

COLORADO COUNTY, TEXAS

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Year Ended
December 31, 2024

COLORADO COUNTY, TEXAS
COLORADO COUNTY AUDITOR'S OFFICE
318 Spring Street, Room 104
Columbus, TX 78934



COLORADO COUNTY, TEXAS

Annual Comprehensive Financial Report

For the Year Ended December 31, 2024

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INTRODUCTORY SECTION





THE OFFICE OF THE COUNTY AUDITOR

Colorado County Courthouse Annex
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Columbus, Texas 78934

Phone: (979) 732-2791
Fax: (979) 732-2924

June 25, 2025

To the Honorable 25th and 2nd 25th District Judges,
To the Honorable Commissioners' Court
To the Citizens of Colorado County, Texas

The Annual Comprehensive Financial Report ("Annual Report") of Colorado County, Texas, for the fiscal year ended December 31, 2024, is submitted herewith, in accordance with Chapter 114.025 of the State of Texas Local Government Code. The accompanying financial statements were prepared in accordance with generally accepted accounting principles ("GAAP") in the United States of America as promulgated by the Governmental Accounting Standards Board ("GASB") and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed public accountants. Chapter 115.045 of the Local Government Code of the State of Texas requires the issuance within six months of the close of each fiscal year a complete set of financial statements. Pursuant to that requirement, this annual comprehensive financial report is issued for the fiscal year ended December 31, 2024.

Assumption of Responsibility: This report consists of management's representations concerning the finances of Colorado County, Texas. Management assumes full responsibility for the completeness and reliability of the information presented in this report.

Internal Control: To provide a reasonable basis for making these representations, Colorado County ("the County") has established a comprehensive framework of internal control that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Colorado County's financial statements in conformity with GAAP. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The County asserts, to the best of its knowledge and belief, this financial report is complete and reliable in all material respects.

Independent Audit: The County's financial statements have been audited by KM&L, LLC, certified public accountants. The objective of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2024, are free from material misstatements. The independent audit involves 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 statement presentation. The independent auditors concluded there was a reasonable basis for rendering an unmodified opinion on the County's financial statements for the fiscal year ended December 31, 2024, and are fairly presented in conformity with GAAP. The independent auditors' report is located at the beginning of the Financial Section of this report.

Reference to MD&A: GAAP requires the County to provide a narrative introduction, overview, and analysis to accompany this report's basic financial statements in the form of Management's Discussion and Analysis ("MD&A") This letter of transmittal is designed to complement MD&A and should be read in conjunction with the financial statements. The MD&A can be found immediately following the report of the independent auditors. The financial section also includes government-wide financial statements, fund financial statements, notes, required supplementary information and the combining and individual fund financial statements and schedules. The statistical section of the report includes selected financial and demographic information, which is generally presented on a multi-year basis.

PROFILE OF COLORADO COUNTY GOVERNMENT

Colorado County, incorporated in 1836, is in south/central Texas, midway between San Antonio and Houston on Interstate 10 and is one of 13 counties in the Gulf Coast Region. Colorado County, created in 1836, is one of the original counties established in Texas by Stephen F. Austin. The County is a rural county of approximately 963 square miles in area with a 2020 census population of 20,557 and an estimated 2024 population of 21,687. The largest incorporated cities located within the County are Columbus (the County seat), Eagle Lake and Weimar. The County is empowered to levy a property tax on real property located within its boundaries.

The County is a public corporation and political subdivision of the State of Texas. The County operates as specified under the Constitution of the State of Texas and Vernon's Texas Code Annotated. The Colorado County, Texas Commissioners' Court is the County's governing body. The Commissioners' Court is elected by county voters for staggered four-year terms and comprises the County Judge (the presiding officer elected at large to serve a four-year term) and four commissioners. Each of the four commissioners represents one of the four geographical precincts into which the county is divided. The Commissioners' Court has certain powers granted to it by the state legislature. The duties include adoption of the budget, setting the tax rates, approval of contracts, appointment of certain county officials and the development of policies and orders. The Commissioners' Court shares the financial controls of the County with the County Auditor who is appointed according to Texas State statutes for two-year terms by the District Judges. The County Auditor holds the basic responsibilities for established accounting policies and procedures, maintaining the records of all financial transactions of the County, and "examining and approving" disbursements from county funds prior to their submission of the Commissioners' Court for payment. Policy-making authority is vested in the Commissioners' Court and the Commissioners' Court are responsible, among other things, for adopting the budget and for setting the County's annual tax rate, along with setting county policies.

The County provides a full range of services authorized by statute. Such services include general government functions such as recording and licensing, maintaining the County and District Court systems, maintaining public facilities, ensuring public safety, maintaining public health and welfare, aiding conservation, and maintaining county roads and bridges. The costs associated with these services are presented within the financial statements in detail and summary form.

The County has two medical facilities. Columbus Community Hospital has been named in the top 100 rural and community hospitals in the nation for three consecutive years by the National Rural Health Association. The hospital is a 40-bed acute care medical and surgical facility. The construction of the Columbus Wellness Center was completed in 2022. It is a state-of-the-art facility that will offer expanded physical therapy resources, exercise equipment, cardiac rehabilitation services, pool, physician office space, and community education classrooms, including a demonstration kitchen. During 2023, additional clinic renovations were made to add more exam rooms, parking, and other facilities to enhance and expand the primary and specialty care offerings. In addition, Rice Medical Center is a 25-bed Critical Access hospital with a Trauma IV designation and is in Eagle Lake, Texas.

Budget

The annual budget serves as the foundation for Colorado County's financial planning and control. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Commissioners' Court. The activities of the General Fund, Special Revenue Funds and Debt Service Fund are included in the annual appropriated budget. The legal level of budgetary control is at the personnel services category level within each department and the department level overall. All transfers of appropriations, either between departments or within an individual department's budget, require the approval of the Commissioners' Court. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriation annual budget has been adopted.

Local Economy

The County's economy is based primarily on agribusiness, oil-field services and equipment manufacturing, minerals processing and gravel mining. Rice, corn, sorghum, and livestock play a major role in the area's economy. The school districts and the County also have a significant economic presence, employing in total more than 800 teachers, professionals, and support staff. One of the most important sectors of the area's economy is tourism. Tourism dollars represented by restaurant sales, hotel occupancy and specialty shop sales are a significant contributor to the overall economy.

Because of the County's location in a region with a varied economic base, unemployment had been relatively stable. During the past ten years, the unemployment rate had increased to 6.3 percent due to the COVID-19 pandemic (2020) from the lowest unemployment rate of 3.0 (2019). This year's unemployment rate remained stable and is below both the national and state average rates. The County's unemployment rate as of December 2024 was 3.2 percent compared to 4.2 percent for the state and 4.1 percent nationally.

Median household incomes within the County are less than average for the state and nation. According to the U.S. Census Bureau, the County's median family income was \$68,554, compared with Texas was \$75,780 and the nation's was \$80,020.

Population growth is noticeable throughout all sections of the County. Even the smaller communities have experienced impressive residential development, and several new subdivisions have been approved and are underway. It is projected that the development will result in approximately 300 new homes in the County.

The County's location within the Eagle Ford shale development in Southern Texas has led to new economic opportunities even though oil and gas production has decreased. Although the County currently produces only minor amounts of oil and natural gas, there is potential for economic opportunities in neighboring counties and for the county to benefit from increased

retail trade, housing, and personnel. The renewed attraction of Colorado County as a favorable business environment, coupled with continued moderately low interest rates, continues to stimulate local construction activity. The tax base is diverse, with the 10 leading taxpayers accounting for 16.48% of total assessed value. Countywide tax abatement plans, which give reduced property taxes for several years, are being offered to industries to relocate in the County.

Long Term Financial Planning

County strategies and plans are integrated into all departmental budgets to ensure unified efforts within County government to achieve the goals and objectives of the County. County governments in Texas operate under a balanced budget as required by law. This does not mean that estimated revenues must always be exactly equal to estimated expenditures. In most of the annual operating budgets, the Commissioners' Court members usually decide to use a portion of fund balance reserves to balance the revenues to appropriations. As a sound financial management practice, members of Commissioners' Court consistently emphasize maintaining sufficient undesignated fund balance levels (unrestricted net position) to meet first quarter obligations of payroll and operating costs and furthermore, this assists in maintaining financial stability and retaining or enhancing the County's bond ratings.

Fund balance refers to the excess of assets over liabilities in governmental funds. For financial planning, fund balance is defined as the cumulative surpluses or deficits resulting from the difference between expenditures and revenues in any one fiscal year. The cumulative effect of yearly fund balance amounts is furthermore addressed as a fund balance reserve. When evaluating fund balance reserves, it is vitally important to maintain sufficient positive fund balance reserves to avoid borrowing to meet short-term operating needs.

Finally, because of the trend to shift unfunded mandates by both federal and state levels to local government, it is anticipated that additional financial burden will continue to be experienced by the County and ultimately local taxpayers if other sources of funding are not identified. The County will be tasked with identifying new or additional revenues to counter these expenditures. At its discretion, the Court may continue to utilize some amount of fund balance, which is healthy in the sense that it keeps the County from building up excessive reserves and reduces a future burden on taxpayers. Based on the amount of fund balance utilized to balance the 2023 budget, the Court must remain cautious in planning for the budget in fiscal year 2025 in the absence of either continued cost containment initiatives or significant additional revenue enhancement efforts. It is imperative that the County government continually strive to maintain steady increases in revenue while costs are on the rise.

Major Initiatives

The County has received funds from the U.S. Treasury in the amount of \$ \$4,174,764 from Coronavirus State and Local Fiscal Recovery Funds (SLFRF) as part of the American Rescue Plan Act (ARPA) to respond to the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19) or its negative economic impacts. The County awarded two initial contracts to utilize these funds for an EMS Maintenance Facility and a new EMS station in the southern part of the County in 2023. In 2024, contracts were awarded for replacement of the jail roof and additional jail renovations, including an updated surveillance system.

In July 2022 the County was notified that \$5,284,400 was awarded through Houston-Galveston Area Council (H-GAC) to develop a method of distribution (MOD) for the Regional Mitigation Program as part of the State of Texas Community Development Block Grant Mitigation (CDBG-MIT) Action Plan. The program is administered by the General Land Office. The County accepted the award in October 2022. Later that year, the County awarded contracts for

Administrative and Engineering Services and began to review eligible projects. During 2024, the County executed agreements with the various water utilities throughout the County and will also be soliciting bids for a communication tower. The contract period for this program is through October, 2027.

FINANCIAL POLICIES

The County has adopted an investment policy as required by state law and in conformity with state investment statutes. The investment policy, as adopted by the County, employs the prudent person concept in that priorities were established as to the investment vehicles the County would use. Compliance with the laws of the State of Texas and Safety were established as first priorities, followed by liquidity and low risk with a management philosophy of maintaining high professional and ethical standards.

The County Treasurer is responsible for administering all the investment of idle funds in the County. During the fiscal year, the County earned approximately \$ 1,611,000 of interest on the funds invested.

The County is responsible for establishing its tax rate. For the fiscal year ended December 31, 2024, the tax rate to finance general governmental services (the tax rate approved in 2023 to fund the 2024 fiscal year) was \$0.462964 per \$100 valuation and the tax rate for the payment of principal and interest on long-term debt was \$.019166 per \$100 of valuation.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Colorado County for its Annual Comprehensive financial report (ACFR) for the fiscal year ended December 31, 2023. This was the twenty-ninth consecutive year that Colorado County has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, the County believes the current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and is being submitted to the GFOA to determine its eligibility for another certificate.

The production of this report would not have been possible without the skill, effort, and dedication of the County Auditor's staff. The preparation of this Annual Comprehensive Financial Report could not have been completed without the assistance of the County's outside auditing firm, KM&L, LLC. Appreciation is expressed to all the members of the Commissioners' Court for support in maintaining the highest standards of professionalism in the management of Colorado County's finances. Sincere thanks to all other County Officials, Department Heads, and employees for their assistance in providing the necessary data to prepare this report. I would also like to thank the District Judges of Colorado County for their unwavering support, enabling this office to perform its duties in a responsible and progressive manner. I am very honored to serve the citizens of this County.

REQUEST FOR INFORMATION

This financial report is designated to provide an overview of the County's finances for individuals who are interested in this information. Questions concerning any of the data provided in this

The production of this report would not have been possible without the skill, effort, and dedication of the County Auditor's staff. The preparation of this Annual Comprehensive Financial Report could not have been completed without the assistance of the County's outside auditing firm, KM&L, LLC. Appreciation is expressed to all the members of the Commissioners' Court for support in maintaining the highest standards of professionalism in the management of Colorado County's finances. Sincere thanks to all other County Officials, Department Heads, and employees for their assistance in providing the necessary data to prepare this report.

Respectfully submitted,



Michelle Lowrance, CPA, CGFM, CGMA
Colorado County Auditor



Government Finance Officers Association

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Financial
Reporting**

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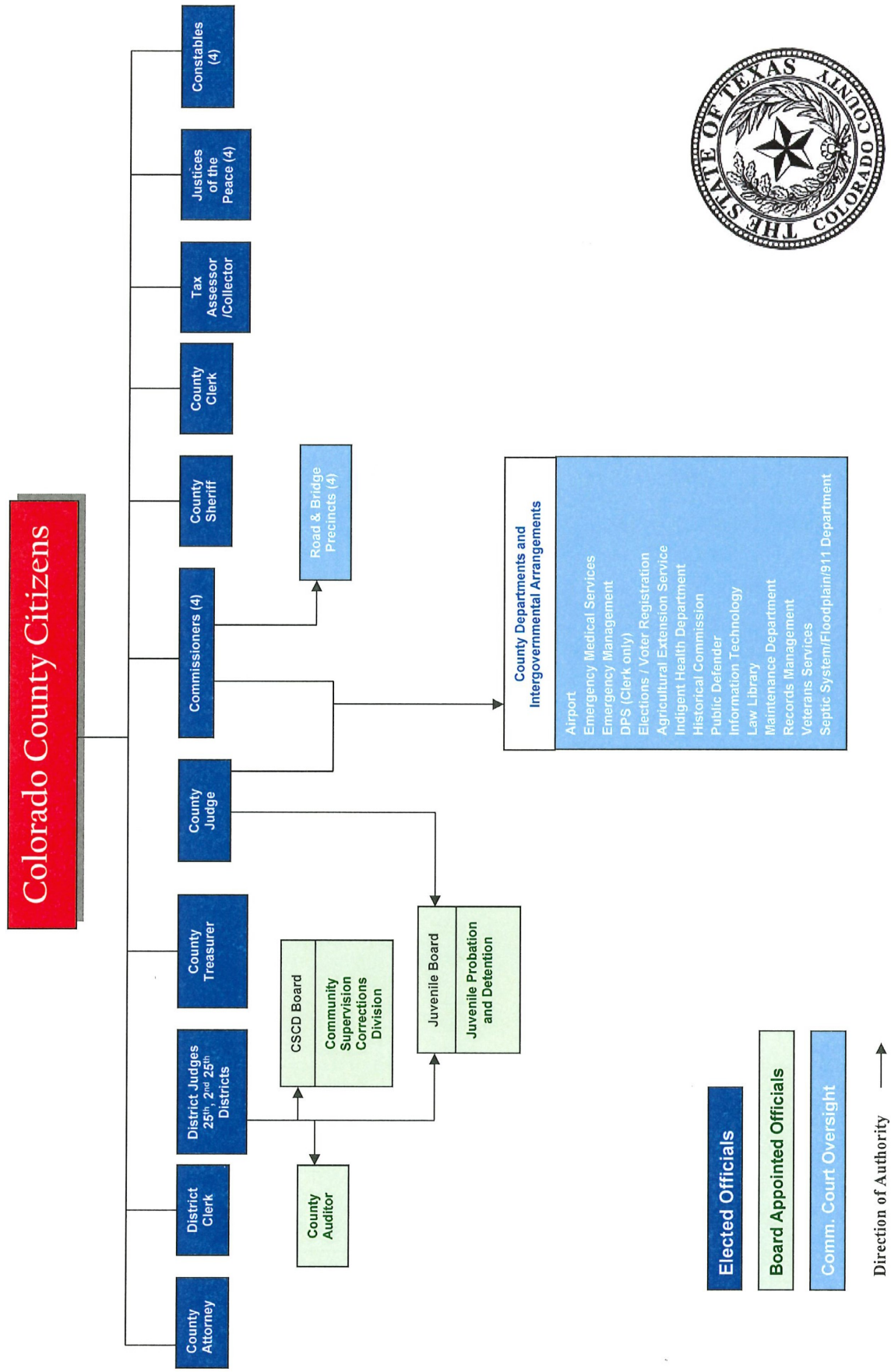
**Colorado County
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Executive Director/CEO

Colorado County Organization Chart



Colorado County, Texas
Elected and Appointed Officials
December 31, 2024

Elected Officials

County Judge	Daniel "Ty" Prause
Commissioner Precinct No. 1	Doug Wessels
Commissioner Precinct No. 2	Ryan Brandt
Commissioner Precinct No. 3	Keith Neuendorff
Commissioner Precinct No. 4	Darrell Gertson
25 th Judicial District Judge	William Old III
2 nd 25 th Judicial District Judge	Jessica Crawford
Tax Assessor-Collector	Erica Kollaja
County Clerk	Kimberly Menke
County/District Attorney	Jay Johannes
District Clerk	Valerie Harmon
County Treasurer	Joyce Guthmann
County Sheriff	R.H. "Curly" Wied, III
Justice of Peace Precinct No. 1	Billy Hefner
Justice of Peace Precinct No. 2	Boe Reeves
Justice of Peace Precinct No. 3	Donald Clark
Justice of Peace Precinct No. 4	Stan Warfield
Constable No. 1	Richard J. LaCourse Jr
Constable No. 2	Lonnie Hinze
Constable No. 3	Ivan Menke
Constable No. 4	Darrell Stancik
County Surveyor	Matthew Loessin
County Engineer	Kirk Lowe

Appointed Officials

Veterans' Service Officer	Charlotte Alger
Public Defenders	Kevin Dunn
	Louis Gimbert
County Auditor	Michelle Lowrance
Adult Probation District Director	Traci Darilek
Juvenile Probation District Director	Tricia Becker
Adult Probation Officer	Brittany Krenek
Juvenile Probation Officer	Sarah Fisher
Juvenile Probation Officer	Dwayne Hudlin
Local Health Authority	Bart Klaus, M.D.
County Extension Office	
County Ag Agent	Laramie Kettler
Consumer and Family Science	Ja'Shae Carter
Medical Director	Lindsey Tijerina, M.D.
Asst Medical Director	Raymond Russell Thomas, Jr., M.D.
Asst Medical Director	Curtis Van Houten, M.D.
Asst Medical Director	Raymond Cantu, M.D.



FINANCIAL SECTION





Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Colorado County, Texas (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

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Lake Jackson, TX 77566
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El Campo, TX 77437
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Angleton, TX 77515
979-849-8297

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



The Honorable County Judge,
and Members of Commissioners' Court
Colorado County, Texas

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, required pension schedules and required OPEB schedules on pages 5 through 16 and 63 through 70 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

The Honorable County Judge,
and Members of Commissioners' Court
Colorado County, Texas

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

KM&L, LLC

Lake Jackson, Texas
June 25, 2025

COLORADO COUNTY, TEXAS

Management's Discussion and Analysis For the Year Ended December 31, 2024

As management of Colorado County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i through vi of this report.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year for governmental activities by \$ 46,097,108 (net position). Of this amount, unrestricted net position is \$ 10,823,172.
- The County's total net position increased for governmental activities by \$ 4,940,858.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 19,145,874. 43.13% of this amount, \$ 8,258,256 (unassigned fund balance), was available for use within the County's fund designations. Of the governmental funds amount, \$ 10,464,589 has been restricted or committed for specific uses.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 8,258,256 or 43.79% of the total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The *statement of net position* presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

COLORADO COUNTY, TEXAS

Management's Discussion and Analysis

For the Year Ended December 31, 2024

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The *governmental activities* of the County include general administration, financial administration, judicial, public safety, public facilities, public transportation, conservation and health and welfare. The County has no *business-type activities*.

The government-wide financial statements can be found on pages 18 and 19 of this report.

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

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

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

The County maintains twenty-two (22) 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 Fund and American Rescue Plan Fund, which are considered to be major funds. Data from the other twenty (20) funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 20 through 23 of this report.

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

COLORADO COUNTY, TEXAS

Management's Discussion and Analysis

For the Year Ended December 31, 2024

Fiduciary Funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's operations. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The County's basic fiduciary financial statements can be found on pages 24 through 25.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 through 59 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 63 through 70 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information on pensions. Combining and individual statements and schedules can be found on pages 74 through 107 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$ 46,097,108 as of December 31, 2024. This is an increase in net position of \$ 4,940,858 which is primarily due to an increase in operating grants and contributions and property taxes.

The largest portion of the County's net position of \$ 24,648,091 reflects its investments in capital assets (land; construction in progress; buildings and improvements, equipment and infrastructure), less any debt used to acquire those assets that is still outstanding. The County uses capital assets to provide service to citizens and consequently these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net investment in capital assets increased by \$ 2,781,370 due to an increase in capital grants and contributions for the current fiscal year.

