



EDGIN, PARKMAN, FLEMING & FLEMING, PC

CERTIFIED PUBLIC ACCOUNTANTS

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MICHAEL D. EDGIN, CPA
DAVID L. PARKMAN, CPA
A. PAUL FLEMING, CPA

February 22, 2024

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

We have audited the financial statements of the governmental activities, the major funds, and the aggregate remaining fund information of Montague County, Texas (County) for the year ended September 30, 2023. Professional standards require that we provide you with our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated April 11, 2023. Professional standards also require that we communicate to you the following related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year, except for the implementation of Governmental Accounting Standards Board Statement (GASB) No. 96 – *Subscription-Based Information Technology Arrangements*. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the County's financial statements is management's estimate of useful lives of capital assets for depreciation purposes that is based on known facts and circumstances as well as historical information. We evaluated the key factors and assumptions used to develop this estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

- Note A – Summary of Significant Accounting Policies,
- Note E – Capital Assets, and
- Note G – Long-Term Debt

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached Schedule of Corrected Material Misstatements summarizes the material misstatements detected as a result of audit procedures and corrected by management. The misstatements were material, either individually or in the aggregate, to the financial statements. In addition, management chose to not record certain immaterial misstatements. The attached Schedule of Uncorrected Misstatements summarizes those misstatements.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated February 22, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the modified cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Concluding Comments

This information is intended solely for the use of the County Judge and County Commissioners and other members of management of the County and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Edgin, Parkman, Fleming & Fleming, PC

EDGIN, PARKMAN, FLEMING & FLEMING, PC
Certified Public Accountants

Montague County, Texas
Schedule of Corrected Material Misstatements
September 30, 2023

AJE	Description	Effect of Audit Entries - Increase (Decrease)					
		Assets	Liabilities	Beginning Equity	Revenues	Expenditures	Other
General Fund							
1	To correct prior entries not made	270,826	1,354	271,616	(2,144)	-	-
3	To reverse the prior year FEMA costs recorded in FY22	(270,826)	-	-	-	270,826	-
4	To correct posting error	-	5,000,000	-	(5,000,000)	-	-
		-	5,001,354	271,616	(5,002,144)	270,826	-
Fiscal Recovery Funds							
None		-	-	-	-	-	-
		-	-	-	-	-	-
Other Remaining Funds							
1	To correct prior entries not made	-	250,784	(250,781)	(3)	-	-
3	To reverse the prior year FEMA costs recorded in FY22	-	(270,826)	-	-	(270,826)	-
		-	(20,042)	(250,781)	(3)	(270,826)	-
Government Wide							
		-	4,981,312	20,835	(5,002,147)	-	-

Montague County, Texas
Schedule of Uncorrected Misstatements
September 30, 2023

Description	Effect of Audit Entries - Increase (Decrease)					
	Assets	Liabilities	Beginning Equity	Revenues	Expenditures	Other
General Fund						
None	-	-	-	-	-	-
	-	-	-	-	-	-
Fiscal Recovery Funds						
None	-	-	-	-	-	-
	-	-	-	-	-	-
Aggregate Remaining Funds						
To reverse backdated deposits	(22,010)	-	-	(22,010)	-	-
	(22,010)	-	-	(22,010)	-	-
Government-Wide Only						
To record right-to-use assets and liabilities	14,943	14,943	-	-	-	-
	14,943	14,943	-	-	-	-
Total - Government Wide	(7,067)	14,943	-	(22,010)	-	-

MONTAGUE COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

MONTAGUE COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

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Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance and Schedule of Expenditures of Federal Awards

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

Report on Compliance for Each Major Program

Opinion on Each Major Federal Program

We have audited Montague County, Texas' (County) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2023. The County's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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.

Report on Schedule of Expenditures of Federal Awards

We have audited the modified cash basis financial statements of the governmental activities, the major funds, and the aggregate remaining fund information of the County as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We have issued our report thereon dated February 22, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the modified cash basis financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the modified cash basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the modified cash basis financial statements or to the modified cash basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the modified cash basis financial statements as a whole.

Edgin, Parkman, Fleming & Fleming, PC

EDGIN, PARKMAN, FLEMING & FLEMING, PC

Wichita Falls, Texas
February 22, 2024

MONTAGUE COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED SEPTEMBER 30, 2023

Federal Grantor/Pass-Through Grantor/ Program Title	Contract Number	Assistance Listing Number	Expenditures and Indirect Costs	Amount Relating to Pass-Through Expenditures
FEDERAL AWARDS				
<u>United States Department of the Treasury</u>				
Indirect Program:				
Passed Through the Texas Department of Emergency Management:				
COVID-19 - Coronavirus Relief Fund	2020-CF-21019	21.019	\$ 89,766	\$ -
Direct Program:				
COVID-19 - ARPA Coronavirus State and Local Fiscal Recovery Funds	N/A	21.027	1,369,975	-
COVID-19 - ARPA Local Assistance and Tribal Consistency Fund	N/A	21.032	50,000	-
Total United States Department of the Treasury			1,509,741	-
<u>United States Department of Homeland Security</u>				
Indirect Program:				
Passed Through the Texas Department of Public Safety Disaster Grants Public Assistance	DR 4223	97.036	243,152	-
Total Expenditures of Federal Awards			\$ 1,752,893	\$ -

MONTAGUE COUNTY, TEXAS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED SEPTEMBER 30, 2023

Note 1 - GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards of Montague County, Texas (County). All financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, is included on this schedule.

Note 2 - BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. Most federal grant funds were accounted for in the Special Revenue Funds, a component of the Governmental Fund types. With this measurement focus, only current assets and current liabilities on the modified cash basis of accounting are generally included on the balance sheet. Operating statements of these funds present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The modified cash basis of accounting is used for the Governmental Fund types. This basis of accounting recognizes assets, liabilities, fund equities, revenues and expenditures when they result from cash transactions. This basis is a comprehensive basis of accounting other than generally accepted accounting principles in the United States of America (GAAP).

The Schedule of Expenditures of Federal Awards is presented on the accrual basis of accounting. Federal grant funds are ordinarily considered to be earned to the extent of expenditures made under the provisions of the grant and, accordingly, when such funds are received, they are deferred revenues until earned.

Note 3 - CONTINGENCIES

In connection with the federal programs, the County is required to comply with specific terms and agreements as well as applicable federal laws and regulations. Such compliance is subject to review and audit by the grantors and their representatives.

Since such programs are subject to audit or review, the possibility of disallowed expenditures exists. In the event of any disallowance of claimed expenditures, the County expects the resulting liability to be immaterial.

Note 4 - DE MINIMIS INDIRECT COST RATE

Entities that receive federal awards for which an indirect cost rate has never been negotiated may elect to charge a de minimis indirect cost rate of ten percent of modified total direct costs. The County did not elect to charge the de minimis rate to any of its federal awards during the year ended September 30, 2023.



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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Montague County, Texas (County) as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated February 22, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the modified cash basis 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 modified cash basis 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's modified cash basis 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 preceding paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as Finding 2023-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's modified cash basis financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. 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*.

County's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

Edgin, Parkman, Fleming & Fleming, PC

EDGIN, PARKMAN, FLEMING & FLEMING, PC

Wichita Falls, Texas
February 22, 2024

MONTAGUE COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED SEPTEMBER 30, 2023

A. Summary of Auditor's Results

An unmodified opinion was issued on the modified cash basis financial statements.

The audit disclosed a material weakness relating to the audit of the modified cash basis financial statements in the 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 audit disclosed no instances of noncompliance that are material to the financial statements.

The audit disclosed no material weaknesses or significant deficiencies relating to the audit of the major federal award program in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with the Uniform Guidance.

An unmodified opinion was issued on compliance for the major program.

The audit disclosed no noncompliance findings that are required to be reported in this schedule under the Uniform Guidance.

Major program is as follows:

Federal:

21.027 – Coronavirus State and Local Fiscal Recovery Funds

The threshold used to distinguish between Type A and Type B federal programs was \$750,000.

The County was not classified as a low-risk auditee in the context of the Uniform Guidance.

B. Findings Relating to the Financial Statements which are Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

Finding 2023-001 – Material Weakness in Internal Control over Financial Reporting

Criteria or Specified Requirement

The County should maintain adequate internal control over financial reporting to ensure accurate reporting in the County's financial statements.

Condition Found

During the audit, misstatements in the County's accounting records were material to the County's financial statements. The misstatements were not identified prior to the audit by the County's internal control processes.

MONTAGUE COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D) FOR THE YEAR ENDED SEPTEMBER 30, 2023

Cause

The County did not record all of the necessary entries to properly record all financial transactions in accordance with the modified cash basis of accounting.

Effect

Material misstatements were noted during the audit of the County's modified cash basis financial statements and were required to be corrected. Therefore, internally prepared modified cash basis financial statements are materially in error and do not follow the County's modified cash basis of accounting.

Recommendation

We recommend that the County closely review and adjust all accounts as necessary prior to closing the County's accounting records prior to the start of the audit.

Views of Responsible Officials and Planned Corrective Action

Please refer to the Corrective Action Plan prepared by the County's management.

C. Findings and Questioned Costs for Federal Awards

There were no findings in the current year.



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**CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Finding 2023-001

The County has reviewed the finding noted in the audit and agrees with it. The County will also make the necessary adjustments in future years.

The Contact person for this corrective action plan is Kevin Benton, County Judge.

MONTAGUE COUNTY, TEXAS

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS FOR THE YEAR ENDED SEPTEMBER 30, 2023

Finding 2022-001 – Material Weakness in Internal Control over Financial Reporting

Current Status: In the prior year audit, material misstatements were identified requiring material audit adjustments to the County's financial statements. During the current year audit, similar material audit adjustments were made. See Finding 2023-001.

MONTAGUE COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2023

MONTAGUE COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2023

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FINANCIAL SECTION



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Independent Auditor's Report

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

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Montague County, Texas, as of and for the year ended September 30, 2023 and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Montague County, Texas as of September 30, 2023, and the respective changes in modified cash basis financial position, thereof for the year then ended in accordance with the modified cash basis of accounting described in Note A.

Basis for Opinions

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matters

Other information

Management is responsible for the other information included in the annual report. The other information comprises the management's discussion and analysis, budgetary comparison information, Texas County and District Retirement System schedules, and the combining statements and budget comparisons on pages 4-13, 39, 40-42, and 43-73 respectively, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued under separate cover our report dated February 22, 2024, 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, 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.

Edgin, Parkman, Fleming & Fleming, PC

EDGIN, PARKMAN, FLEMING & FLEMING, PC

Wichita Falls, Texas
February 22, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Montague County, Texas, we offer readers of the County's Annual Financial Report this narrative overview and analysis of the County's financial performance during the fiscal year ended September 30, 2023. Please read it in conjunction with the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities at September 30, 2023 by \$35,579,889 (net position). Of this amount, \$16,161,952 (unrestricted net position) may be used to meet the County's obligations.
- During the year, the County's total net position increased by \$2,473,813. The County's expenses, which totaled \$16,371,428, were less than the County's program revenues of \$5,956,004 and general revenues of \$12,889,237.
- The total cost of the County's programs decreased \$421,559 or 3% from the prior year.
- The governmental funds reported a fund balance at September 30, 2023 of \$20,910,090, which is an increase of \$983,833 in comparison with the prior year amount.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$9,902,907, or 75% of the total General Fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

All of the County's services are reported in the government-wide financial statements, including administration, judicial, public transportation, and public safety. Property taxes, highway taxes, fees and commissions and intergovernmental grants finance most of the activities. Additionally, all capital and debt financing activities are reported here.

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

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

The *statement of activities* details how the County's net position changed during the most recent fiscal year. On the modified cash basis, all changes in net position are reported on the cash basis except for capital assets and long-term liabilities.

Fund Financial Statements

The County uses fund accounting to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the County's most significant *funds* – not the County as a whole. Some funds are required by State law and or bond covenants. Other funds may be established by the County to control and manage money for particular purposes or to evidence appropriate use of certain taxes, grants, and other special revenues.

All of the funds of the County can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on short-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 short-term financing requirements.

Because the focus on *governmental funds* is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's short-term financing decisions. Reconciliations are provided for both the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances. These reconciliations facilitate the comparison between *governmental funds* and *governmental activities*.

The County maintained multiple governmental funds during the year. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balance for the General Fund and the Fiscal Recovery Funds, which are considered to be the County's major funds. Financial data for the other governmental funds are combined into a single, aggregated presentation.

Fiduciary funds are used to account for resources held for the benefit of parties outside of the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's programs. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All the County's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to obtain 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 *other supplementary information* that further explains and supports the information in the financial statements.

Basis of Accounting

The County has elected to present its financial statements on the modified cash basis of accounting. This modified cash basis of accounting is a basis of accounting other than GAAP. The basis of accounting is a reference to *when* financial events are recorded, such as the timing for recognizing revenues, expenses, and their related assets and liabilities. Under the County's modified cash basis of accounting, revenues and expenses and related assets and liabilities are recorded when they result from cash transactions, except for the recording of depreciation expense on the capital assets in the government-wide financial statements for all activities and recording non-cash capital assets and debt issuances.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenues for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements. Therefore, when reviewing the financial information and discussion within this annual report, the reader should keep in mind the limitations resulting from the use of the modified cash basis of accounting.

Government-wide Financial Analysis

As noted previously, net position may serve over time as a useful indicator of a government's financial position. Exhibited below in Table 1 are the County's net position summarized for the *governmental activities*.

Table 1 - County's Net Position

	Governmental Activities			
	2023	2022	\$ Change	% Change
Current and other assets	\$ 20,910,090	\$ 19,926,257	\$ 983,833	5%
Capital assets, net	15,543,754	14,634,720	909,034	6%
Total Assets	36,453,844	34,560,977	1,892,867	5%
Current liabilities	-	-	-	N/A
Noncurrent liabilities	873,955	1,454,901	(580,946)	-40%
Total Liabilities	873,955	1,454,901	(580,946)	-40%
Net position:				
Net investment in capital assets	14,669,799	13,179,819	1,489,980	11%
Restricted	4,748,138	6,318,277	(1,570,139)	-25%
Unrestricted	16,161,952	13,607,980	2,553,972	19%
Total Net Position	\$ 35,579,889	\$ 33,106,076	\$ 2,473,813	7%

Net investment in capital assets (e.g. land, buildings, furniture, and equipment less any related debt used to acquire those assets that is still outstanding) is \$14,669,799. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

A portion of the County's net position, \$4,748,138, represents resources that are subject to external restrictions on how they may be used. The remaining balance of net position of \$16,161,952 may be used to meet the County's ongoing obligations.

Changes in Net Position

The County's total revenues, both program and general, were \$18,845,241. A significant portion, 64%, of the County's revenue comes from property taxes. Charges for services accounted for 16% of the County's revenue while operating grants and contributions represented 8%. Exhibited below in Table 2 are the County's revenues for the years ended September 30, 2023 and 2022 for the County's *governmental activities*.

Table 2 - County's Revenues

	Governmental Activities			
	2023	Percent	2022	Percent
Charges for services	\$ 3,088,792	16%	\$ 2,619,458	14%
Operating grants and contributions	1,492,327	8%	4,400,667	23%
Capital grants and contributions	1,374,885	7%	-	0%
Property taxes	12,005,642	64%	11,155,819	60%
License and permits	16,425	0%	15,042	0%
Investment earnings	553,429	3%	79,783	0%
Miscellaneous	313,741	2%	468,688	3%
Total Revenues	\$ 18,845,241	100%	\$ 18,739,457	100%

Exhibited below in Table 3 are the County's expenses for the years ended September 30, 2023 and 2022 for the County's *governmental activities*. The total cost of all programs and services was \$16,371,428.

Table 3 - County's Expenses

	Governmental Activities			
	2023	Percent	2022	Percent
General government	\$ 3,638,093	22%	\$ 3,666,801	22%
Justice system	2,376,910	15%	2,470,944	15%
Public safety	1,539,546	9%	1,609,599	10%
Corrections and rehabilitation	2,809,087	17%	2,824,824	17%
Health and human services	420,753	3%	433,925	3%
Community and economic development	4,072	0%	72	0%
Infrastructure and environmental services	4,838,535	29%	5,396,488	31%
Fiscal recovery	740,818	5%	379,500	2%
Interest on bonded debt	3,614	0%	10,834	0%
Total Expenses	\$ 16,371,428	100%	\$ 16,792,987	100%

Governmental Activities

Table 4 presents the various revenue categories and gross costs of each of the County's functional areas for both the current and prior year. Following the table, we provide explanations for the significant or unusual fluctuations between the two years.

Table 4 - Changes in Net Position

	Governmental Activities			
	2023	2022	\$ Change	% Change
Revenues:				
Program revenues:				
Charges for services	\$ 3,088,792	\$ 2,619,458	\$ 469,334	18%
Operating grants and contributions	1,492,327	4,400,667	(2,908,340)	-66%
Capital grants and contributions	1,374,885	-	1,374,885	N/A
General revenues:				
Property taxes	12,005,642	11,155,819	849,823	8%
Licenses and permits	16,425	15,042	1,383	9%
Investment earnings	553,429	79,783	473,646	594%
Miscellaneous	313,741	468,688	(154,947)	-33%
Total revenues	18,845,241	18,739,457	105,784	1%
Expenses				
General government	3,638,093	3,666,801	(28,708)	-1%
Justice system	2,376,910	2,470,944	(94,034)	-4%
Public safety	1,539,546	1,609,599	(70,053)	-4%
Corrections and rehabilitation	2,809,087	2,824,824	(15,737)	-1%
Health and human services	420,753	433,925	(13,172)	-3%
Community and economic development	4,072	72	4,000	5556%
Infrastructure and environmental services	4,838,535	5,396,488	(557,953)	-10%
Fiscal recovery	740,818	379,500	361,318	95%
Interest on bonded debt	3,614	10,834	(7,220)	-67%
Total expenses	16,371,428	16,792,987	(421,559)	-3%
Change in net position	\$ 2,473,813	\$ 1,946,470	\$ 527,343	27%

Significant fluctuations between years were as follows:

- Charges for services increased \$469,334 or 18%, mostly due to additional revenue from prisoner housing in the current year.
- Operating grants and contributions decreased \$2,908,340 or 66%, due to final ARPA payment received and the completion of FEMA projects in the prior year.
- Capital grants and contributions increased \$1,374,885 or 100%, due to Texas Department of Transportation infrastructure projects in the current year and none in the prior year.
- Investment earnings increased \$473,646 or 594%, due to rising interest rates in the current year.
- Infrastructure and environmental services expenses decreased \$557,953 or 10%, mostly due to a decline in FEMA federal and CTIF state funding of road and bridge projects in the current year.
- Fiscal recovery expenses increased \$361,318 or 95%, due to additional ARPA grant funds spent in the current year.

