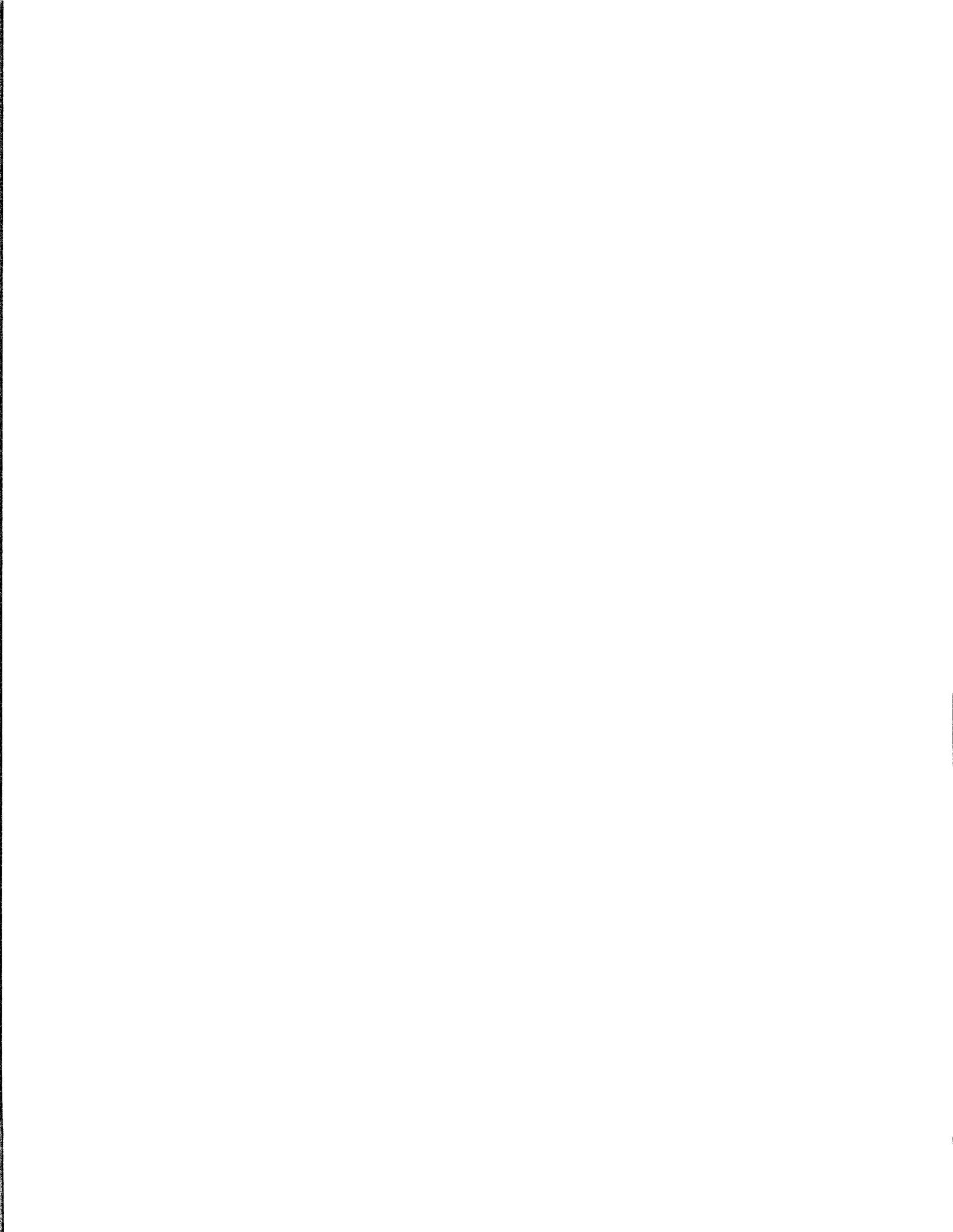


McLENNAN COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

Prepared by:
STAN CHAMBERS, CPA
COUNTY AUDITOR



McLENNAN COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2015

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DEBT CAPACITY

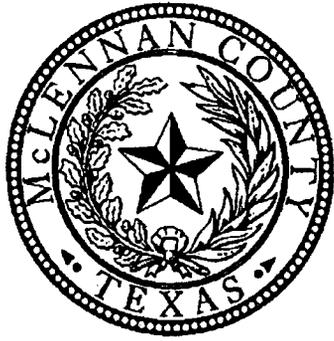
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INTRODUCTORY SECTION

**Stan Chambers, CPA
County Auditor**



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Waco, Texas
Voice (254) 757-5156
Fax (254) 757-5157
Stan.chambers@co.Mclennan.tx.us

March 31, 2016

Honorable District Judges
Honorable County Judge
Honorable County Commissioners

The Comprehensive Annual Financial Report of McLennan County, Texas, for the fiscal year ended September 30, 2015, is submitted herewith in accordance with Chapter 114.025 of the Local Government Code. The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board and audited in accordance with auditing standards generally accepted in the United States of America by a firm of certified public accountants.

This report consists of management's representations concerning the finances of McLennan County, Texas. 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, McLennan County management has established a comprehensive internal control framework designed both to protect governmental assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). McLennan County's comprehensive framework, because the cost of internal controls should not outweigh their benefits, has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

McLennan County's financial statements have been audited by Pattillo, Brown and Hill LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion on McLennan County's financial statements for the fiscal year ended September 30, 2015 that they are fairly presented in conformity with generally accepted accounting principles. The independent auditors' report is presented as the first component of the financial section of this report.

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

Profile of the Government

Located in Central Texas, McLennan County was incorporated in 1850 and both the County and the County Seat were named after the pioneer, Neil McLennan. The County's population continues to grow and is now 234,906 according to the 2010 census. This is up 10% over the 2000 census of 213,517 and 24.2% over the 1990 census of 189,123. The County has a land area of 1,042 square miles. The decennial census levels in Texas determine which of the various State statutes apply to each particular Texas County.

The County operates as specified under the Constitution and Statutes of the State of Texas, which provide for a Commissioners Court consisting of the County Judge and four Commissioners, one from each of four geographical precincts. The County Judge is elected for a term of four years and the Commissioners for four-year staggered terms.

The County provides the full range of county services contemplated by the Constitution and Statutes of the State of Texas. The primary functions include general government, judiciary, public safety, county roads, environmental protection, health, welfare, culture and recreation, conservation, and infrastructure.

The annual budget serves as the foundation for McLennan County's financial planning and control. All departments of the County are required to submit requests for appropriation to the County Auditor's Office. The County Auditor, who serves as the Budget Officer, presents these requests to Commissioners Court. The County Auditor is also responsible for estimating the revenues for the budget. Through budget workshops the Commissioners Court creates a budget which is voted on and becomes the proposed budget. The proposed budget must be filed with the County Clerk. The Court is required to publish specific information, notices, and hold public hearings as defined by State Statute. After all these requirements are met, the Court may adopt the budget and the tax rate by September 1 or as soon thereafter as is practical. The appropriated budget is adopted by fund, then by department, then by individual line item. Budget-to-actual comparisons are provided in this report for all of the funds for which a budget is adopted by the Commissioners Court.

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 McLennan County operates.

Local economy. McLennan County experiences the same economic concerns being felt across Texas and the Nation. However, the tough economy is mitigated to a great degree in McLennan County by its diversified and stable economic base, including manufacturing, high technology companies, retail, higher education institutions, service industries, aviation industry and others. McLennan County provides a high quality labor force, attractive real estate opportunities, favorable tax treatment and abundant natural resources.

McLennan County is strategically located at the approximate geographic center of Texas, often referred to as the "Heart of Texas," and is within 200 miles of 70 percent of the Texas population. Major cities such as Austin, Dallas, Fort Worth, Houston, and San Antonio are within minimal driving distances. The NAFTA (North American Free Trade Agreement) continues to have a strong impact on the County. Interstate Highway 35, considered a main gateway to Mexico, passes through the middle of the County.

Long-term financial planning. The Commissioners Court continues to be very active in economic development to insure and promote continued growth. Vigorous efforts by the McLennan County Commissioners Court and the Greater Waco Chamber of Commerce to attract new industry to the area are continuing, and the prospect of continued growth in the local economy is very encouraging at this time. The establishment of the Waco/McLennan County Economic Development Corporation, a joint venture with the Greater Waco Chamber of Commerce, the Waco Industrial Foundation, the City of Waco and McLennan County, has been a significant instrument in promoting economic development in our area. Both McLennan County and the City of Waco provide the funding for the Corporation, which provides economic incentives to companies meeting certain social and economic performance standards.

Changes to Other Post Employment Benefits. The County has made the decision to change its Other Post Employment Benefits to mitigate the Unfunded Actuarial Accrued Liability (UAAL). The year ended September 30, 2009 was the implementation year for GASB 45 and the UAAL is significant. The Commissioners Court passed an order in late December 2008 that any employees coming to work for the County after January 1, 2009 would not be eligible for the county-paid lifetime health insurance premiums (the terms of this benefit are fully explained in the notes to the financial statements).

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 McLennan County, Texas for its comprehensive annual financial report for the fiscal year ended September 30, 2014. This was the thirtieth consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the County Auditor's Office. I would like to express my appreciation to everyone who assisted and contributed in the preparation of this report. Credit also must be given to the Board of District Judges for their support in maintaining the highest standard of professionalism, and to the McLennan County Commissioners Court for its management of McLennan County's finances and for

their work in helping develop information related to reporting infrastructure and for providing the necessary related software tools.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Stan Chambers", with a long horizontal flourish extending to the right.

Stan Chambers, CPA
McLennan County Auditor





Government Finance Officers Association

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

Presented to

**McLennan County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2014

Executive Director/CEO



McLENNAN COUNTY, TEXAS
ORGANIZATION

COUNTY VOTERS

OTHER ELECTED OFFICIALS
 Constables
 County Clerk
 County Treasurer
 Criminal District Attorney
 District Clerk
 Justices of the Peace
 Sheriff
 Tax Assessor-Collector

COMMISSIONERS COURT
 Commissioners (4) County Judge

JUDICIARY

County Court-at-Law
 Judges (2)

State District
 Judges (5)

County Auditor

DEPARTMENT DIRECTORS
 County Engineer
 County Garage Director
 Health Services Director
 Human Resources Director
 Information Technology Director
 Purchasing Director
 Radio Shop Director
 Veterans Services Director
 Jail Magistrate

ELECTIONS COMMISSION

Elections Administrator

TEXAS A&M UNIVERSITY

Agricultural Extension Service

COUNTY BAR ASSOCIATION

Law Library

JUVENILE BOARD

Juvenile Probation Director

ADULT PROBATION BOARD

Adult Probation Director

MCLENNAN COUNTY, TEXAS

PRINCIPAL OFFICIALS

As of September 30, 2015

ELECTED OFFICIALS

District Officials

Judge, 19th Judicial District Ralph Strother
Judge, 54th Judicial District Matt Johnson
Judge, 74th Judicial District Gary Coley, Jr.
Judge, 170th Judicial District Jim Meyer
Judge, 414th Judicial District Vicki Menard
Criminal District Attorney Abel Reyna
District Clerk Jon Gimble

Commissioners Court

County Judge Scott Felton
Commissioner, Precinct 1 Kelly Snell
Commissioner, Precinct 2 Lester Gibson
Commissioner, Precinct 3 Will Jones
Commissioner, Precinct 4 Ben Perry

County Officials

Judge, County Court at Law, No. 1 Mike Freeman
Judge, County Court at Law, No. 2 Bradley Cates
County Clerk J.A. "Andy" Harwell
County Sheriff Parnell McNamara
County Treasurer Bill Helton
County Tax Assessor-Collector Randy Riggs
Constable, Precinct 1 Walt Strickland
Constable, Precinct 2 John Johnson
Constable, Precinct 3 David Maler
Constable, Precinct 4 Stan Hickey
Constable, Precinct 5 Freddie Cantu
Justice of the Peace, Precinct 1, Place 1 Dianne Hensley
Justice of the Peace, Precinct 1, Place 2 Walter Peterson
Justice of the Peace, Precinct 2 James Lee
Justice of the Peace, Precinct 3 David Pareya
Justice of the Peace, Precinct 4 Brian Richardson
Justice of the Peace, Precinct 5 Fernando Villarreal

APPOINTED OFFICIALS

County Auditor Stan Chambers
Director of Juvenile Probation Collin Coker
Director of Adult Probation William Seigman
Elections Director Kathy Van Wolfe

MCLENNAN COUNTY, TEXAS

PRINCIPAL OFFICIALS (continued)

As of September 30, 2015

DEPARTMENTAL DIRECTORS

Purchasing Director Kenneth Bass
Maintenance of Equipment Director..... Wayne Canaday
County Engineer Steve Hendrick
Human Resources Director..... Amanda Talbert
Health Services Director..... Eva Cruz Hamby
Mental Health Court Director Tessa Slovak
Veterans Services Director Steve Hernandez
Building Maintenance Director Herschel Miller
Information Technology Director..... Lisa Fetsch
Jail Magistrate..... Virgil Bain



FINANCIAL SECTION



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

INDEPENDENT AUDITOR'S REPORT

To the Honorable County Judge and
Commissioners' Court
McLennan County, Texas

Report of the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of McLennan County, Texas as of and for the year ended September 30, 2015, 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.

Auditors' Responsibility

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

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Governmental Audit
Quality Center

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 accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of McLennan County, Texas, as of September 30, 2015, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 14 to the financial statements, in 2015 the County adopted new accounting guidance, Governmental Accounting Standards (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27 and Governmental Accounting Standards (GASB) Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and, budgetary comparison and pension information, and other post-employment benefit plans on pages 15-30 and 82-84 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise McLennan County, Texas' basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and 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 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 and schedules are fairly stated in all material respects in relation to the financial statements as a whole.

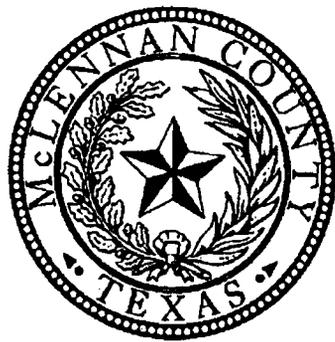
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2016, on our consideration of the McLennan County, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering McLennan County, Texas' internal control over financial reporting and compliance.

Pattillo, Brown & Hill, L.L.P.

Waco, Texas
March 31, 2016



McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

This discussion and analysis provides readers of the financial statements of McLennan County, Texas (the County) a narrative overview and analysis of the County's financial activities for the fiscal year that ended September 30, 2015. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers of this discussion and analysis should consider the information presented here in conjunction with additional information that we have furnished in our accompanying letter of transmittal, and in the basic financial statements and notes to the financial statements (which immediately follow this discussion).

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of McLennan County exceeded its liabilities and deferred inflows at September 30, 2015, by \$64.3 million. Net investment in capital assets (net of depreciation and related debt) accounts for almost 41% of this amount, with a value of \$26.3 million. Restricted net position totaled \$17.3 million or 26.9% of net position. Of the remaining net position, \$20.7 million, or 32.2%, may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position decreased by a total of \$7.5 million for the year ended September 30, 2015 when compared to the total net position reported for the year ended September 30, 2014.
- Income from general sources of revenue totaled \$83 million, with total expenses in excess of program revenues of \$76.7 million.
- As of September 30, 2015, McLennan County's governmental funds reported combined ending fund balances of \$61.9 million. Of that amount, \$26.1 million was restricted for or committed for specific purposes. \$34.9 million was unassigned for spending at the government's discretion in the Governmental Funds. \$105 thousand was assigned for capital projects and \$830 thousand was nonspendable due to the nature of the asset as a prepaid asset.
- The unassigned fund balance for the General Fund of \$34.9 million at September 30, 2015 was 43% of the total \$81.3 million of General Fund expenditures for fiscal year 2015.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to McLennan County's basic financial statements. The annual report presented herein is a series of financial statements and notes to those statements, as well as other required supplementary information and schedules. These statements and schedules are organized so the reader can understand McLennan County as a financial operating entity. As the reader moves through the statements, there is ever increasing detail to further explain information presented. The basic financial statements are comprised of three components:

- 1) Government-wide financial statements,
- 2) Fund financial statements, and
- 3) Notes to the financial statements

This report also contains other required supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The statement of net position presents information on all of McLennan County's assets and liabilities; the difference between the two is reported as net position. This statement is similar to that of the balance sheet of a private-sector business (with primary sections in a business balance sheet being assets, liabilities, and equity). Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during 2015. Because the statement of activities separates program revenue (that is, revenue generated by specific programs through charges for services,

McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

fees, licenses, grants received, and other contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program), it shows to what extent each program has to rely on general revenues for funding.

All changes in net position are reported using the accrual basis of accounting, similar to the method used by most private-sector businesses. The accrual basis of accounting requires that revenues be reported when they are earned and expenses are reported when the goods and services are received, regardless of the timing of cash being received or paid. This differs from the fund accounting statements, which are recorded using the modified accrual method to primarily record the inflows and outflows of cash. Items such as uncollected taxes, unpaid vendor invoices for items received in 2015, and earned but unused vacation leave are included in the statement of activities as revenue and expense, even though the cash associated with these items will not be received or distributed in 2015.

McLennan County has no separately identified discretely-presented component units included in the government-wide financial statements. By virtue of the County's authority to exercise influence over its operations, the Community Supervision and Corrections Department (Adult Probation Fund) is reflected as a blended component unit special revenue fund and its financial data is included in governmental activities.

In addition McLennan County Public Facilities Corporation (the Corporation or PFC), a nonprofit corporation created under Texas Local Government Code Section 303 on September 2, 2008 is a blended component unit. All of the members of the Board of Directors of the Corporation are appointed by the County's Commissioners Court, and indeed consists of the same individuals that comprise the Commissioners Court. During 2009 the Corporation issued revenue bonds to fund the construction of a new 816 bed detention facility. The new detention facility was completed in 2010 and started operating in June of that year. During the current fiscal year the Corporation refunded the Series 2009 revenue bonds by issuing Project Revenue Refunding Bonds Taxable Series 2014.

You will find further information regarding these blended component units in the Summary of Significant Accounting Policies in Note I of the notes to the financial statements.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. McLennan County, like other local governments, uses fund accounting to ensure and demonstrate compliance with financial and legal requirements. All funds are divided into three categories: governmental funds, proprietary funds and fiduciary funds.

- 1) Governmental Funds are used to account for essentially the same functions reported in the governmental activities in the government-wide financial statements, but unlike the activity statement, the measurement focus is on available resources.
- 2) Fiduciary Funds are used to account for resources that are held by the government as a trustee or agent for parties outside of the government. The resources of fiduciary funds cannot be used to support the government's own programs.
- 3) Proprietary Funds are used to account for the County's health insurance. The County maintains one type of proprietary fund, an Internal Service Fund. Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. This Internal Service Fund has been included within governmental activities in the government-wide financial statements.

Governmental Funds

The Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances present a separate column of financial data for the General Fund, Debt Service Fund, the Permanent Improvement Fund, the PFC Jail Operating Fund, and the PFC Debt Service Fund as the major funds. Data from the remaining governmental funds (i.e., non-major funds) are combined into a single, aggregated presentation. The "governmental fund" financial statements can be found immediately following the "government-wide" financial statements. Individual fund data for each of the non-major governmental funds is provided in the Combining and Individual Fund Statements and Schedules following Required Supplementary Information.

McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. As mentioned earlier, government-wide financial statements are reported using accrual accounting; governmental fund financial statements focus on near-term inflows and outflows, as well as balances of available resources. In other words, revenue is reported when earned, provided it is collectible within the reporting period or soon enough afterwards to be used to pay liabilities of the current period. Likewise, liabilities are recognized as expenditures only when payment is due since they must be liquidated with available cash. Such information is useful in evaluating a government's near-term financing requirements in comparison to near-term resources.

The focus of governmental fund financial statements is more limited than that of government-wide financial statements. Because of the difference in the two types of statements, it is useful to compare information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers should better understand the results and long-term impact of near-term financing decisions. The reader is assisted in this comparison between the two bases of accounting by reconciliation statements between the governmental fund balance sheet and the statement of net position, as well as the governmental fund statement of revenues, expenditures, and changes in fund balances and the statement of activities.

McLennan County utilizes and maintains budgetary controls over its operating funds. Budgetary controls are used to ensure compliance with legal provisions required under state statute governing the annual appropriated budget. Budgets for governmental funds are established in accordance with state law and are adopted at the department and account line item levels for all funds. Specific equipment items included in capital outlays are approved on a capital equipment schedule. Appropriations for Capital Projects Funds are approved on an annual basis. A budgetary comparison schedule is provided for the General Fund in this management's discussion and analysis section. Also, the Required Supplementary Information contains an additional budget comparison for the General Fund. The comparison schedule is used to demonstrate compliance with the budget both as originally adopted and as finally amended.

Budgetary comparisons are not presented for the Adult Probation Fund because its budget is determined by a State grantor agency. A budget for the Public Facilities Corporation (PFC) funds is not presented because its budget, which there is none, would have been prepared by its separate corporate board. A Public Facilities Corporation is not required to prepare or adopt a formal budget under Texas Statutes.

Proprietary Funds

The Internal Service Fund is used to finance, administer and account for McLennan County's self-insured health program, whose purpose is to provide health insurance to employees of the County. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside McLennan County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the programs and expenses of McLennan County. Fiduciary funds are accounted for on the accrual basis. Agency funds are used as clearing accounts for assets held by McLennan County in its role as custodian until the funds are allocated to the parties, organizations, or other government agencies to which they belong. The basic fiduciary fund financial statements can be found following the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.

Notes to the Financial Statements

The notes provide additional information essential to a complete understanding of data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements in this report.

McLennan County, Texas
Management's Discussion and Analysis
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GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

Statement of Net Position

The table following is a condensed Government-wide Summary of Net Position as of September 30, 2015 and 2014:

Summary of Net Position

September 30, 2015

(\$ in thousands)

	2015	2014
Current and other assets	\$ 78,380	\$ 69,789
Capital assets (net of accumulated depreciation) and construction in progress	91,654	94,538
Total assets	\$ 170,034	\$ 164,327
Deferred Losses on Refundings of Debt	\$ 4,038	\$ 1,621
Deferred Outflow Related to Pensions	6,463	-
Total deferred outflows of resources	\$ 10,501	\$ 1,621
Current and other liabilities	\$ 7,771	\$ 7,131
Unearned revenues	485	209
Long-term liabilities	106,744	86,798
Total liabilities	\$ 115,000	\$ 94,138
Deferred Inflow Related to Pensions	\$ 1,250	\$ -
Total deferred inflows of resources	\$ 1,250	\$ -
Net investment in capital assets	\$ 26,331	\$ 29,012
Restricted	17,281	23,273
Unrestricted	20,673	19,525
Total net position	\$ 64,285	\$ 71,810

McLennan County, Texas
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As noted earlier, net position (and the change in net position from year to year) may serve over time as a useful indicator of a government's financial condition. McLennan County's net position at September 30, 2015 totaled \$64.3 million, representing a \$7.5 million decrease from the September 30, 2014 balance.

McLennan County's total assets were \$170 million as of September 30, 2015. Of this amount, \$91.7 million is accounted for by capital assets, which includes net infrastructure of \$8.9 million. Of the remaining County assets, approximately \$64.9 million were accounted for in cash, cash equivalents, and investments; \$8.8 million in taxes and accounts receivable; and \$3.9 million due from other governments.

Cash and cash equivalents increased \$8.9 million from \$56 million at September 30, 2014 to \$64.9 million at September 30, 2015.

At September 30, 2015 the County had outstanding liabilities of \$115 million, with approximately \$106.7 million in total noncurrent liabilities. Of the long-term liabilities, \$8 million was due within a year, with the remainder of \$98.7 million due over an extended period of time. There is a more in-depth discussion of long-term debt in the notes to the financial statements.

Included in other liabilities in the Statement of Net Position is \$7.3 million in accounts payable and accrued liabilities.

A large portion of the County's net position (41%) reflects its investment in capital assets, such as equipment, facilities, infrastructure, etc., less any outstanding related debt used to acquire those assets. Capital assets are used to provide services to citizens.

An amount representing 26.9% of the County's net position is subject to restrictions on how it may be used (restricted by either statute or contractual agreement). The remaining balance of \$20.7 million (unrestricted net position) represents the amount that may be used to meet the County's ongoing obligations.

Statement of Activities

The net position of McLennan County increased from governmental operations by \$6.3 million in 2015. Key elements in changes in net position are shown in the table and graphs on the following pages.

Total revenues from all governmental activities for McLennan County were \$118.6 million in 2015 compared to \$123.5 million in 2014, for a decrease of \$4.9 million. The primary components of the revenues changes are as follows:

- Property tax revenue, accounting for 55.4% of total revenues, increased \$4.4 million from \$61.3 million in 2014 to \$65.7 million in 2015. This increase was primarily due to the increase of property values and the addition of new property.
- Sales tax accounted for 13.4% of total revenues, increasing \$1 million from \$14.9 million in 2014 to \$15.9 million in 2015. Sales tax collections have continued to increase over the last two years due to economic growth within the County.
- Grants and contributions accounted for 5.2% of total revenues, showing a decrease of \$700 thousand from \$6.9 million in 2014 to \$6.2 million in 2015.
- Charges for services totaled approximately \$29.4 million in 2015 comprising 24.8% of total revenue in 2015, compared to \$38.9 million of charges for services in 2014, which represented 31% of total revenue in 2014. The large decrease is due to the fact that the Jail Lease Fund is no longer presented in the financial statements.
- The remaining 3.1% of revenue in 2015 was provided by other taxes, interest income, rental revenues and miscellaneous sources. In 2014 this same group of revenues comprised 0.8% of revenues.

Expenses for the year totaled about \$112.3 million in 2015 compared to \$117.5 million in 2014. This represents a 4.4% or \$5.2 million decrease in 2015 compared to 2014.

McLennan County, Texas
Management's Discussion and Analysis
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Highlights of the expenses, by activity are as follows:

- General administration activities accounted for 21.7% of expenses in 2015, increasing by \$2.3 million, or 10.2%, in 2015 compared to 2014.
- Judicial activities accounted for 5.9% of expenses in 2015, decreasing by \$40 thousand, or 0.6%, in 2015 compared to 2014.
- Public Safety activities accounted for 45.9% of expenses in 2015 decreasing by \$12.4 million or 19.5%, in 2015 compared to 2014. This large decrease is primarily due to the fact that the Jail Lease Fund is no longer presented in the governmental financial statements.
- Public Transportation activities accounted for 8.4% of expenses in 2015, increasing by \$189 thousand, or 2% in 2015 compared to 2014.
- Health and Welfare activities accounted for 12.6% of expenses in 2015, increasing by \$4.1 million 2014. This large increase is due to the creation of the Local Provider Participation Fund in 2015.
- Culture–Recreation activities accounted for 0.8% of expenses in 2015 increasing by \$41 thousand from 2014.
- Other activities consisting of Conservation and Economic Development and Assistance accounted for 1.6% of expenses increasing by \$1 million in 2015 from 2014.
- Interest and fiscal charges and bond issue costs accounted for 3.2% of expenses decreasing by \$417 thousand in 2015 from 2014.

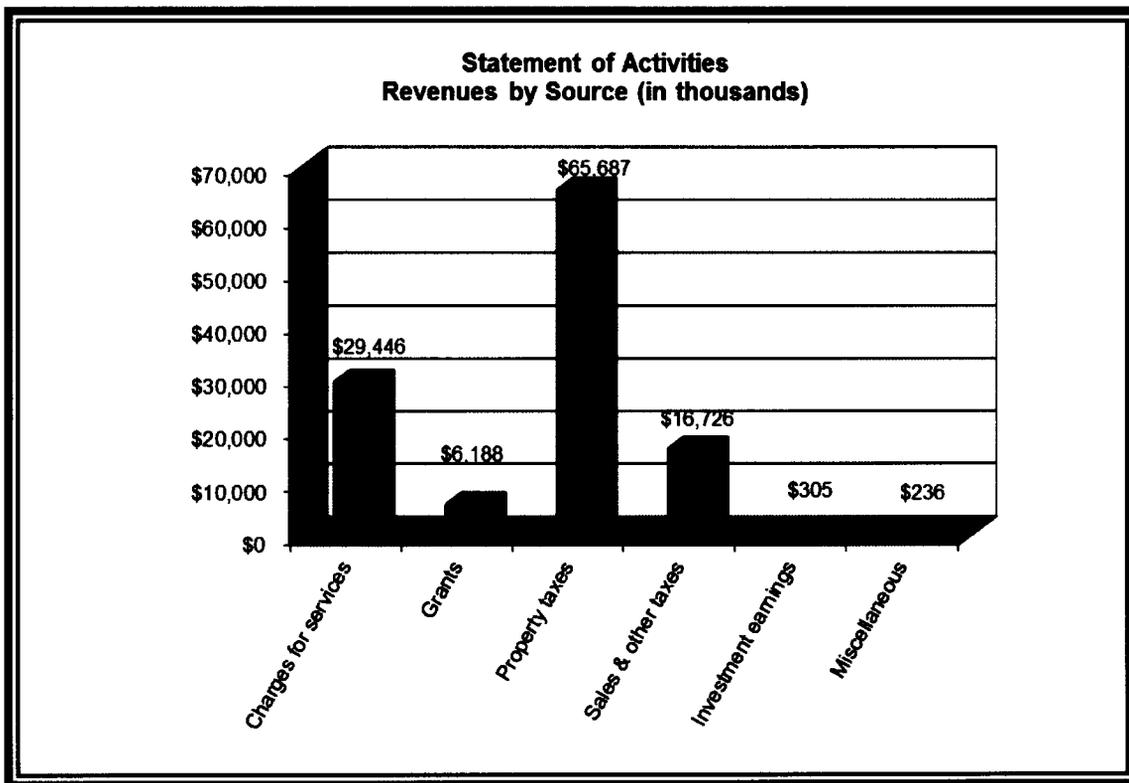
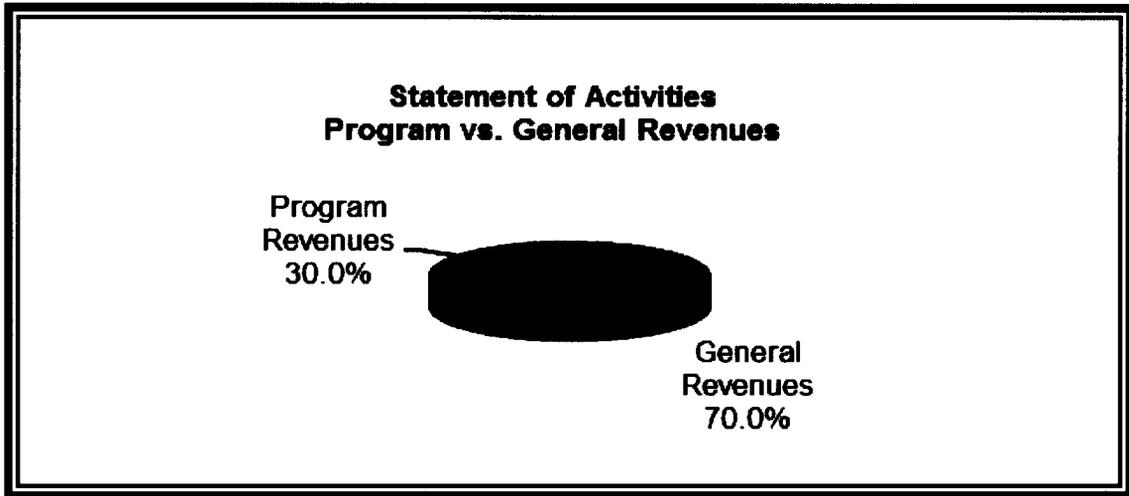
McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

Summary of Changes in Net Position
For the Fiscal Years Ended September 30, 2015
(\$ in thousands)

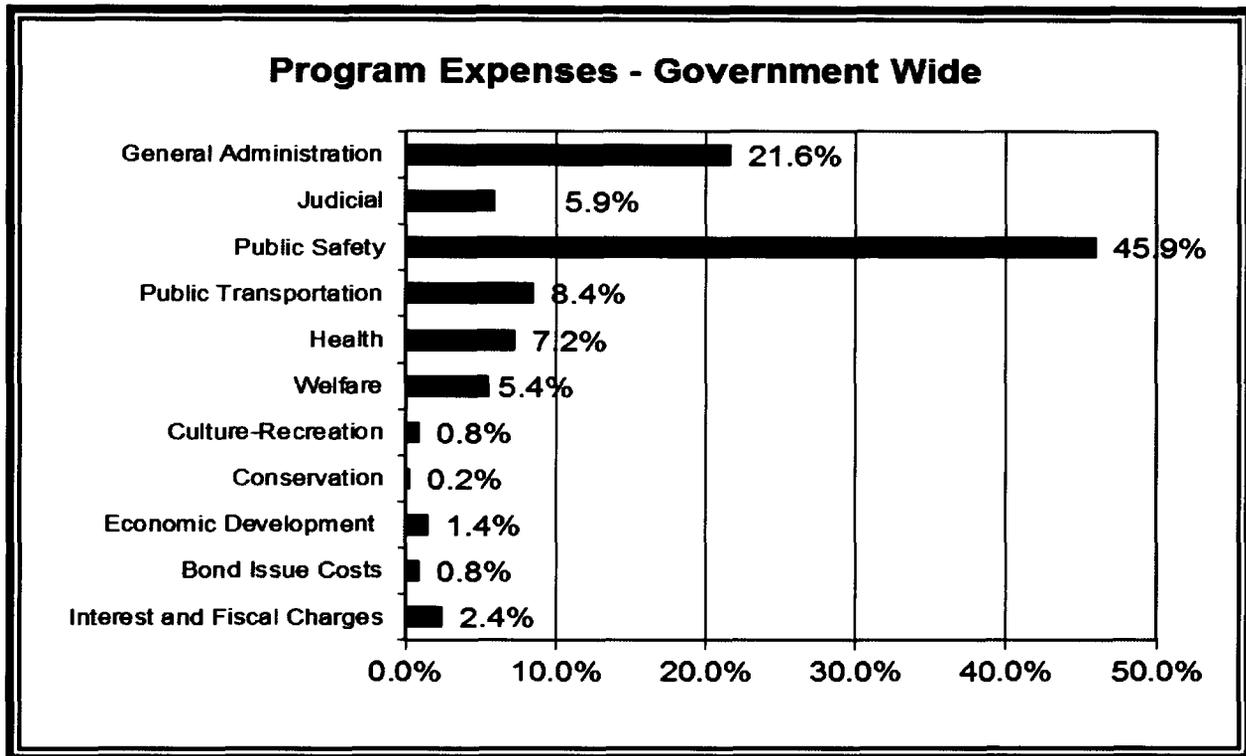
	2015	2014
	Governmental	Governmental
	Activities	Activities
Revenues		
<i>Program Revenues</i>		
Charges for services	\$29,446	\$38,927
Operating grants and contributions	6,100	6,831
Capital grants and contributions	88	77
	<u>35,634</u>	<u>45,835</u>
<i>General Revenues</i>		
Property Taxes	65,686	61,261
Sales Taxes	15,949	14,898
Other Taxes	777	740
Unrestricted investment earnings	305	256
Miscellaneous	236	522
Total General Revenues	<u>82,953</u>	<u>77,677</u>
Total Revenues	<u>118,587</u>	<u>123,512</u>
Expenses		
General administration	24,326	22,065
Judicial	6,588	6,628
Public safety	51,530	63,973
Public transportation	9,471	9,282
Health	8,118	4,208
Welfare	6,010	5,815
Culture-Recreation	888	847
Conservation	249	246
Economic development	1,529	457
Bond Issue Costs	881	-
Interest and fiscal charges	2,729	4,026
Total expenses	<u>112,319</u>	<u>117,547</u>
Change in net position	6,268	5,965
Net position - beginning	71,810	67,462
Prior period adjustment	<u>(13,793)</u>	<u>(1,617)</u>
Net position, ending	<u>\$64,285</u>	<u>\$71,810</u>

**McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015**

The following graphic representations show the relationships between various revenue and expense components presented on the Statement of Activities.



**McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015**



FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

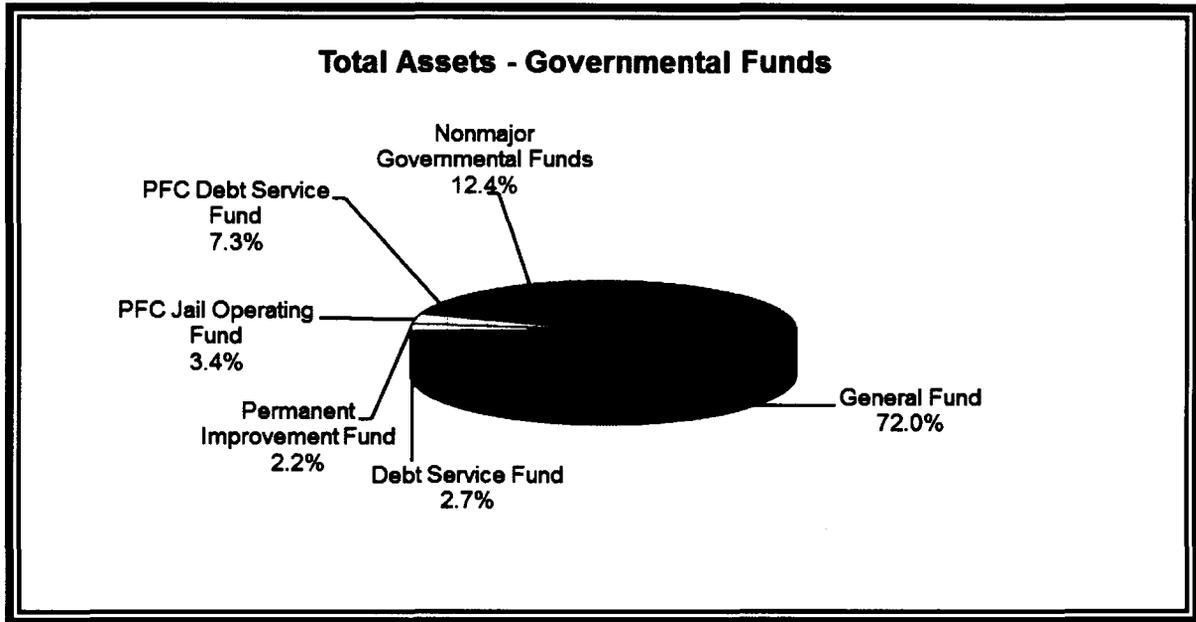
As noted earlier, McLennan County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The following is a financial analysis of the County's governmental funds:

Governmental Funds Balance Sheet Analysis

The General Fund, Debt Service Fund, Permanent Improvement Fund, PFC Jail Operating Fund, and PFC Debt Service Fund are the funds considered to be major funds in 2015. The General Fund accounted for 72% of the total governmental fund assets and 72.4% of the total governmental fund balances. The Debt Service Fund accounted for 2.7% of the total governmental fund assets and 2.9% of the total governmental fund balances. The Permanent Improvement Fund accounted for 2.2% of the total governmental fund assets and 2.3% of the total governmental fund balances. The PFC Jail Operating Fund accounted for 3.4% of the total governmental fund assets. The PFC Debt Service Fund accounted for 7.3% of the total governmental fund assets and 8.8% of the total governmental fund balances.

**McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015**

A chart showing the relative value of the assets of each major fund, as well as nonmajor governmental funds, follows:



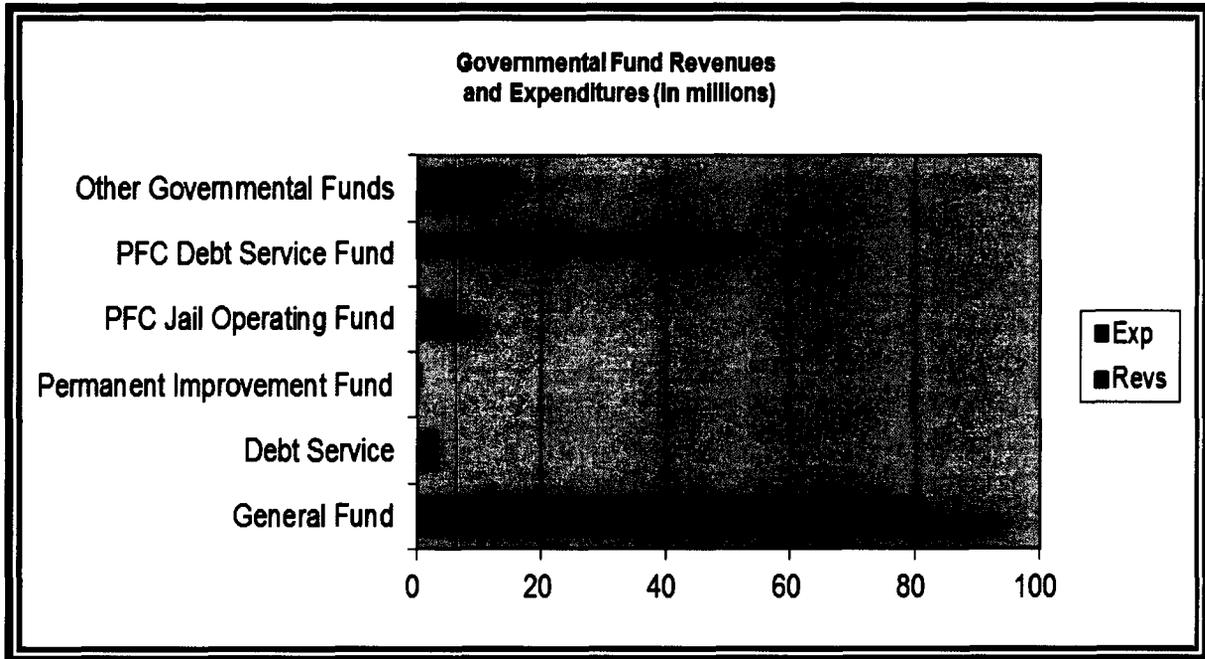
The focus of McLennan County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of September 30, 2015, the County's governmental funds reported combined ending fund balances of \$61.9 million. Of this total amount, \$34.9 million (56.4%) is unassigned and available for spending without restrictions for general governmental purposes from the General Fund. \$9.1 million (14.7%) is committed for economic development expenditures in the General Fund. \$1.8 million (2.9%) is restricted for debt service expenditures in the Debt Service Fund. \$1.4 million (2.1%) is committed or assigned for capital projects expenditures in the Permanent Improvement Fund. \$5.4 million (8.7%) is restricted for debt service expenditures in the PFC Debt Service Fund. \$8.4 million (13.6%) is restricted for specific expenditures being stated in the individual Special Revenue Funds. \$830 thousand (1.3%) is classified as nonspendable due to the nature of the balance sheet item.