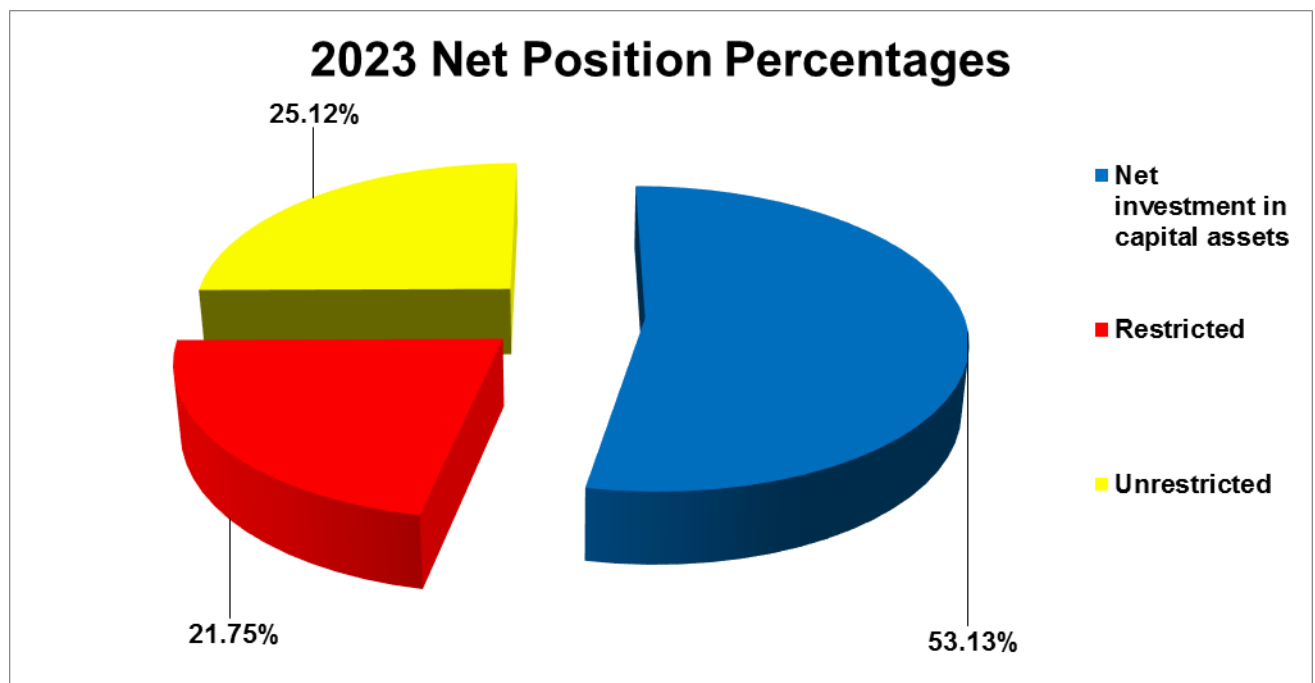
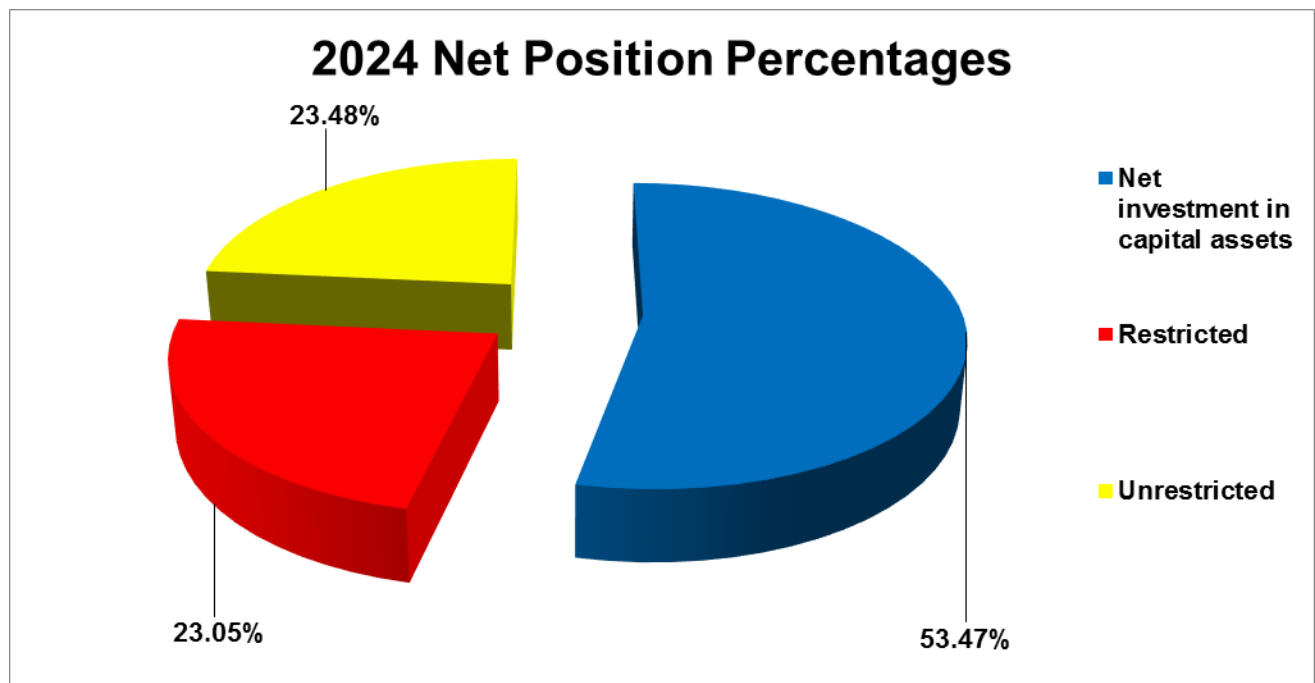
An additional portion of the County's net position of \$ 10,625,845 represents resources that are subject to external restrictions on how they may be used. The remaining balance is \$ 10,823,172, which represents unrestricted net position.

COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended December 31, 2024

COLORADO COUNTY'S NET POSITION

	<u>Governmental Activities</u>		<u>Net</u>
	<u>2024</u>	<u>2023</u>	<u>Change</u>
Assets:			
Current and other assets	\$ 41,589,674	\$ 41,065,266	\$ 524,408
Capital assets	<u>27,924,799</u>	<u>25,737,333</u>	<u>2,187,466</u>
Total assets	<u>69,514,473</u>	<u>66,802,599</u>	<u>2,711,874</u>
Total deferred outflows of resources	<u>1,707,025</u>	<u>2,646,043</u>	<u>(939,018)</u>
Liabilities:			
Current and other liabilities	2,730,212	4,840,162	(2,109,950)
Long-term liabilities	<u>5,310,060</u>	<u>7,549,784</u>	<u>(2,239,724)</u>
Total liabilities	<u>8,040,272</u>	<u>12,389,946</u>	<u>(4,349,674)</u>
Total deferred inflows of resources	<u>17,084,118</u>	<u>15,902,446</u>	<u>1,181,672</u>
Net Position:			
Net investment in capital assets	24,648,091	21,866,721	2,781,370
Restricted	10,625,845	8,950,556	1,675,289
Unrestricted	<u>10,823,172</u>	<u>10,338,973</u>	<u>484,199</u>
Total net position	<u>\$ 46,097,108</u>	<u>\$ 41,156,250</u>	<u>\$ 4,940,858</u>

COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended December 31, 2024



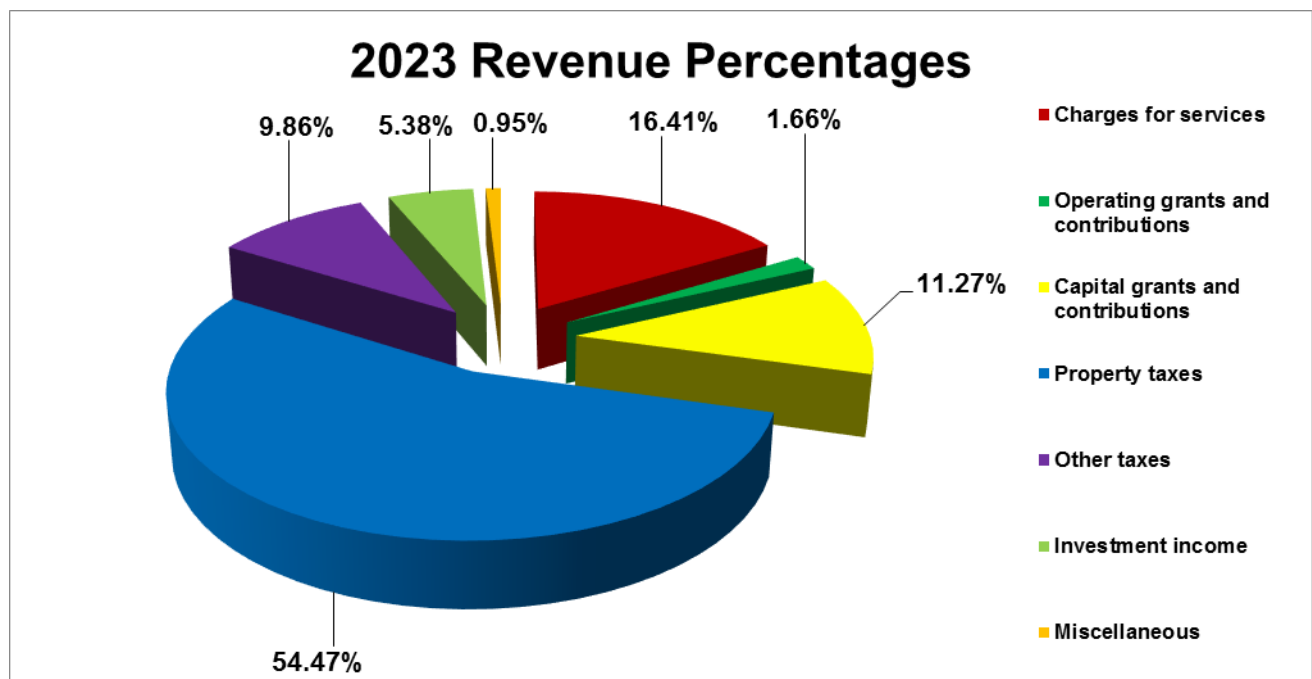
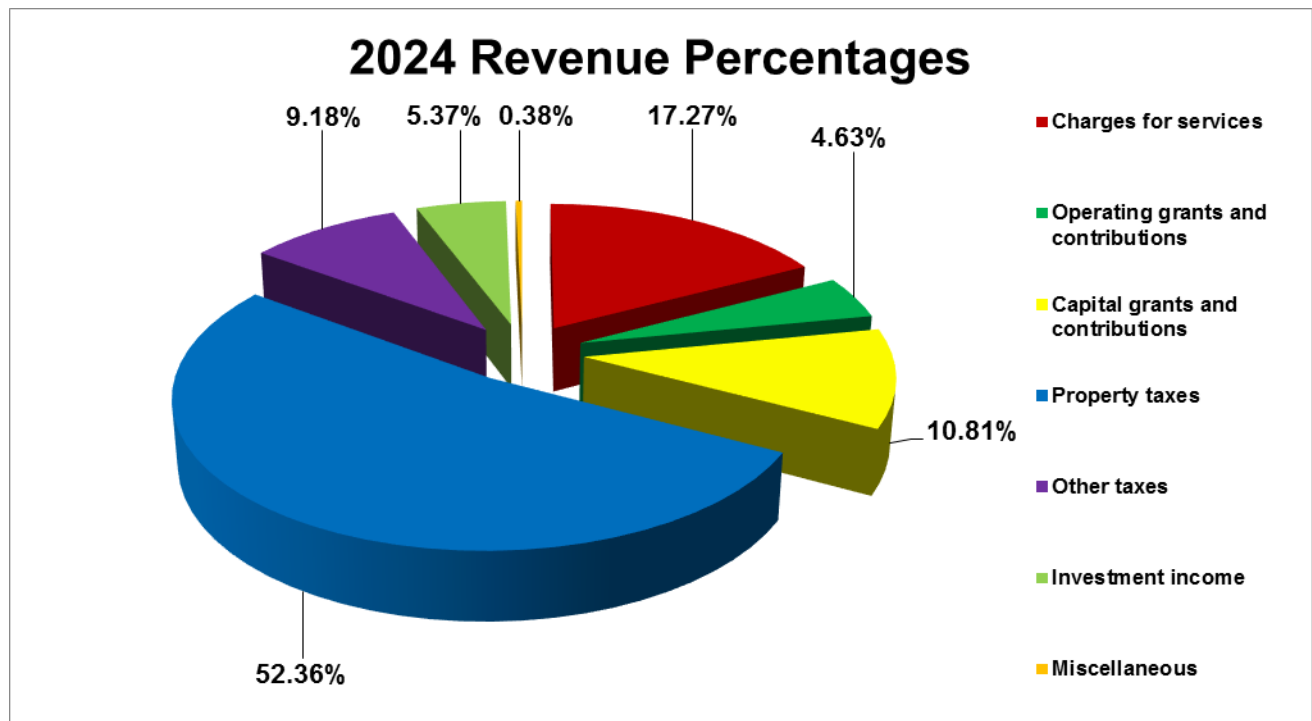
COLORADO COUNTY, TEXAS*Management's Discussion and Analysis**For the Year Ended December 31, 2024*

Analysis of the County's Operations. Governmental activities reported an increase in net position in the amount of \$ 4,940,858 due to increased operating grants and contributions and property taxes. The following table provides a summary of the County's operations for the year ended December 31, 2024.

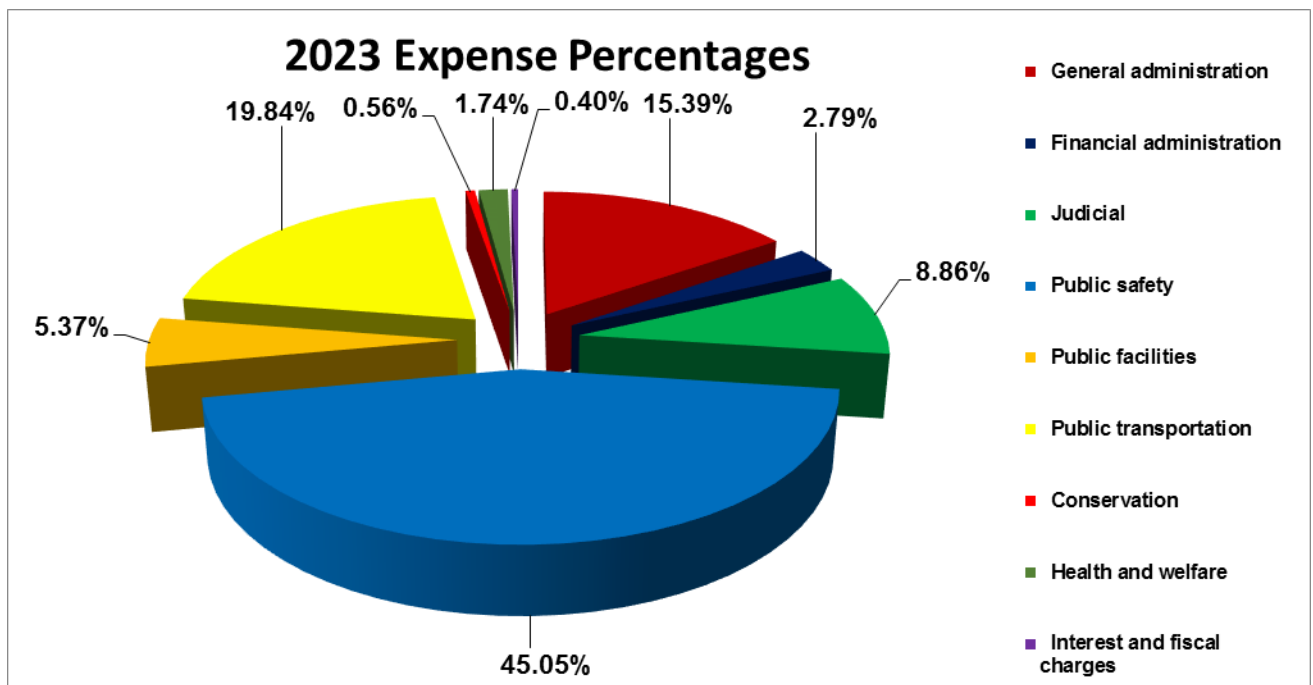
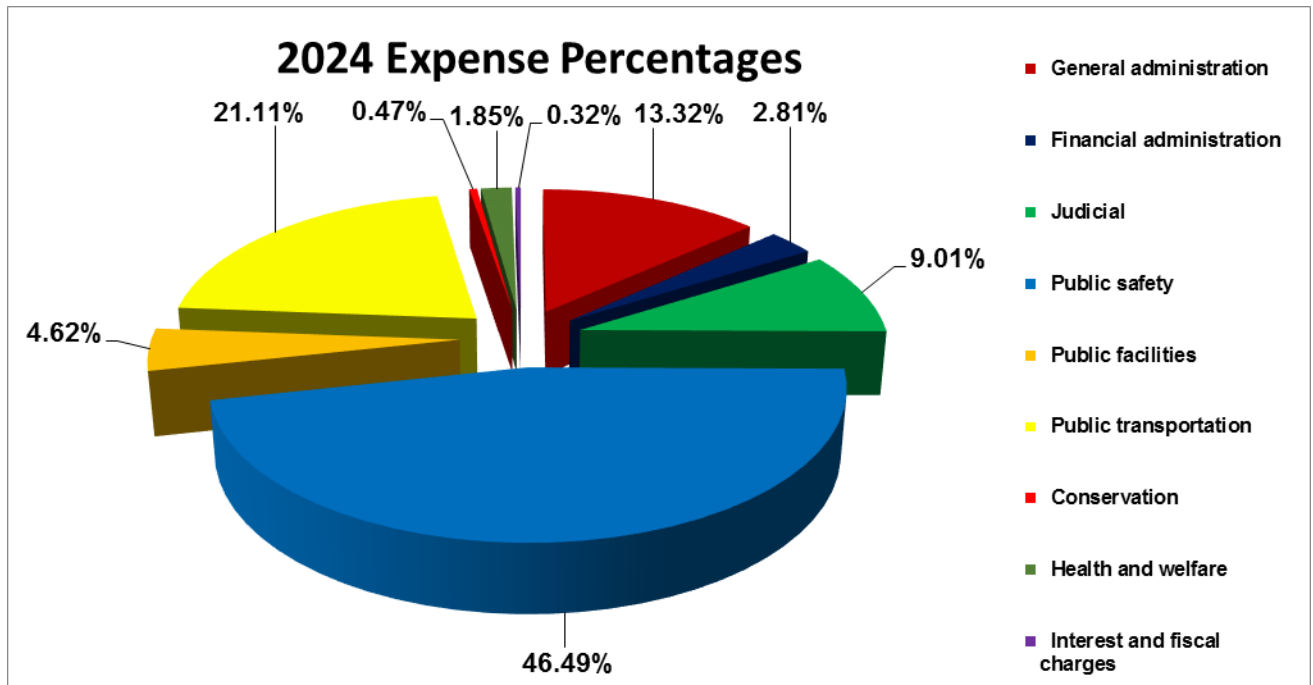
COLORADO COUNTY'S CHANGES IN NET POSITION

	<u>Governmental Activities</u>		<u>Net</u>
	<u>2024</u>	<u>2023</u>	<u>Change</u>
Revenues:			
Program Revenues:			
Charges for services	\$ 5,152,713	\$ 4,522,480	\$ 630,233
Operating grants and contributions	1,380,721	456,114	924,607
Capital grants and contributions	3,224,275	3,105,928	118,347
General Revenues:			
Property taxes	15,625,232	15,009,437	615,795
Other taxes	2,737,774	2,715,760	22,014
Investment income	1,603,437	1,482,939	120,498
Miscellaneous	<u>115,436</u>	<u>261,436</u>	<u>(146,000)</u>
Total revenues	<u>29,839,588</u>	<u>27,554,094</u>	<u>2,285,494</u>
Expenses:			
General administration	3,316,161	3,361,644	(45,483)
Financial administration	700,307	608,934	91,373
Judicial	2,243,460	1,935,311	308,149
Public safety	11,575,683	9,840,915	1,734,768
Public facilities	1,150,183	1,173,158	(22,975)
Public transportation	5,256,584	4,334,639	921,945
Conservation	116,688	121,974	(5,286)
Health and welfare	460,396	379,443	80,953
Interest and fiscal charges	<u>79,268</u>	<u>89,036</u>	<u>(9,768)</u>
Total expenses	<u>24,898,730</u>	<u>21,845,054</u>	<u>3,053,676</u>
Change in net position	4,940,858	5,709,040	(768,182)
Net position - beginning	<u>41,156,250</u>	<u>35,447,210</u>	<u>5,709,040</u>
Net position - ending	<u>\$ 46,097,108</u>	<u>\$ 41,156,250</u>	<u>\$ 4,940,858</u>

COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended December 31, 2024



COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended December 31, 2024



COLORADO COUNTY, TEXAS

Management's Discussion and Analysis

For the Year Ended December 31, 2024

Financial Analysis of the County's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$ 19,145,874. The unassigned fund balance of \$ 8,258,256 constitutes 43.13% of ending fund balance. The fund balance is categorized as 1) nonspendable of \$ 423,029, 2) restricted of \$ 2,483,699, 3) committed of \$ 7,980,890, and 4) unassigned of \$ 8,258,256.

The General Fund is the chief operating fund of the County. Fund balance of the General Fund increased by \$ 138,092; the American Rescue Plan Fund increased by \$ 196,213, and other governmental funds increased by \$ 1,510,621. 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 43.79% of total general fund expenditures, and total fund balance represents 45.11% of that same amount.

The fund balance of the County's general fund increased by \$ 138,092 compared to a net increase of \$ 888,158 in the prior year due to increased property tax revenue and increased expenditures.

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

The Commissioners' Court approved decreases to appropriations of \$ 2,600,000. Various grant awards were also allocated to revenue and expenditures during the year as necessary.

Total General Fund revenue exceeded the budget by approximately 7.63% and total General Fund expenditures were under budget by approximately 1.31%.

COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended December 31, 2024

Capital Assets

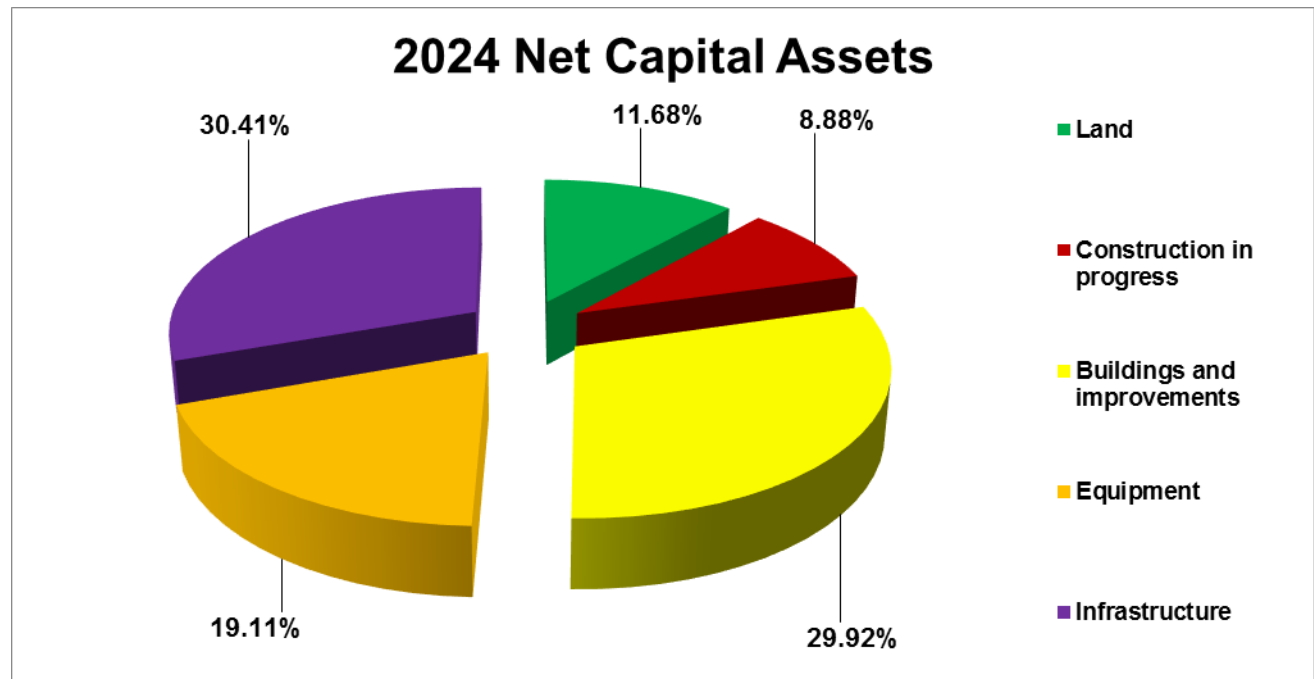
This investment in capital assets includes land; construction in progress; buildings and improvements; equipment and infrastructure.

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

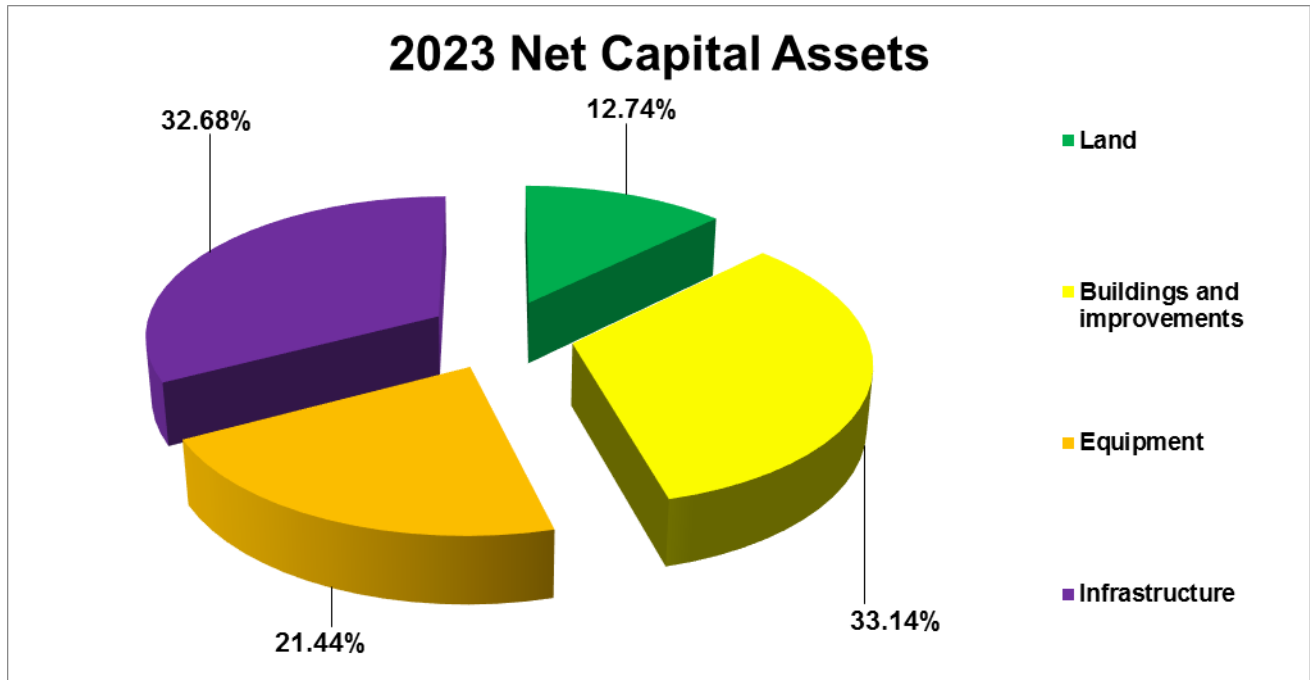
- Construction of a new EMS building and repairs to the jail facility.
- Acquisition of new vehicles road and bridge equipment.
- Road and bridge improvements are continuous.

