

The background of the cover is a photograph of the Panola County Courthouse. 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 two flags: the United States flag and the Texas state flag. The foreground is a well-maintained green lawn, and a large, leafy tree is visible on the right side of the building. The sky is a clear, bright blue.

COUNTY AUDITOR'S
COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FISCAL YEAR ENDED
DECEMBER 31, 2018
PANOLA COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

PANOLA COUNTY, TEXAS

FOR THE YEAR ENDED DECEMBER 31, 2018

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, 2018**

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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 25, 2019

Honorable District Judge LeAnn Rafferty
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, 2018. 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 Morgan LaGrone, 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, 2018 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 unmodified opinion on Panola County's financial statements for the year ended December 31, 2018, 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 23,796.

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. Natural gas processing and exploration contributes 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 75 (GASB 75). Compliance with this accounting standard and funding in 2019 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 2018. 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.

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, 2017.

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

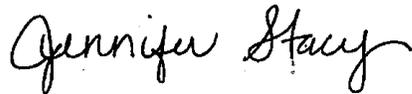
In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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.

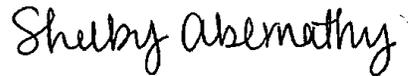
Acknowledgements

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,



Jennifer Stacy
County Auditor



Shelby Abernathy
Assistant Auditor



William Rittenberry
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, 2017

Christopher P. Morill

Executive Director/CEO

**PANOLA COUNTY, TEXAS
DIRECTORY OF OFFICIALS
DECEMBER 31, 2018**

DISTRICT COURT: 123rd Judicial District

**The Honorable LeAnn Rafferty, District Judge
The Honorable Danny Buck Davidson, Criminal District Attorney
Terri Hudson, Court Reporter
Debra Johnson, District Clerk
Kerian Henderson, 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 Craig Lawless., Commissioner Precinct #3
The Honorable Dale LaGrone, Commissioner Precinct #4
Vicki Heinkel, Administrative Assistant**

COUNTY COURT AT LAW:

**The Honorable Terry Bailey, Judge
Rebecca Kise, Court Reporter**

COUNTY AUDITOR:

Jennifer Stacy

ASSISTANT COUNTY AUDITORS:

**Shelby Abernathy
William Rittenberry**

COUNTY CLERK:

Bobbie Davis

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, 2018**

COUNTY VETERAN SERVICE OFFICER:

William Morris

JUSTICES OF THE PEACE:

**Toni Hughes, Precincts #2 and #3
David Gray, Precincts #1 and #4**

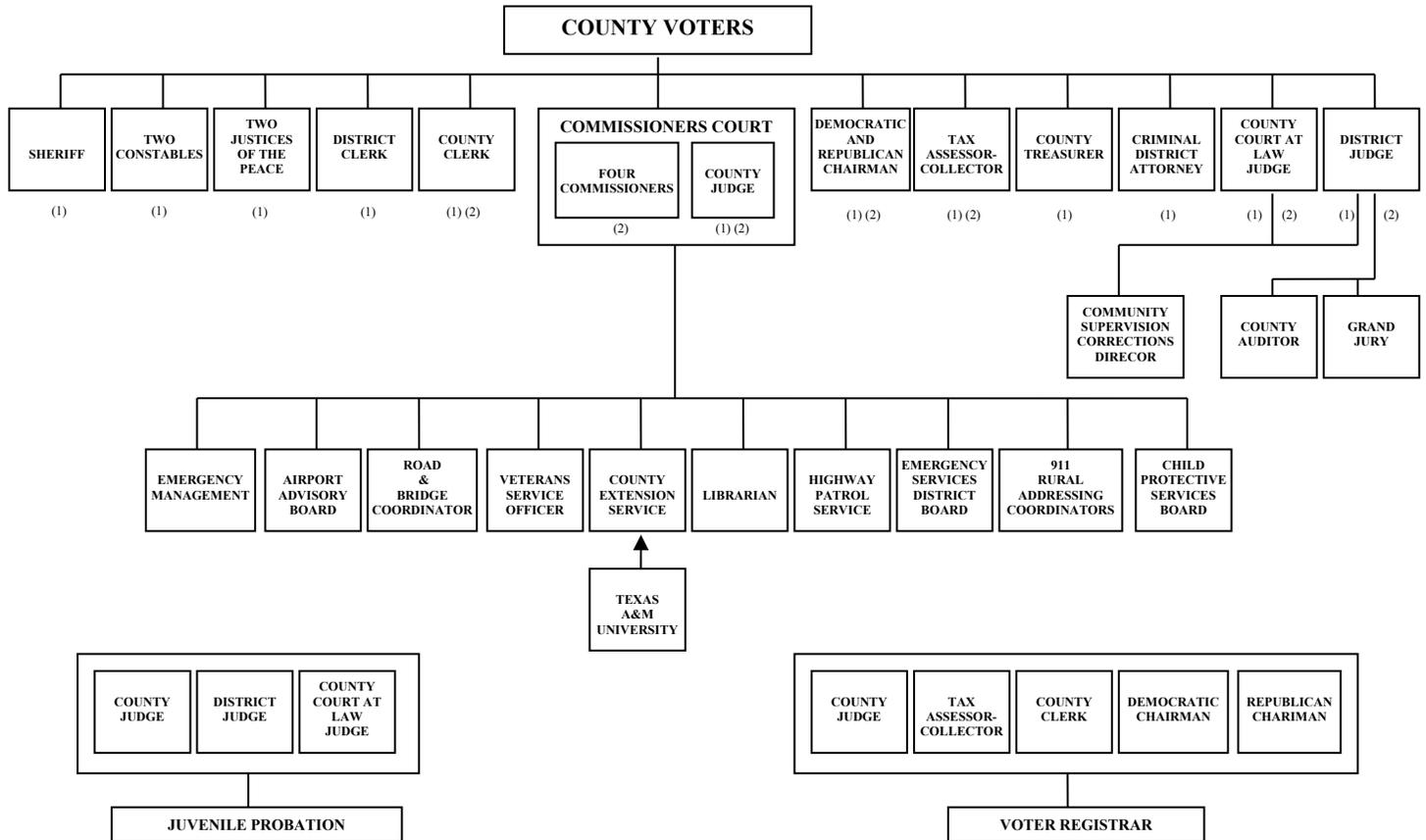
CONSTABLES:

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

ELECTIONS ADMINISTRATOR:

Cheyenne Lampley

PANOLA COUNTY, TEXAS ORGANIZATION CHART



(1) DENOTES ELECTED OFFICIALS—
ALL OTHERS APPOINTED.

(2) DENOTES JOINT & OVERLAPPING
RESPONSIBILITIES.

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FINANCIAL SECTION

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Morgan LaGrone, CPA, PLLC

Certified Public Accountant

Telephone: 903.657.0240
Fax: 903.655.1324

116 S Marshall
Henderson TX 75654

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, 2018, 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.

MEMBER

AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS AND TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1F to the financial statements, the County adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions*. My opinion is not modified with respect to this matter.

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, 2018, 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.

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 19-34; the Changes in OPEB Liability and Related Ratios on page 69; the Schedule of Employer Contributions – Other Post-Employment (OPEB) Plan on page 71; the Schedule of Changes in Net Pension Liability and Related Ratios on page 66; the Schedule of Contributions on page 67; the Schedule of Employer Contributions – OPEB – Health Plan on page 70;

and budgetary comparison information on pages 73-77, 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 collectively 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.

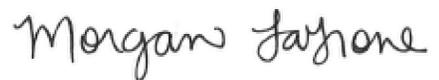
The combining and individual nonmajor fund financial statements and supplementary financial information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been 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 and supplementary financial information 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 21, 2019, 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.



Morgan LaGrone
Certified Public Accountant

Henderson, Texas
June 21, 2019

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PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

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, 2018. 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 and deferred outflows of resources of Panola County, Texas exceeded its liabilities and deferred inflows of resources at December 31, 2018 by \$44,180,222 (net position). Of this amount, \$23,196,286 (unrestricted net position) may be used to meet the County's ongoing obligations to citizens and creditors.
- During the year ended December 31, 2018, the County implemented GASB Statement No. 75, which resulted in a restatement of beginning net position totaling (\$23,038,228), bringing the new beginning net position to \$43,955,896.
- The County's change in net position was an increase of \$224,326.
- At December 31, 2018, the County's governmental funds reported combined ending fund balances of \$28,663,441, an increase of \$2,506,504 over the prior year. Of this amount, \$24,305 is nonspendable, \$15,385,545 is restricted, \$736,616 is committed, and \$12,516,976 is unassigned. Unassigned fund balance is available for spending at the County's discretion.
- At December 31, 2018, unassigned fund balance for the general fund was \$12,516,976, or 85.74% of total general fund expenditures.
- The County issued no new debt during the year ended December 31, 2018.

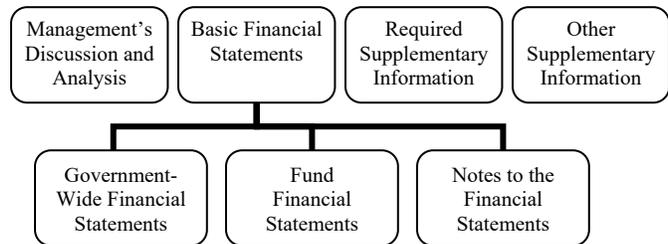
OVERVIEW OF THE FINANCIAL STATEMENTS

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, 2018

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 31 - 32 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,

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The 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 33 - 36 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. In 2018, the County implemented GASB 75, which replaced GASB Statement No. 45. Contributions by the County during 2018 totaled \$1,746,235. 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 37 - 38 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 39 - 61 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 99-178 of this report.

Single Audit

The County did not expend in excess of \$750,000 in state financial assistance during the year ended December 31, 2018. As a result, a single audit in accordance with the State of Texas *Single Audit Circular* was not required. The Overall Compliance and Internal Controls section of this report begins on page 217.

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, 2018 and December 31, 2017 are summarized and analyzed on the following page.

Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$44,180,222 as of December 31, 2018, and by \$66,994,124 as of December 31, 2017, an overall decrease of \$20,387,237, which was primarily the result of the restatement of beginning net position. As of December 31, 2018, the County's total assets were \$72,516,487. Capital assets, which include land, buildings and

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

improvements, machinery, equipment, furniture, and infrastructure less any related debt used to acquire those assets that is still outstanding, represent 45.02% of total net position.

An amount of \$23,196,286 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
Net Position of Governmental Activities
 (Table 1)

	<u>2018</u>	<u>2017</u> (as restated)
Current and Other Assets	\$ 51,532,551	\$ 68,469,016
Capital Assets	20,983,936	21,809,859
Total Assets	<u>72,516,487</u>	<u>90,278,875</u>
 Total Deferred Outflows of Resources	 <u>1,330,767</u>	 <u>6,594,866</u>
Net Pension Liability	4,416,447	10,927,959
Long-Term Liabilities Outstanding	283,928	254,863
Other Liabilities	1,186,449	24,037,230
Total Liabilities	<u>5,886,824</u>	<u>35,220,052</u>
 Total Deferred Inflows of Resources	 <u>23,695,708</u>	 <u>17,697,793</u>
 Net Position:		
Net Position, Investment in Capital Assets	20,983,936	21,809,860
Unrestricted	23,196,286	22,146,036
Total Net Position	<u>\$ 44,180,222</u>	<u>\$ 43,955,896</u>

The change in net position for the County's activities for the year was an increase of \$224,327. Total revenues for Panola County were \$24,992,198 and \$26,270,125 in 2018 and 2017, respectively. Total expenses were \$24,767,871 and \$25,406,744 in 2018 and 2017, 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 decreased 20.98% or \$988,630. Charges for services increased by \$36,265. Operating grants and contributions decreased by \$983,028. Capital grants and contributions decreased \$42,867.
- 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, taxes, decreased by \$813,409. Other revenues increased by \$525,113, principally due to an increase in interest income and miscellaneous revenue.
- Public safety, public transportation, and general administration are the three largest programs, in terms of expenses. These three activities accounted for 73.39% of total expenses.
- General administration expenses increased \$343,708, due to the County's change in OPEB liability and other miscellaneous expenses.

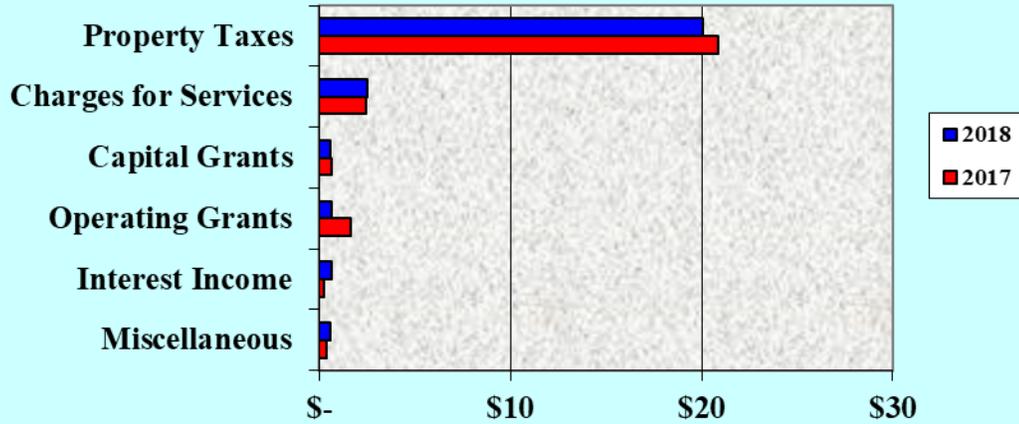
PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

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

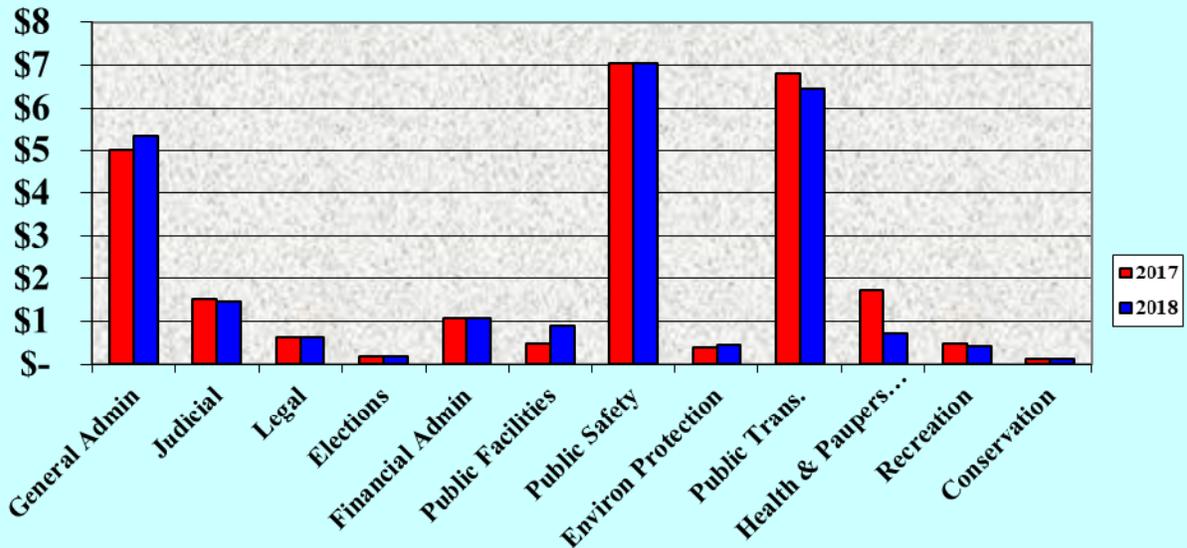
	<u>2018</u>	<u>2017</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 2,486,952	\$ 2,450,687
Operating Grants and Contributions	646,059	1,629,087
Capital Grants and Contributions	590,712	633,579
General Revenues:		
Property Taxes	20,061,420	20,874,829
Other	1,207,055	681,942
Total Revenues	<u>24,992,198</u>	<u>26,270,125</u>
Expenses:		
General administration	\$ 5,342,138	\$ 4,998,429
Judicial	1,463,707	1,504,247
Legal	621,159	614,417
Elections	192,420	189,184
Financial administration	1,084,669	1,071,598
Public facilities	881,056	469,972
Public safety	7,035,569	7,040,400
Environmental protection	449,386	405,004
Public transportation	6,444,767	6,800,101
Health & paupers care	710,734	1,729,386
Recreation	423,521	464,777
Conservation	118,746	119,229
	<u>24,767,872</u>	<u>25,406,744</u>
Increase in Net Position	224,326	863,381
Net Position - Beginning	<u>66,994,124</u>	<u>66,130,741</u>
Restatement - OPEB	(23,038,228)	
Net Position - Beginning, as restated	<u>43,955,896</u>	-
Net Position - Ending	<u>\$ 44,180,222</u>	<u>\$ 66,994,122</u>

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

Governmental Activities - Revenues by Source
For the Years Ended December 31
(in millions)



Governmental Activities - Expenses by Function
For the Years Ended December 31
(in millions)



PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

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.
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.

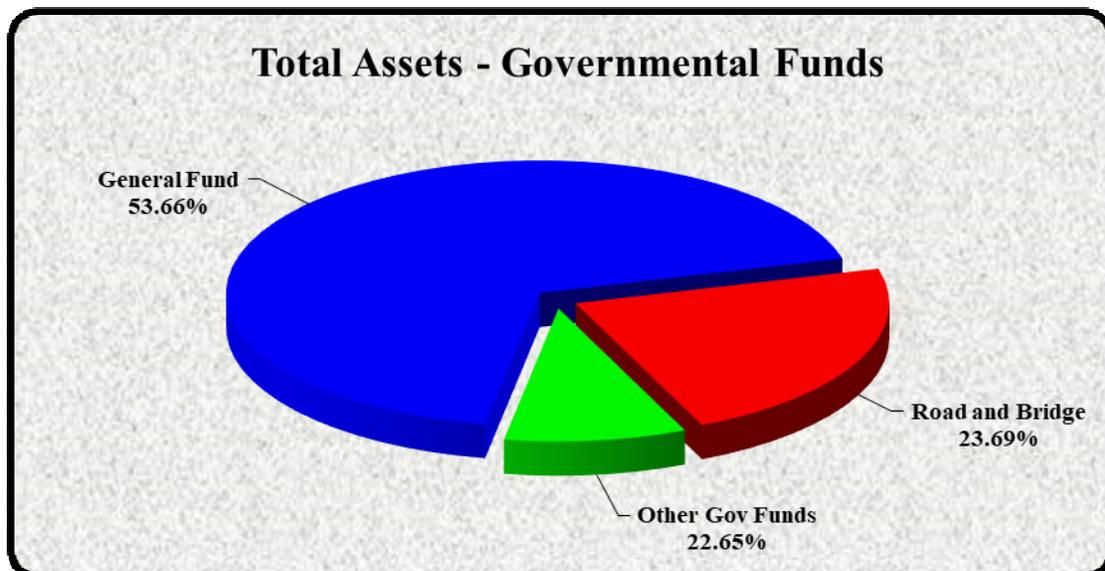
As of December 31, 2018, the County's governmental funds reported combined ending fund balances of \$28,663,441, an increase of \$2,506,503 over the prior year. Approximately 43.67% of this amount, \$12,516,976 constitutes unassigned fund balance, which is available for spending at the County's discretion.

The General Fund is the chief operating fund of the County. At December 31, 2018, 100% of the General Fund's total fund balance, or \$12,516,976 is unassigned. Total fund balance for the General Fund increased by \$1,911,885, or 18.03% 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 84.74% of total General Fund expenditures.

General Fund revenues exceeded budgeted amounts by approximately \$1,366,534, and actual expenditures were \$881,737 below budgeted expenditures.

Fund balance in the Road and Bridge Fund increased by \$370,913, due to higher than anticipated revenues and a general savings in all categories.

As shown below, as of December 31, 2018 total assets in the General Fund amounted to \$16,919,079, accounting for 53.66% of total governmental fund assets. The Road and Bridge special revenue fund, the County's other major fund's total asset amount is \$5,623,223. Together, these major funds account for 77.35%, of total governmental fund assets.



PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget amounted to a net increase in appropriations of \$394,162. Significant among the amendments were:

- Legal – Increased appropriations of \$81,453 as a result of increased required professional services.
- Public Facilities – Increased appropriations of \$110,437 as a result of repairs and renovations.
- Health and Paupers Care – Increased appropriations of \$81,454 as a result primarily of an increase in attorney fees, child advocacy fees, and child safety fees distributions.
- Capital Outlay– Increased appropriations for additional capital outlay of \$162,482.

General Fund revenues exceeded the final budget by \$1,366,534. The majority of this increase was attributable to property taxes exceeding the final budget by \$1,085,437. In addition, miscellaneous revenue, including interest, exceeded final budget estimates by \$147,069, due to an increase in interest rate.

General Fund expenditures were \$881,737 less than final budgeted expenditures. Major contributors to lower than budgeted expenditures are as follows:

- Expenditures for general administration activities were \$117,566 less than final budgeted expenditures, primarily due to a general cost savings in all budgeted categories.
- Expenditures for public safety activities were \$386,448 less than final budgeted expenditures due to less than expected expenditures in the Sheriff's Office and Corrections.
- Expenditures for Health and Paupers Care were \$62,004 below budgeted amounts as a result of less expenditures needed for indigent health care.
- Expenditures for judicial expenditures were \$75,079 less than final budgeted expenditures due to less than expected expenditures for professional services, jurors, and bailiffs.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental activities as of December 31, 2018, amounts to \$20,983,936 (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 \$1,589,531, for the current year was \$825,924.

This year's additions totaled \$767,245. Included in the additions were various purchases of machinery and equipment.

Capital assets as of December 31, 2018 and 2017 are summarized on the following page.

Additional information on the County's capital assets can be found in Note 3, D on page 47 of this report.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

Capital Assets
As of December 31

	2018	2017
Land	\$ 1,722,016	\$ 1,722,016
Buildings	20,906,963	20,906,963
Improvements other than buildings	275,603	275,603
Machinery and equipment	12,409,896	11,963,066
Infrastructure	10,826,285	10,826,285
Total Capital Assets	46,140,763	45,693,933
Less: Accumulated Depreciation	(25,156,827)	(23,884,073)
Total Capital Assets	\$ 20,983,936	\$ 21,809,860

Long-Term Debt

As of December 31, 2018, the County has no outstanding bonded debt. The only debt outstanding is in the form of accrued compensated absences and the net pension liability.

Additional information on the County's long-term debt can be found in Note 3, I on page 58 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The following factors were considered in preparing the County's budget for 2019.

- FY2018 total property assessed value decreased 1.37% from the prior year. FY2017 had a decrease in assessed value of 5.8%.
- Property tax receipts for FY2018 decreased to \$20.06 million compared to \$20.87 million for FY2017.
- The County has consistently maintained an ad valorem tax collection rate over 97% for the last few years. However, in the current year the collection rate was 95.03%.
- The percentage increase in medical insurance premiums for employees was 6.49% for FY 2018 (FY 2017 increase was 7.49%).
- Fluctuating energy costs have affected the price of fuel and road surfacing materials.
- Property and liability insurance costs increased 6.92% for FY 2018 compared to an increase of 1.79% for FY 2017.

PANOLA COUNTY, TEXAS
Management's Discussion and Analysis
December 31, 2018

Original budgeted revenues for FY 2018 are \$15.15 million, a decrease of 35.53% over original budgeted revenues of \$23.5 million for FY 2017. Property taxes account for the bulk of the revenues, as approximately 88.24% 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 \$0.60800/\$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:

- Decreased taxable value due to the lower 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.
- 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, 2018**

	<u>Governmental Activities</u>
ASSETS:	
Cash and Cash Equivalents	\$ 6,177,103
Investments	34,134,623
Receivables (net of allowance for uncollectible taxes):	
Property Taxes	7,549,863
Due from Other Governments	1,068,063
Miscellaneous	312,014
Inventory	24,305
Capital Assets (not being depreciated):	
Land	1,722,016
Capital Assets (net of accumulated depreciation):	
Buildings	14,191,280
Improvements other than buildings	200,359
Machinery and equipment	3,987,596
Infrastructure	882,685
Net OPEB Asset - Health Plan	2,257,130
Other Assets	9,450
Total Assets	<u>72,516,487</u>
 DEFERRED OUTFLOWS OF RESOURCES:	
Deferred Outflows of Resources - Pensions	1,278,799
Deferred Outflows of Resources - OPEB	51,968
	<u>1,330,767</u>
 LIABILITIES:	
Accounts Payable-Trade	653,427
Noncurrent liabilities:	
Due Within One Year	28,148
Due In More Than One Year	255,780
Net Pension Liability	4,416,447
Net OPEB Liability - Supplemental Death	533,022
Total Liabilities	<u>5,886,824</u>
 DEFERRED INFLOWS OF RESOURCES:	
Deferred Revenue - Advance Tax	18,999,203
Deferred Inflows - Pensions	2,342,165
Deferred Inflows - OPEB	2,354,340
Total Deferred Inflows of Resources	<u>23,695,708</u>
 NET POSITION:	
Net Position, Investment in Capital Assets	20,983,936
Unrestricted	23,196,286
Total Net Position	<u>\$ 44,180,222</u>

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

**PANOLA COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2018**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Primary Government:					
Government Activities:					
General administration	\$ 5,342,138	\$ 393,927	\$ -	\$ -	\$ (4,948,211)
Judicial	1,463,707	637,963	88,806	-	(736,938)
Legal	621,159	19,174	29,418	24,888	(547,679)
Elections	192,420	3,006	8,298	-	(181,116)
Financial administration	1,084,669	908,990	-	-	(175,679)
Public facilities	881,056	-	-	388,715	(492,341)
Public safety	7,035,569	292,881	436,612	30,000	(6,276,076)
Environmental protection	449,386	-	-	-	(449,386)
Public transportation	6,444,767	60,912	29,538	117,854	(6,236,463)
Health & paupers care	710,734	-	53,387	-	(657,347)
Recreation	423,521	170,099	-	29,255	(224,167)
Conservation	118,746	-	-	-	(118,746)
Total primary government	\$ 24,767,872	\$ 2,486,952	\$ 646,059	\$ 590,712	\$ (21,044,149)

General Revenues:

Property Taxes	\$ 20,061,420
Interest Income	650,507
Miscellaneous	556,548

Total general revenues and transfers 21,268,475

Change in net position 224,326

Net position, Beginning of Year 66,994,124

Restatement - OPEB (see Note P) (23,038,228)