The fund balance for the General Fund increased by \$13.9 million from 2014 to 2015. The fund balance of the Debt Service Fund increased by \$122 thousand in 2015 compared to 2014. The fund balance of the Permanent Improvement Fund decreased by \$622 thousand in 2015 compared to 2014. The fund balance of the PFC Debt Service Fund decreased by \$839 thousand in 2015 compared to 2014.

McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

Governmental Funds Revenue/Expenditure Analysis

The following chart shows the revenue and expenditure amounts for the General Fund, Debt Service Fund, Permanent Improvement Fund, PFC Jail Operating Fund, PFC Debt Service Fund, and all nonmajor governmental funds. The Debt Service Fund, Permanent Improvement Fund, PFC Jail Operating Fund, and PFC Debt Service Fund qualify as major funds due to the relative size of their assets, liabilities, revenue or expenditures or their relevant importance to the financial statements as a whole.



The revenues in the above chart do not include other financing sources which includes proceeds from new debt and the sale of assets, nor does it include other financing uses. The General Fund accounts for 78.8% of all governmental fund revenue and 50.6% of expenditures.

McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

GENERAL FUND BUDGETARY HIGHLIGHTS

Original Adopted Budget Compared to Final Budget

The following table shows the changes between the original adopted budget and the final budget, as amended, for the General Fund budget for the year ended September 30, 2015:

Comparison of Original Budget and Final Budget			
Year Ended September 30, 2015			
(\$ in Thousands)			
	Budgeted Amounts		Variance with Final Budget Under (Over)
	Original	Final	
Revenues:			
Taxes	\$ 74,576	\$ 74,576	\$ -
Licenses and Permits	5	5	-
Intergovernmental	1,919	1,919	-
Charges for Services	10,684	10,684	-
Fines and Forfeits	800	800	-
Miscellaneous	1,466	1,466	-
Total Revenues	89,450	89,450	-
Expenditures:			
Current:			
General Government	23,091	23,958	(867)
Judicial	6,216	6,290	(74)
Public Safety	31,949	31,602	347
Public Transportation	12,320	12,433	(113)
Health	4,439	4,439	-
Welfare	5,834	5,879	(45)
Culture-Recreation	78	131	(53)
Conservation	248	248	-
Economic Development and Assistance	10,881	10,882	(1)
Debt Service:			
Principal	1,257	1,022	235
Interest and Fiscal Charges	143	143	-
Total Expenditures	96,456	97,027	(571)
Excess (Deficiency) of Revenue over Expenditures	(7,006)	(7,577)	(571)
Other Financing Sources (Uses):			
Transfers In	-	-	-
Transfers Out	(4,876)	(4,876)	-
Issuance of Debt	-	566	566
Total Other Financing Sources	(4,876)	(4,310)	566
Net Change in Fund Balance	(11,882)	(11,887)	(5)
Fund Balance at Beginning of Year	33,223	33,223	-
Fund Balance at End of Year	\$ 21,341	\$ 21,336	\$ (5)

McLennan County, Texas
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Under Texas Local Government Code Section 111.0707 through 111.07075, "the county auditor shall certify to the Commissioners Court the receipt of revenue from a new source not anticipated before the adoption of the budget and not included in the budget for that fiscal year. On certification, the court may (or may not, at their option) adopt a special supplemental budget amendment for the purpose of spending the revenue for general purposes or for any of its intended purposes." Due to this statute, the increase in other financing sources totaling \$566 thousand was certified in the General Fund and added to estimated other financing sources that were in the original budget. The increase in total budgeted expenditures is due to the supplemental budget adopted along with the certification of this revenue.

McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

Actuals Compared to Final Budget

The following is a comparison between the General Fund final amended budget and the final actual revenues and expenditures for the fiscal year ended September 30, 2015:

**General Fund Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Year Ended September 30, 2015
(\$ in Thousands)**

	Final Budget	Final Actual	Variance with Final Budget Under (Over)
Revenues:			
Taxes	\$ 74,576	\$ 78,283	\$ (3,707)
Licenses and Permits	5	4	1
Intergovernmental	1,919	2,116	(197)
Charges for Services	10,684	10,565	119
Fines and Forfeits	800	717	83
Miscellaneous	1,466	1,947	(481)
Total Revenues	89,450	93,632	(4,182)
Expenditures:			
Current:			
General Government	23,958	22,380	1,578
Judicial	6,290	5,836	454
Public Safety	31,601	30,564	1,037
Public Transportation	12,434	9,362	3,072
Health	4,439	4,429	10
Welfare	5,879	5,775	104
Culture-Recreation	131	77	54
Conservation	248	229	19
Economic Development and Assistance	10,882	1,529	9,353
Debt Service:			
Principal	1,022	1,003	19
Interest and Fiscal Charges	143	142	1
Total Expenditures	97,027	81,326	15,701
Excess (Deficiency) of Revenue over Expenditures	(7,577)	12,306	(19,883)
Other Financing Sources (Uses):			
Transfers In	-	5,843	5,843
Transfers Out	(4,876)	(4,876)	-
Issuance of Debt	566	566	-
Sale of Capital Assets	-	67	67
Total Other Financing Sources	(4,310)	1,600	5,910
Net Change in Fund Balance	(11,887)	13,906	25,793
Fund Balance at Beginning of Year	33,223	30,939	(2,284)
Fund Balance at End of Year	\$ 21,336	\$ 44,845	\$ 23,509

**McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015**

Actual Revenues Compared to Estimated Revenues

Actual revenues in the General Fund are about \$4.2 million above estimated revenues in the budget. Highlights of these differences are as follows:

- Sales tax collections exceeded the estimated collections by \$1.9 million.
- Property tax collections exceeded the estimated collections by about \$1.8 million.
- Revenues from miscellaneous activities exceeded the estimated collections by \$480 thousand.

Actual Expenditures Compared to Budgeted Expenditures

Actual expenditures in the General Fund were \$15.7 million less than what was budgeted. The main reasons for the variance include:

- Expenditures in the Economic Development and Assistance function were \$9.4 less than what was budgeted. The variance is due to the fact that the entire fund balance for Economic Development and Assistance is budgeted each year in case a project arises that would utilize the funds.
- Expenditures in the Public Transportation function were \$3 million less than what was budgeted.
- Expenditures in the General Government function were \$1.6 million less than what was budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

McLennan County's total investment in capital assets, including construction in progress, for governmental type activities as of September 30, 2015, amounts to approximately \$91.7 million (net of accumulated depreciation) compared to \$94.5 million at September 30, 2014. This investment in capital assets includes land, buildings, improvements other than buildings, machinery and equipment, infrastructure, and construction in progress.

Depreciation on capital assets is recognized in the government-wide financial statements. Depreciation provided for the current fiscal year was \$6.3 million as compared to \$6.4 million for the year ended September 30, 2014.

Major capital activity during the current fiscal year included additions of approximately \$1.3 million in equipment to be used in road and bridge construction and repair activities, \$703 thousand in vehicles for the Sheriff's Office, and \$393 thousand in expenditures related to case management systems to be used by various County offices. A condensed analysis of the County's capital assets is as follows:

	September 30,		Increase/ (Decrease)
	2015	2014	
Land	3,530,553	3,530,553	-
Buildings	71,471,855	74,924,083	(3,452,228)
Improvements, other than buildings	804,439	783,339	21,100
Machinery and equipment	6,832,638	5,700,839	1,131,799
Infrastructure	8,911,659	9,564,453	(652,794)
Construction in progress	35,400	34,350	1,050
Software in progress	67,050	-	67,050
	91,653,594	94,537,617	(2,884,023)

McLennan County, Texas
Management's Discussion and Analysis
September 30, 2015

Additional information about McLennan County's capital assets can be found in the notes to the financial statements.

Long-Term Debt

At September 30, 2015, McLennan County had approximately \$15.6 million in total general obligation debt outstanding. All of the debt of the County's general obligation debt is backed by the full faith and credit of McLennan County. For internal purposes, various names are used to reference how the debt is used. For example, refunding, permanent improvement, and certificates of obligation are some of the names used to identify the indebtedness. McLennan County maintains a credit rating of AA1 from Moody's Investor Services and a rating of AA from Standard & Pools. There are no special assessment bonds of McLennan County at September 30, 2015.

At September 30, 2015, the McLennan County Public Facilities Corporation, presented as a blended component unit of McLennan County, had approximately \$47 million in revenue bonds outstanding. The revenue bonds are the liability of the Corporation. Revenues from rental of jail space to third party entities is the source of funding for debt service on the revenue bonds and is used to cover all the expenses of the new jail's operations. The revenue bonds were rated AA- by Standard & Pools.

Additional information on the County's long-term debt can be found in the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

There have been several State of Texas and Federal legislative changes that have already impacted the finances of McLennan County and will continue to have an impact on future finances of the County. A listing of conditions and decisions that may impact the future financial condition of the County follows:

- The County adopted the same combined tax rate (.535293) in 2016 as in 2015. Although the tax rate remains the same for 2016, the property values have increased and new property was added. This will raise an estimated \$2.6 million more revenue in 2016 than in 2015.
- The County expects the cost of housing inmates and cost of indigent defense to continue to increase in the coming years. However, measures are being taken in an effort to decrease the expenditures related to both of these areas.

Requests for Information

This financial report is designed to provide a general overview of McLennan County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of County Auditor, McLennan County, 214 N. 4th Street, Suite 100, Waco, TX 76701.

BASIC FINANCIAL STATEMENTS

MCLENNAN COUNTY, TEXAS

Statement of Net Position

September 30, 2015

ASSETS	
Cash and Investments	\$ 64,893,859
Receivables (net of allowances for estimated uncollectibles):	
Taxes	2,815,204
Accounts	5,980,865
Due from Other Governments	3,860,922
Prepaid Assets	830,130
Capital Assets (net of accumulated depreciation)	
Land	3,530,553
Buildings and system	71,471,855
Improvements other than buildings	804,439
Machinery and equipment	6,832,638
Infrastructure	8,911,659
Construction in progress	35,400
Software in progress	67,050
Total Assets	<u>\$ 170,034,574</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflow Related to Pensions	\$ 6,463,385
Deferred Losses on Refundings of Debt	4,037,737
Total Deferred Outflows of Resources	<u>\$ 10,501,122</u>
LIABILITIES	
Accounts Payable	\$ 6,588,452
Accrued Interest Payable	735,238
Due to Other Governments	812
Estimated Claims Incurred but Not Reported	446,598
Unearned Revenue	484,901
Noncurrent liabilities:	
Due within one year	8,018,734
Due in more than one year	98,725,641
Total Liabilities	<u>\$ 115,000,376</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflow Related to Pensions	\$ 1,249,885
Total Deferred Outflows of Resources	<u>\$ 1,249,885</u>
NET POSITION	
Net Investment in Capital Assets	\$ 26,331,288
Restricted Net Position	
Restricted for General Government	1,875,734
Restricted for Judicial Functions	1,338,206
Restricted for Public Safety Functions	3,611,770
Restricted for Transportation Functions	160,359
Restricted for Health Functions	1,376,709
Restricted for Welfare Functions	18,430
Restricted for Capital Projects	1,429,490
Restricted for Debt Service	7,470,454
Unrestricted	20,672,995
Total Net Position	<u>\$ 64,285,435</u>

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

MCLENNAN COUNTY, TEXAS

Statement of Activities

For the Year Ended September 30, 2015

Functions/Programs:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
					Governmental Activities
General Administration	\$ 24,325,770	\$ 8,389,400	\$ 17,313	\$ -	\$ (15,919,057)
Judicial	6,588,228	3,153,189	-	-	(3,435,039)
Public Safety	51,530,123	12,372,780	5,799,260	88,299	(33,269,784)
Public Transportation	9,471,436	294,811	4,500	-	(9,172,125)
Health	8,117,701	5,234,952	-	-	(2,882,749)
Welfare	6,010,385	612	278,441	-	(5,731,332)
Culture-Recreation	887,682	-	-	-	(887,682)
Conservation	249,210	-	-	-	(249,210)
Economic Development and Assistance	1,529,468	-	-	-	(1,529,468)
Bond Issue Costs	880,443	-	-	-	(880,443)
Interest and Fiscal Charges	2,728,559	-	-	-	(2,728,559)
Total Governmental Activities	\$ 112,319,005	\$ 29,445,744	\$ 6,099,514	\$ 88,299	\$ (76,685,448)
General Revenues:					
Property Taxes					65,686,502
Sales Tax					15,949,246
Other Taxes					777,128
Unrestricted Investment Earnings					305,161
Miscellaneous					235,854
Total General Revenues					82,953,891
Change in Net Position					6,268,443
Net Position - Beginning					71,809,548
Prior Period Adjustment					(13,792,556)
Net Position - Ending					\$ 64,285,435

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

MCLENNAN COUNTY, TEXAS

Balance Sheet

Governmental Funds

September 30, 2015

	General Fund	Debt Service Fund	Permanent Improvement Fund	PFC Jail Operating Fund	PFC Debt Service Fund	Other Governmental Funds	Total
ASSETS							
Assets:							
Cash and Investments	\$ 45,944,941	\$ 1,793,953	\$ 1,576,679	\$ 1,299,827	\$ 4,701,854	\$ 8,956,434	\$ 64,273,688
Receivables (net of allowances for estimated uncollectibles):							
Taxes	2,484,235	227,218	42,662	-	-	61,090	2,815,205
Accounts	146,913	-	-	-	-	32,644	179,557
Due from Other Funds	217,694	-	-	1,211,868	737,570	-	2,167,132
Due from Other Governments	3,709,179	-	-	-	-	151,743	3,860,922
Prepaid Assets	821,530	-	-	-	-	8,600	830,130
Total Assets	\$ 53,324,492	\$ 2,021,171	\$ 1,619,341	\$ 2,511,695	\$ 5,439,424	\$ 9,210,511	\$ 74,126,634
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE							
Liabilities:							
Accounts Payable	\$ 4,467,634	\$ -	\$ 147,358	\$ 1,774,125	\$ -	\$ 199,335	\$ 6,588,452
Due to Other Funds	1,717,862	-	-	737,570	-	142,025	2,597,457
Due to Other Governments	812	-	-	-	-	-	812
Unearned Revenue	-	-	-	-	-	420,177	420,177
Total Liabilities	<u>6,186,308</u>	<u>-</u>	<u>147,358</u>	<u>2,511,695</u>	<u>-</u>	<u>761,537</u>	<u>9,606,898</u>
Deferred Inflows of Resources:							
Unavailable Revenue							
Property Taxes	2,293,160	217,359	42,493	-	-	59,304	2,612,316
Total Deferred Inflows of Resources	<u>2,293,160</u>	<u>217,359</u>	<u>42,493</u>	<u>-</u>	<u>-</u>	<u>59,304</u>	<u>2,612,316</u>
Fund Balances:							
Nonspendable	821,530	-	-	-	-	8,587	830,117
Restricted for:							
General Government	-	-	-	-	-	1,875,734	1,875,734
Judicial	-	-	-	-	-	1,338,206	1,338,206
Public Safety	127	-	-	-	-	3,611,643	3,611,770
Public Transportation	-	-	-	-	-	160,359	160,359
Health	-	-	-	-	-	1,376,709	1,376,709
Welfare	-	-	-	-	-	18,430	18,430
Debt Service	-	1,803,812	-	-	5,439,424	-	7,243,236
Assigned for:							
Capital Projects	-	-	105,429	-	-	-	105,429
Committed for:							
Capital Projects	-	-	1,324,061	-	-	-	1,324,061
Welfare	649	-	-	-	-	-	649
Economic Development	9,146,375	-	-	-	-	-	9,146,375
Unassigned	34,876,343	-	-	-	-	2	34,876,345
Total Fund Balance	<u>44,845,024</u>	<u>1,803,812</u>	<u>1,429,490</u>	<u>-</u>	<u>5,439,424</u>	<u>8,389,670</u>	<u>61,907,420</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 53,324,492	\$ 2,021,171	\$ 1,619,341	\$ 2,511,695	\$ 5,439,424	\$ 9,210,511	\$ 74,126,634

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

MCLENNAN COUNTY, TEXAS

Reconciliation of the Balance Sheet of the
Governmental Funds to the Statement of Net Position

September 30, 2015

Total fund balances - governmental funds \$ 61,907,420

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

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

These capital assets (net of accumulated depreciation) consist of:

Land	\$ 3,530,553	
Buildings	71,471,855	
Improvements other than buildings	804,439	
Machinery and equipment	6,832,638	
Infrastructure	8,911,659	
Construction in progress	35,400	
Software in progress	67,050	
Total capital assets	91,653,594	91,653,594

Some fines and fees earned in the current fiscal year, which are not available to provide for current financial resources, are not recorded in the governmental funds.

5,525,868

Some property taxes earned in the current fiscal year, which are not available to provide for current financial resources, are deferred in the governmental funds.

2,815,205

An Internal Service Fund is used by management to charge the costs of health insurance to individual funds. The assets and liabilities of the Internal Service Fund are not included in the governmental funds but are included in the Statement of Net Position.

611,725

Some liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. Those liabilities consist of:

Interest Payable	(735,238)	
General Obligation Bonds	(2,730,000)	
Revenue Bonds	(2,250,000)	
Capital Leases	(1,318,348)	
Compensated Absences	(1,720,386)	
Total Current Liabilities	(8,753,972)	(8,753,972)
General Obligation Bonds	(12,840,000)	
Revenue Bonds	(44,710,000)	
Unamortized Deferred Amount on Refunding	(48,405)	
Unamortized Deferred Original Issue Discount	4,086,142	
Capital Leases	(1,473,958)	
Net Pension Liability	(18,950,761)	
Deferred Resources Related to Pensions	5,213,500	
Other Post Employment Benefits	(20,320,826)	
Compensated Absences	(430,097)	
Total Non-current Liabilities	(89,474,405)	(89,474,405)

Net Position \$ 64,285,435

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

MCLENNAN COUNTY, TEXAS

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended September 30, 2015

	General Fund	Debt Service Fund	Permanent Improvement Fund	PFC Jail Operating Fund	PFC Debt Service Fund	Other Governmental Funds	Total
Revenues:							
Taxes	\$ 78,282,521	\$ 3,214,427	\$ 55,342	\$ -	\$ -	\$ 17,683	\$ 81,569,973
Licenses and Permits	3,500	-	-	-	-	-	3,500
Intergovernmental	2,116,480	-	-	-	-	3,553,097	5,669,577
Charges for Services	10,565,291	-	-	9,292,603	-	3,798,829	23,656,723
Fines and Forfeits	716,867	-	-	-	-	174,815	891,682
Miscellaneous	1,946,507	12,030	9,409	146	16,246	5,045,479	7,029,817
Total Revenues	93,631,166	3,226,457	64,751	9,292,749	16,246	12,589,903	118,821,272
Expenditures:							
Current:							
General Government	22,379,884	-	-	-	-	721,739	23,101,623
Judicial	5,835,730	-	-	-	-	244,226	6,079,956
Public Safety	30,564,100	-	-	5,517,993	-	11,088,113	47,170,206
Public Transportation	9,362,379	-	-	-	-	310,463	9,672,842
Health	4,428,594	-	-	-	-	3,619,750	8,048,344
Welfare	5,775,027	-	-	-	-	203,909	5,978,936
Culture-Recreation	76,483	-	-	-	-	-	76,483
Conservation	228,893	-	-	-	-	-	228,893
Economic Development and Assistance	1,529,468	-	-	-	-	-	1,529,468
Debt Service:							
Principal	1,002,874	2,680,000	-	-	3,085,000	-	6,767,874
Refunded Debt	-	-	-	-	45,700,000	-	45,700,000
Interest and Fiscal Charges	142,242	424,146	-	-	2,426,787	-	2,993,175
Bond Issue Costs	-	-	-	-	880,443	-	880,443
Call Premium	-	-	-	-	1,828,000	-	1,828,000
Capital Projects	-	-	686,827	-	-	-	686,827
Total Expenditures	81,325,674	3,104,146	686,827	5,517,993	53,920,230	16,188,200	160,743,070
Excess (Deficiency) of Revenue over Expenditures	12,305,492	122,311	(622,076)	3,774,756	(53,903,984)	(3,598,297)	(41,921,798)
Other Financing Sources (Uses):							
Transfers In	5,843,143	-	-	-	3,774,756	4,876,401	14,494,300
Transfers Out	(4,876,401)	-	-	(3,774,756)	-	(5,843,143)	(14,494,300)
Proceeds from Refunding Bonds	-	-	-	-	50,045,000	-	50,045,000
Original Issue Discount on Refunding	-	-	-	-	(754,561)	-	(754,561)
Sale of Capital Assets	67,325	-	-	-	-	-	67,325
Issuance of Debt	566,452	-	-	-	-	-	566,452
Total Other Financing Sources (Uses)	1,600,519	-	-	(3,774,756)	53,065,195	(966,742)	49,924,216
Net Change in Fund Balance	13,906,011	122,311	(622,076)	-	(838,789)	(4,565,039)	8,002,418
Fund Balance at Beginning of Year	30,939,013	1,681,501	2,051,566	-	6,278,213	12,954,709	53,905,002
Fund Balance at End of Year	\$ 44,845,024	\$ 1,803,812	\$ 1,429,490	\$ -	\$ 5,439,424	\$ 8,389,670	\$ 61,907,420

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

MCLENNAN COUNTY, TEXAS

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of the Governmental Funds to the
Statement of Activities

For the Year Ended September 30, 2015

Net change in fund balances - governmental funds \$ 8,002,418

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

An Internal Service Fund is used by management to charge the costs of health insurance to individual funds. The net activities of the Internal Service Fund are included in the governmental activities in the statement of activities. (817,545)

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated lives as depreciation expense. In the current period, these amounts are:

Capital outlay	\$ 3,842,796	
Depreciation expense	<u>(6,363,062)</u>	
Excess of depreciation expense over capital outlay		(2,520,266)

Governmental funds report the full amount of proceeds from capital asset sales. However, in the statement of activities, only the gains or losses associated with those sales are reported. In the current period these amounts are:

Sales of capital assets	\$ (67,325)	
Net loss on sale of capital assets	<u>(296,433)</u>	
		(363,758)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. In the current period these changes are:

Property taxes receivable	\$ 67,788	
Fines and fees receivable	<u>(6,635)</u>	
Total receivables		61,153

The liabilities for compensated absences are accrued at the government-wide level but not at the fund level. This is the current year change in those liabilities, reported as expense in the statement of activities. (57,957)

The OPEB obligation per GASB 45 are accrued at the government-wide level but not at the fund level. This is the current year change in those liabilities, reported as expense in the statement of activities. (2,794,497)

Accrued interest reported as expense 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. 430,224

Certain pension expenditures are not expended in the government-wide financial statements and recorded as deferred resource outflows. This item relates to contributions made after the measurement date. 55,296

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In the current period these differences are:

Issuance of debt	(50,611,452)	
Amortization of deferred refunding amount	(165,608)	
Original issue discount on refunding	754,561	
Call premium	1,828,000	
Debt repayment	<u>52,467,874</u>	
Total long-term debt		<u>4,273,375</u>

Change in net position of governmental activities \$ 6,268,443

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

MCLENNAN COUNTY, TEXAS

Statement of Net Position

Proprietary Fund

September 30, 2015

	<u>Governmental Activities Internal Service Fund</u>
ASSETS:	
Current Assets:	
Cash and Investments	\$ 620,171
Accounts Receivable	275,440
Due from Other Funds	505,994
Total Assets	<u>1,401,605</u>
LIABILITIES:	
Current Liabilities:	
Estimated Claims Incurred But Not Reported	446,598
Due to Other Funds	75,669
Total Liabilities	<u>522,267</u>
DEFERRED INFLOWS OF RESOURCES:	
Unavailable Revenue	267,613
Total Deferred Inflows of Resources	<u>267,613</u>
NET POSITION - Unrestricted	<u>\$ 611,725</u>

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

MCLENNAN COUNTY, TEXAS

Statement of Revenues, Expenses
and Changes in Net Position

Proprietary Fund

For the Year Ended September 30, 2015

	<u>Governmental Activities Internal Service Fund</u>
OPERATING REVENUES	
Charges for Services	\$ 6,481,614
Total operating revenues	<u>6,481,614</u>
OPERATING EXPENSES	
Insurance Claims	6,359,742
Co Insurance Premiums	503,637
Administrative Costs	437,236
Total operating expenses	<u>7,300,615</u>
OPERATING INCOME/(LOSS)	<u>(819,001)</u>
NON-OPERATING REVENUES (EXPENSES)	
Investments Earnings	1,456
Total non-operating revenues (expenses)	<u>1,456</u>
CHANGE IN NET POSITION	(817,545)
NET POSITION, BEGINNING	1,429,270
NET POSITION, ENDING	<u>\$ 611,725</u>

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

MCLENNAN COUNTY, TEXAS

Statement of Cash Flows

Proprietary Fund

For the Year Ended September 30, 2015

	<u>Governmental Activities Internal Service Fund</u>	
CASH FLOW FROM OPERATING ACTIVITIES		
Cash received from insurance claims recovery	\$	402,419
Cash received from customers		6,523,648
Cash paid to suppliers for goods and services		<u>(7,272,526)</u>
Net cash used by operating activities		<u>(346,459)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Interest on investments		<u>1,456</u>
Net cash provided by investing activities		<u>1,456</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		(345,003)
CASH AND CASH EQUIVALENTS, BEGINNING		<u>965,174</u>
CASH AND CASH EQUIVALENTS, ENDING	\$	<u><u>620,171</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating Income/(Loss)	\$	(819,001)
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Change in assets and liabilities:		
Decrease (increase) in assets:		
Accounts receivable		139,973
Due from other funds		42,034
(Decrease) increase in liabilities:		
Accounts payable		-
Due to other funds		70,870
Claims payable		(47,948)
(Decrease) increase in deferred inflows of resources:		
Unavailable revenue		<u>267,613</u>
Net cash used by operations	\$	<u><u>(346,459)</u></u>

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

MCLENNAN COUNTY, TEXAS

Statement of Fiduciary Net Position

Fiduciary Funds

September 30, 2015

	Private Purpose Trust Funds	Agency Funds
Assets:		
Cash and Investments	\$ 67,629	\$ 9,214,342
Total Assets	<u>\$ 67,629</u>	<u>\$ 9,214,342</u>
Liabilities:		
Due to Other Governments	\$ -	\$ 690,643
Due to Others	-	8,523,699
Total Liabilities	<u>\$ -</u>	<u>\$ 9,214,342</u>
Net Position:		
Held in Trust for Pool Participants	\$ 67,629	-
Total Net Position	<u>\$ 67,629</u>	<u>\$ -</u>

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

MCLENNAN COUNTY, TEXAS

Statement of Changes in Fiduciary Net Position

Fiduciary Funds

Year Ended September 30, 2015

	<u>Private Purpose Trust Funds</u>
Additions:	
Investment Earnings:	
Interest	\$ 349
Total Investment Earnings	<u>349</u>
Total Additions	<u>349</u>
Deductions:	-
Total Deductions	<u>-</u>
Change in Net Position	349
Net Position, Beginning of Year	<u>67,280</u>
Net Position, End of Year	<u>\$ 67,629</u>

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

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of McLennan County, Texas (the County) reflected in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*. This financial report has been prepared in accordance with GASB Statement No. 34 (Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments) issued in June 1999. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

(a) Reporting Entity

1. Primary Government

McLennan County (the County) is a public corporation and political subdivision of the State of Texas. The Commissioners Court, comprised of the County Judge and four Commissioners, is the general governing body of the County in accordance with Article 5, Paragraph 18 of the Texas Constitution. The County provides the following services as authorized by the statutes of the State of Texas: justice administration (courts, juries, constables, district attorney, clerks, investigators, sheriff, jail), tax collection, road and bridge maintenance, public health, agricultural extension services, fairgrounds venue, juvenile services, assistance to indigents and area economic development.

2. Blended Component Units

The accompanying basic financial statements present the government as defined according to criteria in GASB Statement No. 14, *The Financial Reporting Entity* and in GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units, an Amendment of GASB Statement 14*. Blended component units, while legally separate entities, are, in substance, part of the government's operations.

The McLennan County Community Supervision and Corrections Department (also referred to as the Adult Probation Department and CSCD) is a blended component unit of McLennan County and is governed by the McLennan County Board of District Judges, who appoints the Director of the CSCD. The McLennan County Commissioners Court is required by statute to provide facilities, utilities and equipment for the operation of this department. In addition, the County provides administrative functions including accounting, risk management, payroll preparation and purchasing. The McLennan County CSCD is responsible for the management and monitoring of adult residents of McLennan County who are on criminal probation. Funding for salaries of CSCD personnel and many operating expenses is from various State grants.

On September 2, 2008, the Commissioners Court of McLennan County issued a certificate for order that created a nonprofit public facilities corporation under Chapter 303 of the Texas Local Government Code. The McLennan County Public Facility Corporation (the "Corporation") was organized for the purpose of financing, on behalf of the County, an eligible criminal detention and correctional facility and to be responsible for the operations of such facility. The operations of the facility will be financed on an ongoing basis by the rental of jail space to third party entities, such as Federal agencies and other local governments. All of the members of the Board of Directors of the Corporation are appointed by the Commissioners Court of the County and at September 30, 2015 consisted of the individuals that comprise the Commissioners Court with the exception of County Commissioner Precinct 2. The Corporation is included in the Comprehensive Annual Financial Report as a blended component unit. The Corporation's funds consist of an Operating Fund, a Capital Projects Fund, and a Debt Service Fund.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

(b) Government-wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report on all the non-fiduciary activities of the County and its blended component units. The effect of inter-fund transfers has been removed from these statements but continues to be reflected on the fund statements. Primary support of governmental activities is derived from taxes, intergovernmental revenues and charges for services.

The statement of activities exhibits the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function, 2) fines and fees assessed offenders by the judicial system, and 3) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statements. The General Fund, Debt Service Fund, Permanent Improvement Fund, PFC Jail Operating Fund, and the PFC Debt Service Fund meet the criteria or have been selected by management as *major governmental funds*. Each major fund is reported in separate columns in the fund financial statements. Nonmajor funds include other Special Revenue Funds and a Capital Projects Fund. The combined amounts for these funds are reflected in a single column in the fund financial statements. Detailed statements for nonmajor funds are presented within Combining and Individual Fund Statements and Schedules.

(c) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Major revenue types, which have been accrued, are district clerk and county clerk fines and fees, justice of the peace fines and fees, revenue from investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements are met.

Governmental fund level financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as unavailable revenue. Property taxes, sales and other taxes, state and federal grants, federal prisoner reimbursements and detention center revenues 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. Property taxes levied prior to September 30, 2014 that were due October 1, 2014, have been assessed to finance the budget of the fiscal year ending September 30, 2015. In accordance with the modified accrual basis of accounting, the balances outstanding at September 30, 2015, and beyond the 60 days after year-end have been reflected as unavailable revenue and taxes receivable in the fund financial statements. Property taxes and interest earned as of September 30 and received within 60 days of year-end are accrued as income in the current period. Expenditures generally are recorded when a liability is incurred; however, debt service expenditures, claims and judgments, and compensated absences are recorded only when payment is made.

1. The government reports the following major governmental funds:

The General Fund is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment interest income. Primary expenditures are for general administration, judicial, public safety, health services, welfare services, capital acquisition, and debt service.

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Debt Service Funds are required only when they are legally mandated and/or if resources are being accumulated for general long-term debt principal and interest payments maturing in future years. The principal source of revenues for the Debt Service Fund is ad valorem taxes.

The Permanent Improvement Fund is a constitutional fund used to account for the acquisition of and improvements to land and buildings on a continuing basis. The Commissioners Court in its annual budget includes specific appropriations for expenditures from this fund. The principal source of revenues for the Permanent Improvement Fund is ad valorem taxes.

The PFC Jail Operating Fund was established to account for the operations related to the McLennan County Public Facility Corporation's Jack Harwell Detention Center. There is no statutory requirement for a budget for this fund by the Commissioners Court as all of its activity is governed by the Board of Directors of the Public Facilities Corporation. The principal source of revenues for the PFC Jail Operating Fund is revenue generated from leasing the facility to McLennan County.

The PFC Debt Service Fund was established to account for the accumulation of resources, as required in the trust indenture, in an interest and sinking fund for use in future principal and interest obligations related to the McLennan County Public Facility Corporation (the "PFC) Revenue Bonds Series 2009. There is no statutory requirement for a budget for this fund by the Commissioners' Court as all of its activity is governed by the trust indenture and the Board of Directors of the Public Facilities Corporation.

2. The government reports the following nonmajor governmental funds:

Special revenue funds are used to account for specific revenue sources (other than for capital projects) that are legally restricted to expenditures for specified purposes. These legal restrictions can come from outside the County or from Commissioners Court.

3. Additionally, the government reports the following fund types:

Agency funds are used to account for situations where the County's role is strictly custodial in nature. As a result, all assets reported in an agency fund are offset by a liability to the party on whose behalf the assets are held. Most of these funds are held for legal reasons. Those reasons vary from funds held in trust for minors to funds placed in escrow awaiting a decision and order by the presiding court. Additional agency funds are used to account for cash on hand for tax collections for other governmental entities or for fees collected on behalf of the State and other governmental entities.

Private-purpose trust funds are used to report any trust arrangement under which principal and income benefit individuals, private organizations, or other government.

Internal service fund is used to finance, administer, and account for McLennan County's self-insured health program, whose purpose is to provide health insurance to employees of the County. Due to the fact that these services predominantly benefit governmental rather than business-type functions, the fund has been included with the governmental activities in the government-wide statements.

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

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

(d) Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/ Fund Balance

1. Deposits and Investments

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

State statutes and the County's official Investment Policy authorize the County to invest in obligations of the U.S. Treasury and Governmental Agencies, commercial paper, repurchase agreements, bankers' acceptances, money market mutual funds and direct obligations of the State of Texas.

The County and its component units report investments at fair market value in accordance with provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. All investment income is recognized as revenue in the appropriate fund's statement of activity and/or statement of revenues, expenditures and changes in fund balance.

2. Receivables and Payables

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

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

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

Receivables are shown net of an allowance for uncollectable accounts.

Lending or borrowing between funds is reflected as "due to" or "due from" (current portion) or "advances to/from other funds" (noncurrent). Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. Inter-fund activity reflected in "due to" or "due from" is eliminated on the government-wide statements.

3. Inventories and Prepaid Items

Inventories of the governmental funds consist of expendable supplies and materials held for consumption. The purchase method is used to account for inventory in the governmental funds. The cost is recorded as an expenditure at the time individual items are purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost is recorded as a prepaid item at the time of purchase, but year-end adjustments are made to show the consumption of those items. Prepaid items are considered to be nonspendable fund balance.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

4. Capital Assets — Primary Government

Capital assets, which include land, buildings and improvements, equipment, and infrastructure, are reported in the government-wide financial statements. The capitalization threshold for the capitalization of assets is set forth in the following schedule:

Asset Category	Capitalization Threshold
Land and Land Improvements	Capitalize all
Improvements Other than Buildings	\$5,000
Buildings and Building Improvements	
Buildings and Building Improvements	\$50,000
Building Improvements performed/acquired after building acquisition	\$5,000
Infrastructure	
Roads constructed, acquired or donated since 1980	Capitalize all
New Roads constructed 10/01/03	\$300,000 per mile
Major road renovations and improvements	\$100,000 per mile
Bridges	\$20,000
Furniture, Equipment and Other Personal Property	\$5,000
Leasehold Improvements	\$5,000
Works of Art and Historical Treasures	\$5,000

Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repair that do not add to the value of the asset or materially extend the asset's life are expensed rather than capitalized.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

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

Asset Category	Years
Buildings	30
Building and land improvements	10 to 25
Infrastructure - Bridges	25 to 45
Infrastructure - Roads	20
Furniture and Fixtures	10
General Equipment	5 to 15
Computer hardware	3 to 5
Passenger vehicles	5
Road maintenance equipment	10

5. Longevity Pay

Substantially all employees of the County are compensated on a salary basis. However there are some employees, mostly part-time or temporary, who are compensated on an hourly basis. Prior to the 2014 fiscal year, longevity pay was added to the salary of each official and each salaried employee of the County at the rate of \$5.00 per month for each full year of continuous service by the employee. As of October 1, 2013, these total amounts were frozen and no additional longevity amounts were added to salaries.

6. Compensated Absences

Vacation leave is accrued by each salaried employee of the County each month at the rate of 0.0385 hours for each hour worked, up to a maximum balance of 200 hours. After 120 months of continuous service, the accrual rate is increased to 0.0577 hours for each hour worked. Upon termination, employees are paid for all accrued and unused vacation time.

Sick leave accrues at the rate of 0.0462 hours for each hour worked, up to a maximum balance of 720 hours. Sick leave may be used only for sickness and other specified purposes, and no payment is made for any unused sick leave.

A liability for unused vacation and compensatory time for all full-time employees is calculated and reported in the government-wide financial statements. For financial reporting, the following criteria must be met to be considered as compensated absences: a) leave or compensation is attributable to services already rendered, and b) leave or compensation is not contingent on a specific event (such as illness).

GASB Interpretation 6 indicates that liabilities for compensated absences should only be recognized in the fund statements to the extent the liabilities have matured and are payable out of current available resources.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

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Compensated absences are paid from the same respective governmental operating funds as the ones from which the related employees' salaries were paid.

Compensated absences are accrued in the government-wide statements.

7. Health & Life Insurance Benefits

The County at its expense provides term life insurance coverage in the face amount of \$10,000 for each official and each salaried employee.

Each official and each salaried employee is provided medical coverage through the County's self-insured health program. The County pays medical coverage premiums for eligible employees up to the lowest premium amount for the base plan of the County. Covered officials and employees may, at their own option and expense, have their spouses or dependents included in this medical coverage.

8. Other Benefits

Deferred Compensation Plan - The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits the deferral of Federal Income Tax on the deferred portion of the employee's compensation until future years. The deferred portion of compensation is not available to employees until termination, retirement, death, or unforeseeable emergency, and becomes subject to Federal Income Tax when constructively received by the employee.

The assets of the Plan are not subject to the claims of the general creditors of the County, and, in accordance with GASB 32 "Accounting for Deferred Compensation Plans," the County does not present the assets and liabilities related to the Plan in the agency funds.

Cafeteria Plan - All salaried employees have the option of participating in a cafeteria plan created in accordance with Internal Revenue Code Section 125. This plan affords tax savings to the employee by allowing the County to provide certain benefits under an agreement with the employee that reduces the employee's taxable income while increasing his actual net income.

9. Long-term Obligations

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

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

10. Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- ***Nonspendable***: This classification includes amounts that cannot be spent because they are either (a) not

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

in spendable form or (b) are legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by court resolution of the Commissioners Court, the County's highest level of decision making authority. These amounts cannot be used for any other purpose unless the Court removes or changes the specified use by means of a majority vote of Commissioners Court during an open meeting. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- **Assigned:** This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Commissioners Court.
- **Unassigned:** This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

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

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

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Fund balances by program as of September 30, 2015 pursuant to GASB No. 54 are as follows:

	General Fund	Debt Service Fund	Permanent Improvement Fund	PFC Debt Service Fund	Other Governmental Funds	Total
Fund Balances:						
Nonspendable:						
Prepaid Assets	\$ 821,530	\$ -	\$ -	\$ -	\$ 8,587	\$ 830,117
Restricted for:						
Adult Probation	-	-	-	-	1,417,908	1,417,908
Alcohol/Drug Abuse Prevention/Treatment	-	-	-	-	49,913	49,913
Alcohol/Drug Court Program	-	-	-	-	155,076	155,076
Child Abuse Prevention	-	-	-	-	29,125	29,125
Asset Forfeitures	-	-	-	-	655,948	655,948
Contract Elections	-	-	-	-	351,226	351,226
County & District Court Technology	-	-	-	-	41,575	41,575
County Clerk Records Management	-	-	-	-	315,719	315,719
Courthouse Security	-	-	-	-	203,043	203,043
Court-Initiated Guardianship	-	-	-	-	28,820	28,820
Court Records Preservation	-	-	-	-	67,947	67,947
Court Reporter Service	-	-	-	-	62,499	62,499
Debt Service	-	1,803,812	-	5,439,424	-	7,243,236
Dispute Resolution	-	-	-	-	1,818	1,818
District Attorney Programs	-	-	-	-	593,972	593,972
District Clerk Errors & Omissions	-	-	-	-	106,749	106,749
District Clerk Records Management	-	-	-	-	46,104	46,104
District Clerk Records Technology	-	-	-	-	30,069	30,069
Family Protection	-	-	-	-	18,430	18,430
Roads and Bridges	-	-	-	-	213,716	213,716
Jail Commissary	-	-	-	-	233,196	233,196
Justice Court Building Security	-	-	-	-	75,667	75,667
Justice Technology	-	-	-	-	266,249	266,249
Juvenile Delinquency Prevention	-	-	-	-	1,170	1,170
Juvenile Probation	-	-	-	-	942,703	942,703
Grants	-	-	-	-	373,673	373,673
LEOSE	-	-	-	-	52,449	52,449
Law Library	-	-	-	-	370,657	370,657
Local Provider Participation	-	-	-	-	1,376,709	1,376,709
Records Management	-	-	-	-	193,551	193,551
Sheriff's Office-Supplies	127	-	-	-	-	127
Tax Office Administration	-	-	-	-	102,893	102,893
Unclaimed Juvenile Restitution	-	-	-	-	2,507	2,507
Assigned for:						
Capital Projects-HOT Fairgrounds	-	-	105,429	-	-	105,429
Committed for:						
Capital Projects	-	-	1,324,061	-	-	1,324,061
Childrens Protective Services	649	-	-	-	-	649
Economic Development	9,146,375	-	-	-	-	9,146,375
Unassigned	34,876,343	-	-	-	2	34,876,345
Total Fund Balance	<u>\$ 44,845,024</u>	<u>\$ 1,803,812</u>	<u>\$ 1,429,490</u>	<u>\$ 5,439,424</u>	<u>\$ 8,389,670</u>	<u>\$ 61,907,420</u>

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

11. Encumbrances

Encumbrances outstanding at year end are reported as designations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. At September 30th, 2015, encumbrances accounted for \$105,429 of the Permanent Improvement Fund's fund balance and are designated as assigned fund balance. The encumbrance represents portions of capital project contracts carried out at the Heart of Texas Fairgrounds facility.

12. Deferred Outflows/Inflows of Resources

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

- Pension contributions after measurement date – These contributions are deferred and recognized in the following year.
- Difference in projected and actual earnings on pension assets – This difference is deferred and amortized over a closed five year period.
- Deferred charges on refundings – A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has the following items that qualify for reporting in this category.

