The background of the cover is a photograph of the Panola County building. The building is a two-story, light-colored stone or concrete structure with a prominent entrance featuring a set of green stairs. Above the entrance, the words "PANOLA COUNTY" are inscribed in large, raised letters. To the left of the building, a tall flagpole holds the United States flag and the Texas state flag. The sky is blue with light clouds, and a large green tree is visible on the right side of the building. The overall scene is bright and clear.

COUNTY AUDITOR'S COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED
DECEMBER 31, 2014
PANOLA COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

PANOLA COUNTY, TEXAS

FOR THE YEAR ENDED DECEMBER 31, 2014

Prepared by:

**Office of the County Auditor
Panola County, Texas**

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**PANOLA COUNTY, TEXAS
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2014**

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**PANOLA COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2014**

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INTRODUCTORY SECTION

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OFFICE OF
PANOLA COUNTY AUDITOR
COURTHOUSE ANNEX • ROOM 213A
CARTHAGE, TEXAS 75633
903-693-0320

June 17, 2015

Honorable District Judge Charles Dickerson
Honorable County Judge Lee Ann Jones,
Honorable County Commissioners,
and Taxpayers and Citizens of Panola County

Conforming to statutory requirements of the duties of the County Auditor, submitted herewith is the Comprehensive Annual Financial Report for Panola County, Texas, for the fiscal year ended December 31, 2014. The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board, and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed public accountants.

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

The financial statements of Panola County have been audited by Richard P. Loughlin, CPA, a licensed certified public accountant. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the year ended December 31, 2014 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion on Panola County's financial statements for the year ended December 31, 2014, and that they are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to compliment MD&A and should be read in conjunction with it. Panola County's MD&A can be found immediately following the Independent Auditor's Report.

PROFILE OF THE GOVERNMENT

Located in East Texas, Panola County, Texas, was organized in 1846. Panola County currently occupies a land area of 801 square miles and serves a population of 23,769.

The County operates as specified under a County Judge – Commissioners’ Court type of government, consisting of one County Judge and four Commissioners. The County Judge is the presiding officer of the Commissioners’ Court, the governing body of the County, and is elected for a four-year term by the voters of the County. Each Commissioner represents one of the four Commissioner precincts into which the County is divided and is elected by the voters of his precinct for a four-year term. The Commissioners’ Court has only powers expressly granted to it by the legislature and powers necessarily implied from such grant. Among other duties, it proposes and approves the County budget, determines the County tax rates, approves contracts in the name of the County, determines whether a proposition to issue bonds should be submitted to the voters, appoints certain County officials, and makes other decisions concerning the operation of the County.

Panola County provides a full range of services, including public safety, public transportation (highways and roads), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administrative services.

Budgets and Budgetary Controls

The annual budget serves as the foundation for Panola County’s financial planning and control. The County Judge is by statute the County Budget Officer and is responsible for determining the Commissioners’ Court guidelines for the proposed County budget. After being furnished the budget guidelines by the County Judge, the County Auditor prepares an estimate of revenues and a compilation of expenditures as set out in the guidelines. The proposed budget is filed in the office of the County Clerk as public record.

A public hearing is held on the budget by the Commissioners’ Court. Department heads and any other interested citizens may appear. Before determining the final budget, the Commissioners’ Court may increase or decrease the amounts as proposed in the budget. Expenditure amounts finally budgeted may not exceed the estimated revenues and available cash. A tax rate is then set which will generate the estimated ad valorem tax revenues in the budget.

When the final budget has been adopted by the Commissioners’ Court, the County Auditor is responsible for monitoring the expenditures of the various departments to prevent expenditures from exceeding budgeted appropriations and for keeping the Commissioners’ Court advised of the condition of the various funds and accounts.

Each fund is budgeted on an annual basis, by the primary activities of salaries and benefits, supplies, other services and charges, and capital outlay. Budget to actual comparisons are provided in this report for the General Fund and all major special revenue funds.

Financial Administration

The officials having responsibility for the financial administration of the County are the County Judge and four County Commissioners (the “Commissioners’ Court”), the Tax Assessor-Collector, the County Treasurer, and the County Auditor.

The Tax Assessor-Collector is elected for a four-year term and is responsible for collecting ad valorem taxes and collecting certain State and County fees and other taxes for the County. Duties of the County Treasurer, who is also elected for a four-year term, include depositing monies received by the County into the depository selected by the Commissioners’ Court, signing and registering all of the County’s checks (except certain agency funds), preparation of payroll, maintenance and

compilation of all personnel records, preparation of quarterly and monthly state, county, and federal reports and other financial functions.

The County Auditor is appointed for a two-year term by the State District Judge having jurisdiction within the County. The County Auditor is responsible for the accounting practices and audit control functions of county finances. His responsibilities include those for accounting, auditing, accounting systems design, assisting with financial planning and operations, financial reporting, insurance, budget preparation as instructed by the Commissioners' Court, preparation of claims for approval by Commissioners' Court and various other financial related activities. The County Auditor also serves as fiscal officer for the Community Supervision Corrections Department and the Juvenile Probation Department.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Panola County operates.

Local Economy

Panola County continues to rank as one of the leading natural gas producers in East Texas. Continued lignite mining activities along with new natural gas wells contributed greatly to economic activities. Timber, poultry and cattle production also continue to contribute to the local economy. All of these activities have had a positive impact on employment and the County tax base. A great deal of credit should be given to the industrial, civic, and governmental leaders for these positive conditions.

Over the past few years, Panola County has faced the same problems as other smaller rural counties in Texas. Revenue sources have tended to be limited, while demand for services remained constant. Economic growth during the year changed somewhat due to a slight increase in natural gas prices.

The position of the County has continued to be sound over the past year. Some of the factors which enabled the County to maintain this constant level were:

1. All departments and agencies operated within budget appropriations.
2. Estimated revenue was achieved or exceeded.
3. Ad valorem taxes continued to be collected at a high percent.

Looking ahead, Panola County can expect to have some years of economic growth at the state and local level. Careful financial operation and planning will enable the County to remain financially sound. A spirit of cooperation will help to ensure that the future needs of the citizens of Panola County can be met.

Long-term Financial Planning

The Commissioners' Court continues to be very active in budgeting financial resources to rehabilitate all County maintained infrastructure over a number of years in the most economical way. Various capital outlays for road and bridge equipment have been made and are planned to ensure that the department stays updated to meet future repair needs. In addition, the Commissioners' Court continued to fund the Other Post-Employment Benefits (OPEB) Trust Fund in compliance with Government Accounting Standards Board Statement 45 (GASB 45). Compliance with this accounting standard and funding in 2014 will minimize the cost to future taxpayers.

Various costs associated with fringe benefit expenses for active and retired employees had a significant effect on the financial statements in 2014. The County continues to participate in the health insurance program provided through the Texas Association of Counties. This insurance pool allows the County to limit increases in premiums at an amount less than the national average.

The County continues to maintain adequate financial resources in the Road Bond 1971 capital projects fund to meet the County's share of cost associated with new state highway construction. The County also maintains adequate financial resources in the Airport special revenue fund and in the Permanent Improvement capital projects fund for the County's match of grant programs for airport improvements and maintenance.

Also, Panola County continues the long-term lease of the county-owned hospital to East Texas Medical Center Regional Healthcare System. This financial agreement has provided very reasonable, low-cost indigent care program that provides needed health benefits for qualified citizens. The County maintains the Health Fund at an adequate balance to provide health care to indigent County residents.

Since the adoption of a Comprehensive Fund Balance Policy in 2011, the County has been successful in maintaining or exceeding the goals as defined in the policy. The Commissioners' Court's continuing fiscal restraints has resulted in the maintenance of stable fund balances to be available for future emergencies and revenue shortfalls. As a result of the trend of unfunded mandates by both Federal and State government, it is vitally important that the Commissioners' Court remain focused on maintaining the financial stability that now exists. This continued positive action will reduce the financial burden for future taxpayers.

AWARDS AND ACKNOWLEDGEMENTS

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a "Certificate of Achievement for Excellence in Financial Reporting" to Panola County, Texas, for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2013.

The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards of preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to conform to Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of all County Departments. We would like to express our appreciation to all members of the County Departments that assisted and contributed to its preparation.

Respectfully submitted,



Sidney Burns
County Auditor



Jennifer Stacy
1st Assistant Auditor



Donna Burchett
2nd Assistant Auditor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Panola County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

**PANOLA COUNTY, TEXAS
DIRECTORY OF OFFICIALS
DECEMBER 31, 2014**

DISTRICT COURT: 123rd Judicial District

**The Honorable Charles Dickerson, District Judge
The Honorable Danny Buck Davidson, Criminal District Attorney
Terri Hudson, Court Reporter
Debra Johnson, District Clerk
Bradley Wilburn, CSCD Director
Tracy Anderson, Chief Juvenile Probation Officer**

COMMISSIONERS COURT:

**The Honorable Lee Ann Jones, County Judge
The Honorable Ronnie LaGrone, Commissioner Precinct #1
The Honorable John Gradberg, Commissioner Precinct #2
The Honorable Frank Langley, Jr., Commissioner Precinct #3
The Honorable Dale LaGrone, Commissioner Precinct #4
Vicki Heinkel, Administrative Assistant**

COUNTY COURT AT LAW:

**The Honorable Terry Bailey, Judge
Sherri Murphy, Court Reporter**

COUNTY AUDITOR:

Sidney Burns

ASSISTANT COUNTY AUDITORS:

**Jennifer Stacy
Donna Burchett**

COUNTY CLERK:

Paul Brevard

COUNTY SHERIFF:

Kevin Lake

COUNTY SURVEYOR:

Don Austin

COUNTY TAX ASSESSOR-COLLECTOR:

Debbie Crawford

COUNTY TREASURER:

Joni Reed

**PANOLA COUNTY, TEXAS
DIRECTORY OF OFFICIALS
DECEMBER 31, 2014**

COUNTY VETERAN SERVICE OFFICER:

Jim Young

JUSTICES OF THE PEACE:

**Lora Taylor, Precincts #2 and #3
David Gray, Precincts #1 and #4**

CONSTABLES:

**Bryan Murff, Precincts #1 and #4
Mitch Norton, Precincts #2 and #3**

ELECTIONS ADMINISTRATOR:

Cheyenne Lampley

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FINANCIAL SECTION

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Fax: 903.655.1324

116 S Marshall
P O Box 1716
Henderson TX 75653

INDEPENDENT AUDITOR'S REPORT

Panola County Commissioners' Court
Panola County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Panola County, Texas, ("County") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Panola County, Texas, as of December 31, 2014, and the respective changes in financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

MEMBER

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 17-26; the Schedule of Funding Progress for the Retirement Plan for Employees of Panola County on page 56; the Schedule of Funding Progress – Other Post-Employment (OPEB) Plan on page 57; the Schedule of Employer Contributions –

Other Post-Employment (OPEB) Plan on page 58; and budgetary comparison information on pages 59-63, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that comprise Panola County, Texas', basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, statistical section and schedules listed in the accompanying table of contents under supplementary financial information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the State of Texas Single Audit Circular, and is also not a required part of the basic financial statements of the County.

The combining and individual nonmajor fund financial statements, supplementary financial information and the Schedule of Expenditures of Federal and State Awards are the responsibility of management and were derived from and relate 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, supplementary financial information and the Schedule of Expenditures of Federal and State Awards are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2015, on our consideration of Panola County, Texas, internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Richard P. Loughlin
Certified Public Accountant

Henderson, Texas
June 15, 2015

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

As management of Panola County, Texas (the County), we offer readers of the Panola County, Texas financial statements this narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2014. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers of this discussion and analysis should consider the information presented here in conjunction with additional information that we have furnished in our accompanying letter of transmittal, and in the basic financial statements and notes to the financial statements (which immediately follow this discussion).

FINANCIAL HIGHLIGHTS

- The assets of Panola County, Texas exceeded its liabilities at December 31, 2014 by \$66,119,459 (net position). Of this amount, \$42,577,083, (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position increased by \$2,737,179.
- At December 31, 2014, the County's governmental funds reported combined ending fund balances of \$27,329,904, an increase of \$717,903 over the prior year. Of this amount, \$20,014 is nonspendable, \$12,896,767 is restricted, \$711,931 is committed, and \$13,701,192 is unassigned. Unassigned fund balance is available for spending at the County's discretion.
- At December 31, 2014, unassigned fund balance for the general fund was \$13,701,192, or 81.27% of total general fund expenditures.
- The County issued no new debt during the year ended December 31, 2014.

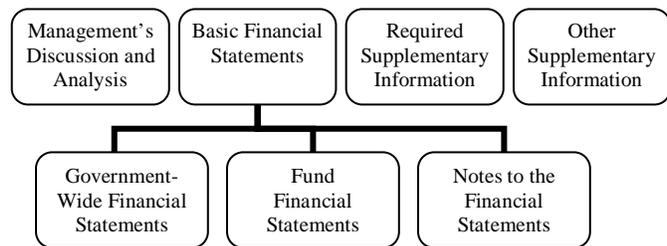
OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Panola County, Texas', basic financial statements. The County's Comprehensive Annual Financial Report has been prepared in compliance with the financial reporting requirements of GASB Statement No. 34, Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments, as well as GASB Statement No. 37, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus, and GASB Statement No. 38, Certain Financial Statement Note Disclosures.

The financial section of the annual report presented herein includes four sections, consisting of the following:

- 1) Management's Discussion and Analysis
- 2) Basic Financial Statements
- 3) Required Supplementary Information
- 4) Other Supplementary Information

Components of the Financial Section



The basic financial statements are presented in two different formats. The government-wide statements are required under GASB Statement No. 34 reporting requirements. The government-wide statements report information about the County as a whole using the accrual basis of accounting and the economic resources measurement focus. The fund financial statements provide more detailed information about the County's most significant funds. Fund financial statements use the modified accrual basis of accounting and the current financial resources measurement focus.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

Government-Wide Financial Statements

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

The statement of net position presents information on all of the County's assets, liabilities, and deferred inflows/outflows of resources with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Panola County is improving or deteriorating, respectively.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. Because the statement of activities separates program revenue (revenue generated by specific programs through charges for services, fees, licenses, grants received, and other contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program), it shows to what extent each program relies on general revenues for funding.

All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Panola County has no separately identified discretely-presented component units included in the government-wide financial statements.

The government-wide financial statements can be found on pages 29 - 30 of this report.

Fund Financial Statements

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

Governmental Funds

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

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

The County maintains 38 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Road and Bridge special revenue fund, which are considered to be major funds. Data from the other 36 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

The County adopts an annual appropriated budget for 38 of its governmental funds. The Required Supplementary Information contains budget comparisons for the General Fund and the Road and Bridge special revenue fund. A budgetary comparison statement has been provided to demonstrate compliance with the budget, as both originally adopted and as finally amended.

The basic governmental fund financial statements can be found on pages 31 - 34 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County's fiduciary funds consist of agency funds and the Retiree Health Benefits Trust Fund (RHBT). Agency funds are used as clearing accounts for assets held by the County in its role as custodian until the funds are allocated to the parties, organizations, or other government agencies to which they belong. The RHBT Fund was created in November 2007 for the purpose of funding for the County's obligation under GASB 45 regarding other post-employment benefits (OPEB) for eligible retired employees. Contributions by the County during 2014 totaled \$3,733,794. The RHBT will be used to provide for the future payment of health care insurance premiums for eligible retired employees.

The basic fiduciary fund financial statement can be found on pages 35 - 36 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37 - 51 of this report.

Other Information

In addition to the Basic Financial Statements and accompanying Notes, this report also presents Combining and Individual Fund Financial Statements and Schedules. These statements and schedules provide greater detail in connection with Governmental Funds, Fiduciary Funds, and Capital Assets Used in the Operation of Governmental Funds. The Combining and Individual Fund Financial Statements and Schedules may be found on pages 87-166 of this report.

Single Audit

The County expended in excess of \$500,000 in state financial assistance during the year ended December 31, 2014. As a result, a single audit in accordance with the State of Texas *Single Audit Circular* was required. The Overall Compliance and Internal Controls section of this report begins on page 205.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Net position of the County as of December 31, 2014 and December 31, 2013 are summarized and analyzed on the following page.

Assets exceeded liabilities and deferred inflows of resources by \$66,119,459 as of December 31, 2014, and by \$63,382,280 as of December 31, 2013, an increase of \$2,737,179. As of December 31, 2014, the County's total assets were \$88,290,650. Capital assets, which include land, buildings and improvements, machinery, equipment, furniture, and infrastructure less any related debt used to acquire those assets that is still outstanding, represent 35.61% of total net position.

An amount of \$42,577,083 of the County's net position is unrestricted net position. This amount may be used to meet the County's ongoing obligations.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

Panola County, Texas
Net Position of Governmental Activities
(Table 1)

	<u>2014</u>	<u>2013</u>
Current and Other Assets	\$ 64,748,274	\$ 60,597,835
Capital Assets	23,542,376	24,340,108
Total Assets	<u>88,290,650</u>	<u>84,937,943</u>
Long-Term Liabilities Outstanding	206,054	193,201
Other Liabilities	1,097,004	511,339
Total Liabilities	<u>1,303,058</u>	<u>704,540</u>
Total Deferred Inflows of Resources	<u>20,868,133</u>	<u>20,851,123</u>
Net Position:		
Net Position, Investment in Capital Assets	23,542,376	24,340,108
Unrestricted	42,577,083	39,042,172
Total Net Position	<u>\$ 66,119,459</u>	<u>\$ 63,382,280</u>

Governmental activities increased the County's net position by \$2,737,179 in 2014. Total revenues for Panola County were \$26,478,926 and \$24,230,018 in 2014 and 2013, respectively. Total expenses were \$23,741,747 and \$22,755,269 in 2014 and 2013, respectively. Key elements of these changes are summarized below:

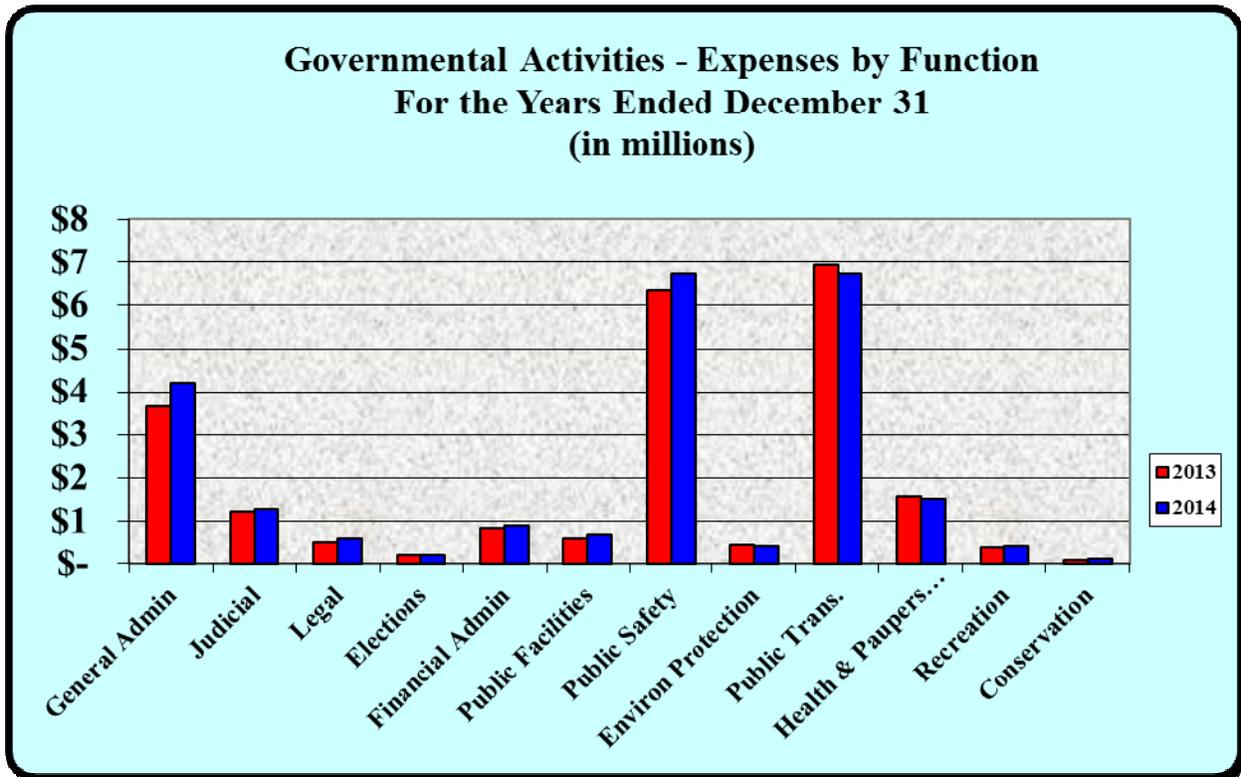
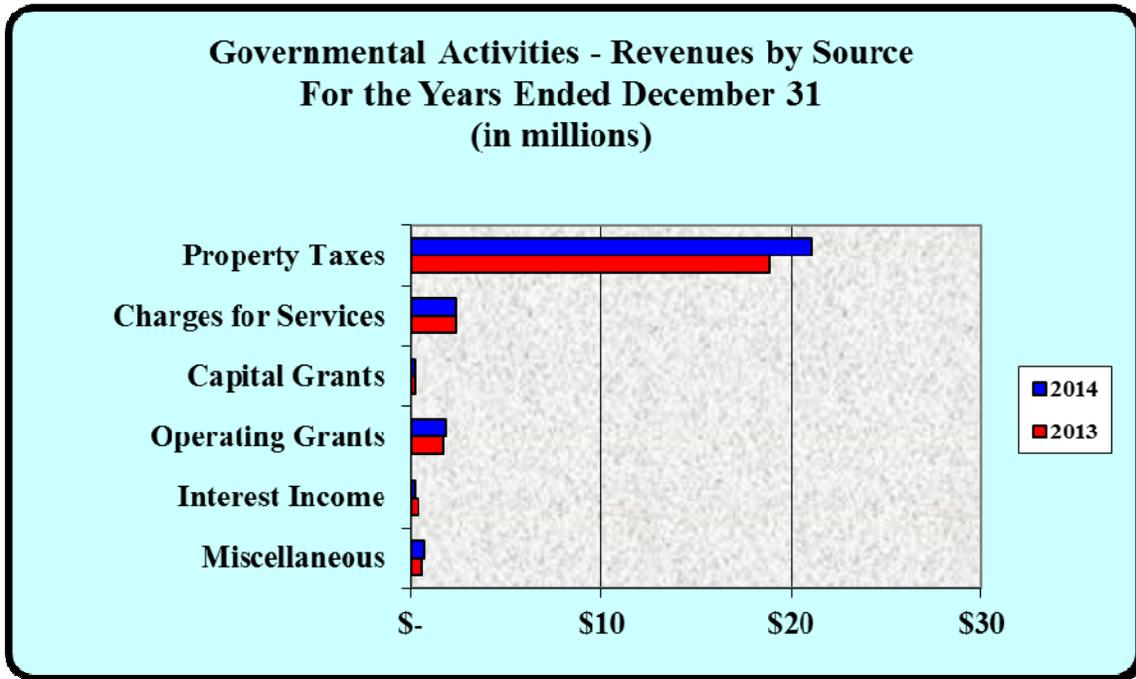
- Program revenues include charges for services, fines and forfeitures, as well as both operating and capital grants and contributions. Program revenues from governmental activities remained relatively constant, decreasing \$132,045, or 3.04%. Charges for services decreased by 1.08% from 2013. Operating grants and contributions increased by \$124,571. The principal reason for the increase was the receipt of a larger payment from the County owned hospital in the current year. Capital grants and contributions increased \$33,727.
- General revenues consist of taxes and interest not allocable to specific programs, as well as miscellaneous transactions that are not attributable to a specific program. The largest of these revenues, taxes, increased by \$2,164,032, or 11.45%, due to an increase in tax rate. Other revenues decreased by \$80,443 principally due to decreased interest revenue.
- Public safety, public transportation, and general administration are the three largest programs, in terms of expenses. These three activities accounted for 74.25% of total expenses.
- Public safety expenses slightly increased from 2013, increasing approximately 5.87%
- General administration expenses increased \$565,447, due to the County making an additional payment to fund future retirement expenses.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

Panola County, Texas
Changes in Net Position of Governmental Activities
(Table 2)

	<u>2014</u>	<u>2013</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 2,400,425	\$ 2,426,678
Operating Grants and Contributions	1,843,865	1,719,294
Capital Grants and Contributions	231,390	197,663
General Revenues:		
Property Taxes	21,072,209	18,908,177
Other	971,222	978,206
Total Revenues	<u>26,519,111</u>	<u>24,230,018</u>
Expenses:		
General administration	\$ 4,219,943	\$ 3,654,495
Judicial	1,288,251	1,226,565
Legal	589,841	507,415
Elections	206,776	189,931
Financial administration	913,259	852,036
Public facilities	695,814	582,996
Public safety	6,724,721	6,351,980
Environmental protection	397,717	426,905
Public transportation	6,713,665	6,918,240
Health & paupers care	1,519,237	1,568,289
Recreation	409,735	381,777
Conservation	102,973	94,640
	<u>23,781,932</u>	<u>22,755,269</u>
Increase in Net Position	2,737,179	1,474,749
Net Position - Beginning	63,382,280	61,907,531
Net Position - Ending	<u>\$ 66,119,459</u>	<u>\$ 63,382,280</u>

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014



FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, Panola County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Following is an analysis of the County's governmental funds.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

Governmental Funds

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

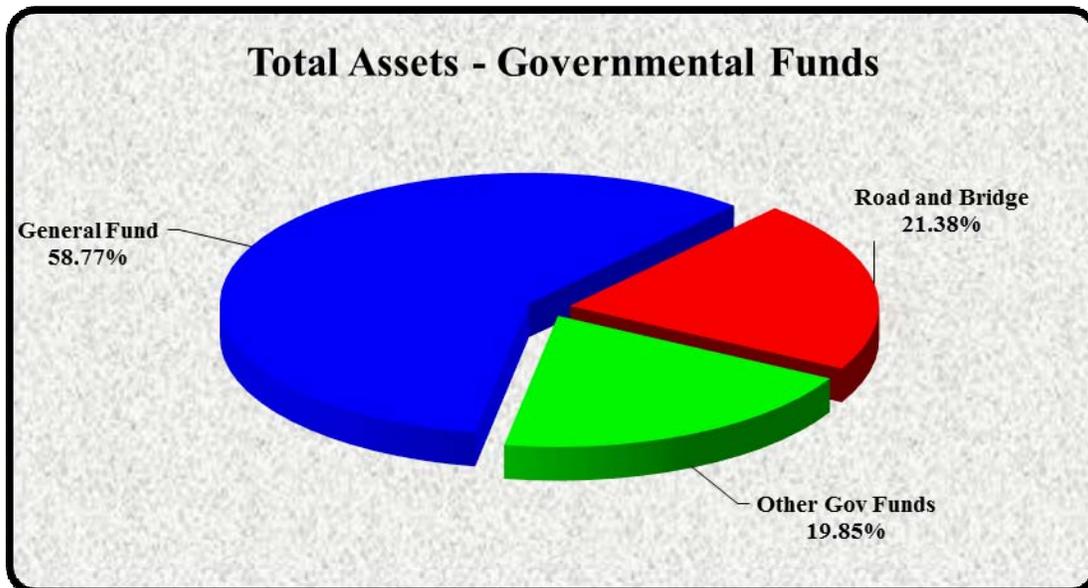
As of December 31, 2014, the County's governmental funds reported combined ending fund balances of \$27,329,904, an increase of \$717,903 over the prior year. Approximately 50.13% of this amount, \$13,701,192 constitutes unassigned fund balance, which is available for spending at the County's discretion.

The General Fund is the chief operating fund of the County. At December 31, 2014, 100% of the General Fund's total fund balance, or \$13,701,192, is unassigned. Total fund balance for the General Fund decreased by \$685,227, or 4.76% from the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance, which equals total fund balance, represents 81.27% of total General Fund expenditures.

While General Fund revenues exceeded budgeted amounts by approximately \$2,000,000 and prior year revenue by roughly \$1,550,000, general administration expenditures also increased \$2,970,531 over the prior year's expenditures, resulting in an overall decrease in fund balance. The increase in expenditures is primarily due to the retiree medical insurance trust account increasing by \$2,344,819 and the optional retirement account increasing by \$513,979. In all other expenditure categories, the County remained relatively constant from the prior year.

Fund balance in the Road and Bridge Fund increased by \$973,853. The increase to the Road and Bridge Fund balance was \$507,277 higher than the increase in the previous year. In addition to a general savings in all categories, overall expenditures were \$40,556 less than in the prior year.

As shown below, as of December 31, 2014 total assets in the General Fund amounted to \$29,305,701, accounting for 58.77% of total governmental fund assets. The Road and Bridge special revenue fund, the County's other major fund's total asset amount is \$10,663,218. Together, these major funds account for 80.15%, of total governmental fund assets.



PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget amounted to a net increase in appropriations of \$105,947. Significant among the amendments were:

- **General Administration** – Budgetary transfers from the \$400,000 contingency line item to various other line items eliminated the need to increase overall appropriations and resulted in an overall decrease of \$359,099.
- **Public Facilities** – Increased appropriations of \$235,539 as a result of increases in professional services and repairs and renovations for building maintenance.
- **Environmental Protection** – Increased appropriations of \$25,000 as a result of an increase in trash disposal fees.
- **Sheriff** – Increased appropriations for additional capital outlay of \$143,601.

General Fund revenues exceeded the final budget by \$2,003,302. The majority of this increase was attributable to property taxes exceeding the final budget by \$1,699,519. Also, interest and miscellaneous revenues exceeded anticipated amounts by \$205,331. Fees of office exceeded the final budget by \$37,068, principally due to additional fees collected by the County Clerk and the Tax Assessor-Collector.

General Fund expenditures were \$886,015 less than final budgeted expenditures. Major contributors to lower than budgeted expenditures are as follows:

- Expenditures for general administration activities were \$234,124 less than final budgeted expenditures. In addition to general savings in most budgeted categories, there were significant savings in the County Clerk's office, appraisal district expenditures, and computer services expenditures.
- Expenditures for public safety activities were \$295,838 less than final budgeted expenditures due to less than expected expenditures in the Sheriff's Office and Corrections.
- Expenditures for legal activities decreased \$32,668 as a result of less expenditures needed for prosecution and defending the County against litigation.
- Expenditures for health and paupers care activities were \$129,671 less than final budgeted expenditures, due to less than expected attorney's fees and indigent care costs.
- Expenditures for public facility expenditures were \$36,121 less than final budgeted expenditures due to less than expected expenditures for building maintenance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental activities as of December 31, 2014, amounts to \$23,542,376 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, furniture, and infrastructure. The net decrease in the County's investment in capital assets, after depreciation expense of \$1,828,505, for the current year was \$797,732.

