

*WILSON COUNTY, TEXAS*  
*ANNUAL FINANCIAL REPORT*  
*FISCAL YEAR ENDED*  
*SEPTEMBER 30, 2022*



DEPARTMENT ISSUING REPORT

Wilson County Auditor's Office  
Brenda Trevino, County Auditor



WILSON COUNTY, TEXAS  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

PRINCIPAL OFFICIALS

COUNTY JUDGE .....RICHARD JACKSON  
COMMISSIONER, PRECINCT 1 ..... GARY MARTIN  
COMMISSIONER, PRECINCT 2 ..... PAUL PFEIL  
COMMISSIONER, PRECINCT 3 .....JEFFERY PEIRDOLLA  
COMMISSIONER, PRECINCT 4 ..... LARRY WILEY  
COUNTY AUDITOR.....BRENDA TREVINO  
COUNTY TREASURER ..... CHRISTINA MUTZ  
ASSESSOR-COLLECTOR OF TAXES.....DAWN BARNETT  
COUNTY CLERK.....EVA MARTINEZ  
DISTRICT CLERK ..... DEBORAH BRYAN  
SHERIFF ..... JIM STEWART  
COUNTY ATTORNEY .....TOM CALDWELL

OFFICIAL ISSUING REPORT

COUNTY AUDITOR







INDEPENDENT AUDITOR'S REPORT

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

**Report on the Audit of the Financial Statements**

***Opinions***

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregated remaining fund information of Wilson County, as of September 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

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

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

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

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

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

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

In performing an audit in accordance with GAAS, we:

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

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Wilson County's financial statements as a whole. The combining and comparative fund statements (as listed in the table of contents) and schedule of expenditures of state awards are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2023 on our consideration of Wilson 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* in considering Wilson County's internal control over financial reporting and compliance.



Armstrong, Vaughan & Associates, P.C.  
October 23, 2023

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Wilson County, Texas (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

### FINANCIAL HIGHLIGHTS

#### **Highlights for Government-wide Financial Statements**

The government-wide financial statements report financial information about the County as a whole using the economic resources measurement focus and accrual basis of accounting.

- The total government-wide assets and deferred outflows of resources of the County exceeded the liabilities and deferred inflows of resources at September 30, 2022 by \$23.2 million (net position), an increase from the previous year of 11.8%.
- During the year, the County's expenses were \$23.5 million, which was \$2.4 million less than the \$26.0 million generated in taxes and other revenues for governmental activities.
- Total revenue from all sources was \$26.0 million. The primary revenue sources for governmental activities were property (ad valorem) taxes (\$17.1 million), charges for services (\$4.7 million), and Capital grants and contributions (\$1.8 million). These three revenue sources accounted for 65.%, 17.9% and 6.8% of total governmental activities revenues, respectively.
- Total expenditures for governmental activities were \$23.5 million. The largest functional expenses were public safety (\$8.4 million), Public Transportation (\$4.4 million), General Administration (\$4.4 million), and Administration of Justice (\$3.7 million).

#### **Highlights for Fund Financial Statements**

The fund financial statements report financial information about the County's major, or most significant funds, using the current financial resources measurement focus and modified accrual basis of accounting.

#### **Fund Balance**

- The County's General Fund reported a fund balance of \$12.0 million, an increase of \$1.8 million from September 30, 2021.
- Of the total fund balance for General Fund of \$12.0 million, the unassigned fund balance of \$12.0 million equals 70.8% of the fiscal year 2022 total general fund actual expenditures.

#### **Highlights on Revenue**

#### **Charges for Service**

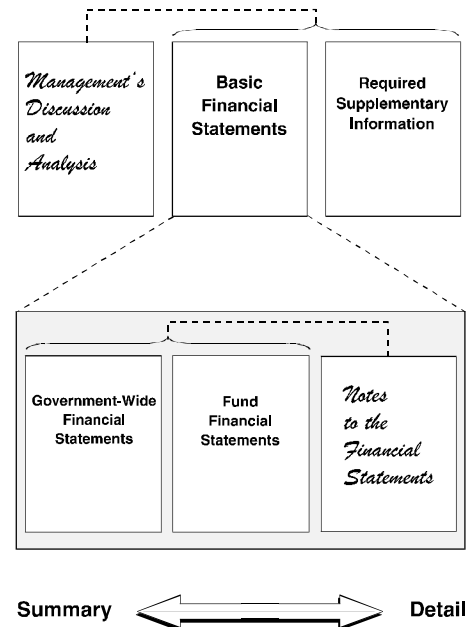
- Capital Grants and Contributions for the fiscal year were \$1.8 million, which were 100% higher than the previous year.

### 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 self-funded employee medical insurance.

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



*Fiduciary fund* statements provide information about the financial relationships in which the County acts solely as a *trustee or agent* for the benefit of others, to whom the resources in question belong

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.

### Government-wide Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner like a private-sector business. They present the financial picture of the County from an economic resource measurement focus using the accrual basis of accounting. These statements include all assets of the County and all liabilities. Additionally, certain adjustments have occurred to eliminate interfund transactions.

The statement of net assets includes all the government's assets and liabilities. All 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 position 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 position 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 nonfinancial 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 government, judicial, public safety, infrastructure, etc. Property taxes and charges for services 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 and by bond covenants.
- The County establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

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.
- *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**

### **Statement of Net Position**

The County's net position was \$23.2 million at September 30, 2022. (See Table A-1).

**Table A-1**  
Wilson County's Net Position

|  | Governmental<br>Activities |                      |
|--|----------------------------|----------------------|
|  | 2022                       | 2021                 |
| <b>ASSETS</b>                            |                            |                      |
| Cash and Cash Equivalents                | \$ 25,104,968              | \$ 20,562,855        |
| Receivables (Net)                        | 1,294,351                  | 1,241,225            |
| Court Fees and fines Receivables, net    | 1,307,145                  | 1,327,515            |
| Other Receivables                        | 847,867                    | 360                  |
| Prepaid Items                            | 55,685                     | 46,326               |
| Net Pension Asset                        | 2,133,762                  | -                    |
| Capital Assets                           | 11,575,679                 | 12,350,760           |
| <b>TOTAL ASSETS</b>                      | <b>42,319,457</b>          | <b>35,529,041</b>    |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>    |                            |                      |
| Deferred Outflows - Pension/OPEB Related | 1,489,472                  | 1,935,931            |
| <b>LIABILITIES</b>                       |                            |                      |
| Withdrawals in Excess of Deposits        | 129,072                    | 72,975               |
| Accounts Payable                         | 361,002                    | 695,561              |
| Wages, Salaries & Benefits Payable       | 184,521                    | 494,268              |
| Accrued Interest                         | 36,017                     | 37,867               |
| Due to Others                            | 10,186                     | 10,167               |
| Unearned Revenue                         | 8,921,593                  | 4,959,875            |
| Compensated Absences                     | 136,138                    | 128,766              |
| Net Pension Liability                    | -                          | 2,005,996            |
| Other Post Employment Benefit Liability  | 625,452                    | 592,590              |
| Due Within One Year                      | 525,415                    | 607,036              |
| Due in More Than One Year                | 5,594,499                  | 6,132,831            |
| <b>TOTAL LIABILITIES</b>                 | <b>16,523,895</b>          | <b>15,737,932</b>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>     |                            |                      |
| Deferred Inflows - Pension/OPEB Related  | 4,097,604                  | 764,195              |
| <b>NET POSITION:</b>                     |                            |                      |
| Investment in Capital Assets             | 5,455,765                  | 5,610,893            |
| Restricted Net Position                  | 3,058,544                  | 3,113,405            |
| Unrestricted Net Position                | 14,673,121                 | 12,023,875           |
| <b>TOTAL NET POSITION</b>                | <b>\$ 23,187,430</b>       | <b>\$ 20,748,173</b> |

The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$23.2 million at the close of the current fiscal year. Of this amount, \$5.5 million represents the portion the County has invested in capital assets (e.g. land, buildings, machinery, and equipment), net of accumulated depreciation less any outstanding debt used to construct or acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these funds are not available for future spending.

## Statement of Activities

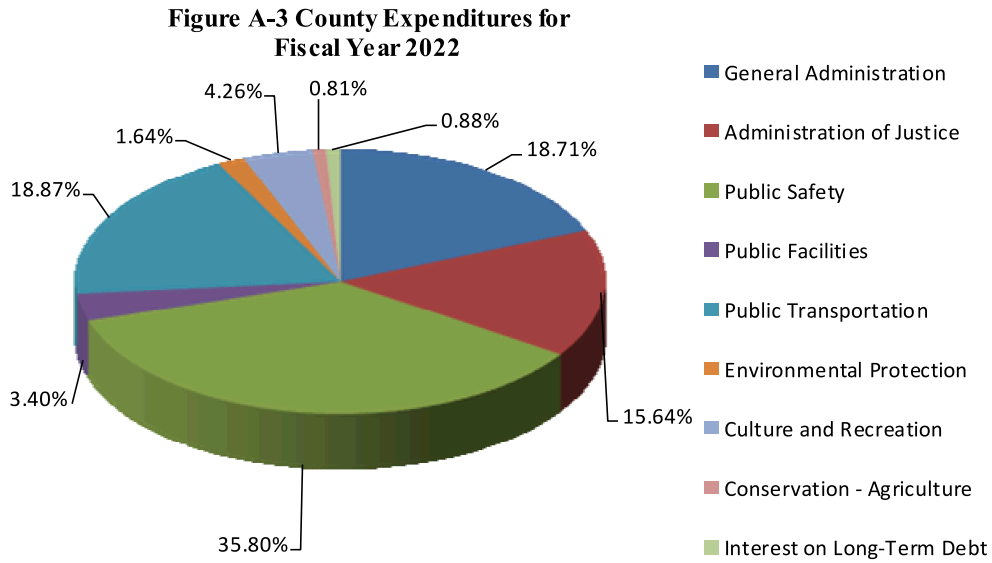
Table A-2 indicates changes in net position for governmental activities. (Note: The County does not have any business-type activities.)

**Table A-2**  
Changes in Wilson County's Net Position

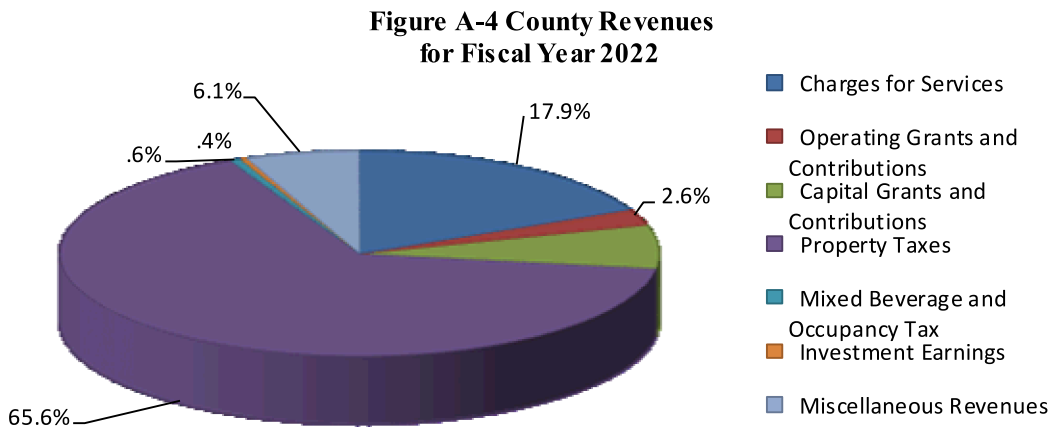
|                                     | Governmental<br>Activities |                   |
|-------------------------------------|----------------------------|-------------------|
|                                     | 2022                       | 2021              |
| <b>Revenues</b>                     |                            |                   |
| <b>Program Revenues:</b>            |                            |                   |
| Charges for Services                | \$ 4,654,382               | \$ 4,312,678      |
| Operating Grants and Contributions  | 667,272                    | 425,589           |
| Capital Grants and Contributions    | 1,762,820                  | -                 |
| General Revenues:                   |                            |                   |
| Property Taxes                      | 17,053,561                 | 17,737,637        |
| Mixed Beverage and Occupancy Tax    | 156,453                    | 139,673           |
| Investment Earnings                 | 93,523                     | 14,819            |
| Miscellaneous Revenues              | 1,594,020                  | 1,864,241         |
| <b>Total Revenues</b>               | <b>25,982,031</b>          | <b>24,494,637</b> |
| <b>Expenses:</b>                    |                            |                   |
| General Administration              | 4,405,698                  | 4,246,985         |
| Administration of Justice           | 3,681,087                  | 3,756,989         |
| Public Safety                       | 8,427,465                  | 7,841,614         |
| Public Facilities                   | 800,364                    | 835,726           |
| Public Transportation               | 4,442,871                  | 4,694,545         |
| Environmental Protection            | 385,100                    | 366,436           |
| Culture and Recreation              | 1,002,389                  | 865,993           |
| Conservation - Agriculture          | 191,174                    | 147,668           |
| Interest on Long-Term Debt          | 206,626                    | 235,864           |
| <b>Total Expenses</b>               | <b>23,542,774</b>          | <b>22,991,820</b> |
| Increase (Decrease) in Net Position | \$ 2,439,257               | \$ 1,502,817      |



**Expenditures.** The total cost of all programs and services was \$23.5 million (see Figure A-3).



- General Administration includes County Court, Commissioners’ Court, County Clerk, Information Technology, Non Departmental, Human Resources, County Auditor, Treasurer, Tax Office, Maintenance, and Airport.
- Administration of Justice includes County Judge, County Court at Law, Court Compliance, District Courts, Crime Victims’ Rights, District Attorneys, District Clerk, Justice of the Peace, County Attorney, Juvenile Probation, and Adult Probation.
- Public Safety includes Constables, Sheriff and Department of Public Safety.
- Public Transportation includes Road & Bridge.
- Environmental Protection includes the Collections Facility.
- Culture and Recreation includes Library and Hotel/Motel.
- Conservation - Agriculture includes Extension Office.



**Revenues.** The County’s total revenues were \$26.0 million. A significant portion, 66.2%, of the County’s revenue comes from taxes, primarily property tax. (See Figure A-4.) Other revenue sources include 17.9% from charges for services, with 9.4% from grants and contributions.

**Changes in Net Position.** 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 tax dollars.

- The cost of all *governmental* activities this year was \$23.5 million.
- However, the amount that our taxpayers paid for these activities through property taxes was \$17.1 million.
- The cost paid by those who directly benefited from the programs was \$4.7 million.
- The total received by the County for grants and contributions was \$2.4 million.

**Table A-3**  
Net Cost of Selected County Functions

|                            | Total Cost of<br>Services |              | Net Cost of<br>Services |             |
|----------------------------|---------------------------|--------------|-------------------------|-------------|
|                            | 2022                      | 2021         | 2022                    | 2021        |
| General Administration     | \$ 4,405,698              | \$ 4,246,985 | \$ (103,357)            | \$ 334,768  |
| Administration of Justice  | 3,681,087                 | 3,756,989    | (3,154,779)             | (2,899,185) |
| Public Safety              | 8,427,465                 | 7,841,614    | (8,385,663)             | (7,805,594) |
| Public Facilities          | 800,364                   | 835,726      | (728,114)               | (785,011)   |
| Public Transportation      | 4,442,871                 | 4,694,545    | (2,430,920)             | (3,494,336) |
| Environmental Protection   | 385,100                   | 366,436      | (385,100)               | (366,436)   |
| Culture and Recreation     | 1,002,389                 | 865,993      | (872,567)               | (865,993)   |
| Conservation - Agriculture | 191,174                   | 147,668      | (191,174)               | (147,668)   |
| Interest on Long-Term Debt | 206,626                   | 235,864      | (206,626)               | (235,864)   |

## FINANCIAL ANALYSIS OF THE COUNTY’S FUNDS

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

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

At the end of the current fiscal year, the County’s governmental funds reported combined ending fund balance approximating \$16.5 million, an increase of \$2.0 million in comparison with the prior year. The increase can be attributed to increases in capital and operating donations.

The County’s major general governmental funds are contained in the General Fund, Road and Bridge Fund, and Debt Service Fund.

**General Fund.** The General Fund is the chief operating fund of the County. The total fund balance for general fund was \$12.0 million with the unassigned fund balance of the General Fund at \$12.0 million.

As a measure of the general fund’s liquidity, it may be useful to compare both unreserved fund balance to total general fund expenditures. Unassigned fund balance for fiscal year 2022 represents 70.8% of total General Fund actual expenditures. This significant fund balance to total expenditure ratio indicates a healthy financial position.

Expenditures in the General Fund increased by approximately \$757 thousand or about 4.7% from the prior year. Increases in the expenditures incurred in the public safety department and legal department are the main cause of the increase.

**Road and Bridge Fund.** The Road and Bridge Fund is the primary fund responsible for maintaining County roads. At the end of the current fiscal year, the fund balance in the Road and Bridge Fund was \$1.0 million, a decrease over the previous fiscal year by \$141 thousand or 12.3%.

**Debt Service Fund.** The Capital Projects Fund accounts for payments towards the County’s outstanding debt.

**Budgetary Highlights**

The County did amend its budget during fiscal year 2022 but there were no significant changes to the budget

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

Capital Assets

At the end of 2022, the County had invested \$33.4 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) This amount represents a net decrease (including additions and deductions) of \$988 thousand or 2.9% percent less than last year.

**Table A-4**  
County's Capital Assets

|                               | Governmental<br>Activities |                      |
|-------------------------------|----------------------------|----------------------|
|                               | 2022                       | 2021                 |
| Land                          | \$ 866,008                 | \$ 866,008           |
| Buildings                     | 19,994,830                 | 19,904,395           |
| Infrastructure                | 2,733,730                  | 2,733,730            |
| Machinery and Equipment       | 4,750,576                  | 5,911,660            |
| Vehicles                      | 3,848,459                  | 3,766,308            |
| Computer Systems              | 1,166,865                  | 1,166,865            |
| Totals at Historical Cost     | <u>33,360,468</u>          | <u>34,348,966</u>    |
| Total Accumulate Depreciation | <u>(21,784,789)</u>        | <u>(21,998,206)</u>  |
| Net Capital Assets            | <u>\$ 11,575,679</u>       | <u>\$ 12,350,760</u> |

Note: More detailed information on capital assets can be found in the notes to the financial statements (NOTE H – CAPITAL ASSETS).

**Long Term Debt**

At year-end the County had \$5.9 million in bonds and notes payable as shown in Table A-5.

**Bond Ratings**

The County’s bonds presently carry “AA” ratings with underlying ratings as follows: Standard & Poors “AA”.

**Table A-5**  
County's Long Term Debt

|  | Governmental<br>Activities |                     |
|--|----------------------------|---------------------|
|  | 2022                       | 2021                |
| Certificate of Obligation, Series 2012 | \$ 5,650,000               | \$ 6,020,000        |
| Notes Payable                          | 222,240                    | 449,677             |
| <b>Total Outstanding Debt</b>          | <b>\$ 5,872,240</b>        | <b>\$ 6,469,677</b> |

Note: More detailed information on capital assets can be found in the notes to the financial statements (NOTE I – LONG-TERM DEBT).