Table 5 presents the net cost of the County's governmental functions (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by local tax dollars and other miscellaneous general revenues.

Table 5 - Net Cost of County Functions

	Governmental Activities			
	2023	Percent	2022	Percent
General government	\$ 1,688,474	16%	\$ 4,193	0%
Justice system	1,924,762	18%	1,891,106	19%
Public safety	1,463,719	14%	1,561,033	16%
Corrections and rehabilitation	1,376,454	13%	1,839,009	19%
Infrastructure and environmental services	2,792,758	27%	3,653,190	37%
Other	1,169,257	11%	824,331	8%
Total Net Costs	\$ 10,415,424	100%	\$ 9,772,862	100%

Financial Analysis of the County's Funds

As previously stated, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and segregation for particular purposes.

Governmental Funds

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

As of September 30, 2023, the County's governmental funds reported a combined ending fund balance of \$20,910,090, an increase of \$983,833 from the previous year. Table 6 illustrates the fund balances of the governmental funds.

**Table 6 - Governmental Funds - Fund Balances
September 30, 2023**

	General Fund	Fiscal Recovery Funds	Other Funds	Totals
Restricted for:				
Records management/preservation	\$ -	\$ -	\$ 1,217,958	\$ 1,217,958
Public safety	-	-	151,823	151,823
Justice system	-	-	661,686	661,686
Corrections and rehabilitation	-	-	457,152	457,152
Fiscal recovery	-	2,101,901	-	2,101,901
Debt service	-	-	36,237	36,237
Other	-	-	121,381	121,381
Committed for:				
Indigent health care	2,132,903	-	-	2,132,903
Infrastructure and environmental services	3,274,084	-	-	3,274,084
Assigned for deficit budget for 2023-24	852,058	-	-	852,058
Unassigned	9,902,907	-	-	9,902,907
Total Fund Balances	<u>\$ 16,161,952</u>	<u>\$ 2,101,901</u>	<u>\$ 2,646,237</u>	<u>\$ 20,910,090</u>

General Fund

At the end of the current fiscal year, the ending fund balance for the General Fund was \$16,161,952, of which \$5,406,987 was committed, \$852,058 was assigned and \$9,902,907 was unassigned. The total unassigned fund balance represents 75% of the total General Fund expenditures for the year ended September 30, 2023. The fund balance increased \$2,283,146 in the current fiscal year.

General Fund revenues totaled \$15,628,118, an increase of \$2,148,195, or 16%, over the preceding year. The only revenue categories with significant changes between years were property taxes which increased \$1,134,030, intergovernmental which increased \$771,740, and interest income which increased \$428,755. The increase to property taxes was due to increased taxable values offset by a reduced tax rate. The increase of intergovernmental revenues was due to increases in District Attorney funding from Archer and Clay counties, prisoner housing, and grant revenues. Interest income increased due to rising interest rates between years.

General Fund expenditures totaled \$13,257,350, a decrease of \$95,942, or 1%, over the preceding year. The most significant changes between years were in the following functional areas:

- Justice system expenditures increased \$247,625 or 11%, mostly due to the District Court software conversion process in the current year.
- Infrastructure and environmental services expenditures decreased \$262,805 or 7%, mostly due to fewer road projects in the current year.

General Fund other sources and uses netted to other uses of \$87,622 in the current year compared to other sources of \$7,570 in the preceding year mostly due to \$80,000 of debt issued in the prior year.

Fiscal Recovery Funds

The County was awarded American Rescue Plan fiscal recovery funds from the federal COVID-19 economic relief grants in fiscal years 2021 and 2022. The County expended \$1,368,013 on various improvements and equipment leaving a fund balance of \$2,101,901 at September 30, 2023.

Other Governmental Funds

Other governmental funds consist of the various non-major special revenue and debt service funds. The total ending fund balance for the non-major special revenue and debt service funds combined was \$2,646,237, an increase of \$68,746 from the previous year. All of the fund balance at September 30, 2023 is restricted as shown in Table 6.

Other Governmental Funds' revenues totaled \$1,834,344, a decrease of \$1,500,483, or 45%, over the preceding year. The individual revenues with significant changes were property taxes which decreased \$284,207, and intergovernmental revenues which decreased \$1,247,399. The decrease in property taxes was due to the I&S tax rate decreasing 89% between years from \$0.0166 to \$0.0018. The decrease in intergovernmental revenue was mostly due to the FEMA grant projects wrapping up in the prior year.

Other Government Funds' expenditures totaled \$1,861,260, a decrease of \$1,777,953, or 49%, over the preceding year. The most significant changes between years were in the following functional areas:

- Public safety expenditures decreased \$127,148 or 96%, due to spending coronavirus relief funds for public safety expenditures in the prior year.
- Corrections and rehabilitations expenditures decreased \$164,590 or 13%, mostly due to spending coronavirus relief funds for improvements at the County jail in the prior year.
- Infrastructure and environmental services expenditures decreased \$1,422,830 or 99%, due to FEMA grant road projects wrapping up in the prior year.

General Fund Budgetary Highlights

Over the course of the year, the County revised its budget several times. With these adjustments, revenues were \$1,271,891 above the final budgeted amount. Most revenues fell within normal variance above and below budgeted levels except for intergovernmental revenues. Intergovernmental revenues were above the budgeted amount by \$835,219 mostly due to the County not amending the budget for additional inmate housing revenue during the year.

Relative to actual expenditures, they were \$2,452,269 below final budget amounts. All functional areas were well below their budget due to conservative budgeting.

As noted above, the original budget was amended throughout the year. However, the budget line items in the original budget were not materially different than in the final adopted budget except for other revenues and infrastructure and environmental services expenditures. Other revenue increased \$295,907 to allow for additional income from grants which should have been allocated to intergovernmental revenues. Infrastructure and environmental services increased \$294,850 for potential year-end costs that never occurred.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2023, the County had invested in a broad range of capital assets totaling \$15,543,754, net of accumulated depreciation, including land, buildings, equipment, infrastructure, and construction in progress. See Table 7.

Table 7 - Capital Assets, Net

	2023	2022	\$ Change	% Change
Land	\$ 420,047	\$ 420,047	\$ -	0%
Buildings and improvements	3,065,028	3,242,336	(177,308)	-5%
Machinery and equipment	4,871,256	5,072,603	(201,347)	-4%
Infrastructure	6,753,443	5,899,734	853,709	14%
Construction in progress	433,980	-	433,980	N/A
Totals	\$15,543,754	\$14,634,720	\$ 909,034	6%

Capital assets, net of accumulated depreciation, increased \$909,034 from the previous year. The increase relates to the current year depreciation expense of \$1,615,276 and current year additions of \$2,524,410. Additional information about the County's capital assets is presented in the notes to the financial statements.

Long-term Obligations

At September 30, 2023, the County had \$873,955 in long-term obligations outstanding as shown in Table 8.

Table 8 - Long-term Debt

	2023	2022	\$ Change	% Change
General Obligation Bonds	\$ -	\$ 295,000	\$ (295,000)	-100%
Notes Payable	843,162	1,159,901	(316,739)	-27%
SBITA Payable	30,793	-	30,793	N/A
Totals	\$ 873,955	\$ 1,454,901	\$ (580,946)	-40%

During the year, the County issued \$30,793 in additional debt, but repaid \$611,739 in existing debt. Additional information about the County's long-term debt is presented in the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The appraised value used for the 2023-24 budget preparation was \$2,637,185,756, an increase of \$177,428,107, or 7%, from the prior year actual appraised value. Additionally, the M&O tax rate for 2023-24 is \$.5017 per \$100 valuation which is a less than 1% decrease from \$.5018 per \$100 used in 2022-23.

Revenues budgeted in the General Fund's budget for 2023-24 are \$15,011,942, a decrease of \$616,176 or a decrease of only 4% from the final 2022-23 revenues of \$15,628,118.

Expenditures budgeted in the General Funds' budget for 2023-24 are \$116,571,615, an increase of \$3,314,265 or 25% from the 2022-23 expenditures of \$13,257,350. The increase is due to budgeting for increases in most categories including payroll and benefits and most vendors as well as a large capital outlays and contingency for unknowns.

If these estimates are realized, the County's General Fund's fund balance is expected to decrease by \$1,559,673 by September 30, 2024. However, only \$852,058 was set aside as assigned fund balance at September 30, 2023 since restricted fund balance amounts will be used for the other \$707,615 deficit.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor's Office.

BASIC FINANCIAL STATEMENTS

MONTAGUE COUNTY, TEXAS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
SEPTEMBER 30, 2023

	Governmental Activities
ASSETS	
Cash on hand and in bank	\$ 20,910,090
Capital assets not being depreciated	854,027
Capital assets being depreciated, net	14,689,727
Total assets	<u>36,453,844</u>
LIABILITIES	
Noncurrent liabilities:	
Due within one year	423,964
Due in more than one year	449,991
Total liabilities	<u>873,955</u>
NET POSITION	
Net investment in capital assets	14,669,799
Restricted for:	
Records management/preservation	1,217,958
Public safety	151,823
Justice system	661,686
Corrections and rehabilitation	457,152
Fiscal recovery	2,101,901
Debt service	36,237
Other	121,381
Unrestricted	16,161,952
Total net position	<u><u>\$ 35,579,889</u></u>

The accompanying notes are an integral part of this statement.

MONTAGUE COUNTY, TEXAS
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government:					
General government	\$ 3,638,093	\$ 1,778,773	\$ 170,846	\$ -	\$ (1,688,474)
Justice system	2,376,910	372,540	79,608	-	(1,924,762)
Public safety	1,539,546	72,218	3,609	-	(1,463,719)
Corrections and rehabilitation	2,809,087	865,111	567,522	-	(1,376,454)
Health and human services	420,753	-	-	-	(420,753)
Community and economic development	4,072	-	-	-	(4,072)
Infrastructure and environmental services	4,838,535	150	670,742	1,374,885	(2,792,758)
Fiscal recovery	740,818	-	-	-	(740,818)
Interest on bonded debt	3,614	-	-	-	(3,614)
Total governmental activities	<u>\$ 16,371,428</u>	<u>\$ 3,088,792</u>	<u>\$ 1,492,327</u>	<u>\$ 1,374,885</u>	<u>(10,415,424)</u>
General revenues:					
Property taxes, levied for general purposes					11,961,516
Property taxes, levied for debt service					44,126
License and permits					16,425
Investment earnings					553,429
Other					313,741
Total general revenues					<u>12,889,237</u>
Change in net position					2,473,813
Net position - beginning					<u>33,106,076</u>
Net position - ending					<u>\$ 35,579,889</u>

The accompanying notes are an integral part of this statement.

MONTAGUE COUNTY, TEXAS
BALANCE SHEET - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

EXHIBIT A-3

	General Fund	Fiscal Recovery Funds	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash on hand and in bank	\$ 16,161,952	\$ 2,101,901	\$ 2,646,237	\$ 20,910,090
Total assets	<u>\$ 16,161,952</u>	<u>\$ 2,101,901</u>	<u>\$ 2,646,237</u>	<u>\$ 20,910,090</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
None	\$ -	\$ -	\$ -	\$ -
Fund balances:				
Restricted for:				
Records management/preservation	-	-	1,217,958	1,217,958
Public safety	-	-	151,823	151,823
Justice system	-	-	661,686	661,686
Corrections and rehabilitation	-	-	457,152	457,152
Fiscal recovery	-	2,101,901	-	2,101,901
Debt service	-	-	36,237	36,237
Other	-	-	121,381	121,381
Committed for:				
Indigent health care	2,132,903	-	-	2,132,903
Infrastructure and environmental services	3,274,084	-	-	3,274,084
Assigned for:				
Deficit budget for 2023-24	852,058	-	-	852,058
Unassigned	9,902,907	-	-	9,902,907
Total fund balances	<u>16,161,952</u>	<u>2,101,901</u>	<u>2,646,237</u>	<u>20,910,090</u>
Total liabilities and fund balances	<u>\$ 16,161,952</u>	<u>\$ 2,101,901</u>	<u>\$ 2,646,237</u>	<u>\$ 20,910,090</u>

MONTAGUE COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET - MODIFIED CASH BASIS TO THE
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
SEPTEMBER 30, 2023

Total fund balances - governmental funds (Exhibit A-3)	\$ 20,910,090
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Amounts reported for *governmental activities* in the Statement of Net Position (Exhibit A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore not reported in the funds. Capital assets at year-end consist of:

Gross capital assets	\$ 33,898,238	
Related accumulated depreciation	<u>18,354,484</u>	15,543,754

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Notes payable	843,162	
SBITA payable	<u>30,793</u>	<u>(873,955)</u>

Total net position - governmental activities (Exhibit A-1)	<u>\$ 35,579,889</u>
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The accompanying notes are an integral part of this statement.

MONTAGUE COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

EXHIBIT A-5

	General Fund	Fiscal Recovery Funds	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	\$ 11,961,516	\$ -	\$ 44,126	\$ 12,005,642
Registrations, fines and fees	1,384,668	-	599,560	1,984,228
Public service fees	185,005	-	-	185,005
Intergovernmental	1,368,539	-	982,911	2,351,450
Interest income	498,813	(46)	54,662	553,429
Other	229,577	-	153,085	382,662
Total revenues	<u>15,628,118</u>	<u>(46)</u>	<u>1,834,344</u>	<u>17,462,416</u>
EXPENDITURES				
Current:				
General government	3,250,783	-	299,800	3,550,583
Justice system	2,524,846	-	137,664	2,662,510
Public safety	1,713,828	-	4,995	1,718,823
Corrections and rehabilitation	1,610,894	-	1,099,811	2,710,705
Health and human services	419,253	-	1,500	420,753
Community and economic development	-	-	4,000	4,000
Infrastructure and environmental services	3,737,746	-	14,876	3,752,622
Fiscal recovery expenditures	-	1,368,013	-	1,368,013
Debt service - bonded debt:				
Principal	-	-	295,000	295,000
Interest and fiscal charges	-	-	3,614	3,614
Total expenditures	<u>13,257,350</u>	<u>1,368,013</u>	<u>1,861,260</u>	<u>16,486,623</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,370,768</u>	<u>(1,368,059)</u>	<u>(26,916)</u>	<u>975,793</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from the sale of capital assets	8,040	-	-	8,040
Transfers in	78,201	-	320,830	399,031
Transfers out	(173,863)	-	(225,168)	(399,031)
Total other financing sources (uses)	<u>(87,622)</u>	<u>-</u>	<u>95,662</u>	<u>8,040</u>
NET CHANGE IN FUND BALANCE	<u>2,283,146</u>	<u>(1,368,059)</u>	<u>68,746</u>	<u>983,833</u>
Fund balances - beginning of year	<u>13,878,806</u>	<u>3,469,960</u>	<u>2,577,491</u>	<u>19,926,257</u>
Fund balances - end of year	<u>\$ 16,161,952</u>	<u>\$ 2,101,901</u>	<u>\$ 2,646,237</u>	<u>\$ 20,910,090</u>

MONTAGUE COUNTY, TEXAS

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS -
MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES -
MODIFIED CASH BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Net change in fund balances - total governmental funds (Exhibit A-5) \$ 983,833

Amounts reported for *governmental activities* in the Statement of Activities (Exhibit A-2)
are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. The net difference between the two is as follows:

Capital outlay during the year	\$ 2,524,410	
Depreciation expense for the year	<u>1,615,276</u>	909,134

Proceeds from the sale of capital assets are recorded as revenues when received in the governmental funds. In the Statement of Activities, the difference between the proceeds and the book value of the capital asset is reported as a gain (loss) from sale.

The net book value of the capital assets disposed was: (100)

Proceeds from the issuance of debt is recorded as other sources when received in the governmental funds. However, the debt issued is reported as a liability in the Statement of Net Position. The amount of SBITA liabilities issued in the current year was:

(30,793)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. The long-term debt principal paid during the year was as follows:

General obligation bonds payable	295,000	
Notes payable	<u>316,739</u>	<u>611,739</u>

Change in net position of governmental activities (Exhibit A-2) \$ 2,473,813

The accompanying notes are an integral part of this statement.

MONTAGUE COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION -
MODIFIED CASH BASIS - CUSTODIAL FUNDS
SEPTEMBER 30, 2023

	Custodial Funds
ASSETS	
Cash	\$ 1,444,560
Total assets	<u>1,444,560</u>
LIABILITIES	
Accounts payable	-
Total liabilities	<u>-</u>
NET POSITION	
Restricted for other purposes	1,444,560
Total net position	<u><u>\$ 1,444,560</u></u>

The accompanying notes are an integral part of this statement.

MONTAGUE COUNTY, TEXAS**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -****MODIFIED CASH BASIS - CUSTODIAL FUNDS****SEPTEMBER 30, 2023**

	Custodial Funds
ADDITIONS	
Sheriff Department	\$ 148,217
Coke Fund	1,172
County Tax A/C	17,412,367
County Clerk	161,223
District Clerk	450,799
County Attorney	3,404
Probation Departments	223,638
JP #1	20,763
JP #2	33,262
Pending Forfeitures	182,512
State Fees	124,799
TOTAL ADDITIONS	<u>18,762,156</u>
DEDUCTIONS	
Sheriff Department	156,079
Coke Fund	1,115
County Tax A/C	17,363,181
County Clerk	311,731
District Clerk	259,994
County Attorney	3,404
Probation Departments	241,501
JP #1	22,543
JP #2	39,303
Pending Forfeitures	196,318
State Fees	134,506
TOTAL DEDUCTIONS	<u>18,729,675</u>
CHANGE IN NET POSITION	32,481
NET POSITION - BEGINNING	1,412,079
NET POSITION - ENDING	<u><u>\$ 1,444,560</u></u>

The accompanying notes are an integral part of this statement.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting Entity

Montague County, Texas (County), a political subdivision of the State of Texas is governed by an elected judge and four county commissioners which comprise the Commissions' Court. The County's operational activities include general administrative services, judicial, public safety, the construction and maintenance of roads, health and welfare assistance, permanent records preservation, and conservation.

The accounting policies of the County conform to the modified cash basis of accounting. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP), which include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The notes to the financial statements are an integral part of the County's basic financial statements.

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," as amended by GASB Statement Nos. 39 and 61, in that the financial statements include all organizations, activities, functions and component units for which the County (the "primary government") is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the County's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the County.

