

CAMERON COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED

SEPTEMBER 30, 2016

MARTHA GALARZA, CPA

COUNTY AUDITOR



CAMERON COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2016

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**COUNTY AUDITOR
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Martha Galarza
COUNTY AUDITOR

March 28, 2017

Honorable District Judges of Cameron County and
Honorable Members of the Cameron County Commissioners' Court

The County Auditor's Office (the "Auditor's Office") is pleased to present the Comprehensive Annual Financial Report ("CAFR") of Cameron County, Texas (the "County") for the fiscal year ended September 30, 2016. This report is submitted in accordance with Section 114.025 of the Texas Local Government Code and has been prepared by the County Auditor's staff.

Responsibility for the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data presented is accurate in all material respects and presents fairly the financial position and results of operations of the County in accordance with generally accepted accounting principles ("GAAP"). All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County is required to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a MD&A. This letter of transmittal is designed to compliment the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of independent auditors.

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally acceptable in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*. The financial report has been prepared in accordance with GASB Statement No. 34, "*Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*", issued in June 1999 and implemented by the County in FY2003. The effect of implementing all of the above-mentioned accounting standards are discussed in Note 1 to the basic financial statements.

THE REPORTING ENTITY AND IT SERVICES

The combined financial statements of Cameron County, Texas as a financial reporting entity report all activities, organizations, and functions of Cameron County, both as a primary government and its legally separate component units for which (1) the elected officials of the County are financially accountable and/or (2) exclusion of component units activities would cause the County's financial statements to be misleading or incomplete. The County's component units have been reported as blended with the County as the primary government or discrete (separate) component unit, as appropriate. Criteria used by the County for including activities in preparing these financial statements are in conformity with Governmental Accounting Standards Board Statement No. 14 - *The Financial Reporting Entity*. Based on the foregoing criteria, the operations of the following component units have been included in this year's report:

- Cameron County Regional Mobility Authority (C.C.R.M.A.)
- Cameron County Emergency Services District #1 (E.S.D.)
- Cameron County Health Care Funding District (C.C.H.F.D.)
- Cameron County Spaceport Development Corporation (C.C.S.D.C.)

The County, the primary government, and its component units solely or in cooperation with other local governmental entities provide a full range of services that include construction and maintenance of roads and bridges, health and housing services, assistance to indigents, law enforcement and public safety, juvenile and adult justice programs, economic development, recreation and cultural development, and general administration.

ECONOMIC OVERVIEW AND OUTLOOK

Cameron County, Texas was created in 1848, and is the southernmost county in Texas in the Rio Grande Plains region of South Texas. The County is approximately 906 square miles of land and 371 square miles of water, including rivers, estuaries, lagoons, bays and ocean water. Mexico is at its southern border, and it is bordered to the east by the Gulf of Mexico. Cameron County's estimated population is 426,897 inhabitants.¹ It is the eleventh largest county in the State, with its population estimated to grow over three percent a year since the last U.S. Census. Brownsville, the County Seat, serves as the terminus of U.S. Highways 77, 83, and 281 as well as the Missouri and Southern Pacific Railroads. It is the largest city with population estimated to be over 200,000. The County has an average temperature of 74°F and a growing season of 320 days. Humidity averages between 50 and 75%. The climate is subtropical, semi-arid, and the weather is greatly influenced by the Gulf of Mexico. Average rainfall is 25.49 and wind velocity is generally 14 mph from the southeast. Its governmental organization, as graphically displayed on Page 18 consists of thirty seven elected officials, as well as a number of appointed officials and department directors.

Cameron County has long been a gateway for U.S./Mexico business. Commerce, job creation, and construction growth in the County are greatly influenced by trade with Mexico. The County's main highway has been widened from four lanes to six lanes and is a part of Interstate 69. This is one of the few places in the country that offers highway connections to deep water ports, airports providing international air connections, cargo service and railways all with direct connection to international crossings. Cameron County owns and operates three (3) international bridges which, despite increased border violence on the Mexico side, continue to serve as a main corridor for pedestrian, vehicular traffic and commercial traffic.

Property values continue to grow modestly in comparison to the national market and construction of homes and businesses continues to grow along the major corridors of the County. Taxable values in tax year 2015 grew 2.82% in comparison to the prior year and new construction in the county has provided \$287,115,979 in new property values, new construction growth increased by 4.9% from the prior year. Residential construction represents 58.6% of new properties and commercial construction represents 15.8% of all new construction. New construction would generate \$1,146,428 at 100% collection. The Housing market in South Texas remains strong as the State of Texas continues to attract residents seeking job opportunities and lower cost of living. Supply and demand of rental housing has continued to be strong in comparison surrounding states.

The low-cost of the labor force of Northern Mexico creates an industry of twin manufacturing plants known as "*Maquiladoras*". The Maquiladora Programs in the state of Tamaulipas has approximately 339 Maquilas and is a source of employment for over 100,000 persons, thus this industry accounts for a large number of Mexico's gross domestic product. The Maquila Industry has given U.S. businesses the ability to remain competitive with other foreign markets offering the same goods for a lesser price. U.S. companies have shifted production to Mexico due to the lower cost of labor². Products are partially assembled in Mexico, then transported to United States where final assembly is completed in the "sister plant".

¹ <http://www.txcip.org/tac/census/profile>

² Twin Plant News, January 2010.

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The Cameron County, Texas economic information is reported nationally as the Brownsville-San Benito-Harlingen Metropolitan Statistical Area (MSA). The following table presents the County's key demographic/economic indicators:

	<u>FY 2016</u>	<u>FY 2015</u>	<u>Percent Change</u>
Population ³ (Dec. 15 vs. Dec. 14)	422,156	420,392	0.42%
Civilian Labor Force (Oct '16 vs Oct '15)	166,357	162,632	2.29%
Total Employment (Oct '16 vs Oct '15)	155,385	151,659	2.46%
Total Unemployment (Oct. '16 vs Oct. '15)	10,972	10,973	0.00%
Percent Unemployment ⁴ Oct '16 vs Oct '15)	6.6%	6.7%	-1.49%
Non Farm Employment (Oct '16 vs Oct '15)	143,400	139,400	2.87%
Manufacturing Employment (Oct '16 vs Oct '15)	6,100	5,700	7.02%
Bank Deposits (county) in millions	\$ 4.43	\$ 4.28	3.50%
Taxable Property Valuation ⁵ in millions	\$ 16,101	\$ 15,529	3.68%
Taxable Valuation Per Capita	\$ 38,141	\$ 36,939	3.25%
Port of Brownsville Cargo tonnage (metric tons) ⁶			
Waterborne	7,154,125	6,247,894	14.50%
Non-Waterborne	1,596,385	1,380,799	15.61%
Southbound Border Crossings* (FY'16 vs. FY15)			
Autos & Other	3,238,160	3,034,134	6.72%
Commercial Trucks	224,857	208,747	7.72%
Pedestrians	<u>2,099,493</u>	<u>2,203,191</u>	<u>-4.70%</u>
Total	5,562,510	5,446,072	2.14%
Airline Boardings: (FY Sept. 2016)			
Harlingen	262,813	269,100	- 2.34%
Brownsville	<u>103,473</u>	<u>104,747</u>	<u>- 1.22%</u>
Total	366,286	373,847	-2.02%
Per Capita Income (2015)			
	<u>Brownsville MSA⁷</u>	<u>Texas</u>	<u>U.S.</u>
	\$26,826	\$46,947	\$48,112

In addition to manufacturing and its related transportation trade, tourism is a strong component of the local economy. Eco-tourism has become a major economic force in this region. Bird watching is a very popular activity here for many visitors to the County. The Rio Grande Valley (RGV) is recognized as one of the top birding destinations in the United States. The RGV Birding Festival, based in Harlingen, is held annually and has become one of the largest and most informative birding festivals in the country. Each year, thousands of people from states north of Texas spend their winters in Cameron County's warmer climate. Many of the winter Texans who visited here have now become permanent, year-round residents. During Spring Break, it is estimated that over 140,000 college students come to South Padre Island and infuse more than a million dollars into the County's economy.

³ Texas Workforce Commission, Dec. 15.

⁴ Texas Workforce Commission,

⁵ Cameron County Appraisal District 7/19/16

⁶ Brownsville Navigation District 5/8/15 "Monthly Cargo Statistics for Dec. 2015 (12 month-period)"

⁷ http://www.bea.gov/newsreleases/regional/mpi/mpi_newsrelease.htm, U.S. Bureau of Economic Analysis, Prepared by Empire State Development, State Data Center, Nov 2016

<http://www.txcip.org/tac/census/profile.php?FIPS=48061>, The Texas Association of Counties, "County Information Project." (512) 478-8753

Senate Bill 24 (SB24), which was passed by the Texas Legislature in May 2013, created a new Valley-spanning university comprised of the University of Texas at Brownsville, the University of Texas – Pan American and the UT Health Science Center San Antonio Regional Academic Health Center in Harlingen. This new university was named “The University of Texas Rio Grande Valley” (UTRGV) reflecting the pride, place and history of the South Texas region. UTRGV has provided the southernmost tip of Texas RGV inhabitants with access to unparalleled educational and healthcare opportunities and serves as a beacon of light, hope, opportunity and education for this region. This development is a major academic and economic asset to all of Texas. Its mission is one of global excellence and the goal is to transform the Rio Grande Valley into a hub for research and world class education and healthcare. SB24, by creating a new university and medical school in South Texas through the merger of University of Texas-Pan American and University of Texas-Brownsville, authorizes this new university to tap into the multibillion-dollar “Permanent University Fund, (PUF) which is comprised of oil and gas revenue, for construction costs and to equip the facilities. PUF is a public endowment that provides financial support to institutions in the University of Texas and Texas A&M University systems. Principal of this fund includes all proceeds from oil, gas, sulfur, and water royalties, gains on investments, rentals on mineral leases and amounts received from sale of university lands. This new medical school will enable future doctors of the Valley to remain in the region increasing availability of medical care to an area that has one of the largest pockets of uninsured in the country. University of Texas RGV is a historic consolidation of the resources of UT Brownsville, UT Pan American and the Regional Academic Health Center. The University of Texas Rio Grande Valley accepted its first class of students in August 2015.

Funding of \$54 million was been approved by the UT Board of Regents for the construction of the valley’s first medical school which will be built in Edinburg. In February 2015, the University of Texas Rio Grande Valley School Of Medicine cleared its first step toward accreditation. The school’s candidacy for accreditation was approved by the Liaison Committee on Medical Education. In April 2015, the Texas Higher Education Coordinating Board approved a Doctor of Medicine (M.D.) degree for the school. Medical education programs will be held at various sites throughout Cameron and Hidalgo counties, including the existing Regional Academic Health Center in Harlingen. Construction on a \$54 million Medical Education Building was completed over the summer in Hidalgo County. The medical school accepted its first charter class of 55 first year medical students in July 2016. This educational facility is a big step for the Valley and is projected to provide access to health care to one of the most medically underserved regions in the nation.

Space Exploration Technologies (Space X), a private space exploration company, broke ground on the construction site of a rocket launch pad and command center to be located east of Brownsville near Boca Chica Beach on the eastern end of Texas Highway 4, about 3 miles north of the Mexican border and 5 miles south of Port Isabel and South Padre Island. Space X is building the world’s first commercial, vertical and orbital rocket launch facility in Cameron County and is committed to have 12 commercial launches per year. SpaceX will bring in two ground station antennas to this site that will be used to track the Dragon spacecraft. This spacecraft will the transport mode carrying astronauts to and from the International Space Station. The Texas legislature approved legislative changes and incentives in support of SpaceX enhancing the development of the Texas site in Cameron County. Space X secured a \$15 million commitment from the state of Texas for infrastructure development. Federal Aviation Administration issued the Environmental Impact Statement paving the way for SpaceX at the Cameron County site. Selection of Cameron County as a launching site is an economic boon to the county as it will bring hundreds of jobs to the Lower Rio Grande Valley. SpaceX currently has \$3 billion in launch contracts. In February 2015, SpaceX announced its first confirmed launches of two satellites from the Brownsville site in 2017. Presently the site has two years of construction remaining and the first launch could be as early as 2018. The site selection of Cameron County will impact Cameron County economically by bringing in approximately 600 direct jobs, 400 indirect and induced jobs and an annual economic impact of \$70 million plus. Every launch is expected to draw 30,000 visitors to this region. Cameron County has begun paving a road that would stretch from Highway 4 to the main entrance of the command center.

UTRGV is home to STARGATE, the first of its kind as a space exploration research center. The STARGATE facility will be located adjacent to SpaceX and the launch command center will be available for usage by STARGATE students and faculty researchers for training, technology development and scientific research. STARGATE has received funding from Texas Emerging Technology Fund and the University of Texas System and with the arrival of SpaceX – it will thrust UTRGV to the leading edge of astrophysics. STARGATE is a

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collaboration of SpaceX and the Center for Advanced Radio Astronomy. Faculty and students of UTRGV will be exposed to real space launches and research offering endless possibilities.

History was made in South Texas with the arrival of Interstate 69 (I69) in July 2013. The designation of 67 new interstate miles in South Texas signals the economic growth, mobility and international trade in our booming South Texas region. The Texas Department of Transportation officially designated 67 miles of regional roadways as part of the new Interstate 69. US77 through Cameron and Willacy counties were designated I-69E and 13 miles of US281 in Pharr and Edinburg were designated I-69C. Through development on existing roadways, I69 will eventually become part of a 1,600 mile long highway stretching from Michigan to Texas. Plans are for I69 to follow the existing roadways of US 59, US 77, US 84 and US 281. Rio Grande Valley has continued to grow through the last three decades and this designation is an additional step toward safely mobilizing the growing population and nurturing the economic prosperity of this South Texas region for international trade. With more than 1 million residents living in South Texas and expanding every day, this I-69 corridor will accommodate the region's growing population.

Mexico has completed construction of the Mazatlan-Matamoros corridor, a 1,242 kilometer project, which provides a direct links between Mexico's western growing regions and South Texas. This superhighway connects Mexico's Pacific coast to the Gulf Coast region and is part of a comprehensive national infrastructure plan in Mexico. It serves to accelerate Mexican produce trucks entering the United States for quicker access to East Coast markets. Usage of this highway saves about six hours travel time for Mexican trucks. This highway has spurred construction of an overhead highway just south of Brownsville on the Mexican side giving commercial traffic a route that avoids traffic jams in the center of Brownsville's sister city, Matamoros, Mexico. On the U.S. side, completion of I-69 to the Valley will provide the necessary infrastructure necessary for commercial traffic. Discussions are ongoing between the regions to facilitate the usage of cold storage facilities to accommodate this commodity.

SH550 Connector Project, the first tolled road in Cameron County, when completed will be a 10 mile long road with four lanes – two in each direction – with direct connectors to I-69. The direct connector to I-69, a \$47.9 million project with a mix of state, local and federal funding has been completed. Configuration for this Project consists of five segments, of which three have been completed. Texas Department of Transportation has designated the completed sections of SH550 from I69-E to State Highway 48 has been officially named I-169, making this segment a part of the federal interstate system. There are two portions of this 10 mile long toll road pending completion that are anticipated to be bid out in 2016. 550 GAP I Project will allow commercial and high speed traffic to bypass a local public school, power plant and Border Patrol facility. Final bid package has been submitted to TxDOT and advertisement date is anticipated to be early 2017. 550 GAP II Project is the final segment of this project and will be approximately three miles long. Estimated costs for this section are \$15 million and project is partially funded as of now, construction estimates are preliminarily set for 2018. This tolled road is a boost to the economy as it will facilitate an industrial corridor along the route to the Port of Brownsville, a direct connection to deep sea transport. The Port of Brownsville has recently completed a new entrance to the Port at the intersection of SH550 and SH48. This entrance is the primary vehicular gateway to the Port of Brownsville and is a direct connector for commercial traffic to and from the Port to I-69. The Port of Brownsville is a leading in-transit port and major importer of steel in the United States.

MAJOR INITIATIVES & SIGNIFICANT EVENTS

The County continues to employ sound fiscal management over the public resources provided. Invested funds were fully collateralized in compliance with Texas Local Government Code 2256. Based upon this continued sound fiscal management and other underlying financial conditions, the County's debt issues have a strong financial rating. The county's tax supported debt ratings were upgraded from "A1" to "Aa3" by Moody's Investors Service. This upgrade is reflective of the positive financial performance and the continued buildup of fund balance. Standard & Poors ratings were affirmed "A+", however outlook was upgraded to positive from stable. The County's ratings were affirmed "AA-" by Fitch with rating outlook of stable.

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Cameron County issued \$16,260,000 Certificates of Obligation, Series 2016A dated September 1, 2016 to pay for contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair and/or renovation of 1) Dancy Courthouse, including Terra Cotta; 2) Wells Fargo Building for County offices; 3) County IT Center relocation; 4) Vehicle Maintenance Building; 5) Precinct offices and warehouses; 6) Judicial and Administrative facilities renovation; 7) County Jail; 8) Darrell Hester Facility; 9) County buildings roof repair/replacement; 10) Rural street lights and to pay costs of issuance costs of Certificates. This issuance had a premium of \$2,403,962. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2036.

Cameron County issued \$21,160,000 Certificates of Obligation, Series 2016B dated September 1, 2016 for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair, and/or renovation of County Parks, including Isla Blanca Park, Andy Bowie Park, EK Atwood Park, Olmito Community Park and to pay costs of issuance of the Certificates. This is a debt obligation issued by Cameron County utilizing county long term borrowing power that will be paid by Cameron County Parks System, a business-type activity fund. This Obligation was issued by Cameron County and is listed as County debt and in the Enterprise Fund Debt Obligation as County Parks activity will fulfill this obligation. This issuance had a premium of \$3,390,116. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2036.

Cameron County entered into a commercial – improved property contract for the purchase of real property located on Levee Street in the city of Brownsville, the county seat, in January 2016. This property has existing multi-story building which will be used to house county departments with ample parking area. Funding for this purchase will be temporarily funded by County's General Fund; in addition a "Resolution Declaring Intention to Reimburse Certain Expenditures" was approved by Commissioners Court on January 26, 2016 as authorized by Chapter 21 of the Texas Government Code which will allow the County to use proceeds of obligation to reimburse itself for costs attributable to a "Project" paid incurred before the date of such obligations. Cameron County expects to incur debt in an aggregate amount not to exceed \$4,000,000 for the purpose of paying the costs for the acquisition of property and related improvements. Restructuring has commenced and some departments are expected to move into this building in 2017. This project is being funded by Certificates of Obligation, Series 2016A.

Preliminary design and site layouts for the County's four new precinct warehouses in addition to the new vehicle maintenance facility were approved in January 2017. Precinct #1 warehouse will be constructed on a 21 acre tract, Precinct #2 warehouse will be on 18 acre, part of an existing 47 acre tract, Pct #3 will be built on the existing 8 acre tract which will be shared with the Vehicle Maintenance facility and Pct #4 will be built on a 5 acre tract of land which was donated by a local family to Cameron County. This project will be funded by 2016 Certificates of Obligation. Construction is anticipated to begin this summer on some of these sites.

Cameron County entered into a Memorandum of Understanding with the Development Corporation of Harlingen, Inc., cities of Harlingen and San Benito for the construction of a cold storage facility for inspection of foreign produce at Free Trade Bridge. The Development Corporation of Harlingen will serve as the project manager and will oversee the construction in addition to securing proposals for operations and management of the cold storage facility. Construction costs are budgeted at \$536,487 and Cameron County will contribute 50% (\$268, 253) and cities of Harlingen and San Benito will each contribute 25% (\$134,122). By giving foreign commercial trucks the ability to store their cargo in this facility, it's expected to boost commercial traffic/tolls for this bridge that has historically lagged behind in comparison to other bridges.

In November 2016, Cameron County Commissioners Court voted to grant a "Freeport Tax" exemption on warehoused inventory effective 2018. This exemption has been long sought after by municipalities, economic development corporations and businesses. Cameron County now joins its neighboring county, (Hidalgo) as a triple freeport exemption county. Cameron County's tax rate is lower than Hidalgo County's; giving Cameron County an edge to attract new businesses and industries. Expectations are that this exemption will spur new economic warehouse development and manufacturing, much like Hidalgo County has experienced. Freeport tax is paid by companies based on inventory that is warehoused in the County and generates annually about \$1.6

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million of tax revenue. With a 2018 effective date, this will allow the County to address this tax revenue reduction through the budget process.

Cameron County voted to place on the November 2016 election ballot some financing venue projects as allowed per Local Government Code, Chapter 334 to construct and improve county amenities and resources by undertaking and financing "venue" projects for recreational, cultural, civic and tourism purposes. This is a funding tool for counties and cities to develop certain legally defined venue projects per proposition which require voter approval. Proposition 1 project was a Sea and Air Amphitheater designed to accommodate visitors gathering to witness rocket launches across the ship channel at the Boca Chica SpaceX site or to enjoy musical or national entertainment concerts. Dolphin Cove located on the southernmost tip of South Padre Island will be the location site, cost is anticipated at \$1.5 million. This proposition was approved by voters in the November General Election.

Proposition 2 project is an ecological nature center to be built on a 23 acre site provided by the town of Laguna Vista which is just south of the Laguna Madre Bay and the Bahia Grande wetlands. This area is home to ocelots (endangered species), plants and marine life not found elsewhere. The nature center would feature wildlife exhibits informing visitors about the natural beauty of the region and visitors information about the coastal area. Projected costs for this nature center are preliminarily about \$10 million. This proposition was approved by voters in the November General Election.

On December 29th, 2015 Cameron County entered into an interlocal agreement with Cameron County Regional Mobility Authority (CCRMA) to participate in Transportation Reinvestment Zone #6. This zone establishes a "County-Wide Transportation Reinvestment Zone" projected to support \$1.6 billion in transportation projects that will promote safety, support development and facilitate the movement of traffic throughout Cameron County. The Tax Increment Base year is all real property in the County as of January 1, 2015 and the maximum transfer amount is the cumulative total of \$1,625,954,462. Cameron County's participation will be 25% of the Tax Increment excluding amounts levied and collected for Interest and Sinking Funds and commitments of existing TIRZ agreements. The termination date of the Zone is whichever of the following events occurs first: A) date upon which all outstanding Project Obligations have been satisfied and no additional Project Obligations are anticipated; B) the Maximum Transfer Amount has been paid (\$1,625,954,462); C) December 29, 2055, unless such date is extended by agreement of parties.

In December 2016, Cameron County issued Cameron County Revenue and Tax Refunding Bonds, Series 2016 (State Highway 550 Project), \$15,215,000 to refund and restructure certain of the Prior Bonds, for debt service and cash flow savings and the for the payment of costs of issuance related to the Bonds. Prior Bonds issued by Cameron County to finance the State Highway 550 Project were \$40,000,000 Revenue and Tax Bonds, Series 2012; \$5,000,000 Revenue and Tax Bonds, Series 2014; and \$4,500,000 Revenue and Tax Bonds Series 2015. State Highway 550 Project is a toll project administered by Cameron County Regional Mobility Authority (CCRMA), a component unit of Cameron County. As part of the 550 Agreement and as security for the repayment of this Project Funding, CCRMA is obligated to repay the Project Funding debt issuances at the stated rates of interest the County would pay on the Bonds and the Prior Bonds. Bonds Series 2016 have maturity dates of February 2035 to 2042 and carry interest rates of 3.75% to 5% payable every February and August.

Cameron County issued \$8,435,000 Limited Tax Refunding Bonds Series 2014 dated October 15, 2014 for the purpose of refunding outstanding obligations of the County, for debt service savings and to pay costs of issuance of the Bonds. Refunded outstanding obligations were Certificates of Obligation Series 2005 \$590,000, Limited Tax Refunding Bonds, Series 2005 \$8,075,000 and Unlimited Tax Road Bonds, Series 2005 \$425,000. The 2014 Refunded Bonds carried an initial principal amount of \$9,090,000 but were sold at a net premium amount of \$921,295. Cameron County's Issuer contribution was \$128,924 and after paying issuance cost, underwriter's fees and escrow agent fees, the net proceeds were \$9,304,497. Net present value savings of \$711,199 were realized as a result of this Refunding.

The net proceeds from the issuance of the Limited Tax Refunding Bonds, Series 2014 have been deposited into the "Escrow Fund", as defined in the Escrow Agreement between the Issuer and and Escrow Agent. Investments are authorized for purchase of obligations of the United States and obligations of agencies or instrumentalities of

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the United States. By the deposit of the Federal Securities and cash with Escrow Agent pursuant to Escrow Agreement, the Refunded Obligations are deemed to be paid in full and considered as a defeasance in accordance with law.

On March 3, 2015 Cameron County issued \$18,100,000 Limited Tax Refunding Bonds, Series 2015 for the purpose of refunding certain obligations of the county. Obligations refunded were Unlimited Tax Road Bonds, Series 2005 \$525,000, Certificates of Obligation, Series 2007 \$5,645,000, Certificates of Obligations, Series 2008 \$10,490,000 and Unlimited Tax Road Bonds, Series 2008 \$1,675,000 with interest rates ranging from 3.00% to 5.00%. The initial 2015 Refunded Bonds carried an initial principal amount of \$18,335,000 but were sold at a premium amount of \$2,338,519. County's contribution of \$177,529 and issuance costs, paying and escrow agent fees accounted for a total of \$20,332,410 being deposited with Escrow Agent into the Escrow Fund in accordance with Escrow Agreement. Net present value savings of \$1,587,781 were realized as a result of this Refunding.

Cameron County has issued Certificates of Obligation Series 2014, \$16,350,000 in March 2014 for the purpose of providing funding for the design, planning, acquisition, construction, equipping, expansion, repair, renovation and/or rehabilitation of public property in the County. Funded projects as listed on the issuance are 1) improvements to the Dancy Courthouse including roofing, windows, and terra cotta; 2) improvements and courtrooms at the Carrizalez Rucker Detention Center; 3) improvements to the judicial courthouse including elevators; improvement and rehabilitation of the Sheriff Building, and the BISD building; 4) improvements to the existing or construction of a new County Animal Shelter; 5) replacement of Old County Jail cell doors; and 6) improvements to the San Benito County annex including roofing and improvements of County roads.

CCRMA – COMPONENT UNIT OF CAMERON COUNTY

On February 26, 2015, Cameron County Commissioners Court adopted a "CERTIFICATE FOR ORDER" authorizing the issuance of "Cameron County, Texas Revenue and Tax Bonds, Series 2015 (State Highway 550 Project)", levying an annual ad valorem tax; entering into a second amendment to Trust Agreement, second amendment to SH550 Funding and Development Agreement, and Bond Purchase Agreement; delegating authority to approve terms; and other matters related thereto. On April 1, 2015, Cameron County issued \$4,500,000 Cameron County, Texas Revenue and Tax Bonds, Series 2015 (State Highway 550 Project) as completion obligations for the payment of obligations to be incurred in connection with the final design, planning, construction, and equipping of the SH550 Direct Connector Transportation Project and to pay costs of issuance. These Bonds are parity obligations with the County's outstanding \$40,000,000 "Revenue and Tax Bonds, Series 2012 (State Highway 550 Project) and the County's \$5,000,000 outstanding "Revenue and Tax Bonds, Series 2014 (State Highway 550 Project) together with the 2012 Bonds (the "Prior Bonds"). This project will be designed, constructed, operated and maintained by CCRMA. CCRMA has pledged and assigned to the County certain toll revenues to be derived from the Project, Pass Through Payments and a subordinated pledge of Vehicle Fee Revenues for the payment of the bonds.

Concurrently, Cameron County has issued Cameron County, Revenue and Tax Bonds, Series 2014 (State Highway 550 Project), \$5,000,000 in March 2014 for Cameron County Regional Mobility Authority (CCRMA), a component unit of Cameron County. Cameron County has entered into an agreement "550 Agreement" with CCRMA in which CCRMA pledged and assigned to the County certain toll revenues to be derived from the Project, Pass-Through Payments, and a subordinated pledge of Vehicle Fee Revenues for the payment of the Bonds. These Bonds are issued as Completion Obligations for the purpose of the payment of costs to be incurred in connection with the final design, planning, construction and equipping of the SH550 Direct Connector Transportation Project. This project will be designed, constructed, operated, and maintained by the CCRMA. These Bonds are parity obligations with the County's \$40,000,000 outstanding (Revenue and Tax Bonds, Series 2012 (State Highway 550 Project)) (the "2012 Bonds").

Cameron County reports CCRMA as a component unit. On August 8, 2012, Cameron County issued \$40,000,000 Revenue and Tax Bonds, Series 2012 (State Highway 550 Project) to provide funding for this CCRMA "State Highway 550 Project." This "Project" is the construction of the SH550 Direct Connector Ramps

and associated roadway from U.S.77/83 at SH550 to 2,800 feet east of Old Alice Road. This "Project" will include a westbound direct connector ramp from SH50 to northbound U.S.77/83 and a southbound direct connector ramp from U.S. 77/83 to eastbound SH550. CCRMA will be the owner of the "Project" and will be responsible for the maintenance of the "Project." CCRMA, per the "550 Agreement", is obligated to repay the funding together with interest on the unpaid principal balance of the Project funding at the same stated rates of interest the county will pay on the Bonds. Completion date for this project is 2014.

COUNTY CAPITAL PROJECTS

The County has a number of capital projects either in the planning phase, land acquisition phase, or construction phase. They are as follows:

- Cameron County issued Certificates of Obligation Series 2014, \$16,500,000 for a number of county-wide capital improvement projects. Projects funded through this issuance were improvements to the Dancy Courthouse Building, courtroom improvements at Carrizalez Rucker Detention Facility, Judicial Courthouse Elevator improvements, improvements to Sheriff's Office, BISD buildings, jail cell door replacement, roofing improvements to San Benito Annex, animal shelter improvement and County road improvements. Project status is as follows:
 - Jail Cell door replacement is complete at a cost of \$1.4 million
 - Judicial elevator improvements/construction has been completed, \$1.1 million
 - Sheriff building improvements are complete pending furniture delivery, \$1.2 million
 - Magistrate courtroom construction is complete pending furniture delivery, \$.6 million
 - Dancy Building window restoration is complete, \$2.0 million
 - Judicial Courthouse improvements are ongoing
 - Animal shelter and roofing renovation have commenced
 - Road projects are ongoing
- Cameron County issued Certificates of Obligation Series 2011, \$23,570,000 for a number of county-wide capital improvement projects. Projects funded through this issuance were road construction projects for Primera Road, US 77 Parallel Corridor, San Jose Ranch Road, Old Alice Road, Vermillion Road; Odyssey Judicial Software System completion; Judicial and Dancy Courthouse improvements; Jail Detention Facilities and Sheriff's Office improvements; International Bridge construction and repairs; community social centers building and improvements; and Los Fresnos Annex buildings. Project status are as follow:
 - Construction of road improvements \$10,000,000 to Primera Road, San Jose Ranch Road and Vermillion Road. Presently county funding progress is complete on Primera Road and Vermillion Road. Bridge span work is complete is complete on San Jose Road and road work is pending.
 - \$2,000,000 for Judicial Software project completion which is now in Phase III is now complete.
 - \$7,070,000 for county annex buildings, property acquisition, renovations of public property which are approximately 94% complete, pending are repairs to Lucio Clinic.
 - International Toll Bridge improvements \$4,500,000: the expansion project is complete, toll booth renovations are complete, awning construction at Gateway Bridge is 80% complete. Two metal clad maintenance buildings have been purchased for the Bridge System for the storage of maintenance equipment needed at Veterans and Free Trade Bridge.
- SH 32East Loop Road in Brownsville will improve access for international commercial traffic between the Port of Brownsville and Veterans Bridge at Los Tomates. It will enhance connectivity to US 77/83/169 E and reduce the short term need for an additional international bridge crossing, eliminate hazardous and overweight commercial traffic from six public schools, improve air quality and quality of life for residents, relieve congestion, improve safety and provide greater access to Port Isabel and South Padre Island. This

road also serves as an excellent connector to Gateway Bridge and Veterans International Bridge. This project is a collaborative effort between Texas Department of Transportation, the City of Brownsville, Port of Brownsville, Cameron County and the Cameron County Regional Mobility Authority, all working on expanding East Loop from Veterans International Bridge to the Port of Brownsville. Due to changes required by TxDOT Environmental Division in the Environmental Assessment document, a combined environmental assessment will be required along with re-procurement of engineering services, procurement has been delayed until 2017. This is a unique project in that a portion of the International Boundary and Water Commission levee will have to be relocated as well as a portion of the DHS border wall. This new corridor will also serve as the overweight corridor connecting the Veterans International Bridge to the Port of Brownsville and will connect with SH550 for direct access to U.S. 77/83/I69-E.

- Flor de Mayo is the project name for the County's future international toll bridge to be located in west Brownsville at the southernmost section of FM 3248. The engineering phase will most likely commence within the next four to six years. Land acquisition for this project has been completed. The County has entered into a proposal to have a feasibility study done for the Flor de Mayo International Bridge. Cameron County has acquired the necessary right of way for the General Services Administration as well.

PROGRAM INITIATIVES

- In 2004 the county created a Regional Mobility Authority to improve the county's access to state highway construction funds. A Regional Mobility Authority (RMA) is a political subdivision formed by one or more counties to finance, acquire, design, construct, operate, maintain, expand or extend transportation projects. Projects may be tolled or non-tolled. The authority allows the county to create toll roads, or develop other funding mechanisms to accelerate the development and construction of major transportation projects that could potentially take years for the Texas Department of Transportation to finance and build. The authority has the ability to generate revenue for additional transportation projects, provide local government more control in transportation planning, help build transportation projects sooner, reduce congestion relief faster and improve mobility and increase safety for motorists. The South Padre Island 2nd. Access (Project) will provide a second access route to and from South Padre Island. This Project is a partnership between RMA, TxDOT and Federal Highway Administration that will provide infrastructure needed to alleviate traffic congestion and improve safety. This Project will include the mainland roadway, the Laguna Madre crossing bridge and the island roadway. The total length of the Project will be about 17.6 miles and will have 8 miles of tolled roadway; construction is expected to begin in 2017 or 2018. In addition, utilizing a \$36.4 million obligation of funds from the American Recovery and Reinvestment Act, the authority has completed construction of the SH550 (Port Spur) toll road facility, Cameron County's first toll project, as of September 2015 total costs of \$71.7 Million were capitalized by CCRMA.
- Another RMA project is the Outer Parkway, a 15 mile span road project that will begin north of Harlingen and connect I69-E to the entrance of the 2nd Access. Cameron County RMA and Hidalgo County RMA have joined in a collaborative effort supporting mobility for the 2nd Access Project by developing expansion to the east-west corridor in the northern part of the Valley. This proposed infrastructure improvement would link Hidalgo I-69 East and provide a quicker more direct route to South Padre Island. Tentative plans call for these major projects to be finished simultaneously. Environmental assessment is scheduled to begin in 2017.
- West Rail Project - Cameron County, the City of Brownsville, TxDOT, U.S. TxDOT and the Union Pacific railroad combined their resources to relocate an existing railroad line traversing the downtown area of Brownsville and Matamoros to a more rural location west of both cities. This involved the relocation and construction of a new rail bridge. The relocation of this rail eliminated 17 rail crossings at major thoroughfares. Goal of this project were to enhance auto-train safety, alleviate traffic congestion in

Brownsville, and improve the ability of Union Pacific to cross a greater number of railcars into Mexico without any problems. This 8-mile rail line connects a rural part of Cameron County and the Tamaulipas state of Mexico. The costs of the project on the United States side were projected to cost \$33.0 million, and approximately \$40.0 million on the Mexican side. Groundbreaking was held on December 17, 2010 and construction was completed as of FY15. The center span crossing the international boundary was installed on September 2012. This is the first International Rail Bridge built between the United States and Mexico in over 100 years. Commercial rail traffic started using this crossing as of August 7, 2015 bringing an end to traffic headaches that plagued the cities of Brownsville and Matamoros for more than a century. The West Rail Project provides a valuable link to export/import traffic and brings tremendous growth opportunities for suppliers, consumers as well as national and international markets. A few items are pending closeout on this project.

- Cameron County received \$7.6 million of funding through Community Development Block Grant disaster recovery grant agreement, Round 2 providing financial assistance to facilitate disaster recovery, restoration and economic revitalization and to affirmatively further fair housing in areas affected by Hurricanes Dolly and Ike. During these hurricanes drainage system infrastructure was unable to convey the amount of rain received, thus causing the failure of these systems. Phase 1 of this Recovery Funding Projects of \$10.8Million was completed in fiscal year 2014. Projects were funded through Cameron County as the Grantee to oversee all of these recovery projects. Funded projects under this initiative provide for the construction of two drainage improvement projects in Cameron County Irrigation District #3. These projects are to be finished by December 2016; however an extension has been granted until 2018.

FINANCIAL INFORMATION

Accounting System, Internal Controls, and Budgetary Control

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that the costs of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Budgetary control is exercised over the operating departments of the County. After adoption of the budget by the Commissioners' Court, the County Auditor is responsible for ensuring expenditures are made in compliance with the budgeted appropriations. The level of budgetary control is at the line item level within the Organization (department) within the individual funds. Commissioners' Court may transfer available funds between various line items and between various organizational classifications; however, neither transfer may increase the total appropriation of a fund. Commissioners' Court may adopt supplemental budgets for the limited purposes of spending grant or aid money or for capital projects through the issuance of bonds. Purchase orders and contracts are not valid until the County Auditor certifies the availability of funds for payment of the obligation. Encumbrance accounting is utilized where purchase orders, contracts, or other commitments are recorded in order to reserve a portion of the appropriation for these commitments. Outstanding encumbrances at fiscal year end are not recorded as expenditures or liabilities of the fund. Encumbrances for ongoing capital projects are reserved in the fund balance at fiscal year end.

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The combined revenues of Cameron County and its component units, is \$192,561,144. Revenues are generated from the levy of property tax, investment earnings, intergovernmental transfers, grants and programs, charges for services rendered, internal service charges, and from business-type activities. The County and its related entities expended \$225,506,824 in providing for operations. Transfers between the funds and business-type activities totaled \$8,797,679. Capital borrowing proceeds provided from non-operating resources were \$18,565,752 and gain on sale of assets of \$184,157. General Debt Service payments total \$12,250,780 and Capital Construction Outlay expenditures were \$12,122,764. The combined fund balance for government-type funds and net assets for business-type funds and the related entities total \$137,315,261 a decrease of \$13,522,039 over the previous year-end due to component unit of CCRMA increased project completions and governmental operations.

The 2001 Texas Legislature, under H.B. 2869 approved by the 2001 Legislature, created the Texas County Financial Data Advisory Committee (FDAC), which was asked to "develop and recommend . . . a voluntary uniform chart of accounts for counties." The goal of this reporting is to present county financial information in a manner that allows each county's information to be compared to other counties across the state. The following table is presented in a format that represents the Uniform Chart of Accounts for Texas Counties adopted by the Texas County Financial Data Advisory Committee:

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Fiscal Year 2016
CAMERON COUNTY, TEXAS*
A Summary Report of Cameron County,
*and the Cameron County Regional Mobility Authority, Cameron County Health Care Funding District and
the Cameron County Emergency Services Districts, Discretely Presented Component Units*

	<u>Amount</u>	<u>% Budget</u>	<u>Per Capita</u>	<u>% Assessed Val.</u>
Revenues				
Property Taxes, ad valorem	\$ 69,683,512	36.19%	\$165.07	0.44%
Licenses and Permits	4,219,252	2.19%	9.99	0.02%
Fees, Fines and Forfeitures	5,419,667	2.81%	12.84	0.03%
Charges for Current Services	49,060,826	25.48%	116.21	0.31%
Intergovernmental	32,693,446	16.98%	77.44	0.21%
Misc.	18,286,036	9.50%	43.32	0.12%
Insurance Premiums – Employee Health	13,198,405	6.85%	31.27	0.08%
Total Revenues	\$ 192,561,144	100.00%	\$456.14	1.21%
Expenditures				
General Government	\$ 34,010,488	16.88%	\$80.56	0.21%
Justice System	18,004,590	8.94%	42.65	0.11%
Public Safety	23,276,722	11.56%	55.14	0.15%
Corrections and Rehabilitation	34,174,695	16.97%	80.95	0.22%
Health and Human Services	56,541,971	28.07%	133.94	0.36%
Infrastructure & Environment Services	27,796,372	13.80%	65.84	0.18%
Community & Economic Development	7,621,994	3.78%	18.05	0.04%
Total Expenses	\$ 201,426,832	100.00%	477.13	1.27%
Net Revenues Over (Under) Expenditures	(8,865,688)			
Other Financial Transactions:				
Capital Borrowing Proceeds net	18,565,752			
Debt Service Payments	(12,250,780)			
Gain on Sale of Assets	184,157			
Capital Outlay	(12,122,764)			
Total Sources over (under) Uses	\$ (14,489,323)			

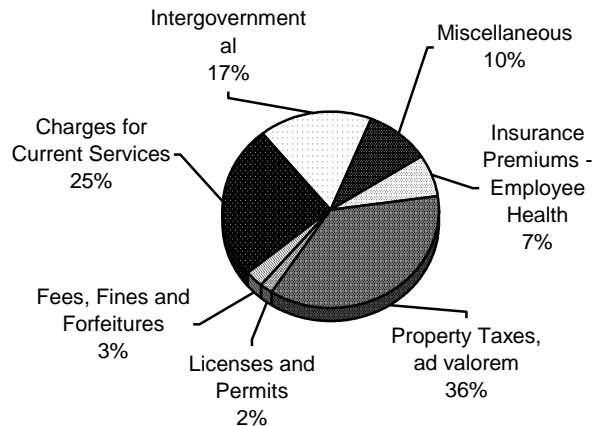
Total Population	422,156
Taxable Assessed Value	\$15,805,391,942
Property Tax Rate**	0.3992
Upland Area (Square Miles)	906

* Cameron County Government and Discretely Presented Component Units

** Property Tax Rate levied on a per \$100 valuation for Fiscal Year 2016

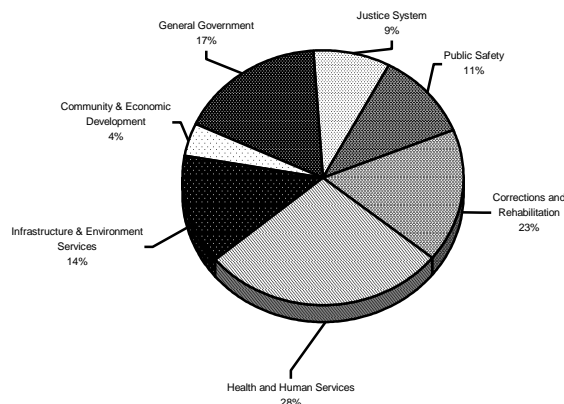
(Based upon the Governmental Funds, Business-type Funds, and Internal Service Fund)

County Revenues & Sources - 2016



County revenues are fairly balanced with no one source providing over half of the government's funding. The County is also recipient of a number Special Revenue Programs such as Women, Infants & Children, health block grants, community development grants, wastewater and paving projects, as well as many law enforcement programs that address the special concerns that our proximity to the United States border presents. Also because of our proximity to Mexico and to the Gulf of Mexico, the County receives a large share of charges for service relating to the south-bound crossings through the County's International Toll Bridges and vacationers visiting the County's parks located on South Padre Island.

County Expenses - 2016



The County Park System and the International Toll Bridge System are both operated as business activities. The Park System is reported in the Community & Economic category and the Toll Bridge System is included in the Infrastructure & Environment category. To obtain the type of services that fall within each category, please visit the State of Texas Comptroller's website at "<http://www.window.state.tx.us/lga/chart/foreword.html>."

OPERATING FUND BALANCE RESERVES / WORKING CAPITAL TARGET

The County's reserve target is sufficient funds available for 90 days of normal operations. Under the continued diligence of commissioner's court, General Fund has exceeded the 90 days reserve in FY2016 by 28 days. The table below reflects the fund balances for the County's primary activities:

Fund Balance ⁽¹⁾	Reserve Days of Operation ⁽³⁾					
	FYE 16	FYE 15	FYE 14	FYE 16	FYE 15	FYE 14
General Fund	\$26,520,071	\$24,552,371	\$20,802,646	118	110	98
Road & Bridge Fund	\$ 7,873,528	\$ 6,026,220	\$ 7,393,277	234	187	255
Working Capital ⁽²⁾						
Internat'l Toll Bridge System	\$ 7,587,630	\$ 7,147,117	\$ 6,617,970	339	345	366
County Park System	\$ 3,763,477	\$ 4,803,556	\$ 4,932,591	169	224	253

Notes:

1. Fund balance reflects the fund's Reserved and Unreserved Fund Balance.
2. Working Capital is the Unrestricted Current Assets minus the Unrestricted Current Liabilities.
3. Assumes a 24 hour/ 7 Days a week operation such as exists in the County Park system, the International Toll Bridges, the County Sheriff's Department and the County Jail. *(Operating expenses including depreciation, interest expense and current debt maturities)*

INVESTMENT POLICY

The County's investment policy goal is to provide for an effective cash management program to include accurate cash projections, expeditious collection of revenue, control of disbursements, cost-effective banking relations and a short-term borrowing program, when needed. The "prudent person" concept is utilized in managing the portfolio for the County. The objectives of the County's investment programs are as follows:

- Safety: Protection of the principal is a foremost objective.
- Liquidity: Investment decisions are based upon meeting the cash requirements of the County.
- Low Risk: Investment decisions should not place unreasonable investment risk on the County in order to enhance investment income.
- Diversification: Through the control of maturities and types of investment, the portfolio is diversified thus lessening the overall risk of the portfolio.

Distribution of County Investible Funds:

Demand and Time Deposit Accounts	99.9%
Investment Pools	>0.1%

During Fiscal Year 2003, the Commissioners' Court amended its investment policy to include Stand-by Letters of Credit as sufficient credit-worthiness to serve as collateral for depository balances. Previously, the Commissioners' Court restricted collateral to instruments backed by the full faith and credit of the United States Government. September 30, 2016 total funds of the County \$114,145,913⁸ were with the County's depository of record. While these investments were not diversified, they were collateralized at 120.0 with a stand-by letter of credit with the Federal Home Loan Mortgage Bank Atlanta.

RISK MANAGEMENT

The County is exposed to various risks of loss relating to general liability, the accidental risk of loss of real and personal property, damage to County assets, errors and omissions, and personal risks which relate to workers' compensation. The County implements a number of risk strategies such as participating in risk

⁸ Compass Bank-Texas, "Monthly Depository Securities Pledged Report," 10/3/2016 (Cameron County)

pools, purchasing commercial insurance, self-insurance with specific and aggregate stop-loss insurance, and full self insurance to manage those listed risks. Amounts of coverage for these types of risk have not been subject to a significant reduction in the current year. The County Auditor's Office and the Human Resources Departments provide assistance to the Commissioners' Court in assessing the County's exposure to risk and helping them obtain coverage against that risk.

The County minimizes its risk related to worker's compensation claims by providing for these costs through a self-funded county fund that is administered by the Texas Association of Counties (TAC). Claims services are provided by TAC. Interfund premiums for workers' compensation are determined by position class code, at actuarially determined rates. The County is also a member of the TAC risk pool for automobile and general liability. As a member of the pool, the County incurs a liability only if the pool's operations become insolvent. The property and casualty insurance covers buildings, structures, and personal property, including coverage extensions for earth movement, flood, accounts receivable, valuable records, demolition, increased costs of construction, transit, business interruption, mobile equipment, builder's risk, and loss of rents. The County purchases flood insurance through N.F.I.P. The County also insures the international toll bridge structures and revenues to cover the risk of interruption of service. Cameron County has a Limited Risk Management Program for health and life benefits provided to County employees. Premiums are paid into an internal service fund (Health and Life Benefits Fund) by all other funds and are available to pay claims, administrative costs, and claims' reserves. Administrative costs include the cost of individual stop loss insurance (\$200,000 per insured) and aggregate stop loss insurance. The County contracts with a Third Party Administrator (TPA) to administer the payment claims and implement a claims management program.

INDEPENDENT AUDIT

In accordance with state statutes, an annual audit for the fiscal year was conducted on the financial records of the County, the Cameron County Regional Mobility Authority (CCRMA) and the Cameron County Emergency Services District (ESD). Being a recipient of federal and state financial assistance, the county is required to have a Single Audit. The audits of the County, the CCRMA and the E.S.D. were conducted by Carr, Riggs & Ingram, LLC. Opinions rendered by Carr, Riggs & Ingram, LLC are included in the appropriate reports.

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 Cameron County for its comprehensive annual financial report for the year ended September 30, 2015. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government finance reports. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet to the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The timeliness of this report could not have been achieved without the dedicated efforts of the County Auditor's staff, and the professional services provided by our independent auditors, Long Chilton, LLP. We also wish to express our thanks to the Commissioners' Court and the District Judges for their interest and support in planning and conducting the financial affairs of the County in a responsible and professional manner.



Martha Galarza,
County Auditor



Government Finance Officers Association

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

Presented to

**Cameron County
Texas**

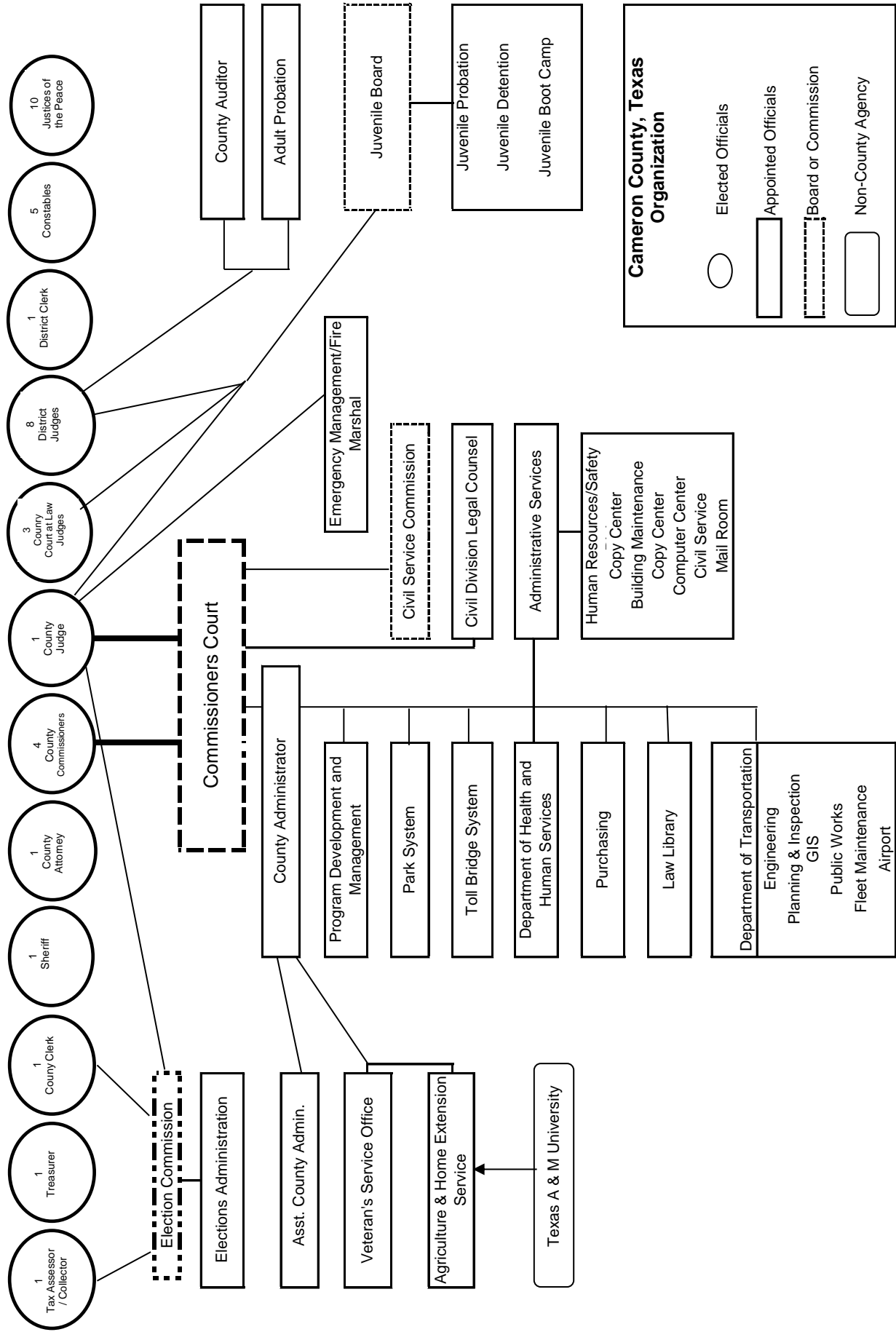
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015



Executive Director/CEO

CAMERON COUNTY GOVERNMENT



CAMERON COUNTY, TEXAS
ELECTED OFFICIALS
SEPTEMBER 30, 2016

Pete Sepulveda, Jr.
Sophia C. Benavides
Alex Dominguez
David A. Garza
Gustavo C. Ruiz
Arturo C. Nelson
Benjamin Euresti, Jr.
Juan A. Magallanes
Janet Leal
Migdalia Lopez
Elia Cornejo-Lopez
David Sanchez
Rene E. De Coss
Arturo A. McDonald, Jr.
Laura L. Betancourt
David Gonzales, III
Benito Ochoa
Linda Salazar
Jonathan Gracia
Mary Esther Sorola
Guadalupe "Lupe" Ayala
David Garza
Juan Mendoza
Sallie Gonzalez
Eloy Cano, Jr.
Mike Trejo
Pete Delgadillo
Abelardo Gomez, Jr.
Roel Cavazos
Merced Burnias
Isidro Delgado
Luis Saenz
Sylvia Garza Perez
Antonio Yzaguirre, Jr.
David Betancourt
Eric Garza
Omar Lucio

County Judge
Commissioner, Precinct 1
Commissioner, Precinct 2
Commissioner, Precinct 3
Commissioner, Precinct 4
Judge, 138th Judicial District
Judge, 107th Judicial District
Judge, 357th Judicial District
Judge, 103rd Judicial District
Judge, 197th Judicial District
Judge, 404th Judicial District
Judge, 444th Judicial District
Judge, 445th Judicial District
Judge, County Court at Law No. 1
Judge, County Court at Law No. 2
Judge, County Court at Law No. 3
Justice of the Peace, Precinct 1
Justice of the Peace, Precinct 2-1
Justice of the Peace, Precinct 2-2
Justice of the Peace, Precinct 2-3
Justice of the Peace, Precinct 3-1
Justice of the Peace, Precinct 3-2
Justice of the Peace, Precinct 4
Justice of the Peace, Precinct 5-1
Justice of the Peace, Precinct 5-2
Justice of the Peace, Precinct 5-3
Constable, Precinct 1
Constable, Precinct 2
Constable, Precinct 3
Constable, Precinct 4
Constable, Precinct 5
County Attorney
County Clerk
Tax Assessor-Collector
County Treasurer
District Clerk
County Sheriff

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

The Honorable County Judge
and Commissioners' Court
Cameron County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cameron County, Texas (County) as of and for the year ended September 30, 2016, and the related notes to the financial statements which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 25 through 38 and schedule of funding progress – OPEB, schedule of changes in net pension liability and related ratios, schedule of employer contributions, schedules of revenues, expenditures, and changes in fund balance-budget to actual, on pages 106 through 111 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements. The introductory section, combining and individual non-major fund financial statements, the budget and actual schedules, capital assets used in the operations of governmental funds and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Texas Single Audit Circular, and is also not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, capital assets used in the operations of governmental funds, the schedules of expenditures of federal and state awards, and budget and actual schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the budget and actual schedules, capital assets used in the operations of governmental funds, and the schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Brownsville, Texas

March 28, 2017



CAMERON COUNTY, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion and analysis of the County of Cameron's (County) financial performance provides an overview of the County's financial activities for the fiscal year ended September 30, 2016. The MD&A should be read in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

The assets and deferred outflows of the County's Governmental activities exceeded liabilities and deferred inflows at the close of the FY2016 and FY2015 by \$174,085,001 and \$175,394,184 before the prior period adjustment of \$691,897 (*net position*), respectfully. Of this amount, \$21,417,422 is restricted for specific purposes; the largest restriction is 60%, or \$12,789,478, for operating reserve and construction. As required by GASB 34, net position also reflects \$160,249,902 that is net investment in capital assets. With the presentation of the investment in capital assets, unrestricted net assets are (\$7,582,323).

In contrast to the government-wide statements, the fund statements of the governmental funds report a combined fund balance at year-end of \$78,178,441 of which \$22,806,356 or 29.17% represent unassigned fund balances. The more significant components of unassigned fund balance are maintained in the General Fund as unassigned reserves; emergency reserves and committed funds for indigent defense and capital projects; Special Revenue fund balances are restricted by external funding obligations, 2016 Certificates of Obligation for capital improvements and in the Road and Bridge fund for road improvements throughout the County.

The general fund unassigned fund balance of \$22,806,356 equals 27.95% of total general fund expenditures. The County's budgetary fund balance target is 24.66%; this fund balance target has been exceeded for the past 4 fiscal years.

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 comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements.

The 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 private sector business. They present the financial picture of the County from an economic resources measurement focus using the accrual basis of accounting. These statements include all assets of the County (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain eliminations have occurred as prescribed by GASB Statement No. 34 in regards to interfund activity, payable and receivables.

The *statement of net position* presents information on all the County's assets and liabilities, with the difference between the two reported as *total net position*. Increases or decreases in net position contrasted with budgetary decisions should 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 net assets changed during the most recent fiscal year using full accrual basis of accounting. All changes in net assets are reported as soon as 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 result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other business functions that are intended to recover all or a significant portion of their costs through user fees and charges. The

governmental activities of the County include general government, public safety, highways and streets, public welfare, health, judicial, and libraries.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated from 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 governmental-wide financial statements. Unlike the government-wide financial statements, however, governmental funds financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

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

The County maintains forty-one individual governmental funds (excluding fiduciary funds) 34 special revenue funds, 3 capital project funds, 2 debt service funds and the 1 General Fund. Information is presented separately in the governmental fund balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund, the Road and Bridge Fund and the 2016 Certificates of Obligation Fund which are classified as major funds. Data from the other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget as a management control device during the year for the General Fund and for all Special Revenue Funds. A budgetary comparison schedule (original versus final) has been provided for the General Fund and Road and Bridge Fund to demonstrate compliance with budget.

Proprietary fund. *Proprietary funds* provide the same type of information as the government-wide financial statements, only in more detail. The Internal Service Fund (a component of proprietary funds) is used to report activities that provide supplies and services for other programs and activities-such as the County's self-insurance program and employee benefits trust. Because these services predominantly benefit governmental rather than business-type functions, the Internal Service Fund is reported with *governmental activities* in the government-wide financial statements.

Fiduciary funds. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. The County's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. These activities are excluded from the County's other financial statements since the County cannot use these assets to finance its operations. The accounting used for fiduciary funds is much like that used for proprietary funds. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the basic 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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's general fund and major special revenue budgetary schedules. A budgetary comparison schedule, which includes the original and final amended budget and actual figures, has been provided to demonstrate compliance with this budget.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Of the County's governmental activities total assets and deferred outflow of resources of \$338,428,980 the largest components are: 1) cash and investments of \$85,731,574 or 25.3%; 2) receivables which largely represent the deferred taxes for FY 2016 of \$6,874,879 (net of allowance) or 2.13%, accounts/trade receivables of \$11,828,855 or 3.5%, internal balances and due from other governments of \$6,141,391 or 1.8%; and 3) capital assets net of accumulated depreciation of \$206,275,427 or 60.9%. Deferred outflows of resources of \$1,071,111 are deferred charges on refunding in addition to \$18,875,347 for pensions due to GASB Statement No. 68 implementation. The receivables are offset by deferred revenue since the FY2016 tax revenue is not recognized until FY 2017 even though the levy takes place in FY2016. Capital assets are non-liquid assets and cannot be utilized to satisfy County obligations. Out of the total liabilities of \$161,404,799, \$26,143,060 are current liabilities; however, the current liabilities for compensated absences \$1,398,570 are not anticipated to result in the draw-down of emergency reserves. The OPEB liability of \$28,566,947 is not anticipated to cause a fund balance reduction and is presently being funded on a pay as you go basis. The Net Pension Liability of \$21,842,547 is not expected to cause a fund balance reduction. Deferred inflows of resources of \$2,939,180 are recognized due to pension reporting requirements.

The County's governmental activities assets and deferred inflows if resources exceeded liabilities and deferred outflows of resources by \$174,085,001 at the close of the most recent fiscal year.

The County's net assets for fiscal year ended September 30, 2016 and 2015 are summarized as follows:

	Governmental Activities		Increase
	FY2016	FY2015	Decrease
Current and other assets	\$ 112,207,095	\$ 97,554,425	\$ 14,652,670
Capital Assets (net of depreciation)	206,275,427	199,596,843	6,678,584
Total Assets	318,482,522	297,151,268	21,331,254
Deferred outflows of resources	19,946,458	3,715,287	16,231,171
Current and other liabilities	33,912,731	28,890,113	5,022,618
Long-term liabilities	127,492,068	96,280,725	31,211,343
Total Liabilities	161,404,799	125,170,838	36,233,961
Deferred inflows of resources	2,939,180	301,532	2,637,648
Net position:			
Net investment in capital assets	160,249,902	155,947,286	4,302,616
Restricted	21,417,422	20,531,568	885,854
Unrestricted	(7,582,323)	(1,084,670)	(6,497,653)
Total net position	\$174,085,001	\$175,394,184	\$ (1,309,183)

Business-Type Activities

	<u>FY2016</u>	<u>FY2015</u>	<u>Increase/(Decrease)</u>
Current and other assets	\$ 49,988,903	\$ 24,045,119	\$ 25,943,784
Capital Assets (net of depreciation)	<u>42,431,644</u>	<u>41,871,289</u>	<u>560,355</u>
Total Assets	92,420,547	65,916,408	26,504,139
Deferred outflow of resources	<u>1,641,334</u>	<u>214,288</u>	<u>1,427,046</u>
Current and other liabilities	4,839,200	3,906,934	932,266
Long-term liabilities	<u>47,720,842</u>	<u>23,829,203</u>	<u>23,891,639</u>
Total Liabilities	52,560,042	27,736,137	24,823,905
Deferred inflow of resources	<u>255,581</u>	<u>26,220</u>	<u>229,361</u>
Net position:			
Net investment in capital assets	24,026,722	22,608,558	1,418,164
Restricted	11,351,146	9,740,517	1,610,629
Unrestricted	<u>5,868,390</u>	<u>6,019,264</u>	<u>(150,874)</u>
Total net position	<u>\$ 41,246,258</u>	<u>\$ 38,368,339</u>	<u>\$ 2,877,919</u>

About 12.3% or \$21,417,422 of the County's net position represents *restricted net position* which are resources that are subject to external restrictions on how they may be used. Restrictions include highway and street requirements, debt service, capital projects and operating reserve and construction. The most significant portion, \$160,249,902 of the County's net position reflects its capital assets (e.g., land, buildings, machinery and equipment) net of related debt.