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

The annual budget is developed to provide efficient, effective, and economic uses of the County’s resources, as well as a means to accomplish the highest priority objectives. Through the budget, the Commissioners Court sets the direction of the county, allocates its resources, and establishes its priorities.

In calculating the taxes for the fiscal year 2023 budget, as of July 25, 2022, Wilson County had a net taxable appraised value, freeze adjusted, of \$4,656,478,041 which was \$755,685,760 more than the previous year.

These indicators were taken into account when adopting the general fund budget for fiscal year 2023. The property tax rate for the fiscal year 2023 budget was set at \$0.0215 more than the No New Revenue tax rate. The tax rate adopted by the Commissioners’ Court, \$0.413133 per hundred-dollar valuation, was less than 1% more than the No New Revenue tax rate of \$0.391633 per hundred dollar valuation. Before the adjustment for newly added property, the effective tax rate adjusts to only allow the county to receive the same tax levy as the previous year. Therefore, additional property tax revenue is generated from new property and tax rate increases in accordance with the State of Texas’ Truth-In Taxation laws.

The general operating fund spending increased in the 2022-2023 budget to \$19,639,235 from \$16,610,208 the previous year. This was a 1.16% increase. The increase in the budget was primarily due to a \$2 per hour, per employee wage increase for all county employees and elected officials.

In order to help fund current increases, the county adopted a general operating fund budget with the intent that there would be a net decrease in estimated fund balance between budgeted revenues and budgeted expenditures. Even with the use of current fund balance, the county estimates the remaining fund balance will be above 25% of the budgeted expenditures at year end.

**CONTACTING THE COUNTY’S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County’s finances and to demonstrate the County’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor’s Office at:

Wilson County, Texas  
Office of County Auditor  
1420 3<sup>rd</sup> Street, Suite 109  
Floresville, Texas 78114  
(830) 393-7304

WILSON COUNTY, TEXAS  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED SEPTEMBER 30, 2022

**BASIC FINANCIAL STATEMENTS**

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government – wide financial statements
- Fund financial statements:
  - Governmental funds
  - Fiduciary funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

WILSON COUNTY, TEXAS  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2022

|   | Governmental<br>Activities |
|---|----------------------------|
| <b>ASSETS</b>                               |                            |
| Cash and Investments                        | \$ 25,104,968              |
| Taxes Receivables, net                      | 1,294,351                  |
| Court Fees and Fines Receivables            | 1,307,145                  |
| Other Receivables                           | 847,867                    |
| Prepaid Items                               | 55,685                     |
| Net Pension Asset                           | 2,133,762                  |
| Capital Assets:                             |                            |
| Land  | 866,008                    |
| Buildings                                   | 19,994,830                 |
| Infrastructure                              | 2,733,730                  |
| Machinery and Equipment                     | 4,750,576                  |
| Vehicles                                    | 3,848,459                  |
| Computer Systems                            | 1,166,865                  |
| Accumulated Depreciation                    | (21,784,789)               |
| <b>TOTAL ASSETS</b>                         | <b>42,319,457</b>          |
| <br><b>DEFERRED OUTFLOWS OF RESOURCES</b>   |                            |
| Deferred Outflows - Pension Related         | 1,323,703                  |
| Deferred Outflows - OPEB                    | 165,769                    |
| <b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b> | <b>\$ 1,489,472</b>        |

See accompanying notes to basic financial statements.

WILSON COUNTY, TEXAS  
STATEMENT OF NET POSITION (CONTINUED)  
SEPTEMBER 30, 2022

|  | Governmental<br>Activities |
|--|----------------------------|
| <b>LIABILITIES</b>                         |                            |
| Withdrawals in Excess of Deposits          | \$ 129,072                 |
| Accounts Payable                           | 361,002                    |
| Wages, Salaries & Benefits Payable         | 184,521                    |
| Accrued Interest                           | 36,017                     |
| Due to Others                              | 10,186                     |
| Unearned Revenue                           | 8,921,593                  |
| <i>Noncurrent Liabilities:</i>             |                            |
| Compensated Absences                       | 136,138                    |
| Other Post Employment Benefit Liability    | 625,452                    |
| Due Within One Year                        | 525,415                    |
| Due in More Than One Year                  | 5,594,499                  |
| <b>TOTAL LIABILITIES</b>                   | <b>16,523,895</b>          |
| <br><b>DEFERRED INFLOWS OF RESOURCES</b>   |                            |
| Deferred Inflows - OPEB                    | 12,937                     |
| Deferred Inflows - Pension Related         | 4,084,667                  |
| <b>TOTAL DEFERRED INFLOWS OF RESOURCES</b> | <b>4,097,604</b>           |
| <br><b>NET POSITION:</b>                   |                            |
| Net Investment in Capital Assets           | 5,455,765                  |
| Restricted Net Position:                   |                            |
| Debt Service                               | 496,534                    |
| General Administration                     | 119,055                    |
| Judicial                                   | 156,434                    |
| Legal                                      | 50                         |
| Public Safety                              | 1,062,383                  |
| Public Transportation                      | 1,099,795                  |
| Tourism                                    | 124,293                    |
| Unrestricted Net Position                  | 14,673,121                 |
| <b>TOTAL NET POSITION</b>                  | <b>\$ 23,187,430</b>       |

See accompanying notes to basic financial statements.

WILSON COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

| <b>Functions and Programs</b>                | Expenses               | Program Revenues        |  |  |
|--|------------------------|-------------------------|--|--|
|  |                        | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions |
| <b>Governmental Activities:</b>              |                        |                         |  |  |
| General Administration                       | \$ (4,405,698)         | \$ 2,791,272            | \$ 594,819                               | \$ 916,250                             |
| Administration of Justice                    | (3,681,087)            | 465,831                 | 60,477                                   | -                                      |
| Public Safety                                | (8,427,465)            | 41,802                  | -  | -                                      |
| Public Facilities                            | (800,364)              | 72,250                  | -  | -                                      |
| Public Transportation                        | (4,442,871)            | 1,283,227               | -  | 728,724                                |
| Environmental Protection                     | (385,100)              | -                       | -  | -                                      |
| Culture and Recreation                       | (1,002,389)            | -                       | 11,976                                   | 117,846                                |
| Conservation - Agriculture                   | (191,174)              | -                       | -  | -                                      |
| Interest on Long-Term Debt                   | (206,626)              | -                       | -  | -                                      |
| <b>Total Governmental Activities</b>         | <b>\$ (23,542,774)</b> | <b>\$ 4,654,382</b>     | <b>\$ 667,272</b>                        | <b>\$ 1,762,820</b>                    |
| <b>General Revenues:</b>                     |                        |                         |  |  |
| Taxes  |                        |                         |  |  |
| Property Taxes                               |                        |                         |  |  |
| Mixed Beverage Taxes                         |                        |                         |  |  |
| Occupancy Taxes                              |                        |                         |  |  |
| Interest and Investment Earnings             |                        |                         |  |  |
| Miscellaneous                                |                        |                         |  |  |
| <b>Total General Revenues</b>                |                        |                         |  |  |
| <br><b>Change in Net Position</b>            |                        |                         |  |  |
| <br><b>Net Position at Beginning of Year</b> |                        |                         |  |  |
| <br><b>Net Position at End of Year</b>       |                        |                         |  |  |

See accompanying notes to basic financial statements.



Net (Expense)  
Revenue and  
Changes in  
Net Position

Governmental  
Activities

\$ (103,357)  
(3,154,779)  
(8,385,663)  
(728,114)  
(2,430,920)  
(385,100)  
(872,567)  
(191,174)  
(206,626)  
(16,458,300)

17,053,561  
57,316  
99,137  
93,523  
1,594,020  
18,897,557

2,439,257

20,748,173

\$ 23,187,430

WILSON COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2022

|                                  | <u>General<br/>Fund</u>  | <u>Road and<br/>Bridge<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> |
|----------------------------------|--------------------------|-------------------------------------|----------------------------------|
| <b>ASSETS</b>                    |                          |                                     |                                  |
| Cash and Investments             | \$ 21,864,723            | \$ 377,938                          | \$ 80,719                        |
| Taxes Receivable, net            | 988,652                  | 229,751                             | 44,918                           |
| Court Fines and Receivables, net | 1,200,665                | 106,480                             | -                                |
| Other Receivables                | 96,702                   | 728,724                             | -                                |
| Due from Other Funds             | -                        | 44,507                              | 406,914                          |
| Prepaid Items                    | <u>55,685</u>            | <u>-</u>                            | <u>-</u>                         |
| <br><b>TOTAL ASSETS</b>          | <br><u>\$ 24,206,427</u> | <br><u>\$ 1,487,400</u>             | <br><u>\$ 532,551</u>            |

See accompanying notes to basic financial statements.

| Other<br>Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|--------------------------------|
| \$ 2,781,588                               | \$ 25,104,968                  |
| 31,030                                     | 1,294,351                      |
| -  | 1,307,145                      |
| 22,441                                     | 847,867                        |
| 376,891                                    | 828,312                        |
| -  | 55,685                         |
| <u>\$ 3,211,950</u>                        | <u>\$ 29,438,328</u>           |

WILSON COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS (CONTINUED)  
SEPTEMBER 30, 2022

|  | General<br>Fund      | Road and<br>Bridge<br>Fund | Debt<br>Service<br>Fund |
|--|----------------------|----------------------------|-------------------------|
| <b>LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b>         |                      |                            |                         |
| <i>Liabilities:</i>  |                      |                            |                         |
| Withdrawals in Excess of Deposits                                  | \$ -                 | \$ -                       | \$ -                    |
| Accounts Payable   | 317,628              | 17,468                     | -                       |
| Wages, Salaries & Benefits Payable                                 | 142,675              | 28,349                     | -                       |
| Due to Other Funds   | 620,874              | 207,438                    | -                       |
| Due to Others  | 10,186               | -                          | -                       |
| Unearned Revenue   | 8,902,702            | -                          | -                       |
| <i>Total Liabilities</i>   | 9,994,065            | 253,255                    | -                       |
| <i>Deferred Inflows of Resources</i>                               |                      |                            |                         |
| Unavailable Revenue - Taxes  | 988,652              | 229,751                    | 44,918                  |
| Unavailable Revenue - Court  | 1,200,665            | -                          | -                       |
| <i>Total Deferred Inflows of Resources</i>                         | 2,189,317            | 229,751                    | 44,918                  |
| <i>Fund Balances:</i>  |                      |                            |                         |
| Nonspendable Fund Balance:   |                      |                            |                         |
| Prepaid Items & Inventory  | 55,685               | -                          | -                       |
| Restricted Fund Balance:   |                      |                            |                         |
| Debt Service   | -                    | -                          | 487,633                 |
| General Administration   | -                    | -                          | -                       |
| Judicial   | -                    | -                          | -                       |
| Legal  | -                    | -                          | -                       |
| Public Safety  | -                    | -                          | -                       |
| Public Transportation  | -                    | 1,004,394                  | -                       |
| Tourism  | -                    | -                          | -                       |
| Committed for:   |                      |                            |                         |
| Culture and Recreation   | -                    | -                          | -                       |
| Future Book Restoration  | -                    | -                          | -                       |
| General Administration   | -                    | -                          | -                       |
| Unassigned   | 11,967,360           | -                          | -                       |
| <i>Total Fund Balances</i>   | 12,023,045           | 1,004,394                  | 487,633                 |
| <b>TOTAL LIABILITIES, DEFERRED<br/>INFLOWS &amp; FUND BALANCES</b> | <b>\$ 24,206,427</b> | <b>\$ 1,487,400</b>        | <b>\$ 532,551</b>       |

See accompanying notes to basic financial statements.

| Other<br>Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|--------------------------------|
| \$ 129,072                                 | \$ 129,072                     |
| 25,906                                     | 361,002                        |
| 13,497                                     | 184,521                        |
| -  | 828,312                        |
| -  | 10,186                         |
| 18,892                                     | 8,921,594                      |
| <u>187,367</u>                             | <u>10,434,687</u>              |
| 31,030                                     | 1,294,351                      |
| -  | 1,200,665                      |
| <u>31,030</u>                              | <u>2,495,016</u>               |
| -  | 55,685                         |
| -  | 487,633                        |
| 119,055                                    | 119,055                        |
| 156,434                                    | 156,434                        |
| 50   | 50                             |
| 1,062,383                                  | 1,062,383                      |
| 95,401                                     | 1,099,795                      |
| 124,293                                    | 124,293                        |
| 158,236                                    | 158,236                        |
| 1,273,303                                  | 1,273,303                      |
| 94,316                                     | 94,316                         |
| (89,918)                                   | 11,877,442                     |
| <u>2,993,553</u>                           | <u>16,508,625</u>              |
| <u>\$ 3,211,950</u>                        | <u>\$ 29,438,328</u>           |



WILSON COUNTY, TEXAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2022

|   |                    |    |                          |
|---|--------------------|----|--------------------------|
| TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS   |                    | \$ | 16,508,625               |
| <p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>   |                    |    |                          |
| Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.   |                    |    | 11,575,679               |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.  |                    |    | 2,495,017                |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, not reported in the funds.  |                    |    |                          |
| Accrued Compensated Absences  | (136,138)          |    |                          |
| Bonds, Notes and Premium Payable  | <u>(6,119,914)</u> |    | (6,256,052)              |
| <p>The governmental funds report pension and other postemployment benefit contributions as expenditures when paid. However, in the statement of activities differences between pension plan and other postemployment benefit contributions and costs for the year are reported as an asset or obligation.</p> |                    |    |                          |
| Net Pension Liability/(Asset)   | 2,133,762          |    |                          |
| Other Post Employment Benefit Liability   | (625,452)          |    |                          |
| Deferred Outflows - OPEB Related  | 165,769            |    |                          |
| Deferred Inflows - OPEB Related   | (12,937)           |    |                          |
| Deferred Outflows - Pension Related   | 1,323,703          |    |                          |
| Deferred Inflows - Pension Related  | <u>(4,084,667)</u> |    | (1,099,822)              |
| Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds.   |                    |    | <u>(36,017)</u>          |
| TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES  |                    | \$ | <u><u>23,187,430</u></u> |

See accompanying notes to basic financial statements.

WILSON COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

|  | <u>General<br/>Fund</u> | <u>Road and<br/>Bridge<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> |
|--|-------------------------|-------------------------------------|----------------------------------|
| <b>REVENUES</b>  |                         |                                     |                                  |
| Taxes:   |                         |                                     |                                  |
| Property Taxes   | \$ 12,985,278           | \$ 3,017,629                        | \$ 589,969                       |
| Mixed Beverage Taxes   | 57,316                  | -                                   | -                                |
| Occupancy Taxes  | -                       | -                                   | -                                |
| Intergovernmental Revenue & Grants                           | 743,206                 | 776,465                             | -                                |
| Licenses and Permits   | -                       | 1,225,527                           | -                                |
| Charges for Services   | 1,818,356               | -                                   | -                                |
| Grants and Contributions                                     | 1,500,687               | -                                   | -                                |
| Fines and Forfeitures  | 60,091                  | 270,837                             | -                                |
| Interest Earnings  | 92,726                  | -                                   | 485                              |
| Miscellaneous  | 1,475,386               | 31,262                              | -                                |
| <b>TOTAL REVENUES</b>  | <u>18,733,046</u>       | <u>5,321,720</u>                    | <u>590,454</u>                   |
| <b>EXPENDITURES</b>  |                         |                                     |                                  |
| <i>Current:</i>  |                         |                                     |                                  |
| General Administration                                       | 3,199,436               | -                                   | 420                              |
| Records Management   | -                       | -                                   | -                                |
| Legal  | 637,040                 | -                                   | -                                |
| Judicial   | 2,322,511               | -                                   | -                                |
| Financial Administration                                     | 1,178,142               | -                                   | -                                |
| Public Facilities  | 377,158                 | -                                   | -                                |
| Public Safety  | 8,034,914               | -                                   | -                                |
| Public Transportation  | -                       | 5,132,572                           | -                                |
| Environmental Protection                                     | 390,297                 | -                                   | -                                |
| Health and Welfare   | 408,264                 | -                                   | -                                |
| Tourism  | -                       | -                                   | -                                |
| Conservation - Agriculture                                   | 193,888                 | -                                   | -                                |
| <i>Debt Service:</i>   |                         |                                     |                                  |
| Principal  | 7,354                   | 220,083                             | 370,000                          |
| Interest   | -                       | 9,341                               | 221,650                          |
| <b>TOTAL EXPENDITURES</b>                                    | <u>16,749,004</u>       | <u>5,361,996</u>                    | <u>592,070</u>                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>\$ 1,984,042</u>     | <u>\$ (40,276)</u>                  | <u>\$ (1,616)</u>                |

See accompanying notes to basic financial statements.



| Other<br>Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|--------------------------------|
| \$ 407,558                                 | \$ 17,000,434                  |
| -  | 57,316                         |
| 99,137                                     | 99,137                         |
| 31,477                                     | 1,551,148                      |
| -  | 1,225,527                      |
| 564,210                                    | 2,382,566                      |
| 70,859                                     | 1,571,546                      |
| 9,566                                      | 340,494                        |
| 312  | 93,523                         |
| 133,615                                    | 1,640,263                      |
| <u>1,316,734</u>                           | <u>25,961,954</u>              |

|                  |                   |
|------------------|-------------------|
| 5,566            | 3,205,422         |
| 111,041          | 111,041           |
| -                | 637,040           |
| 237,623          | 2,560,134         |
| -                | 1,178,142         |
| -                | 377,158           |
| 390,887          | 8,425,801         |
| -                | 5,132,572         |
| -                | 390,297           |
| 504,091          | 912,355           |
| 17,790           | 17,790            |
| -                | 193,888           |
| -                | 597,437           |
| -                | 230,991           |
| <u>1,266,998</u> | <u>23,970,068</u> |

|                  |                     |
|------------------|---------------------|
| <u>\$ 49,736</u> | <u>\$ 1,991,886</u> |
|------------------|---------------------|

WILSON COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

|   | <u>General<br/>Fund</u>     | <u>Road and<br/>Bridge<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> |
|---|-----------------------------|-------------------------------------|----------------------------------|
| <b>OTHER FINANCING<br/>SOURCES (USES)</b>       |                             |                                     |                                  |
| Transfers In                                    | \$ 100,346                  | \$ -                                | \$ -                             |
| Transfers Out                                   | <u>(237,444)</u>            | <u>(100,346)</u>                    | <u>-</u>                         |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b> | <u>(137,098)</u>            | <u>(100,346)</u>                    | <u>-</u>                         |
| Net Change in Fund Balance                      | 1,846,944                   | (140,622)                           | (1,616)                          |
| Fund Balances at Beginning of Year              | <u>10,176,101</u>           | <u>1,145,016</u>                    | <u>489,249</u>                   |
| Fund Balances at End of Year                    | <u><u>\$ 12,023,045</u></u> | <u><u>\$ 1,004,394</u></u>          | <u><u>\$ 487,633</u></u>         |

See accompanying notes to basic financial statements.

| Other<br>Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|--------------------------------|
| \$ 237,444                                 | \$ 337,790                     |
| <u>-</u>                                   | <u>(337,790)</u>               |
| 237,444                                    | -                              |
| 287,180                                    | 1,991,886                      |
| <u>2,706,373</u>                           | <u>14,516,739</u>              |
| <u>\$ 2,993,553</u>                        | <u>\$ 16,508,625</u>           |

WILSON 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, 2022

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 1,991,886

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

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.

|                             |                    |           |
|-----------------------------|--------------------|-----------|
| Current Year Additions      | 1,391,466          |           |
| Current Period Depreciation | <u>(2,120,300)</u> | (728,834) |

Governmental funds report proceeds from the sale of capital assets as other financing sources. However, in the statement of activities, the proceeds are reduced by the net book value of the capital assets disposed. This amount represents the net book value of capital assets disposed.

|                 |          |
|-----------------|----------|
| <u>(46,247)</u> | (46,247) |
|-----------------|----------|

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

|  |               |        |
|--|---------------|--------|
| Justice of the Peace, District, and County Court Fines Receivable            | 13,194        |        |
| Change in Property Taxes Receivable Not Collected within 60 Days of Year End | <u>53,127</u> | 66,321 |

The issuance of long-term-debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.

|  |                |         |
|--|----------------|---------|
| Bond Principal Payments and Capital Lease Payments | <u>597,437</u> | 597,437 |
|--|----------------|---------|

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

|                              |               |        |
|------------------------------|---------------|--------|
| Compensated Absences         | (7,372)       |        |
| Accrued Interest on Bond     | 1,850         |        |
| Amortization of Bond Premium | <u>22,516</u> | 16,994 |

Governmental funds report required contributions to employee pensions as expenditures. However, in the Statement of Activities the cost of the pension is recorded based on the actuarially determined cost of the plan. This is the amount that the actuarially determined contributions exceeded pension expense.