There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements. Accordingly, the basic financial statements present the County only.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the County. For the most part, the effects of interfund activity have been removed from these statements. *Governmental activities* are normally supported by taxes and intergovernmental revenues.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

3. Financial Statement Presentation, Measurement Focus, and Modified Cash Basis of Accounting

a. Financial Statement Presentation

Government-wide Financial Statements – The Statement of Net Position and Statement of Activities display information about reporting the government as a whole. They report all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or part by fees charged to external parties for goods or services. The County does not have any business-type activities.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

Fund Financial Statements – The fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

Total assets, liabilities, revenues or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category, and

Total assets, liabilities, revenues or expenditures of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Fiscal Recovery Funds* are special revenue funds that account for proceeds from the federal American Rescue Plan grant that are restricted for fiscal recovery costs related to effects of the COVID-19 pandemic.

The County reports the following nonmajor governmental funds reported as 'Other Governmental Funds':

The *Special Revenue Funds* account for proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The *Debt Service Funds* are used to account for the accumulation of funds for the periodic payment of principal and interest on long-term debt.

Additionally, the County reports the following fiduciary fund types:

Custodial Funds are used to account for assets held by the government as a custodian for individuals, private organizations, and/or other custodial funds.

b. Measurement Focus

The government-wide financial statements are presented using economic resources measurement focus, within the limitations of the modified cash basis of accounting. The accounting objectives of this measurement focus are the determination of operating income, changes in net position and financial position. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) associated with their activities are reported.

In the fund financial statements, the "current financial resources" measurement focus is utilized. Only current financial assets and liabilities on the modified cash basis of accounting are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

c. Basis of Accounting

The County's fund financial statements are presented using the modified cash basis of accounting. This basis recognizes assets, liabilities, fund balances, revenues, and expenditures when they result from cash transactions. The government-wide financial statements are also reported on the modified cash basis of accounting with the inclusion of the capital assets and long-term debt along with a provision for depreciation. The basis is a comprehensive basis of accounting other than GAAP.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenditures/expenses (such as accounts payable and expenditures/expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements would use the modified accrual basis of accounting, while the fiduciary funds would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

d. Other Guidance

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as 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, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes, miscellaneous revenue, and interest income.

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

4. Assets, Liabilities, and Net Position or Equity

a. Deposits and Investments

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

State statutes authorize the County to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor, or secured by obligations that are described above; or (6) fully collateralized direct repurchase agreements having a defined termination date, secured by obligations described by (1), pledged with third party selected or approved by the County, and placed through a primary government securities dealer.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

Investments maturing within one year of date of purchase are stated at cost or amortized cost, all other investments are stated at fair value which is based on quoted market prices.

b. Activity Between Funds

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

c. Property Taxes

Property taxes are levied on October 1 by the County based on the January 1 property values as appraised by the Montague County Appraisal District. Taxes are due without penalty until January 31 of the next calendar year. After January 31 the County has an enforceable lien with respect to both real and personal property. Under state law, property taxes levied on real property constitute a perpetual lien on the real property which cannot be forgiven without specific approval of the State Legislature. Taxes applicable to personal property can be deemed uncollectible by the County.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the governmental activities column in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years, except for technology related items that are expended when purchased regardless of the unit cost. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the time received.

The most significant infrastructure assets capitalized includes paved roads and bridges. The County has elected to capitalize infrastructure occurring subsequent to January 1, 2002 as recommended by GASB 34.

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 of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Buildings and Improvements	5 - 40 years
Machinery and Equipment	3 - 35 years
Infrastructure	20 years

6. Subscription-Based Information Technology Agreements (SBITAs)

The District has a noncancellable contract with a SBITA vendor for the right to use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The District recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The District recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

At the commencement of a SBITA, the District initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial implementation costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying IT assets.

Key estimates and judgments related to SBITAs include how the District determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

The District uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.

The subscription term includes the noncancellable period of the SBITA.

Subscription payments included in the measurement of the subscription liability is composed of fixed payments and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The District monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

7. Compensated Absences

Employees accumulate earned but unused vacation and compensatory time. No liability is reported for these amounts in the governmental funds or government-wide statements since they are reported on the modified cash basis of accounting.

8. Long-Term Debt

In the government-wide financial statements, long-term debt is reported as liabilities in the applicable governmental activities statement of net position. Bonds payable are reported net of the applicable bond premium or discount.

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.

9. Fund Balances – Governmental Funds

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance – represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance – represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

Committed Fund Balance – represents amounts that can only be used for a specific purpose because of a formal action by the County's Commissioners' Court. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the governing board. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance – represents amounts which the County intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the governing board or by an official or body to which the governing board delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the General Fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the County itself.

Unassigned Fund Balance – represents amounts which are unconstrained in that they may be spent for any purpose. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

10. New Accounting Standard Adopted

For fiscal year 2023, the County implemented GASB Statement No. 96, "Subscription-Based Information Technology Arrangements". GASB Statement No. 96 requires recognition of certain subscription assets and liabilities that were previously recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.

B. COMPLIANCE AND ACCOUNTABILITY

1. Finance-Related Legal and Contractual Provisions

The County had no violations of finance-related legal and contractual provisions for the year ended September 30, 2023.

2. Deficit Fund Balance of Individual Funds

As of September 30, 2023, the County had no funds with a deficit fund balance or net position.

C. DEPOSITS AND INVESTMENTS

1. Cash

At year end, the carrying amount of the County's cash on hand and deposits was \$20,910,090, excluding fiduciary balances. All of the bank balance was covered by federal deposit insurance or collateralized by the pledging financial institution's trust department in the County's name.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

2. Investments

The County is required by Government Code Chapter 2256, The Public Funds Investment Act (Act) to adopt, implement, and publicize an investment policy. That policy must be written; primarily emphasize safety of principal and liquidity; address investment diversification, yield, maturity and the quality and capability of investment management; include a list of the types of authorized investments in which the investing entity's funds may be invested; and the maximum allowable stated maturity of any individual investment owned by the entity.

The Act requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the financial statements disclosed that in the areas of investment practices, management reports, and establishment of appropriate policies, the County adhered to the requirements of the Act. Additionally, investment practices of the County were in accordance with local policies.

The Act determines the types of investments which are allowable for the County. These include, with certain restrictions, (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds.

At September 30, 2023, the County had investments as follows:

	Fair Value	Weighted Maturity Months
Money market savings accounts, reported as cash	\$ 5,728,096	1
TexPool, reported as cash	<u>15,181,994</u>	1
Total	<u>\$20,910,090</u>	

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the County was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the County was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the County's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the County's name. At year end, the County was not exposed to custodial credit risk.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the County was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the County was not exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the County was not exposed to foreign currency risk.

4. Investment Accounting Policy

The County's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

5. Public Funds Investment Pools

Public funds investment pools in Texas (Pools) are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Act, Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

The County participates in the TexPool investment pool. TexPool is a local government investment pool organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and operates under the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The State Comptroller of Public Accounts is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company, which is authorized to operate TexPool. Pursuant to the TexPool Participation Agreement, administrative and investment services to TexPool are provided by Federated Investors, Inc. under an agreement with the Comptroller, acting on behalf of the Trust Company. As required by the Act, the Advisory Board is composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool who are qualified to advise TexPool. TexPool is comprised of two investment alternatives: TexPool (which the County is invested in) and TexPool Prime. Both funds seek to maintain a net asset value of \$1.00 per unit and are rated AAAM by Standard and Poor's.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

D. PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1 of the prior year. Taxes are levied on October 1 and do not begin to accrue interest until February 1. The County is permitted by the Municipal Finance Law of the State of Texas to levy taxes (exclusive of those amounts levied to service long-term debt) up to \$.80 per \$100 of assessed valuation for general services, permanent improvements, road and bridge and jury fund purposes. The combined tax rate to finance general government (exclusive of long-term debt service) for the year ended September 30, 2023, was \$.5018 per \$100 valuation.

Taxes levied for the payment of principal and interest related to long-term debt was \$.0018 per \$100 valuation for the year ended September 30, 2023. An additional ad valorem tax may be levied and collected for further maintenance of public roads, provided that a majority of the qualified property taxpaying voters shall vote such tax, not to exceed fifteen cents (.15) per \$100 valuation. Montague County did not have such a tax for 2023. The total tax rate for Montague County for fiscal year 2023 was \$.5036.

E. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2023 was as follows:

Governmental Activities:	Balance 10/1/22	Increases	Decreases	Balance 9/30/23
Capital assets not being depreciated:				
Land	\$ 420,047	\$ -	\$ -	\$ 420,047
Construction in progress	-	433,980	-	433,980
Total capital assets not being depreciated	420,047	433,980	-	854,027
Capital assets being depreciated:				
Buildings and improvements	10,104,608	-	-	10,104,608
Machinery and equipment	10,554,221	715,545	14,000	11,255,766
Infrastructure	10,308,952	1,374,885	-	11,683,837
Total capital assets being depreciated	30,967,781	2,090,430	14,000	33,044,211
Less accumulated depreciation for:				
Buildings and improvements	6,862,272	177,308	-	7,039,580
Machinery and equipment	5,481,618	916,792	13,900	6,384,510
Infrastructure	4,409,218	521,176	-	4,930,394
Total accumulated depreciation	16,753,108	1,615,276	13,900	18,354,484
Total capital assets being depreciated, net	14,214,673	475,154	(100)	14,689,727
Governmental activities capital assets, net	<u>\$14,634,720</u>	<u>\$ 909,134</u>	<u>(\$ 100)</u>	<u>\$15,543,754</u>

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

Governmental activities:	
General government	\$ 104,610
Public safety	93,686
Corrections and rehabilitation	98,381
Community and economic development	72
Infrastructure and environmental services	<u>1,318,527</u>
Total governmental depreciation	<u>\$1,615,276</u>

Included in construction in progress at September 30, 2023 is \$285,600 of SBITA costs for the District Court software that was not completed.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

F. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

There were no balances due to and from other funds at September 30, 2023.

Interfund transfers during the year ended September 30, 2023 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	General Fund	\$ 61,833	Supplement other resources
General Fund	Other Governmental Funds	112,030	Supplement other resources
Other Governmental Funds	General Fund	16,368	Supplement other resources
Other Governmental Funds	Other Governmental Funds	<u>208,800</u>	Supplement other resources
	Total	<u>\$399,031</u>	

G. LONG-TERM DEBT

The County issues general obligation bonds, certificates of obligation bonds, notes payable and subscription-based information technology arrangement (SBITA) payables to provide funds for the acquisition and construction of major capital facilities, and to purchase equipment and software. These issues are direct obligations and pledge the full faith and credit of the County.

1. Total Long-Term Debt

Changes in long-term debt for the year ended September 30, 2023 were as follows:

Governmental Activities:	<u>Balance</u> <u>10/1/2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>9/30/2023</u>	<u>Due Within</u> <u>One Year</u>
General obligation bonds	\$ 295,000	\$ -	\$295,000	\$ -	\$ -
Notes payable	1,159,901	-	316,739	843,162	408,944
SBITA payable	-	<u>30,793</u>	-	<u>30,793</u>	<u>15,020</u>
Total long-term liabilities – governmental activities	<u>\$1,454,901</u>	<u>\$30,793</u>	<u>\$611,739</u>	<u>\$873,955</u>	<u>\$423,964</u>

Annual debt service requirements to maturity are as follows:

<u>Year Ending</u> <u>September 30</u>	<u>All County Debt</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$423,964	\$24,321	\$448,285
2025	229,628	12,515	242,143
2026	<u>220,363</u>	<u>5,951</u>	<u>226,314</u>
Totals	<u>\$873,955</u>	<u>\$42,787</u>	<u>\$916,742</u>

2. Notes Payable

Notes payable outstanding at September 30, 2023 were as follows:

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

	<u>Original Amount</u>	<u>Date of Issuance</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/2023</u>
General Capital Corporation, CAT 140 Motor Grader	\$126,787	3/9/2020	3/9/2026	3.30%	\$ 66,474
General Capital Corporation, John Deere 670G Motor Grader	460,000	5/4/2020	5/4/2026	3.11%	240,585
General Capital Corporation, CAT 140 Motor Grader	130,432	8/24/2020	8/24/2026	3.09%	68,195
General Capital Corporation, 2 Komatsu Motor Graders	238,836	12/4/2020	12/4/2025	2.96%	147,461
General Capital Corporation, 7 Silverado Pickups	301,832	6/14/2021	7/2/2024	2.94%	103,544
First National Bank Leasing, 2022 Mack Truck	126,989	6/2/2021	6/15/2024	2.35%	97,859
First National Bank Leasing, 2021 Komatsu Motor Grader	264,630	9/27/2021	9/15/2026	2.50%	58,124
General Capital Corporation, 2019 Drum Roller	80,000	1/25/2022	1/25/2026	3.15%	<u>60,920</u>
Total					<u>\$843,162</u>

Annual debt service requirements to maturity are as follows:

<u>Year Ending September 30</u>	<u>Notes Payable</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$408,944	\$22,781	\$431,725
2025	213,855	11,728	225,583
2026	<u>220,363</u>	<u>5,951</u>	<u>226,313</u>
Totals	<u>\$843,162</u>	<u>\$40,460</u>	<u>\$883,621</u>

3. SBITA Payable

The County entered into a subscription agreement for the District Court's Tyler Technologies software in June 2022. The contract is to be paid in equal annual installments of \$16,560, with an imputed interest rate of 5% and a term of three years.

Annual debt service requirements to maturity are as follows:

<u>Year Ending September 30</u>	<u>SBITA Payable</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$15,020	\$1,540	\$16,560
2025	<u>15,773</u>	<u>787</u>	<u>16,560</u>
Totals	<u>\$30,793</u>	<u>\$2,327</u>	<u>\$33,120</u>

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

H. RISK MANAGEMENT

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

I. CONTINGENT LIABILITIES AND COMMITMENTS

Federal and State Grants

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

Litigation

In the normal course of providing services to the public, the County from time-to-time is subjected to litigation claims. The County defends itself against such claims based on internal assessment of liability and risk. Litigation expenses and related damages are recorded as expenditures in the period payments are made. At September 30, 2023, there is no reportable litigation pending against the County.

Trust Funds

The District Clerk has invested trust funds at various financial institutions in accordance with court orders. The County has a fiduciary responsibility over these funds until their final disposition.

Construction and Contract Commitments

The County has two construction and contract commitments at September 30, 2023. The remaining commitment for the radio upgrade project is \$587,637 and is being funded by the Fiscal Recovery Fund. The remaining commitment for the District Court software is \$43,628 and is being funded by the General Fund.

J. DEFINED BENEFIT PENSION PLAN

1. Plan Description

The 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 over 800 nontraditional defined benefit pension plans. TCDRS in the aggregate issues an annual comprehensive financial report (ACFR) on a calendar year basis that is publicly available at www.tcdrs.org.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

The plan provisions are adopted by the governing body of the County, within the options available in the Texas 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 the County.

2. Benefits Provided

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

Employees Covered by Benefit Terms

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	108
Inactive employees entitled to but not yet receiving benefits	111
Active employees	117

3. Contributions

The County 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 County based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The County's actuarially determined contribution rate was 12.02% for the months of the accounting year in 2022, and 11.04% for the months of the accounting year in 2023. However, the County paid 14.24% in both years. Additionally, the County paid a lump sum payment of \$500,000 during the year ended September 30, 2023.

The contribution rate payable by the employee members for calendar year 2022 is the rate of 7% as adopted by the Commissioners' Court of the County. The employee contribution rate and the County contribution rate may be changed by the Commissioners' Court of the County within the options available in the TCDRS Act.

4. Net Pension Asset

The County's Net Pension Asset (NPA) was measured as of December 31, 2022, and the Total Pension Liability used to calculate the Net Pension Asset was determined by an actuarial valuation.

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

Actuarial Assumptions

The actuarial assumptions were developed from an actuarial experience investigation of TCDRS over 2017-2020. They were recommended by Milliman and adopted by the TCDRS Board of Trustees in March of 2021. These assumptions, except where required to be different by GASB 68, are used to determine the total pension liability as of December 31, 2022. The assumptions are reviewed annually for continued compliance with the relevant actuarial standards of practice.

Real rate of return	5.00% per year
Inflation	2.50% per year
Long-term investment return	7.50% per year, net of pension plan investments expenses
Growth in membership	0.00% per year
Payroll growth	3.00% per year

Salary increases were based on a service-related table. The mortality rates for active members were based on 135% of Pub-2010 General Employees Amount-Weighted Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010. The mortality rate for service retirees, beneficiaries, and non-depositing members was based on 135% of Pub-2010 General Retirees Amount-Weighted Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010. The mortality rates for disabled retirees were based on 160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown below are based on January 2023 information for a 10-year time horizon.

The valuation assumption for long-term expected return is re-assessed a minimum of every four years, and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

<u>Asset Class</u>	<u>Benchmark</u>	<u>Target Allocation ⁽¹⁾</u>	<u>Geometric Real Rate of Return (Expected minus Inflation) ⁽²⁾</u>
US Equities	Dow Jones U.S. Total Stock Market Index	11.50%	4.95%
Global Equities	MSCI World (net) Index	2.50%	4.95%
International Equities – Developed Markets	MSCI World Ex USA (net) Index	5.00%	4.95%
International Equities – Emerging Markets	MSCI Emerging Markets (net) Index	6.00%	4.95%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	2.40%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	9.00%	3.39%
Direct Lending	S&P/LSTA Leveraged Loan Index	16.00%	6.95%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽³⁾	4.00%	7.60%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	2.00%	4.15%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	5.30%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁴⁾	6.00%	5.70%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽⁵⁾	25.00%	7.95%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	6.00%	2.90%
Cash Equivalents	90-Day U.S. Treasury	2.00%	0.20%

⁽¹⁾ Target asset allocation adopted at the March 2023 TCDRS Board Meeting.

⁽²⁾ Geometric real rates of return equal the expected rate for the asset class minus the assumed inflation rate of 2.3%, per Cliffwater's 2023 capital market assumptions

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

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

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

Discount Rate

The projected fiduciary net position was determined to be sufficient compared to projected benefit payments. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be sufficient to pay projected benefit payments in all future years. Therefore, 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 (7.60%).

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

Changes in Net Pension Liability / (Asset)

	Increase (Decrease)		
	Total Pension Liability	Fiduciary Net Position	Net Pension Liability / (Asset)
	(a)	(b)	(a) – (b)
Balances as of December 31, 2021	\$30,973,733	\$36,000,444	(\$5,026,712)
Changes for the year:			
Service cost	912,282	-	912,282
Interest on total pension liability	2,368,970	-	2,368,970
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	253,616	-	253,616
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	(76,147)	(76,147)	-
Benefit payments	(1,381,244)	(1,381,244)	-
Administrative expense	-	(20,137)	20,137
Member contributions	-	410,140	(410,140)
Net investment income	-	(2,147,736)	2,147,736
Employer contributions	-	1,484,342	(1,484,342)
Other changes	-	92,436	(92,436)
Balances as of December 31, 2022	<u>\$33,051,210</u>	<u>\$34,362,098</u>	<u>(\$1,310,889)</u>

Under the modified cash basis of accounting, the net pension asset is not recorded.