Governmental activities decreased the County's governmental activities net position by \$ (617,366). The key components of difference between fund statement increase and the statement of activities increase are the following:

- A net difference due to the issuance of long term debt and the repayment of these debts in the amount of (\$14,353,317).
- An increase in net assets due to the decrease in assets reported in the government activities from the internal service fund that is reported with the governmental activities in the government-wide statements of \$410,941.
- A decrease in net assets due to depreciation exceeding capital outlay in the amount of (\$1,310,852).
- A decrease in net assets due to annual OPEB of UAAL of (\$1,475,741) and recognition of pension expense of (\$3,152,334).
- The net effect of various miscellaneous transactions involving capital assets is to increase capital assets \$8,663,215.

The Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds on page 46 further details the increase in net assets. Program revenues and expenses are presented net of interfund eliminations.

Cameron County's Changes in Net Position - Governmental Activities			
	<u>FY 2016</u>	<u>FY 2015</u>	<u>Increase (Decrease)</u>
Revenues:			
Net Program revenues:			
Charges for services	\$ 41,055,546	\$ 38,296,353	\$ 2,759,193
Operating grants and contributions	20,147,116	19,561,337	585,779
Capital grants and contributions	4,814,492	5,410,682	(596,190)
General revenues:			
Property taxes	66,060,721	65,062,058	998,663
Miscellaneous	16,705,073	8,089,402	8,615,671
Gain on sale of capital assets	184,157	130,215	53,942
Unrestricted investments earnings	<u>187,135</u>	<u>225,416</u>	<u>(38,281)</u>
Total revenues	\$149,154,240	\$ 136,775,463	\$ 12,378,777
Expenses:			
General government	\$ 39,622,529	37,768,918	\$ 1,853,611
Law Enforcement and Public Safety	75,151,900	74,313,531	838,369
Highways and streets	23,318,830	19,825,416	3,493,414
Health	10,325,428	10,468,682	(143,254)
Welfare	7,475,526	9,466,140	(1,990,614)
Interest on long-term debt	<u>2,675,072</u>	<u>5,672,376</u>	<u>(2,997,304)</u>
Total expenses	<u>\$158,569,285</u>	<u>\$ 157,515,063</u>	<u>\$ 1,054,222</u>
Increase (decrease) in net position before transfers	(9,415,045)	(20,739,600)	11,324,555
Transfers	<u>8,797,679</u>	<u>7,788,931</u>	<u>1,008,748</u>
Increase (decrease) in net assets	(617,366)	(12,950,669)	12,333,303
Net assets – beginning	175,394,184	189,190,075	(13,795,891)
Prior Period Adjustment	<u>(691,817)</u>	<u>(845,222)</u>	<u>153,405</u>
Net position – ending	<u>\$ 174,085,001</u>	<u>\$ 175,394,184</u>	<u>\$ (1,309,183)</u>

Key elements of the analysis of governmental activities revenues and expenses reflect the following:

- Program revenues of \$66,017,154 equaled 41.6% of government expenses of \$158,569,285. General revenues, \$83,137,086, did not provide the required support and coverage for expenses.
- Miscellaneous revenues increased by \$8,615,671 from prior year due to recognition of land transfer due to construction completion of the West Rail Project.
- 47% of the expenses are for Law Enforcement and Public Safety (\$75,151,900) while this category provided about 17.8% (\$26,592,996) of total program revenues. Total expenses increased by \$1,054,222 over the prior year and revenues increased \$12,378,777 due to the increases in program revenues and general revenues. Cameron County's taxable values increased by 2.82% with new construction representing \$287,115,979 in new property values. General governmental expenditures increased by \$1,853,611, highways and streets increased \$3,493,414 and law enforcement increased by minimally by \$838,369.
- Capital Grant revenue and contributions comprise about 7.3% of program revenues. Cameron County continues administering Disaster Recovery Funding Round 2 from impacts suffered by communities from Hurricane Dolly/Ike in July 2008. Completion date is December 2018.
- Key elements of the analysis of the Business-type activities revenues and expenses reflect the following:
 - The Bridge System revenues of \$18,428,393 accounted for 61.8% of the Business-type activities revenues.
 - The total expenses of the Bridge System were 52.1% or \$9,441,377 of the Business-type activities.
 - The transfers to the Governmental activities, from the Business-type activities, are the result of the difference in the Bridge Systems revenues and expenses.

Cameron County's Changes in Net Position - Business-Type

	<u>FY - 2016</u>	<u>FY - 2015</u>	<u>Increase (Decrease)</u>
Revenues:			
Net Program revenues:			
Charges for services	\$ 28,254,538	\$ 24,943,693	\$ 3,310,845
Capital grants and contributions	1,438,041	1,022,688	415,353
Gain on sale of asset	19,725	9,702	10,023
General revenues:			
Unrestricted investments earnings	67,023	58,492	8,531
Miscellaneous	<u>29,362</u>	<u>14,548</u>	<u>14,814</u>
Total revenues	\$29,808,689	\$ 26,049,123	\$ 3,759,566
Expenses:			
Bridge System	\$ 9,441,377	\$ 8,295,813	\$ 1,145,564
Parks System	7,621,994	8,060,889	(438,895)
Jail Commissary	813,572	850,783	(37,211)
Airport System	<u>256,148</u>	<u>127,853</u>	<u>128,295</u>
Total expenses	<u>\$18,133,091</u>	<u>\$ 17,335,338</u>	<u>\$ 797,753</u>
Increase (decrease) in net position			
before transfers	11,675,598	8,713,785	2,961,813
Transfers In	-	85,000	(85,000)
Transfers Out	<u>(8,797,679)</u>	<u>(7,873,931)</u>	<u>(923,748)</u>
Increase (decrease) in net assets	2,877,919	924,854	1,953,065
Net assets – beginning	<u>38,368,339</u>	<u>37,284,567</u>	<u>1,083,772</u>
Period Adjustment	-	158,918	(158,918)
Net position – ending	<u>\$ 41,246,258</u>	<u>\$ 38,368,339</u>	<u>\$ 2,877,919</u>

FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

As noted earlier, the County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements. Fund accounting and budget controls has been the framework of the County's strong fiscal management and accountability. Moody's Investor Service "A1" rating was upgraded to Aa3 and Standard and Poor's rating agency affirmed County's rating of "A+" rating with an outlook upgrade to "positive" as reported in the credit profile dated February, 2015. Fitch (FITCH IBCA, DUFF & PHELPS) rating of "AA-" was affirmed on the outstanding unlimited tax bonds, limited tax bonds and certificates of obligation.

Governmental funds. The general government functions are reported in the General, Special Revenue, Debt Service and Capital Project Funds. The focus of the County's *governmental funds* is to provide information on near-term inflow, outflows and balances of *spendable* resources. Such information is useful in assessing the County's annual financing and budgeting requirements.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$78,178,441, an increase of \$10,711,334 in comparison with prior year. This reflects a prior period adjustment of (\$18,038) due to an overstatement of revenues in the prior year. Approximately \$22,806,356 of the fund balance represents *unassigned fund balance*, which is available for spending at the County's discretion. *Nonspendable fund balance* of \$1,478,433 is reserved for inventory and prepaid expenditures. The remainder of fund balance is *restricted* to indicate that it is not available for new spending because it has already been restricted per contractual obligations for: 1) capital projects (\$24,516,079), 2) special revenue projects (\$20,520,550) and 3) reserve for debt service (\$5,889,323);

or *committed* for County Capital Projects (\$1,967,700) and indigent defense (\$500,000) as well as (\$500,000) for pending litigation in the event funding is required.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$22,806,356. As a measure of the general fund's liquidity, we compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 27.9% of total fund expenditures, while total fund balance represents 32.5% of total fund expenditures. General budgetary targets for reserves are 24.7% of expenditures which compares favorably to GFOA recommended reserves for large counties. Cameron County has exceeded GFOA's recommended reserves by 12.5%.

The fund balance of the County's chief operating fund, General Fund, increased by \$1,967,700 during the current fiscal year. Key factors for the FY2016 change are as follows:

Current ad valorem property tax for FY16 had a collection of 97.87% and tax collection met projected revenues.

Licenses and permits, intergovernmental, fines and forfeitures and miscellaneous revenues exceeded budget by \$1,018,809 or 1.3% of General Fund revenue.

Charges for services experienced a revenue budget deficit of (\$955,329) due to decrease in federal inmate population at County Detention facilities. This deficit served to offset the gain in other categories of revenue.

General Fund expenditures in FY2016 were budgeted with a 1.5% increase from FY2015 from \$82,866,022 to \$84,112,832; actual FY16 expenditures were \$81,582,723. This decrease in actual expenditures is due to departments not utilizing 4.6% of their approved departmental budget.

General Fund transferred \$2,286,490 to the County's Health Insurance Internal Service Fund to provide sufficient funds for increased medical cost. The County's Health Insurance Plan is self-funded by the County.

Road and Bridge fund balance of \$7,873,528 reflects an increase of \$1,847,308. Revenues remained consistent with budget as anticipated with a slight increase of \$166,781, the largest contributor to Road and Bridge fund balance increase was \$1.9 million of budgeted line item expenditures that were not used.

2016 Series Certificates of Obligation fund balance of \$15,029,549 is a major governmental fund. These Certificates of Obligation are for a number of capital projects which are ongoing. These projects include the purchase of the Wells Fargo Building that will house county offices, construction of 4 precinct warehouses and a vehicle maintenance warehouse, Judicial and Administrative improvements, and various countywide renovations.

Other Governmental Funds fund balance decreased by (\$8,133,223) due to regular operations of these funds and completed projects.

The following table presents the amount of revenues from various sources as well as increases and decreases from the prior year.

Governmental Funds – Revenues Classified by Source

<u>Revenues by Source</u>	<u>FY 2016</u>	<u>FY 2015</u>	<u>Increase Decrease</u>	<u>Percent of Change</u>
Taxes	\$ 66,171,333	\$ 65,380,479	\$ 790,854	1.2%
Licenses	4,219,252	3,835,740	383,512	9.9%
Fines and Forfeitures	5,419,667	5,188,369	231,298	4.5%
Intergovernmental revenues	32,466,587	30,877,035	1,589,552	5.2%
Charges for current services	10,713,243	11,105,186	(391,943)	-3.5%
Miscellaneous	8,045,399	6,809,742	1,235,657	18.1%
Total	<u>\$ 127,035,481</u>	<u>\$ 123,196,551</u>	<u>\$ 3,838,930</u>	<u>3.12%</u>

- Taxes – the increase of \$790,854 was primarily due to an increase in assessed property valuation and tax collections.
- Intergovernmental revenues – the increase of \$1,589,552 is due to grant funded projects and increased state and federal funding.
- Charges for current services – the decrease in revenues of (\$391,943) over the prior year in this category is largely due operational fluctuations of federal inmate population in county detention facilities.
- Fines and forfeitures increased \$231,298 from prior year collection due to improved case handling and collection.
- Miscellaneous – Revenues increased \$1,235,657 compared to the prior year due to other governmental funds operations.

The following table presents expenditures by function compared to prior year amounts.

Expenditures by Function – Governmental Funds

<u>Expenditures by Function</u>	<u>FY 2016</u>	<u>FY 2015</u>	<u>Increase (Decrease)</u>	<u>Percent of Change</u>
General government	\$ 19,095,888	\$ 18,545,218	\$ 550,670	3.0%
Law Enforcement and Public safety	70,825,532	68,818,371	2,007,161	2.9 %
Streets and Highways	15,570,710	11,694,086	3,876,624	33.2%
Health	9,969,626	9,948,968	20,658	0.2%
Public welfare	7,376,898	9,200,251	(1,823,353)	-19.8%
Capital outlays	12,122,764	6,776,797	5,345,967	78.9%
Debt service-principal	6,148,524	6,112,196	36,328	0.6%
Debt service-interest/fiscal fees	<u>2,671,873</u>	<u>5,734,521</u>	<u>(3,062,648)</u>	<u>-73.23%</u>
Total	<u>\$143,781,815</u>	<u>\$ 136,830,408</u>	<u>\$ 6,951,407</u>	<u>5.08%</u>

Overall, total expenditures increased 5.08% but there were some categories that experienced significant change. For example, streets and highway expenditures increased by 33.2% due to road improvements ongoing throughout the county. Public Welfare expenditures decreased by 19.8% due to the planning process for capital projects that will start in 2017. Debt service obligations decreased due to debt refunding and debt restructuring.

COMPONENT UNITS

In compliance with GASB Statement 39, Cameron County is reporting as a discretely presented major component unit the Cameron County Regional Mobility Authority (CCRMA - Authority); regional mobility authorities were created by the State of Texas legislatively through the creation of Chapter 370 of the Texas Transportation Code in 2003. CCRMA is a legally separate organization that is authorized to construct, maintain, repair and operate turnpike projects at locations authorized by the State Department of Transportation. CCRMA is authorized to receive revenues from tolls, fees and rents from the operation of turnpike projects. They may also issue revenue bonds for the purpose of financing the costs of these projects. The Authority is governed by a 7 member board, 6 members are appointed by Cameron County commissioners for a term of 2 years and the Chairman of the board who is appointed by the Governor. Cameron County may influence operations of the CCRMA through the appointment process and for reporting purposes, is treated as a discretely presented component unit.

The Authority and County in June 2012 entered into SH550 Funding and Development Agreement, a project titled "SH550 Director Connector Transportation Project." This project will be a component of a tolled facility and upon completion, traffic using SH550 will have a route free of at-grade intersections from U.S.77/83 to SH48 at the Port of Brownsville.

Cameron County issued Revenue and Tax Bonds, Series 2012 (State Highway 550 Project) \$40,000,000 dated August 8, 2012 providing funding for this project as per "Funding Agreement." As a condition of funding, the Authority is obligated to repay the funding together with interest on the unpaid principal balance of the Project funding at the same stated rates of interest the County will pay on the Bonds. In addition, the Authority has pledged to the County the Pledged Revenues which have been assigned to the Trustee pursuant to the Order and the Trust Agreement.

On January 29, 2014 Commissioners Court adopted an order authorizing the issuance of "\$5,000,000 CAMERON COUNTY, TEXAS, REVENUE AND TAX BONDS, SERIES 2014 (STATE HIGHWAY 550 PROJECT)" to be issued as "COMPLETION BONDS" on behalf of CCRMA. The bonds were issued to provide for payment obligations incurred in connection with the final design, planning, construction and equipping of the "SH550 Direct Connector Transportation Project. Upon completion of State Highway 550 Project traffic using this roadway will have a route free of at-grade intersections from U.S. 77/83 to SH 48 at the Port of Brownsville.

Cameron County issued \$4,500,000 Revenue and Tax Bonds, Series 2015 (State Highway 550 Project) dated April 1, 2015 as Completion Obligations. These bonds were issued to provide for the payment of obligations to be incurred in connection with the final design, planning, construction and equipping of the SH5550 Direct Connector Transportation Project and to pay issuance costs. These are parity bonds with the County's \$40,000,000 outstanding "Revenue and Tax Bonds, Series 2012 (State Highway 550 Project) and the County's \$5,000,000 outstanding "Revenue and Tax Bonds, Series 2014 (State Highway 550 Project). SH550 Project will be designed, constructed, operated and maintained by CCRMA. Cameron County has entered into a funding and development agreement with CCRMA where CCRMA has pledged and assigned to the County certain toll revenues to be derived from the SH550 Project, Pass-Through Payments and a subordinated pledge of Vehicle Fee Revenues for the payment of the Bonds. The County has assigned its right to the Pledged Revenues to the Trustee pursuant to the Order and the Trust Agreement.

In addition, Cameron County has entered into a Transportation Reinvestment Zone No. 1, Cameron County with CCRMA to assist CCRMA in financing for the development of transportation projects. This commitment is contingent on the realization of incremental valuation. In December of 2012, Cameron County through resolution and an interlocal agreement with CCRMA modified the boundaries of TRZ 1 by adding US77 South and added TRZ 2 to fund planned highway and bridge construction. TRZ 2 includes portions of US Highways 83 and 77, the outer Parkway/FM509 and the proposed second access to South Padre Island.

In December 2014, CCRMA and Cameron County entered into interlocal agreements for TRZ #3, #4 and #5. The areas included in these zones respectively are FM1925, FM 803 and West Parkway and were created to promote public safety, facilitate the development or redevelopment of property and facilitate the

movement of traffic. These agreements remain in effect as long as any CCRMA debt is outstanding and unpaid.

In December 2015, CCRMA and Cameron County entered into interlocal agreement TRZ#6 establishing a County-Wide Transportation Reinvestment Zone.” The projections are that this TRZ#6 will support \$1.6 Billion in transportation projects promoting safety, support development and facilitate the movement of traffic throughout Cameron County. The base year for this zone is all real property as of January 1, 2015 with a cumulative maximum transfer amount \$1,625,954,462. County’s participation is 25% of the tax increment M&O tax rate and excluding amounts committed on existing TIRZ agreements. TRZ#6 supersedes previous CCRMA TRZs #1 through #5.

The ability of Cameron County to impose its will on the CCRMA through the appointment of a majority of the directors and through the participation in the TRZ agreement with CCRMA meets the component unit requirements that the primary government (Cameron County) include CCRMA as part of county’s financial reporting entity in conformity with GAAP.

Cameron County under Senate Bill 1623 (SB1623) established “CAMERON COUNTY HEALTH CARE FUNDING DISTRICT” (CCHCFD) in July 2013. SB1623 amended chapter 288 of the Health and Safety Code by making these “districts” components of county government and not separate political subdivisions and designates the commissioners’ court as the governing body of the district. The CCHCFD annually holds a public hearing setting the amount of mandatory payments required and how proceeds will be spent. A representative of each paying hospital may appear and be heard on any matter related to the mandatory payments required by the CCHCFD. Funds received under SB1623 are restricted to fund intergovernmental transfers from the district to the state to provide the nonfederal share of a Medicaid supplemental payment program, the Texas Healthcare Transformation and Quality Improvement Program, subsidize indigent programs, district administrative expenses and refunds of mandatory payments from paying hospital and refunding the proportionate share of money received by District from HHSC that is not used to fund the nonfederal share of Medicaid supplemental payment program payments. The intent of the CCHCFD is to assist Safety-Net hospitals in gaining fair access to the Texas Transformational & Quality Improvement Waiver and improving access, affordability, delivery and funding for healthcare services without expanding Medicaid. Medical providers were assessed a 6.0% tax mandatory payment based on 2010 net patient revenue; in FY16 funds forwarded to the State for uncompensated care were \$38,904,237 which was generated by the self-assessed tax on the medical providers.

Non-major component units are the Cameron County Emergency Services District #1 (ESD#1). ESD#1 is a separate political subdivision as adopted by the voters to supply the rural areas with fire and ambulance services. Funding for ESD#1 is generated through its ability to tax property owners within the District’s unincorporated areas and all debt incurred is an obligation of the District. County appoints all members of the board and can influence operations significantly.

In 2013, Cameron County Commissioners Court formed the Cameron County Spaceport Development Corporation under Chapter 22 of the Texas Business Organizations Code, as authorized by Chapter 507 of the Texas Local Government Code to assist in the promotion and development of a spaceport project in Cameron County. In FY16, this component unit received intergovernmental revenue funds of \$15,375.

For additional financial reporting information, each component unit may be contacted for their independent financial report as listed on page 54 for contact information.

FINANCIAL ANALYSIS OF PROPRIETARY FUNDS

The following table presents revenues of the different proprietary funds as compared to the previous year.

<u>Revenues by Enterprise</u>	<u>FY 2016</u>	<u>FY 2015</u>	<u>Increase (Decrease)</u>	<u>Percent of Change</u>
Bridge System	\$18,381,954	\$16,389,519	\$ 1,992,435	12.15%
Park System	8,829,880	7,528,434	1,301,446	17.30%
Non-major Enterprise Funds	51,721	38,828	12,893	33.21%
Jail Commissary	<u>1,020,345</u>	<u>1,001,460</u>	<u>18,885</u>	<u>1.88 %</u>
Total	<u>\$28,283,900</u>	<u>\$24,958,241</u>	<u>\$ 3,325,659</u>	<u>13.32%</u>

The Bridge System is the biggest generator of revenues with an overall 5.47% increase in crossings from FY15. Increased Mexican and U.S. security measures to curb border violence have caused a decline in prior years' crossings, however it appears this trend is beginning to subside. Nonetheless, security measures on the U.S. side to stop the flow of illegal drugs and weapons export; the war in the Middle East and several Orange alerts by the Department of Homeland Security continue to impact border crossings. As of September 30, 2016, a total of 5,562,510 vehicles and pedestrians crossed into Mexico through the County's International Toll Bridges as compared to FY15 crossings of 5,273,613. Increases in the revenue stream are due to the slight increase in passenger and pedestrian crossings.

The following table reflects toll increases by fiscal year and by category.

Classification	September 30, 2016	September 30, 2015	September 30, 2014
	Rate	Rate	Rate
Pedestrian	1.00	\$1.00	\$1.00
Motorcycle	3.50*	3.50	3.25
Passenger	3.50*	3.50	3.25
Commercial Vehicles			
Two Axle	9.50*	9.50	8.50
Three Axle	13.50*	13.50	12.50
Four Axle	15.75*	15.75	14.75
Five Axle	20.50*	20.50	19.50
Six Axle	23.50*	23.50	22.50

*increase in toll

The following table presents expenses of the different proprietary funds as compared to the previous year.

Expenses by Enterprise	FY 2016	FY 2015	Increase (Decrease)	Percent of Change
Bridge System	\$ 9,441,377	\$ 8,295,813	\$ 1,145,564	13.8%
Park System	7,621,994	8,060,889	(438,895)	- 5.4%
Non-major enterprises	256,148	127,853	128,295	100.4%
Jail Commissary	<u>813,572</u>	<u>850,783</u>	<u>(37,211)</u>	<u>- 4.4%</u>
Total	<u>\$18,133,091</u>	<u>\$17,335,338</u>	<u>\$ 797,753</u>	<u>4.60%</u>

The Bridge System continues to monitor costs fiscally responsible in all areas and monitor bridge traffic monthly, increases in expenses were attributable to recognition of pension expense and depreciation expense. The Park System's increase in expenses is due to pension expense recognition and contractual obligations. The non-major enterprise funds costs decrease was due to a change in commissary vendor.

GENERAL FUND BUDGETARY HIGHLIGHTS

The budget is prepared in accordance with financial policies approved by the Cameron County Auditor and the Commissioners Court following a public hearing. The Cameron County Auditor is required by policy to present Commissioners Court with a balanced budget that contains a no-tax increase assumption as a starting point for budget discussions.

The budget is prepared in accordance with accounting principles generally accepted in the United States of America by the County Auditors Office and the County Administrator and approved by the Commissioners Court following a public hearing. Appropriated budgets are approved and employed as a management control device during the year. The County maintains strict budgetary controls and sets its appropriations at the line item level for each department. Appropriation transfers may be made between line items or departments only with the approval of the Commissioners Court. Reserves are established as a budget line item and may be transferred to other budget line items with approval of Commissioners Court.

The final FY2016 budget was adopted on September 10, 2015 with the total General Fund expenditures and reserves amounting to \$84,112,832 an increase of \$886,255 over the FY2015 budgeted expenditures and reserves, an increase of 1.07%. Commissioners Court approved a tax rate of \$0.399291 per \$100, the same tax rate as the prior year. County employees receive a 4% compensation increase and the County contribution to county self funded health insurance fund was increased from \$5,600 to \$6,000 per employee.

The actual General Fund expenditures were \$3,971,543 less than the final amended budget. This decrease was due to funding provided to departments that did not utilize the full approved budgeted appropriations. In addition, Commissioners Court officially adopted an order restricting usage of lapsed salaries. Revenues exceeded the original adopted budget by \$260,978 due to minimal increases of 4.9% in intergovernmental revenues and fines and forfeiture increases of 8.6%. An operating transfer to the County's self funded Health Insurance Fund of \$2.3 million was required due to the rising costs of health care costs.

DEBT ADMINISTRATION AND CAPITAL ASSETS

Long-term debt. At September 30, 2016, the County has unlimited tax and limited tax general obligation bonds outstanding in the amount of \$113,235,000. According to Texas statutes, the County has two debt limits. Bonds issued under Article 3, Section 52e of the Texas Constitution total \$113,000,000 and bonds issued under Article 722 of Vernon's Civil Statutes total \$235,000. The debt limits for the two authorizations are \$3,627,691,123 (25% of real property assessed valuation) and \$838,174,334 (5% of assessed valuation of all taxable property); therefore, the County has legal debt margins on general obligation debt of \$4,748,121,024 and \$837,939,334.

The County's bond rating is "A+" from Standard & Poor's, "AA-" from Fitch Ratings and "Aa3" rating from Moody's for general obligation debt.

The following represents the activity of the long-term debt of the County for FY2016:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Governmental Activities:				
General obligation bonds	\$81,320,000	\$ 16,260,000	\$ 5,505,000	\$ 92,075,000
Capital leases	5,792,020	2,524,974	1,792,442	6,524,552
Compensated absences	<u>1,265,397</u>	<u>2,898,717</u>	<u>2,765,544</u>	<u>1,398,570</u>
Total	<u>\$88,377,417</u>	<u>\$ 21,683,691</u>	<u>\$ 10,062,986</u>	<u>\$ 99,998,122</u>
Business-Type Activities:				
Revenue bonds	\$ 3,660,000	\$ -	\$ 970,000	\$ 2,690,000
Certificates of Obligation	19,248,204	21,160,000	1,130,018	39,278,186*
Compensated absences	<u>82,083</u>	<u>272,975</u>	<u>269,949</u>	<u>85,109</u>
Total	<u>\$22,990,287</u>	<u>\$ 21,432,975</u>	<u>\$ 2,369,967</u>	<u>\$ 42,053,295</u>

**Certificates of Obligation is debt financed capital contribution secured by Cameron County and is payable from business-type function and is included in Governmental Activities outstanding obligation bonds.*

Other legal obligations include accrued vacation pay. (More detailed information about the County's long-term liabilities is presented in Note 12 to the financial statements.)

Capital assets. The capital assets of the County are those assets (land, buildings, improvements, roads, bridges and machinery & equipment (M&E)), which are used in the performance of the County's functions including infrastructure assets. At September 30, 2016 net capital assets of the governmental activities totaled \$206,275,427. Depreciation on capital assets is recognized in the Government-wide financial statements. Annual depreciation for buildings, improvements and M&E of the governmental activities totaled \$13,433,616.

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

- In addressing the needs of the County for capital improvements, Cameron County issued \$16,260,000 Certificates of Obligation Series 2016A in September 2016 for the purpose of contractual obligations in connection with the design, planning, acquisition, construction, equipping, expansion, repair, and/or renovation of the Dancy Courthouse, Wells Fargo Building for County offices, IT Center relocation, Vehicle Maintenance building, precinct offices and warehouses, Judicial and Administrative facilities renovation, County Jail, Rio Hondo tax office, Lucio County Clinic, Detention Centers 1 & 2, Adult Probation Center, County Streetlight program and for payment of issuance costs. The Wells Fargo Building purchase was finalized in 2016 and renovations are underway to house numerous County offices. Preliminary designs have been approved for the vehicle maintenance and precinct warehouses and land has been donated for the Precinct #4 construction site. The County Streetlight Program continues to move forward as more urban areas request assistance for their neighborhoods for safety purposes and crime prevention.
- Cameron County issued \$21,160,000 Certificates of Obligation, Series 2016B for the purpose of providing for the payment of contractual obligations in connection with the design, planning, acquisition, construction, equipping, expansion, repair, and/or renovation of County parks, including Isla Blanca Park, Andy Bowie Park, IK Atwood Park, and Olmito Community Park and to pay issuance costs of the Certificates. This debt is the financing tool for the County South Padre Coastal Parks Master Plan.
- Cameron County Commissioners Court approved the Cameron County South Padre Island Coastal Parks Master Plan to include parks improvements to Isla Blanca Park, Andy Bowie Park, Edward King Atwood Park and the North Beach Access areas. This plan is a roadmap for short term and long term improvements, creates opportunities for new events and will bring much needed improvements to these venues and enhance services available to the general public. Isla Blanca Parks improvements will focus on access improvements, RV site upgrades and identifying developments areas such as a rocket viewing launch site. Potential improvements to Andy Bowie Park are flatlands improvements for major events, daily use and extended stay improvements and improved entry access. E.K. Atwood Park improvements will be overnight stay sites, day use parking, pavilion improvements and entry access redesign. Parks improvements will be phased in to accommodate peak occupancy and usage seasons throughout the year. A construction management team is in place to facilitate and coordinate construction. Debt obligations will be paid by entry fees that were increased in January 2016 in preparation for these major Parks improvements.
- Cameron County Old County Jail has replaced all of the Jail Cell doors expending \$1,412,000. \$1,787,000 was used to upgrade the plumbing system for this facility and was completed in December 2015; Texas Commission of Jail Standards inspected this facility and modifications to the waiting/visiting section are underway. The facility is being utilized for inmate detention. Improvements to the Old County Jail to date are \$3,199,000. Cameron County is in the process of upgrading the camera security system at the Carrizalez Rucker Detention Facility.
- Disaster Recovery Program Round 2.1 fund was received thru CDBG General Land Office for \$7.6 Million for the construction of two (2) drainage improvement projects. To date, \$3,838,612 has been expended; completion date is anticipated for 2018.
- Canopy Capital improvements for Veterans Bridge and Free Trade Bridge are complete at a cost of \$275,000. Gateway Bridge canopy improvements are scheduled for completion in mid-FY16. The toll collection booths have been refurbished for Gateway Bridge.
- Buildings purchased from Brownsville Independent School District have been refurbished to house the Veterans Office and County Elections Department. These offices were previously housed in the Administrative Courthouse and adjoining area. Relocation of the election offices has provided space needed for improvements to the Old County Jail visitors area. The Veterans Administration Office is better able to serve the needs of our military veterans.
- Construction of the Magistrate's Courthouse at the Carrizalez Rucker Detention Center has been completed with total expenditures of \$674,449 and is ready for occupancy, furniture is pending delivery and the Magistrations division will occupy prior to Summer 2017. Dancy Historical Courthouse roofing and window refurbishment was completed in 2016; total funds expended were

- \$1,925,474. Elevators at the Judicial Courthouse have been completely upgraded along with the addition of a new Elevator \$1,141,000, Sheriff's Office additions and renovations construction is complete pending delivery of furniture \$1,242,000.

County's Capital Assets			
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Capital Assets</u>
Governmental Activities:			
Land	\$ 5,697,617	\$ -	\$ 5,697,617
Buildings and improvements	121,581,739	45,426,877	76,154,862
Equipment, Vehicles, Machinery	43,784,612	38,059,395	5,725,217
Infrastructure	305,619,176	201,783,877	103,835,299
Construction in Progress	<u>14,862,432</u>	<u>-</u>	<u>14,862,432</u>
Total	<u>\$491,545,576</u>	<u>\$285,270,149</u>	<u>\$206,275,427</u>
Business-Type Activities:			
Land	\$ 6,063,852	\$ -	\$ 6,063,852
Buildings and improvements	33,213,166	16,802,547	16,410,619
Equipment, Vehicles, Machinery	8,749,944	6,401,580	2,348,364
Other structures	41,424,699	28,107,250	13,317,449
Construction in Progress	<u>4,291,360</u>	<u>-</u>	<u>4,291,360</u>
Total	<u>\$ 93,743,021</u>	<u>\$ 51,311,377</u>	<u>\$ 42,431,644</u>

Additional information on the County's capital assets can be found in Note 6 on pages 68-69 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The annual budget is developed to provide efficient, effective and economic uses of the County's resources, as well as, a means to accomplish the highest priority objectives. Through the budget, the County Commissioners set the direction of the County, allocate its resources and establish its priorities.

The Commissioners' Court adopted the County's 2015-2016 budget on September 10, 2015. The budget was adopted based on estimated balances that would be available at the end of the fiscal year 2015 and estimated revenues to be received in the fiscal year 2016. The total available resources for all funds for the fiscal year 2016 are \$145,248,164. For the County's 2015-2016 Budget, the General Fund utilizes \$84,112,832 of the available funds.

For 2016-2017, the property tax rate is \$0.407743 per \$100 assessed taxable valuation. Tax revenues are budgeted to grow by 4.7% generating an additional \$3,215,022 at the 100% property tax collection rate. County appropriations to be expended during Fiscal Year 2016 remained constant compared to FY15 appropriations with the largest appropriations due to General Fund for Law Enforcement and Public Safety. Future projections concerning revenue from all sources will continue to be conservative in nature. The Commissioners' Court has targeted fund balance reserves to represent 24.66% of appropriations; this year as of fiscal year end 9/30/16, actual General Fund fund balance is approximately 30.5%.

REQUEST FOR INFORMATION

The financial report is designed to provide our citizens, taxpayers and investors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report, separate reports of the County's component units or need any additional financial information, contact the County Auditor at 1100 E. Monroe, Brownsville, Texas 78520.

BASIC FINANCIAL STATEMENTS

**CAMERON COUNTY, TEXAS
GOVERNMENT WIDE
STATEMENT OF NET POSITION
SEPTEMBER 30, 2016**

	PRIMARY GOVERNMENT			COMPONENT UNITS		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	CCRMA	CCHCFD	NON-MAJOR
ASSETS						
Cash & Investments	\$ 85,731,574	\$ 14,150,329	\$ 99,881,903	\$ 2,008,726	\$ 7,059,967	\$ 2,132,830
Receivables:						
Accounts or trade(Note 4)	11,828,855	266,057	12,094,912	556,409	172	-
Taxes - net of allowances(Note 4)	6,874,879	-	6,874,879	-	-	649,289
Due from other governments(Note 4)	6,141,391	-	6,141,391	-	-	-
Due from other agencies	-	-	-	2,018,887	-	-
Internal balances	(231,874)	231,874	-	-	-	-
Other assets	1,902	-	1,902	46,621,328	-	-
Inventory	96,272	1,032	97,304	-	-	-
Prepaid expenses	1,524,171	109,085	1,633,256	7,616	-	-
Unamortized bond insurance costs	239,925	-	239,925	118,890	-	-
Restricted Assets:						
Construction Fund:						
Cash	-	27,613,670	27,613,670	-	-	-
Revenue Bond Debt Service Fund:						
Cash	-	1,571,518	1,571,518	463,122	-	-
Revenue Bond Debt Reserve Fund:						
Cash	-	3,801,933	3,801,933	2,268,628	-	-
Revenue Bond Repair and Replacement Fund:						
Cash	-	2,235,000	2,235,000	-	-	-
Restricted use:						
Cash	-	8,405	8,405	4,344,730	-	-
Capital Assets:						
Buildings	101,146,152	15,911,925	117,058,077	-	-	-
Improvements other than buildings	6,132,153	52,672,142	58,804,295	-	-	-
Equipment	43,784,612	6,690,647	50,475,259	-	-	-
Other structures	14,303,434	8,113,095	22,416,529	-	-	-
Accumulated depreciation	(285,270,149)	(51,311,377)	(336,581,526)	-	-	-
Land	5,697,617	6,063,852	11,761,469	-	-	-
Infrastructure	305,619,176	-	305,619,176	68,187,067	-	-
Construction work in progress	14,862,432	4,291,360	19,153,792	22,230,768	-	-
Total capital assets	206,275,427	42,431,644	248,707,071	90,417,835	-	-
Total Assets	318,482,522	92,420,547	410,903,069	148,826,171	7,060,139	2,782,119
DEFERRED OUTFLOWS OF RESOURCES						
Deferred charges on refunding	1,071,111	-	1,071,111	-	-	-
Deferred outflows of resources for Pensions	18,875,347	1,641,334	20,516,681	92,323	-	-
Total deferred outflows of resources	19,946,458	1,641,334	21,587,792	92,323	-	-
Total Assets plus Deferred Outflows of Resources	\$ 338,428,980	\$ 94,061,881	\$ 432,490,861	\$ 148,918,494	\$ 7,060,139	\$ 2,782,119
LIABILITIES						
Accounts payable	19,340,308	1,136,714	20,477,022	718,861	716,402	-
Wages and fringe payable	242,107	23,844	265,951	-	-	-
Compensated absences payable (Note 11)	1,398,570	85,109	1,483,679	-	-	-
Accrued interest payable	-	39,128	39,128	450,790	-	-
Deposits	-	491,167	491,167	-	-	-
Due to other governments	5,088,447	347,856	5,436,303	167,500	2,593,462	2,164,696
Notes payable	27,020	-	27,020	-	-	-
Escrows	46,608	-	46,608	-	-	-
Noncurrent liabilities due within one year:						
Reserve	-	82,907	82,907	-	-	-
Current bonds payable (Note 12)	5,025,919	1,439,082	6,465,001	1,705,000	-	-
Current revenue bonds payable	-	1,015,000	1,015,000	-	-	-
Accrued bond interest payable	338,830	-	338,830	-	-	-
Current Capital Lease payables (Note 7)	2,405,123	178,393	2,583,516	-	-	-
Noncurrent liabilities due in more than one year:						
Lease hold Deposits	-	15,317	15,317	-	-	-
Long-term Capital lease payables (Note 7)	3,615,576	325,460	3,941,036	-	-	-
Long-term bonds payable	68,930,895	37,839,104	106,769,999	77,361,730	-	-
Due to other agencies	-	-	-	14,091,646	-	-
Liabilities related to redevelopment assets	-	-	-	41,395,770	-	-
Long-term revenue bonds payable	-	1,675,000	1,675,000	-	-	-
Less: Unamortized insurance costs	-	53,093	53,093	-	-	-
Other	4,535,902	3,271,773	7,807,675	89,758	-	-
OPEB liability	28,566,947	2,641,743	31,208,690	-	-	-
Net Pension Liability	21,842,547	1,899,352	23,741,899	3,116	-	-
Total Liabilities	161,404,799	52,560,042	213,964,841	135,984,171	3,309,864	2,164,696

(Continued)

CAMERON COUNTY, TEXAS
GOVERNMENT WIDE
STATEMENT OF NET POSITION
SEPTEMBER 30, 2016

	PRIMARY GOVERNMENT			COMPONENT UNITS		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	CCRMA	CCHCFD	NON-MAJOR
ASSETS						
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue Property Taxes	-	-	-	-	-	602,048
Deferred inflows of resources	-	-	-	31,341	-	-
Deferred inflows of resources for Pensions	2,939,180	255,581	3,194,761	-	-	-
Total deferred inflows of resources	2,939,180	255,581	3,194,761	31,341	-	602,048
Total Liabilities plus Deferred Inflows of Resources	164,343,979	52,815,623	217,159,602	136,015,512	3,309,864	2,766,744
NET POSITION						
Net investment in capital assets	160,249,902	24,026,722	184,276,624	436,845	-	-
Restricted for :						
Highways and street	7,824,828	-	7,824,828	10,307,998	-	-
Debt service	753,535	5,373,451	6,126,986	-	-	-
Capital projects	49,581	-	49,581	-	-	-
Beach Maintenance	-	-	-	-	-	-
Health Care	-	-	-	-	3,750,275	-
Operating reserve and construction	12,789,478	5,977,695	18,767,173	-	-	-
Economic Development and Assistance	-	-	-	-	-	15,375
Unrestricted	(7,582,323)	5,868,390	(1,713,933)	2,158,139	-	-
Total Net Position	\$ 174,085,001	\$ 41,246,258	\$ 215,331,259	\$ 12,902,982	\$ 3,750,275	\$ 15,375

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

**CAMERON COUNTY, TEXAS
GOVERNMENT WIDE
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016**

Functions / Programs	Net (Expense) Revenue and Changes in Net Position					Component units								
	Primary Government				Total									
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities			Business-type Activities							
Primary government:														
Government activities:														
General government	\$	39,622,529	\$	21,223,062	\$	4,705	\$	(18,253,963)	\$	(18,253,963)	\$	-		
Law Enforcement and Public safety		75,151,900		13,984,100		12,608,896		-		(48,558,904)		-		
Highways and streets		23,318,830		4,544,799				3,587,946		(15,186,085)		-		
Health		10,325,428		1,303,585		6,392,005		-		(2,629,838)		-		
Welfare		7,475,526		-		1,005,416		1,221,841		(5,248,269)		-		
Interest and Issuance costs		2,675,072		-		-		-		(2,675,072)		-		
Total government activities		158,569,285		41,055,546		20,147,116		4,814,492		(92,552,131)		-		
												-		
Business-type activities:												-		
Bridge system		9,441,377		18,381,954		-		-		8,940,577		-		
Parks system		7,621,994		8,829,880		-		211,484		1,419,370		-		
Airport System		256,148		36,601		-		1,226,557		1,007,010		-		
Jail Commissary		813,572		1,006,103		-		-		192,531		-		
Total business-type activities		18,133,091		28,254,538		-		1,438,041		11,559,488		-		
Total primary government		176,702,376		69,310,084		20,147,116		6,252,533		(80,992,643)		-		
												-		
Component units:												-		
Cameron County Regional Mobility Authority		6,851,087		5,134,846		-		1,385,000				(331,241)		
Cameron County Health Care Funding District		38,914,040		10,862,457		-		-				(28,051,583)		
Emergency Services District #1		3,039,321		-		-		-				(3,039,321)		
Cameron County Spaceport Developmet Corp.		-		-		-		15,375				15,375		
Total component units		48,804,448		15,997,303		-		1,400,375				(31,406,770)		
												-		
General revenues:												-		
Property taxes, levied for general purposes							\$	58,408,232		\$	58,408,232	\$	3,085,918	
Property taxes, levied for debt service								7,652,489		-	7,652,489		-	
Unrestricted investment earnings								187,135		67,023	254,158		43,853	
Miscellaneous								16,705,073		49,087	16,754,160		9,412	
Gain on Sale of capital assets								184,157		-	184,157		-	
Transfers								8,797,679		(8,797,679)	-		-	
Total general revenue and transfers								91,934,765		(8,681,569)	83,253,196		3,139,183	
Changes in net position								(617,366)		2,877,919	2,260,553		(28,267,587)	
Net position - beginning								175,394,184		38,368,339	213,762,523		44,983,815	
Refunds due to Other Entities								-		-	-		(47,596)	
Prior Period Adjustment								(691,817)		-	(691,817)		-	
Net position - ending								174,085,001		\$	215,331,259		\$	16,668,632

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

**CAMERON COUNTY, TEXAS
BALANCE SHEET
Governmental Funds
SEPTEMBER 30, 2016**

	General	Road & Bridge Fund	2016 Series Certificates of Obligation	Other Governmental Funds	TOTAL
ASSETS					
Cash and cash equivalents (Note 3)	\$ 25,105,662	\$ 4,191,063	\$ 18,423,934	\$ 36,737,930	\$ 84,458,589
Receivables: (Note 4)					
Accounts or trade	5,607,744	536,566	1,749	5,177,625	11,323,684
Taxes - net of allowances	5,403,679	666,104	-	805,096	6,874,879
Due from other governments	481,070	1,333,190	-	4,327,131	6,141,391
Due from other funds (Note 10)	7,258,676	2,579,419	25,355	3,833,826	13,697,276
Prepaid expenditures (Note 1D)	657,378	48,700	-	683,718	1,389,796
Other assets	1,902	-	-	-	1,902
Inventory (Note 1D)	88,637	7,635	-	-	96,272
TOTAL ASSETS	\$ 44,604,748	\$ 9,362,677	\$ 18,451,038	\$ 51,565,326	\$ 123,983,789
LIABILITIES					
Accounts payable	\$ 10,140,688	789,494	\$ 3,421,489	\$ 3,989,248	\$ 18,340,919
Wages and fringe payable	198,839	23,320	-	19,429	241,588
Compensated absences payable	1,341,319	56,462	-	789	1,398,570
Due to other governments	37,964	-	-	4,224,500	4,262,464
Due to other funds (Note 10)	1,241,908	-	-	13,822,532	15,064,440
Escrows	46,608	-	-	-	46,608
Notes payable	27,020	-	-	-	27,020
Total Liabilities	<u>13,034,346</u>	<u>869,276</u>	<u>3,421,489</u>	<u>22,056,498</u>	<u>39,381,609</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue-property taxes	5,050,331	619,873	-	753,535	6,423,739
Total deferred inflows of resources	<u>5,050,331</u>	<u>619,873</u>	<u>-</u>	<u>753,535</u>	<u>6,423,739</u>
FUND BALANCES					
Nonspendable:					
Inventory	88,637	-	-	-	88,637
Prepaid expenditures	657,378	48,700	-	683,718	1,389,796
Restricted:					
Debt service	-	-	-	5,889,323	5,889,323
Special revenue	-	7,824,828	-	12,695,722	20,520,550
Capital projects	-	-	15,029,549	9,486,530	24,516,079
Committed:					
Pending litigation	500,000	-	-	-	500,000
Road Projects	-	-	-	-	-
Indigent Defense	500,000	-	-	-	500,000
Capital Projects	1,967,700	-	-	-	1,967,700
Unassigned					
Total fund balances	<u>26,520,071</u>	<u>7,873,528</u>	<u>15,029,549</u>	<u>28,755,293</u>	<u>78,178,441</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 44,604,748</u>	<u>\$ 9,362,677</u>	<u>\$ 18,451,038</u>	<u>\$ 51,565,326</u>	<u>\$ 123,983,789</u>

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

CAMERON COUNTY, TEXAS
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
For the Fiscal Year Ended September 30, 2016

Amounts reported for governmental activities in the statement of Net Position (page 40) are different because:

Total Fund Balances - Governmental Funds (page 43)	\$ 78,178,441
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	206,275,427
Other long-term assets are not available to pay for the current period expenditures and, therefore, are reported as unavailable revenue in the funds.	6,423,739
Internal service funds are used by management to charge costs of employee benefits . The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.	1,221,930
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds (page 63).	(133,950,703)
Long term debt (Note 2A)	(83,541,209)
OPEB	(28,566,947)
Pension	(21,842,547)
Deferred inflows of resources from pension are not due and payable in the current period and are not reported in the funds.	(2,939,180)
Deferred outflows of resources from pension are not available to pay in the current period and are not reported in the funds.	18,875,347
Net position of governmental activities	<u><u>\$ 174,085,001</u></u>

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

CAMERON COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	General	Road & Bridge Fund	2016 Series Certificates of Obligation	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 51,147,440	\$ 7,358,131	\$ -	\$ 7,665,762	\$ 66,171,333
Licenses and permits	652,797	3,566,455	-	-	4,219,252
Intergovernmental	5,806,482	927,648	-	25,732,457	32,466,587
Charges for services	10,203,864	-	-	509,379	10,713,243
Fines and forfeitures	5,358,548	-	-	61,119	5,419,667
Miscellaneous	4,480,829	371,729	167	3,192,674	8,045,399
TOTAL REVENUES	77,649,960	12,223,963	167	37,161,391	127,035,481
EXPENDITURES					
Current:					
General government	17,318,749	-	228,856	1,548,283	19,095,888
Law enforcement and public safety	56,049,644	-	-	14,775,888	70,825,532
Highways and streets	-	10,411,830	-	5,158,880	15,570,710
Health	2,620,937	-	-	7,348,689	9,969,626
Welfare	4,720,055	-	-	2,656,843	7,376,898
Capital outlay	873,338	1,143,988	3,167,135	6,938,303	12,122,764
Debt Service:					
Bond issuance cost	-	-	140,379	-	140,379
Principal retirement	-	678,401	-	5,470,123	6,148,524
Interest and fiscal charges	-	25,292	-	2,506,202	2,531,494
TOTAL EXPENDITURES	81,582,723	12,259,511	3,536,370	46,403,211	143,781,815
Excess (deficiency) of Revenues Over (Under) Expenditures	(3,932,763)	(35,548)	(3,536,203)	(9,241,820)	(16,746,334)
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	89,150	66,425	-	184,880	340,455
Bond Issuance	-	-	16,260,000	-	16,260,000
Discount on bonds issued	-	-	(98,210)	-	(98,210)
Premium on bonds issued	-	-	2,403,962	-	2,403,962
Refunding Bonds Issued	-	-	-	-	-
Payment to refunded Bond Escrow Agent	-	-	-	-	-
Financing Proceeds	-	-	-	-	-
Capital lease financing	1,023,841	1,016,431	-	-	2,040,272
Transfers in	8,246,224	800,000	-	1,711,796	10,758,020
Transfers (out)	(3,458,752)	-	-	(788,079)	(4,246,831)
TOTAL OTHER FINANCING SOURCES (USES)	5,900,463	1,882,856	18,565,752	1,108,597	27,457,668
Net change in fund balances	1,967,700	1,847,308	15,029,549	(8,133,223)	10,711,334
Fund Balances - beginning	24,552,371	6,026,220	-	36,906,554	67,485,145
Prior Period Adjustment	-	-	-	(18,038)	(18,038)
FUND BALANCES - ending	\$ 26,520,071	\$ 7,873,528	\$ 15,029,549	\$ 28,755,293	\$ 78,178,441

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

CAMERON COUNTY, TEXAS
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Fiscal Year Ended September 30, 2016

Amounts reported for governmental activities in the statement of activities (page 42) are different because:

Net change in fund balances - total governmental funds (page 45)	\$ 10,711,334
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. This is the amount by which capital outlays exceeded depreciation in the current period. (Note 2B)	(1,310,852)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	(110,612)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase net assets.	8,663,215
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note 2B)	(14,353,317)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (Note 2C)	(4,628,075)
<div style="display: flex; justify-content: flex-end; align-items: flex-end;"> <div style="margin-right: 20px;"> OPEB Expenses 1,475,741 Pension Expense <u>3,152,334</u> </div> </div>	
Internal service fund is used by management to charge the costs of health benefits to individual funds. The net revenue (loss) of certain activities of the internal service fund is reported with governmental activities.	<u>410,941</u>
Change in net position of governmental activities (page 42)	<u><u>\$ (617,366)</u></u>

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

**CAMERON COUNTY, TEXAS
STATEMENT OF NET POSITION
Proprietary Funds
SEPTEMBER 30, 2016**

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS				Governmental Activities Internal Service Fund
	Toll Bridge System	Park System	Nonmajor Enterprise Funds	Total Enterprise Funds	
ASSETS					
Current Assets:					
Cash and cash equivalents	\$ 7,938,148	\$ 5,086,731	\$ 1,125,450	\$ 14,150,329	\$ 1,272,985
Construction Fund Cash	2,877,110	24,736,560	-	27,613,670	-
Revenue Bond Debt Service Fund Cash	1,571,518	-	-	1,571,518	-
Revenue Bond Debt Reserve Fund Cash	2,055,088	1,746,845	-	3,801,933	-
Reserves-Other	-	8,405	-	8,405	-
Operating Reserve Fund Cash	-	2,235,000	-	2,235,000	-
Total Cash and cash equivalents	14,441,864	33,813,541	1,125,450	49,380,855	1,272,985
Accounts receivable - trade(Note 4)	120,254	117,549	28,254	266,057	505,171
Inventory	-	1,032	-	1,032	-
Due from other funds (Note 10)	3,366,494	-	-	3,366,494	1,135,290
Prepaid expenses and other assets	78,991	25,820	4,274	109,085	134,375
Total Current Assets	18,007,603	33,957,942	1,157,978	53,123,523	3,047,821
Capital Assets:(Note 6)					
Buildings	3,715,428	10,869,402	1,327,095	15,911,925	-
Improvements other than buildings	33,741,959	7,895,910	11,034,273	52,672,142	-
Equipment	1,601,385	4,267,387	821,875	6,690,647	-
Other structures	2,118,400	5,994,695	-	8,113,095	-
Accumulated depreciation	(23,778,316)	(17,559,546)	(9,973,515)	(51,311,377)	-
Net capital assets	17,398,856	11,467,848	3,209,728	32,076,432	-
Construction in progress	3,671,421	613,357	6,582	4,291,360	-
Land	4,037,468	1,718,384	308,000	6,063,852	-
Total Capital Assets	25,107,745	13,799,589	3,524,310	42,431,644	-
TOTAL ASSETS	43,115,348	47,757,531	4,682,288	95,555,167	3,047,821
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows of resources for Pensions	1,025,834	615,500	-	1,641,334	-
Total deferred outflows of resources	1,025,834	615,500	-	1,641,334	-
Total Assets plus Deferred Outflows of Resources	44,141,182	48,373,031	4,682,288	97,196,501	3,047,821
LIABILITIES					
Current Liabilities					
Accounts payable	202,109	874,421	52,919	1,129,449	999,389
Capital Lease Payable-Current	-	178,393	-	178,393	-
Wages and fringe payable	11,286	12,558	-	23,844	519
Accrued compensated absences	20,377	64,732	-	85,109	-
Accrued interest payable	-	39,128	-	39,128	-
Due to other funds	3,134,620	-	-	3,134,620	-
Due to other governments	347,856	-	-	347,856	825,983
Deposits	192,744	298,423	-	491,167	-
Retainage payable	7,265	-	-	7,265	-
Total Current Liabilities	3,916,257	1,467,655	52,919	5,436,831	1,825,891
Long-Term Liabilities:					
Due within one year:					
Leasehold deposits	15,317	-	-	15,317	-
Reserve	75,688	7,219	-	82,907	-
Current maturities of certificates of obligation	805,441	633,641	-	1,439,082	-
Current maturities of revenue bonds	1,015,000	-	-	1,015,000	-
Total Long-Term Liabilities due within one year	1,911,446	640,860	-	2,552,306	-

(Continued)

CAMERON COUNTY, TEXAS
STATEMENT OF NET POSITION
Proprietary Funds
SEPTEMBER 30, 2016

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS				Governmental Activities Internal Service Fund
	Toll Bridge System	Park System	Nonmajor Enterprise Funds	Total Enterprise Funds	
Due in more than one year:					
Certificates of Obligation (Note 12)	10,060,274	27,778,830	-	37,839,104	-
Revenue bonds, net of current portion	1,675,000	-	-	1,675,000	-
Less: Unamortized insurance costs	53,093	-	-	53,093	-
Less: Unamortized discount	-	(136,087)	-	(136,087)	-
Plus: Unamortized premium	-	3,407,860	-	3,407,860	-
Capital Lease Payable	-	325,460	-	325,460	-
OPEB Liability	1,650,510	991,233	-	2,641,743	-
Net Pension Liability	1,187,095	712,257	-	1,899,352	-
Total Long-Term Liabilities due in more than one year:	14,625,972	33,079,553	-	47,705,525	-
TOTAL LIABILITIES	20,453,675	35,188,068	52,919	55,694,662	1,825,891
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources for Pensions	159,738	95,843	-	255,581	-
Total deferred inflows of resources	159,738	95,843	-	255,581	-
Total Liabilities plus Deferred Inflows of Resources	20,613,413	35,283,911	52,919	55,950,243	1,825,891
NET POSITION					
Net investment in capital assets	14,482,232	6,020,630	3,523,860	24,026,722	-
Restricted for Revenue Bond Debt Service	1,571,518	1,746,845	-	3,318,363	-
Restricted for Revenue Bond Debt Reserve	2,055,088	-	-	2,055,088	-
Restricted for Revenue Bond Operating Reserve	250,000	2,235,000	-	2,485,000	-
Restricted for Beach Maintenance	-	-	-	-	-
Restricted for Construction	2,877,110	607,180	-	3,484,290	-
Restricted for Donations	-	8,405	-	8,405	-
Unrestricted	2,291,821	2,471,060	1,105,509	5,868,390	1,221,930
TOTAL NET POSITION	\$ 23,527,769	\$ 13,089,120	\$ 4,629,369	\$ 41,246,258	\$ 1,221,930

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

CAMERON COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For The Fiscal Year Ended September 30, 2016

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS				Governmental Activities Internal Service Fund
	TOLL BRIDGE SYSTEM	PARK SYSTEM	Nonmajor Enterprise Funds	TOTAL	
OPERATING REVENUES					
Charges for services	\$ 17,941,681	\$ 3,819,345	\$ 1,006,103	\$ 22,767,129	\$ 13,198,405
Rental income	437,351	4,839,969	36,601	5,313,921	-
Other	2,922	170,566	29,362	202,850	4,352
TOTAL OPERATING REVENUES	18,381,954	8,829,880	1,072,066	28,283,900	13,202,757
OPERATING EXPENSES					
Salary, wages and fringe benefits	2,851,309	3,367,596	136,104	6,355,009	160,592
Employee Benefits	817,678	65,588	-	883,266	-
Pension Expense	171,322	102,794	-	274,116	-
Supplies	95,958	298,648	15,666	410,272	1,229
Repairs and maintenance	53,944	246,254	39,271	339,469	-
Professional services	69,241	6,647	-	75,888	26,042
Insurance	109,386	56,395	6,553	172,334	-
Travel	6,428	3,831	-	10,259	-
Advertising	1,000	10,409	-	11,409	-
Taxes	-	7,599	-	7,599	-
Medical claims	-	-	14,201	14,201	12,621,544
Utilities	106,374	1,196,066	17,305	1,319,745	-
Depreciation and amortization	1,422,300	1,019,306	220,250	2,661,856	-
Miscellaneous	56,144	29,811	64,972	150,927	378
Equipment and land rental	-	17,675	-	17,675	-
Administration fees	-	-	6,740	6,740	-
Contractual services	22,990	391,638	548,658	963,286	2,271,239
TOTAL OPERATING EXPENSES	5,784,074	6,820,257	1,069,720	13,674,051	15,081,024
OPERATING INCOME (LOSS)	12,597,880	2,009,623	2,346	14,609,849	(1,878,267)
NON-OPERATING REVENUES (EXPENSES)					
Interest income	46,439	19,062	1,522	67,023	2,718
Interest expense and fiscal agent fees	(619,921)	(526,253)	-	(1,146,174)	-
Insurance proceeds - net of related losses	-	19,725	-	19,725	-
Capital Grant - Expenses	-	(275,484)	-	(275,484)	-
Aid to / from other governments	(3,037,382)	-	1,226,557	(1,810,825)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	(3,610,864)	(762,950)	1,228,079	(3,145,735)	2,718
Income (Loss) before Capital Contributions and transfers	8,987,016	1,246,673	1,230,425	11,464,114	(1,875,549)
Capital Grant and Contributions	-	211,484	-	211,484	-
Transfers (out)	(8,677,775)	(119,904)	-	(8,797,679)	-
Transfers in	-	-	-	-	2,286,490
CHANGE IN NET POSITION	309,241	1,338,253	1,230,425	2,877,919	410,941
Net Position - Beginning of year	23,218,528	11,750,867	3,398,944	38,368,339	810,989
Net Position - End of year	\$ 23,527,769	\$ 13,089,120	\$ 4,629,369	\$ 41,246,258	\$ 1,221,930

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

CAMERON COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Fiscal Year Ended September 30, 2016

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS				Governmental Activities Internal Service Fund
	TOLL BRIDGE SYSTEM	PARK SYSTEM	Nonmajor Enterprise Funds	TOTAL	
Cash Flows From Operating Activities:					
Cash received from customers	\$ 18,925,753	\$ 8,758,683	\$ 1,019,531	\$ 28,703,967	\$ 13,116,455
Cash received from other operating activities	440,273	-	38,909	479,182	4,352
Cash payments for goods and services	(2,681,219)	(2,045,013)	(698,234)	(5,424,466)	(15,590,146)
Cash payments to employees	(3,624,554)	(3,436,035)	(136,104)	(7,196,693)	(166,284)
Cash Provided (Used) by Operating Activities	<u>13,060,253</u>	<u>3,277,635</u>	<u>224,102</u>	<u>16,561,990</u>	<u>(2,635,623)</u>
Cash Flows From Non-Capital Financing Activities:					
Aid (to) from other governments	-	-	-	-	-
Insurance Proceeds	-	19,725	-	19,725	-
Transfers in	-	-	-	-	2,286,490
Transfers (out)	(8,677,775)	(119,904)	-	(8,797,679)	-
Cash Provided (Used) for Non-Capital Financing Activities	<u>(8,677,775)</u>	<u>(100,179)</u>	<u>-</u>	<u>(8,777,954)</u>	<u>2,286,490</u>
Cash Flows From Capital and Related Financing Activities:					
Payments for capital acquisitions	(731,346)	(1,266,401)	(1,224,465)	(3,222,212)	-
Financing for additions and Improvements	-	21,160,000	-	21,160,000	-
Intergovernment agreement	(3,037,382)	-	-	(3,037,382)	-
Capital Grants and Contributions	-	211,484	1,226,557	1,438,041	-
Capital Grants -Expenses	-	(275,484)	-	(275,484)	-
Bond issuance cost	-	3,247,630	-	3,247,630	-
Lease Payments	-	465,801	-	465,801	-
Interest paid	-	(352,140)	-	-	-
Principal payments	(1,607,922)	(495,636)	-	(2,103,558)	-
Fiscal agent fees	(619,921)	(174,113)	-	(794,034)	-
Cash Provided/(Used) for Capital and Related Financing Activities	<u>(5,996,571)</u>	<u>22,521,141</u>	<u>2,092</u>	<u>16,878,802</u>	<u>-</u>
Cash Flows From Investing Activities:					
Receipts of interest	46,439	19,062	1,522	67,023	2,718
Cash Provided by Investing Activities	<u>46,439</u>	<u>19,062</u>	<u>1,522</u>	<u>67,023</u>	<u>2,718</u>
Increase (decrease) in cash and cash equivalents	(1,567,654)	25,717,658	227,716	24,729,860	(346,415)
Cash and cash equivalents, October 1, 2015	16,009,518	8,095,883	897,734	25,003,135	1,619,400
CASH AND CASH EQUIVALENTS, SEPTEMBER 30, 2016	<u>\$ 14,441,864</u>	<u>\$33,813,541</u>	<u>\$ 1,125,450</u>	<u>\$ 49,732,995</u>	<u>1,272,985</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating income (Loss)	\$ 12,597,880	\$ 2,009,623	\$ 2,346	\$ 14,609,849	\$ (1,878,267)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operating Activities:					
Depreciation	1,422,300	1,019,306	220,250	2,661,856	-
Decrease (increase) in Post employment benefits expense	98,383	102,794	-	201,177	-
Pension Expense	171,322	65,588	-	236,910	-
Decrease (increase) in accounts receivable	(26,268)	(78,858)	(13,626)	(118,752)	(81,950)
Decrease (increase) in prepaids and other assets	993,676	21,968	16,345	1,031,989	(7,878)
Decrease (increase) in inventory	-	64	-	64	-
Decrease (increase) in Due from other Funds	(1,007)	-	-	(1,007)	(683,480)
Decrease (increase) in Due from other governments	-	-	-	-	-
Increase (Decrease) in accounts payable	102,549	419,519	2,062	524,130	9,471
Increase (Decrease) in wages and fringe payable	(83,788)	(80,809)	-	(164,597)	(3,253)
Increase (Decrease) in compensated absences payable	(9,343)	12,370	-	3,027	(2,440)
Increase (Decrease) in reserve payable	-	1,272	-	1,272	-
Increase (Decrease) in accrued interest payable	-	29,748	-	29,748	-
Increase (Decrease) in deposit payable	(650)	-	-	(650)	-
Increase (Decrease) in retainage payable	4,931	-	-	4,931	-
Increase (Decrease) in due to other funds	(2,222,472)	(252,611)	(3,275)	(2,478,358)	-
Increase (Decrease) in due to other governments	17,877	-	-	17,877	12,174
Increase (Decrease) in deferred revenue	-	-	-	-	-
Increase (Decrease) in deposits	(5,137)	7,661	-	2,524	-
CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 13,060,253</u>	<u>\$ 3,277,635</u>	<u>\$ 224,102</u>	<u>\$ 16,561,990</u>	<u>\$ (2,635,623)</u>

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

CAMERON COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2016

	Private Purpose Trust Funds	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 7,578,910	\$ 12,668,274
Investments	8,115,264	-
TOTAL ASSETS	<u>15,694,174</u>	<u>12,668,274</u>
LIABILITIES		
Accounts payable	\$ -	\$ 2,284,211
Deposits	-	43,813
Due to other governments	32	8,792,486
Fees payable	-	1,547,764
TOTAL LIABILITIES	<u>32</u>	<u>12,668,274</u>
NET POSITION		
Net position held in trust	<u>\$ 15,694,142</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Private Purpose Trust Funds
ADDITIONS:	
Contributions:	
Registry	\$ 7,440,091
Miscellaneous	<u>287</u>
Total contributions	7,440,378
Investment earnings:	
Interest	<u>122,896</u>
Total investment earnings	122,896
Total additions	<u>7,563,274</u>
DEDUCTIONS:	
Judgments	7,690,823
Administrative expenses	<u>19,216</u>
Total deductions	<u>7,710,039</u>
Change in net assets	(146,765)
Net position - beginning	<u>15,840,907</u>
Net position - ending	<u><u>\$ 15,694,142</u></u>

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

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments.

Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

The financial report has been prepared in accordance with GASB Statement No. 34, "*Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*", issued in June 1999 and implemented by the County in FY 2003. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

A. REPORTING ENTITY

Cameron County (the County) is a public corporation and a political subdivision of the State of Texas. A Commissioners' Court, composed of four (4) elected County Commissioners and one elected County Judge, governs the County. The County provides a vast number of services, including public safety, administration of justice, health and human services, culture and recreation, public improvements and general administration.

As required by GAAP, the financial statements of the reporting entity include those of the County (the primary government) and its component units in conformity with GASB Statement 14 "The Financial Reporting Entity", which supersedes all previous pronouncements issued by GASB and the National Council of Governmental (NCGA) for defining the reporting entity.

In accordance with GASB Statement 39 *Determining Whether Certain Organizations are Component Units* and GASB 61 *The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34*, a financial reporting entity consists of the primary government and its component units. Component units are legally separate organizations for which the elected officials of the County are financially accountable, or the relationship to the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. Blended component units, although legally separate entities are, in substance, part of the County's operations, and data from these units are combined with data of the County. On the other hand, each discretely presented component unit is reported in a separate column in the combined statements to emphasize it is legally separate from the primary government.

Discretely Presented Component Units. The component unit columns in the combined financial statements include the financial data of the County's component units.

The Cameron County Regional Mobility Authority (CCRMA) was created by the State of Texas on September 30, 2004. The CCRMA is authorized to construct, maintain, repair and operate turnpike projects at locations authorized by the State Department of Transportation. The CCRMA receives its revenues from tolls, fees and rent from the operation of turnpike projects. The CCRMA was formed through the efforts of Cameron County, Texas. Although the CCRMA is a legally separate entity, it is included as a discretely presented component unit of the government of Cameron County, Texas, because the Commissioners' Court appoints six of the seven Directors to the CCRMA Board.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. REPORTING ENTITY (continued)

The Commissioners' Court can influence operations significantly by the appointment of directors. CCRMA also has fiscal dependency on Cameron County.

Separate financial statements may be obtained from:

Cameron County Regional Mobility Authority
1100 E. Monroe
Brownsville, Texas 78520

Cameron County Health Care Funding District (CCHCFD) was created by Cameron County Commissioners Court on July 2, 2013 pursuant to V.T.C.A., Health and Safety Code, Section 288.002, per Senate Bill 1623. This district is governed by the five (5) members of commissioners court. The purpose of this District is to generate revenue from a mandatory payment required by the District to provide the nonfederal share of a Medicaid supplemental payment program; mandatory payments are based on Hospital Net Patient Revenue. Revenue generated in this fund may only be used to: fund intergovernmental transfers to the state to provide the nonfederal share of a Medicaid supplemental payment program, subsidize indigent programs, administrative expenses of the district, refund a mandatory payment collected in error and refund the paying hospitals the proportionate share of money received from Health and Human Services Commission that is not used. The Cameron County Health Care Funding District is a component unit of county government and is not a separate political subdivision of the State. The Commissioners Court serve as the "Directors" of this district and can influence operations of the CCHCFD.

Cameron County Emergency Services District # 1 is a separate political subdivision organized under Article III, Section 48-e, of the Texas Constitution, as proposed by S.J.R. No. 27, Act to the 70th Legislature, Regular Session, 1987, and adopted by the voters to supply the rural areas with fire and ambulance services. Although the Emergency Services District is a legally separate entity, it is included as a discretely presented component unit of the government of Cameron County, Texas, because the Commissioners' Court appoints all members to the District's Board and can influence operations significantly by the appointment of members or removal of members that do not govern the Board's activities consistent with Commissioners' Court policy. Funding for the Cameron County Emergency Services District # 1's activities is generated through its ability to tax property owners within the District's unincorporated areas, and all debt incurred by the District is the responsibility of the District. Complete financial statements may be obtained from:

Cameron County Emergency Services District #1
c/o Cameron County Program Development and Management
1100 E. Monroe Street
Brownsville, Texas 78520

Cameron County created Cameron County Spaceport Development Corporation (CCSDC) in 2013, a domestic nonprofit corporation, as authorized by Chapter 507 of the Texas Local Government Code. This corporation was created in support and to benefit the promotion and development of a spaceport project in Cameron County. This corporation is managed by seven board members as appointed by Cameron County Commissioners, the governing body of Cameron County.

Condensed Financial Statements. The following are condensed financial statements of each discretely presented component unit disclosed above. The fiscal year end for each of the discretely presented component units is as follows: Cameron County Regional Mobility Authority September 30, 2016, Cameron County Emergency Services District #1, September 30, 2016, Cameron County Health Care Funding District, September 30, 2016 and Cameron County Spaceport Development Corporation, September 30, 2016.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. REPORTING ENTITY (continued)

	Emergency Services District	Cameron County Regional Mobility Authority	Cameron County Health Care Funding	Cameron County Spaceport Development Corporation	Total Component Units
Condensed Balance Sheet					
ASSETS					
Current Assets	\$ 2,766,744	\$ 11,668,118	\$ 7,060,139	\$ 15,375	\$ 21,510,376
Capital Assets	-	137,158,053	-	-	137,158,053
Total Assets	2,766,744	148,826,171	7,060,139	15,375	158,668,429
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Pension Outflows	-	92,323	-	-	92,323
Total Assets and Deferred Outflows of Resources	\$ 2,766,744	\$ 148,918,494	\$ 7,060,139	\$ 15,375	\$ 158,760,752
LIABILITIES					
Current Liabilities	2,164,696	2,874,651	716,402	-	5,755,749
Due to other governments	-	167,500	2,593,462	-	2,760,962
Noncurrent Liabilities	-	132,942,020	-	-	132,942,020
Total Liabilities	2,164,696	135,984,171	3,309,864	-	141,458,731
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenue	602,048	31,341	-	-	633,389
NET ASSETS					
Net investment in capital assets	-	436,845	-	-	436,845
Restricted	-	10,307,998	3,750,275	15,375	14,073,648
Unrestricted	-	2,158,139	-	-	2,158,139
Total Net Assets	-	12,902,982	3,750,275	15,375	16,668,632
Total Liabilities and Deferred Inflows of Resources and Net Position	\$ 2,766,744	\$ 148,918,494	\$ 7,060,139	\$ 15,375	\$ 158,760,752
Condensed Statement of Revenues and Expenses					
REVENUES					
Property Tax	\$ 3,085,918	\$ 426,261	\$ -	\$ -	\$ 3,512,179
Charges for Services	-	4,717,997	10,862,457	-	15,580,454
Intergovernmental	-	-	-	15,375	15,375
Investment Earnings	999	17,330	25,524	-	43,853
Total Revenues	3,086,917	5,161,588	10,887,981	15,375	19,151,861
EXPENSES					
Charges for Services	3,039,321	3,420,704	38,914,040	-	45,374,065
Excess of Revenues over Expenses	47,596	1,740,884	(28,026,059)	15,375	(26,222,204)
Interest Expense	-	(3,430,383)	-	-	(3,430,383)
Capital Contribution	-	1,385,000	-	-	1,385,000
Due to Others	(47,596)	-	-	-	(47,596)
Total net position—Beginning	-	13,207,481	31,776,334	-	44,983,815
Total Net Position - Ending	\$ -	\$ 12,902,982	\$ 3,750,275	\$ 15,375	\$ 16,668,632

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-wide and fund financial statements (continued)

The **government-wide financial statements** include the statement of net position and the statement of activities. Government-wide statements report, except for County fiduciary activity, information on all of the activities of the County and its component units. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes, licenses and permits, charges from services, fines and forfeitures and intergovernmental revenues. The primary government is reported separately from the component units within the government-wide statements. The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges for customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds, proprietary fund and fiduciary funds even though the latter are excluded from the government-wide financial statements. The General Fund, Road & Bridge Fund, and the 2016 Series Certificates of Obligation meet the criteria as **major governmental funds**. Each major fund is reported in separate columns in the fund financial statements. Non-major funds include other Special Revenue, Capital Project and Debt Service Funds. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. Detailed statements for non-major funds are presented within Combining and Individual Fund Statements and Schedules.

C. 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. This measurement focus is also used for the proprietary and fund 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. Revenue from forfeitures and fines are recognized when they have been assessed, adjudicated and earned. Major revenue types, which have been accrued, are district clerk and county clerk fees, justice of the peace fees, intergovernmental revenue and charges for services. Grants and similar items are recognized as revenue when all applicable eligibility imposed by the provider is met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions. General revenues include all taxes and grants not restricted to specific programs and investment earnings.

Governmental fund level financial statements are reported using 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 available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. Property taxes which were levied prior to September 30, 2016, and became due October 1, 2016 have been assessed to finance the budget of the fiscal year beginning October 1, 2016 and, accordingly, have been reflected as deferred revenue and taxes receivable in the fund financial statements

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

at September 30, 2016. Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured and payment is due.

The government reports the following major governmental funds:

The General Fund is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, health, welfare, and capital acquisition.

The Road & Bridge Fund is used to account for the revenues restricted for the funding of road repairs and improvements and all related expenditures related to the County roads. Revenues are supported by the property tax rate as adopted by Commissioner's Court during the budget process in addition to fees from licenses and permits and intergovernmental revenue.

2016 Series Certificates of Obligation is used to account for the 2016 Series bond proceeds that are being used to fund Capital Projects as identified in this issuance.

Other fund types include special revenue funds, capital projects funds and debt service funds which are considered nonmajor funds.

Proprietary fund level financial statements are used to account for activities, which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position and cash flows. The County's Proprietary funds include the Sheriff's Commissary, the Bridge System, the Park System and the Airport System enterprise funds. The Proprietary funds are accounted for using the accrual basis of accounting as follows:

1. Revenues are recognized when earned and expenses are recognized when the liabilities are incurred.
2. Current-year contributions, administrative expenses and benefit payments, which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from non-operating. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

Major proprietary funds are the Bridge System and Parks funds. The Bridge System is used to account for international crossings at points of entry. Usage if this fund accounts for the operation and maintenance of the international bridges and is financed primarily through user charges. The Park System accounts for the operation and maintenance of county managed beaches and is financed by user fees.

Fiduciary fund level financial statements include fiduciary funds held in a trustee or agency capacity for parties outside the government and cannot be used to support the government's own purposes. County reports private-purpose trust funds (Trusts Funds) for funds where the principal and interest funds are held to benefit certain beneficiaries for a defined period of time. These private purpose trust funds may never be used to report government programs as they provide specific benefits to specific beneficiaries.

Agency funds do not involve a formal trust agreement. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. These agency funds serve custodial purposes for the District and County Clerks Fee Accounts, Tax Office and Law Enforcement Judicial Offices. Fiduciary funds in custody for county government purposes are accrued for recognition in financial reports.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Internal Service Fund financial statements include the administration of the health and life benefits program provided to active and retired employees and their dependents. Premiums are paid into this fund from all county programs; contributions are used to pay claims, administrative costs and claims reserves.

D. Assets, liabilities and net assets or equity

1. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short term investments. State statutes and the County's official Investment Policy authorize the County to invest in obligations of the U. S. Treasury, commercial paper, repurchase agreements, Bankers' acceptances, money market mutual funds and direct obligations of the State of Texas.

The County records investments at fair value in accordance with provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools as superseded by GASB Statement No. 72, Fair Value Measurement and Application, which took effect for reporting periods after June 15, 2015*. All investment income is recognized as revenue in the appropriate fund's statements of activity and or statement of revenues, expenditures and changes in fund balance. Participation in First Public Lone Star Investment Pool maintains a net asset value of one dollar and its dollar-weighted average maturity is 60 days or less.

2. Receivables and payables

Accounts Receivable

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1 and past due after January 31. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior year's levy are shown net of an allowance for uncollectible.

Accounts receivables from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements. Receivables are shown net of an allowance for uncollectibles.

Lending or borrowing between funds is reflected as "due to or from" (current portion) or "advances to/from other funds" (non-current). Interfund activity reflected in "due to or from" is eliminated on the government-wide statements.

3. Inventories and prepaid items

Inventory is valued at average cost. Inventory in the General and Special Revenue Funds consists of expendable supplies held for consumption. In the General Fund, the cost is recorded as expenditure at the time the inventory items are used. In the Special Revenue Funds, inventory items expected to be used within a short period of time, are recorded as expenditures at the time of purchase; other inventory items

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3. Inventories and prepaid items (continued)

are expensed when used. Reported inventories are offset by a reservation of fund balance which indicates they do not represent "available spendable resources."

4. Deferred Outflows/Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. Deferred outflows consist of deferred costs on refunding debt obligations that are applicable to future period(s). Deferred inflows of resources are property tax revenue received for a future period.

In reporting advance refunding of debt, the difference between the reacquisition price and the net carrying amount of the old debt is recorded as unamortized reacquisition costs and reported as a deferred outflow of resources. These costs are amortized as components of interest expense over the shorter of the remaining life of the refunding or the refunded debt. Deferred outflow of resources due to refunding debt was recognized under Government Wide Statements of \$1,071,111. Pursuant to implementation of GASB Statement No. 68 in fiscal year 2015, the County recorded deferred outflow of resources of \$20,516,681 related to pension recognition. Deferred inflows of resources due to GASB Statement No. 68 were recognized of \$3,194,761.

5. Capital Assets – Primary Government

Capital assets, which include land, buildings and improvements, equipment and infrastructure assets (e.g., roads and bridges) are reported in the government-wide financial statements. Capital assets such as equipment are defined as assets with a cost of \$5,000 or more. Infrastructure assets include County-owned roads and bridges. Per implementation of GASB 72, acquisition value is used to measure the fair value of capital assets purchased or constructed. Fair value is the amount required to replace the present service capacity of an asset. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>ASSETS</u>	<u>Years</u>
Building	40
Furniture and fixtures	5
General equipment	5
Trucks	6
Cars	6
Computer hardware	5
Infrastructure	30

6. Compensated Absences – A liability for unused vacation and compensatory time for all full time employees is calculated and reported in the government-wide statements. For financial reporting, the following criteria must be met to be considered as compensated absences;

- a. leave or compensation is attributable to services already rendered
- b. leave or compensation is not contingent on a specific event (such as illness)

Per GASB Interpretation No. 6, liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

6. Compensated Absences (continued)

Primary Government – The County’s permanent, full-time employees accrue 3.09 hours of vacation per pay period (biweekly) from date of employment to five years of service, 4.62 hours per pay period from 5 years to 15 years of service and 6.16 hours per pay period in excess of 15 years of continuous employment.

The maximum accrual is two, three or four weeks of vacation for the respective accrual categories specified. Upon termination from County employment, an employee shall be entitled to payment for total accrued but unused hours of vacation.

The County’s permanent, full-time employees accrue sick leave at the rate of 3.09 hours per pay period. Sick leave is paid to current employees if the employees are absent from work due to illness, injury or other situations requiring medical attention. An employee who leaves the employment of the County for any reason shall receive no compensation for accrued sick leave.

Amounts of accrued vacation leave are accrued in the government-wide financial statements.

7. Subsequent Events

Management has evaluated subsequent events through March 28, 2017, which is the date the financial statements were available to be issued.

8. Implementation of Accounting Standards

In the current fiscal year the County considered the following new standards:

Statement No. 72, “Fair Value Measurement and Application.”

This Statement became effective for Cameron County beginning with year ending September 30, 2016. This Statement serves to establish principles for measuring fair value and standards of accounting and financial reporting for assets and liabilities measured at fair value. Cameron County participates in First Public/Lone Star Investment Pool for investment purposes. These funds maintain a net asset value of one dollar and the dollar weighted average maturity is 60 days or less. Capital assets are recorded at fair value which is the amount that would be received were the asset to be sold. Cameron County does not transfer capital asset liabilities. GASB No. 72 implementation for Cameron County did not have an impact on Cameron County and no restatement was necessary.

Statement No. 73, “Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68.”

This Statement establishes standards of accounting and financial reporting for defined benefit pensions and defined contribution pensions that are provided to state employees and local government employers and are not within the scope of Statement 68. Statement 68 established requirements for pensions that are provided through pension plans administered through trusts. Cameron County’s pension benefit is within the scope of Statement 68 and all required disclosures have been met. (See Note 15)

Statement No. 76, The “Hierarchy of Generally Accepted Accounting Principles for State and Local Governments”.

This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses usage of authoritative and nonauthoritative literature in the event the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. Implementation of Statement No. 76 did not have an effect on Cameron County.

Statement No. 79, “Certain External Investment Pools and Pool Participation”.

Cameron County’s pool investments are measured at net asset value per share and investment income is recognized in each respective funds. Implementation of this statement did not have an effect on Cameron County.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

9. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities or proprietary fund type statement of net position. On new bond issues, bond premiums and discounts, as well as insurance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as an expense in the period incurred.

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

10. Unemployment and Workers' Compensation Benefits

The County is a reimbursing employer for unemployment compensation benefits. The County processes workers' compensation payments through a third-party administrator as the claims become due. These obligations are budgeted and paid from current resources (see Note 13).

11. Fund Balance and flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted-net asset and unrestricted-net asset in the government wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. For the classification of fund balances in the governmental funds, the County considers expenditures to be funded from the most restrictive category first when more than one classification is available.

In the proprietary fund financial statements and in the government-wide financial statements, restricted net assets are reported for amounts that are externally restricted by 1) creditors (e.g. bond covenants), grantors, contributors, or laws and regulations of other governments or 2) law through constitutional provision or enabling legislation.

GASB Statement 54 – *Fund Balance Reporting and Governmental Fund Type Definitions* was implemented by Cameron County as of fiscal year end 9/30/11. This statement sets a hierarchy that intends to determine to what extent a government is bound to observe spending constraints governing how it spends fund balance. The fund balances of governmental funds are defined as follows:

Non-spendable – these are funds that cannot be spent either because they are not in spendable form, such as inventory or prepaid items or because they must be maintained intact. General fund has inventory costs classified as *non-spendable*.

Restricted – these are funds that can be spent only for specific purposes and are subject to externally enforceable legal restrictions. Typically these restrictions are imposed by parties outside of the local government such as creditors through bond covenants, grantors and other governments through laws and regulations. All grants received by county government are classified as Special Revenue Funds with restricted usage. Capital Projects funded through debt issuance are classified as Restricted through bond covenants.

Committed – these are funds that can only be used for specific purposes pursuant to constraints imposed by formal action (court order) of the government's highest level of decision-making authority. Commissioners Court adopted a policy mandating that committed amounts remain binding unless removed or rescinded by the governing body of the County.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

11. Fund Balance and flow assumptions (continued)

To redeploy or modify committed fund balance, formal action requires a discussion agenda item at a duly posted Court meeting during which the proposed modification are discussed after which a vote is taken and entered into the minutes of the Court. This is the official record of the governing body and are the requirements as adopted by Commissioners Court for any changes to committed fund balance. Cameron County Commissioners Court has committed funds of \$500,000 for any pending litigation that may arise during the year and \$500,000 for indigent defense costs in the event unanticipated costs are incurred. They have also committed \$1,967,700 for County Capital Projects.

Assigned – these funds are intended to be used for specific purposes as established by governing body.

Unassigned – these funds represent that are available for any purpose. Positive amounts are reported only in the general fund.

Usage of fund balance that is available for spending is reserved to formal action approval of the government's highest level of decision making authority. Through the budget process, fund balance usage is allowed only after the Commissioners Court official approval.

	<u>General Fund</u>	<u>Road & Bridge</u>	<u>2016 Series Certificates of Obligation</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Fund Balances					
<i>Non-spendable</i>	\$ -	\$ -	\$ -	\$ -	\$ -
Inventory	88,637	-	-	-	88,637
Prepaid	657,378	48,700		683,718	1,389,796
<i>Committed</i>	-	-	-	-	-
Pending Litigation	500,000	-	-	-	500,000
Indigent Defense	500,000	-	-	-	500,000
County Capital Projects	1,967,700	-	-	-	1,967,700
<i>Restricted</i>	-	-	-	-	-
Highway& Streets	-	7,824,828	-	-	7,824,828
Capital Projects	-	-	15,029,549	9,486,530	24,516,079
Special Revenue Reserve for Debt Service	-	-	-	12,695,722	12,695,722
	-	-	-	5,889,323	5,889,323
<i>Unassigned</i>	-	-	-	-	-
Fund Balance	22,806,356	-	-	-	22,806,356
Totals	<u>\$ 26,520,071</u>	<u>\$ 7,873,528</u>	<u>\$ 15,029,549</u>	<u>\$28,755,293</u>	<u>\$ 78,178,441</u>

2. RECONCILIATION OF GOVERNMENT WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes reconciliation between fund balance for total governmental funds and net position as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds. The details of this \$(83,541,209) difference are:

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

2. RECONCILIATION OF GOVERNMENT WIDE AND FUND FINANCIAL STATEMENTS (cont)

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position (continued)

Bonds payable as of 9/30/2016	\$ (73,956,814)
Accrued interest payable	(338,830)
Capital Leases Payable	(6,020,699)
Deferred charge for Refunding	1,071,111
Deferred charge on Discount	388,049
Deferred charge on Premium	(4,923,951)
Deferred charge related to insurance cost	239,925
Net adjustment to reduce fund balance - total government	
Funds to arrive at net position -governmental activities	<u><u>\$(83,541,209)</u></u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation indicates that “governmental funds report capital outlays as expenditures; however, in the statement of activities, the cost of capital assets is allocated over their estimate useful lives and reported as depreciation expense” on capital outlays for County owned assets only. Some capital outlays are for roads not owned by the County. The details of this \$(1,310,852) difference are as follows:

Capital outlay (excluding outlays for non-County roads)	\$ 12,122,764
Depreciation expense	<u>(13,433,616)</u>
Net adjustment to increase net changes in fund balance - total	
governmental funds to arrive at net position –governmental activities	<u><u>\$ (1,310,852)</u></u>

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. The details of this difference are as follows:

Bond Issuance	\$ (16,260,000)
Lease Debt Issuance	(2,040,272)
Principal Repayments	6,148,524
Debt Issuance Interest	
Bond Issuance Cost Amortization & Refunding	181,306
Bond Cost Premium Amortization	<u>(2,382,875)</u>
Net adjustment to decrease net changes in fund balances-total	
governmental Funds to arrive at changes in net assets of governmental	
activities	<u><u>\$ (14,353,317)</u></u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

2. RECONCILIATION OF GOVERNMENT WIDE AND FUND FINANCIAL STATEMENTS (cont)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities (cont)

Another element of the reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The detail of these (\$4,628,075) differences is as follows:

Net OPEB Beginning of the Year	\$ 27,091,206
Pension Expense	(3,152,334)
Net OPEB End of Year	<u>(28,566,947)</u>
Net adjustment to increase net change in fund balances-total governmental	
Funds to arrive at changes in net assets of governmental activities	<u>\$ (4,628,075)</u>

3. DEPOSITS AND INVESTMENTS

A. DEPOSITS, INCLUDING CERTIFICATES OF DEPOSIT

The County considers account balances in demand deposit accounts and certificates of deposit with a maturity of less than three months to be cash equivalents. It is the County's policy for cash to be 105% secured by collateral valued at market or par, whichever is lower, less the amount insured by the Federal Deposit Insurance Corporation (FDIC). At September 30, 2016, the carrying amount of the County's interest-bearing demand accounts and certificates of deposit totaled \$112,763,037. Bank balances and certificates of deposit totaling \$114,145,913 at September 30, 2016, were insured by FDIC or collateralized with a Letter of Credit held by the pledging institution's agent in the County's name. As of September 30, 2016, the County's cash and cash equivalents held by the County's depository institution were insured by \$250,000 through the FDIC and collateralized for amounts above the FDIC limits by a Letter of Credit in the County's name, held by the County's depository of record. Collateral amounts include coverage for balances held in the County's depository for the Cameron County Health Care District reported in the Discretely Presented Component Units. Collateral that is pledged to the County complies with the depository contract requirements, County Investment Policy and Procedures Section 9.01 and Government Code Title 10, Chapters 2256 and 2257. The ratio of securities pledged to funds on deposit as of September 30, 2015 was 120%, which exceeds the County's requirement of 105%. Collateral limits are increased at year-end to provide coverage for the collection of property taxes commencing October 1, 2016.

GASB72, *Fair Value Measurement and Application* became effective year ending September 30, 2016.

GASB72 requires disclosures regarding investments that calculate net asset value per share (or its equivalent). It addresses accounting and financial reporting issues related to fair value measurements by providing guidance for determining fair value for financial reporting purposes. All investments of Cameron County have a determining fair value for financial reporting purposes. All investments of Cameron County have a determined net asset value per share of \$1.00 per share and a dollar weighted average maturity of 60 days or less.

GASB79, *Certain External Investment Pools and Pool Participation*, became effective year ending September 30, 2016. This Statement requires certain disclosures for an external investment pool to measure investments at amortized cost for financial reporting purposes. Cameron County's participation in investment pools does not meet the reporting criteria of this statement.

B. INVESTMENTS

Investments are under the custody of the County Treasurer. Investing is performed in accordance with investment policies complying with State Statutes (Texas Government Code, Title 10, Chapter 2256 V.T.C.A GOVT Sec. 2256, as amended by Act 1996, 74th Legislature, Chapter 402, Section 1, effective September 1, 1996). This law requires the government entity to maintain safety of principal, maintenance of adequate liquidity, desired diversification to maximize rate of return with the previous considerations and have portfolio maturities structured to achieve the highest rate of return of interest consistent with liquidity requirements of the cash needs. The County Investment Policy and Funds Strategy is consistent with this law and states that it will be the objective of Cameron County to earn the maximum rate of return on its investments within the policies imposed by its safety and liquidity objectives and state and federal law governing investment of public funds.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

3. DEPOSITS AND INVESTMENTS (continued)

B. INVESTMENTS (continued)

Custodial Credit Risk – In accordance with the County’s investment policy, the County shall require monthly reports with market values of pledged securities from all financial institutions with which the County has collateralized deposits. The Investment Officer will monitor adequacy of collateralization levels to verify market values and total collateral positions.

Credit Risk- The County identifies and manages credit risk by following the Investment Policy. The Investment Officer implements its investment strategy, establishes and monitors compliance with investment policies and procedures and consistently monitors prudent risk controls. The County will seek to control its risk of loss by monitoring the ratings of portfolio positions to assure compliance with the rating requirements imposed by the Public Funds Act.

The County specifically addresses credit risk in stating that all county funds are fully collateralized or insured consistent with federal and state law in one or more of the following manners:

- FDIC insurance coverage
- United States Government Bonds, Notes and Bills,
- Securities of federally sponsored U. S. Agencies and instrumentality’s of the United States Government and/or obligations, including
- letters of credit, of the United States or its agencies and instrumentalities,
- No Collateralized Mortgage Obligations are acceptable.

County and District Clerks’ trust funds are invested on behalf of the beneficiaries of funds held in trust in Certificates of Deposit. These investments are issued by a state or national bank domiciled in this state or a savings and loan association domiciled in this state and are guaranteed or insured by the FDIC or secured by authorized investments that have a market value of not less than the principal amount of the certificates.

Concentration of Credit Risk – In accordance with the Investment Policy, the County will manage its credit risk exposure through diversification and limiting its investments in each government-sponsored security to eliminate the risk of loss resulting from over concentration of liquid assets with a specific maturity, a specific issuer or a specific class of investments. Investment pools are limited to 60% of the total outstanding investment portfolio with the stipulation that no more than 35% can be held in any registered pool.

Cameron County has investments with Lone Star Investment Pool, managed by First Public, LLC., the State of Texas investment pool available to governmental entities. Lone Star is neither a registered investment pool with the SEC nor backed by pledged collateral, but the underlying investments are mutual funds, U.S. Treasury Bonds, T-bills, government agency securities and repurchase agreements allowed under the Public Funds Investment Act as described by V.T.C.A., Title 10, Government Code, Section 2256. Investments are stated at fair value which approximates market value. Lone Star’s portfolio has low market risk due to restrictions on weighted average maturity and maximum maturity of any one investment and is rated AAA by Standard & Poor. Lone Star’s investments maintain weighted average maturity of the portfolio at sixty days or less, with no security exceeding thirteen months in maturity. Lone Star’s investment portfolio is required to maintain a stable \$1.00 net asset value.

The Lone Star Investment Pool is governed by a Board of Trustees (Board) who is devoted to running an investment pool with superior level of safety and protection of investments. A third party consultant, which reports directly to the Board, reviews the Pool's daily operations, makes sure investment transactions fit with the Pool's Investment Policy, monitors the custodian bank, and compares the investment advisor's performance with that of peer funds and other benchmarks. Lone Star also counts on an independent, third-party bank, the Bank of New York Mellon, for custody and valuation services. The bank settles all trades for

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

3. DEPOSITS AND INVESTMENTS (continued)

B. INVESTMENTS (continued)

the Pool, and secures and values its assets every day. Two other firms, American Beacon Advisors and BNY Mellon Cash Investment Strategies, manage the investment and reinvestment of the Lone Star's assets.

Overall, the County Treasury portfolio of investments earned 0.05310% interest rate at September 30, 2016, based upon a weighted average for all County investments and cash balance.

C. CASH AND INVESTMENTS OF DISCRETELY PRESENTED COMPONENT UNITS

Cash and cash equivalents

The Discretely Presented Component Units consider account balances in demand deposit accounts and certificates of deposit with a maturity of less than three months to be cash.

Cameron Regional Mobility Authority (CCRMA) had demand and a time deposit carrying balance of \$9,085,206 which was either insured by FDIC or collateralized, by bank pledges held in CCRMA's name. Cameron County Emergency Services District #1 (ESD) had a demand deposit balance of \$2,117,455 which was insured by FDIC or collateralized by bank pledges held in ESD's name. Cameron County Health Care Funding District had demand deposits of \$7,059,967 and Cameron County Spaceport Development Corporation had demand deposits of \$15,375 which were either insured by FDIC or collateralized, by bank pledges held in each entity's name.

Investments

The Discretely Presented Component Units classify certificates of deposits purchased or renewed for periods in excess of one year and money market mutual funds as investments designed to achieve a certain rate of return.

No investments meeting these criteria are reported by ESD and CCRMA; however, CCRMA does have an investment policy. CCRMA recognizes that effective cash management is good fiscal management. CCRMA's investment policy considers safety and risk of investment, while seeking to optimizing investment earnings. The purpose of the CCRMA's investment Policy is to comply with Chapter 2256 of the Government Code ("Public Funds Investment Act"), which requires the Authority to adopt a written investment policy regarding the investment of its funds and funds under its control. CCRMA's Investment Policy addresses the methods, procedures and practices that must be exercised to ensure effective and judicious fiscal management of the Authority's funds.

Investments are under the custody of the financial officer of each component unit. Investing is performed in accordance with investment policies complying with the State Statutes (Texas Government Code, Title 10, Chapter 2256 V.T.C.A. Govt. Sec. 2256 as amended by Act 1996, 74th Legislature, Chapter 402 Section 1, effective September 01, 1996). This law requires the government entity to maintain safety of principal, maintenance of adequate liquidity, desired diversification to maximize rate of return with the previous considerations and have portfolio maturities structured to achieve the highest rate of return of interest consistent with liquidity requirements of cash needs.

The County Investment Policy and Funds Strategy is consistent with this law and states that it will be the objective of Cameron County to earn the maximum rate of return on its investments within the policies imposed by its safety and liquidity objectives and state and federal law governing investment of public funds.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

4. RECEIVABLES

Receivables consisted of the following at September 30, 2016

	Governmental Fund Types	Proprietary Fund Types	Total Fund Types
Accounts	\$ 11,828,855	\$ 266,057	\$ 12,094,912
Taxes	7,197,514	-	7,197,514
Due from governments	6,141,391	-	6,141,391
Gross receivables	25,167,760	266,057	25,433,817
Less: allowance for uncollectible accounts	322,635	-	322,635
Total Net Receivables	\$24,845,125	\$ 266,057	\$25,111,182

At September 30, 2016, property tax receivables were reported in the combined balance sheet on page 40 net of an allowance for uncollectible taxes of \$322,635.

5. PROPERTY TAXES

The County adopted the 2015 tax rate, per \$100 of taxable value, for the Fiscal Year 2015-2016, as follows:

	Maintenance and Operation	Debt Service	Total All
Constitutional Funds	\$0.309920	\$0.007216	\$0.317136
Road Debt Service	0.044019	0.038136	0.082155
Total	\$0.353939	\$0.045352	\$0.399291

The County is permitted by law to levy taxes for general fund, jury fund, road and bridge fund and permanent improvement fund purposes up to \$0.80 per \$100 of taxable value. The County levied a \$0.399291 tax rate per \$100 of taxable valuation subject to the \$0.80 tax rate limitation, of which \$0.007216 was Constitutional Funds Debt Service. The Unlimited Tax Road Bonds Tax Rate was \$0.038136 per \$100 of taxable value. The County collects its taxes through the Cameron County Tax Assessor-Collector's Office. The County also collects property taxes for the City of Brownsville, Port of Brownsville Navigation District, Cameron County Emergency Services District #1, South Texas Independent School District, Santa Rosa Independent School District, Brownsville Independent School District, La Feria Independent School District, Texas Southmost College, City of Combes, City of San Benito, Town of Indian Lake, City of Los Fresnos, City of Rio Hondo, City of Santa Rosa, City of Primera, City of La Feria, City of Port Isabel, City of South Padre Island, City of Laguna Vista, City of Los Indios, Town of Bayview, Point Isabel School District, Laguna Madre Water District, Santa Maria Independent School District, the Town of Palm Valley, Town of Rancho Viejo, Paseo de la Resaca 1, 2 and 3, Paseo de la Resaca District, Valley Mud District #2, and Cameron County Drainage Districts No. 1,3,4 and 5. Collections of the property taxes, and subsequent remittances to the proper entities, are accounted for in the Tax Assessor-Collector's Ad Valorem Tax Fund. Tax collections deposited for the County are distributed periodically to the General Fund, Debt Service Fund and Special Road and Bridge Fund. This distribution is based upon the tax rate established for each fund by order of the Commissioners' Court for the tax year for which collections are made. Property taxes for the County are levied each October 1st, on the assessed value of the preceding January 1st, for all taxable real and personal property. Taxes are due and payable when levied. On January 1st, at the time of assessment, an enforceable lien is attached to the property for property taxes. All tax payments not received by February 1st, after the taxes are levied, are considered delinquent. All tax payments not received by July 1st, become subject to attorney collection fees, unless a payment arrangement has been made with the Tax Assessor-Collector. Property, for which taxes are delinquent, is subject to foreclosure proceedings. As required by the State Property Tax Code, appraisal values are determined by the Cameron County Appraisal District at 100% of the appraised market value. The Delinquent Taxes Receivable Account represents uncollected tax levies for the past twenty (20) years. The allowance for estimated uncollectible is 4.69% of the total delinquent taxes receivable at September 30, 2016.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

6. CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2016 was as follows:

Primary Government

	Beginning Balance 2015	Additions	Deletions	*Adjustments	Ending Balance 2016
Governmental Activities:					
Capital Assets, not being depreciated:					
Land	\$ 5,651,424	\$ 46,193	\$ -	\$ -	\$ 5,697,617
Construction in progress	7,872,466	9,411,410	(2,421,444)	-	14,862,432
Total capital assets, not being depreciated	13,523,890	9,457,603	(2,421,444)	-	20,560,049
Capital assets, being depreciated					
Buildings	98,724,708	2,421,444	-	-	101,146,152
Improvements other than buildings / Other Structures	11,735,587	8,700,000	-	-	20,435,587
Equipment	43,753,110	2,784,674	(2,753,172)	-	43,784,612
Infrastructure	305,619,176	-	-	-	305,619,176
Total capital assets, being depreciated	459,832,581	13,906,118	(2,753,172)	-	470,985,527
Less accumulated depreciation for:					
Buildings	(37,335,266)	(2,870,583)	-	-	(40,205,849)
Improvements other than building/other structures	(5,044,784)	(176,244)	-	-	(5,221,028)
Equipment	(37,329,237)	(2,653,253)	2,596,874	(673,779)	(38,059,395)
Infrastructure	(194,050,341)	(7,733,536)	-	-	(201,783,877)
Total accumulated depreciation	(273,759,628)	(13,433,616)	2,596,874	(673,779)	(285,270,149)
Total capital assets being depreciated, net	186,072,953	472,502	(156,298)	(673,779)	185,715,378
Governmental activities capital assets, net	\$ 199,596,843	\$ 9,930,105	\$(2,577,742)	\$ (673,779)	\$ 206,275,427

*Note: Adjustment of \$673,779 is due to an equipment adjustment that was reported in the deletions column rather than the adjustments column in the prior year. This is a prior period adjustment, see Note 16.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

6. CAPITAL ASSETS (continued):

Business-type activities:	Beginning Balance			Ending Balance
	2015	Additions	Deletions	2016
Capital assets, not being depreciated:				
Land	\$ 6,063,852	\$ -	\$ -	\$ 6,063,852
Construction in progress	3,580,880	1,194,878	(484,398)	4,291,360
Total capital assets, not being depreciated	9,644,732	1,194,878	(484,398)	10,355,212
Capital assets, being depreciated:				
Buildings	15,291,507	190,740	-	15,482,247
Improvements other than buildings	16,544,010	1,186,909	-	17,730,919
Equipment	7,674,963	1,074,981	-	8,749,944
Other structures	41,365,597	59,102	-	41,424,699
Total capital assets, being depreciated	80,876,077	2,511,732	-	83,387,809
Less accumulated depreciation for:				
Buildings	(10,085,591)	(496,315)	-	(10,581,906)
Improvements other than buildings	(5,783,930)	(436,711)	-	(6,220,641)
Equipment	(5,969,638)	(431,942)	-	(6,401,580)
Other structures	(26,810,361)	(1,296,889)	-	(28,107,250)
Total accumulated depreciation	(48,649,520)	(2,661,857)	-	(51,311,377)
Total capital assets, being depreciated, net	32,226,557	(150,125)	-	32,076,432
Business-type activities capital assets, net	\$ 41,871,289	\$1,044,753	\$ (484,398)	\$ 42,431,644

Depreciation expense was charged to the functions of the primary government as follows:

Governmental activities:	
General government	\$ 2,001,439
Law enforcement and public safety	3,473,906
Highways and streets	7,560,011
Culture and recreation	152,614
Health	235,807
Welfare	9,839
Total depreciation expense - governmental activities	<u>\$ 13,433,616</u>
Business-type activities:	
Bridge system	\$ 1,422,300
Parks system	1,019,306
Airport system & Commissary	220,250
Total depreciation expense - business-type activities	<u>\$ 2,661,856</u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

6. CAPITAL ASSETS (continued):

COMMITMENTS

Other Capital Projects:

The International Toll Bridge System undergone canopy refurbishments/construction for all bridges. Canopy costs capitalized are \$275,500 and Gateway Bridge refurbishments will be finished this year. Collection Toll booth are being refurbished and are scheduled for completion the early part of 2017.

Judicial Courthouse Improvements on the Elevators is now complete with a total amount of \$1.1 million expended. At the Old County Jail, which has a housing capacity of 258 inmates, all the jail cell doors have been replaced at a costs of \$1.4 million dollars. The plumbing infrastructure project was completed this year at a total cost of 1.8M. Although this detention facility is the oldest County jail, it is one of the most secure detention facilities and has an excellent location due to its proximity to the Judicial Building where all the County courts are located.

At the Sheriff's Jail Facility a Magistrate's Courtroom is complete and a move in date is pending delivery of furniture. Operations for the magistration of inmates are presently held at the Detention Facility; with the completion of this facility will greatly relieve congestion and safety concerns. This building was constructed as a full service courtroom with the intent of eventually converting this to a county court or district courtroom at a later date.

From a historical preservation standpoint, Cameron County continues to explore the renovation of the Laiseca Store Building located north of the Dancy Historical Courthouse – a grant application has been submitted seeking assistance in these costs.

The historical Dancy Courthouse renovation of roofing repair and window replacement is a completed project and funds expended were \$1.9 million.

Major roads scheduled for improvement throughout the County are Primera Road, San Jose Ranch Road, Vermillion Road and the U.S. 77 Parallel Corridor Project. Primera Road project is complete with a County costs of \$2,000,000 . For the San Jose Road project, bridge construction is complete. Road construction will be done in house by County Road and Bridge, costs to date for this road are \$3,733,169 Vermillion Road project is complete, costs were \$1.5 million. U.S. 77/83 South Parallel Corridor Project is now open to the public providing an alternate route for traffic from FM1479/Rangerville to FM509/Paso Real. Phase II will connect with FM732 and provide an alternate route for Los Indios traffic and the Los Indios Free Trade Bridge as well as Harlingen. With the increasing population and heavily traveled area this corridor will relieve traffic congestion.

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7. CAPITAL LEASES AND INSTALLMENT PURCHASES

Cameron County entered into several capital lease agreements for the purchase of computers, software, surveillance systems, security scanners, vehicles, and heavy equipment all which are classified as equipment. Principal outstanding totaled \$6,524,552 at September 30, 2016. Maturities, including interest at an average rate of 3.8%, are as follows:

Fiscal Year Ending September 30,	General Fund	Road and Bridge Fund	Parks Enterprise Fund	Total
2017	\$1,526,210	\$ 992,588	\$185,694	\$2,704,492
2018	1,217,406	748,512	166,288	2,132,206
2019	886,990	349,140	166,286	1,402,416
2020	535,168	-	-	535,168
2020	-	-	-	-
Total future lease payments	4,165,774	2,090,240	518,268	6,774,282
Less: interest	(183,751)	(51,564)	(14,415)	(249,730)
Net Present Value of Future Minimum Lease Payments	\$3,982,023	\$2,038,676	\$503,853	\$6,524,552
Current portion of lease payments	1,442,715	962,408	178,393	2,583,516
Long Term Lease Payments	<u>\$2,539,308</u>	<u>\$1,076,268</u>	<u>\$325,460</u>	<u>\$3,941,036</u>

A historical net book value of equipment acquired under capital leases by asset class is shown on the table below:

Capital Leases by Asset Class

	General Fund	Road and Bridge Fund	Parks Enterprise Fund	Total
Equipment				
Balance 10/01/2015	\$ 7,573,964	\$ 5,891,940	\$ 91,086	\$ 13,556,990
Increases	797,757	842,851	450,320	2,090,928
Decreases	(1,086,501)	(275,057)	-	(1,361,558)
Balance 9/30/2016	7,285,220	6,459,734	541,406	14,286,360
Less: accumulated depreciation	(5,568,646)	(4,367,136)	(38,278)	(9,974,060)
Carrying value	<u>\$ 1,716,574</u>	<u>\$ 2,092,598</u>	<u>\$ 503,128</u>	<u>\$ 4,312,300</u>

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$206,405 in financing for 7 vehicles and computer based equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 2.288%, with three payments of \$67,781, \$68,797, and \$69,827 payable on May, 2017 through May, 2019. Interest to be paid during the term of the lease totals \$6,217.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$268,220 in financing for 6 Law Enforcement vehicles, Body Armour vests, administrative vehicle and computer based equipment through the County's master lease agreement with Bank of America, N.A., at a

CAMERON COUNTY, TEXAS
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7. CAPITAL LEASES AND INSTALLMENT PURCHASES (continued)

rate of 2.17%, with three payments of \$88,149, \$89,401, and \$90,670 payable on July, 2017 through March, 2019. Interest to be paid during the term of the lease totals \$7,656.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$305,756 in financing for computer related software and equipment, administrative vehicle (1) and Law Enforcement equipment for vehicles through the County's master lease agreement with Bank of America, N.A., at a rate of 2.47%, with three payments of \$100,283, \$101,910, and \$103,563 payable on August, 2017 through August, 2019. Interest to be paid during the term of the lease totals \$9,972.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$243,461 in financing for computer related software and equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 2.42%, with three payments of \$79,877, \$81,147, and \$82,437 payable on September, 2017 through September, 2019. Interest to be paid during the term of the lease totals \$7,780.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$113,829 in financing for security system, body armor, office equipment and computer based equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 1.51%, with three payments of \$37,375, \$37,940, and \$38,513 payable on March, 2016 through March, 2018. Interest to be paid during the term of the lease totals \$3,458.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$195,782 in financing for body armor and law enforcement equipment and computer based equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 1.45%, with three payments of \$64,322, \$65,256, and \$66,204 payable on May, 2016 through May, 2018. Interest to be paid during the term of the lease totals \$5,717.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$196,093 in financing for four (4) vehicles and body armor law enforcement equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 1.58%, with three payments of \$67,445 payable on June, 2016 through June, 2018. Interest to be paid during the term of the lease totals \$6,241.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$132,532 in financing for three (3) vehicles and body armor law enforcement equipment, computer related equipment and one (1) patrol golf cart through the County's master lease agreement with Bank of America, N.A., at a rate of 1.47%, with three payments of \$45,485 payable on September, 2016 through September, 2018. Interest to be paid during the term of the lease totals \$3,922.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$173,482 in financing for one (1) law enforcement vehicle, computer based equipment and related and air conditioning equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 1.28%, with three payments of \$57,094, \$57,824, and \$58,564 payable on April, 2015 through April, 2017. Interest to be paid during the term of the lease totals \$4,460.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$284,215 in financing for nine (9) vehicles, law enforcement equipment and computer and related equipment through the County's master lease agreement with Bank of America, N.A., at a rate of 1.4%, with three payments of \$93,454, \$94,733 and \$96,029 payable on August, 2015 through August, 2017. Interest to be paid during the term of the lease totals \$7,814.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$121,634 in financing for computer equipment and related and one (1) heavy duty trailer through the

CAMERON COUNTY, TEXAS
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7. CAPITAL LEASES AND INSTALLMENT PURCHASES (continued)

County's master lease agreement with Bank of America, N.A., at a rate of 1.3%, with three payments of \$40,018, \$40,542 and \$41,073 payable on June 2015 through June 2017. Interest to be paid during the term of the lease totals \$3,201.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$107,951 in financing for four (4) vehicles and computer and related equipment through the County's master lease agreement with Bank of America, N.A. at a rate of 1.4%, with three payments of \$35,473, \$35,981 and \$36,497 payable on September 2015 through September 2017. Interest to be paid during the term of the lease totals \$3,110.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$299,053 in financing for three (3) vehicles, computers and related equipment and one (1) water truck through the County's master lease agreement with Bank of America, N.A. at a rate of 1.4%, with three payments of \$98,269, \$99,677 and \$101,106 payable on September 2015 through September 2017. Interest to be paid during the term of the lease totals \$8,615.

Cameron County entered into an agreement with Capital One Public Funding, LLC dated August 12, 2009 to provide \$495,062 in financing for equipment in Energy Management Project through the County's master lease agreement with Capital One Public Funding, LLC, at a rate of 3.77%, with seven payments of \$70,723 payable on January, 2012 through January, 2018. Interest to be paid during the term of the lease totals \$66,730.

Cameron County entered into an agreement with Motorola Solutions, Inc. during fiscal year 2012 to provide \$3,368,893 in financing for Motorola communication equipment at a rate of 2.53%, with seven payments of \$535,167 payable on October 01, 2013 through October 01, 2019. Interest to be paid during the term of the lease totals \$377,281.

Special Revenue Fund lease additions:

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$173,581 in financing for Road and Bridge Heavy equipment and one (1) wheel loader trucks through the County's master lease agreement with Bank of America, N.A. at a rate of 2.36%, with three payments of \$56,972, \$57,856 and \$58,753 payable on March, 2017 through March, 2019. Interest to be paid during the term of the lease totals \$5,410.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$351,645 in financing for Road and Bridge Backhoe Loader and one (1) Double Drum Roller through the County's master lease agreement with Bank of America, N.A. at a rate of 2.29%, with three payments of \$115,476, \$117,206 and \$118,963 payable on May, 2017 through May, 2019. Interest to be paid during the term of the lease totals \$10,591.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$491,205 in financing for Road and Bridge Caterpillar Dump Truck, three (3) JD Tractors and rotary cutters and related and two (2) Pickups through the County's master lease agreement with Bank of America, N.A. at a rate of 2.32%, with three payments of \$161,275, \$163,722 and \$166,208 payable on August, 2017 through August, 2019. Interest to be paid during the term of the lease totals \$14,988.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$533,171 in financing for Road and Bridge Heavy equipment and two (2) trucks through the County's master lease agreement with Bank of America, N.A. at a rate of 1.49%, with three payments of \$175,109, \$177,711 and \$180,351 payable on April, 2016 through April, 2018. Interest to be paid during the term of the lease totals \$15,918.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

7. CAPITAL LEASES AND INSTALLMENT PURCHASES (continued)

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$159,729 in financing for Road and Bridge heavy equipment and three (3) trucks through the County's master lease agreement with Bank of America, N.A. at a rate of 1.46%, with three payments of \$54,805 payable on June, 2016 through June, 2018. Interest to be paid during the term of the lease totals \$4,685.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$470,682 in financing for two (2) Dump Trucks, two (2) Water Trucks and one (1) truck through the County's master lease agreement with Bank of America, N.A. at a rate of 1.47%, with three payments of \$161,537 payable on September, 2016 through September, 2018. Interest to be paid during the term of the lease totals \$13,929.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$223,813 in financing for Road and Bridge Heavy equipment through the County's master lease agreement with Bank of America, N.A. at a rate of 1.30%, with three payments of \$73,643, \$74,600 and \$75,570 payable on April, 2015 through April, 2017. Interest to be paid during the term of the lease totals \$5,844.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$147,445 in financing for Road and Bridge heavy equipment, one (1) vehicle and computer and related equipment through the County's master lease agreement with Bank of America, N.A. at a rate of 1.33%, with 3 payments of \$48,500, \$49,145 and \$49,799 payable on June, 2015 thru June, 2017. Interest to be paid during the term of the lease totals \$3,938.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$169,463 in financing for Road and Bridge for a Super Duty Pickup and Freightliner Dump Truck through the County's master lease agreement with Bank of America, N.A. at a rate of 1.32%, with three payments of \$55,750, \$56,484 and \$57,228 payable on July, 2015 thru July, 2017. Interest to be paid during the term of the lease totals \$4,481.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$144,353 in financing for Road and Bridge heavy equipment and three (3) vehicles through the County's master lease agreement with Bank of America, N.A. at a rate of 1.37%, with three payments of \$47,462, \$48,115 and \$48,776 payable on Sept, 2015 thru Sept, 2017. Interest to be paid during the term of the lease totals \$3,988.

Enterprise Fund lease additions:

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$180,869 in financing for County Parks equipment, one (1) Polaris and five (5) vehicles through the County's master lease agreement with Bank of America, N.A. at a rate of 2.17 with three payments of \$59,441, \$60,286 and \$61,142 payable on July, 2017 through July, 2019. Interest to be paid during the term of the lease totals \$5,163.

Cameron County entered into an agreement with Bank of America, N.A. dated June 20, 2013 to provide \$144,054 in financing for County Parks maintenance equipment, one (1) JD cab tractor with related and two (2) JD riding lawnmowers through the County's master lease agreement with Bank of America, N.A. at a rate of 2.32%, with three payments of \$47,296, \$48,015 and \$48,743 payable on August, 2017 through August, 2019. Interest to be paid during the term of the lease totals \$4,395.

CAMERON COUNTY, TEXAS
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8. OPERATING LEASES/RENTALS

Cameron County is committed under various leases for office space, vehicles, land and equipment. These leases are considered operating leases. Lease expenditures for real estate space were \$182,836 and equipment rental paid was \$586,577 for the year ended September 30, 2016. All operating leases contain cancellation clauses, making the leases subject to cancellation upon non-appropriation of public funds.

Cameron County Commissioners' Court entered into an agreement with Texas Cable Partners, L.P., d.b.a. Time Warner Communications (TWC) to provide multi-channel video services for the tenants renting in the Isla Blanca Park. The initial term of the agreement is for five years commencing April 9, 2015. As of 09/30/2016 the monthly fee is equivalent to 7.50 (plus tax) per unit costing \$4,305 per month. TWC may not increase the monthly fee during the first two years; thereafter monthly rates may increase at any time upon 30 days notice to Cameron County. Rates increases shall not exceed 3% during any calendar year.

9. ENCUMBRANCES

The County uses encumbrances to control expenditure commitments throughout the year. Encumbrances represent commitments related to contracts not yet performed or purchase orders not yet filled. Encumbrances that are not subject to contract performance are disencumbered at fiscal year-end. Encumbrances related to contract performance as 9/30/16 are as follow:

RESTRICTED

Major Governmental Fund	\$ 1,042,992
Nonmajor Governmental Fund	\$ 1,290,837

10. INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES

Interfund receivables consisted of the following at September 30, 2016:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Enterprise Fund	\$ 3,134,620
	Nonmajor Governmental Fund	4,124,056
Major Governmental Fund	General Fund	25,355
Nonmajor Govenmental Fund	Nonmajor Governmental Fund	7,119,057
	General Fund	1,216,553
Road and Bridge	Nonmajor Governmental Fund	2,579,419
TOTAL		<u><u>\$ 18,199,060</u></u>

- a. The purpose of interfund balances is to provide working capital on a temporary basis to non-major governmental funds while waiting to be reimbursed from the funding source of individual projects.
- b. Interfund balances are all expected to be repaid within one year from the date of the financial statements.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

10. INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES (continued)

Interfund transfers during the year-ended September 30, 2016, are as follows:

***Enterprise Fund transfers to General Fund in FY16 were \$8,220,242.**

Transfers In:							Total
Transfers Out:	General Fund	Road and Bridge Fund	2016 CO's Fund	Other Gov. Funds	Gov. Act. Intl. Svc. Fund	Enterprise Funds	
General Fund	\$ -	\$ 800,000	\$ -	\$ 372,262	\$2,286,490	\$ -	\$ 3,458,752
Road and Bridge	-	-	-	-	-	-	-
2016 CO's	-	-	-	-	-	-	-
Other Gov. Funds	25,982	-	-	762,097	-	-	788,079
Gov. Act. Intl. Svc. Fund	-	-	-	-	-	-	-
Enterprise Funds	8,220,242	-	-	577,437	-	-	8,797,679
	<u>\$8,246,224</u>	<u>\$ 800,000</u>	<u>\$ -</u>	<u>\$1,711,796</u>	<u>\$2,286,490</u>	<u>\$ -</u>	<u>\$13,044,510</u>

- a. The principal purpose of the interfund transfers is to provide matching funds for grants in the governmental funds. The transfers from the Enterprise fund to the general fund is distribution of proceeds above the enterprise operation costs, annual debt service and capital costs as defined by various interlocal agreements with cities within the county.
- b. The intended purpose of these distributions is regular in nature and they are specifically contemplated in both the operations of the International Toll Bridge System and their official borrowing documents.

11. COMPENSATED ABSENCES

Compensated absences are made up of time earned by employees for vacation and compensatory time that would be paid off if the employee leaves the County. County policy requires employees to use their vacation time in the year earned with the exception of being able to carry over a balance to the first quarter of the following year. County policy only allows compensatory time to be accrued up to 24 hours. The following shows the change in compensated absences and the balance due, which is all current, at September 30, 2016.

	Governmental Activities	Business-Type Activities
Beginning balance at October 1, 2015	\$ 1,265,397	\$ 82,083
Increases	2,898,717	272,975
Decrease	(2,765,544)	(269,949)
Ending balance at September 30, 2016	<u>\$ 1,398,570</u>	<u>\$ 85,109</u>

The General Fund has typically been used to liquidate the liability for Governmental compensated absences. Business-Type Activities are compensated through each respective Enterprise Fund.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT

GOVERNMENTAL ACTIVITIES

A. GENERAL OBLIGATION AND CERTIFICATE OF OBLIGATION BONDS

Bonded debt of the County consists of various issues of General Obligation Bonds, Certificates of Obligation and Revenue Bonds. General Obligation Bonds and Certificates of Obligation are direct obligations of the County with the County's full faith and credit pledged towards the payment of these obligations. General Obligation Bonds are issued upon approval by the public at open elections. Certificates of Obligation are issued by the order of Commissioners' Court as pursuant to the general laws of the State of Texas, particularly the Certificates of Obligation Act, Subchapter C of Chapter 271, Texas Local Government Code.

Certificates of Obligation are issued to provide funds for the acquisition and construction of major capital facilities, obligations have been issued for both governmental and business type activities.

Debt service is paid from ad valorem taxes. Revenue bonds are generally payable from the pledged revenue generated by the respective activity for which the bonds are issued.

