BEE COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2013

PREPARED BY:

COUNTY AUDITOR'S OFFICE

APRIL CANTU

INTERIM COUNTY AUDITOR

BEE COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

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INTRODUCTORY SECTION

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COUNTY JUDGE:
David Silva
COUNTY CLERK:
Mirella Escamilla Davis
DISTRICT CLERK:
Zenaida R. Silva
COUNTY ATTORNEY:
Mike Knight
SHERIFF:
Carlos Carrizales, Jr.
TAX ASSESSOR-COLLECTOR:
Linda G. Bridge

COUNTY OF BEE

COMMISSIONER PRECINCT 1:
Carlos Salazar, Jr.
COMMISSIONER PRECINCT 2:
Dennis Dewitt
COMMISSIONER PRECINCT 3:
Eloy Rodriguez
COMMISSIONER PRECINCT 4:
Ken Haggard
COUNTY AUDITOR:

April 11, 2014

The Honorable District Judges
Joel Johnson, 156th Judicial District
Starr Bauer, 36th Judicial District
Janna Whatley, 343rd Judicial District

The Honorable Commissioners' Court, Bee County, Texas
David Silva, County Judge
Carlos Salazar, County Commissioner, Precinct 1
Dennis DeWitt, County Commissioner, Precinct 2
Eloy Rodriguez, County Commissioner, Precinct 3
Ken Haggard, County Commissioner, Precinct 4

The Citizens of Bee County

Ladies, Gentlemen, and Citizens:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the Comprehensive Annual Financial Report of Bee County for fiscal year ending September 30, 2013 is hereby issued.

This report consists of management's representations concerning the finances of Bee 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 Bee County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Bee County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Bee 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 financial management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Bee County's financial statements have been audited by Singleton, Clark & Company, PC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Bee County for fiscal year ending September 30, 2013, 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; testing the compliance of self imposed policies, 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 that Bee County's financial statements for the fiscal year ended September 30, 2013, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Bee County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and legal requirements involving the administration of federal and state awards. These reports have been issued separately from this Comprehensive Annual Financial Report.

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

Profile of Bee County

Bee County is in the Rio Grande plain of south central Texas, fifty miles northwest of Corpus Christi and 146 miles southeast of Austin. It is bordered on the north by Karnes and Goliad counties, on the east by Refugio County, on the south by San Patricio County, and on the west by Live Oak County. Beeville is the county's largest town and seat of government. An airport built in 1966 serves Beeville and the surrounding region.

Bee County covers 866 square miles that slope gently to the coast. The elevation ranges from 200 to 300 feet. Geologically northern Bee County is in the Rio Grande embayment; the Lissie and Beaumont formations extend into the southern part of the county to form a broad, flat, and fertile plain. Blanco, Medio, and Aransas creeks and their tributaries, which flow in a southeasterly direction, drain the county. The southwest corner of the county has cracking clayey soils or loamy surfaces with cracking clayey subsoils. The northern two-thirds of the county has dark, alkaline soils, with loamy surface layers and cracking clayey subsoils, while the remainder of the county has light-colored acidic soils, with loamy surface layers and cracking clayey subsoils. Between 41 to 50 percent of the land in the county is considered prime farmland.

Bee County was established shortly after the settlement of the Cart War, which originated ten miles east of the site of Beeville. The county, named for Barnard E. Bee, Sr., was formed from San Patricio, Goliad, Refugio, Live Oak, and Karnes counties on December 8, 1857, and officially organized on January 25, 1858, when the first officers were elected. Beeville, the first county seat, was on Medio Creek, near Medio Hill, where the first post office had been established in 1857. In 1860 Maryville became the county seat; this community was later designated Beeville-on-the-Poesta to distinguish it from the former county seat.

Bee County is a public corporation and political subdivision of the State of Texas. The county seat is the City of Beeville. The general governing body of the County is the elected five-member Commissioners' Court in accordance with Article 5, Paragraph 18 of the Texas Constitution.

Commissioners serve four year staggered terms, two members elected every two years. The county judge is elected at large to serve a four-year term. Therefore, the Court makes decisions and imposes policies to benefit the entire County of Bee and the citizens therein.

The Commissioners' Court sets the tax rates, establishes policies for the County operations, approves contracts for the County, and develops and adopts the County budget within the resources as estimated by the county auditor. The Commissioners' Court is also responsible for development of policies and orders, approving financial commitments and appointment of various department heads. The management and leadership provided by members of the Commissioners' Court and the elected and appointed officials of other departments are crucial to the success of the County's financial management and growth.

The county auditor has responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing, and approving" all disbursements from County funds prior to their submission to the Commissioners' Court for approval. The county auditor is appointed by the council of district judges for a two year term.

The County provides many varied services for the public it serves. These services include operation of the district, county and justices of the peace judicial systems, voting operations for national, state and some local elections, maintenance on and construction of county owned roads and bridges, recording functions relating to property rights and vital statistics, operation of the law enforcement agencies (sheriff and constables), operation of the county jail, assistance to indigents, the provision of juvenile health and education and welfare services involving the care and correction of dependent or delinquent children as well as property tax collections for multiple agencies.

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriation to the county auditor on or before May 31st of each year. The county auditor uses these requests as the starting point for developing a base line budget, without any tax increases. The county auditor then presents this base line budget to the Commissioners' Court for review prior to July. The Commissioners' Court holds several budget workshops to discuss priorities or meet with department heads. A copy of the proposed budget is filed with the county clerk, county auditor, and posted on official county website. The Commissioners' Court then must hold a public hearing on a day within seven calendar days after the date the proposed budget is filed, but before September 30th of the current year. The Commissioners' Court must take action on the proposed budget at the conclusion of the public hearing.

The Commissioners' Court may levy taxes only in accordance with the budget. After final approval of the budget, the Commissioners' Court may spend County funds only in strict compliance with the budget, except in any emergency. The Commissioners' court may authorize an emergency expenditure as an amendment to the original budget only in case of grave public necessity to meet an unusual and unforeseen condition that could have been included in the original budget through the use of reasonable diligent thought and attention. If the court amends the original budget to meet an emergency, the court must file a copy of its order amending the budget with the County Clerk and the clerk shall attach the copy to the original budget. Only the Commissioners' Court may amend the budget and shift funds from one budget account to another.

The original budget is adopted by Commissioners' Court. Amendments are made during the year and approved by Commissioners' Court. The budget should not be exceeded in any expenditures category under state law. The budget was amended to reflect as closely as possible revenues and expenditures for the twelve-month period. Certain categories exceeded the budget estimates. These variances were due to the fluctuations in revenues and expenditures as opposed to the prorated budget estimates. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

The County Judge is, by statute, the Budget Officer of the County. He usually requests and relies on the assistance of the County Auditor to prepare the annual budget. After being furnished budget guidelines by Commissioners' Court, the County Judge, with the help of the County Auditor, prepares an estimate of revenues and a compilation of requested departmental expenditures and submits this data to Commissioners' Court. The County's legally adopted budget is at the function level. For internal management purposes, the budgets are detailed by line-item and entered into the accounting records. Comparisons of actual expenditures to budget are made on an ongoing basis. Formal budgetary integration is not employed for Capital Project Funds because of budgetary control achieved through legally binding contracts. Budgetary integration is not employed for the internal service fund because expenses are not controllable by management.

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 the County operates. The risk of large unfunded unforeseen expenses is reduced by the County since insurance coverage is obtained through a private insurance company against catastrophic losses to infrastructure or property. The County elected to self-insure its group health insurance and carries individual stop-loss and aggregate claims stop-loss policies on group health insurance claims to minimize risk. The County provides retirement, disability, and death benefits for all of its regular employees through a nontraditional defined benefit pension plan administered by the Texas County and District Retirement System (TCDRS).

Local Economy

The County currently enjoys a favorable economic environment and local indicators point to economic growth. The region has a varied industrial base that adds to the relative stability of employment. Despite the negative revenue trends for other state and local governments in the nation, Bee County has experienced a stable increase in sales tax, real property tax collections and significant increases in the market value of real property and minerals. The positive impact that various companies of the Eagle Ford Shale oil and gas development has proven to be an indicator of economic growth in Bee County.

Policy Impact

The Commissioners' Court has adopted a formal investment policy for the County and designated the county auditor as the County's investment officer. The general objectives set forth in the policy provide for financial security and optimum liquidity of County funds while achieving the maximum yield on funds invested and maximum levels of invested funds.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bee County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2012. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. The CAFR must satisfy both accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last twenty-two years (fiscal year ended 1991 through 2012). We believe the current report continues to conform to the Certificate of Achievement program requirements and is submitted to the GFOA.

The State Comptroller's Office re-issued Bee County the Texas Comptroller Gold Leadership Circle on February 14, 2013 for the second year in a row for setting the bar in financial transparency and opening the books to the public via an official Bee County website. The program recognizes local governments across Texas that are striving to meet a high financial transparency online by providing citizens with a clear, consistent, picture of spending and sharing information in a user-friendly format.

The presentation of the CAFR could not have been accomplished without the efficient and dedicated services of the staff at the County Auditor's office. Appreciation is extended to the Commissioners' Court, District Judges, county officials, and all county employees who have given their support in planning and conducting the financial operations of the County.

Respectfully submitted,

David Silva
Bee County Judge

April A. Cantu
Bee County Interim County Auditor

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Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Bee County

Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

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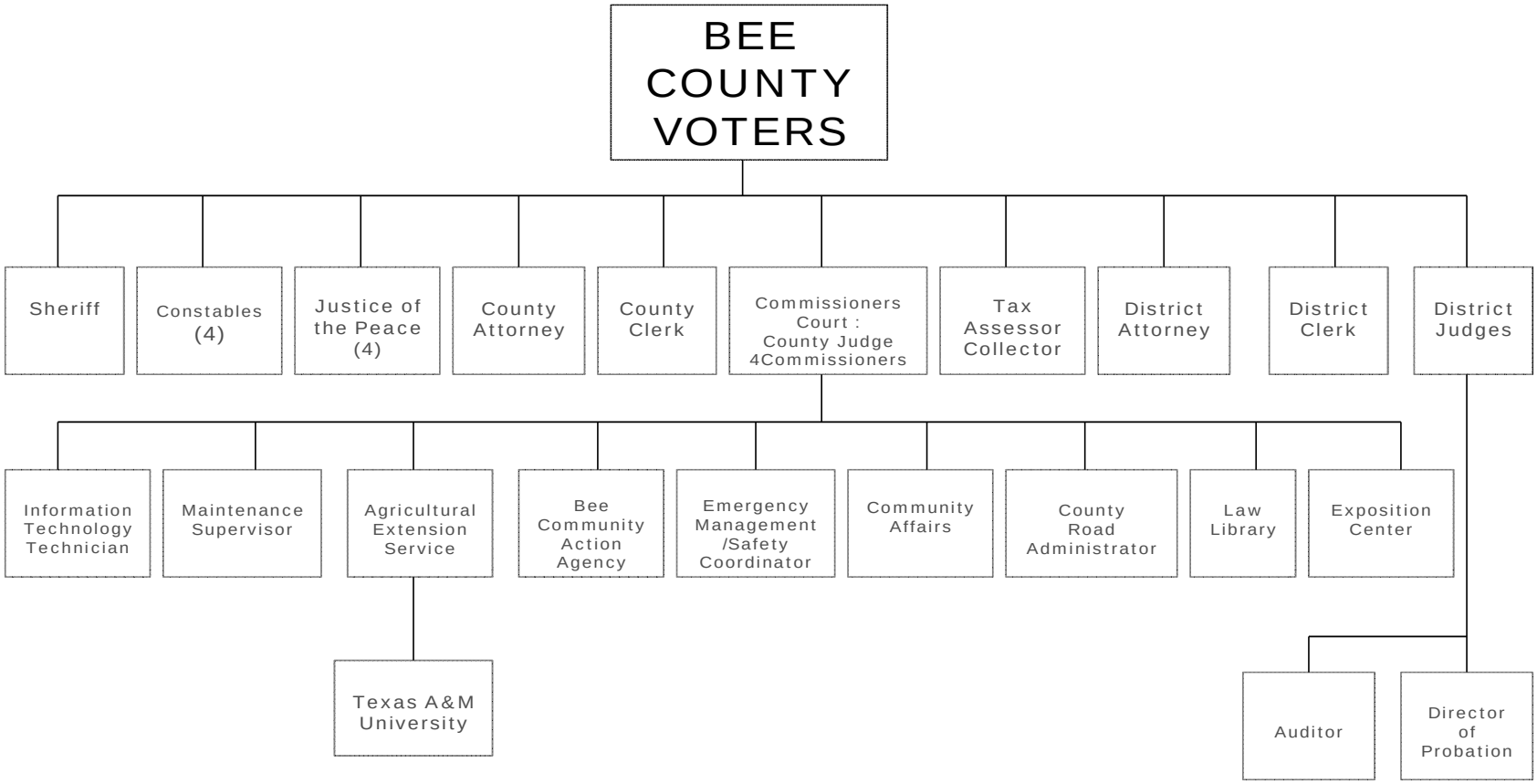
BEE COUNTY ORGANIZATIONAL CHART



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BEE COUNTY, TEXAS

DIRECTORY OF OFFICIALS

SEPTEMBER 30, 2013

DISTRICT COURT

Starr Bauer	Judge, 36th Judicial County
Joel B. Johnson	Judge, 156th Judicial County
Janna Whatley	Judge, 343rd Judicial County
Martha Warner	District Attorney
Zenaida Silva	District Clerk

COMMISSIONERS' COURT

David Silva	County Judge
Carlos Salazar Jr.	Commissioner, Precinct No. 1
Dennis DeWitt	Commissioner, Precinct No. 2
Eloy Rodriguez	Commissioner, Precinct No. 3
Ken Haggard	Commissioner, Precinct No. 4

OTHER COUNTY OFFICIALS

Carlos Carrizales, Jr.	Sheriff
Mirella E. Davis	County Clerk
Linda Bridge	Tax Assessor-Collector
Mike Knight	County Attorney
Blandina V. Costley	County Auditor

JUSTICES OF THE PEACE

Raul Casarez	Precinct No. 1
Ted G. Staples	Precinct No. 2
Abel Suniga	Precinct No. 3
Joseph Lyvers	Precinct No. 4

CONSTABLES

Lance Frerich	Precinct No. 1
Clifford Bagwell	Precinct No. 2
Kirk Delgado	Precinct No. 3
Esquiel Ortiz	Precinct No. 4

OTHER OFFICIALS

Raynaldo Gonzales	Road & Bridge Administrator
Matt Bochat	Extension Agent
Ron Fritz	Community Affairs
Bill Wilson	Adult Probation Director
Marla Ruvalcaba	Juvenile Probation Director
Anna Simo	BCAA Executive Director

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FINANCIAL SECTION

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SINGLETON, CLARK
& COMPANY, PC CERTIFIED PUBLIC ACCOUNTANTS

9442 Capital of Texas Highway North
Arboretum Plaza One, Suite 500
Austin, Texas 78759
[Ph] 512.310.5600
www.singletonclark.com

INDEPENDENT AUDITORS' REPORT

Honorable County Judge and Members of Commissioners' Court
Bee County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, proprietary activities, each major fund, and the aggregate remaining fund information of Bee County, Texas (the "County") as of and for the year ended September 30, 2013, 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 statements 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 entity'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 entity'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 estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, proprietary activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis section and schedule of funding progress 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 no 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 the County's basic financial statements. The introduction section, combining and individual fund financial statements and supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and supplemental schedules 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements are fairly stated, in all material respects, in relation to the basic 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.

Singleton, Clark & Company, PC

Singleton, Clark & Company, P.C.
Austin, Texas

April 11, 2014

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As management of the Bee County, Texas, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

• The assets of Bee County, Texas exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by $43,588,730 (*net position*). Of this amount, $4,005,525 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.

• Bee County, Texas's total net position increased by $254,115 as a result of current operations. However, a prior period adjustment to capital assets to properly state the estimated value of the County's roads reduced net position by $6,386,339.

• At the close of the current fiscal year, the Bee County, Texas's governmental funds reported combined fund balances of $9,753,161, an increase of $1,518,054 in comparison with the prior year. In addition, a prior period adjustment increased fund balances by $479,286. Approximately 39.3% of this amount, or $3,839,094 is available for spending at the government's discretion (*unassigned fund balance)*.

• At the end of the current fiscal year, unrestricted fund balance (the total of the *committed, assigned,* and *unassigned* components of *fund balance*) for the general fund was $3,839,094, or approximately 48.1% of total general fund expenditures.

Overview of the Financial Statements

The discussion and analysis provided here is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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

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

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, public works, judicial, public facilities, health and welfare, highways and streets, culture and recreation, and conservation and development.

The government-wide financial statements can be found on pages 12-13 of this report.

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

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing 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 financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The County maintains forty-five 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, the healthcare fund I, the healthcare fund II and the headstart fund, which are considered to be major funds. Data from the other forty one governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The County adopts an annual appropriated budget for its general fund, healthcare fund I, healthcare fund II, headstart fund, district clerk records management fund, county clerk records management fund, hava/election fund, courthouse security fund, road & bridge fund, special road tax fund, farm to market lateral road fund, county records management fund, district attorney fund, abandoned vehicle fund, law library fund, victims assistance fund, county attorney check collection fund, and debt service fund. A budgetary comparison statement has been provided for the general fund, healthcare fund I, healthcare fund II, and headstart fund to demonstrate compliance with this budget. The remaining funds have budgetary comparison schedules presented.

The basic governmental fund financial statements can be found on pages 14-23 of this report.

Proprietary Funds. The County has the option of maintaining two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County is not currently utilizing an enterprise fund. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among a County's functions. The County is currently utilizing two internal service funds. Because the services provided by internal service funds predominantly benefit governmental rather than business-type functions, they are usually included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the group insurance service and fuel service funds.

The basic proprietary fund financial statements can be found on pages 24-26 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements 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 maintains one type of fiduciary fund. The *Agency Fund* reports resources held by the County in a custodial capacity for individuals, private organizations and other governments.

The fiduciary fund financial statements can be found on page 27 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire 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 28-51 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 52 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions.

Combining and individual fund statements and schedules can be found on pages 53-70 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government's financial health. In the case of the Bee County, Texas, assets exceeded liabilities by $43,588,730 at the close of the most recent fiscal year.

Bee County, Texas's Net Position

	Governmental Activities 2013	Governmental Activities 2012	Change
Current & other assets	$ 25,009,397	$ 23,882,536	$ 1,126,861
Capital assets	39,473,325	48,052,138	(8,578,813)
Total assets	$ 64,482,722	$ 71,934,674	$ (7,451,952)
Current liabilities	$ 997,757	$ 1,075,807	$ (78,050)
Long-term liabilities	6,563,191	6,980,163	(416,972)
Deferred inflows	13,333,044	14,157,750	(824,706)
Total liabilities and deferred inflows	20,893,992	22,213,720	(1,319,728)
Net Position			
Net investment in capital assets	33,193,325	41,322,138	(8,128,813)
Restricted	6,389,880	4,623,771	1,766,109
Unrestricted	4,005,525	3,775,045	230,480
Total net position	$ 43,588,730	$ 49,720,954	$ (6,132,224)

By far, the largest portion of the County's net position (76.1%) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position (14.7%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of $4,005,525 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors. At the end of the current fiscal year, the County is able to report positive balances in all reported categories of net position for governmental activities. The same situation held true for the prior fiscal year.

The County's overall net position decreased by $6,132,224 from the prior fiscal year. The reasons for this overall decrease are discussed in the following sections for governmental activities.