- Difference in expected and actual pension experience-This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.
- Deferred inflows from property taxes-This amount represents property taxes collected for the next year that are recognized as a deferred inflow opposed to recognizing revenue in the current fiscal year.
- Deferred inflows from Internal Service Fund activity-This amount represents reimbursements (stop loss claims) received for the Internal Service Fund in the next fiscal year that are determined to be unavailable at September 30, 2015 due to the fact the reimbursement was received later than 60 days past year-end.

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Notes to the Basic Financial Statements

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13. Pensions

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

14. Prior Period Adjustment

The GASB has issued Statement No. 68, "Accounting and Financial Reporting for Pensions-an amendment of GASB Statement No. 27," which became effective for fiscal year 2015. This statement changes the focus of pension accounting for employers from whether they are responsibly funding their plan over time to a point-in-time liability that is reflected in the employer's financial statements for any actuarially unfunded portion of pension benefits earned to date.

The implementation of Statement No. 68 resulted in a restatement of beginning net position for the recording of the net pension liability and the deferred outflow for contributions made after the measurement date.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

II. DETAILED NOTES ON ALL FUNDS

(a) Deposits and Investments

Investments in the local government investment pools, TexPool (rated AAAm by S&P) and TexStar (rated AAAm by S&P), are stated at fair value, which is the same as the value of the pool shares. Investments in the mutual funds, Fidelity (rated AAAm by S&P), are stated at fair value, which is the same as the value of the fund shares.

Regulatory oversight for the operations of these external investment pools is found in the Public Funds Investment Act of the State of Texas. Required oversight for the pools includes compliance with investment guidelines, annual independent audits and the establishment of oversight committees.

1. Interest Rate Risk

In accordance with the County's investment policy, exposure to declines in fair values is managed by limiting the weighted average maturity of its investment portfolio to two years for individual securities and 90 days for investment pools.

As of September 30, 2015, the County had the following investments:

Investment Type	Maturity Date	Fair Value	Weighted Average Maturity (Days)	Rating
<i>Collateralized Certificates of Deposit:</i>				
Central National Bank (CD)	12/31/2017	4,041,689	229	N/A
Central National Bank (CD)	11/30/2016	5,084,878	229	N/A
Central National Bank (CD)	4/30/2016	5,057,690	229	N/A
<i>Investment Pools, Money Market Mutual Funds, and Collateralized Savings Accounts:</i>				
BBVA Compass	N/A	5,992,017	N/A	N/A
First National Bank Central Texas	N/A	900,948	N/A	N/A
Extraco	N/A	9,017,996	N/A	N/A
Bank of America	N/A	3,161,973	N/A	N/A
TexPool	N/A	8,253,440	N/A	AAAm
TexPool	N/A	100	N/A	AAAm
TexStar	N/A	133	N/A	AAAm
<i>US Government Agencies and Treasuries:</i>				
Federal Home Loan Mortgage Corp.	6/29/2020	2,010,372	1734	AA+
Federal Home Loan Bank	12/28/2018	2,011,288	1185	AA+
Federal Home Loan Mortgage Corp.	2/12/2020	2,005,709	1596	AA+
Federal Home Loan Mortgage Corp.	7/29/2019	2,008,149	1399	AA+
Federal Home Loan Mortgage Corp.	8/17/2017	2,003,217	688	AA+
Federal National Mortgage Association	2/13/2020	2,006,147	1597	AA+
Federal National Mortgage Association	2/20/2020	1,003,090	1604	AA+
Federal Home Loan Bank	10/29/2018	2,007,741	1125	AA+
Portfolio Weighted Average Maturity			475	

2. Credit Risk

According to County policy all of its cash deposits are required to be in an institution that either has its main office or a branch in Texas, and are guaranteed by the Federal Deposit Insurance Corporation or are secured as

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

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to principal by obligations described in clauses (1) through (4). Furthermore, the County limits its exposure to credit risk by limiting its investments to (1) obligations of the United States or its agencies; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal and interest of which is guaranteed or insured by or backed by the full credit and good faith of the State of Texas or the United States or their respective agencies; (4) obligations of states, agencies, counties, cities and other political subdivisions of the State of Texas rated as to investment quality by a nationally recognized investment rating firm not less than an A or its equivalent; (5) certificates of deposit meeting the requirements of the Texas Public Funds Investment Act (Chapter 2256, Texas Government Code) that are issued by or through an institution that either has its main office or a branch in Texas, and are guaranteed by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund, or are secured as to principal by obligations described in clauses (1) through (4) or in any other manner and amount provided by law for county and district deposits; (6) fully collateralized repurchase agreements that have a defined termination date, are fully secured by obligation described in clause (1), and are placed through a primary government securities dealer or a financial institution doing business in the state of Texas; (7) commercial paper with a stated maturity of 270 days or less that is rated at least A-1 or P-1 or the equivalent by two nationally recognized credit rating agencies; (8) no-load money market mutual funds registered with and regulated by the Securities and Exchange Commission that have a weighted average stated maturity of 90 days or less; (9) no-load mutual funds registered with the Securities and Exchange Commission that have a weighted average maturity of less than two years, invest exclusively in obligations described in this policy and are continuously rated as to investment quality by at least one nationally recognized investment rating firm of not less than AAA or its equivalent; and (10) government investment pools that invest solely in such obligations, provided that the pools are rated no lower than AAA or AAAM or an equivalent by at least one nationally recognized rating service.

3. Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County mitigates these risks by requiring diversification in the investment portfolio in its investment policy. All funds must be sufficiently diversified to eliminate the risk of loss resulting from over-concentration of assets in a specific maturity, a specific issuer, or a specific class of securities.

4. Custodial Credit Risk Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. At September 30, 2015, all cash deposits with financial institutions were insured by a combination of FDIC coverage, FHLB letters of credit, or collateralized securities.

5. Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At September 30, 2015, the County has no custodial risk with regard to its investments.

(b) Property Taxes and Other Receivables

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied prior to September 30, become due on October 1 and are delinquent after January 31. The County bills and collects property taxes for itself and for the following entities: Cities of Bellmead, Beverly Hills, Bruceville-Eddy, Crawford, Gholson, Hallsburg, Hewitt, Lacy-Lakeview, Lorena, Mart, McGregor, Moody, Riesel, Robinson, Waco, West, Woodway; McLennan Community College; Independent School Districts of Axtell, Bosqueville, Bruceville- Eddy, China Spring, Connally, Crawford, Gholson, LaVega, Lorena, Mart, McGregor, Midway, Moody, Riesel, Robinson, Waco, West; Special Districts of Castleman Creek, Elm Creek Watershed, Downtown Public Improvement District, and McLennan and Hill Counties Tehuacana Creek Water Control District #1. The County is the only taxing entity controlled by the Commissioners Court; and the County Tax Assessor/Collector acts only

MCLENNAN COUNTY, TEXAS

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as an intermediary in the collection and distribution of property taxes to the other entities. The County collects and distributes delinquent tax collection fees for law firms.

Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the Tax Assessor/Collector's Agency Fund. Tax collections are recorded as payable to entities at gross amount due before tax collection commission with the exception of McLennan Community College and the Special Districts of Elm Creek Watershed and the McLennan and Hill Counties Tehuacana Creek Water Control District #1 Benefit Tax. Collection commissions are recorded for the County as a receivable from the entities, with the exception of McLennan County's own taxes, whereas the commission is applied to the receivable when received from the entity. Tax collections deposited for the County are distributed on a monthly basis to the General Fund, Permanent Improvement Fund, and Debt Service Fund of the County. Distribution to the funds is based on the tax rate established for each fund by Commissioners Court order for the tax year for which the collections are made.

The County participates in three Tax Increment Finance (TIF) Districts. When a TIF District is created with the approval of all participating governmental taxing entities, the property included in the District has its assessed valuation frozen at the base year value. As projects are developed which increase the assessed valuation of the property, the resulting increases in taxes in years after the base year is returned to the TIF zones which financed the improvements, with taxes on the base year provided to the governmental taxing entities.

The county collects taxes on behalf of a taxing entity having a Special Improvement District (SID), reports delinquencies to the taxing entity, and does not manage the collection of delinquencies for the taxing entity.

Governmental funds report unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. Grant receivables are monies not yet received from Grantor Agencies to pay for the current period budgeted expenditures.

The County is authorized by the Constitution of Texas to levy taxes up to \$0.80 per \$100 of assessed valuation for general governmental services and the payment of principal and interest on certain permanent improvement long-term debt. In addition, the County is authorized to levy taxes up to \$0.30 per \$100 of assessed valuation to be used exclusively for the construction and maintenance of farm-to-market roads or flood control.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

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At the end of the current fiscal year, the various components of property taxes and other receivables reported in the governmental funds were as shown in the table following:

	<u>Taxes</u>	<u>Allowance</u>	<u>Net</u>
Delinquent Property Taxes Receivable:			
General Fund	\$ 2,760,261	\$ (276,026)	\$ 2,484,235
Debt Service Fund	252,465	(25,247)	227,218
Permanent Improvement Fund	47,403	(4,741)	42,662
Farm to Market/Flood Control Fund	67,877	(6,787)	61,090
Total Delinquent Property Taxes Receivable	3,128,006	(312,801)	2,815,205
Due From Other Funds			2,167,132
Due From Other Governments			3,860,922
Miscellaneous Receivables			179,557
Total Receivables			\$ 9,022,816

(c) Capital Assets

Capital assets are recorded at cost or, if donated, at fair market value at the date of receipt. In accordance with GASB 34, depreciation policies were adopted to include useful lives and classification by function. Infrastructure assets are valued in two ways: either actual historical cost where the amount can be determined from existing records or using current cost deflated to the year of construction. Once the historical cost is determined, regardless of how it is determined, the asset is then depreciated over its useful life.

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September 30, 2015

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 3,530,553	\$ -	\$ -	\$ 3,530,553
Construction in progress	34,350	1,050	-	35,400
Software in progress	-	67,050	-	67,050
Total capital assets, not being depreciated	<u>3,564,903</u>	<u>68,100</u>	<u>-</u>	<u>3,633,003</u>
Capital assets being depreciated:				
Buildings	128,281,631	625,608	-	128,907,239
Improvements, other than buildings	1,410,107	89,518	-	1,499,625
Machinery and equipment	24,792,010	3,059,570	(1,252,865)	26,598,715
Infrastructure	37,273,311	-	-	37,273,311
Total assets being depreciated	<u>191,757,059</u>	<u>3,774,696</u>	<u>(1,252,865)</u>	<u>194,278,890</u>
Less accumulated depreciation for:				
Buildings	(53,357,548)	(4,077,836)	-	(57,435,384)
Improvements, other than buildings	(626,768)	(68,418)	-	(695,186)
Machinery and equipment	(19,091,171)	(1,564,014)	889,108	(19,766,077)
Infrastructure	(27,708,858)	(652,794)	-	(28,361,652)
Total accumulated depreciation	<u>(100,784,345)</u>	<u>(6,363,062)</u>	<u>889,108</u>	<u>(106,258,299)</u>
Total capital assets being depreciated, net	<u>90,972,714</u>	<u>(2,588,366)</u>	<u>(363,757)</u>	<u>88,020,591</u>
Governmental activities, net	<u>\$ 94,537,617</u>	<u>\$ (2,520,266)</u>	<u>\$ (363,757)</u>	<u>\$ 91,653,594</u>

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Depreciation expense for FY 2015 was charged to functions/programs of the primary government as follows:

Governmental activities:	\$625,198
Judicial	324,727
Public safety	3,229,597
Public transportation	1,312,193
Health	40,966
Welfare	18,925
Culture and recreation	807,337
Conservation	4,119
	<hr/>
Total depreciation expense — governmental activities	<u>\$6,363,062</u>

(d) Construction Commitments

McLennan County has one active construction project as of September 30, 2015. The project consists of the construction of a new office building for Road and Bridge Precinct Four, for which there was \$100,000 at year-end for outstanding commitments.

(e) Long-Term Liabilities

1. General Obligation Bonds

McLennan County issues general obligation bonds and tax notes to finance major capital projects. The following listing of debt is for general obligation bonds and tax notes outstanding at September 30, 2015; the debt is for governmental activities only:

Description	Interest Rates	Fiscal Year of Issue	Date of Maturity	Bonds Outstanding
Certificates of Obligation Series 2006	3.3 – 4.2%	2006	2025	2,710,000
Refunding Bonds Series 2009	2.0 – 4.0%	2009	2017	1,530,000
Refunding Bonds Series 2011	2.0 – 4.0%	2011	2021	3,730,000
Refunding Bonds Series 2014	1.5%	2015	2023	7,600,000
				<hr/>
Total General Obligation Debt				<u>\$ 15,570,000</u>

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

Certificates of Obligation Series 2006 totaling \$4,250,000, dated February 8, 2006 were issued to pay, in whole or in part, contractual obligations to be incurred for (i) improvements and renovations to the McLennan County Courthouse, the McLennan County Courthouse Annex, the Shrine Building, the Archives Building, the Adult Probation Building, the Info Tech Building, the Building Maintenance/Purchasing Building and the Highway 6 Jail; (ii) the construction of a building or the purchase of an existing building for the maintenance of county vehicles, (iii) the demolition of the Radio Shop and construction of a parking lot thereon, (iv) the construction of a new radio tower, a new building for Justice of the Peace Precinct 8 and a new juvenile shelter at the Juvenile Detention Center, (v) the purchase of land and construction of a new building, or the purchase and renovation of an existing building, for Justice of the Peace Precinct 4, (vi) the purchase of land and construction of a new yard for County Precinct 3 and (vii) the purchase of a new phone system for downtown County buildings, and (viii) for paying legal, fiscal and professional fees in connection with these projects. These serial bonds were issued at an effective rate of 3.966%.

Refunding Bonds Series 2009 totaling \$6,205,000, dated June 1, 2009 were issued to advance refund general obligation bonds issued by the County. These bonds were issued at an effective rate of 2.68%. The proceeds were deposited with an escrow agent in an irrevocable trust for the purpose of redeeming the refunded bonds on June 16, 2009. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$5,000.

Refunding Bonds Series 2011 totaling \$5,885,000, dated July 11, 2011 were issued to refund general obligation bonds series 2001 issued by the County. These bonds were issued at an effective rate of 2.42%. The proceeds were deposited with an escrow agent for the purpose of redeeming the refunded bonds on July 28, 2011. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the statement of net position.

Refunding Bonds Series 2014 totaling \$8,800,000, dated August 26, 2014 were issued to refund Certificates of Obligation Series 2003 and Refunding Bonds Series 2005 issued by the County. These bonds were issued at an effective rate of 1.5%. The proceeds were deposited with an escrow agent for the purpose of redeeming the refunded bonds on September 3, 2014. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the statement of net position.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

2. Contractual Maturities of General Obligation Bonds

The annual debt service for general obligation bonds is as follows:

Fiscal Year Ending September 30,			Total Debt
	Principal	Interest	Service
2016	2,730,000	394,183	3,124,183
2017	2,815,000	333,963	3,148,963
2018	2,075,000	266,668	2,341,668
2019	2,130,000	220,588	2,350,588
2020	2,200,000	166,763	2,366,763
2021 – 2025	3,620,000	263,239	3,883,239
Total	\$ 15,570,000	\$ 1,645,404	\$ 17,215,404

3. Revenue Bonds

Project Revenue Refunding Bonds Taxable Series 2014 totaling \$50,045,000, dated November 1, 2014 were issued to refund Revenue Bonds Series 2009 issued by the McLennan County Public Facility Corporation, a blended component unit of the County. The bonds are being issued to refund certain outstanding obligations of the issuer issued to finance and refinance the costs of constructing and equipping a multi-classification secure detention center and pay certain costs of issuance relating to the bonds. The Revenue Bonds Series 2009 (the "Bonds") were issued to provide funds to (i) finance a project that consists of the development, design, construction and equipping of an 816 bed secure detention center on land in McLennan County, adjacent to the County's existing detention facility (the land, improvements and its operations are collectively referred to as the "Project"), (ii) to establish a reserve fund for the payment of the Bonds; (iii) to pay interest on the Bonds for a period of approximately 16 months from the date of issuance; (iv) to pay certain operating expenses during construction and for up to one year following completion of construction; and (v) to pay costs of issuing the Series 2009 Bonds. The land on which the detention center is built is subject to a ground lease between the County and the PFC.

In relation to the Project, The County has entered into a lease (the "Lease") with the PFC, wherein the County will lease the new detention center from the PFC. The consideration to be paid by the County to the PFC will be all rental payments received from third party entities that pay the County to house their inmates in the new detention facility.

The Revenue Refunding Bonds Series 2014 are payable from and secured by a pledge of all of the PFC's right, title and interest in the Lease, all project revenues, including the right to receive the rental payments (from the third parties housing their inmates in the detention center), other amounts due under the Lease, amounts deposited in the debt service fund, and all other accounts established under the Indenture.

The County is required under the Lease to pay rental payments which are sufficient in both time and amount, to pay when due, the principal and interest on the Bonds. The County's obligation to pay the rental payments and

MCLENNAN COUNTY, TEXAS

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other additional amounts required pursuant to the Lease, including operation and maintenance costs, is payable solely from the County's project revenues (rentals from third parties) and other available money appropriated annually for such purpose by the Commissioners Court for such purpose. If the County fails to appropriate available money which, together with the County's project revenues, is sufficient for the payment of all such amounts in any fiscal year of the County, the Lease will terminate and the PFC may take possession of the Project.

Description	Interest Rate	Fiscal Year of Issue	Date of Maturity	Bonds Outstanding
McLennan County Public Facility Corporation Project Revenue Refunding Bonds, Taxable Series 2014	Variable	2014	2035	\$ 46,960,000

4. Contractual Maturities of Revenue Bonds

The annual debt service for revenue bonds is as follows:

Fiscal Year Ending September 30,	Principal	Interest	Total Debt Service
2016	2,250,000	1,747,920	3,997,920
2017	1,630,000	1,725,420	3,355,420
2018	1,650,000	1,699,992	3,349,992
2019	1,685,000	1,666,497	3,351,497
2020	1,725,000	1,626,394	3,351,394
2021 – 2025	9,415,000	7,345,129	16,760,129
2026 – 2030	11,285,000	5,481,980	16,766,980
2031 – 2035	17,320,000	2,792,505	20,112,505
Total	\$ 46,960,000	\$ 24,085,837	\$ 71,045,837

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5. Capital Leases

The County leases some of its assets under capital leases. The economic substance of the capital leases is that the County is financing the acquisition of these assets through the leases over their terms. Accordingly, these acquisitions are reflected in the County's assets and liabilities.

Under State law, the County may not legally obligate the revenue of future years to liquidate any lease obligations due in those years. Therefore, non-appropriation clauses exist in each lease agreement with the provision that in the event funds are not appropriated for the rental payments tentatively required for the next fiscal year, the lessee may terminate that lease agreement.

The County assumes responsibility for all costs and expenses arising from the use, possession and maintenance of all equipment held under the leases. At the end of each of the lease agreements, the security interest of the lessor in the equipment held under the lease is released. A schedule of capital leases, all related to governmental activities is presented on the following page.

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2015, all governmental activities, were as follows:

Fiscal Year Ending September 30,	Obligation
2016	1,425,842
2017	1,042,782
2018	505,390
Total minimum lease payments	\$ 2,974,014
Less: amount representing interest	(181,708)
Present value of minimum lease payments	\$ 2,792,306

The assets acquired through capital leases are as follows:

Assets:

Machinery and equipment	\$ 1,257,029
Buildings	<u>7,138,213</u>
Total Cost	8,395,242
Less: Accumulated depreciation	<u>(3,260,189)</u>
Total	\$ <u>5,135,053</u>

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

Schedule of Lease-Purchase Agreements Outstanding

At September 30, 2015

	Transamerica Financial Services	SunTrust Leasing Corp.	Motorola	Wells Fargo Equipment Finance, Inc.	First National Bank Texas	First National Bank Texas
Effective Date	03/26/02	09/18/07	04/01/13	11/21/13	12/18/14	01/30/15
Original Lease Amount	\$6,152,518	\$985,695	\$499,181	\$620,998	\$450,232	\$116,220
Outstanding Principal at September 30, 2015	\$1,588,664	\$262,303	\$167,903	\$206,985	\$450,232	\$116,220
Total Future Payments Under Lease Agreement	\$1,740,266	\$276,947	\$169,431	\$209,985	\$458,741	\$118,643
Simple Interest Rate	5.28%	4.3942%	.0091%	1.45%	1.26%	1.39%
Lease Term	15 years	10 years	3 years	3 years	2 years	2 years
Property Held Under Lease	Utility Performance Improvement Equipment	Utility Performance Improvement Equipment	Radios	Law Enforcement Vehicles	Law Enforcement Vehicles	Oil Distributor Truck
Debt Service	100% General Fund	100% General Fund	100% General Fund	100% General Fund	100% General Fund	100% General Fund

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Notes to the Basic Financial Statements

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6. Notes Payable

Under State law, a Texas county can legally obligate the revenue of future years to liquidate notes payable to financial institutions entered into under Chapter 271 of the Local Government Code. There are no notes payable due at September 30, 2015.

7. Debt Related to Capital Assets

The following table presents the amount of the different types of debt that are related to the County's Capital Assets:

Type of Debt	Total Debt	Debt Related to Capital Assets
General Obligation Bonds	\$ 15,570,000	\$ 15,570,000
Revenue Bonds	46,960,000	46,960,000
Capital Leases	2,792,306	2,792,306
Total	\$ 65,322,306	\$ 65,322,306

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

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8. Changes in Noncurrent Liabilities

Noncurrent liabilities for the year ended September 30, 2015, all of which were from governmental activities, were as follows:

	General Obligation Bonds	Revenue Bonds	Capital Leases	Compensated Absences	Net Pension Liability	Other Post Employment Benefits	Total Governmental Activity
<u>PRINCIPAL:</u>							
Beginning balance	18,250,000	45,700,000	3,228,734	2,092,519	17,905,849	17,526,329	104,703,431
Additions	-	50,045,000	566,452	1,652,328	1,044,912	3,374,555	56,683,247
Reductions	2,680,000	48,785,000	1,002,880	1,594,365	-	580,058	54,642,303
Ending Balance	15,570,000	46,960,000	2,792,306	2,150,482	18,950,761	20,320,826	106,744,375
<u>UNAMORTIZED REFUNDING COSTS, NET:</u>							
Beginning balance	61,891	(1,682,674)	-	-	-	-	(1,620,783)
Additions	-	(4,259,283)	-	-	-	-	(4,259,283)
Reductions	-	1,676,721	-	-	-	-	1,676,721
Amortization	(13,486)	179,094	-	-	-	-	165,608
Ending Balance	48,405	(4,086,142)	-	-	-	-	(4,037,737)
NET	15,618,405	42,873,858	2,792,306	2,150,482	18,950,761	20,320,826	102,706,638
Due within one year	2,730,000	2,250,000	1,318,348	1,720,386	-	-	8,018,734

MCLENNAN COUNTY, TEXAS

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Debt service for general obligation bonds and revenue bonds is provided by the Debt Service Funds, capital leases and notes payable are serviced by the General Fund or the special revenue fund that acquired the equipment, and compensated absences and OPEB are liquidated by the same funds in which the respective employees are employed.

(f) Post Employment Benefits Other Than Pension Benefits

1. Plan Description

The County's OPEB provides health benefits to eligible retired employees and is a single employer plan. Separately issued financial statements are not available for the plan.

2. Plan Participants

Members are eligible for retirement with TCDRS at age 60 with 8 years of service, or at any age with 30 years of service, or when age plus years of service equals 75.

3. Normal Retirement Benefits

Health Care Benefit Eligibility Conditions

With the exception of employees who come to work for the County on or after January 1, 2009, who do not qualify for retiree health care benefits, each full-time employee who separates from the service of McLennan County, and who, at the time of their separation, is eligible for retirement under Texas County and District Retirement System (TCDRS) guidelines, and either (1) has total creditable service with TCDRS and continuous service as a full-time employee of McLennan County of twenty (20) years or more, or (2) has total creditable service with TCDRS and continuous service as an elected official of McLennan County of twelve (12) years or more; and whose full salary has been paid entirely from McLennan County funds or Grant funds received from Federal, State or other Local Governments by McLennan County, for 20 years or more, or (2) for twelve (12) years or more as an elected official, and is covered by the McLennan County group health program at the time of their retirement, will have the same dollar amount contributed towards their group medical premiums by the County that the County contributes towards such premiums for its full-time employees.

Retiree Health Care Benefit

For eligible retirees, premiums for medical coverage shall be paid by the County, at the same dollar amount contributed towards their group medical premiums by the County that the County contributes toward such premiums for its full-time employees. If the retiree qualifies (must have Medicare A & B, and may have to be 65 or older) and such plan is available through the County, the retiree may elect a senior health plan instead of a traditional group health plan. If the retiree elects a senior health plan and the premium amount is less than the premium amount the County contributes for its full-time employees, the County will pay the lower premium. Premiums for spouses and dependents shall be paid by the retiree.

Each full-time employee who separates from the service of McLennan County, and who is eligible for retirement under TCDRS, and who is covered by the McLennan County group health program at the time of such retirement, but does not meet the minimum requirements set forth above, will be permitted to continue their participation in current or future group health or senior health plan programs, provided by McLennan County for its employees and retirees, at their sole expense. Coverage for spouses and dependents who are participants in the County's group health program on the date of the employee's retirement may also be continued. Premiums for spouses and dependents shall also be paid by the retiree.

McLennan County Commissioners Court has the authority to establish and amend the benefits of the plan.

MCLENNAN COUNTY, TEXAS

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Early Retirement Benefits

Only members who have the required time of continuous service are eligible for retiree health benefits. There are no "early retirement benefits".

Deferred Retirement Benefits

Eligible members who terminate employment without retiring with TCDRS can continue the same medical coverage in which they were enrolled at termination. If eligible members elect not to continue medical coverage at termination, they are not eligible for retiree health care benefits when they activate their retirement from TCDRS.

Death-in-Service Retirement Benefits

Provided the County is able to secure an agreement with its insurance providers for such coverage and such does not cause an increase in the County's insurance costs which the County, in its sole discretion, finds unacceptable, in the event of the death of a retiree who has retired from service with McLennan County under TCDRS, the spouse and dependents will be allowed, at their own option and expense, to continue their participation in such health insurance plans as may be provided by the County. This eligibility extends only to persons covered by the retiree's insurance at the time of the death of the retiree. This eligibility for any spouse ceases at the end of the month in which the spouse marries.

Funding Policy and Annual OPEB Cost

The County's annual other post employment benefits (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of accrual that, if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excesses) over a period not to exceed thirty years. The County's annual OPEB cost for the fiscal year ending September 30, 2015 is as follows:

Annual required contribution	\$ 3,316,578
Interest on OPEB obligation	788,685
Adjustment to ARC	(730,708)
Annual OPEB cost (expense) end of year	3,374,555
Net estimated employer contributions	(580,058)
Increase in net OPEB obligation	\$ 2,794,497
Net OPEB obligation beginning of year	17,526,329
Net OPEB obligation end of year	\$ 20,320,826

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The County's annual OPEB cost, the amount contributed by the employer, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year ending September 30, 2015 and the preceding two fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/2013	\$ 3,409,493	\$ 924,383	27.1%	\$ 14,919,281
9/30/2014	\$ 3,518,765	\$ 911,717	25.9%	\$ 17,526,329
9/30/2015	\$ 3,374,555	\$ 580,058	17.2%	\$ 20,320,826

Funded status

The funded status of the County's retiree health care plan, under GASB Statement No. 45 as of December 31, 2013 is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Annual Covered Payroll	Ratio of UAAL to Annual Covered Payroll
	(a)	(b)	(b-a)	(a/b)	(c)	((b-a)/c)
12/31/2013	\$0	\$37,250,967	\$37,250,967	0.0%	39,208,089	95.01%

Under the reporting parameters, the County's retiree health care plan is 0.0% funded with an estimated actuarial accrued liability exceeding actuarial assets by \$37,250,967 at December 31, 2013. As of the most recent valuation, the ratio of the unfunded actuarial accrued liability to annual covered payroll is 95.01%. The County's plan follows a pay-as-you-go funding. McLennan County Commissioners Court has the authority to establish and amend the funding policy.

Actuarial methods and assumptions

The Projected Unit Credit actuarial cost method is used to calculate the GASB ARC for the County's retiree health care plan. Using the plan benefits, the present health premiums and a set of actuarial assumptions, the anticipated future payments are projected. The projected unit credit method then provides for a systematic funding for these anticipated payments. The yearly ARC is computed to cover the cost of benefits being earned by covered members as well as to amortize a portion of the unfunded accrued liability.

Projections of health benefits are based on the plan as understood by the County and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the County and the County's employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

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Actuarial Methods and Assumptions

Inflation Rate	3.00% per annum
Investment Rate of Return	4.50%, net of expenses
Actuarial Cost Method	Projected Unit Credit Cost Method
Amortization Method	Level as a percentage of employee payroll
Amortization Period	30-year open amortization
Payroll Growth	3.00% per annum
Pre-65 Medical Trend	Initial rate of 7.50%, declining to an ultimate rate of 4.75% after 11 years
Post-65 Medical Trend	Initial rate of 7.50%, declining to an ultimate rate of 4.50% after 12 years

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status and the annual required contributions of the County's retiree health care plan are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

(g) Inter-fund Receivables, Payable Balances and Transfers

Inter-fund Receivables and Payables Balances

Activity between funds that represent the current portion of lending/borrowing and inter-fund charges for goods and services arrangements outstanding at fiscal year end are referred to as "due to/from other funds." The composition of inter-fund balances as of September 30, 2015, is as follows

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Proprietary	\$ 75,669
General	Nonmajor governmental	142,025
PFC Jail Operating	General	1,211,868
PFC Debt Service	PFC Jail Operating	737,570
Proprietary	General	<u>505,994</u>
Total		<u>\$ 2,673,126</u>

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Inter-fund Transfers

During the fiscal year ending September 30, 2015, the General Fund transferred \$4,876,401 to the Juvenile Probation Local Fund. The Road and Bridge Fund transferred \$5,843,143 to the General Fund due to the fact that road and bridge activity will now be processed through the General Fund. A transfer was made from the PFC Jail Operating Fund to the PFC Debt Service Fund for \$3,774,756 in order to support principal and interest payments.

	Transfers Out			Totals
	General	PFC Jail Operating	Other Governmental	
<u>Transfers In:</u>				
General	\$ -	\$ -	\$ 5,843,143	\$ 5,843,142
PFC Debt Service	-	3,774,756	-	3,774,756
Other Governmental	<u>4,876,401</u>	<u>-</u>	<u>-</u>	<u>4,876,401</u>
Total Transfers Out	<u>\$ 4,876,401</u>	<u>\$ 3,774,756</u>	<u>\$ 5,843,142</u>	<u>\$ 14,494,299</u>

III. OTHER INFORMATION

(a) Risk Management

Property and liability risks - The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. In order to mitigate losses from such occurrences, the County has risk management programs, as discussed on the following page.

The County participates in insurance risk pools offered by the Texas Association of Counties to provide general liability, public officials' liability, vehicular liability, district and county clerk errors and omissions, and law enforcement liability. Another Texas Association of Counties risk pool provides adequate property damage insurance for the County's buildings and their contents. Premiums are paid into the pool annually, and are based on the prior year's experience factors.

The County operates a mainframe computer installation on which nearly the entire County's court records are maintained. The data is backed up daily and stored offsite in a fireproof storage area.

Texas statutes require public officials' faithful performance bonds for substantially all elected and appointed officials. In addition, the County carries a blanket employee dishonesty bond in the amount of \$100,000 per occurrence for all County employees. In addition, tax office employees are covered by a \$100,000 comprehensive dishonesty, disappearance and destruction policy.

The County maintains and operates a helicopter. Aircraft liability in the amount of \$1,000,000 is carried through a commercial insurance company.

The vehicles owned by the County are insured for liability coverage only, with the exception of those vehicles purchased under a capital lease. The County assumes the risk for any property damage to its own vehicles, unless a third party causes the damage, in which case subrogation is pursued with the third party. Full coverage is maintained on the leased vehicles.

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Workers' compensation coverage is provided through a risk pool set up by the Texas Association of Counties. Premiums are paid into the pool based on the prior year's experience factor.

Health and medical insurance for employees is offered through the County's self-insured health program to each official and salaried employee. The County pays medical coverage premiums for eligible employees up to the lowest premium amount for the base plan of the County. Other supplemental insurance policies are offered to employees at their option and cost through third-party providers.

Changes in coverage from prior year - There were no decreases in the insurance coverage maintained by the County in 2015 compared to 2014.

Settlements exceeding coverage - No settlements against the County exceeded the related insurance coverage in fiscal year 2015.

(b) Contingent Liabilities

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. If any expenditures are determined to be disallowed under terms of the grant, the County would be required to reimburse the grantor agency. A contingent liability was not established because potential reimbursements are considered immaterial.

The County is named as a defendant in various lawsuits related to alleged violations of constitutional and employment rights. In all of these cases, the County is denying the allegations and is vigorously defending against them. County officials estimate that the potential claims against the County will not materially adversely affect the financial position of the County.

(c) Related Party Transactions

The general laws of the State of Texas prohibit transactions, with certain exceptions, between the County and its officers or between the County and any entity in which a County officer may have a substantial interest. During the fiscal year ended September 30, 2015, there were no transactions which are known to have violated these prohibitions.

IV. EMPLOYEE RETIREMENT SYSTEM

(a) Plan Description

The County participates in a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent, multiple-employer, public employee retirement system consisting of nontraditional defined benefit pension plans. TCDRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tcdrs.org. All eligible employees of the County are required to participate in TCDRS.

(b) Benefits Provided

TCDRS provides retirement, disability and death benefits for all of its fulltime employees. Benefit provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS.

Members can retire at age 60 and above with 8 or more years of service, with 20 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 eight years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the

MCLENNAN COUNTY, TEXAS

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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.

1. Employees covered by benefit terms

At the December 31, 2014 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	475
Inactive employees entitled to but not yet receiving benefits	16
Active employees	<u>912</u>
	<u>1,403</u>

(c) Contributions

The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee gross earnings, as adopted by the employer's governing body. Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer's plan. Under the state law governing TCDRS, the contribution rate for each entity is determined annually by the actuary and approved by the TCDRS Board of Trustees. The replacement life entry age actuarial cost method is used in determining the contribution rate. The actuarially determined rate is the estimated amount necessary to fund benefits in an orderly manner for each participant over his or her career so that sufficient funds are accumulated by the time benefit payments begin, with an additional amount to finance any unfunded accrued liability.

Employees for the County were required to contribute 5% of their annual gross earnings during the fiscal year. The contribution rates for the County were 14.04% and 14.29% in calendar years 2014 and 2015, respectively. The County's contributions to TCDRS for the year ended September 30, 2015, were \$5,748,812, and were equal to the required contributions.

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(d) Net Pension Liability

The County's Net Pension Liability (NPL) was measured as of December 31, 2014, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

1. Actuarial Assumptions

The Total Pension Liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions:

Inflation	3.0% per year
Overall payroll growth	3.5% per year
Investment Rate of Return	8.1%, net of pension plan investment expense, including inflation

Mortality rates for active members, retirees, and beneficiaries were based on the following:

Depositing members	The RP-2000 Active Employee Mortality Table for males with a two-year set-forward and the RP-2000 Active Employee Mortality Table for females with a four-year setback, both with the projection scale AA.
Service retirees, beneficiaries and non-depositing members	The RP-2000 Combined Mortality Table with the projection scale AA, with a one-year set-forward for males and no age adjustment for females.
Disabled retirees	RP-2000 Disabled Mortality Table for males with no age adjustment and RP-2000 Disabled Mortality Table for females with a two-year set-forward, both with the projection scale AA.

The actuarial assumptions that determined the total pension liability as of December 31, 2014, were based on the results of an actuarial experience study for the period January 1, 2009 through December 31, 2012, except where required to be different by GASB 68.

The long-term expected rate of return on pension plan investments is 8.10%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

The long-term expected rate of return on TCDRS is determined by adding inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information below are based on January 2015 information for a 7 to 10 year time horizon. The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2013. The target allocation and best estimates of geometric real rates return for each major assets class are summarized in the following table:

Asset Class	Benchmark	Target Allocation ⁽¹⁾	Geometric Real Rate of Return (Expected minus Inflation) ⁽²⁾
US Equities	Dow Jones U.S. Total Stock Market Index	16.50%	5.35%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽³⁾	12.00%	8.35%
Global Equities	MSCI World (net) Index	1.50%	5.65%
International Equities - Developed	50% MSCI World Ex USA (net) + 50% MSCI World ex USA 100% Hedged to USD (net) Index	11.00%	5.35%
International Equities - Emerging	50% MSCI EM Standard (net) Index + 50% MSCI EM 100% Hedged to USD (net) Index	9.00%	6.35%
Investment-Grade Bonds	Barclays Capital Aggregate Bond Index	3.00%	0.55%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.75%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	5.00%	5.54%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	2.00%	5.80%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	6.75%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	2.00%	4.00%
Commodities	Bloomberg Commodities Index	2.00%	-0.20%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	5.30%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	3.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	25.00%	5.15%

⁽¹⁾ Target asset allocation adopted at the April 2015 TCDRS Board meeting.

⁽²⁾ Geometric real rates of return in addition to assumed inflation of 1.7% per Cliffwater's 2015 capital market assumptions.

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

⁽⁴⁾ Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

2. Discount Rate

The discount rate used to measure the Total Pension Liability was 8.1%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

3. Changes in the Net Pension Liability

	Increase/(Decrease)		
	Total Pension Liability	Fiduciary Net Position	Net Pension Liability/(Asset)
	(a)	(b)	(a)-(b)
Balances as of December 31, 2013	\$ 216,613,067	\$ 198,707,217	\$ 17,905,850
Changes for the year:			
Service cost	5,604,082	-	5,604,082
Interest on total pension liability (1)	17,307,696	-	17,307,696
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	(1,562,356)	-	(1,562,356)
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	(768,744)	(768,744)	-
Benefit payments	(10,827,611)	(10,827,611)	-
Administrative expenses	-	(156,366)	156,366
Member contributions	-	1,970,906	(1,970,906)
Net investment income	-	13,403,170	(13,403,170)
Employer contributions	-	5,530,345	(5,530,345)
Other (2)	-	(443,544)	443,544
Balances as of December 31, 2014	<u>\$ 226,366,134</u>	<u>\$ 207,415,373</u>	<u>\$ 18,950,761</u>

(1) Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.

(2) Relates to allocation of system-wide items.

4. Sensitivity Analysis

The following presents the net pension liability of the County, calculated using the discount rate of 8.1%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (7.1%) or 1-percentage-point higher (9.1%) than the current rate:

	1% Decrease 7.1%	Discount Rate 8.1%	1% Increase 9.1%
Total pension liability	\$ 254,185,675	\$ 226,366,134	\$ 203,338,791
Fiduciary net position	<u>207,415,372</u>	<u>207,415,373</u>	<u>207,415,372</u>
Net pension liability/(asset)	46,770,303	18,950,761	(4,076,581)

5. Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TCDRS financial report. The report may be obtained on the Internet at www.tcdrs.org.

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

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

For the year ended September 30, 2015, the County recognized pension expense of \$5,695,513.