The changes in General Bonded Obligation Debt are summarized as follows:

	General Obligation Bonds	Certificates of Obligation	Total
Debt payable as of October 1, 2015	\$ 345,000	\$ 80,975,000	\$ 81,320,000
New Debt	-	37,420,000	37,420,000
Debt retired	(110,000)	(5,395,000)	(5,505,000)
Bonds Payable as of September 30, 2016	235,000	113,000,000	113,235,000
Premium on Refunding Bonds Issued	-	2,403,962	2,403,962
Discount on Bond Issued	-	(98,210)	(98,210)
Debt payable as of September 30, 2016	<u>\$ 235,000</u>	<u>\$ 115,305,752</u>	<u>\$ 115,540,752</u>

The annual requirements to amortize all general bonded obligation debt outstanding as of September 30, 2016 are as follows:

Year Ending September 30,	Certificates of Obligation		General Obligation Bonds		
	Principal	Interest	Principal	Interest	Total
2017	\$ 6,350,000	\$ 4,448,997	\$ 115,000	\$ 9,293	\$ 10,923,290
2018	6,615,000	4,368,776	120,000	3,180	11,106,956
2019	7,480,000	4,103,719	-	-	11,583,719
2020	7,855,000	3,805,522	-	-	11,660,522
2021	7,590,000	3,493,669	-	-	11,083,669
2022-2026	33,740,000	12,908,153	-	-	46,648,153
2027-2031	26,980,000	6,516,710	-	-	33,496,710
2032-2036	16,390,000	1,685,506	-	-	18,075,506
	<u>\$ 113,000,000</u>	<u>\$ 41,331,052</u>	<u>\$ 235,000</u>	<u>\$ 12,473</u>	<u>\$ 154,578,525</u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

A. GENERAL OBLIGATION AND CERTIFICATE OF OBLIGATION BONDS (continued)

Bonds and certificates of obligation payable were comprised of the following individual issues at September 30, 2016:

GENERAL OBLIGATION BONDS:	Outstanding Balance September 30, 2016	Less Current Maturities (to be paid in FY 2016-2017)	Long-Term Maturities September 30, 2017
Road Bonds:			
<u>\$2,575,000 Unlimited Tax Road Bonds, Series 2008</u> due in annual principal installments of \$80,000 to \$215,000 through February 15, 2028, plus interest rates ranging from 5.0% to 6.125%, issued for road improvements.	\$ 235,000	\$ 115,000	\$ 120,000
Total General Obligation Bonds	\$ 235,000	\$ 115,000	\$ 120,000
	Outstanding Balance September 30, 2016	Less Current Maturities (to be paid in FY 2016-2017)	Long-Term Maturities September 30, 2017
Certificates of Obligation:			
<u>\$16,075,000 Certificates of Obligation, Series 2008</u> due in annual principal installments of \$505,000 to 1,350,000 through February 15, 2028, plus interest at rates ranging from 5.0% to 6%, for capital improvements.	\$ 1,470,000	\$ 715,000	\$ 755,000
<u>\$5,560,000 Limited Tax Refunding Bonds, Series 2011</u> due in annual principal installments of \$175,000 to \$1,660,000 through February 15, 2022, plus interest at rates ranging from 2% to 5.0%, refunding previously issued bonds.	4,520,000	300,000	4,220,000
<u>\$23,570,000 Certificates of Obligation, Series 2011</u> due in annual principal installments of \$150,000 to 1,840,000 through February 15, 2031, plus interest at rates ranging from 2.0% to 5.0%, for capital projects and road improvements.	20,865,000	1,315,000	19,550,000
<u>\$9,610,000 Limited Tax Refunding Bonds, Series 2012</u> due in annual principal installments of \$120,000 to 1,080,000 through February 15, 2025, plus interest at rates ranging from 2.0% to 3.5%, for debt service savings and to pay cost of issuance of the bond.	8,600,000	905,000	7,695,000
<u>\$16,500,000 Certificates of Obligation, Series 2014</u> due in annual principal installments of \$410,000 to 1,175,000 through February 2034, plus interest at rates ranging from 2.0% to 4.5%, for capital projects and improvements to County Facilities	15,455,000	650,000	14,805,000

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

A. GENERAL OBLIGATION AND CERTIFICATE OF OBLIGATION BONDS (continued)

	Outstanding Balance September 30, 2016	Less Current Maturities (to be paid in FY 2016-2017)	Long-Term Maturities September 30, 2017
<u>\$8,435,000 Limited Tax Refunding Bonds, Series 2014</u> due in annual principal installments of \$30,000 to 1,835,000 through February 2020, plus interest at rates ranging from 2.0% to 5.0%, for debt service savings and to pay issuance costs	6,570,000	1,300,000	5,270,000
<u>\$18,100,000 Limited Tax Refunding, Series 2015</u> due in annual principal installments of \$415,000 to 2,065,000 through February 2028, plus interest at rates ranging from 3.0% to 5.0%, for debt service savings and to pay issuance costs	18,100,000	415,000	17,685,000
<u>\$16,260,000 Certificates of Obligation, Series 2016A</u> due in annual principal installments of \$350,000 to 1,220,000 through February 2036, plus interest at rates ranging from 2.0% to 5.0%, for debt service savings and to pay issuance costs	16,260,000	350,000	15,910,000
<u>\$21,160,000 Certificates of Obligation, Series 2016B</u> due in annual principal installments of \$400,000 to 1,615,000 through February 2036, plus interest at rates ranging from 2.0% to 5.0%, for debt service savings and to pay issuance costs	21,160,000	400,000	20,760,000
Total Certificates of Obligation	<u>113,000,000</u>	<u>6,350,000</u>	<u>106,650,000</u>
Total Debt	113,235,000	6,465,000	106,770,000
Less: Unamortized bond insurance cost	(239,925)	(21,770)	(218,155)
Unamortized premium	<u>4,923,951</u>	<u>354,910</u>	<u>4,569,041</u>
Total Debt	<u>\$ 117,919,026</u>	<u>\$ 6,798,140</u>	<u>\$ 111,120,886</u>

Cameron County issued \$16,260,000 Certificates of Obligation, Series 2016A dated September 1, 2016 to pay for contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair and/or renovation of 1) Dancy Courthouse, including Terra Cotta; 2) Wells Fargo Building for County offices; 3) County IT Center relocation; 4) Vehicle Maintenance Building; 5) Precinct offices and warehouses; 6) Judicial and Administrative facilities renovation; 7) County Jail; 8) Darrell Hester Facility; 9) County buildings roof repair/replacement; 10) Rural street lights and to pay costs of issuance costs of Certificates. This issuance had a premium of \$2,403,962. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2036.

Cameron County issued \$21,160,000 Certificates of Obligation, Series 2016B dated September 1, 2016 for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair, and/or renovation of County Parks, including Isla Blanca Park, Andy Bowie Park, EK Atwood Park, Olmito Community Park and to pay costs of issuance of the Certificates. This is a debt obligation issued by Cameron County utilizing county long term borrowing power that will be paid by Cameron County Parks System, a business-type activity fund. This Obligation was issued by Cameron County and is listed as County debt and in the

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

A. GENERAL OBLIGATION AND CERTIFICATE OF OBLIGATION BONDS (continued)

Enterprise Fund Debt Obligation as County Parks activity will fulfill this obligation. This issuance had a premium of \$3,390,116. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2036.

Cameron County issued \$16,500,000 Certificates of Obligation, Series 2014 dated March 13, 2014 to pay for contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair and/or renovation of certain public property specifically improvements/rehabilitation to the judicial courthouse, the Sheriff's building, Dancy Courthouse, Carrizalez Rucker Detention Center, BISS acquired buildings, Joe G Rivera and Aurora de la Garza building and replacement of Old County Jail cell doors. Construction projects included courtrooms at the Detention Center and improvements or construction of a new animal shelter and rehabilitation/improvements to County roads.

Cameron County issued \$23,570,000 Certificates of Obligation, Series 2011 dated June 9, 2011 to pay for contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, and/or renovation of certain public property, specifically being the roof renovations/replacements at Detention Center 1 and 2 and other County buildings, as well as terra cotta improvements at the Dancy Courthouse; air condition units or a chiller system for the Carrizales Rucker Detention Center, County Jail shower replacements; County Sheriff's Office chiller system; improvements to the old County Jail, Lucio Clinic renovation; Judicial Courthouse improvements and County Judicial computer system software; expansion costs for the Veteran's Trade Bridge; planning, traffic and revenue studies, schematic and environmental studies for the future Flor de Mayo Bridge; sidewalk and canopy improvements at the Gateway International Bridge; toll collection system upgrade for the international bridge system; acquisition of land and construction of a County Annex Building in Los Fresnos; acquisition of land and construction of a Community Center in Olmito; street light infrastructure improvements; improvements at the Pedro "Pete" Benavides County Park and Browne Road Social Service Center; constructing road improvements including improvements to Primera Road, San Jose Ranch Road, Old Alice Road, Vermillion Road, the U.S. 77 Parallel Corridor Project; acquisition of the Pacheco Building across the Dancy Courthouse and renovations to said building; improvements to the Laiseca Store Building and the payment of contractual obligations for professional services in connection with such projects (including, but not limited to, architectural and engineering); and to pay costs of issuance of the Certificates. Capital improvement costs for the International Toll Bridge System are \$4,494,000 and Cameron County Parks System is \$1,897,600 and this business activity debt is recognized in the Enterprise Fund Debt Obligation. Cameron County utilized long term borrowing for debt financed capital improvements for proprietary funds for the International Toll Bridge and Parks System. This issuance had a premium of \$531,156. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2031.

Cameron County issued \$16,075,000 Certificates of Obligation, Series 2008 dated October 15, 2008 to pay for obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, and/or renovation of certain public property, specifically being the Carrizalez Rucker Detention Center; district courtroom improvements and judicial computer system software; engineering and construction costs for the Veteran's and Free Trade Bridges; design, planning, acquisition, construction of right-of-ways for the Flor de Mayo Bridge; renovation of county buildings located across the Dancy County Courthouse; and the payment of contractual obligations for professional services in connection with such projects (including, but not limited to, financial advisory, legal, architectural and engineering). Capital improvement costs for the International Toll Bridge System are \$9,100,000. Debt financed capital improvements for the International Bridge System is recognized as an outstanding obligation of this proprietary fund and the International Toll Bridge System has recognized this debt. The issuance had a premium of \$222,184. The annual interest rates range from 5.0% to 6.0%. Interest accrues semiannually and the bonds mature in fiscal year 2028.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

ENTERPRISE FUND DEBT OBLIGATION

Certificates of Obligations issued by Cameron County for capital improvements of **International Toll Bridge** which will be paid by this Enterprise Fund including interest payments are as follow:

YEAR ENDING SEPTEMBER 30,	PRINCIPAL	INTEREST	AMOUNT
2017	\$ 805,441	\$ 474,767	\$1,280,208
2018	785,824	438,814	1,224,638
2019	664,336	405,685	1,070,021
2020	696,000	374,325	1,070,325
2021	760,273	340,638	1,100,911
2022-2026	4,379,719	1,094,654	5,474,373
2027-2031	2,774,122	225,030	2,999,152
TOTAL	\$10,865,715	\$ 3,353,913	\$ 14,219,628

Cameron County issued \$21,160,000 Certificates of Obligation, Series 2016B dated September 1, 2016 for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair, and/or renovation of County Parks, including Isla Blanca Park, Andy Bowie Park, EK Atwood Park, Olmito Community Park and to pay costs of issuance of the Certificates. This is a debt obligation issued by Cameron County utilizing county long term borrowing power that will be paid by Cameron County Parks System, a proprietary fund. This issuance had a premium of \$3,390,116. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2036.

The County issued Certificates of Obligation Series 2011 in the amount of \$23,570,000 on June 1, 2011. These 2011 CO's included funds of \$1,897,600 to be used for the payment of contractual obligations to be incurred in connection with the construction of a Community Center in Olmito and for improvements to Benavides County Park and Browne Road Social Service Center. This is a debt obligation issued by Cameron County utilizing county long term borrowing power that will be paid by Cameron County Parks System, a proprietary fund.

Certificates of Obligations issued by Cameron County for capital improvements of **Cameron County Parks System** which will be paid by this Enterprise Fund including interest payments are as follow:

YEAR ENDING SEPTEMBER 30,	PRINCIPAL	INTEREST	AMOUNT
2017	\$ 633,640	\$ 1,124,592	\$ 1,758,232
2018	668,865	1,194,233	1,863,098
2019	1,209,552	1,162,980	2,372,532
2020	1,340,461	1,115,398	2,455,859
2021	1,426,021	1,059,609	2,485,630
2022-2026	8,120,784	4,279,015	12,399,799
2027-2031	7,598,146	2,516,588	10,114,734
2032-2036	7,415,002	833,774	8,248,776
TOTAL	\$28,412,471	\$13,286,189	\$41,698,660

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

B. CAPITAL LEASES

The annual requirements to retire general non-bonded debt outstanding at September 30, 2016, are as follows:

Changes in General Capital Leases Debt	Capital Leases Debt
Capital leases payable at October 1, 2015	\$5,792,020
Debt issued	2,524,974
Debt retired	(1,792,442)
Capital Leases payable at September 30, 2016 (Note 7)	<u>\$6,524,552</u>

The annual requirements to retire general non-bonded debt outstanding at September 30, 2016 are reported in Note 7.

C. ADVANCED REFUNDING AND DEFEASED DEBT

Cameron County issued \$8,435,000 Limited Tax Refunding Bonds Series 2014 dated October 15, 2014 for the purpose of refunding outstanding obligations of the County, for debt service savings and to pay costs of issuance of the Bonds. The proceeds were used to refund outstanding Certificates of Obligation Series 2005 \$590,000, Limited Tax Refunding Bonds, Series 2005 \$8,075,000 and Unlimited Tax Road Bonds, Series 2005 \$425,000 carrying an initial principal amount of \$9,090,000. The net proceeds realized from this issuance were \$9,304,497 which includes a premium of \$921,295, issuance cost, underwriter's fees and escrow agent fees of \$180,722 and an Issuer contribution of \$128,924. Net present value savings of \$711,199 were realized as a result of this Refunding.

The net proceeds from the issuance of the Limited Tax Refunding Bonds, Series 2014 have been deposited into the "Escrow Fund", as defined in the Escrow Agreement between the Issuer and Escrow Agent. Investments are authorized for purchase of obligations of the United States and obligations of agencies or instrumentalities of the United States. By the deposit of the Federal Securities and cash with Escrow Agent pursuant to Escrow Agreement, the Refunded Obligations are deemed to be paid in full and considered as a defeasance in accordance with law.

On March 3, 2015 Cameron County issued \$18,100,000 Limited Tax Refunding Bonds, Series 2015 for the purpose of refunding certain obligations of the county. Obligations refunded were Unlimited Tax Road Bonds, Series 2005 \$525,000, Certificates of Obligation, Series 2007 \$5,645,000, Certificates of Obligations, Series 2008 \$10,490,000 and Unlimited Tax Road Bonds, Series 2008 \$1,675,000 with interest rates ranging from 3.00% to 5.00%. The Bonds were sold for a purchase price of \$20,339,119 representing the principal amount of the Bonds of \$18,100,000 (which is less than the principal refunded bonds of \$18,345,000), plus a premium of \$2,338,519, less an Underwriters' discount of \$99,399. County's contribution of \$177,529 and issuance costs, paying and escrow agent fees accounted for a total of \$20,332,410 being deposited with Escrow Agent into the Escrow Fund in accordance with Escrow Agreement. This refunding resulted in a net present value savings of \$1,587,781 and a gross savings of \$1,903,134.

The net proceeds of \$20,332,410 have been verified and deposited pursuant to Escrow Agreement. Accuracy and sufficiency of such amounts as deposited has been confirmed by Financial Advisor and investments are to be made only in U.S. Treasury Securities and obligations of agencies or instrumentalities of the United States. Pursuant to the Escrow Agreement these refunded obligations are no longer outstanding or unpaid.

On June 07, 2012, the County Issued Limited Tax Refunding Bonds Series 2012 in the amount of \$9,610,000 with interest rates ranging from 2.0% to 3.5%. The proceeds were used to refund \$6,635,000 of outstanding Certificates of Obligation, Series 2005 and \$2,420,000 outstanding Certificates of Obligation, Series 2004, with interest rates ranging from 2.0% - 4.5%. The 2012 refunding bonds carried an initial principal amount of \$9,610,000 but were sold at a net premium of \$437,592. After the County contributed \$59,498 and after paying issuance cost, insurance premium, and underwriting fees of \$241,518 the net proceeds were \$9,865,572.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

C. ADVANCED REFUNDING AND DEFEASED DEBT (continued)

The net proceeds from the issuance of the Limited Tax Refunding Bonds, Series 2012 have been deposited in the Escrow Fund to refund the Refunded Obligations. The accuracy and sufficiency of such deposits to make payments has been confirmed by The Financial Advisor and such amounts will be held in an escrow fund under an Escrow Agreement dated September 1, 2012 between the Issuer and the Escrow Agent. All investments are to be made only in U.S. Treasury Securities and all such receipts will be applied to the payment of principal of and interest on the Refunded Obligations or will be held uninvested as cash in the Escrow Fund until the next date for payment of interest on the Refunded Obligations. The advance refunding has met the requirements of an in-substance debt defeasance and the Refunded Obligations are deemed to have been fully paid and no longer outstanding, except for the purpose of receiving payments from the deposited bond proceeds and any cash held for such purpose by the Escrow Agent for the Refunded Obligations and such Refunded Obligations will not be deemed as being outstanding obligations of the County payable from taxes nor for the purpose of applying any limitation on the issuance of debt. The purpose of this Refunding was to restructure debt service payments, to obtain net present value savings of \$576,928 and for the payment of related Refunding Bond issuance costs.

On June 1, 2011 the County issued Limited Tax Refunding Bonds, Series 2011 in the amount of \$5,560,000 to refund the Certificates of Obligation, Series 2002, Unlimited Tax Road Bonds, Series 2002 and the Certificates of Obligation, Series 2004, in the amounts of \$4,910,000, \$675,000 and \$50,000, respectively. The 2011 refunding bonds carried an initial principal amount of \$5,560,000 but were sold at a net premium of \$398,122 with accrued interest of \$17,849. After the County contributed \$99,707 and after paying issuance cost of \$157,137 and \$17,849 of accrued interest, the net proceeds were \$5,918,541.

The net proceeds from the issuance of the Limited Tax Refunding Bonds, Series 2011 have been deposited in the Escrow Fund to refund the Refunded Obligations. The accuracy and sufficiency of such deposits to make payments has been confirmed by The Financial Advisor and such amounts will be held in an escrow fund under an Escrow Agreement dated June 1, 2011 between the Issuer and the Escrow Agent. All investments are to be made only in U.S. Treasury Securities and all such receipts will be applied to the payment of principal of and interest on the Refunded Obligations or will be held uninvested as cash in the Escrow Fund until the next date for payment of interest on the Refunded Obligations. The advance refunding has met the requirements of an in-substance debt defeasance and the Refunded Obligations are deemed to have been fully paid and no longer outstanding, except for the purpose of receiving payments from the deposited bond proceeds and any cash held for such purpose by the Escrow Agent for the Refunded Obligations and such Refunded Obligations will not be deemed as being outstanding obligations of the County payable from taxes nor for the purpose of applying any limitation on the issuance of debt. The purpose of this Refunding was to restructure debt service payments, net present value savings of \$140,086 and for the payment of related Refunding Bond issuance costs.

In prior years, the County has defeased various bond issues by creating separate, irrevocable trust funds. New debt has been issued and proceeds were used to purchase U.S. government securities placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, this debt has been considered defeased and therefore, removed as a liability from the governmental activities column of the statement of net assets.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

D. BUSINESS-TYPE ACTIVITIES

Revenue Bonds and Certificates of Obligation

International Toll Bridge System

Cameron County issued \$7,950,000 International Toll Bridge System Revenue Bonds, Series 1998 on September 10, 1998, the final debt issuance for the construction of Veterans International Bridge. Proceeds from the \$7,950,000 Cameron County, Texas International Toll Bridge System Revenue Bonds, Series 1998 were placed in the construction fund. Total debt issued for the construction of the Veterans International Bridge project totaled \$17,630,000.

The changes in Business-type activities total debt are summarized as follows:

Debt payable at October 1, 2015	\$3,660,000
Debt retired	(970,000)
Less unamortized discount and premium cost	(53,093)
Debt payable at September 30, 2016	<u>\$ 2,636,907</u>

Business Type Debt includes the following individual issuances at September 30, 2016:

REVENUE BONDS:

	Outstanding Balance September 30, 2016	Less Current Maturities (to be Paid in FY 2016-2017)	Long-Term Maturities September 30, 2017
<u>\$4,005,000 International Toll Bridge System</u> <u>Revenue Refunding Bonds Series 2007</u> : due in annual principal installments of \$335,000 to \$475,000 through November 1, 2017, plus interest at the rate of 3.76%.	\$930,000	\$ 455,000	\$ 475,000
<u>\$7,950,000 International Toll Bridge System</u> <u>Revenue Bonds, Series 1998</u> : due in annual principal installments of \$335,000 to \$615,000 through November 1, 2018; interest rates of 4.60%.	<u>1,760,000</u>	<u>560,000</u>	<u>1,200,000</u>
	2,690,000	1,015,000	1,675,000
Unamortized discount and premium cost	<u>53,093</u>	<u>-</u>	<u>53,093</u>
Total Debt	<u>\$2,743,093</u>	<u>\$1,015,000</u>	<u>\$1,728,093</u>

Interest on the International Toll Bridge System debt is paid each May 1 and November 1 and interest on the Park System debt is paid each June 1 and December 1. Principal and interest payments constitute direct obligations of the County payable from a combination of a pledge of net revenues, derived from the operation of the Systems, and the levy and collection of a direct and continuing ad valorem tax, within the limits prescribed by law, on all taxable property located within the County.

Business-type activity bonded debt is secured by, and payable with the net revenues of enterprise activities. The annual requirements to amortize all revenue bonded debt outstanding as of September 30, 2016 are as follows:

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

D. BUSINESS-TYPE ACTIVITIES (continued)

Year Ending	International Toll Bridge System		Parks System		
September 30,	Principal	Interest	Principal	Interest	Total
2017	\$ 1,015,000	\$ 94,494	-	-	\$ 1,109,494
2018	1,060,000	50,675	-	-	1,110,675
2019	615,000	14,145	-	-	629,145
	<u>\$ 2,690,000</u>	<u>\$ 159,314</u>	<u>-</u>	<u>-</u>	<u>\$ 2,849,314</u>

Bond Indenture Requirements

During the period in which the bonds are outstanding, the International Toll Bridge Bond Resolution and Order requires the County to create and maintain certain accounts or "funds" to receive the gross revenues derived from the operations of the System. In accordance with the terms of the Bond Resolution, these assets can be used to 1) pay the maintenance and operating expenses of the System, 2) pay the debt service costs of the System's revenue bonds, and 3) pay for any ordinary maintenance, repairs, or replacements to the System's property. Any remaining revenues may be transferred to other County funds or used for the purchase of the System's outstanding revenue bonds at a price less than par and accrued interest. During fiscal year 1984, a "fund" was established to control the expenditure of the proceeds of a bond sale. The "fund" was established to pay for certain construction work to be performed on the System.

Advance Refunding

On March 3, 2015 Cameron County issued \$18,100,000 Limited Tax Refunding Bonds, Series 2015 for the purpose of refunding certain obligations of the county. Obligations refunded were Unlimited Tax Road Bonds, Series 2005 \$525,000, Certificates of Obligation, Series 2007 \$5,645,000, Certificates of Obligations, Series 2008 \$10,490,000 and Unlimited Tax Road Bonds, Series 2008 \$1,675,000 with interest rates ranging from 3.00% to 5.00%. The Bonds were sold for a purchase price of \$20,339,119 representing the principal amount of the Bonds of \$18,100,000 (which is less than the principal refunded bonds of \$18,345,000), plus a premium of \$2,338,519, less an Underwriters' discount of \$99,399. County's contribution of \$177,529 and issuance costs, paying and escrow agent fees accounted for a total of \$20,332,410 being deposited with Escrow Agent into the Escrow Fund in accordance with Escrow Agreement. This refunding resulted in a net present value savings of \$1,587,781 and a gross savings of \$1,903,134. The refunded Certificates of Obligation Series 2008 provided funding for the International Toll Bridge and a portion of the principal Obligation is included in the Series 2015 Refunding. The Certificates of Obligation, Series 2007 \$5,645,000 were included in the \$18,100,000 Limited Tax Refunding Bonds, Series 2015. Series 2007 Certificates of Obligation were issued to provide funding for Cameron County Parks improvement; these Obligations are payable from Business Type Activities.

The net proceeds of \$20,332,410 have been verified and deposited pursuant to Escrow Agreement. Accuracy and sufficiency of such amounts as deposited has been confirmed by Financial Advisor and investments are to be made only in U.S. Treasury Securities and obligations of agencies or instrumentalities of the United States. Pursuant to Escrow Agreement these refunded obligations are no longer outstanding or unpaid.

On October 15, 2007, Cameron County authorized the issuance of Cameron County, Texas International Toll Bridge System Revenue Refunding Bonds, Series 2007 to refund the International Toll Bridge System Revenue Improvement Bonds, Series 1997, \$6,125,000. These bonds are payable from and secured by the net revenues of the Toll Bridge System. The 2007 Refunding Bonds were sold at par (\$4,005,000) with an additional Toll Bridge contribution of \$167,508 for bond issuance costs. Present Value savings on this Revenue Refund 2007 issue were \$206,932.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

D. BUSINESS-TYPE ACTIVITIES (continued)

Certificates of Obligation

Cameron County issued \$23,570,000 Certificates of Obligation, Series 2011 dated June 9, 2011 to pay for contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, and/or renovation of certain public property, specifically being the roof renovations/replacements at Detention Center 1 and 2 and other County buildings, as well as terra cotta improvements at the Dancy Courthouse; air condition units or a chiller system for the Carrizales Rucker Detention Center, County Jail shower replacements; County Sheriff's Office chiller system; improvements to the old County Jail, Lucio Clinic renovation; Judicial Courthouse improvements and County Judicial computer system software; expansion costs for the Veteran's Trade Bridge; planning, traffic and revenue studies, schematic and environmental studies for the future Flor de Mayo Bridge; sidewalk and canopy improvements at the Gateway International Bridge; toll collection system upgrade for the international bridge system; acquisition of land and construction of a County Annex Building in Los Fresnos; acquisition of land and construction of a Community Center in Olmito; street light infrastructure improvements; improvements at the Pedro "Pete" Benavides County Park and Browne Road Social Service Center; constructing road improvements including improvements to Primera Road, San Jose Ranch Road, Old Alice Road, Vermillion Road, the U.S. 77 Parallel Corridor Project; acquisition of the Pacheco Building across the Dancy Courthouse and renovations to said building; improvements to the Laiseca Store Building and the payment of contractual obligations for professional services in connection with such projects (including, but not limited to, architectural and engineering); and to pay costs of issuance of the Certificates. Capital improvement costs for the International Toll Bridge System are \$4,494,000 and Cameron County Parks System are \$1,897,600. Cameron County utilized long term borrowing for debt financed capital improvements for proprietary funds for the International Toll Bridge and Parks System. This debt is recognized in the proprietary funds as outstanding debt obligations. This issuance had a premium of \$531,156. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2031.

Cameron County issued \$16,075,000 Certificates of Obligation, Series 2008 dated October 15, 2008 to pay for obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, and/or renovation of certain public property, specifically being the Carrizales Rucker Detention Center; district courtroom improvements and judicial computer system software; engineering and construction costs for the Veteran's and Free Trade Bridges; design, planning, acquisition, construction of right-of-ways for the Flor de Mayo Bridge; renovation of county buildings located across the Dancy County Courthouse; and the payment of contractual obligations for professional services in connection with such projects (including, but not limited to, financial advisory, legal, architectural and engineering). Capital improvement costs for the International Toll Bridge System are \$9,100,000. Debt financed capital improvements for the International Bridge System are recognized as an outstanding obligation of this proprietary fund and the International Toll Bridge System has recognized this debt. The issuance had a premium of \$222,184. The annual interest rates range from 5.0% to 6.0%. Interest accrues semiannually and the bonds mature in fiscal year 2028.

Certificates of Obligations issued by Cameron County for capital improvements of *International Toll Bridge* including interest payments are as follow:

YEAR ENDING			
SEPTEMBER 30,	PRINCIPAL	INTEREST	AMOUNT
2017	\$ 805,441	\$ 474,767	\$1,280,208
2018	785,824	438,814	1,224,638
2019	664,336	405,685	1,070,021
2020	696,000	374,325	1,070,325
2021	760,273	340,638	1,100,911
2022-2026	4,379,719	1,094,654	5,474,373
2027-2031	2,774,122	225,030	2,999,152
TOTAL	<u>\$10,865,715</u>	<u>\$ 3,353,913</u>	<u>\$ 14,219,628</u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

12. LONG TERM DEBT (continued)

D. BUSINESS-TYPE ACTIVITIES (continued)

Certificates of Obligation

Cameron County Parks

Cameron County issued \$21,160,000 Certificates of Obligation, Series 2016B dated September 1, 2016 for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair, and/or renovation of County Parks, including Isla Blanca Park, Andy Bowie Park, EK Atwood Park, Olmito Community Park and to pay costs of issuance of the Certificates. This is a debt obligation issued by Cameron County utilizing county long term borrowing power that will be paid by Cameron County Parks System, a proprietary fund. This issuance had a premium of \$3,390,116. The annual interest rates range from 2.0% to 5.0%. Interest accrues semiannually and the bonds mature in fiscal year 2036.

The County issued Certificates of Obligation Series 2011 in the amount of \$23,570,000 on June 1, 2011. These 2011 CO's included funds of \$1,897,600 to be used for the payment of contractual obligations to be incurred in connection with the construction of a Community Center in Olmito and for improvements to Benavides County Park and Browne Road Social Service Center. This is a debt obligation issued by Cameron County utilizing county long term borrowing power that will be paid by County Parks, a proprietary fund.

Cameron County issued \$8,000,000 Certificates of Obligation, Series 2007 on February 15, 2007 for the purpose of payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion and/or renovation of certain public property, specifically being improvements and additions to, and/or acquisition of, various public parks and other public recreation facilities located throughout the County; and to pay costs of issuance of the Certificates. The County included in its annual ad valorem tax, within limitations prescribed by law, an amount sufficient to meet the debt service requirements on these Certificates. The Park System pledged limited revenues of annual operations to comply with the legal requirements for the sale of the Certificates. This Certificate of Obligation issue is an obligation of County Parks System. Certificates of Obligation, Series 2007 have been refunded with the Limited Tax Refunding Bonds, Series 2015 with a principal amount of \$5,572,648. This debt obligation is a Cameron County Parks liability.

Certificates of Obligations issued by Cameron County for capital improvements of *Cameron County Parks System* including interest payments are as follow:

YEAR ENDING SEPTEMBER 30,	PRINCIPAL	INTEREST	AMOUNT
2017	\$ 633,640	\$ 1,124,592	\$ 1,758,232
2018	668,865	1,194,233	1,863,098
2019	1,209,552	1,162,980	2,372,532
2020	1,340,461	1,115,398	2,455,859
2021	1,426,021	1,059,609	2,485,630
2022-2026	8,120,784	4,279,015	12,399,799
2027-2031	7,598,146	2,516,588	10,114,734
2032-2036	7,415,002	833,774	8,248,776
TOTAL	<u>\$28,412,471</u>	<u>\$13,286,189</u>	<u>\$41,698,660</u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

13. RISK MANAGEMENT

The County is exposed to various risks of loss relating to general liability, the accidental risk of loss of real and personal property, damage to County assets, errors and omissions, and personal risks which relate to workers' compensation. The County implements a number of risk strategies such as participating in risk pools, purchasing commercial insurance, self-insurance with specific and aggregate stop-loss insurance, and full self insurance to manage those listed risks. Amounts of coverage for these types of risk have not been subject to a significant reduction in the current year. The County purchases \$500,000 in coverage for public employee theft, forgery or alteration, fraud and dishonesty blanket bond through The Hanover Insurance Group.

A. WORKERS' COMPENSATION INSURANCE

The County is self-insured for Workers' Compensation Insurance administered by the Texas Association of Counties (TAC). TAC's Workers' Compensation Self-Insurance Fund was created to enable each county or county related governmental entity to provide for self-insurance. The County participates under an agreement between political subdivisions to cover risk pursuant to the provisions of Chapter 791 and 2259 of the Texas Government Code and Chapter 504 of the Texas Labor Code. County participates in this self-funded Pool as an alternative to commercial insurance. TAC's Workers' Compensation Insurance Program provides medical and indemnity payments, as required by law, for job related injuries up to the State's statutory limits. Interfund premiums for workers' compensation are determined by position class code, at actuarially determined rates. The policy renews annually on January 1. The plan-year is reported on a calendar year basis. The County's 2015 calendar year contribution was \$452,648.

The following is a schedule of premiums paid and claims incurred:

Calendar* Year	Workers' Compensation Insurance Premium Paid	Workers' Compensation Insurance Claims Paid	Claims (Over) Under Premium Paid
2013	\$ 1,030,676	\$ 500,437	\$ 530,239
2014	\$ 421,854	\$ 365,933	\$ 55,921
2015	\$ 452,648	\$ 356,138	\$ 96,510

B. OTHER INSURANCE

The County is also a member of a risk pool for automobile, general liability, and property and casualty insurance. As a member of the pool, the County would incur a liability only if the pool's operations become insolvent. General liability policy and automobile liability policy have a plan anniversary date of July 1st. The following are the coverage limits of the policies:

C. AUTOMOBILE LIABILITY COVERAGE

<u>Bodily Injury*</u>	<u>Property Damage*</u>	<u>Personal Injury Protection</u>
\$100,000 per person \$300,000 per occurrence	\$100,000 per occurrence	\$5,000 per person
-Coverage for County-owned vehicles		-Coverage for non-owned and hired vehicles
-Personal injury protection for specified vehicles		-Limited Mexico coverage
-Supplementary death benefit		-The deductible is \$1,000 per occurrence.

The annual premium is \$168,408 for Automobile Liability and \$62,599 for automobile physical damage for the period July 1, 2016 through July 1, 2017. Insurance premium provides coverage for 622 vehicles including utility trailers and enclosed trailers. No settlements exceeded insurance coverage during the past three years.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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13. RISK MANAGEMENT (continued)

D. COMPREHENSIVE GENERAL LIABILITY COVERAGE

<u>Bodily Injury*</u>	<u>Property Damage*</u>	<u>Employee Benefits</u>	<u>Personal and Adv Injury Liability</u>
\$100,000 per person	\$100,000 per occurrence	\$100,000 per occurrence	\$100,000 per person
\$300,000 per occurrence aggregate			\$300,000 per offense

-The deductible is \$5,000 per occurrence. The annual premium is \$88,703 for the period July 1, 2016 through July 1, 2017. No settlements exceeded insurance coverage during the past three years.

E. PROPERTY AND CASUALTY COVERAGE

The property and casualty insurance covers buildings, structures, and personal property, including coverage extensions for earth movement, flood, accounts receivable, valuable records, demolition, increased costs of construction, transit, business interruption, mobile equipment, builder's risk, and loss of income. Specifically excluded is coverage for fine arts, physical damage to owned automobiles and leasehold interests. Each type of asset covered has specific liability limits and deductibles.

F. EMPLOYEE HEALTH AND LIFE BENEFITS

On May 1, 1989, Cameron County established a limited risk management program for health and life benefits provided to active and retired employees and their dependents. Premiums are paid into the Internal Service Fund (Health and Life Benefits Fund) by all funds through payroll contributions and are available to pay claims, administrative costs, and claims reserves. Administrative costs include the cost of individual stop loss insurance (\$200,000 per insured) and aggregate stop loss insurance (determined by the monthly number of insured lives, at a specified dollar value times twelve), as well as fees charged by a Third Party Administrator (TPA).

Premiums are based upon coverage for the defined fixed administrative fees and the per capita costs of anticipated aggregate health care spending for the upcoming year. Medical costs have increased by 16.0% in comparison to FY15 levels when costs increased by 4.0%, the most significant increase continues to be in pharmaceutical expenses. The majority of the County's employee population is predominately male and the dependent coverage is predominately female with an average of between 25 to 41 years of age. Cameron County continues to promote Wellness Plans and Preventative Care by annual screenings, physical exams and health fairs. Currently, the Fund's board is examining program saving measures, greater participation of the plan users, and alternate plans for provision of service to insure the financial well-being of the program as well as maintaining the ability to provide the level of care desired by the County and increasing the county contribution for all employees. Due to the increase medical costs, a General Fund transfer of \$2,286,490 to the Health Insurance Fund was needed to meet these obligations. The County's contribution for employee coverage was increased from \$6,000 to \$6,600 for fiscal year 2017 in efforts to meet the medical obligations.

During fiscal year 2016, a total of \$12,272,899 was paid in benefits and \$1,836,626 was paid in administrative costs. Estimated claims payable, based upon claims filed and estimated unfiled claims at year end, totaled \$526,814 as of September 30, 2016. Changes in the balances of claims liabilities during the past three years follow:

	<u>Fiscal Year 2015-2016</u>	<u>Fiscal Year 2014-2015</u>	<u>Fiscal Year 2013-2014</u>
Unpaid claims, beginning of fiscal year	\$ 516,988	\$ 391,507	\$ 589,205
Incurred claims (including incurred but not reported)	12,282,725	10,624,342	9,865,853
Payments of claims	(12,272,899)	(10,498,861)	(10,063,551)
Unpaid claims, end of fiscal year	<u>\$ 526,814</u>	<u>\$ 516,988</u>	<u>\$ 391,507</u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

13. RISK MANAGEMENT (continued)

G. PUBLIC OFFICIALS AND LAW ENFORCEMENT LIABILITY

The County self-insures its activities that are normally covered with public officials (errors and omissions) insurance and law enforcement liability insurance. Lawsuits involving wrongful termination, sexual harassment, and breach of contract are typically covered through Public Officials Insurance; whereas, civil rights violations, illegal search and wrongful incarceration are covered by Law Enforcement Liability Insurance. Since the County is self-insured in these areas of liability, there are no exclusions. Insurance policies purchased from private insurance companies could exclude certain coverages that would leave the County uninsured. Therefore, the lawsuits listed below may or may not have been specifically covered by an acquired insurance policy. Because the County is self-insured with regards to law enforcement liability and public officials liability, all settlements exceed insurance coverage amounts. The County is currently defending against various lawsuits concerning Public Officials and Law Enforcement Liability. While the final outcome of these lawsuits cannot be certain, the County has reserved \$500,000 to provide for a contingency in cases in which the County may be adversely ruled upon.

H. ENTERPRISE ACTIVITY COVERAGE

The System maintains insurance coverage for fire, extended coverage, loss of revenue, accounts receivable, earthquake, flood, named storm and malicious mischief, and toll equipment coverage. Vehicles are self-insured as to comprehensive collision coverage; however, auto liability coverage is provided through the Texas Association of Counties in amounts above the legal requirements. The County insures the bridge spans for property damage in amounts less than the historical cost of each bridge through Zurich American Insurance Company. Insurance coverage period is from 7/1/16 – 7/1/17.

The Gateway International Bridge has \$15,000,000 in coverage for the bridge span property damage and \$6,686,000 for use and occupancy coverage protecting from loss of revenues. The Free Trade Bridge at Los Indios has \$15,000,000 to cover property damage to the bridge spans and \$1,575,000 for use and occupancy coverage protecting from loss of revenues. The Veteran's International Toll Bridge also has \$15,000,000 to cover property damage to the bridge spans and \$7,944,7000 for use and occupancy coverage protecting from loss of revenues. The maximum coverage for loss or damage per occurrence or in the aggregate by the peril of earthquake, flood or named storm is \$61,389,110. A significant portion of the amounts capitalized in toll bridges and approaches constitute non-construction costs such as environmental assessments, presidential permits, U.S. Coast Guard Permits, legal, engineering, geotechnical surveying, archeological examination, as well as land and site preparation. Most of these costs will not recur should a bridge span need replacement or repair. In addition, private engineering firms structurally inspect all international bridges. Windstorm and Hail insurance coverage is included under the Property and Catastrophe Insurance coverage provided by Colony Insurance and various other companies for excess costs.

14. COMMITMENTS AND CONTINGENCIES

A. LITIGATION

The County is presently a defendant in various lawsuits. While the County plans to vigorously defend itself, legal counsel for the County cannot assess the loss, if any, that may result from unfavorable judgments against the County.

The County is also a defendant in cases involving law enforcement operations. These cases deal with allegations of civil rights violations and prisoner civil rights violations. State court cases allege false imprisonment, failure to follow due process, discrimination lawsuit, wrongful termination, fraud and civil conspiracy. The County does not anticipate these to be "cases of liability." Resolution of these matters are pending and financial impact to the County is not known at this time.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

14. COMMITMENTS AND CONTINGENCIES (continued)

A. LITIGATION (continued)

Cameron County is a defendant in several cases involving employment related litigation, civil rights, wrongful termination, constitutional violations and due process. The outcome of these lawsuits are not known and financial impact to the County, while undeterminable, is not expected to be material in any event. In the unlikely event of adverse finding to the County, cases would be appealed to the 13th Court of Appeals. The County has Committed Fund Balance of \$500,000 for any pending litigation claims.

Cameron County is a defendant where plaintiffs are seeking compensatory damages alleging defendants deprived decedent of his right from unlawful seizure, cruel and unusual punishment and denied due process of law. Plaintiffs also bring wrongful death and survivor claims under state law. We do not believe this is a case of liability. The applicable liability standard of deliberate indifference to the medical needs of an inmate is an exceedingly high standard for a plaintiff to prevail upon and the County will vigorously defend itself. However, in the event of a finding of liability, damages may exceed \$1,000,000 (one million) dollars.

The County is a defendant in a real estate case where Plaintiffs allege the County abandoned an easement that was given to County Parks for the use of park purposes. This is a complicated case involving donated land that Commissioners Court sought to develop by leasing land for development of a hotel complex within a public park. This case has been tried before a jury and a verdict for plaintiffs was awarded for \$21,000,000. The court held a hearing on motions for entry of judgment and outcome was modified for \$3,500,000 and final judgment has been signed. Both parties have filed appeals to the 13th Court of Appeals and settlement discussions are ongoing. Due to the uncertainty of time that will lapse between case filings and final outcome, the County has not recorded any liability in the financial statements as of September 30, 2016.

INTERLOCAL AGREEMENTS

B. Harlingen, Texas and San Benito, Texas

On June 3, 1991, Cameron County entered into an agreement with the Cities of San Benito, Texas and Harlingen, Texas, whereby the County would finance, construct and operate an international toll bridge located at Los Indios, Texas approximately eight miles south of both communities. The revenue bonds issued are payable from the revenues of the County's Toll Bridge System. Each of the cities has agreed to pay the lesser of \$200,000 annually, or 25% of any deficiency in annual debt service requirements, net operating losses not including depreciation, and any capital equipment not paid for with bond proceeds.

Any surplus remaining after payment of operations, debt service, or capital equipment purchases, in excess of 140% of the average annual debt service requirements of outstanding Los Indios Toll Bridge Bonds, will be distributed 25% to each city and 50% to the County. The Free Trade Bridge at Los Indios opened November 1, 1992. The results of operations for the Free Trade Bridge at Los Indios for the period ending September 30, 2016 produced a \$1,251,791 surplus as defined by the interlocal agreement. Distributions to the cities are done on a monthly basis with final adjustments after year end closing. Cities of San Benito and Harlingen each received a surplus distribution of \$312,948.

Brownsville, Texas

On January 12, 1990, the County entered into an agreement with the City of Brownsville, Texas, whereby the County would finance, construct and operate an international toll bridge located in Southeast Brownsville, Texas, approximately two miles east of Gateway International Toll Bridge. Revenue bonds issued are payable from the revenues of the County's Toll Bridge System. The City of Brownsville, Texas agreed to pay the lesser of \$400,000 annually, or 50% of any deficiency in annual debt service requirements, net operating losses not including depreciation, and any capital equipment not paid for with bond proceeds. Any surplus remaining after payment of operations, debt service, or capital equipment purchases, in excess of 140% of the average annual debt service requirements of outstanding Toll Bridge Bonds, will be distributed equally between the City and County. The bridge opened in April 1999. During the period of bridge construction, the

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

14. COMMITMENTS AND CONTINGENCIES (continued)

B. INTERLOCAL AGREEMENTS (continued)

City and County paid the net annual debt service and such payments were recorded as contributed capital. The results of operations for the Veterans Bridge for the year ended September 30, 2016 produced a distribution to City of Brownsville of \$2,411,486.

The following is a summary of the interlocal transactions between the City of Brownsville, Texas and the County for the past ten (10) years:

Surplus Distributed from Operations

Year Ended September 30,	Cameron County	City of Brownsville	Total Surplus (Deficiency)
2016	\$ 2,411,486	\$2,411,486	\$ 4,822,972
2015	1,876,662	1,876,662	3,753,324
2014	1,825,714	1,825,714	3,651,428
2013	1,288,520	1,288,520	2,577,040
2012	1,554,861	1,554,861	3,109,722
2011	1,528,935	1,528,935	3,057,870
2010	1,468,453	1,468,453	2,936,906
2009	1,243,111	1,243,111	2,486,222
2008	2,004,538	2,004,538	4,009,076
2007	2,716,305	2,716,305	5,432,610
	<u>\$ 17,918,585</u>	<u>\$ 17,918,585</u>	<u>\$ 35,837,170</u>

Cameron County Regional Mobility Authority (CCRMA)

On April 11, 2006 the County entered into an agreement with the Cameron County Regional Mobility Authority (CCRMA) whereby the County would provide a loan of \$250,000 for the purpose of assisting the CCRMA in its organizational efforts. Up through year ending September 30, 2013, the Cameron County Auditor's office oversaw all financial transactions for CCRMA. As of October 1, 2013, CCRMA, although a component unit of Cameron County, has dedicated financial staff for all their operations. On May 23, 2006 the County and the CCRMA entered into another agreement to prepare route analysis, schematic design and environmental assessment to include a finding of no significant impact for the North Rail Relocation Project and the FM 509 extension between its current termination point and Expressway 77. The funds for the work were provided by Cameron County through Project Road Map. CCRMA aggressively continues to work with Texas Department of Transportation on a number of transportation projects: West Parkway in Brownsville, East Loop SH32, 2nd Access to South Padre Island area, Port Isabel Access Road, FM509 and SH550 Phase II and Phase III and I-69/US77.

On June 6, 2012 and June 7, 2012 the County and CCRMA approved and entered into the SSH 550 Funding and Development Agreement (the "550 Agreement"). The 550 Agreement designates CCRMA as the owner of the Project and as the operator and the party responsible for maintenance of the Project. On August 8, 2012, Cameron County issued \$40,000,000 Revenue and Tax Bonds, Series 2012, providing funding for the Project and as a condition for such funding, the CCRMA is obligated to repay the funding together with interest on the unpaid principal balance. The debt will be reported on the CCRMA financial statements. The CCRMA has pledged to the County Pledged revenues in accordance with the "SH550 Project Agreement." CCRMA is responsible for providing annual operating, maintenance, and capital budgets to the County and for funding various reserves as established in the Trust agreement.

On January 29, 2014, County Commissioners Court adopted an order authorizing the issuance of Bonds, pursuant to an agreement, by and between the County and The Bank of New York Mellon Trust Company, N.A., Dallas Texas as trustee dated as of August 2012 and as amended as of February 1, 2014. On March 1,

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

14. COMMITMENTS AND CONTINGENCIES (continued)

B. INTERLOCAL AGREEMENTS (continued)

2014, Cameron County issued \$5,000,000 Revenue and Tax Bonds, Series 2014 (State Highway 550 Project) on behalf of CCRMA. The \$5,000,000 Revenue and Tax Bonds, Series are issued as Completion Obligations for the purpose of providing payment for final costs incurred with the design, planning, construction and equipping of the SH550 Direct Connector Project. These bonds are parity obligations with the County's \$40,000,000 "Revenue and Tax Bonds, Series 2012." Through this issuance, the County will provide the necessary funding for completion of the "SH550 Direct Connector Project" and as a condition of this funding, CCRMA is obligated to repay the funding together with interest on the unpaid principal balance of the Project funding at the same stated rates of interest the County will pay on the Bonds. As part of this SH550 Direct Connector Project, CCRMA has pledged to the County the pledged revenues. The County has assigned its right to such Pledged Revenues to the Trustee pursuant to the Order and the Trust Agreement.

On February 26, 2015, Cameron County Commissioners Court adopted a "CERTIFICATE FOR ORDER" authorizing the issuance of "Cameron County, Texas Revenue and Tax Bonds, Series 2015 (State Highway 550 Project)", levying an annual ad valorem tax; entering into a second amendment to Trust Agreement, second amendment to SH550 Funding and Development Agreement, and Bond Purchase Agreement; delegating authority to approve terms; and other matters related thereto. On April 1, 2015, Cameron County issued \$4,500,000 Cameron County, Texas Revenue and Tax Bonds, Series 2015 (State Highway 550 Project) as completion obligations for the payment of obligations to be incurred in connection with the final design, planning, construction, and equipping of the SH550 Direct Connector Transportation Project and to pay costs of issuance. These Bonds are parity obligations with the County's outstanding \$40,000,000 "Revenue and Tax Bonds, Series 2012 (State Highway 550 Project) and the County's \$5,000,000 outstanding "Revenue and Tax Bonds, Series 2014 (State Highway 550 Project) together with the 2012 Bonds (the "Prior Bonds"). This project will be designed, constructed, operated and maintained by CCRMA. CCRMA has pledged and assigned to the County certain toll revenues to be derived from the Project, Pass Through Payments and a subordinated pledge of Vehicle Fee Revenues for the payment of the bonds.

Tax Increment Reinvestment Zones (TIRZ)

Cameron County is a participant in a number of reinvestment zones with local municipalities: City of La Feria Reinvestment Zone #1, City of Brownsville Reinvestment Zone #1; City of San Benito, City of Harlingen TRZ #1, #2, #3, City of Port Isabel, City of Los Fresnos, and Town of South Padre Island. Cameron County Commissioners Court appoints one representative to each zone board; the county representative is usually the county commissioner in whose precinct the zone is located. On November 23, 2011, Cameron County and Cameron County Regional Mobility Authority (CCRMA – component unit) entered into an interlocal agreement to participate in "Transportation Reinvestment Zone No. 1, County of Cameron." This agreement was further modified on December 2012 amending boundaries of CCRMA TRZ#1 due to changes in CCRMA Development Program. Project limits and components of CCRMA incorporated State Highway 550, State Highway 32, FM509, US 77 South and bypasses on US 77 and US 281. Cameron County in cooperation with CCRMA designated TRZ#2 to facilitate development of South Padre Island Second Access project. Through these agreements, County will remit to CCRMA 100% of the incremental value of property located in this zone for the purpose of facilitating the development of portions of State Highway 550, the Outer Parkway, East Loop, FM 509, SH32, US77 South and bypasses on US 77 and US 281. In December 2014, CCRMA and Cameron County entered into interlocal agreements for TRZ #3, #4 and #5. The areas included in these zones respectively are FM1925, FM 803 and West Parkway and were created to promote public safety, facilitate the development or redevelopment of property and facilitate the movement of traffic. These agreements remain in effect as long as any CCRMA debt is outstanding and unpaid. On December 29th, 2015 Cameron County entered into an interlocal agreement with Cameron County Regional Mobility Authority (CCRMA) to participate in Transportation Reinvestment Zone #6. This zone establishes a "County-Wide Transportation Reinvestment Zone" projected to support \$1.6 billion in transportation projects that will promote safety, support development and facilitate the movement of traffic throughout Cameron County.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

14. COMMITMENTS AND CONTINGENCIES (continued)

Tax Increment Reinvestment Zones (TIRZ), (continued)

TRZ #6 replaces previous TRZs 1-5. The Tax Increment Base year of TRZ#6 is all real property in the County as of January 1, 2015 and the maximum transfer amount is the cumulative total of \$1,625,954,462. Cameron County's participation will be 25% of the Tax Increment excluding amounts levied and collected for Interest and Sinking Funds and commitments of existing TIRZ agreements. The termination date of the Zone is whichever of the following events occurs first: A) date upon which all outstanding Project Obligations have been satisfied and no additional Project Obligations are anticipated; B) the Maximum Transfer Amount has been paid (\$1,625,954,462); C) December 29, 2055, unless such date is extended by agreement of parties.

Distributions for FY 2016 for all entities were South Padre Island \$18,237, City of Harlingen \$429,754 and CCRMA \$475,354. Funds of \$363,328 have been reserved for those entities that have not submitted financial reports or billings.

15. RETIREMENT PLAN

A. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

Plan Description

Cameron County provides retirement, disability and death benefits, for all of its full-time employees through a nontraditional 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 677 nontraditional defined benefit pension plans. TCDRS issues an aggregate comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available on the TCDRS website at www.tcdrs.org.

The plan's provisions are adopted by the governing body of the employer, within the options available in the state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or 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.

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

Funding Policy

The employer has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer's contribution is determined using an actuarially determined rate of 9.27% for the months of the calendar year in 2015 and 9.01% for the months of the calendar year in 2016.

The contribution rate payable by the employee members for the calendar years 2015 and 2016 is the rate of 7.00% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Funding Policy (continued)

TCDRS Act. For the County's fiscal year ended September 30, 2016, the annual pension cost for the TCDRS plan and the actual employer contributions were \$5,976,902, and were equal to the required contribution.

Net Pension Liability

Governmental Accounting Standards Board issued Statement No. 68 which are new reporting standards for public pension plans and participating employers which address specifics of the reporting public pension plan obligations for employers. Net pension liability (NPL) for Cameron County was determined as of December 31, 2015, and total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions used to determine the total pension liability as of the valuation date, December 31, 2015 are as follow:

Discount Rate*	8.10%
Long term rate of return, net of investment expense	8.10%

**The discount rate reflects the long term rate of return funding valuation assumption of 8.00%, plus 0.10% adjustment to be gross of administrative expenses as required by GASB68.*

Assumptions used in this analysis for reporting requirements as of December 31, 2015 were the same as those used in the December 31, 2014 actuarial valuation analysis for Cameron County. System-wide economic assumptions used by the TCDRS actuary were a 5% real rate of return, 3.0% inflation and an 8.0% long term investment return. The 8.0% long term rate of return is net of investment expenses. It is expected that returns will equal the nominal annual rate of 8% used in the calculation of the actuarial accrued liability and the normal cost contribution rate for the retirement of each participating employer.

Cost of living adjustments (COLA) are not considered to be substantively automatic under GASB 68. No assumption is made for future COLAs is included in the GASB calculations nor in the funding valuation.

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 3.5% (made up of 3.0% inflation and .05% productivity increase (assumptions) and a merit, promotion and longevity component that on average approximates 1.4% per year for a career employee.

Employer –specific economic assumptions:

Growth in membership	0.0%
Payroll Growth	3.5%

Payroll growth assumption is the aggregate covered payroll of the employer.

Census Data to assess pension liability consists of the following membership information:

Active Employees	1,857
Former Employees	1,144
Average Monthly Benefit	\$ 3,022

Inactive Employees (or their Beneficiaries) Receiving Benefits

Number of Benefit Recipients	574
Average Monthly Benefit	\$ 1,281

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Net pension Liability (continued)

Demographic assumption considerations were that new employees would replace terminated employees and have similar entry ages. Members who become disabled would be eligible to commence benefit payments regardless of the age. Rates of disability are based on TCDRS experience. Mortality rates for depositing members, service retirees, beneficiaries, non-depositing members and disabled retirees were based on the gender-distinct RP-2000 Active, Combined and Disabled Mortality Tables with a projection scale of AA with two year and four set-back and set-forward period based on gender.

Family composition for calculating Survivor Benefit for depositing and non-depositing members were that male members have a female beneficiary three years younger. Female members are assumed to have a male beneficiary who is three years older. Annual rates of retirement were based on members reaching the age of sixty or the earliest eligibility. For those reaching the age of seventy five, retirement was considered to occur immediately.

Employees with six years or less have a higher probability of termination for reasons other than death, disability or retirement. Rates of termination vary by years of service, entry-age group and sex. Termination rate of 0% was assumed for members two years prior to retirement eligibility. Members who terminate may either leave their account with TCDRS or withdraw their funds. Members withdrawing their account vary based on length of service and vesting schedule. For those terminating members who are non-vested 100% withdrawal was assumed.

Other key actuarial assumptions to determine the total pension liability as December 31, 2015 were based on the results of an actuarial study for the period January 1, 2009 – December 31, 2012, except where required to be different per GASB68.

To determine the long-term expected rate of return on TCDRS assets, expected inflation is added to expected long-term real returns in addition to reflecting expected volatility and correlation. Capital market assumptions and information are based on January 2016 information for a 7-10 year time horizon. The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2013.

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CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
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15. RETIREMENT PLAN (continued)

Net Pension Liability (continued)

The target asset allocation and geometric real rates of return are shown below:

Asset Class	Benchmark	Target Allocation (*1)	Geometric Real Rate of Return (Expected minus inflation) (*2)
US Equities	Dow Jones U.S. Total Stock Market Index	14.50%	5.45%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index (*3)	14.00%	8.45%
Global Equities	MSCI World (net) Index	1.50%	5.75%
International Equities - Developed	MSCI World Ex USA (net)	10.00%	5.45%
International Equities – Emerging	MSCI World Ex USA (net)	8.00%	6.45%
Investment –Grade Bonds	Barclays Capital Aggregate Bond Index	3.00%	1.00%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	5.10%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	2.00%	5.09%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	5.00%	6.40%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	8.10%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	3.00%	4.00%
Master Limited Partnerships (MLPS)	Alerian MLP Index	3.00%	6.80%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index (*4)	5.00%	6.90%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	25.00%	5.25%

(*1) Target asset allocation adopted at the April 2016 TCDRS Board meeting.

(*2) Geometric real rates of return in addition to assumed inflation of 1.6%, per Cliffwater's 2016 capital market assumptions.

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

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

An alternative method to determine the sufficiency of the fiduciary net position for all future years has been used for discount rate determination. The alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act. Under the TCDRS funding policy, the Unfunded Actuarial Accrued Liability shall be amortized as a level percent of pay over 20-year closed layered periods and employers are legally required to make the contribution specified in the funding policy. Employer's assets are projected to exceed accrued liabilities in 20 years or less at which point the employer is still required to contribute at least the normal cost. Increased costs due to adoption of COLA is required to be funded over a period of 15 years. Based on these requirements, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. In projecting the expected levels of cash flows and investments returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years. Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Net Pension Liability (continued)

Changes in Net pension Liability were as follows:

	Total Pension Liability (a)	Increase(Decrease) Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balance as of 12/31/14	\$ 249,699,065	\$ 244,354,689	\$ 5,344,375
Changes for the year:			
Service Cost	8,945,595	-	8,945,595
Interest on total pension liability	20,168,532	-	20,168,532
Effect of plan changes	(2,198,760)	-	(2,198,760)
Effect of economic/demographic gains or losses	(3,519,071)	-	(3,519,071)
Effect of assumptions changes or inputs	2,628,616	-	2,628,616
Refund of contributions	(1,395,007)	(1,395,007)	-
Benefit payments	(9,418,126)	(9,418,126)	-
Administrative expenses	-	(174,717)	174,717
Member contributions	-	4,644,789	(4,644,789)
Net investment income	-	(2,732,915)	2,732,915
Employer contributions	-	6,151,006	(6,151,006)
Other	-	(260,777)	260,777
Balance as of 12/31/15	<u>\$ 264,910,844</u>	<u>\$ 241,168,943</u>	<u>\$ 23,741,899</u>

Sensitivity Analysis

The following presents the net pension liability of the county, calculated using the discount rate of 8.10%, as well as what County's net pension liability would be if it were calculated using a discount rate that 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	7.10%	8.10%	9.10%
Total pension liability	\$ 304,436,811	\$ 264,910,844	\$ 232,510,132
Fiduciary net position	<u>241,168,943</u>	<u>241,168,943</u>	<u>241,168,943</u>
Net pension liability / (asset)	<u>\$ 63,267,868</u>	<u>\$ 23,741,899</u>	<u>\$ (8,658,811)</u>

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Net Pension Liability (continued)

	January 1, 2015 to December 31, 2015
Pension Expense/ (Income)	
Service Cost	\$ 8,945,595
Interest on total pension liability	20,168,532
Effect of plan changes	(2,198,760)
Administrative expenses	174,717
Member contributions	(4,644,789)
Expected invest. return net of investment expenses	(19,949,465)
Recognition of econ. inflows/outflows or resources	
Recognition of economic/demographic gains or losses	(652,062)
Recognition of assumption changes or inputs	438,103
Recognition of investment gains or losses	5,206,126
Other	260,777
Pension expense / (income)	\$ 7,748,773

As of Dec. 31, 2015, the deferred inflows and outflows of resources are as follows:

Deferred Inflows/Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 3,194,761	\$ -
Changes of assumptions	-	2,190,513
Net difference between projected and actual earnings	-	20,154,852
Contributions made subsequent to measurement date	N/A	4,322,323

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 expense as follows:

Year ended December 31:

2016	\$ 4,992,166
2017	4,992,166
2018	4,992,166
2019	4,322,516
2020	(148,410)
Thereafter ¹	-
Total	<u>\$ 19,150,604</u>

¹Total remaining balance to be recognized in future years, if any. Note that additional future deferred inflows and outflows of resources may impact these numbers.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

B. OTHER POST-EMPLOYMENT BENEFITS

Governmental Accounting Standards Board issued Statement No. 45 improving financial reporting by requiring systematic, accrual-basis measurement and recognition of Other Post Employment Benefits (OPEB) costs over a period that approximates an employee's years of service. In compliance with this statement, Cameron County has implemented the requirements of GASB Statement No. 45 during fiscal year 2008; GASB 45 benefits provided by Cameron County to retirees only includes medical benefits for which the retiree pays a monthly premium. Cameron County administers a single-employer defined benefit variety that covers employees, retirees and their spouses. The plan provisions allow members to retire upon attaining age 60 with 8 or more years of service or when the sum of their age and years of service equals 75 or more. Dependents of retirees who are not eligible for Medicare are also eligible for coverage while retiree is alive but they must pay for dependent coverage. Effective 10/1/07, retirees are not eligible for medical benefits after age 65. Participants under disability are eligible for continued medical coverage under COBRA but must pay the full premium. Cameron County does not offer dental, vision, hearing or life insurance benefits to retirees. Local Government Code Section 157.101 assigns the authority to establish and amend benefit provisions to Commissioner's Court. Monthly medical contributions required by retirees are as follow:

	<u>Retiree</u>	<u>Retiree & Spouse</u>	<u>Retiree & 1 Child</u>	<u>Family including spouse</u>
Medical/Tx	\$250.78	\$460.78	\$400.78	\$525.78

Monthly medical contributions required as of October 1, 2016:

	<u>Retiree</u>	<u>Retiree & Spouse</u>	<u>Retiree & 1 Child</u>	<u>Family including spouse</u>
Medical/Tx	\$250.78	\$575.98	\$500.98	\$657.23

Membership in the plan at 10/01/2015 the date of the latest actuarial valuation, consists of the following:

Active Members:	1,643
Retirees and beneficiaries receiving benefits:	54

Annual OPEB Costs and Net OPEB Obligation

The Annual Required Contribution (ARC) is the amount Cameron County would be required to report as an expense for fiscal year beginning October 1, 2015. The ARC is equal to the Normal Cost and an additional amount to amortize the Unfunded Actuarial Accrued Liability (UAAL) over 22 years on a closed basis. UAAL was amortized over the maximum permissible period under GASB45 of 30 years at October 1, 2007. The ARC is the representation of an accounting expense, and the County is not required by Texas law or by contractual agreement to fund this expense or to contribute to a special separate trust. Prior to FY16, a discount rate of 4.0% was used in calculating the UAAL due to the County's decision not to establish a separate irrevocable trust to fund OPEB cost. The actuary has used a discount rate of 3.0% discount rate as of 10/1/15 based on the County's long term expectations of returns on its operating funds.

For fiscal year end 2016, the County's annual OPEB cost (expense) was \$1,639,712 for the post-employment healthcare plan. Cameron County's annual OPEB cost, percentage of annual OPEB cost contribution to the plan and net OPEB obligation information is summarized below.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Annual OPEB Costs and Net OPEB Obligation (continued)

The following table shows the calculation of the Annual Required Contribution and Net OPEB Obligation.

