

MAR 27 2023

Presented

AGENDA PLACEMENT FORM

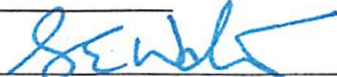
(Submission Deadline – Tuesday, 12:00 PM before Regular Court Meetings)

Date: 3/21/2023

Meeting Date: 3/27/2023

Submitted By: Steve Watson

Department/Office: County Auditor

Signature of Director/Official: 

Agenda Title: Presentation of the FY22 Annual Comprehensive Financial Report for Johnson County

Public Description (Description should be 2-4 sentences explaining to the Court and the public what action is recommended and why it is necessary):

Please see above.

(May attach additional sheets if necessary)

Person to Present: Wade Whitlow, CPA, KM&L

(Presenter must be present for the item unless the item is on the Consent Agenda)

Supporting Documentation: (check one) PUBLIC CONFIDENTIAL

(PUBLIC documentation may be made available to the public prior to the Meeting)

Estimated Length of Presentation: 15 minutes

Session Requested: Action (Action Item, Workshop, Consent, Executive)

Check All Departments Requiring Notification:

County Attorney _____ IT _____ Purchasing _____ Auditor

Personnel _____ Public Works _____ Facilities Management _____

Other Department/Official (list) _____

JOHNSON COUNTY, TEXAS

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

For the Fiscal Year Ended
September 30, 2022

JOHNSON COUNTY, TEXAS
JOHNSON COUNTY AUDITOR'S OFFICE
#2 North Main Street
Cleburne, Texas 76033



JOHNSON COUNTY, TEXAS

Annual Comprehensive Financial Report

For the Year Ended September 30, 2022

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JOHNSON COUNTY, TEXAS

Annual Comprehensive Financial Report

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INTRODUCTORY SECTION





JOHNSON COUNTY AUDITOR

JOHNSON COUNTY COURTHOUSE

#2 N. MAIN

CLEBURNE, TEXAS 76033

Telephone (817) 556-6305 ~ Fax (817) 556-6075

Steven E. Watson
County Auditor

Jennifer R. Lyon
First Assistant County Auditor

March 22, 2023

The Honorable District Judges and
The Honorable Commissioners Court:

In compliance with the statutory duties of the County Auditor as prescribed by Section 114.025 of the Local Government Code of the State of Texas, the Annual Comprehensive Financial Report of Johnson County, Texas (County), for the fiscal year ended September 30, 2022, is submitted herewith. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the County. This report has been prepared using generally accepted accounting principles and guidelines promulgated by the Governmental Accounting Standards Board. We have attempted to conform substantially to the high standards of public financial reporting as recommended by the Government Finance Officers Association of the United States and Canada. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County is required to undergo an annual single audit in conformity with the provisions of the *Uniform Guidance* and Texas *Single Audit Circular* for federal and state awards, respectively. Information related to this single audit, and the independent auditors' reports of the internal control structure and compliance with applicable laws and regulations are included in the single audit section of this report.

In developing the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes (1) the cost of a control should not exceed the benefits derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. The County Auditor's Office continually assesses its ability to ensure that adequate internal accounting controls are in place to safeguard assets and provide reasonable assurance of proper recording of financial transactions. With this ongoing effort, and growth of the County, the internal audit function becomes a larger task each year, addressing the needs that change and growth dictate.

ECONOMIC CONDITION AND OUTLOOK

Johnson County is strategically located in North Central Texas and is considered a part of the Fort Worth metropolitan area. Johnson County is a member of the North Central Texas Council of Governments which is comprised of sixteen counties. The area has experienced steady growth, which is expected to continue for several years due to the influence of Dallas and Fort Worth, adjacent to our northern border, and improved transportation routes.

Johnson County is experiencing growth with obvious signs of significant future growth. The region has a varied manufacturing and industrial tax base that contributes to the relatively favorable unemployment rate.

With the creation of the Johnson County Economic Development Commission (JCEDC) in September 1989, the County continues to be a competitive area for creating a favorable business climate. The JCEDC has a goal of attracting new business to the area, resulting in new jobs and significant increases to the tax rolls.

Population growth is noticeable throughout all sections of the County. Even the smaller communities have experienced very impressive residential development. Four years ago, construction on new residential developments began, and new neighborhoods continue to be built today. Combined efforts of the cities and county government have proven to be effective in attracting industry as well. Several communities, including the Cities of Cleburne, Burleson, Godley and Venus continue to experience growth in residential building. Godley, Texas currently has several subdivisions underway, in which, many are valued significantly above the average for the County. The tollway is certainly considered as a contributing factor for this development. Additionally, it has added a measurable quality of life to citizens that must commute to Fort Worth, as the travel time is about half of what it was prior to the tollway.

The County provides a full range of services authorized by statute. These services include general governmental services such as recording and licensing, sustaining the District, County and Justice Court systems, maintaining public facilities, ensuring public safety, preserving public health and welfare, aiding conservation, and maintaining County roads and bridges.

MAJOR INITIATIVES

Johnson County, because of its continued growth, is faced with many challenges in delivering services to its citizens while maintaining a conservative financial approach. The Commissioners Court has been committed to meeting increasing needs for services and facilities. The following initiatives reflect the County's commitment to ensuring that its citizens are able to live and work in an enviable environment.

For the Year

Construction for two significant projects is ongoing. These projects include the nearly completed Sheriff's Administration building renovation, and the recent groundbreaking of the new 911 Dispatch Center.

For the Future

The growth experienced by the County requires our elected officials to be forward-thinking to address issues before they become significant challenges. As in most Texas counties, the need to accommodate the law enforcement and administration of justice functions can be difficult. Johnson County will endeavor to stay ahead of the curve with the expected growth that is fast becoming a reality.

FINANCIAL CONDITION

Current Condition. Johnson County continues to be well positioned financially, with above average fund balances. This financial strength has been maintained with no hardship, even with decisions to fund capital projects with available cash. The County's Fund Balance Policy, with the minimum balances established by the policy, is taken seriously. Fund balances will continue to exceed the popular rules of thumb. The unassigned fund balance of the General Fund has been at a healthy level for consecutive years, and the County has always used prudence in the decisions to use cash to finance qualifying projects.

Long Range Financial Planning. Johnson County has a determination to manage funds in a conservative and judicious manner. One initiative adopted by the County includes a separate "Operating Reserve" line-item in the budget which ensures that unexpected situations do not create unmanageable conditions. With the knowledge that mineral royalty revenues and mineral values will fluctuate with the price of natural gas, the County has never and will not put itself in a position to depend upon such revenue.

Significant Financial Policy. It is the policy of Johnson County to maintain an above-average fund balance as evidenced by the Fund Balance Policy. To ensure fund balances remain at these levels the County will strive to balance the General Fund budget each year or use only a minimum amount of the fund balance to finance the budget. This conservative practice will ensure that the County has adequate funding in future years if it faces economic challenges.

Administration. The officials having responsibility for the financial administration of the County are the County Judge and four County Commissioners (the "Commissioners Court"), the County Treasurer (all of whom are elected for four-year terms), and the County Auditor who is appointed for a two-year term by the State District Judges having jurisdiction within the County. The governing body of the County is the Commissioners Court. It has only those powers expressly granted to it by the legislature and powers necessarily implied from such grant. Among other things, it approves the County budget, determines the County tax rate, approves contracts in the name of the County, determines whether a proposition to issue bonds should be submitted to the voters, conducts official business of the County at designated meeting times, and appoints certain individuals to manage various departments.

The County Judge is the presiding officer of the Commissioners Court. Each Commissioner represents one of the four precincts into which the County is divided and is elected by the voters of the precinct. The County Commissioners supervise construction and maintenance of the County road systems as well as perform other administrative duties.

The County Treasurer is the custodian of funds and has the sole authority to disburse funds for the County. This includes receipting and depositing all funds paid to the County. The Treasurer is also the designated County Investment Officer and confers with the County Auditor regarding investments of County funds. The Commissioners Court has adopted an investment policy in compliance with the Public Funds Investment Act.

The County Auditor is responsible for substantially all County financial and accounting control functions. The responsibilities of the County Auditor include those of accounting, auditing, accounts payable and financial operations and reporting. Also, the County Auditor works with the Treasurer to determine the type, terms, and amounts of investments of County funds.

As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

OTHER INFORMATION

Independent Audit. The County's financial statements have been audited by KM&L, LLC, 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, 2022, 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 evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Johnson County, Texas financial statements for the fiscal year ended September 30, 2022 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Johnson County for its annual comprehensive financial report for fiscal year ended September 30, 2021. This was the thirty-first consecutive year that the County has earned this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive 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 annual comprehensive 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.

Acknowledgments. The production of this report is attributable to the dedication and work of the County Auditor's Office staff and KM&L, LLC, our independent auditor. I would like to thank all Johnson County Elected Officials, Department Heads, and their staffs for their cooperation and leadership in conducting the financial affairs of the County. A special thanks is extended to my staff that dedicate themselves so fully throughout the year.

Respectfully submitted,



Steven E. Watson
Johnson County Auditor



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

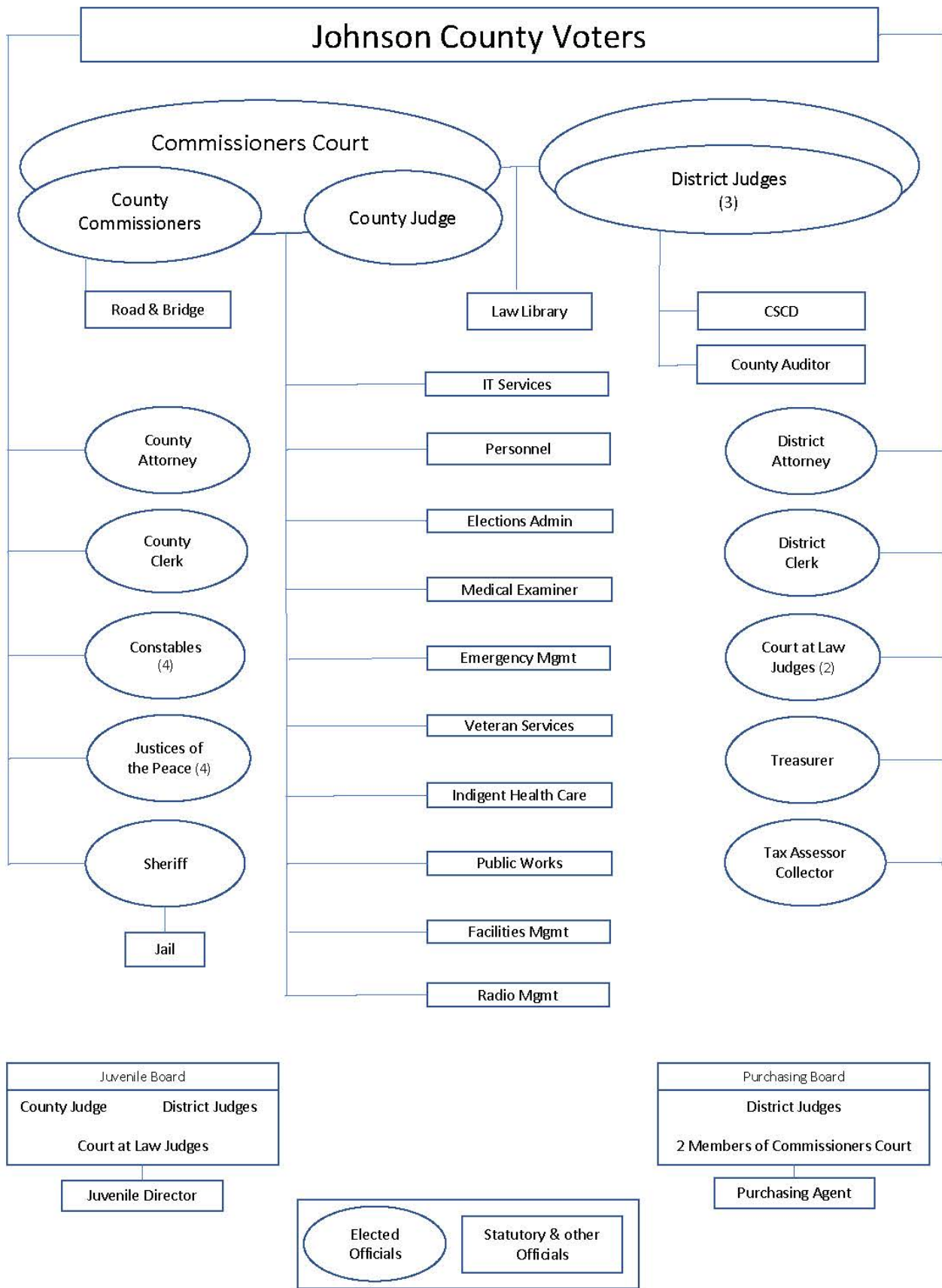
**Johnson County
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2021

Christopher P. Morrill

Executive Director/CEO



JOHNSON COUNTY, TEXAS

PRINCIPAL OFFICIALS

COMMISSIONERS COURT

COUNTY JUDGE

Roger Harmon

COUNTY COMMISSIONERS

Precinct 1

Rick Bailey

Precinct 2

Kenny Howell

Precinct 3

Mike White

Precinct 4

Larry Woolley

JUDICIAL

DISTRICT JUDGE

18th Judicial District

Sydney B. Hewlett

249th Judicial District

Wayne Bridewell

413th Judicial District

William C. Bosworth, Jr.

COUNTY COURT-AT-LAW I

Robert B. Mayfield, III

COUNTY COURT-AT-LAW II

Steve McClure

JUSTICE OF THE PEACE

Precinct 1

Ronald R. McBroom

Precinct 2

Jeff Monk

Precinct 3

Pat Jacobs

Precinct 4

Robert Shaw

LAW ENFORCEMENT AND LEGAL

DISTRICT ATTORNEY

Dale Hanna

COUNTY ATTORNEY

Bill Moore

SHERIFF

Adam King

CONSTABLES

Precinct 1

Matt Wylie

Precinct 2

Adam Crawford

Precinct 3

Steve Williams

Precinct 4

Troy Fuller

COMMUNITY SUPERVISION DIRECTOR*

Bob Barnes

CHIEF JUVENILE PROBATION OFFICER*

Cristy Malott

FINANCIAL ADMINISTRATION

COUNTY AUDITOR*

Steven Watson

COUNTY TREASURER

Kathy Blackwell

TAX ASSESSOR - COLLECTOR

Scott Porter

PURCHASING AGENT*

Ralph McBroom

COURT CLERKS

DISTRICT CLERK

David Lloyd

COUNTY CLERK

Becky Ivey

*Denotes appointed officials. All others are elected officials.



FINANCIAL SECTION





Independent Auditor's Report

The Honorable County Judge
and Members of Commissioners Court
Johnson County, Texas

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 1 to the financial statements, during the year ended September 30, 2022, the County implemented Government Accounting Standards Board (GASB) Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

Lake Jackson
8 W Way Ct.
Lake Jackson, TX 77566
979-297-4075

El Campo
201 W. Webb St.
El Campo, TX 77437
979-543-6836

Angleton
2801 N. Velasco, Suite C
Angleton, TX 77515
979-849-8297

Bay City
2245 Avenue G
Bay City, TX 77414
979-245-9236



The Honorable County Judge,
and Members of Commissioners
Court of Johnson County, Texas

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

The Honorable County Judge,
and Members of Commissioners
Court of Johnson County, Texas

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, required pension schedules and required OPEB schedules on pages 5 through 17 and pages 70 through 79 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the schedule of expenditures of state awards as required by the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 nonmajor fund financial statements, the schedule of expenditures of federal awards, and the schedule of expenditures of state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

The Honorable County Judge,
and Members of Commissioners
Court of Johnson County, Texas

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 22, 2023 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

KM&L, LLC

Lake Jackson, Texas
March 22, 2023

JOHNSON COUNTY, TEXAS

Management's Discussion and Analysis For the Year Ended September 30, 2022

As management of Johnson County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - iv of this report.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year for governmental activities by \$ 125,329,839 (net position). Of this amount, \$ 50,782,840 (unrestricted net position), may be used to meet the government's ongoing obligations to citizens and creditors with the County's fund designation.
- The County's total net position increased for governmental activities by \$ 15,468,873.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 68,976,119. 67.87% of this amount, \$ 46,811,915 (unassigned fund balance), was available for use within the County's fund designations. Of the governmental funds amount, \$ 1,368,586 is nonspendable and \$ 20,795,618 has been restricted for specific uses.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 46,979,800 or 67.08% of the total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's 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 supplementary information in addition to the basic financial statements themselves.

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

The *statement of net position* presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four reported as net position. 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 County's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

JOHNSON COUNTY, TEXAS

Management's Discussion and Analysis For the Year Ended September 30, 2022

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The *governmental activities* of the County include general government, administration of justice, financial administration, elections, law enforcement, highways and streets, health and welfare, culture and recreation, and conservation. The County has no *business-type activities*.

The government-wide financial statements can be found on pages 20 through 21 of this report.

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

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

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

The County maintains fifty-eight (58) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General Fund, the Road & Bridge Fund, the General Debt Service Fund and the American Rescue Plan Act (ARPA) Fund; all of which are considered to be major funds. Data from the other fifty-four (54) funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 22 through 25 of this report.

- **Proprietary Funds.** The County maintains no proprietary funds.

JOHNSON COUNTY, TEXAS

*Management's Discussion and Analysis
For the Year Ended September 30, 2022*

Fiduciary Funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's operations. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The County's basic fiduciary financial statements can be found on pages 26 through 27.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30 through 68 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 70 through 79 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information. Combining and individual statements and schedules can be found on pages 88 through 114 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$ 125,329,839 as of September 30, 2022. This is an increase in net position of \$ 15,468,873 which is primarily due to a net increase in property taxes and operating grants and contributions.

The largest portion of the County's net position is \$ 54,442,387 (43.44%) which reflects its investments in capital assets (e.g., land; construction in progress, buildings and improvements; furniture, equipment and vehicles; right to use leased assets; and infrastructure) less any debt used to acquire those assets that is still outstanding. The County uses capital assets to provide service to citizens and consequently these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net investment in capital assets increased by \$ 743,714 due to capital additions exceeding depreciation expense and the maturity of long-term debt in the current fiscal year.

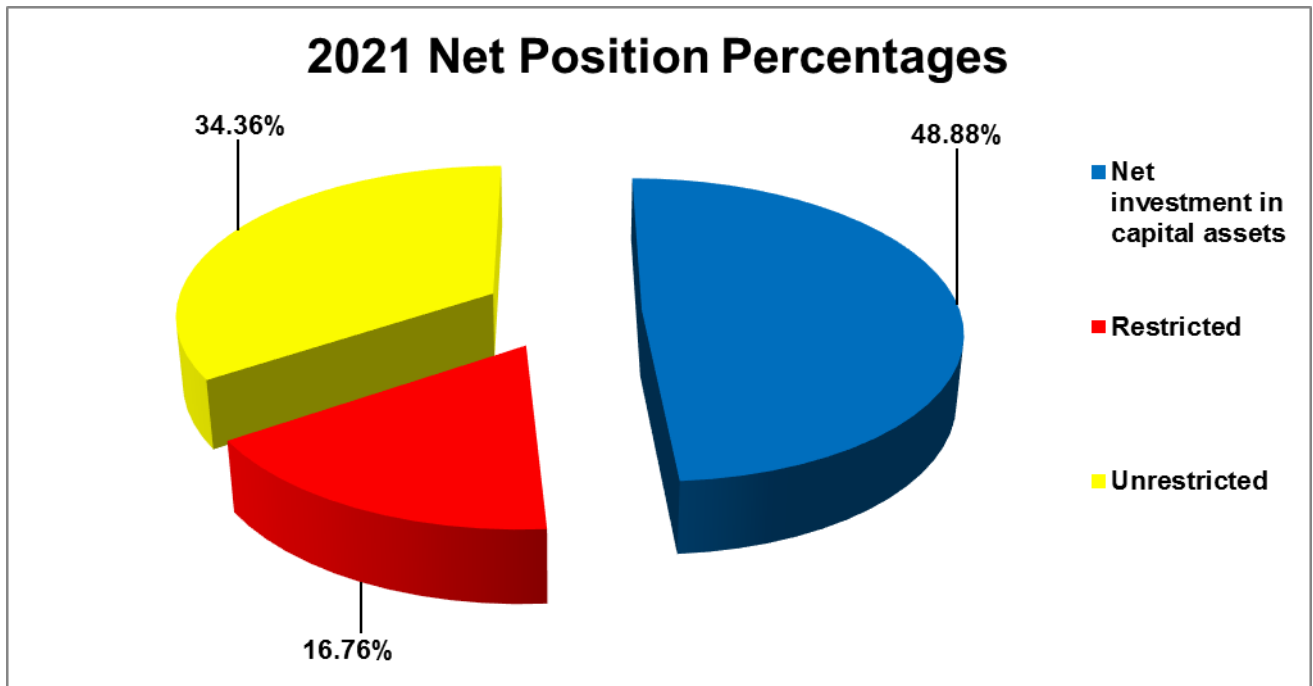
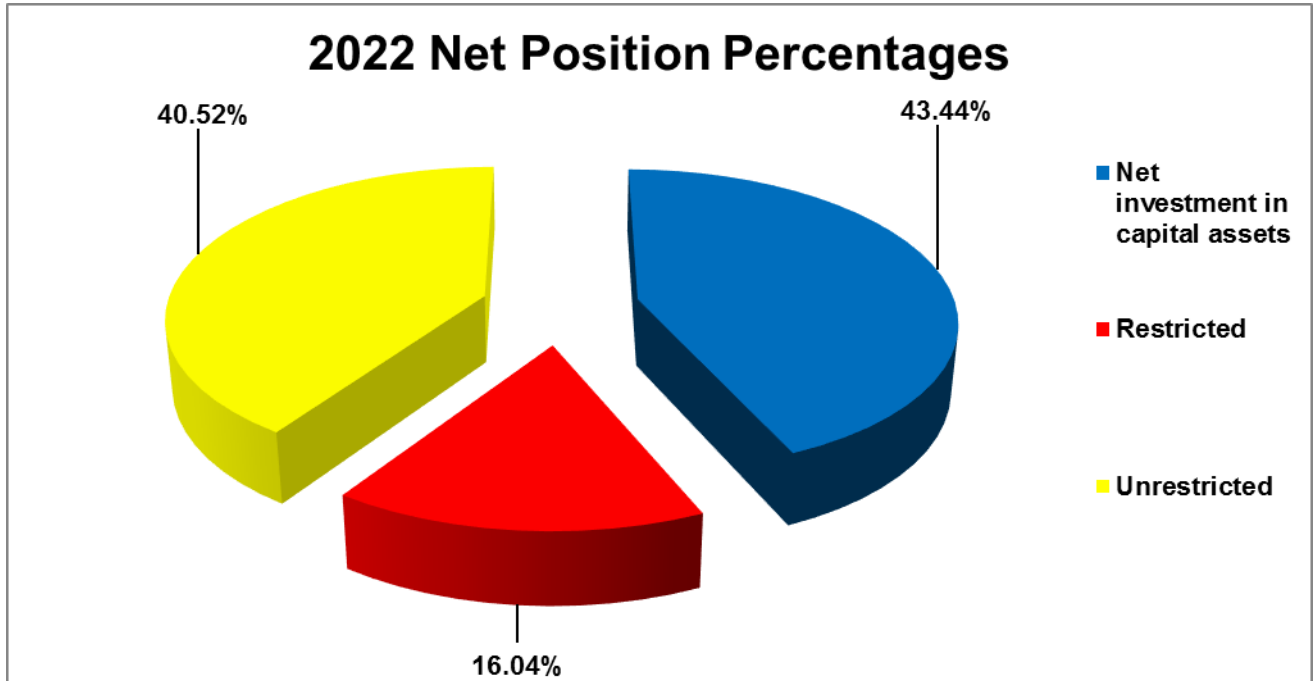
An additional portion of the County's net position is \$ 20,104,612 (16.04%) which represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of \$ 50,782,840 (40.52%) may be used to meet the government's ongoing obligations to citizens and creditors.

JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2022

As of September 30, 2022, the County is able to report positive balances in all three categories of net position.

JOHNSON COUNTY'S NET POSITION

	<u>Governmental Activities</u>		
	<u>2022</u>	<u>Restated 2021</u>	<u>Net Change</u>
ASSETS			
Current and other assets	\$ 123,188,186	\$ 94,325,440	\$ 28,862,746
Capital assets	<u>70,758,996</u>	<u>68,898,918</u>	<u>1,860,078</u>
Total assets	<u>193,947,182</u>	<u>163,224,358</u>	<u>30,722,824</u>
Total deferred outflows of resources	<u>10,635,260</u>	<u>9,904,589</u>	<u>730,671</u>
LIABILITIES			
Current and other liabilities	35,492,310	22,974,690	12,517,620
Long-term liabilities	<u>24,212,824</u>	<u>35,585,396</u>	<u>(11,372,572)</u>
Total liabilities	<u>59,705,134</u>	<u>58,560,086</u>	<u>1,145,048</u>
Total deferred inflows of resources	<u>19,547,469</u>	<u>4,707,895</u>	<u>14,839,574</u>
NET POSITION			
Net investment in capital assets	54,442,387	53,698,673	743,714
Restricted	20,104,612	18,408,094	1,696,518
Unrestricted	<u>50,782,840</u>	<u>37,754,199</u>	<u>13,028,641</u>
Total net position	<u>\$ 125,329,839</u>	<u>\$ 109,860,966</u>	<u>\$ 15,468,873</u>

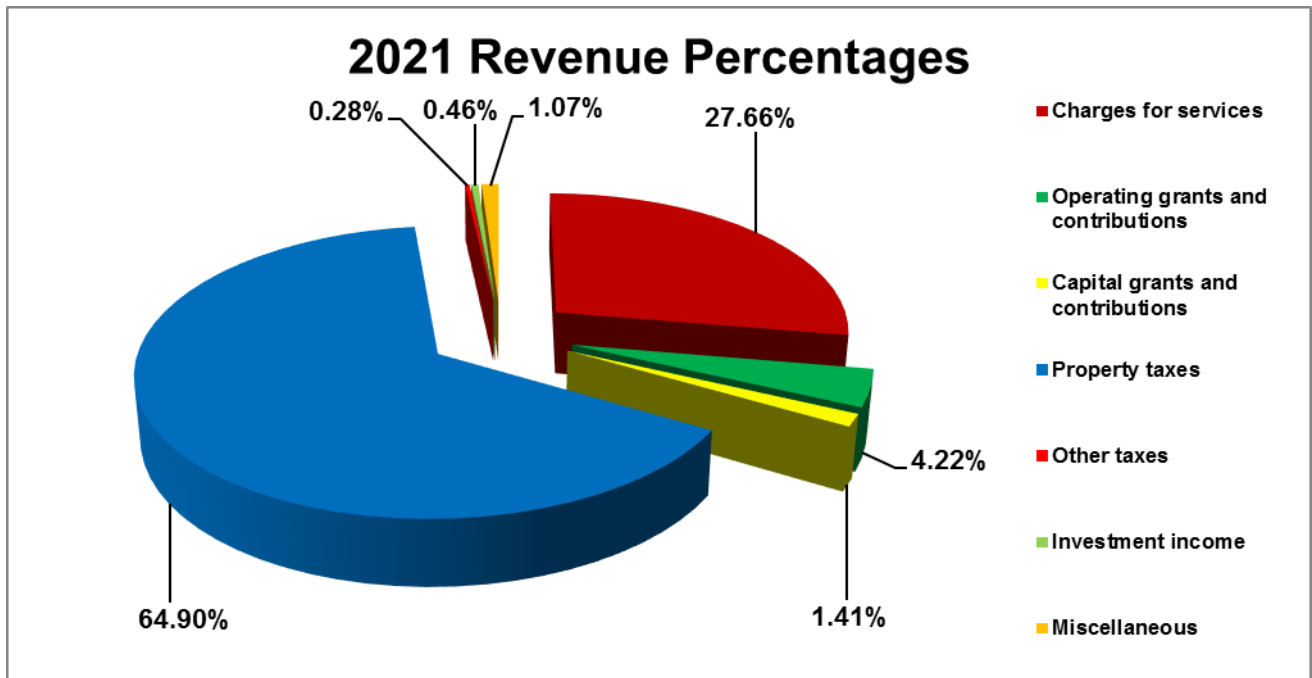
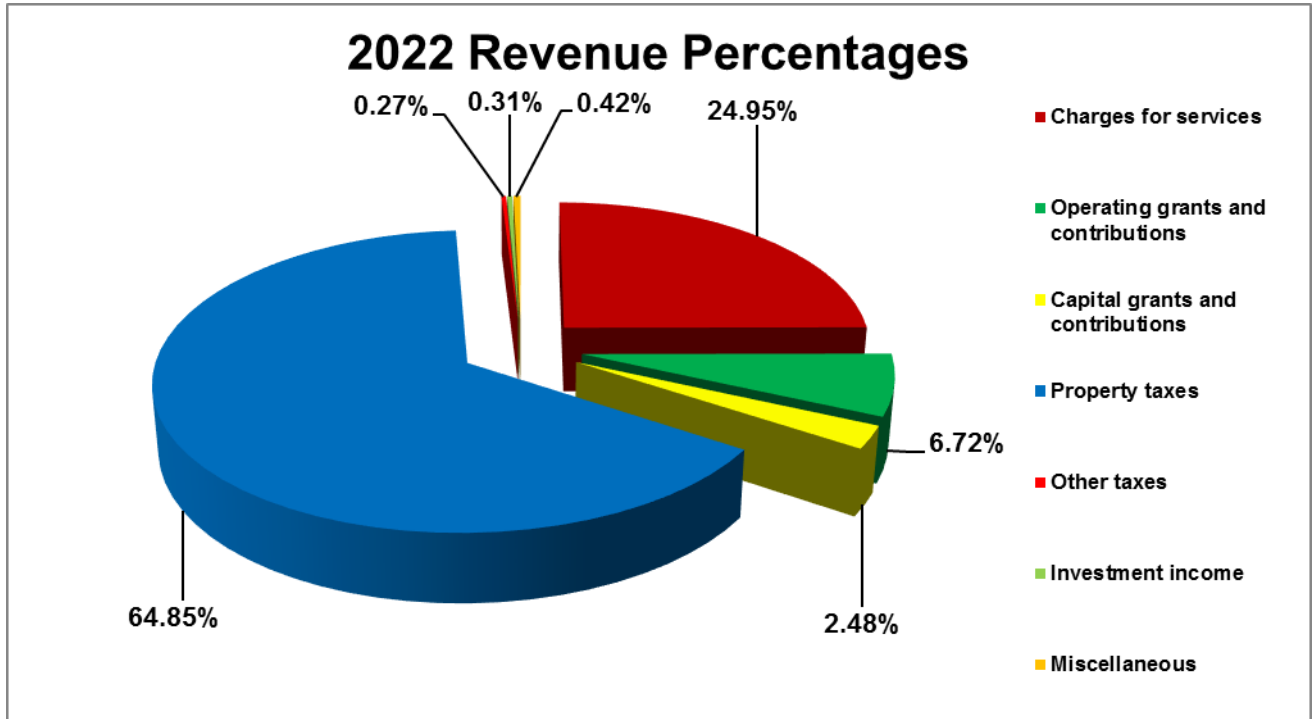


JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2022

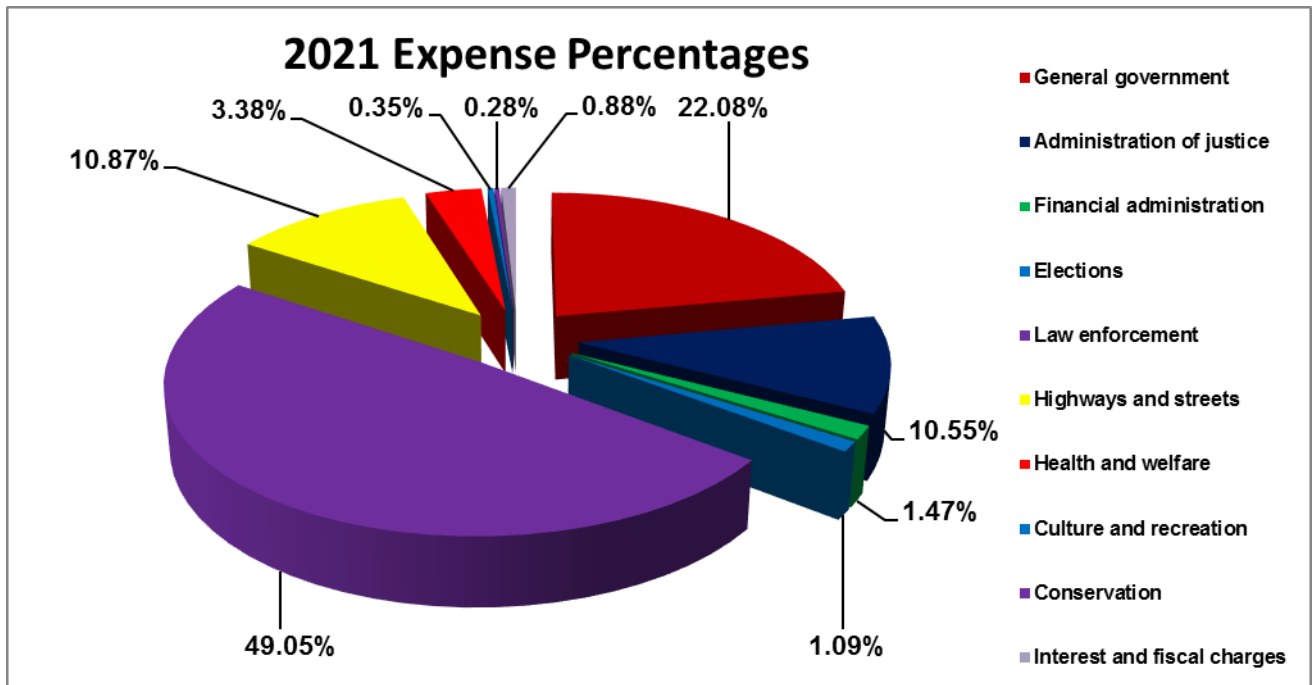
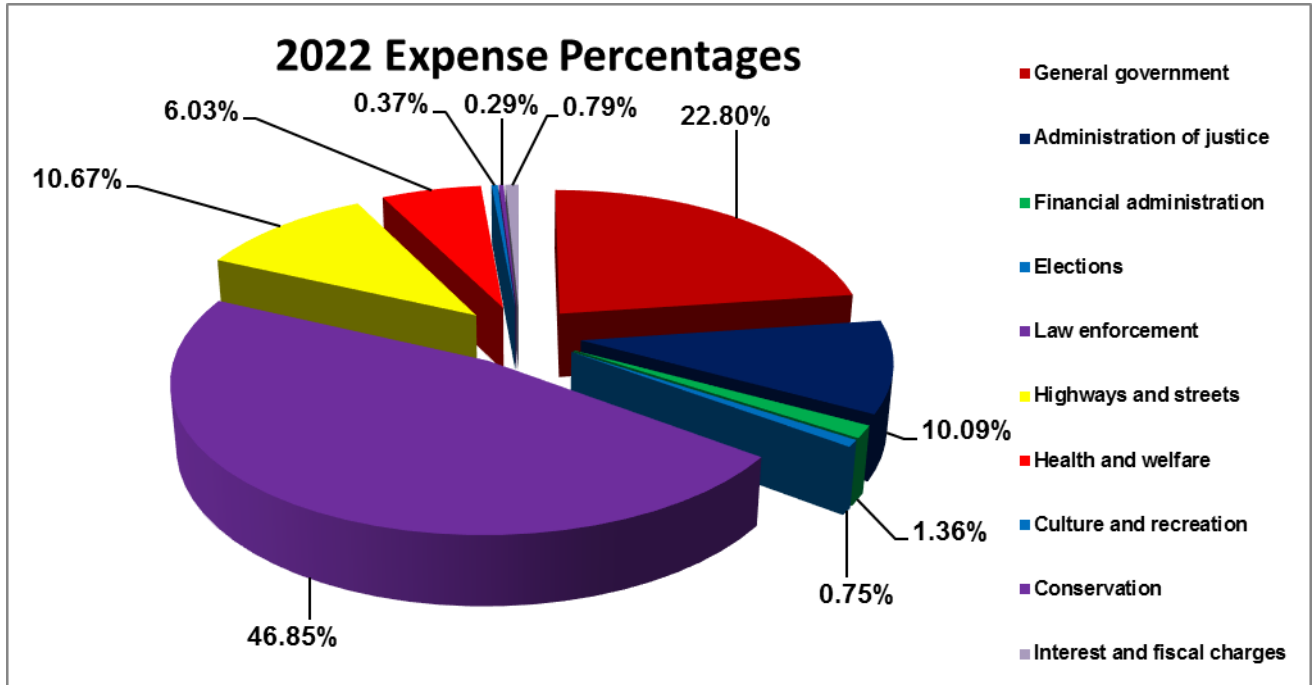
Analysis of the County's Operations. Governmental activities reported an increase in net position in the amount of \$ 15,468,873 due to increased property taxes and operating grants and contributions. The following table provides a summary of the County's operations for the years ended September 30, 2022 and 2021.