Net position, Beginning of Year, as restated 43,955,896

Net position, End of Year \$ 44,180,222

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

**PANOLA COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2018**

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Cash Equivalents	\$ 3,031,246	\$ 1,082,022	\$ 2,063,835	\$ 6,177,103
Investments	18,266,198	8,577,989	7,290,436	34,134,623
Receivables (net of allowance for uncollectibles)				
Current Taxes	4,962,690	1,447,180	180,646	6,590,516
Delinquent Taxes	721,818	210,490	27,039	959,347
Due from Other Governments	805,654	233,263	29,146	1,068,063
Miscellaneous	141,532	21,647	148,835	312,014
Inventory	-	-	24,305	24,305
Other Assets	9,450	-	-	9,450
Total Assets	<u>27,938,588</u>	<u>11,572,591</u>	<u>9,764,242</u>	<u>49,275,420</u>
LIABILITIES				
Accounts Payable-Trade	378,251	163,461	111,716	653,427
Total Liabilities	<u>378,251</u>	<u>163,461</u>	<u>111,716</u>	<u>653,427</u>
DEFERRED INFLOWS OF RESOURCES:				
Unavailable Revenue	9,358,852	2,711,252	338,582	12,408,686
Unearned Deferred Revenue	5,684,509	1,657,671	207,685	7,549,865
Total Deferred Inflows of Resources	<u>15,043,361</u>	<u>4,368,923</u>	<u>546,267</u>	<u>19,958,551</u>
FUND BALANCES				
Nonspendable	-	-	24,305	24,305
Restricted	-	7,040,207	8,345,338	15,385,545
Committed	-	-	736,616	736,616
Unassigned	12,516,976	-	-	12,516,976
Total Fund Balances	<u>12,516,976</u>	<u>7,040,207</u>	<u>9,106,259</u>	<u>28,663,441</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 27,938,588</u>	<u>\$ 11,572,591</u>	<u>\$ 9,764,242</u>	<u>\$ 49,275,420</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, 2018**

Total Fund Balances - Governmental Funds	\$ 28,663,441
 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.	20,983,936
Net OPEB assets created by contributions made by the County to its OPEB plan and its related deferred inflows of resources are not reported in the funds.	(169,534)
Net OPEB Liability - Supplemental death benefits and related deferred out flows and inflows of resources are not reported in the funds.	(493,230)
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.	959,350
The Net Pension Liability and related deferred outflows and deferred inflows of resources are not reported in the funds.	(5,479,813)
Long-term liabilities (Compensated Absences) are not due and payable in the current period and therefore are not reported in the funds.	<u>(283,928)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 44,180,222</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, 2018

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property Taxes	\$ 14,929,776	\$ 4,502,686	\$ 537,990	\$ 19,970,452
Licenses	-	360,000	-	360,000
Intergovernmental Receipts	455,578	90,450	1,074,882	1,620,910
Fees of Office	822,970	-	445,958	1,268,928
Fines	-	446,306	-	446,306
Miscellaneous	710,755	223,781	270,842	1,205,378
TOTAL REVENUES	16,919,079	5,623,223	2,329,672	24,871,974
EXPENDITURES				
Current				
General Administration	3,616,040	-	225,842	3,841,882
Judicial	1,380,305	-	-	1,380,305
Legal	604,512	-	11,278	615,790
Elections	184,792	-	-	184,792
Financial Administration	1,067,110	-	-	1,067,110
Public Facilities	435,786	-	442,593	878,379
Public Safety	5,662,976	-	791,932	6,454,908
Environmental Protection	443,112	-	-	443,112
Public Transportation	-	3,656,137	796,488	4,452,625
Health and Paupers Care	569,350	-	73,657	643,007
Recreation	381,984	-	-	381,984
Conservation	117,060	-	-	117,060
Capital Outlay	308,059	1,596,173	284	1,904,516
TOTAL EXPENDITURES	14,771,086	5,252,310	2,342,074	22,365,470
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,147,993	370,913	(12,402)	2,506,504
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	236,108	236,108
Transfers Out	(236,108)	-	-	(236,108)
Total Other Financing Sources (Uses)	(236,108)	-	236,108	-
Net Change in Fund Balances	1,911,885	370,913	223,706	2,506,504
FUND BALANCE-BEGINNING	10,605,091	6,669,294	8,882,553	26,156,937
FUND BALANCE-ENDING	\$ 12,516,976	\$ 7,040,207	\$ 9,106,259	\$ 28,663,441

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, 2018**

Net Change in Fund Balances - Governmental Funds	\$ 2,506,504
 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)	(825,924)
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 Asset)	1,013,852
Delinquent property tax collections provide current financial resources to the funds but has no effect on net position.	(439,627)
Delinquent property taxes receivable, which do not provide current financial resources, are not reported as revenue in the funds.	530,595
Pension expense relating to GASB 68 is recorded in the statement of activities but not in the funds.	(18,175)
OPEB expense relating to GASB 75 is recorded in the statement of activities but not in the funds.	(2,513,834)
The increase in accrued compensated absences did not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>(29,065)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 224,326</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, 2018

	Panola County Retiree Health Benefits Trust Fund	Agency Funds
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 1,074,190	\$ 4,813,916
Certificates of Deposit	30,900,000	291,160
Interest receivable	92,408	-
Total Assets	32,066,598	5,105,076
LIABILITIES		
Current Liabilities:		
Accounts Payable-Trade	9,032	-
Due to Other Governments	-	3,284,394
Court Ordered Deposits	-	530,601
Court Ordered Trust Funds	-	1,276,624
Other Payables	-	13,457
Total Liabilities	9,032	\$ 5,105,076
NET POSITION		
Held in trust for OPEB benefits	32,057,566	
Total Net Position	\$ 32,057,566	

**PANOLA COUNTY, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	Panola County Retiree Health Benefits Trust Fund
ADDITIONS	
Contributions:	
Reimbursements- Medicare and insurance	\$ 64,193
Employer Contributions	1,746,235
Total Employer Contributions	1,810,428
Total Contributions	1,810,428
Investment Income:	
Interest earnings	561,228
Total Investment Income	561,228
TOTAL ADDITIONS	2,371,656
DEDUCTIONS	
Benefit Payments	1,321,497
TOTAL DEDUCTIONS	1,321,497
CHANGE IN NET POSITION	1,050,159
NET POSITION - BEGINNING OF YEAR	31,007,407
NET POSITION - END OF YEAR	\$ 32,057,566

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

PANOLA COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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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

PANOLA COUNTY, TEXAS
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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 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

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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" 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, 2018.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and 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.

Revenue 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 \$24,305 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, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value.

**PANOLA COUNTY, TEXAS
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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.

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 deferred outflows of resources related to pensions and OPEB 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 three items that qualify for reporting in this category. Deferred inflows of resources are reported for advance tax collections, pensions, and OPEB.

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. Availability only affects the recognition of revenue in governmental funds. Therefore, all collections of current taxes during this period and all current taxes receivable as of December 31 are recorded as Unavailable Revenue and Deferred Revenue in the fund statements and the government-wide statements, respectively. Each of these reported amounts are listed in the Deferred Inflows section of their respective financial statements.

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.

PANOLA COUNTY, TEXAS
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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, 2018, long-term debt outstanding consists of compensatory time payable and net pension liability.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Pension of the Texas County and District Retirement System (the "TCDRS") and additions to/deductions from TCDRS' Fiduciary Net Position have been determined on the same basis as they are reported to TCDRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Total OPEB Liability of the Texas County and District Retirement System (the "TCDRS") and additions to/deductions from TCDRS' Total OPEB Liability have been determined on the same basis as they are reported to TCDRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. It is an unfunded plan, and there are no plan assets.

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.

PANOLA COUNTY, TEXAS
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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.

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.

F. New Accounting Standards Adopted

In the current fiscal year, the County implemented the following new standards:

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits other than Pensions, which will improve the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and will enhance its value for assessing accountability and interperiod equity by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense.

PANOLA COUNTY, TEXAS
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With this implementation, the County’s financial statements were restated to reflect the beginning net OPEB liability, deferred outflows and inflows of resources and the recognition of OPEB expense and contributions made between the start of the measurement period and the County’s prior fiscal year. The restatement to beginning net position is reflected on the statement of activities. There was no effect on the proprietary funds.

GASB Statement No. 82, Pension Issues – an amendment of GASB Statements No. 67, No. 68, and no 73, improves financial reporting by enhancing consistency in the application of financial reporting requirements to certain pension issues.

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 \$825,924 difference are as follows:

Capital Outlay	\$ 767,245
Depreciation Expense	(1,589,531)
Loss on Capital Asset Retirements	<u>(3,638)</u>
Net Adjustment to Decrease Net Changes in Fund Balance-	
Total Governmental Funds to Arrive at Changes in Net Position-	
Governmental Activities	<u><u>\$ (825,924)</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 2018 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.

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.

PANOLA COUNTY, TEXAS
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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, 2018, 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, 2018 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	\$ 5,336,226	\$ 1,556,108	\$ 194,243	\$ 7,086,577
Delinquent Property Taxes	902,273	263,114	33,799	1,199,186
Due from Other Governments	805,654	233,263	29,146	1,068,063
Miscellaneous	141,532	21,647	148,835	312,014
	<hr/>	<hr/>	<hr/>	<hr/>
Total Gross Receivables	\$ 7,185,685	\$ 2,074,132	\$ 406,023	\$ 9,665,840
Less: Allowance for Uncollectible Taxes	(553,991)	(161,551)	(20,358)	(735,900)
	<hr/>	<hr/>	<hr/>	<hr/>
Net Total Receivables	<u>\$ 6,631,694</u>	<u>\$ 1,912,581</u>	<u>\$ 385,665</u>	<u>\$ 8,929,940</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 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:

**PANOLA COUNTY, TEXAS
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	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Net Current Property Taxes Receivable	\$ 4,962,690	\$ 1,447,180	\$ 180,646	\$ 6,590,516
Advanced Tax Collections	<u>9,358,852</u>	<u>2,711,252</u>	<u>338,582</u>	<u>12,408,686</u>
Total Deferred Revenue	<u>\$ 14,321,542</u>	<u>\$ 4,158,432</u>	<u>\$ 519,228</u>	<u>\$ 18,999,203</u>

D. Capital Assets

Capital asset activity for the year ended December 31, 2018 was as follows:

	Balance January 1, <u>2018</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2018</u>
Capital Assets Not Being Depreciated:				
Land	\$ 1,722,016	\$ -	\$ -	\$ 1,722,016
Total Capital Assets Not Being Depreciated	<u>\$ 1,722,016</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,722,016</u>
Capital Assets Being Depreciated:				
Buildings	\$ 20,906,963	\$ -	\$ -	\$ 20,906,963
Improvements other than Buildings	275,603	-	-	275,603
Machinery & Equipment	11,963,066	767,245	320,415	12,409,896
Infrastructure	<u>10,826,285</u>	<u>-</u>	<u>-</u>	<u>10,826,285</u>
Total Capital Assets Being Depreciated	<u>\$ 43,971,917</u>	<u>\$ 767,245</u>	<u>\$ 320,415</u>	<u>\$ 44,418,747</u>
Less Accumulated Depreciation for:				
Buildings	\$ 6,308,762	\$ 406,921	\$ -	\$ 6,715,683
Improvements other than Buildings	70,605	4,639	-	75,244
Machinery & Equipment	7,795,331	943,746	316,777	8,422,300
Infrastructure	<u>9,709,375</u>	<u>234,225</u>	<u>-</u>	<u>9,943,600</u>
Total Accumulated Depreciation	<u>\$ 23,884,073</u>	<u>\$ 1,589,531</u>	<u>\$ 316,777</u>	<u>\$ 25,156,827</u>
Total Capital Assets Being Depreciated, Net	<u>\$ 20,087,844</u>	<u>\$ (822,286)</u>	<u>\$ 3,638</u>	<u>\$ 19,261,920</u>
Governmental Activities Capital Assets, Net	<u>\$ 21,809,860</u>	<u>\$ (822,286)</u>	<u>\$ 3,638</u>	<u>\$ 20,983,936</u>

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

General Administration	\$ 39,622
Judicial	63,232
Public Facilities	2,070
Public Safety	436,656
Environmental Protection	6,274
Public Transportation	935,667
Health & Paupers Care	67,636
Recreation	<u>38,374</u>
Total Depreciation Expense	<u>\$ 1,589,531</u>

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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, agent multiple-employer, Texas County and District Retirement System (TCDRS). Each employer has its own defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the payment of benefits to the members of that employer's plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered qualified under Section 401(a) of the Internal Revenue Code. All employees (except temporary staff) of a participating employer must be enrolled in the plan. The TCDRS 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.

As of January 1, 2018, there were 151 inactive employees receiving benefits, 85 inactive employees entitled to but not yet receiving benefits, and 184 active employees.

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 2017 and 2018. 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.

Discount Rate

The discount rate used to measure the total pension liability was 8.1%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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The long-term rate of return on pension plan investments is 8.0%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown below are based on January 2018 information for a 10-year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017.

Asset Class	Benchmark	Target Allocation (1)	Geometric Real Rate of Return (Expected minus Inflation) (2)
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.55%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (3)	16.00%	7.55%
Global Equities	MSCI World (net) Index	1.50%	4.85%
International Equities-Developed	MSCI World Ex USA (net)	10.00%	4.70%
International Equities-Emerging	MSCI World EM Standard (net) Index	8.00%	5.50%
Investment-Grade Bonds	Bloomberg Barclays US Aggregate Bond Index	3.00%	75.00%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	8.00%	4.12%
Direct Lending	S&P/LSTA Leveraged Loan Index	10.00%	8.06%
Distressed Debt	Cambridge Associates Distressed Securities Index (4)	2.00%	6.30%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.05%
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	6.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (5)	6.00%	6.25%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	18.00%	4.10%
Total		100.00%	

(1) Target asset allocation adopted at the April 2018 TCDRS Board meeting.

(2) Geometric real rates of return equals the expected return minus the assumed inflation rate of 1.95% per Cliffwater 2018 capital market assumptions.

(3) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

Changes in the Net Pension Liability

At December 31, 2017, the County reported a net pension liability of \$4,416,448. The changes in net pension liability were as follows:

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	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at 12/31/16	\$ 62,420,682	\$ 51,492,723	\$ 10,927,959
Changes for the year:			
Service cost	1,528,882		1,528,882
Interest	5,073,643		5,073,643
Change in benefit terms	-		-
Diff between expected/actual experience	(1,674,570)		(1,674,570)
Changes of assumptions	(999,472)		(999,472)
Contributions - employer		2,438,959	(2,438,959)
Contributions - employee		516,439	(516,439)
Net investment income		7,520,633	(7,520,633)
Benefit payments, including refunds of employee contributions	(2,676,104)	(2,676,104)	-
Administrative expenses		(39,408)	39,408
Other charges		3,372	(3,372)
Net changes	1,252,379	7,763,891	(6,511,512)
Balance at 12/31/17	\$ 63,673,062	\$ 59,256,614	\$ 4,416,447

The net pension liability was measured as of December 31, 2017 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date and for the year then ended.

There were no changes of assumptions or other inputs that affected measurement of the total pension liability during the measurement period.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

Discount Rate Sensitivity Analysis

The following shows the net pension liability calculated using the discount rate of 8.1%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease in Discount Rate (7.1%)	Discount Rate (8.1%)	1% Increase in Discount Rate (9.1%)
County's net pension liability	\$ 13,175,705	\$ 4,416,447	\$ (2,668,619)

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

For the year ended December 31, 2018, the County recognized pension expense of \$1,753,955.

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At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience (net of current year amortization)	\$ -	\$ 2,005,920
Changes in actuarial assumptions	(387,975)	-
Differences between projected and actual earnings (net of current year amortization)		336,245
Contributions made subsequent to the measurement date	1,666,774	-
Total	\$ 1,278,799	\$ 2,342,165

\$1,666,774 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended December 31, 2019. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows.

Year ended December 31,	
2019	\$ (187,597)
2020	(209,167)
2021	(1,130,552)
2022	(1,202,824)
2023	-
Thereafter	-

F. Other Post-Employment Benefits Plan – Health Plan

Plan Description

The Panola County, Texas Retiree Health Benefit Trust (RHBT), also known as other post-employment benefits (OPEB) trust, is a single employer defined benefit healthcare plan (the Plan) administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

By order 2007-23, dated November 26, 2007, enacted by the Commissioners’ Court of Panola County, the County established the RHBT to provide for the payment of the health care insurance premiums for eligible retired employees, a continuation of a policy in effect for approximately thirty-six years prior to that date whereby the County provided certain group medical insurance continuation benefits to retirees of the County on a “pay-as-you-go” basis. The entire cost of the retiree’s medical insurance coverage is currently paid from the funds in the trust, but no direct subsidy of dependent coverage is provided. Order 2007-23 of Panola County also assigned the authority to establish and amend benefit provisions to the Commissioners’ Court.

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

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required supplementary information is included in the County’s comprehensive annual financial report at pages 37 - 38 (financial statements) and page 60 (required supplementary information).

Benefits Provided

The County funds the entire cost of retiree health insurance premiums. Medical benefits are provided through the Texas Association of Counties Insurance Pool (TAC). Retiree dependents and surviving spouses are eligible for coverage and may remain in the plan, 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.

Employees who retire at the age of 60 or above with 8 years of TCDRS service are eligible to remain in the medical plan, and employees who retire with 30 or more years of service are eligible to remain in the plan regardless of their age at retirement. Employees whose attained age and years of TCDRS service combine to equal or exceed 75 are also eligible.

Life insurance coverage is not available to retirees. Dental insurance is on a voluntary basis and is not subsidized by Panola County.

Employees Covered

At December 31, 2018 the following employees were covered by the benefit terms:

Retirees currently receiving benefits	101
Active employees	<u>164</u>
Total	<u>265</u>

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 following actuarial assumptions were used to determine the Total OPEB Liability in the December 31, 2018 actuarial valuation:

Valuation Date	December 31, 2018
Measurement Date	December 31, 2018
Actuarial Cost Method	Entry Age Normal
Inflation	2.30%
Salary Increases Including Inflation	3.00%
Discount Rate	4.10%
Discount Rate Basis	Bond Buyer 20-Bond GO Index
Healthcare Trend Rates	5.00% – 8.50%*

*Initial trend rates are 8.5% for pre-Medicare and 6.0% for post-Medicare; with both rates grading down to an ultimate trend rate of 5.0%.

Mortality rates were based on the RP-2014 table (sex distinct). Rates of disability were derived from a Society of Actuaries study. These were not tested against Panola County experience.

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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.

Changes in the Net OPEB Liability

	<u>Increase (Decrease)</u>		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
	(a)	(b)	(a) - (b)
Balance at 12/31/16	\$ 29,764,129	\$ 31,007,407	\$ (1,243,278)
Changes for the year:			
Service cost	1,666,934	-	1,666,934
Interest	1,081,229	571,536	509,693
Change in benefit terms	-	-	-
Diff between expected/actual experience	-	-	-
Changes of assumptions	(2,711,856)	-	(2,711,856)
Contributions - employer	-	1,746,235	(1,746,235)
Contributions - employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of employee contributions	-	(1,267,612)	1,267,612
Administrative expenses	-	-	-
Other charges	-	-	-
Net changes	<u>36,307</u>	<u>1,050,159</u>	<u>(1,013,852)</u>
Balance at 12/31/17	<u>\$ 29,800,436</u>	<u>\$ 32,057,566</u>	<u>\$ (2,257,130)</u>

Sensitivity Analysis

The following presents the net OPEB liability of the County, calculated using the discount rate of 4.10%, as well as what the RHBT net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.10) or 1 percentage point higher (5.10) than the current rate.

	<u>1% Decrease in Discount Rate (3.10%)</u>	<u>Discount Rate (4.10%)</u>	<u>1% Increase in Discount Rate (5.10%)</u>
County's Total OPEB Liability/(Asset)	\$ 2,215,508	\$ (2,257,130)	\$ (5,905,995)

Healthcare Cost Trend Rates Sensitivity Analysis

The following schedule presents the Net OPEB Liability (Asset) of the plan using the assumed healthcare cost trend rate, as well as what the Net OPEB Liability (Asset) would be if it were calculated using a trend rate that is 1-percentage-point lower or 1-percentage-point higher than the assumed healthcare cost trend rate.

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	1% Decrease in Trend Rate	Current Healthcare Cost Trend Rates	1% Increase in Trend Rate
County's Total OPEB Liability/(Asset)	\$ (6,341,240)	\$ (2,257,130)	\$ 2,898,814

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The County's Net OPEB Asset reported for the year ended December 31, 2018 was measured as of December 31, 2018, and the Total OPEB Liability used to calculate the Net OPEB Asset was determined by an actuarial valuation as of that same date.

The components of the Net OPEB Asset of the County at December 31, 2018 were as follows:

Total OPEB Liability	\$ 29,800,436
Plan Fiduciary Net Position	<u>(32,057,566)</u>
Net OPEB Liability (Asset)	<u>\$ (2,257,130)</u>

At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings	\$ -	\$ -
Differences between expected and actual experience	-	-
Changes in assumptions or inputs	-	<u>2,426,663</u>
Total	<u>\$ -</u>	<u>\$ 2,426,663</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended December 31:</u>	<u>OPEB Expense Amount</u>
2019	\$ (285,193)
2020	(285,193)
2021	(285,193)
2022	(285,193)
2023	(285,193)
Thereafter	<u>(1,000,698)</u>
Total	<u>\$ (2,426,663)</u>

G. Other Post-Employment Benefit (OPEB) Plan – Supplemental Death Benefits Plan

Plan Description. The County provides group term life insurance for all of its full-time employees and retirees through a statewide, multiple-employer, public-employee retirement system through the Texas County District Retirement System (the "TCDRS"). The fund for this benefit is a separate trust administered by TCDRS. The fund receives monthly premiums and pays benefits when due. The obligations of the program are payable only from this fund, and are not an obligation of, or a claim

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against, the TCDRS Pension Trust Fund. The fund’s assets are pooled with those of the Pension Trust Fund under the provisions of the TCDRS Act and annually received an allocation of income based on the fund value. The TCDRS 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 PO Box 2034, Austin, Texas 78768-2034.

Current employees of the plan are insured for an amount equivalent to the employee’s current annual compensation. Employers may also choose to cover retirees. Retirees are insured for \$5,000. Life insurance proceeds are payable as a lump sum. The coverage provided to retirees is a post-employment benefit other than pension benefits.

Contributions. The County contributes to the program at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is equal to the cost of providing one-year term life insurance. The premium rate is expressed as a percentage of the covered payroll of members employed by the County. There is a one-year delay between the actuarial valuation that serves as the basis for the employer contribution rate and the calendar year when the rate goes into effect.

The program is voluntary and the County can cease participation at any time. Therefore, the funding policy of the program is to ensure that adequate resources are available to meet all insurance benefit payments for the upcoming year. It is not the intent of the fund policy to pre-fund retiree term life insurance during employees’ entire careers.

Contribution Rates		
	2017	2018
Employee	0.00%	0.00%
Employer	.45%	.47%
Fiscal year 2017 employer contributions		\$ 33,200
Fiscal year 2018 employer contributions		\$ 33,338

The County’s contributions to TCDRS for the year ended December 31, 2018 were equal to the required contributions.

Actuarial Assumptions. The Group Term Life Fund (GTLF) is an optional cost-sharing multiple-employer defined benefit plan that is administered by the Texas County District Retirement System (TCDRS). It provides death benefits to active and, if elected, retired employees of participating employers. The financing objective of the GTLF is to operate as a group term insured benefit, charging each employer its premium based on current actuarial assumptions and its own demographic membership (number of active and retired members covered by the GTLF). The funding of the GTLF is in accordance with Section 845.406 of the TCDRS statute. Contribution rates are established as a percentage of pay.

The GTLF provides death benefits to both active and retired members. Each participating employer can elect to cover just active members, or active and retired members. The required contribution rates for funding purposes are equal to a premium rate that is individually determined for each participating employer annually, and is based on the mortality and service experience of all employees and retirees covered by the fund and the demographics specific to the workforce of the participating employer. The rate is expressed as a percentage of the compensation of members employed by the participating employer. The required contributions are determined using a one-year term cost funding method.

Employers who participate in the TCDRS retirement plan may elect to participate in the GTLF. Employers may elect to cover members who are active employees only or both members who are active employees and retirees, and may elect to change or discontinue coverage annually.

The County must have elected the applicable Group Term Life coverage for the calendar year in which a member who is an active employee or retiree dies. If death occurs while the member is actively employed, the benefit is an amount equal to the employee’s most recent regular annualized salary. The insurance

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benefit payable upon the death of a retiree is \$5,000.

The total OPEB liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions:

Actuarial Cost Method	United credit cost method
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	N/A
Inflation	N/A
Salary Increases	N/A
Investment Rate of Return	7.00%
Retirement Age	N/A
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant mortality Table for females, projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes in Plan Provisions	None

Discount rate. The OPEB plan has been determined to be an unfunded OPEB plan. Therefore, the discount rate used to measure the total OPEB liability was the municipal bond rate of 3.44%. The current discount rate is a decrease from the previous year's discount rate of 3.78%.

Changes in the Total OPEB Liability. At December 31, 2017, the County reported a total OPEB liability of \$533,022. The changes in the total OPEB liability were as follows:

	Increase (Decrease)
	Total OPEB
	Liability (a)
Balance at 12/31/16	\$ 508,255
Changes for the year:	
Service cost	13,821
Interest	19,431
Change in benefit terms	-
Diff between expected/actual experience	(14,611)
Changes of assumptions	22,356
Contributions - employer	-
Contributions - employee	-
Net investment income	-
Benefit payments, including refunds of employee contributions	(16,231)
Administrative expenses	-
Other charges	-
Net changes	24,766
Balance at 12/31/17	\$ 533,022

The total OPEB liability was measured as of December 31, 2017 and was determined by an actuarial valuation as of that date and for the year then ended.

There were no changes of assumptions or other inputs that affected measurement of the total OPEB liability during the measurement period.

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There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

Discount Rate Sensitivity Analysis. The following shows the total OPEB liability calculated using the discount rate of 3.44%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.44) or 1 percentage point higher (4.44%) than the current rate.

	1% Decrease in Discount Rate (2.44%)	Discount Rate (3.44%)	1% Increase in Discount Rate (4.44%)
County's Total OPEB Liability - Death	\$ 629,602	\$ 533,022	\$ 457,443

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

For the year ended December 31, 2018, the District recognized OPEB expense of \$34,543.

At December 31, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience (net of current year amortization)	\$ -	\$ 12,175
Changes in actuarial assumptions	18,630	-
Differences between projected and actual earnings (net of current year amortization)	-	-
Contributions made subsequent to the measurement date	33,338	-
Total	\$ 51,968	\$ 12,175

\$33,338 reported as deferred outflows of resources related to PEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ending December 31, 2018. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended December 31,		
2019	\$	39
2020		39
2021		39
2022		39
2023		39
Thereafter		116

H. 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

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sufficient to preclude any significant uninsured losses to the County. At no time during the last three fiscal years have claims exceeded commercial coverage.

I. 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, 2018.

<u>Year Ending December 31</u>	<u>Governmental Activities</u>
2019	\$ 28,250
2020	22,013
2021	13,910
2022	12,037
2023	9,130
Total minimum lease payments	<u><u>\$ 85,340</u></u>

Total cost for these leases for the year ended December 31, 2018 was \$26,346.

J. Long-Term Liabilities

Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2018 was as follows:

	(Restated) Balance January 1, <u>2018</u>	<u>Additions</u>	<u>Reductions</u>	Balance December 31, <u>2018</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 254,863	\$ 55,071	\$ 26,007	\$ 283,927	\$ 28,148
Net OPEB Liability - Death	508,255	24,767	-	533,022	-
Net Pension Liability	<u>10,927,959</u>	<u>-</u>	<u>6,511,512</u>	<u>4,416,447</u>	<u>-</u>
Total Governmental Activity					
Long-Term Liabilities	<u><u>\$ 11,691,077</u></u>	<u><u>\$ 79,838</u></u>	<u><u>\$ 6,537,519</u></u>	<u><u>\$ 5,233,396</u></u>	<u><u>\$ 28,148</u></u>

Compensated absences, Net Pension Liability, and the OPEB liability are liquidated by the General Fund or the Road & Bridge Fund, depending upon which fund records the employee's salary.

