

PROPRIETARY FUNDS

Proprietary funds are used to account for a government's business-type activities. There are two different types of proprietary funds: enterprise funds and internal service funds.

Enterprise funds are used to report any activity for which a fee is charged to external users for goods or services.

Internal service funds are used to report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or to other governments, on a cost-reimbursement basis.

COUNTY OF HIDALGO, TEXAS
Proprietary Funds
December 31, 2014

Enterprise Funds

Landfill Services

This fund is used to account for the closure and post-closure care costs of the County's landfill site in Precinct No. 3 (MSW 1727), Precinct No. 3 landfill tire storage facility (6200744), and the landfill site in Precinct No. 4 (MSW 1593A).

Jail Commissary

This fund is used to account for services provided to the jail inmate population.

Internal Service Funds

Self Funded Workers' Compensation

This fund is used to account for employer contributions set aside to cover claims resulting from on the job injuries sustained by County employees.

Self Funded Health Benefits

This fund is used to account for employee and employer contributions set aside to cover medical claims sustained by insured County employees and County employees' dependents.



COUNTY OF HIDALGO, TEXAS
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2014

EXHIBIT C-79

	Sanitary Landfill	Jail Commissary	Total Nonmajor Enterprise Funds (See Exhibit A-9)
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 853,293	\$ 2,856,492	\$ 3,709,785
Restricted cash	66,902	-	66,902
Receivables (net of allowance for uncollectibles)			
Due from other funds	-	15,787	15,787
Inventories	-	49,049	49,049
Total current assets	920,195	2,921,328	3,841,523
Noncurrent assets:			
Capital assets (net of allowance for uncollectibles)			
Land	1,001,093	-	1,001,093
Machinery and equipment	-	54,355	54,355
Total capital assets (net of accumulated depreciation)	1,001,093	54,355	1,055,448
Total noncurrent assets	1,001,093	54,355	1,055,448
Total assets	\$ 1,921,288	\$ 2,975,683	\$ 4,896,971
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 1,388	\$ 28,395	\$ 29,783
Salaries and benefits payable	-	19,855	19,855
Due to other funds	29,697	19,549	49,246
Due to other governments	-	4,098	4,098
Compensated absences payable	-	426	426
Landfill closure/ postclosure care costs	37,114	-	37,114
Total current liabilities	68,199	72,323	140,522
Noncurrent liabilities:			
Compensated absences payable	-	11,845	11,845
Landfill closure/ postclosure care costs	1,597,272	-	1,597,272
Total noncurrent liabilities	1,597,272	11,845	1,609,117
Total liabilities	1,665,471	84,168	1,749,639
NET POSITION			
Net investment in capital assets	1,001,093	54,355	1,055,448
Restricted	66,902	-	66,902
Unrestricted	(812,178)	2,837,160	2,024,982
Total net position	\$ 255,817	\$ 2,891,515	\$ 3,147,332

COUNTY OF HIDALGO, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

EXHIBIT C-80

	Sanitary Landfill	Jail Commissary	Total Nonmajor Enterprise Funds (See Exhibit A-10)
Operating revenues:			
Charges for services	\$ -	\$ 1,390,313	\$ 1,390,313
Other	-	453	453
Total operating revenues	<u>-</u>	<u>1,390,766</u>	<u>1,390,766</u>
Operating expenses:			
Costs of services	24,153	511,560	535,713
Operating supplies	-	16,509	16,509
Administrative	-	438,112	438,112
Inmate	-	141,553	141,553
Depreciation	-	330	330
Total operating expenses	<u>24,153</u>	<u>1,108,064</u>	<u>1,132,217</u>
Operating income (loss)	(24,153)	282,702	258,549
Non-operating revenues (expenses):			
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss) before contributions	(24,153)	282,702	258,549
Change in net position	(24,153)	282,702	258,549
Net position at beginning of year	279,970	2,608,813	2,888,783
Net position at end of year	<u>\$ 255,817</u>	<u>\$ 2,891,515</u>	<u>\$ 3,147,332</u>