This year's additions totaled \$1,070,959 for machinery and equipment, which included additional rolling stock for the Sheriff's Department and heavy equipment purchases for the Road and Bridge Department.

Capital assets as of December 31, 2014 and 2013 are summarized on the following page.

Additional information on the County's capital assets can be found in Note 3, D on pages 44-45 of this report.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

Capital Assets
As of December 31

	<u>2014</u>	<u>2013</u>
Land	\$ 1,289,889	\$ 1,289,889
Buildings	20,932,815	20,932,815
Improvements other than buildings	259,303	259,303
Machinery and equipment	11,001,733	10,488,960
Infrastructure	<u>10,371,442</u>	<u>10,371,442</u>
Total Capital Assets	43,855,182	43,342,409
Less: Accumulated Depreciation	<u>(20,312,806)</u>	<u>(19,002,301)</u>
Total Capital Assets	<u>\$ 23,542,376</u>	<u>\$ 24,340,108</u>

Long-Term Debt

As of December 31, 2014, the County has no outstanding bonded debt. The only debt outstanding is in the form of accrued compensated absences.

Additional information on the County's long-term debt can be found in Note 3, I on page 50 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The following factors were considered in preparing the County's budget for 2015.

- The percentage increase in total property assessed value for FY 2014 was 13.19%. FY2013 had a decrease in assessed value of 3.71%.
- Property tax receipts for FY 2014 were \$21.05 million, an increase of 11.82% from receipts of \$18.8 million for FY 2013.
- The County has consistently maintained an ad valorem tax collection rate over 97% for the last few years.
- The percentage increase in medical insurance premiums for employees was 5.9% for FY 2014 (FY 2013 increase was 1.9%).
- Fluctuating energy costs have affected the price of fuel and road surfacing materials.
- Property and liability insurance costs increased 7.1% for FY 2014 compared to an increase of 1.47% for FY 2013.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2014

Original budgeted revenues for FY 2015 are \$23.4 million, an increase of 6.73% over original budgeted revenues of \$21.9 million for FY 2014. Property taxes account for the bulk of the revenues, as approximately 92.16% of the total budgeted revenues for the General Fund are related to property taxes.

The tax rate for the new fiscal year was set at \$0.4694/\$100. The continued natural gas production value allows the County to maintain a relatively low tax rate for the maintenance and operations budget.

Several other factors are expected to have an impact on the budgetary process in the next few years:

- Increased taxable value due to the higher price of natural gas will have an impact on the budget for the next year.
- Continued pressure from rising health insurance costs, demand for services, increased fuel costs and road maintenance costs will cause the County to adjust the tax rate in years to come. The natural gas production should minimize these increases.
- In spite of the demand for County services, the County enjoys a healthy tax base relying primarily on the natural gas field for a substantial amount of tax revenues. The County conservatively manages its resources and is in a sound financial position to meet the needs of citizens for years to come.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Panola County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Panola County Auditor's Office, Courthouse Annex Room 213A, Carthage, Texas 75633.

BASIC FINANCIAL STATEMENTS

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**PANOLA COUNTY, TEXAS
STATEMENT OF NET POSITION
DECEMBER 31, 2014**

	<u>Governmental Activities</u>
ASSETS:	
Cash and Cash Equivalents	\$ 5,092,091
Investments	38,800,000
Receivables (net of allowance for uncollectible taxes):	
Property Taxes	4,449,023
Due from Other Governments	991,905
Miscellaneous	507,203
Inventory	20,014
Capital Assets (not being depreciated):	
Land	1,289,889
Capital Assets (net of accumulated depreciation):	
Buildings	15,838,910
Improvements other than buildings	202,174
Machinery and equipment	4,668,509
Infrastructure	1,542,895
Negative net OPEB obligation asset	14,880,437
Other Assets	7,600
Total Assets	<u><u>88,290,650</u></u>
 LIABILITIES:	
Accounts Payable-Trade	1,097,004
Noncurrent liabilities:	
Due Within One Year	22,665
Due In More Than One Year	183,389
Total Liabilities	<u>1,303,058</u>
 DEFERRED INFLOWS OF RESOURCES:	
Unearned Revenues	20,868,133
Total Deferred Inflows of Resources	<u>20,868,133</u>
 NET POSITION:	
Net Position, Investment in Capital Assets	23,542,376
Unrestricted	42,577,083
Total Net Position	<u><u>\$ 66,119,459</u></u>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Primary Government:					
Government Activities:					
General administration	\$ 4,219,943	\$ 378,308	\$ -	\$ -	\$ (3,841,635)
Judicial	1,288,251	396,268	84,102	-	(807,881)
Legal	589,841	29,702	33,500	37,913	(488,726)
Elections	206,776	7,050	362	-	(199,364)
Financial administration	913,259	854,313	-	-	(58,946)
Public facilities	695,814	-	-	149,126	(546,688)
Public safety	6,724,721	431,121	684,681	44,351	(5,564,568)
Environmental protection	397,717	-	-	-	(397,717)
Public transportation	6,713,665	139,891	29,676	-	(6,544,098)
Health & paupers care	1,519,237	965	1,011,544	-	(506,728)
Recreation	409,735	162,407	-	-	(247,328)
Conservation	102,973	400	-	-	(102,573)
Total primary government	\$ 23,781,932	\$ 2,400,425	\$ 1,843,865	\$ 231,390	\$ (19,306,252)

General Revenues:	
Property Taxes	\$ 21,072,209
Interest Income	232,059
Miscellaneous	739,163
Total general revenues and transfers	22,043,431
Change in net assets	2,737,179
Net position, Beginning of Year	63,382,280
Net position, End of Year	\$ 66,119,459

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2014**

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Cash Equivalents	\$ 1,219,213	\$ 1,386,399	\$ 2,486,479	\$ 5,092,091
Investments	24,106,219	7,871,473	6,822,308	38,800,000
Receivables (net of allowance for uncollectibles)				
Current Taxes	2,765,065	999,335	111,828	3,876,228
Delinquent Taxes	407,706	147,351	17,738	572,795
Due from Other Governments	710,710	253,089	28,106	991,905
Miscellaneous	89,188	5,571	412,444	507,203
Inventory	-	-	20,014	20,014
Other Assets	7,600	-	-	7,600
Total Assets	<u><u>29,305,701</u></u>	<u><u>10,663,218</u></u>	<u><u>9,898,917</u></u>	<u><u>49,867,836</u></u>
LIABILITIES				
Accounts Payable-Trade	285,809	32,420	778,775	1,097,004
Total Liabilities	<u><u>285,809</u></u>	<u><u>32,420</u></u>	<u><u>778,775</u></u>	<u><u>1,097,004</u></u>
DEFERRED INFLOWS OF RESOURCES:				
Unearned Revenue	12,145,929	4,356,562	489,414	16,991,905
Unearned Deferred Revenue	3,172,771	1,146,686	129,566	4,449,023
Total Deferred Inflows of Resources	<u><u>15,318,700</u></u>	<u><u>5,503,248</u></u>	<u><u>618,980</u></u>	<u><u>21,440,928</u></u>
FUND BALANCES				
Nonspendable	-	-	20,014	20,014
Restricted	-	5,127,550	7,769,217	12,896,767
Committed	-	-	711,931	711,931
Unassigned	13,701,192	-	-	13,701,192
Total Fund Balances	<u><u>13,701,192</u></u>	<u><u>5,127,550</u></u>	<u><u>8,501,162</u></u>	<u><u>27,329,904</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 29,305,701</u></u>	<u><u>\$ 10,663,218</u></u>	<u><u>\$ 9,898,917</u></u>	<u><u>\$ 49,867,836</u></u>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS
RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2014**

Total Fund Balances - Governmental Funds	\$ 27,329,904
 Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	23,542,376
Negative net OPEB obligation assets created by contributions made by the County to its OPEB plan to retire part of its unfunded obligations are not recognized in the funds.	14,880,437
Net Delinquent Property Taxes Receivable is a "long-term asset" and not available to pay for current period expenditures and therefore is deferred in the funds.	572,796
Long-term liabilities (Compensated Absences) are not due and payable in the current period and therefore are not reported in the funds.	<u>(206,054)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 66,119,459</u></u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property Taxes	\$ 14,785,973	\$ 5,628,465	\$ 639,554	\$ 21,053,992
Licenses	-	377,382	-	377,382
Intergovernmental Receipts	420,205	87,808	876,694	1,384,707
Fees of Office	735,960	-	630,578	1,366,538
Fines	-	275,040	-	275,040
Miscellaneous	429,550	366,632	1,247,054	2,043,236
TOTAL REVENUES	16,371,688	6,735,327	3,393,880	26,500,895
EXPENDITURES				
Current				
General Administration	6,887,753	-	83,020	6,970,773
Judicial	1,244,293	-	-	1,244,293
Legal	524,160	-	65,681	589,841
Elections	158,049	-	-	158,049
Financial Administration	913,259	-	-	913,259
Public Facilities	544,618	-	149,126	693,744
Public Safety	4,891,240	-	1,351,612	6,242,852
Environmental Protection	391,443	-	-	391,443
Public Transportation	-	3,795,531	503,223	4,298,754
Health and Paupers Care	472,063	-	979,538	1,451,601
Recreation	372,336	-	-	372,336
Conservation	102,973	-	-	102,973
Capital Outlay	356,728	1,965,943	30,403	2,353,074
TOTAL EXPENDITURES	16,858,915	5,761,474	3,162,603	25,782,992
Excess (Deficiency) of Revenues Over (Under) Expenditures	(487,227)	973,853	231,277	717,903
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	198,000	198,000
Transfers Out	(198,000)	-	-	(198,000)
Total Other Financing Sources (Uses)	(198,000)	-	198,000	-
Net Change in Fund Balances	(685,227)	973,853	429,277	717,903
FUND BALANCE-BEGINNING	14,386,419	4,153,697	8,071,885	26,612,001
FUND BALANCE-ENDING	\$ 13,701,192	\$ 5,127,550	\$ 8,501,162	\$ 27,329,904

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Net Change in Fund Balances - Governmental Funds	\$ 717,903
 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 these assets is allocated over their estimated useful lives and reported as depreciation expense. (See Note 2)	(797,732)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (Increase in Net OPEB position)	2,811,644
Delinquent property tax collections provide current financial resources to the funds but has no effect on net position.	(641,628)
Delinquent property taxes receivable, which do not provide current financial resources, are not reported as revenue in the funds.	659,844
The increase in accrued compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>(12,852)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 2,737,179</u></u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2014

	Panola County Retiree Health Benefits Trust Fund	Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 378,255	\$ 6,701,347
Investments (Certificates of Deposit)	19,600,000	271,422
Interest receivable	37,447	-
Total Assets	<u>20,015,702</u>	<u>6,972,769</u>
 LIABILITIES		
Current Liabilities:		
Accounts Payable-Trade	3,509	-
Due to Other Governments	-	5,251,565
Court Ordered Deposits	-	373,169
Court Ordered Trust Funds	-	1,340,536
Other Payables	-	7,499
Total Liabilities	<u>3,509</u>	<u>\$ 6,972,769</u>
 NET POSITION		
Held in trust for OPEB benefits	<u>20,012,193</u>	
Total Net Position	<u>\$ 20,012,193</u>	

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Panola County Retiree Health Benefits Trust Fund
ADDITIONS	
Contributions:	
Reimbursements- Medicare and insurance	\$ 96,342
Employer Contributions	3,733,793
Total Employer Contributions	3,830,135
Total Contributions	3,830,135
Investment Income:	
Interest earnings	116,174
Total Investment Income	116,174
TOTAL ADDITIONS	3,946,309
DEDUCTIONS	
Benefit Payments	787,062
TOTAL DEDUCTIONS	787,062
CHANGE IN NET POSITION	3,159,247
NET POSITION - BEGINNING OF YEAR	16,852,946
NET POSITION - END OF YEAR	\$ 20,012,193

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Panola County, Texas 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 government's accounting policies are described below.

A. Reporting Entity

Panola County, Texas (the County) was organized in 1846. The County operates under a County Judge – Commissioners' Court type of government and provides the following services: public safety, public transportation (highways and roads), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administration. The accompanying basic financial statements present the County's primary government and component units over which the County exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the County. There are no component units included within the reporting entity.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report consolidated information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of the government-wide consolidation. Governmental activities are primarily supported by taxes, intergovernmental, and fees of office revenues.

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

Separate 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 and Road and Bridge special revenue fund meet the criteria and are reported as major governmental funds. Non-major funds include other special revenue, capital projects, and the debt service funds. The combined amounts for these funds are reflected in a single column in the fund financial statements. Detailed statements for non-major funds are presented within the combining and individual fund statements and schedules.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. However, the Agency funds are custodial in nature and thus have no measurement focus. 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt services

PANOLA COUNTY, TEXAS
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expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payments are due.

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

The government reports the following major governmental funds:

General Fund – 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.

Road and Bridge Special Revenue Fund – The Road and Bridge special revenue fund is used to account for monies designated for use in road and bridge work of the County. Primary sources of revenues include ad valorem taxes, automobile registration fees, County and District fees, and State allotments of road funds. Revenues are used for public transportation maintenance and construction purposes.

Additionally, the government reports the following fund types:

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital projects funds – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Retiree Health Benefit Trust Fund – The Panola County, Texas Retiree Health Benefit Trust fund is used to account for the single employer defined benefit healthcare plan administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

Agency funds – Agency funds are used to account for situations in which the County acts in a custodial capacity for individuals, firms, and State and local governments. Funds on hand in the County's agency funds may be funds held for legal reason, tax collections for other governmental entities, or fees collected on behalf of the State or other governmental entities. As a result, all assets reported in an agency fund are offset by a liability to the party on whose behalf the assets are held.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit with an original maturity of less than 90 days.

Panola County is legally authorized to invest in certificates of deposit, obligations of the United States or its agencies, direct obligations of the State of Texas or its agencies, and other obligations, the principal and interest of which are guaranteed by the State of Texas or the United States. The County may also invest in the obligations of states and the political subdivisions of any state having received a rating of not less than "A" by a nationally recognized investment rating firm, fully collateralized direct repurchase agreements secured by obligations of the United States or its agencies, and highly rated domestic "commercial paper"

PANOLA COUNTY, TEXAS
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with a maturity of 90 days or less (as authorized by Public Funds Investment Act of 1987). The County reporting entity considers highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments for the County are reported at fair value. All investment income is recognized as revenue in the appropriate fund's statement of activity and/or statement of revenues, expenditures and changes in fund balance.

2. Receivables and Payables

Property Taxes Receivable are shown net of an allowance for uncollectible taxes. The allowance is equal to seven (7) percent of current property taxes receivable plus twenty (20) percent of delinquent taxes receivable at December 31, 2014.

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

Reimbursements for services performed are recorded as receivables and revenues when they become eligible for accrual in the government-wide statements. Included are fines and costs assessed by court action and billable services. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of inter-fund loans) or "transfers to/from other funds" (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as "due to/from other funds." Inter-fund activity reflected in "due to/from other funds" is eliminated on the government-wide financial statements.

3. Inventories

Inventories of supplies on hand have not been recorded; such supplies are of an expendable nature and are expensed when purchased. As these amounts do not seem to fluctuate a great deal from year to year, the exclusion of inventories does not materially affect either the financial position or results of operations of these funds.

The inventory amount of \$20,014 in the Airport Special Revenue Fund consists of jet fuel held for consumption stated at cost on a first-in, first-out basis. Reported inventories are offset by nonspendable fund balance, which indicates that they are "not in spendable form" even though they are a component of net current assets.

4. Capital Assets

Capital assets, which include land, buildings and improvements, machinery and equipment, and infrastructure are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of greater than 1 year. Infrastructure assets include County-owned roads and bridges. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

**PANOLA COUNTY, TEXAS
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Capital assets and infrastructure are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	50
Computers and peripheral equipment	5
Machinery and equipment	10 to 50
Vehicles	5 to 10
Facilities and improvements	40
Furniture	10
Infrastructure – Roads	20
Infrastructure – Bridges	25 to 35

5. Deferred Outflows/Inflows of Resources

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 no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has one item that qualifies for reporting in this category. Unearned Revenue is reported both in the government-wide Statement of Net Position and the governmental fund Balance Sheet. Any current taxes levied and collected between October 1 and December 31 are not available for use until January 1, the beginning of the next fiscal year. Therefore, all collections of current taxes during this period and all current taxes receivable as of December 31 are recorded as Unearned Revenue, respectively. These liabilities are reflected both in the Government-wide financial statements and the Fund Financial Statements, since the tax revenue has not been earned as of December 31, 2013.

6. Net Position Flow Assumption

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

7. Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses in the year 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.

As of December 31, 2014, long-term debt outstanding consists of compensatory time payable.

**PANOLA COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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8. Fund Balances – Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance - represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaids) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance - represents amounts that can only be used for a specific purpose because of a majority vote (adoption of an order) by the Commissioners' Court. Committed amounts cannot be used for any other purpose unless the Commissioners' Court removes those constraints by a majority vote. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of an order prior to the end of the fiscal year, commit fund balance.

Assigned Fund Balance - represents amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Commissioners' Court or by an official or body to which the Commissioners' Court delegates the authority. The Court, by order, has authorized the County Judge to assign fund balance. Specific amounts that are not restricted or committed in a special revenue, capital projects, or debt service fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the fund itself.

Unassigned Fund Balance - represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

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

E. Revenues and Expenditures/Expenses

1. Program Revenues

Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

2. Property Taxes

Property taxes are recognized as revenues in the period for which the taxes are levied, regardless of the lien date. Property taxes for the County are levied based on taxable value on the lien date of January 1 prior to December 31 of the same year. They become due January 1 of the following year and delinquent after June 30 of the following year. Accordingly, receivables and revenues for prior-year levies delinquent at year-end are reflected on the government-wide statement based on the full accrual method of accounting and under the modified accrual method in the fund statements.

**PANOLA COUNTY, TEXAS
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3. Compensated Absences

It is the County’s policy to permit employees to accumulate earned but unused vacation benefits. Vacation benefits are accrued by County employees in accordance with guidelines suggested in the County’s personnel policy. Since various departments are supervised by elected and appointed officials, departmental policies established within the guidelines vary by department.

Employees may accumulate a maximum of fifteen days of vacation leave and are not paid for any unused leave upon termination of employment. Consequently, no provision is made for accrued vacation in the financial statements.

Sick pay policies are uniform throughout the departments. Unused sick leave is non-vesting and terminates upon cessation of employment. Accordingly, no provision is made for accrued sick leave at year end.

Compensatory time is accrued by employees in lieu of paid overtime. Any compensatory time is accumulated and carried forward from year to year. Employees are paid for any accrued compensatory time upon termination. Consequently, a liability has been recorded in the government wide financial statements.

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$797,732 difference are as follows:

Capital Outlay	\$ 1,070,959
Depreciation Expense	(1,828,506)
Capital Asset Retirements	<u>(40,185)</u>
Net Adjustment to Decrease Net Changes in Fund Balance-	
Total Governmental Funds to Arrive at Changes in Net Assets-	
Governmental Activities	<u><u>\$ (797,732)</u></u>

NOTE 3 – DETAILED NOTES ON ALL FUNDS

A. Authorized Investments

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

B. Deposits and Investments

During the 2014 fiscal year, all deposits and investments were comprised of bank demand deposits and bank time deposits. The County’s demand deposits and time deposits are fully covered by federal depository insurance and collateral held by the County’s agent, First State Bank & Trust Co., in the name of the County.

PANOLA COUNTY, TEXAS
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Policies Governing Deposits and Investments

In compliance with the Public Funds Investment Act, the County has adopted a deposit and investment policy. Specific policies applicable to deposits and investments of the County and the risks of such are described below.

Interest rate risk. This is the risk that changes in interest rates will adversely affect the fair value of an investment. The County does not have a specific policy regarding interest rate risk, as it does not contemplate the investment of funds in such instruments. During the year, the County was not exposed to interest rate risk.

Credit risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At December 31, 2014, and throughout the year, the County's only investments were certificates of deposit and was not exposed to credit risk.

Concentration of credit risk. This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. As discussed above, the County's only investments were certificates of deposit and consequently was not exposed to concentration of credit risk.

Custodial credit risk. Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the County's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the County's name, and are held by either the counterparty or the counterparty's trust department or agent but not in the County's name.

The County was not exposed to custodial credit risk.

Foreign currency risk. This is the risk that exchange rates will adversely affect the fair value of an investment. The County does not engage in foreign currency transactions. The County was not exposed to foreign currency risk.

C. Receivables

Receivables at December 31, 2014 for the County's individual major funds and nonmajor governmental funds in the aggregate, including the applicable allowances for uncollectibles, are as follows:

	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Current Property Taxes	\$ 2,973,188	\$ 1,074,554	\$ 120,246	\$ 4,167,988
Delinquent Property Taxes	509,633	184,189	22,172	715,994
Due from Other Governments	710,710	253,089	28,106	991,905
Miscellaneous	89,188	5,571	412,444	507,203
	<hr/>	<hr/>	<hr/>	<hr/>
Total Gross Receivables	\$ 4,282,719	\$ 1,517,403	\$ 582,968	\$ 6,383,090
Less: Allowance for Uncollectible Tax	(310,050)	(112,057)	(12,852)	(434,959)
	<hr/>	<hr/>	<hr/>	<hr/>
Net Total Receivables	<u>\$ 3,972,669</u>	<u>\$ 1,405,346</u>	<u>\$ 570,116</u>	<u>\$ 5,948,131</u>

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer

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revenue recognition in connection with resources that have been received, but not yet earned. At the end of the year, the various components of unearned revenue reported in the government-wide statements was as follows:

	<u>General</u> <u>Fund</u>	<u>Road &</u> <u>Bridge</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u>
Net Current Property Taxes Receivable	\$ 2,765,065	\$ 999,335	\$ 111,828	\$ 3,876,228
Advanced Tax Collections	<u>12,145,929</u>	<u>4,356,562</u>	<u>489,414</u>	<u>16,991,905</u>
Total Deferred Revenue	<u>\$ 14,910,994</u>	<u>\$ 5,355,897</u>	<u>\$ 601,242</u>	<u>\$ 20,868,133</u>

D. Capital Assets

Capital asset activity for the year ended December 31, 2014 was as follows:

	Balance January 1, <u>2014</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2014</u>
Capital Assets Not Being Depreciated:				
Land	\$ 1,289,889	\$ -	\$ -	\$ 1,289,889
Total Capital Assets Not Being Depreciated	<u>\$ 1,289,889</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,289,889</u>
Capital Assets Being Depreciated:				
Buildings	\$ 20,932,815	\$ -	\$ -	\$ 20,932,815
Improvements other than Buildings	259,303	-	-	259,303
Machinery & Equipment	10,488,959	1,070,959	558,185	11,001,733
Infrastructure	<u>10,371,442</u>	<u>-</u>	<u>-</u>	<u>10,371,442</u>
Total Capital Assets Being Depreciated	<u>\$ 42,052,519</u>	<u>\$ 1,070,959</u>	<u>\$ 558,185</u>	<u>\$ 42,565,293</u>
Less Accumulated Depreciation for:				
Buildings	\$ 4,686,468	\$ 407,437	\$ -	\$ 5,093,905
Improvements other than Buildings	52,897	4,232	-	57,129
Machinery & Equipment	5,802,798	1,048,427	518,000	6,333,225
Infrastructure	<u>8,460,138</u>	<u>368,410</u>	<u>-</u>	<u>8,828,548</u>
Total Accumulated Depreciation	<u>\$ 19,002,301</u>	<u>\$ 1,828,506</u>	<u>\$ 518,000</u>	<u>\$ 20,312,807</u>
Total Capital Assets Being Depreciated, Net	<u>\$ 23,050,218</u>	<u>\$ (757,547)</u>	<u>\$ 40,185</u>	<u>\$ 22,252,486</u>
Governmental Activities Capital Assets, Net	<u>\$ 24,340,107</u>	<u>\$ (757,547)</u>	<u>\$ 40,185</u>	<u>\$ 23,542,375</u>

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

General Administration	\$	47,962
Judicial		43,958
Elections		48,727
Public Facilities		2,070
Public Safety		470,868
Environmental Protection		6,274
Public Transportation		1,103,612
Health & Paupers Care		67,636
Recreation		37,399
		37,399
Total Depreciation Expense	\$	1,828,506

E. Pension Plan

Plan Description

Panola County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 641 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034. The CAFR is also available at www.tcdrs.org.

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

Benefit amounts are determined by the sum of the employee’s contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer’s commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee’s accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Funding Policy

The County has elected the annually determined contribution rate (variable-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 County is actuarially determined annually. It was 23.50% for calendar year 2014. The contribution rate payable by the employee members is the rate of 7.00% as adopted by the Commissioners’ Court of the County. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost

For the employer’s accounting year ending December 31, 2014, the annual pension cost for the TCDRS plan for its employees was \$1,698,389 and the actual contributions were \$1,698,389.

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The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2013, the basis for determining the contribution rate for calendar year 2014. The December 31, 2013 actuarial valuation is the most recent valuation.

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the funded status of the plan was as follows:

Actuarial Accrued Liability (AAL)	\$	31,643,753
Actuarial Value of Plan Assets	\$	30,425,530
Unfunded Actuarial Accrued Liability (UAAL)	\$	1,218,223
Funded Ratio		96.15%
Covered Payroll	\$	6,853,792
UAAL as a Percentage of Covered Payroll		17.77%

The required schedule of funded progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

Actuarial Valuation Date	<u>Acuarial Valuation Information</u>		
	12/31/11	12/31/12	12/31/13
Actuarial Cost Method	Entry Age	Entry Age	Entry Age
Amortization Method	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed	Level Percentage of Payroll, Closed
Amortization Period in Years	4.1	3.5	0.3
Asset Valuation Method	SAF: 10-yr Smoothed Value ESF: Fund value	SAF: 10-yr Smoothed Value ESF: Fund value	SAF: 5-yr Smoothed Value ESF: Fund value
Assumptions:			
Investment Return (**)	8.0%	8.0%	8.0%
Projected Salary Increases (**)	5.4%	5.4%	4.9%
Inflation	3.5%	3.5%	3.0%
Cost-of-Living Adjustments	0.0%	0.0%	0.0%

(**) Includes inflation at the stated rate

<u>Trend Information for the Retirement Plan for the Employees of Panola County</u>			
Accounting Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
<u>Ending</u>	<u>Cost (APC)</u>	<u>Contributed</u>	<u>Obligation</u>
12/31/12	\$ 1,546,054	100%	\$ -
12/31/13	\$ 1,608,594	100%	\$ -
12/31/14	\$ 1,698,389	100%	\$ -

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F. Other Post Employment Benefits Plan

Plan Description

By order 2007-23, dated November 26, 2007, enacted by the Commissioners' Court of Panola County, the County has established the Panola County, Texas Retiree Health Benefit Trust (RHBT) providing for the payment of the health care insurance premiums for eligible retired employees. The plan is a continuation of a policy in effect for approximately twenty five years whereby the County provided certain group medical insurance continuation benefits to retirees of the County on a "pay-as-you-go" basis.

The County established the RHBT in order to restructure the manner in which it funds post-employment benefits so as to more accurately reflect the accounting of such benefits in accordance with Governmental Accounting Standards Board Statement 45 (GASB45).

The RHBT is a single employer defined benefit healthcare plan administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

The County does not issue a separate financial report that includes financial statements and required supplementary information for the RHBT. However the financial statements and the required supplementary information is included in the County's comprehensive annual financial report at pages 35 - 36 (financial statements) and page 57 (required supplementary information).

At December 31, 2014 the RHBT had 74 retirees receiving benefits and has a total of 170 active participants who are not yet eligible to receive benefits. Order 2007-23 of Panola County assigned the authority to establish and amend benefit provisions to the Commissioners' Court.

The RHBT was initially funded in December 2007 by transferring from the governmental funds and proprietary funds of the County a total of \$9,992,132 into the RHBT. The \$9,992,132 was an initial funding toward an estimated \$12,429,768 in past-service actuarially determined liabilities for active and retired employees. Based on a new actuarial valuation as of December 31, 2014, the estimated past-service actuarially determined liabilities for active and retired employees amounted to \$17,769,730.

Annual OPEB Cost and Net OPEB Obligations

For 2014, the County's annual OPEB cost for the RHBT was \$623,805. Contributions of \$3,733,793 were made by the County. The activity for the year is shown in tabular form below.

Annual Required Contribution	\$ 623,805
Interest on OPEB Obligation	(482,751)
Amortization of Prior Year OPEB Obligation	781,095
Annual OPEB Cost	922,149
 Contributions made	 (3,733,793)
 Change in OPEB Obligation	 (2,811,644)
Net OPEB Obligation (asset), beginning of year	(12,068,793)
Net OPEB Obligation (asset), end of year	\$ (14,880,437)

PANOLA COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014

Trend Information

Year Ended	Annual OPEB Cost	Actual Employer Contribution	Percentage Contributed	Net Ending (OPEB) Obligation Asset
12/31/12	\$ 859,874	\$ 1,790,318	208.21%	\$ 11,667,474
12/31/13	\$ 899,730	\$ 1,301,049	144.60%	\$ 12,068,793
12/31/14	\$ 922,149	\$ 3,733,793	404.90%	\$ 14,880,437

Funding Policy

The County funds the entire cost of retiree health insurance premiums. Retiree dependents or surviving spouses are able to remain in the plan, but at no cost to the County. Dependent and surviving spouses are eligible for coverage, but the retiree is responsible for the entire cost. There is no direct RHBT subsidy. Dependent premiums are collected from the participants and remitted to the insurance provider on a monthly basis.

Actuarial Methods and Assumptions

Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of plan costs. The actuarial methods and assumptions used are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspectives of the calculations. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective.

The actuarial valuation for December 31, 2014, the unprojected unit credit cost method was used. The actuarial assumptions used included a 4.0% investment rate of return, compounded annually, net of investment expenses. The annual healthcare cost trend of 8.5%, grading down to an ultimate 5% rate. Both the rate of return and the healthcare cost rate include and assumed inflation rate of 2.5%. The actuarial valuation of RHBT assets was set at fair market value of the cash and certificates of deposit comprising the investment account at the measurement date.

The RHBT's initial unfunded accrued liability (UAAL) is being amortized at a level (decreasing yearly) over a 30-year closed period. At December 31, 2014, the remaining amortization period is 22 years.

Funded Status

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/14	\$ 20,015,702	\$ 17,769,730	\$(2,245,972)	112.64%	\$ 6,454,393	(34.80%)

The required schedule of funding progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. The projection of benefits for

PANOLA COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2014

financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limits.