K. Governmental Fund Balances

Components of nonspendable fund balance and specific purposes for restricted and committed fund balances as of December 31, 2018 are as follows:

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	<u>General Fund</u>	<u>Major Special Revenue Fund Road & Bridge Fund</u>	<u>Other Funds</u>	<u>Total</u>
Nonspendable:				
Inventory	\$ -	\$ -	\$ 24,305	\$ 24,305
Restricted:				
Road & Bridge maintenance	-	7,040,207	2,112,774	9,152,981
Law Library	-	-	67,663	67,663
Juvenile Delinquency Prevention	-	-	160	160
Courthouse Security	-	-	234,420	234,420
Records Management & Preservation	-	-	697,802	697,802
Court Technology	-	-	112,442	112,442
VIT Interest	-	-	2,849	2,849
Elections	-	-	9,058	9,058
Adult Probation	-	-	245,912	245,912
Juvenile Probation	-	-	439,908	439,908
Law Enforcement	-	-	101,843	101,843
District Attorney	-	-	122,078	122,078
Child Protective Services	-	-	137,167	137,167
Health	-	-	3,647,994	3,647,994
Airport	-	-	413,268	413,268
Committed:				
Right-of-Way Purchases	-	-	289,281	289,281
Airport Improvements	-	-	227,266	227,266
Jail Improvement	-	-	220,069	220,069
Unassigned	12,516,976	-	-	12,516,976
Total Fund Balances	<u>\$ 12,516,976</u>	<u>\$ 7,040,207</u>	<u>\$ 9,106,259</u>	<u>\$ 28,663,442</u>

L. Interfund Transfers

Interfund transfers for the year ended December 31, 2018 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	\$ 183,108	\$ 53,000	\$ 236,108
Total	<u>\$ 183,108</u>	<u>\$ 53,000</u>	<u>\$ 236,108</u>

The purpose of these transfers was to supplement revenue.

M. 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.

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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, 2018 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.

N. 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.

O. Tax Abatements

The County enters into property tax abatements agreements with local business under the State Property Redevelopment and Tax Abatement Act, chapter 312, as well as its own guidelines and criteria, which is required under the Act. Under the Act, including its guidelines and criteria, the County may grant property tax abatements for economic projects under the program that provide an increase of at least \$1,000,000 in property values, or an annual payroll increase of \$400,000 or the creation of 100 new permanent full-time jobs. Abatements are granted up to 100% over a period of time specified on an individual basis. Abatement is given to provide significant, long-term, positive economic impact to the community using local contractors and the resident workforce to the maximum extent feasible and by developing, redeveloping and improving real estate within the County. The County's goal in providing tax abatements is to create additional jobs.

Uses available for tax abatement include local expanding industries as well as newly recruited businesses.

On August 7, 2018, the Commissioners' Court approved a tax abatement agreement between Panola County, Texas and TECO Gas Processing LLC ("TECO") effective on the January 1, 2019 tax valuation date.

In the event of termination of the agreement with TECO, all taxes previously abated will be recaptured by the County and paid by TECO within sixty (60) days of termination, together with penalties and interest.

Termination of the agreement with TECO could occur if TECO fails to commence construction of the Project within one (1) year after the effective date, if TECO allows its Ad Valorem Taxes on the Project owed to the county to become delinquent, or violate any terms and conditions of the agreement.

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 DECEMBER 31, 2018**

P. Prior Period Adjustment

Net position as of December 31, 2017 has been restated as follows for the implementation of GASB Statement No. 75 (GASB 75) for Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions, which replaces GASB Statement No. 45.

Net Position as previously reported at December 31, 2017	\$ 66,994,124
Prior Period Adjustment:	
December 31, 2017 Net OPEB Liability – Death Benefits	(475,055)
Prior Year OPEB under GASB No. 45	(23,806,451)
December 31, 2017 Net OPEB Asset under GASB no. 75	<u>1,243,278</u>
Total Prior Period Adjustment	<u>(23,038,229)</u>
Net Position as Restated, December 31, 2017	<u>\$ 43,955,896</u>

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REQUIRED SUPPLEMENTARY INFORMATION

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**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018**

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, 2018, the following funds had legally adopted budgets:

General Fund	Hot Check Fee Fund
Road and Bridge Fund	Sheriff's State Forfeiture Fund
Law Library Fund	Jail Commissary Fund
County Juvenile Delinquency Prevention Fund	District Attorney Longevity Pay Supplement Fund
Courthouse Security Fund	District Attorney Forfeiture Fund
Records Management Fund	State Apportionment - District Attorney Fund
County & District Court Tech Fund	Constable Pct. #1 & 4 State Forfeiture Fund
Court Record Preservation Fund	Constable Pct. #2 & 3 State Forfeiture Fund
District Court Records Technology Fund	Sheriff's Federal 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	Deadwood WSC Fund
Justice Court Technology Fund	Fairplay WSC Fund
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, 2018**

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	2017	2016	2015	2014
Total Pension Liability				
Service cost	\$ 1,528,882	\$ 1,627,854	\$ 1,457,414	\$ 1,429,368
Interest (on the total pension liability)	5,073,643	4,744,127	4,457,975	4,184,774
Changes of benefit terms	-	-	(206,371)	-
Difference between expected and actual experience	(1,674,570)	(562,543)	(661,728)	(601,515)
Change of assumptions	(999,472)	-	1,029,006	-
Benefit payments, including refunds of employee contributions	(2,676,104)	(2,275,968)	(2,173,650)	(1,944,467)
Net Change in Total Pension Liability	1,252,379	3,533,470	3,902,646	3,068,160
Total Pension Liability - Beginning	62,420,682	58,887,212	54,984,566	51,916,406
Total Pension Liability - Ending (a)	\$ 63,673,061	\$ 62,420,682	\$ 58,887,212	\$ 54,984,566
Plan Fiduciary Net Position				
Contributions - employer	\$ 2,438,959	\$ 2,531,576	\$ 2,489,599	\$ 3,353,570
Contributions - employee	516,439	544,034	531,525	505,905
Net investment income	7,520,633	3,493,015	(1,037,364)	2,863,212
Benefit payments, including refunds of employee contributions	(2,676,104)	(2,275,968)	(2,173,649)	(1,944,467)
Administrative expense	(39,408)	(38,018)	(34,088)	(34,814)
Other	3,372	52,769	26,592	(226,419)
Net Change in Plan Fiduciary Net Position	7,763,891	4,307,408	(197,385)	4,516,987
Plan Fiduciary Net Position - Beginning	51,492,725	47,185,317	47,382,702	42,865,715
Plan Fiduciary Net Position - Ending (b)	\$ 59,256,616	\$ 51,492,725	\$ 47,185,317	\$ 47,382,702
Net Pension Liability - Ending (a) - (b)	\$ 4,416,445	\$ 10,927,957	\$ 11,701,895	\$ 7,601,864
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	93.06%	82.49%	80.13%	86.17%
Covered Payroll	\$ 7,377,699	\$ 7,771,911	\$ 7,593,216	\$ 7,227,213
Net Pension Liability as a Percentage of Covered Payroll	59.86%	140.61%	154.11%	105.18%

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018**

**SCHEDULE OF CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 1,666,774	\$ 2,438,949	\$ 2,531,576	\$ 2,489,599
Contributions in relation to actuarially determined contribution	<u>(1,666,774)</u>	<u>(2,438,949)</u>	<u>(2,531,576)</u>	<u>(2,489,599)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 7,092,592	\$ 7,377,699	\$ 7,771,911	\$ 7,593,216
Contributions as a percentage of covered payroll	23.50%	33.06%	32.57%	32.79%

**PANOLA COUNTY, TEXAS
NOTES TO SCHEDULE OF CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2018**

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	0.0 years (based on contribution rate calculated in 12/31/2016 valuation)
Asset Valuation Method	5-yr smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment Rate of Return	8.00%, net investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Table for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions*	2015: New inflation, mortality and other assumptions were reflected. 2017: New mortality assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions*	2015: Employer contributions reflect that a 100% CPI COLA was adopted. 2016: Employer contributions reflect that a 100% CPE COLA was adopted. 2017: Employer contributions reflect that a 100% CPI COLA was adopted. Also, new Annuity Purchase Rates were reflected for benefits earned after

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET OPEB LIABILITY
DECEMBER 31, 2018**

	2018
Total OPEB Liability - Health Plan	
Service Cost	\$ 1,666,934
Interest on Total OPEB Liability	1,081,229
Effect of Plan Changes	-
Effect of economic/demographic gains or (losses)	-
Effect of assumption changes or inputs	(2,711,856)
Benefit payments	-
Net Change in Total OPEB Liability	36,307
Total OPEB Liability - Beginning	29,764,129
Total OPEB Liability - Ending (a)	\$ 29,800,436
 Plan Fiduciary Net Position	
Earnings on Assets	\$ 571,536
Contributions - Employer	1,746,235
Retiree Medical Premiums Paid	(1,267,612)
Expenses	-
Net Change in Plan Fiduciary Net Position	1,050,159
Plan Fiduciary Net Position - Beginning	31,007,407
Plan Fiduciary Net Position - Ending (b)	\$ 32,057,566
 Net OPEB Liability (Asset) - Ending (a) - (b)	\$ (2,257,130)
 Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	107.57%
 Covered Payroll	\$ 7,139,612
 Net OPEB Liability (Asset) as a Percentage of Covered Payroll	-31.61%

Notes to Schedule:

This schedule only shows the year for which this information is available. Additional information will be added until 10 years of data are available and reported.

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018**

**SCHEDULE OF CHANGES IN OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	2017
Total OPEB Liability - Death Benefits	
Service cost	\$ 13,821
Interest (on the total OPEB liability)	19,431
Changes of benefit terms	-
Difference between expected and actual experience	(14,610)
Change of assumptions	22,356
Benefit payments, including refunds of employee contributions	(16,231)
Net Change in Total OPEB Liability - Death Benefits	24,767
Total OPEB Liability - Beginning	508,255
Total OPEB Liability - Ending (a)	\$ 533,022
Covered Payroll	\$ 7,377,699
Net OPEB Liability as a Percentage of Covered Payroll	7.22%

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET OPEB LIABILITY - DEATH BENEFITS
DECEMBER 31, 2018

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age normal
Amortization Method	Straight-line amortization of expected working life
Remaining Amortization Period	NA
Asset Valuation Method	does not apply
Inflation	does not apply
Salary Increases	does not apply
Investment Rate of Return	3.44%, based on 20-year Bond GO Index published by bondbuyer.com as of December 28, 2017
Retirement Age	NA
Mortality	See Tables 1 thru 4 in the Milliman Valuation Report
Other Information:	There were no benefit changes during the year.

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUES				
Property Taxes	\$ 13,844,339	\$ 13,844,339	\$ 14,929,776	\$ 1,085,437
Intergovernmental Receipts	406,435	393,022	455,578	62,556
Fees of Office	696,000	751,498	822,970	71,472
Total Miscellaneous	199,000	563,686	710,755	147,069
Total Revenues	15,145,774	15,552,545	16,919,079	1,366,534
EXPENDITURES				
Current				
General Administration	3,869,253	3,733,606	3,616,040	117,566
Judicial	1,401,044	1,455,384	1,380,305	75,079
Legal	566,920	648,373	604,512	43,861
Elections	202,777	204,845	184,792	20,053
Financial Administration	1,100,784	1,100,084	1,067,110	32,974
Public Facilities	375,124	485,561	435,786	49,775
Public Safety	6,077,149	6,049,424	5,662,976	386,448
Environmental Protection	408,730	474,730	443,112	31,618
Health and Paupers Care	549,900	631,354	569,350	62,004
Recreation	392,884	392,884	381,984	10,900
Conservation	121,345	121,345	117,060	4,285
Capital Outlay	192,751	355,233	308,059	47,174
Total Expenditures	15,258,661	15,652,823	14,771,086	881,737
Excess (Deficiency) of Revenues Over (Under) Expenditures	(112,887)	(100,278)	2,147,993	2,248,271
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out	(211,108)	(236,108)	(236,108)	-
Total Other Financing Sources (Uses)	(211,108)	(236,108)	(236,108)	-
Net Change in Fund Balance	(323,995)	(336,386)	1,911,885	2,248,271
FUND BALANCE, BEGINNING OF YEAR	10,605,091	10,605,091	10,605,091	-
FUND BALANCE, END OF YEAR	\$ 10,281,096	\$ 10,268,705	\$ 12,516,976	\$ 2,248,271

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, 2018

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Property Taxes:				
Current	\$ 4,118,737	\$ 4,118,737	\$ 4,403,781	\$ 285,044
Delinquent	56,540	56,540	98,905	42,365
Total Property Taxes	4,175,277	4,175,277	4,502,686	327,409
Licenses:				
Motor Vehicle Registration	350,000	350,000	360,000	10,000
Intergovernmental Receipts:				
State Lateral Road Fund	29,000	29,000	29,538	538
Weight and Axle Fees	45,000	45,000	60,912	15,912
Total Intergovernmental Receipts	74,000	74,000	90,450	16,450
Fines:				
County and District Court Fines	354,000	354,000	446,306	92,306
Miscellaneous:				
Interest Earned	55,441	55,441	148,019	92,578
Miscellaneous	-	69,977	75,762	5,785
Total Miscellaneous	55,441	125,418	223,781	98,363
Total Revenues	5,008,718	5,078,695	5,623,223	544,528
EXPENDITURES				
PUBLIC TRANSPORTATION				
MAINTENANCE-ROADS AND BRIDGES				
PRECINCT 1				
Salaries - Road and Bridge Department	393,615	396,771	391,834	4,937
Benefits Termination Pay	4,026	4,088	4,088	-
Social Security Taxes	30,420	30,668	28,502	2,166
Group Insurance	137,740	137,740	135,680	2,060
Retirement and Death Benefits	95,315	96,088	94,902	1,186
Workers Compensation	17,696	17,857	9,945	7,912
Unemployment Insurance	1,966	1,983	1,464	519
Other Post Employment	82,630	83,299	82,273	1,026
Retiree Medical Insurance Trust	40,849	40,849	40,849	-
Optional Retirement	31,305	31,305	31,305	-
Miscellaneous Supplies	500	500	-	500
Repairs and Maintenance	108,826	108,826	95,391	13,435
Parts and Repairs	31,250	51,250	36,518	14,732
Rentals and Leases	520	520	-	520
Contingency	311,762	-	-	-
TOTAL PRECINCT 1	1,288,420	1,001,744	952,751	48,993

Note: See accompanying independent auditor's report.

(Continued)

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, 2018

	BUDGET			VARIANCE WITH
	ORIGINAL	FINAL	ACTUAL	FINAL BUDGET POSITIVE (NEGATIVE)
PRECINCT 2				
Salaries - Road and Bridge Department	\$ 312,200	\$ 312,200	\$ 307,979	\$ 4,221
Benefits Termination Pay	4,026	4,501	4,451	50
Social Security Taxes	24,192	24,192	22,667	1,525
Group Insurance	110,192	110,192	107,161	3,031
Retirement and Death Benefits	75,800	75,800	74,889	911
Workers Compensation	14,032	14,032	8,080	5,952
Unemployment Insurance	1,559	1,559	1,156	403
Other Post Employment	65,712	65,712	64,923	789
Retiree Medical Insurance Trust	40,849	40,849	40,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	95,756	124,241	77,731	46,510
Parts and Repairs	31,250	31,250	15,571	15,679
Miscellaneous Supplies	500	25	25	-
Contingency	112,020	-	-	-
TOTAL PRECINCT 2	919,393	835,858	756,787	79,071
PRECINCT 3				
Salaries - Road and Bridge Department	355,823	355,823	351,296	4,527
Benefits Termination Pay	4,026	4,026	-	4,026
Social Security Taxes	27,529	27,529	25,291	2,238
Group Insurance	123,966	123,966	121,998	1,968
Retirement and Death Benefits	86,256	86,256	84,205	2,051
Workers Compensation	15,995	15,995	9,283	6,712
Unemployment Insurance	1,777	1,777	1,299	478
Other Post Employment	74,777	74,777	73,000	1,777
Retiree Medical Insurance Trust	40,849	40,849	40,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	95,000	95,000	87,228	7,772
Parts and Repairs	30,000	33,700	25,879	7,821
Rentals and Leases	100	15,100	13,291	1,809
Miscellaneous Supplies	50	50	-	50
Contingency	156,021	-	-	-
Contractor Services	100	800	750	50
TOTAL PRECINCT 3	1,043,574	906,953	865,675	41,278

Note: See accompanying independent auditor's report.

(Continued)

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, 2018

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
PRECINCT 4				
Salaries - Road and Bridge Department	\$ 431,407	\$ 431,407	\$ 419,041	\$ 12,366
Benefits Termination Pay	9,558	9,558	7,327	2,231
Social Security Taxes	33,734	33,734	30,400	3,334
Group Insurance	151,514	151,514	145,946	5,568
Retirement and Death Benefits	105,700	105,700	102,200	3,500
Workers Compensation	19,397	19,397	11,369	8,028
Unemployment Insurance	2,155	2,155	1,577	578
Other Post Employment	91,633	91,633	88,600	3,033
Retiree Medical Insurance Trust	40,849	40,849	40,849	-
Optional Retirement	31,305	31,305	31,305	-
Repairs and Maintenance	119,086	146,086	134,441	11,645
Parts and Repairs	31,250	91,822	67,869	23,953
Miscellaneous Supplies	500	500	-	500
Contingency	212,860	-	-	-
TOTAL PRECINCT 4	1,280,948	1,155,660	1,080,924	74,736
Total Maintenance-Roads and Bridges	4,532,335	3,900,215	3,656,137	244,078
CAPITAL OUTLAY-ROAD AND BRIDGES				
PRECINCT 1				
Furniture & Equipment	50,000	200,000	161,800	38,200
Road Oil, Premix, and Gravel	123,492	286,222	269,898	16,324
Lumber, Piling, and Culverts	13,500	8,500	2,350	6,150
TOTAL PRECINCT 1	186,992	494,722	434,048	60,674
PRECINCT 2				
Furniture & Equipment	50,000	162,020	89,125	72,895
Road Oil, Premix, and Gravel	239,982	239,982	131,149	108,833
Lumber, Piling, and Culverts	8,500	8,500	4,236	4,264
TOTAL PRECINCT 2	298,482	410,502	224,510	185,992
PRECINCT 3				
Building	-	-	-	-
Furniture & Equipment	100,000	100,000	48,593	51,407
Road Oil, Premix, and Gravel	212,424	352,945	303,421	49,524
Lumber, Piling, and Culverts	27,400	27,200	9,002	18,198
TOTAL PRECINCT 3	339,824	480,145	361,016	119,129

Note: See accompanying independent auditor's report.

(Continued)

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
PRECINCT 4				
Furniture & Equipment	\$ 144,515	\$ 104,681	\$ 97,898	\$ 6,783
Road Oil, Premix, and Gravel	283,233	474,093	472,289	1,804
Lumber, Piling, and Culverts	16,000	7,000	6,412	588
TOTAL PRECINCT 4	<u>443,748</u>	<u>585,774</u>	<u>576,599</u>	<u>9,175</u>
Total Construction and Capital Outlay	<u>1,269,046</u>	<u>1,971,143</u>	<u>1,596,173</u>	<u>374,970</u>
Total Expenditures	<u>5,801,381</u>	<u>5,871,358</u>	<u>5,252,310</u>	<u>619,048</u>
Net Change in Fund Balances	(792,663)	(792,663)	370,913	1,163,576
FUND BALANCE, BEGINNING OF YEAR	<u>6,669,294</u>	<u>6,669,294</u>	<u>6,669,294</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 5,876,631</u>	<u>\$ 5,876,631</u>	<u>\$ 7,040,207</u>	<u>\$ 1,163,576</u>

Note: See accompanying independent auditor's report.

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SUPPLEMENTAL FINANCIAL INFORMATION

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
PROPERTY TAXES				
Current	\$ 13,656,864	\$ 13,656,864	\$ 14,601,830	\$ 944,966
Delinquent	187,475	187,475	327,946	140,471
Total Property Taxes	13,844,339	13,844,339	14,929,776	1,085,437
INTERGOVERNMENTAL RECEIPTS				
State Judicial	86,594	86,594	88,806	2,212
State Voter Registration	-	8,297	8,298	1
City - Public Library	185,291	166,712	166,712	-
Law Enforcement Officer Standard	6,000	4,981	4,981	-
Housing Prisoners	-	-	-	-
Exposition Building	-	-	3,387	3,387
Indigent Defense Services Grant	27,000	24,888	24,888	-
School Tax Collection Contracts	63,250	63,250	120,206	56,956
City of Carthage Tax				
Collection Contract	8,300	8,300	8,300	-
State 911 Rural Addressing	30,000	30,000	30,000	-
Total Intergovernmental Receipts	406,435	393,022	455,578	62,556
FEES OF OFFICE				
County Judge	5,000	5,000	8,058	3,058
Sheriff	16,000	16,000	23,712	7,712
District Attorney	2,000	1,433	1,434	1
County Clerk	175,000	183,478	196,816	13,338
Tax Assessor-Collector	385,000	392,587	401,703	9,116
District Clerk	34,000	34,000	49,746	15,746
County Treasurer	16,000	16,000	18,781	2,781
Justices of the Peace	63,000	103,000	122,720	19,720
Total Fees of Office	696,000	751,498	822,970	71,472

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
MISCELLANEOUS				
Interest Earned	\$ 110,000	\$ 259,948	\$ 347,457	\$ 87,509
Hospital Collections	-	-	748	748
Time Payment EFTIC	-	-	1,368	1,368
Exposition Building	-	-	-	-
Vital Archive - County Clerk	-	-	777	777
Judiciary Support Fee	-	-	1,681	1,681
Miscellaneous	67,000	266,369	318,554	52,185
County Clerk Civil	-	-	1,920	1,920
Family Protection Fee	2,000	1,410	1,410	-
Child Safety Fee	20,000	35,959	35,959	-
Child Abuse Prevention	-	-	18	18
Miscellaneous Unclaimed Funds	-	-	863	863
Total Miscellaneous	199,000	563,686	710,755	147,069
Total Revenues	15,145,774	15,552,545	16,919,079	1,366,534
EXPENDITURES				
CURRENT				
GENERAL ADMINISTRATION				
COUNTY JUDGE				
Salary - County Judge	66,814	66,814	66,814	-
Salary - Co. Judge Admin. Assist	40,613	41,506	41,506	-
Social Security	8,219	8,288	7,960	328
Group Medical Insurance	27,548	27,548	27,364	184
Retirement and Death Benefits	25,751	25,966	25,964	2
Worker's Compensation	645	645	317	328
Unemployment Insurance	538	538	154	384
Other Post Employment Benefits	22,324	22,510	22,509	1
Office Supplies, Postage & Repairs	750	750	607	143
Law Books	-	-	-	-
Communication Telephone	400	400	14	386
Conferences and Dues	2,000	3,500	2,206	1,294
Miscellaneous	100	100	57	43
Total County Judge	195,702	198,565	195,472	3,093

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
COMMISSIONERS				
Salaries - Commissioners	\$ 215,984	\$ 215,984	\$ 215,984	\$ -
Social Security Taxes	16,523	16,523	14,756	1,767
Group Insurance	55,096	55,096	54,727	369
Retirement and Death Benefits	51,772	51,772	51,771	1
Worker's Compensation	1,296	1,296	789	507
Unemployment Insurance	-	-	-	-
Other Post Employment Benefits	44,882	44,882	44,882	-
Communication Telephone	100	100	-	100
Miscellaneous	100	100	-	100
Conferences and Dues	5,000	5,000	4,946	54
Total Commissioners	<u>390,753</u>	<u>390,753</u>	<u>387,855</u>	<u>2,898</u>
COUNTY CLERK				
Salary - County Clerk	53,996	53,996	53,996	-
Salary - Deputies	130,315	130,315	122,868	7,447
Social Security	14,100	14,100	11,866	2,234
Group Medical Insurance	68,870	68,870	66,111	2,759
Retirement and Death Benefits	44,180	44,180	42,395	1,785
Worker's Compensation	1,291	1,291	544	747
Unemployment Insurance	922	922	455	467
Other Post Employment Benefits	38,300	38,300	36,752	1,548
Office Supplies, Postage & Repairs	10,000	6,800	5,381	1,419
Communication Telephone	500	500	369	131
Rentals, Microfilming & Indexing	76,000	93,678	93,678	-
Copy Machine Rental	5,000	4,000	3,123	877
Conferences & Dues	3,000	5,000	4,586	414
Miscellaneous	250	-	-	-
Total County Clerk	<u>446,724</u>	<u>461,952</u>	<u>442,124</u>	<u>19,828</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
VETERANS SERVICE OFFICER				
Salary - Service Officer	\$ 39,102	\$ 39,102	\$ 39,102	\$ -
Salary - Secretary	31,467	31,467	31,466	1
Social Security	5,399	5,399	5,359	40
Group Medical Insurance	27,548	27,548	25,610	1,938
Retirement and Death Benefits	16,916	16,916	16,915	1
Worker's Compensation	423	423	208	215
Unemployment Insurance	353	353	261	92
Other Post Employment Benefits	14,665	14,665	14,664	1
Office Supplies, Postage & Repairs	400	400	330	70
Communication Telephone	500	500	18	482
Conferences and Dues	1,000	1,000	610	390
Programming & Computer	800	800	750	50
Miscellaneous	200	200	-	200
Total Vet. Service Officer	<u>138,773</u>	<u>138,773</u>	<u>135,293</u>	<u>3,480</u>
AIRPORT				
Airport Manager	40,069	40,069	40,069	-
Travel Allowance	1,200	1,200	1,200	-
Social Security	3,158	3,158	3,043	115
Group Insurance	13,774	13,774	13,682	92
Retirement	9,893	9,893	9,892	1
Worker's Compensation	1,133	1,133	734	399
Unemployment Insurance	206	206	153	53
Other Post Employment Benefits	8,576	8,576	8,576	-
Office Supplies	1,500	900	79	821
Repair and Maintenance Supplies	1,400	1,700	1,541	159
Professional Services	4,000	3,500	2,420	1,080
Communication Telephone	1,700	2,000	1,752	248
Contractor Services	3,000	12,317	10,475	1,842
Utilities	12,945	12,945	11,989	956
Rentals and Leases	1,800	2,300	2,026	274
Total Airport	<u>104,354</u>	<u>113,671</u>	<u>107,631</u>	<u>6,040</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
GENERAL ADMINISTRATION (con'td.)				
MISC AND NON-DEPT				
Floating Secretary	\$ -	\$ -	\$ -	\$ -
Emergency Management Coordinator	6,000	6,000	6,000	-
Benefits Termination Pay	12,000	33,000	30,342	2,658
Social Security	1,377	3,637	2,778	859
Group Insurance	-	-	-	-
Retirement	4,315	10,294	8,711	1,583
Worker's Compensation	900	900	118	782
Unemployment Insurance	19,000	14,000	6,230	7,770
Other Post Employment	3,741	8,388	7,552	836
Retiree Medical Insurance Trust	150,000	150,000	150,000	-
Optional Retirement	550,000	550,000	550,000	-
Advertising and Publications	10,000	10,000	7,852	2,148
Appraisal District	250,000	264,155	264,154	1
Outside Audit	36,000	36,000	30,749	5,251
Economic Development	17,700	57,349	57,349	-
Contingency	400,000	-	-	-
Computer Services	531,150	568,938	563,564	5,374
Professional Services	24,000	139,268	118,219	21,049
Postage	60,000	60,000	50,484	9,516
Emergency Management	5,000	45,000	34,672	10,328
Physicals & Drug Screening	2,000	4,700	4,380	320
Dues, Memberships & Fees	7,700	7,700	7,603	97
Insurance	360,000	318,154	314,305	3,849
Historical Markers	1,000	1,200	-	1,200
Historical Commission	6,564	6,564	3,114	3,450
Miscellaneous	4,500	4,500	1,808	2,692
Copy Machine Rental & Supplies	24,000	24,145	24,144	1
Soil and Conservation Contract	2,000	2,000	2,000	-
Communication Telephone	55,000	55,000	55,901	(901)
Animal Control	48,000	48,000	45,636	2,364
Loss Control	1,000	1,000	-	1,000
Total Miscellaneous and Non-Depart.	<u>2,592,947</u>	<u>2,429,892</u>	<u>2,347,665</u>	<u>82,227</u>
Total General Administration	<u>3,869,253</u>	<u>3,733,606</u>	<u>3,616,040</u>	<u>117,566</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
JUDICIAL				
DISTRICT COURT				
Salary - Court Reporter	\$ 35,126	\$ 35,126	\$ 35,126	\$ -
Salary - Secretary	39,898	39,898	39,898	-
Social Security	5,740	5,740	5,113	627
Group Medical Insurance	27,548	27,548	27,176	372
Retirement and Death Benefits	17,984	17,984	17,983	1
Worker's Compensation	450	450	222	228
Unemployment Insurance	376	376	281	95
Other Post Employment	15,590	15,590	15,590	-
Office Supplies, Postage & Repairs	3,000	3,000	1,037	1,963
Professional Services	500	500	-	500
Insurance	1,500	1,500	-	1,500
Conference and Dues	2,000	2,000	741	1,259
Visiting Court Reporter	500	500	-	500
Communication Telephone	375	375	366	9
Law Books for Law Library	3,500	3,500	1,749	1,751
Miscellaneous	300	300	-	300
Total District Court	154,387	154,387	145,282	9,105
COUNTY COURT AT LAW				
Salary - County Court at Law Judge	140,000	140,000	140,000	-
Salary - Court Reporter	61,249	61,249	61,249	-
Court Coordinator	6,000	6,000	6,000	-
Visiting Judges	500	500	74	426
Social Security	15,855	15,855	14,996	859
Group Medical Insurance	27,548	27,548	27,548	-
Retirement and Death Benefits	49,679	49,679	49,678	1
Worker's Compensation	1,243	1,243	612	631
Unemployment Insurance	245	245	245	-
Other Post Employment	43,067	43,067	43,066	1
Office Supplies, Postage & Repairs	1,200	1,200	508	692
Law Books	2,000	7,310	7,159	151
Telephone	50	50	2	48
Conferences and Dues	1,000	1,000	373	627
Miscellaneous	210	210	-	210
Total County Court at Law	349,846	355,156	351,510	3,646