JOHNSON COUNTY'S CHANGES IN NET POSITION

	<u>Governmental Activities</u>		<u>Net Change</u>
	<u>2022</u>	<u>2021</u>	
Revenues:			
Program Revenues:			
Charges for services	\$ 25,688,348	\$ 25,537,483	\$ 150,865
Operating grants and contributions	6,915,063	3,893,806	3,021,257
Capital grants and contributions	2,551,378	1,305,573	1,245,805
General Revenues:			
Property taxes	66,758,736	59,925,889	6,832,847
Other taxes	276,378	255,264	21,114
Investment income	316,056	420,936	(104,880)
Miscellaneous	<u>439,123</u>	<u>991,595</u>	<u>(552,472)</u>
Total revenues	<u>102,945,082</u>	<u>92,330,546</u>	<u>10,614,536</u>
Expenses:			
General government	19,947,398	18,828,520	1,118,878
Administration of justice	8,829,558	8,992,175	(162,617)
Financial administration	1,186,407	1,251,183	(64,776)
Elections	654,004	928,441	(274,437)
Law enforcement	40,984,943	41,822,703	(837,760)
Highways and streets	9,335,140	9,264,597	70,543
Health and welfare	5,276,133	2,883,698	2,392,435
Culture and recreation	323,382	300,256	23,126
Conservation	249,067	236,892	12,175
Interest and fiscal charges	<u>690,177</u>	<u>753,199</u>	<u>(63,022)</u>
Total expenses	<u>87,476,209</u>	<u>85,261,664</u>	<u>2,214,545</u>
Change in net position	15,468,873	7,068,882	8,399,991
Net position - beginning (restated)	<u>109,860,966</u>	<u>102,792,084</u>	<u>7,068,882</u>
Net position - ending	<u>\$ 125,329,839</u>	<u>\$ 109,860,966</u>	<u>\$ 15,468,873</u>



JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2022



JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2022

Financial Analysis of the County's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 68,976,119. The unassigned fund balance of \$ 46,811,915 constitutes 67.87% of ending fund balance. The fund balance is categorized as 1) nonspendable of \$ 1,368,586, 2) restricted of \$ 20,795,618, and 3) unassigned of \$ 46,811,915.

Fund balance of the General Fund increased by \$ 7,671,480; the Road & Bridge Fund increased by \$ 482,009; the General Debt Service Fund decreased by \$ 228,142, the American Rescue Plan Act (ARPA) Fund had no change and Other Governmental Funds decreased by \$ 575,609.

The increase in fund balance in the General Fund is a result of actual revenue exceeding actual expenditures by \$8,292,006 with a net of other financing sources and uses of (\$620,526). As for the Road & Bridge Fund (special revenue fund), the increase in fund balance was the result of revenue exceeding expenditures by \$444,680 with a net of other financing sources and uses of \$37,329. The significant decrease in fund balance for the General Debt Service (debt service fund) of \$228,142 was due to the costs related to re-funding long-term debt to strengthen the County's financial position. The increase in fund balance for other governmental funds is primarily due to transfers into the funds from the General Fund for capital expenditures.

General Fund Budgetary Highlights. The County budget is prepared by the County Judge's Office and presented to Commissioners Court for approval. The County operates within this budget for the fiscal year with expenditure amendments made as needed.

The difference between the General Fund original expenditure budget and the revised budget was an increase of \$1,445,522 primarily due to amendments allowing the County to pay for purchases of vehicles and equipment that were budgeted and ordered in the prior year, but did not arrive due to supply chain issues. This was unforeseeable during the budgeting process.

During the year, revenues exceeded budget while expenditures were less than the budget. Total revenue exceeded projections primarily due to American Recovery Plan Act funds. Lower than budgeted expenditures resulted in many areas, primarily in the areas of general government and administration of justice. The lower than expected expenditure amounts are somewhat attributable to the pandemic experienced during the first few months of the year.

Total General Fund revenue exceeded the amended budget by approximately 0.93% and total General Fund expenditures were under the amended budget by approximately 10.10%.

JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2022

Capital Assets

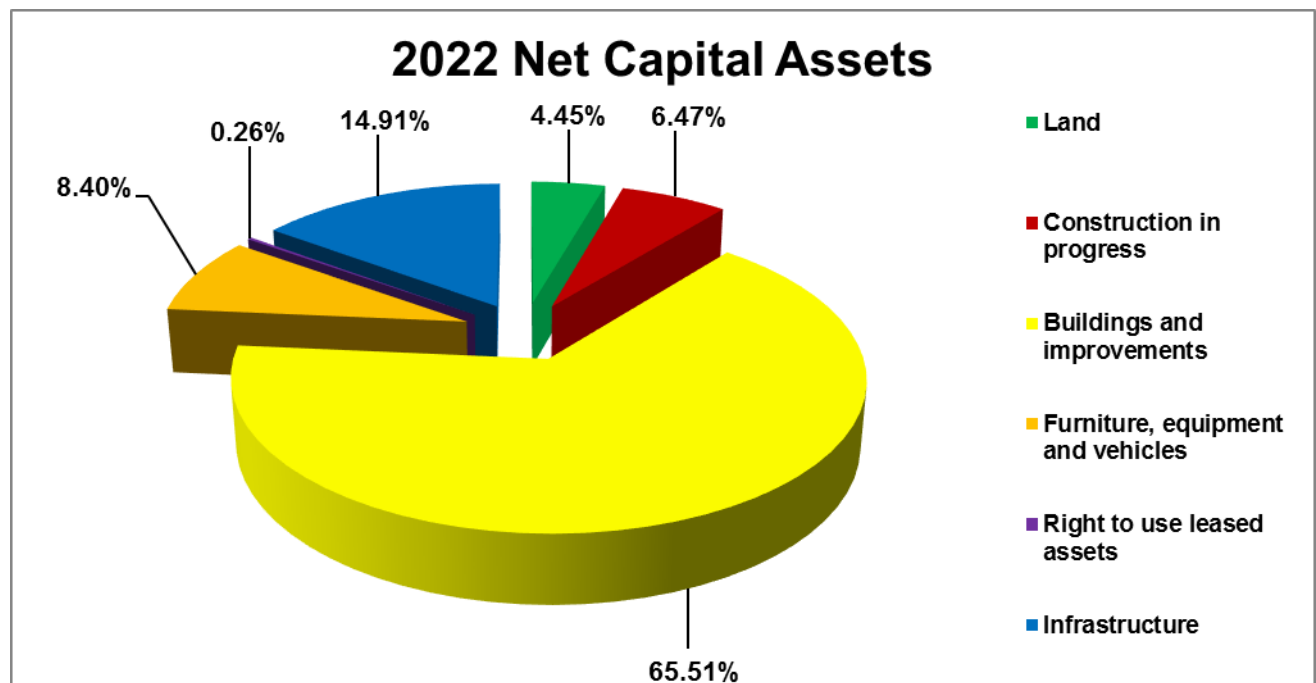
This investment in capital assets includes land; construction in progress; buildings and improvements; furniture, equipment and vehicles; right to use assets - equipment, and infrastructure.

Major capital asset events during the current fiscal year included the following:

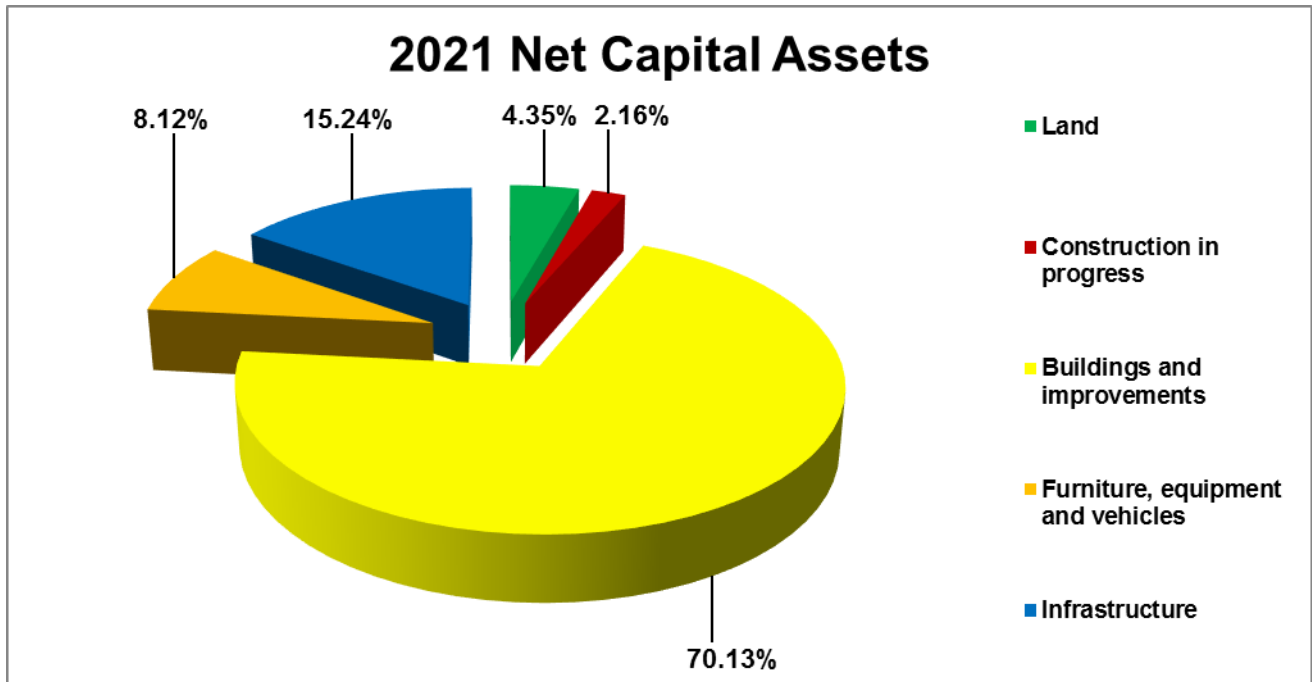
- Acquisition of new vehicles, various road and bridge equipment, and technology equipment.
- Renovation of existing buildings placed in service during the current fiscal year.
- Resurfacing of roads.
- Purchase of real property for law enforcement use.

JOHNSON COUNTY'S CAPITAL ASSETS
Net of Accumulated Depreciation

	<u>Governmental Activities</u>		Net Change
	<u>2022</u>	<u>2021</u>	
Land	\$ 3,147,691	\$ 2,997,691	\$ 150,000
Construction in progress	4,578,238	1,489,887	3,088,351
Buildings and improvements	46,357,217	48,320,509	(1,963,292)
Furniture, equipment and vehicles	5,941,263	5,590,076	351,187
Right to use leased assets	183,558	-	183,558
Infrastructure	<u>10,551,029</u>	<u>10,500,755</u>	<u>50,274</u>
 Total	 <u>\$ 70,758,996</u>	 <u>\$ 68,898,918</u>	 <u>\$ 1,860,078</u>



JOHNSON COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended September 30, 2022



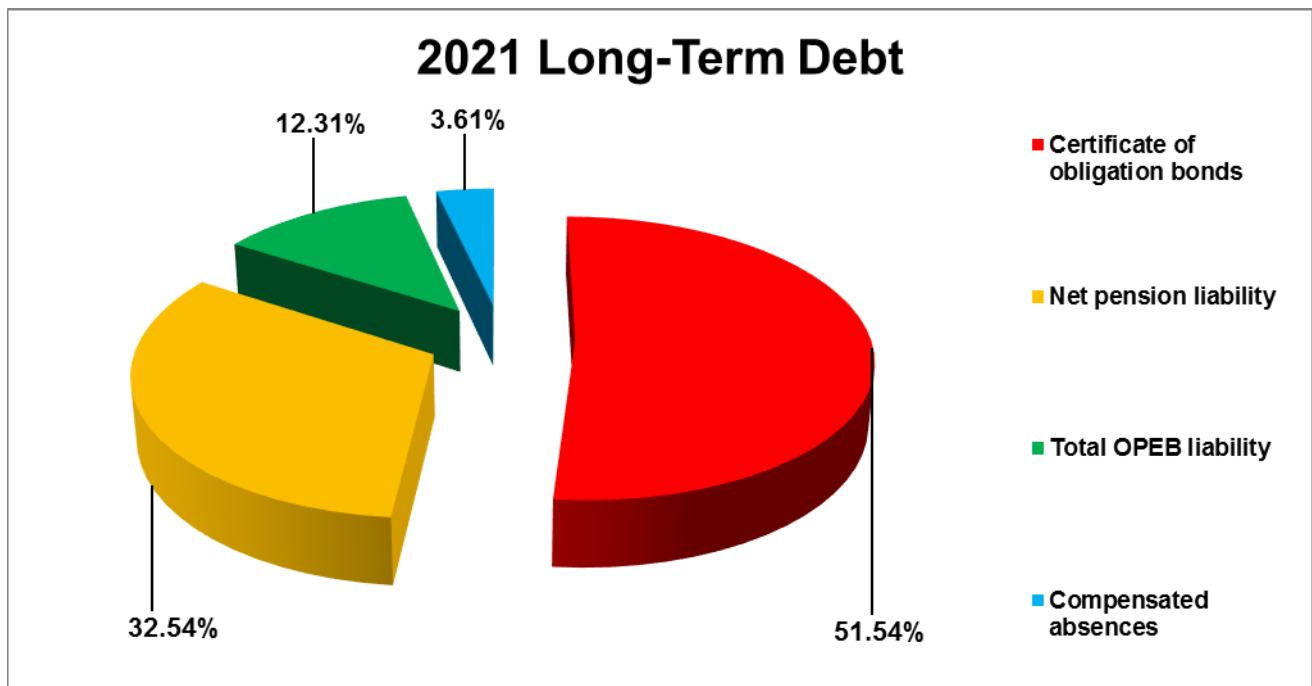
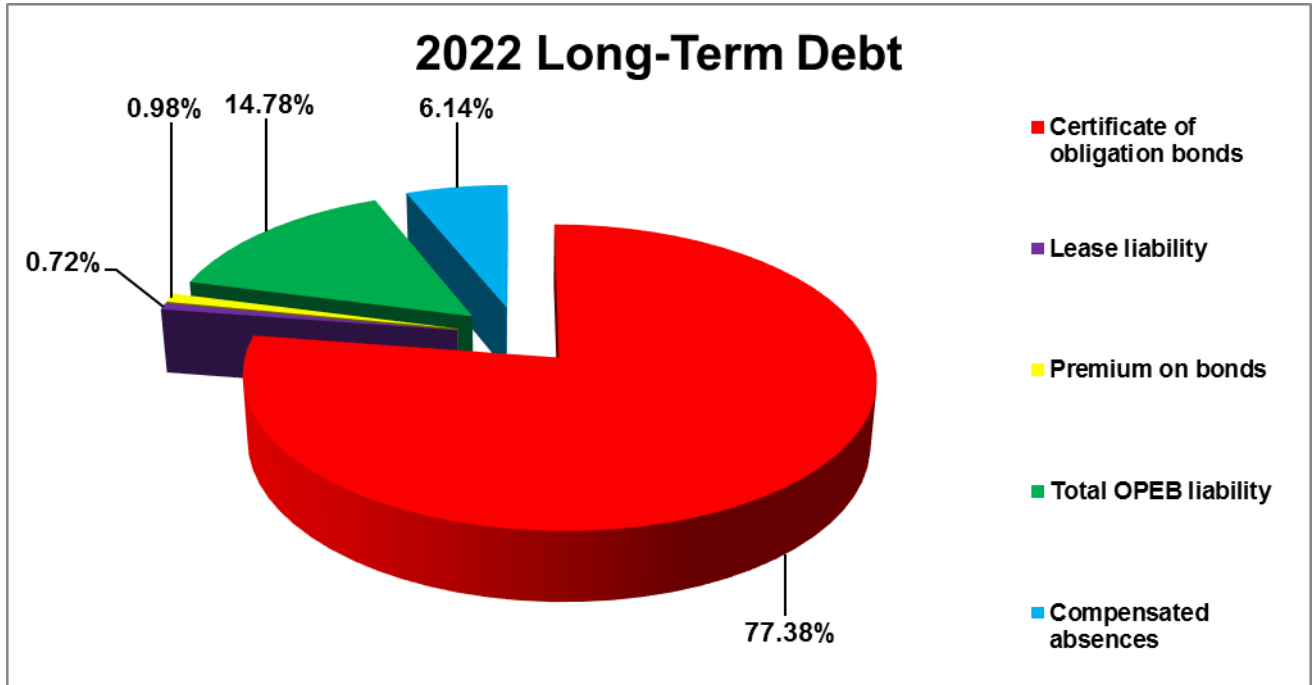
Additional information on the County's capital assets can be found in Note 6 on pages 51 through 52 of this report.

DEBT ADMINISTRATION

At the end of the current fiscal year, the County had a total bonded and note debt of \$ 18,735,000, which, comprises bonded and debt backed by the full faith and credit of the County agreement. The bonds will be retired with revenues from property taxes.

JOHNSON COUNTY'S LONG-TERM DEBT

	Governmental Activities		Net Change
	2022	2021	
Certificates of obligation bonds	\$ 18,735,000	\$ 18,340,000	\$ 395,000
Lease liability	174,247	-	174,247
Premiums on bonds	238,072	-	238,072
Net pension liability	-	11,578,471	(11,578,471)
Total OPEB liability	3,578,133	4,382,309	(804,176)
Compensated absences	1,487,372	1,284,616	202,756
Total	\$ 24,212,824	\$ 35,585,396	\$ (11,372,572)



JOHNSON COUNTY, TEXAS

*Management's Discussion and Analysis
For the Year Ended September 30, 2022*

During the fiscal year, the County's total debt decreased \$ 11,372,572 or 31.96%. The net decrease was due primarily to the reductions to the net pension liability.

All of the outstanding Bonds of the County payable from its limited taxes are insured and are, therefore, rated "AA+" by Fitch Ratings ("Fitch"), and "AA" by Standard & Poor's ("S&P"). State statutes limit the amount of general obligation debt a government may issue to 25% of its total assessed valuation. The current limitation for the County significantly exceeds the outstanding general obligation debt.

Additional information on the County's long-term debt can be found in Note 8 on pages 53 through 54 of this report.

Economic Factors and Next Year's Budgets and Rates

The annual budget is the means by which Commissioners Court sets the direction of the County, and allocates its resources.

In considering the budget for FY 2023, Commissioners Court considered the following factors:

- Property tax rate was \$ 0.420000, a \$ 0.005000 decrease from the previous year and was under the rollback rate by \$ 0.038921. It appears the County will continue to see increases in unassigned fund balances in the General Fund, primarily due to conservative revenue projections and consistently underspending the budget.
- Employees received an average of a 8% increase in compensation. The increase in positions budgeted represents less than 5% of our total employment.

Request for Information

This financial report is designed to provide a general overview of the County'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 the Johnson County Auditor, #2 N. Main Street, Cleburne, Texas, 76033, or call (817) 556-6305.



BASIC FINANCIAL STATEMENTS

JOHNSON COUNTY, TEXAS
STATEMENT OF NET POSITION
September 30, 2022

Exhibit 1

	Governmental Activities
ASSETS	
Cash and temporary investments	\$ 76,633,498
Investments	24,680,983
Receivables (Net of Allowance for Uncollectibles):	
Taxes	705,867
Accounts	11,106,317
Due from other governments	273,954
Inventories	567,603
Prepaid expenses	800,983
Net pension asset	8,418,981
Capital Assets:	
Land	3,147,691
Construction in progress	4,578,238
Buildings and improvements (net)	46,357,217
Furniture, equipment and vehicles (net)	5,941,263
Right to use leased assets (net)	183,558
Infrastructure (net)	<u>10,551,029</u>
Total assets	<u>193,947,182</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources	<u>10,635,260</u>
Total deferred outflows of resources	<u>10,635,260</u>
LIABILITIES	
Accounts and accrued liabilities payable	6,208,907
Accrued interest payable	51,939
Unearned revenue	29,231,464
Noncurrent Liabilities:	
Due within one year	2,475,547
Due in more than one year:	
Other noncurrent liabilities	18,159,144
Total OPEB liability	<u>3,578,133</u>
Total liabilities	<u>59,705,134</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources	<u>19,547,469</u>
Total deferred inflows of resources	<u>19,547,469</u>
NET POSITION	
Net investment in capital assets	54,442,387
Restricted:	
Public transportation	7,888,190
Records management	4,812,028
Other purposes	7,404,394
Unrestricted	<u>50,782,840</u>
Total net position	<u>\$ 125,329,839</u>

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

JOHNSON COUNTY, TEXAS
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2022

Exhibit 2

Functions/Programs	Expenses	Program Revenues		Net Revenue (Expense) and Change In Net Position	
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Governmental Activities:					
General government	\$ 19,947,398	\$ 8,822,491	\$ 1,189,370	\$ 751,279	\$(9,184,258)
Administration of justice	8,829,558	2,696,331	1,770,686	-	(4,362,541)
Financial administration	1,186,407	-	-	-	(1,186,407)
Elections	654,004	31,060	-	-	(622,944)
Law enforcement	40,984,943	11,876,290	512,356	433,762	(28,162,535)
Highways and streets	9,335,140	2,160,172	78,948	1,366,337	(5,729,683)
Health and welfare	5,276,133	-	3,363,703	-	(1,912,430)
Culture and recreation	323,382	102,004	-	-	(221,378)
Conservation	249,067	-	-	-	(249,067)
Interest and fiscal charges	690,177	-	-	-	(690,177)
Total governmental activities	87,476,209	25,688,348	6,915,063	2,551,378	(52,321,420)
General Revenues:					
Property taxes					66,758,736
Other taxes					276,378
Investment income					316,056
Miscellaneous					439,123
Total general revenues					67,790,293
Change in net position					15,468,873
Net position - beginning (restated)					109,860,966
Net position - ending					\$ 125,329,839

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

JOHNSON COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2022

Exhibit 3

	Major Funds				Non-Major Funds	
	General Fund	Road & Bridge Fund	General Debt Service Fund	American Rescue Plan Act (ARPA) Fund	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and temporary investments	\$ 26,437,984	\$ 5,672,452	\$ 114,149	\$ 29,509,849	\$ 14,899,064	\$ 76,633,498
Investments	23,123,127	563,954	-	-	993,902	24,680,983
Receivables (net of allowance for uncollectibles):						
Taxes	590,120	82,559	16,003	-	17,185	705,867
Accounts	1,123,496	181,648	-	39,340	21,727	1,366,211
Due from other governments	50,548	41,638	-	-	181,768	273,954
Due from other funds	321,469	-	-	-	3,785	325,254
Inventories	15,332	415,163	-	-	137,108	567,603
Prepaid expenditures	745,567	51,547	-	-	3,869	800,983
Total assets	\$ 52,407,643	\$ 7,008,961	\$ 130,152	\$ 29,549,189	\$ 16,258,408	\$ 105,354,353
Liabilities, Deferred Inflows of Resources and Fund Balances						
Liabilities:						
Accounts and accrued liabilities payable	\$ 4,113,920	\$ 486,372	\$ -	\$ 373,216	\$ 1,235,399	\$ 6,208,907
Due to other funds	3,607	245	-	-	321,402	325,254
Unearned revenue	39,140	-	-	29,175,973	16,351	29,231,464
Total liabilities	4,156,667	486,617	-	29,549,189	1,573,152	35,765,625
Deferred Inflows of Resources:						
Deferred inflows of resources	510,277	73,572	13,884	-	14,876	612,609
Total deferred inflows of resources	510,277	73,572	13,884	-	14,876	612,609
Fund Balances:						
Nonspendable	760,899	466,710	-	-	140,977	1,368,586
Restricted	-	5,982,062	116,268	-	14,697,288	20,795,618
Unassigned	46,979,800	-	-	-	(167,885)	46,811,915
Total fund balances	47,740,699	6,448,772	116,268	-	14,670,380	68,976,119
Total liabilities, deferred inflows of resources and fund balances	\$ 52,407,643	\$ 7,008,961	\$ 130,152	\$ 29,549,189	\$ 16,258,408	\$ 105,354,353

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

JOHNSON COUNTY, TEXAS

Exhibit 3R

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENTAL ACTIVITIES STATEMENT OF NET POSITION**

September 30, 2022

Total fund balance - governmental funds balance sheet (Exhibit 3) \$ 68,976,119

Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported as assets in the governmental funds. Those assets consist of:

Capital assets	\$ 169,928,369	
Accumulated depreciation	(99,169,373)	70,758,996

Some of the County's assets are not available to pay for the current period's expenditures and therefore, are reported as unavailable revenue in the funds. These assets consist of:

Property taxes receivable	\$ 612,609	
Judicial receivables (net allowance for uncollectibles)	(9,740,106)	10,352,715

Some liabilities are not due and receivable or payable in the current period and therefore, are not reported as liabilities in the funds. Liabilities at year-end related to such items consist of:

Deferred charge on bond refundings	\$ 1,649,509	
Deferred outflows - pension	8,673,848	
Deferred outflows - OPEB	311,903	
Accrued interest on bonds	(51,939)	
Bonds payable	(18,735,000)	
Lease liability	(174,247)	
Premium on bonds payable	(238,072)	
Compensated absences	(1,487,372)	
Net pension liability	8,418,981	
Total OPEB liability	(3,578,133)	
Deferred inflows - pension	(18,264,853)	
Deferred inflows - OPEB	(1,282,616)	(24,757,991)

Net position of governmental activities - statement of net position \$ 125,329,839

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

JOHNSON COUNTY, TEXAS

Exhibit 4

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2022

	Major Funds				Non-Major Funds	
	General Fund	Road & Bridge Fund	General Debt Service Fund	American Rescue Plan Act (ARPA) Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 57,226,065	\$ 6,534,103	\$ 1,510,098	\$ -	\$ 1,645,775	\$ 66,916,041
Intergovernmental	1,547,284	194,545	-	4,971,564	1,810,677	8,524,070
Fees	17,836,557	2,160,172	-	-	3,267,245	23,263,974
Fines	1,446,548	-	-	-	52,557	1,499,105
Investment income	132,355	61,267	1,631	-	120,803	316,056
Miscellaneous	140,016	215,913	-	-	155,740	511,669
Total revenues	78,328,825	9,166,000	1,511,729	4,971,564	7,052,797	101,030,915
EXPENDITURES						
Current:						
General government	17,956,848	-	-	177,911	997,406	19,132,165
Administration of justice	7,968,795	-	-	88,997	1,538,627	9,596,419
Financial administration	1,296,432	-	-	-	-	1,296,432
Elections	664,658	-	-	-	19,948	684,606
Law enforcement	38,884,845	-	-	271,687	2,201,936	41,358,468
Highways and streets	-	7,907,581	-	-	-	7,907,581
Health and welfare	1,275,186	-	-	3,247,365	717,816	5,240,367
Culture and recreation	335,341	-	-	-	-	335,341
Conservation	258,496	-	-	-	-	258,496
Capital outlay	1,318,307	813,739	-	1,153,107	3,160,729	6,445,882
Debt service:						
Principal	71,666	-	1,405,000	-	-	1,476,666
Interest and fiscal charges	6,245	-	629,339	-	-	635,584
Total expenditures	70,036,819	8,721,320	2,034,339	4,939,067	8,636,462	94,368,007
Excess (deficiency) of revenues over expenditures	8,292,006	444,680	(522,610)	32,497	(1,583,665)	6,662,908
Other Financing Sources (Uses):						
Proceeds from sale of capital assets	118,486	27,903	-	-	60	146,449
Issuance of general obligation bonds	-	-	15,865,000	-	-	15,865,000
Premium on general obligation bonds	-	-	253,944	-	-	253,944
Proceeds from leases	245,913	-	-	-	-	245,913
Transfers in	572,006	9,426	-	-	2,054,057	2,635,489
Payments to escrow agent	-	-	(15,824,476)	-	-	(15,824,476)
Transfers out	(1,556,931)	-	-	(32,497)	(1,046,061)	(2,635,489)
Total other financing sources (uses)	(620,526)	37,329	294,468	(32,497)	1,008,056	686,830
Net change in fund balances	7,671,480	482,009	(228,142)	-	(575,609)	7,349,738
Fund balances - beginning (restated)	40,069,219	5,966,763	344,410	-	15,245,989	61,626,381
Fund balances - ending	\$ 47,740,699	\$ 6,448,772	\$ 116,268	\$ -	\$ 14,670,380	\$ 68,976,119

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

JOHNSON COUNTY, TEXAS

Exhibit 4R

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS TO GOVERNMENTAL
ACTIVITIES STATEMENT OF ACTIVITIES**
For the Year Ended September 30, 2022

Net change in fund balance - total governmental funds (Exhibit 4) \$ 7,349,738

Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$	6,445,882	
Capital contributions		1,282,674	
Depreciation expense		<u>(5,816,617)</u>	1,911,939

Governmental funds report the entire sales price (proceeds) from the sale of an asset as revenue because it provides current resources. In contrast, in the statement of activities, only the gain/loss on the sale of capital assets is reported. Thus, the change in net position differs from the change in the fund balance by the book value of capital assets sold. (51,861)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect on premiums and similar items when debt is issued, whereas these amounts are amortized in the statement of activities.

Debt issue	\$(	15,865,000)	
Premium on debt issue		(253,944)	
Proceeds of right to use leased assets		(245,913)	
Principal payments on bonds payable		1,405,000	
Principal payments on lease liability		71,666	
Payments to escrow agent		15,824,476	
Change in accrued interest		39,502	
Change in compensated absences		(202,756)	
Amortization of bond premium		15,872	
Amortization of deferred charge on bond refundings		<u>(109,967)</u>	678,936

The net change in net pension liability/(asset), deferred outflows and deferred inflows is reported in the statement of activities but does not require the use of current resources and, therefore, is not reported as an expenditure in the governmental funds. The net change consists of the following:

Net pension asset increased	\$	19,997,452	
Deferred outflows decreased		(861,996)	
Deferred inflows increased		<u>(14,028,420)</u>	5,107,036

The net change in total OPEB liability, deferred outflows and deferred inflows is reported in the statement of activities but does not require the use of current resources and, therefore, is not reported as an expenditure in the governmental funds. The net change consists of the following:

Total OPEB liability decreased	\$	804,176	
Deferred outflows decreased		(56,842)	
Deferred inflows increased		<u>(811,154)</u>	(63,820)

Because some property taxes receivable, and judicial receivables will not be collected for several months after the County's fiscal year ends, they are not considered available revenues in the governmental funds. 536,905

Change in net position of governmental activities (see Exhibit 2) \$ 15,468,873

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

JOHNSON COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
September 30, 2022

Exhibit 5

	<u>Custodial Funds</u>
ASSETS	
Cash and temporary investments	\$ 12,698,268
Accounts receivable	<u>127,752</u>
Total assets	<u>12,826,020</u>
LIABILITIES	
Accounts and accrued liabilities payable	342,790
Held for others	5,789,779
Unearned revenue	<u>294,655</u>
Total liabilities	<u>6,427,224</u>
NET POSITION	
Individuals, organizations and other governments	<u>6,398,796</u>
Total net position	<u>\$ 6,398,796</u>

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

JOHNSON COUNTY, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended September 30, 2022

Exhibit 6

	<u>Custodial Funds</u>
Additions	
Collections for adult probation	\$ 3,263,761
Tax collections for other governments	239,290,688
Held for others	2,788,407
Earnings of investments	<u>14,430</u>
Total additions	<u>245,357,286</u>
Deductions:	
Payments for adult probation	3,242,015
Payments to individuals	2,713,162
Payments to other governments	<u>239,772,983</u>
Total deductions	<u>245,728,160</u>
Net change in net position	(370,874)
Net position - beginning	<u>6,769,670</u>
Net position - ending	<u><u>\$ 6,398,796</u></u>

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



JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

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JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of Johnson County, Texas (the "County") related to the funds in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units and by the Financial Accounting Standards Board (when applicable). The more significant accounting policies of the County are described below.

Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the County's reporting entity. Financial statements for component units can be obtained from the office of the County Auditor.

Included in the reporting entity:

Johnson County, Texas (Primary Government)

The County is a political subdivision of the State of Texas. The County is governed by the Commissioners Court, composed of four elected County Commissioners and an elected County Judge. Each of these officials serves a term of four years. The primary activities of the County include: the construction and maintenance of county roads, provision of public safety through a sheriff's department, support of area fire protection and ambulance service, administration of justice, correctional facilities, health and welfare services, culture and recreation, and other social and administrative services.

For the year ended September 30, 2022, no other organizations have been combined for either blended or discrete presentation in the County's financial statements. The following organizations are not considered "related organizations."

Excluded from the reporting entity:

Adult Probation

This entity is considered a separate agency of the State of Texas. While the County provides office space, utilities, telephone and certain supplies, the operations of this unit are primarily provided for by the State. A separate board develops the operating budget, which is also approved and controlled by the State of Texas. Required County expenditures are disclosed as a department within the County function of Administration of Justice. Due to custodial responsibility, the accounts of this entity are reported as a Custodial Fund of the County.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Reporting Entity - Continued

Johnson County Appraisal District

This is a separate entity providing property appraisal services to all taxing units within the County. This entity has its own governing board, elected by the various taxing units, which it serves; however, the taxing units do not designate management or significantly influence operations. The entity's cost of operations is divided on a prorated basis among the various taxing units within the County. The County's share of this cost is disclosed within the General Fund under the general government function.

Other entities within the County, which provide similar services but are not included in the reporting entity because they do not meet the criteria, are: municipalities, school districts, drainage districts, hospital districts, water districts and various non-profit organizations.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. For the most part, interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County has no business-type activities.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The County has no proprietary funds.

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - Continued

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

Revenues from taxes, intergovernmental, prisoner housing services, fees, fines, and investment income associated with the current fiscal period are all considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment income is recorded as earned, since they are both measurable and available.

Revenue from investments, including governmental external investment pools, is based upon fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt investments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until the related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the County to refund all or part of the unused amount.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, and 2) operating and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

The County has presented the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the general fund.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - Continued

The *Road & Bridge Fund* accounts for the property taxes and fees from auto registration, certificates of title, gross weight and axle fees, and approved expenditures for public transportation projects.

The *General Debt Service Fund* is utilized to account for the accumulation of resources from property tax collections for the repayment of general obligation bonded debt, interest and related costs of the County.

The *American Rescue Plan Act (ARPA) Fund* accounts for the federal grant funds received by the County to 1) respond to or mitigate the public health emergency with respect to the COVID-19 emergency or its negative impacts, including assistance to households, small businesses, and nonprofits, or aid to impacted industries such as tourism, travel and hospitality; 2) provide government services to the extent of the reduction in revenue due to the public health emergency; 3) make necessary investments in water, sewer, or broadband infrastructure; 4) state and local governments can transfer the funds to a private nonprofit organization, a public benefit corporation involved in the transportation of passengers or cargo or a special-purpose unit of State or local government; 5) respond to workers performing essential work during the COVID-19 public health emergency by providing premium pay to eligible workers of the County that perform such essential work, or by providing grants to eligible employers that have eligible workers who perform essential work.

Additionally, the County reports the following fiduciary funds:

The *custodial funds* account for assets that the government holds on behalf of others as their agent. The County's custodial funds include Sheriff Seizures, Special Crimes Operations Seizures, Unclaimed Property, District Clerk Jury, Sheriff Escrow, Constables, Sheriff Inmate, County Clerk, District Clerk, District & County Attorney Deposits, Juvenile Probation Restitution, Tax Collector and Adult Probation.

New Pronouncements

GASB issues statements on a routine basis with the intent to provide authoritative guidance on the preparation of financial statements and to improve governmental accounting and financial reporting of governmental entities. Management reviews these statements to ensure that preparation of its financial statements are in conformity with generally accepted accounting principles and to anticipate changes in those requirements. The following recent GASB Statements reflect the action and consideration of management regarding these requirements:

GASB Statement No. 87 "Leases" was issued in June 2017. The statement was implemented and did have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after June 15, 2021.

GASB Statement No. 88 "Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements" was issued in April 2018. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2020.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

New Pronouncements - Continued

GASB Statement No. 89 "Accounting for Interest Cost Incurred before the End of a Construction Period" was issued in June 2018. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2020.

GASB Statement No. 91 "Conduit Debt Obligations" was issued in May 2019. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2021.

GASB Statement No. 92 "Omnibus 2020" was issued in January 2020. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

GASB Statement No. 94 "Public-Private and Public-Public Partnerships and Availability Payment Arrangements" was issued in March 2020. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 96 "Subscription-Based Information Technology Arrangements" was issued in May 2020. The management of the County does expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 97 "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans" was issued in June 2020. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

GASB Statement No. 98 "The Annual Comprehensive Financial Report" was issued in October 2021. The statement was implemented and did not have a material effect on the financial statement of the County. The requirements of this Statement are effective for periods ending after December 15, 2021.