At September 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ -	\$ 1,249,885
Difference between projected and actual investment earnings	2,129,628	-
Contributions subsequent to the measurement date	<u>4,333,757</u>	<u>-</u>
Total	<u>\$ 6,463,385</u>	<u>\$ 1,249,885</u>

\$4,333,757 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2015. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expenses as follows:

<u>Year Ended September 30,</u>	
2016	\$ 219,936
2017	219,936
2018	219,936
2019	219,935
Thereafter	-

MCLENNAN COUNTY, TEXAS

Notes to the Basic Financial Statements

September 30, 2015

Actuarial valuation date	12/31/12	12/31/13	12/31/14
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of payroll, closed	Level percentage of payroll, closed	Level percentage of payroll, closed
Amortization period	20	20	20
Asset Valuation method	SAF: 10-yr smoothed value ESF: Fund value	SAF: 5-yr smoothed value ESF: Fund value	SAF: 5-yr smoothed value ESF: Fund value
Actuarial Assumptions:			
Investment return ⁽¹⁾	8.0%	8.0%	8.0%
Projected salary increases ⁽¹⁾	5.4%	4.9%	4.9%
Inflation	3.5%	3.0%	3.0%
Cost-of-living adjustments	0.0%	0.0%	0.0%

⁽¹⁾Includes inflation at the stated rate

REQUIRED SUPPLEMENTARY
INFORMATION

MCLENNAN COUNTY, TEXAS

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (GAAP Basis) and Actual

General Fund

For the Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ 74,575,586	\$ 74,575,586	\$ 78,282,521	\$ 3,706,935
Licenses and Permits	4,500	4,500	3,500	(1,000)
Intergovernmental	1,918,800	1,918,800	2,116,480	197,680
Charges for Services	10,684,233	10,684,233	10,565,291	(118,942)
Fines and Forfeits	800,000	800,000	716,867	(83,133)
Miscellaneous	1,466,500	1,466,500	1,946,507	480,007
Total Revenues	<u>89,449,619</u>	<u>89,449,619</u>	<u>93,631,166</u>	<u>4,181,547</u>
Expenditures:				
Current:				
General Government	23,090,549	23,958,457	22,379,884	(1,578,573)
Judicial	6,216,446	6,290,013	5,835,730	(454,283)
Public Safety	31,949,308	31,601,627	30,564,100	(1,037,527)
Public Transportation	12,320,226	12,433,551	9,362,379	(3,071,172)
Health	4,438,686	4,438,829	4,428,594	(10,235)
Welfare	5,833,667	5,878,942	5,775,027	(103,915)
Culture-Recreation	77,598	131,093	76,483	(54,610)
Conservation	247,836	247,836	228,893	(18,943)
Economic Development and Assistance	10,881,465	10,881,885	1,529,468	(9,352,417)
Debt Service:				
Principal	1,257,406	1,021,806	1,002,874	(18,932)
Interest and Fiscal Charges	142,890	142,890	142,242	(648)
Total Expenditures	<u>96,456,077</u>	<u>97,026,929</u>	<u>81,325,674</u>	<u>(15,701,255)</u>
Excess (Deficiency) of Revenue over Expenditures	<u>(7,006,458)</u>	<u>(7,577,310)</u>	<u>12,305,492</u>	<u>19,882,802</u>
Other Financing Sources (Uses):				
Transfers In	-	-	5,843,143	5,843,143
Transfers Out	(4,876,402)	(4,876,402)	(4,876,401)	1
Sale of Capital Assets	-	-	67,325	67,325
Issuance of Debt	-	566,452	566,452	-
Total Other Financing Sources	<u>(4,876,402)</u>	<u>(4,309,950)</u>	<u>1,600,519</u>	<u>5,910,469</u>
Net Change in Fund Balance	(11,882,860)	(11,887,260)	13,906,011	25,793,271
Fund Balance at Beginning of Year	<u>33,222,658</u>	<u>33,222,658</u>	<u>30,939,013</u>	<u>(2,283,645)</u>
Fund Balance at End of Year	<u>\$ 21,339,798</u>	<u>\$ 21,335,398</u>	<u>\$ 44,845,024</u>	<u>\$ 23,509,626</u>

MCLENNAN COUNTY, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2015

**Schedule of Funding Progress for the Health Care Plan
For the Employees of McLennan County**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
	(a)	(b)	(b-a)	(a/b)	(c)	((b-a)/c)
12/31/2009	-	35,532,816	35,532,816	-	36,178,602	98.22%
12/31/2011	-	35,792,573	35,792,573	-	38,997,780	91.78%
12/31/2013	-	37,250,967	37,250,967	-	39,208,089	95.01%

MCLENNAN COUNTY, TEXAS

Required Supplementary Information

Schedule of Changes in Net Pension Liability and Related Ratios

For the Year Ended September 30, 2015

	For the Plan Year Ended December 31, 2014
	<hr/>
Total Pension Liability	
Service cost	\$ 5,604,082
Interest (on the total pension liability)	17,307,696
Effect of economic/demographic (gains) or losses	(1,562,356)
Benefit payments, including refunds of employee contributions	<hr/> (11,596,355)
Net change in total pension liability	9,753,067
Total pension liability - beginning	<hr/> 216,613,067
Total pension liability - ending (a)	<hr/> \$ 226,366,134 <hr/>
Plan Fiduciary Net Position	
Contributions - employer	\$ 5,530,345
Contributions - Employee	1,970,906
Net investment income	13,403,170
Benefit payments, including refunds of employee contributions	(11,596,355)
Administrative expense	(156,366)
Other	<hr/> (443,544)
Net change in plan fiduciary net position	8,708,156
Plan fiduciary net position - beginning	<hr/> 198,707,217
Plan fiduciary net position - ending (b)	<hr/> \$ 207,415,373 <hr/>
Net Pension Liability - Ending (a)-(b)	<hr/> \$ 18,950,761 <hr/>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	91.63%
Covered Employee Payroll	\$ 39,418,124
Net Position Liability as a Percentage of Covered Employee Payroll	48.08%

MCLENNAN COUNTY, TEXAS

Required Supplementary Information

Schedule of Employer Contributions

For the Year Ended September 30, 2015

<u>Fiscal Year Ended September 30</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Employer Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll</u>	<u>Actual Contribution as % of Covered Payroll</u>
2014	6,390,898	6,390,898	-	39,208,089	16.3%
2015	5,530,345	5,530,345	-	39,418,124	14.0%

MCLENNAN COUNTY, TEXAS

Required Supplementary Information

Notes to Schedule of Contributions

For the Year Ended September 30, 2015

Valuation Timing	Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry age normal
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Inflation	3.0%
Salary Increases	Annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of general wage inflation component of 3.5% (made up of 3.0% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.4% per year for a career employee.
Investment Rate of Return	8.1%
Cost-of Living Adjustments	Cost-of-Living Adjustments are not considered to be substantively automatic under GASB 68. Therefore, an annual 100% CPI cost-of-living adjustment is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
Retirement Age	Experience-based table of rates based on a study of the period 2009-2012.
Turnover	New employees are assumed to replace any terminated members and have similar entry ages.
Mortality	
Depositing members	The RP-2000 Active Employee Mortality Table for males with a two-year set-forward and the RP-2000 Active Employee Mortality Table for females with a four-year setback, both with the projection scale AA.
Service retirees, beneficiaries and non-depositing members	The RP-2000 Combined Mortality Table with the projection scale AA, with a one-year set-forward for males and no age adjustment for females.
Disabled retirees	RP-2000 Disabled Mortality Table for males with no age adjustment and RP-2000 Disabled Mortality Table for females with a two-year set-forward, both with the projection scale AA.
Other Information	There were no benefit changes during the year.

MCLENNAN COUNTY, TEXAS

Notes to the Required Supplementary Information

September 30, 2015

Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the following Special Revenue and Capital Projects Funds: Adult Probation, Alcohol and Drug Abuse Prevention and Treatment, Chapter 19, Constable Forfeited Assets, Contract Elections, District Attorney Apportionment, District Attorney Forfeited Assets, District Attorney Hot Check, Jail Commissary, Justice Assistance Grant, Juvenile Probation Local, Juvenile Probation State Grants, Juvenile Purchase of Services, Law Enforcement Officers Standards and Education, Local Provider Participation, PFC Jail Operating Fund, PFC Debt Service, Sheriff Forfeited Assets, Statewide Automated Victim Notification System, Tax Office Administration, Texas Department of Public Safety Grant, Title IV-E, Unclaimed Juvenile Restitution, and Waco Foundation Grant Funds. In some instances, the Special Revenue Funds listed in the previous sentence may have budgets required by the grantor agency. Since Commissioners Court is not required to adopt a budget for these funds, there are no budgetary comparison schedules presented. All annual appropriations lapse at fiscal year-end.

Annually all departments of the County submit requests for appropriations to the County Auditor, who serves as the Budget Officer. The County Auditor reviews the requests, prepares the revenue estimates, and makes his recommendations to the Commissioners Court. Through budget workshops a proposed budget is created, which must be voted on by Commissioners Court and filed with the County Clerk. Within ten calendar days after the preliminary budget is filed, the Commissioners Court holds public hearings and publishes notices based on the timetable required by state statute. Before September 30, the budget and tax rate are adopted with tax notices mailed on or after October 1.

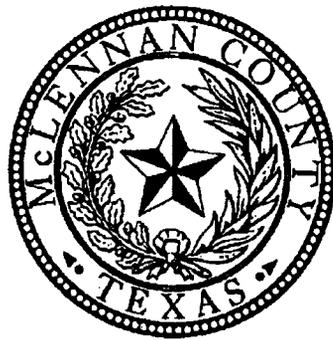
The appropriated budget is adopted annually by fund, activity, department, and account line item. For management purposes the elected official or department head may request approval from the Commissioners Court to move appropriations between category line items.

The County uses two levels to manage capital expenditures. As a rule, all assets under \$5,000 are recorded as expenditures in the supplies line item. Some of these assets are brought over to the capital asset system for tracking insurance purposes, but are not depreciated. All capital purchases over \$5,000 are individually identified and brought over to the capital asset system for depreciation and inclusion in capital assets under GASB 34 and their expenditure is charged to the 'capital outlay' line items within the budget.

Encumbrance accounting is utilized by governmental entities. Encumbrances do not constitute expenditures or liabilities because the commitments will be re-appropriated and purchase orders reissued during the subsequent year. 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 are re-appropriated and become part of the subsequent year's budget.



COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES



McLENNAN COUNTY, TEXAS

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Adult Probation Fund

The Adult Probation Fund is used to account for the activities of the blended component unit known as the McLennan County Community Supervision and Corrections Department. The primary financial resources are comprised of intergovernmental revenues and charges received for services. Primary expenditures are for public safety personnel costs. The budget for the Adult Probation Fund is established by the grantor agencies.

Alcohol and Drug Abuse Prevention and Treatment Fund

The Alcohol and Drug Abuse Prevention and Treatment Fund was established to account for certain funds used to encourage the youth of the County to resist the use of drugs. Revenues of this fund are derived from fees earned by the Criminal District Attorney in the prosecution of welfare fraud cases. Expenditures are made for the costs of providing drug-free activities for the students of the area schools upon request by the school officials, subject to the approval of the Criminal District Attorney and the Commissioners Court.

Alcohol and Drug Court Program Fund

The Alcohol and Drug Court Program Fund was established to account for the collection of fees charged to selected defendants in cases involving alcohol and drugs, as set forth in Health and Safety Code Section 469.001. This statute provides for the creation of a drug court for alcohol and drug diversion monitoring and enforcement for a period of approximately one year for the participants. The fees and expenses of this court are accounted for in this fund and are under the budgetary authority of the Commissioners Court.

Chapter 19 Fund

The Voter Registration Fund is established to account for the state funds received by the voter registrar's office that are based on voter registration statistics such as the numbers of initial voter registrations, cancelled registrations, and updated registrations. The funds available may only be used to defray expenses of the registrar's office in connection with voter registration. The Commissioners Court does not consider the availability of these state funds in adopting the county budget for the office of the voter registrar.

Child Abuse Prevention Fund

The Child Abuse Prevention Fund was established to account for fees collected from defendants convicted of certain child sexual assault and other related convictions. This fund may only be used to fund child abuse prevention programs in the county where the court is located. This fund is administered by the Commissioners Court of the County.

Constable Forfeited Assets Fund

The Forfeited Assets Fund (Constable) is used to account for resources forfeited to the County pursuant to Chapter 59 of the Code of Criminal Procedures and for the expenditures of such funds for authorized purposes.

Contract Elections Fund

The Contract Elections Fund is used to account for State funds received and related expenditures for public elections.

County and District Court Technology Fund

The County and District Court Technology Fund is used to account for the court cost known as the "county and district court technology fee" which is required of defendants convicted of a criminal offense in a county court, statutory county court, or district court. The fund is used only to finance the purchase and maintenance of technological enhancements for a county court, statutory county court, or district court and the cost of continuing education and training in regards to those enhancements. This fund is administered by the Commissioners Court of the County.

McLENNAN COUNTY, TEXAS

Nonmajor Governmental Funds

County Clerk Records Management Fund

The County Clerk Records Management Fund was established to account for the revenues received for the records management and preservation services performed by the county clerk after the filing and recording of a document in the records of the office of the clerk. Expenditures from the fund may only be spent for records management preservation or automation purposes in the county and are subject to approval by the Commissioners Court.

Courthouse Security Fund

The Courthouse Security Fund was established to account for "security fees", which are costs of the court, collected on misdemeanor offenses in a county court, county court at law, district court, or justice court. Money deposited into this fund may be used only for security personnel, services, and items related to buildings that house the operations of district, county, or justice courts. This fund is administered by the Commissioners Court of the County.

Court-Initiated Guardianship Fund

The Court-Initiated Guardianship Fund was established to account for "court-initiated guardianship fees" which are paid by the person against whom the fee for a probate original action or adverse probate action is charged. The funds may only be used to supplement other county funds used to pay the compensation of a guardian ad litem, pay the compensation of an attorney ad litem, or to fund local guardianship programs that provide guardians for indigent incapacitated persons who do not have family members suitable and willing to serve as guardians.

Court Records Preservation Fund

The Court Records Preservation Fund was established to account for "court record preservation" fees that are collected on all civil cases filed in a county court, statutory county court, or district court. The funds may only be used to digitize court records and preserve the records from natural disasters. This fund is administered by the Commissioners Court of the County.

Court Reporter Service Fund

The Court Reporter Service Fund was established to account for "court reporter service" fees collected by court clerks for courts that have an official court reporter. The fund is used to maintain the court reporter whom is available for assignment in the court.

Dispute Resolution Fund

The Dispute Resolution Fund was created to account for statutory fees collected by the District and County Clerks and for the expenditure of those funds for the purchases of mediation services.

District Attorney Apportionment Fund

The District Attorney Apportionment Fund was established to account for funds received from the state to be used by the state attorney or prosecutor to help defray the salaries and expenses of the office as defined in the General Appropriations Act.

District Attorney Forfeited Assets Fund

The Forfeited Assets Fund (District Attorney) is used to account for resources forfeited to the County pursuant to Chapter 59 of the Code of Criminal Procedures and for the expenditures of such funds for authorized purposes.

District Attorney Hot Check Fund

The District Attorney Hot Check Fund was established to account for fees collected by the district attorney for the collecting and processing of hot checks. Expenditures from this fund shall be at the sole discretion of the attorney and may be used only to defray the salaries and expenses of the prosecutor's office, excluding the district attorney's own salary.

District Attorney Pretrial Intervention Fund

The District Attorney Pretrial Intervention Fund is used to account for fees collected from defendants who participate in a pretrial intervention program administered by the District Attorney. Funds collected are to be used solely to administer the

McLENNAN COUNTY, TEXAS

Nonmajor Governmental Funds

pretrial intervention program and any expenditure may only be made in accordance with a budget approved by the Commissioners Court.

District Clerk Errors and Omissions Fund

The Commissioners Court established the District Clerk Errors and Omissions Fund in accordance with Texas Government Code Section 51.302 to account for filing fees collected and dedicated to expenditures for loss claims against the District Clerk's Office.

District Clerk Records Management Fund

The District Clerk Records Management Fund was established to account for the revenues received for records management and preservation services performed by the district clerk when a case or document is filed in the records office of the district clerk. The funds may only be used for specific records management and preservation, including automation purposes, and are subject to approval by the Commissioners Court.

District Court Records Technology Fund

The District Court Records Technology Fund was established to account for the "district court records archive fee" which is collected along with the filing of a suit. This fee is for the preservation and restoration services performed in connection with maintaining a district court records archive.

Family Protection Fund

Section 51.961 of the Texas Government Code provides for the establishment of a Family Protection Fee. The Family Protection Fund was established to account for these fee revenues and expenditures of those funds providing child abuse and family violence prevention services.

Farm-to-Market / Flood Control Fund

The Farm-to-Market / Flood Control Fund is used to account for revenues from ad valorem taxes resulting from the Farm-to-Market Lateral Roads tax levy. For the 2015 fiscal year no tax was levied for this fund, therefore, all revenues reported pertain to delinquent collections.

Jail Commissary Fund

The Jail Commissary Fund is used to account for revenues generated by the sale of personal items to jail inmates and the expenditure of those funds for the benefit of the inmates as required by State law.

Justice Assistance Grant Fund

The Justice Assistance Grant Fund is used to account for the receipt and expenditure of grant funds awarded to the County by the Criminal Justice Division to support law enforcement.

Justice Court Building Security Fund

The Justice Court Building Security Fund is used to account for a portion of "security fees", which are costs of the court, collected on misdemeanor offenses in a justice court. This fund may only be used for the purpose of providing security personnel, services, and items for a justice court located in a building that is not the county courthouse. This fund is administered under the direction of the Commissioners Court.

Justice Technology Fund

The Justice Technology Fund is used to account for the court cost known as the "justice court technology fee" which is required of defendants convicted of a misdemeanor offense in a justice court. The fund is used only to finance the purchase and maintenance of technological enhancements for the justice court and the cost of continuing education and training for justice court judges and clerks in regards to those enhancements. This fund is administered by the Commissioners Court of the county.

McLENNAN COUNTY, TEXAS

Nonmajor Governmental Funds

Juvenile Delinquency Prevention Fund

The Juvenile Delinquency Prevention Fund was established to account for "juvenile delinquency prevention and graffiti eradication" fees collected from defendants convicted of graffiti offenses. These funds may only be used to repair damage caused by graffiti, provide educational and intervention programs and materials, provide public rewards for offender information, provide funding for specific teen programs, and to provide funding to the local juvenile probation department. This fund is administered by the Commissioners Court of the County.

Juvenile Probation Local Fund

The Juvenile Probation Local Fund is used to account for juvenile detention and juvenile probation expenditures that are not funded through grants. The budget for the fund is adopted by the Juvenile Board which consists of the District Judges, County Court at Law Judges, and the County Judge. The primary financing source for this fund is a transfer from the General Fund.

Juvenile Probation State Grants Fund

The Juvenile Probation State Grants Fund was established in compliance with the Human Resources Code Section 75.067. Juvenile Probation assistance is provided by the State and administered by the Juvenile Board having jurisdiction in the County. The Juvenile Board consists of the District Judges, the County Judge, and the Judges of the County Courts-at-Law. Revenues of the Juvenile Probation Fund are derived primarily from funds supplied by the State. Expenditures are for salaries of probation officers and clerical staff, supplies, communications, travel and transportation expenses, and certain other operational items required for the supervision of probationers.

Juvenile Purchase of Services Fund

The Juvenile Purchase of Services Fund is used to account for the receipt and expenditure of grant funds awarded to the County by the Heart of Texas Council of Governments for juvenile detention and counseling services.

Law Enforcement Officer Standards and Education Fund

The Law Enforcement Officers Standards and Education Fund is used to account for a fee, of the same name, collected on criminal cases. The expenditures from this fund are to be used only for education and training of the County's law enforcement personnel.

Law Library Fund

The Law Library Fund was created pursuant to Article 1702h, Revised Texas Civil Statutes, for the establishment and maintenance of the County Law Library. Revenues are derived from law library fees assessed against each civil case filed in the County Courts-at-Law and in the District Courts, excluding tax suits.

Local Provider Participation Fund

The Local Provider Participation Fund was established to allow local hospital providers to access more federal funds, to ensure access to care, and reduce the level of uncompensated care in the community. The County is authorized to collect a mandatory payment from each institutional health care provider located in the County and to use the funds for certain intergovernmental transfers and indigent care programs.

Records Management Fund

The Records Management Fund was established to account for the records management and preservation fees. Expenditures from the fund may only be spent for records management preservation or automation purposes in the County and are subject to approval by the Commissioners Court.

Road and Bridge Fund

The Road and Bridge Fund is a constitutional fund used to account for the revenues and expenditures associated with the construction and maintenance of roads and bridges within the County. The principal sources of revenue for the Road and Bridge Fund are property taxes, intergovernmental revenue, and fines and fees. Beginning with fiscal year 2015 there will no longer be a Road and Bridge Fund. This activity will be accounted for in the General Fund.

McLENNAN COUNTY, TEXAS

Nonmajor Governmental Funds

Sheriff Forfeited Assets Fund

The Forfeited Assets Fund (Sheriff) is used to account for resources forfeited to the County pursuant to Chapter 59 of the Code of Criminal Procedures and for the expenditures of such funds for authorized purposes.

Statewide Automated Victim Notification System Fund

The Statewide Automated Victim Notification System Fund is used to account for the receipt and expenditure of grant funds awarded to the County by the Criminal Justice Department. The funds are used to implement an automated method of providing victims of crime with the access to information and notification about changes in offender status and court events.

Tax Office Administration Fund

The Tax Office Administration Fund was established in compliance with the Tax Code to account for the interest earned on monthly vehicle inventory tax deposits required of automobile dealers prior to the time such deposits are applied to the actual vehicle inventory taxes. Expenditures are for expenses of the Tax Office at the discretion of the County Tax Assessor-Collector.

Texas Department of Public Safety Grant Fund

The Texas Department of Public Safety Grant Fund is used to account for receipts and expenditures of grant funds awarded to the county by the Texas Department of Public Safety to repair County roads.

Title IV-E Fund

The Title IV-E Fund is used to account for the receipt and expenditure of grant funds awarded to the County by the Texas Juvenile Probation Commission for foster care maintenance reimbursements.

Unclaimed Juvenile Restitution Fund

The Unclaimed Juvenile Probation Restitution Fund is used to account for funds resulting from unclaimed juvenile restitution payments held by the county. Funds are used for the same purposes for which the county may spend Juvenile State Aid.

Waco Foundation Grant Fund

The Waco Foundation Grant is used to account for the receipt and expenditure of grant funds awarded to the county by the Waco Foundation to fund enrichment programs for youths.

MCLENNAN COUNTY, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2015

	Special Revenue								
	Adult Probation Fund	Alcohol and Drug Abuse Prevention and Treatment Fund	Alcohol and Drug Court Program Fund	Chapter 19 Fund	Child Abuse Prevention Fund	Constable Forfeited Assets Fund	Contract Elections Fund	County and District Court Technology Fund	County Clerk Records Management Fund
Assets:									
Cash and Investments	\$ 1,858,587	\$ 49,913	\$ 155,218	\$ -	\$ 29,125	\$ 307	\$ 351,226	\$ 41,575	\$ 327,335
Receivables (net of allowances for estimated uncollectibles):									
Taxes	-	-	-	-	-	-	-	-	-
Accounts	8	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-
Due from Other Governments	-	-	-	1,811	-	-	-	-	-
Prepaid Assets	-	-	12	-	-	-	-	-	-
Total Assets	\$ 1,858,595	\$ 49,913	\$ 155,230	\$ 1,811	\$ 29,125	\$ 307	\$ 351,226	\$ 41,575	\$ 327,335
Liabilities:									
Accounts Payable	\$ 78,363	\$ -	\$ 154	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,616
Due to Other Funds	-	-	-	1,811	-	-	-	-	-
Unearned Revenue	362,324	-	-	-	-	-	-	-	-
Total Liabilities	440,687	-	154	1,811	-	-	-	-	11,616
Deferred Inflows of Resources:									
Unavailable Revenue									
Property Taxes	-	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-	-	-
Fund Balances:									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted for:									
General Government	-	-	-	-	-	-	351,226	-	-
Judicial	-	-	-	-	-	-	-	41,575	315,719
Public Safety	1,417,908	49,913	155,076	-	29,125	307	-	-	-
Public Transportation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	1,417,908	49,913	155,076	-	29,125	307	351,226	41,575	315,719
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 1,858,595	\$ 49,913	\$ 155,230	\$ 1,811	\$ 29,125	\$ 307	\$ 351,226	\$ 41,575	\$ 327,335

MCLENNAN COUNTY, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2015

	Special Revenue								
	Courthouse Security Fund	Court-Initiated Guardianship Fund	Court Records Preservation Fund	Court Reporter Service Fund	Dispute Resolution Fund	District Attorney Apportionment Fund	District Attorney Forfeited Assets Fund	District Attorney Hot Check Fund	District Attorney Pretrial Intervention Fund
Assets:									
Cash and Investments	\$ 203,043	\$ 28,820	\$ 67,947	\$ 63,669	\$ 1,818	\$ 806	\$ 572,209	\$ 345,480	\$ 246,691
Receivables (net of allowances for estimated uncollectibles):									
Taxes	-	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-	-	1,630
Due from Other Funds	-	-	-	-	-	-	-	-	-
Due from Other Governments	-	-	-	-	-	-	102	-	-
Prepaid Assets	184	-	10	-	-	-	-	-	-
Total Assets	\$ 203,227	\$ 28,820	\$ 67,957	\$ 63,669	\$ 1,818	\$ 806	\$ 572,311	\$ 345,480	\$ 248,321
Liabilities:									
Accounts Payable	\$ -	\$ -	\$ -	\$ 1,170	\$ -	\$ -	\$ 13,886	\$ 635	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	1,170	-	-	13,886	635	-
Deferred Inflows of Resources:									
Unavailable Revenue									
Property Taxes	-	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-	-	-
Fund Balances:									
Nonspendable	184	-	10	-	-	-	-	-	-
Restricted for:									
General Government	-	-	-	-	-	806	558,425	344,845	248,321
Judicial	-	28,820	67,947	62,499	1,818	-	-	-	-
Public Safety	203,043	-	-	-	-	-	-	-	-
Public Transportation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	203,227	28,820	67,957	62,499	1,818	806	558,425	344,845	248,321
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 203,227	\$ 28,820	\$ 67,957	\$ 63,669	\$ 1,818	\$ 806	\$ 572,311	\$ 345,480	\$ 248,321

MCLENNAN COUNTY, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2015

Special Revenue

	District Clerk Errors and Omissions Fund	District Clerk Records Management Fund	District Court Records Technology Fund	Family Protection Fund	Farm-to-Market / Flood Control Fund	Jail Commissary Fund	Justice Assistance Grant Fund	Justice Court Building Security Fund	Justice Technology Fund
Assets:									
Cash and Investments	\$ 106,749	\$ 46,104	\$ 30,069	\$ 18,430	\$ 218,601	\$ 203,811	\$ -	\$ 75,876	\$ 268,473
Receivables (net of allowances for estimated uncollectibles):									
Taxes	-	-	-	-	61,090	-	-	-	-
Accounts	-	-	-	-	-	29,385	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-
Due from Other Governments	-	-	-	-	-	-	27,092	-	-
Prepaid Assets	-	-	15	-	-	-	-	-	-
Total Assets	\$ 106,749	\$ 46,104	\$ 30,084	\$ 18,430	\$ 279,691	\$ 233,196	\$ 27,092	\$ 75,876	\$ 268,473
Liabilities:									
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 6,671	\$ -	\$ -	\$ 209	\$ 2,224
Due to Other Funds	-	-	-	-	-	-	27,092	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	6,671	-	27,092	209	2,224
Deferred Inflows of Resources:									
Unavailable Revenue									
Property Taxes	-	-	-	-	59,304	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	59,304	-	-	-	-
Fund Balances:									
Nonspendable	-	-	15	-	-	-	-	-	-
Restricted for:									
General Government	-	-	-	-	-	-	-	75,667	-
Judicial	106,749	46,104	30,069	-	-	-	-	-	266,249
Public Safety	-	-	-	-	-	233,196	-	-	-
Public Transportation	-	-	-	-	213,716	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	-	-	-	18,430	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	106,749	46,104	30,084	18,430	213,716	233,196	-	75,667	266,249
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 106,749	\$ 46,104	\$ 30,084	\$ 18,430	\$ 279,691	\$ 233,196	\$ 27,092	\$ 75,876	\$ 268,473

MCLENNAN COUNTY, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2015

	Special Revenue								
	Juvenile Delinquency Prevention Fund	Juvenile Probation Local Fund	Juvenile Probation State Grants Fund	Juvenile Purchase of Services Fund	Law Enforcement Officer Standards and Education Fund	Law Library Fund	Local Provider Participation Fund	Records Management Fund	Road & Bridge Fund
Assets:									
Cash and Investments	\$ 1,170	\$ 1,019,885	\$ -	\$ -	\$ 52,449	\$ 376,065	\$ 1,376,709	\$ 192,390	\$ -
Receivables (net of allowances for estimated uncollectibles):									
Taxes	-	-	-	-	-	-	-	-	-
Accounts	-	75	12	-	-	-	-	1,250	-
Due from Other Funds	-	-	-	-	-	-	-	-	-
Due from Other Governments	-	50	59,777	-	-	-	-	-	-
Prepaid Assets	-	8,378	-	-	-	1	-	-	-
Total Assets	\$ 1,170	\$ 1,028,388	\$ 59,789	\$ -	\$ 52,449	\$ 376,066	\$ 1,376,709	\$ 193,640	\$ -
Liabilities:									
Accounts Payable	\$ -	\$ 77,307	\$ 12	\$ -	\$ -	\$ 5,409	\$ -	\$ 89	\$ -
Due to Other Funds	-	-	59,765	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	77,307	59,777	-	-	5,409	-	89	-
Deferred Inflows of Resources:									
Unavailable Revenue	-	-	-	-	-	-	-	-	-
Property Taxes	-	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-	-	-
Fund Balances:									
Nonspendable	-	8,378	-	-	-	-	-	-	-
Restricted for:									
General Government	-	-	-	-	-	-	-	193,551	-
Judicial	-	-	-	-	-	370,657	-	-	-
Public Safety	1,170	942,703	12	-	52,449	-	-	-	-
Public Transportation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	1,376,709	-	-
Welfare	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	1,170	951,081	12	-	52,449	370,657	1,376,709	193,551	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 1,170	\$ 1,028,388	\$ 59,789	\$ -	\$ 52,449	\$ 376,066	\$ 1,376,709	\$ 193,640	\$ -

MCLENNAN COUNTY, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2015

	Special Revenue							
	Sheriff Forfeited Assets Fund	Statewide Automated Victim Notification System Fund	Tax Office Administration Fund	Texas Department of Public Safety Fund	Title IV-E Fund	Unclaimed Juvenile Restitutuion Fund	Waco Foundation Grant Fund	Total Nonmajor Governmental Funds
Assets:								
Cash and Investments	\$ 93,748	\$ -	\$ 102,893	\$ -	\$ 427,018	\$ 2,223	\$ 2	\$ 8,956,434
Receivables (net of allowances for estimated uncollectibles):								
Taxes	-	-	-	-	-	-	-	61,090
Accounts	-	-	-	-	-	284	-	32,644
Due from Other Funds	-	-	-	-	-	-	-	-
Due from Other Governments	5,058	-	-	53,357	4,496	-	-	151,743
Prepaid Assets	-	-	-	-	-	-	-	8,600
Total Assets	\$ 98,806	\$ -	\$ 102,893	\$ 53,357	\$ 431,514	\$ 2,507	\$ 2	\$ 9,210,511
Liabilities:								
Accounts Payable	\$ 1,590	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 199,335
Due to Other Funds	-	-	-	53,357	-	-	-	142,025
Unearned Revenue	-	-	-	53,357	4,496	-	-	420,177
Total Liabilities	1,590	-	-	106,714	4,496	-	-	761,537
Deferred Inflows of Resources:								
Unavailable Revenue								
Property Taxes	-	-	-	-	-	-	-	59,304
Total Deferred Inflows of Resources	-	-	-	-	-	-	-	59,304
Fund Balances:								
Nonspendable	-	-	-	-	-	-	-	8,587
Restricted for:								
General Government	-	-	102,893	-	-	-	-	1,875,734
Judicial	-	-	-	-	-	-	-	1,338,206
Public Safety	97,216	-	-	-	427,018	2,507	-	3,611,643
Public Transportation	-	-	-	(53,357)	-	-	-	160,359
Health	-	-	-	-	-	-	-	1,376,709
Welfare	-	-	-	-	-	-	-	18,430
Unassigned	-	-	-	-	-	-	2	2
Total Fund Balances	97,216	-	102,893	(53,357)	427,018	2,507	2	8,389,670
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 98,806	\$ -	\$ 102,893	\$ 53,357	\$ 431,514	\$ 2,507	\$ 2	\$ 9,210,511

MCLENNAN COUNTY, TEXAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

For the Year Ended September 30, 2015

Special Revenue

	Adult Probation Fund	Alcohol and Drug Abuse Prevention and Treatment Fund	Alcohol and Drug Court Program Fund	Chapter 19 Fund	Child Abuse Prevention Fund	Constable Forfeited Assets Fund	Contract Elections Fund	County and District Court Technology Fund	County Clerk Records Management Fund
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,822,077	-	-	11,308	-	-	-	-	-
Charges for Services	2,308,872	4,480	41,670	-	3,684	-	58,659	10,120	414,161
Fines and Forfeits	-	-	-	-	-	-	-	-	-
Miscellaneous	8,963	-	-	-	-	-	-	-	-
Total Revenues	4,139,912	4,480	41,670	11,308	3,684	-	58,659	10,120	414,161
Expenditures:									
Current:									
General Government	-	-	-	11,308	-	-	33,146	-	362,895
Judicial	-	-	-	-	-	-	-	2,349	-
Public Safety	4,117,046	3,000	46,371	-	-	-	-	-	-
Public Transportation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-	-
Total Expenditures	4,117,046	3,000	46,371	11,308	-	-	33,146	2,349	362,895
Excess (Deficiency) of Revenue over Expenditures	22,866	1,480	(4,701)	-	3,684	-	25,513	7,771	51,266
Other Financing Sources (Uses):									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance	22,866	1,480	(4,701)	-	3,684	-	25,513	7,771	51,266
Fund Balance at Beginning of Year	1,395,042	48,433	159,777	-	25,441	307	325,713	33,804	264,453
Fund Balance at End of Year	\$ 1,417,908	\$ 49,913	\$ 155,076	\$ -	\$ 29,125	\$ 307	\$ 351,226	\$ 41,575	\$ 315,719

MCLENNAN COUNTY, TEXAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

For the Year Ended September 30, 2015

Special Revenue

	Courthouse Security Fund	Court-Initiated Guardianship Fund	Court Records Preservation Fund	Court Reporter Service Fund	Dispute Resolution Fund	District Attorney Apportionment Fund	District Attorney Forfeited Assets Fund	District Attorney Hot Check Fund	District Attorney Pretrial Intervention Fund
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	22,500	550	-	-
Charges for Services	99,123	14,120	39,905	55,604	55,818	-	-	50,045	134,129
Fines and Forfeits	-	-	-	-	-	-	79,055	-	-
Miscellaneous	-	-	-	-	-	-	3,032	-	-
Total Revenues	99,123	14,120	39,905	55,604	55,818	22,500	82,637	50,045	134,129
Expenditures:									
Current:									
General Government	-	-	-	-	-	28,027	111,035	54,921	1,912
Judicial	-	-	16,542	43,498	54,000	-	-	-	-
Public Safety	50,868	-	-	-	-	-	-	-	-
Public Transportation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-	-
Total Expenditures	50,868	-	16,542	43,498	54,000	28,027	111,035	54,921	1,912
Excess (Deficiency) of Revenue over Expenditures	48,255	14,120	23,363	12,106	1,818	(5,527)	(28,398)	(4,876)	132,217
Other Financing Sources (Uses):									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance	48,255	14,120	23,363	12,106	1,818	(5,527)	(28,398)	(4,876)	132,217
Fund Balance at Beginning of Year	154,972	14,700	44,594	50,393	-	6,333	586,823	349,721	116,104
Fund Balance at End of Year	\$ 203,227	\$ 28,820	\$ 67,957	\$ 62,499	\$ 1,818	\$ 806	\$ 558,425	\$ 344,845	\$ 248,321

MCLENNAN COUNTY, TEXAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

For the Year Ended September 30, 2015

Special Revenue

	District Clerk Errors and Omissions Fund	District Clerk Records Management Fund	District Court Records Technology Fund	Family Protection Fund	Farm-to-Market / Flood Control Fund	Jail Commissary Fund	Justice Assistance Grant Fund	Justice Court Building Security Fund	Justice Technology Fund
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 17,683	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	86,425	-	-
Charges for Services	2,722	21,603	31,585	4,520	-	189,566	-	6,289	-
Fines and Forfeits	-	-	-	-	-	-	-	-	25,608
Miscellaneous	-	-	-	-	1,528	1,987	-	-	-
Total Revenues	2,722	21,603	31,585	4,520	19,211	191,553	86,425	6,289	25,608
Expenditures:									
Current:									
General Government	-	-	-	-	-	-	-	-	-
Judicial	5	32,444	21,568	-	-	-	-	2,238	34,110
Public Safety	-	-	-	-	-	260,934	27,092	-	-
Public Transportation	-	-	-	-	257,606	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-	-
Total Expenditures	5	32,444	21,568	-	257,606	260,934	27,092	2,238	34,110
Excess (Deficiency) of Revenue over Expenditures	2,717	(10,841)	10,017	4,520	(238,395)	(69,381)	59,333	4,051	(8,502)
Other Financing Sources (Uses):									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance	2,717	(10,841)	10,017	4,520	(238,395)	(69,381)	59,333	4,051	(8,502)
Fund Balance at Beginning of Year	104,032	56,945	20,067	13,910	452,111	302,577	(59,333)	71,616	274,751
Fund Balance at End of Year	\$ 106,749	\$ 46,104	\$ 30,084	\$ 18,430	\$ 213,716	\$ 233,196	\$ -	\$ 75,667	\$ 266,249

MCLENNAN COUNTY, TEXAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

For the Year Ended September 30, 2015

	Special Revenue								
	Juvenile Delinquency Prevention Fund	Juvenile Probation Local Fund	Juvenile Probation State Grants Fund	Juvenile Purchase of Sevices Fund	Law Enforcement Officer Standards and Education Fund	Law Library Fund	Local Provider Participation Fund	Records Management Fund	Road & Bridge Fund
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,510,111	29,756	21,591	-	-	5,000	-
Charges for Services	-	15,609	-	-	-	132,823	-	103,722	-
Fines and Forfeits	-	-	-	-	-	-	-	-	-
Miscellaneous	-	20,060	-	-	-	-	4,996,459	300	-
Total Revenues	-	35,669	1,510,111	29,756	21,591	132,823	4,996,459	109,022	-
Expenditures:									
Current:									
General Government	-	-	-	-	-	72,089	-	42,086	-
Judicial	-	-	-	-	-	37,472	-	-	-
Public Safety	-	4,863,446	1,510,099	29,756	11,613	-	-	-	-
Public Transportation	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	3,619,750	-	-
Welfare	-	203,909	-	-	-	-	-	-	-
Total Expenditures	-	5,067,355	1,510,099	29,756	11,613	109,561	3,619,750	42,086	-
Excess (Deficiency) of Revenue over Expenditures	-	(5,031,686)	12	-	9,978	23,262	1,376,709	66,936	-
Other Financing Sources (Uses):									
Transfers In	-	4,876,401	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	(5,843,143)
Total Other Financing Sources (Uses)	-	4,876,401	-	-	-	-	-	-	(5,843,143)
Net Change in Fund Balance	-	(155,285)	12	-	9,978	23,262	1,376,709	66,936	(5,843,143)
Fund Balance at Beginning of Year	1,170	1,106,366	-	-	42,471	347,395	-	126,615	5,843,143
Fund Balance at End of Year	\$ 1,170	\$ 951,081	\$ 12	\$ -	\$ 52,449	\$ 370,657	\$ 1,376,709	\$ 193,551	\$ -

MCLENNAN COUNTY, TEXAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Governmental Funds

For the Year Ended September 30, 2015

	Special Revenue							
	Sheriff Forfeited Assets Fund	Statewide Automated Victim Notification System Fund	Tax Office Administration Fund	Texas Department of Public Safety Fund	Title IV-E Fund	Unclaimed Juvenile Restitution Fund	Waco Foundation Grant Fund	Total Nonmajor Governmental Funds
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,683
Intergovernmental	-	23,765	-	-	20,014	-	-	3,553,097
Charges for Services	-	-	-	-	-	-	-	3,798,829
Fines and Forfeits	39,297	-	30,371	-	-	484	-	174,815
Miscellaneous	815	-	5,269	4,500	2,305	-	261	5,045,479
Total Revenues	40,112	23,765	35,640	4,500	22,319	484	261	12,589,903
Expenditures:								
Current:								
General Government	-	-	4,320	-	-	-	-	721,739
Judicial	-	-	-	-	-	-	-	244,226
Public Safety	90,397	23,765	-	-	53,366	-	360	11,088,113
Public Transportation	-	-	-	52,857	-	-	-	310,463
Health	-	-	-	-	-	-	-	3,619,750
Welfare	-	-	-	-	-	-	-	203,909
Total Expenditures	90,397	23,765	4,320	52,857	53,366	-	360	16,188,200
Excess (Deficiency) of Revenue over Expenditures	(50,285)	-	31,320	(48,357)	(31,047)	484	(99)	(3,598,297)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	4,876,401
Transfers Out	-	-	-	-	-	-	-	(5,843,143)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	(966,742)
Net Change in Fund Balance	(50,285)	-	31,320	(48,357)	(31,047)	484	(99)	(4,565,039)
Fund Balance at Beginning of Year	147,501	-	71,573	(5,000)	458,065	2,023	101	12,954,709
Fund Balance at End of Year	\$ 97,216	\$ -	\$ 102,893	\$ (53,357)	\$ 427,018	\$ 2,507	\$ 2	\$ 8,389,670