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
JUDICIAL (con'td.)				
DISTRICT CLERK				
Salary - District Clerk	\$ 53,996	\$ 53,996	\$ 53,996	\$ -
Salaries - Deputies	130,315	130,315	125,183	5,132
Social Security	14,100	14,100	12,645	1,455
Group Medical Insurance	68,870	68,870	63,855	5,015
Retirement and Death Benefits	44,180	44,180	42,950	1,230
Worker's Compensation	1,291	1,291	637	654
Unemployment Insurance	922	922	463	459
Other Post Employment	38,300	38,300	37,233	1,067
Office Supplies, Postage & Repairs	13,000	11,000	8,166	2,834
Telephone	400	400	379	21
Conferences and Dues	2,000	4,000	2,458	1,542
Preservation & Restoration	35,800	35,800	35,799	1
Miscellaneous	300	300	74	226
Total District Clerk	<u>403,474</u>	<u>403,474</u>	<u>383,838</u>	<u>19,636</u>
JUSTICE OF THE PEACE PCT. 1 & 4				
Salaries - Justice of the Peace	53,996	53,996	53,996	-
Salaries - Secretaries	47,201	47,201	46,476	725
Social Security	7,742	7,742	7,417	325
Group Medical Insurance	34,435	34,435	34,205	230
Retirement and Death Benefits	24,257	24,257	24,083	174
Worker's Compensation	701	701	345	356
Unemployment Insurance	584	584	172	412
Other Post Employment	21,029	21,029	20,878	151
Office Supplies and Repairs	3,750	3,750	3,316	434
Professional Services - Computer	-	-	-	-
Professional Services	1,000	21,000	16,655	4,345
Telephone	500	500	369	131
Travel	800	1,000	715	285
Conferences and Dues	3,500	3,300	2,786	514
Miscellaneous	200	-	-	-
Total Justices of the Peace Pct. 1 and 4	<u>199,695</u>	<u>219,495</u>	<u>211,413</u>	<u>8,082</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (cont'd.)				
JUDICIAL (con'td.)				
JUSTICE OF THE PEACE PCT. 2 & 3				
Salaries - Justice of the Peace	\$ 53,996	\$ 53,996	\$ 53,996	\$ -
Salaries - Secretaries	47,201	47,201	47,199	2
Social Security	7,742	7,742	7,293	449
Group Medical Insurance	34,435	34,435	34,205	230
Retirement	24,257	24,257	24,256	1
Worker's Compensation	701	701	345	356
Unemployment Insurance	584	584	175	409
Other Post Employment	21,029	21,029	21,028	1
Office Supplies and Repairs	5,500	6,180	6,038	142
Computer Replacement	500	-	-	-
Professional Services	900	20,900	10,562	10,338
Telephone	800	800	368	432
Travel	2,300	1,750	864	886
Conferences and Dues	3,800	3,100	2,595	505
Miscellaneous	200	-	-	-
Total Justices of the Peace Pct. 2 and 3	203,945	222,675	208,924	13,751
BAILIFFS AND JURORS				
Bailiffs	31,477	31,477	26,050	5,427
Social Security Taxes	2,408	2,408	1,989	419
Group Medical Insurance	13,774	13,774	11,405	2,369
Retirement	7,546	7,546	6,244	1,302
Worker's Compensation	826	826	615	211
Unemployment Insurance	125	125	97	28
Other Post Employment	6,541	6,541	5,413	1,128
Telephone	100	100	-	100
Conferences and Dues	800	800	-	800
Jurors, District & County	26,000	36,000	27,525	8,475
Miscellaneous	100	600	-	600
Total - Bailiffs, Jurors and Law Books	89,697	100,197	79,338	20,859
Total Judicial	1,401,044	1,455,384	1,380,305	75,079

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
LEGAL				
DISTRICT ATTORNEY				
Appointed Officials	\$ 81,113	\$ 81,113	\$ 81,113	\$ -
Elected Official	3,640	3,640	3,640	-
Administrative Assistant	40,758	40,758	40,758	-
Salary - Secretaries	94,401	94,401	90,735	3,666
Court Coordinator	44,375	44,375	44,375	-
Social Security	22,453	22,513	21,260	1,253
Group Medical Insurance	82,644	82,644	79,814	2,830
Retirement and Death Benefits	70,351	70,538	69,660	878
Worker's Compensation	2,767	2,767	1,934	833
Unemployment Insurance	1,486	1,486	1,075	411
Other Post Employment	60,232	60,395	59,632	763
Office Supplies and Repairs	7,000	7,389	7,385	4
Insurance	4,000	4,000	3,631	369
Professional Services	11,450	71,450	66,440	5,010
Witness Expense	2,500	13,750	9,173	4,577
Telephone	2,000	2,000	1,361	639
Conference & Dues	5,000	4,700	865	3,835
Law Enforcement Officer Standard Traini	1,000	1,000	-	1,000
Law Books	17,000	16,911	10,741	6,170
Transportaion	1,250	1,250	244	1,006
Miscellaneous	500	2,422	2,422	-
Total District Attorney	555,920	629,502	596,258	33,244
LAWSUITS AGAINST PANOLA COUNTY				
Settlements and Other	1,000	1,000	-	1,000
Attorney Fees	10,000	17,871	8,254	9,617
Total Lawsuits	11,000	18,871	8,254	10,617
Total Legal	566,920	648,373	604,512	43,861
ELECTIONS				
ELECTION JUDGES, CLERKS AND SUPPLIES				
Election Judges and Clerks	16,000	16,000	8,435	7,565
Social Security	1,224	1,224	67	1,157
Worker's Compensation	182	182	47	135
Professional Services	18,000	18,000	12,035	5,965
Polling Place Rent	900	1,100	1,100	-
Training	-	-	-	-
Hardware Maintenance	21,000	21,000	17,583	3,417
Supplies and Miscellaneous	3,034	3,034	2,962	72
Total Election Judges, Clerks, and Supplies	60,340	60,540	42,229	18,311

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
ELECTIONS (Cont'd.)				
ELECTIONS ADMINISTRATION				
Salary - Voter Registrar	\$ 39,109	\$ 39,109	\$ 39,108	\$ 1
Deputies	31,467	31,467	31,466	1
Social Security	5,400	5,400	5,084	316
Group Medical Insurance	27,548	27,548	27,364	184
Retirement and Death Benefits	16,918	16,918	16,917	1
Worker's Compensation	422	422	208	214
Unemployment Insurance	352	352	261	91
Other Post Employment	14,666	14,666	14,665	1
Office Supplies and Repairs	2,500	2,500	2,357	143
Telephone	1,900	2,100	1,953	147
Conferences and Dues	1,800	3,468	2,830	638
Miscellaneous	355	355	350	5
Total Voter Registration	142,437	144,305	142,563	1,742
Total Elections	202,777	204,845	184,792	20,053
 FINANCIAL ADMINISTRATION				
AUDITOR				
Salary - Auditor	66,814	66,814	66,814	-
Salaries - Assistant Auditors	100,859	100,859	88,641	12,218
Social Security	12,827	12,827	11,228	1,599
Group Medical Insurance	41,322	41,322	39,907	1,415
Retirement and Death Benefits	40,192	40,192	37,262	2,930
Worker's Compensation	1,006	1,006	495	511
Unemployment Insurance	801	801	575	226
Other Post Employment	34,843	34,843	32,303	2,540
Office Supplies and Repairs	2,400	2,670	2,653	17
Professional Computer Services	400	138	138	-
Telephone	600	480	390	90
Conferences and Dues	5,500	4,262	4,261	1
Re-creation, printing	1,700	1,700	1,697	3
Miscellaneous	376	376	91	285
Total Auditor	309,640	308,290	286,455	21,835

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
FINANCIAL ADMINISTRATION (Cont'd.)				
TREASURER				
Salary - Treasurer	\$ 53,996	\$ 53,996	\$ 53,996	\$ -
Salary - Deputies	67,381	67,381	67,380	1
Social Security	9,286	9,286	8,632	654
Group Medical Insurance	41,322	41,322	41,045	277
Retirement and Death Benefits	29,095	29,095	29,094	1
Worker's Compensation	727	727	358	369
Unemployment Insurance	606	606	249	357
Other Post Employment	25,223	25,223	25,222	1
Office Supplies and Repairs	2,800	2,800	2,281	519
Telephone	450	450	356	94
Miscellaneous	200	200	-	200
Conferences and Dues	3,200	3,200	2,360	840
Total Treasurer	<u>234,286</u>	<u>234,286</u>	<u>230,973</u>	<u>3,313</u>
TAX ASSESSOR-COLLECTOR				
Salaries - Tax Assessor-Collector	53,996	53,996	53,996	-
Salaries - Deputies	229,163	229,163	229,158	5
Salaries - Extra Help	-	-	-	-
Social Security	21,662	21,662	20,633	1,029
Group Medical Insurance	110,192	110,192	109,455	737
Retirement and Death Benefits	67,874	67,874	67,873	1
Worker's Compensation	1,808	1,808	835	973
Unemployment Insurance	1,507	1,507	848	659
Other Post Employment	58,841	58,841	58,839	2
Office Supplies and Repairs	3,925	3,925	2,695	1,230
Telephone	1,390	1,390	440	950
Conference and Dues	4,000	4,650	3,050	1,600
Professional Services	2,000	2,000	1,860	140
Miscellaneous	500	500	-	500
Total Tax Assessor-Collector	<u>556,858</u>	<u>557,508</u>	<u>549,682</u>	<u>7,826</u>
Total Financial Administration	<u>1,100,784</u>	<u>1,100,084</u>	<u>1,067,110</u>	<u>32,974</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC FACILITIES				
BUILDING MAINTENANCE				
Salary - Building Superintendent	\$ 40,062	\$ 40,062	\$ 40,062	\$ -
Travel Allowance	1,200	1,200	1,200	-
Social Security	3,157	3,157	3,156	1
Group Medical Insurance	13,774	13,774	13,667	107
Retirement	9,891	9,891	9,891	-
Worker's Compensation	2,582	2,582	1,193	1,389
Unemployment Insurance	207	207	153	54
Other Post Employment	8,575	8,575	8,574	1
S.W.E.A.T. Supplies	5,000	5,000	3,430	1,570
Operating Supplies	30,000	34,000	33,677	323
Repair and Maintenance Supplies	19,720	8,720	4,123	4,597
Professional Services	120,000	120,000	80,677	39,323
Telephone	800	256	7	249
Utilities	80,000	80,544	80,507	37
Repairs and Renovations	40,000	157,437	155,347	2,090
Miscellaneous	156	156	122	34
Total Building Maintenance	<u>375,124</u>	<u>485,561</u>	<u>435,786</u>	<u>49,775</u>
Total Public Facilities	<u>375,124</u>	<u>485,561</u>	<u>435,786</u>	<u>49,775</u>
PUBLIC SAFETY				
SHERIFF				
Salary - Sheriff	54,236	54,236	54,236	-
Salary - Chief Deputy	52,341	52,341	52,341	-
Salary - Administrative Deputy	39,566	39,566	39,422	144
Salaries - Secretaries	66,170	66,170	66,169	1
Salaries - Administrative Support				-
Salaries - Communication Officers	284,375	284,375	265,064	19,311
Salaries - Patrol and				-
Investigative Deputies	791,385	791,385	787,752	3,633
Criminal Investigators	187,784	187,784	187,102	682
Social Security	112,904	112,904	106,407	6,497
Group Medical Insurance	468,316	468,316	456,680	11,636
Retirement and Death Benefits	353,763	353,763	348,067	5,696
Worker's Compensation	47,206	47,206	26,866	20,340
Unemployment Insurance	5,887	5,887	5,173	714
Other Post Employment	306,684	306,684	301,743	4,941
Office Supplies	24,500	24,500	23,847	653
911 Supplies & Repairs	2,000	2,000	-	2,000
K/9 Expense	3,000	3,000	1,105	1,895

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC SAFETY (Cont'd.)				
SHERIFF (Cont'd)				
Uniforms	\$ 7,000	\$ 13,000	\$ 7,400	\$ 5,600
Repair and Maintenance	3,000	3,000	816	2,184
Telephone and Radio Communications	18,000	18,000	17,514	486
Criminal Investigation	8,000	8,000	7,721	279
Animal Control	12,000	12,000	2,739	9,261
Utilities	26,000	32,000	24,573	7,427
Gasoline, Auto Parts and Repairs	241,000	182,000	147,274	34,726
Conference and Dues	15,000	29,000	23,031	5,969
Law Enforcement Officer Standard Traini	4,000	4,000	3,912	88
Miscellaneous	5,800	5,800	4,348	1,452
Total Sheriff	<u>3,139,917</u>	<u>3,106,917</u>	<u>2,961,302</u>	<u>145,615</u>
CONSTABLE PCT. 1 AND 4				
Salary - Constable Precinct #1	51,751	51,751	51,751	-
Part-Time Deputy	26,441	28,461	27,358	1,103
Social Security	5,982	6,136	6,028	108
Group Medical Insurance	13,774	13,774	13,682	92
Retirement and Death Benefits	18,743	19,228	18,962	266
Worker's Compensation	3,847	3,847	1,337	2,510
Unemployment	206	206	101	105
Other Post Employment	10,754	10,754	10,754	-
Law Enforcement Officer Standard Traini	1,000	1,000	483	517
Parts & Repairs	20,000	17,341	14,515	2,826
Telephone	800	800	632	168
Ammunition	1,000	1,000	943	57
Uniforms	880	880	236	644
Conferences & Dues	1,000	1,000	86	914
Miscellaneous	500	500	29	471
Total Constable Pct. 1 & 4	<u>156,678</u>	<u>156,678</u>	<u>146,897</u>	<u>9,781</u>
CONSTABLE PCT. 2 AND 3				
Salary - Constable Precinct #2	51,751	51,751	51,751	-
Deputy	46,300	46,300	44,380	1,920
Social Security	7,501	7,501	7,062	439
Group Medical Insurance	27,548	27,548	27,364	184
Retirement and Death Benefits	23,503	23,503	23,043	460
Worker's Compensation	3,847	3,847	1,676	2,171
Unemployment	206	206	164	42
Other Post Employment	20,375	20,375	19,976	399
Law Enforcement Officer Standard Traini	1,000	1,000	-	1,000
Parts & Repairs	20,000	18,600	17,372	1,228
Telephone	1,600	3,000	2,391	609
Office Supplies	500	500	479	21
Ammunition	1,000	1,000	952	48
Uniforms	880	880	372	508
K-9 Expense	1,250	1,250	270	980
Miscellaneous	500	500	69	431
Conferences & Dues	1,000	1,000	379	621
Total Constable Pct. 2 & 3	<u>208,761</u>	<u>208,761</u>	<u>197,700</u>	<u>11,061</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC SAFETY (Cont'd.)				
CORRECTIONS				
Salary - Sergeant and Jailors	\$ 978,530	\$ 978,530	\$ 908,284	\$ 70,246
Social Security	74,858	74,858	67,468	7,390
Group Medical Insurance	371,898	371,898	336,354	35,544
Retirement	234,554	234,554	217,716	16,838
Worker's Compensation	26,042	26,042	16,640	9,402
Unemployment Insurance	4,876	4,876	3,361	1,515
Other Post Employment	203,339	203,339	188,740	14,599
Clothing and Bedding	4,000	7,000	3,722	3,278
Jail Laundry	3,000	3,000	1,936	1,064
Office Supplies	3,000	4,000	3,339	661
Jail Board - Prisoners	139,500	130,000	111,954	18,046
Telephone	2,000	2,000	768	1,232
Medical - Prisoners	143,500	143,500	133,034	10,466
Utilities	75,000	78,000	70,452	7,548
Jail Repairs and Maintenance	20,000	9,000	2,522	6,478
Jail Repairs and Renovations	20,000	16,000	15,752	248
Rentals	2,000	1,554	-	1,554
Miscellaneous Supplies	33,000	59,000	55,603	3,397
Miscellaneous	3,500	521	521	-
Total Corrections	2,342,597	2,347,672	2,138,166	209,506
RURAL ADDRESSING				
Salaries - Coordinators	74,829	74,829	74,828	1
Social Security	5,725	5,725	5,723	2
Group Medical Insurance	27,548	27,548	27,364	184
Retirement	17,937	17,937	17,936	1
Worker's Compensation	448	648	622	26
Unemployment Insurance	372	372	277	95
Other Post Employment	15,550	15,550	15,549	1
Office Supplies	1,000	1,000	323	677
Computer Replacement Parts	1,000	1,000	694	306
Signs & Posts	10,000	10,000	7,784	2,216
Software & Supplies	800	800	342	458
Telephone	1,300	1,300	945	355
Professional Services	1,200	1,200	-	1,200
Parts	1,000	1,000	379	621
Conferences & Dues	200	200	-	200
Miscellaneous	500	500	20	480
Total Rural Addressing	159,409	159,609	152,786	6,823

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
EXPENDITURES (Cont'd.)				
PUBLIC SAFETY (Cont'd.)				
HIGHWAY PATROL				
Salary - Secretary	\$ 31,467	\$ 31,467	\$ 31,466	\$ 1
Social Security	2,408	2,408	2,221	187
Group Medical Insurance	13,774	13,774	13,682	92
Retirement and Death Benefits	7,543	7,543	7,543	-
Worker's Compensation	206	206	93	113
Unemployment Insurance	150	150	116	34
Other Post Employment	6,539	6,539	6,538	1
Telephone	1,000	1,000	15	985
Game Warden's Supplies	500	500	500	-
Highway Patrol's Cellular Phone	2,200	2,200	640	1,560
Office Supplies and Repairs	2,000	2,000	1,811	189
Miscellaneous	500	500	-	500
Total Highway Patrol	68,287	68,287	64,625	3,662
FIRE SAFETY				
Fire Services	1,500	1,500	1,500	-
Total Fire Safety	1,500	1,500	1,500	-
Total Public Safety	6,077,149	6,049,424	5,662,976	386,448
ENVIRONMENTAL PROTECTION				
Trash Disposal	408,730	474,730	443,112	31,618
Total Trash Disposal	408,730	474,730	443,112	31,618
Total Environmental Protection	408,730	474,730	443,112	31,618
HEALTH AND PAUPERS CARE				
Medical Indigent	7,000	7,000	831	6,169
Aging Match	200	200	-	200
Indigent Health Care	163,000	111,300	99,656	11,644
Mental Health/Mental Retardation	28,000	28,000	28,000	-
Statements of Facts	10,000	23,700	18,535	5,165
Autopsies & Inquests	80,000	90,000	89,550	450
Mental Evaluation of Prisoners	5,000	5,000	3,375	1,625
Retarded Citizens Association	6,500	6,500	-	6,500
Alcohol Abuse Program	4,000	4,000	4,000	-
Cities Child Safety Fee Distribution	7,000	12,398	5,740	6,658
Child Advocacy	13,000	23,561	23,561	-
Attorney Fees -Juveniles	15,000	73,000	51,108	21,892
Attorney Fees	200,000	230,445	229,994	451
Open Door/Juvenile Care	5,000	5,000	5,000	-
Miscellaneous	200	5,250	4,000	1,250
Health Officer	6,000	6,000	6,000	-
Total Health and Paupers Care	549,900	631,354	569,350	62,004

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
RECREATION				
LIBRARY				
Salaries - Librarians	\$ 170,870	\$ 170,870	\$ 169,369	\$ 1,501
Temporary Librarian	13,590	13,590	12,857	733
Social Security	14,112	14,112	13,328	784
Group Medical Insurance	68,870	68,870	67,271	1,599
Retirement & Death Benefits	44,216	44,216	43,680	536
Worker's Compensation	1,292	1,292	638	654
Unemployment Insurance	1,077	1,077	674	403
Other Post Employment Benefits	35,507	35,507	35,194	313
Supplies & Books	10,000	10,000	9,903	97
Software & Supplies	2,850	2,850	2,850	-
Insurance	8,500	8,500	8,386	114
Total Library	<u>370,884</u>	<u>370,884</u>	<u>364,150</u>	<u>6,734</u>
YOUTH PROGRAMS				
Capital Outlay - Furniture & Equipment	-	-	-	-
Carthage	10,000	10,000	10,000	-
Beckville	3,000	3,000	2,356	644
Gary	2,000	2,000	2,000	-
After School	2,000	2,000	2,000	-
Exposition Bldg.-Maintenance	5,000	5,000	1,478	3,522
Total Youth Programs	<u>22,000</u>	<u>22,000</u>	<u>17,834</u>	<u>4,166</u>
Total Recreation	<u>392,884</u>	<u>392,884</u>	<u>381,984</u>	<u>10,900</u>
CONSERVATION				
AGRICULTURAL EXTENSION SERVIC				
Salary - County Extension Agent	16,433	16,433	16,433	-
Salary - Home Extension Agent	16,433	16,433	16,433	-
Expense Allowances - Agents	12,100	12,100	12,100	-
Salaries - Secretaries	31,467	31,467	31,466	1
Social Security	5,848	5,848	5,631	217
Group Medical Insurance	13,774	13,774	13,682	92
Retirement and Death Benefit	7,543	7,543	7,543	-
Worker's Compensation	1,000	1,000	93	907
Unemployment Insurance	358	358	282	76
Other Post Employment	6,539	6,539	6,539	-
Office Supplies, Postage & Repairs	1,500	1,600	1,526	74
Telephone	2,850	2,850	2,625	225
Travel	4,000	3,688	996	2,692
Conferences and Dues	1,500	1,712	1,711	1
Total Extension Service	<u>121,345</u>	<u>121,345</u>	<u>117,060</u>	<u>4,285</u>
Total Conservation	<u>121,345</u>	<u>121,345</u>	<u>117,060</u>	<u>4,285</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
CAPITAL OUTLAY				
GENERAL ADMINISTRATION				
County Judge	\$ 450	\$ 450	\$ 157	\$ 293
Commissioners	150	150	-	150
County Clerk	8,128	1,378	511	867
Veterans Service Officer	250	250	114	136
Airport	50	50	-	50
Miscellaneous and Non-Departmental	7,000	23,566	16,542	7,024
JUDICIAL				
District Court	4,000	4,000	1,368	2,632
County Court at Law	2,500	2,190	1,614	576
District Clerk	5,628	5,628	3,950	1,678
Justice of the Peace Pct. 1 & 4	500	700	580	120
Justice of the Peace Pct. 2 & 3	495	1,765	1,564	201
LEGAL				
District Attorney	2,500	1,119	950	169
ELECTIONS				
Election Judges, Clerks, and Supplies	50	50	-	-
Elections Administration	50	6,482	6,461	21
FINANCIAL ADMINISTRATION				
Auditor	3,300	4,650	4,460	190
Treasurer	2,000	2,000	490	1,510
Tax Assessor-Collector	50	6,987	3,850	3,137
PUBLIC FACILITIES				
Building Maintenance	50	36,473	36,423	50
PUBLIC SAFETY				
Sheriff	125,000	183,820	165,782	18,038
Constable Pct. 1 and 4	10,000	10,000	5,883	4,117
Constable Pct. 2 and 3	10,000	45,000	43,372	1,628
Corrections	6,000	13,925	12,794	1,131
Rural Addressing	50	50	-	50
Highway Patrol	3,500	3,500	480	3,020
RECREATION				
Library	50	50	-	50
CONSERVATION				
Agriculture Extension Service	1,000	1,000	714	286
Total Capital Outlay	192,751	355,233	308,059	47,174
Total Expenditures	15,258,661	15,652,823	14,771,086	881,737
Excess (Deficiency) of Revenues Over (Under) Expenditures	(112,887)	(100,278)	2,147,993	2,248,271
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	-
Transfers Out	(211,108)	(236,108)	(236,108)	-
Total Other Financing Sources (Uses)	(211,108)	(236,108)	(236,108)	-
Net Change in Fund Balance	(323,995)	(336,386)	1,911,885	2,248,271
FUND BALANCE, BEGINNING	10,605,091	10,605,091	10,605,091	-
FUND BALANCE, ENDING	\$ 10,281,096	\$ 10,268,705	\$ 12,516,976	\$ 2,248,271

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

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**PANOLA COUNTY, TEXAS
COMBINED BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2018**

	Special Revenue	Capital Projects	Total Other Governmental Funds
ASSETS:			
Cash and Cash Equivalents	\$ 1,928,030	\$ 135,805	\$ 2,063,835
Investments	6,691,436	599,000	7,290,436
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	180,646	-	180,646
Delinquent Taxes	27,039	-	27,039
Due from Other Governments	29,146	-	29,146
Miscellaneous	147,024	1,811	148,835
Prepays	-	-	-
Inventory	24,305	-	24,305
	9,027,626	736,616	9,764,242
Total Assets	9,027,626	736,616	9,764,242
 LIABILITIES:			
Accounts Payable-Trade	111,716	-	111,716
Total Liabilities	111,716	-	111,716
 DEFERRED INFLOWS OF RESOURCES:			
Unearned Revenue	338,582	-	338,582
Unearned Deferred Revenue	207,685	-	207,685
Total Deferred Inflows of Resources	546,267	-	546,267
 FUND BALANCES:			
Nonspendable	24,305	-	24,305
Restricted	8,345,338	-	8,345,338
Committed	-	736,616	736,616
Total Fund Balances	8,369,643	736,616	9,106,259
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 9,027,626	\$ 736,616	\$ 9,764,242

PANOLA COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Special Revenue	Capital Projects	Total Other Governmental Funds
REVENUES			
Property Taxes	\$ 537,990	\$ -	\$ 537,990
Intergovernmental Receipts	1,074,882	-	1,074,882
Fees of Office	445,958	-	445,958
Miscellaneous	258,645	12,197	270,842
TOTAL REVENUES	2,317,475	12,197	2,329,672
EXPENDITURES			
Current:			
General Administration	225,842	-	225,842
Legal	11,278	-	11,278
Elections	-	-	-
Public Facilities	442,593	-	442,593
Public Safety	791,932	-	791,932
Public Transportation	796,488	-	796,488
Health & Paupers Care	73,657	-	73,657
Capital Outlay:			
General Administration	-	-	-
Public Safety	284	-	284
Public Transportation	-	-	-
Recreation	-	-	-
TOTAL EXPENDITURES	2,342,074	-	2,342,074
Excess (Deficiency) of Revenues Over Expenditures	(24,599)	12,197	(12,402)
OTHER FINANCING SOURCES (USES)			
Transfers In	236,108	-	236,108
TOTAL OTHER FINANCING SOURCES	236,108	-	236,108
NET CHANGE IN FUND BALANCES	211,509	12,197	223,706
FUND BALANCE-BEGINNING OF YEAR	8,158,134	724,419	8,882,553
FUND BALANCE-END OF YEAR	\$ 8,369,643	\$ 736,616	\$ 9,106,259

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.

