

BASIC FINANCIAL STATEMENTS



COUNTY OF HIDALGO, TEXAS
STATEMENT OF NET POSITION
DECEMBER 31, 2014

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 192,455,507	\$ 3,709,785	\$ 196,165,292
Certificates of deposit	110,100,188	-	110,100,188
Receivables (net of allowance for uncollectibles)	158,053,607	-	158,053,607
Internal balances	33,459	(33,459)	-
Due from others	4,406	-	4,406
Inventories	799,503	49,049	848,552
Prepays	3,079,453	-	3,079,453
Restricted cash	-	66,902	66,902
Other assets	6,862,470	-	6,862,470
Capital assets not being depreciated			
Land and easements	59,543,423	1,001,093	60,544,516
Construction in progress	46,878,177	-	46,878,177
Capital assets (net of accumulated depreciation)			
Infrastructure	183,737,684	-	183,737,684
Buildings and renovations	101,015,376	-	101,015,376
Improvements other than buildings	11,479,841	-	11,479,841
Machinery and equipment	36,053,080	54,355	36,107,435
Total capital assets (net of accumulated depreciation)	<u>438,707,581</u>	<u>1,055,448</u>	<u>439,763,029</u>
Total assets	<u>910,096,174</u>	<u>4,847,725</u>	<u>914,943,899</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	4,851,860	-	4,851,860
Total deferred outflows of resources	<u>4,851,860</u>	<u>-</u>	<u>4,851,860</u>
LIABILITIES			
Accounts payable	31,435,648	29,783	31,465,431
Salaries and benefits payable	7,334,646	19,855	7,354,501
Retainage payable	893,082	-	893,082
Accrued interest payable	4,429,028	-	4,429,028
Notes payable - short term	128,603	-	128,603
Due to others	4,090	-	4,090
Due to other governments	3,717,257	4,098	3,721,355
Unearned revenue	138,543,378	-	138,543,378
Other current liabilities	1,333,223	-	1,333,223
Noncurrent liabilities:			
Due within one year			
Bonds payable	23,449,582	-	23,449,582
Notes payable	547,964	-	547,964
Compensated absences payable	413,902	426	414,328
Claims and judgments payable	1,860,801	-	1,860,801
Capital leases payable	1,041,189	-	1,041,189
Landfill closure/ post-closure care costs	-	37,114	37,114
Due in more than one year			
Bonds payable	324,147,678	-	324,147,678
Notes payable	1,461,696	-	1,461,696
Compensated absences payable	8,568,531	11,845	8,580,376
Claims and judgments payable	1,578,199	-	1,578,199
Capital leases payable	6,222,299	-	6,222,299
Net pension obligation	999,736	-	999,736
Other post employment benefits	8,376,310	-	8,376,310
Landfill closure/ post-closure care costs	-	1,597,272	1,597,272
Total liabilities	<u>566,486,842</u>	<u>1,700,393</u>	<u>568,187,235</u>
NET POSITION			
Net investment in capital assets	177,495,406	1,055,448	178,550,854
Restricted for:			
Legislative	36,486,299	-	36,486,299
Grants	9,294,532	-	9,294,532
Debt service	15,217,023	-	15,217,023
Capital projects	8,828,171	-	8,828,171
Bond covenant	-	66,902	66,902
Unrestricted	101,139,761	2,024,982	103,164,743
Total net position	<u>\$ 348,461,192</u>	<u>\$ 3,147,332</u>	<u>\$ 351,608,524</u>

The accompanying notes are an integral part of this statement.

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

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 112,787,403	\$ 57,973,975	\$ 4,257,301	\$ -
Public safety	103,807,554	10,160,583	19,322,442	-
Highways and streets	29,595,835	704,295	2,490,248	2,157,041
Sanitation	5,652,481	-	-	-
Drainage flood control	7,279,792	48,000	-	-
Health and welfare	122,414,102	965,728	108,528,393	-
Culture-recreation	4,177,463	-	-	-
Conservation of natural resources	864,399	-	-	-
Urban and economic development	15,689,191	-	14,489,772	-
Interest on long-term debt	9,725,334	-	714,683	-
Total governmental activities	411,993,554	69,852,581	149,802,839	2,157,041
Business-type activities:				
Sanitary Landfill	24,153	-	-	-
Jail Commissary	1,108,065	1,390,767	-	-
Total business-type activities	1,132,218	1,390,767	-	-
Total primary government	\$ 413,125,772	\$ 71,243,348	\$ 149,802,839	\$ 2,157,041

General revenues:

- Property taxes
- Grants and contributions not restricted to specific programs
- Interest earnings
- Miscellaneous
- Gain on sale of capital assets
- Total general revenues and transfers
- Changes in net position

Net position - beginning

Prior period adjustment

Net position - ending

The accompanying notes are an integral part of this statement.