Governmental Activities. During the current fiscal year, net position for governmental activities decreased $6,132,224 from the prior fiscal year for an ending balance of $43,588,730. While the current recession certainly had an impact on the Bee County, Texas, management was able to take various actions delaying certain nonrecurring expenses and reducing expenses related to non-essential ongoing programs that neutralized its effect on governmental activities. The decrease in the overall net position of governmental activities is the result of a prior period adjustment to correctly state capital asset roads.

Bee County, Texas's Changes in Net Position

	Governmental Activities 2013	Governmental Activities 2012	Change
Revenues:			
Program Revenues:			
Charges for services	$ 2,154,937	$ 2,186,201	$ (31,264)
Operating grants & contributions	6,614,801	6,101,666	513,135
General Revenues:			
Property taxes	5,254,944	7,681,657	(2,426,713)
Other taxes	2,150,977	26,481	2,124,496
Other	3,538,037	3,103,642	434,395
Total revenue	19,713,696	19,099,647	614,049
Expenses:			
General government	3,023,152	2,263,801	759,351
Public safety	4,213,093	3,676,394	536,699
Public works	1,102,510	904,515	197,995
Judicial	1,569,256	1,550,319	18,937
Public facilities	930,165	399,157	531,008
Health and welfare	410,416	6,649,993	(6,239,577)
Highways and streets	7,712,280	1,603,858	6,108,422
Culture and recreation	214,976	65,795	149,181
Conservation and development	75,494	197,846	(122,352)
Interest on long-term debt	208,239	412,700	(204,461)
Total expenses	19,459,581	17,724,378	1,735,203
Increase (decrease) in net position	254,115	1,375,269	(1,121,154)
Net position - beginning	49,720,954	48,338,201	1,382,753
Prior period adjustment	(6,386,339)	7,484	(6,393,823)
Net position - ending	$ 43,588,730	$ 49,720,954	$ (6,132,224)

Financial Analysis of Governmental Funds

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

Governmental Funds. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the County itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Commissioner's.

At September 30, 2013, the County's governmental funds reported combined fund balances of $9,753,161, an increase of $1,997,340, of which $479,286 was a prior period adjustment, in comparison with the prior year. Approximately 39.3% of this amount ($3,839,094) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned* to indicate that it is 1) not in spendable form ($0), 2) legally required to be maintained intact ($0), 3) restricted for particular purposes ($5,904,622), 4) committed for particular purposes ($9,445), or 5) assigned for particular purposes ($0).

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was $3,839,094, while total fund balance decreased to $3,839,094. 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 general fund expenditures. Unassigned fund balance represents approximately 48.1 percent of total general fund expenditures, while total fund balance represents approximately 48.1 percent of that same amount.

The fund balance of the County's general fund increased by $314,640 during the current fiscal year. In addition, the general fund had a prior period adjustment of $440,530. As discussed earlier in connection with governmental activities, the increase was due to a prior period adjustment to accrue 60 days of sales and mixed drink taxes and additional revenue sources that were not budgeted for exceeding expenditures.

The Healthcare Fund I, a major fund, had a $505,438 increase in fund balance during the current fiscal year which put the overall fund balance of $4,251,674. The fund reports a restricted fund balance of $4,251,674 for use in health and welfare services.

The large increase in fund balance was caused mainly by the payment of the lease by the hospital and very little expenditures.

The Healthcare Fund II, a major fund, had a $97,335 decrease in fund balance during the current fiscal year and a prior period adjustment of $11,059 which put the overall fund balance of $2,878. The fund reports a restricted fund balance of $2,878 for use in health and welfare services.

The large decrease in fund balance was caused mainly by the expenditures exceeding the lease payment revenue.

The Headstart Fund, the remaining major governmental fund, had an increase in fund balance during the current year of $159,312 and a prior adjustment of ($22,495) to bring the year end fund balance to $17,465. The increase was due to grant revenues not being presented correctly in the prior year.

Proprietary Funds. The Bee County, Texas's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Restricted net position of the Group Insurance Service at the end of the year was $541,408 and unrestricted net position for Fuel Service was $90,377 The total growth in net position for both funds was $99,873 and $6,704, respectively. As noted earlier in the discussion of proprietary activities, the increase for the Group Health Insurance was due to claims being less than premiums and the increase in fuel service was due to fuel used by other entities.

General Fund Budgetary Highlights

Original budget compared to final budget. During the year there was no need for any significant amendments to increase either the original estimated revenues or original budgeted appropriations. However, there was a need to make an amendment to reallocate appropriations among departments when it became clearer which departments would actually be charged for certain employee benefits such as pensions and other postemployment benefits. Generally, the movement of the appropriations between departments was *not* significant. The exception was the appropriation for the non-departmental department in the general government function which was increased by $81,038, the correctional facilities department in the public safety function which was increased by $38,392, the public assistance department in the health and welfare function which was increased by $37,323, and the capital outlay function increased by $343,196.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental as of September 30, 2013, amounts to $39,473,325 (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery, equipment, vehicles, roads, highways, and bridges. The total decrease in capital assets for the current fiscal year was approximately 17.8%.

Bee County, Texas's Capital Assets

	Governmental Activities 2013	Governmental Activities 2012	Change
Land	$ 292,638	$ 292,638	$ -
Buildings	35,166,919	35,114,218	52,701
Furniture and Equipment	6,601,094	6,394,018	207,076
Infrastructure	25,062,147	30,298,837	(5,236,690)
Total	67,122,798	72,099,711	(4,976,913)
Less Accumulated Depreciation	(27,649,473)	(24,047,573)	(3,601,900)
Capital assets, net of depreciation	$ 39,473,325	$ 48,052,138	$ (8,578,813)

Additional information on the Bee County, Texas's capital assets can be found in Note IV.D on page 41 of this report.

Long-term Debt. At the end of the current fiscal year, the County had total bonded debt outstanding of $6,563,191. Of this amount, $6,280,000 is debt backed by the full faith and credit of the government. The remainder of the Bee County, Texas long-term obligations comprises compensated absences.

Bee County, Texas Outstanding Debt

	Governmental Activities 2013	Governmental Activities 2012	Change
General Obligation Bonds	$ 6,280,000	$ 6,330,000	$ (50,000)
Certificates of Obligation Bonds	-	400,000	(400,000)
Compensated absences	283,191	250,163	33,028
Total	$ 6,563,191	$ 6,980,163	$ (416,972)

The County's total debt decreased by $416,972, (5.9 percent) during the current fiscal year. The reason for the decrease was due to the regularly scheduled principal reductions on the existing outstanding debt.

The County maintains both a "AA" rating from Standard & Poor's and Fitch Ratings and a "AA" rating from Moody's Investors Service for general obligation debt.

Additional information on the County's long-term debt can be found in Note IV.L on pages 47-49 of this report.

Economic Factors and Next Year's Budgets and Rates

The following economic factors currently affect the County and were considered in developing the 2013-2014 fiscal year budget.

• A property tax rate decrease of 7.6% to counteract increases in property values which increased the revenue by 11.9%.

• Increases in the taxable assessed value as a percentage of estimated actual value and resulting increases in property assessments will continue to affect the County real property tax base.

• Increases in housing prices and sales are expected to continue throughout the fiscal year, further straining mortgage tax revenues and assessed values.

• Interest rates are expected to remain at record low levels throughout fiscal year 2013-2014.

• Departmental budget reductions were implemented for a few departments and a human resources department was added.

Requests for Information

This financial report is designed to provide a general overview of the finances of Bee County, Texas 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 financial information should be addressed to the County Auditor's Office, 111 N. St. Mary's St., Suite 101, Beeville, Texas, 78102.

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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EXHIBIT A-1

BEE COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2013

	Primary Government Governmental Activities
ASSETS	
Cash and cash equivalents	$ 9,802,622
Taxes receivable - delinquent	328,863
Allowance for uncollectible taxes	(32,887)
Accounts receivable, net	14,136,942
Intergovernmental receivable	709,785
Inventories	30,547
Prepaid items	33,525
Capital assets, not being depreciated:	
Land	292,638
Capital assets, being depreciated:	
Buildings and improvements	35,166,919
Machinery, equipment, and vehicles	6,601,094
Infrastructure	25,062,147
Accumulated depreciation	(27,649,473)
Total Assets	64,482,722
LIABILITIES	
Accounts payable	625,003
Accrued salaries and benefits	172,062
Claims payable	45,600
Intergovernmental payable	1,543
Accrued interest payable	21,358
Unearned revenue	79,203
Other current liabilities	19,574
Customer deposits	33,414
Noncurrent liabilities:	
Due within one year	455,000
Due in more than one year	6,108,191
Total Liabilities	7,560,948
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of lease receivable	13,333,044
Total Deferred Inflows of Resources	13,333,044
NET POSITION	
Net investment in capital assets	33,193,325
Restricted for health and welfare	4,777,966
Restricted for debt service	270,307
Restricted for public safety	150,319
Restricted for road/capital projects	766,429
Restricted for specific purposes	424,859
Unrestricted	4,005,525
Total Net Position	$ 43,588,730

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

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BEE COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2013

Functions/Programs:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Primary Government Governmental Activities
Primary Government:				
Governmental activities:				
General government	$ 3,023,152	$ 1,745,917	$ 1,042,928	$ (234,307)
Public safety	4,213,093	228,027	1,488,029	(2,497,037)
Judicial	1,569,256	133,774	389,397	(1,046,085)
Highway and streets	930,165	-	554,248	(375,917)
Public facilities	410,416	-	552,061	141,645
Public works	1,102,510	-	-	(1,102,510)
Health and welfare	7,712,280	-	144,955	(7,567,325)
Culture and recreation	214,976	47,219	2,416,519	2,248,762
Conservation and development	75,494	-	-	(75,494)
Interest	208,239	-	26,664	(181,575)
Total primary government	$ 19,459,581	$ 2,154,937	$ 6,614,801	(10,689,843)

General Revenues:	
Property taxes	5,254,944
General sales and use taxes	2,119,813
Selective sales and use taxes	31,164
Investment earnings	116,938
Gain (Loss) on sale of capital assets	(5,470)
Miscellaneous	3,426,569
Total general revenues	10,943,958
Change in Net Position	254,115
Net Position -- Beginning	49,720,954
Prior Period Adjustment	(6,386,339)
Net Position -- Ending	$ 43,588,730

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

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FUND BASIS FINANCIAL STATEMENTS

BEE COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013

	General Fund	Healthcare Fund I	Healthcare Fund II
ASSETS			
Cash and cash equivalents	$ 3,363,459	$ 4,245,674	$ 67,463
Taxes receivable - delinquent	246,581	-	-
Allowance for uncollectible delinquent taxes	(24,658)	-	-
Accounts receivable	564,731	5,934,547	7,404,497
Intergovernmental receivable	22,439	-	-
Due from other funds	397,015	-	-
Prepaid items	31,944	-	-
Total Assets	$ 4,601,511	$ 10,180,221	$ 7,471,960
LIABILITIES			
Accounts payable	$ 331,182	$ -	$ 64,585
Accrued liabilities	92,858	-	-
Intergovernmental payable	1,543	-	-
Due to other funds	42,292	-	-
Unearned revenue	600	-	-
Other current liabilities	19,574	-	-
Customer deposits	33,414	-	-
Total Liabilities	521,463	-	64,585
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	240,954	-	-
Deferred inflows of lease receivable	-	5,928,547	7,404,497
Total deferred inflows of resources	240,954	5,928,547	7,404,497
FUND BALANCES (DEFICITS)			
Restricted:			
Fund balance - restricted for health and welfare	-	4,251,674	2,878
Fund balance - restricted for debt service	-	-	-
Fund balance - restricted for public safety	-	-	-
Fund balance - restricted for road/capital projects	-	-	-
Fund balance - restricted for specific purpose	-	-	-
Committed:			
Fund balance - committed for elections	-	-	-
Unassigned	3,839,094	-	-
Total Fund Balances	3,839,094	4,251,674	2,878
Total liabilities, deferred inflows, and fund balances	$ 4,601,511	$ 10,180,221	$ 7,471,960

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

Headstart	Total Nonmajor Funds	Total Governmental Funds
$ 23,409	$ 1,574,487	$ 9,274,492
-	82,282	328,863
-	(8,229)	(32,887)
-	120,360	14,024,135
220,905	466,441	709,785
-	16,758	413,773
-	1,581	33,525
$ 244,314	$ 2,253,680	$ 24,751,686
$ 100,908	$ 108,695	$ 605,370
40,201	39,003	172,062
-	-	1,543
85,740	311,275	439,307
-	78,603	79,203
-	-	19,574
-	-	33,414
226,849	537,576	1,350,473
-	74,054	315,008
-	-	13,333,044
-	74,054	13,648,052
17,465	64,414	4,336,431
-	226,584	226,584
-	150,319	150,319
-	766,429	766,429
-	424,859	424,859
-	9,445	9,445
	-	3,839,094
17,465	1,642,050	9,753,161
$ 244,314	$ 2,253,680	$ 24,751,686

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BEE COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2013

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

Total fund balances - governmental funds	$ 9,753,161
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	39,473,325
An Internal Service Fund is used by management to charge the costs of health insurance and fuel to individual funds. The assets and liabilities of the Internal Service Fund are included in the governmental activities in the statement of net position.	631,785
Other long-term assets, such as uncollected property taxes, are not available to pay for and, therefore, are reported as unavailable revenue in the funds.	315,008
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(6,584,549)
Net position of governmental activities	$ 43,588,730

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

BEE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	General Fund	Healthcare Fund I	Healthcare Fund II
REVENUES			
Property taxes	$ 3,904,252	$ -	$ -
General sales and use taxes	2,119,813	-	-
Selective sales and use taxes	31,164	-	-
Penalties and interest on taxes	65,751	-	-
Licenses and permits	4,074	-	-
Intergovernmental revenues	394,572	-	-
Charges for services	895,811	-	-
Fines	266,897	-	-
Investment earnings	45,187	49,860	1,769
Rents and royalties	542,332	-	-
Miscellaneous revenue	388,283	462,052	439,043
Total revenues	8,658,136	511,912	440,812
EXPENDITURES			
Current:			
General government	2,064,570	-	-
Public safety	3,225,678	-	-
Judicial	1,338,197	-	-
Highway and streets	-	-	-
Public facilities	351,661	-	-
Public works	183,937	-	-
Health and welfare	197,100	-	538,147
Culture and recreation	184,200	-	-
Conservation and development	64,686	-	-
Debt service:			
Bond principal	-	-	-
Interest - bonds	-	-	-
Interest - other debt	-	-	-
Capital outlay	363,730	6,474	-
Total expenditures	7,973,759	6,474	538,147
Excess (deficiency) of rev. over expenditures	684,377	505,438	(97,335)
OTHER FINANCING SOURCES (USES)			
Transfers in	58,884	-	-
Transfers out	(444,732)	-	-
Sale of general capital assets	1,385	-	-
Insurance recoveries	14,726	-	-
Total Other Financing Sources (Uses)	(369,737)	-	-
Net Change in Fund Balance	314,640	505,438	(97,335)
Fund Balance - Beginning	3,083,924	3,746,236	111,272
Prior Period Adjustment	440,530	-	(11,059)
Fund Balance - Ending	$ 3,839,094	$ 4,251,674	$ 2,878

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

Headstart	Total Nonmajor Funds	Total Governmental Funds
$ -	$ 1,315,634	$ 5,219,886
-	-	2,119,813
-	-	31,164
-	22,249	88,000
-	684,171	688,245
3,124,989	3,095,240	6,614,801
-	131,676	1,027,487
-	122,046	388,943
-	15,685	112,501
-	-	542,332
3,468	412,052	1,704,898
3,128,457	5,798,753	18,538,070
-	465,567	2,530,137
-	384,269	3,609,947
-	6,405	1,344,602
-	1,339,295	1,339,295
-	-	351,661
-	760,738	944,675
2,996,399	1,946,613	5,678,259
-	-	184,200
-	-	64,686
-	450,000	450,000
-	183,981	183,981
-	2,900	2,900
-	81,594	451,798
2,996,399	5,621,362	17,136,141
132,058	177,391	1,401,929
27,254	1,094,341	1,180,479
-	(703,447)	(1,148,179)
-	67,714	69,099
-	-	14,726
27,254	458,608	116,125
159,312	635,999	1,518,054
(119,352)	933,741	7,755,821
(22,495)	72,310	479,286
$ 17,465	$ 1,642,050	$ 9,753,161

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BEE COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED SEPTEMBER 30, 2013

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

Net change in fund balances - total governmental funds	$	1,518,054
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. This is the amount by which capital outlays exceeded depreciation expense in the current period.		(1,623,893)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(52,942)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to decrease net position.		(89,295)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		450,000
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		(54,386)
Internal service funds are used by management to charge the costs of certain activities, such as health insurance and fuel service, to individual funds. The net revenue of certain Internal service funds is reported with governmental activities.		106,577
Change in net position of governmental activities	$	254,115

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

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BEE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Property taxes	$ 3,919,082	$ 3,919,082	$ 3,904,252	$ (14,830)
General sales and use taxes	1,600,000	1,600,000	2,119,813	519,813
Selective sales and use taxes	28,000	28,000	31,164	3,164
Penalties and interest on taxes	50,000	50,000	65,751	15,751
Licenses and permits	4,000	4,000	4,074	74
Intergovernmental revenues	188,114	188,114	394,572	206,458
Charges for services	842,050	842,050	895,811	53,761
Fines	184,000	184,000	266,897	82,897
Investment earnings	49,000	49,000	45,187	(3,813)
Rents and royalties	614,202	614,202	542,332	(71,870)
Miscellaneous revenue	228,828	233,045	388,283	155,238
Total revenues	7,707,276	7,711,493	8,658,136	946,643
EXPENDITURES				
Current:				
General government	2,003,650	2,121,394	2,064,570	56,824
Public safety	3,060,983	3,113,077	3,225,678	(112,601)
Judicial	1,382,180	1,406,275	1,338,197	68,078
Public facilities	342,682	368,445	351,661	16,784
Public works	167,972	170,393	183,937	(13,544)
Health and welfare	152,465	190,088	197,100	(7,012)
Culture and recreation	168,173	168,245	184,200	(15,955)
Conservation and development	77,411	80,599	64,686	15,913
Capital outlay	138,200	481,396	363,730	117,666
Total Expenditures	7,493,716	8,099,912	7,973,759	126,153
Excess (deficiency) of revenues over expenditures	213,560	(388,419)	684,377	1,072,796
OTHER FINANCING SOURCES (USES)				
Transfers in	59,000	59,000	58,884	(116)
Transfers out	(297,567)	(309,706)	(444,732)	(135,026)
Sale of general capital assets	5,000	5,000	1,385	(3,615)
Insurance recoveries	20,000	20,000	14,726	(5,274)
Total Other Financing Sources (Uses)	(213,567)	(225,706)	(369,737)	(144,031)
Net Change in Fund Balances	(7)	(614,125)	314,640	928,765
Fund balance - beginning	3,083,924	3,083,924	3,083,924	-
Prior period adjustment	-	-	440,530	440,530
Fund balance - ending	$ 3,083,917	$ 2,469,799	$ 3,839,094	$ 1,369,295

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

BEE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – HEALTHCARE FUND I
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Investment earnings	$ 60,000	$ 60,000	$ 49,860	$ (10,140)
Miscellaneous revenue	456,067	456,067	462,052	5,985
Total revenues	516,067	516,067	511,912	(4,155)
EXPENDITURES				
Current:				
Capital outlay	848,690	848,690	6,474	842,216
Total Expenditures	848,690	848,690	6,474	842,216
Net Change in Fund Balances	(332,623)	(332,623)	505,438	838,061
Fund balance - beginning	3,746,236	3,746,236	3,746,236	-
Fund balance - ending	$ 3,413,613	$ 3,413,613	$ 4,251,674	$ 838,061

