	8,000	6,000	5,556	444
Autopsies	40,000	62,000	62,380	(380)
Bidding & notices	20,000	15,000	14,301	699
Telephone-DPS license department	150	150	-	150
Building rent-DPS license department	100	100	-	100
Equipment rental-copiers	50,000	50,000	30,885	19,115
Computer payments	20,000	10,000	7,450	2,550
Insurance	120,000	155,000	156,048	(1,048)
Texas department of human services	12,000	12,000	7,290	4,710
Historical commission	1,000	1,000	-	1,000
Industrial development	100,000	100,000	100,743	(743)
Errors and omissions-insurance	80,000	50,000	45,436	4,564
Rural fire calls	5,000	1,000	596	404
Computer update	60,000	20,000	16,329	3,671
Capital outlay	120,000	204,300	68,319	135,981
Group insurance	1,318,180	1,278,180	1,312,187	(34,007)
Salary - election workers		17,200	17,149	51
Self Help Center expense	20,000	20,000	-	20,000
Unreimbursed grant expenditures	-	-	4,799	(4,799)
Unreimbursed grant expenditures-TxDOT 2nd call	-	-	82,469	(82,469)
Miscellaneous	20,000	60,000	56,164	3,836
Infrastructure development	200,000	200,000	109,400	90,600

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
General administration: (continued)				
General fund county wide: (continued)				
Elections expense	80,000	20,000	15,983	4,017
Salary - visiting judges	5,000	5,000	2,068	2,932
Telephone	100,000	100,000	101,235	(1,235)
Total general fund county wide	<u>3,354,430</u>	<u>3,354,430</u>	<u>3,042,821</u>	<u>311,609</u>
Total general administration	<u>4,595,199</u>	<u>4,596,949</u>	<u>4,149,013</u>	<u>447,936</u>
Judicial:				
County court-at-law:				
Salary of official	140,320	140,320	140,320	-
Salary of court coordinator	29,617	29,617	29,617	-
Salary of court reporter	38,725	38,725	38,725	-
Salary of administrative assistant	29,471	29,471	29,471	-
Payroll taxes	18,217	18,217	16,185	2,032
Employee retirement	17,932	17,932	18,323	(391)
Office supplies	1,500	1,500	1,212	288
Court appointed counselors	21,000	21,000	26,500	(5,500)
Visiting reporter	200	200	-	200
Telephone	100	100	249	(149)
Travel and seminars	1,500	1,500	2,076	(576)
Bonds and insurance	50	50	-	50
Petit jurors	4,000	4,000	2,460	1,540
Other juror expense	1,000	1,000	-	1,000
Court ordered psychological evaluations	500	500	-	500
Court Appointed Attorney - Ad Litem	-	-	1,887	(1,887)
Miscellaneous	1,000	1,000	-	1,000
Total county court-at-law	<u>305,132</u>	<u>305,132</u>	<u>307,025</u>	<u>(1,893)</u>
229th district court:				
Salary Official	5,150	5,150	192	4,958
Salary of court reporter	43,993	43,993	43,988	5
Salary of court coordinator	26,091	26,091	26,091	-
Salary of court clerk	46,560	46,560	46,652	(92)
Court ordered psychological evaluations	500	500	1,650	(1,150)
Salary of interpreter	8,137	8,137	8,137	-
Salary of part time clerk	8,137	8,137	8,173	(36)
Payroll taxes	10,562	10,562	9,881	681
Employee retirement	10,397	10,397	10,476	(79)
Car allowance	-	-	4,958	(4,958)
Office supplies	4,000	4,000	3,774	226
Court-appointed counselors	25,000	25,000	41,251	(16,251)

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Judicial: (continued)				
229th district court: (continued)				
Court appointed Attorney-Ad Life	60,000	60,000	123,804	(63,804)
Visiting reporter	4,000	4,000	1,320	2,680
Telephone	3,500	3,500	2,464	1,036
Travel and seminars	7,000	7,000	10,250	(3,250)
Dues and subscriptions	200	200	-	200
Petit jurors	25,000	25,000	11,778	13,222
Other juror expense	2,500	2,500	2,666	(166)
Capital outlay	1,000	1,000	492	508
Total 229th district court	<u>291,727</u>	<u>291,727</u>	<u>357,997</u>	<u>(66,270)</u>
381st district court:				
Salary of official	5,150	5,150	4,808	342
Salary of court reporter	68,513	68,513	68,513	-
Salary of court coordinator	70,594	70,594	70,594	-
Salary of court bailiff	23,115	23,115	23,115	-
Salary of interpreter	8,137	8,137	8,137	-
Payroll taxes	13,426	13,426	12,688	738
Employee retirement	13,216	13,216	13,108	108
Office supplies	8,000	8,000	6,684	1,316
Court-appointed counselors	40,000	50,000	45,766	4,234
Visiting reporter	3,000	3,000	1,785	1,215
Telephone	500	500	-	500
Travel and seminars	4,000	4,000	2,564	1,436
Jury commission	300	300	100	200
Petit jurors	45,000	35,000	39,210	(4,210)
Other juror expense	4,000	4,000	4,458	(458)
Court ordered psychological evaluations	1,000	1,200	2,300	(1,100)
Miscellaneous	3,000	2,800	2,119	681
Total 381st district court	<u>310,951</u>	<u>310,951</u>	<u>305,949</u>	<u>5,002</u>
District clerk:				
Salary of official	39,506	39,506	39,506	-
Salary of chief clerk	26,224	26,224	26,239	(15)
Salary of clerks	180,850	180,850	158,175	22,675
Payroll taxes	18,863	18,863	16,685	2,178
Employee retirement	18,568	18,568	16,029	2,539
Office supplies	16,000	16,000	11,834	4,166
Microfilming	3,000	3,000	-	3,000
Telephone	1,500	1,500	1,300	200
Travel and seminars	3,000	3,000	1,166	1,834

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Judicial: (continued)				
District clerk: (continued)				
Binding expense	5,000	5,000	2,608	2,392
Repair & maintenance-equipment	1,000	1,000	-	1,000
Printer Lease	1,100	1,100	-	1,100
Bonds and insurance	2,000	2,000	300	1,700
Miscellaneous	1,000	1,000	-	1,000
Dues and subscriptions	200	200	50	150
Total district clerk	<u>317,811</u>	<u>317,811</u>	<u>273,892</u>	<u>43,919</u>
Justice of the peace pct. 1:				
Salary of official	31,349	31,349	31,349	-
Salary of secretary	25,002	25,002	25,002	-
Payroll taxes	4,311	4,311	4,152	159
Employee retirement	4,243	4,243	4,336	(93)
Office supplies	1,000	1,000	940	60
Telephone	1,600	1,600	2,452	(852)
Travel and seminars	1,500	1,775	1,676	99
Bonds and insurance	175	-	-	-
Juror expense	100	-	-	-
Internet service	1,750	1,750	1,484	266
Total justice of the peace pct. 1	<u>71,030</u>	<u>71,030</u>	<u>71,391</u>	<u>(361)</u>
Justice of the peace pct. 2:				
Salary of official	28,525	28,525	28,525	-
Salary of secretary	23,894	23,894	22,865	1,029
Payroll taxes	4,010	4,010	3,359	651
Employee retirement	3,947	3,947	3,954	(7)
Office supplies	1,200	986	746	240
Telephone	1,000	1,000	2,038	(1,038)
Travel and seminars	1,000	1,489	1,029	460
Juror expense	100	-	-	-
Bonds and insurance	175	-	-	-
Internet service	1,750	1,750	1,306	444
Total justice of the peace pct. 2	<u>65,601</u>	<u>65,601</u>	<u>63,822</u>	<u>1,779</u>
Justice of the peace pct. 3:				
Salary of official	28,525	28,525	28,525	-
Salary of secretary	23,894	23,894	22,894	1,000
Payroll taxes	4,010	4,010	3,812	198
Employee retirement	3,947	3,947	3,956	(9)
Office supplies	1,400	1,400	1,386	14

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Judicial: (continued)				
Justice of the peace pct. 3: (continued)				
Telephone	1,000	1,000	1,545	(545)
Internet service	1,750	1,750	1,616	134
Travel and seminars	1,000	1,000	1,366	(366)
Bonds and insurance	175	175	-	175
Juror expense	100	100	-	100
Total justice of the peace pct. 3	<u>65,801</u>	<u>65,801</u>	<u>65,100</u>	<u>701</u>
Justice of the peace pct. 4:				
Salary of official	31,349	31,349	31,349	-
Salary of secretary	24,374	24,374	27,606	(3,232)
Payroll taxes	4,263	4,263	4,400	(137)
Group insurance	-	-	-	-
Employee retirement	4,196	4,196	4,178	18
Office supplies	2,000	2,000	2,078	(78)
Telephone	-	-	71	(71)
Travel and seminars	1,200	1,675	1,674	1
Juror expense	300	-	-	-
Bonds and insurance	175	-	-	-
Total justice of the peace pct. 4	<u>67,857</u>	<u>67,857</u>	<u>71,356</u>	<u>(3,499)</u>
Justice of the peace pct. 5:				
Salary of official	31,349	31,349	31,349	-
Clerk	19,450	19,450	19,450	-
Payroll taxes	3,886	3,886	3,394	492
Employee retirement	3,825	3,825	3,909	(84)
Office supplies	1,200	1,650	969	681
Telephone	1,000	1,500	1,641	(141)
Travel and seminars	1,300	625	624	1
Juror expense	100	-	-	-
Bonds and insurance	175	-	-	-
Total justice of the peace pct. 5	<u>62,285</u>	<u>62,285</u>	<u>61,336</u>	<u>949</u>
Justice of the peace pct. 6:				
Salary of official	31,349	31,349	31,349	-
Salary of secretary	25,002	25,002	25,002	-
Payroll taxes	4,311	4,311	3,987	324
Employee retirement	4,243	4,243	4,336	(93)
Office supplies	1,500	1,500	1,506	(6)
Telephone	1,800	1,800	1,906	(106)
Travel and seminars	1,300	2,050	2,050	-
Copier lease	350	-	-	-

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Judicial: (continued)				
Justice of the peace pct. 6: (continued)				
Juror expense	100	-	-	-
Bonds and insurance	300	-	-	-
Internet service	1,500	1,500	1,510	(10)
Total justice of the peace pct. 6	<u>71,755</u>	<u>71,755</u>	<u>71,646</u>	<u>109</u>
Justice of the peace pct. 7:				
Salary of official	28,525	28,525	28,525	-
Salary of secretary	21,870	21,870	21,870	-
Payroll taxes	3,855	3,855	3,825	30
Employee retirement	3,795	3,795	3,878	(83)
Office supplies	1,000	1,000	997	3
Telephone	1,300	1,300	2,554	(1,254)
Travel and seminars	1,100	1,600	1,568	32
Rental copier	500	-	-	-
Bonds and insurance	175	175	100	75
Juror expense	100	100	-	100
Internet service	1,000	1,000	1,001	(1)
Total justice of the peace pct. 7	<u>63,220</u>	<u>63,220</u>	<u>64,318</u>	<u>(1,098)</u>
Justice of the peace pct. 8:				
Salary of official	28,525	28,525	28,525	-
Salary of secretary	22,894	22,894	22,894	-
Payroll taxes	3,933	3,933	3,832	101
Employee retirement	3,872	3,872	3,956	(84)
Office supplies	1,200	2,696	2,226	470
Telephone	1,000	-	-	-
Travel and seminars	1,200	979	979	-
Juror expense	100	-	-	-
Bonds and insurance	275	100	-	100
Internet service	1,500	1,500	1,306	194
Total justice of the peace pct. 8	<u>64,499</u>	<u>64,499</u>	<u>63,718</u>	<u>781</u>
Total judicial	<u>1,757,669</u>	<u>1,757,669</u>	<u>1,777,550</u>	<u>(19,881)</u>
Legal:				
County attorney:				
Salary of official	57,217	57,217	57,216	1
Supplemental salary of official	25,000	25,000	25,425	(425)
Salary of assistant county attorney	56,192	29,837	0	29,837

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Legal: (continued)				
County attorney: (continued)				
Other salaries	86,927	134,532	259,527	(124,995)
CPS Attorney	21,250	-	-	-
Intake clerk	-	-	10,379	(10,379)
Payroll taxes	18,864	18,864	25,987	(7,123)
Employee retirement	18,568	18,568	23,211	(4,643)
Office supplies	5,000	5,000	4,001	999
Supplies other	1,000	1,000	-	1,000
Repairs and maintenance-autos	2,000	2,000	332	1,668
Fuel and oil	9,000	9,000	8,956	44
Travel and seminars	1,000	1,000	993	7
Equipment rental-copiers	6,500	6,500	6,609	(109)
Bonds and insurance	1,000	1,000	300	700
Dues and subscriptions	250	250	200	50
Capital outlay	1,000	1,000	975	25
Service of citations	5,000	5,000	5,160	(160)
Total county attorney	<u>315,768</u>	<u>315,768</u>	<u>429,271</u>	<u>(113,503)</u>
District attorney:				
Supplemental salary of official	11,672	11,672	12,032	(360)
Salaries - supplement account	-	-	26,802	(26,802)
Salaries of assistants	107,879	107,879	94,147	13,732
Salaries of investigators	39,745	39,745	39,537	208
Salaries-secretaries	94,752	94,752	80,369	14,383
Other salaries	61,185	61,185	81,681	(20,496)
Payroll taxes	24,115	24,115	22,456	1,659
Employee retirement	23,737	23,737	23,420	317
Office supplies	5,000	5,100	6,105	(1,005)
Repairs and maintenance-autos	2,000	2,000	1,069	931
Transcripts for trials and appeals	2,500	2,500	2,140	360
Telephone	1,000	1,000	1,109	(109)
Travel and seminars	3,500	3,500	2,607	893
Computer maintenance	1,000	1,000	895	105
Equipment rental-copier	7,000	7,000	6,718	282
Bonds and insurance	300	300	-	300
Dues and subscriptions	1,500	1,500	1,428	72
Capital outlay	1,500	1,500	-	1,500
Miscellaneous	600	600	1,390	(790)
Total district attorney	<u>388,985</u>	<u>389,085</u>	<u>403,905</u>	<u>(14,820)</u>
Total legal	<u>704,753</u>	<u>704,853</u>	<u>833,176</u>	<u>(128,323)</u>

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Financial administration:				
County auditor:				
Salary of official	60,708	60,708	60,708	-
Salary of accountant	43,871	43,871	47,694	(3,823)
Salary of assistant	41,503	41,503	-	41,503
Salary of special programs bookkeeper	27,073	27,073	29,515	(2,442)
Salary of clerks	93,700	93,700	76,317	17,383
Payroll taxes	20,415	20,415	15,476	4,939
Employee retirement	20,094	20,094	16,486	3,608
Office supplies	3,500	4,500	4,364	136
Travel and seminars	2,000	2,000	2,038	(38)
Repairs and maintenance-equipment	500	500	-	500
Equipment rental	4,000	2,995	5,068	(2,073)
Bonds and insurance	200	200	-	200
Dues and subscriptions	300	305	305	-
Miscellaneous	200	200	69	131
Capital outlay	3,000	3,000	314	2,686
Total county auditor	321,064	321,064	258,354	62,710
County treasurer:				
Salary of official	39,506	39,506	39,506	-
Salary of chief deputy	26,249	26,249	26,249	-
Salary of clerk	47,289	47,289	47,289	-
Payroll taxes	8,648	8,648	8,527	121
Employee retirement	8,512	8,512	8,698	(186)
Office supplies	4,500	4,855	4,615	240
Telephone	100	100	-	100
Travel and seminars	3,000	3,650	3,523	127
Bonds and insurance	1,000	1,000	-	1,000
Dues and subscriptions	100	100	-	100
Capital outlay	1,000	120	111	9
Total county treasurer	139,904	140,029	138,518	1,511
Tax collector:				
Salary of official	41,441	41,441	41,441	-
Salary of chief deputy	26,224	26,224	26,147	77
Salary of chief deputy-tax	26,224	26,224	26,224	-
Salaries of deputies	190,117	190,117	224,507	(34,390)
Clerk	3,948	3,948	13,122	(9,174)
Payroll taxes	22,028	22,028	24,068	(2,040)