Net (Expenses) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (50,556,127)		\$ (50,556,127)
(74,324,529)		(74,324,529)
(24,244,251)		(24,244,251)
(5,652,481)		(5,652,481)
(7,231,792)		(7,231,792)
(12,919,981)		(12,919,981)
(4,177,463)		(4,177,463)
(864,399)		(864,399)
(1,199,419)		(1,199,419)
(9,010,651)		(9,010,651)
<u>(190,181,093)</u>		<u>(190,181,093)</u>
-	(24,153)	(24,153)
-	<u>282,702</u>	<u>282,702</u>
-	<u>258,549</u>	<u>258,549</u>
<u>(190,181,093)</u>	<u>258,549</u>	<u>(189,922,544)</u>
192,457,753	-	192,457,753
5,975,466	-	5,975,466
677,590	-	677,590
3,593,488	-	3,593,488
406,612	-	406,612
<u>203,110,909</u>	-	<u>203,110,909</u>
12,929,816	258,549	13,188,365
335,797,617	2,888,783	338,686,400
(266,241)	-	(266,241)
<u>\$ 348,461,192</u>	<u>\$ 3,147,332</u>	<u>\$ 351,608,524</u>



COUNTY OF HIDALGO, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2014

	General Fund	Local Provider Participation	Capital Projects Drainage District No. 1	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 47,856,120	\$ 22,575,400	\$ 33,995,971	\$ 87,538,152	\$ 191,965,643
Certificates of deposit	75,000,000	-	30,075,141	5,025,047	110,100,188
Receivables (net of allowance for uncollectibles)					
Taxes	103,085,790	-	-	30,015,477	133,101,267
Accounts	526,955	-	-	1,887,697	2,414,652
Loans	265,269	-	-	10,400	275,669
Interest	299,234	-	-	5,406	304,640
Due from other funds	163,917	-	-	25,625,450	25,789,367
Due from other governments	3,102,768	-	-	16,703,572	19,806,340
Due from others	2,627	-	-	1,778	4,405
Inventories	799,503	-	-	-	799,503
Prepays	2,664,572	-	-	50,358	2,714,930
Other assets	-	-	-	6,862,470	6,862,470
Total assets	\$ 233,766,755	\$ 22,575,400	\$ 64,071,112	\$ 173,725,807	\$ 494,139,074
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 5,982,392	\$ 15,866,308	\$ 2,392,239	\$ 5,627,727	\$ 29,868,666
Salaries and benefits payable	4,807,408	-	-	2,499,492	7,306,900
Retainage payable	-	-	349,007	544,074	893,081
Notes payable - short-term	-	-	-	128,603	128,603
Due to other funds	9,913,568	-	1,606,044	14,239,890	25,759,502
Due to other governments	1,555,462	-	-	2,161,796	3,717,258
Due to others	226	-	-	3,864	4,090
Unearned revenues	102,470,355	-	-	36,072,152	138,542,507
Held in escrow	1,265,717	-	-	6,278	1,271,995
Undistributed receipts	61,228	-	-	-	61,228
Total liabilities	126,056,356	15,866,308	4,347,290	61,283,876	207,553,830
Deferred inflows of resources:					
Unavailable revenues-property taxes	59,410,784	-	-	17,219,693	76,630,477
Unavailable revenues	3,338,227	-	-	8,997,388	12,335,615
Total deferred inflow of resources	62,749,011	-	-	26,217,081	88,966,092
Fund balances:					
Nonspendable	3,724,919	-	-	60,758	3,785,677
Restricted	4,238,558	6,709,092	-	43,531,929	54,479,579
Committed	-	-	-	7,548,192	7,548,192
Assigned	17,308,169	-	59,723,822	36,779,148	113,811,139
Unassigned	19,689,742	-	-	(1,695,177)	17,994,565
Total fund balances	44,961,388	6,709,092	59,723,822	86,224,850	197,619,152
Total liabilities, deferred inflows, and fund balances	\$ 233,766,755	\$ 22,575,400	\$ 64,071,112	\$ 173,725,807	\$ 494,139,074

The accompanying notes are an integral part of this statement.