584,702

Governmental funds report required contributions to OPEB as expenditures. However, in the Statement of Activities the cost of the OPEB is recorded based on the actuarially determined cost of the plan. This is the amount that the actuarially determined OPEB expense exceeded contributions.

(43,002)

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES

\$ 2,439,257

WILSON COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET POSITION  
SEPTEMBER 30, 2022

|  | <u>Custodial<br/>Funds</u> |
|--|----------------------------|
| <b>ASSETS</b>  |                            |
| Cash and Investments   | \$ 2,719,049               |
| <b>TOTAL ASSETS</b>  | <u>\$ 2,719,049</u>        |
| <b>LIABILITIES</b>   |                            |
| Accounts Payable   | \$ 400                     |
| Due to Others  | <u>171,589</u>             |
| <b>TOTAL LIABILITIES</b>   | <u>171,989</u>             |
| <b>NET POSITION</b>  |                            |
| Restricted for<br>Individuals, Organizations and Other Governments | <u>2,547,060</u>           |
| <b>TOTAL NET POSITION</b>  | <u>\$ 2,547,060</u>        |

See accompanying notes to basic financial statements.

WILSON COUNTY, TEXAS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
SEPTEMBER 30, 2022

|   | Custodial Funds     |
|---|---------------------|
| <b>ADDITIONS</b>  |                     |
| Court Deposits Held for Others                              | \$ 363,537          |
| Property Tax Collections for Other Governments              | 71,090,056          |
| Collections for State Motor Vehicle and Sales Tax           | 11,540,801          |
| Commissions for Commissary Sales for the Benefit of Inmates | 88,767              |
| Deposits Held on Behalf of Inmates                          | 178,650             |
| Deposits Held on Behalf of Probation Departments            | 299,548             |
| HOT Check Payments and Prosecutor Fees                      | 330                 |
| Interest Income   | 116                 |
| <b>TOTAL ADDITIONS</b>                                      | <b>83,561,805</b>   |
| <br><b>DEDUCTIONS</b>                                       |                     |
| Court Related Distributions                                 | 3,860               |
| Property Tax Distributions to Other Governments             | 71,513,589          |
| Distributions to the State                                  | 11,375,172          |
| Distributions on Behalf of the Probation Departments        | 22,802              |
| Jail Commissary Purchases for the Benefit of Inmates        | 108,376             |
| Inmate Purchases  | 440,512             |
| HOT Check Distributions                                     | 2,687               |
| Other Distributions   | 44                  |
| Interest Expense  | 1                   |
| <b>TOTAL DEDUCTIONS</b>                                     | <b>83,467,043</b>   |
| Net Increase in Fiduciary Net Position                      | 94,762              |
| BEGINNING NET POSITION                                      | 2,452,298           |
| ENDING NET POSITION   | <b>\$ 2,547,060</b> |

See accompanying notes to basic financial statements.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The more significant of the County's accounting policies are described below:

1. REPORTING ENTITY

*Primary Government*

Wilson County (the County) is a public corporation and political subdivision of the State of Texas. The Commissioners' Court, which is made up of four commissioners and the County Judge, is the general governing body of the County in accordance with Article 5, Paragraph 18 of the Texas Constitution. The County provides the following services as authorized by the statutes of the State of Texas: general government (e.g. administration, judicial & legal, elections administration, and financial administration), public safety (law enforcement and corrections), infrastructure (highways and streets), social services and conservation.

In evaluating how to define the government, for financial 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 GASB Statement 14, "The Financial Reporting Entity". The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government.

The **government-wide financial statements** include the statement of net assets and the statement of activities. Government-wide statements report information on all of the activities of the County (except for County fiduciary activity). The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and charges for services.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The statement of activities reflects the degree to which the direct expenses of a given function or segment is 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 or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. The General Fund, Road and Bridge (Special Revenue) Fund, and Debt Service Fund meet the criteria as *major governmental funds*. Each major fund is reported in separate columns in the fund financial statements. Nonmajor funds include other Special Revenue funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for nonmajor funds are presented within Combining Fund Statements and Schedules.

3. 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. This measurement focus is also used for the proprietary 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. Property taxes are recognized as revenues in the year for which they are levied. Major revenue types, which have been accrued, are revenue from the investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

**Governmental fund level financial statements** are reported using 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 available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. However, sales tax is considered collectible for only 30 days.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured, and payment is due.



WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

The government reports the following major governmental funds:

**The General Fund** is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, social services, and capital acquisition.

**Road and Bridge Fund** accounts for taxes assessed, along with fines and forfeitures associated with the support of the development and maintenance of County highways, streets and bridges.

**Debt Service Fund** accounts for payments on outstanding debt owed by the County.

Nonmajor funds include special revenue funds.

**Fiduciary fund level financial statements** are used to account for resources held for others. The County's custodial funds holds property taxes for other governments, motor vehicle fees for the State and various other settlements.

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.

4. CASH AND INVESTMENTS

Cash and investments include amounts in demand deposits, short-term certificates of deposit with a maturity date within three months of the date acquired by the government, and deposits in local government investment pools.

State statutes authorize the government to invest in obligations of the U.S. Government, federal agency and instrumentality obligations, and certificates of deposit collateralized by obligations of the U.S. Treasury. Investments are stated at fair market value, except for deposits in local government investment pools and participating interest-earning investment contracts (U.S. Treasuries) that have a remaining maturity at time of purchase of one year or less. US Treasury investments are stated at amortized cost and local government pools are stated at net asset value.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

4. CASH AND INVESTMENTS (Continued)

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

5. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 and become due October 1st and past due after January 31st. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior year's levy are shown net of an allowance for uncollectible.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by the court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred inflows of resources in the fund statements. Receivables are shown net of an allowance for uncollectibles.

6. SHORT-TERM 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 fund statements.

7. INVENTORIES AND PREPAID ITEMS

Inventories of consumable supplies are valued 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 consumed rather than when purchased. The County does not have inventory as of September 30, 2022.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and in the fund financial statements are offset by a reservation of fund balance which indicates they do not represent "available spendable resources".

WILSON COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

8. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, such as equipment, are defined as assets with a cost of \$5,000 or more. Infrastructure assets include County-owned streets, sidewalks, curbs and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The Costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

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

| ASSETS                  | YEARS       |
|-------------------------|-------------|
| Infrastructure          | 50 years    |
| Computer Systems        | 5 years     |
| Buildings               | 20-50 years |
| Machinery and Equipment | 5 years     |
| Vehicles                | 5 years     |

9. DEFERRED INFLOWS/OUTFLOWS

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

*Deferred inflows of resources* represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource (revenue) until that time. The County has deferred pension in OPEB related revenues which will be included in subsequent actuarial valuation. Unavailable revenue is reported only in the governmental funds balance sheet under a modified accrual basis of accounting. Unavailable revenues from property tax and court fines is deferred and recognized as an inflow of resource in the period the amounts become available.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

10. COMPENSATED ABSENCES

The County permits employees to accumulate earned but unused vacation pay benefits. Upon resignation or termination, a maximum of 5 days of unused accrued vacation leave will be paid. The rate of pay will be determined by the salary rate in effect at the time of separation. Employees may, however, carry over a maximum 10 days of vacation time from year to year. Unused sick leave may be accumulated to certain limits. In the event of termination, no reimbursement is made for accumulated sick leave. No liability is reported for unpaid accumulated sick leave.

Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

11. UNEARNED REVENUE

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Grant and reimbursement revenues received in advance of expenses/expenditures are reflected as unearned revenue.

12. INTERFUND TRANSFERS

Permanent reallocation of resources between funds of the reporting entity is classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

13. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities. On new bond issues, bond premiums and discounts, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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 financing 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.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

14. PENSIONS

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

15. OTHER POST EMPLOYMENT BENEFIT (OPEB)

The Total Other Post Employment Benefit (OPEB), deferred OPEB related inflows and outflows, insurance expense and information on the Retiree Health Insurance fiduciary net position, and additions and deductions have been determined on assumptions in Note J. For this purpose, insurance payments and refunds are recognized when due and payable according to the actuarial study.

16. FUND EQUITY

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – pre-paid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance. This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Commissioners' Court – the government's highest level of decision making authority. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (by adoption of another resolution) to remove or revise the limitation.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

16. FUND EQUITY (Continued)

Assigned fund balance. This classification reflects the amounts constrained by the County's "intent" to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed. Assigned fund balances are established by the County commissioners through adoption or amendment of the budget as intended for specific purpose (such as the purchase of property and equipment, construction, debt service or other purposes.

Unassigned fund balance. This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the County's policy to use externally restricted resources first, then unrestricted resources – committed, assigned, and unassigned – in order as needed.

17. NET POSITION

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

18. USE OF ESTIMATES

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

19. COMPARATIVE DATA/RECLASSIFICATIONS

Comparative data for the prior year has been provided for the General Fund, Road and Bridge Fund, and Debt Service Fund in the fund financial statements in order to provide an understanding of the changes in the financial position and operation of these funds.

Certain reclassifications have been made to the 2021 financial statements to conform to the 2022 financial statement presentation. The reclassifications had no effect on the changes in financial position.

WILSON COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2022

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

20. NEW ACCOUNTING PRONOUNCEMENTS IMPLEMENTED

- **Statement No. 87 Leases** – As of October 1, 2021, the County implemented Governmental Accounting Standard Board Statement No. 87 regarding leases (contracts that confer the right to use an asset). The County performed an evaluation of significant contracts and found no leases at this time that would require changes in their treatment or disclosure.

**NOTE B - DEPOSITS AND INVESTMENTS**

The County’s funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the County’s agent bank approved pledge securities in an amount sufficient to protect County funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank’s dollar amount of Federal Deposit Insurance Corporation (“FDIC”) insurance.

State statutes authorize the County to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d).

Statutes also allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations. Investments in local government investment pools are reported at share price, which approximates fair value. All investments are valued using prices quoted in active markets for those securities (Level 1). The County investments are as follows:

|  | Fair Value           | Days to<br>Maturity |
|--|----------------------|---------------------|
| Money Market Accounts                      | \$ 250,671           | 1                   |
| TexPool (Local Government Investment Pool) | 15,083,940           | 25                  |
| Texas Class                                | 57,998               | 27                  |
| Certificates of Deposit                    | 581,448              | 184                 |
| Total                                      | <u>\$ 15,974,057</u> |                     |

*Investment Rate Risk.* The County manages investment rate risk by limiting the weighted average maturity of its investments to less than one year.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE B – DEPOSITS AND INVESTMENTS (Continued)**

*Credit Risk.* The County’s investment policy limits investments to obligations of the United States or its instrumentalities; direct obligation of the State of Texas, the principle and interest that are unconditionally guaranteed or insured by this state or state rated as to investment quality of not less than AAA by a nationally recognized investment rating firm.

The County may also invest its funds in state law authorized government investment pools provided the pool maintains an AAA rating, the pool maintains a stable asset value, and the average dollar weighted maturity does not exceed 90 days, and Commissioners’ Court must approve of the investment. As of September 30, 2022, the investment in TexPool was rated AAAM.

The County may also invest in certificates of deposit, money markets or share certificates issued by a depository institution which has its main office or a branch office in this state and is guaranteed or insured by FDIC or the NCUSIC, or is secured by collateral or other method provided for by state law.

*Custodial Credit Risk - Deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the government’s deposits may not be returned to it.

*Custodial Credit Risk - Investment.* For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of September 30, 2022, the County’s investments were held in government investment pools.

As of September 30, 2022, the government’s deposits were fully collateralized.

**NOTE C – RECEIVABLES**

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

|  | General Fund        | Road and<br>Bridge Fund | Debt Service<br>Fund | Other<br>Nonmajor<br>Governmental<br>Funds |
|--|---------------------|-------------------------|----------------------|--|
| Receivables:   |                     |                         |                      |  |
| Property Taxes   | \$ 1,019,229        | \$ 236,857              | \$ 46,307            | \$ 31,990                                  |
| Court Fines and Receivables                            | 6,860,945           | 106,480                 | -                    | -  |
| Other Receivables:                                     |                     |                         |                      |  |
| Grants   | 96,702              | -                       | -                    | -  |
| Occupancy Taxes  | -                   | -                       | -                    | 22,441                                     |
| Total Receivables                                      | <u>7,976,876</u>    | <u>343,337</u>          | <u>46,307</u>        | <u>54,431</u>                              |
| Less: Allowance for Uncollectible Taxes                | (30,577)            | (7,106)                 | (1,389)              | (960)                                      |
| Less: Allowance for Uncollectible Court<br>Receivables | <u>(5,660,280)</u>  | <u>-</u>                | <u>-</u>             | <u>-</u>                                   |
| Net Total Receivables                                  | <u>\$ 2,286,019</u> | <u>\$ 336,231</u>       | <u>\$ 44,918</u>     | <u>\$ 53,471</u>                           |



WILSON COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2022

**NOTE D – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

Interfund transfers at September 30, 2022 consisted of the following:

| <u>Transfer Out</u> | <u>Transfer In</u> | <u>Transfers</u>  | <u>Purpose</u>    |
|---------------------|--------------------|-------------------|-------------------|
| General Fund        | Nonmajor Funds     | \$ 237,444        | Budgeted Transfer |
| Road & Bridge Fund  | General Fund       | <u>100,346</u>    | Budgeted Transfer |
|                     | Total              | <u>\$ 337,790</u> |                   |

Interfund receivables and payables at September 30, 2022 consisted of the following:

| <u>Due From</u>    | <u>Due To</u>      | <u>Amount</u>     | <u>Purpose</u>                                 |
|--------------------|--------------------|-------------------|--|
| General Fund       | Debt Service Fund  | \$ 22,008         | Current Year Ad Valorem Allocation Corrections |
| General Fund       | Debt Service Fund  | 221,975           | Current Year Ad Valorem Allocation Corrections |
| Road & Bridge Fund | Debt Service Fund  | 162,931           | Current Year Ad Valorem Allocation Corrections |
| General Fund       | Non Major Fund     | 376,891           | Current Year Ad Valorem Allocation Corrections |
| Road & Bridge Fund | Road & Bridge Fund | <u>44,507</u>     | Current Year Cash Correction                   |
|                    | Total              | <u>\$ 828,312</u> |  |

**NOTE E - PROPERTY TAX CALENDAR**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and are payable in full by the following January 31. The County bills and collects its own property taxes and also the taxes for several other taxing agencies. The County acts only as an intermediary in the collection and distribution of property taxes to other entities. Tax collections deposited for the County are distributed as collected to the General, Road and Bridge, Library and Debt Service Funds of the County. The distribution is based upon the tax rate established for each fund by Commissioners' Court for the tax year for which the collections are made.

The County is authorized by the tax laws for the State of Texas to levy taxes up to .80 per \$100 of the assessed valuation for general government invoices and the payment of principal and interest on certain permanent improvement long-term debt. Taxes may be levied in unlimited amounts for the payment of principal and interest on road bond long-term debt issued under article 3, Section 52 of the Texas Constitution. Net taxes receivable at the end of the fiscal year are treated as deferred outflows of resources.

The combined tax rate assessed on the 2021 tax roll (Wilson County, Lateral Road, and Library) to finance operations and debt service for the fiscal year ended September 30, 2022, was \$.4228 per \$100 assessed valuation. The total tax levy for the fiscal year 2022 was \$17,981,765 of which \$349,108 remained outstanding in delinquent taxes as of September 30, 2022.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE F – CAPITAL ASSETS**

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

| <i><b>Governmental Activities</b></i>       | Balance<br>10/1/21   | Additions/<br>Transfers | Disposals/<br>Transfers | Balance<br>9/30/22   |
|---|----------------------|-------------------------|-------------------------|----------------------|
| <i>Capital Assets Not Depreciated:</i>      |                      |                         |                         |                      |
| Land  | \$ 866,008           | \$ -                    | \$ -                    | \$ 866,008           |
| <i>Total Capital Assets Not Depreciated</i> | <u>866,008</u>       | <u>-</u>                | <u>-</u>                | <u>866,008</u>       |
| <i>Capital Assets Being Depreciated:</i>    |                      |                         |                         |                      |
| Buildings                                   | 19,904,395           | 90,435                  | -                       | 19,994,830           |
| Infrastructure                              | 2,733,730            | -                       | -                       | 2,733,730            |
| Machinery and Equipment                     | 5,911,660            | 166,221                 | (1,327,305)             | 4,750,576            |
| Vehicles                                    | 3,766,308            | 1,134,810               | (1,052,659)             | 3,848,459            |
| Computer Systems                            | 1,166,865            | -                       | -                       | 1,166,865            |
| <i>Total Capital Assets Depreciated</i>     | <u>33,482,958</u>    | <u>1,391,466</u>        | <u>(2,379,964)</u>      | <u>32,494,460</u>    |
| Totals at Historical Cost                   | <u>34,348,966</u>    | <u>1,391,466</u>        | <u>(2,379,964)</u>      | <u>33,360,468</u>    |
| <i>Less Accumulated Depreciation:</i>       |                      |                         |                         |                      |
| Buildings                                   | (10,322,106)         | (1,178,747)             | -                       | (11,500,853)         |
| Infrastructure                              | (2,600,111)          | (2,760)                 | -                       | (2,602,871)          |
| Machinery and Equipment                     | (5,032,338)          | (330,509)               | 1,293,098               | (4,069,749)          |
| Vehicles                                    | (3,255,428)          | (496,367)               | 1,040,619               | (2,711,176)          |
| Computer Systems                            | (788,223)            | (111,917)               | -                       | (900,140)            |
| <i>Total Accumulated Depreciation</i>       | <u>(21,998,206)</u>  | <u>(2,120,300)</u>      | <u>2,333,717</u>        | <u>(21,784,789)</u>  |
| Governmental Capital Assets, Net            | <u>\$ 12,350,760</u> | <u>\$ (728,834)</u>     | <u>\$ (46,247)</u>      | <u>\$ 11,575,679</u> |

Land is not depreciated.