Sensitivity Analysis

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

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Net pension liability (asset)	<u>\$2,865,721</u>	<u>(\$1,310,889)</u>	<u>(\$4,820,129)</u>

MONTAGUE COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2023

Pension Expense

	<u>January 1, 2022 to December 31, 2022</u>
Service cost	\$ 912,282
Interest on total pension liability ⁽¹⁾	2,368,970
Effect of plan changes	-
Administrative expenses	20,137
Member contributions	(410,140)
Expected investment return net of investment expenses	(2,755,036)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	160,037
Recognition of assumption changes or inputs	473,574
Recognition of investment gains or losses	100,792
Other ⁽²⁾	(92,436)
 Pension expense	 <u>\$ 778,180</u>

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

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

The pension expense above is on the based on the full accrual basis and is not reflected in the modified cash basis financial statements.

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial information and disclosures not required by the Governmental Accounting Standards Board for financial statements prepared on the modified cash basis of accounting and are not considered a part of the basic financial statements.

MONTAGUE COUNTY, TEXAS
BUDGETARY COMPARISON SCHEDULE
- MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	\$ 11,853,608	\$ 11,853,608	\$ 11,961,516	\$ 107,908
Registrations, fines and fees	1,365,681	1,365,681	1,384,668	18,987
Public service fees	187,470	187,470	185,005	(2,465)
Intergovernmental	533,320	533,320	1,368,539	835,219
Interest income	7,800	7,800	498,813	491,013
Other	112,441	408,348	229,577	(178,771)
Total revenues	<u>14,060,320</u>	<u>14,356,227</u>	<u>15,628,118</u>	<u>1,271,891</u>
EXPENDITURES:				
Current:				
General government	3,742,786	3,636,768	3,250,783	385,985
Justice system	2,970,100	2,972,963	2,524,846	448,117
Public safety	1,778,222	1,900,214	1,713,828	186,386
Corrections and rehabilitation	1,727,575	1,727,575	1,610,894	116,681
Health and human services	910,875	910,875	419,253	491,622
Infrastructure and environmental services	4,266,374	4,561,224	3,737,746	823,478
Total expenditures	<u>15,395,932</u>	<u>15,709,619</u>	<u>13,257,350</u>	<u>2,452,269</u>
Excess (deficiency) of revenues over expenditures	<u>(1,335,612)</u>	<u>(1,353,392)</u>	<u>2,370,768</u>	<u>3,724,160</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	17,780	8,040	(9,740)
Transfers in	61,832	61,832	78,201	16,369
Transfers out	(173,866)	(173,866)	(173,863)	3
Total other financing sources (uses)	<u>(112,034)</u>	<u>(94,254)</u>	<u>(87,622)</u>	<u>6,632</u>
Net change in fund balances	<u>(1,447,646)</u>	<u>(1,447,646)</u>	<u>2,283,146</u>	<u>3,730,792</u>
Fund balance - beginning of year	<u>13,878,806</u>	<u>13,878,806</u>	<u>13,878,806</u>	<u>-</u>
Fund balance - end of year	<u>\$ 12,431,160</u>	<u>\$ 12,431,160</u>	<u>\$ 16,161,952</u>	<u>\$ 3,730,792</u>

MONTAGUE COUNTY, TEXAS

SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total Pension Liability										
Service cost	\$ 912,282	\$ 824,909	\$ 752,577	\$ 763,106	\$ 763,828	\$ 764,950	\$ 793,010	\$ 742,341	\$ 596,475	N/A
Interest on total pension liability	2,368,970	2,246,452	2,123,620	2,010,537	1,888,700	1,742,640	1,590,718	1,542,080	1,449,541	N/A
Effect of plan changes	-	-	-	-	-	-	-	(105,924)	-	N/A
Effect of assumptions changes or inputs	-	(138,785)	1,559,510	-	-	191,969	-	229,808	-	N/A
Effect of economic/demographic (gains) or losses	253,616	18,379	208,114	(58,640)	50,081	143,099	39,850	(849,160)	(110,934)	N/A
Benefit payments/refunds of contributions	(1,457,390)	(1,396,209)	(1,353,229)	(1,265,266)	(1,132,762)	(947,514)	(901,688)	(942,062)	(1,007,382)	N/A
Net change in total pension liability	2,077,478	1,554,746	3,290,592	1,449,737	1,569,847	1,895,144	1,521,890	616,083	1,027,700	N/A
Total pension liability, beginning	30,973,733	29,418,987	26,128,395	24,678,658	23,108,811	21,213,667	19,691,777	19,075,694	18,047,994	N/A
Total pension liability, ending (a)	\$ 33,051,211	\$ 30,973,733	\$ 29,418,987	\$ 26,128,395	\$ 24,678,658	\$ 23,108,811	\$ 21,213,667	\$ 19,691,777	\$ 19,075,694	N/A
Fiduciary Net Position										
Employer contributions	\$ 1,484,342	\$ 1,269,015	\$ 1,245,050	\$ 1,410,531	\$ 1,057,488	\$ 1,367,535	\$ 1,113,904	\$ 663,861	\$ 654,316	N/A
Member contributions	410,140	378,029	366,249	349,277	347,780	338,956	332,662	323,610	305,149	N/A
Investment income net of investment expenses	(2,147,736)	6,462,676	2,720,009	3,642,935	(413,041)	2,759,383	1,255,442	(28,715)	1,093,493	N/A
Benefit payments/refunds of contributions	(1,457,390)	(1,396,209)	(1,353,229)	(1,265,266)	(1,132,763)	(947,514)	(901,689)	(942,062)	(1,007,382)	N/A
Administrative expenses	(20,137)	(19,477)	(21,433)	(20,060)	(17,820)	(14,853)	(13,632)	(12,293)	(12,873)	N/A
Other	92,436	15,174	10,245	20,599	10,363	10,032	80,849	(264,586)	(15,662)	N/A
Net change in fiduciary net position	(1,638,345)	6,709,208	2,966,891	4,138,016	(147,993)	3,513,539	1,867,536	(260,185)	1,017,041	N/A
Fiduciary net position, beginning	36,000,445	29,291,237	26,324,346	22,186,330	22,334,323	18,820,784	16,953,248	17,213,433	16,196,392	N/A
Fiduciary net position, ending (b)	\$ 34,362,100	\$ 36,000,445	\$ 29,291,237	\$ 26,324,346	\$ 22,186,330	\$ 22,334,323	\$ 18,820,784	\$ 16,953,248	\$ 17,213,433	N/A
Net pension liability / (asset), ending = (a) - (b)	\$ (1,310,889)	\$ (5,026,712)	\$ 127,750	\$ (195,951)	\$ 2,492,328	\$ 774,488	\$ 2,392,883	\$ 2,738,529	\$ 1,862,261	N/A
Fiduciary net position as a % of total pension liability	103.97%	116.23%	99.57%	100.75%	89.90%	96.65%	88.72%	86.09%	90.24%	N/A
Pensionable covered payroll	\$ 5,859,142	\$ 5,400,407	\$ 5,232,134	\$ 4,988,670	\$ 4,968,290	\$ 4,842,234	\$ 4,752,314	\$ 4,623,000	\$ 4,359,270	N/A
Net pension liability / (asset) as a % of covered payroll	-22.37%	-93.08%	2.44%	-3.93%	50.16%	15.99%	50.35%	59.24%	42.72%	N/A

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

MONTAGUE COUNTY, TEXAS
SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

<u>Year Ending September 30</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Employer Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll (1)</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2014	\$ 654,316	\$ 654,316	\$ -	\$ 4,359,270	15.0%
2015	663,861	663,861	-	4,623,000	14.4%
2016	663,904	1,113,904	(450,000)	4,752,314	23.4%
2017	657,091	1,367,535	(710,444)	4,842,234	28.2%
2018	640,413	1,057,488	(417,075)	4,968,290	21.3%
2019	596,266	1,410,531	(814,265)	4,989,670	28.3%
2020	565,070	1,245,050	(679,980)	5,232,134	23.8%
2021	516,819	1,269,015	(752,196)	5,400,407	23.5%
2022	704,269	1,484,342	(780,073)	5,859,142	25.3%
2023	671,067	1,365,704	(694,637)	6,078,507	22.5%

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

This schedule is based on the County's fiscal year.

MONTAGUE COUNTY, TEXAS
NOTES TO SUPPLEMENTARY INFORMATION
YEAR ENDED SEPTEMBER 30, 2023

A. BUDGETARY INFORMATION

Annual budgets are adopted on the modified cash basis of accounting. All annual appropriations lapse at fiscal year end.

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

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

The appropriated budget is prepared by fund. Any transfers of appropriations are first approved by the Commissioners' Court. No amendments may be made without Commissioners' Court approval to the total budget for each department within a fund. Thus, the legal level of budgetary control is at the department level. No supplemental appropriations were required during the year.

Encumbrance accounting is not employed by the County because it is not considered necessary to assure effective budgetary control.

B. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

Changes in benefit terms

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

Changes in actuarial assumptions

There were no changes to actuarial assumptions that affected measurement of the total pension liability during the measurement period.

*COMBINING STATEMENTS AND BUDGET COMPARISONS
AS SUPPLEMENTARY INFORMATION*

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

MONTAGUE COUNTY, TEXAS

COMBINING BALANCE SHEET - MODIFIED CASH BASIS

GENERAL FUND

SEPTEMBER 30, 2023

	10	12	13
	General	Indigent	Group
	Fund	Health	Insurance
		Care	Benefit
ASSETS			
Cash on hand and in bank	\$ 10,754,815	\$ 2,132,903	\$ 150
Total assets	<u>\$ 10,754,815</u>	<u>\$ 2,132,903</u>	<u>\$ 150</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
None	\$ -	\$ -	\$ -
Fund balances:			
Committed for:			
Indigent health care	-	2,132,903	-
Infrastructure and environmental services	-	-	-
Assigned for:			
Deficit budget for 2023-24	852,058	-	-
Unassigned	9,902,757	-	150
Total fund balances	<u>10,754,815</u>	<u>2,132,903</u>	<u>150</u>
Total liabilities and fund balances	<u>\$ 10,754,815</u>	<u>\$ 2,132,903</u>	<u>\$ 150</u>

EXHIBIT C-1

21 Road & Bridge Precinct #1	22 Road & Bridge Precinct #2	23 Road & Bridge Precinct #3	24 Road & Bridge Precinct #4	70 FM & Right of Way	75 3 - 4 Road Fund	Combined
\$ 780,952	\$ 1,085,559	\$ 306,771	\$ 927,577	\$ 173,124	\$ 101	\$ 16,161,952
<u>\$ 780,952</u>	<u>\$ 1,085,559</u>	<u>\$ 306,771</u>	<u>\$ 927,577</u>	<u>\$ 173,124</u>	<u>\$ 101</u>	<u>\$ 16,161,952</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	2,132,903
780,952	1,085,559	306,771	927,577	173,124	101	3,274,084
-	-	-	-	-	-	852,058
-	-	-	-	-	-	9,902,907
<u>780,952</u>	<u>1,085,559</u>	<u>306,771</u>	<u>927,577</u>	<u>173,124</u>	<u>101</u>	<u>16,161,952</u>
<u>\$ 780,952</u>	<u>\$ 1,085,559</u>	<u>\$ 306,771</u>	<u>\$ 927,577</u>	<u>\$ 173,124</u>	<u>\$ 101</u>	<u>\$ 16,161,952</u>

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS

GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	10	12	13
	General	Indigent	Group
	Fund	Health	Insurance
		Care	Benefit
REVENUES:			
Property taxes	\$ 8,591,264	\$ 477,076	\$ -
Registrations, fines and fees	660,908	-	-
Public service fees	185,005	-	-
Intergovernmental	983,498	-	-
Interest income	406,447	9,078	-
Other	194,853	-	150
Total revenues	<u>11,021,975</u>	<u>486,154</u>	<u>150</u>
EXPENDITURES:			
Current:			
General government	3,250,783	-	-
Justice system	2,524,846	-	-
Public safety	1,713,828	-	-
Corrections and rehabilitation	1,610,894	-	-
Health and human services	372,765	46,488	-
Infrastructure and environmental services	29,937	-	-
Total expenditures	<u>9,503,053</u>	<u>46,488</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,518,922</u>	<u>439,666</u>	<u>150</u>
Other financing sources (uses):			
Proceeds from the sale of capital assets	-	-	-
Transfers in	16,369	-	-
Transfers out	(173,863)	-	-
Total other financing sources (uses)	<u>(157,494)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,361,428	439,666	150
Fund balance - beginning of year	<u>9,393,387</u>	<u>1,693,237</u>	<u>-</u>
Fund balance - end of year	<u>\$ 10,754,815</u>	<u>\$ 2,132,903</u>	<u>\$ 150</u>

21 Road & Bridge Precinct #1	22 Road & Bridge Precinct #2	23 Road & Bridge Precinct #3	24 Road & Bridge Precinct #4	70 FM & Right of Way	75 3 - 4 Road Fund	Combined
\$ 720,909	\$ 720,909	\$ 720,909	\$ 720,909	\$ 9,540	\$ -	\$ 11,961,516
180,940	180,940	180,940	180,940	-	-	1,384,668
-	-	-	-	-	-	185,005
266,068	48,345	63,359	7,269	-	-	1,368,539
13,015	15,594	23,879	25,750	5,050	-	498,813
10,033	15,806	3,441	5,293	-	1	229,577
<u>1,190,965</u>	<u>981,594</u>	<u>992,528</u>	<u>940,161</u>	<u>14,590</u>	<u>1</u>	<u>15,628,118</u>
-	-	-	-	-	-	3,250,783
-	-	-	-	-	-	2,524,846
-	-	-	-	-	-	1,713,828
-	-	-	-	-	-	1,610,894
-	-	-	-	-	-	419,253
864,073	945,592	1,129,787	768,357	-	-	3,737,746
<u>864,073</u>	<u>945,592</u>	<u>1,129,787</u>	<u>768,357</u>	<u>-</u>	<u>-</u>	<u>13,257,350</u>
326,892	36,002	(137,259)	171,804	14,590	1	2,370,768
8,040	-	-	-	-	-	8,040
15,458	15,458	15,458	15,458	-	-	78,201
-	-	-	-	-	-	(173,863)
<u>23,498</u>	<u>15,458</u>	<u>15,458</u>	<u>15,458</u>	<u>-</u>	<u>-</u>	<u>(87,622)</u>
350,390	51,460	(121,801)	187,262	14,590	1	2,283,146
430,562	1,034,099	428,572	740,315	158,534	100	13,878,806
<u>\$ 780,952</u>	<u>\$ 1,085,559</u>	<u>\$ 306,771</u>	<u>\$ 927,577</u>	<u>\$ 173,124</u>	<u>\$ 101</u>	<u>\$ 16,161,952</u>

MONTAGUE COUNTY, TEXAS
COMBINING BUDGETARY COMPARISON SCHEDULE
- MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	General Fund (10)			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts			
	Original	Final	Actual	
REVENUES:				
Property taxes	\$ 8,515,727	\$ 8,515,727	\$ 8,591,264	\$ 75,537
Registrations, fines and fees	681,703	681,703	660,908	(20,795)
Public service fees	187,470	187,470	185,005	(2,465)
Intergovernmental	504,520	504,520	983,498	478,978
Interest income	5,000	5,000	406,447	401,447
Other	51,500	70,392	194,853	124,461
Total revenues	9,945,920	9,964,812	11,021,975	1,057,163
EXPENDITURES:				
Current:				
General government	3,742,786	3,636,768	3,250,783	385,985
Justice system	2,970,100	2,972,963	2,524,846	448,117
Public safety	1,778,222	1,900,214	1,713,828	186,386
Corrections and rehabilitation	1,727,575	1,727,575	1,610,894	116,681
Health and human services	376,962	376,962	372,765	4,197
Infrastructure and environmental services	45,374	45,429	29,937	15,492
Total expenditures	10,641,019	10,659,911	9,503,053	1,156,858
Excess (deficiency) of revenues over expenditures	(695,099)	(695,099)	1,518,922	2,214,021
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	16,369	16,369
Transfers out	(173,866)	(173,866)	(173,863)	3
Total other financing sources (uses)	(173,866)	(173,866)	(157,494)	16,372
Net change in fund balances	(868,965)	(868,965)	1,361,428	2,230,393
Fund balance - beginning of year	9,393,387	9,393,387	9,393,387	-
Fund balance - end of year	\$ 8,524,422	\$ 8,524,422	\$ 10,754,815	\$ 2,230,393

Indigent Health Care (12)				Group Insurance Benefit (13)			
Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
Original	Final			Original	Final		
\$ 472,472	\$ 472,472	\$ 477,076	\$ 4,604	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
500	500	9,078	8,578	-	-	-	-
60,941	60,941	-	(60,941)	-	-	150	150
533,913	533,913	486,154	(47,759)	-	-	150	150
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
533,913	533,913	46,488	487,425	-	-	-	-
-	-	-	-	-	-	-	-
533,913	533,913	46,488	487,425	-	-	-	-
-	-	439,666	439,666	-	-	150	150
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	439,666	439,666	-	-	150	150
1,693,237	1,693,237	1,693,237	-	-	-	-	-
\$ 1,693,237	\$ 1,693,237	\$ 2,132,903	\$ 439,666	\$ -	\$ -	\$ 150	\$ 150

MONTAGUE COUNTY, TEXAS
COMBINING BUDGETARY COMPARISON SCHEDULE
- MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Road & Bridge Precinct #1 (21)			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES:				
Property taxes	\$ 713,976	\$ 713,976	\$ 720,909	\$ 6,933
Registrations, fines and fees	173,978	173,978	180,940	6,962
Public service fees	-	-	-	-
Intergovernmental	7,200	7,200	266,068	258,868
Interest income	200	200	13,015	12,815
Other	-	139,547	10,033	(129,514)
Total revenues	<u>895,354</u>	<u>1,034,901</u>	<u>1,190,965</u>	<u>156,064</u>
EXPENDITURES:				
Current:				
General government	-	-	-	-
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Infrastructure and environmental services	948,086	1,105,413	864,073	241,340
Total expenditures	<u>948,086</u>	<u>1,105,413</u>	<u>864,073</u>	<u>241,340</u>
Excess (deficiency) of revenues over expenditures	<u>(52,732)</u>	<u>(70,512)</u>	<u>326,892</u>	<u>397,404</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	17,780	8,040	(9,740)
Transfers in	15,458	15,458	15,458	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>15,458</u>	<u>33,238</u>	<u>23,498</u>	<u>(9,740)</u>
Net change in fund balances	<u>(37,274)</u>	<u>(37,274)</u>	<u>350,390</u>	<u>387,664</u>
Fund balance - beginning of year	<u>430,562</u>	<u>430,562</u>	<u>430,562</u>	<u>-</u>
Fund balance - end of year	<u>\$ 393,288</u>	<u>\$ 393,288</u>	<u>\$ 780,952</u>	<u>\$ 387,664</u>