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

BEE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – HALTHCARE FUND II
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Investment earnings	$ 4,698	$ 4,698	$ 1,769	$ (2,929)
Miscellaneous revenue	474,100	474,100	439,043	(35,057)
Total revenues	478,798	478,798	440,812	(37,986)
EXPENDITURES				
Current:				
Health and welfare	478,798	504,452	538,147	(33,695)
Total Expenditures	478,798	504,452	538,147	(33,695)
Net Change in Fund Balances	-	(25,654)	(97,335)	(71,681)
Fund balance - beginning	111,272	111,272	111,272	-
Prior period adjustment	-	-	(11,059)	(11,059)
Fund balance - ending	$ 111,272	$ 85,618	$ 2,878	$ (82,740)

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

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BEE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – HEADSTART FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental revenues	$ 3,037,748	$ 3,037,748	$ 3,124,989	$ 87,241
Miscellaneous revenue	-	-	3,468	3,468
Total revenues	3,037,748	3,037,748	3,128,457	90,709
EXPENDITURES				
Current:				
Health and welfare	3,037,748	3,037,748	2,996,399	41,349
Total Expenditures	3,037,748	3,037,748	2,996,399	41,349
Excess (deficiency) of revenues over expenditures	-	-	132,058	132,058
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	27,254	27,254
Total Other Financing Sources (Uses)	-	-	27,254	27,254
Net Change in Fund Balances	-	-	159,312	159,312
Fund balance - beginning	(119,352)	(119,352)	(119,352)	-
Prior period adjustment	-	-	(22,495)	(22,495)
Fund balance - ending	$ (119,352)	$ (119,352)	$ 17,465	$ 136,817

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

BEE COUNTY, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2013

	Governmental Activities		
	Group Insurance Service	Fuel Service	Total Internal Service Funds
ASSETS			
Current Assets:			
Cash and cash equivalents	$ 495,374	$ 32,756	$ 528,130
Accounts receivable, net	91,634	-	91,634
Intergovernmental receivable	-	21,173	21,173
Due from other funds	-	25,534	25,534
Inventories	-	30,547	30,547
Total assets	587,008	110,010	697,018
LIABILITIES			
Accounts payable	-	19,633	19,633
Claims payable	45,600	-	45,600
Total current liabilities	45,600	19,633	65,233
NET POSITION			
Restricted for health and welfare	541,408	-	541,408
Unrestricted	-	90,377	90,377
Total net position	$ 541,408	$ 90,377	$ 631,785

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

BEE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Governmental Activities		
	Group Insurance Service	Fuel Service	Total Internal Service Funds
Operating revenues:			
Charges for services:			
Charges for services	$ -	$ 15,534	$ 15,534
Employer/employee contributions	1,203,550	-	1,203,550
Miscellaneous revenue	9,818	699	10,517
Total operating revenues	1,213,368	16,233	1,229,601
Operating expenses:			
Other purchased services	1,085,304	9,857	1,095,161
Total operating expenses	1,085,304	9,857	1,095,161
Operating income (loss)	128,064	6,376	134,440
Nonoperating revenues (expenses)			
Investment earnings	4,109	328	4,437
Total nonoperating revenues (expenses)	4,109	328	4,437
Income before transfers in (out)	132,173	6,704	138,877
Transfers out	(32,300)	-	(32,300)
Change in net position	99,873	6,704	106,577
Net position-beginning	441,535	83,673	525,208
Net position-ending	$ 541,408	$ 90,377	$ 631,785

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

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BEE COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Governmental Activities		
	Group Insurance Service	Fuel Service	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from user charges	$ 1,121,734	$ 18,750	$ 1,140,484
Payments to suppliers and service providers	45,600	(14,981)	30,619
Payments for other operating expenses	(1,085,304)	(42,618)	(1,127,922)
Net cash provided by (used for) operating activities	82,030	(38,849)	43,181
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from other funds	(32,300)	-	(32,300)
Net cash provided by (used for) capital and financing activities	(32,300)	-	(32,300)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	4,109	328	4,437
Net cash provided by investing activities	4,109	328	4,437
Net increase (decrease) in cash and cash equivalents	53,839	(38,521)	15,318
Cash and cash equivalents-beginning	441,535	71,277	512,812
Cash and cash equivalents-ending	$ 495,374	$ 32,756	$ 528,130
Reconciliation of operating income (loss) to net cash provided (used for) operating activities:			
Operating income (loss)	$ 128,064	$ 6,376	$ 134,440
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
(Increase) decrease in accounts receivable	(91,634)	2,517	(89,117)
(Increase) decrease in due from other funds	-	(25,534)	(25,534)
(Increase) decrease in inventories	-	(8,316)	(8,316)
(Decrease) increase in accounts payable	-	(6,665)	(6,665)
(Decrease) increase in other liabilities	45,600	(7,227)	38,373
Total adjustments	(46,034)	(45,225)	(91,259)
Net cash provided by (used for) operating activities	$ 82,030	$ (38,849)	$ 43,181

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

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BEE COUNTY, TEXAS
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2013

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 2,711,498
Total assets	$ 2,711,498
LIABILITIES	
Due to others	$ 2,711,498
Total liabilities	$ 2,711,498

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

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NOTES TO THE FINANCIAL STATEMENTS

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I. Summary of significant accounting policies

A. Description of government-wide financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

B. Reporting entity

Bee County, Texas (government) is a county corporation governed by an elected county judge and four-member governing court (court) that was organized in 1858. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. The government did not have any discretely presented component units during the year.

Blended component unit. The Bee County Community Action Agency is a blended component unit of Bee County. It was created to provide service to individuals and families of low income, included but not limited to, assistance to elderly and disabled adults, rural transportation, home improvements and weatherization and educational services for children. The agency is operated under the supervision of the County Commissioners. The Board of Directors consist of the members of the Commissioners and appointed positions and in the event of dissolution, net position, if any after reversion back to the granting agency, would revert to the County.

C. Basis of presentation – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of presentation – fund financial statements

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The government reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The *healthcare I fund* is a special revenue fund used to account for the initial hospital renovations. The revenue stems from hospital lease payments established by a 28 year amortization schedule with a 6% interest rate.

The *healthcare II fund* is a special revenue fund used to account for the additional facility expansion costs. The revenue stems from hospital lease payments established by a 28 year amortization schedule with a 6% interest rate.

The *headstart fund* is a special revenue fund used to account for education expenditures for lower income children. The revenue source is from federal grant 93.600 Headstart.

Additionally, the government reports the following fund types:

The *capital projects fund* accounts for the acquisition and construction of the government's major capital facilities, other than those financed by proprietary funds.

The *debt service fund* is used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on long-term obligations of governmental funds.

The *agency fund* accounts for assets held by the County on behalf of individuals and other governments. Agency funds are custodial in nature (assets equal liabilities) and do no involve measurement of results of operations.

The government reports the following proprietary funds:

The *group insurance service fund* accounts for and finances the County's uninsured risks of loss from workers compensation coverage, general liability, and group health insurance. Revenues are derived from County contributions, employee and retiree/cobra premiums, investment income, and premiums from some external entities. Expenses are for benefits, claims and administrative expenses.

The f*uel service fund* accounts for and finances the County's fuel purchases. Revenues are derived from County departments and from some external entities. Expenses are for fuel expenses.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds or advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement focus and basis of accounting

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. 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.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Proprietary, pension and other postemployment benefit trust, and private-purpose trust funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Agency funds have no measurement focus but utilize the *accrual basis of accounting* for reporting its assets and liabilities.

F. Budgetary information

1. Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, district clerk records management, county clerk records management, hava/election fund, courthouse security fund, road and bridge fund, special road tax fund, farm to market & lateral road fund, county records management fund, district attorney fund, abandoned vehicle fund, law library fund, victims assistance program, county attorney hot check collection, and debt service fund. Other special revenue funds and the permanent fund do not have appropriated budgets since other means control the use of these resources (e.g., grant awards and endowment requirements) and sometimes span a period of more than one fiscal year.

The appropriated budget is prepared by fund and department. The government's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the court. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

2. Excess of expenditures over appropriations

For the year ended September 30, 2013, expenditures exceeded appropriations within the health and welfare function of the healthcare fund II by $33,695, general government function of the district clerk records management fund by $441, county clerk, payroll, IT, and county attorney departments within the general government function of the general fund by $161, $1,199, $12,431, and $2,063, respectively, 911 addressing, sheriff, and correctional facilities departments within the public safety function of the general fund by $459, $21,068, and $126,385, respectively, waste management department within the public works function of the general fund by $13,544, justice of the peace 1, justice of the peace 3, and justice of the peace 4 departments within the judicial function of the general fund by $76, $91, and $293, respectively, public assistance department within the health and welfare function of the general fund by $10,816, Bee County coliseum department within the culture and recreation function of the general fund by $15,955 and transfers out line item of the general fund by $$135,026.

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash and cash equivalents

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

2. ***Investments***

Investments for the government are reported at fair value (generally based on quoted market prices) except for positions in Local Government Investment Pools (TexPool) when applicable. In accordance with state law, these investment pools operate in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Accordingly, the pools qualify as 2a7-like pools and are reported at the net position value per share (which approximates fair value) even though it is calculated using the amortized cost method. The pools are subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

3. Inventories and prepaid items

Inventories are valued at cost during the first-in/first-out (FIFO) method and consist of expendable fuel. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

4. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life of more than one year. For infrastructure assets the same estimated minimum useful life is used (in excess of one year), but only those infrastructure projects that cost more than $50,000 are reported as capital assets.

As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Capital asset classes	Lives
Buildings	40
Machinery and equipment	07-15
Vehicles	6
Improvements	20
Infrastructure	20

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 government currently does not have any financial transactions 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 government currently has only two types of this item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, one item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Accordingly, a second item, *deferred inflows of lease receivable*, is reported in the governmental funds and government-wide balance sheet for the hospital lease. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Net position flow assumption

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

7. Fund balance flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

8. Fund balance policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The governing court is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The court has by resolution authorized the County Judge to assign fund balance. The court may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

H. Revenues and expenditures/expenses

1. Program revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property taxes

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The County levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the year following the October 1 levy date. The assessed value of the property tax roll of January 1, 2012, upon which the levy for the 2012-2013 fiscal year was based, was $1,155,656,554. Taxes are delinquent if not paid by February 1st of the following calendar year. Delinquent taxes are subject to both penalty and interest charges plus 15% delinquent collection fees for attorney costs.

The tax rates assessed for the year ended September 30, 2013, to finance General Fund, Road & Bridge, Lateral Road and Debt Service Fund operations were $0.34576, $0.05521, $0.00461 and $0.05452, respectively, for a total tax rate of $.4601 per $100 valuation. The total tax levy for the General Fund, Road & Bridge, Lateral Road and Debt Service Fund for the 2012-2013 fiscal year was $5,317,927. Tax collections, including collections of prior year delinquent balances, for the year ended September 30, 2013, were 98.6% of the year end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates for the year of the levy. Allowances for uncollectible taxes within the General, Road & Bridge, Lateral Road and Debt Service Funds are based on historical experience in collecting taxes.

3. Compensated absences

Vacation

The government’s policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

The county’s policy for vacation leave allows for 10 working days of vacation leave. Vacation leave accumulates up to 160 hours then is lost. However, any unused vacation days up to 10 days per year is paid to an employee upon separation from service. Compensatory time is granted at the rate of one and one-half hour time off for every hour overtime worked and can be carried forward indefinitely.

Sick Leave

Accumulated sick leave lapses when employees leave the employment of the government and, upon separation from service, no monetary obligation exists.

4. Proprietary funds operating and nonoperating revenues and expenses

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

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government- wide statement of net position. Items shown in summary form on that reconciliation are provided in detail below.

One element of that reconciliation explains that "capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds." The details of this amount are as follows:

Capital assets not being depreciated:	
Land	$ 292,638
Capital assets, being depreciated	
Buildings and improvements	35,166,919
Machinery, equipment, and vehicles	6,601,094
Infrastructure	25,062,147
Accumulated depreciation	(27,649,473)
Net adjustment to increase fund balance - total governmental funds to arrive at net position - governmental activities	$ 39,473,325

Another element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this amount are as follows:

Bonds payable	$ (6,280,000)
Compensated absences	(283,191)
Accrued interest payable	(21,358)
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	$ (6,584,549)

B. 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. Items shown in summary form on that reconciliation are provided in detail below.

One element of that reconciliation explains that "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. This is the amount by which depreciation expense exceeded capital outlay in the current period." The details of this amount are as follows:

Capital outlay	$ 1,024,269
Depreciation expense	(2,648,162)
Net adjustment to decrease net changes in fund balance - total governmental funds to arrive at changes in net position of governmental activities	$ (1,623,893)

Another element of that reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase net position." The details of this amount are as follows:

In the statement of activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold.	$ (89,295)
Net adjustment to increase net changes in governmental funds to arrive at changes in net position of governmental activities	$ (89,295)

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statements of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items." The details of this amount are as follows:

Debt issued or incurred:		
Principal repayments:		
General obligation debt	$	450,000
Net adjustment to decrease changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	$	450,000

Another element of that reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this amount are as follows:

Detail of Expenses Reported in the Funds that do not Require the Use of Current Financial Resources:		
Change in compensated absences	$	(33,028)
Change in accrued interest on long-term debt		(21,358)
Net adjustment to increase changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	$	(54,386)

III. Stewardship, compliance and accountability

A. Violations of legal or contractual provisions

Note I.F.2, on the *Excess of expenditures over appropriations*, describes a budgetary violation that occurred for the year ended September 30, 2013.

B. Deficit fund equity

For the year ended September 30, 2013 there were no funds reported with deficit fund equity.

IV. Detailed notes on all activities and funds

A. Cash deposits with financial institutions

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of September 30, 2013, the government's bank balance was $7,421,827 and $7,171,827 of that amount was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging or financial institution's trust department or agent, but not in the government's name.

B. Investments

The State Treasurer's Investment Pool (Pool) operates in accordance with state law, which requires it to meet all of the requirements of Rule 2a-7 of the Securities and Exchange Commission. See note I.G.2, *Investments*, for a discussion of how the shares in the Pool are valued. The Pool has a credit rating of AAAm from Standard & Poor's Financial Services. Local government investment pools in this rating category meet the highest standards for credit quality, conservative investment policies, and safety of principal. The Pool invests in a high quality portfolio of debt securities investments legally permissible for municipalities and school districts in the state. The government utilizes a pooled investment concept for all its funds to maximize its investment program. Investment income from this internal pooling is allocated to the respective funds based upon the sources of funds invested. State statutes authorize the government to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. In addition, the County utilizes Robert W. Baird Investments which are allocated among different investments.

As of September 30, 2013, the government had the following investments:

	Maturity Time in Years			
Investment Type	Less than 1	1-5	6-10	More Than 10
Money Market Accounts	$ -	$ 792,694	$ -	$ -
Tax-Exempt Bonds	-	307,032	-	-
Taxable Bonds	-	4,479,184	-	-
Investment Pools	12,017	-	-	-
Total Investments	$ 12,017	$ 5,578,910	$ -	$ -

Interest rate risk. In accordance with its investment policy, the government manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than ten months.

Credit risk. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the government's policy to limit its investments in these investment types to the top rating issued by NRSROs. As of September 30, 2013, the government's investment in the State Treasurer's investment pool was rated AAAm by Standard & Poor's for TexPool Investment Pool.

Concentration of credit risk. The government's investment policy does not allow for an investment in any one issuer that is in excess of 5 percent of the government's total investments. This restriction however does not apply to government investment pools due to the low risk nature of this type of investment.

Custodial credit risk-investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

C. Receivables

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. Below is a detail of receivables for the major and nonmajor funds of both the governmental and proprietary funds of the government, including the applicable allowances for uncollectible accounts:

Governmental Funds:

Receivables	General Fund	Healthcare Fund I	Healthcare Fund II	Headsart	Nonmajor Governmental Funds
Property taxes	$ 246,581	$ -	$ -	$ -	$ 82,282
Accounts receivable	564,731	5,934,547	7,404,497	-	120,360
Intergovernmental receivable	22,439	-	-	220,905	466,441
Gross receivables	833,751	5,934,547	7,404,497	220,905	669,083
Less: Allowance for uncollectibles	(24,658)	-	-	-	(8,229)
Net receivables	$ 809,093	$ 5,934,547	$ 7,404,497	$ 220,905	$ 660,854

Proprietary Funds:

Receivables	Fuel Service	Total Proprietary Funds
Accounts receivable	$ 21,173	$ 21,173
Net receivables	$ 21,173	$ 21,173

Healthcare Fund I and Healthcare Fund II receivables are to be collected over the life of the lease and therefore will be not be collected in the next year.

D. Capital Assets

Capital assets activity for the year ended September 30, 2013, was as follows:

Governmental Activities:

	Balance 10/1/12	Increases	Decreases	Adjustments	Balance 9/30/13
Capital assets, not being depreciated:					
Land	$ 292,638	$ -	$ -	$ -	$ 292,638
Total capital assets, not being depreciated	292,638	-	-	-	292,638
Capital assets, being depreciated:					
Buildings and improvements	35,114,218	52,701	-	-	35,166,919
Machinery, equipment, and vehicles	6,394,018	296,371	(89,295)	-	6,601,094
Infrastructure	30,298,837	675,197	-	(5,911,887)	25,062,147
Total capital assets, being depreciated	71,807,073	1,024,269	(89,295)	(5,911,887)	66,830,160
Less accumulated depreciation for:					
Buildings and improvements	(9,424,698)	(916,766)	-	-	(10,341,464)
Machinery, equipment, and vehicles	(4,842,866)	(478,289)	83,186	-	(5,237,969)
Infrastructure	(9,780,009)	(1,253,107)	-	(1,036,924)	(12,070,040)
Total accumulated depreciation	(24,047,573)	(2,648,162)	83,186	(1,036,924)	(27,649,473)
Total capital assets being depreciated, net	47,759,500	(1,623,893)	(6,109)	(6,948,811)	39,180,687
Governmental activities capital assets, net	$ 48,052,138	$ (1,623,893)	$ (6,109)	$ (6,948,811)	$ 39,473,325

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

Governmental activities:

General government	$ 417,525
Public safety	595,716
Public works	155,891
Judicial	221,887
Highways and streets	221,011
Public facilities	58,031
Health and welfare	937,029
Culture and recreation	30,397
Conservation and development	10,675
Total depreciation expense - governmental activities	$ 2,648,162

E. Accrued liabilities

Accrued liabilities reported by governmental and proprietary funds at September 30, 2013, were as follows:

Governmental Funds:

	General Fund	Healthcare Fund II	Headstart	Nonmajor Governmental Funds	Total Governmental Funds
Accounts payable	$ 331,182	$ 64,585	$ 100,908	$ 108,695	$ 605,370
Accrued liabilities	92,858	-	40,201	39,003	172,062
Intergovermental payable	1,543	-	-	-	1,543
Other	19,574	-	-	-	19,574
Total accrued liabilities	$ 445,157	$ 64,585	$ 141,109	$ 147,698	$ 798,549

Proprietary Funds:

	Group Insurance Service	Fuel Service	Total Proprietary Funds
Accounts payable	$ -	$ 19,633	$ 19,633
Other	45,600	-	45,600
Total accrued liabilities	$ 45,600	$ 19,633	$ 65,233

F. Pension obligations

Texas County and District Retirement System (TCDRS)

Plan Description

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

The plan provisions are adopted by the governing body of the County, within the options available in the Texas state statutes governing TCDRS. Members can retire at age 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 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 amount contributed by their employer.

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

Funding Policy

The employer 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 employer is actuarially determined annually. The County contributed using the actuarially determined rate of 7.19% for the months of the accounting year in 2012 and 7.28% for the months of the accounting year in 2013.

