

*Chambers County, Texas*  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2018*



*COMPREHENSIVE  
ANNUAL FINANCIAL REPORT*

of

**CHAMBERS COUNTY, TEXAS**

For the Year Ended  
December 31, 2018

Prepared by:  
County Auditor's Office

Tony Sims  
County Auditor

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# CHAMBERS COUNTY, TEXAS

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***INTRODUCTORY SECTION***

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# CHAMBERS COUNTY AUDITOR

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Tony Sims

P.O. Box 910 Anahuac, Texas 77514

(409) 267-2405

July 31, 2019

To the Honorable County Judge and  
Members of the Commissioners' Court of  
Chambers County, Texas and  
Citizens of Chambers County, Texas:

The County Auditor's office is pleased to submit the Comprehensive Annual Financial Report (CAFR) for Chambers County, Texas (the "County") for the fiscal year ended December 31, 2018.

This report was prepared to provide the District Judges, Commissioners' Court, County staff, our citizens, our bondholders, and other interested parties with detailed information concerning the financial condition and activities of the County government. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including disclosures, rests with the County. We believe the data as presented is accurate in all material respects, and is presented in a manner designed to fairly present the financial position and results of County operations as measured by the financial activity of its various funds. We also believe that all disclosures necessary to enable the reader to gain a reasonable understanding of the County's financial affairs are included.

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. These controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management. We believe that the County's current system of internal controls adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

The County financial statements were audited by Belt Harris Pechacek, LLLP, Certified Public Accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2018 are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the financial statements for the year ended December 31, 2018 are fairly presented in conformity with Generally Accepted Accounting Principles (GAAP). The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the County's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair representation of the financial statements, but also on the County's internal controls and compliance with legal requirements, with special emphasis on internal controls and compliance with legal requirements involving the administration of federal awards.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with the MD&A. The MD&A can be found in the Financial Section of the CAFR.

## **PROFILE OF THE COUNTY**

The County was created in 1838 and is located in southeast Texas bordered by Harris, Jefferson, Galveston, and Liberty Counties. The County occupies an area of 613.5 square miles of land and 294.4 square miles of water and serves a population of approximately 42,454 in 2018.

The County operates as specified under the Constitution of the State of Texas and in accordance with the provisions of the State Statutes of Texas, which provide for a Commissioners' Court consisting of the County Judge and four Commissioners, each of whom is elected from four geographical precincts. The County Judge is elected for a four-year term and the Commissioners for four-year staggered terms. The Commissioners' Court establishes policies for County operations, approves contracts for the County, adopts the County budget, and sets the tax rate.

The County Auditor has responsibility for prescribing the systems and procedures for handling the finances of the County and examining, auditing, and approving all disbursements from County funds prior to submission to the Commissioners' Court for approval.

The financial reporting entity of the County includes all of the funds for the County. The County provides a full range of services including police protection, legal and judicial services, and construction and maintenance of roads and bridges. The transactions of all elected county, district, and precinct officers are also included. Although these officials are responsible solely to the electorate, the officials receive funding for the operation of their departments from the Commissioners' Court, which has discretion over those expenditures.

The annual budget serves as the foundation for Chambers County's financial planning and control. All County departments are required to submit budget requests to the County Judge each year. Commissioners' Court is required to hold public hearings on a proposed budget. The County adopts a final budget prior to setting the ad valorem tax rate, normally finalized by September 30 of each year. The appropriated budget is prepared by fund, department, and category. All transfers of appropriations, either between departments or within an individual department's budget, require approval of Commissioners' Court. Budget-to-actual comparisons are provided in this report for the general, debt service, health service sales tax, road and bridge funds, and certain special revenue funds.

## **FACTORS AFFECTING FINANCIAL CONDITION**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the environment within which the County operates.

**Local Economy** – The County is diverse in its economic makeup. Government is a significant job source for the area, while additional employment focuses on agribusiness including ranching, rice and soybean farming, and also the commercial fishing industry. Throughout the County, there are numerous petrochemical plants, construction and service industries, tourist attractions, and a growing number of retail and manufacturing businesses, which all play a part in the County's economy. The increase in oil and gas production throughout Texas has resulted in several major plant expansion projects in west Chambers County in the Mont Belvieu area.

The County remains the hub of stability on the east side of the Houston, Texas area, particularly in the midstream petrochemical sector. The Mont Belvieu fractionation complex, the geology of which provides significant competitive advantages, will likely fuel additional investments for projects along the Gulf Coast and in Chambers County. Mont Belvieu's salt dome formations and expansive integrated pipeline linkages with US shale fields, make Mont Belvieu the focal point of the Gulf Coast petrochemical boom. Expansion and integration in fractionation and pipeline capacity are driven by takeaways from the Bakken, Marcellus, Eagleford shale plays,

and the ever-productive Permian Basin. ONEOK, Targa Resources, Enterprise Products, Lone Star NGL, and Energy Transfer Partners have all announced and are moving forward with a variety of midstream petrochemical projects in 2018, investments in and/or linked to Chambers County. Notable developments during 2018 are summarized below:

### **Midstream Petrochemicals**

Enterprise Products Partners L.P. (“Enterprise”) and Navigator Holdings Ltd. announced a 50/50 joint venture to construct an ethylene export terminal that will be located at Enterprise’s Morgan’s Point, Texas facility on the Houston Ship Channel. The terminal will have the capacity to export approximately 2.2 billion pounds of ethylene per year. Enterprise is building a new ethylene pipeline from Mont Belvieu to Bayport, Texas, scheduled to begin service in 2020. The section from Mont Belvieu to Morgan’s Point is scheduled to be in service in 2019 and is linked to the high-capacity ethylene salt dome storage facility Enterprise is developing at its complex in Mont Belvieu, scheduled to begin service in the second quarter of 2019. The new export terminal will facilitate continued growth of domestic ethylene production, which is expected to reach 90 billion pounds per year by 2021. In addition, the terminal will promote supply diversification for expanding markets like Asia, which rely on cost-advantaged U.S. feedstocks:

- Enterprise announced its plans to construct 2 new Natural Gas Liquids (NGL) fractionators adjacent to its Mont Belvieu complex. Fractionators 10 and 11 are expected to come online in 2020. Capital investment is estimated to be \$790 million and enroll 25 full-time employees. Feasibility analysis is in progress for 2 additional Propane Dehydrogenation (PDH) facilities.

This is in addition to completing the Isobutane Dehydrogenation (iBDH) facility, Fractionator 9, and the Propane Dehydrogenation (PDH) facility, announced in 2017, an approximately \$1.9 billion in capital investment.

ONEOK is moving forward with announced plans to invest \$2.3 billion through year 2020 to construct a new 400,000 barrels-per-day (bpd) NGL pipeline that will create additional NGL transportation capacity between its Mid-Continent infrastructure in Oklahoma and its existing facilities in Mont Belvieu:

- In complement, ONEOK will invest in 3 new 125,000 bpd NGL fractionators in Mont Belvieu (MB4, MB5, and MB6). Capital investment is estimated to be \$750 million.
- ONEOK will also invest \$250 million on an expansion of its Arbuckle II NGL pipeline to the Mont Belvieu storage and processing hub.

Targa Resources is proceeding with its announced \$1.1 billion development joint venture with Stonepeak Infrastructure Partners:

- Integral components of the venture are the addition of 4 100,000 bpd fractionation trains at its Mont Belvieu complex. Fractionators 7 and 8 will be up and running by mid-2020. The estimated capital investment totals \$950 million.

Lone Star NGL started construction of its sixth fractionator in 2018, a \$265 million investment. It also announced intent to construct its seventh and eighth fractionators, an additional \$530 million investment:

- Energy Transfer also said it is expanding its Lone Star Express NGL pipeline system by adding a new 352-mile pipeline from the Permian Basin to the Fort Worth area. The existing pipeline network extends to Mont Belvieu. The project is expected to be completed by the end of 2020.

### **Downstream Petrochemicals**

Covestro LLC announced its intent to construct a new world-scale \$1.7 billion methylene diphenyl diisocyanate (MDI) facility at its Chambers County / Baytown extraterritorial jurisdiction (ETJ) campus. The global MDI

market is expected to grow by about 5% per year in the long-term, outgrowing the world's global domestic product (GDP) by about 2 percentage points.

- Total capacity of the new facility will be 500 kilotons per year. Production start is expected in 2024, extending Covestro's regional and global MDI leadership position. The investment at the Chambers County site is the largest single investment in the history of Covestro.

### **Manufacturing**

JSW (USA), Inc. started a significant expansion at its facility in the Cedar Port Industrial Park, located in west Chambers County. JSW will invest \$500 million in what is described as a world-scale facility, creating 500 new jobs, while retaining 400.

### **Logistics**

Increased plastics production is driving the agglomeration of logistics and distribution providers in Baytown-West Chambers County. Avera, Talke, Katoen Natie, Ravago, Vinmar, Plantgistix, PBP, DHL, and Palmer Logistics have constructed over 5.5 million square feet of warehouse space to accommodate the export of massive amounts of polyethylene through the Port of Houston. Gulf Coast chemical companies are continuing to ramp up resin production reaching an estimated 54 million metric tons of resin per year by 2020, much of which will be exported.

- Plastic Bagging and Packaging (PBP) plans a new distribution center at Cedar Port Industrial Park. Under construction is a 519,224 square-foot, rail-served distribution center for PBP, an international producer of plastic bagging materials and provider of packaging services.
- Clay Development, which delivered the 1-million square foot Ikea development in 2016, will develop a 700,000 square-foot spec distribution center in the Cedar Port Industrial Park. Construction started in December and will be delivered in summer 2019.

### **Mixed-Use Development**

Major retail expansion continued on the west side of the County:

- Fidelis Realty and H-E-B proceeded with the new 87,000 square foot H-E-B grocery center, which opened in April 2018 as part of a planned 285,000 square foot retail center, encompassing 41 acres. Several quick-service and fast casual restaurants were under development at year's end.
- Wismer Distributing opened its 186,000 square foot headquarters facility in February 2018.
- Kilgore Park, a 200-acre mixed-use project by Kilgore Park LLC, is moving forward. The development includes 494 single-family residential lots, 34 acres of commercial allocation, 2 multi-family projects under construction (460 units), and sections set aside for luxury townhomes.
- Chambers Town Center, located at IH-10 and SH-146, continues to flourish.

The year 2000 census for the County reported the population at 26,031. The year 2010 census reported a population of 35,096. That reflects an increase of over 9,000, or almost 35 percent, over 2000. The population growth has spurred a major increase in home developments on the west side of the County. Population estimates for 2018 are 42,454, representing approximately 21% over 2010 census.

The 2014 tax year property values were certified at \$7.6 billion, a ten percent increase over 2013. The 2015 tax year property values were certified at \$8.1 billion, a seven percent increase over 2014. The 2016 tax year property values were certified at \$8.0 billion, a two percent decrease from 2015. The 2017 tax year property values were

certified at just under \$8.8 billion, just under a ten percent increase from 2016, and 2018 tax year property values were certified at just under \$9.5 billion, an eight percent increase from 2017. Increased growth in the County, along with numerous tax abatement expirations, will provide a steady increase in revenues for the foreseeable future.

**Environmental** – Environmentally, the County is in viable condition, having suffered relatively little natural degradation and alteration from outside development. The salt grass prairie marsh and the shoreline around Galveston and Trinity Bays host a rich wildlife community attracting hunters, bird watchers, and other outdoor enthusiasts. Anahuac National Wildlife Refuge and the Moody National Wildlife Refuge, combined with the State of Texas’ Candy Abshier Wildlife Management Area and the US Army Corps of Engineer’s Trinity Island Recreation Area, create an area of over 58,000 acres of sustained natural resources. The Chambers County Parks System includes over 260 acres of developed parks and recreational areas mainly being located along the County’s 164 miles of navigable waterways. As a result of the existing environmental quality and the abundance of natural resources, the County remains positioned for continued growth and prosperity.

**Long-Term Financial Planning** – The County records reflect a modest debt level and a much improved reserve level that have resulted from conservative fiscal management practices. The County practices conservative budgeting and adopts a fund balance policy that requires the County to maintain an unassigned fund balance in the General Fund not less than 25 percent of annual expenditures. For fiscal year 2018, the County’s unassigned General Fund fund balance is sufficient to fund annual appropriated expenditures at well above this required level.

**Cash Management** – The County annually adopts a formal investment policy that is consistent with the Public Funds Investment Act and Public Funds Collateral Act. The County follows the “prudent person rule” in investment decisions. The objectives of the County Investment Policy are to ensure the safety of the principal, maintain adequate liquidity, and yield the highest possible return subject to the first two principals. Cash was invested according to policy guidelines in fiscal year 2018. The County depository contract is with Prosperity Bank, with local branches in Winnie, Texas and Mont Belvieu, Texas.

**Risk Management** – The County provides for property loss exposures through commercial insurance coverage, which includes property damage on most facilities to include fire and extended coverage for windstorm, general liability, automobile liability, select equipment and automobile physical damage, aviation damage and liability, law enforcement liability, officials’ errors and omissions liability, and liability of certain construction projects as needed. Coverage provides officials and employees with the right to be reimbursed for damages, court costs, and costs of legal defense of suits in certain circumstances when related to their official County duties.

The County purchases liability insurance and claims administration services for workers’ compensation from a third-party administrator. A safety committee meets periodically to address safety issues and provides recommendations for Commissioners’ Court consideration. The safety committee consists of at least one employee representative from each major County department. Additionally, in 2018, Commissioners’ Court maintained a full-time safety coordinator to supervise safety improvement initiatives.

**Pension and Other Postemployment Benefits** – The County provides retirement, disability, and death benefits for all its employees through a non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). Specific plan provisions are adopted by the County within the options available in the State statutes governing the TCDRS. Benefit amounts are determined by the sum of the employee’s contributions to TCDRS, with interest, and employer-financed monetary credits. The level of monetary credits is adopted within the actuarial constraints imposed by the TCDRS Act, and with a focus on the funded ratio, so that the resulting benefits can be expected to be adequately funded. Detailed information on the retirement plan and other postemployment benefits can be found in the notes to the financial statements. The County has implemented changes in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (GASB 75) and they are discussed in detail in the notes section of this report.

## AWARDS AND ACKNOWLEDGEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Chambers County, Texas for its CAFR for the fiscal year ended December 31, 2017. This was the fourth consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the County had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable program requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current CAFR continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

## CREDIT RATING

In 2018, the County maintained its Standard & Poor's Rating of "AA" and received a credit rating increase from Moody's Investor Services from A1, up to Aa3.

## OTHER INFORMATION

**Financial Transparency** – For 2018, Chambers County was proud to be recognized again by the Texas Comptroller of Public Accounts under the "Traditional Finances Transparency Star," the "Debt Obligations Transparency Star," and the "Public Pensions Transparency Star," programs. These programs recognize government entities that accomplish the following:

- Open their books, not only in their traditional finances, but also in the areas of contracts and procurement, economic development, public pensions, and debt obligations.
- Provide clear and meaningful financial information, not only by posting financial documents, but also through summaries, visualizations, downloadable data, and other relevant information.

The County maintains a financial transparency page on its website and will expand its participation in the Transparency Stars program in future years.

**Independent Audit** – In compliance with Texas Local Government Code Section 115.045, the County's financial records have been audited by independent certified public accountants and their report has been included in this report.

**Acknowledgments** – We express our appreciation and thanks to the District Judges, members of Commissioners' Court and all County employees who have given their support in planning and conducting the financial operations of the County in a fiscally responsible manner. A special recognition should be given to the efficient and dedicated efforts of the County Auditor's staff, without whom this preparation would not be possible. We also express our gratitude to the accounting firm of Belt Harris Pechacek, LLLP, Certified Public Accountants, for sharing their knowledge and extending their cooperation and support to the County Auditor's Office.

Respectfully submitted,



Tony Sims  
County Auditor

**CHAMBERS COUNTY, TEXAS**  
*CERTIFICATE OF ACHIEVEMENT FOR  
EXCELLENCE IN FINANCIAL REPORTING*



Government Finance Officers Association

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

Presented to

**Chambers County  
Texas**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2017**

*Christopher P. Morill*

Executive Director/CEO

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**CHAMBERS COUNTY, TEXAS**  
**LIST OF ELECTED AND APPOINTED OFFICIALS**  
December 31, 2018

**COMMISSIONERS' COURT:**

Jimmy Sylvia	County Judge
Jimmy Gore	Commissioner, Precinct #1
Larry George	Commissioner, Precinct #2
Gary R. Nelson	Commissioner, Precinct #3
A.R. Rusty Senac	Commissioner, Precinct #4

**JUDICIAL:**

Cheryl Lieck	District Attorney
Patti Henry	District Clerk

**COUNTY COURT AT LAW:**

Scott Peal	County Attorney
Heather H. Hawthorne	County Clerk

**JUSTICE COURTS:**

Yale Devillier	Justice of Peace, Precinct #1
Randy Van Deventer	Justice of Peace, Precinct #2
Tracy Woody	Justice of Peace, Precinct #3
Blake Sylvia	Justice of Peace, Precinct #4
R.M. "Bob" Wallace, Sr.	Justice of Peace, Precinct #5
Larry Cryer	Justice of Peace, Precinct #6

**LAW ENFORCEMENT:**

Brian Hawthorne	County Sheriff
Dennis Dugat	Constable, Precinct #1
Don R. Langford	Constable, Precinct #2
Donnie Standley	Constable, Precinct #3
Ben L. "Butch" Bean	Constable, Precinct #4
Cecil R. "Popeye" Oldham	Constable, Precinct #5
Robert Barrow	Constable, Precinct #6

**FINANCIAL ADMINISTRATION:**

Denise Hutter	Tax Assessor/Collector
Nicole Whittington	County Treasurer
Tony Sims	County Auditor*

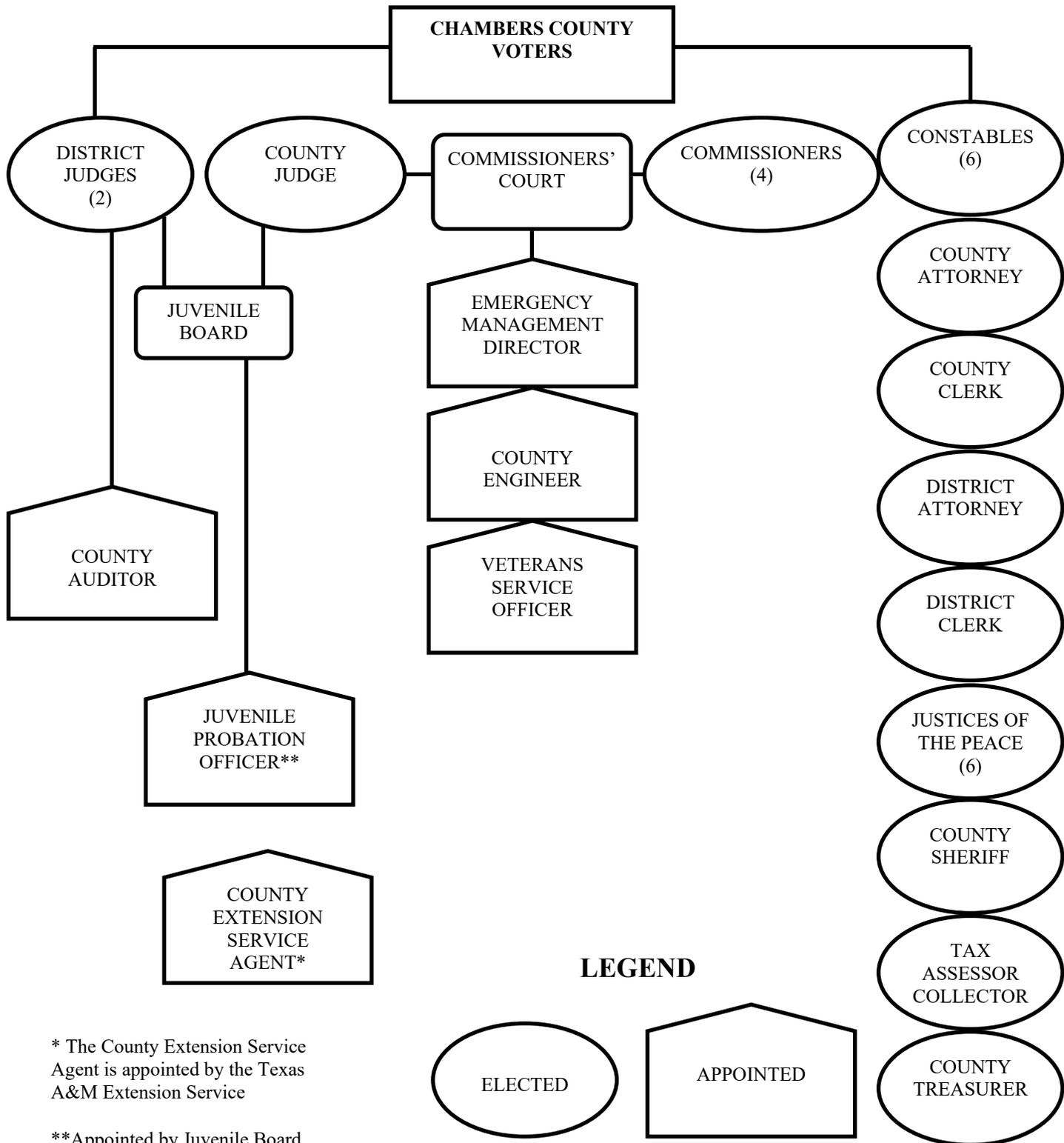
\*Designated appointed official. All others are elected.

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# CHAMBERS COUNTY, TEXAS

## ORGANIZATIONAL CHART

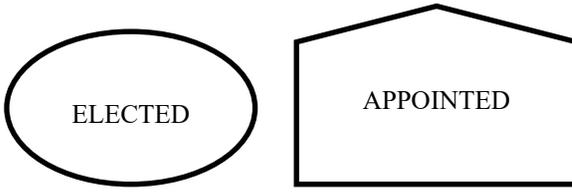
December 31, 2018



\* The County Extension Service Agent is appointed by the Texas A&M Extension Service

\*\*Appointed by Juvenile Board

### LEGEND



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***FINANCIAL SECTION***

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## ***INDEPENDENT AUDITORS' REPORT***

To the Honorable County Judge and  
Members of the Commissioners' Court of  
Chambers County, Texas:

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chambers County, Texas (the "County") as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditors' Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Emphasis of Matter**

### *Change in Accounting Principle*

In 2018, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, schedule of changes in net pension and other postemployment benefits (OPEB) liabilities and related ratios, and schedule of contributions, identified as Required Supplementary Information on the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Required Supplementary Information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining statements and schedules, and statistical section are presented for purposes of additional analysis and are not required parts of the basic financial statements.

The combining statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 31, 2019 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 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.

*BELT HARRIS PECHACEK, LLLP*

Belt Harris Pechacek, LLLP  
*Certified Public Accountants*  
Houston, Texas  
July 31, 2019

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***MANAGEMENT'S DISCUSSION AND ANALYSIS***

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**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2018**

The Statement of Activities presents information showing how the County's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows – the accrual method rather than modified accrual that is used in the fund level statements.

The Statement of Net Position and the Statement of Activities divide the County's financials into two classes of activities:

1. *Governmental Activities* – Most of the County's basic services are reported here including general government, financial administration, justice system, health and welfare, culture and recreational, law enforcement and public safety, and transportation. Interest payments on the County's debt are also reported here. Property tax, fees, fines and forfeitures, and other revenue finance most of these activities.
2. *Business-Type Activities* – Services involving a fee for those services are reported within this class. These services include the County's solid waste collection, airport, and golf course.

The government-wide financial statements can be found after the MD&A.

## **FUND FINANCIAL STATEMENTS**

Funds may be considered as operating companies of the parent corporation, which is the County. They are usually segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance related legal reporting requirements. The three categories of County funds are governmental, proprietary, and fiduciary.

### **Governmental Funds**

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

The County maintains 59 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general, road and bridge, debt service and capital project 02 construction funds, which are considered to be major funds for reporting purposes. The debt service did not meet the technical criteria to be presented as a major fund; however, due to its significance, the County has elected to present it as such.

The County adopts an annual appropriated budget for its general, road and bridge, debt service, and select special revenue funds. Budgetary comparison schedules have been provided for the general, road and bridge, debt service, and select special revenue funds to demonstrate compliance with these budgets.

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2018**

**Proprietary Funds**

The County maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its solid waste collection, airport, and golf course. The proprietary fund financial statements provide separate information for the solid waste collection, airport, and golf course. The solid waste fund did not meet the technical criteria to be presented as a major fund; however, due to its significance, the County has elected to present it as such. The basic proprietary fund financial statements can be found in the basic financial statements of this report.

The County also uses an internal service fund to account for its medical benefits. This internal service fund has been included within governmental activities in the government-wide financial statements.

**Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County maintains 16 agency funds and one trust fund. The County's fiduciary activities are reported separately and can be found just before the footnotes in this report.

**Notes to Financial Statements**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are the last section of the basic financial statements.

**Other Information**

In addition to basic financial statements, this MD&A, and accompanying notes, this report also presents certain Required Supplementary Information (RSI). The RSI includes budgetary comparison schedules for the general fund, and road and bridge fund, as well as schedules of changes in net pension and total other postemployment benefit liabilities and, related ratios, and schedule of contributions for the Texas County and District Retirement System. RSI can be found after the notes to the basic financial statements.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. Assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$92,391,505 as of December 31, 2018. This compares with \$67,972,706 from the prior fiscal year. A portion of the County's net position, 57 percent, reflects its investments in capital assets (e.g., construction in progress, building, equipment, and infrastructure) less any debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens. 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 assets themselves cannot be used to liquidate these liabilities.

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended December 31, 2018

**Statement of Net Position:**

The following table reflects the condensed Statement of Net Position:

	2018			2017		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 136,890,496	\$ 318,097	\$ 137,208,593	\$ 125,518,901	\$ 44,759	\$ 125,563,660
Capital assets, net	68,541,362	8,106,328	76,647,690	62,200,927	6,204,626	68,405,553
<b>Total Assets</b>	<b>205,431,858</b>	<b>8,424,425</b>	<b>213,856,283</b>	<b>187,719,828</b>	<b>6,249,385</b>	<b>193,969,213</b>
Deferred charge on refunding	145,251	-	145,251	156,424	-	156,424
Deferred outflows - pensions	3,684,428	249,802	3,934,230	7,465,837	532,236	7,998,073
<b>Total Deferred Outflows of Resources</b>	<b>3,829,679</b>	<b>249,802</b>	<b>4,079,481</b>	<b>7,622,261</b>	<b>532,236</b>	<b>8,154,497</b>
Other liabilities	12,501,852	185,776	12,687,628	3,720,901	73,371	3,794,272
Long-term liabilities	63,535,994	1,966,217	65,502,211	83,284,333	2,510,995	85,795,328
<b>Total Liabilities</b>	<b>76,037,846</b>	<b>2,151,993</b>	<b>78,189,839</b>	<b>87,005,234</b>	<b>2,584,366</b>	<b>89,589,600</b>
Deferred inflows - pensions	1,389,251	73,655	1,462,906	704,490	49,330	753,820
Deferred inflows - property tax	45,891,514	-	45,891,514	43,807,584	-	43,807,584
<b>Total Deferred Inflows of Resources</b>	<b>47,280,765</b>	<b>73,655</b>	<b>47,354,420</b>	<b>44,512,074</b>	<b>49,330</b>	<b>44,561,404</b>
<b>Net position:</b>						
Net investment in capital assets	44,344,717	8,106,328	52,451,045	36,427,656	6,204,626	42,632,282
Restricted	25,995,339	-	25,995,339	24,796,255	-	24,796,255
Unrestricted	15,602,870	(1,657,749)	13,945,121	2,600,870	(2,056,701)	544,169
<b>Total Net Position</b>	<b>\$ 85,942,926</b>	<b>\$ 6,448,579</b>	<b>\$ 92,391,505</b>	<b>\$ 63,824,781</b>	<b>\$ 4,147,925</b>	<b>\$ 67,972,706</b>

A portion of the County's net position, \$25,995,339 or 28 percent, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position, \$13,945,121, or 15 percent, may be used to meet the County's ongoing obligation to citizens and creditors.

The County's total net position increased by \$24,418,799 during the current fiscal year. The County experienced increases in property tax revenue, other taxes, investment income, and other income during the year. The County also experienced a slight increase in grants and contributions during the year. Overall expenses decreased due to the decreases in law enforcement and public safety and culture and recreation, offset by increases in general government and health and welfare. The large decrease in law enforcement and public safety is due to the reduction of expenses related to hurricane Harvey; culture and recreation decreased due to the decrease in grant expenditures related to these grants. The increases in general government and health and welfare are primarily due to an increase in capital projects and grant expenses, as well. The County also had an increase in transfers from governmental activities to business-type activities of \$678,793 from the prior year.