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Financial administration: (continued)				
Tax collector: (continued)				
Employee retirement	21,683	21,683	25,341	(3,658)
Office supplies	18,000	19,155	19,007	148
Telephone	1,800	1,800	2,279	(479)
Travel and seminars	3,000	2,500	2,254	246
Printing	2,500	1,890	1,890	-
Bonds and insurance	1,500	1,500	500	1,000
Dues and subscriptions	700	700	495	205
Miscellaneous	500	500	299	201
Capital outlay	3,000	3,000	2,959	41
Total tax collector	362,665	362,710	410,533	(47,823)
Compliance and Collections:				
Collections Supervisor	29,394	29,394	29,394	-
Collection Specialist	48,100	48,100	45,998	2,102
Clerk	40,572	40,572	40,577	(5)
Payroll taxes	9,032	9,032	8,505	527
Retirement	8,890	8,890	8,781	109
Office Supplies	4,000	4,000	3,986	14
Travel & Seminars	2,000	4,050	3,881	169
Dues & Subscriptions	500	500	150	350
Auto expense	2,000	900	692	208
Miscellaneous	500	500	-	500
Capital Outlay	1,000	50	-	50
Total Compliance and Collections	145,988	145,988	141,964	4,024
Total financial administration	969,621	969,791	949,369	20,422
Public facilities:				
Building maintenance:				
Salary of janitor	63,658	63,658	61,331	2,327
Salary of yardman	21,351	21,351	21,351	-
Salary of janitor (new floor)	21,351	21,351	19,750	1,601
Salary of annex janitors	40,900	40,900	37,395	3,505
Salary of annex yardman	19,450	19,450	19,450	-
Payroll taxes	12,842	12,842	11,857	985
Employee retirement	12,640	12,640	12,244	396
Employee uniforms	2,000	2,000	2,000	-
Cleaning and sanitation supplies	16,000	16,000	13,938	2,062
Small tools	4,100	4,100	2,818	1,282
Repairs and maintenance-buildings	23,000	23,000	22,180	820

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Public facilities: (continued)				
Building maintenance: (continued)				
Repairs and maintenance-elevator	7,000	7,000	4,854	2,146
Repairs and maintenance-equipment	11,000	11,000	10,901	99
Total building maintenance	255,292	255,292	240,069	15,223
Total public facilities	255,292	255,292	240,069	15,223
Public safety:				
Fire station pct. 1:				
Salary of employee	101,253	101,253	100,254	999
Payroll taxes	7,746	7,746	7,637	109
Employee retirement	7,624	7,624	6,503	1,121
Fuel and oil	8,000	8,000	8,000	-
Cleaning and sanitation	1,000	1,000	979	21
Telephone	2,000	2,000	2,366	(366)
Travel and seminars	1,500	1,252	1,252	-
Repairs and maintenance-equipment	22,000	22,000	21,904	96
Equipment rentals	16,700	16,700	16,700	-
Insurance-liability	1,200	-	-	-
Insurance-firemen	2,500	-	-	-
Miscellaneous	7,000	10,948	10,873	75
Capital outlay-equipment	10,000	10,000	10,000	-
Total fire station pct. 1	188,523	188,523	186,468	2,055
Fire station pct. 2:				
Salary of employee	113,889	90,389	90,386	3
Assistant chief	22,075	-	-	-
Payroll taxes	10,401	10,401	6,746	3,655
Employee retirement	10,238	10,238	6,987	3,251
Fuel and oil	15,000	15,000	15,000	-
Telephone	3,000	3,500	4,191	(691)
Travel and seminars	1,000	1,000	1,000	-
Repair and maintenance-equipment	14,000	14,000	13,743	257
Capital outlay-equipment	34,000	55,375	55,353	22
Total fire station pct. 2	223,603	199,903	193,406	6,497
Fire station pct. 3:				
Salary of employee	122,925	123,672	123,671	1
Payroll taxes	8,073	7,571	9,325	(1,754)
Employee retirement	7,947	9,449	9,448	1
Fuel and oil	8,000	11,000	9,954	1,046
Telephone	3,000	3,000	380	2,620

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Public safety: (continued)				
Fire station pct. 3: (continued)				
Travel and seminars	1,000	-	-	-
Repairs and maintenance-equipment	10,000	10,000	10,264	(264)
Insurance-liability	2,000	2,000	2,000	-
Insurance-firemen	3,000	2,674	2,674	-
Miscellaneous	4,800	1,379	1,375	4
Capital outlay-equipment	13,500	13,500	12,664	836
Capital outlay-building	4,000	4,000	3,646	354
Total fire station pct. 3	<u>188,245</u>	<u>188,245</u>	<u>185,401</u>	<u>2,844</u>
Fire station pct. 4:				
Salary of employee	-	-	82,890	(82,890)
Salary of firemen	94,263	94,263	4,780	89,483
Payroll taxes	7,211	7,211	6,186	1,025
Employee retirement	7,098	7,098	5,240	1,858
Uniform rental	4,000	4,000	3,280	720
Fuel and oil	22,000	22,000	20,670	1,330
Telephone	3,000	3,000	5,555	(2,555)
Travel and seminars	1,000	1,000	-	1,000
Repair and maintenance-equipment	8,000	20,352	19,923	429
Equipment rental	13,000	5,500	-	5,500
Insurance-liability	4,000	4,000	3,969	31
Insurance- fireman	1,000	1,000	-	1,000
Miscellaneous	7,000	7,000	6,923	77
Capital outlay-equipment	25,000	29,500	29,318	182
Total fire station pct. 4	<u>196,572</u>	<u>205,924</u>	<u>188,734</u>	<u>17,190</u>
Constables:				
Salary of constable Pct. 1	26,295	26,295	26,295	-
Salary of constable Pct. 2	26,295	26,295	26,295	-
Salary of constable Pct. 3	26,295	26,295	26,295	-
Salary of constable Pct. 4	26,295	26,295	23,767	2,528
Salary of constable Pct. 5	26,295	26,295	26,295	-
Salary of constable Pct. 6	26,295	26,295	26,295	-
Salary of constable Pct. 7	26,295	26,295	26,295	-
Salary of constable Pct. 8	26,295	26,295	26,295	-
Payroll taxes	16,096	16,096	15,249	847
Employee retirement	15,840	15,840	15,956	(116)
Travel and seminars	4,000	3,020	-	3,020
Fuel and oil	32,500	33,480	25,106	8,374
Telephone	-	-	1,157	(1,157)

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Public safety: (continued)				
Constables: (continued)				
Bonds and insurance	-	-	100	(100)
Repairs & Maintenance - Autos	6,500	6,500	1,283	5,217
Repairs and maintenance - equipment	1,000	1,000	3,287	(2,287)
Total constables	286,296	286,296	269,970	16,326
Sheriff's department:				
Salary of official	71,372	71,372	71,372	-
Supplement official	15,450	15,450	15,433	17
Salary of chief deputy	47,134	47,134	47,134	-
Salary of deputies	496,373	496,373	442,831	53,542
Salary of clerk	22,128	22,128	44,172	(22,044)
Salary of dispatchers	167,820	167,820	190,904	(23,084)
Salary of investigators	203,787	203,787	156,295	47,492
Salary of captain	37,924	37,924	71,891	(33,967)
Salary of sergeants	101,896	101,896	100,741	1,155
Salary of corporals	34,482	34,482	64,154	(29,672)
Salary of warrants	32,691	32,691	31,023	1,668
Salary of part-time dispatcher	20,891	20,891	5,089	15,802
Salary of lieutenant	33,920	33,920	60,855	(26,935)
Courthouse liaison officer	28,280	28,280	14,785	13,495
Task Force Officer	32,960	32,960	-	32,960
Payroll taxes	103,054	103,054	96,012	7,042
Employee retirement	101,437	101,437	98,055	3,382
Lubricants	1,000	-	-	-
Uniforms	10,000	10,000	9,239	761
Office supplies	9,500	9,500	9,312	188
Fuel and oil	150,000	163,000	156,886	6,114
Camera supplies	4,000	-	-	-
Firearm supplies	3,000	3,000	3,000	-
Telephone	60,000	60,000	62,876	(2,876)
Travel and seminars	2,500	2,500	1,166	1,334
Transport of Inmates	3,000	-	-	-
School instructors expense	1,000	1,000	911	89
Repairs and maintenance-equipment	10,000	10,000	8,910	1,090
Repairs and maintenance-communications equipment	7,000	7,000	6,849	151
Rental of department files-storage	4,000	4,000	3,062	938
Repairs and maintenance-autos	30,000	30,000	29,911	89
Rental of copier equipment	4,500	4,500	3,173	1,327
Bonds and insurance	200	200	-	200

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Public safety: (continued)				
Sheriff's department: (continued)				
Miscellaneous	8,500	8,500	8,455	45
Radio Tower	12,000	12,000	11,155	845
Starr Co Tactical Command Suburban	5,000	-	-	-
Total sheriff's department	<u>1,876,799</u>	<u>1,876,799</u>	<u>1,825,651</u>	<u>51,148</u>
229th judicial district adult probation:				
Supplemental salaries of secretaries	8,611	8,611	4,958	3,653
Payroll taxes	659	659	343	316
Employee retirement	648	648	380	268
Miscellaneous	-	105	-	105
Total 229th judicial district adult probation	<u>9,918</u>	<u>10,023</u>	<u>5,681</u>	<u>4,342</u>
229th district juvenile probation:				
County's contribution	87,000	87,000	86,666	334
Residential placements	70,000	70,000	38,078	31,922
Total 229th district juvenile probation	<u>157,000</u>	<u>157,000</u>	<u>124,744</u>	<u>32,256</u>
Contribution to Texas DPS:				
Salary of clerks	22,559	22,559	22,559	-
Payroll taxes	1,726	1,726	1,726	-
Employee retirement	1,698	1,698	1,736	(38)
Office supplies and postage	2,000	2,000	-	2,000
Breathalyzer	5,000	5,000	-	5,000
Telephone	5,000	5,000	2,518	2,482
Equipment rentals	4,000	4,000	2,022	1,978
Miscellaneous	500	500	-	500
Total contribution to Texas DPS	<u>42,483</u>	<u>42,483</u>	<u>30,561</u>	<u>11,922</u>
Detention center:				
Salary of captain	37,064	37,064	37,064.00	-
Salary of jailers	870,000	870,000	1,003,151.00	(133,151)
Salary of corporals	48,979	48,979	48,446.00	533
Salary of cooks	41,573	41,573	28,269.00	13,304
Salary of office manager	27,501	27,501	27,501.00	-
Salary of sergeants	101,934	101,934	73,118.00	28,816
Salary of bookkeeper	27,501	27,501	27,501.00	-
Salary of maintenance	45,171	45,171	0.00	45,171
Salary of mechanic	22,585	22,585	67,766.00	(45,181)
Salary of lieutenants	28,281	28,281	28,281.00	-
Payroll taxes	95,670	95,670	99,442.00	(3,772)

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Public safety: (continued)				
Detention center: (continued)				
Employee retirement	94,169	94,169	99,048.00	(4,879)
Office supplies	15,000	15,000	15,173.00	(173)
Cleaning and sanitation	30,000	30,000	30,001.00	(1)
Food consumption	345,000	345,000	400,108	(55,108)
Camera supplies	1,000	1,000	-	1,000
Uniforms	12,000	12,000	1,747	10,253
Personal hygiene-inmates	12,000	12,000	12,070	(70)
Pharmacy	30,000	30,000	41,322	(11,322)
Medical services	30,000	30,000	23,605	6,395
Contract medical service	100,000	100,000	97,600	2,400
Telephone	2,000	2,000	2,304	(304)
Transport of inmates	8,000	8,000	4,367	3,633
School and training	2,000	2,000	1,200	800
Utilities	115,000	115,000	88,514	26,486
Repairs and maintenance-buildings	60,000	60,000	65,285	(5,285)
Repairs and maintenance-equipment	50,000	50,000	38,302	11,698
Rental-copier	5,000	5,000	3,561	1,439
Contract Service - VINE Program	-	15,564	15,564	-
Insurance-buildings	25,000	25,000	25,000	-
Jail inspection expense	1,000	1,000	-	1,000
Capital outlay-equipment	15,000	15,000	15,012	(12)
Capital outlay-communications equipment.	3,000	3,000	1,719	1,281
Water storage tank	40,000	40,000	40,000	-
Trustee fees-jail lease	5,000	5,000	-	5,000
Total detention center	<u>2,346,428</u>	<u>2,361,992</u>	<u>2,462,041</u>	<u>(100,049)</u>
Starr county juvenile detention center:				
Salary of guards	153,526	153,526	150,127	3,399
Salary of part-time guards	87,407	79,407	82,371	(2,964)
Detention director	4,738	4,738	4,869	(131)
Detention supervisor	2,369	-	-	-
Secretary Stipend	1,339	1,339	1,389	(50)
Payroll taxes	19,078	19,078	18,019	1,059
Employee retirement	18,778	18,778	14,973	3,805
Linen/Uniforms	400	-	-	-
Restraints	100	-	-	-
Office supplies	4,000	7,000	5,848	1,152
Telephone	2,000	2,000	3,216	(1,216)
Medical services	500	1,700	1,571	129
Repairs and maintenance	1,500	7,169	6,723	446

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STARR COUNTY, TEXAS  
 DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
 GENERAL FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Public safety: (continued)				
Starr county juvenile detention center: (continued)				
Insurance-liability	100	-	-	-
Miscellaneous	1,000	1,000	864	136
Travel and seminars	7,000	8,100	7,924	176
Total starr county juvenile detention center	<u>303,835</u>	<u>303,835</u>	<u>297,894</u>	<u>5,941</u>
9-1-1 Services:				
Salary of clerk	-	23,420	35,608	(12,188)
Payroll taxes	-	1,622	2,669	(1,047)
Group insurance	-	4,450	4,859	(409)
Employee retirement	-	1,410	1,802	(392)
Workers compensation	-	61	-	61
Unemployment insurance	-	270	-	270
Training	-	3,850	1,755	2,095
Maintenance & repairs	-	2,249	59	2,190
Travel - mileage	-	1,000	1,715	(715)
Supplies	-	3,000	2,109	891
Street sign replacement	-	1,500	518	982
Total 9-1-1 services	<u>-</u>	<u>42,832</u>	<u>51,094</u>	<u>(8,262)</u>
County wide services:				
Salary of fire department administrator	-	-	39,860	(39,860)
Payroll taxes	-	-	2,988	(2,988)
Employment retirement	-	-	3,062	(3,062)
Total county wide services	<u>-</u>	<u>-</u>	<u>45,910</u>	<u>(45,910)</u>
Total public safety	<u>5,819,702</u>	<u>5,863,855</u>	<u>5,867,555</u>	<u>(3,700)</u>
Health and welfare:				
Public health and welfare aid:				
Contract medical services	6,000	6,000	6,000	-
Pauper funerals	2,000	2,000	-	2,000
Total public health and welfare aid	<u>8,000</u>	<u>8,000</u>	<u>6,000</u>	<u>2,000</u>
Federal and state programs coordinator:				
Salary of department head	56,779	56,779	56,779	-
Salary of program manager	112,856	112,856	578	112,278
Salary part-time projects clerk	26,164	26,164	34,908	(8,744)
Salary of project manager	-	-	102,803	(102,803)
Payroll taxes	14,978	14,978	14,793	185
Employee retirement	14,744	14,744	12,298	2,446

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Health and welfare: (continued)				
Federal and state programs coordinator: (continued)				
Office supplies	9,000	8,200	6,410	1,790
Telephone	1,500	1,500	2,513	(1,013)
Travel and seminars	4,000	6,700	5,768	932
Repairs and maintenance equipment	1,300	1,100	1,037	63
Capital outlay	1,700	-	-	-
Dues and subscriptions	750	750	444	306
Total federal & state programs coordinator	243,771	243,771	238,331	5,440
Elderly programs:				
Salary of coordinator	23,766	23,766	23,766	-
Salary of transportation director	22,763	22,763	22,763	-
Payroll taxes	3,559	3,559	2,303	1,256
Employee retirement	3,504	3,504	3,580	(76)
Office supplies	500	500	493	7
Fuel and oil	20,000	20,000	19,987	13
Repair and maintenance-autos	2,000	2,500	2,497	3
Bonds and insurance	500	-	-	-
Total elderly programs	76,592	76,592	75,389	1,203
Nutrition program pct. 1:				
Salary of site manager	24,350	24,350	24,569	(219)
Salary of part-time help	72,621	63,621	63,226	395
Payroll taxes	7,418	6,568	6,716	(148)
Employee retirement	7,302	6,802	6,767	35
Contractual	25,000	25,000	24,955	45
Consumables	7,000	7,000	7,000	-
Repairs and maintenance - auto	2,000	2,000	1,994	6
Fuel and oil	8,000	8,000	8,002	(2)
Miscellaneous	10,000	20,350	20,306	44
Food Pantry Expense	15,000	15,000	-	15,000
Total nutrition program pct. 1	178,691	178,691	163,535	15,156
Nutrition program pct. 2:				
Salary of program administrator	19,964	19,964	19,958	6
Salary of administrative assistant	19,803	23,593	23,553	40
Salary of part-time help	39,841	23,091	22,834	257
Payroll taxes	6,090	6,090	4,896	1,194
Employee retirement	5,994	5,994	4,922	1,072
Contractual	45,000	66,945	65,905	1,040