The deposit rate payable by the employee members for calendar year 2013 is the rate of 7% as adopted by the governing body of the employer. For calendar year 2012, the employee deposit rate was 7%. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost

For the employer's accounting year ending September 30, 2013, the annual pension costs for the TCDRS plan for its employees was $439,488 and the actual contributions were $439,488.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 2010 and December 31, 2011, the basis for determining the contribution rate for calendar years 2012 and 2011. The December 31, 2012 actuarial valuation is the most recent valuation.

Valuation Date	12/31/2010	12/31/2011	12/31/2012
Actuarial Cost Method	entry age	entry age	entry age
Amortization Method	Level % of Payroll, closed	Level % of Payroll, closed	Level % of Payroll, closed
Amortization Period in years	20.0	20.0	20.0
Asset Valuation Method	SAF:10-year Smoothed Value ESF: Fund Value	SAF:10-year Smoothed Value ESF: Fund Value	SAF:10-year Smoothed Value ESF: Fund Value
Actuarial Assumptions:			
Investment Rate of Return*	8.00%	8.00%	8.00%
Projected Salary Increases*	5.40%	5.40%	5.40%
Inflation	3.5%	3.5%	3.5%
Cost of Living Adjustments	0.0%	0.0%	0.0%

* Includes inflation at the stated rate

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Actual Contribution Made	Percentage of APC Contributed	Net Pension Obligation/ (Asset)
2011	$ 426,418	$ 426,418	100.0%	$ -
2012	463,112	463,112	100.0%	-
2013	439,488	439,488	100.0%	-

Transition Disclosure. It was determined in accordance with GASB Statement No. 27 that the pension liability was zero at the transition to that statement effective at the beginning of this accounting year, because all actuarially required contributions for the accounting years beginning in 1987 up to the beginning of this accounting year have been paid. There was no previously reported pension liability before the transition and the previously reported pension liability is zero.

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded AAL (UAAL)	Covered Payroll	UAAL as a Percentage of Covered Payroll
	(a)	(b)	(c)	(d)	(e)	(f)
			(a) / (b)	(b) - (a)		(d) / (e)
12/31/2012	$ 15,084,006	$ 16,015,241	94.19%	$ 931,235	$5,979,492	15.57%

The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

G. Employee Benefits Plan

The County provides group medical benefits to its employees on a self-funded basis. Stop-loss coverage is provided by an insurance company and an independent company serves as Claim Administrator.

All full-time County employees (regularly scheduled to work at least 40 hours per week) are eligible for coverage under the Plan. Employees can enroll for personal coverage and dependent coverage.

A reconciliation of claims liabilities is shown below.

	2013	2012
Claims liabilities at October 1	$ 120,205	$ 3,598,587
Incurred claims	741,489	2,356,037
Payment on claims	(816,094)	(954,305)
Adjustment	-	(5,834,419)
Claims liabilities at September 30	$ 45,600	$ 120,205

All claim liabilities are due within one year of the statement of net position.

H. Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The funds in the plan are held by Nationwide Retirement Solutions, Inc. of Columbus, Ohio as the plan administrator for the County. The funds are held in trust by Nationwide Retirement Solutions, Inc. for the exclusive benefits of the employees and their beneficiaries who will receive these funds directly remitted by Nationwide Retirement Solutions, Inc. to the County employees and their beneficiaries. The County no longer owns the amounts deferred by the employees or related income on these amounts. Therefore, since the plan does not qualify to be included with the County's fiduciary funds there are not any plan assets included in the County's financial statements. It is noted, however, that at September 30, 2013, Nationwide Retirement Solutions, Inc. had $691,138 (market value) in the plan for County employees.

I. Risk management

The government is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. For workers' compensation the government retains the risk for the first $1,000,000 of an individual claim. Excess insurance coverage is purchased to cover individual claims in excess of $1,000,000. Insurance policies are purchased for the following exposures with the deductible or the amount of risk retention indicated in parenthesis: public officials, law enforcement, crime, general and auto liability and an excess liability insurance policy (government retains risks up to $1,000,000). There were no settlements in excess of the insurance coverage in any of the three prior fiscal years.

J. Self-Insurance

The County is partially self-insured against medical costs for its employees. The employees pay a $500 deductible with a $2,000 family deductible. Then up to the first $5,000, the employee pays 30% of the medical costs and the County pays 70% of the medical costs. From $5,001 to $125,000, the County pays 100% of the medical costs. After the County has paid $125,000 the insurance company pays 100% of the costs up to $1,000,000 lifetime maximum. The $125,000 is paid once, thereafter the amount reduces to $75,000.

K. Leases

The County has entered into two direct financing leases with Spohn Health System of Corpus Christi, Texas. The County is the lessor in the contracts. The two leases are for 30 years for the hospital building and 15 years for the doctor's building. For these the County has set up the account Hospital Lease Receivable. The County recognized the receivable with a contra set for deferred inflow lease interest owed. The difference is deferred inflow lease principal in the liabilities section of the balance sheets. When rents are received the interest portion of the lease is recognized as revenue and the principal portion is recognized as other financing sources. The Bee County Health Care Special Revenue Funds accounts for the hospital lease payments received and Courthouse Renovations Capital Projects Funds amount for the lease payments received for the doctor's building lease payments.

In the event of the lessee defaulting on the contract then all property, equipment, and improvements will belong to the County. It is expected that the lease will be renegotiated at the end of 30 years.

The following is a schedule of the future lease payments to be received and the present value of the lease payments to be received for the Hospital Building Lease as of September 30, 2013:

Year Ending September 30		Governmental Activities
2014	$	456,048
2015		456,048
2016		456,048
2017		456,048
2018		456,048
Thereafter		3,648,306
Total minimum lease payments		5,928,546
Less: amount representing interest		(1,852,233)
Present value of minimum lease payments	$	4,076,313

The following is a schedule of the future minimum lease payments to be received and the present value of the lease payments to be received for the Hospital Building Lease I as of September 30, 2013:

Year Ending September 30		Governmental Activities
2014	$	219,266
2015		219,266
2016		219,266
2017		219,266
2018		219,266
Thereafter		2,633,200
Total minimum lease payments		3,729,530
Less: amount representing interest		(1,412,779)
Present value of minimum lease payments	$	2,316,751

The following is a schedule of the future minimum lease payments to be received and the present value of the lease payments to be received for the Hospital Building Lease II as of September 30, 2013:

Year Ending September 30		Governmental Activities
2014	$	216,292
2015		216,292
2016		216,292
2017		216,292
2018		216,292
Thereafter		2,588,507
Total minimum lease payments		3,669,967
Less: amount representing interest		(1,391,642)
Present value of minimum lease payments	$	2,278,325

L. Long-Term Liabilities

General Obligation Bonds

During 2011, the County authorized $6,350,000 of General Obligation Refunding Bonds to refund the 2003 Combination Tax & Limited Tax Pledge Revenue Certificates of Obligation Bonds. Interest rates range from 0.625% to 3.5% and are payable on February 15 and August 15 of each year.

Details of long-term debt obligations outstanding at September 30, 2013 are as follows:

Governmental Activities:

Type	Sale Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 9/30/13
Bonds Payable					
General Obligation Refunding Bonds, Series 2012	2011	6,350,000	0.625%-3.500%	2025	$ 6,280,000
Total Bonds Payable					$ 6,280,000

Changes in long-term liabilities

Changes in the government's long-term liabilities for the year ended September 30, 2013 are as follows:

Governmental Activities:

Description	Balance 10/1/12	Additions	Deletions	Balance 9/30/13	Due in One Year
Bonds Payable					
General obligation bonds	$6,330,000	$ -	$ (50,000)	$6,280,000	$ 455,000
Certificates of obligation	400,000	-	(400,000)	-	-
Total bonds payable	6,730,000	-	(450,000)	6,280,000	455,000
Compensated absences	250,163	283,191	(250,163)	283,191	-
Governmental activities long-term liabilities	$6,980,163	$ 283,191	$ (700,163)	$6,563,191	$ 455,000

The compensated absences liability will be liquidated from the applicable funds where the expenditure occurs. The general fund and special revenue funds are the applicable funds where expenditures are usually utilized to retire compensated absences.

The debt service requirements for the government's bonds are as follows:

Governmental Activities:

	Governmental Activities	
	Bonds Payable	
Year Ended September 30,	Principal	Interest
2014	$ 455,000	$ 169,469
2015	460,000	166,625
2016	475,000	15,725
2017	480,000	147,925
2018	500,000	138,325
2019-2023	2,705,000	459,875
2024-2028	1,205,000	63,525
Totals	$ 6,280,000	$ 1,161,469

M. Fund balance

Minimum fund balance policy. The Commissioners' have adopted a financial policy to maintain a minimum level of unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund. The target level is set at three months of general fund annual revenues (approximately 20-30%). This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially as a "revenue" source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a three-year period. The county considers a balance of less than 15% to be cause for concern, barring unusual or deliberate circumstances, and a balance of more than 75% as excessive.

N. Interfund receivables and payables

The composition of interfund balances as of September 30, 2013 is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Other Governmental Funds	$ 311,275
Headstart	General Fund	16,758
General Fund	Headstart	85,740
Fuel Farm	General Fund	25,534
Total		$ 439,307

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

O. Interfund transfers

The composition of interfund transfers for the year ended September 30, 2013 is as follows:

	Transfer in to:			
	Governmental Funds			
	General Fund	Headstart	Nonmajor gov. funds	Total
Transfer out from:				
General fund	$ -	$ 27,254	$ 319,590	$ 346,844
Nonmajor governmental funds	58,883	-	742,452	801,335
Group Insurance Service	-	-	32,300	32,300
Total	$ 58,883	$ 27,254	$ 1,094,342	$ 1,180,479

During the year, recurring transfers are used to 1) move revenues from a fund with collection authority to another fund with related expenditure requirements, 2) move governmental fund resources to provide subsidies to other funds as needs arise, and 3) move resources from the internal service funds to the governmental funds to reimburse funding issues.

P. Contingencies

The government participates in various federal grant programs, the principal of which are subject to program compliance audits pursuant to the Single Audit Act as amended. Accordingly, the government's compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the government anticipates such amounts, if any, will be immaterial.

Q. Subsequent events

Head Start Program: On March 28, 2014, the Bee County Commissioners' Court took action to end governance and/or oversight of the Bee Community Action Agency's Head Start Program on or before midnight June 4, 2014, and transfer said governance and oversight to another agency or entity on or before midnight June 4, 2014. Therefore, the Bee Community Action Agency will no longer operate the Head Start Program after June 4, 2014. The Head Start funding agency, Office of Head Start, has been officially notified of the Commissioners' Court decision. The Executive Director has been informed, via a telephone conversation, that a temporary grantee will come in and operate the program locally until a permanent grantee for the service area (Bee, Goliad, Live Oak, and Refugio Counties) can be selected.

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Commissioners' Court action was due to issues with the BCAA Head Start Program in meeting the non-federal share requirement. Bee County Judge, David Silva, was informed by the Head Start funding agency that a fourth waiver request in the amount of $371,921 for program year 32 was denied. (Letter dated February 7, 2014, signed by Ray Bishop, Regional Grants Management Officer for the Administration for Children and Families.)

Remaining Bee Community Action Agency programs: On April 14, 2014, the Bee County Commissioners' Court took action to end the remaining BCAA programs which included the Community Services Block Grant, Comprehensive Energy and Assistance Program, Rural Transit District (Transportation Program), Child and Adult Care Food Program, and remaining small community services programs (Reliant CARE Program, CPL Direct Energy Neighbor-to-Neighbor Program, and Emergency Food and Shelter Program). The tentative date for ceasing these programs is June 4, 2014. This action was prompted due to the ending of Head Start under BCAA's services, since the major portion of the administrative support for the Bee Community Action Agency was derived from the Head Start Program, and the loss of the program will impact the administrative support significantly.

R. Prior Period Adjustment

The statement of activities had adjustments to beginning net position. A summary of these differences is noted below:

Capitalized asset changes to roads	$ (6,865,625)
Fund financial prior period adjustments (detailed below)	479,286
Net Position Changes	$ (6,386,339)

The fund financials of the governmental funds had adjustments to beginning fund balance. A summary of these differences is noted below:

Expenditures that were not expensed in 2012	$ (59,067)
Sales Tax revenue not accrued to 2012	434,908
Mixed Drink Tax revenue not accrued to 2012	7,996
Income statement activity previously recorded in a liability	74,494
Grant revenue not accrued to 2012	20,955
Fund financial prior period adjustments	$ 479,286

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REQUIRED SUPPLEMENTARY INFORMATION

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REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress – Texas County & District Retirement System Plan

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded AAL (UAAL)	Covered Payroll	UAAL as a % of Covered Payroll
	(a)	(b)	(c)	(d)	(e)	(f)
			(a) / (b)	(b) - (a)		(d) / (e)
12/31/2010	$ 13,504,247	$ 14,254,716	94.74%	$ 750,469	$ 5,997,444	12.51%
12/31/2011	14,514,763	15,403,072	94.23%	888,309	6,432,113	13.81%
12/31/2012	15,084,006	16,015,241	94.19%	931,235	5,979,492	15.57%

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COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Property taxes				
Current ad valorem tax	$ 3,854,082	$ 3,854,082	$ 3,816,334	$ (37,748)
Delinquent ad valorem tax	65,000	65,000	87,918	22,918
Total property taxes	3,919,082	3,919,082	3,904,252	(14,830)
General sales and use taxes				
County sales tax	1,600,000	1,600,000	2,119,813	519,813
Total general sales and use taxes	1,600,000	1,600,000	2,119,813	519,813
Selective sales and use taxes				
State mixed drink tax	28,000	28,000	31,164	3,164
Total selective sales and use taxes	28,000	28,000	31,164	3,164
Penalties and interest on taxes				
Penalty & interest on current tax	25,000	25,000	33,716	8,716
Penalty & interest on delinquent tax	25,000	25,000	32,035	7,035
Total penalties and interest on taxes	50,000	50,000	65,751	15,751
Licenses and permits				
Alcohol beverage permit	4,000	4,000	4,074	74
Total licenses and permits	4,000	4,000	4,074	74
Intergovernmental revenues				
City emergency management	15,938	15,938	15,938	-
Homeland security grant	-	-	2,431	2,431
City of Bee/health & sanitation	14,528	14,528	14,528	-
State allocation for county attorney	20,833	20,833	-	(20,833)
State allocation for county judge	15,000	15,000	15,000	-
Jury fees reimbursement	10,000	10,000	6,424	(3,576)
State emergency management	17,627	17,627	26,113	8,486
State indigent defense formula	19,000	19,000	26,131	7,131
State indigent defense discretionary	48,988	48,988	97,976	48,988
State travel reimbursement- co. clerk	800	800	-	(800)
State alien assistance program	-	-	858	858
TRLA- other county funding	-	-	155,586	155,586
City of Bee/jail fee	15,000	15,000	21,780	6,780
13th district appellate center	400	400	745	345
Tobacco settlement	10,000	10,000	11,062	1,062
Total intergovernmental revenues	188,114	188,114	394,572	206,458
Charges for services				
County judge	600	600	752	152
Sheriff fees	170,000	170,000	186,466	16,466
County attorney	5,000	5,000	3,621	(1,379)
County clerk	230,000	230,000	205,266	(24,734)
Probate judge's training	300	300	345	45

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
GENERAL FUND - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Tax assessor/collector fees	274,000	274,000	337,052	63,052
Tax assessor 10% scoff law	5,000	5,000	1,789	(3,211)
District attorney	-	-	2,489	2,489
District clerk	65,000	65,000	65,574	574
JP #1	4,000	4,000	3,469	(531)
JP #2	9,000	9,000	7,079	(1,921)
JP #3	10,000	10,000	15,513	5,513
JP #4	3,500	3,500	9,089	5,589
Constable pct 1	1,000	1,000	5,810	4,810
Constable pct 2	150	150	100	(50)
Constable pct 3	1,000	1,000	75	(925)
Constable pct 4	3,000	3,000	4,965	1,965
Community affairs fees	60,000	60,000	44,970	(15,030)
Estray	500	500	1,387	887
Total charges for services	842,050	842,050	895,811	53,761
Fines				
Fines & forfeitures, JP 1	100,000	100,000	138,534	38,534
Fines & forfeitures, JP 2	14,000	14,000	14,010	10
Fines & forfeitures, JP 3	40,000	40,000	63,804	23,804
Fines & forfeitures, JP 4	30,000	30,000	50,549	20,549
Total fines	184,000	184,000	266,897	82,897
Investment earnings				
Interest on investments	49,000	49,000	45,185	(3,815)
Total investment earnings	49,000	49,000	45,185	(3,815)
Rents and royalties				
Rental of county buildings	10,202	10,202	7,377	(2,825)
Expo rental fees	4,000	4,000	1,755	(2,245)
Rental of correctional facilities	600,000	600,000	533,200	(66,800)
Total fines	614,202	614,202	542,332	(71,870)
Miscellaneous revenue				
County 10% state agency	45,000	45,000	73,975	28,975
County 3% card service fee	-	-	25	25
Crime Victims fee	-	-	1,124	1,124
Expo operating revenue	40,000	40,000	66,485	26,485
Expo center reimbursement	-	-	7,766	7,766
Skidmore/Normanna landfill collections	40,000	40,000	50,847	10,847
Refunds & sundries	23,328	27,545	148,695	121,150
General fund/reimburse court	500	500	9,815	9,315
Commissions inmate telephone	20,000	20,000	22,025	2,025
BCAA LADD utilities reimbursement	5,000	5,000	7,525	2,525
Medical center lease	50,000	50,000	-	(50,000)
Medical center lease	5,000	5,000	-	(5,000)
Total miscellaneous revenue	228,828	233,045	388,282	155,237
Total revenues	7,707,276	7,711,493	8,658,133	946,640

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
EXPENDITURES				
Current:				
General government				
Commissioners' court	338,179	351,131	346,589	4,542
County clerk	319,357	322,773	322,934	(161)
Payroll	-	-	1,199	(1,199)
IT	64,971	75,804	88,235	(12,431)
County attorney	152,010	152,010	154,073	(2,063)
Elections	47,619	51,051	46,088	4,963
County auditor	321,970	322,222	320,589	1,633
Motor vehicle	94,182	94,928	94,085	843
Voter registration	74,231	75,077	72,545	2,532
Tax assessor-collector	168,381	172,610	172,112	498
Non-departmental	422,750	503,788	446,122	57,666
Total general government	2,003,650	2,121,394	2,064,571	56,823
Public safety				
Emergency management	57,784	55,984	40,720	15,264
Constable precinct 1	12,650	11,993	6,110	5,883
Constable precinct 2	6,768	7,738	7,642	96
Constable precinct 3	12,650	12,848	12,725	123
Constable precinct 4	6,950	7,325	7,302	23
911 addressing	29,499	25,355	25,814	(459)
Sheriff	1,404,398	1,419,663	1,440,731	(21,068)
Correctional facilities	1,210,738	1,249,130	1,375,515	(126,385)
Highway patrol	30,233	30,244	29,996	248
Highway patrol license and weights	6,380	7,674	5,925	1,749
Correction- juvenile board	106,436	108,626	99,701	8,925
Sheriff vehicles and equipment	173,497	173,497	173,497	-
Jail	3,000	3,000	-	3,000
Total public safety	3,060,983	3,113,077	3,225,678	(112,601)
Judicial				
County court	13,492	22,721	15,379	7,342
District court	781,620	781,620	742,418	39,202
District clerk	264,980	265,430	244,328	21,102
Justice of the peace precinct 1	66,678	68,475	68,551	(76)
Justice of the peace precinct 2	83,221	91,868	90,976	892
Justice of the peace precinct 3	98,685	99,406	99,497	(91)
Justice of the peace precinct 4	73,504	76,755	77,048	(293)
Total judicial	1,382,180	1,406,275	1,338,197	68,078

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Public facilities				
County courthouse	76,000	81,356	79,841	1,515
Congressional building	5,000	5,103	4,960	143
Probation building	10,200	10,285	9,584	701
Maintenance	205,982	224,919	212,398	12,521
Tax office building	9,000	9,480	9,119	361
Justice center	13,000	13,000	12,093	907
Dougherty building	6,500	6,500	6,186	314
LADD building	17,000	17,802	17,480	322
Total public facilities	342,682	368,445	351,661	16,784
Public works				
Waste management	167,972	170,393	183,937	(13,544)
Total public works	167,972	170,393	183,937	(13,544)
Health and welfare				
Environmental public health	88,815	89,115	85,311	3,804
Public assistance	63,650	100,973	111,789	(10,816)
Total health and welfare	152,465	190,088	197,100	(7,012)
Culture and recreation				
County library	67,000	67,000	67,000	-
Bee county coliseum	101,173	101,245	117,200	(15,955)
Total culture and recreation	168,173	168,245	184,200	(15,955)
Conservation and development				
Agriculture extension service	77,411	80,599	64,686	15,913
Total conservation and development	77,411	80,599	64,686	15,913
Capital outlay	138,200	481,396	363,730	117,666
Total Expenditures	7,493,716	8,099,912	7,973,760	126,152
Excess (deficiency) of revenues over expenditures	213,560	(388,419)	684,373	1,072,792
OTHER FINANCING SOURCES (USES)				
Transfers in	59,000	59,000	58,884	(116)
Transfers out	(297,567)	(309,706)	(444,732)	(135,026)
Sale of general capital assets	5,000	5,000	1,385	(3,615)
Insurance recoveries	20,000	20,000	14,726	(5,274)
Total Other Financing Sources (Uses)	(213,567)	(225,706)	(369,737)	(144,031)
Net Change in Fund Balances	(7)	(614,125)	314,636	928,761
Fund balance - beginning	3,083,924	3,083,924	3,083,924	-
Prior period adjustment	-	-	440,530	440,530
Fund balance - ending	$ 3,083,917	$ 2,469,799	$ 3,839,090	$ 1,369,291

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

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Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes.