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended December 31, 2018

**Statement of Activities**

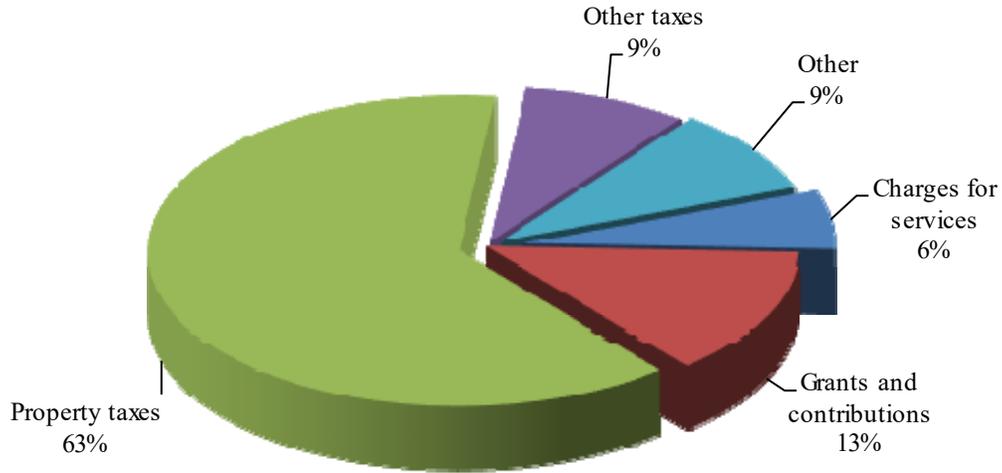
The following table provides a summary of the County's changes in net position:

	For the Year Ended December 31, 2018			For the Year Ended December 31, 2017		
	Governmental Activities	Business-Type Activities	Total Primary Government	Governmental Activities	Business-Type Activities	Total Primary Government
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 5,205,116	\$ 839,815	\$ 6,044,931	\$ 3,260,732	\$ 842,357	\$ 4,103,089
Grants and contributions	11,202,912	1,769,869	12,972,781	12,008,375	-	12,008,375
General revenues:						
Property taxes	53,278,650	-	53,278,650	45,031,759	-	45,031,759
Other taxes	7,243,965	-	7,243,965	5,900,241	-	5,900,241
Investment income	1,077,144	-	1,077,144	466,708	-	466,708
Other	7,624,963	-	7,624,963	3,281,664	-	3,281,664
<b>Total Revenues</b>	<b>85,632,750</b>	<b>2,609,684</b>	<b>88,242,434</b>	<b>69,949,479</b>	<b>842,357</b>	<b>70,791,836</b>
<b>Expenses</b>						
General government	16,253,173	-	16,253,173	11,076,540	-	11,076,540
Financial administration	2,505,747	-	2,505,747	2,563,891	-	2,563,891
Justice system	7,119,033	-	7,119,033	7,226,382	-	7,226,382
Health and welfare	8,403,529	-	8,403,529	3,767,122	-	3,767,122
Culture and recreational	9,323,179	-	9,323,179	15,361,589	-	15,361,589
Law enforcement and public safety	4,741,241	-	4,741,241	12,660,908	-	12,660,908
Transportation	10,742,176	-	10,742,176	11,861,663	-	11,861,663
Interest and other	1,387,561	-	1,387,561	1,474,765	-	1,474,765
Solid waste	-	2,433,262	2,433,262	-	2,491,626	2,491,626
Airport	-	267,900	267,900	-	240,401	240,401
Golf course	-	646,834	646,834	-	720,302	720,302
<b>Total Expenses</b>	<b>60,475,639</b>	<b>3,347,996</b>	<b>63,823,635</b>	<b>65,992,860</b>	<b>3,452,329</b>	<b>69,445,189</b>
<b>Change in Net Position Before Transfers</b>	25,157,111	(738,312)	24,418,799	3,956,619	(2,609,972)	1,346,647
Transfers in (out)	(3,038,966)	3,038,966	-	(2,360,173)	2,360,173	-
<b>Change in Net Position</b>	22,118,145	2,300,654	24,418,799	1,596,446	(249,799)	1,346,647
Beginning net position	63,824,781	4,147,925	67,972,706	62,228,335	4,397,724	66,626,059
<b>Ending Net Position</b>	<b>\$ 85,942,926</b>	<b>\$ 6,448,579</b>	<b>\$ 92,391,505</b>	<b>\$ 63,824,781</b>	<b>\$ 4,147,925</b>	<b>\$ 67,972,706</b>

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2018**

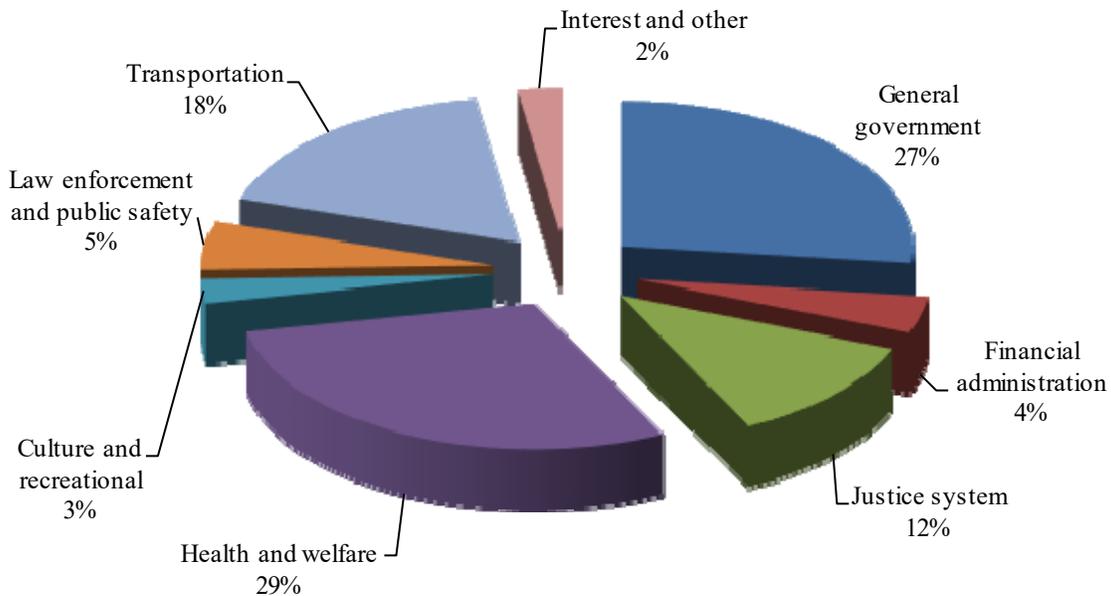
Graphic presentations of selected data from the summary tables follow to assist in the analysis of the County's activities.

**Governmental Activities - Revenues**



Total governmental activity revenues increased \$15,683,271 from the prior year. This increase is primarily due to an increase in property tax and other revenues for the year.

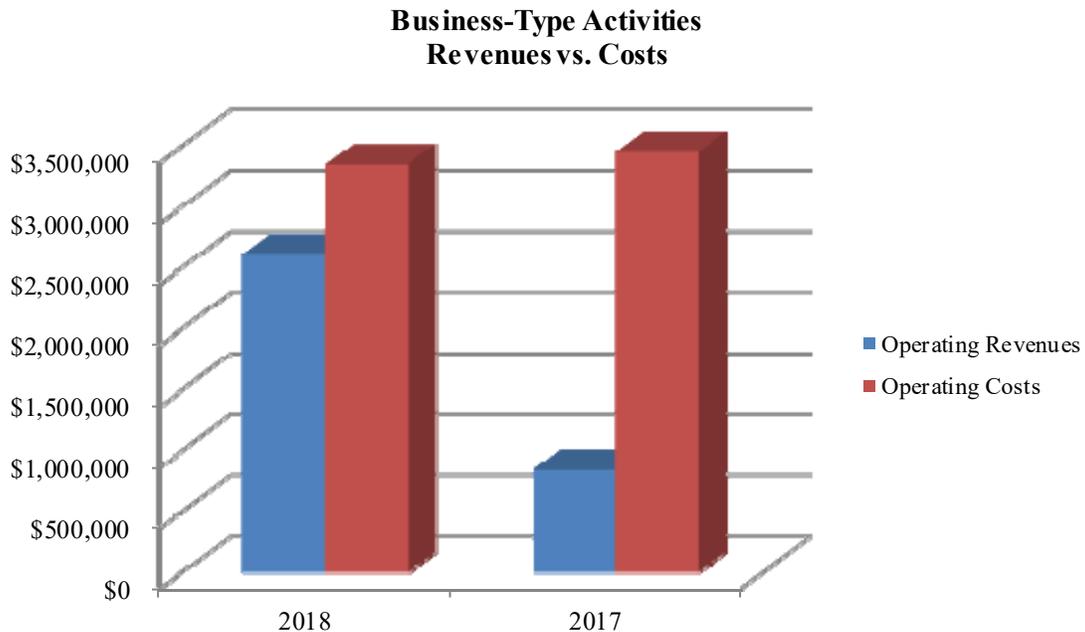
**Governmental Activities - Expenses**



Governmental expenses decreased by \$5,517,221 from the prior year primarily due to less grant expenditures recorded in the current year for hurricane Harvey.

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
For the Year Ended December 31, 2018

Business-type activities are shown comparing operating costs to revenues generated by related services:



For the year ended December 31, 2018, revenues from governmental activities totaled \$74,429,838, excluding \$11,202,912 in grants and contributions, compared with \$57,941,104 in the prior year, excluding \$12,008,375 in grants and contributions. This net increase of \$16,488,734 occurred as the result of \$1,944,384 increase in charges for services, along with an increase in property tax revenue of \$8,246,891. The increase in charges for services was due primarily to software changes in the prior year. Grants and contributions decreased by \$805,463 due to a decrease in intergovernmental revenue. Other revenue increased by \$4,343,299 which is primarily due to reimbursement of expenses to the funds from private sources for a local drainage project. Investment earnings also increased in the current year by \$610,436, which is an increase of 131 percent from the prior year.

Governmental expenses decreased by \$5,517,221. There was an increase in general government by \$5,176,633, as well as health and welfare of \$4,636,407, which were related to increases in grant and project expenditures. The increase in expenses were offset by decreases in culture and recreational and law enforcement and public safety of \$6,038,410 and \$7,919,667, respectively. The significant drop in expenses is primarily the result of completed grant projects and less expenditures related to hurricane Harvey.

Overall, total business-type revenues increased by \$1,767,327 from the prior year. This is due to grant and contributions for improvements made to the County's airport. Expenses remained about the same with a slight decrease of \$104,333 from the prior year, primarily due to controlling expenses in the enterprise funds.

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2018**

**FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS**

As noted earlier, fund accounting is used to demonstrate and ensure 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, the unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

The County's governmental funds reflect a combined fund balance of \$74,157,729. Of this, \$20,584,986 is unassigned and available for day-to-day operations of the County, \$1,319,458 is restricted for debt service, \$96,166 is restricted for grants, \$15,633,084 is restricted for special projects, and \$32,658,615 is restricted for capital projects. The County also has \$196,622 and \$248,672 classified as nonspendable for inventories and prepaids, respectively.

There was an increase in the combined fund balance of \$2,583,777 from the prior year. The general fund and debt service experienced an increase in fund balance of \$4,605,681 and \$86,620, respectively, while capital project 02 construction and road and bridge fund experienced decreases in fund balance of \$2,187,839, and \$372,665, respectively. The increases in the general and debt service funds are primarily due to an increase in property taxes, which increased due to a rise in property tax values. The road and bridge fund fund balance decrease is due to decreases in transportation and capital outlay costs during the fiscal year. The capital project 02 construction fund's decrease in fund balance is due to ongoing construction projects during the year.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$22,662,250 and total fund balance was \$23,092,878. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 60 percent of total general fund expenditures, while total fund balance represents 61 percent of total fund expenditures.

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

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Actual general fund revenues were more than final budgeted revenues by \$4,275,162 during the year. This net positive variance is primarily attributable to more taxes and fees received than the anticipated amount in the final budget. Actual expenditures were \$1,259,676 less than budgeted. Overall, the general fund had a total positive budget variance of \$5,534,838 before capital leases and interfund transfers.

**CHAMBERS COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended December 31, 2018**

**CAPITAL ASSETS**

At the end of the year, the County's governmental and business-type activities had invested \$76,647,690 in a variety of capital assets and infrastructure (net of accumulated depreciation). This represents a net increase of \$8,242,137.

Major capital asset events during the year included the following:

- New equipment and improvements for general government of \$530,090
- New equipment and improvements for law enforcement and public safety of \$426,260
- New equipment and improvements for culture and recreation of \$1,776,967
- Construction in progress in the amount of \$5,978,542

More detailed information about the County's capital assets is presented in note III. C. to the financial statements.

**LONG-TERM DEBT**

At the end of the year, the County reported total general obligation bonds, tax notes, and capital leases outstanding of \$51,509,141, net of deferred amounts.

All of the County's bond issues have been successful in qualifying for bond insurance resulting in a rating of "AA" by Standard and Poor's.

More detailed information about the County's long-term liabilities is presented in the note III. D. to the financial statements.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

Economic conditions continued to improve in the County in fiscal year 2018. The County experienced an increase of just under eight percent in certified appraised values for the 2019 budget year. This resulted in an increase of budgeted tax revenues for fiscal year 2019 of \$3,690,275. Currently, 71 percent of property taxes in Chambers County is paid by industry, while the other 29 percent is paid by residential. Chapter 381 revenues continue to increase due to industrial investments, which added \$3.3 million to fiscal year 2019 budgeted revenue, and will remain strong through fiscal year 2024 and beyond.

Continued growth is expected in fiscal years 2019 through 2024 and beyond, spurred by expansions in the midstream and downstream petrochemicals sectors, heavy manufacturing, and logistics on the west side of Chambers County, largely driven by shale gas production, the fundamentals of which are changing global dynamics. Industrial growth is spurring significant retail growth in West Chambers County, including major grocery store and restaurant investments. Middle Chambers County is starting to experience the effects of significant West Chambers County growth through new residential development start-ups. Infrastructure projects underway, such as SH 99 (Grand Parkway), FM 1409 Extension, and IH-10 improvements are paving the way for new growth and development. During the 2018 year, the County received 8.8 million in tax abatements and is expected to increase for the 2019 year.

**CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the County's finances. Questions concerning this report or requests for additional financial information should be directed to Tony Sims, County Auditor, Chambers County, 404 Washington Avenue, Anahuac, Texas 77514.

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***BASIC FINANCIAL STATEMENTS***

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# CHAMBERS COUNTY, TEXAS

## STATEMENT OF NET POSITION

December 31, 2018

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b><u>Assets</u></b>			
Cash and cash equivalents	\$ 45,495,411	\$ 143,801	\$ 45,639,212
Receivables, net	48,280,562	61,054	48,341,616
Due from other governments	3,551,286	-	3,551,286
Inventory	196,622	103,383	300,005
Prepays	269,141	9,859	279,000
Restricted cash and cash equivalents	39,097,474	-	39,097,474
Capital assets:			
Nondepreciable	31,414,845	3,958,745	35,373,590
Net depreciable capital assets	37,126,517	4,147,583	41,274,100
<b>Total Assets</b>	<b>205,431,858</b>	<b>8,424,425</b>	<b>213,856,283</b>
<b><u>Deferred Outflows of Resources</u></b>			
Deferred charge on refunding	145,251	-	145,251
Deferred outflows - pensions	3,684,428	249,802	3,934,230
<b>Total Deferred Outflows of Resources</b>	<b>3,829,679</b>	<b>249,802</b>	<b>4,079,481</b>
<b><u>Liabilities</u></b>			
Accounts payable and accrued liabilities	11,971,442	185,776	12,157,218
Accrued interest payable	521,625	-	521,625
Due to others	8,785	-	8,785
Due within one year	4,398,182	37,567	4,435,749
Due in more than one year	59,137,812	1,928,650	61,066,462
<b>Total Liabilities</b>	<b>76,037,846</b>	<b>2,151,993</b>	<b>78,189,839</b>
<b><u>Deferred Inflows of Resources</u></b>			
Property taxes	45,891,514	-	45,891,514
Deferred inflows - pensions	1,389,251	73,655	1,462,906
	47,280,765	73,655	47,354,420
<b><u>Net Position</u></b>			
Net investment in capital assets	44,344,717	8,106,328	52,451,045
Restricted for:			
Permanent funds			
Nonspendable	520,469	-	520,469
Expendable	1,760,462	-	1,760,462
Road and bridge	1,174,330	-	1,174,330
Debt service	1,319,458	-	1,319,458
Grants	96,166	-	96,166
Special projects	15,633,084	-	15,633,084
Capital projects	5,491,370	-	5,491,370
Unrestricted	15,602,870	(1,657,749)	13,945,121
<b>Total Net Position</b>	<b>\$ 85,942,926</b>	<b>\$ 6,448,579</b>	<b>\$ 92,391,505</b>

See Notes to Financial Statements.

# CHAMBERS COUNTY, TEXAS

## STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2018

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government</b>				
<b>Governmental Activities</b>				
General government	\$ 16,253,173	\$ 3,800,557	\$ 696,103	\$ -
Financial administration	2,505,747	-	-	-
Justice system	7,119,033	260,051	1,297,277	-
Health and welfare	8,403,529	-	92,034	-
Culture and recreational	9,323,179	-	12,641	-
Law enforcement and public safety	4,741,241	-	7,784,158	1,320,699
Transportation	10,742,176	1,144,508	-	-
Interest and other	1,387,561	-	-	-
<b>Total Governmental Activities</b>	<b>60,475,639</b>	<b>5,205,116</b>	<b>9,882,213</b>	<b>1,320,699</b>
<b>Business-Type Activities</b>				
Solid waste	2,433,262	195,423	-	89,792
Airport	267,900	114,279	-	1,680,077
Golf course	646,834	530,113	-	-
<b>Total Business-Type Activities</b>	<b>3,347,996</b>	<b>839,815</b>	<b>-</b>	<b>1,769,869</b>
<b>Total Primary Government</b>	<b>\$ 63,823,635</b>	<b>\$ 6,044,931</b>	<b>\$ 9,882,213</b>	<b>\$ 3,090,568</b>

**General Revenues:**

Property taxes  
 Other taxes  
 Investment income  
 Other  
 Transfers

**Total General Revenues and Transfers**

**Change in Net Position**

Beginning net position

**Ending Net Position**

See Notes to Financial Statements.

<b>Net Revenue (Expense) and Changes in Net Position</b>		
<b>Primary Government</b>		
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (11,756,513)	\$ -	\$ (11,756,513)
(2,505,747)	-	(2,505,747)
(5,561,705)	-	(5,561,705)
(8,311,495)	-	(8,311,495)
(9,310,538)	-	(9,310,538)
4,363,616	-	4,363,616
(9,597,668)	-	(9,597,668)
(1,387,561)	-	(1,387,561)
<u>(44,067,611)</u>	<u>-</u>	<u>(44,067,611)</u>
-	(2,148,047)	(2,148,047)
-	1,526,456	1,526,456
-	(116,721)	(116,721)
-	(738,312)	(738,312)
<u>(44,067,611)</u>	<u>(738,312)</u>	<u>(44,805,923)</u>
53,278,650	-	53,278,650
7,243,965	-	7,243,965
1,077,144	-	1,077,144
7,624,963	-	7,624,963
(3,038,966)	3,038,966	-
<u>66,185,756</u>	<u>3,038,966</u>	<u>69,224,722</u>
22,118,145	2,300,654	24,418,799
<u>63,824,781</u>	<u>4,147,925</u>	<u>67,972,706</u>
<u>\$ 85,942,926</u>	<u>\$ 6,448,579</u>	<u>\$ 92,391,505</u>

# CHAMBERS COUNTY, TEXAS

## BALANCE SHEET

### GOVERNMENTAL FUNDS

December 31, 2018

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>	<u>Capital Project 02 Construction</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 23,081,413	\$ 1,590,408	\$ -	\$ -
Receivables, net	32,182,223	7,923,630	4,714,993	-
Due from other funds	2,101,447	-	-	441,853
Due from other governments	1,004,071	190,729	125,013	-
Prepays	248,672	20,469	-	-
Inventory	181,956	14,666	-	-
Restricted cash and cash equivalents	-	-	1,423,889	20,998,898
<b>Total Assets</b>	<b>\$ 58,799,782</b>	<b>\$ 9,739,902</b>	<b>\$ 6,263,895</b>	<b>\$ 21,440,751</b>
<b><u>Liabilities</u></b>				
Accounts payable and accrued liabilities	\$ 2,005,000	\$ 306,509	\$ -	\$ 46,483
Due to other funds	-	17,851	31	831
Due to others	-	-	-	-
<b>Total Liabilities</b>	<b>2,005,000</b>	<b>324,360</b>	<b>31</b>	<b>47,314</b>
<b><u>Deferred Inflows of Resources</u></b>				
Unavailable revenue - property taxes	33,701,904	8,241,212	4,944,406	-
<b><u>Fund Balances</u></b>				
Nonspendable:				
Inventory	181,956	14,666	-	-
Permanent fund	-	20,469	-	-
Prepays	248,672	-	-	-
Restricted:				
County schools	-	-	-	-
Debt service	-	-	1,319,458	-
Grants	-	-	-	-
Road and bridge	-	1,139,195	-	-
Special projects	-	-	-	-
Capital projects	-	-	-	21,393,437
Unassigned	22,662,250	-	-	-
<b>Total Fund Balances</b>	<b>23,092,878</b>	<b>1,174,330</b>	<b>1,319,458</b>	<b>21,393,437</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 58,799,782</b>	<b>\$ 9,739,902</b>	<b>\$ 6,263,895</b>	<b>\$ 21,440,751</b>

See Notes to Financial Statements.

<u>Nonmajor Governmental</u>	<u>Total Governmental Funds</u>
\$ 15,023,386	\$ 39,695,207
1,394,098	46,214,944
537,948	3,081,248
2,231,473	3,551,286
-	269,141
-	196,622
16,674,687	39,097,474
<u>\$ 35,861,592</u>	<u>\$ 132,105,922</u>
\$ 5,612,646	\$ 7,970,638
3,062,535	3,081,248
8,785	8,785
<u>8,683,966</u>	<u>11,060,671</u>
<u>-</u>	<u>46,887,522</u>
-	196,622
500,000	520,469
-	248,672
1,760,462	1,760,462
-	1,319,458
96,166	96,166
-	1,139,195
15,633,084	15,633,084
11,265,178	32,658,615
(2,077,264)	20,584,986
<u>27,177,626</u>	<u>74,157,729</u>
<u>\$ 35,861,592</u>	<u>\$ 132,105,922</u>

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**CHAMBERS COUNTY, TEXAS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO**  
**THE STATEMENT OF NET POSITION**  
**December 31, 2018**

Fund balances - total governmental funds	\$ 74,157,729
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Certain accounts receivable, net of related allowance, are not current financial resources and, therefore, are not reported in the governmental funds.	2,065,618
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.	
Nondepreciable capital assets	31,414,845
Depreciable capital assets	79,844,189
Accumulated depreciation	(42,717,672)
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds.	
Deferred revenue - delinquent property taxes	996,008
The assets and liabilities of the internal service fund are included in the governmental activities in the Statement of Net Position.	1,799,400
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	
Accrued interest payable	(521,625)
Deferred charge on refunding	145,251
Deferred outflows related to pensions	3,684,428
Deferred inflows related to pensions	(1,389,251)
Long-term liabilities due within one year	(4,398,182)
Long-term liabilities due in more than one year	(59,137,812)
<b>Net Position of Governmental Activities</b>	<b>\$ 85,942,926</b>

See Notes to Financial Statements.

**CHAMBERS COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended December 31, 2018**

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>	<u>Capital Project 02 Construction</u>
<b>Revenues</b>				
Taxes	\$ 40,649,562	\$ 7,710,953	\$ 4,910,923	\$ -
Intergovernmental	108,620	-	-	-
Fees	2,701,273	720,829	-	-
Fines and forfeitures	526,692	423,679	-	-
Investment income	535,057	29,178	11,932	220,134
Other	475,233	151,712	5,163	-
<b>Total Revenues</b>	<b>44,996,437</b>	<b>9,036,351</b>	<b>4,928,018</b>	<b>220,134</b>
<b>Expenditures</b>				
<b>Current:</b>				
General government	8,260,988	-	-	2,407,973
Financial administration	2,724,757	-	-	-
Justice system	6,654,789	-	-	-
Health and welfare	2,680,413	-	-	-
Culture and recreational	2,998,034	-	-	-
Law enforcement and public safety	12,533,609	-	-	-
Transportation	-	8,306,245	-	-
<b>Capital outlay</b>	<b>1,312,298</b>	<b>1,102,771</b>	<b>-</b>	<b>-</b>
<b>Debt service:</b>				
Principal	366,587	-	3,310,000	-
Interest and fiscal charges	30,136	-	1,531,398	-
<b>Total Expenditures</b>	<b>37,561,611</b>	<b>9,409,016</b>	<b>4,841,398</b>	<b>2,407,973</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>7,434,826</b>	<b>(372,665)</b>	<b>86,620</b>	<b>(2,187,839)</b>
<b>Other Financing Sources (Uses)</b>				
Capital leases	141,409	-	-	-
Transfers in	102,593	-	-	-
Transfers (out)	(3,073,147)	-	-	-
<b>Total Other Financing (Uses)</b>	<b>(2,829,145)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>4,605,681</b>	<b>(372,665)</b>	<b>86,620</b>	<b>(2,187,839)</b>
Beginning fund balances	18,487,197	1,546,995	1,232,838	23,581,276
<b>Ending Fund Balances</b>	<b>\$ 23,092,878</b>	<b>\$ 1,174,330</b>	<b>\$ 1,319,458</b>	<b>\$ 21,393,437</b>

See Notes to Financial Statements.

<u>Nonmajor Governmental</u>	<u>Total Governmental Funds</u>
\$ 7,243,965	\$ 60,515,403
11,094,292	11,202,912
363,235	3,785,337
36,501	986,872
266,623	1,062,924
6,992,855	7,624,963
<u>25,997,471</u>	<u>85,178,411</u>
1,731,546	12,400,507
-	2,724,757
991,138	7,645,927
5,971,995	8,652,408
7,782,746	10,780,780
1,539,870	14,073,479
-	8,306,245
7,459,784	9,874,853
-	3,676,587
-	1,561,534
<u>25,477,079</u>	<u>79,697,077</u>
520,392	5,481,334
-	141,409
55,698	158,291
(124,110)	(3,197,257)
<u>(68,412)</u>	<u>(2,897,557)</u>
451,980	2,583,777
<u>26,725,646</u>	<u>71,573,952</u>
<u>\$ 27,177,626</u>	<u>\$ 74,157,729</u>

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**CHAMBERS COUNTY, 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, 2018**

Net changes in fund balances - total governmental funds	\$ 2,583,777
Amounts reported for governmental activities in the Statement of Activities 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	9,806,477
Depreciation expense	(3,421,371)
Net effect of capital disposals	(44,671)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	
Deferred revenue	7,212
Fines and fees receivable	432,907
Net pension and other postemployment benefit (OPEB) liability and deferred outflows and deferred inflows related to the net pension and OPEB liability are not reported in the governmental funds.	
Net pension liability	4,587,905
Net OPEB liability	2,926,574
Deferred outflows - pensions	(4,825,315)
Deferred inflows - pensions	359,145
Bonds and capital leases provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position.	
Capital leases	(141,409)
Principal payments	3,676,587
Amortization of deferred charges	173,973
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. These adjustments reflect the net change in interest payable on the accrual basis of accounting and the net change in compensated absences.	
Compensated absences	(138,378)
FEMA obligation	8,651,914
The internal service fund is used by management to charge the costs of self-insurance to individual funds. The net revenue of certain activities of the internal service fund is reported with governmental activities.	
	<u>(2,517,182)</u>
<b>Change in Net Position of Governmental Activities</b>	<b>\$ <u>22,118,145</u></b>

See Notes to Financial Statements.

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# CHAMBERS COUNTY, TEXAS

## STATEMENT OF NET POSITION

### PROPRIETARY FUNDS

December 31, 2018

	Business-Type Activities			Governmental Activities
	Solid Waste	Nonmajor	Total Funds	Internal Service
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 47,042	\$ 96,759	\$ 143,801	\$ 5,800,204
Receivables, net	61,054	-	61,054	-
Inventory	20,033	83,350	103,383	-
Prepaid items	4,232	5,627	9,859	-
<b>Total Current Assets</b>	<b>132,361</b>	<b>185,736</b>	<b>318,097</b>	<b>5,800,204</b>
Noncurrent assets:				
Capital assets:				
Nondepreciable	172,370	3,786,375	3,958,745	-
Net depreciable	1,942,120	2,205,463	4,147,583	-
<b>Total Noncurrent Assets</b>	<b>2,114,490</b>	<b>5,991,838</b>	<b>8,106,328</b>	<b>-</b>
<b>Total Assets</b>	<b>2,246,851</b>	<b>6,177,574</b>	<b>8,424,425</b>	<b>5,800,204</b>
<b>Deferred Outflows of Resources</b>				
Deferred outflows - pensions	183,430	66,372	249,802	-
<b>Total Deferred Outflows of Resources</b>	<b>183,430</b>	<b>66,372</b>	<b>249,802</b>	<b>-</b>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable and accrued liabilities	75,741	110,035	185,776	4,000,804
Compensated absences liability	21,942	15,625	37,567	-
<b>Total Current Liabilities</b>	<b>97,683</b>	<b>125,660</b>	<b>223,343</b>	<b>4,000,804</b>
Noncurrent liabilities:				
Net pension liability	277,519	111,445	388,964	-
Net OPEB liability	451,769	145,496	597,265	-
Compensated absences liability	2,438	1,736	4,174	-
Landfill closure and postclosure care	938,247	-	938,247	-
<b>Total Noncurrent Liabilities</b>	<b>1,669,973</b>	<b>258,677</b>	<b>1,928,650</b>	<b>-</b>
<b>Total Liabilities</b>	<b>1,767,656</b>	<b>384,337</b>	<b>2,151,993</b>	<b>4,000,804</b>
<b>Deferred Inflows of Resources</b>				
Deferred inflows - pensions	57,134	16,521	73,655	-
<b>Total Deferred Inflows of Resources</b>	<b>57,134</b>	<b>16,521</b>	<b>73,655</b>	<b>-</b>
<b>Net Position</b>				
Net investment in capital assets	2,114,490	5,991,838	8,106,328	-
Unrestricted	(1,508,999)	(148,750)	(1,657,749)	1,799,400
<b>Total Net Position</b>	<b>\$ 605,491</b>	<b>\$ 5,843,088</b>	<b>\$ 6,448,579</b>	<b>\$ 1,799,400</b>

See Notes to Financial Statements.

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**CHAMBERS COUNTY, TEXAS**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**

For the Year Ended December 31, 2018

	Business-Type Activities			Governmental Activities
	Solid Waste	Nonmajor	Total Funds	Internal Service
<b><u>Operating Revenues</u></b>				
Charges for services	\$ 194,673	\$ -	\$ 194,673	\$ 9,460,112
Other services	750	644,392	645,142	-
<b>Total Operating Revenues</b>	<b>195,423</b>	<b>644,392</b>	<b>839,815</b>	<b>9,460,112</b>
<b><u>Operating Expenses</u></b>				
Personnel	1,510,244	463,967	1,974,211	-
Supplies	501,613	260,685	762,298	-
Contractual services	-	11,150	11,150	-
Depreciation	389,504	178,932	568,436	-
Claims	-	-	-	7,964,931
HAS accounts	-	-	-	26,583
<b>Total Operating Expenses</b>	<b>2,401,361</b>	<b>914,734</b>	<b>3,316,095</b>	<b>11,991,514</b>
<b>Operating (Loss)</b>	<b>(2,205,938)</b>	<b>(270,342)</b>	<b>(2,476,280)</b>	<b>(2,531,402)</b>
<b><u>Nonoperating Revenues (Expenses)</u></b>				
Investment income	-	-	-	14,220
(Loss) on disposal of asset	(31,901)	-	(31,901)	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(31,901)</b>	<b>-</b>	<b>(31,901)</b>	<b>14,220</b>
<b>Operating (Loss) Before Capital Contributions and Transfers</b>	<b>(2,237,839)</b>	<b>(270,342)</b>	<b>(2,508,181)</b>	<b>(2,517,182)</b>
Capital contributions	89,792	1,680,077	1,769,869	-
Transfers in	2,483,118	555,848	3,038,966	-
<b>Change in Net Position</b>	<b>335,071</b>	<b>1,965,583</b>	<b>2,300,654</b>	<b>(2,517,182)</b>
Beginning net position	270,420	3,877,505	4,147,925	4,316,582
<b>Ending Net Position</b>	<b>\$ 605,491</b>	<b>\$ 5,843,088</b>	<b>\$ 6,448,579</b>	<b>\$ 1,799,400</b>

See Notes to Financial Statements.

# CHAMBERS COUNTY, TEXAS

## STATEMENT OF CASH FLOWS

### PROPRIETARY FUNDS (Page 1 of 2)

For the Year Ended December 31, 2018

	Business-Type Activities		
	Solid Waste	Nonmajor	Total Funds
<b><u>Cash Flows from Operating Activities</u></b>			
Receipts from customers	\$ 127,881	\$ 618,701	\$ 746,582
Receipts from premium revenues	-	-	-
Payments to suppliers	(483,218)	(214,129)	(697,347)
Payments to employees	(1,680,668)	(531,562)	(2,212,230)
Payments for other expenses	-	-	-
Payments for claims	-	-	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(2,036,005)</b>	<b>(126,990)</b>	<b>(2,162,995)</b>
<b><u>Cash Flows from Noncapital Financing Activities</u></b>			
Transfers	2,483,118	555,848	3,038,966
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>2,483,118</b>	<b>555,848</b>	<b>3,038,966</b>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>			
Capital purchases	(489,863)	(2,012,176)	(2,502,039)
Capital contributions	89,792	1,680,077	1,769,869
<b>Net Cash (Used) by Capital and Related Financing Activities</b>	<b>(400,071)</b>	<b>(332,099)</b>	<b>(732,170)</b>
<b><u>Cash Flows from Investing Activities</u></b>			
Interest on investments	-	-	-
<b>Net Cash Provided by Investing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>47,042</b>	<b>96,759</b>	<b>143,801</b>
Beginning cash and cash equivalents	-	-	-
<b>Ending Cash and Cash Equivalents</b>	<b>\$ 47,042</b>	<b>\$ 96,759</b>	<b>\$ 143,801</b>

**Governmental  
Activities**

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**Internal  
Service**

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\$ -  
11,337,055  
-  
-  
(4,026,583)  
(3,964,127)

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3,346,345

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-

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-

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-

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-

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-

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14,220

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14,220

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3,360,565

2,439,639

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\$ 5,800,204

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# CHAMBERS COUNTY, TEXAS

## STATEMENT OF CASH FLOWS

### PROPRIETARY FUNDS (Page 2 of 2)

For the Year Ended December 31, 2018

	Business-Type Activities		
	Solid Waste	Nonmajor	Total Funds
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>			
Operating (loss)	\$ (2,205,938)	\$ (270,342)	\$ (2,476,280)
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities:			
Depreciation	389,504	178,932	568,436
<b>Changes in Operating Assets and Liabilities: (Increase) Decrease in:</b>			
Receivables, net	(7,558)	-	(7,558)
Due from other funds	17,116	1,712	18,828
Inventory	(2,930)	(33,861)	(36,791)
Prepaid items	657	(170)	487
Deferred outflows - pensions	201,663	80,771	282,434
<b>Increase (Decrease) in:</b>			
Accounts payable and accrued liabilities	20,668	91,737	112,405
Landfill closure and postclosure care	53,990	-	53,990
Due to other funds	(77,100)	(27,403)	(104,503)
Net OPEB liability	(218,665)	(70,423)	(289,088)
Net pension liability	(226,550)	(81,423)	(307,973)
Compensated absences liability	(2,352)	645	(1,707)
Deferred inflows - pensions	21,490	2,835	24,325
	<u>\$ (2,036,005)</u>	<u>\$ (126,990)</u>	<u>\$ (2,162,995)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (2,036,005)</u>	<u>\$ (126,990)</u>	<u>\$ (2,162,995)</u>

See Notes to Financial Statements.