G. 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; injuries to employees; and natural disasters. The County maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. At no time during the last three fiscal years have claims exceeded commercial coverage.

H. Operating Leases

The County is obligated under certain leases for equipment accounted for as operating leases. General revenues of the General Fund will be used to pay these leases. The following is a schedule by years of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one (1) year as of December 31, 2014.

<u>Year Ending December 31</u>	<u>Governmental Activities</u>
2015	\$ 27,528
2016	20,760
2017	18,605
2018	9,452
2019	-
Total minimum lease payments	<u>\$ 76,345</u>

Total cost for these leases for the year ended December 31, 2014 was \$28,575.

I. Long-Term Debt

Changes in Long-Term Debt

Long-term debt activity for the year ended December 31, 2014 was as follows:

	<u>Balance January 1, 2014</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31, 2014</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 193,201	\$ 12,852	\$ -	\$ 206,053	\$ 22,666
Total Governmental Activity	<u>\$ 193,201</u>	<u>\$ 12,852</u>	<u>\$ -</u>	<u>\$ 206,053</u>	<u>\$ 22,666</u>
Long-Term Liabilities	<u>\$ 193,201</u>	<u>\$ 12,852</u>	<u>\$ -</u>	<u>\$ 206,053</u>	<u>\$ 22,666</u>

Compensated absences are liquidated by the fund that records the employee's salary.

PANOLA COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014

J. Governmental Fund Balances

Components of nonspendable fund balance and specific purposes for restricted and committed fund balances as of December 31, 2014 are as follows:

	<u>General Fund</u>	<u>Major Special Revenue Fund Road & Bridge Fund</u>	<u>Other Funds</u>	<u>Total</u>
Nonspendable:				
Inventory	\$ -	\$ -	\$ 20,014	\$ 20,014
Restricted:				
Road & Bridge maintenance	-	5,127,550	1,742,353	6,869,903
Law Library	-	-	39,319	39,319
Juvenile Delinquency Prevention	-	-	156	156
Courthouse Security	-	-	218,930	218,930
Records Management & Preservation	-	-	719,908	719,908
Court Technology	-	-	84,878	84,878
VIT Interest	-	-	5,051	5,051
Elections	-	-	20,669	20,669
Adult Probation	-	-	398,569	398,569
Juvenile Probation	-	-	426,356	426,356
Law Enforcement	-	-	98,347	98,347
District Attorney	-	-	95,515	95,515
Child Protective Services	-	-	102,621	102,621
Health	-	-	3,496,479	3,496,479
Airport	-	-	320,066	320,066
Committed:				
Right-of-Way Purchases	-	-	279,531	279,531
Airport Improvements	-	-	219,674	219,674
Jail Improvement	-	-	212,726	212,726
Unassigned	13,701,192	-	-	13,701,192
Total Fund Balances	\$ 13,701,192	\$ 5,127,550	\$ 8,501,162	\$ 27,329,904

K. Interfund Transfers

Interfund transfers for the year ended December 31, 2014 were as follows:

	<u>Transfers In</u>		
	<u>Nonmajor Governmental Funds</u>		
	<u>Juvenile Services Fund</u>	<u>Child Protective Services Fund</u>	<u>Totals</u>
<u>Transfers Out</u>			
General Fund	\$ 170,000	\$ 28,000	\$ 198,000
Total	<u>\$ 170,000</u>	<u>\$ 28,000</u>	<u>\$ 198,000</u>

The purpose of these transfers was to supplement revenue.

**PANOLA COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014**

L. Contingent Liabilities

The County is contingently liable in respect of law suits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would require appropriation of revenues yet to be realized. The County's liability in specific cases is limited because of the Tort Claims Act to \$100,000. The County's legal counsel is of the opinion that, should the plaintiff prevail in any cases, the County's liability would be limited by the Tort Claims Act and would be covered by insurance.

The former Panola General Hospital adopted a program of self-insurance for professional liability pursuant to a resolution adopted by the Panola County Commissioners' Court. The former Hospital had no history of professional liability claims upon which to base an accrual; therefore, a provision for accrued liability claims is not provided for in the financial statements. Any claims successfully asserted against the former Hospital are planned to be paid from the County Health Care Special Revenue Fund.

The County is not a member of a public entity risk pool as defined by GASB Statement No. 10. The County manages and finances risk by purchasing commercial insurance and by retaining the risk of loss. All known claims related to the year ending December 31, 2014 have been accrued and expensed in the current financial statements. Disclosure of loss contingencies will be made when there is a reasonable possibility that a loss has been incurred. There have been no significant reductions in insurance coverage in the current year.

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

M. Commitments

During the course of routine business of the County, contract and agreements are entered into for various products and services. Although appropriations lapse at the end of the budget year, the County intends to honor any existing commitments and provide for future expenditures by inclusion in the next budget period.

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**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2014**

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

The County Judge is by statute the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, the County Judge sets forth budget guidelines and recommendations to the Commissioners' Court. The County's budget is prepared annually on a modified accrual basis.

A public hearing is held on the budget by the Commissioners' Court. Department heads and any other interested citizens may appear. Before adopting the final budget, the Commissioners' Court may increase or decrease the amounts requested by the Judge. Amounts finally budgeted may not exceed the estimate of revenues and available cash. All appropriations lapse at fiscal year-end.

When the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping the members of the Commissioners' Court advised of the condition of the various funds and accounts. The level of control (the level on which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is on a line-item basis by department.

Budgeting is done in accordance with GAAP. The County does not utilize a formal encumbrance accounting system.

Amendments may not be made during the year without approval by the Commissioners' Court. The final amended budget is used in this report. Supplemental budgetary appropriations were approved during the year. During the year ended December 31, 2014, the following funds had legally adopted budgets:

General Fund	Old Probation Fund
Road and Bridge Fund	Hot Check Fee Fund
Law Library Fund	Sheriff's State Forfeiture Fund
County Juvenile Delinquency Prevention Fund	Jail Commissary Fund
Courthouse Security Fund	District Attorney Longevity Pay Supplement Fund
Records Management Fund	District Attorney Forfeiture Fund
County & District Court Tech Fund	State Apportionment - District Attorney Fund
Court Record Preservation Fund	Constable Pct. #1 & 4 State Forfeiture Fund
District Court Records Technology Fund	Constable Pct. #2 & 3 State Forfeiture Fund
District Clerk Records Management & Preservation Fund	CDA Federal Forfeiture Fund
Records Preservation Fund	Constable Pct. #2 & 3 Federal Forfeiture Fund
Records Archive Fees Fund	Gary WSC Fund
Justice Court Technology Fund	South Murvaul WSC
VIT Interest Fund	Child Protective Services Fund
Election Services Contract Fund	Health Fund
Farm to Market and Lateral Road Fund	Airport Fund
Community Supervision and Corrections Fund	Road Bond 1971 Fund
Drug Court Grant Fund	Permanent Improvement Fund
Juvenile Probation Fund	Jail Improvement Fund

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2014**

**Schedule of Funding Progress for the Retirement Plan
For the Employees of Panola County**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c)
12/31/11	\$ 24,288,189	\$ 28,342,073	\$ 4,053,884	85.70%	\$ 6,332,694	64.02%
12/31/12	\$ 25,958,705	\$ 29,705,216	\$ 3,746,511	87.39%	\$ 6,578,957	56.95%
12/31/13	\$ 30,425,530	\$ 31,643,753	\$ 1,218,223	96.15%	\$ 6,853,792	17.77%

¹ The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

² Funding information may differ from prior year compliance data due to plan changes effective 01/01/14.

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2014

SCHEDULE OF FUNDING PROGRESS
OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Cost (b)	Unfunded (UAAL) (b - a)	Funded Ratio (a/b)	Annual Covered Payroll ¹ (c)	UAAL as a Percentage of Covered Payroll ((b-a)/(c))
12/31/12	\$ 16,010,904	\$ 15,344,796	\$ (666,108)	104.34%	\$ 5,868,494	(11.35)%
12/31/13	\$ 16,856,180	\$ 16,190,854	\$ (665,326)	104.11%	\$ 6,110,077	(10.89)%
12/31/14	\$ 20,015,702	\$ 17,769,730	\$(2,245,972)	112.64%	\$ 6,454,393	(34.80)%

NOTES TO THE SCHEDULE OF FUNDING PROGRESS

Valuation Date	12/31/12	12/31/13	12/31/14
Actuarial Cost Method	Unprojected Unit Credit	Unprojected Unit Credit	Unprojected Unit Credit
Amortization Method	Decreasing Yearly	Decreasing Yearly	Decreasing Yearly
Asset Valuation Method	Market Value	Market Value	Market Value
Actuarial Assumptions: Investment Rate of Return*	4.00% per annum	4.00% per annum	4.00% per annum
Health Care Cost Trend	10% Pre-Medicare, grading to 5% ultimate	8.5% Pre-Medicare, grading to 5% ultimate	8.5% Pre-Medicare, grading to 5% ultimate

*Includes inflation of 2.5%

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2014

SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN
FOR THE YEAR ENDED DECEMBER 31, 2014

Year Ended December 31		Actuarial Annual Required Contribution		Employer Contributions	Percentage Contributed
2012	\$	859,874	\$	1,790,318	208.21%
2013	\$	899,730	\$	1,301,049	144.60%
2014	\$	922,149	\$	3,733,793	404.90%

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
Property Taxes	\$ 13,086,454	\$ 13,086,454	\$ 14,785,973	\$ 1,699,519
Intergovernmental Receipts	321,296	358,921	420,205	61,284
Fees of Office	706,823	698,892	735,960	37,068
Total Miscellaneous	<u>152,648</u>	<u>224,219</u>	<u>429,550</u>	<u>205,331</u>
Total Revenues	<u>14,267,221</u>	<u>14,368,486</u>	<u>16,371,688</u>	<u>2,003,202</u>
EXPENDITURES				
Current				
General Administration	7,480,976	7,121,877	6,887,753	234,124
Judicial	1,269,517	1,274,620	1,244,293	28,827
Legal	553,540	556,828	524,160	32,668
Elections	175,166	187,190	158,049	29,141
Financial Administration	934,112	933,704	913,259	20,445
Public Facilities	343,200	580,739	544,618	36,121
Public Safety	5,247,205	5,187,078	4,891,240	295,838
Environmental Protection	400,000	425,000	391,443	33,557
Health and Paupers Care	538,900	601,734	472,063	129,671
Recreation	380,177	386,275	372,336	13,939
Conservation	106,746	110,331	102,973	7,358
Capital Outlay	<u>210,944</u>	<u>381,054</u>	<u>356,728</u>	<u>24,326</u>
Total Expenditures	<u>17,640,483</u>	<u>17,746,430</u>	<u>16,858,915</u>	<u>886,015</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(3,373,262)	(3,377,944)	(487,227)	2,889,217
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out	<u>(198,000)</u>	<u>(198,000)</u>	<u>(198,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(198,000)</u>	<u>(198,000)</u>	<u>(198,000)</u>	<u>-</u>
Net Change in Fund Balance	(3,571,262)	(3,575,944)	(685,227)	2,889,217
FUND BALANCE, BEGINNING OF YEAR	<u>14,386,419</u>	<u>14,386,419</u>	<u>14,386,419</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 10,815,157</u>	<u>\$ 10,810,475</u>	<u>\$ 13,701,192</u>	<u>\$ 2,889,217</u>

Note: See accompanying independent auditor's report.

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
ROAD AND BRIDGE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		(NEGATIVE)
REVENUES				
Property Taxes:				
Current	\$ 4,894,279	\$ 4,894,279	\$ 5,456,876	\$ 562,597
Delinquent	87,306	87,306	171,589	84,283
Total Property Taxes	<u>4,981,585</u>	<u>4,981,585</u>	<u>5,628,465</u>	<u>646,880</u>
Licenses:				
Motor Vehicle Registration	350,000	358,913	377,382	18,469
Intergovernmental Receipts:				
State Lateral Road Fund	29,000	29,000	29,676	676
Weight and Axle Fees	32,828	32,828	58,132	25,304
Total Intergovernmental Receipts	<u>61,828</u>	<u>61,828</u>	<u>87,808</u>	<u>25,980</u>
Fines:				
County and District Court Fines	300,000	275,040	275,040	-
Miscellaneous:				
Interest Earned	24,355	40,402	40,403	1
Miscellaneous	-	325,301	326,229	928
Total Miscellaneous	<u>24,355</u>	<u>365,703</u>	<u>366,632</u>	<u>929</u>
Total Revenues	<u>5,717,768</u>	<u>6,043,069</u>	<u>6,735,327</u>	<u>692,258</u>
EXPENDITURES				
PUBLIC TRANSPORTATION				
MAINTENANCE-ROADS AND BRIDGES				
PRECINCT 1				
Salaries - Road and Bridge Department	411,518	411,518	408,120	3,398
Benefits Termination Pay	3,721	3,721	644	3,077
Social Security Taxes	31,766	31,766	30,019	1,747
Group Insurance	116,600	116,600	113,679	2,921
Retirement and Death Benefits	99,658	99,658	94,625	5,033
Workers Compensation	39,695	39,695	14,558	25,137
Unemployment Insurance	2,065	2,065	1,399	666
Other Post Employment	42,106	42,106	39,978	2,128
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Miscellaneous Supplies	500	-	-	-
Repairs and Maintenance	118,946	143,451	132,305	11,146
Parts and Supplies	31,250	24,250	23,978	272
Rentals and Leases	900	975	960	15
Contingency	25,000	-	-	-
TOTAL PRECINCT 1	<u>1,018,879</u>	<u>1,010,959</u>	<u>955,419</u>	<u>55,540</u>

Note: See accompanying independent auditor's report.

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
ROAD AND BRIDGE SPECIAL REVENUE FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
PRECINCT 2				
Salaries - Road and Bridge Department	\$ 341,358	\$ 341,358	\$ 335,132	\$ 6,226
Benefits Termination Pay	3,721	3,721	11	3,710
Social Security Taxes	26,399	26,399	24,194	2,205
Group Insurance	95,400	95,400	92,787	2,613
Retirement and Death Benefits	82,819	82,819	76,937	5,882
Workers Compensation	39,695	39,695	12,181	27,514
Unemployment Insurance	1,716	1,716	369	1,347
Other Post Employment	34,992	34,992	32,505	2,487
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	120,756	131,171	129,058	2,113
Parts and Supplies	31,250	38,179	38,178	1
Miscellaneous Supplies	500	-	-	-
Contingency	25,000	-	-	-
TOTAL PRECINCT 2	898,760	890,604	836,506	54,098
PRECINCT 3				
Salaries - Road and Bridge Department	407,363	415,363	412,777	2,586
Benefits Termination Pay	3,721	-	-	-
Social Security Taxes	31,448	31,448	30,483	965
Group Insurance	116,600	116,600	115,347	1,253
Retirement and Death Benefits	98,661	98,661	95,517	3,144
Workers Compensation	39,695	39,695	14,729	24,966
Unemployment Insurance	2,082	2,082	453	1,629
Other Post Employment	41,684	41,684	40,354	1,330
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	118,846	156,007	146,349	9,658
Parts and Supplies	31,250	35,920	35,250	670
Miscellaneous Supplies	500	-	-	-
Contingency	25,000	-	-	-
Contractor Services	1,000	-	-	-
Rentals and Leases	1,000	1,000	960	40
TOTAL PRECINCT 3	1,014,004	1,033,614	987,373	46,241

Note: See accompanying independent auditor's report.

PANOLA COUNTY, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 ROAD AND BRIDGE SPECIAL REVENUE FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
PRECINCT 4				
Salaries - Road and Bridge Department	\$ 458,914	\$ 458,914	\$ 414,030	\$ 44,884
Benefits Termination Pay	8,836	8,836	3,286	5,550
Social Security Taxes	35,783	35,783	29,745	6,038
Group Insurance	137,800	137,800	119,643	18,157
Retirement and Death Benefits	112,260	112,260	96,744	15,516
Workers Compensation	39,695	39,695	16,917	22,778
Unemployment Insurance	2,256	2,256	459	1,797
Other Post Employment	47,430	47,430	40,873	6,557
Retiree Medical Insurance Trust	63,849	63,849	63,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	119,086	156,076	154,432	1,644
Parts and Supplies	31,250	44,950	44,950	-
Miscellaneous Supplies	500	-	-	-
Contingency	25,000	-	-	-
TOTAL PRECINCT 4	1,113,964	1,139,154	1,016,233	122,921
Total Maintenance-Roads and Bridges	4,045,607	4,074,331	3,795,531	278,800
CAPITAL OUTLAY-ROAD AND BRIDGES				
PRECINCT 1				
Furniture & Equipment	139,515	164,765	164,764	1
Road Oil, Premix, and Gravel	238,977	243,885	243,879	6
Lumber, Piling, and Culverts	13,500	12,070	12,070	-
TOTAL PRECINCT 1	391,992	420,720	420,713	7
PRECINCT 2				
Furniture & Equipment	100,000	77,171	77,170	1
Road Oil, Premix, and Gravel	189,982	373,635	373,624	11
Lumber, Piling, and Culverts	8,500	28,083	28,073	10
TOTAL PRECINCT 2	298,482	478,889	478,867	11
PRECINCT 3				
Land	800	395,800	-	395,800
Furniture & Equipment	139,515	139,232	138,766	466
Road Oil, Premix, and Gravel	212,424	168,464	167,008	1,456
Lumber, Piling, and Culverts	10,200	35,550	35,547	3
TOTAL PRECINCT 3	362,939	739,046	341,321	397,725

Note: See accompanying independent auditor's report.

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
ROAD AND BRIDGE SPECIAL REVENUE FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
PRECINCT 4				
Furniture & Equipment	\$ 319,515	\$ 406,540	\$ 406,502	\$ 38
Road Oil, Premix, and Gravel	283,233	318,543	318,540	3
Lumber, Piling, and Culverts	16,000	-	-	-
TOTAL PRECINCT 4	<u>618,748</u>	<u>725,083</u>	<u>725,042</u>	<u>41</u>
Total Construction and Capital Outlay	<u>1,672,161</u>	<u>2,363,738</u>	<u>1,965,943</u>	<u>397,784</u>
Total Expenditures	<u>5,717,768</u>	<u>6,438,069</u>	<u>5,761,474</u>	<u>676,584</u>
Net Change in Fund Balances	-	(395,000)	973,853	1,368,842
FUND BALANCE, BEGINNING OF YEAR	<u>4,153,697</u>	<u>4,153,697</u>	<u>4,153,697</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 4,153,697</u>	<u>\$ 3,758,697</u>	<u>\$ 5,127,550</u>	<u>\$ 1,368,842</u>

Note: See accompanying independent auditor's report.

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SUPPLEMENTAL FINANCIAL INFORMATION

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PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
PROPERTY TAXES				
Current	\$ 12,857,104	\$ 12,857,104	\$ 14,335,210	\$ 1,478,106
Delinquent	229,350	229,350	450,763	221,413
Total Property Taxes	13,086,454	13,086,454	14,785,973	1,699,519
INTERGOVERNMENTAL RECEIPTS				
State Judicial	43,000	43,000	84,102	41,102
State Voter Registration	-	361	362	1
City - Public Library	161,746	161,746	161,746	-
Law Enforcement Officer Standard	-	-	5,560	5,560
Housing Prisoners	-	-	13,960	13,960
Exposition Building	-	-	661	661
SAVNS Program	5,000	-	-	-
Indigent Defense Services Grant	10,000	37,913	37,913	-
Carthage and Gary School Tax Collection Contract	63,250	63,250	63,250	-
City of Carthage Tax Collection Contract	8,300	8,300	8,300	-
State 911 Rural Addressing	30,000	44,351	44,351	-
Total Intergovernmental Receipts	321,296	358,921	420,205	61,284
FEEES OF OFFICE				
County Judge	6,000	6,000	8,371	2,371
Sheriff	26,400	25,423	25,423	-
District Attorney	4,000	4,000	4,982	982
County Clerk	191,911	196,737	198,039	1,302
Tax Assessor-Collector	357,512	357,512	389,923	32,411
District Clerk	52,000	41,814	41,814	-
County Treasurer	17,000	15,457	15,458	1
Justices of the Peace	52,000	51,949	51,950	1
Total Fees of Office	706,823	698,892	735,960	37,068

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
MISCELLANEOUS				
Interest Earned	\$ 98,648	\$ 118,513	\$ 143,360	\$ 24,847
Hospital Collections	-	-	965	965
Time Payment EFTIC	-	-	1,166	1,166
Exposition Building	-	-	400	400
Vital Archive - County Clerk	-	-	585	585
Judiciary Support Fee	-	-	1,285	1,285
Miscellaneous	52,000	103,892	277,154	173,262
County Clerk Civil	-	-	1,680	1,680
Family Protection Fee	2,000	1,814	1,815	1
Child Abuse Prevention	-	-	30	30
Miscellaneous Unclaimed Funds	-	-	1,110	1,110
Total Miscellaneous	152,648	224,219	429,550	205,331
Total Revenues	14,267,221	14,368,486	16,371,688	2,003,202
EXPENDITURES				
CURRENT				
GENERAL ADMINISTRATION				
COUNTY JUDGE				
Salary - County Judge	61,778	61,778	61,778	-
Salary - Co. Judge Admin. Assist	37,552	37,552	37,552	-
Social Security	7,599	7,599	7,363	236
Group Medical Insurance	21,200	21,200	20,985	215
Retirement and Death Benefits	23,840	23,840	23,839	1
Worker's Compensation	509	509	422	87
Unemployment Insurance	190	190	95	95
Other Post Employment Benefits	10,073	10,073	10,072	1
Office Supplies, Postage & Repairs	1,200	652	608	44
Law Books	2,000	2,187	2,187	-
Communication Telephone	400	213	9	204
Conferences and Dues	2,000	2,548	2,352	196
Miscellaneous	150	150	131	19
Total County Judge	168,491	168,491	167,393	1,098

PANOLA COUNTY, TEXAS
SUPPLEMENTARY FINANCIAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
COMMISSIONERS				
Salaries - Commissioners	\$ 199,704	\$ 199,704	\$ 199,704	\$ -
Salaries - Secretaries	29,086	29,086	29,086	-
Social Security Taxes	17,503	17,503	15,957	1,546
Group Insurance	53,000	53,000	52,462	538
Retirement and Death Benefits	54,910	54,910	54,909	1
Worker's Compensation	7,386	7,386	990	6,396
Unemployment Insurance	147	147	74	73
Other Post Employment Benefits	23,200	23,200	23,200	-
Office Supplies, Postage and Repairs	1,200	1,200	426	774
Communication Telephone	800	500	10	490
Miscellaneous	600	400	-	400
Conferences and Dues	7,500	7,500	6,562	938
Total Commissioners	<u>395,036</u>	<u>394,536</u>	<u>383,380</u>	<u>11,156</u>
COUNTY CLERK				
Salary - County Clerk	49,926	49,926	49,926	-
Salary - Deputies	149,523	149,523	130,484	19,039
Social Security	15,258	15,258	12,808	2,450
Group Medical Insurance	63,600	63,600	57,671	5,929
Retirement and Death Benefits	47,868	47,868	43,298	4,570
Worker's Compensation	1,002	1,002	880	122
Unemployment Insurance	746	746	363	383
Other Post Employment Benefits	20,225	20,225	16,836	3,389
Office Supplies, Postage & Repairs	14,500	12,500	12,390	110
Communication Telephone	850	850	370	480
Rentals, Microfilming & Indexing	85,621	83,621	79,250	4,371
Copy Machine Rental	8,000	8,000	3,598	4,402
Conferences & Dues	3,000	3,000	1,392	1,608
Miscellaneous	250	250	-	250
Professional Services	-	4,826	4,825	1
Total County Clerk	<u>460,369</u>	<u>461,195</u>	<u>414,091</u>	<u>47,104</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
VETERANS SERVICE OFFICER				
Salary - Service Officer	\$ 36,155	\$ 36,155	\$ 36,155	\$ -
Salary - Secretary	29,086	29,086	29,086	-
Social Security	4,991	4,991	4,991	-
Group Medical Insurance	21,200	21,200	21,200	-
Retirement and Death Benefits	15,658	15,658	15,658	-
Worker's Compensation	334	334	277	57
Unemployment Insurance	163	163	105	58
Other Post Employment Benefits	6,616	6,616	6,615	1
Office Supplies, Postage & Repairs	600	300	298	2
Communication Telephone	500	50	25	25
Conferences and Dues	1,300	1,200	437	763
Programming & Computer	800	700	700	-
Miscellaneous	250	50	-	50
Total Vet. Service Officer	<u>117,653</u>	<u>116,503</u>	<u>115,547</u>	<u>956</u>
AIRPORT				
Airport Manager	37,042	37,042	37,041	1
Travel Allowance	1,200	1,200	1,200	-
Social Security	2,926	2,926	2,842	84
Group Insurance	10,600	10,600	10,492	108
Retirement	9,179	9,179	9,178	1
Worker's Compensation	1,721	1,721	982	739
Unemployment Insurance	192	192	96	96
Other Post Employment Benefits	3,878	3,878	3,878	-
Office Supplies	1,500	2,400	1,790	610
Professional Services	5,000	5,000	3,555	1,445
Communication Telephone	1,700	1,700	1,688	12
Conferences, Dues & Transports	400	-	-	-
Contractor Services	4,245	-	-	-
Utilities	12,700	13,420	13,415	5
Repairs and Renovation	-	3,025	678	2,347
Rentals and Leases	2,200	2,200	1,720	480
Total Airport	<u>94,483</u>	<u>94,483</u>	<u>88,555</u>	<u>5,928</u>

PANOLA COUNTY, TEXAS
SUPPLEMENTARY FINANCIAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
MISC AND NON-DEPT				
Floating Secretary	\$ 29,086	\$ 29,086	\$ 29,086	\$ -
Emergency Management Coordinator	6,000	6,000	6,000	-
Benefits Termination Pay	11,513	22,513	20,226	2,287
Social Security	3,565	3,565	3,565	-
Group Insurance	10,600	10,600	10,600	-
Retirement	11,184	11,184	11,184	-
Worker's Compensation	5,851	5,851	732	5,119
Unemployment Insurance	236	10,936	10,824	112
Other Post Employment	4,726	4,726	4,726	-
Retiree Medical Insurance Trust	430,000	2,774,819	2,774,819	-
Optional Retirement	3,844,819	1,500,000	1,500,000	-
Advertising and Publications	12,000	12,000	7,655	4,345
Appraisal District	250,000	250,000	211,155	38,845
Outside Audit	39,000	39,000	33,794	5,206
Economic Development	16,800	28,748	28,747	1
Contingency	400,000	-	-	-
Computer Services	590,000	510,912	445,928	64,984
Professional Services	20,000	60,846	60,845	1
Postage	70,000	70,000	53,674	16,326
Emergency Management	5,000	5,000	4,510	490
Physicals & Drug Screening	2,000	2,000	1,957	43
Dues, Memberships & Fees	7,500	7,500	5,430	2,070
Insurance	330,000	371,378	368,923	2,455
Historical Markers	1,000	1,000	-	1,000
Historical Commission	6,564	6,564	2,248	4,316
Miscellaneous	4,500	11,841	11,213	628
Copy Machine Rental & Supplies	24,000	24,000	22,613	1,387
Soil and Conservation Contract	1,000	1,000	1,000	-
Communication Telephone	55,000	52,600	45,500	7,100
Animal Control	50,000	50,000	41,833	8,167
Loss Control	3,000	3,000	-	3,000
Total Miscellaneous and Non-Depart.	<u>6,244,944</u>	<u>5,886,669</u>	<u>5,718,787</u>	<u>167,882</u>
Total General Administration	<u>7,480,976</u>	<u>7,121,877</u>	<u>6,887,753</u>	<u>234,124</u>

PANOLA COUNTY, TEXAS
SUPPLEMENTARY FINANCIAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
EXPENDITURES (cont'd.)				
JUDICIAL				
DISTRICT COURT				
Salary - Court Reporter	\$ 32,478	\$ 32,478	\$ 32,478	\$ -
Salary - Secretary	36,890	36,890	36,890	-
Social Security	5,307	5,307	4,680	627
Group Medical Insurance	21,200	21,200	20,985	215
Retirement and Death Benefits	16,649	16,649	16,648	1
Worker's Compensation	344	344	295	49
Unemployment Insurance	349	349	176	173
Other Post Employment	7,034	7,034	7,034	-
Office Supplies, Postage & Repairs	3,000	3,000	1,900	1,100
Professional Services	2,500	2,500	-	2,500
Insurance	1,500	1,500		
Telephone	800	800	393	407
Conference and Dues	2,500	2,500	771	1,729
Visiting Court Reporter	750	1,946	1,946	-
Law Books for Law Library	3,500	3,553	3,553	-
Miscellaneous	600	351	285	66
Total District Court	<u>135,401</u>	<u>136,401</u>	<u>128,034</u>	<u>6,867</u>
COUNTY COURT AT LAW				
Salary - County Court at Law Judge	140,000	140,000	140,000	-
Salary - Court Reporter	56,633	56,633	56,633	-
Visiting Judges	1,000	1,000	332	668
Social Security	15,043	15,043	13,507	1,536
Group Medical Insurance	21,200	21,200	20,985	215
Retirement and Death Benefits	47,192	47,192	47,192	-
Worker's Compensation	1,162	1,162	836	326
Unemployment Insurance	286	286	144	142
Other Post Employment	19,939	19,939	19,938	1
Office Supplies, Postage & Repairs	1,400	1,400	1,042	358
Law Books	2,000	2,819	2,819	-
Telephone	750	750	2	748
Conferences and Dues	1,100	281	-	281
Miscellaneous	300	300	-	300
Total County Court at Law	<u>308,005</u>	<u>308,005</u>	<u>303,430</u>	<u>4,575</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
EXPENDITURES (cont'd.)				
JUDICIAL (con'td.)				
DISTRICT CLERK				
Salary - District Clerk	\$ 49,926	\$ 49,926	\$ 49,926	\$ -
Salaries - Deputies	149,523	149,523	149,522	1
Social Security	15,258	15,258	13,656	1,602
Group Medical Insurance	63,600	63,600	62,954	646
Retirement and Death Benefits	47,868	47,868	47,867	1
Worker's Compensation	1,002	1,002	880	122
Unemployment Insurance	746	746	376	370
Other Post Employment	20,225	20,225	20,224	1
Office Supplies, Postage & Repairs	13,000	13,000	10,606	2,394
Telephone	400	400	391	9
Conferences and Dues	2,000	2,400	2,243	157
Rentals, Microfilming, & Indexing	35,800	35,800	35,000	800
Miscellaneous	300	300	-	300
Total District Clerk	399,648	400,048	393,645	6,403
JUSTICE OF THE PEACE PCT. 1 & 4				
Salaries - Justice of the Peace	49,926	49,926	49,926	-
Salaries - Secretary	43,629	43,629	43,629	-
Social Security	7,157	7,157	6,953	204
Group Medical Insurance	26,500	26,500	26,231	269
Retirement and Death Benefits	22,454	22,454	22,453	1
Worker's Compensation	449	449	398	51
Unemployment Insurance	219	219	110	109
Other Post Employment	9,487	9,487	9,487	-
Office Supplies and Repairs	3,750	4,850	4,523	327
Professional Services	4,750	6,104	5,860	244
Telephone	1,000	1,000	365	635
Travel	1,000	1,000	607	393
Conferences and Dues	2,500	1,900	1,826	74
Miscellaneous	200	200	-	200
Total Justices of the Peace Pct. 1 and 4	173,021	174,875	172,368	2,507