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Health and welfare: (continued)				
Nutrition program pct. 2: (continued)				
Consumables	5,000	3,375	3,375	-
Fuel and oil	-	-	-	-
Repairs and maintenance - auto	1,500	340	297	43
Food Pantry Expense	20,000	37,500	30,000	7,500
Total nutrition program pct. 2	<u>163,192</u>	<u>186,892</u>	<u>175,740</u>	<u>11,152</u>
Nutrition program pct. 3:				
Salary of site manager	18,706	18,706	31,000	(12,294)
Rental building coordinator	1,411	1,411	50	1,361
Payroll taxes	1,539	1,539	2,297	(758)
Employee retirement	1,515	1,515	2,389	(874)
Contractual	12,000	12,000	11,893	107
Consumables	2,000	2,000	2,013	(13)
Fuel and Oil	3,000	3,000	3,035	(35)
Repairs and maintenance - auto	1,000	1,000	-	1,000
Miscellaneous	6,000	6,000	4,089	1,911
Food Pantry	20,000	20,000	20,000	-
Total nutrition program pct. 3	<u>67,171</u>	<u>67,171</u>	<u>76,766</u>	<u>(9,595)</u>
Nutrition program pct. 4:				
Salary of site manager	22,554	22,554	26,672	(4,118)
Salary of assistant	23,918	23,918	31,665	(7,747)
Salary of part-time help	3,028	3,028	435	2,593
Payroll taxes	3,787	3,787	4,480	(693)
Employee retirement	3,727	3,727	4,270	(543)
Contractual	60,000	60,000	100,287	(40,287)
Consumables	7,000	7,000	6,162	838
Fuel and oil	17,000	17,000	16,938	62
Repairs and maintenance-autos	1,000	1,000	985	15
Food Pantry expense (to self-help)	15,000	15,000	7,223	7,777
Total nutrition program pct. 4	<u>157,014</u>	<u>157,014</u>	<u>199,117</u>	<u>(42,103)</u>
Total health and welfare	<u>894,431</u>	<u>918,131</u>	<u>934,878</u>	<u>(16,747)</u>
Conservation agriculture:				
Extension service:				
Supplemental salary of county agent	13,675	13,675	13,675	-
Supplemental salary of home demo agent	13,675	13,675	13,675	-
Salary of secretary	26,438	26,438	26,438	-
Salary of clerk	25,206	25,206	25,206	-

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## STARR COUNTY, TEXAS

## DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

## GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Conservation agriculture: (continued)				
Extension service: (continued)				
Payroll taxes	6,043	6,043	5,920	123
Employee retirement	5,948	5,948	5,026	922
Dues	800	800	800	-
Office supplies and postage	5,700	6,370	6,659	(289)
Custodial supplies	1,000	657	657	-
Demonstration materials	1,000	230	255	(25)
Computer update	2,000	2,639	2,638	1
Tele-communications update	1,000	1,000	766	234
Telephone	3,300	3,300	3,289	11
Mileage	14,800	14,800	14,800	-
Travel and seminars	6,000	5,861	5,741	120
Repairs and maintenance-equipment	1,500	1,443	1,443	-
Equipment rental-copier	3,500	3,500	2,327	1,173
Total extension service	<u>131,585</u>	<u>131,585</u>	<u>129,315</u>	<u>2,270</u>
Total conservation agriculture	<u>131,585</u>	<u>131,585</u>	<u>129,315</u>	<u>2,270</u>
Total expenditures - all departments:	<u>15,128,252</u>	<u>15,198,125</u>	<u>14,880,925</u>	<u>317,200</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES</b>	(2,495,427)	(2,498,152)	(444,351)	2,053,801
<b>OTHER FINANCING SOURCES (USES):</b>				
International bridge transfers in	1,522,940	1,522,940	655,000	(867,940)
Gas system transfers in	37,064	37,064	-	(37,064)
Transfers out	-	-	(15,000)	(15,000)
Total other financing sources (uses)	<u>1,560,004</u>	<u>1,560,004</u>	<u>640,000</u>	<u>(920,004)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES</b>	(935,423)	(938,148)	195,649	1,133,797
<b>FUND BALANCE, BEGINNING</b>	<u>6,975,032</u>	<u>6,975,032</u>	<u>6,975,032</u>	<u>-</u>
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>-</u>	<u>-</u>	<u>19,349</u>	<u>19,349</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 6,039,609</u>	<u>\$ 6,036,884</u>	<u>\$ 7,190,030</u>	<u>\$ 1,153,146</u>

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## STARR COUNTY, TEXAS

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

## DEBT SERVICE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>REVENUES</b>				
Current taxes	\$ 572,100	\$ 572,100	559,974	\$ (12,126)
Delinquent taxes	-	-	85,362	85,362
Interest	-	-	14,621	14,621
Total revenues	<u>572,100</u>	<u>572,100</u>	<u>659,957</u>	<u>87,857</u>
<b>EXPENDITURES</b>				
Debt service:				
Principal retirement	569,069	569,069	415,000	154,069
Interest	-	-	148,368	(148,368)
Fiscal agent fees	<u>3,000</u>	<u>3,000</u>	<u>1,050</u>	<u>1,950</u>
Total expenditures	<u>572,069</u>	<u>572,069</u>	<u>564,418</u>	<u>7,651</u>
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	<u>31</u>	<u>31</u>	<u>95,539</u>	<u>80,206</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>3,163,656</u>	<u>3,163,656</u>	<u>3,163,656</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 3,163,687</u>	<u>\$ 3,163,687</u>	<u>\$ 3,259,195</u>	<u>\$ 95,508</u>

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## STARR COUNTY, TEXAS

DETAILED SCHEDULE OF REVENUES AND  
EXPENDITURES - BUDGET AND ACTUAL

## ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>REVENUES</b>				
Current ad valorem	\$ 4,752,245	\$ 4,752,245	\$ 3,475,411	\$ (1,276,834)
Delinquent ad valorem	450,000	450,000	391,685	(58,315)
Motor vehicle licenses	600,000	600,000	390,293	(209,707)
Lateral road credit	50,000	50,000	24,533	(25,467)
Gross weight/ axle fees	-	-	36,822	36,822
Fines and forfeitures	300,000	300,000	404,142	104,142
Interest	-	-	2,879	2,879
State Salary Supplements	25,000	25,000	-	(25,000)
Auction	10,000	7,940	17,940	10,000
Miscellaneous	6,000	6,000	4,446	(1,554)
Donations	-	7,900	7,840	(60)
Total revenues	<u>6,193,245</u>	<u>6,199,085</u>	<u>4,755,991</u>	<u>(1,443,094)</u>
<b>EXPENDITURES</b>				
Commissioner Pct. 1:				
Salary of official	67,324	67,324	67,324	-
Salary of foreman	26,822	26,822	26,788	34
Salary of supervisor	23,391	23,391	20,759	2,632
Salary of street maintenance supervisor	19,830	12,830	16,304	(3,474)
Salary of head clerk	22,794	26,794	26,788	6
Salaries of clerical	53,541	86,541	86,169	372
Salaries-janitorial	21,879	-	-	-
Salaries of street maintenance	75,298	106,098	104,343	1,755
Salaries of timekeeper/policy manager	18,594	26,794	26,788	6
Salaries of park maintenance	28,663	617	616	1
Salaries of drivers and other duties	73,554	14,254	13,963	291
Salaries of night watchman	31,100	-	-	-
Salaries of road employees	30,472	91,972	91,573	399
Roadhands	23,115	-	-	-
Payroll taxes	39,503	34,503	35,936	(1,433)
Employee retirement	38,883	30,383	28,807	1,576
Office supplies	4,000	1,645	1,644	1
Fuel and oil	80,000	80,000	80,000	-
Telephone	10,000	10,000	12,740	(2,740)
Travel and seminars	2,000	1,759	1,758	1
Repairs and maintenance equipment	80,000	80,000	79,783	217
Rental - machinery	10,000	10,000	10,000	-
Repairs and maintenance-roads & bridges	75,157	75,157	53,305	21,852
Welding supplies	4,000	4,000	4,000	-
Contract work-hauling	15,000	15,000	15,000	-

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## STARR COUNTY, TEXAS

DETAILED SCHEDULE OF REVENUES AND  
EXPENDITURES - BUDGET AND ACTUAL

## ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

EXPENDITURES (continued)	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Commissioner Pct. 1: (continued)				
Contract work-other	15,000	15,000	15,000	-
Bonds and insurance	1,000	-	-	-
Miscellaneous	15,000	65,936	64,211	1,725
Capital outlay	20,000	20,000	20,000	-
Capital outlay-parks and comm. ctrs	35,000	35,000	34,114	886
Capital outlay-equipment	28,000	28,000	28,000	-
Contingencies	4,000	4,000	4,000	-
Total commissioner pct. 1	992,920	993,820	969,713	24,107
Commissioner Pct. 2:				
Salary of official	67,324	67,324	67,324	-
Salary of administrative assistant	29,870	-	-	-
Salary of director of public works	28,500	28,500	28,462	38
Salary of supervisor	23,666	23,666	23,666	-
Salary of administrative aide	26,659	26,659	26,659	-
Salary of special event coordinator	18,155	18,155	18,155	-
Salary of head librarian	16,282	16,587	16,557	30
Salary of equipment mechanic	23,307	23,307	23,307	-
Salary of parks supervisor	22,564	22,564	22,564	-
Salary of waste management supervisor	22,417	22,417	22,417	-
Salary of welder	23,947	23,947	23,947	-
Salary of foreman	24,666	-	-	-
Salary Equipment operator	23,815	23,815	23,812	3
Salary Equipment operator I	19,250	-	-	-
Salary of timekeeper clerk	21,484	21,484	21,484	-
Other salaries	103,000	112,900	113,809	(909)
Night watchman	19,250	15,550	15,169	381
Salary of library clerk	37,992	29,992	29,987	5
Food Pantry Personnel	31,415	46,480	46,460	20
Equipment supervisor	23,666	14,876	14,881	(5)
Payroll taxes	46,453	46,453	40,463	5,990
Employee retirement	45,724	45,724	32,911	12,813
Uniform rental	300	-	-	-
Office supplies	3,000	3,300	3,236	64
Consultant fees	5,000	-	-	-
Fuel and oil	86,700	52,600	52,586	14
Telephone	6,500	7,300	7,792	(492)
Travel and seminars	5,000	3,645	3,640	5

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## STARR COUNTY, TEXAS

DETAILED SCHEDULE OF REVENUES AND  
EXPENDITURES - BUDGET AND ACTUAL

## ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>EXPENDITURES</b> (continued)				
Commissioner Pct. 2: (continued)				
Repairs and maint-building	20,000	18,200	18,107	93
Repairs and maint-equipment	81,157	69,357	69,357	-
Repairs and maint-roads & bridges	18,100	10,500	10,523	(23)
Radio lease	3,000	3,000	2,972	28
Contract work	31,300	31,300	31,300	-
Bonds and insurance	9,000	-	-	-
Dues and subscriptions	1,000	-	-	-
Miscellaneous	3,000	3,000	3,000	-
Parks and community centers	26,730	16,930	16,895	35
Capital outlay	41,000	201,861	201,860	1
Contingencies	4,000	2,285	2,280	5
Total commissioner pct. 2	<u>1,044,193</u>	<u>1,053,678</u>	<u>1,035,582</u>	<u>18,096</u>
Commissioner Pct. 3:				
Salary of official	67,324	67,399	67,324	75
Salaries of secretary & foreman	53,172	64,479	64,479	-
Other salaries	224,231	230,528	221,075	9,453
Nightwatchmen	49,984	22,070	31,125	(9,055)
Roadhands	101,924	112,835	111,573	1,262
Temporary help	46,908	60,831	60,768	63
Payroll taxes	41,581	33,381	40,973	(7,592)
Employee retirement	40,929	39,649	39,493	156
Office supplies	1,000	1,000	1,000	-
Fuel and oil	60,000	110,000	109,623	377
Telephone	10,000	11,900	12,678	(778)
Travel and seminars	6,000	1,100	1,099	1
Repairs and maint-buildings	50,000	50,000	49,943	57
Repairs and maint-equipment	96,000	76,000	75,622	378
Repairs and maint-roads & bridges	246,158	204,187	204,187	-
Miscellaneous	41,000	45,050	44,286	764
Parks and community centers	14,000	14,000	14,014	(14)
Lease payments	74,000	73,852	73,851	1
Contingencies	4,000	4,000	3,623	377
Capital outlay	67,400	77,400	77,352	48
Total commissioner pct. 3	<u>1,295,611</u>	<u>1,299,661</u>	<u>1,304,088</u>	<u>(4,427)</u>
Commissioner Pct. 4:				
Salary of official	67,324	67,324	67,324	-
Salaries of secretary	24,542	24,542	24,542	-

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## STARR COUNTY, TEXAS

DETAILED SCHEDULE OF REVENUES AND  
EXPENDITURES - BUDGET AND ACTUAL

## ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>EXPENDITURES</b> (continued)				
Commissioner Pct. 4: (continued)				
Salary of foreman	44,963	23,263	23,237	26
Other salaries	338,576	461,156	453,710	7,446
Payroll taxes	36,369	36,369	42,411	(6,042)
Employee retirement	35,798	35,798	32,919	2,879
Uniform rental	10,000	10,000	8,309	1,691
Office supplies	6,000	6,000	5,979	21
Fuel and oil	100,000	79,800	77,711	2,089
Telephone	12,000	12,000	14,962	(2,962)
Travel and seminars	1,000	100	30	70
Bonds and insurance	1,000	100	-	100
Repairs and maint-equipment	74,500	70,800	57,612	13,188
Repairs and maint-roads & bridges	79,000	69,000	145,871	(76,871)
Lease payments-machinery	70,000	55,000	52,481	2,519
Miscellaneous	38,200	19,200	18,024	1,176
Fire protection	25,000	21,600	21,575	25
Parks and community centers	20,000	20,000	18,944	1,056
Contingencies	4,000	4,000	3,755	245
Capital outlay	92,158	92,158	60,431	31,727
Total commissioner pct. 4	1,080,430	1,108,210	1,129,827	(21,617)
Flood control:				
Precinct #1 channels	9,000	9,000	9,000	-
Precinct #2 channels	7,900	-	-	-
Precinct #3 channels	15,000	15,000	15,000	-
Precinct #4 channels	10,000	-	-	-
Total flood control	41,900	24,000	24,000	-
Road & Bridge Fund County Wide:				
Appraisal district fees	60,000	60,000	34,566	25,434
Breathalyzer services	10,000	10,000	10,000	-
Bidding and notices	5,000	5,000	-	5,000
Utilities	850,000	860,000	941,917	(81,917)
Commissioner's Part/nutrition program	60,000	60,000	-	60,000
Dues and subscriptions	8,000	9,000	8,513	487
Suspension bridge match	10,500	10,500	-	10,500
Right-of-ways and emergency	100,000	89,000	4,000	85,000
Total road & bridge fund county wide	1,103,500	1,103,500	998,996	104,504
Total expenditures	5,558,554	5,582,869	5,462,206	120,663

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STARR COUNTY, TEXAS

DETAILED SCHEDULE OF REVENUES AND  
EXPENDITURES - BUDGET AND ACTUAL

ROAD AND BRIDGE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>634,691</u>	<u>616,216</u>	<u>(706,215)</u>	<u>(1,322,431)</u>
<b>FUND BALANCE, BEGINNING</b>	<u>(591,557)</u>	<u>(591,557)</u>	<u>(591,557)</u>	<u>-</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 43,134</u>	<u>\$ 24,659</u>	<u>\$ (1,297,772)</u>	<u>\$ (1,322,431)</u>

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**SUPPLEMENTAL INFORMATION**

**NONMAJOR GOVERNMENTAL FUNDS**

**FIDUCIARY FUNDS**

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**NONMAJOR  
GOVERNMENTAL FUNDS**

**STARR COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2011

(Continued)

ASSETS	Special Revenue Funds		
	Chapter 19	Self-Help Center	TDHCA Contract #727033
Cash	\$ 135	\$ 75,899	\$ 8
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	-	-
Due from other funds	-	84,932	-
Due from other governments	-	-	-
<b>Total assets</b>	<b>\$ 135</b>	<b>\$ 160,831</b>	<b>\$ 8</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 1,291	\$ -
Bank overdraft	-	-	-
Accrued liabilities	-	-	-
Due to other funds	135	812,309	8
Due to other governments	-	-	-
Deferred revenue	-	-	-
<b>Total liabilities</b>	<b>135</b>	<b>813,600</b>	<b>8</b>
Reserved, designated	-	-	-
Unreserved, undesignated	-	(652,769)	-
<b>Total fund balances</b>	<b>-</b>	<b>(652,769)</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 135</b>	<b>\$ 160,831</b>	<b>\$ 8</b>