	10/1/13	10/1/14	10/1/15
	9/30/14	9/30/15	9/30/16
Annual Required Contribution	\$ 3,287,539	\$ 3,287,539	\$ 3,060,868
Add Interest on Net OPEB Obligation	957,927	1,038,696	887,069
Adjustment to ARC	(1,570,685)	-	(1,855,376)
Annual OPEB Cost	2,674,781	4,326,235	2,092,561
Less Contributions Made	(655,545)	(724,667)	(452,849)
Change in Net OPEB Obligation	2,019,236	3,601,568	1,639,712
Net OPEB Obligation-beginning of year	23,948,174	25,967,410	29,568,978
Net OPEB Obligation - end of year	<u>\$ 25,967,410</u>	<u>\$ 29,568,978</u>	<u>\$ 31,208,690</u>

Trend Information

The following table shows the estimated annual OPEB cost and net OPEB obligation for the prior three years with a discount rate of 4% for FYE 9/30/14 and 9/30/15 and 3% discount rate for 9/30/16:

Fiscal Year End	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net Ending OPEB Obligation
09/30/14	\$2,674,781	\$ 655,545	24.5%	\$25,967,410
09/30/15	\$4,326,235	\$ 724,667	16.8%	\$29,568,978
09/30/16	\$2,092,561	\$ 452,849	21.6%	\$31,208,690

Annual OPEB Costs and Net OPEB Obligation

As of 10/1/2015, the most recent actuarial valuation date, the Plan was 0% funded. The actuarial accrued liability for benefits was \$19,889,957 and the actuarial value of assets was -0-, resulting in an unfunded actuarial balance. The covered payroll (annual payroll of active employees covered by the Plan) was \$64,721,103 and the ratio of the UAAL to the covered payroll was 31%.

SCHEDULE OF FUNDING PROGRESS

Unfunded 3.0% Discount Rate, FY16

Unfunded 4.0% Discount Rate FY14,FY13

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
10/1/2013	\$0	\$20,309,475	\$20,309,475	0.0%	\$53,554,133	38%
10/1/2014	\$0	\$20,309,475	\$20,309,475	0.0%	\$53,554,133	38%
10/1/2015	\$0	\$19,889,957	\$19,889,957	0.0%	\$64,721,103	31%

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Actuarial Methods and Assumptions

Cameron County's first actuarial study was completed as of 10/1/07; current actuarial study is reflected on data as of 10/1/15. The actuarial cost method used for determining benefit obligations is the Unit Credit Actuarial Cost Method. Under this methodology the actuarial present value of projected benefits is the value of benefits expected to be paid for both active members and retirees. The Actuarial Accrued Liability (AAL) is the actuarial present value of benefits accrued as of the valuation date. The AAL equals the present value of benefits multiplied to a fraction equal to service to date over service at expected retirement. Normal Cost is the actuarial present value of benefits allocated to the valuation year. This equals the present value of benefits divided by service at the anticipated date of retirement. Retirees are not accruing additional service; their normal cost is zero. In determining the ARC, the Unfunded AAL is amortized over a closed 30 year amortization base. Actuarial cost estimates depend largely on assumptions made relative to various occurrences, such as rates of mortality, investments returns on funds, terminations and retirement rates. In the October 1, 2015 actuarial valuation, a 3.0% discount rate and investment rate of return was used. Projected salary increases were not used as benefits are not related to compensation and no post retirement

Benefit increases were assumed. This valuation implicitly assumed a general inflation of 2.3%. Amounts determined in this actuarial study are subject to constant revision as actual results are compared annually to prior actual cost data and new estimates are made. Actuarial assumptions are summarized in the chart listed:

Economic Assumptions

Discount Rate (liabilities)	Pay-as-you-go: 3.0% effective rate, Prior 4.0%
Health Cost Trend (post- 65)	N/A. Medical benefits are not available after age 65.
Health Care Costs Trend Rates (pre-65)	7.20% in the first year (FYE 2015) 7.00% in the 2nd year 5.10% - 5.70% - FY2020 / FY2042 4.20% - FY2072
Retiree Premium Increases	Same as trend disclosed above

For retirement prior to age 65, 50% of employees are assumed to elect continued coverage in retirement under the current plan. 50% of the active employees are assumed to be married and elect spouse coverage. It is also assumed that husbands are three years older than their wives. The Medical plan was reviewed as well as participant census, paid claims and reinsurance recoveries data from the date September 2007 through October 2015. Medical premiums are assumed to increase with the medical trends.

Cameron County has not funded a separate, irrevocable trust to fund annual OPEB costs. The discount rate used for OPEB determination costs is 3.0%; prior years discount rate used was 4.0% due to the County's long term expectation of returns on its operating funds. Assumptions are that retirees retire at the age of 60 or at the earliest retirement eligibility and withdrawal rates are the same as used by Texas County and District Retirement System in its actuarial valuations of retirement benefits.

Healthcare cost trend rates used in this actuary study was determined by using health cost projection rates released by the Office of the Actuary at the Centers for Medicare and Medicaid Services (CMS). Inflation rate was determined for both medical costs and administrative costs.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

Actuarial Methods and Assumptions (continued)

HEALTH CARE COST TREND RATES

<i>FYE</i>	<i>Pre-65</i>
2015	7.20%
2016	7.00%
2017	6.50%
2018	5.90%
2019	5.30% average

The actuarial study was completed using (1) actuarial valuations that involve estimates of the value of reported amounts and assumptions about the probability of events far into the future and (2) these actuarial amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. OPEB calculations are based on the substantive plan in effect at the time of valuation and on the pattern of sharing of costs between employer and plan members. The cost of the Plan is formulated making certain assumptions as to rates of interest, mortality, turnover, etc. which are projected to hold true for future years. Actual experience may differ and costs determined by the valuation must be regarded as estimates of the true costs of the Plan.

Additional Disclosures

Texas Local Government Code, Chapter 175 requires counties make available continued health benefit coverage to retirees and their dependents beyond the end of an individual's employment with County. Texas Law does not require counties to fund all or any portion of such coverage. Effective October 1, 2007, County discontinued medical coverage after age 65. The County may incur a debt obligation to pay for OPEB cost for its retired employees so long as the County follows the constitutional requirement that it have sufficient taxing authority available at the time such debt is incurred to provide the payment of the debt and has levied a tax for such purpose. Information and amounts presented in the County's Comprehensive Annual Financial Report relative to OPEB expense/expenditures, related liabilities (assets), note disclosures, and supplementary information are only intended to achieve compliance with the requirements of generally accepted accounting principles (GASB 45) and does not constitute or imply that the County has made a commitment or is legally obligated to provide OPEB benefits. Cameron County has not incurred a legal debt obligation for OPEB nor has it levied a tax for the same. The County does not have a separate audited GAAP basis postemployment benefit plan report available for defined benefit plans. Currently, the County funds costs associated with OPEB on a current "pay as you go" basis for each single year through annual appropriations authorized by Commissioners Court during the annual County Budget Adoption Process.

**C. MULTIPLE EMPLOYER DEFINED BENEFIT GROUP TERM PLAN
GROUP TERM LIFE FUND**

Cameron County participates in a cost-sharing multiple-employer defined-benefit group-term life insurance plan operated by the Texas County & District Retirement System (TCDRS). This plan is referred to as the Group Term Life Fund (GTLF). This optional plan provides group term life insurance coverage to current eligible employees and, if elected by employers, to retired employees. The coverage provided to retired employees is a postemployment benefit other than pension benefits (OPEB). Retired employees are insured for \$5,000.

The GTLF is a separate trust administered by the TCDRS board of trustees. TCDRS issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for the GTLF. This report is available at www.tcdrs.org. TCDRS' CAFR may also be obtained by writing to the Texas County & District Retirement System, P.O. Box 2034, Austin, TX 78768-2034 or by calling 1-800-823-7782.

CAMERON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

15. RETIREMENT PLAN (continued)

C. MULTIPLE EMPLOYER DEFINED BENEFIT GROUP TERM PLAN

GROUP TERM LIFE FUND (continued)

Each participating employer contributes to the GTLF at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is determined using the unit credit method for providing one-year term life insurance. Cameron County contributions to the GFLF for the years ended 9/30/14, 15 and 16 were \$149,240, \$170,783 and \$177,813, respectively, which equaled the contractually required contributions each year.

16. PRIOR PERIOD ADJUSTMENTS

Government Wide Statement of Activities reflects a net prior period adjustment of \$(691,817), resulting from an adjustment in capital related items of (\$673,779) due to an entry to fixed assets that was erroneously reported in the deletions column rather than the adjustments column and (\$18,038) in Other Governmental Funds due to an overstatement of revenues.

17. SUBSEQUENT FINANCIAL ACTIVITY

In December 2016, Cameron County issued Cameron County Revenue and Tax Refunding Bonds, Series 2016 (State Highway 550 Project), \$15,215,000 to refund and restructure certain of the Prior Bonds, for debt service and cash flow savings and the for the payment of costs of issuance related to the Bonds. Prior Bonds issued by Cameron County to finance the State Highway 550 Project were \$40,000,000 Revenue and Tax Bonds, Series 2012; \$5,000,000 Revenue and Tax Bonds, Series 2014; and \$4,500,000 Revenue and Tax Bonds Series 2015. State Highway 550 Project is a toll project administered by Cameron County Regional Mobility Authority (CCRMA), a component unit of Cameron County. As part of the 550 Agreement and as security for the repayment of this Project Funding, CCRMA is obligated to repay the Project Funding debt issuances at the stated rates of interest the County would pay on the Bonds and the Prior Bonds. Bonds Series 2016 have maturity dates of February 2035 to 2042 and carry interest rates of 3.75% to 5% payable every February and August.

18. PENDING GASBs IMPLEMENTATION

GASB Statement 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, (GASB74, this statement seeks to improve the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits, supporting assessments of accountability and interperiod equity and additional transparency. GASB No. 74 impact has not been determined and will be implemented as of September 30, 2017.

GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (GASB75), establishes accounting and financial reporting requirements for governments whose employees are provided with OPEB, as well as for certain nonemployer governments that have a legal obligation to provide financial support for OPEB provided to employees of other entities. Impact of GASB 75 to Cameron County has not been determined.

GASB Statement 77, *Tax Abatement Disclosures* (GASB77), requires governments to provide information on the tax abatement effects on a local government's financial position, results of operations, tax abatements agreements and any other abatements that impact the ability to raise revenues. GASB 77 will be implemented by Cameron County as of September 30, 2017.

REQUIRED SUPPLEMENTARY INFORMATION
(unaudited)

REQUIRED SUPPLEMENTARY INFORMATION

**CAMERON COUNTY OPEB
SCHEDULE OF FUNDING PROGRESS
Unfunded 3.0% Discount Rate**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
10/1/2007	\$ -	\$ 29,819,229	\$ 29,819,229	0.00%	\$ 48,724,142	61%
10/1/2008	-	29,819,229	29,819,229	0.00%	47,208,137	63%
10/1/2009	-	19,807,065	19,807,065	0.00%	49,052,791	40%
10/1/2010	-	19,807,065	19,807,065	0.00%	49,632,027	40%
10/1/2011	-	21,378,645	21,378,645	0.00%	50,560,206	42%
10/1/2012	-	21,378,645	21,378,645	0.00%	50,560,206	42%
10/1/2013	-	20,309,475	20,309,475	0.00%	53,554,133	38%
10/1/2014	-	20,309,475	20,309,475	0.00%	53,554,133	38%
10/1/2015	-	19,889,957	19,889,957	0.00%	64,721,103	31%

CAMERON COUNTY, TEXAS
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios

	Year Ended December 31 2015	Year Ended December 31 2014
Total Pension Liability		
Service Cost	\$ 8,945,595	\$ 8,464,506
Interest on total pension liability	20,168,532	18,836,862
Changes of benefit terms	-	-
Difference between expected and actual experience	-	(393,302)
Effect of plan changes	(2,198,760)	-
Effect of economic/demographic gains or losses	(3,519,071)	-
Effect of assumptions changes or inputs	2,628,616	-
Refund of Contributions	(1,395,007)	-
Change of assumption	-	-
Benefit payments, including refunds of employee contributions	(9,418,126)	(11,011,607)
Net Change in Total Pension Liability	15,211,779	15,896,459
Total Pension Liability - Beginning	249,699,065	233,802,606
Total Pension Liability - Ending (a)	<u>\$ 264,910,844</u>	<u>\$ 249,699,065</u>
Plan Fiduciary Net Position		
Employer Contributions	\$ 6,151,006	\$ 6,122,353
Employee Contributions	4,644,789	4,454,897
Investment Income net of investment expenses	(2,732,915)	15,408,775
Benefits payments, including refunds of employee contributions	(9,418,126)	(11,011,607)
Administrative Expenses	(174,717)	(182,643)
Refund of Contributions	(1,395,007)	-
Other	(260,777)	(103,819)
Net Change in Plan Fiduciary Net Position	(3,185,747)	14,687,956
Plan Fiduciary Net Position - Beginning	244,354,689	229,666,733
Plan Fiduciary Net Position - Ending (b)	<u>\$ 241,168,943</u>	<u>\$ 244,354,689</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 23,741,899</u>	<u>\$ 5,344,376</u>
Fiduciary Net Position as a % of total pension liability	91.04%	97.86%
Pensionable covered payroll	\$ 66,354,129	\$ 63,641,381
Net pension liability as a % of covered payroll	35.78%	8.40%

Note: Schedule only shows 2 years for which the new GASB Statement No. 68 have been implemented.

Prior years were not reported in accordance with this GASB Statement No. 68 and prior years' recalculations are not required under this statement.

CAMERON COUNTY, TEXAS
Required Supplementary Information
Schedule of Employer Contributions

Year Ending December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2006	\$3,729,277	\$3,729,277	-	\$49,198,903	7.6%
2007	4,081,887	4,081,887	-	51,473,981	7.9%
2008	3,973,848	3,973,848	-	54,361,802	7.3%
2009	4,108,360	4,108,360	-	56,201,915	7.3%
2010	4,845,622	4,845,622	-	57,141,769	8.5%
2011	4,966,459	4,966,459	-	58,360,461	8.5%
2012	5,196,368	5,196,368	-	58,850,771	8.8%
2013	5,503,293	5,503,293	-	59,882,828	9.2%
2014	6,122,353	6,122,353	-	63,641,381	9.6%
2015	6,151,006	6,151,006	-	66,354,129	9.3%

Notes to the Schedule of Contributions

Valuation Timing:

Actuarial determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age.
Amortization Method	Level percentage of payroll, closed.
Remaining Amortization Period	14.7 years (based on contribution rate calculated in 12/31/2015 valuation)
Asset Valuation Method	5 year smoothed market
Inflation	3.0%
Salary Increases	Increase rates vary by length of service and by entry-age group. 4.9% average over career including inflation.
Investment Rate of Return	8%, net of investment expenses, including inflation.
Retirement Age	Members who are eligible for service retirement are assumed to commenced receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	In the 2015 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection scale (110% of the MP-2014 Ultimate Scale) for 2014 and later. Previously Scale AA had been used. The base table is the RP-2000 table projected with Scale AA to 2014.
Changes in Plan Provisions Reflected in the Schedule*	No changes in plan provisions are reflected in the Schedule of Employer Contributions.

CAMERON COUNTY, TEXAS
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended September 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 50,949,942	\$ 50,949,942	\$ 51,147,440	\$ 197,498
Licenses and permits	594,224	594,224	652,797	58,573
Intergovernmental	5,167,898	5,534,334	5,806,482	272,148
Charges for services	11,159,193	11,159,193	10,203,864	(955,329)
Fines and forfeitures	4,930,259	4,932,059	5,358,548	426,489
Miscellaneous	4,199,016	4,219,230	4,480,829	261,599
TOTAL REVENUES	<u>77,000,532</u>	<u>77,388,982</u>	<u>77,649,960</u>	<u>260,978</u>
EXPENDITURES				
General government	18,757,430	19,464,941	17,613,980	1,850,961
Law enforcement and public safety	57,743,231	58,370,737	56,551,485	1,819,252
Health	2,922,846	2,996,078	2,697,203	298,875
Welfare	4,689,325	4,722,510	4,720,055	2,455
TOTAL EXPENDITURES	<u>84,112,832</u>	<u>85,554,266</u>	<u>81,582,723</u>	<u>3,971,543</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,112,300)</u>	<u>(8,165,284)</u>	<u>(3,932,763)</u>	<u>4,232,521</u>
OTHER FINANCING SOURCES (USES)				
Gain on Sale of capital assets	-	-	89,150	89,150
Capital lease financing	-	1,023,841	1,023,841	-
Transfers in	7,475,665	7,475,665	8,246,224	770,559
Transfers (out)	(363,365)	(1,163,365)	(3,458,752)	(2,295,387)
TOTAL OTHER FINANCING SOURCES (USES)	<u>7,112,300</u>	<u>7,336,141</u>	<u>5,900,463</u>	<u>(1,435,678)</u>
Net change in fund balance	-	(829,143)	1,967,700	2,796,843
Fund Balance - beginning	<u>-</u>	<u>24,552,371</u>	<u>24,552,371</u>	<u>-</u>
FUND BALANCE - ending	<u>\$ -</u>	<u>\$ 23,723,228</u>	<u>\$ 26,520,071</u>	<u>\$ 2,796,843</u>

CAMERON COUNTY, TEXAS
Required Supplementary Information
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
SPECIAL ROAD AND BRIDGE FUND
For the Fiscal Year Ended September 30, 2016

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Tax Revenues	\$ 7,381,875	\$ 7,381,875	\$ 7,358,131	\$ (23,744)
Licenses and Permits	3,310,351	3,310,351	3,566,455	256,104
Intergovernmental Revenues (State shared)	391,301	987,597	900,481	(87,116)
Charges for Services	24,022	24,022	27,167	3,145
Miscellaneous Revenues	353,337	353,337	371,729	18,392
TOTAL REVENUES	11,460,886	12,057,182	12,223,963	166,781
EXPENDITURES				
HIGHWAYS AND STREETS:				
GIS	276,993	276,927	234,643	42,284
District Attorney	39,445	39,511	39,305	206
Precinct #1 Commissioner Staff	104,429	104,429	99,418	5,011
Precinct #2 Commissioner Staff	106,075	106,075	96,565	9,510
Precinct #3 Commissioner Staff	109,689	109,689	104,850	4,839
Precinct #4 Commissioner Staff	105,704	105,704	98,872	6,832
Consolidated Road Districts M & O	8,318,630	10,753,804	9,255,145	1,498,659
CTIF Projects	-	225,040	148,520	76,520
Engineering & Right-of-Way	945,061	964,013	804,120	159,893
Planning and Inspection	801,167	808,350	674,380	133,970
TOTAL HIGHWAYS AND STREETS	10,807,193	13,493,542	11,555,818	1,937,724
DEBT SERVICE:				
Principal retirement	678,401	678,401	678,401	-
Interest	25,292	25,292	25,292	-
TOTAL DEBT SERVICE	703,693	703,693	703,693	-
TOTAL EXPENDITURES	11,510,886	14,197,235	12,259,511	1,937,724
Excess of Revenues Over (Under) Expenditures	(50,000)	(2,140,053)	(35,548)	2,104,505
OTHER FINANCING SOURCES (USES):				
Capital lease financing	-	1,016,431	1,016,431	-
Sale of Capital assets	50,000	50,000	66,425	16,425
Transfers In	-	800,000	800,000	-
TOTAL OTHER FINANCING SOURCES (USES)	50,000	1,866,431	1,882,856	16,425
Net change in fund balances	-	(273,622)	1,847,308	2,120,930
Fund Balance - beginning	-	6,026,220	6,026,220	-
FUND BALANCE - ending	\$ -	\$ 5,752,598	\$ 7,873,528	\$ 2,120,930

CAMERON COUNTY, TEXAS

Notes to Required Supplementary Information

September 30, 2016

Budgetary information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America by the County’s Auditor and approved by the Commissioners Court following a public hearing. The County maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County’s governing body in as such is a good management control device. The following are the funds which have legally adopted budgets: General Fund, Debt Service Funds and Special Revenue Funds. Project-length financial plans are adopted for the Capital Projects Funds.

The budget law of the State of Texas provides that “the amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in said funds plus the anticipated revenues for the current year for which the budget is made as estimated by the County Auditor.” In addition, the law provides that the Commissioners Court “may, upon proper application, transfer an existing budget surplus during the year to a budget of like kind and fund but no such transfer shall increase the total budget.”

Each year, all departments submit to the County Auditor requests for appropriation. These requests are reviewed, compiled and presented to the Commissioners Court for approval. The Commissioners Court conducts departmental budget reviews, adjusts budget requests to final form and conducts a public hearing in the County Administration Building. One copy of the proposed budget must be filed with the County Clerk and one with the County Auditor. Copies must be available to the public. The Commissioners Court must provide for the public hearing on the budget on some date within seven calendar days after the filing of the budget and prior to October 1 of the current fiscal year.

The County controls appropriations at the category level (i.e., personnel, fringe, overtime, travel and education, facilities, services, equipment, supplies, vehicles, healthcare and debt) for each department/project within the General Fund and the Special Revenue Funds. Grants are budgeted in total and not at the category level. All Debt Service Funds’ expenditures for principal and interest on long-term debt are considered to be in the debt category. Appropriation transfers may be made between categories or departments only with the approval of the Commissioners Court. Such transfers were made during fiscal year 2016. Unencumbered funds lapse at fiscal year end. The original budgets presented in the report are the approved budgets before amendments and transfers. The final budgets presented in this report reflect the budgets as amended for all appropriation transfers processed during the fiscal year. More comprehensive accounting of activity on the budgetary basis is provided in a separate report, which is available for public inspection in the office of the Cameron County Auditor, 1100 E. Monroe St., Brownsville, Texas 78520.

Encumbrances – Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts and other commitments for the expenditure of monies) outstanding at year end are reported as commitments of fund balances and do not constitute expenditures or liabilities because commitments will be re-appropriated and honored during the subsequent year.

FUNDS WITH EXCESS EXPENDITURES OVER APPROPRIATIONS

There were no funds with excess expenditures over budgeted.

SUPPLEMENTARY INFORMATION

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

SPECIAL REVENUE

	FEDERAL TASK FORCE GRANT	COLONIA PAVING PROJECT	LATERAL ROAD	LAW LIBRARY	OTHER GOVERNMENTAL ELECTIONS	FEDERAL BLOCK GRANT
ASSETS						
Cash	\$ 19,324	\$ 1,130,840	\$ 368,784	\$ 397,679	\$ 169,576	\$ 193,650
Accounts receivable	12,668	54,098	45	46	445,037	350,486
Due from other governments	17,491	-	-	-	-	16,861
Due from other funds	23,114	576,518	-	-	13,094	27,066
Other assets	-	-	-	-	34,852	-
	-	-	-	-	-	-
TOTAL ASSETS	\$ 72,597	\$ 1,761,456	\$ 368,829	\$ 397,725	\$ 662,559	\$ 588,063
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts payable	\$ -	\$ 35,443	\$ 21,332	\$ 8,085	\$ 33,286	\$ 21,098
Wages, fringe and accrued absences payable	-	-	-	275	207	-
Due to other governments	3,312	-	-	-	-	-
Due to other funds	69,285	1,726,013	-	-	624,566	544,003
	-	-	-	-	-	-
TOTAL LIABILITIES	72,597	1,761,456	21,332	8,360	658,059	565,101
FUND BALANCE						
Reserved	-	-	347,497	389,365	4,500	22,962
	-	-	-	-	-	-
TOTAL FUND BALANCE	-	-	347,497	389,365	4,500	22,962
TOTAL LIABILITIES AND FUND BALANCE	\$ 72,597	\$ 1,761,456	\$ 368,829	\$ 397,725	\$ 662,559	\$ 588,063

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

SPECIAL REVENUE		TDH -				
	CHAPTER 19 - ELECTIONS	FEDERAL LAW ENFORCEMENT	O.N.D.C.P	BORDER HEALTH ISSUES	IMMUNIZATION ACTION PLAN	VICTIMS OF CRIME
ASSETS						
Cash	\$ 21,922	\$ 536,337	\$ 429,224	\$ 162,145	\$ 72,440	\$ 813
Accounts receivable	30,182	258,454	393,141	151,642	158,826	1,983
Due from other governments	-	19,082	234,340	-	28,252	124,626
Due from other funds	-	-	351	-	23	29,913
Other assets	-	-	-	3,593	1,519	9
TOTAL ASSETS	\$ 52,104	\$ 813,873	\$ 1,057,056	\$ 317,380	\$ 261,060	\$ 157,344
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts payable	\$ 1,958	\$ 1,972	\$ 105,812	\$ 21,016	\$ 56,700	\$ 33,314
Wages, fringe and accrued absences payable	-	-	-	-	-	-
Due to other governments	-	-	1,187	-	-	-
Due to other funds	50,146	811,901	946,585	296,364	94,283	122,868
TOTAL LIABILITIES	\$ 52,104	\$ 813,873	\$ 1,053,584	\$ 317,380	\$ 150,983	\$ 156,182
FUND BALANCE						
Reserved	-	-	3,472	-	110,077	1,162
TOTAL FUND BALANCE	\$ -	\$ -	\$ 3,472	\$ -	\$ 110,077	\$ 1,162
TOTAL LIABILITIES AND FUND BALANCE	\$ 52,104	\$ 813,873	\$ 1,057,056	\$ 317,380	\$ 261,060	\$ 157,344

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

SPECIAL REVENUE							
		TUBERCULOSIS PROGRAM	HEALTH BLOCK GRANT	DEL MAR HEIGHTS	VALLE ESCODIDO SEWER PROJECT	COMMUNITY CORRECTIONS ASSISTANCE PLAN	WIC
ASSETS							
Cash	\$	77,711	\$ 696,666	\$ 61,997	\$ 169	\$ 3,189,435	\$ 1,160,990
Accounts receivable		75,139	718,657	1,010	2,031	49,439	934,610
Due from other governments		19,931	4,828	-	-	-	-
Due from other funds		-	44,024	-	-	231,640	415,959
Other assets		2,048	414	-	-	5,484	6,420
TOTAL ASSETS	\$	174,829	\$ 1,464,589	\$ 63,007	\$ 2,200	\$ 3,475,998	\$ 2,517,979
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$	20,120	\$ 818,014	\$ 19,220	\$ -	\$ 15,599	\$ 240,744
Wages, fringe and accrued absences payable		-	1,765	-	-	-	11,495
Due to other governments		8,545	-	-	-	17,112	470
Due to other funds		146,164	668	43,787	2,200	563	2,265,270
TOTAL LIABILITIES		-	-	-	-	-	-
		174,829	820,447	63,007	2,200	33,274	2,517,979
FUND BALANCE							
Reserved		-	644,142	-	-	3,442,724	-
TOTAL FUND BALANCE		-	-	-	-	-	-
		-	644,142	-	-	3,442,724	-
TOTAL LIABILITIES AND FUND BALANCE	\$	174,829	\$ 1,464,589	\$ 63,007	\$ 2,200	\$ 3,475,998	\$ 2,517,979

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

SPECIAL REVENUE		HOME				
	JUVENILE PROGRAMS	SELF HELP CENTERS	LOCAL SOLID WASTE ENFORCEMENT	DISASTER ASSISTANCE GRANT	ENCUMBERED PRE-TRIAL RELEASE	JUVENILE JUSTICE ALTERNATIVE ED.
ASSETS						
Cash	\$ -	\$ 107,348	\$ 679,660	\$ 753,236	\$ 59,172	\$ 224,399
Accounts receivable	-	2,208	-	128,453	40,424	116,223
Due from other governments	-	4	83	93	-	-
Due from other funds	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
TOTAL ASSETS	\$ -	\$ 109,560	\$ 679,743	\$ 881,782	\$ 99,596	\$ 340,622
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts payable	\$ -	\$ 109,560	\$ 678,999	\$ 26,810	\$ 23,768	\$ 128,951
Wages, fringe and accrued absences payable	-	-	-	-	1,548	1,358
Due to other governments	-	-	-	-	-	10,590
Due to other funds	-	-	744	854,972	30,406	199,723
TOTAL LIABILITIES	-	-	-	-	-	-
		109,560	679,743	881,782	55,722	340,622
FUND BALANCE						
Reserved	-	-	-	-	43,874	-
TOTAL FUND BALANCE	-	-	-	-	43,874	-
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 109,560	\$ 679,743	\$ 881,782	\$ 99,596	\$ 340,622

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

	TEXAS				
	JUVENILE PROBATION COMMISSION	JUVENILE SERVICES	DA HOT CHECK	TAX ASSESSOR VIT	LAGUNA HEIGHTS
ASSETS					
Cash	\$ 1,035,037	\$ 14,695	\$ 56,258	\$ 1,647,911	\$ 5,187
Accounts receivable	482,930	17,274	-	188	-
Due from other governments	-	15,171	7	-	1
Due from other funds	113,879	11,888	-	-	-
Other assets	9,190	-	-	-	-
	-	-	-	-	-
TOTAL ASSETS	\$ 1,641,036	\$ 59,028	\$ 56,265	\$ 1,648,099	\$ 5,188
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts payable	\$ 162,586	\$ 3,398	\$ 1,198	\$ 48,037	\$ -
Wages, fringe and accrued absences payable	-	46	-	-	-
Due to other governments	256,072	-	-	1,398,678	-
Due to other funds	159,625	55,584	-	-	964
	-	-	-	-	-
TOTAL LIABILITIES	578,283	59,028	1,198	1,446,715	964
FUND BALANCE					
Reserved	1,062,753	-	55,067	201,384	4,224
	-	-	-	-	-
TOTAL FUND BALANCE	1,062,753	-	55,067	201,384	4,224
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,641,036	\$ 59,028	\$ 56,265	\$ 1,648,099	\$ 5,188

SPECIAL REVENUE

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

SPECIAL REVENUE								
	PRE TRIAL INTERVENTION	WEST RAIL RELOCATION	DRUG FORFEITURE	COLONIA STREET LIGHT	LAGUNA MADRE WATER & SEWER	FIFTH JUDICIAL REGION	TOTAL SPECIAL REVENUE FUNDS	
ASSETS								
Cash	\$ 512,406	\$ 266,335	\$ 5,851,326	\$ 208,969	\$ 177	\$ 4	\$	20,111,822
Accounts receivable	3,813	744,983	1,637	-	8	-		5,175,635
Due from other governments	-	3,418,837	416,226	11,294	-	4		4,327,131
Due from other funds	26,651	-	2,319,213	308	-	-		3,833,641
Other assets	-	-	30,227	-	-	-		93,756
TOTAL ASSETS	\$ 542,870	\$ 4,430,155	\$ 8,618,629	\$ 220,571	\$ 185	\$ 8	\$	33,541,985
LIABILITIES AND FUND BALANCE								
LIABILITIES								
Accounts payable	\$ 13,292	\$ -	\$ 601,490	\$ 11,100	\$ -	\$ -	\$	3,262,902
Wages, fringe and accrued absences payable	1,293	-	-	1,104	-	-		19,091
Due to other governments	-	-	2,528,534	-	-	-		4,224,500
Due to other funds	-	4,169,224	29,913	-	185	8		13,246,014
TOTAL LIABILITIES	14,585	4,169,224	3,159,937	12,204	185	8		20,752,507
FUND BALANCE								
Reserved	528,285	260,931	5,458,692	208,367	-	-		12,789,478
TOTAL FUND BALANCE	528,285	260,931	5,458,692	208,367	-	-		12,789,478
TOTAL LIABILITIES AND FUND BALANCE	\$ 542,870	\$ 4,430,155	\$ 8,618,629	\$ 220,571	\$ 185	\$ 8	\$	33,541,985

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

CAPITAL PROJECTS				
	PROJECT ROADMAP	2011 CERTIFICATES OF OBLIGATION	2014 CERTIFICATES OF OBLIGATION	TOTAL CAPITAL PROJECTS FUNDS
ASSETS				
Cash	\$ 49,575	\$ 2,114,880	\$ 8,624,383	\$ 10,788,838
Accounts receivable	6	405	1,087	1,498
Due from other governments	-	-	-	-
Due from other funds	-	185	-	185
Other assets	-	-	-	-
TOTAL ASSETS	<u>\$ 49,581</u>	<u>\$ 2,115,470</u>	<u>\$ 8,625,470</u>	<u>\$ 10,790,521</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	\$ -	\$ 61,766	\$ 664,580	\$ 726,346
Wages, fringe and accrued absences payable	-	1,127	-	1,127
Due to other governments	-	-	-	-
Due to other funds	-	576,518	-	576,518
TOTAL LIABILITIES	<u>-</u>	<u>639,411</u>	<u>664,580</u>	<u>1,303,991</u>
FUND BALANCE				
Reserved	49,581	1,476,059	7,960,890	9,486,530
TOTAL FUND BALANCE	<u>49,581</u>	<u>1,476,059</u>	<u>7,960,890</u>	<u>9,486,530</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 49,581</u>	<u>\$ 2,115,470</u>	<u>\$ 8,625,470</u>	<u>\$ 10,790,521</u>

CAMERON COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

DEBT SERVICE				TOTAL DEBT SERVICE FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS					
Cash		UNLIMITED TAX BONDS	LIMITED TAX BONDS		
	\$	338,488	\$ 5,498,782	\$ 5,837,270	\$ 36,737,930
Accounts receivable		3	489	492	5,177,625
Taxes receivable - net of allowances		43,755	761,341	805,096	805,096
Interfund receivable		-	-	-	-
Due from other governments		-	-	-	4,327,131
Due from other funds		-	-	-	3,833,826
Other assets		-	589,962	589,962	683,718
TOTAL ASSETS	\$	382,246	\$ 6,850,574	\$ 7,232,820	\$ 51,565,326
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts payable	\$	-	\$	-	\$ 3,989,248
Wages, fringe and accrued absences payable		-	-	-	20,218
Due to other governments		-	-	-	4,224,500
Due to other funds		-	-	-	13,822,532
Deferred Revenue		42,739	710,796	753,535	753,535
TOTAL LIABILITIES		42,739	710,796	753,535	22,810,033
FUND BALANCE					
Reserved for debt service		339,507	6,139,778	6,479,285	6,479,285
Reserved for special revenue		-	-	-	12,789,478
Reserved for capital projects		-	-	-	9,486,530
TOTAL FUND BALANCE		339,507	6,139,778	6,479,285	28,755,293
TOTAL LIABILITIES AND FUND BALANCE	\$	382,246	\$ 6,850,574	\$ 7,232,820	\$ 51,565,326

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SPECIAL REVENUE	FEDERAL TASK FORCE GRANT	COLONIA PAVING PROJECT	LATERAL ROAD	LAW LIBRARY	OTHER GOVERNMENTAL ELECTIONS	FEDERAL BLOCK GRANT
REVENUES						
Intergovernmental	\$ 78,790	\$ 2,653,874	\$ 149,119	\$ -	-	\$ 632,516
Charges for services	-	-	-	192,177	-	-
Fines and forfeitures	-	-	-	-	-	21,828
Miscellaneous	-	-	616	540	1,136,012	-
TOTAL REVENUES	78,790	2,653,874	149,735	192,717	1,136,012	654,344
EXPENDITURES						
General government	-	-	-	-	1,151,006	2,084
Law enforcement and public safety	105,810	-	-	159,310	-	646,719
Highways and streets	-	3,230,392	233,191	-	-	-
Health	-	-	-	-	-	-
Welfare	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	56,210
TOTAL EXPENDITURES	105,810	3,230,392	233,191	159,310	1,151,006	705,013
Excess of Revenues Over (Under) Expenditures	(27,020)	(576,518)	(83,456)	33,407	(14,994)	(50,669)
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	-	-	-	-
Transfers in	27,020	576,518	-	-	-	46,565
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	27,020	576,518	-	-	-	46,565
Net change in fund balances	-	-	(83,456)	33,407	(14,994)	(4,104)
Fund Balances - October 1, 2015	-	12	430,953	355,958	19,494	29,596
Prior Period Adjustment	-	(12)	-	-	-	(2,530)
FUND BALANCES - SEPTEMBER 30, 2016	\$ -	\$ -	\$ 347,497	\$ 389,365	\$ 4,500	\$ 22,962

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SPECIAL REVENUE	CHAPTER 19 - ELECTIONS	FEDERAL LAW ENFORCEMENT	O.N.D.C.P.	BORDER HEALTH ISSUES	TDH - IMMUNIZATION ACTION PLAN	VICTIMS OF CRIME
REVENUES						
Intergovernmental	\$ 110,013	\$ 1,363,018	\$ 3,241,348	\$ 683,565	\$ 843,234	\$ 468,726
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	1,369
TOTAL REVENUES	110,013	1,363,018	3,241,348	683,565	843,234	470,095
EXPENDITURES						
General government	110,013	-	-	-	-	-
Law enforcement and public safety	-	1,179,018	3,241,348	-	-	646,701
Highways and streets	-	-	-	-	-	-
Health	-	-	-	688,668	863,075	-
Welfare	-	-	-	-	-	-
Capital Outlay	-	184,000	-	-	-	-
TOTAL EXPENDITURES	110,013	1,363,018	3,241,348	688,668	863,075	646,701
Excess of Revenues Over (Under) Expenditures	-	-	-	(5,103)	(19,841)	(176,606)
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	5,103	34,689	174,179
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	5,103	34,689	174,179
Net change in fund balances	-	-	-	-	14,848	(2,427)
Fund Balances - October 1, 2015	-	-	3,472	-	95,229	3,589
Prior Period Adjustment						
FUND BALANCES - SEPTEMBER 30, 2016	\$ -	\$ -	\$ 3,472	\$ -	\$ 110,077	\$ 1,162

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SPECIAL REVENUE		COMMUNITY CORRECTIONS ASSISTANCE PLAN						
		TUBERCULOSIS PROGRAM	HEALTH BLOCK GRANT	DEL MAR HEIGHTS	VALLE ESCONDIDO SEWER PROJECT		WIC	JUVENILE PROGRAMS
REVENUES								
Intergovernmental	\$	472,538	\$ 1,157,453	\$ 332,745	\$ 2,031	\$ 345,352	\$ 4,186,006	\$ -
Charges for services	-		57,265	-	-	-	-	-
Fines and forfeitures	-		-	-	-	-	-	-
Miscellaneous	-		-	-	-	44,697	1,350	-
	-		-	-	-	-	-	-
TOTAL REVENUES		472,538	1,214,718	332,745	2,031	390,049	4,187,356	-
EXPENDITURES								
General government	-		-	-	-	-	-	-
Law enforcement and public safety	-		-	-	-	358,836	-	-
Highways and streets	-		-	-	-	-	-	-
Health	464,652		1,154,882	-	-	-	4,177,412	-
Welfare	-		-	332,745	2,031	-	-	-
Capital Outlay	7,911		-	-	-	-	11,119	-
	-		-	-	-	-	-	-
TOTAL EXPENDITURES		472,563	1,154,882	332,745	2,031	358,836	4,188,531	-
Excess of Revenues Over (Under) Expenditures	(25)		59,836	-	-	31,213	(1,175)	-
OTHER FINANCING SOURCES (USES)								
Sale of capital assets	25		-	-	-	-	1,175	-
Transfers in	-		-	-	-	-	-	-
Transfers (out)	-		-	-	-	(421)	-	-
	-		-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	25		-	-	-	(421)	1,175	-
Net change in fund balances	-		59,836	-	-	30,792	-	-
Fund Balances - October 1, 2015	25		599,306	-	-	3,411,932	470	2
Prior Period Adjustment	(25)		(15,000)				(470)	(2)
FUND BALANCES - SEPTEMBER 30, 2016	-		\$ 644,142	\$ -	\$ -	\$ 3,442,724	\$ -	\$ -

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SPECIAL REVENUE						
	SELF HELP CENTERS	LOCAL SOLID WASTE ENFORCEMENT	LAGUNA MADRE WATER & SEWER	HOME DISASTER ASSISTANCE GRANT	ENCUMBERED PRE-TRIAL RELEASE	
REVENUES						
Intergovernmental	\$ 461,510	\$ -	\$ 48,480	\$ 475,055	\$ 173,051	
Charges for services	-	-	-	-	-	
Fines and forfeitures	-	-	-	-	33,104	
Miscellaneous	-	-	-	-	159,158	
TOTAL REVENUES	<u>461,510</u>	<u>-</u>	<u>48,480</u>	<u>475,055</u>	<u>365,313</u>	
EXPENDITURES						
General government	-	-	-	-	-	
Law enforcement and public safety	-	-	-	-	630,854	
Highways and streets	-	-	-	-	-	
Health	-	-	-	-	-	
Welfare	461,510	-	23,921	475,055	-	
Capital Outlay	-	-	-	-	-	
TOTAL EXPENDITURES	<u>461,510</u>	<u>-</u>	<u>23,921</u>	<u>475,055</u>	<u>630,854</u>	
Excess of Revenues Over (Under) Expenditures	-	-	24,559	-	(265,541)	
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	-	-	-	
Transfers in	-	-	-	-	259,429	
Transfers (out)	-	-	-	-	-	
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>259,429</u>	
Net change in fund balances	-	-	24,559	-	(6,112)	
Fund Balances - October 1, 2015	-	-	(24,560)	-	49,986	
Prior Period Adjustment			1			
FUND BALANCES - SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,874</u>	

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SPECIAL REVENUE	JUVENILE JUSTICE ALTERNATIVE ED.	TEXAS JUVENILE PROBATION COMMISSION	JUVENILE SERVICES	DA HOT CHECK	TAX ASSESSOR VIT	LAGUNA HEIGHTS
REVENUES						
Intergovernmental	\$ 979,476	\$ 3,239,605	\$ 120,058	\$ -	\$ -	\$ 862,691
Charges for services	-	15,137	-	7,000	-	-
Fines and forfeitures	-	6,187	-	-	-	-
Miscellaneous	-	12,448	-	90	104,835	-
TOTAL REVENUES	979,476	3,273,377	120,058	7,090	104,835	862,691
EXPENDITURES						
General government	-	-	-	-	80,037	-
Law enforcement and public safety	953,495	3,114,497	130,493	36,222	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	-	-	-
Welfare	-	-	-	-	-	1,361,581
Capital Outlay	-	51,689	-	-	-	-
TOTAL EXPENDITURES	953,495	3,166,186	130,493	36,222	80,037	1,361,581
Excess of Revenues Over (Under) Expenditures	25,981	107,191	(10,435)	(29,132)	24,798	(498,890)
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	421	10,435	-	-	-
Transfers (out)	(25,981)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(25,981)	421	10,435	-	-	-
Net change in fund balances	-	107,612	-	(29,132)	24,798	(498,890)
Fund Balances - October 1, 2015	-	955,141	-	84,199	176,586	503,114
Prior Period Adjustment						
FUND BALANCES - SEPTEMBER 30, 2016	-	\$ 1,062,753	\$ -	\$ 55,067	\$ 201,384	\$ 4,224

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SPECIAL REVENUE	PRE TRIAL INTERVENTION	WEST RAIL RELOCATION	DRUG FORFEITURE	COLONIA STREET LIGHT	FIFTH JUDICIAL REGION	TOTAL SPECIAL REVENUE FUNDS
REVENUES						
Intergovernmental	\$ -	\$ 802,730	\$ 1,757,815	\$ -	\$ 54,034	\$ 25,694,833
Charges for services	237,800	-	-	-	-	509,379
Fines and forfeitures	-	-	-	-	-	61,119
Miscellaneous	844	-	1,234,506	240,563	-	2,937,028
	-	-	-	-	-	-
TOTAL REVENUES	238,644	802,730	2,992,321	240,563	54,034	29,202,359
EXPENDITURES						
General government	-	-	-	205,143	-	1,548,283
Law enforcement and public safety	321,116	-	3,197,435	-	54,034	14,775,888
Highways and streets	-	802,730	-	-	-	4,266,313
Health	-	-	-	-	-	7,348,689
Welfare	-	-	-	-	-	2,656,843
Capital Outlay	-	-	383,099	-	-	694,028
	-	-	-	-	-	-
TOTAL EXPENDITURES	321,116	802,730	3,580,534	205,143	54,034	31,290,044
Excess of Revenues Over (Under) Expenditures	(82,472)	-	(588,213)	35,420	-	(2,087,685)
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	183,680	-	-	184,880
Transfers in	-	-	-	-	-	1,134,359
Transfers (out)	-	-	(185,159)	-	-	(211,561)
	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(1,479)	-	-	1,107,678
Net change in fund balances	(82,472)	-	(589,692)	35,420	-	(980,007)
Fund Balances - October 1, 2015	610,757	260,931	6,048,384	172,947	-	13,787,523
Prior Period Adjustment						(18,038)
FUND BALANCES - SEPTEMBER 30, 2016	\$ 528,285	\$ 260,931	\$ 5,458,692	\$ 208,367	\$ -	\$ 12,789,478

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

CAPITAL PROJECTS	PROJECT ROADMAP	2011 CERTIFICATES OF OBLIGATION	2014 CERTIFICATES OF OBLIGATION	TOTAL CAPITAL PROJECTS FUNDS
REVENUES				
Intergovernmental	\$ 32,919	\$ 4,705	\$ -	\$ 37,624
Miscellaneous	29	9,292	17,481	26,802
TOTAL REVENUES	<u>32,948</u>	<u>13,997</u>	<u>17,481</u>	<u>64,426</u>
EXPENDITURES				
Highways and Streets	-	11,216	881,351	892,567
Capital outlay	-	1,629,240	4,615,035	6,244,275
TOTAL EXPENDITURES	<u>-</u>	<u>1,640,456</u>	<u>5,496,386</u>	<u>7,136,842</u>
Excess of Revenues Over (Under) Expenditures	<u>32,948</u>	<u>(1,626,459)</u>	<u>(5,478,905)</u>	<u>(7,072,416)</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	-	(576,518)	-	(576,518)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(576,518)</u>	<u>-</u>	<u>(576,518)</u>
Net change in fund balances	<u>32,948</u>	<u>(2,202,977)</u>	<u>(5,478,905)</u>	<u>(7,648,934)</u>
Fund Balances - October 1, 2015	16,633	3,679,036	13,439,795	17,135,464
Prior Period Adjustment				
FUND BALANCES - SEPTEMBER 30, 2016	<u>\$ 49,581</u>	<u>\$ 1,476,059</u>	<u>\$ 7,960,890</u>	<u>\$ 9,486,530</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

DEBT SERVICE	UNLIMITED TAX BONDS	LIMITED TAX BONDS	TOTAL DEBT SERVICE FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES				
Taxes	\$ 19,623	\$ 7,646,139	\$ 7,665,762	\$ 7,665,762
Intergovernmental	-	-	-	25,732,457
Charges for services	-	-	-	509,379
Fines and forfeitures	-	-	-	61,119
Miscellaneous	1,446	227,398	228,844	3,192,674
TOTAL REVENUES	21,069	7,873,537	7,894,606	37,161,391
EXPENDITURES				
General government	-	-	-	1,548,283
Law enforcement and public safety	-	-	-	14,775,888
Highway and streets	-	-	-	5,158,880
Health	-	-	-	7,348,689
Welfare	-	-	-	2,656,843
Bond Issuance Costs	-	-	-	-
Capital Outlay	-	-	-	6,938,303
Principal retirement	110,000	5,360,123	5,470,123	5,470,123
Interest and fiscal charges	15,725	2,490,477	2,506,202	2,506,202
TOTAL EXPENDITURES	125,725	7,850,600	7,976,325	46,403,211
Excess of Revenues Over (Under) Expenditures	(104,656)	22,937	(81,719)	(9,241,820)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	184,880
Capital Lease Financing	-	-	-	-
Transfers in	-	577,437	577,437	1,711,796
Transfers (out)	-	-	-	(788,079)
TOTAL OTHER FINANCING SOURCES (USES)	-	577,437	577,437	1,108,597
Net change in fund balances	(104,656)	600,374	495,718	(8,133,223)
Fund Balances - October 1, 2015	444,163	5,539,404	5,983,567	36,906,554
Prior Period Adjustment	-	-	-	(18,038)
FUND BALANCES - SEPTEMBER 30, 2016	\$ 339,507	\$ 6,139,778	\$ 6,479,285	\$ 28,755,293

CAMERON COUNTY, TEXAS MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

The General Fund accounts for the resources used to finance the fundamental operations of the County. It is the basic fund of the County and covers all activities for which a separate fund has not been established.

ROAD & BRIDGE FUND

This fund accounts for revenues and expenditures pertaining to the construction and maintenance operations of County roads and subdivision oversight in the County.

2016 CERTIFICATES OF OBLIGATION

This fund is used to account for projects funded with the issuance of Certificates of Obligation in 2016.

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
REVENUES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive(Negative)
Taxes				
Current Advalorem Taxes	\$50,652,349	\$50,652,349	\$51,035,132	\$ 382,783
Delinquent Advalorem Taxes	1,998,435	1,998,435	1,856,549	(141,886)
TIRZ	(1,286,673)	(1,286,673)	(1,286,673)	-
Discounts	(1,006,437)	(1,006,437)	(1,077,655)	(71,218)
Commissions	(530,302)	(530,302)	(528,077)	2,225
Errors and Adjustments	(263,254)	(263,254)	(260,423)	2,831
Penalties and Interest	1,385,824	1,385,824	1,308,587	(77,237)
Misc Pmts - in lieu of taxes	-	-	100,000	100,000
Total Taxes	50,949,942	50,949,942	51,147,440	197,498
Licenses and Permits				
Beer Licenses (net)	33,000	33,000	43,083	10,083
Liquor Licenses (net)	86,449	86,449	76,031	(10,418)
Gaming licenses	26,500	26,500	19,293	(7,207)
Certificates of Title	441,725	441,725	508,000	66,275
Tax Certificates	6,550	6,550	6,390	(160)
Total Licenses and Permits	594,224	594,224	652,797	58,573
Intergovernmental Revenues				
Indir.CostReimb.-BorderHealth	17,355	17,355	19,663	2,308
Bio terrorism-indirect cost	52,500	52,500	54,649	2,149
Indir.CostReimb.-WICGrants Aid	550,000	550,000	646,279	96,279
Fee Revenue Admin Fee	-	-	13,500	13,500
Contributions from other Entit	-	35,000	-	(35,000)
State Revenue	-	55,000	-	(55,000)
Emergency Services District	145,000	185,000	194,500	9,500
Fee Revenue Admin Fee	300,000	300,000	350,000	50,000
Federal Wildlife Allocation	31,575	31,575	42,779	11,204
State Mixed Drink Tax	737,432	737,432	884,286	146,854
State Bingo Tax	100,620	100,620	72,553	(28,067)
Sales Tax Commissions-Tax Auto	2,195,093	2,195,093	2,347,420	152,327
Fee Revenue Admin Fee	9,500	9,500	120	(9,380)
State Revenue	-	189,571	30,786	(158,785)
Emergency Services District	12,000	12,000	9,000	(3,000)
Indirect Cost	9,860	14,360	27,742	13,382
Aid Count Court at Law	84,000	84,000	84,000	-
Aid Count Court at Law	84,000	84,000	84,000	-
Aid Count Court at Law	84,000	84,000	84,000	-
State Revenue	307,688	307,688	408,816	101,128
Reimbursement Indigent defense	127,525	127,525	115,111	(12,414)
DA Food Stamp Prosecutions	2,500	2,500	9,240	6,740
State Aid-County Attorney	56,000	56,000	63,100	7,100
Indirect Cost	12,000	12,000	14,304	2,304
Rental TxDot lease	-	-	16,500	16,500
Prisoner Transport	44,250	44,250	-	(44,250)
Contributions from other Entit	-	42,365	40,000	(2,365)
State Tobacco Reimbursement	145,000	145,000	149,388	4,388
State Revenue	-	-	7,895	7,895
State Revenue	60,000	60,000	36,851	(23,149)
Total Intergovernmental Revenues	5,167,898	5,534,334	5,806,482	272,148

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
REVENUES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive(Negative)
Charges for Services				
County Clerk-Records Mgmt	439,406	439,406	338,749	(100,657)
County Clerk-Records Mgmt	486,715	486,715	111,772	(374,943)
Inspections	20,148	20,148	21,288	1,140
Emergency Mgmt Citations	20	20	5	(15)
Labor Charges	50,146	50,146	64,430	14,284
Labor Charges	24,000	24,000	2,327	(21,673)
Service Fees	23,132	23,132	15,547	(7,585)
County Clerk-Judicial Rec Mgt	18,866	18,866	20,379	1,513
Judges Signature Probate Fee	675	675	674	(1)
Judges Signature Probate Fee	675	675	674	(1)
Judges Signature Probate Fee	675	675	674	(1)
Steno Fees and Interpreter Fee	76,370	76,370	80,255	3,885
Jury Fees	288,916	288,916	328,117	39,201
Service Fees	25,160	25,160	20,496	(4,664)
Dist Clerk-Judicial Recd Mgmt	32,400	32,400	34,375	1,975
Dist. Clerk-Passport Revenue	26,712	26,712	40,168	13,456
Research fees - District Clrk	29,688	29,688	23,703	(5,986)
Passport Picture fee-Dist Clrk	7,500	7,500	11,800	4,300
Retrieval fees - Dist. Clerk	2,160	2,160	870	(1,290)
District Clerk	652,064	652,064	684,220	32,156
Justices of the Peace	4,562	4,562	3,795	(767)
Justices of the Peace	30,360	30,360	34,865	4,505
Justices of the Peace	28,726	28,726	16,193	(12,533)
Justices of the Peace	8,200	8,200	9,361	1,161
Justices of the Peace	9,950	9,950	5,896	(4,055)
Justices of the Peace	11,875	11,875	8,248	(3,627)
Justices of the Peace	13,590	13,590	17,518	3,928
Justices of the Peace	2,850	2,850	1,974	(876)
Justices of the Peace	9,222	9,222	7,687	(1,536)
Justices of the Peace	4,223	4,223	20,215	15,992
County Attorney	107,493	107,493	80,920	(26,573)
Justices of the Peace	50	50	434	384
Inspections	134,640	134,640	69,400	(65,240)
Beer, Wine, Liquor Commissions	9,550	9,550	11,581	2,031
Tax Assessor/Collector-Auto	793,940	793,940	1,010,195	216,255
Jail-State, Other	64,992	64,992	90,766	25,774
Jail-Federal	6,798,125	6,798,125	6,015,591	(782,534)
Service Fees	7,218	7,218	8,803	1,585
Constable Precinct #1	1,710	1,710	60	(1,650)
Service Fees	118,500	118,500	170,242	51,742
Constable Precinct #2	61,677	61,677	12,035	(49,642)
Service Fees	1,500	1,500	950	(550)
Service Fees	64,832	64,832	97,534	32,702
Constable Precinct #3	1,763	1,763	2,525	762
Service Fees	16,735	16,735	19,123	2,388
Constable Precinct #4	7,250	7,250	10,045	2,795
Service Fees	155,000	155,000	211,033	56,033
Constable Precinct #5	7,932	7,932	6,600	(1,332)
Sheriff Fees	325,000	325,000	296,660	(28,340)
Sheriff Arrest Fees	9,050	9,050	17,250	8,200
Registration Fees-Flu Vaccine	10,300	10,300	5,758	(4,542)
Subdivision Plat InspectionFee	4,900	4,900	3,600	(1,300)

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
REVENUES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive(Negative)
Inspections	75,000	75,000	85,450	10,450
Septic Tank Fees	53,050	53,050	51,040	(2,010)
Total Charges for Services	11,159,193	11,159,193	10,203,864	(955,329)
Fines and Forfeitures				
Fee Revenue	1,061,000	1,061,000	1,048,819	(12,181)
Fee Revenue	251,200	251,200	198,610	(52,590)
Court Cost	751	751	929	178
Fines	472,000	472,000	376,620	(95,380)
JPTech Fee	-	1,800	-	(1,800)
Fee Revenue	37,595	37,595	32,393	(5,202)
Court Cost	300	300	445	145
Fines	-	-	4	4
Fee Revenue	155,139	155,139	180,266	25,127
Fee Revenue	59,190	59,190	65,964	6,774
District Clerk	610,000	610,000	446,699	(163,301)
Fines	36,215	36,215	26,238	(9,977)
Fee Revenue	3,061	3,061	-	(3,061)
JPTech Fee	110,123	110,123	85,744	(24,379)
Fee Revenue	198,741	198,741	313,788	115,047
Court Cost	12,783	12,783	13,529	746
Fines	4,550	4,550	6,412	1,862
Fee Revenue	364,085	364,085	403,595	39,510
Court Cost	14,110	14,110	16,344	2,234
Fines	6,900	6,900	7,677	777
Fee Revenue	296,500	296,500	434,894	138,394
Court Cost	10,670	10,670	14,454	3,784
Fines	5,930	5,930	6,685	755
Fee Revenue	106,740	106,740	194,121	87,381
Court Cost	6,685	6,685	8,980	2,295
Fines	5,650	5,650	7,058	1,408
Fee Revenue	131,703	131,703	234,063	102,360
Court Cost	6,485	6,485	9,403	2,918
Fines	4,205	4,205	6,577	2,372
Fee Revenue	95,540	95,540	132,775	37,235
Court Cost	4,420	4,420	5,899	1,479
Fines	3,260	3,260	3,870	610
Fee Revenue	199,760	199,760	273,966	74,206
Court Cost	10,200	10,200	13,950	3,750
Fines	6,795	6,795	8,618	1,823
Fee Revenue	195,703	195,703	289,629	93,926
Court Cost	7,565	7,565	11,660	4,095
Fines	5,290	5,290	6,181	891
Fee Revenue	80,131	80,131	169,059	88,928
Court Cost	5,161	5,161	8,319	3,158
Fines	64	64	4,571	4,507
Fee Revenue	75,000	75,000	74,086	(914)
Court Cost	3,750	3,750	3,017	(733)
Fines	5,393	5,393	2,480	(2,913)
Fee Revenue	1,581	1,581	4,870	3,289
Fee Revenue	-	-	1,223	1,223
Fee Revenue	559	559	3,141	2,582
Fee Revenue	149,700	149,700	123,112	(26,588)

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
REVENUES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive(Negative)
Fee Revenue	108,076	108,076	77,517	(30,559)
Fines	-	-	292	292
Total Fines and Forfeitures	4,930,259	4,932,059	5,358,548	426,489
Miscellaneous				
Copy Reimbursements	72,757	72,757	73,702	945
Interest Income	2,083	2,083	2,585	502
Miscellaneous	-	-	30	30
Miscellaneous Revenue	-	-	228	228
Settlements	-	-	55,199	55,199
Miscellaneous Revenue	-	-	210	210
County's Waste Collection fee	215,000	215,000	214,172	(828)
Interest Income	17,404	17,404	59,479	42,075
Vending Machine Commissions	3,280	3,280	4,801	1,521
Miscellaneous	55,000	55,000	234,015	179,015
Snack Bar Commissions	3,600	3,600	3,900	300
Reimburse - Salaries	13,000	13,000	13,000	-
Program Revenues	2,500	2,500	274	(2,226)
Bail Bond Fees	-	-	19,280	19,280
Vending Machine Commissions	200	200	-	(200)
Copy Reimbursements	53,880	53,880	45,240	(8,640)
Transaction Fee	10,120	10,120	8,213	(1,907)
Interest Income	10,358	10,358	8,215	(2,143)
Miscellaneous	-	-	150	150
Long/Short	-	-	(150)	(150)
Miscellaneous	-	-	361	361
Interest Income	-	-	4	4
Long/Short	-	-	0	0
Copy Reimbursement-Dist Clerk	175,000	175,000	155,079	(19,921)
District Clerk FAX Fee	25	25	35	10
Transaction Fee	16,986	16,986	12,250	(4,736)
Interest Income	25,025	25,025	17,193	(7,832)
Miscellaneous	-	-	5,584	5,584
TWX Reimbursement	-	-	1,050	1,050
Interest Income	85	85	91	6
Long/Short	-	-	10	10
Interest Income	170	170	116	(54)
Long/Short	-	-	45	45
Interest Income	154	154	110	(44)
Long/Short	20	20	0	(20)
Interest Income	75	75	63	(12)
Long/Short	-	-	684	684
Interest Income	60	60	63	3
Long/Short	-	-	1	1
Interest Income	70	70	42	(28)
Long/Short	-	-	100	100
Interest Income	125	125	95	(30)
Interest Income	91	91	75	(16)
Long/Short	-	-	1	1
Interest Income	234	234	54	(180)
Miscellaneous	250	250	-	(250)
Long/Short	-	-	0	0
Interest Income	40	40	20	(20)

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
REVENUES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive(Negative)
Long/Short	-	-	40	40
Miscellaneous	-	-	84,082	84,082
Audit Fees	33,633	33,633	34,241	608
Miscellaneous	-	-	25	25
Vehicle Inventory Tax Surplus	51,120	51,120	35,369	(15,751)
Tax Commissions-AdValorem	2,085,000	2,085,000	2,080,434	(4,566)
Insurance Proceeds	-	9,539	9,539	0
Interest Income	30,000	30,000	7,341	(22,659)
Miscellaneous	10,500	10,500	21,325	10,825
TWX Reimbursement	3,446	3,446	4,298	852
Long/Short	2,500	2,500	6,982	4,482
Vehicle Inventory Tax Surplus	147,855	147,855	79,755	(68,100)
Land Rental	22,320	22,320	22,320	-
Reimburse - Salaries	136,375	136,375	128,599	(7,776)
Miscellaneous	-	-	15,526	15,526
Pay Phones Commissions	650,000	650,000	619,794	(30,206)
Reimbursement Inmate damages	500	500	329	(171)
Land Rental	-	-	36,000	36,000
Miscellaneous	16,500	16,500	14,201	(2,299)
Program Revenues	-	-	50	50
Long/Short	-	-	(60)	(60)
Insurance Proceeds	-	-	10,227	10,227
Program Revenues	276,665	276,665	253,746	(22,919)
Insurance Proceeds	-	-	7,790	7,790
Miscellaneous	8,500	8,500	5,322	(3,178)
Miscellaneous	5,800	5,800	9,743	3,943
Restitution Rental	24,000	24,000	24,000	0
Miscellaneous	-	-	270	270
Program Revenues	-	-	74	74
Interest Income	325	325	191	(134)
Miscellaneous	3,200	3,200	7,477	4,277
Insurance Proceeds	-	10,675	10,675	0
Miscellaneous	13,185	13,185	14,766	1,581
Miscellaneous	-	-	692	692
Total Miscellaneous	4,199,016	4,219,230	4,480,829	261,599
OTHER FINANCING SOURCES				
Financing Proceeds	-	1,023,841	1,023,841	0
Sale of Surplus	-	-	85,610	85,610
Sale of Land	-	-	500	500
Sale of Surplus	-	-	3,040	3,040
Total OTHER FINANCING SOURCES	-	1,023,841	1,112,991	89,150
TOTAL REVENUES & OPERATING TRANSFERS	\$77,000,532	\$78,412,823	\$78,762,951	\$ 350,128