**Governmental  
Activities**  

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**Internal  
Service**  

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\$ (2,531,402)

-

-

1,876,943

-

-

-

4,000,804

-

-

-

-

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**\$ 3,346,345**  

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# CHAMBERS COUNTY, TEXAS

## STATEMENT OF NET POSITION

### FIDUCIARY FUNDS

December 31, 2018

	<u>Retiree Health Benefit Trust</u>	<u>Agency Funds</u>
<b><u>Assets</u></b>		
Cash and cash equivalents	\$ -	\$ 4,770,041
Due from other units	4,000,000	3,869,954
<b>Total Assets</b>	<b><u>\$ 4,000,000</u></b>	<b><u>\$ 8,639,995</u></b>
<b><u>Liabilities</u></b>		
Due to other units	-	\$ 8,639,995
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>\$ 8,639,995</u></b>
<b><u>Net Position</u></b>		
Net position held intrust for retiree health benefits	<u>\$ 4,000,000</u>	
	<b><u>\$ 4,000,000</u></b>	

See Notes to Financial Statements.

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**CHAMBERS COUNTY, TEXAS**  
**STATEMENT OF CHANGES IN NET POSITION**  
**FIDUCIARY FUNDS**  
**For the Year Ended December 31, 2018**

		<u>Retiree Health Benefit Trust</u>
<b><u>Additions</u></b>		
Employer contributions		\$ 4,000,000
	<b>Total Additions</b>	<u>4,000,000</u>
	<b>Change in Net Position</b>	4,000,000
Beginning net position		-
	<b>Ending Net Position</b>	<u><u>\$ 4,000,000</u></u>

See Notes to Financial Statements.

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**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS**  
For the Year Ended December 31, 2018

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

Chambers County, Texas (the “County”) is an independent government entity created by an act of the Texas Legislature. The County is governed by Commissioners’ Court, composed of four County Commissioners and the County Judge, all of whom are elected officials.

The County provides a vast array of services including general government, financial administration, justice system, health and welfare, culture and recreational, law enforcement and public safety, and transportation.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the County’s financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the County is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the County’s financial reporting entity status is that of a primary government are that it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

Depending on the significance of the County’s financial and operational relationships with various separate entities, the organizations are classified as blended or discrete component units, related organizations, joint ventures, or jointly governed organizations, and the financial disclosure is treated accordingly.

**Related Organizations**

Where the Commissioners’ Court is responsible for appointing a majority of the members of a board of another organization, but the County’s accountability does not extend beyond making such appointments, disclosure is made in the form of the relation between the County and such organization.

Based upon the foregoing criteria, the following entities are not included in the accompanying financial statements for 2018: the Baytown/West Chambers Economic Industrial Development Corporation and the Chambers County Cedar Bayou Navigation District.

**B. Government-Wide Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**C. Basis of Presentation – Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the County's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**D. Basis of Presentation – Fund Financial Statements**

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following governmental funds:

The *general fund* is used to account for and report all financial resources not accounted for and reported in another fund. The principal sources of revenues include local property taxes, fees, fines and forfeitures, and investment income. Disbursements include general government, financial administration, justice system, health and human welfare, culture and recreational, law enforcement and public safety, and transportation. The general fund is always considered a major fund for reporting purposes.

The *debt service fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The primary source of revenue for debt service is local property taxes. The debt service fund did not meet the technical criteria to be presented as a major fund; however, due to its significance, the County has elected to present it as major.

The *permanent fund* is used to account for and report financial resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs. The County has the following permanent fund, which is a nonmajor fund:

*Permanent school fund* – The permanent school fund is used to account for investments held for the benefit of the various school districts in the County. The principal of this fund is held intact with all interest earned distributed to the respective school districts, as directed by the Commissioners' Court.

The *special revenue funds* are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

The following *special revenue funds* are considered major funds for reporting purposes:

*Road and bridge fund* – This fund is used to account for receipts of property taxes levied and vehicle registration fees. Uses of funds are restricted for the maintenance of roads, bridges, and the operations of related facilities. All precinct operations, as well as permanent road monies, are accounted for in this fund.

The *capital projects funds* are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The following capital project fund is considered major for reporting purposes:

*Capital project 02 fund* – This fund is used to account for the 2014 and 2015 toll and tax revenue bonds that will be used for improvements to existing State Highways FM 1409 and FM 565 in Old River-Winfree south to FM 565 and west of Cove in the County and costs of issuance related to the bonds.

The County reports the following enterprise funds:

*Enterprise funds* are used to account for and report the operation of the County's solid waste collection facilities, airport, and golf course, including administration, operation, and maintenance. The services are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis will be financed or recovered primarily through user charges.

*Solid waste fund* – This fund is used to account for the revenue collected for providing waste disposal services for citizens and businesses throughout the County. The solid waste fund did not meet the technical criteria to be presented as a major fund; however, due to its significance, the County has elected to present it as major.

Additionally, the County reports the following fund types:

*Internal service funds* account for and report revenues and expenses related to the County's medical and dental claims. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with ongoing operations. Revenues are derived from County contributions, employee and retiree/COBRA premiums, and investment of idle funds. Expenses are for claims, premiums, and administrative costs. The general fund is contingently liable for liabilities of the internal service fund.

*Fiduciary funds* are used to account for and report resources held for the benefits of parties outside the County. The County maintains agency funds, as well as a trust fund. The agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
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The *retiree health benefit trust fund* accounts for the funds held in trust for the health care benefit payments for the qualified retired employees of the County.

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

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

**E. Measurement Focus and Basis of Accounting**

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

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

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the 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. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the County.

**F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Cash and Cash Equivalents**

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

**2. Investments**

The County has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, Texas Government Code. In summary, the County is authorized invest in:

- a) obligations of the United States or its agencies and instrumentalities;
- b) direct obligations of the State of Texas or its agencies and instrumentalities;
- c) other obligations, the principal and interest on which are unconditionally guaranteed or insured or backed by the full faith and credit of the State of Texas or the United States or their respective agencies and instrumentalities;
- d) certificates of deposit issued by state and national banks or savings and loans domiciled in Texas in accordance with specific criteria;
- e) public funds investment pools.

**3. Inventories and Prepaid Items**

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when the related liability is incurred (i.e., the purchase method).

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**4. Restricted Assets**

Certain proceeds of bonds, as well as other resources set aside for specific purposes, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants or contractual agreements. Restricted assets of the permanent fund are restricted for specific purposes.

**5. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

Donated capital assets are recorded at acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the County are depreciated using the straight-line method over the following estimated useful years:

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Infrastructure	10 to 35 years
Buildings and improvements	5 to 50 years
Machinery and equipment	3 to 50 years

The costs of a significant portion of capital assets have been estimated based on management's estimated historical cost.

**6. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has four items that qualify for reporting in this category on the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred outflow of resources have been recognized as a result of the change in actuarial assumptions and for differences between the expected and the actual economic experience related to the County's defined benefit pension plan. These amounts are deferred and amortized over the average of the expected service lives of pension plan members. A deferred charge has been recognized for employer pension plan contributions that were made subsequent to the measurement date through the end of the County's fiscal year. This amount is deferred and recognized as a reduction to the net pension liability during the measurement period in which the contributions were made.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category in the government-wide Statement of Net Position. Deferred charges have been recognized as a result of differences between the actuarial expectations and the actual economic experience related to the County's defined benefit pension plan. This amount is deferred and amortized over the average of the expected service lives of pension plan members. Deferred charges have also been recognized as a result of the difference between the projected and actual investments earnings on the pension plan assets. This amount is deferred and amortized over a period of five years. At the fund level, the County has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**7. Compensated Employee Absences**

The County maintains a record of accumulated sick pay. Any additional accruals for unused sick pay are no longer paid upon retirement or death of an employee. However, the employee will be paid upon retirement or death for any unused sick pay up to certain maximums accrued prior to April 1, 1994. The accumulated sick pay obligation is computed at specified rates for all employees. It is the County's policy to permit employees to accumulate earned but unused vacation benefits. When an employee leaves the service of the County, he or she will be paid for his or her accrued but unused vacation leave balance up to a maximum of 160 hours. Vacation and sick time that is expected to be liquidated with expendable, available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave and compensatory time that are not expected to be liquidated with expendable, available financial resources are maintained separately and represent a reconciling item between the fund and government-wide presentations.

**8. Long-Term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, if material. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

The property tax rate is allocated each year between the general, road and bridge, school equalization, and debt service funds. The full amount estimated to be required for debt service on general obligation debt is provided by the tax along with the interest earned in the debt service fund.

Assets acquired under the terms of a capital lease are recorded as liabilities and capitalized in the government-wide financial statements at the present value of net minimum lease payments at inception of the lease. In the year of acquisition, capital lease transactions are recorded as other financing sources and as capital outlay expenditures in the applicable fund. Lease payments representing both principal and interest are recorded as expenditures in the general fund upon payment with an appropriate reduction of principal recorded in the government-wide financial statements.

**9. Net Position Flow Assumption**

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

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

**10. Fund Balance Flow Assumptions**

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

**11. Fund Balance Policies**

Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

Amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact are classified as nonspendable fund balance. Amounts that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions are classified as restricted.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision-making authority. The Commissioners' Court is the highest level of decision-making authority for the County that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The Commissioners' Court has, by resolution, authorized the County Auditor to assign fund balance to a specific purpose as approved by the County's fund balance policy. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

The County must maintain a minimum of 25 percent of annual operating expenditures in unassigned fund balance in the general fund.

**12. Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

**13. Pensions**

For the 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 TCERS's fiduciary net position have been determined on the same basis as they are reported by TCERS. 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.

**14. Other Postemployment Benefits**

For the purposes of measuring the net other postemployment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB expense, information about the fiduciary net position of the Chambers County Retiree Benefits Trust Plan (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, as applicable, are reported at fair value.

**G. Revenues and Expenditures/Expenses**

**1. Program Revenues**

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

**2. Property Taxes**

General property taxes are recorded as receipts when levied for the current year and due, payable, and collected in the current year.

The property tax calendar dates are:

Levy date and due date – October 1  
Collection dates – October 1 through June 30  
Lien date – July 1

The County bills and collects its own taxes and those for certain government entities within the County. Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the tax assessor's agency fund. Tax collections deposited for the County are distributed on a periodic basis to the general, road and bridge, school equalization, and debt service funds of the County. This distribution is based upon the tax rate established for each fund by order of the Commissioners' Court for the tax year for which the collections are made.

The appraisal of property within the County is the responsibility of the County-wide appraisal district, which is required under the Property Tax Code to assess all property within the appraisal district on

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

the basis of 100 percent of its appraised value and is prohibited from applying any assessment ratios. The appraisal district must review the value of the property within the County every three years unless the County, at its own discretion, requires more frequent reviews. The County may challenge the appraised values through various appeals and, if necessary, legal action. Under this legislation, the County sets tax rates on County property.

**3. Proprietary Funds Operating and Nonoperating Revenues and Expenses**

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

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for its general fund, debt service fund, permanent funds, and select special revenue funds. The capital projects funds adopt project length budgets. The original budget is adopted by the Commissioners' Court prior to the beginning of the fiscal year. The legal level of control is the department level in the general fund. For other funds, including special revenue and permanent, the fund itself is considered one department. Management may not amend the budget without the approval of Commissioners' Court.

Budgets are adopted on a GAAP basis for all budgeted funds. Several supplemental budget appropriations were made for the year ended December 31, 2018.

**A. Deficit Fund Equity**

As of December 31, 2018, the Hurricane Harvey FEMA 4332 fund reported a deficit fund balance of \$2,077,264 as a result of costs incurred in the aftermath of Hurricane Harvey. The County has applied for assistance from Federal Emergency Management Agency (FEMA) and approval is pending.

**III. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

As of December 31, 2018, the County had the following investments:

<u>Investment Type</u>	<u>Value</u>	<u>Weighted Average Maturity (Years)</u>
External Investment Pools		
TexPool	\$ 2,134,473	0.06
Texas CLASS	<u>36,474,308</u>	0.09
<b>Total</b>	<u><u>38,608,781</u></u>	
Portfolio weighted average maturity		0.09

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

*Interest rate risk.* In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to five years or less.

*Credit risk.* State law and the County's investment policy limit investments to 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. Further, commercial paper must be rated not less than "A-1" or "P-1" or an equivalent rating by at least two nationally recognized credit rating agencies. As of December 31, 2018, the County's investments in TexPool were rated "AAAm" and Texas CLASS were rated "AAA" by Standard & Poor's.

*Custodial credit risk – deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County's investment policy requires funds on deposit at the depository bank to be collateralized by securities and FDIC insurance. As of December 31, 2018, bank balances did not exceed the market values of pledged securities and FDIC insurance.

*TexPool* - TexPool was established as a trust company with the Treasurer of the State of Texas as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. Finally, Standard & Poor's rates TexPool "AAAm". As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's, as well as to the office of the Comptroller of Public Accounts for review.

TexPool is an external investment pool measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity, and diversification requirements within TexPool. TexPool transacts at a net asset value of \$1.00 per share, has weighted average maturities of 60 days or less, and weighted average lives of 120 days or less. Investments held are highly rated by nationally recognized statistical rating organizations, have no more than five percent of portfolio with one issuer (excluding U.S. government securities), and can meet reasonably foreseeable redemptions. TexPool has a redemption notice period of one day and may redeem daily. TexPool may only impose restrictions on redemptions in the event of a general suspension of trading on major national markets, general banking moratorium, or a national state of emergency that affects TexPool's liquidity.

*Texas CLASS* - The Texas Cooperative Liquid Assets Securities System Trust-Texas (CLASS) is a public funds investment pool under Section 2256.016 of the Public Funds Investment Act, Texas Government Code, as amended (the "Act"). CLASS is created under an amended and restated trust agreement, dated as of December 14, 2011 (the "Agreement"), among certain Texas governmental entities investing in CLASS (the "Participants"), with Cutwater Investor Services Corporation as program administrator and Wells Fargo Bank Texas, NA as custodian. CLASS is not SEC registered and is not subject to regulation by the State of Texas. Under the Agreement, however, CLASS is administered and supervised by a seven-member board of trustees (the "Board"), whose members are investment officers of the Participants, elected by the Participants for overlapping two-year terms. In the Agreement and by resolution of the Board, CLASS has contracted with Cutwater Investors Service Corporation to provide for the investment and management of the public funds of CLASS. Separate financial statements for Texas CLASS may be obtained from CLASS' website at [www.texasclass.com](http://www.texasclass.com).

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**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**B. Receivables**

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectible) line for certain funds and aggregated columns.

The following comprise receivable balances at year end:

	<u>General</u>	<u>Road and Bridge</u>	<u>Debt Service</u>	<u>Nonmajor</u>	<u>Solid Waste</u>	<u>Total</u>
Property taxes	\$ 32,219,789	\$ 7,933,299	\$ 4,720,180	\$ -	\$ -	\$ 44,873,268
Other taxes	-	-	-	1,394,098	-	1,394,098
Accounts	-	-	-	-	61,054	61,054
(Allowance)	(37,566)	(9,669)	(5,187)	-	-	(52,422)
<b>Total</b>	<u>\$ 32,182,223</u>	<u>\$ 7,923,630</u>	<u>\$ 4,714,993</u>	<u>\$ 1,394,098</u>	<u>\$ 61,054</u>	<u>\$ 46,275,998</u>

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**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**C. Capital Assets**

A summary of changes in capital assets for governmental activities for the year ended December 31, 2018 is as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>(Decreases)</b>	<b>Ending Balance</b>
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 2,306,639	\$ 61,481	\$ -	\$ 2,368,120
Construction in progress	23,141,507	5,905,218	-	29,046,725
Total capital assets not being depreciated	25,448,146	5,966,699	-	31,414,845
Other capital assets:				
Buildings and improvements	38,663,311	947,068	-	39,610,379
Machinery and equipment	27,500,777	2,885,910	(564,427)	29,822,260
Infrastructure	10,404,750	6,800	-	10,411,550
Total other capital assets	76,568,838	3,839,778	(564,427)	79,844,189
Less accumulated depreciation for:				
Buildings and improvements	(15,732,270)	(903,257)	-	(16,635,527)
Machinery and equipment	(17,466,581)	(2,196,328)	519,756	(19,143,153)
Infrastructure	(6,617,206)	(321,786)	-	(6,938,992)
Total accumulated depreciation	(39,816,057)	(3,421,371)	519,756	(42,717,672)
Other capital assets, net	36,752,781	418,407	(44,671)	37,126,517
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 62,200,927</b>	<b>\$ 6,385,106</b>	<b>\$ (44,671)</b>	<b>68,541,362</b>
			Less associated debt	(51,509,141)
			Plus unspent bond proceeds	27,167,245
			Plus deferred charge on refunding	145,251
			<b>Net Investment in Capital Assets</b>	<b>\$ 44,344,717</b>

Depreciation was charged to governmental functions as follows:

General government	\$ 684,752
Justice system	23,961
Health and welfare	212,291
Culture and recreational	495,042
Law enforcement/public safety	851,265
Transportation	1,154,060
<b>Total Governmental Activities Depreciation Expense</b>	<b>\$ 3,421,371</b>

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**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

A summary of changes in capital assets for business-type activities for the year ended December 31, 2018 is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>(Decreases)</u>	<u>Ending Balance</u>
<b>Business-Type Activities</b>				
Capital assets not being depreciated:				
Land	\$ 1,782,939	\$ -	\$ -	\$ 1,782,939
Construction in progress	1,904,580	2,175,806	(1,904,580)	2,175,806
Total capital assets not being depreciated	<u>3,687,519</u>	<u>2,175,806</u>	<u>(1,904,580)</u>	<u>3,958,745</u>
Other capital assets:				
Buildings and improvements	5,340,291	1,740,951	-	7,081,242
Machinery and equipment	4,267,992	489,864	(58,582)	4,699,274
Total other capital assets	<u>9,608,283</u>	<u>2,230,815</u>	<u>(58,582)</u>	<u>11,780,516</u>
Less accumulated depreciation for:				
Buildings and improvements	(4,792,780)	(144,553)	-	(4,937,333)
Machinery and equipment	(2,298,396)	(423,885)	26,681	(2,695,600)
Total accumulated depreciation	<u>(7,091,176)</u>	<u>(568,438)</u>	<u>26,681</u>	<u>(7,632,933)</u>
Other capital assets, net	<u>2,517,107</u>	<u>1,662,377</u>	<u>(31,901)</u>	<u>4,147,583</u>
<b>Business-Type Activities Capital Assets, Net</b>	<u>\$ 6,204,626</u>	<u>\$ 3,838,183</u>	<u>\$ (1,936,481)</u>	<u>\$ 8,106,328</u>
		<b>Net Investment in Capital Assets</b>		<u>\$ 8,106,328</u>

Depreciation was charged to business-type functions as follows:

Solid waste	\$ 389,504
Airport	133,194
Golf course	45,740
<b>Total Business-Type Activities Depreciation Expense</b>	<u>\$ 568,438</u>

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**D. Long-Term Debt**

The following is a summary of changes in the County's total long-term liabilities for the year ended December 31, 2018. In general, the County uses the general and debt service funds to liquidate governmental long-term liabilities.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>Governmental Activities:</b>					
Bonds, notes payable, and capital leases:					
General obligation bonds	\$ 36,805,000	\$ -	\$ (975,000)	\$ 35,830,000	\$ 1,030,000
Tax notes	15,310,000	-	(2,335,000)	12,975,000	2,380,000
Obligations under capital leases	929,021	141,409	(366,587)	703,843	316,249
Less deferred amounts:					
Premium	2,185,444	-	(185,146)	2,000,298	-
	<u>55,229,465</u>	<u>141,409</u>	<u>(3,861,733)</u>	<u>51,509,141</u>	<u>3,726,249</u>
Other:					
Net pension liability	9,821,767	-	(4,587,905)	5,233,862	-
Net OPEB liability	8,972,973	-	(2,926,574)	6,046,399	-
Compensated absences	608,214	1,366,148	(1,227,770)	746,592	671,933
FEMA obligation	8,651,914	-	(8,651,914)	-	-
<b>Total Governmental Activities</b>	<u>\$ 83,284,333</u>	<u>\$ 1,507,557</u>	<u>\$ (21,255,896)</u>	<u>\$ 63,535,994</u>	<u>\$ 4,398,182</u>

**Long-term liabilities due in more than one year** \$ 59,137,812

\*\*Debt associated with capital assets \$ 51,509,141

	<u>Beginning Balance</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>Business-Type Activities:</b>					
Net pension liability	\$ 696,937	\$ -	\$ (307,973)	\$ 388,964	\$ -
Net OPEB liability	886,353	-	(289,088)	597,265	-
Compensated absences	43,448	68,680	(70,387)	41,741	37,567
Landfill closure and post closure care costs	884,257	53,990	-	938,247	-
<b>Total Business-Type Activities</b>	<u>\$ 2,510,995</u>	<u>\$ 122,670</u>	<u>\$ (667,448)</u>	<u>\$ 1,966,217</u>	<u>\$ 37,567</u>

See note IV. C. for additional information regarding landfill closure and post closure care costs. The County is not obligated in any manner for special assessment debt.

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 in the governmental funds. The governmental activities' compensated absences, net OPEB liability, and net pension liability obligations are generally liquidated by the general fund. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

A summary of the County's debt service requirements, including interest rates, are as follows:

	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance</u>
<b>General Obligation Bonds</b>			
Series 2012 Refunding	2.00-3.00%	\$ 5,270,000	\$ 2,500,000
Series 2014 Revenue and Limited Tax Bonds	2.00-4.00%	\$ 9,270,000	6,715,000
Series 2015 Certificates of Obligation	3.00-5.00%	\$ 8,240,000	7,790,000
Series 2015 Revenue and Limited Tax Bonds	3.00-5.00%	\$ 19,335,000	18,825,000
	Total General Obligation Bonds		<u>35,830,000</u>
<b>Tax Notes</b>			
Series 2012 Tax Notes	1.23%	\$ 7,000,000	610,000
Series 2013 Tax Notes	1.77%	\$ 9,750,000	3,185,000
Series 2016 Tax Notes	2.00-3.00%	\$ 9,370,000	9,180,000
		Total Tax Notes	<u>12,975,000</u>
<b>Capital Leases</b>	Various	\$ 1,352,604	<u>703,843</u>
		<b>Total</b>	<u>\$ 49,508,843</u>

The annual debt service requirements to maturity for general obligation bonds of the County as of December 31, 2018 are as follows:

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 1,030,000	\$ 1,200,118	\$ 2,230,118
2020	1,670,000	1,162,394	2,832,394
2021	2,070,000	1,101,719	3,171,719
2022	2,395,000	1,011,544	3,406,544
2023	2,340,000	908,919	3,248,919
2024-2028	13,160,000	3,135,274	16,295,274
2029-2033	11,890,000	991,859	12,881,859
2034-2035	1,275,000	45,063	1,320,063
<b>Total</b>	<u>\$ 35,830,000</u>	<u>\$ 9,556,890</u>	<u>\$ 45,386,890</u>

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

Annual debt service requirements for tax notes of the County as of December 31, 2018 are as follows:

<u>Fiscal Year</u>	<u>Tax Notes</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 2,380,000	\$ 256,493	\$ 2,636,493
2020	1,795,000	220,754	2,015,754
2021	2,865,000	161,675	3,026,675
2022	2,940,000	89,300	3,029,300
2023	2,995,000	29,950	3,024,950
	<u>\$ 12,975,000</u>	<u>\$ 758,172</u>	<u>\$ 13,733,172</u>

Future minimum payments to retire capital lease obligations are as follows:

<u>Fiscal Year</u>	<u>Capital Leases</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 316,249	\$ 26,097	\$ 342,346
2020	290,937	14,394	305,331
2021	87,506	3,207	90,713
2022	9,151	44	9,195
<b>Total</b>	<u>\$ 703,843</u>	<u>\$ 43,742</u>	<u>\$ 747,585</u>

Machinery and equipment acquired under current capital lease obligations totaled \$401,400, net of depreciation.

**Federal Arbitrage**

The Tax Reform Act of 1986 instituted certain arbitrage consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed correctly, a substantial liability to the County could result. The County periodically engages an arbitrage consultant to perform the calculations in accordance with the rules and regulations of the IRS.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**E. Interfund Transfers and Receivables and Payables**

Transfers between funds during 2018 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
<b>Governmental Funds:</b>		
Individual major governmental funds:		
General	\$ 102,593	\$ 3,073,147
Other nonmajor governmental funds	55,698	124,110
<b>Total Governmental Funds</b>	<u>158,291</u>	<u>3,197,257</u>
<b>Proprietary Funds:</b>		
Individual major enterprise funds:		
Solid waste	2,483,118	-
Nonmajor enterprise funds	555,848	-
<b>Total Proprietary Funds</b>	<u>3,038,966</u>	<u>-</u>
<b>Total Transfers</b>	<u>\$ 3,197,257</u>	<u>\$ 3,197,257</u>

Transfers are used to move unrestricted general fund revenues to finance various programs that the County must account for in the other governmental and business-type funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

The composition of interfund balances as of December 31, 2018 is as follows:

	<u>Due To</u>	<u>Due From</u>
<b>Governmental Funds:</b>		
General:		
Road and bridge	\$ -	\$ 17,851
Debt service	-	31
Nonmajor governmental	-	2,083,565
Capital project 02 construction:		
Nonmajor governmental	831	441,853
Road and bridge:		
General fund	17,851	-
Debt service		
General fund	31	-
Nonmajor governmental:		
General	2,083,565	-
Capital project 02 construction	441,022	-
Nonmajor governmental	537,948	537,948
	<u>\$ 3,081,248</u>	<u>\$ 3,081,248</u>

Amounts recorded as due to/from are considered temporary loans and will be repaid during the following year.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

**F. Restatement of Beginning Fund Balance/Net Position**

Beginning fund balance/net position has been restated to reverse the 2013 FEMA receivable recorded in the general fund. Net position was restated to correct prior year capital assets and net position was also restated to record a decrease in capital assets associated with equipment. Also, due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (GASB 75), the County restated its beginning fund balance/net position as follows:

	<b>General</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	
			<b>Golf Course</b>	<b>Solid Waste</b>
Beginning fund balance/net position - as reported	\$ 19,054,981	\$ 67,633,161	\$ 295,534	\$ 582,673
Restatement - 2013 FEMA receivable	(567,784)	(567,784)	-	-
Restatement - capital assets	-	(865,699)	-	-
Restatement - Net OPEB obligation	-	6,598,076	113,110	358,181
Restatement - Net OPEB liability	-	(8,972,973)	(215,919)	(670,434)
<b>Beginning Fund Balance / Net Position - Restated</b>	<b>\$ 18,487,197</b>	<b>\$ 63,824,781</b>	<b>\$ 192,725</b>	<b>\$ 270,420</b>

**IV. OTHER INFORMATION**

**A. Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance. In addition, the County participates along with 279 other entities in the Texas Association of Counties Workers' Compensation Self-Insurance Fund (the "Pool"). This Pool was created by the Texas Association of Counties in 1974 to insure the County for workers' compensation related claims. This Pool purchases commercial insurance at group rates for participants in the Pool. The County has no additional risk or responsibility to either of the Pools in which it participates, outside of payment of insurance premiums. The County has not significantly reduced insurance coverage or had settlements that exceeded coverage amounts for the past three fiscal years.

In prior years, the County maintained a self-insured health plan (the "Plan") for all eligible employees and retirees; however, on November 30, 2015, the County discontinued its self-insured health plan. At year end, the County has recorded no liability in current health claims in the internal service fund.

**B. Contingent Liabilities**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and social factors. No claim liabilities are reported at year end.

**C. Landfill Closure and Post Closure Care Cost**

Current state regulations and the U.S. Environmental Protection Agency (EPA) require the County to place a final cover on its landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County is required to recognize a portion of the landfill closure and post closure care liability each year. Recognition of the liability is based on the landfill capacity used to date. The operations of the landfill are recorded in the solid waste fund, one of the enterprise funds used by the County.

The County's estimate of the total cost of closure and post closure care for 30 years, under permits and regulations currently in effect, is \$9,310,846. The \$938,247 reported as landfill closure and post closure care liability at December 31, 2018 is based on the use of 10.08 percent of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and post closure care of \$8,372,599 as the remaining estimated capacity is filled.

The County amended its permit for cell capacity at the end of the fiscal year 2013, which increased the capacity size of the landfill. The total waste disposal capacity of the landfill (including waste and daily cover) is 19.3 million cubic yards. The landfill has a total permit boundary of 236.78 acres, which is an increase from the 88.38 acres of land authorized to be used in prior year. Based on the current usage during 2018, it is estimated that the remaining capacity will be filled in 248.8 years.

The estimated total current cost of the landfill closure and post closure care is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2018. However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

**D. Pension Plans**

**Texas County and District Retirement System**

Plan Description

TCDRS is a statewide, agent multiple-employer, public-employee retirement system. TCDRS serves 700 actively participating counties and districts throughout Texas. Each employer maintains its own customized plan of benefits. Plan provisions are adopted by the Board of Directors of each employer, within the options available in the TCDRS Act. Because of that, the County has the flexibility and local control to select benefits and pay for those benefits based on its needs and budgets.

Each employer has a defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the payment of benefits to the members of that employer's plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TCDRS issues a publicly available comprehensive annual financial report that can be obtained at [www.tcdrs.org](http://www.tcdrs.org).

All eligible employees (except temporary staff) of the County must be enrolled in the TCDRS.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

Benefits Provided

TCDRS provides retirement, disability, and death benefits. The benefits provisions are adopted by the Commissioners' Court within the options available in Texas state statutes governing TCDRS. Members can retire at age 60 and above with eight or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after eight years of service, but must leave their accumulated contributions in TCDRS to receive any County-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

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

The Commissioner's Court adopted the rate of seven percent as the contributed rate payable by the employee members for calendar year 2018. The Commissioners' Court may change the employee contribution rate and the County contribution rate within the options available in the TCDRS Act.

Employees Covered by Benefit Terms

At the December 31, 2017 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	259
Inactive employees entitled to, but not yet receiving, benefits	283
Active employees	447
<b>Total</b>	<b>989</b>

Contributions

A combination of three elements funds each employer's plan: employee deposits, employer contributions, and investment income.