COUNTY OF HIDALGO, TEXASRECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2014

Total fund balances - governmental funds balance sheet \$ 197,619,152

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

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

Land	\$ 59,543,423	
Infrastructure	183,737,684	
Buildings and renovations	101,015,376	
Improvements other than buildings	11,479,841	
Machinery and equipment	36,008,403	
Construction in progress	<u>46,878,177</u>	438,662,904

2 Deferred outflows of resources represent a consumption of net position that applies to future periods, therefore, they are not recognized as an outflow until then. For refunding debt the amount is amortized over the shorter of the life of refunded or refunding debt. 4,851,860

3 Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable revenues.

Property taxes	\$ 76,630,477	
Other	<u>12,335,615</u>	88,966,092

4 Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due:

Accrued interest on bonds	(4,376,308)	
Accrued interest on notes	<u>(52,721)</u>	(4,429,028)

5 Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities both current and long-term are reported in the statement of net position. The County has issued bonds with premiums and discounts. The amounts were received in the governmental funds and increased fund balance. The premium or discounts will be amortized over the life of the new debt. For refunding of debt, in prior years, the difference between the carrying and the reacquisition amount is amortized as an adjustment to interest over the remaining life of the new debt.

Bonds and tax notes payable	(333,505,000)	
Notes payable	(2,009,660)	
Capital leases payable	(7,249,405)	
Compensated absences	(8,946,777)	
Post employment benefits	(8,376,310)	
Net pension obligation	(999,736)	
Prepaid pension obligation	<u>176,380</u>	(823,356)
Unamortized premiums	(14,150,292)	
Unamortized discounts	<u>58,032</u>	<u>(14,092,260)</u> (375,002,768)

6 The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position. (See Exhibit A-9) Internal service fund net position are:

(2,207,020)

Total net position of governmental activities (Exhibit A-1)

\$ 348,461,192

The accompanying notes are an integral part of this statement.



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

	General Fund	Local Provider Participation	Capital Projects Drainage District No. 1	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 146,528,048	\$ -	\$ -	\$ 46,566,690	\$ 193,094,738
Licenses and permits	140,681	-	-	5,863,522	6,004,203
Intergovernmental	9,078,756	-	-	96,028,576	105,107,332
Charges for services	16,869,422	-	-	10,170,455	27,039,877
Fines and forfeits	519,448	-	-	9,629,562	10,149,010
Special assessments	-	52,736,756	-	-	52,736,756
Interest	435,189	4,834	158,784	87,252	686,059
Miscellaneous	2,361,199	-	-	1,403,848	3,765,047
Total revenues	175,932,743	52,741,590	158,784	169,749,905	398,583,022
EXPENDITURES					
Current:					
General government	73,430,569	-	-	5,894,403	79,324,972
Public safety	70,354,156	-	-	25,945,528	96,299,684
Highways and streets	-	-	-	21,667,625	21,667,625
Sanitation	5,542,244	-	-	-	5,542,244
Drainage flood control	-	-	-	8,830,537	8,830,537
Health and welfare	18,023,765	46,227,166	-	55,822,609	120,073,540
Culture-recreation	3,815,783	-	-	-	3,815,783
Conservation of natural resources	866,688	-	-	-	866,688
Urban and economic development	520,758	-	-	15,203,624	15,724,382
Debt service:					
Principal	839,548	-	-	18,594,030	19,433,578
Interest and fiscal charges	182,684	-	-	15,280,562	15,463,246
Bond issuance costs	-	-	-	1,177,914	1,177,914
Advance refunding escrow	-	-	-	664,818	664,818
Capital outlay:					
General government	-	-	-	5,959,929	5,959,929
Public safety	-	-	-	131,870	131,870
Highways and streets	-	-	-	12,110,007	12,110,007
Drainage flood control	-	-	14,015,974	-	14,015,974
Culture-recreation	-	-	-	97,926	97,926
Intergovernmental					
General government	-	-	-	99,310	99,310
Public safety	-	-	-	2,799,791	2,799,791
Total expenditures	173,576,195	46,227,166	14,015,974	190,280,483	424,099,818
Excess (deficiency) of revenues over (under) expenditures	2,356,548	6,514,424	(13,857,190)	(20,530,578)	(25,516,796)
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	12,385,072	12,385,072
Transfers out	(7,960,842)	-	-	(4,424,228)	(12,385,070)
Premium on bonds issued	-	-	-	7,905,225	7,905,225
Bonds issued	-	-	-	25,615,000	25,615,000
Payment to refunded bond escrow agent	-	-	-	(72,230,634)	(72,230,634)
Refunding bonds issued	-	-	-	67,965,000	67,965,000
Capital leases	487,582	-	-	119,833	607,415
Long-term notes issued	-	-	-	406,980	406,980
Sale of capital assets	46,356	-	-	1,551,586	1,597,942
Total other financing sources (uses)	(7,426,904)	-	-	39,293,834	31,866,930
Net change in fund balances	(5,070,356)	6,514,424	(13,857,190)	18,763,256	6,350,134
Fund balances at beginning of year, as previously reported	50,031,744	194,668	73,581,012	67,727,835	191,535,259
Prior period adjustments	-	-	-	(266,241)	(266,241)
Fund balances at beginning of year, as restated	50,031,744	194,668	73,581,012	67,461,594	191,269,018
Fund balances at the end of year	\$ 44,961,388	\$ 6,709,092	\$ 59,723,822	\$ 86,224,850	\$ 197,619,152