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
EXPENDITURES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	Variance with Final Budget
GENERAL GOVERNMENT				
COUNTY JUDGE	\$ 273,821	\$ 250,514	\$ 141,158	\$ 109,356
HUMAN RESOURCES	100,277	160,639	122,723	37,916
CIVIL SERVICE COMMISSION	94,339	96,054	94,445	1,609
COUNTY CLERK	971,415	951,727	914,689	37,038
RECORDS MANAGEMENT	439,406	382,406	338,749	43,657
OLD RECORDS RETRIEVAL	486,715	486,715	111,772	374,943
VETERAN'S SERVICE OFFICE	212,483	212,483	204,219	8,264
EMERGENCY MANAGEMENT	505,050	594,509	557,987	36,522
MAIL ROOM	27,144	27,144	24,038	3,106
DATA PROCESSING	1,801,542	1,994,514	1,853,715	140,799
GENERAL ADMINISTRATION	2,170,267	2,210,539	2,209,925	614
CIVIL DIVISION	619,712	613,655	520,490	93,165
COMMISSIONER PCT. #1	72,361	74,486	74,405	81
COMMISSIONER PCT. #2	72,058	72,190	72,167	23
COMMISSIONER PCT. #3	75,562	75,562	75,389	173
COMMISSIONER PCT. #4	72,058	72,058	71,558	500
REPRODUCTION	170,647	170,647	167,136	3,511
P.D. & M. CENSUS	-	189,571	30,786	158,785
PROGRAM, DEVELOPMENT & MGT.	360,161	364,661	359,887	4,774
VEHICLE MAINTENANCE	332,643	332,643	317,683	14,960
VOTER REGISTRATION & ELECTIONS	1,012,579	1,173,936	1,168,695	5,241
COUNTY AUDITOR	1,526,422	1,522,002	1,473,298	48,704
COUNTY PURCHASING	402,423	414,823	413,216	1,607
MOTOR VEHICLE INSPECTION	63,838	56,752	18,553	38,199
COUNTY TREASURER	259,466	267,110	266,960	150
TAX ASSESSOR/COLLECTOR	3,235,187	3,250,437	3,089,424	161,013
AUTO THEFT TASK FORCE	147,855	147,855	79,140	68,715
M&O VETERANS' OFFICE	19,200	19,200	7,106	12,094
M&O ELECTIONS OFFICE	19,200	19,200	14,074	5,126
M&O LEVEE ST. ANNEX	-	3,560	3,555	5
M&O CAMERON PARK LAW ENFORCEMENT	9,350	9,350	4,469	4,881
M&O LOS FRESNOS	60,229	60,229	38,597	21,632
M&O RIO HONDO ANNEX	28,576	28,576	21,506	7,070
M&O PORT ISABEL ANNEX	38,000	38,000	26,546	11,454
M&O DANCY BUILDING	402,516	402,516	350,273	52,243
M&O SANTA ROSA TECHNOLOGY CTR	44,056	40,496	33,307	7,189
M&O HARLINGEN BUILDING	119,086	119,086	103,222	15,864
M&O COURTHOUSE BUILDING	1,800,215	1,815,948	1,556,142	259,806
M&O SAN BENITO ANNEX	304,144	304,144	286,678	17,466
M&O RECORDS WAREHOUSE	40,425	40,425	39,010	1,415
M&O LA FERIA ANNEX	67,638	68,463	64,780	3,683
M&O ARROYO CITY FIRE STATION	9,000	8,175	6,066	2,109
HISTORICAL COMMITTEE	2,700	2,700	949	1,751
FARM & HOME DEMONSTRATION	277,539	309,116	276,244	32,873
M&O TICK ERRADICATION	10,125	10,125	9,251	874
TOTAL GENERAL GOVERNMENT	18,757,430	19,464,941	17,613,980	1,850,961
LAW ENFORCEMENT & PUBLIC SAFETY				
BAIL BOND ADMINISTRATION	57,177	58,045	56,275	1,770
COUNTY CLERK - JUDICIAL	1,033,062	1,033,062	979,441	53,621
COUNTY COURT AT LAW I	619,139	619,139	596,769	22,370

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
EXPENDITURES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	Variance with Final Budget
PROBATE COURT	188,960	191,560	164,812	26,748
COUNTY COURT AT LAW II	533,408	533,408	530,111	3,297
COUNTY COURT AT LAW III	534,519	535,640	531,432	4,208
DISTRICT COURTS	3,391,479	3,389,065	3,328,361	60,704
INDIGENT DEFENSE	2,474,597	2,466,069	2,259,858	206,211
CRIMINAL HEARINGS OFFICER	190,218	196,083	193,771	2,312
JUVENILE COURT	334,907	344,921	332,579	12,342
M&O MAGISTRATE COURT	19,225	6,825	-	6,825
DISTRICT CLERK	2,179,670	2,205,032	2,114,665	90,367
JUSTICE OF PEACE ADMIN.	120,123	120,123	86,370	33,753
JUSTICE OF THE PEACE #1	206,003	206,003	203,040	2,963
JUSTICE OF THE PEACE #2-1	290,230	290,230	288,017	2,213
JUSTICE OF THE PEACE #2-2	251,423	251,423	240,611	10,812
JUSTICE OF THE PEACE #3-1	165,558	165,558	162,779	2,779
JUSTICE OF THE PEACE #3-2	166,008	166,008	159,184	6,824
JUSTICE OF THE PEACE #4	163,176	163,676	154,581	9,095
JUSTICE OF THE PEACE #5-1	261,887	270,992	270,846	146
JUSTICE OF THE PEACE #5-3	213,054	214,254	206,662	7,592
JUSTICE OF THE PEACE #5-2	212,504	218,371	217,927	444
JUSTICE OF THE PEACE 2-3	210,263	210,263	200,495	9,768
DISTRICT ATTORNEY	4,614,883	4,614,883	4,512,660	102,223
JAIL, DETENTION CENTER 1 & 2	15,874,678	16,094,609	15,742,224	352,385
M&O JAIL	1,952,521	1,972,521	1,954,762	17,759
JAIL INFIRMARY	3,213,819	3,219,084	3,079,899	139,185
M&O DARRELL HESTER BUILDING	260,023	266,348	255,118	11,230
M&O ORANGE ST.	58,732	58,732	52,240	6,492
CONSTABLE PCT#1	346,879	348,168	308,940	39,228
CONSTABLE PCT#2	458,685	491,345	470,288	21,057
PCT 2 SECURITY	719,222	718,822	713,257	5,565
CONSTABLE PCT#3	629,273	702,424	680,982	21,442
CONSTABLE PCT#4	520,060	579,094	555,027	24,067
MENTAL HEALTH TRANSPORT	298,244	298,244	289,913	8,331
CONSTABLE PCT#5	722,861	753,761	711,809	41,952
SHERIFF'S OFFICE	6,522,960	6,550,585	6,336,062	214,523
M&O SHERIFF'S OFFICE	431,335	473,700	437,338	36,362
SHERIFF'S AUTO THEFT	398,274	406,109	404,789	1,320
JUVENILE BOOTCAMP	1,590,472	1,590,472	1,578,476	11,996
JUVENILE PROBATION	2,310,346	2,370,212	2,198,981	171,231
JUVENILE DETENTION	2,834,599	2,834,599	2,832,150	2,449
ADULT PROBATION	168,775	171,275	157,982	13,293
TOTAL LAW ENFORCEMENT & PUBLIC SAFETY	57,743,231	58,370,737	56,551,485	1,819,252
HEALTH				
M&O BROWNSVILLE HEALTH CENTER	104,889	119,862	104,164	15,698
M&O FATHER O'BRIEN HLTH CLINIC	70,760	70,760	62,402	8,358
M&O HARLINGEN HEALTH BUILDING	69,951	69,951	62,446	7,505
HEALTH DEPARTMENT	1,942,326	1,942,326	1,710,621	231,705
ENVIRONMENTAL HEALTH	734,920	793,179	757,569	35,610
TOTAL HEALTH	2,922,846	2,996,078	2,697,203	298,875

CAMERON COUNTY, TEXAS
SCHEDULE OF GENERAL FUND
EXPENDITURES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	Variance with Final Budget
WELFARE				
INDIGENT SERVICES/AUTOPSIES	733,721	782,806	782,310	496
CHILD WELFARE	681,980	666,080	665,933	147
CHILD PROTECTIVE LEGAL ADMIN	137,653	137,653	135,840	1,813
INDIGENT HEALTH CLAIMS	3,135,971	3,135,971	3,135,971	-
TOTAL WELFARE	<u>4,689,325</u>	<u>4,722,510</u>	<u>4,720,055</u>	<u>2,455</u>
TOTAL GENERAL FUND EXPENDITURES	<u><u>\$ 84,112,832</u></u>	<u><u>\$ 85,554,266</u></u>	<u><u>\$ 81,582,723</u></u>	<u><u>\$ 3,971,543</u></u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
SPECIAL ROAD AND BRIDGE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts			Variance with
	Original	Final	ACTUAL	Final Budget
REVENUES				
Tax Revenues:				
Current advalorem taxes	\$ 7,201,809	\$ 7,201,809	\$ 7,248,694	\$ 46,885
Delinquent advalorem taxes	250,495	250,495	205,371	(45,124)
Less:				
Discounts	(144,298)	(144,298)	(153,061)	(8,763)
Commissions	(74,941)	(74,941)	(74,239)	702
Insolvents and adjustments	(37,262)	(37,262)	(34,701)	2,561
Penalties and interest	186,072	186,072	166,067	(20,005)
Total Tax Revenues	<u>7,381,875</u>	<u>7,381,875</u>	<u>7,358,131</u>	<u>(23,744)</u>
Licenses and Permits:				
Building permits and books	285,351	285,351	421,838	136,487
Automobile registration fees	<u>3,025,000</u>	<u>3,025,000</u>	<u>3,144,617</u>	<u>119,617</u>
Total Licenses and Permits	<u>3,310,351</u>	<u>3,310,351</u>	<u>3,566,455</u>	<u>256,104</u>
Intergovernmental Revenues: (State shared)				
Auto license revenue	360,000	360,000	360,000	-
Overweight fees	31,301	31,301	132,958	101,657
Contributions from Other Entities	-	380,395	300,466	(79,929)
Indirect Cost Revenue	-	-	24,837	24,837
State Revenue	-	215,901	82,221	(133,680)
Total Intergovernmental Revenues (State shared)	<u>391,301</u>	<u>987,597</u>	<u>900,481</u>	<u>(87,116)</u>
Charges for Services:				
Review fees	<u>24,022</u>	<u>24,022</u>	<u>27,167</u>	<u>3,145</u>
Total Charges for Services	<u>24,022</u>	<u>24,022</u>	<u>27,167</u>	<u>3,145</u>
Miscellaneous Revenues:				
Recording Fees	4,121	4,121	4,766	645
Commercial Violations	5,000	5,000	74,314	69,314
Bond Forfeitures	104,250	104,250	27,310	(76,940)
Interest Income	11,966	11,966	17,054	5,088
Program Revenues	228,000	228,000	228,210	210
Miscellaneous	-	-	175	175
Insurance Proceeds	-	-	19,901	19,901
Total Miscellaneous Revenues	<u>353,337</u>	<u>353,337</u>	<u>371,729</u>	<u>18,392</u>
Other Financing Sources:				
Financing Proceeds	-	1,016,431	1,016,431	0
Gain on Sale of Surplus	<u>50,000</u>	<u>50,000</u>	<u>66,425</u>	<u>16,425</u>
Total Other Financing Sources	<u>50,000</u>	<u>1,066,431</u>	<u>1,082,856</u>	<u>16,425</u>
TOTAL REVENUES AND OTHER FINANCING	<u>\$ 11,510,886</u>	<u>\$ 13,123,613</u>	<u>\$ 13,306,819</u>	<u>\$ 183,206</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF ROAD AND BRIDGE FUND
EXPENDITURES COMPARED WITH BUDGET (GAAP BASIS)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
EXPENDITURES				
HIGHWAYS AND STREETS:				
GIS	\$ 276,993	\$ 276,927	\$ 234,643	\$ 42,284
District Attorney	39,445	39,511	39,305	206
Precinct #1 Commissioner Staff	104,429	104,429	99,418	5,011
Precinct #2 Commissioner Staff	106,075	106,075	96,565	9,510
Precinct #3 Commissioner Staff	109,689	109,689	104,850	4,839
Precinct #4 Commissioner Staff	105,704	105,704	98,872	6,832
Consolidated Road Districts M & O	9,022,323	11,457,497	9,958,838	1,498,659
CTIF Projects	-	225,040	148,520	76,520
Engineering & Right-of-Way	945,061	964,013	804,120	159,893
Planning and Inspection	801,167	808,350	674,380	133,970
TOTAL HIGHWAYS AND STREETS	\$ 11,510,886	\$ 14,197,235	\$ 12,259,511	\$ 1,937,724

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE
2016 CERTIFICATES OF OBLIGATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	CURRENT YEAR	PRIOR YEARS	CUMULATIVE THROUGH 9/30/16	BUDGET FOR THE PROJECT	VARIANCE
REVENUES					
Miscellaneous:					
State Revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	167	-	167	-	167
Total Miscellaneous	167	-	167	-	167
TOTAL REVENUES	167	-	167	-	167
EXPENDITURES					
Vehicle Maintenance Building	-	-	-	1,377,300	1,377,300
Levee St. Annex	3,099,432	-	3,099,432	5,850,000	2,750,568
IT Center Relocation	-	-	-	250,000	250,000
Rio Hondo Annex	-	-	-	154,440	154,440
Mary Lucio Health Clinic	-	-	-	465,750	465,750
Dancy Building	-	-	-	2,212,380	2,212,380
Jail Detention Center	67,703	-	67,703	265,000	197,297
Judicial Admin Renovation	-	-	-	2,000,000	2,000,000
Streetlight Program	228,856	-	228,856	500,000	271,144
Juvenile Detention Building	-	-	-	1,992,920	1,992,920
Adult Probation Building Repairs	-	-	-	50,000	50,000
Precincts Offices	-	-	-	3,306,000	3,306,000
TOTAL EXPENDITURES	3,395,991	-	3,395,991	18,423,790	15,027,799
Excess of Revenues Over (Under) Expenditures	(3,395,824)	-	(3,395,824)	(18,423,790)	15,027,966
OTHER FINANCING SOURCES (USES)					
Bond issuance	16,260,000	-	16,260,000	16,260,000	-
Bond Discount	(98,210)	-	(98,210)	(98,211)	1
Bond Premium	2,403,962	-	2,403,962	2,403,963	(1)
Bond issue cost	(140,379)	-	(140,379)	(141,962)	1,583
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	18,425,373	-	18,425,373	18,423,790	1,583
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	15,029,549	-	15,029,549	-	15,029,549
FUND BALANCE - SEPTEMBER 30, 2016	\$ 15,029,549	\$ -	\$ 15,029,549	\$ -	\$ 15,029,549

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

SIGNIFICANT FUNDS

WIC Fund -	To account for grant proceeds awarded for the funding of a nutritional program for women, infants and children.
Health Block Fund -	To account for grant proceeds used to provide pre-natal care, preventive child health care, family planning and prevention and control of tuberculosis.
Drug Forfeiture Trust Fund	To account for property seized under state and federal drug laws for use in law enforcement activities.

OTHER FUNDS

Federal Task Force Grant - Sheriff Fund	Juvenile Programs Fund
Colonia Paving Project Fund	Self Help Centers Fund
Lateral Road Fund	Local Solid Waste Enforcement Fund
Law Library Fund	Laguna Madre Water & Sewer
Other Governmental Elections Fund	Home Disaster Assistance Grant Fund
Federal Block Grant Fund	Encumbered Pre-Trial Release Fund
Chapter 19 Fund	Juvenile Justice Alternative Education Fund
Federal Law Enforcement Fund	Texas Juvenile Probation Commission Fund
O.N.D.C.P. Fund	Juvenile Services Fund
Border Health Issues Fund	D. A. Hot Check Fee/Race Track Prosecution Fund
TDH Immunization Action Plan Fund	Tax Assessor VIT
Crime Victims Assistance Fund	Laguna Heights
Tuberculosis Program Fund	Pre-Trial Intervention Fund
Del Mar Heights Fund	West Rail Relocation Fund
Valle Escondido Sewer Project Fund	Colonia Street Light Fund
Community Corrections Assist. Plan Fund	Fifth Judicial Admin. Fund

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
FEDERAL TASK FORCE GRANT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
FEDERAL TASK FORCE	\$ 12,667	\$ 12,667	\$ -
D.A. - HIDTA	12,072	12,072	-
FEDERAL TASK FORCE GRANT	11,223	11,223	-
OCDTF	14,278	14,277	(1)
FEDERAL TASK FORCE GRANT	12,034	12,034	-
CONSTABLE PRECINCT #3	4,390	4,390	-
SHERIFF	-	12,127	12,127
SHERIFF	12,127	-	(12,127)
TOTAL REVENUES:	<u>78,791</u>	<u>78,790</u>	<u>(1)</u>
EXPENDITURES			
FEDERAL TASK FORCE	15,485	15,485	-
D.A. - HIDTA	14,903	14,903	-
FEDERAL TASK FORCE GRANT	14,471	14,471	-
OCDTF	24,116	24,116	-
FEDERAL TASK FORCE GRANT	15,158	15,158	-
CONSTABLE PRECINCT #3			-
CONSTABLE PRECINCT #3	5,579	5,579	-
CONSTABLE PRECINCT #4			-
CONSTABLE PRECINCT #4	144	145	(1)
SHERIFF			-
SHERIFF	15,955	15,953	2
TOTAL EXPENDITURES:	<u>105,811</u>	<u>105,810</u>	<u>1</u>
Excess of Revenues Over (Under) Expenditures	<u>(27,020)</u>	<u>(27,020)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	27,020	27,020	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>27,020</u>	<u>27,020</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
COLONIA PAVING PROJECT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
ROAD PROJECTS AFA	\$ 2,653,874	\$ 2,653,874	\$ -
TOTAL REVENUES:	<u>2,653,874</u>	<u>2,653,874</u>	<u>-</u>
EXPENDITURES			
US 77/83 S. Corridor	3,230,392	3,230,392	-
TOTAL EXPENDITURES:	<u>3,230,392</u>	<u>3,230,392</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>(576,518)</u>	<u>(576,518)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	576,518	576,518	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>576,518</u>	<u>576,518</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
LATERAL ROAD FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
UNITIZED ROAD SYSTEM	\$ 321,200	\$ 149,735	\$ (171,465)
TOTAL REVENUES:	<u>321,200</u>	<u>149,735</u>	<u>(171,465)</u>
EXPENDITURES			
UNITIZED ROAD SYSTEM	671,900	233,191	438,709
TOTAL EXPENDITURES:	<u>671,900</u>	<u>233,191</u>	<u>438,709</u>
Excess of Revenues Over (Under) Expenditures	<u>(350,700)</u>	<u>(83,456)</u>	<u>267,244</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(350,700)</u>	<u>(83,456)</u>	<u>267,244</u>
Fund Balance October 1, 2015	430,953	430,953	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 80,253</u>	<u>\$ 347,497</u>	<u>\$ 267,244</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
LAW LIBRARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
LAW LIBRARY	\$ 183,000	\$ 192,177	\$ 9,177
LAW LIBRARY	650	540	(110)
TOTAL REVENUES:	<u>183,650</u>	<u>192,717</u>	<u>9,067</u>
EXPENDITURES			
LAW LIBRARY	183,689	159,310	24,379
TOTAL EXPENDITURES:	<u>183,689</u>	<u>159,310</u>	<u>24,379</u>
Excess of Revenues Over (Under) Expenditures	<u>(39)</u>	<u>33,407</u>	<u>33,446</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(39)</u>	<u>33,407</u>	<u>33,446</u>
Fund Balance October 1, 2015	355,958	355,958	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 355,919</u>	<u>\$ 389,365</u>	<u>\$ 33,446</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
OTHER GOVERNMENTAL ELECTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
OTHER GOVT ELECTION	\$ 1,000	\$ -	\$ (1,000)
ELECTIONS - GENERAL	31,655	31,655	-
ELECTIONS-REPUBLICAN	125,350	125,350	-
ELECTIONS-DEMOCRATIC	172,895	172,895	-
ELECTIONS-DEMOCRATIC RUNOFF	143,754	143,753	(1)
ELECTIONS-REPUBLICAN RUNOFF	85,137	85,137	-
LA FERIA ISD	6,422	6,422	-
CITY OF LOS FRESNOS	8,441	8,441	-
LOS FRESNOS CISD	28,905	28,905	-
CITY OF RIO HONDO	11,074	-	(11,074)
TX SOUTHMOST COLLEGE	98,748	98,747	(1)
BROWNSVILLE NAVIGATION	90,505	90,505	-
CITY OF LA FERIA	7,339	7,339	-
BROWNSVILLE ISD	110,017	110,017	-
RIO HONDO ISD	10,128	10,128	-
CITY OF PORT ISABEL	9,206	9,206	-
SANTA MARIA ISD	8,771	8,771	-
TX SOUTHMOST JR COLLEGE RUNOFF	126,923	126,922	(1)
ELECTIONS - GENERAL	71,819	71,819	-
TOTAL REVENUES:	<u>1,148,089</u>	<u>1,136,012</u>	<u>(12,077)</u>
EXPENDITURES			
ELECTIONS - GENERAL	118,468	118,468	-
ELECTIONS-REPUBLICAN	125,350	125,349	1
ELECTIONS-DEMOCRATIC	172,896	172,896	-
ELECTIONS-DEMOCRATIC RUNOFF	143,755	143,755	-
ELECTIONS-REPUBLICAN RUNOFF	85,138	85,137	1
LA FERIA ISD	6,418	6,418	-
CITY OF LOS FRESNOS	8,443	8,442	1
LOS FRESNOS CISD	28,907	28,906	1
CITY OF RIO HONDO	7,941	-	7,941
TX SOUTHMOST COLLEGE	98,748	98,747	1
BROWNSVILLE NAVIGATION	90,505	90,505	-
CITY OF LA FERIA	7,340	7,338	2
BROWNSVILLE ISD	110,018	110,017	1
RIO HONDO ISD	10,128	10,128	-
CITY OF PORT ISABEL	9,205	9,206	(1)
SANTA MARIA ISD	8,771	8,771	-
TX SOUTHMOST JR COLLEGE RUNOFF	126,923	126,923	-
TOTAL EXPENDITURES:	<u>1,158,954</u>	<u>1,151,006</u>	<u>7,948</u>
Excess of Revenues Over (Under) Expenditures	<u>(10,865)</u>	<u>(14,994)</u>	<u>(4,129)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(10,865)</u>	<u>(14,994)</u>	<u>(4,129)</u>
Fund Balance October 1, 2015	19,494	19,494	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 8,629</u>	<u>\$ 4,500</u>	<u>\$ (4,129)</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
FEDERAL BLOCK GRANT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
VETERANS COURT GRANT FY16	\$ 187,000	\$ 23,665	\$ (163,335)
VETERANS COURT GRANT PARTICIPANT FEES FY16	4,466	20,660	16,194
VETERANS COURT FUND	14,775	-	(14,775)
VETERANS COURT GRANT FY17	213,000	249	(212,751)
VETERANS COURT GRANT PARTICIPANT FEES FY17	-	1,168	1,168
CCDA ABTPA FY17	82,500	4,492	(78,008)
CCDA ABTPA FY16	44,000	41,363	(2,637)
CCDA SWBAMLA FAST	1,094,114	218,134	(875,980)
BORDER PROSECUTION UNIT FY16	250,000	167,544	(82,456)
BORDER PROSECUTION UNIT FY17	249,811	16,265	(233,546)
MENTAL HEALTH PROSECUTOR	171,970	115,627	(56,343)
CCTAC ABTPA FY16	89,483	45,177	(44,306)
TOTAL REVENUES:	<u>2,401,119</u>	<u>654,344</u>	<u>(1,746,775)</u>
EXPENDITURES			
VETERANS COURT GRANT FY16	191,466	44,325	147,141
VETERANS COURT FUND	14,775	4,103	10,672
VETERANS COURT GRANT FY17	213,000	1,417	211,583
CCDA ABTPA FY17	106,904	4,492	102,412
CCDA ABTPA FY16	56,411	53,669	2,742
CCDA SWBAMLA FAST	1,094,114	218,134	875,980
BORDER PROSECUTION UNIT FY16	250,000	167,543	82,457
BORDER PROSECUTION UNIT FY17	279,811	16,265	263,546
MENTAL HEALTH PROSECUTOR	171,970	115,628	56,342
CCTAC ABTPA FY16	89,483	79,437	10,046
TOTAL EXPENDITURES:	<u>2,467,934</u>	<u>705,013</u>	<u>1,762,921</u>
Excess of Revenues Over (Under) Expenditures	<u>(66,815)</u>	<u>(50,669)</u>	<u>16,146</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	57,522	46,565	(10,957)
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>57,522</u>	<u>46,565</u>	<u>(10,957)</u>
Net Change in Fund Balance	<u>(9,293)</u>	<u>(4,104)</u>	<u>5,189</u>
Fund Balance October 1, 2015	29,596	29,596	-
Prior Period Adjustment	(2,530)	(2,530)	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 17,773</u>	<u>\$ 22,962</u>	<u>\$ 5,189</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
CHAPTER 19 -ELECTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
CHAPTER 19 FUNDS	\$ 110,014	\$ 110,013	\$ (1)
TOTAL REVENUES:	<u>110,014</u>	<u>110,013</u>	<u>(1)</u>
EXPENDITURES			
CHAPTER 19 FUNDS	110,014	110,013	1
TOTAL EXPENDITURES:	<u>110,014</u>	<u>110,013</u>	<u>1</u>
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
FEDERAL LAW ENFORCEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
JAG 2014	\$ 12,996	\$ 1,369	\$ (11,627)
JAG 2015	10,642	10,623	(19)
LBSP 2016	65,000	63,675	(1,325)
OPSG 14	1,655,782	1,028,974	(626,808)
OPSG 15	809,688	258,377	(551,311)
TOTAL REVENUES:	<u>2,554,108</u>	<u>1,363,018</u>	<u>(1,191,090)</u>
EXPENDITURES			
JAG 2014	12,996	1,369	11,627
JAG 2015	10,642	10,623	19
LBSP 2016	65,000	63,675	1,325
OPSG 14	1,655,782	1,028,974	626,808
OPSG 15	809,688	258,377	551,311
TOTAL EXPENDITURES:	<u>2,554,108</u>	<u>1,363,018</u>	<u>1,191,090</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
O.N.D.C.P.
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
Bro. HIDTA Investigative Task	\$ 233,483	\$ 39,332	\$ (194,151)
Unified Narcotics Intelligence	483,262	10,736	(472,526)
South Texas HIDTA(STHIC)	186,908	10,185	(176,723)
Directors Admn Support Element	536,404	197,550	(338,854)
White Sands HIDTA Task Force	256,216	111,291	(144,925)
Laredo Intelligence Support Center	98,149	5,843	(92,306)
South TX HIDTA Training & Tech	314,739	96,766	(217,973)
Austin Area HIDTA Task Force	140,658	49,043	(91,615)
SI-DIRECTORS ADMIN SUPPORT	125,000	14,525	(110,475)
LAREDO DEA HIDTA	125,600	125,314	(286)
DHE AUSTIN HIDTA	46,870	25,425	(21,445)
MCALLEN DEA HIDTA TASK FORCE	25,004	25,004	-
NP REGIONAL TRAINING & TECHNOL	50,000	33,574	(16,426)
SI-STX TRAINING & TECHNOLOGY	125,000	-	(125,000)
PREV & DEMAND RDTN INITIATIVE	30,000	-	(30,000)
TRAVIS CO INV. INIT.	57,040	42,301	(14,739)
BRO HIDTA INV TF	132,860	72,780	(60,080)
UNITED NARC INT TF	475,262	340,559	(134,703)
SO TX HIDTA INT CTR (STHIC)	187,321	77,784	(109,537)
MCALLEN (MUILT) INT CTR	156,720	103,250	(53,470)
DIR ADMIN SUP EL	441,537	306,726	(134,811)
WHITE SANDS HIDTA TF	111,590	85,104	(26,486)
SO TX HIDTA TRAINING	510,101	367,688	(142,413)
LAREDO INT. SUP CTR (LISC)	99,008	92,374	(6,634)
DEA EAGLE PASS	119,939	49,115	(70,824)
DHI-SO.TX.HIDTA LAREDO	524,660	-	(524,660)
SOUTH TEXAS HIDTA TRAINING	378,665	-	(378,665)
HIDTA DIRECTORS ADMIN SUPPORT	945,519	106,078	(839,441)
UNIFIED NARC INT TF	483,262	152,877	(330,385)
SO TX HIDTA INT CTR (STHIC)	110,191	45,603	(64,588)
RGV FIN HIDTA TASK FORCE	156,720	53,470	(103,250)
DIR ADMIN SUPPORT ELEMENT	980,751	348,874	(631,877)
WHITE SANDS HIDTA TASK FORCE	145,843	52,611	(93,232)
AUSTIN AREA HIDTA TF	87,040	8,574	(78,466)
PREVEN & DEMAND RED INITIATIVE	97,254	53,723	(43,531)
LAREDO INTELLIGENCE SUPPORT CT	99,008	10,237	(88,771)
STX HIDTA SUP SVC INITIATIVE	276,091	59,265	(216,826)
BRO HIDTA TASK FORCE	269,423	67,767	(201,656)
McALLEN DEA HIDTA TASK FORCE	17,996	-	(17,996)
TOTAL REVENUES:	<u>9,641,094</u>	<u>3,241,348</u>	<u>(6,399,746)</u>
EXPENDITURES			
Bro. HIDTA Investigative Task			
Bro. HIDTA Investigative Task	233,483	39,332	194,151
Unified Narcotics Intelligence	483,262	10,736	472,526
South Texas HIDTA(STHIC)	186,908	10,185	176,723
Directors Admn Support Element	536,404	197,549	338,855
White Sands HIDTA Task Force	256,216	111,290	144,926
Laredo Intelligence Support Center	98,149	5,842	92,307
South TX HIDTA Training & Tech	314,739	96,767	217,972
Austin Area HIDTA Task Force	140,658	49,043	91,615
SI-DIRECTORS ADMIN SUPPORT	125,000	14,525	110,475

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
O.N.D.C.P.
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
LAREDO DEA HIDTA	125,600	125,314	286
DHE AUSTIN HIDTA	46,870	25,425	21,445
MCALLEN DEA HIDTA TASK FORCE	25,004	25,004	0
NP REGIONAL TRAINING & TECHNOL	50,000	33,574	16,426
SI-STX TRAINING & TECHNOLOGY	125,000	-	125,000
PREV & DEMAND RDTN INITIATIVE	30,000	-	30,000
TRAVIS CO INV. INIT.	57,040	42,300	14,740
BRO HIDTA INV TF	132,860	72,781	60,079
UNITED NARC INT TF	475,262	340,558	134,704
SO TX HIDTA INT CTR (STHIC)	187,321	77,784	109,537
MCALLEN (MUILT) INT CTR	156,720	103,250	53,470
DIR ADMIN SUP EL	441,537	306,726	134,811
WHITE SANDS HIDTA TF	111,590	85,104	26,486
SO TX HIDTA TRAINING	510,101	367,688	142,413
LAREDO INT. SUP CTR (LISC)	99,008	92,374	6,634
DEA EAGLE PASS	119,939	49,115	70,824
DHI-SO.TX.HIDTA LAREDO	524,660	-	524,660
SOUTH TEXAS HIDTA TRAINING	378,665	-	378,665
HIDTA DIRECTORS ADMIN SUPPORT	945,519	106,078	839,441
UNIFIED NARC INT TF	483,262	152,877	330,385
SO TX HIDTA INT CTR (STHIC)	110,191	45,603	64,588
RGV FIN HIDTA TASK FORCE	156,720	53,470	103,250
DIR ADMIN SUPPORT ELEMENT	980,751	348,874	631,877
WHITE SANDS HIDTA TASK FORCE	145,843	52,613	93,230
AUSTIN AREA HIDTA TF	87,040	8,575	78,465
PREVEN & DEMAND RED INITIATIVE	97,254	53,723	43,531
LAREDO INTELLIGENCE SUPPORT CT	99,008	10,237	88,771
STX HIDTA SUP SVC INITIATIVE	276,091	59,265	216,826
BRO HIDTA TASK FORCE	269,423	67,767	201,656
McALLEN DEA HIDTA TASK FORCE	17,996	-	17,996
TOTAL EXPENDITURES:	<u>9,641,094</u>	<u>3,241,348</u>	<u>6,399,746</u>
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	3,472	3,472	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 3,472</u>	<u>\$ 3,472</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
BORDER HEALTH ISSUES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
IDCU/SUR	\$ 73,433	\$ 55,694	\$ (17,739)
IDCU/SUR	73,433	8,214	(65,219)
IDCU/SUREB	128,508	46,124	(82,384)
CPS/OT-Unique CPS-One Time Dis	56,132	48,006	(8,126)
HPP EBOLA CONTRACT	68,057	27,666	(40,391)
HPP GRANT	514,645	353,875	(160,770)
HPP GRANT	530,033	125,696	(404,337)
EBOLA CONTRACT	31,391	18,290	(13,101)
TOTAL REVENUES:	<u>1,475,632</u>	<u>683,565</u>	<u>(792,067)</u>
EXPENDITURES			
IDCU/SUR	73,433	55,694	17,739
IDCU/SUR	73,433	8,214	65,219
IDCU/SUREB	128,508	46,124	82,384
CPS/OT-Unique CPS-One Time Dis	56,132	53,109	3,023
HPP EBOLA CONTRACT	68,057	27,666	40,391
HPP GRANT	514,645	353,875	160,770
HPP GRANT	530,033	125,696	404,337
EBOLA CONTRACT	31,391	18,290	13,101
TOTAL EXPENDITURES:	<u>1,475,632</u>	<u>688,668</u>	<u>786,964</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(5,103)</u>	<u>(5,103)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	5,103	5,103
Transfer Out	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>5,103</u>	<u>5,103</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
TDH IMMUNIZATION ACTION PLAN
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
IMMUNIZATION	\$ 347,500	\$ 322,030	\$ (25,470)
IMMUNIZATION	347,500	22,338	(325,162)
PUBLIC HEALTH EMERGENCY PREPAR	381,581	266,573	(115,008)
PUBLIC HEALTH EMERGENCY PREPAR	346,892	63,565	(283,327)
RLSS-LPHS	78,428	72,356	(6,072)
RLSS/LPHS	78,428	5,914	(72,514)
PROGRAM INCOME-IMMUNIZATIONS	71,400	82,382	10,982
PROGRAM INCOME-IMMUNIZATIONS	70,000	8,076	(61,924)
TOTAL REVENUES:	<u>1,721,729</u>	<u>843,234</u>	<u>(878,495)</u>
EXPENDITURES			
IMMUNIZATION	347,500	328,696	18,804
IMMUNIZATION	347,500	18,366	329,134
PUBLIC HEALTH EMERGENCY PREPAR	381,581	292,589	88,992
PUBLIC HEALTH EMERGENCY PREPAR	346,892	72,237	274,655
HEALTH GRANT / SURPLUS	-	587	(587)
RLSS-LPHS	78,428	72,356	6,072
RLSS/LPHS	78,428	5,914	72,514
PROGRAM INCOME-IMMUNIZATIONS	71,400	67,393	4,007
IMMUNIZATION	70,000	4,937	65,063
TOTAL EXPENDITURES:	<u>1,721,729</u>	<u>863,075</u>	<u>858,654</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(19,841)</u>	<u>(19,841)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	34,689	34,689
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>34,689</u>	<u>34,689</u>
Net Change in Fund Balance	<u>-</u>	<u>14,848</u>	<u>14,848</u>
Fund Balance October 1, 2015	<u>95,229</u>	<u>95,229</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 95,229</u>	<u>\$ 110,077</u>	<u>\$ 14,848</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
VICTIMS OF CRIME
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
CVU JUROR DONATIONS	\$ 579	\$ 1,369	\$ 790
VOCA FY16	242,831	226,771	(16,060)
VAWA FY16	223,829	202,455	(21,374)
VAWA FY17	273,160	15,735	(257,425)
SANVS VINE FY16	23,765	21,785	(1,980)
SANVS VINE FY17	23,765	1,980	(21,785)
TOTAL REVENUES:	787,929	470,095	(317,834)
EXPENDITURES			
CVU JUROR DONATIONS	4,167	3,796	371
VOCA FY16	244,333	224,264	20,069
VOCA FY16 MATCH	59,206	59,199	7
VAWA FY16	231,782	198,907	32,875
VAWA FY17	411,771	15,735	396,036
VAWA FY16 MATCH	112,570	112,563	7
VAWA FY17 Match	8,476	8,472	4
SANVS VINE FY16	23,765	21,785	1,980
SANVS VINE FY17	23,765	1,980	21,785
TOTAL EXPENDITURES:	1,119,835	646,701	473,134
Excess of Revenues Over (Under) Expenditures	(331,906)	(176,606)	155,300
OTHER FINANCING SOURCES (USES)			
Transfer In	243,772	174,179	(69,593)
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	243,772	174,179	(69,593)
Net Change in Fund Balance	(88,134)	(2,427)	85,707
Fund Balance October 1, 2015	3,589	3,589	-
FUND BALANCE SEPTEMBER 30, 2016	\$ (84,545)	\$ 1,162	\$ 85,707

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
TUBERCULOSIS PROGRAM
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
TB STATE	\$ 266,746	\$ 242,583	\$ (24,163)
TB STATE	266,746	19,931	(246,815)
TB-FEDERAL	233,305	78,192	(155,113)
TB FEDERAL	193,938	131,832	(62,106)
TOTAL REVENUES:	<u>960,735</u>	<u>472,538</u>	<u>(488,197)</u>
EXPENDITURES			
TB STATE	266,746	242,608	24,138
TB STATE	266,746	19,931	246,815
TB-FEDERAL	233,305	78,192	155,113
TB FEDERAL	193,938	131,832	62,106
TOTAL EXPENDITURES:	<u>960,735</u>	<u>472,563</u>	<u>488,172</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(25)</u>	<u>(25)</u>
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	-	25	25
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>25</u>	<u>25</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	25	25	-
Prior Period Adjustment	(25)	(25)	
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
HEALTH BLOCK GRANT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
TITLE V CHS FEES	\$ 20	\$ 8	\$ (12)
TITLE V CHS FEES	8,249	5,968	(2,281)
TITLE V CHS FEES	20	-	(20)
TITLE V CHS FEES	8,249	443	(7,806)
CHS PRENATAL	6,000	4,288	(1,712)
CHS PRENATAL	24,805	22,170	(2,635)
CHS PRENATAL	6,000	1,099	(4,901)
CHS PRENATAL	23,069	1,992	(21,077)
WHFPT Outreach	16,000	16,000	-
CSHCN CASE MANAGEMENT	94,985	89,837	(5,148)
CSHCN CASE MANAGEMENT	108,503	4,828	(103,675)
MH CARE NAVIGATION CSHCN-CM	552,819	-	(552,819)
MH CARE NAVIGATION CSHCN-CM	-	379,724	379,724
MH CARE NAVIGATION PDICN	421,696	-	(421,696)
MH CARE NAVIGATION PDICN	-	249,880	249,880
MCH/HEALTH GRANT	-	654	654
CHIPS PRE-NATAL	91,000	98,281	7,281
CHIPS PRE-NATAL	49,000	48,794	(206)
CHIPS PRE-NATAL	50	-	(50)
CHIPS PRE-NATAL	100	-	(100)
CHIPS PRE-NATAL	105,000	2,421	(102,579)
CHIPS PRE-NATAL	51,000	880	(50,120)
MAC	-	82,022	82,022
MAC	111,776	-	(111,776)
TITLE X FAMILY PLANNING	-	1,041	1,041
TITLE X FAMILY PLANNING	123,249	74,970	(48,279)
TITLE X FAMILY PLANNING	500	1,333	833
TITLE X FAMILY PLANNING	144,000	80,911	(63,089)
MCH PROGRAM INCOME	22,500	38,821	16,321
MCH PROGRAM INCOME	8,000	7,387	(613)
MCH PROGRAM INCOME	50	-	(50)
MCH PROGRAM INCOME	450	37	(413)
MCH PROGRAM INCOME	-	42	42
TITLE VA MCH	40,000	762	(39,238)
TITLE VA MCH	8,000	125	(7,875)
TOTAL REVENUES:	<u>2,025,090</u>	<u>1,214,718</u>	<u>(810,372)</u>
EXPENDITURES			
TITLE V CHS FEES	8,269	990	7,279
TITLE V CHS FEES	8,269	264	8,005
CHS PRENATAL	30,805	28,522	2,283
CHS PRENATAL	29,069	2,475	26,594
WHFPT Outreach	16,000	-	16,000
CSHCN CASE MANAGEMENT	94,986	90,171	4,815
CSHCN CASE MANAGEMENT	108,503	4,827	103,676

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
HEALTH BLOCK GRANT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
MH CARE NAVIGATION CSHCN-CM	552,819	379,724	173,095
MH CARE NAVIGATION PDICN	421,696	249,878	171,818
CHIPS PRE-NATAL	140,150	118,375	21,775
CHIPS PRE-NATAL	156,000	11,371	144,629
MAC	111,776	90,174	21,602
MAC	-	600	(600)
TITLE X FAMILY PLANNING	123,249	95,481	27,768
TITLE X FAMILY PLANNING	144,500	49,444	95,056
MCH PROGRAM INCOME	31,000	26,066	4,934
TITLE VA MCH	48,000	2,246	45,754
HEALTH GRANTS	102,219	4,274	97,945
TOTAL EXPENDITURES:	2,127,310	1,154,882	972,428
Excess of Revenues Over (Under) Expenditures	(102,220)	59,836	162,056
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
Net Change in Fund Balance	(102,220)	59,836	162,056
Fund Balance October 1, 2015	599,306	599,306	-
Prior Period Adjustment	(15,000)	(15,000)	-
FUND BALANCE SEPTEMBER 30, 2016	\$ 482,086	\$ 644,142	\$ 162,056

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
DEL MAR HEIGHTS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
DEL MAR HEIGHTS	\$ 230,870	\$ 1,002	\$ (229,868)
DEL MAR HEIGHTS	500,000	330,084	(169,916)
DEL MAR HEIGHTS	52,500	1,659	(50,841)
TOTAL REVENUES:	<u>783,370</u>	<u>332,745</u>	<u>(450,625)</u>
EXPENDITURES			
DEL MAR HEIGHTS	230,870	1,002	229,868
DEL MAR HEIGHTS	552,500	331,743	220,757
TOTAL EXPENDITURES:	<u>783,370</u>	<u>332,745</u>	<u>450,625</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
VALLE ESCONDIDO SEWER PROJECT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
LAS PALMAS SUBD-SEWER LINE IMP	\$ 480,302	\$ 2,031	\$ (478,271)
LAS PALMAS SUBD-SEWER LINE IMP	569,888	-	(569,888)
TOTAL REVENUES:	<u>1,050,190</u>	<u>2,031</u>	<u>(1,048,159)</u>
EXPENDITURES			
LAS PALMAS SUBD-SEWER LINE IMP	1,050,190	2,031	1,048,159
TOTAL EXPENDITURES:	<u>1,050,190</u>	<u>2,031</u>	<u>1,048,159</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
COMMUNITY CORRECTIONS ASSISTANCE PLAN
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
COMMUNITY CORRECTIONS	\$ -	\$ 421	\$ 421
GRANT S	265,609	255,090	(10,519)
GRANT S" PREV & INTERV DEMO"	126,924	10,373	(116,551)
TITLE IV-E ENHANCEMENT	-	6,071	6,071
TITLE IV-E ENHANCEMENT	-	803	803
TITLE IV-E ENHANCEMENT	-	556	556
GRANT B" BORDER PROJECT"	24,954	23,535	(1,419)
BORDER PROJECT B""	24,954	1,998	(22,956)
BROWNSVILLE CDBG	103,450	30,114	(73,336)
TITLE IV-E REIMBURSEMENT	-	15,745	15,745
TITLE IV-E REIMBURSEMENT	-	4,691	4,691
TITLE IV-E REIMBURSEMENT	-	8,496	8,496
TITLE IV-E REIMBURSEMENT	-	633	633
HARLINGEN OUTREACH CENTER	-	28,873	28,873
HARLINGEN OUTREACH CENTER	-	2,650	2,650
TOTAL REVENUES:	<u>545,891</u>	<u>390,049</u>	<u>(155,842)</u>
EXPENDITURES			
GRANT S	265,609	255,090	10,519
GRANT S" PREV & INTERV DEMO"	126,924	10,373	116,551
TITLE IV-E ENHANCEMENT	388,390	32,403	355,987
TITLE IV-E ENHANCEMENT	314,499	1,415	313,084
GRANT B" BORDER PROJECT"	24,954	23,535	1,419
BORDER PROJECT B""	24,954	1,998	22,956
BROWNSVILLE CDBG	103,450	30,114	73,336
TITLE IV-E REIMBURSEMENT	413,972	-	413,972
TITLE IV-E REIMBURSEMENT	469,315	-	469,315
HARLINGEN OUTREACH CENTER	50,801	2,853	47,948
HARLINGEN OUTREACH CENTER	75,927	1,055	74,872
TOTAL EXPENDITURES:	<u>2,258,795</u>	<u>358,836</u>	<u>1,899,959</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,712,904)</u>	<u>31,213</u>	<u>1,744,117</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	(421)	(421)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(421)</u>	<u>(421)</u>
Net Change in Fund Balance	<u>(1,712,904)</u>	<u>30,792</u>	<u>1,743,696</u>
Fund Balance October 1, 2015	<u>3,411,932</u>	<u>3,411,932</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 1,699,028</u>	<u>\$ 3,442,724</u>	<u>\$ 1,743,696</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
WIC
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
WIC-HEALTH DEPARTMENT	\$ 4,384,036	\$ -	\$ (4,384,036)
WIC-HEALTH DEPARTMENT	3,916,807	3,773,842	(142,965)
WIC-HEALTH DEPARTMENT	-	1,350	1,350
LACTATION	14,000	13,998	(2)
OBESITY	13,260	13,256	(4)
PEER COUNSELOR	331,682	323,844	(7,838)
REGISTERED DIETICIAN	55,000	61,066	6,066
TOTAL REVENUES:	8,714,785	4,187,356	(4,527,429)
EXPENDITURES			
WIC-HEALTH DEPARTMENT	4,384,036	-	4,384,036
WIC-HEALTH DEPARTMENT	3,910,162	3,776,367	133,795
LACTATION	14,000	13,998	2
OBESITY	13,260	13,256	4
PEER COUNSELOR	331,682	323,844	7,838
REGISTERED DIETICIAN	61,645	61,066	579
TOTAL EXPENDITURES:	8,714,785	4,188,531	4,526,254
Excess of Revenues Over (Under) Expenditures	-	(1,175)	(1,175)
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	-	1,175	1,175
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	1,175	1,175
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	470	470	-
Prior Period Adjustment	(470)	(470)	-
FUND BALANCE SEPTEMBER 30, 2016	\$ -	\$ -	\$ -

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
JUVENILE PROGRAMS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
JUVENILE SURVEILLANCE	\$ -	\$ -	\$ -
TOTAL REVENUES:	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
JUVENILE SURVEILLANCE	-	-	-
TOTAL EXPENDITURES:	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	2	2	-
Prior Period Adjustment	(2)	(2)	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
SELF HELP CENTER
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
P D & M	\$ 1,578,000	\$ 461,510	\$ (1,116,490)
TOTAL REVENUES:	<u>1,578,000</u>	<u>461,510</u>	<u>(1,116,490)</u>
 EXPENDITURES			
P D & M	1,578,000	461,510	1,116,490
TOTAL EXPENDITURES:	<u>1,578,000</u>	<u>461,510</u>	<u>1,116,490</u>
 Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
 OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
 Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
LOCAL SOLID WASTE ENFORCEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES	\$ -	\$ -	\$ -
TOTAL REVENUES:	-	-	-
EXPENDITURES			
TOTAL EXPENDITURES:	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	39,804	-	39,804
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	39,804	-	39,804
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	\$ -	\$ -	\$ -

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
HOME DISASTER ASSISTANCE GRANT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
DISASTER RECOVERY 2.1	\$ 7,623,901	\$ 425,555	\$ (7,198,346)
DISASTER RECOVERY 2.1	-	49,500	49,500
TOTAL REVENUES:	<u>7,623,901</u>	<u>475,055</u>	<u>(7,148,846)</u>
EXPENDITURES			
DISASTER RECOVERY 2.1	<u>7,623,901</u>	<u>475,055</u>	<u>7,148,846</u>
TOTAL EXPENDITURES:	<u>7,623,901</u>	<u>475,055</u>	<u>7,148,846</u>
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
ENCUMBERED PRE-TRIAL RELEASE
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
DIVERT COURT	\$ 28,000	\$ 23,085	\$ (4,915)
DRUG COURT	181,024	173,051	(7,973)
DRUG COURT	36,329	33,104	(3,225)
ADULT PROBATION	135,335	136,073	738
TOTAL REVENUES:	380,688	365,313	(15,375)
EXPENDITURES			
DIVERT COURT	45,230	25,971	19,259
DRUG COURT	217,355	209,381	7,973
ADULT PROBATION	397,925	395,502	2,424
TOTAL EXPENDITURES:	660,510	630,854	29,656
Excess of Revenues Over (Under) Expenditures	(279,822)	(265,541)	14,281
OTHER FINANCING SOURCES (USES)			
Transfer In	288,000	259,429	(28,571)
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	288,000	259,429	(28,571)
Net Change in Fund Balance	8,178	(6,112)	(14,290)
Fund Balance October 1, 2015	49,986	49,986	-
FUND BALANCE SEPTEMBER 30, 2016	\$ 58,164	\$ 43,874	\$ (14,290)

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
JUVENILE JUSTICE ALT ED
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
BISD JPO	\$ 96,667	\$ 82,738	\$ (13,929)
BISD JPO	140,000	10,870	(129,130)
SBCISD JPO	40,000	37,038	(2,962)
SBCISD Probation Officers	40,000	3,283	(36,717)
HCISD JPO	60,000	56,902	(3,098)
HCISD Probation Officers	60,000	5,257	(54,743)
JJAEP	245,000	90,147	(154,853)
JJAEP	785,000	479,192	(305,808)
JJAEP	21,056	21,055	(1)
JJAEP	245,000	29,400	(215,600)
JJAEP	778,003	87,376	(690,627)
JJAEP	-	65,690	65,690
JJAEP	21,056	10,528	(10,528)
TOTAL REVENUES:	<u>2,531,782</u>	<u>979,476</u>	<u>(1,552,306)</u>
EXPENDITURES			
BISD JPO			
BISD JPO	96,667	82,738	13,929
BISD JPO	140,000	10,870	129,130
SBCISD JPO	40,000	37,038	2,962
SBCISD Probation Officers	40,000	3,283	36,717
HCISD JPO	60,000	56,902	3,098
HCISD Probation Officers	60,000	5,257	54,743
JJAEP	1,051,056	629,351	421,705
JJAEP	1,044,059	128,056	916,003
TOTAL EXPENDITURES:	<u>2,531,782</u>	<u>953,495</u>	<u>1,578,287</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>25,981</u>	<u>25,981</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	(25,981)	(25,981)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(25,981)</u>	<u>(25,981)</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance October 1, 2015	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
TEXAS JUVENILE PROBATION COMMISSION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
JUVENILE PROBATION COMMISSION	\$ -	\$ 15,137	\$ 15,137
JUVENILE PROBATION COMMISSION	-	6,187	6,187
JUVENILE PROBATION COMMISSION	-	1,903	1,903
JUVENILE PROBATION COMMISSION	-	9,383	9,383
GRANT R	100,000	12,497	(87,503)
REGIONALIZATION GRANT R""	100,000	12,119	(87,881)
DETENTION CENTER REVENUE	-	39,316	39,316
DETENTION CENTER REVENUE	-	325	325
BOOT CAMP/VOCATIONAL PROGRAM	-	132,120	132,120
BOOT CAMP/VOCATIONAL PROGRAM	-	720	720
STATE AID A ""	2,839,396	2,704,231	(135,165)
STATE AID A ""	2,711,270	205,246	(2,506,024)
JUVENILE FEE REVENUE	-	117	117
M" GRANT SPECIAL NEEDS"	107,163	101,493	(5,670)
M" GRANT SPECIAL NEEDS"	107,163	8,738	(98,425)
LIFE/BRAVE REVENUE	-	23,845	23,845
TOTAL REVENUES:	<u>5,964,992</u>	<u>3,273,377</u>	<u>(2,691,615)</u>
EXPENDITURES			
GRANT R	100,000	12,497	87,503
REGIONALIZATION GRANT R""	100,000	12,119	87,881
DETENTION CENTER REVENUE	180,028	17,807	162,221
DETENTION CENTER REVENUE	197,447	688	196,759
BOOT CAMP/VOCATIONAL PROGRAM	435,523	84,257	351,266
BOOTCAMP REVENUE	516,741	5,403	511,338
STATE AID A ""	2,839,396	2,704,231	135,165
STATE AID A ""	2,711,270	205,246	2,506,024
JUVENILE FEE REVENUE	299,210	10,809	288,401
FEE REVENUE	287,232	252	286,980
M" GRANT SPECIAL NEEDS"	107,163	101,493	5,670
M" GRANT SPECIAL NEEDS"	107,163	8,739	98,424
LIFE/BRAVE REVENUE	6,175	2,571	3,604
LIFE/BRAVE REVENUE	27,420	74	27,346
TOTAL EXPENDITURES:	<u>7,914,768</u>	<u>3,166,186</u>	<u>4,748,582</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,949,776)</u>	<u>107,191</u>	<u>2,056,967</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	421	421
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>421</u>	<u>421</u>
Net Change in Fund Balance	<u>(1,949,776)</u>	<u>107,612</u>	<u>2,057,388</u>
Fund Balance October 1, 2015	955,141	955,141	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ (994,635)</u>	<u>\$ 1,062,753</u>	<u>\$ 2,057,388</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
JUVENILE SERVICES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
PURCHASE OF JUV. JUSTICE. ALT.	\$ 37,973	\$ 30,164	\$ (7,809)
PURCHASE OF JUV. JUSTICE. ALT.	40,859	3,013	(37,846)
DESTINY GRANT	45,088	43,457	(1,631)
DESTINY GRANT	61,500	1,511	(59,989)
ASSISTANCE/FAMILIES OF ASSAULT	43,334	41,913	(1,421)
TOTAL REVENUES:	<u>228,754</u>	<u>120,058</u>	<u>(108,696)</u>
EXPENDITURES			
PURCHASE OF JUV. JUSTICE. ALT.	37,973	30,165	7,808
JUVENILE PROBATION	40,860	3,013	37,847
DESTINY GRANT	45,087	43,457	1,630
DESTINY GRANT	61,500	1,510	59,990
ASSISTANCE/FAMILIES OF ASSAULT	54,167	52,348	1,819
TOTAL EXPENDITURES:	<u>239,587</u>	<u>130,493</u>	<u>109,094</u>
Excess of Revenues Over (Under) Expenditures	<u>(10,833)</u>	<u>(10,435)</u>	<u>398</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	10,435	10,435
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>10,435</u>	<u>10,435</u>
Net Change in Fund Balance	<u>(10,833)</u>	<u>(0)</u>	<u>10,833</u>
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ (10,833)</u>	<u>\$ (0)</u>	<u>\$ 10,833</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
D.A. HOT CHECK
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
DISTRICT ATTORNEY	\$ 100,000	\$ 7,000	\$ (93,000)
DISTRICT ATTORNEY	-	90	90
TOTAL REVENUES:	<u>100,000</u>	<u>7,090</u>	<u>(92,910)</u>
EXPENDITURES			
DISTRICT ATTORNEY	<u>100,000</u>	<u>36,222</u>	<u>63,778</u>
TOTAL EXPENDITURES:	<u>100,000</u>	<u>36,222</u>	<u>63,778</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(29,132)</u>	<u>(29,132)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>(29,132)</u>	<u>(29,132)</u>
Fund Balance October 1, 2015	<u>84,199</u>	<u>84,199</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 84,199</u>	<u>\$ 55,067</u>	<u>\$ (29,132)</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
TAX ASSESSOR V. I. T.
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
TAX ASSESSOR V I T	\$ 102,767	\$ 102,767	\$ -
TAX ASSESSOR V I T	2,069	2,068	(1)
TOTAL REVENUES:	<u>104,836</u>	<u>104,835</u>	<u>(1)</u>
EXPENDITURES			
TAX ASSESSOR V I T	80,037	80,037	-
TOTAL EXPENDITURES:	<u>80,037</u>	<u>80,037</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>24,799</u>	<u>24,798</u>	<u>(1)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>24,799</u>	<u>24,798</u>	<u>(1)</u>
Fund Balance October 1, 2015	176,586	176,586	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 201,385</u>	<u>\$ 201,384</u>	<u>\$ (1)</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
LAGUNA HEIGHTS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
EAST RIO HONDO WATER WLL PRJT	\$ 350,000	\$ -	\$ (350,000)
EAST RIO HONDO WATER WLL PRJT	1,756,163	862,691	(893,472)
TOTAL REVENUES:	<u>2,106,163</u>	<u>862,691</u>	<u>(1,243,472)</u>
EXPENDITURES			
EAST RIO HONDO WATER WLL PRJT	2,106,163	1,361,581	744,582
TOTAL EXPENDITURES:	<u>2,106,163</u>	<u>1,361,581</u>	<u>744,582</u>
Excess of Revenues Over (Under) Expenditures	-	(498,890)	(498,890)
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	(498,890)	(498,890)
Fund Balance October 1, 2015	503,114	503,114	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 503,114</u>	<u>\$ 4,224</u>	<u>\$ (498,890)</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
PRE-TRIAL INTERVENTION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
PRE-TRIAL DIVERSION	\$ -	\$ 844	\$ 844
PRE-TRIAL DIVERSION	320,975	237,800	(83,175)
TOTAL REVENUES:	<u>320,975</u>	<u>238,644</u>	<u>(82,331)</u>
EXPENDITURES			
PRE-TRIAL DIVERSION			
Salaries-Assistants/Deputies	431,476	321,116	110,360
TOTAL EXPENDITURES:	<u>431,476</u>	<u>321,116</u>	<u>110,360</u>
Excess of Revenues Over (Under) Expenditures	<u>(110,501)</u>	<u>(82,472)</u>	<u>28,029</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(110,501)</u>	<u>(82,472)</u>	<u>28,029</u>
Fund Balance October 1, 2015	610,757	610,757	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 500,256</u>	<u>\$ 528,285</u>	<u>\$ 28,029</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
WEST RAIL RELOCATION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
WEST RAIL RELOCATION	\$ 802,730	\$ 802,730	\$ -
TOTAL REVENUES:	<u>802,730</u>	<u>802,730</u>	<u>-</u>
EXPENDITURES			
WEST RAIL RELOCATION	802,730	802,730	-
TOTAL EXPENDITURES:	<u>802,730</u>	<u>802,730</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	260,931	260,931	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 260,931</u>	<u>\$ 260,931</u>	<u>\$ -</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
DRUG FORFEITURE
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
CCDA ST FORFEITURES	\$ -	\$ 585,833	\$ 585,833
CCDA ST FORFEITURE FUNDING ACCOUNT	585,834	1,321,386	735,552
CCDA FD DOJ FORFEITURES	-	102,661	102,661
CCDA FD DOJ FORFEITURE FUNDING ACCOUNT	48,404	48,404	-
CCDA FD DOT FORFEITURES	-	345,991	345,991
CCDA FD DOT FORFEITURE FUNDING ACCOUNT	44,093	44,093	-
CCCPCT1 ST FORFEITURES	-	6	6
CCCPCT2 ST FORFEITURES	-	5,484	5,484
CCCPCT3 ST FORFEITURES	10	10	-
CCCPCT3 FD DOT FORFEITURES	7,224	9,545	2,321
CCCPCT4 ST FORFEITURES	-	15	15
CCCPCT5 FD DOJ FORFEITURES	-	79	79
CCSO ST FORFEITURES	83,025	388,253	305,228
CCSO FD DOT FORFEITURES	-	134,519	134,519
CCSO FD DOJ FORFEITURES	-	6,038	6,038
CCPR ST FORFEITURES	-	4	4
TOTAL REVENUES:	<u>768,590</u>	<u>2,992,321</u>	<u>2,223,731</u>
EXPENDITURES			
CCDA ST FORFEITURES	600,124	405,834	194,290
CCDA ST FORFEITURE FUNDING ACCOUNT	585,834	585,833	1
CCDA FD DOJ FORFEITURES	327,093	102,661	224,432
CCDA FD DOJ FORFEITURE FUNDING ACCOUNT	102,662	102,661	1
CCDA FD DOT FORFEITURES	541,971	345,993	195,978
CCDA FD DOT FORFEITURE FUNDING ACCOUNT	345,992	345,991	1
CCCPCT1 ST FORFEITURES	200	200	-
CCCPCT2 ST FORFEITURES	9,971	6,536	3,435
CCCPCT2 FD DOT FORFEITURES	2,094	2,094	-
CCCPCT3 ST FORFEITURES	3,184	3,182	2
CCCPCT3 FD DOT FORFEITURES	7,600	5,526	2,074
CCCPCT4 ST FORFEITURES	3,500	1,194	2,306
CCCPCT5 FD DOJ FORFEITURES	24,960	16,090	8,870
CCSO ST FORFEITURES	406,175	375,102	31,073
CCSO FD DOT FORFEITURES	1,254,832	1,213,864	40,968
CCSO FD DOJ FORFEITURES	67,479	67,030	449
CCPR ST FORFEITURES	743	743	-
TOTAL EXPENDITURES:	<u>4,284,414</u>	<u>3,580,534</u>	<u>703,880</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,515,824)</u>	<u>(588,213)</u>	<u>2,927,611</u>
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	47,738	183,680	135,942
Transfer In	-	-	-
Transfer Out	(243,859)	(185,159)	58,700
TOTAL OTHER FINANCING SOURCES (USES)	<u>(196,121)</u>	<u>(1,479)</u>	<u>194,642</u>
Net Change in Fund Balance	<u>(3,711,945)</u>	<u>(589,692)</u>	<u>3,122,253</u>
Fund Balance October 1, 2015	6,048,384	6,048,384	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 2,336,439</u>	<u>\$ 5,458,692</u>	<u>\$ 3,122,253</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
COLONIA STREET LIGHT
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
SOLID WASTE COLLECTION	\$ -	\$ 316	\$ 316
SCOFFLAW	89,400	89,400	-
SOLID WASTE/STREET LIGHT	166,452	150,847	(15,605)
TOTAL REVENUES:	<u>255,852</u>	<u>240,563</u>	<u>(15,289)</u>
EXPENDITURES			
SCOFFLAW	89,400	80,970	8,430
SOLID WASTE/STREET LIGHT	32,729	32,696	33
CAMERON PARK STREET LIGHT	26,866	23,028	3,838
LAGUNA HEIGHTS STREET LIGHT	11,933	10,432	1,501
MEADOW BROOKE SUBDIVISION	3,286	1,386	1,900
RANCHO GRANDE SUBDIVISION	1,304	1,031	273
SALDIVAR SUBDIVISION	2,155	616	1,539
BENT TREE SUBDIVISION	11,307	7,736	3,571
SAN CARLOS SUBDIVISION	1,610	1,601	9
LA PALOMA SUBDIVISION	2,448	2,112	336
EL RANCHITO SUBDIVISION	9,793	1,471	8,322
LAS PALMAS SUBDIVISION	5,100	3,478	1,622
PASO REAL SUBDIVISION	20,145	8,718	11,427
OLMITO SUBDIVISIONS	17,821	11,901	5,920
VALLE DE CIPRES SUBDIVISION	7,480	7,473	7
SAN PEDRO SUBDIVISION	6,480	5,381	1,099
LUZ DEL CIELO SUBDIVISION	5,304	5,113	191
TOTAL EXPENDITURES:	<u>255,161</u>	<u>205,143</u>	<u>50,018</u>
Excess of Revenues Over (Under) Expenditures	<u>691</u>	<u>35,420</u>	<u>34,729</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>691</u>	<u>35,420</u>	<u>34,729</u>
Fund Balance October 1, 2015	<u>172,947</u>	<u>172,947</u>	<u>-</u>
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 173,638</u>	<u>\$ 208,367</u>	<u>\$ 34,729</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
LAGUNA MADRE WATER AND SEWER
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
P. D. & M.	\$ 495,500	\$ -	\$ (495,500)
LA FERIA BIXBY/ALTO REAL	215,382	335	(215,047)
LA FERIA BIXBY/ALTO REAL	59,021	48,145	(10,876)
TOTAL REVENUES:	<u>769,903</u>	<u>48,480</u>	<u>(721,423)</u>
EXPENDITURES			
P. D. & M.	495,500	-	495,500
LA FERIA BIXBY/ALTO REAL	274,403	23,921	250,482
TOTAL EXPENDITURES:	<u>769,903</u>	<u>23,921</u>	<u>745,982</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>24,559</u>	<u>24,559</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>24,559</u>	<u>24,559</u>
Fund Balance October 1, 2015	(24,560)	(24,560)	-
Prior Period Adjustment	1	1	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ (24,559)</u>	<u>\$ -</u>	<u>\$ 24,559</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
FIFTH JUDICIAL REGION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
5TH ADMIN JUDICIAL REGION	\$ -	\$ 54,034	\$ 54,034
5TH ADMIN JUDICIAL REGION	169,625	-	(169,625)
TOTAL REVENUES:	<u>169,625</u>	<u>54,034</u>	<u>(115,591)</u>
EXPENDITURES			
5TH ADMIN JUDICIAL REGION	169,625	54,034	115,591
TOTAL EXPENDITURES:	<u>169,625</u>	<u>54,034</u>	<u>115,591</u>
Excess of Revenues Over (Under) Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance October 1, 2015	-	-	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CAMERON COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS – CONTINUED**

CAPITAL PROJECT FUNDS

These funds are used to account for revenues and expenditures relating to the acquisition of capital facilities, except those for Enterprise Funds, and are principally financed from the sale of bonds.