GASB Statement No. 99 "Omnibus 2022" was issued in April 2022. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 100 "Accounting Changes and Error Corrections - an amendment to GASB Statement No. 62" was issued in June 2022. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2023.

GASB Statement No. 101 "Compensated Absences" was issued in June 2022. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after December 15, 2023.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Budgetary Data

The budget law of the State of Texas provides that amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in the funds, plus the anticipated revenues for the current year as estimated by the County Auditor. The legal level of budgetary control is at the category or line item level (salaries and wages and employee benefits, and operating expenditures) within departments of each fund. Any expenditure, which alters the total budgeted amounts of a fund must be approved by Commissioners Court, and the budget amended. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Annual appropriated budgets are adopted for the General Fund, certain special revenue funds (Road & Bridge Fund, Law Library Fund, Records Management and Preservation Fund, Vital Statistics Preservation Fund, Election Services Contract Fund, District Attorney Forfeiture Fund, Sheriff Forfeiture Fund, STOP SCU Forfeiture Fund, Juvenile Justice Alternative Education Fund, Truancy Prevention and Diversion Fund, Juvenile Probation Fees Fund, Justice of the Peace Technology Fund, Courthouse Security Fund, Justice Court Building Security Fund, Guardianship Fee Fund, Record Archives - County Clerk Fund, Record Archives - District Clerk Fund, County/District Court Technology Fund, Court Records Preservation Digital Fund, District Court Records Technology Fund, Indigent Health Care Fund, Right of Way Fund, Historical Commission Fund, Pre-Trial Supervision Fund, STOP SCU Operations Fund), and the General Debt Service Fund.

Prior to May 1 of each year, or as soon thereafter as practical, the County Judge, assisted by the County Auditor, prepares a proposed operating budget for the subsequent fiscal year beginning the following October 1st. The proposed operating budget establishes estimated revenues and other resources available for appropriation. Proposed expenditures may not exceed estimated revenues, other resources, and available fund balances.

Subsequent to May 15 and after proper publication of notice, a public hearing is conducted by the Commissioners Court to obtain taxpayer comments. If an increase to the effective tax rate of more than 3% is proposed as a result of the proposed budget, additional notices and public hearings are required.

After the public hearing(s) the Commissioners Court makes appropriate budget changes and adopts the budget through the passage of an order at a regularly scheduled meeting. A separate order is adopted to levy the taxes necessary to finance the budgeted expenditures.

Although the level of budgetary control is total revenues plus available fund balance, the County adopts its budget at a line-item level for managerial control purposes. Line item level is defined for revenue purposes as the type of revenue to be derived and for expenditure purposes by department and type of expenditures (salaries and wages, and employee benefits; operating expenses/expenditures; and capital outlay).

At the discretion of Commissioners Court, transfers of line item budgets within a fund may be made. Amendments to provide for items not included in the original budget may be made by the Commissioners Court upon finding and declaration of the existence of an emergency sufficient to require action. County management has no prerogative to amend the budget without the approval of Commissioners Court. Appropriations not exercised in the current year lapse at the end of the year. Numerous supplemental budget amendments in the general and special revenue funds were deemed necessary due to the timing of planned expenditures and construction projects.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. As of September 30, 2022, the County had no encumbrances outstanding.

Cash and Investments

Cash and temporary investments include amounts in demand deposits and short-term investments with a maturity date within three months of the date acquired by the County. For purposes of the cash flow statement, cash and temporary investments are considered cash equivalents. In accordance with GASB Statement 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", investments are stated at fair value.

The County maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as cash and temporary investments under each fund's caption. Funds are allowed to exceed the amount of their equity in the pooled cash account. Funds with overdrawn accounts are disclosed as an interfund payable in the liability section of the balance sheet.

Property Taxes

Property taxes are levied as of October 1st of each year with statements prepared and mailed at that date or soon thereafter. The tax levy is based upon appraised property values as of each previous January 1st for all taxable property within the County. Payments are due and payable when taxes are levied and may be timely paid through January 31st. On February 1st, taxes become delinquent and subject to penalty and interest charges. After June 30th, any uncollected taxes are subject to tax suit and additional charges to offset related legal costs. The lien date for property taxes is July 1st.

The appraisal of property within the county is the responsibility of the Johnson County Appraisal District. The Texas Legislature established the Appraisal District and the related Appraisal Review Board in 1979 through the adoption of a comprehensive Property Tax Code. The Appraisal District is required under the Code to assess property at 100% of its appraised value. Real property is reappraised at least every four years. Under certain circumstances, taxpayers and taxing units including the County, may challenge orders of the Appraisal Review Board through various appeals and, if necessary, legal action.

Under the Code, the Commissioners Court will continue to set annual tax rates on the property. The Code also provides that, if approved by the qualified voters in the Appraisal District, collection functions may be placed with the Appraisal District. The County bills and collects its property taxes and those of certain other taxing entities. Collections of those taxes pending distribution are accounted for in a custodial fund.

The County is permitted by Article VIII, Section 9 of the State of Texas Constitution to levy taxes up to \$.80 per \$ 100 assessed valuation for general governmental services including payment of principal and interest on general long-term debt and maintenance of roads and bridges. Article 6790 of Vernon's Civil Statutes permits the County to collect an additional \$ 0.15 per \$ 100 valuation for road and bridge purposes. Article 7048a of Vernon's Civil Statutes permits the County to collect \$ 0.30 per \$ 100 valuation for road, bridge and flood control purposes.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The County's 2021 tax levy, supporting the 2022 fiscal period budget, totaled \$ 0.420000 per \$ 100 valuation and was comprised as follows:

General Fund	\$ 0.359747
Indigent Health Care Fund	0.010406
Road & Bridge Fund	0.040300
General Debt Service Fund	<u>0.009547</u>
Combined tax rate	<u>\$ 0.420000</u>

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All outstanding balances between funds are reported as "due to/from other funds". The County had no advances between funds. All activity between funds was for short-term cash flow requirements. See Note 5 for additional discussion of interfund receivables and payables.

Inventories and Prepaid Items

The County utilizes the consumption method to account for inventory and prepaid items. Under this method, inventory and prepaid items are considered an expenditure/expense when used rather than when purchased. Significant inventories are reported on the balance sheet at cost, using the first-in, first-out method, with an offsetting reservation of fund balance in the governmental fund financial statements since they do not constitute "available spendable resources" even though they are a component of current assets. Inventories in the governmental funds are comprised of road materials, bulk fuel, parts, and chemicals.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in government-wide and prepaid expenditures in the fund financial statements.

Capital Assets

Capital assets, which include land, buildings and improvements, furniture, equipment and vehicles, infrastructure, and construction in progress are reported in the governmental activities column in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical is not available. Donated assets are valued at their acquisition value on the date of donation. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest cost to be capitalized on assets with tax-exempt borrowing is equal to the cost of the borrowing less interest earned on the related tax-exempt borrowing. During the year ended September 30, 2022, no capitalized interest was included in the cost of capital assets under construction.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Capital Assets - Continued

Assets capitalized have an original cost of \$ 5,000 or more and over two years of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Leased assets are depreciated over the lesser of the term of the related lease or the estimated useful lives of the assets. Estimated useful lives are as follows:

Buildings and improvements	5-50 Years
Furniture, equipment and vehicles	5-20 Years
Right to use leased assets	5 Years
Infrastructure	20-35 Years

Compensated Absences

Employees are allowed paid absences due to sickness and vacation time. Sick leave benefits are earned by all full time employees at a rate of 96 hours annually. The leave policy allows employees to accumulate up to ninety days of sick leave benefit. Sick leave benefits are recognized in the period in which time off is actually taken. Vacation benefits accrue monthly at rates depending upon an employee's length of service. Employees may accumulate a maximum of 18 months of vacation credits based on the earning rate and length of service. Employees who reach the maximum accumulated rate will not accrue additional time until they use sufficient vacation to bring their accumulated rate below the maximum level.

The liability for compensated absences disclosed in the financial statements represents accumulated vacation and compensatory time at September 30, 2022, computed at pay rates in effect at that time was \$ 1,487,372.

Compensated absence liabilities for governmental activities have been paid from the general fund and various special revenue funds.

Leases

Lessee: The County is a lessee for noncancellable leases of equipment. The County recognizes a lease liability and an intangible right-to-use leased asset (lease asset) in the government-wide financial statements. The County recognizes lease liabilities with an initial individual value of \$5,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the County is reasonably certain to exercise.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Leases - Continued

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Deferred Outflows and Inflows of Resources

Guidance for deferred outflows of resources and deferred inflows of resources is provided by GASB No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". Concepts Statement No. 4, Elements of Financial Statements, introduced and defined those elements as a consumption of net assets by the government that is applicable to a future reporting period, and an acquisition of net assets by the government that is applicable to a future period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Further, GASB No. 65, "Items Previously Reported as Assets and Liabilities", had an objective to either (a) properly classify certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or (b) recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

Pension Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net 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 recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The general fund is used to liquidate any future liabilities.

Other Post-Employment Benefits

The fiduciary net position of the Johnson County Retiree Health Care Plan (the "Plan") has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from the Plan's total OPEB liability. Benefit payments are recognized when due and payable in accordance with the benefit terms. There are no assets as this is a pay-as-you-go plan. The general fund is used to liquidate any future liabilities.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as interest and fiscal charge expenses.

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 the debt is reported as other financing resources. 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.

Fund Equity

The County's Commissioners Court meets on a regular basis to manage and review cash financial activities and to ensure compliance with established policies. The County's unassigned General Fund Balance is maintained to provide the County with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing. The unassigned General Fund Balance may only be appropriated by resolution of the County's Commissioners Court. Fund Balance of the County may be committed for a specific source by formal action of the County's Commissioners Court. Amendments or modifications of the committed fund balance must also be approved by formal action by the County's Commissioners Court. When it is appropriate for fund balance to be assigned, the County's Commissioners Court has delegated authority to the County Judge or the County Auditor. In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended are as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

Fund Balance Classifications:

The *nonspendable* fund balance includes a portion of net resources that cannot be spent because of their form or because they must be maintained intact. Resources not in spendable form include inventories, prepaid expenditures and long-term receivables.

The *restricted* fund balance includes net resources that can be spent only for the specific purposes stipulated by constitution, external resource providers (creditors, grantors, and contributors), laws and regulations of other governments, or through enabling legislation.

The enabling legislation authorizes the County to access, levy, charge or otherwise mandate payment of resources from external resource providers; those resources can be used only for the specific purposes stipulated in the legislation. The County's fee revenue generated through enabling legislations include auto registration fees, birth/death certificate fees, adult bond supervision fees, child abuse protection fees, court technology fees, election service fees, family protection fees, financial security fees, juvenile case management fees, law library fees, records archive fees, and records management and preservation fees reported under Non-Major Special Revenue Funds, and auto registration fees, certificates of title, and gross weight and axle fees reported under the Road & Bridge Fund.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fund Equity - Continued

The *committed* fund balance includes spendable net resources that can only be used for specific purposes pursuant to constraints imposed by formal Commissioners Court actions, no later than the close of the fiscal year. Those constraints remain binding unless removed or changed in the same manner employed to previously commit those resources. At September 30, 2022, there are no commitments of fund balance.

The *assigned* fund balance includes amounts that are constrained by the County’s intent to be used for specific purposes, but are neither restricted nor committed. Such intent should be expressed by Commissioners Court or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Commissioners Court actions. At September 30, 2022, there are no assignments of fund balance.

The *unassigned* fund balance represents spendable net resources that have not been restricted, committed, or assigned to specific purposes. The general fund is the only fund that reports a positive unassigned fund balance amount.

The following schedule presents details of fund balance components at September 30, 2022:

	Major Funds			Non-Major	Total
	General Fund	Road & Bridge Fund	General Debt Service Fund	Other Governmental Funds	
Fund Balance:					
Nonspendable:					
Inventories	\$ 15,332	\$ 415,163	\$ -	\$ 137,108	\$ 567,603
Prepaid expenditures	745,567	51,547	-	3,869	800,983
Restricted:					
Capital projects	-	-	-	1,349,086	1,349,086
Contributor purposes	-	-	-	57,681	57,681
Court improvements and operations	-	-	-	812,657	812,657
Debt service	-	-	116,268	-	116,268
Election services	-	-	-	679,599	679,599
Health services	-	-	-	2,923,597	2,923,597
Inmate services	-	-	-	1,053,229	1,053,229
Juvenile services	-	-	-	180,815	180,815
Library services	-	-	-	147,266	147,266
Public safety personnel training	-	-	-	23,365	23,365
Public transportation projects	-	5,982,062	-	1,365,846	7,347,908
Records management	-	-	-	4,812,028	4,812,028
Special crimes operations	-	-	-	618,990	618,990
County/District attorney services	-	-	-	182,779	182,779
Sheriff services	-	-	-	3,360	3,360
Other	-	-	-	486,990	486,990
Unassigned	<u>46,979,800</u>	<u>-</u>	<u>-</u>	<u>(167,885)</u>	<u>46,811,915</u>
Total fund balance	<u>\$ 47,740,699</u>	<u>\$ 6,448,772</u>	<u>\$ 116,268</u>	<u>\$ 14,670,380</u>	<u>\$ 68,976,119</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Net Position

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

	<u>Governmental Activities</u>
Net Position:	
Net investment in capital assets	\$ 54,442,387
Restricted:	
Public transportation	7,888,190
Records management	4,812,028
Other:	
Contributor purposes	57,681
Court improvements and operations	812,657
Debt service	78,213
Election services	679,599
Health services	2,938,473
Inmate services	1,190,337
Juvenile services	181,115
Library services	147,266
Public safety personnel training	23,365
Special crime operations	622,559
County/District attorney services	182,779
Sheriff services	3,360
Other	486,990
Unrestricted	<u>50,782,840</u>
Total net position	<u>\$ 125,329,839</u>

NOTE 2 - DEPOSITS AND INVESTMENTS

The County classifies deposits and investments for financial statement purposes as cash and temporary investments, and investments based upon both liquidity (demand deposits) and maturity date (deposits and investments) of the asset at the date of purchase. For this purpose, a temporary investment is one that when purchased had a maturity date of three months or less. Investments are classified as either short-term investments or investments. Short-term investments have a maturity of one year or less and investments are those that have a maturity of one year or more. See Note 1 for additional Governmental Accounting Standards Board Statement No. 31 disclosures. Cash and temporary investments as reported on the financial statements at September 30, 2022 are as follows:

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash and Temporary Investments:			
Cash (petty cash accounts)	\$ 17,365	\$ -	\$ 17,365
Financial Institution Deposits:			
Demand deposits	60,137,715	12,698,268	72,835,983
Local Government Investment Pools:			
Texas CLASS	4,176,803	-	4,176,803
Texas CLASS Government	4,978,824	-	4,978,824
Texpool	4,241,892	-	4,241,892
Texpool Prime	<u>3,080,899</u>	<u>-</u>	<u>3,080,899</u>
Sub-total	<u>76,633,498</u>	<u>12,698,268</u>	<u>89,331,766</u>
Investments:			
Broker Dealer:			
Government Securities	2,433,815	-	2,433,815
U.S. Agency Securities	14,438,488	-	14,438,488
Certificates of deposit	<u>7,808,680</u>	<u>-</u>	<u>7,808,680</u>
Sub-total	<u>24,680,983</u>	<u>-</u>	<u>24,680,983</u>
Total Cash and Temporary Investments and Investments	<u>\$ 101,314,481</u>	<u>\$ 12,698,268</u>	<u>\$ 114,012,749</u>

Deposits

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned to them. The County requires that all deposits with financial institutions be collateralized in an amount equal to 103 percent of uninsured balances.

At year-end, in addition to petty cash accounts of \$ 17,365, the carrying amount of the County's financial institution deposits, was \$ 80,644,663, while the financial institution balances totaled \$ 81,249,964. Of these balances, \$ 2,498,625 represents amounts controlled by County courts and held by various financial institutions jointly under the name of the County and the court's beneficiaries and carrying the identification number of the beneficiaries. These accounts are entirely covered by federal deposit insurance. Of the remaining balances, \$ 8,308,680 was covered by federal depository insurance coverage and \$ 70,442,659 was covered by collateral held by the County's agent in the County's name.

Investments

Chapter 2256 of the Texas Government Code (the Public Funds Investment Act) authorizes the County to invest its funds under written investment policy (the "investment policy"). The investment policy primarily emphasizes safety of principal and liquidity, addresses investment diversification, yield, and maturity and addresses the quality and capability of investment personnel. This investment policy defines what constitutes the legal list of investments allowed under the policies, which excludes certain instruments allowed under chapter 2256 of the Texas Government Code.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments - Continued

The County's deposits and investments are invested pursuant to the investment policy, which is approved by Commissioners Court. The investment policy includes lists of authorized investment instruments and allowable stated maturity of individual investments. In addition it includes an "Investment Strategy Statement" that specifically addresses each investment option and describes the priorities of suitability of investment type, preservation and safety of principal, liquidity, marketability, diversification and yield. Additionally, the soundness of financial institutions (including broker/dealers) in which the County will deposit funds is addressed. The County's investment policy and types of investments are governed by the Public Funds Investment Act (PFIA). The County's management believes it complied with the requirements of the PFIA and the County's investment policy.

The County's Investment Officer submits an investment report each quarter to the Commissioners Court. The report details the investment positions of the County and the compliance of the investment portfolio as it relates to both the adopted investment strategy statements and Texas state law.

The County is authorized to invest in the following investment instruments provided that they meet the guidelines of the investment policy:

1. Obligations of the United States or its agencies and instrumentalities;
2. Direct obligations of the State of Texas or its agencies and instrumentalities;
3. No-load money market mutual funds: regulated by SEC, with a dollar-weighted average stated maturity of 90 days or less, includes in its investment objectives the maintenance of a stable \$ 1.00 net asset value per each share, and limited in quantity to the requirements, set forth in Chapter 2256, Government Code Section 2256.014;
4. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities;
5. Obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent;
6. Certificates of deposit if issued by a state or national bank and is: guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, secured in any manner and amount provided by law for deposits of the County;
7. Eligible investment pools if the Commissioners Court by resolution authorizes investment in the particular pool. An investment pool shall invest funds it receives from entities in authorized investments permitted by the Public Funds Investment Act. The County by contract may delegate to an investment pool the authority to hold legal title as custodian of investments purchased with its local funds; and,

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments - Continued

The County is invested in certificates of deposit at various financial institutions to provide its liquidity needs. This investment is insured, registered, or the County's agent holds the securities in the County's name; therefore, the County is not exposed to custodial credit risk with these deposits.

Texas CLASS and Texas CLASS Government were created as a local government investment pool pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code. Per State Code, entities may pool any of their funds, or funds under their control, to preserve principal, maintain the liquidity of the funds and maximize yield. The Texas CLASS and Texas CLASS Government agreements are agreements of indefinite term regarding the investment, reinvestment, and withdrawal of local government funds. Texas CLASS and Texas CLASS Government seek to maintain a constant net asset value of \$ 1.00, although this cannot be fully guaranteed. Texas CLASS and Texas Class Government are rated AAAM and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

TexPool and TexPool Prime are local government investment pools that were established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Code. TexPool and TexPool Prime are 2(a)7 like funds, meaning that they are structured similar to a money market mutual fund. Such funds allow shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are also adjusted on a daily basis. Such funds seek to maintain a constant net asset value of \$ 1.00, although this cannot be fully guaranteed. TexPool and TexPool Prime are rated AAAM and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit.

At September 30, 2022 Texas CLASS, Texas CLASS Government, TexPool and TexPool Prime has a weighted average maturity of 31 days, 24 days, 24 days and 12 days, respectively. Although the pools have a weighted average maturity, the County considers holdings in these funds to have a one day weighted average maturity. This is due to the fact that the share position can usually be redeemed each day at the discretion of the shareholder, unless there has been a significant change in value.

As of September 30, 2022, the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Days)</u>
Texas CLASS	\$ 4,176,803	31
Texas CLASS Government	4,978,824	24
TexPool	4,241,892	24
TexPool Prime	3,080,899	12
Certificates of Deposit	7,808,680	611
Government Securities	2,433,815	369
U.S. Agency Securities	<u>14,438,488</u>	643
Total	<u>\$ 41,159,401</u>	373

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments - Continued

Credit Risk - As of September 30, 2022, the LGIP's (which represent approximately 40.04% of the investment portfolio) are rated AAAM by Standard and Poor's, the U.S. Agency securities and government securities (which represent 40.99% of the investment portfolio) were covered by private insurance and the certificates of deposit (which represents 18.97% of the investment portfolio) were covered by Federal Depository Insurance coverage, respectively, therefore, the County does not have a significant exposure to credit risk.

Interest Rate Risk - As a means of minimizing risk of loss due to interest rate fluctuations, the Investment Policy requires that investment maturities will not exceed the lesser of a dollar weighted average maturity of three years or the anticipated cash flow requirements of the funds. Quality short-to-medium term securities may be purchased, which complement each other in a structured manner that minimizes risk and meets the County's cash flow requirements.

Fair Value Measures

Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application* establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under GASB Statement No. 72 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Fair Value Measures - Continued

The following table sets forth by level, within the fair value hierarchy, the County's assets at fair value as of September 30, 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Government Securities	\$ 2,433,815	\$ -	\$ -	\$ 2,433,815
U.S. Agency Securities	<u>14,438,488</u>	<u>-</u>	<u>-</u>	<u>14,438,488</u>
Total assets at fair value	<u>\$ 16,872,303</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,872,303</u>

NOTE 3 - RECEIVABLES AND UNCOLLECTIBLE ACCOUNTS

Receivables and Allowances

Receivables as of September 30, 2022, for the government's individual governmental major and nonmajor funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>Major Funds</u>				<u>Non-Major Funds</u>	
	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>General Debt Service Fund</u>	<u>American Rescue Plan Act (ARPA) Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Receivables:						
Property taxes	\$ 2,633,816	\$ 362,312	\$ 158,545	\$ -	\$ 99,538	\$ 3,254,211
Accounts	1,123,496	181,648	-	39,340	21,727	1,366,211
Due from other governments	<u>50,548</u>	<u>41,638</u>	<u>-</u>	<u>-</u>	<u>181,768</u>	<u>273,954</u>
Gross receivables	3,807,860	585,598	158,545	39,340	303,033	4,894,376
Less Allowance for Uncollectible:						
Property taxes	<u>2,043,696</u>	<u>279,753</u>	<u>142,542</u>	<u>-</u>	<u>82,353</u>	<u>2,548,344</u>
Net receivables	<u>\$ 1,764,164</u>	<u>\$ 305,845</u>	<u>\$ 16,003</u>	<u>\$ 39,340</u>	<u>\$ 220,680</u>	<u>\$ 2,346,032</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 3 - RECEIVABLES AND UNCOLLECTIBLE ACCOUNTS - Continued

Receivables and Allowances - Continued

	<u>Fiduciary Fund</u>
Receivables:	
Accounts:	
Adult probationers	\$ <u>127,752</u>
Net total receivables	\$ <u>127,752</u>

Receivables From Other Governments

The County participates in a variety of federal and state programs from which it receives grants to, partially or fully, finance certain activities. In addition, the County receives entitlements from the State through the legislative actions and taxes collected by the State on behalf of the County (other taxes). All federal grants shown below are either direct or passed through state or local agencies and are reported on the financial statements as due from other governments.

Amounts due from federal and state as of September 30, 2022 are summarized below:

	<u>Federal Grants</u>	<u>State Grants</u>	<u>Total</u>
Major Governmental Funds:			
General fund	\$ 5,032	\$ 45,516	\$ 50,548
Road and Bridge fund	-	41,638	41,638
Non-major governmental funds	<u>17,733</u>	<u>164,035</u>	<u>181,768</u>
Total	<u>\$ 22,765</u>	<u>\$ 251,189</u>	<u>\$ 273,954</u>

Judicial Receivables

Judicial receivables are reported in the governmental activities statement of net position. Since these receivables do not represent current available resources, they are not reported in the governmental funds balance sheet. The allowance for uncollectible receivables related to the County's various court assessments is determined based on historical experience and evaluation of collectability in relation to the aging of customer accounts. The following is a summary of the receivable and allowance for uncollectible as of September 30, 2022:

	<u>Judicial Receivable</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivable</u>
Judicial Receivables:			
Justice of the peace	\$ 469,629	\$ 140,889	\$ 328,740
County courts	1,544,872	386,218	1,158,654
District courts	<u>16,505,425</u>	<u>8,252,713</u>	<u>8,252,712</u>
Total	<u>\$ 18,519,926</u>	<u>\$ 8,779,820</u>	<u>\$ 9,740,106</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 4 - DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUE

Governmental Funds

Governmental funds report deferred inflows of resources 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. As of September 30, 2022, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

	Major Funds				Non-Major Funds	
	General Fund	Road & Bridge Fund	General Debt Service Fund	American Rescue Plan Act (ARPA) Fund	Other Governmental Funds	Total
Deferred Inflows of Resources:						
Delinquent property taxes receivable	\$ 510,277	\$ 73,572	\$ 13,884	\$ -	\$ 14,876	\$ 612,609
Unearned Revenue:						
Federal grants	-	-	-	29,175,973	-	29,175,973
State grants	38,500	-	-	-	16,351	54,851
Rental deposits	640	-	-	-	-	640
	<u>\$ 549,417</u>	<u>\$ 73,572</u>	<u>\$ 13,884</u>	<u>\$ 29,175,973</u>	<u>\$ 31,227</u>	<u>\$ 29,844,073</u>

Governmental Activities

Governmental activities defer the recognition of pension expense for contributions made from the measurement date to the current year-end of September 30, 2022 and report these as deferred outflows of resources. Governmental activities also defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a deferred inflow of resources. Further, for governmental activities, like governmental funds, defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 4 - DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUE - Continued

Governmental Activities - Continued

As of September 30, 2022, the various components of deferred outflows and inflows of resources and unearned revenue reported in the governmental activities were as follows:

<u>Governmental Activities:</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Unearned Revenue</u>
Bond refunding cost (net of accumulated amortization)	\$ 1,649,509	\$ -	\$ -
Pension Related:			
Differences between expected and actual experience	476,742	155,326	\$ -
Net difference between projected and actual investment earnings	-	18,023,583	-
Changes in assumptions	4,055,236	85,944	-
Subsequent contributions	4,141,870	-	-
OPEB Related:			
Changes in assumptions	274,574	595,923	-
Differences between expected and actual experience	37,329	686,693	-
Unearned Revenue:			
Federal grants	-	-	29,175,973
State allocations	-	-	54,851
Rental deposits	-	-	640
	<u> </u>	<u> </u>	<u> </u>
Totals	\$ <u>10,635,260</u>	\$ <u>19,547,469</u>	\$ <u>29,231,464</u>

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

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

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>09-30-22</u>
General Fund	Road & Bridge Fund	\$ 245
General Fund	Other Governmental Funds	321,224
Other Governmental Funds	General Fund	3,607
Other Governmental Funds	Other Governmental Funds	<u>178</u>
Total		\$ <u>325,254</u>

Interfund receivables and payables represent short-term borrowings primarily for cash flow purposes. These include short-term borrowings for reimbursement grants and some revenue or expenditures/expense adjustments between funds at or near year-end.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Interfund transfers for the year ended September 30, 2022 consisted of the following individual fund transfers in and transfers out:

<u>Transferring Fund</u>	<u>Receiving Fund</u>	<u>09-30-22</u>
General Fund	Road & Bridge Fund	\$ 9,426
General Fund	Other Governmental Funds	1,547,505
American Rescue Plan Act (ARPA) Fund	Other Governmental Funds	32,497
Other Governmental Funds	General Fund	572,006
Other Governmental Funds	Other Governmental Funds	<u>474,055</u>
Total		<u>\$ 2,635,489</u>

The Commissioners Court approved these transfers, as transfers of operational funds to cover planned expenditures/expenses.

NOTE 6 - CAPITAL ASSETS

Capital Transactions

	<u>Balance 10-01-21</u>	<u>Additions</u>	<u>Retirements</u>	<u>Adjustments & Transfers</u>	<u>Balance 09-30-22</u>
Governmental Activities:					
Capital Assets, Not Depreciated:					
Land	\$ 2,997,691	\$ 150,000	\$ -	\$ -	\$ 3,147,691
Construction in progress	<u>1,489,887</u>	<u>3,552,748</u>	<u>-</u>	<u>(464,397)</u>	<u>4,578,238</u>
Total capital assets not being depreciated	<u>4,487,578</u>	<u>3,702,748</u>	<u>-</u>	<u>(464,397)</u>	<u>7,725,929</u>
Capital Assets, Being Depreciated:					
Buildings and improvements	86,746,205	779,943	-	160,000	87,686,148
Furniture, equipment and vehicles	33,093,670	1,752,032	933,008	304,397	34,217,091
Right to use assets - equipment	-	245,913	-	-	245,913
Infrastructure	<u>39,483,868</u>	<u>1,247,920</u>	<u>678,500</u>	<u>-</u>	<u>40,053,288</u>
Total capital assets being depreciated	<u>159,323,743</u>	<u>4,025,808</u>	<u>1,611,508</u>	<u>464,397</u>	<u>162,202,440</u>
Less Accumulated Depreciation For:					
Buildings and improvements	38,425,696	2,903,235	-	-	41,328,931
Furniture, equipment and vehicles	27,503,594	1,653,381	881,147	-	28,275,828
Right to use assets - equipment	-	62,355	-	-	62,355
Infrastructure	<u>28,983,113</u>	<u>1,197,646</u>	<u>678,500</u>	<u>-</u>	<u>29,502,259</u>
Total accumulated depreciation	<u>94,912,403</u>	<u>5,816,617</u>	<u>1,559,647</u>	<u>-</u>	<u>99,169,373</u>
Total capital assets being depreciated, net	<u>64,411,340</u>	<u>(1,790,809)</u>	<u>51,861</u>	<u>464,397</u>	<u>63,033,067</u>
Governmental activities capital assets, net	<u>\$ 68,898,918</u>	<u>\$ 1,911,939</u>	<u>\$ 51,861</u>	<u>\$ -</u>	<u>\$ 70,758,996</u>

During the year ended September 30, 2022, the County received equipment and roads from various sources totaling \$ 1,282,674.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 6 - CAPITAL ASSETS - Continued

Depreciation

Depreciation expense was charged as direct expense to functional categories of the County as follows:

	<u>09-30-22</u>
Governmental Activities:	
General government	\$ 1,611,036
Administration of justice	22,836
Law enforcement	2,300,881
Highways and streets	1,769,508
Health and welfare	99,921
Culture and recreation	<u>12,435</u>
 Total depreciation expense	 <u>\$ 5,816,617</u>

Construction Commitments

Construction in progress for various projects at September 30, 2022 is as follows.

	<u>Contract Value</u>	<u>Expended To Date</u>	<u>Commitment</u>
Burleson Sub Courthouse Renovation	\$ 2,300,025	\$ 2,192,779	\$ 107,246
Sheriff's Office Renovation	2,706,005	1,551,014	1,154,991
911 Call Center	82,100	33,407	48,693
Building Maintenance Workshop	<u>13,600</u>	<u>4,934</u>	<u>8,666</u>
 Total	 <u>\$ 5,101,730</u>	 <u>\$ 3,782,134</u>	 <u>\$ 1,319,596</u>

NOTE 7 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE

Accounts and accrued liabilities payable as of September 30, 2022, for the government's individual governmental major and nonmajor funds, and fiduciary funds in the aggregate are as follows:

	<u>Major Funds</u>			<u>Non-Major Funds</u>	<u>Total</u>
	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>American Rescue Plan Act (ARPA) Fund</u>	<u>Other Governmental Funds</u>	
Accounts and Accrued Liabilities Payable:					
Vendors	\$ 1,131,662	\$ 249,012	\$ 334,934	\$ 1,082,799	\$ 2,798,407
Accrued compensation	2,667,373	237,360	38,282	72,984	3,015,999
Due to other governments	2,097	-	-	79,616	81,713
Due to others	<u>312,788</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>312,788</u>
 Totals	 <u>\$ 4,113,920</u>	 <u>\$ 486,372</u>	 <u>\$ 373,216</u>	 <u>\$ 1,235,399</u>	 <u>\$ 6,208,907</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 7 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE - Continued

	<u>Fiduciary Funds</u>
Accounts and Accrued Liabilities Payable:	
Vendors	\$ 3,089
Bonds payable	178,479
Accrued compensation	160,956
Due to others	<u>266</u>
 Total	 <u>\$ 342,790</u>

NOTE 8 - LONG-TERM DEBT

Bonded Debt

Bonds payable at September 30, 2022, are summarized as follows:

	Interest Rate %	<u>Series Dates</u>			Bonds Outstanding 09-30-22
		<u>Issued</u>	<u>Maturity</u>	<u>Callable</u>	
Certificates of Obligation Bonds	1.704 -				
Taxable Series 2015	4.627	2015	2035	--	\$ 3,255,000
Certificates of Obligation					
Refunding Bonds	1.800 -				
Taxable Series 2021	3.000	2021	2035	2032	<u>15,480,000</u>
 Total					 <u>\$ 18,735,000</u>

General obligation and certificates of obligation bond transactions for the year ended September 30, 2022 were as follows:

Bonds outstanding, October 1, 2021	\$ 18,340,000
Issued	15,865,000
Maturities	(1,405,000)
Refunded	<u>(14,065,000)</u>
 Bonds outstanding, September 30, 2022	 <u>\$ 18,735,000</u>

The bond ordinances require that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. For the year ended September 30, 2022, the amount of ad valorem taxes collected for interest and sinking were \$ 1,510,098, while the debt service requirements for principal and interest was \$ 2,034,339. The bond resolutions provide no express remedies in the event of default and make no provision for acceleration of maturity of the bonds.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 8 - LONG-TERM DEBT - Continued

Certificate of Obligation Bonded Debt

The following is a summary of general obligation and certificate of obligation bond requirements by year as of September 30, 2022:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
2023	\$ 1,240,000	\$ 398,083	\$ 1,638,083
2024	1,285,000	358,676	1,643,676
2025	1,325,000	316,016	1,641,016
2026	1,360,000	280,290	1,640,290
2027	1,390,000	252,790	1,642,790
2028-2032	7,365,000	833,530	8,198,530
2033-2035	<u>4,770,000</u>	<u>145,545</u>	<u>4,915,545</u>
Total	<u>\$ 18,735,000</u>	<u>\$ 2,584,930</u>	<u>\$ 21,319,930</u>

On December 7, 2021, the County issued General Obligation Refunding Bonds, Series 2021 in the amount of \$ 15,865,000. The proceeds from the sale of the bonds will provide funds to refund a portion of the Certificates of Obligation Bonds Taxable Series 2015 in the amount of \$ 14,065,000. Both cash and the SLGS have been irrevocably pledged to the payment of the outstanding bonds. Principal and interest from the cash and SLGS have been deemed sufficient to retire the principal and interest of the outstanding balance of the Certificates of Obligation Bonds Taxable Series 2015. The General Obligation Refunding Bonds, Series 2021 are calculated to provide cash flow savings of \$ 1,380,830 and an economic gain (net present value of savings) of \$ 1,185,539.

Changes in Long-Term Debt

Transactions for the year ended September 30, 2022 are summarized as follows:

	<u>Balance 10-01-21</u>	<u>Issues or Additions</u>	<u>Payments or Expenditures</u>	<u>Balance 09-30-22</u>	<u>Due Within One Year</u>
Governmental Type Activities:					
Certificates of obligation bonds	\$ 18,340,000	\$ 15,865,000	\$ 15,470,000	\$ 18,735,000	\$ 1,240,000
Lease liability	-	245,913	71,666	174,247	61,961
Net pension liability	11,578,471	413,877	11,992,348	-	-
Total OPEB liability	4,382,309	432,970	1,237,146	3,578,133	-
Compensated absences	1,284,616	1,564,119	1,361,363	1,487,372	1,154,348
Premium on bonds	<u>-</u>	<u>253,944</u>	<u>15,872</u>	<u>238,072</u>	<u>19,238</u>
Total governmental activities	<u>\$ 35,585,396</u>	<u>\$ 18,775,823</u>	<u>\$ 30,148,395</u>	<u>\$ 24,212,824</u>	<u>\$ 2,475,547</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 9 - LEASES

In November 2021, the County entered a five year lease agreement for the lease of a copier. Based on this agreement, the County is required to make quarterly payments of \$ 509. There are no renewal options included in this lease agreement and the County will not purchase the copier at the end of the lease term. An initial lease liability was recorded in the amount of \$ 9,428 using 3.00% discount rate during the current fiscal year.

In January 2022, the County entered a five year lease agreement for the lease of a copier. Based on this agreement, the County is required to make quarterly payments of \$ 1,515. There are no renewal options included in this lease agreement and the County will not purchase the copier at the end of the lease term. An initial lease liability was recorded in the amount of \$ 28,040 using 3.00% discount rate during the current fiscal year.