COLORADO COUNTY'S CAPITAL ASSETS
Net of Accumulated Depreciation

	<u>Governmental Activities</u>		<u>Net</u>
	<u>2024</u>	<u>2023</u>	<u>Change</u>
Land	\$ 3,260,342	\$ 3,280,344	\$ (20,002)
Constructions in progress	2,479,095	-	2,479,095
Buildings and improvements	8,355,422	8,529,741	(174,319)
Equipment	5,337,317	5,517,111	(179,794)
Infrastructure	<u>8,492,623</u>	<u>8,410,137</u>	<u>82,486</u>
Total	<u>\$ 27,924,799</u>	<u>\$ 25,737,333</u>	<u>\$ 2,187,466</u>



COLORADO COUNTY, TEXAS
Management's Discussion and Analysis
For the Year Ended December 31, 2024



Additional of information on the County's capital assets can be found in Note 5 on pages 43 this report.

DEBT ADMINISTRATION

At the end of the current fiscal year, the County had a total bonded debt of \$ 2,875,000, which comprises bonded and debt backed by the full faith and credit of the County agreement. The bonds will be retired with revenues from property taxes.

COLORADO COUNTY'S LONG-TERM DEBT

	Governmental Activities		Net
	2024	2023	Change
Certificates of obligation bonds	\$ 2,875,000	\$ 3,420,000	\$ (545,000)
Notes payable	403,765	455,961	(52,196)
Bond discount	(2,057)	(5,349)	3,292
Compensated absences	386,543	231,557	154,986
Net pension liability	1,237,409	3,250,187	(2,012,778)
Total OPEB liability	<u>409,400</u>	<u>197,428</u>	<u>211,972</u>
Total	<u>\$ 5,310,060</u>	<u>\$ 7,549,784</u>	<u>\$ (2,239,724)</u>

COLORADO COUNTY, TEXAS

Management's Discussion and Analysis

For the Year Ended December 31, 2024

During the fiscal year, the County's total debt decreased by \$ 2,239,724 or 29.67%. The net decrease was due primarily to the increased valuation on the net pension liability.

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

Additional information on the County's long-term debt can be found in Note 7 on pages 44 through 46 of this report.

Economic Factors and Next Year's Budgets and Rates

The annual budget is developed to provide efficient, effective and controlled use of the County's resources. Through the budget, the County Commissioners set the direction of the County, allocate its resources and establish its priorities.

The 2025 budget was adopted September 9, 2024 with General Fund expenditures of \$ 19,970,000 and a revenue budget of \$ 18,550,000.

The Commissioners' Court adopted a maintenance and operation tax rate of \$ 0.324247, road & bridge tax rate of \$ 0.123500 and a debt service tax rate of \$ 0.017166 per \$ 100 assessed valuation, respectively.

Request for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Colorado County Auditor, 318 Spring Street, Room 104, Columbus, Texas, 78934.

BASIC FINANCIAL STATEMENTS

COLORADO COUNTY, TEXAS
Statement of Net Position
December 31, 2024

Exhibit 1

	<u>Governmental Activities</u>
Assets:	
Cash and temporary investments	\$ 23,448,289
Receivables (net of allowance for uncollectibles):	
Taxes	11,385,940
Accounts	3,149,999
Due from other governments	3,182,417
Inventories	168,031
Prepaid expenses	254,998
Capital Assets:	
Land	3,260,342
Construction in progress	2,479,095
Buildings and improvements (net)	8,355,422
Equipment (net)	5,337,317
Infrastructure (net)	<u>8,492,623</u>
Total assets	<u>69,514,473</u>
Deferred Outflows of Resources:	
Deferred outflows of resources	<u>1,707,025</u>
Total deferred outflows of resources	<u>1,707,025</u>
Liabilities:	
Accounts and accrued liabilities payable	1,046,348
Accrued interest payable	24,138
Unearned revenue	1,659,726
Noncurrent liabilities:	
Due within one year	900,036
Due in more than one year:	
Other long-term liabilities	2,763,215
Net pension liability	1,237,409
Total OPEB liability	<u>409,400</u>
Total liabilities	<u>8,040,272</u>
Deferred Inflows of Resources:	
Deferred inflows of resources	<u>17,084,118</u>
Total deferred inflows of resources	<u>17,084,118</u>
Net Position:	
Net investment in capital assets	24,648,091
Restricted:	
Public transportation	7,930,659
Other	2,695,186
Unrestricted	<u>10,823,172</u>
Total net position	<u>\$ 46,097,108</u>

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

COLORADO COUNTY, TEXAS
Statement of Activities
For the Year Ended December 31, 2024

Exhibit 2

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Governmental
					Activities
Governmental Activities:					
General administration	\$ 3,316,161	\$ 423,672	\$ 498,452	\$ 126,191	\$ (2,267,846)
Financial administration	700,307	486,825	-	-	(213,482)
Judicial	2,243,460	694,393	66,625	-	(1,482,442)
Public safety	11,575,683	2,502,023	575,687	2,731,343	(5,766,630)
Public facilities	1,150,183	-	-	-	(1,150,183)
Public transportation	5,256,584	964,500	203,222	366,741	(3,722,121)
Conservation	116,688	-	-	-	(116,688)
Health and welfare	460,396	81,300	36,735	-	(342,361)
Interest and fiscal charges	79,268	-	-	-	(79,268)
Total governmental activities	<u>24,898,730</u>	<u>5,152,713</u>	<u>1,380,721</u>	<u>3,224,275</u>	<u>(15,141,021)</u>
General Revenue:					
Property taxes					15,625,232
Other taxes					2,737,774
Investment income					1,603,437
Miscellaneous					<u>115,436</u>
Total general revenue					<u>20,081,879</u>
Change in net position					4,940,858
Net position - beginning					<u>41,156,250</u>
Net position - ending					<u>\$ 46,097,108</u>

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

COLORADO COUNTY, TEXAS
Balance Sheet - Governmental Funds
December 31, 2024

Exhibit 3

	General Fund	American Rescue Plan Fund	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and temporary investments	\$ 10,634,295	\$ 1,896,224	\$ 10,917,770	\$ 23,448,289
Receivables (net of allowance for uncollectibles):				
Taxes	7,939,029	-	3,446,911	11,385,940
Due from other governments	2,230,642	-	951,775	3,182,417
Due from other funds	180,142	-	-	180,142
Inventories	-	-	168,031	168,031
Prepaid expenditures	248,310	-	6,688	254,998
Total assets	\$ 21,232,418	\$ 1,896,224	\$ 15,491,175	\$ 38,619,817
Liabilities, Deferred Inflows of Resources and Fund Balance:				
Liabilities:				
Accounts and accrued liabilities payable	\$ 868,167	\$ -	\$ 178,181	\$ 1,046,348
Due to other funds	-	-	180,142	180,142
Unearned revenue	293,306	1,366,420	-	1,659,726
Total liabilities	1,161,473	1,366,420	358,323	2,886,216
Deferred Inflows of Resources:				
Deferred inflows of resources	11,564,379	-	5,023,348	16,587,727
Total deferred inflows of resources	11,564,379	-	5,023,348	16,587,727
Fund Balance:				
Nonspendable	248,310	-	174,719	423,029
Restricted	-	529,804	1,953,895	2,483,699
Committed	-	-	7,980,890	7,980,890
Unassigned	8,258,256	-	-	8,258,256
Total fund balance	8,506,566	529,804	10,109,504	19,145,874
Total liabilities, deferred inflows of resources and fund balance	\$ 21,232,418	\$ 1,896,224	\$ 15,491,175	\$ 38,619,817

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

COLORADO COUNTY, TEXAS

Exhibit 3R

*Reconciliation of the Governmental Funds Balance Sheet to the Governmental Activities**Statement of Net Position**December 31, 2024*

Total fund balance - governmental funds balance sheet (Exhibit 3) \$ 19,145,874

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

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

Capital assets	\$ 145,748,237	
Accumulated depreciation	<u>(117,823,438)</u>	27,924,799

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

Property taxes receivable	\$ 34,494	
Judicial receivables	2,166,650	
Ambulance receivables	<u>983,349</u>	3,184,493

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

Deferred outflows - pension	\$ 1,495,246	
Deferred outflows - OPEB	211,779	
Bond discount	2,057	
Accrued interest on bonds	(24,138)	
Bonds payable	(2,875,000)	
Notes payable	(403,765)	
Compensated absences	(386,543)	
Net pension liability	(1,237,409)	
Total OPEB liability	(409,400)	
Deferred inflows - pension	(503,005)	
Deferred inflows - OPEB	<u>(27,880)</u>	<u>(4,158,058)</u>

Net position of governmental activities - statement of net position (Exhibit 1) \$ 46,097,108

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

COLORADO COUNTY, TEXAS

Exhibit 4

*Statement of Revenues, Expenditures, and Change in Fund Balance**Governmental Funds**For the Year Ended December 31, 2024*

	General Fund	American Rescue Plan Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$ 13,618,125	\$ -	\$ 4,866,400	\$ 18,484,525
Intergovernmental	533,155	2,435,296	543,651	3,512,102
Licenses and permits	38,177	-	811,802	849,979
Charges for services	3,287,173	-	347,531	3,634,704
Fines and forfeitures	568,134	-	37,638	605,772
Investment income	750,825	196,213	656,399	1,603,437
Miscellaneous	290,104	-	68,017	358,121
Total revenues	<u>19,085,693</u>	<u>2,631,509</u>	<u>7,331,438</u>	<u>29,048,640</u>
Expenditures:				
Current:				
General administration	2,751,834	61,600	494,201	3,307,635
Financial administration	752,534	-	-	752,534
Judicial	2,207,924	-	43,155	2,251,079
Public safety	10,743,268	-	75,857	10,819,125
Public facilities	613,996	-	-	613,996
Public transportation	-	-	3,733,195	3,733,195
Conservation	117,630	-	-	117,630
Health and welfare	462,113	-	-	462,113
Capital outlay	1,157,116	2,373,696	937,770	4,468,582
Debt service:				
Principal	52,196	-	545,000	597,196
Interest and fiscal charges	-	-	80,629	80,629
Total expenditures	<u>18,858,611</u>	<u>2,435,296</u>	<u>5,909,807</u>	<u>27,203,714</u>
Excess of revenues over expenditures	<u>227,082</u>	<u>196,213</u>	<u>1,421,631</u>	<u>1,844,926</u>
Other Financing Sources (Uses):				
Transfers in	-	-	88,990	88,990
Transfers out	(88,990)	-	-	(88,990)
Total other financing sources (uses)	<u>(88,990)</u>	<u>-</u>	<u>88,990</u>	<u>-</u>
Change in fund balance	138,092	196,213	1,510,621	1,844,926
Fund balance - beginning	<u>8,368,474</u>	<u>333,591</u>	<u>8,598,883</u>	<u>17,300,948</u>
Fund balance - ending	<u>\$ 8,506,566</u>	<u>\$ 529,804</u>	<u>\$ 10,109,504</u>	<u>\$ 19,145,874</u>

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

COLORADO COUNTY, TEXAS

Exhibit 4R

*Reconciliation of the Statement of Revenues, Expenditures and Change in
Fund Balance - Governmental Funds to Governmental Activities Statement of Activities
For the Year Ended December 31, 2024*

Change in fund balance - total governmental funds (Exhibit 4) \$ 1,844,926

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

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

Capital outlay	\$	4,468,582	
Capital contributions		850,579	
Depreciation expense		(3,111,693)	
Loss on disposal of capital assets		<u>(20,002)</u>	2,187,466

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

Principal payments on bonds payable	\$	597,196	
Change in accrued interest		4,653	
Change in compensated absences		(154,986)	
Amortization of bond premium		<u>(3,292)</u>	443,571

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

Net pension liability decreased	\$	2,012,778	
Deferred outflows decreased		(1,120,748)	
Deferred inflows increased		<u>(346,696)</u>	545,334

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

Total OPEB liability increased	\$	(211,972)	
Deferred outflows increased		181,730	
Deferred inflows decreased		<u>9,434</u>	(20,808)

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

(59,631)

Change in net position of governmental activities (see Exhibit 2) \$ 4,940,858

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

COLORADO COUNTY, TEXAS*Statement of Net Position - Fiduciary Funds**December 31, 2024*

Exhibit 5

	<u>Custodial Funds</u>
Assets:	
Cash and temporary investments	\$ <u>4,448,228</u>
Total assets	<u>4,448,228</u>
Liabilities:	
Accounts payable	99,442
Held for others	3,861,632
Due to other governments	<u>202,430</u>
Total liabilities	<u>4,163,504</u>
Net Position:	
Individuals, organizations and other governments	<u>284,724</u>
Total net position	\$ <u><u>284,724</u></u>

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

COLORADO COUNTY, TEXAS*Statement of Change in Net Position - Fiduciary Funds
For the Year Ended December 31, 2024*

Exhibit 6

	<u>Custodial Funds</u>
Additions:	
Tax collections for other governments	\$ 13,445,818
Held for others	1,246,628
Investment income	<u>27,756</u>
Total additions	<u>14,720,202</u>
Deductions:	
Payments to individuals	1,544,923
Payments to other governments	<u>13,647,455</u>
Total deductions	<u>15,192,378</u>
Net change in net position	(472,176)
Net position - beginning	<u>756,900</u>
Net position - ending	<u>\$ 284,724</u>

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



COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

Note

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COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Colorado County, Texas (the "County") was established in 1836 by the Republic of Texas. Commissioners' Court is the level of government which has oversight responsibility and control over all activities of the County. The Commissioners' Court is composed of four commissioners, each elected from the four precincts in the County and the County Judge elected from the entire County. The members are elected by the public and have decision making authority, the power to designate management, the ability to influence operations and primary accountability for fiscal matters.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in generally accepted account principles. Based upon the application of these criteria, the following is a brief review addressed in defining the County's reporting entity.

Financial accountability - The primary government is deemed to be financially accountable if it appoints a voting majority of an Organization's governing body and 1) is able to impose its will on that Organization or 2) there is a potential for the Organization to provide specific financial benefits or impose specific financial burdens on the primary government. Additionally, the primary government may be financially accountable if an Organization is fiscally dependent on the primary government, regardless of whether the Organization has a separately elected governing board, a governing board appointed by a higher level of government or a jointly appointed board. There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements.

Government-Wide and Fund Financial Statements

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

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

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation

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

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

Revenues from property and other taxes, grants and contracts, fees (charges for services), fines (including forfeitures), and interest associated with the current fiscal period are all considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

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

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

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

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

The County has presented the following major governmental funds:

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

The *American Rescue Plan Fund* is the County's fund used to account for federally sourced revenue used to replace County revenue lost due to the COVID-19 public health emergency.

The County reports the following fiduciary funds:

The *Custodial Funds* account for assets that the government holds on behalf of others as their agent. The County's custodial funds include County Attorney Seizure, County Clerk, District Clerk, Justice of the Peace #2, Justice of the Peace #4, Sheriff, County Attorney and Tax Collector funds.

New Pronouncements

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

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

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

GASB Statement No. 102 "Certain Risk Disclosures" was issued in December 2023. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2024.

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

New Pronouncements - Continued

GASB Statement No. 103 "Financial Reporting Model Improvements" was issued in April 2024. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2025.

GASB Statement No. 104 "Disclosure of Certain Capital Assets" was issued in September 2024. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this statement are effective for reporting periods beginning after June 15, 2025.

Budgetary Data

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

Annual appropriated budgets are adopted for the General Fund, certain special revenue funds (Records Preservation Fund, Airport Fund, Road & Bridge Precinct Number 1 Fund, Road & Bridge Precinct Number 2 Fund, Road & Bridge Precinct Number 3 Fund, Road & Bridge Precinct Number 4 Fund, Security Fund, Law Library Fund, Justice Court Technology Fund and County and District Court Technology Fund), and the Debt Service Fund.

The County Judge is, by statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budget procedures, each department submits a budget request to the County Judge. The County Judge reviews budget requests and holds informal hearings as necessary. Before September 1, a proposed budget is presented to the Commissioners' Court. A public hearing is then held, and the Commissioners' Court acts on the proposed budget. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Amounts budgeted may not exceed the estimate of revenues and available cash.

Once the budget has been adopted by Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding appropriations and for keeping members of Commissioners' Court advised of the conditions of the various funds and accounts.

The appropriated budget is prepared by fund, department and category. Any transfers of appropriations are first approved by the Commissioners' Court. Department heads may approve line item transfers for expenditures of their respective department. However, no amendments for the personnel services category may be made without Commissioners' Court approval to the total budget. Thus, the legal level of budgetary control is at the personnel services category level within each department and the department level overall. Expenditures can exceed appropriations as long as they do not exceed the available revenues and cash balances.

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. As of December 31, 2024, the County had \$ 351,568 of outstanding encumbrances in the General Fund unassigned fund balance and \$ 153,191 in the Other Governmental Funds committed fund balance.

Cash and Investments

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

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

Property Taxes

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Property Taxes - Continued

The County is permitted by Article VIII, Section 9 of the State of Texas Constitution to levy taxes up to \$ 0.80 per \$ 100 assessed valuation for general governmental services including payment of principal and interest on general long-term debt and maintenance of roads and bridges. Article 6790 of Vernon's Civil Statutes permits the County to collect an additional \$0.15 per \$ 100 valuation for road and bridge purposes. Article 7048a of Vernon's Civil Statutes permits the County to collect \$ 0.30 per \$ 100 valuation for road, bridge and flood control purposes.

The County's 2024 tax levy, supporting the 2025 fiscal period budget, totaled \$ 0.464913 per \$ 100 valuation and was comprised as follows:

General Fund	\$ 0.324247
Road and Bridge Funds	0.123500
Debt Service Fund	<u>0.017166</u>
Combined tax rate	<u>\$ 0.464913</u>

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All outstanding balances between funds are reported as "due to/from other funds". The County had no advances between funds. All activity between funds was for short-term cash flow requirements. See Note 4 for additional discussion of interfund receivables and payables.

Inventories and Prepaid Items

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Capital Assets

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During the year ended December 31, 2024, no capitalized interest was included in the cost of capital assets under construction.

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

Buildings and improvements	30 Years
Equipment	3-10 Years
Infrastructure	20-45 Years

Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the governmental funds only if the liability is matured as a result of employee resignation or retirement.

Accumulated sick leave lapses when employees leave the employ of the county and, upon separation from service, no monetary obligation exists.

The liability for compensated absences disclosed in the financial statements represents accumulated vacation and compensatory time at December 31, 2024, computed at pay rates in effect at that time was \$ 386,543.

Deferred Outflows and Inflows of Resources

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Pension Plans

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

Other Post-Employment Benefits

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

Long-Term Debt

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

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fund Balance

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

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

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

The *committed* fund balance includes spendable net resources that can only be used for specific purposes pursuant to constraints imposed by formal Commissioners' Court actions, no later than the close of the fiscal year. These actions must be in the form of a resolution approved by Commissioners' Court. Those constraints remain binding unless removed or changed in the same manner employed to previously commit those resources. At December 31, 2024, the Commissioners' agreed to commit fund balances for the Airport Fund, each of the Road & Bridge Precinct Funds and Historical Commission Fund.

The *assigned* fund balance includes amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Such intent should be expressed by Commissioners' Court or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Commissioners' Court actions. At December 31, 2024, there are no assignments of fund balance.

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

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**Fund Balance - Continued

Governmental Fund Financial Statements:

The following schedule presents details of fund balance components at December 31, 2024:

	General Fund	American Rescue Plan Fund	Other Governmental Funds	Total Governmental Activities
Fund Balances:				
Nonspendable:				
Inventories	\$ -	\$ -	\$ 168,031	\$ 168,031
Prepaid expenditures	248,310	-	6,688	254,998
Restricted:				
Court improvements and operations	-	-	94,038	94,038
Debt service	-	-	209,216	209,216
Election services	-	-	5,852	5,852
Federal and state grants	-	529,804	-	529,804
Library services	-	-	163,445	163,445
Public safety services	-	-	70,852	70,852
Records management	-	-	1,030,483	1,030,483
County/District Attorney services	-	-	380,009	380,009
Committed:				
Airport operations	-	-	220,545	220,545
Public transportation	-	-	7,753,267	7,753,267
Historical preservation	-	-	7,078	7,078
Unassigned	<u>8,258,256</u>	<u>-</u>	<u>-</u>	<u>8,258,256</u>
Total fund balance	\$ <u>8,506,566</u>	\$ <u>529,804</u>	\$ <u>10,109,504</u>	\$ <u>19,145,874</u>

Net Position

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Net Position - Continued

	<u>Governmental Activities</u>
Net Position:	
Net investment in capital assets	\$ 24,648,091
Restricted:	
Public transportation	7,930,659
Other:	
Airport operations	220,545
County/District Attorney services	380,009
Court improvements and operations	100,226
Debt service	186,392
Election services	5,852
Federal and state grants	529,804
Historical preservations	7,078
Library services	163,445
Public safety services	70,852
Records management	1,030,983
Unrestricted	<u>10,823,172</u>
Total net position	<u>\$ 46,097,108</u>

NOTE 2 - DEPOSITS AND INVESTMENTS

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

Deposits

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned to them. The County requires that all deposits with financial institutions be collateralized in an amount equal to 110 percent of uninsured balances.

At year-end, the carrying amount of the County's financial institution deposits, was \$ 27,896,517, while the financial institution balances totaled \$ 28,339,983. Of these balances, \$ 266,254 was covered by federal depository insurance coverage and \$ 28,073,729 was covered by collateral held by the County's agent in the County's name.

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 2 - DEPOSITS AND INVESTMENTS - Continued

Investments

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

The County's investment policy authorizes the County to invest in 1) obligations of the United States or its agencies and instrumentalities; 2) direct obligations of the State of Texas or its agencies; 3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; 4) obligations of states, agencies, counties, cities and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; 5) certificates of deposit by state and national banks domiciled in the state that are guaranteed or insured by the Federal Deposit Insurance Corporation or secured by obligations that are described in 1) through 4); 6) money market mutual funds regulated by the Securities and Exchange Commission with a dollar weighted average portfolio maturity of 90 days or less; 7) eligible investment pools organized and operating in compliance with the Public Funds Investment Act that have been authorized by Commissioners' Court, and whose investment philosophy and strategy are consistent with the Policy and the County's ongoing investment strategy.

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

For the year ending December 31, 2024, the County did not have any investments.

NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES

Receivables and Allowances

Receivables as of December 31, 2024, for the government's individual governmental major and nonmajor funds, internal service funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Other Governmental Funds	Total Governmental Funds
Receivables:			
Taxes	\$ 8,435,964	\$ 3,683,123	\$ 12,119,087
Due from other governments	<u>2,230,642</u>	<u>951,775</u>	<u>3,182,417</u>
Gross receivables	10,666,606	4,634,898	15,301,504
Less allowance for Uncollectibles:			
Property taxes	<u>(496,935)</u>	<u>(236,212)</u>	<u>(733,147)</u>
Total net receivables	\$ <u>10,169,671</u>	\$ <u>4,398,686</u>	\$ <u>14,568,357</u>

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued**Receivables From Other Governments

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

Amounts due from federal, state, and local governments as of December 31, 2024 are summarized below:

	<u>Federal Grants</u>	<u>Other</u>	<u>Total</u>
Major Governmental Funds:			
General Fund	\$ 31,404	\$ 2,199,238	\$ 2,230,642
Other Governmental Funds	<u>181,814</u>	<u>769,961</u>	<u>951,775</u>
Total	<u>\$ 213,218</u>	<u>\$ 2,969,199</u>	<u>\$ 3,182,417</u>

Judicial and Emergency Medical Service Receivables

Judicial and Emergency Medical Service receivables are reported in the governmental activities statement of net position. Since these receivables do not represent current available resources, they are not reported in the governmental funds balance sheet. The allowance for uncollectible receivables related to the County's various court assessments and emergency medical service is determined based on historical experience and evaluation of collectability in relation to the aging of customer accounts. The following is a summary of the receivable and allowance for uncollectible as of December 31, 2024:

	<u>Gross Receivable</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivable</u>
Judicial Receivables:			
Justice of the Peace	\$ 5,313,550	\$ (3,985,163)	\$ 1,328,387
County Courts	1,060,659	(795,494)	265,165
District Courts	2,292,393	(1,719,295)	573,098
Emergency Medical Service	<u>3,754,283</u>	<u>(2,770,934)</u>	<u>983,349</u>
Total	<u>\$ 12,420,885</u>	<u>\$ (9,270,886)</u>	<u>\$ 3,149,999</u>

Deferred Outflows and Inflows of Resources and Unearned RevenueGovernmental Funds

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. As of December 31, 2024, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued**Deferred Inflows of Resources and Unearned Revenue - ContinuedGovernmental Funds - Continued

	General Fund	American Rescue Plan Fund	Other Governmental Funds	Total
Deferred Inflows of Resources:				
Current property taxes collected (October 1, 2024 Levy)	\$ 3,645,086	\$ -	\$ 1,585,258	\$ 5,230,344
Current property taxes receivable (October 1, 2024 Levy)	7,895,474	-	3,427,415	11,322,889
Delinquent property taxes receivable (October 1, 2023 and prior)	23,819	-	10,675	34,494
Unearned Revenue:				
Federal grants	-	1,366,420	-	1,366,420
Local grants	<u>293,306</u>	<u>-</u>	<u>-</u>	<u>293,306</u>
Total	<u>\$ 11,857,685</u>	<u>\$ 1,366,420</u>	<u>\$ 5,023,348</u>	<u>\$ 18,247,453</u>

Governmental Activities

Governmental activities defer the recognition of pension expense for contributions made from the measurement date to the current year end of December 31, 2024 and report these as deferred outflows of resources. Governmental activities also defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a deferred inflow of resources. Further, for governmental activities, like governmental funds, defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

As of December 31, 2024, the various components of deferred outflows and inflows of resources and unearned revenue reported in the governmental activities were as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Unearned Revenue
<u>Governmental Activities:</u>			
<u>Pension Related:</u>			
Differences between expected and actual experience	\$ -	\$ 503,005	\$ -
Net differences between projected and actual investment earnings	207,834	-	-
Subsequent contributions	1,287,412	-	-

(continued)

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued**Deferred Inflows of Resources and Unearned Revenue - ContinuedGovernmental Activities - Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources	Unearned Revenue
<u>Governmental Activities:</u>			
OPEB related:			
Differences between expected and actual experience	\$ 210,264	\$ 5,143	\$ -
Changes in assumptions	1,515	22,737	-
Current property taxes collected (October 1, 2024 Levy)	-	5,230,344	-
Current property taxes receivable (October 1, 2024 Levy)	-	11,322,889	-
Unearned Revenue:			
Federal grants	-	-	1,366,420
Local grants	-	-	293,306
Totals	\$ <u>1,707,025</u>	\$ <u>17,084,118</u>	\$ <u>1,659,726</u>

NOTE 4 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at December 31, 2024 consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>12-31-24</u>
General Fund	American Rescue Plan Fund	\$ <u>180,142</u>
Total		\$ <u>180,142</u>

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

Interfund transfers for the year ended December 31, 2024 consisted of the following individual fund transfers in and transfers out:

<u>Transferring Fund</u>	<u>Receiving Fund</u>	<u>Amounts</u>
General Fund	Other Governmental Funds	\$ <u>88,990</u>
Total		\$ <u>88,990</u>

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

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 5 - CAPITAL ASSETS**Capital Transactions

	Balance 01-01-24	Additions	Retirements	Adjustments & Transfers	Balance 12-31-24
Governmental Activities:					
Capital Assets, Not Depreciated:					
Land	\$ 3,280,344	\$ -	\$ (20,002)	\$ -	\$ 3,260,342
Construction in progress	-	2,479,095	-	-	2,479,095
Total capital assets not being depreciated	3,280,344	2,479,095	(20,002)	-	5,739,437
Capital Assets, Being Depreciated:					
Buildings and improvements	25,357,295	1,295,840	-	-	26,653,135
Furniture, equipment and vehicles	16,684,921	698,293	(745)	-	17,382,469
Infrastructure	95,129,253	845,933	(1,990)	-	95,973,196
Total capital assets being depreciated	137,171,469	2,840,066	(2,735)	-	140,008,800
Less Accumulated Depreciation For:					
Buildings and improvements	16,827,554	1,470,159	-	-	18,297,713
Furniture, equipment and vehicle	11,167,810	878,087	(745)	-	12,045,152
Infrastructure	86,719,116	763,447	(1,990)	-	87,480,573
Total accumulated depreciation	114,714,480	3,111,693	(2,735)	-	117,823,438
Total capital assets being depreciated, net	22,456,989	(271,627)	-	-	22,185,362
Governmental activities capital assets, net	\$ 25,737,333	\$ 2,207,468	\$ (20,002)	\$ -	\$ 27,924,799

During the year ended December 31, 2024, the County received roads and equipment totaling \$ 850,579.

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

	12-31-24
Governmental Activities:	
General government	\$ 25,946
Judicial	2,352
Public safety	976,667
Public facilities	542,456
Public transportation	1,563,531
Health and welfare	741
Total governmental activities	\$ 3,111,693

Construction Commitments

There were no construction commitments as of December 31, 2024.

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 6 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE**

Accounts and accrued liabilities payable as of December 31, 2024, for the government's individual governmental major and nonmajor funds in the aggregate are as follows:

	General Fund	Other Governmental Funds	Total
Accounts and accrued liabilities payable:			
Vendors	\$ 409,994	\$ 140,003	\$ 549,997
Accrued compensation	263,728	38,178	301,906
Other governments	194,085	-	194,085
Due to others	<u>360</u>	<u>-</u>	<u>360</u>
Total	\$ <u>868,167</u>	\$ <u>178,181</u>	\$ <u>1,046,348</u>

NOTE 7 - LONG-TERM DEBTCertificate of Obligation Bonded Debt

Certificates of obligations payable at December 31, 2024, are summarized as follows:

	Series Dates			Bonds Outstanding 12-31-24
	Interest Rate %	Maturity	Callable	
Combination Tax and Revenue Bonds, Series 2012	2.28	2018	2025	\$ 150,000
Limited Tax Refunding Bonds Series 2019	2.08	2019	2031	<u>2,725,000</u>
Total				\$ <u>2,875,000</u>

Certificates of obligation bond transactions for the year ended December 31, 2024 were as follows:

Bonds outstanding, January 1, 2024	\$ 3,420,000
Maturities	<u>(545,000)</u>
Bonds outstanding, December 31, 2024	\$ <u>2,875,000</u>

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 7 - LONG-TERM DEBT - Continued**Certificate of Obligation Bonded Debt - Continued

The bond ordinances require that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. The current year tax levy was set to utilize the excess fund balance above the bond ordinance requirement. For the year ended December 31, 2024, the amount of ad valorem taxes collected for interest and sinking were \$ 629,833, while the debt service requirements for principal and interest was \$ 625,229. The bond resolutions provide no express remedies in the event of default and make no provision for acceleration of maturity of the bonds.

The following is a summary of certificate of obligation bond requirements by year as of December 31, 2024:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2025	\$ 555,000	\$ 64,368	\$ 619,368
2026	585,000	51,736	636,736
2027	595,000	38,690	633,690
2028	600,000	25,422	625,422
2029	180,000	12,042	192,042
2030-2031	<u>360,000</u>	<u>12,042</u>	<u>372,042</u>
Total	<u>\$ 2,875,000</u>	<u>\$ 204,300</u>	<u>\$ 3,079,300</u>

Bonds payable are liquidated through the debt service fund. Compensated absences are liquidated through the general fund and other non-major governmental funds.

Notes Payable

In September 2023, the County was approved for a loan for \$ 455,961 with an interest rate of 0.00%. The proceeds of this loan were used to purchase equipment for EMS. The County is required to make twelve monthly payments of \$ 2,107 beginning in January 2024 and the remaining forty-eight payments of \$ 8,973 beginning in January 2025.

Aggregate maturities of these notes payable for the years subsequent to December 31, 2024 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2025	\$ 107,671	\$ -	\$ 107,671
2026	107,671	-	107,671
2027	107,671	-	107,671
2028	<u>80,752</u>	<u>-</u>	<u>80,752</u>
Total	<u>\$ 403,765</u>	<u>\$ -</u>	<u>\$ 403,765</u>

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 7 - LONG-TERM DEBT - Continued

Changes in Long-Term Debt

Transactions for the year ended December 31, 2024 are summarized as follows:

	Balance 01-01-24	Issues or Additions	Payments or Expenditures	Balance 12-31-24	Due Within One Year
Governmental Activities:					
Bonds payable	\$ 3,420,000	\$ -	\$ (545,000)	\$ 2,875,000	\$ 555,000
Bond discount	(5,349)	-	3,292	(2,057)	(2,057)
Notes payable	455,961	-	(52,196)	403,765	107,671
Compensated absences	231,557	397,183	(242,197)	386,543	239,422
Net pension liability	3,250,187	4,769,394	(6,782,172)	1,237,409	-
Total OPEB liability	<u>197,428</u>	<u>237,634</u>	<u>(25,662)</u>	<u>409,400</u>	<u>-</u>
Total governmental activities	<u>\$ 7,549,784</u>	<u>\$ 5,404,211</u>	<u>\$ (7,643,935)</u>	<u>\$ 5,310,060</u>	<u>\$ 900,036</u>

Bonded debt is funded primarily by property taxes from the Debt Service Fund. Compensated absences are payable by the fund in which the individual positions are budgeted. General Fund and the various special revenue funds have been used to fund current pension and OPEB costs.

NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN

Plan Description - The County provides retirement, disability, and death benefits for all of its full-time employees through a non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of more than 870 non-traditional defined benefit plans. TCDRS in the aggregate issues a annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, TX 79768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at age 60 and above with 8 or more years of service, with 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 8 years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

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

	<u>Plan Year 2024</u>	<u>Plan Year 2023</u>
Employee deposit rate	7.00%	7.00%
Employer deposit rate	13.00%	13.00%
Matching ratio (County to employee)	2 to 1	2 to 1
Years required for vesting	8	8
Service retirement eligibility (expressed as age/years of service)	60/8, 0/20	60/8, 0/20

Employees Covered by Benefit Terms:

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	110
Inactive employees entitled to but not yet receiving benefits	229
Active employees	<u>215</u>
	<u>554</u>

Contributions - The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee compensation, and the employer matching percentages are either 100%, 150%, 200% or 250%, both as adopted by the governing body of the employer. Under the state laws governing TCDRS, the contribution rate for each employer is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. Participating employers are required to contribute at the actuarially determined rates to ensure adequate funding for each employer's plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees.

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

Employees of the County were required to contribute 7.00% of their annual compensation during the fiscal year. The County's required contribution rates of 12.39% and 12.38% in calendar years 2024 and 2023, respectively. The County's contributions to TCDRS for the year ended December 31, 2024 were \$ 1,287,412.

Net Pension Liability - The County's Net Pension Liability was measured as of December 31, 2023, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

COLORADO COUNTY, TEXAS

*Notes to the Financial Statements
For The Year Ended December 31, 2024*

NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Actuarial Assumptions:

The Total Pension Liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

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

Except where indicated in the section of this GASB 68 report entitled “Actuarial Methods and Assumptions Used for GASB Calculations”, the assumptions used in this analysis for the December 31, 2023 financial reporting metrics are the same as those used in the December 31, 2023 actuarial valuation analysis for the County.

Following is a description of the assumptions used in the December 31, 2023 actuarial valuation analysis for the County. This information may also be found in the Colorado County December 31, 2023 Summary Valuation Report.

Economic Assumptions:

TCDRS System-Wide Economic Assumptions

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

The assumed long-term investment return of 7.50% is net after investment and administrative expenses and is expected to enable the system to credit each employer’s Subdivision Accumulation Fund (SAF) with a nominal annual rate of 7.50% on the combined Employee Savings Fund (ESF) and SAF funds, less the amount credited to the County’s ESF. Under the TCDRS Act, the ESF is credited with a nominal annual rate of 7.00%. It is assumed interest will be credited at the nominal annual rate of 7.50% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

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

Employer Specific Economic Assumptions

Growth in membership	0.00%
Payroll growth	3.00%

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers are based on January 2024 information for a 10-year time horizon.

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

Asset Class	Benchmark	Target Allocation ⁽¹⁾	Real Rate of Return (Expected minus Inflation) ⁽²⁾
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.75%
Global Equities	MSCI World (net) Index	2.50%	4.75%
International Equities - Developed Markets	MSCI World Ex USA (net) Index	5.00%	4.75%
International Equities - Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.75%
Investment-Grade Bonds	Bloomberg U.S. Aggregate Bond Index	3.00%	2.35%
Strategic Credit	FTSE High-Yield Cash-Pay Index	9.00%	3.65%
Direct Lending	Morningstar LSTA US Leveraged Loan TR USD Index	16.00%	7.25%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	6.90%
REIT Equities	67% FTSE NAREIT All Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.10%
Master Limited Partnerships	Alerian MLP Index	2.00%	5.20%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	7.75%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	3.25%
Cash Equivalents	90-Day U.S. Treasury	2.00%	0.60%

⁽¹⁾ Target asset allocation adopted at the March 2024 TCDRS Board meeting.

⁽²⁾ Geometric real rates of return equal the expected return for the asset class minus the assumed inflation rate of 2.20%, per Cliffwater's 2024 capital market assumptions

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

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

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

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

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

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

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future date, if one exists, when the fiduciary net position is projected to be less than projected benefit payments.

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance as of December 31, 2022	\$ 43,711,887	\$ 40,461,700	\$ 3,250,187
Changes for the Year:			
Service cost	1,100,390	-	1,100,390
Interest on total pension liability ⁽¹⁾	3,333,940	-	3,333,940
Effect of plan changes ⁽²⁾	311,712	-	311,712
Effect of economic/demographic gains or losses	(574,009)	-	(574,009)
Effect of assumptions changes or inputs	-	-	-
Refunds of contributions	(154,206)	(154,206)	-
Employer contributions	-	1,140,942	(1,140,942)
Member contributions	-	614,355	(614,355)
Net investment income	-	4,445,109	(4,445,109)
Benefit payment,	(1,770,338)	(1,770,338)	-
Administrative expense	-	(23,352)	23,352
Other changes ⁽³⁾	-	7,757	(7,757)
Balance as of December 31, 2023	<u>\$ 45,959,376</u>	<u>\$ 44,721,967</u>	<u>\$ 1,237,409</u>

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

⁽²⁾ No plan changes valued.

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

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

	1% Decrease In Discount Rate (6.60%)	Discount Rate (7.60%)	1% Increase In Discount Rate (8.60%)
Total pension liability	\$ 51,652,798	\$ 45,959,376	\$ 41,183,467
Fiduciary net position	<u>44,721,967</u>	<u>44,721,967</u>	<u>44,721,967</u>
Net pension liability / (asset)	<u>\$ 6,930,831</u>	<u>\$ 1,237,409</u>	<u>\$ (3,538,500)</u>

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 8 - TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued**

	Year Ended 12-31-24
<i>Pension Expense:</i>	
Service cost	\$ 1,100,390
Interest on total pension liability ⁽¹⁾	3,333,940
Effect of plan changes	311,712
Administrative expenses	23,352
Member contributions	(614,355)
Expected investment return net of investment expenses	(3,068,194)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	(89,372)
Recognition of assumption changes or inputs	464,861
Recognition of investment gains or losses	(712,799)
Other ⁽²⁾	<u>(7,757)</u>
Pension expense	<u>\$ 741,778</u>

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

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

Deferred Inflows and Outflows - At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 503,005
Net difference between projected and actual investment earnings	207,834	-
Contributions subsequent to the measurement date ⁽³⁾	<u>1,287,412</u>	<u>-</u>
Totals	<u>\$ 1,495,246</u>	<u>\$ 503,005</u>

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

Year Ended December 31,	
2025	\$ (448,188)
2026	(309,541)
2027	737,941
2028	(275,383)
2029	-
Thereafter ⁽⁴⁾	-

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

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

NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

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

The plan is funded on a pay-as-you-go basis. For the year ended December 31, 2024, the total benefit payments made to the plan was \$ 18,542.

Total OPEB Liability - The County's total OPEB liability of \$ 197,428 was measured as of December 31, 2024 utilizing the actuarial valuation performed as of December 31, 2024.

Actuarial assumptions and other inputs - The total OPEB liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual Entry Age
Discount rate	4.31%
Inflation	2.50%
Salary increases	3.50%
Health care trend rates	Level 4.50%

The RP-2014 Total Mortality Tables are used with the ultimate rates of Scale MP-2021.

The actuarial assumptions used in the December 31, 2022 valuation were based on the experience study covering the four-year period ending December 31, 2017, as conducted for the Texas County and District Retirement System.

Discount Rate - For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on S&P municipal bond 20 year grade rate index as of the measurement date. For the purpose of this valuation, the municipal bond rate is 4.31%. The discount rate was 2.12% as of the prior measurement date.

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

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

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

1. Eligible for retirement benefits under Texas County and District Retirement guidelines, and
2. Have a total of 20 years of service with the County, of which at least 8 years are continuous service, and
3. Are covered under the County group health insurance program at the time of the separation, and
4. Are not Medicare eligible.

Coverage for dependents who are not Medicare eligible and who are participants in the County's group health insurance plan at the time of the employee's separation may also be continued. In the event of the retiree's death, covered dependents may continue coverage until they become Medicare eligible provided they make required premium payments on a timely basis. Dental and life insurance benefits are also available to the retiree at the retiree's cost. The life insurance benefit is a level \$10,000. Any dependent coverage the retiree may have will be at the retiree's cost.

The following table provides a summary of the number of participants in the plan as of December 31, 2024:

Inactive plan members or beneficiaries currently receiving benefits	4
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>161</u>
	<u><u>165</u></u>

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

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The plan is funded on a pay-as-you-go basis. For the year ended December 31, 2024, the total benefit payments made to the plan was \$ 25,662.

Total OPEB Liability - The County's total OPEB liability of \$ 409,400 was measured as of December 31, 2024 utilizing the actuarial valuation performed as of December 31, 2024.

Actuarial assumptions and other inputs - The total OPEB liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Individual Entry Age
Discount rate	4.28%
Inflation	2.50%
Salary increases	3.50%
Health care trend rates	Level 4.50%

The RP-2014 Total Mortality Tables are used with the ultimate rates of Scale MP-2021.

The actuarial assumptions used in the December 31, 2024 valuation were based on the experience study covering the four-year period ending December 31, 2017, as conducted for the Texas County and District Retirement System.

Discount Rate - For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on S&P municipal bond 20 year grade rate index as of the measurement date. For the purpose of this valuation, the municipal bond rate is 4.28%. The discount rate was 4.31% as of the prior measurement date.

Changes in Total OPEB Liability - The changes in the total OPEB liability as of December 31, 2024 are as follows:

	<u>Total OPEB Liability</u>
Service cost	\$ 12,499
Interest on total OPEB liability	8,495
Differences between expected and actual experience	214,895
Changes in assumptions	1,745
Benefit payments	<u>(25,662)</u>
Net change in total OPEB liability	211,972
Total OPEB liability, December 31, 2023	<u>197,428</u>
Total OPEB liability, December 31, 2024	<u>\$ 409,400</u>

COLORADO COUNTY, TEXAS*Notes to the Financial Statements**For The Year Ended December 31, 2024***NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued**

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the total OPEB liability of the County, calculated using the discount rate of 4.28%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate of 1 percentage-point lower (3.28%) or 1 percentage-point higher (5.28%) than the current rate:

	1% Decrease In Discount Rate (3.28%)	Discount Rate (4.28%)	1% Increase In Discount Rate (5.28%)
Total OPEB liability	\$ 474,668	\$ 409,400	\$ 356,835

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

	1% Decrease In Trend Rate (3.50%)	Trend Rate (4.50%)	1% Increase In Trend Rate (5.50%)
Total OPEB liability	\$ 390,222	\$ 409,400	\$ 432,832

	Year ended 12-31-23
<i>OPEB Expense:</i>	
Service cost	\$ 12,499
Interest on the total OPEB liability	8,495
Difference between expected and actual experience	31,943
Changes in assumptions or other inputs	<u>(6,467)</u>
OPEB expense	<u>\$ 46,470</u>

Deferred Inflows and Outflows - At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 210,264	\$ 5,143
Changes in assumptions	<u>1,515</u>	<u>22,737</u>
Totals	<u>\$ 211,779</u>	<u>\$ 27,880</u>

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 9 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) - Continued

The County did not have any contributions subsequent to the measurement date due to the measurement date and the date of this report both ending as of December 31, 2024.

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

<u>Year Ended</u> <u>December 31,</u>	
2025	\$ 25,476
2026	25,947
2027	29,397
2028	29,154
2029	28,543
Thereafter	45,382

NOTE 10 - CONTINGENCIES

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

NOTE 11 - GRANTS, ENTITLEMENTS AND SHARED REVENUES

During the year ended December 31, 2024, the County applied for and received federal and state grants related to various activities. The operations of these grants are reported in the general fund and various special revenue funds. For the most part, these grants are reimbursement type grants, therefore, revenues equal expenditures. Grant revenues are classified as intergovernmental revenues. The federal financial assistance programs are covered by the requirements of the Single Audit Act and the Uniform Guidance.

The state financial assistance programs are covered by the State of Texas Single Audit Circular (Texas Grant Management Standards). A single audit was performed on the federal financial assistance programs as the federal financial assistance programs met the \$ 750,000 threshold, while the state financial assistance programs did not.

COLORADO COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended December 31, 2024

NOTE 12 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, business interruption, errors and omissions, injuries to employees, employee health benefits and other claims of various natures. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (the "Pool") which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported from unsettled or incurred but not reported, are believed to be insignificant to the County's basic financial statement. For the year ended December 31, 2024, there were no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage. Any losses reported but unsettled or incurred and not reported are believed to be insignificant to the County's basic financial statements.