Project Roadmap Fund – This fund is used to account for the costs of repairing and improving roads and infrastructure in the county.

2011 Certificates of Obligation - This fund is used to account for projects funded with the issuance of Certificates of Obligation in 2011.

2014 Certificates of Obligation - This fund is used to account for projects funded with the issuance of Certificates of Obligation in 2014.

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
PROJECT ROADMAP
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
PROJECT ROADMAP	\$ -	\$ 29	\$ 29
ROAD PROJECTS	-	32,919	32,919
TOTAL REVENUES:	<u>-</u>	<u>32,948</u>	<u>32,948</u>
EXPENDITURES			
TOTAL EXPENDITURES:	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>32,948</u>	<u>32,948</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>32,948</u>	<u>32,948</u>
Fund Balance October 1, 2015	16,633	16,633	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 16,633</u>	<u>\$ 49,581</u>	<u>\$ 32,948</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
2011 CERTIFICATES OF OBLIGATION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
CAPITAL PROJECTS	\$ 136,158	\$ 9,292	\$ (126,866)
CAPITAL PROJECTS	17,178,100	-	(17,178,100)
CAPITAL PROJECTS	(112,356)	-	112,356
CAPITAL PROJECTS	387,744	-	(387,744)
DANCY BUILDING RENOVATIONS	47,052	4,705	(42,347)
TOTAL REVENUES:	<u>17,636,698</u>	<u>13,997</u>	<u>(17,622,701)</u>
EXPENDITURES			
CAPITAL PROJECTS	253,489	-	253,489
GENERAL ADMINISTRATION	346,983	191	346,792
DISTRIC COURT CONSTRUCTION	2,691,986	61,264	2,630,722
COURTROOM-MAGISTRATES	27,556	1,650	25,906
M&O MADISON ST. BLDG. A	21,183	-	21,183
LOS FRESNOS ANNEX	1,992,009	-	1,992,009
M&O BROWNSVILLE CLINIC	200,000	18,237	181,763
DANCY BUILDING RENOVATIONS	190,156	-	190,156
JAIL	1,800,000	493,818	1,306,182
M&O COURTHOUSE	89,763	-	89,763
JUVENILE DETENTION CTR ADD'N	14,803	-	14,803
ROAD PROJECTS	59,081	46,548	12,533
HISTORICAL COMMITTEE	8,770	-	8,770
ROAD PROJECTS	9,364,401	1,018,748	8,345,653
TOTAL EXPENDITURES:	<u>17,060,180</u>	<u>1,640,456</u>	<u>15,419,724</u>
Excess of Revenues Over (Under) Expenditures	<u>576,518</u>	<u>(1,626,459)</u>	<u>(2,202,977)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	(576,518)	(576,518)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(576,518)</u>	<u>(576,518)</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>(2,202,977)</u>	<u>(2,202,977)</u>
Fund Balance October 1, 2015	3,679,036	3,679,036	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 3,679,036</u>	<u>\$ 1,476,059</u>	<u>\$ (2,202,977)</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
2014 CERTIFICATES OF OBLIGATION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
2014 CO's	\$ 31,978	\$ 17,481	\$ (14,497)
2014 CO's	16,500,000	-	(16,500,000)
2014 CO's	351,169	-	(351,169)
2014 CO's	(96,220)	-	96,220
TOTAL REVENUES:	<u>16,786,927</u>	<u>17,481</u>	<u>(16,769,446)</u>
EXPENDITURES			
2014 CO's	191,571	-	191,571
JUDICIAL IMPROVEMENTS	2,000,000	96,527	1,903,473
Magistrates	653,536	526,878	126,658
VETERANS SERVICE OFFICE	975,537	13,752	961,785
DANCY BUILDING	1,992,985	1,884,760	108,225
JAIL IMPROVEMENTS	1,400,000	196,226	1,203,774
M&O COURTHOUSE	1,150,000	704,419	445,581
SAN BENITO ANNEX	1,150,000	-	1,150,000
SHERIFF'S OFFICE	1,209,920	1,089,602	120,318
PCT 1 ROAD PROJECTS	750,000	-	750,000
PCT 2 ROAD PROJECTS	750,000	300,456	449,544
PCT 3 ROAD PROJECTS	1,500,000	261,758	1,238,242
PCT 4 ROAD PROJECTS	2,000,000	319,137	1,680,863
ANIMAL SHELTER	1,000,000	102,871	897,129
TOTAL EXPENDITURES:	<u>16,723,549</u>	<u>5,496,386</u>	<u>11,227,163</u>
Excess of Revenues Over (Under) Expenditures	<u>63,378</u>	<u>(5,478,905)</u>	<u>(5,542,283)</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	(63,378)	-	63,378
TOTAL OTHER FINANCING SOURCES (USES)	<u>(63,378)</u>	<u>-</u>	<u>63,378</u>
Net Change in Fund Balance	<u>-</u>	<u>(5,478,905)</u>	<u>(5,478,905)</u>
Fund Balance October 1, 2015	13,439,795	13,439,795	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 13,439,795</u>	<u>\$ 7,960,890</u>	<u>\$ (5,478,905)</u>

**CAMERON COUNTY, TEXAS
NONMAJOR GOVERNMENTAL FUNDS**

DEBT SERVICE FUNDS

These funds are used to account for taxes levied and interest earned thereon for the payment of principal and interest on general obligation bonds and Certificates of Obligation issues of the County.

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
UNLIMITED TAX BONDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
TAX REVENUE	\$ -	\$ 1,446	\$ 1,446
MISCELLANEOUS	17,096	19,623	2,527
TOTAL REVENUES:	<u>17,096</u>	<u>21,069</u>	<u>3,973</u>
EXPENDITURES			
2008 ROAD BONDS	125,725	125,725	-
TOTAL EXPENDITURES:	<u>125,725</u>	<u>125,725</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>(108,629)</u>	<u>(104,656)</u>	<u>3,973</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	-	-	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(108,629)</u>	<u>(104,656)</u>	<u>3,973</u>
Fund Balance October 1, 2015	444,163	444,163	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 335,534</u>	<u>\$ 339,507</u>	<u>\$ 3,973</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
LIMITED TAX BONDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	BUDGET	ACTUAL	VARIANCE
REVENUES			
TAX REVENUE	\$ 7,637,952	\$ 7,646,139	\$ 8,187
MISCELLANEOUS	-	227,398	227,398
TOTAL REVENUES:	<u>7,637,952</u>	<u>7,873,537</u>	<u>235,585</u>
EXPENDITURES			
CO'S/ REFUNDING 2011	498,738	498,737	1
CO'S SERIES 2011	1,587,884	1,587,884	-
2012 REFUNDING CO'S	566,050	565,300	750
2014 Certificates of Obligatio	1,200,644	1,200,394	250
2014 Refunding CO's	2,191,775	2,191,775	-
2015 Refunding CO's	297,318	297,318	-
CO'S, SERIES 2008	323,792	323,791	1
LEASED EQUIPMENT	1,255,952	1,185,401	70,551
TOTAL EXPENDITURES:	<u>7,922,153</u>	<u>7,850,600</u>	<u>71,553</u>
Excess of Revenues Over (Under) Expenditures	<u>(284,201)</u>	<u>22,937</u>	<u>307,138</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	577,437	577,437	-
Transfer Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>577,437</u>	<u>577,437</u>	<u>-</u>
Net Change in Fund Balance	<u>293,236</u>	<u>600,374</u>	<u>307,138</u>
Fund Balance October 1, 2015	5,539,404	5,539,404	-
FUND BALANCE SEPTEMBER 30, 2016	<u>\$ 5,832,640</u>	<u>\$ 6,139,778</u>	<u>\$ 307,138</u>

NON-MAJOR ENTERPRISE FUNDS

Enterprise Funds are established to account for operations which are self-supporting through user charges to the general public. On this basis, Cameron County, Texas operates the following Non-Major Enterprise Funds:

Airport System - To account for the financial position and the operations of the Cameron County Airport, located north of Bayview, Texas.

Jail Commissary - To account for the financial position and the operations of the Cameron County Jail Commissary.

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF NET POSITION
NON-MAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2016

	AIRPORT SYSTEM	JAIL COMMISSARY	TOTAL
ASSETS			
Current Assets:			
Cash	\$ 17,100	\$ 1,108,350	\$ 1,125,450
Accounts Receivable	13,919	14,335	28,254
Due from other funds	-	-	-
Due from other governments	-	-	-
Prepaid	4,274	-	4,274
Total Current Assets	<u>35,293</u>	<u>1,122,685</u>	<u>1,157,978</u>
Depreciable Assets:			
Buildings	1,327,095	-	1,327,095
Improvements other than buildings	11,020,356	13,917	11,034,273
Equipment	558,760	263,115	821,875
Accumulated depreciation	(9,742,845)	(230,670)	(9,973,515)
Net depreciable assets	<u>3,163,366</u>	<u>46,362</u>	<u>3,209,728</u>
Construction in Progress	6,582	-	6,582
Land	308,000	-	308,000
Total Property and equipment	<u>3,477,948</u>	<u>46,362</u>	<u>3,524,310</u>
TOTAL ASSETS	<u><u>\$ 3,513,241</u></u>	<u><u>\$ 1,169,047</u></u>	<u><u>\$ 4,682,288</u></u>
LIABILITIES			
Current Liabilities			
(Payable from Current Assets):			
Accounts payable	\$ 1,257	\$ 51,662	\$ 52,919
Accrued compensated absences and salary payable	-	-	-
Due to other funds	-	-	-
Leasehold deposits	-	-	-
Total Current Liabilities	<u>1,257</u>	<u>51,662</u>	<u>52,919</u>
(Payable from Current Assets)	<u>1,257</u>	<u>51,662</u>	<u>52,919</u>
TOTAL LIABILITIES	<u>1,257</u>	<u>51,662</u>	<u>52,919</u>
NET POSITION			
Invested in capital assets, net of related debt	3,477,498	46,362	3,523,860
Unrestricted	34,486	1,071,023	1,105,509
TOTAL NET POSITION	<u><u>\$ 3,511,984</u></u>	<u><u>\$ 1,117,385</u></u>	<u><u>\$ 4,629,369</u></u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
NON-MAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	AIRPORT SYSTEM	JAIL COMMISSARY	TOTAL
OPERATING REVENUES			
Rental income	\$ 36,601	\$ 1,006,103	\$ 1,042,704
Miscellaneous	15,120	14,242	29,362
TOTAL OPERATING REVENUES	<u>51,721</u>	<u>1,020,345</u>	<u>1,072,066</u>
OPERATING EXPENSES			
Salary, wages and fringe benefits	7,505	128,599	136,104
Supplies	-	15,666	15,666
Repairs and maintenance	28,708	10,563	39,271
Medical Claims	-	14,201	14,201
Travel	-	-	-
Insurance	6,553		6,553
Utilities	17,305		17,305
Depreciation	195,589	24,661	220,250
Miscellaneous	-	64,972	64,972
Administrative Fees	488	6,252	6,740
Contractual services	-	548,658	548,658
TOTAL OPERATING EXPENSES	<u>256,148</u>	<u>813,572</u>	<u>1,069,720</u>
OPERATING INCOME (LOSS)	<u>(204,427)</u>	<u>206,773</u>	<u>2,346</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest income	36	1,486	1,522
Contributions from Other Entities	1,226,557	-	1,226,557
Gain on sale of capital asset	-	-	-
Insurance proceeds	-	-	-
Interest expense	-	-	-
Grant & Program Expenses	-	-	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>1,226,593</u>	<u>1,486</u>	<u>1,228,079</u>
Income (Loss) before transfers	1,022,166	208,259	1,230,425
Grant & Program Revenue	-	-	-
Transfers (out)	-	-	-
Transfers in	-	-	-
CHANGE IN NET POSITION	<u>1,022,166</u>	<u>208,259</u>	<u>1,230,425</u>
Total Net Position - Beginning of year	2,489,818	909,126	3,398,944
Prior Period Adjustment	-	-	-
Total Net Position - End of year	<u>\$ 3,511,984</u>	<u>\$ 1,117,385</u>	<u>\$ 4,629,369</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	AIRPORT SYSTEM	JAIL COMMISSARY	TOTAL
Cash Flows From Operating Activities:			
Cash received from customers	\$ -	\$ 1,019,531	\$ 1,019,531
Cash received from other operating activities	38,909	-	38,909
Cash payments for goods and services	(55,679)	(642,555)	(698,234)
Cash payments to employees	(7,505)	(128,599)	(136,104)
Cash Provided (Used) by Operating Activities	<u>(24,275)</u>	<u>248,377</u>	<u>224,102</u>
Cash Flows From Non-Capital Financing Activities:			
Aid from Other Governments	-	-	-
Transfers In	-	-	-
Transfers Out	-	-	-
Insurance Proceeds	-	-	-
Cash Provided by Non-Capital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows From Capital and Related Financing Activities:			
Payments for capital acquisitions	(1,209,054)	(15,411)	(1,224,465)
Proceeds from sale of capital assets	-	-	-
Capital Contributions-Other Entities	1,226,557	-	1,226,557
Cash (Used) for Capital and Related Financing Activities	<u>17,503</u>	<u>(15,411)</u>	<u>2,092</u>
Cash Flows From Investing Activities:			
Receipts of interest	36	1,486	1,522
Cash Provided by Investing Activities	<u>36</u>	<u>1,486</u>	<u>1,522</u>
Net increase (decrease) in cash and cash equivalents	(6,736)	234,452	227,716
Cash and cash equivalents, October 1, 2015	23,836	873,898	897,734
CASH AND CASH EQUIVALENTS, SEPTEMBER 30, 2016	<u><u>\$ 17,100</u></u>	<u><u>\$ 1,108,350</u></u>	<u><u>\$ 1,125,450</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating income (Loss)	\$ (204,427)	\$ 206,773	\$2,346
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	195,589	24,661	220,250
Decrease (Increase) in accounts receivable	(12,812)	(814)	(13,626)
Decrease (Increase) in prepaids and other assets	1,375	14,970	16,345
(Decrease) in wages and fringe payable	-	-	-
Increase (Decrease) in Due to Other Funds	(3,275)	-	(3,275)
(Decrease) in accounts payable	(725)	2,787	2,062
Increase (Decrease) in retainage payable	-	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ (24,275)</u></u>	<u><u>\$ 248,377</u></u>	<u><u>\$ 224,102</u></u>

FIDUCIARY FUNDS

These funds are used to report assets held in a trustee or agency capacity for others and cannot be used to support the County's own programs. Fiduciary funds include pension trust funds, investment trust funds, private purpose trust funds and agency funds.

The fiduciary fund types currently used by the county are private purpose trust funds and agency funds.

PRIVATE PURPOSE TRUST FUNDS

These funds have been established by Cameron County to account for all trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

AGENCY FUNDS

These funds have been established by Cameron County to account for assets held in a custodial capacity for individuals, other funds and other governments and do not involve measurement of operations.

PRIVATE PURPOSE TRUST FUNDS

County Clerk's/District Clerk's Trust	To account for monies held in trust for various individuals under court instruction.
District Clerk Child Support Trust Fund	To account for funds collected for child support.

AGENCY FUNDS

Sheriff's Fee Account Fund	To account for deposits on fees collected from various individuals.
Sheriff's Inmate Release Account Fund	To account for monies confiscated from individuals upon incarceration.
County Clerk's/District Clerk's Fee Accounts' Funds	To account for deposits on fees collected from various individuals.
Justice of the Peace Collections Account Funds	To account for monies collected by the Justices of the Peace for various fines.
Cameron County Health Clinics' Funds	To account for monies collected for services.
Tax Assessor-Collector's TABC Trust Fund	To account for monies collected for the Texas Alcoholic Beverage Commission from various individuals.
Tax Assessor-Collector's Vehicle Registration Trust Fund	To account for the collection of vehicle registration payments made by various individuals.
Tax Assessor-Collector's Reserve for Bankruptcy Fund	To account for the collection of partial payments received against accounts under bankruptcy.
Tax Assessor-Collector's Ad valorem Tax Fund	To account for the collection of various ad valorem taxes collected for various agencies.
District Attorney's Restitution Trust Fund	To account for the collection of fines payable to victims of crimes.
State Motor Vehicle Sales Tax	To account for the collection of sales tax on motor vehicles.
Payroll Fund	To account for funds set aside to cover payroll.
Occupation Tax Fund	To account for the fees collected on video game machines for the County and the Cities.

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
SEPTEMBER 30, 2016

	ASSETS		COUNTY CLERK'S TRUST ACCOUNT FUND		DISTRICT CLERK'S TRUST ACCOUNT FUND		DISTRICT CLERK CHILD SUPPORT FUND		TOTAL PRIVATE PURPOSE TRUST FUNDS	
Cash			\$	3,548,600	\$	4,008,594	\$	21,716	\$	7,578,910
Investments				3,485,578		4,629,686		-		8,115,264.11
Accounts receivable				-		-		-		-
TOTAL ASSETS			\$	<u>7,034,178</u>	\$	<u>8,638,280</u>	\$	<u>21,716</u>	\$	<u>15,694,174</u>
	LIABILITIES									
Accounts payable			\$	-	\$	-	\$	-	\$	-
Deposits				-		-		-		-
Due to other governments				-		-		32		32
Fees payable				-		-		-		-
Judgments				-		-		-		-
TOTAL LIABILITIES				<u>-</u>		<u>-</u>		<u>32</u>		<u>32</u>
NET POSITION										
Held in Trust for Others				7,034,178		8,638,280		21,684		15,694,142
Total net position			\$	<u>7,034,178</u>	\$	<u>8,638,280</u>	\$	<u>21,684</u>	\$	<u>15,694,142</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	ADDITIONS	COUNTY CLERK'S TRUST ACCOUNT FUND	DISTRICT CLERK'S TRUST ACCOUNT FUND	DISTRICT CLERK CHILD SUPPORT FUND	TOTAL PRIVATE PURPOSE TRUST FUNDS
Registry		\$ 3,357,181	\$ 4,082,910	\$ -	\$ 7,440,091
Miscellaneous		-	-	287	287
Investment Income		64,997	57,875	24	122,896
TOTAL ADDITIONS		<u>\$ 3,422,178</u>	<u>\$ 4,140,785</u>	<u>\$ 311</u>	<u>\$ 7,563,274</u>
	DEDUCTIONS				
Judgments		\$ 3,934,985	\$ 3,755,838	\$ -	\$ 7,690,823
Administrative Expenses		6,947	11,965	304	19,216
TOTAL DEDUCTIONS		<u>3,941,932</u>	<u>3,767,803</u>	<u>304</u>	<u>7,710,039</u>
CHANGE IN NET POSITION		(519,754)	372,982	7	(146,765)
Net position at the beginning of the year		7,553,932	8,265,298	21,677	15,840,907
Net position at the end of the year		<u>\$ 7,034,178</u>	<u>\$ 8,638,280</u>	<u>\$ 21,684</u>	<u>\$ 15,694,142</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2016

ASSETS	SHERIFF'S FEE ACCOUNT FUND	SHERIFF'S INMATE RELEASE ACCOUNT FUND	COUNTY CLERK'S FEE ACCOUNT FUND	DISTRICT CLERK'S FEE ACCOUNT FUND	JUSTICE OF THE PEACE COLLECTIONS' ACCOUNT FUND
Cash	\$ 13,748	\$ 180,274	\$ 1,547,764	\$ 1,457,092	\$ 445,123
Investments	-	-	-	-	-
Accounts receivable	-	-	-	-	-
TOTAL ASSETS	\$ 13,748	\$ 180,274	\$ 1,547,764	\$ 1,457,092	\$ 445,123
LIABILITIES					
Accounts payable	\$ -	\$ 136,461	\$ -	\$ 1,457,092	\$ 445,123
Deposits	-	43,813	-	-	-
Due to other governments	13,748	-	-	-	-
Fees payable	-	-	1,547,764	-	-
Judgments	-	-	-	-	-
TOTAL LIABILITIES	\$ 13,748	\$ 180,274	\$ 1,547,764	\$ 1,457,092	\$ 445,123

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2016
(CONTINUED)

ASSETS	COUNTY HEALTH CLINICS' ACCOUNT FUND	TAX ASSESSOR- COLLECTOR'S TABC FUND	TAX ASSESSOR- COLLECTOR'S VEHICLE REGISTRATION FUND	TAX ASSESSOR- COLLECTOR'S RESERVE FOR BANKRUPTCY FUND	TAX ASSESSOR- COLLECTOR'S ADVALOREM TAX FUND
Cash	\$ 20,976	\$ 20,446	\$ 2,839,111	\$ 85,741	\$ 1,449,049
Investments	-	-	-	-	-
Accounts receivable	-	-	-	-	-
TOTAL ASSETS	\$ 20,976	\$ 20,446	\$ 2,839,111	\$ 85,741	\$ 1,449,049
LIABILITIES					
Accounts payable	\$ 20,976	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-	-
Due to other governments	-	20,446	2,839,111	85,741	1,449,049
Fees payable	-	-	-	-	-
Judgments	-	-	-	-	-
TOTAL LIABILITIES	\$ 20,976	\$ 20,446	\$ 2,839,111	\$ 85,741	\$ 1,449,049

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2016
(CONTINUED)

ASSETS	DISTRICT ATTORNEY'S RESTITUTION FUND	STATE MOTOR VEHICLE SALES TAX FUND	PAYROLL FUND	OCCUPATION TAX FUND	TOTAL AGENCY FUNDS
Cash	\$ 199,551	\$ 4,384,391	\$ 24,633	\$ 375	\$ 12,668,274
Investments	-	-	-	-	-
Accounts receivable	-	-	-	-	-
TOTAL ASSETS	\$ 199,551	\$ 4,384,391	\$ 24,633	\$ 375	\$ 12,668,274

LIABILITIES	Accounts payable	Deposits	Due to other governments	Fees payable	Judgments	TOTAL LIABILITIES
Accounts payable	\$ 199,551	-	\$ 24,633	\$ 375	\$ 2,284,211	\$ 2,284,211
Deposits	-	-	-	-	43,813	43,813
Due to other governments	-	4,384,391	-	-	8,792,486	8,792,486
Fees payable	-	-	-	-	1,547,764	1,547,764
Judgments	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 199,551	\$ 4,384,391	\$ 24,633	\$ 375	\$ 12,668,274	\$ 12,668,274

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

SHERIFF'S FEE ACCOUNT FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ -	\$ 83,022	\$ 69,274	\$ 13,748
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 83,022</u>	<u>\$ 69,274</u>	<u>\$ 13,748</u>
LIABILITIES				
Due to other governments	\$ -	\$ 83,022	\$ 69,274	\$ 13,748
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ 83,022</u>	<u>\$ 69,274</u>	<u>\$ 13,748</u>

SHERIFF'S INMATE RELEASE ACCOUNT FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 379,826	\$ 1,463,804	\$ 1,663,356	\$ 180,274
TOTAL ASSETS	<u>\$ 379,826</u>	<u>\$ 1,463,804</u>	<u>\$ 1,663,356</u>	<u>\$ 180,274</u>
LIABILITIES				
Deposits	\$ 43,629	\$ 1,158	\$ 974	\$ 43,813
Accounts payable	336,197	1,462,646	1,662,382	136,461
TOTAL LIABILITIES	<u>\$ 379,826</u>	<u>\$ 1,463,804</u>	<u>\$ 1,663,356</u>	<u>\$ 180,274</u>

COUNTY CLERK'S FEE ACCOUNT FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 1,498,425	\$ 4,009,502	\$ 3,960,163	\$ 1,547,764
Accts. Rec.				
TOTAL ASSETS	<u>\$ 1,498,425</u>	<u>\$ 4,009,502</u>	<u>\$ 3,960,163</u>	<u>\$ 1,547,764</u>
LIABILITIES				
Fees payable	\$ 1,498,425	\$ 4,009,502	\$ 3,960,163	\$ 1,547,764
TOTAL LIABILITIES	<u>\$ 1,498,425</u>	<u>\$ 4,009,502</u>	<u>\$ 3,960,163</u>	<u>\$ 1,547,764</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
(CONTINUED)

DISTRICT CLERK'S FEE ACCOUNT FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 1,449,752	\$ 2,931,203	\$ 2,923,863	\$ 1,457,092
TOTAL ASSETS	<u>\$ 1,449,752</u>	<u>\$ 2,931,203</u>	<u>\$ 2,923,863</u>	<u>\$ 1,457,092</u>
LIABILITIES				
Accounts payable	\$ 1,449,752	\$ 2,931,203	\$ 2,923,863	\$ 1,457,092
TOTAL LIABILITIES	<u>\$ 1,449,752</u>	<u>\$ 2,931,203</u>	<u>\$ 2,923,863</u>	<u>\$ 1,457,092</u>

JUSTICE OF THE PEACE COLLECTIONS' ACCOUNT FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 640,566	\$ 6,267,851	\$ 6,463,294	\$ 445,123
Due from other governments	-	-	-	-
TOTAL ASSETS	<u>\$ 640,566</u>	<u>\$ 6,267,851</u>	<u>\$ 6,463,294</u>	<u>\$ 445,123</u>
LIABILITIES				
Accounts payable	\$ 640,566	\$ 6,267,851	\$ 6,463,294	\$ 445,123
Due to other governments	-	-	-	-
TOTAL LIABILITIES	<u>\$ 640,566</u>	<u>\$ 6,267,851</u>	<u>\$ 6,463,294</u>	<u>\$ 445,123</u>

CAMERON COUNTY HEALTH CLINICS' FUNDS

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ -	\$ 256,277	\$ 235,301	\$ 20,976
Acct. Rec.	-	-	-	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 256,277</u>	<u>\$ 235,301</u>	<u>\$ 20,976</u>
LIABILITIES				
Accounts payable	\$ -	\$ 256,277	\$ 235,301	\$ 20,976
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ 256,277</u>	<u>\$ 235,301</u>	<u>\$ 20,976</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
(CONTINUED)

TAX ASSESSOR-COLLECTOR'S TABC FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 15,817	\$ 130,722	\$ 126,093	\$ 20,446
TOTAL ASSETS	<u>\$ 15,817</u>	<u>\$ 130,722</u>	<u>\$ 126,093</u>	<u>\$ 20,446</u>
LIABILITIES				
Due to other governments	\$ 15,817	\$ 130,722	\$ 126,093	\$ 20,446
TOTAL LIABILITIES	<u>\$ 15,817</u>	<u>\$ 130,722</u>	<u>\$ 126,093</u>	<u>\$ 20,446</u>

TAX ASSESSOR-COLLECTOR'S VEHICLE REGISTRATION TRUST FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 3,077,938	\$ 79,004,960	\$ 79,243,787	\$ 2,839,111
TOTAL ASSETS	<u>\$ 3,077,938</u>	<u>\$ 79,004,960</u>	<u>\$ 79,243,787</u>	<u>\$ 2,839,111</u>
LIABILITIES				
Due to other governments	\$ 3,077,938	\$ 79,004,960	\$ 79,243,787	\$ 2,839,111
TOTAL LIABILITIES	<u>\$ 3,077,938</u>	<u>\$ 79,004,960</u>	<u>\$ 79,243,787</u>	<u>\$ 2,839,111</u>

TAX ASSESSOR-COLLECTOR'S RESERVE FOR BANKRUPTCY FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 85,741	\$ -	\$ -	\$ 85,741
TOTAL ASSETS	<u>\$ 85,741</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 85,741</u>
LIABILITIES				
Due to other governments	\$ 85,741	\$ -	\$ -	\$ 85,741
TOTAL LIABILITIES	<u>\$ 85,741</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 85,741</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
(CONTINUED)

TAX ASSESSOR-COLLECTOR'S AD VALOREM TAX FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 1,851,787	\$ 291,096,606	\$ 291,499,344	\$ 1,449,049
TOTAL ASSETS	<u>\$ 1,851,787</u>	<u>\$ 291,096,606</u>	<u>\$ 291,499,344</u>	<u>\$ 1,449,049</u>
LIABILITIES				
Due to other governments	\$ 1,851,787	\$ 291,096,606	\$ 291,499,344	\$ 1,449,049
TOTAL LIABILITIES	<u>\$ 1,851,787</u>	<u>\$ 291,096,606</u>	<u>\$ 291,499,344</u>	<u>\$ 1,449,049</u>

DISTRICT ATTORNEY'S RESTITUTION FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 188,600	\$ 120,440	\$ 109,489	\$ 199,551
TOTAL ASSETS	<u>\$ 188,600</u>	<u>\$ 120,440</u>	<u>\$ 109,489</u>	<u>\$ 199,551</u>
LIABILITIES				
Accounts payable	\$ 188,600	\$ 120,440	\$ 109,489	\$ 199,551
TOTAL LIABILITIES	<u>\$ 188,600</u>	<u>\$ 120,440</u>	<u>\$ 109,489</u>	<u>\$ 199,551</u>

STATE MOTOR VEHICLE SALES TAX

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 2,446,220	\$ 49,620,659	\$ 47,682,488	\$ 4,384,391
TOTAL ASSETS	<u>\$ 2,446,220</u>	<u>\$ 49,620,659</u>	<u>\$ 47,682,488</u>	<u>\$ 4,384,391</u>
LIABILITIES				
Due to other governments	\$ 2,446,220	\$ 49,620,659	\$ 47,682,488	\$ 4,384,391
TOTAL LIABILITIES	<u>\$ 2,446,220</u>	<u>\$ 49,620,659</u>	<u>\$ 47,682,488</u>	<u>\$ 4,384,391</u>

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016
(CONTINUED)

PAYROLL FUND

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 24,173	\$ 64,076,164	\$ 64,075,704	\$ 24,633
Accts. Rec.				
TOTAL ASSETS	<u>\$ 24,173</u>	<u>\$ 64,076,164</u>	<u>\$ 64,075,704</u>	<u>\$ 24,633</u>
LIABILITIES				
Accounts payable	\$ 24,173	\$ 64,076,164	\$ 64,075,704	\$ 24,633
TOTAL LIABILITIES	<u>\$ 24,173</u>	<u>\$ 64,076,164</u>	<u>\$ 64,075,704</u>	<u>\$ 24,633</u>

OCCUPATION TAX

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 90	\$ 26,447	\$ 26,162	\$ 375
TOTAL ASSETS	<u>\$ 90</u>	<u>\$ 26,447</u>	<u>\$ 26,162</u>	<u>\$ 375</u>
LIABILITIES				
Accounts payable	\$ 90	\$ 26,447	\$ 26,162	\$ 375
TOTAL LIABILITIES	<u>\$ 90</u>	<u>\$ 26,447</u>	<u>\$ 26,162</u>	<u>\$ 375</u>

ALL AGENCY FUNDS

	BALANCE 10/01/15	ADDITIONS	DEDUCTIONS	BALANCE 09/30/16
ASSETS				
Cash	\$ 11,658,935	\$ 499,087,657	\$ 498,078,318	\$ 12,668,274
TOTAL ASSETS	<u>\$ 11,658,935</u>	<u>\$ 499,087,657</u>	<u>\$ 498,078,318</u>	<u>\$ 12,668,274</u>
LIABILITIES				
Accounts payable	\$ 2,639,378	\$ 75,141,028	\$ 75,496,195	\$ 2,284,211
Deposits	43,629	1,158	974	43,813
Due to other governments	7,477,503	419,935,969	418,620,986	8,792,486
Fees payable	1,498,425	4,009,502	3,960,163	1,547,764
TOTAL LIABILITIES	<u>\$ 11,658,935</u>	<u>\$ 499,087,657</u>	<u>\$ 498,078,318</u>	<u>\$ 12,668,274</u>

CAPITAL ASSETS

USED IN THE OPERATION

OF GOVERNMENTAL FUNDS

CAMERON COUNTY, TEXAS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENT FUNDS
COMPARATIVE SCHEDULE BY SOURCE
September 30, 2016

GENERAL FIXED ASSETS

Buildings	\$ 101,146,152
Improvements Other than Buildings	6,132,153
Other structures	14,303,434
Equipment	43,784,612
Land	5,697,617
Infrastructure	305,619,176
Construction Work in Progress	14,862,432
TOTAL GENERAL FIXED ASSETS	<u>\$ 491,545,576</u>

INVESTMENTS IN GENERAL FIXED ASSETS BY SOURCE

General fund	\$ 20,782,358
Special Revenue funds	157,873,023
Capital Project Funds	312,890,195
Other sources	
TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	<u>\$ 491,545,576</u>

CAMERON COUNTY, TEXAS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
AS OF SEPTEMBER 30, 2016

FUNCTION AND ACTIVITY	LAND	INFRASTR.	BUILDING	IMPROVEMENTS OTHER THAN BUILDINGS	(ROW) OTHER STRUCTURES	CONSTRUCTION WORK IN PROGRESS	EQUIPMENT	TOTAL
Balance of Real Property 9/30/2015	\$ 5,651,424	\$ 305,619,176	\$ 98,724,708	\$ 6,132,153	\$ 5,603,434	\$ 7,872,466	\$ 43,753,110	\$ 473,356,471
General Government	250	-	213,127	-	8,700,000	5,850,114	(149,658)	14,613,833
Law Enforcement and Public Safety	-	-	2,208,317	-	-	1,018,744	(134,542)	3,092,519
Health	-	-	-	-	-	121,108	54,662	175,770
Welfare	-	-	-	-	-	-	(52,292)	(52,292)
Culture and Recreation	-	-	-	-	-	-	-	-
Road and Bridge	45,943	-	-	-	-	-	313,332	359,275
Adjustments	-	-	-	-	-	-	-	-
TOTAL GENERAL FIXED ASSETS	\$ 5,697,617	\$ 305,619,176	\$ 101,146,152	\$ 6,132,153	\$ 14,303,434	\$ 14,862,432	\$ 43,784,612	\$ 491,545,576

CAMERON COUNTY, TEXAS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

FUNCTION AND ACTIVITY	GENERAL FIXED ASSETS 10/1/2015	ADDITIONS	DEDUCTIONS	ADJUSTMENTS	GENERAL FIXED ASSETS 9/30/2016
	\$ 16,055,686				\$ 16,055,686
Balance of Real Property not Readily					
General Government	31,368,743	\$15,331,541.00	\$717,708.00	-	45,982,576
Law Enforcement and Public Safety	92,540,475	6,662,247	3,569,728	-	95,632,994
Health	1,902,015	205,285	63,411	-	2,043,889
Welfare	2,361,968	11,119	29,515	-	2,343,572
Culture and Recreation	1,366,188	-	-	-	1,366,188
Road and Bridge	327,761,396	1,153,529	\$794,254.00	-	328,120,671
TOTAL GENERAL FIXED ASSETS	\$ 473,356,471	\$ 23,363,721	\$ 5,174,616	\$ -	\$ 491,545,576

COMPONENT UNITS

Discretely Presented Component Units are legally separate organizations that, because of the nature and significance of their relationship with the primary government, are included in the financial reporting entity but shown separately from the primary government's financial activities.

Emergency Services District #1 - The District is a separate political subdivision organized under Article III, Section 48-e, of the Texas Constitution, as proposed by S.J.R. No. 27, Act of the 70th Legislature, Regular Session, 1987, and adopted by the voters to supply the rural areas with fire and ambulance services. The Commissioners' Court appoints the District's board members; however, the County exercises no management responsibility over operations, nor does the County significantly influence operations.

Cameron County Regional Mobility Authority - The Authority was created by the State of Texas on September 30, 2004. The CCRMA is authorized to construct, maintain, repair and operate turnpike projects at locations authorized by the State Department of Transportation. The CCRMA receives its revenues from tolls, fees and rents from operation of turnpike projects. The CCRMA was formed through the efforts of Cameron County, Texas. The Commissioners' Court appoints board members with the Governor appointing the Chair.

Cameron County Health Care Funding District - Cameron County Health Care Funding District was created by Cameron County Commissioners Court on July 2, 2013 pursuant to V.T.C.A., Health and Safety Code, Section 288.002, per Senate Bill 1623. This district is governed by the five (5) members of commissioners court. The purpose of this District is to generate revenue from a mandatory payment required by the District to provide the nonfederal share of a Medicaid supplemental payment program; mandatory payments are based on Hospital Net Patient Revenue. Revenue generated in this fund may only be used to: fund intergovernmental transfers to the state to provide the nonfederal share of a Medicaid supplemental payment program, subsidize indigent programs, administrative expenses of the district, refund a mandatory payment collected in error and refund the paying hospitals the proportionate share of money received from Health and Human Services Commission that is not used. The Cameron County Health Care Funding District is a component of county government and is not a separate political subdivision of the State. Commissioners Court as the "Directors" of this district can influence operations of the CCHCFD.

Cameron County Spaceport Development Corporation - The Spaceport Development Corporation was created to facilitate the development of the space exploration plans and to expand the economic growth in Cameron County. The Development Corporation was created by the Cameron County Commissioner's Court on January 17, 2013 pursuant to Local Government Code Section 507.003. Commissioner's Court appointed seven board members on February 14, 2013 to oversee the Spaceport Development Corporation. The Corporation goal is to attract economic opportunities for the Cameron County by developing an infrastructure for space exploration and expand the opportunities for engineers in the field.

CAMERON COUNTY, TEXAS
COMBINING STATEMENT OF NET POSITION-GOVERNMENTAL FUNDS-
COMPONENT UNITS
SEPTEMBER 30, 2016

	Governmental Funds	TOTAL
ASSETS:		
Cash	\$ 11,201,523	\$ 11,201,523
Investments	-	-
Restricted-Cash trustee fund	4,344,730	4,344,730
Restricted-Cash debt service reserve	2,268,628	2,268,628
Restricted-Cash debt service	463,122	463,122
Receivables:		
Taxes, net of allowance	649,289	649,289
Accounts Receivable-Net	556,581	556,581
Due from Other Funds	-	-
Due from Other Agencies	2,018,887	2,018,887
Prepays and Other Asssets	7,616	7,616
Non-current Assets:		
Capital assets, net	-	-
Redevelopment assets	-	-
Equipment	68,187,067	68,187,067
Accumulated Depreciation	-	-
Capial Work in process	22,230,768	22,230,768
Other Assets	46,621,328	46,621,328
Unamortized bond issuance costs	118,890	118,890
Total Assets	<u>\$ 158,668,429</u>	<u>\$ 158,668,429</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on refunding		
Deferred resources Outflows for Pensions	92,323	92,323
Total deferred outflows of resources	<u>92,323</u>	<u>92,323</u>
 Total Assets plus Deferred Outflows of Resources	 <u>\$ 158,760,752</u>	 <u>\$ 158,760,752</u>
 LIABILITIES		
Accounts Payable	\$ 1,435,263	1,435,263
Other	-	-
Deferred Revenue	-	-
Interest Payable	450,790	450,790
Current Maturities of Bonds	1,705,000	1,705,000
Due to Other Funds	-	-
Due to Other Governments	4,925,658	4,925,658
Total current liabilities	<u>8,516,711</u>	<u>8,516,711</u>
 Long-Term Bond Payable	 77,361,730	 77,361,730
Due to Other Governments	14,091,646	14,091,646
Due to Texas Department of Transportation	41,395,770	41,395,770
Total Long-Term Liabilities	<u>132,849,146</u>	<u>132,849,146</u>
Total Liabilities	<u>141,365,857</u>	<u>141,365,857</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue-property taxes	602,048	602,048
Deferred inflow of resources	31,341	31,341
Total deferred inflows of resources	<u>633,389</u>	<u>633,389</u>
 Total Liabilities plus Deferred Inflows of Resources	 <u>\$ 142,002,362</u>	 <u>\$ 142,002,362</u>
 NET POSITION		
Net investment in capital assets	436,845	436,845
Restricted	14,073,648	14,073,648
Unrestricted	<u>2,158,139</u>	<u>2,158,139</u>
 Total Net Position	 <u>\$ 16,668,632</u>	 <u>\$ 16,668,632</u>

CAMERON COUNTY, TEXAS
STATEMENT OF ACTIVITIES-COMPONENT UNITS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

Component units:	Program Revenues				Net (Expense) Revenue and Changes in Net Assets				Total
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Component Units				
					Emergency Services District #1	Cameron County Spaceport Dev. Corporation	Cameron-County Regional Mobility Authority	Cameron County Health Care Funding District	
General government	7,195,715	5,134,846	-	1,385,000	(344,628)	-	(331,241)	(10,000)	(685,869)
Health	38,904,040	10,862,457	-	-	-	-	-	(28,041,583)	(28,041,583)
Public safety	2,694,693	-	-	-	(2,694,693)	-	-	-	(2,694,693)
Economic Development And Assistance	-	-	-	15,375	-	15,375	-	-	15,375
Total component units	\$ 48,794,448	\$ 15,997,303	\$ -	\$ 1,400,375	\$ (3,039,321)	\$ 15,375	\$ (331,241)	\$ (28,051,583)	\$ (31,406,770)
General revenues:									
Property taxes, levied for general purposes					\$ 3,085,918	\$ -	\$ -	\$ -	\$ 3,085,918
Unrestricted investment earnings					999	-	17,330	25,524	43,853
Due to providers					-	-	-	-	-
Miscellaneous					-	-	9,412	-	9,412
Total general revenue and transfers					3,086,917	-	26,742	25,524	3,139,183
Changes in net position					47,596	15,375	(304,499)	(28,026,059)	(28,267,587)
Net Position - beginning					-	-	13,207,481	31,776,334	44,983,815
Prior period adjustment					-	-	-	-	-
Due to other entities					(47,596)	-	-	-	(47,596)
Net Position - ending					\$ -	\$ 15,375	\$ 12,902,982	\$ 3,750,275	\$ 16,668,632

**CAMERON COUNTY, TEXAS
BALANCE SHEET
COMPONENT UNITS
SEPTEMBER 30, 2016**

			Non Major Component Unit	Non Major Component Unit		
	Cameron County Regional Mobility Authority	Cameron County Health Care Funding District	Emergency Services District #1	Cameron County Spaceport Dev. Corporation	Total Non Major Component Units	TOTAL GOVERNMENTAL FUNDS
ASSETS:						
Current Assets						
Cash	\$ 2,008,726	\$ 7,059,967	\$ 2,117,455	\$ 15,375	\$ 2,132,830	\$ 11,201,523
Investments	-	-	-	-	-	-
Restricted-Cash trustee fund	4,344,730	-	-	-	-	4,344,730
Restricted-Cash debt service reserve	2,268,628	-	-	-	-	2,268,628
Restricted-Cash debt service	463,122	-	-	-	-	463,122
Receivables:						
Taxes, net of allowance	-	-	649,289	-	649,289	649,289
Accounts Receivable-Net	556,409	172	-	-	-	556,581
Due from Other Governments	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-
Due From Other Agencies	2,018,887	-	-	-	-	2,018,887
Prepaid and Other Assets	7,616	-	-	-	-	7,616
Non-current Assets:						
Capital assets, net	-	-	-	-	-	-
Redevelopment assets	-	-	-	-	-	-
Infrastructure	68,187,067	-	-	-	-	68,187,067
Accumulated Depreciation	-	-	-	-	-	-
Capital Work in process	22,230,768	-	-	-	-	22,230,768
Other Assets	46,621,328	-	-	-	-	46,621,328
Unamortized bond issuance costs	118,890	-	-	-	-	118,890
Total Assets and Other Debits	148,826,171	7,060,139	2,766,744	15,375	2,782,119	158,668,429
DEFERRED OUTFLOWS OF RESOURCES						
Deferred charge on refunding						
Deferred resources Outflows for Pensions	92,323	-	-	-	-	92,323
Total deferred outflows of resources	92,323	-	-	-	-	92,323
Total Assets plus Deferred Outflows of Resources	\$ 148,918,494	\$ 7,060,139	\$ 2,766,744	\$ 15,375	\$ 2,782,119	\$ 158,760,752
LIABILITIES						
Current Liabilities						
Accounts Payable	\$ 718,861	\$ 716,402	\$ -	\$ -	\$ -	\$ 1,435,263
Other	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-
Due to Other Governments	167,500	2,593,462	2,164,696	-	2,164,696	4,925,658
Deferred Revenue	-	-	-	-	-	-
Current Maturities of Bonds	1,705,000	-	-	-	-	1,705,000
Interest Payable	450,790	-	-	-	-	450,790
Non-current Liabilities:						
Liabilities related to procurements	89,758	-	-	-	-	-
Due to Other Governments	14,091,646	-	-	-	-	14,091,646
Liabilities related to redevelopment assets	41,395,770	-	-	-	-	41,395,770
Long-term debt, net of current maturities	77,361,730	-	-	-	-	77,361,730
Net Pension Liability	3,116	-	-	-	-	3,116
Total Liabilities	135,984,171	3,309,864	2,164,696	-	2,164,696	141,368,973
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue-property taxes	-	-	602,048	-	602,048	602,048
Deferred inflow of resources	31,341	-	-	-	-	31,341
Total deferred inflows of resources	31,341	-	602,048	-	602,048	633,389
Total Liabilities plus Deferred Inflows of Resources	\$ 136,015,512	\$ 3,309,864	\$ 2,766,744	\$ -	\$ 2,766,744	\$ 142,002,362
NET ASSETS						
Net investment in capital assets	436,845	-	-	-	-	436,845
Restricted	10,307,998	3,750,275	-	15,375	15,375	14,073,648
Unrestricted	2,158,139	-	-	-	-	2,158,139
Total Fund Balances	12,902,982	3,750,275	-	15,375	15,375	16,668,632
Total liabilities, deferred inflows of resources and fund balances	\$ 148,918,494	\$ 7,060,139	\$ 2,766,744	\$ 15,375	\$ 2,782,119	\$ 158,670,994

CAMERON COUNTY, TEXAS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN NET POSITION
GOVERNMENTAL FUNDS-COMPONENT UNITS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

	Cameron County Regional Mobility Authority	Cameron County Health Care Funding District	Emergency Services District #1	Cameron County Spaceport Dev. Corporation	TOTAL GOVERNMENTAL FUNDS (Memorandum Only)
REVENUES:					
Taxes-Net	\$ 426,261	\$ -	\$ 3,085,918	\$ -	\$ 3,512,179
Intergovernmental	-	-	-	15,375	15,375
Interest	17,330	25,524	999	-	43,853
User Fees and Other	4,717,997	10,862,457	-	-	15,580,454
Total Operating Revenues	5,161,588	10,887,981	3,086,917	15,375	19,151,861
EXPENDITURES:					
Current Operating					
Administrative Expenditures	162,554	-	37,793	-	200,347
Program Services	-	38,904,040	-	-	38,904,040
Contractual Services	300,053	-	2,694,693	-	2,994,746
Other Administrative Expenditures	645,224	10,000	-	-	655,224
Repairs and Maintenance	-	-	-	-	-
Miscellaneous	22,486	-	-	-	22,486
Professional Services	287,875	-	306,835	-	594,710
Depreciation	2,002,512	-	-	-	2,002,512
Debt Interest	3,430,383	-	-	-	3,430,383
Bond issuance costs	-	-	-	-	-
Total Operating Expenditures	6,851,087	38,914,040	3,039,321	-	48,804,448
Over (Under) Expenditures	(1,689,499)	(28,026,059)	47,596	15,375	(29,652,587)
Capital contributions	1,385,000	-	-	-	1,385,000
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	1,385,000	-	-	-	1,385,000
Change in net position	(304,499)	(28,026,059)	47,596	15,375	(28,267,587)
Total net position - beginning	13,207,481	31,776,334	-	-	44,983,815
Fund balance	12,902,982	3,750,275	47,596	-	16,716,228
Prior period adjustment	-	-	-	-	-
Refund due to Providers	-	-	(47,596)	-	(47,596)
Total net position - ending	\$ 12,902,982	\$ 3,750,275	\$ -	\$ 15,375	\$ 16,668,632

STATISTICAL SECTION

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

Contents

Financial Trends

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

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

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

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.

CAMERON COUNTY, TEXAS
Net Position by Component
For the last ten fiscal years

	Fiscal Year	2007	Fiscal Year	2008	Fiscal Year	2009	Fiscal Year	2010	Fiscal Year	2011	Fiscal Year	2012	Fiscal Year	2013	Fiscal Year	2014	Fiscal Year	2015	Fiscal Year	2016
Governmental Activities																				
Invested in capital assets, net of related debt		\$ 164,906,729	\$ 165,467,180	\$ 173,524,785	\$ 182,664,875	\$ 187,165,505	\$ 184,766,821	\$ 175,789,949	\$ 164,634,237	\$ 155,949,627	\$ 160,249,902									
Restricted		35,140,809	44,493,374	30,816,723	23,123,759	16,854,509	23,656,726	23,341,683	23,023,002	20,529,228	21,417,422									
Unrestricted		20,118,973	8,545,809	3,220,936	(456,207)	(1,490,920)	(3,453,068)	(600,653)	1,532,836	(1,084,670)	(7,582,323)									
Total governmental activities net position		<u>\$ 220,166,511</u>	<u>\$ 218,506,363</u>	<u>\$ 207,562,444</u>	<u>\$ 205,332,427</u>	<u>\$ 202,529,094</u>	<u>\$ 204,970,479</u>	<u>\$ 198,530,979</u>	<u>\$ 189,190,075</u>	<u>\$ 175,394,185</u>	<u>\$ 174,085,001</u>									
Business-type activities																				
Invested in capital assets, net of related debt		\$ 2,843,431	\$ 19,701,009	\$ 15,060,003	\$ 26,507,510	\$ 17,254,534	\$ 21,753,249	\$ 21,327,261	\$ 21,488,674	\$ 22,608,558	\$ 24,026,722									
Restricted		13,336,397	5,319,051	9,055,467	6,813,147	15,535,455	17,514,602	13,375,898	10,480,143	9,740,517	11,351,146									
Unrestricted		2,880,136	(4,731,178)	(3,297,644)	(10,089,953)	(4,863,921)	(8,341,329)	(1,533,747)	5,315,750	6,019,264	5,868,390									
Total business-type activities net position		<u>\$ 19,059,964</u>	<u>\$ 20,288,882</u>	<u>\$ 20,817,826</u>	<u>\$ 23,230,704</u>	<u>\$ 27,926,068</u>	<u>\$ 30,926,522</u>	<u>\$ 33,169,412</u>	<u>\$ 37,284,567</u>	<u>\$ 38,368,339</u>	<u>\$ 41,246,258</u>									
Primary government																				
Invested in capital assets, net of related debt		\$ 167,750,160	\$ 185,168,189	\$ 188,584,788	\$ 209,172,385	\$ 204,420,039	\$ 206,520,070	\$ 197,117,210	\$ 186,122,911	\$ 178,558,185	\$ 184,276,624									
Restricted		48,477,206	49,812,425	39,872,190	29,936,906	32,389,964	41,171,328	36,717,581	33,503,145	30,269,745	32,768,568									
Unrestricted		22,999,109	3,814,631	(76,708)	(10,546,160)	(6,354,841)	(11,794,397)	(2,134,400)	6,848,586	4,934,594	(1,713,933)									
Total primary government net position		<u>\$ 239,226,475</u>	<u>\$ 238,795,245</u>	<u>\$ 228,380,270</u>	<u>\$ 228,563,131</u>	<u>\$ 230,455,162</u>	<u>\$ 235,897,001</u>	<u>\$ 231,700,391</u>	<u>\$ 226,474,642</u>	<u>\$ 213,762,524</u>	<u>\$ 215,331,259</u>									

CAMERON COUNTY, TEXAS
Changes in Net Position
For the last Ten fiscal years

Revenues										
Charges for Services:										
General government	\$ 6,532,940	\$ 9,901,260	\$ 13,345,212	\$ 13,085,432	\$ 14,153,964	\$ 13,754,317	\$ 15,649,060	\$ 17,328,049	\$ 20,385,301	\$ 21,223,062
Law enforcement	11,993,644	11,419,409	12,272,612	11,768,869	12,293,072	11,344,711	11,370,503	14,325,850	13,587,738	13,984,100
Highways and streets	-	13,439,996	4,473,146	4,764,932	4,864,372	3,662,493	4,382,905	4,357,688	3,833,312	4,544,799
Health	8,834,534	1,000,435	958,014	506,862	396,082	394,003	440,616	321,319	490,002	1,303,585
Welfare	-	17,691	153,236	28,781	529,574	88,831	-	-	-	-
Operating Grants and Contributions	23,013,878	16,364,417	16,030,582	21,195,609	19,323,675	26,198,191	18,649,736	18,902,617	19,561,337	20,147,116
Capital Grants and Contributions	5,380,499	5,028,823	7,035,675	8,979,667	11,307,059	9,459,809	5,895,886	1,583,160	5,410,682	4,814,492
Total Government Activities - Revenues	\$ 55,755,495	\$ 57,172,031	\$ 54,268,477	\$ 60,330,152	\$ 62,867,798	\$ 64,902,355	\$ 56,388,706	\$ 56,818,683	\$ 63,268,372	\$ 66,017,154
Business-type activities- Revenues										
Charges for Services	22,454,505	20,946,372	19,318,145	18,838,487	24,069,193	23,496,510	23,283,654	24,751,808	24,943,693	28,254,538
Operating Grants and Contributions	-	-	-	-	178,691	-	-	-	-	-
Capital Grants and Contributions	92,053	604,724	459,149	2,160,984	450,000	250,158	1,230,447	2,687,734	1,023,793	1,438,041
Total Business-type activities- Revenues	\$ 22,546,558	\$ 21,551,096	\$ 19,777,294	\$ 20,999,471	\$ 24,697,884	\$ 23,746,668	\$ 24,514,101	\$ 27,439,542	\$ 25,967,486	\$ 29,692,579
Total Primary Government Revenues	\$ 78,302,053	\$ 78,723,127	\$ 74,045,771	\$ 81,329,623	\$ 87,565,682	\$ 88,649,023	\$ 80,902,807	\$ 84,258,225	\$ 89,235,858	\$ 95,709,733
Expenses										
Government Activities - Expenses										
General Government	\$ 26,051,089	\$ 26,089,734	\$ 24,495,710	\$ 25,994,887	\$ 27,502,559	\$ 28,465,544	\$ 29,319,630	\$ 33,995,122	\$ 37,768,918	\$ 39,622,529
Law Enforcement and public safety	51,502,520	61,830,559	67,381,917	67,486,368	69,081,195	68,731,281	67,268,329	71,978,255	74,313,531	75,151,900
Highways and streets	16,125,496	22,637,526	18,294,581	19,455,918	17,104,629	19,948,347	20,155,120	19,865,457	19,825,416	23,318,830
Health	8,757,664	8,325,339	8,982,987	9,921,138	9,940,575	9,788,583	10,473,536	10,486,785	10,325,428	10,325,428
Welfare	8,972,528	4,705,306	5,776,871	7,492,838	11,513,917	9,949,777	7,406,760	5,237,190	9,466,140	7,475,526
Interest on Long-term Debt	2,469,588	2,661,333	3,325,436	3,273,601	3,302,908	2,778,548	2,795,005	2,519,879	5,672,376	2,675,072
Total Government Activities - Expenses	\$ 113,878,885	\$ 126,249,797	\$ 128,257,502	\$ 133,624,750	\$ 138,445,783	\$ 139,662,080	\$ 137,418,380	\$ 144,082,688	\$ 157,515,063	\$ 158,569,285
Business-type activities - Expenses										
Operational Expenses	14,304,211	14,280,991	13,316,379	12,863,812	11,686,343	14,488,797	15,447,548	15,301,697	17,335,338	18,133,091
Total Business-type activities - Expenses	\$ 14,304,211	\$ 14,280,991	\$ 13,316,379	\$ 12,863,812	\$ 11,686,343	\$ 14,488,797	\$ 15,447,548	\$ 15,301,697	\$ 17,335,338	\$ 18,133,091
Net (expense)/revenue	(58,123,390)	(69,077,766)	(73,989,025)	(73,294,598)	(75,577,985)	(74,759,725)	(81,029,674)	(87,264,005)	(94,246,691)	(92,552,131)
Governmental activities	8,242,347	7,270,105	6,460,915	8,135,659	13,011,541	9,257,871	9,066,553	12,137,845	8,632,148	11,559,488
Business-type activities	\$ (49,881,043)	\$ (61,807,661)	\$ (67,528,110)	\$ (65,158,939)	\$ (62,566,444)	\$ (65,501,854)	\$ (71,963,121)	\$ (75,126,160)	\$ (85,614,543)	\$ (80,992,643)
General Revenues										
Governmental activities:										
Taxes Levied for General Purposes	\$ 38,859,424	\$ 42,005,729	\$ 47,996,597	\$ 48,433,102	\$ 50,300,971	\$ 53,192,831	\$ 54,932,470	\$ 55,974,060	\$ 56,827,976	\$ 58,408,232
Taxes Levied for Debt Service	6,658,638	6,698,157	6,150,557	6,346,806	5,830,290	6,310,998	6,292,014	6,513,410	8,234,082	7,652,489
Unrestricted Investment Income	3,722,267	1,921,597	1,602,925	1,667,801	1,989,760	256,774	263,441	244,967	225,416	187,135
Miscellaneous	5,506,868	8,932,222	5,138,776	8,786,189	7,616,101	9,801,140	7,335,998	7,979,983	8,089,403	16,705,073
Gain on sale of capital assets	163,816	267,207	309,446	42,160	370,542	408,289	259,510	334,760	130,215	184,157
Transfers	9,360,360	7,759,880	6,499,379	5,788,524	6,666,985	6,809,647	6,628,543	8,099,690	7,788,931	8,797,679
Total governmental activities	\$ 64,271,373	\$ 67,584,792	\$ 67,697,680	\$ 71,064,582	\$ 72,774,649	\$ 76,779,679	\$ 75,711,976	\$ 79,146,870	\$ 81,296,023	\$ 91,934,650
Business-type activities										
Transfers	(9,360,360)	(7,894,978)	(6,499,379)	(5,788,524)	(6,666,985)	(6,809,647)	(6,628,543)	(8,099,690)	(7,788,931)	(8,797,679)
Miscellaneous	-	-	535,492	3,046	(1,785,800)	17,757	12,899	8,651	13,443	49,087
Gain on sale of capital assets	1,053,751	1,853,791	421,749	62,699	68,600	14,548	19,850	-	9,702	-
Unrestricted Investment Income	(8,306,609)	(6,041,187)	(5,542,138)	(5,722,779)	(6,008,104)	104,261	81,844	68,349	58,492	67,023
Total Business-type activities	\$ (55,964,764)	\$ (61,543,605)	\$ (62,155,542)	\$ (65,341,803)	\$ (64,458,472)	\$ (70,106,598)	\$ (69,198,026)	\$ (71,124,180)	\$ (73,588,729)	\$ (83,253,196)
Total Primary government	\$ 8,306,609	\$ 6,041,187	\$ 5,542,138	\$ 5,722,779	\$ 6,008,104	\$ 104,261	\$ 81,844	\$ 68,349	\$ 58,492	\$ 67,023
Change in Net Position										
Governmental activities	\$ 6,147,983	\$ (1,492,974)	\$ (6,291,345)	\$ (2,230,016)	\$ (2,803,336)	\$ 2,019,954	\$ (5,317,698)	\$ (8,117,135)	\$ (12,950,668)	\$ (617,366)
Business-type activities	(64,262)	1,228,918	918,777	2,412,880	4,695,364	2,584,790	2,552,603	4,115,155	924,854	2,877,919
Total Change in Net Position	\$ 6,083,721	\$ (264,056)	\$ (3,772,568)	\$ 182,864	\$ 1,892,028	\$ 4,604,744	\$ (2,765,095)	\$ (4,001,980)	\$ (12,025,814)	\$ 2,260,553