EXHIBIT H-1

Operation Stonegarden 2009	Interagency Coalition SU-09-A10-22178-01	CACST 5310	Archive Management Fee Fund
\$ 7,077	\$ 48	\$ 2,699	\$ 51,433
-	-	-	-
-	-	-	-
-	-	-	11
-	104	-	3,591
<u>80,549</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 87,626</u>	<u>\$ 152</u>	<u>\$ 2,699</u>	<u>\$ 55,035</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
35,886	152	31	14
51,446	-	-	-
294	-	2,668	-
<u>87,626</u>	<u>152</u>	<u>2,699</u>	<u>14</u>
-	-	-	-
-	-	-	55,021
-	-	-	55,021
<u>\$ 87,626</u>	<u>\$ 152</u>	<u>\$ 2,699</u>	<u>\$ 55,035</u>

**STARR COUNTY, TEXAS**

**COMBINING BALANCE SHEET**

**NONMAJOR GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2011

(Continued)

ASSETS	Special Revenue Funds		
	U. S. Department of Agriculture FHA Grant Housing Preser.	HIDTA Grants District Attorney	Surcharge Fund
Cash	\$ 6,757	\$ 217,601	\$ 4,086
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	52	1
Due from other funds	-	-	3,302
Due from other governments	-	25,078	-
<b>Total assets</b>	<b>\$ 6,757</b>	<b>\$ 242,731</b>	<b>\$ 7,389</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ -	\$ -
Bank overdraft	-	-	-
Accrued liabilities	-	-	-
Due to other funds	-	240,568	326
Due to other governments	-	-	-
Deferred revenue	6,757	2,163	-
<b>Total liabilities</b>	<b>6,757</b>	<b>242,731</b>	<b>326</b>
Reserved, designated	-	-	-
Unreserved, undesignated	-	-	7,063
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>7,063</b>
<b>Total liabilities and fund balances</b>	<b>\$ 6,757</b>	<b>\$ 242,731</b>	<b>\$ 7,389</b>

EXHIBIT H-1

Law Library Fund	Courthouse Security Fund	Border Prosecution Unit	Management & Preservation Fund
\$ 120,937	\$ 163,483	\$ 1	\$ 36,828
-	-	-	-
25	36	-	8
15,309	5,248	-	11,081
-	-	117,188	-
<u>\$ 136,271</u>	<u>\$ 168,767</u>	<u>\$ 117,189</u>	<u>\$ 47,917</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	4,072	-
-	-	113,117	-
-	-	-	-
-	-	-	-
-	-	117,189	-
-	-	-	-
<u>136,271</u>	<u>168,767</u>	<u>-</u>	<u>47,917</u>
<u>136,271</u>	<u>168,767</u>	<u>-</u>	<u>47,917</u>
<u>\$ 136,271</u>	<u>\$ 168,767</u>	<u>\$ 117,189</u>	<u>\$ 47,917</u>

**STARR COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2011

(Continued)

ASSETS	Special Revenue Funds		
	LEOSE Fund	Starr Co Violent Crimes Unit Border Star	Local Border Security Program LBSP - 10
Cash	\$ 19,217	\$ 17,908	\$ 4,916
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	-	-
Due from other funds	-	-	-
Due from other governments	-	179,667	-
<b>Total assets</b>	<b>\$ 19,217</b>	<b>\$ 197,575</b>	<b>\$ 4,916</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 68,979	\$ -
Bank overdraft	-	-	-
Accrued liabilities	-	12,240	-
Due to other funds	422	100,336	4,916
Due to other governments	-	13,175	-
Deferred revenue	-	1,640	-
<b>Total liabilities</b>	<b>422</b>	<b>196,370</b>	<b>4,916</b>
Reserved, designated	-	-	-
Unreserved, undesignated	18,795	1,205	-
<b>Total fund balances</b>	<b>18,795</b>	<b>1,205</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 19,217</b>	<b>\$ 197,575</b>	<b>\$ 4,916</b>

EXHIBIT H-1

FEMA	Nutrition Program & Food Bank	Los Olmos Watershed Project	Border Security Equipment and Technology Fund
\$ 29,244	\$ -	\$ 203,366	\$ -
-	-	-	-
-	-	-	-
-	1,425	-	-
-	-	-	-
<u>\$ 29,244</u>	<u>\$ 1,425</u>	<u>\$ 203,366</u>	<u>\$ -</u>
\$ -	\$ 5,338	\$ -	\$ -
-	-	-	-
-	-	-	-
29,244	98,484	-	2,604
-	-	-	-
-	-	203,366	-
<u>29,244</u>	<u>103,822</u>	<u>203,366</u>	<u>2,604</u>
-	-	-	-
-	(102,397)	-	(2,604)
-	(102,397)	-	(2,604)
<u>\$ 29,244</u>	<u>\$ 1,425</u>	<u>\$ 203,366</u>	<u>\$ -</u>

**STARR COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2011

(Continued)

ASSETS	Special Revenue Funds		
	Sheriff's Operation Linebacker	Community Facilities Loan & Grant San Isidro Project	TDRA Contract #R729620
Cash	\$ 13,645	\$ 16,107	\$ 25,141
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	-	-
Due from other funds	136,514	-	-
Due from other governments	-	72,779	16,448
<b>Total assets</b>	<b>\$ 150,159</b>	<b>\$ 88,886</b>	<b>\$ 41,589</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 193,847	\$ 14,238
Bank overdraft	-	-	-
Accrued liabilities	-	1	-
Due to other funds	150,159	38	27,351
Due to other governments	-	-	-
Deferred revenue	-	-	-
<b>Total liabilities</b>	<b>150,159</b>	<b>193,886</b>	<b>41,589</b>
Reserved, designated	-	-	-
Unreserved, undesignated	-	(105,000)	-
<b>Total fund balances</b>	<b>-</b>	<b>(105,000)</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 150,159</b>	<b>\$ 88,886</b>	<b>\$ 41,589</b>

EXHIBIT H-1

Justice Court Technology Fund	Local Border Security Program 08	Border Interdiction Unit Border Star	Victims of Domestic Violence Assistance Prog WF-08-V30-17244-05
\$ 40,896	\$ 137,459	\$ 442	\$ 963
-	-	-	-
-	-	-	-
1,635	-	-	4,333
-	-	67,528	24,990
<u>\$ 42,531</u>	<u>\$ 137,459</u>	<u>\$ 67,970</u>	<u>\$ 30,286</u>
\$ 1,895	\$ -	\$ -	\$ 1,057
-	-	-	-
-	-	9,294	3,705
63	137,459	58,676	8,926
-	-	-	-
-	-	-	16,598
<u>1,958</u>	<u>137,459</u>	<u>67,970</u>	<u>30,286</u>
-	-	-	-
<u>40,573</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>40,573</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 42,531</u>	<u>\$ 137,459</u>	<u>\$ 67,970</u>	<u>\$ 30,286</u>

**STARR COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	LBSP 11 Border Star II	Homeland Security Grants	TDHCA HOME HBA #1001239
<b>ASSETS</b>			
Cash	\$ (130,576)	\$ 234	\$ 1
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	-	-
Due from other funds	-	-	-
Due from other governments	287,161	-	155,200
Total assets	<u>\$ 156,585</u>	<u>\$ 234</u>	<u>\$ 155,201</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ -	\$ -
Bank overdraft	-	-	-
Accrued liabilities	-	-	-
Due to other funds	156,585	215	155,201
Due to other governments	-	-	-
Deferred revenue	-	19	-
Total liabilities	<u>156,585</u>	<u>234</u>	<u>155,201</u>
Reserved, designated	-	-	-
Unreserved, undesignated	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 156,585</u>	<u>\$ 234</u>	<u>\$ 155,201</u>

EXHIBIT H-1

ORCA TXCDBG #727449	Crime Victims Asst. Program VA-10-V30-19034-04	TXDOT Border Colonia Access 2nd Call	TDHCA Home Program #1001187
\$ 19,409	\$ 2,323	\$ -	\$ 18
-	-	-	-
-	-	-	-
-	-	-	-
2,809	20,875	-	3,095
<u>\$ 22,218</u>	<u>\$ 23,198</u>	<u>\$ -</u>	<u>\$ 3,113</u>
\$ -	\$ 4,943	\$ -	\$ -
-	-	-	-
-	2,881	-	-
22,218	15,374	-	3,113
-	-	-	-
-	-	-	-
<u>22,218</u>	<u>23,198</u>	<u>-</u>	<u>3,113</u>
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 22,218</u>	<u>\$ 23,198</u>	<u>\$ -</u>	<u>\$ 3,113</u>

**STARR COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	United Way Impact Grant	Drug Related Public Corruption Task Force	TDRA Contract #710015
<b>ASSETS</b>			
Cash	\$ 2,258	\$ -	\$ 1
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	-	-
Due from other funds	29	-	-
Due from other governments	-	-	11,062
<b>Total assets</b>	<b>\$ 2,287</b>	<b>\$ -</b>	<b>\$ 11,063</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 798	\$ -	\$ 11,062
Bank overdraft	-	-	-
Accrued liabilities	-	-	1
Due to other funds	29	-	-
Due to other governments	-	-	-
Deferred revenue	1,460	-	-
<b>Total liabilities</b>	<b>2,287</b>	<b>-</b>	<b>11,063</b>
Reserved, designated	-	-	-
Unreserved, undesignated	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,287</b>	<b>\$ -</b>	<b>\$ 11,063</b>

EXHIBIT H-1

Operation Stonegarden 2010 2010-55-T0-0008	TDHCA Disaster Relief HOME #1000793	TXDOT Border Colonia Access 3rd Call	TXCDBG Disaster Relief #729037
\$ 1	\$ 5,775	\$ 325,122	\$ 36,508
-	-	-	-
-	-	-	-
-	-	-	-
98,612	-	-	-
<u>\$ 98,613</u>	<u>\$ 5,775</u>	<u>\$ 325,122</u>	<u>\$ 36,508</u>
\$ -	\$ -	\$ 12,746	\$ -
-	-	-	-
-	-	-	1
3	5,775	221,418	36,507
98,610	-	-	-
-	-	90,958	-
<u>98,613</u>	<u>5,775</u>	<u>325,122</u>	<u>36,508</u>
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 98,613</u>	<u>\$ 5,775</u>	<u>\$ 325,122</u>	<u>\$ 36,508</u>

**STARR COUNTY, TEXAS**

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2011

(Continued)

ASSETS	Special Revenue Funds		
	TDRA Contract #DR5010179 Transferred to GLO	Joint Law Enforcement Operations - Sheriff & US Marshalls	Drainage District Fund
	402	271	505
Cash	\$ 5	\$ 61	\$ 331,851
Investments	-	-	-
Taxes receivable (net of allowance)	-	-	-
Accounts receivable	-	-	41,484
Due from other funds	-	5,063	57,662
Due from other governments	91,777	2,775	-
<b>Total assets</b>	<b>\$ 91,782</b>	<b>\$ 7,899</b>	<b>\$ 430,997</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ -	\$ -
Bank overdraft	-	-	-
Accrued liabilities	1	-	41,486
Due to other funds	91,781	7,899	-
Due to other governments	-	-	-
Deferred revenue	-	-	-
<b>Total liabilities</b>	<b>91,782</b>	<b>7,899</b>	<b>41,486</b>
Reserved, designated	-	-	-
Unreserved, undesignated	-	-	389,511
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>389,511</b>
<b>Total liabilities and fund balances</b>	<b>\$ 91,782</b>	<b>\$ 7,899</b>	<b>\$ 430,997</b>

EXHIBIT H-1

Joint Investigations - I.C.E. & Sheriff Fund 264	Operation Stonegarden 2008 Fund 268	Total Special Revenue Funds
\$ 87,407	\$ 92	\$ 1,876,786
-	-	-
-	-	41,617
-	-	330,228
<u>1,035</u>	<u>-</u>	<u>1,258,628</u>
<u>\$ 88,442</u>	<u>\$ 92</u>	<u>\$ 3,507,259</u>
-	-	316,194
-	-	-
-	-	73,682
88,442	92	2,625,876
-	-	163,231
<u>-</u>	<u>-</u>	<u>325,923</u>
<u>88,442</u>	<u>92</u>	<u>3,504,906</u>
-	-	-
<u>-</u>	<u>-</u>	<u>2,353</u>
<u>-</u>	<u>-</u>	<u>2,353</u>
<u>\$ 88,442</u>	<u>\$ 92</u>	<u>\$ 3,507,259</u>

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**STARR COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2011

(Continued)

ASSETS	Capital Projects Fund "Construction 2004"	Total Nonmajor Governmental Funds
Cash	\$ 36,174	\$ 1,912,960
Investments	255,688	255,688
Accounts receivable	223	41,840
Due from other funds	291,921	622,149
Due from other governments	-	1,258,628
	<hr/>	<hr/>
Total assets	\$ 584,006	\$ 4,091,265

**LIABILITIES AND FUND BALANCES**

LIABILITIES		
Accounts payable	\$ -	\$ 316,194
Accrued liabilities	-	73,682
Due to other funds	-	2,625,876
Due to other governments	-	163,231
Deferred revenue	-	325,923
	<hr/>	<hr/>
Total liabilities	-	3,504,906
Reserved, designated	584,006	584,006
Unreserved, undesignated	-	2,353
	<hr/>	<hr/>
Total fund balances	584,006	586,359
	<hr/>	<hr/>
Total liabilities and fund balances	\$ 584,006	\$ 4,091,265

**STARR COUNTY, TEXAS**

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

**NONMAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

REVENUES	Special Revenue Funds		
	Chapter 19	Self-Help Center	TDHCA Contract #727033
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	441,412	-
Fines and forfeitures	-	-	-
Interest income	-	116	-
Miscellaneous	-	1,560	-
<b>Total revenues</b>	<b>-</b>	<b>443,088</b>	<b>-</b>
<b>EXPENDITURES</b>			
Highways and streets	-	-	-
Health and welfare	-	375,626	-
Public safety	-	-	-
Public facilities	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>375,626</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>67,462</b>	<b>-</b>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	<b>-</b>	<b>(649,015)</b>	<b>-</b>
<b>PRIOR PERIOD ADJUSTMENT</b>	<b>-</b>	<b>(71,216)</b>	<b>-</b>
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<b>\$ -</b>	<b>\$ (652,769)</b>	<b>\$ -</b>

EXHIBIT H-2

Operation Stonegarden 2009	Interagency Coalition SU-09-A10-22178-01	CACST 5310	Archive Management Fee Fund
\$ -	\$ -	\$ -	\$ -
568,323	116,899	-	-
-	-	-	37,135
-	-	-	76
-	-	-	-
<u>568,323</u>	<u>116,899</u>	<u>-</u>	<u>37,211</u>
-	-	-	-
-	-	-	-
568,323	-	-	-
-	116,899	-	23,648
<u>568,323</u>	<u>116,899</u>	<u>-</u>	<u>23,648</u>
-	-	-	13,563
-	-	-	-
-	-	-	-
-	-	-	41,458
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,021</u>

**STARR COUNTY, TEXAS**

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

**NONMAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	U. S. Department of Agriculture FHA Grant Housing Preser.	HIDTA Grants District Attorney	Surcharge Fund
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	35,000	283,353	-
Fines and forfeitures	-	-	37,395
Interest income	-	-	10
Miscellaneous	-	-	-
Total revenues	<u>35,000</u>	<u>283,353</u>	<u>37,405</u>
<b>EXPENDITURES</b>			
Highways and streets	-	-	-
Health and welfare	35,000	-	-
Public safety	-	283,353	-
Public facilities	-	-	38,047
Total expenditures	<u>35,000</u>	<u>283,353</u>	<u>38,047</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(642)</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	-	-	7,705
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,063</u>

EXHIBIT H-2

Law Library Fund	Courthouse Security Fund	Border Prosecution Unit	Management & Preservation Fund
\$ -	\$ -	\$ -	\$ -
-	-	108,959	-
22,465	19,577	-	12,227
199	270	-	58
-	-	-	-
<u>22,664</u>	<u>19,847</u>	<u>108,959</u>	<u>12,285</u>
-	-	-	-
-	-	-	-
-	1,800	108,959	-
7,623	-	-	-
<u>7,623</u>	<u>1,800</u>	<u>108,959</u>	<u>-</u>
-	-	-	-
<u>15,041</u>	<u>18,047</u>	<u>-</u>	<u>12,285</u>
-	-	-	-
121,230	150,720	-	35,632
-	-	-	-
<u>\$ 136,271</u>	<u>\$ 168,767</u>	<u>\$ -</u>	<u>\$ 47,917</u>