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.

SHERIFF FEDERAL FORFEITURE FUND - This fund is used to account for funds allocated by the federal government from drug money confiscated within County boundaries.

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.

DEADWOOD 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).

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

FAIRPLAY 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).

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, 2018**

	<u>LAW LIBRARY</u>	<u>JUVENILE DELINQUENCY PREVENTION</u>	<u>COURT- HOUSE SECURITY</u>	<u>RECORDS MANAGEMENT</u>
ASSETS:				
Cash and Cash Equivalents	\$ 14,099	\$ 160	\$ 46,860	\$ 10,572
Investments	54,000	-	187,000	6,000
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	201	-	560	21
Prepays	-	-	-	-
Inventory	-	-	-	-
Total Assets	<u>68,300</u>	<u>160</u>	<u>234,420</u>	<u>16,593</u>
LIABILITIES:				
Accounts Payable-Trade	<u>637</u>	-	-	-
Total Liabilities	<u>637</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>
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	<u>67,663</u>	<u>160</u>	<u>234,420</u>	<u>16,593</u>
Total Fund Balances	<u>67,663</u>	<u>160</u>	<u>234,420</u>	<u>16,593</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 68,300</u>	<u>\$ 160</u>	<u>\$ 234,420</u>	<u>\$ 16,593</u>

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION
\$ 5,785	\$ 6,381	\$ 13,336	\$ 4,302	\$ 201,500
-	-	-	-	312,000
-	-	-	-	-
-	-	-	-	-
-	20	30	5	1,371
-	-	-	-	-
-	-	-	-	-
<u>5,785</u>	<u>6,401</u>	<u>13,366</u>	<u>4,307</u>	<u>514,871</u>
-	-	-	-	2,600
-	-	-	-	2,600
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>5,785</u>	<u>6,401</u>	<u>13,366</u>	<u>4,307</u>	<u>512,271</u>
<u>5,785</u>	<u>6,401</u>	<u>13,366</u>	<u>4,307</u>	<u>512,271</u>
\$ <u>5,785</u>	\$ <u>6,401</u>	\$ <u>13,366</u>	\$ <u>4,307</u>	\$ <u>514,871</u>

**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2018**

	RECORDS ARCHIVE FEES	JUSTICE COURT TECHNOLOGY	VIT INTEREST
ASSETS:			
Cash and Cash Equivalents	\$ 104,907	\$ 29,105	\$ 2,849
Investments	53,000	64,000	-
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	323	186	-
Prepays	-	-	-
Inventory	-	-	-
Total Assets	158,230	93,291	2,849
 LIABILITIES:			
Accounts Payable-Trade	-	-	-
Total Liabilities	-	-	-
 DEFERRED INFLOWS OF RESOURCES:			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
Total Deferred Inflows of Resources	-	-	-
 FUND BALANCES:			
Nonspendable	-	-	-
Restricted	158,230	93,291	2,849
Total Fund Balances	158,230	93,291	2,849
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 158,230	\$ 93,291	\$ 2,849

<u>ELECTION SERVICES CONTRACT</u>	<u>FM & LATERAL</u>	<u>COMMUNITY SUPERVISION AND CORRECTIONS</u>	<u>DRUG COURT GRANT</u>	<u>JUVENILE PROBATION</u>
\$ 6,612	\$ 222,490	\$ 107,428	\$ 23,404	\$ 261,372
-	2,199,436	100,000	-	180,000
-	180,646	-	-	-
-	27,039	-	-	-
-	29,146	-	-	-
2,521	6,158	17,027	-	11,408
-	-	-	-	-
-	-	-	-	-
<u>9,133</u>	<u>2,664,915</u>	<u>224,455</u>	<u>23,404</u>	<u>452,780</u>
<u>75</u>	<u>5,874</u>	<u>922</u>	<u>1,025</u>	<u>12,872</u>
<u>75</u>	<u>5,874</u>	<u>922</u>	<u>1,025</u>	<u>12,872</u>
-	338,582	-	-	-
-	207,685	-	-	-
-	<u>546,267</u>	-	-	-
-	-	-	-	-
<u>9,058</u>	<u>2,112,774</u>	<u>223,533</u>	<u>22,379</u>	<u>439,908</u>
<u>9,058</u>	<u>2,112,774</u>	<u>223,533</u>	<u>22,379</u>	<u>439,908</u>
<u>\$ 9,133</u>	<u>\$ 2,664,915</u>	<u>\$ 224,455</u>	<u>\$ 23,404</u>	<u>\$ 452,780</u>

**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2018**

	HOT CHECK FEE	SHERIFF'S STATE FORFEITURE	JAIL COMM	DIST ATTY LONGEVITY PAY SUPPLEMENT
ASSETS:				
Cash and Cash Equivalents	\$ 18,018	\$ 57,323	\$ 19,655	\$ -
Investments	21,000	23,000	-	-
Receivables (net of allowance for uncollectible taxes)				
Current Taxes	-	-	-	-
Delinquent Taxes	-	-	-	-
Due from Other Governments	-	-	-	-
Miscellaneous	57	70	-	141
Prepays	-	-	-	-
Inventory	-	-	-	-
Total Assets	39,075	80,393	19,655	141
LIABILITIES:				
Accounts Payable-Trade	-	-	-	23
Total Liabilities	-	-	-	23
DEFERRED INFLOWS OF RESOURCES:				
Unearned Revenue	-	-	-	-
Unearned Deferred Revenue	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES:				
Nonspendable	-	-	-	-
Restricted	39,075	80,393	19,655	118
Total Fund Balances	39,075	80,393	19,655	118
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 39,075	\$ 80,393	\$ 19,655	\$ 141

D.A. FORFEITURE	STATE APPORTION- MENT - DA	CONSTABLE PCT. 1&4 STATE FORFEITURES	CONSTABLE PCT. 2 & 3 STATE FORFEITURES	SHERIFF FEDERAL FORFEITURE	CDA FEDERAL FORFEITURE
\$ 20,011 4,000	\$ 743 -	\$ 192 -	\$ 1,028 -	\$ 261 -	\$ 58,126 -
-	-	-	-	-	-
-	-	-	-	-	-
5	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
24,016	743	192	1,028	261	58,126
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
24,016	743	192	1,028	261	58,126
24,016	743	192	1,028	261	58,126
\$ 24,016	\$ 743	\$ 192	\$ 1,028	\$ 261	\$ 58,126

**PANOLA COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2018**

	CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURES	DEADWOOD WATER SUPPLY CORPORATION	FAIRPLAY WATER SUPPLY CORPORATION
ASSETS:			
Cash and Cash Equivalents	\$ 314	\$ -	\$ -
Investments	-	-	-
Receivables (net of allowance for uncollectible taxes)			
Current Taxes	-	-	-
Delinquent Taxes	-	-	-
Due from Other Governments	-	-	-
Miscellaneous	-	3,500	83,593
Prepays	-	-	-
Inventory	-	-	-
Total Assets	314	3,500	83,593
LIABILITIES:			
Accounts Payable-Trade	-	3,500	83,593
Total Liabilities	-	3,500	83,593
DEFERRED INFLOWS OF RESOURCES:			
Unearned Revenue	-	-	-
Unearned Deferred Revenue	-	-	-
Total Deferred Inflows of Resources	-	-	-
FUND BALANCES:			
Nonspendable	-	-	-
Restricted	314	-	-
Total Fund Balances	314	-	-
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 314	\$ 3,500	\$ 83,593

CHILD PROTECTIVE SERVICES	HEALTH FUND	AIRPORT	NON-MAJOR SPECIAL REVENUE FUNDS TOTAL
\$ 65,166	\$ 328,816	\$ 297,215	\$ 1,928,030
71,000	3,310,000	107,000	6,691,436
-	-	-	180,646
-	-	-	27,039
-	-	-	29,146
1,001	9,773	9,053	147,024
-	-	-	-
-	-	24,305	24,305
<u>137,167</u>	<u>3,648,589</u>	<u>437,573</u>	<u>9,027,626</u>
-	595	-	111,716
-	595	-	111,716
-	-	-	338,582
-	-	-	207,685
-	-	-	546,267
-	-	24,305	24,305
<u>137,167</u>	<u>3,647,994</u>	<u>413,268</u>	<u>8,345,338</u>
<u>137,167</u>	<u>3,647,994</u>	<u>437,573</u>	<u>8,369,643</u>
<u>\$ 137,167</u>	<u>\$ 3,648,589</u>	<u>\$ 437,573</u>	<u>\$ 9,027,626</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, 2018

	<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	14,397	-	21,328	6,290
Miscellaneous	1,083	2	3,783	1,091
TOTAL REVENUES	<u>15,480</u>	<u>2</u>	<u>25,111</u>	<u>7,381</u>
EXPENDITURES				
Current				
General Administration	-	-	15,784	4,860
Legal	7,574	-	-	-
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
Capital Outlay				
General Administration	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
TOTAL EXPENDITURES	<u>7,574</u>	<u>-</u>	<u>15,784</u>	<u>4,860</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,906</u>	<u>2</u>	<u>9,327</u>	<u>2,521</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Other Financing Uses	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	7,906	2	9,327	2,521
FUND BALANCE-BEGINNING OF YEAR	<u>59,757</u>	<u>158</u>	<u>225,093</u>	<u>14,072</u>
FUND BALANCE-END OF YEAR	<u>\$ 67,663</u>	<u>\$ 160</u>	<u>\$ 234,420</u>	<u>\$ 16,593</u>

(Continued)

COUNTY & DISTRICT COURT TECH	COURT RECORD PRESERVATION	DISTRICT COURT RECORDS TECHNOLOGY	DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	RECORDS PRESERVATION
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
609	2,612	2,872	1,467	91,457
67	85	150	52	9,292
<u>676</u>	<u>2,697</u>	<u>3,022</u>	<u>1,519</u>	<u>100,749</u>
-	1,800	-	600	167,719
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,800	-	600	167,719
<u>676</u>	<u>897</u>	<u>3,022</u>	<u>919</u>	<u>(66,970)</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>676</u>	<u>897</u>	<u>3,022</u>	<u>919</u>	<u>(66,970)</u>
<u>5,109</u>	<u>5,504</u>	<u>10,344</u>	<u>3,388</u>	<u>579,241</u>
<u>\$ 5,785</u>	<u>\$ 6,401</u>	<u>\$ 13,366</u>	<u>\$ 4,307</u>	<u>\$ 512,271</u>

(Continued)

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, 2018

	RECORDS ARCHIVE FEES	JUSTICE COURT TECHNOLOGY	VIT INTEREST	ELECTION SERVICES CONTRACT
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receipts	-	-	-	-
Fees of Office	80,221	10,556	-	3,006
Miscellaneous	3,792	1,468	738	79
TOTAL REVENUES	84,013	12,024	738	3,085
EXPENDITURES				
Current				
General Administration	25,131	9,000	948	-
Legal	-	-	-	-
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
Capital Outlay				
General Administration	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
TOTAL EXPENDITURES	25,131	9,000	948	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	58,882	3,024	(210)	3,085
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Other Financing Uses	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCES	58,882	3,024	(210)	3,085
FUND BALANCE-BEGINNING OF YEAR	99,348	90,267	3,059	5,973
FUND BALANCE-END OF YEAR	\$158,230	\$ 93,291	\$ 2,849	\$ 9,058

(Continued)

FM & LATERAL	COMMUNITY SUPERVISION AND CORRECTIONS	DRUG COURT GRANT	JUVENILE PROBATION	CDA FEDERAL FORFEITURE
\$ 537,990	\$ -	\$ -	\$ -	\$ -
-	150,001	54,574	227,056	-
-	203,699	2,527	1,575	-
38,800	4,825	429	6,792	703
<u>576,790</u>	<u>358,525</u>	<u>57,530</u>	<u>235,423</u>	<u>703</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	304,461	77,791	375,261	-
559,049	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>559,049</u>	<u>304,461</u>	<u>77,791</u>	<u>375,261</u>	<u>-</u>
<u>17,741</u>	<u>54,064</u>	<u>(20,261)</u>	<u>(139,838)</u>	<u>703</u>
-	-	-	183,108	-
-	-	-	-	-
-	-	-	183,108	-
17,741	54,064	(20,261)	43,270	703
<u>2,095,033</u>	<u>169,469</u>	<u>42,640</u>	<u>396,638</u>	<u>57,423</u>
<u>\$ 2,112,774</u>	<u>\$ 223,533</u>	<u>\$ 22,379</u>	<u>\$ 439,908</u>	<u>\$ 58,126</u>

(Continued)

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, 2018

	<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	-	-	-	1,920
Fees of Office	3,342	-	-	-
Miscellaneous	-	4,014	5,770	1
TOTAL REVENUES	<u>3,342</u>	<u>4,014</u>	<u>5,770</u>	<u>1,921</u>
EXPENDITURES				
Current				
General Administration	-	-	-	-
Legal	-	-	-	1,920
Elections	-	-	-	-
Public Facilities	-	-	-	-
Public Safety	-	6,921	-	-
Public Transportation	-	-	-	-
Health & Paupers Care	-	-	-	-
Capital Outlay	-	-	-	-
General Administration	-	-	-	-
Public Safety	-	-	284	-
Public Transportation	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>6,921</u>	<u>284</u>	<u>1,920</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,342</u>	<u>(2,907)</u>	<u>5,486</u>	<u>1</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Other Financing Uses	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>3,342</u>	<u>(2,907)</u>	<u>5,486</u>	<u>1</u>
FUND BALANCE-BEGINNING OF YEAR	<u>35,733</u>	<u>83,300</u>	<u>14,169</u>	<u>117</u>
FUND BALANCE-END OF YEAR	<u>\$ 39,075</u>	<u>\$ 80,393</u>	<u>\$ 19,655</u>	<u>\$ 118</u>

(Continued)

<u>D.A. FORFEITURE</u>	<u>STATE APPORTION- MENT - DA</u>	<u>CONSTABLE PCT. 1&4 STATE FORFEITURES</u>	<u>CONSTABLE PCT. 2 & 3 STATE FORFEITURES</u>	<u>SHERIFF FEDERAL FORFEITURE</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	27,498	-	-	-
-	-	-	-	-
3,264	49	2	12	3
<u>3,264</u>	<u>27,547</u>	<u>2</u>	<u>12</u>	<u>3</u>
-	-	-	-	-
1,784	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	27,498	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,784</u>	<u>27,498</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,480	49	2	12	3
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,480	49	2	12	3
<u>22,536</u>	<u>694</u>	<u>190</u>	<u>1,016</u>	<u>258</u>
<u>\$ 24,016</u>	<u>\$ 743</u>	<u>\$ 192</u>	<u>\$ 1,028</u>	<u>\$ 261</u>

(Continued)

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, 2018

	<u>CONSTABLE PCT. 2 & 3 FEDERAL FORFEITURES</u>	<u>DEADWOOD WATER SUPPLY CORPORATION</u>
REVENUES		
Property Taxes	\$ -	\$ -
Intergovernmental Receipts	-	249,215
Fees of Office	-	-
Miscellaneous	3	-
TOTAL REVENUES	<u>3</u>	<u>249,215</u>
EXPENDITURES		
Current		
General Administration	-	-
Legal	-	-
Elections	-	-
Public Facilities	-	249,215
Public Safety	-	-
Public Transportation	-	-
Health & Paupers Care	-	-
Capital Outlay	-	-
General Administration	-	-
Public Safety	-	-
Public Transportation	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>249,215</u>
Excess (Deficiency) of Revenues		
Over (Under) Expenditures	<u>3</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)		
Transfers In	-	-
Other Financing Uses	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	3	-
FUND BALANCE-BEGINNING OF YEAR	<u>311</u>	<u>-</u>
FUND BALANCE-END OF YEAR	<u>\$ 314</u>	<u>\$ -</u>

(Continued)

FAIRPLAY WATER SUPPLY CORPORATION	CHILD PROTECTIVE SERVICES	HEALTH FUND	AIRPORT	NON-MAJOR SPECIAL REVENUE FUNDS TOTAL
\$ -	\$ -	\$ -	\$ -	\$ 537,990
193,378	791	52,595	117,854	1,074,882
-	-	-	-	445,958
-	7,888	63,039	101,369	258,645
<u>193,378</u>	<u>8,679</u>	<u>115,634</u>	<u>219,223</u>	<u>2,317,475</u>
-	-	-	-	225,842
-	-	-	-	11,278
-	-	-	-	-
193,378	-	-	-	442,593
-	-	-	-	791,932
-	-	-	237,439	796,488
-	42,995	30,662	-	73,657
-	-	-	-	-
-	-	-	-	284
-	-	-	-	-
<u>193,378</u>	<u>42,995</u>	<u>30,662</u>	<u>237,439</u>	<u>2,342,074</u>
-	(34,316)	84,972	(18,216)	(24,599)
-	53,000	-	-	236,108
-	-	-	-	-
-	53,000	-	-	236,108
-	18,684	84,972	(18,216)	211,509
-	118,483	3,563,022	455,789	8,158,134
<u>\$ -</u>	<u>\$ 137,167</u>	<u>\$ 3,647,994</u>	<u>\$ 437,573</u>	<u>\$ 8,369,643</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
Law Library Fees	\$ 12,000	\$ 12,000	\$ 14,397	\$ 2,397
MISCELLANEOUS				
Interest Earnings	125	125	1,083	958
Total Revenues	<u>12,125</u>	<u>12,125</u>	<u>15,480</u>	<u>3,355</u>
EXPENDITURES				
Current:				
Legal	12,125	12,125	7,574	4,551
Total Expenditures	<u>12,125</u>	<u>12,125</u>	<u>7,574</u>	<u>4,551</u>
Net Change in Fund Balances	-	-	7,906	7,906
FUND BALANCE, BEGINNING OF YEAR	<u>59,757</u>	<u>59,757</u>	<u>59,757</u>	-
FUND BALANCE, END OF YEAR	<u>\$ 59,757</u>	<u>\$ 59,757</u>	<u>\$ 67,663</u>	<u>\$ 7,906</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
Law Library Fees	\$ -	\$ -	\$ -	\$ -
MISCELLANEOUS				
Interest Earnings	<u>1</u>	<u>1</u>	<u>2</u>	<u>(1)</u>
Total Revenues	<u>1</u>	<u>1</u>	<u>2</u>	<u>(1)</u>
EXPENDITURES				
Current:				
Legal	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
Total Expenditures	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
Net Change in Fund Balances	-	-	2	-
FUND BALANCE, BEGINNING OF YEAR	<u>158</u>	<u>158</u>	<u>158</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 158</u>	<u>\$ 158</u>	<u>\$ 160</u>	<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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 1,100	\$ 1,100	\$ 1,505	\$ 405
County Clerk Fees	6,500	6,500	9,267	2,767
JP Offices	10,400	10,400	10,556	156
Total Fees of Office	18,000	18,000	21,328	3,328
MISCELLANEOUS				
Interest Earnings	1,175	1,175	3,783	2,608
Total Revenues	19,175	19,175	25,111	5,936
EXPENDITURES				
Current:				
General Administration:				
Baliff and Security	12,320	12,320	10,195	2,125
Social Security Taxes	943	943	778	165
Retirement & Death Benefits	2,954	2,954	2,444	510
Workers Compensation	317	317	210	107
Unemployment Insurance	80	80	38	42
Other Post Employment	2,561	2,561	2,119	442
Total Expenditures	19,175	19,175	15,784	3,391
Net Change in Fund Balances	-	-	9,327	9,327
FUND BALANCE, BEGINNING OF YEAR	225,093	225,093	225,093	-
FUND BALANCE, END OF YEAR	\$ 225,093	\$ 225,093	\$ 234,420	\$ 9,327

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 2,000	\$ 2,000	\$ 2,719	\$ 719
County Clerk Fees	2,800	2,800	3,571	771
Total Fees of Office	<u>4,800</u>	<u>4,800</u>	<u>6,290</u>	<u>1,490</u>
MISCELLANEOUS				
Interest Earnings	60	60	1,091	1,031
Total Revenues	<u>4,860</u>	<u>4,860</u>	<u>7,381</u>	<u>2,521</u>
EXPENDITURES				
Current:				
Preservation & Restoration	4,860	4,860	4,860	-
Total Expenditures	<u>4,860</u>	<u>4,860</u>	<u>4,860</u>	<u>-</u>
Net Change in Fund Balances	-	-	2,521	2,521
FUND BALANCE, BEGINNING OF YEAR	<u>14,072</u>	<u>14,072</u>	<u>14,072</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 14,072</u>	<u>\$ 14,072</u>	<u>\$ 16,593</u>	<u>\$ 2,521</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 50	\$ 50	\$ 179	\$ 129
County Clerk Fees	100	100	430	330
Total Fees of Office	<u>150</u>	<u>150</u>	<u>609</u>	<u>459</u>
MISCELLANEOUS				
Interest Earnings	1	1	67	66
Total Revenues	<u>151</u>	<u>151</u>	<u>676</u>	<u>525</u>
EXPENDITURES				
Capital Outlay:				
General Administration	151	151	-	151
Total Expenditures	<u>151</u>	<u>151</u>	<u>-</u>	<u>151</u>
Net Change in Fund Balances	-	-	676	676
FUND BALANCE, BEGINNING OF YEAR	<u>5,109</u>	<u>5,109</u>	<u>5,109</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 5,109</u>	<u>\$ 5,109</u>	<u>\$ 5,785</u>	<u>\$ 676</u>

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 1,790	\$ 1,790	\$ 2,612	\$ 822
Total Fees of Office	<u>1,790</u>	<u>1,790</u>	<u>2,612</u>	<u>822</u>
MISCELLANEOUS				
Interest Earnings	10	10	85	75
Total Revenues	<u>1,800</u>	<u>1,800</u>	<u>2,697</u>	<u>897</u>
EXPENDITURES				
Current:				
General Administration	1,800	1,800	1,800	-
Total Expenditures	<u>1,800</u>	<u>1,800</u>	<u>1,800</u>	<u>-</u>
Net Change in Fund Balances	-	-	897	897
FUND BALANCE, BEGINNING OF YEAR	<u>5,504</u>	<u>5,504</u>	<u>5,504</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 5,504</u>	<u>\$ 5,504</u>	<u>\$ 6,401</u>	<u>\$ 897</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 600	\$ 600	\$ 2,872	\$ 2,272
Total Fees of Office	<u>600</u>	<u>600</u>	<u>2,872</u>	<u>2,272</u>
MISCELLANEOUS				
Interest Earnings	-	-	150	150
Total Revenues	<u>600</u>	<u>600</u>	<u>3,022</u>	<u>2,422</u>
EXPENDITURES				
Current:				
General Administration	600	600	-	600
Total Expenditures	<u>600</u>	<u>600</u>	<u>-</u>	<u>600</u>
Net Change in Fund Balances	-	-	3,022	3,022
FUND BALANCE, BEGINNING OF YEAR	<u>10,344</u>	<u>10,344</u>	<u>10,344</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 10,344</u>	<u>\$ 10,344</u>	<u>\$ 13,366</u>	<u>\$ 3,022</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
District Clerk Fees	\$ 600	\$ 600	\$ 1,467	\$ 867
Total Fees of Office	<u>600</u>	<u>600</u>	<u>1,467</u>	<u>867</u>
MISCELLANEOUS				
Interest Earnings	-	-	52	52
Total Revenues	<u>600</u>	<u>600</u>	<u>1,519</u>	<u>919</u>
EXPENDITURES				
Current:				
General Administration	600	600	600	-
Total Expenditures	<u>600</u>	<u>600</u>	<u>600</u>	<u>-</u>
Net Change in Fund Balances	-	-	919	919
FUND BALANCE, BEGINNING OF YEAR	<u>3,388</u>	<u>3,388</u>	<u>3,388</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 3,388</u>	<u>\$ 3,388</u>	<u>\$ 4,307</u>	<u>\$ 919</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
County Clerks Fees	\$ 35,324	\$ 35,324	\$ 91,457	\$ 56,133
Total Fees of Office	<u>35,324</u>	<u>35,324</u>	<u>91,457</u>	<u>56,133</u>
MISCELLANEOUS				
Interest Earnings	1,323	1,323	9,292	7,969
Total Revenues	<u>36,647</u>	<u>36,647</u>	<u>100,749</u>	<u>64,102</u>
EXPENDITURES				
Current:				
General Administration:				
Digitizing Real Property Instruments	1,000	1,000	-	1,000
Digitizing	100,000	92,181	16,900	75,281
Rentals Microfilming & Indexing	24,400	24,400	-	24,400
Preservation & Restoration	143,000	150,918	150,819	99
Total Expenditures	<u>268,400</u>	<u>268,499</u>	<u>167,719</u>	<u>100,780</u>
Net Change in Fund Balances	(231,753)	(231,852)	(66,970)	164,882
FUND BALANCE, BEGINNING OF YEAR	<u>579,241</u>	<u>579,241</u>	<u>579,241</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 347,488</u>	<u>\$ 347,389</u>	<u>\$ 512,271</u>	<u>\$ 164,882</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
County Clerk Fees	\$ 35,000	\$ 35,000	\$ 80,221	\$ 45,221
Total Fees of Office	<u>35,000</u>	<u>35,000</u>	<u>80,221</u>	<u>45,221</u>
MISCELLANEOUS				
Interest Earnings	100	100	3,792	3,692
Total Revenues	<u>35,100</u>	<u>35,100</u>	<u>84,013</u>	<u>48,913</u>
EXPENDITURES				
Current:				
General Administration:				
Digitizing	14,050	8,050	-	
Preservation & Restoration	21,050	27,050	25,131	1,919
Total Expenditures	<u>35,100</u>	<u>35,100</u>	<u>25,131</u>	<u>1,919</u>
Net Change in Fund Balances	-	-	58,882	58,882
FUND BALANCE, BEGINNING OF YEAR	<u>99,348</u>	<u>99,348</u>	<u>99,348</u>	-
FUND BALANCE, END OF YEAR	<u><u>\$ 99,348</u></u>	<u><u>\$ 99,348</u></u>	<u><u>\$ 158,230</u></u>	<u><u>\$ 58,882</u></u>