- The deposit rate for employees is four percent, five percent, six percent, or seven percent of compensation, as adopted by the employer's governing body.
- Participating employers are required, by law, to contribute at actuarially determined rates, which are determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method.
- Investment income funds a large part of the benefits employees earn.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

Employers have the option of paying more than the required contribution rate each year. Extra contributions can help employers “prefund” benefit increases, such as a cost-of-living adjustment to retirees, and they can be used to help offset or mitigate future increases in the required rate due to negative plan experience. There are two approaches for making extra contributions:

- (a) paying an elected contribution rate higher than the required rate and
- (b) making an extra lump-sum contribution to the employer account.

Employees for the County were required to contribute seven percent of their annual gross earnings during the calendar year. The contribution rate for the County was 14.22 percent in calendar year 2018. The County’s contributions to TCDRS for the calendar year ended December 31, 2018 were \$3,057,316, equal to the required contributions.

Net Pension Liability

The County’s Net Pension Liability (NPL) was measured as of December 31, 2017 and the Total Pension Liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The actuarial assumptions that determined the TPL as of December 31, 2017 were based on the results of an actuarial experience study for the period January 1, 2013 through December 31, 2016, except where required to be different by GASB 68.

Key assumptions used in the December 31, 2017 actuarial valuation are as follows:

Valuation Timing	Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in the which the contributions are reported.
Actuarial Cost Method	Entry age normal
Amortization Method	Level of percentage of payroll, closed
Asset Valuation Method	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
Inflation	2.75%
Salary Increases	Varies by age and service. 4.9% average over career, including inflation
Investment Rate of Return	8.10%
Cost of Living Adjustments	Cost-of-living adjustments for the County are not considered to be substantively automatic under GASB 68. Therefore, an assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation. 130% of the RP-2014 Healthy Annuitant Mortality Table for males and
Mortality	110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

The long-term expected rate of return of TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The target allocation and best estimate of geometric real rate of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Benchmark</u>	<u>Target Allocation</u>	<u>Geometric Real Rate of Return (Expected minus Inflation)</u>
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.55%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index	16.00%	7.55%
Global Equities	MSCI World (net) Index	1.50%	4.85%
International Equities - Developed	MSCI World Ex USA (net)	11.00%	4.55%
International Equities - Emerging	MSCI Emerging Markets (net) Index	8.00%	5.55%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	0.75%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	8.00%	4.12%
Direct Lending	S&P/LSTA Leveraged Loan Index	10.00%	8.06%
Distressed Debt	Cambridge Associates Distressed Securities Index	2.00%	6.30%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.05%
Master Limited Partnerships (MLP)	Alerian MLP Index	3.00%	6.00%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index	6.00%	6.25%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	18.00%	4.10%

Discount Rate

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

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

Changes in the NPL

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Changes for the year:			
Service cost	\$ 2,840,439	\$ -	\$ 2,840,439
Interest	7,344,780	-	7,344,780
Changes in benefit terms	-	-	-
Difference between expected and actual experience	205,940	-	205,940
Changes in assumptions	611,908	-	611,908
Contributions - employer	-	2,910,160	(2,910,160)
Contributions - employee	-	1,432,571	(1,432,571)
Net investment income	-	11,624,481	(11,624,481)
Benefit payments, including refunds of employee contributions	(4,849,457)	(4,849,457)	-
Administrative expense	-	(60,348)	60,348
Other changes	-	(7,920)	7,920
<b>Net Changes</b>	<b>6,153,610</b>	<b>11,049,487</b>	<b>(4,895,877)</b>
Balance at December 31, 2016	90,213,374	79,694,671	10,518,703
<b>Balance at December 31, 2017</b>	<b>\$ 96,366,984</b>	<b>\$ 90,744,158</b>	<b>\$ 5,622,826</b>

Sensitivity of the NPL to Changes in the Discount Rate

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

	<b>1% Decrease in Discount Rate (7.1%)</b>	<b>Discount Rate (8.1%)</b>	<b>1% Increase in Discount Rate (9.1%)</b>
County's Net Pension Liability / (Asset)	\$ 17,133,947	\$ 5,622,826	\$ (4,201,149)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in a separately-issued TCDRS financial report. That report may be obtained on the Internet at [www.tcdrs.org](http://www.tcdrs.org).

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the calendar year ended December 31, 2018, the County recognized pension expense of \$2,934,369.

At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual economic experience	\$ 164,752	\$ 370,565
Changes in actuarial assumptions	712,162	-
Difference between projected and actual investment earnings	-	1,092,341
Contributions subsequent to the measurement date	3,057,316	-
<b>Total</b>	<b>\$ 3,934,230</b>	<b>\$ 1,462,906</b>

\$3,057,316 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the NPL for the fiscal year ending December 31, 2019. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended December 31</b>	<b>Pension Expense</b>
2019	\$ 704,553
2020	359,753
2021	(775,458)
2022	(874,840)
<b>Total</b>	<b>\$ (585,992)</b>

**E. Other Postemployment Benefits**

**Healthcare Plan**

Plan Description

In order to recognize and reward long-term employees, as well as to provide an incentive for remaining in the County’s employment, the County administers a single-employer defined benefit OPEB plan, known as Chambers County Retiree Benefits Trust plan (the “Plan”). The Commissioner’s Court has been appointed as the Trustees for the Plan. The Trustees have the power to amend or modify this Plan in order to comply with applicable legal requirements or to carry out the purposes of this Trust.

In order to be eligible for this benefit, the retiree must be, or have been, a full-time employee of the County for eight consecutive years immediately prior to retirement and satisfy the applicable plan requirements for the extension of retiree coverage under the medical, dental, vision, and life insurance benefit plan offered by the County at the time of retirement.

Beginning with retirement, and ending once Medicare eligibility is reached, the County shall offer the retiree medical coverage in accordance with the following: 100 percent of the premium costs for retirees retiring after age 59, but before age 65, and having at least eight years of full-time service with the

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

County for a maximum of five years or until Medicare eligibility is reached; and 100 percent of the premium costs for retirees retiring before age 60 and having at least 30 years of full-time service with the County, for a maximum of five years or until Medicare eligibility is reached; and will offer coverage at the same cost as active employees to retirees who retire with at least eight years of full-time service until age 60 and provide 100 percent of the premium costs after age 60 until Medicare eligibility is reached. Beginning with retirement, the County shall offer the retiree dental, vision, and life insurance coverage at the same cost as active employees until the retiree chooses to end coverage. To provide medical, dental, vision, and life insurance coverage to their spouses and dependents, eligible retirees must pay 100 percent of the cost.

The following provides a summary of the number of participants in the plan as of December 31, 2018:

Inactive employees or beneficiaries currently receiving benefits	22	
Inactive employees entitled to, but not yet receiving, benefits	-	
Active employees	434	
<b>Total</b>	<b>456</b>	

Net OPEB Liability

The County's net OPEB liability of \$6,643,664 was determined by an actuarial valuation as of January 1, 2018 which was rolled forward to a measurement date of December 31, 2018.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2018 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	Entry age normal
Asset valuation method	Market value
Discount rate*	5.50%
Administrative expenses	N/A
Municipal bond rate**	4.10%
Long-term expected rate of return on plan assets	5.50%
Mortality rates	TCDRS Mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study. These Rates are Improved Generationally using 110% of the Ultimate MP-2014 Improvement Rates and Weighted Based on the TCDRS December 31, 2017 Actuarial Valuation.

\*The discount rate was based on a combination of the expected long-term rate of return on plan assets and the municipal bond rate.

\*\*The municipal bond rate was based on the bond buyer 20-Bond GO Index.

Funding Policy

The County has elected to finance the County's Plan on a pay-as-you-go basis, paying an amount each year equal to the claims paid. The County established a trust for the 2018 fiscal year and made a contribution of \$4,000,000.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
For the Year Ended December 31, 2018

Investments

The Plan is authorized to invest in the same options available to the County as authorized by the Public Funds Investment Act, Chapter 2256, Texas Government Code. Investments, except for certain investment pools, commercial paper, money market funds, and investment contracts, are reported at fair value. No investments were held by the Plan as of its most recent fiscal year end.

Changes in the Total OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Changes for the year:			
Service cost	\$ 890,802	\$ -	\$ 890,802
Interest	524,901	-	524,901
Contributions - employer	-	4,631,365	(4,631,365)
Benefit payments	(631,365)	(631,365)	-
<b>Net Changes</b>	<b>784,338</b>	<b>4,000,000</b>	<b>(3,215,662)</b>
Balance at December 31, 2016	9,859,326	-	9,859,326
<b>Balance at December 31, 2017</b>	<b>\$ 10,643,664</b>	<b>\$ 4,000,000</b>	<b>\$ 6,643,664</b>

Consistent with the requirements of GASB Statement No. 74, the employer contributions include “amounts for OPEB as the benefits come due that will not be reimbursed to the employer using OPEB plan assets.” The employer contributions shown above include trust contributions of \$4,000,000, explicit benefits payments of \$451,037, and implicit benefit payments of \$180,328 that were paid by the County using its own assets.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the County, as well as what the County’s net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease in Discount Rate (4.50%)	Discount Rate (5.50%)	1% Increase in Discount Rate (6.50%)
County's Net OPEB Liability	\$ 7,470,064	\$ 6,643,664	\$ 5,892,446

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the net OPEB liability of the County, as well as what the County’s net OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate:

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
County's Net OPEB Liability	\$ 5,543,901	\$ 6,643,664	\$ 7,934,044

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

For the year ended December 31, 2018, the County recognized OPEB expense of \$1,415,703. The County reported no deferred outflows/inflows of resources related to OPEB during the fiscal year.

**F. Deferred Compensation Plans**

The County offers its employees deferred compensation plans (the “Plans”) created in accordance with Internal Revenue Service Code, Section 457. The Plans permit employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until retirement, termination, death, or unforeseeable emergencies.

Federal law requires all assets and income of Section 457 plans to be held in trust, custodial accounts, or annuity contracts for the exclusive benefit of the participants and their beneficiaries. The County’s Plans are administered by private corporations under contract with the County. Total participant contributions were approximately \$97,497 for the year ended December 31, 2018. The County does not contribute to the Plans.

**G. Hurricane Ike and FEMA De-Obligation**

On September 12, 2008, Hurricane Ike, a category four hurricane, made landfall west of the County, in Galveston, Texas. Although the storm was rated as a category two hurricane at landfall, Ike was unusually large and had a storm surge disproportional to its wind speed (category). The storm resulted in extensive flooding, wind damage, and a massive amount of debris removal.

The County incurred substantial expenses: planning and preparing for the event, providing refuge and assistance to citizens of the area, manning emergency operations, and cleaning up debris. Many of these expenditures incurred by the County were fully reimbursed by FEMA. However, after an audit of the Office of Inspector General (OIG) in 2013, the OIG found that the County was not in compliance with federal procurement standards and did not monitor its time and material contracts; therefore, a significant portion of funds were de-obligated. The County filed two appeals in 2013 and 2015 against FEMA’s decision, and both appeals have been denied. FEMA has de-obligated \$8,651,914 in costs associated with debris removal following Hurricane Ike. As of the date of this report, the County has not taken any other steps to appeal or litigate this decision. In addition, FEMA has not informed the County when the payment is due. During the 2016 fiscal year, the County has recorded the \$8.6 million of de-obligated funds as a long-term liability on the government-wide financial statements.

The County received a response to its second appeal against FEMA’s decision to de-obligate \$8.6 million in reimbursed costs. The notice received was dated May 26, 2017 and stated that the second appeal was denied.

On February 15, 2018, the County received a memorandum from FEMA that the \$8,651,914 would be restored in accordance with Disaster Recovery Act of 2018. The restoration of funds are included in the 2018 financials.

**H. Tax Abatements**

The County has entered into various tax abatement agreements for the 2018 fiscal year. The County has adopted policies to offer these programs to industry to promote economic growth within the County for a long-term investment on future revenue and they typically involve a ten year abatement program in exchange for activities and investments that promote an increase to the overall tax base as well as job growth opportunities for residents of the County. All tax abatement agreements provide for recapture in the event of default.

**CHAMBERS COUNTY, TEXAS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**For the Year Ended December 31, 2018**

The County has entered into economic and tax abatement agreements with local businesses under Article III, Section 52-A of the Texas Constitution, Chapter 381 of the Texas Local Government Code, as well as Chapter 312 of the Texas Tax Code, *Property Redevelopment and Tax Abatement Act* (the “Act”).

Under the Chapter 381 and Chapter 312 statutes, the County may grant property tax abatements up to 100% percent of a business’ property tax value for the purpose of providing grants and incentives of public money to promote local economic development and to stimulate business and commercial activity in the County.

For the fiscal year ended December 31, 2018, the County abated property taxes totaling \$27,612,246, including the following tax abatement agreements that each exceeded 10 percent of the total amount abated:

- A 100 percent property tax abatement to a petrochemical industry leader for continued investment in the County through creation and retention of jobs and increasing tax revenues for the County. The abatement amounted to \$4,491,028.
- A 100 percent property tax abatement to a petrochemical industry leader for continued investment in the County through creation and retention of jobs and increasing tax revenues for the County. The abatement amounted to \$6,578,800.

For this reporting period, the County has received \$8,791,649 of scheduled payments in lieu of taxes related to the abatement agreements.

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***REQUIRED SUPPLEMENTARY INFORMATION***

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**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Page 1 of 3)**  
**GENERAL FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b><u>Revenues</u></b>				
Taxes	\$ 37,311,951	\$ 37,311,951	\$ 40,649,562	\$ 3,337,611
Intergovernmental	105,490	105,490	108,620	3,130
Fees	1,692,200	2,016,434	2,701,273	684,839
Fines and forfeitures	751,100	751,100	526,692	(224,408)
Investment income	150,000	150,000	535,057	385,057
Other	385,000	386,300	475,233	88,933
<b>Total Revenues</b>	<u>40,395,741</u>	<u>40,721,275</u>	<u>44,996,437</u>	<u>4,275,162</u>
<b><u>Expenditures</u></b>				
<b>General Government:</b>				
Commissioners' court	1,649,616	1,806,788	1,786,414	20,374
Nondepartmental	2,870,320	3,019,383	3,016,804	2,579
Data processing	1,338,340	1,386,784	1,248,489	138,295
Communications	288,580	288,580	287,070	1,510
Economic development	397,940	416,583	402,910	13,673
Elections	203,200	217,050	191,112	25,938
Maintenance	1,636,680	1,389,712	1,328,189	61,523
<b>Total General Government</b>	<u>8,384,676</u>	<u>8,524,880</u>	<u>8,260,988</u>	<u>263,892</u>
<b>Financial Administration:</b>				
County auditor	871,175	871,175	858,580	12,595
County treasurer	345,405	346,512	340,628	5,884
Tax assessor	1,224,106	1,227,287	1,175,231	52,056
Purchasing	349,170	350,670	350,318	352
<b>Total Financial Administration</b>	<u>2,789,856</u>	<u>2,795,644</u>	<u>2,724,757</u>	<u>70,887</u>
<b>Justice System:</b>				
County court	124,500	138,500	123,777	14,723
District court	810,170	1,090,690	1,059,176	31,514
District clerk	622,900	626,324	596,042	30,282
County clerk	993,320	999,774	974,205	25,569
Justice of the Peace, Pct #1	329,670	333,249	326,288	6,961
Justice of the Peace, Pct #2	329,030	330,578	329,552	1,026
Justice of the Peace, Pct #3	98,230	98,230	94,491	3,739
Justice of the Peace, Pct #4	269,265	270,068	267,657	2,411
Justice of the Peace, Pct #5	309,125	310,879	306,738	4,141
Justice of the Peace, Pct #6	402,565	406,413	399,790	6,623
Juvenile probation	56,650	227,575	222,362	5,213
County attorney	873,130	883,744	875,567	8,177
District attorney	1,030,160	1,080,068	1,079,144	924
<b>Total Justice System</b>	<u>6,248,715</u>	<u>6,796,092</u>	<u>6,654,789</u>	<u>141,303</u>

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Page 2 of 3)**  
**GENERAL FUND**

For the Year Ended December 31, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Budget as Amended		
<b>Expenditures (continued)</b>				
<b>Health and Welfare:</b>				
Environmental health	\$ 357,446	\$ 398,848	\$ 362,488	\$ 36,360
Health department	314,170	372,385	371,962	423
Indigent health care	779,190	780,325	768,386	11,939
Nurse practitioner	264,700	265,862	200,733	65,129
Welfare	38,000	38,000	27,833	10,167
Rehabilitation	53,380	53,380	15,252	38,128
Mosquito control	912,810	995,507	933,759	61,748
<b>Total Health and Welfare</b>	<b>2,719,696</b>	<b>2,904,307</b>	<b>2,680,413</b>	<b>223,894</b>
<b>Culture and Recreational:</b>				
Libraries	1,188,160	1,194,534	1,088,260	106,274
Agricultural extension	300,110	300,893	257,459	43,434
Parks and recreation	1,577,020	1,655,762	1,647,494	8,268
Historical commission	12,225	12,225	4,821	7,404
<b>Total Culture and Recreational</b>	<b>3,077,515</b>	<b>3,163,414</b>	<b>2,998,034</b>	<b>165,380</b>
<b>Law Enforcement and Public Safety:</b>				
Emergency management	279,950	316,100	315,728	372
Safety department	79,500	79,500	58,889	20,611
Constable, Precinct #1	111,610	111,910	111,866	44
Constable, Precinct #2	221,730	282,013	281,763	250
Constable, Precinct #3	110,890	110,890	103,461	7,429
Constable, Precinct #4	110,680	110,680	105,390	5,290
Constable, Precinct #5	112,440	113,440	113,360	80
Constable, Precinct #6	111,720	112,720	112,222	498
Sheriff	10,996,315	11,333,524	11,330,930	2,594
<b>Total Law Enforcement and Public Safety</b>	<b>12,134,835</b>	<b>12,570,777</b>	<b>12,533,609</b>	<b>37,168</b>
<b>Capital Outlay</b>	<b>2,587,428</b>	<b>1,471,706</b>	<b>1,312,298</b>	<b>159,408</b>
<b>Debt Service:</b>				
Principal	626,000	564,331	366,587	197,744
Interest and other	-	30,136	30,136	-
<b>Total Debt Service</b>	<b>626,000</b>	<b>594,467</b>	<b>396,723</b>	<b>197,744</b>
<b>Total Expenditures</b>	<b>38,568,721</b>	<b>38,821,287</b>	<b>37,561,611</b>	<b>1,259,676</b>
<b>Excess of</b>				
<b>Revenues Over Expenditures</b>	<b>\$ 1,827,020</b>	<b>\$ 1,899,988</b>	<b>\$ 7,434,826</b>	<b>\$ 5,534,838</b>

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Page 3 of 3)**  
**GENERAL FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Other Financing Sources (Uses)</u></b>				
Capital leases	\$ -	\$ -	\$ 141,409	141,409
Transfers in	1,358,060	1,358,060	102,593	(1,255,467)
Transfers (out)	<u>(3,193,880)</u>	<u>(3,258,048)</u>	<u>(3,073,147)</u>	<u>184,901</u>
<b>Total Other Financing (Uses)</b>	<b><u>(1,835,820)</u></b>	<b><u>(1,899,988)</u></b>	<b><u>(2,829,145)</u></b>	<b><u>(929,157)</u></b>
<b>Revenues and Other Financing Sources Over (Under) Expenditures</b>				
<b>Net Change in Fund Balance</b>	<b><u><u>\$ (8,800)</u></u></b>	<b><u><u>\$ -</u></u></b>	<b>4,605,681</b>	<b><u><u>\$ 4,605,681</u></u></b>
Beginning fund balance			<u>18,487,197</u>	
<b>Ending Fund Balance</b>			<b><u><u>\$ 23,092,878</u></u></b>	

Notes to Required Supplementary Information (RSI):

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

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**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Taxes	\$ 7,608,800	\$ 7,608,800	\$ 7,710,953	\$ 102,153
Fees	805,000	805,000	720,829	(84,171)
Fines and forfeitures	500,000	500,000	423,679	(76,321)
Investment income	15,000	15,000	29,178	14,178
Other	138,000	138,000	151,712	13,712
<b>Total Revenues</b>	<u>9,066,800</u>	<u>9,066,800</u>	<u>9,036,351</u>	<u>(30,449)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Transportation	8,346,710	8,551,760	8,306,245	245,515
<b>Capital Outlay</b>	721,780	1,102,780	1,102,771	9
<b>Total Expenditures</b>	<u>9,070,490</u>	<u>9,654,540</u>	<u>9,409,016</u>	<u>245,524</u>
<b>(Deficiency) of Revenues (Under) Expenditures</b>	(3,690)	(587,740)	(372,665)	215,075
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	3,690	27,940	-	(27,940)
<b>Total Other Financing Sources</b>	<u>3,690</u>	<u>27,940</u>	<u>-</u>	<u>(27,940)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (559,800)</u>	(372,665)	<u>\$ 187,135</u>
Beginning fund balance			<u>1,546,995</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,174,330</u>	

Notes to Required Supplementary Information:

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

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**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
**For the Year Ended December 31, 2018**

	Measurement Year*			
	2014	2015	2016	2017
Total Pension Liability				
Service cost	\$ 2,311,920	\$ 2,466,440	\$ 2,755,099	\$ 2,840,439
Interest (on the total pension liability)	6,182,306	6,497,250	6,870,315	7,344,780
Changes in benefit terms	-	(406,914)	-	-
Difference between expected and actual experience	(634,661)	(314,455)	(583,902)	205,940
Change in assumptions	-	890,542	-	611,907
Benefit payments, including refunds of employee contributions	(4,210,024)	(4,361,367)	(4,504,510)	(4,849,456)
<b>Net Change in Total Pension Liability</b>	<b>3,649,541</b>	<b>4,771,496</b>	<b>4,537,000</b>	<b>6,153,610</b>
Beginning total pension liability	77,255,337	80,904,878	85,676,374	90,213,374
<b>Ending Total Pension Liability</b>	<b>\$ 80,904,878</b>	<b>\$ 85,676,374</b>	<b>\$ 90,213,374</b>	<b>\$ 96,366,984</b>
<b>Plan Fiduciary Net Position</b>				
Contributions - employer	\$ 2,276,446	\$ 2,404,661	\$ 2,644,926	\$ 2,910,160
Contributions - employee	1,095,952	1,183,734	1,302,007	1,432,571
Net investment income	4,872,265	(209,712)	5,557,196	11,624,481
Benefit payments, including refunds of employee contributions	(4,210,024)	(4,361,367)	(4,504,510)	(4,849,456)
Administrative expense	(57,180)	(54,430)	(60,515)	(60,348)
Other	(295,357)	255,923	(567,984)	(7,922)
<b>Net Change in Plan Fiduciary Net Position</b>	<b>3,682,102</b>	<b>(781,191)</b>	<b>4,371,119</b>	<b>11,049,487</b>
Beginning plan fiduciary net position	72,422,641	76,104,743	75,323,552	79,694,671
<b>Ending Plan Fiduciary Net Position</b>	<b>\$ 76,104,743</b>	<b>\$ 75,323,552</b>	<b>\$ 79,694,671</b>	<b>\$ 90,744,158</b>
<b>Net Pension Liability</b>	<b>\$ 4,800,135</b>	<b>\$ 10,352,822</b>	<b>\$ 10,518,703</b>	<b>\$ 5,622,826</b>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	<b>94.07%</b>	<b>87.92%</b>	<b>88.34%</b>	<b>94.17%</b>
<b>Covered Payroll</b>	<b>\$ 15,656,460</b>	<b>\$ 16,917,628</b>	<b>\$ 18,600,097</b>	<b>\$ 20,465,306</b>
<b>Net Pension Liability as a Percentage of Covered Payroll</b>	<b>30.66%</b>	<b>61.20%</b>	<b>56.55%</b>	<b>27.47%</b>

\*Only four years of information is currently available. The County will build this schedule over the next six-year period.

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF CONTRIBUTIONS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
**For the Year Ended December 31, 2018**

	Fiscal Year*			
	2014	2015	2016	2017
Actuarially determined contribution	\$ 2,276,446	\$ 2,404,661	\$ 2,563,093	\$ 2,910,160
Contributions in relation to the actuarially determined contribution	2,276,446	2,404,661	2,644,926	2,910,160
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (81,833)</u>	<u>\$ -</u>
 Covered payroll	 \$ 15,656,460	 \$ 16,910,492	 \$ 18,600,097	 \$ 20,465,254
 Contributions as a percentage of covered payroll	 14.54%	 14.22%	 14.22%	 14.22%

\*Only five years of information is currently available. The County will build this schedule over the next five-year period.

Notes to Required Supplementary Information:

There were no benefit changes during the year.

**Fiscal Year\***

**2018**

3,057,272

3,057,316

\$ (44)

\$ 21,499,800

14.22%

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**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**  
For the Year Ended December 31, 2018

	Measurement Year*
	2018
<b>Total OPEB Liability</b>	
Service cost	\$ 890,802
Interest (on the total OPEB liability)	524,901
Changes of benefit terms	-
Difference between expected and actual experience	-
Changes of assumptions	-
Benefit payments	(631,365)
<b>Net Change in Total OPEB Liability</b>	<b>784,338</b>
Beginning total OPEB liability	9,859,326
<b>Ending Total OPEB Liability</b>	<b>\$ 10,643,664</b>
<b>Plan Fiduciary Net Position</b>	
Contributions - employer	\$ 4,631,365
Contributions - employee	-
OPEB plan net investment income	-
Benefit payments	(631,365)
OPEB plan administrative expense	-
Other	-
<b>Net Change in Plan Fiduciary Net Position</b>	<b>4,000,000</b>
Beginning plan fiduciary net position	-
<b>Ending Plan Fiduciary Net Position</b>	<b>\$ 4,000,000</b>
<b>Net OPEB Liability</b>	<b>\$ 6,643,664</b>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	37.58%
<b>Covered Payroll</b>	\$ 15,494,833
<b>Total OPEB Liability as a Percentage of Covered Payroll</b>	42.88%

\*Only one year of information is currently available. The County will build this schedule over the next nine-year period.

**Notes to Required Supplementary Information:**

Changes in Assumptions

There were no changes in assumptions that affected measurement of the total OPEB liability during the measurement period.

Changes in Benefits

There were no changes in benefit terms that affected measurement of the total OPEB liability during the measurement period.

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***COMBINING STATEMENTS  
AND SCHEDULES***

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## ***NONMAJOR GOVERNMENTAL FUNDS***

### ***Special Revenue Funds***

***Lateral Road*** - This fund is used to account for property tax revenue and expenditures related to construction and maintenance of roads.

***County Court Fee*** - This fund and the associated fee assessed were established for probate guardian fees collected through the Constitutional County Court.

***Worthless Check*** - This fund is used to account for the associated fee assessed with an offense involving hot checks or similar sight orders and used to offset the expenses for the prosecutor's office.

***County Attorney DWI*** - This fund is used to account for the fee assessed on DWI offenses, and used at the direction of the County Attorney's office for related programs and associated expenses.

***District Attorney Drug Prevention*** - This fund is used to account for the fee assessed on drug possession offenses and used at the direction of the District Attorney's office for related programs and associated expenses.

***Sheriff Forfeiture*** - Funds collected in connection with gambling, drug seizures, and forfeitures for the use of the sheriff are deposited into this fund. Depending on the nature of funds obtained, these monies can be used for department use.

***Hotel Tax*** - This fund is used to account for revenues generated from a hotel occupancy tax and expenditures for improvements that serve the purpose of attracting visitors and tourists.

***District Attorney Seizure & Forfeiture*** - Funds collected in connection with gambling, drug seizures, and forfeitures for the use of the District attorney are deposited into this fund. Depending on the nature of funds obtained, these monies can be used for department use.

***Election*** - This fund accounts for the revenue and associated expenses from contracts between the County and local municipalities for holding elections.

***LEOSE Allocation*** - This fund accounts for the equal share of the 20 percent of the state general revenue fund allocation by the Comptroller for local law enforcement agencies to pay for continuing education of licensed peace officer or training for full-time, fully paid law enforcement support personnel.

***Fallen Officer*** - This fund was established to receipt and account for juror donations to be used for the benefit of the families of Chambers County law enforcement officers.

***County Clerk Records Archive*** - Fees collected by the County clerk for filing official documents, such as birth and death certificates, are deposited in this fund and are expended for the purpose of preservation of documents within the County clerk's office.

***Justice Court Technology*** - This fund and the associated fee assessed to certain offenders and case filings were approved by the Legislature and became effective in late 2009. Monies will be utilized, per statute, to improve the technology in County and District courts.

***Courthouse Security*** - This fund is used to account for special fees collected by the District clerk and County clerk for the purpose of defraying expenses related to providing security in the County's court rooms.

***Records Management County Clerk*** - Fees collected by the County clerk, as approved by the Texas Legislature, are accounted for in this fund. The requests to expend funds collected are addressed to Commissioners' Court.

***Records Management District Clerk*** - Fees collected by the District clerk, as approved by the Texas Legislature, are accounted for in this fund. The requests to expend funds collected are addressed to Commissioners' Court.

***Jail Commissary*** - This fund is used to account for all revenues generated from the County's jails.

***Narcotics Task Force*** - This fund accounts for revenues and expenditures associated with the joint Chambers and Liberty County narcotics task force.

***Youth Activity*** - This fund accounts for revenues and expenditures related to the County's Youth Project.

***Available School*** - This fund is used to accumulate investment earnings from the permanent school fund, including lease payments received on properties owned by the County in Throckmorton and Baylor counties.

***Heavy Hauling Permit*** - This fund accounts for revenues and expenditures related to heavy hauling permits for the Texas Department of Motor Vehicles.

***Indigent Defense Formula*** - This fund accounts for revenues and expenditures related to grant funds for the Indigent Defense Formula grant.

***NONMAJOR GOVERNMENTAL FUNDS (Continued)***

***Special Revenue Funds (continued)***

***WIC Peer Counseling*** - This fund accounts for revenues and expenditures related to grant funds for Woman's Infants, and Children (WIC) Peer Counseling.

***Airport Maintenance (Anahuac)*** - This fund accounts for revenues and expenditures for grant funds associated with airport maintenance.

***Airport Maintenance (Winnie)*** - This fund accounts for revenues and expenditures for grant funds associated with airport maintenance.

***SCAAP*** - This fund accounts for revenues and expenditures for the state criminal alien assistance program grant.

***TSLAC Grant*** - This fund accounts for revenues and expenditures for the Texas State Library and Commission grant.

***Grant: SHSP DPA*** - This fund accounts for revenues and expenditures for the State Homeland Security Program down payment assistance grant.

***Grant: USDHHS BVCAA*** - This fund accounts for revenues and expenditures for the United States Department of Health and Human Services (USDHHS) Brazos Valley Community Actions Agency grant.

***Grant: VAWA*** - This fund accounts for revenues and expenditures for the Violence Against Women Act grant.

***Grant: USDHHS TDH WIC*** - This fund accounts for revenues and expenditures for the USDHHS Texas Department of State Health Services grant.

***FEMA United Way*** - This fund accounts for revenues and expenditures for the Emergency Food and Shelter National Board Program grant passed through the United Way.

***Title IV*** - Monies contributed by the Texas Department of Criminal Justice to help offset the additional costs of the District clerk's office for having a prison located within the County are recorded within this fund.

***Grant SETH: HTF*** - This fund accounts for revenues and expenditures for the Housing Trust Fund grant.

***Parks and Wildlife Equipment Grant*** - This fund accounts for revenues and expenditures for the Texas Parks and Wildlife equipment grant.

***Chapter Nineteen*** - This fund is used to account for grant funds received from the Secretary of State to be used to defray the cost of voter registration and may be used to pay for any item or service designed to increase the number of registered voters in the state; maintain and report an accurate list of the number of registered voters; or increase the efficiency of the voter registration office, including hiring temporary voter registration personnel.

***Justice Court Building Security*** - This fund is used to account for special fees collected for the purpose of defraying expenses related to providing security in the County's court rooms.

***DC Records Technology*** - This fund and the associated fee assessed to certain offenders and case filings were approved by the Legislature and became effective in late 2009. Monies will be utilized, per statute, to improve the technology in County and District courts.