In October 2021, the County entered a three year lease agreement for the lease of a phone system. Based on this agreement, the County is required to make monthly payments of \$ 4,115. There are no renewal options included in this lease agreement and the County will not purchase the phone system at the end of the lease term. An initial lease liability was recorded in the amount of \$ 152,730 using 3.00% discount rate during the current fiscal year.

In January 2022, the County entered a five year lease agreement for the lease of public safety equipment. Based on this agreement, the County is required to make annual payments of \$ 8,989. There are no renewal options included in this lease agreement and the County will not purchase the public safety equipment at the end of the lease term. An initial lease liability was recorded in the amount of \$ 55,715 using 3.00% discount rate during the current fiscal year.

The future principal and interest lease payments as of September 30, 2022, were as follows:

<u>Year Ended September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirement</u>
2023	\$ 61,961	\$ 4,507	\$ 66,468
2024	63,841	2,626	66,467
2025	28,371	1,061	29,432
2026	16,573	515	17,088
2027	<u>3,501</u>	<u>38</u>	<u>3,539</u>
Totals	\$ <u>174,247</u>	\$ <u>8,747</u>	\$ <u>182,994</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN

Plan Description - The County provides retirement, disability, and death benefits for all of its full-time employees through a non-traditional 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 more than 830 non-traditional defined benefit plans. TCDRS in the aggregate issues a annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, TX 79768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at 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 8 years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

All eligible employees of the County are required to participate in TCDRS.

The plan provisions are adopted by Commissioner’s Court of the County, within the options available in the state statutes governing TCDRS. Plan provisions for the County were as follows:

	<u>Plan Year 2022</u>	<u>Plan Year 2021</u>
Employee deposit rate	7.00%	7.00%
Employer deposit rate	12.45%	11.49%
Matching ratio (County to employee)	2 to 1	2 to 1
Years required for vesting	8	8
Service retirement eligibility (expressed as age/years of service)	60/8, 0/20	60/8, 0/20

Employees Covered by Benefit Terms:

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

Inactive employees or beneficiaries currently receiving benefits	409
Inactive employees entitled to but not yet receiving benefits	521
Active employees	<u>795</u>
	<u><u>1,725</u></u>

Contributions - The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee compensation, and the employer matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the employer. Under the state laws governing TCDRS, the contribution rate for each employer is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. Participating employers are required to contribute at the actuarially determined rates to ensure adequate funding for each employer’s plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Each employer has the opportunity to make additional contributions in excess of its annual required contribution rate either by adopting an elected rate that is higher than the required rate or by making additional contributions on an ad hoc basis. Employers may make additional contributions to pay down their liabilities faster, pre-fund benefit enhancements and/or buffer against future adverse experience. In addition, employers annually review their plans and may adjust benefits and costs based on their local needs and budgets. Although accrued benefits may not be reduced, employers may reduce future benefit accruals and immediately reduce costs.

Employees of the County were required to contribute 7.00% of their annual compensation during the fiscal year. The County's required contribution rates of 12.45% and 11.16% in calendar years 2022 and 2021, respectively. The County's contributions to TCDRS for the year ended September 30, 2022 were \$ 5,520,861.

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

Actuarial Assumptions:

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

Inflation	2.50% per year
Overall payroll growth	3.00% per year
Investment Rate of Return	7.50%, net of pension plan investment expense, including inflation

Except where indicated in the section of this GASB 68 report entitled "Actuarial Methods and Assumptions Used for GASB Calculations", the assumptions used in this analysis for the December 31, 2021 financial reporting metrics are the same as those used in the December 31, 2021 actuarial valuation analysis for the County.

Following is a description of the assumptions used in the December 31, 2021 actuarial valuation analysis for the County. This information may also be found in the Johnson County December 31, 2021 Summary Valuation Report.

Economic Assumptions:

TCDRS System-Wide Economic Assumptions

Real rate of return	5.00%
Inflation	2.50%
Long-term investment return	7.50%

The assumed long-term investment return of 7.50% is net after investment and administrative expenses. It is assumed returns will equal the nominal annual rate of 7.50% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.00% (made up of 2.50% inflation and 0.50% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.70% per year for a career employee.

Employer Specific Economic Assumptions

Growth in membership	0.00%
Payroll growth	3.00%

The payroll growth assumption is for the aggregate covered payroll of an employer.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers are based on January 2022 information for a 10-year time horizon.

The valuation assumption for long-term expected return is re-assessed in detail at a minimum of every four years, and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Benchmark</u>	<u>Target Allocation⁽¹⁾</u>	<u>Geometric Real Rate of Return (Expected minus Inflation)⁽²⁾</u>
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	3.80%
Global Equities	MSCI World (net) Index	2.50%	4.10%
International Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	3.80%
International Equities - Emerging Markets	MSCI Emerging Markets Standard (net) Index	6.00%	4.30%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.85%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	1.77%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.25%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	4.50%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	3.10%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	3.85%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.10%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	6.80%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	1.55%
Cash Equivalents	90-Day U.S. Treasury	2.00%	-1.05%

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

(1) Target asset allocation adopted at the March 2022 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.60%, per Cliffwater's 2022 capital market assumptions

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

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

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

Discount Rate - The discount rate is the single rate of return that, when applied to all projected benefit payments results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using the long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not include in (1), calculated using the municipal bond rate.

Therefore, if plan investments in a given future year are greater than projected benefit payments in that year and are invested such that they are expected to earn the long-term rate of return, the discount rate applied to projected benefit payments in that year should be the long-term expected rate of return on plan investments. If future years exist where this is not the case, then an index rate reflecting the yield on a 20-year, tax-exempt municipal bond should be used to discount the projected benefit payments for those years.

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future value, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternative methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 7.60%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 7.50%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a)-(b)
Balance as of December 31, 2020	\$ 142,947,369	\$ 131,368,898	\$ 11,578,471
Changes for the Year:			
Service cost	4,594,581	-	4,594,581
Interest on total pension liability ⁽¹⁾	10,987,082	-	10,987,082
Effect of plan changes ⁽²⁾	-	-	-
Effect of economic/demographic gains or losses	(207,101)	-	(207,101)
Effect of assumptions changes or inputs	(114,592)	-	(114,592)
Refunds of contributions	(301,248)	(301,248)	-
Employer contributions	-	3,979,341	(3,979,341)
Member contributions	-	2,424,284	(2,424,284)
Net investment income	-	28,894,667	(28,894,667)
Benefit payment,	(5,759,911)	(5,759,911)	-
Administrative expense	-	(86,867)	86,867
Other changes ⁽³⁾	-	45,997	(45,997)
Balance as of December 31, 2021	<u>\$ 152,146,180</u>	<u>\$ 160,565,161</u>	<u>\$(8,418,981)</u>

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

⁽²⁾ No plan changes valued.

⁽³⁾ Relates to allocation of system-wide items.

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

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

	1% Decrease In Discount Rate <u>(6.60%)</u>	Discount Rate <u>(7.60%)</u>	1% Increase In Discount Rate <u>(8.60%)</u>
Total pension liability	\$ 172,382,330	\$ 152,146,180	\$ 135,188,630
Fiduciary net position	<u>160,565,161</u>	<u>160,565,161</u>	<u>160,565,161</u>
Net pension liability / (asset)	<u>\$ 11,817,169</u>	<u>\$ (8,418,981)</u>	<u>\$ (25,376,531)</u>

<i>Pension Expense:</i>	<u>Year Ended 12-31-21</u>
Service cost	\$ 4,594,581
Interest on total pension liability ⁽¹⁾	10,987,082
Administrative expenses	86,867
Member contributions	(2,424,284)
Expected investment return net of investment expenses	(9,995,287)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	324,174
Recognition of assumption changes or inputs	1,998,971
Recognition of investment gains or losses	(5,112,230)
Other ⁽²⁾	<u>(45,997)</u>
Pension expense	<u>\$ 413,877</u>

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

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

Deferred Inflows and Outflows - At September 30, 2022, 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	\$ 476,742	\$ 155,326
Net difference between projected and actual investment earnings	-	18,023,583
Changes in assumptions	4,055,236	85,944
Contributions subsequent to the measurement date ⁽³⁾	<u>4,141,870</u>	<u>-</u>
Totals	<u>\$ 8,673,848</u>	<u>\$ 18,264,853</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 10 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the measurement date, will be recognized in pension expenses as follows:

<u>Year Ended</u> <u>September 30,</u>	
2023	\$ (1,705,245)
2024	(3,860,826)
2025	(4,386,928)
2026	(3,779,876)
2027	-
Thereafter ⁽⁴⁾	-

⁽³⁾ Any eligible employer contributions were made subsequent to the measurement date through the employer's fiscal year end, the employer should reflect these contributions, adjusted as outlined in GASB No. 71.

⁽⁴⁾ Total remaining balance to be recognized in future years, if any. Note that additional deferred inflows and outflows of resources may impact these numbers.

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description - The County's defined benefit OPEB plan, Johnson County Retiree Health Care Plan (JCRHCP), provides medical benefits to plan members of the County. JCRHCP is a single-employer defined benefit OPEB plan administered by the County. Local Government Code Section 157.101 assigns the authority to establish and amend benefit provisions to Commissioners Court. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided - Plan participants are full-time regular employees who, at the time they leave County employment, are:

1. Eligible for retirement benefits under Texas County and District Retirement guidelines, and
2. Have a total of 20 years of service with Johnson County, of which at least 10 years are continuous service, and
3. Are covered under the County group health insurance program at the time of the separation, and
4. Are not Medicare eligible, or

Elected officials who, at the time they leave Johnson County employment, are:

1. Eligible for retirement benefits under Texas County and District Retirement guidelines, and
2. Have a total of 16 years of service with the County, of which at least 10 years are continuous service, and
3. Are covered under the County group health insurance program at the time of their separation, and
4. Are not Medicare eligible.

Members retiring under TCDRS disability retirement provisions must satisfy social security disability requirements that are therefore Medicare eligible. Disabled retirees are not eligible for the County's health insurance. Retiree healthcare ceases when a covered retiree becomes eligible for Medicare coverage.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

Coverage for dependents who are not Medicare eligible and who are participants in the County’s group health insurance plan at the time of the employee’s separation may also be continued. Premiums will be paid for by the retiree and are to be made to the County Treasurer no later than the 10th day of each month. In the event of the retiree’s death, covered dependents may continue coverage until they become Medicare eligible provided they make required premium payments on a timely basis. The County will pay for the retiree’s vision coverage for 3 years or until the age 65. Any dependent coverage the retiree may have will be at the retiree’s cost.

The following table provides a summary of the number of participants in the plan as of September 30, 2022:

Inactive plan members or beneficiaries currently receiving benefits	10
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>515</u>
	<u><u>525</u></u>

Contributions - Local Government Code Section 157.102 assigns to Commissioners Court the authority to establish and amend contribution requirements of the plan members. The County may contribute all, part of, or none of the premium payment. The County’s contribution, if any, will be determined annually by Commissioners Court during the County budget process and will be effective on a fiscal year basis. The County does not contribute toward the cost of coverage for retirees who do not meet the eligibility requirements. The County pays no more for retiree healthcare than the premium it pays for active employees for each rate tier structure (retiree only, retiree + spouse, retiree + child, retiree + children, retiree + family).

The plan is funded on a pay-as-you-go basis. For the year ended September 30, 2022, the total benefit payments made to the plan was \$ 196,579. The total benefit payments made include explicit benefit payments made by the County of \$ 132,794 and an implicit benefit payment of \$ 63,785. The implicit subsidy is calculated using a factor which equals the ratio of the expected implicit subsidy to the expected total medical premiums. Since the plan utilizes blended premiums, the benefit payments must include an adjustment for the implicit subsidy. This adjustment reflects the underlying costs of the benefits provided to retirees.

Total OPEB Liability - The County’s total OPEB liability of \$ 3,578,133 was measured as of September 30, 2022 utilizing the actuarial valuation performed as of September 30, 2022.

Actuarial assumptions and other inputs - The total OPEB liability in the September 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual Entry Age
Discount rate	4.77%
Inflation	2.50%
Salary increases	3.50%
Health care trend rates	Level 4.50%
Participation rates	90% for retirees eligible for the County subsidy; 10% for retirees not eligible for the County subsidy

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The gender distinct RP-2014 Healthy Annuitant Mortality Tables are used with rates for males multiplied by 130% and rates for females multiplied by 110%. For healthy retirees, the valuation employs fully generational mortality projections based on 110% of the ultimate rates of Scale MP-2021.

The gender distinct RP-2014 Disabled Retiree mortality Tables are used with rates for males multiplied by 130% and rates for females multiplied by 115%. For disabled retirees, the valuation employs fully generational mortality projections based on 110% of the ultimate rates of Scale MP-2021.

The gender distinct RP2014 Employee Mortality Tables are used with rates for males and females multiplied by 90%. For active members, the valuation employs fully generational mortality projections based on 110% of the ultimate rates of Scale MP-2021.

The actuarial assumptions used in the September 30, 2022 valuation were based on the experience study covering the four-year period ending December 31, 2016, as conducted for the Texas County and District Retirement System.

Discount Rate - For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on S&P municipal bond 20 year grade rate index as of the measurement date. For the purpose of this valuation, the municipal bond rate is 4.77%. The discount rate was 2.19% as of the prior measurement date.

Changes in Total OPEB Liability - The changes in the total OPEB liability as of September 30, 2022 are as follows:

	<u>Total OPEB Liability</u>
Service cost	\$ 331,882
Interest on total OPEB liability	101,088
Difference between expected and actual experience of the total OPEB liability	(376,519)
Changes in assumptions	(664,048)
Benefit payments	<u>(196,579)</u>
Net change in total OPEB liability	(804,176)
Total OPEB liability, September 30, 2021	<u>4,382,309</u>
Total OPEB liability, September 30, 2022	<u>\$ 3,578,133</u>

Changes in assumptions reflect a change in the discount rate from 2.19% as of September 30, 2021 to 4.77% as of September 30, 2022.

The benefit payments during the measurement period were determined as follows:

Explicit benefit payments (County's portion of premiums)	\$ 132,794
Implicit benefit payments	<u>63,785</u>
Total benefit payments	<u>\$ 196,579</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The implicit benefit payments took the total premiums of \$ 196,579 multiplied by a factor of 0.324. The factor equals the ratio of the expected implicit subsidy to the expected explicit costs.

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the total OPEB liability of the County, calculated using the discount rate of 4.77%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate of 1 percentage-point lower (3.77%) or 1 percentage-point higher (5.77%) than the current rate:

	1% Decrease In Discount Rate <u>(3.77%)</u>	Discount Rate <u>(4.77%)</u>	1% Increase In Discount Rate <u>(5.77%)</u>
Total OPEB liability	\$ 3,823,518	\$ 3,578,133	\$ 3,349,058

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates - The following presents the total OPEB liability of the County, calculated using the healthcare cost trend rate of 4.50%, as well as what the County's total OPEB liability would be if it were calculated using a healthcare cost trend rate rate of 1 percentage-point lower (3.50%) or 1 percentage-point higher (5.50%) than the current rate:

	1% Decrease In Trend Rate <u>(3.50%)</u>	Trend Rate <u>(4.50%)</u>	1% Increase In Trend Rate <u>(5.50%)</u>
Total OPEB liability	\$ 3,248,762	\$ 3,578,133	\$ 3,958,313

<i>OPEB Expense:</i>	<u>Year Ended 09-30-22</u>
Service cost	\$ 331,882
Interest on the total OPEB liability	101,088
Difference between expected and actual experience	(112,432)
Changes in assumptions or other inputs	<u>(60,139)</u>
OPEB expense	<u>\$ 260,399</u>

Deferred Inflows and Outflows - At September 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 37,329	\$ 686,693
Changes in assumptions	<u>274,574</u>	<u>595,923</u>
Totals	<u>\$ 311,903</u>	<u>\$ 1,282,616</u>

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The County did not have any contributions subsequent to the measurement date due to the measurement date and the date of this report both ending as of September 30, 2022.

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

<u>Year Ended</u> <u>September 30,</u>	
2023	\$(172,571)
2024	(172,571)
2025	(172,571)
2026	(171,421)
2027	(167,797)
Thereafter	(113,782)

NOTE 12 - GRANTS, ENTITLEMENTS AND SHARED REVENUES

During the year ended September 30, 2022, the County applied for and received federal and state grants related to various activities. The operations of these grants are reported in the general fund, various special revenue funds, and capital projects fund. For the most part, these grants are reimbursement type grants, therefore, revenues equal expenditures. Grant revenues are classified as intergovernmental revenues. The federal financial assistance programs are covered by the requirements of the Single Audit Act and the Uniform Guidance.

The state financial assistance programs are covered by the State of Texas Single Audit Circular (Uniform Grant Management Standards). A single audit was performed on the federal and state financial assistance programs as the federal and state financial assistance programs met the \$ 750,000 threshold.

NOTE 13 - BAIL BOND COLLATERAL

The County holds, as collateral, time deposits and other cash equivalents and real property pledged toward bail bonds. The County does not have access to the assets unless the bond is violated; therefore, these assets are not reported in the financial statements of the County as of September 30, 2022. As of September 30, 2022, bail bonds outstanding totaled \$ 17,096,204 and collateral pledged against these bonds amounted to \$ 1,730,818, respectively.

NOTE 14 - LITIGATION

The County is contingently liable in respect to lawsuits and other claims in the ordinary course of its operations. Such lawsuits include various civil claims that are currently between the stages of discovery and pleadings. The outcome of these lawsuits and other claims are not presently determinable and the resolutions of these matters are not expected to have a material effect on the financial condition of the County. The County does not have any contingent estimated liability as of September 30, 2022.

NOTE 15 - RISK COVERAGE

The County is a participant in the Texas Association of Counties insurance pool for coverage of liability, property, and worker's compensation. The County pays annual premiums to the pool for the coverage stated. Property and liability insurance provide varying and appropriate coverage, with most claims subject to a \$ 5,000 deductible.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 16 - TAX ABATEMENTS

The County enters into property tax abatement agreements with taxpayers under the State Property Tax Abatement Act, Tax Code Chapter 312. Under the act, the County may enter into a local agreement with a taxpayer that exempts all or part of the increase in the value of the real property and/or tangible personal property from taxation for a period not to exceed 10 years. Tax abatements are an economic development tool available to the County to attract new industries and to engage in the retention and development of existing businesses through property tax exemptions or reductions.

For the year ended September 30, 2022, the County abated property taxes totaling \$ 866,309 under this program, including the following tax abatement agreements that each exceeded 10 percent of the total amount abated:

- A 50 percent property tax abatement to an oil and gas company for the expansion and development of property to include buildings, structures, fixed machinery and equipment, site improvements plus office space and related fixed improvements necessary to the operation and administration of the facility to accommodate an industrial gas plant and all associated transmission equipment and lines. The abatement in the current fiscal year amounted to \$ 267,383.
- A 60 percent property tax abatement to a high technology manufacturer of building materials for the expansion of its current facility. The abatement in the current fiscal year amounted to \$ 89,869.
- A 75 percent property tax abatement to a manufacturer of tools for the construction of a new facility for increased manufacturing capacity and increased employment. The abatement in the current fiscal year amounts to \$ 123,509.
- A 75 percent property tax abatement to a retail company for the construction of a regional distribution center and increased employment. The abatement in the current fiscal year amounts to \$ 94,226.
- A 75 percent property tax abatement for the construction of a new facility for food processing and packaging and increased employment. The abatement in the current fiscal year amounted to \$ 90,220.

NOTE 17 - DEFICIT FUND BALANCES

As of September 30, 2022, the County had a deficit fund balance as itemized below:

	<u>2022</u>
Fund Balances:	
Capital Projects Funds:	
Burleson Sub Courthouse Construction Fund	\$ 167,885

Deficit fund balances will either be offset by future revenues or reimbursed by other funds. The capital projects funds would be reimbursed by the General Fund.

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For the Year Ended September 30, 2022

NOTE 18 - PRIOR PERIOD ADJUSTMENT

The beginning fund balance of the Combined Constables LEOSE Fund has been restated on the fund basis financial statements to record a prior period adjustment to correct accounts receivable recorded in prior years. A reconciliation of the prior period ending fund balance to the current year beginning fund balance for the Combined Constables LEOSE Fund is as follows:

Beginning fund balance	\$ 13,392
Adjustment to correct accounts receivable	<u>(13,392)</u>
Beginning fund balance, as restated	<u>\$ -</u>

The beginning net position of the Governmental Activities in the government-wide statement of Net Position has also been restated to record a prior period adjustment to correct the County's accounts receivable. A reconciliation of the prior ending net position to the current year beginning net position for the Governmental Activities is as follows:

Beginning net position	\$109,874,358
Adjustment to correct investment	<u>(13,392)</u>
Beginning net position, as restated	<u>\$109,860,966</u>

NOTE 19 - EVALUATION OF SUBSEQUENT EVENTS

The County has evaluated subsequent events through March 22, 2023, the date which the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY
INFORMATION**

JOHNSON COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND AND ROAD & BRIDGE FUND**

For the Year Ended September 30, 2022

	General Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$ 57,999,033	\$ 57,999,033	\$ 57,226,065	\$(772,968)
Intergovernmental	1,526,685	1,526,685	1,547,284	20,599
Fees	16,463,625	16,463,625	17,836,557	1,372,932
Fines	776,600	776,600	1,446,548	669,948
Investment income	536,500	536,500	132,355	(404,145)
Miscellaneous	303,180	303,180	140,016	(163,164)
Total revenues	<u>77,605,623</u>	<u>77,605,623</u>	<u>78,328,825</u>	<u>723,202</u>
Expenditures				
Current:				
General government	20,892,391	20,487,680	17,956,848	2,530,832
Administration of justice	8,941,669	9,021,079	7,968,795	1,052,284
Financial administration	1,368,365	1,368,365	1,296,432	71,933
Elections	819,347	820,604	664,658	155,946
Law enforcement	41,558,919	41,761,726	38,884,845	2,876,881
Highways and streets	-	-	-	-
Health and welfare	1,289,831	1,312,529	1,275,186	37,343
Culture and recreation	384,094	387,914	335,341	52,573
Conservation	273,221	276,890	258,496	18,394
Capital outlay	1,155,216	2,375,038	1,318,307	1,056,731
Debt Service:				
Principal	77,273	84,733	71,666	13,067
Interest and fiscal charges	6,734	7,384	6,245	1,139
Total expenditures	<u>76,767,060</u>	<u>77,903,942</u>	<u>70,036,819</u>	<u>7,867,123</u>
Excess (deficiency) of revenues over expenditures	<u>838,563</u>	<u>(298,319)</u>	<u>8,292,006</u>	<u>8,590,325</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	10,000	10,000	118,486	108,486
Proceeds from right to use leased assets	-	-	245,913	245,913
Transfers in	1,053,193	1,053,193	572,006	(481,187)
Transfers out	(1,890,504)	(2,199,144)	(1,556,931)	642,213
Total other financing sources (uses)	<u>(827,311)</u>	<u>(1,135,951)</u>	<u>(620,526)</u>	<u>515,425</u>
Net change in fund balance	11,252	(1,434,270)	7,671,480	9,105,750
Fund balance - beginning	<u>40,069,219</u>	<u>40,069,219</u>	<u>40,069,219</u>	<u>-</u>
Fund balance - ending	<u>\$ 40,080,471</u>	<u>\$ 38,634,949</u>	<u>\$ 47,740,699</u>	<u>\$ 9,105,750</u>

Road & Bridge Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 5,789,296	\$ 5,789,296	\$ 6,534,103	\$ 744,807
70,000	70,000	194,545	124,545
2,053,000	2,053,000	2,160,172	107,172
-	-	-	-
36,780	36,780	61,267	24,487
<u>120,600</u>	<u>120,600</u>	<u>215,913</u>	<u>95,313</u>
<u>8,069,676</u>	<u>8,069,676</u>	<u>9,166,000</u>	<u>1,096,324</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
11,877,362	11,783,099	7,907,581	3,875,518
-	-	-	-
-	-	-	-
-	-	-	-
1,550,992	1,640,255	813,739	826,516
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>13,428,354</u>	<u>13,423,354</u>	<u>8,721,320</u>	<u>4,702,034</u>
<u>(5,358,678)</u>	<u>(5,353,678)</u>	<u>444,680</u>	<u>5,798,358</u>
-	-	27,903	27,903
-	-	-	-
-	-	9,426	9,426
<u>-</u>	<u>(5,000)</u>	<u>-</u>	<u>5,000</u>
<u>-</u>	<u>(5,000)</u>	<u>37,329</u>	<u>42,329</u>
<u>(5,358,678)</u>	<u>(5,358,678)</u>	<u>482,009</u>	<u>5,840,687</u>
<u>5,966,763</u>	<u>5,966,763</u>	<u>5,966,763</u>	<u>-</u>
<u>\$ 608,085</u>	<u>\$ 608,085</u>	<u>\$ 6,448,772</u>	<u>\$ 5,840,687</u>

JOHNSON COUNTY, TEXAS

REQUIRED SUPPLEMENTARY INFORMATION

TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS

For the Ten Measurement Years Ended December 31,

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Pension Liability				
Service cost	\$ 4,594,581	\$ 3,983,381	\$ 3,590,557	\$ 3,466,432
Interest on total pension liability	10,987,082	10,246,724	9,554,779	8,924,763
Effect of plan changes	-	-	-	-
Effect of assumption changes or inputs	(114,592)	8,110,474	-	-
Effect of economic/demographic (gains) or losses	(207,101)	796,747	313,482	393,570
Benefit payments/refunds of contributions	<u>(6,061,159)</u>	<u>(5,315,194)</u>	<u>(5,303,269)</u>	<u>(4,965,130)</u>
Net Change in Total Pension Liability	9,198,811	17,822,132	8,155,549	7,819,635
Total Pension Liability - beginning	<u>142,947,369</u>	<u>125,125,237</u>	<u>116,969,688</u>	<u>109,150,053</u>
Total Pension Liability - ending (a)	<u>\$ 152,146,180</u>	<u>\$ 142,947,369</u>	<u>\$ 125,125,237</u>	<u>\$ 116,969,688</u>
Fiduciary Net Position				
Employer contributions	\$ 3,979,341	\$ 3,596,528	\$ 3,175,837	\$ 2,886,381
Member contributions	2,424,284	2,191,101	2,041,377	1,867,348
Investment income net of investment expense	28,894,667	12,264,209	16,767,350	(1,946,155)
Benefit payments/refunds of contributions	(6,061,159)	(5,315,194)	(5,303,269)	(4,965,130)
Administrative expense	(86,867)	(96,125)	(90,459)	(82,009)
Other	<u>45,997</u>	<u>21,157</u>	<u>13,906</u>	<u>4,182</u>
Net Change in Fiduciary Net Position	29,196,263	12,661,676	16,604,742	(2,235,383)
Fiduciary Net Position - beginning	<u>131,368,898</u>	<u>118,707,222</u>	<u>102,102,480</u>	<u>104,337,863</u>
Fiduciary Net Position - ending (b)	<u>\$ 160,565,161</u>	<u>\$ 131,368,898</u>	<u>\$ 118,707,222</u>	<u>\$ 102,102,480</u>
Net Pension Liability/(Asset) - ending (a)-(b)	<u>\$ (8,418,981)</u>	<u>\$ 11,578,471</u>	<u>\$ 6,418,015</u>	<u>\$ 14,867,208</u>
Fiduciary Net Position as a Percentage of Total Pension Liability / (Asset)	105.53%	91.90%	94.87%	87.29%
Pensionable covered payroll	\$ 34,632,632	\$ 31,301,448	\$ 29,162,524	\$ 26,676,399
Net Pension Liability as a Percentage of Covered Payroll	(24.31%)	36.99%	22.01%	55.73%

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

	2017	2016	2015	2014
\$	3,602,644	\$ 3,686,376	\$ 3,356,710	\$ 3,228,313
	8,331,782	7,591,733	7,131,530	6,593,390
	-	-	(605,396)	-
	409,272	-	1,024,387	-
(	183,883)	291,215	(1,277,227)	63,386
(	<u>4,450,589</u>)	<u>(4,014,436)</u>	<u>(3,799,131)</u>	<u>(3,231,425)</u>
	7,709,226	7,554,888	5,830,873	6,653,664
	<u>101,440,827</u>	<u>93,885,939</u>	<u>88,055,066</u>	<u>81,401,402</u>
\$	<u>109,150,053</u>	\$ <u>101,440,827</u>	\$ <u>93,885,939</u>	\$ <u>88,055,066</u>
\$	2,704,447	\$ 2,617,668	\$ 2,511,927	\$ 2,470,381
	1,873,863	1,805,291	1,703,829	1,688,738
	13,284,062	6,229,109	(616,199)	5,292,764
(	4,450,589)	(4,014,436)	(3,799,131)	(3,231,425)
(	69,388)	(67,695)	(60,576)	(62,523)
	<u>1,058</u>	<u>409,118</u>	<u>199,540</u>	<u>(138,000)</u>
	13,343,453	6,979,055	(60,610)	6,019,935
	<u>90,994,410</u>	<u>84,015,355</u>	<u>84,075,965</u>	<u>78,056,030</u>
\$	<u>104,337,863</u>	\$ <u>90,994,410</u>	\$ <u>84,015,355</u>	\$ <u>84,075,965</u>
\$	<u>4,812,190</u>	\$ <u>10,446,417</u>	\$ <u>9,870,584</u>	\$ <u>3,979,101</u>
	95.59%	89.70%	89.49%	95.48%
\$	26,104,730	\$ 25,789,868	\$ 24,340,413	\$ 24,124,827
	18.43%	40.51%	40.55%	16.49%

JOHNSON COUNTY, TEXAS

Exhibit 9

REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
SCHEDULE OF EMPLOYER CONTRIBUTIONS
 For the Ten Years Ended September 30,

	<u>Actuarially Determined Contribution⁽¹⁾</u>	<u>Actual Employer Contribution⁽¹⁾</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll⁽²⁾</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2013	\$ 2,216,698	\$ 2,216,698	\$ -	\$ 22,856,128	9.7%
2014	2,407,913	2,407,913	-	23,781,437	10.1%
2015	2,492,624	2,492,624	-	24,205,219	10.3%
2016	2,707,614	2,707,614	-	26,561,630	10.2%
2017	2,687,041	2,687,041	-	26,059,464	10.3%
2018	2,801,251	2,801,251	-	26,149,000	10.7%
2019	3,139,996	3,139,996	-	28,876,370	10.9%
2020	3,397,114	3,397,114	-	29,926,967	11.4%
2021	3,478,172	3,552,854	(74,682)	30,921,273	11.5%
2022	5,481,255	5,520,861	(39,606)	45,269,691	12.2%

⁽¹⁾ TCDRS calculates actuarially determined contributions on a calendar year basis. GASB Statement No. 68 indicates the employer should report employer contribution amounts on a fiscal year basis.

⁽²⁾ Payroll is calculated based on contributions as reported to TCDRS.



JOHNSON COUNTY, TEXAS

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Fiscal Year Ending September 30,

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB Liability				
Service cost	\$ 331,882	\$ 331,882	\$ 407,464	\$ 311,838
Interest on the Total OPEB Liability	101,088	98,711	116,430	138,249
Difference between expected and actual experience	(376,519)	48,981	(541,872)	(7,941)
Changes of assumptions	(664,048)	70,005	96,586	284,814
Benefit payments	<u>(196,579)</u>	<u>(194,407)</u>	<u>(163,135)</u>	<u>(138,030)</u>
Net Change in Total OPEB Liability	(804,176)	355,172	(84,527)	588,930
Total OPEB Liability - beginning	<u>4,382,309</u>	<u>4,027,137</u>	<u>4,111,664</u>	<u>3,522,734</u>
Total OPEB Liability - ending	<u>\$ 3,578,133</u>	<u>\$ 4,382,309</u>	<u>\$ 4,027,137</u>	<u>\$ 4,111,664</u>
Covered-Employee Payroll	<u>\$ 35,235,254</u>	<u>\$ 28,665,295</u>	<u>\$ 27,456,551</u>	<u>\$ 26,417,574</u>
Net OPEB Liability as a Percentage of Covered Payroll	<u>10.15%</u>	<u>15.29%</u>	<u>14.67%</u>	<u>15.56%</u>

Notes to Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB to pay benefits for the OPEB plan.

For the year ending September 30, 2022, the health care trend rates were reset to better reflect the plan's anticipated experience and to reflect the repeal of the excise tax on high-cost employer health plans.

Changes in assumptions reflect a change in the discount rates each period. The following are the discount rates used in each period.

<u>Fiscal Year</u> <u>Ending</u>	<u>Discount</u> <u>Rate</u>
2022	4.77%
2021	2.19%
2020	2.41%
2019	2.76%
2018	3.83%
2017	3.50%

This schedule is presented to illustrate the requirements to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 74, they should not be shown. Therefore, we have shown only years for which the new GASB statements have been implemented.

	<u>2018</u>
\$	319,478
	118,225
	-
(	78,374)
(	<u>109,424</u>)
	249,905
	<u>3,272,829</u>
\$	<u>3,522,734</u>
\$	<u>22,612,390</u>
	<u>15.58%</u>

JOHNSON COUNTY, TEXAS

Notes to the Required Supplementary Information
For the Year Ended September 30, 2022

NOTE 1 - BUDGETARY INFORMATION

The budget law of the State of Texas provides that amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in the funds, plus the anticipated revenues for the current year as estimated by the County Auditor. The fund budgets are prepared on a basis of accounting that is used for reporting in accordance with generally accepted accounting principles. The major funds, General Fund and Road & Bridge Fund, budget and actual comparisons are presented as Required Supplementary Information at the fund level.

Although the level of budgetary control is total revenues plus available fund balance, the County adopts its budget at a line-item level for managerial control purposes. Line item level is defined for revenue purposes as the type of revenue to be derived and for expenditures purposes by department and type of expenditures (salaries and wages and employee benefits; operating expenditures; and capital outlay). Budget amendments to transfer budgeted amounts from one line item to another may be made at the discretion of the Commissioners Court.

NOTE 2 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSETS) AND RELATED RATIOS

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	13.0 years (based on contribution rate calculated in 12/31/2021 valuation)
Asset Valuation Method	5-year smoothed fair value
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.50%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

JOHNSON COUNTY, TEXAS

Notes to the Required Supplementary Information
For the Year Ended September 30, 2022

NOTE 2 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSETS) AND RELATED RATIOS - Continued

Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions*

2015: New inflation, mortality and other assumption were reflected.
2017: New mortality assumptions were reflected.
2019: New inflation, mortality and other assumptions were reflected.

Changes in Plan Provisions Reflected in the Schedule of Employer Contributions*

2015: No changes in plan provisions were reflected in the Schedule.
2016: No changes in plan provisions were reflected in the Schedule.
2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.
2018: No changes in plan provisions were reflected in the Schedule.
2019: No changes in plan provisions were reflected in the Schedule.
2020: No changes in plan provisions were reflected in the Schedule.
2021: No changes in plan provisions were reflected in the Schedule.

* Only changes that affect the benefit amount and that are effective 2015 and later are shown in the Notes to Schedule.



**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Law Library Fund - This fund accounts for the cost of operating and maintaining a law library for public use. Revenues are derived from law library fees assessed against each civil case filed in District and County courts.

Records Management and Preservation Fund - The "Records Management and Preservation" fee collected by the County and District Clerks, pursuant to Local Government Code 118.011, is for the records management and preservation services performed after the filing and recording of a document in the records of the office of the clerk. The fee is used to provide funds for specific records preservation and automation projects.

Records Management & Preservation - County Clerk Fund - A percentage of civil fees collected by the court clerk, pursuant to Local Government Code 135.154, are for records management and preservation services, including automation, performed by the County Clerk.

Records Management & Preservation - District Clerk Fund - A percentage of civil fees collected by the court clerk, pursuant to Local Government Code 135.154, are for records management and preservation services, including automation, performed by the District Clerk.

Records Management & Preservation - Recording Fund - Pursuant to Local Government Code 118.011(b)(2) & 118.0216, fees for filing or recording services for non-court related documents are used for specific records managements and preservation, including for automation purposes. This fund may also be used for employee salaries or, with prior commissioners' court approval, to supplement deputies' salaries. Salaries must be proportional to the amount of time each employee spends on management & preservation purposes.

Vital Statistics Preservation Fund - The "Vital Statistics" fee collected by the County Clerk pursuant to Health & Safety Code 191.0045 is for the preservation of vital statistical records. This includes preserving records, training regarding vital statistics and ensuring safety and security of vital statistics records.

Elections Services Contract Fund - This fund accounts for surplus funds from Election Service Contracts under the Texas Election Code 31.003. Funds are used only to defray expenses of the County election officer's office in connection with election-related duties or functions.

STOP SCU Federal Forfeitures Fund - This fund accounts for the funds received from forfeitures in a federal case.

District Attorney Forfeiture Fund - This fund accounts for funds forfeited by the court to the District Attorney. Disbursement is at the discretion of the District Attorney.