Road & Bridge Precinct #2 (22)				Road & Bridge Precinct #3 (23)			
Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
Original	Final			Original	Final		
\$ 713,976	\$ 713,976	\$ 720,909	\$ 6,933	\$ 713,976	\$ 713,976	\$ 720,909	\$ 6,933
170,000	170,000	180,940	10,940	170,000	170,000	180,940	10,940
-	-	-	-	-	-	-	-
7,200	7,200	48,345	41,145	7,200	7,200	63,359	56,159
200	200	15,594	15,394	200	200	23,879	23,679
-	67,658	15,806	(51,852)	-	69,810	3,441	(66,369)
891,376	959,034	981,594	22,560	891,376	961,186	992,528	31,342
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,023,442	1,086,552	945,592	140,960	1,141,834	1,216,192	1,129,787	86,405
1,023,442	1,086,552	945,592	140,960	1,141,834	1,216,192	1,129,787	86,405
(132,066)	(127,518)	36,002	163,520	(250,458)	(255,006)	(137,259)	117,747
-	-	-	-	-	-	-	-
15,458	15,458	15,458	-	15,458	15,458	15,458	-
-	-	-	-	-	-	-	-
15,458	15,458	15,458	-	15,458	15,458	15,458	-
(116,608)	(112,060)	51,460	163,520	(235,000)	(239,548)	(121,801)	117,747
1,034,099	1,034,099	1,034,099	-	428,572	428,572	428,572	-
\$ 917,491	\$ 922,039	\$ 1,085,559	\$ 163,520	\$ 193,572	\$ 189,024	\$ 306,771	\$ 117,747

MONTAGUE COUNTY, TEXAS
COMBINING BUDGETARY COMPARISON SCHEDULE
- MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Road & Bridge Precinct #4 (24)			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES:				
Property taxes	\$ 713,976	\$ 713,976	\$ 720,909	\$ 6,933
Registrations, fines and fees	170,000	170,000	180,940	10,940
Public service fees	-	-	-	-
Intergovernmental	7,200	7,200	7,269	69
Interest income	200	200	25,750	25,550
Other	-	-	5,293	5,293
Total revenues	<u>891,376</u>	<u>891,376</u>	<u>940,161</u>	<u>48,785</u>
EXPENDITURES:				
Current:				
General government	-	-	-	-
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Infrastructure and environmental services	1,096,633	1,096,633	768,357	328,276
Total expenditures	<u>1,096,633</u>	<u>1,096,633</u>	<u>768,357</u>	<u>328,276</u>
Excess (deficiency) of revenues over expenditures	<u>(205,257)</u>	<u>(205,257)</u>	<u>171,804</u>	<u>377,061</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	15,458	15,458	15,458	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>15,458</u>	<u>15,458</u>	<u>15,458</u>	<u>-</u>
Net change in fund balances	(189,799)	(189,799)	187,262	377,061
Fund balance - beginning of year	<u>740,315</u>	<u>740,315</u>	<u>740,315</u>	<u>-</u>
Fund balance - end of year	<u>\$ 550,516</u>	<u>\$ 550,516</u>	<u>\$ 927,577</u>	<u>\$ 377,061</u>

FM & Right of Way (70)				3 - 4 Road Fund (75)			
Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
Original	Final			Original	Final		
\$ 9,505	\$ 9,505	\$ 9,540	\$ 35	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,500	1,500	5,050	3,550	-	-	-	-
-	-	-	-	-	-	1	1
11,005	11,005	14,590	3,585	-	-	1	1
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
11,005	11,005	-	11,005	-	-	-	-
11,005	11,005	-	11,005	-	-	-	-
-	-	14,590	14,590	-	-	1	1
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	14,590	14,590	-	-	1	1
158,534	158,534	158,534	-	100	100	100	-
\$ 158,534	\$ 158,534	\$ 173,124	\$ 14,590	\$ 100	\$ 100	\$ 101	\$ 1

MONTAGUE COUNTY, TEXAS
COMBINING BUDGETARY COMPARISON SCHEDULE
- MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Combined			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES:				
Property taxes	\$ 11,853,608	\$ 11,853,608	\$ 11,961,516	\$ 107,908
Registrations, fines and fees	1,365,681	1,365,681	1,384,668	18,987
Public service fees	187,470	187,470	185,005	(2,465)
Intergovernmental	533,320	533,320	1,368,539	835,219
Interest income	7,800	7,800	498,813	491,013
Other	112,441	408,348	229,577	(178,771)
Total revenues	14,060,320	14,356,227	15,628,118	1,271,891
EXPENDITURES:				
Current:				
General government	3,742,786	3,636,768	3,250,783	385,985
Justice system	2,970,100	2,972,963	2,524,846	448,117
Public safety	1,778,222	1,900,214	1,713,828	186,386
Corrections and rehabilitation	1,727,575	1,727,575	1,610,894	116,681
Health and human services	910,875	910,875	419,253	491,622
Infrastructure and environmental services	4,266,374	4,561,224	3,737,746	823,478
Total expenditures	15,395,932	15,709,619	13,257,350	2,452,269
Excess (deficiency) of revenues over expenditures	(1,335,612)	(1,353,392)	2,370,768	3,724,160
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	17,780	8,040	(9,740)
Transfers in	61,832	61,832	78,201	16,369
Transfers out	(173,866)	(173,866)	(173,863)	3
Total other financing sources (uses)	(112,034)	(94,254)	(87,622)	6,632
Net change in fund balances	(1,447,646)	(1,447,646)	2,283,146	3,730,792
Fund balance - beginning of year	13,878,806	13,878,806	13,878,806	-
Fund balance - end of year	\$ 12,431,160	\$ 12,431,160	\$ 16,161,952	\$ 3,730,792

MONTAGUE COUNTY, TEXAS
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	15	16	17	18
	Records Management	Courthouse Security	BVS Preservation	Dist. Clerk Records Management
ASSETS				
Cash on hand and in bank	\$ 484,413	\$ 102,412	\$ 7,951	\$ 11,828
Total assets	<u>\$ 484,413</u>	<u>\$ 102,412</u>	<u>\$ 7,951</u>	<u>\$ 11,828</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
None	\$ -	\$ -	\$ -	\$ -
Fund balances:				
Restricted for:				
Records management/preservation	484,413	-	7,951	11,828
Public safety	-	102,412	-	-
Justice system	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Debt service	-	-	-	-
Other	-	-	-	-
Total fund balances	<u>484,413</u>	<u>102,412</u>	<u>7,951</u>	<u>11,828</u>
Total liabilities and fund balances	<u>\$ 484,413</u>	<u>\$ 102,412</u>	<u>\$ 7,951</u>	<u>\$ 11,828</u>

Special Revenue Funds							
19	26	27	28	30	31	32	33
Records Preservation	Unclaimed Property	Elections	Juror Donations	County Attorney Forfeiture Check Account	VIT Collector	Sheriff Office Forfeiture	District Attorney Forfeiture
\$ 57,910	\$ 42,175	\$ 28,147	\$ 427	\$ 2,457	\$ 2,387	\$ 15,352	\$ 291,625
<u>\$ 57,910</u>	<u>\$ 42,175</u>	<u>\$ 28,147</u>	<u>\$ 427</u>	<u>\$ 2,457</u>	<u>\$ 2,387</u>	<u>\$ 15,352</u>	<u>\$ 291,625</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
57,910	-	-	-	-	-	-	-
-	-	-	-	2,457	-	15,352	-
-	-	-	-	-	-	-	291,625
-	-	-	-	-	-	-	-
-	42,175	28,147	427	-	2,387	-	-
<u>57,910</u>	<u>42,175</u>	<u>28,147</u>	<u>427</u>	<u>2,457</u>	<u>2,387</u>	<u>15,352</u>	<u>291,625</u>
<u>\$ 57,910</u>	<u>\$ 42,175</u>	<u>\$ 28,147</u>	<u>\$ 427</u>	<u>\$ 2,457</u>	<u>\$ 2,387</u>	<u>\$ 15,352</u>	<u>\$ 291,625</u>

MONTAGUE COUNTY, TEXAS
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	35	36	38	39	40
	Hot Check	DA State Supplement	District Attorney Hot Check	Estray	Probation
ASSETS					
Cash on hand and in bank	\$ 11,102	\$ (6,324)	\$ 7,221	\$ 21,364	\$ 28,442
Total assets	<u>\$ 11,102</u>	<u>\$ (6,324)</u>	<u>\$ 7,221</u>	<u>\$ 21,364</u>	<u>\$ 28,442</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:					
Restricted for:					
Records management/preservation	-	-	-	-	-
Public safety	-	-	-	-	-
Justice system	11,102	(6,324)	7,221	-	-
Corrections and rehabilitation	-	-	-	-	28,442
Debt service	-	-	-	-	-
Other	-	-	-	21,364	-
Total fund balances	<u>11,102</u>	<u>(6,324)</u>	<u>7,221</u>	<u>21,364</u>	<u>28,442</u>
Total liabilities and fund balances	<u>\$ 11,102</u>	<u>\$ (6,324)</u>	<u>\$ 7,221</u>	<u>\$ 21,364</u>	<u>\$ 28,442</u>

Special Revenue Funds					
41	42	43	44	45	47
Adult Probation	State Juvenile Probation	County Juvenile Probation	Commitment Diversion	Juvenile Probation IV E	Community Service Adult Prob.
\$ 227,739	\$ (12,833)	\$ 225,812	\$ (22,932)	\$ 134	\$ 10,790
<u>\$ 227,739</u>	<u>\$ (12,833)</u>	<u>\$ 225,812</u>	<u>\$ (22,932)</u>	<u>\$ 134</u>	<u>\$ 10,790</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
227,739	(12,833)	225,812	(22,932)	134	10,790
-	-	-	-	-	-
-	-	-	-	-	-
<u>227,739</u>	<u>(12,833)</u>	<u>225,812</u>	<u>(22,932)</u>	<u>134</u>	<u>10,790</u>
<u>\$ 227,739</u>	<u>\$ (12,833)</u>	<u>\$ 225,812</u>	<u>\$ (22,932)</u>	<u>\$ 134</u>	<u>\$ 10,790</u>

MONTAGUE COUNTY, TEXAS
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	48 Court Reporter Fees	49 Supplement Guardianship Fees	50 Family Protection Fees	51 Court Facilities Fees	52 Law Library Fees
ASSETS					
Cash on hand and in bank	\$ 56,512	\$ 31,330	\$ 21,990	\$ 12,415	\$ 110,568
Total assets	<u>\$ 56,512</u>	<u>\$ 31,330</u>	<u>\$ 21,990</u>	<u>\$ 12,415</u>	<u>\$ 110,568</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:					
Restricted for:					
Records management/preservation	-	-	-	-	-
Public safety	-	-	-	-	-
Justice system	56,512	31,330	21,990	12,415	110,568
Corrections and rehabilitation	-	-	-	-	-
Debt service	-	-	-	-	-
Other	-	-	-	-	-
Total fund balances	<u>56,512</u>	<u>31,330</u>	<u>21,990</u>	<u>12,415</u>	<u>110,568</u>
Total liabilities and fund balances	<u>\$ 56,512</u>	<u>\$ 31,330</u>	<u>\$ 21,990</u>	<u>\$ 12,415</u>	<u>\$ 110,568</u>

Special Revenue Funds

55	56	57	58	81	82
Historical Commission	JP Court Security	Specialty Court	Language Access	Constable #1 LEOSE	Constable #2 LEOSE
\$ 12,361	\$ 10,782	\$ 5,435	\$ 1,862	\$ 1,773	\$ 2,946
<u>\$ 12,361</u>	<u>\$ 10,782</u>	<u>\$ 5,435</u>	<u>\$ 1,862</u>	<u>\$ 1,773</u>	<u>\$ 2,946</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	10,782	5,435	-	1,773	2,946
-	-	-	-	-	-
-	-	-	-	-	-
12,361	-	-	1,862	-	-
<u>12,361</u>	<u>10,782</u>	<u>5,435</u>	<u>1,862</u>	<u>1,773</u>	<u>2,946</u>
<u>\$ 12,361</u>	<u>\$ 10,782</u>	<u>\$ 5,435</u>	<u>\$ 1,862</u>	<u>\$ 1,773</u>	<u>\$ 2,946</u>

MONTAGUE COUNTY, TEXAS
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Special Revenue Funds				
	83	84	85	86	87
	Sheriff LEOSE	District Attorney LEOSE	County Clerk Archive	District Clerk Archive	County Clerk Technology
ASSETS					
Cash on hand and in bank	\$ 10,666	\$ 3,097	\$ 595,065	\$ 22,956	\$ 6,265
Total assets	<u>\$ 10,666</u>	<u>\$ 3,097</u>	<u>\$ 595,065</u>	<u>\$ 22,956</u>	<u>\$ 6,265</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:					
Restricted for:					
Records management/preservation	-	-	595,065	22,956	6,265
Public safety	10,666	-	-	-	-
Justice system	-	3,097	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Debt service	-	-	-	-	-
Other	-	-	-	-	-
Total fund balances	<u>10,666</u>	<u>3,097</u>	<u>595,065</u>	<u>22,956</u>	<u>6,265</u>
Total liabilities and fund balances	<u>\$ 10,666</u>	<u>\$ 3,097</u>	<u>\$ 595,065</u>	<u>\$ 22,956</u>	<u>\$ 6,265</u>

89 District Clerk Technology	90 JP Technology	91 Opioid Abatement	93 Grants	94 R&B #1 FEMA	96 R&B #3 FEMA	Debt Service Fund 61 Annex Sinking Fund	Total Combined
\$ 31,570	\$ 6,166	\$ 12,658	\$ 115,984	\$ -	\$ -	\$ 36,237	\$ 2,646,237
\$ 31,570	\$ 6,166	\$ 12,658	\$ 115,984	\$ -	\$ -	\$ 36,237	\$ 2,646,237
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31,570	-	-	-	-	-	-	1,217,958
-	-	-	-	-	-	-	151,823
-	6,166	-	115,984	-	-	-	661,686
-	-	-	-	-	-	-	457,152
-	-	-	-	-	-	36,237	36,237
-	-	12,658	-	-	-	-	121,381
31,570	6,166	12,658	115,984	-	-	36,237	2,646,237
\$ 31,570	\$ 6,166	\$ 12,658	\$ 115,984	\$ -	\$ -	\$ 36,237	\$ 2,646,237

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS OTHER GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2023

	15	16	17	18
	Records Management	Courthouse Security	BVS Preservation	Dist. Clerk Records Management
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	57,936	17,923	1,546	11,618
Intergovernmental	-	-	-	-
Interest income	9,269	4,429	436	194
Other	-	-	-	-
Total revenues	<u>67,205</u>	<u>22,352</u>	<u>1,982</u>	<u>11,812</u>
EXPENDITURES:				
Current:				
General government	29,307	23,698	1,958	4,874
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Community and economic development	-	-	-	-
Infrastructure and environmental services	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>29,307</u>	<u>23,698</u>	<u>1,958</u>	<u>4,874</u>
Excess (deficiency) of revenues over expenditures	<u>37,898</u>	<u>(1,346)</u>	<u>24</u>	<u>6,938</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	37,898	(1,346)	24	6,938
Fund balance - beginning of year	<u>446,515</u>	<u>103,758</u>	<u>7,927</u>	<u>4,890</u>
Fund balance - end of year	<u>\$ 484,413</u>	<u>\$ 102,412</u>	<u>\$ 7,951</u>	<u>\$ 11,828</u>

Special Revenue Funds							
19	26	27	28	30	31	32	33
Records Preservation	Unclaimed Property	Elections	Juror Donations	County Attorney Forfeiture Check Account	VIT Collector	Sheriff Office Forfeiture	District Attorney Forfeiture
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
927	-	-	-	-	2,702	-	-
-	-	9,903	-	-	-	-	-
3,270	987	135	-	-	32	59	18,286
-	137,708	-	427	-	-	5,210	3,039
<u>4,197</u>	<u>138,695</u>	<u>10,038</u>	<u>427</u>	<u>-</u>	<u>2,734</u>	<u>5,269</u>	<u>21,325</u>
-	135,000	-	-	-	168	-	-
-	-	-	-	-	-	-	36,121
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>135,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>168</u>	<u>-</u>	<u>36,121</u>
<u>4,197</u>	<u>3,695</u>	<u>10,038</u>	<u>427</u>	<u>-</u>	<u>2,566</u>	<u>5,269</u>	<u>(14,796)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	(16,369)	-	-
-	-	-	-	-	(16,369)	-	-
<u>4,197</u>	<u>3,695</u>	<u>10,038</u>	<u>427</u>	<u>-</u>	<u>(13,803)</u>	<u>5,269</u>	<u>(14,796)</u>
<u>53,713</u>	<u>38,480</u>	<u>18,109</u>	<u>-</u>	<u>2,457</u>	<u>16,190</u>	<u>10,083</u>	<u>306,421</u>
<u>\$ 57,910</u>	<u>\$ 42,175</u>	<u>\$ 28,147</u>	<u>\$ 427</u>	<u>\$ 2,457</u>	<u>\$ 2,387</u>	<u>\$ 15,352</u>	<u>\$ 291,625</u>

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS OTHER GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2023

	35	36	38	39	40
	Hot Check	DA State Supplement	District Attorney Hot Check	Estray	Probation
REVENUES:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	75	-	-	-	-
Intergovernmental	-	-	-	-	-
Interest income	247	-	247	93	127
Other	-	-	-	6,701	-
Total revenues	<u>322</u>	<u>-</u>	<u>247</u>	<u>6,794</u>	<u>127</u>
EXPENDITURES:					
Current:					
General government	-	-	-	-	-
Justice system	350	27,500	-	-	-
Public safety	-	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Health and human services	-	-	-	1,500	-
Community and economic development	-	-	-	-	-
Infrastructure and environmental services	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>350</u>	<u>27,500</u>	<u>-</u>	<u>1,500</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(28)</u>	<u>(27,500)</u>	<u>247</u>	<u>5,294</u>	<u>127</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(28)	(27,500)	247	5,294	127
Fund balance - beginning of year	<u>11,130</u>	<u>21,176</u>	<u>6,974</u>	<u>16,070</u>	<u>28,315</u>
Fund balance - end of year	<u>\$ 11,102</u>	<u>\$ (6,324)</u>	<u>\$ 7,221</u>	<u>\$ 21,364</u>	<u>\$ 28,442</u>