***Pretrial Intervention Programs*** - This fund is used to account for fees collected during the pretrial intervention program and used for reimbursing the County for expenses related to the defendant's pretrial intervention program.

***CC/DC Records Preservation Fund*** - Fees collected by the County clerk and District clerk for filing official documents, such as birth and death certificates, are deposited in this fund and are expended for the purpose of preservation of documents within the County clerk's and District clerk's office.

***DC/CC Technology*** - This fund and the associated fee assessed to certain offenders and case filings were approved by the Legislature and became effective in late 2009. Monies will be utilized, per statute, to improve the technology in County and District courts.

***District Attorney Federal Sharing*** - This fund is used to account for revenues seized and distributed by the federal government to the County.

***Child Abuse Prevention*** - This fund records the fee assessed on certain cases and funds programs related to the prevention of child abuse.

***PHEP Grant*** - This fund accounts for revenues and expenditures for the Public Health Emergency Preparedness grant.

***NONMAJOR GOVERNMENTAL FUNDS (Continued)***

***Special Revenue Funds (continued)***

***County Fire Marshal*** - This fund accounts for revenues and expenditures for the County's fire marshal department.

***CDBG Dis. Rec. Non-Housing*** - This fund accounts for revenues and expenditures for the Department of Housing and Urban Community Development Block Grant for disaster recovery primarily associated with Hurricane Ike.

***CDBG Disaster Recovery*** - This fund accounts for revenues and expenditures for the Department of Housing and Urban Community Development Block Grant for disaster recovery primarily associated with Hurricane Ike.

***CDBG Mayhaw Bayou*** - This fund accounts for revenues and expenditures for the Department of Housing and Urban Community Development Block Grant for development of the the Mayhaw Bayou.

***Hurricane Harvey FEMA 4332*** - This fund accounts for revenues and expenditures for the Federal Emergency Management Agency funds related to Hurrican Harvey.

***Health Service Sales Tax*** - This fund accounts for revenues and expenditures related to the collection of health services sales tax.

***Arboretum*** - This fund accounts for revenues and expenditures related to the Arboretum Nursing and Rehabilitation Center of Winnie, Texas.

***DOJ Vest Grant*** - This fund accounts for revenues and expenditures related to the Department of Justice bulletproof vest partnership program.

***Capital Projects Funds***

***Capital Project 99*** - This fund is used to account for the 2012 and 2013 tax notes and 2015 certificates of obligation proceeds. Uses of funds are restricted for the purposes of providing construction and improvement of County roads and bridges, road and bridge equipment, County park improvements, construction and improvement of County buildings, acquisition of vehicles, and paying costs of issuance.

***Tax Notes Series 2016*** - This fund is used to account for the 2016 tax notes proceeds. Uses of funds are restricted for the purposes of County-wide road improvements and construction and equipping various County buildings, as well as the acquisition of road maintenance equipment and election equipment.

***Permanent Fund***

***Permanent Fund*** - This fund is used to account for mineral lease revenue derived from property awarded in Texas land grants to be held for the benefit of schools within the County. These funds may be distributed, if approved by the Commissioners' Court.

**CHAMBERS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 1 of 6)**  
**December 31, 2018**

	<b>Special Revenue Funds</b>			
	<b>Lateral Road</b>	<b>County Court Fee</b>	<b>Worthless Check</b>	<b>County Attorney DWI</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 164,957	\$ 51,254	\$ 15,809	\$ 37,325
Receivables, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-
<b>Total Assets</b>	<b>\$ 164,957</b>	<b>\$ 51,254</b>	<b>\$ 15,809</b>	<b>\$ 37,325</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Due to others	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable:				
Permanent fund	-	-	-	-
Restricted for:				
County schools	-	-	-	-
Grants	-	-	-	-
Special projects	164,957	51,254	15,809	37,325
Capital projects	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>164,957</b>	<b>51,254</b>	<b>15,809</b>	<b>37,325</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 164,957</b>	<b>\$ 51,254</b>	<b>\$ 15,809</b>	<b>\$ 37,325</b>

**Special Revenue Funds**

<b>District Attorney Drug Prevention</b>	<b>Sheriff Forfeiture</b>	<b>Hotel Tax</b>	<b>District Attorney Seizure &amp; Forfeiture</b>	<b>Election</b>	<b>LEOSE Allocation</b>
\$ 84,919	\$ 121,274	\$ 1,534,821	\$ 541,885	\$ 16,152	\$ 34,561
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 84,919</u>	<u>\$ 121,274</u>	<u>\$ 1,534,821</u>	<u>\$ 541,885</u>	<u>\$ 16,152</u>	<u>\$ 34,561</u>
\$ -	\$ -	\$ 156,171	\$ 5,791	\$ -	\$ 497
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>156,171</u>	<u>5,791</u>	<u>-</u>	<u>497</u>
-	-	-	-	-	-
-	-	-	-	-	-
84,919	121,274	1,378,650	536,094	16,152	34,064
-	-	-	-	-	-
-	-	-	-	-	-
<u>84,919</u>	<u>121,274</u>	<u>1,378,650</u>	<u>536,094</u>	<u>16,152</u>	<u>34,064</u>
<u>\$ 84,919</u>	<u>\$ 121,274</u>	<u>\$ 1,534,821</u>	<u>\$ 541,885</u>	<u>\$ 16,152</u>	<u>\$ 34,561</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 2 of 6)**  
**December 31, 2018**

	<b>Special Revenue Funds</b>			
	<b>Fallen Officer</b>	<b>County Clerk Records Archives</b>	<b>Justice Court Technology</b>	<b>Courthouse Security</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 10,945	\$ 537,613	\$ 57,178	\$ 118,131
Receivables, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-
<b>Total Assets</b>	<b>\$ 10,945</b>	<b>\$ 537,613</b>	<b>\$ 57,178</b>	<b>\$ 118,131</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 402	\$ 2,170
Due to other funds	-	-	-	-
Due to others	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>402</b>	<b>2,170</b>
<b>Fund Balances:</b>				
Nonspendable:				
Permanent fund	-	-	-	-
Restricted for:				
County schools	-	-	-	-
Grants	-	-	-	-
Special projects	10,945	537,613	56,776	115,961
Capital projects	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>10,945</b>	<b>537,613</b>	<b>56,776</b>	<b>115,961</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 10,945</b>	<b>\$ 537,613</b>	<b>\$ 57,178</b>	<b>\$ 118,131</b>

**Special Revenue Funds**

<b>Records Mgmt County Clerk</b>	<b>Records Mgmt District Clerk</b>	<b>Jail Commissary</b>	<b>Narcotics Task Force</b>	<b>Youth Activity</b>	<b>Available School</b>
\$ 435,132	\$ 30,479	\$ 71,938	\$ 36,302	\$ 60,670	\$ 50,374
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 435,132</u>	<u>\$ 30,479</u>	<u>\$ 71,938</u>	<u>\$ 36,302</u>	<u>\$ 60,670</u>	<u>\$ 50,374</u>
\$ 729	\$ 426	\$ -	\$ 36,279	\$ 743	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>729</u>	<u>426</u>	<u>-</u>	<u>36,279</u>	<u>743</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
434,403	30,053	71,938	23	59,927	50,374
-	-	-	-	-	-
-	-	-	-	-	-
<u>434,403</u>	<u>30,053</u>	<u>71,938</u>	<u>23</u>	<u>59,927</u>	<u>50,374</u>
\$ 435,132	\$ 30,479	\$ 71,938	\$ 36,302	\$ 60,670	\$ 50,374

**CHAMBERS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 3 of 6)**  
December 31, 2018

	Special Revenue Funds			
	Heavy Hauling Permit	Indigent Defense Formula	WIC Peer Counseling	Airport Maintenance (Anahuac)
<b>Assets</b>				
Cash and cash equivalents	\$ 383	\$ -	\$ 1,255	\$ -
Receivables, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	6,780
Restricted cash and cash equivalents	-	-	-	-
<b>Total Assets</b>	<b>\$ 383</b>	<b>\$ -</b>	<b>\$ 1,255</b>	<b>\$ 6,780</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	6,780
Due to others	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,780</b>
<b>Fund Balances:</b>				
Nonspendable:				
Permanent fund	-	-	-	-
Restricted for:				
County schools	-	-	-	-
Grants	383	-	1,255	-
Special projects	-	-	-	-
Capital projects	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>383</b>	<b>-</b>	<b>1,255</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 383</b>	<b>\$ -</b>	<b>\$ 1,255</b>	<b>\$ 6,780</b>

**Special Revenue Funds**

<b>Airport Maintenance (Winnie)</b>	<b>SCAAP</b>	<b>TSLAC</b>	<b>Grant: SHSP DPA</b>	<b>Grant: USDHHS BVCAA</b>	<b>Grant: VAWA</b>
\$ -	\$ 7,696	\$ -	\$ -	\$ 1,786	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	13,811	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 21,507</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,786</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,757	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,757</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	21,507	-	-	29	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>21,507</u>	<u>-</u>	<u>-</u>	<u>29</u>	<u>-</u>
\$ -	\$ 21,507	\$ -	\$ -	\$ 1,786	\$ -

**CHAMBERS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 4 of 6)**  
December 31, 2018

	<b>Special Revenue Funds</b>			
	<b>Grant: USDHHS TDH WIC</b>	<b>FEMA United Way</b>	<b>Title IV</b>	<b>Grant: SETH HTF</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 2,248	\$ 4,582	\$ -	\$ -
Receivables, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	9,265	10,953	-	-
Restricted cash and cash equivalents	-	-	-	-
<b>Total Assets</b>	<b>\$ 11,513</b>	<b>\$ 15,535</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 1,420	\$ 4,582	\$ -	\$ -
Due to other funds	10,093	10,953	-	-
Due to others	-	-	-	-
<b>Total Liabilities</b>	<b>11,513</b>	<b>15,535</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable:				
Permanent fund	-	-	-	-
Restricted for:				
County schools	-	-	-	-
Grants	-	-	-	-
Special projects	-	-	-	-
Capital projects	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 11,513</b>	<b>\$ 15,535</b>	<b>\$ -</b>	<b>\$ -</b>

**Special Revenue Funds**

<b>Parks And Wildlife Equipment Grant</b>	<b>Chapter Nineteen</b>	<b>Justice Court Building Security</b>	<b>DC Records Technology</b>	<b>Pretrial Intervention Programs</b>	<b>CC/DC Record Preservation</b>
\$ -	\$ 7,434	\$ 61,365	\$ 22,506	\$ 77,686	\$ 27,159
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 7,434</u>	<u>\$ 61,365</u>	<u>\$ 22,506</u>	<u>\$ 77,686</u>	<u>\$ 27,159</u>
\$ -	\$ -	\$ 42,681	\$ -	\$ -	\$ 1,471
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>42,681</u>	<u>-</u>	<u>-</u>	<u>1,471</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	7,434	-	-	-	-
-	-	18,684	22,506	77,686	25,688
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>7,434</u>	<u>18,684</u>	<u>22,506</u>	<u>77,686</u>	<u>25,688</u>
<u>\$ -</u>	<u>\$ 7,434</u>	<u>\$ 61,365</u>	<u>\$ 22,506</u>	<u>\$ 77,686</u>	<u>\$ 27,159</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 5 of 6)**  
**December 31, 2018**

	<b>Special Revenue Funds</b>			
	<b>DC/CC Technology</b>	<b>District Attorney Federal Sharing</b>	<b>Child Abuse Prevention</b>	<b>PHEP Grant</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 12,396	\$ 12,940	\$ 1,256	\$ 114
Receivables, net	-	-	-	1,285
Due from other funds	-	-	-	-
Due from other governments	-	-	-	21,352
Restricted cash and cash equivalents	-	-	-	-
<b>Total Assets</b>	<b>\$ 12,396</b>	<b>\$ 12,940</b>	<b>\$ 1,256</b>	<b>\$ 22,751</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 2,855	\$ -	\$ -	\$ 114
Due to other funds	-	-	-	22,637
Due to others	-	-	-	-
<b>Total Liabilities</b>	<b>2,855</b>	<b>-</b>	<b>-</b>	<b>22,751</b>
<b>Fund Balances:</b>				
Nonspendable:				
Permanent fund	-	-	-	-
Restricted for:				
County schools	-	-	-	-
Grants	-	-	1,256	-
Special projects	9,541	12,940	-	-
Capital projects	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>9,541</b>	<b>12,940</b>	<b>1,256</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 12,396</b>	<b>\$ 12,940</b>	<b>\$ 1,256</b>	<b>\$ 22,751</b>

**Special Revenue Funds**

<b>County Fire Marshal</b>	<b>CDBG Dis. Rec. Non-Housing</b>	<b>CDBG Disaster Recovery</b>	<b>CDBG Mayhaw Bayou</b>	<b>Hurrincane Harvey FEMA 4332</b>	<b>Health Service Sales Tax</b>
\$ 34,679	\$ 192,426	\$ -	\$ -	\$ -	\$ 10,170,318
-	-	-	-	-	1,392,813
-	-	-	-	-	537,117
-	742,816	154,248	-	702,941	-
-	-	-	9,009	-	-
<u>\$ 34,679</u>	<u>\$ 935,242</u>	<u>\$ 154,248</u>	<u>\$ 9,009</u>	<u>\$ 702,941</u>	<u>\$ 12,100,248</u>
\$ 4,441	\$ 391,486	\$ -	\$ -	\$ 1,339,795	\$ 408,656
-	406,841	154,248	9,009	1,440,410	-
-	-	-	-	-	-
<u>4,441</u>	<u>798,327</u>	<u>154,248</u>	<u>9,009</u>	<u>2,780,205</u>	<u>408,656</u>
-	-	-	-	-	-
-	136,915	-	-	-	-
30,238	-	-	-	-	-
-	-	-	-	-	11,691,592
-	-	-	-	-	-
-	-	-	-	(2,077,264)	-
<u>30,238</u>	<u>136,915</u>	<u>-</u>	<u>-</u>	<u>(2,077,264)</u>	<u>11,691,592</u>
<u>\$ 34,679</u>	<u>\$ 935,242</u>	<u>\$ 154,248</u>	<u>\$ 9,009</u>	<u>\$ 702,941</u>	<u>\$ 12,100,248</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (page 6 of 6)**  
December 31, 2018

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>	
	<u>Arboretum</u>	<u>DOJ Vest Grant</u>	<u>Capital Project 99 Construction</u>	<u>Tax Notes Series 2016</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 373,438	\$ -	\$ -	\$ -
Receivables, net				
Due from other funds			831	
Due from other governments	537,117	32,190	-	-
Restricted cash and cash equivalents	-	-	8,139,197	6,402,934
<b>Total Assets</b>	<b>\$ 910,555</b>	<b>\$ 32,190</b>	<b>\$ 8,140,028</b>	<b>\$ 6,402,934</b>
<b><u>Liabilities and Fund Balances</u></b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 364,653	\$ 32,190	\$ 2,184,211	\$ 629,126
Due to other funds	537,117	-	464,447	-
Due to others	8,785	-	-	-
<b>Total Liabilities</b>	<b>910,555</b>	<b>32,190</b>	<b>2,648,658</b>	<b>629,126</b>
<b>Fund Balances:</b>				
Nonspendable:				
Permanent fund	-	-	-	-
Restricted for:				
County schools	-	-	-	-
Grants	-	-	-	-
Special projects	-	-	-	-
Capital projects	-	-	5,491,370	5,773,808
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>5,491,370</b>	<b>5,773,808</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 910,555</b>	<b>\$ 32,190</b>	<b>\$ 8,140,028</b>	<b>\$ 6,402,934</b>

<b>Permanent Fund</b>		<b>Total Nonmajor Governmental Funds</b>
<b>Permanent</b>		
\$ -		\$ 15,023,386
-		1,394,098
-		537,948
-		2,231,473
<u>2,123,547</u>		<u>16,674,687</u>
<u>\$ 2,123,547</u>		<u>\$ 35,861,592</u>

\$ -		\$ 5,612,646
-		3,062,535
-		8,785
<u>-</u>		<u>8,683,966</u>

500,000		500,000
1,623,547		1,760,462
-		96,166
-		15,633,084
-		11,265,178
-		(2,077,264)
<u>2,123,547</u>		<u>27,177,626</u>
<u>\$ 2,123,547</u>		<u>\$ 35,861,592</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 1 of 6)**  
**For the Year Ended December 31, 2018**

<u>Special Revenue Funds</u>				
	<u>Lateral Road</u>	<u>County Court Fee</u>	<u>Worthless Check</u>	<u>County Attorney DWI</u>
<b><u>Revenues</u></b>				
Taxes	\$ 38,925	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees	-	4,681	425	3,724
Fines and forfeitures	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
<b>Total Revenues</b>	<u>38,925</u>	<u>4,681</u>	<u>425</u>	<u>3,724</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	-	-	-	-
Supplies	-	-	-	4,521
Miscellaneous	-	-	-	-
Contractual services	-	-	-	-
<b>Capital Outlay</b>	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,521</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>38,925</u>	<u>4,681</u>	<u>425</u>	<u>(797)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	38,925	4,681	425	(797)
Beginning fund balances	<u>126,032</u>	<u>46,573</u>	<u>15,384</u>	<u>38,122</u>
<b>Ending Fund Balances</b>	<u>\$ 164,957</u>	<u>\$ 51,254</u>	<u>\$ 15,809</u>	<u>\$ 37,325</u>

**Special Revenue Funds**

<b>District Attorney Drug Prevention</b>	<b>Sheriff Forfeiture</b>	<b>Hotel Tax</b>	<b>District Attorney Seizure &amp; Forfeiture</b>	<b>Election</b>	<b>LEOSE Allocation</b>
\$ -	\$ -	\$ 628,945	\$ -	\$ -	\$ -
-	-	-	-	-	10,750
5,290	-	-	-	-	-
-	2,395	-	34,106	-	-
-	794	9,699	3,920	-	-
-	-	-	4,440	4,159	-
<u>5,290</u>	<u>3,189</u>	<u>638,644</u>	<u>42,466</u>	<u>4,159</u>	<u>10,750</u>
-	-	5,108	59,807	-	-
-	17,103	-	33,023	-	-
-	-	-	-	-	-
2,500	-	56,868	10,000	-	6,483
-	-	223,446	-	-	-
<u>2,500</u>	<u>17,103</u>	<u>285,422</u>	<u>102,830</u>	<u>-</u>	<u>6,483</u>
<u>2,790</u>	<u>(13,914)</u>	<u>353,222</u>	<u>(60,364)</u>	<u>4,159</u>	<u>4,267</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>2,790</u>	<u>(13,914)</u>	<u>353,222</u>	<u>(60,364)</u>	<u>4,159</u>	<u>4,267</u>
<u>82,129</u>	<u>135,188</u>	<u>1,025,428</u>	<u>596,458</u>	<u>11,993</u>	<u>29,797</u>
<u>\$ 84,919</u>	<u>\$ 121,274</u>	<u>\$ 1,378,650</u>	<u>\$ 536,094</u>	<u>\$ 16,152</u>	<u>\$ 34,064</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 2 of 6)**  
**For the Year Ended December 31, 2018**

	<b>Special Revenue Funds</b>			
	<b>Fallen Officer</b>	<b>County Clerk Records Archives</b>	<b>Justice Court Technology</b>	<b>Courthouse Security</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fees	-	134,579	-	32,125
Fines and forfeitures	-	-	-	-
Investment income	-	3,342	-	-
Other	-	-	20,196	-
<b>Total Revenues</b>	<b>-</b>	<b>137,921</b>	<b>20,196</b>	<b>32,125</b>
<b>Expenditures</b>				
<b>Current:</b>				
Personnel	-	-	-	-
Supplies	-	-	9,073	42,552
Miscellaneous	-	-	-	-
Contractual services	-	-	-	-
<b>Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>9,073</b>	<b>42,552</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>-</b>	<b>137,921</b>	<b>11,123</b>	<b>(10,427)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>137,921</b>	<b>11,123</b>	<b>(10,427)</b>
Beginning fund balances	10,945	399,692	45,653	126,388
<b>Ending Fund Balances</b>	<b>\$ 10,945</b>	<b>\$ 537,613</b>	<b>\$ 56,776</b>	<b>\$ 115,961</b>

**Special Revenue Funds**

<b>Records Mgmt County Clerk</b>	<b>Records Mgmt District Clerk</b>	<b>Jail Commissary</b>	<b>Narcotics Task Force</b>	<b>Youth Activity</b>	<b>Available School</b>
\$ -	\$ -	\$ -	\$ -	-	\$ -
-	-	-	-	-	-
122,923	20,463	-	-	-	-
-	-	-	-	-	-
2,928	-	-	-	-	483
-	-	33,988	-	651,999	38,180
<u>125,851</u>	<u>20,463</u>	<u>33,988</u>	<u>-</u>	<u>651,999</u>	<u>38,663</u>
53,151	14,358	-	-	-	-
2,258	2,091	-	-	83,401	-
-	-	-	-	-	41,762
-	-	-	-	598,640	-
67,063	-	-	-	-	-
<u>122,472</u>	<u>16,449</u>	<u>-</u>	<u>-</u>	<u>682,041</u>	<u>41,762</u>
<u>3,379</u>	<u>4,014</u>	<u>33,988</u>	<u>-</u>	<u>(30,042)</u>	<u>(3,099)</u>
-	-	-	-	52,537	3,024
-	-	-	-	(26,040)	(137)
-	-	-	-	26,497	2,887
3,379	4,014	33,988	-	(3,545)	(212)
<u>431,024</u>	<u>26,039</u>	<u>37,950</u>	<u>23</u>	<u>63,472</u>	<u>50,586</u>
<u>\$ 434,403</u>	<u>\$ 30,053</u>	<u>\$ 71,938</u>	<u>\$ 23</u>	<u>59,927</u>	<u>\$ 50,374</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 3 of 6)**  
**For the Year Ended December 31, 2018**

	<u>Special Revenue Funds</u>			
	<u>Heavy Hauling Permit</u>	<u>Indigent Defense Formula</u>	<u>WIC Peer Counseling</u>	<u>Airport Maintenance (Anahuac)</u>
<b><u>Revenues</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	62,101	-	9,139
Fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	-	-	-	-
Other	139	-	2,899	-
<b>Total Revenues</b>	<u>139</u>	<u>62,101</u>	<u>2,899</u>	<u>9,139</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	-	-	2,899	-
Supplies	-	-	-	-
Miscellaneous	-	-	-	-
Contractual services	316	-	-	9,139
<b>Capital Outlay</b>	-	-	-	-
<b>Total Expenditures</b>	<u>316</u>	<u>-</u>	<u>2,899</u>	<u>9,139</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(177)</u>	<u>62,101</u>	<u>-</u>	<u>-</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	-	-
Transfers (out)	-	(62,101)	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(62,101)</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	(177)	-	-	-
Beginning fund balances	560	-	1,255	-
<b>Ending Fund Balances</b>	<u>\$ 383</u>	<u>\$ -</u>	<u>\$ 1,255</u>	<u>\$ -</u>

**Special Revenue Funds**

<b>Airport Maintenance (Winnie)</b>	<b>SCAAP</b>	<b>TSLAC</b>	<b>Grant: SHSP DPA</b>	<b>Grant: USDHHS BVCAA</b>	<b>Grant: VAWA</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,502	13,811	893	32,808	25,000	10,691
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,502</u>	<u>13,811</u>	<u>893</u>	<u>32,808</u>	<u>25,000</u>	<u>10,691</u>
-	-	-	-	-	10,691
-	-	893	-	24,971	-
-	1,099	-	-	-	-
3,502	-	-	-	-	-
-	-	-	-	-	-
<u>3,502</u>	<u>1,099</u>	<u>893</u>	<u>-</u>	<u>24,971</u>	<u>10,691</u>
-	12,712	-	32,808	29	-
-	-	-	-	-	-
-	-	-	(32,808)	-	-
-	-	-	(32,808)	-	-
-	12,712	-	-	29	-
-	8,795	-	-	-	-
<u>\$ -</u>	<u>\$ 21,507</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ -</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 4 of 6)**  
**For the Year Ended December 31, 2018**

	<b>Special Revenue Funds</b>			
	<b>Grant: USDHHS TDH WIC</b>	<b>FEMA United Way</b>	<b>Title IV</b>	<b>Grant: SETH: HTF</b>
<b><u>Revenues</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	80,663	10,953	-	-
Fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	-	-	2	-
Other	-	-	-	-
<b>Total Revenues</b>	<b>80,663</b>	<b>10,953</b>	<b>2</b>	<b>-</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	64,333	-	553	-
Supplies	3,871	10,953	-	50,000
Miscellaneous	-	-	-	-
Contractual services	12,459	-	-	-
<b>Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>80,663</b>	<b>10,953</b>	<b>553</b>	<b>50,000</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>-</b>	<b>-</b>	<b>(551)</b>	<b>(50,000)</b>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>(551)</b>	<b>(50,000)</b>
Beginning fund balances	-	-	551	50,000
<b>Ending Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Special Revenue Funds**

<b>Parks And Wildlife Equipment Grant</b>	<b>Chapter Nineteen</b>	<b>Justice Court Building Security</b>	<b>DC Records Technology</b>	<b>Pretrial Intervention Programs</b>	<b>CC/DC Record Preservation</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15,736	7,521	-	-	-	-
-	-	4,790	7,492	17,000	7,744
-	-	-	-	-	-
-	-	-	-	-	-
<u>15,736</u>	<u>7,521</u>	<u>4,790</u>	<u>7,492</u>	<u>17,000</u>	<u>7,744</u>
-	-	-	-	-	21,975
-	5,154	42,681	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
15,736	-	-	-	-	-
<u>15,736</u>	<u>5,154</u>	<u>42,681</u>	<u>-</u>	<u>-</u>	<u>21,975</u>
-	2,367	(37,891)	7,492	17,000	(14,231)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,367	(37,891)	7,492	17,000	(14,231)
-	5,067	56,575	15,014	60,686	39,919
<u>\$ -</u>	<u>\$ 7,434</u>	<u>\$ 18,684</u>	<u>\$ 22,506</u>	<u>\$ 77,686</u>	<u>\$ 25,688</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 5 of 6)**  
**For the Year Ended December 31, 2018**

	<u>Special Revenue Funds</u>			
	<u>DC/CC Technology</u>	<u>District Attorney Federal Sharing</u>	<u>Child Abuse Prevention</u>	<u>PHEP Grant</u>
<b><u>Revenues</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	418	80,789
Fees	1,999	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	-	89	-	-
Other	-	-	-	-
<b>Total Revenues</b>	<b>1,999</b>	<b>89</b>	<b>418</b>	<b>80,789</b>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	-	-	-	76,203
Supplies	3,755	-	-	4,586
Miscellaneous	-	-	-	-
Contractual services	-	-	-	-
<b>Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>3,755</b>	<b>-</b>	<b>-</b>	<b>80,789</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(1,756)</b>	<b>89</b>	<b>418</b>	<b>-</b>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(1,756)</b>	<b>89</b>	<b>418</b>	<b>-</b>
Beginning fund balances	11,297	12,851	838	-
<b>Ending Fund Balances</b>	<b>\$ 9,541</b>	<b>\$ 12,940</b>	<b>\$ 1,256</b>	<b>\$ -</b>

**Special Revenue Funds**

<b>County Fire Marshal</b>	<b>CDBG Dis. Rec. Non-Housing</b>	<b>CDBG Disaster Recovery</b>	<b>CDBG Mayhaw Bayou</b>	<b>Hurrincane Harvey FEMA 4332</b>	<b>Health Service Sales Tax</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,576,095
-	1,320,699	390,377	43,839	1,234,283	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	138,913
54,331	-	-	-	-	-
<u>54,331</u>	<u>1,320,699</u>	<u>390,377</u>	<u>43,839</u>	<u>1,234,283</u>	<u>6,715,008</u>
67,582	-	-	-	-	4,531,900
-	-	-	-	-	-
-	-	-	-	-	-
375	1,183,784	390,377	43,839	1,490,577	-
-	-	-	-	811,700	911,622
<u>67,957</u>	<u>1,183,784</u>	<u>390,377</u>	<u>43,839</u>	<u>2,302,277</u>	<u>5,443,522</u>
<u>(13,626)</u>	<u>136,915</u>	<u>-</u>	<u>-</u>	<u>(1,067,994)</u>	<u>1,271,486</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>(13,626)</u>	<u>136,915</u>	<u>-</u>	<u>-</u>	<u>(1,067,994)</u>	<u>1,271,486</u>
43,864	-	-	-	(1,009,270)	10,420,106
<u>\$ 30,238</u>	<u>\$ 136,915</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,077,264)</u>	<u>\$ 11,691,592</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (page 6 of 6)**  
**For the Year Ended December 31, 2018**

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>	
	<u>Arboretum</u>	<u>DOJ Vest Grant</u>	<u>Capital Project 99 Construction</u>	<u>Tax Notes Series 2016</u>
<b><u>Revenues</u></b>				
Taxes	\$ -		\$ -	\$ -
Intergovernmental	7,708,129	32,190	-	-
Fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	-	-	58,131	23,165
Other	-	-	4,686,486	-
<b>Total Revenues</b>	<u>7,708,129</u>	<u>32,190</u>	<u>4,744,617</u>	<u>23,165</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	-	-	-	-
Supplies	-	-	-	-
Miscellaneous	-	-	-	-
Contractual services	7,708,129	32,190	-	-
<b>Capital Outlay</b>	-	-	4,453,096	977,121
<b>Total Expenditures</b>	<u>7,708,129</u>	<u>32,190</u>	<u>4,453,096</u>	<u>977,121</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>291,521</u>	<u>(953,956)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>291,521</u>	<u>(953,956)</u>
Beginning fund balances	<u>-</u>	<u>-</u>	<u>5,199,849</u>	<u>6,727,764</u>
<b>Ending Fund Balances</b>	<u>\$ -</u>	<u>-</u>	<u>\$ 5,491,370</u>	<u>\$ 5,773,808</u>

<u>Permanent Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Permanent	Funds
\$ -	\$ 7,243,965
-	11,094,292
-	363,235
-	36,501
25,157	266,623
1,496,038	6,992,855
1,521,195	25,997,471
-	4,908,560
-	340,886
1,175,810	1,218,671
-	11,549,178
-	7,459,784
1,175,810	25,477,079
345,385	520,392
137	55,698
(3,024)	(124,110)
(2,887)	(68,412)
342,498	451,980
1,781,049	26,725,646
\$ 2,123,547	\$ 27,177,626