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
EXPENDITURES (cont'd.)				
JUDICIAL (con'td.)				
JUSTICE OF THE PEACE PCT. 2 & 3				
Salaries - Justice of the Peace	\$ 49,926	\$ 49,926	\$ 49,926	\$ -
Salaries - Secretary	43,629	43,629	43,629	-
Social Security	7,157	7,157	6,843	314
Group Medical Insurance	26,500	26,500	26,231	269
Retirement	22,454	22,454	22,453	1
Worker's Compensation	449	449	398	51
Unemployment Insurance	219	219	110	109
Other Post Employment	9,487	9,487	9,486	1
Office Supplies and Repairs	5,000	6,150	5,994	156
Computer Replacement	1,000	-	-	-
Professional Services	4,750	6,104	5,728	376
Telephone	1,200	1,050	365	685
Travel	2,000	2,000	695	1,305
Conferences and Dues	2,500	3,027	3,026	1
Miscellaneous	200	168	138	30
Total Justices of the Peace Pct. 2 and 3	176,471	178,320	175,022	3,298
BAILIFFS AND JURORS				
Bailiffs	23,689	23,689	23,688	1
Social Security Taxes	1,813	1,813	1,812	1
Group Medical Insurance	10,600	10,600	10,492	108
Retirement	5,686	5,686	5,685	1
Worker's Compensation	762	762	623	139
Unemployment Insurance	118	118	60	58
Other Post Employment	2,403	2,403	2,402	1
Telephone	800	800	-	800
Conferences and Dues	1,000	1,000	-	1,000
Jurors, District & County	30,000	30,000	27,032	2,968
Miscellaneous	100	100	-	100
Total - Bailiffs, Jurors and Law Books	76,971	76,971	71,794	5,177
Total Judicial	1,269,517	1,274,620	1,244,293	28,827

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
LEGAL				
DISTRICT ATTORNEY				
Salary - Assistant District Attorneys	\$ 153,845	\$ 153,845	\$ 153,845	\$ -
Administrative Assistant	5,012	34,098	34,097	1
Salary - Secretaries	87,258	58,172	58,172	-
Court Coordinator	33,330	33,330	33,330	-
Social Security	21,378	20,845	20,601	244
Group Medical Insurance	53,000	53,000	53,000	-
Retirement and Death Benefits	67,067	67,442	67,441	1
Worker's Compensation	1,342	1,342	1,308	34
Unemployment Insurance	1,022	3,390	2,944	446
Other Post Employment	28,336	28,494	28,494	-
Office Supplies and Repairs	12,000	11,040	10,477	563
Professional Services	36,450	32,450	21,029	11,421
Witness Expense	5,000	5,000	-	5,000
Telephone	2,000	2,000	1,382	618
Conference & Dues	5,000	9,000	7,751	1,249
Law Enforcement Officer Standard Traini	1,000	1,000	-	1,000
Law Books	17,000	18,880	18,880	-
Miscellaneous	1,000	1,000	925	75
Total District Attorney	<u>531,040</u>	<u>534,328</u>	<u>513,676</u>	<u>20,652</u>
LAWSUITS AGAINST PANOLA COUNTY				
Settlements and Other	12,500	10,000	-	10,000
Attorney Fees	10,000	12,500	10,484	2,016
Total Lawsuits	<u>22,500</u>	<u>22,500</u>	<u>10,484</u>	<u>12,016</u>
Total Legal	<u>553,540</u>	<u>556,828</u>	<u>524,160</u>	<u>32,668</u>
ELECTIONS				
ELECTION JUDGES, CLERKS AND SUPPLIES				
Election Judges and Clerks	16,000	16,000	7,555	8,445
Social Security	1,224	1,224	-	1,224
Worker's Compensation	182	182	68	114
Professional Services	18,000	20,304	11,294	9,010
Polling Place Rent	900	900	800	100
Hardware Maintenance	10,559	20,279	20,279	-
Supplies and Miscellaneous	3,034	3,034	1,231	1,803
Total Election Judges, Clerks, and Supplies	<u>49,899</u>	<u>61,923</u>	<u>41,227</u>	<u>20,696</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
EXPENDITURES (Cont'd.)				
ELECTIONS (Cont'd.)				
VOTER REGISTRATION				
Salary - Voter Registrar	\$ 34,828	\$ 34,828	\$ 34,828	\$ -
Deputies	29,086	29,086	29,086	-
Social Security	4,890	4,890	4,723	167
Group Medical Insurance	21,200	21,200	20,985	215
Retirement and Death Benefits	15,340	15,340	15,339	1
Worker's Compensation	368	368	272	96
Unemployment Insurance	319	319	161	158
Other Post Employment	6,481	6,481	6,481	-
Office Supplies and Repairs	2,500	1,971	1,408	563
Telephone	900	1,500	1,407	93
Internet Service	7,200	6,500	-	6,500
Conferences and Dues	1,800	2,200	1,548	652
Miscellaneous	355	584	584	-
Total Voter Registration	<u>125,267</u>	<u>125,267</u>	<u>116,822</u>	<u>8,445</u>
Total Elections	<u>175,166</u>	<u>187,190</u>	<u>158,049</u>	<u>29,141</u>
FINANCIAL ADMINISTRATION				
AUDITOR				
Salary - Auditor	61,778	61,778	61,778	-
Salaries - Assistant Auditors	93,257	93,257	93,257	-
Social Security	11,861	11,861	10,679	1,182
Group Medical Insurance	31,800	31,800	31,477	323
Retirement and Death Benefits	37,209	37,209	37,209	-
Worker's Compensation	903	903	659	244
Unemployment Insurance	777	777	391	386
Other Post Employment	15,721	15,721	15,720	1
Office Supplies and Repairs	2,600	2,600	2,552	48
Professional Computer Services	1,700	1,292	-	1,292
Telephone	700	700	397	303
Conferences and Dues	6,000	6,000	5,809	191
Re-creation, printing	1,700	1,700	1,568	132
Miscellaneous	376	376	376	-
Total Auditor	<u>266,382</u>	<u>265,974</u>	<u>261,872</u>	<u>4,102</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
EXPENDITURES (Cont'd.)				
FINANCIAL ADMINISTRATION (Cont'd.)				
TREASURER				
Salary - Treasurer	\$ 49,926	\$ 49,926	\$ 49,926	\$ -
Salary - Deputies	62,265	62,265	59,925	2,340
Social Security	8,583	8,583	7,848	735
Group Medical Insurance	31,800	31,800	31,282	518
Retirement and Death Benefits	26,926	26,926	26,364	562
Worker's Compensation	572	572	477	95
Unemployment Insurance	312	312	155	157
Other Post Employment	11,377	11,377	11,139	238
Office Supplies and Repairs	2,800	2,800	2,181	619
Telephone	600	600	356	244
Miscellaneous	200	200	-	200
Conferences and Dues	4,200	4,200	1,511	2,689
Total Treasurer	<u>199,561</u>	<u>199,561</u>	<u>191,164</u>	<u>8,397</u>
TAX ASSESSOR-COLLECTOR				
Salaries - Tax Assessor-Collector	49,926	49,926	49,926	-
Salaries - Deputies	182,702	182,702	182,700	2
Salaries - Extra Help	34,994	36,234	35,278	956
Social Security	20,474	20,569	19,789	780
Group Medical Insurance	74,200	74,200	73,446	754
Retirement and Death Benefits	64,230	64,530	64,297	233
Worker's Compensation	1,222	1,222	1,138	84
Unemployment Insurance	969	971	506	465
Other Post Employment	27,137	27,137	23,588	3,549
Office Supplies and Repairs	3,925	3,038	2,924	114
Telephone	1,390	1,640	1,422	218
Conference and Dues	4,000	4,000	3,348	652
Professional Services	2,000	2,000	1,861	139
Printing and Binding	500	-	-	-
Miscellaneous	500	-	-	-
Total Tax Assessor-Collector	<u>468,169</u>	<u>468,169</u>	<u>460,223</u>	<u>7,946</u>
Total Financial Administration	<u>934,112</u>	<u>933,704</u>	<u>913,259</u>	<u>20,445</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC FACILITIES				
BUILDING MAINTENANCE				
Salary - Building Superintendent	\$ 37,042	\$ 37,042	\$ 37,042	\$ -
Travel Allowance	1,200	1,200	1,200	-
Social Security	2,926	2,926	2,926	-
Group Medical Insurance	10,600	10,600	10,476	124
Retirement	9,179	9,179	9,178	1
Worker's Compensation	2,506	2,506	1,063	1,443
Unemployment Insurance	193	193	97	96
Other Post Employment	3,878	3,878	3,878	-
S.W.E.A.T. Supplies	5,000	9,000	8,296	704
Operating Supplies	30,000	30,220	30,217	3
Repair and Maintenance Supplies	19,720	12,170	5,895	6,275
Professional Services	120,000	112,000	87,183	24,817
Telephone	800	800	448	352
Utilities	60,000	73,330	73,330	-
Repairs and Renovations	40,000	275,539	273,239	2,300
Miscellaneous	156	156	150	6
Total Building Maintenance	<u>343,200</u>	<u>580,739</u>	<u>544,618</u>	<u>36,121</u>
Total Public Facilities	<u>343,200</u>	<u>580,739</u>	<u>544,618</u>	<u>36,121</u>
PUBLIC SAFETY				
SHERIFF				
Salary - Sheriff	50,166	50,166	50,166	-
Salary - Chief Deputy	48,414	48,414	48,414	-
Salary - Administrative Deputy	36,583	36,583	36,452	131
Salaries - Secretaries	60,427	60,427	60,308	119
Salaries - Juvenile Investigator	-	-	-	-
Salaries - Communication Officers	264,078	264,078	252,017	12,061
Salaries - Patrol and Investigative Deputies	646,977	668,725	666,622	2,103
Criminal Investigators	174,467	174,467	173,836	631
Captain	-	-	-	-
S.W.E.A.T. Coordinator	-	-	-	-
Social Security	98,005	99,669	95,572	4,097
Group Medical Insurance	339,200	343,573	336,112	7,461
Retirement and Death Benefits	307,467	312,687	311,167	1,520
Worker's Compensation	56,206	56,666	33,155	23,511
Unemployment Insurance	5,828	8,572	6,407	2,165
Other Post Employment	129,905	132,111	131,465	646
Office Supplies	24,500	19,500	19,063	437
911 Supplies & Repairs	2,000	2,000	198	1,802
Canine Expense	3,000	4,300	3,784	516

PANOLA COUNTY, TEXAS
SUPPLEMENTARY FINANCIAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC SAFETY (Cont'd.)				
SHERIFF (Cont'd)				
Uniforms	\$ 7,000	\$ 9,000	\$ 8,535	\$ 465
Repair and Maintenance	3,000	3,000	2,115	885
Telephone and Radio Communications	11,000	17,000	16,202	798
Criminal Investigation	8,000	6,000	5,567	433
Animal Control	20,000	12,700	9,590	3,110
Utilities	26,000	26,000	20,415	5,585
Gasoline, Auto Parts and Repairs	250,000	191,643	179,692	11,951
Conference and Dues	22,000	12,500	9,719	2,781
Law Enforcement Officer Standard Traini	4,000	4,000	2,685	1,315
Miscellaneous	5,800	5,800	5,768	32
Total Sheriff	<u>2,604,023</u>	<u>2,569,581</u>	<u>2,485,026</u>	<u>84,555</u>
CONSTABLE PCT. 1 AND 4				
Salary - Constable Precinct #1	47,868	47,868	47,868	-
Part-Time Deputy	24,456	24,456	20,640	3,816
Social Security	5,533	5,533	5,134	399
Group Medical Insurance	10,600	10,600	10,492	108
Retirement and Death Benefits	17,358	17,358	16,442	916
Worker's Compensation	3,734	3,734	1,513	2,221
Unemployment	121	121	58	63
Other Post Employment	4,854	4,854	4,854	-
Law Enforcement Officer Standard Traini	1,000	1,000	480	520
Parts & Repairs	20,000	19,079	13,043	6,036
Telephone	800	800	513	287
Ammunition	1,000	1,000	570	430
Uniforms	880	880	786	94
Conferences & Dues	1,000	1,000	1,000	-
Miscellaneous	500	800	572	228
Total Constable Pct. 1 & 4	<u>139,704</u>	<u>139,083</u>	<u>123,965</u>	<u>15,118</u>
CONSTABLE PCT. 2 AND 3				
Salary - Constable Precinct #2	47,868	47,868	47,868	-
Part-Time Deputy	42,811	42,811	40,497	2,314
Social Security	6,937	6,937	6,393	544
Group Medical Insurance	21,200	21,200	20,117	1,083
Retirement and Death Benefits	21,763	21,763	21,208	555
Worker's Compensation	3,734	3,734	1,897	1,837
Unemployment	121	121	73	48
Other Post Employment	9,195	9,195	8,960	235
Ammunition	1,000	561	561	-
Uniforms	880	1,192	700	492
Telephone	800	736	734	2
Law Enforcement Officer Standard Traini	1,000	1,000	575	425
Parts & Repairs	20,000	19,096	19,095	1
Conferences & Dues	1,000	936	935	1
Miscellaneous	565	1,024	969	55
Total Constable Pct. 2 & 3	<u>178,874</u>	<u>178,174</u>	<u>170,582</u>	<u>7,592</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC SAFETY (Cont'd.)				
CORRECTIONS				
Salary - Sergeant and Jailors	\$ 886,933	\$ 886,933	\$ 844,579	\$ 42,354
Social Security	67,851	67,851	63,631	4,220
Group Medical Insurance	286,200	286,200	272,727	13,473
Retirement	212,864	212,864	202,700	10,164
Worker's Compensation	31,042	31,042	18,554	12,488
Unemployment Insurance	3,788	4,424	3,266	1,158
Other Post Employment	89,936	89,936	85,640	4,296
Clothing and Bedding	6,000	9,000	6,031	2,969
Jail Laundry	3,000	-	-	-
Office Supplies	3,000	7,000	5,683	1,317
Jail Board - Prisoners	160,000	166,000	162,682	3,318
Telephone	2,000	2,000	908	1,092
Medical - Prisoners	179,500	167,500	117,302	50,198
Utilities	100,000	99,000	78,152	20,848
Repairs and Maintenance Supplies	25,000	11,000	10,563	437
Repairs and Renovations	20,000	15,000	13,557	1,443
Rentals	3,000	-	-	-
Miscellaneous Supplies	38,000	39,000	38,683	317
Miscellaneous	5,000	4,000	3,966	34
Total Corrections	<u>2,123,114</u>	<u>2,098,750</u>	<u>1,928,624</u>	<u>170,126</u>
RURAL ADDRESSING				
Salaries - Coordinators	69,147	69,147	67,129	2,018
Social Security	5,290	5,290	5,049	241
Group Medical Insurance	21,200	21,200	20,116	1,084
Retirement	16,596	16,596	16,111	485
Worker's Compensation	749	749	100	649
Unemployment Insurance	356	356	176	180
Other Post Employment	7,012	7,012	6,807	205
Office Supplies	1,200	1,200	269	931
Computer Replacement Parts	1,000	1,000	-	1,000
Signs & Posts	10,000	10,000	8,004	1,996
Software & Supplies	800	800	-	800
Telephone	1,600	1,600	944	656
Professional Services	1,200	1,200	-	1,200
Parts	1,000	1,000	283	717
Conferences & Dues	400	400	-	400
Rental	3,900	3,900	-	3,900
Miscellaneous	500	500	84	416
Total Rural Addressing	<u>141,950</u>	<u>141,950</u>	<u>125,072</u>	<u>16,878</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC SAFETY (Cont'd.)				
HIGHWAY PATROL				
Salary - Secretary	\$ 29,086	\$ 29,086	\$ 29,086	\$ -
Social Security	2,226	2,226	2,225	1
Group Medical Insurance	10,600	10,600	10,492	108
Retirement and Death Benefits	6,981	6,981	6,981	-
Worker's Compensation	152	152	124	28
Unemployment Insurance	145	145	73	72
Other Post Employment	2,950	2,950	2,949	1
Telephone	1,000	1,000	16	984
Game Warden's Supplies	500	500	465	35
Highway Patrol's Cellular Phone	2,200	2,200	2,196	4
Office Supplies and Repairs	1,700	1,700	1,700	-
Miscellaneous	500	500	164	336
Total Highway Patrol	<u>58,040</u>	<u>58,040</u>	<u>56,471</u>	<u>1,569</u>
FIRE SAFETY				
Fire Services	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>-</u>
Total Fire Safety	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>-</u>
Total Public Safety	<u>5,247,205</u>	<u>5,187,078</u>	<u>4,891,240</u>	<u>295,838</u>
ENVIRONMENTAL PROTECTION				
Trash Disposal	<u>400,000</u>	<u>425,000</u>	<u>391,443</u>	<u>33,557</u>
Total Trash Disposal	<u>400,000</u>	<u>425,000</u>	<u>391,443</u>	<u>33,557</u>
Total Environmental Protection	<u>400,000</u>	<u>425,000</u>	<u>391,443</u>	<u>33,557</u>
HEALTH AND PAUPERS CARE				
Medical Indigent	15,000	14,700	4,871	9,829
Aging Match	3,200	3,200	-	3,200
Indigent Health Care	150,000	150,000	79,566	70,434
Mental Health/Mental Retardation	28,000	28,000	28,000	-
Statements of Facts	14,000	14,000	11,796	2,204
Autopsies, Inquests, & Burials	80,000	114,921	110,517	4,404
Mental Evaluation of Prisoners	5,000	5,000	2,208	2,792
Retarded Citizens Association	6,500	6,500	6,500	-
Alcohol Abuse Program	4,000	4,000	4,000	-
Child Advocacy	2,000	2,000	-	2,000
Attorney Fees -Juveniles	20,000	20,000	6,449	13,551
Attorney Fees	200,000	227,913	206,656	21,257
Open Door/Juvenile Care	5,000	5,000	5,000	-
Miscellaneous	200	500	500	-
Health Officer	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>-</u>
Total Health and Paupers Care	<u>538,900</u>	<u>601,734</u>	<u>472,063</u>	<u>129,671</u>

PANOLA COUNTY, TEXAS
 SUPPLEMENTARY FINANCIAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND, continued
 FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
RECREATION				
LIBRARY				
Salaries - Librarians	\$ 187,032	\$ 187,032	\$ 185,343	\$ 1,689
Temporary Librarian	10,589	10,589	9,205	1,384
Social Security	15,119	15,119	14,623	496
Group Medical Insurance	63,600	63,600	62,086	1,514
Retirement & Death Benefits	47,430	47,430	46,691	739
Worker's Compensation	1,535	1,535	689	846
Unemployment Insurance	906	906	466	440
Other Post Employment Benefits	18,966	18,966	18,794	172
Supplies & Books	10,000	10,000	10,000	-
Software & Supplies	2,850	2,850	2,850	-
Insurance	2,150	8,248	8,248	-
Total Library	360,177	366,275	358,995	7,280
YOUTH PROGRAMS				
Carthage	10,000	10,000	10,000	-
Beckville	3,000	3,000	-	3,000
Gary	2,000	2,000	2,000	-
Exposition Bldg.-Maintenance	5,000	5,000	1,341	3,659
Total Youth Programs	20,000	20,000	13,341	6,659
Total Recreation	380,177	386,275	372,336	13,939
CONSERVATION				
AGRICULTURAL EXTENSION SERVIC				
Salary - County Extension Agent	15,194	15,194	15,194	-
Salary - Home Extension Agent	15,194	15,194	15,194	-
Expense Allowances - Agents	11,100	11,100	11,100	-
Salaries - Secretaries	29,086	29,086	26,319	2,767
Social Security	5,399	5,399	4,850	549
Group Medical Insurance	10,600	10,600	9,054	1,546
Retirement and Death Benefit	6,981	6,981	6,317	664
Worker's Compensation	1,962	1,962	783	1,179
Unemployment Insurance	358	358	177	181
Other Post Employment	2,950	2,950	2,669	281
Office Supplies, Postage & Repairs	1,650	1,752	1,751	1
Telephone	600	2,944	2,804	140
Travel	3,500	4,851	4,851	-
Conferences and Dues	1,500	1,960	1,910	50
Miscellaneous Supplies	372	-	-	-
Miscellaneous	300	-	-	-
Total Extension Service	106,746	110,331	102,973	7,358
Total Conservation	106,746	110,331	102,973	7,358

PANOLA COUNTY, TEXAS
SUPPLEMENTARY FINANCIAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
CAPITAL OUTLAY				
GENERAL ADMINISTRATION				
County Judge	\$ 650	\$ 650	\$ 559	\$ 91
Commissioners	250	750	721	29
County Clerk	8,128	12,128	11,679	449
Veterans Service Officer	300	1,450	1,442	8
Miscellaneous and Non-Departmental	5,000	29,604	28,590	1,014
JUDICIAL				
District Court	4,900	3,900	1,672	2,228
County Court at Law	3,650	3,650	1,689	1,961
District Clerk	7,628	7,228	1,379	5,849
Justice of the Peace Pct. 1 & 4	1,000	500	362	138
Justice of the Peace Pct. 2 & 3	495	-	-	-
LEGAL				
District Attorney	4,250	3,330	2,785	545
FINANCIAL ADMINISTRATION				
Auditor	3,300	3,708	3,668	40
Treasurer	2,000	2,000	-	2,000
PUBLIC SAFETY				
Sheriff	125,000	268,601	259,939	8,662
Constable Pct. 1 and 4	20,500	21,589	21,079	510
Constable Pct. 2 and 3	10,893	12,551	12,151	400
Corrections	8,000	5,000	4,615	385
Highway Patrol	3,000	3,000	2,983	17
CONSERVATION				
Agriculture Extension Service	2,000	1,415	1,415	-
Total Capital Outlay	210,944	381,054	356,728	24,326
Total Expenditures	17,640,483	17,746,430	16,858,915	886,015
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,373,262)	(3,377,944)	(487,227)	2,889,217

PANOLA COUNTY, TEXAS
SUPPLEMENTARY FINANCIAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out	(198,000)	(198,000)	(198,000)	-
Total Other Financing Sources (Uses)	<u>(198,000)</u>	<u>(198,000)</u>	<u>(198,000)</u>	-
Net Change in Fund Balance	(3,571,262)	(3,575,944)	(685,227)	2,889,217
FUND BALANCE, BEGINNING	<u>14,386,419</u>	<u>14,386,419</u>	<u>14,386,419</u>	-
FUND BALANCE, ENDING	<u>\$ 10,815,157</u>	<u>\$ 10,810,475</u>	<u>\$ 13,701,192</u>	<u>\$ 2,889,217</u>

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

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**PANOLA COUNTY, TEXAS
COMBINED BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2014**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Other Governmental Funds</u>
ASSETS:			
Cash and Cash Equivalents	\$ 2,410,935	\$ 75,544	\$ 2,486,479
Investments	6,186,308	636,000	6,822,308
Receivables (net of allowance for uncolletable taxes)			
Current Taxes	111,828	-	111,828
Delinquent Taxes	17,738	-	17,738
Due from Other Governments	28,106	-	28,106
Miscellaneous	412,057	387	412,444
Inventory	20,014	-	20,014
Total Assets	<u><u>9,186,986</u></u>	<u><u>711,931</u></u>	<u><u>9,898,917</u></u>
LIABILITIES:			
Accounts Payable-Trade	778,775	-	778,775
Total Liabilities	<u>778,775</u>	<u>-</u>	<u>778,775</u>
DEFERRED INFLOWS OF RESOURCES:			
Unearned Revenue	489,414	-	489,414
Unearned Deferred Revenue	129,566	-	129,566
Total Deferred Inflows of Resources	<u>618,980</u>	<u>-</u>	<u>618,980</u>
FUND BALANCES:			
Nonspendable	20,014	-	20,014
Restricted	7,769,217	-	7,769,217
Committed	-	711,931	711,931
Total Fund Balances	<u>7,789,231</u>	<u>711,931</u>	<u>8,501,162</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 9,186,986</u></u>	<u><u>\$ 711,931</u></u>	<u><u>\$ 9,898,917</u></u>

PANOLA COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Special Revenue	Capital Projects	Total Other Governmental Funds
REVENUES			
Property Taxes	\$ 639,554	\$ -	\$ 639,554
Intergovernmental Receipts	876,694	-	876,694
Fees of Office	630,578	-	630,578
Miscellaneous	1,237,763	9,291	1,247,054
TOTAL REVENUES	3,384,589	9,291	3,393,880
EXPENDITURES			
Current:			
General Administration	83,020	-	83,020
Legal	65,681	-	65,681
Elections	-	-	-
Public Facilities	149,126	-	149,126
Public Safety	1,351,612	-	1,351,612
Public Transportation	503,223	-	503,223
Health & Paupers Care	979,538	-	979,538
Capital Outlay:			
General Administration	-	-	-
Public Safety	30,403	-	30,403
Public Transportation	-	-	-
Recreation	-	-	-
TOTAL EXPENDITURES	3,162,603	-	3,162,603
Excess (Deficiency) of Revenues Over Expenditures	221,986	9,291	231,277
OTHER FINANCING SOURCES (USES)			
Transfers In	198,000	-	198,000
Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES	198,000	-	198,000
NET CHANGE IN FUND BALANCES	419,986	9,291	429,277
FUND BALANCE-BEGINNING OF YEAR	7,369,245	702,640	8,071,885
FUND BALANCE-END OF YEAR	\$ 7,789,231	\$ 711,931	\$ 8,501,162

PANOLA COUNTY, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS

LAW LIBRARY FUND – This fund is used to account for the maintenance and operations of a library open to all residents of the County. Financing is provided by fees collected in connection with court costs.

JUVENILE DELINQUENCY PREVENTION FUND – This fund is used to account for fees collected for the prevention of juvenile delinquency and graffiti eradication.

COURTHOUSE SECURITY FUND – This fund was created to finance the cost of providing security services for buildings housing a district or county court. It is funded by fees collected on felony or misdemeanor convictions.

RECORDS MANAGEMENT FUND – This fund is to be used for the management of the County records and is similar to the Records Preservation Fund.

COUNTY & DISTRICT COURT TECHNOLOGY FUND – This fund is used to account for fees paid by defendants in county and district courts to be used to fund costs of education and training regarding technological enhancements and for purchase and maintenance of technological enhancements, including computer systems, networks, hardware, software, imaging systems, electronic kiosks, and docket management systems.

COURT RECORD PRESERVATION FUND – This fund is used to account for fees paid in each civil case filed in a county or district court to be used only to digitize court records to preserve them from natural disasters.

DISTRICT COURT RECORDS TECHNOLOGY FUND – This fund is used to account for fees paid by defendants in district court to be used to fund costs of education and training regarding technological enhancements and for purchase and maintenance of technological enhancements, including computer systems, networks, hardware, software, imaging systems, electronic kiosks, and docket management systems.

DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION FUND – This fund is used to account for the collection of the District Clerk’s statutory document preservation fee and the expenditure of those fees for records management and preservation services.

RECORDS PRESERVATION FUND – This fund is to be used for records preservation services performed by the County Clerk after the filing and recording of a document in the records of the office of the clerk.

RECORD ARCHIVE FEES FUND – This fund is used to account for the preservation and restoration services of any instrument, document, or paper maintained by the County Clerk. According to statutes governing this fee, “record archive” means public documents filed with the county clerk before January 1, 1990.

JUSTICE COURT TECHNOLOGY FUND – This fund was created to finance the purchase of technological enhancements for a justice court. It is funded by fees on misdemeanor convictions.

VIT INTEREST FUND – This fund was created to account for interest earned on the County’s vehicle inventory tax escrow account, which is used for the administration of the prepayment procedure.

ELECTION SERVICES CONTRACT FUND – This fund is used to account for the revenues and expenditures associated with various contracts with other local governments in which County provides election services.

FARM TO MARKET AND LATERAL ROAD FUND – This fund is similar to the Road and Bridge Fund. Primary sources of revenues are ad valorem taxes. These taxes are authorized by the State and allow counties to include in their tax rates ad valorem taxes levied by the State in previous years.

COMMUNITY SUPERVISION AND CORRECTIONS FUND – This fund is used to account for the revenues and expenditures generated by the Community Supervision and Correction Department in the supervision and administration of probationers reportable to the 123rd jurisdiction. Financing is provided by probation fees collected by the department and funding by the State of Texas based on probationers' supervision caseloads. Payment of operating expenditures is administered by the County.

PANOLA COUNTY, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS

DRUG COURT GRANT FUND – This fund is used to account for the revenues and expenditures associated with the Drug Court Program initiated by Panola and Shelby Counties. Financing is provided by federal grant monies and funding from both Panola and Shelby Counties. This program is operated by the 123rd Judicial District – Community Supervision and Correction Department.

JUVENILE PROBATION FUND – This fund is used to account for the revenues and expenditures associated with the supervision and administration of juvenile probationers reportable in Panola County. Financing is provided by State aid. Fiscal services are provided by the County.

OLD PROBATION FUND – This fund represents remaining carryover funds from the old tri-county probation system before the jurisdiction of probation departments in the State were placed under the authority of the Texas Adult Probation Commission. Current revenues are primarily from interest earnings on invested funds. Certain capital outlay expenditures and certain repairs to capital items are not authorized in the adult probation fund. This fund is used to account for these types of expenditures.

HOT CHECK FEE FUND – The scope of the District Attorney's responsibilities include the collection of "hot checks" issued to merchants and others in the County. A fee is assessed to the maker of the "hot check." These fees are generally available for use at the discretion of the District Attorney without Commissioners' Court approval.

SHERIFF'S STATE FORFEITURE FUND – This fund is used to account for funds allocated by the State from drug money confiscated within County boundaries.

JAIL COMMISARY FUND – This fund is used to account for proceeds received from the sale of goods to inmates and expenditures of same.

DISTRICT ATTORNEY LONGEVITY PAY SUPPLEMENT FUND – This fund is used to account for funds received from the Criminal Justice Division. These funds are used to supplement the salary of the Assistant District Attorney.