The accompanying notes are an integral part of this statement.



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

Net change in fund balances - total governmental funds \$ 6,350,134

The change in net position reported for governmental activities in the statement of activities (SOA) is different because:

1 Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	42,320,052	
Depreciation	<u>(28,577,558)</u>	13,742,494
2 Sales and other dispositions of capital assets is reported in the governmental funds as other financing sources. The gain or loss on the sale of capital assets should be reported in the statement of activities. A gain is reported as general revenue and a loss should be included as part of the general government function.	406,612	
	<u>(845,965)</u>	(439,353)
3 Governmental funds typically report proceeds they receive in connection with the disposal of capital assets as other financing sources. This amount must be removed and replaced by an adjustment to the appropriate capital asset and the accumulated depreciation account. Any gain or loss should be reported as discussed above.		(1,597,941)
4 Donations of capital assets increase net assets in the SOA but not in the funds.		437,613
5 Certain property tax revenues are deferred in the funds. This is the change in these amounts this year.		
Related to prior years	(89,998,723)	
Earned but unavailable	<u>88,966,092</u>	(1,032,631)
6 Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes.		
Compensated absences	(57,106)	
Net pension obligation	(11,488)	
Amortization of debt discounts	(5,803)	
Amortization of debt premiums	4,694,056	
Amortization of deferred charge on refundings	(601,174)	
Accrued interest on bonds and notes	1,656,083	
Post employment benefits	<u>(771,987)</u>	4,902,581
7 Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, the issuance of debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position		
Debt issued:		
Refunding Bonds Series 2014, 2014A, 2014B, 2014C	(67,965,000)	
Premium on Series 2014, 2014A, 2014B, 2014C	(5,144,966)	
Payment to refunded bonds escrow agent	72,895,452	
Certificates of Obligation Series 2014	(20,085,000)	
Premium on Series 2014	<u>(2,187,996)</u>	(22,487,510)
Tax notes:		
Tax Notes Series 2014	(5,530,000)	
Premium on Series 2014	<u>(572,263)</u>	(6,102,263)
Notes		(406,980)
Capital Leases		(607,414)
Repayments:		
Bond principal	18,175,000	
Note principal	412,345	
Capital leases	<u>1,021,596</u>	19,608,941
8 Internal service fund (See Exhibit A-11) was used by the County to charge the cost of insurance and workers' compensation to individual funds. The operating income (loss) of the internal service fund is reported with the governmental activities.		562,145
Change in net position of governmental activities - statement of activities		<u><u>\$ 12,929,816</u></u>