District Clerk Records Management Fund- accounts for District Clerk records management fees that are to be used for records management purposes.

County Clerk Records Management Fund- accounts for County Clerk fees that are to be used for records management purposes.

HAVA/Election Fund- (Help America Vote Act) accounts for the County Clerk and Tax Collector elections equipment, training, and voting accessibility.

Courthouse Security Fund- accounts for County Clerk fees that are to be used for courthouse security purposes.

Road & Bridge Fund/Special Road Tax Fund- established to comply with Article 6790, Vernon's Civil Statutes, which authorized counties to levy, assess and collect ad valorem taxes (property taxes & special road & bridge tax) for the purpose of constructing and maintaining special roads and bridges within the County. These funds also account for the motor vehicle license fee and the state lateral road credit allocation revenue.

Farm to Market Lateral Road- established to comply with Article 6674, Vernon's Civil Statutes and receives ad valorem tax revenues for the purpose of constructing and maintaining farm to market roads for flood control.

County Records Management Fund- accounts for County fees that are to be used for records management purposes.

District Attorney Fund- accounts for District Attorney fees and charges for various collections.

Sheriff Special Projects Fund- accounts for grant proceeds used for tobacco age enforcement.

Border Star Program- accounts for grant proceeds used by the Sheriff Department's for border security.

Abandoned Vehicle Fund- accounts for proceeds for sales of abandoned or seized vehicles.

BCAA Administration Fund- used to account for non-federal share amounts and other administrative costs of the Bee County Community Action Agency.

Child Care Fund- used to account for grants used for child care purposes including meals to children.

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Rural Transportation Fund- used to account for transportation services for the general public in the non-urbanized service area.

Title III Nutrition Fund- used to account for home delivered meals to the elderly and disabled adults who are home bound, congregate meals for the seniors and also transportation for the seniors.

EFSNBP Fund- Emergency Food, Shelter, Nutrition Board Program is used to supplement the work of local agencies to assist people in need of emergency assistance relating to food, shelter, and rent for mortgage payments.

CEAP Fund- Comprehensive Energy Assistance Program, this fund is used to provide household energy related services for low-income people.

Law Library Fund- to account for the cost of operating and maintaining a law library for public use. Financing is provided through fees charged as part of court costs for civil cases processed through the County Court.

Reliant Energy Fund- is used to provide funding for energy assistance payments to Reliant Energy customers under the CARE program.

CSBG Fund- Community Services Block Grant is used to account for direct services to low-income clients and supplements agency programs.

Victims Assistance Fund- to account for collections and disbursements for the assistance of victims.

CP&L Neighbor to Neighbor Fund- to provide funding for energy assistance payments to vendors for client payments associated with the N-N program, CPL, Direct Energy, First Choice Power, New Leaf Energy, and WTU Retail Energy.

RPT Purchase of Service Fund- Rural Public Transportation Fund, purchase of service fund is used for expanded transportation services for elderly and persons with disabilities.

Vehicle Capital Replacement Fund- used to account for capital acquisitions for Rural Public Transportation activities.

CDBG 2010 Pettus Water Project- used to provide funds to improve water system for the Pettus area from the Texas Community Development Program from the Office of Rural Community Affairs.

Local Solicitation Grant- to help combat violence against women, to improve the functioning of the criminal justice system and to assist victims of crime.

Technology Fund- accounts for grants used for technology enhancements.

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DOE ARRA- American Recovery and Reinvestment Act funds used to provide home energy conservation repairs for low income households.

Pre Trial Intervention- used to account for pre-trial intervention expenses.

Border Prosecution Grant- used to increase the effectiveness and efficiency of the consolidated efforts of the border security by federal, state, and local law enforcement agencies.

County Attorney Check Collection Fund- accounts for County Attorney fees and charges for hot check collections.

Stop Violence Against Women- used for development and improvement of effective law enforcement and prosecution strategies to address violent crimes against women.

Congressional Appropriations Grant- to be utilized for the use of grant monies per budget restrictions.

Rural Officer Grant- used to increase the effectiveness and efficiency of law enforcement agencies.

CDBG Texas Colonia Grant- used to account for TXCDBG expenses.

CDBG Grant Community Development Block Grant is used to assist in providing clean water to the Blue Berry Hill division through a waterworks program.

State Homeland Security Grant- used to account for the sheriff's state homeland security grant.

CDBG Tynan Generator & Housing Rehab Grant- used to account the sheriff's CDBG Tynan Generator & Housing Rehab Grant.

Debt Service Fund

The debt service fund is used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on long-term obligations of government funds.

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of the government's major capital facilities, other than those financed by proprietary funds.

BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	District Clerk Records Management	County Clerk Records Management	HAVA/ Election Fund	Courthouse Security Fund	Road & Bridge Fund
ASSETS					
Cash and cash equivalents	$ 3,811	$ 109,343	$ 9,445	$ 17,047	$ 591,070
Taxes receivable - delinquent	-	-	-	-	-
Allowance for uncoll. taxes	-	-	-	-	-
Accounts receivable	1,855	4,684	-	3,015	21,277
Intergovernmental receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Prepaid items	-	-	-	-	-
Total Assets	$ 5,666	$ 114,027	$ 9,445	$ 20,062	$ 612,347
LIABILITIES					
Accounts payable	$ -	$ 88	$ -	$ 3,539	$ 2,044
Accrued liabilities	5	-	-	912	14,198
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	5	88	-	4,451	16,242
DEF. INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
FUND BALANCES (DEFICITS)					
Restricted for:					
Restricted for health and welfare	-	-	-	-	-
Restricted for debt service	-	-	-	-	-
Restricted for public safety	-	-	-	15,611	-
Restricted for road/capital projects	-	-	-	-	596,105
Restricted for specific purpose	5,661	113,939	-	-	-
Committed for:					
Committed for elections	-	-	9,445	-	-
Total Fund Balances	5,661	113,939	9,445	15,611	596,105
Total liabilities, deferred inflows, and fund balances	$ 5,666	$ 114,027	$ 9,445	$ 20,062	$ 612,347

BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

Special Road Tax Fund	Farm to Market Lateral Road	County Records Management	District Attorney Fund	Sheriff Special Projects	Border Star Program	Abandoned Vehicle Fund	BCAA Admin Fund
$ 80,433	$ 42,077	$ 20,695	$ 5,833	$ 999	$ 5,220	$ 96,417	$ 16,758
31,206	2,495	-	-	-	-	-	-
(3,121)	(250)	-	-	-	-	-	-
-	-	955	85,719	-	-	-	-
-	-	-	-	-	98,428	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,581
$ 108,518	$ 44,322	$ 21,650	$ 91,552	$ 999	$ 103,648	$ 96,417	$ 18,339
$ -	$ -	$ -	$ 1,455	$ -	$ -	$ 375	$ -
-	-	-	6,697	-	-	-	-
-	-	-	13,404	-	91,989	-	-
-	-	-	-	999	-	-	-
-	-	-	21,556	999	91,989	375	-
28,085	2,246	-	-	-	-	-	-
28,085	2,246	-	-	-	-	-	-
-	-	-	-	-	-	-	18,339
-	-	-	-	-	-	-	-
-	-	-	-	-	11,659	96,042	-
80,433	42,076	-	-	-	-	-	-
-	-	21,650	69,996	-	-	-	-
-	-	-	-	-	-	-	-
80,433	42,076	21,650	69,996	-	11,659	96,042	18,339
$ 108,518	$ 44,322	$ 21,650	$ 91,552	$ 999	$ 103,648	$ 96,417	$ 18,339

BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Child Care Fund	Rural Transportation Fund	Title III Nutrition Fund	EFSNBP	CEAP Fund
ASSETS					
Cash and cash equivalents	$ -	$ 1,922	$ 2,651	$ -	$ 36,044
Taxes receivable - delinquent	-	-	-	-	-
Allowance for uncoll. taxes	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	27,913	109,860	28,506	-	102,280
Due from other funds	-	12,903	-	-	-
Prepaid items	-	-	-	-	-
Total Assets	$ 27,913	$ 124,685	$ 31,157	$ -	$ 138,324
LIABILITIES					
Accounts payable	$ 1,164	$ 6,162	$ 4,094	$ -	$ 65,884
Accrued liabilities	-	7,906	1,368	-	529
Due to other funds	18,868	110,617	25,695	-	-
Unearned revenue	-	-	-	-	63,482
Total Liabilities	20,032	124,685	31,157	-	129,895
DEF. INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
FUND BALANCES (DEFICITS)					
Restricted for:					
Restricted for health and welfare	7,881	-	-	-	8,429
Restricted for debt service	-	-	-	-	-
Restricted for public safety	-	-	-	-	-
Restricted for road/capital projects	-	-	-	-	-
Restricted for specific purpose	-	-	-	-	-
Committed for:					
Committed for elections	-	-	-	-	-
Total Fund Balances	7,881	-	-	-	8,429
Total liabilities, deferred inflows, and fund balances	$ 27,913	$ 124,685	$ 31,157	$ -	$ 138,324

BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

Law Library Fund	Reliant Energy Fund	CSBG Fund	Victims Assistance Fund	CPL/ RE N to N Fund	RPT Purchase of Service	Vehicle Capital Replacement	CDBG 2010 Pettus Water Project
$ 98,896	$ 26,817	$ 14,382	$ 2,327	$ 2,955	$ -	$ -	$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,240	-	-	-	-	-	-	-
-	-	20,643	-	-	7,379	-	-
-	-	3,855	-	-	-	-	-
-	-	-	-	-	-	-	-
$ 101,136	$ 26,817	$ 38,880	$ 2,327	$ 2,955	$ 7,379	$ -	$ -
$ -	$ 706	$ 13,347	$ -	$ 1,370	$ 688	$ -	$ -
-	-	3,834	972	-	-	-	-
-	-	7,577	-	-	5,977	-	-
-	-	14,122	-	-	-	-	-
-	706	38,880	972	1,370	6,665	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	26,111	-	1,355	1,585	714	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
101,136	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
101,136	26,111	-	1,355	1,585	714	-	-
$ 101,136	$ 26,817	$ 38,880	$ 2,327	$ 2,955	$ 7,379	$ -	$ -

BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Local Solicitation Grant	Technology Fund	DOE ARRA	Pre Trial Intervention	Border Prosecutor Grant
ASSETS					
Cash and cash equivalents	$ 953	$ 88,690	$ -	$ 13,853	$ -
Taxes receivable - delinquent	-	-	-	-	-
Allowance for uncoll. taxes	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	55,133
Due from other funds	-	-	-	-	-
Prepaid items	-	-	-	-	-
Total Assets	$ 953	$ 88,690	$ -	$ 13,853	$ 55,133
LIABILITIES					
Accounts payable	$ -	$ 65	$ -	$ -	$ 142
Accrued liabilities	-	-	-	-	2,063
Due to other funds	-	-	-	-	25,921
Unearned revenue	-	-	-	-	-
Total Liabilities	-	65	-	-	28,126
DEF. INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
FUND BALANCES (DEFICITS)					
Restricted for:					
Restricted for health and welfare	-	-	-	-	-
Restricted for debt service	-	-	-	-	-
Restricted for public safety	-	-	-	-	27,007
Restricted for road/capital projects	-	-	-	-	-
Restricted for specific purpose	953	88,625	-	13,853	-
Committed for:					
Committed for elections	-	-	-	-	-
Total Fund Balances	953	88,625	-	13,853	27,007
Total liabilities, deferred inflows, and fund balances	$ 953	$ 88,690	$ -	$ 13,853	$ 55,133

BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

County Attorney Check Collection	Stop Violence Against Women	Congressional Appropriations Grant	Rural Officer Grant	CDBG Texas Colonia Grant	CDBG Grant	State Homeland Security Grant	CDBG Tynan Generator & Housing Rehab Grant
$ 8,950	$ -	$ 1,000	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
615	-	-	-	-	-	-	-
-	-	-	-	-	-	10,227	6,072
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
$ 9,565	$ -	$ 1,000	$ -	$ -	$ -	$ 10,227	$ 6,072
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 6,072
519	-	-	-	-	-	-	-
-	-	1,000	-	-	-	10,227	-
-	-	-	-	-	-	-	-
519	-	1,000	-	-	-	10,227	6,072
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
9,046	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
9,046	-	-	-	-	-	-	-
$ 9,565	$ -	$ 1,000	$ -	$ -	$ -	$ 10,227	$ 6,072

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BEE COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Debt Service Fund	Capital Projects Fund	Total Non-Major Governmental Funds
ASSETS			
Cash and cash equivalents	$ 228,084	$ 47,815	$ 1,574,487
Taxes receivable - delinquent	48,581	-	82,282
Allowance for uncoll. taxes	(4,858)	-	(8,229)
Accounts receivable	-	-	120,360
Intergovernmental receivable	-	-	466,441
Due from other funds	-	-	16,758
Prepaid items	-	-	1,581
Total Assets	$ 271,807	$ 47,815	$ 2,253,680
LIABILITIES			
Accounts payable	$ 1,500	$ -	$ 108,695
Accrued liabilities	-	-	39,003
Due to other funds	-	-	311,275
Unearned revenue	-	-	78,603
Total Liabilities	1,500	-	537,576
DEF. INFLOWS OF RESOURCES			
Unavailable revenue	43,723	-	74,054
Total deferred inflows of resources	43,723	-	74,054
FUND BALANCES (DEFICITS)			
Restricted for:			
Restricted for health and welfare	-	-	64,414
Restricted for debt service	226,584	-	226,584
Restricted for public safety	-	-	150,319
Restricted for road/capital projects	-	47,815	766,429
Restricted for specific purpose	-	-	424,859
Committed for:			
Committed for elections	-	-	9,445
Total Fund Balances	226,584	47,815	1,642,050
Total liabilities, deferred inflows, and fund balances	$ 271,807	$ 47,815	$ 2,253,680

BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	District Clerk Records Management	County Clerk Records Management	HAVA/ Election Fund	Courthouse Security Fund	Road & Bridge Fund
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
Penalties and interest on taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	684,171
Intergovernmental revenues	-	-	-	-	-
Charges for services	10,216	52,452	-	28,107	-
Fines	-	-	-	-	97,414
Investment earnings	63	694	34	73	3,602
Miscellaneous revenue	5	4,183	11,145	1,507	314,378
Total revenues	10,284	57,329	11,179	29,687	1,099,565
EXPENDITURES					
Current:					
General government	11,275	12,728	-	-	-
Public safety	-	-	-	48,774	-
Judicial	-	-	-	-	-
Highways and streets	-	-	-	-	1,335,692
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	-
Bond principal	-	-	-	-	-
Interest - bonds	-	-	-	-	-
Interest - other debt	-	-	-	-	-
Capital outlay	-	-	-	-	81,594
Total expenditures	11,275	12,728	-	48,774	1,417,286
Excess (deficieny) of revenues over expenditures	(991)	44,601	11,179	(19,087)	(317,721)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	25,298	665,123
Transfers out	-	-	(6,000)	-	-
Sale of general capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	(6,000)	25,298	665,123
Net Change in Fund Balance	(991)	44,601	5,179	6,211	347,402
Fund Balance - Beginning	6,652	69,338	4,266	9,400	248,703
Prior Period Adjustment	-	-	-	-	-
Fund Balance - Ending	$ 5,661	$ 113,939	$ 9,445	$ 15,611	$ 596,105

BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

Special Road Tax Fund	Farm to Market Lateral Road	County Records Management	District Attorney Fund	Sheriff Special Projects	Border Star Program	Abandoned Vehicle Fund	BCAA Admin Fund
$ 638,524	$ 52,409	$ -	$ -	$ -	$ -	$ -	$ -
11,105	623	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	24,087	-	224,863	2,376	158,428	-	417,047
-	-	7,798	-	-	-	-	-
-	-	-	-	-	-	-	-
2,950	487	151	1,184	-	-	429	-
-	-	-	2,703	-	-	-	1,181
652,579	77,606	7,949	228,750	2,376	158,428	429	418,228
-	-	1,838	406,194	-	-	-	-
-	-	-	-	2,376	159,561	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	7,324	419,575
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	1,838	406,194	2,376	159,561	7,324	419,575
652,579	77,606	6,111	(177,444)	-	(1,133)	(6,895)	(1,347)
3,612	301	-	233,646	-	12,792	-	-
(650,000)	(43,910)	-	-	(991)	-	-	(655)
-	-	-	-	-	-	67,714	-
(646,388)	(43,609)	-	233,646	(991)	12,792	67,714	(655)
6,191	33,997	6,111	56,202	(991)	11,659	60,819	(2,002)
74,242	8,079	15,539	40,423	991	-	35,223	19,627
-	-	-	(26,629)	-	-	-	714
$ 80,433	$ 42,076	$ 21,650	$ 69,996	$ -	$ 11,659	$ 96,042	$ 18,339

BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Child Care Fund	Rural Transportation Fund	Title III Nutrition Fund	EFSNBP	CEAP Fund
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
Penalties and interest on taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenues	242,187	705,563	217,155	10,323	539,043
Charges for services	-	-	-	-	-
Fines	-	-	-	-	-
Investment earnings	-	-	40	-	-
Miscellaneous revenue	132	41,472	6,789	-	1,832
Total revenues	242,319	747,035	223,984	10,323	540,875
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Judicial	-	-	-	-	-
Highways and streets	-	-	-	-	-
Public works	-	739,666	-	-	-
Health and welfare	242,725	-	280,316	10,323	580,557
Bond principal	-	-	-	-	-
Interest - bonds	-	-	-	-	-
Interest - other debt	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	242,725	739,666	280,316	10,323	580,557
Excess (deficieny) of revenues over expenditures	(406)	7,369	(56,332)	-	(39,682)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	15,037	79,418	-	1,029
Transfers out	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	15,037	79,418	-	1,029
Net Change in Fund Balance	(406)	22,406	23,086	-	(38,653)
Fund Balance - Beginning	-	(22,590)	(23,086)	-	43,381
Prior Period Adjustment	8,287	184	-	-	3,701
Fund Balance - Ending	$ 7,881	$ -	$ -	$ -	$ 8,429

BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

Law Library Fund	Reliant Energy Fund	CSBG Fund	Victims Assistance Fund	CPL/ RE N to N Fund	RPT Purchase of Service	Vehicle Capital Replacement	CDBG 2010 Pettus Water Project
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	244,881	17,369	-	75,462	-	42,613
12,758	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
871	-	-	191	-	-	-	-
-	16,850	187	-	9,396	-	-	-
13,629	16,850	245,068	17,560	9,396	75,462	-	42,613
10,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	42,613
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,603	255,197	62,828	9,700	75,462	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
10,000	2,603	255,197	62,828	9,700	75,462	-	42,613
3,629	14,247	(10,129)	(45,268)	(304)	-	-	-
-	-	5,770	46,026	-	-	343	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	5,770	46,026	-	-	343	-
3,629	14,247	(4,359)	758	(304)	-	343	-
97,507	11,864	5,452	597	2,668	(11,665)	(343)	-
-	-	(1,093)	-	(779)	12,379	-	-
$ 101,136	$ 26,111	$ -	$ 1,355	$ 1,585	$ 714	$ -	$ -

BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Local Solicitation Grant	Technology Fund	DOE ARRA	Pre Trial Intervention	Border Prosecutor Grant
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
Penalties and interest on taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	92,044
Charges for services	-	15,345	-	5,000	-
Fines	-	-	-	-	-
Investment earnings	7	(2)	-	95	-
Miscellaneous revenue	-	-	-	-	260
Total revenues	7	15,343	-	5,095	92,304
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	400	92,485
Judicial	-	6,405	-	-	-
Highways and streets	-	-	-	-	-
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	-
Bond principal	-	-	-	-	-
Interest - bonds	-	-	-	-	-
Interest - other debt	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	6,405	-	400	92,485
Excess (deficieny) of revenues over expenditures	7	8,938	-	4,695	(181)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	481	-	-
Transfers out	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	481	-	-
Net Change in Fund Balance	7	8,938	481	4,695	(181)
Fund Balance - Beginning	946	5,193	(481)	9,158	26,136
Prior Period Adjustment	-	74,494	-	-	1,052
Fund Balance - Ending	$ 953	$ 88,625	$ -	$ 13,853	$ 27,007

BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

County Attorney Check Collection	Stop Violence Against Women	Congressional Appropriations Grant	Rural Officer Grant	CDBG Texas Colonia Grant	CDBG Grant	State Homeland Security Grant	CDBG Tynan Generator & Housing Rehab Grant
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	24,059	2,622	-	23,819	-	10,227	21,072
-	-	-	-	-	-	-	-
24,632	-	-	-	-	-	-	-
127	-	-	-	-	-	-	-
29	3	-	-	-	-	-	-
24,788	24,062	2,622	-	23,819	-	10,227	21,072
23,532	-	-	-	-	-	-	-
-	-	2,161	-	23,819	-	12,080	-
-	-	-	-	-	-	-	-
-	-	-	-	-	3,603	-	-
-	-	-	-	-	-	-	21,072
-	3	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
23,532	3	2,161	-	23,819	3,603	12,080	21,072
1,256	24,059	461	-	-	(3,603)	(1,853)	-
-	-	-	-	-	-	1,853	-
-	-	-	(1,891)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	(1,891)	-	-	1,853	-
1,256	24,059	461	(1,891)	-	(3,603)	-	-
7,790	(24,059)	(461)	1,891	-	3,603	-	-
-	-	-	-	-	-	-	-
$ 9,046	$ -	$ -	$ -	$ -	$ -	$ -	$ -

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BEE COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds
REVENUES			
Property taxes	$ 624,701	$ -	$ 1,315,634
Penalties and interest on taxes	10,521	-	22,249
Licenses and permits	-	-	684,171
Intergovernmental revenues	-	-	3,095,240
Charges for services	-	-	131,676
Fines	-	-	122,046
Investment earnings	4,688	1	15,685
Miscellaneous revenue	-	-	412,052
Total revenues	639,910	1	5,798,753
EXPENDITURES			
Current:			
General government	-	-	465,567
Public safety	-	-	384,269
Judicial	-	-	6,405
Highways and streets	-	-	1,339,295
Public works	-	-	760,738
Health and welfare	-	-	1,946,613
Bond principal	450,000	-	450,000
Interest - bonds	183,981	-	183,981
Interest - other debt	2,900	-	2,900
Capital outlay	-	-	81,594
Total expenditures	636,881	-	5,621,362
Excess (deficieny) of revenues over expenditures	3,029	1	177,391
OTHER FINANCING SOURCES (USES)			
Transfers in	3,612	-	1,094,341
Transfers out	-	-	(703,447)
Sale of general capital assets	-	-	67,714
Total Other Financing Sources (Uses)	3,612	-	458,608
Net Change in Fund Balance	6,641	1	635,999
Fund Balance - Beginning	219,943	47,814	933,741
Prior Period Adjustment	-	-	72,310
Fund Balance - Ending	$ 226,584	$ 47,815	$ 1,642,050

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BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – DISTRICT CLERK RECORDS MANAGEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	$ 10,732	$ 10,732	$ 10,216	$ (516)
Investment earnings	102	102	63	(39)
Miscellaneous revenues	-	-	5	5
Total revenues	10,834	10,834	10,284	(550)
EXPENDITURES				
Current:				
General government	10,834	10,834	11,275	(441)
Total Expenditures	10,834	10,834	11,275	(441)
Net Change in Fund Balances	-	-	(991)	(991)
Fund balance - beginning	6,652	6,652	6,652	-
Fund balance - ending	$ 6,652	$ 6,652	$ 5,661	$ (991)

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – COUNTY CLERK RECORDS MANAGEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	$ 57,200	$ 57,200	$ 52,452	$ (4,748)
Investment earnings	510	510	694	184
Miscellaneous revenues	-	-	4,183	4,183
Total revenues	57,710	57,710	57,329	(381)
EXPENDITURES				
Current:				
General government	79,506	83,689	12,728	70,961
Total Expenditures	79,506	83,689	12,728	70,961
Net Change in Fund Balances	(21,796)	(25,979)	44,601	70,580
Fund balance - beginning	69,338	69,338	69,338	-
Fund balance - ending	$ 47,542	$ 43,359	$ 113,939	$ 70,580

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – HAVA/ELECTION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Investment earnings	$ 100	$ 100	$ 34	$ (66)
Miscellaneous revenues	6,000	6,000	11,145	5,145
Total revenues	6,100	6,100	11,179	5,079
EXPENDITURES				
Current:				
General government	100	100	-	100
Total Expenditures	100	100	-	100
Excess (deficiency) of revenues over expenditures	6,000	6,000	11,179	5,179
OTHER FINANCING SOURCES (USES)				
Transfers out	(6,000)	(6,000)	(6,000)	-
Total Other Financing Sources (Uses)	(6,000)	(6,000)	(6,000)	-
Net Change in Fund Balances	-	-	5,179	5,179
Fund balance - beginning	4,266	4,266	4,266	-
Fund balance - ending	$ 4,266	$ 4,266	$ 9,445	$ 5,179

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – COURTHOUSE SECURITY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	$ 21,900	$ 21,900	$ 28,107	$ 6,207
Investment earnings	200	200	73	(127)
Miscellaneous revenues	-	-	1,507	1,507
Total revenues	22,100	22,100	29,687	7,587
EXPENDITURES				
Current:				
Public safety	57,398	57,398	48,774	8,624
Total Expenditures	57,398	57,398	48,774	8,624
Excess (deficiency) of revenues over expenditures	(35,298)	(35,298)	(19,087)	16,211
OTHER FINANCING SOURCES (USES)				
Transfers in	25,298	25,298	25,298	-
Total Other Financing Sources (Uses)	25,298	25,298	25,298	-
Net Change in Fund Balances	(10,000)	(10,000)	6,211	16,211
Fund balance - beginning	9,400	9,400	9,400	-
Fund balance - ending	$ (600)	$ (600)	$ 15,611	$ 16,211

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – ROAD & BRIDGE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Licenses and permits	$ 691,000	$ 691,000	$ 684,171	$ (6,829)
Fines	60,000	60,000	97,414	37,414
Investment earnings	1,600	1,600	3,602	2,002
Miscellaneous revenues	31,114	171,114	314,378	143,264
Total revenues	783,714	923,714	1,099,565	175,851
EXPENDITURES				
Current:				
Highways and streets	1,417,427	1,410,338	1,335,692	74,646
Capital outlay	31,500	284,450	81,594	202,856
Total Expenditures	1,448,927	1,694,788	1,417,286	277,502
Excess (deficiency) of revenues over expenditures	(665,213)	(771,074)	(317,721)	453,353
OTHER FINANCING SOURCES (USES)				
Transfers in	665,213	665,213	665,123	(90)
Total Other Financing Sources (Uses)	665,213	665,213	665,123	(90)
Net Change in Fund Balances	-	(105,861)	347,402	453,263
Fund balance - beginning	248,703	248,703	248,703	-
Fund balance - ending	$ 248,703	$ 142,842	$ 596,105	$ 453,263

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – SPECIAL ROAD TAX FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Property taxes	$ 640,000	$ 640,000	$ 638,524	$ (1,476)
Penalties and interest on taxes	9,000	9,000	11,105	2,105
Investment earnings	1,000	1,000	2,950	1,950
Total revenues	650,000	650,000	652,579	2,579
EXPENDITURES				
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	650,000	650,000	652,579	2,579
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	3,612	3,612
Transfers out	(650,000)	(650,000)	(650,000)	-
Total Other Financing Sources (Uses)	(650,000)	(650,000)	(646,388)	3,612
Net Change in Fund Balances	-	-	6,191	6,191
Fund balance - beginning	74,242	74,242	74,242	-
Fund balance - ending	$ 74,242	$ 74,242	$ 80,433	$ 6,191

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – FARM TO MARKET LATERAL ROAD FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Property taxes	$ 21,660	$ 21,660	$ 52,409	$ 30,749
Penalties and interest on taxes	450	450	623	173
Intergovernmental revenues	21,600	21,600	24,087	2,487
Investment earnings	200	200	487	287
Total revenues	43,910	43,910	77,606	33,696
EXPENDITURES				
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	43,910	43,910	77,606	33,696
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	301	301
Transfers out	(43,910)	(43,910)	(43,910)	-
Total Other Financing Sources (Uses)	(43,910)	(43,910)	(43,609)	301
Net Change in Fund Balances	-	-	33,997	33,997
Fund balance - beginning	8,079	8,079	8,079	-
Fund balance - ending	$ 8,079	$ 8,079	$ 42,076	$ 33,997

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – COUNTY RECORDS MANAGEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	$ 6,060	$ 6,060	$ 7,798	$ 1,738
Investment earnings	100	100	151	51
Total revenues	6,160	6,160	7,949	1,789
EXPENDITURES				
Current:				
General government	2,160	2,160	1,838	322
Capital outlay	4,000	4,000	-	4,000
Total Expenditures	6,160	6,160	1,838	4,322
Net Change in Fund Balances	-	-	6,111	6,111
Fund balance - beginning	15,539	15,539	15,539	-
Fund balance - ending	$ 15,539	$ 15,539	$ 21,650	$ 6,111

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – DISTRICT ATTORNEY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental revenues	$ 194,884	$ 194,884	$ 224,863	$ 29,979
Investment earnings	1,000	1,000	1,184	184
Miscellaneous revenues	-	-	2,703	2,703
Total revenues	195,884	195,884	228,750	32,866
EXPENDITURES				
Current:				
General government	400,914	407,463	406,194	1,269
Total Expenditures	400,914	407,463	406,194	1,269
Excess (deficiency) of revenues over expenditures	(205,030)	(211,579)	(177,444)	34,135
OTHER FINANCING SOURCES (USES)				
Transfers in	205,030	207,017	233,646	26,629
Total Other Financing Sources (Uses)	205,030	207,017	233,646	26,629
Net Change in Fund Balances	-	(4,562)	56,202	60,764
Fund balance - beginning	40,423	40,423	40,423	-
Prior period adjustment	-	-	(26,629)	(26,629)
Fund balance - ending	$ 40,423	$ 35,861	$ 69,996	$ 34,135

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – ABANDONED VEHICLE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Investment earnings	$ 260	$ 260	$ 429	$ 169
Total revenues	260	260	429	169
EXPENDITURES				
Current:				
Health and welfare	3,000	9,000	7,324	1,676
Total Expenditures	3,000	9,000	7,324	1,676
Excess (deficiency) of revenues over expenditures	(2,740)	(8,740)	(6,895)	1,845
OTHER FINANCING SOURCES (USES)				
Transfers out	(3,000)	(3,000)	-	3,000
Sale of general capital assets	5,740	5,740	67,714	61,974
Total Other Financing Sources (Uses)	2,740	2,740	67,714	64,974
Net Change in Fund Balances	-	(6,000)	60,819	66,819
Fund balance - beginning	35,223	35,223	35,223	-
Fund balance - ending	$ 35,223	$ 29,223	$ 96,042	$ 66,819

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – LAW LIBRARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	$ 9,500	$ 9,500	$ 12,758	$ 3,258
Investment earnings	1,000	1,000	871	(129)
Total revenues	10,500	10,500	13,629	3,129
EXPENDITURES				
Current:				
General government	10,500	10,500	10,000	500
Total Expenditures	10,500	10,500	10,000	500
Net Change in Fund Balances	-	-	3,629	3,629
Fund balance - beginning	97,507	97,507	97,507	-
Fund balance - ending	$ 97,507	$ 97,507	$ 101,136	$ 3,629

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – VICTIMS ASSISTANCE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental revenues	$ 18,283	$ 18,283	$ 17,369	$ (914)
Investment earnings	-	-	191	191
Total revenues	18,283	18,283	17,560	(723)
EXPENDITURES				
Current:				
Health and welfare	64,308	64,308	62,828	1,480
Total Expenditures	64,308	64,308	62,828	1,480
Excess (deficiency) of revenues over expenditures	(46,025)	(46,025)	(45,268)	757
OTHER FINANCING SOURCES (USES)				
Transfers in	46,026	46,026	46,026	-
Total Other Financing Sources (Uses)	46,026	46,026	46,026	-
Net Change in Fund Balances	1	1	758	757
Fund balance - beginning	597	597	597	-
Fund balance - ending	$ 598	$ 598	$ 1,355	$ 757

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

BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – COUNTY ATTORNEY CHECK COLLECTION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Fines	$ 28,236	$ 28,236	$ 24,632	$ (3,604)
Investment earnings	80	80	127	47
Miscellaneous revenues	-	-	29	29
Total revenues	28,316	28,316	24,788	(3,528)
EXPENDITURES				
Current:				
General government	25,916	25,916	23,532	2,384
Capital outlay	2,400	2,400	-	2,400
Total Expenditures	28,316	28,316	23,532	4,784
Net Change in Fund Balances	-	-	1,256	1,256
Fund balance - beginning	7,790	7,790	7,790	-
Fund balance - ending	$ 7,790	$ 7,790	$ 9,046	$ 1,256

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

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BEE COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL – DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Property taxes	$ 626,332	$ 626,332	$ 624,701	$ (1,631)
Penalties and interest on taxes	8,000	8,000	10,521	2,521
Investment earnings	2,000	2,000	4,688	2,688
Total revenues	636,332	636,332	639,910	3,578
EXPENDITURES				
Debt service:				
Bond principal	450,000	450,000	450,000	-
Interest - bonds	183,982	183,982	183,981	1
Interest - other debt	2,350	7,950	2,900	5,050
Total Expenditures	636,332	641,932	636,881	5,051
Excess (deficiency) of revenues over expenditures	-	(5,600)	3,029	8,629
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	3,612	3,612
Total Other Financing Sources (Uses)	-	-	3,612	3,612
Net Change in Fund Balances	-	(5,600)	6,641	12,241
Fund balance - beginning	219,943	219,943	219,943	-
Fund balance - ending	$ 219,943	$ 214,343	$ 226,584	$ 12,241

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

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AGENCY FUNDS

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BEE COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES- ALL AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
STATE AGENCY FUND				
Assets:				
Cash and investments	$ 101,489	$ 512,941	$ 548,417	$ 66,013
Liabilities:				
Due to others	$ 101,489	$ 512,941	$ 548,417	$ 66,013
DISTRICT CLERK FUND				
Assets:				
Cash and investments	$ 489,730	$ 408,994	$ 285,650	$ 613,074
Liabilities:				
Due to others	$ 489,730	$ 408,994	$ 285,650	$ 613,074
COUNTY CLERK FUND				
Assets:				
Cash and investments	$ 409,129	$ 442,690	$ 423,769	$ 428,050
Liabilities:				
Due to others	$ 409,129	$ 442,690	$ 423,769	$ 428,050
COUNTY ATTORNEY FUND				
Assets:				
Cash and investments	$ 50	$ 88,559	$ 68,720	$ 19,889
Liabilities:				
Due to others	$ 50	$ 88,559	$ 68,720	$ 19,889
TAX OFFICE FUND				
Assets:				
Cash and investments	$ 493,740	$ 30,353,196	$ 30,235,003	$ 611,933
Liabilities:				
Due to others	$ 493,740	$ 30,353,196	$ 30,235,003	$ 611,933

BEE COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES- ALL AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
SHERIFF'S OFFICE- REGULAR				
Assets:				
Cash and investments	$ 74,203	$ 830,515	$ 887,097	$ 17,621
Liabilities:				
Due to others	$ 74,203	$ 830,515	$ 887,097	$ 17,621
SHERIFF'S OFFICE- INMATES				
Assets:				
Cash and investments	$ 47,647	$ 190,550	$ 196,395	$ 41,802
Liabilities:				
Due to others	$ 47,647	$ 190,550	$ 196,395	$ 41,802
SHERIFF'S OFFICE- OTHER				
Assets:				
Cash and investments	$ -	$ 162,959	$ 42,894	$ 120,065
Liabilities:				
Due to others	$ -	$ 162,959	$ 42,894	$ 120,065
JUSTICE OF THE PEACE FUND				
Assets:				
Cash and investments	$ -	$ 863,269	$ 795,396	$ 67,873
Liabilities:				
Due to others	$ -	$ 863,269	$ 795,396	$ 67,873
DISTRICT ATTORNEY FUND				
Assets:				
Cash and investments	$ 140	$ 1	$ -	$ 141
Liabilities:				
Due to others	$ 140	$ 1	$ -	$ 141

BEE COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES- ALL AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
PERMANENT SCHOOL FUND				
Assets:				
Cash and investments	$ 85,313	$ 78,473	$ 90,704	$ 73,082
Liabilities:				
Due to others	$ 85,313	$ 78,473	$ 90,704	$ 73,082
D.A. PRE-156TH COURT FUNDS				
Assets:				
Cash and investments	$ 724,976	$ 586,472	$ 659,493	$ 651,955
Liabilities:				
Due to others	$ 724,976	$ 586,472	$ 659,493	$ 651,955
EXPO CENTER				
Assets:				
Cash and investments	$ 32,372	$ -	$ 32,372	$ -
Liabilities:				
Due to others	$ 32,372	$ -	$ 32,372	$ -
TOTAL- ALL AGENCY FUNDS				
Assets:				
Cash and investments	$2,458,789	$34,518,619	$34,265,910	$2,711,498
Liabilities:				
Due to others	$2,458,789	$34,518,619	$34,265,910	$2,711,498

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STATISTICAL SECTION

This part of the Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents **Pages**

Financial Trends 88-95

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity 96-107

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity 108-113

These schedules present information to help the reader assess the affordability of the government's current level of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information 114-117

These schedules help the reader understand the environment within which the government's financial activities take place.