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
GENERAL GOVERNMENT				
Commissioners Court:				
Elected Officials	\$ 180,040	\$ 180,040	\$ 180,039	\$ (1)
Full-Time Employees	31,917	69,417	69,254	(163)
Part-time Pay	250	250	-	(250)
Longevity Pay	1,620	2,173	2,152	(21)
FICA Taxes	13,257	15,582	14,868	(714)
Medicare Taxes	3,100	3,644	3,477	(167)
Retirement	30,401	35,756	35,756	-
Group Life Insurance Premiums	36	45	43	(2)
Group Health Insurance	15,223	18,818	18,818	-
Unemployment Insurance	428	503	138	(365)
Supplies	5,151	6,994	5,303	(1,691)
Other Services and Charges	250	685	684	(1)
Repair and Maintenance	2,800	3,700	3,619	(81)
Total Commissioners Court	284,473	337,607	334,151	(3,456)
County Judge:				
Elected Officials	112,911	112,911	112,911	-
Full-Time Employees	153,392	153,392	153,392	-
Salary Supplements	15,000	17,945	17,945	-
Longevity Pay	1,080	1,080	1,080	-
FICA Taxes	17,508	17,691	16,411	(1,280)
Medicare Taxes	4,095	4,138	3,953	(185)
Retirement	40,148	40,569	40,568	(1)
Group Life Insurance Premiums	48	48	42	(6)
Group Health Insurance	20,297	20,297	20,297	-
Unemployment Insurance	564	570	301	(269)
Supplies	9,440	3,822	3,715	(107)
Other Services and Charges	1,701	1,874	1,873	(1)
Professional Services	10,000	9,938	3,650	(6,288)
Repair and Maintenance	1,030	1,030	933	(97)
Travel Reimbursement	7,000	6,327	309	(6,018)
Professional Development	3,500	4,000	3,977	(23)
Guardianship Services	132,000	132,000	129,200	(2,800)
Total County Judge	529,714	527,632	510,557	(17,075)
County Clerk:				
Elected Officials	86,103	86,103	86,103	-
Full-time Employees	860,501	860,501	812,034	(48,467)
Longevity Pay	10,363	10,363	8,375	(1,988)
FICA Taxes	59,332	59,332	53,938	(5,394)
Medicare Taxes	13,876	13,876	12,614	(1,262)
Retirement	136,057	136,057	128,878	(7,179)
Group Life Insurance Premiums	312	312	303	(9)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Group Health Insurance	131,929	131,929	131,929	-
Unemployment Insurance	1,914	1,914	1,594	(320)
Supplies	11,450	11,450	11,450	-
Telephone, Internet, Computer Lines	500	500	434	(66)
Other Services and Charges	446	446	403	(43)
Postage/Shipping	16,000	16,000	15,985	(15)
Travel Reimbursement	650	549	545	(4)
Professional Development	3,800	3,901	3,900	(1)
Total County Clerk	1,333,233	1,333,233	1,268,485	(64,748)
Human Resources:				
Department Heads	72,812	81,583	78,529	(3,054)
Full-Time Employees	115,908	101,508	90,401	(11,107)
Part-time Pay	5,000	19,400	15,908	(3,492)
Longevity Pay	2,385	2,385	1,255	(1,130)
FICA Taxes	12,158	12,702	11,255	(1,447)
Medicare Taxes	2,844	2,972	2,632	(340)
Retirement	28,004	29,257	26,452	(2,805)
Group Life Insurance Premiums	48	48	35	(13)
Group Health Insurance	20,297	20,297	20,297	-
Unemployment Insurance	392	392	363	(29)
Supplies	7,289	8,289	8,041	(248)
Postage/Shipping	2,800	2,800	1,819	(981)
Repair and Maintenance	2,668	2,243	1,933	(310)
Professional Development	700	125	125	-
Total Human Resources	273,305	284,001	259,045	(24,956)
Telephone:				
Part-time Pay	17,000	17,000	16,559	(441)
FICA Taxes	1,054	1,054	1,027	(27)
Medicare Taxes	247	247	240	(7)
Retirement	2,428	2,428	2,355	(73)
Unemployment Insurance	34	34	32	(2)
Supplies	650	650	629	(21)
Other Services and Charges	345	345	18	(327)
Repair and Maintenance	39,018	46,794	46,449	(345)
Total Telephone:	60,776	68,552	67,309	(1,243)
Maintenance of Buildings:				
Department Heads	80,875	80,875	68,232	(12,643)
Full-Time Employees	865,030	865,030	851,801	(13,229)
Part-time Pay	11,440	-	-	-
Longevity Pay	11,960	11,960	9,233	(2,727)
FICA Taxes	60,097	60,097	55,241	(4,856)
Medicare Taxes	14,055	14,055	12,919	(1,136)
Retirement	137,811	137,811	132,094	(5,717)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Group Life Insurance Premiums	276	276	263	(13)
Group Health Insurance	116,707	116,707	116,707	-
Unemployment Insurance	1,939	1,939	1,811	(128)
Supplies	39,668	49,668	48,202	(1,466)
Motor Vehicle Operating	17,500	11,300	10,672	(628)
Telephone, Internet, Computer Lines	1,020	1,820	1,243	(577)
Pager Service	800	800	380	(420)
Other Services and Charges	7,840	7,840	6,942	(898)
Repair and Maintenance	110,000	122,120	115,105	(7,015)
Maintenance Contracts - Tangi	70,000	70,400	58,548	(11,852)
Janitorial Services	90,000	90,000	76,974	(13,026)
Travel Reimbursement	1,500	1,500	1,391	(109)
Professional Development	500	500	250	(250)
Total Maintenance of Buildings	1,639,018	1,644,698	1,568,008	(76,690)
Maintenance of Equipment:				
Department Heads	72,845	72,845	72,845	-
Full-Time Employees	130,186	130,186	130,186	-
Part-Time Pay	8,525	8,525	7,722	(803)
Longevity Pay	2,520	2,520	2,520	-
FICA Taxes	13,273	13,273	12,487	(786)
Medicare Taxes	3,104	3,104	2,921	(183)
Retirement	30,570	30,570	30,322	(248)
Group Life Insurance Premiums	48	48	48	-
Group Health Insurance	20,297	20,297	20,297	-
Unemployment Insurance	428	428	419	(9)
Uniform Allowances	1,080	900	900	-
Tool Allowances	500	500	500	-
Supplies	57,745	46,245	29,691	(16,554)
Motor Vehicle Operating	12,800	9,100	6,014	(3,086)
Tires, Tubes, and Batteries	30,000	32,500	32,390	(110)
Pager Service	450	476	476	-
Other Services and Charges	2,990	3,970	3,916	(54)
Repair and Maintenance	72,000	80,900	80,299	(601)
Radio Tower	7,200	10,200	9,781	(419)
Environmental/Haz Waste	1,200	2,375	1,515	(860)
Professional Development	850	824	313	(511)
Total Maintenance of Equipment	468,611	469,786	445,562	(24,224)
Engineering:				
Appointed Officials	98,253	98,253	98,253	-
Full-Time Employees	259,258	259,258	257,934	(1,324)
Longevity Pay	3,360	3,360	3,360	-
FICA Taxes	22,374	22,374	21,198	(1,176)
Medicare Taxes	5,233	5,233	4,957	(276)
Retirement	51,532	51,532	51,119	(413)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Group Life Insurance Premiums	72	72	73	1
Group Health Insurance	30,446	30,446	30,446	-
Unemployment Insurance	722	722	701	(21)
Supplies	3,400	3,630	2,568	(1,062)
Motor Vehicle Operating	4,500	4,500	2,710	(1,790)
Other Services and Charges	7,970	7,970	7,382	(588)
Repair and Maintenance	1,450	2,206	1,634	(572)
Environmental/Haz Waste	500	500	150	(350)
Professional Development	1,400	1,170	1,156	(14)
Total Engineering	490,470	491,226	483,641	(7,585)
Non-Departmental:				
Workers Compensation	368,000	368,000	363,494	(4,506)
Retiree - Group Hlth In	661,000	661,000	719,299	58,299
Supplies	6,500	6,500	449	(6,051)
Telephone, Internet, Computer Lines	240,000	246,000	244,188	(1,812)
Advertising and Legal Notices	17,500	22,898	19,702	(3,196)
Other Services and Charges	65,000	69,000	68,196	(804)
Professional Services	1	2,000	2,000	-
General Liability Insurance	625,000	625,000	559,308	(65,692)
Damages, Claims, Judgments	15,000	63,556	63,548	(8)
Postage/Shipping	5,000	5,000	-	(5,000)
Repair and Maintenance	3,500	3,500	2,044	(1,456)
Utilities	1,100,000	1,100,000	1,045,805	(54,195)
Independent Auditor	37,850	37,850	32,500	(5,350)
Bank Service Charges	101,000	96,000	82,895	(13,105)
Tax Appraisal Services	861,681	861,681	819,332	(42,349)
COW - LS Power/Sandy Creek	923,000	923,000	922,221	(779)
Bond Forfeit Refunds	33,350	33,350	-	(33,350)
Autopsies and Body Bags	360,000	520,000	507,721	(12,279)
County Legal Counsel	175,000	205,000	205,418	418
Membership Dues	25,000	25,000	24,802	(198)
Contingencies	1,000,000	344,285	-	(344,285)
Total Non-Departmental	6,623,382	6,218,620	5,682,922	(535,698)
Criminal District Attorney:				
Elected Officials	17,318	17,318	17,318	-
Full-Time Employees	3,099,706	3,051,167	2,928,268	(122,899)
Part-Time Pay	18,000	33,739	33,738	(1)
Longevity Pay	11,708	11,708	10,432	(1,276)
FICA Taxes	195,097	195,097	180,523	(14,574)
Medicare Taxes	45,628	45,628	42,219	(3,409)
Retirement	447,386	447,386	428,706	(18,680)
Group Life Insurance Premiums	600	600	560	(40)
Group Health Insurance	253,711	253,711	253,711	-
Unemployment Insurance	6,293	6,293	5,826	(467)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Supplies	20,000	29,668	29,667	(1)
Telephone, Internet, Computer Lines	3,000	2,010	1,878	(132)
Other Services and Charges	2,825	2,825	2,825	-
Professional Services	20,000	20,000	20,000	-
Postage/Shipping	4,000	7,500	7,500	-
Repair and Maintenance	10,400	10,400	5,923	(4,477)
Travel Reimbursement	16,000	16,468	15,815	(653)
Professional Development	12,000	24,670	24,670	-
Total Criminal District Attorney	4,183,672	4,176,188	4,009,579	(166,609)
Elections Administration:				
Appointed Officials	86,610	86,610	86,610	-
Full-Time Employees	167,296	167,296	167,296	-
Part-Time Pay	12,000	12,000	4,040	(7,960)
Precinct Election Workers	125,000	125,000	65,697	(59,303)
Longevity Pay	3,000	3,000	3,000	-
FICA Taxes	24,422	24,422	17,414	(7,008)
Medicare Taxes	5,712	5,712	4,073	(1,639)
Retirement	38,400	38,400	36,526	(1,874)
Group Life Insurance Premiums	60	60	60	-
Group Health Insurance	25,371	25,371	25,371	-
Unemployment Insurance	788	788	502	(286)
Supplies	44,993	36,887	33,936	(2,951)
Telephone, Internet, Computer Lines	6,606	6,606	907	(5,699)
Advertising and Legal Notices	5,750	5,750	2,333	(3,417)
Other Services and Charges	2,739	2,739	1,164	(1,575)
Postage/Shipping	19,194	19,194	14,711	(4,483)
Repair and Maintenance	11,539	11,539	8,736	(2,803)
Real Property Rentals	5,000	5,000	1,975	(3,025)
Vehicle Rentals	3,500	3,500	2,035	(1,465)
Equipment Rentals	3,235	3,235	2,520	(715)
Travel Reimbursement	1,746	1,746	1,300	(446)
Software Licensing	137,484	145,590	145,590	-
Contingencies	150,000	150,000	-	(150,000)
Total Elections Administration	880,445	880,445	625,796	(254,649)
Purchasing:				
Department Heads	78,512	80,875	79,540	(1,335)
Full-Time Employees	126,172	126,172	126,111	(61)
Longevity Pay	1,733	1,733	1,680	(53)
FICA Taxes	12,798	12,945	12,466	(479)
Medicare Taxes	2,993	3,027	2,915	(112)
Retirement	29,347	29,679	29,480	(199)
Group Life Insurance Premiums	48	48	48	-
Group Health Insurance	20,297	20,297	20,297	-
Unemployment Insurance	413	418	405	(13)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Supplies	888	1,388	1,388	-
Other Services and Charges	1,200	700	438	(262)
Repair and Maintenance	677	677	615	(62)
Travel Reimbursement	100	100	-	(100)
Professional Development	800	800	719	(81)
Total Purchasing	275,978	278,859	276,102	(2,757)
County Auditor:				
Appointed Officials	129,291	129,291	129,291	-
Full-Time Employees	746,585	746,585	663,340	(83,245)
Longevity Pay	7,560	7,560	7,515	(45)
FICA Taxes	54,773	54,773	47,604	(7,169)
Medicare Taxes	12,810	12,810	11,165	(1,645)
Retirement	125,603	125,603	113,771	(11,832)
Group Life Insurance Premiums	192	192	174	(18)
Group Health Insurance	81,187	81,187	81,187	-
Unemployment Insurance	1,767	1,767	1,561	(206)
Supplies	24,000	24,000	13,713	(10,287)
Other Services and Charges	10,000	10,000	5,355	(4,645)
Repair and Maintenance	600	600	212	(388)
Travel Reimbursement	2,000	2,000	814	(1,186)
Professional Development	8,723	8,723	3,298	(5,425)
Total County Auditor	1,205,091	1,205,091	1,079,000	(126,091)
County Treasurer:				
Elected Officials	70,823	70,823	70,823	-
Full-Time Employees	162,075	166,814	160,860	(5,954)
Longevity Pay	3,600	3,600	3,138	(462)
FICA Taxes	14,663	14,957	12,893	(2,064)
Medicare Taxes	3,429	3,498	3,015	(483)
Retirement	33,624	34,301	33,386	(915)
Group Life Insurance Premiums	60	60	56	(4)
Group Health Insurance	25,371	25,371	25,371	-
Unemployment Insurance	473	483	320	(163)
Supplies	4,230	4,230	3,539	(691)
Other Services and Charges	800	800	580	(220)
Postage/Shipping	6,300	6,300	5,399	(901)
Repair and Maintenance	550	550	360	(190)
Travel Reimbursement	200	200	112	(88)
Professional Development	3,950	3,950	2,598	(1,352)
Total County Treasurer	330,148	335,937	322,450	(13,487)
Tax Office - Ad Valorem:				
Elected Officials	47,670	47,670	47,670	-
Full-Time Employees	549,998	549,998	547,740	(2,258)
Longevity Pay	9,450	9,450	9,450	-

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
FICA Taxes	37,641	37,641	35,060	(2,581)
Medicare Taxes	8,803	8,803	8,200	(603)
Retirement	86,317	86,317	85,995	(322)
Group Life Insurance Premiums	150	150	132	(18)
Group Health Insurance	63,428	63,428	63,428	-
Unemployment Insurance	1,214	1,214	1,087	(127)
Supplies	16,828	17,083	16,467	(616)
Printing and Binding	21,000	21,000	20,042	(958)
Other Services and Charges	6,632	9,842	9,668	(174)
Postage/Shipping	60,000	60,000	57,370	(2,630)
Repair and Maintenance	1,840	2,585	2,153	(432)
Travel Reimbursement	500	500	231	(269)
Professional Development	14,540	14,540	13,686	(854)
Total Tax Office - Ad Valorem	926,011	930,221	918,379	(11,842)
Tax Office - McGregor Substation:				
Full-Time Employees	43,112	43,112	43,112	-
Longevity Pay	1,080	1,080	1,080	-
FICA Taxes	2,740	2,740	2,485	(255)
Medicare Taxes	641	641	581	(60)
Retirement	6,283	6,283	6,283	-
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,074	5,074	5,074	-
Unemployment Insurance	88	88	86	(2)
Supplies	650	650	138	(512)
Other Services and Charges	508	508	472	(36)
Repair and Maintenance	1	1	-	(1)
Total Tax Office - McGregor Substation	60,189	60,189	59,323	(866)
Tax Office - West Substation:				
Full-Time Employees	43,112	43,112	43,112	-
Longevity Pay	1,320	1,320	1,320	-
FICA Taxes	2,755	2,755	2,692	(63)
Medicare Taxes	644	644	629	(15)
Retirement	6,345	6,345	6,317	(28)
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,074	5,074	5,074	-
Unemployment Insurance	89	89	87	(2)
Supplies	763	763	606	(157)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	100	100	-	(100)
Total Tax Office - West Substation	60,215	60,215	59,849	(366)
Tax Office - Auto:				
Elected Officials	47,670	47,670	47,670	-
Full-Time Employees	818,382	818,382	784,575	(33,807)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Longevity Pay	9,718	9,718	9,140	(578)
FICA Taxes	54,298	54,298	49,531	(4,767)
Medicare Taxes	12,699	12,699	11,584	(1,115)
Retirement	124,513	124,513	119,633	(4,880)
Group Life Insurance Premiums	258	258	246	(12)
Group Health Insurance	109,095	109,095	109,095	-
Unemployment Insurance	1,752	1,752	1,548	(204)
Supplies	10,645	10,431	8,908	(1,523)
Printing and Binding	4,500	4,500	3,154	(1,346)
Other Services and Charges	3,923	3,923	3,522	(401)
Postage/Shipping	30,000	34,200	33,613	(587)
Repair and Maintenance	1,280	1,494	1,167	(327)
Travel Reimbursement	5,500	5,500	3,977	(1,523)
Professional Development	5,700	5,700	4,223	(1,477)
Total Tax Office - Auto	1,239,933	1,244,133	1,191,586	(52,547)
Information Technology:				
Department Heads	99,497	116,478	116,298	(180)
Full-Time Employees	853,102	836,121	827,035	(9,086)
Longevity Pay	11,340	11,340	11,340	-
FICA Taxes	59,764	59,764	54,885	(4,879)
Medicare Taxes	13,977	13,977	12,836	(1,141)
Retirement	137,048	137,048	135,738	(1,310)
Group Life Insurance Premiums	204	204	198	(6)
Group Health Insurance	86,261	86,261	86,261	-
Unemployment Insurance	1,928	1,928	1,862	(66)
Supplies	17,500	93,380	66,309	(27,071)
Motor Vehicle Operating	1,000	1,000	338	(662)
Pager Service	100	100	60	(40)
Other Services and Charges	8,675	4,675	1,125	(3,550)
Repair and Maintenance	53,797	53,797	16,105	(37,692)
Travel Reimbursement	1,200	1,200	48	(1,152)
Contract Programmers	7,820	31,320	29,982	(1,338)
Software Licensing	170,336	162,336	92,724	(69,612)
Software Support and Main	29,476	41,476	28,704	(12,772)
Tyler Tech Hosted Software	202,670	197,670	194,270	(3,400)
Professional Development	4,500	-	-	-
Total Information Technology	1,760,195	1,850,075	1,676,118	(173,957)
Records Management:				
Full-Time Employees	205,327	205,327	200,060	(5,267)
Part-Time Pay	7,464	7,464	7,429	(35)
Longevity Pay	2,560	2,560	2,422	(138)
FICA Taxes	13,352	13,352	11,630	(1,722)
Medicare Taxes	3,123	3,123	2,720	(403)
Retirement	30,752	30,752	29,847	(905)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Group Life Insurance Premiums	72	72	66	(6)
Group Health Insurance	30,445	30,445	30,445	-
Unemployment Insurance	431	431	410	(21)
Supplies	1	1	-	(1)
Motor Vehicle Operating	1	1	-	(1)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	1	1	-	(1)
Total Records Management	293,530	293,530	285,029	(8,501)
Capital Outlay				
Capital Outlay	172,160	1,268,219	1,256,993	(11,226)
Total Capital Outlay	172,160	1,268,219	1,256,993	(11,226)
TOTAL GENERAL GOVERNMENT	23,090,549	23,958,457	22,379,884	(1,578,573)

JUDICIAL

Mental Health Court Services:

Department Heads	54,118	54,118	54,118	-
Full-Time Employees	33,395	33,395	33,351	(44)
Longevity Pay	1,440	1,440	1,440	-
FICA Taxes	5,515	5,515	5,281	(234)
Medicare Taxes	1,290	1,290	1,235	(55)
Retirement	12,702	12,702	12,641	(61)
Group Life Insurance Premiums	24	24	24	-
Group Health Insurance	10,149	10,149	10,149	-
Unemployment Insurance	178	178	173	(5)
Supplies	1,775	1,775	909	(866)
Other Services and Charges	1,000	2,000	1,422	(578)
Repair and Maintenance	1,000	1,000	588	(412)
Court Masters	19,500	20,100	20,100	-
Court Costs	76,000	75,400	59,387	(16,013)
Court Appointed Attorney - Mental	22,500	22,500	18,400	(4,100)
Professional Development	1,000	1,000	811	(189)
Total Mental Health Court Services	241,586	242,586	220,029	(22,557)

County Court at Law No. 1:

Elected Officials	155,500	155,500	155,501	1
Full-Time Employees	94,444	94,974	94,676	(298)
Part-time Pay	1,000	1,000	-	(1,000)
Regular Court Reporters	76,256	76,256	76,256	-
Longevity Pay	3,660	3,660	3,418	(242)
FICA Taxes	20,513	20,513	17,748	(2,765)
Medicare Taxes	4,797	4,797	4,638	(159)
Retirement	47,247	47,323	46,896	(427)
Group Life Insurance Premiums	54	54	48	(6)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Group Health Insurance	22,834	22,834	22,834	-
Unemployment Insurance	662	662	337	(325)
Supplies	10,015	10,015	5,288	(4,727)
Other Services and Charges	4,875	7,005	6,972	(33)
Professional Services	25,292	26,712	26,514	(198)
Repair and Maintenance	2,550	2,550	172	(2,378)
Travel Reimbursement	500	500	-	(500)
Visiting Judges Compensation	10,500	7,488	310	(7,178)
Professional Development	3,000	3,000	843	(2,157)
Total County Court at Law No. 1	483,699	484,843	462,451	(22,392)
County Court at Law No. 2:				
Elected Officials	155,500	155,500	155,501	1
Full-Time Employees	94,444	94,974	91,844	(3,130)
Part-Time Pay	1,000	1,853	1,853	-
Regular Court Reporters	76,256	76,256	76,187	(69)
Longevity Pay	2,340	2,340	2,097	(243)
FICA Taxes	20,431	20,431	17,677	(2,754)
Medicare Taxes	4,778	4,778	4,647	(131)
Retirement	46,852	47,050	46,558	(492)
Group Life Insurance Premiums	54	54	50	(4)
Group Health Insurance	22,834	22,834	22,834	-
Unemployment Insurance	659	661	335	(326)
Supplies	11,500	11,500	3,058	(8,442)
Other Services and Charges	5,271	7,021	6,137	(884)
Professional Services	22,450	22,450	22,427	(23)
Repair and Maintenance	950	950	173	(777)
Travel Reimbursement	300	300	-	(300)
Visiting Judges Compensation	8,500	7,523	4,579	(2,944)
Professional Development	1,000	1,000	843	(157)
Total County Court at Law No. 2:	475,119	477,475	456,800	(20,675)
19th District Court:				
Elected Officials	16,500	16,500	16,500	-
Full-Time Employees	121,468	121,468	121,468	-
Regular Court Reporters	76,256	76,256	76,256	-
Longevity Pay	2,580	2,580	2,580	-
FICA Taxes	13,442	13,442	13,081	(361)
Medicare Taxes	3,144	3,144	3,059	(85)
Retirement	30,824	30,824	30,824	-
Group Life Insurance Premiums	60	60	53	(7)
Group Health Insurance	25,371	25,371	25,371	-
Unemployment Insurance	434	434	390	(44)
Supplies	23,835	18,280	17,759	(521)
Other Services and Charges	1,477	3,237	3,054	(183)
Judicial Liability Insurance	1,583	1,583	1,500	(83)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Repair and Maintenance	2,903	2,903	2,451	(452)
Equipment Rentals	872	872	845	(27)
Travel Reimbursement	258	258	-	(258)
Travel - Visiting Judge	1,000	2,631	2,630	(1)
Software Licensing	2,050	1,250	1,182	(68)
Special Prosecutors	5,550	30,008	27,757	(2,251)
Judicial Assessment	3,200	3,200	3,157	(43)
Language Translation - General	22,000	22,000	17,149	(4,851)
Court Reporter - General	120,000	183,000	175,581	(7,419)
Professional Development	2,000	2,000	1,940	(60)
Membership Dues	290	290	150	(140)
Total 19th District Court	477,097	561,591	544,737	(16,854)
54th District Court:				
Elected Officials	16,500	16,500	16,500	-
Full-Time Employees	-	121,469	120,007	(1,462)
Regular Assistants	121,469	-	-	-
Part-Time Pay	4,450	4,450	850	(3,600)
Regular Court Reporters	152,512	152,512	152,512	-
Longevity Pay	3,720	3,720	3,702	(18)
FICA Taxes	18,516	18,516	17,662	(854)
Medicare Taxes	4,330	4,330	4,130	(200)
Retirement	42,461	42,461	41,737	(724)
Group Life Insurance Premiums	72	72	70	(2)
Group Health Insurance	30,445	30,445	30,445	-
Unemployment Insurance	597	597	540	(57)
Supplies	7,900	7,900	5,339	(2,561)
Other Services and Charges	4,432	4,432	4,336	(96)
Judicial Liability Insurance	1,800	1,800	1,500	(300)
Repair and Maintenance	1,200	1,200	863	(337)
Travel Reimbursement	200	200	-	(200)
Travel - Visiting Judge	100	100	-	(100)
Psychological Services	1,000	1,000	-	(1,000)
Special Prosecutors	20,000	20,000	2,410	(17,590)
Judicial Assessment	3,300	3,300	3,157	(143)
Jury Meals and Lodging	750	750	202	(548)
Language Translation - General	15,000	15,000	12,281	(2,719)
Professional Testimony - General	500	500	-	(500)
Court Reporter - General	80,000	80,000	27,323	(52,677)
Psychiatric Services	2,000	2,000	-	(2,000)
Professional Development	4,000	4,000	450	(3,550)
Total 54th District Court	537,254	537,254	446,016	(91,238)
74th District Court:				
Elected Officials	16,500	16,500	16,500	-
Full-Time Employees	88,194	88,194	88,194	-

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Regular Court Reporters	76,256	76,256	76,256	-
Longevity Pay	3,720	3,720	3,720	-
FICA Taxes	11,450	11,450	10,776	(674)
Medicare Taxes	2,678	2,678	2,520	(158)
Retirement	26,256	26,256	26,255	(1)
Group Life Insurance Premiums	48	48	47	(1)
Group Health Insurance	20,297	20,297	20,297	-
Unemployment Insurance	369	369	328	(41)
Supplies	5,500	5,500	3,856	(1,644)
Other Services and Charges	2,685	2,685	2,580	(105)
Professional Services	1,500	1,500	-	(1,500)
Judicial Liability Insurance	1,500	1,500	1,500	-
Repair and Maintenance	1,979	1,979	1,887	(92)
Travel Reimbursement	1,700	1,700	1,537	(163)
Special Prosecutors	1,200	1,200	-	(1,200)
Judicial Assessment	3,200	3,200	3,157	(43)
Language Translation - General	12,000	12,000	5,435	(6,565)
Court Reporter - General	13,000	13,000	10,677	(2,323)
Professional Development	2,800	2,800	1,363	(1,437)
Total 74th District Court	292,832	292,832	276,885	(15,947)
170th District Court:				
Elected Officials	16,500	16,500	16,500	-
Full-Time Employees	44,097	44,097	44,097	-
Regular Court Reporters	76,256	76,256	76,256	-
Longevity Pay	2,280	2,280	2,280	-
FICA Taxes	8,626	8,626	8,253	(373)
Medicare Taxes	2,017	2,017	1,930	(87)
Retirement	19,781	19,781	19,781	-
Group Life Insurance Premiums	36	36	35	(1)
Group Health Insurance	10,148	10,148	10,148	-
Unemployment Insurance	278	278	239	(39)
Supplies	3,775	9,726	7,376	(2,350)
Other Services and Charges	600	600	378	(222)
Judicial Liability Insurance	1,500	1,500	1,500	-
Repair and Maintenance	700	700	528	(172)
Travel - Visiting Judge	200	206	205	(1)
Judicial Assessment	3,200	3,200	3,157	(43)
Language Translation - General	5,000	1,036	-	(1,036)
Court Reporter - General	5,000	3,007	2,801	(206)
Professional Development	500	500	-	(500)
Total 170th District Court	200,494	200,494	195,464	(5,030)
IV-D Court Associate Judge:				
Supplies	2,265	2,265	-	(2,265)
Other Services and Charges	1	1	-	(1)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Language Translation - General	20,000	20,000	10,997	(9,003)
Total IV-D Court Associate Judge	22,266	22,266	10,997	(11,269)
414th District Court:				
Elected Officials	16,500	16,500	16,500	-
Full-Time Employees	41,715	41,715	41,715	-
Part-Time Pay	5,640	5,640	4,010	(1,630)
Regular Court Reporters	76,256	76,256	76,256	-
Longevity Pay	1,080	1,080	1,080	-
FICA Taxes	8,754	8,754	8,328	(426)
Medicare Taxes	2,047	2,047	1,948	(99)
Retirement	20,074	20,074	19,843	(231)
Group Life Insurance Premiums	36	36	35	(1)
Group Health Insurance	15,223	15,223	15,223	-
Unemployment Insurance	282	282	240	(42)
Supplies	3,500	3,500	1,705	(1,795)
Other Services and Charges	1,700	1,700	1,260	(440)
Professional Services	500	500	-	(500)
Judicial Liability Insurance	1,600	1,600	1,500	(100)
Repair and Maintenance	2,700	2,700	2,048	(652)
Travel - Visiting Judge	300	300	59	(241)
Judicial Assessment	3,200	3,200	3,157	(43)
Language Translation - General	1,500	1,500	400	(1,100)
Professional Development	3,000	3,000	1,248	(1,752)
Total 414th District Court	205,607	205,607	196,555	(9,052)
Visiting Courtroom:				
Supplies	2,350	2,350	55	(2,295)
Other Services and Charges	1,760	20,495	-	(20,495)
Repair and Maintenance	2,412	2,412	532	(1,880)
Total Visiting Courtroom	6,522	25,257	587	(24,670)
District Clerk:				
Elected Officials	86,103	86,103	86,103	-
Full-Time Employees	873,645	873,645	816,842	(56,803)
Longevity Pay	12,193	12,193	9,889	(2,304)
FICA Taxes	60,261	60,261	53,875	(6,386)
Medicare Taxes	14,093	14,093	12,600	(1,493)
Retirement	138,186	138,186	129,635	(8,551)
Group Life Insurance Premiums	312	312	287	(25)
Group Health Insurance	131,929	131,929	131,929	-
Unemployment Insurance	1,944	1,944	1,609	(335)
Supplies	57,780	44,950	36,555	(8,395)
Other Services and Charges	7,337	7,872	7,872	-
Postage/Shipping	30,000	30,000	26,240	(3,760)
Repair and Maintenance	8,740	8,205	6,620	(1,585)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Software Support and Maintenance	34,200	34,200	34,200	-
Professional Development	3,000	4,500	3,937	(563)
Total District Clerk	1,459,723	1,448,393	1,358,193	(90,200)
J P - Precinct 1-1:				
Elected Officials	70,636	64,561	64,561	-
Full-Time Employees	111,600	111,600	101,517	(10,083)
Longevity Pay	3,061	2,530	1,704	(826)
FICA Taxes	11,488	11,094	10,125	(969)
Medicare Taxes	2,687	2,595	2,368	(227)
Retirement	26,345	25,501	23,866	(1,635)
Group Life Insurance Premiums	60	52	45	(7)
Group Health Insurance	25,372	21,841	21,841	-
Unemployment Insurance	370	357	201	(156)
Supplies	3,001	4,674	4,294	(380)
Other Services and Charges	2	980	929	(51)
Postage/Shipping	2,001	1,301	1,157	(144)
Repair and Maintenance	315	862	361	(501)
Travel Reimbursement	2	2,052	1,337	(715)
Language Translation - General	1,001	1,251	900	(351)
Professional Development	501	2,711	2,710	(1)
Total J P - Precinct 1-1	258,442	253,962	237,916	(16,046)
J P - Precinct 1-2:				
Elected Officials	75,873	65,463	65,463	-
Full-Time Employees	105,213	105,213	105,212	(1)
Longevity Pay	2,161	1,861	1,860	(1)
FICA Taxes	11,361	10,697	10,415	(282)
Medicare Taxes	2,657	2,502	2,436	(66)
Retirement	26,060	24,531	24,530	(1)
Group Life Insurance Premiums	52	49	48	(1)
Group Health Insurance	21,571	20,301	20,301	-
Unemployment Insurance	366	345	209	(136)
Supplies	5,601	4,026	2,533	(1,493)
Other Services and Charges	76	2,252	2,252	-
Postage/Shipping	2,176	2,176	1,676	(500)
Repair and Maintenance	901	727	381	(346)
Travel Reimbursement	5,041	3,114	2,557	(557)
Language Translation - General	2,501	2,501	2,040	(461)
Professional Development	2,501	4,001	3,236	(765)
Total J P - Precinct 1-2	264,111	249,759	245,149	(4,610)
J P - Precinct 2:				
Elected Officials	37,448	37,448	37,448	-
Full-Time Employees	62,579	62,579	58,605	(3,974)
FICA Taxes	10,468	10,468	5,692	(4,776)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Medicare Taxes	2,447	2,447	1,331	(1,116)
Retirement	23,804	23,804	13,688	(10,116)
Group Life Insurance Premiums	37	37	33	(4)
Group Health Insurance	15,224	15,224	15,224	-
Unemployment Insurance	338	338	115	(223)
Supplies	4,406	4,228	3,399	(829)
Other Services and Charges	2	535	238	(297)
Postage/Shipping	825	985	985	-
Repair and Maintenance	1,911	1,851	1,038	(813)
Travel Reimbursement	4,321	3,705	1,345	(2,360)
Language Translation - General	1,001	1,001	580	(421)
Professional Development	1,546	1,707	1,608	(99)
Security and Alarm Service	310	310	207	(103)
Total J P - Precinct 2	166,667	166,667	141,536	(25,131)
J P - Precinct 3				
Elected Officials	65,463	65,463	65,463	-
Full-Time Employees	105,584	105,584	95,737	(9,847)
Longevity Pay	4,321	4,321	3,045	(1,276)
FICA Taxes	10,873	10,873	9,131	(1,742)
Medicare Taxes	2,543	2,543	2,136	(407)
Retirement	24,933	24,933	23,345	(1,588)
Group Life Insurance Premiums	49	49	41	(8)
Group Health Insurance	20,298	20,298	20,298	-
Unemployment Insurance	351	351	188	(163)
Supplies	2,001	2,501	2,314	(187)
Other Services and Charges	2,771	2,771	2,770	(1)
Repair and Maintenance	2,276	1,776	811	(965)
Travel Reimbursement	5,041	4,891	3,018	(1,873)
Professional Development	2,001	2,151	2,147	(4)
Total J P - Precinct 3	248,505	248,505	230,444	(18,061)
J P - Precinct 4				
Elected Officials	31,699	31,699	31,699	-
Full-Time Employees	31,918	31,918	31,917	(1)
Longevity Pay	601	601	420	(181)
FICA Taxes	3,981	3,981	3,824	(157)
Medicare Taxes	931	931	894	(37)
Retirement	9,130	9,130	9,106	(24)
Group Life Insurance Premiums	25	25	23	(2)
Group Health Insurance	10,149	10,149	10,149	-
Unemployment Insurance	128	128	63	(65)
Supplies	2,001	2,694	2,637	(57)
Other Services and Charges	680	680	650	(30)
Repair and Maintenance	952	40	40	-
Travel Reimbursement	3,881	3,321	2,329	(992)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Language Translation - General	1,501	1,752	1,670	(82)
Professional Development	701	1,229	1,228	(1)
Total J P - Precinct 4	98,278	98,278	96,649	(1,629)
J P - Precinct 5				
Elected Officials	49,931	49,931	49,931	-
Full-Time Employees	63,833	63,833	63,832	(1)
Longevity Pay	1,941	1,941	1,860	(81)
FICA Taxes	7,174	7,174	6,124	(1,050)
Medicare Taxes	1,678	1,678	1,432	(246)
Retirement	16,450	16,450	16,439	(11)
Group Life Insurance Premiums	37	37	36	(1)
Group Health Insurance	15,224	15,224	15,224	-
Unemployment Insurance	232	232	126	(106)
Supplies	1,356	1,656	1,472	(184)
Other Services and Charges	76	179	178	(1)
Postage/Shipping	801	698	698	-
Repair and Maintenance	1,817	1,275	223	(1,052)
Travel Reimbursement	2,881	2,881	-	(2,881)
Professional Development	501	743	743	-
Total J P - Precinct 5	163,932	163,932	158,318	(5,614)
J P Collections:				
Full-Time Employees	32,121	32,121	32,121	-
Longevity Pay	1,680	1,680	1,680	-
FICA Taxes	2,096	2,096	1,936	(160)
Medicare Taxes	490	490	453	(37)
Retirement	4,806	4,806	4,806	-
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,074	5,074	5,074	-
Unemployment Insurance	68	68	66	(2)
Supplies	1,560	1,560	464	(1,096)
Other Services and Charges	100	100	99	(1)
Repair and Maintenance	320	320	238	(82)
Total J P Collections	48,327	48,327	46,949	(1,378)
Pretrial Services:				
Appointed Officials	84,460	84,460	84,460	-
Full-Time Employees	83,849	87,611	86,450	(1,161)
Part-Time Pay	800	800	-	(800)
Longevity Pay	1,500	1,500	1,500	-
FICA Taxes	10,578	10,811	9,618	(1,193)
Medicare Taxes	2,474	2,529	2,249	(280)
Retirement	24,256	24,794	24,514	(280)
Group Life Insurance Premiums	36	37	36	(1)
Group Health Insurance	15,223	15,435	15,435	-

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Unemployment Insurance	341	349	336	(13)
Supplies	6,180	3,180	2,590	(590)
Other Services and Charges	1,200	1,200	324	(876)
Repair and Maintenance	1	1	-	(1)
Travel Reimbursement	4,500	3,500	2,516	(984)
Language Translation - General	9,000	9,000	7,110	(1,890)
Professional Development	2,200	1,391	573	(818)
Total Pretrial Services	246,598	246,598	237,711	(8,887)
Dispute Resolution Center:				
Dispute Resolution Services	18,000	18,000	18,000	-
Total Dispute Resolution Center	18,000	18,000	18,000	-
Tenth Court of Appeals:				
Elected Officials	1,969	1,969	1,589	(380)
FICA Taxes	127	127	98	(29)
Medicare Taxes	29	29	23	(6)
Retirement	340	340	226	(114)
Total Tenth Court of Appeals	2,465	2,465	1,936	(529)
Jury Service:				
Grand Jury Commissioner	250	250	120	(130)
Grand Jury Bailiffs	5,592	5,592	5,200	(392)
Grand Jurors	12,000	12,000	10,610	(1,390)
Petit Jurors	240,000	240,000	206,796	(33,204)
Supplies	10,550	6,550	4,868	(1,682)
Telephone, Internet, Computer Lines	280	280	-	(280)
Other Services and Charges	1	1	-	(1)
Postage/Shipping	22,000	22,000	18,975	(3,025)
Repair and Maintenance	3,749	3,749	3,027	(722)
Jury Meals and Lodging	3,500	3,500	2,702	(798)
Language Translation - General	1,000	1,000	110	(890)
Total Jury Service	298,922	294,922	252,408	(42,514)
TOTAL JUDICIAL	6,216,446	6,290,013	5,835,730	(454,283)

PUBLIC SAFETY

Constable - Precinct 1:

Elected Officials	73,858	69,078	69,078	-
Full-Time Employees	402,198	399,698	380,032	(19,666)
Longevity Pay	4,794	4,594	3,235	(1,359)
FICA Taxes	29,813	29,440	26,830	(2,610)
Medicare Taxes	6,972	6,885	6,275	(610)
Retirement	68,371	67,651	64,276	(3,375)
Group Life Insurance Premiums	145	135	123	(12)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Group Health Insurance	55,817	51,626	51,626	-
Unemployment Insurance	961	945	744	(201)
Uniform Allowances	40	7	7	
Supplies	17,191	26,303	26,302	(1)
Motor Vehicle Operating	19,201	11,201	10,830	(371)
Telephone, Internet, Computer Lines	3,963	3,713	2,862	(851)
Other Services and Charges	5,216	6,179	5,949	(230)
Postage/Shipping	5,521	6,521	5,641	(880)
Repair and Maintenance	5,101	10,751	10,713	(38)
Travel Reimbursement	42,193	28,793	28,595	(198)
Professional Development	1,101	2,276	2,227	(49)
Total Constable - Precinct 1	742,456	725,796	695,345	(30,451)
Constable - Precinct 2:				
Elected Officials	49,879	49,879	49,879	-
Full-Time Employees	155,915	155,915	155,914	(1)
Longevity Pay	3,571	3,571	3,480	(91)
FICA Taxes	12,980	12,980	12,020	(960)
Medicare Taxes	3,035	3,035	2,811	(224)
Retirement	29,766	29,766	29,753	(13)
Group Life Insurance Premiums	61	61	60	(1)
Group Health Insurance	25,372	25,372	25,372	-
Unemployment Insurance	419	419	308	(111)
Supplies	3,302	3,332	3,239	(93)
Telephone, Internet, Computer Lines	1,251	1,356	1,257	(99)
Other Services and Charges	701	1,301	1,240	(61)
Postage/Shipping	501	343	343	-
Repair and Maintenance	1,001	601	447	(154)
Travel Reimbursement	36,001	36,001	35,979	(22)
Professional Development	901	854	853	(1)
Security and Alarm Service	421	291	207	(84)
Total Constable - Precinct 2	325,077	325,077	323,162	(1,915)
Constable - Precinct 3:				
Elected Officials	40,173	40,173	40,174	1
Full-Time Employees	34,683	34,683	34,681	(2)
Longevity Pay	1,286	1,286	1,200	(86)
FICA Taxes	4,721	4,721	4,262	(459)
Medicare Taxes	1,104	1,104	997	(107)
Retirement	10,825	10,825	10,813	(12)
Group Life Insurance Premiums	25	25	24	(1)
Group Health Insurance	10,150	10,150	10,150	-
Unemployment Insurance	152	152	68	(84)
Uniform Allowances	241	241	120	(121)
Supplies	2,224	2,142	1,560	(582)
Telephone, Internet, Computer Lines	361	361	322	(39)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Other Services and Charges	939	1,266	1,265	(1)
Travel Reimbursement	18,001	18,001	17,999	(2)
Professional Development	1,201	956	956	-
Total Constable - Precinct 3	126,086	126,086	124,591	(1,495)
Constable - Precinct 4:				
Elected Officials	42,175	41,342	41,342	-
Full-Time Employees	33,264	33,264	33,263	(1)
Part-Time Pay	5,001	4,576	3,795	(781)
Longevity Pay	1,441	721	720	(1)
FICA Taxes	5,077	4,811	4,504	(307)
Medicare Taxes	1,187	1,126	1,054	(72)
Retirement	11,646	11,411	11,238	(173)
Group Life Insurance Premiums	37	28	23	(5)
Group Health Insurance	15,225	11,419	11,419	-
Unemployment Insurance	164	149	73	(76)
Uniform Allowances	120	30	30	-
Supplies	2,146	2,146	1,281	(865)
Telephone, Internet, Computer Lines	666	666	464	(202)
Other Services and Charges	1,387	1,387	1,099	(288)
Repair and Maintenance	26	26	-	(26)
Travel Reimbursement	23,017	25,017	24,247	(770)
Professional Development	927	352	347	(5)
Total Constable - Precinct 4	143,506	138,471	134,899	(3,572)
Constable - Precinct 5:				
Elected Officials	43,476	43,476	43,476	-
Full-Time Employees	63,002	63,002	63,001	(1)
Part-Time Pay	12,001	9,881	-	(9,881)
Longevity Pay	601	601	600	(1)
FICA Taxes	7,383	7,383	6,182	(1,201)
Medicare Taxes	1,727	1,727	1,446	(281)
Retirement	16,930	16,930	15,224	(1,706)
Group Life Insurance Premiums	37	37	36	(1)
Group Health Insurance	15,224	15,224	15,224	-
Unemployment Insurance	238	238	124	(114)
Uniform Allowances	241	241	240	(1)
Supplies	4,001	5,234	5,045	(189)
Telephone, Internet, Computer Lines	621	943	878	(65)
Other Services and Charges	513	584	535	(49)
Postage/Shipping	616	616	588	(28)
Repair and Maintenance	551	700	699	(1)
Travel Reimbursement	14,501	15,061	15,060	(1)
Professional Development	2,001	1,786	1,521	(265)
Total Constable - Precinct 5	183,664	183,664	169,879	(13,785)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
County Sheriff:				
Elected Officials	47,670	47,670	47,670	-
Full-Time Employees	4,690,168	4,682,168	4,596,886	(85,282)
Part-Time Pay	48,500	28,500	22,496	(6,004)
Salary Supplements	6,000	6,000	6,000	-
Longevity Pay	70,940	70,940	65,163	(5,777)
FICA Taxes	301,524	301,524	279,845	(21,679)
Medicare Taxes	70,518	70,518	65,448	(5,070)
Retirement	691,439	691,439	673,951	(17,488)
Group Life Insurance Premiums	1,212	1,212	1,168	(44)
Group Health Insurance	512,494	512,494	512,494	-
Unemployment Insurance	9,727	9,727	9,116	(611)
Supplies	203,705	208,105	178,136	(29,969)
Protective Clothing	8,500	8,500	5,020	(3,480)
Uniforms and Insignias	20,000	20,000	14,268	(5,732)
Motor Vehicle Operating	394,000	369,000	252,800	(116,200)
Telephone, Internet, Computer Lines	3,785	3,785	3,500	(285)
Cellular and Radio Services	65,000	65,000	57,605	(7,395)
Other Services and Charges	151,158	159,158	154,951	(4,207)
Crime Stopper Services	10,000	10,000	10,000	-
Centralized Dispatch Se	454,763	499,763	458,378	(41,385)
Repair and Maintenance	66,000	66,000	56,910	(9,090)
Travel Reimbursement	3,500	4,000	1,831	(2,169)
Travel - Trial Witnesses	1,000	500	-	(500)
Professional Development	41,650	41,650	38,988	(2,662)
Estray Expenditures	21,000	21,000	19,330	(1,670)
Total County Sheriff	7,894,253	7,898,653	7,531,954	(366,699)
Jail:				
Elected Officials	47,671	47,671	47,670	(1)
Full-Time Employees	8,469,973	8,150,356	7,990,021	(160,335)
Part-Time Pay	35,000	35,000	12,375	(22,625)
Salary Supplements	6,000	6,000	6,000	-
Overtime Pay	250,000	540,000	529,304	(10,696)
Longevity Pay	90,000	90,000	71,203	(18,797)
FICA Taxes	551,716	551,716	511,270	(40,446)
Medicare Taxes	129,030	129,030	119,570	(9,460)
Retirement	1,265,165	1,265,165	1,230,555	(34,610)
Group Life Insurance Premiums	2,640	2,640	2,430	(210)
Group Health Insurance	1,116,324	1,116,324	1,116,324	-
Unemployment Insurance	17,797	17,797	16,717	(1,080)
Supplies	290,814	290,814	279,165	(11,649)
Protective Clothing	1	1	-	(1)
Uniforms and Insignias	35,000	35,000	32,548	(2,452)
Motor Vehicle Operating	42,000	42,000	29,311	(12,689)
Other Services and Charges	66,634	63,134	46,192	(16,942)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Repair and Maintenance	230,906	205,732	175,953	(29,779)
Travel Reimbursement	5,500	8,000	7,892	(108)
Travel - Returning Fugitives	45,000	65,000	59,369	(5,631)
Electronic Monitoring Services	90,000	110,958	110,958	-
Jail Management Service	200,000	200,000	117,312	(82,688)
Outside Care of Prisoners	5,500,000	5,156,392	5,113,366	(43,026)
Professional Development	-	41,000	28,584	(12,416)
Contract Personnel	41,000	-	-	-
Total Jail	18,528,171	18,169,730	17,654,089	(515,641)
Jail Kitchen:				
Supplies	8,000	8,000	6,698	(1,302)
Other Services and Charges	500	500	-	(500)
Repair and Maintenance	12,500	31,791	31,791	-
Utilities	65,000	65,000	65,000	-
Food Services	1,022,000	1,002,709	958,505	(44,204)
Total Jail Kitchen	1,108,000	1,108,000	1,061,994	(46,006)
Jail Medical:				
Full-Time Employees	111,168	111,168	111,168	-
Part-Time Pay	80,000	22,000	17,878	(4,122)
Medical Personnel Other	98,267	98,267	98,267	-
Regular Nurses	958,874	873,491	873,117	(374)
Overtime Pay	100,000	156,000	152,939	(3,061)
Longevity Pay	5,500	5,500	4,847	(653)
FICA Taxes	83,936	83,936	74,802	(9,134)
Medicare Taxes	19,630	19,630	17,494	(2,136)
Retirement	192,478	192,478	178,876	(13,602)
Group Life Insurance Premiums	276	276	260	(16)
Group Health Insurance	116,707	116,707	116,707	-
Unemployment Insurance	2,708	2,708	2,441	(267)
Supplies	69,123	64,563	63,695	(868)
Other Services & Charges	15,100	15,100	14,295	(805)
Repair and Maintenance	12,896	12,896	3,174	(9,722)
Medical Services	609,500	711,060	706,267	(4,793)
Professional Development	5,000	5,000	-	(5,000)
Contract Personnel	40,000	58,438	58,437	(1)
Management Services	298,002	298,002	298,002	-
Total Jail Medical	2,819,165	2,847,220	2,792,666	(54,554)
Shep Mullen Visitation Center:				
Regular Assistants	31,169	31,169	31,169	-
Longevity Pay	60	60	60	-
FICA Taxes	1,936	1,936	1,867	(69)
Medicare Taxes	453	453	437	(16)
Retirement	4,440	4,440	4,440	-