Depreciation was charged to the governmental functions as follows:

|   |                     |
|---|---------------------|
| General Administration                                  | \$ 182,219          |
| Administration of Justice                               | 573,569             |
| Public Facilities                                       | 433,513             |
| Public Safety   | 361,668             |
| Public Transportation                                   | 479,774             |
| Culture and Recreation                                  | 89,541              |
| Conservation - Agriculture                              | 16                  |
| Total Depreciation Expense -<br>Governmental Activities | <u>\$ 2,120,300</u> |

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE G - LONG-TERM DEBT**

The County had the following changes in long-term debt outstanding for the year ended September 30, 2022:

|   | Balance<br>Outstanding<br>10/1/21 | Added<br>During Year | Retired<br>During Year | <b>Balance<br/>Outstanding<br/>9/30/22</b> | Due<br>Within<br>One Year |
|---|-----------------------------------|----------------------|------------------------|--|---------------------------|
| <b>Governmental Activities:</b>   |                                   |                      |                        |  |                           |
| Certificate of Obligation, Series 2014<br>(Combination Tax and Revenue) | \$ 6,020,000                      | \$ -                 | \$ (370,000)           | <b>\$ 5,650,000</b>                        | \$ 380,000                |
| Premium   | 270,190                           | -                    | (22,516)               | <b>247,674</b>                             | 22,516                    |
| Subtotal  | <u>6,290,190</u>                  | <u>-</u>             | <u>(392,516)</u>       | <b><u>5,897,674</u></b>                    | <u>402,516</u>            |
| Notes Payable   | 449,677                           | -                    | (227,437)              | <b>222,240</b>                             | 122,899                   |
| Subtotal  | <u>449,677</u>                    | <u>-</u>             | <u>(227,437)</u>       | <b><u>222,240</u></b>                      | <u>122,899</u>            |
| Compensated Absences  | 128,766                           | 136,138              | (128,766)              | <b>136,138</b>                             | -                         |
| <i>Total Governmental Activities</i>                                    | <u>\$ 6,868,633</u>               | <u>\$ 136,138</u>    | <u>\$ (748,719)</u>    | <b><u>\$ 6,256,052</u></b>                 | <u>\$ 525,415</u>         |

The annual requirements for principal and interest on the outstanding certificates obligation and tax notes are as follows broken down between debt with and without private borrowings or placement:

| September 30, | Principal           | Interest            | Annual<br>Requirements |
|---------------|---------------------|---------------------|------------------------|
| 2023          | \$ 380,000          | \$ 210,400          | \$ 590,400             |
| 2024          | 395,000             | 197,788             | 592,788                |
| 2025          | 405,000             | 183,787             | 588,787                |
| 2026          | 420,000             | 169,350             | 589,350                |
| 2027          | 440,000             | 153,200             | 593,200                |
| 2028-2032     | 2,475,000           | 482,500             | 2,957,500              |
| 2033-2034     | 1,135,000           | 45,900              | 1,180,900              |
|               | <u>\$ 5,650,000</u> | <u>\$ 1,442,925</u> | <u>\$ 7,092,925</u>    |

The annual requirements for principal and interest on the outstanding certificates obligation and tax notes are as follow:

| Certificates of Obligation and Notes Payable  | Balance at<br>9/30/22      | Due Within<br>One Year   |
|---|----------------------------|--------------------------|
| Tax & Revenue Note, Series 2014<br>Original issue amount of \$8,215,000, interest rate varies between 2.50-4.00%,<br>With final maturity date of February 1, 2034 | \$ 5,650,000               | \$ 380,000               |
| <b>TOTAL CERTIFICATES OF OBLIGATION AND NOTES PAYABLE</b>   | <b><u>\$ 5,650,000</u></b> | <b><u>\$ 380,000</u></b> |

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE G - LONG-TERM DEBT (Continued)**

The County has entered into several notes payable to finance the acquisition of machinery and equipment and vehicles for the public transportation department.

The annual requirements for principal and interest on the outstanding notes payable are as follows:

| September 30, | Principal  | Interest  | Annual<br>Requirements |
|---------------|------------|-----------|------------------------|
| 2023          | \$ 122,899 | \$ 10,672 | \$ 133,571             |
| 2024          | 57,916     | 1,117     | 59,033                 |
| 2025          | 29,595     | 41        | 29,636                 |
|               | \$ 210,410 | \$ 11,830 | \$ 222,240             |

**NOTE H - EMPLOYEES' RETIREMENT SYSTEM**

Texas County and District Retirement System

Plan Description

The County participates as one of 830 plans in the nontraditional, defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). TCDRS is an agency created by the state of Texas and administered in accordance with the TCDRS Act as an agent multiple-employer retirement system for County and District employees in the State of Texas. The Board of Trustees of TCDRS is responsible for the administration and management of the system. TCDRS in the aggregate issues a annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at PO Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS. Members can retire at age 60 and above with 8 or more years of service or with 30 years regardless of age or when the sum of their age and years of service equals 75 or more. A member is vested after 8 years but must leave his accumulated contributions in the plan. Members who withdraw their personal contributions in a partial lump sum are entitled to any amounts contributed by the employer.

WILSON COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2022

**NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

Plan Description (Continued)

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 District within the actuarial constraints imposed by the TCDRS Act so 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.

Contributions

The County has elected the annually determined contribution rate plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the District is actuarially determined annually. The District contributed using the actuarially determined rate of 9.68% for the months of the accounting year 2021, and 11.29% for the months of the accounting year in 2022.

The contribution rate payable by the employee members for 2021 and 2022 is the rate of 7% as adopted by the governing body of the District. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Benefits Provided

TCDRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the District, within the options available in the state statutes governing TCDRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the District-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

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

|                                       | 12/31/2021 | 12/31/2020 |
|---------------------------------------|------------|------------|
| Inactive Employees Receiving Benefits | 117        | 114        |
| Inactive Employees                    | 259        | 264        |
| Active Employees                      | 224        | 200        |
|                                       | 600        | 578        |

WILSON COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2022

**NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

Net Pension Liability (Asset)

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

Actuarial Assumptions

The Total Pension Liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

|                           |                |
|---------------------------|----------------|
| Inflation                 | 2.75%          |
| Overall Payroll Growth    | 3.25% to 8.41% |
| Investment Rate of Return | 7.50%          |

The County's net pension liability (NPL) was measured as of December 31, 2021 and the total pension liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date. The Total Pension Liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions.

|  |   |
|--|---|
| Actuarial Cost Method  | Entry Age   |
| Amortization Method  | Level percentage of payroll, closed   |
| Remaining Amortization Period  | 18.4 years (based on contribution rate calculated in 12/31/20 valuation)  |
| Asset Valuation Method   | 5 year smoothed market  |
| Inflation  | 2.50%   |
| Salary Increases   | Varies by age and service. 4.7% average over career including inflation.  |
| Investment Rate of Return  | 7.50%, net of administrative and investment expenses, including inflation   |
| Retirement Age   | Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.   |
| Mortality  | 135% of the Pub-2010 General Retirees Table for males and 110% of the Pub -2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.  |
| Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions | 2015: New inflation, mortality and other assumptions were reflected.<br>2017: New mortality assumptions were reflected<br>2019: New inflation, mortality and other assumptions were reflected   |
| Changes in Plan Provisions Reflected in the Schedule of Employer Contributions         | 2015 and 2016: No changes in plan provisions<br>2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.<br>2018: Employer contributions reflect that the current service matching rate was increased to 180%<br>2019 thru 2021: No changes in plan provisions |

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments is 7.50%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, to satisfy the short-term and long-term funding needs of TCDRS.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2021 information for a 10-year time horizon. Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a long-term time horizon; the most recent analysis was performed in March 2021.

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

| <u>Asset Class</u>                 | <u>Target Allocation</u> | <u>Expected Real<br/>Rate of Return<br/>(Geometric)</u> |
|------------------------------------|--------------------------|---|
| US Equities                        | 11.50%                   | 4.25%   |
| Global Equities                    | 2.50%                    | 4.55%   |
| International Equities - Developed | 5.00%                    | 4.25%   |
| International Equities - Emerging  | 6.00%                    | 4.75%   |
| Investment-Grade Bonds             | 3.00%                    | -0.85%  |
| Strategic Credit                   | 9.00%                    | 2.11%   |
| Direct Lending                     | 16.00%                   | 6.70%   |
| Distressed Debt                    | 4.00%                    | 5.70%   |
| REIT Equities                      | 2.00%                    | 3.45%   |
| Master Limited Partnerships (MLPs) | 2.00%                    | 5.10%   |
| Private Real Estate Partnerships   | 6.00%                    | 4.90%   |
| Private Equity                     | 25.00%                   | 7.25%   |
| Hedge Funds                        | 6.00%                    | 1.85%   |
| Cash Equivalent                    | 2.00%                    | -0.70%  |
|                                    | <u>100.00%</u>           |   |

Discount Rate

The discount rate used to measure the Total Pension Liability was 7.60%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

Discount Rate Sensitivity Analysis

The following presents the net pension liability/(asset) of the County, calculated using the discount rate of 7.60%, as well as what the County's net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage point lower (6.60%) or 1-percentage point higher (8.60%) than the current rate:

|                               | Discount Rate<br>6.60% | Discount Rate<br>7.60% | Discount Rate<br>8.60% |
|-------------------------------|------------------------|------------------------|------------------------|
| Net Pension Liability (Asset) | \$ 2,135,640           | \$ (2,133,762)         | \$ (5,726,385)         |

Changes in Net Pension Liability/(Asset)

The below schedule presents the changes in the Net Pension Liability/(Asset) as of December 31, 2021:

|                                      | Total Pension<br>Liability | Plan Fiduciary<br>Net Position | Net Pension<br>Liability/(Asset) |
|--------------------------------------|----------------------------|--------------------------------|----------------------------------|
| Balance at December 31, 2020         | \$ 31,950,577              | \$ 29,944,581                  | \$ 2,005,996                     |
| Changes for the year:                |                            |                                |                                  |
| Service Cost                         | 1,128,715                  | -                              | 1,128,715                        |
| Interest on total pension liability  | 2,447,420                  | -                              | 2,447,420                        |
| Change of Benefit Terms              | 288,056                    | -                              | 288,056                          |
| Economic/Demographic gains or losses | 124,356                    | -                              | 124,356                          |
| Changes of Assumptions               | (118,037)                  | -                              | (118,037)                        |
| Refund of Contributions              | (189,719)                  | (189,719)                      | -                                |
| Benefit Payments                     | (1,595,770)                | (1,595,770)                    | -                                |
| Administrative Expense               | -                          | (19,568)                       | 19,568                           |
| Member Contributions                 | -                          | 624,041                        | (624,041)                        |
| Net Investment Income                | -                          | 6,543,045                      | (6,543,045)                      |
| Employer Contributions               | -                          | 862,960                        | (862,960)                        |
| Other                                | -                          | (210)                          | 210                              |
| Net Changes                          | 2,085,021                  | 6,224,779                      | (4,139,758)                      |
| Balance at December 31, 2021         | \$ 34,035,598              | \$ 36,169,360                  | \$ (2,133,762)                   |

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

Pension Plan Fiduciary Net Position

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



WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE H - EMPLOYEES' RETIREMENT SYSTEM (Continued)**

Texas County and District Retirement System (Continued)

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Pension Plan Fiduciary Net Position (Continued)

For the year ended September 30, 2022, the County recognized pension expense of \$434,999. Also as of September 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | Deferred Outflows<br>Outflows<br>of Resources | Deferred Inflows<br>Inflows<br>of Resources |
|---|---|---|
| Differences between Expected and Actual Economic Experience | \$ 71,409                                     | \$ -  |
| Changes in Actuarial Assumptions                            | 500,512                                       | -   |
| Net difference between projected and Actual Earnings        | -   | 4,084,667                                   |
| Contributions Subsequent to the Measurement Date            | 751,782                                       | -   |
|   | \$ 1,323,703                                  | \$ 4,084,667                                |

Deferred outflows of resources in the amount of \$751,782 is related to pensions resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

| For the Year ended December 31, |                |
|---------------------------------|----------------|
| 2022                            | \$ (322,324)   |
| 2023                            | (1,359,971)    |
| 2024                            | (974,626)      |
| 2025                            | (855,825)      |
|                                 | \$ (3,512,746) |

**NOTE I – GROUP TERM LIFE FUND**

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); this insurance is for active employees who are making deposits into the TCDRS system or have made the last deposit within the past two years.

The County's contributions to the TCDRS GTLF for the years ended September 2022, 2021, and 2020 were \$37,623, \$36,154, and \$36,778, respectively, which equaled the required contributions each year.

WILSON COUNTY, TEXAS  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2022

**NOTE J – OTHER POST-EMPLOYMENT BENEFITS**

*Wilson County Retiree Health Other Post-Employment Benefit Plan*

In addition to the TCDRS OPEB, The County administers a single-employer defined benefit healthcare plan for retirees, established under legal authority of the County Charter. The County is the only employer participating in the Plan. The Plan does not issue a publicly available financial report.

The County provides post-employment benefits for eligible participants enrolled in County-sponsored plans. The benefits are provided in the form of monthly premiums for the non-Medicare health plan of \$783 up to the age of 65; and of an implicit rate subsidy which is an explicit benefit payment multiplied by an expected implicit factor of 0.580. While the Plan offers retiree only rates, a very small implicit liability still exists. Membership in the plan as of December 31, 2021, the measurement date, consisted of:

*Wilson County Retiree Health Other Post-Employment Benefit Plan (Continued)*

|  | 2021 | 2020 |
|--|------|------|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 97   | 95   |
| Inactive Employees Entitled but Not Yet Receiving Benefits       | 43   | 44   |
| Active Employees   | 224  | 200  |
|  | 364  | 339  |

Current active employees must be eligible for service retirement under the Texas County and District Retirement System. To attain this eligibility active employees must be at least age 60 with 8 years of continuous service with the County or have at least 25 years of continuous service with the County when age and years of service equals 75. When a regular, full-time employee retires, they are eligible to maintain their coverage in the County’s group health coverage. The liability for the County is due to the monthly rates and implicit rate.

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE J – OTHER POST-EMPLOYMENT BENEFITS (Continued)**

*Wilson County Retiree Health Other Post-Employment Benefit Plan (Continued)*

**Valuation Date:** December 31, 2020

**Methods and Assumptions Used to Determine Contribution Rates:**

|                                 |   |
|---------------------------------|---|
| Actuarial Cost Method           | Individual Entry-Age Normal<br>2.06% 20 Year Bond GO Index published by bondbuyer.com as of<br>December 31, 2020  |
| Discount Rate                   | Does Not Apply  |
| Inflation                       | Does Not Apply  |
| Salary Increases                | Does Not Apply  |
| Disability                      | Members who become disabled are eligible to commence benefit payments regardless of age. Rates of disability are in a custom table based on TCDRS experience.   |
| Mortality                       | 135% of the Pub-2010 General Retirees Table for males and 110% of the Pub -2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.<br><br>For service retirees, beneficiaries and non-depositing members, 135% of the Pub-10 General Healthy Retirees Amount-Weighted Mortality Table for males and 120% of the Pub-10 General Healthy Retirees Amount-Wighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.<br><br>For disabled retirees, 160% of the Pub-10 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% of the Pub-10 General Disabled Retirees Amount-Wighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010. |
| Retirement                      | Deferred members are assumed to retire at the later of age 60 or earliest retirement eligibility<br><br>For all eligible members ages 75 and later, retirement is assumed to occur immediately  |
| Other Termination of Employment | The rates vary by length of service, entry-age group and gender. No termination after eligibility for retirement is assumed   |

**Methods and Assumptions Used to Determine Contribution Rates (Continued):**

The County’s Retiree Health OPEB Liability (TOL), based on the above actuarial factors, as of September 30, 2022, the measurement and actuarial valuation date, was calculated as follows:

|  | Total OPEB<br><u>Liability</u> |
|--|--------------------------------|
| Balance at December 31, 2020                                     | \$ 592,590                     |
| Changes for the Year:  |                                |
| Service Cost   | 26,836                         |
| Interest on Total OPEB Liability                                 | 12,972                         |
| Change of Benefit Terms  | -                              |
| Difference Between Expected and<br>Actual Experience             | (4,230)                        |
| Changes of Assumptions or Other Inputs                           | 12,439                         |
| Benefit Payments, Including Refunds<br>of Employee Contributions | (15,155)                       |
| Other Changes  | -                              |
| Balance at December 31, 2021                                     | <u>\$ 625,452</u>              |

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE J – OTHER POST-EMPLOYMENT BENEFITS (Continued)**

*Wilson County Retiree Health Other Post-Employment Benefit Plan (Continued)*

There is no separate trust maintained to fund this TOL. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement NO. 75 to pay related benefits.

The following presents the TOL of the County, calculated using the discount rate of 2.06% as well as what the County’s TOL would be if it were calculated using a discount rate that is 1-percentage point lower (1.06%) and 1-percentage point higher (3.06%) than the current rate:

|   | Current Discount |                 |               |
|---|------------------|-----------------|---------------|
|   | Discount Rate    | Rate Assumption | Discount Rate |
|   | <u>1.06%</u>     | <u>2.06%</u>    | <u>3.06%</u>  |
| Total OPEB Retiree Health Insurance Liability | \$ 753,121       | \$ 625,452      | \$ 526,993    |

For the year ended September 30, 2022, the County recognized OPEB expense of \$59,330. Also, as of September 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|   | <u>Deferred<br/>Outflows of<br/>Resources</u> | <u>Deferred<br/>Inflows of<br/>Resources</u> |
|---|---|--|
| Differences between Expected and Actual Economic Experience | \$ -  | \$ 12,937                                    |
| Changes in Actuarial Assumptions                            | 90,928  | -  |
| Contributions Subsequent to the Measurement Date            | 74,841  | -  |
|   | <u>\$ 165,769</u>                             | <u>\$ 12,937</u>                             |

Deferred outflows of resources in the amount of \$74,841 is related to OPEB benefits resulting from contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability for the plan year ended December 31, 2022. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| For the Year Ended December 30, |                  |
|---------------------------------|------------------|
| 2022                            | \$ 19,522        |
| 2023                            | 19,520           |
| 2024                            | 27,387           |
| 2025                            | 11,562           |
| 2026                            | -                |
| Thereafter                      | -                |
|                                 | <u>\$ 77,991</u> |

WILSON COUNTY, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2022

**NOTE K - COMMITMENTS AND CONTINGENCIES**

Litigation

The County is the subject of various claims and litigation that have arisen in the course of its operations. Management is of the opinion that the County's liability in these cases, if decided adversely to the County, will not have a material effect on the County's financial position.

Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County carries commercial insurance for all such risks. During the year ended September 30, 2022, settled claims resulting from these risks did not exceed commercial insurance coverage.