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

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Taxes	\$ 4,834,250	\$ 4,834,250	\$ 4,910,923	\$ 76,673
Miscellaneous revenue	7,300	7,300	5,163	(2,137)
Investment income	100	100	11,932	11,832
<b>Total Revenues</b>	<u>4,841,650</u>	<u>4,841,650</u>	<u>4,928,018</u>	<u>86,368</u>
<b><u>Expenditures</u></b>				
Principal	3,310,000	3,310,000	3,310,000	-
Interest and fiscal charges	1,531,650	1,531,650	1,531,398	252
<b>Total Expenditures</b>	<u>4,841,650</u>	<u>4,841,650</u>	<u>4,841,398</u>	<u>252</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	86,620	<u>\$ 86,620</u>
Beginning fund balance			<u>1,232,838</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,319,458</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LATERAL ROAD FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Taxes	\$ 24,000	\$ 24,000	\$ 38,925	\$ 14,925
<b>Total Revenues</b>	<u>24,000</u>	<u>24,000</u>	<u>38,925</u>	<u>14,925</u>
<b><u>Expenditures</u></b>				
Capital Outlay	24,000	24,000	-	24,000
<b>Total Expenditures</b>	<u>24,000</u>	<u>24,000</u>	<u>-</u>	<u>24,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	38,925	<u>\$ 38,925</u>
Beginning fund balance			<u>126,032</u>	
<b>Ending Fund Balance</b>			<u>\$ 164,957</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY COURT FEE FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 2,000	\$ 2,000	\$ 4,681	\$ 2,681
<b>Total Revenues</b>	<u>2,000</u>	<u>2,000</u>	<u>4,681</u>	<u>2,681</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	2,000	2,000	-	2,000
<b>Total Expenditures</b>	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	4,681	<u>\$ 4,681</u>
Beginning fund balance			<u>46,573</u>	
<b>Ending Fund Balance</b>			<u>\$ 51,254</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**WORTHLESS CHECK FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 1,000	\$ 1,000	\$ 425	\$ (575)
<b>Total Revenues</b>	<u>1,000</u>	<u>1,000</u>	<u>425</u>	<u>(575)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	1,000	1,000	-	1,000
<b>Total Expenditures</b>	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	425	<u>\$ 425</u>
Beginning fund balance			<u>15,384</u>	
<b>Ending Fund Balance</b>			<u>\$ 15,809</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY ATTORNEY DWI FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 3,500	\$ 3,500	\$ 3,724	\$ 224
<b>Total Revenues</b>	<u>3,500</u>	<u>3,500</u>	<u>3,724</u>	<u>224</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	3,500	5,500	4,521	979
<b>Total Expenditures</b>	<u>3,500</u>	<u>5,500</u>	<u>4,521</u>	<u>979</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (2,000)</u>	<u>(797)</u>	<u>\$ 1,203</u>
Beginning fund balance			<u>38,122</u>	
<b>Ending Fund Balance</b>			<u>\$ 37,325</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DISTRICT ATTORNEY DRUG PREVENTION FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 10,000	\$ 10,000	\$ 5,290	\$ (4,710)
<b>Total Revenues</b>	<u>10,000</u>	<u>10,000</u>	<u>5,290</u>	<u>(4,710)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	10,000	10,000	2,500	7,500
<b>Total Expenditures</b>	<u>10,000</u>	<u>10,000</u>	<u>2,500</u>	<u>7,500</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	2,790	<u>\$ 2,790</u>
Beginning fund balance			<u>82,129</u>	
<b>Ending Fund Balance</b>			<u>\$ 84,919</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**SHERIFF FORFEITURE FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fines and forfeitures	\$ 20,000	\$ 20,000	\$ 2,395	\$ (17,605)
Investment income	-	-	794	794
<b>Total Revenues</b>	<u>20,000</u>	<u>20,000</u>	<u>3,189</u>	<u>(16,811)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	20,000	20,000	17,103	2,897
<b>Total Expenditures</b>	<u>20,000</u>	<u>20,000</u>	<u>17,103</u>	<u>2,897</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	(13,914)	<u>\$ (13,914)</u>
Beginning fund balance			<u>135,188</u>	
<b>Ending Fund Balance</b>			<u>\$ 121,274</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**HOTEL TAX FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Taxes	\$ 400,000	\$ 400,000	\$ 628,945	\$ 228,945
Investment income	1,000	1,000	9,699	8,699
<b>Total Revenues</b>	<u>401,000</u>	<u>401,000</u>	<u>638,644</u>	<u>237,644</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	5,400	5,400	5,108	292
Contractual services	129,500	129,500	56,868	72,632
<b>Capital Outlay</b>	<u>266,100</u>	<u>711,600</u>	<u>223,446</u>	<u>488,154</u>
<b>Total Expenditures</b>	<u>401,000</u>	<u>846,500</u>	<u>285,422</u>	<u>561,078</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (445,500)</u>	353,222	<u>\$ 798,722</u>
Beginning fund balance			<u>1,025,428</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,378,650</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DISTRICT ATTORNEY SEIZURE AND FORFEITURE FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fines and forfeitures	\$ 85,000	\$ 85,000	\$ 34,106	\$ (50,894)
Investment income	1,000	1,000	3,920	2,920
Other	-	-	4,440	4,440
<b>Total Revenues</b>	<u>86,000</u>	<u>86,000</u>	<u>42,466</u>	<u>(43,534)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	44,800	59,900	59,807	93
Supplies	33,700	38,600	33,023	5,577
Contractual services	-	10,000	10,000	-
<b>Total Expenditures</b>	<u>78,500</u>	<u>108,500</u>	<u>102,830</u>	<u>5,670</u>
<b>Net Change in Fund Balance</b>	<u>\$ 7,500</u>	<u>\$ (22,500)</u>	(60,364)	<u>\$ (37,864)</u>
Beginning fund balance			<u>596,458</u>	
<b>Ending Fund Balance</b>			<u>\$ 536,094</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ELECTION FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Other	\$ 2,000	\$ 2,000	\$ 4,159	\$ 2,159
<b>Total Revenues</b>	<u>2,000</u>	<u>2,000</u>	<u>4,159</u>	<u>2,159</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	1,000	1,000	-	1,000
Supplies	1,000	1,000	-	1,000
<b>Total Expenditures</b>	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	4,159	<u>\$ 4,159</u>
Beginning fund balance			<u>11,993</u>	
<b>Ending Fund Balance</b>			<u>\$ 16,152</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LEOSE FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ 9,441	\$ 9,441	\$ 10,750	\$ 1,309
<b>Total Revenues</b>	<u>9,441</u>	<u>9,441</u>	<u>10,750</u>	<u>1,309</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	9,441	9,441	6,483	2,958
<b>Total Expenditures</b>	<u>9,441</u>	<u>9,441</u>	<u>6,483</u>	<u>2,958</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	4,267	<u>\$ 4,267</u>
Beginning fund balance			<u>29,797</u>	
<b>Ending Fund Balance</b>			<u>\$ 34,064</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FALLEN OFFICER FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Other	\$ 200	\$ 200	\$ -	\$ (200)
<b>Total Revenues</b>	<u>200</u>	<u>200</u>	<u>-</u>	<u>(200)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Miscellaneous	200	200	-	200
<b>Total Expenditures</b>	<u>200</u>	<u>200</u>	<u>-</u>	<u>200</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Beginning fund balance			<u>10,945</u>	
<b>Ending Fund Balance</b>			<u>\$ 10,945</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY CLERK RECORDS ARCHIVES FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 50,000	\$ 50,000	\$ 134,579	\$ 84,579
Investment income	-	-	3,342	3,342
<b>Total Revenues</b>	<u>50,000</u>	<u>50,000</u>	<u>137,921</u>	<u>87,921</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	50,000	50,000	-	50,000
<b>Total Expenditures</b>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	137,921	<u>\$ 137,921</u>
Beginning fund balance			<u>399,692</u>	
<b>Ending Fund Balance</b>			<u>\$ 537,613</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUSTICE COURT TECHNOLOGY FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Other	\$ 41,000	\$ 41,000	\$ 20,196	\$ (20,804)
<b>Total Revenues</b>	<u>41,000</u>	<u>41,000</u>	<u>20,196</u>	<u>(20,804)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	41,000	41,000	9,073	31,927
<b>Total Expenditures</b>	<u>41,000</u>	<u>41,000</u>	<u>9,073</u>	<u>31,927</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	11,123	<u>\$ 11,123</u>
Beginning fund balance			<u>45,653</u>	
<b>Ending Fund Balance</b>			<u>\$ 56,776</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COURTHOUSE SECURITY FUND**  
For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 38,000	\$ 38,000	\$ 32,125	\$ (5,875)
<b>Total Revenues</b>	<u>38,000</u>	<u>38,000</u>	<u>32,125</u>	<u>(5,875)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	38,000	43,000	42,552	448
<b>Total Expenditures</b>	<u>38,000</u>	<u>43,000</u>	<u>42,552</u>	<u>448</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (5,000)</u>	(10,427)	<u>\$ (5,427)</u>
Beginning fund balance			<u>126,388</u>	
<b>Ending Fund Balance</b>			<u>\$ 115,961</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**RECORDS MANAGEMENT COUNTY CLERK FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 84,000	\$ 84,000	\$ 122,923	\$ 38,923
Investment income	1,000	1,000	2,928	1,928
<b>Total Revenues</b>	<u>85,000</u>	<u>85,000</u>	<u>125,851</u>	<u>40,851</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	66,925	67,790	53,151	14,639
Supplies	18,075	13,975	2,258	11,717
<b>Capital Outlay</b>	-	67,100	67,063	37
<b>Total Expenditures</b>	<u>85,000</u>	<u>148,865</u>	<u>122,472</u>	<u>26,393</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (63,865)</u>	3,379	<u>\$ 67,244</u>
Beginning fund balance			<u>431,024</u>	
<b>Ending Fund Balance</b>			<u>\$ 434,403</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**RECORDS MANAGEMENT DISTRICT CLERK FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 20,300	\$ 20,300	\$ 20,463	\$ 163
<b>Total Revenues</b>	<u>20,300</u>	<u>20,300</u>	<u>20,463</u>	<u>163</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	12,400	14,800	14,358	442
Supplies	7,900	7,900	2,091	5,809
<b>Total Expenditures</b>	<u>20,300</u>	<u>22,700</u>	<u>16,449</u>	<u>6,251</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (2,400)</u>	4,014	<u>\$ 6,414</u>
Beginning fund balance			<u>26,039</u>	
<b>Ending Fund Balance</b>			<u>\$ 30,053</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**YOUTH ACTIVITY FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Other revenue	\$ 610,000	\$ 682,500	\$ 651,999	\$ (30,501)
<b>Total Revenues</b>	<u>610,000</u>	<u>682,500</u>	<u>651,999</u>	<u>(30,501)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	50,000	83,500	83,401	99
Contractual services	<u>560,000</u>	<u>599,000</u>	<u>598,640</u>	<u>360</u>
<b>Total Expenditures</b>	<u>610,000</u>	<u>682,500</u>	<u>682,041</u>	<u>459</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>(30,042)</u>	<u>(30,042)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	52,540	52,537	(3)
Transfers (out)	<u>-</u>	<u>(26,040)</u>	<u>(26,040)</u>	<u>-</u>
<b>Total Other Financing Sources</b>	<u>-</u>	<u>26,500</u>	<u>26,497</u>	<u>(3)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ 26,500</u>	<u>(3,545)</u>	<u>\$ (30,045)</u>
Beginning fund balance			<u>63,472</u>	
<b>Ending Fund Balance</b>			<u>\$ 59,927</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**AIRPORT MAINTENANCE (ANAHUAC) FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ (40,000)	\$ (40,000)	\$ 9,139	\$ 49,139
<b>Total Revenues</b>	<u>(40,000)</u>	<u>(40,000)</u>	<u>9,139</u>	<u>49,139</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	40,000	40,000	9,139	30,861
<b>Total Expenditures</b>	<u>40,000</u>	<u>40,000</u>	<u>9,139</u>	<u>30,861</u>
<b>Net Change in Fund Balance</b>	<u>\$ (80,000)</u>	<u>\$ (80,000)</u>	-	<u>\$ 80,000</u>
Beginning fund balance			-	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**AIRPORT MAINTENANCE (WINNIE) FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 3,600	\$ 3,502	\$ (98)
<b>Total Revenues</b>	<u>-</u>	<u>3,600</u>	<u>3,502</u>	<u>(98)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	-	3,600	3,502	98
<b>Total Expenditures</b>	<u>-</u>	<u>3,600</u>	<u>3,502</u>	<u>98</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**SCAAP FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 13,811	\$ 13,811	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>13,811</u>	<u>13,811</u>	<u>-</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Miscellaneous	-	13,811	1,099	12,712
<b>Total Expenditures</b>	<u>-</u>	<u>13,811</u>	<u>1,099</u>	<u>12,712</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	12,712	<u>\$ 12,712</u>
Beginning fund balance			<u>8,795</u>	
<b>Ending Fund Balance</b>			<u>\$ 21,507</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GRANT: USDHHS-BVCAA FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 25,000	\$ 25,000	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	-	25,000	24,971	29
<b>Total Expenditures</b>	<u>-</u>	<u>25,000</u>	<u>24,971</u>	<u>29</u>
<b>Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>29</u>	<u>29</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>29</u>	<u>\$ 29</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ 29</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GRANT: USDHHS-TDH WIC FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 80,663	\$ 80,663	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>80,663</u>	<u>80,663</u>	<u>-</u>
<b>Expenditures</b>				
<b>Current:</b>				
Personnel	-	64,335	64,333	2
Supplies	-	4,300	3,871	429
Contractual services	-	13,163	12,459	704
<b>Total Expenditures</b>	<u>-</u>	<u>81,798</u>	<u>80,663</u>	<u>1,135</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (1,135)</u>	<u>-</u>	<u>\$ 1,135</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FEMA - UNITED WAY FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 10,959	\$ 10,953	\$ (6)
<b>Total Revenues</b>	<u>-</u>	<u>10,959</u>	<u>10,953</u>	<u>(6)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	-	10,959	10,953	6
<b>Total Expenditures</b>	<u>-</u>	<u>10,959</u>	<u>10,953</u>	<u>6</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers (out)	-	(2,989)	-	2,989
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (2,989)</u>	<u>-</u>	<u>\$ 2,989</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CHAPTER NINETEEN FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ 3,000	\$ 7,500	\$ 7,521	\$ 21
<b>Total Revenues</b>	<u>3,000</u>	<u>7,500</u>	<u>7,521</u>	<u>21</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	3,000	7,500	5,154	2,346
<b>Total Expenditures</b>	<u>3,000</u>	<u>7,500</u>	<u>5,154</u>	<u>2,346</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	2,367	<u>\$ 2,367</u>
Beginning fund balance			<u>5,067</u>	
<b>Ending Fund Balance</b>			<u>\$ 7,434</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUSTICE COURT BUILDING SECURITY FUND**  
For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 6,500	\$ 6,500	\$ 4,790	\$ (1,710)
<b>Total Revenues</b>	<u>6,500</u>	<u>6,500</u>	<u>4,790</u>	<u>(1,710)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	6,500	42,681	42,681	-
<b>Total Expenditures</b>	<u>6,500</u>	<u>42,681</u>	<u>42,681</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (36,181)</u>	<u>(37,891)</u>	<u>\$ (1,710)</u>
Beginning fund balance			<u>56,575</u>	
<b>Ending Fund Balance</b>			<u>\$ 18,684</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DISTRICT CLERK RECORDS TECHNOLOGY FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 7,000	\$ 7,000	\$ 7,492	\$ 492
<b>Total Revenues</b>	<u>7,000</u>	<u>7,000</u>	<u>7,492</u>	<u>492</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	7,000	7,000	-	7,000
Contractual services	-	10,000	-	10,000
<b>Total Expenditures</b>	<u>7,000</u>	<u>17,000</u>	<u>-</u>	<u>17,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (10,000)</u>	7,492	<u>\$ 17,492</u>
Beginning fund balance			<u>15,014</u>	
<b>Ending Fund Balance</b>			<u>\$ 22,506</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**PRETRIAL INTERVENTION PROGRAMS FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 10,000	\$ 10,000	\$ 17,000	\$ 7,000
<b>Total Revenues</b>	<u>10,000</u>	<u>10,000</u>	<u>17,000</u>	<u>7,000</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	7,500	7,500	-	7,500
Supplies	2,500	2,500	-	2,500
<b>Total Expenditures</b>	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	17,000	<u>\$ 17,000</u>
Beginning fund balance			<u>60,686</u>	
<b>Ending Fund Balance</b>			<u>\$ 77,686</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CC/DC RECORD PRESERVATION FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 9,000	\$ 9,000	\$ 7,744	\$ (1,256)
<b>Total Revenues</b>	<u>9,000</u>	<u>9,000</u>	<u>7,744</u>	<u>(1,256)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	9,000	2,600	-	2,600
Personnel	-	22,000	21,975	25
<b>Total Expenditures</b>	<u>9,000</u>	<u>24,600</u>	<u>21,975</u>	<u>2,625</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (15,600)</u>	(14,231)	<u>\$ 1,369</u>
Beginning fund balance			<u>39,919</u>	
<b>Ending Fund Balance</b>			<u>\$ 25,688</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DC/CC TECHNOLOGY FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Fees	\$ 2,500	\$ 2,500	\$ 1,999	\$ (501)
<b>Total Revenues</b>	<u>2,500</u>	<u>2,500</u>	<u>1,999</u>	<u>(501)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	2,500	4,780	3,755	1,025
<b>Total Expenditures</b>	<u>2,500</u>	<u>4,780</u>	<u>3,755</u>	<u>1,025</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (2,280)</u>	(1,756)	<u>\$ 524</u>
Beginning fund balance			<u>11,297</u>	
<b>Ending Fund Balance</b>			<u>\$ 9,541</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DISTRICT ATTORNEY'S FEDERAL SHARING FUND**  
For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Investment income	\$ 100	\$ 100	\$ 89	\$ (11)
<b>Total Revenues</b>	<u>100</u>	<u>100</u>	<u>89</u>	<u>(11)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	100	100	-	100
<b>Total Expenditures</b>	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	89	<u>\$ 89</u>
Beginning fund balance			<u>12,851</u>	
<b>Ending Fund Balance</b>			<u>\$ 12,940</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CHILD ABUSE PREVENTION FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ 100	\$ 100	\$ 418	\$ 318
<b>Total Revenues</b>	<u>100</u>	<u>100</u>	<u>418</u>	<u>318</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Supplies	100	100	-	100
<b>Total Expenditures</b>	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	418	<u>\$ 418</u>
Beginning fund balance			<u>838</u>	
<b>Ending Fund Balance</b>			<u>\$ 1,256</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**PHEP GRANT FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 80,988	\$ 80,789	\$ (199)
<b>Total Revenues</b>	<u>-</u>	<u>80,988</u>	<u>80,789</u>	<u>(199)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	-	76,402	76,203	199
Supplies	-	4,586	4,586	-
<b>Total Expenditures</b>	<u>-</u>	<u>80,988</u>	<u>80,789</u>	<u>199</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY FIRE MARSHAL FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Other	\$ -	\$ 60,000	\$ 54,331	\$ (5,669)
<b>Total Revenues</b>	<u>-</u>	<u>60,000</u>	<u>54,331</u>	<u>(5,669)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	-	67,600	67,582	18
Contractual services	-	400	375	25
<b>Total Expenditures</b>	<u>-</u>	<u>68,000</u>	<u>67,957</u>	<u>43</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (8,000)</u>	<u>(13,626)</u>	<u>\$ (5,626)</u>
Beginning fund balance			<u>43,864</u>	
<b>Ending Fund Balance</b>			<u>\$ 30,238</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CDBG DISASTER RECOVERY NON-HOUSING FUND**

For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 1,905,962	\$ 1,320,699	\$ (585,263)
<b>Total Revenues</b>	<u>-</u>	<u>1,905,962</u>	<u>1,320,699</u>	<u>(585,263)</u>
<b><u>Expenditures</u></b>				
Capital Outlay	-	3,601,031	1,183,784	2,417,247
<b>Total Expenditures</b>	<u>-</u>	<u>3,601,031</u>	<u>1,183,784</u>	<u>2,417,247</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (1,695,069)</u>	136,915	<u>\$ 1,831,984</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ 136,915</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CDBG DISASTER RECOVERY FUND**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 479,754	\$ 390,377	\$ (89,377)
<b>Total Revenues</b>	<u>-</u>	<u>479,754</u>	<u>390,377</u>	<u>(89,377)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	-	479,754	390,377	89,377
<b>Total Expenditures</b>	<u>-</u>	<u>479,754</u>	<u>390,377</u>	<u>89,377</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CDBG MAYHAW GRANT**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 1,562,447	\$ 43,839	\$ (1,518,608)
<b>Total Revenues</b>	<u>-</u>	<u>1,562,447</u>	<u>43,839</u>	<u>(1,518,608)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	-	1,562,447	43,839	1,518,608
<b>Total Expenditures</b>	<u>-</u>	<u>1,562,447</u>	<u>43,839</u>	<u>1,518,608</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Beginning fund balance			<u>-</u>	
<b>Ending Fund Balance</b>			<u>\$ -</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**HURRICANE HARVEY - FEMA 4332**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Intergovernmental	\$ -	\$ 2,550,000	\$ 1,234,283	\$ (1,315,717)
<b>Total Revenues</b>	<u>-</u>	<u>2,550,000</u>	<u>1,234,283</u>	<u>(1,315,717)</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Contractual services	-	1,491,000	1,490,577	423
<b>Capital Outlay</b>	<u>-</u>	<u>1,459,000</u>	<u>811,700</u>	<u>647,300</u>
<b>Total Expenditures</b>	<u>-</u>	<u>2,950,000</u>	<u>2,302,277</u>	<u>647,723</u>
<b>(Deficiency) of Revenues (Under) Expenditures</b>	<u>-</u>	<u>(400,000)</u>	<u>(1,067,994)</u>	<u>(667,994)</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	-	950,000	-	(950,000)
<b>Total Other Financing Sources</b>	<u>-</u>	<u>950,000</u>	<u>-</u>	<u>(950,000)</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ 550,000</u>	<u>(1,067,994)</u>	<u>\$ (1,617,994)</u>
Beginning fund balance			<u>(1,009,270)</u>	
<b>Ending Fund Balance</b>			<u>\$ (2,077,264)</u>	

**CHAMBERS COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**HEALTH SERVICE SALES TAX**  
**For the Year Ended December 31, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Budget as Amended</u>		
<b><u>Revenues</u></b>				
Taxes	\$ 5,500,000	\$ 5,500,000	\$ 6,576,095	\$ 1,076,095
Investment income	30,000	30,000	138,913	108,913
<b>Total Revenues</b>	<u>5,530,000</u>	<u>5,530,000</u>	<u>6,715,008</u>	<u>1,185,008</u>
<b><u>Expenditures</u></b>				
<b>Current:</b>				
Personnel	3,349,483	4,531,909	4,531,900	9
Capital Outlay	822,457	1,216,314	911,622	304,692
<b>Total Expenditures</b>	<u>4,171,940</u>	<u>5,748,223</u>	<u>5,443,522</u>	<u>304,701</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	1,358,060	(218,223)	1,271,486	1,489,709
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers (out)	(1,358,060)	(1,358,060)	-	1,358,060
<b>Total Other Financing (Uses)</b>	<u>(1,358,060)</u>	<u>(1,353,836)</u>	<u>-</u>	<u>1,353,836</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (1,572,059)</u>	1,271,486	<u>\$ 2,843,545</u>
Beginning fund balance			<u>10,420,106</u>	
<b>Ending Fund Balance</b>			<u>\$ 11,691,592</u>	

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**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF NET POSITION**  
**NONMAJOR PROPRIETARY FUNDS**  
December 31, 2018

	<u>Airport</u>	<u>Golf Course</u>	<u>Total Nonmajor Funds</u>
<b><u>Assets</u></b>			
Current assets:			
Cash	\$ 11,378	\$ 85,381	\$ 96,759
Inventory	75,070	8,280	83,350
Prepaid items	2,752	2,875	5,627
<b>Total Current Assets</b>	<u>89,200</u>	<u>96,536</u>	<u>185,736</u>
Noncurrent assets:			
Capital assets:			
Nondepreciable	3,572,051	214,324	3,786,375
Net depreciable	1,810,652	394,811	2,205,463
<b>Total Noncurrent Assets</b>	<u>5,382,703</u>	<u>609,135</u>	<u>5,991,838</u>
<b>Total Assets</b>	<u>5,471,903</u>	<u>705,671</u>	<u>6,177,574</u>
<b><u>Deferred Outflows of Resources</u></b>			
Deferred outflows - pensions	4,959	61,413	66,372
<b>Total Deferred Outflows of Resources</b>	<u>4,959</u>	<u>61,413</u>	<u>66,372</u>
<b><u>Liabilities</u></b>			
Current liabilities:			
Accounts payable and accrued liabilities	11,301	98,734	110,035
Compensated absences	-	15,625	15,625
<b>Total Current Liabilities</b>	<u>11,301</u>	<u>114,359</u>	<u>125,660</u>
Noncurrent liabilities:			
Net pension liability	9,732	101,713	111,445
Net OPEB obligation	-	145,496	145,496
Compensated absences	-	1,736	1,736
<b>Total Noncurrent Liabilities</b>	<u>9,732</u>	<u>248,945</u>	<u>258,677</u>
<b>Total Liabilities</b>	<u>21,033</u>	<u>363,304</u>	<u>384,337</u>
<b><u>Deferred Inflows of Resources</u></b>			
Deferred inflows - pensions	578	15,943	16,521
<b>Total Deferred Inflows of Resources</b>	<u>578</u>	<u>15,943</u>	<u>16,521</u>
<b><u>Net Position</u></b>			
Net investment in capital assets	5,382,703	609,135	5,991,838
Unrestricted	72,548	(221,298)	(148,750)
<b>Total Net Position</b>	<u>\$ 5,455,251</u>	<u>\$ 387,837</u>	<u>\$ 5,843,088</u>

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**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN FUND NET POSITION**  
**NONMAJOR PROPRIETARY FUNDS**  
For the Year Ended December 31, 2018

	<u>Airport</u>	<u>Golf Course</u>	<u>Total Nonmajor Funds</u>
<b><u>Operating Revenues</u></b>			
Other services	\$ 114,279	\$ 530,113	\$ 644,392
<b>Total Operating Revenues</b>	<u>114,279</u>	<u>530,113</u>	<u>644,392</u>
<b><u>Operating Expenses</u></b>			
Personnel	18,547	445,420	463,967
Supplies	110,976	149,709	260,685
Contractual services	5,184	5,966	11,150
Depreciation	133,193	45,739	178,932
<b>Total Operating Expenses</b>	<u>267,900</u>	<u>646,834</u>	<u>914,734</u>
<b>Operating (Loss)</b>	<u>(153,621)</u>	<u>(116,721)</u>	<u>(270,342)</u>
<b>(Loss) Before Capital Contributions and Transfers</b>	<u>(153,621)</u>	<u>(116,721)</u>	<u>(270,342)</u>
Capital contributions	1,680,077	-	1,680,077
Transfers in	244,015	311,833	555,848
<b>Change in Net Position</b>	<u>1,770,471</u>	<u>195,112</u>	<u>1,965,583</u>
Beginning net position	<u>3,684,780</u>	<u>192,725</u>	<u>3,877,505</u>
<b>Ending Net Position</b>	<u>\$ 5,455,251</u>	<u>\$ 387,837</u>	<u>\$ 5,843,088</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR PROPRIETARY FUNDS (Page 1 of 2)**  
**For the Year Ended December 31, 2018**

	<u>Airport</u>	<u>Golf Course</u>	<u>Total Nonmajor Funds</u>
<b><u>Cash Flows from Operating Activities</u></b>			
Receipts from customers	\$ 112,457	\$ 506,244	\$ 618,701
Payments to suppliers	(140,416)	(73,713)	(214,129)
Payments to employees	(18,003)	(513,559)	(531,562)
<b>Net Cash (Used) by Operating Activities</b>	<u>(45,962)</u>	<u>(81,028)</u>	<u>(126,990)</u>
<b><u>Cash Flows from Noncapital Financing Activities</u></b>			
Transfers from other funds	244,015	311,833	555,848
<b>Net Cash Provided by Noncapital Financing Activities</b>	<u>244,015</u>	<u>311,833</u>	<u>555,848</u>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>			
Capital purchases	(1,866,752)	(145,424)	(2,012,176)
Capital contributions	1,680,077	-	1,680,077
<b>Net Cash (Used) by Capital and Related Financing Activities</b>	<u>(186,675)</u>	<u>(145,424)</u>	<u>(332,099)</u>
<b>Net Change in Cash and Cash Equivalents</b>	11,378	85,381	96,759
Beginning cash and cash equivalents	-	-	-
<b>Ending Cash and Cash Equivalents</b>	<u>\$ 11,378</u>	<u>\$ 85,381</u>	<u>\$ 96,759</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR PROPRIETARY FUNDS (Page 2 of 2)**  
**For the Year Ended December 31, 2018**

	<u>Airport</u>	<u>Golf Course</u>	<u>Total Nonmajor Funds</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>			
Operating (loss)	\$ (153,621)	\$ (116,721)	\$ (270,342)
Adjustments to reconcile operating (loss) to net cash (used) by operating activities:			
Depreciation	133,193	45,739	178,932
<b>Changes in Operating Assets and Liabilities</b>			
<b>Assets and Liabilities:</b>			
<b>(Increase) Decrease in:</b>			
Due from other funds	571	1,141	1,712
Inventory	(33,419)	(442)	(33,861)
Prepaid expenses	(386)	216	(170)
Deferred outflows - pensions	7,066	73,705	80,771
<b>Increase (Decrease) in:</b>			
Accounts payable and accrued liabilities	9,549	82,188	91,737
Due to other funds	(2,393)	(25,010)	(27,403)
Net pension liability	(5,991)	(75,432)	(81,423)
Net OPEB liability	-	(70,423)	(70,423)
Deferred inflows - pensions	(531)	3,366	2,835
Compensated absences	-	645	645
<b>Net Cash (Used) by Operating Activities</b>	<u>\$ (45,962)</u>	<u>\$ (81,028)</u>	<u>\$ (126,990)</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF NET POSITION**  
**AGENCY FUNDS (page 1 of 2)**  
**December 31, 2018**

	<b>Undistributed Collections</b>	<b>Sheriff's Bond Escrow</b>	<b>Officials Escrow</b>	<b>Holding</b>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 67,153	\$ 67,054	\$ 224,677	\$ 488,033
Due from other units	-	-	-	-
<b>Total Assets</b>	<b>\$ 67,153</b>	<b>\$ 67,054</b>	<b>\$ 224,677</b>	<b>\$ 488,033</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 67,153	\$ 67,054	\$ 224,677	\$ 488,033
<b>Total Liabilities</b>	<b>\$ 67,153</b>	<b>\$ 67,054</b>	<b>\$ 224,677</b>	<b>\$ 488,033</b>

<u>V.I.T. Escrow</u>	<u>Historical Commission</u>	<u>County Clerk Trust</u>	<u>District Clerk Trust</u>	<u>Equalization School Tax</u>	<u>Co. Attorney Seizures / Forfeitures</u>
\$ 1,375,681	\$ 30,083	\$ 503,068	\$ 1,030,001	\$ 223,103	\$ 13,245
-	-	-	-	3,869,954	-
<u>\$ 1,375,681</u>	<u>\$ 30,083</u>	<u>\$ 503,068</u>	<u>\$ 1,030,001</u>	<u>\$ 4,093,057</u>	<u>\$ 13,245</u>
\$ 1,375,681	\$ 30,083	\$ 503,068	\$ 1,030,001	\$ 4,093,057	\$ 13,245
<u>\$ 1,375,681</u>	<u>\$ 30,083</u>	<u>\$ 503,068</u>	<u>\$ 1,030,001</u>	<u>\$ 4,093,057</u>	<u>\$ 13,245</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF NET POSITION**  
**AGENCY FUNDS (page 2 of 2)**  
**December 31, 2018**

	<u>State Fees</u>	<u>Chambers County Connection</u>	<u>District Attorney Seizure &amp; Forfeiture</u>	<u>Frozen Sick Leave</u>
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 332,565	\$ 28,555	\$ 196,398	\$ 15,980
Due from other units	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 332,565</u></b>	<b><u>\$ 28,555</u></b>	<b><u>\$ 196,398</u></b>	<b><u>\$ 15,980</u></b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 332,565	\$ 28,555	\$ 196,398	\$ 15,980
<b>Total Liabilities</b>	<b><u>\$ 332,565</u></b>	<b><u>\$ 28,555</u></b>	<b><u>\$ 196,398</u></b>	<b><u>\$ 15,980</u></b>

<b>Library Donations</b>	<b>Juvenile Probation</b>	<b>Total Agency Funds</b>
\$ 160,137	\$ 14,308	\$ 4,770,041
-	-	3,869,954
<u>\$ 160,137</u>	<u>\$ 14,308</u>	<u>\$ 8,639,995</u>
<u>\$ 160,137</u>	<u>\$ 14,308</u>	<u>\$ 8,639,995</u>
<u>\$ 160,137</u>	<u>\$ 14,308</u>	<u>\$ 8,639,995</u>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Page 1 of 4)**  
**For the Year Ended December 31, 2018**