NOTE 13 - EVALUATION OF SUBSEQUENT EVENTS

The County has evaluated subsequent events through June 25, 2025, the date which the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY
INFORMATION**



COLORADO COUNTY, TEXAS

Exhibit 7

*Schedule of Revenues, Expenditures, and Change In Fund Balance -
Budget and Actual - General Fund
For the Year Ended December 31, 2024*

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 12,517,500	\$ 12,517,500	\$ 13,618,125	\$ 1,100,625
Intergovernmental	3,690,400	685,400	533,155	(152,245)
Licenses and permits	37,500	37,500	38,177	677
Charges for services	2,746,250	2,801,250	3,287,173	485,923
Fines and forfeitures	618,000	618,000	568,134	(49,866)
Investment income	600,000	950,000	750,825	(199,175)
Miscellaneous	122,800	122,800	290,104	167,304
Total revenues	<u>20,332,450</u>	<u>17,732,450</u>	<u>19,085,693</u>	<u>1,353,243</u>
Expenditures:				
Current:				
General administration	3,262,191	3,262,191	2,751,834	510,357
Financial administration	900,606	900,606	752,534	148,072
Judicial	2,493,527	2,493,527	2,207,924	285,603
Public safety	12,798,639	9,798,639	10,743,268	(944,629)
Public facilities	672,539	672,539	613,996	58,543
Conservation	131,679	131,679	117,630	14,049
Health and welfare	614,334	614,334	462,113	152,221
Capital outlay	835,500	1,235,500	1,157,116	78,384
Debt Service:				
Principal	-	-	52,196	(52,196)
Total expenditures	<u>21,709,015</u>	<u>19,109,015</u>	<u>18,858,611</u>	<u>250,404</u>
Excess (deficiency) of revenues over expenditures	<u>(1,376,565)</u>	<u>(1,376,565)</u>	<u>227,082</u>	<u>1,603,647</u>
Other Financing Uses:				
Transfers out	<u>(70,000)</u>	<u>(70,000)</u>	<u>(88,990)</u>	<u>(18,990)</u>
Total other financing uses	<u>(70,000)</u>	<u>(70,000)</u>	<u>(88,990)</u>	<u>(18,990)</u>
Change in fund balance	<u>(1,446,565)</u>	<u>(1,446,565)</u>	<u>138,092</u>	<u>1,584,657</u>
Fund balance - beginning	<u>8,368,474</u>	<u>8,368,474</u>	<u>8,368,474</u>	<u>-</u>
Fund balance - ending	<u>\$ 6,921,909</u>	<u>\$ 6,921,909</u>	<u>\$ 8,506,566</u>	<u>\$ 1,584,657</u>

COLORADO COUNTY, TEXAS

Texas County and District Retirement System

Schedule of Changes in Net Pension Liability/(Asset) and Related Ratios

For the Last Ten Measurement Years Ended December 31,

	2023	2022	2021	2020
Total Pension Liability:				
Service cost	\$ 1,100,390	\$ 1,071,763	\$ 1,003,528	\$ 892,782
Interest on total pension liability	3,333,940	3,156,998	2,867,237	2,676,791
Effect of plan changes	311,712	-	1,473,293	-
Effect of assumption changes or inputs	-	-	(142,685)	2,049,694
Effect of economic/demographic (gains) or losses	(574,009)	(144,998)	88,107	244,044
Benefit payments/refunds of contributions	<u>(1,924,544)</u>	<u>(1,648,930)</u>	<u>(1,444,954)</u>	<u>(1,147,271)</u>
Net Change in Total Pension Liability	2,247,489	2,434,833	3,844,526	4,716,040
Total Pension Liability - beginning	<u>43,711,887</u>	<u>41,277,054</u>	<u>37,432,528</u>	<u>32,716,488</u>
Total Pension Liability - ending (a)	<u>\$ 45,959,376</u>	<u>\$ 43,711,887</u>	<u>\$ 41,277,054</u>	<u>\$ 37,432,528</u>
Fiduciary Net Position:				
Employer contributions	\$ 1,140,942	\$ 1,099,791	\$ 937,164	\$ 928,353
Member contributions	614,355	583,227	546,685	541,545
Investment income net of investment expense	4,445,109	(2,519,540)	7,730,337	3,265,027
Benefit payments/refunds of contributions	(1,924,544)	(1,648,930)	(1,444,954)	(1,147,271)
Administrative expenses	(23,352)	(23,711)	(23,226)	(25,737)
Other	<u>7,757</u>	<u>40,674</u>	<u>10,788</u>	<u>12,679</u>
Net Change in Fiduciary Net Position	4,260,267	(2,468,489)	7,756,794	3,574,596
Fiduciary Net Position - beginning	<u>40,461,700</u>	<u>42,930,189</u>	<u>35,173,395</u>	<u>31,598,799</u>
Fiduciary Net Position - ending (b)	<u>\$ 44,721,967</u>	<u>\$ 40,461,700</u>	<u>\$ 42,930,189</u>	<u>\$ 35,173,395</u>
Net Pension Liability/(Asset), ending (a)-(b)	<u>\$ 1,237,409</u>	<u>\$ 3,250,187</u>	<u>\$ (1,653,135)</u>	<u>\$ 2,259,133</u>
Fiduciary Net Position as a Percentage of Total Pension Liability	97.31%	92.56%	104.00%	93.96%
Pensionable covered payroll	\$ 8,776,499	\$ 8,331,813	\$ 7,809,779	\$ 7,736,362
Net Pension Liability/(Asset) as a Percentage of Covered Payroll	14.10%	39.01%	(21.17%)	29.20%

Exhibit 8

2019	2018	2017	2016	2015	2014
\$ 875,414	\$ 843,016	\$ 853,142	\$ 836,962	\$ 773,517	\$ 761,630
2,477,862	2,320,499	2,170,299	1,979,662	1,840,828	1,710,490
151,471	-	-	-	67,051	-
-	-	140,390	-	259,033	-
55,941	(184,870)	(304,240)	(5,710)	(321,956)	(378,403)
<u>(1,097,969)</u>	<u>(1,039,762)</u>	<u>(952,208)</u>	<u>(850,145)</u>	<u>(704,127)</u>	<u>(598,520)</u>
2,462,719	1,938,883	1,907,383	1,960,769	1,914,346	1,495,197
<u>30,253,769</u>	<u>28,314,886</u>	<u>26,407,503</u>	<u>24,446,734</u>	<u>22,532,388</u>	<u>21,037,191</u>
<u>\$ 32,716,488</u>	<u>\$ 30,253,769</u>	<u>\$ 28,314,886</u>	<u>\$ 26,407,503</u>	<u>\$ 24,446,734</u>	<u>\$ 22,532,388</u>
\$ 906,348	\$ 857,019	\$ 823,098	\$ 774,297	\$ 743,592	\$ 697,017
528,707	499,932	480,145	451,679	432,322	402,904
4,410,498	(500,431)	3,407,625	1,574,645	(144,583)	1,312,625
(1,097,969)	(1,039,762)	(952,208)	(850,145)	(704,127)	(598,520)
(24,079)	(21,574)	(17,990)	(17,101)	(15,190)	(15,490)
<u>15,943</u>	<u>12,168</u>	<u>4,534</u>	<u>141,090</u>	<u>(14,179)</u>	<u>(116,887)</u>
4,739,448	(192,648)	3,745,204	2,074,465	297,835	1,681,649
<u>26,859,351</u>	<u>27,051,999</u>	<u>23,306,795</u>	<u>21,232,330</u>	<u>20,934,495</u>	<u>19,252,846</u>
<u>\$ 31,598,799</u>	<u>\$ 26,859,351</u>	<u>\$ 27,051,999</u>	<u>\$ 23,306,795</u>	<u>\$ 21,232,330</u>	<u>\$ 20,934,495</u>
<u>\$ 1,117,689</u>	<u>\$ 3,394,418</u>	<u>\$ 1,262,887</u>	<u>\$ 3,100,708</u>	<u>\$ 3,214,404</u>	<u>\$ 1,597,893</u>
96.58%	88.78%	95.54%	88.26%	86.85%	92.91%
\$ 7,552,964	\$ 7,141,886	\$ 6,859,208	\$ 6,452,554	\$ 6,176,023	\$ 5,755,766
14.80%	47.53%	18.41%	48.05%	52.05%	27.76%

COLORADO COUNTY, TEXAS

*Texas County and District Retirement System
Schedule of Employer Contributions
For the Ten Years Ended December 31,*

Exhibit 9

	<u>Actuarially Determined Contribution⁽¹⁾</u>	<u>Actual Employer Contribution⁽¹⁾</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll⁽²⁾</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2015	\$ 743,592	\$ 743,592	\$ -	\$ 6,176,023	12.0%
2016	766,563	774,297	(7,734)	6,452,554	12.0%
2017	790,181	823,098	(32,917)	6,859,208	12.0%
2018	812,747	857,019	(44,272)	7,141,866	12.0%
2019	824,028	906,507	(82,479)	7,552,964	12.0%
2020	849,453	928,353	(78,900)	7,736,362	12.0%
2021	857,514	937,174	(79,660)	7,809,778	12.0%
2022	1,099,799	1,099,799	-	8,331,813	13.2%
2023	1,087,408	1,140,945	(53,537)	8,776,499	13.0%
2024	1,227,003	1,287,412	(60,409)	9,903,171	13.0%

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

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



COLORADO COUNTY, TEXAS*Total OPEB Liability and Related Ratios**Colorado County Retiree Health Care Plan**For the Last Ten Measurement Years Ended December 31,*

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total OPEB liability:				
Service cost	\$ 12,499	\$ 12,499	\$ 18,447	\$ 18,447
Interest	8,495	8,541	4,120	3,844
Differences between expected and actual experiences	214,895	-	42,783	-
Changes in assumptions or other inputs	1,745	-	(37,048)	-
Benefit payments	<u>(25,662)</u>	<u>(18,542)</u>	<u>(18,542)</u>	<u>-</u>
Net change in total OPEB liability	211,972	2,498	9,760	22,291
Total OPEB liability - beginning	<u>197,428</u>	<u>194,930</u>	<u>185,170</u>	<u>162,879</u>
Total OPEB liability - ending	<u>\$ 409,400</u>	<u>\$ 197,428</u>	<u>\$ 194,930</u>	<u>\$ 185,170</u>
Covered-employee payroll	<u>\$ 8,085,362</u>	<u>\$ 6,752,177</u>	<u>\$ 6,752,177</u>	<u>\$ 6,199,266</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>5.06%</u>	<u>2.92%</u>	<u>2.89%</u>	<u>2.99%</u>

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

Notes to schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 67/68, they should not be shown here. Therefore, we have shown only years for which the new GASB statements have been implemented.

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 14,978	\$ 14,978	\$ 14,388
7,477	6,003	5,767
(18,828)	-	-
(8,148)	-	-
<u>-</u>	<u>-</u>	<u>-</u>
(4,521)	20,981	20,155
<u>167,400</u>	<u>146,419</u>	<u>126,264</u>
\$ <u>162,879</u>	\$ <u>167,400</u>	\$ <u>146,419</u>
\$ <u>6,199,266</u>	\$ <u>5,857,109</u>	\$ <u>5,857,109</u>
<u>2.63%</u>	<u>2.86%</u>	<u>2.50%</u>

*Notes to the Required Supplementary Information
For The Year Ended December 31, 2024*

NOTE 1 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS

Valuation Date	Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.
----------------	---

Methods and assumptions used to determine contribution rates (December 31, 2021 valuation for 2023 contributions):

Actuarial Cost Method	Entry Age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	10.3 years (based on contribution rate calculated in 12/31/2023 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.50%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Changes in Assumptions and Schedule of Employer Contributions*	2015: New inflation, mortality and other assumption were reflected. 2017: New mortality assumptions were reflected. 2019: New inflation, mortality and other assumption were reflected. 2022: New investment return and inflation assumptions were reflected.
Changes in Plan Provisions Schedule of Employer Contributions*	2015: No changes in plan provisions were reflected in the schedule. 2016: Employer contributions reflect that a 30% CPI COLA was adopted. 2017: New Annuity Purchase Rates were reflected for benefits earned after 2017. 2018: No changes in plan provisions were reflected in the schedule. 2019: No changes in plan provisions were reflected in the schedule. 2020: Employer contributions reflect that 2% flat COLA was adopted. 2021: No changes in plan provisions were reflected in the schedules. 2022: Employer contributions reflect that the current service matching rate was increased to 200%. 2023: No changes in plan provisions were reflected in the schedules.

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

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

County Attorney Forfeiture Fund - This fund is used to account for forfeitures awarded as part of Article 59.06 of the code of Criminal Procedures and may be disbursed solely for expenditures of office.

Records Preservation Fund - This fund is used to account for the records management and preservation fee received by the County Clerk. Funds generated from this fee may only be used for special records preservation and automation projects.

Airport Fund - This fund is used to account for the County's revenues (user fees and fuel commissions) and expenditures related to the maintenance of the Robert R. Wells, Jr. Airport.

Sheriff Forfeiture Fund - This fund is used to account for forfeitures awarded as part of Article 59.06 of the Texas Code of Criminal Procedures and may be disbursed solely for expenditures of law enforcement purposes.

Colorado County Fairgrounds Fund - This fund is used to account for the County's revenues and expenditures related to the operation and maintenance of the County fairgrounds.

Community Development Fund - This fund is used to account for the Community Development Block Grant received through the Texas General Land Office.

Road & Bridge Precinct Number 1 Fund - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #1.

Road & Bridge Precinct Number 2 Fund - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #2.

Road & Bridge Precinct Number 3 Fund - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #3.

Road & Bridge Precinct Number 4 Fund - This fund is used to account for the County's revenues and expenditures related to the construction and maintenance of roads and bridges within the County's precinct #4.

Election Services Contract Fund - This fund is used to account for revenues and expenditures related to the costs to conduct and supervise a political subdivision's election.

LEOSE Fund - This fund is used to account for revenues and expenditures related to the continuing education of licensed individuals under Chapter 1701 of the Occupations Code.

Security Fund - This fund is used to account for revenues and expenditures related to improving and maintaining courtroom and general courthouse security.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Law Library Fund - This fund is used to account for revenues and expenditures related to the maintenance of a library for use by members of the Texas Bar Association.

Justice Court Technology Fund - This fund is used to account for revenues and expenditures related to the purchase and maintenance of technology enhancements for justice courts.

County and District Court Technology Fund - This fund is used to account for revenues and expenditures related to the purchase of technology enhancements for County and District Courts.

Historical Commission Fund - This fund is used to account for programs conducted to preserve the historical heritage of the County.

Hot Check Fund - This fund is used to account for "hot check" fees received by the County Attorney and County Clerk.

County Attorney Salary Supplemental Fund - This fund is used to account for state source revenues used to supplement salaries and other expenditures of the County Attorney's office.

Debt Service Funds

Debt service funds account for the accumulation of resources from governmental resources and the payments of general obligation debt principal, interest and related costs.

Debt Service Fund - This fund is used to account for and report financial resources that are restricted to the payments of principal and interest expenditures.

COLORADO COUNTY, TEXAS*Combining Balance Sheet - Nonmajor Governmental Funds
December 31, 2024*

	<u>Special</u>		
	<u>County Attorney Forfeiture Fund</u>	<u>Records Preservation Fund</u>	<u>Airport Fund</u>
Assets:			
Cash and temporary investments	\$ 364,017	\$ 1,030,645	\$ 220,863
Receivables (net of allowance for uncollectibles):			
Taxes	-	-	-
Due from other governments	-	-	-
Inventories	-	-	-
Prepaid expenditures	-	500	-
	<u>-</u>	<u>500</u>	<u>-</u>
Total assets	\$ <u>364,017</u>	\$ <u>1,031,145</u>	\$ <u>220,863</u>
Liabilities, Deferred Inflows of Resources and Fund Balance:			
Liabilities:			
Accounts and accrued liabilities payable	\$ 1,130	\$ 162	\$ 318
Due to other funds	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,130</u>	<u>162</u>	<u>318</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:			
Nonspendable	-	500	-
Restricted	362,887	1,030,483	-
Committed	-	-	220,545
	<u>-</u>	<u>-</u>	<u>220,545</u>
Total fund balance	<u>362,887</u>	<u>1,030,983</u>	<u>220,545</u>
Total liabilities, deferred inflows of resources and fund balance	\$ <u>364,017</u>	\$ <u>1,031,145</u>	\$ <u>220,863</u>

Revenue Funds

Sheriff Forfeiture Fund	Colorado County Fairgrounds Fund	Community Development Fund	Road & Bridge Precinct Number 1 Fund	Road & Bridge Precinct Number 2 Fund	Road & Bridge Precinct Number 3 Fund
\$ 22,784	\$ 4,083	\$ 108,142	\$ 2,158,392	\$ 1,760,735	\$ 2,579,705
-	-	-	755,751	763,652	878,964
-	-	181,814	168,096	169,853	195,501
-	-	-	57,047	50,845	35,632
-	-	-	-	-	-
<u>\$ 22,784</u>	<u>\$ 4,083</u>	<u>\$ 289,956</u>	<u>\$ 3,139,286</u>	<u>\$ 2,745,085</u>	<u>\$ 3,689,802</u>
\$ -	\$ 614	\$ 109,814	\$ 22,949	\$ 13,567	\$ 19,742
-	-	180,142	-	-	-
-	614	289,956	22,949	13,567	19,742
-	-	-	1,100,785	1,112,293	1,280,249
-	-	-	1,100,785	1,112,293	1,280,249
-	-	-	57,047	50,845	35,632
22,784	3,469	-	-	-	-
-	-	-	1,958,505	1,568,380	2,354,179
<u>22,784</u>	<u>3,469</u>	<u>-</u>	<u>2,015,552</u>	<u>1,619,225</u>	<u>2,389,811</u>
<u>\$ 22,784</u>	<u>\$ 4,083</u>	<u>\$ 289,956</u>	<u>\$ 3,139,286</u>	<u>\$ 2,745,085</u>	<u>\$ 3,689,802</u>

(Continued)

COLORADO COUNTY, TEXAS*Combining Balance Sheet - Nonmajor Governmental Funds
December 31, 2024*

	Special		
	Road & Bridge Precinct Number 4 Fund	Election Services Contract Fund	LEOSE Fund
Assets:			
Cash and temporary investments	\$ 2,027,811	\$ 5,852	\$ 44,599
Receivables (net of allowance for uncollectibles):			
Taxes	625,886	-	-
Due from other governments	139,211	-	-
Inventories	24,507	-	-
Prepaid expenditures	-	-	-
Total assets	<u>\$ 2,817,415</u>	<u>\$ 5,852</u>	<u>\$ 44,599</u>
Liabilities, Deferred Inflows of Resources and Fund Balance:			
Liabilities:			
Accounts and accrued liabilities payable	\$ 9,074	\$ -	\$ -
Due to other funds	-	-	-
Total liabilities	<u>9,074</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	<u>911,631</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>911,631</u>	<u>-</u>	<u>-</u>
Fund Balance:			
Nonspendable	24,507	-	-
Restricted	-	5,852	44,599
Unassigned	<u>1,872,203</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>1,896,710</u>	<u>5,852</u>	<u>44,599</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 2,817,415</u>	<u>\$ 5,852</u>	<u>\$ 44,599</u>

Revenue Funds

Security Fund	Law Library Fund	Justice Court Technology Fund	County and District Court Technology Fund	Historical Commission Fund	Hot Check Fund
\$ 37,921	\$ 163,611	\$ 15,078	\$ 41,039	\$ 7,078	\$ 11,255
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	6,188	-	-	-
<u>\$ 37,921</u>	<u>\$ 163,611</u>	<u>\$ 21,266</u>	<u>\$ 41,039</u>	<u>\$ 7,078</u>	<u>\$ 11,255</u>
\$ -	\$ 166	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	166	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	6,188	-	-	-
37,921	163,445	15,078	41,039	-	11,255
-	-	-	-	7,078	-
<u>37,921</u>	<u>163,445</u>	<u>21,266</u>	<u>41,039</u>	<u>7,078</u>	<u>11,255</u>
<u>\$ 37,921</u>	<u>\$ 163,611</u>	<u>\$ 21,266</u>	<u>\$ 41,039</u>	<u>\$ 7,078</u>	<u>\$ 11,255</u>

(Continued)

COLORADO COUNTY, TEXAS*Combining Balance Sheet - Nonmajor Governmental Funds
December 31, 2024*

	County Attorney Salary Supplemental Fund	Total Special Revenue Funds	Debt Service Fund
Assets:			
Cash and temporary investments	\$ 6,512	\$ 10,610,122	\$ 307,648
Receivables (net of allowance for uncollectibles):			
Taxes	-	3,024,253	422,658
Due from other governments	-	854,475	97,300
Inventories	-	168,031	-
Prepaid expenditures	-	6,688	-
Total assets	<u>\$ 6,512</u>	<u>\$ 14,663,569</u>	<u>\$ 827,606</u>
Liabilities, Deferred Inflows of Resources and Fund Balance:			
Liabilities:			
Accounts and accrued liabilities payable	\$ 645	\$ 178,181	\$ -
Due to other funds	-	180,142	-
Total liabilities	<u>645</u>	<u>358,323</u>	<u>-</u>
Deferred Inflows of Resources:			
Deferred inflows of resources	-	4,404,958	618,390
Total deferred inflows of resources	<u>-</u>	<u>4,404,958</u>	<u>618,390</u>
Fund Balance:			
Nonspendable	-	174,719	-
Restricted	5,867	1,744,679	209,216
Unassigned	-	7,980,890	-
Total fund balance	<u>5,867</u>	<u>9,900,288</u>	<u>209,216</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 6,512</u>	<u>\$ 14,663,569</u>	<u>\$ 827,606</u>

Total Nonmajor Governmental Funds	
<hr/>	
\$	10,917,770
	3,446,911
	951,775
	168,031
	<u>6,688</u>
\$	<u>15,491,175</u>
\$	178,181
	<u>180,142</u>
	<u>358,323</u>
	<u>5,023,348</u>
	<u>5,023,348</u>
	174,719
	1,953,895
	<u>7,980,890</u>
	<u>10,109,504</u>
\$	<u>15,491,175</u>

COLORADO COUNTY, TEXAS

*Combining Statement of Revenues, Expenditures and Change
In Fund Balance - Nonmajor Governmental Funds
For the Year Ended December 31, 2024*

	Special		
	County Attorney Forfeiture Fund	Records Preservation Fund	Airport Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	100,000
Licenses and permits	-	-	-
Charges for services	-	107,783	152,698
Fines and forfeitures	37,638	-	-
Investment income	19,466	57,424	10,977
Miscellaneous	-	-	-
Total revenues	<u>57,104</u>	<u>165,207</u>	<u>263,675</u>
Expenditures:			
Current:			
General administration	-	24,341	-
Judicial	6,397	-	-
Public safety	-	-	-
Public facilities	-	-	-
Public transportation	-	-	162,115
Capital outlay	-	-	9,994
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>6,397</u>	<u>24,341</u>	<u>172,109</u>
Excess (deficiency) of revenue over expenditures	<u>50,707</u>	<u>140,866</u>	<u>91,566</u>
Other Financing Sources (Uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	50,707	140,866	91,566
Fund balance - beginning	<u>312,180</u>	<u>890,117</u>	<u>128,979</u>
Fund balance - ending	<u>\$ 362,887</u>	<u>\$ 1,030,983</u>	<u>\$ 220,545</u>

Revenue Funds

Sheriff Forfeiture Fund	Colorado County Fairgrounds Fund	Community Development Fund	Road & Bridge Precinct Number 1 Fund	Road & Bridge Precinct Number 2 Fund	Road & Bridge Precinct Number 3 Fund
\$ -	\$ -	\$ -	\$ 1,058,708	\$ 1,069,769	\$ 1,231,323
-	-	358,814	8,054	8,054	8,054
-	-	-	204,646	201,619	232,004
-	32,340	-	-	-	-
-	-	-	-	-	-
2,066	477	-	134,394	121,097	158,320
-	-	-	18,919	26,106	15,417
<u>2,066</u>	<u>32,817</u>	<u>358,814</u>	<u>1,424,721</u>	<u>1,426,645</u>	<u>1,645,118</u>
-	62,823	358,814	-	-	-
-	-	-	-	-	-
10,518	-	-	-	-	-
-	-	-	-	-	-
-	-	-	893,120	855,167	1,044,439
-	-	-	169,848	395,788	303,697
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,518</u>	<u>62,823</u>	<u>358,814</u>	<u>1,062,968</u>	<u>1,250,955</u>	<u>1,348,136</u>
<u>(8,452)</u>	<u>(30,006)</u>	<u>-</u>	<u>361,753</u>	<u>175,690</u>	<u>296,982</u>
-	18,990	-	-	-	-
-	-	-	-	-	-
-	18,990	-	-	-	-
<u>(8,452)</u>	<u>(11,016)</u>	<u>-</u>	<u>361,753</u>	<u>175,690</u>	<u>296,982</u>
<u>31,236</u>	<u>14,485</u>	<u>-</u>	<u>1,653,799</u>	<u>1,443,535</u>	<u>2,092,829</u>
<u>\$ 22,784</u>	<u>\$ 3,469</u>	<u>\$ -</u>	<u>\$ 2,015,552</u>	<u>\$ 1,619,225</u>	<u>\$ 2,389,811</u>