**NOTE L – DEFICIT FUND BALANCE**

Errors and Omissions fund (nonmajor fund), VOCA Grant fund (nonmajor fund), and the JP Technology fund (nonmajor fund) had a deficit fund balance of \$5,212, \$89,918 and \$435, respectively, as of September 30, 2022. The County will evaluate both funds and either cut costs, generate additional revenue, or transfer funds to cover the deficit fund balance in the future.



## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedules – General Fund
- Budgetary Comparison Schedule – Road and Bridge Fund
- Notes to Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
- Net Pension Liability and Related Ratios
- Schedule of Contributions and Related Notes
- OPEB Schedule of Funding Progress





WILSON COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR 2021)

|  | Budgeted Amounts |               | Actual<br>Amounts | Variance With<br>Final Budget -<br>Positive<br>(Negative) | 2021<br>Actual |
|--|------------------|---------------|-------------------|---|----------------|
|  | Original         | Final         |                   |   |                |
| <b>REVENUES</b>  |                  |               |                   |   |                |
| Taxes:   |                  |               |                   |   |                |
| Property Taxes   | \$ 13,401,220    | \$ 13,401,220 | \$ 12,985,278     | \$ (415,942)  | \$ 13,640,806  |
| Mixed Beverage Taxes   | 58,000           | 58,000        | 57,316            | (684)   | 64,339         |
| Intergovernmental Revenue & Grants                           | 117,673          | 117,673       | 743,206           | 625,533   | 298,536        |
| Charges for Services   | 1,516,544        | 1,516,544     | 1,818,356         | 301,812   | 1,733,826      |
| Grants and Contributions                                     | -                | -             | 1,500,687         | 1,500,687   | 205,932        |
| Fines and Forfeitures  | 116,500          | 116,500       | 60,091            | (56,409)  | 91,395         |
| Interest Earnings  | 178,000          | 178,000       | 92,726            | (85,274)  | 14,380         |
| Miscellaneous  | 1,296,466        | 1,296,466     | 1,475,386         | 178,920   | 1,477,730      |
| <b>TOTAL REVENUES</b>  | 16,684,403       | 16,684,403    | 18,733,046        | 2,048,643   | 17,526,944     |
| <b>EXPENDITURES</b>  |                  |               |                   |   |                |
| <i>Current:</i>  |                  |               |                   |   |                |
| General Administration                                       | 8,853,987        | 8,849,987     | 3,199,436         | 5,650,551   | 3,181,470      |
| Legal  | 633,362          | 633,362       | 637,040           | (3,678)   | 457,225        |
| Judicial   | 2,374,593        | 2,374,593     | 2,322,511         | 52,082  | 2,401,713      |
| Financial Administration                                     | 1,255,787        | 1,255,787     | 1,178,142         | 77,645  | 1,102,967      |
| Public Facilities  | 439,461          | 439,461       | 377,158           | 62,303  | 405,996        |
| Public Safety  | 7,436,161        | 7,436,161     | 8,034,914         | (598,753)   | 7,569,081      |
| Environmental Protection                                     | 301,369          | 301,369       | 390,297           | (88,928)  | 422,276        |
| Health and Welfare   | 386,981          | 386,981       | 408,264           | (21,283)  | 302,023        |
| Conservation - Agriculture                                   | 231,794          | 231,794       | 193,888           | 37,906  | 141,264        |
| <i>Debt:</i>   |                  |               |                   |   |                |
| Principal  | 7,354            | 7,354         | 7,354             | -   | 7,354          |
| Interest   | -                | -             | -                 | -   | 644            |
| <b>TOTAL EXPENDITURES</b>                                    | 21,920,849       | 21,916,849    | 16,749,004        | 5,167,845   | 15,992,013     |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (5,236,446)      | (5,232,446)   | 1,984,042         | 7,216,488   | 1,534,931      |
| <b>OTHER FINANCING<br/>SOURCES (USES)</b>                    |                  |               |                   |   |                |
| Transfers In   | -                | -             | 100,346           | 100,346   | -              |
| Transfers Out (Uses)   | -                | -             | (237,444)         | (237,444)   | (354,659)      |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>              | -                | -             | (137,098)         | (137,098)   | (354,659)      |
| Net Change in Fund Balance                                   | (5,236,446)      | (5,232,446)   | 1,846,944         | 7,079,390   | 1,180,272      |
| Fund Balances at Beginning of Year                           | 10,176,101       | 10,176,101    | 10,176,101        | -   | 8,995,829      |
| Fund Balances at End of Year                                 | \$ 4,939,655     | \$ 4,943,655  | \$ 12,023,045     | \$ 7,079,390  | \$ 10,176,101  |

WILSON COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
ROAD AND BRIDGE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2022  
(WITH COMPARATIVE TOTALS FOR 2021)

|  | Budgeted Amounts |              | 2022<br>Actual | Variance With<br>Final Budget | 2021<br>Actual |
|--|------------------|--------------|----------------|-------------------------------|----------------|
|  | Original         | Final        |                | Positive<br>(Negative)        |                |
| <b>REVENUES</b>  |                  |              |                |                               |                |
| Property Taxes   | \$ 3,113,868     | \$ 3,113,868 | \$ 3,017,629   | \$ (96,239)                   | \$ 3,175,981   |
| Intergovernmental Revenue & Grants                           | 771,175          | 771,175      | 776,465        | 5,290                         | 96,093         |
| Licenses and Permits   | 1,176,300        | 1,176,300    | 1,225,527      | 49,227                        | 1,188,420      |
| Fines and Forfeitures  | 461,500          | 461,500      | 270,837        | (190,663)                     | 351,508        |
| Miscellaneous  | 21,000           | 21,000       | 31,262         | 10,262                        | 184,873        |
| <b>TOTAL REVENUES</b>  | 5,543,843        | 5,543,843    | 5,321,720      | (222,123)                     | 4,996,875      |
| <b>EXPENDITURES</b>  |                  |              |                |                               |                |
| <i>Current:</i>  |                  |              |                |                               |                |
| Public Facilities  | 5,484,771        | 5,484,771    | 5,132,572      | 352,199                       | 4,348,096      |
| <i>Debt:</i>   |                  |              |                |                               |                |
| Principal  | 220,598          | 220,598      | 220,083        | 515                           | 317,525        |
| Interest   | 13,302           | 13,302       | 9,341          | 3,961                         | 20,994         |
| <b>TOTAL EXPENDITURES</b>                                    | 5,718,671        | 5,718,671    | 5,361,996      | 356,675                       | 4,686,615      |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (174,828)        | (174,828)    | (40,276)       | 134,552                       | 310,260        |
| <b>OTHER FINANCING<br/>SOURCES (USES)</b>                    |                  |              |                |                               |                |
| Transfers In   | -                | -            | -              | -                             | -              |
| Transfers Out (Uses)   | -                | -            | (100,346)      | (100,346)                     | -              |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>              | -                | -            | (100,346)      | (100,346)                     | -              |
| Net Change in Fund Balance                                   | (174,828)        | (174,828)    | (140,622)      | 34,206                        | 310,260        |
| Fund Balances at Beginning of Year                           | 1,145,016        | 1,145,016    | 1,145,016      | -                             | 834,756        |
| Fund Balances at End of Year                                 | \$ 970,188       | \$ 970,188   | \$ 1,004,394   | \$ 34,206                     | \$ 1,145,016   |

WILSON COUNTY, TEXAS  
NOTES TO SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
SEPTEMBER 30, 2022

Budget and Budgetary Accounting

An annual budget is adopted for substantially all governmental funds of the County. Actual expenditures may not legally exceed budgeted appropriations at the expense summary classification level.

The procedures followed by Wilson County in establishing the budgetary data reflected in the financial statements are as follows:

Budget Preparation – The County Judge, assisted by the County Auditor, prepares a proposed operating budget for the fiscal year beginning the following October 1, and files the proposed budget with the County Clerk in whose office it is available for public inspection. The operating budget includes proposed expenditures and the means of financing them.

Public Hearing – After proper publication of notice, a budget hearing is conducted by the Commissioners' Court to obtain taxpayer comments.

Budget Adoption – During a regular term of the Commissioners' Court the budget is adopted through the passage of an order. A separate order is provided in the budget.

Amendments to Budget – Amendments to the budget to transfer budgeted amounts from one budget classification (summary line) to another may be made by the Commissioners' Court at its discretion. Amendments to provide for items not included in the original budget may be made by the Commissioners' Court upon finding and declaring the existence of an emergency sufficient to require such action. The final amended budget is presented in this report.

Formal Budgetary Integration – Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Debt Service and Capital Projects.

Budgets on GAAP Basis – The Budgets for all governmental fund types are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

Expenditure Classifications – Budget is adopted by department for personnel services, operations and capital outlay. For management purposes, however, accounting records are maintained to match actual expenditures against several more detailed classifications within each of the budget categories.

Lapse of Appropriations – All budget appropriations lapse at the end of each fiscal period. Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances lapse at the end of each year and do not constitute expenditures or liabilities because the commitments must be re-appropriated and honored during the subsequent year.

WILSON COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM  
NET PENSION LIABILITY AND RELATED RATIOS  
LAST EIGHT PLAN YEARS

|  | Total Pension Liability     |                      |                      |                      |
|--|-----------------------------|----------------------|----------------------|----------------------|
|  | 2014                        | 2015                 | 2016                 | 2017                 |
| Service Cost   | \$ 743,968                  | \$ 782,314           | \$ 906,702           | \$ 862,352           |
| Interest (on the Total Pension Liability)                              | 1,419,549                   | 1,530,935            | 1,644,965            | 1,804,050            |
| Changes of Benefit Terms   | -                           | (109,795)            | -                    | 1,122,366            |
| Difference between Expected and Actual Experience                      | 31,027                      | (41,228)             | 73,163               | (191,506)            |
| Change of Assumptions  | -                           | 231,245              | -                    | 137,325              |
| Benefit Payments, Including Refunds of Employee Contributions          | (828,175)                   | (970,097)            | (1,004,855)          | (1,155,345)          |
| Net Change in Total Pension Liability                                  | 1,366,369                   | 1,423,374            | 1,619,975            | 2,579,242            |
| Total Pension Liability - Beginning                                    | 17,566,585                  | 18,932,954           | 20,356,328           | 21,976,303           |
| Total Pension Liability - Ending                                       | <u>\$ 18,932,954</u>        | <u>\$ 20,356,328</u> | <u>\$ 21,976,303</u> | <u>\$ 24,555,545</u> |
|  | Plan Fiduciary Net Position |                      |                      |                      |
|  | 2014                        | 2015                 | 2016                 | 2017                 |
| Contributions - Employer   | \$ 560,772                  | \$ 600,753           | \$ 620,359           | \$ 638,007           |
| Contributions - Employee   | 424,827                     | 472,503              | 487,923              | 501,804              |
| Net Investment Income  | 1,187,034                   | (12,710)             | 1,400,245            | 3,003,556            |
| Benefit Payments, Including Refunds of Employee Contributions          | (828,175)                   | (970,097)            | (1,004,855)          | (1,155,345)          |
| Administrative Expense   | (13,880)                    | (13,548)             | (15,240)             | (15,662)             |
| Other  | 37,144                      | 155,307              | 154,763              | (356)                |
| Net Change in Plan Fiduciary Net Position                              | 1,367,722                   | 232,208              | 1,643,195            | 2,972,004            |
| Plan Fiduciary Net Position - Beginning                                | 17,335,803                  | 18,703,525           | 18,935,733           | 20,578,928           |
| Plan Fiduciary Net Position - Ending                                   | <u>\$ 18,703,525</u>        | <u>\$ 18,935,733</u> | <u>\$ 20,578,928</u> | <u>\$ 23,550,932</u> |
| Net Pension Liability/(Asset) - Ending                                 | \$ 229,429                  | \$ 1,420,595         | \$ 1,397,375         | \$ 1,004,613         |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 98.79%                      | 93.02%               | 93.64%               | 95.91%               |
| Covered Payroll  | \$ 6,068,964                | \$ 6,750,040         | \$ 6,970,323         | \$ 7,168,622         |
| Net Pension Liability as a Percentage of Employee Payroll              | 31.50%                      | 21.05%               | 20.05%               | 14.01%               |

This schedule is presented to illustrate the requirements for 10 years. However, the recalculations of prior years are not required, and if prior years are not reported in accordance with GASB 68 they should not be shown here. Therefore, only the years shown have been implemented for the GASB statements.

| Total Pension Liability |                      |                      |                      |
|-------------------------|----------------------|----------------------|----------------------|
| 2018                    | 2019                 | 2020                 | 2021                 |
| \$ 949,458              | \$ 991,370           | \$ 1,056,860         | \$ 1,128,715         |
| 2,019,137               | 2,166,931            | 2,306,549            | 2,447,420            |
| -                       | -                    | 1,737,609            | 288,057              |
| 115,576                 | (149,031)            | 77,288               | 124,356              |
| -                       | -                    | -                    | (118,037)            |
| <u>(1,177,711)</u>      | <u>(1,430,132)</u>   | <u>(1,268,872)</u>   | <u>(1,785,489)</u>   |
| 1,906,460               | 1,579,138            | 3,909,434            | 2,085,022            |
| 24,555,545              | 26,462,004           | 28,041,142           | 31,950,576           |
| <u>\$ 26,462,005</u>    | <u>\$ 28,041,142</u> | <u>\$ 31,950,576</u> | <u>\$ 34,035,598</u> |

| Plan Fiduciary Net Position |                      |                      |                      |
|-----------------------------|----------------------|----------------------|----------------------|
| 2018                        | 2019                 | 2020                 | 2021                 |
| \$ 770,869                  | \$ 788,264           | \$ 871,008           | \$ 862,960           |
| 540,692                     | 571,349              | 608,488              | 624,041              |
| (437,254)                   | 3,815,758            | 2,785,709            | 6,543,045            |
| (1,177,711)                 | (1,430,132)          | (1,268,872)          | (1,785,489)          |
| (18,663)                    | (20,545)             | (21,911)             | (19,568)             |
| 6,355                       | 1,340                | 8,905                | (210)                |
| <u>(315,712)</u>            | <u>3,726,034</u>     | <u>2,983,327</u>     | <u>6,224,779</u>     |
| 23,550,932                  | 23,235,220           | 26,961,254           | 29,944,581           |
| <u>\$ 23,235,220</u>        | <u>\$ 26,961,254</u> | <u>\$ 29,944,581</u> | <u>\$ 36,169,360</u> |

|              |              |              |                |
|--------------|--------------|--------------|----------------|
| \$ 3,226,785 | \$ 1,079,888 | \$ 2,005,996 | \$ (2,133,762) |
|--------------|--------------|--------------|----------------|

|        |        |        |         |
|--------|--------|--------|---------|
| 87.81% | 96.15% | 93.72% | 106.27% |
|--------|--------|--------|---------|

|              |              |              |              |
|--------------|--------------|--------------|--------------|
| \$ 7,724,177 | \$ 8,162,135 | \$ 8,692,692 | \$ 8,914,878 |
|--------------|--------------|--------------|--------------|

|        |        |        |         |
|--------|--------|--------|---------|
| 41.78% | 13.23% | 23.08% | -23.93% |
|--------|--------|--------|---------|

WILSON COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM  
SCHEDULE OF CONTRIBUTIONS AND RELATED NOTES  
LAST EIGHT FISCAL YEARS

|  | 2015               | 2016               | 2017               | 2018                |
|--|--------------------|--------------------|--------------------|---------------------|
| Actuarially Determined Contribution                                  | \$ 547,421         | \$ 573,753         | \$ 572,264         | \$ 536,930          |
| Contributions in Relation to the Actuarially Determined Contribution | 560,772            | 600,753            | 620,359            | 638,007             |
| Contribution Deficiency (Excess)                                     | <u>\$ (13,351)</u> | <u>\$ (27,000)</u> | <u>\$ (48,095)</u> | <u>\$ (101,077)</u> |
| Covered Payroll  | \$ 4,920,950       | \$ 5,102,605       | \$ 5,331,840       | \$ 5,453,334        |
| Contributions as a Percentage of Covered Payroll                     | 11.4%              | 11.8%              | 11.6%              | 11.7%               |
|  | 2019               | 2020               | 2021               | 2022                |
| Actuarially Determined Contribution                                  | \$ 770,869         | \$ 786,014         | \$ 835,168         | 1021665             |
| Contributions in Relation to the Actuarially Determined Contribution | 770,869            | 788,264            | 835,168            | 1021665             |
| Contribution Deficiency (Excess)                                     | <u>\$ -</u>        | <u>\$ (2,250)</u>  | <u>\$ -</u>        | <u>\$ -</u>         |
| Covered Payroll  | \$ 5,812,815       | \$ 8,533,106       | \$ 8,913,405       | \$ 9,406,200        |
| Contributions as a Percentage of Covered Payroll                     | 13.3%              | 9.2%               | 9.4%               | 10.9%               |

This schedule is presented to illustrate the requirements for 10 years. However, the recalculations of prior years are not required, and if prior years are not reported in accordance with GASB 68 they should not be shown here. Therefore only the years shown have been implemented for the GASB statements.