DISTRICT ATTORNEY FORFEITURE FUND – This fund is used to account for the funds received after forfeiture proceedings are final involving drug cases where cash or property has been seized. State statutes governing these funds allow the monies to be used for illegal drug investigation matters. The funds do not require approval by the Commissioners' Court. However, the District Attorney is required to submit a budget to the Court before expenditures are made.

STATE APPORTIONMENT D.A. FUND – This fund is used to account for revenues and expenditures used for purposes of the Criminal District Attorney's Office. It is used primarily to defray salary expenses of the District Attorney Office employees. Funding is provided by the State of Texas.

CONSTABLE PCT. 1 & 4 STATE FORFEITURE FUND – This fund is used to account for state funds received after forfeiture proceedings are final involving cases where cash or property has been seized. State statutes governing these funds allow the monies to be used for investigation matters.

CONSTABLE PCT. 2 & 3 STATE FORFEITURE FUND – This fund is used to account for state funds received after forfeiture proceedings are final involving cases where cash or property has been seized. State statutes governing these funds allow the monies to be used for investigation matters.

CDA FEDERAL FORFEITURE FUND – This fund is used to account for funds received from the federal government. These funds represent cash seized and forfeited relative to certain drug cases. Federal statutes governing these funds allow the monies to be used for investigation matters.

CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURE FUND – This fund is used to account for federal funds received after forfeiture proceedings are final involving cases where cash or property has been seized. Federal statutes governing these funds allow the monies to be used for investigation matters.

**PANOLA COUNTY, TEXAS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS**

GARY WATER SUPPLY CORPORATION FUND – This fund is used to account for funds received from the State to be used for a water improvement system. The grant monies were awarded from the Texas Community Development Block Grant Program (TXCDBG).

SOUTH MURVAUL WATER SUPPLY CORPORATION FUND – This fund is used to account for funds received from the State to be used to provide first-time water service to 44 households within the South Murvaul Water Supply Corporation service area. The grant monies were awarded from the Texas Community Development Block Grant Program (TXCDBG).

CHILD PROTECTIVE SERVICES FUND – This fund is used to account for services which are provided to meet the needs of dependent and neglected children; children with special needs; and children in danger of being judged delinquent. Child Protective Services are governed by the Children’s Services Board, which is funded in part by the County and is dependent upon the County for accomplishment of its purposes.

HEALTH FUND – This fund is used only to finance items related to providing health care to County residents, including indigent residents.

AIRPORT FUND – This fund is used to account for hangar rentals and miscellaneous upkeep of Sharpe Field, the airport serving Panola County. The Panola County Airport Authority Board serves as an advisory Board and is appointed by the Commissioners’ Court.

**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2014**

	<u>LAW LIBRARY</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>COURT- HOUSE SECURITY</u>	<u>RECORDS MANAGEMENT</u>
ASSETS:				
Cash and Cash Equivalents	\$ 10,433	\$ 156	\$ 36,684	\$ 36,851
Investments	30,000	-	182,000	125,000
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	92	-	246	229
Inventory	-	-	-	-
Total Assets	<u><u>40,525</u></u>	<u><u>156</u></u>	<u><u>218,930</u></u>	<u><u>162,080</u></u>
LIABILITIES:				
Accounts Payable-Trade	<u>1,206</u>	-	-	-
Total Liabilities	<u><u>1,206</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
DEFERRED INFLOWS OF RESOURCES:				
Unearned Revenue	-	-	-	-
Unearned Deferred Revenue	-	-	-	-
Total Deferred Inflows of Resources	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	<u>39,319</u>	<u>156</u>	<u>218,930</u>	<u>162,080</u>
Total Fund Balances	<u><u>39,319</u></u>	<u><u>156</u></u>	<u><u>218,930</u></u>	<u><u>162,080</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 40,525</u></u>	<u><u>\$ 156</u></u>	<u><u>\$ 218,930</u></u>	<u><u>\$ 162,080</u></u>

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION
\$ 3,160	\$ 15,582	\$ 3,658	\$ 6,521	\$ 203,850
-	-	-	-	233,000
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9	20	10	10	464
-	-	-	-	-
3,169	15,602	3,668	6,531	437,314
-	-	-	-	2,800
-	-	-	-	2,800
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
3,169	15,602	3,668	6,531	434,514
3,169	15,602	3,668	6,531	434,514
\$ 3,169	\$ 15,602	\$ 3,668	\$ 6,531	\$ 437,314

**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2014**

	<u>RECORDS ARCHIVE FEES</u>	<u>JUSTICE COURT TECHNOLOGY</u>	<u>VIT INTEREST</u>
ASSETS:			
Cash and Cash Equivalents	\$ 50,937	\$ 15,995	\$ 4,872
Investments	50,000	62,000	-
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	244	46	179
Inventory	-	-	-
	<u>101,181</u>	<u>78,041</u>	<u>5,051</u>
Total Assets			
	<u><u>101,181</u></u>	<u><u>78,041</u></u>	<u><u>5,051</u></u>
LIABILITIES:			
Accounts Payable-Trade	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
DEFERRED INFLOWS OF RESOURCES:			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
FUND BALANCES:			
Nonspendable	-	-	-
Restricted	101,181	78,041	5,051
Total Fund Balances	<u>101,181</u>	<u>78,041</u>	<u>5,051</u>
	<u><u>101,181</u></u>	<u><u>78,041</u></u>	<u><u>5,051</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 101,181</u></u>	<u><u>\$ 78,041</u></u>	<u><u>\$ 5,051</u></u>

<u>ELECTION SERVICES CONTRACT</u>	<u>FM & LATERAL</u>	<u>COMMUNITY SUPERVISION AND CORRECTIONS</u>	<u>DRUG COURT GRANT</u>	<u>JUVENILE PROBATION</u>	<u>OLD PROBATION</u>
\$ 20,669	\$ 346,494	\$ 194,100	\$ 66,194	\$ 217,388	\$ 9,963
-	1,860,308	100,000	-	200,000	1,000
-	111,828	-	-	-	-
-	17,738	-	-	-	-
-	28,106	-	-	-	-
-	1,739	27,388	27,016	396	1
-	-	-	-	-	-
<u>20,669</u>	<u>2,366,213</u>	<u>321,488</u>	<u>93,210</u>	<u>417,784</u>	<u>10,964</u>
-	4,880	4,621	11,508	2,392	-
-	4,880	4,621	11,508	2,392	-
-	489,414	-	-	-	-
-	129,566	-	-	-	-
-	618,980	-	-	-	-
-	-	-	-	-	-
20,669	1,742,353	316,867	81,702	415,392	10,964
20,669	1,742,353	316,867	81,702	415,392	10,964
<u>\$ 20,669</u>	<u>\$ 2,366,213</u>	<u>\$ 321,488</u>	<u>\$ 93,210</u>	<u>\$ 417,784</u>	<u>\$ 10,964</u>

**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2014**

	HOT CHECK FEE	SHERIFF'S STATE FORFEITURE	JAIL COMM	DIST ATTY LONGEVITY PAY SUPPLEMENT
ASSETS:				
Cash and Cash Equivalents	\$ 34,331	\$ 65,092	\$ 7,019	\$ 113
Investments	1,000	25,000	-	-
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	-	15	-	-
Inventory	-	-	-	-
Total Assets	35,331	90,107	7,019	113
LIABILITIES:				
Accounts Payable-Trade	-	-	-	-
Total Liabilities	-	-	-	-
DEFERRED INFLOWS OF RESOURCES:				
Unearned Revenue	-	-	-	-
Unearned Deferred Revenue	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	35,331	90,107	7,019	113
Total Fund Balances	35,331	90,107	7,019	113
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 35,331	\$ 90,107	\$ 7,019	\$ 113

<u>D.A.</u> <u>FORFEITURE</u>	<u>STATE</u> <u>APPORTION-</u> <u>MENT - DA</u>	<u>CONSTABLE</u> <u>PCT. 1&4</u> <u>STATE</u> <u>FORFEITURES</u>	<u>CONSTABLE</u> <u>PCT. 2 & 3</u> <u>STATE</u> <u>FORFEITURES</u>	<u>CDA</u> <u>FEDERAL</u> <u>FORFEITURE</u>	<u>CONSTABLE</u> <u>PCT. 2 & 3</u> <u>FEDERAL</u> <u>FORFEITURES</u>
\$ 2,815	\$ 644	\$ 187	\$ 1,002	\$ 56,647	\$ 32
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,815</u>	<u>644</u>	<u>187</u>	<u>1,002</u>	<u>56,647</u>	<u>32</u>
<u>35</u>	-	-	-	-	-
<u>35</u>	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,780</u>	<u>644</u>	<u>187</u>	<u>1,002</u>	<u>56,647</u>	<u>32</u>
<u>2,780</u>	<u>644</u>	<u>187</u>	<u>1,002</u>	<u>56,647</u>	<u>32</u>
<u>\$ 2,815</u>	<u>\$ 644</u>	<u>\$ 187</u>	<u>\$ 1,002</u>	<u>\$ 56,647</u>	<u>\$ 32</u>

**PANOLA COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 NON-MAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2014**

	GARY WATER SUPPLY CORPORATION	SOUTH MURVAUL WATER SUPPLY CORPORATION	CHILD PROTECTIVE SERVICES
ASSETS:			
Cash and Cash Equivalents	\$ 76,842	\$ -	\$ 51,195
Investments	-	-	48,000
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	-	7,654	3,626
Inventory	-	-	-
Total Assets	76,842	7,654	102,821
LIABILITIES:			
Accounts Payable-Trade	76,842	7,654	200
Total Liabilities	76,842	7,654	200
DEFERRED INFLOWS OF RESOURCES:			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
Total Deferred Inflows of Resources	-	-	-
FUND BALANCES:			
Nonspendable	-	-	-
Restricted	-	-	102,621
Total Fund Balances	-	-	102,621
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 76,842	\$ 7,654	\$ 102,821

HEALTH FUND	AIRPORT	NON-MAJOR SPECIAL REVENUE FUNDS TOTAL
\$ 650,069	\$ 221,440	\$ 2,410,935
3,171,000	98,000	6,186,308
-	-	111,828
-	-	17,738
-	-	28,106
341,527	1,146	412,057
-	20,014	20,014
<u>4,162,596</u>	<u>340,600</u>	<u>9,186,986</u>
<u>666,117</u>	<u>520</u>	<u>778,775</u>
<u>666,117</u>	<u>520</u>	<u>778,775</u>
-	-	489,414
-	-	129,566
-	-	618,980
-	20,014	20,014
3,496,479	320,066	7,769,217
<u>3,496,479</u>	<u>340,080</u>	<u>7,789,231</u>
<u>\$ 4,162,596</u>	<u>\$ 340,600</u>	<u>\$ 9,186,986</u>

PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>LAW LIBRARY</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>COURT- HOUSE SECURITY</u>	<u>RECORDS MANAGEMENT</u>
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-	-
Fees of Office	13,473	-	17,933	8,641
Miscellaneous	197	1	1,267	892
TOTAL REVENUES	<u>13,670</u>	<u>1</u>	<u>19,200</u>	<u>9,533</u>
EXPENDITURES				
Current				
General Administration	-	-	24,203	-
Legal	7,213	-	-	-
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
Capital Outlay				
General Administration	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
TOTAL EXPENDITURES	<u>7,213</u>	<u>-</u>	<u>24,203</u>	<u>-</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>6,457</u>	<u>1</u>	<u>(5,003)</u>	<u>9,533</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>6,457</u>	<u>1</u>	<u>(5,003)</u>	<u>9,533</u>
FUND BALANCE-BEGINNING OF YEAR	<u>32,862</u>	<u>155</u>	<u>223,933</u>	<u>152,547</u>
FUND BALANCE-END OF YEAR	<u>\$ 39,319</u>	<u>\$ 156</u>	<u>\$ 218,930</u>	<u>\$ 162,080</u>

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
856	2,536	1,200	1,443	80,646
12	62	13	25	2,121
<u>868</u>	<u>2,598</u>	<u>1,213</u>	<u>1,468</u>	<u>82,767</u>
-	-	-	-	18,986
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	18,986
<u>868</u>	<u>2,598</u>	<u>1,213</u>	<u>1,468</u>	<u>63,781</u>
-	-	-	-	-
-	-	-	-	-
868	2,598	1,213	1,468	63,781
<u>2,301</u>	<u>13,004</u>	<u>2,455</u>	<u>5,063</u>	<u>370,733</u>
<u>\$ 3,169</u>	<u>\$ 15,602</u>	<u>\$ 3,668</u>	<u>\$ 6,531</u>	<u>\$ 434,514</u>

PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	RECORDS ARCHIVE FEES	JUSTICE COURT TECHNOLOGY	VIT INTEREST
REVENUES			
Property Taxes	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-
Fees of Office	71,915	7,660	-
Miscellaneous	434	399	201
TOTAL REVENUES	72,349	8,059	201
EXPENDITURES			
Current			
General Administration	29,997	9,002	832
Legal	-	-	-
Elections	-	-	-
Public Facilities	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
Health & Paupers Care	-	-	-
Capital Outlay			
General Administration	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
TOTAL EXPENDITURES	29,997	9,002	832
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	42,352	(943)	(631)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
TOTAL OTHER FINANCING SOURCES	-	-	-
NET CHANGE IN FUND BALANCES	42,352	(943)	(631)
FUND BALANCE-BEGINNING OF YEAR	58,829	78,984	5,682
FUND BALANCE-END OF YEAR	\$ 101,181	\$ 78,041	\$ 5,051

<u>ELECTION SERVICES CONTRACT</u>	<u>FM & LATERAL</u>	<u>COMMUNITY SUPERVISION AND CORRECTIONS</u>	<u>DRUG COURT GRANT</u>	<u>JUVENILE PROBATION</u>	<u>OLD PROBATION</u>
\$ -	\$ 639,554	\$ -	\$ -	\$ -	\$ -
-	-	372,541	92,884	199,875	-
7,050	-	400,242	5,456	280	-
75	16,796	5,443	283	1,988	59
<u>7,125</u>	<u>656,350</u>	<u>778,226</u>	<u>98,623</u>	<u>202,143</u>	<u>59</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	872,772	92,884	351,154	-
-	430,163	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>430,163</u>	<u>872,772</u>	<u>92,884</u>	<u>351,154</u>	<u>-</u>
7,125	226,187	(94,546)	5,739	(149,011)	59
-	-	-	-	170,000	-
-	-	-	-	170,000	-
7,125	226,187	(94,546)	5,739	20,989	59
<u>13,544</u>	<u>1,516,166</u>	<u>411,413</u>	<u>75,963</u>	<u>394,403</u>	<u>10,905</u>
<u>\$ 20,669</u>	<u>\$ 1,742,353</u>	<u>\$ 316,867</u>	<u>\$ 81,702</u>	<u>\$ 415,392</u>	<u>\$ 10,964</u>

PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>HOT CHECK FEE</u>	<u>SHERIFF'S STATE FORFEITURE</u>	<u>JAIL COMM</u>	<u>DIST ATTY LONGEVITY PAY SUPPLEMENT</u>
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-	6,000
Fees of Office	11,247	-	-	-
Miscellaneous	-	16,660	4,115	1
TOTAL REVENUES	<u>11,247</u>	<u>16,660</u>	<u>4,115</u>	<u>6,001</u>
EXPENDITURES				
Current				
General Administration	-	-	-	-
Legal	16,052	-	-	6,000
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	7,302	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
Capital Outlay	-	-	-	-
General Administration	-	-	-	-
Public Safety	-	25,631	4,772	-
Public Transportation	-	-	-	-
TOTAL EXPENDITURES	<u>16,052</u>	<u>32,933</u>	<u>4,772</u>	<u>6,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,805)</u>	<u>(16,273)</u>	<u>(657)</u>	<u>1</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(4,805)	(16,273)	(657)	1
FUND BALANCE-BEGINNING OF YEAR	<u>40,136</u>	<u>106,380</u>	<u>7,676</u>	<u>112</u>
FUND BALANCE-END OF YEAR	<u>\$ 35,331</u>	<u>\$ 90,107</u>	<u>\$ 7,019</u>	<u>\$ 113</u>

D.A. FORFEITURE	STATE APPORTION- MENT - DA	CONSTABLE PCT. 1&4 STATE FORFEITURES	CONSTABLE PCT. 2 & 3 STATE FORFEITURES	CDA FEDERAL FORFEITURE	CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURES
\$ -	\$ -	\$ -	\$ -	\$ -	
-	27,500	-	-	-	
-	-	-	-	-	
10,293	14	1	5	242	
<u>10,293</u>	<u>27,514</u>	<u>1</u>	<u>5</u>	<u>242</u>	<u>-</u>
-	-	-	-	-	-
36,416	-	-	-	-	-
-	-	-	-	-	-
-	27,500	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>36,416</u>	<u>27,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(26,123)	14	1	5	242	-
-	-	-	-	-	-
-	-	-	-	-	-
(26,123)	14	1	5	242	-
28,903	630	186	997	56,405	32
<u>\$ 2,780</u>	<u>\$ 644</u>	<u>\$ 187</u>	<u>\$ 1,002</u>	<u>\$ 56,647</u>	<u>\$ 32</u>

PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	GARY WATER SUPPLY CORPORATION	SOUTH MURVAUL WATER SUPPLY CORPORATION	CHILD PROTECTIVE SERVICES
REVENUES			
Property Taxes	\$ -	\$ -	\$ -
Intergovernmental Receipts	79,342	69,784	3,600
Fees of Office	-	-	-
Miscellaneous	-	-	2,301
TOTAL REVENUES	79,342	69,784	5,901
EXPENDITURES			
Current			
General Administration	-	-	-
Legal	-	-	-
Elections	-	-	-
Public Facilities	79,342	69,784	-
Public Safety	-	-	-
Public Transportation	-	-	-
Health & Paupers Care	-	-	21,119
Capital Outlay			
General Administration	-	-	-
Public Safety	-	-	-
Public Transportation	-	-	-
TOTAL EXPENDITURES	79,342	69,784	21,119
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(15,218)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	28,000
TOTAL OTHER FINANCING SOURCES	-	-	28,000
NET CHANGE IN FUND BALANCES	-	-	12,782
FUND BALANCE-BEGINNING OF YEAR	-	-	89,839
FUND BALANCE-END OF YEAR	\$ -	\$ -	\$ 102,621

HEALTH FUND	AIRPORT	NON-MAJOR SPECIAL REVENUE FUNDS TOTAL
\$ -	\$ -	\$ 639,554
25,168	-	876,694
-	-	630,578
<u>1,090,553</u>	<u>83,310</u>	<u>1,237,763</u>
<u>1,115,721</u>	<u>83,310</u>	<u>3,384,589</u>
-	-	83,020
-	-	65,681
-	-	-
-	-	149,126
-	-	1,351,612
-	73,060	503,223
958,419	-	979,538
-	-	-
-	-	30,403
-	-	-
<u>958,419</u>	<u>73,060</u>	<u>3,162,603</u>
<u>157,302</u>	<u>10,250</u>	<u>221,986</u>
-	-	198,000
-	-	198,000
157,302	10,250	419,986
<u>3,339,177</u>	<u>329,830</u>	<u>7,369,245</u>
<u>\$ 3,496,479</u>	<u>\$ 340,080</u>	<u>\$ 7,789,231</u>

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PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
LAW LIBRARY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
Law Library Fees	\$ 16,000	\$ 13,472	\$ 13,473	\$ 1
MISCELLANEOUS				
Interest Earnings	125	125	197	72
Total Revenues	<u>16,125</u>	<u>13,597</u>	<u>13,670</u>	<u>73</u>
EXPENDITURES				
Current:				
Legal	<u>16,125</u>	<u>13,597</u>	<u>7,213</u>	<u>6,384</u>
Total Expenditures	<u>16,125</u>	<u>13,597</u>	<u>7,213</u>	<u>6,384</u>
Net Change in Fund Balances	-	-	6,457	6,457
FUND BALANCE, BEGINNING OF YEAR	<u>32,862</u>	<u>32,862</u>	<u>32,862</u>	-
FUND BALANCE, END OF YEAR	<u><u>\$ 32,862</u></u>	<u><u>\$ 32,862</u></u>	<u><u>\$ 39,319</u></u>	<u><u>\$ 6,457</u></u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
COUNTY JUVENILE DELINQUENCY PREVENTION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
FEES OF OFFICE				
Law Library Fees	\$ 80	\$ -	\$ -	\$ -
MISCELLANEOUS				
Interest Earnings	-	1	1	-
Total Revenues	<u>80</u>	<u>1</u>	<u>1</u>	<u>-</u>
EXPENDITURES				
Current:				
Legal	80	1	-	1
Total Expenditures	<u>80</u>	<u>1</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balances	-	-	1	1
FUND BALANCE, BEGINNING OF YEAR	<u>155</u>	<u>155</u>	<u>155</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 155</u></u>	<u><u>\$ 155</u></u>	<u><u>\$ 156</u></u>	<u><u>\$ 1</u></u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
COURTHOUSE SECURITY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 2,000	\$ 1,549	\$ 1,549	\$ -
County Clerk Fees	10,092	8,718	8,719	1
JP Offices	11,382	7,665	7,665	-
Total Fees of Office	<u>23,474</u>	<u>17,932</u>	<u>17,933</u>	<u>1</u>
MISCELLANEOUS				
Interest Earnings	890	1,245	1,267	22
Total Revenues	<u>24,364</u>	<u>19,177</u>	<u>19,200</u>	<u>23</u>
EXPENDITURES				
Current:				
General Administration:				
Baliff and Security	16,809	16,809	16,808	1
Social Security Taxes	1,286	1,286	1,286	0
Retirement & Death Benefits	4,035	4,035	4,034	1
Workers Compensation	445	445	352	93
Unemployment Insurance	84	84	19	65
Other Post Employment	1,705	1,705	1,704	1
Total Expenditures	<u>24,364</u>	<u>24,364</u>	<u>24,203</u>	<u>161</u>
Net Change in Fund Balances	-	(5,187)	(5,003)	184
FUND BALANCE, BEGINNING OF YEAR	<u>223,933</u>	<u>223,933</u>	<u>223,933</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 223,933</u>	<u>\$ 218,746</u>	<u>\$ 218,930</u>	<u>\$ 184</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
RECORDS MANAGEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 2,888	\$ 2,843	\$ 2,843	\$ -
County Clerk Fees	4,772	4,772	5,798	1,026
Total Fees of Office	<u>7,660</u>	<u>7,615</u>	<u>8,641</u>	<u>1,026</u>
MISCELLANEOUS				
Interest Earnings	570	615	892	277
Total Revenues	<u>8,230</u>	<u>8,230</u>	<u>9,533</u>	<u>1,303</u>
EXPENDITURES				
Current:				
General Administration:				
Seasonal Help	7,579	7,579	-	7,579
Retirement	-	-	-	-
Social Security Taxes	580	580	-	580
Workers Compensation	40	40	-	40
Unemployment Insurance	31	31	-	31
Total Expenditures	<u>8,230</u>	<u>8,230</u>	<u>-</u>	<u>8,230</u>
Net Change in Fund Balances	-	-	9,533	9,533
FUND BALANCE, BEGINNING OF YEAR	<u>152,547</u>	<u>152,547</u>	<u>152,547</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 152,547</u>	<u>\$ 152,547</u>	<u>\$ 162,080</u>	<u>\$ 9,533</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
COUNTY & DISTRICT COURT TECH SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 50	\$ 50	\$ 115	\$ 65
County Clerk Fees	100	100	741	641
Total Fees of Office	150	150	856	706
MISCELLANEOUS				
Interest Earnings	1	1	12	11
Total Revenues	151	151	868	717
EXPENDITURES				
Capital Outlay:				
General Administration	151	151	-	151
Total Expenditures	151	151	-	151
Net Change in Fund Balances	-	-	868	868
FUND BALANCE, BEGINNING OF YEAR	2,301	2,301	2,301	-
FUND BALANCE, END OF YEAR	\$ 2,301	\$ 2,301	\$ 3,169	\$ 868

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
COURT RECORD PRESERVATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		VARIANCE WITH
	ORIGINAL	FINAL	FINAL BUDGET
			POSITIVE
		ACTUAL	(NEGATIVE)
REVENUES			
FEES OF OFFICE			
District Clerk Fees	\$ 1,790	\$ 1,790	\$ 2,536
Total Fees of Office	<u>1,790</u>	<u>1,790</u>	<u>746</u>
MISCELLANEOUS			
Interest Earnings	10	10	62
Total Revenues	<u>1,800</u>	<u>1,800</u>	<u>798</u>
EXPENDITURES			
Current:			
General Administration	1,800	1,800	-
Total Expenditures	<u>1,800</u>	<u>1,800</u>	<u>1,800</u>
Net Change in Fund Balances	-	-	2,598
FUND BALANCE, BEGINNING OF YEAR	<u>13,004</u>	<u>13,004</u>	<u>13,004</u>
FUND BALANCE, END OF YEAR	<u>\$ 13,004</u>	<u>\$ 13,004</u>	<u>\$ 15,602</u>
			<u>\$ 2,598</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DISTRICT COURT RECORDS TECHNOLOGY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		VARIANCE WITH
	ORIGINAL	FINAL	FINAL BUDGET
			POSITIVE
		ACTUAL	(NEGATIVE)
REVENUES			
FEES OF OFFICE			
District Clerk Fees	\$ 800	\$ 800	\$ 1,200
Total Fees of Office	<u>800</u>	<u>800</u>	<u>400</u>
MISCELLANEOUS			
Interest Earnings	-	-	13
Total Revenues	<u>800</u>	<u>800</u>	<u>1,213</u>
EXPENDITURES			
Current:			
General Administration	800	800	-
Total Expenditures	<u>800</u>	<u>800</u>	<u>-</u>
Net Change in Fund Balances	-	-	1,213
FUND BALANCE, BEGINNING OF YEAR	<u>2,455</u>	<u>2,455</u>	<u>2,455</u>
FUND BALANCE, END OF YEAR	<u>\$ 2,455</u>	<u>\$ 2,455</u>	<u>\$ 3,668</u>
			<u>\$ 1,213</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		VARIANCE WITH
	ORIGINAL	FINAL	FINAL BUDGET
			POSITIVE
		ACTUAL	(NEGATIVE)
REVENUES			
FEES OF OFFICE			
District Clerk Fees	\$ 600	\$ 600	\$ 1,443
Total Fees of Office	<u>600</u>	<u>600</u>	<u>843</u>
MISCELLANEOUS			
Interest Earnings	-	-	25
Total Revenues	<u>600</u>	<u>600</u>	<u>868</u>
EXPENDITURES			
Current:			
General Administration	600	600	-
Total Expenditures	<u>600</u>	<u>600</u>	<u>600</u>
Net Change in Fund Balances	-	-	1,468
FUND BALANCE, BEGINNING OF YEAR	<u>5,063</u>	<u>5,063</u>	<u>5,063</u>
FUND BALANCE, END OF YEAR	<u>\$ 5,063</u>	<u>\$ 5,063</u>	<u>\$ 6,531</u>
			<u>\$ 1,468</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
RECORDS PRESERVATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
County Clerks Fees	\$ 34,907	\$ 34,907	\$ 80,646	\$ 45,739
Total Fees of Office	<u>34,907</u>	<u>34,907</u>	<u>80,646</u>	<u>45,739</u>
MISCELLANEOUS				
Interest Earnings	1,323	1,323	2,121	798
Total Revenues	<u>36,230</u>	<u>36,230</u>	<u>82,767</u>	<u>46,537</u>
EXPENDITURES				
Current:				
General Administration:				
Seasonal Help	7,579	7,579	-	7,579
Social Security Taxes	580	580	-	580
Retirement	40	40	-	40
Workers Compensation	31	31	-	31
Unemployment Insurance	3,600	3,600	-	3,600
Rentals, Microfilm	24,400	24,400	18,986	5,414
Internet Download	-	-	-	-
Total Expenditures	<u>36,230</u>	<u>36,230</u>	<u>18,986</u>	<u>17,244</u>
Net Change in Fund Balances	-	-	63,781	63,781
FUND BALANCE, BEGINNING OF YEAR	<u>370,733</u>	<u>370,733</u>	<u>370,733</u>	-
FUND BALANCE, END OF YEAR	<u>\$ 370,733</u>	<u>\$ 370,733</u>	<u>\$ 434,514</u>	<u>\$ 63,781</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
RECORDS ARCHIVE FEES SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
County Clerk Fees	\$ 29,800	\$ 29,800	\$ 71,915	\$ 42,115
Total Fees of Office	29,800	29,800	71,915	42,115
MISCELLANEOUS				
Interest Earnings	200	200	434	234
Total Revenues	30,000	30,000	72,349	42,349
EXPENDITURES				
Current:				
General Administration:				
Digitizing	30,000	30,000	29,997	3
Total Expenditures	30,000	30,000	29,997	3
Net Change in Fund Balances	-	-	42,352	42,352
FUND BALANCE, BEGINNING OF YEAR	58,829	58,829	58,829	-
FUND BALANCE, END OF YEAR	\$ 58,829	\$ 58,829	\$ 101,181	\$ 42,352

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
JUSTICE COURT TECHNOLOGY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
JP Offices	\$ 9,708	\$ 7,660	\$ 7,660	\$ -
Total Fees of Office	<u>9,708</u>	<u>7,660</u>	<u>7,660</u>	<u>-</u>
MISCELLANEOUS				
Interest Earnings	292	382	399	17
Total Revenues	<u>10,000</u>	<u>8,042</u>	<u>8,059</u>	<u>17</u>
EXPENDITURES				
Current:				
General Administration:				
Professional Services	5,000	4,000	4,000	-
Supplies	5,000	5,003	5,002	1
Total Expenditures	<u>10,000</u>	<u>9,003</u>	<u>9,002</u>	<u>1</u>
Net Change in Fund Balances	-	(961)	(943)	18
FUND BALANCE, BEGINNING OF YEAR	<u>78,984</u>	<u>78,984</u>	<u>78,984</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 78,984</u>	<u>\$ 78,023</u>	<u>\$ 78,041</u>	<u>\$ 18</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
VIT INTEREST SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Miscellaneous Revenue:				
Interest Earnings	\$ 100	\$ 100	\$ 201	\$ 101
Total Revenues	100	100	201	101
EXPENDITURES				
Current:				
Deputy Supplement	585	585	585	-
Social Security Taxes	45	45	45	-
Retirement	141	141	140	1
Workers Compensation	10	10	2	8
Unemployment Insurance	3	3	1	2
Other Post Employment	60	60	59	1
Total Expenditures	844	844	832	12
Net Change in Fund Balances	(744)	(744)	(631)	113
FUND BALANCE, BEGINNING OF YEAR	5,682	5,682	5,682	-
FUND BALANCE, END OF YEAR	\$ 4,938	\$ 4,938	\$ 5,051	\$ 113