(Continued)

COLORADO COUNTY, TEXAS

*Combining Statement of Revenues, Expenditures and Change
In Fund Balance - Nonmajor Governmental Funds
For the Year Ended December 31, 2024*

	Special		
	Road & Bridge Precinct Number 4 Fund	Election Services Contract Fund	LEOSE Fund
Revenues:			
Taxes	\$ 876,767	\$ -	\$ -
Intergovernmental	11,431	12,542	9,202
Licenses and permits	173,533	-	-
Charges for services	-	12,802	-
Fines and forfeitures	-	-	-
Investment income	112,463	694	2,503
Miscellaneous	7,187	-	-
Total revenues	<u>1,181,381</u>	<u>26,038</u>	<u>11,705</u>
Expenditures:			
Current:			
General administration	-	48,223	-
Judicial	-	-	-
Public safety	-	-	761
Public facilities	-	-	-
Public transportation	778,354	-	-
Capital outlay	58,443	-	-
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>836,797</u>	<u>48,223</u>	<u>761</u>
Excess (deficiency) of revenue over expenditures	<u>344,584</u>	<u>(22,185)</u>	<u>10,944</u>
Other Financing Sources (Uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	344,584	(22,185)	10,944
Fund balance - beginning	<u>1,552,126</u>	<u>28,037</u>	<u>33,655</u>
Fund balance - ending	<u>\$ 1,896,710</u>	<u>\$ 5,852</u>	<u>\$ 44,599</u>

Revenue Funds

Security Fund	Law Library Fund	Justice Court Technology Fund	County and District Court Technology Fund	Historical Commission Fund	Hot Check Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
18,726	13,043	7,695	2,294	-	150
-	-	-	-	-	-
1,536	-	954	2,318	-	-
-	-	-	-	388	-
<u>20,262</u>	<u>13,043</u>	<u>8,649</u>	<u>4,612</u>	<u>388</u>	<u>150</u>
-	-	-	-	-	-
-	1,996	3,385	-	-	701
64,578	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>64,578</u>	<u>1,996</u>	<u>3,385</u>	<u>-</u>	<u>-</u>	<u>701</u>
<u>(44,316)</u>	<u>11,047</u>	<u>5,264</u>	<u>4,612</u>	<u>388</u>	<u>(551)</u>
70,000	-	-	-	-	-
-	-	-	-	-	-
<u>70,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
25,684	11,047	5,264	4,612	388	(551)
<u>12,237</u>	<u>152,398</u>	<u>16,002</u>	<u>36,427</u>	<u>6,690</u>	<u>11,806</u>
<u>\$ 37,921</u>	<u>\$ 163,445</u>	<u>\$ 21,266</u>	<u>\$ 41,039</u>	<u>\$ 7,078</u>	<u>\$ 11,255</u>

(Continued)

COLORADO COUNTY, TEXAS

*Combining Statement of Revenues, Expenditures and Change
In Fund Balance - Nonmajor Governmental Funds
For the Year Ended December 31, 2024*

	County Attorney Salary Supplemental Fund	Total Special Revenue Funds	Debt Service Fund
Revenues:			
Taxes	\$ -	\$ 4,236,567	\$ 629,833
Intergovernmental	27,500	543,651	-
Licenses and permits	-	811,802	-
Charges for services	-	347,531	-
Fines and forfeitures	-	37,638	-
Investment income	-	624,689	31,710
Miscellaneous	-	68,017	-
Total revenues	<u>27,500</u>	<u>6,669,895</u>	<u>661,543</u>
Expenditures:			
Current:			
General administration	-	494,201	-
Judicial	30,676	43,155	-
Public safety	-	75,857	-
Public facilities	-	-	-
Public transportation	-	3,733,195	-
Capital outlay	-	937,770	-
Debt service:			
Principal	-	-	545,000
Interest and fiscal charges	-	-	80,629
Total expenditures	<u>30,676</u>	<u>5,284,178</u>	<u>625,629</u>
Excess (deficiency) of revenue over expenditures	<u>(3,176)</u>	<u>1,385,717</u>	<u>35,914</u>
Other Financing Sources (Uses):			
Transfers in	-	88,990	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>88,990</u>	<u>-</u>
Net change in fund balance	<u>(3,176)</u>	<u>1,474,707</u>	<u>35,914</u>
Fund balance - beginning	<u>9,043</u>	<u>8,425,581</u>	<u>173,302</u>
Fund balance - ending	<u>\$ 5,867</u>	<u>\$ 9,900,288</u>	<u>\$ 209,216</u>

Total Nonmajor Governmental Funds	
\$	4,866,400
	543,651
	811,802
	347,531
	37,638
	656,399
	<u>68,017</u>
	<u>7,331,438</u>
	494,201
	43,155
	75,857
	-
	3,733,195
	937,770
	545,000
	<u>80,629</u>
	<u>5,909,807</u>
	<u>1,421,631</u>
	88,990
	<u>-</u>
	<u>88,990</u>
	1,510,621
	<u>8,598,883</u>
\$	<u><u>10,109,504</u></u>

COLORADO COUNTY, TEXAS*Schedule of Expenditures - Budget and Actual - By Function, Department
and Legal Level of Budgetary Control - General Fund
For the Year Ended December 31, 2024*

Exhibit 13

Page 1 of 6

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget Positive (Negative)
General Administration:				
County Judge:				
Salaries and wages, and employee benefits	\$ 222,013	\$ 222,013	\$ 221,889	\$ 124
Operating expenditures	11,210	11,210	7,865	3,345
Capital outlay expenditures	2,500	2,500	5,694	(3,194)
Total County Judge	235,723	235,723	235,448	275
Commissioners' Court:				
Salaries and wages, and employee benefits	462,659	462,659	434,647	28,012
Operating expenditures	1,066,500	1,066,500	943,287	123,213
Total Commissioners' Court	1,529,159	1,529,159	1,377,934	151,225
County Clerk:				
Salaries and wages, and employee benefits	377,198	377,198	317,201	59,997
Operating expenditures	99,000	99,000	54,564	44,436
Capital outlay expenditures	25,000	25,000	-	25,000
Total County Clerk	501,198	501,198	371,765	129,433
Elections:				
Salaries and wages, and employee benefits	126,737	126,737	115,136	11,601
Operating expenditures	159,650	159,650	119,809	39,841
Total Elections	286,387	286,387	234,945	51,442
Veteran Service Officer:				
Salaries and wages, and employee benefits	28,629	28,629	20,641	7,988
Operating expenditures	3,000	3,000	2,794	206
Total Veteran Service Officer	31,629	31,629	23,435	8,194
Information Technology:				
Salaries and wages, and employee benefits	133,095	133,095	89,032	44,063
Operating expenditures	266,000	266,000	301,032	(35,032)
Capital outlay expenditures	1,000	1,000	-	1,000
Total Information Technology	400,095	400,095	390,064	10,031
Nondepartmental:				
Salaries and wages, and employee benefits	16,500	16,500	25,975	(9,475)
Operating expenditures	290,000	290,000	97,962	192,038
Total Nondepartmental	306,500	306,500	123,937	182,563
Total General Administration	3,290,691	3,290,691	2,757,528	533,163

(Continued)

COLORADO COUNTY, TEXAS*Schedule of Expenditures - Budget and Actual - By Function, Department
and Legal Level of Budgetary Control - General Fund
For the Year Ended December 31, 2024*

Exhibit 13

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	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget Positive (Negative)
Financial Administration:				
County Auditor:				
Salaries and wages, and employee benefits	\$ 404,522	\$ 404,522	\$ 291,772	\$ 112,750
Operating expenditures	11,100	11,100	9,511	1,589
Capital outlay expenditures	2,000	2,000	-	2,000
Total County Auditor	417,622	417,622	301,283	116,339
County Treasurer:				
Salaries and wages, and employee benefits	88,396	88,396	88,659	\$ (263)
Operating expenditures	7,500	7,500	6,742	758
Capital outlay expenditures	1,500	1,500	-	1,500
Total County Treasurer	97,396	97,396	95,401	1,995
Tax Assessor - Collector:				
Salaries and wages, and employee benefits	378,838	378,838	342,593	36,245
Operating expenditures	10,250	10,250	13,257	(3,007)
Capital outlay expenditures	1,500	1,500	-	1,500
Total Tax Assessor - Collector	390,588	390,588	355,850	34,738
Total Financial Administration	905,606	905,606	752,534	153,072
Judicial:				
County Court:				
Salaries and wages, and employee benefits	-	-	1,614	(1,614)
Operating expenditures	32,000	32,000	10,910	21,090
Total County Court	32,000	32,000	12,524	19,476
Public Defender:				
Salaries and wages, and employee benefits	250,255	250,255	250,226	29
Operating expenditures	29,900	29,900	21,545	8,355
Total Public Defender	280,155	280,155	271,771	8,384
25 th Judicial District:				
Operating expenditures	28,568	28,568	25,437	3,131
Total 25 th Judicial District	28,568	28,568	25,437	3,131
2 nd 25 th Judicial District:				
Operating expenditures	28,568	28,568	24,350	4,218
Total 2 nd 25 th Judicial District	28,568	28,568	24,350	4,218
District Court:				
Salaries and wages, and employee benefits	-	-	10,077	(10,077)
Operating expenditures	93,350	93,350	154,803	(61,453)
Total District Court	93,350	93,350	164,880	(71,530)

(Continued)

COLORADO COUNTY, TEXAS**Schedule of Expenditures - Budget and Actual - By Function, Department
and Legal Level of Budgetary Control - General Fund
For the Year Ended December 31, 2024**

Exhibit 13

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	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget Positive (Negative)
Judicial - Continued:				
District Clerk:				
Salaries and wages, and employee benefits	\$ 230,039	\$ 230,039	\$ 229,316	\$ 723
Operating expenditures	291,000	291,000	224,636	66,364
Capital outlay expenditures	5,000	5,000	-	5,000
Total District Clerk	526,039	526,039	453,952	72,087
Justice of the Peace Number 1:				
Salaries and wages, and employee benefits	187,747	187,747	176,165	11,582
Operating expenditures	11,000	11,000	14,215	(3,215)
Capital outlay expenditures	2,000	2,000	-	2,000
Total Justice of the Peace Number 1	200,747	200,747	190,380	10,367
Justice of the Peace Number 2:				
Salaries and wages, and employee benefits	178,181	178,181	176,163	2,018
Operating expenditures	14,500	14,500	14,392	108
Capital outlay expenditures	2,000	2,000	-	2,000
Total Justice of the Peace Number 2	194,681	194,681	190,555	4,126
Justice of the Peace Number 3:				
Salaries and wages, and employee benefits	175,590	175,590	163,919	11,671
Operating expenditures	10,750	10,750	9,874	876
Capital outlay expenditures	2,000	2,000	-	2,000
Total Justice of the Peace Number 3	188,340	188,340	173,793	14,547
Justice of the Peace Number 4:				
Salaries and wages, and employee benefits	157,842	157,842	153,166	4,676
Operating expenditures	18,475	18,475	18,803	(328)
Capital outlay expenditures	2,000	2,000	-	2,000
Total Justice of the Peace Number 4	178,317	178,317	171,969	6,348
County Attorney:				
Salaries and wages, and employee benefits	543,262	543,262	489,802	53,460
Operating expenditures	212,500	212,500	38,511	173,989
Total County Attorney	755,762	755,762	528,313	227,449
Total Judicial	2,506,527	2,506,527	2,207,924	298,603
Public Safety:				
Emergency Management:				
Salaries and wages, and employee benefits	98,806	98,806	98,085	721
Operating expenditures	3,070,000	70,000	317,809	(247,809)
Capital outlay expenditures	61,000	411,000	-	411,000
Total Emergency Management	3,229,806	579,806	415,894	163,912

(Continued)

COLORADO COUNTY, TEXAS*Schedule of Expenditures - Budget and Actual - By Function, Department
and Legal Level of Budgetary Control - General Fund
For the Year Ended December 31, 2024*

Exhibit 13

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	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget Positive (Negative)
Public Safety - Continued:				
EMS Director/Ambulance:				
Salaries and wages, and employee benefits	\$ 2,551,338	\$ 2,551,338	\$ 3,010,779	\$ (459,441)
Operating expenditures	446,500	446,500	648,061	(201,561)
Capital outlay expenditures	230,000	280,000	396,085	(116,085)
Debt service expenditures	-	-	52,196	(52,196)
Total EMS Director/Ambulance	3,227,838	3,277,838	4,107,121	(829,283)
Constable Precinct #1:				
Salaries and wages, and employee benefits	38,593	38,593	37,872	721
Operating expenditures	2,300	2,300	4,924	(2,624)
Total Constable Precinct #1	40,893	40,893	42,796	(1,903)
Constable Precinct #2:				
Salaries and wages, and employee benefits	38,593	38,593	36,694	1,899
Operating expenditures	3,800	3,800	7,315	(3,515)
Total Constable Precinct #2	42,393	42,393	44,009	(1,616)
Constable Precinct #3:				
Salaries and wages, and employee benefits	38,593	38,593	36,744	1,849
Operating expenditures	2,300	2,300	1,480	820
Total Constable Precinct #3	40,893	40,893	38,224	2,669
Constable Precinct #4:				
Salaries and wages, and employee benefits	38,593	38,593	37,821	772
Operating expenditures	1,350	1,350	472	878
Total Constable Precinct #4	39,943	39,943	38,293	1,650
911 Rural Addressing:				
Salaries and wages, and employee benefits	139,655	139,655	137,390	2,265
Operating expenditures	24,500	24,500	11,651	12,849
Total 911 Rural Addressing	164,155	164,155	149,041	15,114
County Sheriff:				
Salaries and wages, and employee benefits	2,924,494	2,924,494	2,896,340	28,154
Capital outlay expenditures	785,250	785,250	874,160	(88,910)
Operating expenditures	485,000	485,000	594,946	(109,946)
Total County Sheriff	4,194,744	4,194,744	4,365,446	(170,702)
Operation of Jail:				
Salaries and wages, and employee benefits	1,560,387	1,560,387	1,423,062	137,325
Operating expenditures	697,250	697,250	902,885	(205,635)
Capital outlay expenditures	5,000	5,000	13,925	(8,925)
Total Operation of Jail	2,262,637	2,262,637	2,339,872	(77,235)

(Continued)

COLORADO COUNTY, TEXAS***Schedule of Expenditures - Budget and Actual - By Function, Department
and Legal Level of Budgetary Control - General Fund
For the Year Ended December 31, 2024***

Exhibit 13

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	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget Positive (Negative)
Public Safety:				
Correction - Probation Juvenile:				
Salaries and wages, and employee benefits	\$ 15,081	\$ 15,081	\$ 15,570	\$ (489)
Operating expenditures	260,000	260,000	185,088	74,912
Total Correction - Probation Juvenile	275,081	275,081	200,658	74,423
Department of Public Safety:				
Salaries and wages, and employee benefits	58,256	58,256	57,544	712
Operating expenditures	3,000	3,000	1,522	1,478
Total Department of Public Safety	61,256	61,256	59,066	2,190
Total Public Safety	13,579,639	10,979,639	11,800,420	(820,781)
Public Facilities:				
Courthouse Building:				
Salaries and wages, and employee benefits	241,539	241,539	213,968	27,571
Operating expenditures	431,000	431,000	400,028	30,972
Capital outlay expenditures	5,000	5,000	146,466	(141,466)
Total Courthouse Building	677,539	677,539	760,462	(82,923)
Total Public Facilities	677,539	677,539	760,462	(82,923)
Conservation:				
Agriculture Extension Service:				
Salaries and wages, and employee benefits	103,129	103,129	98,995	4,134
Operating expenditures	28,550	28,550	18,635	9,915
Capital outlay expenditures	2,000	2,000	-	2,000
Total Agriculture Extension Service	133,679	133,679	117,630	16,049
Total Conservation	133,679	133,679	117,630	16,049
Health and Welfare:				
Parks and Recreation:				
Operating expenditures	2,500	2,500	1,600	900
Total Parks and Recreation	2,500	2,500	1,600	900
Septic System - Flood Plain:				
Salaries and wages, and employee benefits	36,143	36,143	38,465	(2,322)
Operating expenditures	9,000	9,000	4,534	4,466
Capital outlay expenditures	500	500	-	500
Total Septic System - Flood Plain	45,643	45,643	42,999	2,644
Mental Health and Alcohol:				
Operating expenditures	19,180	19,180	15,030	4,150
Total Mental Health and Alcohol	19,180	19,180	15,030	4,150

(Continued)

COLORADO COUNTY, TEXAS

*Schedule of Expenditures - Budget and Actual - By Function, Department
and Legal Level of Budgetary Control - General Fund
For the Year Ended December 31, 2024*

Exhibit 13

Page 6 of 6

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Health and Welfare - Continued:				
Contract Services:				
Operating expenditures	\$ 174,380	\$ 174,380	\$ 310,258	\$ (135,878)
Total Contract Services	174,380	174,380	310,258	(135,878)
Indigent Health Care:				
Salaries and wages, and employee benefits	21,631	21,631	19,181	2,450
Operating expenditures	351,500	351,500	73,045	278,455
Capital outlay expenditures	500	500	-	500
Total Indigent Health Care	373,631	373,631	92,226	281,405
Total Health and Welfare	615,334	615,334	462,113	153,221
Total Expenditures	\$ 21,709,015	\$ 19,109,015	\$ 18,858,611	\$ 250,404

COLORADO COUNTY, TEXAS

Exhibit 14

*Schedule of Revenues, Expenditures, and Change in Fund Balance -
Budget and Actual - Debt Service Fund
Legal Level of Budgetary Control
For the Year Ended December 31, 2024*

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 617,195	\$ 617,195	\$ 629,833	\$ 12,638
Investment income	<u>10,000</u>	<u>10,000</u>	<u>31,710</u>	<u>21,710</u>
Total revenues	<u>627,195</u>	<u>627,195</u>	<u>661,543</u>	<u>34,348</u>
Expenditures:				
Debt service:				
Principal	545,000	545,000	545,000	-
Interest and fiscal charges	<u>89,250</u>	<u>89,250</u>	<u>80,629</u>	<u>8,621</u>
Total expenditures	<u>634,250</u>	<u>634,250</u>	<u>625,629</u>	<u>8,621</u>
Change in fund balance	(7,055)	(7,055)	35,914	42,969
Fund balance - beginning	<u>173,302</u>	<u>173,302</u>	<u>173,302</u>	-
Fund balance - ending	<u>\$ 166,247</u>	<u>\$ 166,247</u>	<u>\$ 209,216</u>	<u>\$ 42,969</u>



COLORADO COUNTY, TEXAS

*Schedule of Revenues, Expenditures, and Change in Fund Balance -
Budget and Actual - Special Revenue Funds (Nonmajor)
By Function and Legal Level of Budgetary Control
For the Year Ended December 31, 2024*

	Records Preservation Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for services	134,300	134,300	107,783	(26,517)
Investment income	<u>20,000</u>	<u>20,000</u>	<u>57,424</u>	<u>37,424</u>
Total revenues	<u>154,300</u>	<u>154,300</u>	<u>165,207</u>	<u>10 907</u>
Expenditures:				
General Administration:				
Salaries and wages, and employee benefits	-	-	15,553	(15,553)
Operating expenditures	143,000	143,000	8,788	134,212
Public Transportation:				
Operating expenditures	-	-	-	-
Capital outlay expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>143,000</u>	<u>143,000</u>	<u>24,341</u>	<u>118,659</u>
Change in fund balance	11,300	11,300	140,866	129,566
Fund balance - beginning	<u>890,117</u>	<u>890,117</u>	<u>890,117</u>	<u>-</u>
Fund balance - ending	<u>\$ 901,417</u>	<u>\$ 901,417</u>	<u>\$ 1,030,983</u>	<u>\$ 129,566</u>

Airport Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 25,000	\$ 25,000	\$ 100,000	\$ 75,000
113,000	113,000	152,698	39,698
<u>3,000</u>	<u>3,000</u>	<u>10,977</u>	<u>7,977</u>
<u>141,000</u>	<u>141,000</u>	<u>263,675</u>	<u>122,675</u>
-	-	-	-
-	-	-	-
89,000	89,000	162,115	(73,115)
<u>50,000</u>	<u>50,000</u>	<u>9,994</u>	<u>40,006</u>
<u>139,000</u>	<u>139,000</u>	<u>172,109</u>	<u>(33,109)</u>
2,000	2,000	91,566	89,566
<u>128,979</u>	<u>128,979</u>	<u>128,979</u>	<u>-</u>
<u>\$ 130,979</u>	<u>\$ 130,979</u>	<u>\$ 220,545</u>	<u>\$ 89,566</u>

(Continued)

COLORADO COUNTY, TEXAS

*Schedule of Revenues, Expenditures, and Change in Fund Balance -
Budget and Actual - Special Revenue Funds (Nonmajor)
By Function and Legal Level of Budgetary Control
For the Year Ended December 31, 2024*

	Road & Bridge Precinct Number 1 Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,040,741	\$ 1,040,741	\$ 1,058,708	\$ 17,967
Intergovernmental	7,447	7,447	8,054	607
Licenses and permits	200,988	200,988	204,646	3,658
Investment income	50,000	50,000	134,394	84,394
Miscellaneous	6,250	6,250	18,919	12,669
Total revenues	<u>1,305,426</u>	<u>1,305,426</u>	<u>1,424,721</u>	<u>119,295</u>
Expenditures:				
Public Transportation:				
Salaries and wages, and employee benefits	584,044	584,044	507,902	76,142
Operating expenditures	364,050	364,050	385,218	(21,168)
Capital outlay expenditures	<u>280,000</u>	<u>280,000</u>	<u>169,848</u>	<u>110,152</u>
Total expenditures	<u>1,228,094</u>	<u>1,228,094</u>	<u>1,062,968</u>	<u>165,126</u>
Change in fund balance	77,332	77,332	361,753	284,421
Fund balances - beginning	<u>1,653,799</u>	<u>1,653,799</u>	<u>1,653,799</u>	-
Fund balances - ending	<u>\$ 1,731,131</u>	<u>\$ 1,731,131</u>	<u>\$ 2,015,552</u>	<u>\$ 284,421</u>

Road & Bridge Precinct Number 2 Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 1,051,892	\$ 1,051,892	\$ 1,069,769	\$ 17,877
7,524	7,524	8,054	530
206,300	206,300	201,619	(4,681)
25,000	25,000	121,097	96,097
<u>8,454</u>	<u>8,454</u>	<u>26,106</u>	<u>17,652</u>
<u>1,299,170</u>	<u>1,299,170</u>	<u>1,426,645</u>	<u>127,475</u>
541,221	541,221	458,865	82,356
492,260	492,260	396,302	95,958
<u>365,000</u>	<u>365,000</u>	<u>395,788</u>	<u>(30,788)</u>
<u>1,398,481</u>	<u>1,398,481</u>	<u>1,250,955</u>	<u>147,526</u>
(99,311)	(99,311)	175,690	275,001
<u>1,443,535</u>	<u>1,443,535</u>	<u>1,443,535</u>	<u>-</u>
<u>\$ 1,344,224</u>	<u>\$ 1,344,224</u>	<u>\$ 1,619,225</u>	<u>\$ 275,001</u>