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,075	5,075	5,075	-
Unemployment Insurance	62	62	61	(1)
Supplies	2,000	2,000	1,126	(874)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	2,906	3,080	3,079	(1)
Utilities	8,000	7,826	7,116	(710)
Total Shep Mullen Visitation Center	56,114	56,114	54,442	(1,672)
Adult Probation:				
Supplies	2,300	2,300	2,196	(104)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	20,215	20,215	18,659	(1,556)
Security and Alarm Services	300	300	224	(76)
Total Adult Probation	22,816	22,816	21,079	(1,737)
TOTAL PUBLIC SAFETY	31,949,308	31,601,627	30,564,100	(1,037,527)
<u>PUBLIC TRANSPORTATION</u>				
Road and Bridge - Precinct One				
Elected Officials	45,010	45,010	45,010	-
Full-Time Employees	801,108	799,624	749,882	(49,742)
Part-Time Pay	14,166	14,166	2,070	(12,096)
Longevity Pay	7,440	7,440	5,760	(1,680)
FICA Taxes	53,799	53,707	46,374	(7,333)
Medicare Taxes	12,582	12,560	10,845	(1,715)
Retirement	123,369	123,157	114,134	(9,023)
Group Life Insurance Premiums	228	228	209	(19)
Group Health Insurance	96,425	96,425	96,425	-
Unemployment Insurance	1,735	1,732	1,478	(254)
Supplies	6,160	6,160	3,235	(2,925)
Road Construction Materials	728,248	921,248	878,969	(42,279)
Motor Vehicle Operation	170,000	170,000	111,102	(58,898)
Telephone, Internet, Computer Lines	6,100	8,600	8,105	(495)
Other Services and Charges	20,000	45,300	42,241	(3,059)
Repair and Maintenance	125,000	108,600	108,179	(421)
Travel Reimbursement	7,200	7,200	7,200	-
Utilities	18,780	18,780	12,324	(6,456)
Professional Development	6,500	6,500	1,659	(4,841)
Capital Outlay	300,000	313,900	306,935	(6,965)
Contingencies	250,000	31,700	-	(31,700)
Total Road and Bridge - Precinct One	2,793,850	2,792,037	2,552,136	(239,901)
McPups Program - Precinct 1:				
Regular Deputies	43,945	45,429	44,861	(568)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Longevity Pay	1,320	1,320	515	(805)
FICA Taxes	2,806	2,898	2,536	(362)
Medicare Taxes	656	678	593	(85)
Retirement	6,464	6,676	6,451	(225)
Group Life Insurance Premiums	12	12	11	(1)
Group Health Insurance	5,075	5,075	5,075	-
Unemployment Insurance	91	94	88	(6)
Total McPups Program - Precinct 1	60,369	62,182	60,130	(2,052)
Road and Bridge - Precinct Two				
Elected Officials	45,010	45,010	45,010	-
Full-Time Employees	855,127	860,096	765,751	(94,345)
Part-Time Pay	17,500	17,500	946	(16,554)
Longevity Pay	8,100	8,100	8,100	-
FICA Taxes	57,396	57,704	48,359	(9,345)
Medicare Taxes	13,423	13,495	11,310	(2,185)
Retirement	132,195	132,905	116,586	(16,319)
Group Life Insurance Premiums	240	240	212	(28)
Group Health Insurance	101,485	101,485	101,485	-
Unemployment Insurance	1,851	1,861	1,512	(349)
Supplies	40,000	52,975	40,380	(12,595)
Metal Culverts	15,000	45,000	44,759	(241)
Road Construction Materials	400,000	500,000	403,176	(96,824)
Motor Vehicle Operation	250,000	150,000	94,144	(55,856)
Propane Used in Equipment	500	500	84	(416)
Telephone, Internet, Computer Lines	6,000	6,450	6,350	(100)
Other Services and Charges	6,000	7,000	6,120	(880)
Repair and Maintenance	135,000	147,975	123,050	(24,925)
Equipment Rentals	3,000	3,000	498	(2,502)
Uniform Rentals	10,000	10,000	6,515	(3,485)
Travel Reimbursement	7,200	7,200	-	(7,200)
Utilities	6,750	6,750	3,671	(3,079)
Professional Development	8,000	8,000	2,129	(5,871)
Capital Outlay	290,000	476,525	392,987	(83,538)
Contingencies	250,000	6	-	(6)
Total Road and Bridge - Precinct Two	2,659,777	2,659,777	2,223,134	(436,643)
McPups Program - Precinct 2:				
Regular Deputies	43,946	43,946	43,946	-
Longevity Pay	540	540	540	-
FICA Taxes	2,758	2,758	2,727	(31)
Medicare Taxes	645	645	638	(7)
Retirement	6,353	6,353	6,325	(28)
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,075	5,075	5,075	-
Unemployment Insurance	89	89	87	(2)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Total McPups Program - Precinct 2	59,418	59,418	59,350	(68)
Road and Bridge - Precinct Three				
Elected Officials	45,010	45,010	45,010	-
Full-Time Employees	635,142	635,142	549,595	(85,547)
Longevity Pay	6,750	6,750	5,323	(1,427)
FICA Taxes	42,588	42,588	34,199	(8,389)
Medicare Taxes	9,960	9,960	7,997	(1,963)
Retirement	98,090	98,090	85,306	(12,784)
Group Life Insurance Premiums	180	180	151	(29)
Group Health Insurance	76,114	76,114	76,114	-
Unemployment Insurance	1,374	1,374	1,085	(289)
Supplies	18,500	23,500	21,581	(1,919)
Road Construction Materials	612,000	612,000	523,148	(88,852)
Motor Vehicle Operation	200,000	200,000	77,256	(122,744)
Tires, Tubes, and Batteries	25,000	25,000	19,078	(5,922)
Telephone, Internet, Computer Lines	4,000	4,000	2,984	(1,016)
Other Services and Charges	13,000	30,000	28,531	(1,469)
Repair and Maintenance	42,000	63,500	61,179	(2,321)
Travel Reimbursement	7,500	7,500	5,494	(2,006)
Utilities	7,500	7,500	4,038	(3,462)
Professional Development	3,000	4,000	3,716	(284)
Capital Outlay	65,000	221,220	220,805	(415)
Contingencies	250,000	165,500	-	(165,500)
Total Road and Bridge - Precinct Three	2,162,708	2,278,928	1,772,590	(506,338)
McPups Program - Precinct 3:				
Regular Deputies	43,945	43,945	43,945	-
Longevity Pay	227	227	227	-
FICA Taxes	2,739	2,739	2,612	(127)
Medicare Taxes	640	640	611	(29)
Retirement	6,308	6,308	6,308	-
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,075	5,075	5,075	-
Unemployment Insurance	88	88	86	(2)
Total McPups Program - Precinct 3	59,034	59,034	58,876	(158)
Road and Bridge - Precinct Four				
Elected Officials	45,010	45,010	45,010	-
Full-Time Employees	832,718	836,314	785,695	(50,619)
Part-Time Pay	4,000	4,000	-	(4,000)
Longevity Pay	14,100	14,100	13,453	(647)
FICA Taxes	55,541	55,763	49,547	(6,216)
Medicare Taxes	12,990	13,555	11,588	(1,967)
Retirement	127,924	127,924	120,040	(7,884)
Group Life Insurance Premiums	240	240	202	(38)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Group Health Insurance	101,484	101,484	101,484	-
Unemployment Insurance	1,792	1,799	1,561	(238)
Supplies	1,150	12,115	11,865	(250)
Road Construction Materials	1,260,083	1,260,083	877,579	(382,504)
Motor Vehicle Operation	1	1	-	(1)
Tires, Tubes, and Batteries	35,000	35,000	33,346	(1,654)
Telephone, Internet, Computer Lines	6,600	6,600	3,111	(3,489)
Other Services and Charges	13,866	65,766	61,926	(3,840)
Repair and Maintenance	243,161	243,161	83,781	(159,380)
Travel Reimbursement	7,200	7,200	245	(6,955)
Utilities	9,000	9,000	5,250	(3,750)
Professional Development	7,020	7,020	1,453	(5,567)
Capital Outlay	290,000	383,391	369,735	(13,656)
Contingencies	250,000	93,744	-	(93,744)
Total Road and Bridge - Precinct Four	3,318,880	3,323,270	2,576,871	(746,399)
McPups Program - Precinct 4:				
Regular Deputies	43,945	43,945	43,945	-
Longevity Pay	660	660	660	-
FICA Taxes	2,766	2,766	2,574	(192)
Medicare Taxes	647	647	602	(45)
Retirement	6,342	6,342	6,341	(1)
Group Life Insurance Premiums	12	12	8	(4)
Group Health Insurance	5,075	5,075	5,075	-
Unemployment Insurance	89	89	87	(2)
Total McPups Program - Precinct 4	59,536	59,536	59,292	(244)
County-Wide Road and Bridge Activity:				
Capital Outlay	1	1	-	(1)
Capital Outlay- Right-Of-Way	146,653	146,653	-	(146,653)
Contingencies	1,000,000	992,715	-	(92,715)
Total County-Wide Road and Bridge Activity	1,146,654	1,139,369	-	(1,139,369)
TOTAL PUBLIC TRANSPORTATION	12,320,226	12,433,551	9,362,379	(3,071,172)

HEALTH

County Health Services - Administration:

Department Heads	68,750	68,750	68,750	-
Regular Assistants	262,634	262,634	260,978	(1,656)
Longevity Pay	4,860	4,860	4,822	(38)
FICA Taxes	20,847	20,847	20,142	(705)
Medicare Taxes	4,876	4,876	4,710	(166)
Retirement	47,806	47,806	47,564	(242)
Group Life Insurance Premiums	96	96	96	-
Group Health Insurance	40,594	40,594	40,594	-

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Unemployment Insurance	672	672	652	(20)
Supplies	2,600	4,260	4,104	(156)
Telephone, Internet, Computer Lines	360	-	-	-
Other Services and Charges	3,875	3,875	3,532	(343)
ATOG - McLennan Co Health	238,564	238,707	238,707	-
Repair and Maintenance	1,652	1,652	-	(1,652)
Software Licensing	34,000	32,700	32,400	(300)
Medicaid 115 Waiver Program	3,625,000	3,625,000	3,625,000	-
Professional Development	1,500	1,500	1,276	(224)
Pauper Burials	80,000	80,000	75,267	(4,733)
Total County Health Services - Administration	4,438,686	4,438,829	4,428,594	(10,235)
TOTAL HEALTH	4,438,686	4,438,829	4,428,594	(10,235)

WELFARE

Indigent Defense:

Court Appointed Attorney - Juvenile	180,000	168,000	165,848	(2,152)
Court Appointed Attorney - CC@L 1	550,000	530,000	528,912	(1,088)
Court Appointed Attorney - CC@L 2	550,000	528,000	526,412	(1,588)
Court Appointed Attorney - 19th DC	797,950	954,654	954,653	(1)
Court Appointed Attorney - 54th DC	802,000	822,867	822,866	(1)
Court Appointed Attorney - 74th DC	675,000	660,000	658,863	(1,137)
Court Appointed Attorney - 170th DC	25,000	3,000	2,310	(690)
Court Appointed Attorney - 414th DC	50,000	8,000	7,605	(395)
Court Appointed Attorney - IV-D	175,000	141,237	140,782	(455)
Court Appointed Attorney - Child Prot.	-	4,696	4,695	(1)
Court Appointed Attorney - J P	1,500	1,500	-	(1,500)
Evidence Analysis - General	1,500	1,500	-	(1,500)
Evidence Analysis - 414th DC	500	500	-	(500)
Paraleg - General	15,000	23,191	23,190	(1)
Professional Investigator - Juvenile	2,000	2,000	110	(1,890)
Professional Investigator - CC@L 1	1,400	1,400	1,219	(181)
Professional Investigator - CC@L 2	800	2,885	2,884	(1)
Professional Investigator - 19th DC	90,000	70,000	66,492	(3,508)
Professional Investigator - 54th DC	45,000	50,685	50,684	(1)
Professional Investigator - 74th DC	500	500	-	(500)
Professional Investigator - 170th DC	500	500	-	(500)
Professional Investigator - 414th DC	500	500	-	(500)
Professional Testimony - General	500	500	-	(500)
Professional Testimony - Juvenile	500	1,000	1,000	-
Professional Testimony - CC@L 1	-	5,800	5,800	-
Professional Testimony - CC@L 2	3,000	12,000	12,000	-
Professional Testimony - 19th DC	100,000	104,956	104,956	-
Professional Testimony - 54th DC	30,000	66,279	66,278	(1)
Professional Testimony - 170th DC	500	500	-	(500)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Professional Testimony - 414th DC	500	500	-	(500)
Psych - Juvenile Courts	54,000	4,000	1,200	(2,800)
Psych - CC@L 1	8,500	8,500	7,400	(1,100)
Psych - CC@L 2	5,000	5,000	2,400	(2,600)
Psych - 19th District Court	5,000	-	-	-
Psych - 54th District Court	13,000	-	-	-
Psych - 74th District Court	1,500	1,500	-	(1,500)
Psych - 170th District Cour	500	500	-	(500)
Psych - 414th District Court	500	500	-	(500)
Total Indigent Defense	4,187,150	4,187,150	4,158,559	(28,591)
Children's Protective Services:				
Supplies	1	1	-	(1)
Clothing	15,000	23,459	23,424	(35)
Other Services and Charges	14,999	6,540	6,539	(1)
Total Historical Survey	30,000	30,000	29,963	(37)
Veteran's Service Officer:				
Department Heads	50,338	50,338	50,338	-
Part-time Pay	13,065	13,065	12,194	(871)
Longevity Pay	240	240	240	-
FICA Taxes	3,946	3,946	3,870	(76)
Medicare Taxes	923	923	905	(18)
Retirement	9,048	9,048	8,925	(123)
Group Life Insurance Premiums	12	12	12	-
Group Health Insurance	5,074	5,074	5,074	-
Unemployment Insurance	127	127	122	(5)
Supplies	800	800	293	(507)
Telephone, Internet, Computer Lines	360	360	255	(105)
Other Services and Charges	500	420	-	(420)
Travel Reimbursement	750	750	715	(35)
Professional Development	820	900	885	(15)
Total Veteran's Service Officer	86,003	86,003	83,828	(2,175)
Other Welfare Activities:				
Civil Defense Emergency Management	200,000	200,000	196,194	(3,806)
OSSF Services	58,433	58,433	45,160	(13,273)
Library - City Of Waco	723,529	723,529	723,529	-
Library - City of McGregor	5,000	5,000	5,000	-
Library - City Of West	5,000	5,000	5,000	-
Library - City Of Moody	5,000	5,000	5,000	-
Library - City Of Hewit	5,000	5,000	5,000	-
Library - City of Mart	5,000	5,000	5,000	-
Fire Protection Service	175,111	175,111	155,110	(20,001)
Animal Shelter Services	15,456	15,456	4,425	(11,031)
Animal Pickup Services	19,000	19,000	19,000	-

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Aging Program Planning	7,985	7,985	7,984	(1)
MHMR Crisis Intervention	271,000	271,000	271,000	-
Central Texas Senior Ministries	10,000	10,000	10,000	-
Outside R&M - Water Control	25,000	70,275	45,275	(25,000)
Total Other Welfare Activities	1,530,514	1,575,789	1,502,677	(73,112)
TOTAL WELFARE	5,833,667	5,878,942	5,775,027	(103,915)

CULTURE-RECREATION

Tradinghouse Lake:

Full-Time Employees	1	17,744	17,583	(161)
FICA Taxes	1	1,101	780	(321)
Medicare Taxes	1	258	183	(75)
Retirement	1	2,535	2,507	(28)
Group Life Insurance Premiums	1	11	7	(4)
Group Health Insurance	1	4,231	4,231	-
Unemployment Insurance	1	37	35	(2)
Supplies	3,600	9,595	8,530	(1,065)
Road Construction Materials	1	1	-	(1)
Motor Vehicle Operations	1	3,501	3,227	(274)
Other Services and Charges	900	900	486	(414)
Repair and Maintenance	4,680	4,680	4,508	(172)
Capital Outlay	50,000	50,000	7,779	(42,221)
Total Tradinghouse Lake	59,189	94,594	49,856	(44,738)

Historical Survey:

Supplies	1,000	1,000	241	(759)
Other Services and Charges	700	4,300	2,644	(1,656)
Professional Development	1,575	1,575	65	(1,510)
Contingencies	7,634	4,034	-	(4,034)
Total Historical Survey	10,909	10,909	2,950	(7,959)

Heart of Texas Fairgrounds:

Repair and Maintenance	7,500	25,590	23,677	(1,913)
Total Heart of Texas Fairgrounds	7,500	25,590	23,677	(1,913)

TOTAL CULTURE-RECREATION	77,598	131,093	76,483	(54,610)
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CONSERVATION

Texas AgriLife Extension:

Regular Assistants	153,943	153,943	141,629	(12,314)
Longevity Pay	1,995	1,995	1,973	(22)
FICA Taxes	9,668	9,668	8,809	(859)
Medicare Taxes	2,261	2,261	2,060	(201)

MCLENNAN COUNTY, TEXAS

Schedule of Expenditures,
Compared to Budget (GAAP Basis)

General Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Retirement	10,395	10,395	10,342	(53)
Group Life Insurance Premiums	72	72	63	(9)
Group Health Insurance	30,445	30,445	30,445	-
Unemployment Insurance	312	312	281	(31)
Supplies	4,346	5,146	4,963	(183)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	3,200	2,400	2,369	(31)
Travel Reimbursement	24,298	24,298	19,791	(4,507)
Professional Development	6,900	6,900	6,168	(732)
Total Texas AgriLife Extension	247,836	247,836	228,893	(18,943)
TOTAL CONSERVATION	247,836	247,836	228,893	(18,943)
<u>ECONOMIC DEVELOPMENT</u>				
Economic Development:				
Other Services and Charges	1	421	420	(1)
Industrial Business Grants	200,000	200,000	8,836	(191,164)
Greater Waco Chamber of Commerce	129,045	129,045	129,043	(2)
Varsity Equestrian National Champ	10,000	10,000	10,000	-
Other Purchases of Services	10,542,419	10,542,419	1,381,169	(9,161,250)
Total Economic Development	10,881,465	10,881,885	1,529,468	(9,352,417)
TOTAL ECONOMIC DEVELOPMENT	10,881,465	10,881,885	1,529,468	(9,352,417)
<u>DEBT SERVICE</u>				
Debt Service:				
DS - Principal - Precinct 3 Motorgrader	28,655	28,655	9,725	(18,930)
DS - Principal - Cap Lease	1,228,751	993,151	993,149	(2)
DS - Interest - Ctrl Ntl Bank	709	709	63	(646)
DS - Interest - Cap Lease	142,181	142,181	142,179	(2)
Total Debt Service	1,400,296	1,164,696	1,145,116	(19,580)
TOTAL DEBT SERVICE	1,400,296	1,164,696	1,145,116	(19,580)
TOTAL GENERAL FUND	\$ 96,456,077	\$ 97,026,929	\$ 81,325,674	\$ (15,701,255)

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Debt Service Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ 3,242,970	\$ 3,242,970	\$ 3,214,427	\$ (28,543)
Miscellaneous	6,700	6,700	12,030	5,330
Total Revenues	<u>3,249,670</u>	<u>3,249,670</u>	<u>3,226,457</u>	<u>(23,213)</u>
Expenditures:				
Debt Service:				
Principal-Bonds	2,530,000	2,680,000	2,680,000	-
Interest-Bonds	668,470	518,170	421,546	(96,624)
Paying Agent Services	4,500	4,800	2,600	(2,200)
Total Expenditures	<u>3,202,970</u>	<u>3,202,970</u>	<u>3,104,146</u>	<u>(98,824)</u>
Net Change in Fund Balance	46,700	46,700	122,311	75,611
Fund Balance at Beginning of Year	<u>1,537,111</u>	<u>1,537,111</u>	<u>1,681,501</u>	<u>144,390</u>
Fund Balance at End of Year	<u>\$ 1,583,811</u>	<u>\$ 1,583,811</u>	<u>\$ 1,803,812</u>	<u>\$ 220,001</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (GAAP Basis) and Actual

Permanent Improvement Fund

For the Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ 50,215	\$ 50,215	\$ 55,342	\$ 5,127
Miscellaneous	20,000	20,000	9,409	(10,591)
Total Revenues	<u>70,215</u>	<u>70,215</u>	<u>64,751</u>	<u>(5,464)</u>
Expenditures:				
Capital Projects:				
Boiler (RecBldg)	60,000	51,278	51,278	-
Sink Hole Reconstruction (RecBldg)	30,000	30,000	19,200	(10,800)
HOT Fairgrounds Capital Improvements	100,000	100,000	100,000	-
Air Handler (Archives)	80,000	80,000	78,612	(1,388)
RTU Replacements (Jail)	48,000	48,000	46,799	(1,201)
ADA Modifications	1	1	-	(1)
Downtown Jail	1	1	-	(1)
A/B Roof AC/Recap Curbs (Jail)	5,000	5,000	2,405	(2,595)
Sewer Grinder (Jail)	15,000	15,000	-	(15,000)
West Gate Oper Replace (Jail)	7,000	7,000	4,142	(2,858)
Tile Replacement (Jail)	8,100	8,100	7,784	(316)
Plumbing Repairs (Jail)	5,300	5,300	5,300	-
St. Steel-Toilets (Jail)	48,000	48,000	32,678	(15,322)
St. Steel-Bench Cover (Jail)	11,200	11,200	6,970	(4,230)
LED Lighting (Rec)	1	1	-	(1)
A/B Shower Renovation (Jail)	1	1	-	(1)
Roof Repairs (Fairgrounds)	1	301,701	287,135	(14,566)
Major Repairs	33,001	70,190	36,146	(34,044)
C/D/E Shower Renovation (Jail)	9,000	9,000	8,378	(622)
Contingencies	1,000,000	669,833	-	(669,833)
Total Expenditures	<u>1,459,606</u>	<u>1,459,606</u>	<u>686,827</u>	<u>(772,779)</u>
Net Change in Fund Balance	(1,389,391)	(1,389,391)	(622,076)	767,315
Fund Balance at Beginning of Year	<u>1,966,287</u>	<u>1,966,287</u>	<u>2,051,566</u>	<u>85,279</u>
Fund Balance at End of Year	<u>\$ 576,896</u>	<u>\$ 576,896</u>	<u>\$ 1,429,490</u>	<u>\$ 852,594</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Alcohol and Drug Court Program Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 36,000	\$ 36,000	\$ 41,670	\$ 5,670
Total Revenues	<u>36,000</u>	<u>36,000</u>	<u>41,670</u>	<u>5,670</u>
Expenditures:				
Public Safety:				
Part-time Pay	15,000	15,000	-	(15,000)
FICA Taxes	930	930	-	(930)
Medicare Taxes	218	218	-	(218)
Retirement	2,445	2,445	-	(2,445)
Workers Compensation	200	200	51	(149)
Unemployment Insurance	30	30	-	(30)
Supplies	4,000	4,000	400	(3,600)
Other Services and Charges	2,100	2,100	266	(1,834)
Professional Services	2,000	2,000	1,750	(250)
Drug and Alcohol Education	44,000	44,000	43,904	(96)
Professional Development	3,000	3,000	-	(3,000)
Capital Outlay	1	1	-	(1)
Contingencies	84,979	84,979	-	(84,979)
Total Expenditures	<u>158,903</u>	<u>158,903</u>	<u>46,371</u>	<u>(112,532)</u>
Net Change in Fund Balance	(122,903)	(122,903)	(4,701)	118,202
Fund Balance at Beginning of Year	<u>122,903</u>	<u>122,903</u>	<u>159,777</u>	<u>36,874</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 155,076</u>	<u>\$ 155,076</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Child Abuse Prevention Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 4,000	\$ 4,000	\$ 3,684	\$ (316)
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>3,684</u>	<u>(316)</u>
Expenditures:				
General Government:				
Supplies	1	1	-	(1)
Other Services and Charges	1	1	-	(1)
Capital Outlay	1	1	-	(1)
Contingencies	29,322	29,322	-	(29,322)
Total Expenditures	<u>29,325</u>	<u>29,325</u>	<u>-</u>	<u>(29,325)</u>
Excess (Deficiency) of Revenue over Expenditures	(25,325)	(25,325)	3,684	29,009
Net Change in Fund Balance	(25,325)	(25,325)	3,684	29,009
Fund Balance at Beginning of Year	<u>25,325</u>	<u>25,325</u>	<u>25,441</u>	<u>116</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,125</u>	<u>\$ 29,125</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

County and District Court Technology Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 8,500	\$ 8,500	\$ 10,120	\$ 1,620
Total Revenues	<u>8,500</u>	<u>8,500</u>	<u>10,120</u>	<u>1,620</u>
Expenditures:				
General Government:				
Supplies	1	1	-	(1)
Other Services and Charges	1	1	-	(1)
Capital Outlay	1	1	-	(1)
Contingencies	42,182	39,834	-	(39,834)
Judicial:				
Supplies	1	2,349	2,349	-
Other Services and Charges	1	1	-	(1)
Capital Outlay	1	1	-	(1)
Total Expenditures	<u>42,188</u>	<u>42,188</u>	<u>2,349</u>	<u>(39,839)</u>
Net Change in Fund Balance	(33,688)	(33,688)	7,771	41,459
Fund Balance at Beginning of Year	<u>33,688</u>	<u>33,688</u>	<u>33,804</u>	<u>116</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,575</u>	<u>\$ 41,575</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

County Clerk Records Management Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 350,000	\$ 350,000	\$ 414,161	\$ 64,161
Total Revenues	<u>350,000</u>	<u>350,000</u>	<u>414,161</u>	<u>64,161</u>
Expenditures:				
General Government:				
Part-time Pay	1	1	-	(1)
Supplies	10,000	10,000	7,373	(2,627)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	4,000	4,000	2,175	(1,825)
Equipment Rentals	20,000	20,000	13,010	(6,990)
Microfilm Processing	16,000	16,000	15,600	(400)
Software Support and Maintenance	200,000	200,000	150,427	(49,573)
Conservation/Restoration of Records	10,000	37,810	37,810	-
Capital Outlay	141,500	141,500	136,500	(5,000)
Contingencies	129,858	102,048	-	(102,048)
Total Expenditures	<u>531,360</u>	<u>531,360</u>	<u>362,895</u>	<u>(168,465)</u>
Net Change in Fund Balance	(181,360)	(181,360)	51,266	232,626
Fund Balance at Beginning of Year	<u>181,360</u>	<u>181,360</u>	<u>264,453</u>	<u>83,093</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 315,719</u>	<u>\$ 315,719</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (GAAP Basis) and Actual

Courthouse Security Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 101,500	\$ 101,500	\$ 99,123	\$ (2,377)
Total Revenues	<u>101,500</u>	<u>101,500</u>	<u>99,123</u>	<u>(2,377)</u>
Expenditures:				
Public Safety:				
Part-time Pay	60,000	60,000	29,505	(30,495)
FICA Taxes	3,720	3,720	1,829	(1,891)
Medicare Taxes	870	870	428	(442)
Retirement	9,780	9,780	4,196	(5,584)
Workers Compensation	2,394	2,394	833	(1,561)
Unemployment Insurance	120	120	58	(62)
Supplies	10,000	10,000	9,143	(857)
Other Services and Charges	1	1	-	(1)
Repair and Maintenance	9,200	9,200	4,876	(4,324)
Capital Outlay	1	1	-	(1)
Contingencies	133,346	133,346	-	(133,346)
Total Expenditures	<u>229,432</u>	<u>229,432</u>	<u>50,868</u>	<u>(178,564)</u>
Net Change in Fund Balance	(127,932)	(127,932)	48,255	176,187
Fund Balance at Beginning of Year	<u>127,932</u>	<u>127,932</u>	<u>154,972</u>	<u>27,040</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 203,227</u>	<u>\$ 203,227</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (GAAP Basis) and Actual

Court-Initiated Guardianship Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ -	\$ -	\$ 14,120	\$ 14,120
Total Revenues	<u>-</u>	<u>-</u>	<u>14,120</u>	<u>14,120</u>
Net Change in Fund Balance	-	-	14,120	14,120
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>14,700</u>	<u>14,700</u>
Fund Balance at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 28,820</u></u>	<u><u>\$ 28,820</u></u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (GAAP Basis) and Actual

Court Records Preservation Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 31,000	\$ 31,000	\$ 39,905	\$ 8,905
Total Revenues	<u>31,000</u>	<u>31,000</u>	<u>39,905</u>	<u>8,905</u>
Expenditures:				
Judicial:				
Full-Time Employees	12,113	12,113	10,282	(1,831)
Longevity Pay	120	120	-	(120)
FICA Taxes	730	730	569	(161)
Medicare Taxes	171	171	133	(38)
Retirement	1,650	1,650	1,461	(189)
Group Life Insurance Premiums	5	5	4	(1)
Group Health Insurance Premiums	2,232	2,232	2,232	-
Workers Compensation	41	41	41	-
Unemployment Insurance	24	24	20	(4)
Supplies	2,500	2,500	-	(2,500)
Software Licensing	1	901	900	(1)
Replication of Records	1	1	-	(1)
Conservation/Restoration of Records	1	900	900	-
Capital Outlay	1	1	-	(1)
Contingencies	54,272	52,473	-	(52,473)
Total Expenditures	<u>73,862</u>	<u>73,862</u>	<u>16,542</u>	<u>(57,320)</u>
Net Change in Fund Balance	(42,862)	(42,862)	23,363	66,225
Fund Balance at Beginning of Year	<u>42,862</u>	<u>42,862</u>	<u>44,594</u>	<u>1,732</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 67,957</u>	<u>\$ 67,957</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (GAAP Basis) and Actual

Court Reporter Service Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 49,000	\$ 49,000	\$ 55,604	\$ 6,604
Total Revenues	<u>49,000</u>	<u>49,000</u>	<u>55,604</u>	<u>6,604</u>
Expenditures:				
General Government:				
Court Reporter-General	2,500	2,500	-	(2,500)
Contingencies	51,527	46,291	-	(46,291)
Judicial:				
Court Reporter-General	47,000	52,236	43,498	(8,738)
Total Expenditures	<u>101,027</u>	<u>101,027</u>	<u>43,498</u>	<u>(57,529)</u>
Net Change in Fund Balance	(52,027)	(52,027)	12,106	64,133
Fund Balance at Beginning of Year	<u>52,027</u>	<u>52,027</u>	<u>50,393</u>	<u>(1,634)</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,499</u>	<u>\$ 62,499</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Dispute Resolution Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 49,000	\$ 49,000	\$ 55,818	\$ 6,818
Total Revenues	49,000	49,000	55,818	6,818
Expenditures:				
Judicial:				
Dispute Resolution Services	54,000	54,000	54,000	-
Total Expenditures	54,000	54,000	54,000	-
Excess (Deficiency) of Revenue over Expenditures	(5,000)	(5,000)	1,818	6,818
Other Financing Sources:				
Transfers In	5,000	5,000	-	(5,000)
Net Change in Fund Balance	-	-	1,818	1,818
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ 1,818	\$ 1,818

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

District Attorney Pretrial Intervention Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ -	\$ -	\$ 134,129	\$ 134,129
Total Revenues	<u>-</u>	<u>-</u>	<u>134,129</u>	<u>134,129</u>
Expenditures:				
General Government:				
Salary Supplements	20,000	20,000	1,771	(18,229)
Supplies	20,000	20,000	141	(19,859)
Other Services and Charges	10,000	10,000	-	(10,000)
Capital Outlay	10,000	10,000	-	(10,000)
Total Expenditures	<u>60,000</u>	<u>60,000</u>	<u>1,912</u>	<u>(58,088)</u>
Net Change in Fund Balance	(60,000)	(60,000)	132,217	192,217
Fund Balance at Beginning of Year	<u>60,000</u>	<u>60,000</u>	<u>116,104</u>	<u>56,104</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 248,321</u>	<u>\$ 248,321</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

District Clerk Errors and Omissions Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 2,500	\$ 2,500	\$ 2,722	\$ 222
Total Revenues	<u>2,500</u>	<u>2,500</u>	<u>2,722</u>	<u>222</u>
Expenditures:				
Judicial:				
Damages, Claims, Judgements	106,483	106,483	5	(106,478)
Total Expenditures	<u>106,483</u>	<u>106,483</u>	<u>5</u>	<u>(106,478)</u>
Net Change in Fund Balance	<u>(103,983)</u>	<u>(103,983)</u>	<u>2,717</u>	<u>106,700</u>
Fund Balance at Beginning of Year	<u>103,983</u>	<u>103,983</u>	<u>104,032</u>	<u>49</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 106,749</u>	<u>\$ 106,749</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

District Clerk Records Management Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 19,000	\$ 19,000	\$ 21,603	\$ 2,603
Total Revenues	<u>19,000</u>	<u>19,000</u>	<u>21,603</u>	<u>2,603</u>
Expenditures:				
Judicial:				
Supplies	1	1	-	(1)
Other Services and Charges	1	1	-	(1)
Capital Outlay	69,000	69,000	32,444	(36,556)
Contingencies	6,620	6,620	-	(6,620)
Total Expenditures	<u>75,622</u>	<u>75,622</u>	<u>32,444</u>	<u>(43,178)</u>
Net Change in Fund Balance	<u>(56,622)</u>	<u>(56,622)</u>	<u>(10,841)</u>	<u>45,781</u>
Fund Balance at Beginning of Year	<u>56,622</u>	<u>56,622</u>	<u>56,945</u>	<u>323</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,104</u>	<u>\$ 46,104</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

District Court Records Technology Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 20,000	\$ 20,000	\$ 31,585	\$ 11,585
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>31,585</u>	<u>11,585</u>
Expenditures:				
Judicial:				
Full-Time Employees	18,169	18,169	15,423	(2,746)
Longevity Pay	48	48	-	(48)
FICA Taxes	1,094	1,094	853	(241)
Medicare Taxes	256	256	200	(56)
Retirement	2,519	2,519	2,192	(327)
Group Life Insurance Premiums	7	7	6	(1)
Group Health Insurance Premiums	2,842	2,842	2,842	-
Workers Compensation	41	41	22	(19)
Unemployment Insurance	35	35	30	(5)
Supplies	1	1	-	(1)
Software Licensing	1	1	-	(1)
Replication of Records	1	1	-	(1)
Capital Outlay	1	1	-	(1)
Contingencies	17,259	17,259	-	(17,259)
Total Expenditures	<u>42,274</u>	<u>42,274</u>	<u>21,568</u>	<u>(20,706)</u>
Net Change in Fund Balance	(22,274)	(22,274)	10,017	32,291
Fund Balance at Beginning of Year	<u>22,274</u>	<u>22,274</u>	<u>20,067</u>	<u>(2,207)</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,084</u>	<u>\$ 30,084</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Family Protection Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 4,000	\$ 4,000	\$ 4,520	\$ 520
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>4,520</u>	<u>520</u>
Expenditures:				
Welfare:				
Supplies	1	1	-	(1)
Other Services and Charges	10,000	10,000	-	(10,000)
Capital Outlay	1	1	-	(1)
Contingencies	7,743	7,743	-	(7,743)
Total Expenditures	<u>17,745</u>	<u>17,745</u>	<u>-</u>	<u>(17,745)</u>
Net Change in Fund Balance	(13,745)	(13,745)	4,520	18,265
Fund Balance at Beginning of Year	<u>13,745</u>	<u>13,745</u>	<u>13,910</u>	<u>165</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,430</u>	<u>\$ 18,430</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Farm-to-Market / Flood Control Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 17,683	\$ 17,683
Miscellaneous - Investment Income	-	-	1,528	1,528
Total Revenues	-	-	19,211	19,211
Expenditures:				
Public Transportation:				
Road Construction Materials	431,036	431,036	257,606	(173,430)
Total Public Transportation	431,036	431,036	257,606	(173,430)
Net Change in Fund Balance	(431,036)	(431,036)	(238,395)	192,641
Fund Balance at Beginning of Year	431,036	431,036	452,111	21,075
Fund Balance at End of Year	\$ -	\$ -	\$ 213,716	\$ 213,716

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Justice Court Building Security Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 7,910	\$ 7,910	\$ 6,289	\$ (1,621)
Total Revenues	<u>7,910</u>	<u>7,910</u>	<u>6,289</u>	<u>(1,621)</u>
Expenditures:				
General Government:				
Contingencies	80,012	77,523	-	(77,523)
Judicial:				
Supplies	4	2,330	2,173	(157)
Other Services and Charges	4	167	65	(102)
Capital Outlay	4	4	-	(4)
Total Expenditures	<u>80,024</u>	<u>80,024</u>	<u>2,238</u>	<u>(77,786)</u>
Net Change in Fund Balance	(72,114)	(72,114)	4,051	76,165
Fund Balance at Beginning of Year	<u>72,114</u>	<u>72,114</u>	<u>71,616</u>	<u>(498)</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,667</u>	<u>\$ 75,667</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Justice Technology Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Fines and Forfeits	\$ 32,650	\$ 32,650	\$ 25,608	\$ (7,042)
Total Revenues	<u>32,650</u>	<u>32,650</u>	<u>25,608</u>	<u>(7,042)</u>
Expenditures:				
General Government:				
Contingencies	282,839	273,634	-	(273,634)
Judicial:				
Supplies	6	6,857	4,110	(2,747)
Other Services and Charges	28,000	30,354	30,000	(354)
Professional Development	6	6	-	(6)
Capital Outlay	6	6	-	(6)
Total Expenditures	<u>310,857</u>	<u>310,857</u>	<u>34,110</u>	<u>(276,747)</u>
Net Change in Fund Balance	(278,207)	(278,207)	(8,502)	269,705
Fund Balance at Beginning of Year	<u>278,207</u>	<u>278,207</u>	<u>274,751</u>	<u>(3,456)</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 266,249</u>	<u>\$ 266,249</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Juvenile Delinquency Prevention Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ -	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
General Government:				
Supplies	2	2	-	(2)
Other Services and Charges	2	2	-	(2)
Capital Outlay	2	2	-	(2)
Contingencies	1,064	1,064	-	(1,064)
Total Expenditures	<u>1,070</u>	<u>1,070</u>	<u>-</u>	<u>(1,070)</u>
Net Change in Fund Balance	(1,070)	(1,070)	-	1,070
Fund Balance at Beginning of Year	<u>1,070</u>	<u>1,070</u>	<u>1,170</u>	<u>100</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,170</u>	<u>\$ 1,170</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Law Library Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 119,400	\$ 119,400	\$ 132,823	\$ 13,423
Total Revenues	<u>119,400</u>	<u>119,400</u>	<u>132,823</u>	<u>13,423</u>
Expenditures:				
General Government:				
Full-Time Employees	1,545	1,545	1,545	-
FICA Taxes	96	96	87	(9)
Medicare Taxes	22	22	20	(2)
Retirement	210	210	210	-
Group Life Insurance Premiums	1	1	1	-
Group Health Insurance Premiums	200	200	200	-
Workers Compensation	15	15	4	(11)
Unemployment Insurance	5	5	3	(2)
Supplies	14,670	14,670	-	(14,670)
Legal Reference Materials	65,000	70,000	65,886	(4,114)
Telephone, Internet, Computer Lines	5,000	5,000	3,773	(1,227)
Other Services and Charges	675	675	360	(315)
Capital Outlay	1	1	-	(1)
Contingencies	314,811	302,562	-	(302,562)
Judicial:				
Legal Reference Materials	59,453	66,702	37,472	(29,230)
Total Expenditures	<u>461,704</u>	<u>461,704</u>	<u>109,561</u>	<u>(352,143)</u>
Net Change in Fund Balance	(342,304)	(342,304)	23,262	365,566
Fund Balance at Beginning of Year	<u>342,304</u>	<u>342,304</u>	<u>347,395</u>	<u>5,091</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 370,657</u>	<u>\$ 370,657</u>

MCLENNAN COUNTY, TEXAS

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (GAAP Basis) and Actual

Records Management Fund

Year Ended September 30, 2015

	Budget		Actual	Variance with Final Budget positive Over (Under)
	Original	Final		
Revenues:				
Charges for Services	\$ 91,000	\$ 91,000	\$ 103,722	\$ 12,722
Miscellaneous	5,000	5,000	5,300	300
Total Revenues	96,000	96,000	109,022	13,022
Expenditures:				
General Government:				
Supplies	19,656	19,656	11,223	(8,433)
Motor Vehicle Operating	650	650	533	(117)
Other Services and Charges	120	120	31	(89)
Professional Services	23,000	23,000	22,929	(71)
Repair and Maintenance	2,343	2,343	2,343	-
Software Licensing	6,197	6,197	5,027	(1,170)
Capital Outlay	1	1	-	(1)
Contingencies	188,840	188,840	-	(188,840)
Total Expenditures	240,807	240,807	42,086	(198,721)
 Net Change in Fund Balance	 (144,807)	 (144,807)	 66,936	 211,743
 Fund Balance at Beginning of Year	 144,807	 144,807	 126,615	 (18,192)
 Fund Balance at End of Year	 \$ -	 \$ -	 \$ 193,551	 \$ 193,551

McLENNAN COUNTY, TEXAS

Agency Funds – Purpose of Funds

Agency funds are used to account for assets held by a government as an agent for individuals, private organizations, and/or other governments. The agency funds used by the County are listed below.