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXASSTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Taxes	\$144,979,418	\$144,979,418	\$146,528,048	\$ 1,548,630
Licenses and permits	100,000	100,000	140,681	40,681
Intergovernmental	6,955,000	7,482,973	9,078,756	1,595,783
Charges for services	13,159,604	13,624,960	16,869,422	3,244,462
Fines and forfeits	376,500	376,500	519,448	142,948
Interest	105,000	105,000	435,189	330,189
Miscellaneous	608,000	734,682	2,361,199	1,626,517
Total revenues	166,283,522	167,403,533	175,932,743	8,529,210
EXPENDITURES				
Current:				
General government				
92nd District Court	400,077	405,006	403,734	1,272
93rd District Court	393,455	375,243	375,243	-
139th District Court	403,569	377,858	377,858	-
206th District Court	399,123	402,446	402,446	-
275th District Court	401,270	345,647	345,647	-
332nd District Court	400,235	375,283	375,283	-
370th District Court	399,845	404,045	404,045	-
389th District Court	401,241	381,856	381,856	-
398th District Court	829,238	814,863	814,863	-
430th District Court	394,418	456,645	456,219	426
449th District Court	399,230	377,117	377,117	-
County Court-at-Law 1	523,981	526,840	526,840	-
County Court-at-Law 2	523,949	509,480	509,480	-
County Court-at-Law 3	629,702	606,734	606,734	-
County Court-at-Law 4	526,788	491,550	491,550	-
County Court-at-Law 5	523,876	519,854	519,854	-
County Court-at-Law 6	524,375	511,432	511,432	-
County Court-at-Law 7	519,169	506,302	506,302	-
County Court-at-Law 8	818,206	502,889	502,889	-
Master Court 1	124,746	125,368	125,368	-
Master Court 2	126,535	124,846	124,846	-
Court of Civil Appeals	3,626	2,995	2,995	-
Auxiliary Court	294,036	359,683	359,683	-
Child Protective Court	96,838	67,948	67,948	-
Justice of the Peace, Pct 1, PI 1	337,482	304,349	304,349	-
Justice of the Peace, Pct 1, PI 2	335,893	341,309	341,309	-
Justice of the Peace, Pct 2, PI 1	294,174	291,445	291,445	-
Justice of the Peace, Pct 2, PI 2	300,998	241,859	241,859	-
Justice of the Peace, Pct 3, PI 1	325,301	291,991	291,991	-
Justice of the Peace, Pct 3, PI 2	374,116	375,885	375,885	-
Justice of the Peace, Pct 4, PI 1	389,212	389,151	389,151	-
Justice of the Peace, Pct 4, PI 2	588,477	428,857	428,857	-
Justice of the Peace, Pct 5, PI 1	291,215	262,309	261,321	988
Criminal District Attorney	7,572,551	7,410,074	7,384,879	25,195
Public Defender	911,507	918,537	918,537	-
District Clerk	3,355,618	3,358,145	3,358,145	-
County Judge	1,407,967	1,324,710	1,324,710	-