(Continued)

COLORADO COUNTY, TEXAS

*Schedule of Revenues, Expenditures, and Change in Fund Balance -
Budget and Actual - Special Revenue Funds (Nonmajor)
By Function and Legal Level of Budgetary Control
For the Year Ended December 31, 2024*

	Road & Bridge Precinct Number 3 Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,210,972	\$ 1,210,972	\$ 1,231,323	\$ 20,351
Intergovernmental	8,660	8,660	8,054	(606)
Licenses and permits	237,872	237,872	232,004	(5,868)
Investment income	30,000	30,000	158,320	128,320
Miscellaneous	<u>3,726</u>	<u>3,726</u>	<u>15,417</u>	<u>11,691</u>
Total revenues	<u>1,491,230</u>	<u>1,491,230</u>	<u>1,645,118</u>	<u>153,888</u>
Expenditures:				
Public Transportation:				
Salaries and wages, and employee benefits	585,103	585,103	584,481	622
Operating expenditures	499,950	499,950	459,958	39,992
Capital outlay expenditures	<u>335,000</u>	<u>335,000</u>	<u>303,697</u>	<u>31,303</u>
Total expenditures	<u>1,420,053</u>	<u>1,420,053</u>	<u>1,348,136</u>	<u>71,917</u>
Change in fund balance	71,177	71,177	296,982	225,805
Fund balances - beginning	<u>2,092,829</u>	<u>2,092,829</u>	<u>2,092,829</u>	-
Fund balances - ending	<u>\$ 2,164,006</u>	<u>\$ 2,164,006</u>	<u>\$ 2,389,811</u>	<u>\$ 225,805</u>

Road & Bridge Precinct Number 4 Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 861,495	\$ 861,495	\$ 876,767	\$ 15,272
9,669	9,669	11,431	1,762
159,800	159,800	173,533	13,733
40,000	40,000	112,463	72,463
<u>4,535</u>	<u>4,535</u>	<u>7,187</u>	<u>2,652</u>
<u>1,075,499</u>	<u>1,075,499</u>	<u>1,181,381</u>	<u>105,882</u>
503,548	503,548	488,743	14,805
350,450	350,450	289,611	60,839
<u>275,000</u>	<u>275,000</u>	<u>58,443</u>	<u>216,557</u>
<u>1,128,998</u>	<u>1,128,998</u>	<u>836,797</u>	<u>292,201</u>
(53,499)	(53,499)	344,584	398,083
<u>1,552,126</u>	<u>1,552,126</u>	<u>1,552,126</u>	<u>-</u>
<u>\$ 1,498,627</u>	<u>\$ 1,498,627</u>	<u>\$ 1,896,710</u>	<u>\$ 398,083</u>

(Continued)

COLORADO COUNTY, TEXAS

*Schedule of Revenues, Expenditures, and Change in Fund Balance -
Budget and Actual - Special Revenue Funds (Nonmajor)
By Function and Legal Level of Budgetary Control
For the Year Ended December 31, 2024*

	Security Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Charges for services	\$ 25,500	\$ 25,500	\$ 18,726	\$ (6,774)
Investment income	<u>1,000</u>	<u>1,000</u>	<u>1,536</u>	<u>536</u>
Total revenues	<u>26,500</u>	<u>26,500</u>	<u>20,262</u>	<u>(6,238)</u>
Expenditures:				
Judicial:				
Operating expenditures	-	-	-	-
Public Safety:				
Salaries and wages, and employee benefits	107,400	107,400	64,278	43,122
Operating expenditures	<u>15,900</u>	<u>15,900</u>	<u>300</u>	<u>15,600</u>
Total expenditures	<u>123,300</u>	<u>123,300</u>	<u>64,578</u>	<u>58,722</u>
Excess (deficiency) of revenues over expenditures	<u>(96,800)</u>	<u>(96,800)</u>	<u>(44,316)</u>	<u>52,484</u>
Other Financing Sources:				
Transfers in	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	<u>-</u>
Total other financing sources	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	<u>-</u>
Change in fund balance	(26,800)	(26,800)	25,684	52,484
Fund balance - beginning	<u>12,237</u>	<u>12,237</u>	<u>12,237</u>	<u>-</u>
Fund balance - ending	<u>\$ (14,563)</u>	<u>\$ (14,563)</u>	<u>\$ 37,921</u>	<u>\$ 52,484</u>

Law Library Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 12,500	\$ 12,500	\$ 13,043	\$ 543
-	-	-	-
12,500	12,500	13,043	543
10,000	10,000	1,996	8,004
-	-	-	-
-	-	-	-
10,000	10,000	1,996	8,004
2,500	2,500	11,047	8,547
-	-	-	-
-	-	-	-
2,500	2,500	11,047	8,547
152,398	152,398	152,398	-
\$ 154,898	\$ 154,898	\$ 163,445	\$ 8,547

(Continued)

COLORADO COUNTY, TEXAS

*Schedule of Revenues, Expenditures, and Change in Fund Balance -
Budget and Actual - Special Revenue Funds (Nonmajor)
By Function and Legal Level of Budgetary Control
For the Year Ended December 31, 2024*

	Justice Court Technology Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Revenues:				
Charges for services	\$ 9,500	\$ 9,500	\$ 7,695	\$ (1,805)
Investment income	500	500	954	454
Total revenues	10,000	10,000	8,649	(1,351)
Expenditures:				
Judicial:				
Operating expenditures	11,500	11,500	3,385	8,115
Total expenditures	11,500	11,500	3,385	8,115
Change in fund balance	(1,500)	(1,500)	5,264	6,764
Fund balance - beginning	16,002	16,002	16,002	-
Fund balance - ending	\$ 14,502	\$ 14,502	\$ 21,266	\$ 6,764

County and District Court Technology Fund			
Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 4,000	\$ 4,000	\$ 2,294	\$ (1,706)
<u>1,000</u>	<u>1,000</u>	<u>2,318</u>	<u>1,318</u>
<u>5,000</u>	<u>5,000</u>	<u>4,612</u>	<u>(388)</u>
<u>5,600</u>	<u>5,600</u>	<u>-</u>	<u>5,600</u>
<u>5,600</u>	<u>5,600</u>	<u>-</u>	<u>5,600</u>
(600)	(600)	4,612	5,212
<u>36,427</u>	<u>36,427</u>	<u>36,427</u>	<u>-</u>
<u>\$ 35,827</u>	<u>\$ 35,827</u>	<u>\$ 41,039</u>	<u>\$ 5,212</u>

COLORADO COUNTY, TEXAS*Combining Statement of Net Position - Fiduciary Funds**December 31, 2024*

	Custodial Funds					
	County Attorney Seizure Fund	County Clerk Fund	District Clerk Fund	Justice of the Peace #2 Fund	Justice of the Peace #4 Fund	Sheriff Fund
Assets:						
Cash and temporary investments	\$ <u>99,442</u>	\$ <u>224,740</u>	\$ <u>3,889,638</u>	\$ <u>976</u>	\$ <u>15,278</u>	\$ <u>15,720</u>
Total assets	<u>99,442</u>	<u>224,740</u>	<u>3,889,638</u>	<u>976</u>	<u>15,278</u>	<u>15,720</u>
Liabilities:						
Accounts payable	99,442	-	-	-	-	-
Held for others	-	103,692	3,757,940	-	-	-
Due to other governments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>99,442</u>	<u>103,692</u>	<u>3,757,940</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position:						
Individual, organizations and other governments	<u>-</u>	<u>121,048</u>	<u>131,698</u>	<u>976</u>	<u>15,278</u>	<u>15,720</u>
Total net position	<u>\$ -</u>	<u>\$ 121,048</u>	<u>\$ 131,698</u>	<u>\$ 976</u>	<u>\$ 15,278</u>	<u>\$ 15,720</u>

<u>County Attorney Fund</u>	<u>Tax Collector Fund</u>	<u>Total Custodial Funds</u>
\$ <u>4</u>	\$ <u>202,430</u>	\$ <u>4,448,228</u>
<u>4</u>	<u>202,430</u>	<u>4,448,228</u>
-	-	99,442
-	-	3,861,632
<u>-</u>	<u>202,430</u>	<u>202,430</u>
<u>-</u>	<u>202,430</u>	<u>4,163,504</u>
<u>4</u>	<u>-</u>	<u>284,724</u>
\$ <u><u>4</u></u>	\$ <u><u>-</u></u>	\$ <u><u>284,724</u></u>

COLORADO COUNTY, TEXAS

*Combining Statement of Changes In Net Position - Fiduciary Funds
For the Year Ended December 31, 2024*

	Custodial Funds					
	County Attorney Seizure Fund	County Clerk Fund	District Clerk Fund	Justice of the Peace #2 Fund	Justice of the Peace #4 Fund	Sheriff Fund
Additions:						
Tax collections for other governments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Held for others	-	439,045	335,600	121,865	185,181	161,386
Investment income	<u>4,225</u>	<u>1,326</u>	<u>4,837</u>	<u>21</u>	<u>-</u>	<u>403</u>
Total additions	<u>4,225</u>	<u>440,371</u>	<u>340,437</u>	<u>121,886</u>	<u>185,181</u>	<u>161,789</u>
Deductions:						
Payments to individuals	5,194	472,783	591,297	130,080	178,269	163,163
Payments to other governments	<u>184,733</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deductions	<u>189,927</u>	<u>472,783</u>	<u>591,297</u>	<u>130,080</u>	<u>178,269</u>	<u>163,163</u>
Net change in net position	(185,702)	(32,412)	(250,860)	(8,194)	6,912	(1,374)
Net position - beginning	<u>185,702</u>	<u>153,460</u>	<u>382,558</u>	<u>9,170</u>	<u>8,366</u>	<u>17,094</u>
Net position - ending	<u>\$ -</u>	<u>\$ 121,048</u>	<u>\$ 131,698</u>	<u>\$ 976</u>	<u>\$ 15,278</u>	<u>\$ 15,720</u>

<u>County Attorney Fund</u>	<u>Tax Collector Fund</u>	<u>Total Custodial Funds</u>
\$ -	\$ 13,445,818	\$ 13,445,818
3,551	-	1,246,628
<u>40</u>	<u>16,904</u>	<u>27,756</u>
<u>3,591</u>	<u>13,462,722</u>	<u>14,720,202</u>
4,137	-	1,544,923
<u>-</u>	<u>13,462,722</u>	<u>13,647,455</u>
<u>4,137</u>	<u>13,462,722</u>	<u>15,192,378</u>
(546)	-	(472,176)
<u>550</u>	<u>-</u>	<u>756,900</u>
<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 284,724</u>



STATISTICAL SECTION



COLORADO COUNTY, TEXAS

Statistical Section
(unaudited)

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

<u>Content</u>	<u>Page</u>
Financial Trends	112-119
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	120-125
These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	
Debt Capacity	126-129
These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Indicators	130-131
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	132-137
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.	

COLORADO COUNTY, TEXAS*Net Position by Components**Last Ten Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental Activities:					
Net investment in capital assets	\$ 17,696,723	\$ 17,961,710	\$ 17,766,705	\$ 17,766,783	\$ 17,942,387
Restricted	436,660	501,883	234,767	288,311	309,155
Unrestricted	<u>8,291,146</u>	<u>8,820,141</u>	<u>8,942,769</u>	<u>10,097,505</u>	<u>10,695,119</u>
Total governmental activities net position	\$ <u>26,424,529</u>	\$ <u>27,283,734</u>	\$ <u>26,944,241</u>	\$ <u>28,152,599</u>	\$ <u>28,946,661</u>

Source: Annual Comprehensive Financial Report (Statement of Net Position)

Table 1

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 18,465,751	\$ 17,884,781	\$ 18,504,879	\$ 21,866,721	\$ 24,648,091
468,245	390,559	8,012,257	8,950,556	10,625,845
<u>12,690,366</u>	<u>14,778,949</u>	<u>8,930,074</u>	<u>10,338,973</u>	<u>10,823,172</u>
<u>\$ 31,624,362</u>	<u>\$ 33,054,289</u>	<u>\$ 35,447,210</u>	<u>\$ 41,156,250</u>	<u>\$ 46,097,108</u>

COLORADO COUNTY, TEXAS*Changes in Net Position**Last Ten Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Expenses:					
Governmental Activities:					
General administration	\$ 2,556,203	\$ 2,670,074	\$ 2,519,517	\$ 3,208,021	\$ 2,876,697
Financial administration	496,903	489,706	521,050	520,734	556,050
Judicial	1,462,381	1,495,389	1,592,174	1,542,689	1,691,833
Public safety	5,860,304	6,574,194	6,849,340	7,270,095	7,895,915
Public facilities	500,725	503,157	573,028	496,434	598,378
Public transportation	3,437,890	4,001,005	4,424,685	4,292,146	4,385,782
Conservation	147,903	147,488	168,526	133,475	162,403
Health and welfare	384,969	677,278	442,271	468,919	332,043
Interest and fiscal charges	<u>269,343</u>	<u>229,800</u>	<u>225,342</u>	<u>212,947</u>	<u>265,568</u>
Total governmental activities expenses	<u>\$ 15,116,621</u>	<u>\$ 16,788,091</u>	<u>\$ 17,315,933</u>	<u>\$ 18,145,460</u>	<u>\$ 18,764,669</u>
Program Revenues:					
Governmental Activities:					
Charges for Services:					
General administration	\$ 36,106	\$ 182,965	\$ 153,613	\$ 351,557	\$ 179,331
Financial administration	112,138	114,636	128,200	116,060	130,054
Judicial	1,115,887	1,226,657	1,381,007	791,399	975,369
Public safety	1,326,355	1,258,792	1,323,267	1,819,034	1,875,788
Public facilities	26,100	60,765	52,097	-	-
Public transportation	811,047	763,911	791,585	881,732	938,398
Conservation	1,898	1,615	2,280	1,960	2,240
Health and welfare	53,283	54,325	39,130	37,605	60,911
Operating grants and contributions	322,014	555,741	440,769	1,406,392	1,052,443
Capital grants and contributions	<u>113,798</u>	<u>1,116,966</u>	<u>119,618</u>	<u>136,726</u>	<u>31,461</u>
Total governmental activities program revenues	<u>3,918,626</u>	<u>5,336,373</u>	<u>4,431,566</u>	<u>5,542,465</u>	<u>5,245,995</u>
Net (expense) revenue	<u>\$(11,197,995)</u>	<u>\$(11,451,718)</u>	<u>\$(12,884,367)</u>	<u>\$(12,602,995)</u>	<u>\$(13,518,674)</u>
General Revenues:					
Governmental Activities:					
Property Taxes	\$ 9,186,462	\$ 10,337,097	\$ 10,921,368	\$ 11,590,137	\$ 11,889,285
Other taxes	1,458,846	1,584,961	1,409,995	1,496,060	1,865,186
Investment income	152,314	149,166	169,920	325,703	390,120
Miscellaneous	<u>197,937</u>	<u>239,698</u>	<u>187,301</u>	<u>158,833</u>	<u>158,146</u>
Total general revenues	<u>\$ 10,995,559</u>	<u>\$ 12,310,922</u>	<u>\$ 12,688,584</u>	<u>\$ 13,570,733</u>	<u>\$ 14,302,737</u>
Change in net position	<u>\$ (202,436)</u>	<u>\$ 859,204</u>	<u>\$ (195,783)</u>	<u>\$ 967,738</u>	<u>\$ 784,063</u>

Source: Annual Comprehensive Financial Report (Statement of Activities)

Table 2

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 3,099,645	\$ 2,859,344	\$ 3,056,478	\$ 3,361,644	\$ 3,316,161
549,501	543,169	688,116	608,934	700,307
1,640,857	1,637,670	1,801,007	1,935,311	2,243,460
8,035,740	7,932,546	9,047,632	9,840,915	11,575,683
562,221	569,348	862,220	1,173,158	1,150,183
4,188,364	5,467,749	4,916,894	4,334,639	5,256,584
117,195	105,428	119,787	121,974	116,688
890,916	371,724	381,952	379,443	460,396
<u>108,479</u>	<u>111,125</u>	<u>105,872</u>	<u>89,036</u>	<u>79,268</u>
<u>\$ 19,192,918</u>	<u>\$ 19,598,103</u>	<u>\$ 20,979,958</u>	<u>\$ 21,845,054</u>	<u>\$ 24,898,730</u>
\$ 232,313	\$ 286,813	\$ 520,616	\$ 462,181	\$ 423,672
270,355	385,632	484,731	508,448	486,825
785,618	940,280	1,270,931	596,732	694,393
1,662,070	1,469,761	1,778,166	1,934,291	2,502,023
2,220	2,920	-	-	-
913,264	913,251	934,415	938,433	964,500
-	-	-	-	-
55,510	48,685	57,750	82,395	81,300
1,688,917	1,559,470	827,830	456,114	1,380,721
<u>490,600</u>	<u>107,308</u>	<u>748,010</u>	<u>3,105,928</u>	<u>3,224,275</u>
<u>6,100,867</u>	<u>5,714,120</u>	<u>6,622,449</u>	<u>8,084,522</u>	<u>9,757,709</u>
<u>\$(13,092,051)</u>	<u>\$(13,883,983)</u>	<u>\$(14,357,509)</u>	<u>\$(13,760,532)</u>	<u>\$(15,141,021)</u>
\$ 12,887,029	\$ 13,223,334	\$ 13,929,498	\$ 15,009,437	\$ 15,625,232
2,163,193	1,792,931	2,054,911	2,715,760	2,737,774
244,028	260,833	562,171	1,482,939	1,603,437
<u>475,501</u>	<u>480,258</u>	<u>203,850</u>	<u>261,436</u>	<u>115,436</u>
<u>\$ 15,769,751</u>	<u>\$ 15,757,356</u>	<u>\$ 16,750,430</u>	<u>\$ 19,469,572</u>	<u>\$ 20,081,879</u>
<u>\$ 2,677,700</u>	<u>\$ 1,873,373</u>	<u>\$ 2,392,921</u>	<u>\$ 5,709,040</u>	<u>\$ 4,940,858</u>

COLORADO COUNTY, TEXAS*Fund Balances, Governmental Funds**Last Ten Fiscal Years**(Modified Accrual Basis of Accounting)*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	<u>2,953,235</u>	<u>3,145,830</u>	<u>2,946,851</u>	<u>2,674,380</u>	<u>3,442,134</u>
Total general fund	<u>\$ 2,953,235</u>	<u>\$ 3,145,830</u>	<u>\$ 2,946,851</u>	<u>\$ 2,674,380</u>	<u>\$ 3,442,134</u>
All Other Governmental Funds:					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	960,496	1,001,236	1,105,146	1,333,317	1,492,463
Committed	<u>4,353,829</u>	<u>4,550,566</u>	<u>4,435,662</u>	<u>5,363,228</u>	<u>5,132,094</u>
Total all other governmental funds	<u>\$ 5,314,325</u>	<u>\$ 5,551,802</u>	<u>\$ 5,540,808</u>	<u>\$ 6,696,545</u>	<u>\$ 6,624,557</u>
Total all governmental funds	<u>\$ 8,267,560</u>	<u>\$ 8,697,632</u>	<u>\$ 8,487,659</u>	<u>\$ 9,370,925</u>	<u>\$ 10,066,691</u>

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

Table 3

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ -	\$ -	\$ 179,682	\$ 242,168	\$ 248,310
<u>4,889,670</u>	<u>6,707,413</u>	<u>7,300,634</u>	<u>8,126,306</u>	<u>8,258,256</u>
\$ <u>4,889,670</u>	\$ <u>6,707,413</u>	\$ <u>7,480,316</u>	\$ <u>8,368,474</u>	\$ <u>8,506,566</u>
\$ -	\$ -	\$ 351,644	\$ 206,483	\$ 174,719
1,806,515	1,657,522	1,675,913	2,050,691	2,483,699
<u>5,481,015</u>	<u>5,621,034</u>	<u>6,135,305</u>	<u>6,675,300</u>	<u>7,980,890</u>
\$ <u>7,287,530</u>	\$ <u>7,278,556</u>	\$ <u>8,162,862</u>	\$ <u>8,932,474</u>	\$ <u>10,639,308</u>
\$ <u>12,177,200</u>	\$ <u>13,985,969</u>	\$ <u>15,643,178</u>	\$ <u>17,300,948</u>	\$ <u>19,145,874</u>

COLORADO COUNTY, TEXAS*Change In Fund Balance, Governmental Funds
Last Ten Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues:					
Taxes	\$ 10,640,947	\$ 11,829,605	\$ 12,339,515	\$ 13,086,700	\$ 13,694,476
Licenses and permits	798,764	776,322	779,022	796,996	819,765
Fines and forfeitures	848,727	860,491	884,270	734,974	716,992
Charges for services	1,969,121	1,864,328	2,114,052	2,156,444	2,572,332
Intergovernmental	426,121	1,655,649	545,713	1,548,383	1,126,799
Investment income	152,314	149,166	169,920	325,703	390,120
Miscellaneous	<u>218,342</u>	<u>265,450</u>	<u>234,039</u>	<u>448,559</u>	<u>192,985</u>
Total revenues	<u>15,054,336</u>	<u>17,401,011</u>	<u>17,066,531</u>	<u>19,097,759</u>	<u>19,513,469</u>
Expenditures:					
Current:					
General administration	2,089,649	2,158,526	1,979,267	2,702,351	2,355,767
Financial administration	504,408	476,793	505,090	531,261	544,800
Judicial	1,471,363	1,523,571	1,564,824	1,552,976	1,651,630
Public safety	5,829,088	6,183,437	6,895,670	7,305,605	7,678,837
Public facilities	490,261	501,833	548,013	502,101	610,528
Public transportation	3,316,986	4,635,513	4,386,300	4,363,972	4,841,730
Conservation	149,665	146,393	158,093	135,832	162,302
Health and welfare	377,386	674,149	441,075	458,339	322,118
Capital outlay	12,837	-	-	-	-
Debt Service:					
Principal	393,064	429,309	435,000	445,000	455,000
Interest and fiscal charges	<u>254,110</u>	<u>241,418</u>	<u>229,463</u>	<u>217,216</u>	<u>269,042</u>
Total expenditures	<u>14,888,817</u>	<u>16,970,942</u>	<u>17,142,795</u>	<u>18,214,653</u>	<u>18,891,754</u>
Excess (deficiency) of revenues over expenditures	<u>165,519</u>	<u>430,069</u>	<u>(76,264)</u>	<u>883,106</u>	<u>621,715</u>
Other Financing Sources (Uses):					
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in	55,757	28,473	181,587	80,000	388,000
Issuance of bonds	-	-	-	-	4,640,000
Issuance of notes payable	-	-	-	-	-
Transfers out	(55,757)	(28,473)	(181,587)	(80,000)	(388,000)
Payment to escrow agent	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,566,049)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73,951</u>
Net change in fund balances	<u>\$ 165,519</u>	<u>\$ 430,069</u>	<u>\$ (76,264)</u>	<u>\$ 883,106</u>	<u>\$ 695,666</u>
Debt service as a percentage of noncapital expenditures	4.4%	4.0%	3.9%	3.6%	3.8%

Source: Annual Comprehensive Financial Report (Statement of Revenues, Expenditures, and Change in Fund Balance).