**STARR COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	LEOSE Fund	Starr Co Violent Crimes Unit Border Star	Local Border Security Program LBSP - 10
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	8,223	443,337	274,584
Fines and forfeitures	-	-	-
Interest income	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>8,223</u>	<u>443,337</u>	<u>274,584</u>
<b>EXPENDITURES</b>			
Highways and streets	-	-	-
Health and welfare	-	-	-
Public safety	1,972	443,337	274,584
Public facilities	-	-	-
Total expenditures	<u>1,972</u>	<u>443,337</u>	<u>274,584</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>6,251</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	12,544	1,205	-
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ 18,795</u>	<u>\$ 1,205</u>	<u>\$ -</u>

EXHIBIT H-2

FEMA	Nutrition Program & Food Bank	Los Olmos Watershed Project	Border Security Equipment and Technology Fund
\$ -	\$ -	\$ -	\$ -
162,236	72,162	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>162,236</u>	<u>72,162</u>	<u>-</u>	<u>-</u>
-	-	-	-
162,236	174,559	-	-
-	-	-	-
-	-	-	-
<u>162,236</u>	<u>174,559</u>	<u>-</u>	<u>-</u>
-	(102,397)	-	-
-	-	-	-
-	-	-	(2,604)
-	-	-	-
<u>\$ -</u>	<u>\$ (102,397)</u>	<u>\$ -</u>	<u>\$ (2,604)</u>

**STARR COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	Sheriff's Operation Linebacker	Community Facilities Loan & Grant San Isidro Project	TDRA Contract #R729620
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	101,971	160,449	224,152
Fines and forfeitures	-	-	(7,368)
Interest income	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>101,971</u>	<u>160,449</u>	<u>216,784</u>
<b>EXPENDITURES</b>			
Highways and streets	-	265,449	-
Health and welfare	-	-	216,784
Public safety	101,971	-	-
Public facilities	-	-	-
<b>Total expenditures</b>	<u>101,971</u>	<u>265,449</u>	<u>216,784</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>(105,000)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	-	-	-
<b>PRIOR PERIOD ADJUSTMENT</b>	-	-	-
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ (105,000)</u>	<u>\$ -</u>

EXHIBIT H-2

Justice Court Technology Fund	Local Border Security Program 08	Border Interdiction Unit Border Star	Victims of Domestic Violence Assistance Prog WF-08-V30-17244-05
\$ -	\$ -	\$ -	\$ -
-	-	245,031	101,423
8,319	-	-	-
-	-	-	-
-	-	-	-
8,319	-	245,031	101,423
-	-	-	-
-	-	-	-
8,884	-	245,031	101,423
-	-	-	-
8,884	-	245,031	101,423
(565)	-	-	-
-	-	-	-
-	-	-	-
41,138	-	-	-
-	-	-	-
\$ 40,573	\$ -	\$ -	\$ -

**STARR COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	LBSP 11 Border Star II	Homeland Security Grants	TDHCA HOME HBA #1001239
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	445,846	143,249	160,000
Fines and forfeitures	-	-	-
Interest income	-	-	-
Miscellaneous	-	-	-
<b>Total revenues</b>	<u>445,846</u>	<u>143,249</u>	<u>160,000</u>
<b>EXPENDITURES</b>			
Highways and streets	-	-	-
Health and welfare	-	-	160,000
Public safety	445,846	143,249	-
Public facilities	-	-	-
<b>Total expenditures</b>	<u>445,846</u>	<u>143,249</u>	<u>160,000</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	-	-	-
<b>PRIOR PERIOD ADJUSTMENT</b>	-	-	-
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EXHIBIT H-2

ORCA TXCDBG #727449	Crime Victims Asst Program VA-10-V30-19034-04	TXDOT Border Colonia Access 2nd Call	TDHCA Home Program #1001187
\$ -	\$ -	\$ -	\$ -
2,809	55,779	140,979	3,094
-	16,748	-	-
-	-	204	-
-	-	-	-
<u>2,809</u>	<u>72,527</u>	<u>141,183</u>	<u>3,094</u>
-	-	-	3,094
-	-	-	-
2,809	72,527	141,183	-
-	-	-	-
<u>2,809</u>	<u>72,527</u>	<u>141,183</u>	<u>3,094</u>
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STARR COUNTY, TEXAS**

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

**NONMAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	United Way Impact Grant	Drug Related Public Corruption Task Force	TDRA Contract #710015
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	22,809	70,371	11,062
Fines and forfeitures	-	-	-
Interest income	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>22,809</u>	<u>70,371</u>	<u>11,062</u>
<b>EXPENDITURES</b>			
Highways and streets	-	-	11,062
Health and welfare	22,809	-	-
Public safety	-	70,371	-
Public facilities	-	-	-
Total expenditures	<u>22,809</u>	<u>70,371</u>	<u>11,062</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	-	-	-
<b>PRIOR PERIOD ADJUSTMENT</b>	-	-	-
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EXHIBIT H-2

Operation Stonegarden 2010 2010-55-T0-0008	TDHCA Disaster Relief HOME #1000793	TXDOT Border Colonia Access 3rd Call	TXCDBG Disaster Relief #729037
\$ -	\$ -	\$ -	\$ -
98,612	992	649,677	82,694
-	-	-	-
-	-	-	-
-	-	-	-
<u>98,612</u>	<u>992</u>	<u>649,677</u>	<u>82,694</u>
-	992	649,677	82,694
-	-	-	-
98,612	-	-	-
-	-	-	-
<u>98,612</u>	<u>992</u>	<u>649,677</u>	<u>82,694</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STARR COUNTY, TEXAS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

(Continued)

	Special Revenue Funds		
	TDRA Contract #DR5010179 Transferred to GLO	Joint Law Enforcement Operations - Sheriff & US Marshalls	Drainage District Fund
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ 389,436
Intergovernmental	347,145	7,838	-
Fines and forfeitures	-	-	-
Interest income	-	-	75
Miscellaneous	-	-	-
Total revenues	<u>347,145</u>	<u>7,838</u>	<u>389,511</u>
<b>EXPENDITURES</b>			
Highways and streets	347,145	-	-
Health and welfare	-	-	-
Public safety	-	7,838	-
Public facilities	-	-	-
Total expenditures	<u>347,145</u>	<u>7,838</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>389,511</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in (out)	-	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	-	-	-
<b>PRIOR PERIOD ADJUSTMENT</b>	-	-	-
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 389,511</u>

EXHIBIT H-2

Joint Investigations - I.C.E. & Sheriff Fund	Operation Stonegarden 2008 Fund	Total Special Revenue Funds
\$ -	\$ -	\$ 389,436
2,551	-	5,510,327
-	-	146,498
-	-	1,008
-	-	1,560
<u>2,551</u>	<u>-</u>	<u>6,048,829</u>
-	-	1,277,419
-	-	1,147,014
2,551	-	3,124,623
-	-	186,217
<u>2,551</u>	<u>-</u>	<u>5,735,273</u>
-	-	313,556
-	-	(239,987)
-	-	(71,216)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,353</u>

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## STARR COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

## NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011  
(Continued)

REVENUES	Capital Projects Fund "Construction 2004"	Total Nonmajor Governmental Funds
Taxes	\$ -	\$ 389,436
Intergovernmental	-	5,510,327
Fines and forfeitures	-	146,498
Interest income	1,251	2,259
Miscellaneous	-	1,560
Total revenues	<u>1,251</u>	<u>6,050,080</u>
<b>EXPENDITURES</b>		
Highways and streets	-	1,277,419
Health and welfare	-	1,147,014
Public safety	-	3,124,623
Public facilities	-	186,217
Total expenditures	<u>-</u>	<u>5,735,273</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,251</u>	<u>314,807</u>
<b>OTHER FINANCING SOURCES</b>		
Operating transfers in (out)	-	-
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	582,755	342,768
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>-</u>	<u>(71,216)</u>
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<u>\$ 584,006</u>	<u>\$ 586,359</u>

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# FIDUCIARY FUNDS

**STARR COUNTY, TEXAS**

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

	Border Area Narcotics Task Force - Forfeiture	Treasurer's Office Pending Forfeiture	Tertiary Care Fund
<b>ASSETS</b>			
Cash	\$ 14,061	\$ 1,148,477	\$ 12,509
Investments	-	-	-
Accounts receivable	-	-	-
Due from other funds	71,736	-	2
Other assets	-	-	3
	<u>\$ 85,797</u>	<u>\$ 1,148,477</u>	<u>\$ 12,514</u>
<b>LIABILITIES</b>			
Due to other funds	\$ -	\$ -	\$ 8,843
Due to other governments	-	-	3,611
Funds held in escrow	-	-	-
Accounts payable	-	-	-
Other liabilities	85,797	1,148,477	60
	<u>\$ 85,797</u>	<u>\$ 1,148,477</u>	<u>\$ 12,514</u>
Total liabilities	<u>\$ 85,797</u>	<u>\$ 1,148,477</u>	<u>\$ 12,514</u>

EXHIBIT H-3

229th Judicial District Probation Fund	Juvenile Probation & Restitution Fund	County Attorney Fund	District Attorney Fund	County Clerk Fund
\$ 92,590	\$ 3,817	\$ 84,487	\$ 2,503,422	\$ 1,878,008
-	-	-	142,657	-
17	-	1	-	-
2,943	-	32,005	334,000	-
-	-	-	-	-
<u>\$ 95,550</u>	<u>\$ 3,817</u>	<u>\$ 116,493</u>	<u>\$ 2,980,079</u>	<u>\$ 1,878,008</u>
\$ -	\$ -	\$ 4,333	\$ 34,499	\$ 543,459
85,006	-	-	-	-
-	-	-	1,291,133	315,572
-	-	-	15,184	-
<u>10,544</u>	<u>3,817</u>	<u>112,160</u>	<u>1,639,263</u>	<u>1,018,977</u>
<u>\$ 95,550</u>	<u>\$ 3,817</u>	<u>\$ 116,493</u>	<u>\$ 2,980,079</u>	<u>\$ 1,878,008</u>

STARR COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

	Detention Center Fund	Motor Vehicle Tax Fund	Tax Assessor Collector Fund
<b>ASSETS</b>			
Cash	\$ 185,295	\$ 739,867	\$ 214,099
Investments	-	-	-
Accounts receivable	-	28,191	48,104
Due from other funds	-	183	23,633
Other assets	-	-	144,550
Total assets	<u>\$ 185,295</u>	<u>\$ 768,241</u>	<u>\$ 430,386</u>
<b>LIABILITIES</b>			
Due to other funds	\$ -	\$ 71,788	\$ 257,563
Due to other governments	-	487,557	57,434
Funds held in escrow	12,915	-	-
Accounts payable	-	-	-
Other liabilities	<u>172,380</u>	<u>208,896</u>	<u>115,389</u>
Total liabilities	<u>\$ 185,295</u>	<u>\$ 768,241</u>	<u>\$ 430,386</u>

EXHIBIT H-3

District Clerk's Fund	District Clerk's Investment Trust Fund	Sheriff's Department Fund	Planning Department Fund	Consolidated Court Cost Fund
\$ 816,774	\$ -	\$ 618,233	\$ 339	\$ 95,039
-	1,855,137	397,171	-	-
-	-	-	-	-
-	-	152,157	-	131,872
-	-	-	100	-
<u>\$ 816,774</u>	<u>\$ 1,855,137</u>	<u>\$ 1,167,561</u>	<u>\$ 439</u>	<u>\$ 226,911</u>
\$ 162,195	\$ -	\$ -	\$ 339	\$ 14,064
-	-	-	-	54,325
654,579	1,855,137	177,899	-	-
-	-	-	100	-
-	-	989,662	-	158,522
<u>\$ 816,774</u>	<u>\$ 1,855,137</u>	<u>\$ 1,167,561</u>	<u>\$ 439</u>	<u>\$ 226,911</u>

**STARR COUNTY, TEXAS**

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

	Retirement System Fund	Jury Fund	TNRCC Inspection Fees Fund
<b>ASSETS</b>			
Cash	\$ 1,821	\$ 917	\$ 777
Investments	-	-	-
Accounts receivable	-	-	-
Due from other funds	127,786	9,452	-
Other assets	-	-	-
	<u>\$ 129,607</u>	<u>\$ 10,369</u>	<u>\$ 777</u>
<b>LIABILITIES</b>			
Due to other funds	\$ 1,821	\$ -	\$ 57
Due to other governments	127,786	-	720
Funds held in escrow	-	-	-
Accounts payable	-	-	-
Other liabilities	-	10,369	-
	<u>\$ 129,607</u>	<u>\$ 10,369</u>	<u>\$ 777</u>
<b>Total liabilities</b>	<u>\$ 129,607</u>	<u>\$ 10,369</u>	<u>\$ 777</u>

EXHIBIT H-3

Justice of the Peace Fund	Fourth Court of Appeals Fund	State Forfeited District Attorney	Federally Forfeited Property DAG71	Total
\$ 60,148	\$ 178	\$ -	\$ -	\$ 8,470,858
-	-	-	-	2,394,965
-	-	-	-	76,313
-	992	-	-	886,761
-	-	-	-	144,653
<u>\$ 60,148</u>	<u>\$ 1,170</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,973,550</u>
\$ 28,980	\$ 1	\$ -	\$ -	1,127,942
-	992	-	-	817,431
-	-	-	-	4,307,235
-	-	-	-	15,284
<u>31,168</u>	<u>177</u>	<u>-</u>	<u>-</u>	<u>5,705,658</u>
<u>\$ 60,148</u>	<u>\$ 1,170</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,973,550</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

TREASURER'S OFFICE PENDING FORFEITURE

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 253,680	\$ 1,518,500	\$ 623,703	\$ 1,148,477
Total assets	<u>\$ 253,680</u>	<u>\$ 1,518,500</u>	<u>\$ 623,703</u>	<u>\$ 1,148,477</u>
<b>LIABILITIES</b>				
Other liabilities	\$ 253,680	\$ 1,518,500	\$ 623,703	\$ 1,148,477
Total liabilities	<u>\$ 253,680</u>	<u>\$ 1,518,500</u>	<u>\$ 623,703</u>	<u>\$ 1,148,477</u>

229th JUDICIAL DISTRICT PROBATION FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 66,001	\$ 402,976	\$ 376,387	\$ 92,590
Accounts receivable	-	17	-	17
Due from other funds	2,943	-	-	2,943
Total assets	<u>\$ 68,944</u>	<u>\$ 402,993</u>	<u>\$ 376,387</u>	<u>\$ 95,550</u>
<b>LIABILITIES</b>				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Due to other governments	58,488	85,006	58,488	85,006
Other liabilities	10,456	317,987	317,899	10,544
Total liabilities	<u>\$ 68,944</u>	<u>\$ 402,993</u>	<u>\$ 376,387</u>	<u>\$ 95,550</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

JUVENILE PROBATION & RESTITUTION FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 2,837	\$ 980	\$ -	\$ 3,817
Total assets	<u>\$ 2,837</u>	<u>\$ 980</u>	<u>\$ -</u>	<u>\$ 3,817</u>
<b>LIABILITIES</b>				
Other liabilities	\$ 2,837	\$ 980	\$ -	\$ 3,817
Total liabilities	<u>\$ 2,837</u>	<u>\$ 980</u>	<u>\$ -</u>	<u>\$ 3,817</u>

COUNTY ATTORNEY FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 70,829	\$ 187,722	\$ 174,064	\$ 84,487
Accounts receivable	-	1	-	1
Due from other funds	-	32,005	-	32,005
Total assets	<u>\$ 70,829</u>	<u>\$ 219,728</u>	<u>\$ 174,064</u>	<u>\$ 116,493</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 4,333	\$ -	\$ -	\$ 4,333
Other liabilities	66,496	219,728	174,064	112,160
Total liabilities	<u>\$ 70,829</u>	<u>\$ 219,728</u>	<u>\$ 174,064</u>	<u>\$ 116,493</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

DISTRICT ATTORNEY FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 1,839,561	\$ 2,324,144	\$ 1,660,283	\$ 2,503,422
Investments	141,458	1,199	-	142,657
Due from other funds	347,932	94,349	108,281	334,000
Total assets	<u>\$ 2,328,951</u>	<u>\$ 2,419,692</u>	<u>\$ 1,768,564</u>	<u>\$ 2,980,079</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 15,184	\$ -	\$ 15,184
Due to other funds	56,227	34,499	56,227	34,499
Funds held for others	395,137	1,519,699	623,703	1,291,133
Other liabilities	1,877,587	850,310	1,088,634	1,639,263
Total liabilities	<u>\$ 2,328,951</u>	<u>\$ 2,419,692</u>	<u>\$ 1,768,564</u>	<u>\$ 2,980,079</u>