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Budget and Management	13,064,081	10,293,145	10,263,488	29,657
Commissioner, Pct. No. 4	-	76,889	76,889	-
Executive Office	6,399,536	6,329,432	6,329,432	-
Elections	2,600,614	2,639,364	2,639,364	-
Tax Assessor/Collector	6,895,733	7,418,435	7,418,435	-
County Treasurer	835,221	886,705	886,705	-
Purchasing	1,703,083	1,607,039	1,606,642	397
County Auditor	2,807,719	2,786,495	2,729,970	56,525
County Clerk	3,834,809	4,030,005	4,027,693	2,312
Human Resources/Civil Service	692,329	736,143	736,143	-
Information Technology	2,379,099	2,576,470	2,576,470	-
Planning	1,068,558	1,076,126	1,076,126	-
General Government Buildings	5,606,060	5,848,084	5,847,759	325
Appraisal Fees	1,365,000	1,732,783	1,732,783	-
Total general government	75,793,881	73,547,666	73,430,569	117,097
Public safety				
Criminal District Attorney	702,093	987,073	987,073	-
County Judge	382,815	355,589	355,589	-
Budget and Management	53,350	59,000	59,000	-
Commissioner, Pct. No. 3	25,588	-	-	-
Executive Office	318,076	254,034	254,034	-
Sheriff	50,180,462	54,464,931	50,330,190	4,134,741
Constable, Pct. No. 1	1,086,846	1,114,605	1,114,605	-
Constable, Pct. No. 2	919,060	959,995	959,995	-
Constable, Pct. No. 3	1,196,659	1,195,833	1,195,833	-
Constable, Pct. No. 4	1,202,781	1,232,603	1,232,603	-
Fire Marshal	1,917,864	1,580,238	1,580,238	-
Adult Probation	498,001	504,971	504,971	-
Juvenile Probation	9,369,356	11,780,025	11,780,025	-
Total public safety	67,852,951	74,488,897	70,354,156	4,134,741
Sanitation				
Commissioner, Pct. No. 1	1,133,255	1,730,721	1,730,721	-
Commissioner, Pct. No. 2	730,613	737,122	737,122	-
Commissioner, Pct. No. 3	2,087,564	1,991,563	1,961,866	29,697
Commissioner, Pct. No. 4	840,403	1,112,535	1,112,535	-
Total sanitation	4,791,835	5,571,941	5,542,244	29,697
Health and welfare				
Budget and Management	48,500	48,500	48,500	-
Executive Office	1,125,356	1,112,530	1,112,530	-
Human services	6,503,104	14,040,714	10,604,020	3,436,694
Health Department	6,630,769	5,935,970	5,935,434	536
WIC	1,940	14,610	14,610	-
Child Welfare	124,407	63,553	63,553	-
Veterans Service	263,890	245,118	245,118	-
Total health and welfare	14,697,966	21,460,995	18,023,765	3,437,230
Culture and recreation				
Commissioner, Pct. No. 1	891,531	863,512	863,512	-
Commissioner, Pct. No. 2	1,036,461	815,514	815,514	-
Commissioner, Pct. No. 3	787,096	594,877	594,877	-

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Commissioner, Pct. No. 4	696,096	877,386	877,386	-
Executive Office	776,913	664,494	664,494	-
Total culture and recreation	4,188,097	3,815,783	3,815,783	-
Conservation and natural resources				
Executive Office	527,019	528,394	528,394	-
Texas Cooperative Extension	460,261	338,294	338,294	-
Total conservation of natural resources	987,280	866,688	866,688	-
Urban and economic development				
Commissioner, Pct. No. 1	92,627	100,103	100,103	-
Commissioner, Pct. No. 2	302,874	369,941	369,941	-
Commissioner, Pct. No. 4	52,752	48,150	48,150	-
Urban County	-	2,564	2,564	-
Total urban and economic development	448,253	520,758	520,758	-
Debt service:				
Principal	-	839,548	839,548	-
Interest and fiscal charges	-	182,684	182,684	-
Total debt service	-	1,022,232	1,022,232	-
Total expenditures	168,760,263	181,294,960	173,576,195	7,718,765
Excess (deficiency) of revenues over (under) expenditures	(2,476,741)	(13,891,427)	2,356,548	16,247,975
OTHER FINANCING SOURCES (USES):				
Transfers out	(9,229,450)	(9,679,976)	(7,960,842)	1,719,134
Capital leases	-	487,582	487,582	-
Sale of capital assets	-	593	46,356	45,763
Total financing sources (uses)	(9,229,450)	(9,191,801)	(7,426,904)	1,764,897
Net change in fund balances	(11,706,191)	(23,083,228)	(5,070,356)	18,012,872
Fund balances at beginning of year	-	-	50,031,744	50,031,744
Fund balances at the end of year	\$(11,706,191)	\$(23,083,228)	\$ 44,961,388	\$ 68,044,616

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXASSTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
LOCAL PROVIDER PARTICIPATION
FOR THE YEAR ENDED DECEMBER 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Special assessments	\$ -	\$46,031,947	\$52,736,756	\$ 6,704,809
Interest	-	552	4,834	4,282
Total revenues	-	46,032,499	52,741,590	6,709,091
EXPENDITURES				
Health and welfare				
Human services	-	46,227,167	46,227,166	1
Total health and welfare	-	46,227,167	46,227,166	1
Total expenditures	-	46,227,167	46,227,166	1
Excess (deficiency) of revenues over (under) expenditures	-	(194,668)	6,514,424	6,709,092
OTHER FINANCING SOURCES (USES):				
Total financing sources (uses)	-	-	-	-
Net change in fund balances	-	(194,668)	6,514,424	6,709,092
Fund balances at beginning of year	-	-	194,668	194,668
Fund balances at the end of year	\$ -	\$ (194,668)	\$ 6,709,092	\$ 6,903,760