Operating Information 118-125

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

BEE COUNTY, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	**2005**	**2006**	**2007**
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	$ 7,587,027	$ 11,652,967	$ 18,475,004	$ 20,169,638
Restricted	10,433,962	5,688,048	4,094,324	3,429,213
Unrestricted	2,808,030	2,700,174	2,360,871	1,801,310
Total Governmental Activities Net Position	$ 20,829,019	$ 20,041,189	$ 24,930,199	$ 25,400,161

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
$ 22,085,406	$ 41,822,317	$ 40,955,239	$ 41,821,810	$ 41,322,138	$ 33,193,325
4,297,151	3,887,714	4,198,830	4,113,845	4,623,771	6,389,880
1,806,465	1,977,566	1,772,410	2,402,546	3,775,045	4,005,525
$ 28,189,022	$ 47,687,597	$ 46,926,479	$ 48,338,201	$ 49,720,954	$ 43,588,730

BEE COUNTY, TEXAS
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental Activities:				
General government	$ 4,017,808	$ 4,825,604	$ 1,603,988	$ 2,211,452
Public safety	1,836,857	2,222,083	2,126,595	2,682,681
Public works	-	834,694	557,547	703,341
Judicial	1,159,097	1,753,340	1,497,515	1,917,754
Highway and streets	1,379,753	1,417,779	3,418,844	4,217,505
Public facilities	257,164	155,892	88,389	111,502
Health and welfare	618,005	4,591,563	4,425,735	5,583,025
Culture and recreation	70,000	70,000	50,000	70,000
Conservation and development	210,920	242,845	267,490	337,436
Interest on Long-Term Debt	-	421,198	382,222	353,893
Total Primary Gov. Expenses	$ 9,549,604	$ 16,534,998	$ 14,418,325	$ 18,188,589
Program Revenues				
Governmental Activities:				
Charges for Services:				
General government	$ 787,231	$ 1,835,497	$ 870,629	$ -
Public safety	-	-	-	-
Public works	-	-	-	385,625
Judicial	-	-	-	-
Highway and streets	-	-	-	385,625
Public facilities	-	-	-	-
Health and welfare	-	-	-	915,573
Culture and recreation	-	-	-	-
Conservation and development	-	-	-	-
Operating Grants and Contributions	2,287,362	3,201,338	7,048,277	2,388,136
Total Primary Gov. Prog. Revenues	$ 3,074,593	$ 5,036,835	$ 7,918,906	$ 4,074,959
Net (Expense)/Revenue				
Governmental Activities	$ (6,475,011)	$ (11,498,163)	$ (6,499,419)	$ (14,113,630)
Total Primary Government Net Expense	(6,475,011)	(11,498,163)	(6,499,419)	(14,113,630)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
General Revenues:				
Property Taxes	$ 3,513,978	$ 3,850,798	$ 4,401,082	$ 4,248,938
Other Taxes	809,234	869,384	964,612	1,119,503
Investment Earnings	109,851	308,697	299,870	295,228
Miscellaneous	1,843,827	5,705,376	5,678,450	6,537,029
Total Primary Gov. Prog. Revenues	6,276,890	10,734,255	11,344,014	12,200,698
Change in Net Position				
Change in Net Position	(198,121)	(763,908)	4,844,595	(1,912,932)
Total Changes in Net Position	$ (198,121)	$ (763,908)	$ 4,844,595	$ (1,912,932)

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
$ 2,047,785	$ 2,229,012	$ 2,492,643	$ 3,215,156	$ 2,263,799	$ 3,023,152
3,300,359	3,505,232	3,742,946	3,764,470	3,676,394	4,213,093
543,298	582,863	799,351	758,355	904,515	1,102,510
956,717	1,341,834	1,519,379	1,720,670	1,550,319	1,569,256
1,480,245	1,620,073	1,513,871	1,616,665	1,603,858	930,165
224,226	214,328	206,153	234,867	399,157	410,416
6,326,222	6,581,537	8,585,583	7,869,975	6,649,993	7,712,280
70,085	75,913	78,568	79,220	65,795	214,976
230,571	285,547	249,224	215,853	197,848	75,494
336,511	346,879	355,397	322,045	412,700	208,239
$ 15,516,019	$ 16,783,218	$ 19,543,115	$ 19,797,276	$ 17,724,378	$ 19,459,581
$ 590,336	$ 569,370	$ 629,537	$ 727,796	$ 769,712	$ 1,745,917
392,184	372,978	360,284	440,294	478,179	228,027
-	-	-	-	-	-
146,726	97,076	121,176	117,475	105,591	133,774
748,553	724,251	716,097	699,870	755,244	-
38,435	50,404	49,155	55,391	71,175	-
-	-	-	1,774	6,300	-
-	-	-	-	-	47,219
-	-	-	-	-	-
5,817,562	5,363,026	8,278,930	6,890,247	6,101,666	6,614,801
$ 7,733,796	$ 7,177,105	$ 10,155,179	$ 8,932,847	$ 8,287,867	$ 8,769,738
$ (7,782,223)	$ (9,606,113)	$ (9,387,936)	$ (10,864,429)	$ (9,436,511)	$ (10,689,843)
(7,782,223)	(9,606,113)	(9,387,936)	(10,864,429)	(9,436,511)	(10,689,843)
$ 5,550,390	$ 5,789,426	$ 5,766,916	$ 6,499,133	$ 7,681,657	$ 5,254,944
20,792	21,782	21,809	24,153	26,481	2,150,977
217,272	118,518	107,400	677,719	135,939	116,938
2,981,340	3,446,296	3,081,915	3,034,046	2,967,703	3,421,099
8,769,794	9,376,022	8,978,040	10,235,051	10,811,780	10,943,958
987,571	(230,091)	(409,896)	(629,378)	1,375,269	254,115
$ 987,571	$ (230,091)	$ (409,896)	$ (629,378)	$ 1,375,269	$ 254,115

BEE COUNTY, TEXAS
FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	**2005**	**2006**	**2007**
General Fund				
Nonpendable	$ -	$ -	$ -	$ -
Restricted	-	-	-	-
Unassigned	2,808,030	2,700,174	2,360,872	1,801,310
Total General Fund	$ 2,808,030	$ 2,700,174	$ 2,360,872	$ 1,801,310
All Other Governmental Funds				
Restricted for:				
Nonspendable	$ -	$ -	$ -	$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	10,433,762	5,682,048	4,094,323	3,429,213
Total All Other Governmental Funds	$ 10,433,762	$ 5,682,048	$ 4,094,323	$ 3,429,213

Fiscal Year					
2008	2009	2010	2011	2012	2013
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
1,258,374	939,304	797,215	1,889,215	3,083,924	3,839,094
$ 1,258,374	$ 939,304	$ 797,215	$ 1,889,215	$ 3,083,924	$ 3,839,094
$ -	$ -	$ -	$ -	$ 47,814	$ -
-	-	-	-	4,780,440	5,904,622
-	-	-	-	-	9,445
-	-	-	-	45,680	-
4,297,151	3,887,714	4,198,830	4,113,845	2,881,887	-
$ 4,297,151	$ 3,887,714	$ 4,198,830	$ 4,113,845	$ 7,755,821	$ 5,914,067

BEE COUNTY, TEXAS
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	2005	2006	2007
Revenues				
Property taxes	$ 3,254,838	$ 3,271,267	$ 3,868,222	$ 3,855,922
General sales and use taxes	809,324	869,384	964,612	1,037,831
Selective sales and use taxes	-	-	-	-
Penalties and interest on taxes	70,377	67,903	82,073	81,672
Licenses and permits	716,834	781,372	759,110	829,528
Intergovernmental revenues	672,976	3,201,338	7,068,277	2,433,397
Charges for services	787,231	794,470	870,629	1,686,823
Fines	381,507	259,655	307,812	275,533
Investment earnings	109,851	308,697	299,870	295,228
Rents and royalties	-	-	-	-
Miscellaneous income	2,287,362	7,472,970	4,509,455	5,386,707
Total Revenues	9,090,300	17,027,056	18,730,060	15,882,641
Expenditures				
General Government	3,315,968	9,324,884	2,192,226	2,315,697
Public Safety	2,310,902	2,448,746	3,050,501	3,353,078
Public Works	-	834,694	4,967,048	658,882
Judicial	1,153,333	1,947,500	1,904,163	1,723,140
Public facilities	228,003	239,938	238,389	250,948
Health and welfare	618,005	4,590,197	6,621,929	5,984,758
Highways and streets	1,379,753	1,417,779	707,547	1,878,176
Culture and recreation	70,000	70,000	70,000	70,000
Conservation and development	210,920	242,845	317,490	248,882
Capital Outlay	-	-	-	-
Debt Service				
Principal	265,000	250,000	260,000	295,000
Interest and fiscal charges	380,709	384,486	352,686	344,361
Bond issuance costs	-	2,350	26,500	1,500
Total Expenditures	9,932,593	21,753,419	20,708,479	17,124,422
Excess of Revenues Over (Under) Expenditures	(842,293)	(4,726,363)	(1,978,419)	(1,241,781)
Other Financing Sources (Uses)				
Transfers In	1,013,807	1,116,736	6,927,567	1,866,833
Transfers Out	(1,013,807)	(1,116,736)	(6,925,844)	(1,866,833)
Issuance of long-term debt	-	-	-	-
Premium or discount on bonds issued	-	-	-	-
Capital Lease	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Insurance recoveries	-	-	-	-
Sale of capital assets	-	-	-	-
Total Other Financing Sources (Uses)	-	-	1,723	-
Net Change in Fund Balances	$ (842,293)	$ (4,726,363)	$ (1,976,696)	$ (1,241,781)
Debt Service as a Percentage of Noncapital Expenditures	7.0%	3.0%	3.0%	3.9%

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
$ 4,308,642	$ 4,637,831	$ 4,616,863	$ 6,433,745	$ 7,725,805	$ 5,219,886
1,191,141	1,095,737	1,058,919	-	-	2,119,813
-	-	-	-	-	31,164
105,559	59,465	74,548	-	-	88,000
643,091	633,467	601,224	609,281	661,335	688,245
7,037,496	6,759,118	9,455,211	8,412,359	7,072,328	6,614,801
963,987	912,172	963,158	1,091,462	1,103,977	1,027,487
309,156	268,440	311,867	341,857	420,889	388,943
215,996	117,361	107,399	676,664	131,672	112,501
-	-	-	-	-	542,332
1,761,406	2,050,204	1,843,745	1,387,627	1,962,315	1,704,898
16,536,474	16,533,795	19,032,934	18,952,995	19,078,321	18,538,070
2,336,447	2,450,465	2,749,950	2,283,538	2,372,701	2,530,137
3,296,343	3,232,219	3,400,954	3,326,322	3,235,088	3,609,947
610,954	537,465	617,296	670,090	795,939	944,675
955,553	1,237,322	1,353,686	1,520,401	1,386,207	1,344,602
223,953	197,635	176,246	207,531	383,211	351,661
6,407,513	6,067,753	7,884,402	6,953,986	6,808,559	5,678,259
1,478,444	1,493,890	1,351,620	1,428,501	1,442,876	1,339,295
70,000	70,000	70,000	70,000	57,897	184,200
230,290	263,307	222,045	190,730	174,099	64,686
46,860	1,166,201	294,142	485,695	49,220	451,798
295,000	310,000	405,698	380,000	415,000	450,000
334,661	344,529	353,041	355,785	479,936	186,881
1,850	2,350	2,350	2,350	-	-
16,287,868	17,373,136	18,881,430	17,874,929	17,600,733	17,136,141
248,606	(839,341)	151,504	1,078,066	1,477,588	1,401,929
1,283,540	1,257,242	1,282,832	1,384,603	941,689	1,180,563
(1,283,540)	(1,257,242)	(1,282,832)	(1,366,542)	(941,689)	(1,148,263)
-	-	-	-	6,350,000	-
-	-	-	-	407,632	-
-	110,000	-	-	-	-
-	-	-	-	(6,568,608)	-
-	-	-	-	-	14,726
-	-	-	-	-	69,099
-	110,000	-	18,061	189,024	116,125
$ 248,606	$ (729,341)	$ 151,504	$ 1,096,127	$ 1,666,612	$ 1,518,054
4.0%	4.2%	4.3%	4.4%	5.4%	4.0%

BEE COUNTY, TEXAS
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Tax Year	Property	Less Exempt Property	Total Taxable Assessed Value
2004	2003	1,300,429,995	520,474,120	779,955,875
2005	2004	1,372,867,190	517,172,795	855,694,395
2006	2005	1,540,154,870	615,748,520	924,406,350
2007	2006	1,783,329,570	821,844,324	961,485,246
2008	2007	1,962,721,770	1,000,109,465	962,612,305
2009	2008	2,071,450,120	965,528,151	1,105,921,969
2010	2009	2,001,739,340	961,514,905	1,040,224,435
2011	2010	1,984,037,000	974,991,055	1,009,045,945
2012	2011	2,074,402,370	979,752,970	1,094,649,400
2013	2012	2,295,279,910	989,818,340	1,305,461,570

Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
0.3690	2,920,634	267.05%
0.4470	3,838,634	222.92%
0.4230	3,928,633	235.30%
0.4230	3,935,528	244.31%
0.4460	4,290,267	224.37%
0.4240	4,658,288	237.41%
0.5010	5,048,738	206.04%
0.5480	5,394,285	187.06%
0.4980	4,270,986	256.30%
0.4610	5,263,900	248.00%

BEE COUNTY, TEXAS
COMPUTATION OF NET DIRECT AND OVERLAPPING DEBT
(CONSOLIDATED DEBT STATEMENT)
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	**2005**	**2006**	**2007**
Name of Governmental Unit				
Bee County	$ 9,145,000	$ 8,895,000	$ 8,635,000	$ 8,340,000
Cities:				
Beeville	2,585,000	2,155,000	3,370,057	2,720,855
School Districts:				
Beeville ISD	22,559,909	19,275,000	20,386,539	17,904,686
County-line School Districts:				
Mathis ISD	6,225,000	5,620,000	5,519,930	12,444,690
Pawnee ISD	-	-	-	-
Pettus ISD	-	-	-	-
Skidmore-Tynan ISD	2,125,000	2,065,000	2,065,000	5,809,999
Three Rivers ISD	2,935,000	2,935,000	2,935,000	2,749,998
Refugio ISD	-	-	-	5,168,000
Special Districts:				
Pettus MUD	-	-	-	-
Coastal Bend College	4,500,000	4,500,000	4,500,000	4,000,000
Beeville Water District	4,576,599	4,347,982	4,347,982	3,080,905
Bee County Fire:				
District No. 70	-	-	-	-
District No. 71	-	-	-	-
District No. 72	-	-	-	-
District No. 73	-	-	-	-
TOTAL OVERLAPPING	45,506,508	40,897,982	43,124,508	53,879,133
GRAND TOTALS	$54,651,508	$49,792,982	$51,759,508	$62,219,133

Note: The above information was obtained from each entity's finance office
* =Beeville Water District information was merged with City of Beeville in FY2009.

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
$ 8,045,000	$ 7,735,000	$ 7,365,000	$ 6,985,000	$ 6,730,000	$ 6,280,000
1,710,000	3,660,000	2,940,000	4,056,973	3,691,700	2,969,745
17,904,686	27,514,686	27,514,686	36,240,250	30,184,471	31,474,366
12,407,727	13,225,895	15,721,649	28,723,796	47,375,810	548,000
-	-	7,301,001	6,965,000	6,750,000	5,857,000
-	-	-	-	472,447	-
5,877,244	567,861	6,097,278	11,915,648	12,467,999	11,822,300
3,893,448	3,893,448	2,520,000	3,240,261	37,614,151	12,000,000
5,994,169	5,249,884	5,256,000	6,026,000	4,508,000	38,017,000
-	-	-	-	22,320	-
4,505,000	3,814,409	N/A	N/A	5,327,000	8,413,957
1,925,000	*	*	*	*	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
54,217,274	57,926,183	67,350,614	97,167,928	148,413,898	111,102,368
$ 62,262,274	$ 65,661,183	$ 74,715,614	$ 104,152,928	$ 155,143,898	$ 117,382,368

BEE COUNTY, TEXAS
PROPERTY TAX RATES – ALL DIRECT AND OVERLAPPING GOVERNMENTS
PER $100 OF ASSESSED VALUE
LAST TEN FISCAL YEARS

Governmental Subdivisions	Percent Applicable to Bee County	Fiscal Year 2004	2005	2006	2007
Bee County	100.00%				
	General Prop Tax	0.30187	0.28709	0.32149	0.29495
	Debt Rate	0.08939	0.08217	0.06939	0.07168
	Special Rd Tax	0.05300	0.05001	0.05650	0.05650
	Farm-to-Market	0.00200	0.00188	0.00200	0.00200
Cities					
Beeville	100.00%	0.61575	0.61575	0.64309	0.64309
School Districts					
Beeville ISD	100.00%	0.15900	0.15900	0.15900	1.51429
Pawnee ISD	86.78%	1.20937	1.20937	1.20937	1.19584
Skidmore-Tynan ISD	83.89%	1.19700	1.19700	1.19700	1.37000
Pettus ISD	96.77%	1.58500	1.58500	1.58500	1.37000
Colleges					
Coastal Bend College	100.00%	0.17200	0.17200	0.16189	0.15369
Water Districts					
Pettus MUD	100.00%	0.00000	0.00000	0.00000	0.00000
Beeville Water Supply District	100.00%	0.23207	0.23207	0.20499	0.20499
Bee Groundwater Cons. District	100.00%	0.00000	0.00000	0.00000	0.00000
Fire Districts					
Emergency Services District No. 70	100.00%	0.01700	0.01700	0.01700	0.02000
Emergency Services District No. 71	100.00%	0.03000	0.03000	0.03000	0.03000
Emergency Services District No. 72	100.00%	0.03000	0.03000	0.03000	0.01582
Emergency Services District No. 73	100.00%	0.00500	0.00500	0.00500	0.00500

Note: The information above was obtained from each entity's financial office and the Texas Municipal Reports complied and published by the Municipal Advisory Council of Texas. Complete information was not available for all entries.