Notes to Schedule of Contributions

**Valuation Timing:**

Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

**Methods and Assumptions Used to Determine Contribution Rates:**

|  |   |
|--|---|
| Actuarial Cost Method  | Entry Age   |
| Amortization Method  | Level percentage of payroll, closed   |
| Remaining Amortization Period  | 18.4 years (based on contribution rate calculated in 12/31/20 valuation)  |
| Asset Valuation Method   | 5 year smoothed market  |
| Inflation  | 2.50%   |
| Salary Increases   | Varies by age and service. 4.7% average over career including inflation.  |
| Investment Rate of Return  | 7.50%, net of administrative and investment expenses, including inflation   |
| Retirement Age   | Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.   |
| Mortality  | 135% of the Pub-2010 General Retirees Table for males and 110% of the Pub -2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.  |
| Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions | 2015: New inflation, mortality and other assumptions were reflected.<br>2017: New mortality assumptions were reflected<br>2019: New inflation, mortality and other assumptions were reflected   |
| Changes in Plan Provisions Reflected in the Schedule of Employer Contributions         | 2015 and 2016: No changes in plan provisions<br>2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.<br>2018: Employer contributions reflect that the current service matching rate was increased to 180%<br>2019 thru 2021: No changes in plan provisions |

WILSON COUNTY, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF OTHER POST-EMPLOYMENT BENEFIT LIABILITY AND RELATED RATIOS  
LAST FIVE CALENDAR YEARS

| Total OPEB Liability - Retiree Health Insurance       |                   |                   |                   |                   |                   |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
|   | 2017              | 2018              | 2019              | 2020              | 2021              |
| Service Cost  | \$ 13,945         | \$ 16,405         | \$ 14,742         | \$ 24,250         | \$ 26,836         |
| Interest (on the Total OPEB Liability)                | 16,128            | 14,843            | 16,725            | 14,437            | 12,972            |
| Changes of Benefit Terms                              | -                 | -                 | -                 | -                 | -                 |
| Differences between Expected and Actual Experience    | (29,319)          | 7,600             | (4,955)           | (1,843)           | (4,230)           |
| Change of Assumptions                                 | 16,865            | (44,075)          | 99,823            | 61,404            | 12,439            |
| Benefit Payments                                      | (14,337)          | (16,221)          | (17,140)          | (16,516)          | (15,155)          |
| Net Change in Total OPEB Liability                    | 3,282             | (21,448)          | 109,195           | 81,732            | 32,862            |
| Total OPEB Liability - Beginning                      | 419,829           | 423,111           | 401,663           | 510,858           | 592,590           |
| Total OPEB Liability - Ending                         | <u>\$ 423,111</u> | <u>\$ 401,663</u> | <u>\$ 510,858</u> | <u>\$ 592,590</u> | <u>\$ 625,452</u> |
| Covered Payroll                                       | \$ 7,168,622      | \$ 7,724,177      | \$ 8,162,135      | \$ 8,692,692      | \$ 8,914,878      |
| Net OPEB Liability as a Percentage of Covered Payroll | 5.90%             | 5.20%             | 6.26%             | 6.82%             | 7.02%             |

**Valuation Date:** December 31, 2020

**Methods and Assumptions Used to Determine Contribution Rates:**

|                                 |  |
|---------------------------------|--|
| Actuarial Cost Method           | Individual Entry-Age Normal<br>2.06% 20 Year Bond GO Index published by bondbuyer.com as of  |
| Discount Rate                   | December 31, 2020  |
| Inflation                       | Does Not Apply   |
| Salary Increases                | Does Not Apply   |
| Disability                      | Members who become disabled are eligible to commence benefit payments regardless of age. Rates of disability are in a custom table based on TCDRS experience.  |
| Mortality                       | 135% of the Pub-2010 General Retirees Table for males and 110% of the Pub -2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.<br><br>For service retirees, beneficiaries and non-depositing members, 135% of the Pub-10 General Healthy Retirees Amount-Weighted Mortality Table for males and 120% of the Pub-10 General Healthy Retirees Amount-Weighted MortalityTable for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.<br><br>For disabled retirees, 160% of the Pub-10 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% of the Pub-10 General Disabled Retirees Amount-Wighted MortalityTable for females, both projected with 100% of the MP-2021 Ultimate scale after 2010. |
| Retirement                      | Deferred members are assumed to retire at the later of age 60 or earliest retirement eligibility<br>For all eligible members ages 75 and later, retirement is assumed to occur immediately   |
| Other Termination of Employment | The rates vary by length of service, entry-age group and gender. No termination after eligibility for retirement is assumed  |





## **SUPPLEMENTARY INFORMATION**

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Comparative Statement – General Fund – Balance Sheet
- Comparative Statement – Road and Bridge Fund – Balance Sheet
- Comparative Statements – Debt Service Fund
- Combining Statements – Road and Bridge Fund
- Combining Statements – Nonmajor Governmental Funds

WILSON COUNTY, TEXAS  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
SEPTEMBER 30, 2022 AND 2021

|  | 2022                 | 2021                 |
|--|----------------------|----------------------|
| <b>ASSETS</b>  |                      |                      |
| Cash and Investments   | \$ 21,864,723        | \$ 16,669,078        |
| Taxes Receivable, net  | 988,652              | 948,577              |
| Court Fines and Fees Receivable, net                             | 1,200,665            | 1,220,171            |
| Other Receivables  | 96,702               | 360                  |
| Prepaid Items  | 55,685               | 46,326               |
| <b>TOTAL ASSETS</b>  | <b>\$ 24,206,427</b> | <b>\$ 18,884,512</b> |
| <b>LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b>       |                      |                      |
| <i>Liabilities:</i>  |                      |                      |
| Accounts Payable   | \$ 317,628           | \$ 553,462           |
| Wages, Salaries & Benefits Payable                               | 142,675              | 391,734              |
| Due to Other Funds   | 620,874              | 657,125              |
| Due to Others  | 10,186               | 10,167               |
| Unearned Revenue   | 8,902,702            | 4,959,875            |
| <i>Total Liabilities</i>   | <b>9,994,065</b>     | <b>6,572,363</b>     |
| <i>Deferred Inflows of Resources</i>                             |                      |                      |
| Unavailable Revenue - Taxes                                      | 988,652              | 948,577              |
| Unavailable Revenue - Court                                      | 1,200,665            | 1,187,471            |
| <i>Total Deferred Inflows of Resources</i>                       | <b>2,189,317</b>     | <b>2,136,048</b>     |
| <i>Fund Balances:</i>  |                      |                      |
| Nonspendable Fund Balance:                                       |                      |                      |
| Prepaid Items & Inventory  | 55,685               | 46,326               |
| Unassigned Fund Balance  | 11,967,360           | 10,129,775           |
| <i>Total Fund Balances</i>                                       | <b>12,023,045</b>    | <b>10,176,101</b>    |
| <b>TOTAL LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b> | <b>\$ 24,206,427</b> | <b>\$ 18,884,512</b> |

WILSON COUNTY, TEXAS  
ROAD AND BRIDGE FUND  
COMPARATIVE BALANCE SHEET  
SEPTEMBER 30, 2022 AND 2021

|  | 2022         | 2021         |
|--|--------------|--------------|
| <b>ASSETS</b>  |              |              |
| Cash and Investments   | \$ 377,938   | \$ 1,282,120 |
| Taxes Receivable, net  | 229,751      | 220,856      |
| Court Fines and Fees Receivable                                      | 106,480      | 107,344      |
| Other Receivables, net   | 728,724      | -            |
| Due from Other Funds   | 44,507       | 44,507       |
|  | \$ 1,487,400 | \$ 1,654,827 |
| <br><b>LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b>       |              |              |
| <i>Liabilities:</i>  |              |              |
| Accounts Payable   | \$ 17,468    | \$ 127,357   |
| Wages, Salaries & Benefits Payable                                   | 28,349       | 64,730       |
| Due to Other Funds   | 207,438      | 96,868       |
| <i>Total Liabilities</i>   | 253,255      | 288,955      |
| <br><i>Deferred Inflows of Resources</i>                             |              |              |
| Unavailable Revenue  | 229,751      | 220,856      |
| <i>Total Deferred Inflows of Resources</i>                           | 229,751      | 220,856      |
| <br><i>Fund Balances:</i>  |              |              |
| Restricted:  |              |              |
| Public Transportation  | 1,004,394    | 1,145,016    |
| <i>Total Fund Balances</i>   | 1,004,394    | 1,145,016    |
| <br><b>TOTAL LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b> | \$ 1,487,400 | \$ 1,654,827 |

WILSON COUNTY, TEXAS  
DEBT SERVICE FUND  
COMPARATIVE BALANCE SHEET  
SEPTEMBER 30, 2022 AND 2021

|  | 2022              | 2021              |
|--|-------------------|-------------------|
| <b>ASSETS</b>                                    |                   |                   |
| Cash and Investments                             | \$ 80,719         | \$ 93,754         |
| Taxes Receivable, net                            | 44,918            | 41,963            |
| Due From Other Funds                             | 406,914           | 395,495           |
| <b>TOTAL ASSETS</b>                              | <b>\$ 532,551</b> | <b>\$ 531,212</b> |
| <b>LIABILITIES AND FUND BALANCES</b>             |                   |                   |
| <i>Liabilities:</i>                              |                   |                   |
| Accounts Payable                                 | \$ -              | \$ -              |
| <i>Total Liabilities</i>                         | -                 | -                 |
| <i>Deferred Inflows of Resources:</i>            |                   |                   |
| Unavailable Revenue - Taxes                      | 44,918            | 41,963            |
| <i>Total Deferred Inflows of Resources</i>       | 44,918            | 41,963            |
| <i>Fund Balances:</i>                            |                   |                   |
| Restricted:                                      |                   |                   |
| Debt Service                                     | 487,633           | 489,249           |
| <i>Total Fund Balances</i>                       | 487,633           | 489,249           |
| <b>TOTAL LIABILITIES &amp;<br/>FUND BALANCES</b> | <b>\$ 532,551</b> | <b>\$ 531,212</b> |

WILSON COUNTY, TEXAS  
DEBT SERVICE FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCE  
SEPTEMBER 30, 2022 AND 2021

|  | <b>2022</b>       | 2021       |
|--|-------------------|------------|
|  | <b>Actual</b>     | Actual     |
| <b>REVENUES</b>  |                   |            |
| Property Taxes   | \$ 589,969        | \$ 603,435 |
| Interest Earnings  | 485               | 74         |
| <b>TOTAL REVENUES</b>  | <b>590,454</b>    | 603,509    |
| <br><b>EXPENDITURES</b>  |                   |            |
| <i>Current:</i>  |                   |            |
| General Administration   | 420               | 440        |
| <i>Debt Service:</i>   |                   |            |
| Principal  | 370,000           | 360,000    |
| Interest   | 221,650           | 232,600    |
| <b>TOTAL EXPENDITURES</b>  | <b>592,070</b>    | 593,040    |
| <br>Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <b>(1,616)</b>    | 10,469     |
| <br><b>OTHER FINANCING SOURCES (USES):</b>                       |                   |            |
| Transfers In (Out)   | -                 | 85,787     |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                  | <b>-</b>          | 85,787     |
| <br><b>Net Change in Fund Balance</b>                            | <b>(1,616)</b>    | 96,256     |
| <br>Fund Balances at Beginning of Year                           | <b>489,249</b>    | 392,993    |
| Fund Balances at End of Year                                     | <b>\$ 487,633</b> | \$ 489,249 |

WILSON COUNTY, TEXAS  
ROAD AND BRIDGE FUND  
COMBINING BALANCE SHEETS  
SEPTEMBER 30, 2022 AND 2021

|  | Road and<br>Bridge No. 1 | Road and<br>Bridge No. 2 | Road and<br>Bridge No. 3 | Road and<br>Bridge No. 4 | Total               |
|--|--------------------------|--------------------------|--------------------------|--------------------------|---------------------|
| <b>ASSETS</b>  |                          |                          |                          |                          |                     |
| Cash and Investments   | \$ 40,982                | \$ 55,178                | \$ 123,024               | \$ 158,754               | \$ 377,938          |
| Taxes Receivable, net  | 29,119                   | 74,925                   | 55,777                   | 69,930                   | 229,751             |
| Court Fines and Fees Receivable                                  | 20,570                   | 33,391                   | 23,984                   | 28,535                   | 106,480             |
| Other Receivables  | 728,724                  | -                        | -                        | -                        | 728,724             |
| Due from Other Funds   | -                        | -                        | 44,507                   | -                        | 44,507              |
|  | <u>          </u>        | <u>          </u>        | <u>          </u>        | <u>          </u>        | <u>          </u>   |
| <b>TOTAL ASSETS</b>  | <u>\$ 819,395</u>        | <u>\$ 163,494</u>        | <u>\$ 247,292</u>        | <u>\$ 257,219</u>        | <u>\$ 1,487,400</u> |
| <b>LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b>       |                          |                          |                          |                          |                     |
| <i>Liabilities:</i>  |                          |                          |                          |                          |                     |
| Accounts Payable   | \$ 149                   | \$ 136                   | \$ 533                   | \$ 16,650                | \$ 17,468           |
| Wages, Salaries & Benefits Payable                               | 7,133                    | 4,421                    | 7,641                    | 9,154                    | 28,349              |
| Due to Other Funds   | 162,931                  | 44,507                   | -                        | -                        | 207,438             |
| <i>Total Liabilities</i>   | <u>170,213</u>           | <u>49,064</u>            | <u>8,174</u>             | <u>25,804</u>            | <u>253,255</u>      |
| <i>Deferred Inflows of Resources</i>                             |                          |                          |                          |                          |                     |
| Unavailable Revenue - Taxes                                      | 29,119                   | 74,925                   | 55,777                   | 69,930                   | 229,751             |
| <i>Total Deferred Inflows of Resources</i>                       | <u>29,119</u>            | <u>74,925</u>            | <u>55,777</u>            | <u>69,930</u>            | <u>229,751</u>      |
| <i>Fund Balances:</i>  |                          |                          |                          |                          |                     |
| Restricted:  |                          |                          |                          |                          |                     |
| Public Transportation  | 620,063                  | 39,505                   | 183,341                  | 161,485                  | 1,004,394           |
| <i>Total Fund Balances</i>                                       | <u>620,063</u>           | <u>39,505</u>            | <u>183,341</u>           | <u>161,485</u>           | <u>1,004,394</u>    |
|  | <u>          </u>        | <u>          </u>        | <u>          </u>        | <u>          </u>        | <u>          </u>   |
| <b>TOTAL LIABILITIES, DEFERRED INFLOWS<br/>AND FUND BALANCES</b> | <u>\$ 819,395</u>        | <u>\$ 163,494</u>        | <u>\$ 247,292</u>        | <u>\$ 257,219</u>        | <u>\$ 1,487,400</u> |

WILSON COUNTY, TEXAS  
ROAD AND BRIDGE FUND  
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND FUND BALANCE  
SEPTEMBER 30, 2022 AND 2021

|  | Road and<br>Bridge No. 1 | Road and<br>Bridge No. 2 | Road and<br>Bridge No. 3 | Road and<br>Bridge No. 4 | Total               |
|--|--------------------------|--------------------------|--------------------------|--------------------------|---------------------|
| <b>REVENUES</b>  |                          |                          |                          |                          |                     |
| Property Taxes   | \$ 482,467               | \$ 966,131               | \$ 706,479               | \$ 862,552               | \$ 3,017,629        |
| Intergovernmental Revenue & Grants                           | 737,852                  | 14,859                   | 10,772                   | 12,982                   | 776,465             |
| Licenses and Permits   | 233,081                  | 383,758                  | 270,543                  | 338,145                  | 1,225,527           |
| Fines and Forfeitures  | 50,457                   | 82,307                   | 61,264                   | 76,809                   | 270,837             |
| Miscellaneous  | 17,762                   | 8,500                    | -                        | 5,000                    | 31,262              |
| <b>TOTAL REVENUES</b>  | <u>1,521,619</u>         | <u>1,455,555</u>         | <u>1,049,058</u>         | <u>1,295,488</u>         | <u>5,321,720</u>    |
| <b>EXPENDITURES</b>  |                          |                          |                          |                          |                     |
| <i>Current:</i>  |                          |                          |                          |                          |                     |
| Public Transportation  | 1,561,222                | 1,336,205                | 1,024,953                | 1,210,192                | 5,132,572           |
| <i>Debt:</i>   |                          |                          |                          |                          |                     |
| Principal  | 70,179                   | 50,342                   | 51,753                   | 47,809                   | 220,083             |
| Interest   | 3,800                    | 1,333                    | 1,983                    | 2,225                    | 9,341               |
| <b>TOTAL EXPENDITURES</b>                                    | <u>1,635,201</u>         | <u>1,387,880</u>         | <u>1,078,689</u>         | <u>1,260,226</u>         | <u>5,361,996</u>    |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (113,582)                | 67,675                   | (29,631)                 | 35,262                   | (40,276)            |
| <b>OTHER FINANCING</b>                                       |                          |                          |                          |                          |                     |
| <b>SOURCES (USES)</b>  |                          |                          |                          |                          |                     |
| Transfers In   | 241,370                  | (82,785)                 | (79,126)                 | (79,459)                 | -                   |
| Transfers Out (Uses)   | (4,798)                  | (52,872)                 | -                        | (42,676)                 | (100,346)           |
| <b>TOTAL OTHER FINANCING</b>                                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>                 | <u>-</u>            |
| <b>SOURCES (USES)</b>  | <u>236,572</u>           | <u>(135,657)</u>         | <u>(79,126)</u>          | <u>(122,135)</u>         | <u>(100,346)</u>    |
| Net Change in Fund Balance                                   | 122,990                  | (67,982)                 | (108,757)                | (86,873)                 | (140,622)           |
| Fund Balances at Beginning of Year                           | 497,073                  | 107,487                  | 292,098                  | 248,358                  | 1,145,016           |
| Fund Balances at End of Year                                 | <u>\$ 620,063</u>        | <u>\$ 39,505</u>         | <u>\$ 183,341</u>        | <u>\$ 161,485</u>        | <u>\$ 1,004,394</u> |

WILSON COUNTY, TEXAS  
COMBINING FINANCIAL STATEMENTS  
NON-MAJOR GOVERNMENTAL FUNDS

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for resources which are legally restricted to expenditures for specified current operating purposes, or to the acquisition of furniture, fixtures, machinery, equipment, or other relatively minor or comparatively short – lived fixed assets. The Special Revenue Funds used by the County are as follows:

Hotel/Motel Tax Fund – To account for the receipt of occupancy taxes and related expenditures in the Hotel/Motel Tax Fund

Leose Fund – To account for State revenues provided for education of law enforcement officer and related expenditures.

Civil Fees – To account for activity included in the Civil Fees Fund.

Courthouse Security – A special revenue fund to account for fees collected by the County Clerk and District Clerk. These expenditures must be spent in accordance with the Code of Criminal Procedures, Section 102.017.

VOCA Grant Fund - To account for revenue received and expenditures incurred related the VOCA Grant Fund.

CTCL Grant Fund - To account for revenue received and expenditures incurred related the CTCL Grant Fund.

Errors and Omissions – To account for activity included in the Errors and Omissions Fund.

Library Fund – To account for donations received and funds expended for projects related to the library.

Jury Fund – To account for activity included in the Jury Fund.

Subdivision Fund – To account for activity included in the Subdivision Fund.

Recording Fees Fund – To account for the collection of fees and expenditures for the preservation and restoration of the clerk’s records archive

Pre-Trial Intervention – To account for the fees collected and expenditures related to preparing cases for trial in court.

JP Technology Fund – To account for the fees collected from a defendant convicted of a misdemeanor offense in Justice Court. The expenditures may be used to purchase technological enhancements for the Justice Courts.

TIF Grant Fund – To account for revenue received and expenditures incurred related the TIF Grant Fund.

VAWA Grant Fund – To account for revenue received and expenditures incurred related the VAWA Grant Fund.

VOCA Grant Fund – To account for revenue received and expenditures incurred related the VOCA Grant Fund.



WILSON COUNTY, TEXAS  
COMBINING FINANCIAL STATEMENTS (CONTINUED)  
NON-MAJOR GOVERNMENTAL FUNDS

**SPECIAL REVENUE FUNDS (CONTINUED)**

Inmate Telephone Pre-Payment – To account for activity included in the Inmate Telephone Pre-Payment Fund.

Community Economic Development – To account for grant funds received for Community Development

County Clerk Tech Grant – To account for the fees collected from a defendant convicted of a misdemeanor offense in the County Court. The expenditures may be used to purchase technological enhancements for the County Court.

Juvenile Case Management Fund – To account for fee revenue and expenditures related to juvenile social workers in the Justices of the Peace offices.

Seizure Holding Bank Account – To account for activity included in the Seizure Holding Bank Account Fund.

Federal Seizure Fund – To account for activity included in the Federal Seizure Fund.

County Attorney Forfeiture Fund – To account for activity included in the County Attorney Forfeiture Fund.

County Clerk Law Library Fund – To account for fees collected on civil cases filed in the county courts. These funds must be used to enhance the law library.

Civil Preparedness – To account for activity included in the Civil Preparedness Fund.