Sheriff Forfeiture Fund - This fund accounts for funds forfeited by the court to the Sheriff. Disbursement is at the discretion of the Sheriff.

STOP SCU Forfeiture Fund - This fund accounts for the funds received from forfeitures.

Juvenile Justice Alternative Education Fund - This fund accounts for intergovernmental revenues from the Texas Juvenile Justice Department to fund mandatory juvenile justice alternative education programs as required under Chapter 37, Texas Education Code.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Truancy Prevention and Diversion Fund - This fund accounts for proceeds which are used by Juvenile Case Managers for management of juvenile truancy case activity.

Juvenile Probation Fees Fund - This fund accounts for the receipt and disbursement of fees collected by the Juvenile Probation Department.

Unclaimed Juvenile Restitution Fund - This fund accounts for funds resulting from unclaimed juvenile restitution payments. Family Code, Section 54.0482 authorized such funds to be used for the same purposes for which the County may expend juvenile state aide.

Justice of the Peace Technology Fund - This fund accounts for the mandate that each Johnson County justice court assess a technology fee on each conviction, as defined by Art. 102.0173 Code of Criminal Procedure, for a fine-only misdemeanor committed on or after January 1, 2002. The use of this fee is restricted to the purchase of technological enhancements for a justice court.

Courthouse Security Fund - This fund accounts for funds used to monitor and increase courthouse security.

Justice Court Building Security Fund - The State Legislature amended the Court of Criminal Procedures Art. 102.017 by adding \$ 1 to the existing Courthouse Security Fund. The Justice of the Peace collect the funds and deposit them in a Justice Court building security fund for providing security services for a Justice Court located in a building that is not in the County Courthouse.

Court Facility Fund - A percentage of civil fees collected by the court clerk, pursuant to Local Government Code 135.152, to fund the construction, renovation, or improvement of facilities that house the courts or pay the principal of, interest on, and costs of issuance of bonds issued for the construction, renovation, or improvement of the facilities

Guardianship Fee Fund - This fund accounts for proceeds that provide guardians for indigent incapacitated persons who do not have family members suitable and willing to serve as guardians.

Language Access Fund - A percentage of civil fees collected by the court clerk, pursuant to Local Government Code 135.155, to provide language access services for individuals appearing before the court or receiving court services.

Court Reporter Service Fund - This fund accounts for court reporter service fees collected on each civil case filed in courts with an official court reporter. Funds are used only to defray the cost of court reporter related services.

Judicial Education & Support Fund - A percentage of civil fees collected by the court clerk, pursuant to Local Government Code 135.159, to pay the continuing judicial education and travel expenses of the judge and staff of the probate court; or the county's contribution to fund the compensation required by Government Code 25.0022 for the presiding judge of a statutory probate court.

Record Archives - County Clerk Fund - The "Records Archive" fee collected by the County Clerk, pursuant to Local Government Code 118.011 (f), is for the preservation and restoration services performed by the County Clerk in connection with maintaining a County Clerk's records archive.

Record Archives - District Clerk Fund - The "Records Archive" fee collected by the District Clerk, pursuant to Local Government Code 118.011 (f), is for the preservation and restoration services performed by the District Clerk in connection with maintaining a District Clerk's records archive.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

County/District Court Technology Fund - This fund accounts for fees collected and utilized for the purchase and maintenance of technological enhancements, or the cost of continuing education and training of county/district court judges and clerks regarding technological enhancements.

Court Records Preservation Digital Fund - This fund accounts for funds received to provide systems to be used for court records preservation.

District Court Records Technology Fund - This fund accounts for fees collected and utilized solely for the preservation and restoration of District Court archives.

Pecan Valley Centers Fund - This fund accounts for the activities of Pecan Valley Centers.

Indigent Health Care Fund - This fund is used to account for the cost of providing medical care to indigent County residents. Property taxes are allocated each year for this purpose.

Right of Way Fund - This fund accounts for proceeds used to acquire and maintain right-of-ways for various road projects throughout the County. These expenditures are a mixture of both capital and operating costs.

Historical Commission Fund - This fund accounts for resources used to preserve the history and heritage of Johnson County.

Veteran's Service Juror Donations Fund - To deposit juror reimbursement donations, pursuant to Government Code 61.003, directed to benefit veteran's services, into a special revenue fund to be utilized by the veteran's county service office. Funds received can be utilized for any legitimate and lawful expenses of the veteran's service office, within commissions court approved budgeted line items.

Pre-Trial Bond Supervision Fund - This fund accounts for fees earned and expenditures authorized for participants' successful completion of the pre-trial bond program ordered by the court under the supervision of the Community Service and Corrections Department.

STOP SCU Operations Fund - This fund accounts for the funds provided through interlocal agreements and utilized for the drug task force.

Sheriff Inmate Commissary Fund - This fund is used to account for jail inmates' purchase of food, toiletry items, and other supplies. Expenditures are for the purchase of stock and profits generated may be used by the Sheriff to purchase items for the benefit of the inmate population.

Sheriff LEOSE Fund - This fund accounts for fees provided for law enforcement officers' educational expenditures under the Law Enforcement Officers Standards & Education program.

County Attorney Collection Fund - This fund accounts for receipt and disbursement of fees earned for the collection of bad checks issued in the County. Disbursement is at the discretion of the County Attorney.

County Attorney LEOSE Fund - This fund accounts for fees provided for law enforcement officers' educational expenditures under the Law Enforcement Officers Standards & Education program.

District Attorney 18th Judicial Fund - This fund accounts for funds received from the state for salary supplements and welfare fraud expense reimbursements in the District Attorney's Office.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

District Attorney Collection Fund - This fund accounts for receipt and disbursement of fees earned for the collection of bad checks issued in the County. Disbursement is at the discretion of the District Attorney.

Combined Constables LEOSE Fund - This fund accounts for fees provided for law enforcement officers' educational expenditures under the Law Enforcement Officers Standards & Education program.

MVIE - Tax A/C Penalty & Interest - This fund accounts for interest earned from the Tax Assessor/Collector Special Inventory Account to provide more efficient service to dealers. Disbursement is at the discretion of the Tax Assessor/Collector.

HAVA Grant Fund - This fund is to prevent, prepare for and respond to coronavirus, domestically or internationally, for the 2020 federal election cycle.

Cities Readiness Initiative Fund - This fund accounts for grant proceeds that allow the County to assist the Office of Public Health in the implementation of activities associated with the FY 04 Centers for Disease Control and Prevention (CDC) Public Health Preparedness and Response for Bioterrorism Cooperative Agreement. This project is designed to upgrade state and local public health jurisdictions' preparedness for a response to bioterrorism, other outbreaks of infectious disease, and other public health threats and emergencies.

Community Development Block Grant Fund - This fund is used to account for receipts and expenditures of the Texas Community Development Block Grant. The current grant project is to replace aged and undersized water lines, to reduce water loss and improve pressure, for the enhancement of services provided by the Johnson County Special Utility District.

Edward Byrne Memorial Grant Fund - This fund accounts for federal grant revenues to be utilized by law enforcement for the enhancement of technology, integration and computer forensics capabilities.

Juvenile Probation Fund - This fund accounts for revenues received from the Texas Juvenile Justice Department to supplement expenditures of the County in administering a Juvenile Probation Department. The County operates under an approved budget with the TJJD and submits reports quarterly with an annual contract report submitted as of each fiscal year ended August 31.

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

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

Construction Projects Fund - This fund is used to record costs incurred in constructing or improving a capital asset that meet the capital construction criteria and are not funded by either grants or borrowed funds.

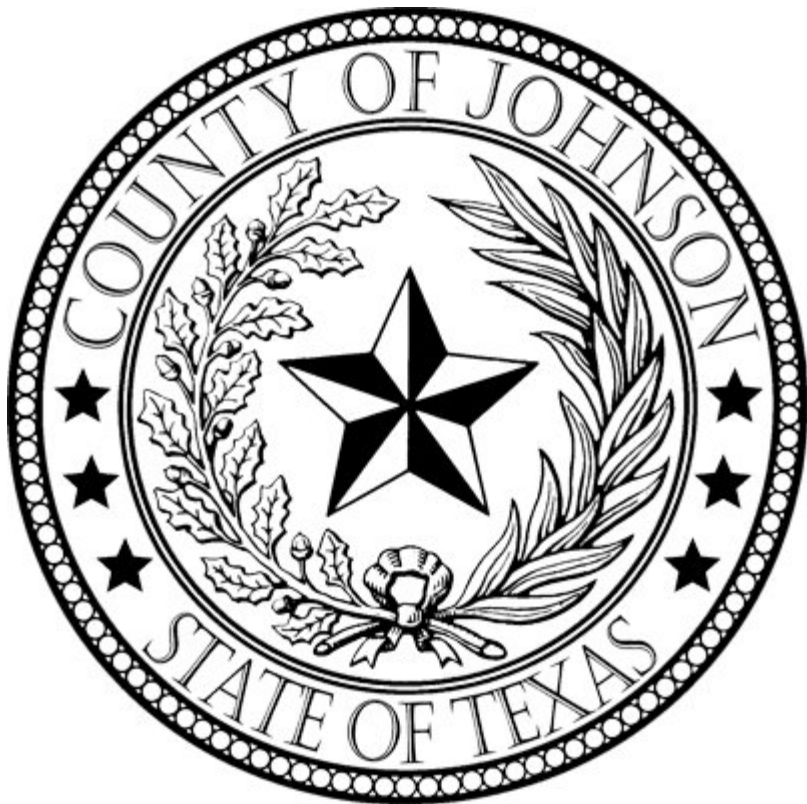
Software Projects Fund - This fund is used to account for the acquisition and implementation of new software systems.

Burleson Sub Courthouse Construction Fund - This fund is used to account for expenditures incurred in the renovation of the Burleson Sub Courthouse.

Sheriff's Office Renovation Fund - This fund is used to account for expenditures incurred in the renovation of the Sheriff's office.

911 Call Center Fund - This fund is used to record expenditures for the construction of a 911 Call Center and the costs incurred to equip the call center. Funding is provided thru the American Rescue Plan Act (ARPA).

Building Maintenance Workshop Fund - This fund is used to record expenditures for the construction of a maintenance workshop for Johnson County as well as a workshop for the Community Supervision and Corrections Department.



JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2022

	Law Library Fund	Records Management and Preservation Fund	Special Records Management & Preservation County Clerk Fund
Assets:			
Cash and temporary investments	\$ 152,917	\$ 2,270,340	\$ 505,106
Investments	-	-	-
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	-
Accounts	48	-	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	-
Total assets	<u>\$ 152,965</u>	<u>\$ 2,270,340</u>	<u>\$ 505,106</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ 5,699	\$ 13,601	\$ -
Due to other funds	-	-	-
Unearned revenue	-	-	-
Total liabilities	<u>5,699</u>	<u>13,601</u>	<u>-</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:			
Nonspendable	-	-	-
Restricted	147,266	2,256,739	505,106
Unassigned	-	-	-
Total fund balance	<u>147,266</u>	<u>2,256,739</u>	<u>505,106</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 152,965</u>	<u>\$ 2,270,340</u>	<u>\$ 505,106</u>

Revenue Funds

Records Management & Preservation District Clerk Fund	Records Management & Preservation Recording Fund	Vital Statistics Preservation Fund	Election Services Contract Fund	STOP SCU Federal Forfeitures Fund	District Attorney Forfeiture Fund
\$ 59,357	\$ 357,777	\$ 30,660	\$ 679,698	\$ 4,695	\$ 123,260
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>59,357</u>	<u>357,777</u>	<u>30,660</u>	<u>679,698</u>	<u>4,695</u>	<u>123,260</u>
\$ -	\$ -	\$ -	\$ 99	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	99	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
59,357	357,777	30,660	679,599	4,695	123,260
-	-	-	-	-	-
<u>59,357</u>	<u>357,777</u>	<u>30,660</u>	<u>679,599</u>	<u>4,695</u>	<u>123,260</u>
<u>\$ 59,357</u>	<u>\$ 357,777</u>	<u>\$ 30,660</u>	<u>\$ 679,698</u>	<u>\$ 4,695</u>	<u>\$ 123,260</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2022

	Sheriff Forfeiture Fund	STOP SCU Forfeiture Fund	Special Juvenile Justice Alternative Education Fund
Assets:			
Cash and temporary investments	\$ 3,360	\$ 413,506	\$ 39,462
Investments	-	-	-
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	-
Accounts	-	-	-
Due from other governments	-	-	68,972
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	300
Total assets	<u>\$ 3,360</u>	<u>\$ 413,506</u>	<u>\$ 108,734</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ -	\$ 1,074	\$ 19,148
Due to other funds	-	-	-
Unearned revenue	-	-	-
Total liabilities	<u>-</u>	<u>1,074</u>	<u>19,148</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:			
Nonspendable	-	-	300
Restricted	3,360	412,432	89,286
Unassigned	-	-	-
Total fund balance	<u>3,360</u>	<u>412,432</u>	<u>89,586</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 3,360</u>	<u>\$ 413,506</u>	<u>\$ 108,734</u>

Revenue Funds

Truancy Prevention and Diversion Fund	Juvenile Probation Fees Fund	Unclaimed Juvenile Restitution Fund	Justice of the Peace Technology Fund	Courthouse Security Fund	Justice Court Building Security Fund
\$ 14,449	\$ 78,281	\$ 1,344	\$ 318,539	\$ 234,737	\$ 96,716
-	-	-	-	-	-
-	-	-	-	-	-
-	1,400	-	-	-	-
-	-	-	-	-	-
-	178	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 14,449</u>	<u>\$ 79,859</u>	<u>\$ 1,344</u>	<u>\$ 318,539</u>	<u>\$ 234,737</u>	<u>\$ 96,716</u>
\$ 2,779	\$ -	\$ -	\$ 1,785	\$ 820	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,779</u>	<u>-</u>	<u>-</u>	<u>1,785</u>	<u>820</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,670	79,859	1,344	316,754	233,917	96,716
-	-	-	-	-	-
<u>11,670</u>	<u>79,859</u>	<u>1,344</u>	<u>316,754</u>	<u>233,917</u>	<u>96,716</u>
<u>\$ 14,449</u>	<u>\$ 79,859</u>	<u>\$ 1,344</u>	<u>\$ 318,539</u>	<u>\$ 234,737</u>	<u>\$ 96,716</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2022

	Special		
	Court Facility Fund	Guardianship Fee Fund	Language Access Fund
Assets:			
Cash and temporary investments	\$ 42,252	\$ 38,101	\$ 12,712
Investments	-	-	-
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	-
Accounts	-	-	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	-
	\$ 42,252	\$ 38,101	\$ 12,712
Total assets	\$ 42,252	\$ 38,101	\$ 12,712
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ -	\$ 325	\$ -
Due to other funds	-	-	-
Unearned revenue	-	-	-
	-	-	-
Total liabilities	-	325	-
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	-
	-	-	-
Total deferred inflows of resources	-	-	-
Fund Balance:			
Nonspendable	-	-	-
Restricted	42,252	37,776	12,712
Unassigned	-	-	-
	-	-	-
Total fund balance	42,252	37,776	12,712
Total liabilities, deferred inflows of resources and fund balance	\$ 42,252	\$ 38,101	\$ 12,712

Revenue Funds

Court Reporter Service Fund	Judicial Education & Support Fund	Record Archives - County Clerk Fund	Record Archives - District Clerk Fund	County/District Court Technology Fund	Court Records Preservation Digital Fund
\$ 57,173	\$ 2,080	\$ 1,160,711	\$ 80,181	\$ 8,880	\$ 402,954
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>57,173</u>	<u>2,080</u>	<u>1,160,711</u>	<u>80,181</u>	<u>8,880</u>	<u>402,954</u>
\$ -	\$ -	\$ 281,340	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	281,340	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
57,173	2,080	879,371	80,181	8,880	402,954
-	-	-	-	-	-
<u>57,173</u>	<u>2,080</u>	<u>879,371</u>	<u>80,181</u>	<u>8,880</u>	<u>402,954</u>
<u>\$ 57,173</u>	<u>\$ 2,080</u>	<u>\$ 1,160,711</u>	<u>\$ 80,181</u>	<u>\$ 8,880</u>	<u>\$ 402,954</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2022

	Special		
	District Court Records Technology Fund	Pecan Valley Centers Fund	Indigent Health Care Fund
Assets:			
Cash and temporary investments	\$ 239,883	\$ 12,961	\$ 3,011,533
Investments	-	-	139,665
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	17,185
Accounts	-	-	51
Due from other governments	-	-	-
Due from other funds	-	-	3,607
Inventories	-	-	-
Prepaid expenditures	-	-	-
Total assets	<u>\$ 239,883</u>	<u>\$ 12,961</u>	<u>\$ 3,172,041</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ -	\$ -	\$ 233,568
Due to other funds	-	-	-
Unearned revenue	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>233,568</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	14,876
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>14,876</u>
Fund Balance:			
Nonspendable	-	-	-
Restricted	239,883	12,961	2,923,597
Unassigned	-	-	-
Total fund balance	<u>239,883</u>	<u>12,961</u>	<u>2,923,597</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 239,883</u>	<u>\$ 12,961</u>	<u>\$ 3,172,041</u>

Revenue Funds

Right of Way Fund	Historical Commission Fund	Veteran's Service Juror Donations Fund	Pre-Trial Bond Supervision Fund	STOP SCU Operations Fund	Sheriff Inmate Commissary Fund
\$ 510,890	\$ 57,681	\$ 4,235	\$ 403,827	\$ 209,273	\$ 1,153,887
854,237	-	-	-	-	-
-	-	-	-	-	-
719	-	162	19,330	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	137,108
-	-	-	-	3,569	-
<u>\$ 1,365,846</u>	<u>\$ 57,681</u>	<u>\$ 4,397</u>	<u>\$ 423,157</u>	<u>\$ 212,842</u>	<u>\$ 1,290,995</u>
\$ -	\$ -	\$ -	\$ 9,202	\$ 7,410	\$ 54,669
-	-	-	-	-	45,989
-	-	-	-	-	-
-	-	-	9,202	7,410	100,658
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	3,569	137,108
1,365,846	57,681	4,397	413,955	201,863	1,053,229
-	-	-	-	-	-
<u>1,365,846</u>	<u>57,681</u>	<u>4,397</u>	<u>413,955</u>	<u>205,432</u>	<u>1,190,337</u>
<u>\$ 1,365,846</u>	<u>\$ 57,681</u>	<u>\$ 4,397</u>	<u>\$ 423,157</u>	<u>\$ 212,842</u>	<u>\$ 1,290,995</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2022

	Special		
	Sheriff LEOSE Fund	County Attorney Collection Fund	County Attorney LEOSE Fund
Assets:			
Cash and temporary investments	\$ 21,935	\$ 47,099	\$ 1,430
Investments	-	-	-
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	-
Accounts	-	-	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	-
	-	-	-
Total assets	\$ 21,935	\$ 47,099	\$ 1,430
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ -	\$ -	\$ -
Due to other funds	-	-	-
Unearned revenue	-	-	-
	-	-	-
Total liabilities	-	-	-
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	-
	-	-	-
Total deferred inflows of resources	-	-	-
Fund Balance:			
Nonspendable	-	-	-
Restricted	21,935	47,099	1,430
Unassigned	-	-	-
	-	-	-
Total fund balance	21,935	47,099	1,430
Total liabilities, deferred inflows of resources and fund balance	\$ 21,935	\$ 47,099	\$ 1,430

Revenue Funds

District Attorney 18 th Judicial Fund	District Attorney Collection Fund	Combined Constables LEOSE Fund	MVIE Tax A/C Penalty & Interest Fund	HAVA Grant Fund	Cities Readiness Initiative Fund
\$ 1,263	\$ 11,157	\$ 16,351	\$ 58,713	\$ 79,616	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	17	-	-
-	-	-	-	-	6,234
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,263</u>	<u>11,157</u>	<u>16,351</u>	<u>58,730</u>	<u>79,616</u>	<u>6,234</u>
\$ -	\$ -	\$ -	\$ -	\$ 79,616	\$ 3,601
-	-	-	-	-	2,633
-	-	16,351	-	-	-
-	-	16,351	-	79,616	6,234
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,263	11,157	-	58,730	-	-
-	-	-	-	-	-
<u>1,263</u>	<u>11,157</u>	<u>-</u>	<u>58,730</u>	<u>-</u>	<u>-</u>
<u>\$ 1,263</u>	<u>\$ 11,157</u>	<u>\$ 16,351</u>	<u>\$ 58,730</u>	<u>\$ 79,616</u>	<u>\$ 6,234</u>

(continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2022

	Special Revenue		
	Community Development Block Grant Fund	Edward Byrne Memorial Program Fund	Juvenile Probation Fund
Assets:			
Cash and temporary investments	\$ -	\$ -	\$ 112,390
Investments	-	-	-
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	-
Accounts	-	-	-
Due from other governments	-	11,499	95,063
Due from other funds	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	-	-
Total assets	\$ -	\$ 11,499	\$ 207,453
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ -	\$ -	\$ 46,172
Due to other funds	-	11,499	161,281
Unearned revenue	-	-	-
Total liabilities	-	11,499	207,453
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	-
Total deferred inflows of resources	-	-	-
Fund Balance:			
Nonspendable	-	-	-
Restricted	-	-	-
Unassigned	-	-	-
Total fund balance	-	-	-
Total liabilities, deferred inflows of resources and fund balance	\$ -	\$ 11,499	\$ 207,453

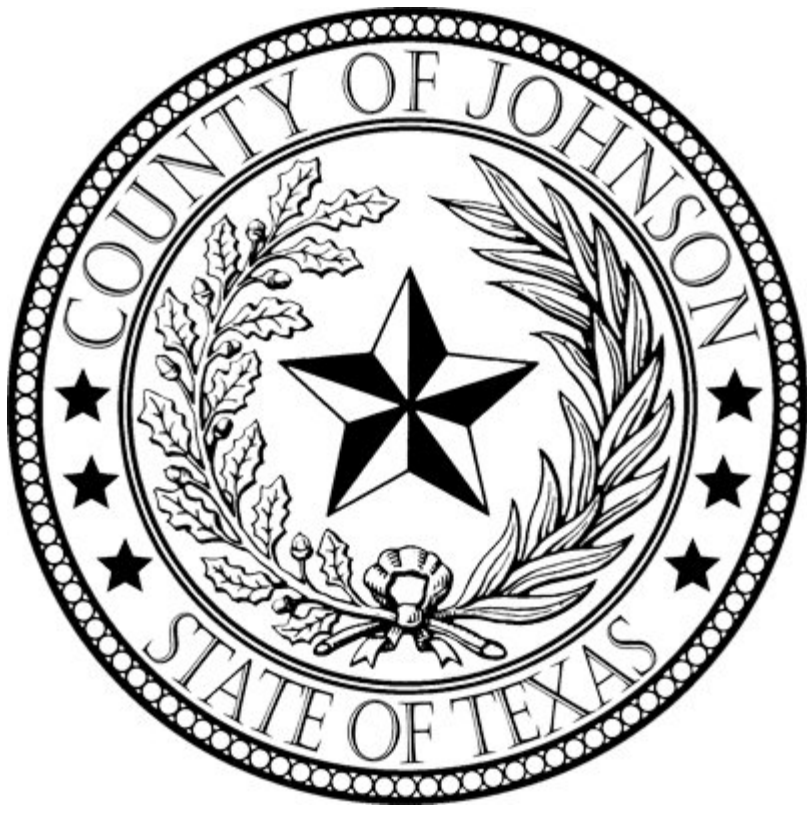
Funds	Capital Projects Fund				
	Total Special Revenue Funds	Construction Projects Fund	Software Projects Fund	Burleson Sub Courthouse Construction Fund	Sheriff's Office Renovation Fund
\$ 13,143,372	\$ -	\$ 146,086	\$ 62,002	\$ 1,322,038	\$ 328
993,902	-	-	-	-	-
17,185	-	-	-	-	-
21,727	-	-	-	-	-
181,768	-	-	-	-	-
3,785	-	-	-	-	-
137,108	-	-	-	-	-
3,869	-	-	-	-	-
<u>\$ 14,502,716</u>	<u>\$ -</u>	<u>\$ 146,086</u>	<u>\$ 62,002</u>	<u>\$ 1,322,038</u>	<u>\$ 328</u>
\$ 760,908	\$ -	\$ -	\$ 129,887	\$ 344,604	\$ -
221,402	-	-	100,000	-	-
16,351	-	-	-	-	-
<u>998,661</u>	<u>-</u>	<u>-</u>	<u>229,887</u>	<u>344,604</u>	<u>-</u>
<u>14,876</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>14,876</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
140,977	-	-	-	-	-
13,348,202	-	146,086	-	977,434	328
-	-	-	(167,885)	-	-
<u>13,489,179</u>	<u>-</u>	<u>146,086</u>	<u>(167,885)</u>	<u>977,434</u>	<u>328</u>
<u>\$ 14,502,716</u>	<u>\$ -</u>	<u>\$ 146,086</u>	<u>\$ 62,002</u>	<u>\$ 1,322,038</u>	<u>\$ 328</u>

continued)

JOHNSON COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - Continued
September 30, 2022

Exhibit 11
Page 7 of 7

	<u>Capital Projects Fund</u>		
	<u>Building Maintenance Workshop Fund</u>	<u>Total Capital Projects Fund</u>	<u>Total Non-Major Governmental Funds</u>
Assets:			
Cash and temporary investments	\$ 225,238	\$ 1,755,692	\$ 14,899,064
Investments	-	-	993,902
Receivables (Net of Allowance for Uncollectibles):			
Taxes	-	-	17,185
Accounts	-	-	21,727
Due from other governments	-	-	181,768
Due from other funds	-	-	3,785
Inventories	-	-	137,108
Prepaid expenditures	-	-	<u>3,869</u>
Total assets	<u>\$ 225,238</u>	<u>\$ 1,755,692</u>	<u>\$ 16,258,408</u>
Liabilities, Deferred Inflows of Resources and Fund Balance			
Liabilities:			
Accounts and accrued liabilities payable	\$ -	\$ 474,491	\$ 1,235,399
Due to other funds	-	100,000	321,402
Unearned revenue	-	-	<u>16,351</u>
Total liabilities	<u>-</u>	<u>574,491</u>	<u>1,573,152</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	<u>14,876</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>14,876</u>
Fund Balance:			
Nonspendable	-	-	140,977
Restricted	225,238	1,349,086	14,697,288
Unassigned	-	(167,885)	(167,885)
Total fund balance	<u>225,238</u>	<u>1,181,201</u>	<u>14,670,380</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 225,238</u>	<u>\$ 1,755,692</u>	<u>\$ 16,258,408</u>



JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2022

	Law Library Fund	Records Management and Preservation Fund	Special Records Management & Preservation County Clerk Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Fees	103,304	135,178	28,184
Fines	-	-	-
Investment income	1,007	16,592	2,867
Miscellaneous	5	-	-
Total revenues	104,316	151,770	31,051
Expenditures:			
Current:			
General government	99,156	189,570	-
Administration of justice	-	-	-
Elections	-	-	-
Law enforcement	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Total expenditures	99,156	189,570	-
Excess (deficiency) of revenue over expenditures	5,160	(37,800)	31,051
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	43	-	-
Transfers in	-	-	474,055
Transfers out	-	(474,055)	-
Total other financing sources (uses)	43	(474,055)	474,055
Net change in fund balance	5,203	(511,855)	505,106
Fund balance - beginning (restated)	142,063	2,768,594	-
Fund balance - ending	\$ 147,266	\$ 2,256,739	\$ 505,106

Revenue Funds

Records Management & Preservation District Clerk Fund	Records Management & Preservation Recording Fund	Vital Statistics Preservation Fund	Election Services Contract Fund	STOP SCU Federal Forfeitures Fund	District Attorney Forfeiture Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
59,098	356,070	10,238	-	-	-
-	-	-	-	-	4,037
259	1,707	197	4,901	33	850
-	-	-	31,060	-	-
<u>59,357</u>	<u>357,777</u>	<u>10,435</u>	<u>35,961</u>	<u>33</u>	<u>4,887</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	19,948	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	19,948	-	-
<u>59,357</u>	<u>357,777</u>	<u>10,435</u>	<u>16,013</u>	<u>33</u>	<u>4,887</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
59,357	357,777	10,435	16,013	33	4,887
-	-	20,225	663,586	4,662	118,373
<u>\$ 59,357</u>	<u>\$ 357,777</u>	<u>\$ 30,660</u>	<u>\$ 679,599</u>	<u>\$ 4,695</u>	<u>\$ 123,260</u>

(continued)

JOHNSON COUNTY, TEXAS

*COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS - Continued
For the Year Ended September 30, 2022*

	Sheriff Forfeiture Fund	STOP SCU Forfeiture Fund	Special Juvenile Justice Alternative Education Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	216,407
Fees	-	-	-
Fines	-	48,520	-
Investment income	24	3,046	515
Miscellaneous	-	-	300
	<u>24</u>	<u>51,566</u>	<u>217,222</u>
Total revenues			
Expenditures:			
Current:			
General government	-	-	-
Administration of justice	-	-	274,082
Elections	-	-	-
Law enforcement	-	8,416	-
Health and welfare	-	-	-
Capital outlay	-	49,064	-
	<u>-</u>	<u>57,480</u>	<u>274,082</u>
Total expenditures			
Excess (deficiency) of revenue over expenditures	<u>24</u>	<u>(5,914)</u>	<u>(56,860)</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)			
Net change in fund balance	24	(5,914)	(56,860)
Fund balance - beginning (restated)	<u>3,336</u>	<u>418,346</u>	<u>146,446</u>
Fund balance - ending	<u>\$ 3,360</u>	<u>\$ 412,432</u>	<u>\$ 89,586</u>

Revenue Funds

Truancy Prevention and Diversion Fund	Juvenile Probation Fees Fund	Unclaimed Juvenile Restitution Fund	Justice of the Peace Technology Fund	Courthouse Security Fund	Justice Court Building Security Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
16,230	10,919	-	12,738	119,285	293
-	-	-	-	-	-
145	1,593	8	2,344	1,502	682
-	-	275	-	-	-
<u>16,375</u>	<u>12,512</u>	<u>283</u>	<u>15,082</u>	<u>120,787</u>	<u>975</u>
-	-	-	-	-	-
58,889	650	-	76,646	-	1,618
-	-	-	-	-	-
-	-	-	-	10,807	-
-	-	-	-	-	-
-	-	-	-	14,145	-
<u>58,889</u>	<u>650</u>	<u>-</u>	<u>76,646</u>	<u>24,952</u>	<u>1,618</u>
(42,514)	11,862	283	(61,564)	95,835	(643)
-	-	-	-	-	-
41,164	-	-	-	-	-
-	-	-	-	-	-
<u>41,164</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1,350)	11,862	283	(61,564)	95,835	(643)
<u>13,020</u>	<u>67,997</u>	<u>1,061</u>	<u>378,318</u>	<u>138,082</u>	<u>97,359</u>
<u>\$ 11,670</u>	<u>\$ 79,859</u>	<u>\$ 1,344</u>	<u>\$ 316,754</u>	<u>\$ 233,917</u>	<u>\$ 96,716</u>

(continued)

JOHNSON COUNTY, TEXAS**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS - Continued**
For the Year Ended September 30, 2022

	<u>Special</u>		
	<u>Court Facility Fund</u>	<u>Guardianship Fee Fund</u>	<u>Language Access Fund</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Fees	42,066	19,896	12,655
Fines	-	-	-
Investment income	186	250	57
Miscellaneous	-	-	-
	<u>42,252</u>	<u>20,146</u>	<u>12,712</u>
Total revenues			
Expenditures:			
Current:			
General government	-	-	-
Administration of justice	-	8,952	-
Elections	-	-	-
Law enforcement	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>8,952</u>	<u>-</u>
Total expenditures			
Excess (deficiency) of revenue over expenditures	<u>42,252</u>	<u>11,194</u>	<u>12,712</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)			
Net change in fund balance	42,252	11,194	12,712
Fund balance - beginning (restated)	<u>-</u>	<u>26,582</u>	<u>-</u>
Fund balance - ending	<u>\$ 42,252</u>	<u>\$ 37,776</u>	<u>\$ 12,712</u>

Revenue Funds

Court Reporter Service Fund	Judicial Education & Support Fund	Record Archives - County Clerk Fund	Record Archives - District Clerk Fund	County/District Court Technology Fund	Court Records Preservation Digital Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
54,796	2,070	480,870	3,838	3,733	10,644
-	-	-	-	-	-
259	10	7,428	720	56	2,885
-	-	-	-	-	-
<u>55,055</u>	<u>2,080</u>	<u>488,298</u>	<u>4,558</u>	<u>3,789</u>	<u>13,529</u>
-	-	281,340	-	-	-
-	-	-	50,000	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	281,340	50,000	-	-
<u>55,055</u>	<u>2,080</u>	<u>206,958</u>	<u>(45,442)</u>	<u>3,789</u>	<u>13,529</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
55,055	2,080	206,958	(45,442)	3,789	13,529
<u>2,118</u>	<u>-</u>	<u>672,413</u>	<u>125,623</u>	<u>5,091</u>	<u>389,425</u>
<u>\$ 57,173</u>	<u>\$ 2,080</u>	<u>\$ 879,371</u>	<u>\$ 80,181</u>	<u>\$ 8,880</u>	<u>\$ 402,954</u>

(continued)

JOHNSON COUNTY, TEXAS

*COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS - Continued
For the Year Ended September 30, 2022*

	Special		
	District Court Records Technology Fund	Pecan Valley Centers Fund	Indigent Health Care Fund
Revenues:			
Taxes	\$ -	\$ -	\$ 1,645,775
Intergovernmental	-	-	61,811
Fees	7,661	-	-
Fines	-	-	-
Investment income	1,688	83	27,279
Miscellaneous	-	5,688	65
	<u>9,349</u>	<u>5,771</u>	<u>1,734,930</u>
Total revenues			
Expenditures:			
Current:			
General government	-	-	-
Administration of justice	-	-	-
Elections	-	-	-
Law enforcement	-	-	1,118,661
Health and welfare	-	-	652,167
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures			
	<u>-</u>	<u>-</u>	<u>1,770,828</u>
Excess (deficiency) of revenue over expenditures	<u>9,349</u>	<u>5,771</u>	<u>(35,898)</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	-	-	-
Transfers in	-	-	300,000
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)			
	<u>-</u>	<u>-</u>	<u>300,000</u>
Net change in fund balance	9,349	5,771	264,102
Fund balance - beginning (restated)	<u>230,534</u>	<u>7,190</u>	<u>2,659,495</u>
Fund balance - ending	<u>\$ 239,883</u>	<u>\$ 12,961</u>	<u>\$ 2,923,597</u>

Revenue Funds

Right of Way Fund	Historical Commission Fund	Veteran's Service Juror Donations Fund	Pre-Trial Bond Supervision Fund	STOP SCU Operations Fund	Sheriff Inmate Commissary Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	265,242	44,203	-
-	-	-	-	-	1,774,988
-	-	-	-	-	-
13,590	409	20	2,736	1,567	6,898
-	400	4,377	-	250	109,082
<u>13,590</u>	<u>809</u>	<u>4,397</u>	<u>267,978</u>	<u>46,020</u>	<u>1,890,968</u>
55,206	5,564	-	-	-	-
-	-	-	186,993	-	-
-	-	-	-	-	-
-	-	-	-	100,068	957,472
-	-	-	-	-	-
<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,672</u>
<u>105,206</u>	<u>5,564</u>	<u>-</u>	<u>186,993</u>	<u>100,068</u>	<u>1,008,144</u>
(91,616)	(4,755)	4,397	80,985	(54,048)	882,824
-	-	-	-	-	-
-	10,000	-	-	90,504	-
-	-	-	-	-	(551,872)
-	10,000	-	-	90,504	(551,872)
(91,616)	5,245	4,397	80,985	36,456	330,952
<u>1,457,462</u>	<u>52,436</u>	<u>-</u>	<u>332,970</u>	<u>168,976</u>	<u>859,385</u>
<u>\$ 1,365,846</u>	<u>\$ 57,681</u>	<u>\$ 4,397</u>	<u>\$ 413,955</u>	<u>\$ 205,432</u>	<u>\$ 1,190,337</u>

(continued)

JOHNSON COUNTY, TEXAS

*COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS - Continued*

For the Year Ended September 30, 2022

	Sheriff LEOSE Fund	County Attorney Collection Fund	Special County Attorney LEOSE Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	5,475	-	981
Fees	-	2,191	-
Fines	-	-	-
Investment income	147	307	9
Miscellaneous	-	-	-
Total revenues	5,622	2,498	990
Expenditures:			
Current:			
General government	-	-	-
Administration of justice	-	-	-
Elections	-	-	-
Law enforcement	255	1,271	1,278
Health and welfare	-	-	-
Capital outlay	-	-	-
Total expenditures	255	1,271	1,278
Excess (deficiency) of revenue over expenditures	5,367	1,227	(288)
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	5,367	1,227	(288)
Fund balance - beginning (restated)	16,568	45,872	1,718
Fund balance - ending	\$ 21,935	\$ 47,099	\$ 1,430