COUNTY CLERK FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 1,246,313	\$ 1,094,847	\$ 463,152	\$ 1,878,008
Total assets	<u>\$ 1,246,313</u>	<u>\$ 1,094,847</u>	<u>\$ 463,152</u>	<u>\$ 1,878,008</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 110,433	\$ 494,686	\$ 61,660	\$ 543,459
Funds held for others	301,346	14,226	-	315,572
Other liabilities	834,534	585,935	401,492	1,018,977
Total liabilities	<u>\$ 1,246,313</u>	<u>\$ 1,094,847</u>	<u>\$ 463,152</u>	<u>\$ 1,878,008</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

DETENTION CENTER FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 228,332	\$ 841,303	\$ 884,340	\$ 185,295
Total assets	<u>\$ 228,332</u>	<u>\$ 841,303</u>	<u>\$ 884,340</u>	<u>\$ 185,295</u>
<b>LIABILITIES</b>				
Funds held for others	\$ 66,762	\$ 599,034	\$ 652,881	\$ 12,915
Other liabilities	<u>161,570</u>	<u>242,269</u>	<u>231,459</u>	<u>172,380</u>
Total liabilities	<u>\$ 228,332</u>	<u>\$ 841,303</u>	<u>\$ 884,340</u>	<u>\$ 185,295</u>

MOTOR VEHICLE TAX FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 596,853	\$ 6,457,533	\$ 6,314,519	\$ 739,867
Accounts receivable	27,150	1,041	-	28,191
Due from other funds	<u>183</u>	<u>-</u>	<u>-</u>	<u>183</u>
Total assets	<u>\$ 624,186</u>	<u>\$ 6,458,574</u>	<u>\$ 6,314,519</u>	<u>\$ 768,241</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 69,691	\$ 50,264	\$ 48,167	\$ 71,788
Due to other governments	270,429	487,557	270,429	487,557
Other liabilities	<u>284,066</u>	<u>5,920,753</u>	<u>5,995,923</u>	<u>208,896</u>
Total liabilities	<u>\$ 624,186</u>	<u>\$ 6,458,574</u>	<u>\$ 6,314,519</u>	<u>\$ 768,241</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

TAX ASSESSOR COLLECTOR FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 1,393,967	\$ 22,809,328	\$ 23,989,196	\$ 214,099
Accounts receivable	46,724	1,380	-	48,104
Due from other funds	27,735	23,589	27,691	23,633
Other assets	155,170	-	10,620	144,550
Total assets	<u>\$ 1,623,596</u>	<u>\$ 22,834,297</u>	<u>\$ 24,027,507</u>	<u>\$ 430,386</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 1,584,265	\$ 15,175,492	\$ 16,502,194	\$ 257,563
Due to other governments	39,330	7,253,128	7,235,024	57,434
Other liabilities	1	405,677	290,289	115,389
Total liabilities	<u>\$ 1,623,596</u>	<u>\$ 22,834,297</u>	<u>\$ 24,027,507</u>	<u>\$ 430,386</u>

DISTRICT CLERK'S FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 793,220	\$ 1,208,854	\$ 1,185,300	\$ 816,774
Total assets	<u>\$ 793,220</u>	<u>\$ 1,208,854</u>	<u>\$ 1,185,300</u>	<u>\$ 816,774</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 141,407	\$ 162,195	\$ 141,407	\$ 162,195
Funds held for others	651,813	1,046,659	1,043,893	654,579
Total liabilities	<u>\$ 793,220</u>	<u>\$ 1,208,854</u>	<u>\$ 1,185,300</u>	<u>\$ 816,774</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

DISTRICT CLERK'S INVESTMENT TRUST FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Investments	\$ 2,122,627	\$ 249,908	\$ 517,398	\$ 1,855,137
Total assets	<u>\$ 2,122,627</u>	<u>\$ 249,908</u>	<u>\$ 517,398</u>	<u>\$ 1,855,137</u>
<b>LIABILITIES</b>				
Funds held for others	\$ 2,122,627	\$ 249,908	\$ 517,398	\$ 1,855,137
Total liabilities	<u>\$ 2,122,627</u>	<u>\$ 249,908</u>	<u>\$ 517,398</u>	<u>\$ 1,855,137</u>

SHERIFF'S DEPARTMENT FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 557,715	\$ 474,366	\$ 413,848	\$ 618,233
Investments	396,576	595	-	397,171
Due from other funds	6,406	145,751	-	152,157
Total assets	<u>\$ 960,697</u>	<u>\$ 620,712</u>	<u>\$ 413,848</u>	<u>\$ 1,167,561</u>
<b>LIABILITIES</b>				
Funds held for others	\$ 177,367	\$ 14,932	\$ 14,400	\$ 177,899
Other liabilities	783,330	605,780	399,448	989,662
Total liabilities	<u>\$ 960,697</u>	<u>\$ 620,712</u>	<u>\$ 413,848</u>	<u>\$ 1,167,561</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

PLANNING DEPARTMENT FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 338	\$ 2,138	\$ 2,137	\$ 339
Other assets	75	100	75	100
Total assets	<u>\$ 413</u>	<u>\$ 2,238</u>	<u>\$ 2,212</u>	<u>\$ 439</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 75	\$ 100	\$ 75	\$ 100
Due to other funds	338	2,138	2,137	339
Total liabilities	<u>\$ 413</u>	<u>\$ 2,238</u>	<u>\$ 2,212</u>	<u>\$ 439</u>

CONSOLIDATED COURT COST FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 105,064	\$ 245,440	\$ 255,465	\$ 95,039
Due from other funds	78,160	131,872	78,160	131,872
Total assets	<u>\$ 183,224</u>	<u>\$ 377,312</u>	<u>\$ 333,625</u>	<u>\$ 226,911</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 25,366	\$ 14,064	\$ 25,366	\$ 14,064
Due to other governments	56,223	54,325	56,223	54,325
Other liabilities	101,635	308,923	252,036	158,522
Total liabilities	<u>\$ 183,224</u>	<u>\$ 377,312</u>	<u>\$ 333,625</u>	<u>\$ 226,911</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

RETIREMENT SYSTEM FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 1,783	\$ 1,703,707	\$ 1,703,669	\$ 1,821
Due from other funds	126,777	127,786	126,777	127,786
Total assets	<u>\$ 128,560</u>	<u>\$ 1,831,493</u>	<u>\$ 1,830,446</u>	<u>\$ 129,607</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 1,783	\$ 38	-	\$ 1,821
Due to other governments	126,777	1,831,455	1,830,446	127,786
Total liabilities	<u>\$ 128,560</u>	<u>\$ 1,831,493</u>	<u>\$ 1,830,446</u>	<u>\$ 129,607</u>

JUSTICE OF THE PEACE FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 65,796	\$ 319,728	\$ 325,376	\$ 60,148
Total assets	<u>\$ 65,796</u>	<u>\$ 319,728</u>	<u>\$ 325,376</u>	<u>\$ 60,148</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 39,784	\$ 20,958	\$ 31,762	\$ 28,980
Other liabilities	26,012	298,770	293,614	31,168
Total liabilities	<u>\$ 65,796</u>	<u>\$ 319,728</u>	<u>\$ 325,376</u>	<u>\$ 60,148</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011  
(Continued)

FOURTH COURT OF APPEALS FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 321	\$ 1,023	\$ 1,166	\$ 178
Due from other funds	579	413	-	992
Total assets	<u>\$ 900</u>	<u>\$ 1,436</u>	<u>\$ 1,166</u>	<u>\$ 1,170</u>
<b>LIABILITIES</b>				
Due to other funds	\$ -	\$ 1	\$ -	\$ 1
Due to other governments	579	1,435	1,022	992
Other liabilities	321	-	144	177
Total liabilities	<u>\$ 900</u>	<u>\$ 1,436</u>	<u>\$ 1,166</u>	<u>\$ 1,170</u>

TNRCC INSPECTION FEES FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 446	\$ 1,301	\$ 970	\$ 777
Total assets	<u>\$ 446</u>	<u>\$ 1,301</u>	<u>\$ 970</u>	<u>\$ 777</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 56	\$ 1	\$ -	\$ 57
Due to other governments	390	1,300	970	720
Total liabilities	<u>\$ 446</u>	<u>\$ 1,301</u>	<u>\$ 970</u>	<u>\$ 777</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

JURY FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ (4,569)	\$ 56,686	\$ 51,200	\$ 917
Due from other funds	7,389	5,490	3,427	9,452
Other Assets	4,040	-	4,040	-
Total assets	<u>\$ 6,860</u>	<u>\$ 62,176</u>	<u>\$ 58,667</u>	<u>\$ 10,369</u>
<b>LIABILITIES</b>				
Other liabilities	<u>\$ 6,860</u>	<u>\$ 62,176</u>	<u>\$ 58,667</u>	<u>\$ 10,369</u>
Total liabilities	<u>\$ 6,860</u>	<u>\$ 62,176</u>	<u>\$ 58,667</u>	<u>\$ 10,369</u>

TERTIARY CARE FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 9,484	\$ 8,244	\$ 5,219	\$ 12,509
Due from other funds	1,002	2	1,002	2
Other assets	-	3	-	3
Total assets	<u>\$ 10,486</u>	<u>\$ 8,249</u>	<u>\$ 6,221</u>	<u>\$ 12,514</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 5,219	\$ 4,638	\$ 1,014	\$ 8,843
Due to other governments	5,207	3,611	5,207	3,611
Other liabilities	60	-	-	60
Total liabilities	<u>\$ 10,486</u>	<u>\$ 8,249</u>	<u>\$ 6,221</u>	<u>\$ 12,514</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

BORDER AREA NARCOTICS TASK FORCE FORFEITURE FUND

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 14,040	\$ 21	\$ -	\$ 14,061
Due from other funds	71,736	-	-	71,736
Total assets	<u>\$ 85,776</u>	<u>\$ 21</u>	<u>\$ -</u>	<u>\$ 85,797</u>
<b>LIABILITIES</b>				
Other liabilities	\$ 85,776	\$ 21	\$ -	\$ 85,797
Total liabilities	<u>\$ 85,776</u>	<u>\$ 21</u>	<u>\$ -</u>	<u>\$ 85,797</u>

STATE FORFEITED DISTRICT ATTORNEY

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 1,454,780	\$ -	\$ 1,454,780	\$ -
Accounts receivable	218,281	-	218,281	-
Total assets	<u>\$ 1,673,061</u>	<u>\$ -</u>	<u>\$ 1,673,061</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Other liabilities	1,673,061	-	1,673,061	-
Total liabilities	<u>\$ 1,673,061</u>	<u>\$ -</u>	<u>\$ 1,673,061</u>	<u>\$ -</u>

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## STARR COUNTY, TEXAS

## STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES

## ALL FIDUCIARY FUNDS

SEPTEMBER 30, 2011

(Continued)

FEDERALLY FORFEITED PROPERTY DAG 71

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 124,513	\$ -	\$ 124,513	\$ -
Due from other funds	129,057	-	129,057	-
Total assets	<u>\$ 253,570</u>	<u>\$ -</u>	<u>\$ 253,570</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Other liabilities	253,570	-	253,570	-
Total liabilities	<u>\$ 253,570</u>	<u>\$ -</u>	<u>\$ 253,570</u>	<u>\$ -</u>

TOTAL ALL AGENCY FUNDS

	Balance October 1, 2010	Additions	Deletions	Balance September 30, 2011
<b>ASSETS</b>				
Cash	\$ 8,821,304	\$ 39,658,841	\$ 40,009,287	8,470,858
Investments	2,660,661	251,702	517,398	2,394,965
Accounts receivable	292,155	2,439	218,281	76,313
Due from other funds	799,899	561,257	474,395	886,761
Other assets	159,285	103	14,735	144,653
Total assets	<u>\$ 12,733,304</u>	<u>\$ 40,474,342</u>	<u>\$ 41,234,096</u>	<u>\$ 11,973,550</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 2,038,902	\$ 15,958,974	\$ 16,869,934	\$ 1,127,942
Due to other governments	557,423	9,717,817	9,457,809	817,431
Funds held for others	3,715,052	3,444,458	2,852,275	4,307,235
Accounts payable	75	15,284	75	15,284
Other liabilities	6,421,852	11,337,809	12,054,003	5,705,658
Total liabilities	<u>\$ 12,733,304</u>	<u>\$ 40,474,342</u>	<u>\$ 41,234,096</u>	<u>\$ 11,973,550</u>

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# STATISTICAL SECTION

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STARR COUNTY, TEXAS

GOVERNMENT-WIDE EXPENSES BY FUNCTION

LAST FIVE FISCAL YEARS

	2011	2010	2009	2008	2007
General government	\$ 4,404,871	\$ 4,300,927	\$ 4,129,942	\$ 2,267,203	\$ 3,045,557
Public safety	8,856,855	9,638,550	7,210,242	8,416,981	8,083,472
Judicial	1,894,959	1,789,592	1,687,339	1,682,336	1,580,355
Highways and streets	5,480,725	4,303,463	5,515,096	4,018,216	6,796,427
Public facilities	(77,854)	504,138	615,719	269,806	243,087
Financial administration	1,012,007	959,983	868,642	936,030	909,359
Legal	877,144	872,656	879,804	906,133	781,420
Health and welfare	2,034,081	2,114,439	1,585,616	1,186,481	1,435,914
Conservation and agriculture	137,870	138,473	126,889	132,642	127,661
Culture and recreation	-	-	-	-	31,695
Debt service - interest on debt	149,418	163,794	179,343	194,307	206,963
Debt service - bond issuance costs	-	-	-	-	-
<b>TOTAL</b>	<b><u>\$ 24,770,076</u></b>	<b><u>\$ 24,786,015</u></b>	<b><u>\$ 22,798,632</u></b>	<b><u>\$ 20,010,135</u></b>	<b><u>\$ 23,241,910</u></b>

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STARR COUNTY

GOVERNMENT-WIDE REVENUES

LAST FIVE FISCAL YEARS

Fiscal Year	PROGRAM REVENUES		GENERAL REVENUES			
	Charges for Services	Operating Grants and Contributions	Taxes	Interest	Transfers	Miscellaneous
2011	\$ 5,055,300	\$ 6,252,054	\$ 14,786,755	\$ 62,053	\$ 640,000	\$ 117,843
2010	4,099,023	7,961,436	15,444,660	93,409	585,000	336,197
2009	5,171,144	8,110,453	14,274,890	226,951	912,138	211,724
2008	3,885,077	6,314,610	13,117,309	388,802	996,110	208,272
2007	4,033,909	6,531,878	11,639,354	561,467	1,418,781	766,492

STARR COUNTY, TEXAS

EXPENDITURES BY FUNCTION  
ALL GOVERNMENTAL FUND TYPES

LAST TEN FISCAL YEARS  
(Unaudited)

FUNCTION	2011	2010	2009	2008
General administration	\$ 4,149,013	\$ 4,024,041	\$ 3,879,843	\$ 2,645,769
Judicial & elections	1,777,550	1,674,382	1,585,159	1,581,696
Financial administration	949,369	898,181	816,038	878,133
Legal	833,176	860,782	826,530	853,054
Public facilities	426,286	488,704	639,526	607,847
Public safety	8,992,178	7,698,821	8,345,403	8,027,559
Health and welfare	2,081,892	2,057,292	1,577,451	1,193,659
Culture and recreation	-	-	-	-
Conservation-agriculture	129,315	129,558	119,205	122,481
Highways and streets (maintenance of county roads and bridges)	6,739,625	7,751,392	7,853,428	8,421,327
Capital outlay	-	-	-	-
Debt service	564,418	568,794	579,343	584,307
Totals	<u>\$ 26,642,822</u>	<u>\$ 26,151,947</u>	<u>\$ 26,221,926</u>	<u>\$ 24,915,832</u>

	2007	2006	2005	2004	2003	2002
\$	3,026,064	\$ 2,569,712	\$ 2,118,420	\$ 2,072,442	\$ 1,609,169	\$ 1,434,498
	1,495,697	1,501,386	1,384,291	1,275,016	1,211,682	1,212,464
	860,657	692,235	626,288	639,198	624,536	620,496
	788,795	725,854	668,526	603,140	592,531	694,059
	2,158,352	1,323,055	524,443	282,010	652,881	1,038,712
	7,755,892	8,480,825	6,278,599	5,794,984	5,758,816	6,412,088
	1,394,654	1,492,342	1,250,906	751,587	554,396	542,053
	30,000	64,993	64,153	60,440	55,970	54,410
	120,809	112,287	103,099	107,555	104,661	109,604
	7,259,489	4,379,117	4,245,517	4,912,917	3,209,032	2,454,116
	-	-	-	-	-	1,381
	206,963	585,052	608,128	265,708	294,241	309,730
\$	<u>25,097,372</u>	<u>\$ 21,926,858</u>	<u>\$ 17,872,370</u>	<u>\$ 16,764,997</u>	<u>\$ 14,667,915</u>	<u>\$ 14,883,611</u>