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
ELECTION SERVICES CONTRACT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
Election Services	\$ -	\$ -	\$ 7,050	\$ 7,050
Total Fees of Office	<u>-</u>	<u>-</u>	<u>7,050</u>	<u>7,050</u>
MISCELLANEOUS				
Interest Earnings	\$ -	\$ -	\$ 75	\$ 75
Total Revenues	<u>-</u>	<u>-</u>	<u>7,125</u>	<u>7,125</u>
EXPENDITURES				
Current:				
Elections	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	7,125	7,125
FUND BALANCE, BEGINNING OF YEAR	<u>13,544</u>	<u>13,544</u>	<u>13,544</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 13,544</u>	<u>\$ 13,544</u>	<u>\$ 20,669</u>	<u>\$ 7,125</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FARM TO MARKET AND LATERAL ROAD SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
PROPERTY TAXES				
Current	\$ 555,758	\$ 555,758	\$ 620,277	\$ 64,519
Delinquent	9,914	9,914	19,277	9,363
Total Property Taxes	<u>565,672</u>	<u>565,672</u>	<u>639,554</u>	<u>73,882</u>
MISCELLANEOUS				
Interest Earned	6,687	6,687	11,134	4,447
Miscellaneous	2,000	5,405	5,662	257
Total Miscellaneous	<u>8,687</u>	<u>12,092</u>	<u>16,796</u>	<u>4,704</u>
Total Revenues	<u>574,359</u>	<u>577,764</u>	<u>656,350</u>	<u>78,586</u>
EXPENDITURES				
Current:				
Public Transportation				
Salaries - Road and Bridge Department	110,267	110,267	78,009	32,258
Benefits Termination	1,449	1,449	-	1,449
Social Security Taxes	8,547	8,547	5,827	2,720
Group Insurance	21,200	21,200	20,985	215
Retirement and Death Benefits	26,812	26,812	18,722	8,090
Other Post Employment	11,329	11,329	7,910	3,419
Retiree Medical Insurance Trust	14,604	14,604	14,604	-
Workers Compensation	10,000	10,000	913	9,087
Optional Retirement	29,961	29,961	29,961	-
Unemployment Insurance	1,368	1,368	86	1,282
Repair and Maintenance	31,627	34,532	27,593	6,939
Parts and Repairs	20,000	20,000	9,302	10,698
Contingency	14,145	10,245	-	10,245
Conferences and Dues	900	-	-	-
Utilities	15,000	18,000	16,670	1,330
Contractor Service	8,000	21,900	21,065	835
Physicals and Drug	3,500	3,500	1,835	1,665
Rentals and Leases	5,000	5,000	3,920	1,080
Beaver Control	32,400	32,400	32,400	-
Liability and Other Insurance	190,000	190,000	137,348	52,652
Miscellaneous	1,250	1,750	1,300	450
Furniture and Equipment	1,000	1,900	1,713	187
Capital Outlay:				
Public Transportation	16,000	3,000	-	3,000
Total Expenditures	<u>574,359</u>	<u>577,764</u>	<u>430,163</u>	<u>147,601</u>
Net Change in Fund Balances	-	-	226,187	226,187
FUND BALANCE, BEGINNING OF YEAR	<u>1,516,166</u>	<u>1,516,166</u>	<u>1,516,166</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,516,166</u>	<u>\$ 1,516,166</u>	<u>\$ 1,742,353</u>	<u>\$ 226,187</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
COMMUNITY SUPERVISION AND CORRECTION DEPARTMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Aid	\$ 230,125	\$ 230,125	\$ 230,125	\$ -
C.S.R. Coordinator	35,082	35,082	35,082	-
CSCD Sex Offender	10,479	10,479	10,479	-
Indirect Services	50,028	50,028	50,028	-
Specialized Caseload-Sex Offender	46,827	46,827	46,827	-
Total Intergovernmental Receipts	<u>372,541</u>	<u>372,541</u>	<u>372,541</u>	<u>-</u>
FEEES OF OFFICE				
Probation Fees	400,242	400,242	400,242	-
Total Fees of Office	<u>400,242</u>	<u>400,242</u>	<u>400,242</u>	<u>-</u>
MISCELLANEOUS				
Interest Earned	1,956	1,956	1,956	-
Miscellaneous	3,487	3,487	3,487	-
Total Miscellaneous	<u>5,443</u>	<u>5,443</u>	<u>5,443</u>	<u>-</u>
Total Revenues	<u>778,226</u>	<u>778,226</u>	<u>778,226</u>	<u>-</u>
EXPENDITURES				
Current:				
Public Safety:				
Supervision	741,541	741,541	741,541	-
Civil Supervision	2,814	2,814	2,814	-
C.S.R. Coordination	26,725	26,725	26,725	-
Indirect Services	49,650	49,650	49,650	-
Specialized Caseload	45,963	45,963	45,963	-
CSCD Sex Offender	6,079	6,079	6,079	-
Total Expenditures	<u>872,772</u>	<u>872,772</u>	<u>872,772</u>	<u>-</u>
Net Change in Fund Balances	(94,546)	(94,546)	(94,546)	-
FUND BALANCE, BEGINNING OF YEAR	<u>411,413</u>	<u>411,413</u>	<u>411,413</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 316,867</u>	<u>\$ 316,867</u>	<u>\$ 316,867</u>	<u>\$ -</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
DRUG COURT GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Aid	\$ -	\$ 99,382	\$ 92,884	\$ (6,498)
Total Intergovernmental Receipts	-	99,382	92,884	92,884
FEES OF OFFICE				
Drug Court Fees	-	310	5,456	5,146
Total Fees of Office	-	310	5,456	5,146
MISCELLANEOUS				
Interest Earned	-	-	283	283
Total Miscellaneous	-	-	283	283
Total Revenues	-	99,692	98,623	98,313
EXPENDITURES				
Current:				
Public Safety:				
Salaries - Officers	-	32,000	31,282	718
Social Security	-	2,840	2,596	244
Group Medical Insurance	-	8,952	7,151	1,801
Retirement	-	8,890	8,708	182
Unemployment Insurance	-	120	40	80
Workers Compensation	-	1,120	877	243
Prosecutor Investigator	-	5,000	5,000	-
Contractual & Professional Services	-	40,770	37,230	3,540
Total Expenditures	-	99,692	92,884	6,808
Net Change in Fund Balances	-	-	5,739	5,739
FUND BALANCE, BEGINNING OF YEAR	75,963	75,963	75,963	-
FUND BALANCE, END OF YEAR	\$ 75,963	\$ 75,963	\$ 81,702	\$ 5,739

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
JUVENILE PROBATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS:				
C.C.A.P. Program Funding	\$ 170,307	\$ 170,307	\$ 170,307	\$ -
Commitment Reduction Program	13,477	13,477	13,477	-
Mental Health Services	16,091	16,091	16,091	-
Federal Title IV-E Funding	-	-	-	-
Total Intergovernmental Receipts	199,875	199,875	199,875	-
FEES OF OFFICE				
Probation Fees	280	280	280	-
Total Fees of Office	280	280	280	-
MISCELLANEOUS				
Interest Earned	1,988	1,988	1,988	-
Total Miscellaneous	1,988	1,988	1,988	-
Total Revenues	202,143	202,143	202,143	-
EXPENDITURES				
Current:				
Public Safety:				
Local Match Expenditures	162,190	162,190	162,190	-
TJPC/A	159,359	159,359	159,359	-
Federal Title IV-E Funding	-	-	-	-
Mental Health Services	14,683	14,683	14,683	-
Commitment Reduction Program	14,922	14,922	14,922	-
Total Expenditures	351,154	351,154	351,154	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(149,011)	(149,011)	(149,011)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	170,000	170,000	170,000	-
Total Other Financing Sources (Uses)	170,000	170,000	170,000	-
Net Change in Fund Balances	20,989	20,989	20,989	-
FUND BALANCE, BEGINNING OF YEAR	394,403	394,403	394,403	-
FUND BALANCE, END OF YEAR	\$ 415,392	\$ 415,392	\$ 415,392	\$ -

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
OLD PROBATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ 50	\$ 50	\$ 59	\$ 9
Total Revenues	<u>50</u>	<u>50</u>	<u>59</u>	<u>9</u>
EXPENDITURES				
Current:				
Public Safety:				
Miscellaneous	50	50	-	50
Total Expenditures	<u>50</u>	<u>50</u>	<u>-</u>	<u>50</u>
Net Change in Fund Balances	-	-	59	59
FUND BALANCE, BEGINNING OF YEAR	<u>10,905</u>	<u>10,905</u>	<u>10,905</u>	-
FUND BALANCE, END OF YEAR	<u>\$ 10,905</u>	<u>\$ 10,905</u>	<u>\$ 10,964</u>	<u>\$ 59</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
HOT CHECK FEE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
Hot Check Fees	\$ 7,000	\$ 8,660	\$ 11,247	\$ 2,587
Total Fees of Office	<u>7,000</u>	<u>8,660</u>	<u>11,247</u>	<u>2,587</u>
Total Revenues	<u>7,000</u>	<u>8,660</u>	<u>11,247</u>	<u>2,587</u>
EXPENDITURES				
Current:				
Legal:				
Administrative Assistant			-	-
Secretaries	7,308	8,185	8,184	1
Social Security Taxes	560	628	600	28
Retirement	1,754	1,965	1,964	1
Workers Compensation	77	81	57	24
Unemployment Insurance	88	90	8	82
Other Post Employment	742	831	830	1
Professional Liability Insurance	4,000	4,409	4,409	-
Total Hot Check Fee	<u>14,529</u>	<u>16,189</u>	<u>16,052</u>	<u>137</u>
Net Change in Fund Balances	(7,529)	(7,529)	(4,805)	2,724
FUND BALANCE, BEGINNING OF YEAR	<u>40,136</u>	<u>40,136</u>	<u>40,136</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 32,607</u>	<u>\$ 32,607</u>	<u>\$ 35,331</u>	<u>\$ 2,724</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
SHERIFF'S STATE FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Forfeitures/Auction & Seizure	\$ -	\$ 5,050	\$ 16,218	\$ 11,168
Interest Earnings	-	-	442	442
Total Revenues	<u>-</u>	<u>5,050</u>	<u>16,660</u>	<u>11,610</u>
EXPENDITURES				
Current:				
Public Safety:				
Secretaries	1,775	1,775	1,775	-
Social Security Taxes	136	136	125	11
Retirement & Death Benefits	427	427	426	1
Workers Compensation	25	25	19	6
Unemployment Insurance	10	10	2	8
Other Post Employment Benefits	180	180	180	-
Ammunition for Department	5,000	5,000	2,325	2,675
Conferences and Dues	-	1,050	450	600
Supplies and Equipment	1,000	2,000	-	2,000
Uniforms	4,000	4,000	-	4,000
Criminal Investigation	5,000	5,000	2,000	3,000
Capital Outlay:				
Public Safety	25,000	28,000	25,631	2,369
Total Expenditures	<u>42,553</u>	<u>47,603</u>	<u>32,933</u>	<u>12,301</u>
Net Change in Fund Balances	(42,553)	(42,553)	(16,273)	26,280
FUND BALANCE, BEGINNING OF YEAR	<u>106,380</u>	<u>106,380</u>	<u>106,380</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 63,827</u>	<u>\$ 63,827</u>	<u>\$ 90,107</u>	<u>\$ 26,280</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
JAIL COMMISSARY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
MISCELLANEOUS				
Commissary Profits	\$ -	\$ 2,300	\$ 4,081	\$ 1,781
Interest Earnings	-	-	34	34
Total Revenues	<u>-</u>	<u>2,300</u>	<u>4,115</u>	<u>1,815</u>
EXPENDITURES				
Capital Outlay:				
Public Safety	-	5,000	4,772	228
Total Expenditures	<u>-</u>	<u>5,000</u>	<u>4,772</u>	<u>228</u>
Net Change in Fund Balances	-	(2,700)	(657)	2,043
FUND BALANCE, BEGINNING OF YEAR	<u>7,676</u>	<u>7,676</u>	<u>7,676</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 7,676</u>	<u>\$ 4,976</u>	<u>\$ 7,019</u>	<u>\$ 2,043</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DISTRICT ATTORNEY LONGEVITY PAY SUPPLEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Longevity Funds	\$ 6,000	\$ 6,000	\$ 6,000	\$ -
MISCELLANEOUS				
Interest Earnings	-	-	1	1
Total Revenues	6,000	6,000	6,001	1
EXPENDITURES				
Current				
Legal	6,000	6,000	6,000	-
Total Expenditures	6,000	6,000	6,000	-
Net Change in Fund Balances	-	-	1	1
FUND BALANCE, BEGINNING OF YEAR	112	112	112	-
FUND BALANCE, END OF YEAR	\$ 112	\$ 112	\$ 113	\$ 1

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DISTRICT ATTORNEY FORFEITURE SPECIAL REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Forfeitures	\$ -	\$ -	\$ 10,200	\$ 10,200
Interest Earnings	-	-	93	93
Total Revenues	<u>-</u>	<u>-</u>	<u>10,293</u>	<u>10,293</u>
EXPENDITURES				
Current:				
Legal:				
Appointed Official	5,180	5,180	5,180	-
Social Security Taxes	2,950	2,950	2,858	92
Group Insurance	10,600	10,600	9,086	1,514
Retirement	9,284	9,284	9,284	-
Workers Compensation	465	465	448	17
Unemployment Insurance	70	70	30	40
Other Post Employment	3,923	3,923	3,923	-
Parts, Repairs & Gas	4,500	4,500	3,815	685
Advertising and Publications	500	500	-	500
Cellular Phone	1,200	1,200	243	957
Miscellaneous	2,000	2,000	1,549	451
Total Expenditures	<u>40,672</u>	<u>40,672</u>	<u>36,416</u>	<u>4,256</u>
Net Change in Fund Balances	(40,672)	(40,672)	(26,123)	14,549
FUND BALANCE, BEGINNING OF YEAR	<u>28,903</u>	<u>28,903</u>	<u>28,903</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ (11,769)</u>	<u>\$ (11,769)</u>	<u>\$ 2,780</u>	<u>\$ 14,549</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
STATE APPORTIONMENT - DISTRICT ATTORNEY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Comptroller Payments	\$ 27,499	\$ 27,499	\$ 27,500	\$ 1
Total Intergovernmental Receipts	<u>27,499</u>	<u>27,499</u>	<u>27,500</u>	<u>1</u>
MISCELLANEOUS				
Interest Earnings	1	1	14	13
Total Revenues	<u>27,500</u>	<u>27,500</u>	<u>27,514</u>	<u>14</u>
EXPENDITURES				
Current				
Public Safety:				
Appointed Official	1,105	1,105	1,105	-
Administrative Assistant	7,851	7,851	7,851	-
Court Coordinator & Specialist	18,544	18,544	18,544	-
Total Expenditures	<u>27,500</u>	<u>27,500</u>	<u>27,500</u>	<u>-</u>
Net Change in Fund Balances	-	-	14	14
FUND BALANCE, BEGINNING OF YEAR	<u>630</u>	<u>630</u>	<u>630</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 630</u>	<u>\$ 630</u>	<u>\$ 644</u>	<u>\$ 14</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
CONSTABLE PCT. 1 & 4 STATE FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 1	\$ 1
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
EXPENDITURES				
Current				
Public Safety				
Furniture & Equipment	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	1	1
FUND BALANCE, BEGINNING OF YEAR	<u>186</u>	<u>186</u>	<u>186</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 186</u>	<u>\$ 186</u>	<u>\$ 187</u>	<u>\$ 1</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
CONSTABLE PCT. 2 & 3 STATE FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 5	\$ 5
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>5</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>5</u>	<u>-</u>
EXPENDITURES				
Current				
Public Safety				
Uniforms	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	5	5
FUND BALANCE, BEGINNING OF YEAR	<u>997</u>	<u>997</u>	<u>997</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 997</u>	<u>\$ 997</u>	<u>\$ 1,002</u>	<u>\$ 5</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
CDA FEDERAL FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 242	\$ 242
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>242</u>	<u>242</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>242</u>	<u>242</u>
EXPENDITURES				
Capital Outlay				
Legal	10,000	10,000	-	10,000
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Net Change in Fund Balances	(10,000)	(10,000)	242	10,242
FUND BALANCE, BEGINNING OF YEAR	<u>56,405</u>	<u>56,405</u>	<u>56,405</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 46,405</u>	<u>\$ 46,405</u>	<u>\$ 56,647</u>	<u>\$ 10,242</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ -	\$ -
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current				
Public Safety				
Uniforms	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	<u>32</u>	<u>32</u>	<u>32</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 32</u>	<u>\$ 32</u>	<u>\$ 32</u>	<u>\$ -</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
GARY WATER SUPPLY CORPORATION GRANT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal Receipts	\$ -	\$ 79,342	\$ 79,342	\$ -
Total Intergovernmental Receipts	<u>-</u>	<u>79,342</u>	<u>79,342</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>79,342</u>	<u>79,342</u>	<u>-</u>
EXPENDITURES				
Current:				
Public Facilities	-	79,342	79,342	-
Total Expenditures	<u>-</u>	<u>79,342</u>	<u>79,342</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
SOUTH MURVAUL WATER SUPPLY CORPORATION GRANT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal Receipts	\$ -	\$ 69,784	\$ 69,784	\$ -
Total Intergovernmental Receipts	<u>-</u>	<u>69,784</u>	<u>69,784</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>69,784</u>	<u>69,784</u>	<u>-</u>
EXPENDITURES				
Current:				
Public Facilities	-	69,784	69,784	-
Total Expenditures	<u>-</u>	<u>69,784</u>	<u>69,784</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
CHILD PROTECTIVE SERVICES SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal receipts	\$ -	\$ -	\$ 3,600	\$ 3,600
Total Intergovernmental Receipts	-	-	3,600	3,600
MISCELLANEOUS				
Interest Earned	-	-	465	465
Donations	-	-	1,836	1,836
Total Miscellaneous Receipts	-	-	2,301	2,301
Total Revenues	-	-	5,901	5,901
EXPENDITURES				
Current				
Health & Paupers Care	28,000	28,000	21,119	6,881
Total Expenditures	28,000	28,000	21,119	6,881
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,000)	(28,000)	(15,218)	12,782
OTHER FINANCING SOURCES (USES)				
Transfers in	28,000	28,000	28,000	-
Total Other Financing Sources (Uses)	28,000	28,000	28,000	-
Net Change in Fund Balances	-	-	12,782	12,782
FUND BALANCE, BEGINNING OF YEAR	89,839	89,839	89,839	-
FUND BALANCE, END OF YEAR	\$ 89,839	\$ 89,839	\$ 102,621	\$ 12,782

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
HEALTH CARE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Tobacco Settlement	\$ 20,000	\$ 20,000	\$ 25,168	\$ 5,168
Total Intergovernmental Receipts	<u>20,000</u>	<u>20,000</u>	<u>25,168</u>	<u>5,168</u>
MISCELLANEOUS				
Hospital Lease	1,000,000	982,775	982,775	-
Miscellaneous	-	87,183	87,183	-
Interest Earnings	20,000	20,000	20,595	595
Total Miscellaneous Revenue	<u>1,020,000</u>	<u>1,089,958</u>	<u>1,090,553</u>	<u>595</u>
Total Revenues	<u>1,040,000</u>	<u>1,109,958</u>	<u>1,115,721</u>	<u>5,763</u>
EXPENDITURES				
Current				
Health & Paupers Care	1,120,000	1,189,958	958,419	231,539
Total Expenditures	<u>1,120,000</u>	<u>1,189,958</u>	<u>958,419</u>	<u>231,539</u>
Net Change in Fund Balances	(80,000)	(80,000)	157,302	237,302
FUND BALANCE, BEGINNING OF YEAR	<u>3,339,177</u>	<u>3,339,177</u>	<u>3,339,177</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 3,259,177</u>	<u>\$ 3,259,177</u>	<u>\$ 3,496,479</u>	<u>\$ 237,302</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
AIRPORT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Miscellaneous	\$ 154,100	\$ 81,758	\$ 81,759	\$ 1
Interest Earned	900	900	1,551	651
Total Revenues	<u>155,000</u>	<u>82,658</u>	<u>83,310</u>	<u>652</u>
EXPENDITURES				
Current				
Public Transportation	<u>282,000</u>	<u>209,658</u>	<u>73,060</u>	<u>136,598</u>
Total Expenditures	<u>282,000</u>	<u>209,658</u>	<u>73,060</u>	<u>136,598</u>
Net Change in Fund Balances	(127,000)	(127,000)	10,250	137,250
FUND BALANCE, BEGINNING OF YEAR	<u>329,830</u>	<u>329,830</u>	<u>329,830</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 202,830</u>	<u>\$ 202,830</u>	<u>\$ 340,080</u>	<u>\$ 137,250</u>

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CAPITAL PROJECT FUNDS

1971 ROAD BOND FUND– This fund is used to account for funds remaining from bonds that were issued in 1971 and have been retired. Remaining funds represent the excess of bond proceeds and accumulated earnings on investments over debt retirement and expenditures. The remaining funds are used primarily for right of way purchases and utility adjustments.

PERMANENT IMPROVEMENT FUND - Currently, this fund is used to account for grants from the State and Federal Aviation Administration to be used for capital outlay expenditures of the County's airport.

JAIL IMPROVEMENT FUND - This fund is used to account for funds that are available for future improvements to the County Jail.

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**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2014**

	<u>ROAD BOND 1971</u>	<u>PERMANENT IMPROVEMENT</u>	<u>JAIL IMPROVEMENT</u>	<u>NON-MAJOR CAPITAL PROJECTS FUNDS TOTAL</u>
ASSETS:				
Cash and Cash Equivalents	\$ 35,370	\$ 28,519	\$ 11,655	\$ 75,544
Investments	244,000	191,000	201,000	636,000
Receivables (net of allowance for uncollectibles)				
Miscellaneous	161	155	71	387
Total Assets	<u><u>\$ 279,531</u></u>	<u><u>\$ 219,674</u></u>	<u><u>\$ 212,726</u></u>	<u><u>\$ 711,931</u></u>
LIABILITIES:				
Accounts Payable-Trade	-	-	-	-
Total Liabilities	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
FUND BALANCES:				
Committed	279,531	219,674	212,726	711,931
Total Fund Balances	<u><u>279,531</u></u>	<u><u>219,674</u></u>	<u><u>212,726</u></u>	<u><u>711,931</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 279,531</u></u>	<u><u>\$ 219,674</u></u>	<u><u>\$ 212,726</u></u>	<u><u>\$ 711,931</u></u>

PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>ROAD BOND</u> <u>1971</u>	<u>PERMANENT</u> <u>IMPROVEMENT</u>	<u>JAIL</u> <u>IMPROVEMENT</u>	<u>NON-MAJOR</u> <u>CAPITAL</u> <u>PROJECTS</u> <u>FUNDS</u> <u>TOTAL</u>
REVENUES				
Miscellaneous	\$ 7,025	\$ 1,209	\$ 1,057	\$ 9,291
TOTAL REVENUES	<u>7,025</u>	<u>1,209</u>	<u>1,057</u>	<u>9,291</u>
EXPENDITURES				
Capital Outlay				
Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>7,025</u>	<u>1,209</u>	<u>1,057</u>	<u>9,291</u>
NET CHANGE IN FUND BALANCES	7,025	1,209	1,057	9,291
FUND BALANCE-BEGINNING OF YEAR	<u>272,506</u>	<u>218,465</u>	<u>211,669</u>	<u>702,640</u>
FUND BALANCE-END OF YEAR	<u>\$ 279,531</u>	<u>\$ 219,674</u>	<u>\$ 212,726</u>	<u>\$ 711,931</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
1971 ROAD BOND CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 7,025	\$ 7,025
Total Revenues	<u>-</u>	<u>-</u>	<u>7,025</u>	<u>7,025</u>
EXPENDITURES				
Current:				
Public Transportation	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	7,025	7,025
FUND BALANCE, BEGINNING OF YEAR	<u>272,506</u>	<u>272,506</u>	<u>272,506</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 272,506</u>	<u>\$ 272,506</u>	<u>\$ 279,531</u>	<u>\$ 7,025</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 1,209	\$ 1,209
Total Miscellaneous Revenues	<u>-</u>	<u>-</u>	<u>1,209</u>	<u>1,209</u>
EXPENDITURES				
Capital Outlay:				
General Administration	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balances	 -	 -	 1,209	 1,209
 FUND BALANCE, BEGINNING OF YEAR	 <u>218,465</u>	 <u>218,465</u>	 <u>218,465</u>	 <u>-</u>
 FUND BALANCE, END OF YEAR	 <u>\$ 218,465</u>	 <u>\$ 218,465</u>	 <u>\$ 219,674</u>	 <u>\$ 1,209</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
JAIL IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 1,057	\$ 1,057
Total Miscellaneous Revenues	<u>-</u>	<u>-</u>	<u>1,057</u>	<u>1,057</u>
EXPENDITURES				
Capital Outlay:				
Public Safety	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>1,057</u>	<u>1,057</u>
Net Change in Fund Balances	-	-	1,057	1,057
FUND BALANCE, BEGINNING OF YEAR	<u>211,669</u>	<u>211,669</u>	<u>211,669</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 211,669</u>	<u>\$ 211,669</u>	<u>\$ 212,726</u>	<u>\$ 1,057</u>

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**PANOLA COUNTY, TEXAS
AGENCY FUNDS**

AUTOMOBILE REGISTRATION – This fund is used to account for activities related to automobile registration collections. The collections flow through to the general and special revenue funds as the character of the collections dictate. Those collections for which the County acts as an agent are remitted to other local governments and the State.

TAX ASSESSOR - COLLECTOR – This fund is used to account for activities related to ad valorem taxes. The portion of these collections designated for Panola County flow through to the general, special revenue, or debt service funds as the character of the collections dictate. Those collections for which the County acts as an agent are remitted to other local governments and the State.

COUNTY CLERK – This fund is used to account for transactions for two types of funds maintained by the County Clerk: operating and court cost deposits. The operating fund is used to account for the transactions that ultimately flow through to the general or special revenue funds as the character of the transaction dictates. The court cost account represents those monies placed into the court registry pending final disposition of matters in the court docket.

DISTRICT CLERK – This fund is used to account for transactions for three types of funds maintained by the District Clerk: "trust" funds, court cost deposits, and child support funds. The "trust" funds represent monies placed into the registry of the court pending final disposition of matters in litigation involving parties who have petitioned the court. Court cost deposits are maintained until final disposition of cases at which time the funds are recorded as revenues into the general or special revenue funds. The child support funds represent monies collected from those individuals whom the court has ordered child support payments be made through the court. As monies are collected, they are remitted to the intended recipient.

COMMUNITY SUPERVISION AND CORRECTION DEPARTMENT – This fund is used to account for the collection of probationers' fees, fines, restitution and attorney fees. Fees for the ultimate use of the County flow through to the general or special revenue funds. Restitution and attorney fees are remitted to those parties for whom the monies are intended.

JUVENILE PROBATION – This fund is used to account for the collection of restitution by the Juvenile Probation Department from juvenile offenders. These collections are then remitted to the damaged parties.

CRIMINAL DISTRICT ATTORNEY FORFEITURE – This fund, which is maintained by the Criminal District Attorney, is used to account for the processing of forfeited funds, pending court ordered distribution.

CRIMINAL DISTRICT ATTORNEY RESTITUTION – The restitution fund, also maintained by the Criminal District Attorney, is used to collect and remit to merchants proceeds of collection of "hot checks."

SHERIFF – This fund is used to account for the collection of monies by the Sheriff's office, for other county jurisdictions, other local governments, and fees of office. Fees of office flow through to the general or special revenue funds. Those monies collected for other governments are remitted directly to the other government.

JAIL INMATE – This fund is used to account for proceeds received from the sale of goods to inmates and other expenditures of the same.