	<u>Balance January 1, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2018</u>
<b><u>Undistributed Collections</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 207,859	\$ -	\$ (140,706)	\$ 67,153
<b>Total Assets</b>	<b>\$ 207,859</b>	<b>\$ -</b>	<b>\$ (140,706)</b>	<b>\$ 67,153</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 207,859	\$ -	\$ (140,706)	\$ 67,153
<b>Total Liabilities</b>	<b>\$ 207,859</b>	<b>\$ -</b>	<b>\$ (140,706)</b>	<b>\$ 67,153</b>
<b><u>Sheriff's Bond Escrow</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 43,251	\$ 23,803	\$ -	\$ 67,054
<b>Total Assets</b>	<b>\$ 43,251</b>	<b>\$ 23,803</b>	<b>\$ -</b>	<b>\$ 67,054</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 43,251	\$ 23,803	\$ -	\$ 67,054
<b>Total Liabilities</b>	<b>\$ 43,251</b>	<b>\$ 23,803</b>	<b>\$ -</b>	<b>\$ 67,054</b>
<b><u>Officials Escrow</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 87,271	\$ 137,406	\$ -	\$ 224,677
<b>Total Assets</b>	<b>\$ 87,271</b>	<b>\$ 137,406</b>	<b>\$ -</b>	<b>\$ 224,677</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 87,271	\$ 137,406	\$ -	\$ 224,677
<b>Total Liabilities</b>	<b>\$ 87,271</b>	<b>\$ 137,406</b>	<b>\$ -</b>	<b>\$ 224,677</b>
<b><u>Holding</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 101,921	\$ 386,112	\$ -	\$ 488,033
<b>Total Assets</b>	<b>\$ 101,921</b>	<b>\$ 386,112</b>	<b>\$ -</b>	<b>\$ 488,033</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 101,921	\$ 386,112	\$ -	\$ 488,033
<b>Total Liabilities</b>	<b>\$ 101,921</b>	<b>\$ 386,112</b>	<b>\$ -</b>	<b>\$ 488,033</b>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Page 2 of 4)**  
**For the Year Ended December 31, 2018**

	Balance January 1, 2018	Additions	Deductions	Balance December 31, 2018
<b><u>VIT Escrow</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 4,290,655	\$ -	\$ (2,914,974)	\$ 1,375,681
<b>Total Assets</b>	<b>\$ 4,290,655</b>	<b>\$ -</b>	<b>\$ (2,914,974)</b>	<b>\$ 1,375,681</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 4,290,655	\$ -	\$ (2,914,974)	\$ 1,375,681
<b>Total Liabilities</b>	<b>\$ 4,290,655</b>	<b>\$ -</b>	<b>\$ (2,914,974)</b>	<b>\$ 1,375,681</b>
<b><u>Historical Commission</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 17,739	\$ 12,344	\$ -	\$ 30,083
<b>Total Assets</b>	<b>\$ 17,739</b>	<b>\$ 12,344</b>	<b>\$ -</b>	<b>\$ 30,083</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 17,739	\$ 12,344	\$ -	\$ 30,083
<b>Total Liabilities</b>	<b>\$ 17,739</b>	<b>\$ 12,344</b>	<b>\$ -</b>	<b>\$ 30,083</b>
<b><u>County Clerk Trust</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 486,334	\$ 16,734	\$ -	\$ 503,068
<b>Total Assets</b>	<b>\$ 486,334</b>	<b>\$ 16,734</b>	<b>\$ -</b>	<b>\$ 503,068</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 486,334	\$ 16,734	\$ -	\$ 503,068
<b>Total Liabilities</b>	<b>\$ 486,334</b>	<b>\$ 16,734</b>	<b>\$ -</b>	<b>\$ 503,068</b>
<b><u>District Clerk Trust</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 1,602,358	\$ -	\$ (572,357)	\$ 1,030,001
<b>Total Assets</b>	<b>\$ 1,602,358</b>	<b>\$ -</b>	<b>\$ (572,357)</b>	<b>\$ 1,030,001</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 1,602,358	\$ -	\$ (572,357)	\$ 1,030,001
<b>Total Liabilities</b>	<b>\$ 1,602,358</b>	<b>\$ -</b>	<b>\$ (572,357)</b>	<b>\$ 1,030,001</b>
<b><u>Equalization School Tax</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 595,123	\$ -	\$ (372,020)	\$ 223,103
Due from other units	3,077,746	792,208	-	3,869,954
<b>Total Assets</b>	<b>\$ 3,672,869</b>	<b>\$ 792,208</b>	<b>\$ (372,020)</b>	<b>\$ 4,093,057</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 3,672,869	\$ 792,208	\$ (372,020)	\$ 4,093,057
<b>Total Liabilities</b>	<b>\$ 3,672,869</b>	<b>\$ 792,208</b>	<b>\$ (372,020)</b>	<b>\$ 4,093,057</b>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Page 3 of 4)**  
**For the Year Ended December 31, 2018**

	Balance January 1, 2018	Additions	Deductions	Balance December 31, 2018
<b><u>Co. Attorney Seizures / Forfeitures</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 7,030	\$ 6,215	\$ -	\$ 13,245
<b>Total Assets</b>	<b>\$ 7,030</b>	<b>\$ 6,215</b>	<b>\$ -</b>	<b>\$ 13,245</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 7,030	\$ 6,215	\$ -	\$ 13,245
<b>Total Liabilities</b>	<b>\$ 7,030</b>	<b>\$ 6,215</b>	<b>\$ -</b>	<b>\$ 13,245</b>
<b><u>State Fees</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 326,493	\$ 6,072	\$ -	\$ 332,565
<b>Total Assets</b>	<b>\$ 326,493</b>	<b>\$ 6,072</b>	<b>\$ -</b>	<b>\$ 332,565</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 326,493	\$ 6,072	\$ -	\$ 332,565
<b>Total Liabilities</b>	<b>\$ 326,493</b>	<b>\$ 6,072</b>	<b>\$ -</b>	<b>\$ 332,565</b>
<b><u>Chambers County Connection</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 36,263	\$ -	\$ (7,708)	\$ 28,555
<b>Total Assets</b>	<b>\$ 36,263</b>	<b>\$ -</b>	<b>\$ (7,708)</b>	<b>\$ 28,555</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 36,263	\$ -	\$ (7,708)	\$ 28,555
<b>Total Liabilities</b>	<b>\$ 36,263</b>	<b>\$ -</b>	<b>\$ (7,708)</b>	<b>\$ 28,555</b>
<b><u>District Attorney Seizure &amp; Forfeiture</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 142,323	\$ 54,075	\$ -	\$ 196,398
<b>Total Assets</b>	<b>\$ 142,323</b>	<b>\$ 54,075</b>	<b>\$ -</b>	<b>\$ 196,398</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 142,323	\$ 54,075	\$ -	\$ 196,398
<b>Total Liabilities</b>	<b>\$ 142,323</b>	<b>\$ 54,075</b>	<b>\$ -</b>	<b>\$ 196,398</b>
<b><u>Frozen Sick Leave</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 17,169	\$ -	\$ (1,189)	\$ 15,980
<b>Total Assets</b>	<b>\$ 17,169</b>	<b>\$ -</b>	<b>\$ (1,189)</b>	<b>\$ 15,980</b>
<b><u>Liabilities</u></b>				
Due to other units	\$ 17,169	\$ -	\$ (1,189)	\$ 15,980
<b>Total Liabilities</b>	<b>\$ 17,169</b>	<b>\$ -</b>	<b>\$ (1,189)</b>	<b>\$ 15,980</b>

**CHAMBERS COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Page 4 of 4)**  
**For the Year Ended December 31, 2018**

	<u>Balance January 1, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2018</u>
<b><u>Library Donations</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 135,816	\$ 24,321	\$ -	\$ 160,137
<b>Total Assets</b>	<u>\$ 135,816</u>	<u>\$ 24,321</u>	<u>\$ -</u>	<u>\$ 160,137</u>
<b><u>Liabilities</u></b>				
Due to other units	\$ 135,816	\$ 24,321	\$ -	\$ 160,137
<b>Total Liabilities</b>	<u>\$ 135,816</u>	<u>\$ 24,321</u>	<u>\$ -</u>	<u>\$ 160,137</u>
<b><u>Juvenile Probation</u></b>				
<b><u>Assets</u></b>				
Cash and cash equivalents	\$ 42,391	\$ -	\$ (28,083)	\$ 14,308
<b>Total Assets</b>	<u>\$ 42,391</u>	<u>\$ -</u>	<u>\$ (28,083)</u>	<u>\$ 14,308</u>
<b><u>Liabilities</u></b>				
Due to other units	\$ 42,391	\$ -	\$ (28,083)	\$ 14,308
<b>Total Liabilities</b>	<u>\$ 42,391</u>	<u>\$ -</u>	<u>\$ (28,083)</u>	<u>\$ 14,308</u>

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## ***STATISTICAL SECTION***

This part of the County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and Required Supplementary Information says about the County's overall financial health.

### **Contents**

#### **Financial Trends (Page 188)**

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

#### **Revenue Capacity (Page 198)**

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

#### **Debt Capacity (Page 208)**

*These schedules 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.*

#### **Demographic and Economic Information (Page 216)**

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.*

#### **Operating Information (Page 222)**

*These schedules 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 and the activities it performs.*

# CHAMBERS COUNTY, TEXAS

## NET POSITION BY COMPONENT

Last Ten Years  
(Accrual basis of accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 17,491,681	\$ 19,686,141	\$ 15,878,972	\$ 28,984,858
Restricted	7,845,880	12,335,576	10,741,387	12,362,622
Unrestricted	25,972,537	25,918,761	20,516,078	6,502,177
<b>Total Governmental Activities Net Position</b>	<b>\$ 51,310,098</b>	<b>\$ 57,940,478</b>	<b>\$ 47,136,437</b>	<b>\$ 47,849,657</b>
<b>Business-Type Activities</b>				
Net investment in capital assets	\$ 4,158,030	\$ 5,317,418	\$ 5,592,325	\$ 3,995,536
Unrestricted	(2,235,372)	(5,719,120)	(5,337,927)	(3,105,295)
<b>Total Business-Type Activities Net Position</b>	<b>\$ 1,922,658</b>	<b>\$ (401,702)</b>	<b>\$ 254,398</b>	<b>\$ 890,241</b>
<b>Primary Government</b>				
Net investment in capital assets	\$ 21,649,711	\$ 25,003,559	\$ 21,471,297	\$ 32,980,394
Restricted	7,845,880	12,335,576	10,741,387	12,362,622
Unrestricted	23,737,165	20,199,641	15,178,151	3,396,882
<b>Total Primary Government Net Position</b>	<b>\$ 53,232,756</b>	<b>\$ 57,538,776</b>	<b>\$ 47,390,835</b>	<b>\$ 48,739,898</b>

\* Restated balances.

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017*</b>	<b>2018</b>
\$ 25,989,418	\$ 28,117,984	\$ 32,057,484	\$ 38,652,177	\$ 36,742,656	\$ 44,344,717
22,712,444	27,608,607	27,342,203	18,993,136	24,796,255	25,995,339
2,884,698	6,762,754	9,267,546	8,433,743	2,600,870	15,602,870
<u>\$ 51,586,560</u>	<u>\$ 62,489,345</u>	<u>\$ 68,667,233</u>	<u>\$ 66,079,056</u>	<u>\$ 64,139,781</u>	<u>\$ 85,942,926</u>
\$ 4,745,715	\$ 4,761,696	\$ 4,465,595	\$ 6,303,536	\$ 6,204,626	\$ 8,106,328
(2,682,073)	378,996	(1,164,881)	(1,490,750)	(2,056,701)	(1,657,749)
<u>\$ 2,063,642</u>	<u>\$ 5,140,692</u>	<u>\$ 3,300,714</u>	<u>\$ 4,812,786</u>	<u>\$ 4,147,925</u>	<u>\$ 6,448,579</u>
\$ 30,735,133	\$ 32,879,680	\$ 36,523,079	\$ 44,955,713	\$ 42,947,282	\$ 52,451,045
22,712,444	27,608,607	27,342,203	18,993,136	24,796,255	25,995,339
202,625	7,141,750	8,102,665	6,942,993	544,169	13,945,121
<u>\$ 53,650,202</u>	<u>\$ 67,630,037</u>	<u>\$ 71,967,947</u>	<u>\$ 70,891,842</u>	<u>\$ 68,287,706</u>	<u>\$ 92,391,505</u>

# CHAMBERS COUNTY, TEXAS

## CHANGES IN NET POSITION (page 1 of 2)

Last Ten Years

(Accrual basis of accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>Expenses</b>				
<b>Governmental Activities</b>				
General government	\$ 45,780,669	\$ 6,963,070	\$ 13,754,580	\$ 12,685,354
Financial administration	1,723,522	1,730,065	1,739,692	1,811,306
Justice system	3,684,905	3,878,547	4,216,681	4,684,814
Health and welfare	3,908,902	5,118,872	9,596,597	16,544,385
Culture and recreational	3,581,539	2,450,393	2,349,623	2,722,581
Law enforcement and public safety	7,526,732	7,533,751	7,143,761	6,878,454
Transportation	8,255,562	8,280,240	8,280,498	7,275,869
Interest and other	1,257,918	304,405	216,371	252,296
<b>Total Governmental Activities Expenses</b>	<b>75,719,749</b>	<b>36,259,343</b>	<b>47,297,803</b>	<b>52,855,059</b>
<b>Business-Type Activities</b>				
Solid waste	3,473,765	2,461,387	2,485,020	3,786,197
Airport	252,556	295,217	402,626	462,586
Golf course	580,033	552,321	547,417	562,585
<b>Total Business-Type Activities Expenses</b>	<b>4,306,354</b>	<b>3,308,925</b>	<b>3,435,063</b>	<b>4,811,368</b>
<b>Total Expenses</b>	<b>\$ 80,026,103</b>	<b>\$ 39,568,268</b>	<b>\$ 50,732,866</b>	<b>\$ 57,666,427</b>
<b>Program Revenues</b>				
<b>Governmental Activities</b>				
Charges for services				
General government	\$ 1,529,752	\$ 1,692,210	\$ 2,127,495	\$ 1,657,098
Justice system	280,277	314,783	376,091	288,612
Law enforcement and public safety	146,571	6,154	94,765	237,361
Transportation	1,111,231	1,017,682	1,111,771	1,125,752
Operating grants and contributions	18,324,842	41,031,266	6,952,745	5,790,836
Capital grants and contributions	-	-	-	-
<b>Total Governmental Activities Program Revenues</b>	<b>21,392,673</b>	<b>44,062,095</b>	<b>10,662,867</b>	<b>9,099,659</b>
<b>Business-type Activities</b>				
Charges for services				
Solid waste	5,445,811	3,405,494	223,988	293,394
Airport	469,752	164,127	114,893	206,635
Golf course	325,594	393,348	413,932	393,648
Capital grants and contributions	-	-	-	-
<b>Total Business-Type Activities Program Revenues</b>	<b>6,241,157</b>	<b>3,962,969</b>	<b>752,813</b>	<b>893,677</b>
<b>Total Program Revenues</b>	<b>\$ 27,633,830</b>	<b>\$ 48,025,064</b>	<b>\$ 11,415,680</b>	<b>\$ 9,993,336</b>

\* Restated balances.

**Fiscal Year**

	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017*</b>	<b>2018</b>
\$	14,427,659	\$ 21,380,594	\$ 18,342,515	\$ 22,293,760	\$ 11,076,540	\$ 16,253,173
	1,631,657	1,646,336	2,041,973	2,298,561	2,563,891	2,505,747
	4,621,953	4,834,788	5,693,429	7,011,113	7,226,382	7,119,033
	14,260,690	8,368,085	4,754,832	6,924,085	3,767,122	8,403,529
	210,665	1,433,719	6,238,849	16,396,015	15,361,589	9,323,179
	4,739,784	5,578,142	9,282,122	11,360,140	12,660,908	4,741,241
	5,406,673	745,855	6,626,954	11,244,937	11,861,663	10,742,176
	182,628	396,776	861,872	1,488,596	1,474,765	1,387,561
	<u>45,481,709</u>	<u>44,384,295</u>	<u>53,842,546</u>	<u>79,017,207</u>	<u>65,992,860</u>	<u>60,475,639</u>
	2,310,814	2,263,693	2,505,374	2,770,042	2,491,626	2,433,262
	369,615	483,224	311,752	289,844	240,401	267,900
	578,257	604,280	659,582	772,333	720,302	646,834
	<u>3,258,686</u>	<u>3,351,197</u>	<u>3,476,708</u>	<u>3,832,219</u>	<u>3,452,329</u>	<u>3,347,996</u>
\$	<u>48,740,395</u>	<u>47,735,492</u>	<u>57,319,254</u>	<u>82,849,426</u>	<u>69,445,189</u>	<u>63,823,635</u>
\$	1,668,043	\$ 1,732,731	\$ 2,160,779	\$ 3,005,424	\$ 1,734,547	\$ 3,800,557
	264,223	328,078	592,095	234,296	356,638	260,051
	24,211	58,838	948	-	-	-
	1,145,947	1,090,368	1,176,431	1,161,531	1,169,547	1,144,508
	14,045,706	10,153,534	3,357,488	15,589,756	11,049,648	9,882,213
	-	-	-	5,425,798	958,727	1,320,699
	<u>17,149,360</u>	<u>13,363,549</u>	<u>7,287,741</u>	<u>25,416,805</u>	<u>15,269,107</u>	<u>16,408,028</u>
	270,020	438,446	5,202,767	90,873	233,084	195,423
	284,641	161,126	208,962	169,712	136,267	114,279
	419,002	435,590	492,132	483,994	473,006	530,113
	-	-	-	1,714,122	-	1,769,869
	<u>973,663</u>	<u>1,035,162</u>	<u>5,903,861</u>	<u>2,458,701</u>	<u>842,357</u>	<u>2,609,684</u>
\$	<u>18,123,023</u>	<u>14,398,711</u>	<u>13,191,602</u>	<u>27,875,506</u>	<u>16,111,464</u>	<u>19,017,712</u>

# CHAMBERS COUNTY, TEXAS

## CHANGES IN NET POSITION (page 2 of 2)

Last Ten Years

(Accrual basis of accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>Net (Expense)/Revenue</b>				
Governmental activities	\$ (54,327,076)	\$ 7,802,752	\$ (36,634,936)	\$ (43,755,400)
Business-Type activities	1,934,803	654,044	(2,682,250)	(3,917,691)
<b>Total Net (Expense)</b>	<u>\$ (52,392,273)</u>	<u>\$ 8,456,796</u>	<u>\$ (39,317,186)</u>	<u>\$ (47,673,091)</u>
<b>General Revenues and Other Changes in Net Position</b>				
<b>Governmental Activities</b>				
Property taxes	\$ 28,747,445	\$ 26,218,721	\$ 25,584,582	\$ 28,139,419
Other taxes	2,379,367	2,153,214	3,023,597	3,883,005
Investment income	716,789	734,974	759,574	879,903
Other	1,512,758	4,197,643	1,223,836	5,279,970
Transfers	(245,442)	-	(3,197,486)	(5,247,056)
<b>Total Governmental Activities</b>	<u>33,110,917</u>	<u>33,304,552</u>	<u>27,394,103</u>	<u>32,935,241</u>
 <b>Business-Type Activities</b>				
Other	33,202	15,594	-	-
Gain/(loss) on sale of asset	-	-	-	-
Transfers in (out)	245,442	-	3,197,486	5,247,056
<b>Total Business-Type Activities</b>	<u>278,644</u>	<u>15,594</u>	<u>3,197,486</u>	<u>5,247,056</u>
<b>Total Primary Government</b>	<u>\$ 33,389,561</u>	<u>\$ 33,320,146</u>	<u>\$ 30,591,589</u>	<u>\$ 38,182,297</u>
<b>Change in Net Position</b>				
Governmental activities	\$ (21,216,159)	\$ 41,107,304	\$ (9,240,833)	\$ (10,820,159)
Business-type activities	2,213,447	669,638	515,236	1,329,365
<b>Total Change in Net Position</b>	<u>\$ (19,002,712)</u>	<u>\$ 41,776,942</u>	<u>\$ (8,725,597)</u>	<u>\$ (9,490,794)</u>

**Fiscal Year**

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ (28,332,349)	\$ (31,020,746)	\$ (46,554,805)	\$ (53,600,402)	\$ (50,723,753)	\$ (44,067,611)
(2,285,023)	(2,316,035)	2,427,153	(1,373,518)	(2,609,972)	(738,312)
<u>\$ (30,617,372)</u>	<u>\$ (33,336,781)</u>	<u>\$ (44,127,652)</u>	<u>\$ (54,973,920)</u>	<u>\$ (53,333,725)</u>	<u>\$ (44,805,923)</u>
\$ 31,699,105	\$ 37,911,380	\$ 42,186,276	\$ 43,601,014	\$ 45,031,759	\$ 53,278,650
5,106,583	5,811,192	5,962,220	6,067,188	5,900,241	7,243,965
496,431	245,731	270,876	362,655	466,708	1,077,144
1,949,869	4,299,036	2,835,172	3,843,476	3,281,664	7,624,963
(3,396,925)	(268,000)	(1,038,253)	(2,862,108)	(2,360,173)	(3,038,966)
<u>35,855,063</u>	<u>47,999,339</u>	<u>50,216,291</u>	<u>51,012,225</u>	<u>52,320,199</u>	<u>66,185,756</u>
-	-	-	-	-	-
-	256,386	-	23,482	-	-
3,396,925	268,000	1,038,253	2,862,108	2,360,173	3,038,966
<u>3,396,925</u>	<u>524,386</u>	<u>1,038,253</u>	<u>2,885,590</u>	<u>2,360,173</u>	<u>3,038,966</u>
<u>\$ 39,251,988</u>	<u>\$ 48,523,725</u>	<u>\$ 51,254,544</u>	<u>\$ 53,897,815</u>	<u>\$ 54,680,372</u>	<u>\$ 69,224,722</u>
\$ 7,522,714	\$ 16,978,593	\$ 3,661,486	\$ (2,588,177)	\$ 1,596,446	\$ 22,118,145
1,111,902	(1,791,649)	3,465,406	1,512,072	(249,799)	2,300,654
<u>\$ 8,634,616</u>	<u>\$ 15,186,944</u>	<u>\$ 7,126,892</u>	<u>\$ (1,076,105)</u>	<u>\$ 1,346,647</u>	<u>\$ 24,418,799</u>

# CHAMBERS COUNTY, TEXAS

## FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Years

(Modified accrual basis of accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>General Fund</b>				
Nonspendable	\$ 50,233	\$ 107,364	\$ 113,553	\$ 354,137
Unassigned	17,588,870	23,509,804	19,672,758	14,276,001
<b>Total General Fund</b>	<b>\$ 17,639,103</b>	<b>\$ 23,617,168</b>	<b>\$ 19,786,311</b>	<b>\$ 14,630,138</b>
 <b>All Other Governmental Funds</b>				
Nonspendable	\$ 25,570	\$ 30,741	\$ 21,385	\$ 18,526
Restricted	7,928,862	7,737,959	10,720,002	12,341,380
Unassigned	5,224,946	4,566,876	-	-
<b>Total All Other Governmental Funds</b>	<b>\$ 13,179,378</b>	<b>\$ 12,335,576</b>	<b>\$ 10,741,387</b>	<b>\$ 12,359,906</b>

\* Restated balances.

**Fiscal Year**

<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017*</b>	<b>2018</b>
\$ 445,408	\$ 412,664	\$ 432,082	\$ 346,964	\$ 365,931	\$ 430,628
15,045,691	19,955,849	21,412,559	19,130,297	18,121,266	22,662,250
<u>\$ 15,491,099</u>	<u>\$ 20,368,513</u>	<u>\$ 21,844,641</u>	<u>\$ 19,477,261</u>	<u>\$ 18,487,197</u>	<u>\$ 23,092,878</u>
\$ 18,342	\$ 34,359	\$ 11,662	\$ 13,860	\$ 514,582	\$ 535,135
22,712,444	26,248,929	58,356,651	61,684,167	53,581,443	52,606,980
-	-	-	-	(1,009,270)	(2,077,264)
<u>\$ 22,730,786</u>	<u>\$ 26,283,288</u>	<u>\$ 58,368,313</u>	<u>\$ 61,698,027</u>	<u>\$ 53,086,755</u>	<u>\$ 51,064,851</u>

# CHAMBERS COUNTY, TEXAS

## CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Years  
(Modified accrual basis of accounting)

	Fiscal Year			
	2009	2010	2011	2012
<b>Revenues</b>				
Taxes	\$ 31,152,106	\$ 28,406,050	\$ 28,603,777	\$ 31,007,654
Intergovernmental	41,031,266	6,952,745	5,790,836	14,045,706
Fees	1,765,410	2,157,561	1,868,134	1,897,977
Fines and forfeitures	1,142,177	1,263,045	1,338,729	1,056,547
Investment income	661,055	697,093	727,126	864,957
Other	1,512,758	4,197,643	1,223,836	5,279,970
<b>Total Revenues</b>	<u>77,264,772</u>	<u>43,674,137</u>	<u>39,552,438</u>	<u>54,152,811</u>
<b>Expenditures</b>				
General government	46,677,197	6,903,188	9,311,512	9,317,773
Financial administration	1,722,241	1,730,065	1,738,607	1,810,232
Justice system	3,663,954	3,878,543	4,195,311	4,663,720
Health and welfare	3,899,167	5,067,746	9,269,950	16,354,680
Culture and recreational	3,374,515	2,077,377	2,156,542	2,562,172
Law enforcement and public safety	7,119,456	6,711,480	7,018,016	7,045,465
Transportation	7,311,032	7,239,418	7,087,193	6,273,924
Capital outlay	2,385,553	5,388,979	1,560,474	2,960,960
Debt service				
Principal	1,492,292	1,481,314	1,903,929	1,304,225
Interest and paying agent	289,737	262,003	195,845	247,715
Debt issuance costs	46,941	-	-	193,433
Payment to refunded bond escrow agent	-	-	-	1,439,417
Advance refunding escrow	-	-	-	75,000
<b>Total Expenditures</b>	<u>77,982,085</u>	<u>40,740,113</u>	<u>44,437,379</u>	<u>54,248,716</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(717,313)	2,934,024	(4,884,941)	(95,905)
<b>Other Financing Sources (Uses)</b>				
Transfers in	8,022,484	2,165,129	2,136,701	604,333
Transfers (out)	(7,989,282)	(2,165,129)	(5,339,701)	(5,851,389)
Debt issued	-	-	2,555,000	5,270,000
Capital leases	344,497	2,346,062	107,895	172,457
Payment to refunded bond escrow agent	(14,079,808)	-	-	(3,739,045)
Premium on bonds issued	-	-	-	101,895
<b>Total Other Financing Sources (Uses)</b>	<u>(13,702,109)</u>	<u>2,346,062</u>	<u>(540,105)</u>	<u>(3,441,749)</u>
<b>Net Change in Fund Balances</b>	<u>\$ (14,419,422)</u>	<u>\$ 5,280,086</u>	<u>\$ (5,425,046)</u>	<u>\$ (3,537,654)</u>
Debt service as a percentage of noncapital expenditures	2.36%	4.93%	4.90%	3.03%

**Fiscal Year**

	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$	36,832,832	\$ 43,946,280	\$ 47,888,638	\$ 49,880,967	\$ 50,992,154	\$ 60,515,403
	10,153,534	3,357,488	7,899,215	21,015,554	12,008,375	11,202,912
	2,049,592	2,238,717	2,858,081	2,782,056	2,673,860	3,785,337
	1,273,691	1,570,221	1,566,257	1,307,009	1,160,001	986,872
	492,043	244,576	269,235	354,467	457,671	1,062,924
	1,949,869	4,299,036	2,835,172	3,843,476	3,281,664	7,624,963
	<u>52,751,561</u>	<u>55,656,318</u>	<u>63,316,598</u>	<u>79,183,529</u>	<u>70,573,725</u>	<u>85,178,411</u>
	8,085,443	6,784,300	9,337,407	12,197,364	10,474,049	12,400,507
	1,630,526	1,645,152	2,060,886	2,310,347	2,469,672	2,724,757
	4,599,741	4,811,552	5,768,194	6,989,520	6,965,445	7,645,927
	14,049,298	8,139,320	5,844,018	6,765,820	6,520,241	8,652,408
	2,076,580	2,200,638	6,415,232	15,698,897	12,489,879	10,780,780
	6,993,389	7,657,831	9,845,171	10,611,026	12,590,194	14,073,479
	6,459,284	6,490,363	7,058,808	7,710,734	7,777,874	8,306,245
	7,056,210	12,507,733	9,868,480	15,571,845	13,589,021	9,874,853
	3,524,504	3,605,585	4,313,429	3,544,345	3,584,446	3,676,587
	176,888	354,298	548,060	1,444,113	1,598,130	1,561,534
	150,675	227,503	772,363	210,620	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>54,802,538</u>	<u>54,424,275</u>	<u>61,832,048</u>	<u>83,054,631</u>	<u>78,058,951</u>	<u>79,697,077</u>
	(2,050,977)	1,232,043	1,484,550	(3,871,102)	(7,485,226)	5,481,334
	690,333	688,845	49,479	96,684	130,093	158,291
	(4,368,339)	(1,960,582)	(1,087,732)	(2,958,792)	(2,490,266)	(3,197,257)
	9,750,000	9,270,000	27,575,000	9,370,000	-	-
	210,824	202,730	207,931	152,304	854,188	141,409
	-	-	-	-	-	-
	-	473,008	1,488,417	540,620	-	-
	<u>6,282,818</u>	<u>8,674,001</u>	<u>28,233,095</u>	<u>7,200,816</u>	<u>(1,505,985)</u>	<u>(2,897,557)</u>
\$	<u>4,231,841</u>	<u>\$ 9,906,044</u>	<u>\$ 29,717,645</u>	<u>\$ 3,329,714</u>	<u>\$ (8,991,211)</u>	<u>\$ 2,583,777</u>
	7.75%	9.45%	9.36%	7.39%	7.26%	7.50%

**CHAMBERS COUNTY, TEXAS**  
**TAX REVENUES BY SOURCE, GOVERNMENTAL ACTIVITIES**  
 Last Ten Years  
 (Accrual basis of accounting)

<u>Function</u>	<u>Fiscal Year</u>			
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Property	\$ 28,747,445	\$ 26,218,721	\$ 25,584,582	\$ 28,139,419
Other taxes	2,379,367	2,153,214	3,023,597	3,883,005
<b>Total Tax Revenues</b>	<u>\$ 31,126,812</u>	<u>\$ 28,371,935</u>	<u>\$ 28,608,179</u>	<u>\$ 32,022,424</u>

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 31,699,105	\$ 37,911,380	\$ 42,186,276	\$ 43,601,014	\$ 45,031,759	\$ 53,278,650
5,106,583	5,811,192	5,962,220	6,067,188	5,900,241	7,243,965
<u>\$ 36,805,688</u>	<u>\$ 43,722,572</u>	<u>\$ 48,148,496</u>	<u>\$ 49,668,202</u>	<u>\$ 50,932,000</u>	<u>\$ 60,522,615</u>

**CHAMBERS COUNTY, TEXAS**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**Last Ten Years**

	<b>Fiscal Year</b>			
	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
Market value	\$ 2,221,689,500	\$ 2,191,057,110	\$ 2,345,153,700	\$ 2,017,214,620
Less: Losses/exemptions	(667,689,620)	(632,178,770)	(683,870,750)	(392,532,130)
Net taxable value	<u>1,553,999,880</u>	<u>1,558,878,340</u>	<u>1,661,282,950</u>	<u>1,624,682,490</u>
Mineral value	4,844,684,370	4,231,569,290	4,001,378,830	4,264,138,053
<b>Total Taxable Value (1)</b>	<b><u>\$ 6,398,684,250</u></b>	<b><u>\$ 5,790,447,630</u></b>	<b><u>\$ 5,662,661,780</u></b>	<b><u>\$ 5,888,820,543</u></b>
 <b>Total Direct Tax Rate</b>	 \$ 0.49679	 \$ 0.49679	 \$ 0.49679	 \$ 0.49679