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
SEPTEMBER 30, 2022

|  | 13<br>Hotel/Motel<br>Tax<br>Fund | 20<br>Lease<br>Fund | 25<br>Civil<br>Fees | 26<br>Courthouse<br>Security |
|--|----------------------------------|---------------------|---------------------|------------------------------|
| <b>ASSETS</b>  |                                  |                     |                     |                              |
| Cash and Investments   | \$ 101,852                       | \$ 38,651           | \$ 9,896            | \$ -                         |
| Taxes Receivable, net  | -                                | -                   | -                   | -                            |
| Other Receivables  | 22,441                           | -                   | -                   | -                            |
| Due from Other Funds   | -                                | -                   | -                   | 369,235                      |
| <b>TOTAL ASSETS</b>  | <b>\$ 124,293</b>                | <b>\$ 38,651</b>    | <b>\$ 9,896</b>     | <b>\$ 369,235</b>            |
| <b>LIABILITIES AND FUND BALANCE</b>                              |                                  |                     |                     |                              |
| <i>Liabilities:</i>  |                                  |                     |                     |                              |
| Withdrawals in Excess of Deposits                                | \$ -                             | \$ -                | \$ -                | \$ 62,050                    |
| Accounts Payable   | -                                | 1,255               | 2,958               | 1,057                        |
| Wages, Salaries & Benefits Payable                               | -                                | -                   | -                   | 6,537                        |
| Unearned Revenue   | -                                | -                   | -                   | -                            |
| <i>Total Liabilities</i>   | <i>-</i>                         | <i>1,255</i>        | <i>2,958</i>        | <i>69,644</i>                |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                             |                                  |                     |                     |                              |
| Unavailable Revenue - Property Taxes                             | -                                | -                   | -                   | -                            |
| <i>Total Deferred Inflows of Resources</i>                       | <i>-</i>                         | <i>-</i>            | <i>-</i>            | <i>-</i>                     |
| <i>Fund Balance:</i>   |                                  |                     |                     |                              |
| Restricted Fund Balance:   |                                  |                     |                     |                              |
| General Administration   | -                                | -                   | 6,938               | -                            |
| Judicial   | -                                | -                   | -                   | -                            |
| Legal  | -                                | -                   | -                   | -                            |
| Public Safety  | -                                | 37,396              | -                   | 299,591                      |
| Public Transportation  | -                                | -                   | -                   | -                            |
| Tourism  | 124,293                          | -                   | -                   | -                            |
| Committed for:   |                                  |                     |                     |                              |
| Culture and Recreation   | -                                | -                   | -                   | -                            |
| Future Book Restoration  | -                                | -                   | -                   | -                            |
| General Administration   | -                                | -                   | -                   | -                            |
| Records Management   | -                                | -                   | -                   | -                            |
| <i>Total Fund Balance</i>  | <i>124,293</i>                   | <i>37,396</i>       | <i>6,938</i>        | <i>299,591</i>               |
| <b>TOTAL LIABILITIES, DEFERRED<br/>INFLOWS, AND FUND BALANCE</b> | <b>\$ 124,293</b>                | <b>\$ 38,651</b>    | <b>\$ 9,896</b>     | <b>\$ 369,235</b>            |

| 30               | 31               | 33                         | 34                | 36               |                   |
|------------------|------------------|----------------------------|-------------------|------------------|-------------------|
| VOCA<br>Grant    | CTCL<br>Grant    | Errors<br>And<br>Omissions | Library<br>Fund   | Jury<br>Fund     | Subtotals         |
| \$ 15,070        | \$ 24,762        | \$ 1,895                   | \$ 164,780        | \$ 20,172        | \$ 377,078        |
| -                | -                | -                          | 31,030            | -                | 31,030            |
| -                | -                | -                          | -                 | -                | 22,441            |
| -                | -                | -                          | 7,656             | -                | 376,891           |
| <u>\$ 15,070</u> | <u>\$ 24,762</u> | <u>\$ 1,895</u>            | <u>\$ 203,466</u> | <u>\$ 20,172</u> | <u>\$ 807,440</u> |
| \$ -             | \$ -             | \$ 7,107                   | \$ -              | \$ -             | \$ 69,157         |
| -                | -                | -                          | 10,739            | -                | 16,009            |
| -                | -                | -                          | 3,461             | -                | 9,998             |
| -                | -                | -                          | -                 | -                | -                 |
| -                | -                | 7,107                      | 14,200            | -                | 95,164            |
| -                | -                | -                          | 31,030            | -                | 31,030            |
| -                | -                | -                          | 31,030            | -                | 31,030            |
| -                | 24,762           | (5,212)                    | -                 | -                | 26,488            |
| 15,070           | -                | -                          | -                 | 20,172           | 35,242            |
| -                | -                | -                          | -                 | -                | -                 |
| -                | -                | -                          | -                 | -                | 336,987           |
| -                | -                | -                          | -                 | -                | -                 |
| -                | -                | -                          | -                 | -                | 124,293           |
| -                | -                | -                          | 158,236           | -                | 158,236           |
| -                | -                | -                          | -                 | -                | -                 |
| -                | -                | -                          | -                 | -                | -                 |
| -                | -                | -                          | -                 | -                | -                 |
| <u>15,070</u>    | <u>24,762</u>    | <u>(5,212)</u>             | <u>158,236</u>    | <u>20,172</u>    | <u>681,246</u>    |
| <u>\$ 15,070</u> | <u>\$ 24,762</u> | <u>\$ 1,895</u>            | <u>\$ 203,466</u> | <u>\$ 20,172</u> | <u>\$ 807,440</u> |

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
SEPTEMBER 30, 2022

|  | 39                  | 40                     | 43                        |
|--|---------------------|------------------------|---------------------------|
|  | Subdivision<br>Fund | Recording<br>Fees Fund | Pre-Trial<br>Intervention |
| <b>ASSETS</b>  |                     |                        |                           |
| Cash and Investments   | \$ 94,316           | \$ 1,280,809           | \$ 119,880                |
| Taxes Receivable, net  | -                   | -                      | -                         |
| Other Receivables  | -                   | -                      | -                         |
| Due from Other Funds   | -                   | -                      | -                         |
|  | <u>94,316</u>       | <u>1,280,809</u>       | <u>119,880</u>            |
| <b>TOTAL ASSETS</b>  | <u>\$ 94,316</u>    | <u>\$ 1,280,809</u>    | <u>\$ 119,880</u>         |
| <b>LIABILITIES AND FUND BALANCE</b>                              |                     |                        |                           |
| <i>Liabilities:</i>  |                     |                        |                           |
| Withdrawals in Excess of Deposits                                | \$ -                | \$ -                   | \$ -                      |
| Accounts Payable   | -                   | 6,558                  | -                         |
| Wages, Salaries & Benefits Payable                               | -                   | 948                    | (27)                      |
| Unearned Revenue   | -                   | -                      | -                         |
| <i>Total Liabilities</i>   | <u>-</u>            | <u>7,506</u>           | <u>(27)</u>               |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                             |                     |                        |                           |
| Unavailable Revenue - Property Taxes                             | -                   | -                      | -                         |
| <i>Total Deferred Inflows of Resources</i>                       | <u>-</u>            | <u>-</u>               | <u>-</u>                  |
| <i>Fund Balance:</i>   |                     |                        |                           |
| <b>Restricted Fund Balance:</b>                                  |                     |                        |                           |
| General Administration   | -                   | -                      | -                         |
| Judicial   | -                   | -                      | 119,907                   |
| Legal  | -                   | -                      | -                         |
| Public Safety  | -                   | -                      | -                         |
| Public Transportation  | -                   | -                      | -                         |
| Tourism  | -                   | -                      | -                         |
| <b>Committed for:</b>  |                     |                        |                           |
| Culture and Recreation   | -                   | -                      | -                         |
| Future Book Restoration  | -                   | 1,273,303              | -                         |
| General Administration   | 94,316              | -                      | -                         |
| Unassigned   | -                   | -                      | -                         |
| <i>Total Fund Balance</i>  | <u>94,316</u>       | <u>1,273,303</u>       | <u>119,907</u>            |
| <b>TOTAL LIABILITIES, DEFERRED<br/>INFLOWS, AND FUND BALANCE</b> | <u>\$ 94,316</u>    | <u>\$ 1,280,809</u>    | <u>\$ 119,880</u>         |

| 44               | 50               | 52               |                     |
|------------------|------------------|------------------|---------------------|
| JP<br>Technology | TIF Grant        | VAWA<br>Grant    | Subtotals           |
| \$ -             | \$ 95,401        | \$ 21,021        | \$ 1,611,427        |
| -                | -                | -                | -                   |
| -                | -                | -                | -                   |
| -                | -                | -                | -                   |
| <u>\$ -</u>      | <u>\$ 95,401</u> | <u>\$ 21,021</u> | <u>\$ 1,611,427</u> |
| <br>             |                  |                  |                     |
| \$ 435           | \$ -             | \$ -             | \$ 435              |
| -                | -                | 69               | 6,627               |
| -                | -                | 340              | 1,261               |
| -                | -                | 18,892           | 18,892              |
| <u>435</u>       | <u>-</u>         | <u>19,301</u>    | <u>27,215</u>       |
| <br>             |                  |                  |                     |
| -                | -                | -                | -                   |
| -                | -                | -                | -                   |
| <br>             |                  |                  |                     |
| -                | -                | -                | -                   |
| (435)            | -                | 1,720            | 121,192             |
| -                | -                | -                | -                   |
| -                | -                | -                | -                   |
| -                | 95,401           | -                | 95,401              |
| -                | -                | -                | -                   |
| -                | -                | -                | -                   |
| -                | -                | -                | 1,273,303           |
| -                | -                | -                | 94,316              |
| -                | -                | -                | -                   |
| <u>(435)</u>     | <u>95,401</u>    | <u>1,720</u>     | <u>1,584,212</u>    |
| <br>             |                  |                  |                     |
| <u>\$ -</u>      | <u>\$ 95,401</u> | <u>\$ 21,021</u> | <u>\$ 1,611,427</u> |

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
SEPTEMBER 30, 2022

|  | 53                 | 59                 | 62                 |
|--|--------------------|--------------------|--------------------|
|  | VOCA               | Inmate             | Community          |
|  | Grant              | Telephone          | Economic           |
|  | <u>Grant</u>       | <u>Pre-payment</u> | <u>Development</u> |
| <b>ASSETS</b>  |                    |                    |                    |
| Cash and Investments   | \$ (28,569)        | \$ 81,719          | \$ 20,618          |
| Taxes Receivable, net  | -                  | -                  | -                  |
| Other Receivables  | -                  | -                  | -                  |
| Due From Other Funds   | -                  | -                  | -                  |
|  | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <b>TOTAL ASSETS</b>  | <u>\$ (28,569)</u> | <u>\$ 81,719</u>   | <u>\$ 20,618</u>   |
| <b>LIABILITIES AND FUND BALANCE</b>                              |                    |                    |                    |
| <i>Liabilities:</i>  |                    |                    |                    |
| Withdrawals in Excess of Deposits                                | \$ 59,480          | \$ -               | \$ -               |
| Accounts Payable   | -                  | -                  | -                  |
| Wages, Salaries & Benefits Payable                               | 1,869              | -                  | -                  |
| Unearned Revenue   | -                  | -                  | -                  |
| <i>Total Liabilities</i>   | <u>61,349</u>      | <u>-</u>           | <u>-</u>           |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                             |                    |                    |                    |
| Unavailable Revenue - Property Taxes                             | -                  | -                  | -                  |
| <i>Total Deferred Inflows of Resources</i>                       | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| <i>Fund Balance:</i>   |                    |                    |                    |
| Restricted Fund Balance:   |                    |                    |                    |
| General Administration   | -                  | -                  | 20,618             |
| Judicial   | -                  | -                  | -                  |
| Legal  | -                  | -                  | -                  |
| Public Safety  | -                  | 81,719             | -                  |
| Public Transportation  | -                  | -                  | -                  |
| Tourism  | -                  | -                  | -                  |
| Committed for:   |                    |                    |                    |
| Culture and Recreation   | -                  | -                  | -                  |
| Future Book Restoration  | -                  | -                  | -                  |
| General Administration   | -                  | -                  | -                  |
| Unassigned   | (89,918)           | -                  | -                  |
| <i>Total Fund Balance</i>  | <u>(89,918)</u>    | <u>81,719</u>      | <u>20,618</u>      |
| <b>TOTAL LIABILITIES, DEFERRED<br/>INFLOWS, AND FUND BALANCE</b> | <u>\$ (28,569)</u> | <u>\$ 81,719</u>   | <u>\$ 20,618</u>   |

| 63<br>County<br>Clerk Tech | 64<br>Juvenile Case<br>Management<br>Fund | 65<br>Seizure<br>Holding Bank<br>Account | 72<br>Federal<br>Seizure<br>Fund | Subtotals        |
|----------------------------|---|--|----------------------------------|------------------|
| \$ 2,653                   | \$ 8,480                                  | \$ 4,393                                 | \$ 498                           | \$ 89,792        |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| <u>\$ 2,653</u>            | <u>\$ 8,480</u>                           | <u>\$ 4,393</u>                          | <u>\$ 498</u>                    | <u>\$ 89,792</u> |
| \$ -                       | \$ -                                      | \$ -                                     | \$ -                             | \$ 59,480        |
| -                          | -   | 751                                      | -                                | 751              |
| -                          | -   | -  | -                                | 1,869            |
| -                          | -   | -  | -                                | -                |
| -                          | -   | 751                                      | -                                | 62,100           |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| 2,653                      | -   | -  | -                                | 23,271           |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| -                          | 8,480                                     | 3,642                                    | 498                              | 94,339           |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | -                |
| -                          | -   | -  | -                                | (89,918)         |
| <u>2,653</u>               | <u>8,480</u>                              | <u>3,642</u>                             | <u>498</u>                       | <u>27,692</u>    |
| <u>\$ 2,653</u>            | <u>\$ 8,480</u>                           | <u>\$ 4,393</u>                          | <u>\$ 498</u>                    | <u>\$ 89,792</u> |

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
SEPTEMBER 30, 2022

|  | 73<br>County<br>Attorney<br>Forfeiture | 95<br>County<br>Clerk Law<br>Library | 97<br>Civil<br>Preparedness |
|--|--|--------------------------------------|-----------------------------|
| <b>ASSETS</b>  |  |                                      |                             |
| Cash and Investments   | \$ 50                                  | \$ 72,184                            | \$ 631,057                  |
| Taxes Receivable, net  | -                                      | -                                    | -                           |
| Other Receivables  | -                                      | -                                    | -                           |
| Due from Other Funds   | -                                      | -                                    | -                           |
|  | <hr/>                                  | <hr/>                                | <hr/>                       |
| <b>TOTAL ASSETS</b>  | <b>\$ 50</b>                           | <b>\$ 72,184</b>                     | <b>\$ 631,057</b>           |
|  | <hr/> <hr/>                            | <hr/> <hr/>                          | <hr/> <hr/>                 |
| <b>LIABILITIES AND FUND BALANCE</b>                              |  |                                      |                             |
| <i>Liabilities:</i>  |  |                                      |                             |
| Withdrawals in Excess of Deposits                                | \$ -                                   | \$ -                                 | \$ -                        |
| Accounts Payable   | -                                      | 2,519                                | -                           |
| Wages, Salaries & Benefits Payable                               | -                                      | 369                                  | -                           |
| Unearned Revenue   | -                                      | -                                    | -                           |
| <i>Total Liabilities</i>   | <hr/>                                  | <hr/>                                | <hr/>                       |
|  | -                                      | 2,888                                | -                           |
|  | <hr/>                                  | <hr/>                                | <hr/>                       |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                             |  |                                      |                             |
| Unavailable Revenue - Property Taxes                             | -                                      | -                                    | -                           |
| <i>Total Deferred Inflows of Resources</i>                       | <hr/>                                  | <hr/>                                | <hr/>                       |
|  | -                                      | -                                    | -                           |
|  | <hr/>                                  | <hr/>                                | <hr/>                       |
| <i>Fund Balance:</i>   |  |                                      |                             |
| Restricted Fund Balance:   |  |                                      |                             |
| General Administration   | -                                      | 69,296                               | -                           |
| Judicial   | -                                      | -                                    | -                           |
| Legal  | 50                                     | -                                    | -                           |
| Public Safety  | -                                      | -                                    | 631,057                     |
| Public Transportation  | -                                      | -                                    | -                           |
| Tourism  | -                                      | -                                    | -                           |
| Committed for:   |  |                                      |                             |
| Culture and Recreation   | -                                      | -                                    | -                           |
| Future Book Restoration  | -                                      | -                                    | -                           |
| General Administration   | -                                      | -                                    | -                           |
| Unassigned   | -                                      | -                                    | -                           |
| <i>Total Fund Balance</i>  | <hr/>                                  | <hr/>                                | <hr/>                       |
|  | 50                                     | 69,296                               | 631,057                     |
|  | <hr/>                                  | <hr/>                                | <hr/>                       |
| <b>TOTAL LIABILITIES, DEFERRED<br/>INFLOWS, AND FUND BALANCE</b> | <b>\$ 50</b>                           | <b>\$ 72,184</b>                     | <b>\$ 631,057</b>           |
|  | <hr/> <hr/>                            | <hr/> <hr/>                          | <hr/> <hr/>                 |



| <u>Subtotals</u>  | <u>Total<br/>Nonmajor<br/>Funds</u> |
|-------------------|-------------------------------------|
| \$ 703,291        | \$ 2,781,588                        |
| -                 | 31,030                              |
| -                 | 22,441                              |
| -                 | 376,891                             |
| <u>\$ 703,291</u> | <u>\$ 3,211,950</u>                 |

|              |                |
|--------------|----------------|
| \$ -         | \$ 129,072     |
| 2,519        | 25,906         |
| 369          | 13,497         |
| -            | 18,892         |
| <u>2,888</u> | <u>187,367</u> |

|   |        |
|---|--------|
| - | 31,030 |
| - | 31,030 |

|                |                  |
|----------------|------------------|
| 69,296         | 119,055          |
| -              | 156,434          |
| 50             | 50               |
| 631,057        | 1,062,383        |
| -              | 95,401           |
| -              | 124,293          |
| -              | 158,236          |
| -              | 1,273,303        |
| -              | 94,316           |
| -              | (89,918)         |
| <u>700,403</u> | <u>2,993,553</u> |

|                   |                     |
|-------------------|---------------------|
| <u>\$ 703,291</u> | <u>\$ 3,211,950</u> |
|-------------------|---------------------|