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
JP Offices	\$ 8,708	\$ 8,708	\$ 10,556	\$ 1,848
Total Fees of Office	<u>8,708</u>	<u>8,708</u>	<u>10,556</u>	<u>1,848</u>
MISCELLANEOUS				
Interest Earnings	292	292	1,468	1,176
Total Revenues	<u>9,000</u>	<u>9,000</u>	<u>12,024</u>	<u>3,024</u>
EXPENDITURES				
Current:				
General Administration:				
Professional Services	4,000	4,000	4,000	-
Furniture and Equipment	5,000	5,000	5,000	-
Total Expenditures	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>-</u>
Net Change in Fund Balances	-	-	3,024	3,024
FUND BALANCE, BEGINNING OF YEAR	<u>90,267</u>	<u>90,267</u>	<u>90,267</u>	-
FUND BALANCE, END OF YEAR	<u>\$ 90,267</u>	<u>\$ 90,267</u>	<u>\$ 93,291</u>	<u>\$ 3,024</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
Miscellaneous Revenue:				
Interest Earnings	\$ 160	\$ 160	\$ 738	\$ 578
Total Revenues	160	160	738	578
EXPENDITURES				
Current:				
Deputy Supplement	627	627	627	-
Social Security Taxes	50	50	38	12
Retirement	151	151	150	1
Workers Compensation	10	10	1	9
Unemployment Insurance	4	4	2	2
Other Post Employment	131	131	130	1
Total Expenditures	973	973	948	25
Net Change in Fund Balances	(813)	(813)	(210)	603
FUND BALANCE, BEGINNING OF YEAR	3,059	3,059	3,059	-
FUND BALANCE, END OF YEAR	\$ 2,246	\$ 2,246	\$ 2,849	\$ 603

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
FEES OF OFFICE				
Election Services	\$ -	\$ -	\$ 3,006	\$ 3,006
Total Fees of Office	-	-	3,006	3,006
MISCELLANEOUS				
Interest Earnings	\$ -	\$ -	\$ 79	\$ 79
Total Revenues	-	-	3,085	3,085
EXPENDITURES				
Current:				
Elections	-	-	-	-
Total Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	3,085	3,085
FUND BALANCE, BEGINNING OF YEAR	5,973	5,973	5,973	-
FUND BALANCE, END OF YEAR	<u>\$ 5,973</u>	<u>\$ 5,973</u>	<u>\$ 9,058</u>	<u>\$ 3,085</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
PROPERTY TAXES				
Current	\$ 490,044	\$ 490,044	\$ 525,215	\$ 35,171
Delinquent	6,727	6,727	12,775	6,048
Total Property Taxes	<u>496,771</u>	<u>496,771</u>	<u>537,990</u>	<u>41,219</u>
MISCELLANEOUS				
Interest Earned	17,000	17,000	38,131	21,131
Miscellaneous	-	103	669	566
Total Miscellaneous	<u>17,000</u>	<u>17,103</u>	<u>38,800</u>	<u>21,697</u>
Total Revenues	<u>513,771</u>	<u>513,874</u>	<u>576,790</u>	<u>62,916</u>
EXPENDITURES				
Current:				
Public Transportation				
Salaries - Road and Bridge Department	84,019	106,077	103,323	2,754
Benefits Termination	1,568	1,568	1,521	47
Social Security Taxes	6,603	8,325	7,659	666
Group Insurance	27,548	36,656	36,471	185
Retirement and Death Benefits	20,688	26,077	25,233	844
Other Post Employment	17,702	22,287	21,875	412
Retiree Medical Insurance Trust	14,604	14,604	14,604	-
Workers Compensation	3,021	4,088	1,312	2,776
Optional Retirement	29,961	29,961	29,961	-
Unemployment Insurance	3,392	3,502	389	3,113
Repair and Maintenance	31,627	31,627	22,715	8,912
Parts and Repairs	20,000	20,000	9,223	10,777
Contingency	220,342	155,041	-	155,041
Conferences and Dues	-	-	-	-
Utilities	15,000	22,103	20,996	1,107
Contractor Service	6,000	8,000	5,719	2,281
Physicals and Drug	3,500	3,500	1,688	1,812
Rentals and Leases	5,000	5,000	4,007	993
Beaver Control	38,400	38,400	38,400	-
Liability and Other Insurance	204,145	204,145	200,608	3,537
Miscellaneous	1,250	2,250	1,707	543
Furniture and Equipment	1,000	12,262	11,638	624
Road Oil	2,000	2,000	-	2,000
Capital Outlay:				
Public Transportation	10,000	10,000	-	10,000
Total Expenditures	<u>767,370</u>	<u>767,473</u>	<u>559,049</u>	<u>208,424</u>
Net Change in Fund Balances	<u>(253,599)</u>	<u>(253,599)</u>	<u>17,741</u>	<u>271,340</u>
FUND BALANCE, BEGINNING OF YEAR	<u>2,095,033</u>	<u>2,095,033</u>	<u>2,095,033</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,841,434</u>	<u>\$ 1,841,434</u>	<u>\$ 2,112,774</u>	<u>\$ 271,340</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Aid	\$ 104,148	\$ 100,736	\$ 101,574	\$ (838)
Community Corrections	47,071	49,784	48,427	1,357
C.S.R. Coordinator	-	-	-	-
CSCD Sex Offender	-	-	-	-
Indirect Services	-	-	-	-
Specialized Caseload-Sex Offender	-	-	-	-
Total Intergovernmental Receipts	151,219	150,520	150,001	(519)
FEEES OF OFFICE				
Probation Fees	175,000	175,000	203,699	28,699
Total Fees of Office	175,000	175,000	203,699	28,699
MISCELLANEOUS				
Interest Earned	200	200	2,978	2,778
Miscellaneous	-	-	1,847	1,847
Total Miscellaneous	200	200	4,825	4,625
Total Revenues	326,419	325,720	358,525	32,805
EXPENDITURES				
Current:				
Public Safety:				
Supervision	278,140	328,492	257,819	70,673
Community Corrections	46,936	48,123	46,642	1,481
Civil Supervision	-	-	-	-
C.S.R. Coordination	-	-	-	-
Indirect Services	-	-	-	-
Specialized Caseload	-	-	-	-
CSCD Sex Offender	-	-	-	-
Total Expenditures	325,076	376,615	304,461	72,154
Net Change in Fund Balances	1,343	(50,895)	54,064	104,959
FUND BALANCE, BEGINNING OF YEAR	86,394	86,394	169,469	83,075
FUND BALANCE, END OF YEAR	\$ 87,737	\$ 35,499	\$ 223,533	\$ 188,034

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		(NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Aid	\$ 94,905	\$ 94,905	\$ 54,574	\$ (40,331)
Total Intergovernmental Receipts	<u>94,905</u>	<u>94,905</u>	<u>54,574</u>	<u>(40,331)</u>
FEES OF OFFICE				
Drug Court Fees	-	-	2,527	2,527
Total Fees of Office	<u>-</u>	<u>-</u>	<u>2,527</u>	<u>2,527</u>
MISCELLANEOUS				
Interest Earned	-	-	429	429
Total Miscellaneous	<u>-</u>	<u>-</u>	<u>429</u>	<u>429</u>
Total Revenues	<u>94,905</u>	<u>94,905</u>	<u>57,530</u>	<u>(37,375)</u>
EXPENDITURES				
Current:				
Public Safety:				
Salaries - Officers	48,032	48,032	30,927	17,105
Social Security	4,191	4,191	2,743	1,448
Group Medical Insurance	14,620	14,620	7,474	7,146
Retirement	13,140	13,140	8,612	4,528
Unemployment Insurance	330	330	133	197
Workers Compensation	1,525	1,525	658	867
DA Investigator	6,672	6,672	5,000	1,672
Travel Per Diem	2,500	2,500	1,712	788
Drug Analysis	1,125	1,125	497	628
Office Supplies	645	645	-	645
Breathalyzer	125	125	125	-
Contractual & Professional Services	34,000	34,000	16,475	17,525
U/A Supplies	12,000	12,000	3,435	8,565
Total Expenditures	<u>138,905</u>	<u>138,905</u>	<u>77,791</u>	<u>61,114</u>
Excess of Revenues Over Expenditures	(44,000)	(44,000)	(20,261)	23,739
Other Financing Uses				
Relocation of Fund Equity to Shelby County	-	-	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, BEGINNING OF YEAR	<u>42,640</u>	<u>42,640</u>	<u>42,640</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ (1,360)</u>	<u>\$ (1,360)</u>	<u>\$ 22,379</u>	<u>\$ 23,739</u>

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS:				
C.C.A.P. Program Funding	\$ 176,441	\$ 188,454	\$ 211,056	\$ 22,602
Commitment Reduction Program	-	7,000	7,000	7,000
Mental Health Services	9,000	9,000	9,000	-
Federal Title IV-E Funding	-	-	-	-
Total Intergovernmental Receipts	185,441	204,454	227,056	29,602
FEEs OF OFFICE				
Probation Fees	-	-	1,575	1,575
Total Fees of Office	-	-	1,575	1,575
MISCELLANEOUS				
Interest Earned	-	-	6,792	6,792
Total Miscellaneous	-	-	6,792	6,792
Total Revenues	185,441	204,454	235,423	37,969
EXPENDITURES				
Current:				
Public Safety:				
Local Match Expenditures	193,097	203,097	172,518	30,579
TJPC/A	176,195	188,454	190,843	(2,389)
Federal Title IV-E Funding	25,000	25,000	-	25,000
Mental Health Services	9,000	9,000	4,900	4,100
Commitment Reduction Program	-	7,000	7,000	-
Capital Outlay:				
Public Safety:	-	-	-	-
Total Expenditures	403,292	432,551	375,261	57,290
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(217,851)	(228,097)	(139,838)	88,259
OTHER FINANCING SOURCES (USES)				
Transfers in	183,108	183,108	183,108	-
Total Other Financing Sources (Uses)	183,108	183,108	183,108	-
Net Change in Fund Balances	(34,743)	(44,989)	43,270	88,259
FUND BALANCE, BEGINNING OF YEAR	396,638	396,638	396,638	-
FUND BALANCE, END OF YEAR	\$ 361,895	\$ 351,649	\$ 439,908	\$ 88,259

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 703	\$ 703
Total Miscellaneous Receipts	-	-	703	703
Total Revenues	-	-	703	703
EXPENDITURES				
Capital Outlay				
Legal	10,000	10,000	-	10,000
Total Expenditures	10,000	10,000	-	10,000
Net Change in Fund Balances	(10,000)	(10,000)	703	10,703
FUND BALANCE, BEGINNING OF YEAR	57,423	57,423	57,423	-
FUND BALANCE, END OF YEAR	\$ 47,423	\$ 47,423	\$ 58,126	\$ 10,703

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
FEES OF OFFICE				
Hot Check Fees	\$ -	\$ -	\$ 3,342	\$ 3,342
Total Fees of Office	-	-	3,342	3,342
Total Revenues	-	-	3,342	3,342
EXPENDITURES				
Current:				
Legal:				
Court Coordinator & Specialist	-	-	-	-
Secretaries	-	-	-	-
Social Security Taxes	-	-	-	-
Group Medical & Life Insurance	-	-	-	-
Retirement	-	-	-	-
Workers Compensation	-	-	-	-
Unemployment Insurance	-	-	-	-
Other Post Employment	-	-	-	-
Professional Liability Insurance	-	-	-	-
Cellular Phone	-	-	-	-
Miscellaneous	-	-	-	-
Total Hot Check Fee	-	-	-	41
Net Change in Fund Balances	-	-	3,342	3,342
FUND BALANCE, BEGINNING OF YEAR	35,733	35,733	35,733	-
FUND BALANCE, END OF YEAR	\$ 35,733	\$ 35,733	\$ 39,075	\$ 3,342

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Forfeitures/Auction & Seizure	\$ -	\$ -	\$ 2,931	\$ 2,931
Interest Earnings	-	-	1,083	1,083
Total Revenues	-	-	4,014	4,014
EXPENDITURES				
Current:				
Public Safety:				
Deputies and Patrol	-	-	-	-
Secretaries	1,921	1,921	1,921	-
Jail Administrator	-	-	-	-
Social Security Taxes	147	147	132	15
Group Medical & Life Benefits	-	-	-	-
Retirement & Death Benefits	461	461	461	-
Workers Compensation	25	25	1	24
Unemployment Insurance	11	11	7	4
Other Post Employment Benefits	400	400	399	1
Ammunition for Department	6,000	6,000	-	6,000
Conferences and Dues	-	-	-	-
Supplies and Equipment	1,000	1,000	-	1,000
Uniforms	4,000	4,000	-	4,000
Criminal Investigation	10,000	10,000	4,000	6,000
K/9 Drug Dog	-	-	-	-
Capital Outlay:				
Public Safety	25,000	25,000	-	25,000
Total Expenditures	48,965	48,965	6,921	17,044
Net Change in Fund Balances	(48,965)	(48,965)	(2,907)	46,058
FUND BALANCE, BEGINNING OF YEAR	83,300	83,300	83,300	-
FUND BALANCE, END OF YEAR	\$ 34,335	\$ 34,335	\$ 80,393	\$ 46,058

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Commissary Profits	\$ -	\$ -	\$ 5,561	\$ 5,561
Interest Earnings	-	-	209	209
Total Revenues	<u>-</u>	<u>-</u>	<u>5,770</u>	<u>5,770</u>
EXPENDITURES				
Capital Outlay:				
Public Safety	-	300	284	16
Total Expenditures	<u>-</u>	<u>300</u>	<u>284</u>	<u>16</u>
Net Change in Fund Balances	-	(300)	5,486	5,786
FUND BALANCE, BEGINNING OF YEAR	<u>14,169</u>	<u>14,169</u>	<u>14,169</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 14,169</u>	<u>\$ 13,869</u>	<u>\$ 19,655</u>	<u>\$ 5,786</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DISTRICT ATTORNEY LONGEVITY PAY SUPPLEMENT SPECIAL REVNUVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Longevity Funds	\$ 1,920	\$ 1,920	\$ 1,920	\$ -
MISCELLANEOUS				
Interest Earnings	-	-	1	1
Total Revenues	1,920	1,920	1,921	1
EXPENDITURES				
Current				
Legal	1,920	1,920	1,920	-
Total Expenditures	1,920	1,920	1,920	-
Net Change in Fund Balances	-	-	1	1
FUND BALANCE, BEGINNING OF YEAR	117	117	117	-
FUND BALANCE, END OF YEAR	\$ 117	\$ 117	\$ 118	\$ 1

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DISTRICT ATTORNEY FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Forfeitures	\$ -	\$ -	\$ 2,932	\$ 2,932
Interest Earnings	-	-	332	332
Total Revenues	<u>-</u>	<u>-</u>	<u>3,264</u>	<u>3,264</u>
EXPENDITURES				
Current:				
Legal:				
Advertising and Publications	500	500	-	500
Cellular Phone	1,200	1,200	971	229
Miscellaneous	2,000	2,000	813	1,187
Total Expenditures	<u>3,700</u>	<u>3,700</u>	<u>1,784</u>	<u>1,916</u>
Net Change in Fund Balances	(3,700)	(3,700)	1,480	5,180
FUND BALANCE, BEGINNING OF YEAR	<u>22,536</u>	<u>22,536</u>	<u>22,536</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 18,836</u>	<u>\$ 18,836</u>	<u>\$ 24,016</u>	<u>\$ 5,180</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
State Comptroller Payments	\$ 27,499	\$ 27,499	\$ 27,498	\$ (1)
Total Intergovernmental Receipts	27,499	27,499	27,498	(1)
MISCELLANEOUS				
Interest Earnings	-	-	49	49
Total Revenues	27,499	27,499	27,547	48
EXPENDITURES				
Current				
Public Safety:				
Appointed Official	-	-	-	-
Administrative Assistant	4,636	4,636	4,636	-
Secretaries	10,921	10,921	10,920	-
Court Coordinator & Specialist	11,729	11,729	11,729	-
Social Security Taxes	213	213	213	-
Total Expenditures	27,499	27,499	27,498	-
Net Change in Fund Balances	-	-	49	48
FUND BALANCE, BEGINNING OF YEAR	694	694	694	-
FUND BALANCE, END OF YEAR	\$ 969	\$ 694	\$ 743	\$ 49

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 2	\$ 2
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
EXPENDITURES				
Current				
Public Safety				
Furniture & Equipment	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	2	2
FUND BALANCE, BEGINNING OF YEAR	<u>190</u>	<u>190</u>	<u>190</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 190</u>	<u>\$ 190</u>	<u>\$ 192</u>	<u>\$ 2</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ -	\$ -	\$ 12	\$ 12
Total Miscellaneous Receipts	-	-	12	-
Total Revenues	-	-	12	-
EXPENDITURES				
Current				
Public Safety				
Uniforms	-	-	-	-
Total Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	12	12
FUND BALANCE, BEGINNING OF YEAR	1,016	1,016	1,016	-
FUND BALANCE, END OF YEAR	\$ 1,016	\$ 1,016	\$ 1,028	\$ 12

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
SHERIFF FEDERAL FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Forfeitures	\$ -	\$ -	\$ -	\$ -
Interest Earned	-	-	3	3
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
EXPENDITURES				
Capital Outlay				
Legal	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	3	3
FUND BALANCE, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>258</u>	<u>258</u>
FUND BALANCE, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 261</u>	<u>\$ 261</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
MISCELLANEOUS				
Forfeitures	\$ -	\$ -	\$ -	\$ -
Interest Earned	-	-	3	3
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
EXPENDITURES				
Current				
Public Safety				
Uniforms	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	3	3
FUND BALANCE, BEGINNING OF YEAR	<u>311</u>	<u>311</u>	<u>311</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 311</u>	<u>\$ 311</u>	<u>\$ 314</u>	<u>\$ 3</u>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
DEADWOOD WATER SUPPLY CORPORATION GRANT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal Receipts	\$ -	\$ 249,215	\$ 249,215	\$ -
Total Intergovernmental Receipts	<u>-</u>	<u>249,215</u>	<u>249,215</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>249,215</u>	<u>249,215</u>	<u>-</u>
EXPENDITURES				
Current:				
Public Facilities	-	249,215	249,215	-
Total Expenditures	<u>-</u>	<u>249,215</u>	<u>249,215</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>

PANOLA COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP) BASIS AND ACTUAL
FAIRPLAY WATER SUPPLY CORPORATION GRANT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal Receipts	\$ -	\$ 139,500	\$ 139,500	\$ -
Fairplay Match	-	53,878	53,878	-
Total Intergovernmental Receipts	<u>-</u>	<u>193,378</u>	<u>193,378</u>	<u>-</u>
MISCELLANEOUS				
Donations	-	-	-	-
Total Miscellaneous Receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>193,378</u>	<u>193,378</u>	<u>-</u>
EXPENDITURES				
Current:				
Public Facilities	-	193,378	193,378	-
Total Expenditures	<u>-</u>	<u>193,378</u>	<u>193,378</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>

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal Receipts	\$ -	\$ -	\$ 791	\$ 791
Total Intergovernmental Receipts	-	-	791	791
MISCELLANEOUS				
Interest Earned	-	-	1,931	1,931
Donations	-	5,000	5,957	957
Total Miscellaneous Receipts	-	5,000	7,888	2,888
Total Revenues	-	5,000	8,679	3,679
EXPENDITURES				
Current				
Health & Paupers Care	28,000	58,000	42,995	15,005
Total Expenditures	28,000	58,000	42,995	15,005
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(28,000)	(53,000)	(34,316)	18,684
OTHER FINANCING SOURCES (USES)				
Transfers in	28,000	53,000	53,000	25,000
Total Other Financing Sources (Uses)	28,000	53,000	53,000	25,000
Net Change in Fund Balances	-	-	18,684	18,684
FUND BALANCE, BEGINNING OF YEAR	118,483	118,483	118,483	-
FUND BALANCE, END OF YEAR	\$ 118,483	\$ 118,483	\$ 137,167	\$ 18,684

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Tobacco Settlement	\$ 12,000	\$ 12,000	\$ 52,595	\$ 40,595
Total Intergovernmental Receipts	12,000	12,000	52,595	40,595
MISCELLANEOUS				
Hospital Lease	1,200,000	-	-	-
Interest Earnings	20,000	20,000	63,039	43,039
Total Miscellaneous Revenue	1,220,000	20,000	63,039	43,039
Total Revenues	1,232,000	32,000	115,634	83,634
EXPENDITURES				
Current				
Health & Paupers Care	1,232,000	32,000	30,662	1,338
Total Expenditures	1,232,000	32,000	30,662	1,338
Net Change in Fund Balances	-	-	84,972	84,972
FUND BALANCE, BEGINNING OF YEAR	3,563,022	3,563,022	3,563,022	-
FUND BALANCE, END OF YEAR	\$ 3,563,022	\$ 3,563,022	\$ 3,647,994	\$ 84,972

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, 2018

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
INTERGOVERNMENTAL RECEIPTS				
Federal Receipts	\$ -	\$ 112,096	\$ 117,854	\$ 5,758
Total Intergovernmental Receipts	-	112,096	117,854	5,758
MISCELLANEOUS				
Miscellaneous	\$ 154,100	\$ 93,774	\$ 95,914	\$ 2,140
Interest Earned	900	900	5,455	4,555
Total Miscellaneous	155,000	94,674	101,369	6,695
Total Revenues	155,000	206,770	219,223	12,453
EXPENDITURES				
Current				
Public Transportation	155,000	281,135	237,439	43,696
Total Expenditures	155,000	281,135	237,439	43,696
Net Change in Fund Balances	-	(74,365)	(18,216)	56,149
FUND BALANCE, BEGINNING OF YEAR	455,789	455,789	455,789	-
FUND BALANCE, END OF YEAR	\$ 455,789	\$ 381,424	\$ 437,573	\$ 56,149

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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, 2018

	<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>
ASSETS:				
Cash and Cash Equivalents	\$ 54,576	\$ 36,690	\$ 44,539	\$ 135,805
Investments	234,000	190,000	175,000	599,000
Receivables (net of allowance for uncollectibles)				
Miscellaneous	<u>705</u>	<u>576</u>	<u>530</u>	<u>1,811</u>
Total Assets	<u>\$ 289,281</u>	<u>\$ 227,266</u>	<u>\$ 220,069</u>	<u>\$ 736,616</u>
LIABILITIES:				
Accounts Payable-Trade	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES:				
Committed	<u>289,281</u>	<u>227,266</u>	<u>220,069</u>	<u>736,616</u>
Total Fund Balances	<u>289,281</u>	<u>227,266</u>	<u>220,069</u>	<u>736,616</u>
Total Liabilities and Fund Balances	<u>\$ 289,281</u>	<u>\$ 227,266</u>	<u>\$ 220,069</u>	<u>\$ 736,616</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, 2018

	ROAD BOND	PERMANENT	JAIL	NON-MAJOR
	1971	IMPROVEMENT	IMPROVEMENT	CAPITAL
				PROJECTS
				FUNDS
				TOTAL
REVENUES				
Miscellaneous	\$ 4,797	\$ 3,766	\$ 3,634	\$ 12,197
TOTAL REVENUES	<u>4,797</u>	<u>3,766</u>	<u>3,634</u>	<u>12,197</u>
EXPENDITURES				
Capital Outlay				
Recreation	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>4,797</u>	<u>3,766</u>	<u>3,634</u>	<u>12,197</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	4,797	3,766	3,634	12,197
FUND BALANCE-BEGINNING OF YEAR	<u>284,484</u>	<u>223,500</u>	<u>216,435</u>	<u>724,419</u>
FUND BALANCE-END OF YEAR	<u>\$ 289,281</u>	<u>\$ 227,266</u>	<u>\$ 220,069</u>	<u>\$ 736,616</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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ 1,250	\$ 1,250	\$ 4,797	\$ 3,547
Total Revenues	<u>1,250</u>	<u>1,250</u>	<u>4,797</u>	<u>3,547</u>
EXPENDITURES				
Current:				
Public Transportation	1,250	1,250	-	1,250
Total Expenditures	<u>1,250</u>	<u>1,250</u>	<u>-</u>	<u>1,250</u>
Net Change in Fund Balances	-	-	4,797	4,797
FUND BALANCE, BEGINNING OF YEAR	<u>284,484</u>	<u>284,484</u>	<u>284,484</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 284,484</u></u>	<u><u>\$ 284,484</u></u>	<u><u>\$ 289,281</u></u>	<u><u>\$ 4,797</u></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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ 1,000	\$ 1,000	\$ 3,766	\$ 2,766
Total Miscellaneous Revenues	<u>1,000</u>	<u>1,000</u>	<u>3,766</u>	<u>2,766</u>
EXPENDITURES				
Capital Outlay:				
General Administration	1,000	1,000	-	1,000
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Net Change in Fund Balances	-	-	3,766	3,766
FUND BALANCE, BEGINNING OF YEAR	<u>223,500</u>	<u>223,500</u>	<u>223,500</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 223,500</u></u>	<u><u>\$ 223,500</u></u>	<u><u>\$ 227,266</u></u>	<u><u>\$ 3,766</u></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, 2018

	BUDGET		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE (NEGATIVE)
REVENUES				
MISCELLANEOUS				
Interest Earned	\$ 900	\$ 900	\$ 3,634	\$ 2,734
Total Miscellaneous Revenues	<u>900</u>	<u>900</u>	<u>3,634</u>	<u>2,734</u>
EXPENDITURES				
Capital Outlay:				
Public Safety	900	900	-	900
Total Expenditures	<u>900</u>	<u>900</u>	<u>-</u>	<u>900</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>3,634</u>	<u>3,634</u>
Net Change in Fund Balances	-	-	3,634	3,634
FUND BALANCE, BEGINNING OF YEAR	<u>220,069</u>	<u>220,069</u>	<u>216,435</u>	<u>(3,634)</u>
FUND BALANCE, END OF YEAR	<u>\$ 220,069</u>	<u>\$ 220,069</u>	<u>\$ 220,069</u>	<u>\$ -</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, 2018**