Adult Probation Department Fund

This is a departmental fund used by the Adult Probation Department to account for collections from probationers for fines, probation fees, court costs, probationer support and restitution. All such collections are subsequently remitted to the appropriate individual or County official.

Cafeteria Plan Fund

Funds withheld through payroll belonging to employees are accounted for in this fund until such time as they are reimbursed to the employees for qualifying medical and/or childcare expenses.

County Clerk Court Registry Fund

County Clerk Court Registry funds are required to be preserved until such time as they may be distributed in accordance with court orders issued by a court of competent jurisdiction. In some instances, the funds are invested in savings accounts and time deposits for the benefit of the litigants as directed by the Court.

County Sheriff Inmate Deposit Fund

Funds belonging to jail inmates are accounted for in this fund until such time as they are paid out on behalf of the inmates or returned to the inmates upon discharge.

County Tax Assessor Collector Automobile Fund

Collections by the County Tax Assessor Collector are initially accounted for in the Automobile Fund. All such collections are subsequently remitted to the appropriate State or County entities.

County Tax Assessor Collector Vehicle Inventory Tax Fund

Vehicle dealers make escrow payments of estimated vehicle inventory tax to this fund each month based on their sales for the month. The escrow accounts are closed out each December 31 and remitted to the appropriate taxing entities. Interest earned on this fund is under the control of the Tax Assessor Collector to defray administrative costs of collection and assessment, and is transferred to the Tax Office Administration Fund, a Special Revenue Fund.

County Tax Assessor Collector Ad Valorem Tax Fund

The ad valorem tax collections by the County Tax Assessor Collector are initially accounted for in the Ad Valorem Tax Fund. All such collections are subsequently remitted to the appropriate State, County and other taxing entities.

CSCD Employee Dishonesty Recovery Fund

The CSCD Employee Dishonesty Recovery Fund was created to account for the proceeds of restitution and fidelity bond monies collected related to employee embezzlement. These funds are being held pending final disposition.

District Attorney Seizure Fund

The District Attorney Seizure Fund was established to account for cash seized in criminal cases. The funds are held until their disposition by court order.

District Clerk Court Registry Fund

District Clerk Court Registry funds are required to be preserved until such time as they may be distributed in accordance with court orders issued by a court of competent jurisdiction. In some instances, the funds are invested in savings accounts and time deposits for the benefit of the litigants as directed by the Court.

McLENNAN COUNTY, TEXAS

Agency Funds – Purpose of Funds

Drug Task Force Seizure Fund

The Drug Task Force Seizure Fund was established to account for cash seized in criminal drug-related cases. The funds are held in this fund until their disposition by court order.

Fee Officers Fee Fund

The Fee Officers Fee Fund was established to account for the fee receipts and disbursements of elected County officials. Each fee officer may at any time have cash, bank checking accounts and time deposits which are in an agency status pending remittance of appropriate revenue amounts to the County Treasurer, or pending statutory or court-ordered remittances to entities other than the County. Separate funds are maintained in the county accounting records for the fee receipts and disbursements of each fee officer. For the purposes of this report, however, all such funds are considered to comprise a single Fee Officers Fee Fund.

General Sales Tax Fund

State General Sales Tax collections are accounted for in this fund until such time as remittances are made to the appropriate agencies.

Juvenile Probation Department Fund

The Juvenile Probation Department Fund was established to account for the receipts and disbursements of court ordered restitution collected from juveniles and remitted to the victims of crime, as per court order.

State Fees and Tax on Fines Fund

Statutory collections for fines and fees are accounted for in this fund pending quarterly transmittal to the State Comptroller.

MCLENNAN COUNTY, TEXAS
 Combining Statement of Changes in Assets and Liabilities
 All Agency Funds
 For the Year Ended September 30, 2015

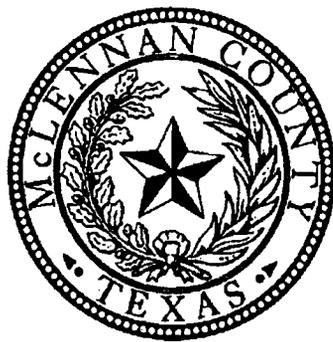
Description	Balance 9/30/2014	Additions	Deductions	Balance 9/30/2015
<u>ADULT PROBATION DEPARTMENT FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 178,614	\$ 4,819,722	\$ 4,831,885	\$ 166,451
Total Assets	<u>\$ 178,614</u>	<u>\$ 4,819,722</u>	<u>\$ 4,831,885</u>	<u>\$ 166,451</u>
<u>Liabilities</u>				
Due to Other Governments	\$ 305	\$ 1,349	\$ 1,235	\$ 419
Due to Others	178,309	4,818,373	4,830,650	166,032
Total Liabilities	<u>\$ 178,614</u>	<u>\$ 4,819,722</u>	<u>\$ 4,831,885</u>	<u>\$ 166,451</u>
<u>CAFETERIA PLAN FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 9,517	\$ 80,601	\$ 85,516	\$ 4,602
Total Assets	<u>\$ 9,517</u>	<u>\$ 80,601</u>	<u>\$ 85,516</u>	<u>\$ 4,602</u>
<u>Liabilities</u>				
Due to Others	\$ 9,517	\$ 80,601	\$ 85,516	\$ 4,602
Total Liabilities	<u>\$ 9,517</u>	<u>\$ 80,601</u>	<u>\$ 85,516</u>	<u>\$ 4,602</u>
<u>COUNTY CLERK COURT REGISTRY FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 3,674,797	\$ 3,181,783	\$ 3,266,866	\$ 3,589,714
Total Assets	<u>\$ 3,674,797</u>	<u>\$ 3,181,783</u>	<u>\$ 3,266,866</u>	<u>\$ 3,589,714</u>
<u>Liabilities</u>				
Due to Others	\$ 3,674,797	\$ 3,181,783	\$ 3,266,866	\$ 3,589,714
Total Liabilities	<u>\$ 3,674,797</u>	<u>\$ 3,181,783</u>	<u>\$ 3,266,866</u>	<u>\$ 3,589,714</u>
<u>COUNTY SHERIFF INMATE DEPOSIT FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 110,231	\$ 1,708,073	\$ 1,717,286	\$ 101,018
Total Assets	<u>\$ 110,231</u>	<u>\$ 1,708,073</u>	<u>\$ 1,717,286</u>	<u>\$ 101,018</u>
<u>Liabilities</u>				
Due to Others	\$ 110,231	\$ 1,708,073	\$ 1,717,286	\$ 101,018
Total Liabilities	<u>\$ 110,231</u>	<u>\$ 1,708,073</u>	<u>\$ 1,717,286</u>	<u>\$ 101,018</u>
<u>COUNTY TAX ASSESSOR COLLECTOR</u>				
<u>AUTOMOBILE FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 221,821	\$ 66,435,698	\$ 66,415,919	\$ 241,600
Total Assets	<u>\$ 221,821</u>	<u>\$ 66,435,698</u>	<u>\$ 66,415,919</u>	<u>\$ 241,600</u>
<u>Liabilities</u>				
Due to Other Governments	\$ 209,361	\$ 65,182,962	\$ 65,165,875	\$ 226,448
Due to Others	12,460	1,252,736	1,250,044	15,152
Total Liabilities	<u>\$ 221,821</u>	<u>\$ 66,435,698</u>	<u>\$ 66,415,919</u>	<u>\$ 241,600</u>

MCLENNAN COUNTY, TEXAS
 Combining Statement of Changes in Assets and Liabilities
 All Agency Funds
 For the Year Ended September 30, 2015

Description	Balance 9/30/2014	Additions	Deductions	Balance 9/30/2015
<u>COUNTY TAX ASSESSOR COLLECTOR</u>				
<u>VEHICLE INVENTORY TAX FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 1,145,933	\$ 1,964,488	\$ 1,899,355	\$ 1,211,066
Total Assets	<u>\$ 1,145,933</u>	<u>\$ 1,964,488</u>	<u>\$ 1,899,355</u>	<u>\$ 1,211,066</u>
<u>Liabilities</u>				
Due to Others	\$ 1,145,933	\$ 1,964,488	\$ 1,899,355	\$ 1,211,066
Total Liabilities	<u>\$ 1,145,933</u>	<u>\$ 1,964,488</u>	<u>\$ 1,899,355</u>	<u>\$ 1,211,066</u>
<u>COUNTY TAX ASSESSOR COLLECTOR</u>				
<u>AD VALOREM TAX FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 254,475	\$ 350,854,749	\$ 350,910,808	\$ 198,416
Total Assets	<u>\$ 254,475</u>	<u>\$ 350,854,749</u>	<u>\$ 350,910,808</u>	<u>\$ 198,416</u>
<u>Liabilities</u>				
Due to Other Governments	\$ 113,375	\$ 346,958,901	\$ 347,026,084	\$ 46,192
Due to Others	141,100	3,895,848	3,884,724	152,224
Total Liabilities	<u>\$ 254,475</u>	<u>\$ 350,854,749</u>	<u>\$ 350,910,808</u>	<u>\$ 198,416</u>
<u>CSCD EMPLOYEE DISHONESTY</u>				
<u>RECOVERY FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 167,116	\$ -	\$ -	\$ 167,116
Total Assets	<u>\$ 167,116</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 167,116</u>
<u>Liabilities</u>				
Due to Others	\$ 167,116	\$ -	\$ -	\$ 167,116
Total Liabilities	<u>\$ 167,116</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 167,116</u>
<u>DISTRICT ATTORNEY SEIZURES FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 204,437	\$ 452,774	\$ 426,547	\$ 230,664
Total Assets	<u>\$ 204,437</u>	<u>\$ 452,774</u>	<u>\$ 426,547</u>	<u>\$ 230,664</u>
<u>Liabilities</u>				
Due to Others	\$ 204,437	\$ 452,774	\$ 426,547	\$ 230,664
Total Liabilities	<u>\$ 204,437</u>	<u>\$ 452,774</u>	<u>\$ 426,547</u>	<u>\$ 230,664</u>
<u>DISTRICT CLERK COURT REGISTRY FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 2,055,641	\$ 1,536,846	\$ 1,468,267	\$ 2,124,220
Total Assets	<u>\$ 2,055,641</u>	<u>\$ 1,536,846</u>	<u>\$ 1,468,267</u>	<u>\$ 2,124,220</u>
<u>Liabilities</u>				
Due to Others	\$ 2,055,641	\$ 1,536,846	\$ 1,468,267	\$ 2,124,220
Total Liabilities	<u>\$ 2,055,641</u>	<u>\$ 1,536,846</u>	<u>\$ 1,468,267</u>	<u>\$ 2,124,220</u>

MCLENNAN COUNTY, TEXAS
 Combining Statement of Changes in Assets and Liabilities
 All Agency Funds
 For the Year Ended September 30, 2015

Description	Balance 9/30/2014	Additions	Deductions	Balance 9/30/2015
<u>DRUG TASK FORCE SEIZURE FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 3,891	\$ 1	\$ -	\$ 3,892
Total Assets	<u>\$ 3,891</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 3,892</u>
<u>Liabilities</u>				
Due to Others	\$ 3,891	\$ 1	\$ -	\$ 3,892
Total Liabilities	<u>\$ 3,891</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 3,892</u>
<u>FEE OFFICERS FEE FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 744,161	\$ 24,101,444	\$ 24,090,173	\$ 755,432
Total Assets	<u>\$ 744,161</u>	<u>\$ 24,101,444</u>	<u>\$ 24,090,173</u>	<u>\$ 755,432</u>
<u>Liabilities</u>				
Due to Others	\$ 744,161	\$ 24,101,444	\$ 24,090,173	\$ 755,432
Total Liabilities	<u>\$ 744,161</u>	<u>\$ 24,101,444</u>	<u>\$ 24,090,173</u>	<u>\$ 755,432</u>
<u>GENERAL SALES TAX FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 2,369	\$ 7,680	\$ 9,122	\$ 927
Total Assets	<u>\$ 2,369</u>	<u>\$ 7,680</u>	<u>\$ 9,122</u>	<u>\$ 927</u>
<u>Liabilities</u>				
Due to Others	\$ 2,369	\$ 7,680	\$ 9,122	\$ 927
Total Liabilities	<u>\$ 2,369</u>	<u>\$ 7,680</u>	<u>\$ 9,122</u>	<u>\$ 927</u>
<u>JUVENILE PROBATION DEPARTMENT FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 1,921	\$ 32,100	\$ 32,381	\$ 1,640
Total Assets	<u>\$ 1,921</u>	<u>\$ 32,100</u>	<u>\$ 32,381</u>	<u>\$ 1,640</u>
<u>Liabilities</u>				
Due to Others	\$ 1,921	\$ 32,100	\$ 32,381	\$ 1,640
Total Liabilities	<u>\$ 1,921</u>	<u>\$ 32,100</u>	<u>\$ 32,381</u>	<u>\$ 1,640</u>
<u>STATE FEES AND TAX ON FINES FUND</u>				
<u>Assets</u>				
Cash and Investments	\$ 439,923	\$ 3,684,133	\$ 3,706,472	\$ 417,584
Total Assets	<u>\$ 439,923</u>	<u>\$ 3,684,133</u>	<u>\$ 3,706,472</u>	<u>\$ 417,584</u>
<u>Liabilities</u>				
Due to Other Governments	\$ 439,923	\$ 3,684,133	\$ 3,706,472	\$ 417,584
Total Liabilities	<u>\$ 439,923</u>	<u>\$ 3,684,133</u>	<u>\$ 3,706,472</u>	<u>\$ 417,584</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
<u>Assets</u>				
Cash and Investments	\$ 9,214,847	\$ 458,860,092	\$ 458,860,597	\$ 9,214,342
Total Assets	<u>\$ 9,214,847</u>	<u>\$ 458,860,092</u>	<u>\$ 458,860,597</u>	<u>\$ 9,214,342</u>
<u>Liabilities</u>				
Due to Other Governments	\$ 762,964	\$ 415,827,345	\$ 415,899,666	\$ 690,643
Due to Others	8,451,883	43,032,747	42,960,931	8,523,699
Total Liabilities	<u>\$ 9,214,847</u>	<u>\$ 458,860,092</u>	<u>\$ 458,860,597</u>	<u>\$ 9,214,342</u>



STATISTICAL SECTION

McLENNAN COUNTY, TEXAS

STATISTICAL SECTION

This part of the County's Comprehensive Annual Financial Report presents detailed information to enhance the understanding of the information in the financial statements, note disclosures, and required supplementary information and what the data indicates about the County's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to aid in understanding how the County's financial performance and well-being have changed over time.	162
Revenue Capacity These schedules contain information to aid in assessing the County's most significant local revenue source – property tax.	173
Debt Capacity These schedules present information to aid in assessing the County's ability to issue additional debt in the future.	188
Demographic and Economic Information These schedules offer demographic and economic indicators to aid in understanding the environment within which the County's financial activities take place.	194
Operating Information These schedules contain service and infrastructure data to aid in understanding how the information in the County's financial report relates to the services the County provides and the activities it performs.	196

MCLENNAN COUNTY, TEXAS
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental Activities:				
Net investment in capital assets	\$ 38,878,368	\$ 36,068,109	\$ 36,965,521	\$ 27,440,541
Restricted	7,417,897	7,649,937	5,431,865	16,672,470
Unrestricted	<u>27,931,763</u>	<u>40,253,187</u>	<u>48,052,831</u>	<u>41,307,465</u>
Total governmental activities net position	<u>\$ 74,228,028</u>	<u>\$ 83,971,233</u>	<u>\$ 90,450,217</u>	<u>\$ 85,420,476</u>

Source: McLennan County Financial Records

Table I

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$ 29,135,069	\$ 25,954,771	\$ 28,111,535	\$ 29,363,825	\$ 29,011,534	\$ 26,331,288
11,361,732	12,680,139	12,594,499	23,764,573	23,273,221	17,281,152
<u>39,101,051</u>	<u>38,546,730</u>	<u>30,305,337</u>	<u>14,332,926</u>	<u>19,524,793</u>	<u>20,672,995</u>
<u>\$ 79,597,852</u>	<u>\$ 77,181,640</u>	<u>\$ 71,011,371</u>	<u>\$ 67,461,324</u>	<u>\$ 71,809,548</u>	<u>\$ 64,285,435</u>

MCLENNAN COUNTY, TEXAS
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	2006	2007	2008	2009
Expenses				
Governmental Activities				
General Administration	\$ 14,435,895	\$ 14,855,034	\$ 15,808,261	\$ 17,245,222
Judicial	5,751,910	6,227,910	6,669,017	7,248,749
Public Safety	32,310,783	33,214,912	34,683,156	39,168,947
Public Transportation	7,313,020	6,988,809	7,819,709	8,565,342
Health	4,629,481	5,266,641	6,061,339	6,409,230
Welfare	3,036,068	3,283,753	3,607,159	3,576,412
Culture - Recreation	2,791,759	1,400,841	2,032,111	1,504,867
Conservation	212,725	234,964	229,446	263,812
Economic Development and Assistance	959,154	616,903	1,018,783	521,606
Bond Issue Costs				
Interest and Fiscal Charges	2,297,051	2,168,398	2,029,542	4,032,729
Total Expenses	73,737,846	74,258,165	79,958,523	88,536,916
Program Revenues				
Governmental Activities				
Charges for Services				
General Government	3,249,953	3,310,693	3,243,070	3,164,407
Judicial	3,779,238	4,395,474	4,567,278	4,819,355
Public Safety	9,546,714	8,989,499	8,883,675	8,979,005
Health	-	-	-	-
Other Functions	995,049	703,067	663,445	443,776
Operating Grants and Contributions	6,882,132	5,366,998	7,613,051	5,498,389
Capital Grants and Contributions	1,677,870	1,458,719	356,397	1,104,671
Total Program Revenues	26,130,956	24,224,450	25,326,916	24,009,603
Net (Expense) Revenue	(47,606,890)	(50,033,715)	(54,631,607)	(64,527,313)
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property Taxes	37,573,209	39,671,579	43,482,285	46,382,793
Other Taxes	13,766,423	14,265,859	15,467,345	14,954,358
Investment Earnings	2,361,846	2,983,877	1,950,448	1,148,987
Gain (loss) on Sale of Capital Assets	(20,471)	1,118,564	-	369,965
Miscellaneous	34,130	71,784	210,513	150,158
Total	53,715,137	58,111,663	61,110,591	63,006,261
Changes in Net Position	\$ 6,108,247	\$ 8,077,948	\$ 6,478,984	\$ (1,521,052)

Source: McLennan County Financial Records

Table II

	2010	2011	2012	2013	2014	2015
\$	18,007,770	\$ 18,620,842	\$ 18,895,905	\$ 19,675,879	\$ 22,064,666	\$ 24,325,770
	7,417,422	7,485,639	7,742,911	7,733,304	6,628,252	6,588,228
	42,138,549	50,595,444	58,890,570	59,292,799	63,973,200	51,530,123
	7,778,514	8,273,879	8,982,384	9,205,139	9,281,312	9,471,436
	6,911,882	7,537,703	13,769,065	7,592,352	4,207,493	8,117,701
	3,673,446	3,976,166	4,366,526	4,908,110	5,815,128	6,010,385
	1,495,216	1,554,300	1,538,146	1,558,664	847,142	887,682
	302,347	297,797	332,517	324,771	245,475	249,210
	1,491,617	1,150,231	2,294,597	398,838	456,962	1,529,468
						880,443
	4,892,990	4,959,103	4,430,272	4,228,198	4,025,599	2,728,559
	<u>94,109,753</u>	<u>104,451,104</u>	<u>121,242,893</u>	<u>114,918,054</u>	<u>117,545,229</u>	<u>112,319,005</u>
	6,755,330	6,747,099	13,340,768	7,359,796	8,001,667	8,389,400
	3,325,698	4,159,152	4,250,203	3,232,011	4,667,788	3,153,189
	10,639,237	18,781,325	22,673,110	23,062,371	25,701,680	12,372,780
	-	-	-	-	-	5,234,952
	371,116	546,860	691,170	722,457	555,874	295,423
	4,647,558	6,799,208	6,696,331	6,255,887	6,829,803	6,099,514
	916,841	1,198,595	-	71,650	76,714	88,299
	<u>26,655,780</u>	<u>38,232,239</u>	<u>47,651,582</u>	<u>40,704,172</u>	<u>45,833,526</u>	<u>35,633,557</u>
	<u>(67,453,973)</u>	<u>(66,218,865)</u>	<u>(73,591,311)</u>	<u>(74,213,882)</u>	<u>(71,711,703)</u>	<u>(76,685,448)</u>
	47,789,261	49,631,517	52,061,578	55,564,880	61,260,691	65,686,502
	13,152,710	13,186,437	13,542,384	14,478,062	15,637,893	16,726,374
	1,040,369	688,659	378,774	311,385	255,786	305,161
	(803)	(49,267)	1,106,310	82,032	102,396	(363,758)
	113,727	345,307	331,996	227,476	419,762	599,612
	<u>62,095,264</u>	<u>63,802,653</u>	<u>67,421,042</u>	<u>70,663,835</u>	<u>77,676,528</u>	<u>82,953,891</u>
\$	<u>(5,358,709)</u>	<u>(2,416,212)</u>	<u>(6,170,269)</u>	<u>(3,550,047)</u>	<u>5,964,825</u>	<u>6,268,443</u>



MCLENNAN COUNTY, TEXAS
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Property Taxes	\$ 37,573,209	\$ 39,671,579	\$ 43,482,285	\$ 46,382,793	\$ 47,789,261	\$ 49,631,517	\$ 52,061,578	\$ 55,564,880	\$ 61,260,691	\$ 65,686,502
Sales Taxes	11,459,220	11,845,607	12,273,951	12,336,697	12,495,585	12,523,389	12,942,889	13,848,846	14,897,801	15,949,246
Other Taxes	2,307,203	2,420,252	3,193,394	2,617,661	657,124	663,048	599,495	629,216	740,092	777,128
Total Taxes	\$ 51,339,632	\$ 53,937,438	\$ 58,949,630	\$ 61,337,151	\$ 60,941,970	\$ 62,817,954	\$ 65,603,962	\$ 70,042,942	\$ 76,898,584	\$ 82,412,876

Source: McLennan County Financial Records

MCLENNAN COUNTY, TEXAS
Governmental Fund Balances
Last Ten Fiscal Years
(unaudited)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund:				
Reserved for Prepaids	\$ 211,578	\$ 204,210	\$ -	\$ -
Nonspendable	-	-	-	-
Unreserved	23,611,104	27,411,353	29,870,304	28,736,975
Restricted for :				
Public Safety	-	-	-	-
Committed For:				
Welfare	-	-	-	-
Economic Development	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	<u>\$ 23,822,682</u>	<u>\$ 27,615,563</u>	<u>\$ 29,870,304</u>	<u>\$ 28,736,975</u>
All Other Governmental Funds:				
Reserved for :				
Capital projects	\$ 4,735,797	\$ 4,366,068	\$ 2,252,494	\$ 4,065,611
Debt Service	1,920,477	2,054,747	2,228,786	9,320,659
Education	57,590	60,440	62,078	54,593
Unreserved, reported in:				
Special Revenue Funds	16,586,260	17,547,553	19,569,926	19,063,412
Capital Projects Funds	749,880	1,214,204	933,887	3,268,413
Nonspendable	-	-	-	-
Restricted for :				
General Government	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	-	-	-
Public Transportation	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Capital projects	-	-	-	-
Debt Service	-	-	-	-
Assigned for:				
Capital Projects	-	-	-	-
Committed for :				
Capital Projects	-	-	-	-
Judicial	-	-	-	-
Public Transportation	-	-	-	-
Unassigned	-	-	-	-
Total All Other Governmental Funds	<u>\$ 24,050,004</u>	<u>\$ 25,243,012</u>	<u>\$ 25,047,171</u>	<u>\$ 35,772,688</u>

Source: McLennan County Financial Records

GASB 54 was implemented in 2011.

Table IV

2010	2011	2012	2013	2014	2015
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	829,822	821,530
27,145,913	-	-	-	-	-
-	-	-	27,949	4,493	127
-	-	-	-	-	649
-	7,924,745	7,104,269	8,208,670	9,277,544	9,146,375
-	22,700,077	16,120,679	14,542,215	20,827,154	34,876,343
<u>\$ 27,145,913</u>	<u>\$ 30,624,822</u>	<u>\$ 23,224,948</u>	<u>\$ 22,778,834</u>	<u>\$ 30,939,013</u>	<u>\$ 44,845,024</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7,160,883	-	-	-	-	-
54,429	-	-	-	-	-
18,550,287	-	-	-	-	-
4,181,989	-	-	-	-	-
-	-	-	-	932	8,587
-	600,933	1,091,977	1,376,066	1,654,498	1,875,734
-	1,447,799	709,533	1,118,932	1,210,502	1,338,206
-	2,469,399	2,445,038	3,255,005	3,843,845	3,611,643
-	108,080	403,057	7,089,447	6,295,254	160,359
-	-	-	-	-	1,376,709
-	30,865	25,665	19,745	13,910	18,430
-	-	-	2,828,467	-	-
-	7,714,967	7,625,710	7,782,599	7,959,714	7,243,236
-	-	-	-	-	105,429
-	3,921,256	4,315,410	121,002	2,051,566	1,324,061
-	416,355	367,358	-	-	-
-	6,910,810	6,431,863	-	-	-
-	(11,770)	-	(211,014)	(64,232)	2
<u>\$ 29,947,588</u>	<u>\$ 23,608,694</u>	<u>\$ 23,415,611</u>	<u>\$ 23,380,249</u>	<u>\$ 22,965,989</u>	<u>\$ 17,062,396</u>

MCLENNAN COUNTY, TEXAS
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2006	2007	2008	2009
Revenues:				
Taxes	\$ 48,871,633	\$ 51,552,447	\$ 56,359,250	\$ 58,498,187
Licenses and Permits	1,820,253	1,887,215	1,913,187	1,990,933
Intergovernmental	8,512,786	5,907,990	7,529,708	6,210,605
Charges for Services	9,169,759	9,299,340	10,031,263	9,770,566
Fines and Forfeitures	2,323,514	1,870,289	1,871,241	2,251,821
Miscellaneous	8,357,361	8,705,285	7,004,436	6,218,473
Total Revenues	<u>79,055,306</u>	<u>79,222,566</u>	<u>84,709,085</u>	<u>84,940,586</u>
Expenditures				
Current:				
General Government	14,116,613	14,456,603	15,368,379	17,693,742
Judicial	5,516,560	5,993,688	6,446,573	6,596,838
Public Safety	30,989,699	31,715,864	33,202,863	36,754,437
Public Transportation	6,275,772	6,651,633	7,177,322	7,908,710
Health	4,613,184	5,235,375	6,005,100	6,269,271
Welfare	3,002,493	3,262,859	3,595,216	3,547,708
Culture - Recreation	603,470	633,514	660,270	738,272
Conservation	209,955	232,401	233,962	232,982
Economic Development and Assistance	959,154	616,903	1,018,783	521,606
Debt Service:				
Principal Retirement	3,665,635	3,962,713	4,337,593	4,437,441
Refunded Debt	-	-	-	-
Interest and Fiscal Charges	2,310,875	2,227,671	2,054,590	2,990,415
Bond Issue Costs	-	-	-	-
Call Premium	-	-	-	-
Capital Projects	1,784,761	1,896,997	2,947,063	36,738,978
Total Expenditures	<u>74,048,171</u>	<u>76,886,221</u>	<u>83,047,714</u>	<u>124,430,402</u>
Excess (Deficiency) Revenues over Expenditures	5,007,135	2,336,345	1,661,371	(39,489,816)
Other Financing Sources/Uses				
Transfers In	7,431,894	3,103,306	3,466,318	3,553,999
Transfers Out	(7,310,828)	(3,103,306)	(3,466,318)	(3,553,999)
Premium on Debt Issue	-	-	-	-
Issuance of Refunding Bonds	2,422,266	-	-	6,307,527
Proceeds from Refunding Bonds	-	-	-	-
Original Issue Discount on Refunding	-	-	-	-
Payment to Refunded Bond Agent	(2,422,266)	-	-	(6,212,169)
Sale of Capital Assets	112,927	1,299,262	67,049	218,355
Proceeds of Lease Purchase Agreement	111,836	1,051,495	116,845	1,558,022
Issuance of Notes Payable	321,379	298,788	213,636	-
Issuance of General Obligation Bonds	4,250,000	-	-	-
Issuance of Revenue Bonds	-	-	-	49,015,000
Issuance of Debt	-	-	-	-
Original Issue Discount	-	-	-	(1,804,732)
Total Other Financing Sources/Uses	<u>4,917,208</u>	<u>2,649,545</u>	<u>397,530</u>	<u>49,082,002</u>
Net Change in Fund Balances	<u>\$ 9,924,343</u>	<u>\$ 4,985,890</u>	<u>\$ 2,058,901</u>	<u>\$ 9,592,187</u>
Debt Service as a percentage of noncapital expenditures	<u>8.44%</u>	<u>8.64%</u>	<u>8.42%</u>	<u>15.99%</u>

Source: McLennan County Financial Records

Table V

2010	2011	2012	2013	2014	2015
\$ 60,011,671	\$ 61,979,009	\$ 64,960,096	\$ 69,562,618	\$ 76,133,697	\$ 81,569,973
2,001,988	2,031,610	2,100,914	2,145,703	2,120,891	3,500
6,948,891	8,415,401	7,496,194	7,090,702	6,656,026	5,669,577
13,673,785	25,212,776	28,339,619	29,060,381	33,943,794	23,656,723
2,045,098	1,832,035	1,911,203	2,165,147	1,238,137	891,682
5,871,302	2,725,383	2,716,456	2,370,920	2,226,763	7,029,817
<u>90,552,735</u>	<u>102,196,214</u>	<u>107,524,482</u>	<u>112,395,471</u>	<u>122,319,308</u>	<u>118,821,272</u>
16,947,450	17,336,335	17,805,065	17,955,812	21,103,708	23,101,623
6,727,611	6,926,972	7,144,816	7,227,500	6,078,636	6,079,956
40,461,232	46,257,859	54,229,892	55,647,938	59,997,660	47,170,206
7,443,205	7,106,349	8,233,340	8,126,900	8,516,802	9,672,842
6,736,717	7,473,464	7,530,747	7,503,520	4,129,723	8,048,344
3,639,835	3,949,629	4,332,591	4,879,256	5,782,433	5,978,936
805,849	750,345	743,610	759,871	44,211	76,483
270,402	276,939	309,416	305,165	226,464	228,893
1,491,617	1,150,231	2,294,597	398,838	456,962	1,529,468
4,247,504	4,676,092	4,939,514	4,982,514	4,585,597	6,767,874
-	-	-	-	-	45,700,000
4,889,397	4,741,295	4,394,411	4,220,104	4,101,648	2,993,175
-	-	-	-	-	880,443
-	-	-	-	-	1,828,000
4,561,517	4,163,985	2,227,440	1,453,120	381,385	686,827
<u>98,222,336</u>	<u>104,809,495</u>	<u>114,185,439</u>	<u>113,460,538</u>	<u>115,405,229</u>	<u>160,743,070</u>
(7,669,601)	(2,613,281)	(6,660,957)	(1,065,067)	6,914,079	(41,921,798)
6,616,775	8,071,343	5,512,804	10,866,721	11,054,251	14,494,300
(6,616,775)	(8,071,343)	(7,512,804)	(10,866,721)	(11,054,251)	(14,494,300)
-	278,793	177,331	499,181	-	-
-	5,885,000	-	-	-	-
-	-	-	-	8,800,000	50,045,000
-	-	-	-	-	(754,561)
-	(6,062,517)	-	-	(8,697,427)	-
116,591	115,933	890,669	84,410	108,269	67,325
136,850	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	620,998	566,452
-	-	-	-	-	-
<u>253,441</u>	<u>217,209</u>	<u>(932,000)</u>	<u>583,591</u>	<u>831,840</u>	<u>49,924,216</u>
<u>\$ (7,416,160)</u>	<u>\$ (2,396,072)</u>	<u>\$ (7,592,957)</u>	<u>\$ (481,476)</u>	<u>\$ 7,745,919</u>	<u>\$ 8,002,418</u>
<u>10.64%</u>	<u>9.43%</u>	<u>8.44%</u>	<u>8.34%</u>	<u>7.67%</u>	<u>6.22%</u>

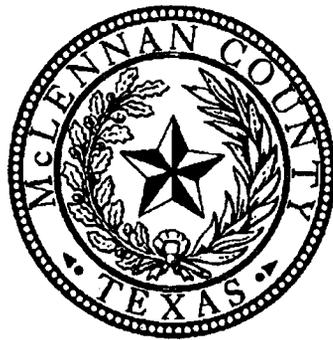


Table VI

MCLENNAN COUNTY, TEXAS
Taxable Assessed Value and Actual Value of Property
Last Ten Fiscal Years
(in thousands of dollars)
(Unaudited)

Fiscal Year	Real Property		Personal Property		Total		Direct Tax Rate per \$100 of valuation	Statutory Ratio of Assessed Value to True Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2006	\$ 8,710,431	\$ 8,710,431	\$ 2,119,471	\$ 2,119,471	\$ 10,829,902	\$ 10,829,902	\$ 0.4599	100.00%
2007	\$ 9,438,987	\$ 9,438,987	\$ 2,184,785	\$ 2,184,785	\$ 11,623,772	\$ 11,623,772	\$ 0.4519	100.00%
2008	\$ 10,112,257	\$ 10,112,257	\$ 2,232,182	\$ 2,232,182	\$ 12,344,439	\$ 12,344,439	\$ 0.4652	100.00%
2009	\$ 11,021,761	\$ 11,021,761	\$ 2,303,630	\$ 2,303,630	\$ 13,325,391	\$ 13,325,391	\$ 0.4647	100.00%
2010	\$ 11,550,239	\$ 11,550,239	\$ 2,378,254	\$ 2,378,254	\$ 13,928,493	\$ 13,928,493	\$ 0.4647	100.00%
2011	\$ 12,228,624	\$ 12,228,624	\$ 2,351,188	\$ 2,351,188	\$ 14,579,812	\$ 14,579,812	\$ 0.4643	100.00%
2012	\$ 13,049,064	\$ 13,049,064	\$ 2,454,073	\$ 2,454,073	\$ 15,503,137	\$ 15,503,137	\$ 0.4643	100.00%
2013	\$ 13,531,793	\$ 13,531,793	\$ 2,709,106	\$ 2,709,106	\$ 16,240,899	\$ 16,240,899	\$ 0.4843	100.00%
2014	\$ 13,983,537	\$ 13,983,537	\$ 2,558,243	\$ 2,558,243	\$ 16,541,780	\$ 16,541,780	\$ 0.5353	100.00%
2015	\$ 15,116,052	\$ 15,116,052	\$ 2,710,440	\$ 2,710,440	\$ 17,826,492	\$ 17,826,492	\$ 0.5353	100.00%

The assessment date is January 1

Source: McLennan County Tax Assessor-Collector

McLENNAN COUNTY, TEXAS
Property Tax Rates - Direct and Overlapping Governments
(Per \$100 of Assessed Value) (1)
Last Ten Fiscal Years
(Unaudited)

<u>Jurisdiction</u>	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Fiscal Year Ending Date - September 30	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Tax Roll Date - October 1 (2)										
Direct Government:										
<u>County-wide Taxing Entities:</u>										
McLennan County										
General Fund	0.3833	0.3750	0.3958	0.3700	0.3852	0.3789	0.3908	0.4237	0.4677	0.5086
Jury Fund	0.0029	0.0004	0.0008	0.0005	0.0010	0.0008	0.0004	0.0011	0.0000	0.0000
Debt Service Fund	0.0574	0.0564	0.0534	0.0499	0.0432	0.0385	0.0360	0.0353	0.0294	0.0262
Permanent Improvement Fund	0.0050	0.0082	0.0029	0.0301	0.0137	0.0246	0.0155	0.0005	0.0005	0.0005
Road and Bridge Fund									0.0377	0.0000
Farm to Market Fund	0.0113	0.0119	0.0123	0.0142	0.0216	0.0215	0.0215	0.0237	0.0000	0.0000
Total Direct Rate:	0.4599	0.4519	0.4652	0.4647	0.4647	0.4643	0.4643	0.4843	0.5353	0.5353
Overlapping Governments:										
<u>County-wide Taxing Entities:</u>										
McLennan County College District	0.1211	0.1204	0.1511	0.1511	0.1563	0.1528	0.1528	0.1515	0.1495	0.1497
<u>Special Districts:</u>										
<u>County-Line Special Districts:</u>										
McLennan and Hill Counties Tehuacana										
Creek Water Control and Improvement										
District No. 1	0.0283	0.0284	0.0250	0.0250	0.0237	0.0237	0.0252	0.2556	0.0252	0.0252
McLennan and Hill Counties Tehuacana										
Creek Water Control and Improvement										
District - Benefit Tax	2.5000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
<u>Other Special Districts:</u>										
Castleman Creek Special Improvement District	0.1370	0.1304	0.1304	0.1304	0.1000	0.1000	0.1000	0.1010	0.1010	0.1010
Downtown Special Improvement District	0.1000	0.1000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Elm Creek Watershed Authority	0.0294	0.0294	0.0283	0.0306	0.0327	0.0327	0.0327	0.0327	0.0327	0.0327
<u>Cities:</u>										
Bellmead	0.2964	0.2788	0.2533	0.2470	0.2656	0.2748	0.2986	0.2986	0.2986	0.3186
Beverly Hills	0.0000	0.2829	0.2829	0.2829	0.3298	0.3266	0.3625	0.4036	0.4527	0.4901
Bruceville-Eddy	0.4495	0.4495	0.4426	0.4637	0.4822	0.4841	0.4982	0.4982	0.4982	0.4982
Crawford	0.3267	0.3402	0.3822	0.3822	0.4998	0.4999	0.4995	0.4999	0.4999	0.4999
Gholson	0.2454	0.2340	0.2179	0.2179	0.2135	0.2135	0.2135	1.0400	0.2135	0.2135

(continued)

(continued)

McLENNAN COUNTY, TEXAS
Property Tax Rates - Direct and Overlapping Governments
(Per \$100 of Assessed Value) (1)
Last Ten Fiscal Years
(Unaudited)

Jurisdiction	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Fiscal Year Ending Date - September 30	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Tax Roll Date - October 1 (2)	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Cities (continued):										
Hewitt	0.4842	0.4842	0.4842	0.4842	0.4998	0.4998	0.5150	0.5397	0.5397	0.5397
Lacy-Lakeview	0.2920	0.3285	0.3285	0.3285	0.3659	0.3592	0.3592	0.3592	0.3572	0.3595
Lorena	0.5246	0.5004	0.5068	0.5068	0.5054	0.5389	0.5389	0.5614	0.5614	0.5900
Mart	0.8320	0.7842	0.7988	0.7988	0.8253	0.8067	0.8067	0.7802	0.7399	0.7592
McGregor	0.5700	0.5650	0.5577	0.5772	0.5414	0.5302	0.6000	0.6000	0.5950	0.5950
Moody	0.4886	0.5004	0.5396	0.5395	0.6173	0.6335	0.6261	0.6728	0.6349	0.6185
Riesel	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.3500	0.3500	0.3735
Robinson	0.3870	0.3870	0.4170	0.4170	0.4065	0.4155	0.4155	0.4700	0.4700	0.5053
Waco	0.6997	0.6997	0.7862	0.7962	0.7862	0.7862	0.7862	0.7862	0.7762	0.7762
West	0.3590	0.3676	0.4140	0.4548	0.4548	0.4725	0.4925	0.5770	0.5770	0.6065
Woodway	0.4572	0.4572	0.4572	0.4572	0.4572	0.4569	0.4569	0.4569	0.4700	0.4700
School Districts:										
County-Line School Districts:										
Axtell Independent School District	1.5000	1.3700	1.1700	1.1700	1.1700	1.1700	1.1700	1.1700	1.1700	1.1700
Bruceville-Eddy Independent School District	1.4500	1.3257	1.3250	1.3250	1.3250	1.3250	1.3250	1.3250	1.3250	1.3250
China Spring Independent School District	1.5900	1.4595	1.4296	1.4296	1.4070	1.4114	1.4114	1.3744	1.5400	1.5161
Crawford Independent School District	1.6200	1.4915	1.2479	1.3778	1.2689	1.2266	1.2131	1.2807	1.2414	1.2305
Lorena Independent School District	1.7000	1.5815	1.2474	1.2474	1.2800	1.2900	1.3100	1.6200	1.6400	1.6400
Mart Independent School District	1.5380	1.4204	1.1954	1.1954	1.1912	1.2018	1.0400	1.2071	1.2995	1.2388
Moody Independent School District	1.4200	1.2591	0.9867	1.0280	1.3941	1.3850	1.3941	1.1100	1.3413	1.4160
Oglesby Independent School District	1.5000	1.3041	1.1052	1.1050	1.1100	1.1100	1.1137	1.1137	1.1100	1.1000
Riesel Independent School District	1.6454	1.5126	1.1963	1.1499	1.1100	1.2989	1.3029	1.3029	1.3100	1.3950
Robinson Independent School District	1.6274	1.5109	1.1800	1.3150	1.3150	1.3150	1.3150	1.3150	1.5100	1.5100
Valley Mills Independent School District	1.6700	1.5100	1.3140	1.3140	1.3140	1.3140	1.3140	1.3140	1.3140	1.3140
West Independent School District	1.7364	1.5510	1.2253	1.2253	1.2300	1.2250	1.2252	1.2700	1.2700	1.2831
Other School Districts:										
Bosqueville Independent School District	1.5300	1.4198	1.5613	1.5551	1.5453	1.5376	1.4785	1.4785	1.4782	1.5034
Connally Independent School District	1.6520	1.5118	1.2300	1.2300	1.2888	1.2811	1.2691	1.2691	1.2744	1.2816
Gholson Independent School District	1.4524	1.3278	1.0400	1.0400	1.0400	1.0400	1.0400	1.0400	1.0400	1.0400
Hallsburg Independent School District	1.5000	1.3700	1.0401	1.0400	1.0400	1.0400	1.0400	1.0400	1.2913	1.2939
LaVega Independent School District	1.6925	1.5366	1.1828	1.1828	1.3650	1.3650	1.4200	1.4200	1.4650	1.4590
McGregor Independent School District	1.6500	1.5211	1.2100	1.2100	1.1900	1.1900	1.1900	1.1850	1.3550	1.3550
Midway Independent School District	1.6220	1.5065	1.3200	1.3200	1.3200	1.3200	1.3200	1.3200	1.3200	1.3200
Waco Independent School District	1.5640	1.4438	1.3591	1.3664	1.3648	1.3610	1.3610	1.3548	1.3532	1.4000

(1) Source - Tax Rates obtained from McLennan County Tax-Assessor/Collector's office.