Revenue Funds

District Attorney 18 th Judicial Fund	District Attorney Collection Fund	Combined Constables LEOSE Fund	MVIE Tax A/C Penalty & Interest Fund	HAVA Grant Fund	Cities Readiness Initiative Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
21,964	-	1,209	-	-	54,462
-	300	-	-	-	-
-	-	-	-	-	-
27	78	90	386	-	-
<u>5</u>	<u>-</u>	<u>-</u>	<u>4,233</u>	<u>-</u>	<u>-</u>
<u>21,996</u>	<u>378</u>	<u>1,299</u>	<u>4,619</u>	<u>-</u>	<u>54,462</u>
-	-	-	4,225	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,409	-	1,299	-	-	-
-	-	-	-	-	65,649
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>2,409</u>	<u>-</u>	<u>1,299</u>	<u>4,225</u>	<u>-</u>	<u>65,649</u>
<u>19,587</u>	<u>378</u>	<u>-</u>	<u>394</u>	<u>-</u>	<u>(11,187)</u>
-	-	-	17	-	-
-	-	-	-	-	11,187
<u>(20,134)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(20,134)</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>-</u>	<u>11,187</u>
<u>(547)</u>	<u>378</u>	<u>-</u>	<u>411</u>	<u>-</u>	<u>-</u>
<u>1,810</u>	<u>10,779</u>	<u>-</u>	<u>58,319</u>	<u>-</u>	<u>-</u>
<u>\$ 1,263</u>	<u>\$ 11,157</u>	<u>\$ -</u>	<u>\$ 58,730</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

JOHNSON COUNTY, TEXAS

*COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS - Continued*

For the Year Ended September 30, 2022

	Community Development Block Grant Fund	Edward Byrne Memorial Program Fund	Special Revenue Juvenile Probation Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	258,126	-	880,797
Fees	-	-	-
Fines	-	-	-
Investment income	-	-	-
Miscellaneous	-	-	-
Total revenues	258,126	-	880,797
Expenditures:			
Current:			
General government	258,126	-	-
Administration of justice	-	-	880,797
Elections	-	-	-
Law enforcement	-	-	-
Health and welfare	-	-	-
Capital outlay	-	-	-
Total expenditures	258,126	-	880,797
Excess (deficiency) of revenue over expenditures	-	-	-
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	-	-	-
Fund balance - beginning (restated)	-	-	-
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Funds	Capital Projects Fund				
	Total Special Revenue Funds	Construction Projects Fund	Software Projects Fund	Burleson Sub Courthouse Construction Fund	Sheriff's Office Renovation Fund
\$ 1,645,775	\$ -	\$ -	\$ -	\$ -	\$ -
1,810,677	-	-	-	-	-
3,267,245	-	-	-	-	-
52,557	-	-	-	-	-
105,437	-	1,030	1,173	11,263	328
<u>155,740</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>7,037,431</u>	<u>-</u>	<u>1,030</u>	<u>1,173</u>	<u>11,263</u>	<u>328</u>
893,187	-	-	66,900	37,319	-
1,538,627	-	-	-	-	-
19,948	-	-	-	-	-
2,201,936	-	-	-	-	-
717,816	-	-	-	-	-
<u>163,881</u>	<u>61,900</u>	<u>-</u>	<u>1,290,742</u>	<u>1,606,625</u>	<u>32,497</u>
<u>5,535,395</u>	<u>61,900</u>	<u>-</u>	<u>1,357,642</u>	<u>1,643,944</u>	<u>32,497</u>
<u>1,502,036</u>	<u>(61,900)</u>	<u>1,030</u>	<u>(1,356,469)</u>	<u>(1,632,681)</u>	<u>(32,169)</u>
60	-	-	-	-	-
926,910	5,900	-	200,000	660,000	32,497
<u>(1,046,061)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(119,091)</u>	<u>5,900</u>	<u>-</u>	<u>200,000</u>	<u>660,000</u>	<u>32,497</u>
1,382,945	(56,000)	1,030	(1,156,469)	(972,681)	328
<u>12,106,234</u>	<u>56,000</u>	<u>145,056</u>	<u>988,584</u>	<u>1,950,115</u>	<u>-</u>
<u>\$ 13,489,179</u>	<u>\$ -</u>	<u>\$ 146,086</u>	<u>\$ (167,885)</u>	<u>\$ 977,434</u>	<u>\$ 328</u>

(continued)

JOHNSON COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS - Continued**
For the Year Ended September 30, 2022

	<u>Capital Projects Fund</u>		
	<u>Building Maintenance Workshop Fund</u>	<u>Total Capital Projects Fund</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Taxes	\$ -	\$ -	\$ 1,645,775
Intergovernmental	-	-	1,810,677
Fees	-	-	3,267,245
Fines	-	-	52,557
Investment income	1,572	15,366	120,803
Miscellaneous	-	-	155,740
	<u>1,572</u>	<u>15,366</u>	<u>7,052,797</u>
Total revenues			
Expenditures:			
Current:			
General government	-	104,219	997,406
Administration of justice	-	-	1,538,627
Elections	-	-	19,948
Law enforcement	-	-	2,201,936
Health and welfare	-	-	717,816
Capital outlay	5,084	2,996,848	3,160,729
	<u>5,084</u>	<u>3,101,067</u>	<u>8,636,462</u>
Total expenditures			
Excess (deficiency) of revenue over expenditures	<u>(3,512)</u>	<u>(3,085,701)</u>	<u>(1,583,665)</u>
Other Financing Sources (Uses):			
Proceeds from sale of capital assets	-	-	60
Transfers in	228,750	1,127,147	2,054,057
Transfers out	-	-	(1,046,061)
	<u>228,750</u>	<u>1,127,147</u>	<u>1,008,056</u>
Total other financing sources (uses)			
Net change in fund balance	225,238	(1,958,554)	(575,609)
Fund balance - beginning (restated)	-	3,139,755	15,245,989
Fund balance - ending	<u>\$ 225,238</u>	<u>\$ 1,181,201</u>	<u>\$ 14,670,380</u>

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT,
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND**
For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
General Administration:				
County Clerk:				
Salaries and wages, and employee benefits	\$ 2,490,134	\$ 2,490,134	\$ 2,372,092	\$ 118,042
Operating expenditures	84,600	84,600	75,166	9,434
Total County Clerk	2,574,734	2,574,734	2,447,258	127,476
County Judge:				
Salaries and wages, and employee benefits	513,537	513,537	505,111	8,426
Operating expenditures	11,450	12,119	10,764	1,355
Total County Judge	524,987	525,656	515,875	9,781
County Commissioners:				
Salaries and wages, and employee benefits	597,674	599,771	584,608	15,163
Total County Commissioners	597,674	599,771	584,608	15,163
Veterans:				
Salaries and wages, and employee benefits	265,120	265,120	254,586	10,534
Operating expenditures	12,550	12,550	3,180	9,370
Total Veterans	277,670	277,670	257,766	19,904
Public Works:				
Salaries and wages, and employee benefits	1,928,551	1,312,667	1,169,633	143,034
Operating expenditures	77,333	66,017	55,944	10,073
Capital outlay	11,995	5,792	5,792	-
Total Public Works	2,017,879	1,384,476	1,231,369	153,107
Facilities Management:				
Salaries and wages, and employee benefits	-	612,042	591,932	20,110
Operating expenditures	2,408,543	2,219,030	1,722,377	496,653
Capital outlay	-	235,062	206,564	28,498
Total Facilities Management	2,408,543	3,066,134	2,520,873	545,261
Purchasing:				
Salaries and wages, and employee benefits	510,478	510,478	490,983	19,495
Operating expenditures	53,517	57,407	46,070	11,337
Capital outlay	-	-	37,468	(37,468)
Debt service	9,292	8,292	4,558	3,734
Total Purchasing	573,287	576,177	579,079	(2,902)

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT,
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
General Administration - Continued:				
Information Systems:				
Salaries and wages, and employee benefits	\$ 1,367,574	\$ 1,367,902	\$ 1,335,410	\$ 32,492
Operating expenditures	2,555,512	2,745,402	2,232,855	512,547
Capital outlay	200,000	110,000	126,117	(16,117)
Debt service	17,190	26,300	23,972	2,328
Total Information Systems	4,140,276	4,249,604	3,718,354	531,250
Mail Room:				
Salaries and wages, and employee benefits	116,616	116,616	106,423	10,193
Operating expenditures	8,200	9,100	8,130	970
Total Mail Room	124,816	125,716	114,553	11,163
Telecommunications:				
Salaries and wages, and employee benefits	55,427	55,427	55,605	(178)
Total Telecommunications	55,427	55,427	55,605	(178)
Personnel:				
Salaries and wages, and employee benefits	555,677	555,677	487,413	68,264
Operating expenditures	35,800	35,800	13,304	22,496
Total Personnel	591,477	591,477	500,717	90,760
County Tax Collector:				
Salaries and wages, and employee benefits	1,944,024	1,944,024	1,706,962	237,062
Operating expenditures	318,248	318,248	190,649	127,599
Capital outlay	10,364	10,364	10,364	-
Total County Tax Collector	2,272,636	2,272,636	1,907,975	364,661
Non-departmental:				
Salaries and wages, and employee benefits	664,669	700,120	646,827	53,293
Operating expenditures	4,317,157	3,883,892	3,290,824	593,068
Capital outlay	-	674,379	152,730	521,649
Debt service	57,525	57,525	49,381	8,144
Total Non-departmental	5,039,351	5,315,916	4,139,762	1,176,154
Total General Administration	21,198,757	21,615,394	18,573,794	3,041,600
Administration of Justice:				
County Court at Law I:				
Salaries and wages, and employee benefits	702,793	702,793	673,377	29,416
Operating expenditures	320,325	320,325	187,437	132,888
Total County Court at Law I	1,023,118	1,023,118	860,814	162,304

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT,
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Administration of Justice - Continued:				
County Court at Law II:				
Salaries and wages, and employee benefits	\$ 535,808	\$ 535,808	\$ 508,564	\$ 27,244
Operating expenditures	<u>332,725</u>	<u>332,725</u>	<u>161,359</u>	<u>171,366</u>
Total County Court at Law II	<u>868,533</u>	<u>868,533</u>	<u>669,923</u>	<u>198,610</u>
General County Court:				
Salaries and wages, and employee benefits	-	235	235	-
Total General County Court	<u>-</u>	<u>235</u>	<u>235</u>	<u>-</u>
General District Court:				
Salaries and wages, and employee benefits	80,085	90,758	82,593	8,165
Operating expenditures	<u>114,262</u>	<u>112,103</u>	<u>98,493</u>	<u>13,610</u>
Total General District Court	<u>194,347</u>	<u>202,861</u>	<u>181,086</u>	<u>21,775</u>
249 th District Court:				
Salaries and wages, and employee benefits	349,850	349,850	330,342	19,508
Operating expenditures	<u>434,200</u>	<u>452,008</u>	<u>409,506</u>	<u>42,502</u>
Total 249 th District Court	<u>784,050</u>	<u>801,858</u>	<u>739,848</u>	<u>62,010</u>
18 th District Court:				
Salaries and wages, and employee benefits	326,705	326,705	305,152	21,553
Operating expenditures	<u>432,900</u>	<u>432,900</u>	<u>385,958</u>	<u>46,942</u>
Total 18 th District Court	<u>759,605</u>	<u>759,605</u>	<u>691,110</u>	<u>68,495</u>
413 th District Court:				
Salaries and wages, and employee benefits	345,186	347,553	335,368	12,185
Operating expenditures	<u>636,458</u>	<u>641,458</u>	<u>461,795</u>	<u>179,663</u>
Total 413 th District Court	<u>981,644</u>	<u>989,011</u>	<u>797,163</u>	<u>191,848</u>
District Clerk:				
Salaries and wages, and employee benefits	1,639,064	1,558,508	1,503,830	54,678
Operating expenditures	<u>81,546</u>	<u>81,992</u>	<u>67,415</u>	<u>14,577</u>
Total District Clerk	<u>1,720,610</u>	<u>1,640,500</u>	<u>1,571,245</u>	<u>69,255</u>
Jury:				
Operating expenditures	145,900	132,300	101,027	31,273
Capital outlay	-	13,600	-	13,600
Total Jury	<u>145,900</u>	<u>145,900</u>	<u>101,027</u>	<u>44,873</u>
Justice of the Peace #1:				
Salaries and wages, and employee benefits	346,404	346,404	340,864	5,540
Operating expenditures	<u>20,810</u>	<u>20,810</u>	<u>15,944</u>	<u>4,866</u>
Total Justice of the Peace #1	<u>367,214</u>	<u>367,214</u>	<u>356,808</u>	<u>10,406</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT,
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Administration of Justice - Continued:				
Justice of the Peace #2:				
Salaries and wages, and employee benefits	\$ 340,500	\$ 340,500	\$ 236,266	\$ 104,234
Operating expenditures	<u>22,350</u>	<u>22,350</u>	<u>15,785</u>	<u>6,565</u>
Total Justice of the Peace #2	<u>362,850</u>	<u>362,850</u>	<u>252,051</u>	<u>110,799</u>
Justice of the Peace #3:				
Salaries and wages, and employee benefits	345,351	345,351	330,259	15,092
Operating expenditures	<u>23,900</u>	<u>23,900</u>	<u>12,435</u>	<u>11,465</u>
Total Justice of the Peace #3	<u>369,251</u>	<u>369,251</u>	<u>342,694</u>	<u>26,557</u>
Justice of the Peace #4:				
Salaries and wages, and employee benefits	339,710	340,674	338,796	1,878
Operating expenditures	<u>21,200</u>	<u>21,200</u>	<u>10,358</u>	<u>10,842</u>
Total Justice of the Peace #4	<u>360,910</u>	<u>361,874</u>	<u>349,154</u>	<u>12,720</u>
Bail Bonds Office:				
Salaries and wages, and employee benefits	67,896	68,859	69,092	(233)
Operating expenditures	<u>2,000</u>	<u>2,000</u>	<u>1,177</u>	<u>823</u>
Total Bail Bonds Office	<u>69,896</u>	<u>70,859</u>	<u>70,269</u>	<u>590</u>
Adult Probation:				
Operating expenditures	<u>7,600</u>	<u>7,600</u>	<u>2,777</u>	<u>4,823</u>
Total Adult Probation	<u>7,600</u>	<u>7,600</u>	<u>2,777</u>	<u>4,823</u>
Juvenile Probation:				
Salaries and wages, and employee benefits	409,641	410,310	376,684	33,626
Operating expenditures	<u>516,500</u>	<u>639,500</u>	<u>605,907</u>	<u>33,593</u>
Total Juvenile Probation	<u>926,141</u>	<u>1,049,810</u>	<u>982,591</u>	<u>67,219</u>
Total Administration of Justice	<u>8,941,669</u>	<u>9,021,079</u>	<u>7,968,795</u>	<u>1,052,284</u>
Financial Administration:				
County Auditor:				
Salaries and wages, and employee benefits	1,081,801	1,081,801	1,033,751	48,050
Operating expenditures	<u>46,800</u>	<u>46,800</u>	<u>37,609</u>	<u>9,191</u>
Total County Auditor	<u>1,128,601</u>	<u>1,128,601</u>	<u>1,071,360</u>	<u>57,241</u>
County Treasurer:				
Salaries and wages, and employee benefits	227,264	227,264	215,189	12,075
Operating expenditures	<u>12,500</u>	<u>12,500</u>	<u>9,883</u>	<u>2,617</u>
Total County Treasurer	<u>239,764</u>	<u>239,764</u>	<u>225,072</u>	<u>14,692</u>
Total Financial Administration	<u>1,368,365</u>	<u>1,368,365</u>	<u>1,296,432</u>	<u>71,933</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT,
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**
For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Elections:				
Elections:				
Salaries and wages, and employee benefits	\$ 642,847	\$ 642,847	\$ 540,392	\$ 102,455
Operating expenditures	176,500	177,757	124,266	53,491
Total Elections	819,347	820,604	664,658	155,946
Law Enforcement:				
County Attorney:				
Salaries and wages, and employee benefits	2,504,513	2,504,513	2,374,485	130,028
Operating expenditures	93,654	96,104	88,506	7,598
Total County Attorney	2,598,167	2,600,617	2,462,991	137,626
District Attorney:				
Salaries and wages, and employee benefits	2,749,396	2,760,241	2,403,240	357,001
Operating expenditures	144,963	144,963	115,607	29,356
Capital outlay	31,110	31,110	28,441	2,669
Total District Attorney	2,925,469	2,936,314	2,547,288	389,026
County/District Attorney Supplement:				
Salaries and wages, and employee benefits	22,064	22,064	21,903	161
Total County/District Attorney Supplement	22,064	22,064	21,903	161
Constable - Precinct 1:				
Salaries and wages, and employee benefits	441,593	441,593	409,182	32,411
Operating expenditures	115,068	89,468	85,452	4,016
Total Constable - Precinct 1	556,661	531,061	494,634	36,427
Constable - Precinct 2:				
Salaries and wages, and employee benefits	334,481	334,481	325,215	9,266
Operating expenditures	54,458	54,458	42,247	12,211
Capital outlay	63,087	63,087	-	63,087
Total Constable - Precinct 2	452,026	452,026	367,462	84,564
Constable - Precinct 3:				
Salaries and wages, and employee benefits	322,733	323,072	318,768	4,304
Operating expenditures	50,306	54,777	40,240	14,537
Capital outlay	63,087	63,087	59,500	3,587
Total Constable - Precinct 3	436,126	440,936	418,508	22,428
Constable - Precinct 4:				
Salaries and wages, and employee benefits	408,819	409,399	403,136	6,263
Operating expenditures	109,219	85,219	78,277	6,942
Total Constable - Precinct 4	518,038	494,618	481,413	13,205

(continued)

JOHNSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT, AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued

For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Law Enforcement - Continued:				
Sheriff Admin-Patrol:				
Salaries and wages, and employee benefits	\$ 11,824,230	\$ 11,633,915	\$ 11,340,264	\$ 293,651
Operating expenditures	1,092,500	1,282,232	1,075,710	206,522
Capital outlay	640,833	899,543	408,717	490,826
Total Sheriff Admin-Patrol	13,557,563	13,815,690	12,824,691	990,999
Sheriff-Jail:				
Salaries and wages, and employee benefits	15,174,082	15,368,065	14,469,704	898,361
Operating expenditures	2,249,507	2,464,489	2,259,612	204,877
Capital outlay	12,600	188,368	188,368	-
Total Sheriff-Jail	17,436,189	18,020,922	16,917,684	1,103,238
Jail Medical:				
Salaries and wages, and employee benefits	2,075,016	2,075,016	1,549,882	525,134
Operating expenditures	894,450	711,944	676,639	35,305
Total Jail Medical	2,969,466	2,786,960	2,226,521	560,439
Sheriff Commissary:				
Salaries and wages, and employee benefits	551,872	552,616	477,170	75,446
Total Sheriff Commissary	551,872	552,616	477,170	75,446
Texas DPS Office:				
Salaries and wages, and employee benefits	72,471	72,682	72,629	53
Operating expenditures	750	750	744	6
Total Texas DPS Office	73,221	73,432	73,373	59
SRO-Godley ISD:				
Salaries and wages, and employee benefits	87,742	87,742	81,802	5,940
Operating expenditures	9,076	9,076	4,189	4,887
Total SRO-Godley ISD	96,818	96,818	85,991	10,827
SRO-Cleburne ISD:				
Salaries and wages, and employee benefits	163,536	163,536	154,272	9,264
Operating expenditures	12,420	19,311	15,970	3,341
Total SRO-Cleburne ISD	175,956	182,847	170,242	12,605
Total Law Enforcement	42,369,636	43,006,921	39,569,871	3,437,050
Health and Welfare:				
Medical Examiner:				
Salaries and wages, and employee benefits	360,163	360,163	355,679	4,484
Operating expenditures	263,068	272,911	265,117	7,794
Capital outlay	29,860	-	-	-
Total Medical Examiner	653,091	633,074	620,796	12,278

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT,
AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND - Continued**

For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Health and Welfare - Continued:				
Non-departmental:				
Operating expenditures	\$ 10,000	\$ 10,000	\$ 10,000	\$ -
Total Non-departmental	10,000	10,000	10,000	-
Emergency Management:				
Salaries and wages, and employee benefits	173,743	174,286	173,859	427
Operating expenditures	26,623	30,236	22,287	7,949
Capital outlay	54,008	54,383	54,383	-
Total Emergency Management	254,374	258,905	250,529	8,376
Radio Management:				
Salaries and wages, and employee benefits	91,734	92,012	92,090	(78)
Operating expenditures	364,500	372,921	356,154	16,767
Total Radio Management	456,234	464,933	448,244	16,689
Total Health and Welfare	1,373,699	1,366,912	1,329,569	37,343
Culture and Recreation:				
Hamm Creek Park:				
Salaries and wages, and employee benefits	352,194	352,194	308,408	43,786
Operating expenditures	31,900	35,720	26,933	8,787
Capital outlay	38,272	39,863	39,863	-
Total Hamm Creek Park	422,366	427,777	375,204	52,573
Total Culture and Recreation	422,366	427,777	375,204	52,573
Conservation:				
County Extension:				
Salaries and wages, and employee benefits	254,821	254,821	239,059	15,762
Operating expenditures	18,400	22,069	19,437	2,632
Total County Extension	273,221	276,890	258,496	18,394
Total Conservation	273,221	276,890	258,496	18,394
Total current expenditures	\$ 76,767,060	\$ 77,903,942	\$ 70,036,819	\$ 7,867,123

JOHNSON COUNTY, TEXAS

Exhibit 14

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT
AND LEGAL LEVEL OF BUDGETARY CONTROL - ROAD & BRIDGE FUND**
For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Highways and Streets:				
Road & Bridge Precinct 1:				
Salaries and wages, and employee benefits	\$ 1,384,667	\$ 1,384,667	\$ 1,257,510	\$ 127,157
Operating expenditures	1,365,908	1,365,908	911,293	454,615
Capital outlay	<u>405,992</u>	<u>405,992</u>	<u>66,752</u>	<u>339,240</u>
Total Road & Bridge Precinct 1	<u>3,156,567</u>	<u>3,156,567</u>	<u>2,235,555</u>	<u>921,012</u>
Road & Bridge Precinct 2:				
Salaries and wages, and employee benefits	1,310,982	1,310,982	899,612	411,370
Operating expenditures	1,693,586	1,704,986	723,268	981,718
Capital outlay	<u>410,000</u>	<u>398,600</u>	<u>138,962</u>	<u>259,638</u>
Total Road & Bridge Precinct 2	<u>3,414,568</u>	<u>3,414,568</u>	<u>1,761,842</u>	<u>1,652,726</u>
Road & Bridge Precinct 3:				
Salaries and wages, and employee benefits	1,539,249	1,539,249	1,194,817	344,432
Operating expenditures	1,200,466	1,186,466	767,383	419,083
Capital outlay	<u>327,000</u>	<u>336,000</u>	<u>234,145</u>	<u>101,855</u>
Total Road & Bridge Precinct 3	<u>3,066,715</u>	<u>3,061,715</u>	<u>2,196,345</u>	<u>865,370</u>
Road & Bridge Precinct 4:				
Salaries and wages, and employee benefits	1,696,192	1,696,192	1,394,502	301,690
Operating expenditures	1,686,312	1,594,649	759,196	835,453
Capital outlay	<u>408,000</u>	<u>499,663</u>	<u>373,880</u>	<u>125,783</u>
Total Road & Bridge Precinct 4	<u>3,790,504</u>	<u>3,790,504</u>	<u>2,527,578</u>	<u>1,262,926</u>
Total current expenditures	<u>\$ 13,428,354</u>	<u>\$ 13,423,354</u>	<u>\$ 8,721,320</u>	<u>\$ 4,702,034</u>

JOHNSON COUNTY, TEXAS

Exhibit 15

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL DEBT SERVICE FUND**

For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,746,885	\$ 1,746,885	\$ 1,510,098	\$(236,787)
Investment income	275	275	1,631	1,356
Total revenues	<u>1,747,160</u>	<u>1,747,160</u>	<u>1,511,729</u>	<u>(235,431)</u>
Expenditures:				
Debt Service:				
Principal	1,405,000	1,405,000	1,405,000	-
Interest and fiscal charges	<u>342,160</u>	<u>634,222</u>	<u>629,339</u>	<u>4,883</u>
Total expenditures	<u>1,747,160</u>	<u>2,039,222</u>	<u>2,034,339</u>	<u>4,883</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>(292,062)</u>	<u>(522,610)</u>	<u>(230,548)</u>
Other Financing Sources (uses):				
Issuance of general obligation bonds	-	15,865,000	15,865,000	-
Premium on general obligation bonds	-	253,944	253,944	-
Payments to escrow agent	<u>-</u>	<u>(15,824,476)</u>	<u>(15,824,476)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>294,468</u>	<u>294,468</u>	<u>-</u>
Net change in fund balance	-	2,406	(228,142)	(230,548)
Fund balance - beginning	<u>344,410</u>	<u>344,410</u>	<u>344,410</u>	<u>-</u>
Fund balance - ending	<u>\$ 344,410</u>	<u>\$ 346,816</u>	<u>\$ 116,268</u>	<u>\$(230,548)</u>

JOHNSON COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL**

For the Year Ended September 30, 2022

	Law Library Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 96,100	\$ 96,100	\$ 103,304	\$ 7,204
Investment income	300	300	1,007	707
Miscellaneous	-	-	5	5
Total revenues	<u>96,400</u>	<u>96,400</u>	<u>104,316</u>	<u>7,916</u>
Expenditures:				
General Government:				
Salaries and wages, and employee benefits	64,346	64,346	64,245	101
Operating expenditures	62,275	62,275	34,911	27,364
Capital outlay	-	-	-	-
Total expenditures	<u>126,621</u>	<u>126,621</u>	<u>99,156</u>	<u>27,465</u>
Excess (deficiency) of revenues over expenditures	<u>(30,221)</u>	<u>(30,221)</u>	<u>5,160</u>	<u>35,381</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	-	-	43	43
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>43</u>	<u>43</u>
Net change in fund balance	<u>(30,221)</u>	<u>(30,221)</u>	<u>5,203</u>	<u>35,424</u>
Fund balance - beginning	<u>142,063</u>	<u>142,063</u>	<u>142,063</u>	<u>-</u>
Fund balance - ending	<u>\$ 111,842</u>	<u>\$ 111,842</u>	<u>\$ 147,266</u>	<u>\$ 35,424</u>

<u>Records Management and Preservation Fund</u>			
<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
<u>Original</u>	<u>Final</u>		
\$ 386,000	\$ 386,000	\$ 135,178	\$ (250,822)
7,500	7,500	16,592	9,092
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>393,500</u>	<u>393,500</u>	<u>151,770</u>	<u>(241,730)</u>
186,528	186,528	178,027	8,501
389,840	389,840	11,543	378,297
<u>98,552</u>	<u>98,552</u>	<u>-</u>	<u>98,552</u>
<u>674,920</u>	<u>674,920</u>	<u>189,570</u>	<u>485,350</u>
<u>(281,420)</u>	<u>(281,420)</u>	<u>(37,800)</u>	<u>243,620</u>
-	-	-	-
<u>-</u>	<u>-</u>	<u>(474,055)</u>	<u>(474,055)</u>
<u>-</u>	<u>-</u>	<u>(474,055)</u>	<u>(474,055)</u>
<u>(281,420)</u>	<u>(281,420)</u>	<u>(511,855)</u>	<u>(230,435)</u>
<u>2,768,594</u>	<u>2,768,594</u>	<u>2,768,594</u>	<u>-</u>
<u>\$ 2,487,174</u>	<u>\$ 2,487,174</u>	<u>\$ 2,256,739</u>	<u>\$ (230,435)</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
 BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued
 For the Year Ended September 30, 2022*

	Vital Statistics Preservation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fees	\$ 6,900	\$ 6,900	\$ 10,238	\$ 3,338
Investment income	400	400	197	(203)
Miscellaneous	-	-	-	-
Total revenues	<u>7,300</u>	<u>7,300</u>	<u>10,435</u>	<u>3,135</u>
Expenditures:				
Elections:				
Operating expenditures	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	7,300	7,300	10,435	3,135
Fund balance - beginning	<u>20,225</u>	<u>20,225</u>	<u>20,225</u>	<u>-</u>
Fund balance - ending	<u>\$ 27,525</u>	<u>\$ 27,525</u>	<u>\$ 30,660</u>	<u>\$ 3,135</u>

Election Services Contract Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ -	\$ -	\$ -	\$ -
1,500	1,500	4,901	3,401
<u>-</u>	<u>-</u>	<u>31,060</u>	<u>31,060</u>
<u>1,500</u>	<u>1,500</u>	<u>35,961</u>	<u>34,461</u>
<u>97,500</u>	<u>97,500</u>	<u>19,948</u>	<u>77,552</u>
<u>97,500</u>	<u>97,500</u>	<u>19,948</u>	<u>77,552</u>
(96,000)	(96,000)	16,013	112,013
<u>663,586</u>	<u>663,586</u>	<u>663,586</u>	<u>-</u>
<u>\$ 567,586</u>	<u>\$ 567,586</u>	<u>\$ 679,599</u>	<u>\$ 112,013</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
 BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	District Attorney Forfeiture Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fines	\$ -	\$ -	\$ 4,037	\$ 4,037
Investment income	300	300	850	550
Total revenues	<u>300</u>	<u>300</u>	<u>4,887</u>	<u>4,587</u>
Expenditures:				
Law Enforcement:				
Operating expenditures	<u>6,600</u>	<u>6,600</u>	<u>-</u>	<u>6,600</u>
Total expenditures	<u>6,600</u>	<u>6,600</u>	<u>-</u>	<u>6,600</u>
Net change in fund balance	(6,300)	(6,300)	4,887	11,187
Fund balance - beginning	<u>118,373</u>	<u>118,373</u>	<u>118,373</u>	<u>-</u>
Fund balance - ending	<u>\$ 112,073</u>	<u>\$ 112,073</u>	<u>\$ 123,260</u>	<u>\$ 11,187</u>

Sheriff Forfeiture Fund

Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ -	\$ -	\$ -	\$ -
25	25	24	(1)
25	25	24	(1)
-	-	-	-
-	-	-	-
25	25	24	(1)
3,336	3,336	3,336	-
<u>\$ 3,361</u>	<u>\$ 3,361</u>	<u>\$ 3,360</u>	<u>\$(1)</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	STOP SCU Forfeiture Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Fines	-	-	48,520	48,520
Investment income	1,200	1,200	3,046	1,846
Miscellaneous	-	-	-	-
Total revenues	<u>1,200</u>	<u>1,200</u>	<u>51,566</u>	<u>50,366</u>
Expenditures:				
Administration of Justice:				
Salaries and wages, and employee benefits	-	-	-	-
Operating expenditures	-	-	-	-
Law Enforcement:				
Operating expenditures	19,400	19,400	8,416	10,984
Capital outlay	<u>70,000</u>	<u>70,000</u>	<u>49,064</u>	<u>20,936</u>
Total expenditures	<u>89,400</u>	<u>89,400</u>	<u>57,480</u>	<u>31,920</u>
Deficiency of revenues over expenditures	<u>(88,200)</u>	<u>(88,200)</u>	<u>(5,914)</u>	<u>82,286</u>
Other Financing Sources:				
Transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	<u>(88,200)</u>	<u>(88,200)</u>	<u>(5,914)</u>	<u>82,286</u>
Fund balance - beginning	<u>418,346</u>	<u>418,346</u>	<u>418,346</u>	<u>-</u>
Fund balance - ending	<u>\$ 330,146</u>	<u>\$ 330,146</u>	<u>\$ 412,432</u>	<u>\$ 82,286</u>

Juvenile Justice Alternative Education Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 45,000	\$ 47,521	\$ 216,407	\$ 168,886
-	-	-	-
500	500	515	15
<u>-</u>	<u>-</u>	<u>300</u>	<u>300</u>
<u>45,500</u>	<u>48,021</u>	<u>217,222</u>	<u>169,201</u>
231,012	255,535	213,773	41,762
63,800	66,321	60,309	6,012
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>294,812</u>	<u>321,856</u>	<u>274,082</u>	<u>47,774</u>
(<u>249,312</u>)	(<u>273,835</u>)	(<u>56,860</u>)	<u>216,975</u>
<u>136,780</u>	<u>136,780</u>	<u>-</u>	(<u>136,780</u>)
<u>136,780</u>	<u>136,780</u>	<u>-</u>	(<u>136,780</u>)
(<u>112,532</u>)	(<u>137,055</u>)	(<u>56,860</u>)	80,195
<u>146,446</u>	<u>146,446</u>	<u>146,446</u>	<u>-</u>
<u>\$ 33,914</u>	<u>\$ 9,391</u>	<u>\$ 89,586</u>	<u>\$ 80,195</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	Truancy Prevention and Diversion Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fees	\$ 16,000	\$ 16,000	\$ 16,230	\$ 230
Investment income	700	700	145	(555)
Total revenues	<u>16,700</u>	<u>16,700</u>	<u>16,375</u>	<u>(325)</u>
Expenditures:				
Administration of Justice:				
Salaries and wages, and employee benefits	58,261	58,261	58,428	(167)
Operating expenditures	<u>2,000</u>	<u>2,000</u>	<u>461</u>	<u>1,539</u>
Total expenditures	<u>60,261</u>	<u>60,261</u>	<u>58,889</u>	<u>1,372</u>
Excess (deficiency) of revenues over expenditures	<u>(43,561)</u>	<u>(43,561)</u>	<u>(42,514)</u>	<u>1,047</u>
Other Financing Sources:				
Transfers in	-	-	<u>41,164</u>	<u>41,164</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>41,164</u>	<u>41,164</u>
Net change in fund balance	<u>(43,561)</u>	<u>(43,561)</u>	<u>(1,350)</u>	<u>42,211</u>
Fund balance - beginning	<u>13,020</u>	<u>13,020</u>	<u>13,020</u>	<u>-</u>
Fund balance - ending	<u>\$(30,541)</u>	<u>\$(30,541)</u>	<u>\$ 11,670</u>	<u>\$ 42,211</u>

Juvenile Probation Fees Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 6,500	\$ 6,500	\$ 10,919	\$ 4,419
<u>1,000</u>	<u>1,000</u>	<u>1,593</u>	<u>593</u>
<u>7,500</u>	<u>7,500</u>	<u>12,512</u>	<u>5,012</u>
-	-	-	-
<u>6,000</u>	<u>6,000</u>	<u>650</u>	<u>5,350</u>
<u>6,000</u>	<u>6,000</u>	<u>650</u>	<u>5,350</u>
<u>1,500</u>	<u>1,500</u>	<u>11,862</u>	<u>10,362</u>
-	-	-	-
-	-	-	-
1,500	1,500	11,862	10,362
<u>67,997</u>	<u>67,997</u>	<u>67,997</u>	<u>-</u>
<u>\$ 69,497</u>	<u>\$ 69,497</u>	<u>\$ 79,859</u>	<u>\$ 10,362</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
 BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	Justice of the Peace Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 18,600	\$ 18,600	\$ 12,738	\$(5,862)
Investment income	750	750	2,344	1,594
Total revenues	<u>19,350</u>	<u>19,350</u>	<u>15,082</u>	<u>(4,268)</u>
Expenditures:				
Administration of Justice:				
Salaries and wages, and employee benefits	86,624	86,624	69,771	16,853
Operating expenditures	27,876	27,876	6,875	21,001
Law Enforcement:				
Operating expenditures	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>114,500</u>	<u>114,500</u>	<u>76,646</u>	<u>37,854</u>
Net change in fund balance	(95,150)	(95,150)	(61,564)	33,586
Fund balance - beginning	<u>378,318</u>	<u>378,318</u>	<u>378,318</u>	<u>-</u>
Fund balance - ending	<u>\$ 283,168</u>	<u>\$ 283,168</u>	<u>\$ 316,754</u>	<u>\$ 33,586</u>

Courthouse Security Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 73,000	\$ 73,000	\$ 119,285	\$ 46,285
<u>100</u>	<u>100</u>	<u>1,502</u>	<u>1,402</u>
<u>73,100</u>	<u>73,100</u>	<u>120,787</u>	<u>47,687</u>
-	-	-	-
-	-	-	-
81,000	65,393	10,807	54,586
<u>15,000</u>	<u>30,607</u>	<u>14,145</u>	<u>16,462</u>
<u>96,000</u>	<u>96,000</u>	<u>24,952</u>	<u>71,048</u>
(22,900)	(22,900)	95,835	118,735
<u>138,082</u>	<u>138,082</u>	<u>138,082</u>	<u>-</u>
<u>\$ 115,182</u>	<u>\$ 115,182</u>	<u>\$ 233,917</u>	<u>\$ 118,735</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
 BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	Justice Court Building Security Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 2,500	\$ 2,500	\$ 293	\$(2,207)
Investment income	100	100	682	582
Total revenues	<u>2,600</u>	<u>2,600</u>	<u>975</u>	<u>(1,625)</u>
Expenditures:				
Administration of Justice:				
Operating expenditures	<u>20,000</u>	<u>20,000</u>	<u>1,618</u>	<u>18,382</u>
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>1,618</u>	<u>18,382</u>
Net change in fund balance	(17,400)	(17,400)	(643)	16,757
Fund balance - beginning	<u>97,359</u>	<u>97,359</u>	<u>97,359</u>	<u>-</u>
Fund balance - ending	<u>\$ 79,959</u>	<u>\$ 79,959</u>	<u>\$ 96,716</u>	<u>\$ 16,757</u>