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXAS

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

DECEMBER 31, 2014

	Business Type Activities Enterprise Funds	Governmental Activities Internal Service Funds
	<u> </u>	<u> </u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 3,709,785	\$ 489,863
Restricted cash	66,902	-
Receivables (net of allowance for uncollectibles)		
Accounts	-	2,001,041
Due from other funds	15,787	3,777,717
Inventories	49,049	-
Prepays	-	188,143
Total current assets	<u>3,841,523</u>	<u>6,456,764</u>
Noncurrent assets:		
Loans	-	150,000
Capital assets (net of accumulated depreciation)		
Land	1,001,093	-
Machinery and equipment	54,355	44,674
Total capital assets (net of accumulated depreciation)	<u>1,055,448</u>	<u>44,674</u>
Total noncurrent assets	<u>1,055,448</u>	<u>194,674</u>
Total assets	<u>\$ 4,896,971</u>	<u>\$ 6,651,438</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 29,783	\$ 1,566,980
Salaries and benefits payable	19,855	27,746
Due to other funds	49,246	3,774,120
Due to other governments	4,098	-
Unearned revenue	-	872
Compensated absences payable	426	1,237
Claims and judgments payable	-	1,860,801
Capital leases	-	7,022
Landfill closure/ postclosure care costs	37,114	-
Total current liabilities	<u>140,522</u>	<u>7,238,778</u>
Noncurrent liabilities:		
Compensated absences payable	11,845	34,419
Claims and judgments payable	-	1,578,199
Capital leases	-	7,062
Landfill closure/ postclosure care costs	1,597,272	-
Total noncurrent liabilities	<u>1,609,117</u>	<u>1,619,680</u>
Total liabilities	<u>1,749,639</u>	<u>8,858,458</u>
NET POSITION		
Net investment in capital assets	1,055,448	30,591
Restricted	66,902	-
Unrestricted	2,024,982	(2,237,611)
Total net position	<u>\$ 3,147,332</u>	<u>\$ (2,207,020)</u>

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXASSTATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Business Type Activities Enterprise Funds	Governmental Activities Internal Service Funds
Operating revenues:		
Charges for services	\$ 1,390,313	\$ 26,004,641
Other	453	1,083,995
Total operating revenues	<u>1,390,766</u>	<u>27,088,636</u>
Operating expenses:		
Costs of services	535,713	22,037,326
Operating supplies	16,509	-
Administrative	438,112	4,474,850
Inmate	141,553	-
Depreciation	330	13,920
Total operating expenses	<u>1,132,217</u>	<u>26,526,096</u>
Operating income (loss)	258,549	562,540
Non-operating revenues (expenses):		
Investment earnings	-	76
Interest expense	-	(471)
Total non-operating revenues (expenses)	<u>-</u>	<u>(395)</u>
Income (loss) before contributions	258,549	562,145
Change in net position	258,549	562,145
Net position at beginning of year	2,888,783	(2,769,165)
Net position at end of year	<u>\$ 3,147,332</u>	<u>\$ (2,207,020)</u>

The accompanying notes are an integral part of this statement.