(2) The tax roll generally provides funds for use in the fiscal year ending in the following calendar year.

McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	McLennan County			McLennan Community College			Overlapping Rates City of Bellmead			City of Beverly Hills		
	Maint & Operating	Debt Service	Total Tax Rate	Maint & Operating	Debt Service	Total Tax Rate	Maint & Operating	Debt Service	Total Tax Rate	Maint & Operating	Debt Service	Total Tax Rate
	Tax Rate	Rate		Rate	Tax Rate		Rate	Tax Rate		Rate	Tax Rate	
2006	0.4010	0.0589	0.4599	0.1046	0.0165	0.1211	0.2197	0.0767	0.2964	-	-	-
2007	0.3940	0.0579	0.4519	0.1050	0.0154	0.1204	0.2101	0.0687	0.2788	0.2829	-	0.2829
2008	0.4103	0.0549	0.4652	0.0993	0.0518	0.1511	0.1883	0.0650	0.2533	0.2829	-	0.2829
2009	0.4132	0.0515	0.4647	0.1001	0.0510	0.1511	0.1840	0.0630	0.2470	0.2829	-	0.2829
2010	0.4194	0.0453	0.4647	0.1048	0.0515	0.1563	0.1958	0.0698	0.2656	0.3298	-	0.3298
2011	0.4258	0.0385	0.4643	0.1003	0.0526	0.1528	0.2114	0.0634	0.2748	0.3266	-	0.3266
2012	0.4283	0.0360	0.4643	0.1003	0.0526	0.1528	0.2111	0.0875	0.2986	0.3625	-	0.3625
2013	0.4490	0.0353	0.4843	0.1033	0.0482	0.1515	0.2111	0.0875	0.2986	0.4036	-	0.4036
2014	0.5059	0.0294	0.5353	0.1043	0.0452	0.1495	0.2144	0.0842	0.2986	0.4527	-	0.4527
2015	0.5091	0.0262	0.5353	0.1089	0.0408	0.1497	0.2390	0.0796	0.3186	0.4901	-	0.4901

Source - Tax Rates obtained from McLennan County Tax-Assessor/Collector's office.

(1) Overlapping rates are those of local governments that apply to property owners within McLennan County. Not all overlapping rates apply to all McLennan County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district.)

(continued)

McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	City of Bruceville-Eddy			City of Crawford			City of Gholson			City of Hewitt		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	0.4495	-	0.4495	0.3267	-	0.3267	0.2454	-	0.2454	0.2737	0.2105	0.4842
2007	0.4495	-	0.4495	0.3402	-	0.3402	0.2340	-	0.2340	0.2754	0.2088	0.4842
2008	0.4426	-	0.4426	0.3822	-	0.3822	0.2179	-	0.2179	0.2900	0.1942	0.4842
2009	0.4637	-	0.4637	0.3822	-	0.3822	0.2179	-	0.2179	0.2956	0.1886	0.4842
2010	0.4822	-	0.4822	0.4998	-	0.4998	0.2135	-	0.2135	0.3381	0.1617	0.4998
2011	0.4841	-	0.4841	0.4117	0.0882	0.4999	0.2135	-	0.2135	0.3601	0.1398	0.4998
2012	0.4982	-	0.4982	0.3790	0.1205	0.4995	0.2135	-	0.2135	0.3635	0.1515	0.5150
2013	0.4982	-	0.4982	0.3788	0.1211	0.4999	1.0400	-	1.0400	0.3860	0.1537	0.5397
2014	0.4982	-	0.4982	0.3856	0.1143	0.4999	0.2135	-	0.2135	0.3860	0.1537	0.5397
2015	0.4982	-	0.4982	0.2672	0.2327	0.4999	0.2135	-	0.2135	0.3299	0.2098	0.5397

(continued)

(continued)

McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	City of Lacy-Lakeview			City of Lorena			City of Mart			City of McGregor		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	0.2561	0.0359	0.2920	0.3116	0.2130	0.5246	0.5826	0.2494	0.8320	0.4700	0.1000	0.5700
2007	0.2959	0.0327	0.3286	0.3176	0.1828	0.5004	0.4794	0.3048	0.7842	0.4700	0.0950	0.5650
2008	0.2975	0.0310	0.3285	0.3342	0.1726	0.5068	0.4986	0.3002	0.7988	0.4681	0.0896	0.5577
2009	0.2115	0.1170	0.3285	0.3448	0.1620	0.5068	0.3532	0.4456	0.7988	0.4753	0.1019	0.5772
2010	0.2417	0.1243	0.3660	0.3508	0.1546	0.5054	0.3671	0.4582	0.8253	0.4832	0.0582	0.5414
2011	0.2345	0.1247	0.3592	0.3817	0.1572	0.5389	0.3043	0.5025	0.8067	0.4872	0.0429	0.5302
2012	0.2445	0.1146	0.3592	0.3817	0.1572	0.5389	0.3043	0.5025	0.8067	0.4013	0.1987	0.6000
2013	0.2605	0.0986	0.3592	0.4082	0.1532	0.5614	0.3376	0.4426	0.7802	0.4131	0.1869	0.6000
2014	0.2648	0.0924	0.3572	0.4131	0.1483	0.5614	0.3605	0.3794	0.7399	0.3961	0.1989	0.5950
2015	0.2679	0.0916	0.3595	0.4132	0.1768	0.5900	0.3470	0.4122	0.7592	0.4075	0.1875	0.5950

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(continued)

(continued)

McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	City of Moody			City of Riesel			City of Robinson			City of Waco		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	0.4886	-	0.4886	0.2500	-	0.2500	0.2679	0.1191	0.3870	0.5663	0.1334	0.6997
2007	0.5004	-	0.5004	0.2500	-	0.2500	0.2794	0.1076	0.3870	0.5700	0.1297	0.6997
2008	0.5396	-	0.5396	0.2500	-	0.2500	0.2889	0.1281	0.4170	0.5802	0.2060	0.7862
2009	0.5395	-	0.5395	0.2500	-	0.2500	0.2998	0.1172	0.4170	0.6004	0.1958	0.7962
2010	0.6173	-	0.6173	0.2500	-	0.2500	0.2938	0.1127	0.4065	0.6037	0.1825	0.7862
2011	0.6335	-	0.6335	0.2500	-	0.2500	0.2947	0.1208	0.4155	0.6112	0.1750	0.7862
2012	0.6261	-	0.6261	0.2500	-	0.2500	0.2947	0.1208	0.4155	0.6133	0.1730	0.7862
2013	0.6728	-	0.6728	0.2500	0.1000	0.3500	0.3433	0.1267	0.4700	0.6374	0.1488	0.7862
2014	0.6349	-	0.6349	0.2500	0.1000	0.3500	0.3433	0.1267	0.4700	0.6467	0.1295	0.7762
2015	0.6185	-	0.6185	0.2729	0.1006	0.3735	0.3719	0.1334	0.5053	0.6467	0.1295	0.7762

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McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	City of West			City of Woodway			Axtell ISD			Bosqueville ISD		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	0.3590	-	0.3590	0.3242	0.1330	0.4572	1.5000	-	1.5000	1.4599	0.0701	1.5300
2007	0.3676	-	0.3676	0.3347	0.1225	0.4572	1.3700	-	1.3700	1.3346	0.0852	1.4198
2008	0.4140	-	0.4140	0.3440	0.1132	0.4572	1.1700	-	1.1700	1.4021	0.1592	1.5613
2009	0.4548	-	0.4548	0.3600	0.0972	0.4572	1.1700	-	1.1700	1.1653	0.3898	1.5551
2010	0.3571	0.0977	0.4548	0.3775	0.0797	0.4572	1.1700	-	1.1700	1.1626	0.3827	1.5453
2011	0.3812	0.0913	0.4725	0.4084	0.0485	0.4569	1.1700	-	1.1700	1.1700	0.3676	1.5376
2012	0.4048	0.0877	0.4925	0.4078	0.0491	0.4569	1.1700	-	1.1700	1.1700	0.3085	1.4785
2013	0.4733	0.1037	0.5770	0.4078	0.0491	0.4569	1.1700	-	1.1700	1.1700	0.3085	1.4785
2014	0.4824	0.0946	0.5770	0.4247	0.0453	0.4700	1.1700	-	1.1700	1.1700	0.3082	1.4782
2015	0.4956	0.1109	0.6065	0.4247	0.0453	0.4700	1.1700	-	1.1700	1.1700	0.3334	1.5034

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McLENNAN COUNTY, TEXAS
Components of Property Tax Rates
Direct and Overlapping Governments (1)
(Per \$100 of Assessed Value)
Last Ten Fiscal Years
(Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	Bruceville-Eddy ISD			China Spring ISD			Connally ISD			Crawford ISD		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	1.4500	-	1.4500	1.4084	0.1816	1.5900	1.4996	0.1524	1.6520	1.5001	0.1199	1.6200
2007	1.3257	-	1.3257	1.2888	0.1707	1.4595	1.3700	0.1418	1.5118	1.3700	0.1215	1.4915
2008	1.1700	0.1550	1.3250	0.9860	0.4436	1.4296	0.9994	0.2306	1.2300	1.1168	0.1311	1.2479
2009	1.1700	0.1550	1.3250	1.0400	0.3896	1.4296	1.1653	0.3898	1.5551	1.1484	0.2294	1.3778
2010	1.1700	0.1550	1.3250	1.0181	0.3889	1.4070	1.1626	0.3827	1.5453	1.0596	0.2093	1.2689
2011	1.1700	0.1550	1.3250	1.0400	0.3714	1.4114	1.0400	0.2411	1.2811	1.0400	0.1866	1.2266
2012	1.1700	0.1550	1.3250	1.0400	0.3714	1.4114	1.0400	0.2291	1.2691	1.0400	0.1731	1.2131
2013	1.1700	0.1550	1.3250	1.0400	0.3344	1.3744	1.0400	0.2291	1.2691	1.0400	0.2407	1.2807
2014	1.1700	0.1550	1.3250	1.0400	0.5000	1.5400	1.0400	0.2344	1.2744	1.0400	0.2014	1.2414
2015	1.1700	0.1550	1.3250	1.0400	0.4761	1.5161	1.0400	0.2416	1.2816	1.0400	0.1905	1.2305

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McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	Gholson ISD			Hallsburg ISD			LaVega ISD			Lorena ISD		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	1.4524	-	1.4524	1.5000	-	1.5000	1.5000	0.1925	1.6925	1.5000	0.2000	1.7000
2007	1.3278	-	1.3278	1.3700	-	1.3700	1.3700	0.1666	1.5366	1.3700	0.2115	1.5815
2008	1.0400	-	1.0400	1.0401	-	1.0401	1.0201	0.1627	1.1828	1.0392	0.2082	1.2474
2009	1.0400	-	1.0400	1.0400	-	1.0400	1.0400	0.1428	1.1828	1.0400	0.2074	1.2474
2010	1.0400	-	1.0400	1.0400	-	1.0400	1.1459	0.2191	1.3650	1.0672	0.2128	1.2800
2011	1.0400	-	1.0400	1.0400	-	1.0400	1.1700	0.1950	1.3650	1.1700	0.1200	1.2900
2012	1.0400	-	1.0400	1.0400	-	1.0400	1.1700	0.2500	1.4200	1.1700	0.1400	1.3100
2013	1.0400	-	1.0400	1.0400	-	1.0400	1.1700	0.2500	1.4200	1.1700	0.4500	1.6200
2014	1.0400	-	1.0400	1.0400	0.2513	1.2913	1.1700	0.2950	1.4650	1.1700	0.4700	1.6400
2015	1.0400	-	1.0400	1.0400	0.2539	1.2939	1.1700	0.2890	1.4590	1.1700	0.4700	1.6400

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McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	Mart ISD			McGregor ISD			Midway ISD			Moody ISD		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	1.3882	0.1498	1.5380	1.4900	0.1600	1.6500	1.3720	0.2500	1.6220	1.4200	-	1.4200
2007	1.2709	0.1495	1.4204	1.3611	0.1600	1.5211	1.2565	0.2500	1.5065	1.2591	-	1.2591
2008	1.0416	0.1538	1.1954	1.0575	0.1525	1.2100	1.0642	0.2558	1.3200	0.9867	-	0.9867
2009	1.0401	0.1553	1.1954	1.0400	0.1700	1.2100	1.0400	0.2800	1.3200	1.0280	-	1.0280
2010	1.0155	0.1757	1.1912	1.0400	0.1500	1.1900	1.0400	0.2800	1.3200	0.9004	0.4937	1.3941
2011	1.0400	0.1618	1.2018	1.0400	0.1500	1.1900	1.0400	0.2800	1.3200	1.0400	0.3450	1.3850
2012	1.0400	-	1.0400	1.0400	0.1500	1.1900	1.0400	0.2800	1.3200	1.0400	0.3541	1.3941
2013	1.0400	0.1671	1.2071	1.0400	0.1450	1.1850	1.0400	0.2800	1.3200	1.0400	0.3541	1.3941
2014	1.0400	0.1895	1.2295	1.0400	0.3150	1.3550	1.0400	0.2800	1.3200	1.0400	0.3013	1.3413
2015	1.0400	0.1988	1.2388	1.0400	0.3150	1.3550	1.0400	0.2800	1.3200	1.0400	0.3760	1.4160

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McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates											
	Oglesby ISD			Riesel ISD			Robinson ISD			Valley Mills ISD		
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate
2006	1.3300	0.1700	1.5000	1.4999	0.1455	1.6454	1.4999	0.1275	1.6274	1.5000	0.1600	1.6600
2007	1.2370	0.0671	1.3041	1.3700	0.1426	1.5126	1.3700	0.1409	1.5109	1.3500	0.1600	1.5100
2008	1.0400	0.0652	1.1052	1.0562	0.1401	1.1963	1.0443	0.1357	1.1800	1.0400	0.2740	1.3140
2009	1.0400	0.0650	1.1050	0.9996	0.1503	1.1499	1.1590	0.1560	1.3150	1.0400	0.2740	1.3140
2010	1.0400	0.0700	1.1100	1.0039	0.1061	1.1100	1.1691	0.1459	1.3150	1.0400	0.2740	1.3140
2011	1.0400	0.0700	1.1100	1.0400	0.2589	1.2989	1.1700	0.1450	1.3150	1.0400	0.2740	1.3140
2012	1.0400	0.0737	1.1137	1.0400	0.2629	1.3029	1.1700	0.1450	1.3150	1.0400	0.2740	1.3140
2013	1.0400	0.0700	1.1100	1.0400	0.2629	1.3029	1.1700	0.1450	1.3150	1.0400	0.2740	1.3140
2014	1.0400	0.0737	1.1137	1.0400	0.2700	1.3100	1.1700	0.3400	1.5100	1.0400	0.2740	1.3140
2015	1.0400	0.0600	1.1000	1.0400	0.3550	1.3950	1.1700	0.3400	1.5100	1.0400	0.2740	1.3140

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McLENNAN COUNTY, TEXAS
 Components of Property Tax Rates
 Direct and Overlapping Governments (1)
 (Per \$100 of Assessed Value)
 Last Ten Fiscal Years
 (Unaudited)

Table VIII

Fiscal Year	Overlapping Rates												Total Direct and Overlapping Rates
	Waco ISD			West ISD			Special Districts						
	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Maint & Operating Tax Rate	Debt Service Tax Rate	Total Tax Rate	Tehuacana Creek WCID #1	Tehuacana Creek WCID Benefit Tax	Castleman Creek SID	Downtown SID	Elm Creek Watershed Authority		
2006	1.4455	0.1185	1.5640	1.5000	0.2364	1.7364	0.0283	2.5000	0.1370	0.1000	0.0294	41.6881	
2007	1.3218	0.1220	1.4438	1.3700	0.1810	1.5510	0.0284	-	0.1304	0.1000	0.0294	36.7039	
2008	1.2165	0.1426	1.3591	1.0426	0.1827	1.2253	0.0250	-	0.1304	-	0.0283	32.4850	
2009	1.0456	0.3208	1.3664	1.0400	0.1853	1.2253	0.0250	-	0.1304	-	0.0306	33.1575	
2010	1.0389	0.3259	1.3648	1.0441	0.1859	1.2300	0.0237	-	0.1000	-	0.0327	33.8038	
2011	1.0400	0.3210	1.3610	1.0400	0.1850	1.2250	0.0237	-	0.1000	-	0.0327	33.7292	
2012	1.0400	0.3210	1.3610	1.0400	0.1852	1.2252	0.0252	-	0.1000	-	0.0327	33.7471	
2013	1.0400	0.3148	1.3548	1.0400	0.2300	1.2700	0.2556	-	0.1010	-	0.0327	35.7094	
2014	1.0400	0.3132	1.3532	1.0400	0.2300	1.2700	0.0252	-	0.1010	-	0.0327	35.4598	
2015	1.1700	0.2300	1.4000	1.0400	0.2431	1.2831	0.0252	-	0.1010	-	0.0327	35.8492	

McLENNAN COUNTY, TEXAS
Principal Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	<u>2015</u>			<u>2006</u>		
	<u>2014 Tax Roll* Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>	<u>2005 Tax Roll* Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>
Oncor Electric Delivery Co.	148,047,391	1	0.8305%			
Coca-Cola Company	74,540,684	2	0.4181%	49,526,616	4	0.4573%
Sandy Creek Energy Assoc LP ETAL	74,189,422	3	0.4162%			
Mars SnackFood U.S.	72,699,466	4	0.4078%			
Allergan Inc.	70,850,892	5	0.3974%	30,390,634	9	0.2806%
L-3 Communications	69,480,120	6	0.3898%	30,405,613	8	0.2808%
A H P LLC	64,948,049	7	0.3643%			
Union Pacific Railroad Co.	56,810,760	8	0.3187%			
Inland Western Waco Central LP	56,773,250	9	0.3185%			
Butt H E Grocery Co	56,520,204	10	0.3171%			
TXU Delivery Company				111,301,184	1	1.0277%
Masterfood USA				75,149,868	3	0.6939%
Southwestern Bell Telephone Co.				76,482,810	2	0.7062%
AIG Baker Waco, LLC				43,792,699	5	0.4044%
Owens-Brockway Glass Services				29,892,115	10	0.2760%
CBL/Richland Mall LP				35,842,184	6	0.3310%
Pilgrim's Pride Corporation				31,280,364	7	0.2888%
	<u>\$ 744,860,238</u>		<u>4.1784%</u>	<u>\$ 514,064,087</u>		<u>4.7467%</u>
Total Assessed Valuation	<u>\$ 17,826,491,682</u>			<u>\$ 10,829,902,207</u>		

* The Tax Roll provides funds for the following Fiscal Year.

Source: McLennan County Tax Assessor-Collector

McLENNAN COUNTY, TEXAS
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected
2006	37,993,593	36,878,049	97.06%
2007	40,322,975	39,184,618	97.18%
2008	44,027,709	42,941,073	97.53%
2009	47,547,908	46,815,670	98.46%
2010	46,339,667	45,320,194	97.80%
2011	47,702,573	46,734,210	97.97%
2012	50,223,877	49,324,870	98.21%
2013	53,633,113	52,854,054	98.55%
2014	61,764,543	60,882,941	98.57%
2015	66,378,591	65,416,974	98.55%

Source: McLennan County Financial Records

Table XI

MCLENNAN COUNTY, TEXAS
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Obligation Bonds	Revenue Bonds	Bank Notes Payable	Capital Leases Obligation	Total Long Term Debt (1)	Percent of Personal Income	Per Capita
2006	43,150,000		852,505	5,580,479	49,582,984	0.78	221
2007	40,040,000		768,009	6,162,545	46,970,554	0.67	208
2008	36,720,000		561,038	5,682,403	42,963,441	0.59	188
2009	33,245,000	49,015,000	200,958	6,643,065	89,104,023	1.27	387
2010	30,020,000	49,015,000	49,176	5,910,763	84,994,939	1.17	364
2011	26,985,000	48,265,000	-	4,963,847	80,213,847	0.95	341
2012	23,875,000	47,465,000	148,343	3,963,322	75,451,665	0.87	316
2013	20,670,000	46,610,000	89,681	3,598,650	70,968,331	0.80	297
2014	18,250,000	45,700,000	-	3,228,734	67,178,734	0.69	278
2015	15,570,000	46,960,000		2,792,305	65,322,305	0.63	268

(1) Excludes Compensated Absences and Net OPEB Obligations

Source: McLennan County Financial Records

Table XII

MCLENNAN COUNTY, TEXAS
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated Population	Assessed Value (in thousands of dollars)	Gross Bonded Debt	Less: Amounts Available for Debt Service	Net Bonded Debt	Percent of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2006	224,668	10,829,902	43,150,000	1,920,477	41,229,523	0.3807%	184
2007	226,189	11,623,772	40,040,000	2,054,747	37,985,253	0.3268%	168
2008	228,123	12,344,439	36,720,000	2,228,786	34,491,214	0.2794%	151
2009	230,213	13,325,391	82,260,000	9,320,659	72,939,341	0.5474%	317
2010	233,378	13,928,493	79,035,000	6,896,087	72,138,913	0.5179%	309
2011	234,906	14,579,812	75,250,000	7,351,772	67,898,228	0.4657%	289
2012	238,564	15,503,137	71,340,000	6,940,186	64,399,814	0.4154%	270
2013	238,707	16,240,899	67,280,000	7,782,599	59,497,401	0.3663%	249
2014	241,481	16,541,780	63,775,000	7,959,714	55,815,286	0.3374%	231
2015	243,441	17,826,492	62,530,000	7,243,236	55,286,764	0.3101%	227

Source: McLennan County Financial Records

McLENNAN COUNTY, TEXAS

Computation of Direct and Overlapping Debt

September 30, 2015

(Unaudited)

Jurisdiction	As of	Net Debt Outstanding (1)	Percentage Applicable to County (2)	Amount Applicable to County
Overlapping Debt:				
<u>County-Wide Taxing Entities:</u>				
McLennan County College District	8/31/2015	67,370,000	100%	67,370,000
<u>Special Districts:</u>				
County-Line Special Districts:				
Aquilla-Hackberry Creek Conservation District	9/30/2015	-	25%	-
McLennan and Hill Counties Tehuacana Creek Water Control and Improvement District No. 1	9/30/2015	-	99.46%	-
McLennan and Hill Counties Tehuacana Creek Water Control and Improvement District - Benefit Tax	9/30/2015	-	79.87%	-
Other Special Districts:				
Elm Creek Watershed Authority	9/30/2015	-	100%	-
McLennan County Water Control and Improvement District No. 2	9/30/2015	-	100%	-
Tax Increment District No. 1	9/30/2015	-	100%	-
Tax Increment District No. 2	9/30/2015	-	100%	-
Castlemen Creek	9/30/2015	-	100%	-
<u>Cities:</u>				
Bellmead	9/30/2015	8,800,000	100%	8,800,000
Beverly Hills	9/30/2015	-	100%	-
Bruceville-Eddy	12/31/2015	-	100%	-
Crawford	10/31/2015	1,821,000	100%	1,821,000
Gholson	9/30/2015	-	100%	-
Hewitt	9/30/2015	39,160,000	100%	39,160,000
Lacy-Lakeview	9/30/2015	2,255,000	100%	2,255,000
Lorena	9/30/2015	1,016,387	100%	1,016,387
Mart	9/30/2015	713,834	100%	713,834
McGregor	9/30/2015	8,228,833	100%	8,228,833
Moody	9/30/2015	219,660	100%	219,660
Riesel	9/30/2015	647,000	100%	647,000
Robinson	9/30/2015	12,370,000	100%	12,370,000
Waco	9/30/2015	79,385,000	100%	79,385,000
West	9/30/2015	-	100%	-
Woodway	9/30/2015	2,460,000	100%	2,460,000

(continued)

(continued)

McLENNAN COUNTY, TEXAS

Computation of Direct and Overlapping Debt

September 30, 2015
(Unaudited)

<u>Jurisdiction</u>	<u>As of</u>	<u>Net Debt Outstanding (1)</u>	<u>Percentage Applicable to County (2)</u>	<u>Amount Applicable to County</u>	
School Districts:					
County-Line School Districts:					
Axtell Independent School District	8/31/2015	-	93%	-	
Bruceville-Eddy Independent School District	6/30/2015	6,640,000	97.41%	6,468,024	
China Spring Independent School District	6/30/2015	44,145,000	97.01%	42,825,065	
Crawford Independent School District	8/31/2015	4,855,180	96.64%	4,692,046	
Lorena Independent School District	8/31/2015	32,674,366	97.98%	32,014,344	
Mart Independent School District	8/31/2015	2,105,000	79.04%	1,663,792	
Moody Independent School District	8/31/2015	10,619,487	53.77%	5,710,098	
Oglesby Independent School District	8/31/2015	260,000	7.11%	18,486	
Riesel Independent School District	8/31/2015	25,830,732	49.98%	12,910,200	
Robinson Independent School District	8/31/2015	25,635,000	98.51%	25,253,039	
Valley Mills Independent School District	8/31/2015	7,595,000	46.38%	3,522,561	
West Independent School District	8/31/2015	3,698,616	98.48%	3,642,397	
Other School Districts:					
Bosqueville Independent School District	6/30/2015	9,572,947	100%	9,572,947	
Connally Independent School District	8/31/2015	18,325,000	100%	18,325,000	
Gholson Independent School District	8/31/2015	-	100%	-	
Hallsburg Independent School District	6/30/2015	2,319,279	100%	2,319,279	
LaVega Independent School District	8/31/2015	39,349,809	100%	39,349,809	
McGregor Independent School District	8/31/2015	24,514,131	100%	24,514,131	
Midway Independent School District	8/31/2015	137,869,319	100%	137,869,319	
Waco Independent School District	8/31/2015	174,185,000	100%	174,185,000	
Total Overlapping Debt:				\$ 769,302,251	
Total Direct Debt:		9/30/2015	\$ 65,322,305	100%	\$ 65,322,305
Total Direct and Overlapping Debt:				\$ 834,624,556	

(1) Source - Except as otherwise indicated, the net debt information in this table was obtained by direct contact with individual jurisdictions without further verification.

(2) Source - The portion of the debt of any jurisdiction which is considered to be applicable to McLennan County is determined by the ratio of the total assessed value of property of the jurisdiction located within McLennan County to the total assessed value of all property taxed by the entity. This information is obtained by direct contact with the various appraisal districts.

MCLENNAN COUNTY, TEXAS

Legal Debt Margin

Last Ten Fiscal Years

(in thousands of dollars)

(Unaudited)

	2006	2007	2008	2009
<u>Debt Limit (Article 3, Section 52 of the Texas Constitution)</u>				
Assessed Value of Real Property	\$ 8,710,431	\$ 9,438,987	\$ 10,112,257	\$ 11,021,761
Debt Limit (25% of the assessed value)	2,177,608	2,359,747	2,528,064	2,755,440
Legal Debt Margin	<u>\$ 2,177,608</u>	<u>\$ 2,359,747</u>	<u>\$ 2,528,064</u>	<u>\$ 2,755,440</u>
 <u>Debt Limit (Under Texas General Laws)</u>				
Assessed Value of All Taxable Property	\$ 10,829,902	\$ 11,623,772	\$ 12,344,439	\$ 13,325,391
Debt Limit (5% of the assessed value)	541,495	581,189	617,222	666,270
Total Net Debt Applicable to Limit	41,230	37,985	34,491	72,939
Legal Debt Margin	<u>\$ 500,265</u>	<u>\$ 543,204</u>	<u>\$ 582,731</u>	<u>\$ 593,331</u>

Source: McLennan County Financial Records

As to bonds issued under Article 3, Section 52e of the Texas Constitution, counties "may issue bonds or otherwise lend its credit in any amount not to exceed one-fourth of the assessed valuation of the real property of such district or territory.

Government Code 1301.003(c) states "the total indebtedness of any county for the purpose provided in this chapter, shall not be increased by any issue of bonds to a sum exceeding five percent of its said taxable values.

Table XIV

2010	2011	2012	2013	2014	2015
\$ 11,550,239	\$ 12,228,624	\$ 13,049,064	\$ 13,531,793	\$ 13,983,537	\$ 15,116,052
2,887,560	3,057,156	3,262,266	3,382,948	3,495,884	3,779,013
<u>\$ 2,887,560</u>	<u>\$ 3,057,156</u>	<u>\$ 3,262,266</u>	<u>\$ 3,382,948</u>	<u>\$ 3,495,884</u>	<u>\$ 3,779,013</u>
\$ 13,928,493	\$ 14,579,812	\$ 15,503,137	\$ 16,240,899	\$ 16,541,780	\$ 17,826,492
696,425	728,991	775,157	812,045	827,089	891,325
73,671	67,898	64,400	60,246	56,549	56,034
<u>\$ 622,754</u>	<u>\$ 661,093</u>	<u>\$ 710,757</u>	<u>\$ 751,799</u>	<u>\$ 770,540</u>	<u>\$ 835,291</u>

MCLENNAN COUNTY, TEXAS
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Year	Population (1)	Personal Income (in thousands of dollars) (2)	Per Capita Personal Income (2)	School Enrollment (3)	Median Age (4)	Unemployment Rate (5)
2006	224,668	6,385,514	28,422	41,066	-	4.8%
2007	226,189	7,014,000	30,265	41,086	-	4.2%
2008	228,123	7,323,133	31,410	41,366	-	4.6%
2009	230,213	6,998,191	29,845	41,685	-	6.7%
2010	234,906	7,270,047	30,579	42,439	31.3	7.1%
2011	234,906	8,400,653	34,922	44,840	-	8.0%
2012	238,564	8,658,391	35,601	45,361	32.5	6.5%
2013	238,707	8,858,069	36,213	46,434	32.9	6.5%
2014	241,481	9,771,093	36,994	46,532	32.9	6.1%
2015	243,441	10,314,325	39,245	51,735	32.9	5.1%

Source:

- (1) The Texas Association of Counties' County Information Program
- (2) Perryman Group
- (3) Texas Education Agency
- (4) The Texas Association of Counties' County Information Program (available only for selected years)
- (5) The Texas Association of Counties' County Information Program

Table XVI

MCLENNAN COUNTY, TEXAS
Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Employer	Industry	2015			2006		
		Full Time Equivalent Employees	Rank	Percentage of Total County Workforce	Full Time Equivalent Employees	Rank	Percentage of Total County Workforce
Baylor University	Education	2,675	1	2.39 %	2300	1	2.03%
Waco Independent School District	Public Education	2,500	2	2.24 %	2300	1	2.03%
Providence Health Center	Healthcare	2,397	3	2.14 %	1594	5	1.41%
L-3 Communications	Aerospace	2,300	4	2.06 %	1706	4	1.51%
Hillcrest Baptist Medical Center	Healthcare	1,800	5	1.61 %	1836	3	1.62%
Wal-Mart (all locations)	Retail	1,656	6	1.48 %			
City of Waco	Local Government	1,506	7	1.35 %	1460	6	1.29%
H.E. Butt Grocery Co. (all stores)	Retail	1,500	8	1.34 %			
Midway Independent School District	Public Education	1,067	9	0.95 %	885	7	0.78%
Sanderson Farms Inc.	Manufacturing	1,041	10	0.93 %			
McLennan County	County Government				880	8	0.78%
Cargill Foods, Inc.	Dressed/Packed Turkey Products				775	9	0.68%
Veratns Administration Medical Center	Veterans' Healthcare System				750	10	0.66%

Source: Greater Waco Chamber of Commerce

Table XVII

MCLENNAN COUNTY, TEXAS
County Employees by Function
Last Ten Fiscal Years
(Unaudited)

<u>Function</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Administration	56	56	56	55	54	56	56	71	70	69
Judicial	96	97	104	105	102	103	105	90	85	85
Legal Services	44	46	47	47	47	45	47	51	50	50
Elections	5	5	5	5	5	5	5	5	5	5
Financial Administration	84	85	86	85	86	87	87	87	87	82
Public Safety	395	417	501	502	497	519	501	548	541	521
Health and Welfare	30	42	39	38	39	42	42	14	16	16
Conservation	7	7	7	7	7	7	6	6	5	5
Culture - Recreation									1	1
Public Transportation	<u>77</u>	<u>78</u>	<u>80</u>	<u>80</u>	<u>79</u>	<u>79</u>	<u>79</u>	<u>75</u>	<u>74</u>	<u>76</u>
Total	<u>794</u>	<u>833</u>	<u>925</u>	<u>924</u>	<u>916</u>	<u>943</u>	<u>928</u>	<u>947</u>	<u>934</u>	<u>910</u>

McLennan County, Texas
Operating Indicators by Function
Last Ten Fiscal Years
(unaudited)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
County Auditor:										
Employees full time	18	18	18	18	18	18	17	14	14	14
Vouchers processed	32,927	33,737	34,156	33,474	33,094	32,225	31,795	31,324	29,178	27,629
Accounts payable checks issued	18,213	18,551	18,906	18,994	18,982	17,972	16,541	16,615	16,017	14,411
Internal audit months completed	385	365	370	371	382	382	381	381	381	321
County Judge:										
Employees full time	4	4	4	4	4	4	4	4	4	4
Probate cases filed	605	553	559	534	580	563	584	588	594	584
Guardianship cases filed	70	69	48	51	61	52	51	533	50	50
Hearings held	734	682	651	647	639	617	595	664	678	620
County Treasurer:										
Employees full time	5	5	5	5	5	5	5	5	5	5
Payroll checks and advices issued	21,966	21,811	22,679	22,700	23,688	23,132	23,608	23,047	22,727	22,356
Cash receipts processed	3,514	3,407	3,479	3,638	3,590	3,621	4,685	5,495	5,701	5,461
Human Resources:										
Employees full time	4	4	4	4	4	4	4	5	5	3
New hires processed	132	141	165	127	108	119	81	153	147	141
Terminations processed	140	146	144	135	103	104	100	141	154	153
Purchasing:										
Employees full time	4	4	4	4	4	4	4	4	4	4
Purchase orders processed	6,144	6,376	6,259	5,997	6,015	5,954	6,098	5,757	5,991	6,171
Tax Assessor/Collector:										
Employees full time	37	36	37	36	36	36	36	38	38	35
Motor vehicle registrations	193,919	197,351	201,880	182,052	206,545	209,177	210,488	215,252	216,653	213,730
Ad valorem assessment notices issued	117,372	125,207	122,141	117,231	117,845	119,378	118,612	118,748	119,170	119,961
Judicial										
Bail Bond Office:										
Employees full time	2	2	2	2	2	2	2	3	3	3
Bonds Posted	12,301	13,393	12,606	11,500	10,906	10,847	9,785	10,766	9,755	11,853
Dismissals	980	1,298	1,421	855	782	722	890	1,015	1,498	10,015
Dispositions	8,384	9,270	9,389	7,046	6,633	4,777	5,230	n/a *	n/a *	n/a *
County Clerk:										
Employees full time	24	25	26	26	26	26	25	26	26	26
Civil cases	2,298	2,627	2,128	1,901	1,750	1,895	1,782	1,868	1,728	1,598
Criminal cases	5,553	6,197	5,834	5,282	4,673	5,427	4,961	5,396	4,691	4,567
Probate cases	674	623	610	584	640	651	653	656	657	592
Marriage licenses	2,036	2,195	1,998	1,866	1,867	2,161	1,903	1,854	1,909	1,922

(Continued)

(Continued)

McLennan County, Texas
Operating Indicators by Function
Last Nine Fiscal Years
(unaudited)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Judicial (cont.)										
District Clerk:										
Employees full time	22	25	25	25	25	25	25	26	26	25
Civil cases	4,034	5,956	6,302	6,874	5,784	7,772	7,035	6,858	5,857	5,169
Criminal cases	2,678	3,175	3,311	2,132	2,554	2,961	2,710	2,807	3,176	2,693
Juvenile cases	662	648	640	640	614	495	421	410	380	400
Jurors Summoned	27,600	27,600	28,400	27,700	27,000	26,400	28,200	27,600	28,100	29,850
Jurors Impaneled	960	906	1,105	1,056	1,044	1,284	1,434	9,821	9,426	6,907
Justices of the Peace:										
Employees full time	25	24	24	24	24	24	24	25	25	20
Civil cases filed	3,735	3,987	4,912	3,732	4,247	4,073	3,082	3,598	2,511	4,235
Criminal cases filed	19,150	18,398	18,466	18,054	18,321	14,258	10,056	13,135	8,540	9,956
Mental Health Court Services:										
Employees full time	2	2	2	2	2	2	2	2	2	2
Mental health cases filed	366	396	252	217	219	309	250	279	285	269
90 day commitments	227	270	172	137	130	223	178	191	159	160
Warrants issued	254	287	291	293	395	464	453	568	449	385
Public Safety										
Constables:										
Employees full time	22	24	24	24	23	23	25	32	32	23
Civil process	10,896	12,670	12,004	10,857	9,758	12,961	12,520	13,024	13,984	13,728
County Sheriff:										
Employees full time	94	97	97	97	97	102	101	104	104	99
Total arrests	13,000	42,129	40,287	40,235	35,725	36,909	35,825	20,725	43,196	37,159
Total charges	39,185	42,411	40,646	40,417	36,032	37,337	37,866	22,600	44,072	37,921
Jail:										
Employees full time	185	186	229	232	227	230	202	231	231	231
Total prisoner days	309,781	328,777	322,175	315,133	312,150	322,965	322,651	317,099	310,777	305,817
Prisoner hospital expenditures	\$ 188,319	\$ 290,267	\$ 172,989	\$ 312,150	\$ 140,101	\$ 79,654	\$ 106,431	\$ 81,158	\$ 146,805	\$ 122,181
Prisoner physician expenditures	\$ 313,329	\$ 324,129	\$ 55,215	\$ 92,448	\$ 42,970	\$ 50,509	\$ 19,238	\$ 23,123	\$ 165,983	\$ 124,222
Prisoner pharmacy expenditures	\$ 346,818	\$ 336,296	\$ 638,187	\$ 540,354	\$ 481,655	\$ 288,870	\$ 272,393	\$ 281,105	\$ 388,119	\$ 459,865
Welfare										
County Welfare Department										
Employees full time	14	13	10	10	10	10	9	9	9	7
Clients registered	5,100	4,347	4,599	4,283	5,580	5,448	6,902	5,576	4,141	3,663
Clients seen	4,407	4,128	4,124	4,044	2,259	2,472	2,690	1,279	995	818
Clients screened	2,163	1,532	1,450	1,668	2,259	2,472	2,690	2,019	713	938
Pauper burials	62	75	48	64	72	88	97	92	87	102

Source: Various County departments

*:The number of dispositions the bail office oversees is no longer calculated

Table XIX

McLennan County
Capital Asset Statistics by Function
Last Ten Fiscal Years
(unaudited)

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
General Administration	61,159	61,159	61,159	59,808	67,551	70,837	70,837	70,837	70,837	70,837
Legal	13,295	13,295	13,295	13,295	18,458	18,458	18,458	18,458	18,458	18,458
Elections	6,662	6,662	6,662	6,662	6,662	6,662	6,662	6,662	6,662	6,662
Financial Administration	63,365	63,365	63,365	53,460	56,041	65,946	65,946	65,946	65,946	65,946
Judicial	61,105	65,151	65,151	65,151	67,018	70,314	70,314	70,314	70,314	70,314
Public Safety										
Law Enforcement	26,518	59,668	59,668	35,195	35,195	39,018	39,018	39,018	39,018	39,018
Corrections	298,079	296,343	298,243	240,704	229,857	291,570	428,570	428,570	428,570	428,570
Other Protection	390	390	390	390	390	390	390	390	390	390
Public Transportation										
Engineering	1,935	1,935	1,935	1,935	1,935	-	-	-	-	-
Maintenance	31,168	31,840	36,640	37,869	37,869	24,970	40,970	40,970	40,970	40,970
Health	7,763	7,763	7,763	7,763	7,763	7,763	7,763	7,763	7,763	7,763
Welfare	51,832	4,193	4,193	4,418	4,418	5,343	5,343	5,343	5,343	5,343
Culture/Recreation	501,150	502,764	502,764	425,731	425,731	502,764	502,764	502,764	502,764	502,764
Conservation	5,000	5,000	5,000	5,311	5,311	5,000	5,000	5,000	5,000	5,000
Infrastructure:										
Road miles	1,074	1,074	1,074	1,074	1,078	1,078	1,078	1,078	1,078	1,078
Number of bridges	190	190	188	185	185	188	181	183	183	183

Source: McLennan County Auditor's Office

Note: All items show square footage unless otherwise indicated.