Guardianship Fee Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 8,900	\$ 8,900	\$ 19,896	\$ 10,996
<u>100</u>	<u>100</u>	<u>250</u>	<u>150</u>
<u>9,000</u>	<u>9,000</u>	<u>20,146</u>	<u>11,146</u>
<u>40,000</u>	<u>40,000</u>	<u>8,952</u>	<u>31,048</u>
<u>40,000</u>	<u>40,000</u>	<u>8,952</u>	<u>31,048</u>
(31,000)	(31,000)	11,194	42,194
<u>26,582</u>	<u>26,582</u>	<u>26,582</u>	<u>-</u>
<u>\$(4,418)</u>	<u>\$(4,418)</u>	<u>\$ 37,776</u>	<u>\$ 42,194</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	Record Archives - County Clerk Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Fees	\$ 380,000	\$ 380,000	\$ 480,870	\$ 100,870
Investment income	<u>2,600</u>	<u>2,600</u>	<u>7,428</u>	<u>4,828</u>
Total revenues	<u>382,600</u>	<u>382,600</u>	<u>488,298</u>	<u>105,698</u>
Expenditures:				
General Government:				
Operating expenditures	620,000	620,000	281,340	338,660
Administration of Justice:				
Operating expenditures	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>620,000</u>	<u>620,000</u>	<u>281,340</u>	<u>338,660</u>
Net change in fund balance	(237,400)	(237,400)	206,958	444,358
Fund balance - beginning	<u>672,413</u>	<u>672,413</u>	<u>672,413</u>	<u>-</u>
Fund balance - ending	<u>\$ 435,013</u>	<u>\$ 435,013</u>	<u>\$ 879,371</u>	<u>\$ 444,358</u>

Record Archives - District Clerk Fund

Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 12,000	\$ 12,000	\$ 3,838	\$ (8,162)
<u>100</u>	<u>100</u>	<u>720</u>	<u>620</u>
<u>12,100</u>	<u>12,100</u>	<u>4,558</u>	<u>(7,542)</u>
-	-	-	-
48,500	50,000	50,000	-
<u>48,500</u>	<u>47,000</u>	<u>-</u>	<u>47,000</u>
<u>97,000</u>	<u>97,000</u>	<u>50,000</u>	<u>47,000</u>
(84,900)	(84,900)	(45,442)	39,458
<u>125,623</u>	<u>125,623</u>	<u>125,623</u>	<u>-</u>
<u>\$ 40,723</u>	<u>\$ 40,723</u>	<u>\$ 80,181</u>	<u>\$ 39,458</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	County/District Court Technology Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fees	\$ 3,200	\$ 3,200	\$ 3,733	\$ 533
Investment income	100	100	56	(44)
Total revenues	<u>3,300</u>	<u>3,300</u>	<u>3,789</u>	<u>489</u>
Expenditures:				
General Government:				
Operating expenditures	1,150	1,150	-	1,150
Administration of Justice:				
Operating expenditures	<u>5,150</u>	<u>5,150</u>	<u>-</u>	<u>5,150</u>
Total expenditures	<u>6,300</u>	<u>6,300</u>	<u>-</u>	<u>6,300</u>
Net change in fund balance	(3,000)	(3,000)	3,789	6,789
Fund balance - beginning	<u>5,091</u>	<u>5,091</u>	<u>5,091</u>	<u>-</u>
Fund balance - ending	<u>\$ 2,091</u>	<u>\$ 2,091</u>	<u>\$ 8,880</u>	<u>\$ 6,789</u>

Court Records Preservation Digital Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 30,000	\$ 30,000	\$ 10,644	\$(19,356)
<u>800</u>	<u>800</u>	<u>2,885</u>	<u>2,085</u>
<u>30,800</u>	<u>30,800</u>	<u>13,529</u>	<u>(17,271)</u>
-	-	-	-
-	-	-	-
-	-	-	-
30,800	30,800	13,529	(17,271)
<u>389,425</u>	<u>389,425</u>	<u>389,425</u>	<u>-</u>
<u>\$ 420,225</u>	<u>\$ 420,225</u>	<u>\$ 402,954</u>	<u>\$(17,271)</u>

(continued)

JOHNSON COUNTY, TEXAS

*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued*

For the Year Ended September 30, 2022

	District Court Records Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees	25,000	25,000	7,661	(17,339)
Investment income	400	400	1,688	1,288
Miscellaneous	-	-	-	-
Total revenues	<u>25,400</u>	<u>25,400</u>	<u>9,349</u>	<u>(16,051)</u>
Expenditures				
Administration of Justice:				
Operating expenditures	180,000	180,000	-	180,000
Law Enforcement:				
Operating expenditures	-	-	-	-
Health and Welfare:				
Salaries and wages, and employee benefits	-	-	-	-
Operating expenditures	-	-	-	-
Total expenditures	<u>180,000</u>	<u>180,000</u>	<u>-</u>	<u>180,000</u>
Excess (deficiency) of revenues over expenditures	<u>(154,600)</u>	<u>(154,600)</u>	<u>9,349</u>	<u>163,949</u>
Other Financing Sources:				
Transfers in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(154,600)</u>	<u>(154,600)</u>	<u>9,349</u>	<u>163,949</u>
Fund balance - beginning	<u>230,534</u>	<u>230,534</u>	<u>230,534</u>	<u>-</u>
Fund balance - ending	<u>\$ 75,934</u>	<u>\$ 75,934</u>	<u>\$ 239,883</u>	<u>\$ 163,949</u>

Indigent Health Care Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 1,666,526	\$ 1,666,526	\$ 1,645,775	\$(20,751)
46,000	46,000	61,811	15,811
31,000	31,000	27,279	(3,721)
-	-	-	-
-	-	65	65
<u>1,743,526</u>	<u>1,743,526</u>	<u>1,734,930</u>	<u>(8,596)</u>
-	-	-	-
1,100,000	1,400,000	1,118,661	281,339
137,871	137,871	123,623	14,248
<u>506,350</u>	<u>506,350</u>	<u>528,544</u>	<u>(22,194)</u>
<u>1,744,221</u>	<u>2,044,221</u>	<u>1,770,828</u>	<u>273,393</u>
<u>(695)</u>	<u>(300,695)</u>	<u>(35,898)</u>	<u>264,797</u>
-	300,000	300,000	-
-	300,000	300,000	-
(695)	(695)	264,102	264,797
<u>2,659,495</u>	<u>2,659,495</u>	<u>2,659,495</u>	<u>-</u>
<u>\$ 2,658,800</u>	<u>\$ 2,658,800</u>	<u>\$ 2,923,597</u>	<u>\$ 264,797</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued**

For the Year Ended September 30, 2022

	Right of Way Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Investment income	\$ 21,000	\$ 21,000	\$ 13,590	\$(7,410)
Miscellaneous	-	-	-	-
Total revenues	<u>21,000</u>	<u>21,000</u>	<u>13,590</u>	<u>(7,410)</u>
Expenditures				
General Government:				
Operating expenditures	-	-	55,206	(55,206)
Public Transportation:				
Capital outlay	-	-	50,000	(50,000)
Total expenditures	<u>-</u>	<u>-</u>	<u>105,206</u>	<u>(105,206)</u>
Excess (deficiency) of revenues over expenditures	<u>21,000</u>	<u>21,000</u>	<u>(91,616)</u>	<u>(112,616)</u>
Other Financing Sources:				
Transfers in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	21,000	21,000	(91,616)	(112,616)
Fund balance - beginning	<u>1,457,462</u>	<u>1,457,462</u>	<u>1,457,462</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,478,462</u>	<u>\$ 1,478,462</u>	<u>\$ 1,365,846</u>	<u>\$(112,616)</u>

Historical Commission Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 100	\$ 100	\$ 409	\$ 309
<u>-</u>	<u>-</u>	<u>400</u>	<u>400</u>
<u>100</u>	<u>100</u>	<u>809</u>	<u>709</u>
26,000	26,000	5,564	20,436
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>26,000</u>	<u>26,000</u>	<u>5,564</u>	<u>20,436</u>
(25,900)	(25,900)	(4,755)	21,145
<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
(25,900)	(25,900)	5,245	31,145
<u>52,436</u>	<u>52,436</u>	<u>52,436</u>	<u>-</u>
<u>\$ 26,536</u>	<u>\$ 26,536</u>	<u>\$ 57,681</u>	<u>\$ 31,145</u>

(continued)

JOHNSON COUNTY, TEXAS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)
BY FUNCTION AND LEGAL LEVEL OF BUDGETARY CONTROL - Continued**

For the Year Ended September 30, 2022

	Pre-Trial Bond Supervision Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Intergovernmental	\$ 223,500	\$ 223,500	\$ 265,242	\$ 41,742
Investment income	400	400	2,736	2,336
Miscellaneous	-	-	-	-
Total revenues	<u>223,900</u>	<u>223,900</u>	<u>267,978</u>	<u>44,078</u>
Expenditures				
Administration of Justice:				
Salaries and wages, and employee benefits	185,612	185,612	155,884	29,728
Operating expenditures	39,200	39,200	31,109	8,091
Law Enforcement:				
Operating expenditures	-	-	-	-
Total expenditures	<u>224,812</u>	<u>224,812</u>	<u>186,993</u>	<u>37,819</u>
Excess (deficiency) of revenues over expenditures	<u>(912)</u>	<u>(912)</u>	<u>80,985</u>	<u>81,897</u>
Other Financing Sources:				
Transfers in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(912)</u>	<u>(912)</u>	<u>80,985</u>	<u>81,897</u>
Fund balance - beginning	<u>332,970</u>	<u>332,970</u>	<u>332,970</u>	<u>-</u>
Fund balance - ending	<u>\$ 332,058</u>	<u>\$ 332,058</u>	<u>\$ 413,955</u>	<u>\$ 81,897</u>

STOP SCU Operations Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 44,203	\$ 44,203	\$ 44,203	\$ -
400	400	1,567	1,167
<u>-</u>	<u>-</u>	<u>250</u>	<u>250</u>
<u>44,603</u>	<u>44,603</u>	<u>46,020</u>	<u>1,417</u>
-	-	-	-
-	-	-	-
<u>189,700</u>	<u>189,700</u>	<u>100,068</u>	<u>89,632</u>
<u>189,700</u>	<u>189,700</u>	<u>100,068</u>	<u>89,632</u>
<u>(145,097)</u>	<u>(145,097)</u>	<u>(54,048)</u>	<u>91,049</u>
<u>90,504</u>	<u>90,504</u>	<u>90,504</u>	<u>-</u>
<u>90,504</u>	<u>90,504</u>	<u>90,504</u>	<u>-</u>
<u>(54,593)</u>	<u>(54,593)</u>	<u>36,456</u>	<u>91,049</u>
<u>168,976</u>	<u>168,976</u>	<u>168,976</u>	<u>-</u>
<u>\$ 114,383</u>	<u>\$ 114,383</u>	<u>\$ 205,432</u>	<u>\$ 91,049</u>

JOHNSON COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION

September 30, 2022

	Sheriff Seizures Fund	Special Crimes Operations Seizures Fund	Unclaimed Property Fund
Assets:			
Cash and temporary investments	\$ 8,487	\$ 328,525	\$ 21,540
Accounts receivable	-	-	-
Total assets	<u>8,487</u>	<u>328,525</u>	<u>21,540</u>
Liabilities:			
Accounts and accrued liabilities payable	-	-	-
Held for others	-	-	-
Unearned revenue	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net Position:			
Individuals, organizations and other governmental	<u>8,487</u>	<u>328,525</u>	<u>21,540</u>
Total net position	<u>\$ 8,487</u>	<u>\$ 328,525</u>	<u>\$ 21,540</u>

District Clerk Jury Fund	Sheriff Escrow Fund	Constable Fund	Sheriff Inmate Fund	County Clerk Fund	District Clerk Fund
\$ 8	\$ 48,350	\$ 12,145	\$ 86,057	\$ 2,524,414	\$ 3,443,844
-	-	-	-	-	-
<u>8</u>	<u>48,350</u>	<u>12,145</u>	<u>86,057</u>	<u>2,524,414</u>	<u>3,443,844</u>
-	-	-	-	178,479	-
-	-	-	-	2,345,935	3,443,844
-	-	-	-	-	-
-	-	-	-	<u>2,524,414</u>	<u>3,443,844</u>
<u>8</u>	<u>48,350</u>	<u>12,145</u>	<u>86,057</u>	-	-
<u>\$ 8</u>	<u>\$ 48,350</u>	<u>\$ 12,145</u>	<u>\$ 86,057</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

JOHNSON COUNTY, TEXAS*COMBINING STATEMENT OF FIDUCIARY NET POSITION - Continued*

September 30, 2022

	District & County Attorney Deposit Fund	Juvenile Probation Restitution Fund	Tax Collector Funds
Assets:			
Cash and temporary investments	\$ 2,276	\$ 4,094	\$ 4,669,512
Accounts receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>2,276</u>	<u>4,094</u>	<u>4,669,512</u>
Liabilities:			
Accounts and accrued liabilities payable	-	-	-
Held for others	-	-	-
Unearned revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net Position:			
Individuals, organizations and other governmental	<u>2,276</u>	<u>4,094</u>	<u>4,669,512</u>
Total net position	<u>\$ 2,276</u>	<u>\$ 4,094</u>	<u>\$ 4,669,512</u>

<u>Adult Probation Fund</u>	<u>Total Custodial Funds</u>
\$ 1,549,016	\$ 12,698,268
<u>127,752</u>	<u>127,752</u>
<u>1,676,768</u>	<u>12,826,020</u>
164,311	342,790
-	5,789,779
<u>294,655</u>	<u>294,655</u>
<u>458,966</u>	<u>6,427,224</u>
<u>1,217,802</u>	<u>6,398,796</u>
<u>\$ 1,217,802</u>	<u>\$ 6,398,796</u>

JOHNSON COUNTY, TEXAS*COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION*

September 30, 2022

	Sheriff Seizures Fund	Special Crimes Operations Seizures Fund	Unclaimed Property Fund
Additions:			
Collections for adult probation	\$ -	\$ -	\$ -
Tax collections for other governments	-	-	-
Held for others	-	138,224	10,120
Earnings on investments	97	1,910	-
	<u>97</u>	<u>140,134</u>	<u>10,120</u>
Total additions	<u>97</u>	<u>140,134</u>	<u>10,120</u>
Deductions:			
Payments to adult probation	-	-	-
Payments to individuals	11,103	90,054	1,285
Payments to other governments	-	-	-
	<u>11,103</u>	<u>90,054</u>	<u>1,285</u>
Total deductions	<u>11,103</u>	<u>90,054</u>	<u>1,285</u>
Net change in net position	(11,006)	50,080	8,835
Net position - beginning	<u>19,493</u>	<u>278,445</u>	<u>12,705</u>
Net position - ending	<u>\$ 8,487</u>	<u>\$ 328,525</u>	<u>\$ 21,540</u>

District Clerk Jury Fund	Sheriff Escrow Fund	Constable Fund	Sheriff Inmate Fund	County Clerk Fund	District Clerk Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
666	308,722	371,270	743,135	679,864	459,018
-	-	-	-	-	-
<u>666</u>	<u>308,722</u>	<u>371,270</u>	<u>743,135</u>	<u>679,864</u>	<u>459,018</u>
-	-	-	-	-	-
658	285,122	362,326	750,976	679,864	459,018
-	-	-	-	-	-
<u>658</u>	<u>285,122</u>	<u>362,326</u>	<u>750,976</u>	<u>679,864</u>	<u>459,018</u>
8	23,600	8,944	(7,841)	-	-
-	24,750	3,201	93,898	-	-
<u>8</u>	<u>48,350</u>	<u>12,145</u>	<u>86,057</u>	<u>-</u>	<u>-</u>

(continued)

JOHNSON COUNTY, TEXAS*COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - Continued*

September 30, 2022

	District & County Attorney Deposit Fund	Juvenile Probation Restitution Fund	Tax Collector Funds
Additions:			
Collections for adult probation	\$ -	\$ -	\$ -
Tax collections for other governments	-	-	239,290,688
Held for others	34,754	42,634	-
Earnings on investments	-	-	-
	<u>34,754</u>	<u>42,634</u>	<u>239,290,688</u>
Total additions	<u>34,754</u>	<u>42,634</u>	<u>239,290,688</u>
Deductions:			
Payments to adult probation	-	-	-
Payments to individuals	32,478	40,278	-
Payments to other governments	-	-	239,772,983
	<u>32,478</u>	<u>40,278</u>	<u>239,772,983</u>
Total deductions	<u>32,478</u>	<u>40,278</u>	<u>239,772,983</u>
Net change in net position	2,276	2,356	(482,295)
Net position - beginning	<u>-</u>	<u>1,738</u>	<u>5,151,807</u>
Net position - ending	<u>\$ 2,276</u>	<u>\$ 4,094</u>	<u>\$ 4,669,512</u>

Adult Probation Fund	Total Custodial Funds
\$ 3,263,761	\$ 3,263,761
-	239,290,688
-	2,788,407
<u>12,423</u>	<u>14,430</u>
<u>3,276,184</u>	<u>245,357,286</u>
3,242,015	3,242,015
-	2,713,162
-	<u>239,772,983</u>
<u>3,242,015</u>	<u>245,728,160</u>
34,169	(370,874)
<u>1,183,633</u>	<u>6,769,670</u>
<u>\$ 1,217,802</u>	<u>\$ 6,398,796</u>



STATISTICAL SECTION



JOHNSON COUNTY, TEXAS

Statistical Section
(unaudited)

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

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<u>Financial Trends</u>	160-167
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Tables 1 through 4 contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

<u>Revenue Capacity</u>	168-173
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Tables 5 through 8 contain information to help the reader assess the County's most significant local revenue source, the property tax.

<u>Debt Capacity</u>	174-178
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Tables 9 through 12 present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

<u>Demographic and Economic Indicators</u>	179-180
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Tables 13 through 14 offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

<u>Operating Information</u>	181-187
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Tables 15 through 17 contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides.

JOHNSON COUNTY, TEXAS
NET POSITION BY COMPONENTS
 Last Ten Fiscal Years

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Governmental Activities:					
Net investment in capital assets	\$ 51,623,564	\$ 53,258,318	\$ 51,667,122	\$ 54,807,680	\$ 52,035,751
Restricted	12,787,174	15,003,481	16,611,684	17,487,954	16,627,902
Unrestricted	<u>27,135,113</u>	<u>24,860,566</u>	<u>26,616,369</u>	<u>24,783,550</u>	<u>22,457,167</u>
Total governmental activities net position	<u>\$ 91,545,851</u>	<u>\$ 93,122,365</u>	<u>\$ 94,895,175</u>	<u>\$ 97,079,184</u>	<u>\$ 91,120,820</u>

Source:

Annual Comprehensive Financial Report (Statement of Net Position)

Notes:

GASB 68 was implemented in fiscal year 2015, and only fiscal year 2014 ending balances have been restated.

GASB 75 was implemented in fiscal year 2018, and only fiscal year 2017 ending balances have been restated.

A prior period adjustment was made in fiscal year 2022, and only fiscal year 2021 ending balances have been restated.

Table 1

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 51,899,263	\$ 50,343,717	\$ 52,470,155	\$ 53,698,673	\$ 54,442,387
17,425,182	17,766,864	17,220,292	18,408,094	20,104,612
<u>27,032,083</u>	<u>29,823,904</u>	<u>33,115,029</u>	<u>37,754,199</u>	<u>50,782,840</u>
<u>\$ 96,356,528</u>	<u>\$ 97,934,485</u>	<u>\$102,805,476</u>	<u>\$109,860,966</u>	<u>\$125,329,839</u>

JOHNSON COUNTY, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Expenses					
Governmental Activities:					
General government ¹	\$ 10,263,410	\$ 14,087,205	\$ 16,447,095	\$ 17,988,435	\$ 18,488,450
Highways and streets	10,213,556	9,712,634	8,559,760	9,170,169	9,501,401
Law enforcement	29,021,831	32,888,061	31,694,382	34,032,010	38,498,728
Administration of justice	9,356,931	7,011,681	8,046,614	8,676,596	8,995,731
Financial administration	4,287,972	847,977	916,563	964,805	1,034,334
Health and welfare	1,682,465	1,822,344	1,558,199	1,548,476	2,157,599
Interest and fiscal charges	<u>438,967</u>	<u>549,991</u>	<u>482,139</u>	<u>1,296,642</u>	<u>1,089,534</u>
Total expenses	<u>\$ 65,265,132</u>	<u>\$ 66,919,893</u>	<u>\$ 67,704,752</u>	<u>\$ 73,677,133</u>	<u>\$ 79,765,777</u>
Program Revenues					
Governmental Activities:					
Charges for services:					
General government ¹	\$ 2,663,307	\$ 3,060,143	\$ 5,068,931	\$ 5,077,528	\$ 5,090,259
Highways and streets	2,100,165	2,176,076	2,053,735	2,158,370	1,679,048
Law enforcement	8,706,430	8,951,720	7,623,697	9,250,903	12,014,082
Administration of justice	2,916,793	2,394,904	2,584,341	2,707,047	1,107,335
Financial administration	1,255,048	1,226,240	-	-	-
Health and welfare	207,577	232,324	-	-	-
Operating grants and contributions	2,210,164	2,171,770	2,531,965	3,263,020	2,904,929
Capital grants and contributions	<u>557,627</u>	<u>2,104,767</u>	<u>1,209,257</u>	<u>1,343,092</u>	<u>770,880</u>
Total governmental activities program revenues	<u>20,617,111</u>	<u>22,317,944</u>	<u>21,071,926</u>	<u>23,799,960</u>	<u>23,566,533</u>
Net expense	<u>\$(44,648,021)</u>	<u>\$(44,601,949)</u>	<u>\$(46,632,826)</u>	<u>\$(49,877,173)</u>	<u>\$(56,199,244)</u>
General Revenues and Change in Net Position					
Governmental Activities:					
Taxes	\$ 43,852,648	\$ 45,515,078	\$ 48,990,593	\$ 50,904,776	\$ 50,749,015
Investment income	14,784	96,651	183,592	333,960	418,949
Gain on sale of capital assets	-	24,622	-	-	-
Miscellaneous	<u>404,603</u>	<u>542,112</u>	<u>791,863</u>	<u>822,446</u>	<u>570,124</u>
Total general revenues	<u>\$ 44,272,035</u>	<u>\$ 46,178,463</u>	<u>\$ 49,966,048</u>	<u>\$ 52,061,182</u>	<u>\$ 51,738,088</u>
Change in net position	<u>\$(375,986)</u>	<u>\$ 1,576,514</u>	<u>\$ 3,333,222</u>	<u>\$ 2,184,009</u>	<u>\$(4,461,156)</u>

Source: Annual Comprehensive Financial Report (Statement of Activities)

¹ Elections, Conservation and Culture and Recreation programs included here.

Table 2

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 17,471,736	\$ 19,432,451	\$ 19,939,709	\$ 20,294,109	\$ 21,173,851
9,152,310	9,972,948	9,403,250	9,264,597	9,335,140
40,375,051	44,308,051	41,667,920	41,822,703	40,984,943
8,373,435	9,587,841	9,263,379	8,992,175	8,829,558
1,032,042	1,179,916	1,230,024	1,251,183	1,186,407
1,350,522	1,779,079	2,698,608	2,883,698	5,276,133
<u>889,424</u>	<u>881,077</u>	<u>826,935</u>	<u>753,199</u>	<u>690,177</u>
<u>\$ 78,644,520</u>	<u>\$ 87,141,363</u>	<u>\$ 85,029,825</u>	<u>\$ 85,261,664</u>	<u>\$ 87,476,209</u>
\$ 6,788,168	\$ 7,023,886	\$ 7,165,800	\$ 8,680,453	\$ 8,955,555
2,047,391	2,091,707	2,108,552	2,222,760	2,160,172
13,860,323	15,829,815	12,871,834	12,147,431	11,876,290
4,883,071	1,630,820	2,768,435	2,486,839	2,696,331
-	-	-	-	-
-	-	-	-	-
2,137,829	2,574,611	4,334,545	3,893,806	6,915,063
<u>765,277</u>	<u>831,069</u>	<u>1,203,158</u>	<u>1,305,573</u>	<u>2,551,378</u>
<u>30,482,059</u>	<u>29,981,908</u>	<u>30,452,324</u>	<u>30,736,862</u>	<u>35,154,789</u>
<u>\$(48,162,461)</u>	<u>\$(57,159,455)</u>	<u>\$(54,577,501)</u>	<u>\$(54,524,802)</u>	<u>\$(52,321,420)</u>
\$ 51,408,011	\$ 56,044,426	\$ 57,008,180	\$ 60,181,153	\$ 67,035,114
941,503	1,907,714	1,240,278	420,936	316,056
135,248	-	-	-	-
<u>913,407</u>	<u>785,272</u>	<u>1,200,034</u>	<u>991,595</u>	<u>439,123</u>
<u>\$ 53,398,169</u>	<u>\$ 58,737,412</u>	<u>\$ 59,448,492</u>	<u>\$ 61,593,684</u>	<u>\$ 67,790,293</u>
<u>\$ 5,235,708</u>	<u>\$ 1,577,957</u>	<u>\$ 4,870,991</u>	<u>\$ 7,068,882</u>	<u>\$ 15,468,873</u>

JOHNSON COUNTY, TEXAS**FUND BALANCES, GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

(modified accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund:					
Nonspendable	\$ 312,793	\$ 660,339	\$ 674,400	\$ 774,454	\$ 432,469
Unassigned	<u>21,254,587</u>	<u>18,321,967</u>	<u>21,394,059</u>	<u>19,448,434</u>	<u>21,923,095</u>
Total General Fund	<u>\$ 21,567,380</u>	<u>\$ 18,982,306</u>	<u>\$ 22,068,459</u>	<u>\$ 20,222,888</u>	<u>\$ 22,355,564</u>
Road & Bridge Fund:					
Nonspendable	\$ 308,674	\$ 301,036	\$ 408,775	\$ 317,943	\$ 299,585
Restricted	<u>5,046,266</u>	<u>6,435,487</u>	<u>6,786,303</u>	<u>7,673,273</u>	<u>6,864,366</u>
Total Road & Bridge Fund	<u>\$ 5,354,940</u>	<u>\$ 6,736,523</u>	<u>\$ 7,195,078</u>	<u>\$ 7,991,216</u>	<u>\$ 7,163,951</u>
Other Governmental Funds:					
Nonspendable	\$ -	\$ 2,368	\$ -	\$ 3,687	\$ 22,387
Restricted	7,916,021	11,422,456	10,987,061	18,952,445	9,631,368
Unassigned	<u>(151,798)</u>	<u>(8,937)</u>	<u>(857,052)</u>	<u>(39,000)</u>	<u>(133,470)</u>
Total Other Governmental Funds	<u>\$ 7,764,223</u>	<u>\$ 11,415,887</u>	<u>\$ 10,130,009</u>	<u>\$ 18,917,132</u>	<u>\$ 9,520,285</u>
Total Governmental Funds	<u>\$ 34,686,543</u>	<u>\$ 37,134,716</u>	<u>\$ 39,393,546</u>	<u>\$ 47,131,236</u>	<u>\$ 39,039,800</u>

Source: Annual Comprehensive Financial Report (Balance Sheet - Governmental Funds)

Table 3

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 527,761	\$ 598,241	\$ 616,970	\$ 596,155	\$ 760,899
<u>25,325,056</u>	<u>31,190,522</u>	<u>34,877,444</u>	<u>39,473,064</u>	<u>46,979,800</u>
<u>\$ 25,852,817</u>	<u>\$ 31,788,763</u>	<u>\$ 35,494,414</u>	<u>\$ 40,069,219</u>	<u>\$ 47,740,699</u>
\$ 307,068	\$ 370,381	\$ 421,592	\$ 457,431	\$ 466,710
<u>6,137,166</u>	<u>4,906,587</u>	<u>4,811,290</u>	<u>5,509,332</u>	<u>5,982,062</u>
<u>\$ 6,444,234</u>	<u>\$ 5,276,968</u>	<u>\$ 5,232,882</u>	<u>\$ 5,966,763</u>	<u>\$ 6,448,772</u>
\$ 18,840	\$ 4,687	\$ 4,736	\$ 9,221	\$ 140,977
12,452,719	13,843,571	15,158,719	15,581,178	14,813,556
(7,333)	(644)	(1,308)	-	(167,885)
<u>\$ 12,464,226</u>	<u>\$ 13,847,614</u>	<u>\$ 15,162,147</u>	<u>\$ 15,590,399</u>	<u>\$ 14,786,648</u>
<u>\$ 44,761,277</u>	<u>\$ 50,913,345</u>	<u>\$ 55,889,443</u>	<u>\$ 61,626,381</u>	<u>\$ 68,976,119</u>

JOHNSON COUNTY, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2013	2014	2015	2016	2017
Revenues:					
Taxes	\$ 43,830,189	\$ 45,443,781	\$ 48,963,573	\$ 50,993,826	\$ 50,737,943
Prisoner housing services	6,577,588	6,675,022	6,030,529	7,149,116	10,112,353
Intergovernmental	2,509,665	3,272,840	2,801,723	4,124,331	3,075,841
Fees	7,497,817	7,582,746	7,622,922	8,250,780	7,985,710
Fines	1,674,359	1,474,592	1,527,368	1,670,340	1,331,314
Investment income	14,784	96,651	183,592	333,960	418,949
Miscellaneous	<u>1,776,659</u>	<u>2,083,907</u>	<u>2,372,687</u>	<u>2,514,951</u>	<u>2,054,631</u>
Total revenues	<u>63,881,061</u>	<u>66,629,539</u>	<u>69,502,394</u>	<u>75,037,304</u>	<u>75,716,741</u>
Expenditures:					
General government ¹	8,982,474	12,490,998	14,672,298	16,165,457	15,950,248
Highways and streets	7,407,174	6,934,405	5,783,272	6,303,874	6,448,641
Law enforcement	27,402,657	30,917,697	29,703,957	32,061,018	35,372,987
Administration of justice	9,283,646	7,006,238	7,974,262	8,576,511	8,513,407
Financial administration	4,256,750	920,170	916,909	964,090	983,233
Health and welfare	1,668,814	1,791,012	1,509,408	1,499,931	2,095,704
Capital outlay	5,669,670	6,574,359	4,128,319	19,920,510	10,817,630
Debt Service:					
Principal	1,478,924	1,592,270	2,169,297	2,030,000	2,190,000
Interest and fiscal charges	<u>379,113</u>	<u>403,479</u>	<u>452,767</u>	<u>635,848</u>	<u>1,637,067</u>
Total expenditures	<u>66,529,222</u>	<u>68,630,628</u>	<u>67,310,489</u>	<u>88,157,239</u>	<u>84,008,917</u>
Excess (deficiency) of revenues over expenditures	<u>(2,648,161)</u>	<u>(2,001,089)</u>	<u>2,191,905</u>	<u>(13,119,935)</u>	<u>(8,292,176)</u>
Other Financing Sources (Uses):					
Transfers in	2,171,599	5,214,204	1,885,078	7,239,818	2,673,458
Transfers out	(2,171,599)	(5,214,204)	(1,885,078)	(7,239,818)	(2,673,458)
Proceeds from sale of capital assets	68,820	79,262	66,925	252,625	136,401
Proceeds from leases	-	-	-	-	-
Issuance of tax notes	-	4,370,000	-	-	-
Issuance of certificates of obligation bonds	-	-	-	20,605,000	6,425,000
Issuance of general obligation bonds	-	-	-	-	-
Premium on issuance of bonds	-	-	-	-	-
Payments to escrow agent	-	-	-	-	(6,360,661)
Total other financing sources (uses)	<u>68,820</u>	<u>4,449,262</u>	<u>66,925</u>	<u>20,857,625</u>	<u>200,740</u>
Net change in fund balances	<u><u>\$ (2,579,341)</u></u>	<u><u>\$ 2,448,173</u></u>	<u><u>\$ 2,258,830</u></u>	<u><u>\$ 7,737,690</u></u>	<u><u>\$ (8,091,436)</u></u>
Debt service as a percentage of noncapital expenditures	3.1%	3.2%	4.2%	3.9%	5.2%

Source: Annual Comprehensive Financial Reports (Statement of Revenues, Expenditures, and Changes in Fund Balances).

¹ Elections, Conservation and Culture and recreation are included here.