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**PANOLA COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014**

	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
AUTOMOBILE REGISTRATION FUND				
ASSETS				
Cash and Cash Equivalents	\$ 486,198	\$ 5,568,243	\$ 5,632,120	\$ 422,321
Total Assets	\$ 486,198	\$ 5,568,243	\$ 5,632,120	\$ 422,321
LIABILITIES				
Due to Other Governments	\$ 486,198	\$ 5,568,243	\$ 5,632,120	\$ 422,321
Total Liabilities	\$ 486,198	\$ 5,568,243	\$ 5,632,120	\$ 422,321
TAX ASSESSOR-COLLECTOR ADVALOREM TAX FUND				
ASSETS				
Cash and Cash Equivalents	\$ 8,275,059	\$ 77,812,362	\$ 81,268,177	\$ 4,819,244
Total Assets	\$ 8,275,059	\$ 77,812,362	\$ 81,268,177	\$ 4,819,244
LIABILITIES				
Due to Other Governments	\$ 8,275,059	\$ 77,812,362	\$ 81,268,177	\$ 4,819,244
Total Liabilities	\$ 8,275,059	\$ 77,812,362	\$ 81,268,177	\$ 4,819,244
COUNTY CLERK FUND				
ASSETS				
Cash and Cash Equivalents	\$ 19,377	\$ 115,790	\$ 29,952	\$ 105,215
Total Assets	\$ 19,377	\$ 115,790	\$ 29,952	\$ 105,215
LIABILITIES				
Court Ordered Deposits	\$ 5,579	\$ 9,000	\$ 7,500	\$ 7,079
Court Ordered Trust Funds	13,798	106,790	22,452	98,136
Total Liabilities	\$ 19,377	\$ 115,790	\$ 29,952	\$ 105,215

**PANOLA COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014**

	<u>Balance January 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2014</u>
DISTRICT CLERK FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 1,384,076	\$ 742,227	\$ 895,529	\$ 1,230,774
Investments	247,085	68,444	44,107	271,422
Total Assets	<u>\$ 1,631,161</u>	<u>\$ 810,671</u>	<u>\$ 939,636</u>	<u>\$ 1,502,196</u>
LIABILITIES				
Court Ordered Deposits	\$ 360,759	\$ 25,632	\$ 20,301	\$ 366,090
Court Ordered Trust Funds	1,270,402	785,039	919,335	1,136,106
Total Liabilities	<u>\$ 1,631,161</u>	<u>\$ 810,671</u>	<u>\$ 939,636</u>	<u>\$ 1,502,196</u>
COMMUNITY SUPERVISION AND CORRECTIONS DEPARTMENT FUND				
ASSETS				
Cash and Cash Equivalents	\$ 8,788	\$ 895,624	\$ 889,800	\$ 14,612
Total Assets	<u>\$ 8,788</u>	<u>\$ 895,624</u>	<u>\$ 889,800</u>	<u>\$ 14,612</u>
LIABILITIES				
Court Ordered Trust Funds	\$ 8,788	\$ 895,624	\$ 889,800	\$ 14,612
Total Liabilities	<u>\$ 8,788</u>	<u>\$ 895,624</u>	<u>\$ 889,800</u>	<u>\$ 14,612</u>

**PANOLA COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014**

	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
JUVENILE PROBATION FUND				
ASSETS				
Cash and Cash Equivalents	\$ 1,325	\$ 910	\$ 1,603	\$ 632
Total Assets	<u>\$ 1,325</u>	<u>\$ 910</u>	<u>\$ 1,603</u>	<u>\$ 632</u>
LIABILITIES				
Court Ordered Trust Funds	\$ 1,325	\$ 910	\$ 1,603	\$ 632
Total Liabilities	<u>\$ 1,325</u>	<u>\$ 910</u>	<u>\$ 1,603</u>	<u>\$ 632</u>
CRIMINAL DISTRICT ATTORNEY FORFEITURE FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 107,204	\$ 10,011	\$ 26,165	\$ 91,050
Total Assets	<u>\$ 107,204</u>	<u>\$ 10,011</u>	<u>\$ 26,165</u>	<u>\$ 91,050</u>
LIABILITIES				
Court Ordered Trust Funds	\$ 107,204	\$ 10,011	\$ 26,165	\$ 91,050
Total Liabilities	<u>\$ 107,204</u>	<u>\$ 10,011</u>	<u>\$ 26,165</u>	<u>\$ 91,050</u>
CRIMINAL DISTRICT ATTORNEY RESTITUTION FUND				
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 134,733	\$ 134,733	\$ -
Total Assets	<u>\$ -</u>	<u>\$ 134,733</u>	<u>\$ 134,733</u>	<u>\$ -</u>
LIABILITIES				
Restitution Payable	\$ -	\$ 134,733	\$ 134,733	\$ -
Total Liabilities	<u>\$ -</u>	<u>\$ 134,733</u>	<u>\$ 134,733</u>	<u>\$ -</u>

**PANOLA COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014**

	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
SHERIFF COLLECTIONS FUND				
ASSETS				
Cash and Cash Equivalents	\$ 10,000	\$ 5,602	\$ 5,602	\$ 10,000
Total Assets	\$ 10,000	\$ 5,602	\$ 5,602	\$ 10,000
 LIABILITIES				
Due to Other Governments	\$ 10,000	\$ 5,602	\$ 5,602	\$ 10,000
Total Liabilities	\$ 10,000	\$ 5,602	\$ 5,602	\$ 10,000
JAIL INMATE FUND				
ASSETS				
Cash and Cash Equivalents	\$ 3,381	\$ 104,100	\$ 99,982	\$ 7,499
Total Assets	\$ 3,381	\$ 104,100	\$ 99,982	\$ 7,499
 LIABILITIES				
Other Payables	\$ 3,381	\$ 104,100	\$ 99,982	\$ 7,499
Total Liabilities	\$ 3,381	\$ 104,100	\$ 99,982	\$ 7,499

**PANOLA COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014**

	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
TOTAL ALL AGENCY FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 10,295,408	\$ 85,389,602	\$ 88,983,663	\$ 6,701,347
Investments	247,085	68,444	44,107	271,422
Total Assets	\$ 10,542,493	\$ 85,458,046	\$ 89,027,770	\$ 6,972,769
LIABILITIES				
Due to Other Governments	8,771,257	83,386,207	86,905,899	5,251,565
Court Ordered Deposits	366,338	34,632	27,801	373,169
Court Ordered Trust Funds	1,401,517	1,798,374	1,859,355	1,340,536
Restitution Payable	-	134,733	134,733	-
Other Payables	3,381	104,100	99,982	7,499
Total Liabilities	\$ 10,542,493	\$ 85,458,046	\$ 89,027,770	\$ 6,972,769

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**CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS**

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PANOLA COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
DECEMBER 31, 2014

CAPITAL ASSETS:

Land	\$ 1,289,889
Buildings	20,932,815
Improvements Other Than Buildings	259,303
Machinery and Equipment	11,001,733
Infrastructure	<u>10,371,442</u>
Total Capital Assets	<u><u>\$ 43,855,182</u></u>

INVESTMENTS IN CAPITAL ASSETS:

Current Revenues - Current Year	\$ 512,772
Current Revenues - Prior Years	32,907,704
Capital Assets of Former Panola General Hospital	3,879,706
General Obligation Debt - Prior Years	5,555,000
Certificates of Obligation - Prior Years	<u>1,000,000</u>
	<u><u>\$ 43,855,182</u></u>

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PANOLA COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
DECEMBER 31, 2014

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other than Buildings</u>	<u>Machinery and Equipment</u>	<u>Infrastructure</u>
GENERAL ADMINISTRATION						
County Clerk	\$ 31,371	\$ -	\$ -	\$ -	\$ 31,371	\$ -
Total General Administration	31,371	-	-	-	31,371	-
JUDICIAL						
District Court	892,484	-	892,484	-	-	-
County Court at Law	892,487	-	892,487	-	-	-
District Clerk	16,623	-	-	-	16,623	-
Peace Justices	18,772	-	-	-	18,772	-
Total Judicial	1,820,366	-	1,784,971	-	35,395	-
LEGAL						
District Attorney	356,995	-	356,995	-	-	-
Total Legal	356,995	-	356,995	-	-	-
ELECTIONS						
Voter Registration	360,084	-	-	-	360,084	-
Total Elections	360,084	-	-	-	360,084	-
PUBLIC TRANSPORTATION						
Road and Bridge	18,823,175	139,656	11,778	-	8,300,299	10,371,442
Airport	587,965	188,639	315,909	-	83,417	-
Total Public Transportation	19,411,140	328,295	327,687	-	8,383,716	10,371,442
PUBLIC FACILITIES						
Courthouse	1,628,461	815,452	623,114	-	189,895	-
Miscellaneous & Non-Departmental	316,398	-	-	169,270	147,128	-
Total Public Facilities	1,944,859	815,452	623,114	169,270	337,023	-

PANOLA COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY, continued
DECEMBER 31, 2014

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other than Buildings</u>	<u>Machinery and Equipment</u>	<u>Infrastructure</u>
PUBLIC SAFETY						
Sheriff	\$ 1,606,189	\$ -	\$ 537,675	\$ -	\$ 1,068,514	\$ -
Constables	158,294	-	-	-	158,294	-
Corrections and Jail	11,425,614	60,754	11,211,314	-	153,546	-
Emergency Management	144,286	-	-	-	144,286	-
911 Rural Addressing	47,681	-	-	-	47,681	-
Probation Services -						
Adult	245,154	-	-	-	245,154	-
Probation Services -						
Juvenile	36,669	-	-	-	36,669	-
Total Public Safety	<u>13,663,887</u>	<u>60,754</u>	<u>11,748,989</u>	<u>-</u>	<u>1,854,144</u>	<u>-</u>
HEALTH AND WELFARE						
Hospital	3,879,706	32,138	3,757,535	90,033	-	-
Incinerator	401,782	53,250	348,532	-	-	-
Total Health and Welfare	<u>4,281,488</u>	<u>85,388</u>	<u>4,106,067</u>	<u>90,033</u>	<u>-</u>	<u>-</u>
CULTURE AND RECREATION						
Exposition Center	115,025	-	115,025	-	-	-
Library	1,869,967	-	1,869,967	-	-	-
Total Culture and Recreation	<u>1,984,992</u>	<u>-</u>	<u>1,984,992</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL CAPITAL ASSETS	<u>\$ 43,855,182</u>	<u>\$ 1,289,889</u>	<u>\$ 20,932,815</u>	<u>\$ 259,303</u>	<u>\$ 11,001,733</u>	<u>\$ 10,371,442</u>

PANOLA COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Capital Assets January 1, 2014	Additions	Deductions	Transfers	General Capital Assets December 31, 2014
GENERAL ADMINISTRATION					
County Clerk	\$ 20,645	\$ 10,726	\$ -	\$ -	\$ 31,371
Total General Administration	<u>20,645</u>	<u>10,726</u>	<u>-</u>	<u>-</u>	<u>31,371</u>
JUDICIAL					
District Court	892,484	-	-	-	892,484
County Court at Law	892,487	-	-	-	892,487
District Clerk	16,623	-	-	-	16,623
Peace Justices	18,772	-	-	-	18,772
Total Judicial	<u>1,820,366</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,820,366</u>
LEGAL					
District Attorney	356,995	-	-	-	356,995
Total Legal	<u>356,995</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>356,995</u>
ELECTIONS					
Voter Registration	360,084	-	-	-	360,084
Total Elections	<u>360,084</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>360,084</u>
PUBLIC TRANSPORTATION					
Road and Bridge-Equipment	7,984,377	768,637	301,281	-	8,451,733
Road and Bridge-Infrastructure	10,371,442	-	-	-	10,371,442
Airport	587,965	-	-	-	587,965
Total Public Transportation	<u>18,943,784</u>	<u>768,637</u>	<u>301,281</u>	<u>-</u>	<u>19,411,140</u>
PUBLIC FACILITIES					
Courthouse	1,628,461	-	-	-	1,628,461
Miscellaneous and Non- Departmental	308,933	7,465	-	-	316,398
Total Public Facilities	<u>1,937,394</u>	<u>7,465</u>	<u>-</u>	<u>-</u>	<u>1,944,859</u>

PANOLA COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY, continued
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Capital Assets January 1, 2014	Additions	Deductions	Transfers	General Capital Assets December 31, 2014
PUBLIC SAFETY					
Sheriff	\$ 1,601,308	\$ 220,158	\$ 215,277	\$ -	\$ 1,606,189
Constables	158,294	-	-	-	158,294
Corrections and Jail	11,425,614	-	-	-	11,425,614
Emergency Management	144,286	-	-	-	144,286
911 Rural Addressing	47,681	-	-	-	47,681
Probation Services - Adult	222,809	63,973	41,628	-	245,154
Probation Services - Juvenile	36,669	-	-	-	36,669
Criminal Investigations	-	-	-	-	-
Total Public Safety	13,636,661	284,131	256,905	-	13,663,887
HEALTH AND WELFARE					
Hospital	3,879,706	-	-	-	3,879,706
Incinerator	401,782	-	-	-	401,782
Total Health and Welfare	4,281,488	-	-	-	4,281,488
CULTURE AND RECREATION					
Exposition Center	115,025	-	-	-	115,025
Library	1,869,967	-	-	-	1,869,967
Total Culture and Recreation	1,984,992	-	-	-	1,984,992
TOTAL GENERAL CAPITAL ASSETS	\$ 43,342,409	\$ 1,070,959	\$ 558,186	\$ -	\$ 43,855,182

**STATISTICAL DATA SECTION
(UNAUDITED)**

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Panola County, Texas Statistical Section Overview

The Statistical Section of the comprehensive annual financial report of Panola County, Texas provides additional information and details to assist users in understanding and assessing the overall economic condition of the County. The Statistical Section is organized in five sections, listed below.

Financial Trends:

These schedules compile information reported in the comprehensive annual financial report over the past ten years. These schedules report how the County's financial position and well-being have changed over time.

TABLE 1 – Net Position by Component

TABLE 2 – Changes in Net Position

TABLE 3 – Fund Balances, Governmental Funds

TABLE 4 – Net Changes in Fund Balance, Governmental Funds

Revenue Capacity Information:

These schedules provide information regarding the County's major own-source revenue (property taxes) and the stability and growth of that revenue.

TABLE 5 – Assessed Value and Estimated Actual Value of Taxable Property

TABLE 6 – Direct and Overlapping Property Tax Rates

TABLE 7 – Principal Property Taxpayers

TABLE 8 – Property Tax Levies and Collections

Debt Capacity Information:

These schedules provide information regarding the County's outstanding debt, the ability to repay the debt, and the ability to issue new debt.

TABLE 9 – Ratio of Outstanding Debt by Type

TABLE 10 – Direct and Overlapping Governmental Debt

TABLE 11 – Legal Debt Margin Information

Demographic and Economic Information:

These schedules provide information regarding the County's socioeconomic environment, specifically its taxpayers and employers, and the changes to those groups over the past ten years.

TABLE 12 – Demographic and Economic Statistics

TABLE 13 – Principle Employers by Industry

Operating Information:

These schedules provide information regarding the County's employees, operations, and facilities.

TABLE 14 – Full-Time Equivalent County Government Employees

TABLE 15 – Capital Assets by Function/Program

TABLE 16 – Operating Indicators by Function/Program

TABLE 17 – Schedule of Insurance Policies in Force

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PANOLA COUNTY, TEXAS
 NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS
 (Unaudited)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Governmental activities:										
Net Investment in Capital Assets	\$ 23,542,376	\$ 24,340,108	\$ 24,022,953	\$ 23,802,873	\$ 22,812,862	\$ 21,868,287	\$ 18,861,947	\$ 16,661,147	\$ 16,881,438	\$ 17,299,813
Restricted for Debt Service	-	-	-	-	224,103	161,924	93,036	2,610	-	-
Restricted for Capital Projects	-	-	-	-	-	491,596	3,212,248	4,750,323	-	-
Restricted for Other Purposes	-	-	-	-	-	15,994	-	-	-	-
Unrestricted	42,577,083	39,042,172	37,884,578	35,513,233	33,209,420	29,525,131	26,134,625	13,814,903	25,740,509	23,081,440
Total governmental activities net position	\$ 66,119,459	\$ 63,382,280	\$ 61,907,531	\$ 59,316,106	\$ 56,246,385	\$ 52,062,932	\$ 48,301,856	\$ 35,228,983	\$ 42,621,947	\$ 40,381,253

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PANOLA COUNTY, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Expenses:										
Governmental Activities:										
General administration	\$ 4,219,943	\$ 3,654,495	\$ 3,447,218	\$ 3,727,822	\$ 3,267,777	\$ 2,814,331	\$ 3,358,623	\$ 3,096,305	\$ 2,524,507	\$ 2,261,577
Judicial	1,288,251	1,226,565	1,136,940	1,091,066	1,120,449	1,134,624	953,205	931,862	922,265	839,466
Legal	589,841	507,415	467,497	483,307	490,452	350,538	377,261	346,592	400,559	369,369
Elections	206,776	189,931	186,869	153,511	163,105	167,952	137,636	139,319	128,458	121,455
Financial administration	913,259	852,036	794,223	786,036	766,574	755,563	630,297	648,448	617,867	582,235
Public facilities	695,814	582,996	435,721	417,517	297,677	258,652	238,315	225,256	272,874	245,345
Public safety	6,724,721	6,351,980	5,889,883	5,713,426	5,572,574	5,364,448	4,175,436	4,183,927	4,232,178	4,055,915
Environmental protection	397,717	436,905	392,801	363,458	361,383	363,925	339,837	307,438	382,184	354,714
Public transportation	6,713,665	6,918,240	6,378,730	6,279,662	6,333,001	5,642,668	5,825,025	5,604,489	4,963,793	4,884,111
Health and Paupers care	1,519,237	1,568,289	1,233,431	931,689	2,402,045	734,454	618,051	581,604	564,173	557,335
Recreation	409,735	381,777	363,850	384,378	320,529	305,744	278,591	263,934	247,134	257,177
Conservation	102,973	94,640	87,261	93,050	92,987	90,679	73,981	76,901	77,840	73,242
Debt Service - Interest	-	-	-	17,694	69,800	119,877	167,161	138,052	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	\$ 23,781,932	\$ 22,755,269	\$ 20,814,424	\$ 20,442,616	\$ 21,258,353	\$ 18,103,455	\$ 17,173,419	\$ 16,544,127	\$ 15,333,832	\$ 14,601,941
Program Revenues:										
Governmental Activities:										
Charges for Services										
General administration	\$ 378,308	\$ 355,323	\$ 320,353	\$ 339,152	\$ 348,974	\$ 383,448	\$ 421,277	\$ 380,871	\$ 396,728	\$ 302,054
Judicial	396,268	453,591	464,969	460,165	453,019	116,763	136,563	139,673	156,932	131,831
Legal	29,702	32,428	37,505	37,671	45,235	77,514	134,391	61,487	269,754	257,946
Elections	7,050	1,150	4,450	-	5,061	2,400	22,203	200	11,712	-
Financial administration	854,313	822,522	830,492	807,132	758,081	338,835	291,567	266,226	245,162	218,408
Public facilities	-	-	-	-	-	8,658	1,053	-	3,158	-
Public safety	431,121	463,719	453,190	482,476	520,674	531,439	501,528	428,739	842,383	739,526
Environmental protection	-	-	-	-	-	-	871	14,425	15,082	13,667
Public transportation	139,891	139,815	38,894	182,614	176,809	748,835	795,779	808,936	849,388	786,067
Health and Paupers care	965	1,006	1,375	1,525	1,400	5,351	19,966	114,372	121,428	109,346
Recreation	162,407	156,724	152,856	144,471	136,592	136,024	121,372	114,718	105,137	98,065
Conservation	400	400	1,265	1,950	4,132	-	-	-	-	-
Total Charges for Services	\$ 2,400,425	\$ 2,426,678	\$ 2,305,349	\$ 2,457,156	\$ 2,449,977	\$ 2,349,267	\$ 2,446,570	\$ 2,329,647	\$ 3,016,864	\$ 2,656,910

PANOLA COUNTY
CHANGES IN NET POSITION, Continued
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Operating Grants and Contributions										
Judicial	\$ 84,102	\$ 77,250	\$ 75,000	\$ 80,489	\$ 85,889	\$ 74,192	\$ 67,116	\$ 33,766	\$ 38,304	\$ 39,008
Legal	33,500	33,020	38,199	74,543	63,391	4,320	4,080	3,840	3,600	3,360
Elections	362	5,829	-	988	47,669	12,337	-	10,561	6,250	-
Financial administration	-	-	-	-	-	-	-	-	-	-
Public facilities	-	-	-	-	-	-	-	103,960	86,642	29,180
Public safety	684,681	638,384	573,135	652,019	662,193	963,272	904,822	806,355	978,516	949,305
Environmental protection	-	-	-	-	-	-	-	-	-	-
Public transportation	29,676	30,441	29,620	30,041	30,222	30,279	30,284	30,276	30,905	35,720
Health and Paupers care	1,011,544	934,370	590,633	271,457	1,980,960	69,548	101,349	72,308	58,249	87,591
Recreation	-	-	-	-	-	-	-	-	-	-
Total Operating Grants and Contributions	\$ 1,843,865	\$ 1,719,294	\$ 1,306,587	\$ 1,109,537	\$ 2,870,324	\$ 1,153,948	\$ 1,107,651	\$ 1,061,066	\$ 1,202,466	\$ 1,144,164
Program Revenues, Continued:										
Capital Grants and Contributions										
Legal	\$ 37,913	\$ 23,342	\$ 15,657	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,872
Public Facilities	149,126	144,321	163,133	144,558	31,650	-	-	-	-	-
Public Safety	44,351	30,000	40,092	78,382	200,468	-	-	-	-	-
Total Capital Grants and Contrib	\$ 231,390	\$ 197,663	\$ 218,882	\$ 222,940	\$ 232,118	\$ -	\$ -	\$ -	\$ -	\$ 250,872
Total Governmental Activities Program Revenues	\$ 4,475,680	\$ 4,343,635	\$ 3,830,818	\$ 3,789,633	\$ 5,552,419	\$ 3,503,215	\$ 3,554,221	\$ 3,390,713	\$ 4,219,330	\$ 4,051,946
Net (Expense) Revenue Governmental Activities:	\$ (19,306,252)	\$ (18,411,634)	\$ (16,983,606)	\$ (16,652,983)	\$ (15,705,934)	\$ (14,600,240)	\$ (13,619,198)	\$ (13,153,414)	\$ (11,114,502)	\$ (10,549,995)

PANOLA COUNTY
CHANGES IN NET POSITION, Continued
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes	\$ 21,072,209	\$ 18,908,177	\$ 18,374,211	\$ 18,742,731	\$ 18,542,362	\$ 16,744,039	\$ 15,328,340	\$ 12,714,869	\$ 11,324,789	\$ 10,636,866
Interest Income	232,059	409,659	454,697	483,015	470,991	826,889	962,442	1,572,387	1,343,345	767,685
Gain on Sale of Capital Assets	-	(73,459)	236,219	-	-	90,507	-	-	-	-
Miscellaneous	739,163	642,006	509,904	496,958	729,736	699,881	1,232,637	641,846	687,062	532,499
Total Governmental Activities	\$ 22,043,431	\$ 19,886,383	\$ 19,575,031	\$ 19,722,704	\$ 19,743,089	\$ 18,361,316	\$ 17,523,419	\$ 14,929,102	\$ 13,355,196	\$ 11,937,050
Increase in Net Position Before Transfers	2,737,179	1,474,749	2,591,425	3,069,721	4,037,155	3,761,076	3,904,221	1,775,688	2,240,694	1,387,055
Transfers	-	-	-	-	-	-	-	(9,168,652)	-	-
Change in Net Position	\$ 2,737,179	\$ 1,474,749	\$ 2,591,425	\$ 3,069,721	\$ 4,037,155	\$ 3,761,076	\$ 3,904,221	\$ (7,392,964)	\$ 2,240,694	\$ 1,387,055
Governmental Activities										
Total Primary Government	\$ 2,737,179	\$ 1,474,749	\$ 2,591,425	\$ 3,069,721	\$ 4,037,155	\$ 3,761,076	\$ 3,904,221	\$ (7,392,964)	\$ 2,240,694	\$ 1,387,055
% Change from Prior Year	85.60%	(43.09%)	(15.58%)	(23.96%)	7.34%	(3.67%)	152.81%	(429.94%)	61.54%	N/A

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PANOLA COUNTY, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Fund:										
Committed	\$ -	\$ -	\$ -	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	13,701,192	14,386,419	12,914,895	11,152,902	11,572,586	9,427,291	6,918,110	5,354,493	13,021,195	11,584,311
Total General Fund	13,701,192	14,386,419	12,914,895	13,152,902	11,572,586	9,427,291	6,918,110	5,354,493	13,021,195	11,584,311
All Other Governmental Funds:										
Nonspendable, Reported in:										
Special Revenue Funds	20,014	17,036	29,129	16,053	24,346	15,994	47,998	35,022	27,068	30,668
Restricted, Reported in:										
Special Revenue Funds	12,896,767	11,505,906	10,942,194	10,575,529	10,582,426	9,980,628	9,315,359	8,496,426	10,435,845	9,140,388
Debt Service Fund	-	-	-	207,556	201,590	161,924	93,036	2,610	-	-
Capital Projects Funds	-	-	-	-	-	-	2,734,465	8,844,339	-	-
Committed, Reported in:										
Capital Projects Funds	711,931	702,640	2,032,738	520,303	647,974	491,596	477,783	461,548	441,702	422,175
Total All Other Governmental Funds	13,628,712	12,225,582	13,004,061	11,319,441	11,456,336	10,650,142	12,668,641	17,839,945	10,904,615	9,593,231
Total Governmental Funds	\$ 27,329,904	\$ 26,612,001	\$ 25,918,956	\$ 24,472,343	\$ 23,028,922	\$ 20,077,433	\$ 19,586,751	\$ 23,194,438	\$ 23,925,810	\$ 21,177,542
% Change from Prior Year	2.70%	2.67%	5.91%	6.27%	14.70%	2.51%	(15.55%)	(3.06%)	12.98%	N/A

PANOLA COUNTY, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
REVENUES										
Property Taxes	\$ 21,053,992	\$ 18,828,094	\$ 18,364,115	\$ 18,708,889	\$ 18,316,629	\$ 16,745,188	\$ 15,320,932	\$ 12,723,922	\$ 11,325,188	\$ 10,652,164
Licenses	377,382	401,952	367,773	416,086	413,439	449,020	448,726	455,247	455,632	459,902
Inter-Governmental	1,384,707	1,289,263	1,236,451	1,367,929	1,367,929	1,297,019	1,317,459	1,274,782	1,526,620	1,578,406
Fees of Office	1,366,538	1,347,853	1,354,699	1,325,782	1,333,598	1,316,252	1,351,374	1,218,383	1,248,867	1,078,243
Fines	275,040	300,696	311,936	309,141	295,442	267,732	316,701	325,430	369,783	326,165
Miscellaneous	2,043,236	2,056,617	1,964,666	1,399,682	3,423,614	1,783,828	2,373,096	2,257,336	2,611,688	1,936,574
Total Revenues	26,500,895	24,224,475	23,599,640	23,521,810	25,150,651	21,859,039	21,128,288	18,255,100	17,537,778	16,031,454
EXPENDITURES										
General Administration	6,970,773	3,992,090	3,582,755	3,798,181	3,231,245	2,831,669	3,581,289	3,067,307	2,487,117	2,204,858
Judicial	1,244,293	1,183,353	1,169,242	1,098,165	1,072,245	1,111,988	940,346	879,692	864,318	791,433
Legal	589,841	507,415	497,360	503,153	488,344	358,200	392,174	345,467	398,169	364,125
Elections	158,049	141,204	160,792	135,413	139,068	146,889	118,052	114,875	100,937	117,570
Financial Administration	913,259	852,036	851,633	824,190	762,011	763,587	661,127	643,287	615,465	581,258
Public Facilities	693,744	582,006	438,005	418,341	295,300	257,823	231,189	489,745	270,839	243,352
Public Safety	6,242,852	5,866,187	5,733,918	5,473,887	5,138,215	7,262,290	3,019,226	4,482,400	4,060,125	3,940,628
Environmental Protection	391,443	420,631	386,527	357,184	355,109	357,651	333,563	301,164	375,910	348,440
Conservation	4,298,754	4,382,791	91,770	4,268,009	92,668	91,964	76,540	76,719	77,868	73,284
Public Transportation	1,451,601	1,500,653	4,249,786	864,053	3,784,509	4,603,800	4,374,680	4,565,117	4,033,234	4,079,484
Health & Paupers Care	372,336	359,961	1,165,795	398,531	2,334,409	666,818	291,280	513,968	496,537	189,699
Culture & Recreation	102,973	94,640	385,146	96,046	318,498	308,098	76,540	263,064	247,265	257,394
Debt Service - Principal	-	-	-	1,340,000	1,285,000	1,240,000	1,190,000	72,920	-	-
Debt Service - Interest	-	-	-	26,465	78,308	128,041	174,995	104,773	-	-
Capital Outlay	2,353,074	3,648,463	3,440,298	2,476,771	2,824,234	1,239,539	810,738	831,170	954,181	1,352,016
Total Expenditures	25,782,992	23,531,430	22,153,027	22,078,389	22,199,163	21,368,357	16,271,739	16,751,668	14,981,965	14,543,541
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	717,903	693,045	1,446,613	1,443,421	2,951,488	490,682	4,856,549	1,503,432	2,555,813	1,487,913
OTHER FINANCING SOURCES (USES)										
Proceeds from Capital Lease Financing Agreement	-	-	-	-	-	-	-	-	-	-
Proceeds from Sale of Bonds	-	-	-	-	-	-	-	-	-	-
Transfers In	198,000	254,757	2,423,518	266,000	567,482	523,977	-	5,055,000	-	-
Transfers Out	(198,000)	(254,757)	(2,423,518)	(266,000)	(567,482)	(523,977)	-	(11,464,748)	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	(2,234,804)	-	-
NET CHANGE IN FUND BALANCES	\$ 717,903	\$ 693,045	\$ 1,446,613	\$ 1,443,421	\$ 2,951,488	\$ 490,682	\$ 4,856,549	\$ (731,372)	\$ 2,555,813	\$ 1,487,913
Debt Service as a percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	6.61%	6.55%	6.80%	8.83%	1.12%	0.00%	0.00%

PANOLA COUNTY, TEXAS
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Estimated Market Value			Total Taxable Assesed Value	Total Direct Tax Rate
	Real Property	Personal Property	Less: Tax-Exempt Property		
2014	3,154,126,118	1,500,196,210	190,458,950	4,463,863,378	0.4694
2013	2,708,044,440	1,425,049,578	188,983,380	3,944,110,638	0.4994
2012	2,879,044,410	1,414,793,228	197,839,570	4,095,998,068	0.4611
2011	3,217,848,326	1,247,184,966	189,749,780	4,275,283,512	0.4274
2010	3,906,344,700	1,022,545,130	162,767,220	4,766,122,610	0.3887
2009	3,989,087,500	1,143,264,835	151,231,090	4,981,121,245	0.3632
2008	4,443,456,210	995,452,149	129,631,210	5,309,277,149	0.3096
2007	3,845,247,267	634,948,073	123,038,850	4,357,156,490	0.3441
2006	3,894,896,147	479,011,483	118,394,230	4,255,513,400	0.2869
2005	2,981,872,892	418,440,315	114,613,060	3,285,700,147	0.3330

Source: Panola County Appraisal District

**PANOLA COUNTY, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<u>Panola County Direct Rates</u>					
GENERAL	0.45580	0.48420	0.32210	0.29650	0.24926
SPECIAL REVENUE	0.01360	0.01520	0.13900	0.13090	0.11112
DEBT SERVICE	-	-	-	-	0.02832
TOTAL DIRECT RATE	0.46940	0.49940	0.46110	0.42740	0.38870
<u>Overlapping Rates</u>					
City and Town Rates:					
CARTHAGE	0.52000	0.50000	0.48000	0.46000	0.46000
BECKVILLE	0.45867	0.42723	0.38552	0.36430	0.31239
School Districts Rates:					
CARTHAGE ISD	1.14000	1.14000	1.14000	1.14000	1.14000
GARY ISD	1.29000	1.29000	1.24000	1.22900	1.18251
BECKVILLE ISD	1.12000	1.10000	1.10000	1.10000	1.06320
ELYSIAN FIELDS ISD	1.28300	1.23700	1.22500	1.21500	1.20000
TATUM ISD	1.17000	1.17000	1.17000	1.04000	1.04000
TENAHA ISD	1.18760	1.18000	1.18658	1.17937	1.21930
JOAQUIN ISD	1.45550	1.60600	1.54530	1.54700	1.55800
Other Special District Rates:					
PANOLA JR. COLLEGE	0.21483	0.21483	0.14519	0.13407	0.11813
PANOLA COUNTY ESD	0.02130	0.02130	0.02130	0.02130	0.01844
PANOLA GWCD	0.00970	0.00970	0.00855	0.00739	0.00612

Source: Various taxing entities

TABLE 6

2009	2008	2007	2006	2005
0.23612	0.19374	0.21039	0.19350	0.22450
0.09938	0.08962	0.10140	0.09340	0.10850
0.02770	0.02624	0.03231	-	-
0.36320	0.30960	0.34410	0.28690	0.33300
0.41000	0.41000	0.39000	0.45940	0.45940
0.26044	0.22289	0.26684	0.26000	0.27415
1.14000	1.14000	1.14000	1.50000	1.53000
1.20459	1.13855	1.12310	1.24560	1.36930
1.04000	1.05586	1.10865	1.36860	1.51314
1.20000	1.22110	1.26990	1.40800	1.53600
1.04000	1.04000	1.04000	1.37000	1.56840
1.20438	1.41210	1.39762	1.37000	1.50000
1.34110	1.12050	1.11010	1.28130	1.47620
0.10579	0.09593	0.10477	0.09430	0.10850
0.01605	0.01393	0.01515	0.01360	0.01571
0.00637	0.00637			

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TABLE 7

PANOLA COUNTY, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO
(Amounts expressed in thousands)
(UNAUDITED)

Name of Taxpayer	Fiscal Year 2014		Fiscal Year 2004	
	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Anadarko E&P Onshore LLC (MIN)	\$ 504,402	11.30 %	\$ -	-
Devon Energy Production Co LP	315,366	7.06 %	-	-
DCP East Tx Gathering LP-Plant	194,905	4.37 %	-	-
Markwest Energy E TX Gas CO LP	158,252	3.55 %	-	-
XTO Energy Inc.	101,023	2.26 %	-	-
Samson Lone Star Inc.	97,163	2.18 %	-	-
Markwest-Carthage Plant & East	81,655	1.83 %	-	-
XTO Energy Inc (Hunt Pet)	78,896	1.77 %	-	-
Memorial Production Oper	77,400	1.73 %	-	-
Luminant Mining Co LLC	76,198	1.71 %	-	-
Anadarko E&P Company LP	-	-	318,067	11.41 %
Devon Energy Production Co LP	-	-	230,103	8.25 %
Chevron USD Inc	-	-	212,806	7.63 %
BP American Production	-	-	101,280	3.63 %
Lacy Operations Ltd.	-	-	84,440	3.03 %
Devon Louisiana Corp	-	-	83,181	2.98 %
Exxon Mobile Corp.	-	-	79,576	2.85 %
EOG Resources Inc.	-	-	77,603	2.78 %
Samson Lone Star Inc.	-	-	60,199	2.16 %
TXU Mining Co. LP	-	-	57,848	2.07 %
Total	\$ 1,685,260		\$ 1,305,103	
Total Assessed Value and Percentage of Total	\$ 4,463,863	37.75 %	\$ 2,788,182	46.81 %

Source: Panola County Appraisal District

**PANOLA COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Tax Levy	Current Tax Collection	Percent Of Levy Collected	Collections in Subsequent Years (2)	Total Collections
2014	21,378,495	20,839,267	97.48%	306,048	21,145,315
2013	19,264,186	18,740,914	97.28%	255,731	18,996,645
2012	18,757,346	18,339,364	97.77%	305,231	18,644,595
2011	19,145,073	18,724,040	97.80%	361,453	19,085,493
2010	18,747,490	18,284,461	97.53%	401,196	18,685,657
2009	17,125,293	16,760,071	97.87%	332,846	17,092,917
2008	15,591,091	15,348,762	98.45%	218,939	15,567,701
2007	12,929,930	12,724,856	98.41%	187,262	12,912,118
2006	11,508,292	11,330,572	98.46%	163,234	11,493,806
2005	10,825,727	10,617,597	98.08%	194,755	10,812,352

Source: Tax Rolls

Notes:

(1) Delinquent taxes are reported by levy year.