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

|  | 13<br>Hotel<br>Motel<br>Tax | 20<br>Lease<br>Fund | 25<br>Civil<br>Criminal<br>Fees | 26<br>Courthouse<br>Security |
|--|-----------------------------|---------------------|---------------------------------|------------------------------|
| <b>REVENUES</b>  |                             |                     |                                 |                              |
| Property Taxes   | \$ -                        | \$ -                | \$ -                            | \$ -                         |
| Occupancy Taxes  | 99,137                      | -                   | -                               | -                            |
| Intergovernmental  | -                           | 5,644               | -                               | -                            |
| Grants and Contributions   | -                           | -                   | -                               | -                            |
| Fees of Office   | -                           | -                   | -                               | -                            |
| Charges for Services   | -                           | -                   | -                               | 36,158                       |
| Investment Earnings  | -                           | -                   | -                               | -                            |
| Miscellaneous  | -                           | -                   | -                               | 100,642                      |
| <b>TOTAL REVENUES</b>  | <u>99,137</u>               | <u>5,644</u>        | <u>-</u>                        | <u>136,800</u>               |
| <b>EXPENDITURES</b>  |                             |                     |                                 |                              |
| General Administration   | -                           | -                   | -                               | -                            |
| Records Management   | -                           | -                   | -                               | -                            |
| Municipal Court  | -                           | -                   | -                               | -                            |
| Public Safety  | -                           | 14,085              | -                               | 345,579                      |
| Culture & Recreation   | -                           | -                   | -                               | -                            |
| Tourism  | 17,790                      | -                   | -                               | -                            |
| <b>TOTAL EXPENDITURES</b>  | <u>17,790</u>               | <u>14,085</u>       | <u>-</u>                        | <u>345,579</u>               |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <u>81,347</u>               | <u>(8,441)</u>      | <u>-</u>                        | <u>(208,779)</u>             |
| <b>OTHER FINANCING SOURCES (USES):</b>                               |                             |                     |                                 |                              |
| Transfers In (Out)   | -                           | -                   | -                               | 222,612                      |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <u>-</u>                    | <u>-</u>            | <u>-</u>                        | <u>222,612</u>               |
| <b>Net Change in Fund Balance</b>                                    | 81,347                      | (8,441)             | -                               | 13,833                       |
| Fund Balance at Beginning of Year                                    | 42,946                      | 45,837              | 6,938                           | 285,758                      |
| Fund Balance at End of Year  | <u>\$ 124,293</u>           | <u>\$ 37,396</u>    | <u>\$ 6,938</u>                 | <u>\$ 299,591</u>            |

| 30               | 31               | 33                              | 34                | 36               | 39                  |                   |
|------------------|------------------|---------------------------------|-------------------|------------------|---------------------|-------------------|
| VOCA<br>Grant    | CTCL<br>Grant    | Errors and<br>Omissions<br>Fund | Library<br>Fund   | Jury<br>Fund     | Subdivision<br>Fund | Subtotals         |
| \$ -             | \$ -             | \$ -                            | \$ 407,558        | \$ -             | \$ -                | \$ 407,558        |
| -                | -                | -                               | -                 | -                | -                   | 99,137            |
| -                | -                | -                               | 2,500             | 15,130           | -                   | 23,274            |
| 10,382           | -                | -                               | -                 | -                | -                   | 10,382            |
| -                | -                | -                               | 6,801             | -                | -                   | 6,801             |
| -                | -                | 7,460                           | -                 | 5,121            | 41,350              | 90,089            |
| -                | -                | -                               | -                 | -                | -                   | -                 |
| -                | -                | -                               | 23,181            | 280              | -                   | 124,103           |
| <u>10,382</u>    | <u>-</u>         | <u>7,460</u>                    | <u>440,040</u>    | <u>20,531</u>    | <u>41,350</u>       | <u>761,344</u>    |
| -                | -                | 5,566                           | -                 | -                | -                   | 5,566             |
| -                | -                | -                               | -                 | -                | 51,922              | 51,922            |
| (1)              | -                | -                               | -                 | 24,506           | -                   | 24,505            |
| -                | -                | -                               | -                 | -                | -                   | 359,664           |
| -                | -                | -                               | 470,818           | -                | -                   | 470,818           |
| -                | -                | -                               | -                 | -                | -                   | 17,790            |
| <u>(1)</u>       | <u>-</u>         | <u>5,566</u>                    | <u>470,818</u>    | <u>24,506</u>    | <u>51,922</u>       | <u>930,265</u>    |
| <u>10,383</u>    | <u>-</u>         | <u>1,894</u>                    | <u>(30,778)</u>   | <u>(3,975)</u>   | <u>(10,572)</u>     | <u>(168,921)</u>  |
| -                | -                | -                               | 14,832            | -                | -                   | 237,444           |
| -                | -                | -                               | 14,832            | -                | -                   | 237,444           |
| 10,383           | -                | 1,894                           | (15,946)          | (3,975)          | (10,572)            | 68,523            |
| 4,687            | 24,762           | (7,106)                         | 174,182           | 24,147           | 104,888             | 707,039           |
| <u>\$ 15,070</u> | <u>\$ 24,762</u> | <u>\$ (5,212)</u>               | <u>\$ 158,236</u> | <u>\$ 20,172</u> | <u>\$ 94,316</u>    | <u>\$ 775,562</u> |

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

|  | 40                     | 43                       | 44               |
|--|------------------------|--------------------------|------------------|
|  | Recording<br>Fees Fund | Pretrial<br>Intervention | JP<br>Technology |
| <b>REVENUES</b>  |                        |                          |                  |
| Property Taxes   | \$ -                   | \$ -                     | \$ -             |
| Occupancy Taxes  | -                      | -                        | -                |
| Intergovernmental  | -                      | -                        | 8,203            |
| Grants and Contributions   | -                      | -                        | -                |
| Fees of Office   | -                      | -                        | -                |
| Charges for Services   | 318,182                | 57,760                   | -                |
| Investment Earnings  | -                      | -                        | -                |
| Miscellaneous  | -                      | -                        | -                |
| <b>TOTAL REVENUES</b>  | <u>318,182</u>         | <u>57,760</u>            | <u>8,203</u>     |
| <b>EXPENDITURES</b>  |                        |                          |                  |
| General Administration   | -                      | -                        | -                |
| Records Management   | 59,119                 | -                        | -                |
| Municipal Court  | -                      | 62,456                   | 23,791           |
| Public Safety  | -                      | -                        | -                |
| Culture & Recreation   | -                      | -                        | -                |
| Tourism  | -                      | -                        | -                |
| <b>TOTAL EXPENDITURES</b>  | <u>59,119</u>          | <u>62,456</u>            | <u>23,791</u>    |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <u>259,063</u>         | <u>(4,696)</u>           | <u>(15,588)</u>  |
| <b>OTHER FINANCING SOURCES (USES):</b>                               |                        |                          |                  |
| Transfers In (Out)   | -                      | -                        | -                |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <u>-</u>               | <u>-</u>                 | <u>-</u>         |
| <b>Net Change in Fund Balance</b>                                    | 259,063                | (4,696)                  | (15,588)         |
| Fund Balance at Beginning of Year                                    | 1,014,240              | 124,603                  | 15,153           |
| Fund Balance at End of Year  | <u>\$ 1,273,303</u>    | <u>\$ 119,907</u>        | <u>\$ (435)</u>  |

| 50               | 52              | 53                 | 59                  |                     |
|------------------|-----------------|--------------------|---------------------|---------------------|
| County<br>TIF    | VAWA<br>Grant   | VOCA<br>Grant      | Inmate<br>Telephone | Subtotals           |
| \$ -             | \$ -            | \$ -               | \$ -                | \$ -                |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | -                   | 8,203               |
| -                | 37,358          | 23,119             | -                   | 60,477              |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | -                   | 375,942             |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | 9,512               | 9,512               |
| -                | 37,358          | 23,119             | 9,512               | 454,134             |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | -                   | 59,119              |
| -                | 37,359          | 51,056             | -                   | 174,662             |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | -                   | -                   |
| -                | 37,359          | 51,056             | -                   | 233,781             |
| -                | (1)             | (27,937)           | 9,512               | 220,353             |
| -                | -               | -                  | -                   | -                   |
| -                | -               | -                  | -                   | -                   |
| -                | (1)             | (27,937)           | 9,512               | 220,353             |
| 95,401           | 1,721           | (61,981)           | 72,207              | 1,261,344           |
| <u>\$ 95,401</u> | <u>\$ 1,720</u> | <u>\$ (89,918)</u> | <u>\$ 81,719</u>    | <u>\$ 1,481,697</u> |

WILSON COUNTY, TEXAS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

|  | 62<br>Community<br>Economic<br>Development | 63<br>County Clerk<br>Tech<br>Fund | 64<br>Juvenile<br>Case<br>Management | 65<br>Seizure<br>Holding Bank<br>Account |
|--|--|------------------------------------|--------------------------------------|--|
| <b>REVENUES</b>  |  |                                    |                                      |  |
| Property Taxes   | \$ -                                       | \$ -                               | \$ -                                 | \$ -                                     |
| Occupancy Taxes  | -  | -                                  | -                                    | -  |
| Intergovernmental  | -  | -                                  | -                                    | -  |
| Grants and Contributions   | -  | -                                  | -                                    | -  |
| Fees of Office   | -  | -                                  | -                                    | 2,765                                    |
| Charges for Services   | -  | 4                                  | -                                    | -  |
| Investment Earnings  | -  | -                                  | -                                    | 2  |
| Miscellaneous  | -  | -                                  | -                                    | -  |
| <b>TOTAL REVENUES</b>  | <u>-</u>                                   | <u>4</u>                           | <u>-</u>                             | <u>2,767</u>                             |
| <b>EXPENDITURES</b>  |  |                                    |                                      |  |
| General Administration   | -  | -                                  | -                                    | -  |
| Records Management   | -  | -                                  | -                                    | -  |
| Municipal Court  | -  | -                                  | -                                    | -  |
| Public Safety  | -  | -                                  | -                                    | 31,223                                   |
| Health and Welfare   | (16,802)                                   | -                                  | -                                    | -  |
| Tourism  | -  | -                                  | -                                    | -  |
| <b>TOTAL EXPENDITURES</b>  | <u>(16,802)</u>                            | <u>-</u>                           | <u>-</u>                             | <u>31,223</u>                            |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <u>16,802</u>                              | <u>4</u>                           | <u>-</u>                             | <u>(28,456)</u>                          |
| <b>OTHER FINANCING SOURCES (USES):</b>                               |  |                                    |                                      |  |
| Transfers In (Out)   | -  | -                                  | -                                    | -  |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <u>-</u>                                   | <u>-</u>                           | <u>-</u>                             | <u>-</u>                                 |
| <b>Net Change in Fund Balance</b>                                    | 16,802                                     | 4                                  | -                                    | (28,456)                                 |
| Fund Balance at Beginning of Year                                    | 3,816                                      | 2,649                              | 8,480                                | 32,098                                   |
| Fund Balance at End of Year  | <u>\$ 20,618</u>                           | <u>\$ 2,653</u>                    | <u>\$ 8,480</u>                      | <u>\$ 3,642</u>                          |

| 72<br>Federal<br>Seizure | 73<br>County<br>Attorney<br>Forfeiture | 95<br>Law<br>Library<br>Fund | 97<br>Civil<br>Preparedness | Subtotals  | Total<br>Nonmajor<br>Governmental<br>Funds |
|--------------------------|--|------------------------------|-----------------------------|------------|--|
| \$ -                     | \$ -                                   | \$ -                         | \$ -                        | \$ -       | \$ 407,558                                 |
| -                        | -                                      | -                            | -                           | -          | 99,137                                     |
| -                        | -                                      | -                            | -                           | -          | 31,477                                     |
| -                        | -                                      | -                            | -                           | -          | 70,859                                     |
| -                        | -                                      | -                            | -                           | 2,765      | 9,566                                      |
| -                        | -                                      | 25,925                       | 72,250                      | 98,179     | 564,210                                    |
| -                        | -                                      | 30                           | 280                         | 312        | 312  |
| -                        | -                                      | -                            | -                           | -          | 133,615                                    |
| -                        | -                                      | 25,955                       | 72,530                      | 101,256    | 1,316,734                                  |
| -                        | -                                      | -                            | -                           | -          | 5,566                                      |
| -                        | -                                      | -                            | -                           | -          | 111,041                                    |
| -                        | 7,327                                  | 31,129                       | -                           | 38,456     | 237,623                                    |
| -                        | -                                      | -                            | -                           | 31,223     | 390,887                                    |
| -                        | -                                      | -                            | 50,075                      | 33,273     | 504,091                                    |
| -                        | -                                      | -                            | -                           | -          | 17,790                                     |
| -                        | 7,327                                  | 31,129                       | 50,075                      | 102,952    | 1,266,998                                  |
| -                        | (7,327)                                | (5,174)                      | 22,455                      | (1,696)    | 49,736                                     |
| -                        | -                                      | -                            | -                           | -          | 237,444                                    |
| -                        | -                                      | -                            | -                           | -          | 237,444                                    |
| -                        | (7,327)                                | (5,174)                      | 22,455                      | (1,696)    | 287,180                                    |
| 498                      | 7,377                                  | 74,470                       | 608,602                     | 737,990    | 2,706,373                                  |
| \$ 498                   | \$ 50                                  | \$ 69,296                    | \$ 631,057                  | \$ 736,294 | \$ 2,993,553                               |





## COMPLIANCE SECTION



# Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

## 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*

### INDEPENDENT AUDITOR'S REPORT

The Honorable Judge and Members of Commissioners' Court  
Wilson County, Texas

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Wilson County, Texas, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Wilson County, Texas, basic financial statements and have issued our report thereon dated October 23, 2023.

#### ***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the Wilson County, Texas' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Wilson County, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of the Wilson County, Texas' internal control.

*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 city's financial statements will not be prevented or detected and corrected on a timely basis. *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.

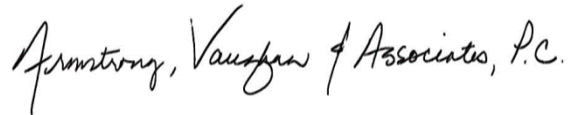
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## Compliance and Other Matters

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

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Armstrong, Vaughan & Associates, P.C.

October 23, 2023



Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT

### REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH TEXAS UNIFORM GRANT MANAGEMENT STANDARDS

County Commissioners  
Wilson County

#### **Report on Compliance for Each Major State Program**

##### ***Opinion on Each Major State Program***

We have audited Wilson County's compliance with the types of compliance requirements described in the Texas Comptroller of Public Accounts, *State of Texas Uniform Grant Management Standards*, which includes the State of Texas Single Audit Circular (UGMS) that could have a direct and material effect on each of its major state programs for the year ended September 30, 2022. Wilson County's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Wilson County 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 state programs for the year ended September 30, 2022.

##### ***Basis for Opinion on Each Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in and the audit requirements of the UGMS. Our responsibilities under those standards and the UGMS are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Wilson County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of Wilson County's compliance with the compliance requirements referred to above.

##### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Wilson County's state programs.

## ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Wilson County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the UGMS will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Wilson County's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Wilson County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Wilson County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Wilson County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control over Compliance**

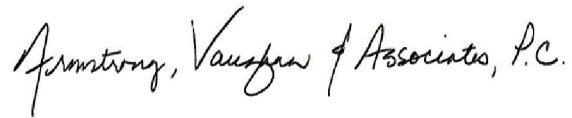
*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a state 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 state program will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of UGMS. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

October 23, 2023

WILSON COUNTY  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

| <b>State Grantor/<br/>Pass Through Grantor/<br/>Program Title</b> | <b>Grant<br/>Number</b>   | <b>State<br/>Expenditures</b> |
|---|---|-------------------------------|
| <b>State of Texas Attorney General</b>                            |   |                               |
| Statewise Automated Notification System                           | 2219723   | \$ 18,592                     |
| <b>Total State of Texas Attorney General</b>                      |   | <u>18,592</u>                 |
| <b>Texas Department of Transportation</b>                         |   |                               |
| County Transportation Infrastructure Fund                         | CTIF_02_247   | 165,903                       |
| <b>Total Texas Department of Transportation</b>                   |   | <u>165,903</u>                |
| <b>Texas Indigent Defense Commission</b>                          |   |                               |
| Indigent Defense Formula Grant                                    | 212-21-247  | 46,423                        |
| <b>Total Texas Indigent Defense Commission</b>                    |   | <u>46,423</u>                 |
| <b>Texas Commission on Environmental Quality (TCEQ)</b>           |   |                               |
|   | 582-21-2166-VW; 582-21-<br>22242-VW/582-21-24044-<br>VW; 582-21-22132-VW;<br>582-21-2239-VW/582-21- |                               |
| Texas Volkswagen Environmental Mitigation Program (TXVEMP)        | 22243-VW  | 728,734                       |
| <b>Total Texas Commission on Environmental Quality (TCEQ)</b>     |   | <u>728,734</u>                |
| <b>TOTAL EXPENDITURES OF STATE AWARDS</b>                         |   | <u>\$ 959,652</u>             |

WILSON COUNTY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

The accompanying schedule of expenditures of state awards includes the state grant activity of the County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the State of Texas Single Audit Circular (“Audit Circular”). The Audit Circular was issued under the authority of the Texas Government Code, Chapter 783, entitled Uniform Grant and Contract Management. This circular sets standards for obtaining consistency and uniformity among state agencies for the coordinated audit of local governments expending any state awards. Because the schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position of the County.

During the year ending September 30, 2022, the County did not provide any state awards to subrecipients.







Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

## INDEPENDENT ACCOUNTANT'S REPORT

To the Judge and Commissioner's Court of  
Wilson County

We have examined the Wilson County's compliance with the types of compliance requirements "activities allowed or unallowed" and "allowable cost/cost principles" (the specified requirements) as described in Part IV "Requirements for an Alternative Compliance Examination Engagement for Recipients That Would Otherwise be Required to Undergo a Single Audit or Program-Specific Audit as a Result of Receiving Coronavirus State and Local Fiscal Recovery Funds" of the 2022 OMB *Compliance Supplement* (referred to herein as "Requirements for an Alternative CSLFRF Compliance Examination Engagement") during the year ended September 30, 2022. Management of Wilson County is responsible for Wilson County's compliance with the specified requirements. Our responsibility is to express an opinion on Wilson County's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants: the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in the "Requirements for an Alternative CSLFRF Compliance Examination Engagement." Those standards and requirements require that we plan and perform the examination to obtain reasonable assurance about whether Wilson County complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Wilson County complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent of Wilson County, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

Our examination does not provide a legal determination on Wilson County's compliance with specified requirements.

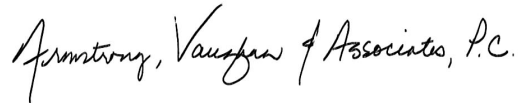
In our opinion, Wilson County complied, in all material respects, with the specified requirements referenced above during the year ending September 30, 2022.

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

In accordance with *Government Auditing Standards*, we are required to report all deficiencies that are considered to be significant deficiencies or material weaknesses in internal control; fraud, and noncompliance with provisions of laws, regulations, contracts or grant agreements that have a material effect on Wilson County's compliance with the specified requirements and any other instances that warrant the attention of those charged with governance. We are also required to obtain and report the views of responsible officials concerning the findings, conclusions, and recommendations, as well as any planned corrective actions. We performed our examination to express an opinion on Wilson County's compliance with the specified requirements and not for the purpose of expressing an opinion on the internal control over the specified requirements or on compliance and other matters; accordingly, we express no such opinions. The results of our tests disclosed no matters that are required to be reported under *Government Auditing Standards*.

### **Intended Purpose**

The purpose of this examination report is solely to express an opinion on whether Wilson County complied, in all material respects with the specified requirements referenced above during the year ended September 30, 2022. Accordingly, this report is not suitable for any other purpose.



Armstrong, Vaughan & Associates, P.C.  
October 23, 2023