	<u>Balance January 1, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2018</u>
AUTOMOBILE REGISTRATION FUND				
ASSETS				
Cash and Cash Equivalents	\$ 446,126	\$ 6,078,137	\$ 6,312,749	\$ 211,514
Total Assets	<u>\$ 446,126</u>	<u>\$ 6,078,137</u>	<u>\$ 6,312,749</u>	<u>\$ 211,514</u>
LIABILITIES				
Due to Other Governments	\$ 446,126	\$ 6,078,137	\$ 6,312,749	\$ 211,514
Total Liabilities	<u>\$ 446,126</u>	<u>\$ 6,078,137</u>	<u>\$ 6,312,749</u>	<u>\$ 211,514</u>
TAX ASSESSOR-COLLECTOR ADVALOREM TAX FUND				
ASSETS				
Cash and Cash Equivalents	\$ 2,818,708	\$ 56,009,799	\$ 55,756,162	\$ 3,072,345
Total Assets	<u>\$ 2,818,708</u>	<u>\$ 56,009,799</u>	<u>\$ 55,756,162</u>	<u>\$ 3,072,345</u>
LIABILITIES				
Due to Other Governments	\$ 2,818,708	\$ 56,009,799	\$ 55,756,162	\$ 3,072,345
Total Liabilities	<u>\$ 2,818,708</u>	<u>\$ 56,009,799</u>	<u>\$ 55,756,162</u>	<u>\$ 3,072,345</u>
COUNTY CLERK FUND				
ASSETS				
Cash and Cash Equivalents	\$ 99,003	\$ 16,495	\$ 13,250	\$ 102,248
Total Assets	<u>\$ 99,003</u>	<u>\$ 16,495</u>	<u>\$ 13,250</u>	<u>\$ 102,248</u>
LIABILITIES				
Court Ordered Deposits	\$ 6,250	\$ 16,368	\$ 13,250	\$ 9,368
Court Ordered Trust Funds	\$ 92,753	\$ 127	\$ -	\$ 92,880
Total Liabilities	<u>\$ 99,003</u>	<u>\$ 16,495</u>	<u>\$ 13,250</u>	<u>\$ 102,248</u>

(Continued)

**PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Balance January 1, 2018	Additions	Deductions	Balance December 31, 2018
DISTRICT CLERK FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 1,200,509	\$ 527,170	\$ 442,109	\$ 1,285,570
Investments	\$ 323,060	\$ 2,188	\$ 34,088	\$ 291,160
Total Assets	\$ 1,523,570	\$ 529,358	\$ 476,197	\$ 1,576,731
LIABILITIES				
Court Ordered Deposits	\$ 535,482	\$ 26,701	\$ 40,950	\$ 521,233
Court Ordered Trust Funds	\$ 988,088	\$ 502,657	\$ 435,246	\$ 1,055,499
Total Liabilities	\$ 1,523,570	\$ 529,358	\$ 476,197	\$ 1,576,731
COMMUNITY SUPERVISION AND CORRECTIONS DEPARTMENT FUND				
ASSETS				
Cash and Cash Equivalents	\$ 9,055	\$ 357,770	\$ 364,805	\$ 2,020
Total Assets	\$ 9,055	\$ 357,770	\$ 364,805	\$ 2,020
LIABILITIES				
Court Ordered Trust Funds	\$ 9,055	\$ 357,770	\$ 364,805	\$ 2,020
Total Liabilities	\$ 9,055	\$ 357,770	\$ 364,805	\$ 2,020

(Continued)

**PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	<u>Balance January 1, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2018</u>
JUVENILE PROBATION FUND				
ASSETS				
Cash and Cash Equivalents	\$ 15	\$ 7,353	\$ 1,473	\$ 5,895
Total Assets	<u>\$ 15</u>	<u>\$ 7,353</u>	<u>\$ 1,473</u>	<u>\$ 5,895</u>
LIABILITIES				
Court Ordered Trust Funds	\$ 15	\$ 7,353	\$ 1,473	\$ 5,895
Total Liabilities	<u>\$ 15</u>	<u>\$ 7,353</u>	<u>\$ 1,473</u>	<u>\$ 5,895</u>
CRIMINAL DISTRICT ATTORNEY FORFEITURE FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 80,224	\$ 40,107	\$ -	\$ 120,331
Total Assets	<u>\$ 80,224</u>	<u>\$ 40,107</u>	<u>\$ -</u>	<u>\$ 120,331</u>
LIABILITIES				
Court Ordered Trust Funds	\$ 80,224	\$ 40,107	\$ -	\$ 120,331
Total Liabilities	<u>\$ 80,224</u>	<u>\$ 40,107</u>	<u>\$ -</u>	<u>\$ 120,331</u>
CRIMINAL DISTRICT ATTORNEY RESTITUTION FUND				
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 47,636	\$ 44,813	\$ 2,823
Total Assets	<u>\$ -</u>	<u>\$ 47,636</u>	<u>\$ 44,813</u>	<u>\$ 2,823</u>
LIABILITIES				
Restitution Payable	\$ -	\$ 47,636	\$ 44,813	\$ 2,823
Total Liabilities	<u>\$ -</u>	<u>\$ 47,636</u>	<u>\$ 44,813</u>	<u>\$ 2,823</u>

(Continued)

**PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	Balance January 1, 2018	Additions	Deductions	Balance December 31, 2018
SHERIFF COLLECTIONS FUND				
ASSETS				
Cash and Cash Equivalents	\$ 3,094	\$ 9,591	\$ 12,151	\$ 534
Total Assets	\$ 3,094	\$ 9,591	\$ 12,151	\$ 534
LIABILITIES				
Due to Other Governments	\$ 3,094	\$ 9,591	\$ 12,151	\$ 534
Total Liabilities	\$ 3,094	\$ 9,591	\$ 12,151	\$ 534
JAIL INMATE FUND				
ASSETS				
Cash and Cash Equivalents	\$ 4,893	\$ 95,482	\$ 89,741	\$ 10,634
Total Assets	\$ 4,893	\$ 95,482	\$ 89,741	\$ 10,634
LIABILITIES				
Other Payables	\$ 4,893	\$ 95,482	\$ 89,741	\$ 10,634
Total Liabilities	\$ 4,893	\$ 95,482	\$ 89,741	\$ 10,634

(Continued)

**PANOLA COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	Balance January 1, 2018	Additions	Deductions	Balance December 31, 2018
TOTAL ALL AGENCY FUNDS				
ASSETS				
Cash and Cash Equivalents	\$ 4,661,629	\$ 63,189,540	\$ 63,037,253	\$ 4,813,916
Investments	323,060	2,188	34,088	291,160
Total Assets	\$ 4,984,689	\$ 63,191,728	\$ 63,071,341	\$ 5,105,077
LIABILITIES				
Due to Other Governments	3,267,929	62,097,527	62,081,062	3,284,394
Court Ordered Deposits	541,732	43,069	54,200	530,601
Court Ordered Trust Funds	1,170,135	908,014	801,524	1,276,625
Restitution Payable	-	47,636	44,813	2,823
Other Payables	4,894	95,482	89,741	10,635
Total Liabilities	\$ 4,984,689	\$ 63,191,728	\$ 63,071,341	\$ 5,105,077

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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, 2018

CAPITAL ASSETS:

Land	\$ 1,722,016
Buildings	20,906,963
Improvements Other Than Buildings	275,603
Machinery and Equipment	12,409,895
Infrastructure	<u>10,826,285</u>
 Total Capital Assets	 <u><u>\$ 46,140,762</u></u>

INVESTMENTS IN CAPITAL ASSETS:

Current Revenues - Current Year	\$ 446,828
Current Revenues - Prior Years	35,259,228
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>\$ 46,140,762</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, 2018

	Total	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Infrastructure
GENERAL ADMINISTRATION						
County Clerk	\$ 31,371	\$ -	\$ -	\$ -	\$ 31,371	\$ -
Total General Administration	31,371	-	-	-	31,371	-
JUDICIAL						
District Court	929,919	-	879,558	-	50,361	-
County Court at Law	929,921	-	879,561	-	50,360	-
District Clerk	16,623	-	-	-	16,623	-
Peace Justices	18,772	-	-	-	18,772	-
Total Judicial	1,895,235	-	1,759,119	-	136,116	-
LEGAL						
District Attorney	360,528	-	356,995	-	3,533	-
Total Legal	360,528	-	356,995	-	3,533	-
ELECTIONS						
Voter Registration	360,084	-	-	-	360,084	-
Total Elections	360,084	-	-	-	360,084	-
PUBLIC TRANSPORTATION						
Road and Bridge	20,218,585	571,783	11,778	-	9,263,582	10,371,442
Airport	1,213,245	188,639	315,909	-	253,854	454,843
Total Public Transportation	21,431,830	760,422	327,687	-	9,517,436	10,826,285
PUBLIC FACILITIES						
Courthouse	1,644,761	815,452	623,114	16,300	189,895	-
Miscellaneous & Non-Departmental	318,942	-	-	169,270	149,672	-
Total Public Facilities	1,963,703	815,452	623,114	185,570	339,567	-

(Continued)

PANOLA COUNTY, TEXAS
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION AND ACTIVITY, continued
 DECEMBER 31, 2018

	Total	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Infrastructure
PUBLIC SAFETY						
Sheriff	\$ 1,797,156	\$ -	\$ 537,675	\$ -	\$ 1,259,481	\$ -
Constables	203,296	-	-	-	203,296	-
Corrections and Jail	11,452,642	60,754	11,211,314	-	180,574	-
Emergency Management	144,286	-	-	-	144,286	-
911 Rural Addressing	53,977	-	-	-	53,977	-
Probation Services - Adult	106,345	-	-	-	106,345	-
Probation Services - Juvenile	44,574	-	-	-	44,574	-
Total Public Safety	13,802,276	60,754	11,748,989	-	1,992,533	-
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	4,281,488	85,388	4,106,067	90,033	-	-
CULTURE AND RECREATION						
Exposition Center	115,025	-	115,025	-	-	-
Library	1,899,222	-	1,869,967	-	29,255	-
Total Culture and Recreation	2,014,247	-	1,984,992	-	29,255	-
TOTAL CAPITAL ASSETS	\$ 46,140,762	\$ 1,722,016	\$ 20,906,963	\$ 275,603	\$ 12,409,895	\$ 10,826,285

(Continued)

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, 2018

	General Capital Assets January 1, 2018	Additions	Deductions	Transfers	General Capital Assets December 31, 2018
GENERAL ADMINISTRATION					
County Clerk	\$ 31,371	\$ -	\$ -	\$ -	\$ 31,371
Total General Administration	31,371	-	-	-	31,371
JUDICIAL					
District Court	929,919	-	-	-	929,919
County Court at Law	929,921	-	-	-	929,921
District Clerk	16,623	-	-	-	16,623
Peace Justices	18,772	-	-	-	18,772
Total Judicial	1,895,235	-	-	-	1,895,235
LEGAL					
District Attorney	360,528	-	-	-	360,528
Total Legal	360,528	-	-	-	360,528
ELECTIONS					
Voter Registration	360,084	-	-	-	360,084
Total Elections	360,084	-	-	-	360,084
PUBLIC TRANSPORTATION					
Road and Bridge	9,576,001	419,397	148,253	-	9,847,145
Road and Bridge-Infrastructure	10,371,442	-	-	-	10,371,442
Airport	1,056,107	157,138	-	-	1,213,245
Total Public Transportation	21,003,550	576,535	148,253	-	21,431,832
PUBLIC FACILITIES					
Courthouse	1,644,761	-	-	-	1,644,761
Miscellaneous and Non- Departmental	337,140	36,423	54,621	-	318,942
Total Public Facilities	1,981,901	36,423	54,621	-	1,963,703

(Continued)

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, 2018

	General Capital Assets January 1, 2018	Additions	Deductions	Transfers	General Capital Assets December 31, 2018
PUBLIC SAFETY					
Sheriff	\$ 1,851,541	\$ 94,707	\$ 117,541	\$ (31,551)	\$ 1,797,156
Constables	141,420	30,325	-	31,551	203,296
Corrections and Jail	11,452,642	-	-	-	11,452,642
Emergency Management	144,286	-	-	-	144,286
911 Rural Addressing	53,977	-	-	-	53,977
Probation Services - Adult	106,345	-	-	-	106,345
Probation Services - Juvenile	44,574	-	-	-	44,574
Criminal Investigations	-	-	-	-	-
Total Public Safety	13,794,785	125,032	117,541	-	13,802,276
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	29,255	-	-	1,899,222
Total Culture and Recreation	1,984,992	29,255	-	-	2,014,247
TOTAL GENERAL CAPITAL ASSETS	\$ 45,693,934	\$ 767,245	\$ 320,415	\$ -	\$ 46,140,764

(Continued)

**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

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

Governmental activities:	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Net Investment in Capital Assets	\$ 20,983,396	\$ 21,809,860	\$ 22,458,568	\$ 23,279,430	\$ 23,542,376
Restricted for Debt Service	-	-	-	-	-
Restricted for Capital Projects	-	-	-	-	-
Restricted for Other Purposes	-	-	-	-	-
Unrestricted	<u>23,196,286</u>	<u>45,184,264</u>	<u>43,671,917</u>	<u>40,913,998</u>	<u>42,577,083</u>
Total governmental activities net position	<u><u>\$ 44,179,682</u></u>	<u><u>\$ 66,994,124</u></u>	<u><u>\$ 66,130,485</u></u>	<u><u>\$ 64,193,428</u></u>	<u><u>\$ 66,119,459</u></u>

TABLE 1

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ 24,340,108	\$ 24,022,953	\$ 23,802,873	\$ 22,812,862	\$ 21,868,287
-	-	-	224,103	161,924
-	-	-	-	491,596
-	-	-	-	15,994
<u>39,042,172</u>	<u>37,884,578</u>	<u>35,513,233</u>	<u>33,209,420</u>	<u>29,525,131</u>
<u>\$ 63,382,280</u>	<u>\$ 61,907,531</u>	<u>\$ 59,316,106</u>	<u>\$ 56,246,385</u>	<u>\$ 52,062,932</u>

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

	Fiscal Year				
	2018	2017	2016	2015	2014
Expenses:					
Governmental Activities:					
General administration	\$ 5,342,138	\$ 4,998,429	\$ 3,628,899	\$ 3,188,949	\$ 4,219,943
Judicial	1,463,707	1,504,247	1,440,455	1,313,677	1,288,251
Legal	621,159	614,417	646,121	618,330	589,841
Elections	192,420	189,184	216,421	213,282	206,776
Financial administration	1,084,669	1,071,598	1,003,659	900,619	913,259
Public facilities	881,056	469,972	420,136	493,979	695,814
Public safety	7,035,569	7,040,400	6,866,996	6,892,775	6,724,721
Environmental protection	449,386	405,004	405,004	417,769	397,717
Public transportation	6,444,767	6,800,101	6,523,876	6,450,555	6,713,665
Health and Paupers care	710,734	1,729,386	1,995,250	2,640,645	1,519,237
Recreation	423,521	464,777	445,229	428,808	409,735
Conservation	118,746	119,229	112,210	108,927	102,973
Debt Service - Interest	-	-	-	-	-
Total Governmental Activities Expenses	\$ 24,767,872	\$ 25,406,744	\$ 23,704,256	\$ 23,668,315	\$ 23,781,932
Program Revenues:					
Governmental Activities:					
Charges for Services					
General administration	\$ 393,927	\$ 332,744	\$ 325,813	\$ 358,984	\$ 378,308
Judicial	637,963	607,479	487,141	435,198	396,268
Legal	19,174	19,039	19,934	28,229	29,702
Elections	3,006	-	5,435	-	7,050
Financial administration	908,990	823,788	832,349	854,162	854,313
Public facilities	-	-	-	-	-
Public safety	292,881	253,340	298,428	374,660	431,121
Environmental protection	-	-	-	-	-
Public transportation	60,912	226,139	141,950	130,661	139,891
Health and Paupers care	-	815	-	1,110	965
Recreation	170,099	186,593	182,318	187,112	162,407
Conservation	-	750	-	850	400
Total Charges for Services	\$ 2,486,952	\$ 2,450,687	\$ 2,293,369	\$ 2,370,966	\$ 2,400,425

TABLE 2

	2013	2012	2011	2010	2009
\$	3,654,495	\$ 3,447,218	\$ 3,727,822	\$ 3,267,777	\$ 2,814,331
	1,226,565	1,136,940	1,091,066	1,120,449	1,134,624
	507,415	467,497	483,307	490,452	350,538
	189,931	186,869	153,511	163,105	167,952
	852,036	794,223	786,036	766,574	755,563
	582,996	435,721	417,517	297,677	258,652
	6,351,980	5,889,883	5,713,426	5,572,574	5,364,448
	426,905	392,801	363,458	361,383	363,925
	6,918,240	6,378,730	6,279,662	6,333,001	5,642,668
	1,568,289	1,233,431	931,689	2,402,045	734,454
	381,777	363,850	384,378	320,529	305,744
	94,640	87,261	93,050	92,987	90,679
	-	-	17,694	69,800	119,877
\$	<u>22,755,269</u>	<u>20,814,424</u>	<u>20,442,616</u>	<u>21,258,353</u>	<u>18,103,455</u>
\$	355,323	\$ 320,353	\$ 339,152	\$ 348,974	\$ 383,448
	453,591	464,969	460,165	453,019	116,763
	32,428	37,505	37,671	45,235	77,514
	1,150	4,450	-	5,061	2,400
	822,522	830,492	807,132	758,081	338,835
	-	-	-	-	8,658
	463,719	453,190	482,476	520,674	531,439
	-	-	-	-	-
	139,815	38,894	182,614	176,809	748,835
	1,006	1,375	1,525	1,400	5,351
	156,724	152,856	144,471	136,592	136,024
	400	1,265	1,950	4,132	-
\$	<u>2,426,678</u>	<u>2,305,349</u>	<u>2,457,156</u>	<u>2,449,977</u>	<u>2,349,267</u>

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

	Fiscal Year				
	2018	2017	2016	2015	2014
Operating Grants and Contributions					
Judicial	\$ 88,806	\$ 88,806	\$ 88,806	\$ 85,500	\$ 84,102
Legal	29,418	29,954	30,871	30,343	33,500
Elections	8,298	-	2,390	4,656	362
Financial administration	-	-	-	-	-
Public facilities	-	-	3,000	-	-
Public safety	436,612	474,948	546,400	686,415	684,681
Environmental protection	-	-	-	-	-
Public transportation	29,538	29,575	29,575	29,575	29,676
Health and Paupers care	53,387	1,005,804	1,251,495	2,010,776	1,011,544
Recreation	-	-	-	-	-
Total Operating Grants and Contributions	\$ 646,059	\$ 1,629,087	\$ 1,952,537	\$ 2,847,265	\$ 1,843,865
Program Revenues, Continued:					
Capital Grants and Contributions					
Legal	\$ 24,888	\$ 37,957	\$ 27,232	\$ 24,735	\$ 37,913
General Administration	-	404,353	-	-	-
Public Facilities	388,715	161,269	18,580	97,636	149,126
Public Safety	30,000	30,000	30,000	73,023	44,351
Public Transportation	117,854	-	-	-	-
Recreation	29,255	-	-	-	-
Total Capital Grants and Contrib	\$ 590,712	\$ 633,579	\$ 75,812	\$ 195,394	\$ 231,390
Total Governmental Activities Program Revenues	\$ 3,723,723	\$ 4,713,353	\$ 4,321,718	\$ 5,413,625	\$ 4,475,680
Net (Expense) Revenue Governmental Activities:	\$ (21,044,149)	\$ (20,693,391)	\$ (19,382,538)	\$ (18,254,690)	\$ (19,306,252)

TABLE 2 (cont.)

	2013	2012	2011	2010	2009
\$	77,250	\$ 75,000	\$ 80,489	\$ 85,889	\$ 74,192
	33,020	38,199	74,543	63,391	4,320
	5,829	-	988	47,669	12,337
	-	-	-	-	-
	-	-	-	-	-
	638,384	573,135	652,019	662,193	963,272
	-	-	-	-	-
	30,441	29,620	30,041	30,222	30,279
	934,370	590,633	271,457	1,980,960	69,548
	-	-	-	-	-
\$	<u>1,719,294</u>	<u>\$ 1,306,587</u>	<u>\$ 1,109,537</u>	<u>\$ 2,870,324</u>	<u>\$ 1,153,948</u>
\$	23,342	\$ 15,657	\$ -	\$ -	\$ -
	-	-	-	-	-
	144,321	163,133	144,558	31,650	-
	30,000	40,092	78,382	200,468	-
	-	-	-	-	-
	-	-	-	-	-
\$	<u>197,663</u>	<u>\$ 218,882</u>	<u>\$ 222,940</u>	<u>\$ 232,118</u>	<u>\$ -</u>
\$	<u>4,343,635</u>	<u>\$ 3,830,818</u>	<u>\$ 3,789,633</u>	<u>\$ 5,552,419</u>	<u>\$ 3,503,215</u>
\$	<u>(18,411,634)</u>	<u>\$ (16,983,606)</u>	<u>\$ (16,652,983)</u>	<u>\$ (15,705,934)</u>	<u>\$ (14,600,240)</u>

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

	Fiscal Year				
	2018	2017	2016	2015	2014
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes	\$ 20,061,420	\$ 20,874,829	\$ 20,760,794	\$ 21,094,822	\$ 21,072,209
Interest Income	650,507	275,252	196,890	199,770	232,059
Gain on Sale of Capital Assets	-	-	-	-	-
Miscellaneous	556,548	406,690	362,167	731,188	739,163
Total Governmental Activities	<u>\$ 21,268,475</u>	<u>\$ 21,556,771</u>	<u>\$ 21,319,851</u>	<u>\$ 22,025,780</u>	<u>\$ 22,043,431</u>
Increase in Net Position Before Transfers	224,326	863,381	1,937,313	3,771,090	2,737,179
Transfers	-	-	-	-	-
Change in Net Position					
Governmental Activities	<u>\$ 224,326</u>	<u>\$ 863,381</u>	<u>\$ 1,937,313</u>	<u>\$ 3,771,090</u>	<u>\$ 2,737,179</u>
Total Primary Government	<u><u>\$ 224,326</u></u>	<u><u>\$ 863,381</u></u>	<u><u>\$ 1,937,313</u></u>	<u><u>\$ 3,771,090</u></u>	<u><u>\$ 2,737,179</u></u>
% Change from Prior Year	(74.02%)	(55.43%)	(48.63%)	37.77%	85.60%

TABLE 2 (cont.)

2013	2012	2011	2010	2009
\$ 18,908,177	\$ 18,374,211	\$ 18,742,731	\$ 18,542,362	\$ 16,744,039
409,659	454,697	483,015	470,991	826,889
(73,459)	236,219	-	-	90,507
642,006	509,904	496,958	729,736	699,881
<u>\$ 19,886,383</u>	<u>\$ 19,575,031</u>	<u>\$ 19,722,704</u>	<u>\$ 19,743,089</u>	<u>\$ 18,361,316</u>
1,474,749	2,591,425	3,069,721	4,037,155	3,761,076
-	-	-	-	-
<u>\$ 1,474,749</u>	<u>\$ 2,591,425</u>	<u>\$ 3,069,721</u>	<u>\$ 4,037,155</u>	<u>\$ 3,761,076</u>
<u>\$ 1,474,749</u>	<u>\$ 2,591,425</u>	<u>\$ 3,069,721</u>	<u>\$ 4,037,155</u>	<u>\$ 3,761,076</u>
(43.09%)	(15.58%)	(23.96%)	7.34%	N/A

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

	Fiscal Year				
	2018	2017	2016	2015	2014
General Fund:					
Committed	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	<u>12,516,976</u>	<u>10,605,091</u>	<u>11,431,684</u>	<u>12,628,900</u>	<u>13,701,192</u>
Total General Fund	<u>12,516,976</u>	<u>10,605,091</u>	<u>11,431,684</u>	<u>12,628,900</u>	<u>13,701,192</u>
All Other Governmental Funds:					
Nonspendable, Reported in:					
Special Revenue Funds	24,305	25,968	68,066	6,740	20,014
Restricted, Reported in:					
Special Revenue Funds	15,385,545	14,801,460	14,260,464	13,524,120	12,896,767
Debt Service Fund	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Committed, Reported in:					
Capital Projects Funds	<u>736,616</u>	<u>724,419</u>	<u>718,821</u>	<u>715,382</u>	<u>711,931</u>
Total All Other Governmental Funds	<u>16,146,466</u>	<u>15,551,847</u>	<u>15,047,351</u>	<u>14,246,242</u>	<u>13,628,712</u>
Total Governmental Funds	<u>\$ 28,663,441</u>	<u>\$ 26,156,938</u>	<u>\$ 26,479,035</u>	<u>\$ 26,875,142</u>	<u>\$ 27,329,904</u>
% Change from Prior Year	9.58%	(1.22%)	(1.47%)	(1.66%)	2.70%

TABLE 3

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ -	\$ -	\$ 2,000,000	\$ -	\$ -
<u>14,386,419</u>	<u>12,914,895</u>	<u>11,152,902</u>	<u>11,572,586</u>	<u>9,427,291</u>
<u>14,386,419</u>	<u>12,914,895</u>	<u>13,152,902</u>	<u>11,572,586</u>	<u>9,427,291</u>
17,036	29,129	16,053	24,346	15,994
11,505,906	10,942,194	10,575,529	10,582,426	9,980,628
-	-	207,556	201,590	161,924
-	-	-	-	-
<u>702,640</u>	<u>2,032,738</u>	<u>520,303</u>	<u>647,974</u>	<u>491,596</u>
<u>12,225,582</u>	<u>13,004,061</u>	<u>11,319,441</u>	<u>11,456,336</u>	<u>10,650,142</u>
<u>\$ 26,612,001</u>	<u>\$ 25,918,956</u>	<u>\$ 24,472,343</u>	<u>\$ 23,028,922</u>	<u>\$ 20,077,433</u>
2.67%	5.91%	6.27%	14.70%	N/A

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

	Fiscal Year				
	2018	2017	2016	2015	2014
REVENUES					
Property Taxes	\$ 19,970,452	\$ 20,649,393	\$ 20,757,166	\$ 21,028,302	\$ 21,053,992
Licenses	360,000	347,114	352,249	335,099	377,382
Intergovernmental	1,620,910	1,216,040	1,116,535	1,365,622	1,384,707
Fees of Office	1,268,928	1,146,745	1,196,135	1,346,858	1,366,538
Fines	446,306	417,917	348,600	295,881	275,040
Miscellaneous	1,205,378	1,863,127	1,867,254	3,001,123	2,043,236
Total Revenues	24,871,974	25,640,336	25,637,939	27,372,885	26,500,895
EXPENDITURES					
General Administration	3,841,882	7,053,322	6,582,858	6,952,902	6,970,773
Judicial	1,380,305	1,384,658	1,395,577	1,342,386	1,244,293
Legal	615,790	591,967	654,074	649,523	589,841
Elections	184,792	168,418	186,710	160,810	158,049
Financial Administration	1,067,110	1,027,105	1,017,607	955,794	913,259
Public Facilities	878,379	464,822	419,018	476,331	693,744
Public Safety	6,454,908	6,215,052	6,466,865	6,626,369	6,242,852
Environmental Protection	443,112	398,730	398,730	411,495	391,443
Conservation	117,060	114,292	113,739	112,089	102,973
Public Transportation	4,452,625	4,368,238	4,311,552	4,160,966	4,298,754
Health & Paupers Care	643,007	1,661,289	1,927,757	2,573,604	1,451,601
Culture & Recreation	381,984	411,315	412,922	411,917	372,336
Debt Service - Principal	-	-	-	-	-
Debt Service - Interest	-	-	-	-	-
Capital Outlay	1,904,516	2,051,967	2,146,382	2,993,461	2,353,074
Total Expenditures	22,365,470	25,911,175	26,033,791	27,827,647	25,782,992
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,506,504	(270,839)	(395,852)	(454,762)	717,903
OTHER FINANCING SOURCES (USES)					
Relocation of Fund Equity to Shelby County	-	(51,515)	-	-	-
Proceeds from Sale of Bonds	-	-	-	-	-
Transfers In	236,108	241,108	241,108	203,100	198,000
Transfers Out	(236,108)	(241,108)	(241,108)	(203,100)	(198,000)
Total Other Financing Sources (Uses)	-	(51,515)	-	-	-
NET CHANGE IN FUND BALANCES	\$ 2,506,504	\$ (322,354)	\$ (395,852)	\$ (454,762)	\$ 717,903
Debt Service as a percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%	0.00%