EXHIBIT C-5

Page 2 of 4

Special Revenue Funds					
41	42	43	44	45	47
Adult Probation	State Juvenile Probation	County Juvenile Probation	Commitment Diversion	Juvenile Probation IV E	Community Service Adult Prob.
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
305,532	-	103,459	-	-	-
170,631	264,753	-	47,643	-	70,911
914	-	1,098	-	23	-
-	-	-	-	-	-
<u>477,077</u>	<u>264,753</u>	<u>104,557</u>	<u>47,643</u>	<u>23</u>	<u>70,911</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
404,770	109,169	374,632	70,575	17,550	123,115
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>404,770</u>	<u>109,169</u>	<u>374,632</u>	<u>70,575</u>	<u>17,550</u>	<u>123,115</u>
72,307	155,584	(270,075)	(22,932)	(17,527)	(52,204)
-	-	266,031	-	-	54,799
(54,799)	(154,000)	-	-	-	-
<u>(54,799)</u>	<u>(154,000)</u>	<u>266,031</u>	<u>-</u>	<u>-</u>	<u>54,799</u>
17,508	1,584	(4,044)	(22,932)	(17,527)	2,595
210,231	(14,417)	229,856	-	17,661	8,195
<u>\$ 227,739</u>	<u>\$ (12,833)</u>	<u>\$ 225,812</u>	<u>\$ (22,932)</u>	<u>\$ 134</u>	<u>\$ 10,790</u>

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS

OTHER GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	48 Court Reporter Fees	49 Supplement Guardianship Fees	50 Family Protection Fees	51 Court Facilities Fees	52 Law Library Fees
REVENUES:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	9,863	3,630	-	7,763	13,586
Intergovernmental	-	-	-	-	-
Interest income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>9,863</u>	<u>3,630</u>	<u>-</u>	<u>7,763</u>	<u>13,586</u>
EXPENDITURES:					
Current:					
General government	7,191	-	-	-	-
Justice system	-	-	-	-	2,582
Public safety	-	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Health and human services	-	-	-	-	-
Community and economic development	-	-	-	-	-
Infrastructure and environmental services	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>7,191</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,582</u>
Excess (deficiency) of revenues over expenditures	<u>2,672</u>	<u>3,630</u>	<u>-</u>	<u>7,763</u>	<u>11,004</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,672	3,630	-	7,763	11,004
Fund balance - beginning of year	<u>53,840</u>	<u>27,700</u>	<u>21,990</u>	<u>4,652</u>	<u>99,564</u>
Fund balance - end of year	<u>\$ 56,512</u>	<u>\$ 31,330</u>	<u>\$ 21,990</u>	<u>\$ 12,415</u>	<u>\$ 110,568</u>

Special Revenue Funds

55	56	57	58	81	82
Historical Commission	JP Court Security	Specialty Court	Language Access	Constable #1 LEOSE	Constable #2 LEOSE
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	1,660	1,164	-	-
-	-	-	-	565	565
65	519	-	-	-	-
-	-	-	-	-	-
<u>65</u>	<u>519</u>	<u>1,660</u>	<u>1,164</u>	<u>565</u>	<u>565</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	355
-	-	-	-	-	-
4,000	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>355</u>
<u>(3,935)</u>	<u>519</u>	<u>1,660</u>	<u>1,164</u>	<u>565</u>	<u>210</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(3,935)	519	1,660	1,164	565	210
<u>16,296</u>	<u>10,263</u>	<u>3,775</u>	<u>698</u>	<u>1,208</u>	<u>2,736</u>
<u>\$ 12,361</u>	<u>\$ 10,782</u>	<u>\$ 5,435</u>	<u>\$ 1,862</u>	<u>\$ 1,773</u>	<u>\$ 2,946</u>

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS OTHER GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds				
	83	84	85	86	87
	Sheriff LEOSE	District Attorney LEOSE	County Clerk Archive	District Clerk Archive	County Clerk Technology
REVENUES:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	-	-	56,597	410	180
Intergovernmental	1,915	565	-	-	-
Interest income	-	-	9,877	445	176
Other	-	-	-	-	-
Total revenues	<u>1,915</u>	<u>565</u>	<u>66,474</u>	<u>855</u>	<u>356</u>
EXPENDITURES:					
Current:					
General government	-	-	-	-	157
Justice system	-	-	-	-	-
Public safety	4,640	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Health and human services	-	-	-	-	-
Community and economic development	-	-	-	-	-
Infrastructure and environmental services	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>4,640</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>157</u>
Excess (deficiency) of revenues over expenditures	<u>(2,725)</u>	<u>565</u>	<u>66,474</u>	<u>855</u>	<u>199</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(2,725)</u>	<u>565</u>	<u>66,474</u>	<u>855</u>	<u>199</u>
Fund balance - beginning of year	<u>13,391</u>	<u>2,532</u>	<u>528,591</u>	<u>22,101</u>	<u>6,066</u>
Fund balance - end of year	<u>\$ 10,666</u>	<u>\$ 3,097</u>	<u>\$ 595,065</u>	<u>\$ 22,956</u>	<u>\$ 6,265</u>

EXHIBIT C-5

Page 4 of 4

89 District Clerk Technology	90 JP Technology	91 Opioid Abatement	93 Grants	94 R&B #1 FEMA	96 R&B #3 FEMA	Debt Service Fund 61 Annex Sinking Fund	Total Combined
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,126	\$ 44,126
568	2,421	-	-	-	-	-	599,560
-	-	29,758	100,000	270,826	14,876	-	982,911
534	657	-	-	-	-	2,543	54,662
-	-	-	-	-	-	-	153,085
<u>1,102</u>	<u>3,078</u>	<u>29,758</u>	<u>100,000</u>	<u>270,826</u>	<u>14,876</u>	<u>46,669</u>	<u>1,834,344</u>
-	-	17,100	80,347	-	-	-	299,800
342	6,249	-	64,520	-	-	-	137,664
-	-	-	-	-	-	-	4,995
-	-	-	-	-	-	-	1,099,811
-	-	-	-	-	-	-	1,500
-	-	-	-	-	-	-	4,000
-	-	-	-	-	14,876	-	14,876
-	-	-	-	-	-	295,000	295,000
-	-	-	-	-	-	3,614	3,614
<u>342</u>	<u>6,249</u>	<u>17,100</u>	<u>144,867</u>	<u>-</u>	<u>14,876</u>	<u>298,614</u>	<u>1,861,260</u>
<u>760</u>	<u>(3,171)</u>	<u>12,658</u>	<u>(44,867)</u>	<u>270,826</u>	<u>-</u>	<u>(251,945)</u>	<u>(26,916)</u>
-	-	-	-	-	-	-	320,830
-	-	-	-	-	-	-	(225,168)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>95,662</u>
760	(3,171)	12,658	(44,867)	270,826	-	(251,945)	68,746
<u>30,810</u>	<u>9,337</u>	<u>-</u>	<u>160,851</u>	<u>(270,826)</u>	<u>-</u>	<u>288,182</u>	<u>2,577,491</u>
<u>\$ 31,570</u>	<u>\$ 6,166</u>	<u>\$ 12,658</u>	<u>\$ 115,984</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,237</u>	<u>\$ 2,646,237</u>

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION

- MODIFIED CASH BASIS

CUSTODIAL FUNDS

SEPTEMBER 30, 2023

	Sheriff Department Accounts	Coke Fund	County Tax A/C Accounts	County Clerk Accounts	District Clerk Accounts
ASSETS					
Cash on hand and in bank	\$ 54,536	\$ 2,175	\$ 390,459	\$ 234,272	\$ 625,693
Total assets	<u>54,536</u>	<u>2,175</u>	<u>390,459</u>	<u>234,272</u>	<u>625,693</u>
LIABILITIES					
None	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION					
Restricted for other purposes	54,536	2,175	390,459	234,272	625,693
Total net position	<u>\$ 54,536</u>	<u>\$ 2,175</u>	<u>\$ 390,459</u>	<u>\$ 234,272</u>	<u>\$ 625,693</u>

County Attorney Account	Probation Department Accounts	JP #1 Account	JP #2 Account	Pending Forfeitures	State Fees Fund	Total Combined
\$ 3,512	\$ 4,343	\$ 5,167	\$ 7,918	\$ 98,833	\$ 17,652	\$ 1,444,560
3,512	4,343	5,167	7,918	98,833	17,652	1,444,560
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,512	4,343	5,167	7,918	98,833	17,652	1,444,560
<u>\$ 3,512</u>	<u>\$ 4,343</u>	<u>\$ 5,167</u>	<u>\$ 7,918</u>	<u>\$ 98,833</u>	<u>\$ 17,652</u>	<u>\$ 1,444,560</u>

MONTAGUE COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

- MODIFIED CASH BASIS

CUSTODIAL FUNDS

SEPTEMBER 30, 2023

	Sheriff Department Accounts	Coke Fund	County Tax A/C Accounts	County Clerk Accounts
ADDITIONS	\$ 148,217	\$ 1,172	\$ 17,412,367	\$ 161,223
DEDUCTIONS	156,079	1,115	17,363,181	311,731
CHANGE IN NET POSITION	(7,862)	57	49,186	(150,508)
NET POSITION - BEGINNING	62,398	2,118	341,273	384,780
NET POSITION - ENDING	<u>\$ 54,536</u>	<u>\$ 2,175</u>	<u>\$ 390,459</u>	<u>\$ 234,272</u>

<u>District Clerk Accounts</u>	<u>County Attorney Account</u>	<u>Probation Department Accounts</u>	<u>JP #1 Account</u>	<u>JP #2 Account</u>	<u>Pending Forfeitures</u>	<u>State Fees Fund</u>	<u>Total Combined</u>
\$ 450,799	\$ 3,404	\$ 223,638	\$ 20,763	\$ 33,262	\$ 182,512	\$ 124,799	\$ 18,762,156
259,994	3,404	241,501	22,543	39,303	196,318	134,506	18,729,675
190,805	-	(17,863)	(1,780)	(6,041)	(13,806)	(9,707)	32,481
434,888	3,512	22,206	6,947	13,959	112,639	27,359	1,412,079
<u>\$ 625,693</u>	<u>\$ 3,512</u>	<u>\$ 4,343</u>	<u>\$ 5,167</u>	<u>\$ 7,918</u>	<u>\$ 98,833</u>	<u>\$ 17,652</u>	<u>\$ 1,444,560</u>



Resolution Amending Authorized Representatives

Please complete this form to amend or designate Authorized Representatives. *This document supersedes all prior Authorized Representative forms.*

* Required Fields

1. Resolution

WHEREAS,

MONTAGUE COUNTY

Participant Name*

780008

Location Number*

("Participant") is a local government of the State of Texas and is empowered to delegate to a public funds investment pool the authority to invest funds and to act as custodian of investments purchased with local investment funds; and

WHEREAS, it is in the best interest of the Participant to invest local funds in investments that provide for the preservation and safety of principal, liquidity, and yield consistent with the Public Funds Investment Act; and

WHEREAS, the Texas Local Government Investment Pool ("TexPool / Texpool Prime"), a public funds investment pool, were created on behalf of entities whose investment objective in order of priority are preservation and safety of principal, liquidity, and yield consistent with the Public Funds Investment Act.

NOW THEREFORE, be it resolved as follows:

- That the individuals, whose signatures appear in this Resolution, are Authorized Representatives of the Participant and are each hereby authorized to transmit funds for investment in TexPool / TexPool Prime and are each further authorized to withdraw funds from time to time, to issue letters of instruction, and to take all other actions deemed necessary or appropriate for the investment of local funds.
- That an Authorized Representative of the Participant may be deleted by a written instrument signed by two remaining Authorized Representatives provided that the deleted Authorized Representative (1) is assigned job duties that no longer require access to the Participant's TexPool / TexPool Prime account or (2) is no longer employed by the Participant; and
- That the Participant may by Amending Resolution signed by the Participant add an Authorized Representative provided the additional Authorized Representative is an officer, employee, or agent of the Participant;

List the Authorized Representative(s) of the Participant. Any new individuals will be issued personal identification numbers to transact business with TexPool Participant Services.

1. JENNIFER FENOGLIO

TREASURER

Name

Title

9408942161

Phone

Fax

J.FENOGLIO@CO.MONTAGUE.TX.US

Email

J Fenoglio

Signature

2. JENNIFER ESSARY

COUNTY AUDITOR

Name

Title

9408942565

Phone

Fax

JESSARYMCA@GMAIL.COM

Email

JE

Signature

3. LEAH DISHMAN

CHIEF DEPUTY TREASURER

Name

Title

9408942161

Phone

Fax

L.DISHMAN@CO.MONTAGUE.TX.US

Email

Leah Dishman

Signature

1. Resolution (continued)

4.
Name Title

Phone Fax Email

Signature

List the name of the Authorized Representative listed above that will have primary responsibility for performing transactions and receiving confirmations and monthly statements under the Participation Agreement.

JENNIFER FENOGLIO

Name

In addition and at the option of the Participant, one additional Authorized Representative can be designated to perform only inquiry of selected information. *This limited representative cannot perform transactions.* If the Participant desires to designate a representative with inquiry rights only, complete the following information.

KEVIN BENTON COUNTY JUDGE
Name Title

Phone Fax Email
9 4 0 8 9 4 2 4 0 1 CO.JUDGE@CO.MONTAGUE.TX.US

D. That this Resolution and its authorization shall continue in full force and effect until amended or revoked by the Participant, and until TexPool Participant Services receives a copy of any such amendment or revocation. This Resolution is hereby introduced and adopted by the Participant at its regular/special meeting held on the 11 day of MARCH, 2024.

Note: Document is to be signed by your Board President, Mayor or County Judge and attested by your Board Secretary, City Secretary or County Clerk.

MONTAGUE COUNTY

Name of Participant*

SIGNED

Signature*
KEVIN BENTON
Printed Name*
COUNTY JUDGE
Title*

ATTEST

Signature*
KIM JONES
Printed Name*
COUNTY CLERK
Title*

2. Delivery Instructions

Please return this document to **TexPool Participant Services:**

Email: texpool@dstsystems.com

Fax: 866-839-3291

TEX-REP

2 OF 2

FANDEL'S A/C & HEATING

NOTES

12-2527

7

7

3/4/2024

NO 7419521

111

0.477

WILSON

erhalten 1-2 km. Buschschärfen
auf 120m. und 200m.

27, 257.

11/20/91

1547

五

Line Item 570 \$22,250.00

Pay To: Faydel's

Approved:

Received _____ Date: _____

RESOLUTION FOR JOINT ELECTION

WHEREAS, the Forestburg ISD and Bowie ISD, so hereby orders a Uniform Election to be held on May 4, 2024 in the County of Montague; and

WHEREAS, the Forestburg ISD and Bowie ISD have called an election for Saturday; May 4, 2024 and

WHEREAS, the Forestburg ISD and Bowie ISD have expressed its desire for a joint election with the County; and

WHEREAS, state law allows local entities holding elections on the same day to do so jointly, thereby making voting more convenient; and

WHEREAS, the Montague County Elections Administrator will provide all election services for Forestburg ISD and Bowie ISD, as agreed upon by the Montague County Elections Administrator and each entity through separate contract; and

WHEREAS, the Texas Election Code allows for an agreement in accordance with Section 271.002, whereby the County and Forestburg ISD and Bowie ISD agree to hold a joint election on May 4, 2024.

NOW AND THEREFORE BE IT RESOLVED BY THE COMMISSIONERS COURT OF MONTAGUE COUNTY, TEXAS, THAT:

Said Commissioners Court authorizes Forestburg ISD and Bowie ISD to share the countywide polling places and any voting equipment necessary to conduct such election. Terms and conditions of the election will be identified by the election services contracts between Jason Biles and Blake Enlow, representatives for Forestburg ISD and Bowie ISD and Ginger Wall, Montague County Elections Administrator.

PASSED AND APPROVED, THIS _____ DAY OF _____, 2024.

County Judge

Commissioner, Precinct 1

Commissioner, Precinct 2

Commissioner, Precinct 3

Commissioner, Precinct 4

**JOINT ELECTION AGREEMENT &
LEASE AGREEMENT OF ELECTION EQUIPMENT**

This Agreement is made and entered by the County of Montague, acting through its officers, Judge Kevin Benton, Montague County Judge, Ginger Wall, Montague County Election Administrator, Forestburg ISD and Bowie ISD acting through their representatives, for the leasing, programming, supervision, and tabulation of the Uniform Election.

This contract must be signed and returned to Montague County Elections Administrator before any actions listed will be conducted.

In consideration of the mutual covenants and promises hereinafter set out. It is agreed to as follows:

- I. The election to be held on May 4, 2024 known as the Uniform Election, shall be held jointly with Forestburg ISD and Bowie ISD.
- II. The following location shall serve as the common Vote Center for the voting districts where the Entities are conducting a Chapter 41 of the Texas Education Code Election.

Early Voting/Election Day
Bowie Senior Center

Location
501 Pelham St, Bowie, Tx 76230

Election Day
Bowie Senior Center
Sunset City Hall
Forestburg ISD Library

Location
501 Pelham St, Bowie, Tx 76230
119 FM 1749, Sunset, Tx 76270
16346 FM 455, Forestburg, Tx 76239

Montague County Elections Administrator in connection with conducting the Election of the Entities, listed above, shall assume the following responsibilities:

- A. Prepare lists of registered voters in the School District of Bowie.
- B. Establish Early Voting and Election Day polling locations.
- C. Select Early Voting, Election Day, and Ballot Board workers.
- D. Order and distribute supplies for Early Voting and Election Day.
- E. Conduct training on the voting machines.
- F. Program and test voting machines for Early Voting and Election Day.
- G. Post notice of the test of the voting machines.
- H. Deliver and setup voting machines for Early Voting and Election Day.