Table 4

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 51,484,989	\$ 55,976,147	\$ 57,036,021	\$ 60,244,560	\$ 66,916,041
11,431,715	12,737,339	10,346,453	8,702,223	-
2,435,155	2,864,483	4,284,767	4,892,309	8,524,070
11,407,259	12,139,753	12,011,639	14,488,640	23,263,974
1,406,065	1,411,501	1,005,103	1,078,154	1,499,105
941,503	1,907,714	1,240,278	420,936	316,056
<u>1,816,803</u>	<u>1,740,024</u>	<u>1,905,730</u>	<u>1,400,030</u>	<u>511,669</u>
<u>80,923,489</u>	<u>88,776,961</u>	<u>87,829,991</u>	<u>91,226,852</u>	<u>101,030,915</u>
15,078,893	16,732,009	17,728,997	18,365,691	20,410,608
6,266,830	7,061,673	7,312,403	7,338,311	7,907,581
37,537,471	41,053,223	38,851,144	39,397,580	41,358,468
8,087,273	9,020,189	8,979,849	8,888,021	9,596,419
1,002,443	1,113,973	1,196,870	1,234,501	1,296,432
1,297,291	1,677,025	2,633,227	2,790,667	5,240,367
2,632,285	2,298,869	2,605,826	3,784,345	6,445,882
2,780,000	2,825,000	2,865,000	3,000,000	1,476,666
<u>905,826</u>	<u>865,502</u>	<u>824,274</u>	<u>771,733</u>	<u>635,584</u>
<u>75,588,312</u>	<u>82,647,463</u>	<u>82,997,590</u>	<u>85,570,849</u>	<u>94,368,007</u>
<u>5,335,177</u>	<u>6,129,498</u>	<u>4,832,401</u>	<u>5,656,003</u>	<u>6,662,908</u>
4,074,377	2,848,635	4,435,902	4,492,565	2,635,489
(4,074,377)	(2,848,635)	(4,435,902)	(4,492,565)	(2,635,489)
386,300	22,570	143,697	94,327	146,449
-	-	-	-	245,913
-	-	-	-	-
-	-	-	-	-
-	-	-	-	15,865,000
-	-	-	-	253,944
-	-	-	-	(15,824,476)
<u>386,300</u>	<u>22,570</u>	<u>143,697</u>	<u>94,327</u>	<u>686,830</u>
<u>\$ 5,721,477</u>	<u>\$ 6,152,068</u>	<u>\$ 4,976,098</u>	<u>\$ 5,750,330</u>	<u>\$ 7,349,738</u>
5.1%	4.6%	4.6%	4.6%	2.4%

JOHNSON COUNTY, TEXAS**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Fiscal Years

Fiscal Year	Real Property			Personal Property	Less: Homestead, Other Exemptions
	Residential Property	Commercial Property	Other Property		
2013	\$ 5,055,969,380	\$ 1,183,463,914	\$ 4,995,129,585	\$ 1,791,720,657	\$ 2,774,139,671
2014	5,092,788,399	1,246,142,809	4,253,295,670	1,745,201,351	2,787,490,025
2015	5,134,525,144	1,243,258,320	4,704,030,325	1,694,692,822	2,991,144,902
2016	5,069,484,627	1,368,757,815	5,050,106,841	1,710,101,615	3,176,269,781
2017	5,421,617,645	1,383,963,256	4,342,528,058	1,675,333,272	3,311,636,564
2018	6,135,140,211	1,451,632,628	4,472,634,739	1,497,606,622	3,813,519,623
2019	6,886,752,383	1,499,214,256	4,788,335,664	1,584,929,158	4,172,841,706
2020	7,874,178,334	1,578,652,467	5,165,194,812	1,742,254,351	4,423,488,026
2021	8,719,295,017	1,712,899,185	5,009,469,358	1,875,534,168	4,694,308,240
2022	10,279,112,968	1,847,863,514	6,143,239,993	1,889,366,183	5,672,840,046

Source: Johnson County Central Appraisal District

Table 5

Total Taxable Assessed Value	Actual Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
\$ 10,252,143,865	\$ 10,252,143,865	0.382229	100.00%
9,549,938,204	9,549,938,204	0.420154	100.00%
9,785,361,709	9,785,361,709	0.445000	100.00%
10,022,181,117	10,022,181,117	0.448000	100.00%
9,511,805,667	9,511,805,667	0.459738	100.00%
9,743,494,577	9,743,494,577	0.472000	100.00%
10,586,389,755	10,586,389,755	0.472000	100.00%
11,936,791,938	11,936,791,938	0.425000	100.00%
12,622,889,488	12,622,889,488	0.425000	100.00%
14,486,742,612	14,486,742,612	0.420000	100.00%

JOHNSON COUNTY, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

(rate per \$100 of assessed value)

	<u>2013</u> Tax Rate	<u>2014</u> Tax Rate	<u>2015</u> Tax Rate	<u>2016</u> Tax Rate	<u>2017</u> Tax Rate
Johnson County	0.382229	0.420154	0.445000	0.448000	0.459738
Cities:					
Alvarado	0.700494	0.665469	0.733000	0.733000	0.733000
Burleson	0.690000	0.740000	0.740000	0.735000	0.735000
Cleburne	0.804018	0.804018	0.804018	0.804018	0.804018
Crowley	0.696829	0.696829	0.739270	0.739270	0.719000
Godley	0.500000	0.540000	0.540000	0.560000	0.560000
Grandview	0.743351	0.746311	0.746311	0.746311	0.746311
Joshua	0.705270	0.725270	0.775270	0.775270	0.775270
Keene	0.847224	0.867018	0.912249	0.897823	0.897823
Mansfield	0.710000	0.710000	0.710000	0.710000	0.710000
Rio Vista	0.597915	0.598185	0.596454	0.596454	0.591810
Venus	0.900000	0.893269	0.879918	0.879918	0.879918
School Districts:					
Alvarado ISD	1.461000	1.461000	1.461000	1.461000	1.461000
Burleson ISD	1.540000	1.540000	1.540000	1.540000	1.670000
Cleburne ISD	1.236600	1.366600	1.366600	1.630000	1.630000
Crowley ISD	1.670000	1.650000	1.650000	1.650000	1.670000
Godley ISD	1.172752	1.195500	1.247660	1.540000	1.540000
Granbury ISD	1.145000	1.265000	1.265000	1.250000	1.210000
Grandview ISD	1.400000	1.400000	1.400000	1.400000	1.400000
Joshua ISD	1.490000	1.420000	1.600000	1.610000	1.600000
Keene ISD	1.490900	1.490900	1.430000	1.430000	1.430000
Mansfield ISD	1.527100	1.527100	1.510000	1.510000	1.540000
Rio Vista ISD	1.590000	1.621300	1.570000	1.600000	1.600000
Venus ISD	1.380000	1.380000	1.380000	1.587600	1.587600
Special District Rates:					
Emergency Service	0.060000	0.060000	0.060000	0.060000	0.060000
Hill College - Alvarado ISD	0.043494	0.044702	0.048850	0.048850	0.050000
Hill College - Cleburne ISD	0.050000	0.050000	0.049931	0.050000	0.050000
Hill College - Godley ISD	0.014541	0.014541	0.016832	0.022349	0.022671
Hill College - Grandview ISD	0.050000	0.050000	0.050000	0.050000	0.050000
Hill College - Joshua ISD	0.049265	0.050000	0.048492	0.050000	0.049482
Hill College - Keene ISD	0.046349	0.046349	0.047000	0.049435	0.050000
Hill College - Rio Vista ISD	0.027497	0.029535	0.032019	0.033806	0.033806
Hill College - Venus ISD	0.048885	0.047414	0.048249	0.049824	0.050000

Source: Johnson County Appraisal District

Table 6

<u>2018 Tax Rate</u>	<u>2019 Tax Rate</u>	<u>2020 Tax Rate</u>	<u>2021 Tax Rate</u>	<u>2022 Tax Rate</u>	<u>% Applicable to Johnson County</u>
0.472000	0.472000	0.425000	0.425000	0.420000	
0.709555	0.732031	0.751419	0.812696	0.812696	100.00%
0.735000	0.720000	0.711100	0.685900	0.657200	78.08%
0.804018	0.773206	0.760092	0.690498	0.640476	100.00%
0.709000	0.681992	0.699806	0.729545	0.645203	0.25%
0.540000	0.540000	0.540000	0.490390	0.454124	100.00%
0.746311	0.771282	0.771282	0.760566	0.650000	100.00%
0.775270	0.765270	0.761240	0.711493	0.711493	100.00%
0.897823	0.867822	0.854134	0.844134	0.834134	100.00%
0.710000	0.710000	0.690000	0.690000	0.680000	7.51%
0.640009	0.572667	0.527606	0.502741	0.399317	100.00%
0.879918	0.869918	0.838991	0.807224	0.754842	78.72%
1.461000	1.470000	1.466400	1.372000	1.354600	100.00%
1.670000	1.568350	1.538300	1.494600	1.442900	66.29%
1.630000	1.528300	1.514700	1.448600	1.397300	100.00%
1.670000	1.568400	1.539800	1.484100	1.442900	0.89%
1.540000	1.470000	1.466400	1.492000	1.474600	85.93%
1.195000	1.125000	1.111400	1.088800	0.999600	1.12%
1.266100	1.196100	1.133100	1.178100	1.105900	96.85%
1.520000	1.440000	1.396000	1.290000	1.272600	100.00%
1.401100	1.299400	1.285800	1.231270	1.165470	100.00%
1.540000	1.460000	1.446400	1.418300	1.334600	5.62%
1.600000	1.498350	1.397390	1.322990	1.322990	100.00%
1.589500	1.491500	1.421300	1.383500	1.366100	100.00%
0.060000	0.060000	0.060000	0.060000	0.060000	100.00%
0.050000	0.047389	0.050000	0.050000	0.049230	100.00%
0.048800	0.044494	0.048692	0.050000	0.049847	100.00%
0.022252	0.022252	0.025422	0.026092	0.024210	100.00%
0.050000	0.048357	0.050000	0.050000	0.047223	96.85%
0.049616	0.047566	0.050000	0.049928	0.050000	100.00%
0.049327	0.049393	0.049548	0.049548	0.043503	100.00%
0.035216	0.035216	0.035391	0.033478	0.031778	100.00%
0.048763	0.050000	0.050000	0.047245	0.039827	100.00%

JOHNSON COUNTY, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago

Table 7

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total Assessed Value	Taxable Assessed Value	Rank	% of Total Assessed Value
Vernado Operating Com	\$ 195,447,992	1	1.35%	\$ -	-	-
Klien Tools, Inc.	177,898,046	2	1.23%	-	-	-
ETC Texas Processing	143,995,720	3	0.99%	147,966,970	4	1.44%
James Hardie Building Products	126,761,114	4	0.88%	-	-	-
Oncor Electric Delivery	97,828,435	5	0.68%	177,414,139	2	1.73%
UPP Operating, LLC	89,279,940	6	0.62%	-	-	-
Wal-Mart Stores East	81,100,021	7	0.56%	-	-	-
Atmos Energy/Mid-Tex	79,385,283	8	0.55%	-	-	-
XTO Energy, Inc.	59,563,090	9	0.41%	116,986,567	5	1.14%
Halliburton Energy	58,901,971	10	0.41%	102,328,114	7	1.00%
Devon Energy Op Co, LP	-	-	-	432,861,958	1	4.22%
EOG Resources Inc.	-	-	-	174,681,446	3	1.70%
Chesapeake Operating, Inc.	-	-	-	115,646,753	6	1.13%
Texas Midstream Gas	-	-	-	84,447,530	8	0.82%
Energy Transfer Fuel	-	-	-	79,611,883	9	0.78%
Brazos Electric Power Co op	-	-	-	74,997,300	10	0.73%
Total	\$ <u>1,110,161,612</u>		<u>7.68%</u>	\$ <u>1,506,942,660</u>		<u>14.69%</u>
Total Taxable Assessed Value	\$ <u>14,486,742,612</u>			\$ <u>10,252,143,865</u>		

Source: Johnson County Central Appraisal District

JOHNSON COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Fiscal Years

Table 8

Fiscal Year	Tax Levy as of Fiscal Year End	Collected Within the Fiscal Year of the Levy		Subsequent Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 43,454,307	\$ 42,074,336	96.82%	\$ 1,278,255	\$ 43,352,591	99.77%
2014	43,475,291	42,278,798	97.25%	1,053,862	43,332,660	99.67%
2015	49,130,903	48,112,540	97.93%	915,880	49,028,420	99.79%
2016	48,923,628	48,472,441	99.08%	330,969	48,803,410	99.75%
2017	48,488,689	47,546,117	98.06%	812,472	48,358,589	99.73%
2018	50,862,834	49,981,168	98.27%	747,587	50,728,755	99.74%
2019	55,845,945	55,030,895	98.54%	644,485	55,675,380	99.69%
2020	56,420,778	55,930,875	99.13%	251,004	56,181,879	99.58%
2021	59,117,582	58,395,331	98.78%	483,236	58,878,567	99.60%
2022	66,495,871	65,675,514	98.77%	-	65,675,514	98.77%

Source: Johnson County Tax Assessor-Collector

JOHNSON COUNTY, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>General Obligation Bonds⁽¹⁾</u>	<u>Certificate of Obligation</u>	<u>Tax Anticipation Notes</u>	<u>Note Payable</u>	<u>Lease Liability</u>
2013	\$ 12,048,429	\$ -	\$ -	\$ 1,080,513	\$ -
2014	10,826,116	-	4,370,000	793,243	-
2015	9,481,419	-	3,805,000	-	-
2016	7,981,204	20,605,000	3,295,000	-	-
2017	6,329,927	20,605,000	2,890,000	-	-
2018	4,378,650	20,055,000	2,605,000	-	-
2019	2,267,373	19,495,000	2,445,000	-	-
2020	-	18,925,000	2,415,000	-	-
2021	-	18,340,000	-	-	-
2022	15,480,000	3,255,000	-	-	174,247

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

- (1) Presented net of original issuance premiums.
- (2) Personal income is disclosed on page 179.
- (3) Population can be found in the Schedule of Demographic and Economic Statistics on page 179.

Table 9

	Total Outstanding Debt	Percentage of Personal Income ⁽²⁾		Population ⁽³⁾	Per Capita
\$	13,128,942	0.24%	\$	154,556	84.95
	15,989,359	0.27%		156,904	101.91
	13,286,419	0.22%		158,614	83.77
	31,881,204	0.51%		160,503	198.63
	29,824,927	0.45%		167,301	178.27
	27,038,650	0.39%		169,159	159.84
	24,207,373	0.33%		173,388	139.61
	21,340,000	0.27%		180,513	118.22
	18,340,000	0.21%		181,837	100.86
	18,909,247	0.20%		187,280	100.97

JOHNSON COUNTY, TEXAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
 Last Ten Fiscal Years

Table 10

<u>Fiscal Year</u>	<u>General Obligation Bonds⁽¹⁾</u>	<u>Less: Amounts Available in Debt Service Fund⁽²⁾</u>	<u>Net Debt</u>	<u>Percentage of Actual Taxable Property Value⁽³⁾</u>	<u>Per Capita⁽⁴⁾</u>
2013	\$ 12,048,429	\$ 973,155	\$ 11,075,274	\$ 0.11%	\$ 71.66
2014	10,826,116	1,048,793	9,777,323	0.10%	62.31
2015	9,481,419	1,364,571	8,116,848	0.08%	51.17
2016	7,981,204	884,286	7,096,918	0.07%	44.22
2017	6,329,927	846,414	5,483,513	0.06%	32.78
2018	4,378,650	876,773	3,501,877	0.04%	20.70
2019	2,267,373	1,257,283	1,010,090	0.01%	5.83
2020	-	566,352	(566,352)	0.00%	(3.14)
2021	-	265,940	(265,940)	0.00%	(1.46)
2022	15,718,072	78,213	15,639,859	0.11%	83.51

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

- (1) This is the general bonded debt for the governmental activities, net of original issuance premiums.
- (2) This is the amount restricted for debt service.
- (3) See the Schedule of Assessed Value and the Estimated Actual Value of Taxable Property on page 168 through 169 for property value data.
- (4) Population data can be found in the Schedule of Demographic and Economic Statistics on page 179.

JOHNSON COUNTY, TEXAS**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

As of September 30, 2022

Table 11

<u>Taxing Jurisdiction</u>	<u>Net Bonded Debt as of Sept. 30, 2022</u>	<u>% Applicable to Johnson County</u>	<u>Amount Applicable to Johnson County</u>
City of Alvarado	\$ 13,238,000	100.00%	\$ 13,238,000
City of Burleson	141,530,000	78.08%	110,506,624
City of Cleburne	46,990,000	100.00%	46,990,000
City of Crowley	46,985,000	0.25%	117,463
City of Grandview	1,210,000	100.00%	1,210,000
City of Joshua	11,020,000	100.00%	11,020,000
City of Keene	9,630,000	100.00%	9,630,000
City of Mansfield	147,185,000	7.51%	11,053,594
City of Venus	7,967,000	78.72%	6,271,622
Alvarado ISD	155,701,000	100.00%	155,701,000
Burleson ISD	295,783,949	66.29%	196,075,180
Cleburne ISD	174,612,083	100.00%	174,612,083
Crowley ISD	523,094,868	0.89%	4,655,544
Godley ISD	210,310,000	85.93%	180,719,383
Granbury ISD	85,775,000	1.12%	960,680
Grandview ISD	15,660,000	96.85%	15,166,710
Joshua ISD	89,745,000	100.00%	89,745,000
Keene ISD	11,160,000	100.00%	11,160,000
Mansfield ISD	824,064,839	5.62%	46,312,444
Rio Vista ISD	9,748,000	100.00%	9,748,000
Venus ISD	30,007,314	100.00%	<u>30,007,314</u>
Subtotal, overlapping debt			1,124,900,641
Johnson County, Texas direct debt			<u>18,973,072</u>
Total direct & overlapping debt			<u>\$1,143,873,713</u>

Source: Outstanding debt and applicable percentages provided by each governmental unit.

JOHNSON COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
 Last Ten Fiscal Years

Table 12

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Assessed value of real property ⁽¹⁾	\$ <u>10,252,143,856</u>	\$ <u>9,549,938,204</u>	\$ <u>9,785,361,709</u>	\$ <u>10,022,181,117</u>	\$ <u>9,511,805,667</u>
Debt limit ⁽²⁾	\$ <u>2,563,035,964</u>	\$ <u>2,387,484,551</u>	\$ <u>2,446,340,427</u>	\$ <u>2,505,545,279</u>	\$ <u>2,377,951,417</u>
Amount of debt applicable to limit ⁽³⁾					
Total long term debt	13,076,835	15,955,602	13,258,939	31,860,000	29,810,000
Less: Assets in debt service fund	<u>1,025,329</u>	<u>1,158,846</u>	<u>1,433,693</u>	<u>1,594,417</u>	<u>879,771</u>
Total net debt applicable to limit	<u>12,051,506</u>	<u>14,796,756</u>	<u>11,825,246</u>	<u>30,265,583</u>	<u>28,930,229</u>
Legal debt margin	\$ <u>2,550,984,458</u>	\$ <u>2,372,687,795</u>	\$ <u>2,434,515,181</u>	\$ <u>2,475,279,696</u>	\$ <u>2,349,021,188</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>0.47%</u>	<u>0.62%</u>	<u>0.48%</u>	<u>1.21%</u>	<u>1.22%</u>
	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Assessed value of real property ⁽¹⁾	\$ <u>9,743,494,577</u>	\$ <u>10,586,389,755</u>	\$ <u>11,936,791,938</u>	\$ <u>12,622,889,488</u>	\$ <u>14,486,742,612</u>
Debt limit ⁽²⁾	\$ <u>2,435,873,644</u>	\$ <u>2,646,597,439</u>	\$ <u>2,984,197,985</u>	\$ <u>3,155,722,372</u>	<u>3,621,685,653</u>
Amount of debt applicable to limit ⁽³⁾					
Total long term debt	27,030,000	24,205,000	21,340,000	18,340,000	18,735,000
Less: Assets in debt service fund	<u>962,534</u>	<u>1,331,640</u>	<u>656,775</u>	<u>344,410</u>	<u>116,268</u>
Total net debt applicable to limit	<u>26,067,466</u>	<u>22,873,360</u>	<u>20,683,225</u>	<u>17,995,590</u>	<u>18,618,732</u>
Legal debt margin	\$ <u>2,409,806,178</u>	\$ <u>2,623,724,079</u>	\$ <u>2,963,514,760</u>	\$ <u>3,137,726,782</u>	\$ <u>3,603,066,921</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>1.07%</u>	<u>0.86%</u>	<u>0.69%</u>	<u>0.57%</u>	<u>0.51%</u>

Source:

- (1) Johnson County Appraisal District.
- (2) Debt limit is 25% of assessed value of real property per Article 3 Section 52 of the Texas Constitution.
- (3) Comprehensive Annual Financial Report Statement of Net Position.

JOHNSON COUNTY, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Fiscal Years

Table 13

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2013	154,535	\$ 5,531,559	\$ 35,795	5.9%
2014	156,733	5,822,080	37,146	4.8%
2015	159,345	6,046,048	37,943	4.4%
2016	162,763	6,244,690	38,367	4.5%
2017	167,012	6,682,230	40,010	3.4%
2018	171,121	6,914,543	40,407	3.4%
2019	175,817	7,229,759	41,121	3.1%
2020	180,513	7,963,280	44,115	6.9%
2021	181,837	8,665,260	47,654	4.1%
2022	187,280	9,667,206	51,619	3.3%

Sources: Texas Municipal Report, U.S. Census Bureau, and Bureau of Labor Statistics and Economic Analysis

JOHNSON COUNTY, TEXAS
PRINCIPAL EMPLOYERS
 Current Year and Nine Years Ago

Table 14

Employer	2022			2013		
	Number of Employees	Rank	% of Total County Employment	Number of Employees	Rank	% of Total County Employment
Burleson ISD	1,700	1	2.12%	1,469	1	2.02%
Cleburne ISD	1,130	2	1.41%	971	2	1.33%
Wal-Mart Distribution Center	998	3	1.25%	769	3	1.06%
Joshua ISD	870	4	1.09%	678	4	0.93%
Sabre Tubular Structures	746	5	0.93%	549	5	0.75%
Johnson County	745	6	0.93%	526	6	0.72%
Wal-Mart Supercenter (Burleson)	480	7	0.60%	489	7	0.67%
City of Burleson	479	8	0.60%	-	-	-
HEB - Burleson	400	9	0.50%	-	-	-
Texas Health Resources	395	10	0.49%	414	8	0.57%
Wal-Mart Supercenter (Cleburne)	-		-	411	9	0.56%
City of Cleburne	-		-	383	10	0.53%
Total	<u>7,943</u>		<u>9.92%</u>	<u>6,659</u>		<u>9.14%</u>

Source: Johnson County Economic Development Commission, the City of Burleson Chamber of Commerce and Individual Employers

JOHNSON COUNTY, TEXAS**FULL-TIME COUNTY GOVERNMENT EMPLOYEES BY FUNCTION**

Last Ten Fiscal Years

Table 15

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government	123	129	132	140	134	135	138	137	144	148
Highways and streets	75	73	77	67	68	67	64	66	64	65
Law enforcement	191	196	202	202	199	196	204	210	401	419
Administration of justice	78	83	82	83	84	79	82	81	78	83
Financial administration	13	14	14	13	13	13	14	14	14	14
Health and welfare	5	6	7	9	8	9	10	10	11	11
Culture and recreation	4	3	4	4	4	5	4	4	4	5
Total	<u>489</u>	<u>504</u>	<u>518</u>	<u>518</u>	<u>510</u>	<u>504</u>	<u>516</u>	<u>522</u>	<u>716</u>	<u>745</u>

Source: County budget records

JOHNSON COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION
 Last Ten Fiscal Years

Function	Fiscal Year				
	2013	2014	2015	2016	2017
General Government:					
County Clerk					
Criminal Cases Filed	4,333	3,673	3,024	2,685	2,386
Civil Cases Filed	920	916	900	983	1,120
Juvenile petitions Filed	134	113	125	107	61
Probate/Guardianship Cases Filed	433	461	399	398	459
Mental Health Cases Filed	-	65	47	77	184
Personnel					
Positions Filled	603	610	625	633	631
Payroll Checks Processed	15,873	15,938	16,921	17,132	16,384
Public Works					
Permits Issued	471	628	732	1,035	1,342
Septic Complaints Addressed	126	143	178	163	134
Purchasing					
Purchase Orders Issued	4,914	3,946	4,267	3,983	3,823
Recurring Annual Competitive Bids	23	13	17	34	20
New Competitive Bids	-	22	19	12	14
Tax Assessor/Collector					
County Tax Accounts	287,183	298,539	314,034	309,572	302,255
Automobile Registrations	165,217	168,964	167,198	169,105	173,718
Elections Administration					
Registered Voters	80,779	82,377	84,405	90,587	92,999
Administrative of Justice					
District Clerk					
Civil Cases Filed	991	1,288	1,365	1,036	1,136
Criminal Cases Filed	1,801	1,653	1,753	1,643	1,289
County Courts					
Criminal Cases Disposed	4,019	3,730	3,346	3,062	1,985
Civil Cases Disposed	880	1,038	683	905	1,298
Juvenile Petitions Disposed	144	195	113	110	65
Probate/Guardianship Hearings Held	356	397	510	892	593
Mental Health Hearings Held	-	53	49	63	289
District Court					
Civil Cases Disposed	1,130	1,211	830	1,233	1,189
Criminal Cases Disposed	1,701	1,744	1,608	1,492	1,260
Justice of the Peace					
Civil Cases Filed	1,804	1,644	1,789	1,882	2,135
Criminal Cases Filed	16,046	9,950	9,784	11,475	9,779
Civil Cases Disposed	1,752	1,880	2,094	1,792	1,846
Criminal Cases Disposed	15,742	11,631	10,183	10,976	8,672

(continued)

Fiscal Year					
2018	2019	2020	2021	2022	
2,286	2,018	1,392	1,468	1,543	
957	1,323	992	1,019	863	
76	73	41	58	85	
436	453	386	515	576	
181	182	180	145	129	
635	638	639	886	895	
16,896	16,412	15,769	16,525	22,320	
1,434	1,383	1,517	1,903	1,928	
126	192	135	195	191	
3,622	3,521	4,030	3,854	4,037	
28	27	18	30	32	
4	12	11	8	11	
317,412	306,960	307,211	294,307	306,539	
178,013	180,756	176,993	188,266	187,582	
94,293	97,423	101,178	106,911	113,032	
1,440	1,536	1,363	1,409	1,253	
1,533	1,533	1,264	1,294	1,284	
2,293	2,246	1,819	1,665	1,857	
993	1,231	866	1,048	940	
67	71	31	60	80	
662	618	480	586	663	
152	164	173	149	255	
1,475	1,545	1,080	1,169	1,386	
1,359	1,307	990	1,168	1,388	
2,452	3,006	2,511	3,053	2,851	
10,701	8,497	4,889	4,320	5,001	
2,045	2,292	2,516	2,648	2,851	
11,204	9,522	5,208	5,478	6,253	

JOHNSON COUNTY, TEXAS*OPERATING INDICATORS BY FUNCTION - Continued*

Last Ten Fiscal Years

Function	Fiscal Year				
	2013	2014	2015	2016	2017
Law Enforcement					
County Jail					
Average Daily Jail Population	673	713	661	679	703
Sheriff					
E-911 Calls Received (Approx)	38,390	40,908	39,141	36,751	34,563
Financial Administration					
County Auditor					
A/P Checks Processed	4,658	4,617	4,596	5,000	4,559
ACH Processed	1,995	2,124	2,102	2,535	2,047
Wire Transactions	121	153	137	128	230
Invoices Processed	14,466	13,440	14,750	14,660	14,560
Highways and Streets					
Miles of Roads Resurfaced	68	56	25	10	59
Health and Welfare					
Medical Examiner Cases Investigated	502	627	548	602	570
Indigent Clients	174	155	136	106	60
Culture and Recreation					
Hamm Creek Park Visitors	18,626	17,259	12,737	12,804	27,213

Sources: Texas Courts Online Annual Statistical Reports
Johnson County Offices

Table 16
Table 2 of 2

Fiscal Year				
2018	2019	2020	2021	2022
756	887	749	761	821
46,653	44,147	48,082	51,604	51,648
4,608	4,261	4,419	4,375	4,845
2,140	1,891	2,074	2,031	2,071
178	109	194	228	252
15,043	14,148	15,167	15,714	17,959
37	71	47	61	32
609	711	804	986	962
53	54	51	50	55
24,664	15,278	25,970	25,898	21,344

JOHNSON COUNTY, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
 Last Ten Fiscal Years

Function/Asset Class	Fiscal Year				
	2013	2014	2015	2016	2017
Administration of Justice					
Furniture and equipment	22	23	24	24	23
Vehicles & mobile equipment	5	4	4	6	4
Land & building	1	1	1	-	-
General Government					
Furniture and equipment	164	171	170	174	179
Vehicles & mobile equipment	21	23	23	22	22
Land & building	81	83	83	84	83
Highways and Streets					
Furniture and equipment	12	12	12	12	14
Vehicles & mobile equipment	260	264	273	269	272
Land & building	20	20	20	20	24
Law Enforcement					
Furniture and equipment	78	90	98	104	124
Vehicles & mobile equipment	147	144	135	141	140
Land & building	14	14	14	14	15
Health and Welfare					
Furniture and equipment	21	21	19	12	12
Vehicles & mobile equipment	5	8	7	7	8
Land & building	1	2	3	3	3
Culture and Recreation					
Furniture and equipment	1	1	1	1	1
Vehicles & mobile equipment	4	5	5	5	4
Land & building	2	2	2	2	2

Source: Johnson County Financial Records

Table 17

Fiscal Year					
2018	2019	2020	2021	2022	
25	25	25	26	24	
4	5	6	6	7	
-	-	-	-	-	
185	188	218	220	220	
21	20	20	20	21	
81	81	86	87	87	
18	17	17	17	21	
276	283	281	287	294	
21	23	24	24	25	
122	135	141	153	154	
146	158	150	160	166	
15	15	15	15	17	
10	10	10	18	18	
8	9	11	13	14	
3	3	3	3	3	
1	1	-	-	-	
4	4	3	3	3	
2	2	2	2	2	



FEDERAL AND STATE AWARDS SECTION





Independent Auditor's Report

On Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

The Honorable County Judge
and Members of Commissioners Court
Johnson County, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Johnson County, Texas (the "County"), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 22, 2023.

Report on Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Lake Jackson
8 W Way Ct.
Lake Jackson, TX 77566
979-297-4075

El Campo
201 W. Webb St.
El Campo, TX 77437
979-543-6836

Angleton
2801 N. Velasco, Suite C
Angleton, TX 77515
979-849-8297

Bay City
2245 Avenue G
Bay City, TX 77414
979-245-9236



The Honorable County Judge
and Members of Commissioners
Court of Johnson County, Texas

Report on Compliance and Other Matters

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

Purpose of This Report

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

KM&L, LLC

Lake Jackson, Texas
March 22, 2023



Independent Auditor's Report

On Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*)

The Honorable County Judge
and Members of Commissioners Court
Johnson County, Texas

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Johnson County, Texas' (the "County") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) that could have a direct and material effect on each of County's major federal and state programs for the year ended September 30, 2022. The County's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended September 30, 2022.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*). Our responsibilities under those standards, the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Lake Jackson
8 W Way Ct.
Lake Jackson, TX 77566
979-297-4075

El Campo
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El Campo, TX 77437
979-543-6836

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Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*), we:

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

The Honorable County Judge
and Members of Commissioners
Court of Johnson County, Texas

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*). Accordingly, this report is not suitable for any other purpose.

KM&L, LLC

Lake Jackson, Texas
March 22, 2023



JOHNSON COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended September 30, 2022

I. Summary of auditor's results:

1. Type of auditor's report issued on the financial statements: Unmodified.
2. No internal control findings required to be reported in this schedule, were disclosed in the audit of the financial statements.
3. Noncompliance, which is material to the financial statements: None.
4. No internal control findings, that are required to be reported in this schedule, was disclosed in the audit of the major programs.
5. Type of auditor's report on compliance for major programs: Unmodified.
6. Did the audit disclose findings which are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a): No; the State of Texas Single Audit Circular (*Uniform Grant Management Standards*) Section 510(a): No
7. Major programs include:
 - Federal:
 - 21.027 Coronavirus State and Local Fiscal Recovery Act
 - State:
 - TJJD Cluster Programs
8. Dollar threshold used to distinguish between Type A and Type B programs:
Federal - \$ 750,000; State: - \$ 300,000.
9. Low Risk Auditee: Federal - Yes; State - Yes.

II. Findings related to the financial statements.

The audit disclosed no findings required to be reported.

III. Findings and questioned costs related to the state award.

The audit disclosed no findings required to be reported.



JOHNSON COUNTY AUDITOR

JOHNSON COUNTY COURTHOUSE

#2 N. MAIN

CLEBURNE, TEXAS 76033

Telephone (817) 556-6305 ~ Fax (817) 556-6075

Steven E. Watson
County Auditor

Jennifer R. Lyon
First Assistant County Auditor

Federal:

In accordance with Title 2 U.S. Code of Federal Regulations §200.511, the auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings. This summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

The schedule of status of prior audit findings is as follows:

None.

State:

In accordance with the Texas Single Audit Circular (*Uniform Grant Management Standards*) §315(b), the auditee is responsible for follow-up and corrective action on all audit findings. As part of this responsibility, the auditee must prepare a summary schedule of prior audit findings. This summary schedule of prior audit findings must report the status of the following:

- All audit findings included in the prior audit's schedule of findings and questioned costs
- All audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected.

The schedule of status of prior audit findings is as follows:

None.



JOHNSON COUNTY AUDITOR

JOHNSON COUNTY COURTHOUSE

#2 N. MAIN

CLEBURNE, TEXAS 76033

Telephone (817) 556-6305 ~ Fax (817) 556-6075

Steven E. Watson
County Auditor

Jennifer R. Lyon
First Assistant County Auditor

Federal:

In accordance with Title 2 U.S. Code of Federal Regulations §200.511, the auditee must prepare, in a document separate from the auditor's findings described in §200.516 Audit findings, a corrective action plan must be presented to address each finding included in the current year auditor's reports. The corrective action plan is as follows:

None.

State:

In accordance with the Texas Single Audit Circular (*Uniform Grant Management Standards*) §315(b), the auditee must prepare, in a document separate from the auditor's findings described in §510(c) Audit findings, a corrective action plan must be presented to address each finding included in the current year auditor's reports. The corrective action plan is as follows:

None.



JOHNSON COUNTY, TEXAS

Exhibit 19

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended September 30, 2022

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Contract/ Program Number	Expenditures or Award Amount
U.S. Department of Housing and Urban Development Passed Through Texas Department of Agriculture: Community Development Block Grants/Entitlement Grants	14.218	7218250	\$ <u>225,825</u>
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			\$ <u>225,825</u>
U.S. Department of the Interior Passed Through Texas Fish and Wildlife Service: Payments in Lieu of Taxes	15.226	--	\$ <u>1,522</u>
TOTAL U.S. DEPARTMENT OF THE INTERIOR			\$ <u>1,522</u>
U.S. Department of Treasury Direct Program: Coronavirus State and Local Fiscal Recovery Funds	21.027	--	\$ <u>4,971,564</u>
TOTAL U.S. DEPARTMENT OF TREASURY			\$ <u>4,971,564</u>
U.S. Department of Health and Human Services: Passed Through Texas Department of Health Services: Public Health Emergency Preparedness	93.069	2022-537-18-0207-00001	\$ 39,276
Public Health Emergency Preparedness	93.069	2023-537-18-0207-00001	<u>15,186</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			\$ <u>54,462</u>
TOTAL FEDERAL ASSISTANCE			\$ <u>5,253,373</u>
TOTAL MAJOR PROGRAMS			\$ <u>4,971,564</u>
TYPE A PROGRAM			\$ <u>750,000</u>

JOHNSON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended September 30, 2022

State Grantor/ Pass-Through Grantor/ Program Title	Contract/ Program Number	Expenditures or Award Amount
Texas Juvenile Justice Department:		
Direct Program:		
State Aid Program (1)	TJJD-A-22-126	\$ 738,706
State Aid Program (1)	TJJD-A-23-126	50,428
Regional Diversion Alternative Program (1)	TJJD-R-22-126	64,881
Regional Diversion Alternative Program (1)	TJJD-R-23-126	26,782
Juvenile Justice Alternative Education Program Discretionary (1)	TJJD-W-18-126	948
Juvenile Justice Alternative Education Program Discretionary (1)	TJJD-W-21-126	1,573
Passed Through Texas Education Agency:		
Juvenile Justice Alternative Education Program (Boot Camp) (1)	TJJD-P-22-126	164,862
Juvenile Justice Alternative Education Program (Boot Camp) (1)	TJJD-P-23-126	<u>44,806</u>
TOTAL TEXAS JUVENILE JUSTICE DEPARTMENT		\$ <u>1,092,986</u>
Texas Natural Resource Conservation Commission:		
Direct Program:		
Health and Safety Code 361.136(L)(1)	--	<u>\$ 54,592</u>
TOTAL NATURAL RESOURCE CONSERVATION COMMISSION		\$ <u>54,592</u>
Commission on State of Texas Emergency Communications:		
Passed Through North Central Texas Council on Government:		
911 Addressing Maintenance Contract	--	<u>\$ 28,206</u>
TOTAL COMMISSION ON STATE OF TEXAS EMERGENCY COMMUNICATIONS		\$ <u>28,206</u>
Office of Attorney General:		
Direct Program:		
Texas Victim Information and Notification Everyday (VINE)	2219061	\$ 27,634
Texas Victim Information and Notification Everyday (VINE)	C-00318	<u>2,450</u>
TOTAL OFFICE OF ATTORNEY GENERAL		\$ <u>30,084</u>

JOHNSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF STATE AWARDS - Continued
For the Year Ended September 30, 2022

<u>State Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Contract/ Program Number</u>	<u>Expenditures or Award Amount</u>
Texas Task Force on Indigent Defense:		
Direct Program:		
Indigent Defense Formula	221-22-126	\$ <u>72,383</u>
TOTAL TEXAS TASK FORCE ON INDIGENT DEFENSE		\$ <u>72,383</u>
Texas Department of State Health Services:		
Direct Program:		
Tobacco Settlement Funds	--	\$ <u>61,811</u>
TOTAL TEXAS DEPARTMENT OF STATE HEALTH SERVICES		\$ <u>61,811</u>
Texas Department of Transportation:		
Direct Program:		
County Transportation Infrastructure Fund Grant Program	CTIF-01-127	\$ <u>115,597</u>
TOTAL TEXAS DEPARTMENT OF TRANSPORTATION		\$ <u>115,597</u>
TOTAL STATE ASSISTANCE		\$ <u>1,455,659</u>
TOTAL MAJOR PROGRAMS		\$ <u>1,092,986</u>
TYPE A PROGRAM		\$ <u>300,000</u>

(1) Cluster Programs per TJJJ

JOHNSON COUNTY, TEXAS

NOTES ON ACCOUNTING POLICIES FOR FEDERAL AND STATE AWARDS

Year Ended September 30, 2022

1. The County uses funds and account groups to report its financial position and the results of its operations. Fund accounting is designated to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designated to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available resources. Funds are classified into two categories: governmental and fiduciary. Each category, in turn is divided into separate "fund types". The following fund types were utilized to account for federal awards.

Governmental Fund Types:

General Fund - is the general operating fund of the County. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund. Federal financial assistance not required to be reported in other funds is accounted for in the General Fund.

Special Revenue Funds - used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Federal financial assistance generally is accounted for in a Special Revenue Fund unless required to be reported in a Capital Projects Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources, and current liabilities and deferred inflows of resources generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. State grant funds were accounted for in the General Fund, Special Revenue Fund, and the Capital Projects Fund, a component of the Governmental Fund type.

The modified accrual basis of accounting is used for the Governmental Fund Types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal and state grant funds are considered to be earned to the extent of expenditures/expenses made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as unearned revenues until earned.

JOHNSON COUNTY, TEXAS

NOTES ON ACCOUNTING POLICIES FOR FEDERAL AND STATE AWARDS - Continued

Year Ended September 30, 2022

3. The period of availability for state grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal and state project period extended 30 days beyond the federal and state project period ending date, in accordance with provisions in Section H, Period of Availability of Federal Funds, Part 3, OMB Compliance Supplement and the State of Texas Single Audit Circular (*Uniform Grant Management Standards*).
4. Indirect Costs - The County did not elect to use the 10 percent de minimus indirect cost rate and received no reimbursements for indirect costs during the year ended September 30, 2022.