Table 4

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 15,013,243	\$ 15,001,604	\$ 16,401,569	\$ 17,720,421	\$ 18,484,525
801,241	802,717	812,315	817,422	3,512,102
552,806	664,072	677,428	528,581	849,979
2,443,655	2,577,603	2,619,683	2,790,177	3,634,704
2,084,330	1,786,017	799,366	774,075	605,772
244,028	260,833	562,171	1,482,939	1,603,437
<u>735,077</u>	<u>484,628</u>	<u>304,401</u>	<u>264,685</u>	<u>358,121</u>
<u>21,874,380</u>	<u>21,577,474</u>	<u>22,176,933</u>	<u>24,378,300</u>	<u>29,048,640</u>
2,672,161	2,403,537	2,520,271	2,980,688	3,307,635
547,252	559,705	674,522	628,167	752,534
1,633,758	1,662,834	1,770,043	1,946,132	2,251,079
8,185,624	7,711,854	8,262,954	9,429,163	10,819,125
571,305	575,628	855,575	869,806	613,996
4,519,627	5,257,062	3,733,315	3,105,820	3,733,195
118,999	106,975	118,292	122,074	117,630
889,904	372,848	379,682	363,524	462,113
-	-	1,578,172	3,157,726	4,468,582
539,664	525,000	525,000	535,000	597,196
<u>85,582</u>	<u>103,167</u>	<u>101,898</u>	<u>90,229</u>	<u>80,629</u>
<u>19,763,876</u>	<u>19,278,610</u>	<u>20,519,724</u>	<u>23,228,329</u>	<u>27,203,714</u>
<u>2,110,504</u>	<u>2,298,864</u>	<u>1,657,209</u>	<u>1,149,971</u>	<u>1,844,926</u>
-	-	-	51,838	-
59,000	200,654	221,535	14,775	88,990
-	-	-	-	-
-	-	-	455,961	-
(59,000)	(200,654)	(221,535)	(14,775)	(88,990)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>507,799</u>	<u>-</u>
<u>\$ 2,110,504</u>	<u>\$ 2,298,864</u>	<u>\$ 1,657,209</u>	<u>\$ 1,657,770</u>	<u>\$ 1,844,926</u>
3.2%	3.3%	3.3%	3.1%	3.0%

COLORADO COUNTY, TEXAS

Table 5

*Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years*

Fiscal Year	Real Property	Personal Property	Less Homestead, Other Exemptions	Total Taxable Assessed Value	Estimated Actual Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
2015	\$ 4,067,529,999	\$ 562,004,867	\$(2,573,642,444)	\$ 2,055,892,422	\$ 2,055,892,422	\$ 0.482100	100.00%
2016	4,242,923,782	533,002,569	(2,682,166,570)	2,093,759,781	2,093,759,781	0.482100	100.00%
2017	4,541,376,249	578,715,164	(2,865,862,789)	2,254,228,624	2,254,228,624	0.510000	100.00%
2018	4,858,556,768	560,252,076	(3,099,201,093)	2,319,607,751	2,319,607,751	0.510000	100.00%
2019	5,056,234,489	599,411,200	(3,217,008,284)	2,438,637,405	2,438,637,405	0.520000	100.00%
2020	5,304,688,632	606,300,186	(3,389,672,016)	2,521,316,802	2,521,316,802	0.520000	100.00%
2021	5,837,402,269	827,388,942	(3,801,069,395)	2,863,721,816	2,863,721,816	0.499600	100.00%
2022	6,064,474,373	877,820,574	(3,932,279,557)	3,010,015,390	3,010,015,390	0.496951	100.00%
2023	6,450,549,349	888,857,712	(4,123,863,876)	3,215,543,185	3,215,543,185	0.482130	100.00%
2024	10,775,088,742	834,932,069	(8,062,687,485)	3,547,333,326	3,547,333,326	0.464913	100.00%

Source: Colorado County Central Appraisal District



COLORADO COUNTY, TEXAS
Direct and Overlapping Governments
Last Ten Fiscal Years

	<u>2015</u> <u>Tax Rate</u>	<u>2016</u> <u>Tax Rate</u>	<u>2017</u> <u>Tax Rate</u>	<u>2018</u> <u>Tax Rate</u>	<u>2019</u> <u>Tax Rate</u>
Colorado County:					
Maintenance & operations	0.4571	0.4783	0.4808	0.4818	0.4935
Interest & sinking	<u>0.0250</u>	<u>0.0317</u>	<u>0.0292</u>	<u>0.0282</u>	<u>0.0265</u>
Total direct rate	0.4821	0.5100	0.5100	0.5100	0.5200
Cities:					
Columbus	0.2731	0.2800	0.2800	0.2850	0.2850
Eagle Lake	0.7790	0.7601	0.7366	0.6849	0.7262
Weimer	0.2905	0.2905	0.2905	0.2905	0.2905
School Districts:					
Columbus ISD	1.1700	1.1600	1.1600	1.1500	1.0800
Rice ISD	1.2125	1.2300	1.2200	1.2900	1.2050
Weimer ISD	1.2600	1.2600	1.2600	1.2600	1.1900
Special Districts:					
Colorado County Groundwater District	0.0145	0.0115	0.0100	0.0100	0.0095
Garwood Water District	0.2696	0.2785	0.2731	0.2292	0.0979
Glidden Fresh Water Supply District #1	0.1473	0.1585	0.1434	0.1238	0.1280
Rice Hospital District	0.1530	0.1750	0.1750	0.1850	0.1850
The Falls MUD	0.3781	0.4178	0.4228	0.4541	0.4842

Source: Colorado County Central Appraisal District

Table 6

<u>2020</u> <u>Tax Rate</u>	<u>2021</u> <u>Tax Rate</u>	<u>2022</u> <u>Tax Rate</u>	<u>2023</u> <u>Tax Rate</u>	<u>2024</u> <u>Tax Rate</u>
0.4953	0.4779	0.4763	0.4629	0.4477
0.0247	0.0217	0.0207	0.0192	0.0172
0.5200	0.4996	0.4970	0.4821	0.4649
0.2839	0.2900	0.2923	0.2950	0.2950
0.6979	0.6970	0.6632	0.6220	0.6051
0.2896	0.2867	0.2820	0.2654	0.2546
1.0703	1.0375	1.0307	0.8836	0.7742
1.1914	1.0699	1.0593	0.9079	0.8702
1.1736	1.1636	1.1308	0.8792	0.8769
0.0093	0.0088	0.0083	0.0075	0.0073
0.0965	0.0926	0.0926	0.0778	0.0617
0.1140	0.0985	0.0872	0.0847	0.0750
0.2200	0.2590	0.2690	0.2690	0.2690
0.5000	0.5000	0.5000	0.5000	-

COLORADO COUNTY, TEXAS*Principal Property Taxpayers**Current Year and Nine Years Ago*

Table 7

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	% of Total Assessed Value	Taxable Assessed Value	Rank	% of Total Assessed Value
Cpano Field Services (Copano Processing)	\$ 221,531,630	1	6.25%	\$ 252,313,600	1	12.27%
Wink to Webster LLC	88,998,630	2	2.51%	-	-	-
Union Pacific Railroad	66,064,804	3	1.86%	37,922,510	2	1.84%
SKY Global Power One LLC	38,881,440	4	1.10%	-	-	-
Alleyton Resource Company	36,156,360	5	1.02%	-	-	-
LCRA Transmission Svcs Corp	34,024,224	6	0.96%	29,650,800	3	1.44%
Utex Industries Inc.	28,028,550	7	0.79%	24,515,360	5	1.19%
Texas Gulf Southern Wood LLC	27,722,230	8	0.78%	-	-	-
AEP Texas, Inc.	23,001,230	9	0.65%	-	-	-
Heidleberg Materials Southwest Agg LLC	22,504,540	10	0.63%	-	-	-
Exterran Energy Solutions LP	-	-	-	29,567,230	4	1.44%
Square Mile Energy Solutions LP	-	-	-	17,300,416	6	0.84%
XTO Energy Inc.	-	-	-	16,566,339	7	0.81%
Enterprise Crude Pipeline LLC	-	-	-	16,030,270	8	0.78%
Inland Environmental & Remediation	-	-	-	14,498,990	9	0.71%
AEP Central Power & Light	-	-	-	12,731,640	10	0.62%
Total	\$ <u>586,913,638</u>		<u>16.55%</u>	\$ <u>451,097,155</u>		<u>21.94%</u>
Total Taxable Assessed Value	\$ <u>3,547,333,326</u>			\$ <u>2,055,892,422</u>		

Source: Colorado County Central Appraisal District

COLORADO COUNTY, TEXAS
Property Tax Levies and Collections
Last Ten Fiscal Years

Table 8

Fiscal Year	Tax Levy as of Fiscal Year End	Collected Within the Fiscal Year of the Levy		Subsequent Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 9,915,531	\$ 3,540,217	35.70%	\$ 6,354,504	\$ 9,894,721	99.79%
2016	10,679,842	3,579,851	33.52%	7,032,430	10,612,281	99.37%
2017	11,500,145	3,943,592	34.29%	7,528,578	11,472,170	99.76%
2018	11,823,056	4,231,669	35.79%	7,556,804	11,788,473	99.71%
2019	12,827,301	4,478,928	34.92%	8,306,083	12,785,011	99.67%
2020	13,112,364	4,004,976	30.54%	9,054,311	13,059,287	99.60%
2021	14,308,805	3,813,300	26.65%	10,412,633	14,225,933	99.42%
2022	14,946,394	3,678,935	24.61%	11,130,410	14,809,345	99.08%
2023	15,708,823	3,852,932	24.53%	11,635,751	15,488,683	98.60%
2024	16,553,233	5,230,344	31.60%	-	5,230,344	31.60%

Source: Colorado County Central Appraisal District

COLORADO COUNTY, TEXAS*Ratios of Outstanding Debt by Type
Last Ten Fiscal Years*

Table 9

Fiscal Year	General Obligation Bonds ⁽¹⁾	Capital Leases	Notes Payable	Total Outstanding Debt	Percentage of Personal Income ⁽²⁾	Population ⁽³⁾	Per Capita
2015	\$ 7,145,907	\$ -	\$ -	\$ 7,145,907	0.77%	20,946	\$ 341.16
2016	6,722,101	39,284	-	6,761,385	0.75%	21,091	320.58
2017	6,299,488	30,015	-	6,329,503	0.65%	21,301	297.15
2018	5,844,488	20,747	-	5,865,235	0.59%	21,317	275.14
2019	5,525,681	10,747	-	5,536,428	0.53%	21,467	257.90
2020	4,981,874	-	-	4,981,874	0.45%	21,610	230.54
2021	4,468,067	-	-	4,468,067	0.40%	21,610	206.76
2022	3,946,359	-	-	3,946,359	0.32%	20,754	190.15
2023	3,414,651	-	455,961	3,870,612	0.30%	21,117	183.29
2024	2,872,943	-	403,765	3,276,708	0.24%	21,687	151.09

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

¹ Presented net of original issuance premiums and/or discounts.

² Personal income is disclosed on page 130.

³ Population can be found in the Schedule of Demographic and Economic Statistics on page 130.

COLORADO COUNTY, TEXAS*Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years*

Table 10

<u>Fiscal Year</u>	<u>General Obligation Bonds(1)</u>	<u>Less: Amounts Available in Debt Service Fund(2)</u>	<u>Net Debt</u>	<u>Percentage of Actual Taxable Value of Property(3)</u>	<u>Per Capita(4)</u>
2015	\$ 7,145,907	\$ 188,564	\$ 6,957,343	0.34%	332.16
2016	6,722,101	58,850	6,663,251	0.32%	315.93
2017	6,298,295	77,139	6,221,156	0.28%	292.06
2018	5,844,488	93,776	5,750,712	0.25%	269.77
2019	5,525,681	108,603	5,417,078	0.22%	252.34
2020	4,981,874	146,565	4,835,309	0.19%	223.75
2021	4,468,067	151,628	4,316,439	0.15%	199.74
2022	3,946,359	136,036	3,810,323	0.13%	183.59
2023	3,414,651	150,829	3,263,822	0.10%	154.56
2024	2,872,943	186,392	2,686,551	0.08%	123.88

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

- 1) This is the general bonded debt of both governmental activities, net of original issue premiums and/or discounts.
- 2) This is the amount restricted for debt service.
- 3) See the of Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 120 for property value data.
- 4) Population data can be found in the Schedule of Demographic and Economic Statistics on page 130.

COLORADO COUNTY, TEXAS

*Computation of Direct and Overlapping Debt
As of December 31, 2024*

Table 11

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Amount Applicable to Colorado County</u>
City of Columbus	\$ 3,161,103	100.00%	\$ 3,161,103
City of Eagle Lake	2,825,000	100.00%	2,825,000
City of Weimar	1,150,000	100.00%	1,150,000
Columbus ISD	16,135,948	96.46%	15,564,735
Rice Consolidated ISD	24,365,007	100.00%	24,365,007
Weimar ISD	13,717,032	93.66%	<u>12,847,372</u>
Sub-total, Overlapping Debt			59,913,217
Colorado County, Texas direct debt			<u>2,872,943</u>
Total Direct and Overlapping Debt			\$ <u>62,786,160</u>

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

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt, of each overlapping government.

COLORADO COUNTY, TEXAS
Computation of Legal Debt Margin
Last Ten Fiscal Years

Table 12

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Assessed value of real property ⁽¹⁾	\$ 2,055,892,422	\$ 2,093,759,781	\$ 2,254,228,624	\$ 2,319,607,751	\$ 2,438,637,405
Debt limit	205,589,242	209,375,978	225,422,862	231,960,775	243,863,741
Amount of debt applicable to limit ⁽²⁾					
Total bonded debt	7,145,907	6,722,101	6,298,295	5,844,488	5,525,681
Less: Assets in debt service fund	<u>188,564</u>	<u>58,850</u>	<u>77,139</u>	<u>93,776</u>	<u>108,603</u>
Total net debt applicable to limit	<u>6,957,343</u>	<u>6,663,251</u>	<u>6,221,156</u>	<u>5,750,712</u>	<u>5,417,078</u>
Legal debt margin	<u>\$ 198,631,899</u>	<u>\$ 202,712,727</u>	<u>\$ 219,201,706</u>	<u>\$ 226,210,063</u>	<u>\$ 238,446,663</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>3.38%</u>	<u>3.18%</u>	<u>2.76%</u>	<u>2.48%</u>	<u>2.22%</u>
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Assessed value of real property ⁽¹⁾	\$ 2,521,316,802	\$ 2,863,721,816	\$ 3,010,015,390	\$ 3,215,542,185	\$ 3,547,333,326
Debt limit	252,131,680	286,372,182	301,001,539	321,554,319	354,733,333
Amount of debt applicable to limit ⁽²⁾					
Total bonded debt	4,981,874	4,468,067	3,946,359	3,414,651	2,872,943
Less: Assets in debt service fund	<u>144,781</u>	<u>151,628</u>	<u>136,036</u>	<u>150,829</u>	<u>186,392</u>
Total net debt applicable to limit	<u>4,837,093</u>	<u>4,316,439</u>	<u>3,810,323</u>	<u>3,263,822</u>	<u>2,686,551</u>
Legal debt margin	<u>\$ 247,294,587</u>	<u>\$ 282,055,743</u>	<u>\$ 297,191,216</u>	<u>\$ 318,290,497</u>	<u>\$ 352,046,782</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>1.92%</u>	<u>1.51%</u>	<u>1.27%</u>	<u>1.02%</u>	<u>0.76%</u>

Sources:

¹ Colorado County Central Appraisal District.

² Annual Comprehensive Financial Report Statement of Net Position

COLORADO COUNTY, TEXAS
Demographic and Economic Statistics
Last Ten Fiscal Years

Table 13

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2015	20,946	\$ 927,261	\$ 44,269	3.9%
2016	21,091	905,426	42,929	4.6%
2017	21,301	974,497	45,749	3.4%
2018	21,317	985,915	46,250	3.1%
2019	21,467	1,038,856	48,393	3.0%
2020	21,610	1,117,922	51,732	6.1%
2021	21,610	1,117,922	51,732	5.0%
2022	20,754	1,221,682	58,865	3.5%
2023	21,117	1,278,312	60,535	3.5%
2024	21,687	1,353,265	62,400	4.2%

Sources: (2021 and prior) Bureau of Economic Analysis
(2022 and 2023) Texas Association of Cities
(2024) US Bureau of Labor Statistics

COLORADO COUNTY, TEXAS*Principal Employers**Current Year and Nine Years Ago*

Table 14

Employer	2024			2015		
	Number of Employees	Rank	% of Total County Employment	Number of Employees	Rank	% of Total County Employment
Columbus ISD	238	1	3.24%	230	2	2.47%
Colorado County	216	2	2.94%	145	6	1.56%
Utex Industries	213	3	2.90%	280	1	3.01%
Columbus Community Hospital	203	4	2.76%	190	5	2.04%
Rice Consolidated ISD	200	5	2.72%	200	4	2.15%
Titan (formerly Exterran)	196	6	2.67 %	200	3	2.15%
Drymalla Construction	135	7	1.84%	100	9	1.07%
Weimer ISD	128	8	1.74 %	110	8	1.18%
Great Southern Woods (formerly Diversitech)	85	9	1.16%	85	10	0.91%
Columbus Oaks Health Care Community (formerly River Oaks)	79	10	1.07%	113	7	1.21%
Total	1,693		23.04%	1,653		17.75%

Source: Individual Company Human Resources Departments

COLORADO COUNTY, TEXAS

Table 15

*Full-Time Equivalent Employees by Function
Last Ten Fiscal Years*

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General administration	9	9	9	14	15	15	15	13	13	12
Financial Administration	6	6	6	7	8	8	8	9	11	11
Judicial	17	17	17	24	24	24	23	22	27	30
Public safety	66	66	68	77	77	98	95	91	86	90
Public facilities	4	4	4	5	5	4	4	4	4	4
Public transportation	30	30	30	30	30	26	29	31	28	28
Conservation	2	2	2	2	2	1	1	1	3	3
Health and welfare	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>
Total	<u>135</u>	<u>135</u>	<u>137</u>	<u>160</u>	<u>162</u>	<u>177</u>	<u>176</u>	<u>172</u>	<u>173</u>	<u>179</u>

Source: Auditor's Office



COLORADO COUNTY, TEXAS*Operating Indicators By Function
Last Ten Fiscal Years*

Function	2015	2016	2017	2018	2019
General Administration:					
Marriage license issued	131	120	140	121	120
Birth certificates	265	301	291	351	358
Death certificates	200	200	212	195	221
Judicial:					
County Court					
Probate cases filed	96	91	130	89	130
Mental health cases filed	2	3	2	6	3
Civil cases filed	55	82	156	90	58
Criminal cases filed	482	428	409	351	278
District Court:					
Civil cases filed	324	354	371	326	344
Criminal cases filed	172	296	337	192	141
Justice Court:					
Cases filed	5,845	6,475	4,662	4,291	3,834
Public Safety:					
Jail bookings	1,393	1,329	1,204	1,320	1,126
Jail average daily occupancy	57	59	67	59	48
Emergency responses	1,684	1,520	1,791	1,587	1,754
Emergency transfers	418	408	584	555	929
Health & Welfare:					
Septic permits issued	129	139	120	128	150
Building permits issued	290	138	225	255	337
Indigent health care active cases	22	16	16	11	13

Sources: County records

Table 16

2020	2021	2022	2023	2024
151	125	111	118	139
301	374	375	374	368
238	247	242	230	250
115	152	127	111	105
1	4	4	8	3
50	38	47	56	49
217	197	230	218	168
265	251	274	291	329
169	171	227	199	217
2,821	2,868	3,790	2,204	2,526
780	903	1,010	915	795
37	43	84	69	70
2,455	2,424	2,494	3,611	4,033
448	300	349	677	861
193	183	199	193	195
437	392	433	414	416
9	10	13	6	8

COLORADO COUNTY, TEXAS*Capital Asset Statistics by Function
Last Ten Fiscal Years*

Function	2015	2016	2017	2018	2019
Public Safety:					
Stations	1	1	1	1	1
Jails	3	3	3	3	3
Patrol units	26	26	27	27	27
EMS stations	3	3	3	3	3
Ambulance units	8	8	8	8	10
Probations department	1	1	1	1	1
Public Facilities:					
Courthouse	1	1	1	1	1
Annex	1	1	1	1	1
Maintenance	1	1	1	1	1
Judicial:					
JP offices	4	4	4	4	4
Conservation:					
Agrilife	1	1	1	1	1
Public Transportation:					
Asphalt roads (miles)	446	449	449	452	457
Gravel roads (miles)	294	291	291	289	285
Bridges	88	88	89	92	93

Sources: County records

Table 17

2020	2021	2022	2023	2024
1	1	1	1	1
3	1	1	1	1
27	29	32	32	45
3	3	3	3	3
10	11	11	10	8
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1
4	4	4	4	4
1	1	1	1	1
458	458	461	443	448
284	284	284	294	292
93	94	95	95	95



FEDERAL AWARDS SECTION

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Independent Auditor's Report

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Colorado County, Texas (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 25, 2025.

Report on Internal Control over Financial Reporting

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

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

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

The Honorable County Judge
and Members of Commissioners' Court
Colorado County, Texas

Report on Compliance and Other Matters

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

Purpose of This Report

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

KM&L, LLC

Lake Jackson, Texas
June 25, 2025



Independent Auditor's Report

On Compliance For Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Colorado County, Texas' (the "County") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of County's major federal programs for the year ended December 31, 2024. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal Program

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

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

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The Honorable County Judge
and Members of Commissioners' Court
Colorado County, Texas

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

The Honorable County Judge
and Members of Commissioners' Court
Colorado County, Texas

Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

KM&L, LLC

Lake Jackson, Texas
June 25, 2025

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COLORADO COUNTY, TEXAS

Schedule of Findings and Questioned Costs

For the Year Ended December 31, 2024

I. Summary of auditor's results:

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

II. Findings related to the financial statements

The audit disclosed no findings required to be reported.

III. Findings and questioned costs related to the federal and state awards.

The audit disclosed no findings required to be reported.



THE OFFICE OF THE COUNTY AUDITOR

Colorado County Courthouse Annex
318 Spring Street, Room 104
Columbus, Texas 78934

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

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

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

None.



THE OFFICE OF THE COUNTY AUDITOR

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

None.

COLORADO COUNTY, TEXAS*Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024*

Exhibit 18

<u>Federal Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Assistance Listing Number</u>	<u>Contract/ Program Number</u>	<u>Expenditures or Award Amount</u>
U.S. Department of Housing and Urban Development:			
Passed Through the Texas General Land Office:			
Community Development Block Grant/State's Program	14.228	22-130-014-D794	\$ 29,406
Community Development Block Grant/State's Program	14.228	24-065-079-E734	<u>358,814</u>
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			<u>\$ 388,220</u>
U.S. Department of Interior:			
Direct:			
Payment in Lieu of Taxes	15.226	--	<u>\$ 3,377</u>
TOTAL U.S. DEPARTMENT OF INTERIOR			<u>\$ 3,377</u>
U.S. Department of Treasury:			
Direct:			
Coronavirus State and Local Fiscal Recovery Funds	21.027	--	<u>\$ 2,435,296</u>
TOTAL U.S. DEPARTMENT OF TREASURY			<u>\$ 2,435,296</u>
U.S. Department of Homeland Security:			
Passed Through the Texas Office of the Governor:			
Homeland Security Grant Program	97.067	2960208	\$ 7,330
Homeland Security Grant Program	97.067	4977601	<u>20,094</u>
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			<u>\$ 27,424</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 2,854,317</u>
TOTAL MAJOR PROGRAMS			<u>\$ 2,435,296</u>
TYPE A PROGRAM			<u>\$ 750,000</u>

COLORADO COUNTY, TEXAS

*Notes to the Schedules of Expenditures of Federal Awards
For the Year Ended December 31, 2024*

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards (the "Schedules") includes the federal and state grant activity of Colorado County, Texas (the "County") under programs of the federal government for the year ended December 31, 2024. The information in these Schedules are presented in accordance with the requirements of Office of Management and Budget (OMB) Uniform Guidance (federal awards). Because the Schedules present only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County accounts for all federal awards under programs of the federal and state government in the General and Special Revenue Funds. These programs are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for these funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the liability is incurred, if measurable, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Federal and state grant funds for governmental funds are considered to be earned to the extent of expenditures made under the provisions of the grant. When such funds are advanced to the County, they are recorded as unearned revenues until earned. Otherwise, federal grant funds are received on a reimbursement basis from the respective federal program agencies. Generally, unused balances are returned to the grantor at the close of specified project periods.

NOTE 3 - INDIRECT COST RATE

The County has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

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