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STARR COUNTY, TEXAS

REVENUES BY SOURCES  
ALL GOVERNMENTAL FUND TYPES

LAST TEN FISCAL YEARS  
(Unaudited)

Fiscal Year Ended	Taxes	Intergovernmental	Charges for Services	Fines and Forfeitures	Interest	Miscellaneous	Total
2011	\$ 14,415,352	\$ 6,252,054	\$ 4,366,583	\$ 688,717	\$ 62,053	\$ 117,843	\$ 25,902,602
2010	14,565,934	7,961,436	3,405,345	694,278	93,409	336,197	27,056,599
2009	14,002,629	8,110,453	4,401,070	770,074	226,951	211,724	27,722,901
2008	12,572,737	6,314,610	3,238,928	646,149	388,802	208,272	23,369,498
2007	11,766,794	6,531,878	3,308,850	725,059	561,467	766,793	23,660,541
2006	10,411,326	4,523,558	3,096,292	599,866	366,302	187,770	19,185,114
2005	9,673,918	2,784,656	3,463,176	489,767	134,847	130,321	16,676,685
2004	7,977,154	3,234,224	3,595,908	384,195	73,821	141,904	15,407,206
2003	7,568,740	1,623,003	4,581,221	369,128	83,694	255,662	14,481,448
2002	7,022,681	2,347,963	4,089,626	280,994	100,451	243,404	14,085,119

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STARR COUNTY, TEXAS

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES  
FOR GENERAL GOVERNMENTAL BONDED DEBT  
TO TOTAL GENERAL FUND EXPENDITURES

LAST TEN FISCAL YEARS  
(Unaudited)

Fiscal Year Ended	Debt Principal	Interest & Fiscal Charges	Total Debt Services	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
2011	\$ 415,000	\$ 149,418	\$ 564,418	\$ 14,880,925	3.79%
2010	405,000	163,794	568,794	14,366,526	3.96%
2009	400,000	179,343	579,343	13,499,786	4.29%
2008	390,000	194,307	584,307	13,464,747	4.34%
2007	375,000	206,963	581,963	13,021,431	4.47%
2006	365,000	220,052	585,052	12,005,751	4.87%
2005	425,000	183,128	608,128	11,003,547	5.53%
2004	252,000	13,708	265,708	10,526,600	2.52%
2003	267,000	27,241	294,241	10,077,368	2.92%
2002	267,000	42,730	309,730	9,775,758	3.17%

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STARR COUNTY, TEXAS

PROPERTY TAX RATES

LAST TEN FISCAL YEARS

(Unaudited)

<u>Fiscal Year</u>	<u>Operating Funds</u>	<u>Limited Tax Bonds</u>	<u>Total Constitutional Tax Levy</u>	<u>FM and Lateral Road Tax</u>	<u>Drainage District</u>	<u>Total Tax Rate</u>
2011	\$ 0.4601	\$ 0.0300	\$ 0.4901	\$ 0.1891	\$ 0.0200	\$ 0.6992
2010	0.4817	0.0387	0.5204	0.1788	-	0.6992
2009	0.4740	0.0400	0.5140	0.1852	-	0.6992
2008	0.4740	0.0400	0.5140	0.1852	-	0.6992
2007	0.4010	0.0400	0.4410	0.1682	-	0.6092
2006	0.4010	0.0450	0.4460	0.1684	-	0.6144
2005	0.4010	0.0450	0.4460	0.1684	-	0.6144
2004	0.4224	0.0459	0.4683	0.1611	-	0.6294
2003	0.3909	0.0459	0.4368	0.1489	-	0.5857
2002	0.3744	0.0459	0.4203	0.1472	-	0.5675

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STARR COUNTY, TEXAS

ASSESSED VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS  
(Unaudited)

<u>Fiscal Year Ended September 30,</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Mineral and Intangible</u>	<u>Total</u>
2011	\$ -	\$ -	\$ -	\$ 2,198,955,570
2010	-	-	-	2,239,204,500
2009	-	-	-	2,022,845,390
2008	-	-	-	1,905,018,980
2007	-	-	-	1,998,393,440
2006	-	-	-	1,777,321,100
2005	-	-	-	1,599,742,190
2004	-	-	-	1,328,503,200
2003	-	-	-	1,364,019,670
2002	-	-	-	971,262,290

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## STARR COUNTY, TEXAS

### DEMOGRAPHIC INFORMATION

Year Ended September 30, 2011

(Unaudited)

Starr County, Texas was organized in 1848 from Nueces County and was named for Dr. J.H. Starr, a secretary of treasury of the Republic of Texas.

Area: 1,223.2 square miles

Annual rainfall: 21.6 inches

Temperature ranges: 44.5 degrees in January and 99.1 degrees in July

Population: 60,968

Growing season: 314 days

Physical features are rolling surfaces, some hills, dense brush, clay, loam, sandy soils, alluvial on the Rio Grande River. The Falcon Reservoir is located in the County. Altitudes vary from 125 to 531 feet.

Recreation includes the following: Falcon Reservoir activities; deer, whitewing dove hunting; access to Mexico; historical houses; grotto at Rio Grande City; Roma Fest in November.

With respect to minerals, there is the production of oil, natural gas, sand and gravel.

Principal cities are Rio Grande City (13,966) (the county seat), La Grulla (1,642), and Roma-Los Saenz (9,886).

Principal towns include Escobares (1,203), La Casita-Garciasville (2,177), Las Lomas (3,147), La Victoria (1,738), and La Rosita (1,757).

Agriculture income is derived mostly from crops, including sorghum, cotton, and vegetables; also from beef and fed cattle; substantial irrigation for vegetables.

Principal business includes vegetable packing, shipping, other agribusinesses; oil production; tourism; and government services.

Race/Ethnicity (In percent) includes the following: Anglo, 4.00; Black, 0.08; Hispanic, 95.55; Asian, 0.25; Other, 0.11.

Note: The above information was obtained from the 2010 Texas Almanac.

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# FEDERAL AWARDS SECTION

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

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

To the Honorable County Judge  
and County Commissioners  
Starr County, Texas

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Starr County, Texas as of and for the year ended September 30, 2011, which collectively comprise Starr County, Texas' basic financial statements and have issued our report thereon dated August 3, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the standards applicable to financial audits contained in the *State of Texas Single Audit Circular*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Starr County, Texas' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Starr County, Texas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Starr County, Texas' internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting [2011-02, 2011-03, 2011-04 and 2010-01]. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.



## Compliance and Other Matters

As part of obtaining reasonable assurance about whether Starr County, Texas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items [2011-01 and 2010-02].

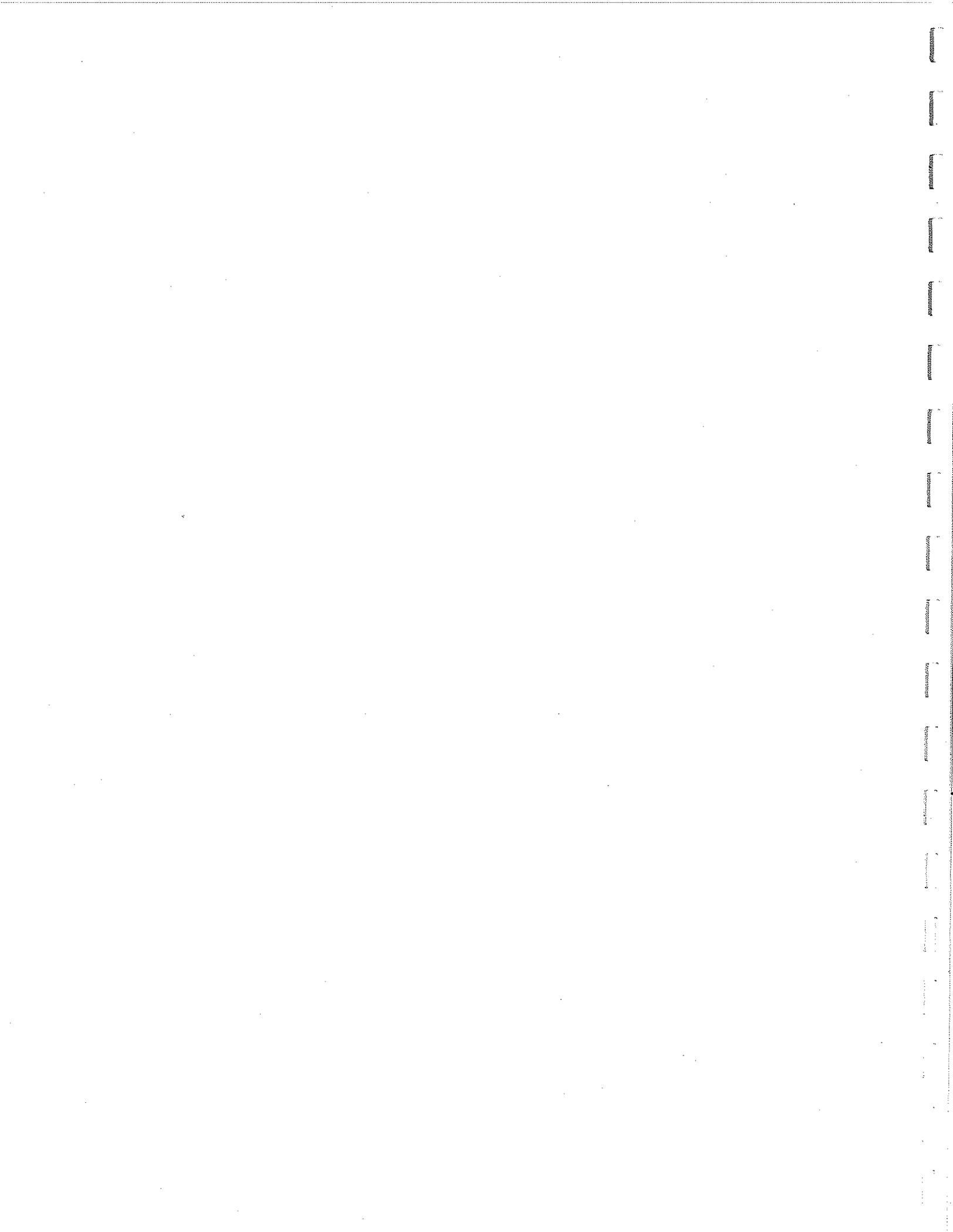
We noted certain matters that we reported to the management of Starr County, Texas, in a separate letter dated August 3, 2012.

Starr County, Texas' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Starr County, Texas' response and, accordingly, we express no opinion on it.

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

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

August 3, 2012





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

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH  
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL  
EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
AND THE STATE OF TEXAS SINGLE AUDIT CIRCULAR**

To the Honorable County Judge  
and County Commissioners  
Starr County, Texas

**Compliance**

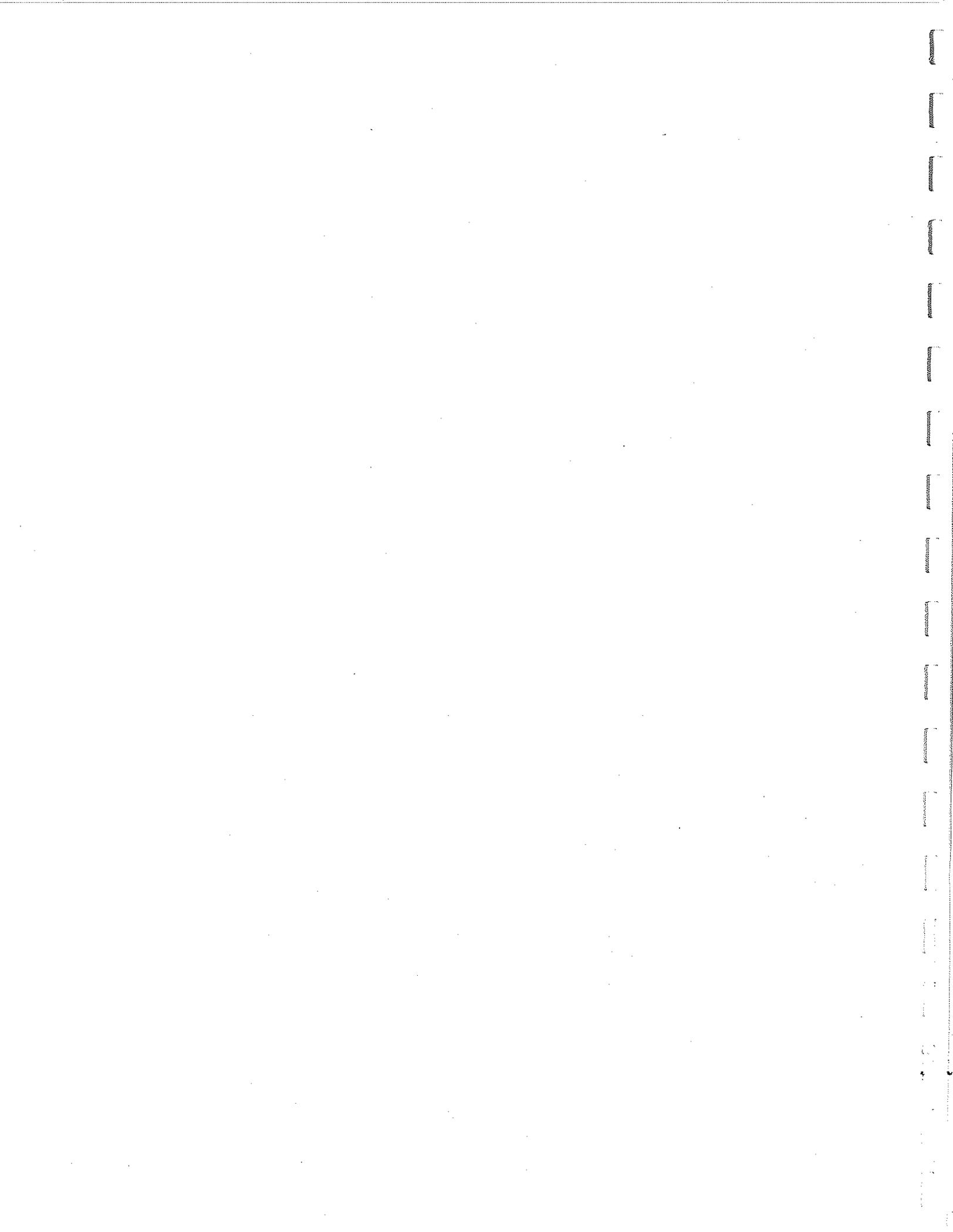
We have audited Starr County, Texas' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *State of Texas Single Audit Circular* that could have a direct and material effect on each of Starr County, Texas' major federal and state programs for the year ended September 30, 2011. Starr County, Texas' major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and state programs is the responsibility of Starr County, Texas' management. Our responsibility is to express an opinion on Starr County, Texas' compliance based on our audit.

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

In our opinion, Starr County, Texas complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended September 30, 2011. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item [2011-05].

**Internal Control Over Compliance**

Management of Starr County, Texas is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and state programs.



In planning and performing our audit, we considered Starr County, Texas' internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Starr County, Texas' internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Starr County, Texas' responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Starr County, Texas' responses and, accordingly, we express no opinion on the responses.

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

Pattillo, Brent Hill, C.C.P.

August 3, 2012

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**STARR COUNTY, TEXAS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

**I. Summary of Auditors' Results**

Type of report on financial statements	Unqualified
Internal control over financial reporting: Material weakness(es) identified?	None reported.
Significant deficiencies identified that are not considered to be material weakness(es)?	Yes.
Internal control over major programs: Material weakness(es) identified?	None reported.
Significant deficiencies identified that are not considered to be material weakness(es)?	Yes.
Noncompliance which is material to the basic financial statements	None reported.
Type of report on compliance with major programs	Unqualified.
Findings and questioned costs for federal awards as defined in Section 501(a), OMB Circular A-133 and the State of Texas Single Audit Circular	Yes.
Dollar threshold considered between Type A and Type B federal programs	\$300,000
Dollar threshold considered between Type A and Type B state programs	\$300,000
Low risk auditee statement	No.
Major federal programs	CFDA #14.228 – Comm Dev Block Grants CFDA #14.255 – ARRA - Comm Dev Block Grants CFDA #16.738 – JAG Program Cluster CFDA #16.803 – ARRA - JAG Program Cluster
Major state programs	TX-DOT Border Colonia Access 3 <sup>rd</sup> Call Local Border Security Program (LBSP)

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STARR COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)  
FOR THE YEAR ENDED SEPTEMBER 30, 2011

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

<u>Program</u>	<u>Findings/Noncompliance</u>
<i>Finding 2011-01</i>	<i>Public Funds Investment Act</i>
<i>Criteria:</i>	The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations and contracts.
<i>Condition:</i>	The County does not prepare quarterly investment reports in accordance with the Public Funds Investment Act. In addition, the County's cash and investments are not properly collateralized with pledged securities for funds deposited in excess of FDIC insurance coverage.
<i>Questioned Cost:</i>	Questioned costs could not be quantified because the finding does not relate to specific dollar amounts.
<i>Effect:</i>	The County is not in compliance with the Public Funds Investment Act.
<i>Recommendation:</i>	We recommend that the County compile and approve quarterly investment reports prepared in accordance with the Public Funds Investment Act. We also recommend that the County enter into an agreement with their financial institutions to pledge securities in the County's name for amounts that exceed FDIC insurance coverage.
<i>Current Status:</i>	Improvement noted. The County's cash and investments are properly collateralized with pledged securities. However, the quarterly investment reports reviewed during the fiscal year under audit were not prepared in the format required by the Public Funds Investment Act.