COUNTY OF HIDALGO, TEXAS

EXHIBIT C-81

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Landfill Services	Jail Commissary	Total Nonmajor Enterprise Funds (See Exhibit A-11)
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ -	\$ 1,390,596	\$ 1,390,596
Payments to vendors	-	(679,325)	(679,325)
Payments to employees	-	(436,784)	(436,784)
Net cash provided (used) by operating activities	<u>-</u>	<u>274,487</u>	<u>274,487</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	-	(52,403)	(52,403)
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>(52,403)</u>	<u>(52,403)</u>
Net increase (decrease) in cash and cash equivalents	-	222,084	222,084
Cash and cash equivalents, January 1	920,195	2,634,408	3,554,603
Cash and cash equivalents, December 31	<u>\$ 920,195</u>	<u>\$ 2,856,492</u>	<u>\$ 3,776,687</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (24,153)	\$ 282,702	\$ 258,549
Adjustments not affecting cash:			
Landfill closure & post-closure costs	(5,544)	-	(5,544)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	-	330	330
(Increase) decrease in due from other funds	-	249	249
(Increase) decrease in inventory	-	(20,921)	(20,921)
Increase (decrease) in salaries and fringe benefits payable	-	2,913	2,913
Increase (decrease) in accounts payable	-	11,512	11,512
Increase (decrease) in due to other governments	-	1,186	1,186
Increase (decrease) in due to other funds	29,697	(2,801)	26,896
Increase (decrease) in compensated absences payable	-	(683)	(683)
Total adjustments	<u>24,153</u>	<u>(8,215)</u>	<u>15,938</u>
Net cash provided by operating activities	<u>\$ -</u>	<u>\$ 274,487</u>	<u>\$ 274,487</u>
Noncash operating activities:			
Closure & post-closure costs for inflation adjustment see Exhibit C-80.	\$ 24,153	\$ -	\$ 24,153
Total noncash change in landfill closure & post-closure costs	<u>\$ 24,153</u>	<u>\$ -</u>	<u>\$ 24,153</u>

COUNTY OF HIDALGO, TEXAS
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2014

EXHIBIT C-82

	Self Funded Health Benefits	Self Funded Workers' Compensation	Total Internal Service Funds (See Exhibit A-9)
ASSETS			
Current assets			
Cash and cash equivalents	\$ -	\$ 489,863	\$ 489,863
Receivables (net of allowance for uncollectibles)			
Accounts	1,875,057	125,984	2,001,041
Due from other funds	19,549	3,758,168	3,777,717
Prepays	-	188,143	188,143
Total current assets	<u>1,894,606</u>	<u>4,562,158</u>	<u>6,456,764</u>
Noncurrent assets:			
Loans	-	150,000	150,000
Capital assets (net of accumulated depreciation)			
Machinery and equipment	4,768	39,906	44,674
Total capital assets (net of accumulated depreciation)	<u>4,768</u>	<u>39,906</u>	<u>44,674</u>
Total noncurrent assets	<u>4,768</u>	<u>189,906</u>	<u>194,674</u>
Total assets	<u><u>\$ 1,899,374</u></u>	<u><u>\$ 4,752,064</u></u>	<u><u>\$ 6,651,438</u></u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 1,458,042	\$ 108,938	\$ 1,566,980
Salaries and benefits payable	15,642	12,104	27,746
Due to other funds	3,758,305	15,815	3,774,120
Unearned revenue	-	872	872
Compensated absences payable	928	309	1,237
Claims and judgments payable	1,458,000	402,801	1,860,801
Capital leases	1,965	5,057	7,022
Total current liabilities	<u>6,692,882</u>	<u>545,896</u>	<u>7,238,778</u>
Noncurrent liabilities:			
Compensated absences payable	25,812	8,607	34,419
Claims and judgments payable	-	1,578,199	1,578,199
Capital leases	2,721	4,341	7,062
Total noncurrent liabilities	<u>28,533</u>	<u>1,591,147</u>	<u>1,619,680</u>
Total liabilities	<u><u>6,721,415</u></u>	<u><u>2,137,043</u></u>	<u><u>8,858,458</u></u>
NET POSITION			
Net investment in capital assets	83	30,508	30,591
Unrestricted	(4,822,124)	2,584,513	(2,237,611)
Total net position	<u><u>\$ (4,822,041)</u></u>	<u><u>\$ 2,615,021</u></u>	<u><u>\$ (2,207,020)</u></u>