- I. Print and process ballots for Early Voting by mail.
 - J. Tabulate ballots voted by mail and in person for Early Voting and Election Day.
 - K. Prepare daily reports for Early Voting and total reports for final results.
 - L. Perform any and all other duties as necessary required under the Texas Election Code in order to conduct the May 4, 2024 Election(s).
- III. Forestburg ISD and Bowie ISD in connection with conducting the May 4, 2024 , shall assume the following responsibilities and shall directly bear any attendant cost of the same:
- A. Post notices of election.
 - B. Deliver to the Contracting Officer as soon as possible, but not later than 75 days before the election, the proposition, issues, and/or candidate's names to be printed on the ballot with the exact wording, spelling, and order that is to be used on the official ballot.
 - C. Comply with all deadlines set by Secretary of State as pursuant to Texas Election Code and Vendor responsible for the printing of paper ballots and programming for electronic voting.
 - D. Responsible for equal share of Early Voting and Election Day Judge, Alternate Judge and any additional worker's salary sharing the same Early Voting and Election Day polling place locations. All election staff will be paid by Montague County to be reimbursed by the Entities listed herein.
 - E. Prepare any necessary submission to Department of Justice.
 - F. Canvassing the votes by the date specified by the Texas Secretary of the State guidelines.
 - G. Compensate Election Administrator for election expenses as set out in itemized cost estimate.
- IV. GENERAL CONDITIONS:
- A. The applicable number of voting precincts plus Early Voting locations, for Early Voting by mail, and by personal appearance will be tabulated for the Entities listed herein.
 - B. A member from each Entity shall attend training conducted by the county on the use of the electronic voting machines.
 - C. The Entities agree to save and hold harmless the Montague County Elections Office from any and all claims made that arise out of the failure or omission of the Forestburg ISD and Bowie ISD to perform its obligations under this contract.
 - D. The Montague County Election Office agree to save and hold harmless the Forestburg ISD and Bowie ISD from any and all claims made arising out of the failure or omission of the Montague County Elections Office to perform their obligations under this contract.

- E. The contracting officer shall file copies of this contract with the Montague County Auditor. Forestburg ISD and Bowie ISD will maintain a copy of the contract for their records.
- F. This contract shall bind and benefit the respective parties and their legal successors and shall not be assignable, in whole or in part, by any party without first obtaining written consent of the other party.
- G. Except as otherwise provided in this contract, this contract shall be subject to change and modification only with the written mutual consent of each of the parties hereto. All amendments, modifications, or alterations must be in writing, dated after the effective date of the Agreement, and approved by the respective governing bodies.
- H. This contract shall be for the sole and exclusive benefit of the parties hereto and shall not be construed to confer any rights upon any third party.
- I. This contract embodies and does constitute the entire agreement between the parties and there are no prior effective representations, warranties, or agreements between the parties. This contract shall supersede all prior agreements between the parties regarding the subject matter hereof.
- J. The parties agree that this contract shall not be construed in favor of or against any party on the basis that the party did or did not author this contract.

V. ELECTION EXPENSES AND ALLOCATION OF COSTS

- A. It is understood that other political subdivisions may wish to participate in the use of the County's electronic voting system and polling places, and it is agreed that the Elections Administrator may enter into other contracts for election services for those purposes on the terms and conditions generally similar to those set forth in this contract. In such cases, costs shall be pro-rated among the participants according to the Sections VI of this contract.
- B. Should the election be held as a joint election that allocation of costs, unless specifically stated otherwise, is mutually agreed to be shared.
- C. Each entity shall be solely responsible for its own costs and expenses, including all programming fees and ballot cost to Election Systems and Software (ES&S), Invoices will be billed to Entities and Entities will be responsible for their share of the programming payable to Montague County. Please see a separate lease agreement, "Exhibit A" attached herein, for the use of the voting machines for the May 4, 2024 Election.
- D. Each participating authority agrees to pay the Montague County Elections Administrator a Precinct Kit fee in the amount of \$50 per entity. Costs for the Early Voting by Mail, forms, and notices shall be allocated by the Election Supply Fee.

- E. Each participating authority agrees to pay the Montague County Elections Administrator a Supervision of Election fee as defined by Sec. 31.100 (d) of the Texas Election Code; a fee for election services performed under an election services contract.
- F. An invoice shall be issued by Montague County Elections after Election Day for reimbursement.
- G. The Montague County Elections Administrator shall deposit all funds payable under this contract into the appropriate fund(s) within the County Treasury in accordance with Election Code Section 31.100.

VI. WITHDRAWAL FROM CONTRACT DUE TO CANCELLATION OF ELECTION

- A. Any participating authority may withdraw from a joint election should it cancel its election in accordance with Sections 2.051-2.053 of the Texas Election Code. The withdrawing authority is fully liable for any expenses incurred by Montague County Elections Office on behalf of the authority plus the administrative fee of such expenses through the date of cancellation.
- B. Either party may terminate this contract upon 30 days written notice to the other party.
- C. Deadline to cancel election will fall on 71st day before Election Day. (Day after deadline for political subdivision to order election.)

- VII. The exact amount of each participating authority's obligation under the terms of this contract shall be calculated after the election. The Entities shall pay the Elections Administrator the balance due within 30 days after the receipt of the final invoice from the Elections Administrator.
- VIII. In connection with the performance of this Agreement, neither of the contracting parties will be deemed liable to third parties for any default of the other contracting party in connection with holding the election, including the failure of a contracting party to pay any expenses under the Agreement.
- IX. This Agreement shall be construed in accordance with the laws of the State of Texas and under Chapter 172 the Texas Election Code and all obligations of the parties are performable in Montague County, Texas.
- X. In case any provision of this Agreement is held to be invalid, illegal, or unenforceable, the remaining provisions shall continue to be valid, and the Agreement shall be construed as if the invalid, illegal, or unenforceable provision has never been included.
- XI. In connection with the Agreement, all notices, inquiries, and communications shall be to the following persons or offices:

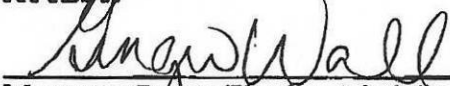
For the County:
Kevin Benton, Montague County Judge
Ginger Wall, Montague County Election Administrator

For the Entities:
Forestburg Independent School District, Representative
Bowie Independent School District, Representative

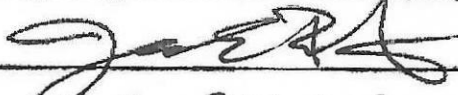
COUNTY OF MONTAGUE

DATE: March 5, 2024 By: 
County Judge

ATTEST:


Montague County Election Administrator

Forestburg Independent School District, Representative

BY: 
DATE: 2-28-24

Bowie Independent School District, Representative

BY: _____

DATE: _____

For the County:
Kevin Benton, Montague County Judge
Ginger Wall, Montague County Election Administrator

For the Entities:
Forestburg Independent School District, Representative
Bowie Independent School District, Representative

COUNTY OF MONTAGUE

DATE: March 5, 2024 By: [Signature]
County Judge

ATTEST:
[Signature]
Montague County Election Administrator

Forestburg Independent School District, Representative

BY: _____

DATE: _____

Bowie Independent School District, Representative

BY: J. Blake Elow

DATE: 2/28/2024

EXHIBIT "A"

COUNTY OF MONTAGUE COMPLIANT EXPRESSVOTE ELECTION EQUIPMENT as follows, to-wit:

10 ExpressVote ADA Unit(s) (including head phone accessory)
5 DS200 (Ballot Counter)
3 POLLBOOK(s) (Voter Verification, Ballot Activator)
3 Printer Pack

ExpressVote (Voting Machine)	@ \$166.25 per machine	\$1662.50
DS200 (Ballot Counter)	@ \$287.50 per machine	\$1437.50
Pollbooks (Voter Verification)	@ \$57.50 per machine	\$172.50
ES&S Programming (Coding, Audio, Ballot Layout)		\$TBD
3 printer pack @ \$26.00 per day 3 days		\$234.00
10 % Supervision of Election fee		\$TBD
Logic & Accuracy testing publication		\$TBD
Precinct kit fee (election forms, ABBM, etc.)		\$100.00
Verizon MiFi pack usage		\$TBD
1 Central Count Personnel (@ \$12 per hour)		\$TBD

Approximate Total Due to Montague County

\$ 3606.50

Final bill will be sent following election

MONTAGUE COUNTY, TEXAS

By: Ginger Wall
Ginger Wall, Elections Administrator
Authorized Representative, Montague County, Texas

LESSEE: J. Blake How
LESSEE: _____

EXHIBIT "A"

COUNTY OF MONTAGUE COMPLIANT EXPRESSVOTE ELECTION EQUIPMENT as follows, to-wit:

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- 5 DS200 (Ballot Counter)
- 3 POLLBOOK(s) (Voter Verification, Ballot Activator)
- 3 Printer Pack

ExpressVote (Voting Machine)	@ \$166.25 per machine	\$1662.50
DS200 (Ballot Counter)	@ \$287.50 per machine	\$1437.50
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Verizon MiFi pack usage		\$TBD
1 Central Count Personnel (@ \$12 per hour)		\$TBD

Approximate Total Due to Montague County

\$ 3606.50

Final bill will be sent following election

MONTAGUE COUNTY, TEXAS

By: 

Ginger Wall, Elections Administrator
Authorized Representative, Montague County, Texas

LESSEE: 

LESSEE: _____



TEXAS ASSOCIATION of COUNTIES RISK MANAGEMENT POOL

Property Renewal Schedule

Member: Montague County

Coverage Period: 07/01/2024 - 07/01/2025

Property Renewal Schedule

Member Name: Montague County

Pool Coordinator: Hon. Jennifer Fenoglio

Email: j.fenoglio@co.montague.tx.us

Instructions for Completion

- 1) Review each tab and update as needed.
- 2) Include Declarations page for any National Flood Insurance Program coverage in force.
- 3) Email completed questionnaire by April 1, 2024 to: TACRMP@county.org or yolandam@county.org

All entries are subject to approval, further information may be requested upon review.

If this schedule is not received by April 1, 2024, coverage will be renewed as it currently stands with any requested changes handled by endorsement.

Your Member Services Representative is available to assist you with any questions or concerns and can be reached at 1-800-456-5974.

Property Renewal Questions

Yes or No

1. Do you have any property in the course of construction or plan to undergo any major construction for buildings reported?

If yes, please provide us with the building item #, cost of project and estimated project completion date.

NO

2. Are any owned buildings currently vacant?

If yes, please identify the building item # and is the building being maintained and secured?

NO

3. Are any loss payees applicable to any properties?

If yes, please identify the building item # or mobile equipment item # and provide the loss payee contact information

NO

Unreported Claims

Yes or No

1. Are you, or any officer or employee, aware of, or have knowledge of any circumstance, occurrence, fact or event which is likely to be a basis of a claim, either now or in the future?

If yes, please describe:

NO

2. Has the situation been reported to TAC Claims Department?

NO

Acknowledgement and Acceptance

Member Name: Montague County

Member acknowledges that the information submitted in this questionnaire is true and accurate, including all known potential claims. The information submitted may be used by the Pool in processing the renewal and in assessing the coverage needs of the Member. The questions posed, or any wording of the questionnaire, should not and may not be relied upon by the Member as implying that coverage exists for any particular claim or class of claims. The only coverage provided by the Pool to the Member is as described in the applicable Coverage Document, including any endorsements and the Contribution and Coverage Declaration, issued to a covered Member.

Signature of County Judge or presiding official of the Political Subdivision

Date

Property Renewal Schedule

Member: Montague County

Coverage Period: 07/01/2024 - 07/01/2025

Building & Contents

Date Sold or Demolished	Change	Comments	Item #	Site Number	Site Name	Bldg Number	Building Name	Address	City	State	Zip	Flood Zone	Coverage Basis	Construction Type	Year Built	Stories	Sq. Ft.	Building Value	Content Value	Site Improvement Value	Total Value
			931	0	NEW BUILDING	001	CONTENTS ONLY - MONTAGUE COUNTY ANNEX COURTHOUSE (REPEATER) 1	597 BARRELL SPINING ROAD	NOCONA	TX	76255	RCV	ISO - 3		2018	1	1	\$0	\$22,480	\$0	\$22,480
			930	0	NEW BUILDING	002	MONTAGUE COUNTY ANNEX COURTHOUSE (REPEATER) 2	113 RIVER CREST DR	NOCONA	TX	76255	RCV	ISO - 3		2018	1	1	\$0	\$22,480	\$0	\$22,480
			932	0	NEW BUILDING	003	CONTENTS ONLY - MONTAGUE COUNTY ANNEX COURTHOUSE (REPEATER) 3	1146 FM 174	BOWIE	TX	76230	RCV	ISO - 3		2018	1	1	\$0	\$22,480	\$0	\$22,480
			236	1	MONTAGUE COUNTY COURTHOUSE	001	MONTAGUE COUNTY COURTHOUSE	101 E FRANKLIN STREET	MONTAGUE	TX	76251	X	RCV	ISO - 2	1912	3	40,837	\$10,836,100	\$2,476,110	\$0	\$13,312,210
			967	1	MONTAGUE COUNTY ANNEX	999	SITE IMPROVEMENTS	101 E FRANKLIN STREET	MONTAGUE	TX	76251	X	RCV	ISO - 3	2040	0	0	\$0	\$193,620	\$0	\$193,620
			233	2	COUNTY COURTHOUSE ANNEX	001	ANNEX OFFICE BUILDING	11339 STATE HIGHWAY 59N	MONTAGUE	TX	76251	X	RCV	ISO - 4	2013	1	24,563	\$4,569,120	\$1,331,550	\$0	\$5,900,670
			232	2	COUNTY COURTHOUSE ANNEX	002	STORAGE CONTAINER	11339 STATE HIGHWAY 59N	MONTAGUE	TX	76251	X	RCV	ISO - 3	2015	1	180	\$2,670	\$1,350	\$0	\$4,020
			969	2	COUNTY COURTHOUSE ANNEX	999	SITE IMPROVEMENTS	11339 STATE HIGHWAY 59N	MONTAGUE	TX	76251	X	RCV	ISO - 3	2040	0	0	\$0	\$13,360	\$0	\$13,360
			239	3	MONTAGUE COUNTY JAIL	001	MONTAGUE COUNTY JAIL	100 GRAND STREET	MONTAGUE	TX	76251	X	RCV	ISO - 4	1985	1	26,420	\$7,782,790	\$650,370	\$0	\$8,433,160
			246	3	MONTAGUE COUNTY JAIL	002	STORAGE BUILDING	100 GRAND STREET	MONTAGUE	TX	76251	X	RCV	ISO - 1	1970	1	680	\$67,800	\$12,140	\$0	\$79,940
			245	3	MONTAGUE COUNTY JAIL	003	MUSEUM	101 GRAND STREET	MONTAGUE	TX	76251	X	RCV	ISO - 2	1927	2	2,400	\$610,890	\$0	\$0	\$610,890
			968	3	MONTAGUE COUNTY JAIL	999	SITE IMPROVEMENTS	100 GRAND STREET	MONTAGUE	TX	76251	X	RCV	ISO - 3	2040	0	0	\$0	\$20,040	\$0	\$20,040
			243	4	HIGHWAY 455 COMMUNICATION TOWER	001	COMMUNICATIONS BUILDING	1500 HIGHWAY 455	MONTAGUE	TX	76251	X	RCV	ISO - 3	1987	1	126	\$21,270	\$9,440	\$0	\$30,710
			260	4	HIGHWAY 455 COMMUNICATION TOWER	002	COMMUNICATION TOWER	1500 HIGHWAY 455	MONTAGUE	TX	76251	X	RCV	ISO - 3	1970	1	0	\$154,180	\$0	\$0	\$154,180
			252	4	HIGHWAY 455 COMMUNICATION TOWER	003	SHERI STORAGE BUILDING	1500 HIGHWAY 455	MONTAGUE	TX	76251	X	RCV	ISO - 3	1990	1	1,800	\$114,650	\$31,030	\$0	\$142,680
			970	4	HIGHWAY 455 COMMUNICATION TOWER	999	SITE IMPROVEMENTS	1500 HIGHWAY 455	MONTAGUE	TX	76251	X	RCV	ISO - 3	2040	0	0	\$0	\$8,020	\$0	\$8,020
			231	5	HILDRETH POOL ROAD TOWER	001	COMMUNICATION TOWER	HWY 1816	MONTAGUE	TX	76251	X	RCV	ISO - 3	1980	1	0	\$224,140	\$212,040	\$0	\$436,180
			251	5	HILDRETH POOL ROAD TOWER	002	STORAGE BUILDING	HWY 1816	MONTAGUE	TX	76251	X	RCV	ISO - 1	1980	1	60	\$10,640	\$202,250	\$0	\$212,890
			240	7	PRECINCT 2 MAINTENANCE COMPLEX	001	OFFICE/MAINTENANCE BUILDING	202 HIGHWAY 59 S	BOWIE	TX	76230	X	RCV	ISO - 3	1975	1	3,044	\$237,940	\$52,590	\$0	\$290,530
			1069	7	PRECINCT 2 MAINTENANCE COMPLEX	003	VEHICLE STORAGE BLDG	202 HIGHWAY 59 S	BOWIE	TX	76230	X	RCV	ISO - 3	2017	1	4,000	\$96,010	\$0	\$0	\$96,010
			972	9	PRECINCT 3 MAINTENANCE COMPLEX	001	SITE IMPROVEMENTS	201 LEGION STREET	NOCONA	TX	76230	X	RCV	ISO - 3	2040	0	0	\$397,850	\$195,190	\$0	\$593,040
			238	9	PRECINCT 3 MAINTENANCE COMPLEX	002	VEHICLE STORAGE PAVILION	201 LEGION STREET	NOCONA	TX	76235	X	RCV	ISO - 3	2013	1	3,600	\$73,110	\$0	\$0	\$73,110
			256	9	PRECINCT 3 MAINTENANCE COMPLEX	003	OFFICE BUILDING	201 LEGION STREET	NOCONA	TX	76235	X	RCV	ISO - 1	1966	1	2,232	\$23,530	\$5,380	\$0	\$28,910
			223	9	PRECINCT 3 MAINTENANCE COMPLEX	004	NEW BUILDING - EQUIPMENT COVER	201 LEGION STREET	NOCONA	TX	76235	X	RCV	ISO - 3	2022	1	2,500	\$31,380	\$0	\$0	\$31,380
			1108	9	PRECINCT 3 MAINTENANCE COMPLEX	999	SITE IMPROVEMENTS	201 LEGION STREET	NOCONA	TX	76235	X	RCV	ISO - 3	2040	1	0	\$326,890	\$62,030	\$0	\$388,920
			973	9	PRECINCT 4 MAINTENANCE COMPLEX	001	MAINTENANCE SHOP	5 CAPPS CORNER ROAD	SAINT JO	TX	76265	X	RCV	ISO - 3	1998	1	3,626	\$683,740	\$0	\$0	\$683,740
			259	11	PRECINCT 4 MAINTENANCE COMPLEX	002	VEHICLE STORAGE PAVILION	5 CAPPS CORNER ROAD	SAINT JO	TX	76265	X	RCV	ISO - 3	2013	1	2,340	\$29,310	\$0	\$0	\$29,310
			248	11	PRECINCT 4 MAINTENANCE COMPLEX	003	OFFICE BUILDING	5 CAPPS CORNER ROAD	SAINT JO	TX	76265	X	RCV	ISO - 1	1985	1	252	\$25,250	\$4,050	\$0	\$29,300
			971	11	PRECINCT 4 MAINTENANCE COMPLEX	999	SITE IMPROVEMENTS	5 CAPPS CORNER ROAD	SAINT JO	TX	76265	X	RCV	ISO - 3	2040	0	0	\$554,700	\$294,450	\$0	\$849,150
			254	12	PRECINCT 1 MAINTENANCE COMPLEX	001	MAINTENANCE SHOP	11739 FM 455	FORESTBURG	TX	76239	X	RCV	ISO - 3	1999	1	5,248	\$33,240	\$5,350	\$0	\$38,590
			234	12	PRECINCT 1 MAINTENANCE COMPLEX	002	OFFICE BUILDING	HWY 455 SOUTH	FORESTBURG	TX	76239	X	RCV	ISO - 1	1975	1	372	\$3,980	\$1,350	\$0	\$5,330
			242	12	PRECINCT 1 MAINTENANCE COMPLEX	003	STORAGE CONTAINER	HWY 455 SOUTH	FORESTBURG	TX	76239	X	RCV	ISO - 3	2015	1	240	\$404,680	\$0	\$0	\$404,680
			1186	12	PRECINCT 1 MAINTENANCE COMPLEX	004	NEW BUILDING - RADIO TOWER	FORESTBURG TX	FORESTBURG	TX	76239	RCV	ISO - 3	2023	1	100	\$0	\$0	\$0	\$0	\$0
			974	12	PRECINCT 1 MAINTENANCE COMPLEX	999	SITE IMPROVEMENTS	HWY 455 SOUTH	FORESTBURG	TX	76239	RCV	ISO - 3	2040	0	0	\$0	\$0	\$0	\$0	\$0
Building & Contents Total:																		\$20,674,070	\$5,604,160	\$113,510	\$26,391,740