COUNTY OF HIDALGO, TEXAS

EXHIBIT A-11

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014

	Business Type Activities Enterprise Funds	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 1,390,596	\$ -
Receipts from interfund services provided	-	25,292,851
Payments to vendors	(679,325)	(3,971,462)
Payments to employees	(436,784)	(628,723)
Payments for interfund services used	-	(22,340,327)
Net cash provided (used) by operating activities	<u>274,487</u>	<u>(1,647,661)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets	(52,403)	-
Principal paid on capital debt	-	(6,001)
Interest paid on capital debt	-	(471)
Net cash provided (used) by capital and related financing activities	<u>(52,403)</u>	<u>(6,472)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends received	-	76
Net cash provided (used) by investing activities	<u>-</u>	<u>76</u>
Net increase (decrease) in cash and cash equivalents	222,084	(1,654,057)
Cash and cash equivalents, January 1	3,554,603	2,143,920
Cash and cash equivalents, December 31	<u>\$ 3,776,687</u>	<u>\$ 489,863</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 258,549	\$ 562,540
Adjustments not affecting cash:		
Landfill closure & post-closure costs	(5,544)	-
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	330	13,920
(Increase) decrease in accounts receivable	-	(1,997,229)
(Increase) decrease in due from other funds	249	(1,272,730)
(Increase) decrease in due from others	-	260,834
(Increase) decrease in inventory	(20,921)	-
(Increase) decrease in prepaids	-	(188,143)
Increase (decrease) in salaries and fringe benefits payable	2,913	2,118
Increase (decrease) in accounts payable	11,512	57,779
Increase (decrease) in due to other governments	1,186	-
Increase (decrease) in due to other funds	26,896	1,274,738
Increase (decrease) in unearned revenue	-	(61,772)
Increase (decrease) in claims and judgments	-	(303,000)
Increase (decrease) in compensated absences payable	(683)	3,284
Total adjustments	<u>15,938</u>	<u>(2,210,201)</u>
Net cash provided (used) by operating activities	<u>\$ 274,487</u>	<u>\$ (1,647,661)</u>
Noncash operating activities:		
Closure & post-closure costs for inflation adjustment see Exhibit C-81	\$ 24,153	\$ -
Noncash capital and financing activities:		
Capital lease see Exhibit C-84	-	5,960
Total noncash activities	<u>\$ 24,153</u>	<u>\$ 5,960</u>

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXAS

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

DECEMBER 31, 2014

	Pension Trust Funds	Private Purpose Trust Funds	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 863	\$ 16,244,332	\$ 101,960,407
Certificates of deposit	-	24,254,893	70,000
Investments at fair value			
Mutual funds	22,939,512	-	-
Participant loans	1,426,386	-	-
Accounts receivable	6,864	20,712	17,640,439
Other receivables	-	-	2,904
Due from other governments	-	-	72,691
Due from others	-	51	114,993
Capital assets (net of accumulated depreciation)	-	4,485,371	-
Total assets	<u>\$ 24,373,625</u>	<u>\$ 45,005,359</u>	<u>\$ 119,861,434</u>
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ 2,309,357
Salaries and benefits payable	-	-	448,321
Due to other governments	-	-	85,472,376
Due to others	-	55,809	31,515,551
Deposits	-	-	115,829
Total liabilities	<u>-</u>	<u>55,809</u>	<u>119,861,434</u>
NET POSITION			
Held in trust for others	-	44,949,550	-
Restricted for pensions	24,373,625	-	-
Total net position	<u>\$ 24,373,625</u>	<u>\$ 44,949,550</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

COUNTY OF HIDALGO, TEXASSTATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>
ADDITIONS		
Contributions:		
Retirement contributions	\$ 2,531,993	\$ -
Unclaimed property	-	9,273
Bail bond surety collateral	-	1,592,322
Confiscations	-	6,028,445
Registry	-	115,812,609
Inmate property	-	2,610,588
Various boards	-	10,679
Section 108 loans	-	24,374
Bail bond inmates	-	610,394
Fees and fines-inmates	-	58,781
Investment earnings:		
Unrealized gain	721,926	-
Other income	73,443	-
Total additions	<u>3,327,362</u>	<u>126,757,465</u>
DEDUCTIONS		
Benefits paid	2,485,551	-
Other	3,280	-
Released collateral	-	1,450,420
Forfeitures	-	13,147,634
Judgments	-	108,357,679
Release of inmate property	-	2,616,400
Various boards	-	3,908
Release bail bond inmates	-	610,394
Release fees and fines inmates	-	58,781
Total deductions	<u>2,488,831</u>	<u>126,245,216</u>
Change in net position	838,531	512,249
Net position at beginning of the year	<u>23,535,094</u>	<u>44,437,300</u>
Net position at end of the year	<u>\$ 24,373,625</u>	<u>\$ 44,949,550</u>

The accompanying notes are an integral part of this statement.