COUNTY OF HIDALGO, TEXAS**EXHIBIT C-83**

COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Self Funded Health Benefits	Self Funded Workers' Compensation	Total Internal Service Funds (See Exhibit A-10)
Operating revenues:			
Charges for services	\$ 24,335,987	\$ 1,668,654	\$ 26,004,641
Other	1,052,408	31,587	1,083,995
Total operating revenues	<u>25,388,395</u>	<u>1,700,241</u>	<u>27,088,636</u>
Operating expenses:			
Costs of services	20,783,203	1,254,123	22,037,326
Administrative	3,866,648	608,202	4,474,850
Depreciation	4,865	9,055	13,920
Total operating expenses	<u>24,654,716</u>	<u>1,871,380</u>	<u>26,526,096</u>
Operating income (loss)	733,679	(171,139)	562,540
Non-operating revenues (expenses):			
Investment earnings	-	76	76
Interest expense	(118)	(353)	(471)
Total non-operating revenues (expenses)	<u>(118)</u>	<u>(277)</u>	<u>(395)</u>
Income (loss) before contributions	733,561	(171,416)	562,145
Change in net position	733,561	(171,416)	562,145
Net position at beginning of year	(5,555,602)	2,786,437	(2,769,165)
Net position at end of year	<u>\$ (4,822,041)</u>	<u>\$ 2,615,021</u>	<u>\$ (2,207,020)</u>



COUNTY OF HIDALGO, TEXAS

EXHIBIT C-84

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Self-Funded Health Benefits	Self-Funded Workers' Compensation	Total Internal Service Funds (see Exhibit A-11)
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund services provided	\$ 23,716,921	\$ 1,575,930	\$ 25,292,851
Payments to vendors	(2,272,612)	(1,698,850)	(3,971,462)
Payments to employees	(362,483)	(266,240)	(628,723)
Payments for interfund services used	(21,080,202)	(1,260,125)	(22,340,327)
Net cash provided (used) by operating activities	<u>1,624</u>	<u>(1,649,285)</u>	<u>(1,647,661)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal paid on capital debt	(1,506)	(4,495)	(6,001)
Interest paid on capital debt	(118)	(353)	(471)
Net cash provided (used) by capital and related financing activities	<u>(1,624)</u>	<u>(4,848)</u>	<u>(6,472)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	-	76	76
Net cash provided (used) by investing activities	<u>-</u>	<u>76</u>	<u>76</u>
Net increase (decrease) in cash and cash equivalents	-	(1,654,057)	(1,654,057)
Cash and cash equivalents, January 1	-	2,143,920	2,143,920
Cash and cash equivalents, December 31	<u>\$ -</u>	<u>\$ 489,863</u>	<u>\$ 489,863</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 733,679	\$ (171,139)	\$ 562,540
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	4,865	9,055	13,920
(Increase) decrease in accounts receivable	(1,873,167)	(124,062)	(1,997,229)
(Increase) decrease in due from other funds	2,632	(1,275,362)	(1,272,730)
(Increase) decrease in due from others	260,834	-	260,834
(Increase) decrease in prepaids	-	(188,143)	(188,143)
Increase (decrease) in salaries and fringe benefits payable	1,194	924	2,118
Increase (decrease) in accounts payable	(47,129)	104,908	57,779
Increase (decrease) in due to other funds	1,275,244	(506)	1,274,738
Increase (decrease) in unearned revenue	(61,772)	-	(61,772)
Increase (decrease) in claims and judgments	(297,000)	(6,000)	(303,000)
Increase (decrease) in compensated absences payable	2,244	1,040	3,284
Total adjustments	<u>(732,055)</u>	<u>(1,478,146)</u>	<u>(2,210,201)</u>
Net cash provided (used) by operating activities	<u>\$ 1,624</u>	<u>\$ (1,649,285)</u>	<u>\$ (1,647,661)</u>
Noncash capital and financing activities:			
Capital lease	5,960	-	5,960
Total noncash acquisition of capital leases	<u>\$ 5,960</u>	<u>\$ -</u>	<u>\$ 5,960</u>