(2) Property taxes become due January 1 and become delinquent on July 1. The amount collected from January 1 - June 30 is the "Current Tax Collection." For fiscal year 2014, the amount that was collected from July 1 - December 31 is represented in the "Collections in Subsequent Years" column.

TABLE 8

Percent Of Total Collections To Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
98.91%	232,880	1.09%
98.61%	267,541	1.39%
99.40%	112,751	0.60%
99.69%	59,580	0.31%
99.67%	61,833	0.33%
99.81%	32,376	0.19%
99.85%	23,390	0.15%
99.86%	17,812	0.14%
99.87%	14,486	0.13%
99.88%	13,375	0.12%

PANOLA COUNTY, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Estimated Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Per Capita (2)
	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Other Obligations				
2014	-	-	-	-	-	-	-
2013	-	-	-	-	-	-	-
2012	-	-	-	-	-	-	-
2011	-	-	-	-	-	-	-
2010	\$ 1,340,000	\$ 201,590	\$ -	\$ 1,138,410	0.02%	0.16%	49.32
2009	2,625,000	161,924	-	2,463,076	0.06%	0.36%	107.08
2008	3,865,000	93,036	-	3,771,964	0.09%	0.58%	162.54
2007	5,055,000	2,610	-	5,052,390	0.15%	0.82%	216.15
2006	-	-	72,920	72,920	0.00%	0.01%	3.21
2005	-	-	145,840	145,840	0.01%	0.03%	6.38

Notes:

Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See the schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 179.

(2) See the schedule of Demographic Statistics found on page 191 for personal income and population data.

TABLE 10

**PANOLA COUNTY, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL DEBT
AS OF DECEMBER 31, 2014
(UNAUDITED)**

<u>Jurisdiction</u>	<u>Net Debt Outstanding Amount (1)</u>	<u>Applicable to Panola County Percent (2)</u>	<u>Amount Applicable to Panola County</u>
Cities:			
Carthage	\$ 16,660,656	100.00%	\$ 16,660,656
Total Cities	<u>16,660,656</u>		<u>16,660,656</u>
School Districts:			
Carthage ISD	20,725,910	100.00%	20,725,910
Gary ISD	9,985,000	100.00%	9,985,000
Beckville ISD	4,520,050	100.00%	4,520,050
Elysian Fields ISD	10,260,000	52.55%	5,391,630
Tatum ISD	23,125,000	2.27%	524,938
Tenaha ISD	4,172,009	4.75%	198,170
Joaquin ISD	13,685,000	5.05%	691,093
Total School Districts	<u>86,472,969</u>		<u>42,036,790</u>
Panola Junior College	<u>11,509,738</u>	100.00%	<u>11,509,738</u>
Subtotal, Overlapping Debt	114,643,363		70,207,184
Panola County (Direct Debt)	<u>-</u>		<u>-</u>
Total Direct and Overlapping Debt	<u>\$ 114,643,363</u>		<u>\$ 70,207,184</u>

Note: Percentage of overlap is based on each entity's respective land area located within Panola County.

Sources:

- (1) Respective entities and auditors of respective entities.
- (2) Texas Municipal Reports

PANOLA COUNTY, TEXAS
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Debt Limit	1,163,580,582	724,256,955	769,022,995	851,899,527	\$ 1,017,277,980	\$ 1,035,079,648	\$ 1,143,271,855	\$ 988,691,307	\$ 963,182,428	\$ 716,822,523
Total net debt applicable to limit	-	-	-	-	1,340,000	2,625,000	3,865,000	5,055,000	-	-
Legal debt margin	1,163,580,582	724,256,955	769,220,995	851,899,527	\$ 1,015,937,980	\$ 1,032,454,648	\$ 1,139,406,855	\$ 983,636,307	\$ 963,182,428	\$ 716,822,523

Total net debt applicable to the limit as a percentage of debt limit

2014	0.00%	2013	0.00%	2012	0.00%	2011	0.00%	2010	0.13%	2009	0.25%	2008	0.34%	2007	0.51%	2006	0.00%	2005	0.00%
------	-------	------	-------	------	-------	------	-------	------	-------	------	-------	------	-------	------	-------	------	-------	------	-------

Legal Debt Margin Calculation for Fiscal Year 2011

Assessed value	\$ 4,463,863,378
Add back: exempt real property	190,458,950
Total assessed value	\$ 4,654,322,328
Debt limit 25% of assessed value of real property (Article 3, Section 52, Constitution of the State of Texas)	\$ 1,163,580,582
Amount of Debt applicable to debt limit	-
Legal Debt Margin	\$ 1,163,580,582

Note: This constitutional limit applies only to the General Bonded Debt of the County.

TABLE 12

**PANOLA COUNTY, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate	College & School Enrollment
2014	23,769	\$ 1,091,774	\$ 45,738	3.90%	6,574
2013	23,870	1,070,065	44,549	5.10%	6,932
2012	24,020	1,000,264	40,962	5.60%	6,502
2011	24,058	953,996	39,654	6.70%	6,265
2010	23,826	883,688	37,089	7.30%	6,181
2009	23,678	799,987	33,786	7.30%	5,806
2008	23,537	871,091	37,009	4.00%	5,732
2007	23,351	751,002	32,161	3.90%	5,342
2006	23,456	662,733	28,254	4.40%	5,613
2005	23,140	609,972	26,360	4.90%	5,630

Sources: United States Census Bureau, Various Education Entities, Bureau of Economic Analysis, and Texas Association of Counties

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TABLE 13

**PANOLA COUNTY, TEXAS
PRINCIPAL EMPLOYERS BY INDUSTRY
CURRENT AND PRIOR FISCAL YEAR
(UNAUDITED)**

<u>TYPE OF EMPLOYER</u>	<u>Fiscal Year 2014</u>		<u>Fiscal Year 2013</u>	
	<u>Number of Employees</u>	<u>Percentage of Total Employment</u>	<u>Number of Employees</u>	<u>Percentage of Total Employment</u>
Natural Resource and Mining	1,315	12.49 %	1,407	13.37 %
Construction	2,553	24.25 %	2,078	19.74 %
Manufacturing	921	8.75 %	865	8.22 %
Trade, Transportation, Utilities	1,821	17.30 %	2,254	21.41 %
Information	56	0.53 %	60	0.57 %
Financial Activities	276	2.62 %	248	2.36 %
Professional Business Services	696	6.61 %	697	6.62 %
Education Health Services	888	8.44 %	830	7.88 %
Leisure Hospitality	417	3.96 %	398	3.78 %
Other Services	176	1.67 %	267	2.54 %
Federal	71	0.67 %	73	0.69 %
State	58	0.55 %	61	0.58 %
Local	1,279	12.15 %	1,247	11.85 %
Total	<u><u>10,527</u></u>	<u><u>100.00 %</u></u>	<u><u>10,485</u></u>	<u><u>99.60 %</u></u>

Source: Texas Workforce Commission

Note: GASB Statement 44 was implemented in fiscal year 2006; in future years, data from the period nine years prior to the report, rather than the prior fiscal year, will be presented.

**PANOLA COUNTY, TEXAS
 FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Function/Program	Fiscal Year				
	2014	2013	2012	2011	2010
General Administration	17	17	17	17	17
Judicial	17	16	16	16	16
Elections	2	2	2	2	2
Financial Administration	13	13	13	13	13
Legal	6	6	6	6	6
Public Facilities	1	1	1	1	1
Public Safety	84	83	79	79	79
Public Transportation	47	47	47	47	47
Culture and Recreation	6	6	6	6	6
Conservation-Agriculture	3	3	3	3	3
Totals	196	194	190	190	190

Source: Panola County Payroll History Report

TABLE 14

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
17	17	17	17	17
16	16	16	16	16
2	2	2	2	2
13	13	13	13	13
6	6	6	6	6
1	1	1	1	2
79	66	65	61	65
47	47	46	45	48
6	6	6	6	6
3	3	3	3	3
<u>190</u>	<u>177</u>	<u>175</u>	<u>170</u>	<u>178</u>

TABLE 15

PANOLA COUNTY, TEXAS
CAPITAL ASSETS BY FUNCTION/PROGRAM
DECEMBER 31, 2014
(UNAUDITED)

Function/Program	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	
General Administration										
Furniture & Equipment Facilities	8	8	8	8	8	8	8	8	8	
Tracts of Land	5	5	5	5	5	5	5	5	5	
	10	10	10	10	10	10	10	10	9	
Judicial										
Furniture & Equipment Facilities	3	3	3	3	3	3	3	3	3	
	1	1	1	1	1	1	1	1	1	
Elections										
Equipment	2	2	2	2	2	2	2	2	2	
Public Facilities										
Facilities	1	1	1	1	1	1	1	1	1	
Public Safety										
Vehicles	45	45	45	45	45	45	45	41	41	
Equipment	14	13	13	13	13	13	13	13	13	
Facilities	2	2	2	2	2	2	1	1	1	
Environmental Protection										
Facilities	2	2	2	2	2	2	2	2	2	
Landfill	1	1	1	1	1	1	1	1	1	
Public Transportation										
Miles of County Roads	610	610	610	610	609	614	614	614	614	
Number of Bridges	12	12	12	12	12	12	12	12	12	
Facilities	5	5	5	5	5	5	5	5	5	
Equipment & Vehicles	137	138	138	138	138	141	141	134	134	
Tracts of Land	5	5	5	5	5	5	5	5	4	
Health/Paupers Care										
Facilities	2	2	2	2	2	2	2	2	2	
Tracts of Land	1	1	1	1	1	1	1	1	1	

Source: Panola County Capital Asset Inventory Listing

Note: GASB Statement 44 was implemented in fiscal year 2006; in future years, additional years will be reported, cumulating a ten-year presentation.

TABLE 16

PANOLA COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
DECEMBER 31, 2013
(UNAUDITED)

Function/Program	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	
General Administration										
Official Public Records Filed	7,639	8,699	7,386	8,080	9,245	9,564	10,804	10,325	9,780	
Vital Statistics Filed	68	281	251	464	382	247	233	324	288	
Judicial										
Number of Civil Cases	525	685	437	793	719	679	742	696	754	
Number of Criminal Cases	849	880	828	842	854	1,669	1,031	431	1,347	
Legal										
Number of Convictions - Misdemeanors	181	270	240	204	379	432	N/A	N/A	N/A	
Number of Convictions - Felony	120	212	131	174	276	381	95	94	353	
Elections										
Number of Registered Voters	15,775	15,708	15,894	15,667	15,779	15,648	15,658	16,197	15,924	
Number of Elections	4	1	4	1	3	3	3	2	3	
Financial Administration										
Number of mineral tax items	2,634,028	2,667,048	2,686,143	2,701,012	2,566,302	2,546,560	2,443,147	1,849,374	1,705,536	
Number of real estate tax items	176,480	175,413	173,608	174,490	171,175	170,678	168,619	136,656	137,864	
Number of registered vehicles	30,460	31,046	32,122	32,547	31,404	30,880	28,813	28,345	27,052	
Public Facilities										
Number of repair jobs	71	88	52	95	51	54	30	31	87	
Public Safety										
Number of emergency responses	4,013	4,719	4,567	4,917	4,924	4,852	3,526	5,054	5,145	
Number of book-ins	1,410	1,285	1,242	932	1,328	1,522	1,706	1,756	1,593	
Environmental Protection										
Number of solid waste transfers(tons)	13,026	13,034	12,170	12,176	12,457	12,588	12,557	12,606	17,482	
Number of Diversions (tons)	308	389	340	621	650	510	512	711	867	
Public Transportation										
Miles of road resurfaced	7	21	11	12	13	14	11	17	53	
Number of repairs	350	380	107	416	401	387	361	338	117	
Health and Paupers Care										
Number of autopsies performed	40	29	21	32	27	28	23	37	29	
Number of indigent admissions	322	479	738	686	671	771	503	666	878	
Recreation										
Number of patrons to Library	8,921	13,779	12,591	11,669	10,617	9,329	8,294	10,635	9,537	
Number of books in library	50,727	57,548	52,323	58,434	53,485	53,201	49,907	51,083	41,117	
Number of programs	83	83	52	49	51	60	77	48	80	
Conservation										
Number of programs	149	70	285	189	171	30	42	51	26	
Number of radio programs	100	52	64	55	135	130	67	-	-	
County Extension mailouts & emails	18,906	8,534	10,584	10,400	10,234	5,102	4,152	5,955	5,754	

Source: Individual County Departments

Note: GASB Statement 44 was implemented in fiscal year 2006; in future years, additional years will be reported, cumulating a ten-year presentation.

**PANOLA COUNTY, TEXAS
SCHEDULE OF INSURANCE IN FORCE
DECEMBER 31, 2014
(Unaudited)**

Insurer or Name of Company	Number	Policy Period	
		From	To
The St. Paul Ins. Co.	H8101171X911	1/1/2014	12/31/2014
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2014	12/31/2014
The St. Paul Ins. Co.	H6301171X911	1/1/2014	12/31/2014
The St. Paul Ins. Co.	ZAS-14P02174	1/1/2014	12/31/2014
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2014	12/31/2014
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2014	12/31/2014
The St. Paul Ins. Co.	H6301171X911	1/1/2014	12/31/2014
The St. Paul Ins. Co.	ZAS-14P02174	1/1/2014	12/31/2014
EBCO	UA00134783-13	12/31/2014	12/31/2015
Texas Association of Counties	#1830	1/1/2014	12/31/2014
Texas Association of Counties	#1830	1/1/2014	12/31/2014
Texas Association of Counties - BCBS	62946	12/1/2013	11/30/2014
The CIMA Companies, Inc.	SPS900305	7/1/2013	7/31/2014

- (1) 2014 Funding
- (2) As prescribed by law Art. #8309H
- (3) As prescribed by law - Texas Unemployment Compensation Act
- (4) For covered expenses - Lifetime maximum \$2,000,000

TABLE 17

<u>Building and/or Department & Description</u>	<u>Amount of Coverage</u>	<u>Premiums & Funding</u>
Physical Damage-Comp. Limit PD; 500 Deduct; Bodily Injury - Limit; Comp. Auto liab. Ins. 1,000	\$ 2,000,000	\$ 103,847
General Liability; 2,000,000	2,000,000	53,351
Commercial Property and Equipment	4,000,295	60,905
Commercial Umbrella Liability- 1,000,000 each occurrence Aggregate 1,000,000; Retention 10,000	2,000,000	22,623
Law Enforcement Professional Liability; Each Person 1,000,000 Aggregate 3,000,000; Each occurrence 1,000,000	2,000,000	130,990
2,000,000 Limit Each 2,000,000 Aggregate 25,000 retention; Public Officials and Employees Legal Liability	2,000,000	39,718
Crime - Employee Theft, Forgery	2,000,000	INC. IN PKG.
General Liability - Cyberfirst Liab.	2,000,000	1,819
Property Damage 1,000,000; General Liability- Airport 1,000,000 each occurrence, 2,000,000 aggregate	2,000,000	2,850
Workers Compensation Self-Funded Insurance through Texas Association of Counties	(2)	130,768
Unemployment Insurance Self-Funded through Texas Association of Counties	(3)	31,080
Employee Group Ins - TAC Health and Employee Benefit Pool 500 deductible - 2,000 co-ins; Emp Life Ins 10,000 & Acc Death/ Dsmb 10,000	(4)	2,853,392
Volunteers Insurance Service Association (VIS) Work Release Volunteer Accident Insurance	25,000	1,800

PANOLA COUNTY, TEXAS
SCHEDULE OF INSURANCE IN FORCE
DECEMBER 31, 2014
(Unaudited)

Insurer or Name of Company	Number	Policy Period	
		From	To
Safeco Ins.	6195460	1/1/2011	1/1/2015
Safeco Ins.	32S171170	1/1/2013	1/1/2017
	32S161126	1/1/2013	1/1/2015
Safeco Ins.	32S168657	1/1/2011	1/1/2015
	32S168658	1/1/2011	1/1/2015
Safeco Ins.	32S388163	1/1/2013	1/1/2017
	32S388164	1/1/2013	1/1/2017
Safeco Ins.	32S159904	1/1/2013	1/1/2017
	32S161129	1/1/2011	1/1/2017
Safeco Ins.	32S163060	1/1/2011	1/1/2015
Safeco Ins.	32S171102	12/31/2014	12/31/2018
RISC	MG839415	1/14/2014	1/14/2015
Safeco Ins.	6001533	1/1/2011	1/1/2015
Safeco Ins.	6464731	1/1/2011	1/1/2015
Safeco Ins.	6464731	1/1/2011	1/1/2015
RISC	MG839380	1/14/2014	1/14/2015
Travelers	6608010A867TCT	8/27/2014	8/27/2015
Safeco Ins.	32S163144	12/31/2012	12/31/2014
Safeco Ins.	E879393	1/1/2011	1/1/2015
Safeco Ins.	E879390	1/1/2011	1/1/2015
Safeco Ins.	6575455	6/1/2014	6/1/2015
Safeco Ins.	32S171003	2/28/2013	2/28/2015
	6224019	6/1/2012	2/28/2015
	32S163039	9/26/2012	2/28/2015
Safeco Ins.	EX879011	12/31/2010	12/31/2014
Safeco Ins.	32S168723	3/15/2014	3/5/2015
	32S434402	5/5/2014	5/5/2015

TABLE 17 (cont.)

<u>Building and/or Department & Description</u>	<u>Amount of Coverage</u>	<u>Premiums & Funding</u>
County Judge	\$ 1,000	\$ 355
Commissioner Precinct 1	3,000	355
	3,000	185
Commissioner Precinct 2	3,000	355
	3,000	355
Commissioner Precinct 3	3,000	325
	3,000	325
Commissioner Precinct 4	3,000	355
	3,000	355
County Clerk	150,000	1,864
Deputy County Clerks	160,000	1,988
County Clerk Errors & Omissions	500,000	650
County Court at Law Judge	1,000	355
District Clerk - Bond	100,000	1,243
District Clerk - Public Official Bond	100,000	1,243
District Clerk Errors & Omissions	500,000	1,374
Crime - Money & Securities - District Clerk	20,000	264
Justice of the Peace Pct 1&4	1,000	185
Justice of the Peace Pct 2&3	1,000	355
Criminal District Attorney	5,000	355
Elections Administrator	1,000	100
Auditor	5,000	185
1st Assistant Auditor	5,000	248
2nd Assistant Auditor	5,000	221
County Treasurer	1,000	355
Assistant Treasurer/Chief Deputy	25,000	125
Deputy Treasurer	25,000	125

**PANOLA COUNTY, TEXAS
SCHEDULE OF INSURANCE IN FORCE
DECEMBER 31, 2014
(Unaudited)**

Insurer or Name of Company	Number	Policy Period	
		From	To
Safeco Ins.	32S376159	12/31/2012	1/1/2017
Safeco Ins.	32S376165	12/31/2012	1/1/2017
Safeco Ins.	01FL0122505	1/1/2013	1/1/2017
Safeco Ins.	32S401920	5/16/2013	11/12/2014
Safeco Ins.		12/31/2012	12/31/2014
Safeco Ins.	32S171169	1/1/2013	1/1/2017
Safeco Ins.	32S388169	1/1/2013	1/1/2017
The Travelers	660287X6078TIL13	12/30/2013	12/30/2014
The Travelers	660226X9543TIL13	12/30/2013	12/30/2014
Safeco Ins.	E850916	1/1/2011	1/1/2015
Safeco Ins.	32S159887	09/01/14	09/01/15
Safeco Ins.	32S171050	8/29/2014	8/26/2015
Safeco Ins.	32S159899	10/18/2015	10/18/2015
	32S423142	1/7/2014	1/7/2015
Safeco Ins.	32S388257	01/01/14	01/01/15
	32S388262	01/01/14	01/01/15
	32S377966	08/22/14	08/22/15
Safeco Ins.	32S419755	12/31/2014	12/31/2015
	32S160070	12/31/2014	12/31/2015
Safeco Ins.	32S171051	12/31/2014	12/31/2015

TABLE 17 (cont.)

<u>Building and/or Department & Description</u>	<u>Amount of Coverage</u>	<u>Premiums & Funding</u>
Tax Assessor/Collector (Ad Valorem Tax Office)	\$ 100,000	\$ 1,332
Tax Assessor for PC Auto Tax	100,000	1,500
Tax Assessor/Collector (Deputies) Crime Bond	35,000	1,287
Sheriff	30,000	205
Reserve Deputies - Twelve @ 2,000	24,000	100
Constable Precinct 2	1,000	355
Constable Precinct 1	1,000	185
123rd Judicial District Adult Probation	10,000	250
123rd Judicial District Juvenile Probation	10,000	250
County Surveyor	1,000	355
Special Prosecutor	2,500	100
Court Coordinator LE & Forfeiture Spec.	2,000	100
Asst. District Attorney	5,000	100
Asst. District Attorney	5,000	100
Reserve Constable Deputy Pct. 1 - Three @ 2,000	6,000	300
Reserve Constable Deputy Pct. 2 - Two @ 2,000	4,000	100
Public Official Schedule	1,244	25,000

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**OVERALL COMPLIANCE AND
INTERNAL CONTROLS SECTION**

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**INDEPENDENT AUDITOR'S 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***

Panola County Commissioners' Court
Panola 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 Panola County, Texas, ("County") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 15, 2015.

Internal Control over Financial Reporting

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

MEMBER

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 County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Richard P. Loughlin
Certified Public Accountant

Henderson, Texas
June 15, 2015



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Henderson TX 75653

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY STATE OF TEXAS SINGLE AUDIT CIRCULAR

Panola County Commissioners' Court
Panola County, Texas

Report on Compliance for Each Major State Program

We have audited Panola County, Texas' ("County") compliance with the types of compliance requirements described in the State of Texas Single Audit Circular that could have a direct and material effect on each of the County's major state programs for the year ended December 31, 2014. The County's major state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its major state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State of Texas Single Audit Circular. Those standards and the State of Texas Single Audit Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major State Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2014.

MEMBER

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with State of Texas Single Audit Circular, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance 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 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 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.

This 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 State of Texas Single Audit Circular. Accordingly, this report is not suitable for any other purpose.



Richard P. Loughlin
Certified Public Accountant

Henderson, Texas
June 15, 2015

**Panola County, Texas
 Summary of Auditor's Results and
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2014**

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified? Yes X No

Significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

2. State Awards

Internal control over major programs:

Material weaknesses identified? Yes X No

Significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with State of Texas Single Audit Circular? Yes X No

Identification of major programs:

Name of State Program or Cluster
 Community Supervision & Correction Department CJAD Contracts.

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? X Yes No

B. Financial Statement Findings

NONE

C. State Award Findings and Questioned Costs

NONE

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**FEDERAL AND STATE
AWARD SECTION**

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

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PANOLA COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
DECEMBER 31, 2014

<u>Federal Grantor/ Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>FEDERAL FINANCIAL ASSISTANCE</u>			
U.S. Department of Justice:			
Passed Through Office of the Governor, Criminal Justice Division:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	SF13A101747011	<u>92,884</u>
Total U.S. Department of Justice			<u><u>92,884</u></u>
U.S. Health and Human Services:			
Passed Through Texas Juvenile Probation Commission:			
Title IV-E Foster Care Assistance	93.658	TJPC-E-2013-183	
Passed Through Texas Department of Family and Protective Services:			
Title IV-E Foster Care Assistance	93.658	23939005	<u>3,600</u>
Total U.S. Health & Human Services:			<u><u>3,600</u></u>
U.S. Department of Housing and Urban Development:			
Passed Through Texas Department of Agriculture			
Community Development Block Grant	14.228	712016	<u>79,342</u>
Community Development Block Grant	14.228	713016	<u>69,784</u>
			<u><u>149,126</u></u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u><u>\$ 245,610</u></u>

See notes to Schedule of Federal and State Financial Assistance.

PANOLA COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
DECEMBER 31, 2014

<u>Grantor/Program Title</u>	<u>Grantor's Number</u>	<u>Expenditures</u>
<u>STATE FINANCIAL ASSISTANCE</u>		
Texas Task Force on Indigent Defense:		
Direct Program:		
Indigent Defense Formula Grant	212-13-183	\$ <u>37,913</u>
Total Task Force on Indigent Defense		<u>37,913</u>
Texas Department of Criminal Justice - Community Justice Assistance Division		
Basic Supervision Program	900-Panola-2014	112,416
Basic Supervision Program	900-Panola-2015	117,709
Community Corrections Program - Community Service Restitution	1-Panola-2015	17,520
Community Corrections Program - Community Service Restitutor	1-Panola-2014	17,562
Community Corrections Program - Sex Offender	8-Panola-2015	5,240
Community Corrections Program - Sex Offender	8-Panola-2014	5,239
Diversionary Target Program - Specialized Caseload Sex Offender	13-Panola-2015	23,310
Diversionary Target Program - Specialized Caseload Sex Offender	13-Panola-2014	23,517
Indirect Services	20-Panola-2015	25,014
Indirect Services	20-Panola-2014	25,014
Total Texas Department of Criminal Justice - Community Justice Assistance Divisior		<u>372,541</u>
Texas Juvenile Probation Commission:		
Direct Programs:		
State Aid (*)	TJPC-A-2014-183	104,221
State Aid	TJPC-A-2015-183	57,140
Commitment Reduction	TJPC-C-2015-183	4,145
Mental Health Services Grant	TJPC-N-2015-183	3,959
Total Texas Juvenile Probation Commission		<u>169,465</u>
Texas Commission on State Emergency Communications:		
Passed Through East Texas Council of Governments:		
Rural Addressing Maintenance Reimbursement Program	2012-00609	44,351
Total Texas Commission on State Emergency Communications		<u>44,351</u>
Texas Department of State Health Services:		
Direct Program:		
Tobacco Settlement Funds	None	25,168
Total Texas Department of State Health Services		<u>25,168</u>
TOTAL STATE FINANCIAL ASSISTANCE		<u>\$ 649,438</u>

(*) Includes reduction for prior year grant receipts refunded to granting agency.

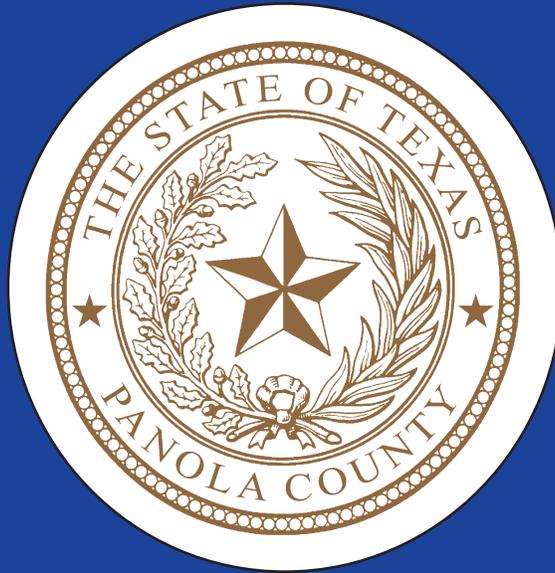
See notes to Schedule of Federal and State Financial Assistance.

**PANOLA COUNTY, TEXAS
NOTES TO THE SCHEDULES OF EXPENDITURES
OF FEDERAL AND STATE AWARDS
DECEMBER 31, 2014**

The federal program activity reflected in the schedules present only the activity applicable to each program. No other assets (cash, accounts receivable) or residual fund balances originating from other than federal sources are included in the schedule.

The state grants and assistance reflect residual fund balances, if any, in the funds used to account for the various programs of assistance.

During the year ended December 31, 2014, Panola County did not expend any Federal awards in the form of non-cash assistance, loans or loan guarantees.



Panola County
Office of County Auditor
Courthouse Annex Room 213A
Carthage, TX 75633