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STARR COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)  
FOR THE YEAR ENDED SEPTEMBER 30, 2011

**II. Findings Relating to the Financial Statements Which are Required to be Reported  
in Accordance With Generally Accepted Government Auditing Standards** (Continued)

**Program**

**Findings/Noncompliance**

*Finding 2011-02*

*Office of the Tax Assessor / Collector*

*Criteria:*

The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over financial reporting with requirements of laws, regulations and contracts.

*Condition:*

During the month of October 2010, we found that the monies reported per the Tax Office Reports, were greater than the amounts deposited per bank statements. However, it is unknown how much of this discrepancy was carried over from the prior fiscal year.

We also found numerous instances where cash receipts were not deposited with the Agency Fund's bank account on the following business day. In most instances, four to seven days would lapse before a cash deposit was taken to the bank. We also found several instances where cash receipts could not be traced to a deposit on the bank statement.

*Questioned Cost:*

Questioned costs could not be quantified, as they do not apply to the conditions / finding being reported.

*Effect:*

As a result, the County's ad valorem tax collections reported within that agency fund may be overstated by an unknown amount.

*Recommendation:*

We recommend that Starr County assign a department / individuals to perform a detailed review of the Daily Reconciliation Reports prepared by the Tax Assessor Collector's office and compare to the monthly Tax Office Reports to determine where the errors / discrepancies are occurring. We also recommend that the Office of the Tax Assessor / Collector deposit ad valorem taxes receipted on a daily basis.

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STARR COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)  
FOR THE YEAR ENDED SEPTEMBER 30, 2011

**II. Findings Relating to the Financial Statements Which are Required to be Reported  
in Accordance With Generally Accepted Government Auditing Standards** (Continued)

<u>Program</u>	<u>Findings/Noncompliance</u>
<i>Finding 2011-03</i>	<i>Closing of Financial Statements</i>
<i>Criteria:</i>	The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over financial reporting with requirements of laws, regulations and contracts. Controls relative to timely close-out of financial statements at year-end should be in place, in order to provide management and those charged with governance with the necessary financial information to make appropriate decisions, and to ensure compliance with federal and state reporting deadlines.
<i>Condition:</i>	A significant amount of time lapsed after year-end before the financial statements were properly closed-out. Additionally, significant adjustments were necessary across various financial statement accounts in order for the financial statements to be presented in accordance with generally accepted accounting principles (GAAP).
<i>Questioned Cost:</i>	Questioned costs could not be quantified, as they do not apply to the conditions / finding being reported.
<i>Effect:</i>	Financial data prepared at year-end was not closed out properly.
<i>Recommendation:</i>	We recommend that Starr County review its internal controls relating to financial statement accounting and reporting to ensure that timely financial statements in accordance with GAAP are prepared and available for managements' use, as well as for audit purposes.

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STARR COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2011

**II. Findings Relating to the Financial Statements Which are Required to be Reported in Accordance With Generally Accepted Government Auditing Standards** (Continued)

**Program**

**Findings/Noncompliance**

*Finding 2011-04*

*Assessment of Interfund Receivables and Payables*

*Criteria:*

The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over financial reporting with requirements of laws, regulations and contracts. Controls relative to interfund receivables and payables, managements' assessment to determine collectability and whether such accounts represent a short term liability or the long term subsidization of special revenue funds is crucial in providing those charged with governance with the necessary financial information to make appropriate decisions.

*Condition:*

The County has several funds on their books of accounts with interfund activity that continues to escalate and build up from year to year.

*Questioned Cost:*

Questioned costs could not be quantified, as they do not apply to the conditions / finding being reported.

*Effect:*

The effect of this condition is that interfund balances can represent long term assets for liabilities or could represent a requirement to record a permanent transfer. While no net impact may occur in the consolidated external statement presentation, the financial position of individual funds may become materially misstated.

*Recommendation:*

We recommend that Starr County adopt a formal assessment of interfund balances, on a quarterly basis.

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**STARR COUNTY, TEXAS**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)  
FOR THE YEAR ENDED SEPTEMBER 30, 2011**

**III. Findings and Questioned Costs for Federal and State Awards**

<b><u>Program</u></b>	<b><u>Findings/Noncompliance</u></b>
<i>Finding 2011-05</i>	<i>Reporting</i>
CFDA #14.228	Community Development Block Grants (passed through the Texas Department of Agriculture)
<i>Criteria:</i>	The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, grants and contracts. If total Federal expenditures or total State expenditures are greater than \$500,000 during any fiscal year the County receives grant funds, then a Single Audit in accordance with OMB Circular A-133 will be required and a Single Audit Reporting package should be submitted within nine (9) months after the County's fiscal year end.
<i>Condition:</i>	The County's due date for submitting the Single Audit Reporting package was June 30, 2012 and is currently delinquent.
<i>Questioned Cost:</i>	Questioned costs could not be quantified, as they do not apply to the conditions / finding being reported.
<i>Effect:</i>	The County is not in compliance with the reporting requirements of OMB Circular A-133, or said requirement of the Community Development Block Grant. Non-compliance could affect funding on all existing contracts with the pass-through entity, the Texas Department of Agriculture.
<i>Recommendation:</i>	We recommend that Starr County ensure that all future reporting requirements are met, in a timely manner.

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STARR COUNTY, TEXAS

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

**IV. Prior Findings Relating to the Financial Statements Which are Required to be Reported in Accordance With Generally Accepted Government Auditing Standards**

<u>Program</u>	<u>Findings/Noncompliance</u>
<i>Finding 2010-01</i>	<i>Bank Reconciliations</i>
<i>Criteria:</i>	The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations and contracts.
<i>Condition:</i>	The County does not prepare some of its bank reconciliations on a monthly basis for several bank accounts.
<i>Questioned Cost:</i>	Questioned costs could not be quantified because the finding does not relate to specific dollar amounts.
<i>Effect:</i>	The County is unable to reconcile the bank accounts to the general ledger monthly.
<i>Recommendation:</i>	Bank reconciliations should be prepared and reviewed in a timely manner in order to ensure that errors or irregularities are detected and corrected. We recommend the County establish and adhere to deadlines for the preparation of the bank reconciliations on a monthly basis. The monthly reconciliations should be completed prior to the end of the subsequent month to ensure that errors do not go undetected for periods of time.
<i>Current Status:</i>	Improvement noted. Some agency funds reported within the County's annual financial report still do not reconcile their bank accounts on a monthly basis.

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STARR COUNTY, TEXAS

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
(Continued)  
FOR THE YEAR ENDED SEPTEMBER 30, 2011

**IV. Prior Findings Relating to the Financial Statements Which are Required to be Reported  
in Accordance With Generally Accepted Government Auditing Standards**

<u>Program</u>	<u>Findings/Noncompliance</u>
<i>Finding 2010-02</i>	<i>Procurement</i>
<i>Criteria:</i>	The management of Starr County, Texas is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations and contracts.
<i>Condition:</i>	During our testing we found several instances where the procurement of goods/services did not document the County's procedures that provide for full and open competition.
<i>Questioned Cost:</i>	Questioned costs could not be quantified because the finding does not relate to specific dollar amounts.
<i>Effect:</i>	As a result, the County is not in compliance with the grant's requirements and the OMB Circular A-133 Compliance Supplement.
<i>Recommendation:</i>	We recommend that the County adhere to the guidelines established by the State of Texas for documenting procurement procedures.
<i>Current Status:</i>	Item not corrected. During our testing we found several instances where fair and open competition was not documented.

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**STARR COUNTY, TEXAS**

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
(Continued)  
FOR THE YEAR ENDED SEPTEMBER 30, 2011

**V. Prior Findings and Questioned Costs for Federal and State Awards**

None.

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STARR COUNTY, TEXAS

CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED SEPTEMBER 30, 2011

**Finding 2011-01:**

The County Treasurer will prepare his quarterly report in the format required by the Public Investment Act.

Person responsible for implementation: Juan U. Maldonado, County Treasurer

Estimated date of completion: September 30, 2012

**Finding 2011-02:**

The County Auditor's Office staff is already performing a detailed review of the Daily Reconciliation Reports prepared by the Tax Assessor Collector's office and compared to the monthly Tax Office reports. The Tax Assessor / Collector has been advised to make daily deposits.

Person responsible for implementation: Samuel Trevino Jr., 1<sup>st</sup> Assistant County Auditor  
Carmen Pena, Tax Assessor / Collector

Estimated date of completion: October 31, 2012

**Finding 2011-03:**

The County Auditor will close the County's books no later than November 30th of each year to insure that timely financial statements in accordance with GAAP are prepared and available.

Person responsible for implementation: Rosalinda Guerra, County Auditor

Estimated date of completion: November 30, 2012

**Finding 2011-04:**

The County Auditor has been assessing the collectability of interfund accounts and has made recommendations to the Commissioners Court. The County Auditor will also recommend that a formal written policy be adopted.

Person responsible for implementation: Rosalinda Guerra, County Auditor

Estimated date of completion: October 31, 2012

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**STARR COUNTY, TEXAS**  
**CORRECTIVE ACTION PLAN**  
(Continued)  
**FOR THE YEAR ENDED SEPTEMBER 30, 2011**

**Finding 2011-05:**

The County Auditor will close prior year's books by no later than November 30th and will require that all County Departments submit information needed to prepare the Single Audit Report by December 31<sup>st</sup>.

Person responsible for implementation: Rosalinda Guerra. County Auditor

Estimated date of completion: October 31, 2012

**Finding 2010-01:**

The Auditor's office staff prepares bank reconciliations on a timely basis. The accounts under the control of the fee offices are at times not reconciled monthly. The Auditor's office will continue to require monthly reconciliations from those departments.

Person responsible for implementation: County Auditor's Office

Estimated date of completion: September 30, 2012

**Finding 2010-02:**

The County does not have a purchasing department. All county officials and department heads have been advised to properly document bidding in order to comply with procurement guidelines.

Person responsible for implementation: County Department Heads

Estimated date of completion: September 30, 2012

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**STARR COUNTY, TEXAS**

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

<u>Federal Grantor/ Pass Through Entity</u>	<u>CFDA Numbers</u>	<u>Contract Number</u>	<u>Total Expenditures</u>
<b>U.S. Department of Housing and Urban Development</b>			
<i>Pass through the Office of Rural and Community Affairs</i>			
TDHCA HOME	14.239	1001187	\$ 3,094
TDHCA HOME	14.239	1001239	<u>155,200</u>
Total Texas Department of Rural Affairs			<u>158,294</u>
 <i>Pass through the Texas Department of Agriculture</i>			
TDHCA Contract (self help center)	14.228	727013	237,681
TDHCA Contract (self help center)	14.228	727033	182,171
TDRA Contract	14.228	710015	11,062
ORCA TXCDBG Contract	14.228	727449	2,809
ORCA TXCDBG Contract	14.228	729037	82,694
TDRA TXCDBG	14.228	DRS010179	347,145
TDHCA Disaster Relief Grant	14.228	1000793	992
TDRA Contract	14.255	R729620B	70,069
TDRA Contract	14.255	R729620	<u>146,715</u>
Total Texas Department of Housing & Community Affairs			<u>1,081,338</u>
 Total U.S. Department of Housing and Urban Development			 <u>1,239,632</u>
 <b>U.S. Department of Justice</b>			
<i>Pass through the Office of Justice Programs</i>			
<i>and passed through the County of El Paso, Texas</i>			
Border Prosecution Unit	16.055	CH-12-A10-25361-01	8,974
Border Prosecution Unit	16.055	CH-10-A10-22837-01	<u>99,985</u>
 <i>Pass through the Texas Border Sheriff Coalition</i>			
Operation Linebacker (TBSC)	16.580	2010-DD-BX-0484	<u>101,971</u>

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**STARR COUNTY, TEXAS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2011

<u>Federal Grantor/ Pass Through Entity</u>	<u>CFDA Numbers</u>	<u>Contract Number</u>	<u>Total Expenditures</u>
<i>Pass through the Office of the Governor - Criminal Justice Division</i>			
Victims of Domestic Violence Assistance Program	16.575	VA-11-V30-23157-01	88,931
Victims of Domestic Violence Assistance Program	16.575	VA-11-V30-23157-02	12,492
Crime Victims Assistance Program	16.575	VA-11-V30-19034-05	4,924
Crime Victims Assistance Program	16.575	VA-10-V30-19034-04	50,855
United Way Impact Grant	-	-	19,309
Total Office of the Governor - Criminal Justice Division			<u>176,511</u>
 <i>Pass through the Office of the Governor - Criminal Justice Division</i>			
JAG Program Cluster			
Border Area Violent Crimes Unit	16.738	DJ-09-A10-22819-02	443,337
Border Interdiction Unit - Operation Border Star	16.738	DJ-10-A10-18428-05	245,031
ARRA - Local Border Security Prog LBSP10	16.803	S4-09-A10-23239-01	274,584
ARRA - Edward Byrne Memorial JAG Program	16.803	SU-09-A10-22178-01	116,899
Total Office of the Governor - Criminal Justice Division - JAG Program Cluster			<u>1,079,851</u>
 Total Office of the Governor - Criminal Justice Division			<u>1,256,362</u>
 Total U.S. Department of Justice			<u>1,467,292</u>
 <b>Executive Office of the President</b>			
<i>Pass through the Office of National Drug Control Policy &amp; through the South Texas HIDTA Assistance Center</i>			
HIDTA Task Force Grant - MADRPCTF	-	-	70,371
HIDTA Task Force Grant	-	-	283,353
Total Executive Office of the President			<u>353,724</u>

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**STARR COUNTY, TEXAS**

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

<u>Federal Grantor/ Pass Through Entity</u>	<u>CFDA Numbers</u>	<u>Contract Number</u>	<u>Total Expenditures</u>
<b>U.S. Department of Homeland Security</b>			
<i>Pass through the Office of the Governor - Emergency Management Division</i>			
Homeland Security Grants (Oper Stonegarden) - 09	97.067	2009-SG-T8-T0009	568,323
Homeland Security Grants (Oper Stonegarden) - 10	97.067	2010-SG-T8-T0010	98,612
Homeland Security Grants	97.074	2010-SS-T0-0008	143,249
Homeland Security Grants (FEMA Disaster Grants)	97.036	-	159,811
Total U.S. Department of Homeland Security			<u>969,995</u>
 <b>U.S. Department of Agriculture</b>			
<i>Direct Program:</i>			
U.S. Dept of Agriculture Rural Development	10.766	-	160,449
Total U.S. Department of Agriculture			<u>160,449</u>
 <b>TOTAL FEDERAL AWARDS</b>			 <u>\$ 4,191,092</u>
 <b>State of Texas</b>			
<b>Texas Department of Transportation</b>			
<i>Direct Program:</i>			
TX Border Colonia Access - 3rd Call		21-8BCF5005	645,064
TX Border Colonia Access - 2nd Call		-	58,714
Total Direct Programs			<u>703,778</u>
 <b>Texas Department of Public Safety</b>			
<i>Passed through Texas Border Sheriff's Coalition:</i>			
LBSP II Border Star II		-	445,847
 <b>TOTAL STATE AWARDS</b>			 <u>1,149,625</u>
 <b>TOTAL FEDERAL AND STATE AWARDS</b>			 <u>\$ 5,340,717</u>

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# STARR COUNTY, TEXAS

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

SEPTEMBER 30, 2011

### 1. BASIS OF ACCOUNTING

Starr County uses the modified accrual basis of accounting. This basis of accounting recognizes revenue in the accounting period in which it becomes available and measurable and expenditures in the accounting period in which the fund liability was incurred, if measurable, except for certain compensated absences and claims and judgments, which is recognized when the obligation are expected to be liquidated with expendable available financial resources.

Federal grants are generally considered to be earned to the extent of expenditures made under the provisions of the grant and, accordingly, when such funds are received, they are recorded as deferred revenues until earned.

**(Last page.)**