(1) Assessed valuations are considered to be 100 percent of actual valuations.  
Source: Chambers County Tax Assessor/Collector

**Fiscal Year**

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ 2,064,062,940	\$ 2,606,552,860	\$ 2,940,746,160	\$ 3,101,710,050	\$ 3,319,094,310	\$ 3,613,206,910
(402,113,250)	(912,506,484)	(1,016,804,990)	(1,050,165,100)	(1,095,676,821)	(1,036,663,471)
1,661,949,690	1,694,046,376	1,923,941,170	2,051,544,950	2,223,417,489	2,576,543,439
5,193,631,585	5,025,085,139	5,626,838,662	6,064,885,299	5,765,991,979	6,202,392,193
\$ 6,855,581,275	\$ 6,719,131,515	\$ 7,550,779,832	\$ 8,116,430,249	\$ 7,989,409,468	\$ 8,778,935,632
\$ 0.49679	\$ 0.52215	\$ 0.53269	\$ 0.55268	\$ 0.55268	\$ 0.54255

**CHAMBERS COUNTY, TEXAS**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
 Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
<b><u>Chambers County by fund:</u></b>				
General	\$ 0.32475	\$ 0.34207	\$ 0.34207	\$ 0.34207
Debt Service	0.03897	0.02165	0.02165	0.02165
Road and Bridge Special	0.00747	0.00747	0.00747	0.00747
Road and Bridge FMFC	0.08060	0.08060	0.08060	0.08060
School Equalization	0.04500	0.04500	0.04500	0.04500
Total Direct Rate	<u>0.49679</u>	<u>0.49679</u>	<u>0.49679</u>	<u>0.49679</u>
<b><u>Cities:</u></b>				
City of Mont Belvieu	0.39265	0.41265	0.43671	0.43671
City of Anahuac	0.62425	0.62425	0.62425	0.62425
City of Baytown	0.78703	0.78703	0.78703	0.82203
<b><u>School Districts:</u></b>				
Anahuac ISD	1.15190	1.17800	1.35900	1.33900
Barbers Hill ISD	1.32990	1.32990	1.32980	1.32980
East Chambers ISD	1.33960	1.28005	1.28005	1.28005
Goose Creek ISD	1.28213	1.30213	1.30213	1.33213
LaPorte ISD	n/a	n/a	n/a	n/a
Lee College	0.20588	0.25200	0.25200	0.25200
San Jacinto CCD	0.17080	0.17628	0.18560	0.18560
<b><u>Utility Districts:</u></b>				
Chambers County MUD #1	0.80500	0.80500	0.80500	0.94000
Chambers County Public Hospital District	0.46000	0.52500	0.48750	0.52500
Chambers-Liberty Co. Navigation Dist.	0.01873	0.01873	0.01806	0.01806
Trinity Bay Conservation District	0.41210	0.41210	0.41210	0.41210
Cedar Bayou Navigation District	0.04800	0.02400	0.02400	0.02400
Chambers County Emergency District	-	-	0.01000	-
Chambers County Improvement Dist. #1	0.42000	0.60000	0.62000	0.62000
Chambers County Improvement Dist. #2	-	-	-	-
Chambers County Improvement Dist. #3	-	-	-	-
Jefferson County Drainage Dist. #6	-	-	-	-
<b>Total Direct and Overlapping Rates</b>	<u>\$ 9.94476</u>	<u>\$ 10.22391</u>	<u>\$ 10.43002</u>	<u>\$ 10.63752</u>

Tax rates per \$100 of assessed valuation  
 Source: Chambers County Tax Assessor/Collector

**Fiscal Year**

<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 0.31734	\$ 0.33649	\$ 0.34352	\$ 0.36326	\$ 0.35918	\$ 0.35866
0.05603	0.05603	0.05712	0.05413	0.05900	0.05262
0.00693	0.00729	0.00744	0.00744	0.00729	0.00650
0.07474	0.07843	0.07977	0.08222	0.08158	0.08172
0.04175	0.04391	0.04485	0.04563	0.04563	0.04305
0.49679	0.52215	0.53269	0.55268	0.55268	0.54255
0.43671	0.43671	0.43671	0.43671	0.43666	0.43666
0.62425	0.62425	0.62425	0.68806	0.68806	0.71023
0.82203	0.82203	0.82203	0.82203	0.82203	0.82203
1.34000	1.31000	1.23000	1.27000	1.47000	1.47000
1.32980	1.32980	1.32980	1.32980	1.32980	1.32980
1.28005	1.28005	1.22005	1.29000	1.29000	1.29000
1.33213	1.38679	1.43189	1.43189	1.43189	1.43189
n/a	n/a	1.45000	1.45000	1.42000	1.38000
0.24100	0.26070	0.26070	0.25020	0.24530	0.25040
0.18560	0.18560	0.18560	0.17578	0.18238	0.18334
0.98000	0.98000	0.89000	0.79000	0.79000	0.79000
0.47885	0.43383	0.33202	0.39641	0.54526	0.53423
0.01810	0.01780	0.01780	0.01780	0.01800	0.01525
0.41210	0.41210	0.40870	0.40870	0.40870	0.40870
0.02000	0.02000	0.03000	0.03000	0.03000	0.02400
-	-	-	-	-	-
0.60000	0.60000	0.60000	0.60000	0.66000	0.66000
0.60000	0.60000	-	-	-	0.65000
-	1.00000	1.50000	1.00000	-	1.00000
0.22056	0.22059	0.22059	0.22059	0.22059	0.22059
<u>\$ 11.41797</u>	<u>\$ 12.44239</u>	<u>\$ 13.52283</u>	<u>\$ 13.16065</u>	<u>\$ 12.54135</u>	<u>\$ 14.14967</u>

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# CHAMBERS COUNTY, TEXAS

## PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Property Taxpayer	2018			2009		
	2017 Taxable Assessed Value	Rank	% of Taxable Assessed Value	2008 Taxable Assessed Value	Rank	% of Taxable Assessed Value
Covestro LLC	\$ 961,900,529	1	10.96%	\$ -	-	0.00%
Enterprise Products Operating	747,859,335	2	8.52%	359,662,740	3	5.62%
Lone Star NGL Mt. Belvieu LP	326,549,219	3	3.72%	-	-	0.00%
Cedar Bayou Fractionators LP	308,891,982	4	3.52%	-	-	0.00%
Wal-Mart Stores Inc.	281,221,007	5	3.20%	176,767,340	6	2.76%
Exxon Mobil Corp	262,608,743	6	2.99%	416,719,100	2	6.51%
Oneok Hydrocarbon LP	232,096,406	7	2.64%	-	-	0.00%
J. Aron & Co.	131,957,280	8	1.50%	-	-	0.00%
Equistar Chemicals LP	121,670,634	9	1.39%	228,635,400	4	3.57%
NRG Texas Power	114,948,376	10	1.31%	-	-	0.00%
Bayer Material Science	-	-	-	1,238,444,600	1	19.35%
Dow Hydrocarbon & Resources	-	-	-	190,330,690	5	2.97%
Chevron Phillips Chemical Co	-	-	-	165,188,550	7	2.58%
Baytown Energy Center LP	-	-	-	111,367,430	8	1.74%
JSW Steel (USA) Inc.	-	-	-	81,057,460	9	1.27%
Larga Liquids Mkt & Trade	-	-	-	80,638,080	10	1.26%
Subtotal	<u>3,489,703,511</u>		<u>39.75%</u>	<u>3,048,811,390</u>		<u>47.65%</u>
Other taxpayers	<u>5,289,232,121</u>		<u>60.25%</u>	<u>3,349,872,860</u>		<u>52.35%</u>
Total	<u>\$ 8,778,935,632</u>		<u>100.00%</u>	<u>\$ 6,398,684,250</u>		<u>100.00%</u>

Source: Chambers County Appraisal District

# CHAMBERS COUNTY, TEXAS

## PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
Adjusted tax levy	\$ 23,276,878	\$ 21,072,505	\$ 28,177,519	\$ 29,228,660
Current tax collected	\$ 22,625,125	\$ 20,714,272	\$ 27,872,842	\$ 29,062,257
Percentage of current tax collections	97.20%	98.30%	98.92%	99.43%
Delinquent tax collections	\$ 602,345	\$ 297,501	\$ 244,601	\$ 118,343
Total tax collections	\$ 23,227,470	\$ 21,011,773	\$ 28,117,443	\$ 29,180,600
Total collections as a percentage of current levy	99.79%	99.71%	99.79%	99.84%
Outstanding delinquent taxes	\$ 49,408	\$ 60,732	\$ 60,076	\$ 48,060
Outstanding delinquent taxes as percentage of current levy	0.21%	0.29%	0.21%	0.16%

Source: Chambers County Tax Assessor/Collector

<b>Fiscal Year</b>						
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	
\$ 34,537,038	\$ 35,825,387	\$ 41,062,300	\$ 43,834,874	\$ 47,451,789	\$ 51,008,819	
\$ 34,392,409	\$ 35,695,501	\$ 40,698,920	\$ 43,473,937	\$ 43,033,177	\$ 42,740,397	
99.58%	99.64%	99.12%	99.18%	90.69%	83.79%	
\$ 79,994	\$ 60,054	\$ 266,274	\$ 221,224	\$ 4,130,032	\$ 7,899,365	
\$ 34,472,403	\$ 35,755,555	\$ 40,965,194	\$ 43,695,161	\$ 47,163,209	\$ 50,639,762	
99.81%	99.81%	99.76%	99.68%	99.39%	99.28%	
\$ 64,635	\$ 69,832	\$ 97,106	\$ 139,713	\$ 288,580	\$ 369,057	
0.19%	0.19%	0.24%	0.32%	0.61%	0.72%	

**CHAMBERS COUNTY, TEXAS**  
**RATIO OF GENERAL BONDED DEBT OUTSTANDING**  
 Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
<b>Net Taxable Assessed Value</b>				
All property	\$ 6,398,684,250	\$ 5,790,447,630	\$ 5,662,661,780	\$ 5,888,820,543
<b>Net Bonded Debt</b>				
General bonded debt	\$ 6,031,811	\$ 4,765,000	\$ 6,005,000	\$ 12,518,000
Less debt service funds	426,260	638	-	303,478
<b>Net Bonded Debt</b>	<u>\$ 5,605,551</u>	<u>\$ 4,764,362</u>	<u>\$ 6,005,000</u>	<u>\$ 12,214,522</u>
<b>Ratio of Net Bonded Debt To Assessed Value</b>	0.0876%	0.0823%	0.1060%	0.2074%
<b>Population (1)</b>	31,431	35,096	35,597	36,388
<b>Net Bonded Debt per Capita</b>	\$ 178	\$ 136	\$ 169	\$ 336

Data Sources:  
 (1)US Census Bureau

**Fiscal Year**

<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 6,855,581,275	\$ 6,719,131,515	\$ 7,550,779,832	\$ 8,116,430,249	\$ 7,989,409,468	\$ 8,778,935,632
\$ 19,031,705	\$ 25,664,618	\$ 50,880,117	\$ 57,545,590	\$ 54,300,444	\$ 50,805,297
761,834	1,272,396	1,364,534	1,228,607	1,232,838	1,319,458
<u>\$ 18,269,871</u>	<u>\$ 24,392,222</u>	<u>\$ 49,515,583</u>	<u>\$ 56,316,983</u>	<u>\$ 52,936,466</u>	<u>\$ 49,572,459</u>
0.2665%	0.3630%	0.6558%	0.6939%	0.6626%	0.5647%
37,215	38,145	38,863	39,899	41,441	42,454
\$ 491	\$ 639	\$ 1,274	\$ 1,411	\$ 1,277	\$ 1,168

# CHAMBERS COUNTY, TEXAS

## RATIO OF OUTSTANDING DEBT BY TYPE

Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
<b>Governmental activities:</b>				
General bonded debt	\$ -	\$ -	\$ -	\$ 5,518,000
Certificates of obligation	1,476,811	1,390,000	1,300,000	-
Tax notes	4,555,000	3,375,000	4,705,000	7,000,000
Obligations under capital leases	390,911	2,541,477	2,169,315	1,828,408
<b>Net Governmental Activities Debt</b>	<b>\$ 6,422,722</b>	<b>\$ 7,306,477</b>	<b>\$ 8,174,315</b>	<b>\$ 14,346,408</b>

<b>Percentage of Personal Income</b>	0.45%	0.46%	0.45%	0.73%
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<b>Net Bonded Debt per Capita</b>	\$ 204	\$ 208	\$ 230	\$ 394
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Note: Details regarding the outstanding debt can be found in the notes to the financial statements.

**Fiscal Year**

<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
\$ 4,581,705	\$ 13,339,618	\$ 40,329,933	\$ 39,657,547	\$ 38,990,444	\$ 37,830,298
-	-	-	-	-	-
14,450,000	12,325,000	10,550,184	17,888,043	15,310,000	12,975,000
1,519,943	1,222,088	931,590	599,549	929,021	703,843
\$ 20,551,648	\$ 26,886,706	\$ 51,811,707	\$ 58,145,139	\$ 55,235,501	\$ 51,509,141

1.02%

1.50%

2.89%

3.01%

2.86%

2.34%

\$ 552	\$ 705	\$ 1,333	\$ 1,457	\$ 1,333	\$ 1,213
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**CHAMBERS COUNTY, TEXAS**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
December 31, 2018

<b>Governmental Unit</b>	<b>Net Bonded Debt Outstanding(1)</b>	<b>Estimated Percentage Applicable (2)</b>	<b>Estimated Share of Overlapping Debt</b>
<b>Debt repaid with property taxes</b>			
Cities:			
Anahuac	\$ 20,926,000	100.00%	\$ 20,926,000
Baytown	197,775,000	4.63%	9,156,057
Mont Belvieu	51,965,000	100.00%	51,965,000
School Districts:			
Anahuac ISD	25,775,000	100.00%	25,775,000
Barbers Hill ISD	273,050,000	100.00%	273,050,000
East Chambers ISD	15,579,000	100.00%	15,579,000
Goose Creek CISD	451,675,000	24.79%	111,970,233
La Porte ISD	335,450,000	0.01%	33,545
Lee College Dist	42,750,000	24.89%	10,640,475
San Jacinto CCD	381,881,805	**	-
Utility Districts:			
Chambers Co ID #1	80,315,000	100.00%	80,315,000
Chambers Co ID #2	19,125,000	**	-
Chamber Co MUD #1	11,855,000	100.00%	11,855,000
Subtotal, overlapping debt	1,908,121,805		611,265,310
<b>Chambers County direct debt</b>	<u>51,509,141</u>	100.00%	<u>51,509,141</u>
<b>Total direct and overlapping debt</b>	<u>\$ 1,959,630,946</u>		<u>\$ 662,774,451</u>

(1) Source: Municipal Advisory Council of Texas

(2) Estimated Percentage Applicable obtained from Municipal Advisory Council of Texas. The percentage of overlapping debt applicable is determined by dividing the County's certified taxable value within the taxing jurisdiction by the certified taxable value of the taxing jurisdiction.

\*\* Less than .01%

# CHAMBERS COUNTY, TEXAS

## LEGAL DEBT MARGIN INFORMATION

Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
Debt limit	\$ 1,599,671,063	\$ 1,447,611,908	\$ 1,415,665,445	\$ 1,472,205,136
Total net debt applicable to limit	5,605,551	4,764,362	6,005,000	12,214,522
<b>Legal Debt Margin</b>	<b>\$ 1,594,065,512</b>	<b>\$ 1,442,847,546</b>	<b>\$ 1,409,660,445</b>	<b>\$ 1,459,990,614</b>
Total net debt applicable to the limit as a percentage of debt limit	0.35%	0.33%	0.42%	0.83%

### Legal Debt Margin Calculation

Assessed value	\$ 6,398,684,250	\$ 5,790,447,630	\$ 5,662,661,780	\$ 5,888,820,543
Debt limit (25% of assessed value)	\$ 1,599,671,063	\$ 1,447,611,908	\$ 1,415,665,445	\$ 1,472,205,136
Debt applicable to limit:				
General obligation bonds	\$ -	\$ -	\$ -	\$ 5,518,000
Certificates of obligation	1,476,811	1,390,000	1,300,000	-
Tax notes	4,555,000	3,375,000	4,705,000	7,000,000
Less: amount set aside for repayment of general obligation debt	(426,260)	(638)	-	(303,478)
Total net debt applicable to limit	5,605,551	4,764,362	6,005,000	12,214,522
<b>Legal Debt Margin</b>	<b>\$ 1,594,065,512</b>	<b>\$ 1,442,847,546</b>	<b>\$ 1,409,660,445</b>	<b>\$ 1,459,990,614</b>

**Fiscal Year**

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ 1,713,895,319	\$ 1,679,782,879	\$ 1,887,694,958	\$ 1,997,352,367	\$ 1,997,352,367	\$ 2,194,733,908
18,269,871	24,392,222	49,515,583	53,067,606	52,936,446	49,572,459
<u>\$ 1,695,625,448</u>	<u>\$ 1,655,390,657</u>	<u>\$ 1,838,179,375</u>	<u>\$ 1,944,284,761</u>	<u>\$ 1,944,415,921</u>	<u>\$ 2,145,161,449</u>
1.07%	1.45%	2.62%	2.66%	2.65%	2.26%
\$ 6,855,581,275	\$ 6,719,131,515	\$ 7,550,779,832	\$ 7,989,409,468	\$ 7,989,409,468	\$ 8,778,935,632
\$ 1,713,895,319	\$ 1,679,782,879	\$ 1,887,694,958	\$ 1,997,352,367	\$ 1,997,352,367	\$ 2,194,733,908
\$ 4,581,705	\$ 40,329,933	\$ 39,657,547	\$ 38,990,444	\$ 38,990,444	\$ 37,830,298
-	-	-	-	-	-
14,450,000	10,550,184	17,888,043	15,310,000	15,310,000	12,975,000
(761,834)	(1,272,396)	(1,364,534)	(1,232,838)	(1,232,838)	(1,319,458)
18,269,871	49,607,721	56,181,056	53,067,606	52,936,466	49,572,459
<u>\$ 1,695,625,448</u>	<u>\$ 1,630,175,158</u>	<u>\$ 1,831,513,902</u>	<u>\$ 1,944,284,761</u>	<u>\$ 1,944,415,901</u>	<u>\$ 2,145,161,449</u>

**CHAMBERS COUNTY, TEXAS**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
 Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
Population (1,2,4)**	31,431	35,096	35,597	36,388
Personal income (1,4,5)**	\$ 1,431,103,000	\$ 1,600,068,000	\$ 1,798,647,000	\$ 1,969,630,000
Per capita personal income (1,4,5)**	\$ 41,808	\$ 45,366	\$ 50,750	\$ 54,568
Median age (1,4,5)**	37.0	36.0	36.0	36.0
School enrollment (2)	6,104	6,782	6,857	5,754
Unemployment rate (3)	9.70%	9.70%	9.30%	8.00%

Data sources:

(1) BEA\*\* using most recent data

(2) TEA

(3) Texas Workforce

(4) Texas Association of Counties (County Information Project)\*\*

(5) US Census Bureau\*\*

\*\*Most current information available from these data sources.

<b>Fiscal Year</b>					
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
37,215	38,145	38,863	39,899	41,441	42,454
\$ 2,006,107,000	\$ 1,792,274,000	\$ 1,792,274,000	\$ 1,929,438,000	\$ 1,929,438,000	\$ 2,200,475,728
\$ 54,496	\$ 46,986	\$ 46,118	\$ 49,647	\$ 46,559	\$ 51,832
35.8	35.0	35.2	35.2	35.5	35.1
5,916	6,125	7,550	8,055	8,246	8,568
7.20%	5.70%	5.30%	6.10%	6.50%	6.50%

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# CHAMBERS COUNTY, TEXAS

## PRINCIPAL EMPLOYERS

Current Year and Five Years Ago(1)

Employer	Fiscal Year			Fiscal Year		
	2018			2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
ExxonMobil	3,800	1	20.68%	486	6	3.00%
Goose Creek CISD	3,015	2	16.41%	-	-	0.00%
Houston Methodist San Jacinto Hospital	1,630	3	8.87%	-	-	0.00%
Bayer Material Science- Covestro	1,000	4	5.44%	1,100	1	6.79%
Chevron-Phillips	970	5	5.28%	685	3	4.23%
Targa	950	6	5.17%	-	-	0.00%
City of Baytown	800	7	4.35%	-	-	0.00%
Lee College	750	8	4.08%	-	-	0.00%
Barber's Hill ISD	685	9	3.73%	-	-	0.00%
Wal-Mart Distribution Center	600	10	3.27%	600	4	3.70%
Jindal Steel Works	-	-	-	780	2	4.81%
Lone Star Energy Fabricators	-	-	-	540	5	3.33%
Enterprise Products	-	-	-	210	9	1.30%
TMK - Ipsco	-	-	-	250	7	1.54%
Borusan	-	-	-	250	8	1.54%
NRG Energy	-	-	-	170	10	1.05%
<b>Total</b>	<b>14,200</b>		<b>77.29%</b>	<b>5,071</b>		<b>31.30%</b>

Source: Chambers County Economic & Industrial Development Corporation  
Texas Workforce Commission

(1) The requirement for statistical data is current year and nine years ago; only current year and five years ago were available.

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# CHAMBERS COUNTY, TEXAS

## COUNTY EMPLOYEES

Last Ten Years

Function/Program	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>General Government:</b>										
Commissioners' court	8	8	8	8	8	9	9	6	8	11
Technology	2	2	2	1	2	2	2	2	2	2
Communications	2	2	2	1	1	1	1	2	2	2
Network security	-	-	-	1	1	1	2	2	2	2
Economic development	3	3	3	2	3	3	3	3	3	4
Maintenance	17	16	17	18	17	15	13	10	17	13
<b>Transportation:</b>										
Road and bridge	63	66	66	62	61	61	61	71	58	53
<b>Financial Administration:</b>										
County auditor	5	4	5	5	5	6	6	6	7	9
County treasurer	4	4	4	4	2	3	4	4	4	4
Tax assessor	11	11	11	11	11	11	11	11	11	10
Purchasing	2	2	2	2	2	2	3	3	3	4
<b>Justice System:</b>										
County court	4	4	4	3	3	3	3	4	5	5
District court	7	7	8	8	6	6	6	6	6	6
District clerk	6	6	6	6	8	6	7	7	7	7
County clerk	12	12	12	13	13	13	12	13	13	13
Justice of the Peace, Pct #1	3	3	3	3	3	4	4	4	4	4
Justice of the Peace, Pct #2	4	4	4	4	4	4	4	4	4	3
Justice of the Peace, Pct #3	2	2	1	1	1	1	1	1	1	1
Justice of the Peace, Pct #4	3	3	3	3	3	3	3	3	3	3
Justice of the Peace, Pct #5	3	3	2	2	2	3	3	4	4	2
Justice of the Peace, Pct #6	4	4	4	4	4	4	4	4	4	4
Juvenile probation	2	3	3	3	3	3	3	3	3	3
County attorney	3	3	4	4	4	5	6	8	8	8
District attorney	6	6	6	7	7	9	8	10	10	11
<b>Health and Human Services:</b>										
Environmental health	4	4	4	4	4	3	4	4	4	5
Health department	4	5	4	4	3	4	4	4	5	9
Indigent healthcare	2	2	2	2	2	2	2	2	2	2
Nurse practitioner	2	2	2	2	2	2	2	5	5	5
W.I.C.	2	2	3	2	2	2	2	2	2	2
Mosquito control	5	5	5	5	5	4	5	4	3	4
Veteran's service officer	1	1	1	1	1	1	1	1	-	-
<b>Culture and Recreational:</b>										
Libraries	8	8	8	9	10	10	11	11	9	11
Agricultural extension	4	5	5	5	4	5	5	5	4	2
Parks and recreation	16	16	16	15	14	14	15	16	18	16
Historical commission	1	1	1	1	1	1	-	-	-	-
<b>Law Enforcement and Public Safety:</b>										
Emergency management	2	2	2	2	3	3	3	2	2	3
Safety department	-	-	-	1	1	1	1	1	1	1
DPS office	1	1	1	1	1	1	1	1	-	-
Constable, Precinct #1	1	1	1	1	1	1	1	1	1	1
Constable, Precinct #2	2	2	2	2	2	2	2	2	3	3
Constable, Precinct #3	1	1	1	1	1	1	1	1	1	1
Constable, Precinct #4	1	1	1	1	1	1	1	1	1	1
Constable, Precinct #5	1	1	1	1	1	1	1	1	1	1
Constable, Precinct #6	1	1	1	1	1	1	1	1	1	1
Jail	34	31	28	28	28	28	28	30	30	30
Sheriff	51	53	51	51	64	66	68	73	73	64
<b>Enterprise Funds:</b>										
Golf course	5	5	5	6	6	6	6	6	6	5
Airport	1	1	1	1	1	-	-	-	-	-
Solid waste	21	21	21	22	22	21	23	21	18	21
<b>Totals</b>	<u>347</u>	<u>350</u>	<u>347</u>	<u>345</u>	<u>355</u>	<u>359</u>	<u>364</u>	<u>386</u>	<u>379</u>	<u>372</u>

Source: Chambers County Human Resources (Based on Full-time Status)

**CHAMBERS COUNTY, TEXAS**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM (page 1 of 2)**  
 Last Ten Years

	Fiscal Year			
	2009	2010	2011	2012
<b><u>County Court</u></b>				
<b>Civil Cases</b>				
Pending Beginning of Year	502	644	725	820
Docket Adjust	(1)	(8)	-	-
Added	202	216	216	141
Disposed	59	127	66	203
Pending End of Year	644	725	822	588
<b>Criminal Cases</b>				
Pending Beginning of Year	816	887	707	236
Docket Adjust	(29)	7	(354)	(5)
Added	783	680	824	949
Disposed	683	867	882	869
Pending End of Year	887	707	236	336
<b>Juvenile Cases</b>				
Pending Beginning of Year	N/A	N/A	17	29
Docket Adjust	N/A	N/A	-	-
Added	N/A	N/A	14	17
Disposed	N/A	N/A	6	14
Pending End of Year	N/A	N/A	29	28
<b><u>District Court</u></b>				
<b>Civil Cases</b>				
Pending Beginning of Year	1,280	1,160	1,176	845
Docket Adjust	(92)	(173)	428	6
Added	716	941	490	371
Disposed	744	752	385	350
Pending End of Year	1,160	1,176	845	838
<b>Criminal Cases</b>				
Pending Beginning of Year	966	929	861	957
Docket Adjust	75	(12)	11	(1)
Added	495	580	666	751
Disposed	607	636	569	716
Pending End of Year	929	861	957	927
<b>Family Cases</b>				
Pending Beginning of Year	N/A	N/A	409	503
Docket Adjust	N/A	N/A	-	5
Added	N/A	N/A	526	486
Disposed	N/A	N/A	434	396
Pending End of Year	N/A	N/A	503	569
<b><u>Justice Of The Peace Courts</u></b>				
<b>Civil Cases</b>				
Pending Beginning of Year	N/A	N/A	N/A	382
Docket Adjust	N/A	N/A	N/A	-
Added	N/A	N/A	N/A	352
Disposed	N/A	N/A	N/A	207
Pending End of Year	N/A	N/A	N/A	568

Fiscal Year						
2013	2014	2015	2016	2017	2018	
586	542	652	634	270	368	
-	-	-	(328)	7	-	
191	211	212	200	147	162	
156	103	190	236	49	87	
542	602	634	270	368	281	
336	497	479	505	577	521	
2	(5)	5	(71)	-	-	
1,013	987	929	1,227	933	1172	
834	958	965	1,084	1,014	1135	
497	479	505	577	518	548	
28	35	35	18	16	31	
-	-	-	(15)	-	-	
25	12	25	21	23	25	
3	4	24	8	12	24	
42	29	18	16	31	29	
838	751	636	476	648	734	
73	9	35	(24)	1	-	
440	351	377	448	360	420	
313	445	407	252	264	422	
751	636	476	648	734	706	
927	1,263	1,240	1,259	789	734	
-	1	12	(361)	-	-	
1,111	774	689	613	693	674	
796	735	672	722	677	603	
1,263	1,252	1,259	789	733	799	
569	454	489	428	476	579	
13	(4)	7	(5)	(2)	-	
485	542	499	607	534	533	
431	535	533	554	434	535	
454	489	428	476	579	558	
568	583	623	678	747	951	
19	6	(28)	(41)	(5)	-	
423	333	358	403	424	557	
261	236	305	288	288	372	
583	623	678	752	952	1,128	

**CHAMBERS COUNTY, TEXAS**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM (page 2 of 2)**  
**Last Ten Years**

	Fiscal Year			
	2009	2010	2011	2012
<b>Criminal Cases</b>				
Pending Beginning of Year	N/A	N/A	N/A	21,808
Docket Adjust	N/A	N/A	N/A	7
Added	N/A	N/A	N/A	8,643
Disposed	N/A	N/A	N/A	7,089
Pending End of Year	N/A	N/A	N/A	24,462
<b>Cases Filed</b>				
Traffic	8,376	7,452	5,814	N/A
Nontraffic	3,056	2,749	2,977	N/A
Small Claims Suits	64	75	48	N/A
Forcible Entry and Detainer	160	172	131	N/A
Other Civil Suits	119	92	150	N/A
<b>Cases Disposed</b>				
Traffic	7,570	6,588	5,663	N/A
Nontraffic	2,311	2,091	2,482	N/A
Small Claims Suits	38	54	43	N/A
Forcible Entry and Detainer	143	121	97	N/A
Other Civil Suits	86	73	90	N/A
<b>Cases Appealed</b>				
Traffic	2	1	2	4
Nontraffic	-	-	1	-
Small Claims Suits	1	1	-	1
Forcible Entry and Detainer	5	2	2	5
Other Civil Suits	1	1	-	-
<b>Miscellaneous</b>				
Examining Trials	-	-	2	-
Inquests	76	66	60	43

Fiscal Year					
2013	2014	2015	2016	2017	2018
24,462	26,155	27,791	28,569	29,172	16,330
4	5	(94)	(1,520)	(13,814)	(972)
10,450	12,075	9,805	10,559	6,103	10,250
8,775	10,497	8,916	8,436	5,131	9,291
26,155	27,791	28,569	29,172	16,330	16,317
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
3	2	1	-	-	-
1	-	-	-	-	-
-	-	-	-	-	-
7	-	-	-	-	-
-	-	-	-	-	-
1	-	-	-	-	-
41	60	56	40	-	-

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**CHAMBERS COUNTY, TEXAS**  
**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**  
 Last Eight Years(1)

	Fiscal Year							
	2011	2012	2013	2014	2015	2016	2017	2018
<b>Function/program:</b>								
<b><u>General Government</u></b>								
County buildings	103	107	110	111	111	112	112	112
County vehicles	71	73	73	73	80	81	83	83
<b><u>Culture and Recreation</u></b>								
County parks	20	20	20	20	20	20	20	20
County libraries	3	3	3	3	4	4	4	4
<b><u>Health and Welfare</u></b>								
Public health facilities	7	7	7	8	8	8	8	8
Volunteer fire departments	7	7	7	7	7	7	7	7
EMS stations	4	4	4	4	4	4	4	4
<b><u>Judicial/Law Enforcement</u></b>								
Judicial facilities	9	9	9	9	9	9	9	9
Law enforcement buildings	2	3	3	3	3	3	3	3
Law enforcement vehicles	57	60	77	76	85	100	109	100
<b><u>Transportation Infrastructure</u></b>								
Road and bridge vehicles	78	75	72	89	90	97	95	95
Road and bridge heavy equipment	n/a	n/a	77	85	86	97	97	100

Source: County inventory reports

(1)The requirement for statistical data is last ten years; only the last eight years were available.

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