NEW ADDITIONS

Comments

Bldg

Building Name - Address

Flood Zone Coverage Basis

Construction Type Year Built Stories Sq. Ft. Building Value Content Value Site Improvement Value Total Value



Property Renewal Schedule

Member: Montague County
Coverage Period: 07/01/2024 - 07/01/2025
Unmanned Aircraft- Only report Unmanned Aircraft valued above \$100,000

NEW ADDITIONS:				Effective Date	Expiration Date	Total Value
Item	Year	Make	Model	Serial Number		



TEXAS ASSOCIATION *of* COUNTIES
RISK MANAGEMENT POOL

Property Renewal Schedule

Member: Montague County

Coverage Period: 07/01/2024 - 07/01/2025

Fine Arts- Only report Fine Arts valued above \$250,000

NEW ADDITIONS:

Item	Address	Fine Arts Description	Effective Date	Expiration Date	Total Value	Comments
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Property Renewal Schedule

Member: Montague County
Coverage Period: 07/01/2024 - 07/01/2025
Mobile Equipment

Build or Demolish	Change	Comments	Item	Year	Make	Model	Serial Number	Inventory ID	Total Value
			5		MASSEY FERGUSON	TRACTOR W/LOADER, MOWER	JNA94250,00533,32553		\$17,012
Items Scheduled Total - 1									\$17,012

Sold or Demolish	Change	Comments	Item	Year	Make	Model	Serial Number	Inventory ID	Total Value
			91	2011	CATERPILLAR	420E BACKHOE	DJL02586	3674	\$80,000
			122	2014	BOMAG	ROLLER BW211	901583531171	4091	\$85,313
			137		JOHN DEERE	544E LOADER	DW544ED538077	3493	\$24,000
			138	1985	BOMAG	ASPHALT RECLAIMER	90131	3630	\$11,000
			139	1989	JOHN DEERE	644E LOADER	DW644ED526581	3722	\$10,000
SOLD			140	1997	NEW HOLLAND	BACKHOE	31008363	3947	\$17,440
			141	2000	CHAMPION	MOTOR GRADER	31440	3948	\$25,388
SOLD			142	1989	CHAMPION	720A MOTOR GRADER	28274	3967	\$42,000
			143	2004	VOLVO	MOTOR GRADER	36662	3969	\$16,099
			144	2016	JOHN DEERE	5085E TRACTOR	1LV5085ECFY440816	4112	\$49,424
SOLD			145		BEAVER	72' LIMB BEAVER	6045	4118	\$22,850
			146	2011	PREDATOR	10" FLEXWING MOWER	2011RC130-250632	5019	\$3,000
			147	2018	JOHN DEERE	672G MOTOR GRADER	1DW672GPHJF686253	5051	\$277,804
			151	2019	JOHN DEERE	6'10M TRACTOR W/BRUSH CUTTER	1L06110MKJH917649	5009	\$139,977
			154	2018	KOMATSU	GD 655-6 MOTOR GRADER	60336	5058	\$236,700
			171	2017	JOHN DEERE	6'10M TRACTOR/BRUSH CUTTER	1L06110MCHH890619	4175	\$139,300
			172	2018	JOHN DEERE	333G SKID STEER	1T03333GMJJF325955	4221	\$110,000
			173	2020	JOHN DEERE	310SL BACKHOE/LOADER	1T0310SLLHF320046	5049	\$84,000
			174	2019	MODERN	PREDATOR 10' MOWER	108874	5019	\$12,436
			178	2021	JOHN DEERE	670G MOTOR GRADER	1DW670GTXMF711973	5084	\$264,882
Items Scheduled Total - 20									\$1,651,613

[illegible]

Id or Demolish	Change	Comments	Item	Year	Make	Model	Serial Number	Inventory ID	Total Value
			110	2013	JOHN DEERE	TRACTOR	1L06330HPCH	3921	\$95,223
			111	2013	JOHN DEERE	670G MOTOR GRADER	1DW670GXHD652103	3926	\$199,201
			112	2014	JOHN DEERE	310E LOADER	1T0310EKTG259392	3972	\$72,283
			114	2014	NEW HOLLAND	TRACTOR	1321040	4001	\$20,500
			126	2017	DYNAPAC	ROLLER	10000167LHA020214	4140	\$123,321
			132	1998	JOHN DEERE	644H LOADER	DW644ED519961	3809	\$40,000
			161	2019	JOHN DEERE	TRACTOR W/TIGER MID MOUNT BOOM	1L06110MEJH926877	5016	\$139,977
			162	2019	JOHN DEERE	331G W/ATTACHMENT 2018 JOHN DEER	1T0331GMTJF337443	4222	\$65,107
			169	2020	JOHN DEERE	670G MOTOR GRADER	1DW670GXCLF707376X949402	5036	\$230,433
			170	2020	JOHN DEERE	670G MOTOR GRADER	1DW670GXCLF707371X949400	5037	\$230,433
			176	2008	ASPHALT ZIPPER	AZ-500	50000340	5055	\$44,100
Items Scheduled Total - 11									Precinct 3, Commissioner - Total
									\$1,260,578
Id or Demolish	Change	Comments	Item	Year	Make	Model	Serial Number	Inventory ID	Total Value
			106	1985	CATERPILLAR	D5B DOZER	24X00597	4004	\$32,000
			125	2017	JOHN DEERE	6110M TIGER	1L06110MEGH856144	4133	\$133,769
			149	1985	CATERPILLAR	980C LOADER	13B00569	2681	\$75,000
			150	2018	JOHN DEERE	2WD 16x16 PWR TRACTOR	11106110MPJH917665		\$139,273
			158	2019	JOHN DEERE	310SL	1T0310SLJKF354988	5028	\$162,875
			163	2020	CATERPILLAR	140M MOTOR GRADER	0N9400305	5034	\$226,787
			164	2020	CATERPILLAR	140 MOTOR GRADER	SYE37501		\$230,000
			168	1993	JOHN DEERE	544G LOADER	D539041	2481	\$50,000
			175	2019	HAMM	H121 84" ROLLER-CA250D	6582US5441	3975	\$104,901
Items Scheduled Total - 9									Precinct 4, Commissioner - Total
									\$1,154,605
Id or Demolish	Change	Comments	Item	Year	Make	Model	Serial Number	Inventory ID	Total Value
			177	2022	ETNYRE	4X4 CHIPSREADER	K7527	5088	\$379,500
Items Scheduled Total - 1									Shared Departments - Total
Items Scheduled Total - 53									Mobile Equipment Total -
									\$5,789,927
NEW ADDITIONS:									
		Comments	Item	Year	Make	Model	Serial Number	Inventory ID	Total Value
		PCT 1			SKYTRAK	FORKLIFT ROUGH TERRAIN	600M2N2043	5099	7000
		PCT 1			JOHN DEERE	4X6 GATOR DIESEL	MOM6X4D015194		1800
		PCT 3			NEW HOLLAND	4835 TRACTOR		1120185	5060
									15000



STEVEN C. McCRAW
DIRECTOR
WALT GOODSON
FREEMAN F. MARTIN
DWIGHT D. MATHIS
DEPUTY DIRECTORS

TEXAS DEPARTMENT OF PUBLIC SAFETY

5805 N LAMAR BLVD • BOX 4087 • AUSTIN, TEXAS 78773-0001

512/424-2000

www.dps.texas.gov



COMMISSION
STEVEN P. MACH, CHAIRMAN
NELDA L. BLAIR
LARRY B. LONG
STEVE H. STODGHILL
DALE WAINWRIGHT

January 29, 2024

MONTAGUE COUNTY COURT
PO BOX 475
MONTAGUE, TX 76251



Re: Notice of Interlocal Cooperation Contract (ICC) for Failure to Appear (FTA) Program

Dear Court Administrator,

Due to changes occurring in the 88th Legislative Session, the Department revised the FTA contract (ICC). This notice is to inform you of the changes and the need to sign a new contract to continue your participation in the FTA program. You must return the signed contract (ICC) **within 90 days** from the date of this notice to continue participating in the program.

The following changes have been made to the contract (ICC):

- Changes to language and restructuring of the original ICC to provide clarity regarding the specific responsibilities held by each party.
- Inclusion of indigency into the program as mandated by House Bill 291, 88th Legislative Session.
- Language to account for future changes to the current statute, either federal or state, ensuring that the ICC remains in compliance with the latest legal requirements until a revised ICC is available.

It is imperative that all participants in the FTA program adhere to these updated terms to ensure the program's continued effectiveness and compliance with relevant legislation. Submit the completed and signed contract (ICC) by mail, email, or fax. Please ensure you address this attention to FTA Program.

Mailing address:

Enforcement & Compliance Service

5805 North Lamar Blvd, Bldg A,

Austin, TX 78752-0300

E-mail: driver.improvement@dps.texas.gov

Fax: (512) 424-2848

Should you have any questions, please send an email to driver.improvement@dps.texas.gov. Thank you for your immediate attention to this matter.

Regards,
Manager
Enforcement and Compliance Service

Enclosure

**Interlocal Cooperation Contract
Failure to Appear Program**

State of Texas

County of Montague

I. PARTIES AND AUTHORITY

This Interlocal Cooperation Contract (Contract) is entered into between the Department of Public Safety of the State of Texas (DPS), an agency of the State of Texas and the Justice of the Peace, Pct. 1+2 Court of the [City or County] of Montague (Court), a political subdivision of the State of Texas, referred to collectively in this Contract as the Parties, under the authority granted in Tex. Transp. Code Chapter 706 and Tex. Gov't Code Chapter 791 (the Interlocal Cooperation Act).

II. BACKGROUND

A peace officer authorized to issue citations within the jurisdiction of the Court must issue a written warning to each person to whom the officer issues a citation for a traffic law violation. This warning must be provided in addition to any other warnings required by law. The warning must state in substance that if the person fails to appear in court for the prosecution of the offense or if the person fails to pay or satisfy a judgment ordering the payment of a fine and cost in the manner ordered by the Court, the person may be denied renewal of the person's driver license.

As permitted under Tex. Transp. Code § 706.008, DPS contracts with a private vendor (Vendor) to provide and establish an automated Failure to Appear (FTA) system that accurately stores information regarding violators subject to the provisions of Tex. Transp. Code Chapter 706. DPS uses the FTA system to properly deny renewal of a driver license to a person who is the subject of an FTA system entry generated from an FTA Report.

An FTA Report is a notice sent by Court requesting a person be denied renewal of a driver's license in accordance with this Contract. The Court may submit an FTA Report to DPS's Vendor if a person fails to appear or fails to pay or satisfy a judgment as required by law. There is no requirement that a criminal warrant be issued in response to the person's failure to appear.

III. PURPOSE

This Contract applies to each FTA Report submitted by the Court to DPS or its Vendor and accepted by DPS or its Vendor.

IV. PERIOD OF PERFORMANCE

This Contract will be effective on the date of execution and terminate five years from that execution date unless terminated earlier in accordance with Section VII.C, *General Terms and Conditions, Termination*.

V. COURT RESPONSIBILITIES

A. FTA Report

For a matter involving any offense which a Court has jurisdiction of under Tex. Code Crim. Proc. Chapter 4, where a person fails to appear for a complaint or citation or fails to pay or

satisfy a judgment ordering payment of a fine and cost in the manner ordered by the Court, the Court will supply DPS, through its Vendor, an FTA report including the information that is necessary to deny renewal of the driver license of that person. The Court must make reasonable efforts to ensure that all FTA Reports are accurate, complete, and non-duplicative. The FTA Report must include the following information:

1. the jurisdiction in which the alleged offense occurred;
2. the name of the court submitting the report;
3. the name, date of birth, and Texas driver license number of the person who failed to appear or failed to pay or satisfy a judgment;
4. the date of the alleged violation;
5. a brief description of the alleged violation;
6. a statement that the person failed to appear or failed to pay or satisfy a judgment as required by law;
7. the date that the person failed to appear or failed to pay or satisfy a judgment; and
8. any other information required by DPS.

B. Clearance Reports

The Court that files the FTA Report has a continuing obligation to review the FTA Report and promptly submit appropriate additional information or reports to the Vendor. The clearance report must identify the person, state whether or not a fee was required, and advise DPS to lift the denial of renewal and state the grounds for the action. All clearance reports must be submitted immediately, but no later than two business days from the time and date that the Court receives appropriate payment or other information that satisfies the person's obligation to that Court.

To the extent that a Court uses the FTA system by submitting an FTA Report, the Court must collect the statutorily required \$10.00 reimbursement fee from the person who failed to appear, pay or satisfy a judgment ordering payment of a fine and cost in the manner ordered by the Court. If the person is acquitted of the underlying offense for which the original FTA Report was filed or found indigent by the court, the Court will not require payment of the reimbursement fee.

Court must submit a clearance report for the following circumstances:

1. the perfection of an appeal of the case for which the warrant of arrest was issued or judgment arose;
2. the dismissal of the charge for which the warrant of arrest was issued or judgment arose;
3. the posting of a bond or the giving of other security to reinstate the charge for which the warrant was issued;
4. the payment or discharge of the fine and cost owed on an outstanding judgment of the Court; or
5. other suitable arrangement to satisfy the fine and cost within the Court's discretion.

After termination of the Contract, the Court has a continuing obligation to report dispositions and collect fees for all violators in the FTA system at the time of termination. Failure to comply with the continuing obligation to report will result in the removal of all outstanding entries of the Court in the FTA Report, resulting in the lifting of any denied driver license renewal status from DPS.

however nothing in this paragraph shall preclude either Party from pursuing any remedies available under Texas law.

- 2. This Contract shall not constitute or be construed as a waiver of any of the privileges, rights, defenses, remedies, or immunities available to either Party or the State of Texas.
- 3. Any alterations, additions, or deletions to the terms of the contract that are required by changes in federal or state law or regulations are automatically incorporated into the contract without written amendment hereto, and shall become effective on the date designated by such law or by regulation.

CERTIFICATIONS

The Parties certify that (1) the Contract is authorized by the governing body of each party; (2) the purpose, terms, rights, and duties of the Parties are stated within the Contract; and (3) each party will make payments for the performance of governmental functions or services from current revenues available to the paying party.

The undersigned signatories have full authority to enter into this Contract on behalf of the respective Parties.

Court*	Department of Public Safety
_____	_____
Authorized Signatory	Driver License Division Chief or Designee

Title	

Date	Date
_____	_____

*An additional page may be attached if more than one signature is required to execute this Contract on behalf of the Court. Each signature block must contain the person’s title and date.

Appendix A

Name of Subdivision: Long Branch Meadows

Contact Person: Wade Brown / SWAIM

Phone Number: 940-872-5075

MONTAGUE COUNTY SUBDIVISION PLATTING CHECKLIST FIRST READING (PRELIMINARY)

YES	NO	N/A	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Name of proposed subdivision.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Name and address of Owner/subdivider/developer.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Volume, page and reference names of adjoining owners.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Volume, page and reference land use of adjoining owners.
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Master Development Plan (if subdivision is a portion of a larger tract).
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Location map.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Scale (not smaller than 1" = 200'). <i>If parent tract is larger than 320 acres, scale may be 1" = 1,000' w/proposed plat 1" = 200'.</i>
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	North directional arrow.
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Contour information – rivers, creeks, bluffs, etc. (no greater than 20' intervals)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Major topographic features.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Total acreage in subdivision.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Total number of lots in subdivision.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Typical lot dimensions.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Land use of lots, parks, greenbelts.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Total length of roads.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Width of right-of-way.

PRELIMINARY CHECKLIST
(continued)

- | | | | |
|-------------------------------------|-------------------------------------|-------------------------------------|--|
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | Special flood hazard areas/note. |
| <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Road maintenance requested (County/Home Owner's Assn.). |
| <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Approval by TxDOT or County for driveway entrance(s). |
| <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | Location of wells - water, gas, & oil, where applicable & unused capped statement. |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | Plat Application Fees paid. (receipt from County Treasurer required) |
| <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | On-Site Sewage Facility Preliminary plan, Inspector's Approval |
| <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Acknowledgement of Rural Addressing / Signage. |
| <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Water Availability Study. |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | Tax Certificates and rollback receipts if required. |
-

Signature of Reviewer

Date of Review

ADDITIONAL REQUIREMENTS:
ALL ITEMS ON THIS CHECKLIST MUST BE IN THE HANDS OF THE COUNTY
JUDGE'S OFFICE NO LESS THAN THIRTY (30) DAYS PRIOR TO THE
COMMISSIONERS COURT HEARING DATE.