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
0.31628	0.30196	0.29886	0.39700	0.36850	0.34576
0.06837	0.05646	0.06750	0.07561	0.05999	0.05452
0.05895	0.05395	0.05524	0.07118	0.06477	0.05521
0.00209	0.00191	0.00195	0.00260	0.00498	0.00461
0.58048	0.57431	0.58105	0.05484	0.49824	0.53270
1.18167	1.31800	1.31806	1.29832	1.26553	1.25423
1.18103	1.21848	1.29102	1.29102	1.26910	1.07577
1.37284	1.27701	1.27839	1.60512	1.55376	1.40225
1.04005	1.04005	1.17009	1.17000	1.07515	1.04000
0.16301	0.16800	0.16800	0.16800	0.17067	1.25423
0.20000	0.18551	0.19000	0.19000	0.00000	0.17000
0.18364	0.17127	0.14000	0.14000	0.19788	0.01702
0.01450	0.01180	0.01180	0.01180	0.00000	0.00400
0.01411	0.01194	0.01275	0.01260	0.01260	0.01121
0.03000	0.03633	0.03728	0.03728	0.03411	0.03411
0.03000	0.03102	0.03102	0.03647	0.03922	0.03791
0.02000	0.01832	0.01832	0.01832	0.01832	0.01832

BEE COUNTY, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND TEN YEARS AGO

	2013		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Teak Midstream	$ 85,374,450	1	7.28%
Koch Pipeline Co.	33,162,420	2	2.83%
Flint Hills Resources LP	29,801,910	3	2.54%
PNR USA Inc.	24,770,430	4	2.11%
AEP Texas Central Co.	23,757,310	5	2.03%
Pioneer Natural Resources	22,744,170	6	1.94%
Marathon Oil Co.	16,860,600	7	1.44%
Southcross CCNG Gathering LTD.	14,677,160	8	1.25%
Halliburtion Energy Services	13,693,520	9	1.17%
Petrohawk Operation Co.	11,307,160	10	0.96%
Total	$ 276,149,130		23.56%

Source: Bee County Tax Assessor/Collector

2003		
Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
$ 66,461,650	1	9.15%
18,863,250	3	2.60%
12,474,900	6	1.72%
14,182,460	4	1.95%
6,300,000	8	0.87%
12,995,790	5	1.79%
34,134,180	2	4.70%
12,246,950	7	1.69%
5,688,590	9	0.78%
5,225,990	10	0.72%
$ 188,573,760		25.97%

BEE COUNTY, TEXAS
PRINCIPAL TAX LEVIES
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	**2005**	**2006**	**2007**
Levy for Maintenance and Operations (M&O):				
General Fund	$ 2,195,376	$ 1,923,902	$ 2,714,489	$ 2,763,040
Road Fund	399,331	359,896	501,919	543,131
Total M & O Levy	$ 2,594,707	$ 2,283,798	$ 3,216,408	$ 3,306,171
Levy for Debt Service (I&S):				
Debt Service	$ 645,709	$ 636,836	$ 639,186	$ 641,711
Total I & S Levy	645,709	636,836	639,186	641,711
Total County Levy	$ 3,240,416	$ 2,920,634	$ 3,855,594	$ 3,947,882

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
$ 3,064,452	$ 3,244,692	$ 3,594,002	$ 3,919,076	$ 3,932,503	$ 3,995,798
561,361	609,670	661,949	722,413	691,203	638,038
$ 3,625,813	$ 3,854,362	$ 4,255,951	$ 4,641,489	$ 4,623,706	$ 4,633,836
$ 632,011	$ 656,879	$ 761,089	$ 774,677	$ 733,413	$ 630,064
632,011	656,879	761,089	774,677	733,413	630,064
$ 4,257,824	$ 4,511,241	$ 5,017,040	$ 5,416,166	$ 5,357,119	$ 5,263,900

BEE COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
GENERAL AND DEBT SERVICE FUNDS
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy [1]
2004	2,841,085	2,366,387	83.29%	152,102	2,518,489	88.65%
2005	2,560,738	2,492,576	97.34%	89,683	2,582,259	100.84%
2006	3,353,675	3,272,937	97.59%	79,768	3,352,705	99.97%
2007	3,404,751	3,312,860	97.30%	102,990	3,415,850	100.33%
2008	3,696,463	3,620,185	97.94%	95,557	3,715,742	100.52%
2009	3,901,571	3,900,771	99.98%	58,812	3,959,583	101.49%
2010	4,355,091	3,916,717	89.93%	76,296	3,993,013	91.69%
2011	4,693,753	4,302,466	91.66%	97,375	4,399,841	93.74%
2012	4,665,916	4,588,264	98.34%	110,366	4,698,630	100.70%
2013	4,625,862	4,453,157	96.27%	101,986	4,555,143	98.47%

Note: The above figures do not include penalties and interest collected on delinquent taxes. Also, all year end taxes receivable are delinquent.

BEE COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
ROAD AND BRIDGE FUND
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy [1]
2004	350,161	332,657	95.00%	21,382	354,039	101.11%
2005	359,851	350,267	97.34%	12,603	362,870	100.84%
2006	501,921	489,838	97.59%	11,938	501,776	99.97%
2007	543,112	528,582	97.32%	16,432	545,014	100.35%
2008	561,361	554,816	98.83%	17,878	572,694	102.02%
2009	609,670	594,978	97.59%	9,871	604,849	99.21%
2010	661,949	590,548	89.21%	11,916	602,464	91.01%
2011	722,413	639,465	88.52%	9,348	648,813	89.81%
2012	691,203	648,615	93.84%	16,062	664,677	96.16%
2013	638,038	627,456	98.34%	14,680	642,136	100.64%

Note: The above figures do not include penalties and interest collected on delinquent taxes. Also, all year end taxes receivable are delinquent.

BEE COUNTY, TEXAS
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED
DEBT TO TOTAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest	Fiscal Fees	Total Debt	Total General Government	Ratio of Debt Service to General Total General Government
2004	$ 265,000	$ 380,709	$ -	$ 645,709	9,750,661	2.44%
2005	250,000	384,486	2,350	634,486	21,753,419	2.54%
2006	260,000	352,686	26,500	612,686	20,708,479	2.36%
2007	295,000	344,361	2,350	639,361	17,124,422	2.17%
2008	295,000	334,661	2,350	629,661	16,287,868	2.13%
2009	310,000	344,529	2,350	654,529	17,373,136	2.11%
2010	370,000	316,486	2,350	686,486	18,881,430	1.86%
2011	380,000	302,833	2,350	682,833	17,874,929	1.80%
2012	415,000	248,012	2,350	663,012	17,602,158	1.60%
2013	450,000	183,981	2,900	633,981	17,128,154	1.41%

(1) Includes principal, interest and fiscal agent fees.

(2) Includes all general, special revenue, and debt service governmental fund types.

BEE COUNTY, TEXAS
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year Ended	Population	Assessed Valuation	Net Bonded Debt	Less Debt Service Funds	Net Bonded Debt	Ratio Net General Bonded Debt To Assessed Value	Net Bonded Debt Per Capita
2004	32,359	$ 726,127,551	$9,145,000	$43,248	$9,101,752	0.0125	281.27%
2005	33,018	790,953,200	8,895,000	61,177	8,833,823	0.0112	267.55%
2006	33,018	855,871,535	8,635,000	32,543	8,602,457	0.0101	260.54%
2007	33,018	928,469,572	8,340,000	53,832	8,286,168	0.0089	250.96%
2008	33,415	962,612,305	8,045,000	100,145	7,944,855	0.0083	237.76%
2009	32,487	1,105,921,969	7,735,000	83,783	7,651,217	0.0069	235.52%
2010	32,487	1,040,224,415	7,365,000	124,146	7,240,854	0.0070	222.88%
2011	31,861	1,009,045,945	6,985,000	144,162	6,840,838	0.0068	214.71%
2012	32,095	1,094,649,400	6,730,000	219,943	6,510,057	0.0059	202.84%
2013	32,799	1,305,461,570	6,280,000	226,584	6,053,416	0.0046	184.56%

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BEE COUNTY, TEXAS
COMPUTATION OF NET DIRECT AND OVERLAPPING DEBT
(CONSOLIDATED DEBT STATEMENT)
LAST TEN FISCAL YEARS

Name of Governmental Unit	Date	Amount	Percent	Amount
Bee County	09/30/13	$ 6,280,000	100.00%	$ 6,280,000
Cities				
Beeville	09/30/13	915,852	100.00%	915,852
School Districts				
Beeville ISD	09/30/13	22,409,686	100.00%	22,409,686
County-Line School Districts				
Mathis ISD	09/30/13	17,567,550	2.49%	437,432
Pawnee ISD	09/30/13	6,525,000	80.36%	5,243,490
Pettus ISD	09/30/13	-	100.00%	-
Skidmore-Tynan ISD	09/30/13	12,062,337	98.01%	11,822,296
Three Rivers ISD	09/30/13	26,195,000	3.19%	835,621
Refugio ISD	09/30/13	3,722,000	1.84%	68,485
Special Districts				
Pettus MUD		-	100.00%	-
Coastal Bend College	09/30/13	4,144,000	100.00%	4,144,000
Beeville Water District	09/30/13	1,475,000	100.00%	1,475,000
Bee County Fire				
District No. 70		-	100.00%	-
District No. 71		-	100.00%	-
District No. 72		-	100.00%	-
District No. 73		-	100.00%	-
TOTAL OVERLAPPING		95,016,425		47,351,862
GRAND TOTALS		$101,296,425		$ 53,631,862

BEE COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
BONDS ISSUED UNDER TEXAS GENERAL LAWS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	**2005**	**2006**	**2007**
Assessed Valuation	$790,953,200	$858,025,495	$928,469,572	$930,098,930
Limit on Amount Designated for Debt Service:				
$0.25 per $100 assessed valuation	x .25	x .25	x .25	x .25
Legal Annual Maximum Debt Payment	$197,738,300	$214,506,374	$232,117,393	$232,524,733
Actual Amount Expended for General Obligation Debt Service During the Fiscal Year	9,101,752	8,833,823	8,602,457	8,286,168
Legal Debt Margin for Annual Debt Service Requirements	$206,840,052	$223,340,197	$240,719,850	$240,810,901
Total Net Debt Applicable to the Limit				
As a percentage of Debt Limit	4.60%	4.12%	3.71%	3.56%

(government may present either (1) ratio of outstanding net debt to the debt limit for 10 yrs. or (2) the ratio of legal debt margin to the debt limit for 10 yrs.

Fiscal Year					
2008	**2009**	**2010**	**2011**	**2012**	**2013**
$962,612,305	$ 1,105,921,969	$ 1,040,224,415	$ 1,009,045,945	$ 1,094,649,400	$ 1,305,461,570
x .25	x .25	x .25	x .25	x .25	x .25
$240,653,076	$ 276,480,492	$ 260,056,104	$ 252,261,486	$ 273,662,350	$ 326,365,393
7,944,855	7,651,217	7,240,854	6,840,838	6,510,057	6,053,416
$248,597,931	$ 284,131,709	$ 267,296,958	$ 259,102,324	$ 280,172,407	$ 332,418,809
3.30%	2.77%	2.78%	2.71%	2.38%	1.85%

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BEE COUNTY, TEXAS
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year	Solid Wate Fees	Less: Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements- Prinicpal + Interest
2004	-	-	-	618,359
2005	-	-	-	609,486
2006	-	-	-	611,836
2007	-	-	-	638,511
2008	-	-	-	629,661
2009	-	-	-	635,198
2010	-	-	-	686,486
2011	-	-	-	682,833
2012	-	-	-	682,833
2013	-	-	-	636,881

Note: No debt is pledged to the solid waste fees.

BEE COUNTY, TEXAS
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2004	**2005**	**2006**	**2007**
% of Taxable Assessed Valuation	1.06%	0.72%	0.68%	0.67%
Population	32,359	33,018	33,018	33,018
Personal Income (thousands)	$ 28	$ 28	$ 28	$ 28
Per Capita Income	$ 16,715	$ 17,564	$ 18,755	$ 18,755
Median Age	-	-	-	-
Education Level in Years of Schooling	-	-	-	-
School Enrollment	4,969	4,969	4,954	4,954
Unemployment Rate	7.7%	7.1%	6.4%	6.0%

Fiscal Year				
2008	**2009**	**2011**	**2012**	**2013**
0.67%	0.67%	0.67%	0.67%	0.67%
33,415	32,487	31,861	32,095	32,799
$ 28	$ 28	$ 30	$ 36	$ 36
$ 15,257	$ 15,274	$ 23,397	$ 26,697	$ 26,697
-	-	35.4	35.1	35.1
-	-	-	-	-
4,804	4,667	4,896	4,790	4,780
6.3%	9.3%	9.1%	6.5%	7.0%

BEE COUNTY, TEXAS
PRINCIPAL EMPLOYERS
CURRENT AND TEN YEARS AGO

	2013		
Employer	Employees	Rank	Percentage of Total County Employment
TDCJ- Garza	862	1	-
Beeville ISD	554	2	-
TDCJ- McConnell	486	3	-
Coastal Bend College	475	4	-
County of Bee	261	5	-
Wal-Mart	260	6	-
Christus Spohn Hospital	191	7	-
H.E.B. Grocery	151	8	-
City of Beeville	139	9	-
Skidmore-Tynan ISD	118	10	-
Total	3,497		-

BEE COUNTY, TEXAS
CONSTRUCTION AND PROPERTY VALUES
LAST TEN FISCAL YEARS

	Residential			Commercial		
Fiscal Year	Dwelling Units	Permits	Valuation	Dwelling Units	Permits	Valuation
2004	505	16	839,450	505	7	2,556,000
2005	547	11	513,075	547	13	2,744,593
2006	577	17	1,112,168	577	27	17,455,645
2007	521	7	580,675	521	18	6,178,388
2008	184	6	425,000	184	0	5,468,624
2009	393	0	7,159,710	116	0	3,743,390
2010	9	9	1,039,000	0	0	-
2011	8	8	856,000	146	2	8,681,244
2012	16	16	5,540,252	10	10	8,322,275
2013	3	3	240,000	4	4	8,215,000

	Property Value		
Fiscal Year	Actual Value	Exempt	Assessed Valuation
2004	$1,300,429,995	$ 509,476,795	$ 790,953,200
2005	1,372,867,170	516,995,655	855,871,515
2006	1,540,154,870	611,685,298	928,469,572
2007	1,783,329,570	853,230,640	930,098,930
2008	1,962,721,770	1,000,109,465	962,612,305
2009	2,071,450,120	965,528,151	1,105,921,969
2010	2,001,739,340	961,514,925	1,040,224,415
2011	1,984,037,000	974,991,055	1,009,045,945
2012	2,074,402,370	979,752,970	1,094,649,400
2013	2,295,279,910	989,818,340	1,305,461,570

BEE COUNTY, TEXAS
FULL TIME EQUIVALENT COUNTY
GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Full-Time Equivalent Employees as of Year End			
	2004	**2005**	**2006**	**2007**
Function/Program				
General Government	33	35	35	37
Public Safety	53	53	53	52
Judicial	13	13	11	14
Public Facilities	3	4	4	4
Public Works	25	24	22	22
Health and Welfare	103	93	89	82
Culture and Recreation	7	7	11	9
Conservation and development	2	3	3	3
Total	239	232	228	223

Full-Time Equivalent Employees as of Year End

2008	2009	2010	2011	2012	2013
36	42	49	48	46	55
49	46	48	44	42	34
15	14	13	18	23	26
4	4	5	6	7	10
19	20	22	22	20	18
97	105	96	96	100	89
6	4	2	2	2	1
3	2	2	1	1	1
229	237	237	237	241	234

BEE COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Fical Year			
	2004	2005	2006	2007
Administration of Justice				
JP Courts:				
Cases Filed	6,501	4,928	3,407	3,307
Cased Disposed	5,505	4,503	2,620	2,922
Cased Appealed	11	15	5	4
County Courts at Law:				
Civil:				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
Criminal:				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
District Courts:				
Civil:				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
Criminal:				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-
Juvenile:				
Cases Filed	-	-	-	-
Cased Disposed	-	-	-	-

Fiscal Year					
2008	2009	2010	2011	2012	2013
5,184	3,704	4,501	5,274	8,621	4,815
2,004	403	2,146	3,857	3,864	2,033
2	2	7	3	13	18
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

BEE COUNTY, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TWO FISCAL YEARS

	2012			2013		
Department	**Vehicles Authorized**	**Vehicles Inventory**	**Radios**	**Vehicles Authorized**	**Vehicles Inventory**	**Radios**
Law Enforcement						
Sheriff	30	30	48	32	32	51
Constable 1	-	-	-	-	-	-
Constable 2	-	-	1	-	-	1
Constable 3	-	-	-	-	-	-
Constable 4	-	-	1	-	-	1
Road & Bridge	19	19	17	27	27	-
General Government	5	5	6	13	13	8
Social Services	-	-	-	-	-	-
Health and Welfare	2	2	-	2	2	-
Agriculture	1	1	-	1	1	-

BEE COUNTY, TEXAS
SALARIES AND SURETY BONDS OF ELECTED OFFICIALS
CURRENT YEAR

Official Title	Incumbent	Budget Salary	Surety Bond	Term Ending Dates
District Court				
Judge, 36th Judicial County	Michael E. Welborn	$ -	$ -	12/31/2014
Judge, 156th Judicial County	Joel b. Johnson	-	-	12/31/2014
Judge, 343rd Judicial County	Janna Whatley	-	-	12/31/2012
District Attorney	Jose L. Aliseda, Jr.	-	5,000	12/31/2016
District Clerk	Zenaida Silva	43,193	5,000	12/31/2014
Commissioner's Court				
County Judge	David Silva	64,925	1,000	12/31/2014
Commissioner, Precinct No. 1	Carlos Salazar	43,387	3,000	12/31/2016
Commissioner, Precinct No. 2	Dennis DeWitt	41,492	3,000	12/31/2014
Commissioner, Precinct No. 3	Eloy Rodriguez	43,387	3,000	12/31/2016
Commissioner, Precinct No. 4	Ken Haggard	41,492	3,000	12/31/2014
Other County Officials				
Sheriff	Carlos Carrizales	43,193	10,000	12/31/2016
County Clerk	Mirella E. Davis	43,193	5,000	12/31/2014
Tax-Assessor-Collector	Linda Bridge	43,193	100,000	12/31/2016
County Attorney	Michael Knight	63,306	2,500	12/31/2016
Justice of the Peace				
Precinct No. 1	Raul Casarez	26,601	1,000	12/31/2014
Precinct No. 2	Ted Staples	25,477	1,000	12/31/2014
Precinct No. 3	Abelardo Suniga	26,601	1,000	12/31/2014
Precinct No. 4	Joseph Lyvers	26,601	1,000	12/31/2014
Constables				
Precinct No. 1	Ralph Arizmendez	5,889	1,500	6/27/2016
Precinct No. 2	Clifford Bagwell	5,735	1,500	12/31/2012
Precinct No. 3	Kirk Delgado	5,889	1,500	12/31/2012
Precinct No. 4	Eequiel Ortiz	5,889	1,500	12/31/2012

BEE COUNTY, TEXAS
SUMMARY OF INSURANCE COVERAGE
CURRENT YEAR

Type of Coverage	Expiration Date	Agency	Coverage Limits	Deductible	Premiums Paid FY 2012	Premiums Paid FY 2013
County Buildings						
Property	1/1/2013	St. Paul	$28,524,900	$ -	$ 72,532	$ 71,828
Auto	1/1/2013	St. Paul	1,000,000	2,500	122,042	136,244
General Liability	1/1/2013	St. Paul	3,000,000	1,000	38,404	39,956
Public Officials	1/1/2013	St. Paul	2,000,000	5,000	24,509	50,994
Law Enforcement	1/1/2013	St. Paul	1,000,000	10,000	53,591	47,205
Equipment	1/1/2013	St. Paul	-	-	-	-
Cyber Liability	1/1/2013	St. Paul	1,000,000	1,000	1,550	1,800

BEE COUNTY, TEXAS
GENERAL INFORMATION
SEPTEMBER 30, 2013

Organized in 1858, Bee County, Texas was created from Karnes, Live Oak, Goliad, Refugio, and San Patricio Counties. The County was named after General Bernard Bee. Situated close to the Gulf of Mexico, Bee County is sea level to rolling, containing black, sandy, and loam soils, with mesquite and live oak trees. The County is a recreational paradise having many hunting, camping, and historical sites.

Bee County contains 842 square miles with an estimated population of 32,799. The County has an average annual rainfall of 28.9 inches and a growing season of 285 days. There is a considerable amount of oil and gas production in the County. Beeville, the County seat and main city, has a County Hospital leased to Christus Spohn, and is an agribusiness center. As one enters the City, the Statue of Miss Justice can be seen standing majestically on top of the clock over the courthouse dome, giving the County an added air of dignity and stateliness.

Source: Texas Almanac published by Dallas Morning News, Dallas, Texas.