TABLE 4

2013	2012	2011	2010	2009
\$ 18,828,094	\$ 18,364,115	\$ 18,708,889	\$ 18,316,629	\$ 16,745,188
401,952	367,773	416,086	413,439	449,020
1,289,263	1,236,451	1,362,230	1,367,929	1,297,019
1,347,853	1,354,699	1,325,782	1,333,598	1,316,252
300,696	311,936	309,141	295,442	267,732
2,056,617	1,964,666	1,399,682	3,423,614	1,783,828
24,224,475	23,599,640	23,521,810	25,150,651	21,859,039
3,992,090	3,582,755	3,798,181	3,231,245	2,831,669
1,183,353	1,169,242	1,098,165	1,072,245	1,111,988
507,415	497,360	503,153	488,344	358,200
141,204	160,792	135,413	139,068	146,889
852,036	851,633	824,190	762,011	763,587
582,006	438,005	418,341	295,300	257,823
5,866,187	5,733,918	5,473,887	5,138,215	7,262,290
420,631	386,527	357,184	355,109	357,651
94,640	91,770	96,046	92,668	91,964
4,382,791	4,249,786	4,268,009	3,784,509	4,603,800
1,500,653	1,165,795	864,053	2,334,409	666,818
359,961	385,146	398,531	318,498	308,098
-	-	1,340,000	1,285,000	1,240,000
-	-	26,465	78,308	128,041
3,648,463	3,440,298	2,476,771	2,824,234	1,239,539
23,531,430	22,153,027	22,078,389	22,199,163	21,368,357
693,045	1,446,613	1,443,421	2,951,488	490,682
-	-	-	-	-
-	-	-	-	-
254,757	2,423,518	266,000	567,482	523,977
(254,757)	(2,423,518)	(266,000)	(567,482)	(523,977)
-	-	-	-	-
\$ 693,045	\$ 1,446,613	\$ 1,443,421	\$ 2,951,488	\$ 490,682
0.00%	0.00%	6.61%	6.55%	6.80%

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TABLE 5

**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		
2018	2,160,005,630	1,209,557,190	189,712,070	3,179,850,750	0.6080
2017	2,135,791,140	1,277,158,670	188,898,640	3,224,051,170	0.5983
2016	2,296,344,230	1,314,906,237	187,611,420	3,423,639,047	0.5983
2015	3,088,945,555	1,429,501,180	190,325,020	4,328,121,715	0.4837
2014	3,154,126,118	1,402,523,190	190,458,950	4,366,190,358	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

Source: Panola County Appraisal District

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Panola County Direct Rates</u>					
GENERAL	0.59130	0.58220	0.58220	0.46980	0.45580
SPECIAL REVENUE	0.01670	0.01610	0.01610	0.01390	0.01360
DEBT SERVICE	-	-	-	-	-
TOTAL DIRECT RATE	<u>0.60800</u>	<u>0.59830</u>	<u>0.59830</u>	<u>0.48370</u>	<u>0.46940</u>
<u>Overlapping Rates</u>					
City and Town Rates:					
CARTHAGE	0.57440	0.57440	0.57440	0.52000	0.52000
BECKVILLE	0.58011	0.54693	0.53320	0.45603	0.45867
School Districts Rates:					
CARTHAGE ISD	1.28000	1.28000	1.14000	1.14000	1.14000
GARY ISD	1.50000	1.50000	1.37000	1.29000	1.29000
BECKVILLE ISD	1.04000	1.35339	1.34000	1.25655	1.12000
ELYSIAN FIELDS ISD	1.35000	1.35000	1.35000	1.32000	1.28300
TATUM ISD	1.20700	1.20700	1.20000	0.17000	1.17000
TENAHA ISD	1.16153	1.15852	1.16300	1.19249	1.18760
JOAQUIN ISD	1.62140	1.59730	1.59730	1.55970	1.45550
Other Special District Rates:					
PANOLA JR. COLLEGE	0.27039	0.25700	0.24334	0.20787	0.21483
PANOLA COUNTY ESD	0.02372	0.02130	0.02130	0.02130	0.02130
PANOLA GWCD	0.01100	0.01100	0.01100	0.01000	0.00970

Source: Various taxing entities

TABLE 6

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
0.48420	0.32210	0.29650	0.24926	0.23612
0.01520	0.13900	0.13090	0.11112	0.09938
-	-	-	0.02832	0.02770
<u>0.49940</u>	<u>0.46110</u>	<u>0.42740</u>	<u>0.38870</u>	<u>0.36320</u>
0.50000	0.48000	0.46000	0.46000	0.41000
0.42723	0.38552	0.36430	0.31239	0.26044
1.14000	1.14000	1.14000	1.14000	1.14000
1.29000	1.24000	1.22900	1.18251	1.20459
1.10000	1.10000	1.10000	1.06320	1.04000
1.23700	1.22500	1.21500	1.20000	1.20000
1.17000	1.17000	1.04000	1.04000	1.04000
1.18000	1.18658	1.17937	1.21930	1.20438
1.60600	1.54530	1.54700	1.55800	1.34110
0.21483	0.14519	0.13407	0.11813	0.10579
0.02130	0.02130	0.02130	0.01844	0.01605
0.00970	0.00855	0.00739	0.00612	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 2018		Fiscal Year 2009	
	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
CCI EAST TX UPSTREAM	\$ 342,040	10.76 %	\$ -	-
MARKWEST ENERGY E TX GAS CO LP	145,602	4.58 %	-	-
DCP East Tx Gathering LP-Plant	135,623	4.27 %	-	-
SHERIDAN PRODUCTION CO LLC	126,956	3.99 %	-	-
Markwest-Carthage Plant & East	113,764	3.58 %	-	-
Enbridge P/L ETX G&P-Beckville	61,471	1.93 %	-	-
ETC Tiger Pipeline	56,550	1.78 %	-	-
LOUISIANA PACIFIC CORP	47,635	1.50 %	-	-
ENABLE GAS TRANSMISSION LLC #	49,236	1.55 %	-	-
AMPLIFY ENERGY OPERATING	41,269	1.30 %	-	-
Devon Energy Production Co LP	-	-	705,899	14.17 %
Anadarko E&P Company LP	-	-	422,062	8.47 %
Chevron USD Inc	-	-	225,485	4.53 %
Lacy Operations LTD	-	-	129,763	2.61 %
Exxon Mobil Corp	-	-	129,655	2.60 %
XTO Energy Corp	-	-	123,160	2.47 %
Markwest Energy E TX Gas CO LP	-	-	117,309	2.36 %
EOG Resources Inc	-	-	115,854	2.33 %
BP American Production Company	-	-	115,563	2.32 %
Total	\$ 1,120,146		\$ 2,084,750	
Total Assessed Value and Percentage of Total	\$ 3,179,850	35.23 %	\$ 4,981,121	41.85 %

Source: Panola County Appraisal District

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

<u>Fiscal Year</u>	<u>Tax Levy</u>	<u>Current Tax Collection</u>	<u>Percent Of Levy Collected</u>	<u>Collections in Subsequent Years (2)</u>	<u>Total Collections</u>
2018	20,076,037	19,078,999	95.03%	412,865	19,491,864
2017	21,149,892	20,456,482	96.72%	412,865	20,869,347
2016	21,338,275	20,783,808	97.40%	300,574	21,084,382
2015	21,460,930	20,940,280	97.57%	264,740	21,205,020
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

Source: Tax Rolls

Notes:

(1) Delinquent taxes are reported by levy year.

(2) Property taxes become due January 31 and become delinquent on July 1. The amount collected from January 1 - June 30 is the "Current Tax Collection." For fiscal year 2018, 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
97.09%	247,895	1.23%
98.67%	280,545	1.33%
98.81%	253,894	1.19%
98.81%	255,910	1.19%
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%

TABLE 9

**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				
2018	-	-	-	-	-	-
2017	-	-	-	-	-	-
2016	-	-	-	-	-	-
2015	-	-	-	-	-	-
2014	-	-	-	-	-	-
2013	-	-	-	-	-	-
2012	-	-	-	-	-	-
2011	-	-	-	-	-	-
2010	\$ 1,340,000	\$ 201,590	\$ 1,138,410	0.02%	1.28%	47.78
2009	2,625,000	161,924	2,463,076	0.05%	3.07%	104.02

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 191.

(2) See the schedule of Demographic Statistics found on page 201 for personal income and population data.

TABLE 10

**PANOLA COUNTY, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL DEBT
AS OF DECEMBER 31, 2018
(UNAUDITED)**

<u>Jurisdiction</u>	<u>Net Debt Outstanding Amount (1)</u>	<u>Applicable to Panola County Percent</u>	<u>Amount Applicable to Panola County</u>
Cities:			
Carthage	\$ 11,515,187	100.00%	\$ 11,515,187
Total Cities	<u>11,515,187</u>		<u>11,515,187</u>
School Districts:			
Carthage ISD	29,939,000	100.00%	29,939,000
Gary ISD	8,225,000	100.00%	8,225,000
Beckville ISD	-	100.00%	-
Elysian Fields ISD	7,180,000	52.55%	3,773,090
Tatum ISD	21,693,436	2.27%	492,441
Tenaha ISD	3,169,313	4.75%	150,542
Joaquin ISD	11,430,000	5.05%	577,215
Total School Districts	<u>81,636,749</u>		<u>43,157,288</u>
Panola Junior College	<u>29,311,006</u>	100.00%	<u>29,311,006</u>
Subtotal, Overlapping Debt	122,462,942		83,983,481
Panola County (Direct Debt)	<u>-</u>		<u>-</u>
Total Direct and Overlapping Debt	<u>\$ 122,462,942</u>		<u>\$ 83,983,481</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.

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

	Fiscal Year				
	2018	2017	2016	2015	2014
Debt Limit	842,390,705	853,237,453	902,812,617	1,129,611,684	1,163,580,582
Total net debt applicable to limit					-
Legal debt margin	842,390,705	853,237,453	902,812,617	1,129,611,684	1,163,580,582
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2017

Assessed value	\$ 3,179,850,750
Add back: exempt real property	189,712,070
Total assessed value	\$ 3,369,562,820
Debt limit 25% of assessed value of real property (Article 3, Section 52, Constitution of the State of Texas)	\$ 842,390,705
Amount of Debt applicable to debt limit	-
Legal Debt Margin	\$ 842,390,705

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

TABLE 11

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
724,256,955	769,022,995	851,899,527	\$ 1,017,277,980	\$ 1,035,079,648
-	-	-	1,340,000	2,625,000
<u>724,256,955</u>	<u>769,220,995</u>	<u>851,899,527</u>	<u>\$ 1,015,937,980</u>	<u>\$ 1,032,454,648</u>
0.00%	0.00%	0.13%	0.25%	0.34%

TABLE 12

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

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (in thousands)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>	<u>College & School Enrollment</u>
2018	23,796	\$ 939,265	\$ 40,411	3.60%	6,918
2017	23,243	\$ 891,054	\$ 37,930	4.40%	6,805
2016	23,492	\$ 952,436	\$ 40,543	7.10%	6,533
2015	23,766	\$ 1,049,942	\$ 44,173	5.20%	6,516
2014	23,769	\$ 1,091,774	\$ 45,738	4.90%	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

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

TABLE 13

**PANOLA COUNTY, TEXAS
PRINCIPAL EMPLOYERS BY INDUSTRY
CURRENT YEAR AND TEN YEARS AGO
(UNAUDITED)**

TYPE OF EMPLOYER	Fiscal Year 2018		Fiscal Year 2009	
	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
Natural Resource and Mining	920	10.09 %	1,076	12.71 %
Construction	2,262	24.82 %	1,396	16.49 %
Manufacturing	1,001	10.98 %	851	10.05 %
Trade, Transportation, Utilities	1,462	16.04 %	1,559	18.41 %
Information	48	0.53 %	53	0.63 %
Financial Activities	286	3.14 %	218	2.57 %
Professional Business Services	633	6.94 %	426	5.03 %
Education Health Services	691	7.58 %	703	8.30 %
Leisure Hospitality	483	5.30 %	403	4.76 %
Other Services	115	1.26 %	467	5.51 %
Federal Government	63	0.69 %	78	0.92 %
State Government	29	0.32 %	40	0.47 %
Local Government	1,122	12.31 %	1,198	14.15 %
Total	9,115	100.00 %	8,468	100.00 %

Source: Texas Workforce Commission 2018

Source: Texas Workforce Commission 2009

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

Function/Program	Fiscal Year				
	2018	2017	2016	2015	2014
General Administration	14	15	16	16	17
Judicial	16	17	17	17	17
Elections	2	2	2	2	2
Financial Administration	14	14	14	13	13
Legal	7	7	7	6	6
Public Facilities	1	1	1	1	1
Public Safety	74	74	75	85	84
Public Transportation	41	45	46	47	47
Culture and Recreation	6	6	6	6	6
Conservation-Agriculture	3	3	3	3	3
Totals	178	184	187	196	196

Source: Panola County Payroll History Report

TABLE 14

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</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	1
83	79	79	79	79
47	47	47	47	47
6	6	6	6	6
<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>
<u><u>194</u></u>	<u><u>190</u></u>	<u><u>190</u></u>	<u><u>190</u></u>	<u><u>190</u></u>

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PANOLA COUNTY, TEXAS
 CAPITAL ASSETS BY FUNCTION/PROGRAM
 DECEMBER 31, 2018
 (UNAUDITED)

Function/Program	Fiscal Year									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Administration										
Furniture & Equipment	8	8	8	8	8	8	8	8	8	8
Facilities	5	5	5	5	5	5	5	5	5	5
Tracts of Land	10	10	10	10	10	10	10	10	10	10
Judicial										
Furniture & Equipment	3	3	3	3	3	3	3	3	3	3
Facilities	1	1	1	1	1	1	1	1	1	1
Elections										
Equipment	2	2	2	2	2	2	2	2	2	2
Public Facilities										
Facilities	1	1	1	1	1	1	1	1	1	1
Public Safety										
Vehicles	45	45	45	45	45	45	45	45	45	45
Equipment	14	14	14	14	14	13	13	13	13	13
Facilities	2	2	2	2	2	2	2	2	2	2
Environmental Protection										
Facilities	2	2	2	2	2	2	2	2	2	2
Landfill	1	1	1	1	1	1	1	1	1	1
Public Transportation										
Miles of County Roads	610	610	610	610	610	610	610	610	609	614
Number of Bridges	15	15	15	15	12	12	12	12	12	12
Facilities	5	5	5	5	5	5	5	5	5	5
Equipment & Vehicles	137	137	137	137	137	138	138	138	138	141
Tracts of Land	6	6	6	6	5	5	5	5	5	5
Health/Paupers Care										
Facilities	2	2	2	2	2	2	2	2	2	2
Tracts of Land	1	1	1	1	1	1	1	1	1	1

Source: Panola County Capital Asset Inventory Listing

PANOLA COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
DECEMBER 31, 2018
(UNAUDITED)

Function/Program	Fiscal Year				
	2018	2017	2016	2015	2014
General Administration					
Official Public Records Filed	7,955	6,277	5,701	7,058	7,639
Vital Statistics Filed	105	81	71	72	68
Judicial					
Number of Civil Cases	632	413	501	703	525
Number of Criminal Cases	709	646	754	813	849
Legal					
Number of Convictions - Misdemeanors	246	212	248	270	181
Number of Convictions - Felony	240	109	171	245	120
Elections					
Number of Registered Voters	15,523	16,248	10,475	15,647	15,775
Number of Elections	3	1	3	1	4
Financial Administration					
Number of mineral tax items	364,688	353,538	365,436	359,573	386,945
Number of real estate tax items	26,366	26,396	26,419	26,423	26,281
Number of registered vehicles	31,871	27,882	28,593	29,519	30,460
Public Facilities					
Number of repair jobs	66	64	85	80	71
Public Safety					
Number of emergency responses	4,373	4,580	4,223	4,418	4,013
Number of book-ins	1,048	1,128	1,106	1,233	1,410
Environmental Protection					
Number of solid waste transfers(tons)	41,652	11,914	12,465	12,235	13,026
Number of Diversions (tons)	528	554	428	387	308
Public Transportation					
Miles of road resurfaced	11	15	19	9	7
Number of repairs	70	129	340	390	350
Health and Paupers Care					
Number of autopsies performed	32	32	34	31	40
Number of indigent admissions	560	549	575	688	322
Recreation					
Number of patrons to Library	13,163	12,835	11,979	11,113	8,921
Number of books in library	41,457	43,983	48,819	45,270	50,727
Number of programs	99	78	116	69	83
Conservation					
Number of programs	115	253	78	275	149
Number of radio programs	8	12	31	75	100
County Extension mailouts & emails	14,500	45,550	10,850	23,500	18,906

Source: Individual County Departments

TABLE 16

2013	2012	2011	2010	2009
8,699	7,386	8,080	9,245	9564
281	251	464	382	247
685	437	793	719	679
880	828	842	854	1669
270	240	204	379	432
212	131	174	276	381
15,708	15,894	15,667	15,779	15,648
1	4	1	3	3
388,617	384,508	390,718	395,401	373,091
26,285	26,132	25,862	25,691	25,495
31,046	32,122	32,547	31,404	30,880
88	52	95	51	54
4,719	4,567	4,917	4,924	4852
1,285	1,242	932	1,328	1522
13,034	12,170	12,176	12,457	12588
389	340	621	650	510
21	11	12	13	14
380	107	416	401	387
29	21	32	27	28
479	738	686	671	771
13,779	12,591	11,669	10,617	9,329
57,548	52,323	58,434	53,485	53,201
83	52	49	51	60
70	285	189	171	30
52	64	55	135	130
8,534	10,584	10,400	10,234	5,102

**PANOLA COUNTY, TEXAS
SCHEDULE OF INSURANCE IN FORCE
DECEMBER 31, 2018
(Unaudited)**

Insurer or Name of Company	Number	Policy Period	
		From	To
The St. Paul Ins. Co.	H8101171X911	1/1/2018	1/1/2019
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2018	1/1/2019
The St. Paul Ins. Co.	H6301171X911	1/1/2018	1/1/2019
The St. Paul Ins. Co.	ZAS-14P02174	1/1/2018	1/1/2019
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2018	1/1/2019
The St. Paul Ins. Co.	ZAS-14T88141	1/1/2018	1/1/2019
The St. Paul Ins. Co.	H6301171X911	1/1/2018	1/1/2019
The St. Paul Ins. Co.	ZAS-14P02174	1/1/2018	1/1/2019
EBCO	UA00134783-17	12/13/2018	12/13/2019
Texas Association of Counties	#1830	1/1/2018	12/31/2018
Texas Association of Counties	#1830	1/1/2018	12/31/2018
Texas Association of Counties - BCBS	62946	12/1/2018	11/30/2019
The CIMA Companies, Inc.	TXCART6	7/1/2019	7/1/2020

- (1) 2018 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	\$ 122,034
General Liability; 2,000,000	2,000,000	57,227
Commercial Property and Equipment	5,263,188	73,230
Commercial Umbrella Liability- 1,000,000 each occurrence Aggregate 1,000,000; Retention 10,000	2,000,000	24,501
Law Enforcement Professional Liability; Each Person 1,000,000 Aggregate 3,000,000; Each occurrence 1,000,000	2,000,000	90,842
2,000,000 Limit Each 2,000,000 Aggregate 25,000 retention; Public Officials and Employees Legal Liability	2,000,000	48,608
Crime - Employee Theft, Forgery	2,000,000	INC. IN PKG.
General Liability - Cyberfirst Liab.	2,000,000	3,420
Property Damage 1,000,000; General Liability- Airport 1,000,000 each occurrence, 2,000,000 aggregate	2,000,000	2,750
Workers Compensation Self-Funded Insurance through Texas Association of Counties	(2)	101,239
Unemployment Insurance Self-Funded through Texas Association of Counties	(3)	29,753
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)	3,901,582
Volunteers Insurance Service Association (VIS) Work Release Volunteer Accident Insurance	25,000	2,153

**PANOLA COUNTY, TEXAS
SCHEDULE OF INSURANCE IN FORCE
DECEMBER 31, 2018
(Unaudited)**

Insurer or Name of Company	Number	Policy Period	
		From	To
Safeco Ins.	32S45483	1/1/2015	1/1/2019
Safeco Ins.	32S171170	1/1/2017	1/1/2021
	32S161126	1/1/2017	1/1/2019
Safeco Ins.	32S168657	1/1/2015	1/1/2019
	32S168658	1/1/2015	1/1/2019
Safeco Ins.	32S522467	1/1/2017	1/1/2021
	32S522470	1/1/2017	1/1/2021
Safeco Ins.	32S159904	1/1/2019	1/1/2023
	32S161129	12/31/2016	12/31/2019
Safeco Ins.	32S519863	11/15/2016	1/1/2019
Safeco Ins.	32S171102	12/31/2018	12/31/2022
RISC	MG849916	1/14/2018	1/14/2019
Safeco Ins.	32S159840	1/1/2015	1/1/2019
Safeco Ins.	32S160605	1/1/2015	1/1/2019
RISC	MG849917	1/14/2018	1/14/2019
Travelers	6608010A867TCT	8/27/2018	8/27/2019
Safeco Ins.	32S163144	12/31/2018	12/31/2020
Safeco Ins.	32S531960	12/31/2018	12/31/2020
Safeco Ins.	32S171038	1/1/2015	1/1/2019
Safeco Ins.	32S162405	6/1/2018	6/1/2019
Safeco Ins.	32S577699	9/1/2018	8/31/2020
	32S539398	7/8/2017	1/4/2019
	32S587339	9/4/2018	8/31/2020
Safeco Ins.	32S454765	1/1/2015	1/1/2019
Safeco Ins.	32S429390	3/15/2018	3/15/2019
	32S434402	5/5/2018	5/5/2019

TABLE 17 (cont.)

<u>Building and/or Department & Description</u>	<u>Amount of Coverage</u>	<u>Premiums & Funding</u>
County Judge	\$ 1,000	\$ 325
Commissioner Precinct 1	3,000	355
	3,000	185
Commissioner Precinct 2	3,000	355
	3,000	355
Commissioner Precinct 3	3,000	300
	3,000	325
Commissioner Precinct 4	3,000	355
	3,000	270
County Clerk	150,000	970
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	1,244
District Clerk Errors & Omissions	500,000	1,250
Crime - Money & Securities - District Clerk	20,000	264
Justice of the Peace Pct 1&4	5,000	185
Justice of the Peace Pct 2&3	5,000	175
Criminal District Attorney	5,000	355
Elections Administrator	1,000	100
Auditor	5,000	175
Assistant Auditor	5,000	137
Assistant Auditor	5,000	174
County Treasurer	1,000	325
Assistant Treasurer/Chief Deputy	25,000	125
Deputy Treasurer	25,000	125

**PANOLA COUNTY, TEXAS
SCHEDULE OF INSURANCE IN FORCE
DECEMBER 31, 2018
(Unaudited)**

Insurer or Name of Company	Number	Policy Period	
		From	To
Safeco Ins.	32S376159	1/1/2017	1/31/2019
Safeco Ins.	32S376165	1/1/2017	1/31/2019
Safeco Ins.	5108021	1/1/2018	1/1/2019
Safeco Ins.	32S401920	12/31/2018	12/31/2019
Safeco Ins.		1/1/2017	1/1/2018
Safeco Ins.	32S171169	1/1/2017	1/1/2021
Safeco Ins.	32S388169	1/1/2017	1/1/2021
The Travelers	660287X6078TIL18	12/30/2018	12/30/2019
The Travelers	660226X9543TIL18	12/30/2018	12/30/2019
Safeco Ins.	32S171012	1/1/2015	1/1/2019
Safeco Ins.	32S159887	09/01/18	09/01/19
	32S561497	04/09/18	04/09/19
	32S560840	04/01/18	04/01/19
	32S560854	04/01/18	04/01/19
	32S560858	04/01/18	04/01/19
	32S560867	04/01/18	04/01/19
Safeco Ins.	32S171050	8/29/2018	8/29/2019
Safeco Ins.	32S423142	1/7/2018	1/7/2019
Safeco Ins.	32S388257	1/1/2018	1/1/2019
	32S388262	1/1/2018	1/1/2019
	32S377966	8/22/2018	8/22/2019
Safeco Ins.	32S419755	11/8/2018	11/8/2019
	32S160070	12/31/2018	12/31/2019
Safeco Ins.	32S171051	12/31/2018	12/31/2022

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	\$ 720
Tax Assessor for PC Auto Tax	100,000	780
Tax Assessor/Collector (Deputies) Crime Bond	35,000	176
Sheriff	30,000	150
Reserve Deputies - Ten @ 2,000	20,000	100
Constable Precinct 2	1,000	355
Constable Precinct 1	1,000	325
123rd Judicial District Adult Probation	10,000	250
123rd Judicial District Juvenile Probation	10,000	250
County Surveyor	1,000	355
Special Prosecutor - Six @ 2,500	2,500	100
	2,500	100
	2,500	100
	2,500	100
	2,500	100
	2,500	100
Court Coordinator LE & Forfeiture Spec.	2,000	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	200
Public Official Schedule	25,000	1,244

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**OVERALL COMPLIANCE AND
INTERNAL CONTROLS SECTION**

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Morgan LaGrone, CPA, PLLC

Certified Public Accountant

Telephone: 903.657.0240
Fax: 903.655.1324

116 S Marshall
Henderson TX 75654

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, 2018, 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 21, 2019.

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

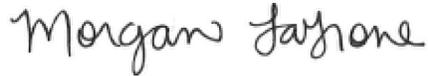
MEMBER

AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS AND TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.



Morgan LaGrone
Certified Public Accountant

Henderson, Texas
June 21, 2019

**Panola County, Texas
 Summary of Auditor's Results and
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2018**

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

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: Not Applicable - Single Audit Not Required

Any audit findings disclosed that are required to be reported in accordance with State of Texas Single Audit Circular?

 Yes X N/A

Identification of major programs:

Name of State Program or Cluster

Not Applicable

Dollar threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

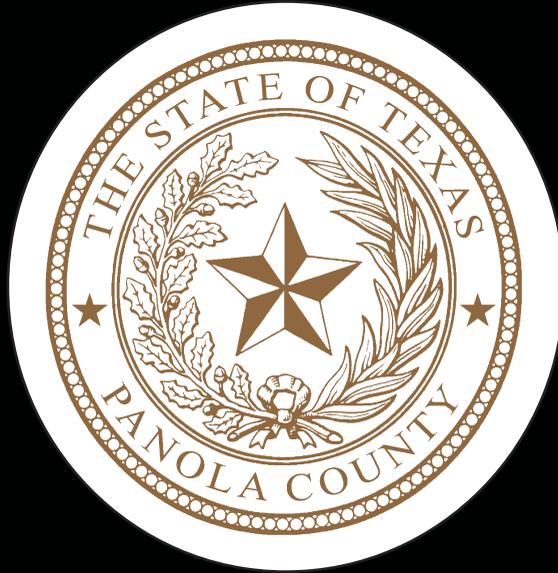
 Yes X N/A

B. Financial Statement Findings

NONE

C. State Award Findings and Questioned Costs

NONE



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