CAMERON COUNTY, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
 Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011*	2010	2009	2008	2007
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,092,978	\$ 2,092,978	\$ 868,470	\$ 924,843
Unreserved	-	-	-	-	-	-	3,102,976	4,081,382	6,915,780	8,446,157
Nonspendable	746,015	558,425	589,590	138,098	98,557	97,378	-	-	-	-
Committed	2,967,700	1,810,252	1,810,252	1,810,252	1,000,000	2,000,000	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	22,806,356	22,183,694	18,402,804	14,080,281	10,563,771	4,454,451	-	-	-	-
Total General Fund	\$26,520,071	\$24,552,371	\$20,802,646	\$16,028,631	\$11,662,328	\$6,551,829	\$5,195,954	\$6,174,360	\$7,784,250	\$9,371,000
All Other Governmental Funds										
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,526,914	\$ 63,516
Special revenue funds	21,252,968	20,359,924	21,769,079	21,596,744	20,774,340	13,163,456	8,027,215	-	-	8,666,929
Capital project funds	24,516,079	17,135,464	21,451,651	8,793,726	11,840,702	15,123,448	1,175,261	11,834,803	13,733,397	15,245,848
Debt service funds	5,889,323	5,437,387	5,873,663	5,495,664	5,018,298	4,275,819	22,818,119	23,477,287	15,395,726	15,607,285
Unrestricted, reported in:	-	-	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	4,608,022	10,509,339	2,021,801	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	\$51,658,370	\$42,932,775	\$49,094,393	\$35,886,134	\$37,633,340	\$32,562,723	\$36,628,617	\$45,821,429	\$36,677,838	\$39,583,578

* Implementation of GASB 54

CAMERON COUNTY, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
REVENUES										
Taxes	\$ 66,171,333	\$ 65,380,479	\$ 62,800,449	\$ 61,262,338	\$ 59,489,913	\$ 56,080,939	\$ 55,391,712	\$ 52,915,001	\$ 48,471,603	\$ 45,076,216
Licenses and permits	4,219,252	3,835,740	3,936,571	3,972,088	3,363,734	3,297,461	3,497,555	2,348,145	3,090,141	3,022,668
Intergovernmental	32,466,587	30,877,035	25,676,806	29,471,814	40,655,100	38,023,659	36,677,004	29,984,665	33,795,796	28,394,377
Charges for services	10,713,243	11,105,186	11,579,394	8,252,791	7,003,783	7,675,546	6,250,306	7,345,360	9,661,916	10,681,412
Fines and forfeitures	5,419,667	5,188,369	4,998,314	5,594,573	5,599,785	5,502,088	5,303,069	5,588,531	3,745,490	5,216,342
Miscellaneous	8,045,399	6,809,742	7,998,002	7,592,747	10,031,809	9,595,975	10,440,398	6,691,414	8,623,229	8,967,004
TOTAL REVENUES	\$ 127,035,481	\$ 123,196,551	\$ 116,989,536	\$ 116,146,351	\$ 126,144,124	\$ 120,175,668	\$ 117,560,044	\$ 104,873,116	\$ 107,388,175	\$ 101,358,019

EXPENDITURES										
General Government, Culture and Recreation	\$ 19,095,888	\$ 18,545,218	\$ 18,481,901	\$ 16,825,164	\$ 15,873,415	\$ 15,427,634	\$ 14,852,104	\$ 15,915,318	\$ 18,095,892	\$ 16,876,528
Law Enforcement and Public Safety	70,825,532	68,818,371	66,520,254	62,433,931	63,067,114	63,285,222	61,777,117	57,041,075	55,902,391	50,993,994
Highways and Streets	15,570,710	11,694,086	10,233,748	12,632,577	11,496,092	11,001,272	10,738,925	15,950,652	22,043,161	12,687,382
Health and Welfare	17,346,524	19,149,219	15,164,798	17,184,954	18,892,262	20,556,092	16,705,653	13,990,421	12,912,684	17,670,839
Capital outlay	12,122,764	6,776,797	6,490,194	3,936,153	12,829,384	11,488,915	21,627,042	11,474,351	3,322,204	6,915,138
Bond issuance costs	140,379	-	184,275	-	187,484	375,153	-	523,362	-	-
Debt Service - Principal	6,148,524	6,112,196	5,092,022	4,937,174	4,180,620	6,037,009	6,685,315	6,281,194	6,307,346	5,859,434
Debt Service - Interest	2,531,494	5,734,521	2,441,423	2,422,311	2,640,705	3,045,567	3,339,200	3,293,531	2,628,055	2,567,394
TOTAL EXPENDITURES	\$ 143,781,815	\$ 136,830,408	\$ 124,608,615	\$ 120,372,264	\$ 129,167,076	\$ 131,216,864	\$ 135,725,356	\$ 124,469,904	\$ 121,211,733	\$ 113,570,709

OTHER FINANCING SOURCES (USES)

Bond issuance	16,260,000	-	16,500,000	-	-	17,178,100	-	18,650,000	-	8,000,000
Bond Refunding	-	14,931,280	-	-	-	5,560,000	-	-	-	-
Bond premium	2,403,962	3,259,814	351,169	-	437,592	785,866	-	-	-	-
Bond discount	(98,210)	(142,552)	(96,220)	-	(54,034)	(147,829)	-	-	-	-
Paid to refunded bond escrow agent	-	(15,624,036)	-	-	(9,865,573)	(5,800,984)	-	-	-	-
Gain on sale of capital assets	340,455	223,180	334,760	259,510	408,289	370,542	42,160	506,402	267,206	163,816
Financing Proceeds	-	-	-	-	-	-	-	-	-	-
Capital lease financing	2,040,272	1,919,758	1,614,705	-	5,436,716	1,826,021	2,163,411	1,175,288	1,264,315	2,465,086
Transfer in	10,758,020	8,412,688	9,042,821	7,521,411	7,326,368	7,252,585	6,141,687	7,113,217	9,492,409	16,506,275
Transfer (out)	(4,246,831)	(1,759,437)	(2,109,261)	(892,868)	(516,721)	(585,600)	(353,163)	(613,838)	(1,353,672)	(7,342,388)
TOTAL OTHER FINANCING SOURCES(US)	\$ 27,457,668	\$ 11,220,695	\$ 25,637,974	\$ 6,888,053	\$ 12,782,637	\$ 26,438,701	\$ 7,994,095	\$ 26,831,069	\$ 9,670,258	\$ 19,792,789

OTHER CHANGES IN FUND BALANCES

Prior period adjustments	(18,038)	1,268	(36,621)	(43,043)	(18,107,527)	-	299,420	(175,663)	-	-
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TOTAL CHANGES IN FUND BALANCES

Net change in fund balances	\$ 10,693,296	\$ (2,411,894)	\$ 17,982,274	\$ 2,619,097	\$ (8,347,842)	\$ 15,397,505	\$ (9,871,797)	\$ 7,058,618	\$ (4,153,300)	\$ 7,580,099
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RATIO OF TOTAL DEBT SERVICE EXPENDITURES TO TOTAL NONCAPITAL EXPENDITURES

6.42%	9.09%	6.53%	6.32%	6.09%	7.90%	8.79%	8.94%	7.58%	7.90%
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CAMERON COUNTY, TEXAS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY		TOTAL		TOTAL ACTUAL DIRECT TAX RATE
	ASSESSED VALUE	ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
2007	11,286,379,619	11,286,379,619	1,756,438,254	1,756,438,254	13,042,817,873	15,452,256,615	0.343191
2008	14,381,842,729	14,381,842,729	1,899,975,515	1,899,975,515	16,281,818,244	16,517,058,876	0.353191
2009	13,204,529,501	13,204,529,501	2,010,578,769	2,010,578,769	15,215,108,270	16,585,529,813	0.363191
2010	13,239,230,314	13,239,230,314	1,986,632,268	1,986,632,268	15,225,862,582	16,848,439,405	0.363191
2011	13,553,114,084	13,553,114,084	1,898,434,059	1,898,434,059	15,451,548,143	17,076,062,843	0.364291
2012	13,645,505,968	13,645,505,968	1,905,704,557	1,905,704,557	15,551,210,525	17,478,232,156	0.384291
2013	14,043,301,354	14,043,301,354	1,955,207,914	1,955,207,914	15,998,509,268	18,314,560,292	0.384291
2014	14,205,159,853	14,205,159,853	2,266,353,976	2,266,353,976	16,471,513,829	18,845,591,442	0.384291
2015	14,346,198,697	14,346,198,697	2,217,707,514	2,217,707,514	16,563,906,211	19,043,609,983	0.399291
2016	14,463,233,754	14,463,233,754	2,300,252,936	2,300,252,936	16,763,486,690	19,293,616,651	0.399291

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

TAX ROLL YEAR	(1) POPULATION	ASSESSED VALUE	GROSS BONDED DEBT	LESS DEBT SERVICE FUND	NET BONDED DEBT	NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2007	335,227	15,452,256,615	57,150,000	15,607,285	41,542,715	0.27%	123.92%
2008	335,227	16,517,058,876	54,675,000	15,395,726	39,279,274	0.24%	117.17%
2009	335,227	15,215,108,270	67,875,000	23,477,287	44,397,713	0.29%	132.44%
2010	406,220	15,225,862,582	63,405,000	22,740,679	40,664,321	0.27%	100.10%
2011	406,220	15,451,548,143	83,020,001	4,275,819	78,744,182	0.51%	193.85%
2012	406,220	15,551,210,525	79,780,000	5,018,298	74,761,702	0.48%	184.04%
2013	406,220	15,998,509,268	73,615,657	5,593,129	68,022,528	0.43%	167.45%
2014	406,220	16,471,513,829	87,460,001	5,856,883	81,603,118	0.50%	200.88%
2015	406,220	16,563,906,211	81,355,001	5,983,567	75,371,434	0.46%	185.54%
2016	406,220	16,763,486,690	113,235,000	6,479,285	106,755,715	0.64%	262.80%

(1) Last official Federal census

CAMERON COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENTAGE OF CURRENT TAXES COLLECTED	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	PERCENTAGE OF TOTAL TAX COLLECTIONS TO TOTAL TAX LEVY	OUTSTANDING DELINQUENT TAXES	PERCENTAGE OF OUTSTANDING DELINQUENT TAXES TO TOTAL TAX LEVY
2016	\$ 66,935,094	\$ 65,713,946	98.18%	\$ 2,323,256	\$ 68,037,202	101.65%	\$ 7,320,049	10.94%
2015	\$ 66,138,187	\$ 64,264,208	97.17%	\$ 2,668,928	\$ 66,933,136	101.20%	\$ 7,320,049	11.07%
2014	\$ 63,298,545	\$ 60,940,151	96.27%	\$ 2,650,351	\$ 63,590,502	100.46%	\$ 7,912,955	12.50%
2013	\$ 61,480,831	\$ 59,005,746	95.97%	\$ 2,665,956	\$ 61,671,702	100.31%	\$ 8,118,331	13.20%
2012	\$ 59,761,902	\$ 57,301,274	95.88%	\$ 2,717,498	\$ 60,018,772	100.43%	\$ 8,179,305	13.69%
2011	\$ 56,288,599	\$ 53,419,060	94.90%	\$ 2,692,999	\$ 56,112,059	99.69%	\$ 8,416,584	14.95%
2010	\$ 55,298,963	\$ 52,607,399	95.13%	\$ 2,396,836	\$ 55,004,235	99.47%	\$ 8,240,082	14.90%
2009	\$ 53,738,393	\$ 50,916,466	94.75%	\$ 2,191,777	\$ 53,108,243	98.83%	\$ 7,863,227	14.63%
2008	\$ 48,928,978	\$ 46,253,821	94.53%	\$ 2,152,022	\$ 48,405,843	98.93%	\$ 7,233,077	14.78%
2007	\$ 45,413,918	\$ 42,671,975	93.96%	\$ 2,128,346	\$ 44,800,321	98.65%	\$ 6,703,153	14.76%

CAMERON COUNTY, TEXAS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt
Service	Service	Service	Service	Service	Service	Service	Service	Service	Service
Total	Total	Total	Total	Total	Total	Total	Total	Total	Total
0.36401	0.031342	0.47740	0.43885	0.020466	0.39021	0.34483	0.037938	0.386291	0.345975
0.46933	0.231310	0.70013	0.459744	0.240869	0.70013	0.466677	0.233956	0.70013	0.462285
0.230000	0.000000	0.250000	0.250000	0.000000	0.250000	0.250000	0.000000	0.250000	0.250000
0.425177	0.336767	0.79944	0.612483	0.138616	0.811099	0.612483	0.138616	0.811099	0.629420
0.400327	0.138900	0.588827	0.459501	0.137910	0.588827	0.469723	0.137910	0.588827	0.467723
0.784482	0.000000	0.784482	0.800000	0.000000	0.800000	0.800000	0.000000	0.800000	0.800000
0.187800	0.572200	0.760000	0.246155	0.467432	0.715387	0.283204	0.426113	0.739317	0.333900
0.432482	0.000000	0.432482	0.432482	0.000000	0.432482	0.432482	0.000000	0.432482	0.432482
0.629658	0.085842	0.713500	0.617688	0.097312	0.715000	0.591340	0.123640	0.715000	0.586653
0.396124	0.038000	0.441246	0.302065	0.035225	0.337290	0.301023	0.038077	0.339100	0.283200
0.628527	0.000000	0.628527	0.628527	0.000000	0.628527	0.628527	0.000000	0.628527	0.628527
0.557896	0.132124	0.690203	0.551769	0.137938	0.688067	0.555719	0.138905	0.694624	0.539375
0.452541	0.000000	0.452541	0.452541	0.000000	0.452541	0.452541	0.000000	0.452541	0.452541
0.860600	0.000000	0.860600	0.860600	0.000000	0.860600	0.860600	0.000000	0.860600	0.860600
0.164673	0.009632	0.174000	0.399374	0.020532	0.419996	0.374725	0.017659	0.391914	0.364543
0.068444	0.072815	0.658444	0.072815	0.728125	0.658444	0.072815	0.728125	0.658444	0.072815
0.600000	0.600000	0.575830	0.600000	0.575830	0.569529	0.600000	0.569529	0.600000	0.569529
0.239110	0.303640	0.235468	0.235468	0.235468	0.235468	0.235468	0.235468	0.235468	0.235468
1.152500	0.000000	1.152500	1.040000	0.105566	1.145666	1.040000	0.102155	1.142155	1.039100
1.170000	0.180000	1.310000	1.040000	0.178000	1.218000	1.040000	0.178000	1.218000	1.040000
1.170000	0.193000	1.260000	1.170000	0.129000	1.299000	1.040000	0.260000	1.300000	1.040000
1.170000	0.020000	1.190000	1.170000	0.020000	1.190000	1.170000	0.020000	1.190000	1.170000
1.170000	0.100000	1.280000	1.170000	0.050000	1.220000	1.170000	0.160000	1.330000	1.170000
1.080615	0.077615	1.081634	0.986543	0.100991	1.081634	0.880820	0.100814	1.081634	0.880820
1.170000	0.390000	1.470000	1.170000	0.191000	1.390000	1.170000	0.191000	1.390000	1.170000
1.170000	0.194000	1.360000	1.170000	0.134000	1.340000	1.170000	0.134000	1.340000	1.170000
1.170000	0.140000	1.480000	1.170000	0.110000	1.280000	1.040000	0.240000	1.280000	1.040000
1.170000	0.236965	1.446965	1.170000	0.202200	1.372200	1.170000	0.202200	1.372200	1.170000
0.049200	0.000000	0.049200	0.049200	0.000000	0.049200	0.049200	0.000000	0.049200	0.049200
0.112824	0.046332	0.158244	0.109972	0.081122	0.164904	0.101596	0.061339	0.162635	0.103871
0.026924	0.026996	0.026924	0.026996	0.026996	0.026996	0.026996	0.026996	0.026996	0.026996
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.041520	0.000000	0.041520	0.041520	0.000000	0.041520	0.041520	0.000000	0.041520	0.041520
0.137864	0.000000	0.137864	0.137864	0.000000	0.137864	0.137864	0.000000	0.137864	0.137864
0.110000	0.000000	0.110000	0.080000	0.000000	0.080000	0.080000	0.000000	0.080000	0.080000
0.400000	0.200000	0.400000	0.100000	0.000000	0.200000	0.200000	0.000000	0.200000	0.200000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.100000	0.200000	0.300000	0.100000	0.000000	0.200000	0.200000	0.000000	0.200000	0.200000
0.006746	0.006746	0.006746	0.006746	0.006746	0.006746	0.006746	0.006746	0.006746	0.006746
20.977146	4.993545	25.970009	21.043153	4.221162	25.262635	21.888034	3.246923	25.134957	20.977146
19.668018	23.869697	19.668018	23.869697	19.668018	23.869697	19.668018	23.869697	19.668018	23.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
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25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
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25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
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25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
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25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697
25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697	25.869697</

1 Overlapping rates are those of local and county governments that apply to property owners within Cameron County

CAMERON COUNTY, TEXAS
COMPUTATION OF DIRECT AND ESTIMATED OVERLAPPING DEBT
SEPTEMBER 30, 2016

GOVERNMENTAL UNITS	NET BONDED DEBT	PERCENT APPLICABLE TO COUNTY	COUNTY'S SHARE OF NET DEBT	PER CAPITA DEBT
Cameron County	\$ 113,235,000	100%	\$ 113,235,000	\$ 278.75
Cities or Townships:				
Brownsville	149,245,789	100%	149,245,789	367.40
Hartlingen	36,240,627	100%	36,240,627	89.21
All others	77,271,710	100%	77,271,710	190.22
School Districts:				
Brownsville	148,598,987	100%	148,598,987	365.81
Hartlingen	126,503,969	100%	126,503,969	311.42
Texas Southmost College	53,013,471	100%	53,013,471	130.50
All others	220,930,815	100%	220,930,815	543.87
Water Districts				
Municipal Utility District	14,088,220	100%	14,088,220	34.68
Drainage Districts	13,458,590	100%	13,458,590	33.13
Navigation Districts	-	100%	-	-
Total	4,502,757	100%	4,502,757	11.08
	\$ 843,854,935		\$ 843,854,935	\$ 2,077.33
TOTAL	\$ 957,089,935		\$ 957,089,935	\$ 2,356.09

** First year reporting data

Note: Overlapping governments are those that coincide with the geographic boundaries of Cameron County. All listed entities lie 100% within the boundaries of Cameron County. Per capita debt is equal to debt divided by current population of 406,220.

CAMERON COUNTY, TEXAS
TEN PRINCIPAL EMPLOYERS

NO.	EMPLOYER	TYPE OF ACTIVITY	2016 Estimated No. of Employees	% of Total Cameron County Employment	2007** Estimated No. of Employees
1	Brownsville ISD	Education	7,670	29.60%	7,625
2	Valley Baptist Medical Center	Education	3,971	15.33%	3,000
3	Hartlingen CISD	Education	3,321	12.82%	2,500
4	Cameron County	Government	1,950	7.53%	1,528
5	UTRGV	Education	1,734	6.69%	2,077
6	San Benito CISD	Education	1,675	6.46%	1,638
7	Amfels	Manufacturer	1,650	6.37%	2,278
8	Wal-Mart Associates Inc.	Retail	1,413	5.45%	1,735
9	Abundant Life Home Health	Medical/Healthcare	1,300	5.02%	-
10	City of Brownsville	Government	1,227	4.74%	2,104

CAMERON COUNTY, TEXAS
TEN PRINCIPAL TAXPAYERS
FISCAL YEAR 2016 AND 2007

NO.	TAXPAYER	TYPE OF ACTIVITY	FISCAL YEAR 2016 ASSESSED VALUE	PERCENTAGE OF ASSESSED VALUATION	FISCAL YEAR 2007 ASSESSED VALUE	PERCENTAGE OF ASSESSED VALUATION
1	AEP Texas Central Co.	Electrical utility	\$ 164,105,469	1.03%	88,204,300	0.91%
2	Panasonic Automotive Electronics	Manufacturing	103,190,524	0.65%	26,034,212	0.27%
3	VHS Hartlingen Hospital Company	Healthcare	73,853,442	0.46%	-	0.00%
4	GLH LP	Rail Road	58,007,000	0.36%	-	0.00%
5	Union Pacific RR	Electrical utility	50,722,644	0.32%	-	0.00%
6	Los Vientos Windpower LLC	Electrical utility	48,414,790	0.30%	-	0.00%
7	Cross Valley Project Entity	Retail Mall	46,485,990	0.29%	38,922,610	0.40%
8	CBL / Sunrise Commons, LP	Retail	43,425,055	0.27%	37,286,260	0.38%
9	Wal-Mart Stores, Inc.	Retail	33,554,449	0.21%	26,412,904	0.37%
10	TRICO PRODUCTS CORP	Manufacturing	33,565,715	0.21%	-	-
	TOTAL ASSESSED VALUATION		\$ 655,125,078	4.09%	\$ 226,890,286	2.33%

* Due to mergers, closing of plants and diversification of companies the current top ten taxpayers were not always listed in the top ten and therefore the data was not available in prior years.

CAMERON COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
SEPTEMBER 30, 2016

Assessed value of real property		\$ 19,263,524,057
Debt limit - 25% of assessed value of real property (Article 3, Section 52, Constitution State of Texas)		4,815,881,014
Amount of debt applicable to debt limit:		
Total Bonded Debt	\$ 122,449,553	
Less: Unlimited Tax Bonds	235,000	
Less: Self-Supporting Debt	41,968,186	
Less: Enterprise fund Debt Service assets	5,373,451	
Less: Debt Service Funds' assets	6,479,285	68,393,631
LEGAL DEBT MARGIN		\$ 4,747,487,383

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES (1)
LAST TEN FISCAL YEARS

FISCAL YEAR	TOTAL DEBT SERVICE	TOTAL GENERAL EXPENDITURES	RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES
2007	8,426,828	105,143,881	8.01%
2008	8,935,401	112,276,332	7.96%
2009	9,574,725	114,895,179	8.33%
2010	10,024,515	135,725,356	7.39%
2011	9,082,576	131,216,864	6.92%
2012	7,008,809	129,167,076	5.43%
2013	7,359,485	120,372,264	6.11%
2014	7,533,445	117,075,170	6.43%
2015	9,422,211	124,983,691	7.54%
2016	8,680,018	143,781,815	6.04%

(1) Includes General, Special Revenue and Debt Service Funds

CAMERON COUNTY, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

FISCAL YEAR ENDING	GOVERNMENT ACTIVITIES			BUSINESS-TYPE ACTIVITIES			TOTAL PRIMARY GOVERNMENT	Percentage of Personal INCOME	PER CAPITA
	GENERAL		CAPITAL LEASES	REVENUE BONDS	CERTIFICATES OF OBLIGATION				
	OBLIGATION BONDS	CERTIFICATES OF OBLIGATION							
2007	3,320,000	53,830,000	6,909,000	10,730,000			74,789,000	0.024%	192.90
2008	1,575,000	53,100,000	7,226,930	10,090,000			71,991,930	0.025%	185.68
2009	4,915,000	62,960,000	4,685,061	9,720,000			82,280,061	0.022%	212.22
2010	4,510,000	58,895,000	4,914,668	8,700,000			77,019,668	0.024%	189.60
2011	3,640,000	54,880,574	4,346,943	7,160,000	24,499,427		94,526,944	0.020%	232.70
2012	3,485,000	53,397,506	7,930,074	6,340,000	22,897,494		94,050,074	0.025%	231.52
2013	3,320,000	50,585,206	5,783,073	5,485,000	19,710,451		84,883,730	0.027%	204.26
2014	3,150,000	63,912,294	5,648,667	4,595,000	20,397,707		97,703,668	0.025%	234.14
2015	3,150,000	61,726,796	5,636,030	4,595,000	19,283,205		94,391,031	0.027%	224.53
2016	235,000	73,721,814	6,524,553	2,690,000	39,278,186		122,449,553	0.022%	290.06

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL OBLIGATION BONDS(1)	Less: Amounts Available in Debt Service Funds(2)	Percentage of Actual Taxable Value of		Per Capita
			TOTAL	Property	
2007	57,150,000	15,607,285	41,542,715	0.2688%	107.15
2008	54,675,000	15,395,726	39,279,274	0.2378%	101.31
2009	67,875,000	23,477,287	44,397,713	0.2918%	114.51
2010	63,405,000	22,740,679	40,664,321	0.2671%	100.10
2011	83,020,001	4,275,819	78,744,182	0.5096%	193.85
2012	79,780,000	5,018,298	74,761,702	0.4807%	184.04
2013	73,615,657	5,593,129	68,022,528	0.4252%	163.69
2014	87,460,001	5,856,883	81,603,118	0.4954%	195.55
2015	81,320,000	5,983,567	75,336,433	0.4548%	179.21
2016	113,235,000	6,479,285	106,755,715	0.6368%	252.88

(1) This is general bonded debt of both governmental and business-type activities, net of original issuance discounts and premiums

(2) This is the amount restricted for debt service payments

CAMERON COUNTY, TEXAS
REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS

PARK SYSTEM

FISCAL YEAR	OPERATING AND NON- OPERATING REVENUE	(1) DIRECT OPERATING EXPENSES	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS			COVERAGE
				PRINCIPAL	INTEREST	TOTAL	
2007	4,922,481	3,922,718	999,763	340,000	183,329	523,329	1.91
2008	4,726,965	4,050,150	676,815	385,000	287,693	672,693	1.01
2009	4,862,497	3,490,495	1,372,002	380,000	358,189	738,189	1.86
2010	4,391,898	3,601,358	790,540	395,000	339,681	734,681	1.08
2011	6,339,135	3,741,727	2,597,408	415,000	320,132	735,132	3.53
2012	6,806,053	4,134,116	2,671,937	335,000	390,222	725,222	3.68
2013	6,833,273	4,827,527	2,005,746	362,076	368,172	730,248	2.75
2014	7,414,947	5,170,064	2,244,883	437,549	351,925	789,474	2.84
2015	7,528,434	5,808,276	1,720,158	510,721	208,959	719,680	2.39
2016	8,829,880	6,325,825	2,504,055	495,837	337,085	832,922	3.01

INTERNATIONAL TOLL BRIDGE SYSTEM

FISCAL YEAR	OPERATING AND NON- OPERATING REVENUE	(1) DIRECT OPERATING EXPENSES	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS			COVERAGE
				PRINCIPAL	INTEREST	TOTAL	
2007	18,548,820	3,975,700	14,573,120	1,218,084	1,184,330	2,402,414	6.07
2008	16,960,507	3,924,622	13,035,885	1,449,361	1,371,838	2,821,199	4.62
2009	14,427,784	4,817,878	9,609,906	1,785,277	553,933	2,339,210	4.11
2010	14,418,612	4,700,937	9,717,675	1,818,109	1,387,914	3,206,023	3.03
2011	17,691,103	3,853,478	13,837,625	1,325,949	1,699,970	3,025,919	4.57
2012	15,689,701	3,533,203	12,156,498	2,177,750	1,388,880	3,566,630	3.41
2013	15,234,660	3,771,545	11,463,115	1,825,624	1,062,473	2,888,097	3.97
2014	16,062,979	3,554,233	12,508,746	1,645,392	833,155	2,478,547	5.05
2015	16,389,519	3,930,168	12,459,351	1,573,782	600,022	2,173,804	5.73
2016	18,381,954	4,190,452	14,191,502	1,604,382	643,040	2,247,422	6.31

(1) The operating expenses' figure does not include depreciation.

CAMERON COUNTY, TEXAS
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

FISCAL YEAR	(1) POPULATION	(1) PER CAPITA INCOME	(1) MEDIAN AGE	(3) SCHOOL ENROLLMENT	(4) UNEMPLOYMENT RATE	(4) PERSONAL INCOME
2007	387,717	13,293	29.6	93,180	5.8%	18,250
2008	387,717	12,511	28.8	99,713	7.5%	18,200
2009	387,717	13,377	29	100,165	9.9%	18,275
2010	406,220	13,474	29.1	101,832	11.1%	18,550
2011	406,220	13,474	29.1	101,832	11.9%	18,550
2012	406,220	14,183	30.6	101,477	10.2%	23,236
2013	415,557	14,405	30.6	103,585	10.5%	23,236
2014	417,296	14,405	30.6	103,585	8.5%	24,802
2015	420,392	14,898	31	103,585	6.9%	25,211
2016	422,156	15,105	31.2	101,992	6.9%	26,826

- (1) U. S. Census estimates
(2) U.S. Department of Commerce - Bureau of Economic Analysis
(3) Region One
(4) U.S. Department of Labor - Bureau of Labor Statistics

CONSTRUCTION, BANK DEPOSITS AND PROPERTY VALUE
LAST TEN FISCAL YEARS

FISCAL YEAR	(2) VALUE OF CONSTRUCTION	(2) BANK DEPOSITS IN THOUSANDS	TAXABLE PROPERTY VALUE
2007	370,248,723	46,685,695	14,381,842,729
2008	458,581,935	46,508,495	15,395,422,558
2009	175,372,689	46,180,543	15,439,718,056
2010	268,935,173	41,695,980	15,656,732,850
2011	290,734,838	41,695,980	15,798,895,960
2012	290,066,497	42,940,000	16,237,631,953
2013	262,557,326	41,134,310	16,471,513,829
2014	274,053,597	41,500,720	16,563,906,211
2015	287,115,979	42,820,100	16,763,486,690
2016	278,990,784	44,296,490	17,676,273,532

CAMERON COUNTY, TEXAS
Full-time Equivalent County Government Employees by Function
Last Ten Years

Category	FY 15-16	FY 14-15	FY 13-14	FY 12-13	FY 11-12	FY 11-12	FY 10-11	FY 10-11	FY 09-10	FY 08-09
COUNTY GOVERNMENT	1,694.0	1,678.0	1,673.0	1,649.0	1,635.0	1,632.0	1,572.0	1,585.0	1,581.0	1,526.5
General government	215.0	210.0	210.0	209.0	207.0	203.0	202.0	209.0	207.0	199.0
General administration	72.0	71.0	71.0	70.0	70.0	70.0	70.0	69.0	62.0	63.0
Financial Administration	26.0	25.0	25.0	25.0	23.0	22.0	21.0	21.0	26.0	26.0
Tax Administration	67.0	67.0	67.0	67.0	67.0	64.0	64.0	65.0	65.0	56.0
Facilities Management	42.0	39.0	39.0	39.0	39.0	39.0	39.0	45.0	45.0	45.0
Election Administration	8.0	8.0	8.0	8.0	8.0	8.0	8.0	9.0	9.0	9.0
Justice System	431.0	427.0	425.0	422.0	418.0	437.0	437.0	451.0	451.0	405.5
Criminal Justice	270.0	267.0	267.0	264.0	260.0	275.0	275.0	286.0	286.0	241.5
Civil Justice	4.0	4.0	4.0	4.0	4.0	8.0	8.0	8.0	8.0	8.0
Juvenile Services	157.0	156.0	154.0	154.0	154.0	154.0	154.0	157.0	157.0	156.0
Public Safety	208.0	206.0	203.0	200.0	204.0	183.0	183.0	185.0	185.0	181.0
Law Enforcement	196.0	194.0	191.0	188.0	194.0	173.0	173.0	173.0	173.0	169.0
Emergency Management	12.0	12.0	12.0	12.0	10.0	10.0	10.0	12.0	12.0	12.0
Corrections & Rehabilitation	365.0	365.0	365.0	348.0	348.0	348.0	289.0	281.0	281.0	281.0
Housing & Booking	365.0	365.0	365.0	348.0	348.0	348.0	289.0	281.0	281.0	281.0
Supervision	-	-	-	-	-	-	-	-	-	-
Health & Human Services	181.0	181.0	181.0	181.0	181.0	181.0	181.0	183.0	183.0	186.0
Health Care	181.0	181.0	181.0	181.0	181.0	181.0	181.0	183.0	183.0	186.0
Community & Economic Development	79.0	76.0	76.0	76.0	64.0	64.0	64.0	68.0	68.0	68.0
Economic Development	-	-	-	-	-	-	-	-	-	-
Housing & Urban Development	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Parks & Recreation	67.0	64.0	64.0	64.0	52.0	52.0	52.0	56.0	56.0	56.0
Libraries	-	-	-	-	-	-	-	-	-	-
Culture & Education	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Infrastructure & Environmental Services	215.0	213.0	213.0	213.0	213.0	216.0	216.0	208.0	206.0	206.0
Roads, Bridges & Toll Facilities	192.0	190.0	190.0	190.0	190.0	190.0	190.0	188.0	188.0	188.0
Public Transportation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Drainage	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Development & Regulation	23.0	23.0	23.0	23.0	23.0	23.0	23.0	18.0	18.0	18.0
Sanitation	-	-	-	-	-	3.0	3.0	2.0	-	-

The County Clerk's Department has a component of Judicial function and general government function relating to its record keeping and vital statistics duties.

CAMERON COUNTY, TEXAS
OPERATING INDICATORS

COUNTY GOVERNMENT

	Capital Assets		Operating indicators			
	Buildings	Vehicles				
General government	10	50				
General administration						
Financial Administration						
County Auditor			# of Payroll checks written -			3,320
			# of Direct payroll deposits-			50,093
			# of A/P checks written -			17,284
County Treasurer			# of Receipts issued -			7,131
Tax Administration						
Tax Assessor-Collector			# of vehicles registered -			301,047
			# of Tax accounts -			207,484
Facilities Management						
Election Administration			# of new voters registered -			15,687
Justice System	3	56	Civil Cases	Criminal Cases	Juvenile Cases	Total Disposed Cases
Criminal Justice						
Bail Bond Administration						
County Courts at Law			1,253	6,162	0	7,415
District Courts			10,460	3,557	847	14,864
District Clerk			Passport Applications			1,546
County Clerk			Marriage Licenses			3,139
			Birth Certificates			1,604
			Titles filed			
Justice of the Peace (all precincts)			Filed	5,310	36,514	
			Disposed	4,553	41,630	
District Attorney						
Juvenile Services	3					
Public Safety	9	224				
Law Enforcement						
Emergency Management						
Corrections & Rehabilitation	8	27				
Housing & Booking						
M&O Jail						
Jail / Detention Centers			Jail capacity -			1,746
Jail Infirmary						
Health & Human Services	7	28				
Health Care						
Health Department						
Health Immunization			# of immunizations -			17,751
Community & Economic Development						
Housing & Urban Development						
Program Development & Management						
Parks & Recreation	50	51				
Community Parks						
Isla Blanca Park						
Andy Bowie Park						
Thomae Park						
Public Beaches						
Park Rangers						
E.K. Atwood Park						
Park System Administration						
Browne Road Park						
Libraries						
Culture & Education		3				
Farm & Home Extension Office						
Learning Centers	9					
Infrastructure & Environmental Services		121				
Roads, Bridges & Toll Facilities	9					
Commissioner Precinct #1						
Commissioner Precinct #2						
Commissioner Precinct #3						
Commissioner Precinct #4						
Consolidated Precincts			793 Miles of Roads			
Veterans International Bridge			3 Int'l Bridges			
Gateway International Bridge			13 Toll Booths			
Free Trade Bridge at Los Indios			3 Admin Buildings			
GIS			New address applications			725
Planning & Inspection			Building permits issued			1,506
			Inspections			7,371

SINGLE AUDIT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND
SCHEDULE OF EXPENDITURES OF STATE AWARDS

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable County Judge and
Commissioners' Court
Cameron County, Texas

We have audited, 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cameron County, Texas (County) as of and for the year ended September 30, 2016, and related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated March 28, 2017.

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) to determine the 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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 determination of financial statement amounts. 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 County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Brownsville, Texas

March 28, 2017

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE STATE
OF TEXAS SINGLE AUDIT CIRCULAR**

The Honorable County Judge and
Commissioners' Court
Cameron County, Texas

Report on Compliance for Each Major Federal/State Program

We have audited Cameron County, Texas (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the State of Texas Single Audit Circular that could have a direct and material effect on each of the County's major federal/state programs for the year ended September 30, 2016. The County's major federal/state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal/state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal/state programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal/state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal/state program. However, our audit does not provide a legal determination on the County's compliance.

Opinion on Each Major Federal/State Program

In our opinion, Cameron County, Texas, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal/state programs for the year ended September 30, 2016.

Report on Internal Control Over Compliance

Management of Cameron County is responsible for establishing and maintaining effective internal control over compliance with the type requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal/state program in order to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal/state program, 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's 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/state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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/state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal/state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Brownsville, Texas
March 28, 2017

CAMERON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2016

Federal Grantor / Passed Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Program or Award Amount	Grantee Program or Award Amount	Accrued or (Deferred) Revenue 9/30/2015	Federal Receipts/Revenue Realized	Program Revenues	Grantee Contributions	Federal Disbursements/Expenditures	Grantee Disbursements/Expenditures	Reimburse and/or Due to Other Governments	Increase (Decrease) In Fund Balance	Accrued or (Deferred) Revenue 9/30/2016
<u>U.S. Dept. of Housing & Urban Development/ Texas Department of Agriculture</u>													
East Rio Hondo Water Well Project	14225	713107	350,000	1,756,163	(503,114)	-	-	862,690	1,361,581	-	-	4,223	-
TXCDBG Colonia Construction Fund	14225	713025	500,000	52,500	96,266	426,530	-	20,272	331,287	457	18,612	-	-
TXCDBG Las Palmas Waterlines	14225	7215060	230,870	29,946	-	-	-	-	1,002	-	-	-	1,002
TXCDBG Las Palmas Sewerlines	14225	7215065	480,302	569,888	-	-	-	-	2,031	-	-	-	2,031
Self Help Centers	14228	712023	1,000,000	-	974	460,332	-	-	461,466	-	-	-	2,208
Community Development Programs	14228	713061	215,382	59,021	(660)	335	-	48,079	26,236	22,244	-	-	-
					(405,940)	886,917	-	93,141	2,183,603	22,701	18,612	4,223	5,241
<u>U.S. Dept. of Housing & Urban Development/ Texas General Land Office</u>													
TDRA-DR	14228	12-361-000-6127	7,623,901	-	879,376	1,188,544	-	49,500	425,555	49,500	-	-	116,387
					879,376	1,188,544	-	49,500	425,555	49,500	-	-	116,387
<u>U.S. Department of Justice Passed Through Criminal Justice Division - Office of the Governor</u>													
Mental Health Prosecutors 16	16738	2,882,601	171,970	-	-	58,356	-	-	115,627	-	-	-	57,271
					-	58,356	-	-	115,627	-	-	-	57,271
<u>U.S. Department of Homeland Security Passed Through the State of Texas Governor's Criminal Justice of Emergency Mgmt and the Texas Department of Public Safety</u>													
Operation Strongarden VII	97067	3,186,501	809,688	-	392,248	1,421,223	-	-	258,377	-	-	-	258,377
Operation Strongarden VII	97067	14-SR-48061-01	1,655,782	-	392,248	1,421,223	-	-	1,028,975	-	-	-	-
					-	1,421,223	-	-	1,287,352	-	-	-	258,377
<u>U.S. Department of Justice Law Enforcement Assistance Administration: Passed Through Criminal Justice Division - Office of the Governor</u>													
Victims Assistance Program	16575	16741-12	218,807	54,702	48,157	48,157	-	-	-	-	-	-	-
Domestic Violence Unit	16588	18449-09	148,483	79,953	30,983	30,983	-	-	-	-	-	-	-
Other Victim Assistance Grant OVAG-VCLG	16575	155517-95	42,000	-	4,477	4,477	-	-	-	-	-	-	-
Victims Assistance Program	16575	1674113	242,831	60,708	12,531	174,268	-	59,199	224,264	59,199	-	-	62,527
Victims Assistance Program	16575	1674114	457,807	114,452	-	-	-	-	-	-	-	-	-
Victims Assistance Program	16575	1844911	273,160	147,086	-	-	-	-	15,735	-	-	-	15,735
Domestic Violence Unit	16588	1844910	223,829	120,523	10,139	162,681	-	112,563	198,907	112,563	-	-	46,365
					106,287	420,566	-	171,762	438,906	171,762	-	-	124,627
<u>U.S. Department of Justice Office for Victims of Crime Passed Through Criminal Justice Division - Office of the Governor</u>													
V.A. FOR Families of Sexual Assault	16575	VA-15-V30-19135-09	43,333	10,833	1,400	31,155	-	10,434	41,913	10,434	-	-	12,158
					1,400	31,155	-	10,434	41,913	10,434	-	-	12,158
<u>US Fish and Wildlife Bahica Grande Restoration UTB/TSC Port Isabel Birding Palapa</u>													
	15426	ml1ia400043	484,234	-	-	66,437	-	-	70,136	-	-	-	3,699
	15426	mm11a00167	152,464	-	-	148,180	-	-	148,180	-	-	-	-
					-	214,617	-	-	218,316	-	-	-	3,699

CAMERON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2016

Federal Grantor / Passed Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Program or Award Amount	Grantee Program or Award Amount	Accrued or (Deferred) Revenue 9/30/2015	Federal Receipts/Revenue Realized	Program Revenues	Grantee Contributions	Federal Disbursements/Expenses	Grantee Disbursements/Expenses	Reimburse and/or Due to Other Governments	Increase (Decrease) In Fund Balance	Accrued or (Deferred) Revenue 9/30/2016
<u>U.S. Department of Agriculture:</u>													
<u>Passed Through Texas Department of State Health Services:</u>													
WIC Grant 2015	10.557.001	2015-047326-001	4,298,871	-	758,794	758,794	-	-	-	-	-	-	-
WIC Grant Administration	10.557.002	2016-048769-001	4,097,939	-	-	2,927,160	2,525	-	3,773,842	2,525	-	-	846,682
WIC Lactation Funding	10.557.002	2016-048769	14,000	-	-	3,429	-	-	13,998	-	-	-	10,569
WIC Obesity	10.557.002	2016-048769	13,260	-	-	11,574	-	-	13,256	-	-	-	1,682
WIC Peer Counselor	10.557.002	2016-048769	330,096	-	-	263,635	-	-	323,845	-	-	-	60,210
WIC Register Dietician	10.557.002	2016-048769	55,000	-	-	46,232	-	-	61,065	-	-	-	14,833
					758,794	4,010,823	2,525	-	4,186,006	2,525	-	-	933,977
<u>U.S. Dept. of Health and Human Services:</u>													
<u>Public Health Services / Passed Through Texas Department of State Health Services:</u>													
Hospital Preparedness	93.889	2015-003701-00	514,645	-	115,363	469,238	-	-	353,875	-	-	-	-
Hospital Preparedness	93.889	2015-003701-01	550,033	-	-	13,145	-	-	125,695	-	-	-	112,550
IDCU/SUR		2016-003765-00	73,433	-	-	50,553	-	-	55,694	-	-	-	5,141
IDCU/SUR		2016-003765-01	73,433	-	-	-	-	-	8,214	-	-	-	8,214
IDCU/SUREB		2016-003820-00	128,508	-	-	41,902	-	-	46,125	-	-	-	4,222
UNIQUE		2016-004031-00	51,029	-	-	48,006	-	-	48,006	5,103	-	-	-
CPSHPP EBOLA SUPPL	93.817	2015-003730-00	31,391	-	-	9,725	-	-	27,666	-	-	-	17,941
CPS/EBOLA	93.069	2015-003632-00	347,500	-	2,794	17,520	-	-	18,290	-	-	-	3,564
IMM/Immunization Action Plan 2015	93.268	2015-0000031-00	347,500	-	53,782	53,782	-	-	336,828	74,309	-	-	89,223
IMM/Immunization Action Plan 2016	93.268	2016-0000031-00	347,500	-	-	247,605	74,309	-	22,338	-	-	-	22,338
IMM/Immunization Action Plan 2017	93.268	2016-0000031-06	347,500	-	-	335,124	-	-	335,124	34,689	-	-	-
PPCPS/HAZARDS		2016-001157-001	346,892	-	-	13,340	-	-	63,565	8,672	-	-	50,225
PPCPS/HAZARDS		2016-001157-02	174,904	-	24,094	102,286	-	-	78,192	54,663	-	-	0
TB-PC	93.116	2015-001377	193,938	-	-	937	-	-	131,832	-	-	-	29,789
CHS-TITLE V	93.116	2016-001377	15,000	-	937	4,294	8	-	6,166	8	-	-	1,873
CHS-TITLE V	93.994	2015-046369	8,249	-	-	-	-	-	-	443	-	-	443
CHS-TITLE V		2016-003914-00	8,249	-	-	74,970	1,041	-	74,970	1,041	-	-	(0)
WHPTT	93.217	2015C05112	123,249	-	-	16,000	-	-	80,911	-	-	-	0
WHPTT		2016C07191	144,000	-	-	16,000	-	-	16,000	-	-	-	-
WHPTT-Outreach			16,000	-	53,502	53,502	-	-	-	-	-	-	-
Medicaid Administration	N/A	2010C08292	111,776	-	-	19,979	-	-	82,022	-	-	-	62,043
Medicaid Administration	N/A	529-11-0041-00006		-	250,472	1,754,861	75,358	103,127	1,911,512	178,928	-	-	407,566
<u>U.S. Dept. of Health and Human Services:</u>													
<u>Office of Human Development Services:</u>													
<u>Passed Through Texas Department of Family & Protective Services:</u>													
Child Welfare 2016 Legal Reimbursement	93.658	2338-0881	-	-	-	-	-	98,070	36,851	98,070	-	-	36,851
Child Welfare 2015 Legal Reimbursement	93.658	2338-0881	-	-	18,528	18,528	-	-	36,851	-	-	-	-
					18,528	18,528	-	-	36,851	-	-	-	-
<u>U.S. Department of Justice:</u>													
<u>Passed Through Drug Enforcement Agency:</u>													
CCDA/OCDET	N/A				2,452	-	-	2,818	15,485	-	-	-	12,667
FBI/CCDA FY15	N/A				-	2,452	-	-	-	-	-	-	-
FBI/CCDA FY16	N/A				-	9,661	-	3,247	14,470	-	-	-	1,562
ICE/CCDA FY16	N/A				-	6,648	-	12,394	24,115	474	-	-	5,547
HIDTA Task Force - CC Pet#3	N/A				599	599	-	1,189	5,579	-	-	-	-
HIDTA Task Force - CC Pet#3 FY16	N/A				-	4,390	-	874	145	-	-	-	-
HIDTA Task Force - CC Pet#4	N/A				729	729	-	-	-	-	-	-	-
DEA/CCDA FYE FY15	N/A				3,726	3,726	-	3,125	15,159	-	-	-	2,474
DEA/CCDA FYE FY16	N/A				4,742	9,560	-	-	-	-	-	-	-
DEA/CCDA FYE FY15	N/A				-	4,742	-	2,832	14,904	-	-	-	2,774
DEA/CCDA FYE FY16	N/A				-	9,298	-	6,382	15,953	-	-	-	5,133
CCSO /ICE	N/A				-	4,438	-	32,861	105,810	474	-	-	30,157
					12,248	55,514	-	-	-	-	-	-	-

CAMERON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2016

Federal Grantor / Passed Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Program or Award Amount	Grantee Program or Award Amount	Grantee Program or Award Amount	Grantee Receipts/Revenue Realized	Program Revenues	Grantee Contributions	Federal Disbursements/Expenses	Grantee Disbursements/Expenses	Reimburse and/or Due to Other Governments	Increase (Decrease) In Fund Balance	Accrued or (Deferred) Revenue 9/30/2016
U.S. Department of Justice:													
<u>Passed Through Office of Justice Programs</u>													
2012 Edward Byrne Memorial JAG	16.738	2012-DJ-BX-0299	22,511	-	-	818	-	-	-	-	-	-	-
2013 Edward Byrne Memorial JAG	16.738	2013-DJ-BX-0437	20,000	-	-	-	-	-	-	-	-	-	-
2014 Edward Byrne Memorial JAG	16.738	2014-DJ-BX-0485	12,996	-	-	945	-	-	1,369	-	-	-	424
2015 Edward Byrne Memorial JAG	16.738	2015-DJ-BX-0944	10,642	-	-	3,475	-	-	10,623	-	-	-	7,149
2016 Edward Byrne Memorial JAG	16.738	2016-DJ-BX-0730	12,286	-	-	-	-	-	-	-	-	-	-
						818	-	-	11,992	-	-	-	7,573
Office of National Drug Control Policy:													
<u>Passed Through SVRT HDTA</u>													
Federal - South Texas HDTA	95.001	G15SS0003A	2,703,610	-	-	1,680,761	-	-	1,571,254	-	-	-	99,580
Federal - South Texas HDTA	95.001	G14SS0003A	2,721,533	-	-	805,802	-	93	711,015	-	-	-	150,882
Federal - South Texas HDTA	95.001	G16SS0003A	-	-	-	476,024	-	-	853,001	-	-	-	376,977
Federal - South Texas HDTA	95.001	G13SS0003A	2,456,064	-	-	257,301	-	-	106,077	-	-	-	-
						606,073	-	93	3,241,347	-	-	-	627,439
U.S. Department of Interior:													
<u>U.S. Fish & Wildlife Services</u>													
CIAP-ADMINISTRATION	15.668	F12AF01175	73,663	-	-	6,118	-	-	6,118	-	-	-	-
NATURE PARK	15.668	F12AF01121	628,315	-	-	-	-	-	-	-	-	-	-
OILSPILL PLANNING	15.668	F12AF0399	70,738	-	-	87	-	-	87	-	-	-	-
ISLA DE CARMEN	15.668	F12AF0754	25,000	-	-	8,993	-	-	8,993	-	-	-	-
NATIVE PLANT CENTER	15.668	F12AF01074	160,000	-	-	-	-	-	-	-	-	-	-
BAHIA GRANDE RESTORATION -3	15.668	13-071-000-7081	575,000	-	-	-	-	-	-	-	-	-	-
ADOLPH THOMAE SHORELINE	15.668	F12AF01070	270,000	-	-	92	-	-	14,469	-	-	-	14,377
PUBLIC BEACH ACCESS 4 ENHANCEMENTS	15.668	15-036-000-8380	96,000	-	-	-	-	-	96,000	-	-	-	96,000
ADOLPH THOMAE JR. PARK BOAT RAMP	15.605	F16AF00477	666,405	-	-	15,290	-	-	125,667	-	-	-	110,377
Federal Emergency Management Agency:													
<u>Passed Through TXDPS-Emergency Management</u>													
Hazard Mitigation Grant	97.039	DR-1999-010	61,000	-	-	-	-	-	-	-	-	-	-
						12,065	-	-	-	-	-	-	12,065
						12,065	-	-	-	-	-	-	12,065
Federal Highway Administration:													
<u>Passed Through Texas Department of Transportation</u>													
Cy Transportation Infrastructure Program	20.205	0921-06-241	3,860,106	608,632	-	1,082,838	-	576,518	2,721,302	576,518	-	-	37,901
						1,082,838	-	576,518	2,721,302	576,518	-	-	37,901
U.S. General Services Administration:													
Donation of Federal Surplus Personal Property	39.003	-	-	-	-	20,025	-	-	20,025	-	-	-	-
						-	-	-	-	-	-	-	-
						20,025	-	-	20,025	-	-	-	-
						-	-	-	-	-	-	-	-
						17,087,784	77,883	1,973,406	17,071,784	1,110,912	18,612	4,223	2,781,665
Total Federal Awards			42,513,999										

CAMERON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended September 30, 2016

State Grantor / Passed Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	State Program or Award Amount	Grantee Program or Award Amount	Grantee Program Revenues	Grantee Contributions	State Disbursements/Expenditures	Grantee Disbursements/Expenditures	Reimb and/or Due to Other Governments	Increase (Decrease) In Fund Balance	Accrued or (Deferred) Revenue 9/30/2016
<u>Texas Juvenile Justice Department</u>											
Border Project	N/A		24,954		-	-	1,998	-	-	-	(2,161)
Border Project	N/A		24,954		-	-	24,767	-	187	-	-
Juvenile Probation-State Aid	N/A		2,711,270		-	-	205,246	-	-	-	(246,632)
Juvenile Probation-State Aid	N/A		2,839,396		-	-	2,712,220	-	-	-	-
JJAEP	N/A		676,648		127,176	44,923	-	-	-	-	-
JJAEP	N/A		564,934		36,970	126,878	654,842	21,056	-	-	-
JJAEP	N/A		778,003		-	659	153,066	11,187	-	-	87,376
Regional Division Alternatives Program	N/A		OPEN		-	-	12,119	-	-	-	12,119
Regional Division Alternatives Program	N/A		OPEN		-	-	12,497	-	-	-	-
Special Needs Diversionary Program	N/A		107,163		-	-	8,738	-	-	-	(9,123)
Special Needs Diversionary Program	N/A		107,163		-	-	101,493	-	317	-	-
Prevention & Intervention Demo	N/A		126,924		-	-	10,374	-	-	-	(10,780)
Prevention & Intervention Demo	N/A		265,609		6,535	-	255,090	-	3,984	-	-
Title IV-E Program Reimbursement	N/A		OPEN		-	-	-	-	-	8,495	-
Title IV-E Program Reimbursement	N/A		OPEN		-	-	8,495	-	-	8,599	-
Title IV-E Program Reimbursement	N/A		OPEN		-	-	-	-	-	12,470	-
Title IV-E Program Reimbursement	N/A		OPEN		(4,481)	5,324	-	-	-	-	-
			216,476		4,395,054	177,784	31,584	4,152,450	4,488	29,564	(169,201)
<u>Texas Department of State Health Services</u>											
PRCP/SB TDFP1		2015-047208-001	108,615		92,288	-	-	-	-	-	0
TB/PC		2015-001428-00	296,358		58,078	-	-	-	-	-	-
TB/PC		2016-001428-00	266,746		15,130	25	-	25	242,583	-	36,796
TB/PC		2016-001428-01	37,986		-	-	19,587	-	-	-	19,587
TITLE V PRENATAL		2015-046017-001	24,805		5,018	-	-	-	-	-	(0)
TITLE V PRENATAL		2016-003883	23,069		24,659	-	24,805	-	-	-	146
TITLE V PRENATAL		2016-003883-01	108,003		-	1,099	1,992	1,099	-	-	1,992
SHS/CASE 2015		2015-047073-001	94,985		13,603	-	94,985	-	-	-	20,933
SHS/CASE 2016		2016-003954	108,503		74,052	-	4,828	-	-	-	4,828
SHS/CASE 2017		2016-003954-02	78,428		18,981	-	-	-	-	-	0
RLSSLPHS		2015-000018-00	78,428		3,892	-	72,557	-	-	-	12,262
RLSSLPHS		2015-000018			-	-	5,914	-	-	-	5,914
RLSSLPHS		2015-000018-00			206,990	1,124	-	224,468	242,583	-	102,458
<u>SF-State Criminal Justice Planning (421) Fund</u>											
Border Prosecution Unit		25376-04	115,000		19,605	-	-	-	-	-	-
Cameron County Veterans Court		2867601	187,000		26,162	20,660	23,665	20,660	2,497	-	-
Cameron County Veterans Court		2867602	213,000		-	1,168	249	1,168	-	-	249
Divert Drug Court Program	0.421	SF-15-A-10-20228-05	144,753		28,947	-	-	-	-	-	0
Divert Drug Court Program	0.421	SF-16-ST-0015 202	183,774		7,973	36,329	172,648	36,329	-	-	37,765
Purch Juv Justice Alternatives	0.421	SF-15-J20-14713-16	33,650		3,411	-	-	-	-	-	0
Purch Juv Justice Alternatives	0.421	2016-SF-ST-0015	37,972		23,048	-	30,164	-	-	-	7,116
Destiny Program	0.421	2016-SF-ST-0015	45,088		36,442	-	45,088	-	-	-	8,646
Destiny Program	0.421	2016-JF-FX-0008	61,500		-	-	1,511	-	-	-	1,511
			59,936		280,471	58,157	273,325	58,157	2,497	-	55,287
<u>Homeland Security Grants Division</u>											
Passed Through Office of the Governor	N/A	2999901	65,000		52,166	-	63,675	-	-	-	11,509
Local Border Security Program16	N/A	2537606	249,811		-	-	16,265	-	-	-	16,265
Border Prosecution Unit	N/A	2537605	250,000		5,086	-	167,543	-	-	-	38,809
Border Prosecution Unit					5,086	-	247,485	-	-	-	66,583

CAMERON COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended September 30, 2016

State Grantor / Passed Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	State Program or Award Amount	Grantee Program or Award Amount	Grantee Program Revenues	Grantee Contributions	State Disbursements/Expenditures	Grantee Disbursements/Expenditures	Reimb and/or Due to Other Governments	Increase (Decrease) In Fund Balance	Accrued or (Deferred) Revenue 9/30/2016
<u>Texas Dept. of Motor Vehicles</u>											
<u>Texas Auto & Burglary Theft Prevention Authority</u>											
S. TX Auto Theft Enf Task Force D-A		2015-T01-City of 00021	41,250		11,546	-	-	-	-	-	-
S. TX Auto Theft Enf Task Force TAX		2015-T01-City of 00021	55,918		12,245	-	-	-	-	-	-
S. TX Auto Theft Enf Task Force DA		608-16-0310100	44,000	2,637	31,631	12,306	41,363	12,306	-	-	12,369
S. TX Auto Theft Enf Task Force TAX		608-16-0310100	89,483		2,713	34,260	45,177	34,260	-	-	30,000
S. TX Auto Theft Enf Task Force DA		608-17-0310100	41,250	-	-	-	4,492	-	-	-	4,492
				29,141	73,312	-	91,032	46,566	-	-	46,861
<u>Arizona Attorney General's Office</u>											
Financial Asset Seizure Team	N/A		1,094,114	384,444	394,713	-	218,134	-	-	-	207,865
				384,444	394,713	-	218,134	-	-	-	207,865
<u>Texas Department of Public Safety</u>											
Local Border Security Program 15		LBPS-15-033	75,000	72,514	72,514	-	-	-	-	-	-
				72,514	72,514	-	-	-	-	-	-
<u>Texas Office of the Attorney General</u>											
SANVS-Crime Victim Notification		1659424	23,765	1,980	23,765	-	21,785	-	-	-	-
SANVS-Crime Victim Notification		1770510	23,765	-	-	-	1,980	-	-	-	1,980
				1,980	23,765	-	23,765	-	-	-	1,980
<u>Texas Department of Transportation</u>											
Routine Airport Maintenance Program		M1421PTIS	50,000	-	14,391	-	14,391	-	-	-	-
				-	14,391	-	14,391	-	-	-	-
Total State Awards											
				976,568	6,011,789	237,065	78,150	5,245,048	249,568	29,564	311,834

CAMERON COUNTY, TEXAS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL/STATE AWARDS
For the Year Ended September 30, 2016

Note 1 – Basis of Presentation

The accompanying schedule of expenditures of federal/state awards includes the federal and state grant activity of Cameron County, Texas as the primary government, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). and the *State of Texas Single Audit Circular*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used, in preparation of, the general purpose financial statements.

Sub-recipients

During the year ended September 30, 2016 the Cameron County, Texas had no subrecipients.

Indirect Cost Rate

The Uniform Guidance allows an organization to elect a 10% de minimis indirect cost rate. For the year ended September 30, 2016, the County did not elect to use this rate.

CAMERON COUNTY, TEXAS
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL/STATE AWARDS**
Fiscal Year Ended September 30, 2016

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None Reported
- Noncompliance material to financial statements noted? _____ Yes X No

Federal/State Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None Reported

Type of auditors' report issued on compliance for major programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance with Section 200.516(a) of the Uniform Guidance? _____ Yes X No

Identification of major programs:

CFDA Numbers

Name of Federal/State Program or Cluster

Federal –

95.001	South Texas High Intensity Drug Taskforce Area Program
20.205	Highway planning and Construction
97.067	Operation Stone Garden

CAMERON COUNTY, TEXAS
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL/STATE AWARDS - CONTINUED**
Fiscal Year Ended September 30, 2016

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS – CONTINUED

State –

TJJD-B	Border Project
TJJD-A	Juvenile Probation State Aid
TJJD-P	Juvenile Justice Alternative Ed Program
TJJD-R	Regional Diversion Alternatives
TJJD-M	Special Need/MHMB
TJJD-S	Prevention and Intervention Demo
TJJD-E	Title IV- E Program Reimbursement

Dollar threshold used to distinguish between
type A and type B federal programs

\$750,000

Auditee qualified as low-risk auditee?

 X Yes No

Dollar threshold used to distinguish type A
and type B state programs

\$750,000

CAMERON COUNTY, TEXAS
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL/STATE AWARDS – CONTINUED**
Fiscal Year Ended September 30, 2016

II. FINANCIAL STATEMENT FINDINGS

None noted which were required to be reported.

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL/STATE AWARDS

None noted which were required to be reported.